



Quarterly Investment Report

PRESENTED TO THE CITY COUNCIL ON
MARCH 24, 2025



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

December 31, 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	September 30, 2024			December 31, 2024		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
Demand Deposit Account/Money Market Account	4.51%	\$ 19,657,361	\$ 19,657,361	4.28%	\$ 9,845,773	\$ 9,845,773
Pools/Money Market Fund	5.23%	54,736,938	54,736,938	4.68%	20,218,715	20,218,715
Securities	4.93%	14,999,191	15,226,245	4.43%	54,932,973	55,015,412
Certificates of Deposit	5.24%	69,682,564	69,682,564	5.21%	61,903,566	61,903,566
Total	5.12%	\$ 159,076,054	\$ 159,303,108	4.78%	\$ 146,901,028	\$ 146,983,466

Average Yield - Current Quarter (1)

Total Portfolio	4.78%
Rolling Three Month Treasury	4.56%
Rolling Six Month Treasury	4.63%
TexPool	4.56%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	4.78%
Rolling Three Month Treasury	4.56%
Rolling Six Month Treasury	4.63%
TexPool	4.56%

Interest Earnings (Approximate)

Quarter	\$ 1,835,685
Fiscal Year-to-date	\$ 1,835,685

(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.

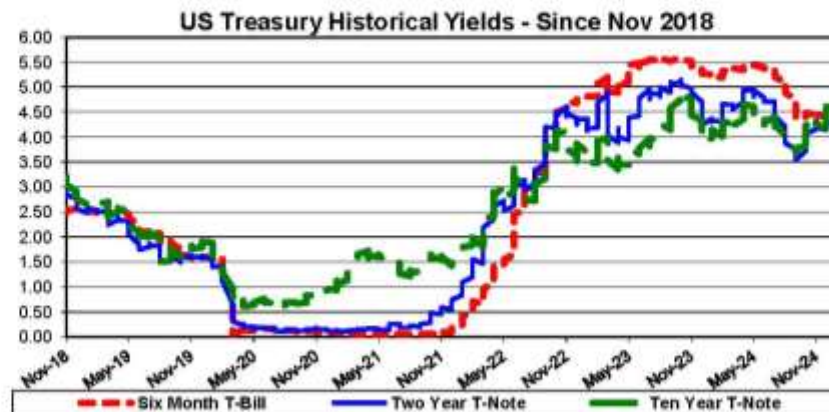
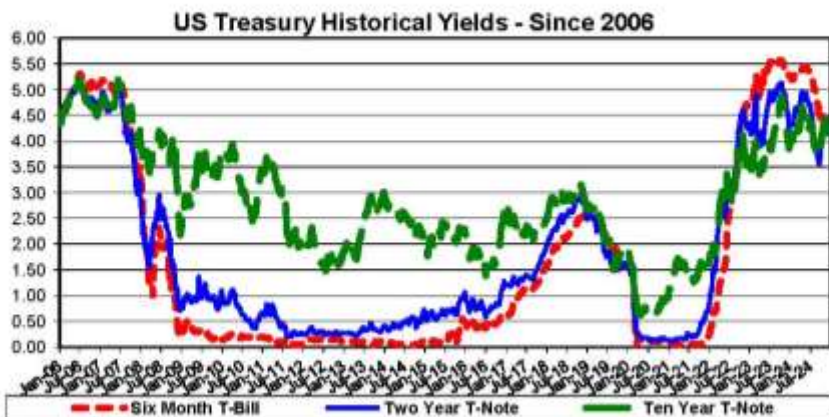
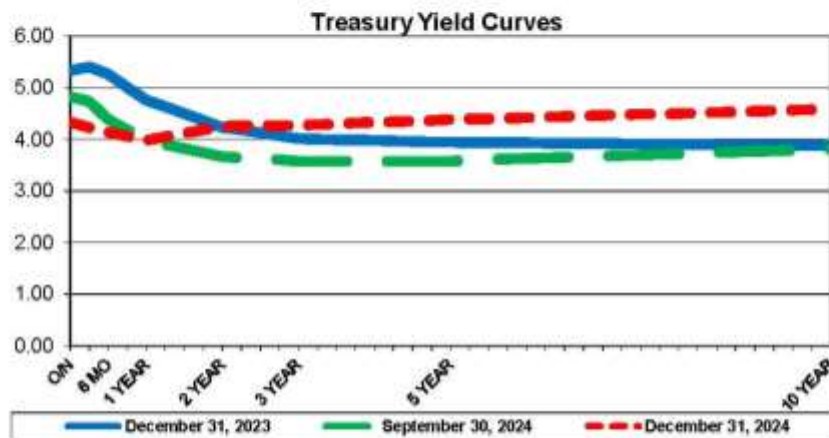
(2) **Fiscal Year-to-Date Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

