
MEMORANDUM

TO: City Council

FROM: Patti Barsotti, City Treasurer

DATE: July 28, 2021

SUBJECT: Treasurer's Report: April 1, 2021 – June 30, 2021

The attached report presents the City's investment portfolio as of the quarter ending June 30, 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	\$8,327,773	\$110,182,054	\$38,121,442	\$23,167,558	\$60,942,543	\$240,741,369
Effective Yield	N/A	0.33%	0.05%	0.19%	0.51%	0.31%
Avg. Weighted Maturity	N/A	291 days	51.62 days	266 & 697 days	2.71 Years	1.23 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 July 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

June 28, 2021
Date

City of Concord
Investment Summary
as of June 30, 2021

Sector	Average Maturity	Par Amount	Adjusted Cost	Market Value	Coupon	Yield at Market
Cash Equivalents						
Cash on Hand*	1 Day	6,798,777.83	6,798,777.83	6,798,777.83	-	-
Portfolio Cash	1 Day	1,528,995.02	1,528,995.02	1,528,995.02	-	0.01%
CAMP*	52 Days**	38,121,441.82	38,121,441.82	38,121,441.82	-	0.05%
LAIF*	291 Days**	110,182,054.23	110,182,054.23	110,182,054.23	-	0.33%
Cash Equivalents Subtotal	217 Days	156,631,268.90	156,631,268.90	156,631,268.90		0.24%
Other Investments						
CalTrust Short Term Fund*	266 Days	3,550,000.00	4,312,013.49	4,340,474.23	-	0.12%
CalTrust Medium Term Fund*	697 Days	17,050,000.00	18,404,435.10	18,827,083.61	-	0.21%
Other Investments Subtotal	616 Days	20,600,000.00	22,716,448.59	23,167,557.84		0.19%
PFM Managed Portfolio						
U.S. Treasuries	2.59 Years	28,550,000.00	28,659,901.93	29,374,714.48	1.67%	0.38%
Federal Agencies	2.96 Years	11,105,000.00	11,085,447.51	11,105,339.16	0.51%	0.45%
Federal Agency CMO	2.54 Years	856,872.99	871,935.98	896,291.41	2.92%	1.07%
Supranationals	1.83 Years	1,240,000.00	1,238,369.08	1,237,749.42	0.85%	0.38%
Municipal Obligations	3.88 Years	2,530,000.00	2,537,636.72	2,550,697.65	1.12%	0.88%
Corporate Notes	3.15 Years	11,296,000.00	11,536,951.33	11,759,830.67	2.28%	0.85%
Certificates of Deposit	1.09 Years	3,960,000.00	3,960,000.00	4,017,919.83	1.72%	0.24%
PFM Managed Portfolio Subtotal	2.71 Years	59,537,872.99	59,890,242.55	60,942,542.62		0.51%
Total	1.23 Years	236,769,141.89	239,237,960.04	240,741,369.36		0.31%

