



## INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

September 30, 2021

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

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

*Betty Pamplin*

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Betty Pamplin, Finance Director

*Elizabeth McDonald*

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Elizabeth McDonald, Accounting Manager

**Disclaimer:** These reports were compiled using information provided by the Town of Prosper. 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.

## Annual Comparison of Portfolio Performance

### FYE Results by Investment Category:

City Funds	September 30, 2020			September 30, 2021		
	Book Value	Market Value	Ave. Yield	Book Value	Market Value	Ave. Yield
MMA/NOW	\$ 4,765,920	\$ 4,765,920	1.30%	\$ 42,254,083	\$ 42,254,083	0.43%
Pools	45,220,912	45,220,912	0.14%	10,421,364	10,421,364	0.01%
Securities	32,003,157	32,043,502	0.69%	3,827,213	3,827,088	0.37%
Certificates of Deposit	3,006,000	3,023,443	2.95%	79,532,842	79,532,842	0.17%
<b>City Funds</b>	<b>\$ 84,995,990</b>	<b>\$ 85,053,778</b>		<b>\$ 136,035,502</b>	<b>\$ 136,035,377</b>	*

Fourth Quarter-End Yield 0.51% 0.29%

### Average Quarter-End Yields (1):

	<u>2020</u>	<u>2021</u>
Prosper	1.13%	0.36%
Rolling Three Month Treasury	0.75%	0.06%
Rolling Six Month Treasury	0.99%	0.08%
TexPool	0.75%	0.04%

Fiscal year-to-date Interest Income     \$    1,156,963 (Approximate)                             \$        346,729 (Approximate)

(1) Average Quarterly Yield calculated using quarter-end report average yield and adjusted book value.

\* Investment balance increased due to the issuance of the 2021 General Obligation bonds and the 2021 Certificates of Obligation.

## Summary

### Quarter End Results by Investment Category:

Asset Type	June 30, 2021			September 30, 2021		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
MMA/NOW	0.98%	\$ 13,041,436	\$ 13,041,436	0.43%	\$ 42,254,083	\$ 42,254,083
Pools	0.01%	20,889,899	20,889,899	0.01%	10,421,364	10,421,364
Securities	0.36%	22,555,195	22,551,691	0.37%	3,827,213	3,827,088
Certificates of Deposit	0.29%	29,509,715	29,509,715	0.17%	79,532,842	79,532,842
<b>Total</b>	<b>0.43%</b>	<b>\$ 85,996,245</b>	<b>\$ 85,992,741</b>	<b>0.29%</b>	<b>\$ 136,035,502</b>	<b>\$ 136,035,377</b>

<u>Average Yield - Current Quarter (1)</u>		<u>Fiscal Year-to-Date Average Yield (2)</u>	
Total Portfolio	0.29%	Total Portfolio	0.36%
Rolling Three Month Treasury	0.05%	Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.05%	Rolling Six Month Treasury	0.08%
TexPool	0.03%	TexPool	0.04%

<u>Interest Earnings (Approximate)</u>	
Quarter	\$ 80,252
Fiscal Year-to-date	\$ 346,729

(1) **Quarter End Average Yield** - 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.

