



## QUARTERLY INVESTMENT REPORT

For the Quarter Ended  
**December 31, 2023**

Prepared by  
Valley View Consulting, L.L.C.

The investment portfolio of the City of Anna is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.



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City Manager

1/30/24



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Assistant City Manager

1/30/24



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Interim Finance Director

01/30/2024

Disclaimer: These reports were compiled using information provided by the City. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields, and do not account for investment advisor fees.

**Summary**

**Quarter End Results by Investment Category:**

Asset Type	Ave. Yield	September 30, 2023		December 31, 2023		
		Book Value	Market Value	Ave. Yield	Book Value	Market Value
Bank DDA/MMA	5.32%	\$ 113,007,779	\$ 113,007,779	5.62%	\$ 120,069,934.24	\$ 120,069,934
LGIPs	5.31%	60,554,215	60,554,215	5.36%	61,171,942	61,171,942
Securities/CDs	5.41%	19,685,324	19,685,324	5.77%	19,962,608	19,962,608
<b>Totals</b>	<b>5.32%</b>	<b>\$ 193,247,318</b>	<b>\$ 193,247,318</b>	<b>5.56%</b>	<b>\$ 201,204,484.19</b>	<b>\$ 201,204,484</b>

**Average Yield - Current Quarter (1)**

Total Portfolio	5.56%
Rolling Three Month Treasury	5.53%
Rolling Six Month Treasury	5.49%
Quarterly TexPool Yield	5.37%

**Fiscal Year-to-Date Average Yield (2)**

Total Portfolio	5.56%
Rolling Three Month Treasury	5.53%
Rolling Six Month Treasury	5.49%
Quarterly TexPool Yield	5.37%

**Interest Income (Approximate)**

Quarterly Interest Income	\$ 2,539,451
Year-to-date Interest Income	\$ 2,539,451

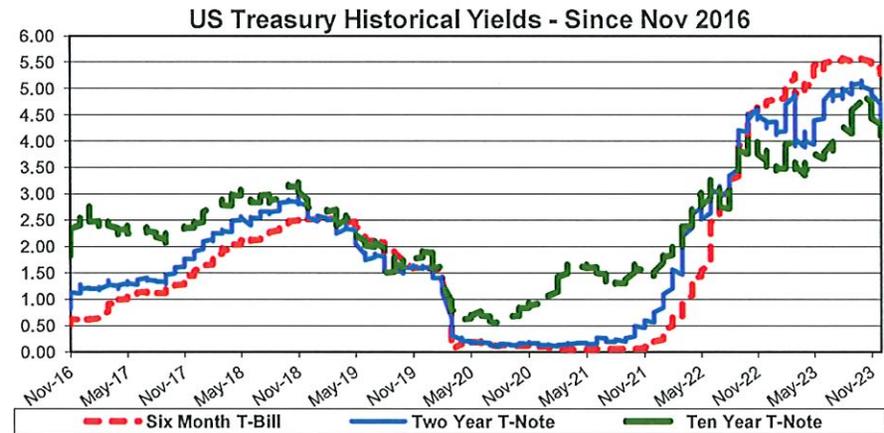
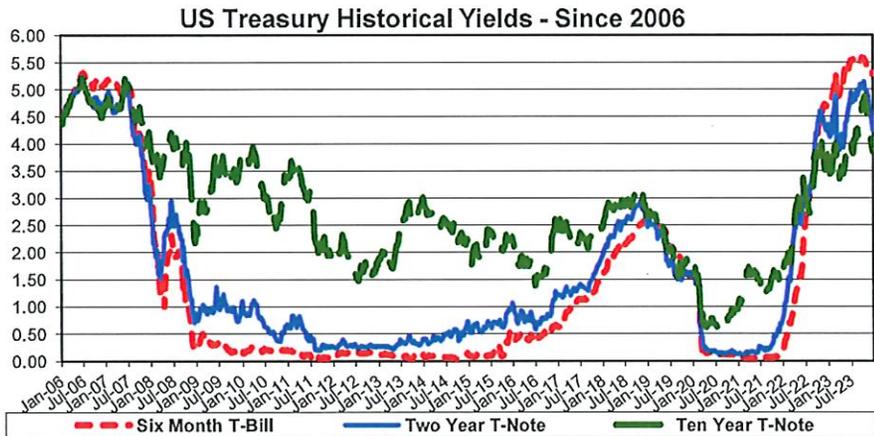
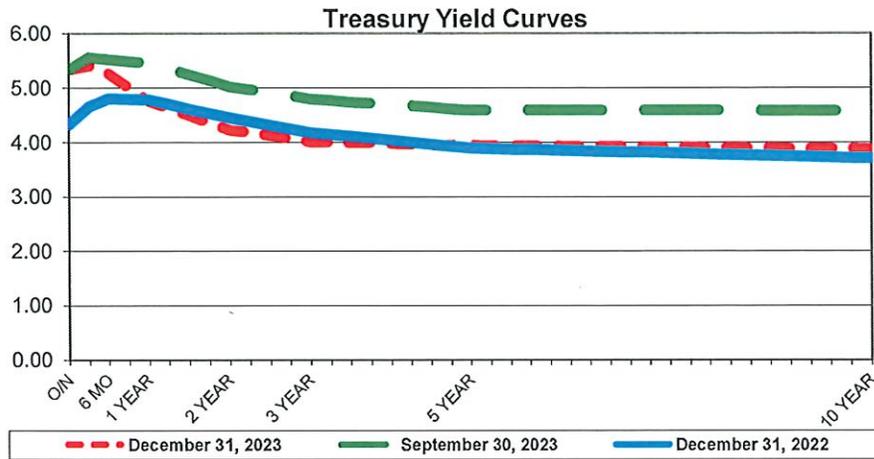
(1) **Average Yield - Current Quarter** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool and money market balances.

(2) **Fiscal Year-to-Date Average Yields** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

**Economic Overview**

12/31/2023

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). Any additional actions, up or down, will be data-dependent. Final Third Quarter 2023 GDP revised downward to 4.9%, but still robust growth. December Non-Farm Payroll posted 216k new jobs (above the estimated 170k). The Three Month Rolling Average declined to 165k. The S&P 500 Stock Index reached a new peak trading over 4,770 (exceeding 4,766 in Dec 2021). The yield curve shifted lower anticipating future FOMC target reductions. Crude Oil stabilized at +/- \$73 per barrel. Inflation continued to decline but still remained above the FOMC 2% target (Core PCE +/-3.2% and Core CPI +/-4.0%). Reduced global economic outlooks and ongoing/expanding military conflicts increase uncertainty.



