



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

December 31, 2023

**Prepared by
Valley View Consulting, L.L.C.**

The investment portfolio of the City of Burleson is in compliance with the Public Funds Investment Act and the City of Burleson Investment Policy and Strategies.

A handwritten signature in black ink, appearing to be "J. B. H.", is written over a horizontal line. A second horizontal line is positioned below the first one, creating a space for a name or title.

Disclaimer: These reports were compiled using information provided by the City of Burleson. 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	Ave. Yield	Book Value	Market Value
Demand Deposit Account/Money Market Account	4.90%	\$ 19,047,644	\$ 19,047,644	5.31%	\$ 18,603,885	\$ 18,603,885
Pools/Money Market Fund	5.50%	50,489,464	50,489,464	5.51%	57,544,455	57,544,455
Securities	1.99%	33,468,111	33,032,003	2.43%	24,991,457	24,792,655
Certificates of Deposit	5.51%	34,599,102	34,599,102	5.41%	31,972,661	31,972,661
Total	4.57%	\$ 137,604,320	\$ 137,168,213	4.88%	\$ 133,112,458	\$ 132,913,656

<u>Average Yield - Current Quarter (1)</u>		<u>Fiscal Year-to-Date Average Yield (2)</u>	
Total Portfolio	4.88%	Total Portfolio	4.88%
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%	TexPool	5.37%

<u>Interest Earnings (Approximate)</u>	
Quarter	\$ 1,587,794
Fiscal Year-to-date	\$ 1,587,794

(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.

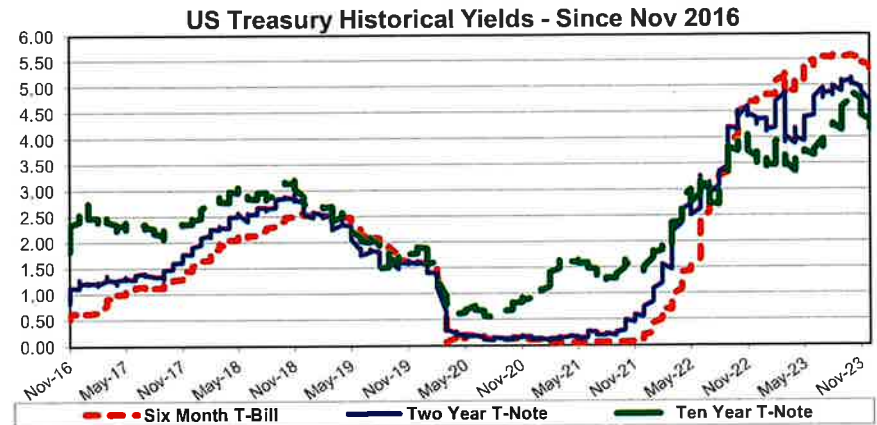
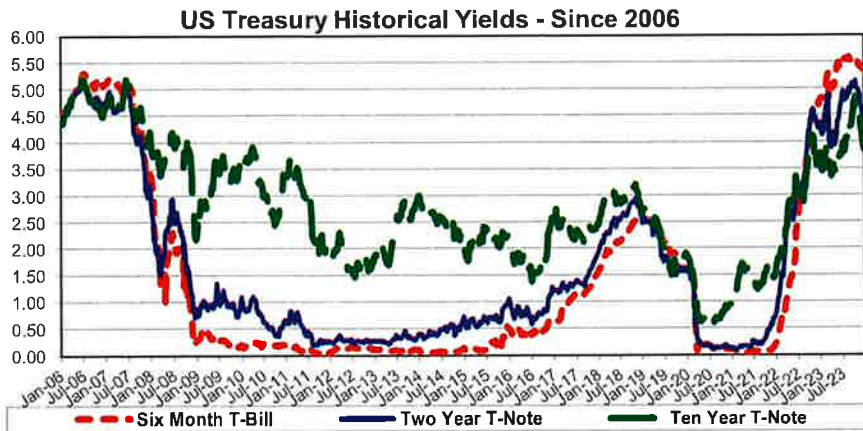
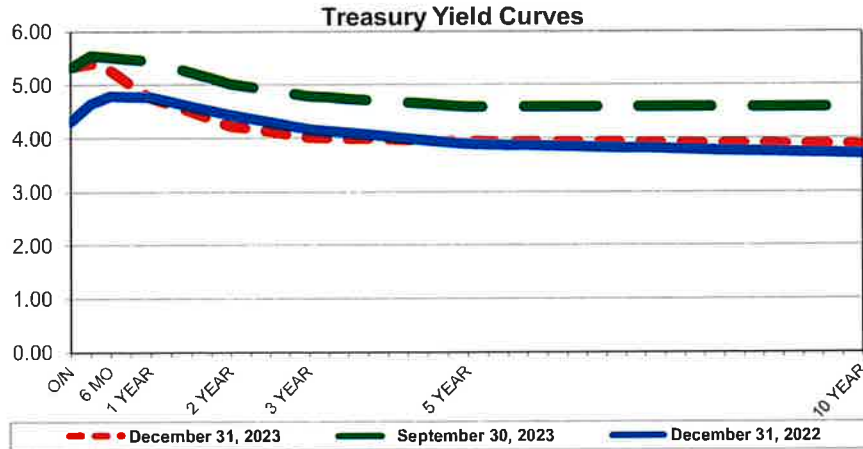
(2) **Fiscal Year-to-Date Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Investment Advisor Note: During market cycles where rates are rising, it is common to experience decreases in market value of current investments. This is due to the value the market places on the asset in terms of its buying or selling ability on the current market day. The City's Investment Policy establishes a "buy and hold" portfolio strategy where investment maturities are targeted to match with identified cash flow requirements, and the investments mature at the anticipated time the cash is needed. The City does not intend to liquidate or redeem securities prior to maturity and will therefore not recognize the losses from a pre-maturity sale. Instead, the City will report changes in market value as unrealized losses as required by the PFIA and current accounting standards. As the security approaches maturity, the unrealized loss will diminish, and at maturity the City will receive the full par value of the security.

