



Finance Department

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January 15, 2021

Treasurer's Cash and Investment Report as of September 30, 2020

This report has been prepared in accordance with the City's Statement of Investment Policy, effective July 1, 2020.

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:

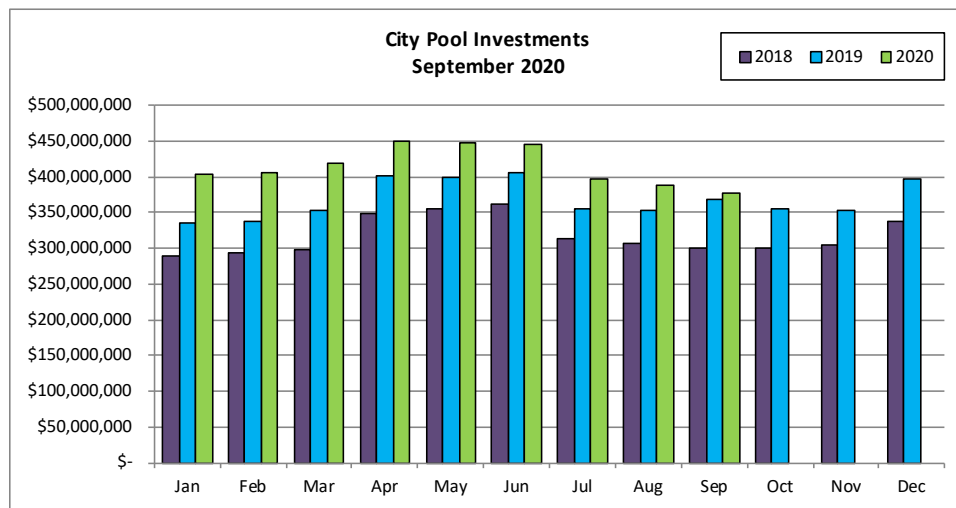
- **Safety** of principal;
- **Liquidity** sufficient to meet the City's payment obligations; and
- **Yield** consistent with a market rate of return.

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 summarize the City’s current cash and investment holdings by investment category and show how those holdings have changed over the last month and last year.

	<u>Current Month</u> <u>09/30/2020</u>	<u>Prior Month</u> <u>08/31/2020</u>	<u>Prior Year</u> <u>9/30/2019</u>	<u>Change from</u> <u>Prior Month</u> <u>08/20 to 09/20</u>	<u>Change from</u> <u>Prior Year</u> <u>09/19 to 09/20</u>
City Pool Investments					
Investment in Securities at Cost	\$ 185,358,373	\$ 184,437,887	\$ 178,143,333	\$ 920,485	\$ 7,215,040
Money Market - Morgan Stanley	443,790	928,574	2,470,011	(484,784)	(2,026,221)
Money Market - BlackRock	-	-	16,319,157	-	(16,319,157)
LAIF	75,000,000	75,000,000	65,000,000	-	10,000,000
CAMP	110,350,648	120,325,172	103,861,300	(9,974,524)	6,489,348
Fair Value Adjustment	6,956,408	7,456,426	2,764,732	(500,019)	4,191,676
Total City Pool Investments	378,109,219	388,148,060	368,558,533	(10,038,842)	9,550,685
City Checking Accounts	7,780,568	5,798,923	16,273,570	1,981,645	(8,493,002)
Petty Cash	32,300	32,300	32,300	-	-
Total Cash and Pool Investments	385,922,087	393,979,283	384,864,403	(8,057,197)	1,057,684
Cash with Fiscal Agents	32,266,383	28,461,310	26,449,959	3,805,073	5,816,425
Total City Cash and Investments	<u>\$ 418,188,470</u>	<u>\$ 422,440,593</u>	<u>\$ 411,314,362</u>	<u>\$ (4,252,123)</u>	<u>\$ 6,874,108</u>



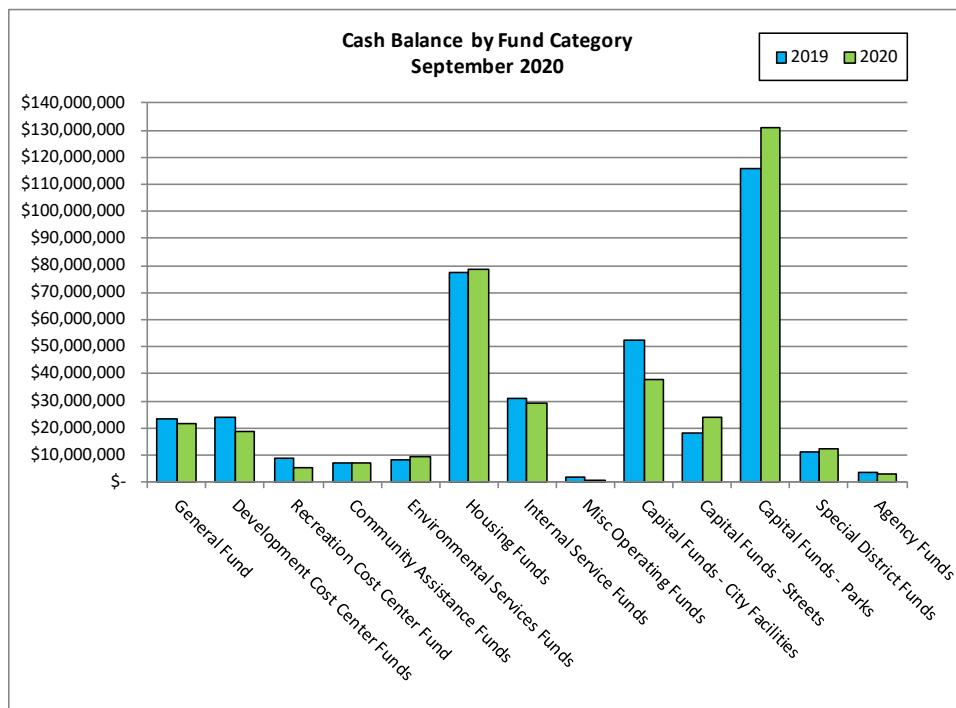
The change in value of the City’s cash and pool investments from the previous month is composed of: cash receipts from taxes, fees, grants, and loans; disbursements for payroll and benefits, vendor and contractor payments, debt service payments, and community grants and loans; and the change in the fair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

August 2020 Cash and Pool Investments	\$393,979,283
Cash Receipts	22,855,901
Cash Disbursements	(30,413,079)
Change in Fair Value Adjustment	(500,019)
September 2020 Cash and Pool Investments	\$385,922,087