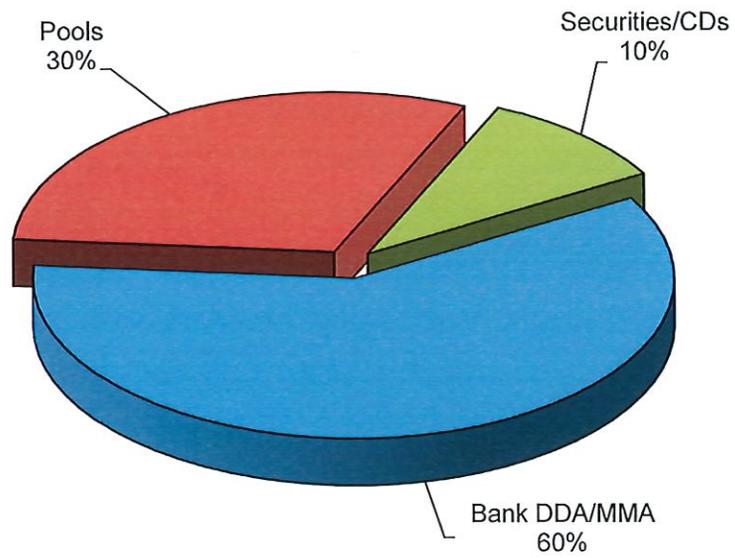
**Investment Holdings**  
**December 31, 2023**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Independent Financial Bank MMA		5.64%	01/01/24	12/31/23	\$118,797,164	\$118,797,164	1.000	\$118,797,164	1	5.64%
Simmons Bank MMA		3.82%	01/01/24	12/31/23	1,272,770	1,272,770	1.000	1,272,770	1	3.82%
TexPool LGIP	AAAm	5.37%	01/01/24	12/31/23	57,561,467	57,561,467	1.000	57,561,467	1	5.37%
TexasCLASS LGIP	AAAm	5.23%	01/01/24	12/31/23	3,610,475	3,610,475	1.000	3,610,475	1	5.23%
East West Bank CD		5.76%	02/20/24	08/18/23	5,108,461	5,108,461	100.00	5,108,461	51	5.93%
East West Bank CD		5.64%	05/20/24	08/18/23	5,106,177	5,106,177	100.00	5,106,177	141	5.80%
East West Bank CD		5.64%	05/20/24	08/18/23	2,042,471	2,042,471	100.00	2,042,471	141	5.80%
Independent Financial CD		5.50%	05/28/24	11/30/23	2,601,604	2,601,604	100.00	2,601,604	149	5.60%
East West Bank CD		5.52%	08/20/24	08/18/23	5,103,895	5,103,895	100.00	5,103,895	233	5.67%
					<b><u>\$201,204,484</u></b>	<b><u>\$201,204,484</u></b>		<b><u>\$201,204,484</u></b>	<b>15</b>	<b>5.56%</b>
									(1)	(2)

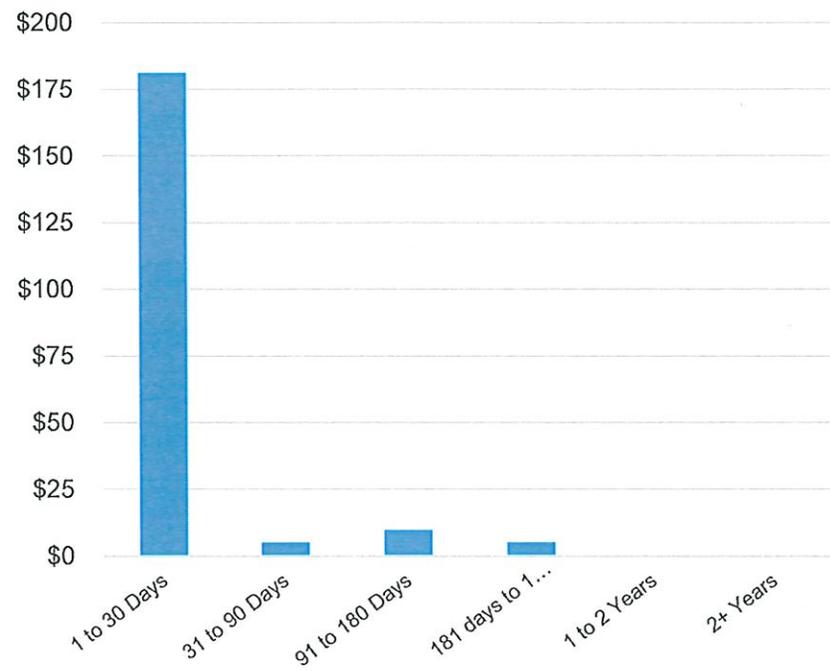
(1) **Weighted average life** - For purposes of calculating weighted average life, pool and bank account investments are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for pool and bank account investments.

### Portfolio Composition



### Distribution by Maturity Range (Millions)



**Book & Market Value Comparison**

Issuer/Description	Yield	Maturity Date	Book Value 09/30/23	Increases	Decreases	Book Value 12/31/23	Market Value 09/30/23	Change in Market Value	Market Value 12/31/23
Independent Financial Bank DDA	5.64%	01/01/24	\$ 8,407,843	\$ -	\$ (8,407,843)	\$ -	\$ 8,407,843	\$ (8,407,843)	\$ -
Independent Financial Bank MMA	5.64%	01/01/24	103,338,992	15,458,172	-	118,797,164	103,338,992	15,458,172	118,797,164
Simmons Bank MMA	3.82%	01/01/24	1,260,945	11,826	-	1,272,770	1,260,945	11,826	1,272,770
TexPool LGIP	5.37%	01/01/24	56,990,930	570,537	-	57,561,467	56,990,930	570,537	57,561,467
TexasCLASS LGIP	5.23%	01/01/24	3,563,285	47,190	-	3,610,475	3,563,285	47,190	3,610,475
Independent Financial Bank CD <i>(redeemed 11/30/23)</i>	2.78%	02/16/24	2,569,357	-	(2,569,357)	-	2,569,357	(2,569,357)	-
East West Bank CD	5.93%	02/20/24	5,034,836	73,625	-	5,108,461	5,034,836	73,625	5,108,461
East West Bank CD	5.80%	05/20/24	5,034,108	72,070	-	5,106,177	5,034,108	72,070	5,106,177
East West Bank CD	5.80%	05/20/24	2,013,643	28,828	-	2,042,471	2,013,643	28,828	2,042,471
Independent Financial CD	5.60%	05/28/24	-	2,601,604	-	2,601,604	-	2,601,604	2,601,604
East West Bank CD	5.67%	08/20/24	5,033,380	70,516	-	5,103,895	5,033,380	70,516	5,103,895
<b>TOTAL / AVERAGE</b>	<b>5.56%</b>		<b>\$ 193,247,318</b>	<b>\$ 18,934,366</b>	<b>\$(10,977,200)</b>	<b>\$ 201,204,484</b>	<b>\$ 193,247,318</b>	<b>\$ 7,957,166</b>	<b>\$ 201,204,484</b>

**Cash & Investments by Fund**

Description	09/30/23	12/31/23	Change
CDC/EDC Funds	\$ 15,681,801	\$ 16,407,578	\$ 725,776
General/Utility Funds	53,074,016	57,690,315	4,616,299
Debt Service Funds	734,565	3,038,945	2,304,380
General Bond Funds	52,347,389	53,064,641	717,252
Water/Sewer Bond Funds	65,304,289	64,815,155	(489,134)
Anna HFC/PFC	2,541,973	2,577,376	35,402
ARPA/SLFRF Funds	3,563,285	3,610,475	47,190
<b>TOTALS</b>	<b>193,247,318</b>	<b>201,204,484</b>	<b>\$ 7,957,166</b>



## QUARTERLY INVESTMENT REPORT

For the Quarter Ended

**March 31, 2024**

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A handwritten signature in black ink, appearing to be "A. Smith", written over a horizontal line.

City Manager

5/22/2024

A handwritten signature in blue ink, appearing to be "Taylor Jones", written over a horizontal line.

Assistant City Manager

5/22/2024

A handwritten signature in blue ink, appearing to be "Aimee", written over a horizontal line.

