

# INVESTMENT REPORT

City of Frisco

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CDC Funds

April 1 to June 30, 2023



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## Market Recap

Financial markets spent much of May focused on the debt ceiling issue, but a resolution in early June allowed attentions to shift back to economic data and the Fed. Although several of the leading economic indicators signaled weakness, the preponderance of concurrent indicators continued to exhibit surprising strength. The ISM manufacturing index logged a seventh straight month below 50 in May, indicating contraction in the manufacturing sector. The ISM services index unexpectedly fell from 51.9 to 50.3, the second lowest level in three years and just a fraction above 50.

The deteriorating outlook by U.S. purchasing managers was countered by another strong employment report as non-farm payrolls topped the median forecast for the 14th straight month with a gain of +339k in May, well above the +195k median forecast. Upward revisions added an additional +93k jobs to the March and April counts. Nonfarm payroll growth is now averaging +331k per month in 2023, down from +399k last year. The unemployment rate did climb from a five-decade low of 3.4% to 3.7%, but with payroll growth above 300k per month and the unemployment rate below 4%, the labor market clearly remains too tight.

The May inflation data was a mixed bag. Headline CPI rose just +0.1% and the year-over-year headline was a bright spot, dropping from +4.9% to +4.0%, down sharply from last year's +9.1% peak. Core CPI, which excludes food and energy, was stubbornly high, increasing by +0.4% in May, the sixth straight month at or above +0.4%. On a year-over-year basis, the core was up +5.3%. Although down from +5.5% in April, it was the 18th consecutive month above +5.0%, and more than 2½ times the Fed's 2% target.

Financial markets spent the first two weeks of June gravitating toward the idea that the FOMC would not raise the fed funds target for an eleventh straight time at the mid-June meeting. Prodded along by hints from Fed speakers, a few tentative signs of retreating inflationary pressures, and knowledge that the 500 basis points of rate increases implemented so far were still working through the system, markets concluded the FOMC would pause. Fed officials obliged, voting unanimously to leave the fed funds target

unchanged in a range of 5-5.25%. However, the new summary of economic projections, the so-called dot plot, conveyed a much more hawkish note than markets had anticipated. The forecast called for another 50 basis points of rate hikes, with a median estimate of 5.625% by yearend, up from 5.125% at the March meeting. In addition, the median estimate for the end of 2024 rose by 25 basis points to 4.625%. This hawkish forecast likely reflected a desire to keep the markets from reading too much into the pause and thereby easing financial conditions prematurely.

The committee's message was reinforced by Chair Powell during his remarks at the post meeting press conference. Powell noted that core inflation readings remain well above the Fed's target and that the process of getting inflation back to the 2% target "has a long way to go." Powell acknowledged they have "not seen a lot of progress" on core inflation and that "we want to see it moving down decisively." Powell also said, "Nearly all committee participants expected it will be appropriate to raise interest rates somewhat further by the end of the year."

The frustratingly resilient economic performance and hawkish Fed forced bond yields higher through the month of June. Prior expectations for rate cuts later this year have all but vanished as the recession many predicted remains elusive. Fed funds futures now indicate a yearend overnight rate of 5.38%, up from 4.91% at the end of May. The yield on the two-year Treasury note rose almost 50 basis points during the month, closing at a yield of 4.90%.

## Investment Officers' Certification

This report is prepared for the City of Frisco (the "Entity") in accordance with Chapter 2256 of the Texas 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 Entity's investment officers and includes the disclosures required in the PFIA.

The investment portfolio complied with the PFIA and the Entity's approved Investment Policy and Strategy throughout the period. All investment transactions made in the portfolio during this period were made on behalf of the Entity and were made in full compliance with the PFIA and the approved Investment Policy.

### Investment Officers

  
\_\_\_\_\_  
Jennifer Hundt  
*Interim Chief Financial Officer*

  
\_\_\_\_\_  
Brett Peterson  
*Treasury Manager*

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## Portfolio Overview

### Portfolio Summary

|                            | Prior<br>31 Mar-23 | Current<br>30 Jun-23 |
|----------------------------|--------------------|----------------------|
| Par Value                  | 84,466,222.45      | 92,043,523.28        |
| Original Cost              | 83,991,733.64      | 91,277,508.34        |
| Book Value                 | 84,276,982.85      | 91,659,342.46        |
| Market Value               | 84,181,902.71      | 91,578,465.07        |
| Accrued Interest           | 82,622.92          | 209,742.21           |
| Book Value Plus Accrued    | 84,359,605.77      | 91,869,084.67        |
| Market Value Plus Accrued  | 84,264,525.63      | 91,788,207.28        |
| Net Unrealized Gain/(Loss) | (95,080.14)        | (80,877.39)          |

### Income Summary

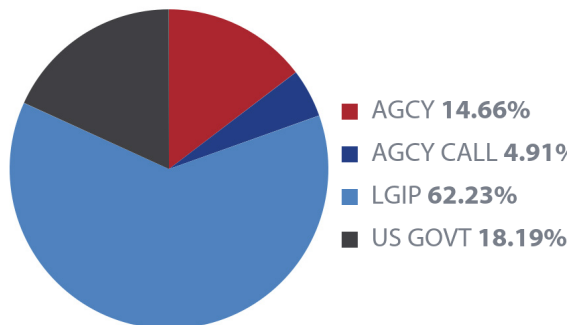
| Current Period             | 1 Apr-23 to 30 Jun-23 |
|----------------------------|-----------------------|
| Interest Income            | 857,360.45            |
| Net Amortization/Accretion | 148,559.28            |
| Realized Gain/(Loss)       | 0.00                  |
| Net Income                 | 1,005,919.73          |

| Fiscal Year-to-Date | 1 Jan-23 to 30 Jun-23 |
|---------------------|-----------------------|
| Net Income          | 1,806,709.86          |

### Portfolio Characteristics

|                            | Prior<br>31 Mar-23 | Current<br>30 Jun-23 |
|----------------------------|--------------------|----------------------|
| Yield to Maturity          | 4.222%             | 4.823%               |
| Yield to Worst             | 4.222%             | 4.823%               |
| Days to Final Maturity     | 74                 | 69                   |
| Days to Effective Maturity | 74                 | 69                   |
| Duration                   | 0.47               | 0.48                 |

