City of Colleyville
Audit Committee
Agenda

City Hall
100 Main Street
Colleyville, Texas 76034
817.503.1000
www.colleyville.com

Tuesday, February 2, 2021 | City Manager's Conference Room
4:45 p.m. | Third Floor – City Hall

1. CALL TO ORDER

2. APPROVAL OF MINUTES

December 1, 2020

3. REGULAR AGENDA ITEMS

3a Discuss preliminary draft of FY20 Comprehensive Annual Financial Report and Federal Single Audit Reports for Year Ended September 30, 2020

4. REPORTS

4a Presentation of the Quarterly Investment Report for the quarter ended December 30, 2020

5. ADJOURNMENT

I hereby certify this agenda was posted on City Hall bulletin boards Friday, January 29, 2021, by 5:00 p.m.

Christine Loven, TRMC
City Secretary

A quorum of the Colleyville City Council and/or any other Colleyville Board, Commission, or Committee may be in attendance at this meeting.

Any matter on this agenda may, at the discretion of the governing body, be opened for public comment and discussion.

If you plan to attend this public meeting and have a disability that requires special accommodations, please advise Executive Secretary at least 48 hours in advance at 817.503.1111, and reasonable accommodations will be made to assist you.

City of Colleyville
Audit Committee
Minutes

City Hall
100 Main Street
Colleyville, Texas 76034
817.503.1000
www.colleyville.com

Tuesday, December 1, 2020 — City Manager's Conference Room
4:30 p.m. — Third Floor – City Hall

1. CALL TO ORDER

City Secretary Christine Loven called the meeting to order at 4:30 p.m.

ROLL CALL: Committee members present George Dodson, Bobby Lindamood and Chuck Kelley.

Also Present: Finance Director Kyle Lester, Accounting Manager Karen Hines, City Manager Jerry Ducay, Assistant City Manager Mark Wood, and City Secretary Christine Loven

2. APPROVAL OF MINUTES

July 21, 2020

The minutes were motioned for approval by Member Dodson, seconded by Member Lindamood and passed unanimously.

3. REGULAR AGENDA ITEMS

3a Approval of the annual review and updates to the City of Colleyville Investment Policy

Finance Director Kyle Lester stated the Public Funds Investment Act requires the City, as the governing body of a public entity, review the investment strategy and adopt a written instrument by resolution stating it has reviewed the investment policy and investment strategies. Director Lester noted during his review of the Investment Policy, he discovered one change, which was overlooked for deletion in the previous policy, which is the SEC, registered, no load money market mutual funds listed under the Diversification of Portfolio by Instrument. He explained the Local Government Investment Pools fall under the category of a "money market mutual fund". Because they are specifically mentioned in the diversification section, it is not necessary to include money market mutual funds as a category.

The members agreed with the recommendation and then discussed recommending reducing the maximum percentage of repurchase agreements to 15%. Director Lester stated the 15% is reasonable and will advise City Council of the recommendation.

3b Quarterly Investment Report for the quarter ended September 30, 2020

Finance Director Kyle Lester reviewed the quarterly investment report and noted rates are still falling due to the pandemic, but the City is stilling doing well. There was general discussion regarding the sweep accounts, investments in CD's, and pools.

There was a recommendation the City review if there would be a substantial saving interest is the CEDC bond was called. Director Lester said he would investigate the strategy.

3c Update from the City's auditors

Kristen Derryberry, Senior Manager, Weaver and Tidwell, the City's auditors, provided an update on the audit. Ms. Derryberry thanked Finance Director Kyle Lester and Account Manager Karen Hines, and the Finance Department staff for consistently working with them efficiently and effectively.

Ms. Derryberry stated the draft preliminary audit would be presented to the Audit Committee in February 2021.

4. ADJOURNMENT

The meeting was adjourned at 4:59 p.m.

PASSED BY A VOTE OF _ AYES, _ NAYS, AND _ ABSTENTIONS, THIS 2ND DAY OF FEBRUARY 2021.

Minutes taken and prepared by:

Christine Loven

Christine Loven, TRMC
City Secretary

City Hall
100 Main Street
Colleyville, Texas 76034
www.colleyville.com

City of Colleyville
Audit Committee
Agenda Briefing

Agenda Number 3a **Agenda Date** 2/2/2021 **Number**
Type Regular Agenda Items
Department Finance

Title
Discuss preliminary draft of FY20 Comprehensive Annual Financial Report and Federal Single Audit Reports for Year Ended September 30, 2020

Explanation
This item provides for an update from the auditor on the preliminary draft of FY20 Comprehensive Annual Financial Report and Federal Single Audit Reports for Year Ended September 30, 2020.

Attachments

City of Colleyville
Audit Committee
Agenda Briefing

City Hall
100 Main Street
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Agenda Number 4a **Agenda Date** 2/2/2021 **Number**
Type Report
Department Finance

Title
Presentation of the Quarterly Investment Report for the quarter ended December 31, 2020

Explanation
Cash and Cash Equivalents (local government investment pools) totaled $64,016,191. Colleyville's complete portfolio was valued at $75,846,200, and was allocated as follows:

Instrument	Current as of 12/31/2020	Last Quarter as of 9/30/2020
Cash	$ 12,748,011	$ 9,888,128
LOGIC (CP Permissible)	$ 2,494,641	$ 2,493,914
Other Governmental Pools	$ 40,143,995	$ 51,634,149
CD's	$ 10,988,173	$ 10,225,854
CDARS	$ 1,604,198	$ 1,604,155
Agencies	$ 3,500,000	$ -
Total Cash & Investments	$ 71,489,017	$ 75,846,200

Instrument	Current Yield as of 9/30/2020
LOGIC (CP Permissible)	0.17 %
Other Governmental Pools	0.11 %
CD's	0.89 %
CDARS	0.50 %
Agencies	0.18 %
Total Consolidated Yield	0.27 %

Benchmark Yield: 0.09%

Interest earnings for the quarter were $39,784 compared to $60,990 in the previous quarter. This decrease is reflective of a declining interest rate market as well as several maturities coming due in the last quarter. Staff will continue to examine cash-flow needs and place our resources in instruments with an emphasis on keeping these funds safe while earning as strong a yield as possible.

