



Finance Department

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June 7, 2019

Treasurer's Cash and Investment Report as of January 31, 2019

This report has been prepared in accordance with the City's Statement of Investment Policy, effective July 1, 2018.

Introduction

The City of Fremont provides services to the community funded through taxes, fees and charges, grants, and loans. To the extent that cash generated from those revenue sources is not immediately needed to pay for services, Section 53601 of the California Government Code (the "Government Code") gives the City Council the authority to purchase a variety of investment instruments. The City Council, in turn, may delegate that authority to the City's Treasurer for one-year periods, with the requirement that the Treasurer report monthly on investment transactions.

To guide the Treasurer's investment activities, the City Council annually adopts a Statement of Investment Policy (the "Investment Policy") which establishes that:

It is the policy of the City of Fremont to invest public funds in a prudent manner which will provide the highest yield consistent with the maximum security and preservation of invested principal, while meeting the daily cash flow demands of the City, and conforming to all applicable federal, state and local statutes governing the investment of public funds.

The Investment Policy applies to all financial assets of the City. However, in accordance with the Government Code, investment of bond proceeds is governed by the provisions of the related bond indentures or resolutions.

As established by the Government Code and re-affirmed in the City's Investment Policy, the objectives for investing and managing public funds and their order of priority are:

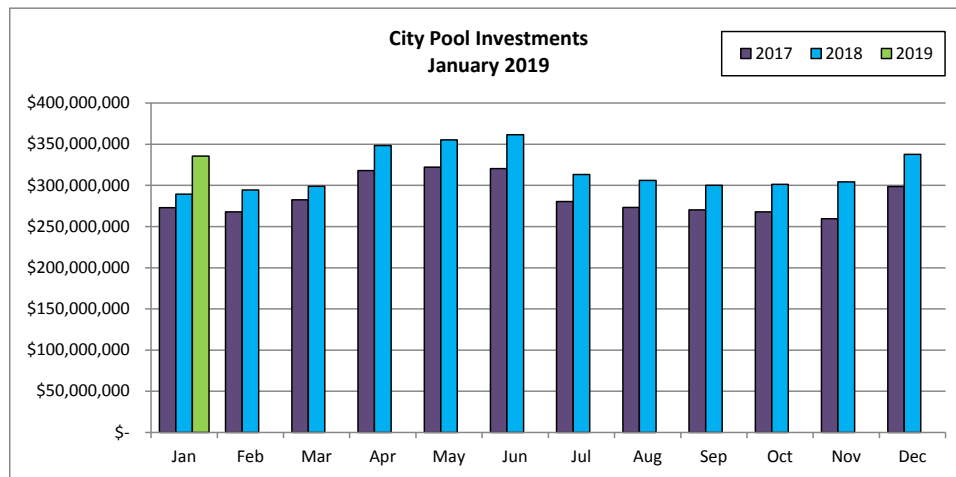
- **Safety** of principal;
- **Liquidity** sufficient to meet the City's payment obligations; and
- **Yield** consistent with a market rate of return.

The following sections of this Treasurer's Cash and Investment Report provide an overview of the City's cash and investment portfolio and describe how the City's investment program is designed to meet the policy objectives by managing the composition of the investment portfolio, conducting periodic cash flow analyses, and benchmarking portfolio performance. A detailed listing of the portfolio is included as an attachment.

Portfolio Overview

The following table and bar graph summarizes the City’s current cash and investment holdings by investment category and shows how those holdings have changed over the last month and last year.

	<u>Current Month 1/31/2019</u>	<u>Prior Month 12/31/2018</u>	<u>Prior Year 1/31/2018</u>	<u>Change from Prior Month 12/18 to 1/19</u>	<u>Change from Prior Year 1/18 to 1/19</u>
City Pool Investments					
Investment in Securities at Cost	\$ 177,374,570	\$ 177,081,769	\$ 176,674,684	\$ 292,801	\$ 699,886
Money Market - BlackRock	6,733,591	10,153,705	1,369,614	(3,420,115)	5,363,976
Money Market - Morgan Stanley	485,467	908,765	956,155	(423,298)	(470,688)
LAIF	65,000,000	65,000,000	65,000,000	-	-
CAMP	87,004,581	86,811,235	49,501,057	193,347	37,503,524
Fair Value Adjustment	<u>(1,061,811)</u>	<u>(2,191,175)</u>	<u>(3,209,590)</u>	<u>1,129,364</u>	<u>2,147,779</u>
Total City Pool Investments	335,536,398	337,764,298	290,291,920	(2,227,900)	45,244,477
City Checking Accounts	14,726,964	11,352,599	19,120,218	3,374,365	(4,393,255)
Petty Cash	25,860	25,860	25,860	-	-
Total Cash and Pool Investments	350,289,222	349,142,757	309,437,999	1,146,464	40,851,223
Cash with Fiscal Agents	8,272,587	7,233,958	8,664,055	1,038,629	(391,468)
Total City Cash and Investments	<u>\$ 358,561,809</u>	<u>\$ 356,376,716</u>	<u>\$ 318,102,053</u>	<u>\$ 2,185,093</u>	<u>\$ 40,459,755</u>

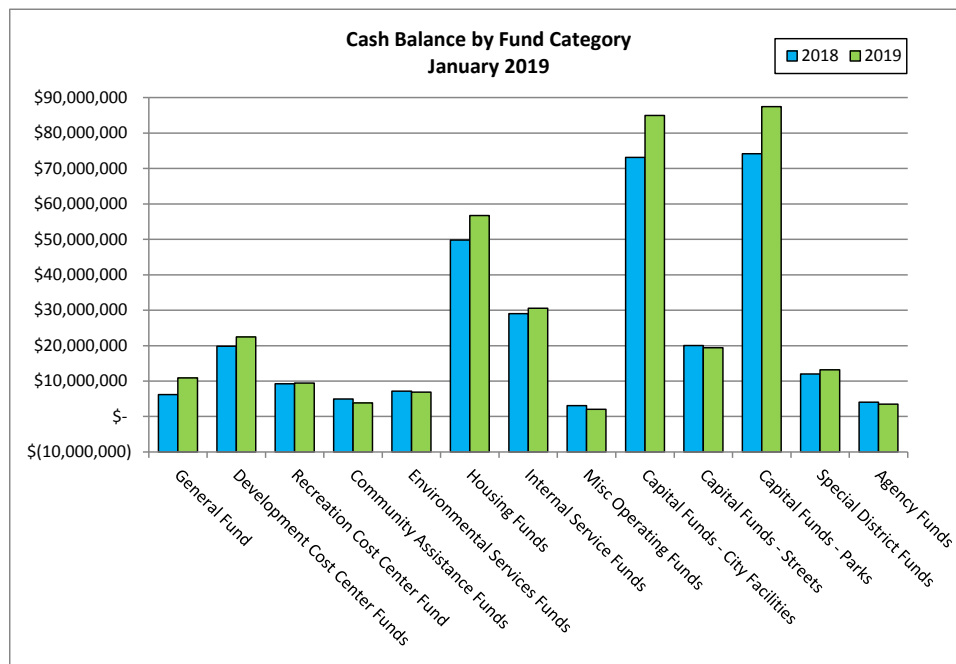


The change in value of the City’s cash and pool investments from the previous month is composed of: cash receipts from taxes, fees, grants, and loans; disbursements for payroll and benefits, vendor and contractor payments, debt service payments, and community grants and loans; and the change in the fair value adjustment. The following table summarizes these changes in value.