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

12/31/2024

The Federal Open Market Committee (FOMC) reduced the Fed Funds target range a second time to 4.25% - 4.50% (Effective Fed Funds trade +/-4.33%). Expectations for additional rate cuts have diminished with one 0.25% cut projected in March/May. The next cut might not be until October. December Non-Farm Payroll improved to +256k new jobs, with the Three Month Rolling Average falling slightly to +170k (from the previous +173k). Third Quarter 2024 GDP final number increased to +3.1. The S&P 500 Stock Index experienced some volatility but still exceeds 6,000. The yield curve adjusted to a slight checkmark shape. Crude Oil bounced +/- \$70 per barrel. Inflation remains above the FOMC 2% target (Core PCE +/-2.8% and Core CPI +/-3.3%). Declining global economic outlook and ongoing/expanding international political disruptions increases uncertainty.



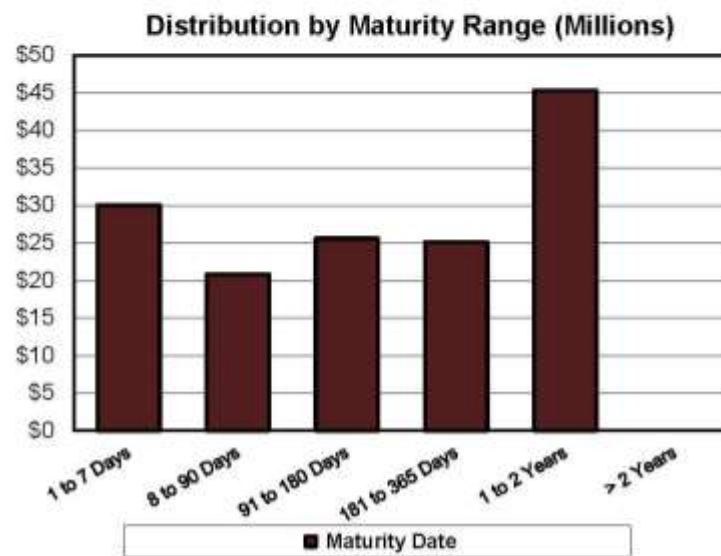
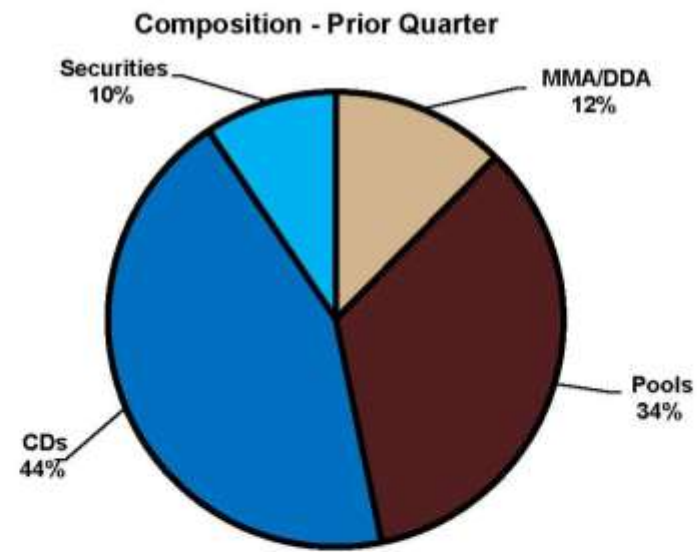
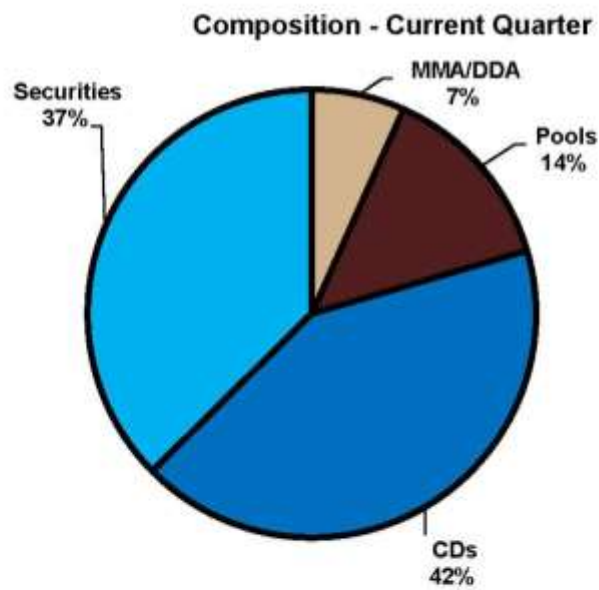
Investment Holdings
December 31, 2024