Attachments
1. December 2020 Committee Copy
2. Investment Report - December 2020

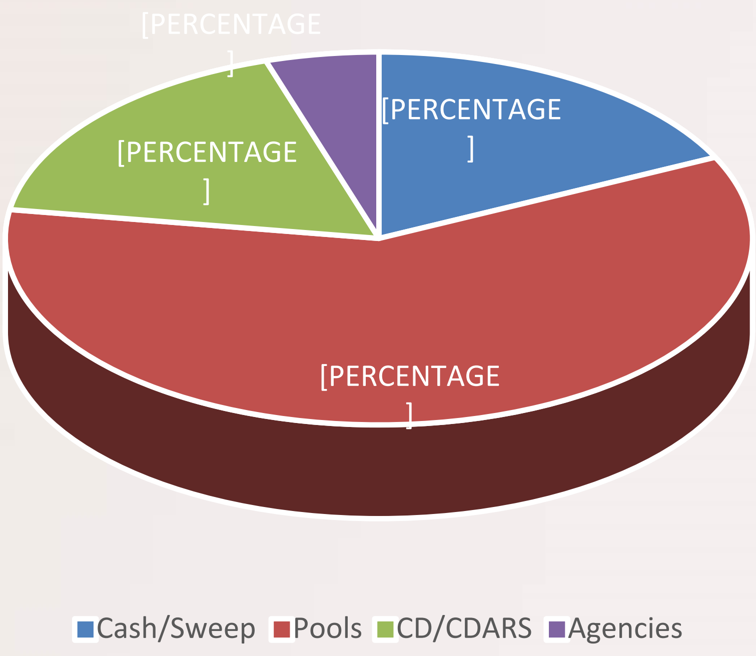
Quarterly Investment Report
December 2020

December 1, 2020

As required by the Public Funds Investment Act, §2256.023

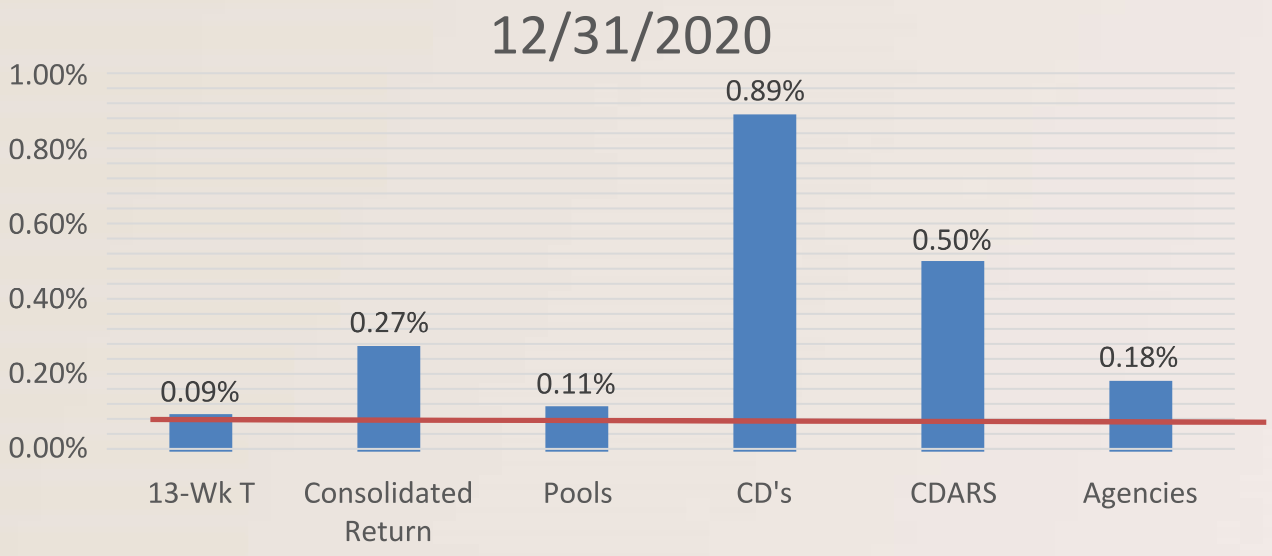
Cash Position Overview

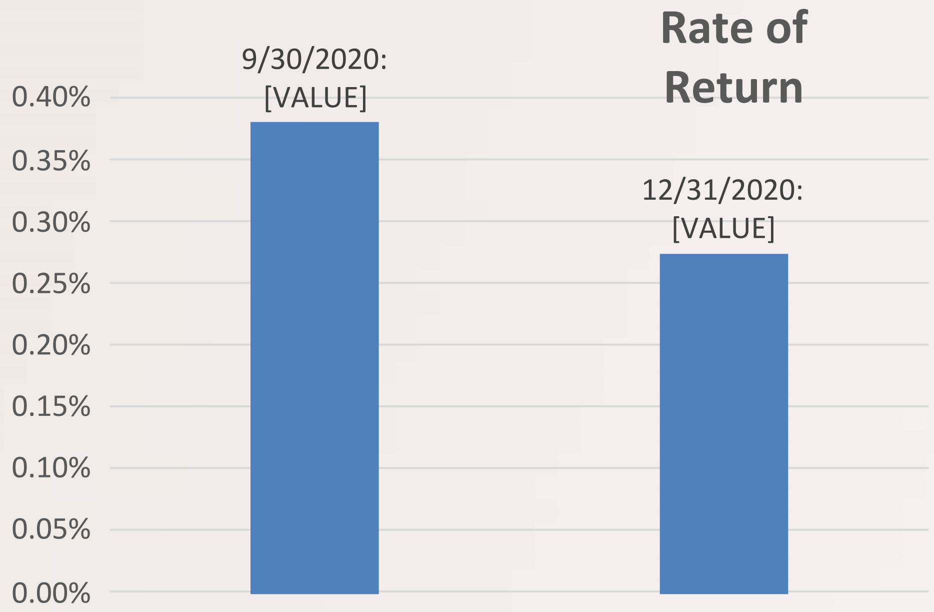
Total		30-Sep	31-Dec		Change
Operating	$	27,376,831	$ 23,716,185	$	(3,660,646)
Capital	$	39,616,847	$ 38,654,111	$	(962,736)
Special Revenue	$	7,892,524	$ 7,919,711	$	27,187
Debt	$	959,998	$ 1,199,010	$	239,012
Total	**$**	**75,846,200**	**$ 71,489,017**	**$**	**(4,357,182)**



