



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

September 30, 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.

City Manager

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.

Annual Comparison of Portfolio Performance

FYE Results by Investment Category:

Asset Type	September 30, 2019			September 30, 2020		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
Pools/Bank/MMA	2.18%	\$ 20,715,616	\$ 20,715,616	0.40%	\$ 19,689,745	\$ 19,689,745
Securities/CDs	2.67%	23,959,962	23,959,962	1.56%	25,946,447	25,946,447
Totals		44,675,578	44,675,578		45,636,192	45,636,192

Fourth Quarter-End Yield **2.45%** **1.06%**

Average Quarter-End Yields (1):

	2019 Fiscal Year	2020 Fiscal Year
White Settlement	2.43%	1.54%
Rolling Three Month Treasury	2.30%	0.76%
Rolling Six Month Treasury	2.37%	0.99%
TexPool	2.31%	0.75%
Fiscal YTD interest earnings	\$ 1,065,384	\$ 757,541

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

Summary

Quarter End Results by Investment Category:

Asset Type	June 30, 2020		September 30, 2020		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
Pools/Bank/MMA	\$ 21,097,501	\$ 21,097,501	\$ 19,689,745	\$ 19,689,745	0.40%
Securities/CDs	24,913,441	24,913,441	25,946,447	25,946,447	1.56%
Totals	\$ 46,010,942	\$ 46,010,942	\$ 45,636,192	\$ 45,636,192	1.06%

Quarter End Average Yield (1)

Total Portfolio	1.06%
Rolling Three Month Treasury	0.12%
Rolling Six Month Treasury	0.15%
TexPool	0.15%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	1.54%
Rolling Three Month Treasury	0.76%
Rolling Six Month Treasury	0.99%
Quarterly TexPool Yield	0.75%