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

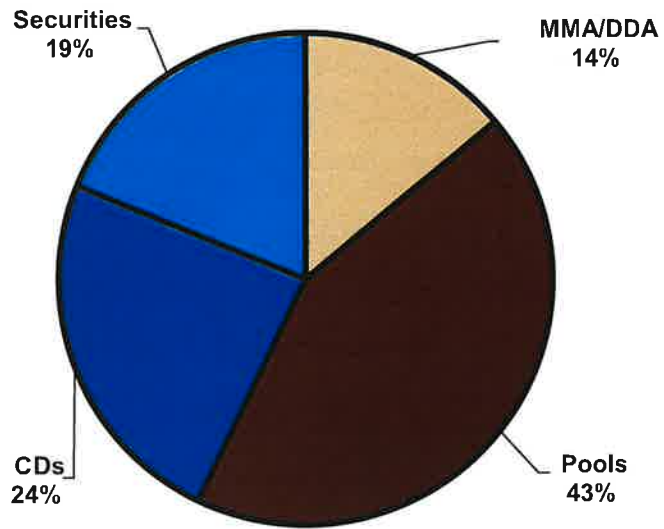
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
American Nat'l Bank of TX Cash		0.00%	01/01/24	12/31/23	\$ 208	\$ 208	1.00	\$ 208	1	0.00%
American National Bank MMA		0.11%	01/01/24	12/31/23	876,391	876,391	1.00	876,391	1	0.11%
American Nat'l Bank of TX MMA #2		5.12%	01/01/24	12/31/23	1,884,293	1,884,293	1.00	1,884,293	1	5.12%
InterBank MMA		5.80%	01/01/24	12/31/23	100,470	100,470	1.00	100,470	1	5.80%
InterBank ICS		5.65%	01/01/24	12/31/23	5,023,136	5,023,136	1.00	5,023,136	1	5.65%
NexBank IntraFi MMA Savings		5.60%	01/01/24	12/31/23	10,719,387	10,719,387	1.00	10,719,387	1	5.60%
TexPool	AAAm	5.37%	01/01/24	12/31/23	11,538,654	11,538,654	1.00	11,538,654	1	5.37%
LOGIC	AAAm	5.54%	01/01/24	12/31/23	46,005,801	46,005,801	1.00	46,005,801	1	5.54%
Texas Capital Bank CD		4.91%	01/18/24	01/19/23	5,229,518	5,229,518	100.00	5,229,518	18	4.91%
East West Bank CD		5.46%	02/15/24	06/15/23	5,151,838	5,151,838	100.00	5,151,838	46	5.61%
Treasury Note	Aaa/AA+	2.75%	02/15/24	11/17/22	5,000,000	4,988,804	99.68	4,984,235	46	4.60%
Treasury Note	Aaa/AA+	2.38%	02/29/24	01/31/22	5,000,000	5,009,758	99.53	4,976,450	60	1.17%
Treasury Note	Aaa/AA+	0.25%	03/15/24	03/10/22	5,000,000	4,985,590	99.00	4,950,195	75	1.68%
BOK Financial CDARS		4.88%	04/11/24	04/13/23	5,178,905	5,178,905	100.00	5,178,905	102	5.00%
East West Bank CD		5.61%	05/28/24	07/25/23	5,124,474	5,124,474	100.00	5,124,474	149	5.77%
East West Bank CD		5.33%	06/14/24	06/15/23	5,148,170	5,148,170	100.00	5,148,170	166	5.47%
Federal Farm Credit Bank	Aaa/AA+	3.25%	06/17/24	06/17/22	5,000,000	4,995,518	99.30	4,965,172	169	3.45%
Federal National Mortgage Ass'n	Aaa/AA+	1.75%	07/02/24	01/31/22	5,000,000	5,011,786	98.33	4,916,603	184	1.27%
East West Bank CD		5.41%	08/20/24	11/20/23	3,064,237	3,064,237	100.00	3,064,237	233	5.56%
East West Bank CD		5.58%	10/25/24	10/25/23	3,075,520	3,075,520	100.00	3,075,520	299	5.74%
Total Portfolio					\$ 133,121,001	\$ 133,112,458		\$ 132,913,656	52	4.88%