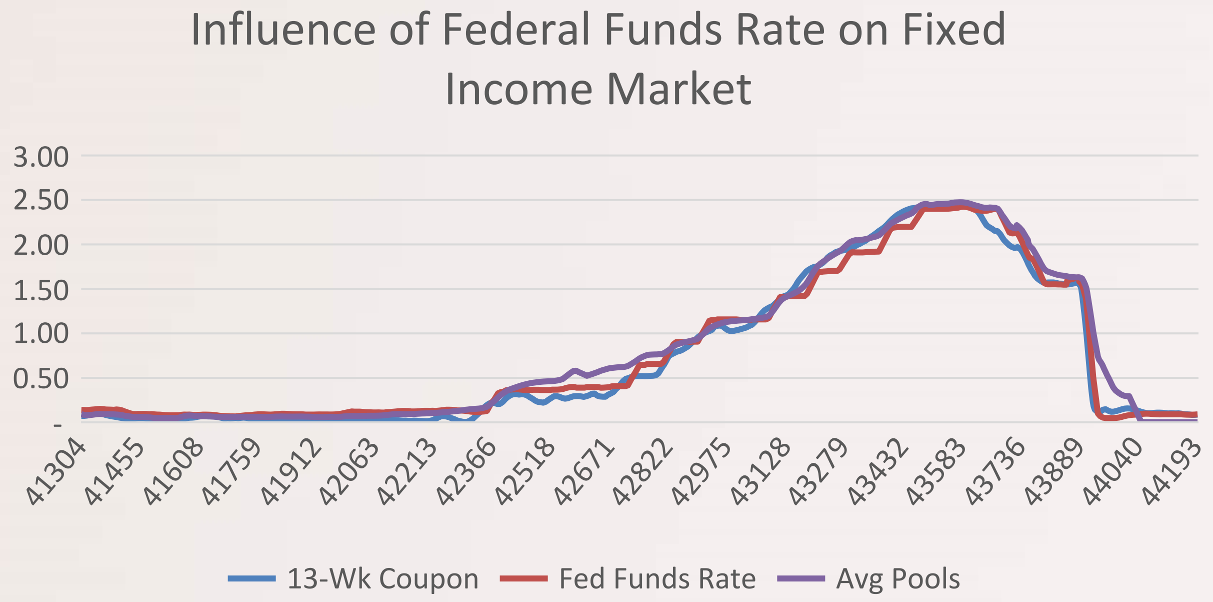
Where is Colleyville's cash?			9/30/2020		12/31/2020		Change	Weighted Maturity
Cash/ Equivalents	Cash	$	9,888,128	$	12,748,011	$	2,859,883	Liquid
	Sweep Account	$	-	$	-	$	-	Liquid
	LOGIC (CP Permiss.)	$	2,493,914	$	2,494,641	$	726	Liquid
	Other Gov't Pools	$	51,634,149	$	40,143,995	$	(11,490,154)	Liquid
	Subtotal	**$**	**64,016,191**	**$**	**55,386,647**	**$**	**(8,629,544)**	
Bonds/CDs/Agencies	CD's	$	10,225,854	$	10,998,173	$	772,319	372 days
	CDARS	$	1,604,155	$	1,604,198	$	43	252 days
	Agencies	$	-	$	3,500,000	$	3,500,000	672 days
	Subtotal	**$**	**11,830,009**	**$**	**16,102,371**	**$**	**4,272,362**	**425 days**
	Total Resources	**$**	**75,846,200**	**$**	**71,489,017**	**$**	**(4,357,182)**	

Return Summary





Return Summary



Mark-to-Market

Public Funds Investment Act Requirement

Mark-to-Market: A snapshot of what our investments would sell at compared to what we purchased them for.

- Purpose is to show our overall portfolio value
- We hold our investments until maturity ("buy and hold" strategy)
- Gains and losses shown in this analysis are unrealized

Par Value	12/31 Value	Total Gain (loss) on Purchase Price
$ 16,102,247	$ 16,149,593	$ 47,346

Questions/Comments

City of Colleyville, TX

Quarterly Investment Report

12/31/2020

Where is Colleyville's cash?		9/30/2020	12/31/2020	Change	Weighted Maturity
Cash/ Equivalents	Cash	$ 9,888,128	$ 12,748,011	$ 2,859,883	Liquid
	Sweep Account	$ -	$ -	$ -	Liquid
	LOGIC (CP Permiss.)	$ 2,493,914	$ 2,494,641	$ 726	Liquid
	Other Gov't Pools	$ 51,634,149	$ 40,143,995	$ (11,490,154)	Liquid
	Subtotal	**$ 64,016,191**	**$ 55,386,647**	**$ (8,629,544)**	
Bonds/CDs/Agencies	CD's	$ 10,225,854	$ 10,998,173	$ 772,319	372 days
	CDARS	$ 1,604,155	$ 1,604,198	$ 43	252 days
	Agencies	$ -	$ 3,500,000	$ 3,500,000	672 days
	Subtotal	**$ 11,830,009**	**$ 16,102,371**	**$ 4,272,362**	**425 days**
	Total Resources	**$ 75,846,200**	**$ 71,489,017**	**$ (4,357,182)**	