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>09/30/2020</u>	<u>Prior Month</u> <u>08/31/2020</u>	<u>Prior Year</u> <u>9/30/2019</u>	<u>Change from</u> <u>Prior Month</u> <u>08/20 to 09/20</u>	<u>Change from</u> <u>Prior Year</u> <u>09/19 to 09/20</u>
Cash and Pool Investments by Fund Category					
General Fund	\$ 21,508,200	\$ 31,441,220	\$ 23,400,560	\$ (9,933,020)	\$ (1,892,360)
Development Cost Center Funds	18,924,013	18,113,441	24,077,597	810,571	(5,153,584)
Recreation Cost Center Fund	5,231,983	5,877,756	8,594,813	(645,772)	(3,362,830)
Community Assistance Funds	7,236,521	7,871,788	7,039,595	(635,267)	196,926
Environmental Services Funds	9,570,981	9,497,281	8,148,514	73,701	1,422,467
Housing Funds	78,785,354	77,617,037	77,407,633	1,168,318	1,377,721
Internal Service Funds	28,927,519	28,676,092	30,607,094	251,426	(1,679,576)
Misc Operating Funds	763,720	151,250	2,024,692	612,470	(1,260,973)
Capital Funds - City Facilities	37,748,076	38,913,190	52,298,440	(1,165,114)	(14,550,364)
Capital Funds - Streets	24,136,583	24,821,526	18,292,695	(684,942)	5,843,889
Capital Funds - Parks	130,918,556	128,336,659	115,651,388	2,581,898	15,267,168
Special District Funds	11,991,807	11,993,438	11,265,918	(1,631)	725,889
Agency Funds	3,222,365	3,212,181	3,290,730	10,184	(68,365)
Subtotal	378,965,679	386,522,857	382,099,671	(7,557,178)	(3,133,992)
Fair Value Adjustment	6,956,408	7,456,426	2,764,732	(500,019)	4,191,676
Total Cash and Pool Investments	<u>385,922,087</u>	<u>393,979,283</u>	<u>384,864,403</u>	<u>(8,057,197)</u>	<u>1,057,684</u>
Cash with Fiscal Agents					
Agency Fund Checking Accounts	153,110	153,068	83,271	42	69,839
Lease Financing Trust Accounts	6,965,006	137	984,651	6,964,870	5,980,355
Community Facilities District Accounts	23,562,164	26,722,048	23,931,880	(3,159,884)	(369,716)
Pollution Remediation Escrow	1,107,793	1,107,747	1,450,156	45	(342,363)
Construction Retention Escrows	478,310	478,310	-	-	478,310
Total Cash with Fiscal Agents	<u>32,266,383</u>	<u>28,461,310</u>	<u>26,449,959</u>	<u>3,805,073</u>	<u>5,816,425</u>
Total City Cash and Investments	<u>\$ 418,188,470</u>	<u>\$ 422,440,593</u>	<u>\$ 411,314,362</u>	<u>\$ (4,252,123)</u>	<u>\$ 6,874,108</u>



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.

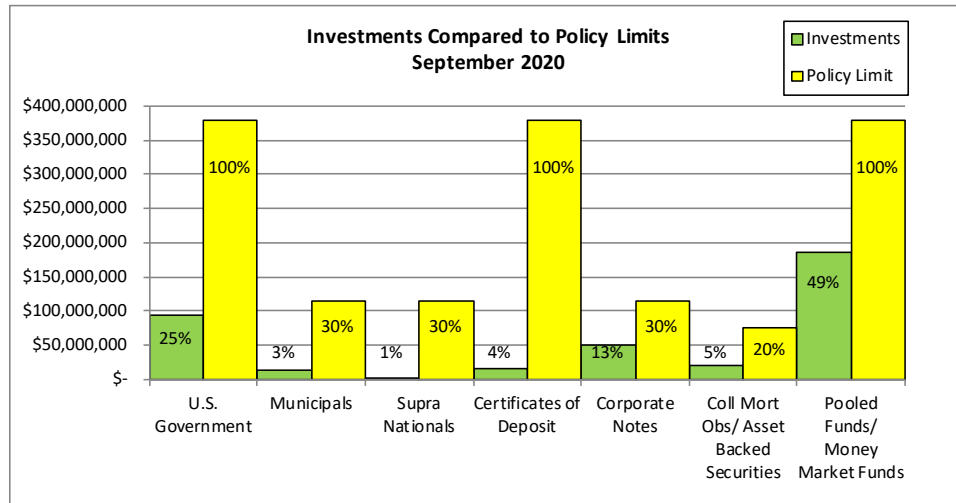
Investment Activity

A summary of current month investment activity is provided in the table below. Investment activity is reported on a trade-date basis, but investment holdings are reported on a settlement-date basis for the purpose of reconciling with the cash balances reported in the City's financial management system.

Date	Redemption			Purchases			Average Rate	Average Maturity (days)
	Securities	Pools/ Money Market Funds	Total	Securities	Pools/ Money Market Funds	Total		
09/03/20	\$ (1,002,130)	\$ -	\$ (1,002,130)	\$ -	\$ -	\$ -	-	-
09/04/20	(849,439)	-	(849,439)	1,850,777	-	1,850,777	0.25%	1,099
09/05/20	(880,035)	-	(880,035)	-	-	-	-	-
09/10/20	-	(10,000,000)	(10,000,000)	-	-	-	-	-
09/15/20	(465,004)	-	(465,004)	211,485	-	211,485	1.26%	1,749
09/16/20	-	-	-	1,085,000	-	1,085,000	1.26%	1,749
09/22/20	(899,045)	-	(899,045)	965,200	-	965,200	1.75%	1,606
09/23/20	-	-	-	481,270	-	481,270	3.88%	1,813
09/24/20	-	-	-	474,955	-	474,955	0.45%	1,056
09/25/20	-	-	-	534,945	-	534,945	0.43%	1,112
09/26/20	-	-	-	814,880	-	814,880	0.37%	1,480
09/27/20	-	-	-	481,296	-	481,296	3.55%	1,730
09/28/20	(458,045)	-	(458,045)	635,461	-	635,461	3.15%	1,705
09/29/20	(1,017,578)	-	(1,017,578)	542,773	-	542,773	3.88%	1,780
09/30/20	(1,586,279)	(484,784)	(2,071,064)	-	25,476	25,476	0.27%	40
Total 09/20	\$ (7,157,555)	\$ (10,484,784)	\$ (17,642,339)	\$ 8,078,040	\$ 25,476	\$ 8,103,516	1.51%	1,470

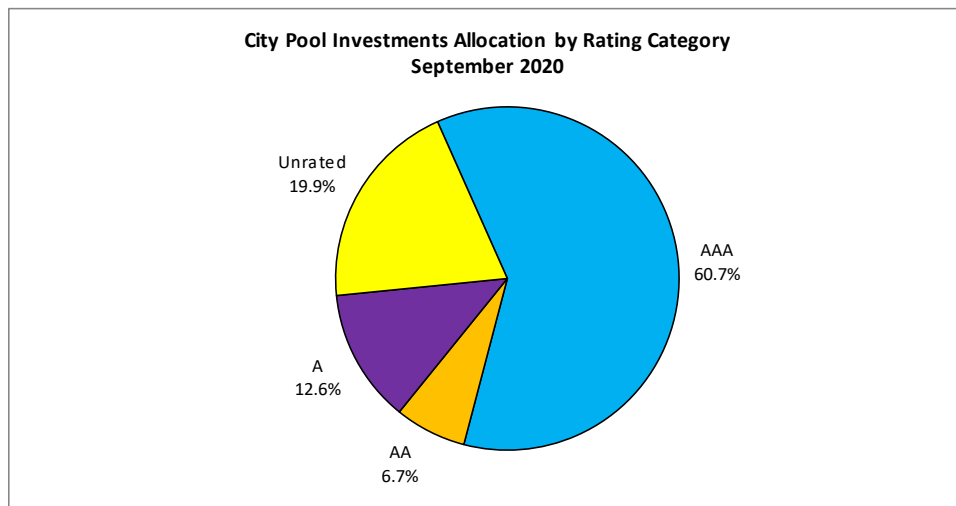
Safety: Allowable Investments and Portfolio Composition

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 creditworthiness 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.



