# City of Colleyville
## Audit Committee
## Agenda

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

Tuesday, April 20, 2021 — City Manager's Conference Room
5:00 p.m. — Third Floor – City Hall

**1. CALL TO ORDER**

**2. APPROVAL OF MINUTES**
February 2, 2021

**3. REPORTS**
Quarterly Investment Report for the quarter ended March 31, 2021

**4. ADJOURNMENT**

I hereby certify this agenda was posted on City Hall bulletin boards Friday, April 16, 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 Hall
100 Main Street
Colleyville, Texas 76034
817.503.1000
www.colleyville.com

# City of Colleyville
## Audit Committee
## Minutes

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

## 1. CALL TO ORDER

City Secretary Christine Loven called the Audit Committee to order at 4:45 p.m. on February 2, 2021.

**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
December 1, 2020

The minutes were approved as presented.

## 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

Finance Director Kyle Lester introduced Jennifer Ripka, partner, Weaver and Tidwell, the City's auditing firm who gave a high-level overview of the audit. Ms. Ripka stated the City received an unmodified audit opinion (Independent Auditor's Report), which is the most favorable audit opinion an entity can receive. Ms. Ripka noted there were no adjustments or deficiencies, and the City was compliant with the Single Audit regarding Coronavirus aid, which means the City complied with the Treasury Department and internal controls.

The Committee thanked Ms. Ripka. There was general discussion of the Single Audit and Ms. Ripka stated Karen Hines, Kyle Lester, and their staff are good to work with and do a great job.

## 4. REPORTS
**4a** Presentation of the Quarterly Investment Report for the quarter ended December 31, 2020

Director Lester reviewed the investment report, noting interest earnings have declined and 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.

**5. ADJOURNMENT**

The meeting was adjourned at 5:23 p.m.

Minutes taken and prepared by:

Christine Loven

Christine Loven, TRMC
City Secretary

# City of Colleyville
## Audit Committee
## Agenda Briefing

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

**Agenda Number** **Agenda Date** 4/20/2021 **Number**
**Type** Report
**Department** Finance

**Title**
Quarterly Investment Report for the quarter ended March 31, 2021

**Explanation**
Cash and Cash Equivalents (local government investment pools) totaled $58,048,313. Colleyville's complete portfolio was valued at $75,903,887, and was allocated as follows:

| **Instrument** | **Current as of 3/31/2021** | **Last Quarter as of 12/31/2020** |
|---|---|---|
| Cash | $ 12,001,929 | $ 12,748,011 |
| LOGIC (CP Permissible) | $ 2,495,425 | $ 2,494,641 |
| Other Governmental Pools | $ 43,550,959 | $ 40,143,995 |
| CD's | $ 12,751,375 | $ 10,988,173 |
| CDARS | $ 1,604,198 | $ 1,604,198 |
| Agencies | $ 3,500,000 | $ 3,500,000 |
| Total Cash & Investments | $ 75,903,887 | $ 71,489,017 |

| **Instrument** | **Current Yield as of 9/30/2020** |
|---|---|
| LOGIC (CP Permissible) | 0.11 % |
| Other Governmental Pools | 0.05 % |
| CD's | 0.68 % |
| CDARS | 0.50 % |
| Agencies | 0.18 % |
| Total Consolidated Yield | 0.20 % |

Benchmark Yield: 0.05%

Interest earnings for the quarter were $29,774 compared to $39,784 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. Investment Report - March 2021
2. March 2021 Committee Copy

# City of Colleyville, TX

**Quarterly Investment Report**

**3/31/2021**

| Where is Colleyville's cash? | | 12/31/2020 | 3/31/2021 | Change | Weighted Maturity |
|---|---|---|---|---|---|
| Cash/ Equivalents | Cash | $ 12,748,011 | $ 12,001,929 | $ (746,082) | Liquid |
| | Sweep Account | $ - | $ - | $ - | Liquid |
| | LOGIC (CP Permiss.) | $ 2,494,641 | $ 2,495,425 | $ 785 | Liquid |
| | Other Gov't Pools | $ 40,143,995 | $ 43,550,959 | $ 3,406,964 | Liquid |
| | **Subtotal** | **$ 55,386,647** | **$ 58,048,313** | **$ 2,661,667** | |
| Bonds/CDs/Agencies | CD's | $ 10,998,173 | $ 12,751,375 | $ 1,753,202 | 355 days |
| | CDARS | $ 1,604,198 | $ 1,604,198 | $ - | 162 days |
| | Agencies | $ 3,500,000 | $ 3,500,000 | $ - | 582 days |
| | **Subtotal** | **$ 16,102,371** | **$ 17,855,573** | **$ 1,753,202** | **382 days** |
| | **Total Resources** | **$ 71,489,017** | **$ 75,903,887** | **$ 4,414,869** | |

