



Additional Documents Distributed for the Finance Commission Meeting of January 24, 2024

Item No.	Agenda Item Description	Distributor	Document
1.	Monthly Investment Reports for October 2023	John Downs, Finance Director	Email to Commission
2.	Monthly Investment Reports for November 2023	John Downs, Finance Director	Email to Commission



Finance Commission Agenda Report

ITEM NO. 3

DATE: January 24, 2024
FROM: John Downs, Finance Director
PREPARED BY: Terry Kim, Finance Manager
SUBJECT: **Monthly Investment Reports for October 2023**

Recommendation

It is recommended that the Finance Commission review and approve the Monthly Investment Reports for October 2023 for City Council's review.

Background

As required by law, a monthly investment report, which includes water bond funds, is presented to the City Council disclosing investment activities, types of investments, dates of maturities, amounts of deposits, rates of interest, and securities with a maturity of more than 12 months at current market values.

The reports reflect all investments at the above-referenced date and conform to the California Government Code, Section 53600 et. seq., and the City Investment Policy adopted by Resolution No. 7635. A copy of the Resolution is available in the City Clerk's Office.

Analysis

As of October 31, 2023, yields are very similar to the prior month and remain at the higher end of a 10-year historic spectrum. The City's yields for its government and corporate bonds range from 4.83% to 6.73%. On a cost basis of \$61,768,083 (market value \$59,813,772.76) estimated annual income at the coupon rate is \$1,553,348. The bank-liquid cash account of \$13,114,467 held by the Local Agency Investment Fund (LAIF), at an interest rate of 3.67%, will earn an estimated annual income of \$481,301. This totals to \$2,034,649 in estimated annual interest income from all investments held.

The bonds held by the City will also earn income on bonds purchased at a discount and held through maturity or sold at a market value higher than when it was purchased. The yield-to-worst (YTW) rate indicates the potential annualized earnings from the coupon rate as well as the earnings from the call or maturity gap from the discount when the bond was purchased. Thus, the best indicator of the bonds' performance is the YTW presented on the report for each bond held.

Monthly Investment Reports for September 2023

November 15, 2023

Page 2 of 2

The total bonds held shows a market value of \$59,813,773, indicating an unrealized loss of (\$1,954,311). Since the City typically holds its investments to maturity, full-face (par) value is received, and little to no realized loss of funds is expected.

The investments in bonds are managed by Morgan Stanley and Western Assets Management. Their expertise in the financial market helps the City maximize returns while complying to the City's investment policy. When the City updates the investment policy and gets approved by Council, it then gets forwarded to Morgan Stanley and Western Assets Management for compliance purposes.

The report reflects that the City complies with the reporting requirements of California Government Code Section 53646, whereby the agency must describe the investments made, indicate monies under the management of contracted parties, discuss compliance with local investment policy, and discuss whether the agency can meet its expenditure requirements for the next six months. Investments herein provide sufficient cash flow liquidity to meet the estimated expenditures, as required in the investment policy.

Key Performance Indicators and Strategic Plan

This item is in line with the Finance Department's Key Performance Indicator. The Monthly Investment Report is prepared in a timely manner.

Fiscal Impact

There is no fiscal impact associated with this recommendation.

Attachment

City Investment Report for October 2023

Exhibit A
City of South Pasadena
INVESTMENT REPORT
October 31, 2023

Investment Balances at Month End

INSTITUTION NAME	MATURITY DATE	YIELD ¹	PERCENT OF PORTFOLIO	COST	CURRENT MARKET VALUE *
LOCAL AGENCY INVESTMENT FUND:					
LAIF City	ON DEMAND	3.670%	17.51%	13,114,466.67	13,114,466.67
SUBTOTAL			17.51%	\$ 13,114,466.67	\$ 13,114,466.67
ZIONS BANK					
Money Market	See Exhibit B-1	5.000%	2.32%	1,736,701.25	1,736,701.25
Corporate Bonds	See Exhibit B-1	5.735%	23.72%	17,759,843.08	17,053,777.08
U.S. Obligations	See Exhibit B-1	4.981%	4.43%	3,320,002.30	3,239,195.46
U.S. Treasury Notes & Bonds	See Exhibit B-1	5.052%	52.02%	38,951,536.75	37,784,098.97
U.S. Obligations Variable	See Exhibit B-1	0.000%	0.00%	0.00	0.00
SUBTOTAL			82.49%	\$ 61,768,083.38	\$ 59,813,772.76
TOTAL INVESTMENTS			100.00%	\$ 74,882,550.05	\$ 72,928,239.43

BANK ACCOUNTS:

BMO (formerly Bank of the West) Accounts Balance	\$ 7,448,493.06
BNY Mellon Uninvested Cash Balance ²	\$ 166,532.20

Footnotes:

¹ Yield on LAIF and Zions Money Market is based on Current Yield. Yield on investments held at Zions Bank is based on Yield to Worst (YTW).