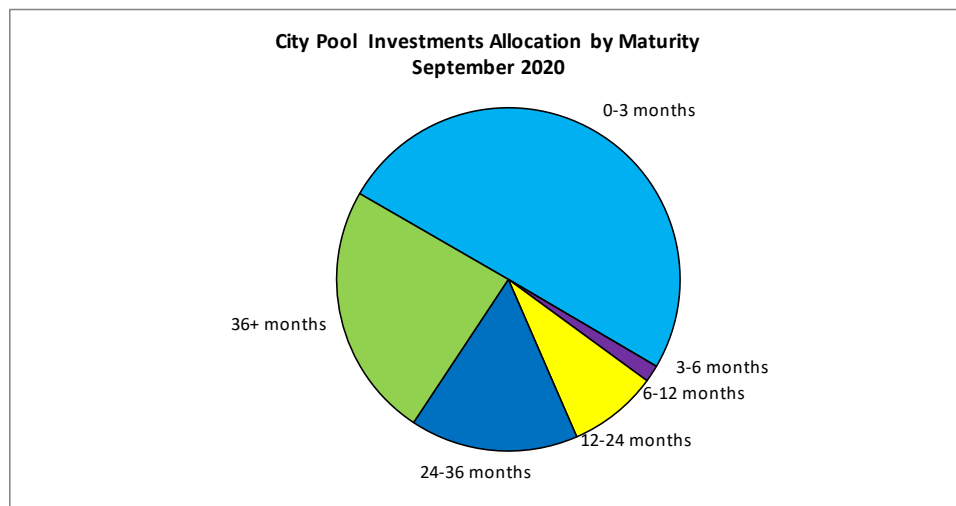
To assist the City in purchasing appropriate investment instruments, monitoring the credit quality of City investments, and achieving a market rate of return, the City has engaged PFM Asset Management LLC (“PFM”) to manage a portion of the investment portfolio. As discussed in more detail elsewhere, 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

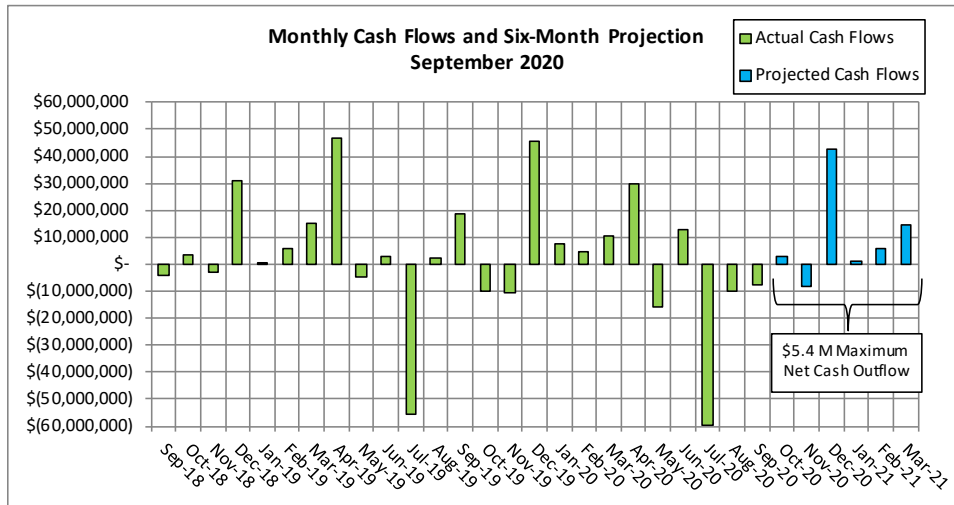
The Investment Policy specifies that “the City’s investment portfolio shall remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.” Accordingly, the City has divided its investment portfolio into a portfolio of highly-liquid and short-term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

City Pool Investments	Current Month 09/30/2020
Core Portfolio	\$ 185,802,163
Liquidity Portfolio	185,350,648
Fair Value Adjustment	6,956,408
Total City Pool Investments	\$ 378,109,219

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 typically generated from the Core Portfolio’s longer-term investments.

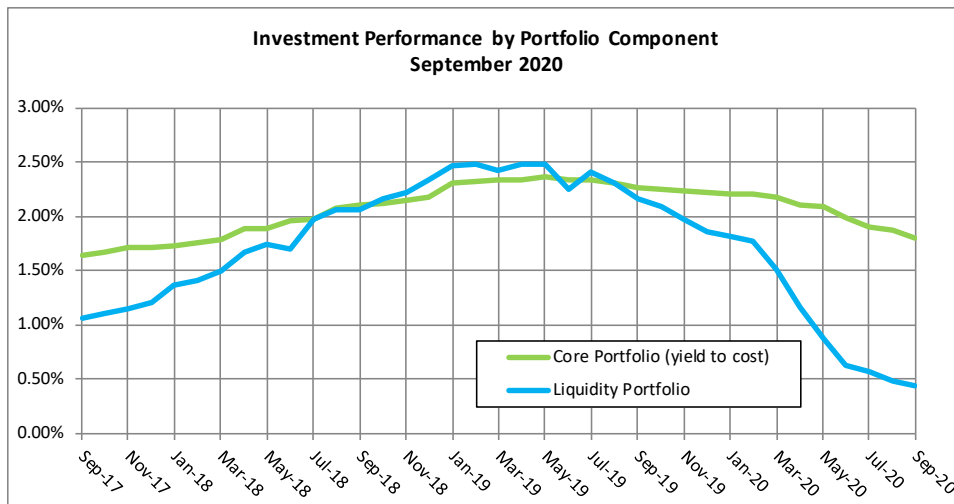


Annually, City staff and PFM review and analyze historical monthly cash flow data. In months when revenue (primarily property tax) exceeds expenditures, cash balances increase, and in months when expenditures exceed revenue, cash balances decrease. In a typical fiscal year, the maximum cumulative net 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 \$60 million) plus an additional balance equivalent to the contingency reserve requirements of the various operating funds (another \$60 million). The remaining portion of the investment portfolio constitutes the Core Portfolio.

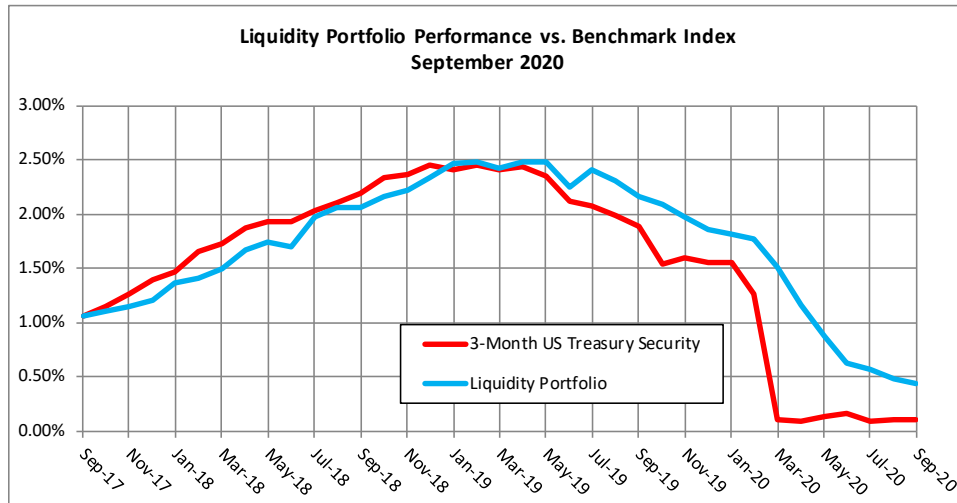


Yield: Portfolio Performance

The performance objective specified in the City’s Investment Policy is to obtain a market rate of return, considering 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.

