PUBLIC FUNDS ADVISORY

City of Killeen

Quarterly Investment Report

PRESENTED BY:

SCOTT GRUBER, CMT – MANAGING DIRECTOR, ADVISORY SERVICES

JUNE 30, 2026

MEEDER

PUBLIC FUNDS

Compliance Certification

MEEDER

The undersigned have acknowledged that they have reviewed this quarterly investment report for the period ending June 30, 2026. The City officials designated as investment officers by the City's Investment Policy attest that all investments are in compliance with the Texas Public Funds Investment Act and the City's Investment Policy.

Executive Director of Finance

Assistant Director of Executive Finance

Controller

Economic Overview

MEEDER

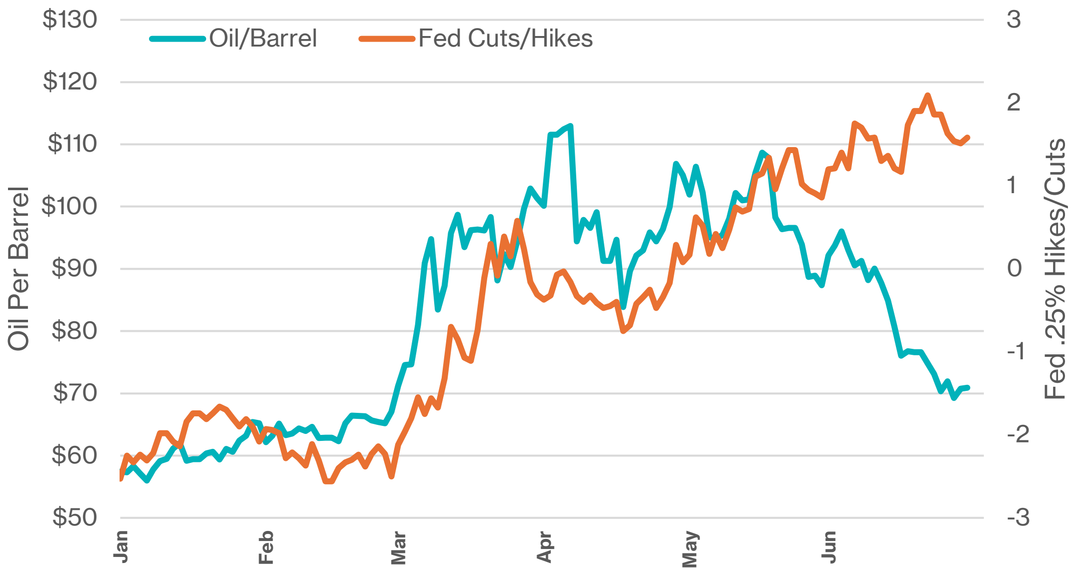
OBSERVATIONS AND EXPECTATIONS

- The Fed delivers a hawkish tone at the June FOMC meeting
- Headline CPI is at the highest level since 2023 primarily due to energy price increases
- U.S. economic growth looks strong for the second quarter of 2026
- Shorter-term interest rates increased in June with a Fed hike projected later this year

- At the end of February (prior to the Iran conflict), the futures market was pricing in approximately 2.5 quarter point cuts by December 2026.

- At the end of June, futures market data were projecting the Fed to hike later this year.