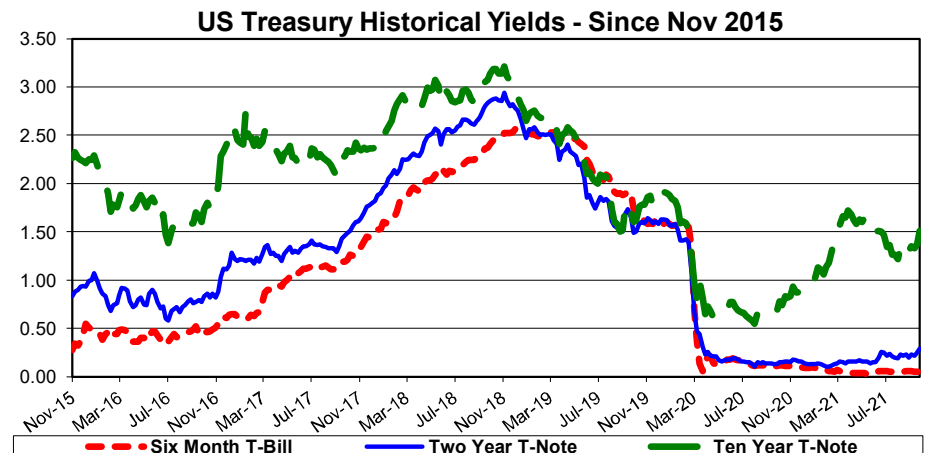
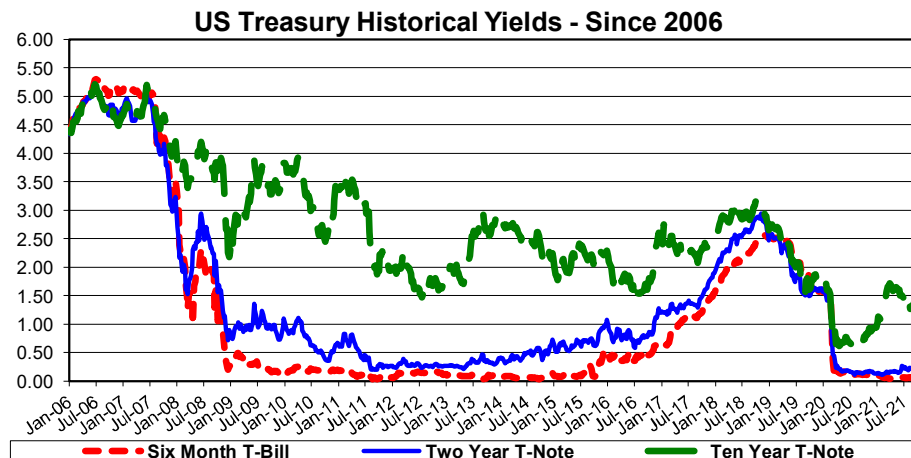
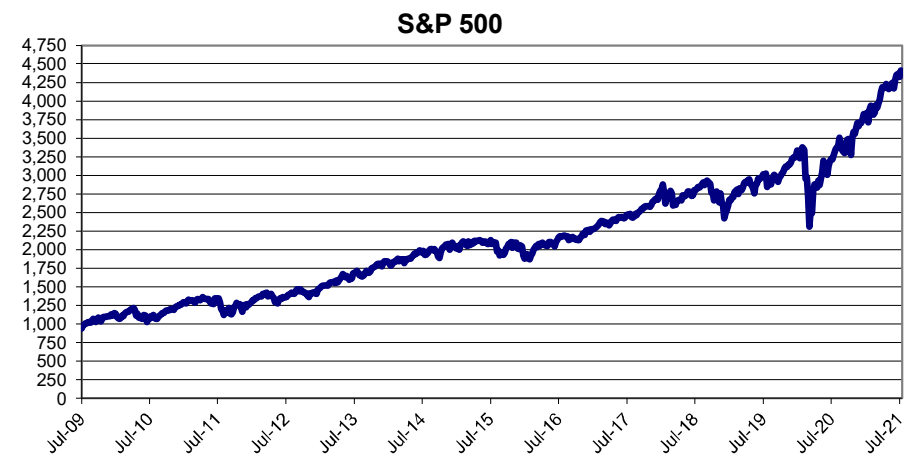
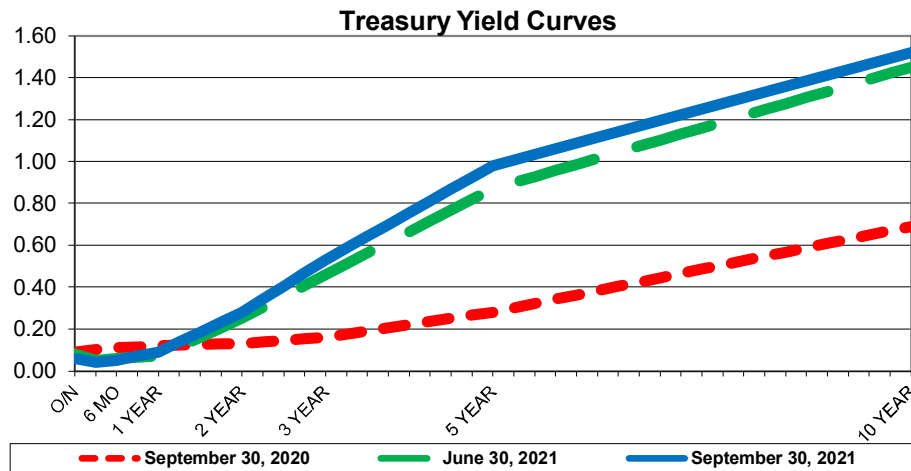
(2) **Fiscal Year-to-Date Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

\* Investment balance increased due to the issuance of the 2021 General Obligation Bonds and the 2021 Certificates of Obligation.

## Economic Overview

9/30/2021

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. Monthly government security purchases may begin tapering as early as Nov 2021. Second Quarter GDP posted +6.7% (Final). Employment recovery/growth has moderated, but job openings remain high. August Non-Farm Payroll only added 194k net new jobs. Crude oil bounced up to +/- \$77 per barrel, with fuel shortages in England and other countries. The Stock Markets reached new highs, but have retrenched slightly. Housing, Industrial Production, Durable Goods, Consumer Spending, and other indicators remain positive but constrained. The Biden administration and Congress continue to negotiate infrastructure, fiscal and debt limit packages. Inflation remained over the FOMC 2+% target and may not be as temporary as initially projected. The Yield Curve rose slightly from two years to ten years.