### Asset Allocation

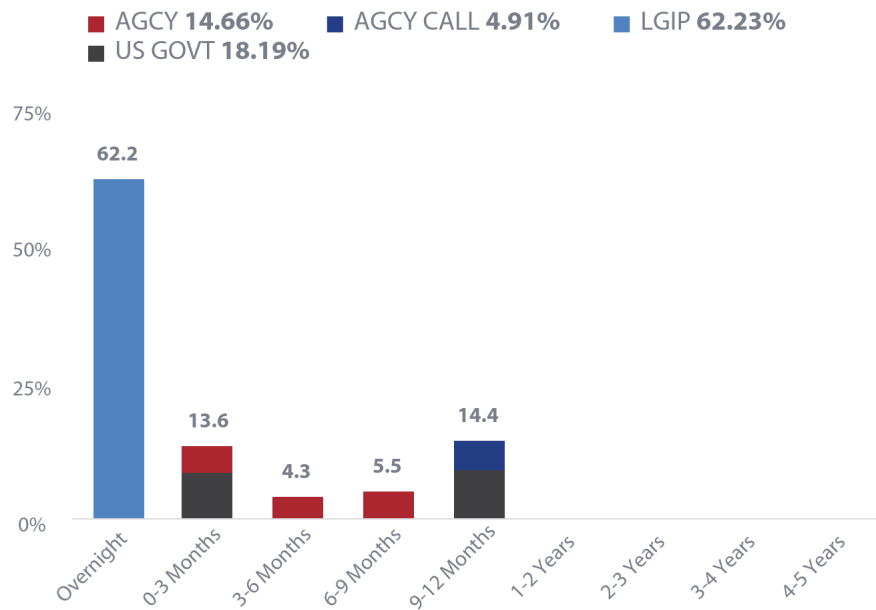


### Transaction Summary

| Transaction Type | Quantity       | Principal      | Interest   | Total Amount   | Realized Gain/Loss |
|------------------|----------------|----------------|------------|----------------|--------------------|
| Buy              | 9,000,000.00   | (8,656,499.50) | (3,585.16) | (8,660,084.66) | 0.00               |
| Maturity         | (9,000,000.00) | 9,000,000.00   | 0.00       | 9,000,000.00   | 0.00               |
| Coupon           | 0.00           | 0.00           | 72,500.00  | 72,500.00      | 0.00               |

## Portfolio Overview

### Maturity Distribution by Security Type



### Top Ten Holdings

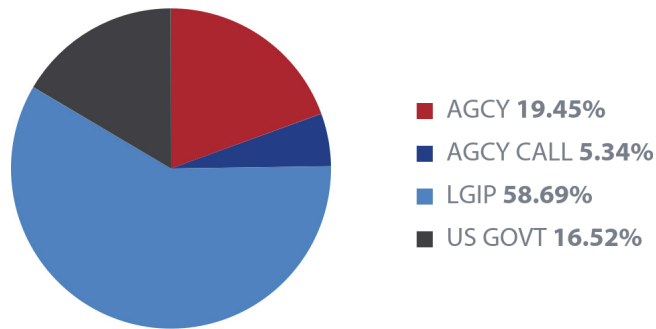
| Issuer                                   | Allocation |
|--|------------|
| TEXPOOL                                  | 59.13%     |
| United States Department of The Treasury | 18.19%     |
| Federal Home Loan Banks                  | 14.66%     |
| Federal National Mortgage Association    | 4.91%      |
| TEXSTAR                                  | 3.10%      |

### Maturity Distribution by Security Type

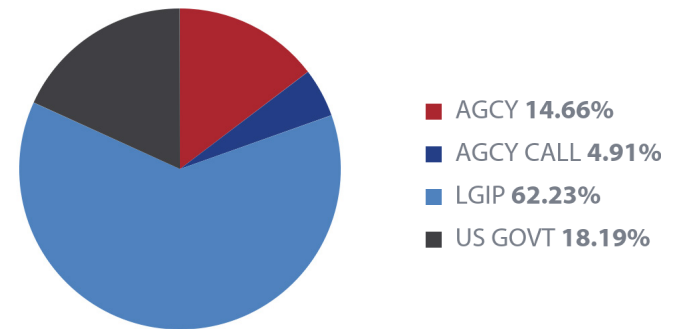
| Security Type | Overnight            | 0-3 Months           | 3-6 Months          | 6-9 Months          | 9-12 Months          | 1-2 Years | 2-3 Years | 3-4 Years | 4-5 Years | Portfolio Total      |
|---------------|----------------------|----------------------|---------------------|---------------------|----------------------|-----------|-----------|-----------|-----------|----------------------|
| AGCY          | --                   | 4,499,100.46         | 3,943,548.75        | 4,996,522.65        | --                   | --        | --        | --        | --        | 13,439,171.85        |
| AGCY CALL     | --                   | --                   | --                  | --                  | 4,500,000.00         | --        | --        | --        | --        | 4,500,000.00         |
| LGIP          | 57,043,523.28        | --                   | --                  | --                  | --                   | --        | --        | --        | --        | 57,043,523.28        |
| US GOVT       | --                   | 7,983,959.49         | --                  | --                  | 8,692,687.84         | --        | --        | --        | --        | 16,676,647.33        |
| <b>Total</b>  | <b>57,043,523.28</b> | <b>12,483,059.95</b> | <b>3,943,548.75</b> | <b>4,996,522.65</b> | <b>13,192,687.84</b> | <b>--</b> | <b>--</b> | <b>--</b> | <b>--</b> | <b>91,659,342.46</b> |

