
MEMORANDUM

TO: City Council

FROM: Patti Barsotti, City Treasurer

DATE: June 1, 2021

SUBJECT: Treasurer's Report: January 1, 2021 – March 31, 2021

The attached report presents the City's investment portfolio as of the quarter ending March 31, 2021 and has been prepared in compliance with California Code Section 53646. Market values have been provided by PFM Asset Management on the attached detail.


On April 1, 2013, the City contracted with investment advisor PFM Asset Management to manage the City's portfolio. The City's strategy is to retain sufficient cash flow to manage day-to-day operations and have PFM focus on longer-term investment management. All investments are held by the City in safekeeping accounts through BNY Mellon and US Bank, except for investments held by trustees related to bond financings, which are held by BNY Mellon and Union Bank.

	City Managed				PFM Managed	Total Portfolio
	Cash	LAIF	CAMP	Cal Trust	Portfolio	(Market Value)
Portfolio Balance	\$7,400,488	\$83,593,247	\$18,620,709	\$23,147,536	\$60,367,409	\$193,129,389
Effective Yield	N/A	0.44%	0.08%	0.27%	0.52%	0.39%
Avg. Weighted Maturity	N/A	220 days	50.84 days	288 & 704 days	2.75 Years	1.34 Years

Treasurer Certification:

I certify that these reports accurately reflect all pooled investments, are in compliance with California Government Code Section 53646 and are in conformity with the investment policy adopted by City Council, May 26, 2020. This report will be posted to the Treasurer's Website as of April 30, 2021 to comply with the City's investment policy mandate.

As Treasurer of the City of Concord, I hereby certify that sufficient investment liquidity and anticipated revenue are available to meet the next six month's estimated expenditures (CA Code sec 53646(b)).


E. Patricia Barsotti, CITY TREASURER

April 21, 2021
Date

**City of Concord
Investment Summary
as of March 31, 2021**

Sector	Average Maturity	Par Amount	Adjusted Cost	Market Value	Coupon	Yield at Market
Cash Equivalents						
Cash on Hand*	1 Day	5,526,984.08	5,526,984.08	5,526,984.08	-	-
Portfolio Cash	1 Day	1,873,504.01	1,873,504.01	1,873,504.01	-	0.01%
CAMP*	51 Days**	18,620,708.99	18,620,708.99	18,620,708.99	-	0.08%
LAIF*	220 Days**	83,593,247.44	83,593,247.44	83,593,247.44	-	0.44%
Cash Equivalents Subtotal		176 Days	109,614,444.52	109,614,444.52	109,614,444.52	0.35%
Other Investments						
CalTrust Short Term Fund*	288 Days	3,550,000.00	4,309,485.54	4,337,946.27	-	0.16%
CalTrust Medium Term Fund*	704 Days	17,050,000.00	18,386,935.81	18,809,589.49	-	0.29%
Other Investments Subtotal		626 Days	20,600,000.00	22,696,421.35	23,147,535.76	0.27%
PFM Managed Portfolio						
U.S. Treasuries	2.68 Years	26,125,000.00	26,282,258.71	27,110,957.06	1.80%	0.32%
Federal Agencies	3.21 Years	11,105,000.00	11,083,966.50	11,100,222.09	0.51%	0.46%
Federal Agency CMO	2.69 Years	935,743.24	952,116.34	978,036.16	2.93%	1.25%
Supranationals	2.08 Years	1,240,000.00	1,238,142.73	1,239,999.46	0.85%	0.32%
Municipal Obligations	4.13 Years	2,530,000.00	2,538,120.31	2,541,935.75	1.12%	0.98%
Corporate Notes	2.92 Years	11,936,000.00	12,193,950.28	12,410,655.40	2.45%	1.00%
Certificates of Deposit	1.12 Years	4,910,000.00	4,910,000.00	4,985,602.62	2.02%	0.25%
PFM Managed Portfolio Subtotal		2.75 Years	58,781,743.24	59,198,554.87	60,367,408.54	0.52%
Total		1.34 Years	188,996,187.76	191,509,420.74	193,129,388.82	0.39%

