



## **INVESTMENT PORTFOLIO SUMMARY**

**For the Quarter Ended**

**June 30, 2025**

**Prepared by  
Prosper Finance Department**

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

*Robert B. Scott*

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Bob Scott, Deputy Town Manager

*Chris Landrum*

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Chris Landrum, Finance Director

*Ryan Patterson*

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Ryan Patterson, Assistant Finance Director

## Summary

### Quarter End Results by Investment Category:

Asset Type	March 31, 2025			June 30, 2025		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
MMA/NOW	4.13%	\$ 29,684,669	\$ 29,684,669	4.12%	\$ 33,637,802	\$ 33,637,802
MMF/Pools	4.40%	138,727,411	138,727,411	4.36%	97,234,992	97,234,992
Securities	4.57%	19,991,017	19,961,900	4.32%	34,743,131	34,747,759
Certificates of Deposit	-	-	-	-	-	-
<b>Total</b>	<b>4.37%</b>	<b>\$ 188,403,097</b>	<b>\$ 188,373,980</b>	<b>4.30%</b>	<b>\$ 165,615,924</b>	<b>\$ 165,620,552</b>

Average Yield - Current Quarter (1)		Fiscal Year-to-Date Average Yield (2)	
Total Portfolio	4.30%	Total Portfolio	4.42%
Rolling Three Month Treasury	4.37%	Rolling Three Month Treasury	4.43%
Rolling Six Month Treasury	4.27%	Rolling Six Month Treasury	4.31%
TexPool	4.31%	TexPool	4.47%

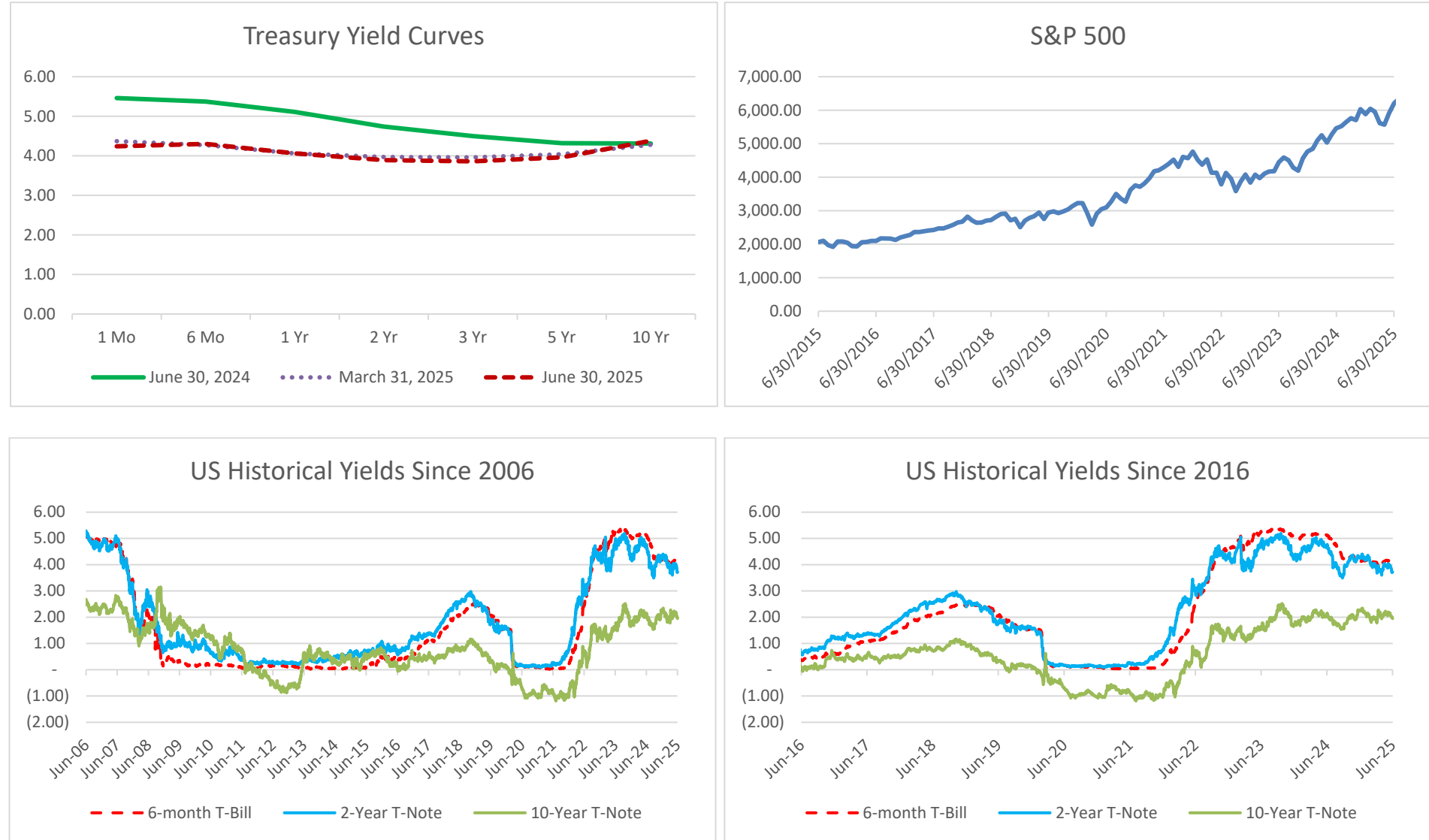
Interest Earnings (Approximate)	
Quarter	\$ 2,117,974
Fiscal Year-to-date	\$ 6,192,934