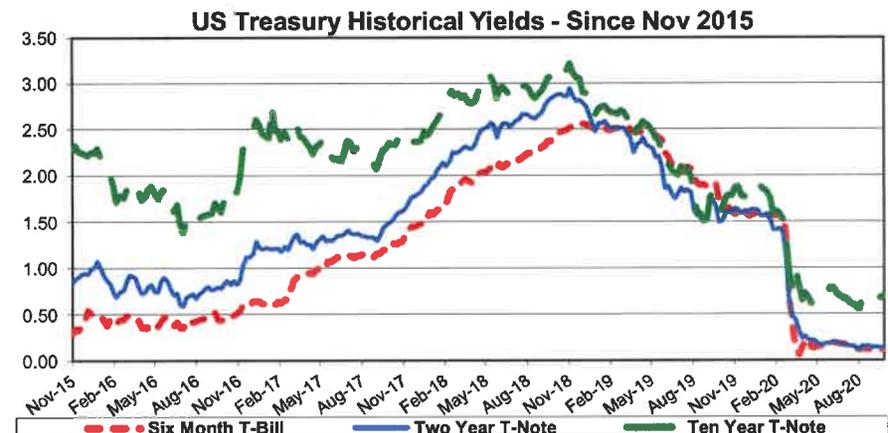
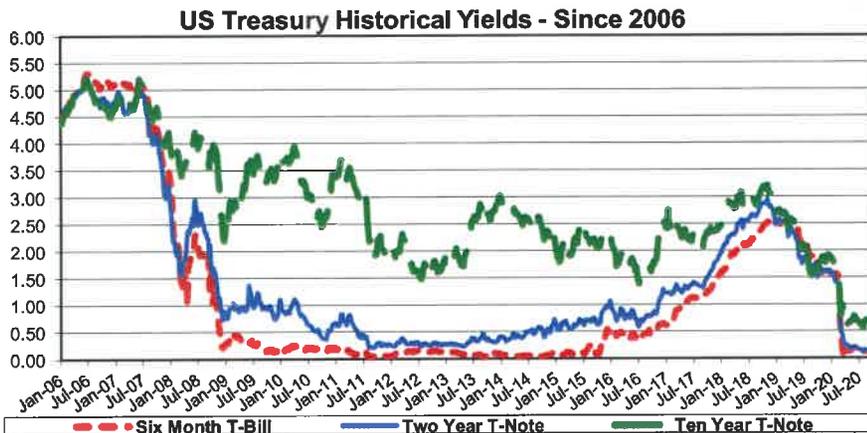
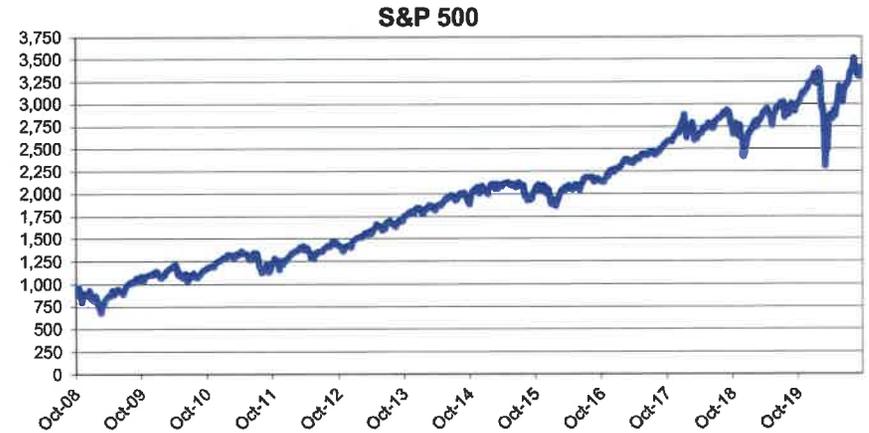
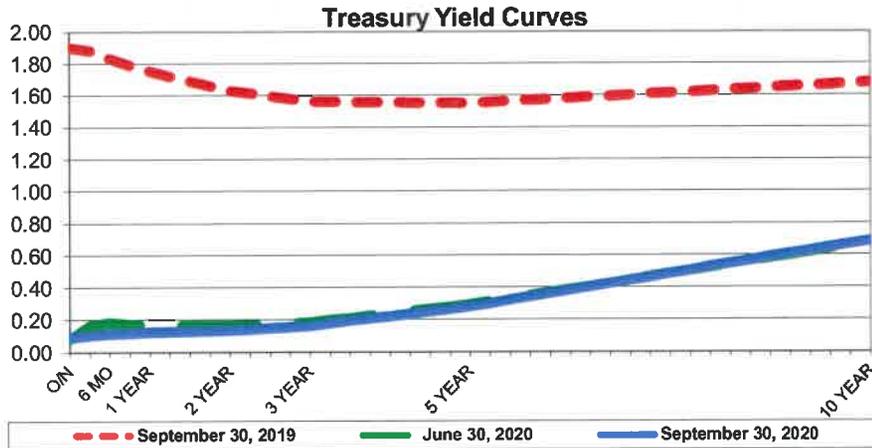
Interest Revenue

Quarterly Interest Income	\$	127,930
Year-to-date Interest Income	\$	757,541

(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.

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range at 0.00% to 0.25% (Effective Fed Funds are trading +/-0.10%), and projected that reduced rates could remain through 2024. Final estimate of Second Quarter GDP revised to down 31.4% (from down 31.9%). The Yield Curve remained stable. Crude oil slid to below \$40 per barrel. September Non Farm Payroll added 661k workers. Business added over 800k, but governments shed 200+k. The Stock Markets retreated slightly from all-time highs. Housing strengthened due to low mortgage rates. Additional federal economic assistance remained stalled in Congress.