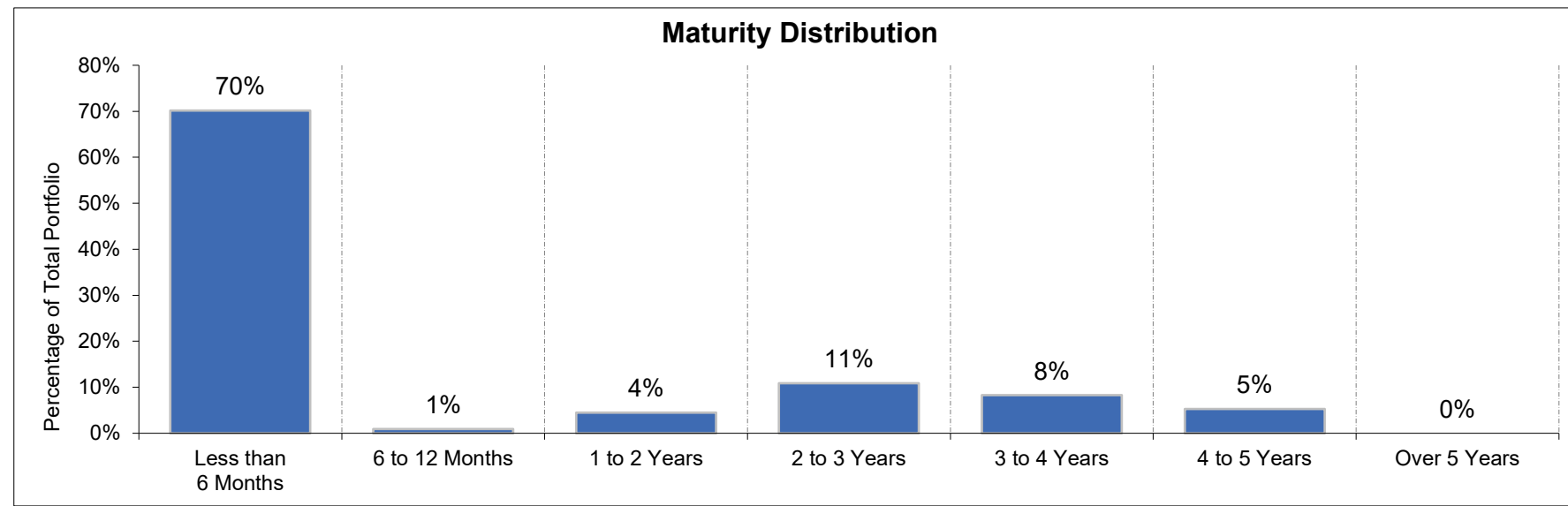
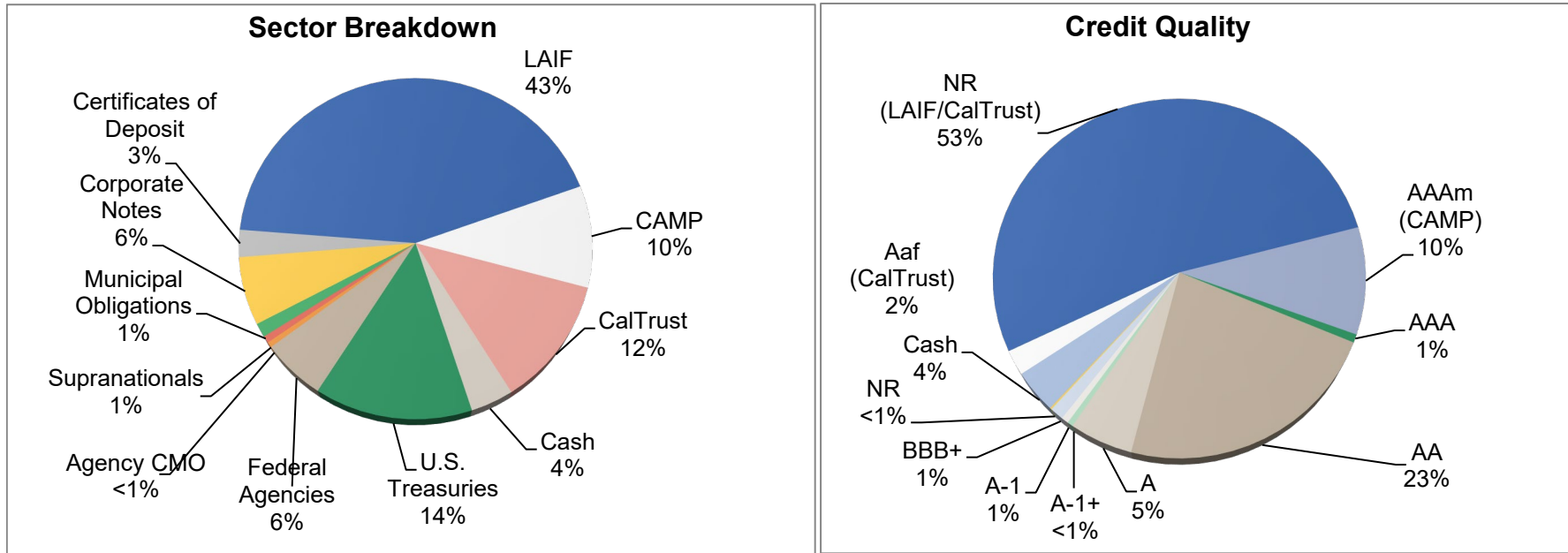
Earnings Summary January 1, 2021 - March 31, 2021 (Accrual Basis)

