



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

June 30, 2024

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.



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 | March 31, 2024 | | | June 30, 2024 | | |
|---|----------------|-----------------------|-----------------------|---------------|-----------------------|-----------------------|
| | Ave. Yield | Book Value | Market Value | Ave. Yield | Book Value | Market Value |
| Demand Deposit Account/Money Market Account | 5.05% | \$ 22,905,913 | \$ 22,905,913 | 5.41% | \$ 21,609,243 | \$ 21,609,243 |
| Pools/Money Market Fund | 5.42% | 53,813,158 | 53,813,158 | 5.37% | 27,255,433 | 27,255,433 |
| Securities | 2.36% | 10,003,906 | 9,932,797 | 4.01% | 19,998,914 | 20,001,480 |
| Certificates of Deposit | 5.37% | 47,129,126 | 47,129,126 | 5.37% | 56,996,547 | 56,996,547 |
| Total | 5.11% | \$ 133,852,104 | \$ 133,780,995 | 5.16% | \$ 125,860,137 | \$ 125,862,703 |

Average Yield - Current Quarter (1)

| | |
|------------------------------|-------|
| Total Portfolio | 5.16% |
| Rolling Three Month Treasury | 5.47% |
| Rolling Six Month Treasury | 5.34% |
| TexPool | 5.31% |

Fiscal Year-to-Date Average Yield (2)

| | |
|------------------------------|-------|
| Total Portfolio | 5.05% |
| Rolling Three Month Treasury | 5.48% |
| Rolling Six Month Treasury | 5.40% |
| TexPool | 5.33% |

Interest Earnings (Approximate)

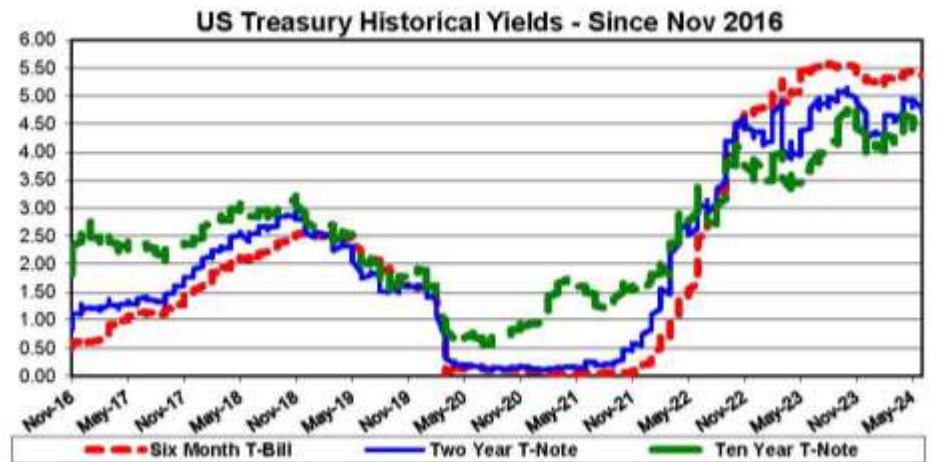
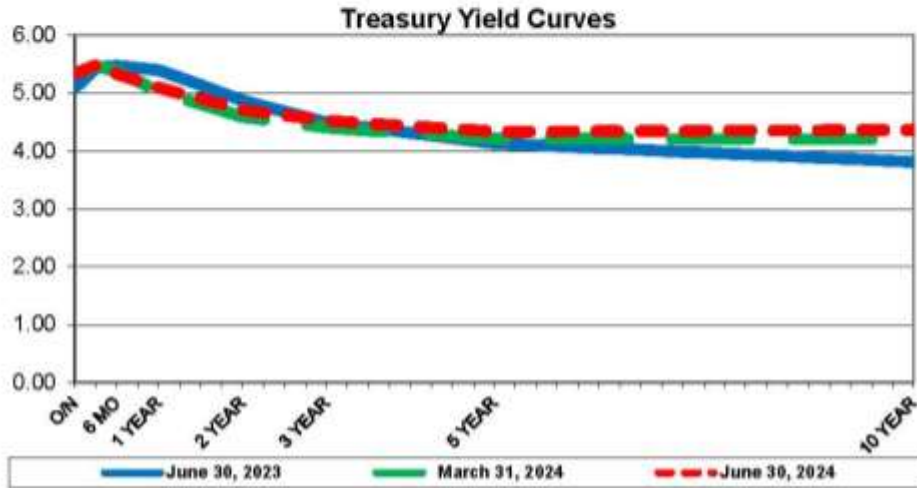
| | |
|---------------------|--------------|
| Quarter | \$ 1,630,830 |
| Fiscal Year-to-date | \$ 4,986,994 |