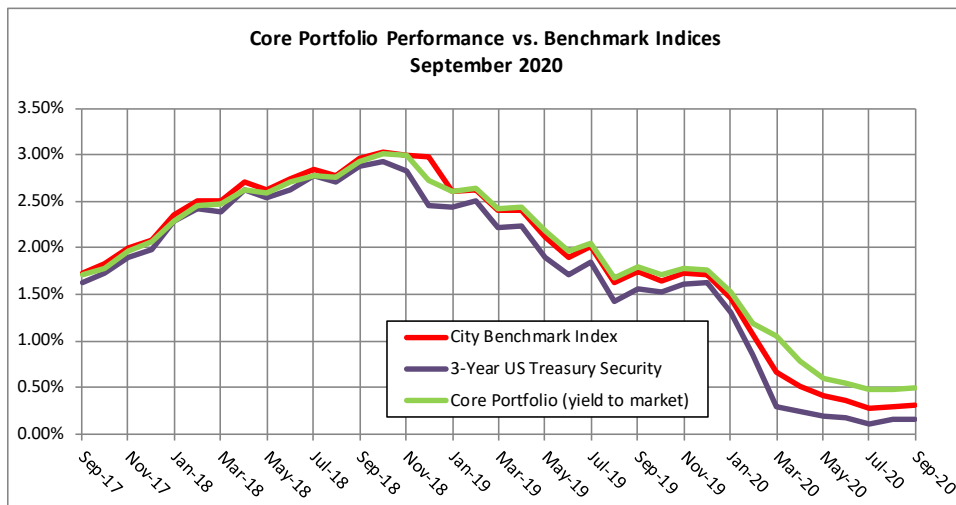


The Liquidity Portfolio is invested in LAIF, CAMP, and a money market account, with an additional amount held in the City’s checking account. LAIF, CAMP, and the money market account are pooled funds, meaning that many investors have combined their cash holdings for investment purposes. Because pool 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.

	<u>Current Month</u> <u>09/30/2020</u>	<u>Prior Month</u> <u>08/31/2020</u>	<u>Prior Year</u> <u>9/30/2019</u>	<u>Change from</u> <u>Prior Month</u> <u>08/20 to 09/20</u>	<u>Change from</u> <u>Prior Year</u> <u>09/19 to 09/20</u>
Investment Yield					
Liquidity Portfolio	0.44%	0.49%	2.16%	-0.05%	-1.72%
U.S. Treasury - 3 Month	0.10%	0.11%	1.88%	-0.01%	-1.78%
Core Portfolio (yield at market)	0.50%	0.48%	1.79%	0.02%	-1.29%
U.S. Treasury - 3 Year	0.16%	0.15%	1.56%	0.01%	-1.40%
Core Portfolio (yield at cost)	1.81%	1.87%	2.26%	-0.06%	-0.45%
Average Maturity of Investments (in days)					
Liquidity Portfolio	92	87	94	5	(2)
Core Portfolio	1,067	1,053	1,016	14	51
Current Month Earnings					
Governmental Funds	\$ 466,046	\$ 385,069	\$ 777,056	\$ 80,977	\$ (311,010)
Agency Funds	16,112	15,613	25,252	499	(9,140)
Total Current Month Earnings	<u>\$ 482,158</u>	<u>\$ 400,682</u>	<u>\$ 802,307</u>	<u>\$ 81,476</u>	<u>\$ (320,149)</u>
Fiscal Year to Date Earnings					
Governmental Funds	\$ 1,407,741	\$ 941,694	\$ 1,876,483	\$ 466,046	\$ (468,742)
Agency Funds	54,186	38,074	70,560	16,112	(16,375)
Total Year to Date Earnings	<u>\$ 1,461,927</u>	<u>\$ 979,768</u>	<u>\$ 1,947,043</u>	<u>\$ 482,158</u>	<u>\$ (485,117)</u>

Certifications and Attachments

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, as well as the Quarterly Debt Report.