Portfolio Securities	
Ending Amortized Value of Securities	59,198,554.87
Ending Accrued Interest	265,022.10
Plus Proceeds from Sales	2,314,534.15
Plus Proceeds of Maturities/Calls/Principal Payments	645,643.69
Plus Coupons Received	156,035.93
Less Cost of New Purchases	(1,509,652.64)
Less Beginning Amortized Value of Securities	(60,636,714.96)
Less Beginning Accrued Interest	(189,879.95)
Portfolio Securities Subtotal	
243,543.19	
LAIF	
LAIF Subtotal	
\$88,806.79	
CAMP	
CAMP Subtotal	
\$4,572.42	
CalTrust	
CalTrust Subtotal	
\$30,772.08	
Grand Total	
367,694.48	

*Values provided by the City of Concord

**Funds can be withdrawn at par.

**City of Concord
Investment Summary
as of March 31, 2021**



**City of Concord
Investment Detail
as of March 31, 2021**

Issuer	S&P Rating	Coupon	Maturity	Purchased	Days to Maturity	Par Amount	Adjusted Cost	Market Value	Yield at Market
Operating Funds									
Cash Equivalents									
Cash on Hand*	NR	-	4/1/2021	3/31/2021	1	5,526,984.08	5,526,984.08	5,526,984.08	-
Portfolio Cash Account	NR	0.01%	4/1/2021	3/31/2021	1	1,873,504.01	1,873,504.01	1,873,504.01	0.01%
LAIF-City of Concord*	NR	0.44%	4/1/2021	3/31/2021	220	57,938,837.66	57,938,837.66	57,938,837.66	0.44%
LAIF-Sewer Enterprise District*	NR	0.44%	4/1/2021	3/31/2021	220	25,654,409.78	25,654,409.78	25,654,409.78	0.44%
CAMP*	AAA	0.08%	4/1/2021	3/31/2021	51	18,620,708.99	18,620,708.99	18,620,708.99	0.08%
Cash Equivalents Subtotal					176	109,614,444.52	109,614,444.52	109,614,444.52	0.35%
U.S. Treasuries									
U.S. Treasury	AA+	1.13%	8/31/2021	7/12/2017	153	150,000.00	149,570.90	150,656.25	0.07%
U.S. Treasury	AA+	1.88%	4/30/2022	10/3/2018	395	275,000.00	272,087.57	280,285.17	0.10%
U.S. Treasury	AA+	2.13%	12/31/2022	1/31/2019	640	3,050,000.00	3,028,385.23	3,154,843.75	0.16%
U.S. Treasury	AA+	2.13%	12/31/2022	1/10/2019	640	1,475,000.00	1,465,637.07	1,525,703.13	0.16%
U.S. Treasury	AA+	1.63%	5/31/2023	6/7/2019	791	4,275,000.00	4,256,762.94	4,405,921.88	0.21%
U.S. Treasury	AA+	1.63%	10/31/2023	7/3/2019	944	2,600,000.00	2,589,762.36	2,691,812.50	0.25%
U.S. Treasury	AA+	1.63%	10/31/2023	10/4/2019	944	3,600,000.00	3,613,100.53	3,727,125.00	0.25%
U.S. Treasury	AA+	2.00%	6/30/2024	11/6/2019	1,187	1,775,000.00	1,800,086.22	1,864,859.38	0.43%
U.S. Treasury	AA+	2.00%	6/30/2024	12/5/2019	1,187	3,600,000.00	3,638,372.68	3,782,250.00	0.43%
U.S. Treasury	AA+	2.00%	6/30/2024	1/7/2020	1,187	1,600,000.00	1,617,081.37	1,681,000.00	0.43%
U.S. Treasury	AA+	2.00%	6/30/2024	2/7/2020	1,187	425,000.00	433,525.97	446,515.62	0.43%
