



## INVESTMENT REPORT

For the Period Ended  
June 30, 2021

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

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

City Manager

Finance Director

Assistant Finance Director

**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	March 31, 2021			June 30, 2021		
	Book Value	Market Value		Book Value	Market Value	Ave. Yield
Bank Account	\$ 7,090,859	\$ 7,090,859		\$ 5,790,475	\$ 5,790,475	0.13%
MMA/LGIPs	19,962,275	19,962,275		21,466,108	21,466,108	0.07%
CDs/Securities	10,610,669	10,610,669		10,618,121	10,618,121	0.16%
<b>Totals</b>	<b>\$ 37,663,803</b>	<b>\$ 37,663,803</b>		<b>\$ 37,874,705</b>	<b>\$ 37,874,705</b>	<b>0.10%</b>

#### Average Yield Current Quarter (1):

Total Portfolio	0.10%
Rolling Three Month Treasury	0.02%
Rolling Six Month Treasury	0.06%
TexPool	0.01%

#### Fiscal Year-to-Date Average Yield (2):

Total Portfolio	0.14%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.09%
TexPool	0.04%

#### Interest Income (Approximate)

Quarterly Interest Income	\$ 13,452
YTD Interest Income	\$ 39,187

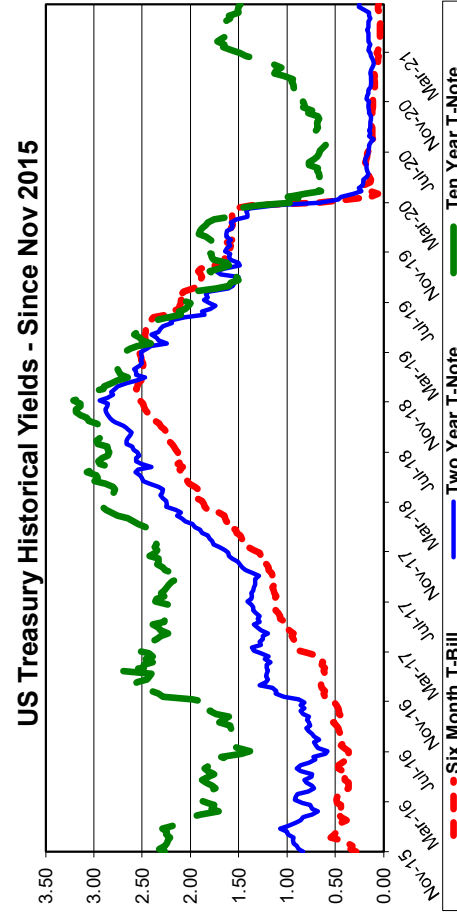
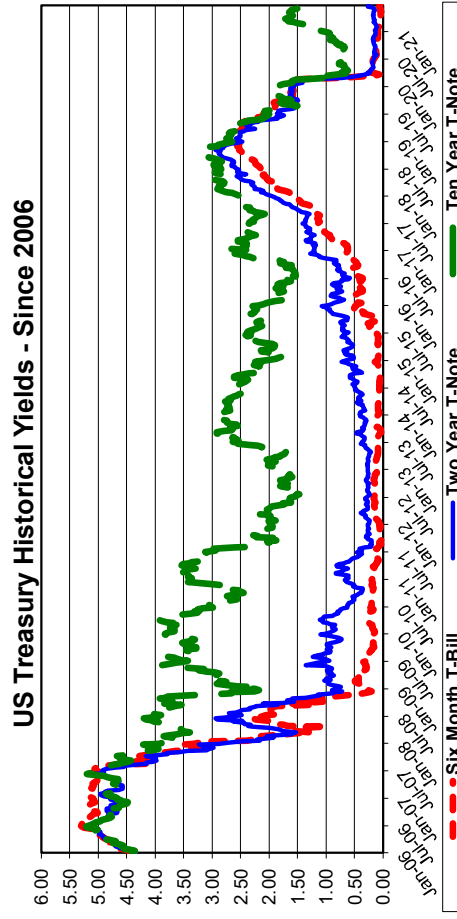
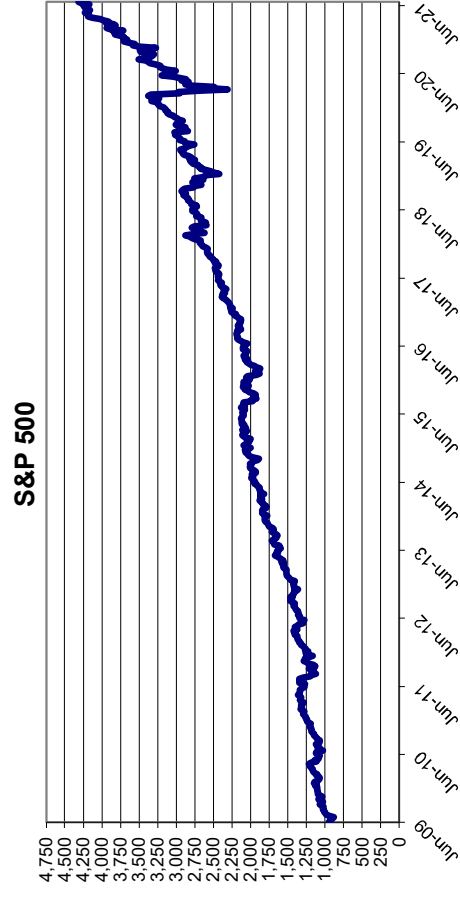
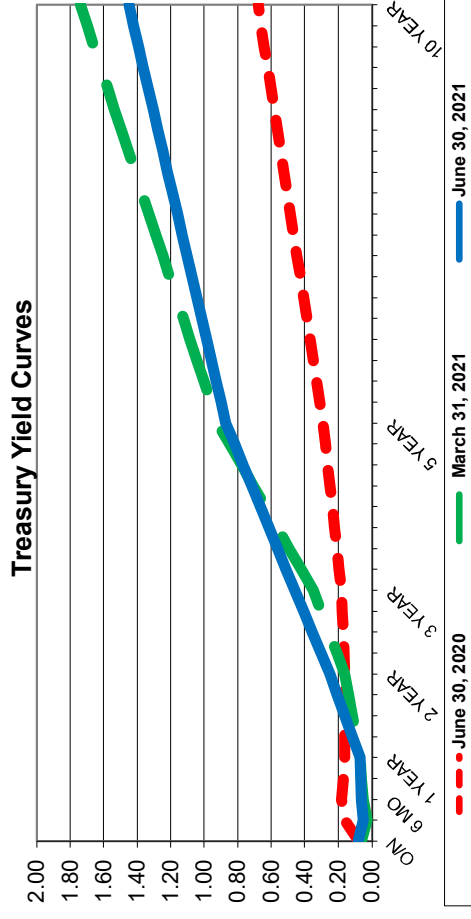
(1) **Average Yield Current Quarter** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(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.