² The BNY Mellon Uninvested Cash Balance is information-only as it is funds intended for 2016 Water Revenue Bond.

Required Disclosures:

Average weighted maturity of the portfolio	<u>747</u> DAYS
Average weighted total yield of the portfolio	<u>4.959%</u>
Projected Expenditures for the next 6 months:	
Projected with Average of Year to Date Expense: \$	33,413,603 ***
Projected with FY 2024 Adopted Budget: \$	42,677,043 Using Adopted Budget FY 23-24 and divided by 2 for six month period

* Current market valuation is required for investments with maturities of more than twelve months.

**Differences between projected average and projected adopted is due to unspent CIP funds

*** 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from September 2023 was used.

In compliance with the California Government Code Section 53646, as the City Treasurer of the City of South Pasadena, based on the information provided I hereby identify that the City is able to meet its expenditure requirements for the next six months and that all investments are in compliance to the City's Statement of Investment Policy.

I also certify that this report reflects all Government Agency pooled investments and all City's bank balances.



Zhen Tao, City Treasurer

1/22/2024

Date

Exhibit B-1

City of South Pasadena
Investments held at Zions Bank (managed by Morgan Stanley/Western Assets Management)
October 31, 2023

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost	Market Value	Yield or YTW ¹
Money Market							
Fidelity Gov Port III FCGXX		1,736,701.25	N/A	N/A	1,736,701.25	1,736,701.25	5.000%
Subtotal Corporate Bonds		1,736,701.25			1,736,701.25	1,736,701.25	5.0000%
Corporate Bonds							
Truist Finl Corp	05531FBBF9	594,000.00	3.75%	12/06/2023	610,589.30	592,230.33	6.73%
Blackrock Inc	09247XAL5	610,000.00	3.50%	03/18/2024	613,222.56	604,893.24	5.72%
MetLife Inc	59156RBH0	306,000.00	3.60%	04/10/2024	312,377.76	302,866.44	5.97%
Chubb Ina Hldgs Inc	00440EAR8	605,000.00	3.35%	05/15/2024	588,857.55	596,540.60	6.02%
Texas Instruments Inc	882508BB9	609,000.00	2.63%	05/15/2024	612,441.68	598,562.65	5.90%
Paccar Financial Corp	69371RQ25	311,000.00	2.15%	08/15/2024	312,763.60	302,699.86	5.65%
United Parcel Svcs Inc	911312BT2	311,000.00	2.20%	09/01/2024	310,207.67	302,076.41	5.77%
Coca Cola Co	191216CL2	490,000.00	1.75%	09/06/2024	490,801.14	474,913.63	5.52%
PNC Finl Svcs Group Inc	693475AY1	610,000.00	2.20%	11/01/2024	612,034.86	586,465.52	6.24%
Pepsico Inc	713448EQ7	625,000.00	2.25%	03/19/2025	631,536.78	598,686.14	5.45%
Target Corp	87612EBL9	627,000.00	2.25%	04/15/2025	629,525.49	598,579.41	5.53%
US Bancorp	91159HHZ6	639,000.00	1.45%	05/12/2025	624,194.04	595,077.91	6.23%
JPMorgan Chase & Co	46625HMN7	1,079,000.00	3.90%	07/15/2025	1,122,222.21	1,045,126.69	5.86%
Bank Of America Corp	06051GFS3	763,000.00	3.88%	08/01/2025	799,212.58	738,585.87	5.82%
Home Depot Inc	437076BK7	614,000.00	3.35%	09/15/2025	639,396.93	591,364.96	5.45%
Bristol-Myers Squibb Co	110122DN5	654,000.00	0.75%	11/13/2025	603,877.50	596,490.88	5.37%
Disney Walt Co	254687FV	324,000.00	1.75%	01/13/2026	300,017.52	299,177.12	5.49%
Prudential Finl Inc	74432QCH6	327,000.00	1.50%	03/10/2026	314,767.91	295,415.82	5.95%
Berkshire Hathaway Inc Del	084670BS6	614,000.00	3.13%	03/15/2026	596,292.24	585,540.08	5.23%
Procter & Gamble Co	742718FP9	657,000.00	1.00%	04/23/2026	625,287.88	593,877.53	5.18%
Charles Schwab Corp	808513BR5	687,000.00	1.15%	05/13/2026	647,419.02	603,775.69	6.41%
Intel Corp	458140AU4	624,000.00	2.60%	05/19/2026	630,662.80	583,767.40	5.34%
Bank New York Mellon Corp	06406RBJ5	606,000.00	4.41%	07/24/2026	602,887.02	588,383.76	6.20%
Amazon Com Inc	023135CP9	453,000.00	4.55%	12/01/2027	456,647.28	441,019.68	5.28%
State Str Corp	857477BS1	660,000.00	2.20%	02/07/2028	597,187.00	583,540.68	6.14%
Comcast Corp New Sr Gbl	20030NCA	981,000.00	3.15%	02/15/2028	918,923.47	889,500.44	5.63%
Unitedhealth Group Inc Sr	91324PEP3	723,000.00	5.25%	02/15/2028	741,588.33	718,579.77	5.41%
John Deere Capital	24422EWW7	584,000.00	4.90%	03/03/2028	591,434.32	571,785.69	5.45%
General Dynamics Corp	369550BC	637,000.00	3.75%	05/15/2028	622,611.84	593,528.74	5.47%
John Deere Capital Corp	24422EXB0	595,000.00	4.95%	07/14/2028	600,854.80	580,724.14	5.53%
Subtotal Corporate Bonds		17,919,000.00			17,759,843.08	17,053,777.08	5.73%
U.S. Obligations							
Federal Home Loan Banks	3130AUU36	1,490,000.00	4.13%	3/13/2026	1,472,444.30	1,460,368.38	5.030%
Federal Home Loan Banks	3130AWC24	1,850,000.00	4.00%	6/9/2028	1,847,558.00	1,778,827.08	4.940%
Subtotal U.S. Obligations		3,340,000.00			3,320,002.30	3,239,195.46	4.981%
U.S. Treasury Notes & Bonds							
U.S. Treasury Notes	91282CDB4	3,509,000.00	0.63%	10/15/2024	3,405,490.32	3,352,465.69	5.48%
U.S. Treasury Notes	91282CGG0	3,043,000.00	4.13%	1/31/2025	3,017,049.85	2,998,781.41	5.34%