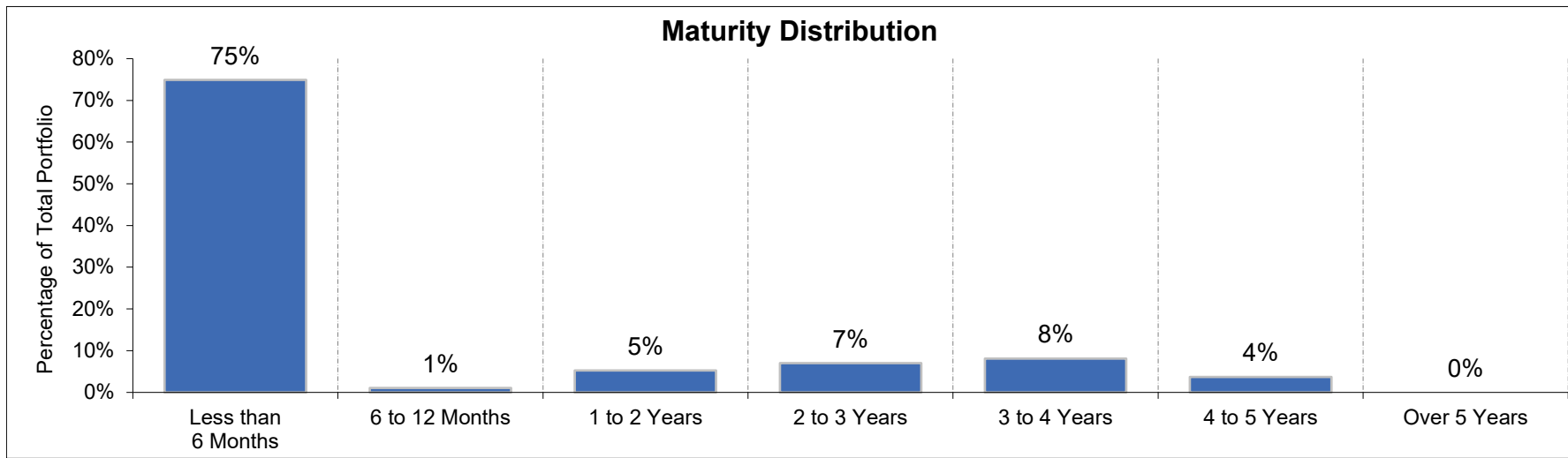
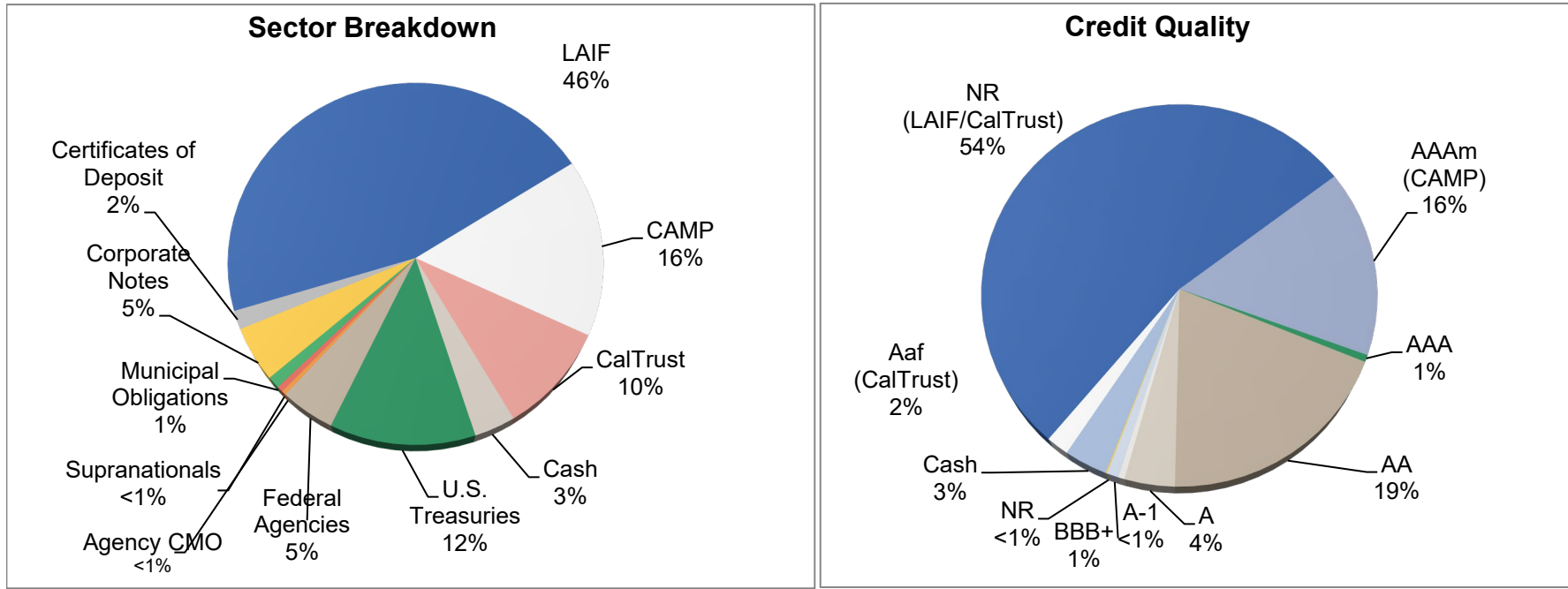
Earnings Summary April 1, 2021 - June 30, 2021 (Accrual Basis)

