



## QUARTERLY INVESTMENT REPORT For the Quarter Ended

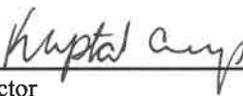
December 31, 2020

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.

  
\_\_\_\_\_  
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.

**Summary**

**Quarter End Results by Investment Category:**

<u>Asset Type</u>	<u>September 30, 2020</u>		<u>December 31, 2020</u>		
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Ave. Yield</u>
Pools/Bank/MMA	\$ 19,689,745	\$ 19,689,745	\$ 19,337,001	\$ 19,337,001	0.39%
Securities/CDs	25,946,447	25,946,447	24,987,104	24,987,104	1.51%
<b>Totals</b>	<b>\$ 45,636,192</b>	<b>\$ 45,636,192</b>	<b>\$ 44,324,105</b>	<b>\$ 44,324,105</b>	<b>1.02%</b>

Quarter End Average Yield (1)

Total Portfolio	1.02%
Rolling Three Month Treasury	0.09%
Rolling Six Month Treasury	0.12%
TexPool	0.09%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	1.02%
Rolling Three Month Treasury	0.09%
Rolling Six Month Treasury	0.12%
Quarterly TexPool Yield	0.09%

Interest Earnings (Approximate)

Quarterly Interest Income	\$ 113,459
Year-to-date Interest Income	\$ 113,459

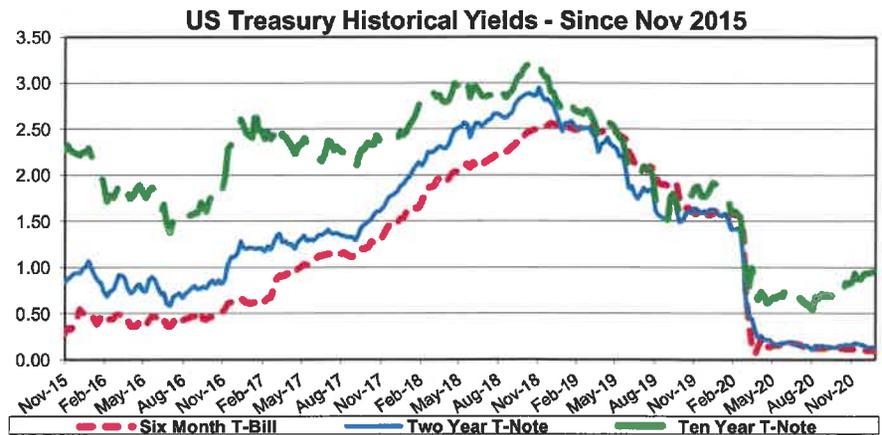
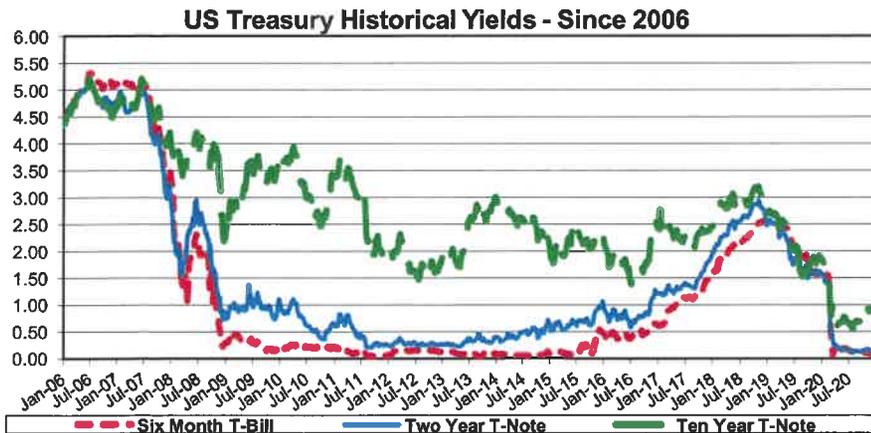
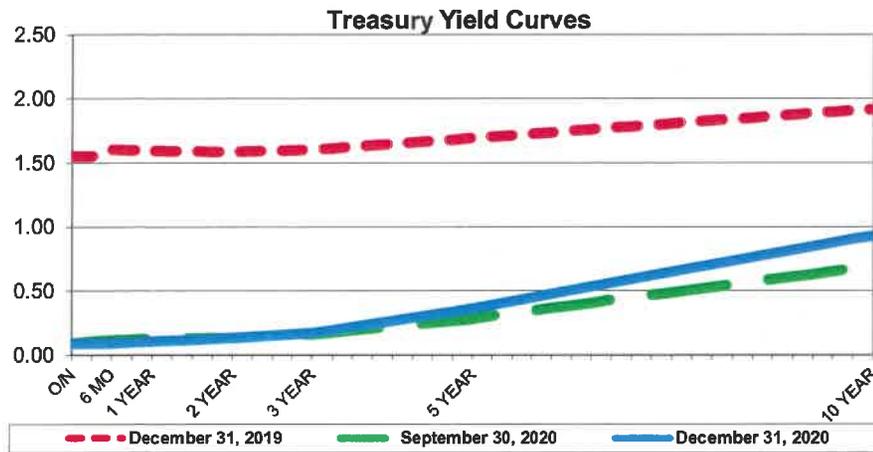
(1) **Quarter End Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(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**