**Investment Holdings**  
**September 30, 2021**

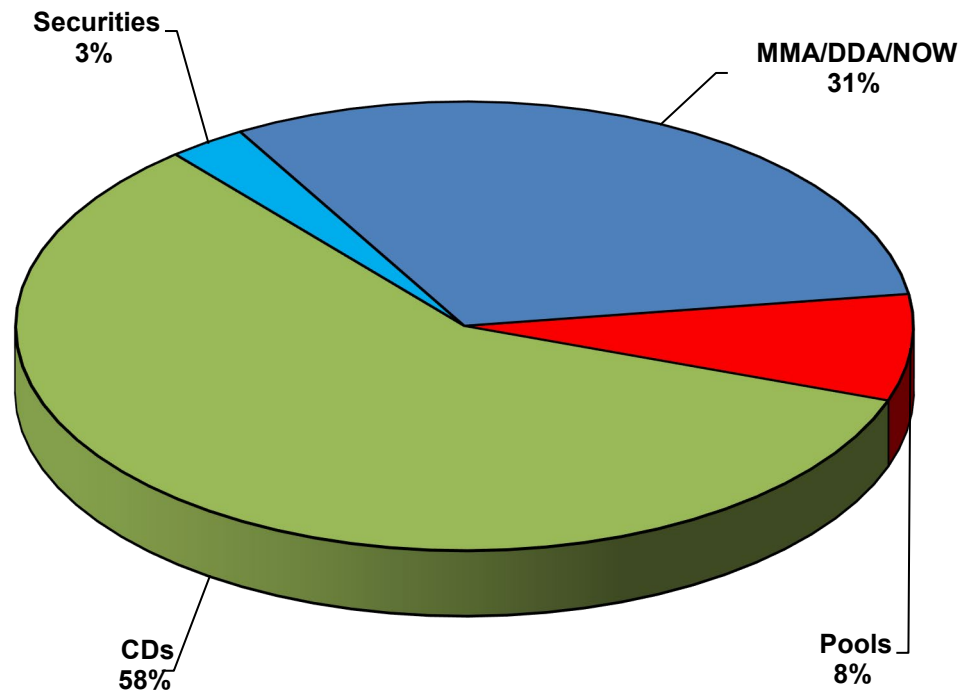
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Independent Bank DDA		0.50%	10/01/21	09/30/21	\$ 32,237,863	\$ 32,237,863	1.00	\$ 32,237,863	1	0.50%
NexBank MMA		0.40%	10/01/21	09/30/21	5,012,885	5,012,885	1.00	5,012,885	1	0.40%
Origin Bank MMA		0.20%	10/01/21	09/30/21	5,001,151	5,001,151	1.00	5,001,151	1	0.20%
PlainsCapital Bank MMA		0.00%	10/01/21	09/30/21	2,184	2,184	1.00	2,184	1	0.00%
TexSTAR	AAAm	0.01%	10/01/21	09/30/21	10,278,817	10,278,817	1.00	10,278,817	1	0.01%
TexPool	AAAm	0.03%	10/01/21	09/30/21	142,547	142,547	1.00	142,547	1	0.03%
Port of Seattle WA Rev	Aa2/AA	1.65%	10/01/21	06/24/20	325,000	325,011	100.00	325,000	1	0.45%
Tarrant Cnty TX Cultural EDU	Aa3/AA	5.00%	10/01/21	04/16/20	600,000	600,062	100.00	600,000	1	1.16%
Woodbridge Township NJ	SP1+	2.00%	10/15/21	10/16/20	2,900,000	2,902,140	100.07	2,902,088	15	0.20%
Bank OZK CD		0.18%	12/24/21	03/24/21	5,004,539	5,004,539	100.00	5,004,539	85	0.18%
Independent Bank CD		0.40%	02/01/22	01/14/21	6,011,907	6,011,907	100.00	6,011,907	124	0.40%
Texas Bank CD		0.45%	02/01/22	01/14/21	4,006,069	4,006,069	100.00	4,006,069	124	0.45%
East West Bank CD		0.10%	03/28/22	09/27/21	10,000,110	10,000,110	100.00	10,000,110	179	0.10%
Prosperity Bank CD		0.20%	09/01/22	09/01/21	5,000,000	5,000,000	100.00	5,000,000	336	0.20%
East West Bank CD		0.12%	09/27/22	09/27/21	10,000,132	10,000,132	100.00	10,000,132	362	0.12%
The American Nat'l Bank CD		0.37%	12/01/22	06/01/21	5,004,664	5,004,664	100.00	5,004,664	427	0.37%
Prosperity Bank CD		0.15%	12/27/22	09/27/21	10,000,000	10,000,000	100.00	10,000,000	453	0.15%
Legend Bank CDARS		0.35%	03/23/23	03/25/21	1,500,000	1,500,000	100.00	1,500,000	539	0.35%
CapTex Bank CDARS		0.40%	03/23/23	03/25/21	3,000,000	3,000,000	100.00	3,000,000	539	0.40%
The American Nat'l Bank CD		0.43%	06/01/23	06/01/21	5,005,421	5,005,421	100.00	5,005,421	609	0.43%
Veritex Community Bank CD		0.25%	08/23/23	08/23/21	10,000,000	10,000,000	100.00	10,000,000	692	0.25%
Veritex Community Bank CD		0.25%	09/15/23	09/17/21	5,000,000	5,000,000	100.00	5,000,000	715	0.25%
<b>Total Portfolio</b>					<b>\$ 136,033,289</b>	<b>\$ 136,035,502</b>		<b>\$ 136,035,377</b>	<b>231</b>	<b>0.29%</b>

