



# **Brazos River Authority**

## **Quarterly Investment Report**

**For the Quarter Ended**

**November 30, 2023**

**Prepared by**

**Valley View Consulting, L.L.C.**

The investment portfolio of the Brazos River Authority is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.

---

Chief Financial Officer

---

Cash and Debt Manager

---

Controller

These reports were compiled using information provided by the Brazos River Authority. 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	August 31, 2023		November 30, 2023		Ave. Yield
	Book Value	Market Value	Book Value	Market Value	
DDA/MMA/Pools/MMF	\$ 89,011,861	\$ 89,011,861	\$ 55,420,552	\$ 55,420,552	5.63%
Securities/CDs	63,001,182	63,001,182	119,000,451	119,000,451	5.44%
<b>Totals</b>	<b>\$ 152,013,042</b>	<b>\$ 152,013,042</b>	<b>\$ 174,421,003</b>	<b>\$ 174,421,003</b>	5.50%

Average Yield for Current Quarter (1)		Fiscal Year-to-Date Average Yield (2)	
Total Portfolio	5.50%	Total Portfolio	5.50%
Rolling Six Month Treasury	5.50%	Rolling Six Month Treasury	5.50%

Interest Earnings (Approximate)	
Quarter	\$ 2,251,666
Fiscal YTD	\$ 2,251,666

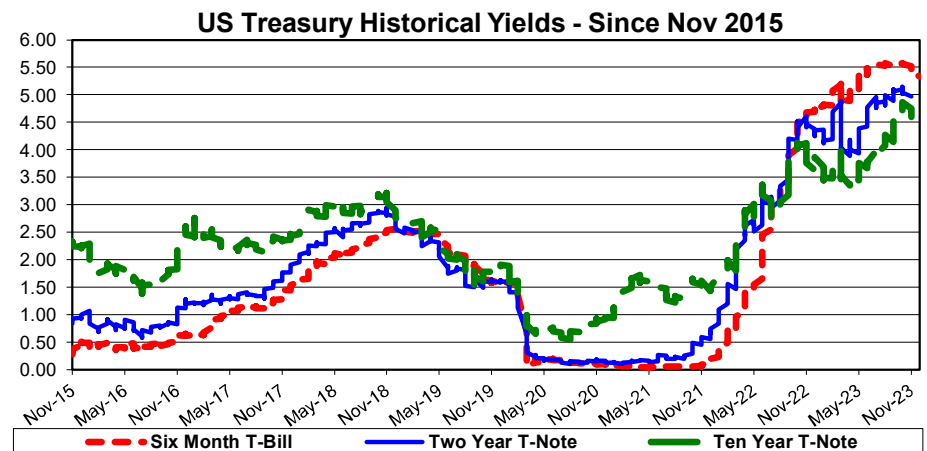
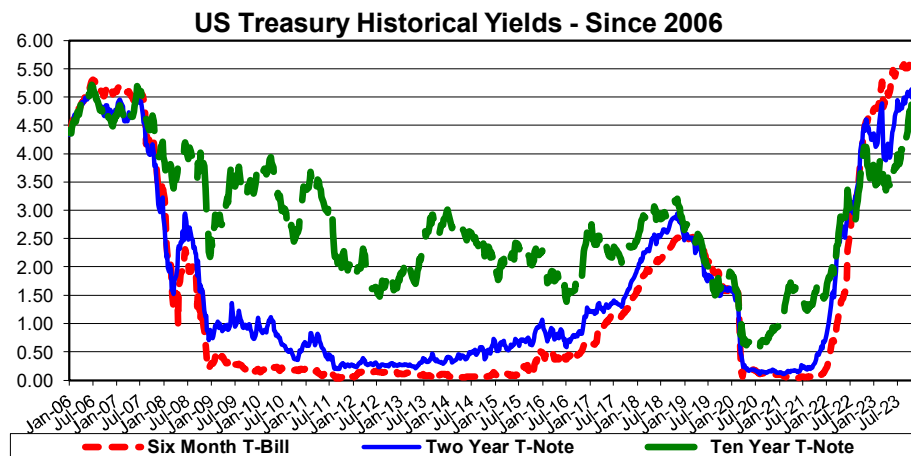
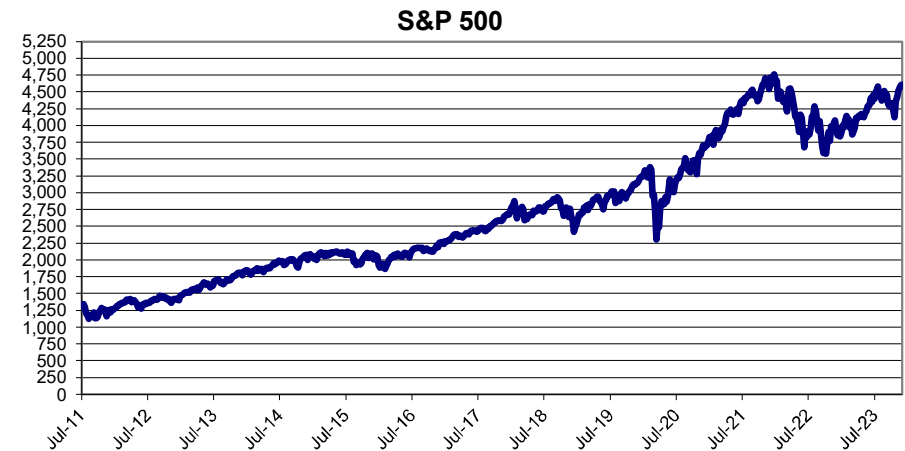
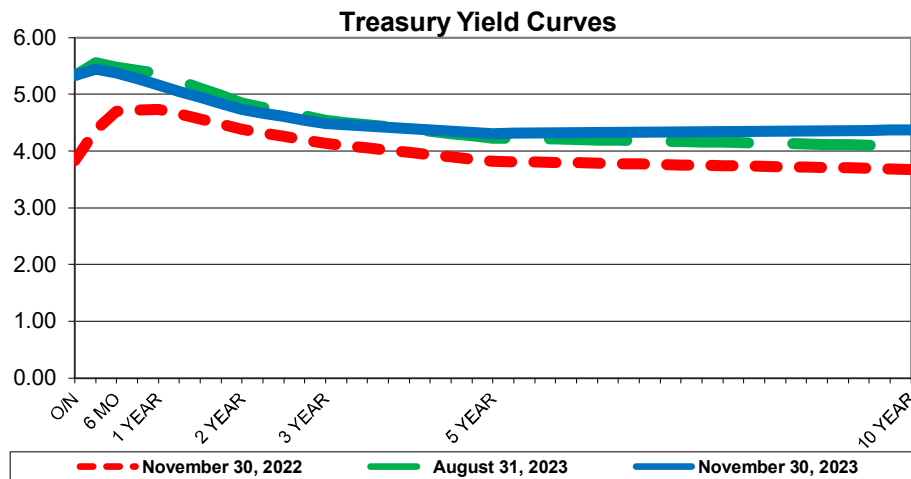
(1) **Current Quarter Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(2) **Fiscal Year-to-Date Average Yield** - 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

