



**QUARTERLY INVESTMENT REPORT**  
**For the Quarter Ended**

**March 31, 2022**

**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	<i>Kristal Corp</i>	<i>4/25/2022</i>
Finance Director	<i>Amy A. Jones</i>	<i>4/25/22</i>

**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>December 31, 2021</u>		<u>March 31, 2022</u>		
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Ave. Yield</u>
Pools/Bank/MMA	\$ 38,475,278	\$ 38,475,278	\$ 35,428,602	\$ 35,428,602	0.29%
Securities/CDs	14,094,433	14,094,433	20,122,914	20,056,032	0.62%
<b>Totals</b>	<b>\$ 52,569,710</b>	<b>\$ 52,569,710</b>	<b>\$ 55,551,516</b>	<b>\$ 55,484,634</b>	<b>0.41%</b>

**Quarter End Average Yield (1)**

Total Portfolio	0.41%
Rolling Three Month Treasury	0.31%
Rolling Six Month Treasury	0.36%
TexPool	0.15%

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

Total Portfolio	0.36%
Rolling Three Month Treasury	0.18%
Rolling Six Month Treasury	0.22%
Quarterly TexPool Yield	0.10%

**Interest Earnings (Approximate)**

Quarterly Interest Income	\$ 57,077
Year-to-date Interest Income	\$ 106,674

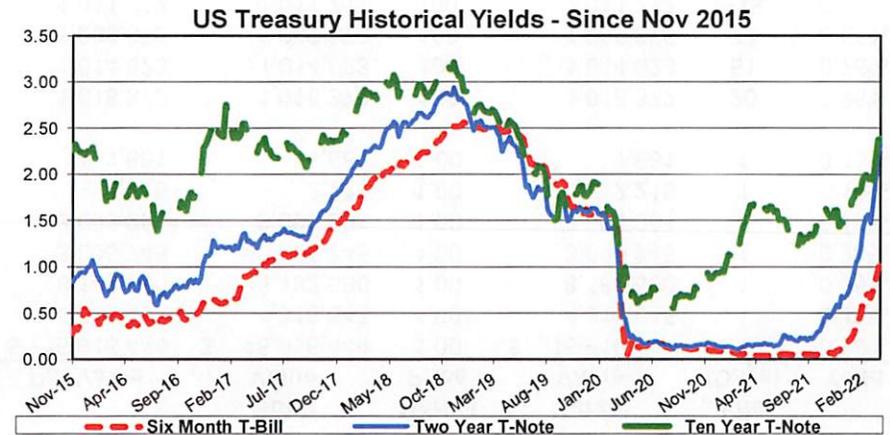
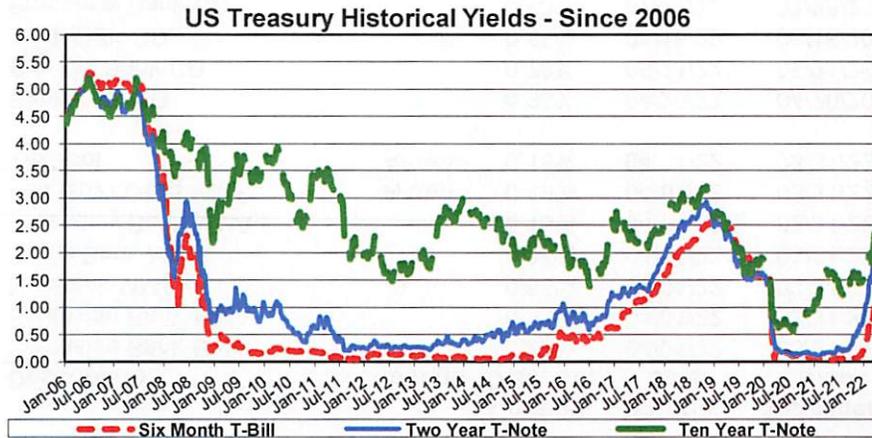
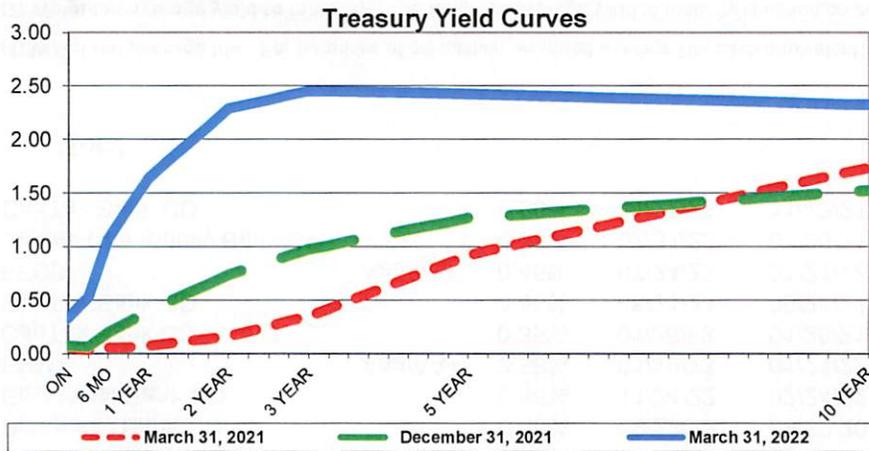
(1) **Quarter End Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(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**

