



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

March 31, 2021

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

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



Director of Administrative Services/Finance -
Investment Officer




City Manager



Assistant Director of Finance - Investment Officer



Mayor



Council Member



Council Member

Disclaimer: These reports were compiled using information provided by the City. 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, 2020			March 31, 2021		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
Demand Accounts	0.33%	\$ 1,000,892	\$ 1,000,892	0.28%	\$ 222,631	\$ 222,631
NOW/MMA/MMF/Pools	0.18%	90,390,581	90,390,581	0.13%	89,356,623	89,356,623
Securities/CDs	1.35%	34,412,550	34,412,550	0.97%	40,232,012	40,232,012
Totals	0.50%	\$ 125,804,023	\$ 125,804,023	0.39%	\$ 129,811,267	\$ 129,811,267

Average Yield - Current Quarter (1)

Total Portfolio	0.39%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.09%
TexPool	0.02%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	0.45%
Rolling Three Month Treasury	0.08%
Rolling Six Month Treasury	0.10%
TexPool	0.05%

Interest Income (Approximate)

Quarterly Interest Income	\$ 133,604
Fiscal Year-to-date Interest Income	\$ 314,579

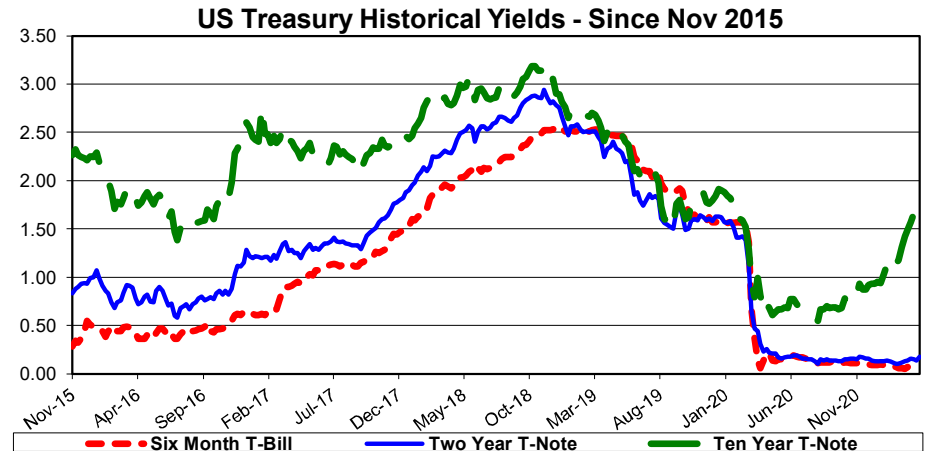
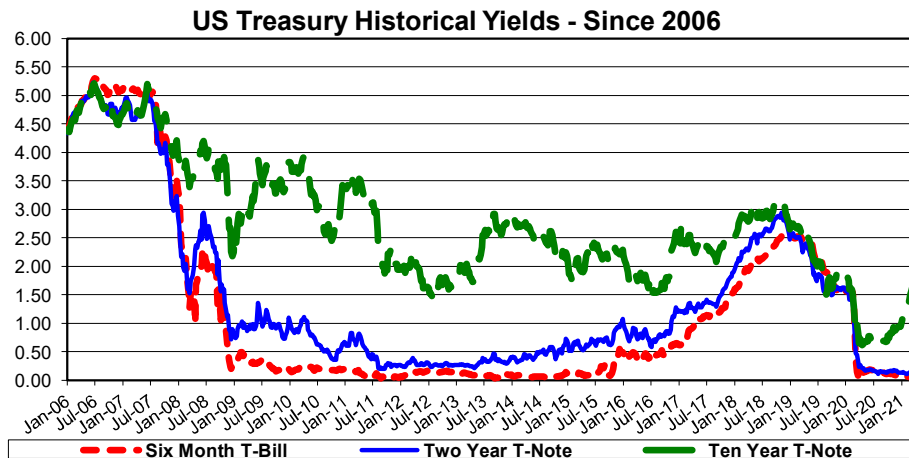
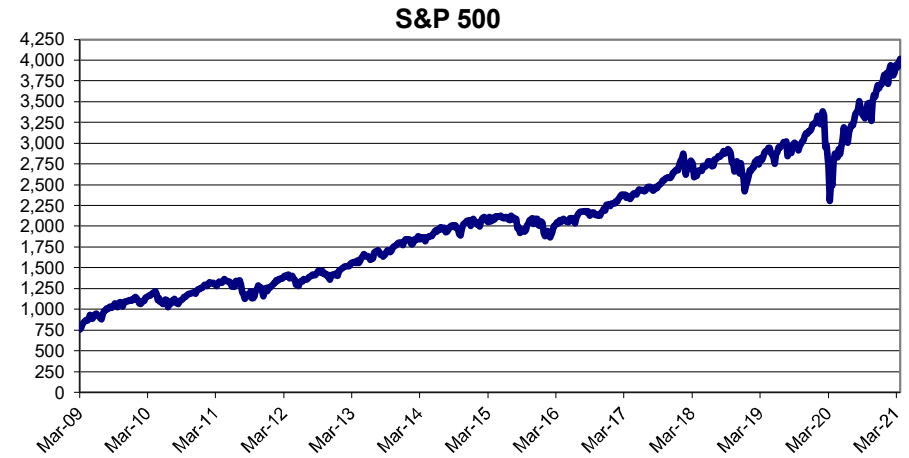
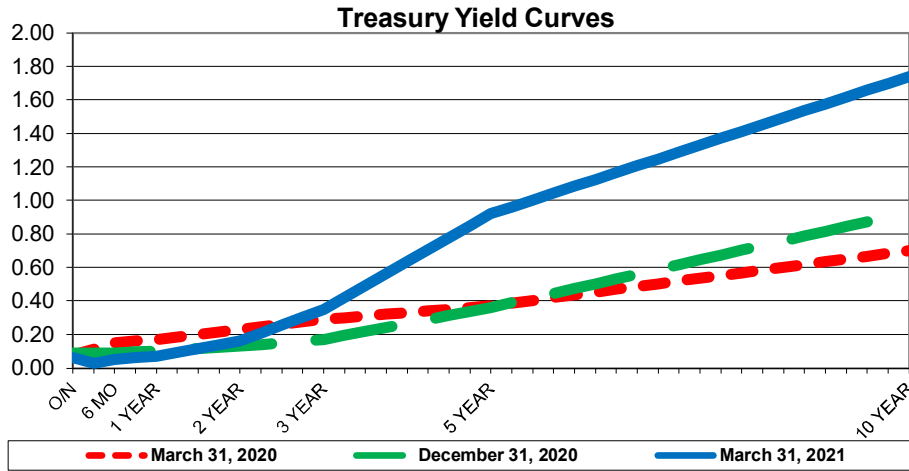
Bank Fee Offset