(1) (2)

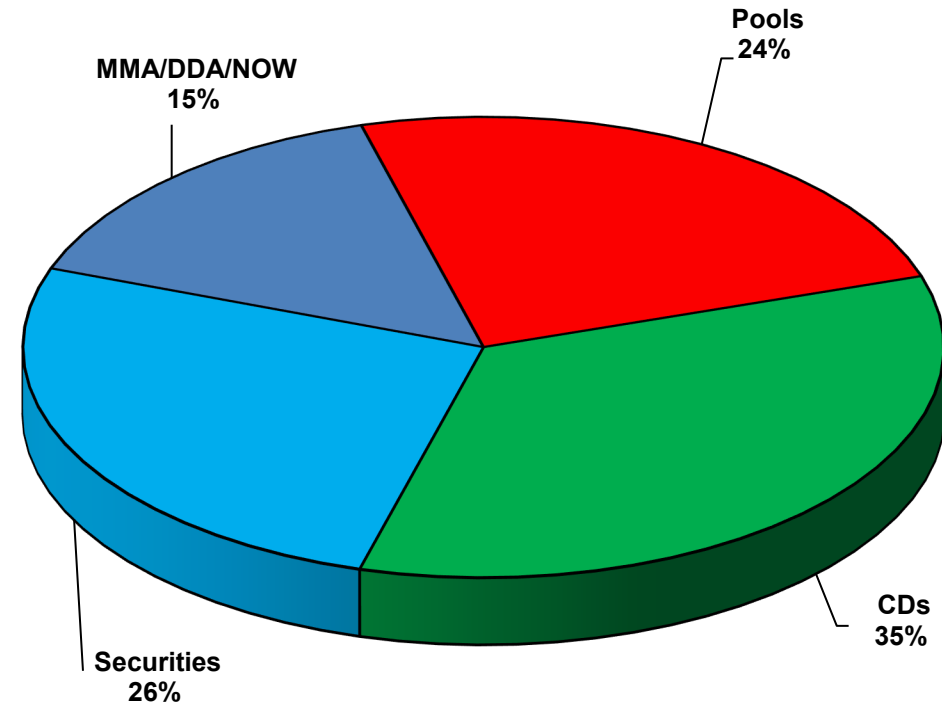
(1) **Weighted average life** - For purposes of calculating weighted average life, overnight bank and pool balances are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, realized and unrealized gains/losses and investment advisory fees are not included. The yield for the reporting month is used for overnight bank and pool balances.

