

QUARTERLY INVESTMENT REPORT
For the Quarter Ended

December 31, 2023

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

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Finance Director

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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, 2023		December 31, 2023		Ave. Yield
	Book Value	Market Value	Book Value	Market Value	
Pools/Bank/MMA	\$ 34,223,875	\$ 34,223,875	\$ 34,637,491	\$ 34,637,491	5.04%
Securities/CDS	31,388,950	31,335,158	29,950,419	29,934,609	4.75%
Totals	\$ 65,612,824	\$ 65,559,033	\$ 64,587,910	\$ 64,572,100	4.91%
Quarter End Average Yield (1)					
Total Portfolio	4.91%		4.91%		
Fiscal Year-to-Date Average Yield (2)					
Total Portfolio 4.91%					
Rolling Three Month Treasury	5.53%		Rolling Three Month Treasury		5.53%
Rolling Six Month Treasury	5.49%		Rolling Six Month Treasury		5.49%
TexPool	5.37%		Quarterly TexPool Yield		5.37%
Interest Earnings (Approximate)					
Quarterly Interest Income		\$ 790,396			
Year-to-date Interest Income		\$ 790,396			

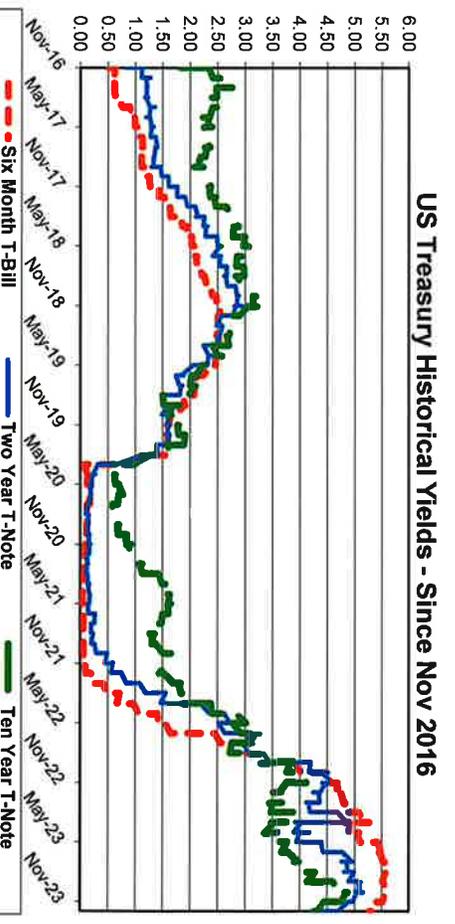
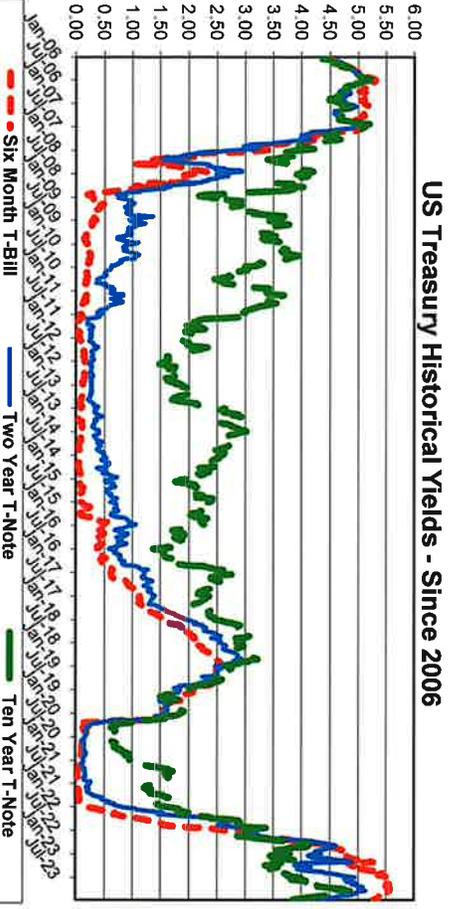
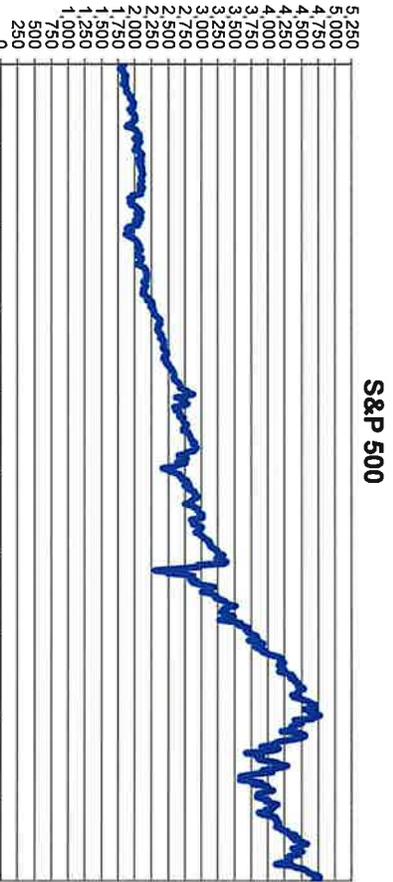
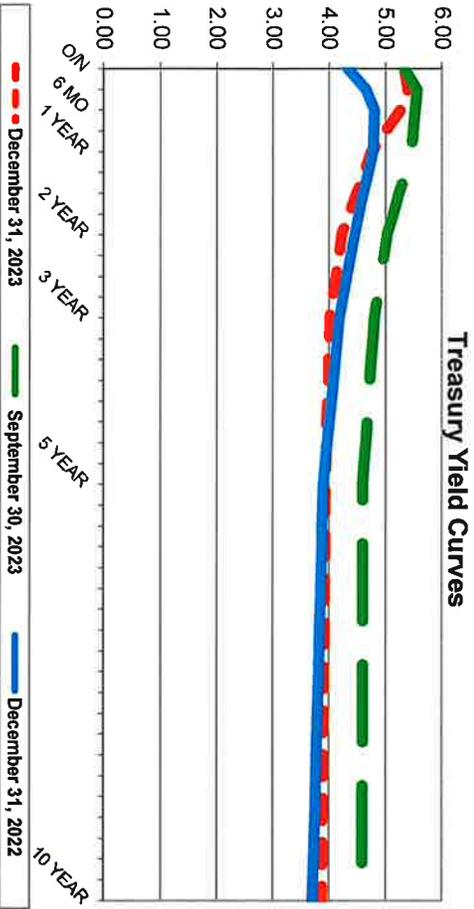
(1) **Quarter End Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(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

