

RESOLUTION

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BURLESON, TEXAS, ACCEPTING THE QUARTERLY INVESTMENT REPORT FOR THE QUARTER ENDING MARCH 31, 2026.

WHEREAS, the City of Burleson, Texas (“City”), is a home rule city acting under its charter adopted by the electorate pursuant to Article XI, Section 5 of the Texas Constitution and Chapter 9 of the Local Government Code; and

WHEREAS, City staff has reported to the City Council the activities of the City’s cash and investment holdings for the last quarter; and

WHEREAS, City desires to accept the quarterly investment report from the City staff.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF BURLESON, TEXAS, THAT:

Section 1.

The City Council hereby accepts from City staff the quarterly investment report for the quarter ending March 31, 2026, a copy of which is attached hereto as Exhibit “A” and incorporated herein by reference for all purposes.

Section 2.

This resolution shall take effect immediately from and after its passage.

PASSED, APPROVED, AND SO RESOLVED by the City Council of the City of Burleson, Texas, on the _____ day of _____, 20____.

Chris Fletcher, Mayor
City of Burleson, Texas

ATTEST:

APPROVED AS TO LEGAL FORM:

Amanda Campos, City Secretary

E. Allen Taylor, Jr., City Attorney



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

March 31, 2026

**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 | December 31, 2025 | | | March 31, 2026 | | |
|---|-------------------|-----------------------|---|------------------------------|-----------------------|-----------------------|
| | Ave. Yield | Book Value | Market Value | Ave. Yield | Book Value | Market Value |
| Demand Deposit Account (Cash) (3) | 0.05% | \$ 4,979,897 | \$ 4,979,897 | 0.76% | \$ 3,228,106 | \$ 3,228,106 |
| Money Market Accounts / Sweep | 3.90% | 39,215,599 | 39,215,599 | 3.88% | 34,592,065 | 34,592,065 |
| Pools / Money Market Funds | 3.99% | 4,451,110 | 4,451,110 | 3.79% | 7,180,087 | 7,180,087 |
| Certificates of Deposit | 4.14% | 76,878,782 | 76,878,782 | 3.94% | 56,215,008 | 56,215,008 |
| Securities | 4.35% | 40,006,335 | 40,199,950 | 4.13% | 59,409,911 | 59,437,345 |
| Total | 4.01% | \$ 165,531,722 | \$ 165,725,338 | 3.93% | \$ 160,625,176 | \$ 160,652,610 |
| <i>Total Excluding DDA / Cash</i> | 4.13% | \$ 160,551,825 | \$ 160,745,441 | 4.00% | \$ 157,397,071 | \$ 157,424,504 |
| <u>Average Yield - Current Quarter (1)</u> | | | <u>Fiscal Year-to-Date Average Yield (2)</u> | | | |
| Total Portfolio | 3.93% | | | Total Portfolio | 3.97% | |
| Rolling Three Month Treasury | 3.69% | | | Rolling Three Month Treasury | 3.77% | |
| Rolling Six Month Treasury | 3.69% | | | Rolling Six Month Treasury | 3.79% | |
| TexPool Prime | 3.79% | | | TexPool Prime | 3.90% | |

| <u>Interest Earnings (Approximate)</u> | |
|---|--------------|
| Quarter | \$ 1,667,442 |
| Fiscal Year-to-date | \$ 3,434,539 |

(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.