Portfolio Securities	
Ending Amortized Value of Securities	59,890,242.55
Ending Accrued Interest	152,894.49
Plus Proceeds from Sales	1,171,798.78
Plus Proceeds of Maturities/Calls/Principal Payments	1,727,004.00
Plus Coupons Received	327,684.23
Less Cost of New Purchases	(3,570,996.00)
Less Beginning Amortized Value of Securities	(59,198,554.87)
Less Beginning Accrued Interest	(265,080.43)
Portfolio Securities Subtotal	234,992.75
LAIF	
LAIF Subtotal	\$82,404.07
CAMP	
CAMP Subtotal	\$3,545.33
CalTrust	
CalTrust Subtotal	\$20,027.24
Grand Total	340,969.39

*Values provided by the City of Concord

**Funds can be withdrawn at par.

**City of Concord
Investment Summary
as of June 30, 2021**



**City of Concord
Investment Detail
as of June 30, 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	-	7/1/2021	6/30/2021	1	6,798,777.83	6,798,777.83	6,798,777.83	-
Portfolio Cash Account	NR	0.01%	7/1/2021	6/30/2021	1	1,528,995.02	1,528,995.02	1,528,995.02	0.01%
LAIF-City of Concord*	NR	0.33%	7/1/2021	6/30/2021	291	74,999,613.23	74,999,613.23	74,999,613.23	0.33%
LAIF-Sewer Enterprise District*	NR	0.33%	7/1/2021	6/30/2021	291	35,182,441.00	35,182,441.00	35,182,441.00	0.33%
CAMP*	AAAm	0.05%	7/1/2021	6/30/2021	52	38,121,441.82	38,121,441.82	38,121,441.82	0.05%
Cash Equivalents Subtotal					217	156,631,268.90	156,631,268.90	156,631,268.90	0.24%
U.S. Treasuries									
U.S. Treasury	AA+	1.13%	8/31/2021	7/12/2017	62	150,000.00	149,827.79	150,257.82	0.10%
U.S. Treasury	AA+	1.88%	4/30/2022	10/3/2018	304	275,000.00	272,760.24	279,082.05	0.09%
U.S. Treasury	AA+	2.13%	12/31/2022	1/31/2019	549	3,050,000.00	3,031,463.39	3,139,117.34	0.17%
U.S. Treasury	AA+	2.13%	12/31/2022	1/10/2019	549	1,475,000.00	1,466,970.44	1,518,097.73	0.17%
U.S. Treasury	AA+	1.63%	5/31/2023	6/7/2019	700	4,275,000.00	4,258,863.66	4,387,886.51	0.24%
U.S. Treasury	AA+	1.63%	10/31/2023	7/3/2019	853	2,600,000.00	2,590,750.30	2,678,812.50	0.32%
U.S. Treasury	AA+	1.63%	10/31/2023	10/4/2019	853	3,600,000.00	3,611,836.32	3,709,125.00	0.32%
U.S. Treasury	AA+	2.00%	6/30/2024	11/6/2019	1,096	1,775,000.00	1,798,161.39	1,856,261.63	0.46%
U.S. Treasury	AA+	2.00%	6/30/2024	12/5/2019	1,096	3,600,000.00	3,635,428.40	3,764,812.32	0.46%
U.S. Treasury	AA+	2.00%	6/30/2024	1/7/2020	1,096	1,600,000.00	1,615,770.74	1,673,249.92	0.46%
U.S. Treasury	AA+	2.00%	6/30/2024	2/7/2020	1,096	425,000.00	432,871.78	444,457.01	0.46%
U.S. Treasury	AA+	2.00%	6/30/2024	3/6/2020	1,096	700,000.00	723,675.93	732,046.84	0.46%