December 2018 Cash and Pool Investments	\$349,142,757
Cash Receipts	23,602,377
Cash Disbursements	(23,585,277)
Change in Fair Value Adjustment	1,129,364
January 2019 Cash and Pool Investments	\$350,289,222

The City’s cash and investment holdings represent the aggregation of the cash balances in the City’s various funds, petty cash, and cash held by the City’s fiscal agent banks related to special districts, bond proceeds, and escrows. The following table and graph show how the City’s cash and investment holdings are allocated among the City’s various fund categories and fiscal agent accounts.

	<u>Current Month</u> <u>1/31/2019</u>	<u>Prior Month</u> <u>12/31/2018</u>	<u>Prior Year</u> <u>1/31/2018</u>	<u>Change from</u> <u>Prior Month</u> <u>12/18 to 1/19</u>	<u>Change from</u> <u>Prior Year</u> <u>1/18 to 1/19</u>
Cash and Pool Investments by Fund Category					
General Fund	\$ 10,921,495	\$ 12,600,114	\$ 6,163,168	\$ (1,678,618)	\$ 4,758,327
Development Cost Center Funds	22,477,542	22,317,884	19,838,388	159,658	2,639,154
Recreation Cost Center Fund	9,425,042	8,782,860	9,267,841	642,182	157,201
Community Assistance Funds	3,858,049	3,579,235	4,934,749	278,814	(1,076,700)
Environmental Services Funds	6,898,722	7,525,254	7,155,448	(626,532)	(256,726)
Housing Funds	56,683,529	55,722,883	49,798,061	960,646	6,885,468
Internal Service Funds	30,587,713	30,534,764	29,029,929	52,949	1,557,784
Misc Operating Funds	2,011,819	2,716,658	3,047,987	(704,839)	(1,036,168)
Capital Funds - City Facilities	84,975,274	85,575,303	73,151,960	(600,030)	11,823,314
Capital Funds - Streets	19,380,962	18,299,122	20,012,800	1,081,840	(631,838)
Capital Funds - Parks	87,445,962	87,108,819	74,176,865	337,143	13,269,097
Special District Funds	13,201,506	13,229,560	12,033,691	(28,055)	1,167,815
Agency Funds	3,483,417	3,341,475	4,036,701	141,942	(553,284)
Subtotal	351,351,033	351,333,932	312,647,588	17,100	38,703,445
Fair Value Adjustment	(1,061,811)	(2,191,175)	(3,209,590)	1,129,364	2,147,779
Total Cash and Pool Investments	350,289,222	349,142,757	309,437,998	1,146,464	40,851,223
Cash with Fiscal Agents					
Agency Fund Checking Accounts	71,231	61,220	33,630	10,011	37,601
Lease Financing Trust Accounts	1,233,267	213,792	1,543,886	1,019,475	(310,619)
Community Facilities District Accounts	5,170,313	5,161,246	5,084,886	9,067	85,427
Pollution Remediation Escrow	1,797,776	1,797,700	2,001,653	76	(203,876)
Total Cash with Fiscal Agents	8,272,587	7,233,958	8,664,055	1,038,629	(391,468)
Total City Cash and Investments	\$ 358,561,809	\$ 356,376,716	\$ 318,102,053	\$ 2,185,093	\$ 40,459,756



The amounts shown in the preceding tables by investment category or fund category represent the value of the City's cash and investment holdings on the basis of their cost. The market value of these holdings, also referred to as the "fair value," represents the amount the City would receive if it were to sell its investments at the current market price. At any point in time, the difference between the market value and the cost basis, referred to as the "fair value adjustment," represents the unrecognized gain or loss on the portfolio. Although unrecognized gains or losses have no impact on investment earnings, governmental accounting standards require that the fair value adjustment be incorporated into the City's financial reporting. To the extent that the City actually sells investments prior to maturity, it recognizes the gains or losses and allocates them by fund as part of its investment earnings.

Investment Activity

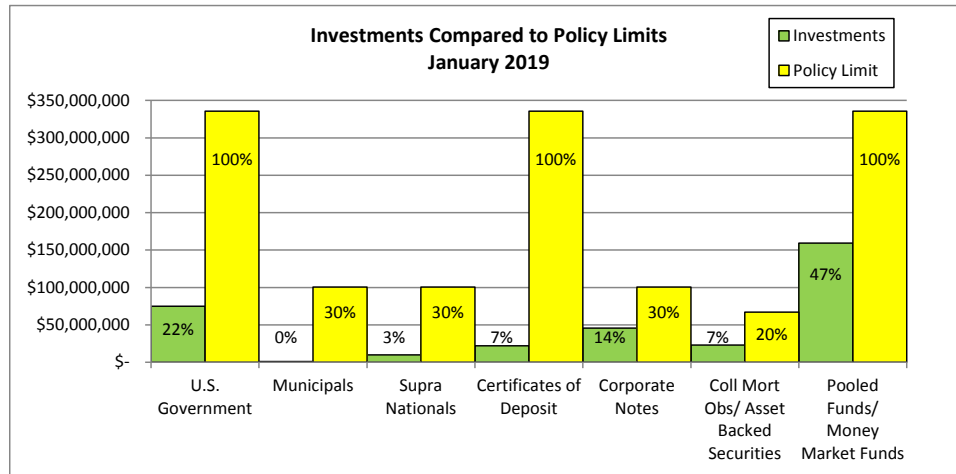
A summary of current month investment activity is provided in the table below.

Date	Redemption			Purchases			Average Rate	Average Maturity (days)
	Securities	Pools/ Money Market Funds	Total	Securities	Pools/ Money Market Funds	Total		
01/01/19	\$ (12,602)	\$ -	\$ (12,602)	\$ -	\$ -	\$ -	-	-
01/03/19	(1,665,042)	-	(1,665,042)	1,629,786	-	1,629,786	2.00%	1,049
01/04/19	(573,293)	-	(573,293)	574,448	-	574,448	3.20%	1,096
01/07/19	(6,570,969)	-	(6,570,969)	3,359,316	-	3,359,316	1.63%	1,755
01/08/19	-	-	-	787,451	-	787,451	2.75%	1,525
01/09/19	(1,546,544)	-	(1,546,544)	1,129,588	-	1,129,588	2.25%	1,524
01/10/19	-	-	-	3,534,180	-	3,534,180	2.75%	1,571
01/18/19	(306,061)	-	(306,061)	-	-	-	-	-
01/28/19	-	-	-	4,928,516	-	4,928,516	2.25%	1,826
01/29/19	(5,396,898)	-	(5,396,898)	2,156,572	-	2,156,572	1.63%	1,734
01/30/19	(1,735,648)	-	(1,735,648)	-	-	-	-	-
01/31/19	-	(3,843,412)	(3,843,412)	-	193,347	193,347	2.62%	40
Total 01/19	\$ (17,807,057)	\$ (3,843,412)	\$ (21,650,469)	\$ 18,099,858	\$ 193,347	\$ 18,293,204	2.19%	1,610

