



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

December 31, 2025

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

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



Chief Financial Officer - Investment Officer



Mayor



City Manager



Council Member



Assistant Director of Finance - Investment Officer



Council Member

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

Summary

Quarter End Results by Investment Category:

Asset Type	September 30, 2025			December 31, 2025		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
Demand Accounts	1.00%	\$ 457,824	\$ 457,824	0.60%	\$ 387,856	\$ 387,856
MMA/MMF/Pools	4.25%	107,469,883	107,469,883	3.84%	117,095,851	117,095,851
Securities/CDs	4.35%	66,146,358	66,146,358	4.24%	49,639,040	49,639,040
Totals	4.28%	\$ 174,074,065	\$ 174,074,065	3.95%	\$ 167,122,747	\$ 167,122,747

Average Yield - Current Quarter (1)

Total Portfolio	3.95%
Rolling Three Month Treasury	3.85%
Rolling Six Month Treasury	3.89%
TexPool	3.83%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	3.95%
Rolling Three Month Treasury	3.85%
Rolling Six Month Treasury	3.89%
TexPool	3.83%

Interest Income (Approximate)

Quarterly Interest Income	\$ 1,711,655
Fiscal Year-to-date Interest Income	\$ 1,711,655

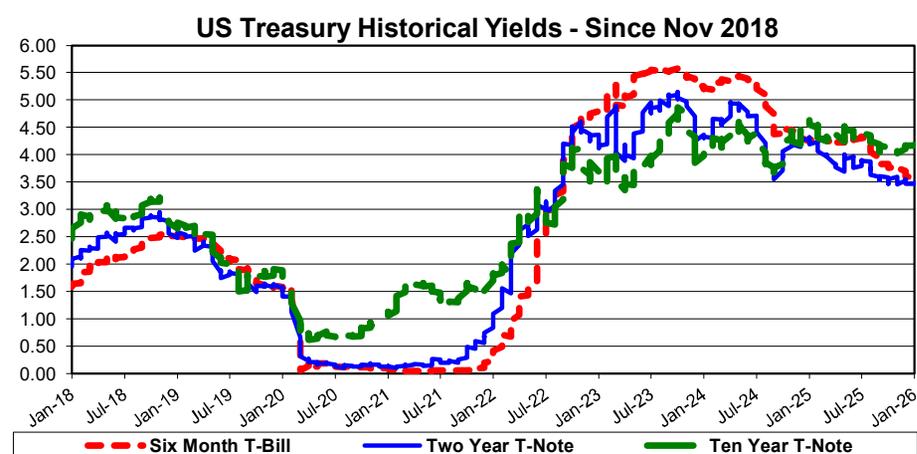
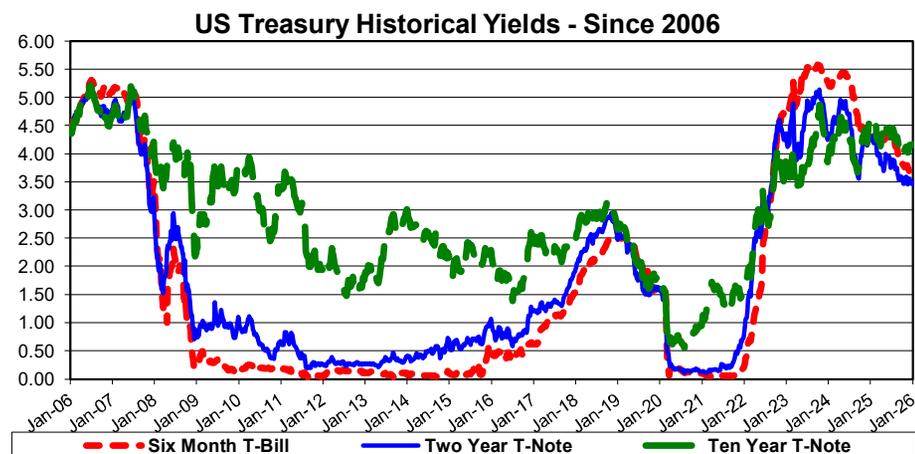
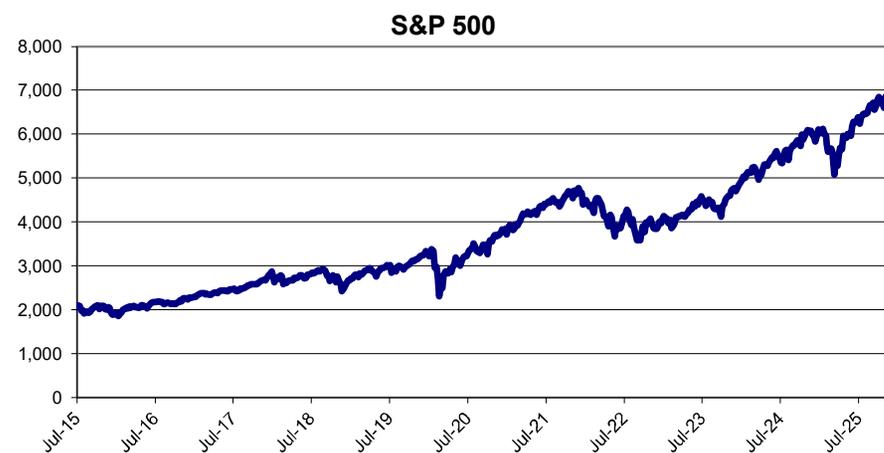
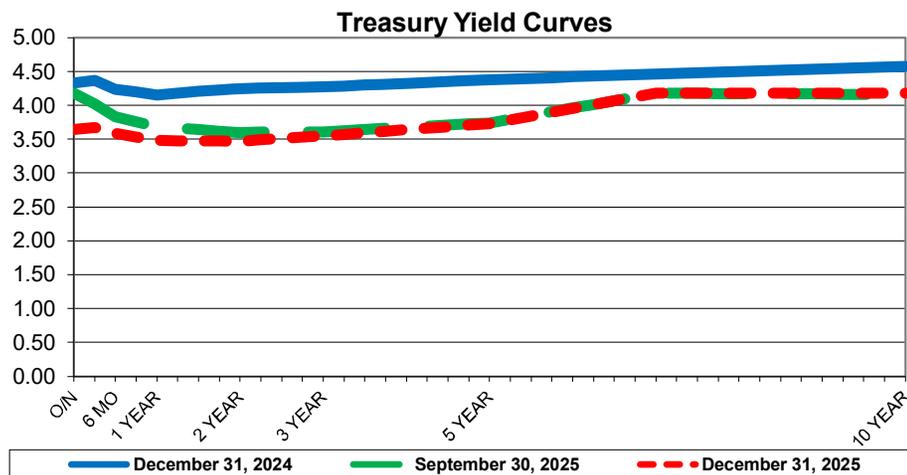
(1) **Average Yield - Current Quarter** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(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.

Economic Overview

12/31/2025

The Federal Open Market Committee (FOMC) cut the Fed Funds target again 12/10 to 3.50% - 3.75% (Effective Fed Funds trade +/-3.64%). Additional rate cuts during 2026 are uncertain, but could include one spring and one fall. December Non-Farm Payroll only added 50k (slightly below 60k expectation). 2025 averaged 49k per month. The S&P 500 Stock Index almost reached 7,000. The yield curve dips between 1 and 2 years rising thereafter. Crude Oil held steady below \$60. Inflation continues above the FOMC 2% target (Core PCE +/-2.8% September). The Markets have had muted reactions to uncertain economic and political events.



