



City of Texarkana, Texas




QUARTERLY INVESTMENT REPORT

For the Quarter Ended
June 30, 2024


Prepared by

Valley View Consulting, L.L.C.

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




CFO/Finance Director (City)



Assistant CFO (City)



Director of Finance (Water Utilities Department)



Assistant Finance Director (Water Utilities Department)

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

City Funds

Asset Type	March 31, 2024		June 30, 2024		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA/MMA	\$ 81,715,686	\$ 81,715,686	\$ 80,159,563	\$ 80,159,563	4.66%
CDs/Securities	7,222,867	7,222,867	7,241,174	7,241,174	5.21%
Totals	\$ 88,938,553	\$ 88,938,553	\$ 87,400,737	\$ 87,400,737	4.70%

Total Portfolio Average - Quarter 4.70%
 Fiscal Year-to-Date Average Yield (2) 4.64%

Quarterly Interest Income \$ 1,032,695
 Year-to-date Interest Income \$ 3,068,422

Water Utility

Asset Type	March 31, 2024		June 30, 2024		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA/MMA	\$ 21,843,672	\$ 21,843,672	\$ 31,164,329	\$ 31,164,329	4.15%
CDs/Securities	20,011,920	20,011,920	10,728,747	10,728,747	5.64%
Totals	\$ 41,855,592	\$ 41,855,592	\$ 41,893,076	\$ 41,893,076	4.53%

Total Portfolio Average - Quarter 4.53%
 Fiscal Year-to-Date Average Yield (2) 4.84%

Quarterly Interest Income \$ 274,551
 Year-to-date Interest Income \$ 1,227,911

	<u>QTR</u>		<u>YTD</u>
Rolling Three Month Treasury	5.47%	Rolling Three Month Treasury	5.48%
Rolling Six Month Treasury	5.34%	Rolling Six Month Treasury	5.40%
TexPool	5.31%	TexPool	5.33%