11/30/2023

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). Any additional actions, up or down, will be data-dependent. Second Estimate - Third Quarter 2023 GDP revised upward to 5.2%. November Non-Farm Payroll posted 199k new jobs (above the estimated 180k). The Three Month Rolling Average held steady at 204k. The S&P 500 Stock Index is trading over 4,500. The short-end of the yield curve drifted lower as interest rates may have peaked. Crude Oil declined to +/- \$71 per barrel. Inflation continued to decline but still remained above the FOMC 2% target (Core PCE +/-3.7% and CPI +/-4.0%). The slowing China and German economies and the Ukrainian/Russian and Israeli/Hamas conflicts present additional challenges.



**Investment Holdings**  
**November 30, 2023**

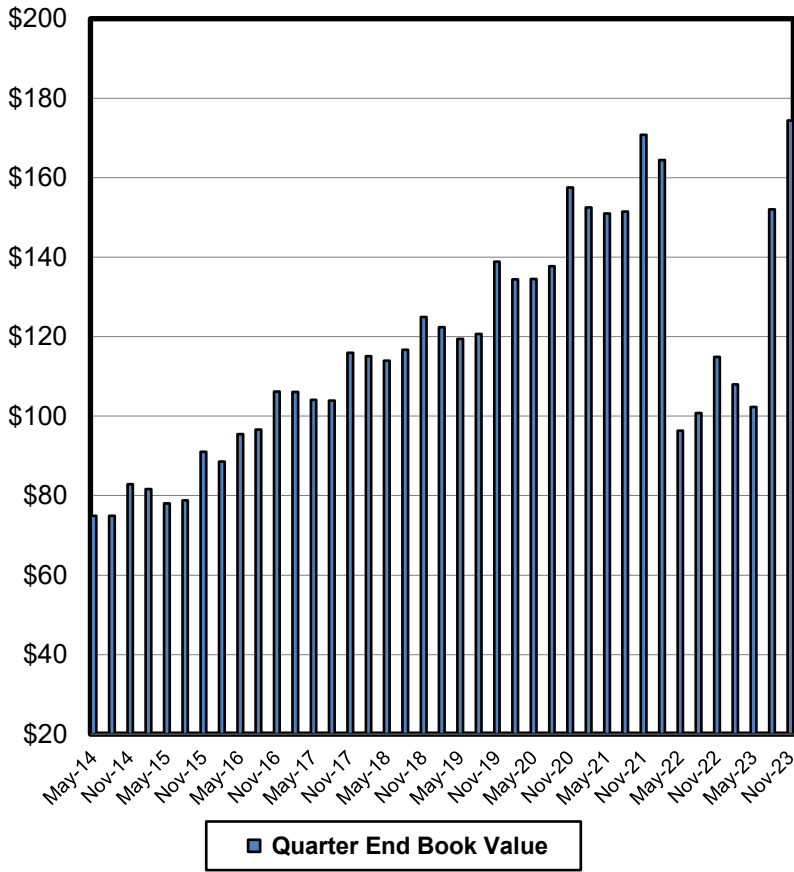
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Original Face/ Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Wells Fargo Disbursement		0.00%	12/01/23	11/30/23	\$ (846,940)	\$ (846,940)	1.000	\$ (846,940)	1	0.00%
Graham Savings		0.20%	12/01/23	11/30/23	108,012	108,012	1.000	108,012	1	0.20%
Southside Bank MMA		5.43%	12/01/23	11/30/23	7,316,532	7,316,532	1.000	7,316,532	1	5.43%
Veritex Bank MMA		5.33%	12/01/23	11/30/23	1,672,044	1,672,044	1.000	1,672,044	1	5.33%
NexBank MMA		5.60%	12/01/23	11/30/23	45,670,215	45,670,215	1.000	45,670,215	1	5.60%
Alliance Bank MMA		3.50%	12/01/23	11/30/23	52,036	52,036	1.000	52,036	1	3.50%
Wells Fargo MMF		5.23%	12/01/23	11/30/23	889,387	889,387	1.000	889,387	1	5.23%
TexPool	AAAm	5.37%	12/01/23	11/30/23	559,265	559,265	1.000	559,265	1	5.37%
East West Bank CD		4.80%	12/01/23	12/02/22	5,245,147	5,245,147	100.000	5,245,147	1	4.92%
Alliance Bank CD		5.15%	01/10/24	01/10/23	5,195,079	5,195,079	100.000	5,195,079	41	5.25%
East West Bank CD		5.81%	02/12/24	11/10/23	5,016,740	5,016,740	100.000	5,016,740	74	5.98%
Alliance Bank CD		3.50%	02/16/24	08/17/22	5,222,984	5,222,984	100.000	5,222,984	78	3.55%
East West Bank CD		5.71%	03/18/24	09/18/23	10,525,221	10,525,221	100.000	10,525,221	109	5.88%
Alliance Bank CD		4.50%	04/12/24	10/13/22	5,449,147	5,449,147	100.000	5,449,147	134	4.58%
The First Nat'l Bank of Central Texas CD		4.95%	04/24/24	04/24/23	5,108,500	5,108,500	100.000	5,108,500	146	5.04%
Alliance Bank CD		5.50%	05/17/24	05/17/23	5,265,540	5,265,540	100.000	5,265,540	169	5.61%
East West Bank CD		5.50%	07/25/24	07/25/23	6,352,768	6,352,768	100.000	6,352,768	238	5.65%
Origin Bank CD		4.96%	10/25/24	04/25/23	5,125,113	5,125,113	100.000	5,125,113	330	5.05%
Bank OZK CD		5.50%	11/13/24	11/13/23	10,000,000	10,000,000	100.000	10,000,000	349	5.65%
Veritex Bank CD		5.56%	11/18/24	08/18/23	5,070,399	5,070,399	100.000	5,070,399	354	5.70%
Bank OZK CD		5.47%	12/19/24	09/19/23	5,045,914	5,045,914	100.000	5,045,914	385	5.62%
Bank OZK CD		5.47%	01/02/25	09/27/23	5,045,914	5,045,914	100.000	5,045,914	399	5.62%
Wallis Bank CD		5.68%	02/14/25	11/15/23	5,000,000	5,000,000	100.000	5,000,000	442	5.80%
Bank OZK CD		5.45%	03/19/25	09/19/23	5,045,746	5,045,746	100.000	5,045,746	475	5.60%
Bank OZK CD		5.45%	04/01/25	09/27/23	5,045,746	5,045,746	100.000	5,045,746	488	5.60%
Bank OZK CD		5.37%	04/17/25	10/17/23	5,022,855	5,022,855	100.000	5,022,855	504	5.52%
Wallis Bank CD		5.65%	05/16/25	11/15/23	10,000,000	10,000,000	100.000	10,000,000	533	5.77%
Alliance Bank CD		5.50%	11/24/25	11/24/23	5,217,638	5,217,638	100.000	5,217,638	725	5.61%
<b>TOTAL / AVERAGE</b>					<b>\$ 174,421,003</b>	<b>\$ 174,421,003</b>		<b>\$ 174,421,003</b>	<b>205</b>	<b>5.50%</b>

