



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

September 30, 2021

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.

Chief Executive Officer
Investment Officer,
Montgomery County Hospital District

Chief Financial Officer
Investment Officer,
Montgomery County Hospital District

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.

Montgomery County Hospital District Annual Comparison of Portfolio Performance

FYE Results by Investment Category:

Asset Type	September 30, 2020			September 30, 2021		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
DDA	0.47%	\$ 1,886,521	\$ 1,886,521	0.30%	\$ 4,690,394	\$ 4,690,394
MMA	0.31%	20,979,420	20,979,420	0.25%	18,407,742	18,407,742
MMF/LGIP	0.02%	2,419,328	2,419,328	0.02%	7,672,236	7,672,236
CD/Security	1.11%	14,151,311	14,151,311	0.21%	12,068,717	12,068,717
Totals		\$ 39,436,580	\$ 39,436,580		\$ 42,839,088	\$ 42,839,088
Fourth Quarter-End Yield	0.59%			0.20%		

Average Quarter-End Yields (1):

	2020 Fiscal Year	2021 Fiscal Year
Montgomery County Hospital District	1.16%	0.29%
Rolling Three Month Treasury	0.76%	0.06%
Rolling Six Month Treasury	0.99%	0.08%
TexPool	0.75%	0.04%
Fiscal YTD Interest Earnings	\$ 608,357 (Approximate)	\$ 133,844 (Approximate)

(1) Average Quarterly Yield calculated using quarter end report average yield and adjusted book value.

Summary

Quarter End Results by Investment Category:

Asset Type	June 30, 2021		September 30, 2021		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA	\$ 6,639,485	\$ 6,639,485	\$ 4,690,394	\$ 4,690,394	0.30%
MMA	21,894,616	21,894,616	18,407,742	18,407,742	0.25%
MMF/LGIP	9,921,905	9,921,905	7,672,236	7,672,236	0.02%
CD/Security	12,059,016	12,059,016	12,068,717	12,068,717	0.21%
Totals	\$ 50,515,022	\$ 50,515,022	\$ 42,839,088	\$ 42,839,088	0.20%

Current Quarter Portfolio Performance: (1)

Average Quarterly Yield	0.20%
Rolling Three Month Treasury	0.05%
Rolling Six Month Treasury	0.05%
TexPool	0.03%

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

Average Quarter End Yield	0.29%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.08%
TexPool	0.04%

Interest Earnings (Approximate)