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 - September 30, 2020

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	912828G87	United States Treasury	395,000.00	2.13%	12/31/21	401,943.36	1.72%	404,751.56	2,121.25	AA+	Aaa
Core	912828V72	United States Treasury	700,000.00	1.88%	01/31/22	699,699.22	1.88%	716,187.50	2,211.28	AA+	Aaa
Core	912828ZR4	United States Treasury	3,700,000.00	0.13%	05/31/22	3,696,097.66	0.18%	3,699,422.06	1,554.30	AA+	Aaa
Core	9128287C8	United States Treasury	4,000,000.00	1.75%	07/15/22	3,992,812.50	1.81%	4,115,000.00	14,836.96	AA+	Aaa
Core	912828L24	United States Treasury	750,000.00	1.88%	08/31/22	743,085.93	2.08%	774,843.75	1,204.25	AA+	Aaa
Core	912828W9	United States Treasury	2,000,000.00	1.88%	09/30/22	1,967,656.25	2.24%	2,069,375.00	103.02	AA+	Aaa
Core	9128283C2	United States Treasury	2,625,000.00	2.00%	10/31/22	2,562,451.17	2.56%	2,726,308.73	21,970.11	AA+	Aaa
Core	912828TY6	United States Treasury	700,000.00	1.63%	11/15/22	696,855.47	1.76%	721,875.00	4,296.54	AA+	Aaa
Core	912828M80	United States Treasury	4,100,000.00	2.00%	11/30/22	3,960,824.22	2.84%	4,264,640.42	27,557.38	AA+	Aaa
Core	912828N30	United States Treasury	2,315,000.00	2.13%	12/31/22	2,253,779.10	2.78%	2,417,728.13	12,432.12	AA+	Aaa
Core	912828P38	United States Treasury	3,000,000.00	1.75%	01/31/23	2,868,867.19	2.76%	3,112,031.40	8,845.11	AA+	Aaa
Core	912828P79	United States Treasury	815,000.00	1.50%	02/28/23	770,907.22	2.75%	841,614.80	1,046.89	AA+	Aaa
Core	9128284D9	United States Treasury	1,450,000.00	2.50%	03/31/23	1,418,167.97	3.04%	1,535,187.50	99.59	AA+	Aaa
Core	912828Q29	United States Treasury	2,300,000.00	1.50%	03/31/23	2,294,250.00	1.58%	2,377,265.74	94.78	AA+	Aaa
Core	9128284L1	United States Treasury	2,605,000.00	2.75%	04/30/23	2,630,439.45	2.51%	2,779,209.38	29,978.74	AA+	Aaa
Core	912828VB3	United States Treasury	2,300,000.00	1.75%	05/15/23	2,264,871.09	2.15%	2,396,312.50	15,203.13	AA+	Aaa
Core	912828VB3	United States Treasury	925,000.00	1.75%	05/15/23	883,736.33	2.83%	963,734.38	6,114.30	AA+	Aaa
Core	912828S92	United States Treasury	2,000,000.00	1.25%	07/31/23	1,981,015.63	1.51%	2,061,875.00	4,211.96	AA+	Aaa
Core	912828T91	United States Treasury	2,250,000.00	1.63%	10/31/23	2,156,572.27	2.56%	2,350,898.55	15,300.61	AA+	Aaa
Core	912828T91	United States Treasury	710,000.00	1.63%	10/31/23	681,461.33	2.52%	741,839.10	4,828.19	AA+	Aaa
Core	912828WE6	United States Treasury	3,000,000.00	2.75%	11/15/23	3,149,179.69	1.50%	3,240,937.50	31,161.68	AA+	Aaa
Core	912828V23	United States Treasury	500,000.00	2.25%	12/31/23	492,851.56	2.56%	533,593.75	2,843.07	AA+	Aaa
Core	912828W48	United States Treasury	2,000,000.00	2.13%	02/29/24	1,981,406.25	2.33%	2,132,500.00	3,639.50	AA+	Aaa
Core	9128286G0	United States Treasury	680,000.00	2.38%	02/29/24	674,235.94	2.56%	730,787.50	1,383.01	AA+	Aaa
Core	912828WJ5	United States Treasury	1,530,000.00	2.50%	05/15/24	1,573,150.78	1.90%	1,657,181.25	14,447.69	AA+	Aaa
Core	912828WJ5	United States Treasury	940,000.00	2.50%	05/15/24	976,131.25	1.62%	1,018,137.50	8,876.36	AA+	Aaa
Core	912828YM6	United States Treasury	1,800,000.00	1.50%	10/31/24	1,783,968.75	1.69%	1,893,375.00	11,298.91	AA+	Aaa
Core	912828G38	United States Treasury	860,000.00	2.25%	11/15/24	882,709.38	1.69%	931,218.75	7,308.83	AA+	Aaa
Core	912828Z52	United States Treasury	2,500,000.00	1.38%	01/31/25	2,500,195.31	1.37%	2,622,265.50	5,791.44	AA+	Aaa
Core	912828ZC7	United States Treasury	2,500,000.00	1.13%	02/28/25	2,535,839.84	0.83%	2,597,265.50	2,408.49	AA+	Aaa
		Subtotal	55,950,000.00			55,475,162.11		58,427,362.75	263,169.49		
Federal Agency Securities											
Core	3135G0N82	FNMA	415,000.00	1.25%	08/17/21	413,580.29	1.32%	419,075.72	634.03	AA+	Aaa
Core	3135G0N82	FNMA	1,335,000.00	1.25%	08/17/21	1,329,593.25	1.33%	1,348,111.03	2,039.58	AA+	Aaa
Core	3137EAQ8	FHLMC	3,845,000.00	0.38%	04/20/23	3,835,387.50	0.46%	3,860,476.13	6,448.39	AA+	Aaa
Core	3135G0S64	FNMA	3,725,000.00	0.25%	07/10/23	3,716,991.25	0.32%	3,727,387.73	2,095.31	AA+	Aaa
Core	3137EAQ8	FHLMC	1,850,000.00	0.25%	09/08/23	1,850,777.00	0.24%	1,850,714.10	346.88	AA+	Aaa
Core	3135G0V34	FNMA	2,405,000.00	2.50%	02/05/24	2,396,053.40	2.58%	2,582,034.46	9,352.78	AA+	Aaa
Core	3135G0V34	FNMA	3,400,000.00	2.50%	02/05/24	3,379,090.00	2.63%	3,650,277.40	13,222.22	AA+	Aaa
Core	3130AFW94	FHLB	2,650,000.00	2.50%	02/13/24	2,640,619.00	2.58%	2,846,359.70	8,833.33	AA+	Aaa
Core	3135G0X24	FNMA	3,280,000.00	1.63%	01/07/25	3,269,536.80	1.69%	3,457,182.32	12,436.67	AA+	Aaa
Core	3130AJHU6	FHLB	2,905,000.00	0.50%	04/14/25	2,890,591.20	0.60%	2,918,261.33	6,657.29	AA+	Aaa
Core	3135G03U5	FNMA	3,330,000.00	0.63%	04/22/25	3,323,140.20	0.67%	3,364,059.24	9,076.56	AA+	Aaa
Core	3135G04Z3	FNMA	1,200,000.00	0.50%	06/17/25	3,991,720.00	0.54%	4,013,348.00	5,666.67	AA+	Aaa
Core	3137EAEU9	FHLMC	4,100,000.00	0.38%	07/21/25	1,114,422.40	0.48%	1,117,159.68	793.33	AA+	Aaa
		Subtotal	34,260,000.00			34,151,502.29		35,154,446.84	77,603.04		
Municipal Bonds											
Core	73358W4V3	NY & NJ Port Authority	535,000.00	1.09%	07/01/23	535,000.00	1.09%	542,998.25	1,339.55	A+	Aa3
Core	157411TJ8	Chaffey Ca Jt Union Hs Dist	590,000.00	2.00%	08/01/23	590,000.00	2.00%	612,691.40	1,967.65	AA-	Aa1
Core	797272QN4	San Diego Ca Cmnty Clg Dist	355,000.00	2.00%	08/01/23	355,000.00	2.00%	370,367.95	1,180.97	AAA	Aaa
Core	874857KJ3	Tamalpais Ca Union High Sch Dist	800,000.00	1.97%	08/01/23	800,000.00	1.97%	835,728.00	2,628.00	NR	Aaa
Core	798135H51	San Jose Ca	1,670,000.00	2.30%	09/01/23	1,681,072.10	2.13%	1,778,833.90	3,200.83	AA+	Aa1
Core	040654XU4	Arizona St Transprt Brd Highw	1,505,000.00	1.96%	07/01/24	1,505,000.00	1.96%	1,566,539.45	7,366.98	AA+	Aa1
Core	20772KJW0	State Of Connecticut	330,000.00	2.00%	07/01/24	330,000.00	2.00%	342,342.00	2,014.65	A	A1
Core	977123X60	Wisconsin Department of Transportation	1,035,000.00	0.62%	07/01/24	1,035,000.00	0.62%	1,044,149.40	1,094.34	AA+	NR
Core	574193TQ1	Maryland St	770,000.00	0.51%	08/01/24	769,784.40	0.52%	769,969.20	610.87	AAA	Aaa
Core	874857KK0	Tamalpais Ca Union High Sch Dist	665,000.00	2.02%	08/01/24	665,000.00	2.02%	704,215.05	2,239.94	NR	Aaa
Core	797272QP9	San Diego Ca Cmnty Clg Dist	175,000.00	2.05%	08/01/24	175,000.00	2.05%	184,971.50	596.75	AAA	Aaa
Core	605581MZ7	Mississippi State	650,000.00	0.57%	11/01/24	650,000.00	0.57%	650,526.50	561.08	AA	Aa2
Core	13063DUY2	California St	400,000.00	5.00%	03/01/25	474,640.00	1.05%	482,880.00	1,666.67	AA-	Aa2
Core	91412HFM0	University Of California	405,000.00	0.93%	05/15/25	405,000.00	0.93%	409,523.85	787.22	AA	Aa2
Core	341271AD6	Florida St Hurrican Cat Fund	1,085,000.00	1.26%	07/01/25	1,085,000.00	1.26%	1,101,459.45	568.72	AA	Aa3
Core	341271AD6	Florida St Hurrican Cat Fund	210,000.00	1.26%	07/01/25	211,484.70	1.11%	213,185.70	110.08	AA	Aa3
Core	977123X78	Wisconsin Department of Transportation	980,000.00	0.77%	07/01/25	980,000.00	0.77%	991,240.60	1,285.27	AA+	NR
		Subtotal	12,160,000.00			12,246,981.20		12,601,622.20	29,219.57		
Supranational Obligations											
Core	4581X0DM7	Inter-American Development Bank	1,990,000.00	0.50%	05/24/23	1,989,323.40	0.51%	2,001,693.24	3,510.14	AAA	Aaa
		Subtotal	1,990,000.00			1,989,323.40		2,001,693.24	3,510.14		
Corporate Notes											
Core	61746BEA0	Morgan Stanley	850,000.00	2.50%	04/21/21	855,440.00	2.36%	859,568.45	9,444.44	BBB+	A2
Core	68389XBK0	Oracle Corp	1,045,000.00	1.90%	09/15/21	1,020,432.05	2.44%	1,059,891.25	882.44	A	A3
Core	24422EUQ0	Deere & Company	575,000.00	3.20%	01/10/22	574,448.00	3.23%	596,551.58	4,140.00	A	A2
Core	037833AY6	Apple Inc	1,000,000.00	2.15%	02/09/22	998,660.00	2.18%	1,025,490.00	3,105.56	AA+	Aa1
Core	594918BA1	Microsoft Corp	850,000.00	2.38%	02/12/22	853,927.00	2.27%	872,502.05	2,747.74	AAA	Aaa
Core	0258MOEG0	American Express Co	675,000.00	2.70%	03/03/22	680,805.00	2.50%	695,131.88	1,417.50	A-	A2
Core	05531FAX1	BB&T Corporation	850,000.00	2.75%	04/01/22	866,124.50	2.30%	877,617.35	11,687.50	A-	A3
Core	458140BB5	Intel Corporation	1,000,000.00	2.35%	05/11/22	1,005,870.00	2.22%	1,030,955.00	9,138.89	A+	A1
Core	68389XBB0	Oracle Corp	1,000,000.00	2.50%	05/15/22	1,013,490.00	2.20%	1,030,644.00	9,444.44	A	A3
Core	911312BC9	United Parcel Service Inc	1,000,000.00	2.35%	05/16/22	1,010,920.00	2.12%	1,031,054.00	8,812.50	A-	A2
Core	09247XAJO	Blackrock Inc.	855,000.00	3.38%	06/01/22	853,879.95	3.41%	897,673.91	9,618.75	AA-	Aa3