(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.

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). Expectations are for reduced future rates, but any actions will be meeting-by-meeting and "data-dependent." June Non-Farm Payroll slightly exceeded expectations at 206k new jobs, but the previous two months were revised down causing the Three Month Rolling Average to fall to 177k. Final First Quarter 2024 GDP reported +1.4%. The S&P 500 Stock Index created new highs above +/-5,500. The yield curve remains inverted but longer yields rose slightly. Crude Oil trades over \$80 per barrel. Inflation declined slightly but remains above the FOMC 2% target (Core PCE +/-2.6% and Core CPI +/-3.4%). Reduced global economic outlooks and ongoing/expanding military conflicts continue increasing uncertainty.



Investment Holdings

June 30, 2024

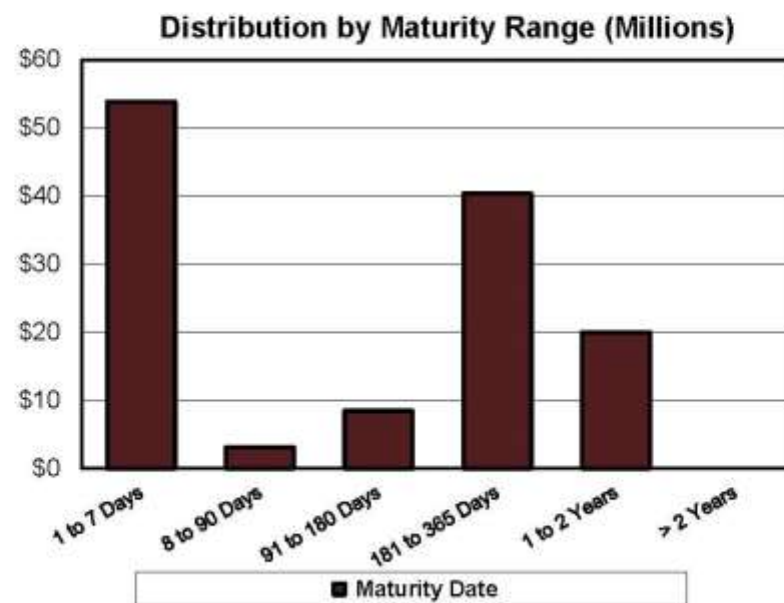
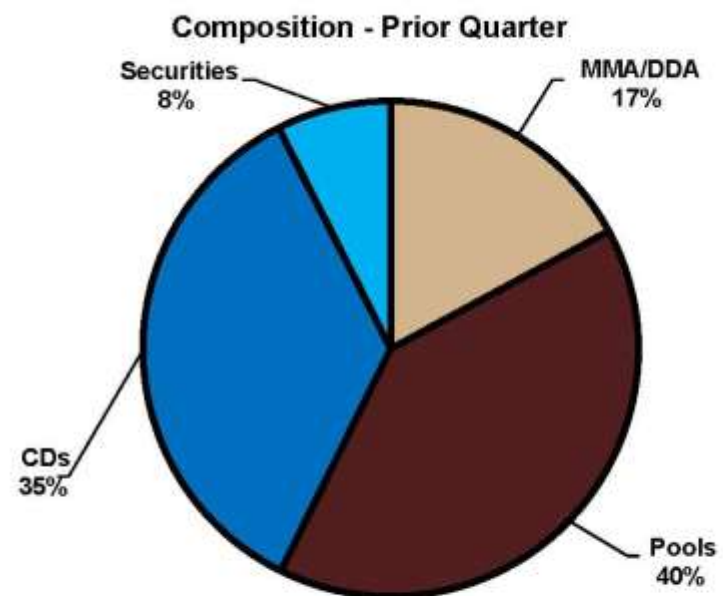
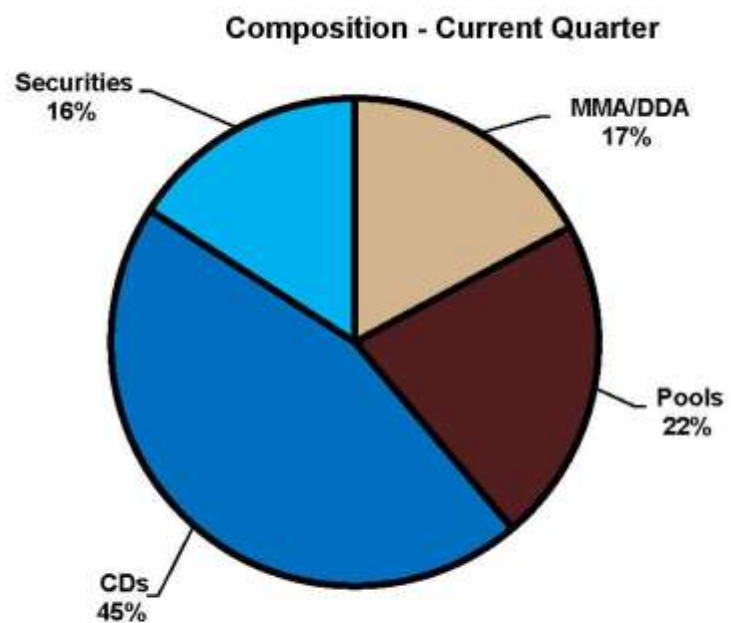
| Description | Ratings | Coupon/ Discount | Maturity Date | Settlement Date | Par Value | Book Value | Market Price | Market Value | Life (Days) | Yield |
|-----------------------------------|---------|---------------------|------------------|--------------------|-----------------------|-----------------------|-----------------|-----------------------|----------------|--------------|