U.S. Treasury	AA+	1.75%	12/31/2024	7/6/2020	1,280	1,450,000.00	1,523,901.95	1,508,906.25	0.58%
U.S. Treasury	AA+	1.75%	12/31/2024	8/7/2020	1,280	400,000.00	421,911.93	416,250.00	0.58%
U.S. Treasury	AA+	0.25%	6/30/2025	3/4/2021	1,461	750,000.00	740,220.89	736,640.63	0.70%
U.S. Treasury	AA+	0.25%	6/30/2025	4/5/2021	1,461	750,000.00	736,285.96	736,640.62	0.70%
U.S. Treasury	AA+	0.38%	12/31/2025	5/6/2021	1,645	825,000.00	811,505.56	809,273.44	0.81%
U.S. Treasury	AA+	0.38%	12/31/2025	6/7/2021	1,645	850,000.00	837,695.26	833,796.87	0.81%
U.S. Treasuries Subtotal					946	28,550,000.00	28,659,901.93	29,374,714.48	0.38%
Federal Agencies									
Federal Home Loan Mortgage Corporation	AA+	0.25%	8/24/2023	8/21/2020	785	1,800,000.00	1,798,689.05	1,799,316.00	0.27%
Federal Home Loan Mortgage Corporation	AA+	0.25%	9/8/2023	9/4/2020	800	770,000.00	770,102.23	769,534.15	0.28%
Federal Home Loan Mortgage Corporation	AA+	0.25%	9/8/2023	9/4/2020	800	1,030,000.00	1,029,752.88	1,029,376.85	0.28%
Federal Home Loan Mortgage Corporation	AA+	0.13%	10/16/2023	10/16/2020	838	600,000.00	598,289.31	597,771.00	0.29%
Federal Home Loan Mortgage Corporation	AA+	0.25%	11/6/2023	11/5/2020	859	650,000.00	649,542.03	649,122.50	0.31%
Federal National Mortgage Association	AA+	0.25%	11/27/2023	11/25/2020	880	575,000.00	574,474.76	574,204.78	0.31%
Federal Home Loan Mortgage Corporation	AA+	0.25%	12/4/2023	12/4/2020	887	575,000.00	574,539.40	573,920.73	0.33%
Federal National Mortgage Association	AA+	2.50%	2/5/2024	2/8/2019	950	930,000.00	928,199.03	981,154.65	0.37%
Federal Home Loan Bank	AA+	0.50%	4/14/2025	4/16/2020	1,384	600,000.00	597,743.53	596,465.40	0.66%
Federal National Mortgage Association	AA+	0.63%	4/22/2025	4/24/2020	1,392	600,000.00	599,057.41	599,261.40	0.66%
Federal Home Loan Mortgage Corporation	AA+	0.38%	7/21/2025	7/23/2020	1,482	750,000.00	746,967.36	740,133.00	0.70%
Federal National Mortgage Association	AA+	0.38%	8/25/2025	8/27/2020	1,517	650,000.00	647,471.67	640,989.05	0.71%
Federal Home Loan Bank	AA+	0.38%	9/4/2025	9/11/2020	1,527	275,000.00	274,307.89	270,605.50	0.76%
Federal Home Loan Mortgage Corporation	AA+	0.38%	9/23/2025	9/25/2020	1,546	650,000.00	648,342.77	640,554.20	0.72%
Federal National Mortgage Association	AA+	0.50%	11/7/2025	11/12/2020	1,591	650,000.00	647,968.19	642,929.95	0.75%
Federal Agencies Subtotal					1,082	11,105,000.00	11,085,447.51	11,105,339.16	0.45%