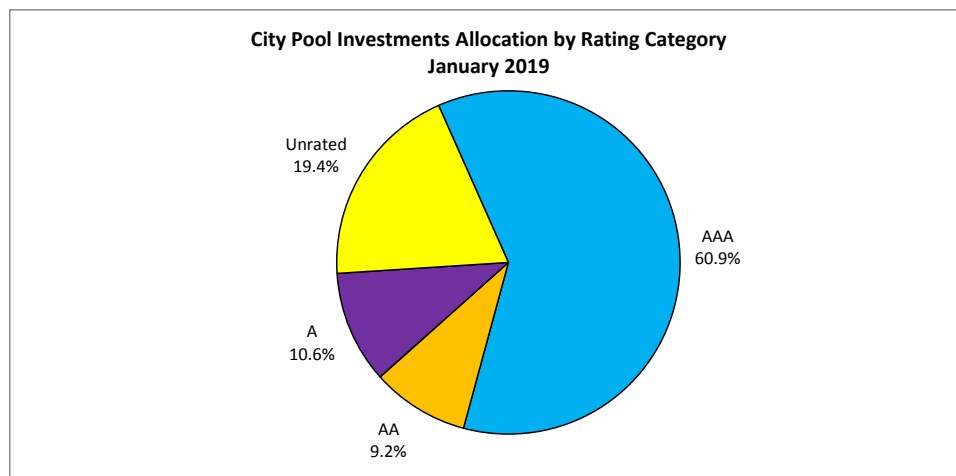
Safety: Allowable Investments and Portfolio Composition

The Government Code specifically identifies investment instruments that may be used by California local agencies, and the City's Investment Policy incorporates these into its section on authorized and suitable investments. Because these authorized investments are restricted to instruments issued or guaranteed by the federal government, other public agencies, banks, or highly-rated corporations, the risk that the issuer will fail to pay scheduled interest or repay principal when due ("credit risk") is limited. The Government Code and Investment Policy do not allow the City to purchase ownership shares in private or public corporations, real estate, or other physical assets for investment purposes. Additionally, the City Council has imposed a ban on investments in securities issued by firms whose general business activities are classified as "Energy - Oil, Gas & Coal" according to the Bloomberg Industry Classification System.

To further reduce credit risk, the Government Code and Investment Policy impose 20%, 25%, or 30% maximum portfolio holding limits on specific instrument types, and a 5% maximum on instruments issued by any individual non-federal public agency, bank, or corporation.



The credit-worthiness of corporate and public-agency investment instruments is measured on ratings scales developed by nationally recognized securities rating organizations (NRSROs) such as Standard & Poor’s and Moody’s Investors Service. The City’s Investment Policy requires that certain types of investments be rated in at least the third-highest rating category (“A” category), or in one of the two highest short-term rating categories (“A-1” or “A-1+”) in the case of certain short-term investments.



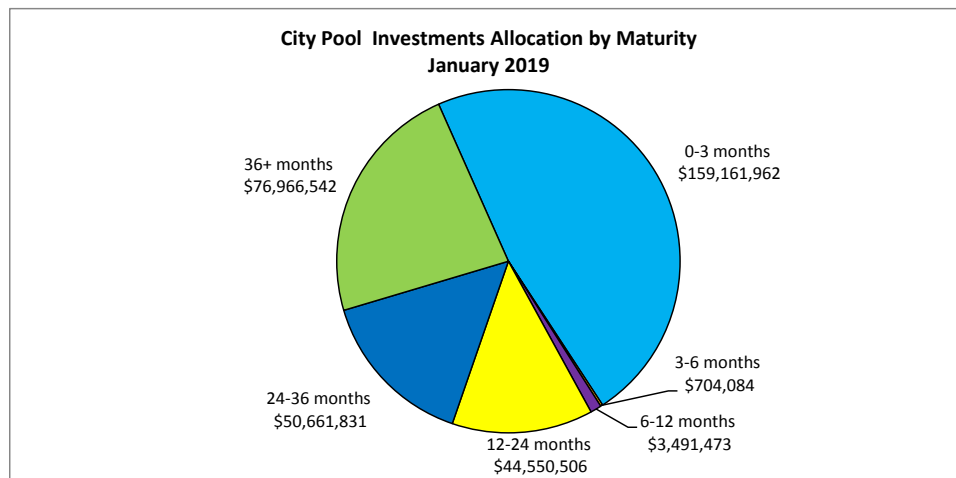
To assist the City in purchasing appropriate investment instruments, monitoring the credit quality of City investments, and achieving a market rate of return, the City has engaged PFM Asset Management LLC (“PFM”) to manage a portion of the investment portfolio. As discussed in more detail elsewhere, PFM actively manages the portion of the investment portfolio that exceeds the City’s near-term liquidity needs (the “Core Portfolio”). The City holds the remaining balance of the portfolio in highly liquid investments such as the State of California Local Agency Investment Fund (“LAIF”), the California Asset Management Program (“CAMP”), and government agency money market funds.

Liquidity: Investment Maturities and Cash Flow Analysis

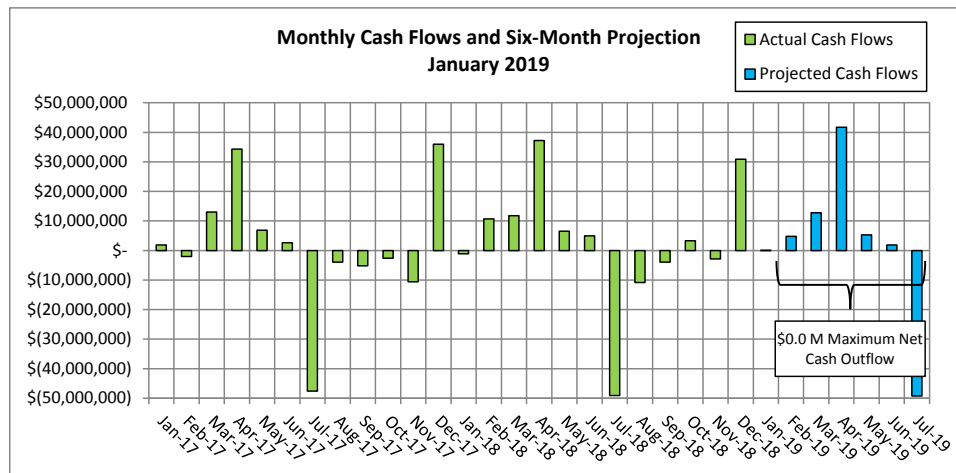
The Investment Policy specifies that “the City’s investment portfolio shall remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.” Accordingly, the City has divided its investment portfolio into a portfolio of highly-liquid and short-term investments managed by City staff (the “Liquidity Portfolio”) and the Core Portfolio of longer-term investments managed by PFM.

<u>City Pool Investments</u>	Current Month 1/31/2019
Liquidity Portfolio	\$158,738,172
Core Portfolio	177,860,037
Fair Value Adjustment	(1,061,811)
Total City Pool Investments	\$355,536,398

Appropriate sizing of the Liquidity Portfolio is a key risk management tool, as a lack of liquid assets could necessitate the sale of securities in the Core Portfolio under unfavorable market conditions and lead to a loss of principal. However, allocating too much of the investment portfolio to highly liquid short-term instruments could deprive the City of the higher interest earnings generated from the Core Portfolio’s longer-term investments.