City of Fremont Treasurer's Report
 Cash and Investment Portfolio - September 30, 2020

Portfolio	CUSIP/ Account	Issuer/Institution	Par Amount	Coupon	Maturity	Original Cost/		Accrued	S&P	Moody's	
						Balance	Yield				Market Value
Core	02665WCY5	American Honda Finance	900,000.00	2.20%	06/27/22	899,172.00	2.23%	926,663.40	5,170.00	A-	A3
Core	459200HG9	IBM Corp	1,750,000.00	1.88%	08/01/22	1,719,550.00	2.25%	1,798,322.75	5,468.75	A	A2
Core	06406RAK3	The Bank Of New York Mellon Corporatio	310,000.00	1.95%	08/23/22	309,900.80	1.96%	319,273.34	638.08	A	A1
Core	89236TEC5	Toyota Motor Corp	1,000,000.00	2.15%	09/08/22	998,820.00	2.18%	1,033,036.00	1,373.61	A+	A1
Core	92826CAC6	Visa Inc	920,000.00	2.80%	12/14/22	898,665.20	3.42%	966,465.52	7,656.44	AA-	Aa3
Core	06051GGE3	Bank Of America Co	1,500,000.00	3.12%	01/20/23	1,486,785.00	3.32%	1,546,489.50	9,241.83	A-	A2
Core	023135AW6	Amazon.Com Inc	1,855,000.00	2.40%	02/22/23	1,836,041.90	2.69%	1,943,539.15	4,823.00	AA-	A2
Core	084670BR8	Berkshire Hathaway Inc	805,000.00	2.75%	03/15/23	787,451.00	3.31%	847,415.45	983.89	AA	Aa2
Core	88579YAX9	3M Company	1,170,000.00	2.25%	03/15/23	1,129,588.20	3.14%	1,221,950.34	1,170.00	A+	A1
Core	713448EY0	Pepsico Inc	440,000.00	0.75%	05/01/23	439,128.80	0.82%	444,444.44	1,375.00	A+	A1
Core	023135BP0	Amazon.Com Inc	760,000.00	0.40%	06/03/23	758,936.00	0.45%	760,972.80	996.44	AA-	A2
Core	69371RQ82	Paccar Financial Corp	290,000.00	0.80%	06/08/23	289,596.90	0.85%	298,758.48	728.22	A+	A1
Core	38141GWM2	Goldman Sachs Group Inc	1,700,000.00	2.91%	07/24/23	1,644,087.00	3.63%	1,761,584.20	9,191.10	BBB+	A3
Core	02665WCQ2	American Honda Finance	860,000.00	3.63%	10/10/23	874,620.00	3.23%	934,912.02	14,808.13	A-	A3
Core	172967HD6	Citigroup Inc	860,000.00	3.88%	10/25/23	908,289.00	2.43%	939,242.12	14,440.83	BBB+	A3
Core	693475AV7	PNC Financial Services Group	865,000.00	3.50%	01/23/24	913,708.15	2.11%	941,457.35	5,718.61	A-	A3
Core	594918BX1	Microsoft Corp	895,000.00	2.88%	02/06/24	948,870.05	1.29%	962,346.96	3,931.16	AAA	Aaa
Core	91324PDM1	Unitedhealth Group Inc	880,000.00	3.50%	02/15/24	925,012.00	2.28%	965,445.36	3,935.56	A+	A3
Core	24422EUX5	Deere & Company	290,000.00	2.60%	03/07/24	289,504.10	2.64%	309,755.38	502.67	A	A2
Core	58933YAU9	Merck & Co Inc	885,000.00	2.90%	03/07/24	885,203.55	2.90%	953,412.27	1,711.00	AA-	A1
Core	904764BG1	Unilever Plc	435,000.00	3.25%	03/07/24	471,122.40	1.01%	473,122.45	942.50	A+	A1
Core	717081ES8	Pfizer Inc	1,005,000.00	2.95%	03/15/24	1,010,256.15	2.84%	1,083,994.01	1,317.67	AA-	A1
Core	57636QA00	Mastercard Inc	870,000.00	3.38%	04/01/24	897,335.40	2.70%	957,338.43	14,681.25	A+	A1
Core	20030NCR0	Comcast Corp	860,000.00	3.70%	04/15/24	951,349.20	0.86%	949,307.56	14,672.56	A-	A3
Core	46625HJX9	JPMorgan Chase & Co	2,000,000.00	3.63%	05/13/24	2,091,620.00	2.61%	2,201,908.00	27,791.67	A-	A2
Core	91159HXX1	US Bancorp	910,000.00	2.40%	07/30/24	909,272.00	2.42%	968,014.32	3,700.67	A+	A1
Core	438516BW5	Honeywell International	720,000.00	2.30%	08/15/24	758,131.20	1.02%	766,681.92	2,116.00	A	A2
Core	69371RQ25	Paccar Financial Corp	455,000.00	2.15%	08/15/24	470,388.10	1.32%	480,781.67	1,249.99	A+	A1
Core	254687FK7	The Walt Disney Corporation	1,720,000.00	1.75%	08/30/24	1,712,982.40	1.84%	1,790,206.96	2,591.94	A-	A2
Core	191216CL2	Coca-Cola Company	930,000.00	1.75%	09/06/24	925,015.20	1.86%	971,982.99	1,130.21	A+	A1
Core	06406RAL1	The Bank Of New York Mellon Corporatio	330,000.00	2.10%	10/24/24	331,452.00	2.00%	349,384.20	3,022.25	A	A1
Core	14913Q3B3	Caterpillar Inc	1,845,000.00	2.15%	11/08/24	1,849,095.90	2.10%	1,958,718.42	15,756.81	A	A3
Core	89236TGT6	Toyota Motor Corp	940,000.00	1.80%	02/13/25	937,997.80	1.84%	980,616.46	2,256.00	A+	A1
Core	66989HAP3	Novartis Ag	920,000.00	1.75%	02/14/25	965,199.60	0.62%	962,855.44	2,101.94	AA-	A1
Core	369550BK3	General Dynamics Corp	855,000.00	3.25%	04/01/25	950,606.10	0.78%	946,567.08	14,356.88	A	A2
Core	037833DT4	Apl Inc	955,000.00	1.13%	05/11/25	956,499.35	1.09%	975,675.75	4,178.13	AA+	Aa1
Core	291011BG8	Emerson Electric Company	575,000.00	3.15%	06/01/25	635,461.25	0.85%	634,048.48	6,037.50	A	A2
Core	438516CB0	Honeywell International	385,000.00	1.35%	06/01/25	392,931.00	0.93%	397,060.13	1,920.19	A	A2
Core	931142ED1	Wal-Mart Stores Inc	425,000.00	3.55%	06/26/25	481,295.50	0.70%	479,712.38	3,981.42	AA	Aa2
Core	110122DC9	Bristol-Myers Squibb Co	475,000.00	3.88%	08/15/25	542,773.00	0.88%	544,873.45	2,351.91	A+	A2
Core	002824BM1	Abbott Laboratories	420,000.00	3.88%	09/15/25	481,269.60	0.87%	479,412.36	723.33	A-	A3
Subtotal			46,665,000.00			47,398,979.30		49,198,919.76	291,184.90		
Negotiable Certificates of Deposit											
Core	87019U6D6	Swedbank AB	3,400,000.00	2.27%	11/16/20	3,400,000.00	2.27%	3,408,367.40	29,156.91	A-1	P-1
Core	22535CDU2	Credit Agricole SA	1,805,000.00	2.83%	04/02/21	1,805,000.00	2.83%	1,828,645.50	25,256.96	A-1	P-1
Core	22549L6F7	Credit Suisse Group	1,465,000.00	0.52%	02/01/22	1,465,000.00	0.52%	1,466,249.65	1,163.86	A+	A1
Core	83369XDL9	Societe Generale	1,870,000.00	1.80%	02/14/22	1,870,000.00	1.80%	1,887,054.40	4,394.50	A	A1
Core	86565CKU2	Sumitomo Mitsui Financial Group Inc	965,000.00	0.70%	07/08/22	965,000.00	0.70%	966,044.13	1,482.35	A	A1
Core	65558TLL7	Nordea Bank Ab	1,885,000.00	1.85%	08/26/22	1,885,000.00	1.84%	1,940,694.21	3,487.25	AA-	Aa3
Core	83050PDR7	Skandinaviska Enskilda Banken Ab	1,865,000.00	1.86%	08/26/22	1,865,000.00	1.85%	1,920,457.64	3,468.90	A+	Aa2
Core	23341VZT1	Dnb Asa	1,395,000.00	2.04%	12/02/22	1,395,000.00	2.03%	1,446,725.21	9,565.05	AA-	Aa2
Subtotal			14,650,000.00			14,650,000.00		14,864,238.14	77,975.78		
Collateralized Mortgage Obligations											
Core	3136B1XP4	FNMA	505,065.51	3.56%	09/01/21	515,111.78	2.93%	508,528.78	1,498.36	AA+	Aaa
Core	3137AWQH1	FHLMC	865,000.00	2.31%	08/01/22	877,772.27	1.78%	886,782.29	1,662.96	AA+	Aaa
Core	3137BM6P6	FHLMC	875,000.00	3.09%	08/01/22	882,451.17	2.88%	901,583.18	2,253.13	AA+	Aaa
Core	3136AEGQ4	FNMA	1,125,641.15	2.28%	12/01/22	1,132,655.02	2.08%	1,163,907.34	2,138.72	AA+	Aaa
Core	3137FKK39	FHLMC	230,366.96	3.20%	07/01/23	230,366.26	3.20%	238,604.88	614.89	AA+	Aaa
Core	3136AJB54	FNMA	988,285.82	3.35%	03/01/24	1,036,310.33	2.14%	1,071,011.65	2,755.67	AA+	Aaa
Core	3137FUZN7	FHLMC	831,107.67	0.53%	01/25/25	831,091.89	0.53%	830,256.56	364.30	AA+	Aaa
Subtotal			5,420,467.11			5,505,758.72		5,600,674.68	11,288.03		
Asset-Backed Securities											
Core	47788BAD6	John Deere Owner Trust	17,155.75	1.82%	10/15/21	17,154.50	1.82%	17,155.94	13.88	NR	Aaa
Core	89237RAD0	Toyota Motor Corp	38,598.66	1.78%	11/15/21	38,595.58	1.78%	38,662.24	30.54	AAA	Aaa
Core	89231AAD3	Toyota Motor Corp	1,626,196.28	3.02%	12/15/22	1,625,906.98	3.02%	1,650,574.91	2,182.72	AAA	Aaa
Core	58772RAD6	Mercedes-Benz Auto Receivables	665,884.29	3.03%	01/15/23	665,858.72	3.03%	675,973.57	896.72	AAA	Aaa
Core	36255JAD6	Gm Financial Securitizd Term	555,395.52	3.02%	05/16/23	555,266.01	3.03%	564,669.13	698.87	AAA	NR
Core	362569AC9	Gm Financial Auto Leasing Trust	475,000.00	0.45%	08/21/23	474,954.50	0.45%	474,592.93	11.88	AAA	Aaa
Core	65480EAD3	Nissan Auto Lease Trust	535,000.00	0.43%	10/16/23	534,944.95	0.43%	534,936.39	12.78	AAA	Aaa
Core	14042WAC4	Capital One Prime Auto Rec Trust	1,050,000.00	2.51%	11/15/23	1,049,787.27	2.51%	1,073,674.35	1,171.33	AAA	Aaa
Core	14041NFU0	Capital One Financial Corp	3,505,000.00	1.72%	08/15/24	3,504,117.44	1.73%	3,601,222.41	2,679.38	AAA	NR
Core	254683CM5	Discover Financial Services	1,340,000.00	1.89%	10/15/24	1,339,712.17	1.89%	1,384,584.21	1,125.60	NR	AA
Core	89237VAB5	Toyota Motor Corp	695,000.00	0.44%	10/15/24	694,946.49	0.44%	696,104.63	135.91	AAA	Aaa
Core	43813KAC6	Honda Auto Receivables	815,000.00	0.37%	10/18/24	814,880.28	0.37%	814,744.50	16.75	AAA	NR
Core	09661RAD3	Bmw Vehicle Owner Trust	400,000.00	0.48%	10/25/24	399,969.80	0.48%	401,020.96	32.00	AAA	NR
Core	44933FAC0	Hyundai Auto Receivables	630,000.00	0.48%	12/16/24	629,882.06	0.48%	630,745.67	134.40	AAA	NR
Core	92290BAA9	Verizon Owner Trust	980,000.00	0.47%	02/20/25	979,794.20	0.47%	980,525.77	127.94	NR	Aaa
Core	14315FAD9	Carmax Auto Owner Trust	615,000.00	0.62%	03/17/25	614,894.59	0.62%	618,044.87	169.47	AAA	NR
Subtotal			13,943,230.50			13,940,665.54		14,157,232.48	9,440.17		

