

FY 2021 Second Quarter: January 1, 2021 – March 31, 2021

Quarter - At a Glance

- Total available Investable funds \$243,200,379.18 **(See Exhibit A)**
(Excludes 10 Million set aside for nearby obligations.)
- Total Interest Received 2nd Quarter \$536,088.75 **(See Exhibit B)**
- Yield to Maturity (YTM) **(See Exhibit C)**
 - Cash Accounts 0.399%
 - Gov't Pools 0.105%
 - Money Market Accts 0.400%
- Total Collateral as of Second Quarter End (March 31, 2021)
(See Exhibit D)
 - Moody - 108%
 - Texas First Bank - 334%
 - Prosperity Bank - 138%



**Galveston County
Quarterly Investment Report
January 1, 2021 to March 31, 2021**



This report is prepared for Galveston County in accordance with Chapter 2256 of the Public Funds Investment Act (PFIA). Section 2256.023 (a) of the PFIA states that "Not less than quarterly, the investment officer shall prepare and submit to the governing body of the entity a written report of the investment transactions for all funds covered by this chapter for the preceding reporting period." This report is signed by the Investment Officer and includes the disclosures required in the PFIA. Market prices were obtained from the Custodial Bank, JP Morgan Chase.

Month	Market Value	Book Value	Unrealized Gain/Loss	YTM @ Cost	Treasury 3 Month	Interest Earned	Days To Maturity
1/31/2021	225,226,925.86	225,226,925.86	0.00	1.17	0.08	228,598.96	1
2/28/2021	257,609,665.97	257,609,665.97	0.00	1.20	0.04	230,799.63	1
3/31/2021	253,200,379.18	253,200,379.18	0.00	0.35	0.03	76,690.16	1
Total / Average	245,345,657.00	245,345,657.00	0.00	0.90	0.05	536,088.75	1

Kevin Walsh, Treasurer

04-23-2021

Date

Date To Date
 MONTHLY Proof for Accuracy: MM, LGIP, Cash
 Report Format: By CUSIP / Ticker
 Group By: Portfolio Name
 Portfolio / Report Group: All Portfolios
 Begin Date: 12/31/2020, End Date: 3/31/2021

Description	CUSIP / Ticker	Beginning Face Amount/Shares	Buy Principal	Sell Principal	Interest	Ending Face Amount	End YTM
0002 General Fund							
Prosperity Bank Cash	02PRS081	182,643.87	11,084.08	0.00	476.44	193,727.95	0.400
Prosperity Bank Cash	02PRS161	396,106.81	237,124.02	3,950.55	1,325.78	629,280.28	0.400
Prosperity Bank Cash	02PRS321	426,407.99	293,831.64	426,407.99	970.82	293,831.64	0.400
Prosperity Bank Cash	02PRS431	240,030.70	72,741,930.21	70,595,360.09	4,270.35	2,386,600.82	0.400
Prosperity Bank Cash	02PRS481	546.90	756.04	454.00	1.80	848.94	0.400
Prosperity Bank Cash	02PRS511	113,478,913.23	111,480,266.62	59,500,000.00	406,825.01	165,459,179.85	0.400
Prosperity Bank Cash	02PRS561	1,578.69	3,263.92	1,900.50	6.17	2,942.11	0.400
Prosperity Bank Cash	02PRS591	672,484.36	326,813.13	0.00	2,078.27	999,297.49	0.400
Prosperity Bank Cash	02PRS751	0.01	0.00	0.00	0.00	0.01	0.000
Prosperity Bank Cash	02PRS781	1,456,833.63	21,010,560.64	21,621,740.59	3,919.68	845,653.68	0.400
Prosperity Bank Cash	02PRS831	1,001,241.89	724,245.11	612,690.48	2,083.00	1,112,796.52	0.400
Prosperity Bank Cash	02PRS861	5,541,114.72	17,809,613.56	19,475,051.89	9,398.95	3,875,676.39	0.400
Prosperity Bank Cash	02PRS911	63,262.86	103,942.01	65,530.05	184.46	101,674.82	0.400
Prosperity Bank Cash	02PRS941	31,558.63	23,698.60	29,168.00	82.60	26,089.23	0.400
Prosperity Bank MM	02PRS709	27,347,696.46	71,234.96	0.00	71,234.96	27,418,931.42	0.400
Texas CLASS LGIP	TXCL0004	41,210,841.37	11,732.51	0.00	11,732.51	41,222,573.88	0.105
Texas First Bank Cash	02JP600	710,085.89	434,479.89	909,438.64	0.00	235,127.14	0.000
Texas First Bank Cash	02TFB2PARKS	15,754.16	158,222.00	53,170.56	0.00	120,805.60	0.000
Texas Term LGIP	TXTM112406	627.53	0.09	0.00	0.07	627.62	0.050
Sub Total/Average 0002 General Fund		192,777,729.70	225,442,799.03	173,294,863.34	514,590.87	244,925,665.39	0.350
3120 Lmt Tx Cnty Bld Bd 09B							
Prosperity Bank MM	3120PRS111	64,414.64	167.78	0.00	167.78	64,582.42	0.400
Sub Total/Average 3120 Lmt Tx Cnty Bld Bd 09B		64,414.64	167.78	0.00	167.78	64,582.42	0.400
3307 2003 Road Bonds							

Prosperity Bank MM	3307PRS811	1,967,506.50	5,124.94	0.00	5,124.94	1,972,631.44	0.400
Sub Total/Average 3307 2003 Road Bonds		1,967,506.50	5,124.94	0.00	5,124.94	1,972,631.44	0.400
3308 2001 Road Bonds							
Prosperity Bank MM	3308PRS731	142,064.39	370.04	0.00	370.04	142,434.43	0.400
Sub Total/Average 3308 2001 Road Bonds		142,064.39	370.04	0.00	370.04	142,434.43	0.400
33102007 Limited Tax Bonds							
Prosperity Bank MM	3310PRS571	3,841,603.34	10,006.57	0.00	10,006.57	3,851,609.91	0.400
Sub Total/Average 33102007 Limited Tax Bonds		3,841,603.34	10,006.57	0.00	10,006.57	3,851,609.91	0.400
3312 Unlm Tx Rd Bd 09A							
Prosperity Bank MM	3312PRS031	1,523,701.93	3,968.92	0.00	3,968.92	1,527,670.85	0.400
Sub Total/Average 3312 Unlm Tx Rd Bd 09A		1,523,701.93	3,968.92	0.00	3,968.92	1,527,670.85	0.400
3370 Lmt Tx Fld Cntl Bd 09C							
Prosperity Bank MM	3370PRS381	392,156.37	1,021.49	0.00	1,021.49	393,177.86	0.400
Sub Total/Average 3370 Lmt Tx Fld Cntl Bd 09C		392,156.37	1,021.49	0.00	1,021.49	393,177.86	0.400
3373 COB Series 2008							
Prosperity Bank MM	3373PRS461	321,768.74	838.14	0.00	838.14	322,606.88	0.400
Sub Total/Average 3373 COB Series 2008		321,768.74	838.14	0.00	838.14	322,606.88	0.400
Total / Average		201,030,945.61	225,464,296.91	173,294,863.34	536,088.75	253,200,379.18	0.351