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost	Market Value	Yield or YTW ¹
U.S. Treasury Notes	912828ZF0	3,229,000.00	0.50%	3/31/2025	3,111,614.59	3,020,628.59	5.29%
U.S. Treasury Notes	912828ZW3	2,937,000.00	0.25%	6/30/2025	2,784,524.00	2,708,579.41	5.18%
U.S. Treasury Notes	91282CAZ4	2,677,000.00	0.38%	11/30/2025	2,522,815.80	2,431,887.19	5.06%
U.S. Treasury Notes	91282CBH3	2,863,000.00	0.38%	1/31/2026	2,700,222.91	2,583,186.47	5.02%
U.S. Treasury Notes	91282CBT7	3,313,000.00	0.75%	3/31/2026	3,125,863.66	3,000,465.03	4.94%
U.S. Treasury Notes	91282CHB0	3,211,000.00	3.63%	5/15/2026	3,137,983.15	3,109,903.66	4.96%
U.S. Treasury Notes	91282CCW9	4,072,000.00	0.75%	8/31/2026	3,815,783.18	3,628,533.75	4.92%
U.S. Treasury Notes	91282CFM8	3,603,000.00	4.13%	9/30/2027	3,619,841.86	3,508,139.78	4.87%
U.S. Treasury Notes	91282CGH8	2,976,000.00	3.50%	1/31/2028	2,944,327.43	2,822,782.49	4.85%
U.S. Treasury Notes	91282CHA2	3,000,000.00	3.50%	4/30/2028	2,936,952.00	2,839,804.68	4.84%
U.S. Treasury Notes	91282CHQ	1,833,000.00	4.13%	7/31/2028	1,829,068.00	1,778,940.82	4.83%
Subtotal Treasury Notes & Bonds		40,266,000.00			38,951,536.75	37,784,098.97	5.05%

U.S. Obligations Variable

Subtotal U.S. Obligations Variable		-			-	-	0.000%
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Grand Total		63,261,701.25			61,768,083.38	59,813,772.76	5.24%
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* Any new investments are italicized and marked with an asterisk to the right.

Maturities

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost
U S Treasury Notes Adj Rt	91282CDE8	1,361,000	5.35%	10/31/2023	1,362,507.14

Withdrawals

Sales/Calls

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost
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¹ YTW was used in place of YTM for conservative approach to looking at the performance of the bonds. YTW considers the possibility to call the bonds if a call option is available, whereby the City's Investors may choose to call a bond to seek for better investments or to redeem the bond at ideal market conditions.

Exhibit B-2

**Funds and Investments
Held by Contracted (Third) Parties
October 31, 2023**

2016 Water Revenue Bonds

Investment Type	Issuer	Settlement Date	Par Value	Coupon Rate	Market Value	Current YTM	Maturity Date	Days to Maturity	CUSIP Account Number
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BNY Mellon Project Fund

1	Cash		272.28	0.000%	272.28	5.220%		1	
2	Morgan Stanley Treasury Portfolio		166,259.92	0.000%	166,259.92	5.220%		1	
Subtotal Cash & Cash Equivalents			166,532.20	0.000%	166,532.20	5.220%		1	
Total Project Fund			166,532.20	0.000%	166,532.20	5.220%		1	