12/31/2023

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). Any additional actions, up or down, will be data-dependent. Final Third Quarter 2023 GDP revised downward to 4.9%, but still robust growth. December Non-Farm Payroll posted 216k new jobs (above the estimated 170k). The Three Month Rolling Average declined to 165k. The S&P 500 Stock Index reached a new peak trading over 4,770 (exceeding 4,766 in Dec 2021). The yield curve shifted lower anticipating future FOMC target reductions. Crude Oil stabilized at +/- \$73 per barrel. Inflation continued to decline but still remained above the FOMC 2% target (Core PCE +/-3.2% and Core CPI +/-4.0%). Reduced global economic outlooks and ongoing/expanding military conflicts increase uncertainty.



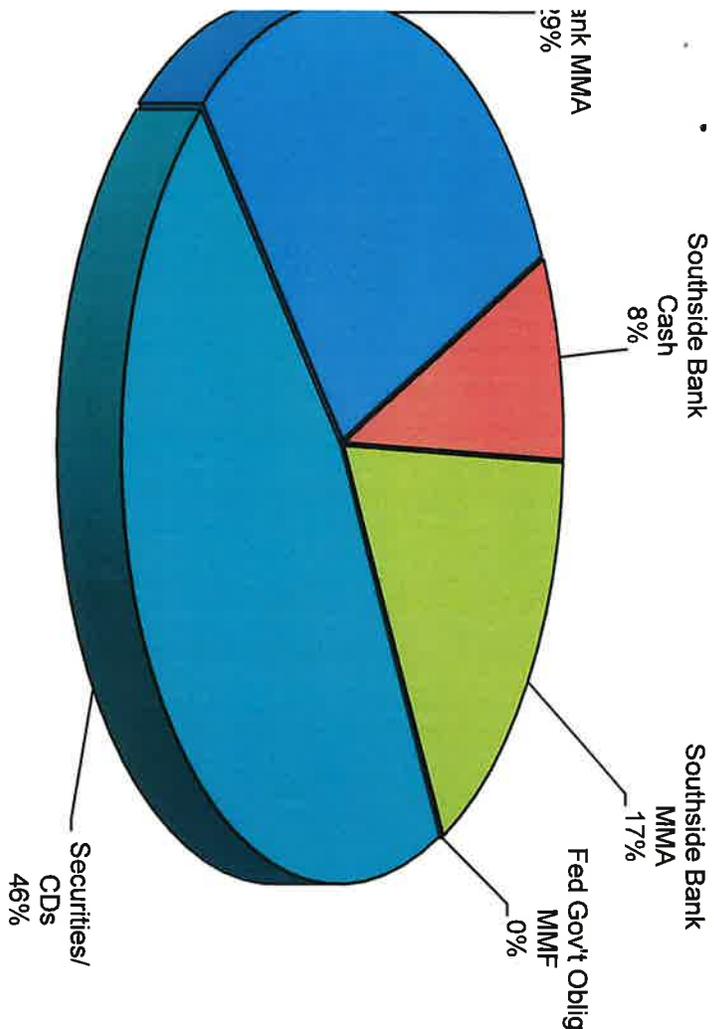
**Investment Holdings
December 31, 2023**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Southside Bank Cash		0.75%	01/01/24	12/31/23	\$ 4,825,932	\$ 4,825,932	1.00	\$ 4,825,932	1	0.75%
Southside Bank MMA		5.69%	01/01/24	12/31/23	3,452,594	3,452,594	1.00	3,452,594	1	5.69%
Southside Bank MMA #2		5.69%	01/01/24	12/31/23	7,413,632	7,413,632	1.00	7,413,632	1	5.69%
NexBank MMA		5.76%	01/01/24	12/31/23	18,880,330	18,880,330	1.00	18,880,330	1	5.76%
Fed Gov't Oblig MMF	AAAmm	5.29%	01/01/24	12/31/23	42,693	42,693	1.00	42,693	1	5.29%
TexPool	AAAmm	5.37%	01/01/24	12/31/23	22,310	22,310	1.00	22,310	1	5.37%
Southside Bank CD		3.32%	02/01/24	08/01/22	1,563,398	1,563,398	100.00	1,563,398	32	3.36%
FHLB	Aaa/AA+	3.25%	03/08/24	07/26/22	2,000,000	2,000,692	99.60	1,991,980	68	3.06%
Bank OZK CD		4.93%	03/29/24	03/29/23	2,075,663	2,075,663	100.00	2,075,663	89	5.05%
Wallis Bank CD		4.65%	04/30/24	01/30/23	1,035,184	1,035,184	100.00	1,035,184	121	4.65%
T-Note	Aaa/AA+	2.50%	05/15/24	11/10/22	1,000,000	991,714	99.02	990,230	136	4.83%