## Asset Allocation

Asset Allocation by Security Type as of  
31-Mar-2023



Asset Allocation by Security Type as of  
30-Jun-2023



## Book Value Basis Security Distribution

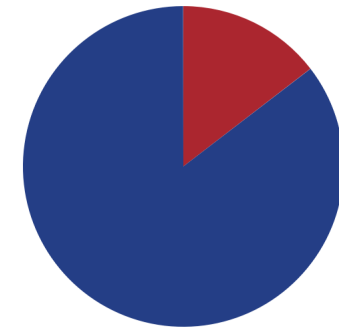
| Security Type          | Prior Balance<br>31-Mar-23 | Prior Allocation<br>31-Mar-23 | Change in Allocation | Current Balance<br>30-Jun-23 | Current Allocation<br>30-Jun-23 | Yield to Maturity |
|------------------------|----------------------------|-------------------------------|----------------------|------------------------------|---------------------------------|-------------------|
| AGCY                   | 16,391,908.96              | 19.45%                        | (4.79%)              | 13,439,171.85                | 14.66%                          | 4.526%            |
| AGCY CALL              | 4,500,000.00               | 5.34%                         | (0.43%)              | 4,500,000.00                 | 4.91%                           | 5.115%            |
| LGIP                   | 49,466,222.45              | 58.69%                        | 3.54%                | 57,043,523.28                | 62.23%                          | 5.055%            |
| US GOVT                | 13,918,851.44              | 16.52%                        | 1.68%                | 16,676,647.33                | 18.19%                          | 4.189%            |
| <b>Portfolio Total</b> | <b>84,276,982.85</b>       | <b>100.00%</b>                |                      | <b>91,659,342.46</b>         | <b>100.00%</b>                  | <b>4.823%</b>     |

## Credit Rating Summary

### Rating Distribution

|   | Book Value           | Portfolio Allocation |
|---|----------------------|----------------------|
| <b>Local Government Investment Pools &amp; Money Market Funds</b>       |                      |                      |
| AAA   | 57,043,523.28        | 62.23%               |
| <b>Total Local Government Investment Pools &amp; Money Market Funds</b> | <b>57,043,523.28</b> | <b>62.23%</b>        |
| <b>Short Term Rating Distribution</b>                                   |                      |                      |
| A-1+  | 13,359,778.31        | 14.58%               |
| <b>Total Short Term Rating Distribution</b>                             | <b>13,359,778.31</b> | <b>14.58%</b>        |
| <b>Long Term Rating Distribution</b>                                    |                      |                      |
| AAA   | 21,256,040.87        | 23.19%               |
| <b>Total Long Term Rating Distribution</b>                              | <b>21,256,040.87</b> | <b>23.19%</b>        |
| <b>Portfolio Total</b>  | <b>91,659,342.46</b> | <b>100.00%</b>       |