Exhibit C

**October 31, 2023
Investment Report**

Summary of Invested Funds -- Last Day of the Month

MONTH	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24
JULY	20,958,651	26,306,572	28,541,631	74,033,803	33,187,829	34,119,395	39,309,559	47,220,730	62,091,716	75,797,212
AUGUST	12,658,088	26,294,151	28,405,544	73,122,925	31,258,493	34,245,197	35,205,219	47,188,874	62,035,853	75,898,527
SEPTEMBER	19,715,369	22,058,959	27,049,892	70,952,657	31,219,168	34,211,588	35,108,138	50,651,612	62,025,768	72,673,251
OCTOBER	17,221,779	22,325,114	27,023,005	70,917,973	26,989,542	30,424,551	32,530,753	47,647,956	62,066,381	72,928,239
NOVEMBER	17,221,849	22,287,418	73,246,265	26,547,176	26,916,772	30,394,571	36,836,391	47,638,933	62,383,437	
DECEMBER	20,603,990	22,253,300	71,499,585	28,949,643	27,028,835	30,398,333	36,824,546	51,976,067	62,346,272	
JANUARY	26,309,319	27,399,997	71,229,735	32,878,042	35,305,506	30,183,446	43,433,939	56,735,289	63,037,830	
FEBRUARY	26,260,788	30,108,605	71,084,575	33,013,420	34,571,287	35,784,459	43,636,405	44,768,920	62,673,423	
MARCH	26,315,158	28,939,924	72,604,964	32,833,141	32,568,840	35,894,036	43,608,698	53,763,388	63,422,072	
APRIL	26,326,876	28,276,276	75,018,330	33,064,100	32,242,202	36,081,161	42,158,002	53,442,475	63,662,118	
MAY	26,310,240	28,429,928	76,053,277	32,879,674	36,925,478	34,133,626	42,180,215	53,637,240	75,814,301	
JUNE	29,289,712	26,594,581	75,918,587	33,102,349	38,922,757	34,218,755	42,164,581	53,485,809	75,450,478	

BMO - Operating ending 3688	7,381,727.38	31-Oct
BMO - Workers Comp ending 1936	7,494.80	31-Oct
BMO - Gen Liab ending 2413	59,270.88	31-Oct
Total BMO (formerly Bank of the West)	<u><u>7,448,493.06</u></u>	

City of South Pasadena
Projected Expenditures (Same Period Prior Year)
For October 2023 Investment Report
Six Months (November 2022 - April 2023)

Expenditures

Payroll*	Check Date 10/13/2023	684,019.53
	Check Date 10/27/2023	845,465.52
		1,529,485.05
	x 1.05 (CPI, Cost of Living, Step Increase, etc)	1,605,959.30
	x (26/2)/2 (projections of 6 months with 2 payroll runs)	<u>10,438,735.45</u>

Total Projected Payroll

10,438,735.45

Warrants**

11/2/2022	1,152,456.65
11/16/2022	548,905.18
12/7/2022	868,529.42
12/21/2022	636,934.53
1/18/2023	1,681,967.24
2/1/2023	528,734.07
2/15/2023	644,934.51
3/1/2023	469,454.31
3/15/2023	1,358,629.97
4/19/2023	1,764,689.58

9,655,235.46

2.4% CPI - Los Angeles, Long Beach***

9,886,961.11

Total Expenditures:

20,325,696.56

* Payroll includes all cost such as taxes, withholdings, garnishments, etc...

** Amounts reflected in the Warrants excludes any payroll or LAIF Transfers.

*** 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from **October** 2023 was used.

City of South Pasadena
 Projected Expenditures (Based off Prior Year Actuals)
 For October 2023 Investment Report
 Expenditures Six Months (Average of FY22-23 and projected 6 months)

Actual Expenditures

	FY 2023-24		FY 2022-23
Jul 2023	6,962,537.03	Jul 2022	5,905,656.69
Aug 2023	2,984,020.03	Aug 2022	5,165,837.61
Sep 2023	4,879,131.52	Sep 2022	3,755,745.24
Oct 2023	3,636,038.22	Oct 2022	4,460,060.06
Nov 2023		Nov 2022	3,046,781.06
Dec 2023		Dec 2022	4,103,477.12
Jan 2024		Jan 2023	3,407,429.00
Feb 2024		Feb 2023	3,056,251.54
Mar 2024		Mar 2023	4,638,541.21
Apr 2024		Apr 2023	3,909,596.79
May 2024		May 2023	3,846,612.08
Jun 2024		Jun 2023	19,964,954.05
	18,461,726.80		65,260,942.45
Avg per month	4,615,432	Avg per month	5,438,412
6 month actual projected	27,692,590	6 month actual projected	32,630,471

Adopted Budget

	FY 2023-24
Adopted Budget	85,354,086
Adopted 6 month	42,677,043

Difference between 6 month actual projected and 6 month adopted budget

6 month Adopted Budget	42,677,043
6 month actual projected	33,413,603 *
	9,263,440 **

* 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from October 2023 was used.