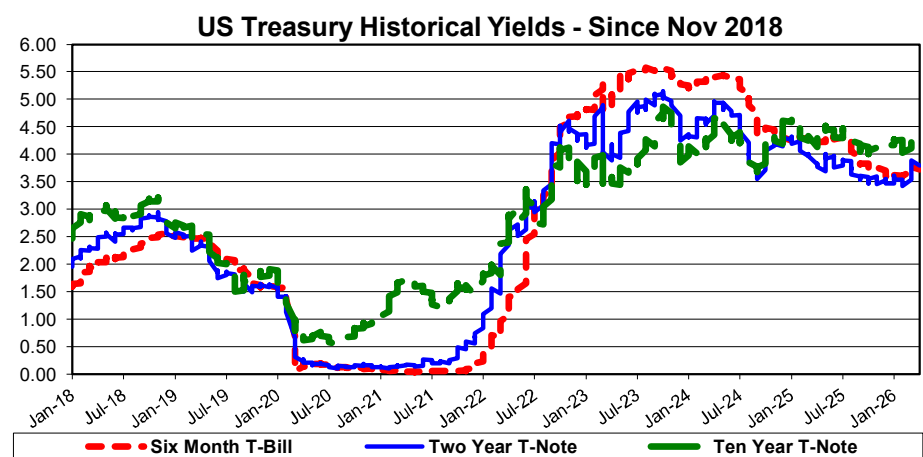
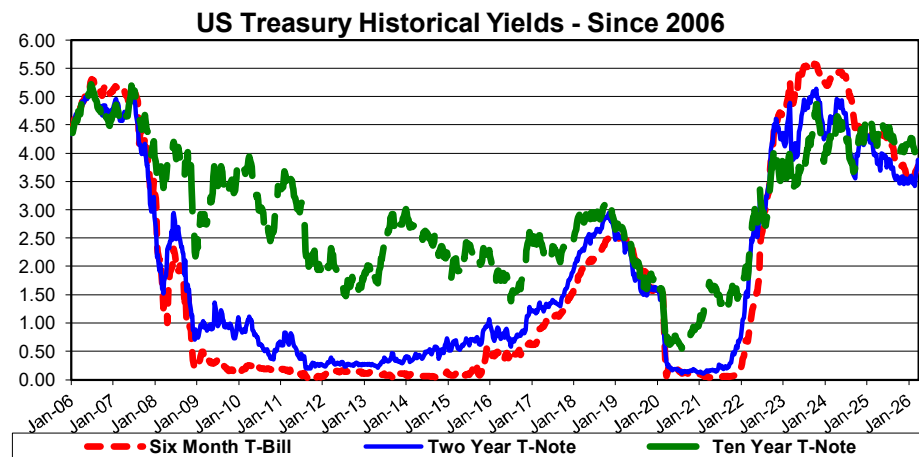
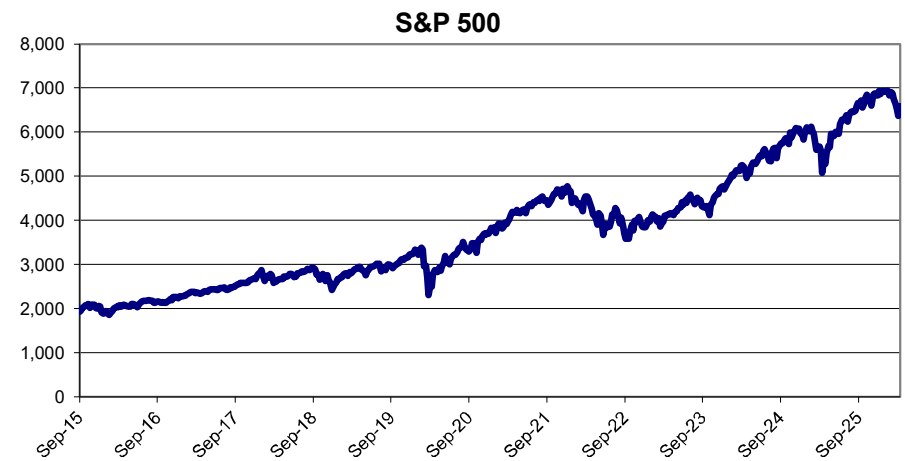
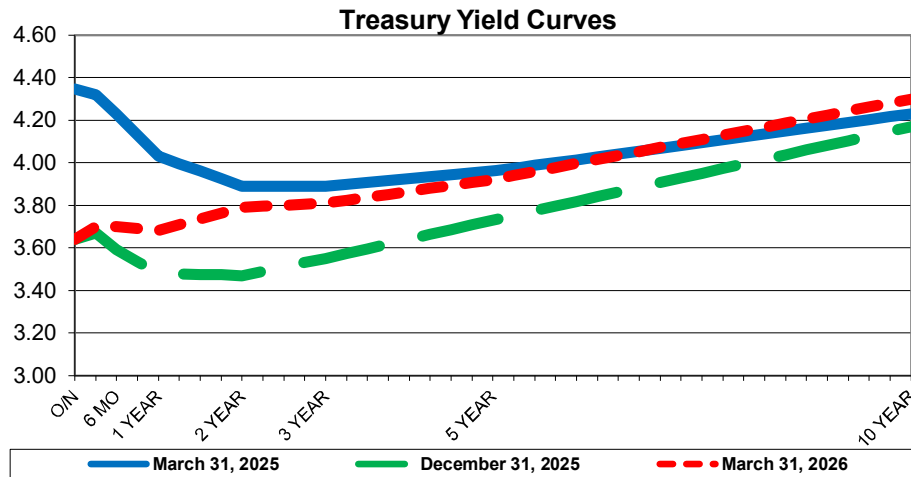
(2) **Fiscal Year-to-Date Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(3) **Demand Deposit Account (Cash)** - account at the City's depository bank utilized for day-to-day operating needs including outstanding payments pending clearing. Balances earn a credit to offset bank fees.