Director of Finance

05/22/2024

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## Summary

### Quarter End Results by Investment Category:

Asset Type	Ave. Yield	<u>December 31, 2023</u>		Ave. Yield	<u>March 31, 2024</u>	
		Book Value	Market Value		Book Value	Market Value
Bank DDA/MMA	5.62%	\$ 120,069,934	\$ 120,069,934	5.61%	\$ 91,814,571	\$ 91,814,571
LGIPs	5.36%	61,171,942	61,171,942	5.36%	62,136,672	62,136,672
Securities/CDs	5.77%	19,962,608	19,962,608	5.54%	45,061,437	45,061,437
<b>Totals</b>	<b>5.32%</b>	<b>\$ 201,204,484</b>	<b>\$ 201,204,484</b>	<b>5.52%</b>	<b>\$ 199,012,680</b>	<b>\$ 199,012,680</b>

#### Average Yield - Current Quarter (1)

Total Portfolio	5.52%
Rolling Three Month Treasury	5.46%
Rolling Six Month Treasury	5.37%
Quarterly TexPool Yield	5.32%

#### Fiscal Year-to-Date Average Yield (2)

Total Portfolio	5.54%
Rolling Three Month Treasury	5.49%
Rolling Six Month Treasury	5.43%
Quarterly TexPool Yield	5.34%

#### Interest Income (Approximate)

Quarterly Interest Income	\$ 2,652,151
Year-to-date Interest Income	\$ 5,191,602

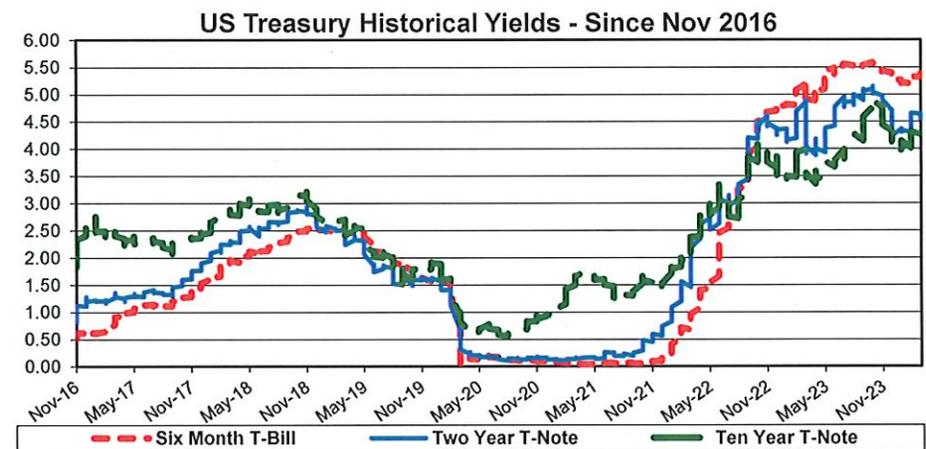
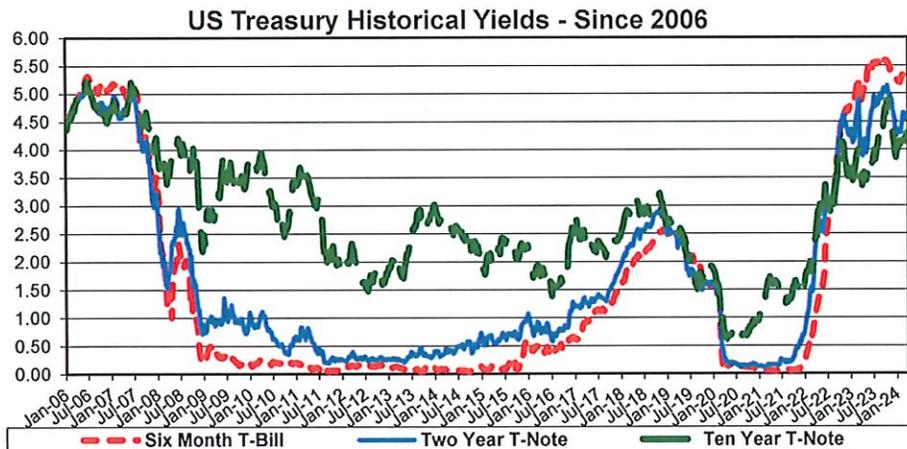
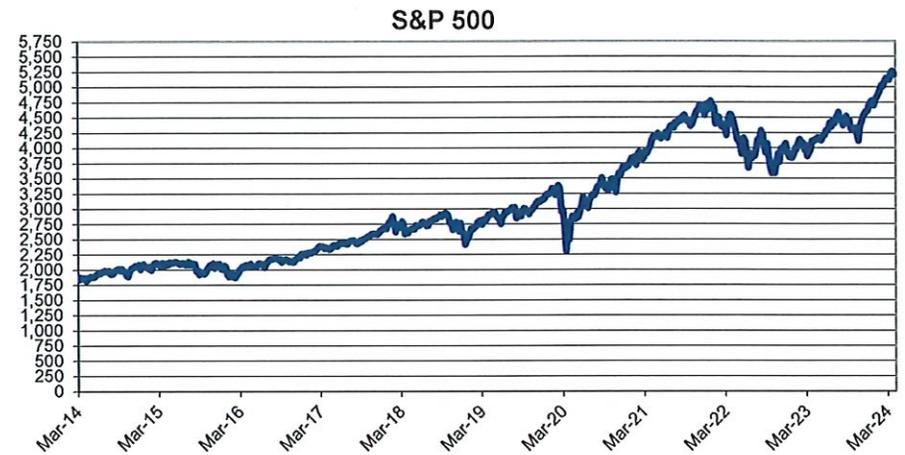
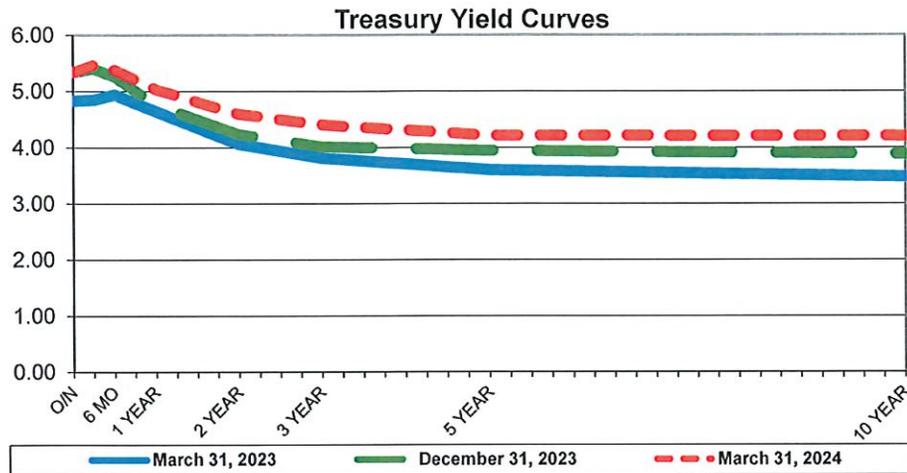
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## Economic Overview

3/31/2024

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). All expectations are for reduced future rates, but any actions will be meeting-by-meeting and "data-dependent." Fourth Quarter 2023 GDP recorded a stronger than expected 3.4%. The S&P 500 Stock Index reached another new high closing over 5,200. The yield curve remains inverted but longer yields rose slightly. Crude Oil traded over \$87 per barrel. Inflation stubbornly remained above the FOMC 2% target (Core PCE +/-2.8% and Core CPI +/-3.8%). Reduced global economic outlooks and ongoing/expanding military conflicts continue increasing uncertainty.



## Investment Holdings

March 31, 2024

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Independent Financial Bank MMA		5.64%	04/01/24	03/31/24	\$ 90,529,897	\$ 90,529,897	1.000	\$ 90,529,897	1	5.64%
Simmons Bank MMA		3.82%	04/01/24	03/31/24	1,284,674	1,284,674	1.000	1,284,674	1	3.82%
TexPool LGIP	AAAm	5.37%	04/01/24	03/31/24	58,478,644	58,478,644	1.000	58,478,644	1	5.37%
TexasCLASS LGIP	AAAm	5.23%	04/01/24	03/31/24	3,658,027	3,658,027	1.000	3,658,027	1	5.23%
East West Bank CD		5.64%	05/20/24	08/18/23	5,178,479	5,178,479	100.00	5,178,479	50	5.80%
East West Bank CD		5.64%	05/20/24	08/18/23	2,071,392	2,071,392	100.00	2,071,392	50	5.80%
Independent Financial CD		5.24%	05/27/24	02/27/24	5,000,000	5,000,000	100.00	5,000,000	57	5.37%
Independent Financial CD		5.50%	05/28/24	11/30/23	2,636,950	2,636,950	100.00	2,636,950	58	5.60%
East West Bank CD		5.52%	08/20/24	08/18/23	5,174,616	5,174,616	100.00	5,174,616	142	5.67%
Independent Financial CD		5.36%	03/18/25	03/18/24	25,000,000	25,000,000	100.00	25,000,000	352	5.47%
					<b>\$199,012,680</b>	<b>\$ 199,012,680</b>		<b>\$199,012,680</b>	<b>53</b>	<b>5.52%</b>
									(1)	(2)

(1) **Weighted average life** - For purposes of calculating weighted average life, pool and bank account investments are assumed to have a one day maturity.

