

CITY OF FRESNO
MONTHLY AVAILABLE FUNDS REPORT
MONTH ENDED FEBRUARY 2018

AVAILABLE FUNDS SUMMARY BY INVESTMENT TYPE

Investments	Amortized Cost Feb 2017	Amortized Cost Feb 2018	Difference	Percent of Surplus Funds	Yields on Investments Feb 2018
Operating Funds:					
Bank Checking Account	\$ 15,000,000	\$ 13,127,493	\$ -1,872,507		
Surplus Funds:					
Federal Agency Notes	\$ 233,208,106	\$ 260,020,729	\$ 26,812,623	52.59%	1.54%
Treasury Notes	\$ 9,998,400	\$ 44,635,717	\$ 34,637,317	9.03%	1.96%
Money Market	\$ 79,000,000	\$ 60,000,000	\$ -19,000,000	12.14%	1.28%
Corporate Notes	\$ 94,552,515	\$ 110,413,392	\$ 15,860,877	22.33%	2.05%
Local Agency Investment Fund	\$ 75,254,002	\$ 9,944,496	\$ -65,309,506	2.01%	1.41%
Negotiable Certificate of Deposit	\$ 0	\$ 5,000,000	\$ 5,000,000	1.01%	1.45%
Time Deposits	\$ 10,805,705	\$ 4,400,000	\$ -6,405,705	0.89%	1.51%
Subtotal Portfolio Investments	\$ 502,818,728	\$ 494,414,334	\$ -8,404,394	100.00%	1.66%
Bank Checking Account	\$ 7,778,798	\$ 0	\$ -7,778,798	0.00%	
Subtotal Surplus Funds*	\$ 510,597,526	\$ 494,414,334	\$ -16,183,192	100.00%	
Grand Total Available Funds	\$ 525,597,526	\$ 507,541,827	\$ -18,055,699		

*Includes Emergency Reserve

PORTFOLIO FUNDS ANALYSIS

Description	January 2018	February 2018	February 2017	Change	Percentage Change
Amortized Cost of Investments	\$ 475,725,115	\$ 494,414,334	\$ 502,818,728	\$ -8,404,394	-1.67%
Market Value of Investments	\$ 469,992,711	\$ 487,779,993	\$ 500,112,433	\$ -12,332,440	-2.47%
Maturity Value of Investments	\$ 475,889,496	\$ 494,889,496	\$ 502,804,707	\$ -7,915,211	-1.57%
Average Days to Maturity	722	736	761	-25	-3.29%
Month To Date Return on Investment	1.52%	1.66%	1.09%	0.57%	52.29%
Rolling 12-Month Return on Investment	1.32%	1.37%	1.08%	0.29%	26.85%
Earned Interest: Month To Date	\$ 546,020	\$ 647,542	\$ 450,821	\$ 196,721	43.64%
Earned Interest: Year To Date	\$ 3,325,889	\$ 3,973,481	\$ 3,689,991	\$ 283,490	7.68%
Number of Securities	65	67	54	13	24.07%

The yield earned on the Portfolio was 1.66 percent for the month ended February 2018. It was 1.09 percent for the month ended February 2017: a net increase of 57 basis points, or 52.29 percent. The interest earned year to date has increased by \$283,490; or 7.68 percent. The increase is due to the rise in interest rates. This is reflected in the rolling 12-month return on investment which increased by 26.85 percent. The Market Value of the Portfolio decreased by \$12,332,440. The difference between \$8,404,394 in amortized cost and \$12,332,440 in market value is \$3,928,046 which represents a decrease in the Market Value in relation to the Amortized Cost.

The Money Market decreased by \$19,000,000, the Local Agency Fund decreased by \$65,309,506, and Time Deposits decreased by \$6,405,705. The total of these available resources being \$90,715,211. Of these funds, \$26,812,623 was invested in Federal Agency Notes, \$34,637,317 was invested in Treasury Notes, \$15,860,877 was invested in Corporate Notes, and \$5,000,000 was invested in a Negotiable Certificate of Deposit. The net effect of these transactions was a decrease in the overall total of the portfolio by \$8,404,394. The decrease in the investment balances is primarily due to the City escrowing \$116,000,000 in March 2017 for the future defeasement of Sewer bonds. An increase in interest rates is the cause for the decrease in the Market Value in relation to the Amortized Cost.

In accordance with State Law, the Finance Director certifies that the securities held in the City Investment Portfolio, purchased with Surplus Funds, comply with City policies. The Finance Director further certifies that the City has Operating Funds available to meet its expenditure requirements for the next six months.

Amortized Cost - the total amount at which investments are carried on the City books. This amount includes the amortization and accretion of premiums and discounts, respectively.

Market Value - the total amount at which investments are being sold in the market. Market prices are provided by the Bank of New York.

Maturity Value - (also referred to as "par value") the total amount of the face or stated value of the investments at maturity.

Average Days to Maturity - the average time in days left in the maturity of the investments.

Monthly Yield - the rate of return on investments as expressed in a percentage.

Rolling 12-Month Return - same Monthly yield, but for the past 12 months.

Earned Interest - the amount of income realized by all investments.

Basis Point - one one-hundredth of one percent