



QUARTERLY INVESTMENT REPORT
For the Quarter Ended

December 31, 2021

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.

Jeff F. [Signature] 1/26/22

City Manager

Kimberly [Signature] 1/26/22

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:

Asset Type	September 30, 2021		December 31, 2021		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
Pools/Bank/MMA	\$ 36,833,734	\$ 36,833,734	\$ 38,475,278	\$ 38,475,278	0.24%
Securities/CDs	15,151,675	15,151,675	14,094,433	14,094,433	0.52%
Totals	\$ 51,985,410	\$ 51,985,410	\$ 52,569,710	\$ 52,569,710	0.32%

Quarter End Average Yield (1)

Total Portfolio	0.32%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.08%
TexPool	0.04%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	0.32%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.08%
Quarterly TexPool Yield	0.04%

Interest Earnings (Approximate)

Quarterly Interest Income	\$ 49,597
Year-to-date Interest Income	\$ 49,597

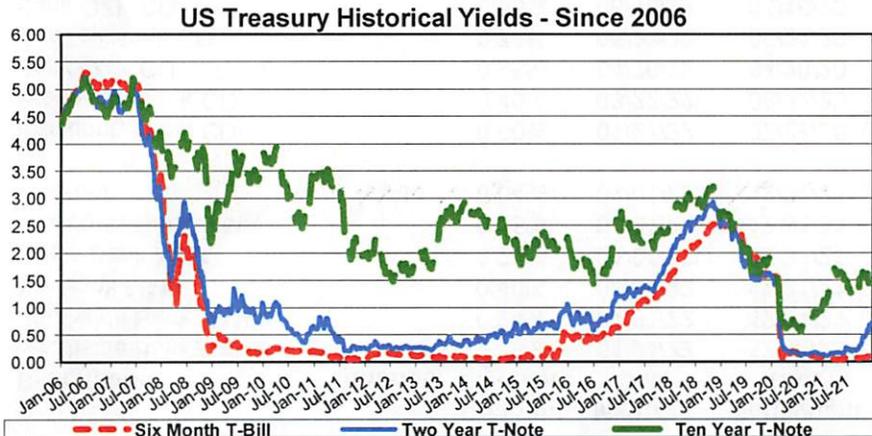
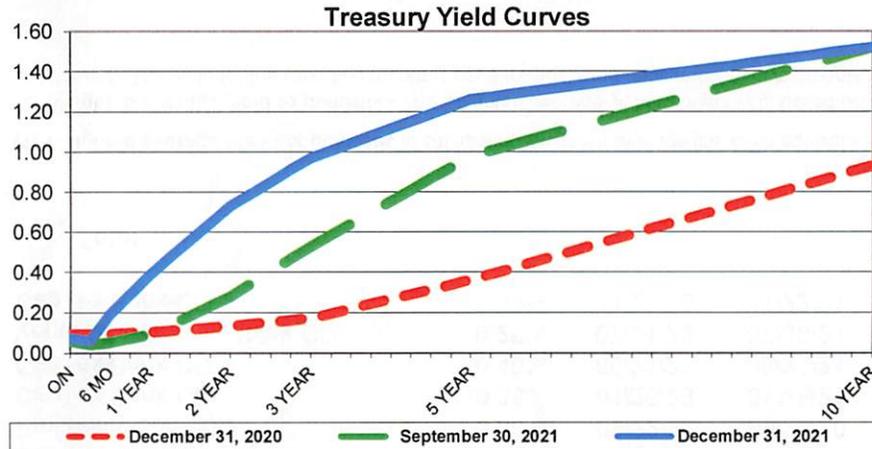
(1) **Quarter End Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(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

12/31/2021

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%). The FOMC began reducing monthly security purchases during Nov 2021 and then increased the paced at the December meeting. Projections for target range increases shortened to late spring or early summer 2022. Third Quarter GDP posted +2.3% (Final). December employment reflected U-2 dropping to 3.9% and Non-Farm Payroll adding 199k net new jobs (Three Month Average NFP = 365). Crude oil reversed recent declines and bounced back to +/- \$75 per barrel. The Stock Markets reached new highs. Many domestic economic indicators remain positive. The Build Back Better legislation stalled in the Senate. The Debt Ceiling was increased to \$31+ trillion, easing any near-term funding pressures. Inflation remained well over the FOMC 2% target and does not appear positioned to decline in the near term. The Yield Curve shifted higher primarily six months and longer.