Less Funds Set Aside for nearby Obligations

-10,000,000.00

Total Investable Funds

243,200,379.18

Galveston County

Exhibit B

Date To Date

T E X A S Earnings and Yields Summary Report

Report Format: By Totals

Group By: Security Type

Portfolio / Report Group: All Portfolios

Begin Date: 12/31/2020, End Date: 3/31/2021

Description	Interest/Dividends	Ending YTM @ Cost
Cash	431,623.33	0.399
Local Government Investment Pool	11,732.58	0.105
Money Market	92,732.84	0.400
Total / Average	536,088.75	0.351

Galveston County
 Portfolio Holdings
 Portfolio Holdings / by Security Type
 Report Format: By CUSIP / Ticker
 Group By: Security Type
 Average By: Face Amount / Shares
 Portfolio / Report Group: All Portfolios
 As of 3/31/2021

Exhibit C

Description	CUSIP/Ticker	Face Amount/Shares	Market Value	Book Value	YTM @ Cost	Coupon Rate	Days To Maturity	% of Portfolio	
Cash									
Prosperity Bank Cash	02PRS321	293,831.64	293,831.64	293,831.64	0.400	0.400	N/A	1	0.12
Prosperity Bank Cash	02PRS481	848.94	848.94	848.94	0.400	0.400	N/A	1	0.00
Prosperity Bank Cash	02PRS781	845,653.68	845,653.68	845,653.68	0.400	0.400	N/A	1	0.33
Prosperity Bank Cash	02PRS591	999,297.49	999,297.49	999,297.49	0.400	0.400	N/A	1	0.39
Prosperity Bank Cash	02PRS941	26,089.23	26,089.23	26,089.23	0.400	0.400	N/A	1	0.01
Prosperity Bank Cash	02PRS431	2,386,600.82	2,386,600.82	2,386,600.82	0.400	0.400	N/A	1	0.94
Prosperity Bank Cash	02PRS911	101,674.82	101,674.82	101,674.82	0.400	0.400	N/A	1	0.04
Prosperity Bank Cash	02PRS511	165,459,179.85	165,459,179.85	165,459,179.85	0.400	0.400	N/A	1	65.35
Prosperity Bank Cash	02PRS751	0.01	0.01	0.01	0.000	0.000	N/A	1	0.00
Prosperity Bank Cash	02PRS831	1,112,796.52	1,112,796.52	1,112,796.52	0.400	0.400	N/A	1	0.44
Prosperity Bank Cash	02PRS861	3,875,676.39	3,875,676.39	3,875,676.39	0.400	0.400	N/A	1	1.53
Prosperity Bank Cash	02PRS561	2,942.11	2,942.11	2,942.11	0.400	0.400	N/A	1	0.00
Prosperity Bank Cash	02PRS161	629,280.28	629,280.28	629,280.28	0.400	0.400	N/A	1	0.25
Prosperity Bank Cash	02PRS081	193,727.95	193,727.95	193,727.95	0.400	0.400	N/A	1	0.08
Texas First Bank Cash	02JP600	235,127.14	235,127.14	235,127.14	0.000	0.000	N/A	1	0.09
Texas First Bank Cash	02TFB2PARKS	120,805.60	120,805.60	120,805.60	0.000	0.000	N/A	1	0.05
Sub Total / Average Cash		176,283,532.47	176,283,532.47	176,283,532.47	0.399	0.399		1	69.62
Local Government Investment Pool									
Texas CLASS LGIP	TXCL0004	41,222,573.88	41,222,573.88	41,222,573.88	0.105	0.105	N/A	1	16.28
Texas Term LGIP	TXTM112406	627.62	627.62	627.62	0.050	0.050	N/A	1	0.00
Sub Total / Average Local Government Investment Pool		41,223,201.50	41,223,201.50	41,223,201.50	0.105	0.105		1	16.28
Money Market									
Prosperity Bank MM	3373PRS461	322,606.88	322,606.88	322,606.88	0.400	0.400	N/A	1	0.13
Prosperity Bank MM	3120PRS111	64,582.42	64,582.42	64,582.42	0.400	0.400	N/A	1	0.03
Prosperity Bank MM	3307PRS811	1,972,631.44	1,972,631.44	1,972,631.44	0.400	0.400	N/A	1	0.78
Prosperity Bank MM	3308PRS731	142,434.43	142,434.43	142,434.43	0.400	0.400	N/A	1	0.06
Prosperity Bank MM	3370PRS381	393,177.86	393,177.86	393,177.86	0.400	0.400	N/A	1	0.16
Prosperity Bank MM	3312PRS031	1,527,670.85	1,527,670.85	1,527,670.85	0.400	0.400	N/A	1	0.60
Prosperity Bank MM	3310PRS571	3,851,609.91	3,851,609.91	3,851,609.91	0.400	0.400	N/A	1	1.52
Prosperity Bank MM	02PRS709	27,418,931.42	27,418,931.42	27,418,931.42	0.400	0.400	N/A	1	10.83
Sub Total / Average Money Market		35,693,645.21	35,693,645.21	35,693,645.21	0.400	0.400		1	14.10
Total / Average		253,200,379.18	253,200,379.18	253,200,379.18	0.351	0.351		1	100

Galveston County
Date To Date
T E X A S Earnings and Yields Summary Report
Report Format: By Totals
Group By: Security Type
Portfolio / Report Group: All Portfolios
Begin Date: 9/30/2020, End Date: 3/31/2021