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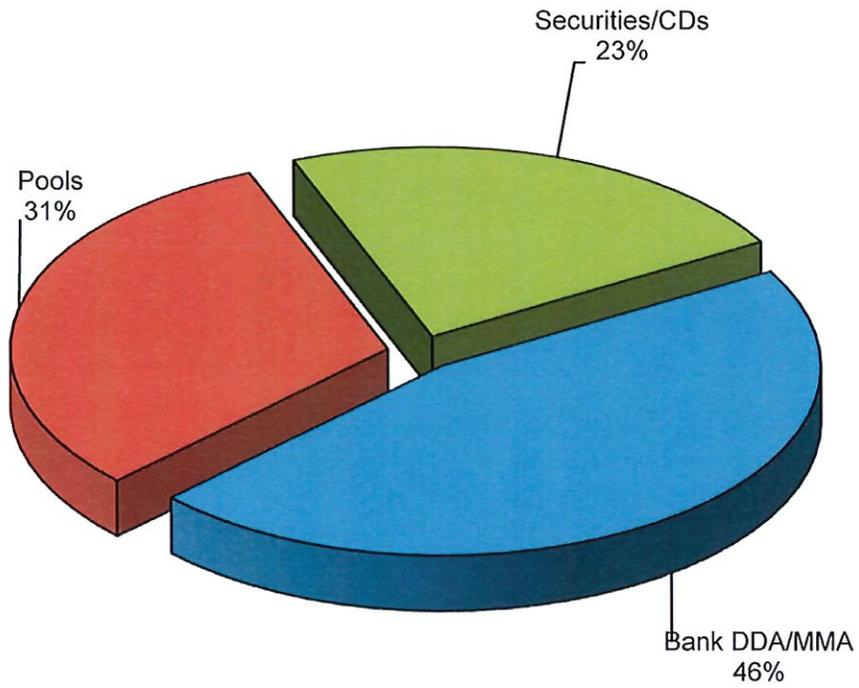
## Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 12/31/23	Increases	Decreases	Book Value 03/31/24	Market Value 12/31/23	Change in Market Value	Market Value 03/31/24
Independent Financial Bank MMA	5.64%	04/01/24	\$ 118,797,164	\$ -	\$ (28,267,267)	\$ 90,529,897	\$ 118,797,164	\$ (28,267,267)	\$ 90,529,897
Simmons Bank MMA	3.82%	04/01/24	1,272,770	11,904	-	1,284,674	1,272,770	11,904	1,284,674
TexPool LGIP	5.37%	04/01/24	57,561,467	917,178	-	58,478,644	57,561,467	917,178	58,478,644
TexasCLASS LGIP	5.23%	04/01/24	3,610,475	47,552	-	3,658,027	3,610,475	47,552	3,658,027
East West Bank CD	5.93%	02/20/24	5,108,461	-	(5,108,461)	-	5,108,461	(5,108,461)	-
East West Bank CD	5.80%	05/20/24	5,106,177	72,301	-	5,178,479	5,106,177	72,301	5,178,479
East West Bank CD	5.80%	05/20/24	2,042,471	28,921	-	2,071,392	2,042,471	28,921	2,071,392
Independent Financial CD	5.37%	05/27/24	-	5,000,000	-	5,000,000	-	5,000,000	5,000,000
Independent Financial CD	5.60%	05/28/24	2,601,604	35,347	-	2,636,950	2,601,604	35,347	2,636,950
East West Bank CD	5.67%	08/20/24	5,103,895	70,721	-	5,174,616	5,103,895	70,721	5,174,616
Independent Financial CD	5.47%	03/18/25	-	25,000,000	-	25,000,000	-	25,000,000	25,000,000
<b>TOTAL / AVERAGE</b>	<b>5.52%</b>		<b>\$ 201,204,484</b>	<b>\$ 31,183,923</b>	<b>\$ (33,375,728)</b>	<b>\$ 199,012,680</b>	<b>\$ 201,204,484</b>	<b>\$ (2,191,804)</b>	<b>\$ 199,012,680</b>

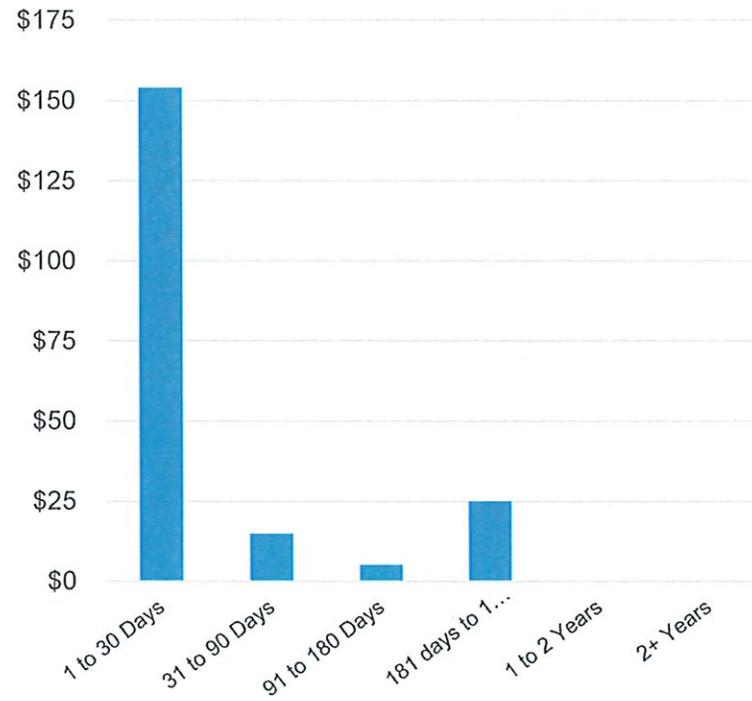
## Cash & Investments by Fund

Description	12/31/23	03/31/24	Change
CDC/EDC Funds	\$ 16,407,578	\$ 16,987,711	\$ 580,133
General/Utility Funds	57,690,315	64,405,022	6,714,707
Debt Service Funds	3,038,945	2,157,547	(881,398)
General Bond Funds	53,064,641	72,466,255	19,401,614
Water/Sewer Bond Funds	64,815,155	36,769,036	(28,046,119)
Anna HFC/PFC	2,577,376	2,569,082	(8,293)
ARPA/SLFRF Funds	3,610,475	3,658,027	47,552
<b>TOTALS</b>	<b>201,204,484</b>	<b>199,012,680</b>	<b>\$ (2,191,804)</b>

### Portfolio Composition



### Distribution by Maturity Range (Millions)





## QUARTERLY INVESTMENT REPORT

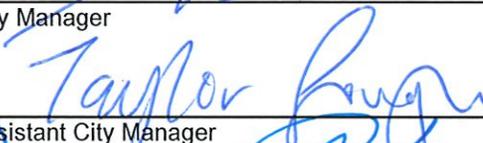
For the Quarter Ended

**June 30, 2024**

Prepared by  
Valley View Consulting, L.L.C.

The investment portfolio of the City of Anna is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.