Current Quarter Bank Fee Offset	\$ 692
Year-to-Date Bank Fee Offset	\$ 1,759

(1) **Average Yield - Current Quarter** - 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 Yields** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

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%), and projected that reduced rates could remain into 2023 or longer. Fourth Quarter GDP finalized at +4.3%. March Non Farm Payroll added 916k and Unemployment declined to 6.0%. Crude oil traded above \$60 per barrel. The Stock Markets reached new highs. Housing, Industrial Production, Durable Goods, Consumer Spending, and other indicators showed solid gains. An additional \$1.9 trillion stimulus package passed Congress and was signed by the President. The Yield Curve continued steepening on longer maturities.



Investment Holdings
March 31, 2021

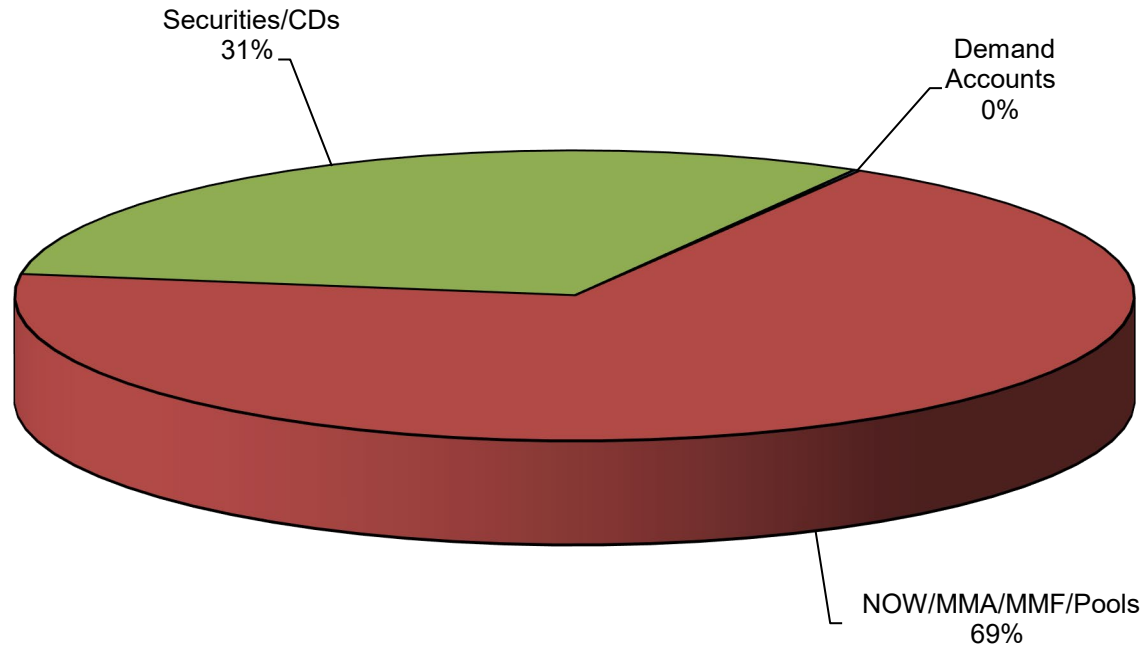
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Face Amount/ Par Value	Book Value	Market Price	Market Value	Life (Day)	Yield
Frost DDA (3)		0.28%	04/01/21	03/31/21	\$ 222,631	\$ 222,631	1.00	\$ 222,631	1	0.28%
SSB MMA 1332		0.12%	04/01/21	03/31/21	874,431	874,431	1.00	874,431	1	0.12%
SSB MMA 7888		0.12%	04/01/21	03/31/21	20,623,164	20,623,164	1.00	20,623,164	1	0.12%
SSB MMA 5928		0.12%	04/01/21	03/31/21	4,000,997	4,000,997	1.00	4,000,997	1	0.12%
NexBank MMA		0.45%	04/01/21	03/31/21	241,176	241,176	1.00	241,176	1	0.45%
NexBank ICS Savings		0.45%	04/01/21	03/31/21	12,150,697	12,150,697	1.00	12,150,697	1	0.45%
Prosperity Bank MMA		0.15%	04/01/21	03/31/21	10,004,943	10,004,943	1.00	10,004,943	1	0.15%
Veritex Bank MMA		0.10%	04/01/21	03/31/21	5,022,444	5,022,444	1.00	5,022,444	1	0.10%