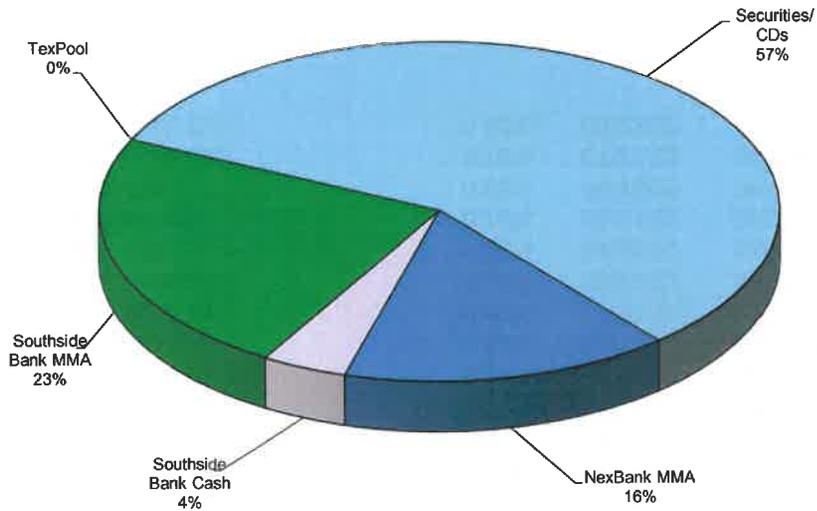
Investment Holdings
September 30, 2020

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Southside Bank Cash		0.49%	10/01/20	09/30/20	\$ 1,851,072	\$ 1,851,072	1.00	\$ 1,851,072	1	0.49%
Southside Bank MMA		0.35%	10/01/20	09/30/20	10,706,133	10,706,133	1.00	10,706,133	1	0.35%
NexBank MMA		0.45%	10/01/20	09/30/20	7,130,859	7,130,859	1.00	7,130,859	1	0.45%
TexPool	AAAm	0.15%	10/01/20	09/30/20	1,681	1,681	1.00	1,681	1	0.15%
LegacyTexas Bank CD		2.78%	10/26/20	01/25/19	1,047,362	1,047,362	100	1,047,362	26	2.82%
BTH Bank CDARS		2.62%	01/21/21	04/25/19	1,038,403	1,038,403	100	1,038,403	113	2.65%
LegacyTexas Bank CD		2.48%	02/12/21	05/14/19	1,033,698	1,033,698	100	1,033,698	135	2.51%
Legend Bank CDARS		1.85%	03/11/21	03/12/20	1,000,000	1,000,000	100	1,000,000	162	1.87%
Bank OZK CD		0.75%	04/20/21	04/20/20	1,003,152	1,003,152	100	1,003,152	202	0.75%
BTH Bank CDARS		2.63%	04/21/21	04/25/19	1,038,552	1,038,552	100	1,038,552	203	2.66%
East West Bank CD		1.70%	04/27/21	01/27/20	1,039,874	1,039,874	100	1,039,874	209	1.71%
LegacyTexas Bank CD		2.50%	05/14/21	05/14/19	1,033,975	1,033,975	100	1,033,975	226	2.53%
CapTex Bank CD		0.65%	05/21/21	05/21/20	1,002,184	1,002,184	100	1,002,184	233	0.65%
Security State B&T CD		2.45%	06/26/21	06/26/19	2,062,273	2,062,273	100	2,062,273	269	2.48%
Security State B&T CD		2.23%	07/24/21	07/24/19	3,592,481	3,592,481	100	3,592,481	297	2.25%
Bank OZK CD		0.85%	10/20/21	04/20/20	1,003,572	1,003,572	100	1,003,572	385	0.90%
BBVA USA CD		1.76%	10/25/21	10/25/19	1,037,072	1,037,072	100	1,037,072	390	1.78%
CapTex Bank CD		0.70%	11/21/21	05/21/20	1,002,361	1,002,361	100	1,002,361	417	0.70%
Bank OZK CD		0.53%	12/16/21	06/16/20	1,001,339	1,001,339	100	1,001,339	442	0.53%
Prosperity Bank CD		0.60%	01/27/22	07/27/20	1,001,017	1,001,017	100	1,001,017	484	0.60%
Prosperity Bank CD		0.40%	03/22/22	09/22/20	1,000,000	1,000,000	100	1,000,000	538	0.40%
Bank OZK CD		0.95%	04/20/22	04/20/20	1,003,993	1,003,993	100	1,003,993	567	0.96%
CapTex Bank CD		0.76%	05/21/22	05/21/20	1,002,564	1,002,564	100	1,002,564	598	0.76%
Bank OZK CD		0.55%	06/16/22	06/16/20	1,001,389	1,001,389	100	1,001,389	624	0.55%
Prosperity Bank CD		0.70%	07/27/22	07/28/20	1,001,186	1,001,186	100	1,001,186	665	0.70%
Prosperity Bank CD		0.50%	09/22/22	09/22/20	1,000,000	1,000,000	100	1,000,000	722	0.50%
Total					\$ 45,636,192	\$ 45,636,192		\$ 45,636,192	198	1.06%
									(1)	(2)