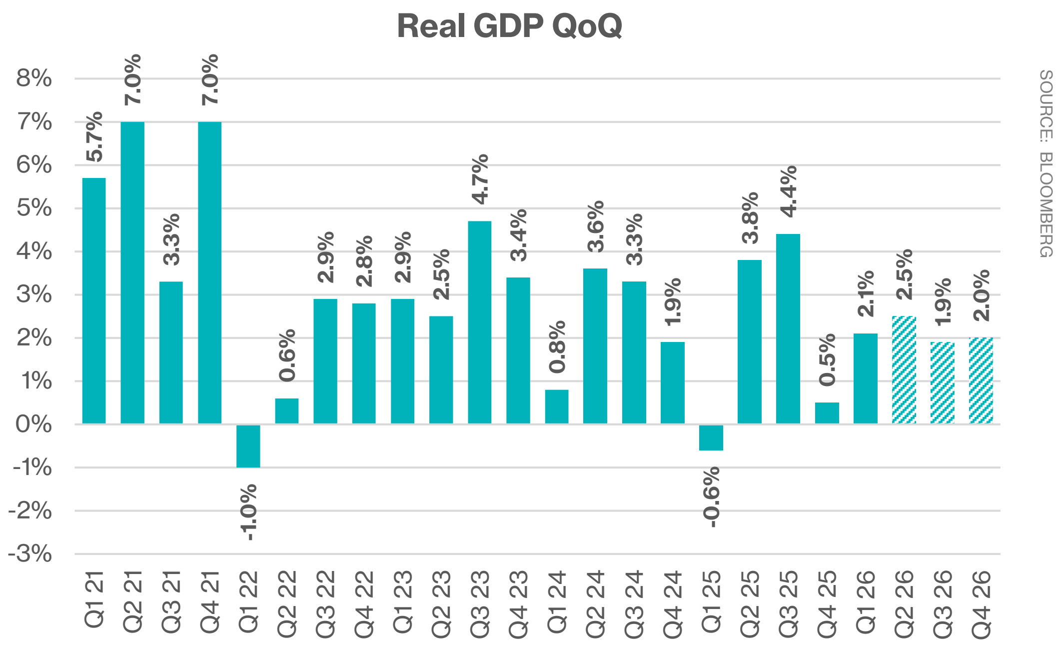
Price of Oil vs. Number of Fed Hike/Cuts Over the Next 12 Months