Investments on the move…

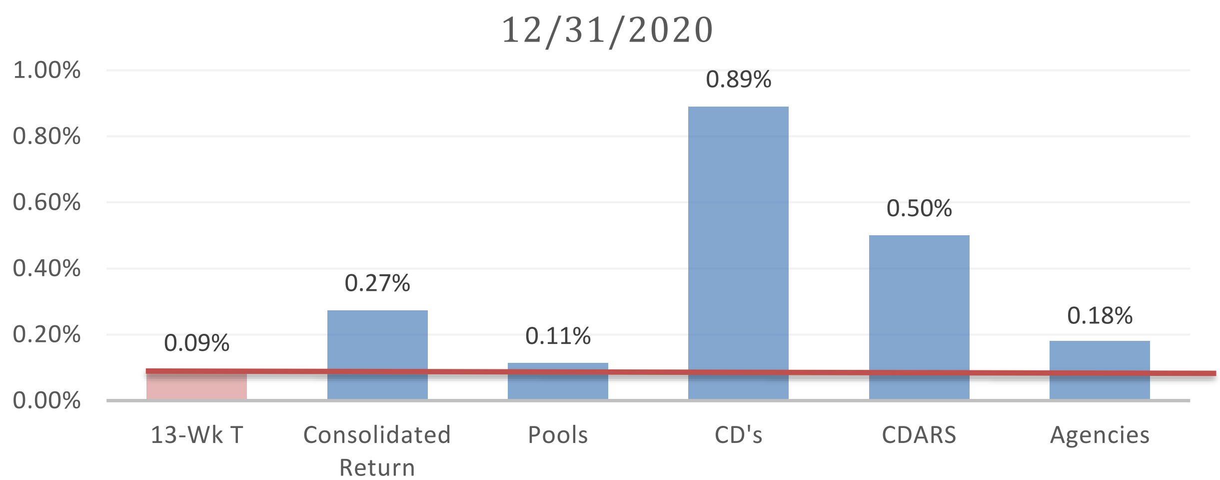
Since our last investment report, the City has had nine CD's mature, including a jumbo CD held with Spirit of Texas Bank. In total, $2.98 million in investments matured at a weighted average rate of 1.78%. In response, staff reinvested $6.5 million in CD's and two agency bonds at a weighted average rate of 0.25%. In the current rate environment, the returns were as competitive as staff could find. With the City's cash-funded capital improvement program in its early stages, the City is expected to transition to higher liquidity, meaning lower balances in investments. Agencies and CD's will be sought out for operating funds, but the large dollar amounts sitting in our capital funds will need to be in investment pools or the bank. With the Federal Reserve indicating they will keep interbank borrowing rates low through 2022/2023, we expect low returns over the next few years.

Diversity Snapshot vs. Policy Requirements

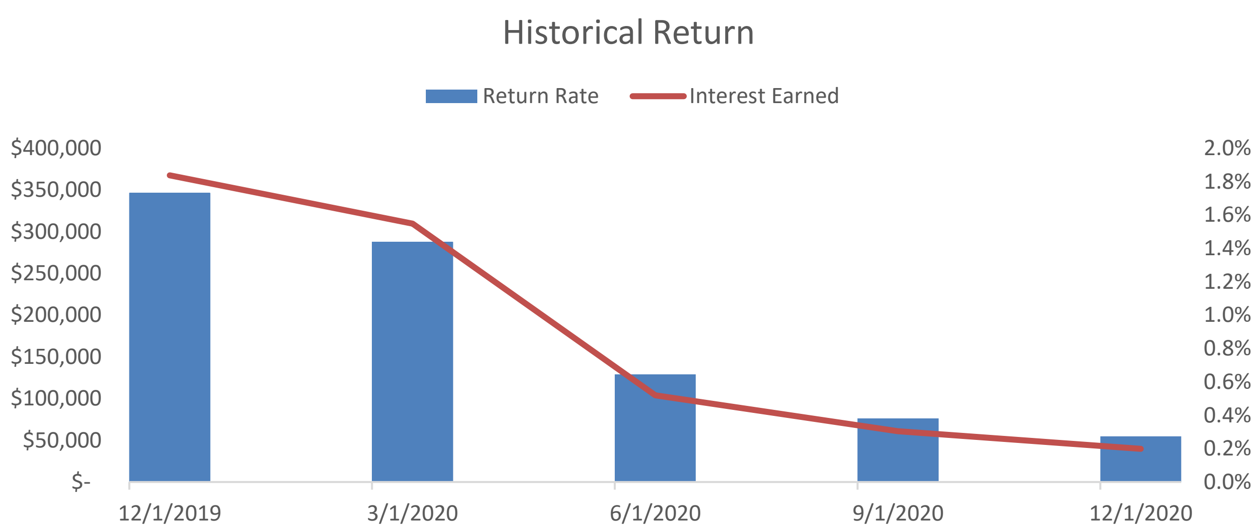
	Policy Max	9/30/2020	12/31/2020	Criteria Met?
U.S. Treasuries	100%	0%	0%	✓
U.S. Agencies	75%	0%	5%	✓
CD's	75%	13%	15%	✓
Local Gov't Pools	75%	71%	60%	✓
CDARs	75%	2%	2%	✓
Tri-Pty Repurchase	75%	0%	0%	✓
SEC Registered, No-Load Mutual Funds	10%	0%	0%	✓
Cash/Sweep	N/A	13%	18%	

How do our returns compare?

Benchmark = 13-Week Treasury



The City's total consolidated return is 0.27% as of December 31, 2020. While low, this does compare favorably with the 13-week treasury note benchmark put in place by Colleyville's investment policy. The biggest reason for this is the COVID-19 pandemic, which prompted a a rate cut at the Federal Reserve affecting our pool and sweep account rates. Additionally, stock market volatility urged investors to flock to the fixed income markets, which further decreased returns.While currently heavily invested in pools, staff will seek out agencies to diversify our portfolio.



Before the recent downturn Colleyville's investment returns had been climbing steadily since 2016, primary due to to more active investment practices. Although we are in a down-cycle in terms of returns, we've still been able to stay ahead of our 13-week treasury benchmark. Most importantly, Colleyville's funds are safe. While staff will continue to seek a solid yield on the portfolio, the highest value is placed on maintaining a low risk in order to ensure the safety and liquidity of the funds entrusted to us.