12/31/2020

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 into 2024. Second estimate of Third Quarter GDP was finalized at +33.4%, but still remains 3.5% below pre-pandemic levels. Crude oil traded above \$50 per barrel. Employment/ Unemployment continues modest improvement. The Stock Markets reached new highs. Housing continues adding positive economic activity. Additional fiscal stimulus passed and was signed by the President. The Yield Curve steepened slightly from last quarter end.



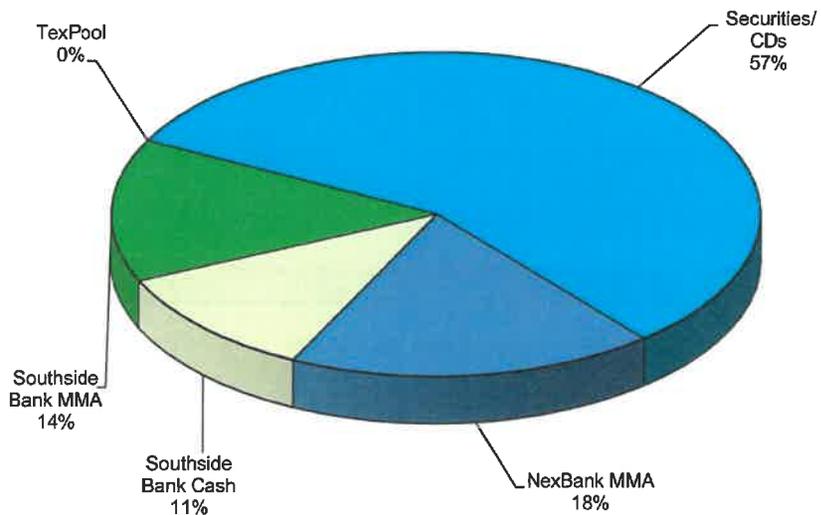
**Investment Holdings**  
**December 31, 2020**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Southside Bank Cash		0.40%	01/01/21	12/31/20	\$ 4,889,091	\$ 4,889,091	1.00	\$ 4,889,091	1	0.40%
Southside Bank MMA		0.30%	01/01/21	12/31/20	6,306,688	6,306,688	1.00	6,306,688	1	0.30%
NexBank MMA		0.45%	01/01/21	12/31/20	8,139,541	8,139,541	1.00	8,139,541	1	0.45%
TexPool	AAAm	0.09%	01/01/21	12/31/20	1,681	1,681	1.00	1,681	1	0.09%
BTH Bank CDARS		2.62%	01/21/21	04/25/19	1,045,283	1,045,283	100	1,045,283	21	2.65%
LegacyTexas Bank CD		2.48%	02/12/21	05/14/19	1,040,086	1,040,086	100	1,040,086	43	2.51%
Legend Bank CDARS		1.85%	03/11/21	03/12/20	1,000,000	1,000,000	100	1,000,000	70	1.87%
Bank OZK CD		0.75%	04/20/21	04/20/20	1,005,031	1,005,031	100	1,005,031	110	0.75%
BTH Bank CDARS		2.63%	04/21/21	04/25/19	1,045,459	1,045,459	100	1,045,459	111	2.66%
East West Bank CD		1.70%	04/27/21	01/27/20	1,044,339	1,044,339	100	1,044,339	117	1.71%
LegacyTexas Bank CD		2.50%	05/14/21	05/14/19	1,040,415	1,040,415	100	1,040,415	134	2.53%
CapTex Bank CD		0.65%	05/21/21	05/21/20	1,003,809	1,003,809	100	1,003,809	141	0.65%
Security State B&T CD		2.45%	06/26/21	06/26/19	2,074,861	2,074,861	100	2,074,861	177	2.48%
Security State B&T CD		2.23%	07/24/21	07/24/19	3,612,437	3,612,437	100	3,612,437	205	2.25%
Bank OZK CD		0.85%	10/20/21	04/20/20	1,005,703	1,005,703	100	1,005,703	293	0.90%
BBVA USA CD		1.76%	10/25/21	10/25/19	1,041,620	1,041,620	100	1,041,620	298	1.78%
CapTex Bank CD		0.70%	11/21/21	05/21/20	1,004,111	1,004,111	100	1,004,111	325	0.70%
Bank OZK CD		0.53%	12/16/21	06/16/20	1,002,665	1,002,665	100	1,002,665	350	0.53%
Prosperity Bank CD		0.60%	01/27/22	07/27/20	1,002,511	1,002,511	100	1,002,511	392	0.60%
Prosperity Bank CD		0.40%	03/22/22	09/22/20	1,000,995	1,000,995	100	1,000,995	446	0.40%
Bank OZK CD		0.95%	04/20/22	04/20/20	1,006,375	1,006,375	100	1,006,375	475	0.96%
CapTex Bank CD		0.76%	05/21/22	05/21/20	1,004,464	1,004,464	100	1,004,464	506	0.76%
Bank OZK CD		0.55%	06/16/22	06/16/20	1,002,766	1,002,766	100	1,002,766	532	0.55%
Prosperity Bank CD		0.70%	07/27/22	07/28/20	1,002,930	1,002,930	100	1,002,930	573	0.70%
Prosperity Bank CD		0.50%	09/22/22	09/22/20	1,001,244	1,001,244	100	1,001,244	630	0.50%
<b>Total</b>					<b>\$ 44,324,105</b>	<b>\$ 44,324,105</b>		<b>\$ 44,324,105</b>	<b>152</b>	<b>1.02%</b>
									<b>(1)</b>	<b>(2)</b>