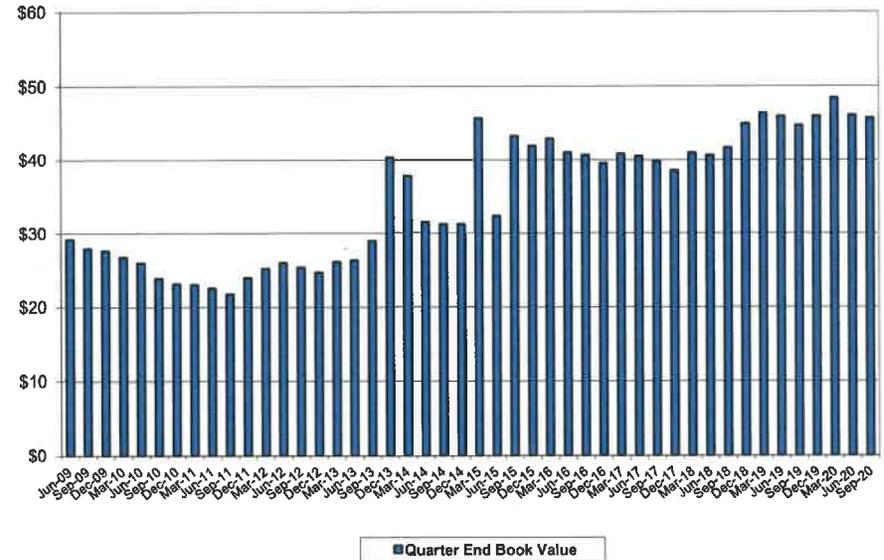
(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(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.

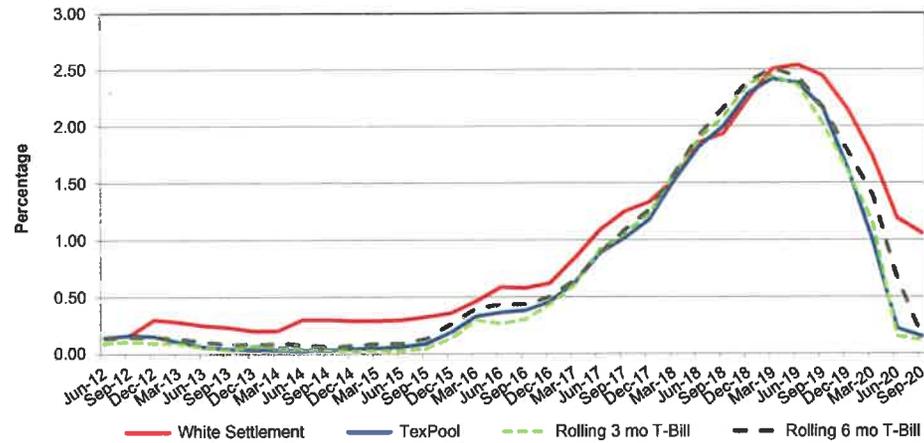
Portfolio Composition



Total Portfolio (Millions)