| American National Bank MMA | | 0.11% | 07/01/24 | 06/30/24 | \$ 298,490 | \$ 298,490 | 1.00 | \$ 298,490 | 1 | 0.11% |
| American Nat'l Bank of TX MMA #2 | | 5.00% | 07/01/24 | 06/30/24 | 411,859 | 411,859 | 1.00 | 411,859 | 1 | 5.00% |
| InterBank MMA | | 5.78% | 07/01/24 | 06/30/24 | 100,463 | 100,463 | 1.00 | 100,463 | 1 | 5.78% |
| InterBank ICS | | 5.65% | 07/01/24 | 06/30/24 | 5,169,563 | 5,169,563 | 1.00 | 5,169,563 | 1 | 5.65% |
| Independent Financial Bank Cash | | 0.00% | 07/01/24 | 06/30/24 | 384,839 | 384,839 | 1.00 | 384,839 | 1 | 0.00% |
| Independent Financial Bank MMA | | 5.63% | 07/01/24 | 06/30/24 | 4,165,110 | 4,165,110 | 1.00 | 4,165,110 | 1 | 5.63% |
| Independent Financial Bank MMA #2 | | 5.63% | 07/01/24 | 06/30/24 | 57,694 | 57,694 | 1.00 | 57,694 | 1 | 5.63% |
| NexBank IntraFi MMA Savings | | 5.55% | 07/01/24 | 06/30/24 | 11,021,225 | 11,021,225 | 1.00 | 11,021,225 | 1 | 5.55% |
| TexPool | AAAm | 5.31% | 07/01/24 | 06/30/24 | 12,278,188 | 12,278,188 | 1.00 | 12,278,188 | 1 | 5.31% |
| LOGIC | AAAm | 5.41% | 07/01/24 | 06/30/24 | 14,977,244 | 14,977,244 | 1.00 | 14,977,244 | 1 | 5.41% |
| Federal National Mortgage Ass'n | Aaa/AA+ | 1.75% | 07/02/24 | 01/31/22 | 5,000,000 | 5,000,128 | 99.99 | 4,999,447 | 2 | 1.27% |
| East West Bank CD | | 5.41% | 08/20/24 | 11/20/23 | 3,148,016 | 3,148,016 | 100.00 | 3,148,016 | 51 | 5.56% |
