



City of Duncanville, Texas

QUARTERLY INVESTMENT REPORT

For the Quarter Ended

March 31, 2022

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

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



Agustín (Gas) Garcia, Director of Economic Development



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Disclaimer: These reports were compiled using information provided by the City of Duncanville. 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.

Strategy Summary

Quarter End Results by Investment Category:

Asset Type	December 31, 2021		March 31, 2022		Ave. Yield
	Book Value	Market Value	Book Value	Market Value	
DDA	\$ 30,766,140	\$ 30,766,140	\$ 47,206,036	\$ 47,206,036	0.60%
MMALGIPs	26,697,290	26,697,290	26,719,887	26,719,887	0.43%
CDS	19,030,122	19,030,122	6,008,696	6,008,696	0.19%
Totals	\$ 76,493,552	\$ 76,493,552	\$ 79,934,620	\$ 79,934,620	0.51%

<u>Current Quarter Weighted Average Yield (1)</u>		<u>Fiscal Year-to-Date Weighted Average Yield (2)</u>	
Total Portfolio	0.51%	Total Portfolio	0.46%
Rolling Three Month Treasury	0.31%	Rolling Three Month Treasury	0.18%
Rolling Six Month Treasury	0.36%	Rolling Six Month Treasury	0.22%
TexPool	0.15%	Average Monthly TexPool	0.06%

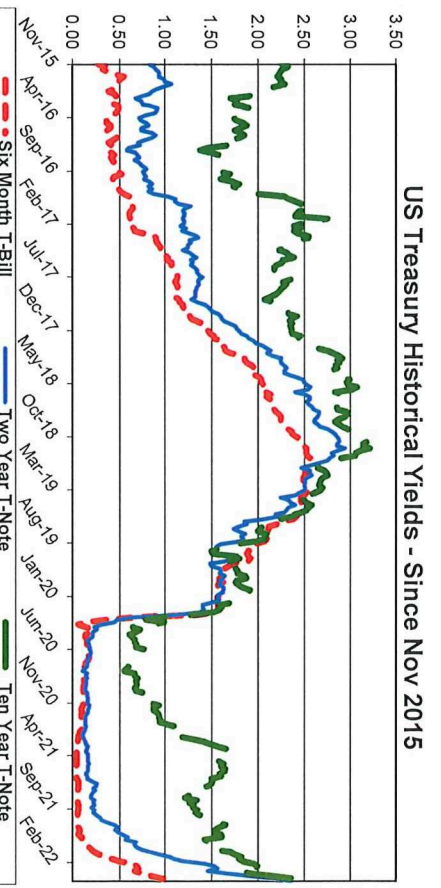
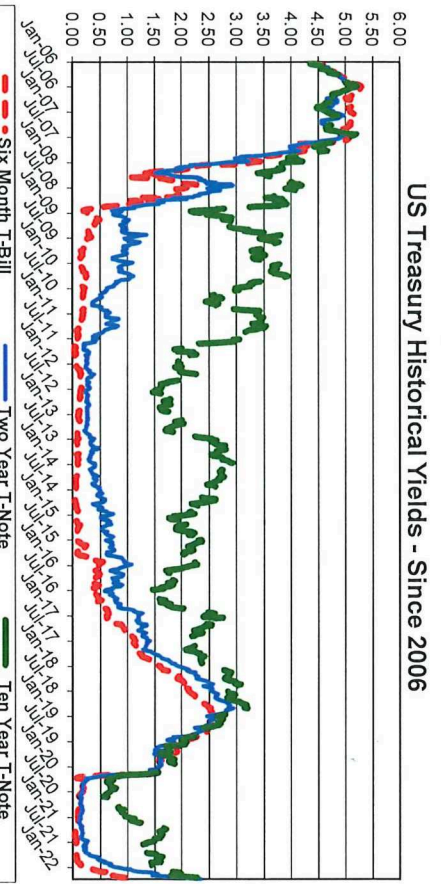
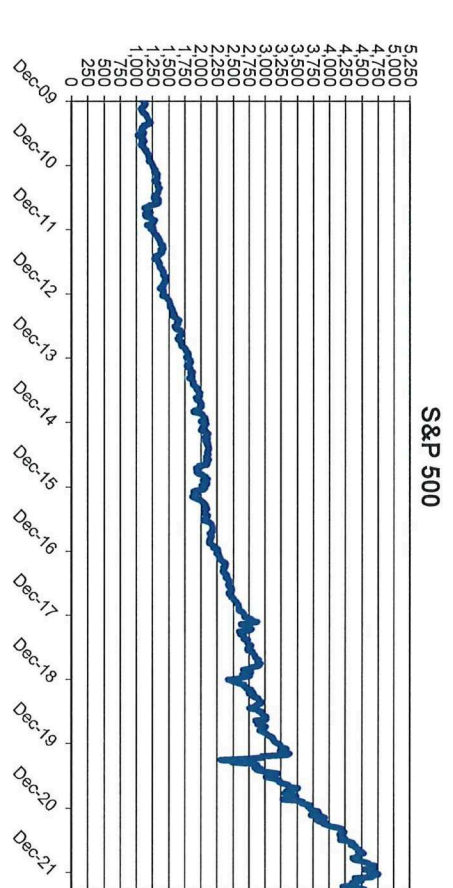
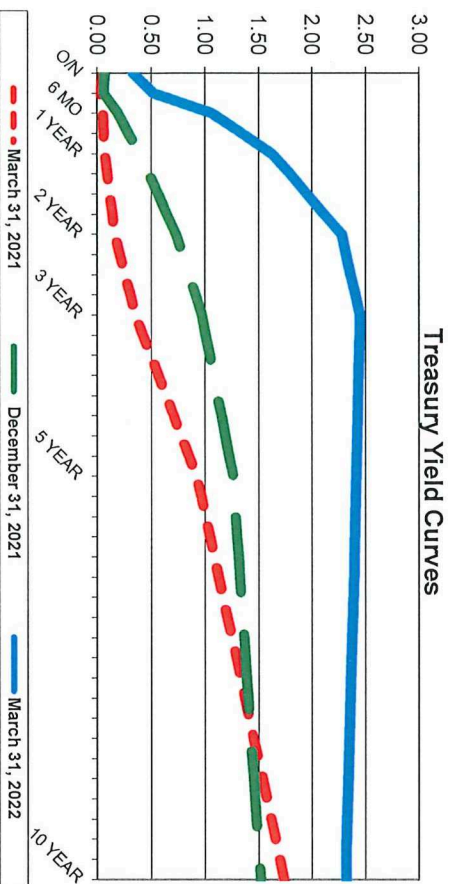
<u>Interest Earnings (Approximate)</u>	
Quarterly Interest Income	\$ 29,699
Year-to-date Interest Income	\$ 63,958