Goldman Sachs Gov't MMF	AAAm	0.04%	04/01/21	03/31/21	1,439,779	1,439,779	1.00	1,439,779	1	0.04%
Dreyfus Gov't MMF	AAAm	0.03%	04/01/21	03/31/21	4,000,089	4,000,089	1.00	4,000,089	1	0.03%
TexPool	AAAm	0.02%	04/01/21	03/31/21	30,998,904	30,998,904	1.00	30,998,904	1	0.02%
SUBTOTAL					\$ 89,579,255	\$ 89,579,255		\$ 89,579,255	1	0.13%
									(1)	(2)
Prosperity Bank CD		0.45%	04/27/21	07/27/20	1,002,994	1,002,994	100.00	1,002,994	27	0.45%
Prosperity Bank CD		2.38%	06/07/21	06/07/19	5,212,178	5,212,178	100.00	5,212,178	68	2.41%
Texas Bank Fin CDARS		2.40%	07/22/21	1/21/2021	4,875,459	4,875,459	100.00	4,875,459	113	2.40%
Texas Bank Fin CDARS		2.40%	07/22/21	1/21/2021	2,047,867	2,047,867	100.00	2,047,867	113	2.40%
East West Bank CD		0.20%	07/26/21	1/26/2021	2,000,712	2,000,712	100.00	2,000,712	117	0.20%
Origin Bank CD		0.20%	07/26/21	1/26/2021	2,000,000	2,000,000	100.00	2,000,000	117	0.20%
Prosperity Bank CD		0.60%	07/27/21	07/27/20	2,007,989	2,007,989	100.00	2,007,989	118	0.60%
Prosperity Bank CD		0.40%	09/15/21	09/15/20	2,003,964	2,003,964	100.00	2,003,964	168	0.40%
Texas Bank Fin CDARS		0.90%	10/21/21	10/22/20	2,058,645	2,058,645	100.00	2,058,645	204	0.90%
Prosperity Bank CD		0.30%	10/25/21	10/23/20	2,002,480	2,002,480	100.00	2,002,480	208	0.30%
East West Bank CD		0.25%	12/14/21	12/14/20	5,013,601	5,013,601	100.00	5,013,601	258	0.25%
Prosperity Bank CD		0.30%	06/15/22	12/15/20	5,003,698	5,003,698	100.00	5,003,698	441	0.30%
Prosperity Bank CD		0.30%	01/26/23	1/26/2021	5,002,425	5,002,425	100.00	5,002,425	666	0.30%
SUBTOTAL					\$ 40,232,012	\$ 40,232,012		\$ 40,232,012	245	0.97%
									(1)	(2)
TOTAL					\$ 129,811,267	\$ 129,811,267		\$ 129,811,267	77	0.39%
									(1)	(2)