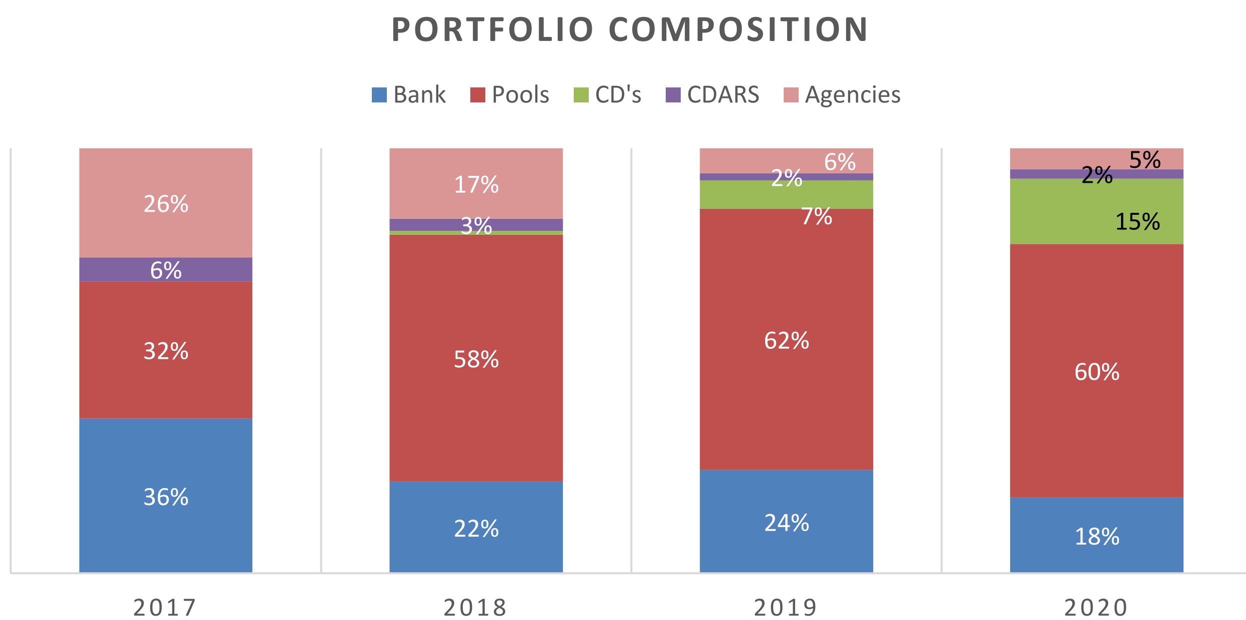
What have we earned the past three months? For the past year?

Current Total	
9/30/2020 Thru 12/31/2020	$39,784; 0.27%

Quarterly Average	
1/1/2020 Thru 12/31/2020	$128,504; 0.68%

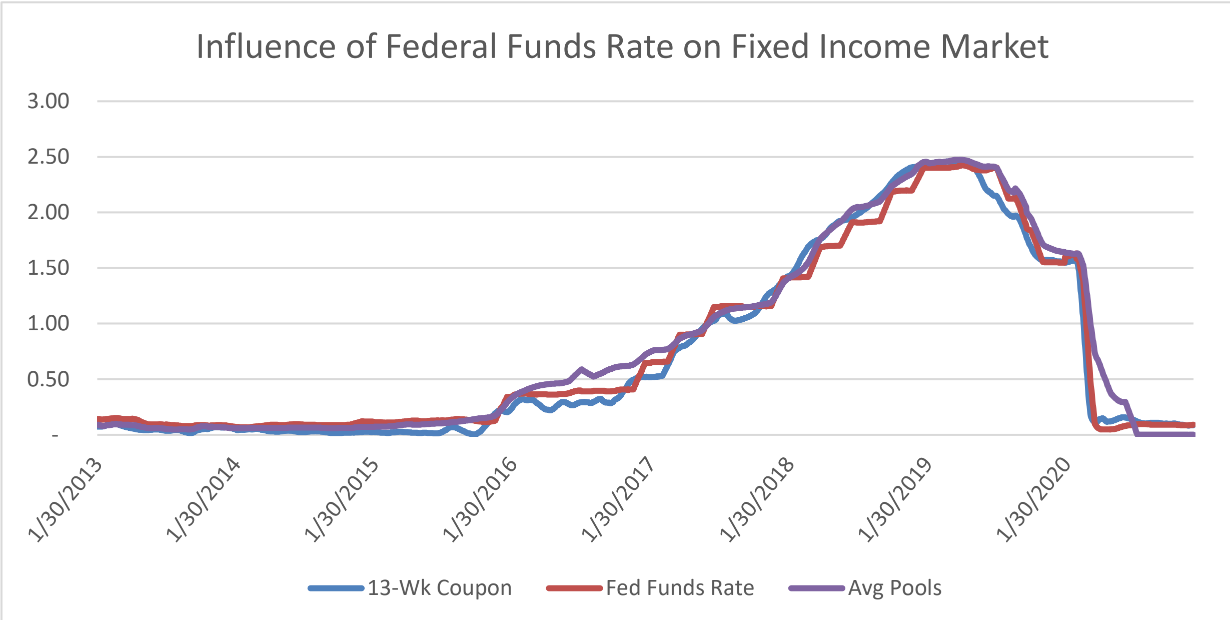
Compared to the average quarterly return for the past 12 months, the most recent quarter is showing a substantial decrease in both the rate of return and actual dollars earned. As noted, fixed-income rates have come down considerably as investors have flocked to the fixed income market amidst the global pandemic. Additionally, a robust, 5-year capital improvement plan has begun, necessitating higher liquidity than in previous years. Hopefully we won't see rates dip much lower, although there is no guarantee. Regardless, staff will always monitor the market and manage Colleyville's portfolio with emphasis on diversity and cash-flow needs.

How has our portfolio changed over time?