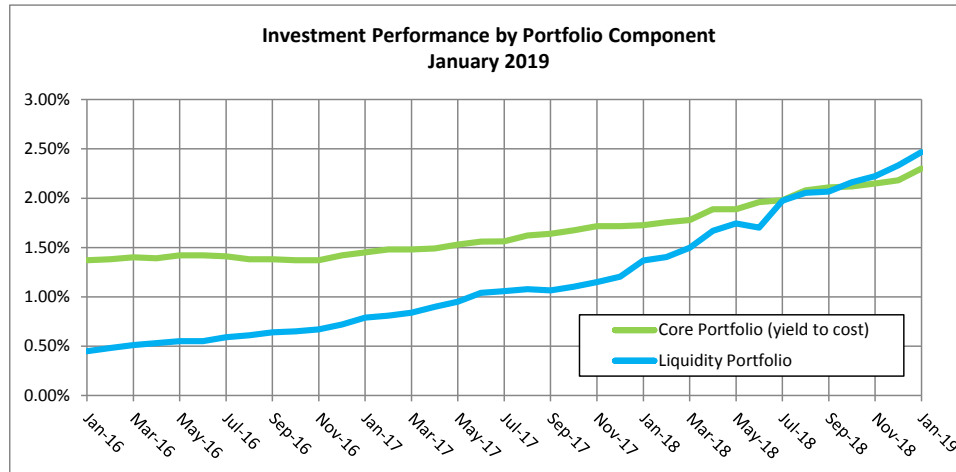


Annually, City staff and PFM review and analyze historical monthly cash flow data. In months when revenue (primarily property tax) exceeds expenditures, cash balances increase, and in months when expenditures exceed revenue, cash balances decrease. In a typical fiscal year, the maximum cumulative net cash outflow occurs in November, the month before the first installment of property tax, and the maximum cumulative net cash inflow occurs after the second installment of property tax in April. The City’s Liquidity Portfolio is sized to cover at least the maximum projected cumulative net monthly cash outflow over the following year (approximately \$50 million) plus an additional balance equivalent to the contingency reserve requirements of the various operating funds (another \$50 million). The remaining portion of the investment portfolio constitutes the Core Portfolio.

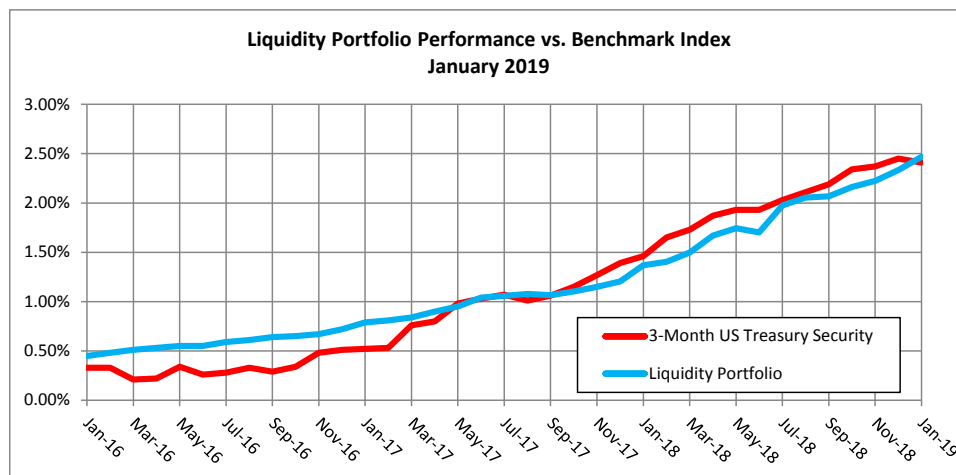


Yield: Portfolio Performance

The performance objective specified in the City’s Investment Policy is to obtain a market rate of return, taking into account the allowable investments and the liquidity needs of the portfolio. As noted in the previous section, the City’s portfolio has been divided into two components (Liquidity and Core), each with significantly different cash flow characteristics and investment horizon. In general, the Liquidity Portfolio, composed of short-term investments held in LAIF and CAMP, will reflect market changes much more rapidly than the Core Portfolio.



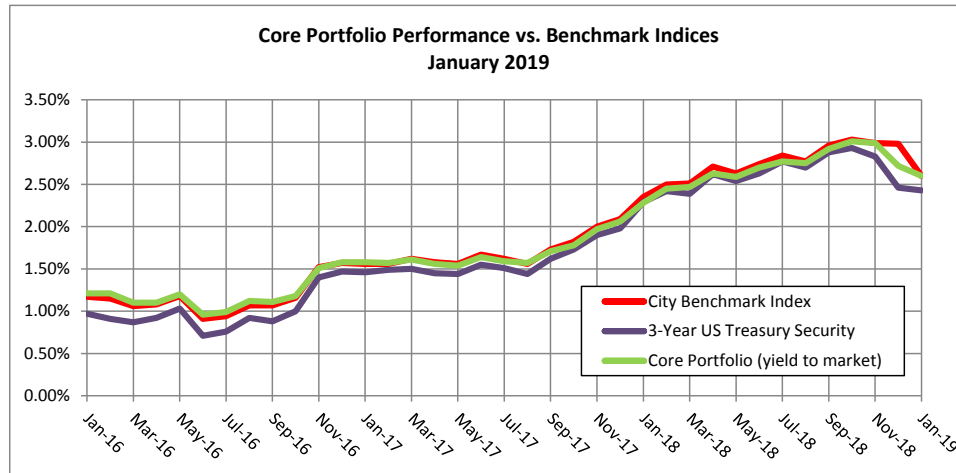
The Liquidity Portfolio is invested in LAIF, CAMP, and a money market account, with an additional amount held in the City’s checking account. LAIF, CAMP, and the money market account are pooled funds, meaning that a large number of investors have combined their cash holdings for investment purposes. Because pool participants have at least somewhat dissimilar cash flow requirements, the pooled portfolio can be invested in relatively longer-term securities with higher yields, while maintaining next-day funds availability for each participant. Although the funds held in this portfolio component generally have next-day or same-day availability, the average maturity of the pooled investments constituting the City’s Liquidity Portfolio is approximately 90 days. Accordingly, the Liquidity Portfolio is benchmarked against the yield on the 3-month U.S. Treasury security, with the expectation that its yield will generally track the benchmark.



The Core Portfolio, actively managed by PFM, is designed to take advantage of the full range of allowable investments with maturities generally ranging from one to five years. Active management results in the periodic reallocation of the portfolio among asset classes and maturities in response to

changes in the capital markets and opportunities to increase total return (the combination of gains in market value and interest earnings).

The Core Portfolio is benchmarked against the Bank of America Merrill Lynch 1-5 Year U.S. Corporate & Government A-AAA Index (the “BAML Index”). As the Core Portfolio and the BAML Index both have an average maturity of approximately three years, but take advantage of the full range of allowable investments, we expect them to out-perform the 3-year U.S. Treasury security.



