



## **QUARTERLY INVESTMENT REPORT**

**For the Quarter Ended**

**March 31, 2023**

**Prepared by**

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

The investment portfolio of Montgomery County Hospital District is in compliance with the Public Funds Investment Act and the Montgomery County Hospital District Investment Policy.

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Chief Executive Officer  
Investment Officer,  
Montgomery County Hospital District

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Chief Financial Officer  
Investment Officer,  
Montgomery County Hospital District

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Treasurer, MCHD Board  
Investment Officer,  
Montgomery County Hospital District

'Disclaimer: These reports were compiled using information provided by the Montgomery County Hospital District. 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 adviser fees.

## Summary

### Quarter End Results by Investment Category:

Asset Type	December 31, 2022		March 31, 2023		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA	\$ 11,521,989	\$ 11,521,989	\$ 3,199,290	\$ 3,199,290	0.33%
MMA	15,951,916	15,951,916	23,700,969	23,700,969	4.98%
MMF/LGIP	6,110,182	6,110,182	13,726,412	13,726,412	4.61%
CD/Security	19,294,908	19,294,908	25,489,956	25,489,956	4.34%
<b>Totals</b>	<b>\$ 52,878,995</b>	<b>\$ 52,878,995</b>	<b>\$ 66,116,627</b>	<b>\$ 66,116,627</b>	<b>4.43%</b>

#### Current Quarter Portfolio Performance: (1)

Average Quarterly Yield	4.43%
Rolling Three Month Treasury	4.78%
Rolling Six Month Treasury	4.73%
TexPool	4.61%

#### Fiscal Year-to-Date Portfolio Performance: (2)

Average Quarter End Yield	3.83%
Rolling Three Month Treasury	4.49%
Rolling Six Month Treasury	4.32%
TexPool	4.30%

