



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

March 31, 2020

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

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

Mike Erwin

Investment Officer/Finance Manager

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Chief Financial Analyst

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

Strategy Summary

Quarter End Results by Investment Category:

Asset Type	December 31, 2019			March 31, 2020		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
Demand Accounts	1.49%	\$ 663,363	\$ 663,363	0.26%	\$ 1,612,273	\$ 1,612,273
Pools	1.80%	12,636,247	12,636,247	1.04%	16,349,228	16,349,228
CDs/Securities	1.86%	3,431,196	3,431,802	2.65%	200,000	200,188
Totals	1.80%	\$ 16,730,806	\$ 16,731,412	0.99%	\$ 18,161,500	\$ 18,161,688

Current Quarter Average Yield (1)

Total Portfolio	0.99%
Rolling Three Month Treasury	1.17%
Rolling Six Month Treasury	1.39%
TexPool	1.00%

Interest Revenue (Approximate)

Quarterly Interest Income	\$ 67,910
Year-to-date Interest Income	\$ 129,314

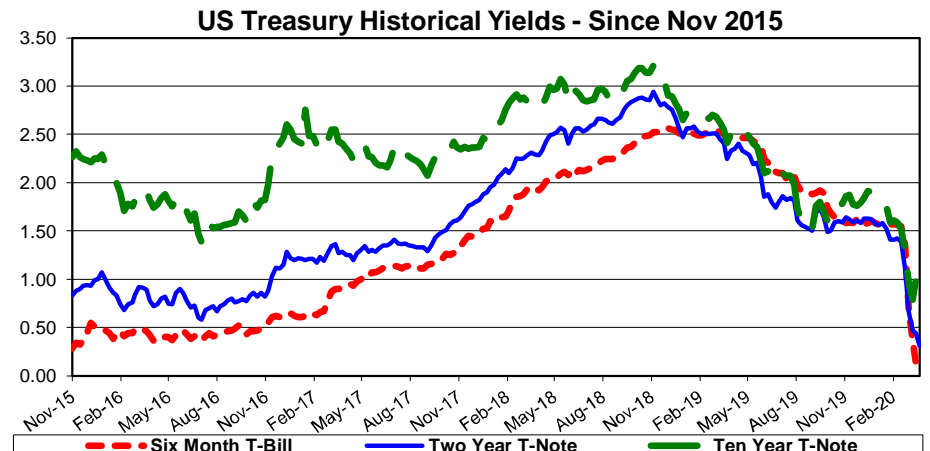
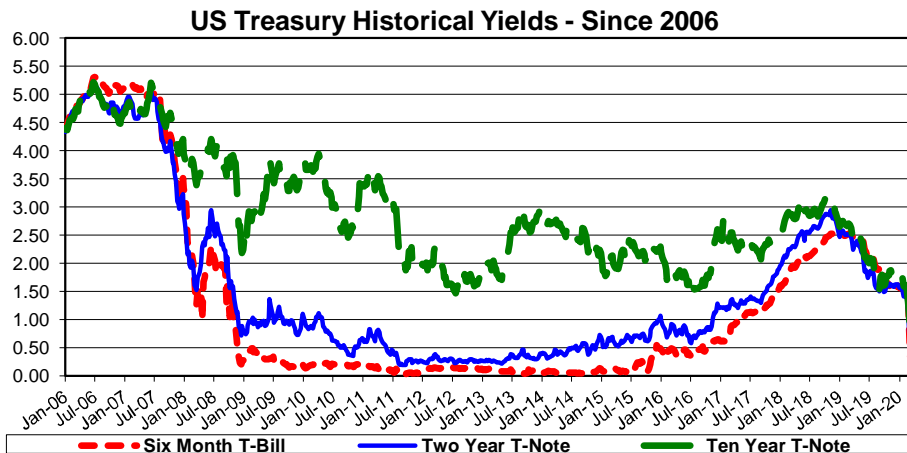
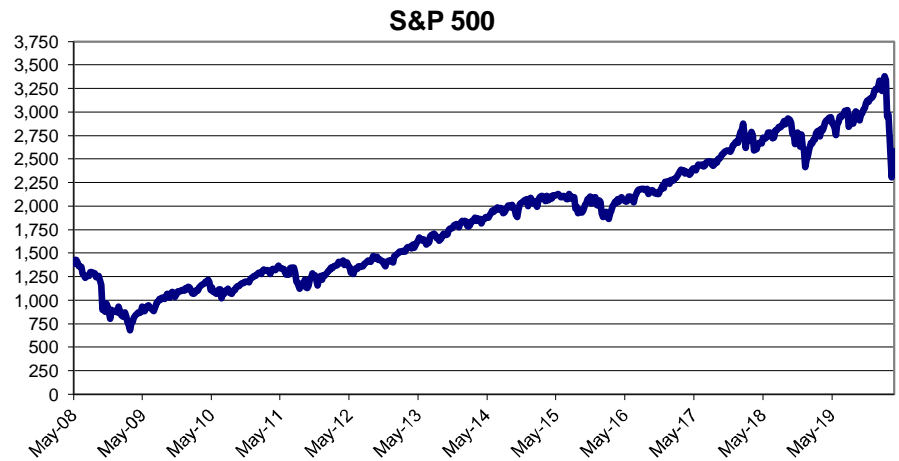
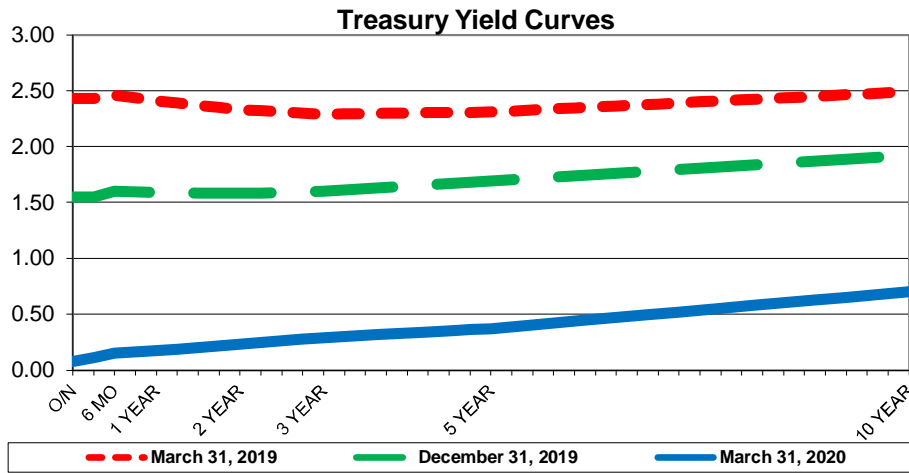
Fiscal Year-to-Date Average Yield (2)