Description	CUSIP/Ticker	Interest/Dividends	Ending YTM @ Cost
Cash		835,268.53	0.399
Local Government Investment Pool		27,809.67	0.105
Money Market		217,723.66	0.400
Total / Average		1,080,801.86	0.351

Galveston County
 Portfolio Holdings
 Portfolio Holdings / by Security Type - Totals
 Report Format: By Totals
 Group By: Security Type
 Average By: Face Amount / Shares
 Portfolio / Report Group: All Portfolios
 As of 3/31/2021

Description	CUSIP/Ticker	Coupon Rate	YTM @ Cost	Face Amount/Shares	Book Value
Cash		0.399	0.399	176,283,532.47	176,283,532.47
Local Government Investment Pool		0.105	0.105	41,223,201.50	41,223,201.50
Money Market		0.400	0.400	35,693,645.21	35,693,645.21
Total / Average		0.351	0.351	253,200,379.18	253,200,379.18

Galveston County
 Portfolio Holdings
 Portfolio Holdings / by Security Type - Totals
 Report Format: By Totals
 Group By: Security Type
 Average By: Face Amount / Shares
 Portfolio / Report Group: All Portfolios
 As of 3/31/2021

Description	CUSIP/Ticker	Coupon Rate	YTM @ Cost	Face Amount/Shares	Book Value	Market Value	Days To Maturity	% of Portfolio
Cash		0.399	0.399	176,283,532.47	176,283,532.47	176,283,532.47	1	69.62
Local Government Investment Pool		0.105	0.105	41,223,201.50	41,223,201.50	41,223,201.50	1	16.28
Money Market		0.400	0.400	35,693,645.21	35,693,645.21	35,693,645.21	1	14.10
Total / Average		0.351	0.351	253,200,379.18	253,200,379.18	253,200,379.18	1	100

Collateral Statement

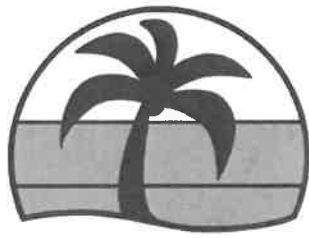
As of March 31, 2020

Galveston County, Texas

Exhibit D

Location of Investment	Description of Allowable Investment Options	Allowable Collateral	Safekeeping Agent	Minimum Contracted Collateral Percentage	Total* Funds Invested or on Deposit	Total Collateral-Lwr FMV or Book	Actual Collateral Percentage
Moody National Bank	Demand Deposits & Time Deposits	US Treasury Obligations, US Agencies, GNMA's	Federal Reserve Bank, or Chase Bank	110%	\$ 232,458	\$ 250,000	108%
Texas First Bank Hitchcock/Santa Fe/Texas City	Time Deposits	US Treasury Obligations, US Agencies, GNMA's	Federal Reserve Bank, or Chase Bank	110%	\$ 406,931	\$ 1,357,358	334%
Prosperity Bank	Time Deposits	US Treasury Obligations, US Agencies, GNMA's Agency Letters of Credit	Federal Reserve Bank, or Chase Bank	110%	\$ 237,660,094	\$ 327,361,721	138%
Totals:					<u>\$ 238,299,483</u>	<u>\$ 328,969,079</u>	138%

*The first \$250,000.00 of all bank deposits are insured by FDIC. Moody National has coverage for \$250,000.00. Each TFB Branch has \$250K FDIC coverage. Texas First Bank Galveston has merged into Texas First Bank Texas City. Amegy Bank has FDIC coverage for \$250,000.



Moody Bank 

Galveston County

Summary Reports for March 2021

Table of Contents

- List of accounts and end of month balances



Moody Bank

MEMBER FDIC

County of Galveston

03/31/2021

Account Number	Account Description	Current Balance	Type
■ 8564	Adult Probation	230,043.97	N
■ 9240	Penny L Pope JP	2,413.38	D
■ 3352	Justice Court	0.56	D
■ 2239	Dwight Sullivan County Clerk Registry Interest	0.00	N
	Total	\$232,457.91	

N=Now Account
M=Money Market Account
D=Demand Account

crystal.cooper@co.galveston.tx.us
kevin.walsh@co.galveston.tx.us

TIN# 74-6000908
TO: County of Galveston - Treasury Department

PREPARED BY: Amanda Tinnin

Date: March 31, 2021

SUBJECT: TOTAL DEPOSITS vs TOTAL COLLATERAL

DEPOSITS:

Total Demand Deposits:	\$406,930.91
LESS FDIC COVERAGE Demand	(\$250,000.00)
	\$156,930.91
Total Savings-Time-NOW Deposits:	\$0.00
LESS FDIC COVERAGE SV-Time	(\$250,000.00)
	(\$250,000.00)
	\$156,930.91
Total	\$156,930.91
110% OF DEPOSITS not covered	\$172,624.00

COVERAGE:

TOTAL PLEDGED SECURITY	\$1,324,310.04	
BOOK VALUE	\$1,332,745.36	
MARKET VALUE	\$1,357,357.95	
Market Value		\$1,357,357.95
EXCESS COLLATERAL		\$1,184,733.95