U.S. Treasury	AA+	2.00%	6/30/2024	3/6/2020	1,187	700,000.00	725,643.52	735,437.50	0.43%
U.S. Treasury	AA+	1.75%	12/31/2024	7/6/2020	1,371	1,450,000.00	1,529,160.03	1,512,531.25	0.59%
U.S. Treasury	AA+	1.75%	12/31/2024	8/7/2020	1,371	400,000.00	423,470.95	417,250.00	0.59%
U.S. Treasury	AA+	0.25%	6/30/2025	3/4/2021	1,552	750,000.00	739,611.37	734,765.63	0.74%
U.S. Treasuries Subtotal					980	26,125,000.00	26,282,258.71	27,110,957.06	0.32%
Federal Agencies									
Federal Home Loan Mortgage Corporation	AA+	0.25%	8/24/2023	8/21/2020	876	1,800,000.00	1,798,536.89	1,799,980.20	0.25%
Federal Home Loan Mortgage Corporation	AA+	0.25%	9/8/2023	9/4/2020	891	770,000.00	770,113.87	769,618.08	0.27%
Federal Home Loan Mortgage Corporation	AA+	0.25%	9/8/2023	9/4/2020	891	1,030,000.00	1,029,724.74	1,029,489.12	0.27%
Federal Home Loan Mortgage Corporation	AA+	0.13%	10/16/2023	10/16/2020	929	600,000.00	598,103.32	597,639.60	0.28%
Federal Home Loan Mortgage Corporation	AA+	0.25%	11/6/2023	11/5/2020	950	650,000.00	649,493.46	649,320.10	0.29%
Federal National Mortgage Association	AA+	0.25%	11/27/2023	11/25/2020	971	575,000.00	574,420.39	574,384.75	0.29%
Federal Home Loan Mortgage Corporation	AA+	0.25%	12/4/2023	12/4/2020	978	575,000.00	574,492.09	574,380.73	0.29%
Federal National Mortgage Association	AA+	2.50%	2/5/2024	2/8/2019	1,041	930,000.00	928,026.34	986,801.61	0.34%
Federal Home Loan Bank	AA+	0.50%	4/14/2025	4/16/2020	1,475	600,000.00	597,595.05	595,716.60	0.68%
Federal National Mortgage Association	AA+	0.63%	4/22/2025	4/24/2020	1,483	600,000.00	598,995.75	598,930.20	0.67%
Federal Home Loan Mortgage Corporation	AA+	0.38%	7/21/2025	7/23/2020	1,573	750,000.00	746,781.02	737,175.75	0.78%
Federal National Mortgage Association	AA+	0.38%	8/25/2025	8/27/2020	1,608	650,000.00	647,319.90	638,924.00	0.77%
Federal Home Loan Bank	AA+	0.38%	9/4/2025	9/11/2020	1,618	275,000.00	274,266.62	269,933.40	0.80%
Federal Home Loan Mortgage Corporation	AA+	0.38%	9/23/2025	9/25/2020	1,637	650,000.00	648,245.16	638,448.85	0.78%
Federal National Mortgage Association	AA+	0.50%	11/7/2025	11/12/2020	1,682	650,000.00	647,851.90	639,479.10	0.86%
Federal Agencies Subtotal					1,172	11,105,000.00	11,083,966.50	11,100,222.09	0.46%
Federal Agencies CMO									
Federal National Mortgage Association	AA+	3.56%	9/1/2021	4/30/2018	154	49,053.36	49,175.72	49,053.36	3.56%
Federal Home Loan Mortgage Corporation	AA+	3.09%	8/1/2022	4/9/2018	488	283,357.56	284,103.67	290,956.41	1.07%