T-Note	Aaa/AA+	3.00%	06/30/24	09/15/22	1,000,000	996,021	98.95	989,530	182	3.83%
T-Note	Aaa/AA+	0.38%	07/15/24	11/10/22	1,000,000	977,429	97.52	975,230	197	4.78%
Wallis Bank CD		4.62%	07/30/24	01/30/23	1,034,955	1,034,955	100.00	1,034,955	212	4.62%
FHLB	Aaa/AA+	4.00%	08/28/24	11/30/22	1,000,000	995,744	99.37	993,660	241	4.67%
Independent Financial Bank CD		4.50%	09/25/24	01/25/23	1,032,902	1,032,902	100.00	1,032,902	269	4.58%
Independent Financial Bank CD		4.50%	10/25/24	01/25/23	1,032,902	1,032,902	100.00	1,032,902	299	4.58%
Southside Bank CD		4.65%	11/20/24	04/20/23	1,023,450	1,023,450	100.00	1,023,450	325	4.73%
Veritec Community Bank CD		5.53%	12/18/24	09/18/23	1,013,787	1,013,787	100.00	1,013,787	353	5.67%
Independent Financial Bank CD		4.50%	01/25/25	01/25/23	1,032,902	1,032,902	100.00	1,032,902	391	4.58%
Third Coast Bank CD		5.20%	02/28/25	06/28/23	1,026,097	1,026,097	100.00	1,026,097	425	5.30%
American Nat'l Bank & Trust CDARS		5.35%	03/06/25	12/07/23	2,007,342	2,007,342	100.00	2,007,342	431	5.50%
Third Coast Bank CD		5.20%	03/28/25	06/28/23	1,026,097	1,026,097	100.00	1,026,097	453	5.30%
T-Note	Aaa/AA+	2.63%	04/15/25	08/01/23	1,000,000	970,350	97.55	975,510	471	5.05%
BOK Financial CDARS		4.61%	05/01/25	05/04/23	1,031,011	1,031,011	100.00	1,031,011	487	4.71%
BOK Financial CDARS		4.69%	05/22/25	05/25/23	1,028,794	1,028,794	100.00	1,028,794	508	4.80%
American Nat'l Bank & Trust CDARS		5.10%	06/05/25	12/07/23	2,006,998	2,006,998	100.00	2,006,998	522	5.23%
American Nat'l Bank & Trust CDARS		5.00%	06/05/25	12/07/23	2,006,861	2,006,861	100.00	2,006,861	522	5.13%
Third Coast Bank CD		5.10%	06/28/25	06/28/23	1,025,592	1,025,592	100.00	1,025,592	545	5.20%
BOK Financial CDARS		5.17%	09/18/25	09/21/23	1,014,537	1,014,537	100.00	1,014,537	627	5.30%
Total					\$ 64,655,960	\$ 64,587,910		\$ 64,572,100	150	4.91%