Investment Advisor Note: During market cycles where rates rise or fall, it is common to experience decreases or increases 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 or gains from a pre-maturity sale. Instead, the City will report changes in market value as unrealized losses or gains as required by the PFIA and current accounting standards. As the security approaches maturity, the unrealized loss or gain will diminish, and at maturity the City will receive the full par value of the security.

Economic Overview

The Federal Open Market Committee (FOMC) maintained the Fed Funds target 3.50% - 3.75% (Effective Fed Funds trade +/-3.64%) at their Jan meeting. Additional rate cuts during 2026 are uncertain, but could include one late fall. March Non-Farm Payroll added 178k (exceeding the +60k expectation) raising the three month average to +68k. The S&P 500 Stock Index retrenched +/-8% since touching 7,000. The yield curve is almost fully positive. With the Middle East conflict, Crude Oil continues \$100+. Inflation continues above the FOMC 2% target (Core CPI 2.5% and Core PCE +/-3.1%). The uncertain world events still influence volatility.



Investment Holdings

March 31, 2026



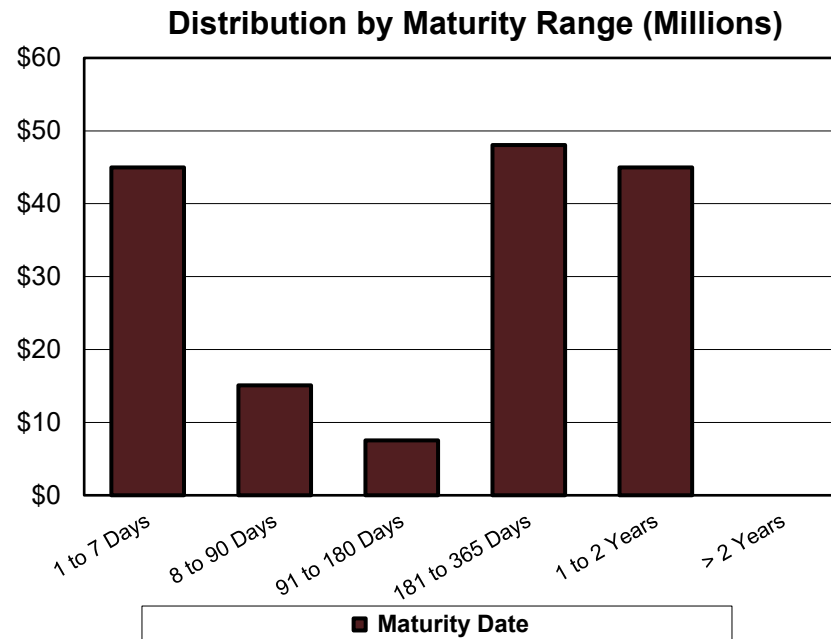
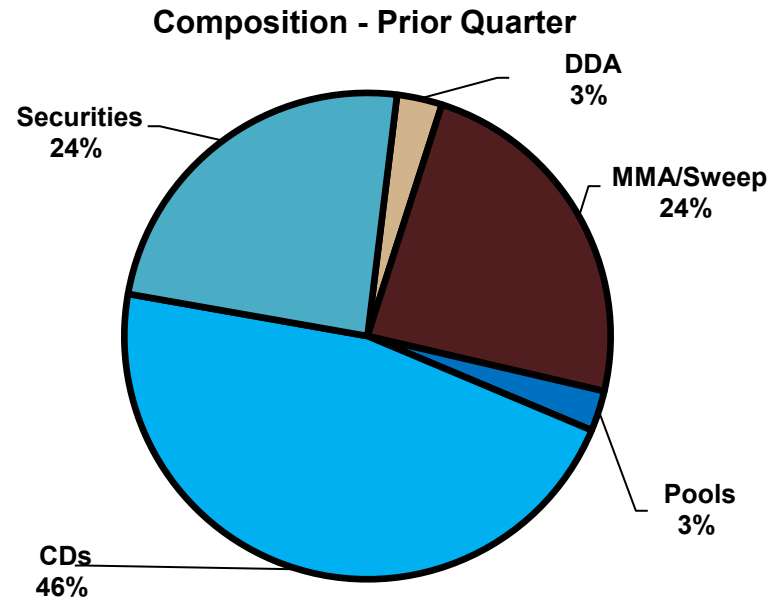
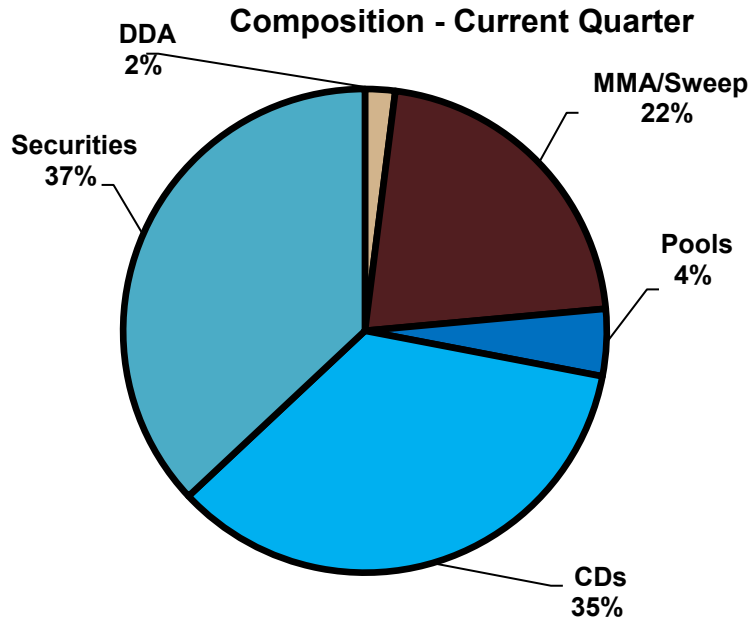
| Description | Ratings | Coupon/ Discount | Maturity Date | Settlement Date | Par Value | Book Value | Market Price | Market Value | Life (Days) | Yield |
|-----------------------------------|---------|---------------------|------------------|--------------------|-----------------------|-----------------------|-----------------|-----------------------|----------------|--------------|
