




City of Duncanville, Texas
QUARTERLY INVESTMENT REPORT

For the Quarter Ended

December 31, 2021

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.



Agustin (Gus) Garcia, Managing Director, Community and Economic Development



Edena J. Atmore, Managing Director, Financial Services



Georcha West, Senior Accountant

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	September 30, 2021		December 31, 2021		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA	\$ 8,868,228	\$ 8,868,228	\$ 30,766,140	\$ 30,766,140	0.60%
MMA/LGIPs	26,676,579	26,676,579	26,697,290	26,697,290	0.32%
CDs	33,066,723	33,066,723	19,030,122	19,030,122	0.21%
Totals	\$ 68,611,531	\$ 68,611,531	\$ 76,493,552	\$ 76,493,552	0.41%

Current Quarter Weighted Average Yield (1)

Total Portfolio	0.41%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.08%
TexPool	0.04%

Fiscal Year-to-Date Weighted Average Yield (2)

Total Portfolio	0.41%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.08%
Average Monthly TexPool	0.04%

Interest Earnings (Approximate)

Quarterly Interest Income	\$ 35,701
Year-to-date Interest Income	\$ 35,701

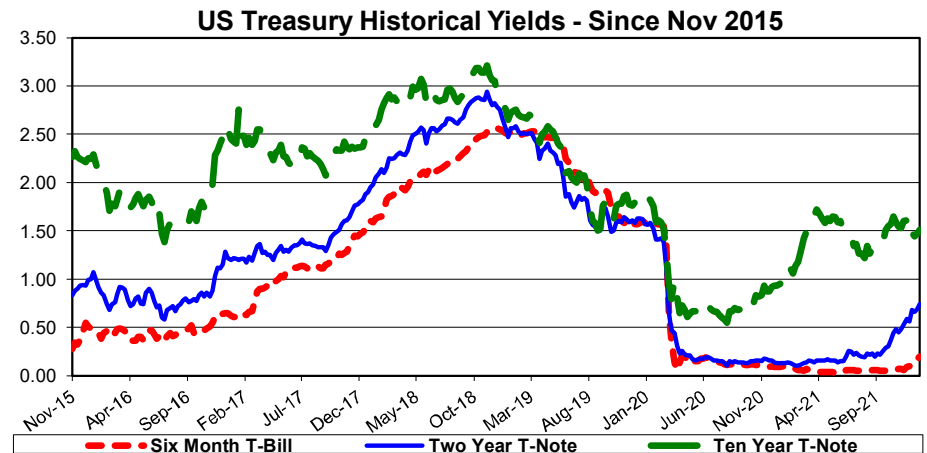
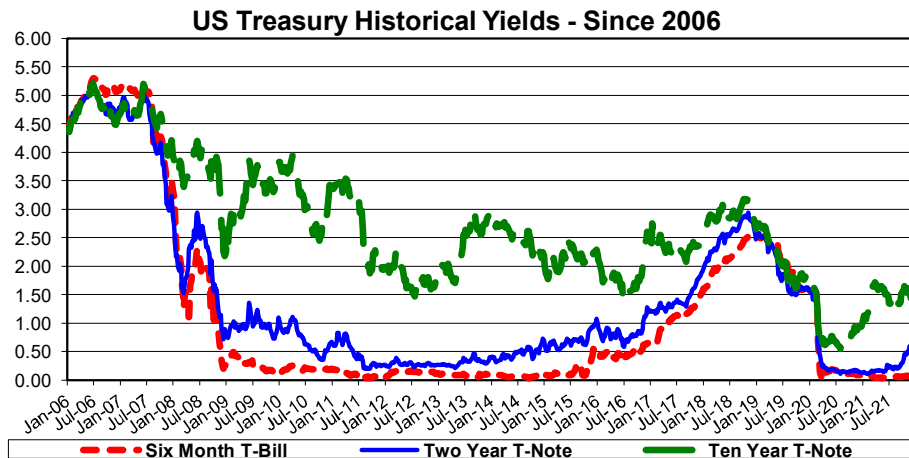
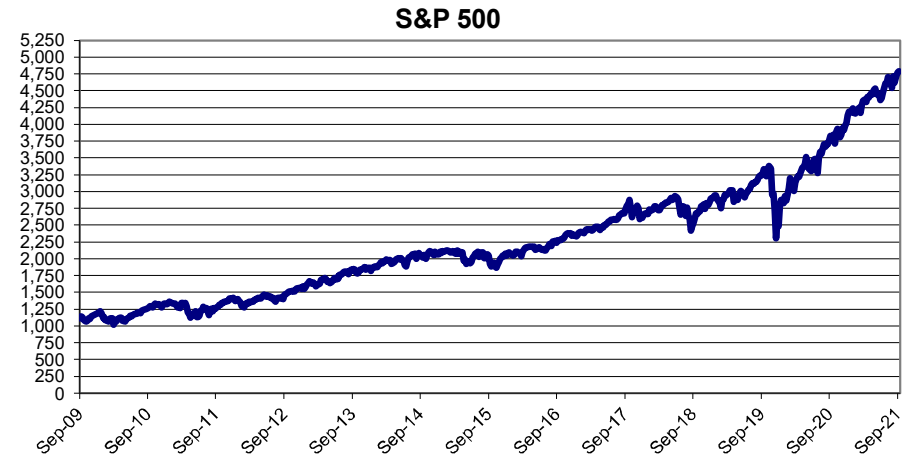