  
\_\_\_\_\_  
City Manager 09/05/2024

  
\_\_\_\_\_  
Assistant City Manager 9/5/2024

  
\_\_\_\_\_  
Director of Finance 09/05/2024

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## Summary

### Quarter End Results by Investment Category:

Asset Type	Ave. Yield	March 31, 2024		Ave. Yield	June 30, 2024	
		Book Value	Market Value		Book Value	Market Value
Bank DDA/MMA	5.62%	\$ 91,814,571	\$ 91,814,571	5.61%	\$ 90,190,189	\$ 90,190,189
LGIPs	5.36%	62,136,672	62,136,672	5.31%	67,550,286	67,550,286
Securities/CDs	5.77%	45,061,437	45,061,437	5.49%	35,648,952	35,648,952
<b>Totals</b>	<b>5.32%</b>	<b>\$ 199,012,680</b>	<b>\$ 199,012,680</b>	<b>5.48%</b>	<b>\$ 193,389,428</b>	<b>\$ 193,389,428</b>

#### Average Yield - Current Quarter (1)

Total Portfolio	5.48%
Rolling Three Month Treasury	5.47%
Rolling Six Month Treasury	5.34%
Quarterly TexPool Yield	5.31%

#### Fiscal Year-to-Date Average Yield (2)

Total Portfolio	5.52%
Rolling Three Month Treasury	5.48%
Rolling Six Month Treasury	5.40%
Quarterly TexPool Yield	5.33%

#### Interest Income (Approximate)

Quarterly Interest Income	\$ 2,637,273
Year-to-date Interest Income	\$ 7,960,529

(1) **Average Yield - Current Quarter** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool and money market balances.

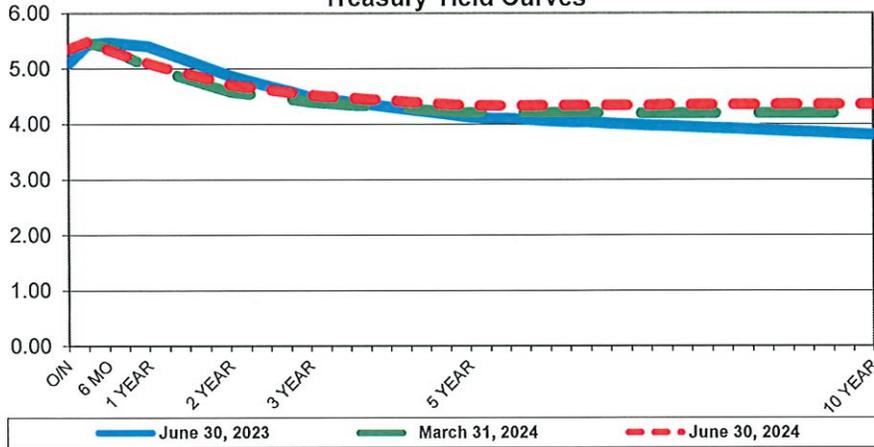
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**Economic Overview**

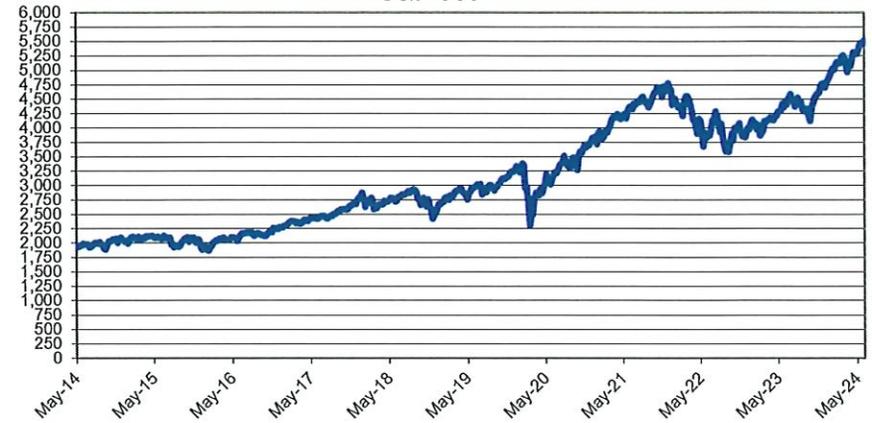
6/30/2024

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). Expectations are for reduced future rates, but any actions will be meeting-by-meeting and "data-dependent." June Non-Farm Payroll slightly exceeded expectations at 206k new jobs, but the previous two months were revised down causing the Three Month Rolling Average to fall to 177k. Final First Quarter 2024 GDP reported +1.4%. The S&P 500 Stock Index created new highs above +/-5,500. The yield curve remains inverted but longer yields rose slightly. Crude Oil trades over \$80 per barrel. Inflation declined slightly but remains above the FOMC 2% target (Core PCE +/-2.6% and Core CPI +/-3.4%). Reduced global economic outlooks and ongoing/expanding military conflicts continue increasing uncertainty.

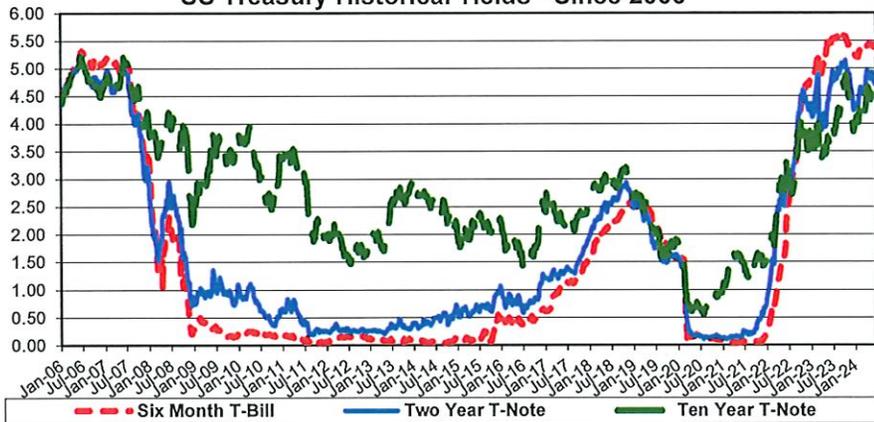
**Treasury Yield Curves**



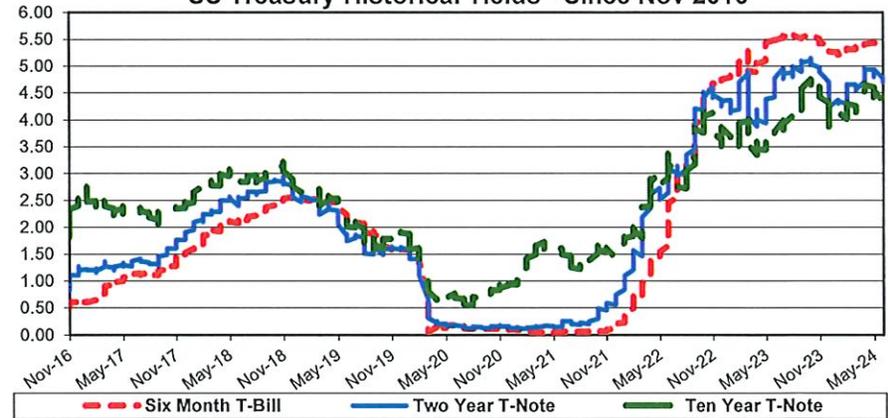
**S&P 500**



**US Treasury Historical Yields - Since 2006**



**US Treasury Historical Yields - Since Nov 2016**



**Investment Holdings**  
**June 30, 2024**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Independent Financial Bank MMA		5.64%	07/01/24	06/30/24	\$ 88,893,500	\$ 88,893,500	1.000	\$ 88,893,500	1	5.64%
Simmons Bank MMA		3.82%	07/01/24	06/30/24	1,296,690	1,296,690	1.000	1,296,690	1	3.82%
TexPool LGIP	AAAm	5.31%	07/01/24	06/30/24	64,354,863	64,354,863	1.000	64,354,863	1	5.31%
TexasCLASS LGIP	AAAm	5.25%	07/01/24	06/30/24	3,195,424	3,195,424	1.000	3,195,424	1	5.25%
East West Bank CD		5.52%	08/20/24	08/18/23	5,246,317	5,246,317	100.00	5,246,317	51	5.67%
Independent Financial CD		5.24%	09/04/24	06/04/24	5,064,881	5,064,881	100.00	5,064,881	66	5.37%
Independent Financial CD		5.36%	03/18/25	03/18/24	25,337,753	25,337,753	100.00	25,337,753	261	5.47%
					<u>\$ 193,389,428</u>	<u>\$ 193,389,428</u>		<u>\$ 193,389,428</u>	<u>38</u>	<u>5.48%</u>
									(1)	(2)

(1) **Weighted average life** - For purposes of calculating weighted average life, pool and bank account investments are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for pool and bank account investments.

