

**City of Alexandria  
Investment Report  
As of March 31, 2023**

## **Investment Policy**

### Objective and Strategy

*Safety of Principle* – investments will be made in a manner that seeks to ensure the preservation of capital

### Preservation of capital

*Liquidity* – the investments will remain sufficiently liquid to meet all operating requirements that are reasonably anticipated

### Requirements that are reasonably anticipated

*Yield* – attain a market rate of return (consistent with the 2-year Treasury maturity). This is secondary to safety and liquidity.

## **Investment Committee**

Responsibilities for the City’s investment management decisions and activities rest with:

- Director of Finance – Kendel Taylor
- Assistant Director of Finance/Revenue – Kevin Greenlief
- Assistant Director of Finance/Treasury – David Clark

## **Authorized Investments**

- Obligations of the Commonwealth of Virginia, the United States or Virginia Municipalities
- Prime Quality Commercial Paper with maturities of 270 days or less
- Certificates of Deposits (CDARS)
- Insured Cash Sweeps (ICS)
- Virginia Local Government Investment Pool (LGIP)
- Virginia Investment Pool (VIP)

## Diversification Strategy

<b>Security Type</b>	<b>Maximum % of the Total Funds Available for Investment</b>
Obligations of Virginia	40%
Obligations of the US	75%
Obligations of Virginia Municipalities	40%
Prime Quality Commercial Paper	25%
Commercial Paper of any one Issuing Corporation	5%
CDARs	75%
ICS	40%
LGIP	100%
VIP	75%

**Portfolio as of March 31, 2023**

<b>Security Type</b>	<b>Balance (millions)</b>	<b>Allocation</b>
Local Government Investment Pool (LGIP)	\$359.8	82.9%
Virginia Investment Pool (VIP) Liquidity	5.3	1.2%
CDARS	4.0	0.9%
US Agency/Treasury Bonds	64.8	14.9%
Money Market Sweep	0.02	0.1%
<b>Total</b>	<b>\$433.9</b>	<b>100.0%</b>

**Return on Investment 3Q – FY 2023**

<b>Security Type</b>	<b>Balance (millions)</b>	<b>Yield (Weighted Average)</b>
Local Government Investment Pool (LGIP)	\$359.8	4.50%
Virginia Investment Pool (VIP) Liquidity	5.3	4.75%
CDARS	4.0	3.54%
US Agency/Treasury Bonds	64.8	0.54%
Money Market Sweep	0.02	7.46%
<b>Total</b>	<b>\$433.9</b>	<b>4.03%</b>