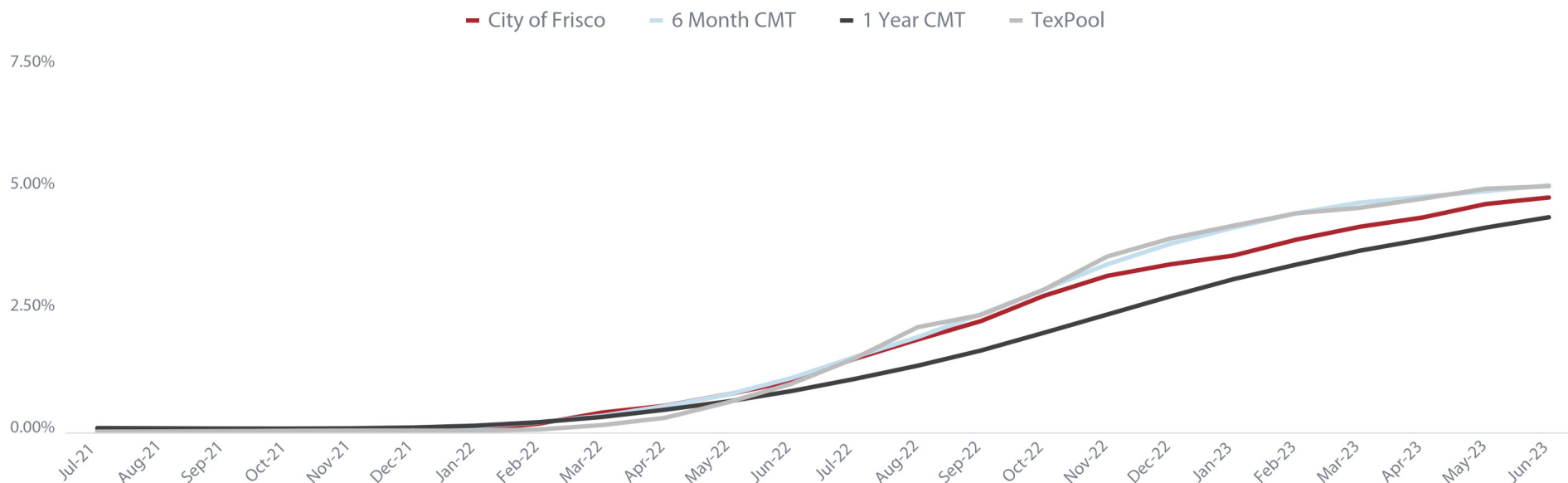
### Allocation by Rating



■ A-1+ 14.58% ■ AAA 85.42%



## Benchmark Comparison



## Yield Overview

|                | Jul-21 | Aug-21 | Sep-21 | Oct-21 | Nov-21 | Dec-21 | Jan-22 | Feb-22 | Mar-22 | Apr-22 | May-22 | Jun-22 | Jul-22 | Aug-22 | Sep-22 | Oct-22 | Nov-22 | Dec-22 | Jan-23 | Feb-23 | Mar-23 | Apr-23 | May-23 | Jun-23 |
|----------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| City of Frisco | 0.06   | 0.06   | 0.06   | 0.06   | 0.06   | 0.06   | 0.06   | 0.18   | 0.41   | 0.55   | 0.78   | 1.06   | 1.51   | 1.91   | 2.29   | 2.81   | 3.21   | 3.45   | 3.63   | 3.96   | 4.22   | 4.41   | 4.69   | 4.82   |
| 6 Month CMT    | 0.05   | 0.05   | 0.05   | 0.05   | 0.06   | 0.07   | 0.12   | 0.21   | 0.34   | 0.54   | 0.78   | 1.12   | 1.55   | 1.96   | 2.43   | 2.93   | 3.45   | 3.87   | 4.20   | 4.50   | 4.72   | 4.84   | 4.95   | 5.07   |
| 1 Year CMT     | 0.09   | 0.09   | 0.08   | 0.08   | 0.09   | 0.10   | 0.14   | 0.21   | 0.32   | 0.47   | 0.64   | 0.85   | 1.10   | 1.37   | 1.68   | 2.05   | 2.42   | 2.79   | 3.15   | 3.45   | 3.73   | 3.96   | 4.21   | 4.42   |
| TexPool        | 0.02   | 0.02   | 0.03   | 0.04   | 0.04   | 0.04   | 0.04   | 0.06   | 0.15   | 0.30   | 0.62   | 1.00   | 1.52   | 2.16   | 2.41   | 2.93   | 3.61   | 3.98   | 4.24   | 4.50   | 4.61   | 4.80   | 5.00   | 5.05   |

## Fund Overview

| Fund Name                | Prior Book Value     | Prior Market Value   | Changes to Market Value | Current Book Value   | Current Market Value | Net Income          | Days to Final Mty | YTM           | YTW           |
|--------------------------|----------------------|----------------------|-------------------------|----------------------|----------------------|---------------------|-------------------|---------------|---------------|
| 700-CDC Fund             | 42,216,221.63        | 42,121,141.49        | 6,870,862.28            | 49,072,881.16        | 48,992,003.77        | 485,250.47          | 128               | 4.622%        | 4.622%        |
| 720-CDC Fund-Remediation | 42,060,761.22        | 42,060,761.22        | 525,700.08              | 42,586,461.30        | 42,586,461.30        | 520,669.26          | 1                 | 5.054%        | 5.054%        |
| <b>Total</b>             | <b>84,276,982.85</b> | <b>84,181,902.71</b> | <b>7,396,562.36</b>     | <b>91,659,342.46</b> | <b>91,578,465.07</b> | <b>1,005,919.73</b> | <b>69</b>         | <b>4.823%</b> | <b>4.823%</b> |

## Detail of Security Holdings

| CUSIP                                 | Settle Date | Security Type | Security Description                  | CPN   | Maturity Date | Next Call Date | Call Type | Par Value            | Purch Price | Original Cost        | Book Value           | Mkt Price | Market Value         | Days to Mty | Days to Call | YTM          | YTW          | Rating |
|---------------------------------------|-------------|---------------|---------------------------------------|-------|---------------|----------------|-----------|----------------------|-------------|----------------------|----------------------|-----------|----------------------|-------------|--------------|--------------|--------------|--------|
| <b>700-CDC Fund</b>                   |             |               |                                       |       |               |                |           |                      |             |                      |                      |           |                      |             |              |              |              |        |
| TEXPOOL                               |             | LGIP          | TexPool                               |       | 06/30/23      |                |           | 11,615,374.87        | 100.000     | 11,615,374.87        | 11,615,374.87        | 100.000   | 11,615,374.87        | 1           |              | 5.054        | 5.054        | AAA    |
| TEXSTAR                               |             | LGIP          | TexSTAR                               |       | 06/30/23      |                |           | 2,841,687.11         | 100.000     | 2,841,687.11         | 2,841,687.11         | 100.000   | 2,841,687.11         | 1           |              | 5.076        | 5.076        | AAA    |
| 912828ZY9                             | 07/21/22    | US GOVT       | UNITED STATES TREASURY                | 0.125 | 07/15/23      |                |           | 5,000,000.00         | 97.102      | 4,855,078.13         | 4,994,259.49         | 99.797    | 4,989,843.75         | 15          |              | 3.140        | 3.140        | AAA    |
| 912796XY0                             | 08/11/22    | US GOVT       | UNITED STATES TREASURY                | 0.000 | 08/10/23      |                |           | 3,000,000.00         | 96.876      | 2,906,270.00         | 2,989,700.00         | 99.457    | 2,983,707.51         | 41          |              | 3.208        | 3.208        | A-1+   |
| 3130ATCR6                             | 09/13/22    | AGCY          | FEDERAL HOME LOAN BANKS               | 3.625 | 09/13/23      |                |           | 4,500,000.00         | 99.902      | 4,495,567.50         | 4,499,100.46         | 99.648    | 4,484,151.00         | 75          |              | 3.726        | 3.726        | AAA    |
| 313384NH8                             | 10/31/22    | AGCY          | FEDERAL HOME LOAN BANKS               | 0.000 | 10/23/23      |                |           | 4,000,000.00         | 95.647      | 3,825,863.33         | 3,943,548.75         | 98.396    | 3,935,852.00         | 115         |              | 4.539        | 4.539        | A-1+   |
| 3130AV3G5                             | 02/28/23    | AGCY          | FEDERAL HOME LOAN BANKS               | 5.125 | 02/23/24      |                |           | 5,000,000.00         | 99.894      | 4,994,706.60         | 4,996,522.65         | 99.778    | 4,988,895.00         | 238         |              | 5.236        | 5.236        | AAA    |
| 3135GAG70                             | 03/31/23    | AGCY CALL     | FEDERAL NATIONAL MORTGAGE ASSOCIATION | 5.100 | 03/28/24      | 09/28/23       | Quarterly | 4,500,000.00         | 100.000     | 4,500,000.00         | 4,500,000.00         | 99.639    | 4,483,746.00         | 272         | 90           | 5.115        | 5.115        | A-1+   |
| 912796CX5                             | 04/20/23    | US GOVT       | UNITED STATES TREASURY                | 0.000 | 04/18/24      |                |           | 2,000,000.00         | 95.421      | 1,908,413.56         | 1,926,529.56         | 95.851    | 1,917,027.78         | 293         |              | 4.769        | 4.769        | A-1+   |
| 91282CER8                             | 05/31/23    | US GOVT       | UNITED STATES TREASURY                | 2.500 | 05/31/24      |                |           | 4,000,000.00         | 97.367      | 3,894,687.50         | 3,903,492.14         | 97.391    | 3,895,625.00         | 336         |              | 5.237        | 5.237        | AAA    |
| 91282CCG4                             | 06/07/23    | US GOVT       | UNITED STATES TREASURY                | 0.250 | 06/15/24      |                |           | 3,000,000.00         | 95.113      | 2,853,398.44         | 2,862,666.13         | 95.203    | 2,856,093.75         | 351         |              | 5.222        | 5.222        | AAA    |
| <b>Total 700-CDC Fund</b>             |             |               |                                       |       |               |                |           | <b>49,457,061.98</b> |             | <b>48,691,047.04</b> | <b>49,072,881.16</b> |           | <b>48,992,003.77</b> | <b>128</b>  | <b>90</b>    | <b>4.622</b> | <b>4.622</b> |        |
| <b>720-CDC Fund-Remediation</b>       |             |               |                                       |       |               |                |           |                      |             |                      |                      |           |                      |             |              |              |              |        |
| TEXPOOL                               |             | LGIP          | TexPool                               |       | 06/30/23      |                |           | 42,586,461.30        | 100.000     | 42,586,461.30        | 42,586,461.30        | 100.000   | 42,586,461.30        | 1           |              | 5.054        | 5.054        | AAA    |
| <b>Total 720-CDC Fund-Remediation</b> |             |               |                                       |       |               |                |           | <b>42,586,461.30</b> |             | <b>42,586,461.30</b> | <b>42,586,461.30</b> |           | <b>42,586,461.30</b> | <b>1</b>    |              | <b>5.054</b> | <b>5.054</b> |        |
| <b>Grand Total</b>                    |             |               |                                       |       |               |                |           | <b>92,043,523.28</b> |             | <b>91,277,508.34</b> | <b>91,659,342.46</b> |           | <b>91,578,465.07</b> | <b>69</b>   | <b>90</b>    | <b>4.823</b> | <b>4.823</b> |        |