#### Interest Earnings (Approximate)

Quarterly Interest Earnings	\$ 646,010
Fiscal YTD Interest Earnings	\$ 978,127

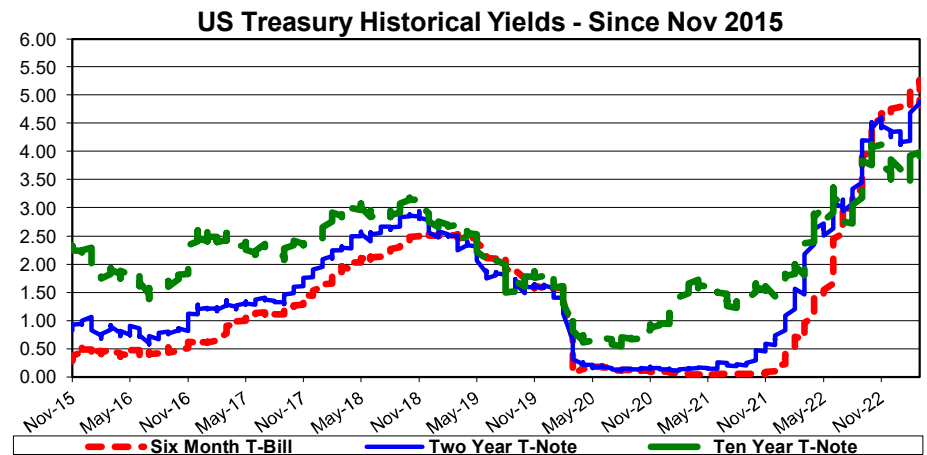
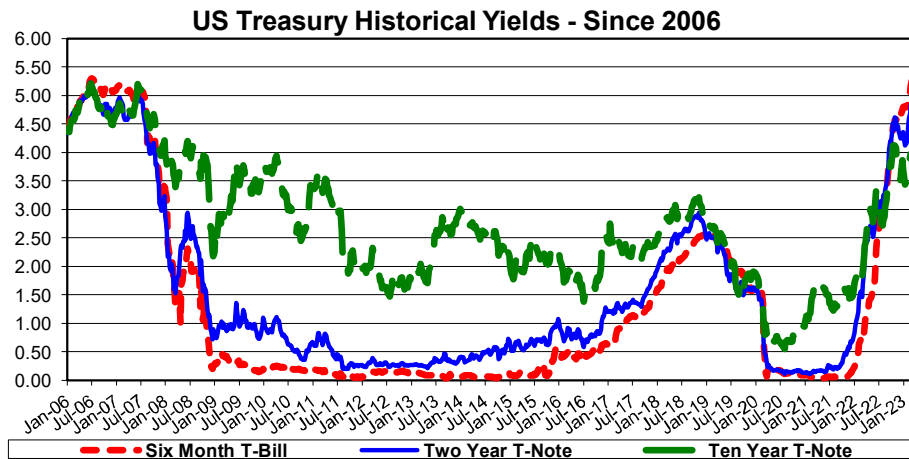
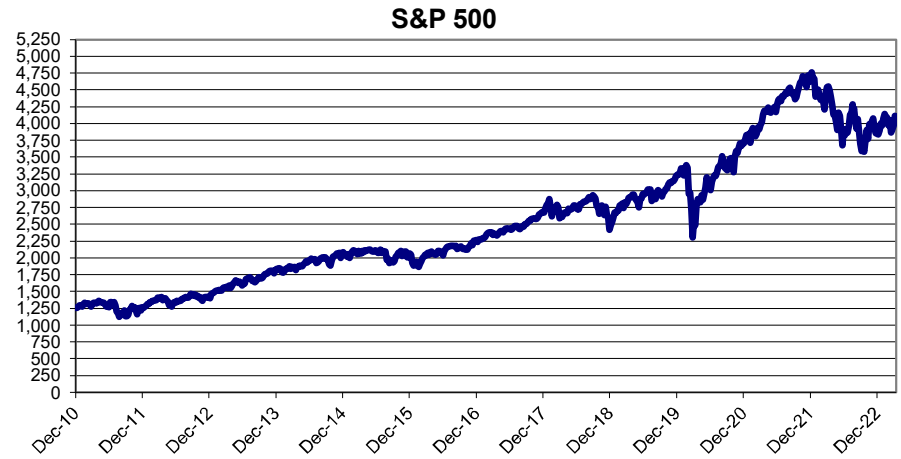
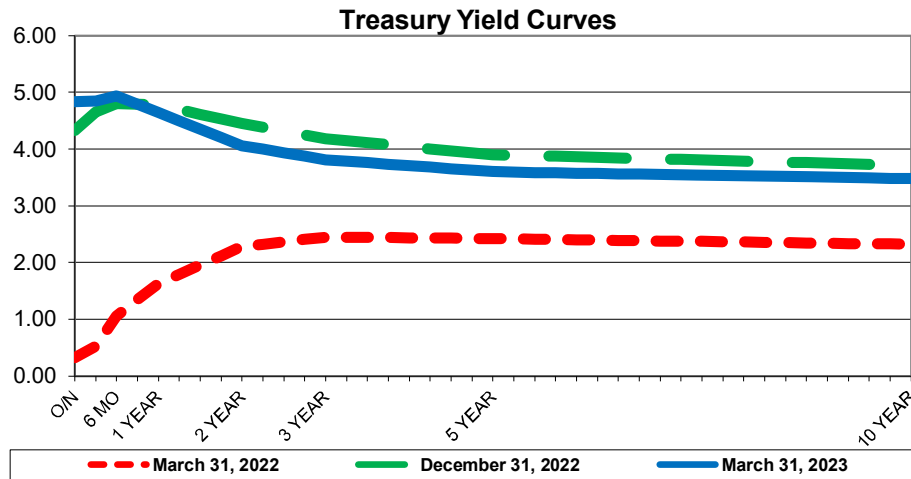
(1) **Current Quarter Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(2) **Fiscal Year-to-Date Average Yields** - calculated using quarter end report yield and adjusted book values and does not reflect a total return analysis or account for advisory fees.

## Economic Overview

3/31/2023

The Federal Open Market Committee (FOMC) raised the Fed Funds target range 0.25% to 4.75% - 5.00% March 22nd (Effective Fed Funds are trading +/-4.82%). An additional 0.25% increase is projected May 3rd. Fourth Quarter 2022 GDP was revised downward to 2.6% (final number). March Non-Farm Payroll saw 236k new jobs. OPEC announced production cuts and Crude Oil moved up slightly to +/- \$80 per barrel. The S&P Stock Index still oscillates on either side of 4,000. In early March, two large US banks and one European bank required bail-outs to prevent wider financial market disruption. The yield curve shifted lower on broader economic concerns, even with the expectation of additional FOMC rate increases. The Market is now considering lower future interest rates as early as this fall. Inflation is still over the FOMC 2% target (Core PCE +/-4.7% and CPI +/-6.4%). International challenges add to economic uncertainty.