**3/31/2022**

The Federal Open Market Committee (FOMC) **raised** the Fed Funds target range to 0.25% to 0.50% (Effective Fed Funds are trading +/-0.30%). The FOMC ended monthly security purchases and may begin reducing their balance sheet. The market projection 4 to 6 more increases this calendar year. Final Fourth Quarter GDP recorded +6.9%. March Non-Farm Payroll missed estimates adding 431k net new jobs. Decreasing the Three Month Average NFP to 562k. Crude oil declined to +/- \$100 per barrel. The Stock Markets have recovered from the "correction" and slowly regained some lost ground. Some domestic economic indicators, including housing, softened. Inflation remained well over the FOMC 2% target (Core PCE +/-5.4%). The FOMC Fed Funds target projections pushed the yield curve to a Three Year Maturity peak.

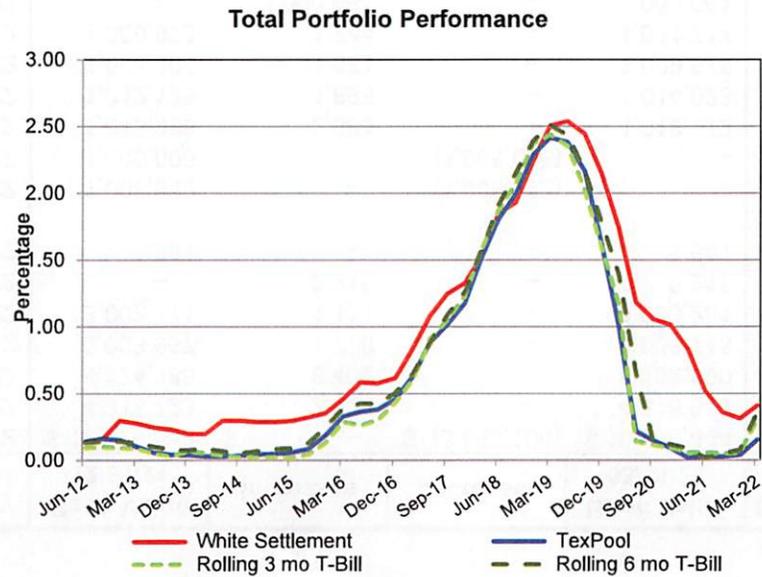
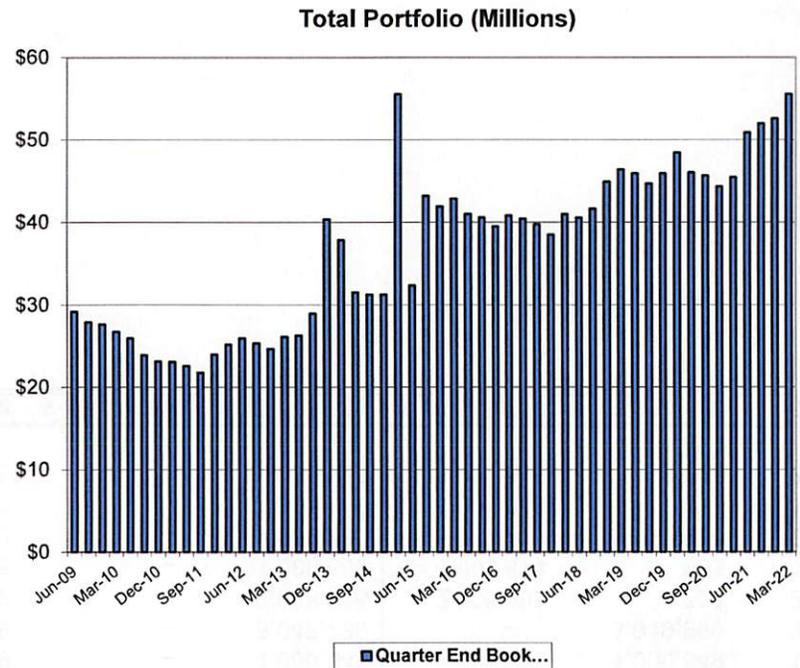
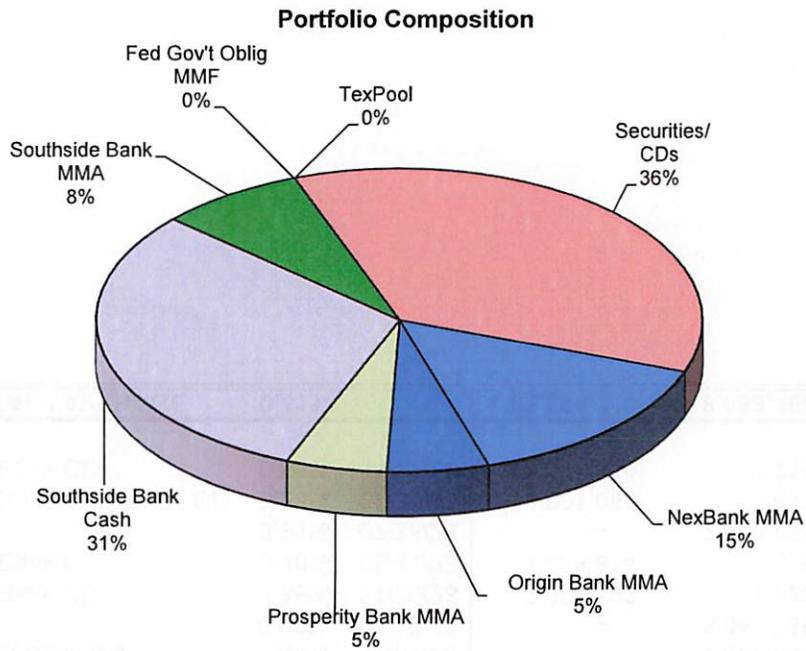