(1) **Weighted average life** - For purposes of calculating weighted average life, bank accounts, pools and money market funds are assumed to have an one day maturity.

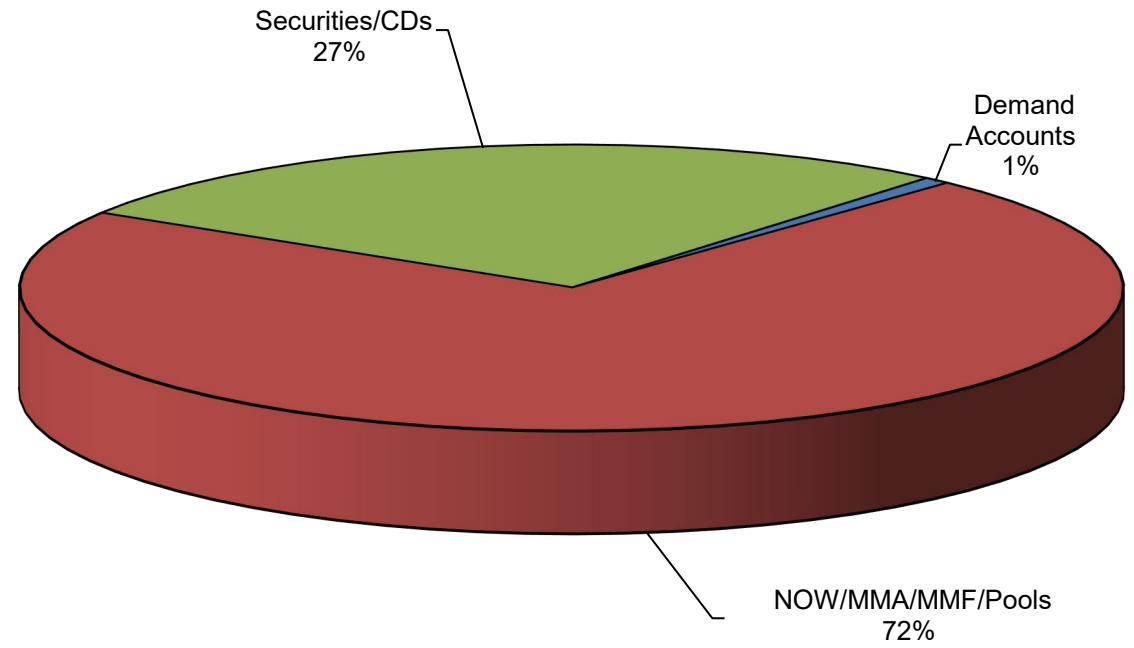
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank accounts, pools, and money market funds.

(3) **Earnings Credit Rate** - The City's Frost DDA accrues earnings credit to offset service charges and fees. No hard interest is paid.

