



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

March 31, 2020

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of the City of White Settlement is in compliance with the Public Funds Investment Act and the Investment Policy and its incorporated strategies.

Jeffrey J. Jones
City Manager

Mychal Camp
Finance Director

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.



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Summary

Quarter End Results by Investment Category:

Asset Type	December 31, 2019		March 31, 2020		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
Pools/Bank/MMA	\$ 24,896,796	\$ 24,896,796	\$ 26,305,983	\$ 26,305,983	1.14%
Securities/CDs	21,015,895	21,015,895	22,109,167	22,109,167	2.47%
Totals	\$ 45,912,691	\$ 45,912,691	\$ 48,415,150	\$ 48,415,150	1.75%

Quarter End Average Yield (1)

Total Portfolio	1.75%
Rolling Three Month Treasury	1.17%
Rolling Six Month Treasury	1.39%
TexPool	1.00%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	1.95%
Rolling Three Month Treasury	1.38%
Rolling Six Month Treasury	1.58%
Quarterly TexPool Yield	1.31%

Interest Revenue

Quarterly Interest Income	\$ 229,918
Year-to-date Interest Income	\$ 476,283

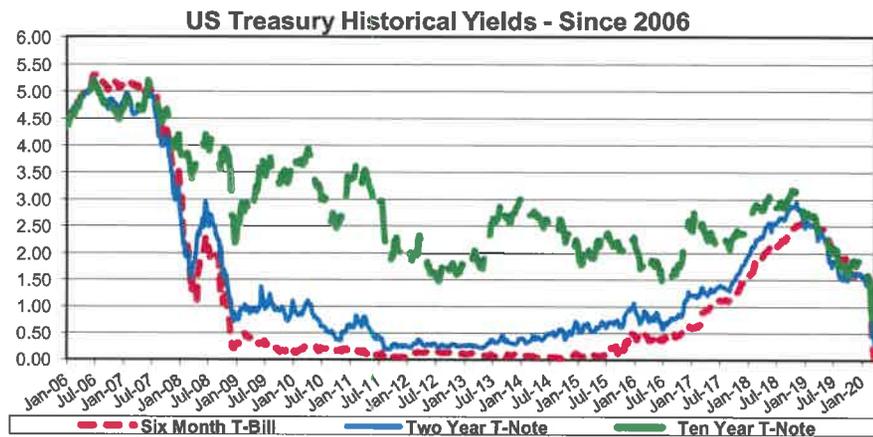
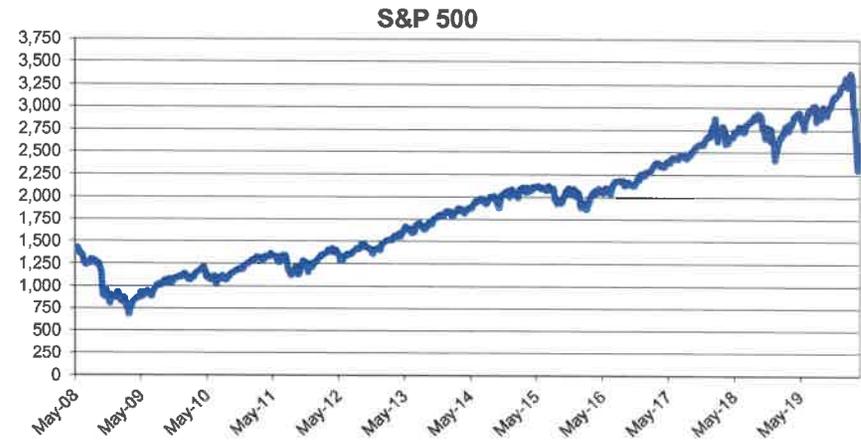
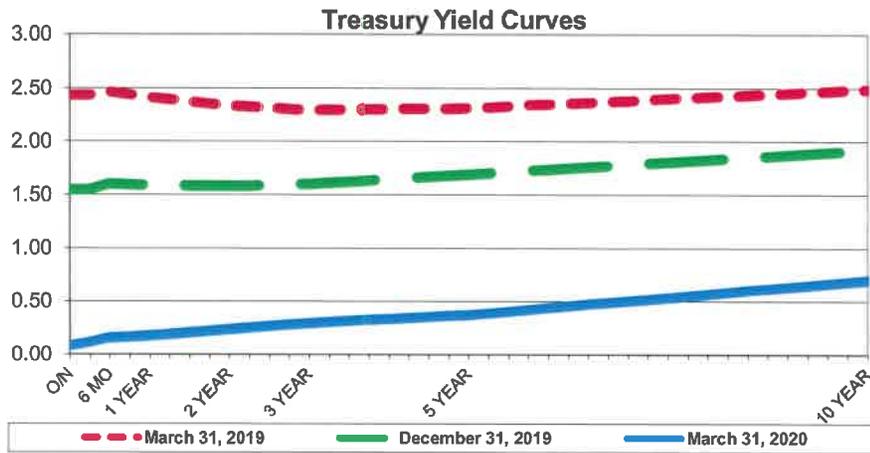
(1) **Quarter End Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