## Investments on the move…

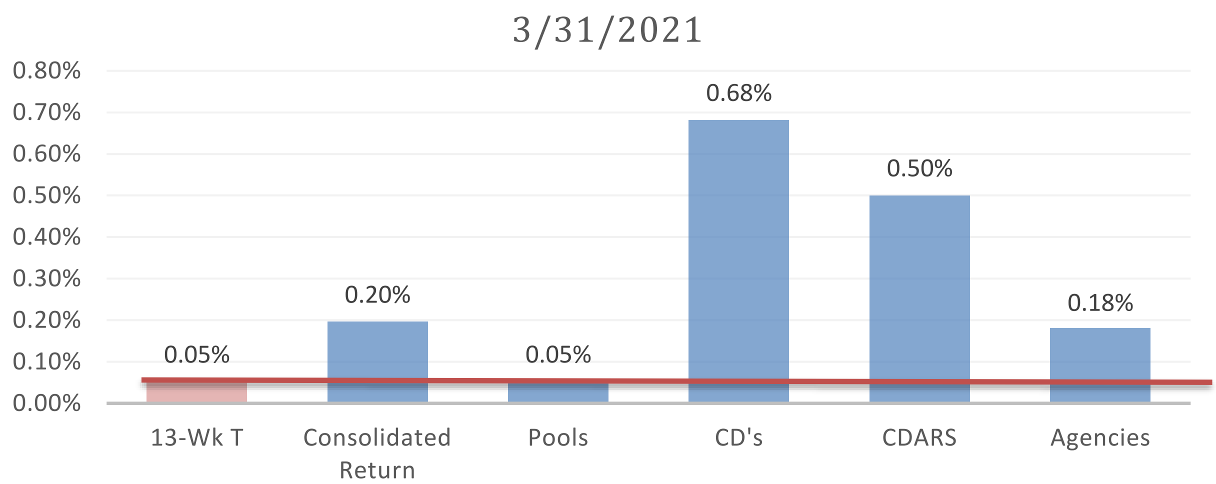
Since our last investment report, the City has had four CD's mature, totaling $992,000 in funds. These CD's had a weighted averagematurity of 398 days and an average return of 1.57%. In response, staff reinvested all of those proceeds and more in six separate CD's, totaling $2,739,000. Those CD's have a weighted average maturity of 530 days and an average return of 0.165%. Pool rates are more or less on par with the 13-week treasury, meaning they're returns are at levels not seen since 2009. Staff will continue to look for opportunities to maximize cash in our reserve funds by moving them away from pools. However, 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. The Federal Reserve has indicated their intention to keep interbank borrowing rates low through 2022/2023.

**Diversity Snapshot vs. Policy Requirements**

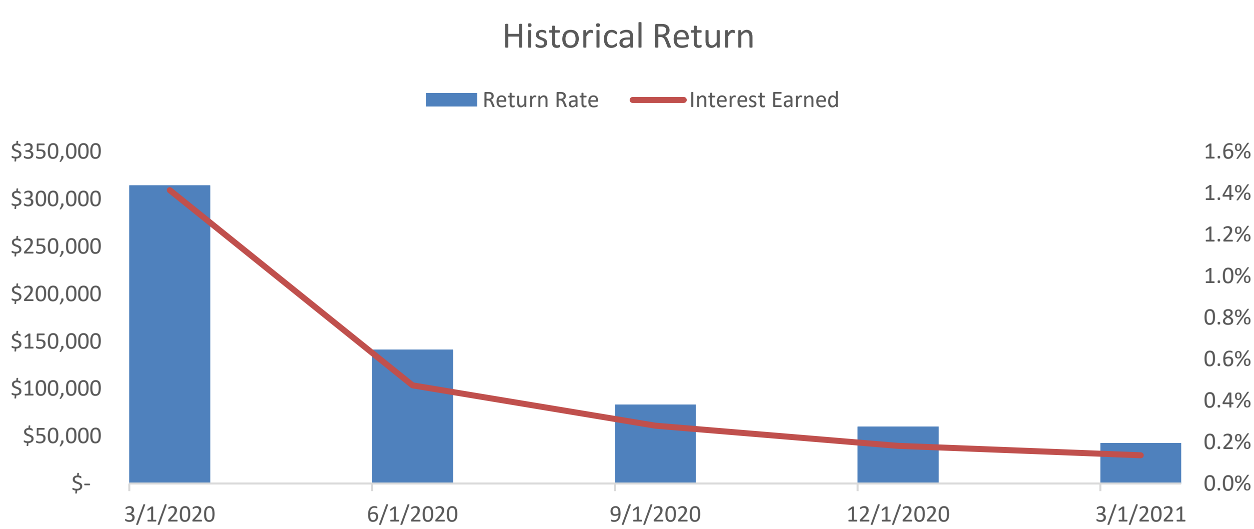
| | Policy Max | 12/31/2020 | 3/31/2021 | Criteria Met? |
|---|---|---|---|---|
| U.S. Treasuries | 100% | 0% | 0% | ✓ |
| U.S. Agencies | 75% | 5% | 5% | ✓ |
| CD's | 75% | 15% | 17% | ✓ |
| Local Gov't Pools | 75% | 60% | 61% | ✓ |
| CDARs | 75% | 2% | 2% | ✓ |
| Tri-Pty Repurchase | 75% | 0% | 0% | ✓ |
| SEC Registered, No-Load Mutual Funds | 10% | 0% | 0% | ✓ |
| Cash/Sweep | N/A | 18% | 16% | |