**Investment Holdings
December 31, 2025**

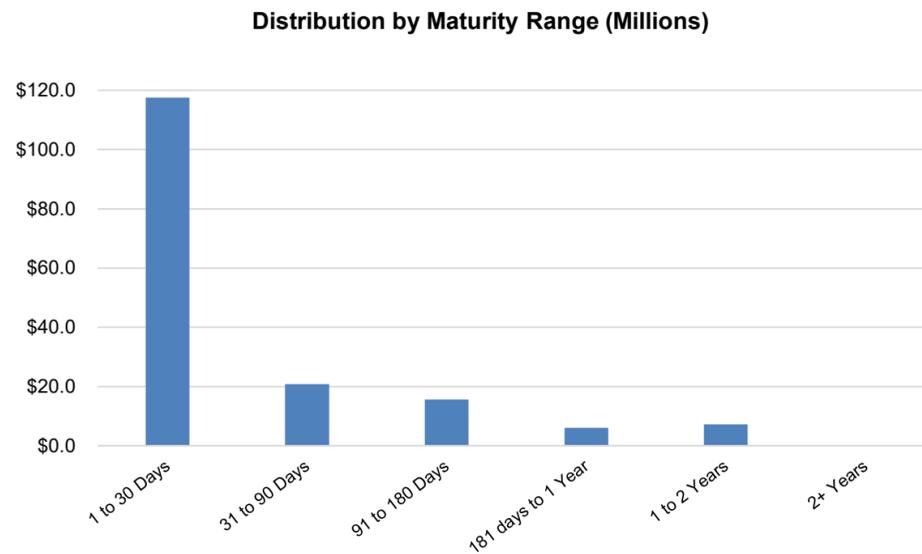
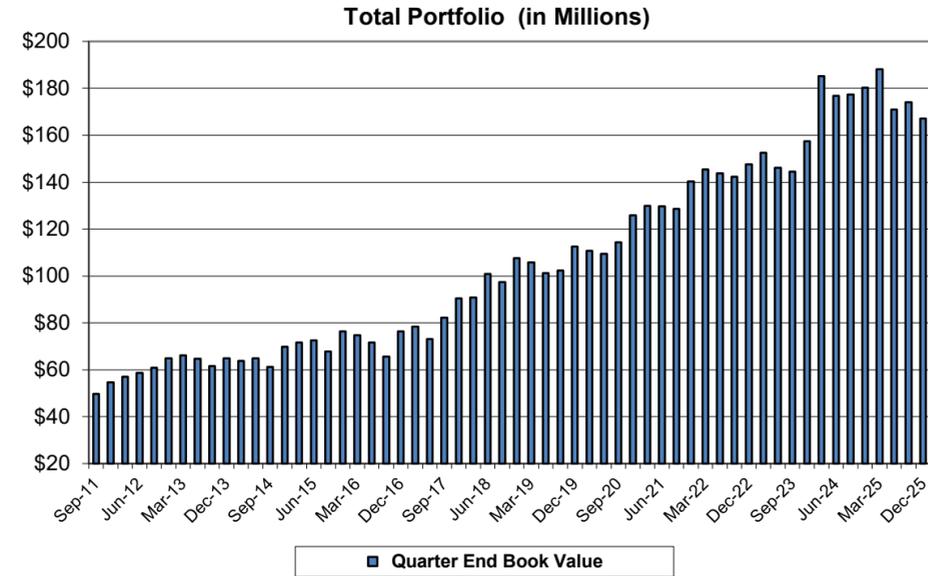