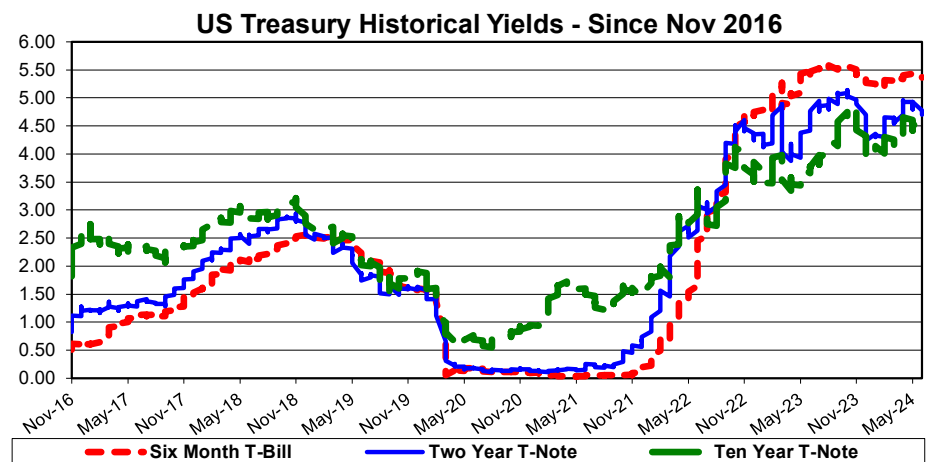
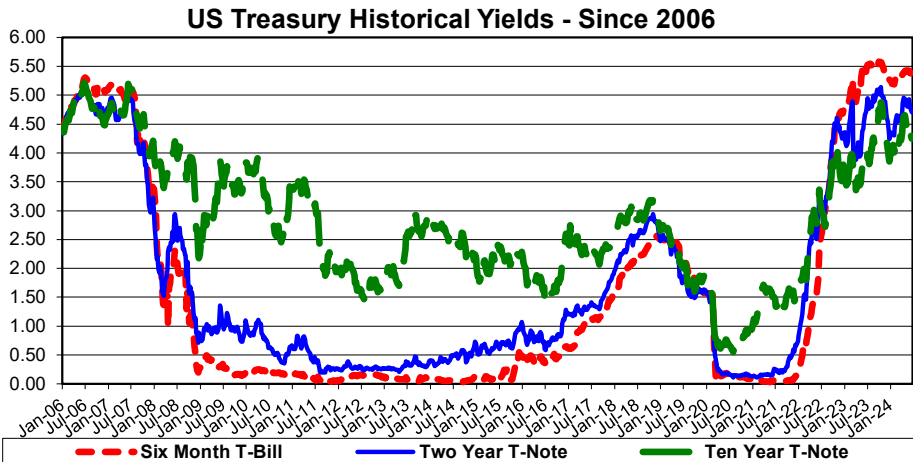
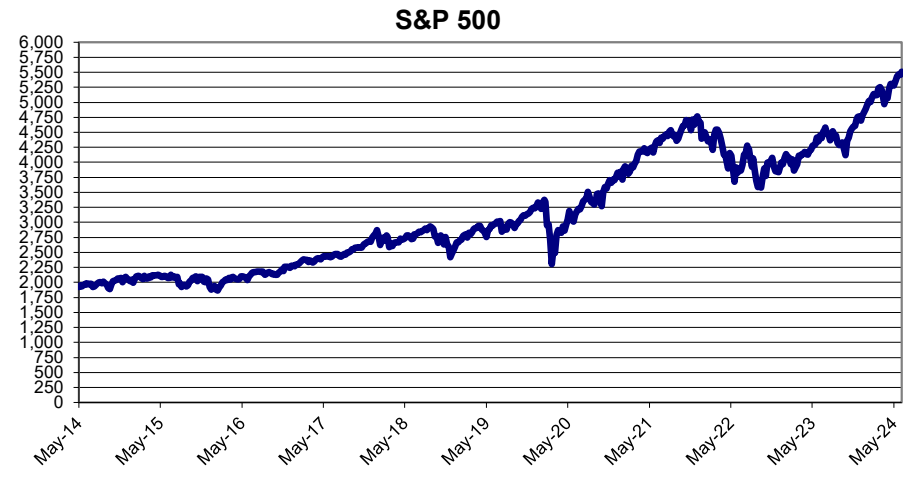
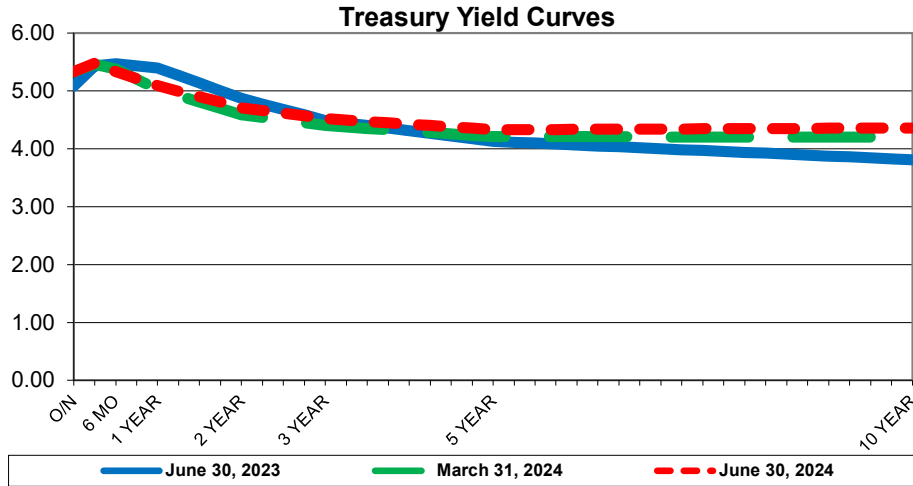
(1) **Current Quarter Weighted Average Yield** - calculated using quarter-end report yields and adjusted book values, does not reflect a total return analysis, realized or unrealized gains/losses or account for advisory fees. The yield for the reporting month is used for bank, pool, and money market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

(2) **Fiscal Year-to-Date Weighted Average Yields** calculated using quarter-end report yields and adjusted book values. Does not reflect a total return analysis or account for advisory fees.

Economic Overview

6/30/2024

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). Expectations are for reduced future rates, but any actions will be meeting-by-meeting and "data-dependent." June Non-Farm Payroll slightly exceeded expectations at 206k new jobs, but the previous two months were revised down causing the Three Month Rolling Average to fall to 177k. Final First Quarter 2024 GDP reported +1.4%. The S&P 500 Stock Index created new highs above +/-5,500. The yield curve remains inverted but longer yields rose slightly. Crude Oil trades over \$80 per barrel. Inflation declined slightly but remains above the FOMC 2% target (Core PCE +/-2.6% and Core CPI +/-3.4%). Reduced global economic outlooks and ongoing/expanding military conflicts continue increasing uncertainty.



Investment Holdings

June 30, 2024

City Funds

Description	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Farmer's Bank & Trust MMA	3.04%	07/01/24	06/30/24	\$ 28,570,727	\$ 28,570,727	1.00	\$ 28,570,727	1	3.04%
Southside Bank MMA	5.50%	07/01/24	06/30/24	6,929	6,929	1.00	6,929	1	5.50%
NexBank MMA	5.55%	07/01/24	06/30/24	38	38	1.00	38	1	5.55%
NexBank IntraFi MMA	5.55%	07/01/24	06/30/24	51,581,869	51,581,869	1.00	51,581,869	1	5.55%
Farmers B&T CD	4.93%	01/26/25	01/26/24	2,347,609	2,347,609	100.00	2,347,609	210	5.05%
East West Bank CD	5.39%	02/06/25	05/06/24	2,352,372	2,352,372	100.00	2,352,372	221	5.53%
Farmers B&T CD	4.93%	02/09/25	02/09/24	2,541,193	2,541,193	100.00	2,541,193	224	5.05%
Total City Funds				\$ 87,400,737	\$ 87,400,737		\$ 87,400,737	19	4.70%