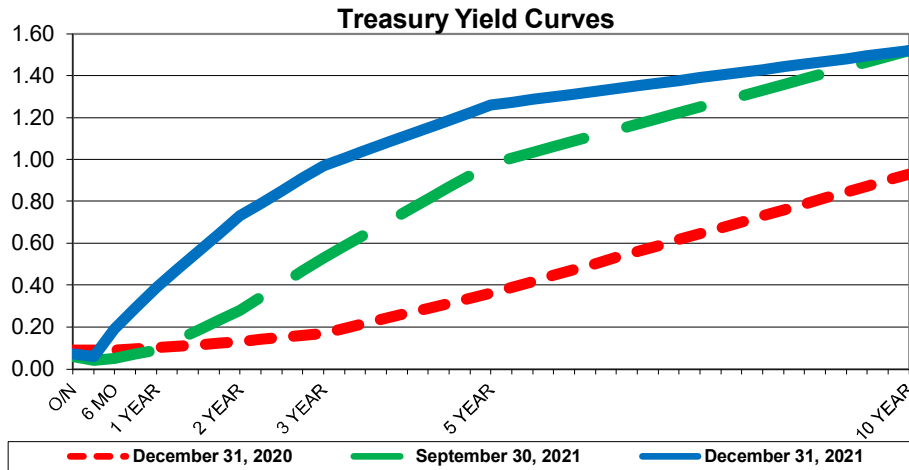
(1) **Current Quarter Weighted Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees. The yield for the reporting month is used for bank and money market balances.

(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

12/31/2021

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range at 0.00% to 0.25% (Effective Fed Funds are trading <0.10%). The FOMC began reducing monthly security purchases during Nov 2021 and then increased the paced at the December meeting. Projections for target range increases shortened to late spring or early summer 2022. Third Quarter GDP posted +2.3% (Final). December employment reflected U-2 dropping to 3.9% and Non-Farm Payroll adding 199k net new jobs (Three Month Average NFP = 365). Crude oil reversed recent declines and bounced back to +/- \$75 per barrel. The Stock Markets reached new highs. Many domestic economic indicators remain positive. The Build Back Better legislation stalled in the Senate. The Debt Ceiling was increased to \$31+ trillion, easing any near-term funding pressures. Inflation remained well over the FOMC 2% target and does not appear positioned to decline in the near term. The Yield Curve shifted higher primarily six months and longer.