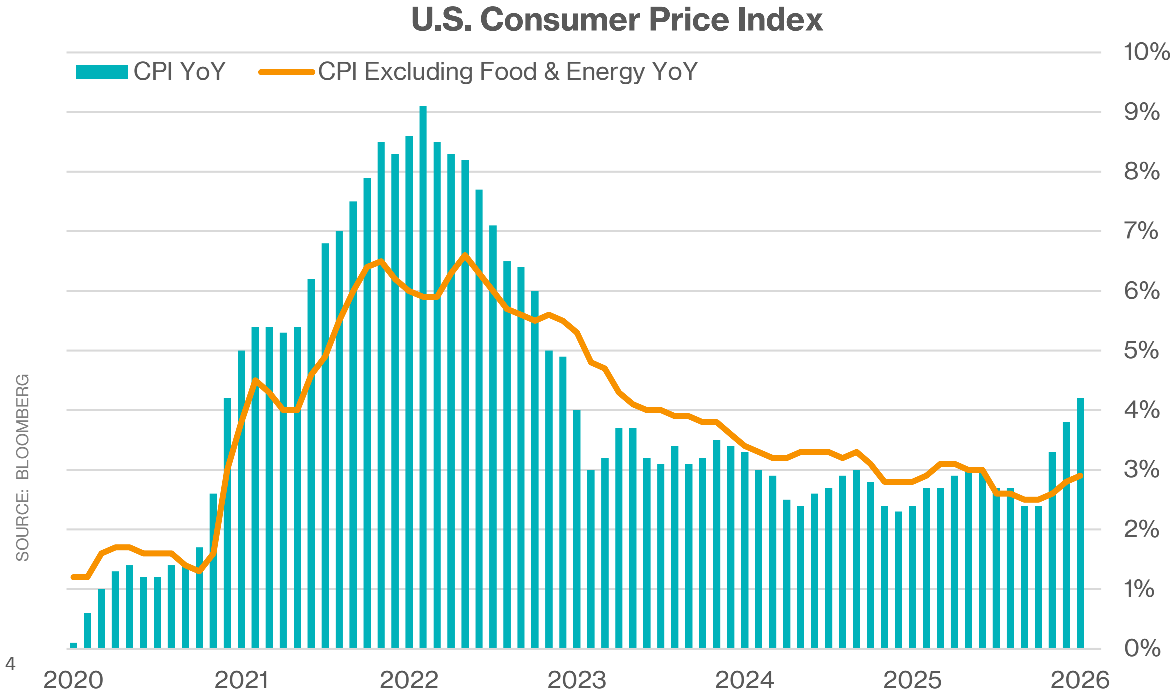


SOURCE: BLOOMBERG

MEEDER

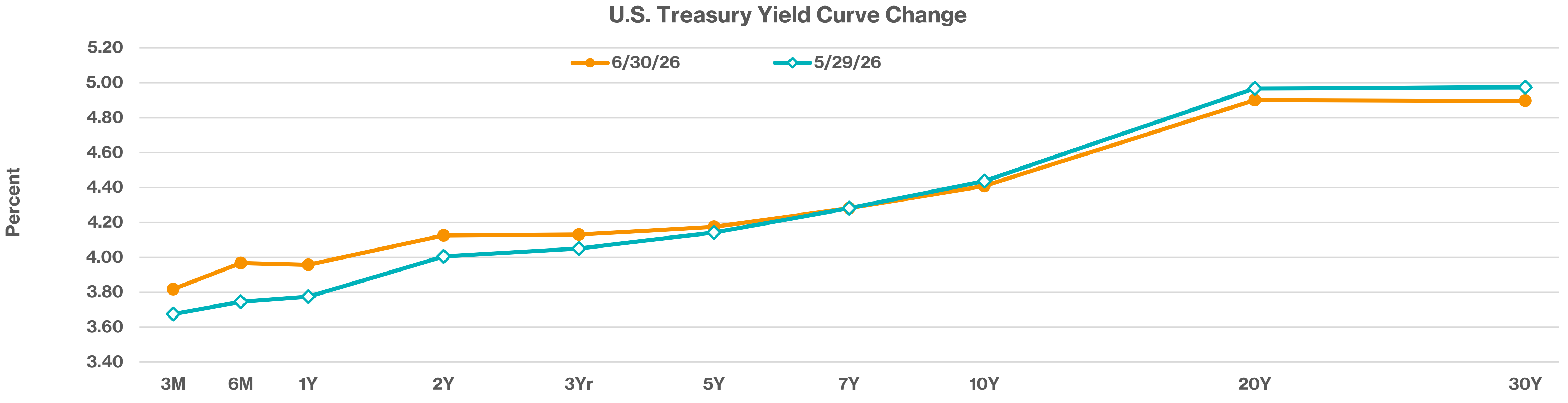
- Q1 2026's GDP was recently revised up from 1.6% to 2.1%.
- This growth surge was primarily driven by lower imports and stronger business investment, even though underlying consumer spending was weak.
- Q2 2026 GDP is projected by Bloomberg surveyed economists to be 2.5%.

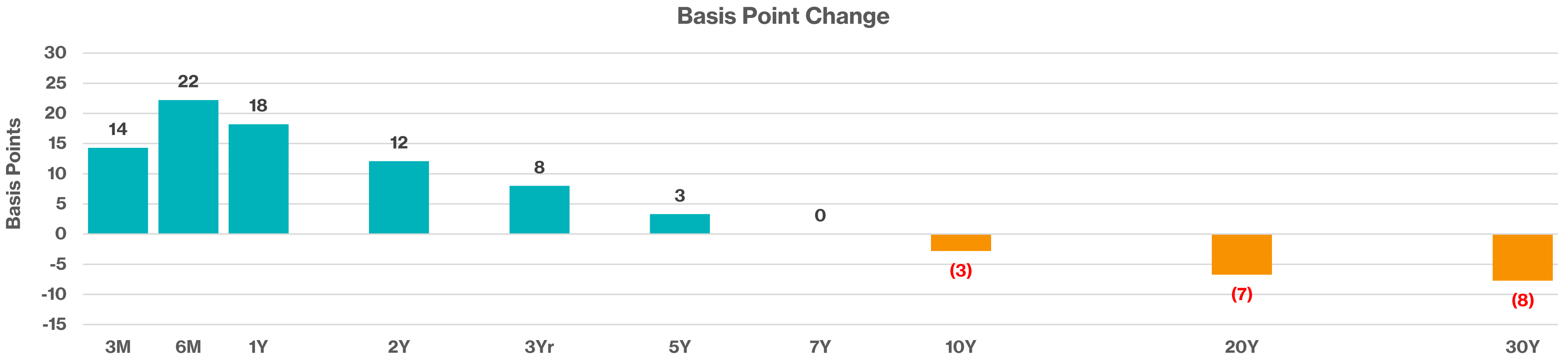




- U.S. inflation data released in May, accelerated to the fastest pace since 2023.
- A surge in energy prices accounted for most of the recent advance.
- However, the recent decline in oil prices should push inflation's rate of change lower for June.

