

City of Lompoc

Quarterly Investment Report



June 30, 2024



Quarterly Investment Report

As of June 30, 2024

Quarterly Reporting

This report presents the City's investment portfolio for the quarter ending June 30, 2024. The report includes all investments managed by the City and on behalf of the City by fiscal agents. As required by the City's Investment Policy, the report provides information on the investment type, issuer, purchase date, maturity date, cost, par value, and market value for each security. This report also provides the portfolio yield based on cost and the weighted average days to maturity.

The investment objectives of the City of Lompoc are first, to provide safety of principal to ensure the preservation of capital in the overall portfolio; second, to provide sufficient liquidity to meet current operating requirements; and third, to earn a rate of return consistent with the constraints imposed by the safety and liquidity objectives.

The City follows the practice of pooling cash and investments for all funds. Interest earned on pooled cash and investments are allocated monthly to the various funds based on the respective fund's cash balance. Interest earned from cash and investments with fiscal agents is credited directly to the related accounts. It is common for governments, and is provided for in the City's Investment Policy, to pool cash and investments of various funds to improve investment performance. By pooling funds, the city is able to benefit from economies of scale, diversification, liquidity, and ease of administration.

Short-term cash is primarily invested in the Local Agency Investment Fund (LAIF) administered by the Treasurer of the State of California.

All investments of the City are held in a safekeeping or custodial account with US Bank. US Bank also provides the City, on a monthly basis, the valuation of all held securities to help the City determine the current market value. In some cases, the market value may be greater than or less than the recorded value. These changes in valuation have no effect on the City's effective yield, since the securities are intended to be held to maturity. These changes will impact the total value of the portfolio, and are required to be reported in accordance with generally accepted accounting principles.

Investment Reporting

The City investment objectives are governed by State law and by the City's adopted Investment Policy. This report provides information regarding the City's investments and investment return in accordance with the Investment Policy.

The following affirmations are made pursuant to California Code Sections 53600 et seq.: (1) the City's portfolio as of June 30, 2024 is in compliance with the City's Statement of Investment Policy; and (2) there are sufficient funds available to meet the City's expenditure requirements for the next six months.

The City has historically provided two investment reports to the Council in compliance with the City's Investment Policy. The first is the "Treasurer's Accountability Report" and the second is the "Cash Balance" report. The two reports have been prepared monthly and will continue to be prepared and distributed upon the completion of the cash reconciliation process each month. This Quarterly Investment Report is in addition to the two monthly reports and provides information to the user regarding the investment activities during the previous quarter for the City's investment pool.

Quarterly Investment Report

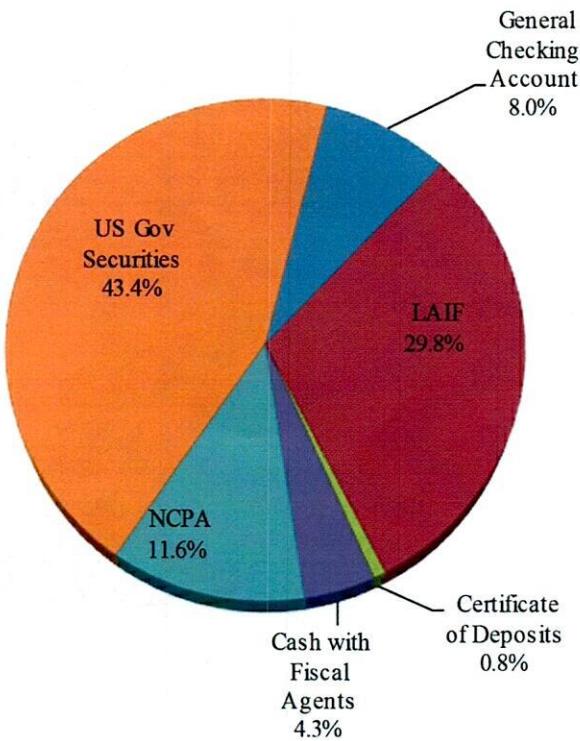
As of June 30, 2024

Current Portfolio Summary

Type of Investments	Percent of Portfolio	Yield	Book Value	Market Value
City Held Cash & Bank of America - Checking Account	6.4%	0.25%	\$ 9,185,792	\$ 9,185,792
Local Agency Investment Fund (LAIF), Ca. State Treasurer	30.7%	4.48%	43,723,253	43,562,178
Certificate of Deposits	0.4%	1.98%	500,000	476,980
Cash with Fiscal Agents - Other	10.3%	0.55%	14,647,532	14,647,532
Cash with Fiscal Agents - Northern California Power Agency (NCPA)	10.9%	2.90%	15,612,047	15,612,047
US Government Securities	39.3%	3.51%	56,000,000	54,727,570
Corporate Bonds	2.1%	3.28%	2,924,100	2,948,640
Total City Investments	100%	3.21%	\$142,592,724	\$ 141,160,739