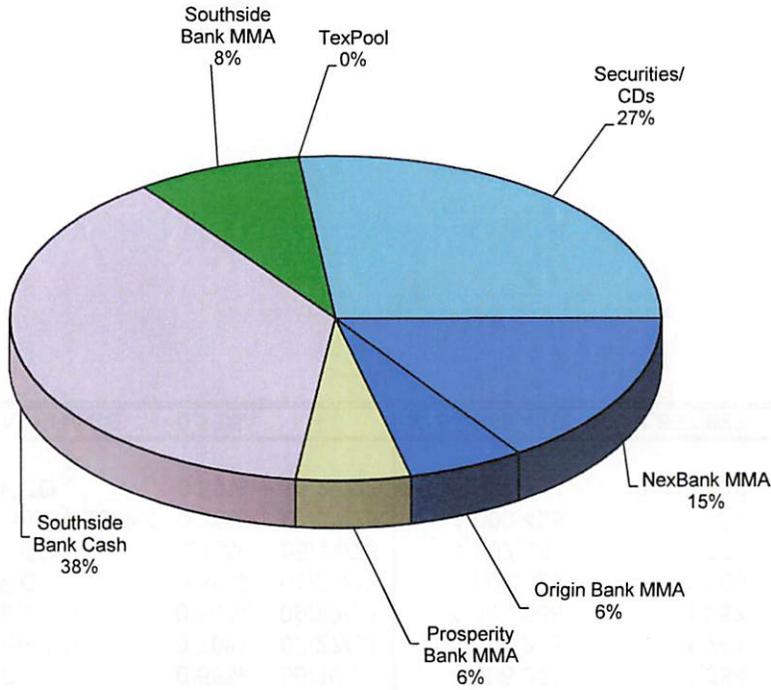
**Investment Holdings
December 31, 2021**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Southside Bank Cash		0.19%	01/01/22	12/31/21	\$ 19,979,548	\$ 19,979,548	1.00	\$ 19,979,548	1	0.19%
Southside Bank MMA		0.24%	01/01/22	12/31/21	4,313,723	4,313,723	1.00	4,313,723	1	0.24%
NexBank MMA		0.40%	01/01/22	12/31/21	8,174,188	8,174,188	1.00	8,174,188	1	0.40%
Origin Bank MMA		0.24%	01/01/22	12/31/21	3,003,967	3,003,967	1.00	3,003,967	1	0.24%
Prosperity Bank MMA		0.15%	01/01/22	12/31/21	3,002,171	3,002,171	1.00	3,002,171	1	0.15%
TexPool	AAAm	0.04%	01/01/22	12/31/21	1,681	1,681	1.00	1,681	1	0.04%
Prosperity Bank CD		0.60%	01/27/22	07/27/20	1,008,542	1,008,542	100	1,008,542	27	0.60%
Prosperity Bank CD		0.40%	03/22/22	09/22/20	1,005,006	1,005,006	100	1,005,006	81	0.40%
Bank OZK CD		0.95%	04/20/22	04/20/20	1,015,988	1,015,988	100	1,015,988	110	0.96%
CapTex Bank CD		0.76%	05/21/22	05/21/20	1,012,125	1,012,125	100	1,012,125	141	0.76%
Bank OZK CD		0.55%	06/16/22	06/16/20	1,008,305	1,008,305	100	1,008,305	167	0.55%
Prosperity Bank CD		0.70%	07/27/22	07/28/20	1,009,973	1,009,973	100	1,009,973	208	0.70%
Prosperity Bank CD		0.50%	09/22/22	09/22/20	1,006,261	1,006,261	100	1,006,261	265	0.50%
CapTex Bank CD		0.35%	01/26/23	01/28/21	2,006,493	2,006,493	100	2,006,493	391	0.35%
CapTex Bank CD		0.40%	05/21/23	05/21/21	1,008,874	1,008,874	100	1,008,874	506	0.40%
Veritex Community Bank CD		0.25%	07/31/23	07/30/21	1,001,048	1,001,048	100	1,001,048	577	0.25%
CapTex Bank CD		0.50%	11/22/23	11/22/21	3,011,819	3,011,819	100	3,011,819	691	0.50%
Total					\$ 52,569,710	\$ 52,569,710		\$ 52,569,710	95	0.32%
									(1)	(2)