## How do our returns compare?

**Benchmark = 13-Week Treasury**




The City's total consolidated return is 0.20% as of March 31, 2021. 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 as liquidity needs allow.




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.

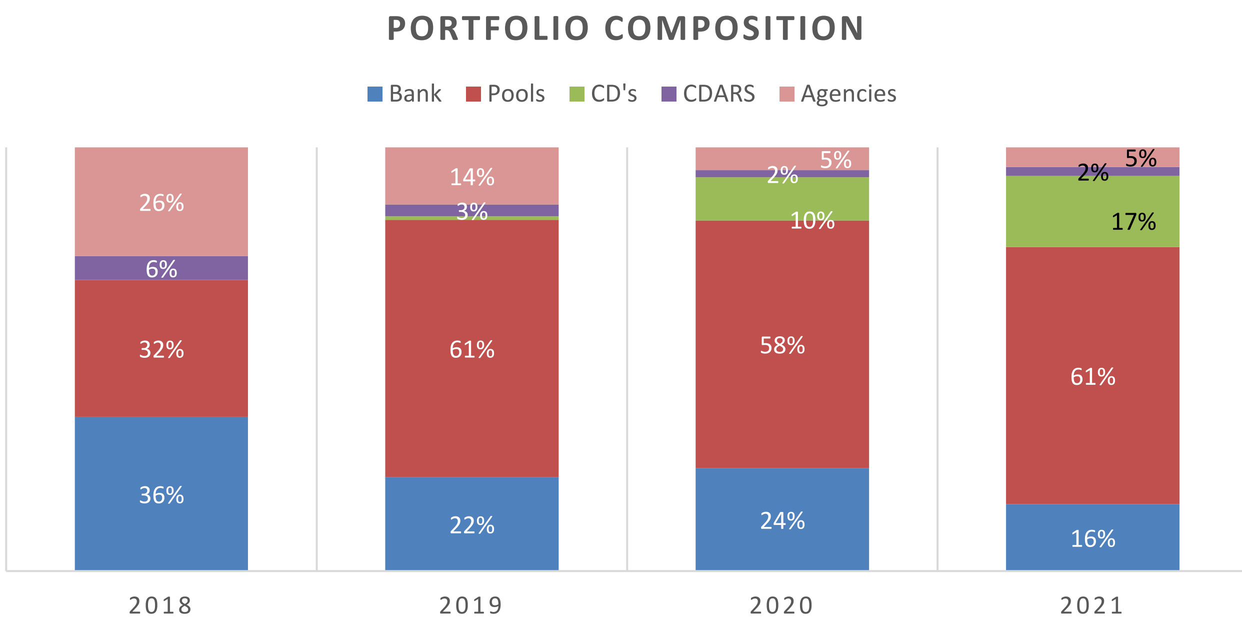
## What have we earned the past three months? For the past year?