Total Portfolio	1.40%
Rolling Three Month Treasury	1.38%
Rolling Six Month Treasury	1.58%
TexPool	1.33%

(1) **Current Quarter 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 Yields** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Due to COVID-19 pandemic concerns, the Federal Open Market Committee (FOMC) dramatically reduced the Fed Funds target range to 0.00% to 0.25% (Effective Fed Funds are trading +/- 0.10%). Worldwide economic activity has collapsed because of Coronavirus "social isolation" and other related actions. The Yield Curve plummeted. Crude oil declined severely to less than \$25 per barrel. Unemployment claims leaped to over 10 million. The Stock Market "corrected" into a full bear market. U.S. monetary and fiscal programs are designed to stabilize and improve near term economic conditions. Time will tell how long the pandemic lasts and full recovery takes.



Investment Holdings

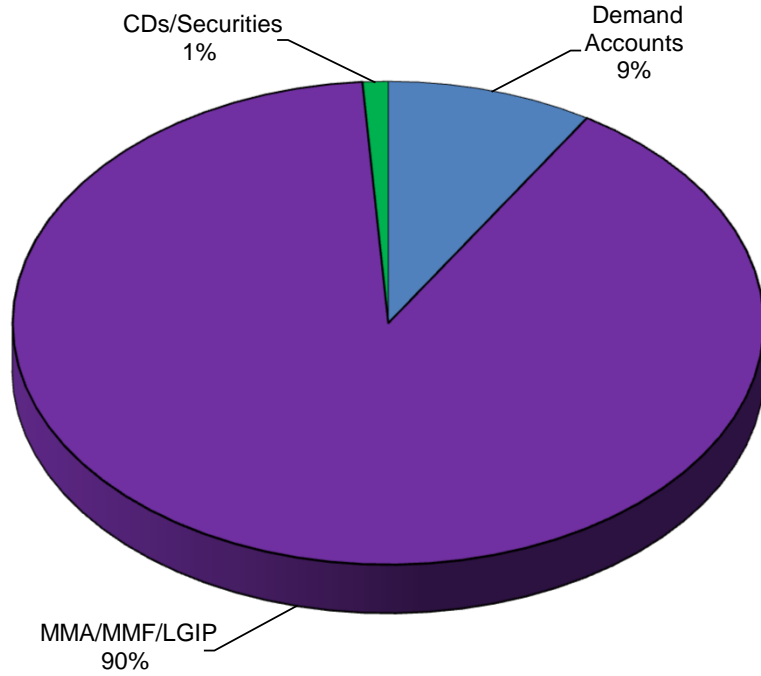
March 31, 2020

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Wells Fargo - Cash		0.00%	04/01/20	03/31/20	\$ 8,443	\$ 8,443	1.00	\$ 8,443	1	0.00%
Wells Fargo - MMF Sweep		0.27%	04/01/20	03/31/20	1,603,830	1,603,830	1.00	1,603,830	1	0.27%
Financial Northeastern Co. Cash		0.00%	04/01/20	03/31/20	7,957	7,957	1.00	7,957	1	0.00%
InterBank Money Market Account		0.92%	04/01/20	03/31/20	249,194	249,194	1.00	249,194	1	0.92%
InterBank Insured Cash Sweep MMA		1.05%	04/01/20	03/31/20	7,802,843	7,802,843	1.00	7,802,843	1	1.05%
TexPool LGIP	AAAm	1.00%	04/01/20	03/31/20	7,014,997	7,014,997	1.00	7,014,997	1	1.00%
TexasCLASS LGIP-non Gov't	AAAm	1.47%	04/01/20	03/31/20	637,199	637,199	1.00	637,199	1	1.47%
TexasCLASS LGIP-Gov't	AAAm	1.04%	04/01/20	03/31/20	637,037	637,037	1.00	637,037	1	1.04%
Morgan Stanley Bank CD		2.65%	04/20/20	04/19/18	200,000	200,000	100.09	200,188	20	2.65%
\$ 18,161,500						\$ 18,161,500		\$ 18,161,688	1	0.99%
									(1)	(2)

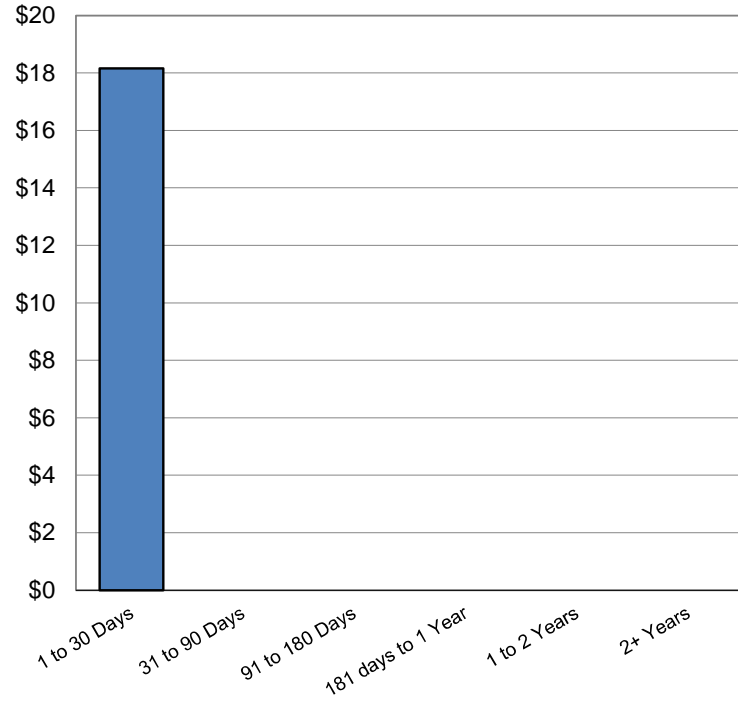
(1) **Weighted average life** - For purposes of calculating weighted average life, bank accounts, pools and money market funds are assumed to have an one day maturity.