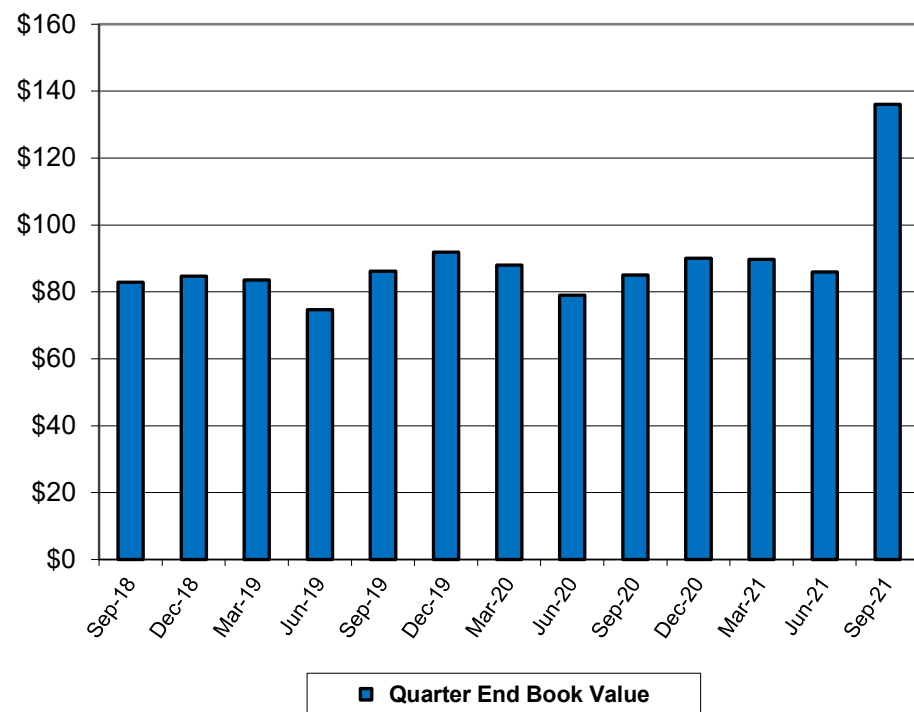
Composition - Current Quarter



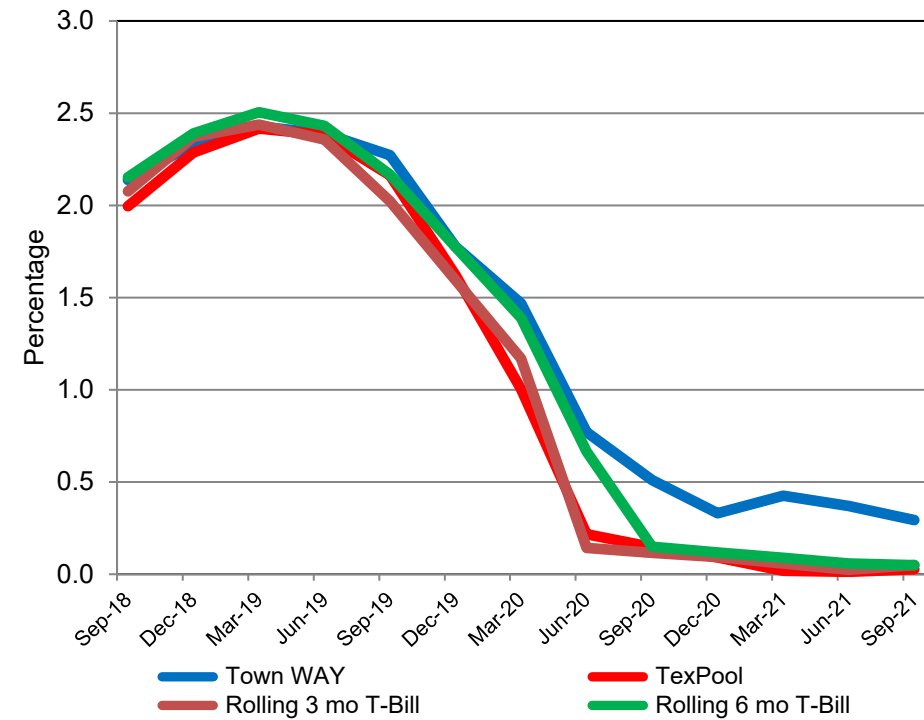
Composition - Prior Quarter



Total Portfolio (Millions)