(1) (2)

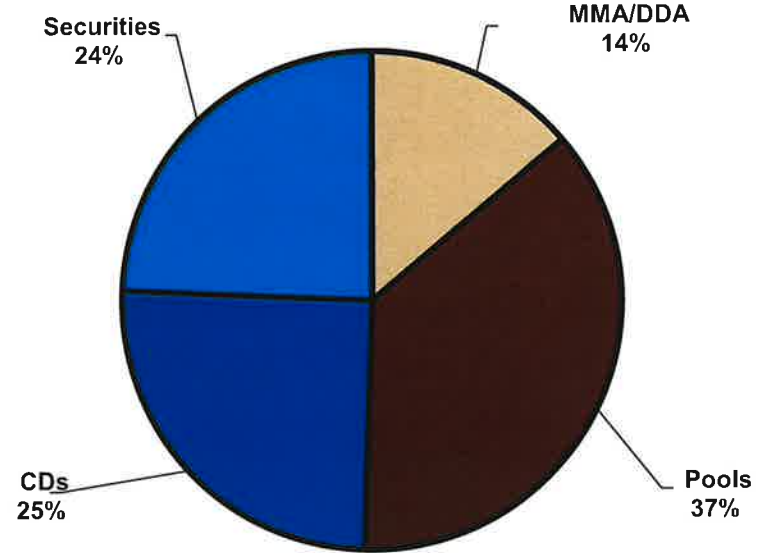
(1) **Weighted average life** - For purposes of calculating weighted average life, overnight bank and pool balances are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, realized and unrealized gains/losses and investment advisory fees are not included. The yield for the reporting month is used for overnight bank and pool balances.

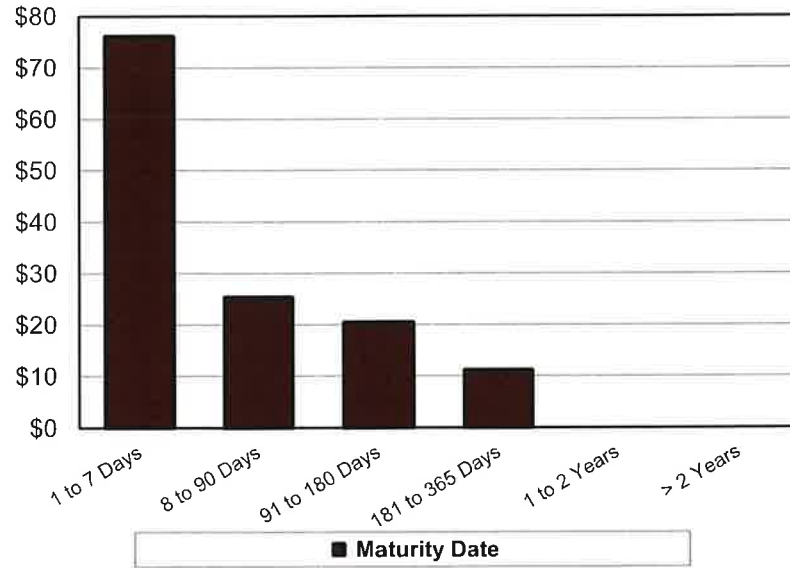
Composition - Current Quarter



Composition - Prior Quarter



Distribution by Maturity Range (Millions)



