



Legislation Details (With Text)

File #: 21-1597 **Version:** 1 **Name:** Investment Portolffio Report - 2nd Quarter 2021
Type: Report or Communication **Status:** Filed
File created: 10/4/2021 **In control:** City Council
On agenda: 10/4/2021 **Final action:** 10/4/2021
Enactment date: **Enactment #:**
Title: Investment Portfolio Report - 2nd Quarter 2021
Sponsors:
Indexes:
Code sections:
Attachments: 1. 06-30-2021 City of Ann Arbor.pdf

| Date | Ver. | Action By | Action | Result |
|-----------|------|--------------|----------|--------|
| 10/4/2021 | 1 | City Council | Approved | Pass |

Investment Portfolio Report - 2nd Quarter 2021

Attached for your information is the City's investment portfolio report for the second quarter 2021. At June 30, the weighted average yield for the portfolio for the quarter was 1.15 %. Our benchmark is the 12-month trailing rate of the 2-year Treasury Note, which earned 0.15 as of June 30. The weighted average effective maturity at quarter end was 558 days.

In addition to the securities disclosed in the attached portfolio report, as of June 30, the City owned Certificates of Deposit as described below:

| Institution | Certificate Amount | Maturity Date | Yield |
|----------------------|--------------------|------------------|-------|
| Bank of Ann Arbor | \$258,281.48 | October 25, 2021 | 0.40 |
| Ann Arbor State Bank | \$259,556.79 | November 1, 2022 | 0.40 |
| Flagstar Bank | \$268,164.82 | April 5, 2022 | 0.35 |

The City also invests in a short-term liquidity investment as described below:

| Institution | Balance at Quarter End | Maturity Date | Yield |
|--|------------------------|---------------|---------|
| Michigan Cooperative Liquid Assets Securities System | \$6,101,826.91 | NA | 0.0291% |

The Governmental Accounting Standards Board requires under Statement 31 that all investments be recorded at fair value versus amortized cost. At quarter end, the amortized cost value of the portfolio was \$277,862,482.67. If investments were recorded using the fair value method, the value of the portfolio would be \$280,858,849.15. Recording investments at fair market value, the portfolio experienced an unrealized gain of \$2,996,366.48.

Prepared by: Michael J. Pettigrew, City Treasurer

Reviewed by: Marti Praschan, CFO & Financial Services Area Administrator

Approved by: John Fournier, Acting City Administrator