(1) (2)

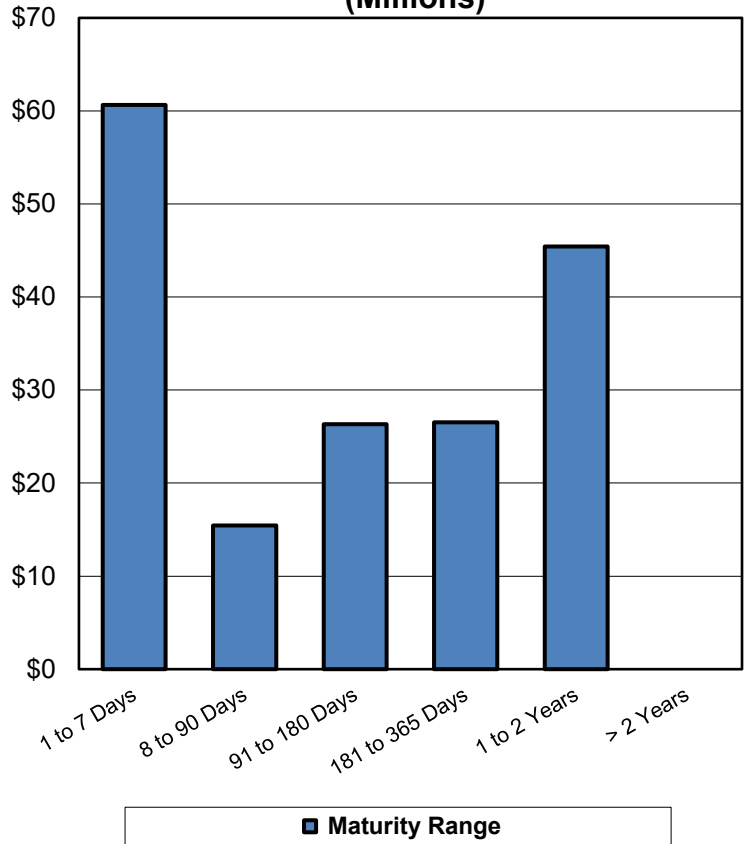
(1) Weighted average life - For purposes of calculating weighted average life bank, pool, and money market investments are assumed to mature the next business day.

(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, pool, and money market investments.