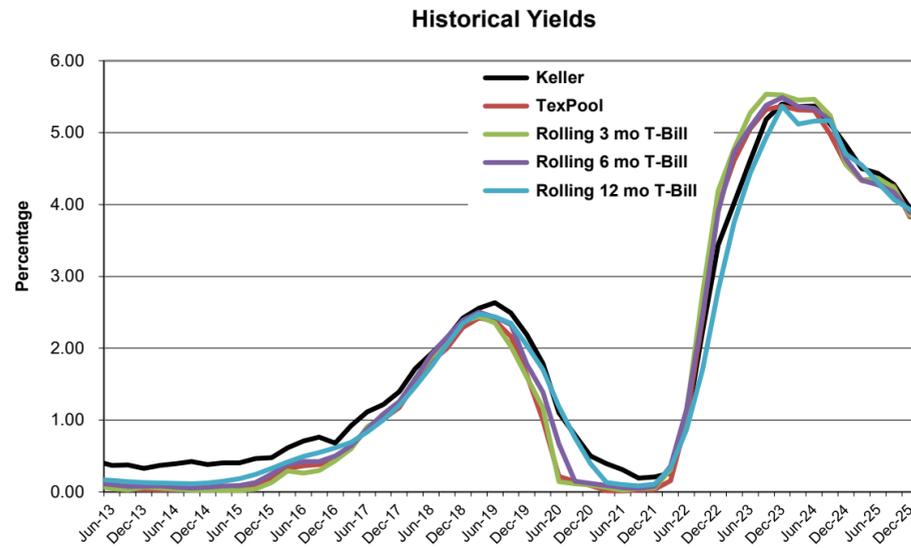
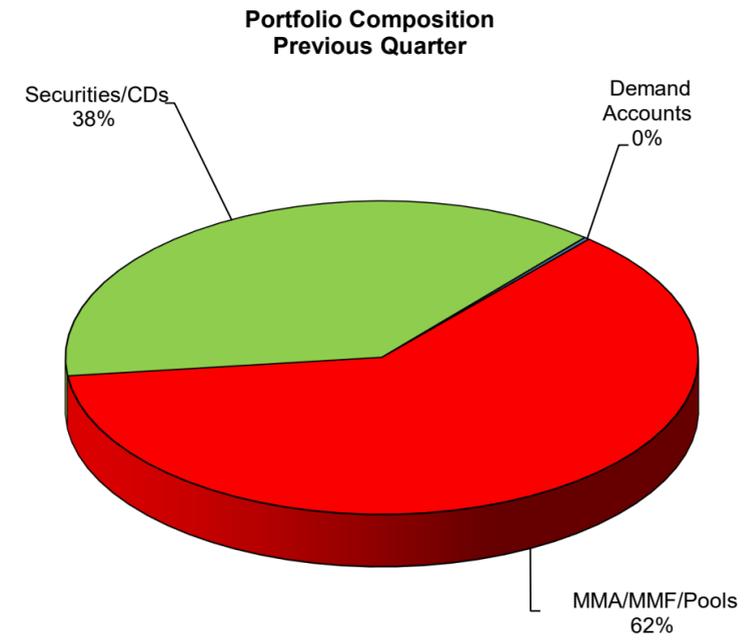
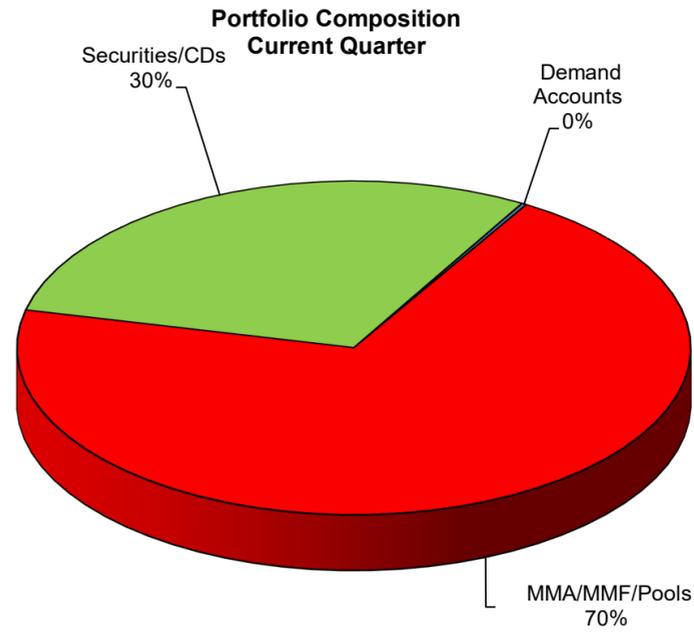


Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Face Amount/ Par Value	Book Value	Market Price	Market Value	Life (Day)	Yield
Wells Fargo Cash		0.60%	01/01/26	12/31/25	\$ 387,856	\$ 387,856	1.00	\$ 387,856	1	0.60%
Wells Fargo Sweep-MMF	AAAm	3.68%	01/01/26	12/31/25	2,303,254	2,303,254	1.00	2,303,254	1	3.68%
SSB MMA 7888		3.98%	01/01/26	12/31/25	12,975,766	12,975,766	1.00	12,975,766	1	3.98%
NexBank IntraFi MMA		3.90%	01/01/26	12/31/25	46,304,918	46,304,918	1.00	46,304,918	1	3.90%
InterBank MMA		4.05%	01/01/26	12/31/25	240,811	240,811	1.00	240,811	1	4.05%
InterBank MM-ICS		3.90%	01/01/26	12/31/25	6,978,788	6,978,788	1.00	6,978,788	1	3.90%
Veritex Bank MMA		3.39%	01/01/26	12/31/25	3,906,403	3,906,403	1.00	3,906,403	1	3.39%
Dreyfus Gov't MMF	AAAm	3.42%	01/01/26	12/31/25	5,878,003	5,878,003	1.00	5,878,003	1	3.42%
TexPool	AAAm	3.83%	01/01/26	12/31/25	38,507,908	38,507,908	1.00	38,507,908	1	3.83%
SUBTOTAL					\$ 117,483,707	\$ 117,483,707		\$ 117,483,707	1	3.83%
									(1)	(2)
East West Bank CD		4.21%	02/12/26	05/12/25	5,136,780	5,136,780	100.00	5,136,780	43	4.30%
American Nat'l Bank & Trust CDARS		4.35%	02/26/26	02/27/25	10,373,865	10,373,865	100.00	10,373,865	57	4.45%
Texas Bank & Trust CD		4.19%	03/26/26	03/26/25	5,276,435	5,276,435	100.00	5,276,435	85	4.26%
Texas Bank & Trust CD		4.19%	04/01/26	04/01/25	7,147,824	7,147,824	100.00	7,147,824	91	4.25%
East West Bank CD		4.07%	05/08/26	05/08/25	5,134,565	5,134,565	100.00	5,134,565	128	4.16%
American Nat'l Bank & Trust CDARS		4.30%	05/14/26	02/13/25	3,339,077	3,339,077	100.00	3,339,077	134	4.39%
BOK Financial Bank CDARS		3.80%	09/10/26	09/11/25	5,058,596	5,058,596	100.00	5,058,596	253	3.87%
East West Bank CD		3.63%	11/12/26	11/12/25	1,027,265	1,027,265	100.00	1,027,265	316	3.70%
Texas Bank & Trust CD		4.10%	04/03/27	04/03/25	7,144,633	7,144,633	100.00	7,144,633	458	4.16%
SUBTOTAL					\$ 49,639,040	\$ 49,639,040		\$ 49,639,040	159	4.24%
									(1)	(2)
TOTAL					\$ 167,122,747	\$ 167,122,747		\$ 167,122,747	48	3.95%
									(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.