| East West Bank CD | | 5.58% | 10/25/24 | 10/25/23 | 3,162,287 | 3,162,287 | 100.00 | 3,162,287 | 117 | 5.74% |
| East West Bank CD | | 5.17% | 11/15/24 | 02/15/24 | 5,288,255 | 5,288,255 | 100.00 | 5,288,255 | 138 | 5.31% |
| East West Bank CD | | 5.14% | 02/24/25 | 03/22/24 | 15,214,854 | 15,214,854 | 100.00 | 15,214,854 | 239 | 5.27% |
| East West Bank CD | | 5.14% | 03/24/25 | 03/22/24 | 5,071,618 | 5,071,618 | 100.00 | 5,071,618 | 267 | 5.27% |
| East West Bank CD | | 5.26% | 04/23/25 | 04/23/24 | 5,049,962 | 5,049,962 | 100.00 | 5,049,962 | 297 | 5.40% |
| East West Bank CD | | 5.25% | 05/28/25 | 06/14/24 | 5,012,240 | 5,012,240 | 100.00 | 5,012,240 | 332 | 5.39% |
| East West Bank CD | | 5.28% | 06/02/25 | 06/04/24 | 10,039,237 | 10,039,237 | 100.00 | 10,039,237 | 337 | 5.42% |
| East West Bank CD | | 5.25% | 07/02/25 | 06/17/24 | 5,010,078 | 5,010,078 | 100.00 | 5,010,078 | 367 | 5.39% |
| Treasury Note | Aaa/AA+ | 5.00% | 10/31/25 | 04/24/24 | 5,000,000 | 4,997,252 | 100.00 | 5,000,000 | 488 | 5.04% |
| Federal Farm Credit Bank | | 4.88% | 04/15/26 | 04/24/24 | 5,000,000 | 4,992,562 | 99.94 | 4,997,096 | 654 | 4.96% |
| Federal Farm Credit Bank | | 4.88% | 06/12/26 | 06/25/24 | 5,000,000 | 5,008,972 | 100.10 | 5,004,937 | 712 | 4.78% |
| Total Portfolio | | | | | \$ 125,861,223 | \$ 125,860,137 | | \$ 125,862,703 | 190 | 5.16% |