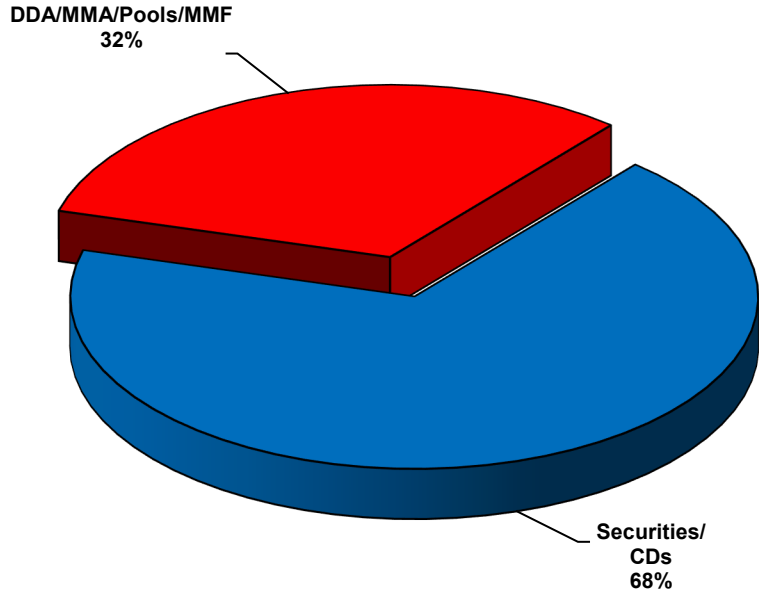
**Total Portfolio (Millions)**



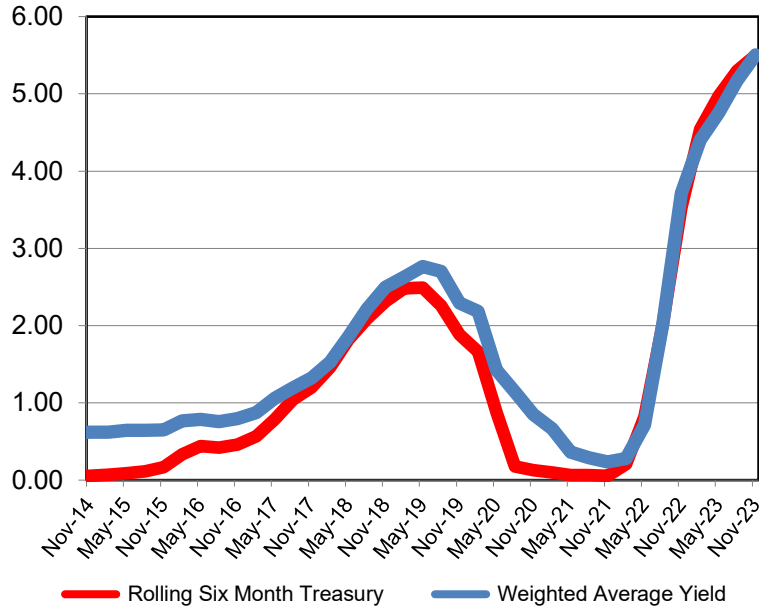
**Book Value Maturity Distribution (Millions)**



