



FY 2020 Quarterly Investment Report

Third Quarter – Through June 2020

Kent Meredith

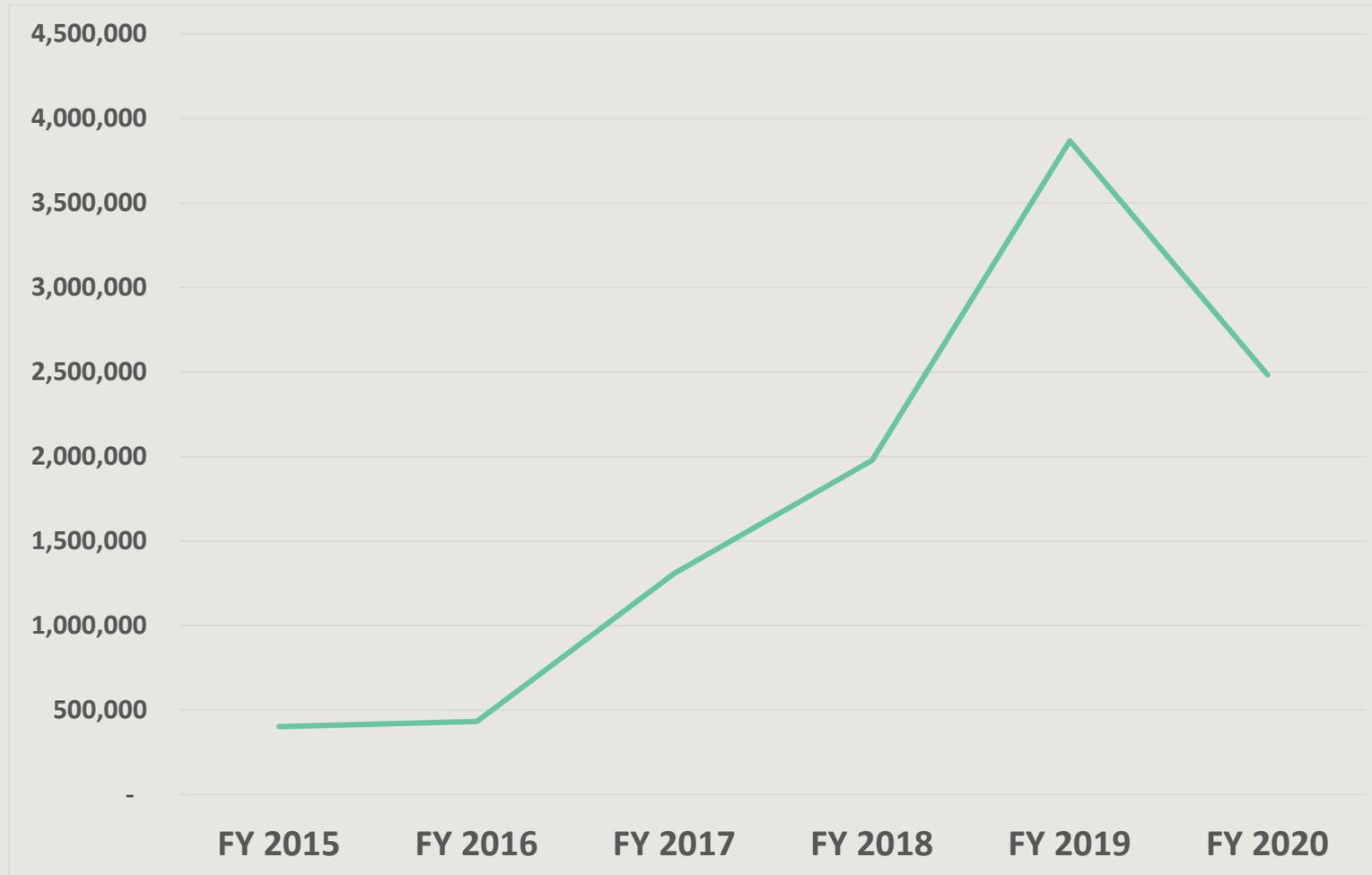
Finance Director

August 27, 2020

Economic Overview

- **After a few bad months, June wasn't as bad**
 - 4.8M jobs added
 - Unemployment dropped to 11.1% from 15%
 - Temporary economic surge
- **COVID resurgence caused a second round of shutdowns**
 - Economy contracted in July, but it didn't eliminate all of June's improvements
- **Another COVID spike continues to be the biggest downside risk**
- **Still weak labor market – service sector especially hard hit**
 - Additional fiscal aid important
- **Housing is helping the recovery**
 - Demand is high and interest rates are low