Quarterly Interest Earnings	\$ 22,473
Fiscal YTD Interest Earnings	\$ 133,844

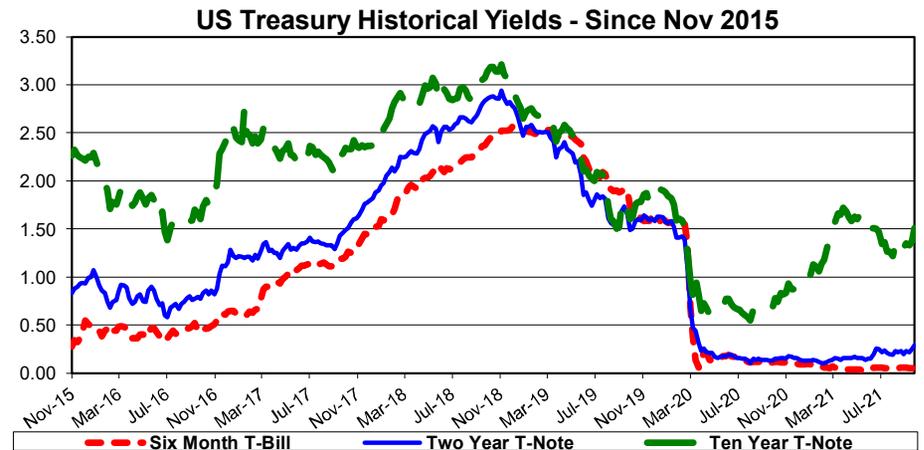
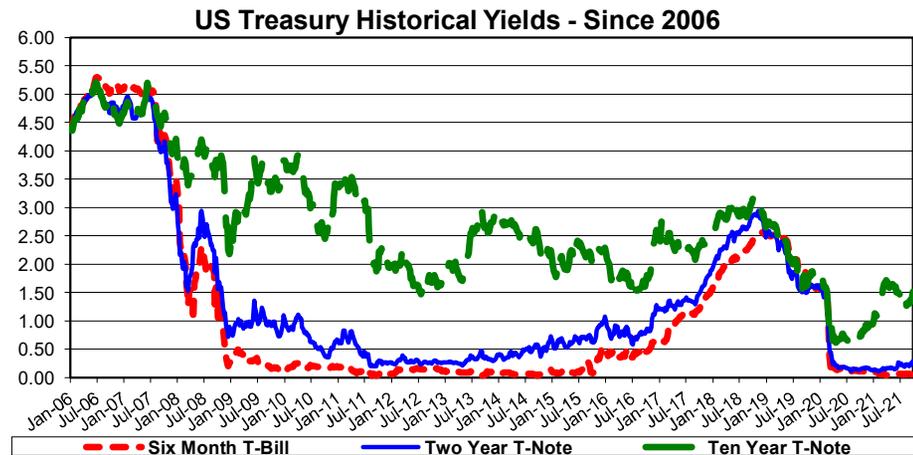
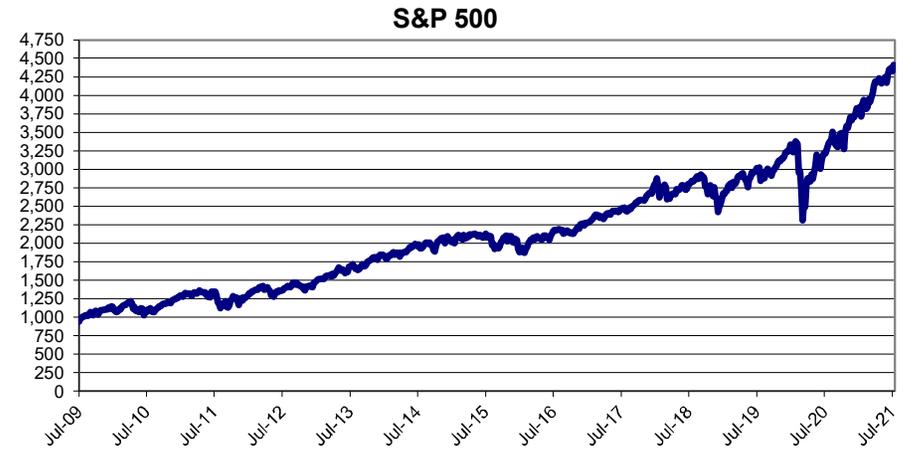
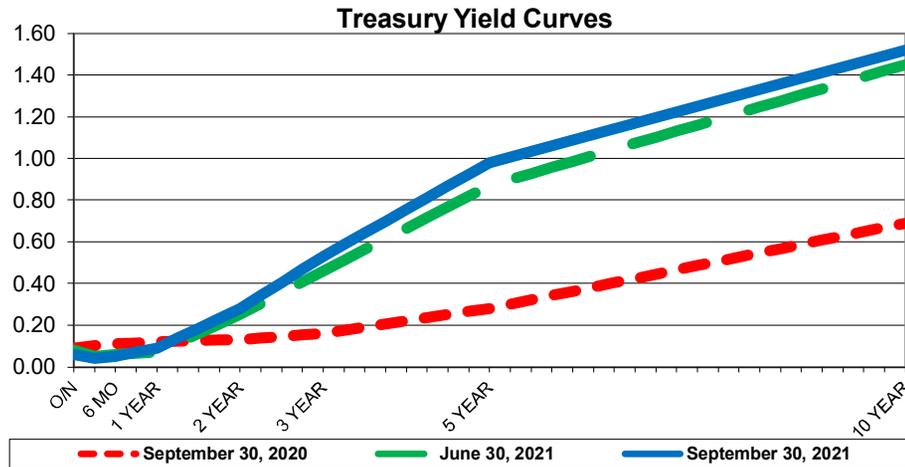
(1) **Current Quarter Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(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

9/30/2021

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range at 0.00% to 0.25% (Effective Fed Funds are trading <0.10%), and projects that reduced rates could remain into 2023. Monthly government security purchases may begin tapering as early as Nov 2021. Second Quarter GDP posted +6.7% (Final). Employment recovery/growth has moderated, but job openings remain high. August Non-Farm Payroll only added 194k net new jobs. Crude oil bounced up to +/- \$77 per barrel, with fuel shortages in England and other countries. The Stock Markets reached new highs, but have retrenched slightly. Housing, Industrial Production, Durable Goods, Consumer Spending, and other indicators remain positive but constrained. The Biden administration and Congress continue to negotiate infrastructure, fiscal and debt limit packages. Inflation remained over the FOMC 2+% target and may not be as temporary as initially projected. The Yield Curve rose slightly from two years to ten years.