(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 accounts, pools and money market funds.

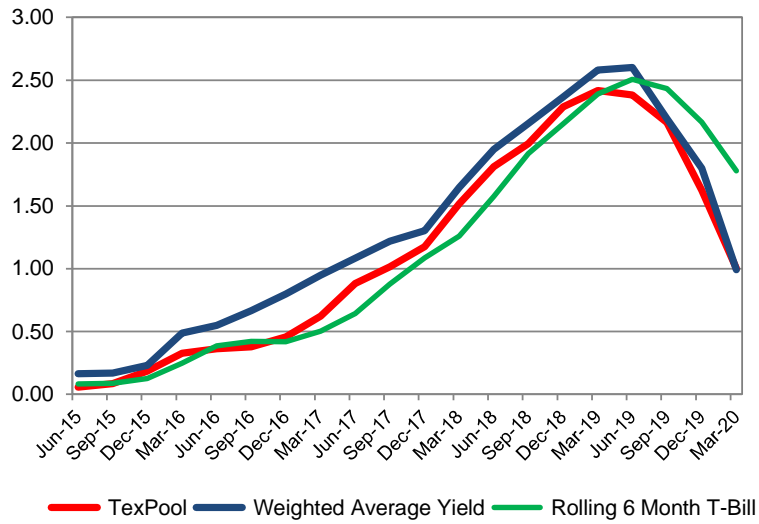
Portfolio Composition



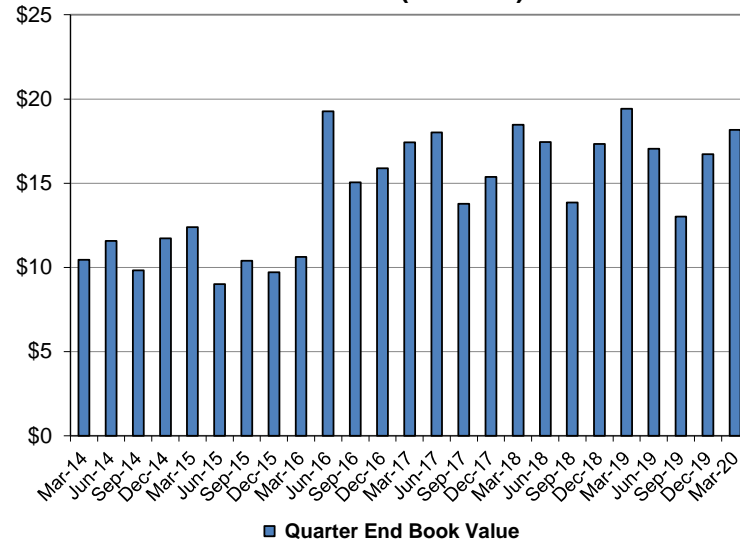
Distribution by Maturity (Millions)



Total Portfolio Performance



Total Portfolio (Millions)



