



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: January 12, 2021
TO: Mayor and Councilmembers
FROM: Treasury Division, Finance Department
SUBJECT: November 2020 Investment Report

RECOMMENDATION:

That Council accept the November 2020 Investment Report.

DISCUSSION:

The attached investment report includes Investment Activity, Interest Revenue, a Summary of Cash and Investments, and Investment Portfolio detail as of November 30, 2020.

ATTACHMENT: November 2020 Investment Report
PREPARED BY: Salvatore Parrilla, Finance Analyst
SUBMITTED BY: Keith DeMartini, Finance Director
APPROVED BY: City Administrator's Office

ATTACHMENT

CITY OF SANTA BARBARA
Activity and Interest Report
November 30, 2020

INVESTMENT ACTIVITY

INVESTMENT INCOME

PURCHASES OR DEPOSITS

POOLED INVESTMENTS

11/17 FNMA	\$ 3,000,000
11/24 FHLMC	3,000,000
11/25 FHLMC	3,000,000
Total	<u>\$ 9,000,000</u>

Interest Earned on Investments	\$ 172,366
Amortization	3,704
Total	<u>\$ 176,070</u>

SALES, MATURITIES, CALLS OR WITHDRAWALS

11/27 FHLMC	\$ (2,000,000)
Total	<u>\$ (2,000,000)</u>

ACTIVITY TOTAL

\$ 7,000,000

INCOME TOTAL

\$ 176,070

CITY OF SANTA BARBARA
Summary of Cash and Investments
November 30, 2020

ENDING BALANCE AS OF October 31, 2020

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 42,771,040	0.450%	20.50%	1
State of California LAIF	75,000,000	0.620%	35.94%	1
Treasury Securities	7,989,193	1.786%	3.83%	941
Federal Agency Issues - Coupon	63,002,324	1.597%	30.19%	796
Corporate/Medium Term Notes	19,914,707	2.613%	9.54%	901
	<u>208,677,264</u>	<u>1.115%</u>	<u>100.00%</u>	<u>363</u>
Totals and Averages	<u>\$ 208,677,264</u>	<u>1.115%</u>	<u>100.00%</u>	<u>363</u>
Total Cash and Investments	<u>\$ 208,677,264</u>			

NET CASH AND INVESTMENT ACTIVITY FOR November 2020

\$ 10,110,996

ENDING BALANCE AS OF November 30, 2020

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 45,878,332	0.450%	20.97%	1 (1)
State of California LAIF	75,000,000	0.576%	34.28%	1 (2)
Treasury Securities	7,989,422	1.786%	3.65%	911
Federal Agency Issues - Coupon	70,002,476	1.441%	32.00%	868
Corporate/Medium Term Notes	19,918,030	2.613%	9.10%	871
	<u>218,788,260</u>	<u>1.056%</u>	<u>100.00%</u>	<u>391</u>
Totals and Averages	<u>\$ 218,788,260</u>	<u>1.056%</u>	<u>100.00%</u>	<u>391</u>
Total Cash and Investments	<u>\$ 218,788,260</u>			

Note: (1) Earnings Credit Rate (ECR) is provided at the rate of 0.450% by MUFG Union Bank, N.A. to help offset banking fees.

(2) The average life of the LAIF portfolio as of November 30, 2020 is 171 days.