(3) **Earnings Credit Rate** - The City's Frost DDA accrues earnings credit to offset service charges and fees. No hard interest is paid.



Book & Market Value Comparison



Issuer/Description	Yield	Maturity Date	Book Value 09/30/25	Increases	Decreases	Book Value 12/31/25	Market Value 09/30/25	Change in Market Value	Market Value 12/31/25
Wells Fargo Cash	0.60%	01/01/26	\$ 457,824	\$ –	\$ (69,968)	\$ 387,856	\$ 457,824	\$ (69,968)	\$ 387,856
Wells Fargo Sweep-MMF	3.68%	01/01/26	3,400,147	–	(1,096,893)	2,303,254	3,400,147	(1,096,893)	2,303,254
SSB MMA 7888	3.98%	01/01/26	12,844,011	131,754	–	12,975,766	12,844,011	131,754	12,975,766
NexBank IntraFi MMA	3.90%	01/01/26	45,828,258	476,660	–	46,304,918	45,828,258	476,660	46,304,918
InterBank MMA	4.05%	01/01/26	240,896	–	(85)	240,811	240,896	(85)	240,811
InterBank MM-ICS	3.90%	01/01/26	6,902,817	75,971	–	6,978,788	6,902,817	75,971	6,978,788
Veritex Bank MMA	3.39%	01/01/26	3,869,742	36,661	–	3,906,403	3,869,742	36,661	3,906,403
Dreyfus Gov't MMF	3.42%	01/01/26	5,823,358	54,645	–	5,878,003	5,823,358	54,645	5,878,003
TexPool	3.83%	01/01/26	28,560,654	9,947,255	–	38,507,908	28,560,654	9,947,255	38,507,908
Texas Bank & Trust CD	4.34%	10/01/25	3,000,000	–	(3,000,000)	–	3,000,000	(3,000,000)	–
BOK Financial Bank CDARS	5.35%	10/02/25	5,546,938	–	(5,546,938)	–	5,546,938	(5,546,938)	–
Bank OZK CD	4.30%	10/29/25	5,159,101	–	(5,159,101)	–	5,159,101	(5,159,101)	–
East West Bank CD	4.45%	11/12/25	1,017,066	–	(1,017,066)	–	1,017,066	(1,017,066)	–
East West Bank CD	4.25%	12/29/25	3,317,713	–	(3,317,713)	–	3,317,713	(3,317,713)	–
East West Bank CD	4.30%	02/12/26	5,082,563	54,218	–	5,136,780	5,082,563	54,218	5,136,780
American Nat'l Bank & Trust CDARS	4.45%	02/26/26	10,260,751	113,115	–	10,373,865	10,260,751	113,115	10,373,865
Texas Bank & Trust CD	4.26%	03/26/26	5,221,886	54,549	–	5,276,435	5,221,886	54,549	5,276,435
Texas Bank & Trust CD	4.25%	04/01/26	7,073,124	74,700	–	7,147,824	7,073,124	74,700	7,147,824
East West Bank CD	4.16%	05/08/26	5,082,138	52,427	–	5,134,565	5,082,138	52,427	5,134,565
American Nat'l Bank & Trust CDARS	4.39%	05/14/26	3,303,112	35,965	–	3,339,077	3,303,112	35,965	3,339,077
BOK Financial Bank CDARS	3.87%	09/10/26	5,010,414	48,182	–	5,058,596	5,010,414	48,182	5,058,596
East West Bank CD	3.70%	11/12/26	–	1,027,265	–	1,027,265	–	1,027,265	1,027,265
Texas Bank & Trust CD	4.16%	04/03/27	7,071,553	73,079	–	7,144,633	7,071,553	73,079	7,144,633
TOTAL/ AVERAGE	3.95%		\$ 174,074,065	\$ 12,256,445	\$ (19,207,763)	\$ 167,122,747	\$ 174,074,065	\$ (6,951,318)	\$ 167,122,747