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	December 31, 2019				March 31, 2020	
			Original Face\ Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Call/Maturity	Original Face\ Par Value	Book Value
Wells Fargo - Cash	0.00%	04/01/20	\$ 20,521	\$ 20,521	\$ -	\$ (12,078)	\$ 8,443	\$ 8,443
Wells Fargo - MMF Sweep	0.27%	04/01/20	642,842	642,842	960,988		1,603,830	1,603,830
Financial Northeastern Co. Cash	0.00%	04/01/20	7,957	7,957			7,957	7,957
InterBank Money Market Account	0.92%	04/01/20	249,412	249,412		(218)	249,194	249,194
InterBank Insured Cash Sweep MMA	1.05%	04/01/20	5,284,951	5,284,951	2,517,892		7,802,843	7,802,843
TexPool LGIP	1.00%	04/01/20	5,825,033	5,825,033	1,189,964		7,014,997	7,014,997
TexasCLASS LGIP-non Gov't	1.47%	04/01/20	1,268,893	1,268,893		(631,694)	637,199	637,199
TexasCLASS LGIP-Gov't	1.04%	04/01/20	-	-	637,037		637,037	637,037
LegacyTexas Bank CD	2.50%	01/17/20	208,510	208,510		(208,510)	-	-
BankOZK CDARS	2.76%	02/06/20	989,232	989,232		(989,232)	-	-
Origin Bank CD	1.25%	02/21/20	2,033,454	2,033,454		(2,033,454)	-	-
Morgan Stanley Bank CD	2.65%	04/20/20	200,000	200,000			200,000	200,000
TOTAL			\$ 16,730,806	\$ 16,730,806	\$ 5,305,881	\$ (3,875,186)	\$ 18,161,500	\$ 18,161,500

Market Value Comparison

Description	Maturity Date	December 31, 2019				March 31, 2020		
		Original Face\ Par Value	Market Price	Market Value	Qtr to Qtr Change	Original Face\ Par Value	Market Price	Market Value
Wells Fargo - Cash	04/01/20	\$ 20,521	1.00	\$ 20,521	\$ (12,078)	\$ 8,443	1.00	\$ 8,443
Wells Fargo - MMF Sweep	04/01/20	642,842	1.00	642,842	960,988	1,603,830	1.00	1,603,830
Financial Northeastern Co. Cash	04/01/20	7,957	1.00	7,957		7,957	1.00	7,957
InterBank Money Market Account	04/01/20	249,412	1.00	249,412	(218)	249,194	1.00	249,194
InterBank Insured Cash Sweep MMA	04/01/20	5,284,951	1.00	5,284,951	2,517,892	7,802,843	1.00	7,802,843
TexPool LGIP	04/01/20	5,825,033	1.00	5,825,033	1,189,964	7,014,997	1.00	7,014,997
TexasCLASS LGIP-non Gov't	04/01/20	1,268,893	1.00	1,268,893	(631,694)	637,199	1.00	637,199
TexasCLASS LGIP-Gov't	04/01/20	-		-	637,037	637,037	1.00	637,037
LegacyTexas Bank CD	01/17/20	208,510	100.00	208,510	(208,510)	-		-
BankOZK CDARS	02/06/20	989,232	100.00	989,232	(989,232)	-		-
Origin Bank CD	02/21/20	2,033,454	100.00	2,033,454	(2,033,454)	-		-
Morgan Stanley Bank CD	04/20/20	200,000	100.30	200,606	(418)	200,000	100.09	200,188
TOTAL		16,730,806		16,731,412	1,430,276	18,161,500		18,161,688

**Allocation
March 31, 2020
Book Value**

	Total	General Fund	Debt Service	Storm Drainage Utility	Hotel Occupancy Tax	Parkland Dedication	2016 CO Bond Funds	2017 CO Bond Funds
Wells Fargo - Cash	\$ 8,443	\$ 8,443	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Wells Fargo - MMF Sweep	1,603,830	811,451	-	-	792,379	-	-	-
Financial Northeastern Co. Cash	7,957	-	-	-	-	-	-	7,957
InterBank Money Market	249,194	124,597	-	-	-	-	-	124,597
InterBank Insured Cash Sweep MMA	7,802,843	4,063,180	-	-	-	-	-	3,739,663
TexPool LGIP	7,014,997	4,977,936	1,809,441	227,620	-	-	-	-
TexasCLASS LGIP-non Gov't	637,199	96,069	-	-	299,272	241,858	-	-
TexasCLASS LGIP-Gov't	637,037	95,926	-	-	299,262	241,850	-	-
04/20/20-Morgan Stanley Bank CD	200,000	-	-	-	-	-	-	200,000
Total	\$ 18,161,500	\$ 10,177,602	\$ 1,809,441	\$ 227,620	\$ 1,390,912	\$ 483,708	\$ -	\$ 4,072,218