CITY OF SANTA BARBARA

Investment Portfolio

November 30, 2020

DESCRIPTION	PURCHASE DATE	MATURITY DATE	QUALITY RATING MOODY'S	QUALITY RATING S & P	STATED RATE	YIELD AT 365	FACE VALUE	BOOK VALUE	MARKET VALUE	BOOK GAIN/(LOSS)	COMMENTS
LOCAL AGENCY INVESTMENT FUNDS											
LOCAL AGENCY INVESTMENT FUND	-	-	-	-	0.576	0.576	75,000,000.00	75,000,000.00	75,000,000.00	0.00	
Subtotal, LAIF							75,000,000.00	75,000,000.00	75,000,000.00	0.00	
TREASURY SECURITIES - COUPON											
U S TREASURY NOTE	05/03/19	04/30/24	Aaa	AA+	2.250	2.342	2,000,000.00	1,994,109.49	2,138,046.00	143,936.51	
U S TREASURY NOTE	06/27/19	08/31/22	Aaa	AA+	1.875	1.743	2,000,000.00	2,004,464.90	2,060,234.00	55,769.10	
U S TREASURY NOTE	01/22/20	02/28/23	Aaa	AA+	1.500	1.527	2,000,000.00	1,998,814.06	2,060,234.00	61,419.94	
U S TREASURY NOTE	01/22/20	06/30/23	Aaa	AA+	1.375	1.534	2,000,000.00	1,992,033.37	2,062,188.00	70,154.63	
Subtotal, Treasury Securities							8,000,000.00	7,989,421.82	8,320,702.00	331,280.18	
FEDERAL AGENCY ISSUES - COUPON											
FED AGRICULTURAL MTG CORP	12/29/16	01/15/21	-	-	2.000	2.000	2,000,000.00	2,000,000.00	2,004,642.00	4,642.00	
FED AGRICULTURAL MTG CORP	05/09/19	04/03/23	-	-	2.360	2.371	2,000,000.00	1,999,520.23	2,099,860.00	100,339.77	
FED AGRICULTURAL MTG CORP	02/12/20	02/12/24	-	-	1.390	1.480	2,000,000.00	1,994,420.85	2,070,350.00	75,929.15	
FED AGRICULTURAL MTG CORP	08/19/20	08/19/22	-	-	0.250	0.250	3,000,000.00	3,000,000.00	2,997,975.00	(2,025.00)	Callable 02/19/21, Q
FEDERAL FARM CREDIT BANK	05/03/17	05/03/21	Aaa	AA+	1.750	1.750	2,000,000.00	2,000,000.00	2,013,948.00	13,948.00	
FEDERAL FARM CREDIT BANK	01/31/19	10/23/23	Aaa	AA+	2.650	2.670	2,000,000.00	1,998,946.98	2,147,526.00	148,579.02	
FEDERAL FARM CREDIT BANK	06/24/19	06/14/22	Aaa	AA+	1.875	1.839	2,000,000.00	2,001,064.65	2,051,764.00	50,699.35	
FEDERAL FARM CREDIT BANK	06/27/19	12/12/22	Aaa	AA+	1.875	1.830	2,000,000.00	2,001,749.70	2,068,500.00	66,750.30	
FEDERAL FARM CREDIT BANK	06/18/20	06/17/24	Aaa	AA+	0.680	0.680	2,000,000.00	2,000,000.00	2,000,450.00	450.00	Callable 06/17/21, P
FEDERAL HOME LOAN BANK	11/22/16	11/22/21	Aaa	AA+	1.750	1.750	2,000,000.00	2,000,000.00	2,031,388.00	31,388.00	
FEDERAL HOME LOAN BANK	01/22/19	01/22/24	Aaa	AA+	2.830	2.830	2,000,000.00	2,000,000.00	2,006,836.00	6,836.00	Callable 1X on 01/22/21.
FEDERAL HOME LOAN BANK	01/29/20	07/22/24	Aaa	AA+	1.770	1.739	4,000,000.00	4,004,388.96	4,025,828.00	21,439.04	Callable on 07/22/21, Q
FEDERAL HOME LOAN MTG CORP	05/25/17	05/25/22	Aaa	AA+	2.050	2.050	2,000,000.00	2,000,000.00	2,056,156.00	56,156.00	
FEDERAL HOME LOAN MTG CORP	03/16/17	09/16/21	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,030,010.00	30,010.00	
FEDERAL HOME LOAN MTG CORP	04/27/17	07/27/21	Aaa	AA+	1.800	1.800	2,000,000.00	2,000,000.00	2,022,676.00	22,676.00	
FEDERAL HOME LOAN MTG CORP	06/22/17	12/22/20	Aaa	AA+	1.700	1.700	2,000,000.00	2,000,000.00	2,001,862.00	1,862.00	
FEDERAL HOME LOAN MTG CORP	10/26/17	04/26/21	Aaa	AA+	1.850	1.850	2,000,000.00	2,000,000.00	2,014,284.00	14,284.00	
FEDERAL HOME LOAN MTG CORP	11/17/17	08/17/21	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,026,692.00	26,692.00	
FEDERAL HOME LOAN MTG CORP	05/30/18	05/26/23	Aaa	AA+	3.000	3.000	2,000,000.00	2,000,000.00	2,027,166.00	27,166.00	Callable 1X on 5/26/2021.
FEDERAL HOME LOAN MTG CORP	03/29/17	03/29/21	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,012,660.00	12,660.00	
FEDERAL HOME LOAN MTG CORP	01/29/20	01/22/24	Aaa	AA+	1.750	1.724	4,000,000.00	4,003,157.01	4,007,408.00	4,250.99	Callable on 01/22/21, A
FEDERAL HOME LOAN MTG CORP	02/18/20	12/18/23	Aaa	AA+	1.600	1.596	2,000,000.00	2,000,000.00	2,001,420.00	1,420.00	Callable on 12/18/20, A
FEDERAL HOME LOAN MTG CORP	11/25/20	11/25/25	Aaa	AA+	0.625	0.625	3,000,000.00	3,000,000.00	3,005,904.00	5,904.00	Callable on 11/25/22, A
FEDERAL HOME LOAN MTG CORP	11/24/20	11/24/23	Aaa	AA+	0.320	0.320	3,000,000.00	3,000,000.00	2,997,987.00	(2,013.00)	Callable 11/24/21, Q
FEDERAL HOME LOAN MTG CORP	09/09/20	12/09/24	Aaa	AA+	0.500	0.500	3,000,000.00	3,000,000.00	3,001,053.00	1,053.00	Callable 12/09/21, Q
FEDERAL NATL MORTGAGE ASSN	01/22/20	02/26/21	Aaa	AA+	1.375	1.540	2,000,000.00	1,999,227.66	2,006,056.00	6,828.34	
FEDERAL NATL MORTGAGE ASSN	08/17/20	08/17/23	Aaa	AA+	0.310	0.310	3,000,000.00	3,000,000.00	2,994,822.00	(5,178.00)	Callable 02/17/2022, Q
FEDERAL NATL MORTGAGE ASSN	08/26/20	08/26/25	Aaa	AA+	0.600	0.600	4,000,000.00	4,000,000.00	3,995,144.00	(4,856.00)	Callable 08/26/22, Q
FEDERAL NATL MORTGAGE ASSN	11/17/20	05/17/24	Aaa	AA+	0.375	0.375	3,000,000.00	3,000,000.00	3,000,030.00	30.00	Callable on 11/17/2022, Q
Subtotal, Federal Agencies							70,000,000.00	70,002,476.04	70,720,397.00	717,920.96	