| SouthState Bank Cash (3) | | 0.76% | 04/01/26 | 03/31/26 | \$ 3,228,106 | \$ 3,228,106 | 1.00 | \$ 3,228,106 | 1 | 0.76% |
| SouthState Bank MMA | | 3.81% | 04/01/26 | 03/31/26 | 354,234 | 354,234 | 1.00 | 354,234 | 1 | 3.81% |
| InterBank MMA | | 3.97% | 04/01/26 | 03/31/26 | 100,331 | 100,331 | 1.00 | 100,331 | 1 | 3.97% |
| InterBank ICS | | 3.90% | 04/01/26 | 03/31/26 | 30,584,249 | 30,584,249 | 1.00 | 30,584,249 | 1 | 3.90% |
| NexBank IntraFi MMA Savings | | 3.75% | 04/01/26 | 03/31/26 | 3,553,250 | 3,553,250 | 1.00 | 3,553,250 | 1 | 3.75% |
| TexPool Prime | | 3.80% | 04/01/26 | 03/31/26 | 6,029,239 | 6,029,239 | 1.00 | 6,029,239 | 1 | 3.80% |
| LOGIC | AAAm | 3.79% | 04/01/26 | 03/31/26 | 1,150,847 | 1,150,847 | 1.00 | 1,150,847 | 1 | 3.79% |
| FFCB | Aa1/AA+ | 4.88% | 04/15/26 | 04/24/24 | 5,000,000 | 4,999,829 | 100.04 | 5,001,787 | 15 | 4.96% |
| East West Bank CD | | 3.72% | 06/05/26 | 12/05/25 | 5,059,976 | 5,059,976 | 100.00 | 5,059,976 | 66 | 3.79% |
| FFCB | Aa1/AA+ | 4.88% | 06/12/26 | 06/25/24 | 5,000,000 | 5,000,920 | 100.21 | 5,010,330 | 73 | 4.78% |
| USTN | Aa1/AA+ | 3.75% | 08/31/26 | 10/29/24 | 5,000,000 | 4,992,206 | 99.99 | 4,999,414 | 153 | 4.14% |
| American Nat'l Bank & Trust CDARS | | 4.30% | 09/24/26 | 09/25/25 | 2,555,940 | 2,555,940 | 100.00 | 2,555,940 | 177 | 4.39% |
| USTN | Aa1/AA+ | 4.63% | 10/15/26 | 11/21/24 | 5,000,000 | 5,008,650 | 100.45 | 5,022,656 | 198 | 4.29% |
| American Nat'l Bank & Trust CDARS | | 3.89% | 10/29/26 | 10/30/25 | 10,164,535 | 10,164,535 | 100.00 | 10,164,535 | 212 | 3.97% |
