



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** May 25, 2021  
**TO:** Mayor and Councilmembers  
**FROM:** Treasury Division, Finance Department  
**SUBJECT:** April 2021 Investment Report

**RECOMMENDATION:**

That Council accept the April 2021 Investment Report.

**DISCUSSION:**

The attached investment report includes Investment Activity, Interest Revenue, a Summary of Cash and Investments, and Investment Portfolio detail as of April 30, 2021.

**ATTACHMENT:** April 2021 Investment Report  
**PREPARED BY:** Jennifer Tomaszewski, Finance & Treasury Manager  
**SUBMITTED BY:** Keith DeMartini, Finance Director  
**APPROVED BY:** City Administrator's Office

ATTACHMENT

**CITY OF SANTA BARBARA**  
**Activity and Interest Report**  
 April 30, 2021

**INVESTMENT ACTIVITY**

**INVESTMENT INCOME**

**PURCHASES OR DEPOSITS**

**POOLED INVESTMENTS**

4/15 FHLB	\$ 2,000,000
<b>Total</b>	<b><u>\$ 2,000,000</u></b>

Interest Earned on Investments	\$ 154,311
Amortization	4,079
<b>Total</b>	<b><u>\$ 158,389</u></b>

**SALES, MATURITIES, CALLS OR WITHDRAWALS**

4/26 FHLMC	\$ (2,000,000)
<b>Total</b>	<b><u>\$ (2,000,000)</u></b>

**ACTIVITY TOTAL**

**\$ -**

**INCOME TOTAL**

**\$ 158,389**

**CITY OF SANTA BARBARA**  
**Summary of Cash and Investments**  
**April 30, 2021**

**ENDING BALANCE AS OF March 31, 2021**

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 27,064,039	0.450%	11.87%	1 (1)
MUFG Union Bank NA Savings Account	8,000,000	0.050%	3.51%	1
State of California LAIF	75,000,000	0.357%	32.90%	1 (2)
Treasury Securities	16,969,525	0.961%	7.44%	910
Federal Agency Issues - Coupon	69,999,943	1.157%	30.71%	1,076
Corporate/Medium Term Notes	22,930,593	2.363%	10.06%	884
Supranationals Obligations	7,994,130	0.484%	3.51%	1,545
	<u>227,958,229</u>	<u>0.854%</u>	<u>100.00%</u>	<u>542</u>
Totals and Averages	<u>\$ 227,958,229</u>	<u>0.854%</u>	<u>100.00%</u>	<u>542</u>

**Total Cash and Investments**

**\$ 227,958,229**

**NET CASH AND INVESTMENT ACTIVITY FOR April 2021**

**\$ 16,330,276**

**ENDING BALANCE AS OF April 30, 2021**

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 43,390,236	0.450%	17.76%	1 (1)
MUFG Union Bank NA Savings Account	8,000,000	0.050%	3.27%	1
State of California LAIF	75,000,000	0.339%	30.70%	1 (2)
Treasury Securities	16,970,203	0.961%	6.95%	880
Federal Agency Issues - Coupon	69,999,906	1.133%	28.65%	1,097
Corporate/Medium Term Notes	22,933,929	2.363%	9.39%	854
Supranationals Obligations	7,994,232	0.484%	3.27%	1,515
	<u>244,288,505</u>	<u>0.815%</u>	<u>100.00%</u>	<u>506</u>
Totals and Averages	<u>\$ 244,288,505</u>	<u>0.815%</u>	<u>100.00%</u>	<u>506</u>

**Total Cash and Investments**

**\$ 244,288,505**

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 April 30, 2021 is 221 days.