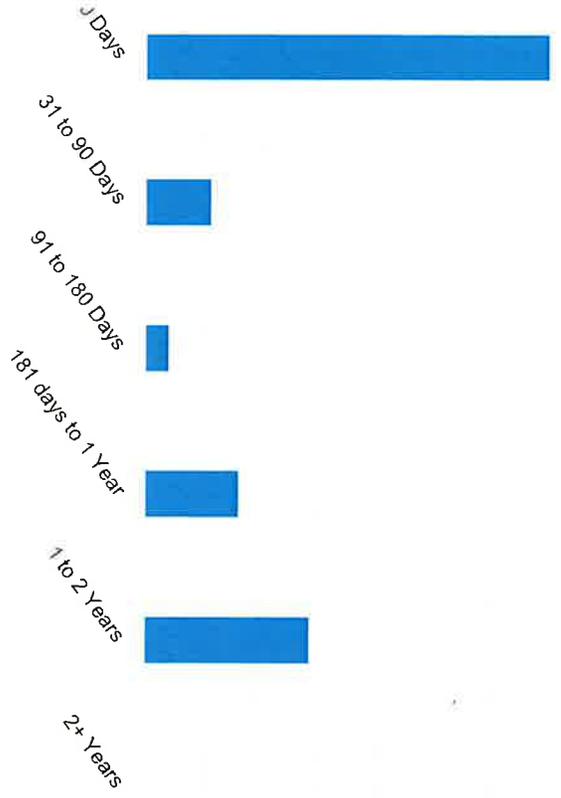
(1) Weighted average life - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(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.