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

3/31/2020

Due to COVID-19 pandemic concerns, the Federal Open Market Committee (FOMC) dramatically reduced the Fed Funds target range to 0.00% to 0.25% (Effective Fed Funds are trading +/- 0.10%). Worldwide economic activity has collapsed because of Coronavirus "social isolation" and other related actions. The Yield Curve plummeted. Crude oil declined severely to less than \$25 per barrel. Unemployment claims leaped to over 10 million. The Stock Market "corrected" into a full bear market. U.S. monetary and fiscal programs are designed to stabilize and improve near term economic conditions. Time will tell how long the pandemic lasts and full recovery takes.



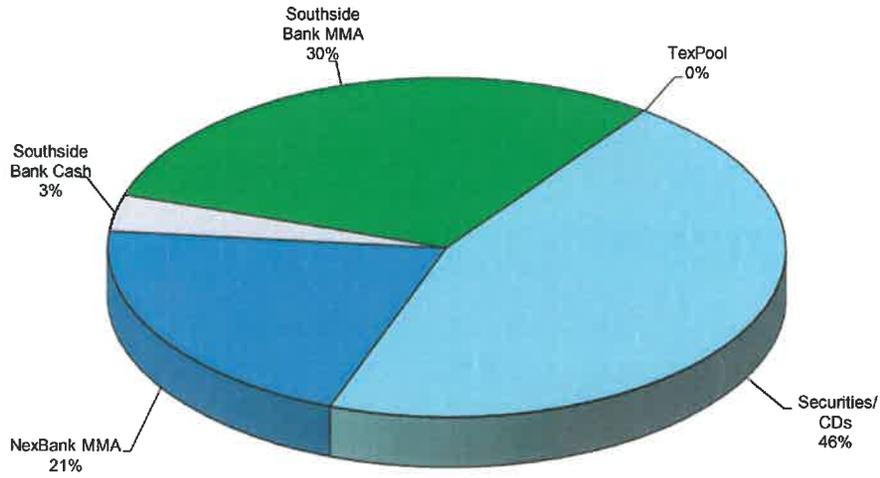
Investment Holdings
March 31, 2020

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Southside Bank Cash		0.50%	04/01/20	03/31/20	\$ 1,703,165	\$ 1,703,165	1.00	\$ 1,703,165	1	0.50%
Southside Bank MMA		1.38%	04/01/20	03/31/20	14,490,043	14,490,043	1.00	14,490,043	1	1.38%
NexBank MMA		0.90%	04/01/20	03/31/20	10,111,097	10,111,097	1.00	10,111,097	1	0.90%
TexPool	AAAm	1.00%	04/01/20	03/31/20	1,678	1,678	1.00	1,678	1	1.00%
East West Bank CD		2.94%	04/17/20	10/17/18	1,043,781	1,043,781	100	1,043,781	17	2.98%
East West Bank CD		2.94%	04/17/20	10/17/18	1,043,781	1,043,781	100	1,043,781	17	2.98%
East West Bank CD		2.66%	05/21/20	02/21/19	1,051,601	1,051,601	100	1,051,601	51	2.70%