(1) **Current Quarter Weighted 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. The yield for the reporting month is used for bank and money market balances.
 (2) **Fiscal Year-to-Date Weighted 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

3/31/2022

The Federal Open Market Committee (FOMC) raised the Fed Funds target range to 0.25% to 0.50% (Effective Fed Funds are trading +/-0.30%). The FOMC ended monthly security purchases and may begin reducing their balance sheet. The market projection 4 to 6 more increases this calendar year. Final Fourth Quarter GDP recorded +6.9%. March Non-Farm Payroll missed estimates adding 431k net new jobs. Decreasing the Three Month Average NFP to 562k. Crude oil declined to +/\$100 per barrel. The Stock Markets have recovered from the "correction" and slowly regained some lost ground. Some domestic economic indicators, including housing, softened. Inflation remained well over the FOMC 2% target (Core PCE +/-5.4%). The FOMC Fed Funds target projections pushed the yield curve to a Three Year Maturity peak.

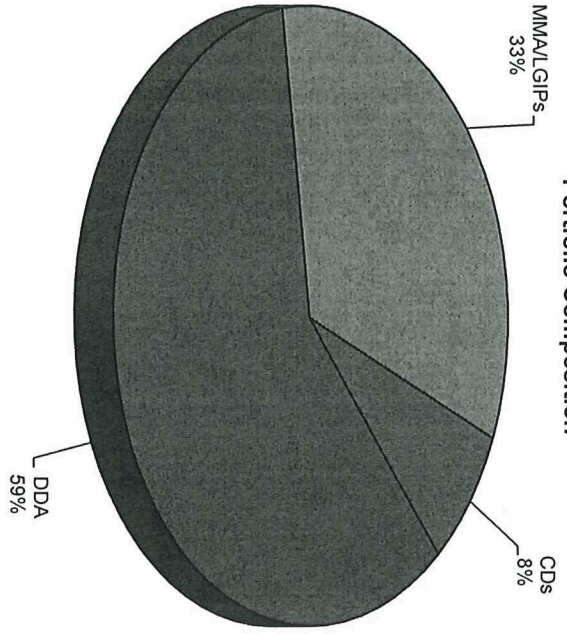


Investment Holdings
March 31, 2022

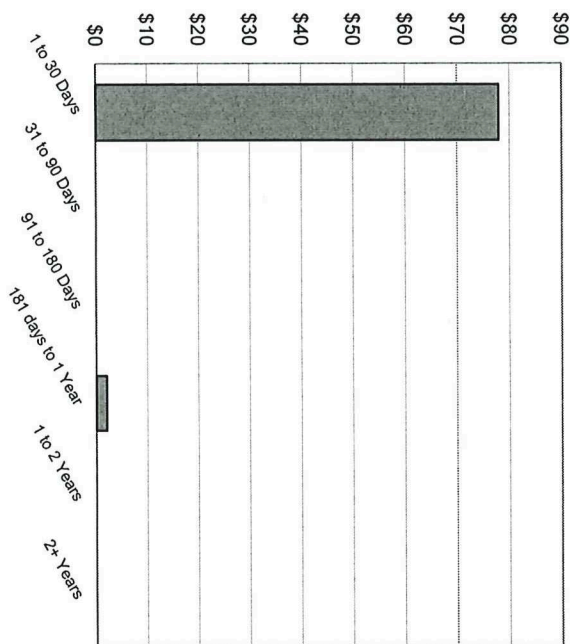
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Wells Fargo Bank DDA (3)		0.60%	04/01/22	03/31/22	\$ 47,206,036	\$ 47,206,036	1.00	\$ 47,206,036	1	0.60%
NexBank MMA		0.55%	04/01/22	03/31/22	10,654,851	10,654,851	1.00	10,654,851	1	0.55%
NexBank IntraFi MMA		0.55%	04/01/22	03/31/22	7,833,062	7,833,062	1.00	7,833,062	1	0.55%
Prosperity Bank MMA		0.15%	04/01/22	03/31/22	6,508,727	6,508,727	1.00	6,508,727	1	0.15%
TexPool	AAA	0.15%	04/01/22	03/31/22	5,037	5,037	1.00	5,037	1	0.15%
LOGIC LGIP	AAA	0.25%	04/01/22	03/31/22	1,718,210	1,718,210	1.00	1,718,210	1	0.25%
Prosperity Bank CD		0.20%	04/12/22	04/12/21	4,007,327	4,007,327	100.00	4,007,327	12	0.20%
East West Bank CD		0.17%	11/04/22	11/04/21	2,001,370	2,001,370	100.00	2,001,370	218	0.17%
					\$ 79,934,620	\$ 79,934,620		\$ 79,934,620	7	0.51%
									(1)	(2)

(1) Weighted average life - For purposes of calculating weighted average life, bank accounts and money market funds are assumed to have an one day maturity.
(2) Weighted average yield to maturity - The weighted average yield to maturity is 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 accounts and money market funds.
(3) Earnings Credit Rate - Wells Fargo balances are used to to offset bank fees generating an estimated Earnings Credit Rate.

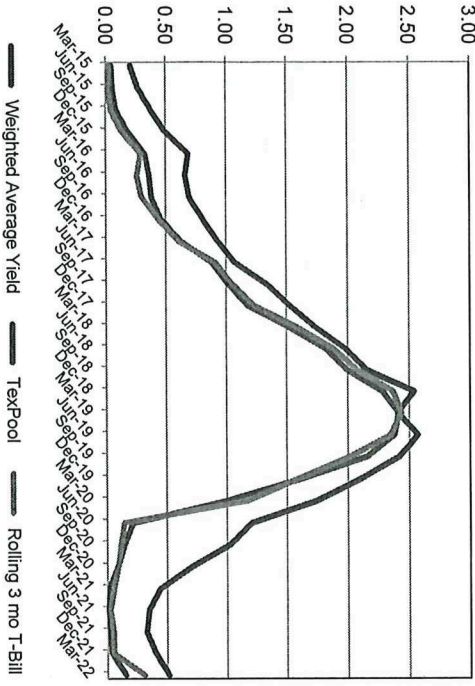
Portfolio Composition



Distribution by Maturity (Millions)