Water Utility

Description	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Farmer's Bank & Trust MMA	3.04%	07/01/24	06/30/24	\$ 17,375,217	\$ 17,375,217	1.00	\$ 17,375,217	1	3.04%
NexBank IntraFi MMA	5.55%	07/01/24	06/30/24	13,789,112	13,789,112	1.00	13,789,112	1	5.55%
East West Bank CD	5.50%	09/12/24	06/12/24	9,528,747	9,528,747	100.00	9,528,747	74	5.65%
Farmer's B&T CD	5.38%	05/16/25	05/17/24	1,200,000	1,200,000	100.00	1,200,000	320	5.53%
Total Water Utility				\$ 41,893,076	\$ 41,893,076		\$ 41,893,076	27	4.53%

Combined Portfolio

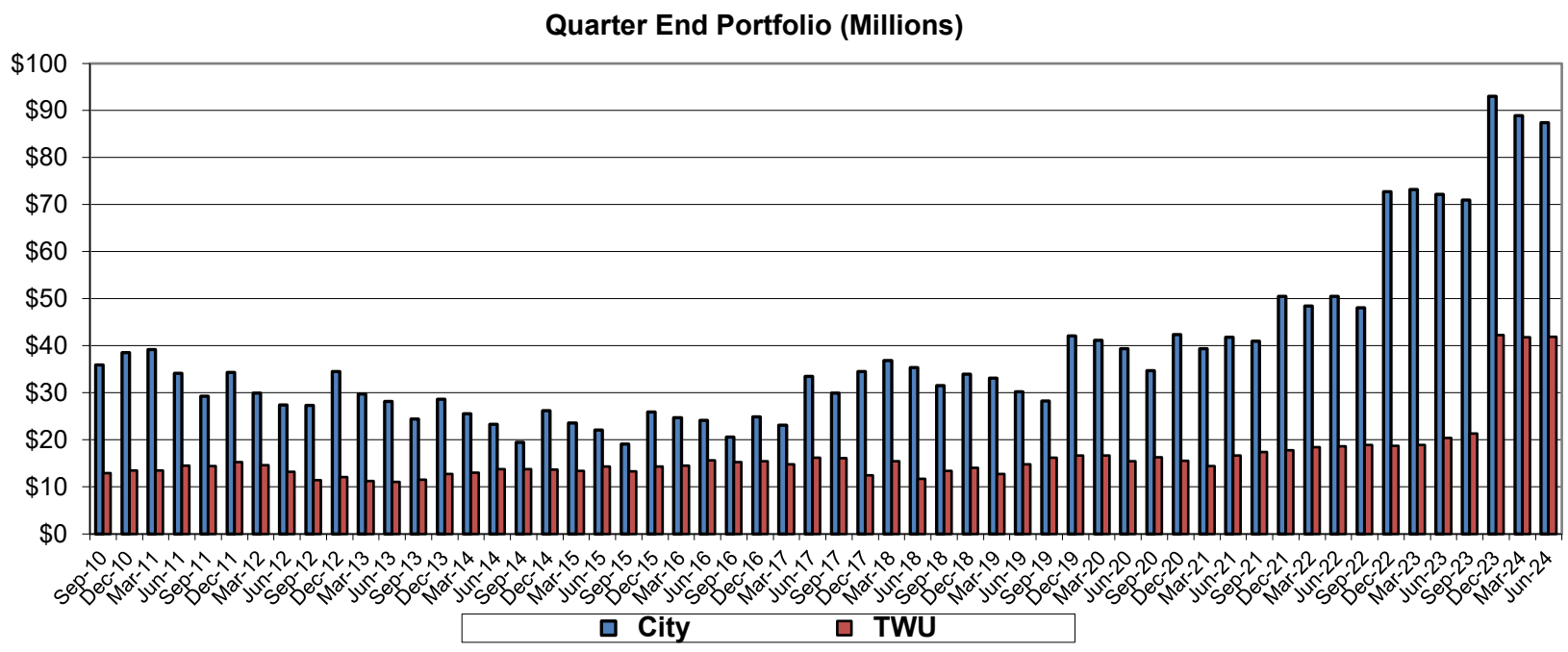
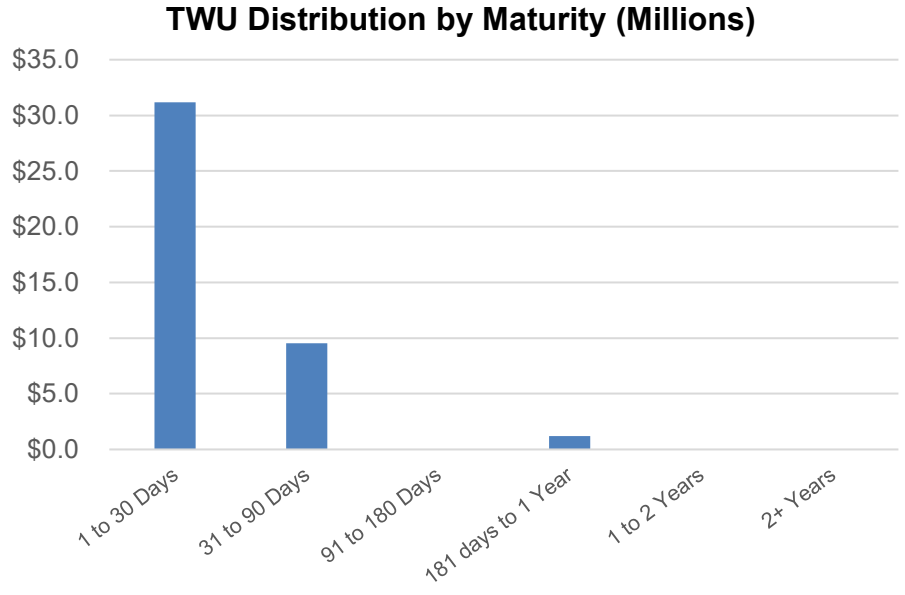
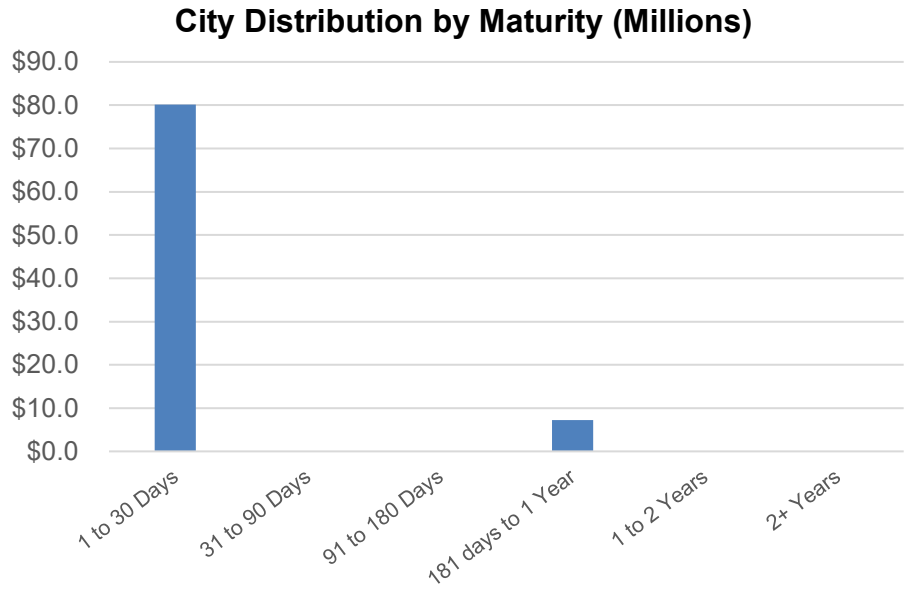
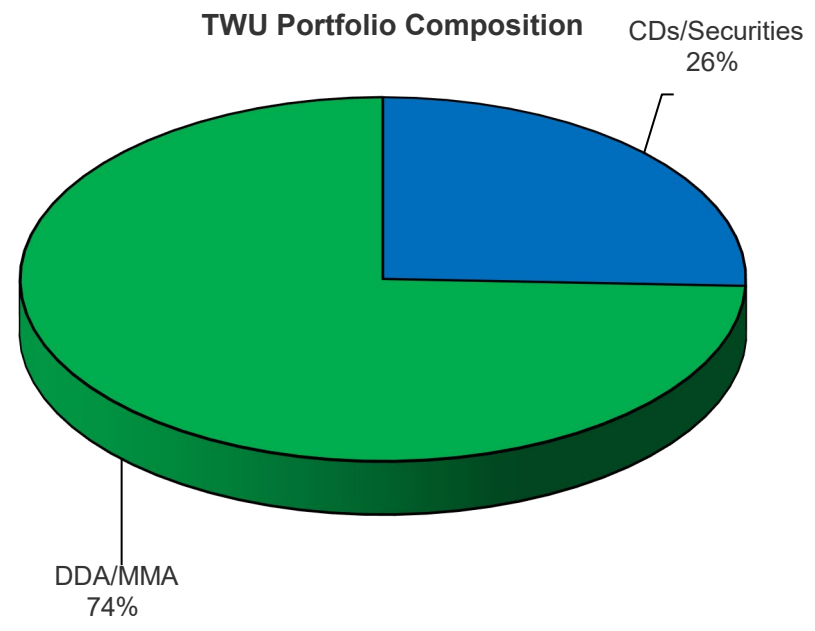
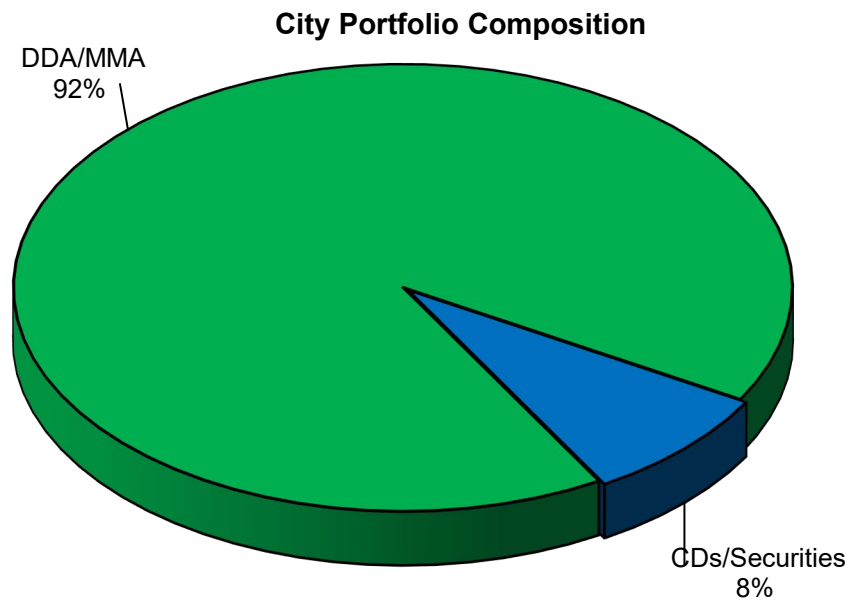
Combined Portfolio				\$ 129,293,813	\$ 129,293,813		\$ 129,293,813	22	4.65%
								(1)	(2)