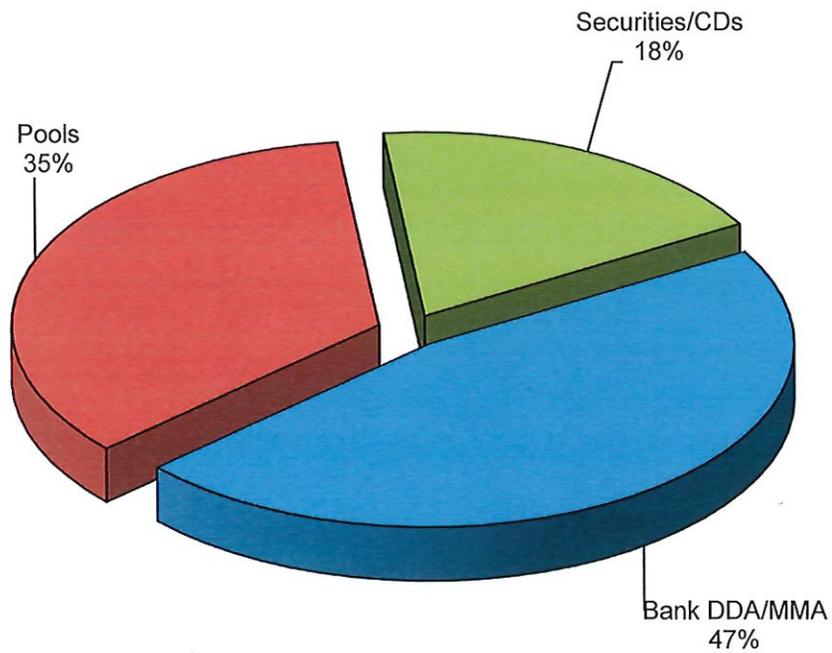
**Book & Market Value Comparison**

Issuer/Description	Yield	Maturity Date	Book Value 03/31/24	Increases	Decreases	Book Value 06/30/24	Market Value 03/31/24	Change in Market Value	Market Value 06/30/24
Independent Financial Bank MMA	5.64%	07/01/24	\$ 90,529,897	\$ -	\$ (1,636,397)	\$ 88,893,500	\$ 90,529,897	\$ (1,636,397)	\$ 88,893,500
Simmons Bank MMA	3.82%	07/01/24	1,284,674	12,015	-	1,296,690	1,284,674	12,015	1,296,690
TexPool LGIP	5.31%	07/01/24	58,478,644	5,876,218	-	64,354,863	58,478,644	5,876,218	64,354,863
TexasCLASS LGIP	5.25%	07/01/24	3,658,027	-	(462,604)	3,195,424	3,658,027	(462,604)	3,195,424
East West Bank CD	5.80%	05/20/24	5,178,479	-	(5,178,479)	-	5,178,479	(5,178,479)	-
East West Bank CD	5.80%	05/20/24	2,071,392	-	(2,071,392)	-	2,071,392	(2,071,392)	-
Independent Financial CD	5.37%	06/04/24	5,000,000	-	(5,000,000)	-	5,000,000	(5,000,000)	-
Independent Financial CD	5.60%	05/28/24	2,636,950	-	(2,636,950)	-	2,636,950	(2,636,950)	-
East West Bank CD	5.67%	08/20/24	5,174,616	71,701	-	5,246,317	5,174,616	71,701	5,246,317
Independent Financial CD	5.37%	09/04/24	-	5,064,881	-	5,064,881	-	5,064,881	5,064,881
Independent Financial CD	5.47%	03/18/25	25,000,000	337,753	-	25,337,753	25,000,000	337,753	25,337,753
<b>TOTAL / AVERAGE</b>	<b>5.48%</b>		<b>\$ 199,012,680</b>	<b>\$ 11,362,569</b>	<b>\$ (16,985,821)</b>	<b>\$ 193,389,428</b>	<b>\$ 199,012,680</b>	<b>\$ (5,623,252)</b>	<b>\$ 193,389,428</b>

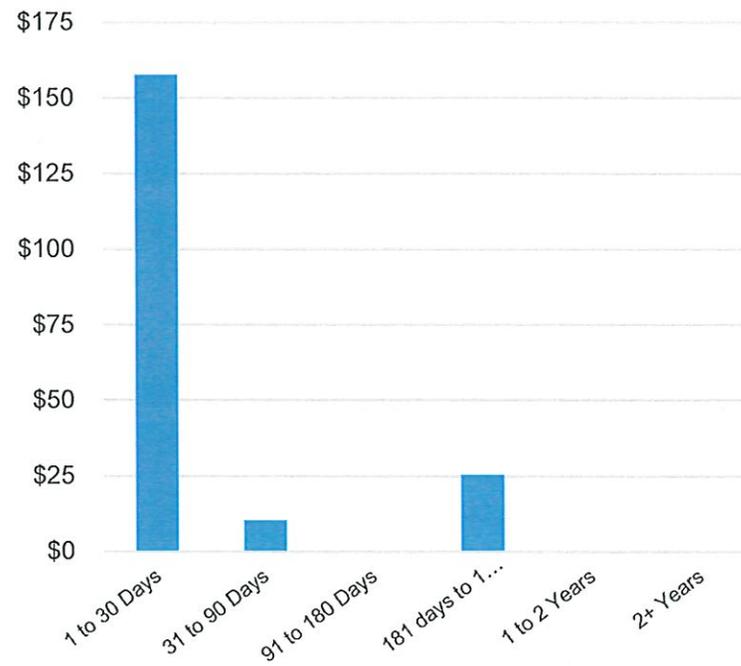
**Cash & Investments by Fund**

Description	03/31/24	06/30/24	Change
CDC/EDC Funds	\$ 16,987,711	\$ 17,421,167	\$ 433,456
General/Utility Funds	64,405,022	71,980,307	7,575,285
Debt Service Funds	2,157,547	2,248,705	91,158
General Bond Funds	72,466,255	68,829,124	(3,637,131)
Water/Sewer Bond Funds	36,769,036	27,110,367	(9,658,669)
Anna HFC/PFC	2,569,082	2,604,334	35,252
ARPA/SLFRF Funds	3,658,027	3,195,424	(462,604)
<b>TOTALS</b>	<b>199,012,680</b>	<b>193,389,428</b>	<b>\$ (5,623,252)</b>

### Portfolio Composition



### Distribution by Maturity Range (Millions)





## QUARTERLY INVESTMENT REPORT

For the Quarter Ended  
**September 30, 2024**

Prepared by  
Valley View Consulting, L.L.C.

The investment portfolio of the City of Anna is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.

  
\_\_\_\_\_  
City Manager

10/22/24

  
\_\_\_\_\_  
Assistant City Manager

10/22/24

  
\_\_\_\_\_  
Director of Finance

10/21/2024

Disclaimer: These reports were compiled using information provided by the City. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields, and do not account for investment advisor fees.