| Current Total | |
|---|---|
| 12/31/2020 Thru 3/31/2021 | $29,774; 0.20% |

| Quarterly Average | |
|---|---|
| 3/31/2020 Thru 3/31/2021 | $58,564; 0.37% |

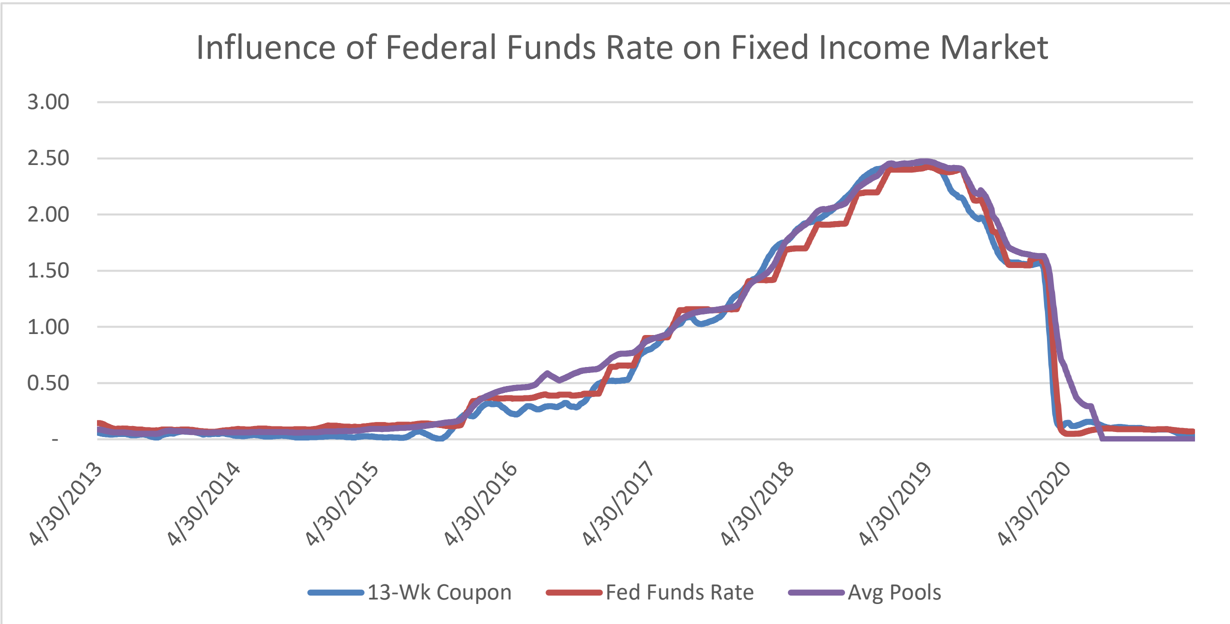
Compared to the average quarterly return for the past 12 months, the most recent quarter is showing a substantial decrease in both the rate of return and actual dollars earned. As noted, fixed-income rates have come down considerably as investors have flocked to the fixed income market amidst the global 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 24 months. These CD rates have generally led our market in that time, although some select callable agencies are beginning to look attractive as well. The rates on CD's and even some agencies has prompted staff to look closer at those instruments

## 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 (882724P\ | $ 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 |
| Brokered CD (FDIC #58243) | $ 250,000 | 10/4/2019 | 1/19/2021 | 1.70% | $ 4,250 |
| Brokered CD (FDIC #26876) | $ 250,000 | 2/28/2020 | 3/10/2021 | 1.40% | $ 3,500 |
| 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 |
| **Total Matured** | **$ 15,543,184** | | | **1.99%** | **$ 300,271** |

**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 #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 |
| Brokered CD (NCUA #619) | $ 246,000 | 2/21/2021 | 2/13/2023 | 0.15% | $ 369 |
| Brokered CD (FDIC #58979) | $ 246,000 | 2/19/2021 | 2/21/2023 | 0.15% | $ 369 |
| Brokered CD (FDIC #19008) | $ 249,000 | 3/30/2021 | 3/30/2023 | 0.20% | $ 498 |
| Brokered CD (FDIC #57742) | $ 249,000 | 3/30/2021 | 3/30/2023 | 0.20% | $ 498 |
| Brokered CD (FDIC #57873) | $ 249,000 | 3/31/2021 | 3/31/2023 | 0.15% | $ 374 |
| Frost Bank Jumbo CD | $ 1,500,000 | 2/25/2021 | 2/25/2022 | 0.16% | $ 2,400 |
| **Total Purchased** | **$ 17,605,474** | | | **0.55%** | **$ 93,555** |
| **Weighted Average Maturity** | | | **520 days** | | |