## Earned Income

| CUSIP                                 | Security Type | Security Description                                   | Beginning Accrued | Interest Earned   | Interest Rec'd/ Sold/Matured | Interest Purchased | Ending Accrued    | Disc Accr/Prem Amort | Net Realized Gain/Loss | Net Income          |
|---------------------------------------|---------------|--|-------------------|-------------------|------------------------------|--------------------|-------------------|----------------------|------------------------|---------------------|
| <b>700-CDC Fund</b>                   |               |  |                   |                   |                              |                    |                   |                      |                        |                     |
| 912828ZH6                             | US GOVT       | UNITED STATES TREASURY 0.25 04/15/2023                 | 2,307.69          | 192.31            | 2,500.00                     | 0.00               | 0.00              | 1,195.94             | 0.00                   | 1,388.25            |
| 912828R69                             | US GOVT       | UNITED STATES TREASURY 1.625 05/31/2023                | 21,785.71         | 10,714.29         | 32,500.00                    | 0.00               | 0.00              | 3,166.30             | 0.00                   | 13,880.58           |
| 3133ENYG9                             | AGCY          | FEDERAL FARM CREDIT BANKS FUNDING CORP 2.25 06/07/2023 | 21,375.00         | 12,375.00         | 33,750.00                    | 0.00               | 0.00              | 323.50               | 0.00                   | 12,698.50           |
| TEXPOOL                               | LGIP          | TexPool 0.0 06/30/2023                                 | 0.00              | 105,633.57        | 105,633.57                   | 0.00               | 0.00              | 0.00                 | 0.00                   | 105,633.57          |
| TEXSTAR                               | LGIP          | TexSTAR 0.0 06/30/2023                                 | 0.00              | 35,023.49         | 35,023.49                    | 0.00               | 0.00              | 0.00                 | 0.00                   | 35,023.49           |
| 912828ZY9                             | US GOVT       | UNITED STATES TREASURY 0.125 07/15/2023                | 1,312.15          | 1,571.13          | 0.00                         | 0.00               | 2,883.29          | 37,313.31            | 0.00                   | 38,884.44           |
| 912796XY0                             | US GOVT       | UNITED STATES TREASURY 0.0 08/10/2023                  | 0.00              | 0.00              | 0.00                         | 0.00               | 0.00              | 23,432.50            | 0.00                   | 23,432.50           |
| 3130ATCR6                             | AGCY          | FEDERAL HOME LOAN BANKS 3.625 09/13/2023               | 8,156.25          | 40,781.25         | 0.00                         | 0.00               | 48,937.50         | 1,106.20             | 0.00                   | 41,887.45           |
| 313384NH8                             | AGCY          | FEDERAL HOME LOAN BANKS 0.0 10/23/2023                 | 0.00              | 0.00              | 0.00                         | 0.00               | 0.00              | 44,489.62            | 0.00                   | 44,489.62           |
| 3130AV3G5                             | AGCY          | FEDERAL HOME LOAN BANKS 5.125 02/23/2024               | 27,048.61         | 64,062.50         | 0.00                         | 0.00               | 91,111.11         | 1,343.58             | 0.00                   | 65,406.08           |
| 3135GAG70                             | AGCY CALL     | FEDERAL NATIONAL MORTGAGE ASSOCIATION 5.1 03/28/2024   | 637.50            | 57,375.00         | 0.00                         | 0.00               | 58,012.50         | 0.00                 | 0.00                   | 57,375.00           |
| 912796CX5                             | US GOVT       | UNITED STATES TREASURY 0.0 04/18/2024                  | 0.00              | 0.00              | 0.00                         | 0.00               | 0.00              | 18,116.00            | 0.00                   | 18,116.00           |
| 91282CER8                             | US GOVT       | UNITED STATES TREASURY 2.5 05/31/2024                  | 0.00              | 8,469.95          | 0.00                         | 0.00               | 8,469.95          | 8,804.64             | 0.00                   | 17,274.59           |
| 91282CCG4                             | US GOVT       | UNITED STATES TREASURY 0.25 06/15/2024                 | 0.00              | 492.71            | 3,750.00                     | (3,585.16)         | 327.87            | 9,267.69             | 0.00                   | 9,760.40            |
| <b>Total 700-CDC Fund</b>             |               |  | <b>82,622.92</b>  | <b>336,691.19</b> | <b>213,157.06</b>            | <b>(3,585.16)</b>  | <b>209,742.21</b> | <b>148,559.28</b>    | <b>0.00</b>            | <b>485,250.47</b>   |
| <b>720-CDC Fund-Remediation</b>       |               |  |                   |                   |                              |                    |                   |                      |                        |                     |
| TEXPOOL                               | LGIP          | TexPool 0.0 06/30/2023                                 | 0.00              | 520,669.26        | 520,669.26                   | 0.00               | 0.00              | 0.00                 | 0.00                   | 520,669.26          |
| <b>Total 720-CDC Fund-Remediation</b> |               |  | <b>0.00</b>       | <b>520,669.26</b> | <b>520,669.26</b>            | <b>0.00</b>        | <b>0.00</b>       | <b>0.00</b>          | <b>0.00</b>            | <b>520,669.26</b>   |
| <b>Grand Total</b>                    |               |  | <b>82,622.92</b>  | <b>857,360.45</b> | <b>733,826.32</b>            | <b>(3,585.16)</b>  | <b>209,742.21</b> | <b>148,559.28</b>    | <b>0.00</b>            | <b>1,005,919.73</b> |