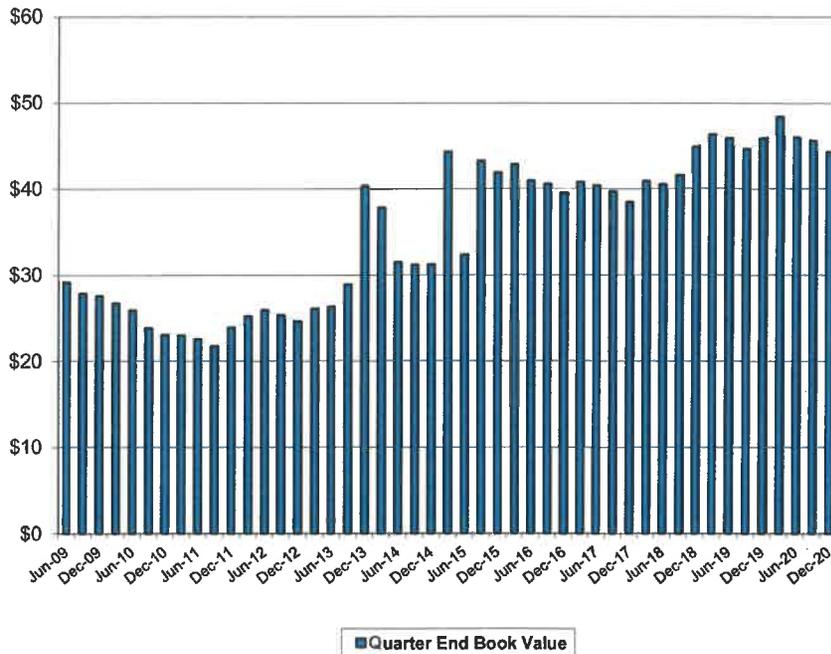
(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(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.