**City of Concord
Investment Detail
as of March 31, 2021**

Issuer	S&P Rating	Coupon	Maturity	Purchased	Days to Maturity	Par Amount	Adjusted Cost	Market Value	Yield at Market
Federal Home Loan Mortgage Corporation	AA+	3.20%	7/1/2023	12/17/2018	822	39,559.62	39,559.56	40,404.90	2.23%
Federal Home Loan Mortgage Corporation	AA+	2.09%	7/1/2024	11/26/2019	1,188	163,772.70	163,769.94	167,337.61	1.41%
Federal Home Loan Mortgage Corporation	AA+	3.06%	12/1/2024	3/25/2020	1,341	400,000.00	415,507.45	430,283.88	0.96%
Federal Agency CMO Subtotal					980	935,743.24	952,116.34	978,036.16	1.25%
Supranationals									
International Bank for Reconstruction and Development	AAA	2.75%	7/23/2021	7/25/2018	114	300,000.00	299,927.49	302,373.90	0.23%
International Bank for Reconstruction and Development	AAA	0.25%	11/24/2023	11/24/2020	968	940,000.00	938,215.24	937,625.56	0.35%
Supranationals Subtotal					760	1,240,000.00	1,238,142.73	1,239,999.46	0.32%
Municipal Obligations									
State of Connecticut	A	2.00%	7/1/2024	6/11/2020	1,188	100,000.00	100,000.00	103,386.00	0.94%
Chaffey Joint Union HS District CA	AA-	2.10%	8/1/2024	12/5/2019	1,219	140,000.00	140,000.00	145,752.60	0.85%
New York State Urban Development Corp.	AA+	0.87%	3/15/2025	12/23/2020	1,445	600,000.00	600,000.00	598,074.00	0.95%
University of California	AA	0.88%	5/15/2025	7/16/2020	1,506	160,000.00	160,000.00	159,819.20	0.91%
State of Connecticut	A	2.00%	6/1/2025	6/25/2020	1,523	150,000.00	156,457.52	155,916.00	1.03%
Florida State Board of Administration	AA	1.26%	7/1/2025	9/16/2020	1,553	300,000.00	300,000.00	302,343.00	1.07%
Florida State Board of Administration	AA	1.26%	7/1/2025	9/16/2020	1,553	115,000.00	115,721.47	115,898.15	1.07%
Florida State Board of Administration	AA	1.26%	7/1/2025	9/16/2020	1,553	160,000.00	160,941.32	161,249.60	1.07%
Los Angeles Community College District CA	AA+	0.77%	8/1/2025	11/10/2020	1,584	250,000.00	250,000.00	247,090.00	1.05%
Minnesota State	AAA	0.63%	8/1/2025	8/25/2020	1,584	180,000.00	180,000.00	179,242.20	0.73%
San Juan Unified School District CA	NR	0.85%	8/1/2025	10/29/2020	1,584	250,000.00	250,000.00	249,397.50	0.91%
New Jersey Transport Trust Authority	A+	1.05%	1/1/2026	2/4/2021	1,737	125,000.00	125,000.00	123,767.50	1.26%
Municipal Obligations Subtotal					1,506	2,530,000.00	2,538,120.31	2,541,935.75	0.98%
Corporate Notes									
American Express	A-	2.25%	4/4/2021	5/31/2016	4	300,000.00	299,998.43	300,009.00	1.96%
Hershey Company	A	3.10%	5/15/2021	5/10/2018	45	225,000.00	224,993.80	225,726.75	0.51%
State Street	A	1.95%	5/19/2021	5/24/2016	49	150,000.00	149,985.05	150,290.25	0.52%
Oracle Corp.	A	1.90%	9/15/2021	7/12/2017	168	550,000.00	549,363.19	553,225.75	0.62%
US Bancorp	A+	2.63%	1/24/2022	6/29/2017	299	550,000.00	551,279.90	559,610.70	0.48%
Intel	A+	2.35%	5/11/2022	6/29/2017	406	550,000.00	550,478.14	561,861.30	0.41%
JP Morgan Chase	A-	3.21%	4/1/2023	3/22/2019	731	1,000,000.00	1,000,000.00	1,026,325.00	1.86%
Caterpillar Inc.	A	0.65%	7/7/2023	7/8/2020	828	450,000.00	449,809.50	451,305.00	0.52%
PNC Bank	A-	3.50%	1/23/2024	2/15/2019	1,028	550,000.00	552,230.58	593,406.00	0.66%
Charles Schwab	A	0.75%	3/18/2024	3/18/2021	1,083	195,000.00	194,903.75	195,967.59	0.58%
Morgan Stanley	BBB+	3.88%	4/29/2024	7/23/2019	1,125	550,000.00	570,331.04	598,803.70	0.95%
American Honda Finance	A-	2.40%	6/27/2024	7/15/2019	1,184	575,000.00	573,134.93	602,873.13	0.88%
Goldman Sachs	BBB+	3.85%	7/8/2024	7/11/2019	1,195	575,000.00	592,532.62	623,573.70	1.21%
BB&T	A-	2.50%	8/1/2024	8/5/2019	1,219	575,000.00	575,637.73	605,493.40	0.88%
Walt Disney	BBB+	1.75%	8/30/2024	9/6/2019	1,248	600,000.00	598,322.72	619,404.00	0.79%
Bank OF New York Mellon Corp	A	2.10%	10/24/2024	1/28/2020	1,303	250,000.00	250,827.38	263,224.00	0.60%
Paccar Financial	A+	1.80%	2/6/2025	10/29/2020	1,408	335,000.00	348,620.99	343,466.79	1.13%
Toyota Motor	A+	1.80%	2/13/2025	5/26/2020	1,415	285,000.00	287,283.77	292,178.01	1.13%
Toyota Motor	A+	1.80%	2/13/2025	5/26/2020	1,415	65,000.00	65,742.10	66,637.09	1.13%
Toyota Motor	A+	1.80%	2/13/2025	5/26/2020	1,415	100,000.00	100,801.32	102,518.60	1.13%