## Investment Transactions

| CUSIP                 | Trade Date | Settle Date | Security Type | Security Description                   | Coupon | Maturity Date | Call Date | Par Value             | Price   | Principal Amount    | Interest Purchased/Received | Total Amount        | Realized Gain/Loss | YTM   | YTW   |
|-----------------------|------------|-------------|---------------|--|--------|---------------|-----------|-----------------------|---------|---------------------|-----------------------------|---------------------|--------------------|-------|-------|
| <b>700-CDC Fund</b>   |            |             |               |  |        |               |           |                       |         |                     |                             |                     |                    |       |       |
| <b>Buy</b>            |            |             |               |  |        |               |           |                       |         |                     |                             |                     |                    |       |       |
| 912796CX5             | 04/14/23   | 04/20/23    | US GOVT       | UNITED STATES TREASURY                 | 0.000  | 04/18/24      |           | 2,000,000.00          | 95.421  | 1,908,413.56        | 0.00                        | 1,908,413.56        | 0.00               | 4.769 | 4.769 |
| 91282CER8             | 05/30/23   | 05/31/23    | US GOVT       | UNITED STATES TREASURY                 | 2.500  | 05/31/24      |           | 4,000,000.00          | 97.367  | 3,894,687.50        | 0.00                        | 3,894,687.50        | 0.00               | 5.237 | 5.237 |
| 91282CCG4             | 06/02/23   | 06/07/23    | US GOVT       | UNITED STATES TREASURY                 | 0.250  | 06/15/24      |           | 3,000,000.00          | 95.113  | 2,853,398.44        | 3,585.16                    | 2,856,983.60        | 0.00               | 5.222 | 5.222 |
| <b>Total Buy</b>      |            |             |               |  |        |               |           | <b>9,000,000.00</b>   |         | <b>8,656,499.50</b> | <b>3,585.16</b>             | <b>8,660,084.66</b> | <b>0.00</b>        |       |       |
| <b>Coupon</b>         |            |             |               |  |        |               |           |                       |         |                     |                             |                     |                    |       |       |
| 912828ZH6             | 04/15/23   | 04/15/23    | US GOVT       | UNITED STATES TREASURY                 | 0.250  | 04/15/23      |           | 0.00                  |         | 0.00                | 2,500.00                    | 2,500.00            | 0.00               | --    | --    |
| 912828R69             | 05/31/23   | 05/31/23    | US GOVT       | UNITED STATES TREASURY                 | 1.625  | 05/31/23      |           | 0.00                  |         | 0.00                | 32,500.00                   | 32,500.00           | 0.00               | --    | --    |
| 3133ENYG9             | 06/07/23   | 06/07/23    | AGCY          | FEDERAL FARM CREDIT BANKS FUNDING CORP | 2.250  | 06/07/23      |           | 0.00                  |         | 0.00                | 33,750.00                   | 33,750.00           | 0.00               | --    | --    |
| 91282CCG4             | 06/15/23   | 06/15/23    | US GOVT       | UNITED STATES TREASURY                 | 0.250  | 06/15/24      |           | 0.00                  |         | 0.00                | 3,750.00                    | 3,750.00            | 0.00               | --    | --    |
| <b>Total Coupon</b>   |            |             |               |  |        |               |           | <b>0.00</b>           |         | <b>0.00</b>         | <b>72,500.00</b>            | <b>72,500.00</b>    | <b>0.00</b>        |       |       |
| <b>Maturity</b>       |            |             |               |  |        |               |           |                       |         |                     |                             |                     |                    |       |       |
| 912828ZH6             | 04/15/23   | 04/15/23    | US GOVT       | UNITED STATES TREASURY                 | 0.250  | 04/15/23      |           | (2,000,000.00)        | 100.000 | 2,000,000.00        | 0.00                        | 2,000,000.00        | 0.00               | --    | --    |
| 912828R69             | 05/31/23   | 05/31/23    | US GOVT       | UNITED STATES TREASURY                 | 1.625  | 05/31/23      |           | (4,000,000.00)        | 100.000 | 4,000,000.00        | 0.00                        | 4,000,000.00        | 0.00               | --    | --    |
| 3133ENYG9             | 06/07/23   | 06/07/23    | AGCY          | FEDERAL FARM CREDIT BANKS FUNDING CORP | 2.250  | 06/07/23      |           | (3,000,000.00)        | 100.000 | 3,000,000.00        | 0.00                        | 3,000,000.00        | 0.00               | --    | --    |
| <b>Total Maturity</b> |            |             |               |  |        |               |           | <b>(9,000,000.00)</b> |         | <b>9,000,000.00</b> | <b>0.00</b>                 | <b>9,000,000.00</b> | <b>0.00</b>        |       |       |