**CITY OF SANTA BARBARA**

**Investment Portfolio**

**April 30, 2021**

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
<b>LOCAL AGENCY INVESTMENT FUNDS</b>											
LOCAL AGENCY INVESTMENT FUND	-	-	-	-	0.339	0.339	75,000,000.00	75,000,000.00	75,000,000.00	0.00	
<b>Subtotal, LAIF</b>							75,000,000.00	75,000,000.00	75,000,000.00	0.00	
<b>TREASURY SECURITIES - COUPON</b>											
U S TREASURY NOTE	05/03/19	04/30/24	Aaa	AA+	2.250	2.342	2,000,000.00	1,994,823.35	2,113,360.00	118,536.65	
U S TREASURY NOTE	06/27/19	08/31/22	Aaa	AA+	1.875	1.743	2,000,000.00	2,003,408.16	2,046,876.00	43,467.84	
U S TREASURY NOTE	01/22/20	02/28/23	Aaa	AA+	1.500	1.527	2,000,000.00	1,999,032.71	2,048,984.00	49,951.29	
U S TREASURY NOTE	01/22/20	06/30/23	Aaa	AA+	1.375	1.534	2,000,000.00	1,993,311.75	2,050,704.00	57,392.25	
U S TREASURY NOTE	01/12/21	09/15/23	Aaa	AA+	0.125	0.185	3,000,000.00	2,995,731.90	2,992,968.00	(2,763.90)	
U S TREASURY NOTE	01/21/21	10/31/22	Aaa	AA+	0.125	0.118	3,000,000.00	3,000,297.31	3,000,234.00	(63.31)	
U S TREASURY NOTE	02/12/21	07/31/25	Aaa	AA+	0.250	0.380	3,000,000.00	2,983,597.78	2,945,859.00	(37,738.78)	
<b>Subtotal, Treasury Securities</b>							17,000,000.00	16,970,202.96	17,198,985.00	228,782.04	
<b>FEDERAL AGENCY ISSUES - COUPON</b>											
FED AGRICULTURAL MTG CORP	05/09/19	04/03/23	-	-	2.360	2.371	2,000,000.00	1,999,605.70	2,082,204.00	82,598.30	
FED AGRICULTURAL MTG CORP	02/12/20	02/12/24	-	-	1.390	1.480	2,000,000.00	1,995,147.93	2,056,274.00	61,126.07	
FED AGRICULTURAL MTG CORP	03/02/21	09/22/25	-	-	0.480	0.480	3,000,000.00	3,000,000.00	2,957,205.00	(42,795.00)	Callable 09/22/23, 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	2,000,000.00	0.00	
FEDERAL FARM CREDIT BANK	01/31/19	10/23/23	Aaa	AA+	2.650	2.670	2,000,000.00	1,999,098.57	2,117,360.00	118,261.43	
FEDERAL FARM CREDIT BANK	06/24/19	06/14/22	Aaa	AA+	1.875	1.839	2,000,000.00	2,000,775.87	2,040,168.00	39,392.13	
FEDERAL FARM CREDIT BANK	06/27/19	12/12/22	Aaa	AA+	1.875	1.830	2,000,000.00	2,001,390.67	2,055,598.00	54,207.33	
FEDERAL FARM CREDIT BANK	06/18/20	06/17/24	Aaa	AA+	0.680	0.680	2,000,000.00	2,000,000.00	2,001,220.00	1,220.00	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	2,018,554.00	18,554.00	
FEDERAL HOME LOAN BANK	01/29/20	07/22/24	Aaa	AA+	1.770	1.739	4,000,000.00	4,003,886.79	4,013,384.00	9,497.21	Callable on 07/22/21, Q
FEDERAL HOME LOAN BANK	01/28/21	01/28/26	Aaa	AA+	0.580	0.580	3,000,000.00	3,000,000.00	2,954,265.00	(45,735.00)	Callable 01/28/22, Q
FEDERAL HOME LOAN BANK	01/28/21	01/28/26	Aaa	AA+	0.250	0.609	3,000,000.00	3,000,000.00	2,990,439.00	(9,561.00)	S/U 0.25-0.70%, callable 01/28/22., 1x
FEDERAL HOME LOAN BANK	01/28/21	01/28/26	Aaa	AA+	0.250	0.649	3,000,000.00	3,000,000.00	2,989,848.00	(10,152.00)	S/U 0.25-0.75%, 1x Call 01/28/22
FEDERAL HOME LOAN BANK	02/25/21	11/25/25	Aaa	AA+	0.500	0.500	3,000,000.00	3,000,000.00	2,953,377.00	(46,623.00)	Callable 02/25/22, A
FEDERAL HOME LOAN BANK	03/16/21	03/16/26	Aaa	AA+	0.500	0.798	2,000,000.00	2,000,000.00	1,993,196.00	(6,804.00)	S/U 0.50-1.00%, Callable 06/16/21 - Q
FEDERAL HOME LOAN BANK	03/30/21	12/30/24	Aaa	AA+	0.530	0.530	2,000,000.00	2,000,000.00	1,997,916.00	(2,084.00)	Callable 09/30/21, 1x
FEDERAL HOME LOAN BANK	04/15/21	04/15/26	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,000,932.00	932.00	Callable 10/15/21, 1x
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	2,041,524.00	41,524.00	
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	2,014,078.00	14,078.00	
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	2,007,770.00	7,770.00	
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	2,010,698.00	10,698.00	
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	2,003,898.00	3,898.00	Callable 1X on 5/26/2021.
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	2,966,103.00	(33,897.00)	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	2,998,251.00	(1,749.00)	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	3,000,603.00	603.00	Callable 12/09/21, Q
FEDERAL NATL MORTGAGE ASSN	08/17/20	08/17/23	Aaa	AA+	0.310	0.310	3,000,000.00	3,000,000.00	3,001,569.00	1,569.00	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	3,966,824.00	(33,176.00)	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	2,990,373.00	(9,627.00)	Callable on 11/17/2022, Q
<b>Subtotal, Federal Agencies</b>							70,000,000.00	69,999,905.53	70,223,631.00	223,725.47	
<b>SUPRANATIONAL OBLIGATIONS</b>											
INTERNATIONAL BANK FOR RECONST	01/22/21	10/28/25	Aaa	AAA	0.500	0.500	3,000,000.00	3,000,000.00	2,958,870.00	(41,130.00)	
INTERNATIONAL FINANCE CORP	02/22/21	08/22/24	Aaa	AAA	0.250	0.255	3,000,000.00	2,999,517.93	2,985,405.00	(14,112.93)	
INTERNATIONAL FINANCE CORP	03/23/21	03/23/26	Aaa	AAA	0.750	0.805	2,000,000.00	1,994,714.00	2,002,368.00	7,654.00	
<b>Subtotal, Supranationals</b>							8,000,000.00	7,994,231.93	7,946,643.00	(47,588.93)	