Interest Income – 3rd Qtr FY 2020



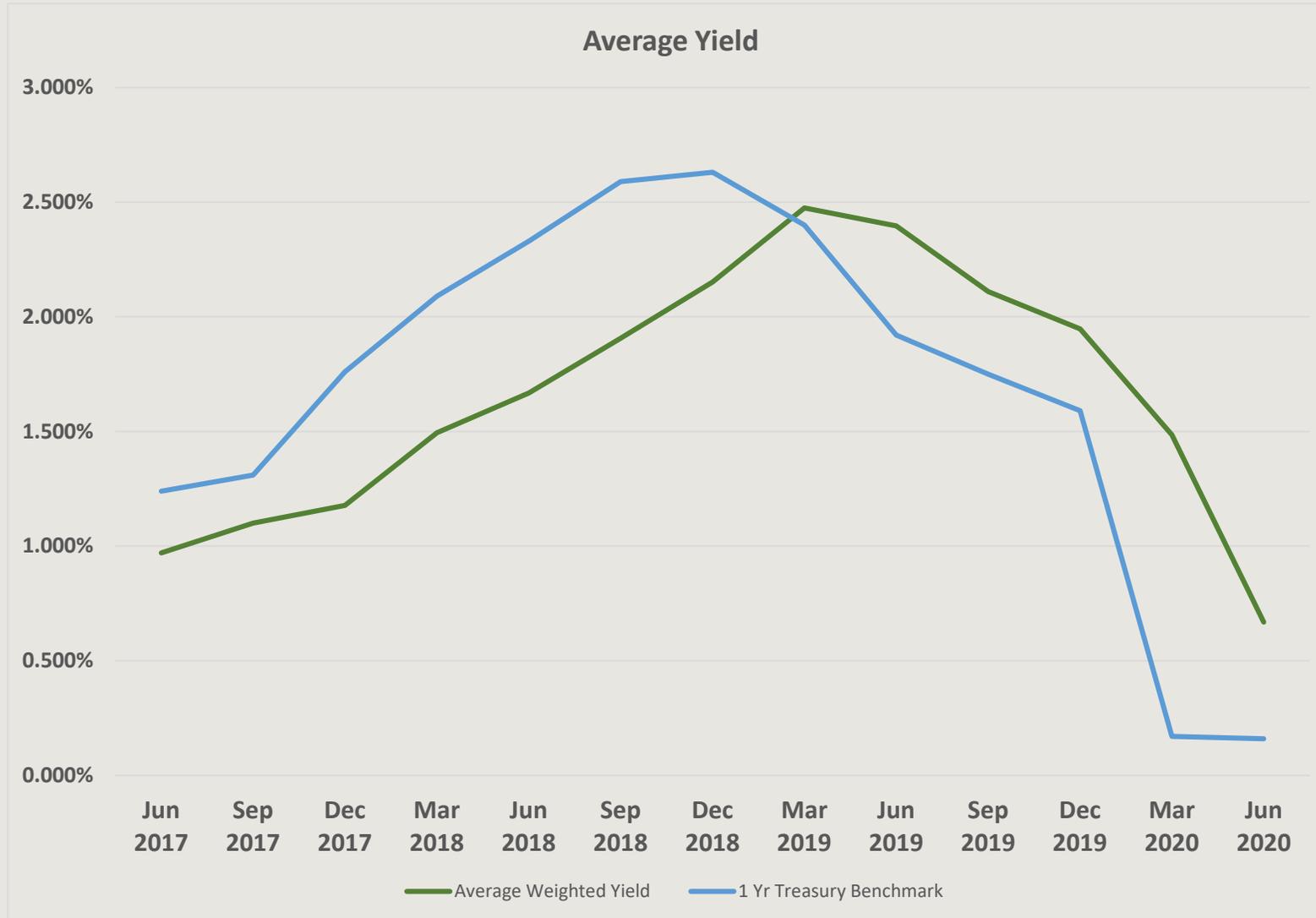
FY 2020 Interest Earnings: \$2,483,233

- **GF: \$323,821**
- **UF: \$497,549**
- **Capital Programs: \$868,868**
- **Other: \$792,994**