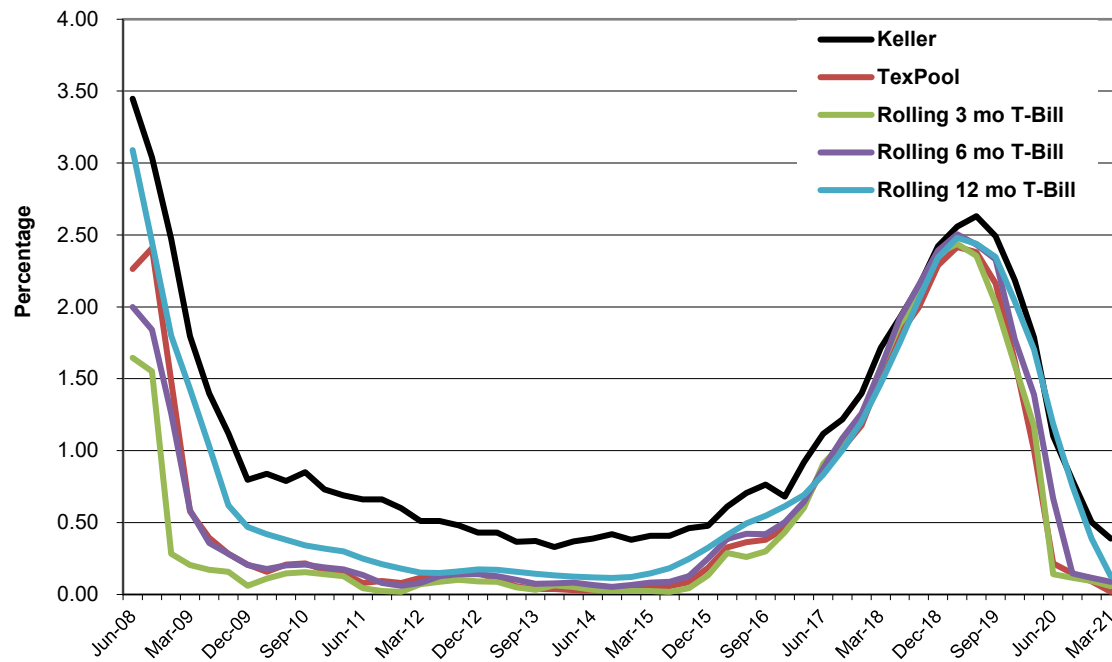
**Portfolio Composition
Current Quarter**



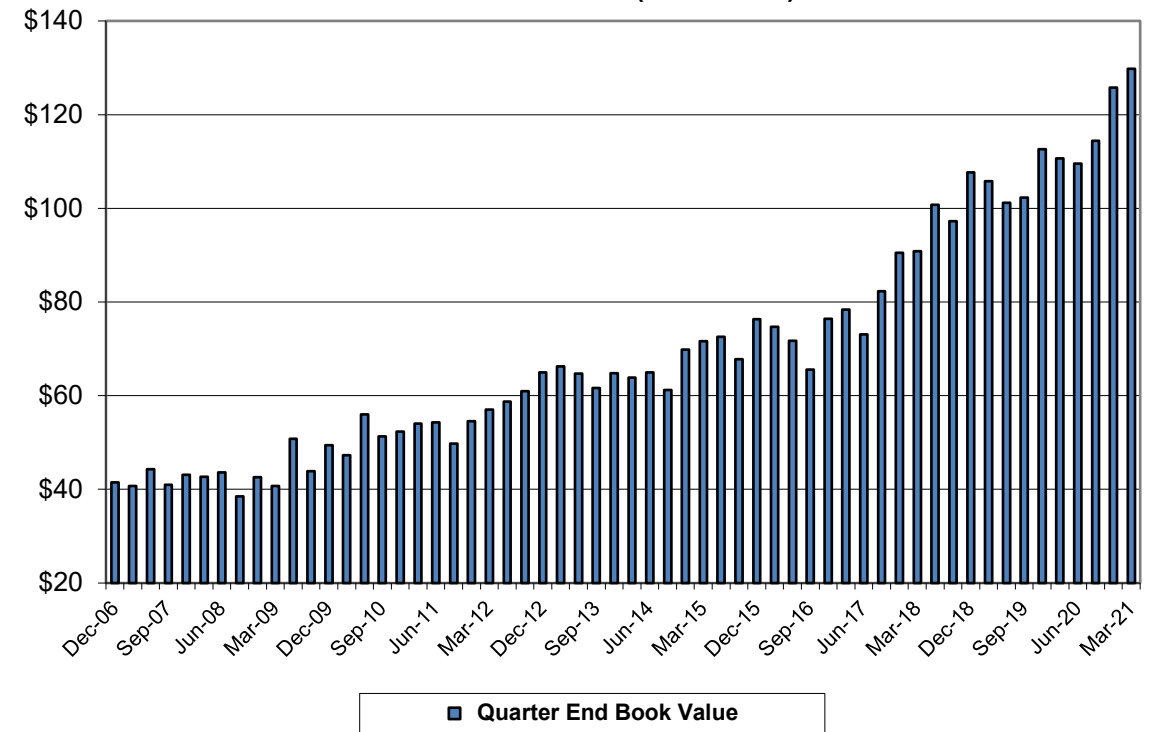
**Portfolio Composition
Previous Quarter**