## Annual Comparison of Portfolio Performance

FYE Results by Investment Category:

Asset Type	September 30, 2023			September 30, 2024		
	Book Value	Market Value	Ave. Yield	Book Value	Market Value	Ave. Yield
Bank DDA/MMA	\$ 113,007,779	\$ 113,007,779	5.32%	\$ 80,631,377	\$ 80,631,377	5.35%
LGIPs	60,554,215	60,554,215	5.31%	53,538,287	53,538,287	5.16%
Securities/CDs	19,685,324	19,685,324	5.41%	68,615,070	68,615,070	5.26%
<b>Totals</b>	<b>\$ 193,247,318</b>	<b>\$ 193,247,318</b>		<b>\$ 202,784,733</b>	<b>\$ 202,784,733</b>	
Fourth Quarter-End Yield			<b>5.32%</b>			<b>5.27%</b>

Average Quarter-End Yields (1):

	2023 Fiscal Year	2024 Fiscal Year
Anna	3.91%	5.46%
Rolling Three Month Treasury	4.95%	5.42%
Rolling Six Month Treasury	4.77%	5.34%
TexPool	4.74%	5.29%
Fiscal YTD Interest Earnings	\$ 7,667,190	\$ 10,522,521

(1) Average Quarterly Yield calculated using quarter-end report average yield and adjusted book value.

## Summary

### Quarter End Results by Investment Category:

Asset Type	Ave. Yield	<u>June 30, 2024</u>		Ave. Yield	<u>September 30, 2024</u>	
		Book Value	Market Value		Book Value	Market Value
Bank DDA/MMA	5.61%	\$ 90,190,189	\$ 90,190,189	5.35%	\$ 80,631,377	\$ 80,631,377
LGIPs	5.31%	67,550,286	67,550,286	5.16%	53,538,287	53,538,287
Securities/CDs	5.49%	35,648,952	35,648,952	5.26%	68,615,070	68,615,070
<b>Totals</b>	<b>5.48%</b>	<b>\$ 193,389,428</b>	<b>\$ 193,389,428</b>	<b>5.27%</b>	<b>\$ 202,784,733</b>	<b>\$ 202,784,733</b>

#### Average Yield - Current Quarter (1)

Total Portfolio	5.27%
Rolling Three Month Treasury	5.24%
Rolling Six Month Treasury	5.17%
Quarterly TexPool Yield	5.16%

#### Fiscal Year-to-Date Average Yield (2)

Total Portfolio	5.46%
Rolling Three Month Treasury	5.42%
Rolling Six Month Treasury	5.34%
Quarterly TexPool Yield	5.29%

#### Interest Income (Approximate)

Quarterly Interest Income	\$ 2,561,992
Year-to-date Interest Income	\$ 10,522,521

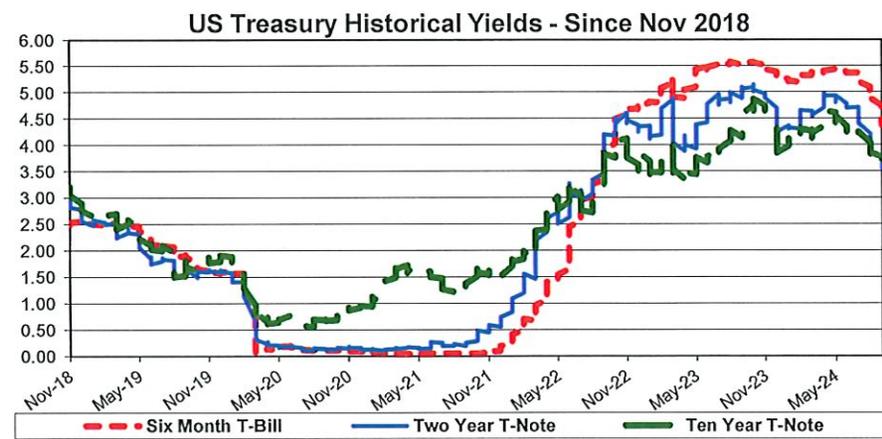
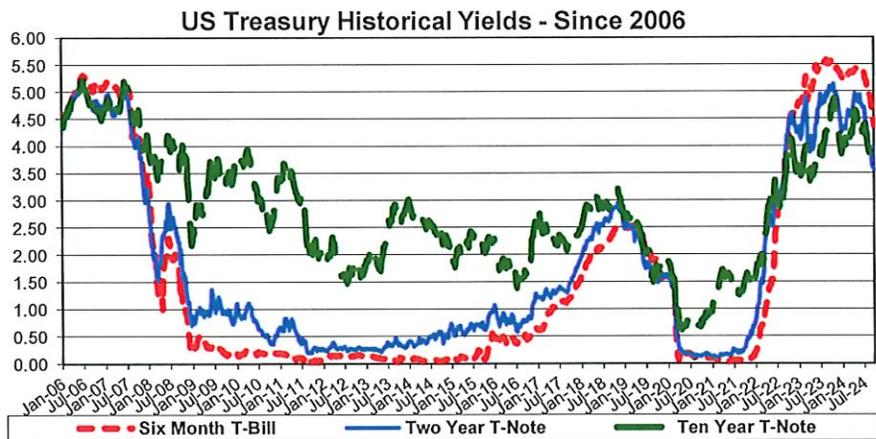
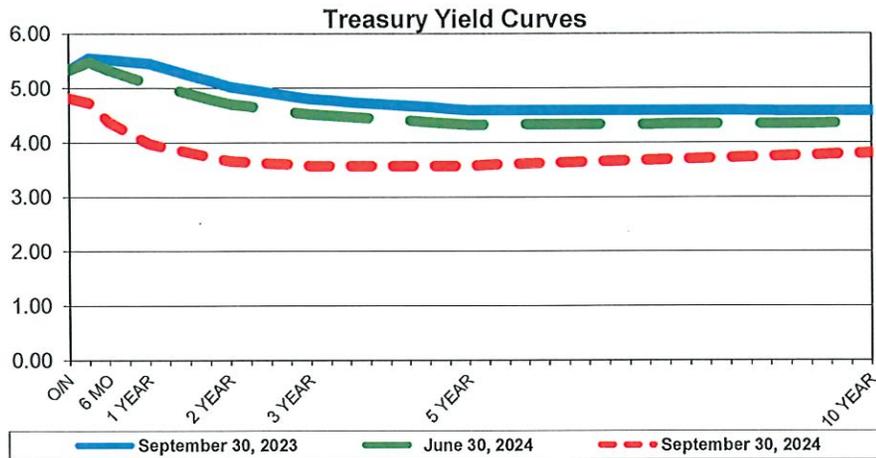
(1) **Average Yield - Current Quarter** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool and money market balances.

(2) **Fiscal Year-to-Date Average Yields** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Economic Overview

9/30/2024

The Federal Open Market Committee (FOMC) reduced the Fed Funds target range 0.50% to 4.75% - 5.00% (Effective Fed Funds trade +/-4.83%). Expectations are for two more 0.25% cuts by 12/31, although any actions will be meeting-by-meeting and "data-dependent." Sep Non-Farm Payroll surged 254k new jobs (above expectation), with the previous two months revised up boosting the Three Month Rolling Average 186k (from the previous 116k). Second Quarter 2024 GDP remained +3.0% due to increased consumer spending. The S&P 500 Stock Index exceeded 5,700 making new records. The yield curve dropped with the FOMC action and anticipated future actions. Crude Oil drifted slightly higher to +/- \$74 per barrel. Inflation remains above the FOMC 2% target (Core PCE +/-2.7% and Core CPI +/-3.2%). Declining global economic outlook, ongoing/expanding military conflicts and the domestic elections increase uncertainty.