The following table summarizes the investment yields and average maturities of the City’s investment portfolio components, along with the comparable-maturity U.S. Treasury securities. Also shown are the monthly investment earnings (including realized gains and losses) and aggregate year-to-date earnings.

	Current Month 1/31/2019	Prior Month 12/31/2018	Prior Year 1/31/2018	Change from Prior Month 12/18 to 1/19	Change from Prior Year 1/18 to 1/19
Investment Yield					
Liquidity Portfolio	2.47%	2.33%	1.37%	0.14%	1.10%
U.S. Treasury - 3 Month	2.41%	2.45%	1.46%	-0.04%	0.95%
Core Portfolio (yield at market)	2.60%	2.72%	2.28%	-0.12%	0.32%
U.S. Treasury - 3 Year	2.43%	2.46%	2.29%	-0.03%	0.14%
Core Portfolio (yield at cost)	2.30%	2.18%	1.73%	0.12%	0.57%
Average Maturity of Investments (in days)					
Liquidity Portfolio	100	101	120	(1)	(20)
Core Portfolio	1,030	963	999	67	31
Current Month Earnings					
Governmental Funds	\$ 475,424	\$ 406,187	\$ 511,095	\$ 69,237	\$ (35,671)
Agency Funds	15,857	13,470	20,741	2,387	(4,883)
Total Current Month Earnings	\$ 491,282	\$ 419,657	\$ 531,836	\$ 71,624	\$ (40,554)
Fiscal Year to Date Earnings					
Governmental Funds	\$ 2,742,945	\$ 2,267,520	\$ 2,043,670	\$ 475,424	\$ 699,275
Agency Funds	95,468	79,611	70,635	15,857	24,834
Total Year to Date Earnings	\$ 2,838,413	\$ 2,347,131	\$ 2,114,304	\$ 491,282	\$ 724,109

Certifications and Attachment

In accordance with the requirements of the Investment Policy, as Finance Director/Treasurer I certify to the following:

- All investment activities since the last report have been made in full compliance with the Investment Policy.
- The City will meet its expenditure requirements for the next six months.

The tables and charts included in the body of this report provide an overview of the City's cash and investment holdings. The attachment contains a complete description of the portfolio, including the types of investments, issuers, maturity dates, par values and current market values.

This report is available at the City's website on the Financial Reports page:
<https://www.fremont.gov/1593/Financial-Reports>.

If you have any questions, please contact me at (510) 494-4610.



David Persselin
Finance Director/Treasurer

City of Fremont Treasurer's Report
 Cash and Investment Portfolio - January 31, 2019