MEEDER





SOURCE: BLOOMBERG

MEEDER

PUBLIC FUNDS

PORTFOLIO REVIEW

Quarterly Portfolio Summary – All Funds

This quarterly report is prepared in compliance with the Investment Policy and Strategy of the City of Killeen and the Public Funds Investment Act (Chapter 2256, Texas Government Code).

Portfolio as of March 31, 2026		Portfolio as of June 30, 2026	
Beginning Book Value	$312,489,452	Ending Book Value	$287,731,570
Beginning Market Value	$312,971,335	Ending Market Value	$286,960,871
Unrealized Gain/(Loss)	$481,883	Unrealized Gain/(Loss)	($770,699)
		Change in Unrealized Gain/(Loss)	($1,252,582)
Weighted Average Maturity	481 days	Weighted Average Maturity	557 days
Weighted Average Yield	3.98%	Weighted Average Yield	3.96%

Portfolio Market Value by Fund	3/31/2026	6/30/2026	Change
Pooled Investments	$312,782,672.29	$286,713,729.77	($26,068,942.52)
Enterprise Funds	$313.03	$341.05	$28.02
General Fund	$188,349.66	$246,800.26	$58,450.60
Total	**$312,971,334.98**	**$286,960,871.08**	**($26,010,463.90)**

Portfolio Summary – Investment Pool

As of 6/30/2026

Your Portfolio

Cash/LGIPs	$80,081,866
Securities Book Value	$207,402,563
Total Portfolio Book Value	$287,484,429