Allocation
December 31, 2025



Book and Market Value	Investment Total	Consolidated (Pooled)	CCPD	Non-Profit Trust	2017 CO's	2024 CO's
Wells Fargo Cash	\$ 387,856	\$ 8,163	\$ -	\$ 9,504	\$ -	\$ -
Wells Fargo Sweep-MMF	2,303,254	2,303,254	-	-	-	-
SSB MMA 7888	12,975,766	12,975,766	-	-	-	-
NexBank ICS Savings	46,304,918	45,563,101	-	-	741,817	-
InterBank MMA	240,811	240,811	-	-	-	-
InterBank MMA-ICS	6,978,788	6,978,788	-	-	-	-
Veritex Bank MMA	3,906,403	3,906,403	-	-	-	-
Dreyfus Gov't MMF	5,878,003	-	-	-	-	-
TexPool	38,507,908	21,104,341	1,059,668	662,347	1,242,284	32,176
02/12/26–East West Bank CD	5,136,780	-	-	-	-	-
02/26/26–American Nat'l Bank & Trust CDARS	10,373,865	10,373,865	-	-	-	-
03/26/26–Texas Bank & Trust CD	5,276,435	-	-	-	-	-
04/01/26–Texas Bank & Trust CD	7,147,824	7,147,824	-	-	-	-
05/08/26–East West Bank CD	5,134,565	5,134,565	-	-	-	-
05/14/26–American Nat'l Bank & Trust CDARS	3,339,077	3,339,077	-	-	-	-
09/10/26–BOK Financial Bank CDARS	5,058,596	5,058,596	-	-	-	-
11/12/26–East West Bank CD	1,027,265	-	1,027,265	-	-	-
04/03/27–Texas Bank & Trust CD	7,144,633	7,144,633	-	-	-	-
Totals	\$ 167,122,747	\$ 131,279,186	\$ 2,086,933	\$ 671,850	\$ 1,984,101	\$ 32,176

Allocation
December 31, 2025

(Continued)



Book and Market Value	2024A CO's	TWDB 2020C	2023 SWIFT Bonds	ARPA/CLFR funds	Self-Insurance Fund	Unreimbursed Medical
Wells Fargo Cash	\$ -	\$ -	\$ -	\$ -	\$ 327,976	\$ 42,214
Wells Fargo Sweep-MMF	-	-	-	-	-	-
SSB MMA 7888	-	-	-	-	-	-
NexBank ICS Savings	-	-	-	-	-	-
InterBank MMA	-	-	-	-	-	-
InterBank MMA-ICS	-	-	-	-	-	-
Veritex Bank MMA	-	-	-	-	-	-
Dreyfus Gov't MMF	-	1,499,926	4,378,077	-	-	-
TexPool	8,763,751	-	-	3,759,471	1,883,870	-
02/12/26–East West Bank CD	-	-	-	-	5,136,780	-
02/26/26–American Nat'l Bank & Trust CDARS	-	-	-	-	-	-
03/26/26–Texas Bank & Trust CD	5,276,435	-	-	-	-	-
04/01/26–Texas Bank & Trust CD	-	-	-	-	-	-
05/08/26–East West Bank CD	-	-	-	-	-	-
05/14/26–American Nat'l Bank & Trust CDARS	-	-	-	-	-	-
09/10/26–BOK Financial Bank CDARS	-	-	-	-	-	-
11/12/26–East West Bank CD	-	-	-	-	-	-
04/03/27–Texas Bank & Trust CD	-	-	-	-	-	-
Totals	\$ 14,040,186	\$ 1,499,926	\$ 4,378,077	\$ 3,759,471	\$ 7,348,627	\$ 42,214