Investment Holdings
December 31, 2021

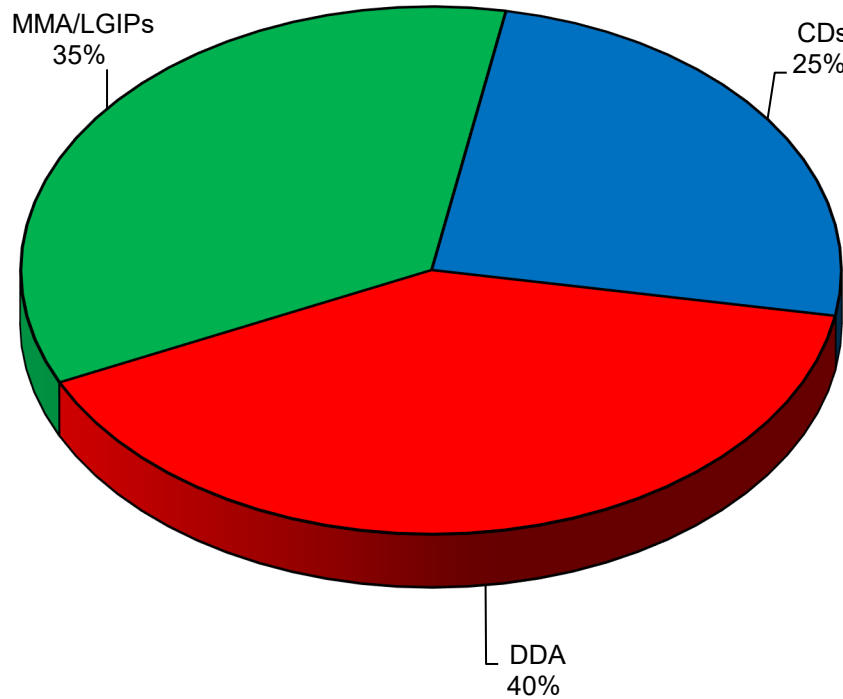
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Wells Fargo Bank DDA (3)		0.60%	01/01/22	12/31/21	\$ 30,766,140	\$ 30,766,140	1.00	\$ 30,766,140	1	0.60%
NexBank MMA		0.40%	01/01/22	12/31/21	10,643,912	10,643,912	1.00	10,643,912	1	0.40%
NexBank IntraFi MMA		0.40%	01/01/22	12/31/21	7,825,019	7,825,019	1.00	7,825,019	1	0.40%
Prosperity Bank MMA		0.15%	01/01/22	12/31/21	6,505,747	6,505,747	1.00	6,505,747	1	0.15%
TexPool	AAAm	0.04%	01/01/22	12/31/21	5,036	5,036	1.00	5,036	1	0.04%
LOGIC LGIP	AAAm	0.07%	01/01/22	12/31/21	1,717,576	1,717,576	1.00	1,717,576	1	0.07%
American Nat'l Bank of TX CD		0.25%	02/01/22	02/02/21	6,013,685	6,013,685	100.00	6,013,685	32	0.25%
Prosperity Bank CD		0.20%	03/28/22	03/26/21	7,010,555	7,010,555	100.00	7,010,555	87	0.20%
Prosperity Bank CD		0.20%	04/12/22	04/12/21	4,005,351	4,005,351	100.00	4,005,351	102	0.20%
East West Bank CD		0.17%	11/04/22	11/04/21	2,000,531	2,000,531	100.00	2,000,531	308	0.17%
\$ 76,493,552						\$ 76,493,552		\$ 76,493,552	25	0.41%
									(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.