PREPARED BY: Amanda Tinnin
amanda.tinnin@texasfirstbank.com
409-978-2250

Pledge Security Listing

March 31, 2021

ID	CUSIP	Description	Safekeeping Location	Safekeeping Receipt	Coupon	Maturity Date	Call Date	Moody	S&P	Fitch	ASC 320	Face Amount	Current Par	Current Book Value	Market Value	Gain(Loss)
GALVESTON COUNTY TREASURER																
2466	31294MCF6	FHLMC #E02770	FHLB		3.00	11/01/2025		AAA	AA+	AAA	HTM	25,000,000	1,307,418.25	1,307,883.23	1,344,774.05	36,890.82
2467	31294MCF6	FHLMC #E02770	FHLB		3.00	11/01/2025		AAA	AA+	AAA	HTM	25,000,000	1,307,418.25	1,307,440.52	1,344,774.05	37,333.53
2486	31416Y4Y1	FNMA #AB3538	FHLB		3.00	09/01/2021		AAA	AA+	AAA	HTM	100,000,000	444,760.00	444,916.45	445,482.33	565.88
2519	31418AB31	FNMA #MA0957	FHLB		3.00	01/01/2022		AAA	AA+	AAA	HTM	24,548,494	250,880.94	251,098.37	251,826.56	728.19
3541	31417DY49	FNMA #AB7030	FHLB		2.00	11/01/2027		AAA	AA+	AAA	HTM	39,632,406	7,985,773.26	8,041,561.35	8,118,918.70	77,357.35
3544	31417DRU9	FNMA #AB6798	FHLB		2.00	11/01/2027		AAA	AA+	AAA	HTM	50,060,360	11,275,696.61	11,352,814.63	11,465,323.16	112,508.53
3546	31410LKN1	FNMA #890501	FHLB		2.00	11/01/2027		AAA	AA+	AAA	HTM	22,500,000	5,057,190.00	5,092,719.53	5,141,638.65	48,919.12
3608	3128MDNB5	FHLMC #G14686	FHLB		2.00	03/01/2028		AAA	AA+	AAA	HTM	72,530,991	18,275,691.83	18,337,288.28	18,595,937.32	258,649.04
3660	31307BBG4	FHLMC #J22739	FHLB		2.50	03/01/2028		AAA	AA+	AAA	HTM	11,250,000	2,478,175.43	2,478,175.43	2,548,739.44	70,564.01
4214	3138EPD27	FNMA #AL6420	FHLB		2.00	01/01/2030		AAA	AA+	AAA	HTM	43,500,000	14,247,591.10	14,371,002.22	14,502,955.52	131,953.31
4259	3138WFAL0	FNMA #AS5410	FHLB		2.50	07/01/2030		AAA	AA+	AAA	HTM	52,501,812	17,387,142.68	17,454,883.53	17,944,129.54	489,246.01
4304	3128MMT86	FHLMC #G18574	FHLB		2.50	11/01/2030		AAA	AA+	AAA	HTM	10,000,000	3,374,989.10	3,403,145.20	3,485,587.53	82,442.33
4873	3128P8AQ4	FHLMC #C91815	FHLB		3.00	03/01/2035		AAA	AA+	AAA	HTM	13,000,000	3,720,268.11	3,877,819.69	3,878,379.50	559.82
4876	3138WJEB0	FNMA #AS8229	FHLB		2.50	10/01/2031		AAA	AA+	AAA	HTM	50,000,000	20,845,518.50	21,398,121.89	21,783,566.83	385,444.94
4881	3138WJAC2	FNMA #AS8102	FHLB		2.50	10/01/2031		AAA	AA+	AAA	HTM	40,000,000	16,159,998.00	16,500,819.97	16,695,158.47	194,338.51
4955	3128MFAL2	FHLMC #G16111	FHLB		3.00	04/01/2032		AAA	AA+	AAA	HTM	85,512,164	40,603,675.84	41,528,889.25	42,329,332.06	800,442.81
4960	3138ERCB4	FNMA #AL9065	FHLB		3.00	09/01/2031		AAA	AA+	AAA	HTM	69,800,000	23,833,350.30	24,131,989.76	24,910,291.93	778,302.17
4961	31418CUL6	FNMA #MA3286	FHLB		3.00	02/01/2028		AAA	AA+	AAA	HTM	25,000,000	10,581,155.25	10,720,062.44	10,971,866.00	251,803.56
5524	31418DUD2	FNMA #MA4179	FHLB		2.00	11/01/2035		AAA	AA+	AAA	HTM	32,500,000	30,931,446.65	32,014,691.12	31,666,068.51	(348,622.61)
5530	31418DV25	FNMA #MA4232	FHLB		2.00	01/01/2041		AAA	AA+	AAA	HTM	90,000,000	88,607,853.00	91,847,292.68	89,936,970.79	(1,910,321.88)
Total for GALVESTON COUNTY TREASURER												882,336,227	318,675,993.10	325,862,615.54	327,361,720.94	1,499,105.44



PROSPERITY BANK[®]

April 1, 2021

Galveston County Treasurer
722 Moody Ave. 4th Floor
Galveston, TX 77550

RE: Balance Confirmation

Please accept the following as confirmation of total deposit balances.

\$237,660,093.76

Please let me know if you need any additional information. I can be reached at (979) 541-4227.

Sincerely,

Lindsey Blezinger

Prosperity Bank
Banking Officer
Accounting - Treasury

1301 N. Mechanic
P O Drawer G
El Campo, TX 77437

(979) 541-4227 Direct
lindsey.blezinger@prosperitybanktx.com

SECOND QUARTER MARKET REVIEW

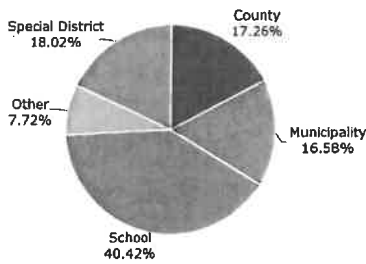
(March 31, 2021)

Texas CLASS Portfolio Characteristics

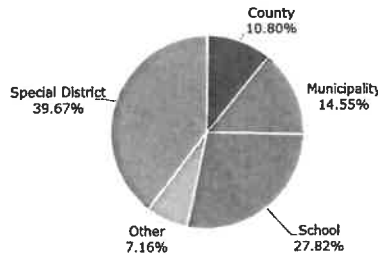
The following information is provided in accordance with Texas State Statute 2256.0016.



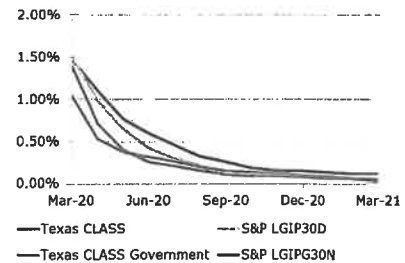
As of March 31, 2021



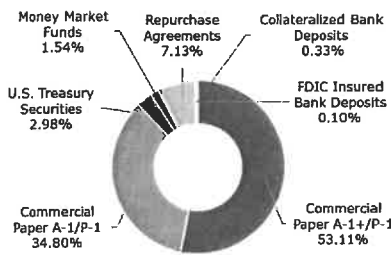
Participant Breakdown by Balance



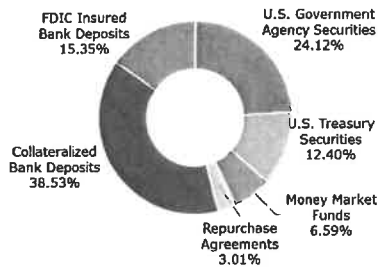
Participant Breakdown by Entity Type



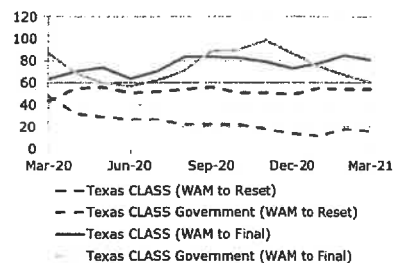
Performance vs. Benchmark S&P AAA/AA GIP* (Average Monthly Yields)