Portfolio	CUSIP/ Account	Issuer/Institution	Par Amount	Coupon	Maturity	Original Cost/ Balance	Yield	Market Value	Accrued Interest	S&P Rating	Moody's Rating
U.S. Treasury Securities											
Core	912828N89	U.S. Treasury	1,500,000.00	1.38%	01/31/21	1,501,582.03	1.35%	1,468,008.00	56.98	AA+	Aaa
Core	912828B90	U.S. Treasury	875,000.00	2.00%	02/28/21	917,792.97	0.92%	866,660.38	7,444.75	AA+	Aaa
Core	912828Q37	U.S. Treasury	1,415,000.00	1.25%	03/31/21	1,433,019.14	0.98%	1,379,735.37	6,025.41	AA+	Aaa
Core	912828WN6	U.S. Treasury	3,370,000.00	2.00%	05/31/21	3,388,166.41	1.87%	3,334,588.04	11,665.38	AA+	Aaa
Core	912828D72	U.S. Treasury	1,400,000.00	2.00%	08/31/21	1,452,554.69	1.21%	1,384,140.80	11,911.60	AA+	Aaa
Core	912828D72	U.S. Treasury	5,450,000.00	2.00%	08/31/21	5,466,179.69	1.93%	5,388,262.40	46,370.17	AA+	Aaa
Core	912828T67	U.S. Treasury	655,000.00	1.25%	10/31/21	630,181.64	2.11%	634,249.60	2,103.42	AA+	Aaa
Core	912828F96	U.S. Treasury	3,400,000.00	2.00%	10/31/21	3,448,476.56	1.64%	3,359,757.60	17,469.61	AA+	Aaa
Core	912828U65	U.S. Treasury	755,000.00	1.75%	11/30/21	752,758.59	1.82%	740,755.42	2,286.78	AA+	Aaa
Core	912828G87	U.S. Treasury	7,250,000.00	2.13%	12/31/21	7,377,441.41	1.72%	7,187,693.50	13,618.78	AA+	Aaa
Core	912828V72	U.S. Treasury	700,000.00	1.88%	01/31/22	699,699.22	1.88%	688,570.40	36.26	AA+	Aaa
Core	912828L24	U.S. Treasury	3,000,000.00	1.88%	08/31/22	2,972,343.75	2.08%	2,942,343.00	23,929.56	AA+	Aaa
Core	9128282W9	U.S. Treasury	2,000,000.00	1.88%	09/30/22	1,967,656.25	2.24%	1,961,484.00	12,774.73	AA+	Aaa
Core	9128283C2	U.S. Treasury	4,250,000.00	2.00%	10/31/22	4,148,730.47	2.56%	4,183,593.75	21,837.02	AA+	Aaa
Core	912828M80	U.S. Treasury	4,100,000.00	2.00%	11/30/22	3,960,824.22	2.84%	4,034,654.20	14,192.31	AA+	Aaa
Core	912828N30	U.S. Treasury	4,000,000.00	2.13%	12/31/22	3,894,218.75	2.78%	3,953,124.00	7,513.81	AA+	Aaa
Core	912828P38	U.S. Treasury	3,000,000.00	1.75%	01/31/23	2,868,867.19	2.76%	2,921,133.00	145.03	AA+	Aaa
Core	912828P79	U.S. Treasury	815,000.00	1.50%	02/28/23	770,907.22	2.75%	785,329.11	5,200.69	AA+	Aaa
Core	9128284D9	U.S. Treasury	1,450,000.00	2.50%	03/31/23	1,418,167.97	3.04%	1,453,285.70	12,348.90	AA+	Aaa
Core	9128284L1	U.S. Treasury	3,500,000.00	2.75%	04/30/23	3,534,179.69	2.51%	3,542,931.00	24,727.21	AA+	Aaa
Core	912828VB3	U.S. Treasury	5,000,000.00	1.75%	05/15/23	4,776,953.13	2.83%	4,858,400.00	18,853.59	AA+	Aaa
Core	912828T91	U.S. Treasury	2,250,000.00	1.63%	10/31/23	2,156,572.27	2.56%	2,167,645.50	9,393.13	AA+	Aaa
Core	912828T91	U.S. Treasury	3,500,000.00	1.63%	10/31/23	3,359,316.41	2.52%	3,371,893.00	14,611.53	AA+	Aaa
Core	912828V23	U.S. Treasury	5,000,000.00	2.25%	12/31/23	4,928,515.63	2.56%	4,954,100.00	9,944.75	AA+	Aaa
		Subtotal	68,635,000.00			67,825,105.30		67,562,337.77	294,461.40		
Federal Agency Securities											
Core	3130A8Q55	Federal Home Loan Bank	1,450,000.00	1.13%	07/14/21	1,446,926.00	1.17%	1,405,071.75	770.31	AA+	Aaa
Core	3130A8Q55	Federal Home Loan Bank	4,225,000.00	1.13%	07/14/21	4,199,307.78	1.25%	4,094,088.38	2,244.53	AA+	Aaa
Core	3135G0N82	Federal National Mortgage Association	415,000.00	1.25%	08/17/21	413,580.29	1.32%	402,681.97	2,363.19	AA+	Aaa
Core	3135G0N82	Federal National Mortgage Association	1,335,000.00	1.25%	08/17/21	1,329,593.25	1.33%	1,295,374.53	7,602.08	AA+	Aaa
		Subtotal	7,425,000.00			7,389,407.32		7,197,216.63	12,980.11		
Municipal Bonds											
Core	13063DGA0	State of California	880,000.00	2.80%	04/01/21	880,035.20	2.80%	882,939.20	8,213.33	AA-	Aa3
		Subtotal	880,000.00			880,035.20		882,939.20	8,213.33		
Supranational Obligations											
Core	459058GA5	Intl Bank of Reconstruction and Dev	2,000,000.00	1.63%	09/04/20	1,999,580.00	1.63%	1,970,738.00	13,270.83	AAA	Aaa
Core	45905UP32	Intl Bank of Reconstruction and Dev	3,000,000.00	1.56%	09/12/20	2,992,800.00	1.64%	2,949,450.00	18,081.58	AAA	Aaa
Core	4581X0CD8	Inter-American Development Bank	3,500,000.00	2.13%	11/09/20	3,532,441.86	1.81%	3,471,163.50	16,940.97	AAA	Aaa
Core	4581X0DB1	Inter-American Development Bank	1,425,000.00	2.63%	04/19/21	1,421,865.00	2.70%	1,426,011.75	10,598.44	AAA	Aaa
		Subtotal	9,925,000.00			9,946,686.86		9,817,363.25	58,891.82		
Corporate Notes											
Core	94974BGF1	Wells Fargo & Company	1,000,000.00	2.15%	01/30/20	1,006,990.00	2.00%	993,181.00	59.72	A-	A2
Core	94974BGF1	Wells Fargo & Company	1,000,000.00	2.15%	01/30/20	1,001,590.00	2.11%	993,181.00	59.72	A-	A2
Core	89236TCF0	Toyota Motor Corp	800,000.00	2.15%	03/12/20	807,104.00	1.96%	794,767.20	6,641.11	AA-	Aa3
Core	437076BQ4	Home Depot Inc	705,000.00	1.80%	06/05/20	704,591.10	1.82%	696,269.28	1,974.00	A	A2
Core	25468PDU7	The Walt Disney Corporation	1,000,000.00	1.80%	06/05/20	998,840.00	1.84%	988,366.00	2,800.00	A+	A2
Core	46625HLW8	JP Morgan Chase	1,000,000.00	2.75%	06/23/20	1,011,320.00	2.49%	998,171.00	2,902.78	A-	A2
Core	94974BGM6	Wells Fargo & Company	450,000.00	2.60%	07/22/20	452,524.50	2.48%	448,506.90	292.50	A-	A2
Core	94974BGM6	Wells Fargo & Company	1,000,000.00	2.60%	07/22/20	1,013,030.00	2.31%	996,682.00	650.00	A-	A2
Core	06406HDD8	Bank of New York	1,000,000.00	2.60%	08/17/20	1,017,630.00	2.21%	995,966.00	11,844.44	A	A1
Core	14913Q2A6	Caterpillar	1,120,000.00	1.85%	09/04/20	1,119,059.20	1.88%	1,105,349.28	8,460.67	A	A3
Core	713448DC9	Pepsico	1,250,000.00	2.15%	10/14/20	1,253,400.00	2.09%	1,242,293.75	7,987.85	A+	A1
Core	594918BG8	Microsoft	2,000,000.00	2.00%	11/03/20	1,965,500.00	2.69%	1,981,556.00	9,777.78	AAA	Aaa
Core	037833DJ6	Apple, Inc.	1,700,000.00	2.00%	11/13/20	1,698,572.00	2.03%	1,683,312.80	7,366.67	AA+	Aa1
Core	931142EA7	Wal-Mart Stores Inc	3,210,000.00	1.90%	12/15/20	3,205,345.50	1.95%	3,168,610.26	7,793.17	AA	Aa2
Core	24422ETZ2	Deere & Company	640,000.00	2.35%	01/08/21	639,667.20	2.37%	633,429.76	960.89	A	A2
Core	44932HAB9	IBM Credit	1,500,000.00	1.80%	01/20/21	1,496,895.00	1.86%	1,465,122.00	825.00	A	A1
Core	882508AY0	Texas Instruments Inc	320,000.00	2.75%	03/12/21	327,292.80	2.13%	319,540.48	3,397.78	A+	A1
Core	61746BEA0	Morgan Stanley	850,000.00	2.50%	04/21/21	855,440.00	2.36%	839,102.15	5,902.78	BBB+	A3
Core	06406FAB9	Bank of New York	1,000,000.00	2.05%	05/03/21	1,002,130.00	2.00%	983,930.00	5,011.11	A	A1
Core	0258M0EB1	American Express Credit	850,000.00	2.25%	05/05/21	854,649.50	2.13%	837,872.20	4,568.75	A-	A2
Core	05531FAV5	BB&T Corporation	850,000.00	2.05%	05/10/21	849,439.00	2.06%	833,853.40	3,920.63	A-	A2
Core	857477AV5	State Street Corporation	460,000.00	1.95%	05/19/21	458,045.00	2.04%	449,471.98	1,794.00	A	A1
Core	68389XBK0	Oracle Corp	1,045,000.00	1.90%	09/15/21	1,020,432.05	2.44%	1,022,319.32	7,500.78	AA-	A1
Core	713448DL9	Pepsico	925,000.00	1.70%	10/06/21	899,044.50	2.34%	901,183.10	5,023.26	A+	A1
Core	57636QAF1	Mastercard Inc	1,670,000.00	2.00%	11/21/21	1,629,786.40	2.88%	1,640,916.95	6,494.44	A+	A2
Core	24422EUQ0	Deere & Company	575,000.00	3.20%	01/10/22	574,448.00	3.23%	581,925.30	1,073.33	A	A2
Core	20030NBV2	Comcast Corp	850,000.00	1.63%	01/15/22	809,939.50	2.65%	819,003.05	613.89	A-	A3
Core	91159HHP8	US Bancorp	1,000,000.00	2.63%	01/24/22	1,003,430.00	2.55%	998,158.00	510.42	A+	A1
Core	037833AY6	Apple, Inc.	1,000,000.00	2.15%	02/09/22	998,660.00	2.18%	984,754.00	10,272.22	AA+	Aa1
Core	594918BA1	Microsoft	850,000.00	2.38%	02/12/22	853,927.00	2.27%	844,795.45	9,476.91	AAA	Aaa
Core	0258M0EG0	American Express Credit	675,000.00	2.70%	03/03/22	680,805.00	2.50%	668,699.55	7,492.50	A-	A2
Core	25468PDQ6	The Walt Disney Corporation	575,000.00	2.45%	03/04/22	575,184.00	2.44%	568,639.93	5,752.40	A+	A2
Core	05531FAX1	BB&T Corporation	850,000.00	2.75%	04/01/22	866,124.50	2.30%	840,361.00	7,791.67	A-	A2
Core	458140BB5	Intel Corporation	1,000,000.00	2.35%	05/11/22	1,005,870.00	2.22%	989,246.00	5,222.22	A+	A1
Core	68389XB80	Oracle Corp	1,000,000.00	2.50%	05/15/22	1,013,490.00	2.20%	988,181.00	5,277.78	AA-	A1
Core	911312BC9	United Parcel Service	1,000,000.00	2.35%	05/16/22	1,010,920.00	2.12%	984,530.00	4,895.83	A+	A1