Compared to:

FY 2019: \$3,868,521

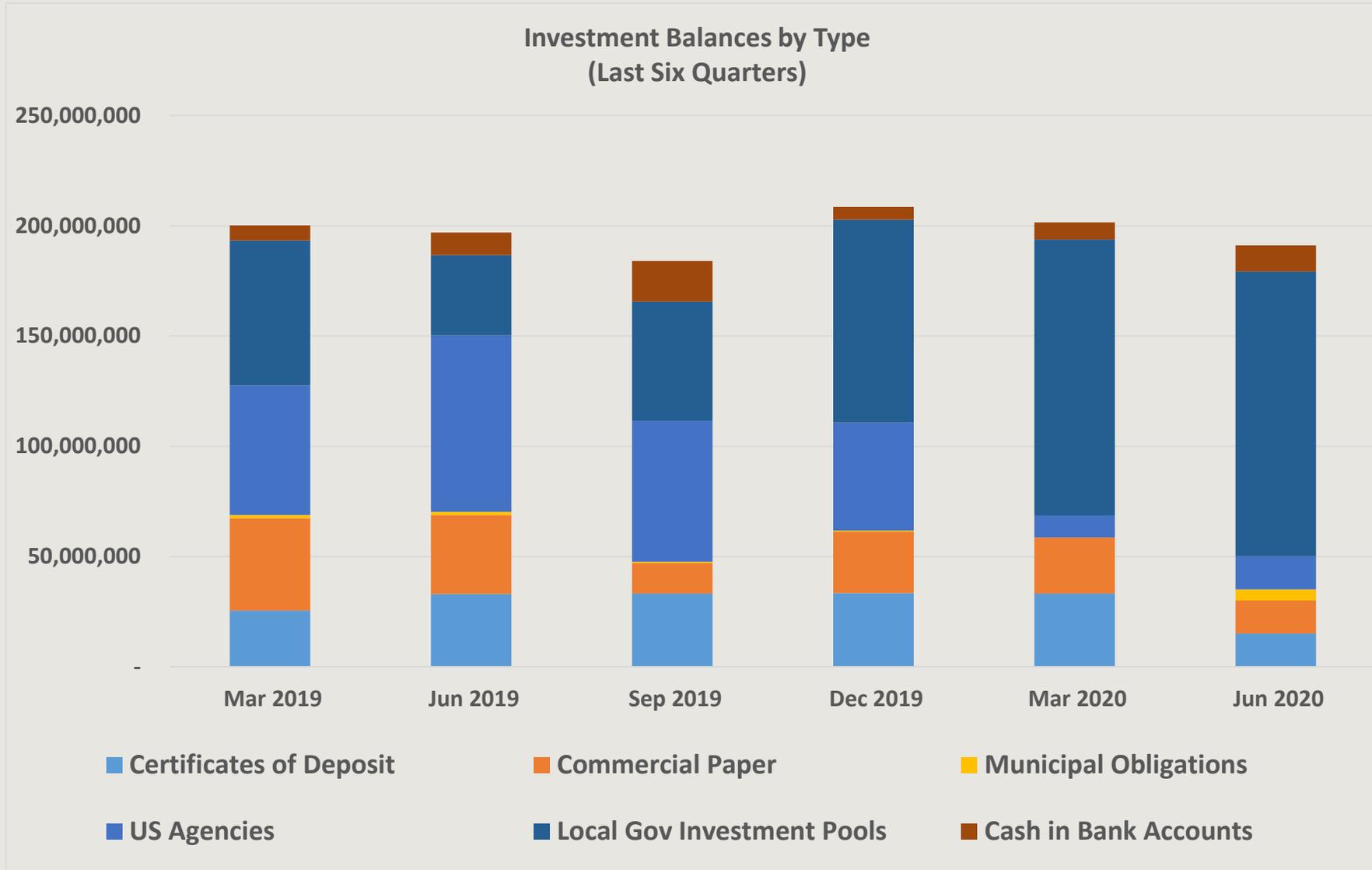
Portfolio Benchmark



End of March Weighted Average Yield 0.668%

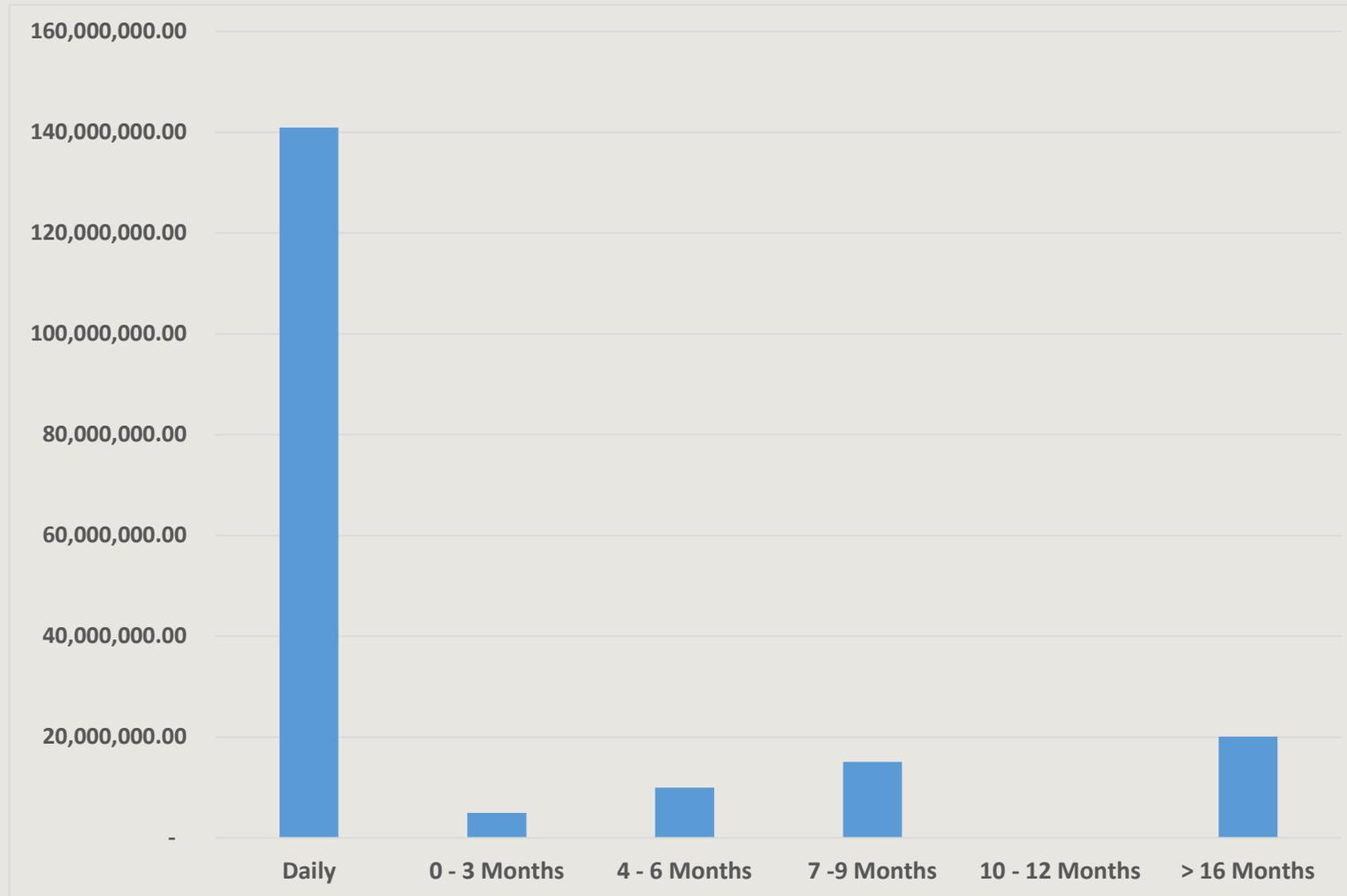
1 Yr US Treasury 0.160%

Investments by Type