**Differences between projected average and projected adopted is due to unspent CIP funds

**City of South Pasadena
Projected Expenditures (Adopted Budget)
For October 2023 Investment Report
Six Months (November 2022 - April 2023)**

Adopted Budget Expenditures

Total CITY & CRA Expenditures FY 2023-24 (page 26) 85,354,086

Total FY 2023-24 Budget Expenditures 85,354,086

Six Months Estimated Expenditures FY 2023-24 42,677,043

Included in the Adopted Budget Expenditures are \$16,518,071 of Capital Improvement Projects.

* 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from September 2023 was used.

**Differences between projected average and projected adopted is due to unspent CIP funds



Finance Commission Agenda Report

ITEM NO. 4

DATE: January 24, 2024
FROM: John Downs, Finance Director
PREPARED BY: Terry Kim, Finance Manager
SUBJECT: **Monthly Investment Reports for November 2023**

Recommendation

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As of November 30, 2023, yields are very similar to the prior month and remain at the higher end of a 10-year historic spectrum. The City's yields for its government and corporate bonds range from 3.93% to 5.80%. On a cost basis of \$61,864,760 (market value \$60,702,084) estimated annual income at the coupon rate is \$1,536,271. The bank-liquid cash account of \$13,114,467 held by the Local Agency Investment Fund (LAIF), at an interest rate of 3.84%, will earn an estimated annual income of \$503,989. This totals to \$2,040,260 in estimated annual interest income from all investments held.

The bonds held by the City will also earn income on bonds purchased at a discount and held through maturity or sold at a market value higher than when it was purchased. The yield-to-worst (YTW) rate indicates the potential annualized earnings from the coupon rate as well as the earnings from the call or maturity gap from the discount when the bond was purchased. Thus, the best indicator of the bonds' performance is the YTW presented on the report for each bond held.

Monthly Investment Reports for September 2023

November 15, 2023

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The investments in bonds are managed by Morgan Stanley and Western Assets Management. Their expertise in the financial market helps the City maximize returns while complying to the City's investment policy. When the City updates the investment policy and gets approved by Council, it then gets forwarded to Morgan Stanley and Western Assets Management for compliance purposes.

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Key Performance Indicators and Strategic Plan

This item is in line with the Finance Department's Key Performance Indicator. The Monthly Investment Report is prepared in a timely manner.

Fiscal Impact

There is no fiscal impact associated with this recommendation.

Attachment

City Investment Report for November 2023

Exhibit A
City of South Pasadena
INVESTMENT REPORT
November 30, 2023

Investment Balances at Month End

INSTITUTION NAME	MATURITY DATE	YIELD ¹	PERCENT OF PORTFOLIO	COST	CURRENT MARKET VALUE *		
LOCAL AGENCY INVESTMENT FUND:							
LAIF City	ON DEMAND	3.843%	17.49%	13,114,466.67	13,114,466.67	503,988.95	2,040,260.02
SUBTOTAL			17.49%	\$ 13,114,466.67	\$ 13,114,466.67		
ZIONS BANK							
Money Market	See Exhibit B-1	5.000%	0.41%	303,798.55	303,798.55		
Corporate Bonds	See Exhibit B-1	5.137%	23.85%	17,886,011.98	17,419,236.21		
U.S. Obligations	See Exhibit B-1	4.491%	4.43%	3,320,002.30	3,294,989.53		
U.S. Treasury Notes & Bonds	See Exhibit B-1	4.664%	53.82%	40,354,947.43	39,684,059.42		
U.S. Obligations Variable	See Exhibit B-1	0.000%	0.00%	0.00	0.00		
SUBTOTAL			82.51%	\$ 61,864,760.26	\$ 60,702,083.71	(1,162,676.55)	
TOTAL INVESTMENTS			100.00%	\$ 74,979,226.93	\$ 73,816,550.38		\$ 1,162,676.55

BANK ACCOUNTS:

BMO (formerly Bank of the West) Accounts Balance	\$ 8,269,061.62
BNY Mellon Uninvested Cash Balance ²	\$ 167,271.63

Footnotes:

¹ Yield on LAIF and Zions Money Market is based on Current Yield. Yield on investments held at Zions Bank is based on Yield to Worst (YTW).

² The BNY Mellon Uninvested Cash Balance is information-only as it is funds intended for 2016 Water Revenue Bond.

Required Disclosures:

Average weighted maturity of the portfolio	<u>758</u> DAYS
Average weighted total yield of the portfolio	<u>4.623%</u>
Projected Expenditures for the next 6 months:	
Projected with Average of Year to Date Expen: \$	33,544,124 ***
Projected with FY 2024 Adopted Budget: \$	42,677,043 Using Adopted Budget FY 23-24 and divided by 2 for six month period

* Current market valuation is required for investments with maturities of more than twelve months.