Allocation
September 30, 2025



Book and Market Value	Investment Total	Consolidated (Pooled)	CCPD	Non-Profit Trust	2017 CO's	2024 CO's
Wells Fargo Cash	\$ 457,824	\$ 23,680	\$ -	\$ 500	\$ -	\$ -
Wells Fargo Sweep-MMF	3,400,147	3,400,147	-	-	-	-
SSB MMA 7888	12,844,011	12,844,011	-	-	-	-
NexBank ICS Savings	45,828,258	45,094,077	-	-	734,181	-
InterBank MMA	240,896	240,896	-	-	-	-
InterBank MMA-ICS	6,902,817	6,902,817	-	-	-	-
Veritex Bank MMA	3,869,742	3,869,742	-	-	-	-
Dreyfus Gov't MMF	5,823,358	-	-	-	-	-
TexPool	28,560,654	5,648,732	1,891,413	663,426	1,277,921	3,539,216
10/01/25-Texas Bank & Trust CD	3,000,000	-	-	-	-	3,000,000
10/02/25-BOK Financial Bank CDARS	5,546,938	5,546,938	-	-	-	-
10/29/25-Bank OZK CD	5,159,101	5,159,101	-	-	-	-
11/12/25-East West Bank CD	1,017,066	-	1,017,066	-	-	-
12/29/25-East West Bank CD	3,317,713	3,317,713	-	-	-	-
02/12/26-East West Bank CD	5,082,563	-	-	-	-	-
02/26/26-American Nat'l Bank & Trust CDARS	10,260,751	10,260,751	-	-	-	-
03/26/26-Texas Bank & Trust CD	5,221,886	-	-	-	-	-
04/01/26-Texas Bank & Trust CD	7,073,124	7,073,124	-	-	-	-
05/08/26-East West Bank CD	5,082,138	5,082,138	-	-	-	-
05/14/26-American Nat'l Bank & Trust CDARS	3,303,112	3,303,112	-	-	-	-
09/10/26-BOK Financial Bank CDARS	5,010,414	5,010,414	-	-	-	-
04/03/27-Texas Bank & Trust CD	7,071,553	7,071,553	-	-	-	-
Totals	\$ 174,074,065	\$ 129,848,946	\$ 2,908,479	\$ 663,926	\$ 2,012,102	\$ 6,539,216

Allocation
September 30, 2025

(Continued)



Book and Market Value	2024A CO's	TWDB 2020C	2023 SWIFT Bonds	ARPA/CLFR funds	Self-Insurance Fund	Unreimbursed Medical
Wells Fargo Cash	\$ —	\$ —	\$ —	\$ —	\$ 384,400	\$ 49,244
Wells Fargo Sweep-MMF	—	—	—	—	—	—
SSB MMA 7888	—	—	—	—	—	—
NexBank ICS Savings	—	—	—	—	—	—
InterBank MMA	—	—	—	—	—	—
InterBank MMA-ICS	—	—	—	—	—	—
Veritex Bank MMA	—	—	—	—	—	—
Dreyfus Gov't MMF	—	1,485,982	4,337,376	—	—	—
TexPool	9,192,555	—	—	4,184,152	2,163,239	—
10/01/25–Texas Bank & Trust CD	—	—	—	—	—	—
10/02/25–BOK Financial Bank CDARS	—	—	—	—	—	—
10/29/25–Bank OZK CD	—	—	—	—	—	—
11/12/25–East West Bank CD	—	—	—	—	—	—
12/29/25–East West Bank CD	—	—	—	—	—	—
02/12/26–East West Bank CD	—	—	—	—	5,082,563	—
02/26/26–American Nat'l Bank & Trust CDARS	—	—	—	—	—	—
03/26/26–Texas Bank & Trust CD	5,221,886	—	—	—	—	—
04/01/26–Texas Bank & Trust CD	—	—	—	—	—	—
05/08/26–East West Bank CD	—	—	—	—	—	—
05/14/26–American Nat'l Bank & Trust CDARS	—	—	—	—	—	—
09/10/26–BOK Financial Bank CDARS	—	—	—	—	—	—
04/03/27–Texas Bank & Trust CD	—	—	—	—	—	—
Totals	\$ 14,414,441	\$ 1,485,982	\$ 4,337,376	\$ 4,184,152	\$ 7,630,202	\$ 49,244

**Investment Policy Compliance
December 31, 2025**



Authorized Investments	Maximum %	Actual Market Value	% of Portfolio	Status
Financial Institution Deposits	80%	\$ 50,026,896	30%	Pass
Repurchase Agreements	40%	–	0%	N/A
Money Market Bank Accounts	80%	70,406,686	42%	Pass
U.S. Treasury Notes/Bonds/Bills	100%	–	0%	N/A
U.S. Agencies	80%	–	0%	N/A
Money Market Mutual Funds	40%	8,181,257	5%	Pass
Local Gov't Investment Pools	80%	38,507,908	23%	Pass
State or Municipal Obligations	40%	–	0%	N/A
Total		\$ 167,122,747	100%	