**Portfolio Composition**



**Total Portfolio Performance**



## Book & Market Value Comparison

Issuer/Description	Rating	Yield	Maturity Date	Book Value 08/31/23	Increases	Decreases	Book Value 11/30/23	Market Value 08/31/23	Change in Market Value	Market Value 11/30/23
Wells Fargo Disbursement		0.00%	12/01/23	\$ 118,245	\$ —	\$ (965,185)	\$ (846,940)	\$ 118,245	\$ (965,185)	\$ (846,940)
Graham Savings		0.20%	12/01/23	107,957	54	—	108,012	107,957	54	108,012
Southside Bank MMA		5.43%	12/01/23	7,218,947	97,586	—	7,316,532	7,218,947	97,586	7,316,532
Veritex Bank MMA		5.33%	12/01/23	1,650,021	22,024	—	1,672,044	1,650,021	22,024	1,672,044
NexBank MMA		5.60%	12/01/23	71,736,768	—	(26,066,552)	45,670,215	71,736,768	(26,066,552)	45,670,215
Alliance Bank MMA		3.50%	12/01/23	88,690	—	(36,654)	52,036	88,690	(36,654)	52,036
Wells Fargo MMF		5.23%	12/01/23	7,539,364	—	(6,649,977)	889,387	7,539,364	(6,649,977)	889,387
TexPool	AAAm	5.37%	12/01/23	551,870	7,395	—	559,265	551,870	7,395	559,265
East West Bank CD		3.94%	09/18/23	10,385,015	—	(10,385,015)	—	10,385,015	(10,385,015)	—
Alliance Bank CD		3.47%	11/24/23	5,172,499	—	(5,172,499)	—	5,172,499	(5,172,499)	—
East West Bank CD		4.92%	12/01/23	5,182,756	62,391	—	5,245,147	5,182,756	62,391	5,245,147
Alliance Bank CD		5.25%	01/10/24	5,128,507	66,572	—	5,195,079	5,128,507	66,572	5,195,079
East West Bank CD		5.98%	02/12/24	—	5,016,740	—	5,016,740	—	5,016,740	5,016,740
Alliance Bank CD		3.55%	02/16/24	5,177,310	45,674	—	5,222,984	5,177,310	45,674	5,222,984
East West Bank CD		5.88%	03/18/24	—	10,525,221	—	10,525,221	—	10,525,221	10,525,221
Alliance Bank CD		4.58%	04/12/24	5,388,033	61,114	—	5,449,147	5,388,033	61,114	5,449,147
The First Nat'l Bank of Central Texas CD		5.04%	04/24/24	5,045,432	63,068	—	5,108,500	5,045,432	63,068	5,108,500
Alliance Bank CD		5.61%	05/17/24	5,193,542	71,998	—	5,265,540	5,193,542	71,998	5,265,540
East West Bank CD		5.65%	07/25/24	6,266,258	86,510	—	6,352,768	6,266,258	86,510	6,352,768
Origin Bank CD		5.05%	10/25/24	5,061,830	63,283	—	5,125,113	5,061,830	63,283	5,125,113
Bank OZK CD		5.65%	11/13/24	—	10,000,000	—	10,000,000	—	10,000,000	10,000,000
Veritex Bank CD		5.70%	11/18/24	5,000,000	70,399	—	5,070,399	5,000,000	70,399	5,070,399
Bank OZK CD		5.62%	12/19/24	—	5,045,914	—	5,045,914	—	5,045,914	5,045,914
Bank OZK CD		5.62%	01/02/25	—	5,045,914	—	5,045,914	—	5,045,914	5,045,914
Wallis Bank CD		5.80%	02/14/25	—	5,000,000	—	5,000,000	—	5,000,000	5,000,000
Bank OZK CD		5.60%	03/19/25	—	5,045,746	—	5,045,746	—	5,045,746	5,045,746
Bank OZK CD		5.60%	04/01/25	—	5,045,746	—	5,045,746	—	5,045,746	5,045,746
Bank OZK CD		5.52%	04/17/25	—	5,022,855	—	5,022,855	—	5,022,855	5,022,855
Wallis Bank CD		5.77%	05/16/25	—	10,000,000	—	10,000,000	—	10,000,000	10,000,000
Alliance Bank CD		5.61%	11/24/25	—	5,217,638	—	5,217,638	—	5,217,638	5,217,638
<b>TOTAL / AVERAGE</b>		<b>5.50%</b>		<b>\$ 152,013,042</b>	<b>\$ 71,683,842</b>	<b>\$ (49,275,882)</b>	<b>\$ 174,421,003</b>	<b>\$ 152,013,042</b>	<b>\$ 22,407,960</b>	<b>\$ 174,421,003</b>