(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.

Economic Overview 6/30/2025

The Federal Open Market Committee (FOMC) maintained the federal funds target range at 4.25-4.50% throughout Q2 2025. Effective Fed Funds consistently tracked near the midpoint at around 4.33%. Despite progress in reducing inflation, it remains above the 2% target, with Core PCE at approximately 2.5% year-over-year, only down from 2.6% in March. Core CPI averaged 2.4% during Q2, which brings the core CPI to 2.9% (YoY). The FOMC reiterated its commitment to a data-dependent approach, weighing mixed signals before any potential rate cuts. Q2 non-farm payrolls rose by a monthly average of 150k, an increase from Q1 revised payrolls gains of 111k jobs/month. The unemployment rate remained low at 4.2%, while labor force participation dipped slightly. Real GDP rebounded with a strong 3.0% annualized gain in Q2 2025, following a 0.5% contraction in Q1 2025. Growth was driven largely by increased consumer spending and a sharp decline in imports. Oil prices continued to decline during Q2, averaging \$64-\$65 per barrel, down from around \$72 in Q1 2025. This reflected increased global supply and softer demand expectations, easing some inflationary pressure. The treasury yield curve remained inverted, reflecting lingering recession concerns amid slow domestic demand and mixed macro data. The Fed continues to signal two 25-basis point rate cuts likely later in 2025. Global uncertainties, geopolitical risks, and trade policy volatility remained elevated through Q2 2025.



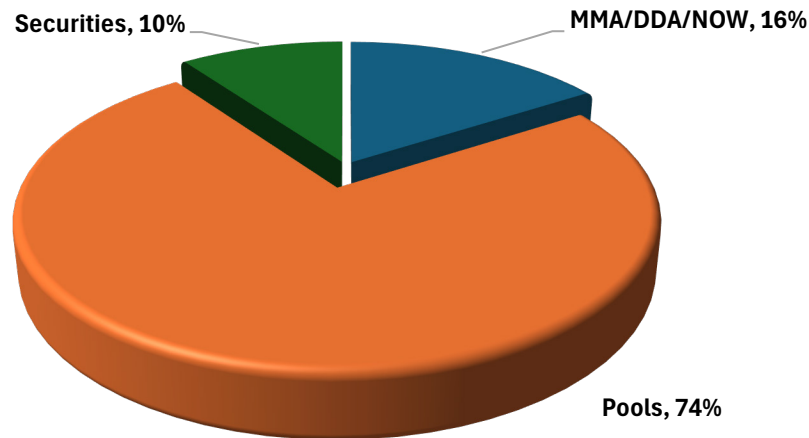
**Investment Holdings**  
**June 30, 2025**