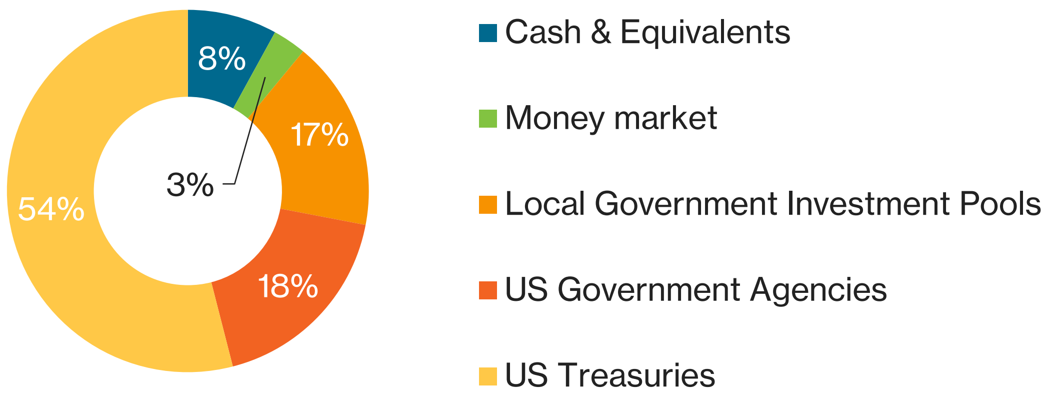
Your Securities

Weighted Average Maturity	1.53 years
Weighted Average Yield	3.96%

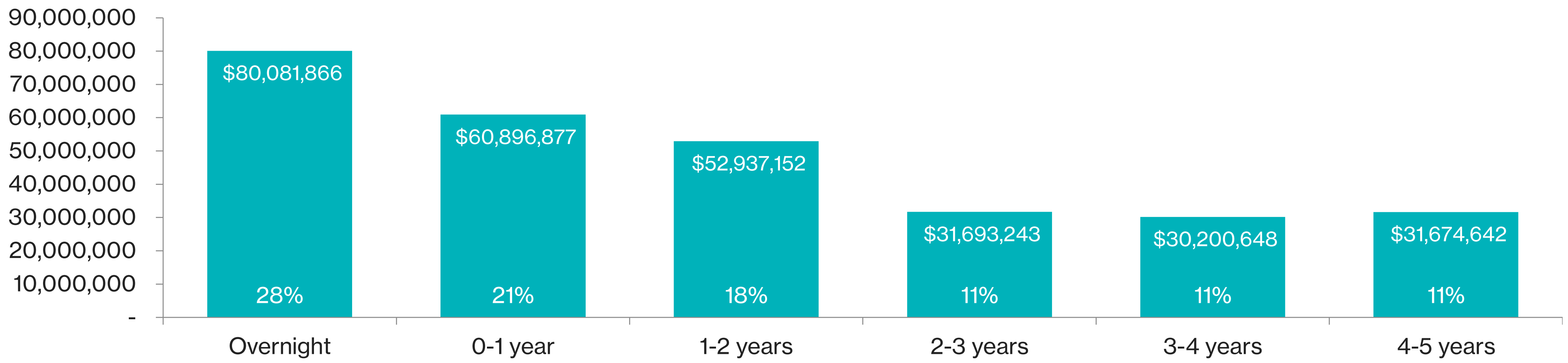
Interest Earnings:

Quarterly Interest Earned	$2,981,621
Year-to-date Interest Earned	$9,291,626

Your Asset Allocation

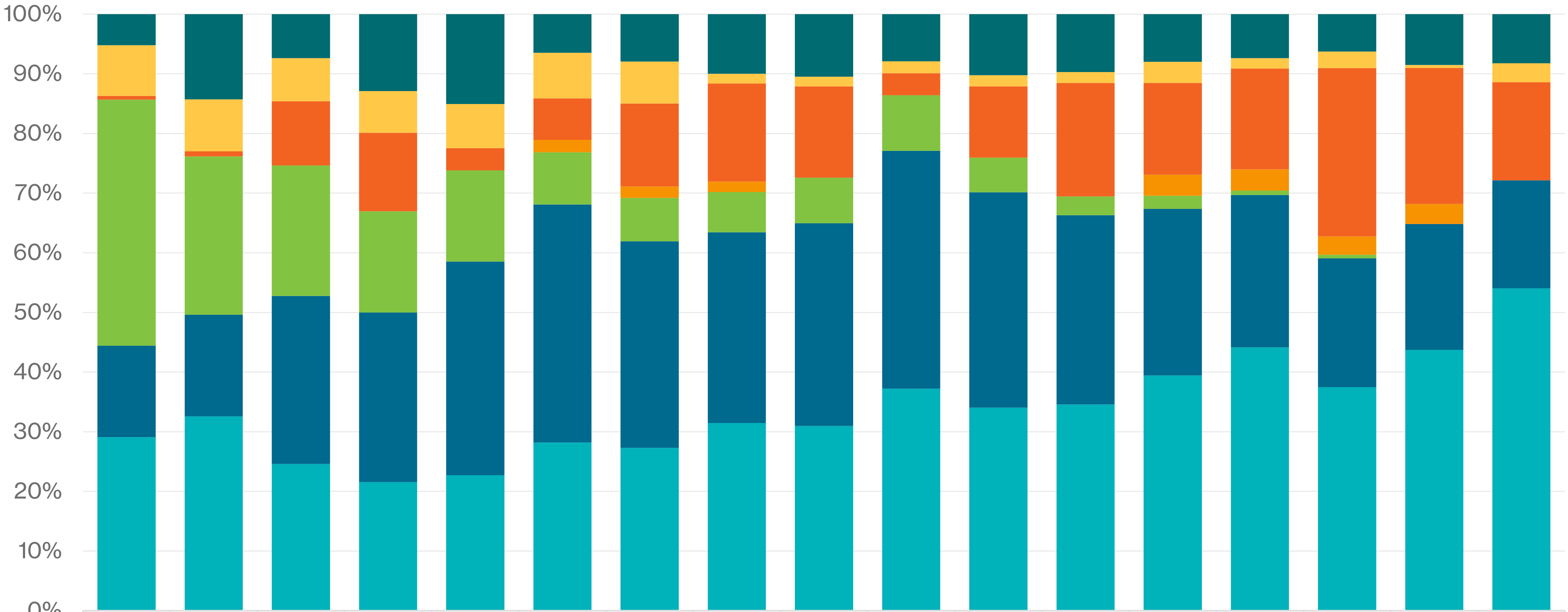


Your Maturity Distribution



YIELD AND INTEREST INCOME INFORMATION IS ANNUALIZED. ALL YIELD INFORMATION IS SHOWN GROSS OF ANY ADVISORY AND CUSTODY FEES AND IS BASED ON YIELD TO MATURITY AT COST.
PAST PERFORMANCE IS NOT A GUARANTEE OF FUTURE RESULTS.

Asset Composition



	Jun-22	Sep-22	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25	Mar-26	Jun-26
Cash	5.19%	14.28%	7.38%	12.88%	15.07%	6.49%	7.95%	10.01%	10.48%	7.91%	10.25%	9.70%	7.98%	7.36%	6.28%	8.53%	8.21%
Money Market	8.52%	8.71%	7.25%	7.01%	7.40%	7.63%	7.05%	1.61%	1.65%	1.99%	1.89%	1.84%	3.55%	1.77%	2.77%	0.49%	3.21%
LGIPs	0.61%	0.87%	10.73%	13.14%	3.69%	6.97%	13.89%	16.43%	15.26%	3.68%	11.93%	19.00%	15.39%	16.89%	28.19%	22.83%	16.44%
Commercial Paper	0.00%	0.00%	0.00%	0.00%	0.00%	2.08%	1.92%	1.79%	0.00%	0.00%	0.00%	0.00%	3.52%	3.57%	3.08%	3.32%	0.00%
Certificates of Deposit	41.26%	26.53%	21.89%	17.00%	15.30%	8.76%	7.25%	6.72%	7.68%	9.32%	5.81%	3.15%	2.21%	0.72%	0.62%	0.00%	0.00%
U.S. Government Agencies	15.31%	17.04%	28.15%	28.39%	35.83%	39.88%	34.63%	31.97%	33.94%	39.86%	36.08%	31.73%	27.89%	25.54%	21.59%	21.12%	18.11%
U.S. Treasury Securities	29.11%	32.57%	24.59%	21.59%	22.70%	28.20%	27.31%	31.48%	30.99%	37.23%	34.05%	34.59%	39.46%	44.16%	37.46%	43.72%	54.03%

Disclosures

MEEDER

Meeder Public Funds, Inc. is a registered investment adviser with the Securities and Exchange Commission (SEC) under the Investment Advisers Act of 1940. Registration with the SEC does not imply a certain level of skill or training. The opinions expressed in this presentation are those of Meeder Public Funds, Inc. The material presented has been derived from sources considered to be reliable, but the accuracy and completeness cannot be guaranteed.

Past performance does not guarantee future results. Opinions and forecasts are all subject to change at any time, based on market and other conditions, and should not be construed as a recommendation of any specific security. Investing in securities involves inherent risks, including the risk that you can lose the value of your investment. Any forecast, projection, or prediction of the market, the economy, economic trends, and fixed-income markets are based upon current opinion as of the date of issue and are also subject to change. Opinions and data presented are not necessarily indicative of future events or expected performance. Meeder Public Funds, Inc. cannot and does not claim to be able to accurately predict the future investment performance of any individual security or of any asset class. There is no assurance that the investment process will consistently lead to successful results. The investment return and principal value of an investment will fluctuate, thus an investor’s shares, or units, when redeemed, may be worth more or less than their original cost.

Meeder Public Funds
901 Mopac Expressway South
Building 1, Suite 300
Austin, TX 78746

866.633.3371

MEEDER

PUBLIC FUNDS

MeederPublicFunds.com