Historical Yields



Total Portfolio (in Millions)



Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 12/31/20	Increases	Decreases	Book Value 03/31/21	Market Value 12/31/20	Change in Market Value	Market Value 03/31/21
Frost DDA	0.28%	04/01/21	\$ 1,000,892	\$ -	\$ (778,260)	\$ 222,631	\$ 1,000,892	\$ (778,260)	\$ 222,631
SSB MMA 1332	0.12%	04/01/21	874,110	321	-	874,431	874,110	321	874,431
SSB MMA 7888	0.12%	04/01/21	20,615,585	7,579	-	20,623,164	20,615,585	7,579	20,623,164
SSB MMA 5928	0.12%	04/01/21	-	4,000,997	-	4,000,997	-	4,000,997	4,000,997
NexBank MMA	0.45%	04/01/21	240,909	267	-	241,176	240,909	267	241,176
NexBank ICS Savings	0.45%	04/01/21	12,137,223	13,473	-	12,150,697	12,137,223	13,473	12,150,697
Prosperity Bank MMA	0.15%	04/01/21	10,001,161	3,782	-	10,004,943	10,001,161	3,782	10,004,943
Veritex Bank MMA	0.10%	04/01/21	10,020,402	-	(4,997,958)	5,022,444	10,020,402	(4,997,958)	5,022,444
Goldman Sachs Gov't MMF	0.04%	04/01/21	1,660,725	-	(220,946)	1,439,779	1,660,725	(220,946)	1,439,779
Dreyfus Gov't MMF	0.03%	04/01/21	-	4,000,089	-	4,000,089	-	4,000,089	4,000,089
BNYM Escrow	0.00%	04/01/21	4,000,000	-	(4,000,000)	-	4,000,000	(4,000,000)	-
TexPool	0.02%	04/01/21	30,840,466	158,437	-	30,998,904	30,840,466	158,437	30,998,904
Texas Bank Fin CDARS	2.40%	01/21/21	241,997	-	(241,997)	-	241,997	(241,997)	-
Texas Bank Fin CDARS	2.40%	01/21/21	2,045,207	-	(2,045,207)	-	2,045,207	(2,045,207)	-
Texas Bank Fin CDARS	2.40%	01/21/21	4,869,128	-	(4,869,128)	-	4,869,128	(4,869,128)	-
Texas Bank Fin CDARS	3.00%	01/28/21	3,000,000	-	(3,000,000)	-	3,000,000	(3,000,000)	-
Prosperity Bank CD	0.45%	04/27/21	1,001,883	1,112	-	1,002,994	1,001,883	1,112	1,002,994
Prosperity Bank CD	2.41%	06/07/21	5,181,733	30,445	-	5,212,178	5,181,733	30,445	5,212,178
Texas Bank Fin CDARS	2.40%	07/22/21	-	4,875,459	-	4,875,459	-	4,875,459	4,875,459
Texas Bank Fin CDARS	2.40%	07/22/21	-	2,047,867	-	2,047,867	-	2,047,867	2,047,867
East West Bank CD	0.20%	07/26/21	-	2,000,712	-	2,000,712	-	2,000,712	2,000,712
Origin Bank CD	0.20%	07/26/21	-	2,000,000	-	2,000,000	-	2,000,000	2,000,000
Prosperity Bank CD	0.60%	07/27/21	2,005,021	2,967	-	2,007,989	2,005,021	2,967	2,007,989
Prosperity Bank CD	0.40%	09/15/21	2,001,990	1,974	-	2,003,964	2,001,990	1,974	2,003,964
Texas Bank Fin CDARS	0.90%	10/21/21	2,054,081	4,564	-	2,058,645	2,054,081	4,564	2,058,645
Prosperity Bank CD	0.30%	10/25/21	2,001,000	1,480	-	2,002,480	2,001,000	1,480	2,002,480
East West Bank CD	0.25%	12/14/21	5,010,511	3,090	-	5,013,601	5,010,511	3,090	5,013,601
Prosperity Bank CD	0.30%	06/15/22	5,000,000	3,698	-	5,003,698	5,000,000	3,698	5,003,698
Prosperity Bank CD	0.30%	01/26/23	-	5,002,425	-	5,002,425	-	5,002,425	5,002,425
TOTAL/ AVERAGE	0.39%		\$ 125,804,023	\$ 24,160,740	\$ (20,153,496)	\$ 129,811,267	\$ 125,804,023	\$ 4,007,243	\$ 129,811,267

