



**City of Santa Ana**  
**20 Civic Center Plaza, Santa Ana, CA 92701**  
**Staff Report**  
**March 2, 2021**

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**TOPIC:** Quarterly Report of Investment as of December 31, 2020

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**AGENDA TITLE:**

Receive and File Quarterly Report of Investments as of December 31, 2020

**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 submits the Report via email for review and distribution to the City Council in advance. The report was emailed for distribution on January 27, 2021. The legislation specifies that this quarterly report contain 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 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.

Quarterly Report of Investment as of December 31, 2020

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The attached Treasurer's Report (Exhibit 1) accurately reflects all pooled investments held on behalf of the City as of December 31, 2020.

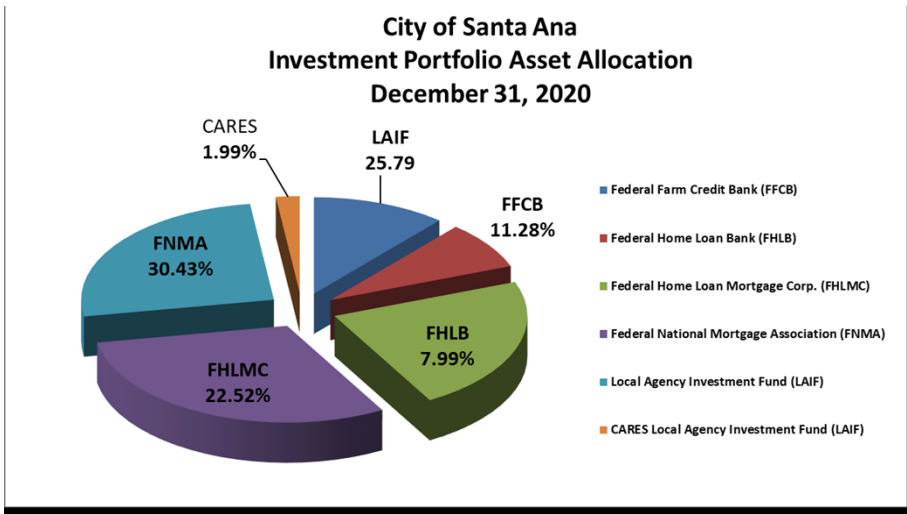
The following two tables represent: (1) percentage limits set by the City's Investment Policy and State Law and shows respective City investment portfolio investment types, amounts, and percentages; and (2) the restricted cash balance as of December 31, 2020.

| Type of Investment                           | Amounts Invested (\$) | Portfolio (%) | COSA Policy Limits (%) | State Law Limits (%) |
|--|-----------------------|---------------|------------------------|----------------------|
| Federal Farm Credit Bank (FFCB)              | \$32,709,210.25       | 11.28%        | None                   | None                 |
| Federal Home Loan Bank (FHLB)                | \$23,152,608.33       | 7.99%         | None                   | None                 |
| Federal Home Loan Mortgage Corp. (FHLMC)     | \$65,286,250.00       | 22.52%        | None                   | None                 |
| Federal National Mortgage Association (FNMA) | \$88,201,540.00       | 30.43%        | None                   | None                 |
| Local Agency Investment Fund (LAIF)          | \$74,766,303.09       | 25.79%        | None                   | None                 |
| CARES Local Agency Investment Fund (LAIF)    | \$5,752,727.46        | 1.99%         |                        |                      |
| <b>Sub- Total</b>                            | \$289,868,639.13      | 100.00%       | <b>None</b>            | <b>None</b>          |
| Cash   | \$56,918,611.74       |               |                        |                      |
| <b>Total</b>                                 | \$346,787,250.87      |               |                        |                      |

| Restricted Cash    | In (\$)             |
|--------------------|---------------------|
| Restricted Cash †, | \$120,621.33        |
| <b>Total</b>       | <b>\$120,621.33</b> |

† Restricted cash is held by a Trustee, Bank of New York Mellon, and is segregated from cash used for daily operations. (exp.: Bond reserve funds)

The following City investment portfolio graph represents percentages within the respective investment types as of December 31, 2020.



The following two tables represent, as of December 31, 2020: (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)           | .988% |

| Investments               | Book Value of Investments | YTM    | % of Portfolio |        |
|---------------------------|---------------------------|--------|----------------|--------|
| LAIF                      | \$74,766,303.09           | 0.540% | 25.79%         | 0.139% |
| LAIF CARES                | \$5,752,727.46            | 0.540% | 1.99%          | 0.011% |
| Federal Agency Securities | \$209,349,608.58          | 1.161% | 72.22%         | 0.838% |
|                           |                           |        |                |        |
|                           | \$289,868,639.13          | 0.988% | 100.00%        | 0.988% |
|                           |                           |        |                |        |

### **ENVIRONMENTAL IMPACT**

There is no environmental impact associated with this action.

### **FISCAL IMPACT**

There is no fiscal impact associated with this action.

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**EXHIBIT(S)**

1. Treasurer's Report

Submitted By:

Kathryn Downs, Executive Director Finance and Management Services

Approved By: Kristine Ridge, City Manager