Texas CLASS Portfolio Breakdown



Texas CLASS Government Portfolio Breakdown



Weighted Average Maturity (In Days)

Texas CLASS Prior Month Comparison

Month End	Jan-21
Average Yield**	0.13%
Month Ending Assets	\$14,727,277,057
Share Balance	14,726,435,144
Market Value	\$14,821,974,848
Amortized Cost	\$14,821,132,935
NAV	1.00
WAM (Reset)***	55
WAM (Final)***	78
Month End	Feb-21
Average Yield**	0.11%
Month Ending Assets	\$15,308,211,195
Share Balance	15,307,102,997
Market Value	\$15,429,873,026
Amortized Cost	\$15,428,764,828
NAV	1.00
WAM (Reset)***	54
WAM (Final)***	85

Month End	Mar-21
Average Yield**	0.11%
Month Ending Assets	\$15,105,087,926
Share Balance	15,104,274,541
Market Value	\$15,116,467,250
Amortized Cost	\$15,115,653,866
NAV	1.00
WAM (Reset)***	54
WAM (Final)***	81

Average monthly yield *As of the end of the last day of the month

Texas CLASS Government Prior Month Comparison

Month End	Jan-21
Average Yield**	0.08%
Month Ending Assets	\$1,070,713,023
Share Balance	1,070,595,274
Market Value	\$1,060,646,791
Amortized Cost	\$1,060,529,042
NAV	1.00
WAM (Reset)***	12
WAM (Final)***	75
Month End	Feb-21
Average Yield**	0.05%
Month Ending Assets	\$1,163,162,095
Share Balance	1,163,066,158
Market Value	\$1,188,949,316
Amortized Cost	\$1,188,853,379
NAV	1.00
WAM (Reset)***	18
WAM (Final)***	67

Month End	Mar-21
Average Yield**	0.04%
Month Ending Assets	\$1,158,028,055
Share Balance	1,157,900,938
Market Value	\$1,169,411,692
Amortized Cost	\$1,169,284,575
NAV	1.00
WAM (Reset)***	16
WAM (Final)***	60

Average monthly yield *As of the end of the last day of the month

2020-2021 Texas CLASS Average Monthly Yields

Month End	May
Average Yield**	2020
Month Ending Assets	0.7572%
Share Balance	
Market Value	May
Amortized Cost	2020
NAV	0.3716%
Month End	June
Average Yield**	2020
Month Ending Assets	0.5899%
Share Balance	
Market Value	June
Amortized Cost	2020
NAV	0.3122%

Month End	July
Average Yield**	2020
Month Ending Assets	0.4547%
Share Balance	
Market Value	July
Amortized Cost	2020
NAV	0.2567%
Month End	August
Average Yield**	2020
Month Ending Assets	0.3186%
Share Balance	
Market Value	August
Amortized Cost	2020
NAV	0.1896%

March 2021 Portfolio Characteristics - Texas CLASS

Month End	September
Average Yield**	2020
Month Ending Assets	0.2510%
Share Balance	
Market Value	September
Amortized Cost	2020
NAV	0.1424%
Month End	October
Average Yield**	2020
Month Ending Assets	0.1771%
Share Balance	
Market Value	October
Amortized Cost	2020
NAV	0.1293%

Month End	November
Average Yield**	2020
Month Ending Assets	0.1486%
Share Balance	
Market Value	November
Amortized Cost	2020
NAV	0.1198%
Month End	December
Average Yield**	2020
Month Ending Assets	0.1398%
Share Balance	
Market Value	December
Amortized Cost	2020
NAV	0.0876%

March 2021 Portfolio Characteristics - Texas CLASS

Month End	January
Average Yield**	2021
Month Ending Assets	0.1316%
Share Balance	
Market Value	January
Amortized Cost	2021
NAV	0.0768%
Month End	February
Average Yield**	2021
Month Ending Assets	0.1090%
Share Balance	
Market Value	February
Amortized Cost	2021
NAV	0.0522%

March 2021 Portfolio Characteristics - Texas CLASS

Month End	March
Average Yield**	2021
Month Ending Assets	0.1051%
Share Balance	
Market Value	March
Amortized Cost	2021
NAV	0.0374%

Fund Highlights as of March 31, 2021 (Unaudited)

For the month of March 2021, the Program Administrator accrued fees of \$1,219,692.73 and had average shares outstanding of 15,289,886,982.53 for Texas CLASS. For Texas CLASS Government, the Program Administrator accrued fees of \$118,004.36 and had average shares outstanding of 1,172,187,415.41. The fees for both Texas CLASS and Texas CLASS Government are accrued on a daily basis by multiplying the investment property value by the applicable fee rate, and divided by 365 or 366 days in the event of a leap year. The investment property value shall be based on the current day's settled shares outstanding. For weekend days and holidays, the settled shares outstanding for the previous business day will be utilized for the calculation of fees. The applicable fee rate is located in Exhibit F of the Ninth Amended and Restated Trust Agreement. The Program Administrator reserves the right to abate fees listed in the Ninth Amended and Restated Trust Agreement. The monthly fee is the sum of all daily fee accruals for the month of March. The fees are paid monthly upon notification to the custodian bank. As of March 31, 2021 the fee for Texas CLASS was 9 basis points and the fee for Texas CLASS Government was 12 basis points.