| FAMCA | | 4.23% | 12/23/26 | 12/23/24 | 10,000,000 | 10,000,000 | 100.16 | 10,015,685 | 267 | 4.23% |
| USTN | Aa1/AA+ | 4.13% | 02/15/27 | 06/09/25 | 10,000,000 | 10,004,117 | 100.31 | 10,030,859 | 321 | 4.07% |
| First Nat'l Bank of McGregor CD | | 3.85% | 03/23/27 | 09/23/25 | 7,643,872 | 7,643,872 | 100.00 | 7,643,872 | 357 | 3.91% |
| American Nat'l Bank & Trust CDARS | | 4.05% | 03/25/27 | 03/27/25 | 5,209,534 | 5,209,534 | 100.00 | 5,209,534 | 359 | 4.13% |
| American Nat'l Bank & Trust CDARS | | 3.95% | 04/29/27 | 05/01/25 | 5,184,583 | 5,184,583 | 100.00 | 5,184,583 | 394 | 4.03% |
| American Nat'l Bank & Trust CDARS | | 4.00% | 05/13/27 | 08/14/25 | 1,025,524 | 1,025,524 | 100.00 | 1,025,524 | 408 | 4.07% |
| American Nat'l Bank & Trust CDARS | | 4.00% | 05/13/27 | 08/14/25 | 4,102,098 | 4,102,098 | 100.00 | 4,102,098 | 408 | 4.07% |
| American Nat'l Bank of Texas CD | | 3.65% | 06/10/27 | 12/09/25 | 5,044,500 | 5,044,500 | 100.00 | 5,044,500 | 436 | 3.70% |
| American Nat'l Bank & Trust CDARS | | 3.95% | 07/01/27 | 07/03/25 | 5,149,357 | 5,149,357 | 100.00 | 5,149,357 | 457 | 4.03% |
| USTN | Aa1/AA+ | 3.63% | 08/31/27 | 01/27/26 | 5,000,000 | 5,002,264 | 99.71 | 4,985,547 | 518 | 3.59% |
| American Nat'l Bank & Trust CDARS | | 3.56% | 10/28/27 | 10/30/25 | 5,075,089 | 5,075,089 | 100.00 | 5,075,089 | 576 | 3.62% |
| UST-STRIPS | Aa1/AA+ | 0.00% | 02/15/28 | 01/27/26 | 10,000,000 | 9,351,093 | 93.10 | 9,310,358 | 686 | 3.61% |
| FHLB | Aa1/AA+ | 4.50% | 03/10/28 | 03/23/26 | 5,000,000 | 5,050,832 | 101.21 | 5,060,708 | 710 | 3.95% |
| Total Portfolio | | | | | \$ 161,215,265 | \$ 160,625,176 | | \$ 160,652,610 | 248 | 3.93% |