Allocation
March 31, 2021

Book & Market Value	Investment Total	Consolidated (Pooled)	CCPD	Non-Profit Trust	2016 SWIRFT Bonds	2017 CO's	2019 CO's
Frost DDA	\$ 222,631	\$ 189,790	\$ -	\$ 500	\$ -	\$ -	\$ -
SSB MMA 1332	874,431	-	874,431	-	-	-	-
SSB MMA 7888	20,623,164	20,623,164	-	-	-	-	-
SSB MMA 5928	4,000,997	-	-	-	-	-	-
NexBank MMA	241,176	126,174	-	-	-	115,002	-
NexBank ICS Savings	12,150,697	11,640,325	-	-	-	510,371	-
Prosperity Bank MMA	10,004,943	10,004,943	-	-	-	-	-
Veritex Bank MMA	5,022,444	5,022,444	-	-	-	-	-
Goldman Sachs Gov't MMF	1,439,779	-	-	-	1,439,779	-	-
Dreyfus Gov't MMF	4,000,089	-	-	-	-	-	-
TexPool	30,998,904	24,143,437	4,982,208	367,910	-	1,478,571	23,814
04/27/21-Prosperity Bank CD	1,002,994	1,002,994	-	-	-	-	-
06/07/21-Prosperity Bank CD	5,212,178	5,212,178	-	-	-	-	-
07/22/21-Texas Bank Fin CDARS	4,875,459	4,875,459	-	-	-	-	-
07/22/21-Texas Bank Fin CDARS	2,047,867	2,047,867	-	-	-	-	-
07/26/21-East West Bank CD	2,000,712	-	-	-	-	-	-
07/26/21-Origin Bank CD	2,000,000	-	-	-	-	-	-
07/27/21-Prosperity Bank CD	2,007,989	2,007,989	-	-	-	-	-
09/15/21-Prosperity Bank CD	2,003,964	2,003,964	-	-	-	-	-
10/21/21-Texas Bank Fin CDARS	2,058,645	2,058,645	-	-	-	-	-
10/25/21-Prosperity Bank CD	2,002,480	2,002,480	-	-	-	-	-
12/14/21-East West Bank CD	5,013,601	5,013,601	-	-	-	-	-
06/15/22-Prosperity Bank CD	5,003,698	5,003,698	-	-	-	-	-
01/26/23-Prosperity Bank CD	5,002,425	5,002,425	-	-	-	-	-
Totals	\$ 129,811,267	\$ 107,981,578	\$ 5,856,639	\$ 368,410	\$ 1,439,779	\$ 2,103,944	\$ 23,814

Allocation

March 31, 2021

(continued)

Book & Market Value	2020 GO Refunding Bonds	TWDB 2020C	Unreimbursed Medical
Frost DDA	\$ —	\$ —	\$ 32,341
SSB MMA 1332	—	—	—
SSB MMA 7888	—	—	—
SSB MMA 5928	4,000,997	—	—
NexBank MMA	—	—	—
NexBank ICS Savings	—	—	—
Prosperity Bank MMA	—	—	—
Veritex Bank MMA	—	—	—
Goldman Sachs Gov't MMF	—	—	—
Dreyfus Gov't MMF	—	4,000,089	—
TexPool	2,964	—	—
04/27/21–Prosperity Bank CD	—	—	—
06/07/21–Prosperity Bank CD	—	—	—
07/22/21–Texas Bank Fin CDARS	—	—	—
07/22/21–Texas Bank Fin CDARS	—	—	—
07/26/21–East West Bank CD	2,000,712	—	—
07/26/21–Origin Bank CD	2,000,000	—	—
07/27/21–Prosperity Bank CD	—	—	—
09/15/21–Prosperity Bank CD	—	—	—
10/21/21–Texas Bank Fin CDARS	—	—	—
10/25/21–Prosperity Bank CD	—	—	—
12/14/21–East West Bank CD	—	—	—
06/15/22–Prosperity Bank CD	—	—	—
01/26/23–Prosperity Bank CD	—	—	—
Totals	\$ 8,004,674	\$ 4,000,089	\$ 32,341