- Both funds are rated 'AAAm' by S&P Global Ratings.
- Net Asset Value for both funds from March 1 to March 31, 2021 is equal to \$1.00.
- The final maturity dates of all securities were less than one year.
- The custodian bank for Texas CLASS is UMB Bank.
- Total number of Participants is 852.
- There are currently no investments that have a stated maturity greater than one year.
- The portfolio managers for Texas CLASS is Neil Waud, CFA and Randy Palomba, CFA.
- All sources of payment are the underlying assets of the local government investment pool at market value.
- The Ninth Amended and Restated Trust Agreement was adopted by the Board of Trustees on February 25, 2021. You can access your copy of the Ninth Amended and Restated Trust Agreement by visiting our website at www.texasclass.com. (<https://www.texasclass.com/>)

Insights for Investors
(<https://www.texasclass.com/insights-for-investors/>)

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April 2021 Economic Review

Texas CLASS Trading Desk (<https://www.texasclass.com/author/texas-class-trading-desk/>) April 12, 2021

With Spring Comes Blossoming Progress

The U.S. economy continues to accelerate as the vaccination count advances and business restrictions ease. As of April 7, 32.6% of the U.S. population has received at least one vaccine dose while 19% has been fully vaccinated according to the CDC. The swift rollout of vaccinations underpins the rise in consumer sentiment which, as measured by the Conf. Board Consumer Confidence Index, registered a pandemic-high print of 109.7 in March. Federal stimulus distributions paired with increasing confidence in the recovery are expected to fuel a surge in household spending amongst a consumer base already flush with cash.

On the labor market front, Nonfarm Payrolls for March shattered expectations as the 916k reading came in well above the 660k survey estimate. The jobs report showed a rise in hiring across most industries, led by a 280k gain in leisure & hospitality. Despite growing improvement in the labor market, the Federal Reserve continues to maintain its dovish assessment of employment conditions. With the participation rate currently standing at just 61.5%, it would take ~5.2 million additional individuals reentering the labor force before returning to the pre-pandemic level. Reintroducing these workers as unemployed would translate to an unemployment rate close to 9.4% compared to March's reading of just 6.0%.

On March 31, the Biden Administration unveiled its much-anticipated \$2.3 trillion infrastructure investment plan. The proposal encompasses roughly \$620 billion related to transportation spending, \$300 billion to bolster domestic manufacturing, \$250 billion for research & development, and \$215 billion allocated to affordable housing with the residual spending spread across community-based care and education. To fund this ambitious spending plan, President Biden is calling for ~\$2 trillion in corporate tax increases over the next 15 years by proposing a raise in the corporate tax rate to 28% from 21% currently.

The IMF now projects the U.S. economy to expand by 6.4% this year, marking the fastest pace of growth since 1984. Fed Chairman Powell, however, continues to reiterate that the Fed is in no hurry to change its easy monetary policy and that effects on inflation from stimulus distributions are expected to be transitory.

Treasury Yields

<u>Maturity</u>	<u>4/6/21</u>	<u>3/5/21</u>	<u>Change</u>
3-Month	0.016%	0.025%	-0.009%
6-Month	0.025%	0.048%	-0.023%
1-Year	0.051%	0.074%	-0.023%
2-Year	0.157%	0.137%	0.020%
3-Year	0.333%	0.307%	0.026%
5-Year	0.872%	0.798%	0.074%
10-Year	1.656%	1.566%	0.090%
30-Year	2.323%	2.297%	0.026%

Agency Yields

<u>Maturity</u>	<u>4/6/21</u>	<u>3/5/21</u>	<u>Change</u>
3-Month	0.027%	0.051%	-0.024%
6-Month	0.043%	0.059%	-0.016%
1-Year	0.080%	0.078%	0.002%
2-Year	0.177%	0.173%	0.004%
3-Year	0.358%	0.325%	0.033%
5-Year	0.876%	0.794%	0.082%

Commercial Paper Yields (A-1/P-1)

<u>Maturity</u>	<u>4/6/21</u>	<u>3/5/21</u>	<u>Change</u>
1-Month	0.080%	0.080%	0.000%
3-Month	0.130%	0.130%	0.000%
6-Month	0.170%	0.170%	0.000%
9-Month	0.180%	0.180%	0.000%

Current Economic Releases

<u>Data</u>	<u>Period</u>	<u>Value</u>
GDP QoQ	Q4 '20	4.30%
U.S. Unemployment	Mar '21	6.00%
ISM Manufacturing	Mar '21	64.7C
PPI YoY	Feb '21	2.40%
CPI YoY	Feb '21	1.70%
Fed Funds Target	April 7, 2021	0.00% - 0.25%

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**The Best Way To Wipe Out Up To
\$10,000 Of Debt**

NerdWallet

U.S. stocks ended slightly lower on Tuesday, with tech stocks taking a beating after the 10-year Treasury yield hit its highest level in 14 months. All the three major indexes ended in negative territory.

How Did The Benchmarks Perform?

The Dow Jones Industrial Average (DJI) slid 0.3% or 104.41 points to close at 33,066.96 from a record closing high in the previous session.

Tech stocks suffered the most with shares of Apple, Inc. AAPL and Microsoft Corporation MSFT declining 1.2% and 1.4%, respectively. Microsoft has a Zacks Rank #2 (Buy). You can see the complete list of today's Zacks #1 Rank (Strong Buy) stocks here.

The S&P 500 fell 0.3% or 12.54 points to end at 3,958.55 points. Consumer staples and tech sectors were the biggest losers. Consumer Staples Select Sector SPDR (XLP) lost 1.1%, while the Technology Select Sector SPDR (XLK) fell 1%. Seven of the 11 sectors of the benchmark index closed in the red.

The tech-heavy Nasdaq declined 0.1% or 14.25 points to finish at 13,045.39 points after falling as much as 1% at one point.

The fear-gauge CBOE Volatility Index (VIX) was down 5.45% to 19.61. A total of 10.29 billion shares were traded on Tuesday, lower than the last 20-session average of 13.5 billion. Advancers outnumbered decliners on the NYSE by a 1.48-to-1 ratio. On Nasdaq, a 1.47-to-1 ratio favored advancing issues.

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10-Year Treasury Yield Hits 14-Month High

The 10-year Treasury yield jumped 6 basis points to trade above 1.77% on early Tuesday. This was also the highest level since January 2020. The rise in the 10-year Treasury yield raised the U.S. dollar and started weighing on stocks.

Although the benchmark rate later ended flat at 1.72%, stocks took a beating as a speedier vaccine rollout and expectations of a faster-than-expected economic recovery raised concerns of rising inflation.

