



City of Santa Ana
20 Civic Center Plaza, Santa Ana, CA 92701
Staff Report
November 15, 2022

TOPIC: Quarterly Investment Report

AGENDA TITLE:

Receive and File Quarterly Report of Investments as of September 30, 2022

RECOMMENDED ACTION

Receive and file.

DISCUSSION

California Code Section 53646 (b) states that if a quarterly report is rendered to the legislative body, the quarterly investment report shall be submitted within 30 days following the end of the quarter covered by the report. In an effort to meet the statutory requirement, Finance & Management Services Agency ("FMSA") submits the Report via email for review and distribution to the City Council in advance. The report was emailed for distribution on October 24, 2022. The legislation specifies that this quarterly report contains the seven major elements listed below:

1. Type of investments,
2. Date of maturity,
3. Par and dollar amounts invested in each security,
4. Weighted average maturity of the investments,
5. Market value as of the date of the report,
6. Source of the market value information, and
7. Any funds, investments, or programs, including loans,
under the management of contracted parties.

These specifications include a statement outlining the ability of the City to meet the budgeted expenditures for the subsequent six months to be submitted to the City Council on a quarterly basis. Staff performs an end-of-month expenditure analysis to comply with the expenditure requirement and a statement confirming the ability to meet this requirement in the monthly and quarter-ending Treasurer's Report. The information is in compliance with State law and the City's Investment Policy.

The attached Treasurer's Report (Exhibit 1) accurately reflects all pooled investments held on behalf of the City as of September 30, 2022.

The attached Cash held by Bank and Cash held by Fund(s) Listing (Exhibit 2) is a schedule of cash by funds added to the monthly and quarterly Report of Investments to enhance FMSA's reporting and transparency.

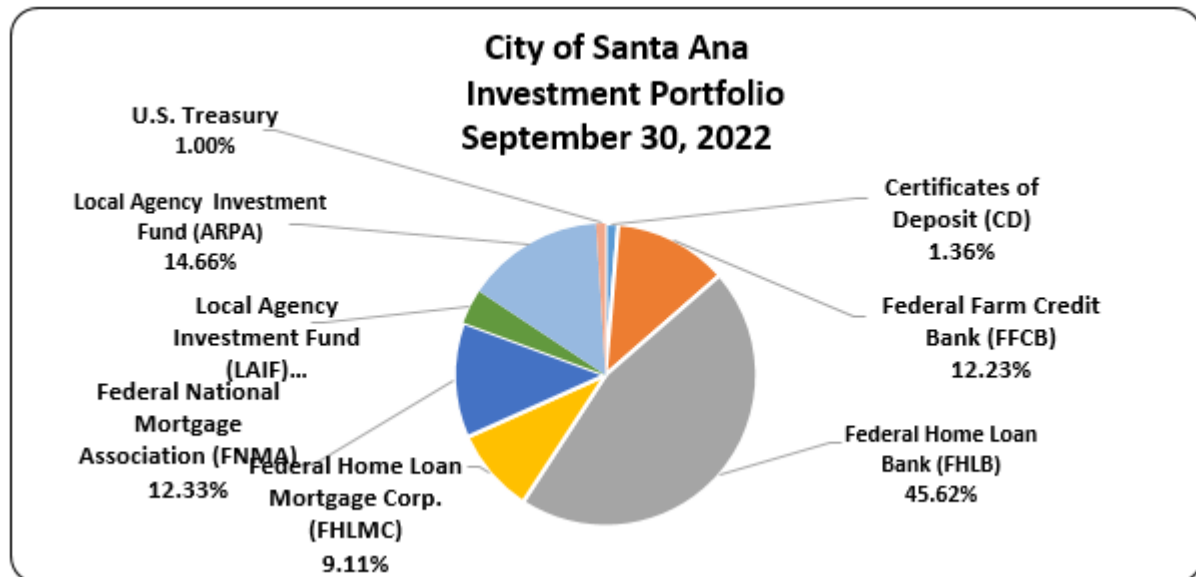
The following two tables represent: (1) percentage limits set by the City's Investment Policy and State Law and shows respective City investment portfolio investment types, amounts, and percentages; and (2) the restricted cash balance as of September 30, 2022.

Type of Investment	Amounts Invested \$	Portfolio %	COSA Policy Limits %	State Law Limits %
Certificates of Deposit (CDs)	\$6,696,000	1.36%	30%	30%
Federal Farm Credit Bank (FFCB)	\$60,409,210	12.23%	None	None
Federal Home Loan Bank (FHLB)	\$225,225,370	45.62%	None	None
Federal Home Loan Mortgage Corp. (FHLMC)	\$44,993,750	9.11%	None	None
Federal National Mortgage Association (FNMA)	\$60,927,930	12.33%	None	None
Local Agency Investment Fund (LAIF)	\$18,206,879	3.69%	None	None
Local Agency Investment Fund (LAIF – ARPA)	\$72,515,236	14.66%	None	None
U.S. Treasury	\$4,990,000	1.00%	None	None
Sub- Total:	\$493,964,375	100%	None	None
Cash :	\$22,324,861			
Total:	\$516,289,236			

Restricted Cash	In \$
Restricted Cash †,	\$3,215,323
Total	\$3,215,323

† Restricted cash is held by various Trustees such as Bank of New York Mellon; US Bank; Signature Bank; and State of California Condemnation Fund. Restricted Cash is segregated from cash used for daily operations.

The following City investment portfolio graph represents percentages within the respective investment types as of September 30, 2022.



The following two tables represent, as of September 30, 2022: (1) the aggregate Average Market Yield To Date (AMTD); and (2) the breakdown of by investment type.

Aggregate Average Market Yield To Date	
Average Month To Date (AMTD)	1.239%

Investments	Book Value of Investments	YTM	% of Portfolio	
Certificates of Deposit	\$6,696,000	1.181%	1.36%	0.016%
LAIF	\$18,206,878.78	1.513%	3.69%	0.056%
LAIF (ARPA)	\$72,515,236.15	1.513%	14.68%	0.222%
Federal Agency Securities	\$391,556,260.25	1.169%	79.27%	0.927%
U.S. Treasury	\$4,990,000	1.839%	1.00%	0.018%
	\$493,964,375	1.239%	100.00%	1.239%

Cash held by Bank and Cash by Fund(s) Listing (Exhibit 2)

The above-referenced exhibit (Exhibit 2) includes a comparison of bank balances between each City Cash account including Investments; Cash held at a City designated financial institution; Cash on Hand; and Restricted Cash versus the Cash held by various Fund(s).

ENVIRONMENTAL IMPACT

There is no environmental impact associated with this action.

FISCAL IMPACT

There is no fiscal impact associated with this action.

EXHIBIT(S)

1. Treasurer's Report
2. Cash Held by Bank and Cash Fund(s) Listing

Submitted By: Kathryn Downs, FMSA Executive Director

Approved By: Kristine Ridge, City Manager