**City of Concord
Investment Detail
as of June 30, 2021**

Issuer	S&P Rating	Coupon	Maturity	Purchased	Days to Maturity	Par Amount	Adjusted Cost	Market Value	Yield at Market
Federal Agencies CMO									
Federal National Mortgage Association	AA+	3.56%	9/1/2021	4/30/2018	63	7,127.74	7,134.95	7,127.74	3.56%
Federal Home Loan Mortgage Corporation	AA+	3.09%	8/1/2022	4/9/2018	397	281,972.34	282,576.07	288,096.53	1.08%
Federal Home Loan Mortgage Corporation	AA+	3.20%	7/1/2023	12/17/2018	731	23,381.77	23,381.74	23,864.93	2.15%
Federal Home Loan Mortgage Corporation	AA+	2.09%	7/1/2024	11/26/2019	1,097	144,391.14	144,388.89	147,388.95	1.39%
Federal Home Loan Mortgage Corporation	AA+	3.06%	12/1/2024	3/25/2020	1,250	400,000.00	414,454.33	429,813.26	0.85%
Federal Agency CMO Subtotal					927	856,872.99	871,935.98	896,291.41	1.07%
Supranationals									
International Bank for Reconstruction and Development	AAA	2.75%	7/23/2021	7/25/2018	23	300,000.00	299,985.88	300,449.10	0.40%
International Bank for Reconstruction and Development	AAA	0.25%	11/24/2023	11/24/2020	877	940,000.00	938,383.20	937,300.32	0.37%
Supranationals Subtotal					670	1,240,000.00	1,238,369.08	1,237,749.42	0.38%
Municipal Obligations									
State of Connecticut	A+	2.00%	7/1/2024	6/11/2020	1,097	100,000.00	100,000.00	104,201.00	0.58%
Chaffey Joint Union HS District CA	AA-	2.10%	8/1/2024	12/5/2019	1,128	140,000.00	140,000.00	145,192.60	0.88%
New York State Urban Development Corp.	AA+	0.87%	3/15/2025	12/23/2020	1,354	600,000.00	600,000.00	597,450.00	0.99%
University of California	AA	0.88%	5/15/2025	7/16/2020	1,415	160,000.00	160,000.00	160,488.00	0.80%
State of Connecticut	A+	2.00%	6/1/2025	6/25/2020	1,432	150,000.00	156,071.43	159,028.50	0.45%
Florida State Board of Administration	AA	1.26%	7/1/2025	9/16/2020	1,462	300,000.00	300,000.00	302,991.00	1.00%
Florida State Board of Administration	AA	1.26%	7/1/2025	9/16/2020	1,462	115,000.00	115,679.17	116,146.55	1.00%
Florida State Board of Administration	AA	1.26%	7/1/2025	9/16/2020	1,462	160,000.00	160,886.12	161,595.20	1.00%
San Juan Unified School District CA	NR	0.85%	8/1/2025	10/29/2020	1,493	250,000.00	250,000.00	249,650.00	0.89%
Los Angeles Community College District CA	AA+	0.77%	8/1/2025	11/10/2020	1,493	250,000.00	250,000.00	250,070.00	0.77%
Minnesota State	AAA	0.63%	8/1/2025	8/25/2020	1,493	180,000.00	180,000.00	179,299.80	0.73%
New Jersey Transport Trust Authority	A+	1.05%	1/1/2026	2/4/2021	1,646	125,000.00	125,000.00	124,585.00	1.12%
Municipal Obligations Subtotal					1,415	2,530,000.00	2,537,636.72	2,550,697.65	0.88%
Corporate Notes									
US Bancorp	A+	2.63%	1/24/2022	6/29/2017	208	550,000.00	550,842.04	556,421.80	0.56%
Intel	A+	2.35%	5/11/2022	6/29/2017	315	550,000.00	550,362.11	559,295.55	0.39%
JP Morgan Chase	A-	3.21%	4/1/2023	3/22/2019	640	400,000.00	400,000.00	408,441.20	1.97%
Caterpillar Inc.	A	0.65%	7/7/2023	7/8/2020	737	450,000.00	449,830.46	451,822.50	0.45%
PNC Bank	A-	3.50%	1/23/2024	2/15/2019	937	550,000.00	552,032.93	589,834.30	0.65%
Charles Schwab	A	0.75%	3/18/2024	3/18/2021	992	195,000.00	194,911.84	196,027.26	0.55%
Morgan Stanley	BBB+	3.88%	4/29/2024	7/23/2019	1,034	550,000.00	568,685.02	597,363.25	0.79%
Amazon.com Inc	AA	0.45%	5/12/2024	5/12/2021	1,047	115,000.00	114,839.76	114,749.65	0.53%
American Honda Finance	A-	2.40%	6/27/2024	7/15/2019	1,093	575,000.00	573,278.39	604,082.93	0.69%
Goldman Sachs	BBB+	3.85%	7/8/2024	7/11/2019	1,104	575,000.00	591,196.38	621,607.78	1.11%
BB&T	A-	2.50%	8/1/2024	8/5/2019	1,128	575,000.00	575,583.78	605,968.93	0.73%
Walt Disney	BBB+	1.75%	8/30/2024	9/6/2019	1,157	600,000.00	598,445.12	619,020.00	0.73%
Bank OF New York Mellon Corp	A	2.10%	10/24/2024	1/28/2020	1,212	250,000.00	250,769.56	261,955.25	0.64%
Paccar Financial	A+	1.80%	2/6/2025	10/29/2020	1,317	335,000.00	347,740.03	343,953.21	1.04%
Toyota Motor	A+	1.80%	2/13/2025	5/26/2020	1,324	285,000.00	287,136.79	294,258.80	0.89%
Toyota Motor	A+	1.80%	2/13/2025	5/26/2020	1,324	65,000.00	65,694.34	67,111.65	0.89%
Toyota Motor	A+	1.80%	2/13/2025	5/26/2020	1,324	100,000.00	100,749.75	103,248.70	0.89%