Town Portfolio Performance



## Book and Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 06/30/21	Increases	Decreases	Book Value 09/30/21	Market Value 06/30/21	Change in Market Value	Market Value 09/30/21
Independent Bank DDA	0.50%	10/01/21	\$ 8,031,283	\$ 24,206,580	\$ —	\$ 32,237,863	\$ 8,031,283	\$ 24,206,580	\$ 32,237,863
NexBank MMA	0.40%	10/01/21	5,007,834	5,051	—	5,012,885	5,007,834	5,051	5,012,885
Origin Bank MMA	0.20%	10/01/21	—	5,001,151	—	5,001,151	—	5,001,151	5,001,151
PlainsCapital Bank MMA	0.00%	10/01/21	2,318	—	(135)	2,184	2,318	(135)	2,184
TexSTAR	0.01%	10/01/21	5,917,358	4,361,459	—	10,278,817	5,917,358	4,361,459	10,278,817
TexPool	0.03%	10/01/21	14,972,541	—	(14,829,994)	142,547	14,972,541	(14,829,994)	142,547
Florida St Board of Admin Fin	1.00%	07/01/21	300,013	—	(300,013)	—	300,000	(300,000)	—
Florida St Board of Admin Fin	0.75%	07/01/21	3,650,187	—	(3,650,187)	—	3,650,000	(3,650,000)	—
Regional Transit Authority IL GO	1.37%	07/01/21	755,084	—	(755,084)	—	755,000	(755,000)	—
Origin Bank CD	0.18%	07/05/21	5,000,000	—	(5,000,000)	—	5,000,000	(5,000,000)	—
Secaucus NJ	0.25%	08/06/21	4,004,042	—	(4,004,042)	—	4,003,960	(4,003,960)	—
T-Bill	0.12%	09/09/21	4,998,817	—	(4,998,817)	—	4,993,933	(4,993,933)	—
Port of Seattle WA Rev	0.45%	10/01/21	325,988	—	(978)	325,011	326,154	(1,154)	325,000
Tarrant Cnty TX Cultural EDU	1.16%	10/01/21	605,796	—	(5,733)	600,062	607,158	(7,158)	600,000
Woodbridge Township NJ	0.20%	10/15/21	2,915,268	—	(13,127)	2,902,140	2,915,486	(13,398)	2,902,088
Bank OZK CD	0.18%	12/24/21	5,002,269	2,270	—	5,004,539	5,002,269	2,270	5,004,539
Independent Bank CD	0.40%	02/01/22	6,005,918	5,989	—	6,011,907	6,005,918	5,989	6,011,907
Texas Bank CD	0.45%	02/01/22	4,001,529	4,540	—	4,006,069	4,001,529	4,540	4,006,069
East West Bank CD	0.10%	03/28/22	—	10,000,110	—	10,000,110	—	10,000,110	10,000,110
Prosperity Bank CD	0.20%	09/01/22	—	5,000,000	—	5,000,000	—	5,000,000	5,000,000
East West Bank CD	0.12%	09/27/22	—	10,000,132	—	10,000,132	—	10,000,132	10,000,132
The American Nat'l Bank CD	0.37%	12/01/22	5,000,000	4,664	—	5,004,664	5,000,000	4,664	5,004,664
Prosperity Bank CD	0.15%	12/27/22	—	10,000,000	—	10,000,000	—	10,000,000	10,000,000
Legend Bank CDARS	0.35%	03/23/23	1,500,000	—	—	1,500,000	1,500,000	—	1,500,000
CapTex Bank CDARS	0.40%	03/23/23	3,000,000	—	—	3,000,000	3,000,000	—	3,000,000
The American Nat'l Bank CD	0.43%	06/01/23	5,000,000	5,421	—	5,005,421	5,000,000	5,421	5,005,421
Veritex Community Bank CD	0.25%	08/23/23	—	10,000,000	—	10,000,000	—	10,000,000	10,000,000
Veritex Community Bank CD	0.25%	09/15/23	—	5,000,000	—	5,000,000	—	5,000,000	5,000,000
<b>TOTAL / AVERAGE</b>	<b>0.29%</b>		<b>\$ 85,996,245</b>	<b>\$ 83,597,367</b>	<b>\$ (33,558,110)</b>	<b>\$ 136,035,502</b>	<b>\$ 85,992,741</b>	<b>\$ 50,042,636</b>	<b>\$ 136,035,377</b>

**Allocation**
**September 30, 2021**

Book Value	Yield	Maturity Date	Total	Cash Positions - Bank Investments	Cash Positions - Pool Investments	Certificates of Deposit / CDARS	Municipal Bonds	US Treasury
Independent Bank MMA	0.50%		\$ 32,237,863	\$ 32,237,863	\$ —	\$ —	\$ —	\$ —
NexBank MMA	0.40%		5,012,885	5,012,885	—	—	—	—
Origin Bank MMA	0.20%		5,001,151	5,001,151	—	—	—	—
PlainsCapital Bank MMA	0.00%		2,184	2,184	—	—	—	—
TexSTAR	0.01%		10,278,817	—	10,278,817	—	—	—
TexPool	0.03%		142,547	—	142,547	—	—	—
Port of Seattle WA Rev	0.45%	10/01/21	325,011	—	—	—	325,011	—
Tarrant Cnty TX Cultural EDU	1.16%	10/01/21	600,062	—	—	—	600,062	—
Woodbridge Township NJ	0.20%	10/15/21	2,902,140	—	—	—	2,902,140	—
Bank OZK CD	0.18%	12/24/21	5,004,539	—	—	5,004,539	—	—
Independent Bank CD	0.40%	02/01/22	6,011,907	—	—	6,011,907	—	—
Texas Bank CD	0.45%	02/01/22	4,006,069	—	—	4,006,069	—	—
East West Bank CD	0.10%	03/28/22	10,000,110	—	—	10,000,110	—	—
Prosperity Bank CD	0.20%	09/01/22	5,000,000	—	—	5,000,000	—	—
East West Bank CD	0.12%	09/27/22	10,000,132	—	—	10,000,132	—	—
The American Nat'l Bank CD	0.37%	12/01/22	5,004,664	—	—	5,004,664	—	—
Prosperity Bank CD	0.15%	12/27/22	10,000,000	—	—	10,000,000	—	—
Legend Bank CDARS	0.35%	03/23/23	1,500,000	—	—	1,500,000	—	—
CapTex Bank CDARS	0.40%	03/23/23	3,000,000	—	—	3,000,000	—	—
The American Nat'l Bank CD	0.43%	06/01/23	5,005,421	—	—	5,005,421	—	—
Veritex Community Bank CD	0.25%	08/23/23	10,000,000	—	—	10,000,000	—	—
Veritex Community Bank CD	0.25%	09/15/23	5,000,000	—	—	5,000,000	—	—
<b>Totals</b>			<b>\$ 136,035,502</b>	<b>\$ 42,254,083</b>	<b>\$ 10,421,364</b>	<b>\$ 79,532,842</b>	<b>\$ 3,827,213</b>	<b>\$ —</b>