Investors Await Biden's Infrastructure Plan

Investors also are keeping a close watch on the impact of President Joe Biden's ambitious infrastructure plan. Biden is likely to announce some of his plans on Wednesday which is expected to cost between \$3 trillion and \$4 trillion.

Economic Data

On Tuesday, the Consumer Board said that the Consumer Confidence Index soared to a reading of 109.7 in March, its highest level since the COVID-19 outbreak. This sent classic reopening stocks on a rally.

In other economic data released on Tuesday, Case-Shiller home price index for January jumped 11% on a year-over-year basis.

5G Revolution: 3 Stocks to Make Your Move

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Monthly Market Review

Information provided by TexasTERM's Investment Advisor PFM Asset Management LLC

"We're going to need a bigger helicopter."

Economic Highlights

- The pandemic continues to drive the economy. A sharp drop in COVID-19 cases and an accelerated vaccine rollout boosted economic activity in the U.S. in February. With a newly approved vaccine from Johnson & Johnson and a unique partnership with Merck to support expanded manufacturing capacity, funded by the U.S. Department of Health and Human Services, President Biden promised "enough vaccine supply for every adult in America by the end of May" — a two-month acceleration of previous projections.
- The Biden Administration also made moves on other fronts: filling key cabinet positions, committing resources to the reunification of separated families, initiating a review of American supply chain risks, marshaling a \$1.9 trillion pandemic relief package through Congress, supporting voting rights reforms, and beginning efforts to address the need to invest in modern and sustainable American infrastructure.
- Consumer spending surged in January, led by a shift toward discretionary categories, after a disappointing December. Retail sales rose at the fastest pace in seven months, reflecting both the immediate impact of direct payments from the December COVID-19 \$900 billion relief package and pent-up consumer demand.
- Inflation expectations continued to rise as gauged by inflation breakeven rates derived from the difference between yields on fixed-rate Treasuries and those on Treasury Inflation-Protected Securities (TIPS) with comparable maturities. But actual measured inflation continued to lag behind the Federal Reserve's (Fed) average target rate of 2%.
- In congressional testimony, Fed Chair Jerome Powell commented that "the economy is a long way from employment and inflation goals" and reaffirmed the Fed's commitment to maintaining the accommodative monetary policy until the economy has recovered further from the pandemic. Near-zero interest rates and asset purchases remain in place for the foreseeable future.
- Chair Powell and other Fed governors seem to have shifted their focus on labor market conditions from narrow measures of jobs and the unemployment rate to broader labor market health measures. Though the U.S. economy added 379,000 jobs and the unemployment rate fell to 6.2% in February, the central bank is concerned that the total non-farm employment is nine million jobs lower than a year ago. Meanwhile, 18 million people are still collecting some form of unemployment benefits.
- The newest installment of a COVID-19 fiscal package, the American Rescue Plan, provides \$1.9 trillion of funding that includes \$1,400 stimulus checks to individuals, an extension of unemployment benefits, additional aid for small businesses and \$350 billion for state and local governments.

Bond Markets

- Bond market volatility surged over the month, and long-term interest rates rose as investors anticipate that strong growth will spur inflation. The result affected all financial markets with bonds, stocks and

commodities moving to the same music.

- Shorter-term yields (less than two years) remained stable, shackled by the Fed's near-zero rate policy, while the 10-year Treasury yields jumped over 30 basis points (bps). With the notable steepening of the yield curve the spread between the 2- and 10-year Treasury yields (120 bps) ended the month just shy of its widest level in five years and a far cry from the curve a year ago when spreads were 30 bps.
- The sharp upward movement in long-term rates led long-maturity securities to sink in value and depressed returns in longer-maturity portfolios. The 3-month Treasury benchmark returned 0.01%, while the 2- and 10-year indices recorded losses of 0.04% and 3.16%, respectively.

Equity Markets

- Equities rebounded in February — reaching new record highs — and weathered a minor pullback late in the month brought on by rising yields. For the month, the S&P 500 advanced 2.8% and the Nasdaq rose 1.0%; while the Dow Jones Industrial Average jumped 3.4%.
- Global equity markets rose as well, with the MSCI index of developed markets other than the U.S. up 2.57% and a broader index of all equities up 2.69%.

PFM Strategy Recap

- With the economy poised for strong growth and the pandemic receding — for now — the focus is on the Fed. Fed Chair Powell has downplayed inflation concerns, underscoring a determination to maintain an easy money policy for the time being. We think the Fed's policy will limit but not eliminate the trend to higher rates. We shifted our duration stance at the end of January to the shorter, more conservative side and recommend that portfolios be positioned to match but not exceed benchmark durations and limit out-of-benchmark maturity investments. For longer-maturity portfolios we recommend a modestly short duration.
- In the agency sector, supranational yields are attractive versus those on domestic federal agency securities whose income return versus Treasuries is nil. We recommend increasing allocations to supranationals.
- Investment-grade (IG) corporate bonds offer modest value as compared with the recent past. Yield spreads are now near multi-year lows. We prefer reduced allocations to the sector while continuing to seek attractively priced new issues selectively.
- AAA-rated asset-backed securities have experienced strong demand, although value remains sparse. Meanwhile, mortgage-backed security prepayments remain a notable headwind. We recommend trimming holdings in both sectors.
- In money markets, credit spreads widened a few basis points in February, and the short-term credit curve steepened just a bit, providing marginally better opportunities for short-term investors. But short-term Treasury Bill yields continued to fall on strong supply/demand dynamics.