**City of Concord
Investment Detail
as of March 31, 2021**

Issuer	S&P Rating	Coupon	Maturity	Purchased	Days to Maturity	Par Amount	Adjusted Cost	Market Value	Yield at Market
Citigroup Inc	BBB+	3.30%	4/27/2025	9/1/2020	1,488	400,000.00	438,492.21	430,219.60	1.39%
Apple Inc	AA+	1.13%	5/11/2025	5/13/2020	1,502	1,050,000.00	1,051,730.52	1,056,747.30	0.97%
General Dynamics Corp	A	3.50%	5/15/2025	10/20/2020	1,506	425,000.00	471,438.00	464,269.58	1.20%
Amazon.com Inc	AA-	0.80%	6/3/2025	6/5/2020	1,525	725,000.00	724,703.18	721,615.70	0.91%
Bank of America	A-	3.88%	8/1/2025	8/20/2020	1,584	400,000.00	449,709.88	441,286.40	1.41%
Bristol-Myers Squibb Co	A+	3.88%	8/15/2025	9/30/2020	1,598	106,000.00	119,484.44	117,343.06	1.35%
Abbott Laboratories	A	3.88%	9/15/2025	9/28/2020	1,629	400,000.00	452,115.11	443,274.00	1.37%
Corporate Notes Subtotal					1,065	11,936,000.00	12,193,950.28	12,410,655.40	1.00%
Certificates of Deposit									
Royal Bank of Canada (NY)	A-1+	3.24%	6/7/2021	6/8/2018	68	950,000.00	950,000.00	955,551.80	0.10%
Societe Generale New York	A-1	1.80%	2/14/2022	2/19/2020	320	600,000.00	600,000.00	607,026.00	0.45%
MUFG Bank	A-1	2.98%	2/25/2022	2/28/2019	331	550,000.00	550,000.00	564,091.55	0.15%
Sumitomo Mitsui Bank (NY)	A	0.70%	7/8/2022	7/14/2020	464	560,000.00	560,000.00	563,123.12	0.26%
Skandinav Enskilda Banken NY	A+	1.86%	8/26/2022	9/3/2019	513	600,000.00	600,000.00	613,996.20	0.20%
Nordea Bank	AA-	1.85%	8/26/2022	8/29/2019	513	600,000.00	600,000.00	613,912.20	0.20%
DNB BANK	AA-	2.04%	12/2/2022	12/6/2019	611	600,000.00	600,000.00	617,974.20	0.24%
Credit Suisse NY	A+	0.59%	3/17/2023	3/23/2021	716	450,000.00	450,000.00	449,927.55	0.59%
Certificates of Deposit Subtotal					409	4,910,000.00	4,910,000.00	4,985,602.62	0.25%
Other Investments									
CalTrust Short Term Fund*	AAf	0.16%	4/1/2021	3/31/2021	288	3,550,000.00	4,309,485.54	4,337,946.27	0.16%
CalTrust Medium Term Fund*	NR	0.29%	4/1/2021	3/31/2021	704	17,050,000.00	18,386,935.81	18,809,589.49	0.29%
Other Investments Subtotal					626	20,600,000.00	22,696,421.35	23,147,535.76	0.27%
Operating Total					489	188,996,187.76	191,509,420.74	193,129,388.82	0.39%

*Values provided by the City of Concord

City of Concord
Transactions Detail
January 1, 2021 - March 31, 2021

Trade Date	Settle Date	Transaction	CUSIP	Issuer	Coupon	Maturity	Par Value	Yield at Market
Purchases								
1/22/2021	2/4/2021	Buy	646140DP5	NJ TURNPIKE AUTHORITY TXBL REV BONDS	1.05%	1/1/2026	125,000.00	1.05%
3/1/2021	3/4/2021	Buy	912828ZW3	US TREASURY NOTES	0.25%	6/30/2025	750,000.00	0.58%
3/16/2021	3/18/2021	Buy	808513BN4	CHARLES SCHWAB CORP NOTES (CALLABLE)	0.75%	3/18/2024	195,000.00	0.77%
3/19/2021	3/23/2021	Buy	22552G3C2	CREDIT SUISSE NEW YORK CERT DEPOS	0.59%	3/17/2023	450,000.00	0.59%
Maturity								
2/5/2021	2/5/2021	Maturity	44932HAG8	IBM CORP CORP NOTES	2.65%	2/5/2021	550,000.00	-
Sales								
2/11/2021	2/16/2021	Sell	06406FAB9	BANK OF NEW YORK MELLON (CALLED, OMD 05	2.05%	4/5/2021	300,000.00	-
2/11/2021	2/16/2021	Sell	24422ETL3	JOHN DEERE CAPITAL CORP NOTES	2.65%	1/6/2022	500,000.00	-
2/11/2021	2/16/2021	Sell	63743HER9	NATIONAL RURAL UTIL COOP NOTE	2.90%	3/15/2021	240,000.00	-
2/11/2021	2/16/2021	Sell	63743HER9	NATIONAL RURAL UTIL COOP NOTE	2.90%	3/15/2021	310,000.00	-
2/11/2021	2/16/2021	Sell	808513AW5	CHARLES SCHWAB (CALLABLE) CORP NOTES	3.25%	5/21/2021	350,000.00	-
2/18/2021	2/23/2021	Sell	110122DC9	BRISTOL-MYERS SQUIBB CO CORPORATE NOTI	3.88%	8/15/2025	119,000.00	-
3/19/2021	3/23/2021	Sell	22549L6F7	CREDIT SUISSE NEW YORK CERT DEPOS	0.52%	2/1/2022	450,000.00	-
Paydowns								
1/1/2021	1/1/2021	Paydown	3136B1XP4	FNA 2018-M5 A2	3.56%	9/1/2021	81,844.39	-
1/1/2021	1/1/2021	Paydown	3137FKK39	FHMS KP05 A	3.20%	7/1/2023	53.57	-
1/1/2021	1/1/2021	Paydown	3137FQ3V3	FHMS KJ27 A1	2.09%	7/1/2024	297.18	-
2/1/2021	2/1/2021	Paydown	3136B1XP4	FNA 2018-M5 A2	3.56%	9/1/2021	1,902.33	-
2/1/2021	2/1/2021	Paydown	3137BM6P6	FHLMC SERIES K721 A2	3.09%	8/1/2022	1,116.96	-
2/1/2021	2/1/2021	Paydown	3137FKK39	FHMS KP05 A	3.20%	7/1/2023	53.86	-
2/1/2021	2/1/2021	Paydown	3137FQ3V3	FHMS KJ27 A1	2.09%	7/1/2024	298.53	-
3/1/2021	3/1/2021	Paydown	3136B1XP4	FNA 2018-M5 A2	3.56%	9/1/2021	1,787.09	-
3/1/2021	3/1/2021	Paydown	3137BM6P6	FHLMC SERIES K721 A2	3.09%	8/1/2022	525.48	-
3/1/2021	3/1/2021	Paydown	3137FKK39	FHMS KP05 A	3.20%	7/1/2023	60.60	-
3/1/2021	3/1/2021	Paydown	3137FQ3V3	FHMS KJ27 A1	2.09%	7/1/2024	416.20	-