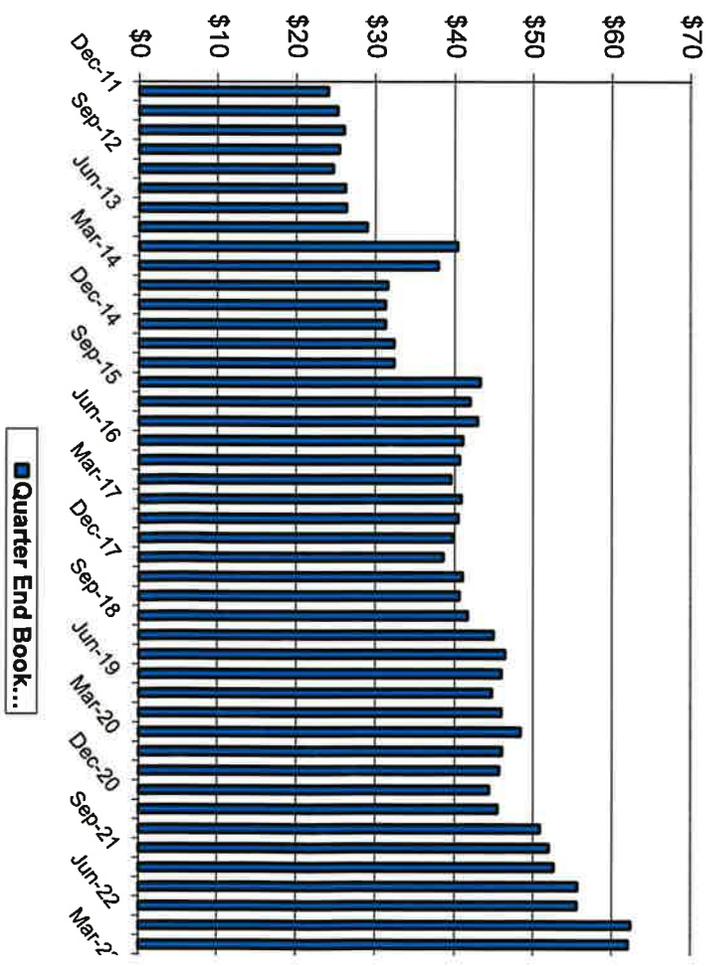
Portfolio Composition



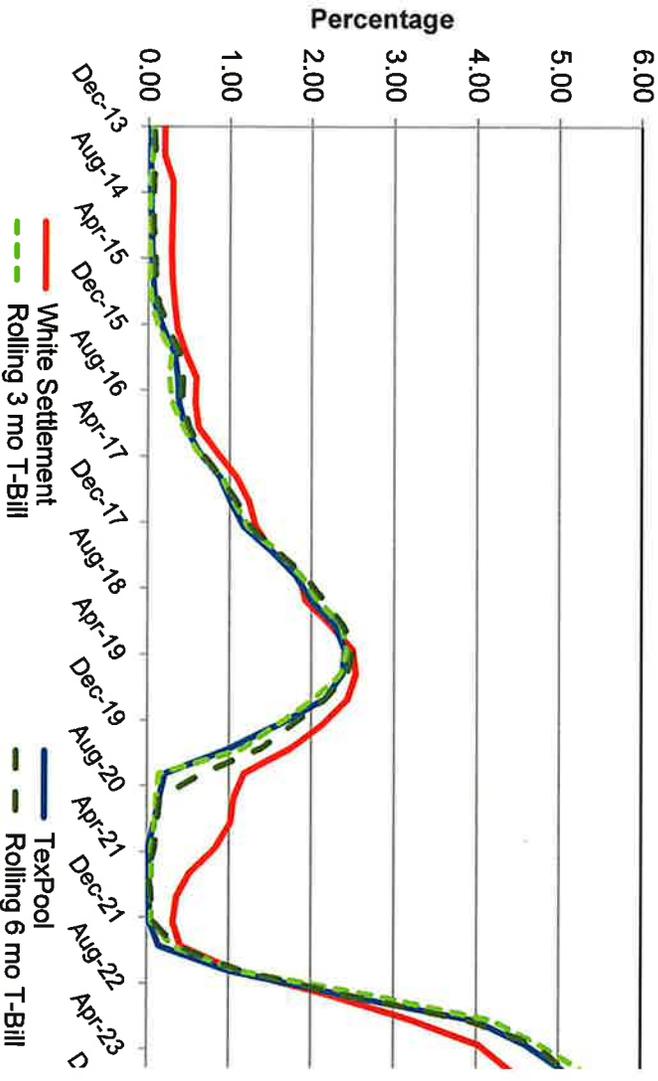
Distribution by Maturity (Millions)



Total Portfolio (Millions)