As the graph above shows, the City had begun moving its investments away from agency securities and more toward local government pools from 2017 through 2019. Money stored in these pools tended to earn a decent return compared to market while also being considered "liquid", as the City can withdraw its funds within 24 hours in most cases. However, the past two years has also brought a resurgence of higher certificate of deposit returns. While not heavily invested in CD's from a percentage standpoint, staff has been seeking out these instruments in the past 12 months. These CD rates have generally led our market in that time, although callable agencies are beginning to look more attractive. The rates on CD's and even some agencies has prompted staff to look closer at those instruments recently.

What influences our rate of return?



Per State law, Colleyville is only permitted to invest in certain fixed income securities, whos performance ties closely with the Federal Funds rate. As the chart above shows, the rates of our 13-week treasury benchmark as well as our pools tend to move in lock-step with the Federal Reserve's rate actions. This rate was cut five times in the past year and now remains at close to 0. How long it will remain there depends on the duration of our decreased economic activity, although we can likely expect very low rates through 2022 and potentially 2023.

This investment report is in compliance with the Public Funds Investment Act as well as the City of Colleyville's investment policy and procedures.

For any questions or comments on this report, please contact
Kyle Lester, CGFO
City of Colleyville, TX
Finance Director 817-503-1014
klester@colleyville.com

Also included:
- Maturities/Purchases
- Investment Listing
- Mark-to-Market

Signed:

APPENDIX

What has matured in the last 12 months?

Investment	Par Amount	Purchase Date	Maturity Date	Yield to Maturity	Total Return
FFCB Note(3133EJCN7)	$ 1,000,000	2/14/2018	2/14/2020	2.07%	$ 20,700
FHLB Note(3130ADN32)	$ 1,000,000	3/7/2018	2/11/2020	2.13%	$ 21,273
FFCB Note(3133EJHL6)	$ 1,000,000	4/9/2018	3/27/2020	2.30%	$ 22,984
Brokered CD (FDIC #26610)	$ 248,000	9/14/2018	3/16/2020	2.55%	$ 6,324
Brokered CD (FDIC #7213)	$ 248,000	3/29/2018	3/30/2020	2.50%	$ 6,200
Brokered CD (FDIC #33214)	$ 248,000	4/11/2018	4/13/2020	2.55%	$ 12,700
FHLB Note (313383HU8)	$ 500,000	8/16/2019	6/12/2020	1.75%	$ 7,216
Brokered CD (FDIC #32992)	$ 245,000	9/19/2019	9/25/2020	1.80%	$ 4,495
Brokered CD (FDIC #34221)	$ 245,000	9/19/2019	9/25/2020	1.80%	$ 4,495
Brokered CD (FDIC #34775)	$ 245,000	9/19/2019	9/25/2020	1.85%	$ 4,619
Brokered CD (FDIC #16022)	$ 249,675	9/18/2019	9/11/2020	1.75%	$ 4,297
State of Texas Note (882724PY	$ 2,515,325	3/23/2020	8/27/2020	2.50%	$ 27,059
CDARS - Worthington	$ 1,575,617	9/18/2019	9/17/2020	1.80%	$ 28,361
FAMCA Note (3130A94N8)	$ 2,000,000	12/4/2019	5/25/2020	1.71%	$ 59,030
Brokered CD (FDIC #628)	$ 248,000	2/11/2020	7/31/2020	1.75%	$ 1,784
Brokered CD (FDIC #16571)	$ 247,000	9/19/2019	10/20/2020	1.80%	$ 4,446
Brokered CD (FDIC #35141)	$ 247,000	9/19/2019	10/27/2020	1.85%	$ 4,570
Brokered CD (FDIC #2270)	$ 247,000	9/19/2019	12/24/2020	1.80%	$ 4,446
Brokered CD (FDIC #58647)	$ 245,000	10/4/2019	10/9/2020	1.75%	$ 4,288
Brokered CD (FDIC #27237)	$ 245,000	10/4/2019	10/9/2020	1.75%	$ 4,288
Brokered CD (FDIC #12855)	$ 245,000	10/4/2019	10/9/2020	1.75%	$ 4,288
Brokered CD (FDIC #58658)	$ 249,000	10/4/2019	10/9/2020	1.75%	$ 4,358
Brokered CD (FDIC #57777)	$ 245,000	10/4/2019	10/16/2020	1.75%	$ 4,288
Spirit of Texas Jumbo CD	$ 1,013,567	12/5/2019	12/5/2020	1.79%	$ 18,143
Total Matured	**$ 14,551,184**			**2.01%**	**$ 284,649**

APPENDIX

What have we purchased within the last 12 months?