## Economic Overview

6/30/2021

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%), and projects that reduced rates could remain into 2023. First Quarter GDP posted +6.4% (Final). In June, Payrolls added 850k and Unemployment (U2) rose slightly to 5.9%. Crude oil traded up to +/- \$75 per barrel. The Stock Markets reached new highs. Housing, Industrial Production, Durable Goods, Consumer Spending, and other indicators moderated and showed signs of strain. The Biden administration and Congress continue to negotiate an infrastructure package. Inflation surged over the FOMC 2+% target, but is considered to be temporary. The Yield Curve "humped" slightly in the two-to-three year maturity sector while the long end fell.



## Investment Holdings

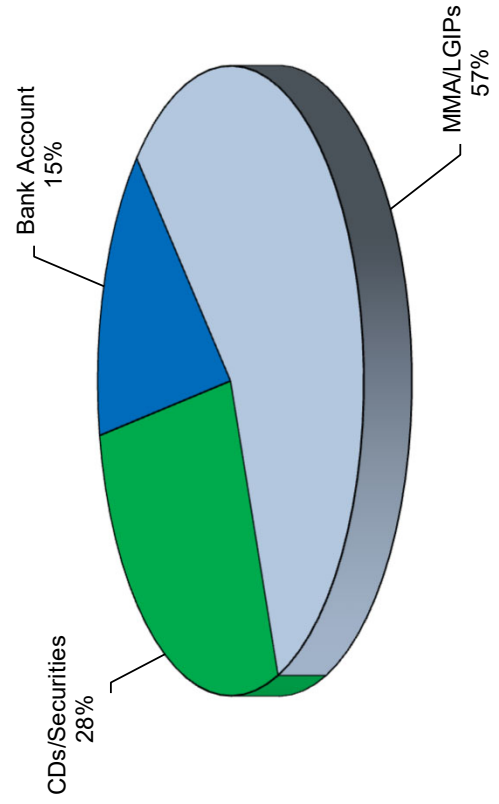
June 30, 2021

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
FCB Account		0.13%	07/01/21	06/30/21	\$ 5,790,475	\$ 5,790,475	1.00	\$ 5,790,475	1	0.13%
Southside Bank MMA		0.06%	07/01/21	06/30/21	2,740,140	2,740,140	1.00	2,740,140	1	0.06%
Veritex Bank MMA		0.08%	07/01/21	06/30/21	6,043,503	6,043,503	1.00	6,043,503	1	0.08%
Texas Regional Bank MMA		0.30%	07/01/21	06/30/21	500,368	500,368	1.00	500,368	1	0.30%
Texas Regional Bank MMA #2		0.30%	07/01/21	06/30/21	2,001,478	2,001,478	1.00	2,001,478	1	0.30%
TexPool	AAA	0.01%	07/01/21	06/30/21	10,180,620	10,180,620	1.00	10,180,620	1	0.01%
Texas Regional Bank CD		0.12%	12/04/21	06/04/21	7,710,370	7,710,370	100.00	7,710,370	157	0.12%
Texas Regional Bank CD		0.35%	02/12/22	02/12/21	1,405,731	1,405,731	100.00	1,405,731	227	0.35%
Texas Regional Bank CD		0.18%	06/04/22	06/04/21	1,502,020	1,502,020	100.00	1,502,020	339	0.18%
					<b>\$ 37,874,705</b>	<b>\$ 37,874,705</b>		<b>\$ 37,874,705</b>	<b>55</b>	<b>0.10%</b>
									<b>(1)</b>	<b>(2)</b>

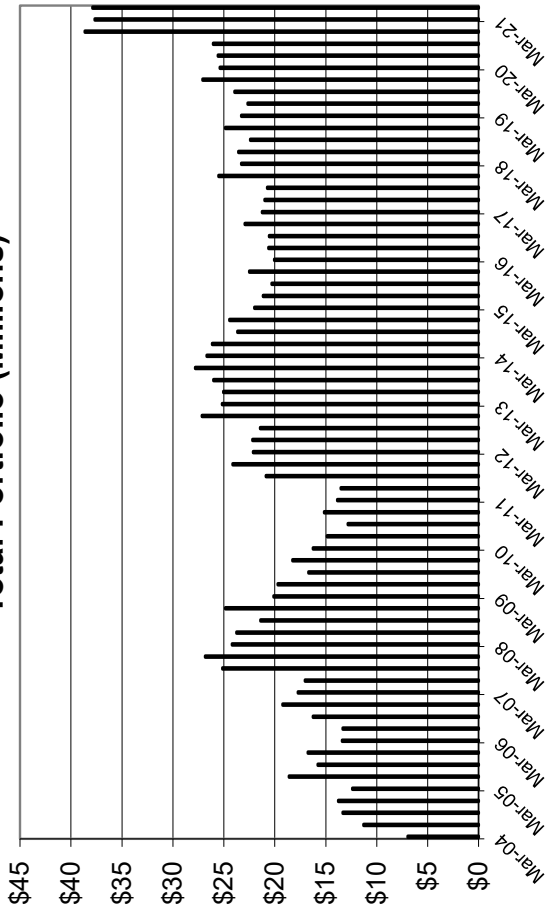
(1) **Weighted average life** - For purposes of calculating weighted average life, bank, pool and money market balances are assumed to have a one day maturity.

(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, pool, and money market balances.