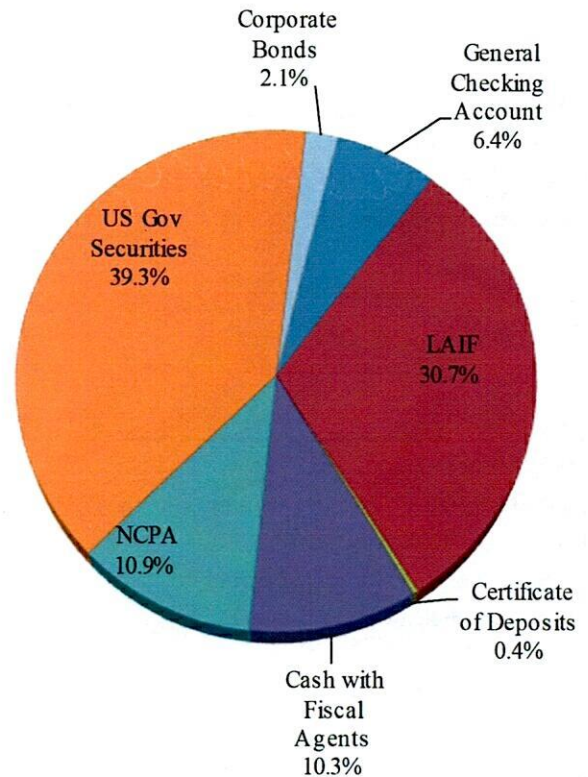
Percentage of Portfolio by Type - Year Over Year

June 30, 2023



Total City Investments \$ 129,130,158

June 30, 2024



Total City Investments \$ 142,592,724

Quarterly Investment Report

As of June 30, 2024

City Cash & General Checking

<u>Cash Bank Accounts</u>	<u>Rate</u>	<u>Book Value</u>	<u>Market Value</u>
Petty Cash	0.00%	\$ 4,585	\$ 4,585
Bank of America	0.25%	9,181,207	9,181,207
Total Cash	0.25%	\$ 9,185,792	\$ 9,185,792

Local Agency Investment Fund

<u>California Treasurer</u>	<u>Rate</u>	<u>Book Value</u>	<u>Market Value</u>
Local Agency Investment Fund	4.48%	\$ 43,723,253	\$ 43,562,178
Total LAIF	4.48%	\$ 43,723,253	\$ 43,562,178

Certificate of Deposits

<u>Bank</u>	<u>Rate</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Par Value</u>	<u>Book Value</u>	<u>Market Value</u>
BMW Bank	1.80%	3/4/2022	3/4/2025	\$ 250,000	\$ 250,000	\$ 244,143
Bank of India	2.15%	3/10/2022	3/10/2027	\$ 250,000	\$ 250,000	\$ 232,838
Total Certificate of Deposits	1.98%			\$ 500,000	\$ 500,000	\$ 476,980

Cash with Fiscal Agents - Other

<u>Description</u>	<u>Rate</u>	<u>Book Value</u>	<u>Market Value</u>
* Webster Bank - Fleet Lease Purchase Fund	0.13%	\$ 4,119,779	\$ 4,119,779
* Bank of America - Public Capital Corp	0.66%	9,434,311	9,434,311
* US Bank - Bond Reserve Account	1.26%	979,316	979,316
* US Bank - Cash and Cash Equivalents	0.00%	114,125	114,125
Total Cash with Fiscal Agent - Other	0.55%	\$ 14,647,532	\$ 14,647,532

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As of June 30, 2024

Cash with Fiscal Agent - Northern California Power Agency

NCPA	Rate	Book Value	Market Value
* General Operating Reserves	2.90%	\$ 14,914,909	\$ 14,914,909
* Restricted Security Account	2.90%	697,138	697,138
Total Cash with Fiscal Agent - Northern California Power Agency	2.90%	\$ 15,612,047	\$ 15,612,047