**APPENDIX**

## Full Investment Listing

| Investment | Par Amount | Purchase Date | Maturity Date | Yield to Maturity | Total Return |
|---|---|---|---|---|---|
| Brokered CD (FDIC 3511) | $ 249,000 | 10/4/2019 | 4/19/2021 | 1.90% | $ 7,297 |
| Spirit of Texas Bank CD | $ 1,025,023 | 10/24/2019 | 4/24/2021 | 1.85% | $ 28,470 |
| Brokered CD (FDIC #27389) | $ 249,000 | 2/11/2020 | 2/22/2022 | 1.70% | $ 8,605 |
| Brokered CD (FDIC #57803) | $ 247,000 | 2/12/2020 | 1/31/2022 | 1.70% | $ 8,271 |
| Brokered CD (FDIC #110) | $ 249,000 | 2/14/2020 | 5/14/2021 | 1.65% | $ 5,122 |
| Brokered CD (FDIC #34742) | $ 249,000 | 2/28/2020 | 3/21/2022 | 1.40% | $ 7,182 |
| Brokered CD (FDIC #58665) | $ 249,000 | 2/28/2020 | 9/7/2021 | 1.55% | $ 5,890 |
| 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 (FDIC #19581) | $ 250,000 | 3/6/2020 | 3/21/2022 | 0.90% | $ 4,592 |
| Brokered CD (NCUA #68712) | $ 249,000 | 3/10/2020 | 9/20/2021 | 1.00% | $ 3,813 |
| 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 |
| Brokered CD (FDIC #17739) | $ 240,204 | 8/28/2020 | 8/29/2022 | 0.200% | $ 962 |
| Spirit of Texas Jumbo CD | $ 1,504,091 | 9/9/2020 | 9/9/2021 | 0.65% | $ 9,777 |
| CDARS - Worthington | $ 1,604,198 | 9/9/2020 | 9/9/2021 | 0.50% | $ 8,021 |
| Brokered CD (FDIC #32992) | $ 244,201 | 10/1/2020 | 4/2/2022 | 0.186% | $ 682 |
| FFCB Note (3133EMCU4) | $ 2,000,000 | 10/13/2020 | 10/13/2022 | 0.190% | $ 7,600 |
| Brokered CD (FDIC #148) | $ 245,000 | 10/14/2020 | 10/14/2022 | 0.150% | $ 735 |
| Brokered CD (NCUA #17587) | $ 247,000 | 10/29/2020 | 10/28/2022 | 0.25% | $ 1,233 |
| Brokered CD (FDIC #16022) | $ 247,000 | 11/9/2020 | 11/9/2022 | 0.20% | $ 988 |
| Brokered CD (FDIC #34953) | $ 249,000 | 11/16/2020 | 11/16/2022 | 0.20% | $ 996 |
| 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 | $ 1,019,479 | 12/11/2020 | 12/10/2021 | 0.55% | $ 5,592 |
| FFCB Note (3133EMHE5) | $ 1,500,000 | 12/11/2020 | 11/30/2022 | 0.170% | $ 5,023 |
| 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 #8120) | $ 247,000 | 12/23/2020 | 12/23/2022 | 0.20% | $ 988 |
| Brokered CD (FDIC #58979) | $ 246,000 | 2/19/2021 | 2/21/2023 | 0.150% | $ 66 |
| Brokered CD (NCUA #619) | $ 246,000 | 2/21/2021 | 2/13/2023 | 0.150% | $ 66 |
| Frost Bank Jumbo CD | $ 1,500,000 | 2/25/2021 | 2/25/2022 | 0.160% | $ 71 |
| Brokered CD (FDIC #19008) | $ 249,000 | 3/30/2021 | 3/30/2023 | 0.200% | $ 89 |
| Brokered CD (FDIC #57742) | $ 249,000 | 3/30/2021 | 3/30/2023 | 0.200% | $ 89 |
| Brokered CD (FDIC #57873) | $ 249,000 | 3/31/2021 | 3/31/2023 | 0.150% | $ 66 |

## Full Investment Listing (Continued)

| Investment | Par Amount | Purchase Date | Maturity Date | Yield to Maturity | Total Return |
|---|---|---|---|---|---|
| **Total** | **$ 17,855,449** | | | **0.57%** | **$ 152,534** |
| **Weighted Average Maturity** | | | | **382 days** | |