(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments 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 cash equivalent investments.

Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 03/31/24	Increases	Decreases	Book Value 06/30/24	Market Value 03/31/24	Change in Market Value	Market Value 06/30/24
Farmer's Bank & Trust MMA	3.04%	07/01/24	\$ 38,140,215	\$ 7,805,729	\$ -	\$ 45,945,944	\$ 38,140,215	\$ 7,805,729	\$ 45,945,944
Southside Bank MMA	5.50%	07/01/24	6,837	92	-	6,929	6,837	92	6,929
NexBank MMA	5.55%	07/01/24	37	1	-	38	37	1	38
NexBank IntraFi MMA	5.55%	07/01/24	65,412,268	-	(41,287)	65,370,981	65,412,268	(41,287)	65,370,981
East West Bank CD	1.20%	05/10/24	2,394,378	-	(2,394,378)	-	2,394,378	(2,394,378)	-
Farmer's B&T CD	1.20%	05/10/24	400,000	-	(400,000)	-	400,000	(400,000)	-
Farmer's B&T CD	1.20%	05/16/24	294,415	-	(294,415)	-	294,415	(294,415)	-
East West Bank CD	5.65%	06/12/24	19,317,506	-	(19,317,506)	-	19,317,506	(19,317,506)	-
East West Bank CD	5.65%	09/12/24	-	9,528,747	-	9,528,747	-	9,528,747	9,528,747
Farmers B&T CD	5.05%	01/26/25	2,318,677	28,932	-	2,347,609	2,318,677	28,932	2,347,609
East West Bank CD	5.53%	02/06/25	-	2,352,372	-	2,352,372	-	2,352,372	2,352,372
Farmers B&T CD	5.05%	02/09/25	2,509,812	31,381	-	2,541,193	2,509,812	31,381	2,541,193
Farmer's B&T CD	5.53%	05/16/25	-	1,200,000	-	1,200,000	-	1,200,000	1,200,000
TOTAL / AVERAGE	4.65%		\$ 130,794,145	\$ 20,947,253	\$ (22,447,585)	\$ 129,293,813	\$ 130,794,145	\$ (1,500,332)	\$ 129,293,813