(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.



Book and Market Value Comparison

| Issuer/Description | Yield | Maturity Date | Book Value 03/31/24 | Increases | Decreases | Book Value 06/30/24 | Market Value 03/31/24 | Change in Market Value | Market Value 06/30/24 |
|-----------------------------------|--------------|---------------|------------------------|----------------------|------------------------|------------------------|--------------------------|---------------------------|--------------------------|
| American National Bank MMA | 0.11% | 07/01/24 | \$ 488,249 | \$ — | \$ (189,760) | \$ 298,490 | \$ 488,249 | \$ (189,760) | \$ 298,490 |
| American Nat'l Bank of TX MMA #2 | 5.00% | 07/01/24 | 2,941,467 | — | (2,529,609) | 411,859 | 2,941,467 | (2,529,609) | 411,859 |
| InterBank MMA | 5.78% | 07/01/24 | 100,469 | — | (5) | 100,463 | 100,469 | (5) | 100,463 |
| InterBank ICS | 5.65% | 07/01/24 | 5,095,777 | 73,786 | — | 5,169,563 | 5,095,777 | 73,786 | 5,169,563 |
| Independent Financial Bank Cash | 0.00% | 07/01/24 | 1,480,136 | — | (1,095,297) | 384,839 | 1,480,136 | (1,095,297) | 384,839 |
| Independent Financial Bank MMA | 5.63% | 07/01/24 | 1,924,046 | 2,241,064 | — | 4,165,110 | 1,924,046 | 2,241,064 | 4,165,110 |
| Independent Financial Bank MMA #2 | 5.63% | 07/01/24 | 5,983 | 51,711 | — | 57,694 | 5,983 | 51,711 | 57,694 |
| NexBank IntraFi MMA Savings | 5.55% | 07/01/24 | 10,869,787 | 151,439 | — | 11,021,225 | 10,869,787 | 151,439 | 11,021,225 |
| TexPool | 5.31% | 07/01/24 | 17,191,523 | — | (4,913,335) | 12,278,188 | 17,191,523 | (4,913,335) | 12,278,188 |
| LOGIC | 5.41% | 07/01/24 | 36,621,635 | — | (21,644,391) | 14,977,244 | 36,621,635 | (21,644,391) | 14,977,244 |
| BOK Financial CDARS | 5.00% | 04/11/24 | 5,242,287 | — | (5,242,287) | — | 5,242,287 | (5,242,287) | — |
| East West Bank CD | 5.77% | 05/28/24 | 5,196,645 | — | (5,196,645) | — | 5,196,645 | (5,196,645) | — |
| East West Bank CD | 5.47% | 06/14/24 | 5,217,033 | — | (5,217,033) | — | 5,217,033 | (5,217,033) | — |
| Federal Farm Credit Bank | 3.45% | 06/17/24 | 4,997,948 | — | (4,997,948) | — | 4,978,393 | (4,978,393) | — |
| Federal National Mortgage Ass'n | 1.27% | 07/02/24 | 5,005,958 | — | (5,830) | 5,000,128 | 4,954,404 | 45,042 | 4,999,447 |
| East West Bank CD | 5.56% | 08/20/24 | 3,105,844 | 42,172 | — | 3,148,016 | 3,105,844 | 42,172 | 3,148,016 |
| East West Bank CD | 5.74% | 10/25/24 | 3,118,601 | 43,685 | — | 3,162,287 | 3,118,601 | 43,685 | 3,162,287 |
| East West Bank CD | 5.31% | 11/15/24 | 5,220,534 | 67,721 | — | 5,288,255 | 5,220,534 | 67,721 | 5,288,255 |
| East West Bank CD | 5.27% | 02/24/25 | 15,021,137 | 193,718 | — | 15,214,854 | 15,021,137 | 193,718 | 15,214,854 |
| East West Bank CD | 5.27% | 03/24/25 | 5,007,046 | 64,573 | — | 5,071,618 | 5,007,046 | 64,573 | 5,071,618 |
| East West Bank CD | 5.40% | 04/23/25 | — | 5,049,962 | — | 5,049,962 | — | 5,049,962 | 5,049,962 |
| East West Bank CD | 5.39% | 05/28/25 | — | 5,012,240 | — | 5,012,240 | — | 5,012,240 | 5,012,240 |
| East West Bank CD | 5.42% | 06/02/25 | — | 10,039,237 | — | 10,039,237 | — | 10,039,237 | 10,039,237 |
| East West Bank CD | 5.39% | 07/02/25 | — | 5,010,078 | — | 5,010,078 | — | 5,010,078 | 5,010,078 |
| Treasury Note | 5.04% | 10/31/25 | — | 4,997,252 | — | 4,997,252 | — | 5,000,000 | 5,000,000 |
| Federal Farm Credit Bank | 4.96% | 04/15/26 | — | 4,992,562 | — | 4,992,562 | — | 4,997,096 | 4,997,096 |
| Federal Farm Credit Bank | 4.78% | 06/12/26 | — | 5,008,972 | — | 5,008,972 | — | 5,004,937 | 5,004,937 |
| TOTAL / AVERAGE | 5.16% | | \$ 133,852,104 | \$ 43,040,173 | \$ (51,032,139) | \$ 125,860,137 | \$ 133,780,995 | \$ (7,918,292) | \$ 125,862,703 |