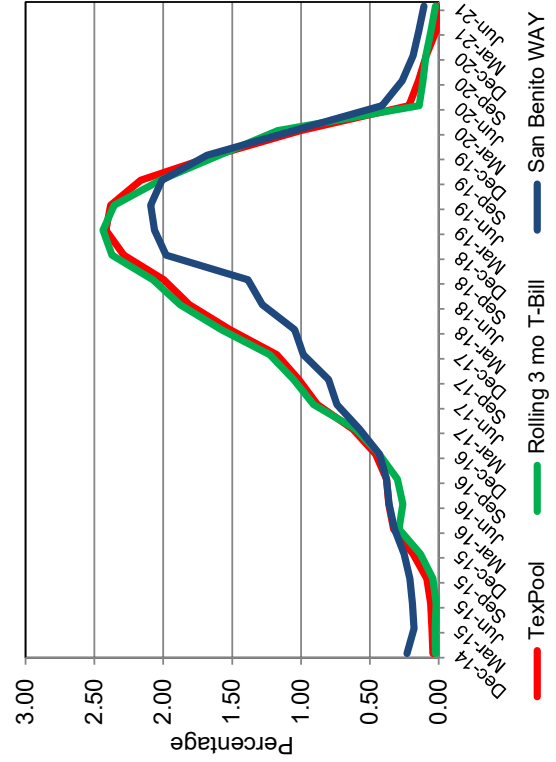
### Portfolio Composition



### Total Portfolio (Millions)



### Total Portfolio Performance



### Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 03/31/21	Increases	Decreases	Book Value 06/30/21	Market Value 03/31/21	Change in Market Value	Market Value 06/30/21
FCB Account	0.13%	07/01/21	\$ 7,090,859	\$ —	\$ (1,300,384)	\$ 5,790,475	\$ 7,090,859	\$ (1,300,384)	\$ 5,790,475
Southside Bank MMA	0.06%	07/01/21	2,739,712	428	—	2,740,140	2,739,712	428	2,740,140
Veritex Bank MMA	0.08%	07/01/21	6,042,240	1,263	—	6,043,503	6,042,240	1,263	6,043,503
Texas Regional Bank MMA	0.30%	07/01/21	499,994	374	—	500,368	499,994	374	500,368
Texas Regional Bank MMA #2	0.30%	07/01/21	1,999,982	1,496	—	2,001,478	1,999,982	1,496	2,001,478
TexPool	0.01%	07/01/21	8,680,348	1,500,272	—	10,180,620	8,680,348	1,500,272	10,180,620
Texas Regional Bank CD	0.27%	06/04/21	9,206,125	—	(9,206,125)	—	9,206,125	(9,206,125)	—
Texas Regional Bank CD	0.12%	12/04/21	—	7,710,370	—	7,710,370	—	7,710,370	7,710,370
Texas Regional Bank CD	0.35%	02/12/22	1,404,544	1,187	—	1,405,731	1,404,544	1,187	1,405,731
Texas Regional Bank CD	0.18%	06/04/22	—	1,502,020	—	1,502,020	—	1,502,020	1,502,020
<b>TOTAL / AVERAGE</b>	<b>0.10%</b>		<b>\$ 37,663,803</b>	<b>\$ 10,717,411</b>	<b>\$ (10,506,509)</b>	<b>\$ 37,874,705</b>	<b>\$ 37,663,803</b>	<b>\$ 210,902</b>	<b>\$ 37,874,705</b>

**Fund Allocation  
Book & Market Value  
June 30, 2021**

	<b>Fund Total</b>	<b>FCB Account</b>	<b>Southside Bank MMA</b>	<b>Veritex Bank MMA</b>	<b>Texas Regional Bank MMA</b>	<b>TexPool</b>	<b>Texas Regional Bank CDs</b>
Consolidated/General Escrow	\$ 13,940,368	\$ 1,090,137	\$ -	\$ 4,477,089	\$ -	\$ 6,871,123	\$ 1,502,020
Utilities Cons./W & S Payroll	266,050	-	-	-	-	266,050	-
Water (Greenbank)	1,750,881	1,750,881	-	-	-	-	-
Water Treatment Plant	787,154	286,786	-	-	500,368	-	-
W&S O & M Reserve	1,566,414	-	-	1,566,414	-	-	-
W&S R & R Reserve	1,425,557	-	925,190	-	500,367	-	-
W & S Debt Service Reserve	469,435	-	411,370	-	-	58,065	-
W & S Reserve Capital Imp	266,267	-	236,987	-	-	29,280	-
Water and Sewer	447,155	-	384,250	-	-	62,905	-
CO 2007 EDC Projects	213,179	-	-	-	-	213,179	-
CO Series 2011	1,600,142	-	-	-	-	1,600,142	-
CO Series 2012	958,694	-	-	-	-	958,694	-
CO Series 2019	782,342	-	782,342	-	-	-	-
CO Series 2020	121,182	-	-	-	1,000,744	121,182	-
Cons. Cash Grant CO	1,000,744	-	-	-	-	-	-
Veterans Memorial	7,710,370	-	-	-	-	-	7,710,370
Resaca Trails	569,691	569,691	-	-	-	-	-
Hotel/Motel Tax	43,835	43,835	-	-	-	-	-
Community Dev. Block Grant	58,843	58,843	-	-	-	-	-
DSRIP UTHSCSA	581,716	81,349	-	-	500,367	-	-
Police	251	251	-	-	-	-	-
Forfeiture Seizure Federal	31,470	31,470	-	-	-	-	-
Special Investigations Ckg	3,201	3,201	-	-	-	-	-
Special investigation Svgs	72,714	72,714	-	-	-	-	-
Fire Relief & Retirement Plan	170,341	170,341	-	-	-	-	-
Border Security	62,026	62,026	-	-	-	-	-
Emergency Management Funds	77,869	77,869	-	-	-	-	-
Coronavirus Funds	16,083	16,083	-	-	-	-	-
TIRZ	176,729	176,729	-	-	-	-	-
	1,071,370	1,071,370	-	-	-	-	-
	1,632,630	226,899	-	-	-	-	1,405,731
<b>TOTAL</b>	<b>\$ 37,874,705</b>	<b>\$ 5,790,475</b>	<b>\$ 2,740,140</b>	<b>\$ 6,043,503</b>	<b>\$ 2,501,846</b>	<b>\$ 10,180,620</b>	<b>\$ 10,618,121</b>

