

**City of Alexandria
Investment Report
As of March 31, 2020**

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:

- Deputy City Manager – Laura Triggs
- Director of Finance – Kendel Taylor
- 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

Security Type	Maximum % of the Total Funds Available for Investment
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	75%
VIP	75%

Portfolio as of March 31, 2020 – 3rd Quarter – FY 2020

Security Type	Balance (millions)	Allocation
Local Government Investment Pool (LGIP)	\$188.7	64.7%
CDARS	39.4	13.5%
US Agency/Treasury Bonds	30.0	10.3%
Virginia Investment Pool (VIP) 1 – 3 Year	22.5	7.7%
Virginia Investment Pool (VIP) Liquidity	11.1	3.8%
Total	\$291.7	100.0%

Return on Investment as of March 31, 2020 – 3rd Quarter – FY 2020

Security Type	Balance (millions)	Yield (Weighted Average)
Local Government Investment Pool (LGIP)	\$188.7	1.35%
CDARS	39.4	1.93%
US Agency/Treasury Bonds	30.0	1.68%
Virginia Investment Pool (VIP) 1 – 3 Year	22.5	2.02%
Virginia Investment Pool (VIP) Liquidity	11.1	1.38%
Total	\$291.7	1.51%

Maturity

Maturity Range	Balance (millions)	% of Portfolio	Average Yield
0 – 1 Month	\$222.3	76.2%	1.42%
1-3 Month	8.2	2.8	2.55
3-6 Month	6.1	2.1	2.11
6-9 Month	16.1	5.5	1.69
9-12 Month	9.0	3.1	1.67
1-2 Years	30.0	10.3	1.68
Total	\$291.7	100%	1.51%