**Investment Holdings**  
**March 31, 2023**

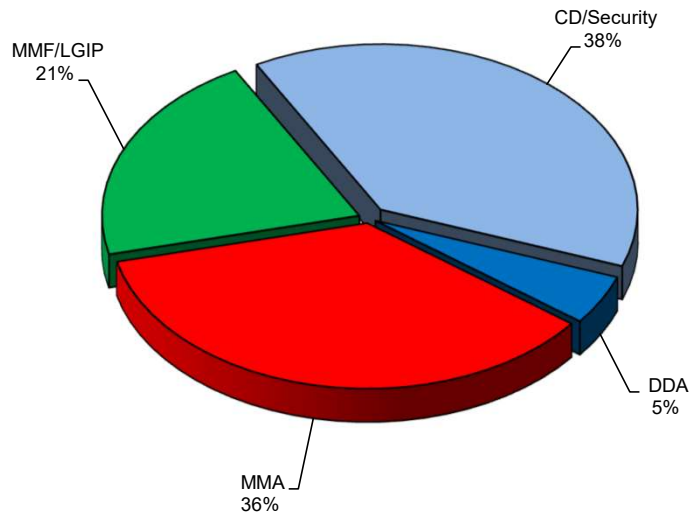
Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face\ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Woodforest Bank - DDA		0.33%	04/01/23	03/31/23	\$ 3,199,290	\$ 3,199,290	1.00	\$ 3,199,290	1	0.33%
Woodforest Bank - MMA		4.96%	04/01/23	03/31/23	13,288,133	13,288,133	1.00	13,288,133	1	4.96%
NexBank IntraFi MMA		5.00%	04/01/23	03/31/23	10,412,836	10,412,836	1.00	10,412,836	1	5.00%
TexPool	AAAm	4.61%	04/01/23	03/31/23	6,869,947	6,869,947	1.00	6,869,947	1	4.61%
TexSTAR	AAAm	4.61%	04/01/23	03/31/23	6,856,465	6,856,465	1.00	6,856,465	1	4.61%
East West Bank CD		3.05%	07/31/23	07/29/22	2,079,072	2,079,072	100.00	2,079,072	122	3.10%
East West Bank CD		3.30%	08/15/23	08/15/22	4,098,633	4,098,633	100.00	4,098,633	137	3.30%
East West Bank CD		3.71%	09/15/23	09/15/22	2,040,657	2,040,657	100.00	2,040,657	168	3.78%
East West Bank CD		4.63%	10/27/23	10/27/22	5,121,192	5,121,192	100.00	5,121,192	210	4.74%
East West Bank CD		4.60%	11/15/23	11/15/22	4,102,759	4,102,759	100.00	4,102,759	229	4.71%
Texas Capital Bank CD		4.91%	01/23/24	01/25/23	4,031,839	4,031,839	100.00	4,031,839	298	4.91%
Bank OZK CD		4.88%	03/29/24	03/29/23	2,000,000	2,000,000	101.00	2,000,000	364	5.00%
Texas Capital Bank CD		4.87%	04/23/24	01/25/23	2,015,805	2,015,805	100.00	2,015,805	389	4.87%
					<b>\$ 66,116,627</b>	<b>\$ 66,116,627</b>		<b>\$ 66,116,627</b>	<b>90</b>	<b>4.43%</b>
									(1)	(2)

(1) **Weighted average life** - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

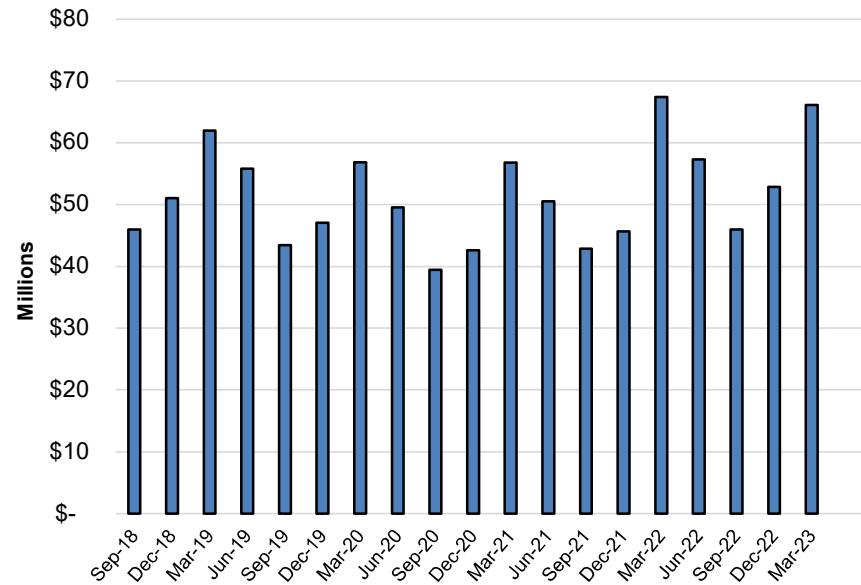
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The pool and mutual fund yields are the average for the last month of the quarter. Bank deposit yields are estimated from the monthly allocated earnings.