City of Fremont Treasurer's Report
Cash and Investment Portfolio - January 31, 2019

Portfolio	CUSIP/ Account	Issuer/Institution	Par Amount	Coupon	Maturity	Original Cost/ Balance	Yield	Market Value	Accrued Interest	S&P Rating	Moody's Rating
Core	09247XAJ0	Blackrock	855,000.00	3.38%	06/01/22	853,879.95	3.41%	868,177.26	4,809.38	AA-	Aa3
Core	459200HG9	IBM Corp	1,750,000.00	1.88%	08/01/22	1,719,550.00	2.25%	1,680,638.75	16,406.25	A	A1
Core	89236TEC5	Toyota	1,000,000.00	2.15%	09/08/22	998,820.00	2.18%	980,129.00	8,540.28	AA-	Aa3
Core	92826CAC6	Visa, Inc.	920,000.00	2.80%	12/14/22	898,665.20	3.42%	922,442.60	3,363.11	AA-	A1
Core	06051GGE3	Bank of America	1,500,000.00	3.12%	01/20/23	1,486,785.00	3.32%	1,494,769.50	1,431.83	A-	A3
Core	084670BR8	Berkshire Hathaway	805,000.00	2.75%	03/15/23	787,451.00	3.31%	799,632.26	8,363.06	AA	Aa2
Core	88579YAX9	3M Company	1,170,000.00	2.25%	03/15/23	1,129,588.20	3.14%	1,142,354.07	9,945.00	AA-	A1
Core	38141GWM2	Goldman Sachs	1,700,000.00	2.91%	07/24/23	1,644,087.00	3.63%	1,663,621.70	960.26	BBB+	A3
Subtotal			46,420,000.00			46,199,942.10		45,833,012.23	226,208.17		
Negotiable Certificates of Deposit											
Core	86563YVNO	Sumitomo Mitsui Financial Group Inc	705,000.00	2.05%	05/03/19	705,000.00	2.05%	704,083.50	3,532.83	A-1	P-1
Core	83050FTX3	Skandinaviska Enskilda Banken	3,400,000.00	1.84%	08/02/19	3,398,674.00	1.85%	3,386,723.00	31,801.33	A-1	P-1
Core	22549LFR1	Credit Suisse New York	1,000,000.00	2.67%	02/07/20	1,000,000.00	2.67%	1,000,457.00	26,180.83	A	A1
Core	65590ASN7	Nordea Bank	3,400,000.00	2.72%	02/20/20	3,400,000.00	2.72%	3,405,453.60	41,359.11	AA-	Aa3
Core	13606BVFO	Canadian Imperial Bank of Commerce	2,675,000.00	2.74%	04/10/20	2,675,000.00	2.78%	2,679,622.40	5,202.50	A+	Aa2
Core	06417GU22	Bank of Nova Scotia	3,000,000.00	3.08%	06/05/20	2,998,860.00	3.10%	3,017,955.00	14,373.33	A+	Aa2
Core	96121TA43	Westpac Banking Corp	2,660,000.00	2.05%	08/03/20	2,660,000.00	2.05%	2,636,224.92	26,356.17	AA-	Aa3
Core	86565BPC9	Sumitomo Mitsui Financial Group Inc	1,745,000.00	3.39%	10/16/20	1,742,626.80	3.46%	1,764,999.45	16,925.05	A	A1
Core	87019U6D6	Swedbank	3,400,000.00	2.27%	11/16/20	3,400,000.00	2.30%	3,356,092.40	16,507.94	AA-	Aa2
Subtotal			21,985,000.00			21,980,160.80		21,951,611.27	182,239.09		
Collateralized Mortgage Obligations											
Core	3136AQDQ0	Federal National Mortgage Association	75,842.96	1.65%	09/01/19	76,602.43	1.08%	75,472.10	104.03	AA+	Aaa
Core	3136B1XP4	Federal National Mortgage Association	931,444.20	3.56%	09/25/21	949,971.56	2.27%	942,358.49	2,763.28	AA+	Aaa
Core	3137BM6P6	Federal Home Loan Mortgage Corp	875,000.00	3.09%	08/25/22	882,451.17	2.61%	881,265.88	2,253.13	AA+	Aaa
Core	3137FKK39	Federal Home Loan Mortgage Corp	833,659.27	3.20%	07/01/23	833,656.77	3.11%	839,291.47	2,225.18	AA+	Aaa
Subtotal			2,715,946.43			2,742,681.93		2,738,387.94	7,345.62		
Asset-Backed Securities											
Core	43814NAC9	Honda Auto Receivables	29,323.95	1.22%	12/18/19	29,319.78	1.23%	29,277.94	12.92	AAA	NR
Core	65475WAD0	Nissan Auto Receivables	22,301.85	1.34%	03/15/20	22,300.08	1.34%	22,285.99	13.28	NR	Aaa
Core	89237KAD5	Toyota Auto Receivables	50,887.55	1.25%	03/15/20	50,884.66	1.25%	50,764.46	28.27	AAA	Aaa
Core	47788NAC2	John Deere Owner Trust	115,387.43	1.25%	06/15/20	115,378.24	1.25%	114,938.16	64.10	NR	Aaa
Core	02007LAC6	Ally Auto Receivables Trust	116,718.80	1.44%	08/15/20	116,707.47	1.44%	116,383.30	74.70	AAA	Aaa
Core	44930UAD8	Hyundai Auto Receivables	32,087.25	1.56%	09/15/20	32,081.03	1.57%	31,987.40	22.25	AAA	Aaa
Core	34532EAD7	Ford Credit Auto Owner Trust	68,416.97	1.33%	10/15/20	68,410.48	1.33%	68,145.30	40.44	AAA	NR
Core	65478WAD7	Nissan Auto Receivables	175,636.14	1.18%	01/15/21	175,619.35	1.18%	174,202.81	92.11	NR	Aaa
Core	89238MAD0	Toyota Auto Receivables	257,184.79	1.73%	02/15/21	257,154.52	1.74%	255,716.01	197.75	AAA	Aaa
Core	44891EAC3	Hyundai Auto Receivables	632,730.29	1.29%	04/15/21	632,645.12	1.30%	627,624.66	362.77	AAA	Aaa
Core	34531EAD8	Ford Credit Auto Owner Trust	406,713.85	1.67%	06/15/21	406,712.34	1.67%	403,652.39	301.87	NR	Aaa
Core	44931PAD8	Hyundai Auto Receivables	423,264.03	1.76%	08/15/21	423,229.78	1.76%	420,071.26	331.09	AAA	NR
Core	43811BAC8	Honda Auto Receivables	1,500,000.00	1.68%	08/15/21	1,499,870.25	1.68%	1,487,716.05	1,050.00	AAA	Aaa
Core	47788BAD6	John Deere Owner Trust	600,000.00	1.82%	10/15/21	599,956.08	1.82%	594,093.60	485.33	NR	Aaa
Core	89237RAD0	Toyota Auto Receivables	250,000.00	1.78%	11/15/21	249,980.08	2.00%	247,146.33	197.78	AAA	Aaa
Core	02582JHG8	American Express Credit	560,000.00	1.64%	12/15/21	559,910.29	1.65%	558,196.18	408.18	AAA	NR
Core	89238KAD4	Toyota Auto Receivables	635,000.00	1.93%	01/15/22	634,941.45	2.26%	628,328.56	544.69	AAA	Aaa
Core	02007YAC8	Ally Auto Receivables Trust	1,370,000.00	1.99%	03/15/22	1,369,893.69	1.99%	1,359,135.90	1,211.69	AAA	Aaa
Core	34532AAD5	Ford Credit Auto Owner Trust	1,765,000.00	2.01%	03/15/22	1,764,681.77	2.02%	1,749,746.16	1,576.73	AAA	NR
Core	05522RCW6	Bank of America	1,500,000.00	1.95%	08/15/22	1,476,210.94	2.73%	1,487,029.50	1,300.00	NR	Aaa
Core	02582JHQ6	American Express Credit	850,000.00	2.67%	10/17/22	849,901.32	2.68%	848,381.94	1,008.67	NR	Aaa
Core	89231AAD3	Toyota Auto Receivables	1,715,000.00	3.02%	12/15/22	1,714,694.90	3.03%	1,720,957.40	2,301.91	AAA	Aaa
Core	58772RAD6	Mercedes-Benz Auto Receivables	1,045,000.00	3.03%	01/15/23	1,044,959.87	3.03%	1,047,731.11	1,407.27	AAA	Aaa
Core	02007JAC1	Ally Auto Receivables Trust	2,000,000.00	3.00%	01/15/23	1,999,863.20	3.09%	2,004,995.20	2,666.67	AAA	Aaa
Core	17305EGK5	Citibank Credit Card Issuance	3,580,000.00	2.49%	01/20/23	3,540,424.22	2.97%	3,564,659.34	2,723.78	NR	Aaa
Core	36255JAD6	GM Financial	775,000.00	3.02%	05/16/23	774,819.27	3.03%	778,400.16	975.21	AAA	NR
Subtotal			20,475,652.90			20,410,550.18		20,391,567.11	19,399.46		
Money Market Funds											
Liquidity	TFFXX	BlackRock	6,733,590.60	1.61%	Daily	6,733,590.60	1.61%	6,733,590.60	11,661.01	AAAm	Aaa-mf
Core	X9USD MOR3	Morgan Stanley	485,467.01	2.37%	Daily	485,467.01	2.37%	485,467.01	-	AAAm	Aaa-mf
Subtotal			7,219,057.61			7,219,057.61		7,219,057.61	11,661.01		
Government Investment Pools											
Liquidity	98-01-318	Local Agency Investment Fund	65,000,000.00	2.36%	Daily	65,000,000.00	2.36%	64,938,323.26	-	NR	NR
Liquidity	6037-001	California Asset Management Program	87,004,581.36	2.62%	Daily	87,004,581.36	2.62%	87,004,581.36	-	AAAm	NR
Subtotal			152,004,581.36			152,004,581.36		151,942,904.62	-		
Total City Investments			\$ 337,685,238.30			\$ 336,598,208.66		\$ 335,536,397.63	\$ 821,400.01		