Market Value

	Total	General Fund	Debt Service	Storm Drainage Utility	Hotel Occupancy Tax	Parkland Dedication	2016 CO Bond Funds	2017 CO Bond Funds
Wells Fargo - Cash	\$ 8,443	\$ 8,443	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Wells Fargo - MMF Sweep	1,603,830	811,451	-	-	792,379	-	-	-
Financial Northeastern Co. Cash	7,957	-	-	-	-	-	-	7,957
InterBank Money Market	249,194	124,597	-	-	-	-	-	124,597
InterBank Insured Cash Sweep MMA	7,802,843	4,063,180	-	-	-	-	-	3,739,663
TexPool LGIP	7,014,997	4,977,936	1,809,441	227,620	-	-	-	-
TexasCLASS LGIP-non Gov't	637,199	96,069	-	-	299,272	241,858	-	-
TexasCLASS LGIP-Gov't	637,037	95,926	-	-	299,262	241,850	-	-
04/20/20-Morgan Stanley Bank CD	200,188	-	-	-	-	-	-	200,188
Total	\$ 18,161,688	\$ 10,177,602	\$ 1,809,441	\$ 227,620	\$ 1,390,912	\$ 483,708	\$ -	\$ 4,072,406

**Allocation
December 31, 2019
Book Value**

	Total	General Fund	Debt Service	Storm Drainage Utility	Hotel Occupancy Tax	Parkland Dedication	2016 CO Bond Funds	2017 CO Bond Funds
Wells Fargo - Cash	\$ 20,521	\$ 20,521	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Wells Fargo - MMF Sweep	642,842	(177,159)	-	-	820,001	-	-	-
Financial Northeastern Co. Cash	7,957	-	-	-	-	-	-	7,957
InterBank Money Market	249,412	124,706	-	-	-	-	124,706	-
InterBank Insured Cash Sweep MMA	5,284,951	1,523,471	-	-	-	-	426,839	3,334,641
TexPool LGIP	5,825,033	4,039,714	1,460,245	325,074	-	-	-	-
TexasCLASS LGIP	1,268,893	191,190	-	-	596,023	481,680	-	-
01/17/20–LegacyTexas Bank CD	208,510	-	-	-	-	-	-	208,510
02/06/20–BankOZK CDARS	989,232	-	-	-	-	-	-	989,232
02/21/20–Origin Bank CD	2,033,454	2,033,454	-	-	-	-	-	-
04/20/20–Morgan Stanley Bank CD	200,000	-	-	-	-	-	-	200,000
Total	\$ 16,730,806	\$ 7,755,897	\$ 1,460,245	\$ 325,074	\$ 1,416,024	\$ 481,680	\$ 551,545	\$ 4,740,341

Market Value

	Total	General Fund	Debt Service	Storm Drainage Utility	Hotel Occupancy Tax	Parkland Dedication	2016 CO Bond Funds	2017 CO Bond Funds
Wells Fargo - Cash	\$ 20,521	\$ 20,521	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Wells Fargo - MMF Sweep	642,842	(177,159)	-	-	820,001	-	-	-
Financial Northeastern Co. Cash	7,957	-	-	-	-	-	-	7,957
InterBank Money Market	249,412	124,706	-	-	-	-	124,706	-
InterBank Insured Cash Sweep MMA	5,284,951	1,523,471	-	-	-	-	426,839	3,334,641
TexPool LGIP	5,825,033	4,039,714	1,460,245	325,074	-	-	-	-
TexasCLASS LGIP	1,268,893	191,190	-	-	596,023	481,680	-	-
01/17/20–LegacyTexas Bank CD	208,510	-	-	-	-	-	-	208,510
02/06/20–BankOZK CDARS	989,232	-	-	-	-	-	-	989,232
02/21/20–Origin Bank CD	2,033,454	2,033,454	-	-	-	-	-	-
04/20/20–Morgan Stanley Bank CD	200,606	-	-	-	-	-	-	200,606
Total	\$ 16,731,412	\$ 7,755,897	\$ 1,460,245	\$ 325,074	\$ 1,416,024	\$ 481,680	\$ 551,545	\$ 4,740,947