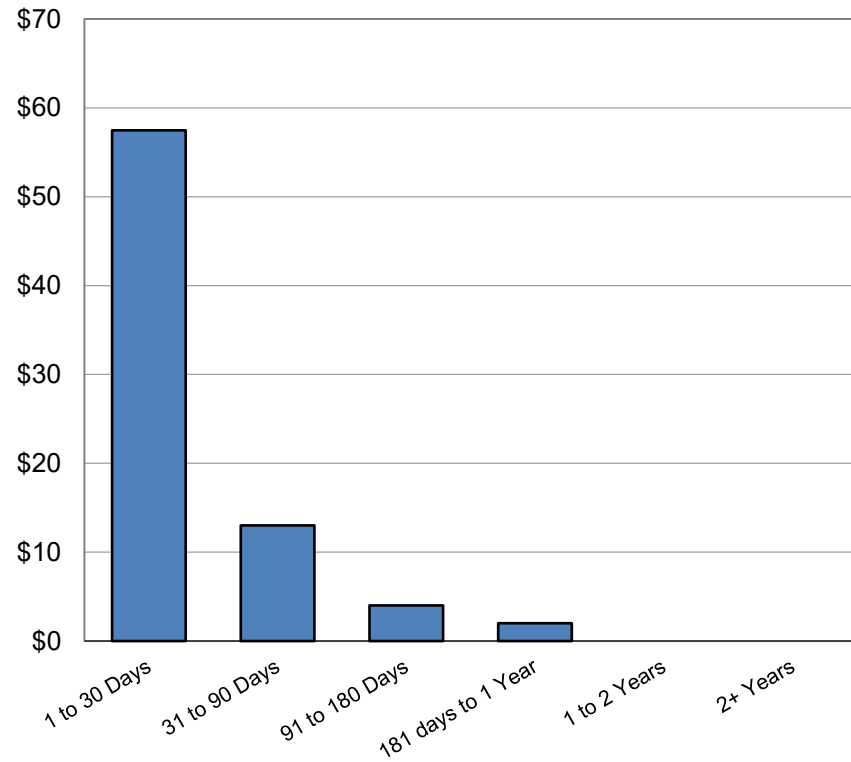
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank accounts and money market funds.

(3) **Earnings Credit Rate** - Wells Fargo balances are used to to offset bank fees generating an estimated Earnings Credit Rate.

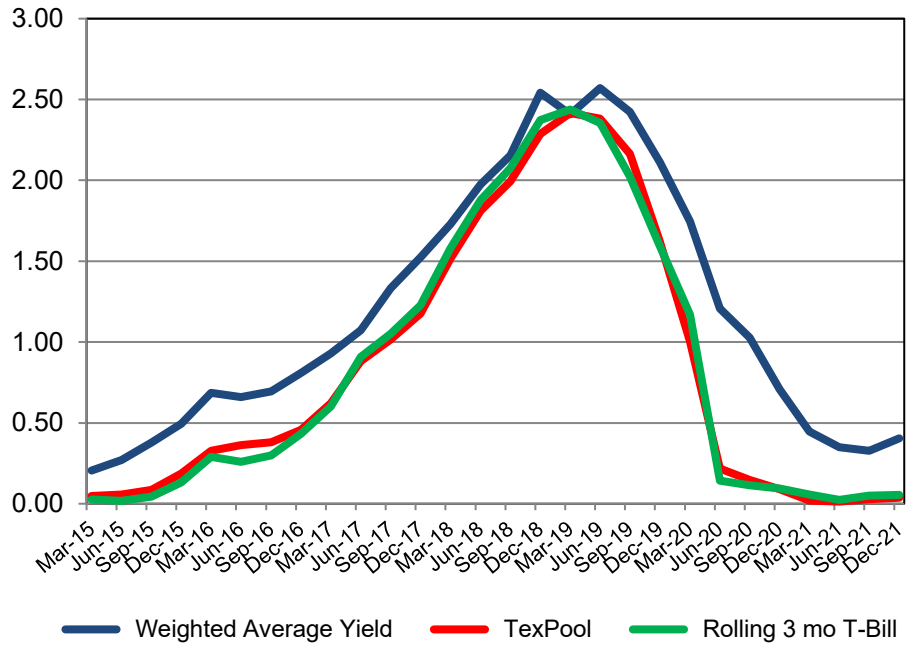
Portfolio Composition



Distribution by Maturity (Millions)