City of Fremont Treasurer's Report

Cash and Investment Portfolio - September 30, 2020

Portfolio	CUSIP/ Account	Issuer/Institution	Par Amount	Coupon	Maturity	Original Cost/ Balance	Yield	Market Value	Accrued Interest	S&P Rating	Moody's Rating
Money Market Funds											
Core	X9USDMOR3	Morgan Stanley	443,790.16	0.02%	Daily	443,790.16	0.02%	443,790.16	-	AAAm	Aaa-mf
Liquidity	TFFXX	BlackRock	-	0.00%	Daily	-	0.00%	-	-	AAAm	Aaa-mf
		Subtotal	443,790.16			443,790.16		443,790.16	-		
Government Investment Pools											
Liquidity	98-01-318	Local Agency Investment Fund	75,000,000.00	0.69%	Daily	75,000,000.00	0.69%	75,308,590.05	-	NR	NR
Liquidity	6037-001	California Asset Management Program	110,350,648.36	0.27%	Daily	110,350,648.36	0.27%	110,350,648.36	-	AAAm	NR
		Subtotal	185,350,648.36			185,350,648.36		185,659,238.41	-		
Total City Investments			\$ 370,833,136.13			\$ 371,152,811.08		\$ 378,109,218.66	\$ 763,391.12		
									Unrecognized Gain/(Loss): \$ 6,956,407.58		
City Investments by Portfolio											
Core Portfolio						\$ 185,802,162.72					
Liquidity Portfolio						185,350,648.36					
Unrecognized Gain/(Loss) - Adjusted for Unsettled Trades						6,956,407.58					
Subtotal						378,109,218.66					
Checking Accounts											
General City		Bank of America				7,780,068.09	0.00%				
Police Bail		Bank of America				500.00	0.00%				
Subtotal						7,780,568.09					
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				6,940.00					
189-61022		Tennis Center				175.00					
189-61047		Boat Rental				375.00					
Subtotal						32,300.00					
Total City Cash and Investments						\$ 385,922,086.75					
Cash with Fiscal Agents											
Agency Fund Checking Accounts											
SACMCTF JPA		Bank of America				33,806.87	0.18%				
FRC Corp.		Heritage Bank				119,302.80	0.20%				
Subtotal						153,109.67					
Lease Financing Trust Accounts											
2017B Lease Revenue Bonds - Bank of New York											
657938		Bond Fund				996,431.25	0.01%				
657939		Interest Account				-					
2019 Lease Revenue Bonds - MUFJ Union Bank											
6712257501		Bond Fund				-	0.00%				
6712257502		Interest Account				1,703,575.00	0.01%				
6712257503		Principal Account				4,265,000.00	0.00%				
Subtotal						6,965,006.25					
Community Facilities District Accounts											
2015 CFD 1 Special Tax Bonds - Bank of New York											
515408		Reserve Fund				5,012,511.41	0.01%				
515409		Bonds Fund				373.74	0.01%				
515437		Special Tax Fund				4.42	0.00%				
2019 CFD 2 Special Tax Bonds - Wilmington Trust											
136496-000		Special Tax Fund				-					
136496-002		Bond Fund				1.30	0.00%				
136496-004		Reserve fund				1,087,467.42	0.01%				
136496-005		Bond Proceeds				17,461,806.07	0.01%				
Subtotal						23,562,164.36					
Pollution Remediation Escrow											
Centerville USD Pollution Remediation Escrow - Heritage Bank											
1894716230		Escrow Account				1,107,792.68	0.05%				
Subtotal						1,107,792.68					
Construction Retention Escrows											
DeSilva Gates Construction Retention Escrow - California Bank of Commerce											
1093392		Escrow Account				139,071.40	0.00%				
Zovich & Sons, Inc. Construction Retention Escrow - Merchants Bank of Commerce											
02-701626		Escrow Account				339,238.70	0.00%				
Subtotal						478,310.10					
Total Cash with Fiscal Agents						\$ 32,266,383.06					
Grand Total						\$ 418,188,469.81					