**Investment Holdings  
March 31, 2022**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Southside Bank Cash		0.20%	04/01/22	03/31/22	\$ 16,916,444	\$ 16,916,444	1.00	\$ 16,916,444	1	0.20%
Southside Bank MMA		0.33%	04/01/22	03/31/22	4,316,645	4,316,645	1.00	4,316,645	1	0.33%
NexBank MMA		0.55%	04/01/22	03/31/22	8,182,590	8,182,590	1.00	8,182,590	1	0.55%
Origin Bank MMA		0.24%	04/01/22	03/31/22	3,005,745	3,005,745	1.00	3,005,745	1	0.24%
Prosperity Bank MMA		0.15%	04/01/22	03/31/22	3,003,281	3,003,281	1.00	3,003,281	1	0.15%
Fed Gov't Oblig MMF	AAAm	0.19%	04/01/22	03/31/22	2,215	2,215	1.00	2,215	1	0.19%
TexPool	AAAm	0.15%	04/01/22	03/31/22	1,681	1,681	1.00	1,681	1	0.15%
Bank OZK CD		0.95%	04/20/22	04/20/20	1,018,372	1,018,372	100	1,018,372	20	0.96%
CapTex Bank CD		0.76%	05/21/22	05/21/20	1,014,023	1,014,023	100	1,014,023	51	0.76%
Bank OZK CD		0.55%	06/16/22	06/16/20	1,009,675	1,009,675	100	1,009,675	77	0.55%
Prosperity Bank CD		0.70%	07/27/22	07/28/20	1,011,717	1,011,717	100	1,011,717	118	0.70%
East West Bank CD		0.67%	08/24/22	02/24/22	1,000,661	1,000,661	100	1,000,661	146	0.67%
Prosperity Bank CD		0.50%	09/22/22	09/22/20	1,007,502	1,007,502	100	1,007,502	175	0.50%
East West Bank CD		0.86%	11/24/22	02/24/22	1,000,849	1,000,849	100	1,000,849	238	0.86%
FNMA	Aaa/AA+	2.38%	01/19/23	01/21/22	3,000,000	3,042,739	100.67	3,019,950	294	0.60%
CapTex Bank CD		0.35%	01/26/23	01/28/21	2,008,225	2,008,225	100	2,008,225	301	0.35%
CapTex Bank CD		0.40%	05/21/23	05/21/21	1,009,869	1,009,869	100	1,009,869	416	0.40%
FFCB	Aaa/AA+	0.45%	07/24/23	01/21/22	3,000,000	2,982,083	97.93	2,937,990	480	0.91%
Veritex Community Bank CD		0.25%	07/31/23	07/30/21	1,001,666	1,001,666	100	1,001,666	487	0.25%
CapTex Bank CD		0.50%	11/22/23	11/22/21	3,015,533	3,015,533	100	3,015,533	601	0.50%
<b>Total</b>					<b>\$ 55,526,694</b>	<b>\$ 55,551,516</b>		<b>\$ 55,484,634</b>	<b>117</b>	<b>0.41%</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.



## Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 12/31/21	Increases	Decreases	Book Value 03/31/22	Market Value 12/31/21	Change in Market Value	Market Value 03/31/22
Southside Bank Cash	0.20%	04/01/22	\$ 19,979,548	\$ -	\$ (3,063,104)	\$ 16,916,444	\$ 19,979,548	\$ (3,063,104)	\$ 16,916,444
Southside Bank MMA	0.33%	04/01/22	4,313,723	2,922	-	4,316,645	4,313,723	2,922	4,316,645
NexBank MMA	0.55%	04/01/22	8,174,188	8,402	-	8,182,590	8,174,188	8,402	8,182,590
Origin Bank MMA	0.24%	04/01/22	3,003,967	1,778	-	3,005,745	3,003,967	1,778	3,005,745
Prosperity Bank MMA	0.15%	04/01/22	3,002,171	1,111	-	3,003,281	3,002,171	1,111	3,003,281
Fed Gov't Oblig MMF	0.19%	04/01/22	-	2,215	-	2,215	-	2,215	2,215
TexPool	0.15%	04/01/22	1,681	-	-	1,681	1,681	-	1,681
Prosperity Bank CD	0.60%	01/27/22	1,008,542	-	(1,008,542)	-	1,008,542	(1,008,542)	-
Prosperity Bank CD	0.40%	03/22/22	1,005,006	-	(1,005,006)	-	1,005,006	(1,005,006)	-
Bank OZK CD	0.96%	04/20/22	1,015,988	2,384	-	1,018,372	1,015,988	2,384	1,018,372
CapTex Bank CD	0.76%	05/21/22	1,012,125	1,898	-	1,014,023	1,012,125	1,898	1,014,023
Bank OZK CD	0.55%	06/16/22	1,008,305	1,371	-	1,009,675	1,008,305	1,371	1,009,675
Prosperity Bank CD	0.70%	07/27/22	1,009,973	1,744	-	1,011,717	1,009,973	1,744	1,011,717
East West Bank CD	0.67%	08/24/22	-	1,000,661	-	1,000,661	-	1,000,661	1,000,661
Prosperity Bank CD	0.50%	09/22/22	1,006,261	1,241	-	1,007,502	1,006,261	1,241	1,007,502
East West Bank CD	0.86%	11/24/22	-	1,000,849	-	1,000,849	-	1,000,849	1,000,849
FNMA	0.60%	01/19/23	-	3,042,739	-	3,042,739	-	3,019,950	3,019,950
CapTex Bank CD	0.35%	01/26/23	2,006,493	1,732	-	2,008,225	2,006,493	1,732	2,008,225
CapTex Bank CD	0.40%	05/21/23	1,008,874	995	-	1,009,869	1,008,874	995	1,009,869
FFCB	0.91%	07/24/23	-	2,982,083	-	2,982,083	-	2,937,990	2,937,990
Veritex Community Bank CD	0.25%	07/31/23	1,001,048	617	-	1,001,666	1,001,048	617	1,001,666
CapTex Bank CD	0.50%	11/22/23	3,011,819	3,715	-	3,015,533	3,011,819	3,715	3,015,533
<b>TOTAL / AVERAGE</b>	<b>0.41%</b>		<b>\$ 52,569,710</b>	<b>\$ 8,058,458</b>	<b>\$ (5,076,652)</b>	<b>\$ 55,551,516</b>	<b>\$ 52,569,710</b>	<b>\$ 2,914,923</b>	<b>\$ 55,484,634</b>