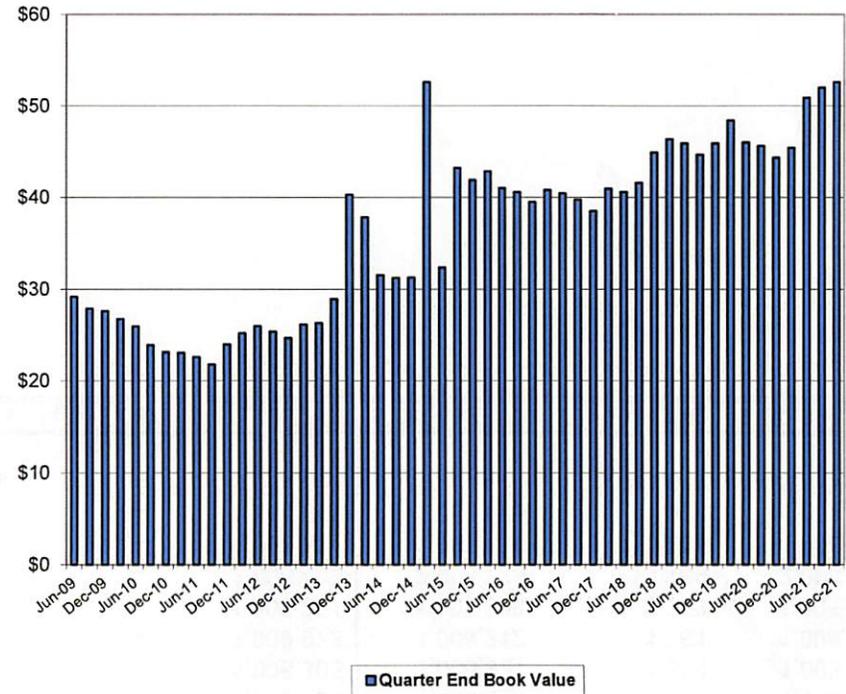
(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(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.

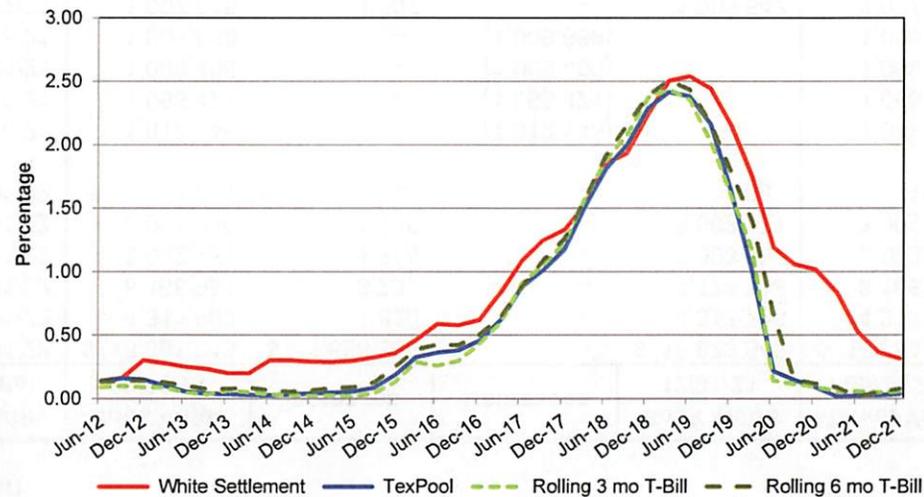
Portfolio Composition



Total Portfolio (Millions)