**Allocation**
**September 30, 2021**

Market Value	Yield	Maturity Date	Total	Cash Positions - Bank Investments	Cash Positions - Pool Investments	Certificates of Deposit / CDARS	Municipal Bonds	US Treasury
Independent Bank MMA	0.50%		\$ 32,237,863	\$ 32,237,863	\$ —	\$ —	\$ —	\$ —
NexBank MMA	0.40%		5,012,885	5,012,885	—	—	—	—
Origin Bank MMA	0.20%		5,001,151	5,001,151	—	—	—	—
PlainsCapital Bank MMA	0.00%		2,184	2,184	—	—	—	—
TexSTAR	0.01%		10,278,817	—	10,278,817	—	—	—
TexPool	0.03%		142,547	—	142,547	—	—	—
Port of Seattle WA Rev	0.45%	10/01/21	325,000	—	—	—	325,000	—
Tarrant Cnty TX Cultural EDU	1.16%	10/01/21	600,000	—	—	—	600,000	—
Woodbridge Township NJ	0.20%	10/15/21	2,902,088	—	—	—	2,902,088	—
Bank OZK CD	0.18%	12/24/21	5,004,539	—	—	5,004,539	—	—
Independent Bank CD	0.40%	02/01/22	6,011,907	—	—	6,011,907	—	—
Texas Bank CD	0.45%	02/01/22	4,006,069	—	—	4,006,069	—	—
East West Bank CD	0.10%	03/28/22	10,000,110	—	—	10,000,110	—	—
Prosperity Bank CD	0.20%	09/01/22	5,000,000	—	—	5,000,000	—	—
East West Bank CD	0.12%	09/27/22	10,000,132	—	—	10,000,132	—	—
The American Nat'l Bank CD	0.37%	12/01/22	5,004,664	—	—	5,004,664	—	—
Prosperity Bank CD	0.15%	12/27/22	10,000,000	—	—	10,000,000	—	—
Legend Bank CDARS	0.35%	03/23/23	1,500,000	—	—	1,500,000	—	—
CapTex Bank CDARS	0.40%	03/23/23	3,000,000	—	—	3,000,000	—	—
The American Nat'l Bank CD	0.43%	06/01/23	5,005,421	—	—	5,005,421	—	—
Veritex Community Bank CD	0.25%	08/23/23	10,000,000	—	—	10,000,000	—	—
Veritex Community Bank CD	0.25%	09/15/23	5,000,000	—	—	5,000,000	—	—
<b>Totals</b>			<b>\$ 136,035,377</b>	<b>\$ 42,254,083</b>	<b>\$ 10,421,364</b>	<b>\$ 79,532,842</b>	<b>\$ 3,827,088</b>	<b>\$ —</b>