**City Fund Allocation
June 30, 2024
Book & Market Value**

Fund #	Fund Name	Total	Farmer's B&T	Southside	NexBank MMA	NexBank ICS	4.93% Farmer's	5.39% East West	4.93% Farmer's
			MMA	Bank MMA			B&T CD: 01/26/24 - 01/26/25	Bank CD: 05/06/24 - 02/06/25	B&T CD: 02/09/24 - 02/09/25
101	GENERAL FUND - Pooled Cash	\$ 34,475,765	\$ 11,825,398	\$ 4,989	\$ 16	\$ 15,404,189	\$ 2,347,609	\$ 2,352,372	\$ 2,541,193
101	GENERAL FUND	2,575	2,575	-	-	-	-	-	-
102	NARCOTICS DIVISION OPERATIONS	183,107	183,107	-	-	-	-	-	-
103	PERSONNEL POLICY	1,323,195	846,087	793	-	476,314	-	-	-
104	WORKER'S COMP	299,139	299,139	-	-	-	-	-	-
107	COURT SECURITY FUND	524,400	524,400	-	-	-	-	-	-
108	TUTD PAYROLL ACCOUNT	142,867	142,867	-	-	-	-	-	-
109	GENERAL PROPERTY & LIAB	31,984	31,984	-	-	-	-	-	-
111	POLICE EVIDENCE ESCROW FUND	1,812	1,812	-	-	-	-	-	-
113	ENERGY CONSERVATION REV. LOAN	38,431	38,431	-	-	-	-	-	-
114	COURT TECHNOLOGY FUND	18,408	18,408	-	-	-	-	-	-
115	TECHNOLOGY FUND	465,073	465,073	-	-	-	-	-	-
116	TIRZ #1	2,466,857	1,337,333	-	-	1,129,524	-	-	-
117	DONATION FUND	6,273	6,273	-	-	-	-	-	-
118	TIRZ #2	156,291	156,291	-	-	-	-	-	-
120	MAJOR MAINTENANCE FUND	995,675	740,098	-	-	255,578	-	-	-
121	Fire Dept Training Fund	86,375	86,375	-	-	-	-	-	-
200	PEROT ENHANCEMENT FUND	150,627	150,627	-	-	-	-	-	-
209	HOME PROGRAM	76,030	76,030	-	-	-	-	-	-
210	TEEN COURT	72,417	72,417	-	-	-	-	-	-
211	THEATRE FUND	146,407	146,407	-	-	-	-	-	-
212	HOTEL/MOTEL TAX FD	1,705,123	1,193,967	-	1	511,156	-	-	-
213	PEROT THEATRE BLDG MAINT	560,314	109,873	-	-	450,442	-	-	-
215	HOUSING FUND	28,310	26,634	227	-	1,449	-	-	-
216	POLICE ENTERPRISE TRAINING	11,654	11,654	-	-	-	-	-	-
217	LAW ENFORCEMENT BLOCK GRANT	394	394	-	-	-	-	-	-
218	CDBG 108 LOAN FUND	322	322	-	-	-	-	-	-
219	LAW ENFORCEMENT PROGRAM	94,301	94,301	-	-	-	-	-	-
222	TIFMAS FUND	207,837	207,837	-	-	-	-	-	-
223	ECONOMIC DEVELOPMENT	2,345,836	953,251	806	1	1,391,777	-	-	-
228	BUILDING MAINTENANCE	123,907	123,907	-	-	-	-	-	-
229	PUBLIC SAFETY RADIO FUND	291,085	291,085	-	-	-	-	-	-
235	FARMERS MARKET FUND	17,333	17,333	-	-	-	-	-	-
237	JAG COVID- 19 GRANT FUND	6	6	-	-	-	-	-	-
240	TCA Grant Fund	97,365	97,365	-	-	-	-	-	-
243	TACF Grant	1,500	1,500	-	-	-	-	-	-
246	Union Station	412,427	207,965	-	-	204,462	-	-	-
301	INTEREST & SINKING	1,204,932	1,204,932	-	-	-	-	-	-
423	2017 BOND FUND	258,047	258,029	-	18	-	-	-	-
424	2019 TIRZ BOND FUND	751,169	751,169	-	-	-	-	-	-
425	2022 BOND FUND	16,417,831	1,325,470	-	-	15,092,361	-	-	-
426	2023 Bond Fund	14,882,186	1,371,821	-	-	13,510,365	-	-	-
501	HEALTH FUND	1,151,983	522,326	113	1	629,543	-	-	-
502	PUBLIC LIBRARY	75,385	75,385	-	-	-	-	-	-
601	DRUG ESCROW	60,828	60,828	-	-	-	-	-	-
604	FEDERAL ASSET FORFEITURE-TREASURY	6,095	6,095	-	-	-	-	-	-
605	FEDERAL ASSET FORFEITURE	130,264	130,264	-	-	-	-	-	-
702	BENEFIT PAYMENT	1,828,565	1,492,837	1	-	335,727	-	-	-
703	FLEET SERVICES	9,588	9,588	-	-	-	-	-	-
704	CAPITAL REPLACEMENT	2,975,884	786,899	-	2	2,188,982	-	-	-
810	MEMBER CITY WATER REVENUE	86,558	86,558	-	-	-	-	-	-
TOTAL		\$ 87,400,737	\$ 28,570,727	\$ 6,929	\$ 38	\$ 51,581,869	\$ 2,347,609	\$ 2,352,372	\$ 2,541,193