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
InterBank MMA		4.65%	01/01/25	12/31/24	\$ 100,406	\$ 100,406	1.00	\$ 100,406	1	4.65%
InterBank ICS		4.65%	01/01/25	12/31/24	5,312,270	5,312,270	1.00	5,312,270	1	4.65%
Independent Financial Bank Cash		0.00%	01/01/25	12/31/24	712,797	712,797	1.00	712,797	1	0.00%
Independent Financial Bank MMA		4.69%	01/01/25	12/31/24	351,307	351,307	1.00	351,307	1	4.69%
NexBank IntraFi MMA Savings		4.55%	01/01/25	12/31/24	3,368,994	3,368,994	1.00	3,368,994	1	4.55%
TexPool	AAAm	4.56%	01/01/25	12/31/24	1,779,956	1,779,956	1.00	1,779,956	1	4.56%
LOGIC	AAAm	4.69%	01/01/25	12/31/24	18,438,759	18,438,759	1.00	18,438,759	1	4.69%
East West Bank CD		5.14%	02/24/25	03/22/24	15,614,213	15,614,213	100.00	15,614,213	55	5.27%
East West Bank CD		5.14%	03/24/25	03/22/24	5,204,738	5,204,738	100.00	5,204,738	83	5.27%
FHLB	Aaa/AA+	0.00%	04/04/25	10/09/24	5,000,000	4,943,731	98.85	4,942,470	94	4.40%
East West Bank CD		5.26%	04/23/25	04/23/24	5,185,649	5,185,649	100.00	5,185,649	113	5.40%
East West Bank CD		5.25%	05/28/25	06/14/24	5,146,654	5,146,654	100.00	5,146,654	148	5.39%
East West Bank CD		5.28%	06/02/25	06/04/24	10,310,019	10,310,019	100.00	10,310,019	153	5.42%
East West Bank CD		5.25%	07/02/25	06/17/24	5,144,434	5,144,434	100.00	5,144,434	183	5.39%
USTN	Aaa/AA+	2.00%	08/15/25	10/09/24	5,000,000	4,930,768	98.61	4,930,664	227	4.29%
USTN	Aaa/AA+	5.00%	10/31/25	04/24/24	5,000,000	4,998,288	100.58	5,028,906	304	5.04%
USTN	Aaa/AA+	4.88%	11/30/25	10/09/24	10,000,000	10,061,323	100.54	10,053,906	334	4.18%
American Nat'l Bank & Trust CD		4.70%	01/25/26	07/25/24	15,297,858	15,297,858	100.00	15,297,858	390	4.80%
FFCB	Aaa/AA+	4.88%	04/15/26	04/24/24	5,000,000	4,994,655	100.69	5,034,311	470	4.96%
FFCB	Aaa/AA+	4.88%	06/12/26	06/25/24	5,000,000	5,006,653	100.79	5,039,692	528	4.78%
USTN	Aaa/AA+	3.75%	08/31/26	10/29/24	5,000,000	4,969,029	99.21	4,960,547	608	4.14%
USTN	Aaa/AA+	4.63%	10/15/26	11/21/24	5,000,000	5,028,526	100.61	5,030,469	653	4.29%
FAMCA	Aaa/AA+	4.23%	12/23/26	12/23/24	10,000,000	10,000,000	99.94	9,994,447	722	4.23%
Total Portfolio					\$ 146,968,054	\$ 146,901,028		\$ 146,983,466	246	4.78%