**APPENDIX**

## Mark-to-Market

| Investment | Par Amount | 12/31/2020 Market Value | 3/31/2021 Market Value | Unrealized Gain/(Loss) since Purchase |
|---|---|---|---|---|
| Brokered CD (FDIC #34742) | $ 249,000 | $ 253,064 | $ 252,185 | $ 3,185 |
| Brokered CD (FDIC #27389) | $ 249,000 | $ 253,661 | $ 252,611 | $ 3,611 |
| Brokered CD (FDIC #110) | $ 249,000 | $ 250,489 | $ 249,488 | $ 488 |
| Brokered CD (FDIC #58665) | $ 249,000 | $ 251,577 | $ 250,626 | $ 1,626 |
| Brokered CD (FDIC #57803) | $ 247,000 | $ 251,397 | $ 250,374 | $ 3,374 |
| Brokered CD (FDIC #35546) | $ 249,000 | $ 253,592 | $ 252,613 | $ 3,613 |
| Brokered CD (FDIC #58978) | $ 248,000 | $ 251,023 | $ 250,386 | $ 2,386 |
| Brokered CD (FDIC #33555) | $ 248,000 | $ 250,840 | $ 250,225 | $ 2,225 |
| Brokered CD (FDIC #57565) | $ 249,000 | $ 251,784 | $ 251,159 | $ 2,159 |
| Brokered CD (NCUA #68712) | $ 249,000 | $ 250,723 | $ 250,113 | $ 1,113 |
| Brokered CD (FDIC #19581) | $ 250,000 | $ 252,630 | $ 251,979 | $ 1,979 |
| Brokered CD (FDIC #3511) | $ 249,000 | $ 250,399 | $ 249,244 | $ 244 |
| Spirit of Texas Bank CD | $ 1,019,479 | $ 1,018,097 | $ 1,019,479 | $ - |
| Brokered CD (NCUA #60269) | $ 249,000 | $ 249,872 | $ 249,630 | $ 630 |
| Brokered CD (FDIC #23623) | $ 250,000 | $ 250,344 | $ 250,273 | $ 273 |
| Brokered CD (FDIC #33686) | $ 249,000 | $ 249,675 | $ 249,463 | $ 463 |
| Spirit of Texas Jumbo CD | $ 1,504,091 | $ 1,502,432 | $ 1,504,091 | $ - |
| CDARS - Worthington | $ 1,604,198 | $ 1,604,198 | $ 1,604,198 | $ - |
| Brokered CD (FDIC #16022) | $ 247,000 | $ 247,479 | $ 247,269 | $ 269 |
| Brokered CD (FDIC #8120) | $ 247,000 | $ 247,193 | $ 247,091 | $ 91 |
| Brokered CD (FDIC #33954) | $ 256,586 | $ 256,934 | $ 255,410 | $ (1,175) |
| Brokered CD (FDIC #4297) | $ 256,481 | $ 256,934 | $ 255,410 | $ (1,070) |
| Brokered CD (FDIC #34953) | $ 249,000 | $ 249,483 | $ 249,271 | $ 271 |
| Brokered CD (NCUA #17587) | $ 247,000 | $ 247,704 | $ 247,042 | $ 42 |
| Brokered CD (FDIC #845) | $ 249,187 | $ 249,451 | $ 249,286 | $ 100 |
| Brokered CD (FDIC #35141) | $ 249,000 | $ 249,486 | $ 249,269 | $ 269 |
| Spirit of Texas Jumbo CD | $ 1,025,023 | $ 1,021,861 | $ 1,025,023 | $ - |
| FFCB Note (3133EMHE5) | $ 1,500,000 | $ 1,499,715 | $ 1,499,655 | $ (345) |
| FFCB Note (3133EMCU4) | $ 2,000,000 | $ 1,999,300 | $ 2,000,000 | $ - |
| Brokered CD (FDIC #32992) | $ 244,201 | $ 248,145 | $ 247,305 | $ 3,104 |
| Brokered CD (FDIC #17739) | $ 240,204 | $ 240,451 | $ 240,276 | $ 72 |
| Brokered CD (FDIC #148) | $ 245,000 | $ 245,252 | $ 245,086 | $ 86 |
| Brokered CD (FDIC #58979) | $ 246,000 | N/A | $ 245,995 | $ (5) |
| Brokered CD (NCUA #619) | $ 246,000 | N/A | $ 246,002 | $ 2 |
| Frost Bank Jumbo CD | $ 1,500,000 | N/A | $ 1,500,000 | $ - |
| Brokered CD (FDIC #19008) | $ 249,000 | N/A | $ 249,212 | $ 212 |
| Brokered CD (FDIC #57742) | $ 249,000 | N/A | $ 249,209 | $ 209 |
| Brokered CD (FDIC #57873) | $ 249,000 | N/A | $ 248,960 | $ (40) |
| **Total** | **$ 17,855,449** | **$ 15,155,184** | **$ 17,884,910** | **$ 29,460** |