CITY OF SANTA BARBARA
Investment Portfolio
November 30, 2020

DESCRIPTION	PURCHASE DATE	MATURITY DATE	QUALITY RATING MOODY'S S & P	STATED RATE	YIELD AT 365	FACE VALUE	BOOK VALUE	MARKET VALUE	BOOK GAIN/(LOSS)	COMMENTS
CORPORATE/MEDIUM TERM NOTES										
APPLE INC	01/24/19	05/11/22	Aa1 AA+	2.300	2.847	2,000,000.00	1,985,008.93	2,057,628.00	72,619.07	
APPLE INC	04/23/19	05/03/23	Aa1 AA+	2.400	2.718	2,000,000.00	1,985,494.73	2,099,590.00	114,095.27	
APPLE INC	09/11/19	09/11/24	Aa1 AA+	1.800	1.903	2,000,000.00	1,992,610.67	2,092,498.00	99,887.33	
BERKSHIRE HATHAWAY INC	04/05/18	03/15/23	Aa2 AA	2.750	3.016	2,000,000.00	1,988,760.27	2,102,572.00	113,811.73	
BERKSHIRE HATHAWAY FIN	12/12/18	05/15/22	Aa2 AA	3.000	3.204	2,000,000.00	1,994,407.27	2,081,518.00	87,110.73	
MICROSOFT CORP	03/11/19	02/06/22	Aaa AAA	2.400	2.564	2,000,000.00	1,996,282.78	2,048,320.00	52,037.22	
MICROSOFT CORP	05/23/19	08/08/23	Aaa AAA	2.000	2.535	2,000,000.00	1,972,872.94	2,087,924.00	115,051.06	
TOYOTA MOTOR CREDIT	07/27/18	07/20/23	A1 A	3.419	3.392	2,000,000.00	2,001,291.44	2,154,728.00	153,436.56	
TOYOTA MOTOR CREDIT	06/14/19	09/08/22	A1 A	2.150	2.182	2,000,000.00	1,998,905.50	2,065,080.00	66,174.50	
TOYOTA MOTOR CREDIT	03/16/20	02/13/25	A1 A	1.800	1.770	2,000,000.00	2,002,395.93	2,090,226.00	87,830.07	
Subtotal, Corporate Securities						20,000,000.00	19,918,030.46	20,880,084.00	962,053.54	
CHECKING ACCOUNT										
MUFG UNION BANK NA CHKNG ACCNT	-	-	-	-	0.450	0.450	45,878,332.17	45,878,332.17	45,878,332.17	0.00
Subtotal, Checking Account							45,878,332.17	45,878,332.17	45,878,332.17	0.00
TOTALS							218,878,332.17	218,788,260.49	220,799,515.17	2,011,254.68

Market values have been obtained from the City's safekeeping agent, Montecito Bank & Trust ("MB&T").

INVESTMENT YIELDS