LegacyTexas Bank CD		2.90%	06/12/20	06/13/18	2,150,779	2,150,779	100	2,150,779	73	2.94%
BTH Bank CDARS		2.60%	07/23/20	04/25/19	1,024,660	1,024,660	100	1,024,660	114	2.60%
BBVA USA CD		2.54%	08/13/20	05/13/19	1,021,437	1,021,437	100	1,021,437	135	2.57%
Legend Bank CDARS		1.85%	09/10/20	03/12/20	1,000,000	1,000,000	100	1,000,000	163	1.87%
LegacyTexas Bank CD		2.78%	10/26/20	01/25/19	1,032,843	1,032,843	100	1,032,843	209	2.82%
BTH Bank CDARS		2.62%	01/21/21	04/25/19	1,024,852	1,024,852	100	1,024,852	296	2.65%
LegacyTexas Bank CD		2.48%	02/12/21	05/14/19	1,020,904	1,020,904	100	1,020,904	318	2.51%
Legend Bank CDARS		1.85%	03/11/21	03/12/20	1,000,000	1,000,000	100	1,000,000	345	1.87%
BTH Bank CDARS		2.63%	04/21/21	04/25/19	1,024,948	1,024,948	100	1,024,948	386	2.66%
East West Bank CD		1.70%	04/27/21	01/27/20	1,031,049	1,031,049	100	1,031,049	392	1.71%
LegacyTexas Bank CD		2.50%	05/14/21	05/14/19	1,021,074	1,021,074	100	1,021,074	409	2.53%
Security State B&T CD		2.45%	06/26/21	06/26/19	2,037,054	2,037,054	100	2,037,054	452	2.48%
Security State B&T CD		2.23%	07/24/21	07/24/19	3,552,468	3,552,468	100	3,552,468	480	2.25%
BBVA USA CD		1.76%	10/25/21	10/25/19	1,027,937	1,027,937	100	1,027,937	573	1.78%
Total					\$ 48,415,150	\$ 48,415,150		\$ 48,415,150	130	1.75%
									(1)	(2)

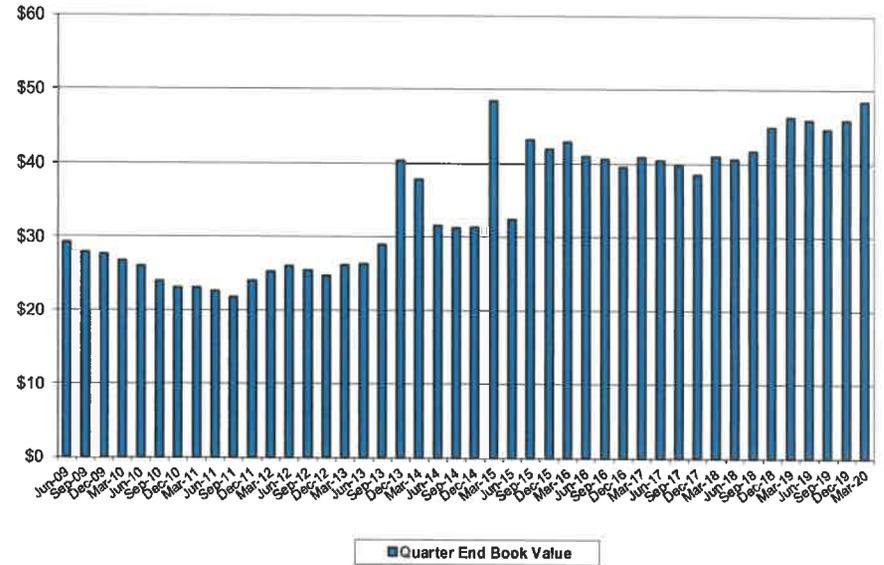
(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(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.