(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.

(3) **Demand Deposit Account (Cash)** - account at the City's depository bank utilized for day-to-day operating needs including outstanding payments pending clearing. Balances earn a credit to offset bank fees.



Book and Market Value Comparison



| Issuer/Description | Yield | Maturity Date | Book Value 12/31/25 | Increases | Decreases | Book Value 03/31/26 | Market Value 12/31/25 | Change in Market Value | Market Value 03/31/26 |
|-----------------------------------|--------------|---------------|------------------------|----------------------|------------------------|------------------------|--------------------------|---------------------------|--------------------------|
| SouthState Bank Cash (3) | 0.76% | 04/01/26 | \$ 4,979,897 | \$ - | \$ (1,751,791) | \$ 3,228,106 | \$ 4,979,897 | \$ (1,751,791) | \$ 3,228,106 |
| SouthState Bank MMA | 3.81% | 04/01/26 | 307,336 | 46,898 | - | 354,234 | 307,336 | 46,898 | 354,234 |
| InterBank MMA | 3.97% | 04/01/26 | 100,338 | - | (7) | 100,331 | 100,338 | (7) | 100,331 |
| InterBank ICS | 3.90% | 04/01/26 | 35,287,955 | - | (4,703,706) | 30,584,249 | 35,287,955 | (4,703,706) | 30,584,249 |
| NexBank IntraFi MMA Savings | 3.75% | 04/01/26 | 3,519,969 | 33,281 | - | 3,553,250 | 3,519,969 | 33,281 | 3,553,250 |
| TexPool Prime | 3.80% | 04/01/26 | 3,311,032 | 2,718,207 | - | 6,029,239 | 3,311,032 | 2,718,207 | 6,029,239 |
| LOGIC | 3.79% | 04/01/26 | 1,140,077 | 10,770 | - | 1,150,847 | 1,140,077 | 10,770 | 1,150,847 |
| American Nat'l Bank & Trust CD | 4.80% | 01/25/26 | 16,032,549 | - | (16,032,549) | - | 16,032,549 | (16,032,549) | - |
| BOK Financial CDARS | 4.20% | 03/19/26 | 5,164,396 | - | (5,164,396) | - | 5,164,396 | (5,164,396) | - |
| FFCB | 4.96% | 04/15/26 | 4,998,806 | 1,024 | - | 4,999,829 | 5,017,266 | (15,479) | 5,001,787 |
| East West Bank CD | 3.79% | 06/05/26 | 5,013,777 | 46,199 | - | 5,059,976 | 5,013,777 | 46,199 | 5,059,976 |
| FFCB | 4.78% | 06/12/26 | 5,002,054 | - | (1,134) | 5,000,920 | 5,026,193 | (15,863) | 5,010,330 |