Finance Department

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January 15, 2021

Quarterly Debt Report as of September 30, 2020

This quarterly narrative summarizes the various forms of debt issued by the City and the Fremont Public Financing Authority. The report also recaps the financing and debt management activities that occurred between June 30, 2020 and September 30, 2020 pertaining to those entities.

Debt Policy Compliance and Recent Financing Activities

All debts were administered in compliance with the City of Fremont Debt Management Policy. All scheduled principal and interest payments were made when due. The City remained in compliance with all of its bond covenants throughout the quarter.

Debt Obligations

The City and the Authority issue the following types of long-term obligations to acquire or improve capital assets:

- ***General Obligation Bonds.*** General obligation (GO) bonds are secured by the City's obligation to annually levy ad valorem taxes on all taxable properties within the City in an amount necessary to pay debt service. Following voter approval in 2002, GO bonds were issued in 2003, 2005, and 2009 to build or improve City public safety facilities. The 2003 GO bonds were refunded with the issuance of the 2012 General Obligation Refunding Bonds, the 2005 GO bonds were refunded with the issuance of the 2013 General Obligation Refunding Bonds, and the 2009 GO bonds were refunded with the issuance of the 2017 General Obligation Refunding Bonds.
- ***General Fund Lease Obligations (Lease Revenue Bonds/Certificates of Participation (COPs)/Lease Financing).*** Lease obligations entitle investors to receive payments from an underlying financing lease between the City and the Fremont Public Financing Authority or another corporate entity. The Authority uses the lease revenue received from the City to pay principal and interest on the lease obligations.

The City has two outstanding series of lease revenue bonds: the 2019 Lease Revenue Bonds and the 2017B Lease Revenue Bonds. These bonds were issued to finance or refinance the acquisition or construction of various capital assets including building improvements and fire equipment. The 2019 Bonds and the 2017B Bonds bear interest at fixed rates. The lease payments and associated financing costs are payable from the General Fund, although a portion of the lease payments associated with the 2019 Bonds are paid from rental revenue of tenants at the Fremont Family Resource Center.

- ***General Fund Loans.*** The City received a \$1 million interest-free loan from PG&E in October 2017 to offset a portion of the cost of converting the City's streetlights to energy-saving LEDs. Staff anticipated this loan from PG&E when it completed the 2016 Energy Efficiency Financing, and the PG&E loan proceeds were applied to reduce the 2016 Energy Efficiency Financing principal amount.

- ***Special Assessment and Special Tax Bonds.*** These land-secured debts do not burden the City's general taxing authority; instead, a special assessment or special tax is levied on the county tax roll against each parcel in a local improvement district (LID) or community facilities district (CFD). Payment of the special assessment or special tax is secured by a lien on the property within the LID or CFD.

Special tax bonds to finance the acquisition of public improvements within CFD No. 1 (Pacific Commons) were issued in 2001 and 2005, and subsequently refinanced with the issuance of the City of Fremont CFD No. 1 (Pacific Commons) Special Tax Bonds, Series 2015. The Series 2015 Bonds also financed the reimbursement of additional public improvements. A facilities special tax is levied annually on each parcel within CFD No. 1 to pay debt service on the Series 2015 Bonds.

The City of Fremont CFD No. 2 (Warm Springs Public Facilities) Special Tax Bonds, Series 2019, were issued in 2019 to finance the acquisition of public improvements within CFD No. 2. A special tax is levied annually on each parcel within CFD No. 2 to pay debt service on the Series 2019 Bonds.

The City may also issue short-term financing instruments to meet cash-flow needs or provide interim financing prior to issuance of long-term obligations:

- ***Tax and Revenue Anticipation Notes.*** Tax and Revenue Anticipation Notes (TRANs) are issued to address the intra-year cash flow mismatch between the receipt of property tax revenues (installments paid in March and April) and monthly cash outflows to meet payroll, vendor, and other payment obligations. TRANs are typically issued near the beginning of a fiscal year and repaid during the same fiscal year as property tax and other revenues become available. The City has not issued TRANs since FY 2009/10.

Summary of Debt Balances, Interest Rates and Activities

The following schedule of outstanding debt shows for each debt issue the final maturity, range of interest rates, and changes in amounts outstanding during the quarter.

	Interest Rates	Amounts Outstanding 06/30/2020	Incurred or Issued	Satisfied or Matured and Net Decreases	Amounts Outstanding 09/30/2020
General Obligation Bonds					
2012 Fire Safety Bonds Maturity - 08/01/2032	3.00-3.25%	\$ 5,740,000	\$ -	\$ (365,000)	\$ 5,375,000
2013 Fire Safety Bonds Maturity - 08/01/2034	4.00-4.50%	17,360,000	-	(885,000)	16,475,000
2017 Fire Safety Bonds Maturity - 08/01/2038	3.00-5.00%	11,465,000	-	(400,000)	11,065,000
Total General Obligation Bonds		34,565,000	-	(1,650,000)	32,915,000
General Fund Lease Obligations					
2017B Lease Revenue Bonds Maturity - 10/01/2038	3.00-5.00%	18,565,000	-	-	18,565,000
2019 Lease Revenue Bonds Maturity - 10/01/2038	4.00-5.00%	73,365,000	-	-	73,365,000
Total General Fund Lease Obligations		91,930,000	-	-	91,930,000
General Fund Loans					
2017 PG&E On-Bill Financing Program Maturity - 06/01/2021	0.00%	272,727	-	(68,182)	204,545
Total City Long-term Debt		\$ 126,767,727	\$ -	\$ (1,718,182)	\$ 125,049,545
Special Tax Bonds					
Community Facilities District No. 1 (Pacific Commons)					
2015 Special Tax Bonds Maturity - 09/01/2045	3.50-5.00%	\$ 77,940,000	\$ -	\$ (715,000)	\$ 77,225,000
Community Facilities District No. 2 (Warm Springs)					
2019 Special Tax Bonds Maturity - 09/01/2049	3.00-5.00%	16,575,000	-	(165,000)	16,410,000
Total Special Tax Bonds		\$ 94,515,000	\$ -	\$ (880,000)	\$ 93,635,000