

**City of Alexandria**  
**Investment Report**  
As of December 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:

- 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	75%
VIP	75%

**Portfolio as of December 31, 2021**

<b>Security Type</b>	<b>Balance (millions)</b>	<b>Allocation</b>
Local Government Investment Pool (LGIP)	\$397.5	84.8%
Virginia Investment Pool (VIP) 1 – 3 Year	22.7	4.9%
US Agency/Treasury Bonds	20.0	4.2%
CDARS	17.1	3.7%
Virginia Investment Pool (VIP) Liquidity	11.2	2.3%
Money Market/Sweep	0.5	0.1%
<b>Total</b>	<b>\$315.2</b>	<b>100.0%</b>

**Return on Investment 2Q – FY 2021**

<b>Security Type</b>	<b>Balance (millions)</b>	<b>Yield (Weighted Average)</b>
Local Government Investment Pool (LGIP)	\$397.5	0.13%
Virginia Investment Pool (VIP) 1 – 3 Year	22.7	1.17%
US Agency/Treasury Bonds	20.0	0.28%
CDARS	17.1	1.03%
Virginia Investment Pool (VIP) Liquidity	11.2	0.14%
Money Market/Sweep	0.5	0.0%
<b>Total</b>	<b>\$315.2</b>	<b>0.22%</b>