**CITY OF SANTA BARBARA**  
**Investment Portfolio**  
**April 30, 2021**

DESCRIPTION	PURCHASE	MATURITY	QUALITY RATING		STATED	YIELD AT	FACE	BOOK	MARKET	BOOK	COMMENTS
	DATE	DATE	MOODY'S	S & P							
<b>CORPORATE/MEDIUM TERM NOTES</b>											
APPLE INC	01/24/19	05/11/22	Aa1	AA+	2.300	2.847	2,000,000.00	1,989,333.28	2,038,924.00	49,590.72	
APPLE INC	04/23/19	05/03/23	Aa1	AA+	2.400	2.718	2,000,000.00	1,987,989.90	2,084,216.00	96,226.10	
APPLE INC	09/11/19	09/11/24	Aa1	AA+	1.800	1.903	2,000,000.00	1,993,425.67	2,082,596.00	89,170.33	
APPLE INC	02/17/21	02/08/26	Aa1	AA+	0.700	0.705	3,000,000.00	2,999,280.99	2,961,612.00	(37,668.99)	
BERKSHIRE HATHAWAY INC	04/05/18	03/15/23	Aa2	AA	2.750	3.016	2,000,000.00	1,990,806.34	2,082,620.00	91,813.66	
BERKSHIRE HATHAWAY FIN	12/12/18	05/15/22	Aa2	AA	3.000	3.204	2,000,000.00	1,996,008.24	2,056,160.00	60,151.76	
MICROSOFT CORP	03/11/19	02/06/22	Aaa	AAA	2.400	2.564	2,000,000.00	1,997,594.74	2,030,294.00	32,699.26	
MICROSOFT CORP	05/23/19	08/08/23	Aaa	AAA	2.000	2.535	2,000,000.00	1,977,080.86	2,073,326.00	96,245.14	
TOYOTA MOTOR CREDIT	07/27/18	07/20/23	A1	A	3.419	3.392	2,000,000.00	2,001,087.32	2,133,614.00	132,526.68	
TOYOTA MOTOR CREDIT	06/14/19	09/08/22	A1	A	2.150	2.182	2,000,000.00	1,999,163.23	2,051,106.00	51,942.77	
TOYOTA MOTOR CREDIT	03/16/20	02/13/25	A1	A	1.800	1.770	2,000,000.00	2,002,158.23	2,068,754.00	66,595.77	
<b>Subtotal, Corporate Securities</b>							<u>23,000,000.00</u>	<u>22,933,928.80</u>	<u>23,663,222.00</u>	<u>729,293.20</u>	
<b>CHECKING ACCOUNT</b>											
MUFG UNION BANK NA CHKNG ACCNT	-	-	-	-	0.450	0.450	43,390,235.64	43,390,235.64	43,390,235.64	0.00	
<b>Subtotal, Checking Account</b>							<u>43,390,235.64</u>	<u>43,390,235.64</u>	<u>43,390,235.64</u>	<u>0.00</u>	
<b>SAVINGS ACCOUNT</b>											
MUFG UNION BANK NA SVNGS ACCNT	-	-	-	-	0.050	0.050	8,000,000.00	8,000,000.00	8,000,000.00	0.00	
<b>Subtotal, Cash</b>							<u>8,000,000.00</u>	<u>8,000,000.00</u>	<u>8,000,000.00</u>	<u>0.00</u>	
<b>TOTALS</b>							244,390,235.64	244,288,504.86	245,422,716.64	1,134,211.78	

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

# INVESTMENT YIELDS