Allocation
December 31, 2020

Book & Market Value	Investment Total	Consolidated (Pooled)	CCPD	Non-Profit Trust	2016 SWIRFT Bonds	2017 CO's	2019 CO's
Frost DDA	\$ 1,000,892	\$ 968,864	\$ -	\$ 500	\$ -	\$ -	\$ -
SSB MMA 1332	874,110	-	874,110	-	-	-	-
SSB MMA 7888	20,615,585	20,615,585	-	-	-	-	-
NexBank MMA	240,909	126,034	-	-	-	114,875	-
NexBank ICS Savings	12,137,223	11,627,418	-	-	-	509,806	-
Prosperity Bank MMA	10,001,161	10,001,161	-	-	-	-	-
Veritex Bank MMA	10,020,402	10,020,402	-	-	-	-	-
Goldman Sachs Gov't MMF	1,660,725	-	-	-	1,660,725	-	-
BNYM Escrow	4,000,000	-	-	-	-	-	-
TexPool	30,840,466	16,427,309	4,519,079	389,356	-	1,478,399	23,811
01/21/21-Texas Bank Fin CDARS	241,997	241,997	-	-	-	-	-
01/21/21-Texas Bank Fin CDARS	2,045,207	2,045,207	-	-	-	-	-
01/21/21-Texas Bank Fin CDARS	4,869,128	4,869,128	-	-	-	-	-
01/28/21-Texas Bank Fin CDARS	3,000,000	3,000,000	-	-	-	-	-
04/27/21-Prosperity Bank CD	1,001,883	1,001,883	-	-	-	-	-
06/07/21-Prosperity Bank CD	5,181,733	5,181,733	-	-	-	-	-
07/27/21-Prosperity Bank CD	2,005,021	2,005,021	-	-	-	-	-
09/15/21-Prosperity Bank CD	2,001,990	2,001,990	-	-	-	-	-
10/21/21-Texas Bank Fin CDARS	2,054,081	2,054,081	-	-	-	-	-
10/25/21-Prosperity Bank CD	2,001,000	2,001,000	-	-	-	-	-
12/14/21-East West Bank CD	5,010,511	5,010,511	-	-	-	-	-
06/15/22-Prosperity Bank CD	5,000,000	5,000,000	-	-	-	-	-
Totals	\$ 125,804,023	\$ 104,199,324	\$ 5,393,188	\$ 389,856	\$ 1,660,725	\$ 2,103,079	\$ 23,811

Allocation

December 31, 2020

(continued)

Book & Market Value	2020 GO Refunding Bonds	TWDB 2020C	Unreimbursed Medical
Frost DDA	\$ —	\$ —	\$ 31,528
SSB MMA 1332	—	—	—
SSB MMA 7888	—	—	—
NexBank MMA	—	—	—
NexBank ICS Savings	—	—	—
Prosperity Bank MMA	—	—	—
Veritex Bank MMA	—	—	—
Goldman Sachs Gov't MMF	—	—	—
BNYM Escrow	—	4,000,000	—
TexPool	8,002,513	—	—
01/21/21–Texas Bank Fin CDARS	—	—	—
01/21/21–Texas Bank Fin CDARS	—	—	—
01/21/21–Texas Bank Fin CDARS	—	—	—
01/28/21–Texas Bank Fin CDARS	—	—	—
04/27/21–Prosperity Bank CD	—	—	—
06/07/21–Prosperity Bank CD	—	—	—
07/27/21–Prosperity Bank CD	—	—	—
09/15/21–Prosperity Bank CD	—	—	—
10/21/21–Texas Bank Fin CDARS	—	—	—
10/25/21–Prosperity Bank CD	—	—	—
12/14/21–East West Bank CD	—	—	—
06/15/22–Prosperity Bank CD	—	—	—
Totals	\$ 8,002,513	\$ 4,000,000	\$ 31,528

**Investment Policy Compliance
March 31, 2021**

Authorized Investments	Maximum %	Actual Market Value	% of Portfolio	Status
Financial Institution Deposits	80%	\$ 40,454,643	31.16%	Pass
Repurchase Agreements	40%	–	0.0%	N/A
Money Market Bank Accounts	80%	52,917,852	40.8%	Pass
U.S. Treasury Notes/Bonds/Bills	100%	–	0.0%	N/A
U.S. Agencies	80%	–	0.0%	N/A
Money Market Mutual Funds	40%	5,439,867	4.2%	Pass
Local Gov't Investment Pools	80%	30,998,904	23.9%	Pass
State or Municipal Obligations	40%	–	0.0%	N/A
Total		\$ 129,811,267	100.0%	