**Note:** All deposits FDIC insured or collateralized per the Public Funds Collateral Act.

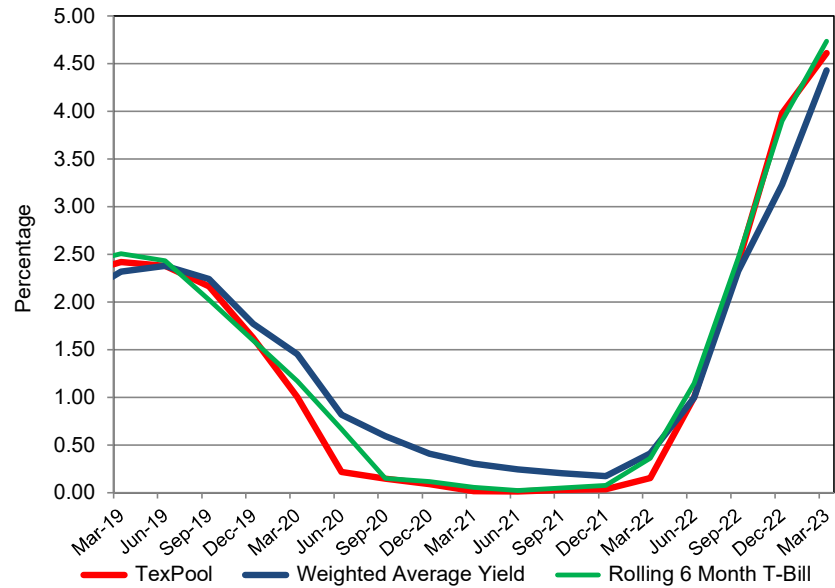
**Portfolio Composition**



**Quarter End Book Value**



**Total Portfolio Performance**



## Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 12/31/22	Increases	Decreases	Book Value 03/31/23	Market Value 12/31/22	Change in Market Value	Market Value 03/31/23
Woodforest Bank - DDA	0.33%	04/01/23	\$ 11,521,989	\$ -	\$ (8,322,699)	\$ 3,199,290	\$ 11,521,989	\$ (8,322,699)	\$ 3,199,290
Woodforest Bank - MMA	4.96%	04/01/23	5,657,739	7,630,395	-	13,288,133	5,657,739	7,630,395	13,288,133
NexBank IntraFi MMA	5.00%	04/01/23	10,294,177	118,659	-	10,412,836	10,294,177	118,659	10,412,836
TexPool	4.61%	04/01/23	3,061,744	3,808,204	-	6,869,947	3,061,744	3,808,204	6,869,947
TexSTAR	4.61%	04/01/23	3,048,438	3,808,026	-	6,856,465	3,048,438	3,808,026	6,856,465
East West Bank CD	1.60%	03/15/23	2,024,367	-	(2,024,367)	-	2,024,367	(2,024,367)	-
East West Bank CD	3.10%	07/31/23	2,063,495	15,576	-	2,079,072	2,063,495	15,576	2,079,072
East West Bank CD	3.30%	08/15/23	4,065,419	33,214	-	4,098,633	4,065,419	33,214	4,098,633
East West Bank CD	3.78%	09/15/23	2,022,075	18,582	-	2,040,657	2,022,075	18,582	2,040,657
East West Bank CD	4.74%	10/27/23	5,063,063	58,130	-	5,121,192	5,063,063	58,130	5,121,192
East West Bank CD	4.71%	11/15/23	4,056,490	46,270	-	4,102,759	4,056,490	46,270	4,102,759
Texas Capital Bank CD	4.91%	01/23/24	-	4,031,839	-	4,031,839	-	4,031,839	4,031,839
Bank OZK CD	5.00%	03/29/24	-	2,000,000	-	2,000,000	-	2,000,000	2,000,000
Texas Capital Bank CD	4.87%	04/23/24	-	2,015,805	-	2,015,805	-	2,015,805	2,015,805
<b>TOTAL /AVERAGE</b>	<b>4.43%</b>		<b>\$ 52,878,995</b>	<b>\$ 23,584,698</b>	<b>\$(10,347,066)</b>	<b>\$ 66,116,627</b>	<b>\$ 52,878,995</b>	<b>\$ 13,237,632</b>	<b>\$ 66,116,627</b>