City Fund Allocation
March 31, 2024
Book & Market Value

Fund #	Fund Name	Total	Farmer's B&T MMA	Southside Bank MMA	NexBank MMA	NexBank ICS	5.78% East West	4.93% Farmer's	4.93% Farmer's
							Bank CD: 10/20/23 - 04/22/24	B&T CD: 01/26/24 - 01/26/25	B&T CD: 02/09/24 - 02/09/25
101	GENERAL FUND - Pooled Cash	\$ 34,571,596	\$ 12,151,266	\$ 4,923	\$ 15	\$ 15,192,526	\$ 2,394,378	\$ 2,318,677	\$ 2,509,812
101	GENERAL FUND	2,555	2,555	-	-	-	-	-	-
102	NARCOTICS DIVISION OPERATIONS	189,337	189,337	-	-	-	-	-	-
103	PERSONNEL POLICY	1,417,131	946,579	783	-	469,769	-	-	-
104	WORKER'S COMP	286,513	286,513	-	-	-	-	-	-
107	COURT SECURITY FUND	516,119	516,119	-	-	-	-	-	-
108	TUTD PAYROLL ACCOUNT	260,994	260,994	-	-	-	-	-	-
109	GENERAL PROPERTY & LIAB	27,194	27,194	-	-	-	-	-	-
111	POLICE EVIDENCE ESCROW FUND	1,812	1,812	-	-	-	-	-	-
113	ENERGY CONSERVATION REV. LOAN	38,145	38,145	-	-	-	-	-	-
114	COURT TECHNOLOGY FUND	13,901	13,901	-	-	-	-	-	-
115	TECHNOLOGY FUND	570,248	570,248	-	-	-	-	-	-
116	TIRZ #1	2,262,178	1,148,174	-	-	1,114,004	-	-	-
117	DONATION FUND	12,703	12,703	-	-	-	-	-	-
118	TIRZ #2	96,290	96,290	-	-	-	-	-	-
120	MAJOR MAINTENANCE FUND	989,507	737,441	-	-	252,066	-	-	-
121	Fire Dept Training Fund	85,709	85,709	-	-	-	-	-	-
200	PEROT ENHANCEMENT FUND	149,465	149,465	-	-	-	-	-	-
209	HOME PROGRAM	75,888	75,888	-	-	-	-	-	-
211	THEATRE FUND	215,509	215,509	-	-	-	-	-	-
212	HOTEL/MOTEL TAX FD	1,334,719	830,587	-	1	504,132	-	-	-
213	PEROT THEATRE BLDG MAINT	554,803	110,551	-	-	444,252	-	-	-
215	HOUSING FUND	28,082	26,429	224	-	1,429	-	-	-
216	POLICE ENTERPRISE TRAINING	11,448	11,448	-	-	-	-	-	-
217	LAW ENFORCEMENT BLOCK GRANT	397	397	-	-	-	-	-	-
218	CDBG 108 LOAN FUND	320	320	-	-	-	-	-	-
219	LAW ENFORCEMENT PROGRAM	93,944	93,944	-	-	-	-	-	-
222	TIFMAS FUND	219,442	219,442	-	-	-	-	-	-
223	ECONOMIC DEVELOPMENT	2,270,545	897,095	795	1	1,372,653	-	-	-
228	BUILDING MAINTENANCE	179,550	179,550	-	-	-	-	-	-
229	PUBLIC SAFETY RADIO FUND	288,750	288,750	-	-	-	-	-	-
230	ROTARY SPLASH PARK FUND	6	6	-	-	-	-	-	-
233	NRDA Fund	164,910	164,910	-	-	-	-	-	-
235	FARMERS MARKET FUND	618	618	-	-	-	-	-	-
237	JAG COVID- 19 GRANT FUND	6	6	-	-	-	-	-	-
240	TCA Grant Fund	97,365	97,365	-	-	-	-	-	-
243	TACF Grant	1,500	1,500	-	-	-	-	-	-
246	Union Station	410,502	208,849	-	-	201,653	-	-	-
247	SECO Grant Fund	28,255	28,255	-	-	-	-	-	-
301	INTEREST & SINKING	1,408,733	1,408,733	-	-	-	-	-	-
423	2017 BOND FUND	1,559,136	619,594	-	18	939,524	-	-	-
424	2019 TIRZ BOND FUND	771,234	771,234	-	-	-	-	-	-
425	2022 BOND FUND	16,309,025	1,424,042	-	-	14,884,983	-	-	-
426	2023 Bond Fund	15,073,515	1,748,791	-	-	13,324,724	-	-	-
501	HEALTH FUND	1,121,995	500,990	112	-	620,893	-	-	-
502	PUBLIC LIBRARY	50,586	50,586	-	-	-	-	-	-
601	DRUG ESCROW	88,757	88,757	-	-	-	-	-	-
605	FEDERAL ASSET FORFEITURE	135,344	135,344	-	-	-	-	-	-
702	BENEFIT PAYMENT	1,658,004	1,326,890	1	-	331,114	-	-	-
703	FLEET SERVICES	9,588	9,588	-	-	-	-	-	-
704	CAPITAL REPLACEMENT	3,108,067	949,160	-	2	2,158,904	-	-	-
810	MEMBER CITY WATER REVENUE	176,610	176,610	-	-	-	-	-	-
TOTAL		\$ 88,938,553	\$ 29,896,185	\$ 6,837	\$ 37	\$ 51,812,627	\$ 2,394,378	\$ 2,318,677	\$ 2,509,812