Unrecognized Gain/(Loss): \$ (1,061,811.04)

City of Fremont Treasurer's Report
Cash and Investment Portfolio - January 31, 2019

Portfolio	CUSIP/ Account	Issuer/Institution	Par Amount	Coupon	Maturity	Original Cost/ Balance	Yield	Market Value	Accrued Interest	S&P Rating	Moody's Rating
City Investments by Portfolio											
	Core Portfolio					\$ 177,860,036.70					
	Liquidity Portfolio					158,738,171.96					
	Unrecognized Gain/(Loss)					<u>(1,061,811.04)</u>					
		Subtotal				335,536,397.62					
Checking Accounts											
	General City	Bank of America				14,726,463.93	0.00%				
	Police Bail	Bank of America				<u>500.00</u>	0.00%				
		Subtotal				14,726,963.93					
Petty Cash											
	001-12001	City Manager's Office				500.00					
	001-14000	Finance Administration				2,750.00					
	001-15000	Human Resources				200.00					
	001-21010	Police Chief's Office				7,000.00					
	001-21110	Police Administration				7,400.00					
	001-21910	Animal Shelter				500.00					
	001-21999	Police Investigative Services - Bail				200.00					
	102-53410	Youth Service Center				270.00					
	108-53990	Family Resource Center				40.00					
	186-53310	Senior Center				250.00					
	189-00000	Recreation Snack Bars				3,500.00					
	189-61002	Recreation Administration				2,000.00					
	189-61003	Recreation Registration				200.00					
	189-61011	Water Park				500.00					
	189-61022	Tennis Center				175.00					
	189-61047	Boat Rental				375.00					
		Subtotal				25,860.00					
Total City Cash and Investments						\$ 350,289,221.55					
Cash with Fiscal Agents											
Agency Fund Checking Accounts											
	SACMCTF JPA	Bank of America				33,695.59	0.20%				
	FRC Corp.	Heritage Bank				<u>37,535.54</u>	0.20%				
		Subtotal				71,231.13					
Lease Financing Trust Accounts											
2012A Certificates of Participation - MUFG Union Bank											
	6711981501	Lease Payment Fund				133,733.11	2.27%				
2017A Lease Revenue Bonds - MUFG Union Bank											
	6712196601	Revenue Fund				889,531.61	2.27%				
	6712196605	Project Fund				209,719.51	2.27%				
2017B Lease Revenue Bonds - Bank of New York											
	657938	Bond Fund				282.74	2.36%				
	657939	Interest Account				-	0.00%				
		Subtotal				1,233,266.97					
Community Facilities District Accounts											
2015 CFD 1 Special Tax Bonds - Bank of New York											
	515408	Reserve Fund				5,142,118.36	2.19%				
	515409	Bonds Fund				52.07	0.00%				
	515437	Special Tax Fund				1,842.01	0.00%				
	515439	Improvements Fund				26,298.31	2.19%				
	515454	Escrow Fund				<u>2.00</u>	0.00%				
		Subtotal				5,170,312.75					
Pollution Remediation Escrow											
Centerville USD Pollution Remediation Escrow - Heritage Bank											
	1894716230	Escrow Account				<u>1,797,776.34</u>	0.05%				
		Subtotal				1,797,776.34					
Total Cash with Fiscal Agents						\$ 8,272,587.19					
Grand Total						\$ 358,561,808.74					