## Investment Transactions Totals

| Transaction Type | Quantity       | Principal Amount | Interest   | Total Amount   | Realized G/L | YTM   | YTW   |
|------------------|----------------|------------------|------------|----------------|--------------|-------|-------|
| Total Buy        | 9,000,000.00   | (8,656,499.50)   | (3,585.16) | (8,660,084.66) | 0.00         | 5.129 | 5.129 |
| Total Maturity   | (9,000,000.00) | 9,000,000.00     | 0.00       | 9,000,000.00   | 0.00         | 2.092 | 2.092 |
| Total Coupon     | 0.00           | 0.00             | 72,500.00  | 72,500.00      | 0.00         |       |       |

## Amortization and Accretion

| CUSIP                     | Settle Date | Security Type | Security Description                                   | Purchase Qty         | Orig Price | Original Cost        | Amort/Accr for Period | Total Amort/Accr Since Purch | Remaining Disc/Premium | Ending Book Value    |
|---------------------------|-------------|---------------|--|----------------------|------------|----------------------|-----------------------|------------------------------|------------------------|----------------------|
| <b>700-CDC Fund</b>       |             |               |  |                      |            |                      |                       |                              |                        |                      |
| 912828ZH6                 | 04/18/22    | US GOVT       | UNITED STATES TREASURY 0.25 04/15/2023                 | 0.00                 | 0.000      | 0.00                 | 1,195.94              | 0.00                         | 0.00                   | 0.00                 |
| 912828R69                 | 05/23/22    | US GOVT       | UNITED STATES TREASURY 1.625 05/31/2023                | 0.00                 | 0.000      | 0.00                 | 3,166.30              | 0.00                         | 0.00                   | 0.00                 |
| 3133ENYG9                 | 06/09/22    | AGCY          | FEDERAL FARM CREDIT BANKS FUNDING CORP 2.25 06/07/2023 | 0.00                 | 0.000      | 0.00                 | 323.50                | 0.00                         | 0.00                   | 0.00                 |
| 912828ZY9                 | 07/21/22    | US GOVT       | UNITED STATES TREASURY 0.125 07/15/2023                | 5,000,000.00         | 97.102     | 4,855,078.13         | 37,313.31             | 139,181.36                   | (5,740.51)             | 4,994,259.49         |
| 912796XY0                 | 08/11/22    | US GOVT       | UNITED STATES TREASURY 0.0 08/10/2023                  | 3,000,000.00         | 96.876     | 2,906,270.00         | 23,432.50             | 83,430.00                    | (10,300.00)            | 2,989,700.00         |
| 3130ATCR6                 | 09/13/22    | AGCY          | FEDERAL HOME LOAN BANKS 3.625 09/13/2023               | 4,500,000.00         | 99.902     | 4,495,567.50         | 1,106.20              | 3,532.96                     | (899.54)               | 4,499,100.46         |
| 313384NH8                 | 10/31/22    | AGCY          | FEDERAL HOME LOAN BANKS 0.0 10/23/2023                 | 4,000,000.00         | 95.647     | 3,825,863.33         | 44,489.62             | 117,685.42                   | (56,451.25)            | 3,943,548.75         |
| 3130AV3G5                 | 02/28/23    | AGCY          | FEDERAL HOME LOAN BANKS 5.125 02/23/2024               | 5,000,000.00         | 99.894     | 4,994,706.60         | 1,343.58              | 1,816.05                     | (3,477.35)             | 4,996,522.65         |
| 3135GAG70                 | 03/31/23    | AGCY CALL     | FEDERAL NATIONAL MORTGAGE ASSOCIATION 5.1 03/28/2024   | 4,500,000.00         | 100.000    | 4,500,000.00         | 0.00                  | 0.00                         | 0.00                   | 4,500,000.00         |
| 912796CX5                 | 04/20/23    | US GOVT       | UNITED STATES TREASURY 0.0 04/18/2024                  | 2,000,000.00         | 95.421     | 1,908,413.56         | 18,116.00             | 18,116.00                    | (73,470.44)            | 1,926,529.56         |
| 91282CER8                 | 05/31/23    | US GOVT       | UNITED STATES TREASURY 2.5 05/31/2024                  | 4,000,000.00         | 97.367     | 3,894,687.50         | 8,804.64              | 8,804.64                     | (96,507.86)            | 3,903,492.14         |
| 91282CCG4                 | 06/07/23    | US GOVT       | UNITED STATES TREASURY 0.25 06/15/2024                 | 3,000,000.00         | 95.113     | 2,853,398.44         | 9,267.69              | 9,267.69                     | (137,333.87)           | 2,862,666.13         |
| <b>Total 700-CDC Fund</b> |             |               |  | <b>35,000,000.00</b> |            | <b>34,233,985.06</b> | <b>148,559.28</b>     | <b>381,834.12</b>            | <b>(384,180.82)</b>    | <b>34,615,819.18</b> |
| <b>Grand Total</b>        |             |               |  | <b>35,000,000.00</b> |            | <b>34,233,985.06</b> | <b>148,559.28</b>     | <b>381,834.12</b>            | <b>(384,180.82)</b>    | <b>34,615,819.18</b> |