Book and 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
American Nat'l Bank of TX Cash	0.00%	01/01/24	\$ -	\$ 208	\$ -	\$ 208	\$ -	\$ 208	\$ 208
American National Bank MMA	0.11%	01/01/24	2,284,149	-	(1,407,758)	876,391	2,284,149	(1,407,758)	876,391
American Nat'l Bank of TX MMA #2	5.12%	01/01/24	1,142,982	741,311	-	1,884,293	1,142,982	741,311	1,884,293
InterBank MMA	5.80%	01/01/24	100,454	15	-	100,470	100,454	15	100,470
InterBank ICS	5.65%	01/01/24	4,950,742	72,394	-	5,023,136	4,950,742	72,394	5,023,136
NexBank IntraFi MMA Savings	5.60%	01/01/24	10,569,316	150,070	-	10,719,387	10,569,316	150,070	10,719,387
TexPool	5.37%	01/01/24	5,121,034	6,417,621	-	11,538,654	5,121,034	6,417,621	11,538,654
LOGIC	5.54%	01/01/24	45,368,430	637,371	-	46,005,801	45,368,430	637,371	46,005,801
Treasury Note	0.39%	10/15/23	4,999,452	-	(4,999,452)	-	4,990,637	(4,990,637)	-
East West Bank CD	5.91%	10/25/23	3,032,251	-	(3,032,251)	-	3,032,251	(3,032,251)	-
Federal Farm Credit Bank	1.17%	11/09/23	3,498,937	-	(3,498,937)	-	3,481,739	(3,481,739)	-
East West Bank CD	5.98%	11/20/23	3,021,084	-	(3,021,084)	-	3,021,084	(3,021,084)	-
East West Bank CD	5.97%	12/15/23	3,050,772	-	(3,050,772)	-	3,050,772	(3,050,772)	-
Texas Capital Bank CD	4.91%	01/18/24	5,165,960	63,558	-	5,229,518	5,165,960	63,558	5,229,518
East West Bank CD	5.61%	02/15/24	5,081,428	70,410	-	5,151,838	5,081,428	70,410	5,151,838
Treasury Note	4.60%	02/15/24	4,966,412	22,392	-	4,988,804	4,949,609	34,625	4,984,235
Treasury Note	1.17%	02/29/24	5,024,720	-	(14,962)	5,009,758	4,937,695	38,754	4,976,450
Treasury Note	1.68%	03/15/24	4,967,915	17,676	-	4,985,590	4,885,547	64,648	4,950,195
BOK Financial CDARS	5.00%	04/11/24	5,115,606	63,299	-	5,178,905	5,115,606	63,299	5,178,905
East West Bank CD	5.77%	05/28/24	5,052,528	71,946	-	5,124,474	5,052,528	71,946	5,124,474
East West Bank CD	5.47%	06/14/24	5,079,474	68,696	-	5,148,170	5,079,474	68,696	5,148,170
Federal Farm Credit Bank	3.45%	06/17/24	4,993,061	2,457	-	4,995,518	4,924,772	40,400	4,965,172
Federal National Mortgage Ass'n	1.27%	07/02/24	5,017,614	-	(5,828)	5,011,786	4,862,004	54,600	4,916,603
East West Bank CD	5.56%	08/20/24	-	3,064,237	-	3,064,237	-	3,064,237	3,064,237
East West Bank CD	5.74%	10/25/24	-	3,075,520	-	3,075,520	-	3,075,520	3,075,520
TOTAL / AVERAGE	4.88%		\$ 137,604,320	\$ 14,539,180	\$ (19,031,043)	\$ 133,112,458	\$ 137,168,213	\$ (4,254,557)	\$ 132,913,656