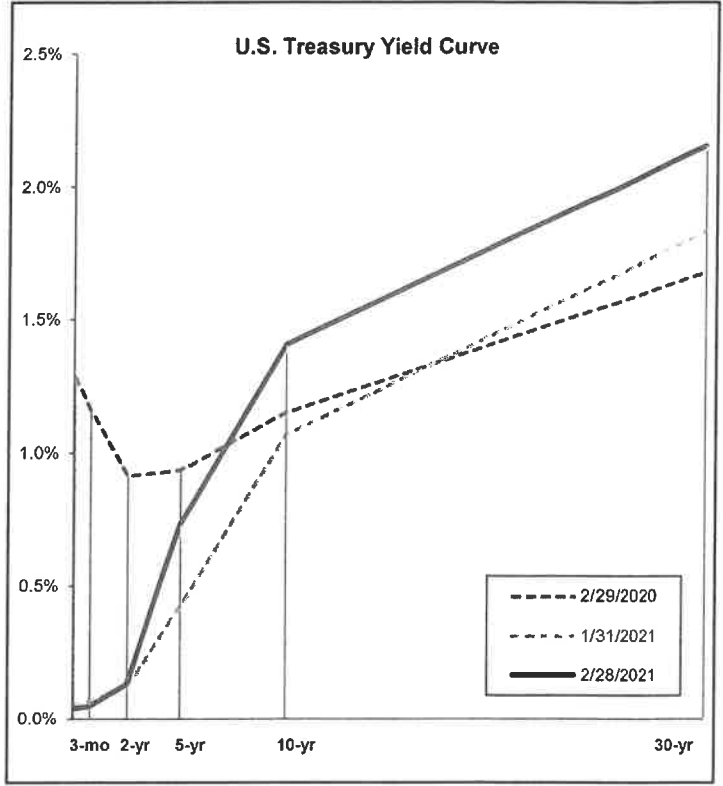
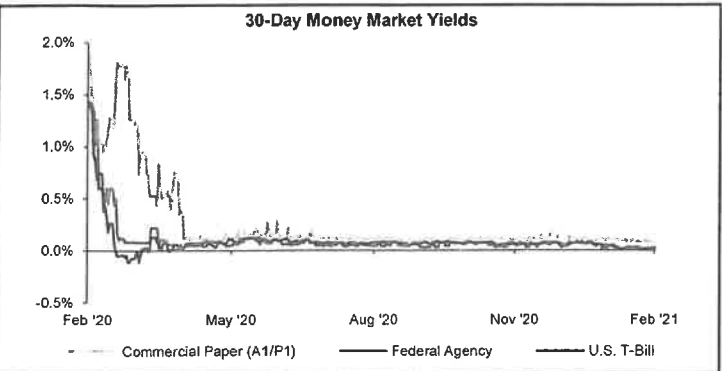
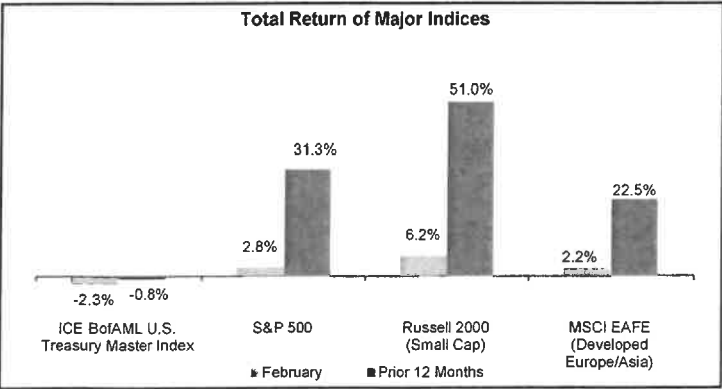
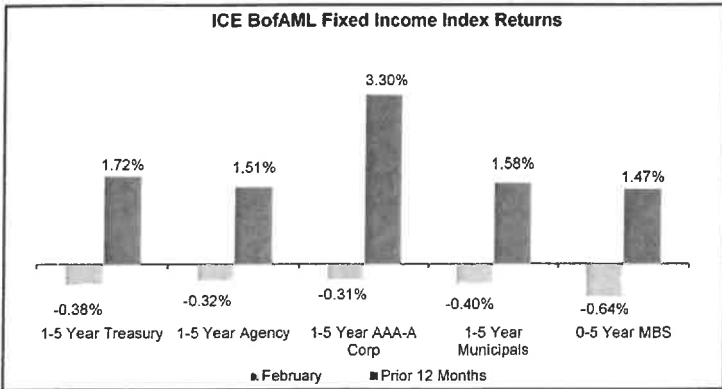
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U.S. Treasury Yields				
Duration	Feb 29, 2020	Jan 31, 2021	Feb 28, 2021	Monthly Change
3-Month	1.28%	0.05%	0.04%	-0.01%
6-Month	1.16%	0.07%	0.05%	-0.02%
2-Year	0.92%	0.11%	0.13%	0.02%
5-Year	0.94%	0.42%	0.73%	0.31%
10-Year	1.15%	1.07%	1.41%	0.34%
30-Year	1.68%	1.83%	2.15%	0.32%

Yields by Sector and Maturity as of February 28, 2021				
Maturity	U.S. Treasury	Federal Agency	Corporates-A Industrials	AAA Municipals
3-Month	0.04%	0.02%	0.18%	--
6-Month	0.05%	0.02%	0.20%	--
2-Year	0.13%	0.16%	0.31%	0.41%
5-Year	0.73%	0.72%	0.98%	0.74%
10-Year	1.41%	1.51%	2.01%	1.40%
30-Year	2.15%	2.13%	3.07%	1.97%

Spot Prices and Benchmark Rates				
Index	Feb 29, 2020	Jan 31, 2021	Feb 28, 2021	Monthly Change
1-Month LIBOR	1.52%	0.12%	0.12%	0.00%
3-Month LIBOR	1.46%	0.20%	0.19%	-0.01%
Effective Fed Funds Rate	1.58%	0.07%	0.07%	0.00%
Fed Funds Target Rate	1.75%	0.25%	0.25%	0.00%
Gold (\$/oz)	\$1,567	\$1,847	\$1,729	-\$119
Crude Oil (\$/Barrel)	\$44.76	\$52.20	\$61.50	\$9.30
U.S. Dollars per Euro	\$1.10	\$1.21	\$1.21	\$0.00

Economic Indicators				
Indicator	Release Date	Period	Actual	Survey (Median)
Retail Sales Advance MoM	17-Feb	Jan	5.3%	1.1%
Consumer Confidence	23-Feb	Feb	91.3	90.0
GDP Annualized QoQ	25-Feb	4Q S	4.1%	4.2%
PCE Core Deflator YoY	26-Feb	Jan	1.5%	1.4%
ISM Manufacturing	1-Mar	Feb	60.8	58.9
Change in Nonfarm Payrolls	5-Mar	Feb	379k	200k
Unemployment Rate	5-Mar	Feb	6.2%	6.3%



Source: Bloomberg. Data as of February 28, 2021, unless otherwise noted.

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