**Allocation**
**June 30, 2021**

<b>Book Value</b>	<b>Yield</b>	<b>Maturity Date</b>	<b>Total</b>	<b>Cash Positions - Bank Investments</b>	<b>Cash Positions - Pool Investments</b>	<b>Certificates of Deposit / CDARS</b>	<b>Municipal Bonds</b>	<b>US Treasury</b>
Independent Bank MMA	1.31%		\$ 8,031,283	\$ 8,031,283	\$ —	\$ —	\$ —	\$ —
NexBank MMA	0.45%		5,007,834	5,007,834	—	—	—	—
PlainsCapital Bank MMA	0.00%		2,318	2,318	—	—	—	—
TexSTAR	0.01%		5,917,358	—	5,917,358	—	—	—
TexPool	0.01%		14,972,541	—	14,972,541	—	—	—
Florida St Board of Admin Fin	1.00%	07/01/21	300,013	—	—	—	300,013	—
Florida St Board of Admin Fin	0.75%	07/01/21	3,650,187	—	—	—	3,650,187	—
Regional Transit Authority IL GO	1.37%	07/01/21	755,084	—	—	—	755,084	—
Origin Bank CD	0.18%	07/05/21	5,000,000	—	—	5,000,000	—	—
Secaucus NJ	0.25%	08/06/21	4,004,042	—	—	—	4,004,042	—
T-Bill	0.12%	09/09/21	4,998,817	—	—	—	—	4,998,817
Port of Seattle WA Rev	0.45%	10/01/21	325,988	—	—	—	325,988	—
Tarrant Cnty TX Cultural EDU	1.16%	10/01/21	605,796	—	—	—	605,796	—
Woodbridge Township NJ	0.20%	10/15/21	2,915,268	—	—	—	2,915,268	—
Bank OZK CD	0.18%	12/24/21	5,002,269	—	—	5,002,269	—	—
Independent Bank CD	0.40%	02/01/22	6,005,918	—	—	6,005,918	—	—
Texas Bank CD	0.45%	02/01/22	4,001,529	—	—	4,001,529	—	—
The American Nat'l Bank CD	0.37%	12/01/22	5,000,000	—	—	5,000,000	—	—
Legend Bank CDARS	0.35%	03/23/23	1,500,000	—	—	1,500,000	—	—
CapTex Bank CDARS	0.40%	03/23/23	3,000,000	—	—	3,000,000	—	—
The American Nat'l Bank CD	0.43%	06/01/23	5,000,000	—	—	5,000,000	—	—
<b>Totals</b>			<b>\$ 85,996,245</b>	<b>\$ 13,041,436</b>	<b>\$ 20,889,899</b>	<b>\$ 34,509,715</b>	<b>\$12,556,378</b>	<b>\$ 4,998,817</b>

**Allocation**
**June 30, 2021**

<b>Market Value</b>	<b>Yield</b>	<b>Maturity Date</b>	<b>Total</b>	<b>Cash Positions - Bank Investments</b>	<b>Cash Positions - Pool Investments</b>	<b>Certificates of Deposit / CDARS</b>	<b>Municipal Bonds</b>	<b>US Treasury</b>
Independent Bank MMA	1.31%		\$ 8,031,283	\$ 8,031,283	\$ —	\$ —	\$ —	\$ —
NexBank MMA	0.45%		5,007,834	5,007,834	—	—	—	—
PlainsCapital Bank MMA	0.00%		2,318	2,318	—	—	—	—
TexSTAR	0.01%		5,917,358	—	5,917,358	—	—	—
TexPool	0.01%		14,972,541	—	14,972,541	—	—	—
Florida St Board of Admin Fin	1.00%	07/01/21	300,000	—	—	—	300,000	—
Florida St Board of Admin Fin	0.75%	07/01/21	3,650,000	—	—	—	3,650,000	—
Regional Transit Authority IL GO	1.37%	07/01/21	755,000	—	—	—	755,000	—
Origin Bank CD	0.18%	07/05/21	5,000,000	—	—	5,000,000	—	—
Secaucus NJ	0.25%	08/06/21	4,003,960	—	—	—	4,003,960	—
T-Bill	0.12%	09/09/21	4,993,933	—	—	—	—	4,993,933
Port of Seattle WA Rev	0.45%	10/01/21	326,154	—	—	—	326,154	—
Tarrant Cnty TX Cultural EDU	1.16%	10/01/21	607,158	—	—	—	607,158	—
Woodbridge Township NJ	0.20%	10/15/21	2,915,486	—	—	—	2,915,486	—
Bank OZK CD	0.18%	12/24/21	5,002,269	—	—	5,002,269	—	—
Independent Bank CD	0.40%	02/01/22	6,005,918	—	—	6,005,918	—	—
Texas Bank CD	0.45%	02/01/22	4,001,529	—	—	4,001,529	—	—
The American Nat'l Bank CD	0.37%	12/01/22	5,000,000	—	—	5,000,000	—	—
Legend Bank CDARS	0.35%	03/23/23	1,500,000	—	—	1,500,000	—	—
CapTex Bank CDARS	0.40%	03/23/23	3,000,000	—	—	3,000,000	—	—
The American Nat'l Bank CD	0.43%	06/01/23	5,000,000	—	—	5,000,000	—	—
<b>Totals</b>			<b>\$ 85,992,741</b>	<b>\$ 13,041,436</b>	<b>\$ 20,889,899</b>	<b>\$ 34,509,715</b>	<b>\$12,557,758</b>	<b>\$ 4,993,933</b>