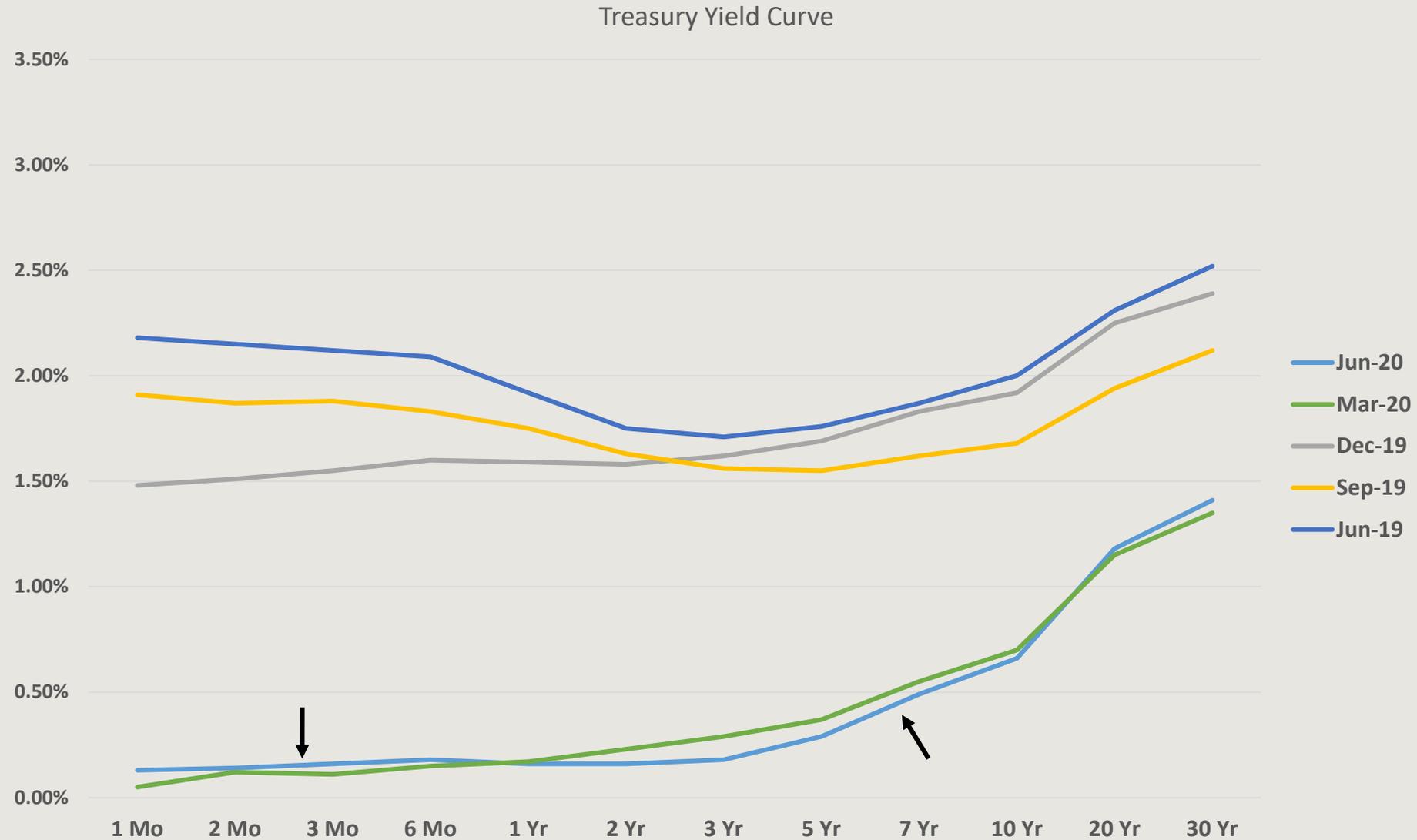


**End of Quarter
Portfolio Balance:
\$191M**

Maturities Ladder



Yield Curve (US Treasury)



In Summary

- The economy continues to be very unpredictable
- We will take steps to safeguard the portfolio investing in:
 - Local government fund investment pools
 - CDs
 - US agencies
- Maintain portfolio in compliance with Public Funds Investment Act and City's Investment Policy

- Quarterly investment reports are available on our web site
- Questions?