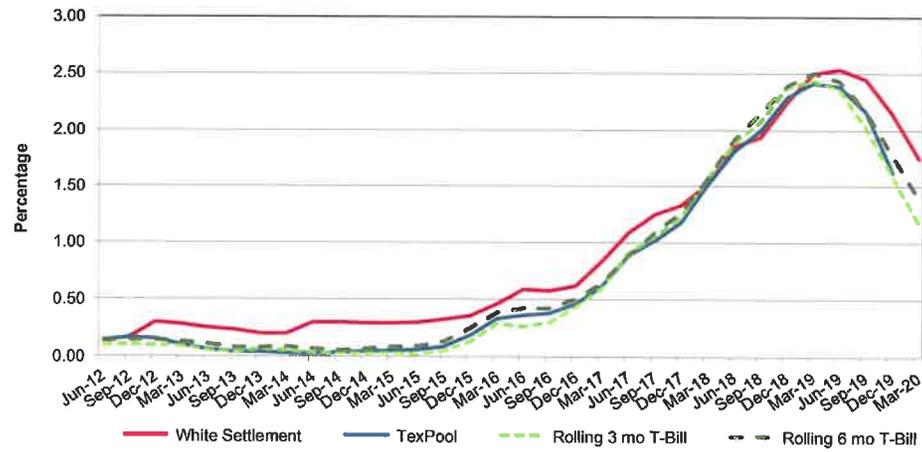
Portfolio Composition



Total Portfolio (Millions)



Total Portfolio Performance



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	December 31, 2019			March 31, 2020		
			Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Maturities	Par Value	Book Value
Southside Bank Cash	0.50%	04/01/20	\$ 1,933,898	\$ 1,933,898	\$ -	\$ (230,733)	\$ 1,703,165	\$ 1,703,165
Southside Bank MMA	1.38%	04/01/20	12,888,079	12,888,079	1,601,965		14,490,043	14,490,043
NexBank MMA	0.90%	04/01/20	10,073,147	10,073,147	37,950		10,111,097	10,111,097
TexPool	1.00%	04/01/20	1,673	1,673	6		1,678	1,678
East West Bank CD	2.74%	01/27/20	1,025,928	1,025,928		(1,025,928)	-	-
East West Bank CD	2.89%	02/28/20	1,032,095	1,032,095		(1,032,095)	-	-
East West Bank CD	2.94%	04/17/20	1,036,159	1,036,159	7,622		1,043,781	1,043,781
East West Bank CD	2.94%	04/17/20	1,036,159	1,036,159	7,622		1,043,781	1,043,781
East West Bank CD	2.66%	05/21/20	1,044,650	1,044,650	6,951		1,051,601	1,051,601
LegacyTexas Bank CD	2.90%	06/12/20	2,135,337	2,135,337	15,442		2,150,779	2,150,779
BTH Bank CDARS	2.60%	07/23/20	1,018,040	1,018,040	6,620		1,024,660	1,024,660
BBVA USA CD	2.54%	08/13/20	1,015,003	1,015,003	6,434		1,021,437	1,021,437
Legend Bank CDARS	1.85%	09/10/20	-	-	1,000,000		1,000,000	1,000,000
LegacyTexas Bank CD	2.78%	10/26/20	1,025,735	1,025,735	7,108		1,032,843	1,032,843
BTH Bank CDARS	2.62%	01/21/21	1,018,180	1,018,180	6,672		1,024,852	1,024,852
LegacyTexas Bank CD	2.48%	02/12/21	1,014,631	1,014,631	6,273		1,020,904	1,020,904
Legend Bank CDARS	1.85%	03/11/21	-	-	1,000,000		1,000,000	1,000,000
BTH Bank CDARS	2.63%	04/21/21	1,018,250	1,018,250	6,698		1,024,948	1,024,948
East West Bank CD	1.70%	04/27/21	-	-	1,031,049		1,031,049	1,031,049
LegacyTexas Bank CD	2.50%	05/14/21	1,014,750	1,014,750	6,324		1,021,074	1,021,074
Security State B&T CD	2.45%	06/26/21	2,024,693	2,024,693	12,361		2,037,054	2,037,054
Security State B&T CD	2.23%	07/24/21	3,532,839	3,532,839	19,629		3,552,468	3,552,468
BBVA USA CD	1.76%	10/25/21	1,023,447	1,023,447	4,489		1,027,937	1,027,937
TOTAL			\$ 45,912,691	\$ 45,912,691	\$ 4,791,216	\$ (2,288,756)	\$ 48,415,150	\$ 48,415,150