**Differences between projected average and projected adopted is due to unspent CIP funds

*** 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from September 2023 was used.

In compliance with the California Government Code Section 53646, as the City Treasurer of the City of South Pasadena, based on the information provided I hereby identify that the City is able to meet its expenditure requirements for the next six months and that all investments are in compliance to the City's Statement of Investment Policy.

I also certify that this report reflects all Government Agency pooled investments and all City's bank balances.



Zhen Tao, City Treasurer

1/22/2024
Date

Exhibit B-1

City of South Pasadena
Investments held at Zions Bank (managed by Morgan Stanley/Western Assets Management)
November 30, 2023

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost	Market Value	Yield or YTW ¹
Money Market							
Fidelity Gov Port III FCGXX		303,798.55	N/A	N/A	303,798.55	303,798.55	5.000%
Subtotal Corporate Bonds		303,798.55			303,798.55	303,798.55	5.0000%
Corporate Bonds							
Truist Finl Corp	05531FBF9	594,000.00	3.75%	12/06/2023	610,589.30	593,920.86	3.93%
Blackrock Inc	09247XAL5	610,000.00	3.50%	03/18/2024	613,222.56	605,782.70	5.80%
MetLife Inc	59156RBH0	306,000.00	3.60%	04/10/2024	312,377.76	303,673.67	5.72%
Chubb Ina Hldgs Inc	00440EAR8	605,000.00	3.35%	05/15/2024	588,857.55	598,668.10	5.69%
Texas Instruments Inc	882508BB9	609,000.00	2.63%	05/15/2024	612,441.68	600,824.55	5.62%
Paccar Financial Corp	69371RQ25	311,000.00	2.15%	08/15/2024	312,763.60	303,696.30	5.57%
United Parcel Svcs Inc	911312BT2	311,000.00	2.20%	09/01/2024	310,207.67	303,290.41	5.60%
Coca Cola Co	191216CL2	620,000.00	1.75%	09/06/2024	616,970.04	604,875.82	5.03% *
PNC Finl Svcs Group Inc	693475AY1	610,000.00	2.20%	11/01/2024	612,034.86	591,102.10	5.70%
Pepsico Inc	713448EQ7	625,000.00	2.25%	03/19/2025	631,536.78	602,638.91	5.12%
Target Corp	87612EBL9	627,000.00	2.25%	04/15/2025	629,525.49	603,102.18	5.16%
US Bancorp	91159HHZ6	639,000.00	1.45%	05/12/2025	624,194.04	602,298.71	5.63%
JPMorgan Chase & Co	46625HMN7	1,079,000.00	3.90%	07/15/2025	1,122,222.21	1,055,628.45	5.31%
Bank Of America Corp	06051GFS3	763,000.00	3.88%	08/01/2025	799,212.58	745,910.49	5.29%
Home Depot Inc	437076BK7	614,000.00	3.35%	09/15/2025	639,396.93	597,693.38	4.91%
Bristol-Myers Squibb Co	110122DN5	654,000.00	0.75%	11/13/2025	603,877.50	604,938.89	4.82%
Disney Walt Co	254687FV	324,000.00	1.75%	01/13/2026	300,017.52	303,921.52	4.86%
Prudential Finl Inc	74432QCH6	327,000.00	1.50%	03/10/2026	314,767.91	300,673.03	5.30%
Berkshire Hathaway Inc Del	084670BS6	614,000.00	3.13%	03/15/2026	596,292.24	593,100.50	4.71%
Procter & Gamble Co	742718FP9	657,000.00	1.00%	04/23/2026	625,287.88	603,241.78	4.65%
Charles Schwab Corp	808513BR5	687,000.00	1.15%	05/13/2026	647,419.02	619,477.28	5.49%
Intel Corp	458140AU4	624,000.00	2.60%	05/19/2026	630,662.80	591,187.65	4.89%
Bank New York Mellon Corp	06406RBJ5	606,000.00	4.41%	07/24/2026	602,887.02	593,683.59	5.72%
Amazon Com Inc	023135CP9	453,000.00	4.55%	12/01/2027	456,647.28	452,293.42	4.59%
State Str Corp	857477BS1	660,000.00	2.20%	02/07/2028	597,187.00	601,163.73	5.28%
Comcast Corp New Sr Gbl Nt	20030NCA	981,000.00	3.15%	02/15/2028	918,923.47	915,272.35	4.93%
Unitedhealth Group Inc Sr	91324PEP3	723,000.00	5.25%	02/15/2028	741,588.33	736,717.13	4.74%
John Deere Capital	24422EWW7	584,000.00	4.90%	03/03/2028	591,434.32	584,328.83	4.88%
General Dynamics Corp	369550BC	637,000.00	3.75%	05/15/2028	622,611.84	610,114.36	4.81%
John Deere Capital Corp	24422EXB0	595,000.00	4.95%	07/14/2028	600,854.80	596,015.52	4.91%
Subtotal Corporate Bonds		18,049,000.00			17,886,011.98	17,419,236.21	5.14%
U.S. Obligations							
Federal Home Loan Banks	3130AUU36	1,490,000.00	4.13%	3/13/2026	1,472,444.30	1,475,470.50	4.59%
Federal Home Loan Banks	3130AWC24	1,850,000.00	4.00%	6/9/2028	1,847,558.00	1,819,519.03	4.41%
Subtotal U.S. Obligations		3,340,000.00			3,320,002.30	3,294,989.53	4.49%
U.S. Treasury Notes & Bonds							
U.S. Treasury Notes	91282CDB4	3,509,000	0.63%	10/15/2024	3,405,490.32	3,372,615.03	5.23%
U.S. Treasury Notes	91282CGG0	3,043,000	4.13%	01/31/2025	3,017,049.85	3,009,360.58	5.11%