US Government Securities

Security Description	Rate	Purchase Date	Maturity Date	Par Value	Book Value	Market Value
FHLB - Federal Home Loan Bank	1.10%	12/17/2021	3/17/2025	\$ 2,000,000	\$ 2,000,000	\$ 1,941,020
FHLB - Federal Home Loan Bank	2.15%	3/28/2022	3/28/2025	\$ 1,000,000	\$ 1,000,000	\$ 977,210
US Treasury	2.63%	4/8/2022	3/31/2025	\$ 5,000,000	\$ 5,000,000	\$ 4,905,850
FHLMC - Freddie Mac	3.80%	8/25/2022	8/25/2025	\$ 2,000,000	\$ 2,000,000	\$ 1,972,380
FHLB - Federal Home Loan Bank	2.00%	3/16/2022	9/16/2025	\$ 2,000,000	\$ 2,000,000	\$ 1,926,560
FFCB - Federal Farm Credit Bank	4.25%	9/30/2022	9/30/2025	\$ 4,000,000	\$ 4,000,000	\$ 3,967,200
FHLB - Federal Home Loan Bank	3.10%	4/29/2022	10/29/2025	\$ 5,000,000	\$ 5,000,000	\$ 4,876,300
FFCB - Federal Farm Credit Bank	4.00%	1/13/2023	1/13/2026	\$ 3,000,000	\$ 3,000,000	\$ 2,957,340
FFCB - Federal Farm Credit Bank	4.95%	1/23/2023	1/23/2026	\$ 3,000,000	\$ 3,000,000	\$ 2,988,210
FFCB - Federal Farm Credit Bank	3.50%	9/16/2022	6/16/2026	\$ 3,000,000	\$ 3,000,000	\$ 2,926,470
Farmer Mac	5.00%	10/18/2023	10/13/2026	\$ 3,000,000	\$ 3,000,000	\$ 3,018,360
FHLB - Federal Home Loan Bank	1.10%	10/13/2021	10/13/2026	\$ 1,000,000	\$ 1,000,000	\$ 918,970
FHLB - Federal Home Loan Bank	1.50%	12/22/2021	12/22/2026	\$ 1,000,000	\$ 1,000,000	\$ 921,790
FHLB - Federal Home Loan Bank	2.40%	3/29/2022	3/29/2027	\$ 3,000,000	\$ 3,000,000	\$ 2,821,560
FHLB - Federal Home Loan Bank	3.23%	4/28/2022	4/28/2027	\$ 3,000,000	\$ 3,000,000	\$ 2,884,140
FHLMC - Freddie Mac	3.38%	6/22/2022	6/22/2027	\$ 3,000,000	\$ 3,000,000	\$ 2,889,630
FHLMC - Freddie Mac	4.00%	8/24/2022	8/24/2027	\$ 2,000,000	\$ 2,000,000	\$ 1,953,180
FHLMC - Freddie Mac	4.25%	9/20/2022	9/20/2027	\$ 5,000,000	\$ 5,000,000	\$ 4,903,800
FFCB - Federal Farm Credit Bank	5.40%	1/18/2023	1/18/2028	\$ 2,000,000	\$ 2,000,000	\$ 1,995,300
FFCB - Federal Farm Credit Bank	4.25%	3/18/2024	2/28/2029	\$ 3,000,000	\$ 3,000,000	\$ 2,982,300
Total Government Securities	3.51%			\$ 56,000,000	\$ 56,000,000	\$ 54,727,570

Corporate Bonds

Security Description	Rate	Purchase Date	Maturity Date	Par Value	Book Value	Market Value
Apple Inc	3.20%	1/13/2023	5/13/2025	\$ 3,000,000	\$ 2,924,100	\$ 2,948,640
	3.28%			\$ 3,000,000	\$ 2,924,100	\$ 2,948,640

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Summary Information

Years to Maturity	Percent of Portfolio	Book Value
On demand	27.7%	\$ 39,445,371
Within One Year	38.5%	54,897,353
One to Two Years	15.4%	22,000,000
Two to Three Years	10.0%	14,250,000
Three to Four Years	6.3%	9,000,000
Four to Five Years	2.1%	3,000,000
Total City Investments		\$ 142,592,724
Estimate Annual Interest		\$ 4,584,200
Weighted Average Years to Maturity		0.84

The following confirmations are made pursuant to California Code Sections 53600 et seq.: (1) the City's portfolio as of June 30, 2024 is in compliance with the City's Statement of Investment Policy; and (2) there are sufficient funds available to meet the City's expenditure requirements for the next six months. City funds currently under the management of fiscal agents are indicated above with an "*".



 Christie Donnelly, Management Service Director

10-18-24

 Date