Total Portfolio Performance



Book and Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 06/30/20	Increases	Decreases	Book Value 09/30/20	Market Value 06/30/20	Change in Market Value	Market Value 09/30/20
Southside Bank Cash	0.49%	10/01/20	\$ 1,549,337	\$ 301,735	\$ -	\$ 1,851,072	\$ 1,549,337	\$ 301,735	\$ 1,851,072
Southside Bank MMA	0.35%	10/01/20	12,424,288	-	(1,718,155)	10,706,133	12,424,288	(1,718,155)	10,706,133
NexBank MMA	0.45%	10/01/20	7,122,196	8,663	-	7,130,859	7,122,196	8,663	7,130,859
TexPool	0.15%	10/01/20	1,680	1	-	1,681	1,680	1	1,681
BTH Bank CDARS	2.60%	07/23/20	1,031,323	-	(1,031,323)	-	1,031,323	(1,031,323)	-
BBVA USA CD	2.54%	08/13/20	1,027,979	-	(1,027,979)	-	1,027,979	(1,027,979)	-
Legend Bank CDARS	1.85%	09/10/20	1,000,000	-	(1,000,000)	-	1,000,000	(1,000,000)	-
LegacyTexas Bank CD	2.82%	10/26/20	1,040,077	7,285	-	1,047,362	1,040,077	7,285	1,047,362
BTH Bank CDARS	2.65%	01/21/21	1,031,568	6,835	-	1,038,403	1,031,568	6,835	1,038,403
LegacyTexas Bank CD	2.51%	02/12/21	1,027,281	6,417	-	1,033,698	1,027,281	6,417	1,033,698
Legend Bank CDARS	1.87%	03/11/21	1,000,000	-	-	1,000,000	1,000,000	-	1,000,000
Bank OZK CD	0.75%	04/20/21	1,001,255	1,897	-	1,003,152	1,001,255	1,897	1,003,152
BTH Bank CDARS	2.66%	04/21/21	1,031,690	6,862	-	1,038,552	1,031,690	6,862	1,038,552
East West Bank CD	1.71%	04/27/21	1,035,428	4,446	-	1,039,874	1,035,428	4,446	1,039,874
LegacyTexas Bank CD	2.53%	05/14/21	1,027,504	6,471	-	1,033,975	1,027,504	6,471	1,033,975
CapTex Bank CD	0.65%	05/21/21	1,000,544	1,640	-	1,002,184	1,000,544	1,640	1,002,184
Security State B&T CD	2.48%	06/26/21	2,049,625	12,648	-	2,062,273	2,049,625	12,648	2,062,273
Security State B&T CD	2.25%	07/24/21	3,572,419	20,063	-	3,592,481	3,572,419	20,063	3,592,481
Bank OZK CD	0.90%	10/20/21	1,001,423	2,150	-	1,003,572	1,001,423	2,150	1,003,572
BBVA USA CD	1.78%	10/25/21	1,032,494	4,578	-	1,037,072	1,032,494	4,578	1,037,072
CapTex Bank CD	0.35%	11/21/21	1,000,595	1,766	-	1,002,361	1,000,595	1,766	1,002,361
Bank OZK CD	0.53%	12/16/21	1,000,000	1,339	-	1,001,339	1,000,000	1,339	1,001,339
Prosperity Bank CD	0.60%	01/27/22	-	1,001,017	-	1,001,017	-	1,001,017	1,001,017
Prosperity Bank CD	0.40%	03/22/22	-	1,000,000	-	1,000,000	-	1,000,000	1,000,000
Bank OZK CD	0.96%	04/20/22	1,001,590	2,403	-	1,003,993	1,001,590	2,403	1,003,993
CapTex Bank CD	0.76%	05/21/22	1,000,645	1,918	-	1,002,564	1,000,645	1,918	1,002,564
Bank OZK CD	0.55%	06/16/22	1,000,000	1,389	-	1,001,389	1,000,000	1,389	1,001,389
Prosperity Bank CD	0.70%	07/27/22	-	1,001,186	-	1,001,186	-	1,001,186	1,001,186
Prosperity Bank CD	0.50%	09/22/22	-	1,000,000	-	1,000,000	-	1,000,000	1,000,000
TOTAL / AVERAGE	1.06%		\$ 46,010,942	\$ 4,402,708	\$ (4,777,458)	\$ 45,636,192	\$ 46,010,942	\$ (374,750)	\$ 45,636,192