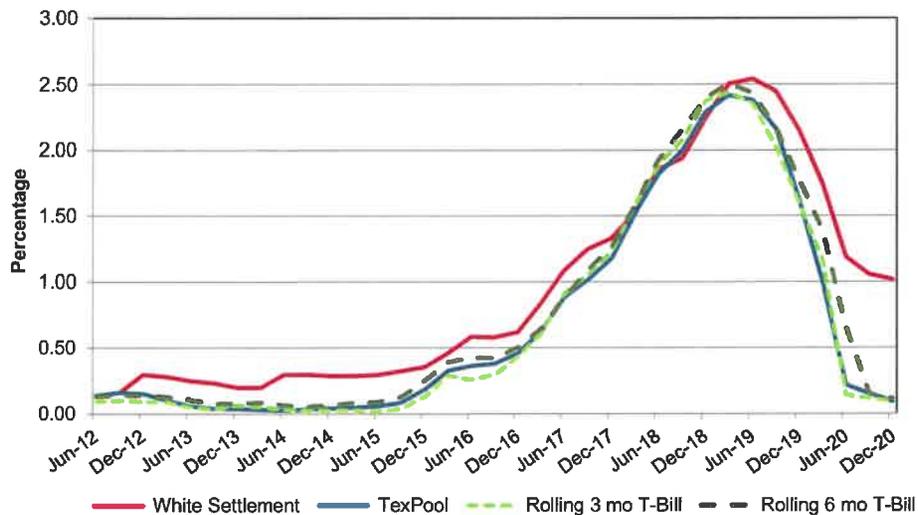
**Portfolio Composition**



**Total Portfolio (Millions)**



**Total Portfolio Performance**



## Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 09/30/20	Increases	Decreases	Book Value 12/31/20	Market Value 09/30/20	Change in Market Value	Market Value 12/31/20
Southside Bank Cash	0.40%	01/01/21	\$ 1,851,072	\$ 3,038,019	\$ -	\$ 4,889,091	\$ 1,851,072	\$ 3,038,019	\$ 4,889,091
Southside Bank MMA	0.30%	01/01/21	10,706,133	-	(4,399,445)	6,306,688	10,706,133	(4,399,445)	6,306,688
NexBank MMA	0.45%	01/01/21	7,130,859	1,008,681	-	8,139,541	7,130,859	1,008,681	8,139,541
TexPool	0.09%	01/01/21	1,681	1	-	1,681	1,681	1	1,681
Prosperity Bank CD	2.82%	10/26/20	1,047,362	-	(1,047,362)	-	1,047,362	(1,047,362)	-
BTH Bank CDARS	2.65%	01/21/21	1,038,403	6,880	-	1,045,283	1,038,403	6,880	1,045,283
LegacyTexas Bank CD	2.51%	02/12/21	1,033,698	6,387	-	1,040,086	1,033,698	6,387	1,040,086
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	1,003,152	1,879	-	1,005,031	1,003,152	1,879	1,005,031
BTH Bank CDARS	2.66%	04/21/21	1,038,552	6,907	-	1,045,459	1,038,552	6,907	1,045,459
East West Bank CD	1.71%	04/27/21	1,039,874	4,465	-	1,044,339	1,039,874	4,465	1,044,339
LegacyTexas Bank CD	2.53%	05/14/21	1,033,975	6,440	-	1,040,415	1,033,975	6,440	1,040,415
CapTex Bank CD	0.65%	05/21/21	1,002,184	1,625	-	1,003,809	1,002,184	1,625	1,003,809
Security State B&T CD	2.48%	06/26/21	2,062,273	12,588	-	2,074,861	2,062,273	12,588	2,074,861
Security State B&T CD	2.25%	07/24/21	3,592,481	19,955	-	3,612,437	3,592,481	19,955	3,612,437
Bank OZK CD	0.90%	10/20/21	1,003,572	2,131	-	1,005,703	1,003,572	2,131	1,005,703
BBVA USA CD	1.78%	10/25/21	1,037,072	4,548	-	1,041,620	1,037,072	4,548	1,041,620
CapTex Bank CD	0.30%	11/21/21	1,002,361	1,750	-	1,004,111	1,002,361	1,750	1,004,111
Bank OZK CD	0.53%	12/16/21	1,001,339	1,326	-	1,002,665	1,001,339	1,326	1,002,665
Prosperity Bank CD	0.60%	01/27/22	1,001,017	1,494	-	1,002,511	1,001,017	1,494	1,002,511
Prosperity Bank CD	0.40%	03/22/22	1,000,000	995	-	1,000,995	1,000,000	995	1,000,995
Bank OZK CD	0.96%	04/20/22	1,003,993	2,382	-	1,006,375	1,003,993	2,382	1,006,375
CapTex Bank CD	0.76%	05/21/22	1,002,564	1,901	-	1,004,464	1,002,564	1,901	1,004,464
Bank OZK CD	0.55%	06/16/22	1,001,389	1,376	-	1,002,766	1,001,389	1,376	1,002,766
Prosperity Bank CD	0.70%	07/27/22	1,001,186	1,744	-	1,002,930	1,001,186	1,744	1,002,930
Prosperity Bank CD	0.50%	09/22/22	1,000,000	1,244	-	1,001,244	1,000,000	1,244	1,001,244
<b>TOTAL / AVERAGE</b>	<b>1.02%</b>		<b>\$ 45,636,192</b>	<b>\$ 4,134,719</b>	<b>\$ (5,446,807)</b>	<b>\$ 44,324,105</b>	<b>\$ 45,636,192</b>	<b>\$ (1,312,087)</b>	<b>\$ 44,324,105</b>