## 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.

# Quarterly Investment Report
# March 2021

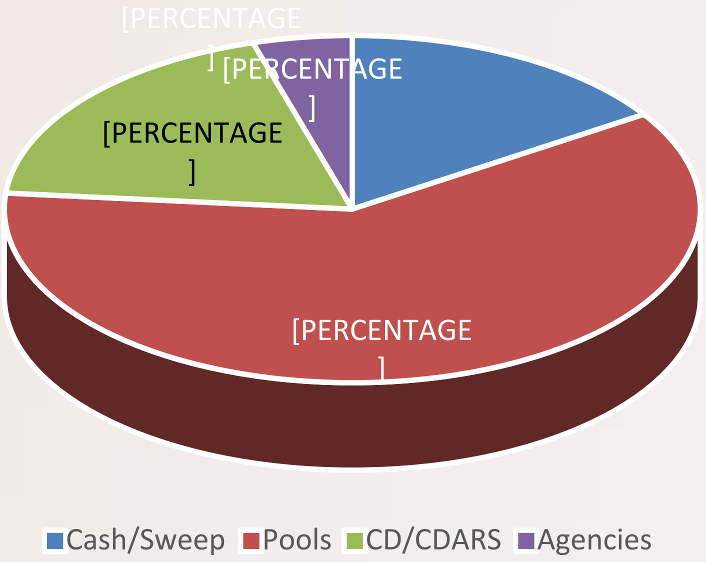
April 20, 2021

As required by the Public Funds Investment Act, §2256.023

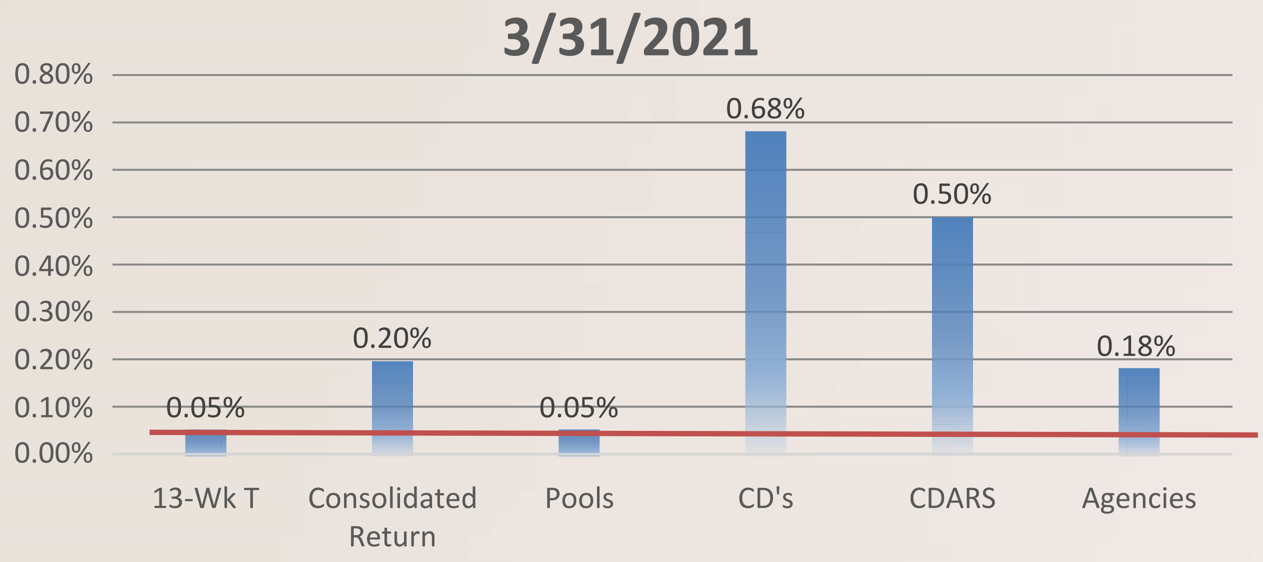
# Cash Position Overview

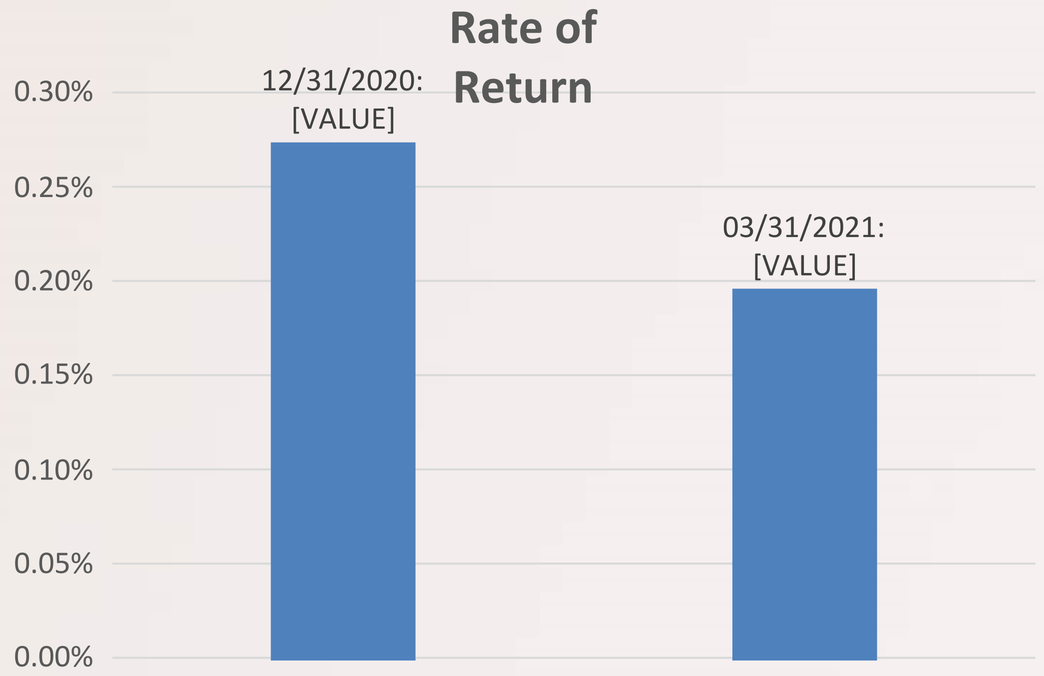
| Total | 31-Dec | 31-Mar | Change |
|---|---|---|---|
| Operating | $ 23,716,185 | $ 31,968,487 | $ 8,252,302 |
| Capital | $ 38,654,111 | $ 35,181,780 | $ (3,472,331) |
| Special Revenue | $ 7,919,711 | $ 7,516,497 | $ (403,214) |
| Debt | $ 1,199,010 | $ 1,237,123 | $ 38,113 |
| **Total** | **$ 71,489,017** | **$ 75,903,887** | **$ 4,414,869** |