Total Portfolio Performance



Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 09/30/21	Increases	Decreases	Book Value 12/31/21	Market Value 09/30/21	Change in Market Value	Market Value 12/31/21
Wells Fargo Bank DDA	0.60%	01/01/22	\$ 8,868,228	\$ 21,897,912	\$ —	\$ 30,766,140	\$ 8,868,228	\$ 21,897,912	\$ 30,766,140
NexBank MMA	0.40%	01/01/22	10,633,187	10,724	—	10,643,912	10,633,187	10,724	10,643,912
NexBank IntraFi MMA	0.40%	01/01/22	7,817,134	7,885	—	7,825,019	7,817,134	7,885	7,825,019
Prosperity Bank MMA	0.15%	01/01/22	6,503,861	1,886	—	6,505,747	6,503,861	1,886	6,505,747
TexPool	0.04%	01/01/22	5,036	1	—	5,036	5,036	1	5,036
LOGIC LGIP	0.07%	01/01/22	1,717,361	215	—	1,717,576	1,717,361	215	1,717,576
Prosperity Bank CD	0.30%	10/22/21	7,018,008	—	(7,018,008)	—	7,018,008	(7,018,008)	—
Prosperity Bank CD	0.30%	11/19/21	6,015,584	—	(6,015,584)	—	6,015,584	(6,015,584)	—
Prosperity Bank CD	0.40%	11/23/21	3,012,230	—	(3,012,230)	—	3,012,230	(3,012,230)	—
American Nat'l Bank of TX CD	0.25%	02/01/22	6,009,904	3,781	—	6,013,685	6,009,904	3,781	6,013,685
Prosperity Bank CD	0.20%	03/28/22	7,007,249	3,306	—	7,010,555	7,007,249	3,306	7,010,555
Prosperity Bank CD	0.20%	04/12/22	4,003,748	1,603	—	4,005,351	4,003,748	1,603	4,005,351
East West Bank CD	0.17%	11/04/22	—	2,000,531	—	2,000,531	—	2,000,531	2,000,531
TOTAL/AVERAGE	0.41%		\$ 68,611,531	\$ 23,927,844	\$ (16,045,822)	\$ 76,493,552	\$ 68,611,531	\$ 7,882,022	\$ 76,493,552

**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'I 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

**Allocation
September 30, 2021**

Book & Market Value

	Total	General	ARPA	Utility	Capital Replacement	Capital Projects Construction
Wells Fargo Bank DDA	\$ 8,868,228	\$ 8,868,228	\$ -	\$ -	\$ -	\$ -
NexBank MMA	10,633,187	6,385,287	-	3,718,592	529,308	-
NexBank IntraFi MMA	7,817,134	-	-	-	-	7,817,134
Prosperity Bank MMA	6,503,861	1,502,729	4,500,222	500,910	-	-
TexPool LGIP	5,036	5,036	-	-	-	-
LOGIC LGIP	1,717,361	1,717,361	-	-	-	-
10/22/21-Prosperity Bank CD	7,018,008	7,018,008	-	-	-	-
11/19/21-Prosperity Bank CD	6,015,584	6,015,584	-	-	-	-
11/23/21-Prosperity Bank CD	3,012,230	1,506,115	-	1,506,115	-	-
02/01/22-American Nat'l Bank of TX CD	6,009,904	6,009,904	-	-	-	-
03/28/22-Prosperity Bank CD	7,007,249	7,007,249	-	-	-	-
04/12/22-Prosperity Bank CD	4,003,748	-	-	-	-	4,003,748
Total	\$ 68,611,531	\$46,035,501	\$ 4,500,222	\$ 5,725,617	\$ 529,308	\$ 11,820,882