Total Portfolio Performance



Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 09/30/21	Increases	Decreases	Book Value 12/31/21	Market Value 09/30/21	Change in Market Value	Market Value 12/31/21
Southside Bank Cash	0.19%	01/01/22	\$ 18,351,013	\$ 1,628,535	\$ -	\$ 19,979,548	\$ 18,351,013	\$ 1,628,535	\$ 19,979,548
Southside Bank MMA	0.24%	01/01/22	4,311,903	1,820	-	4,313,723	4,311,903	1,820	4,313,723
NexBank MMA	0.40%	01/01/22	8,165,951	8,237	-	8,174,188	8,165,951	8,237	8,174,188
Origin Bank MMA	0.24%	01/01/22	3,002,151	1,816	-	3,003,967	3,002,151	1,816	3,003,967
Prosperity Bank MMA	0.15%	01/01/22	3,001,036	1,135	-	3,002,171	3,001,036	1,135	3,002,171
TexPool	0.04%	01/01/22	1,681	-	-	1,681	1,681	-	1,681
Bank OZK CD	0.90%	10/20/21	1,012,146	-	(1,012,146)	-	1,012,146	(1,012,146)	-
BBVA USA CD	1.78%	10/25/21	1,055,471	-	(1,055,471)	-	1,055,471	(1,055,471)	-
CapTex Bank CD	0.24%	11/21/21	1,009,400	-	(1,009,400)	-	1,009,400	(1,009,400)	-
Bank OZK CD	0.53%	12/16/21	1,006,669	-	(1,006,669)	-	1,006,669	(1,006,669)	-
Prosperity Bank CD	0.60%	01/27/22	1,007,035	1,507	-	1,008,542	1,007,035	1,507	1,008,542
Prosperity Bank CD	0.40%	03/22/22	1,004,004	1,002	-	1,005,006	1,004,004	1,002	1,005,006
Bank OZK CD	0.96%	04/20/22	1,013,582	2,405	-	1,015,988	1,013,582	2,405	1,015,988
CapTex Bank CD	0.76%	05/21/22	1,010,210	1,915	-	1,012,125	1,010,210	1,915	1,012,125
Bank OZK CD	0.55%	06/16/22	1,006,921	1,384	-	1,008,305	1,006,921	1,384	1,008,305
Prosperity Bank CD	0.70%	07/27/22	1,008,212	1,761	-	1,009,973	1,008,212	1,761	1,009,973
Prosperity Bank CD	0.50%	09/22/22	1,005,008	1,253	-	1,006,261	1,005,008	1,253	1,006,261
CapTex Bank CD	0.35%	01/26/23	2,004,723	1,769	-	2,006,493	2,004,723	1,769	2,006,493
CapTex Bank CD	0.40%	05/21/23	1,007,869	1,005	-	1,008,874	1,007,869	1,005	1,008,874
Veritex Community Bank C	0.25%	07/31/23	1,000,425	624	-	1,001,048	1,000,425	624	1,001,048
CapTex Bank CD	0.50%	11/22/23	-	3,011,819	-	3,011,819	-	3,011,819	3,011,819
TOTAL / AVERAGE	0.32%		\$ 51,985,410	\$ 4,667,987	\$ (4,083,687)	\$ 52,569,710	\$ 51,985,410	\$ 584,300	\$ 52,569,710