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost	Market Value	Yield or YTW ¹
U.S. Treasury Notes	912828ZF0	3,229,000	0.50%	03/31/2025	3,111,614.59	3,042,323.44	5.04%
U.S. Treasury Notes	912828ZW3	2,937,000	0.25%	06/30/2025	2,784,524.00	2,731,754.19	4.89%
U.S. Treasury Notes	91282CAZ4	2,677,000	0.38%	11/30/2025	2,522,815.80	2,458,134.34	4.71%
U.S. Treasury Notes	91282CBH3	2,863,000	0.38%	01/31/2026	2,700,222.91	2,613,829.53	4.64%
U.S. Treasury Notes	91282CBT7	3,313,000	0.75%	03/31/2026	3,125,863.66	3,036,959.81	4.55%
U.S. Treasury Notes	91282CHB0	3,211,000	3.63%	05/15/2026	3,137,983.15	3,142,013.66	4.56%
U.S. Treasury Notes	91282CCW9	4,072,000	0.75%	08/31/2026	3,815,783.18	3,681,024.40	4.50%
U.S. Treasury Notes	91282CFM8	3,683,000	4.13%	09/30/2027	3,698,338.74	3,648,615.73	4.39%*
U.S. Treasury Notes	91282CGH8	2,976,000	3.50%	01/31/2028	2,944,327.43	2,878,466.24	4.37%
U.S. Treasury Notes	91282CHA2	4,400,000	3.50%	04/30/2028	4,261,865.80	4,251,500.00	4.35%*
U.S. Treasury Notes	91282CHQ	1,833,000	4.13%	07/31/2028	1,829,068.00	1,817,462.47	4.33%
Subtotal Treasury Notes & Bonds		41,746,000.00			40,354,947.43	39,684,059.42	4.66%

U.S. Obligations Variable

Subtotal U.S. Obligations Variable	-	-	-	0.000%
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Grand Total	63,438,798.55	61,864,760.26	60,702,083.71	4.79%
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* Any new investments are italicized and marked with an asterisk to the right.

Market Adj	1,162,676.55
Estimated Income	1,536,271.07

Maturities

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost
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Withdrawals

Sales/Calls

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost
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¹ YTW was used in place of YTM for conservative approach to looking at the performance of the bonds. YTW considers the possibility to call the bonds if a call option is available, whereby the City's Investors may choose to call a bond to seek for better investments or to redeem the bond at ideal market conditions.

Exhibit B-2

**Funds and Investments
Held by Contracted (Third) Parties
November 30, 2023**

2016 Water Revenue Bonds

Investment Type	Issuer	Settlement Date	Par Value	Coupon Rate	Market Value	Current YTM	Maturity Date	Days to Maturity	CUSIP Account Number
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BNY Mellon Project Fund

1	Cash		273.52	0.000%	273.52	5.220%		1	
2	Morgan Stanley Treasury Portfolio		166,998.11	0.000%	166,998.11	5.220%		1	
Subtotal Cash & Cash Equivalents			167,271.63	0.000%	167,271.63	5.220%		1	
Total Project Fund			167,271.63	0.000%	167,271.63	5.220%		1	