City of Concord
Operating Funds Compliance Report
as of March 31, 2021

Credit Quality

	Minimum Permitted Rating	Lowest Rated Security (S&P)	In Compliance?
U.S. Treasuries	N/A	AA+	Yes
Federal Agencies	N/A	AA+	Yes
Federal Agency CMO	N/A	AA+	Yes
Supranationals	"AA" Category by a NRSRO	AAA	Yes
Municipal Obligations	"A" Category by a NRSRO	A	Yes
Corporate Notes	"A" Category by a NRSRO	BBB+	Yes
Commercial Paper	Highest Short-Term Category	A-1	Yes
Negotiable CDs	"A" Category by a NRSRO	A-1/A	Yes

Maturity Limits

	Maximum Permitted Maturity	Maximum Maturity	In Compliance?
U.S. Treasuries	5 Years	4.25 Years	Yes
Federal Agencies	5 Years	#REF!	Yes
Federal Agency CMO	5 Years	2.25 Years	Yes
Supranationals	5 Years	2.65 Years	Yes
Municipal Obligations	5 Years	4.76 Years	Yes
Corporate Notes	5 Years	4.46 Years	Yes
Commercial Paper	270 Days	0.00 Years	Yes
Negotiable CDs	5 Years	1.96 Years	Yes

Sector Allocations

	Maximum Allocation	Current Allocation	In Compliance?
U.S. Treasuries	100%	14.04%	Yes
Federal Agencies	100%	5.75%	Yes
Federal Agency CMO*	0%	0.51%	Yes
Supranationals	30%	0.64%	Yes
Municipal Obligations	30%	1.32%	Yes
Corporate Notes	30%	6.43%	Yes
Commercial Paper	20%	0.00%	Yes
Negotiable CDs	30%	2.58%	Yes

Securities held in the City's portfolio are in compliance with California Government Code and the City's investment policy.