| USTN | 4.14% | 08/31/26 | 4,987,622 | 4,584 | - | 4,992,206 | 5,005,273 | (5,859) | 4,999,414 |
| American Nat'l Bank & Trust CDARS | 4.39% | 09/24/26 | 2,529,006 | 26,934 | - | 2,555,940 | 2,529,006 | 26,934 | 2,555,940 |
| USTN | 4.29% | 10/15/26 | 5,012,581 | - | (3,932) | 5,008,650 | 5,040,039 | (17,383) | 5,022,656 |
| American Nat'l Bank & Trust CDARS | 3.97% | 10/29/26 | 10,067,425 | 97,110 | - | 10,164,535 | 10,067,425 | 97,110 | 10,164,535 |
| FAMCA | 4.23% | 12/23/26 | 10,000,000 | - | - | 10,000,000 | 10,045,553 | (29,868) | 10,015,685 |
| USTN | 4.07% | 02/15/27 | 10,005,272 | - | (1,154) | 10,004,117 | 10,065,625 | (34,766) | 10,030,859 |
| First Nat'l Bank of McGregor CD | 3.91% | 03/23/27 | 7,571,990 | 71,882 | - | 7,643,872 | 7,571,990 | 71,882 | 7,643,872 |
| American Nat'l Bank & Trust CDARS | 4.13% | 03/25/27 | 5,157,772 | 51,762 | - | 5,209,534 | 5,157,772 | 51,762 | 5,209,534 |
| American Nat'l Bank & Trust CDARS | 4.03% | 04/29/27 | 5,134,334 | 50,249 | - | 5,184,583 | 5,134,334 | 50,249 | 5,184,583 |
| American Nat'l Bank & Trust CDARS | 4.07% | 05/13/27 | 1,015,460 | 10,065 | - | 1,025,524 | 1,015,460 | 10,065 | 1,025,524 |
| American Nat'l Bank & Trust CDARS | 4.07% | 05/13/27 | 4,061,840 | 40,258 | - | 4,102,098 | 4,061,840 | 40,258 | 4,102,098 |
| American Nat'l Bank of Texas CD | 3.70% | 06/10/27 | 5,000,000 | 44,500 | - | 5,044,500 | 5,000,000 | 44,500 | 5,044,500 |
| American Nat'l Bank & Trust CDARS | 4.03% | 07/01/27 | 5,099,450 | 49,907 | - | 5,149,357 | 5,099,450 | 49,907 | 5,149,357 |
| USTN | 3.59% | 08/31/27 | - | 5,002,264 | - | 5,002,264 | - | 4,985,547 | 4,985,547 |
| American Nat'l Bank & Trust CDARS | 3.62% | 10/28/27 | 5,030,783 | 44,305 | - | 5,075,089 | 5,030,783 | 44,305 | 5,075,089 |
| UST-STRIPS | 3.61% | 02/15/28 | - | 9,351,093 | - | 9,351,093 | - | 9,310,358 | 9,310,358 |
| FHLB | 3.95% | 03/10/28 | - | 5,050,832 | - | 5,050,832 | - | 5,060,708 | 5,060,708 |
| TOTAL / AVERAGE | 3.93% | | \$ 165,531,722 | \$ 22,752,123 | \$ (27,658,669) | \$ 160,625,176 | \$ 165,725,338 | \$ (5,072,728) | \$ 160,652,610 |