Exhibit C

**November 30, 2023
Investment Report**

Summary of Invested Funds -- Last Day of the Month

MONTH	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23	FY 2022-23
JULY	20,958,651	26,306,572	28,541,631	74,033,803	33,187,829	34,119,395	39,309,559	47,220,730	62,091,716	75,797,212
AUGUST	12,658,088	26,294,151	28,405,544	73,122,925	31,258,493	34,245,197	35,205,219	47,188,874	62,035,853	75,898,527
SEPTEMBER	19,715,369	22,058,959	27,049,892	70,952,657	31,219,168	34,211,588	35,108,138	50,651,612	62,025,768	72,673,251
OCTOBER	17,221,779	22,325,114	27,023,005	70,917,973	26,989,542	30,424,551	32,530,753	47,647,956	62,066,381	72,928,239
NOVEMBER	17,221,849	22,287,418	73,246,265	26,547,176	26,916,772	30,394,571	36,836,391	47,638,933	62,383,437	73,816,550
DECEMBER	20,603,990	22,253,300	71,499,585	28,949,643	27,028,835	30,398,333	36,824,546	51,976,067	62,346,272	
JANUARY	26,309,319	27,399,997	71,229,735	32,878,042	35,305,506	30,183,446	43,433,939	56,735,289	63,037,830	
FEBRUARY	26,260,788	30,108,605	71,084,575	33,013,420	34,571,287	35,784,459	43,636,405	44,768,920	62,673,423	
MARCH	26,315,158	28,939,924	72,604,964	32,833,141	32,568,840	35,894,036	43,608,698	53,763,388	63,422,072	
APRIL	26,326,876	28,276,276	75,018,330	33,064,100	32,242,202	36,081,161	42,158,002	53,442,475	63,662,118	
MAY	26,310,240	28,429,928	76,053,277	32,879,674	36,925,478	34,133,626	42,180,215	53,637,240	75,814,301	
JUNE	29,289,712	26,594,581	75,918,587	33,102,349	38,922,757	34,218,755	42,164,581	53,485,809	75,450,478	

BMO - Operating ending 3688	7,999,161.42	30-Nov
BMO - Workers Comp ending 1936	210,629.32	30-Nov
BMO - Gen Liab ending 2413	59,270.88	30-Nov
Total BMO (formerly Bank of the West)	<u><u>8,269,061.62</u></u>	

City of South Pasadena
Projected Expenditures (Same Period Prior Year)
For September 2023 Investment Report
Six Months (December 2022 - May 2023)

Expenditures

Payroll*	Check Date 11/10/2023	698,386.12
	Check Date 11/24/2023	865,820.28
		1,564,206.40
	x 1.05 (CPI, Cost of Living, Step Increase, etc)	1,642,416.72
	x (26/2)/2 (projections of 6 months with 2 payroll runs)	<u>10,675,708.69</u>

Total Projected Payroll

10,675,708.69

Warrants**

12/7/2022	868,529.42
12/21/2022	636,934.53
1/18/2023	1,681,967.24
2/1/2023	528,734.07
2/15/2023	644,934.51
3/1/2023	469,454.31
3/15/2023	1,358,629.97
4/19/2023	1,764,689.58
5/3/2023	983,017.83
5/17/2023	958,636.48

9,895,527.94

2.8% CPI - Los Angeles, Long Beach***

10,172,602.72

Total Expenditures:

20,848,311.42

* Payroll includes all cost such as taxes, withholdings, garnishments, etc...

** Amounts reflected in the Warrants excludes any payroll or LAIF Transfers.

*** 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from **November** 2023 was used.

City of South Pasadena
 Projected Expenditures (Based off Prior Year Actuals)
 For November 2023 Investment Report
 Expenditures Six Months (Average of FY22-23 and projected 6 months)

Actual Expenditures

	FY 2023-24		FY 2022-23
Jul 2023	6,962,537.03	Jul 2022	5,905,656.69
Aug 2023	2,984,020.03	Aug 2022	5,165,837.61
Sep 2023	4,879,131.52	Sep 2022	3,755,745.24
Oct 2023	3,636,038.22	Oct 2022	4,460,060.06
Nov 2023	2,981,725.79	Nov 2022	3,046,781.06
Dec 2023		Dec 2022	4,103,477.12
Jan 2024		Jan 2023	3,407,429.00
Feb 2024		Feb 2023	3,056,251.54
Mar 2024		Mar 2023	4,638,541.21
Apr 2024		Apr 2023	3,909,596.79
May 2024		May 2023	3,846,612.08
Jun 2024		Jun 2023	19,964,954.05
	<u>21,443,452.59</u>		<u>65,260,942.45</u>
Avg per month	4,288,691	Avg per month	5,438,412
6 month actual projected	25,732,143	6 month actual projected	32,630,471

Adopted Budget

	FY 2023-24
Adopted Budget	85,354,086
Adopted 6 month	42,677,043

Difference between 6 month actual projected and 6 month adopted budget

6 month Adopted Budget	42,677,043
6 month actual projected	33,544,124 *
	<u>9,132,919 **</u>

* 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from November 2023 was used.

**Differences between projected average and projected adopted is due to unspent CIP funds

**City of South Pasadena
Projected Expenditures (Adopted Budget)
For September 2023 Investment Report
Six Months (December 2022 - May 2023)**

Adopted Budget Expenditures

Total CITY & CRA Expenditures FY 2023-24 (page 26) 85,354,086

Total FY 2023-24 Budget Expenditures 85,354,086

Six Months Estimated Expenditures FY 2023-24 42,677,043

Included in the Adopted Budget Expenditures are \$16,518,071 of Capital Improvement Projects.

* 12-month CPI (Los Angeles, Long Beach, Anaheim) rate from September 2023 was used.

**Differences between projected average and projected adopted is due to unspent CIP funds