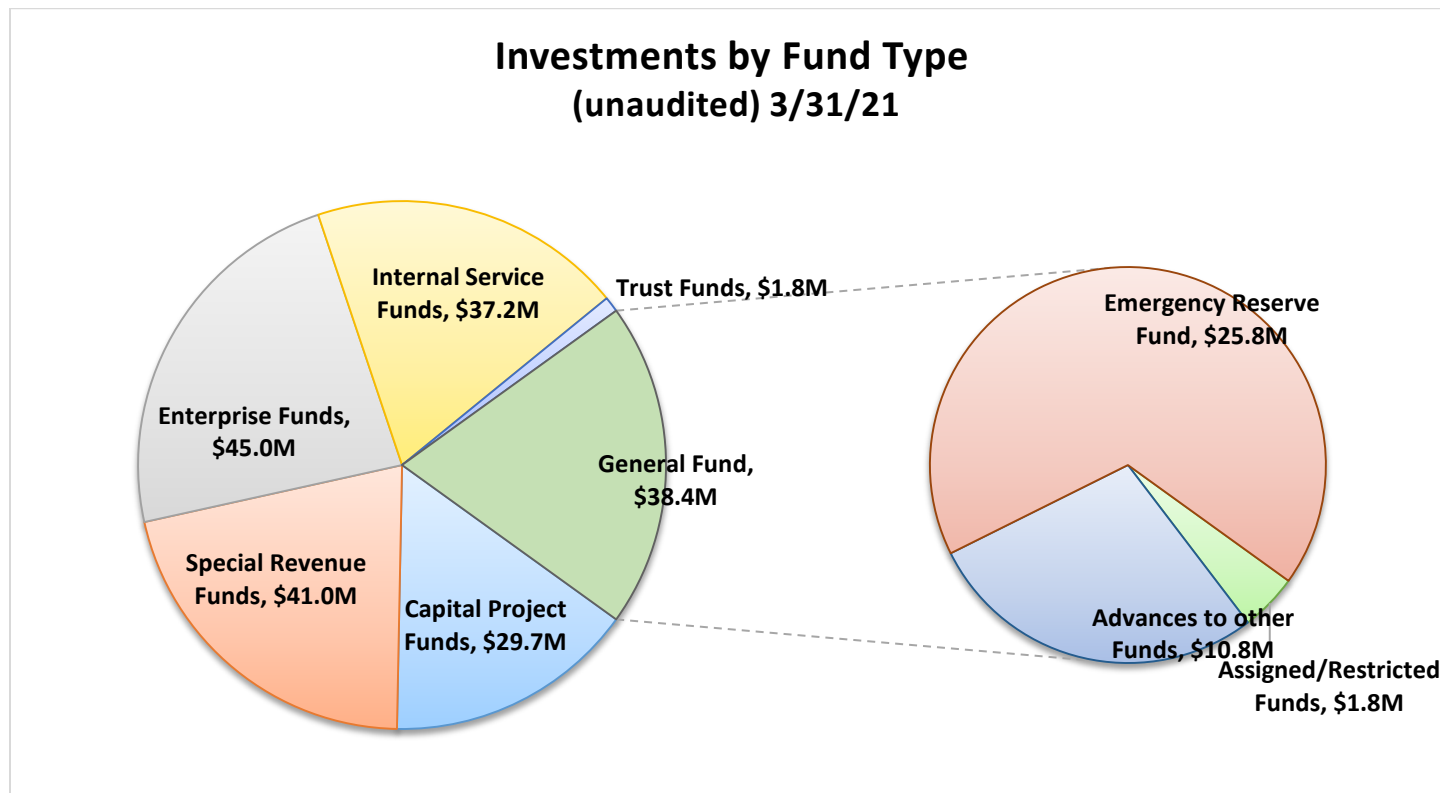
**Effective August 18, 2020, federal agency securitized securities (including but not limited to mortgage-backed securities, collateralized mortgage obligations, commercial mortgage backed-securities are no longer authorized for purchase. Investments purchased before this date may be held in the portfolio until maturity.*

Investment Portfolio Benefits all Funds

The City's cash and investment portfolio represents money from all City funds, including the General Fund, Enterprise funds, Capital Projects funds, and other funds, which are restricted to specific purposes.

In general, monies held by the City are allocated by the City Council for spending or are purposefully retained in reserves. For example, the money in the Capital Projects fund has been identified to provide particular capital projects for the community and there is a plan for spending down the cash balance as the projects progress. In the General Fund, approximately \$25 million is purposefully held in reserve to meet the City's reserve policy of a minimum of 17% and a goal of 30% of operating expenditures. At the time the Treasurer's Report was prepared, the preliminary reserve balance at March 31, 2021 for the General Fund represented approximately 23% of operating expenditures. Due to the schedule of when the City receives revenues throughout the year, cash reserves typically dip in the months of July through December until the first installment of Property Taxes are received in December. Typically, 60% of our General Fund revenues are received as of March 31. Compliance with Reserve Policy is measured at the end of the City's fiscal year, June 30.

Below is a chart showing the composition of the cash and investment portfolio included in the March 31, 2021 Treasurer's Report. It is important to understand that the only money not already allocated (but not yet spent) or restricted for a specific purpose is the General Fund Emergency Reserve, which is shown in the pie chart on the chart below in gray.



Fund Descriptions:

General Fund is the City's operating fund that accounts for general purpose revenues and expenses and are by definition unrestricted. The Cash and Investments in the General Fund is comprised of the following categories: 1) Assignments and Restrictions for obligations already entered into but not yet paid; 2) Advances to Other funds which primarily represent advances to the Local Reuse Authority for the Naval Weapons Station redevelopment project and to the Golf Course for improvements at that facility; and 3) Emergency Reserve funds that are retained per Council Policy to address financial uncertainties.

Enterprise Funds report operations that are operating in a manner similar to a private business enterprise. The Sewer Fund is the largest fund in this category and is legally restricted to be used only for sewer related activities.

Special Revenue Funds account for funds where the source of revenue is dedicated and restricted to a specific purpose. Housing funds, State Gas Tax funds and Assessment District funds represent examples of these types of funds.

Capital Projects Funds are used to track the financial resources set aside to acquire and/or construct major capital assets.

Internal Service Funds (ISF) are established to account for special activities and services performed by a designated department for other departments on a cost -reimbursement basis or replacement of necessary equipment. Examples include Worker's Compensation, Fleet Maintenance/Replacement, Information Technology, and Building Maintenance fund. Funds are restricted by policy through the City Council and spent in accordance with the program/equipment they are designated to support.

Trust Funds are used to account for assets held by the City as a trustee agent for individuals, private organizations, and other governments. Examples include the City of Concord Retirement System Pension Fund and the Successor Agency Private Purpose Trust Fund.