Market Value Comparison

Description	Coupon/ Discount	Maturity Date	December 31, 2019		Qtr to Qtr Change	March 31, 2020	
			Par Value	Market Value		Par Value	Market Value
Southside Bank Cash	0.50%	04/01/20	\$ 1,933,898	\$ 1,933,898	\$ (230,733)	\$ 1,703,165	\$ 1,703,165
Southside Bank MMA	1.38%	04/01/20	12,888,079	12,888,079	1,601,965	14,490,043	14,490,043
NexBank MMA	0.90%	04/01/20	10,073,147	10,073,147	37,950	10,111,097	10,111,097
TexPool	1.00%	04/01/20	1,673	1,673	6	1,678	1,678
East West Bank CD	2.74%	01/27/20	1,025,928	1,025,928	(1,025,928)	—	—
East West Bank CD	2.89%	02/28/20	1,032,095	1,032,095	(1,032,095)	—	—
East West Bank CD	2.94%	04/17/20	1,036,159	1,036,159	7,622	1,043,781	1,043,781
East West Bank CD	2.94%	04/17/20	1,036,159	1,036,159	7,622	1,043,781	1,043,781
East West Bank CD	2.66%	05/21/20	1,044,650	1,044,650	6,951	1,051,601	1,051,601
LegacyTexas Bank CD	2.90%	06/12/20	2,135,337	2,135,337	15,442	2,150,779	2,150,779
BTH Bank CDARS	2.60%	07/23/20	1,018,040	1,018,040	6,620	1,024,660	1,024,660
BBVA USA CD	2.54%	08/13/20	1,015,003	1,015,003	6,434	1,021,437	1,021,437
Legend Bank CDARS	1.85%	09/10/20	—	—	1,000,000	1,000,000	1,000,000
LegacyTexas Bank CD	2.78%	10/26/20	1,025,735	1,025,735	7,108	1,032,843	1,032,843
BTH Bank CDARS	2.62%	01/21/21	1,018,180	1,018,180	6,672	1,024,852	1,024,852
LegacyTexas Bank CD	2.48%	02/12/21	1,014,631	1,014,631	6,273	1,020,904	1,020,904
Legend Bank CDARS	1.85%	03/11/21	—	—	1,000,000	1,000,000	1,000,000
BTH Bank CDARS	2.63%	04/21/21	1,018,250	1,018,250	6,698	1,024,948	1,024,948
East West Bank CD	1.70%	04/27/21	—	—	1,031,049	1,031,049	1,031,049
LegacyTexas Bank CD	2.50%	05/14/21	1,014,750	1,014,750	6,324	1,021,074	1,021,074
Security State B&T CD	2.45%	06/26/21	2,024,693	2,024,693	12,361	2,037,054	2,037,054
Security State B&T CD	2.23%	07/24/21	3,532,839	3,532,839	19,629	3,552,468	3,552,468
BBVA USA CD	1.76%	10/25/21	1,023,447	1,023,447	4,489	1,027,937	1,027,937
TOTAL			\$ 45,912,691	\$ 45,912,691	\$ 2,502,460	\$ 48,415,150	\$ 48,415,150