Investment	Par Amount	Purchase Date	Maturity Date	Yield to Maturity	Total Return
Brokered CD (FDIC #26876)	$ 250,000	2/28/2020	3/10/2021	1.40%	$ 3,500
Brokered CD (FDIC #34742)	$ 249,000	2/28/2020	3/21/2022	1.40%	$ 3,486
Brokered CD (FDIC #628)	$ 248,000	2/11/2020	1/31/2022	1.75%	$ 4,340
Brokered CD (FDIC #27389)	$ 249,000	2/11/2020	2/22/2022	1.70%	$ 4,233
Brokered CD (FDIC #110)	$ 249,000	2/14/2020	5/14/2021	1.65%	$ 4,109
Brokered CD (FDIC #58665)	$ 249,000	2/28/2020	9/7/2021	1.55%	$ 3,860
Brokered CD (FDIC #57803)	$ 247,000	2/12/2020	1/31/2022	1.70%	$ 4,199
Brokered CD (FDIC #58577)	$ 246,000	2/6/2020	2/12/2021	1.60%	$ 3,936
Brokered CD (FDIC #18503)	$ 246,000	2/6/2020	2/12/2021	1.60%	$ 3,936
Brokered CD (FDIC #35546)	$ 249,000	2/28/2020	3/28/2022	1.55%	$ 3,860
Brokered CD (FDIC #58978)	$ 248,000	3/6/2020	3/28/2022	1.05%	$ 2,604
Brokered CD (FDIC #33555)	$ 248,000	3/6/2020	3/21/2022	0.98%	$ 2,418
Brokered CD (FDIC #57565)	$ 249,000	3/6/2020	3/11/2022	1.00%	$ 2,490
Brokered CD (NCUA #68712)	$ 249,000	3/10/2020	9/20/2021	1.00%	$ 2,490
Brokered CD (FDIC #19581)	$ 250,000	3/6/2020	3/21/2022	0.90%	$ 2,250
State of Texas Note (882724PY	$ 2,515,325	3/23/2020	8/27/2020	1.71%	$ 42,896
Brokered CD (NCUA #60269)	$ 249,000	8/10/2020	8/18/2022	0.30%	$ 1,510
Brokered CD (FDIC #23623)	$ 250,000	8/24/2020	2/24/2022	0.20%	$ 752
Brokered CD (FDIC #33686)	$ 249,000	8/26/2020	8/26/2022	0.20%	$ 996
Spirit of Texas Jumbo CD	$ 1,502,432	9/9/2020	9/9/2021	0.65%	$ 9,750
CDARS - Worthington	$ 1,604,198	9/9/2020	9/9/2021	0.50%	$ 8,021
Brokered CD (FDIC #16022)	$ 247,000	11/9/2020	11/9/2022	0.20%	$ 494
Brokered CD (FDIC #8120)	$ 247,000	12/23/2020	12/23/2022	0.20%	$ 494
Brokered CD (FDIC #33954)	$ 256,586	12/22/2020	10/12/2022	0.20%	$ 513
Brokered CD (FDIC #4297)	$ 256,481	12/22/2020	10/12/2022	0.20%	$ 513
Brokered CD (FDIC #34953)	$ 249,000	11/16/2020	11/16/2022	0.20%	$ 498
Brokered CD (NCUA #17587)	$ 247,000	10/29/2020	10/28/2022	0.25%	$ 618
Brokered CD (FDIC #845)	$ 249,187	11/20/2020	6/27/2022	0.20%	$ 498
Brokered CD (FDIC #35141)	$ 249,000	11/20/2020	11/21/2022	0.20%	$ 498
Spirit of Texas Jumbo CD	$ 1,021,861	12/11/2020	12/10/2021	0.55%	$ 5,600
FFCB Note (3133EMHE5)	$ 1,500,000	12/11/2020	11/30/2022	0.170%	$ 2,550
FFCB Note (3133EMCU4)	$ 2,000,000	10/13/2020	10/13/2022	0.190%	$ 3,800
Brokered CD (FDIC #32992)	$ 244,201	10/1/2020	4/2/2022	0.186%	$ 454
Brokered CD (FDIC #17739)	$ 240,204	8/28/2020	8/29/2022	0.200%	$ 480
Brokered CD (FDIC #148)	$ 245,000	10/14/2020	10/14/2022	0.150%	$ 368
Total Purchased	**$ 17,348,474**			**0.75%**	**$ 133,013**
Weighted Average Maturity			**527 days**		

APPENDIX

Full Investment Listing

Investment	Par Amount	Purchase Date	Maturity Date	Yield to Maturity	Total Return
Brokered CD (FDIC #26876)	$ 250,000	2/28/2020	3/10/2021	1.40%	$ 3,605
Brokered CD (FDIC #34742)	$ 249,000	2/28/2020	3/21/2022	1.40%	$ 7,182
Brokered CD (FDIC #27389)	$ 249,000	2/11/2020	2/22/2022	1.70%	$ 8,605
Brokered CD (FDIC #110)	$ 249,000	2/14/2020	5/14/2021	1.65%	$ 5,122
Brokered CD (FDIC #58665)	$ 249,000	2/28/2020	9/7/2021	1.55%	$ 5,890
Brokered CD (FDIC #57803)	$ 247,000	2/12/2020	1/31/2022	1.70%	$ 8,271
Brokered CD (FDIC #58577)	$ 246,000	2/6/2020	2/12/2021	1.60%	$ 4,011
Brokered CD (FDIC #18503)	$ 246,000	2/6/2020	2/12/2021	1.60%	$ 4,011
Brokered CD (FDIC #35546)	$ 249,000	2/28/2020	3/28/2022	1.55%	$ 8,026
Brokered CD (FDIC #58978)	$ 248,000	3/6/2020	3/28/2022	1.05%	$ 5,365
Brokered CD (FDIC #33555)	$ 248,000	3/6/2020	3/21/2022	0.98%	$ 4,935
Brokered CD (FDIC #57565)	$ 249,000	3/6/2020	3/11/2022	1.00%	$ 5,014
Brokered CD (NCUA #68712)	$ 249,000	3/10/2020	9/20/2021	1.00%	$ 3,813
Brokered CD (FDIC #19581)	$ 250,000	3/6/2020	3/21/2022	0.90%	$ 4,592
Brokered CD (FDIC 3511)	$ 249,000	10/4/2019	4/19/2021	1.90%	$ 7,297
Brokered CD (FDIC 58243)	$ 250,000	10/4/2019	1/19/2021	1.70%	$ 5,508
Spirit of Texas Bank CD	$ 1,018,097	10/24/2019	4/24/2021	1.85%	$ 28,278
Brokered CD (NCUA #60269)	$ 249,000	8/10/2020	8/18/2022	0.30%	$ 1,510
Brokered CD (FDIC #23623)	$ 250,000	8/24/2020	2/24/2022	0.20%	$ 752
Brokered CD (FDIC #33686)	$ 249,000	8/26/2020	8/26/2022	0.20%	$ 996
Spirit of Texas Jumbo CD	$ 1,502,432	9/9/2020	9/9/2021	0.65%	$ 9,766
CDARS - Worthington	$ 1,604,198	9/9/2020	9/9/2021	0.50%	$ 8,021
Brokered CD (FDIC #16022)	$ 247,000	11/9/2020	11/9/2022	0.20%	$ 988
Brokered CD (FDIC #8120)	$ 247,000	12/23/2020	12/23/2022	0.20%	$ 988
Brokered CD (FDIC #33954)	$ 256,586	12/22/2020	10/12/2022	0.20%	$ 927
Brokered CD (FDIC #4297)	$ 256,481	12/22/2020	10/12/2022	0.20%	$ 926
Brokered CD (FDIC #34953)	$ 249,000	11/16/2020	11/16/2022	0.20%	$ 996
Brokered CD (NCUA #17587)	$ 247,000	10/29/2020	10/28/2022	0.25%	$ 1,233
Brokered CD (FDIC #845)	$ 249,187	11/20/2020	6/27/2022	0.20%	$ 797
Brokered CD (FDIC #35141)	$ 249,000	11/20/2020	11/21/2022	0.20%	$ 997
Spirit of Texas Jumbo CD	$ 1,021,861	12/11/2020	12/10/2021	0.55%	$ 5,605
FFCB Note (3133EMHE5)	$ 1,500,000	12/11/2020	11/30/2022	0.170%	$ 5,023
FFCB Note (3133EMCU4)	$ 2,000,000	10/13/2020	10/13/2022	0.190%	$ 7,600
Brokered CD (FDIC #32992)	$ 244,201	10/1/2020	4/2/2022	0.186%	$ 682
Brokered CD (FDIC #17739)	$ 240,204	8/28/2020	8/29/2022	0.200%	$ 962
Brokered CD (FDIC #148)	$ 245,000	10/14/2020	10/14/2022	0.150%	$ 735
	$ 16,102,247			**0.70%**	**$ 169,032**
Weighted Average Maturity			**425 days**		