**City of Concord
Investment Detail
as of June 30, 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	1,397	400,000.00	436,136.60	435,029.20	0.96%
Apple Inc	AA+	1.13%	5/11/2025	5/13/2020	1,411	1,050,000.00	1,051,623.46	1,062,041.40	0.82%
General Dynamics Corp	A-	3.50%	5/15/2025	10/20/2020	1,415	425,000.00	468,630.12	465,732.85	0.97%
JP Morgan Chase	A-	0.82%	6/1/2025	6/1/2021	1,432	595,000.00	595,000.00	594,047.41	0.87%
Amazon.com Inc	AA	0.80%	6/3/2025	6/5/2020	1,434	725,000.00	724,720.90	725,764.88	0.77%
Bank of America	A-	3.88%	8/1/2025	8/20/2020	1,493	400,000.00	446,852.27	444,351.20	1.09%
Bristol-Myers Squibb Co	A+	3.88%	8/15/2025	9/30/2020	1,507	106,000.00	118,669.10	117,989.24	1.06%
Abbott Laboratories	A+	3.88%	9/15/2025	9/28/2020	1,538	400,000.00	449,027.57	446,160.00	1.06%
UnitedHealth Group	A+	1.15%	5/15/2026	5/19/2021	1,780	475,000.00	474,193.01	473,551.73	1.21%
Corporate Notes Subtotal					1,151	11,296,000.00	11,536,951.33	11,759,830.67	0.85%
Certificates of Deposit									
Societe Generale New York	A-1	1.80%	2/14/2022	2/19/2020	229	600,000.00	600,000.00	605,412.00	0.35%
MUFG Bank	A-1	2.98%	2/25/2022	2/28/2019	240	550,000.00	550,000.00	560,454.40	0.09%
Sumitomo Mitsui Bank (NY)	A	0.70%	7/8/2022	7/14/2020	373	560,000.00	560,000.00	562,630.88	0.24%
Nordea Bank	AA-	1.85%	8/26/2022	8/29/2019	422	600,000.00	600,000.00	611,487.60	0.19%
Skandinav Enskilda Banken NY	A+	1.86%	8/26/2022	9/3/2019	422	600,000.00	600,000.00	611,556.60	0.19%
DNB BANK	AA-	2.04%	12/2/2022	12/6/2019	520	600,000.00	600,000.00	615,660.60	0.20%
Credit Suisse NY	A+	0.59%	3/17/2023	3/23/2021	625	450,000.00	450,000.00	450,717.75	0.49%
Certificates of Deposit Subtotal					398	3,960,000.00	3,960,000.00	4,017,919.83	0.24%
Other Investments									
CalTrust Short Term Fund*	AAf	0.12%	7/1/2021	6/30/2021	266	3,550,000.00	4,312,013.49	4,340,474.23	0.12%
CalTrust Medium Term Fund*	NR	0.21%	7/1/2021	6/30/2021	697	17,050,000.00	18,404,435.10	18,827,083.61	0.21%
Other Investments Subtotal					616	20,600,000.00	22,716,448.59	23,167,557.84	0.19%
Operating Total					451	236,769,141.89	239,237,960.04	240,741,369.36	0.31%