Investment Holdings
September 30, 2021

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face\ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Woodforest Bank - DDA		0.30%	10/01/21	09/30/21	\$ 4,690,394	\$ 4,690,394	1.00	\$ 4,690,394	1	0.30%
Woodforest Bank - MMA		0.20%	10/01/21	09/30/21	11,244,912	11,244,912	1.00	11,244,912	1	0.20%
LegacyTexas Bank MMA		0.12%	10/01/21	09/30/21	2,043,887	2,043,887	1.00	2,043,887	1	0.12%
NexBank ICS MMA		0.40%	10/01/21	09/30/21	5,118,943	5,118,943	1.00	5,118,943	1	0.40%
TexPool	AAAm	0.03%	10/01/21	09/30/21	3,841,816	3,841,816	1.00	3,841,816	1	0.03%
TexSTAR	AAAm	0.01%	10/01/21	09/30/21	3,830,421	3,830,421	1.00	3,830,421	1	0.01%
East West Bank CD		0.33%	10/27/21	10/27/20	4,012,278	4,012,278	100.00	4,012,278	27	0.33%
Prosperity Bank CD		0.15%	11/05/21	05/05/21	2,001,011	2,001,011	100.00	2,001,011	36	0.15%
Prosperity Bank CD		0.20%	05/05/22	05/05/21	2,001,348	2,001,348	100.00	2,001,348	217	0.20%
East West Bank CD		0.12%	07/29/22	07/29/21	2,035,252	2,035,252	100.00	2,035,252	302	0.12%
Bank OZK CD		0.15%	09/10/22	09/10/21	2,018,827	2,018,827	100.00	2,018,827	345	0.15%
					\$ 42,839,088	\$ 42,839,088		\$ 42,839,088	46	0.20%

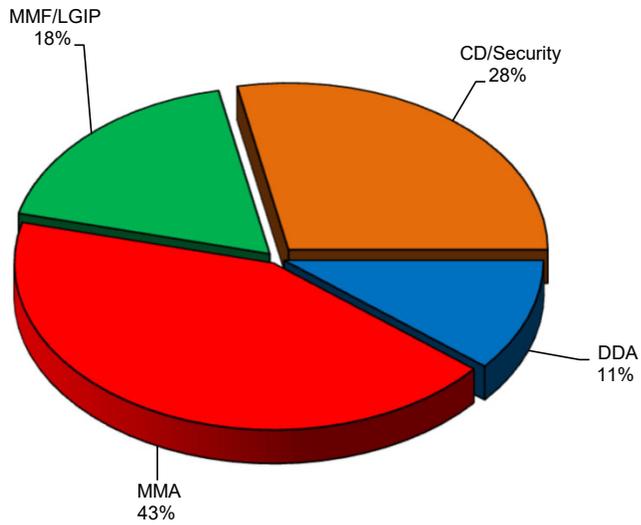
(1) (2)

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

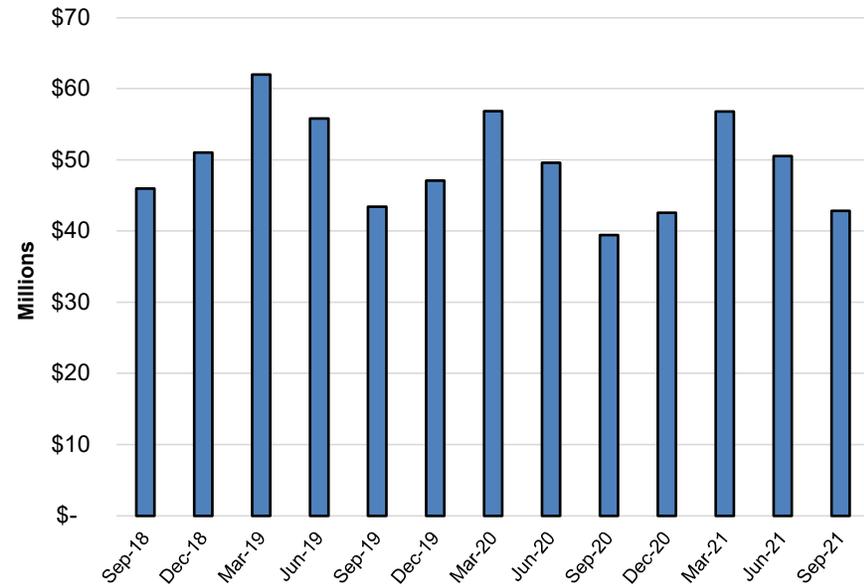
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The pool and mutual fund yields are the average for the last month of the quarter. Bank deposit yields are estimated from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