**Allocation - Book Value & Market Value  
November 30, 2023**

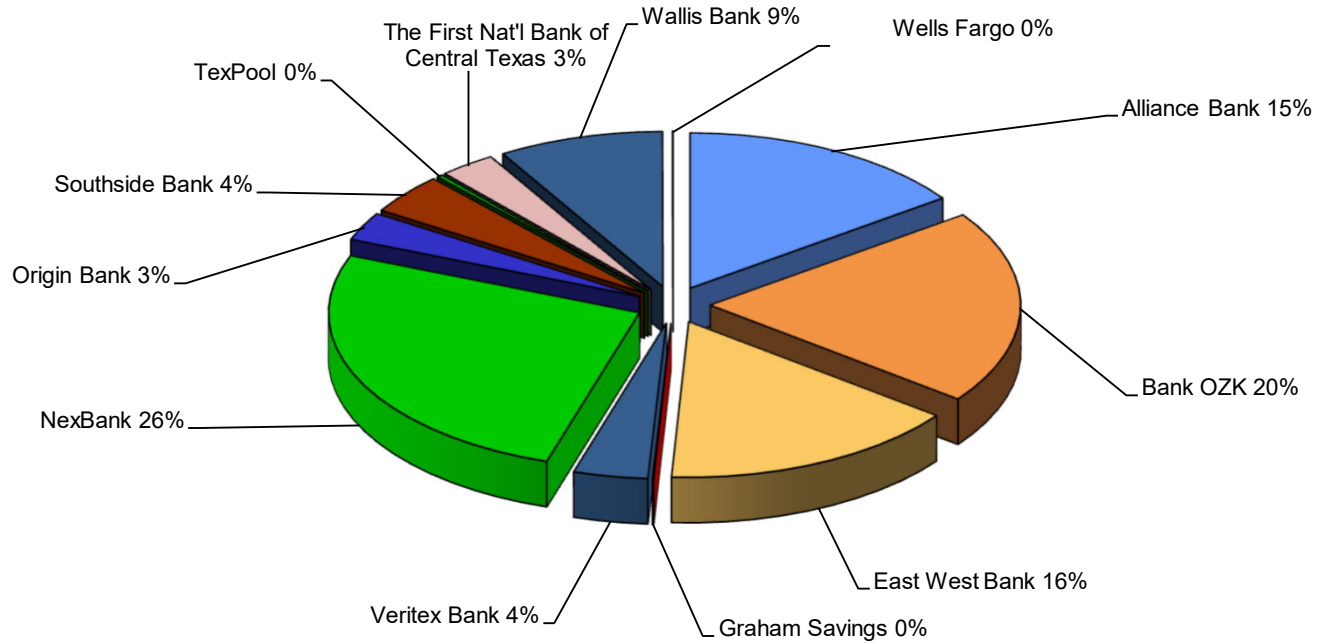
<b>Description</b>	<b>Portfolio Total</b>	<b>Current Operating</b>	<b>Operating Reserve</b>	<b>Bond Proceeds</b>	<b>Bond Reserve</b>	<b>Debt Service</b>	<b>Repair and Replacement</b>
Wells Fargo Disbursement	\$ (846,940)	\$ (846,940)	\$ —	\$ —	\$ —	\$ —	\$ —
Graham Savings	108,012	108,012	—	—	—	—	—
Southside Bank MMA	7,316,532	—	4,518,470	1,534,610	887,036	376,417	—
Veritex Bank MMA	1,672,044	—	1,672,044	—	—	—	—
NexBank MMA	45,670,215	—	45,670,215	—	—	—	—
Alliance Bank MMA	52,036	—	52,036	—	—	—	—
Wells Fargo MMF	889,387	889,387	—	—	—	—	—
TexPool	559,265	559,265	—	—	—	—	—
12/01/23—East West Bank CD	5,245,147	—	4,185,627	—	—	—	1,059,520
01/10/24—Alliance Bank CD	5,195,079	—	1,660,347	—	1,456,700	—	2,078,032
02/12/24—East West Bank CD	5,016,740	—	3,092,319	—	—	1,924,422	—
02/16/24—Alliance Bank CD	5,222,984	—	5,222,984	—	—	—	—
03/18/24—East West Bank CD	10,525,221	—	10,525,221	—	—	—	—
04/12/24—Alliance Bank CD	5,449,147	—	3,998,671	—	—	—	1,450,476
04/24/24—The First Nat'l Bank of Central Texas CD	5,108,500	—	5,108,500	—	—	—	—
05/17/24—Alliance Bank CD	5,265,540	—	5,265,540	—	—	—	—
07/25/24—East West Bank CD	6,352,768	42,886	5,290,255	—	—	—	1,019,627
10/25/24—Origin Bank CD	5,125,113	—	5,125,113	—	—	—	—
11/13/24—Bank OZK CD	10,000,000	—	6,832,844	—	3,167,157	—	—
11/18/24—Veritex Bank CD	5,070,399	—	5,070,399	—	—	—	—
12/19/24—Bank OZK CD	5,045,914	—	5,045,914	—	—	—	—
01/02/25—Bank OZK CD	5,045,914	—	5,045,914	—	—	—	—
02/14/25—Wallis Bank CD	5,000,000	—	5,000,000	—	—	—	—
03/19/25—Bank OZK CD	5,045,746	—	5,045,746	—	—	—	—
04/01/25—Bank OZK CD	5,045,746	—	5,045,746	—	—	—	—
04/17/25—Bank OZK CD	5,022,855	—	5,022,855	—	—	—	—
05/16/25—Wallis Bank CD	10,000,000	—	10,000,000	—	—	—	—
11/24/25—Alliance Bank CD	5,217,638	4,957,372	260,266	—	—	—	—
<b>Totals</b>	<b>\$ 174,421,003</b>	<b>\$ 5,709,981</b>	<b>\$ 153,757,026</b>	<b>\$ 1,534,610</b>	<b>\$ 5,510,893</b>	<b>\$ 2,300,838</b>	<b>\$ 5,607,654</b>