*Values provided by the City of Concord

City of Concord
Transactions Detail
April 1, 2021 - June 30, 2021

Trade Date	Settle Date	Transaction	CUSIP	Issuer	Coupon	Maturity	Par Value	Yield at Market
Purchases								
4/1/2021	4/5/2021	Buy	912828ZW3	US TREASURY NOTES	0.25%	6/30/2025	750,000.00	0.71%
5/4/2021	5/6/2021	Buy	91282CBC4	US TREASURY NOTES	0.38%	12/31/2025	825,000.00	0.75%
5/10/2021	5/12/2021	Buy	023135BW5	AMAZON.COM INC CORPORATE NOTES	0.45%	5/12/2024	115,000.00	0.50%
5/17/2021	5/19/2021	Buy	91324PEC2	UNITEDHEALTH GROUP INC CORPORATE NOTE	1.15%	5/15/2026	475,000.00	1.19%
5/24/2021	6/1/2021	Buy	46647PCH7	JPMORGAN CHASE & CO CORPORATE NOTES	0.82%	6/1/2025	595,000.00	0.82%
6/2/2021	6/7/2021	Buy	91282CBC4	US TREASURY NOTES	0.38%	12/31/2025	850,000.00	0.70%
Maturity								
4/5/2021	4/5/2021	Maturity	0258M0EB1	AMERICAN EXPRESS CREDIT (CALLED, OMD 05,	2.25%	4/5/2021	300,000.00	-
5/15/2021	5/15/2021	Maturity	427866BA5	HERSHEY COMPANY CORP NOTES	3.10%	5/15/2021	225,000.00	-
5/19/2021	5/19/2021	Maturity	857477AV5	STATE STREET CORP NOTES	1.95%	5/19/2021	150,000.00	-
6/7/2021	6/7/2021	Maturity	78012JEE1	ROYAL BANK OF CANADA NY CD	3.24%	6/7/2021	950,000.00	-
Sales								
5/25/2021	6/1/2021	Sell	46647PBB1	JPMORGAN CHASE & CO BONDS	3.21%	4/1/2023	600,000.00	-
6/23/2021	6/25/2021	Sell	68389XBK0	ORACLE CORP (CALLABLE) NOTES	1.90%	9/15/2021	550,000.00	-
Paydowns								
4/1/2021	4/1/2021	Paydown	3136B1XP4	FNA 2018-M5 A2	3.56%	9/1/2021	23,069.32	-
4/1/2021	4/1/2021	Paydown	3137BM6P6	FHLMC SERIES K721 A2	3.09%	8/1/2022	451.92	-
4/1/2021	4/1/2021	Paydown	3137FKK39	FHMS KP05 A	3.20%	7/1/2023	54.48	-
4/1/2021	4/1/2021	Paydown	3137FQ3V3	FHMS KJ27 A1	2.09%	7/1/2024	3,279.02	-
5/1/2021	5/1/2021	Paydown	3136B1XP4	FNA 2018-M5 A2	3.56%	9/1/2021	3,618.53	-
5/1/2021	5/1/2021	Paydown	3137BM6P6	FHLMC SERIES K721 A2	3.09%	8/1/2022	478.37	-
5/1/2021	5/1/2021	Paydown	3137FKK39	FHMS KP05 A	3.20%	7/1/2023	16,068.28	-
5/1/2021	5/1/2021	Paydown	3137FQ3V3	FHMS KJ27 A1	2.09%	7/1/2024	8,968.03	-
6/1/2021	6/1/2021	Paydown	3136B1XP4	FNA 2018-M5 A2	3.56%	9/1/2021	15,237.77	-
6/1/2021	6/1/2021	Paydown	3137BM6P6	FHLMC SERIES K721 A2	3.09%	8/1/2022	454.93	-
6/1/2021	6/1/2021	Paydown	3137FKK39	FHMS KP05 A	3.20%	7/1/2023	55.09	-
6/1/2021	6/1/2021	Paydown	3137FQ3V3	FHMS KJ27 A1	2.09%	7/1/2024	7,134.51	-

City of Concord
Operating Funds Compliance Report
as of June 30, 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	4.51 Years	Yes
Federal Agencies	5 Years	4.36 Years	Yes
Federal Agency CMO	5 Years	3.42 Years	Yes
Supranationals	5 Years	2.40 Years	Yes
Municipal Obligations	5 Years	4.51 Years	Yes
Corporate Notes	5 Years	4.88 Years	Yes
Commercial Paper	270 Days	0.00 Years	Yes
Negotiable CDs	5 Years	1.71 Years	Yes

Sector Allocations

	Maximum Allocation	Current Allocation	In Compliance?
U.S. Treasuries	100%	12.2%	Yes
Federal Agencies	100%	4.6%	Yes
Federal Agency CMO*	0%	0.4%	Yes
Supranationals	30%	0.5%	Yes
Municipal Obligations	30%	1.1%	Yes
Corporate Notes	30%	4.9%	Yes
Commercial Paper	20%	0.0%	Yes
Negotiable CDs	30%	1.7%	Yes