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Independent DDA		1.76%	07/01/25	06/30/25	4,638,073	4,638,073	100.00	4,638,073	1	1.76%
Independent DDA #2		4.50%	07/01/25	06/30/25	15,271,636	15,271,636	100.00	15,271,636	1	4.50%
Independent DDA #3		4.50%	07/01/25	06/30/25	7,920,717	7,920,717	100.00	7,920,717	1	4.50%
NexBank MMA		4.45%	07/01/25	06/30/25	5,807,375	5,807,375	100.00	5,807,375	1	4.45%
TexSTAR		4.29%	07/01/25	06/30/25	29,208,716	29,208,716	100.00	29,208,716	1	4.29%
TexPool		4.40%	07/01/25	06/30/25	68,026,276	68,026,276	100.00	68,026,276	1	4.40%
FHLB	Moodys-Aaa	4.38%	10/15/27	10/22/24	2,000,000	2,000,000	99.89	1,997,700	837	4.38%
FNMA	S&P-AA+	4.50%	10/15/27	10/22/24	3,000,000	2,998,269	99.89	2,996,550	837	4.53%
FFCB	S&P-AA+	4.67%	12/15/27	12/18/24	5,000,000	4,993,586	100.01	5,000,550	898	4.73%
FHLM	NR	4.50%	12/17/27	12/19/24	5,000,000	5,000,000	99.97	4,998,350	900	4.50%
FFCB	S&P-AA+	4.22%	05/23/28	06/30/25	5,000,000	5,000,000	100.16	5,007,900	1,058	4.22%
FHLB	NR	4.38%	06/23/28	06/30/25	5,000,000	5,000,000	100.00	5,000,000	1,089	4.38%
FNMA	S&P-AA+	4.20%	07/10/28	06/30/25	4,740,000	4,739,526	99.94	4,737,109	1,106	4.20%
FHLB	S&P-AA+	3.88%	06/04/27	06/30/25	5,000,000	5,011,750	100.19	5,009,600	704	3.75%
<b>Total Portfolio</b>					<b>\$ 165,612,794</b>	<b>\$ 165,615,924</b>		<b>\$ 165,620,552</b>	<b>198</b>	<b>4.30%</b>
									(1)	(2)

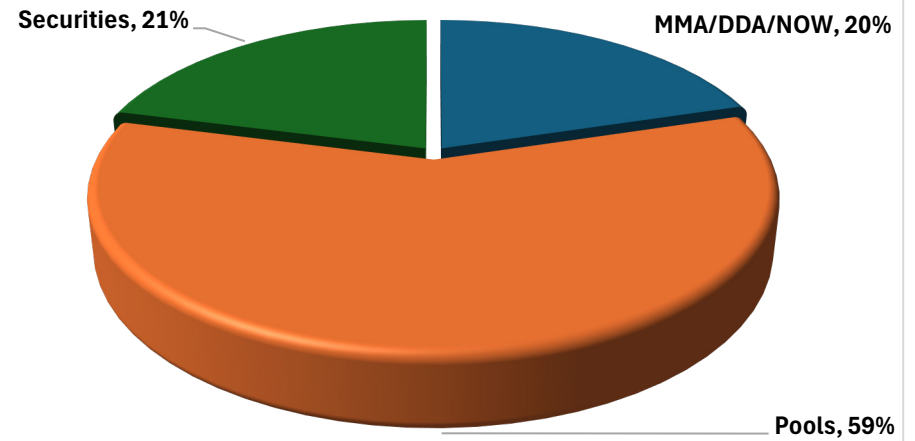
**(1) Weighted average life** - For purposes of calculating weighted average life, overnight bank and pool balances are assumed to have a one-day maturity.