**Fund Allocation  
Book & Market Value  
March 31, 2021**

	<b>Fund Total</b>	<b>FCB Account</b>	<b>Southside Bank MMA</b>	<b>Veritex Bank MMA</b>	<b>Texas Regional Bank MMA</b>	<b>TexPool</b>	<b>Texas Regional Bank CDs</b>
Consolidated/General Escrow	\$ 13,929,252	\$ 2,581,149	\$ -	\$ 4,476,153	-	\$ 5,370,952	\$ 1,500,999
Utilities Cons./W & S Payroll	266,042	-	-	-	-	266,042	-
Water (Greenbank)	10,037,831	1,332,709	-	-	999,996	-	7,705,126
Water Treatment Plant	968,875	468,881	-	-	499,994	-	-
W&S O & M Reserve	1,566,087	-	-	1,566,087	-	-	-
W&S R & R Reserve	1,425,039	-	925,046	-	499,993	-	-
W & S Debt Service Reserve	469,374	-	411,311	-	-	58,063	-
W & S Reserve Capital Imp	266,232	-	236,953	-	-	29,279	-
Water and Sewer	447,098	-	384,195	-	-	62,903	-
CO 2007 EDC Projects	213,173	-	-	-	-	213,173	-
CO Series 2011	1,600,093	-	-	-	-	1,600,093	-
CO Series 2012	958,664	-	-	-	-	958,664	-
Cons. Cash Grant CO	782,207	-	782,207	-	-	-	-
Veterans Memorial	121,178	-	-	-	-	121,178	-
Resaca Trails	569,514	569,514	-	-	-	-	-
Hotel/Motel Tax	43,721	43,721	-	-	-	-	-
Community Dev. Block Grant	58,950	58,950	-	-	-	-	-
DSRIP UTHSCSA	562,888	62,895	-	-	499,993	-	-
Police	251	251	-	-	-	-	-
Forfeiture Seizure Federal	25,795	25,795	-	-	-	-	-
Special Investigations Ckg	4,954	4,954	-	-	-	-	-
Special investigation Svgs	63,658	63,658	-	-	-	-	-
Fire Relief & Retirement Plan	195,566	195,566	-	-	-	-	-
Border Security	59,883	59,883	-	-	-	-	-
Emergency Management Funds	80,193	80,193	-	-	-	-	-
Coronavirus Funds	16,078	16,078	-	-	-	-	-
TIRZ	188,373	188,373	-	-	-	-	-
	1,286,561	1,286,561	-	-	-	-	-
	1,456,271	51,727	-	-	-	-	1,404,544
<b>TOTAL</b>	<b>\$ 37,663,803</b>	<b>\$ 7,090,859</b>	<b>\$ 2,739,712</b>	<b>\$ 6,042,240</b>	<b>\$ 2,499,975</b>	<b>\$ 8,680,348</b>	<b>\$ 10,610,669</b>