(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 09/30/24	Increases	Decreases	Book Value 12/31/24	Market Value 09/30/24	Change in Market Value	Market Value 12/31/24
American National Bank MMA	0.11%	01/01/25	\$ 427,258	\$ -	\$ (427,258)	\$ -	\$ 427,258	\$ (427,258)	\$ -
InterBank MMA	4.65%	01/01/25	100,447	-	(41)	100,406	100,447	(41)	100,406
InterBank ICS	4.65%	01/01/25	5,244,562	67,707	-	5,312,270	5,244,562	67,707	5,312,270
Independent Financial Bank Cash	0.00%	01/01/25	1,752,679	-	(1,039,882)	712,797	1,752,679	(1,039,882)	712,797
Independent Financial Bank MMA	4.69%	01/01/25	958,262	-	(606,955)	351,307	958,262	(606,955)	351,307
Independent Financial Bank MMA #2	5.48%	01/01/25	7	-	(7)	-	7	(7)	-
NexBank IntraFi MMA Savings	4.55%	01/01/25	11,174,146	-	(7,805,152)	3,368,994	11,174,146	(7,805,152)	3,368,994
TexPool	4.56%	01/01/25	4,861,555	-	(3,081,599)	1,779,956	4,861,555	(3,081,599)	1,779,956
LOGIC	4.69%	01/01/25	49,875,383	-	(31,436,624)	18,438,759	49,875,383	(31,436,624)	18,438,759
East West Bank CD	5.74%	10/25/24	3,207,074	-	(3,207,074)	-	3,207,074	(3,207,074)	-
East West Bank CD	5.31%	11/15/24	5,357,613	-	(5,357,613)	-	5,357,613	(5,357,613)	-
East West Bank CD	5.27%	02/24/25	15,413,241	200,973	-	15,614,213	15,413,241	200,973	15,614,213
East West Bank CD	5.27%	03/24/25	5,137,747	66,991	-	5,204,738	5,137,747	66,991	5,204,738
FHLB	4.40%	04/04/25	-	4,943,731	-	4,943,731	-	4,942,470	4,942,470
East West Bank CD	5.40%	04/23/25	5,117,356	68,293	-	5,185,649	5,117,356	68,293	5,185,649
East West Bank CD	5.39%	05/28/25	5,079,002	67,652	-	5,146,654	5,079,002	67,652	5,146,654
East West Bank CD	5.42%	06/02/25	10,173,727	136,292	-	10,310,019	10,173,727	136,292	10,310,019
East West Bank CD	5.39%	07/02/25	5,076,811	67,622	-	5,144,434	5,076,811	67,622	5,144,434
USTN	4.29%	08/15/25	-	4,930,768	-	4,930,768	-	4,930,664	4,930,664
USTN	5.04%	10/31/25	4,997,770	518	-	4,998,288	5,055,078	(26,172)	5,028,906
USTN	4.18%	11/30/25	-	10,061,323	-	10,061,323	-	10,053,906	10,053,906
American Nat'l Bank & Trust CD	4.80%	01/25/26	15,119,992	177,866	-	15,297,858	15,119,992	177,866	15,297,858
FFCB	4.96%	04/15/26	4,993,608	1,046	-	4,994,655	5,081,249	(46,938)	5,034,311
FFCB	4.78%	06/12/26	5,007,813	-	(1,159)	5,006,653	5,089,918	(50,227)	5,039,692
USTN	4.14%	08/31/26	-	4,969,029	-	4,969,029	-	4,960,547	4,960,547
USTN	4.29%	10/15/26	-	5,028,526	-	5,028,526	-	5,030,469	5,030,469
FAMCA	4.23%	12/23/26	-	10,000,000	-	10,000,000	-	9,994,447	9,994,447
TOTAL / AVERAGE	4.78%		\$ 159,076,054	\$ 40,788,338	\$ (52,963,365)	\$ 146,901,028	\$ 159,303,108	\$ (12,319,642)	\$ 146,983,466

Options



Approve as presented or
with modifications



Deny request