Total Portfolio Performance



Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 09/30/23	Increases	Decreases	Book Value 12/31/23	Market Value 09/30/23	Change in Market Value	Market Value 12/31/23
Southside Bank Cash	0.75%	01/01/24	\$ 1,061,175	\$ 3,764,757	\$ -	\$ 4,825,932	\$ 1,061,175	\$ 3,764,757	\$ 4,825,932
Southside Bank MMA	5.69%	01/01/24	3,404,664	47,930	-	3,452,594	3,404,664	47,930	3,452,594
Southside Bank MMA #2	5.69%	01/01/24	10,076,298	-	(2,662,666)	7,413,632	10,076,298	(2,662,666)	7,413,632
NexBank MMA	5.76%	01/01/24	18,616,007	264,323	-	18,880,330	18,616,007	264,323	18,880,330
Origin Bank MMA	4.75%	01/01/24	10,237	-	(10,237)	-	10,237	(10,237)	-
Prosperity Bank MMA	1.11%	01/01/24	10,164	-	(10,164)	-	10,164	(10,164)	-
Fed Gov't Oblig MMF	5.29%	01/01/24	1,043,559	-	(1,000,866)	42,693	1,043,559	(1,000,866)	42,693
TexPool	5.37%	01/01/24	1,771	20,539	-	22,310	1,771	20,539	22,310
East West Bank CD	4.93%	10/26/23	1,033,219	-	(1,033,219)	-	1,033,219	(1,033,219)	-
Southside Bank CD	3.26%	11/01/23	1,548,886	-	(1,548,886)	-	1,548,886	(1,548,886)	-
CapTex Bank CD	0.50%	11/22/23	3,038,292	-	(3,038,292)	-	3,038,292	(3,038,292)	-
East West Bank CD	5.72%	11/24/23	1,019,999	-	(1,019,999)	-	1,019,999	(1,019,999)	-
East West Bank CD	5.97%	12/18/23	1,042,560	-	(1,042,560)	-	1,042,560	(1,042,560)	-
Southside Bank CD	3.36%	02/01/24	1,550,423	12,974	-	1,563,398	1,550,423	12,974	1,563,398
FHLB	3.06%	03/08/24	2,001,632	-	(940)	2,000,692	1,980,460	11,520	1,991,980
Bank OZK CD	5.05%	03/29/24	2,050,325	25,338	-	2,075,663	2,050,325	25,338	2,075,663
Wallis Bank CD	4.65%	04/30/24	1,023,321	11,864	-	1,035,184	1,023,321	11,864	1,035,184
T-Note	4.83%	05/15/24	986,108	5,605	-	991,714	982,070	8,160	990,230
T-Note	3.83%	06/30/24	994,010	2,011	-	996,021	981,800	7,730	989,530
T-Note	4.78%	07/15/24	966,888	10,541	-	977,429	961,020	14,210	975,230
Wallis Bank CD	4.62%	07/30/24	1,023,169	11,785	-	1,034,955	1,023,169	11,785	1,034,955
FHLB	4.67%	08/28/24	994,135	1,609	-	995,744	986,430	7,230	993,660
Independent Financial Bank CD	4.58%	09/25/24	1,021,318	11,584	-	1,032,902	1,021,318	11,584	1,032,902
Independent Financial Bank CD	4.58%	10/25/24	1,021,318	11,584	-	1,032,902	1,021,318	11,584	1,032,902
Southside Bank CD	4.73%	11/20/24	1,011,593	11,856	-	1,023,450	1,011,593	11,856	1,023,450
Veritec Community Bank CD	5.67%	12/18/24	1,000,000	13,787	-	1,013,787	1,000,000	13,787	1,013,787
Independent Financial Bank CD	4.58%	01/25/25	1,021,318	11,584	-	1,032,902	1,021,318	11,584	1,032,902
Third Coast Bank CD	5.30%	02/28/25	1,012,964	13,132	-	1,026,097	1,012,964	13,132	1,026,097
American Nat'l Bank & Trust CDARS	5.50%	03/06/25	-	2,007,342	-	2,007,342	-	2,007,342	2,007,342
Third Coast Bank CD	5.30%	03/28/25	1,012,964	13,132	-	1,026,097	1,012,964	13,132	1,026,097
T-Note	5.05%	04/15/25	964,558	5,792	-	970,350	961,760	13,750	975,510
BOK Financial CDARS	4.71%	05/01/25	1,019,110	11,901	-	1,031,011	1,019,110	11,901	1,031,011
BOK Financial CDARS	4.80%	05/22/25	1,016,708	12,086	-	1,028,794	1,016,708	12,086	1,028,794
American Nat'l Bank & Trust CDARS	5.23%	06/05/25	-	2,006,998	-	2,006,998	-	2,006,998	2,006,998
American Nat'l Bank & Trust CDARS	5.13%	06/05/25	-	2,006,861	-	2,006,861	-	2,006,861	2,006,861
Third Coast Bank CD	5.20%	06/28/25	1,012,715	12,877	-	1,025,592	1,012,715	12,877	1,025,592
BOK Financial CDARS	5.30%	09/18/25	1,001,416	13,121	-	1,014,537	1,001,416	13,121	1,014,537
TOTAL / AVERAGE	4.91%		\$ 65,612,824	\$ 10,342,915	\$(11,367,830)	\$ 64,587,910	\$ 65,559,033	\$(986,933)	\$ 64,572,100