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

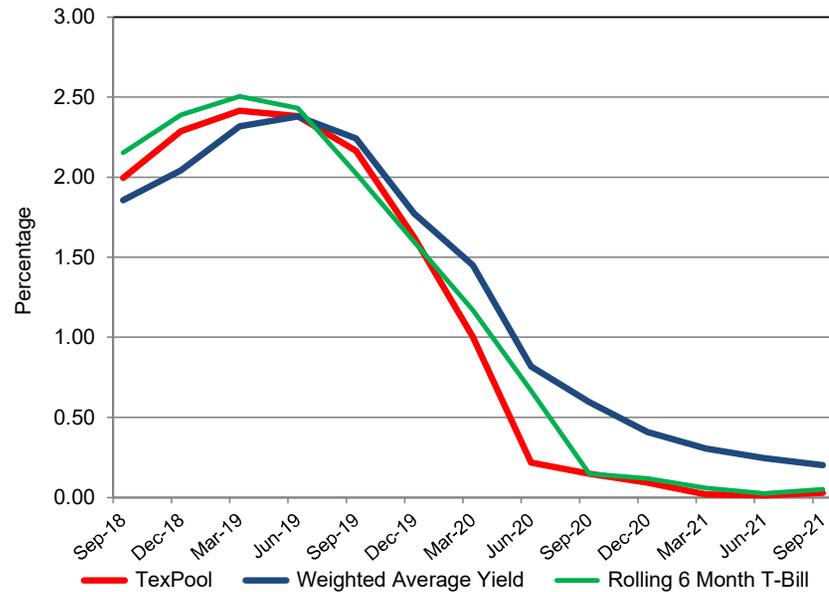
Portfolio Composition



Quarter End Book Value



Total Portfolio Performance



Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 06/30/21	Increases	Decreases	Book Value 09/30/21	Market Value 06/30/21	Change in Market Value	Market Value 09/30/21
Woodforest Bank - DDA	0.30%	10/01/21	\$ 6,639,485	–	(1,949,091)	\$ 4,690,394	\$ 6,639,485	(1,949,091)	\$ 4,690,394
Woodforest Bank - MMA	0.20%	10/01/21	14,737,569	–	(3,492,657)	11,244,912	14,737,569	(3,492,657)	11,244,912
LegacyTexas Bank MMA	0.12%	10/01/21	2,043,262	624	–	2,043,887	2,043,262	624	2,043,887
NexBank ICS MMA	0.40%	10/01/21	5,113,785	5,158	–	5,118,943	5,113,785	5,158	5,118,943
TexPool	0.03%	10/01/21	4,966,585	–	(1,124,769)	3,841,816	4,966,585	(1,124,769)	3,841,816
TexSTAR	0.01%	10/01/21	4,955,320	–	(1,124,900)	3,830,421	4,955,320	(1,124,900)	3,830,421
East West Bank CD	0.39%	07/29/21	2,034,215	–	(2,034,215)	–	2,034,215	(2,034,215)	–
Bank OZK CD	0.70%	09/08/21	2,015,264	–	(2,015,264)	–	2,015,264	(2,015,264)	–
East West Bank CD	0.33%	10/27/21	4,008,943	3,336	–	4,012,278	4,008,943	3,336	4,012,278
Prosperity Bank CD	0.15%	11/05/21	2,000,255	756	–	2,001,011	2,000,255	756	2,001,011
Prosperity Bank CD	0.20%	05/05/22	2,000,340	1,009	–	2,001,348	2,000,340	1,009	2,001,348
East West Bank CD	0.12%	07/29/22	–	2,035,252	–	2,035,252	–	2,035,252	2,035,252
Bank OZK CD	0.15%	09/10/22	–	2,018,827	–	2,018,827	–	2,018,827	2,018,827
TOTAL /AVERAGE	0.20%		\$ 50,515,022	\$ 4,064,962	\$(11,740,896)	\$ 42,839,088	\$ 50,515,022	\$ (7,675,934)	\$ 42,839,088