



MONTHLY FINANCIAL REPORT

June 30, 2024

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



Summary

Month End Results by Investment Category:

Asset Type	May 31, 2024			June 30, 2024		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
Demand Deposit Account/Money Market Account	5.41%	\$ 23,712,891	\$ 23,712,891	5.41%	\$ 21,609,243	\$ 21,609,243
Pools/Money Market Fund	5.37%	37,663,249	37,663,249	5.37%	27,255,433	27,255,433
Securities	3.68%	19,990,899	19,965,420	4.01%	19,998,914	20,001,480
Certificates of Deposit	5.42%	47,283,053	47,283,053	5.37%	56,996,547	56,996,547
Total	5.13%	\$ 128,650,091	\$ 128,624,613	5.16%	\$ 125,860,137	\$ 125,862,703

Average Yield - Current Month (1)		Fiscal Year-to-Date Average Yield (2)	
Total Portfolio	5.16%	Total Portfolio	5.16%
Rolling Three Month Treasury	5.47%	Rolling Three Month Treasury	5.49%
Rolling Six Month Treasury	5.34%	Rolling Six Month Treasury	5.41%
TexPool	5.31%	TexPool	5.34%

Interest Earnings (Approximate)	
Monthly Interest Income	\$ 521,896
Fiscal Year-to-date	\$ 4,986,994

(1) Month 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.

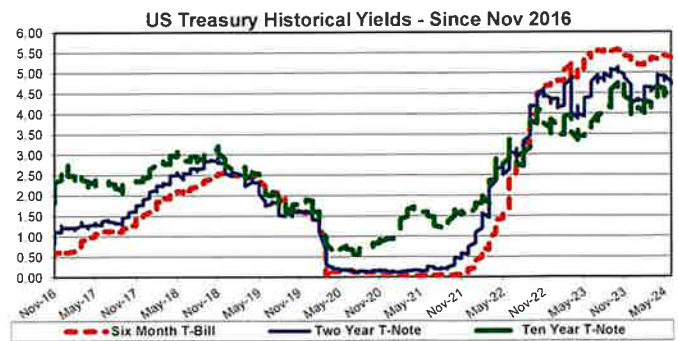
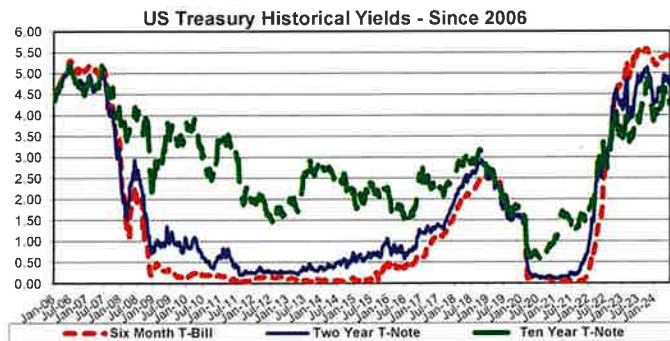
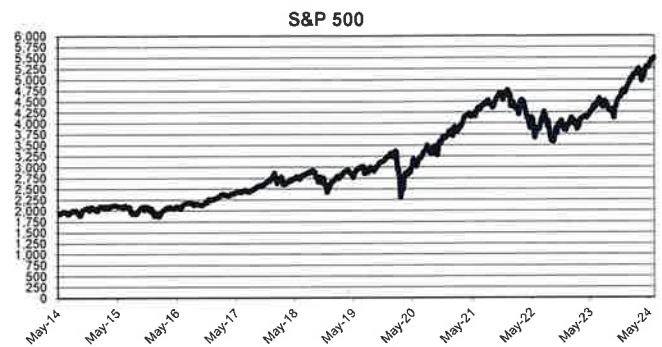
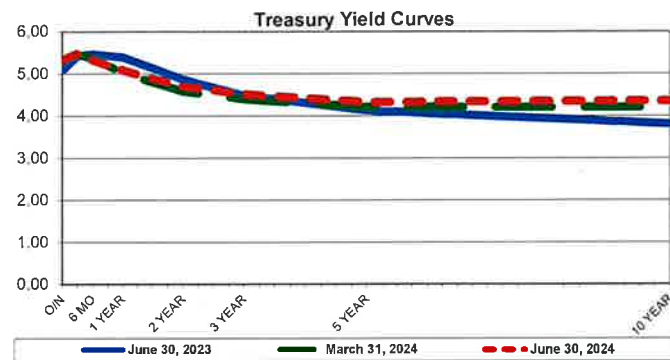
(2) Fiscal Year-to-Date Average Yield - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

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

6/30/2024

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	4,222,804	4,222,804	1.00	4,222,804	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	Aaa/AA+	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	Aaa/AA+	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.