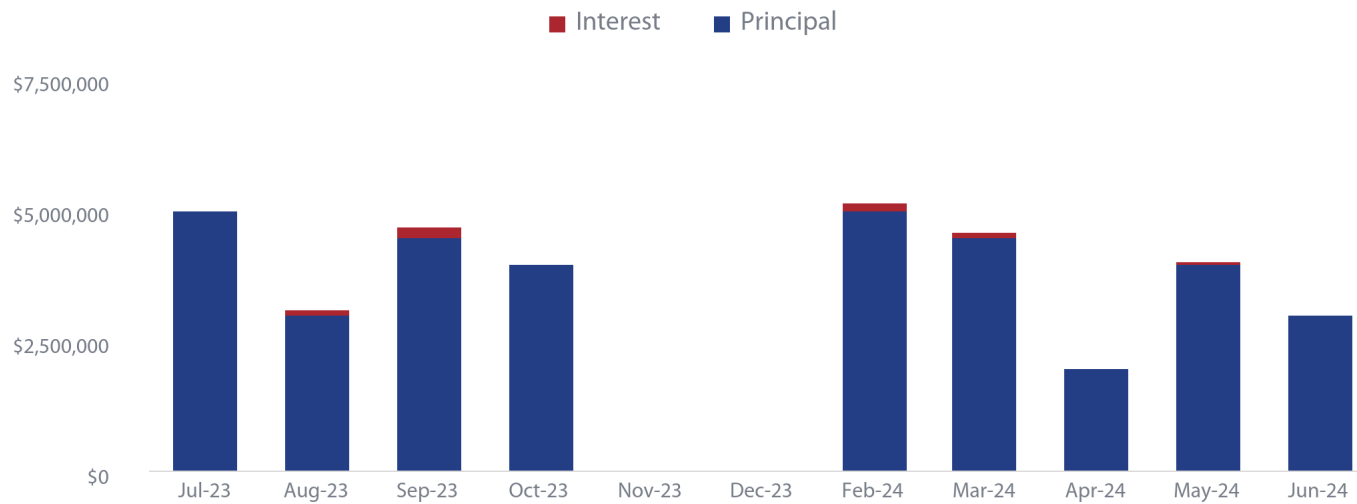
## Projected Cash Flows

| CUSIP               | Security Description                                 | Post Date | Interest          | Principal            | Total Amount         |
|---------------------|--|-----------|-------------------|----------------------|----------------------|
| <b>700-CDC Fund</b> |  |           |                   |                      |                      |
| 912828ZY9           | UNITED STATES TREASURY 0.125 07/15/2023              | 07/17/23  | 3,125.00          |                      | 3,125.00             |
| 912828ZY9           | UNITED STATES TREASURY 0.125 07/15/2023              | 07/17/23  |                   | 5,000,000.00         | 5,000,000.00         |
| 912796XY0           | UNITED STATES TREASURY 0.0 08/10/2023                | 08/10/23  |                   | 3,000,000.00         | 3,000,000.00         |
| 3130AV3G5           | FEDERAL HOME LOAN BANKS 5.125 02/23/2024             | 08/23/23  | 128,125.00        |                      | 128,125.00           |
| 3130ATCR6           | FEDERAL HOME LOAN BANKS 3.625 09/13/2023             | 09/13/23  | 81,562.50         |                      | 81,562.50            |
| 3130ATCR6           | FEDERAL HOME LOAN BANKS 3.625 09/13/2023             | 09/13/23  |                   | 4,500,000.00         | 4,500,000.00         |
| 3135GAG70           | FEDERAL NATIONAL MORTGAGE ASSOCIATION 5.1 03/28/2024 | 09/28/23  | 113,475.00        |                      | 113,475.00           |
| 313384NH8           | FEDERAL HOME LOAN BANKS 0.0 10/23/2023               | 10/23/23  |                   | 4,000,000.00         | 4,000,000.00         |
| 91282CER8           | UNITED STATES TREASURY 2.5 05/31/2024                | 11/30/23  | 50,000.00         |                      | 50,000.00            |
| 91282CCG4           | UNITED STATES TREASURY 0.25 06/15/2024               | 12/15/23  | 3,750.00          |                      | 3,750.00             |
| 3130AV3G5           | FEDERAL HOME LOAN BANKS 5.125 02/23/2024             | 02/23/24  | 128,125.00        |                      | 128,125.00           |
| 3130AV3G5           | FEDERAL HOME LOAN BANKS 5.125 02/23/2024             | 02/23/24  |                   | 5,000,000.00         | 5,000,000.00         |
| 3135GAG70           | FEDERAL NATIONAL MORTGAGE ASSOCIATION 5.1 03/28/2024 | 03/28/24  | 114,750.00        |                      | 114,750.00           |
| 3135GAG70           | FEDERAL NATIONAL MORTGAGE ASSOCIATION 5.1 03/28/2024 | 03/28/24  |                   | 4,500,000.00         | 4,500,000.00         |
| 912796CX5           | UNITED STATES TREASURY 0.0 04/18/2024                | 04/18/24  |                   | 2,000,000.00         | 2,000,000.00         |
| 91282CER8           | UNITED STATES TREASURY 2.5 05/31/2024                | 05/31/24  | 50,000.00         |                      | 50,000.00            |
| 91282CER8           | UNITED STATES TREASURY 2.5 05/31/2024                | 05/31/24  |                   | 4,000,000.00         | 4,000,000.00         |
| 91282CCG4           | UNITED STATES TREASURY 0.25 06/15/2024               | 06/17/24  | 3,750.00          |                      | 3,750.00             |
| 91282CCG4           | UNITED STATES TREASURY 0.25 06/15/2024               | 06/17/24  |                   | 3,000,000.00         | 3,000,000.00         |
| <b>Grand Total</b>  |  |           | <b>676,662.50</b> | <b>35,000,000.00</b> | <b>35,676,662.50</b> |



## Projected Cash Flows Totals

| Month and Year | Interest          | Principal            | Total Amount         |
|----------------|-------------------|----------------------|----------------------|
| July 2023      | 3,125.00          | 5,000,000.00         | 5,003,125.00         |
| August 2023    | 128,125.00        | 3,000,000.00         | 3,128,125.00         |
| September 2023 | 195,037.50        | 4,500,000.00         | 4,695,037.50         |
| October 2023   |                   | 4,000,000.00         | 4,000,000.00         |
| November 2023  | 50,000.00         |                      | 50,000.00            |
| December 2023  | 3,750.00          |                      | 3,750.00             |
| February 2024  | 128,125.00        | 5,000,000.00         | 5,128,125.00         |
| March 2024     | 114,750.00        | 4,500,000.00         | 4,614,750.00         |
| April 2024     |                   | 2,000,000.00         | 2,000,000.00         |
| May 2024       | 50,000.00         | 4,000,000.00         | 4,050,000.00         |
| June 2024      | 3,750.00          | 3,000,000.00         | 3,003,750.00         |
| <b>Total</b>   | <b>676,662.50</b> | <b>35,000,000.00</b> | <b>35,676,662.50</b> |



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