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

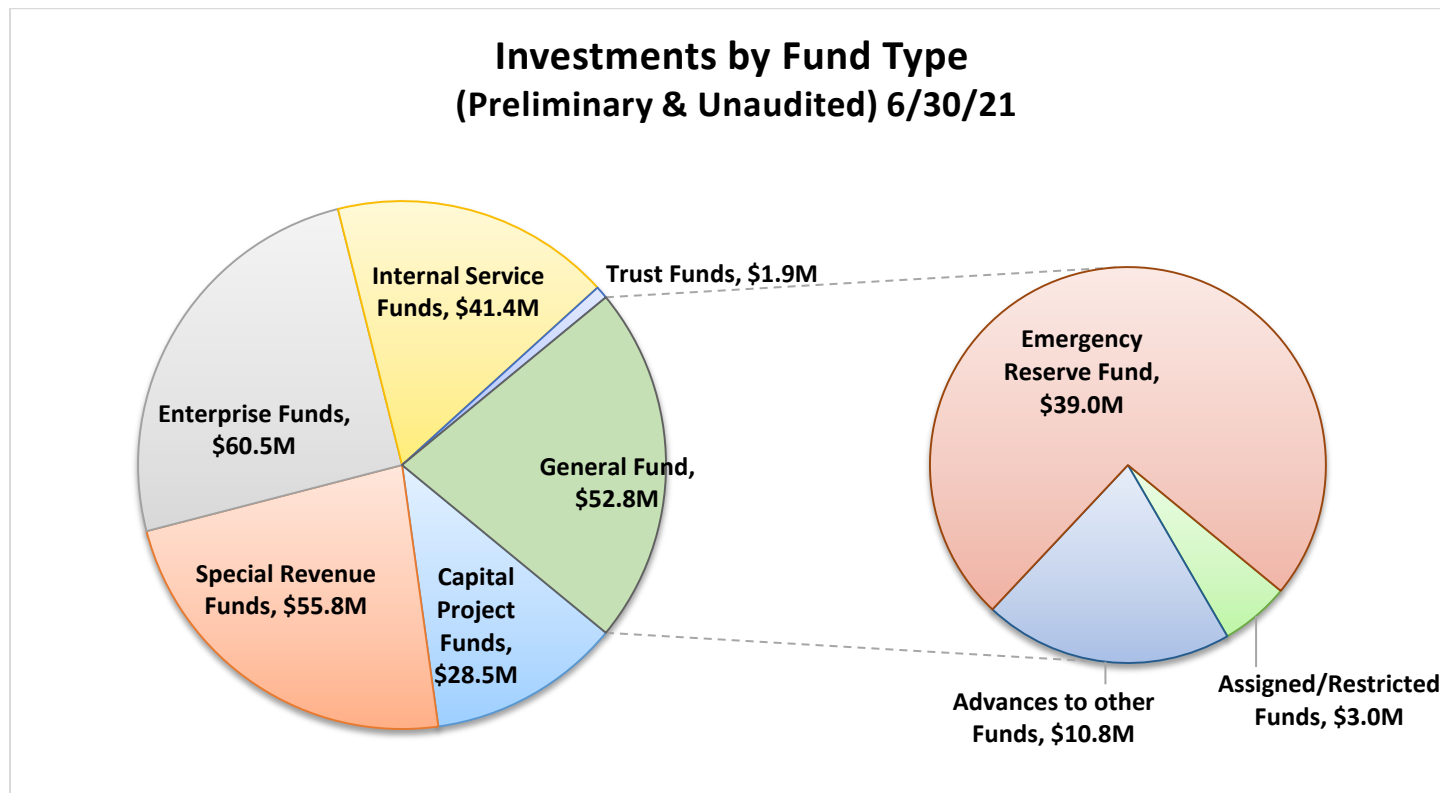
**Effective August 18, 2020, federal agency securitized securities (including but not limited to mortgage-backed securities, collateralized mortgage obligations, commercial mortgage backed-securities are no longer authorized for purchase. Investments purchased before this date may be held in the portfolio 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 \$39 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 June 30, 2021 for the General Fund represented approximately 36% 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, 100% of our General Fund revenues are received as of June 30. 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 June 30, 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.