**Allocation - Book Value & Market Value  
August 31, 2023**

<b>Description</b>	<b>Portfolio Total</b>	<b>Current Operating</b>	<b>Operating Reserve</b>	<b>Bond Proceeds</b>	<b>Bond Reserve</b>	<b>Debt Service</b>	<b>Repair and Replacement</b>
Wells Fargo Disbursement	\$ 118,245	\$ 118,245	\$ —	\$ —	\$ —	\$ —	\$ —
Graham Savings	107,957	107,957	—	—	—	—	—
Southside Bank MMA	7,218,947	—	722,214	1,784,929	869,913	3,841,891	—
Veritex Bank MMA	1,650,021	—	1,650,021	—	—	—	—
NexBank MMA	71,736,768	—	71,736,768	—	—	—	—
Alliance Bank MMA	88,690	—	88,690	—	—	—	—
Wells Fargo MMF	7,539,364	7,539,364	—	—	—	—	—
TexPool	551,870	551,870	—	—	—	—	—
09/18/23—East West Bank CD	10,385,015	—	10,385,015	—	—	—	—
11/24/23—Alliance Bank CD	5,172,499	4,599,288	573,212	—	—	—	—
12/01/23—East West Bank CD	5,182,756	—	4,135,839	—	—	—	1,046,917
01/10/24—Alliance Bank CD	5,128,507	—	1,639,071	—	1,438,033	—	2,051,403
02/16/24—Alliance Bank CD	5,177,310	—	5,177,310	—	—	—	—
04/12/24—Alliance Bank CD	5,388,033	—	3,953,824	—	—	—	1,434,209
04/24/24—The First Nat'l Bank of Central Texas CD	5,045,432	—	5,045,432	—	—	—	—
05/17/24—Alliance Bank CD	5,193,542	—	5,193,542	—	—	—	—
07/25/24—East West Bank CD	6,266,258	42,302	5,218,214	—	—	—	1,005,742
10/25/24—Origin Bank CD	5,061,830	—	5,061,830	—	—	—	—
11/18/24—Veritex Bank CD	5,000,000	—	5,000,000	—	—	—	—
<b>Totals</b>	<b>\$ 152,013,042</b>	<b>\$ 12,959,025</b>	<b>\$ 125,580,981</b>	<b>\$ 1,784,929</b>	<b>\$ 2,307,946</b>	<b>\$ 3,841,891</b>	<b>\$ 5,538,270</b>



## Financial Institution Allocation



Financial Institution	Book Value	YTM @ Cost	Days To Maturity	% of Portfolio
Alliance Bank	26,402,424	4.91%	228	15%
Bank OZK	35,206,174	5.61%	421	20%
East West Bank	27,139,876	5.66%	112	16%
Graham Savings	108,012	0.20%	1	0%
Veritex Bank	6,742,443	5.61%	266	4%
NexBank	45,670,215	5.60%	1	26%
Origin Bank	5,125,113	5.05%	330	3%
Southside Bank	7,316,532	5.43%	1	4%
TexPool	559,265	5.37%	1	0%
The First Nat'l Bank of Central Texas	5,108,500	5.04%	146	3%
Wallis Bank	15,000,000	5.78%	503	9%
Wells Fargo	42,447	5.23%	1	0%
<b>Totals</b>	<b>\$ 174,421,003</b>	<b>5.50%</b>	<b>205</b>	<b>100%</b>

## **Report Abbreviations**

DDA	Demand Deposit Bank Accounts
CD	Certificate of Deposit
CDARS	Certificate of Deposit Account Registry Service
FAMCA	Federal Agricultural Mortgage Corporation
FFCB	Federal Farm Credit Bank
FHLB	Federal Home Loan Bank
FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association
FCDN	Federal Farm Credit Bank - Discount Note
FHDN	Federal Home Loan Bank - Discount Note
FMCDN	Federal Home Loan Mortgage Corporation - Discount Note
FNDN	Federal National Mortgage Association - Discount Note
FNMA MBS	Federal National Mortgage Association - Mortgage Backed Security
ICS	Insured Cash Sweep
MMA	Money Market Account
MMF	Money Market Fund
NOW	Negotiable Order of Withdrawal Account