APPENDIX

Mark-to-Market

Investment	Par Amount	9/30/2020 Market Value	12/31/2020 Market Value	Unrealized Gain/(Loss) since Purchase
Brokered CD (FDIC #26876)	$ 250,000	$ 251,489	$ 250,936	$ 936
Brokered CD (FDIC #34742)	$ 249,000	$ 253,721	$ 253,064	$ 4,064
Brokered CD (FDIC #27389)	$ 249,000	$ 254,518	$ 253,661	$ 4,661
Brokered CD (FDIC #110)	$ 249,000	$ 251,440	$ 250,489	$ 1,489
Brokered CD (FDIC #58665)	$ 249,000	$ 252,416	$ 251,577	$ 2,577
Brokered CD (FDIC #57803)	$ 247,000	$ 252,278	$ 251,397	$ 4,397
Brokered CD (FDIC #58577)	$ 246,000	$ 247,417	$ 246,455	$ 455
Brokered CD (FDIC #18503)	$ 246,000	$ 247,417	$ 246,455	$ 455
Brokered CD (FDIC #35546)	$ 249,000	$ 254,336	$ 253,592	$ 4,592
Brokered CD (FDIC #58978)	$ 248,000	$ 251,467	$ 251,023	$ 3,023
Brokered CD (FDIC #33555)	$ 248,000	$ 251,244	$ 250,840	$ 2,840
Brokered CD (FDIC #57565)	$ 249,000	$ 252,197	$ 251,784	$ 2,784
Brokered CD (NCUA #68712)	$ 249,000	$ 251,214	$ 250,723	$ 1,723
Brokered CD (FDIC #19581)	$ 250,000	$ 252,897	$ 252,630	$ 2,630
Brokered CD (FDIC 3511)	$ 249,000	$ 251,515	$ 250,399	$ 1,399
Brokered CD (FDIC 58243)	$ 250,000	$ 251,241	$ 250,563	$ 563
Spirit of Texas Bank CD	$ 1,018,097	$ 1,017,163	$ 1,018,097	$ -
Brokered CD (NCUA #60269)	$ 249,000	$ 249,759	$ 249,872	$ 872
Brokered CD (FDIC #23623)	$ 250,000	$ 250,317	$ 250,344	$ 344
Brokered CD (FDIC #33686)	$ 249,000	$ 249,525	$ 249,675	$ 675
Spirit of Texas Jumbo CD	$ 1,502,432	$ 1,500,000	$ 1,502,432	$ -
CDARS - Worthington	$ 1,604,198	$ 1,604,155	$ 1,604,198	$ -
Brokered CD (FDIC #16022)	$ 247,000	N/A	$ 247,479	$ 479
Brokered CD (FDIC #8120)	$ 247,000	N/A	$ 247,193	$ 193
Brokered CD (FDIC #33954)	$ 256,586	N/A	$ 256,934	$ 349
Brokered CD (FDIC #4297)	$ 256,481	N/A	$ 256,934	$ 454
Brokered CD (FDIC #34953)	$ 249,000	N/A	$ 249,483	$ 483
Brokered CD (NCUA #17587)	$ 247,000	N/A	$ 247,704	$ 704
Brokered CD (FDIC #845)	$ 249,187	N/A	$ 249,451	$ 264
Brokered CD (FDIC #35141)	$ 249,000	N/A	$ 249,486	$ 486
Spirit of Texas Jumbo CD	$ 1,021,861	N/A	$ 1,021,861	$ -
FFCB Note (3133EMHE5)	$ 1,500,000	N/A	$ 1,499,715	$ (285)
FFCB Note (3133EMCU4)	$ 2,000,000	N/A	$ 1,999,300	$ (700)
Brokered CD (FDIC #32992)	$ 244,201	N/A	$ 248,145	$ 3,944
Brokered CD (FDIC #17739)	$ 240,204	$ 240,204	$ 240,451	$ 247
Brokered CD (FDIC #148)	$ 245,000	N/A	$ 245,252	$ 252
	$ 16,102,247	**$ 9,137,931**	**$ 16,149,593**	**$ 47,346**

APPENDIX

Note about mark-to-market: This analysis takes a snapshot look at each of the securities Colleyville holds and values them based on what the market would pay for them today. An unrealized gain in market value would indicate the security's value has gone up since the last mark-to-market, and an unrealized loss would indicate the value has gone down. However, the City of Colleyville's strategy is to buy securities and hold them to maturity to receive the agreed-upon interest payments (known as "buy and hold"). Therefore, any change in market value will not be realized by the City. The primary purpose of this analysis, as required by the Public Funds Investment Act, is to demonstrate the current market value of the City's portfolio should we need to liquidate it in the case of an emergency. This scenario is extremely unlikely, given the prudence Colleyville's leaders have shown in their financial decisions. It is important to remember this when looking at our quarterly mark-to-market analysis.