Total Portfolio Performance



Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 12/31/21	Increases	Decreases	Book Value 03/31/22	Market Value 12/31/21	Change in Market Value	Market Value 03/31/22
Wells Fargo Bank DDA	0.60%	04/01/22	\$ 30,766,140	\$ 16,439,896	\$ -	\$ 47,206,036	\$ 30,766,140	\$ 16,439,896	\$ 47,206,036
NexBank MMA	0.55%	04/01/22	10,643,912	10,939	-	10,654,851	10,643,912	10,939	10,654,851
NexBank IntraFi MMA	0.55%	04/01/22	7,825,019	8,043	-	7,833,062	7,825,019	8,043	7,833,062
Prosperity Bank MMA	0.15%	04/01/22	6,505,747	2,980	-	6,508,727	6,505,747	2,980	6,508,727
TexPool	0.15%	04/01/22	5,036	1	-	5,037	5,036	1	5,037
LOGIC LGIP	0.25%	04/01/22	1,717,576	634	-	1,718,210	1,717,576	634	1,718,210
American Nat'l Bank of TX CD	0.25%	02/01/22	6,013,685	-	(6,013,685)	-	6,013,685	(6,013,685)	-
Prosperity Bank CD	0.20%	03/28/22	7,010,555	-	(7,010,555)	-	7,010,555	(7,010,555)	-
Prosperity Bank CD	0.20%	04/12/22	4,005,351	1,976	-	4,007,327	4,005,351	1,976	4,007,327
East West Bank CD	0.17%	11/04/22	2,000,531	839	-	2,001,370	2,000,531	839	2,001,370
TOTAL/AVERAGE	0.51%		\$ 76,493,552	\$ 16,465,307	\$(13,024,240)	\$ 79,934,620	\$ 76,493,552	\$ 3,441,068	\$ 79,934,620

Allocation
March 31, 2022

Book & Market Value

	Total	General	ARPA	Utility	Capital Replacement	Capital Projects Construction
Wells Fargo Bank DDA	\$ 47,206,036	\$47,206,036	\$ -	\$ -	\$ -	\$ -
NexBank MMA	10,654,851	6,398,296	-	3,726,168	530,387	-
NexBank IntraFi MMA	7,833,062	-	-	-	-	7,833,062
Prosperity Bank MMA	6,508,727	1,503,853	4,503,589	501,284	-	-
TexPool LGIP	5,037	5,037	-	-	-	-
LOGIC LGIP	1,718,210	1,718,210	-	-	-	-
04/12/22-Prosperity Bank CD	4,007,327	-	-	-	-	4,007,327
11/04/22-East West Bank CD	2,001,370	2,001,370	-	-	-	-
Total	\$ 79,934,620	\$58,832,803	\$ 4,503,589	\$ 4,227,453	\$ 530,387	\$ 11,840,389

Allocation
December 31, 2021

Book & Market Value

	Total	General	ARPA	Utility	Capital Replacement	Capital Projects Construction
Wells Fargo Bank DDA	\$ 30,766,140	\$30,766,140	\$ -	\$ -	\$ -	\$ -
NexBank MMA	10,643,912	6,391,727	-	3,722,343	529,842	-
NexBank IntraFi MMA	7,825,019	-	-	-	-	7,825,019
Prosperity Bank MMA	6,505,747	1,503,297	4,501,350	501,099	-	-
TexPool LGIP	5,036	5,036	-	-	-	-
LOGIC LGIP	1,717,576	1,717,576	-	-	-	-
02/01/22-American Nat'l Bank of TX CD	6,013,685	6,013,685	-	-	-	-
03/28/22-Prosperity Bank CD	7,010,555	7,010,555	-	-	-	-
04/12/22-Prosperity Bank CD	4,005,351	-	-	-	-	4,005,351
11/04/22-East West Bank CD	2,000,531	2,000,531	-	-	-	-
Total	\$ 76,493,552	\$55,408,548	\$ 4,501,350	\$ 4,223,442	\$ 529,842	\$ 11,830,370