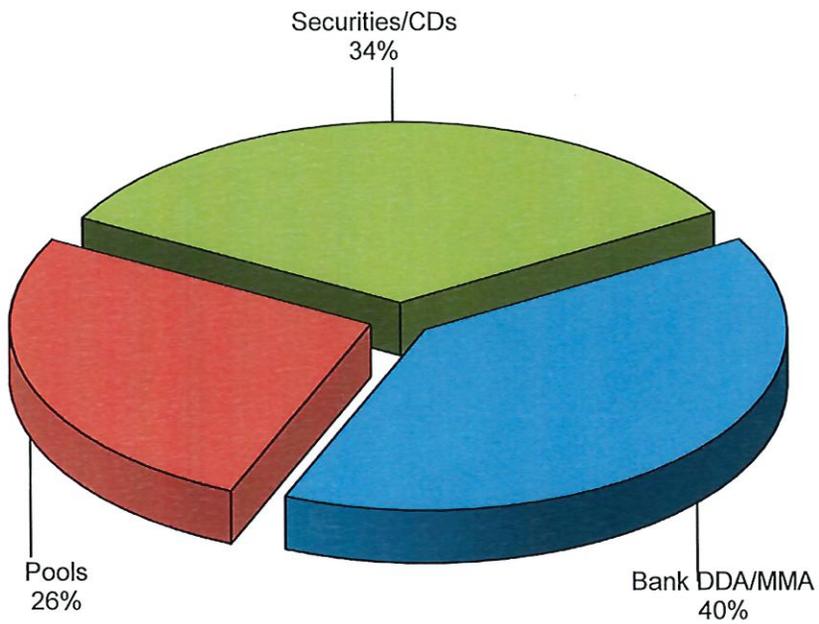
**Investment Holdings**  
**September 30, 2024**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Independent Financial Bank MMA		5.38%	10/01/24	09/30/24	\$ 79,322,469	\$ 79,322,469	1.000	\$ 79,322,469	1	5.38%
Simmons Bank MMA		3.76%	10/01/24	09/30/24	1,308,908	1,308,908	1.000	1,308,908	1	3.76%
TexPool LGIP	AAAm	5.16%	10/01/24	09/30/24	50,574,874	50,574,874	1.000	50,574,874	1	5.16%
TexasCLASS LGIP	AAAm	5.11%	10/01/24	09/30/24	2,963,413	2,963,413	1.000	2,963,413	1	5.11%
Independent Financial CD		5.36%	12/18/24	03/18/24	25,680,070	25,680,070	100.00	25,680,070	79	5.47%
Independent Financial CD		5.05%	03/24/25	09/24/24	5,000,000	5,000,000	100.00	5,000,000	175	5.15%
Independent Financial CD		5.05%	03/24/25	09/24/24	10,000,000	10,000,000	100.00	10,000,000	175	5.15%
Independent Financial CD		5.05%	03/24/25	09/24/24	7,000,000	7,000,000	100.00	7,000,000	175	5.15%
Independent Financial CD		5.05%	03/24/25	09/24/24	15,000,000	15,000,000	100.00	15,000,000	175	5.15%
Independent Financial CD		5.15%	09/24/25	09/24/24	935,000	935,000	100.00	935,000	359	5.25%
Independent Financial CD		4.91%	09/24/25	09/24/24	5,000,000	5,000,000	100.00	5,000,000	359	5.00%
					<b><u>\$202,784,733</u></b>	<b><u>\$ 202,784,733</u></b>		<b><u>\$202,784,733</u></b>	<b><u>53</u></b>	<b><u>5.27%</u></b>
									(1)	(2)

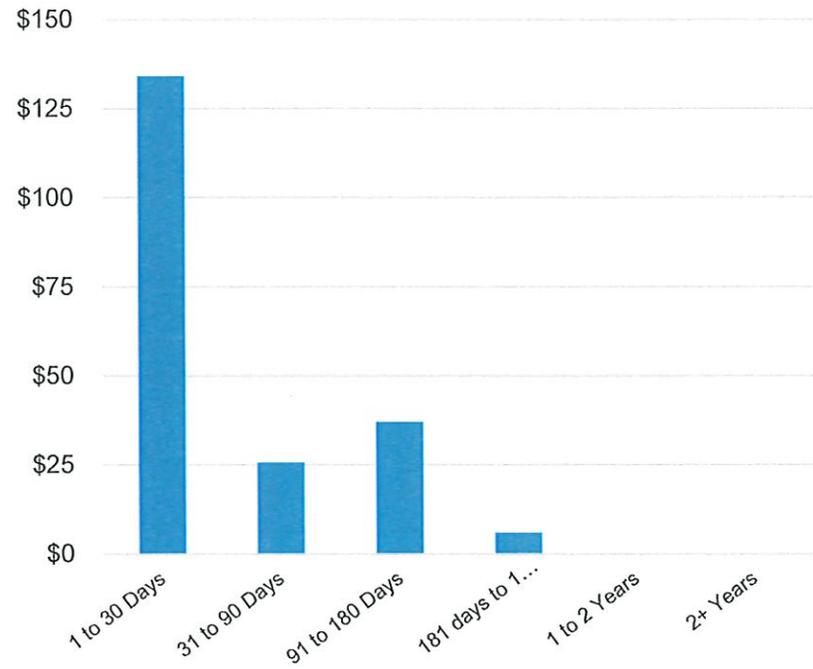
(1) **Weighted average life** - For purposes of calculating weighted average life, pool and bank account investments are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for pool and bank account investments.

**Portfolio Composition**



**Distribution by Maturity Range (Millions)**



**Book & Market Value Comparison**

Issuer/Description	Yield	Maturity Date	Book Value 06/30/24	Increases	Decreases	Book Value 09/30/24	Market Value 06/30/24	Change in Market Value	Market Value 09/30/24
Independent Financial Bank MMA	5.38%	10/01/24	\$ 88,893,500	\$ -	\$ (9,571,031)	\$ 79,322,469	\$ 88,893,500	\$ (9,571,031)	\$ 79,322,469
Simmons Bank MMA	3.76%	10/01/24	1,296,690	12,218	-	1,308,908	1,296,690	12,218	1,308,908
TexPool LGIP	5.16%	10/01/24	64,354,863	-	(13,779,989)	50,574,874	64,354,863	(13,779,989)	50,574,874
TexasCLASS LGIP	5.11%	10/01/24	3,195,424	-	(232,011)	2,963,413	3,195,424	(232,011)	2,963,413
East West Bank CD	5.67%	08/20/24	5,246,317	-	(5,246,317)	-	5,246,317	(5,246,317)	-
Independent Financial CD	5.37%	09/04/24	5,064,881	-	(5,064,881)	-	5,064,881	(5,064,881)	-
Independent Financial CD	5.47%	12/18/24	25,337,753	342,317	-	25,680,070	25,337,753	342,317	25,680,070
Independent Financial CD	5.15%	03/24/25	-	5,000,000	-	5,000,000	-	5,000,000	5,000,000
Independent Financial CD	5.15%	03/24/25	-	10,000,000	-	10,000,000	-	10,000,000	10,000,000
Independent Financial CD	5.15%	03/24/25	-	7,000,000	-	7,000,000	-	7,000,000	7,000,000
Independent Financial CD	5.15%	03/24/25	-	15,000,000	-	15,000,000	-	15,000,000	15,000,000
Independent Financial CD	5.25%	09/24/25	-	935,000	-	935,000	-	935,000	935,000
Independent Financial CD	5.00%	09/24/25	-	5,000,000	-	5,000,000	-	5,000,000	5,000,000
<b>TOTAL / AVERAGE</b>	<b>5.27%</b>		<b>\$ 193,389,428</b>	<b>\$ 43,289,535</b>	<b>\$ (33,894,229)</b>	<b>\$ 202,784,733</b>	<b>\$ 193,389,428</b>	<b>\$ 9,395,306</b>	<b>\$ 202,784,733</b>

**Cash & Investments by Fund**

Description	06/30/24	09/30/24	Change
CDC/EDC Funds	\$ 17,421,167	\$ 18,092,512	\$ 671,345
General/Utility Funds	71,980,307	70,320,159	(1,660,148)
Debt Service Funds	2,248,705	505,496	(1,743,208)
General Bond Funds	43,491,370	49,160,185	5,668,815
Water/Sewer Bond Funds	52,448,121	59,111,540	6,663,420
Anna HFC/PFC	2,604,334	2,631,427	27,093
ARPA/SLFRF Funds	3,195,424	2,963,413	(232,011)
<b>TOTALS</b>	<b>193,389,428</b>	<b>202,784,733</b>	<b>\$ 9,395,306</b>