| **Where is Colleyville's cash?** | | **12/31/2020** | **3/31/2021** | **Change** | **Weighted Maturity** |
|---|---|---|---|---|---|
| Cash/ Equivalents | Cash | $ 12,748,011 | $ 12,001,929 | $ (746,082) | Liquid |
| | Sweep Account | $ - | $ - | $ - | Liquid |
| | LOGIC (CP Permiss.) | $ 2,494,641 | $ 2,495,425 | $ 785 | Liquid |
| | Other Gov't Pools | $ 40,143,995 | $ 43,550,959 | $ 3,406,964 | Liquid |
| | **Subtotal** | **$ 55,386,647** | **$ 58,048,313** | **$ 2,661,667** | |
| Bonds/CDs/Agencies | CD's | $ 10,998,173 | $ 12,751,375 | $ 1,753,202 | 355 days |
| | CDARS | $ 1,604,198 | $ 1,604,198 | $ - | 162 days |
| | Agencies | $ 3,500,000 | $ 3,500,000 | $ - | 582 days |
| | **Subtotal** | **$ 16,102,371** | **$ 17,855,573** | **$ 1,753,202** | **382 days** |
| | **Total Resources** | **$ 71,489,017** | **$ 75,903,887** | **$ 4,414,869** | |

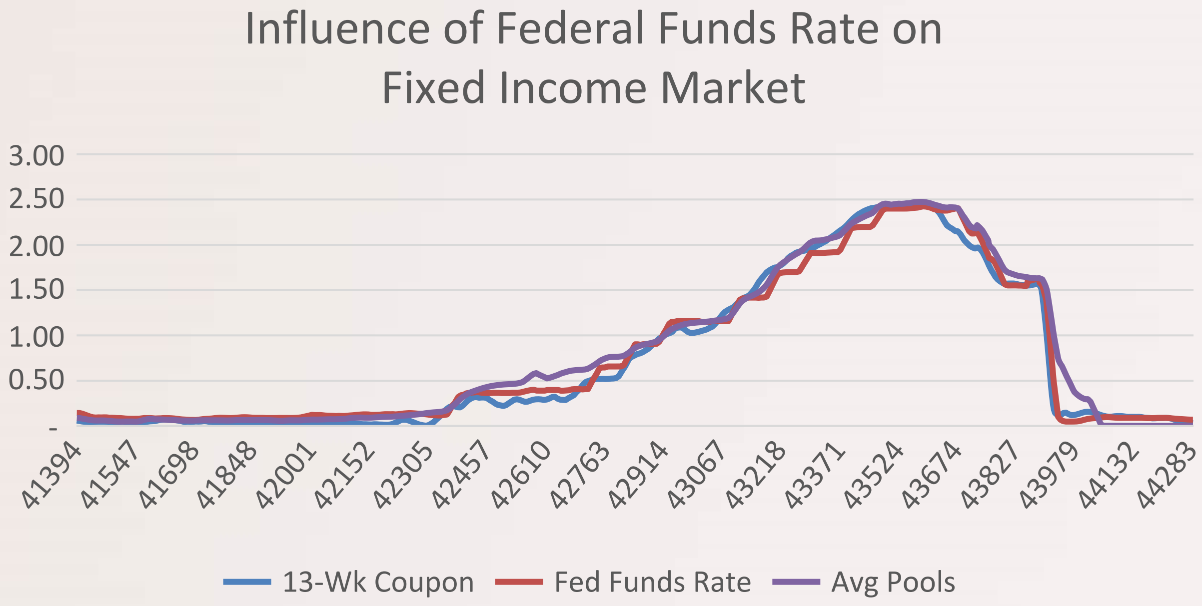


# Return Summary



# 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 | 03/31 Value | Total Gain (loss) on Purchase Price |
|---|---|---|
| $ 17,855,449 | $ 17,884,910 | $ 29,460 |

# Questions/Comments