**Water Fund Allocation
Book & Market Value
June 30, 2024**

Fund Name	Total	Farmer's B&T MMA	NexBank IntraFi MMA
Revenue	\$ 283,495	\$ 283,495	\$ –
Technology	891,917	479,299	412,618
2013 Bond	135,312	135,312	–
LTWSC Capital Improvement	166,812	166,812	–
Texas Capital Improvement	944,957	944,957	–
Texas Corps of Engineers Cost*	14,676,976	700,481	13,376,494
Texas Compost	131,031	131,031	–
Texas Customer Deposit	1,038,801	233,235	–
Equipment Acquisition	576,612	576,612	–
Texas Infrastructure	47,668	47,668	–
Texas Personnel Policy	254,612	151,830	–
Texas Reserve	765,632	46,152	–
WWTP Depreciation	303,608	303,608	–
Texas Waggoner Creek CIP	624,649	624,649	–
2023 Bond Construction	20,648,825	12,147,906	–
2023 Bond Fund	402,172	402,172	–
	\$ 41,893,076	\$ 17,375,217	\$ 13,789,112

*All funds in this account are dedicated for payment to the Corps of Engineers for water rights and related costs for implementation of the Ultimate Rule Curve of Lake Wright

**Water Fund Allocation
Book & Market Value
March 31, 2024**

Fund Name	Total	Farmer's B&T MMA	NexBank IntraFi MMA	1.20% Farmer's B&T CD: 05/10/22 - 05/10/24	1.20% Farmer's B&T CD: 05/16/22 - 05/16/24	5.50% East West Bank CD: 03/12/24 - 06/12/24
Revenue	\$ 260,511	\$ 260,511	\$ -	\$ -	\$ -	\$ -
Technology	901,797	494,849	406,948	-	-	-
2013 Bond	93,693	93,693	-	-	-	-
LTWSC Capital Improvement	385,015	385,015	-	-	-	-
Texas Capital Improvement	1,378,382	1,378,382	-	-	-	-
Texas Corps of Engineers Cost*	14,147,806	660,698	13,192,693	-	294,415	-
Texas Compost	155,103	155,103	-	-	-	-
Texas Customer Deposit	985,005	381,662	-	400,000	-	203,342
Equipment Acquisition	744,525	744,525	-	-	-	-
Texas Infrastructure	378,114	378,114	-	-	-	-
Texas Personnel Policy	243,284	141,613	-	-	-	101,671
Texas Reserve	757,506	45,808	-	-	-	711,698
WWTP Depreciation	257,693	257,693	-	-	-	-
Texas Waggoner Creek CIP	643,641	643,641	-	-	-	-
2023 Bond Construction	20,425,283	2,124,488	-	-	-	18,300,795
2023 Bond Fund	98,236	98,236	-	-	-	-
	\$ 41,855,592	\$ 8,244,031	\$ 13,599,641	\$ 400,000	\$ 294,415	\$ 19,317,506

*All funds in this account are dedicated for payment to the Corps of Engineers for water rights and related costs for implementation of the Ultimate Rule Curve of Lake Wright

**Collateral Position
June 30, 2024**

	CITY				TWU		
	Farmers B&T	Southside Bank	NexBank	East West Bank	NexBank	Farmer's B&T	East West Bank
Collateral Value	\$ 48,000,000	\$ –	\$ –	\$ 2,226,000	\$ –	\$ 23,150,000	\$ 9,615,000
+ FDIC Insurance (1)	250,000	250,000	51,831,869	250,000	14,039,112	250,000	250,000
Total Enhancement	\$ 48,250,000	\$ 250,000	\$ 51,831,869	\$ 2,476,000	\$ 14,039,112	\$ 23,400,000	\$ 9,865,000
Total Deposits	\$ 33,459,529	\$ 6,929	\$ 51,581,907	\$ 2,352,372	\$ 13,789,112	\$ 18,575,217	\$ 9,528,747
Excess Coverage	\$ 14,790,471	\$ 243,071	\$ 249,962	\$ 123,629	\$ 250,000	\$ 4,824,783	\$ 336,253
Percentage Coverage	144%	3608%	100%	105%	102%	126%	104%
Collateral Type:							
Treasuries							
Agency Bullets							
Agency Callable							
Agency LOC	\$ 48,000,000			\$ 2,226,000		\$ 23,150,000	\$ 9,615,000
Munis							

(1) Includes Certificate of Deposit Account Registry Service and Insured Cash Sweep balances less than \$250,000 per institution.