**(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 - PRIOR QUARTER



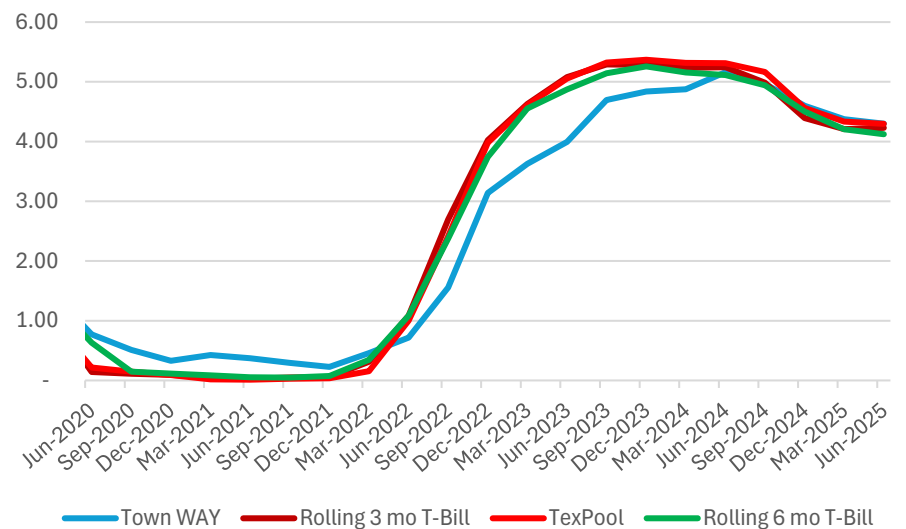
## COMPOSITION - CURRENT QUARTER



## Total Portfolio



## Portfolio Performance



## Book and Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 3/31/25	Increases	Decreases	Book Value 6/30/25	Market Value 3/31/25	Change in Market Value	Market Value 6/30/25
Independent DDA	1.76%	07/01/25	\$ 4,654,398		\$ (16,325)	\$ 4,638,073	\$ 4,654,398	\$ (16,325)	\$ 4,638,073
Independent DDA #2	4.50%	07/01/25	15,002,970	268,666		15,271,636	15,002,970	268,666	15,271,636
Independent DDA #3	4.50%	07/01/25	4,284,326	3,636,392		7,920,717	4,284,326	3,636,392	7,920,717
NexBank MMA	4.45%	07/01/25	5,742,975	64,400		5,807,375	5,742,975	64,400	5,807,375
TexSTAR	4.29%	07/01/25	44,431,653		(15,222,937)	29,208,716	44,431,653	(15,222,937)	29,208,716
TexPool	4.40%	07/01/25	94,295,758		(26,269,482)	68,026,276	94,295,758	(26,269,482)	68,026,276
FFCB	4.22%	05/23/28	-	5,000,000		5,000,000	-	5,007,900	5,007,900
FFCB	4.73%	12/15/27	4,992,936	650		4,993,586	4,980,900	19,650	5,000,550
FHLB	3.75%	06/04/27	-	5,011,750		5,011,750	-	5,009,600	5,009,600
FHLB	4.38%	10/15/27	2,000,000			2,000,000	1,993,040	4,660	1,997,700
FHLB	4.38%	06/23/28	-	5,000,000		5,000,000	-	5,000,000	5,000,000
FHLMC	4.50%	12/17/27	5,000,000			5,000,000	4,999,750	(1,400)	4,998,350
FHLMC	4.60%	10/23/26	5,000,000		(5,000,000)	-	4,996,550	(4,996,550)	-
FNMA	4.20%	07/10/28	-	4,739,526		4,739,526	-	4,737,109	4,737,109
FNMA	4.53%	10/15/27	2,998,081	188		2,998,269	2,991,660.00	4,890	2,996,550
<b>TOTAL / AVERAGE</b>	<b>4.30%</b>		<b>\$ 188,403,097</b>	<b>\$ 23,721,572</b>	<b>\$ (46,508,744)</b>	<b>\$ 165,615,924</b>	<b>\$ 188,373,980</b>	<b>\$ (22,753,428)</b>	<b>\$ 165,620,552</b>

**Allocation****June 30, 2025**

<b>Book Value</b>	<b>Yield</b>	<b>Maturity Date</b>	<b>Total</b>	<b>Pooled Funds</b>	<b>Debt Service Fund</b>
Independent DDA	1.76%		\$ 4,638,073	\$ 4,638,073	\$ —
Independent DDA #2	4.50%		15,271,636	15,271,636	—
Independent DDA #3	4.50%		7,920,717	7,920,717	—
NexBank MMA	4.45%		5,807,375	5,807,375	—
TexSTAR	4.29%		29,208,716	29,208,716	—
TexPool	4.40%		68,026,276	62,876,830	5,158,446
FFCB	4.22%	05/23/28	5,000,000	5,000,000	—
FFCB	4.73%	12/15/27	4,993,586	4,993,586	—
FHLB	3.75%	06/04/27	5,011,750	5,011,750	—
FHLB	4.38%	10/15/27	2,000,000	2,000,000	—
FHLB	4.38%	06/23/28	5,000,000	5,000,000	—
FHLMC	4.50%	12/17/27	5,000,000	5,000,000	—
FNMA	4.20%	07/10/28	4,739,526	4,739,526	—
FNMA	4.53%	10/15/27	2,998,269	2,998,269	—
<b>Totals</b>			<b>\$ 165,615,924</b>	<b>\$ 160,457,478</b>	<b>\$ 5,158,446</b>

**Allocation****March 31, 2025**

<b>Book Value</b>	<b>Yield</b>	<b>Maturity Date</b>	<b>Total</b>	<b>Pooled Funds</b>	<b>Debt Service Fund</b>
Independent Financial DDA	1.76%		\$ 4,654,398	\$ 4,654,398	\$ —
Independent Financial DDA #2	4.59%		15,002,970	15,002,970	—
Independent Financial DDA #3	4.59%		4,284,326	4,284,326	—
NexBank MMA	4.50%		5,742,975	5,742,975	—
TexSTAR	4.40%		44,431,653	44,431,653	—
TexPool	4.43%		94,295,758	89,472,901	4,822,857
FFCB	4.73%	12/15/27	4,992,936	4,992,936	—
FHLB	4.38%	10/15/27	2,000,000	2,000,000	—
FHLMC	4.60%	10/23/26	5,000,000	5,000,000	—
FHLMC	4.50%	12/17/27	5,000,000	5,000,000	—
FNMA	4.53%	10/15/27	2,998,081	2,998,081	—
<b>Totals</b>			<b>\$ 188,403,097</b>	<b>\$ 183,580,240</b>	<b>\$ 4,822,857</b>