



Finance Department

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May 29, 2020

Treasurer's Cash and Investment Report as of January 31, 2020

This report has been prepared in accordance with the City's Statement of Investment Policy, effective July 1, 2019.

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:

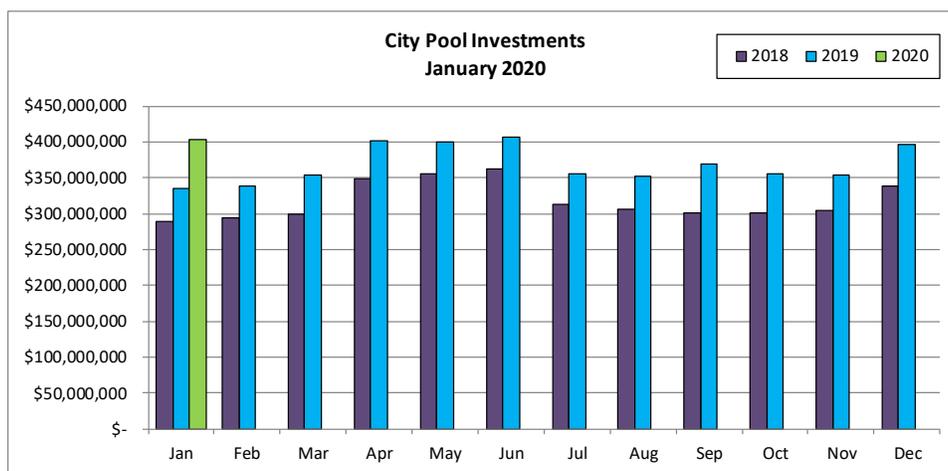
- **Safety** of principal;
- **Liquidity** sufficient to meet the City's payment obligations; and
- **Yield** consistent with a market rate of return.

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>01/31/2020</u>	<u>Prior Month</u> <u>12/31/2019</u>	<u>Prior Year</u> <u>01/31/2019</u>	<u>Change from</u> <u>Prior Month</u> <u>12/19 to 01/20</u>	<u>Change from</u> <u>Prior Year</u> <u>01/19 to 01/20</u>
City Pool Investments					
Investment in Securities at Cost	\$ 180,884,738	\$ 180,959,087	\$ 177,374,570	\$ (74,349)	\$ 3,510,168
Money Market - Morgan Stanley	1,207,227	752,733	485,467	454,494	721,760
Money Market - BlackRock	8,100,639	3,093,770	6,733,591	5,006,869	1,367,049
LAIF	75,000,000	65,000,000	65,000,000	10,000,000	10,000,000
CAMP	134,599,913	144,394,056	87,004,581	(9,794,143)	47,595,331
Fair Value Adjustment	3,714,937	2,515,914	(1,061,811)	1,199,022	4,776,748
Total City Pool Investments	403,507,454	396,715,561	335,536,398	6,791,893	67,971,057
City Checking Accounts	14,539,482	12,384,403	14,726,964	2,155,078	(187,482)
Petty Cash	32,300	32,300	25,860	-	6,440
Total Cash and Pool Investments	418,079,236	409,132,264	350,289,222	8,946,972	67,790,014
Cash with Fiscal Agents	25,900,236	25,752,486	8,272,587	147,750	17,627,649
Total City Cash and Investments	\$ 443,979,472	\$ 434,884,750	\$ 358,561,809	\$ 9,094,722	\$ 85,417,663

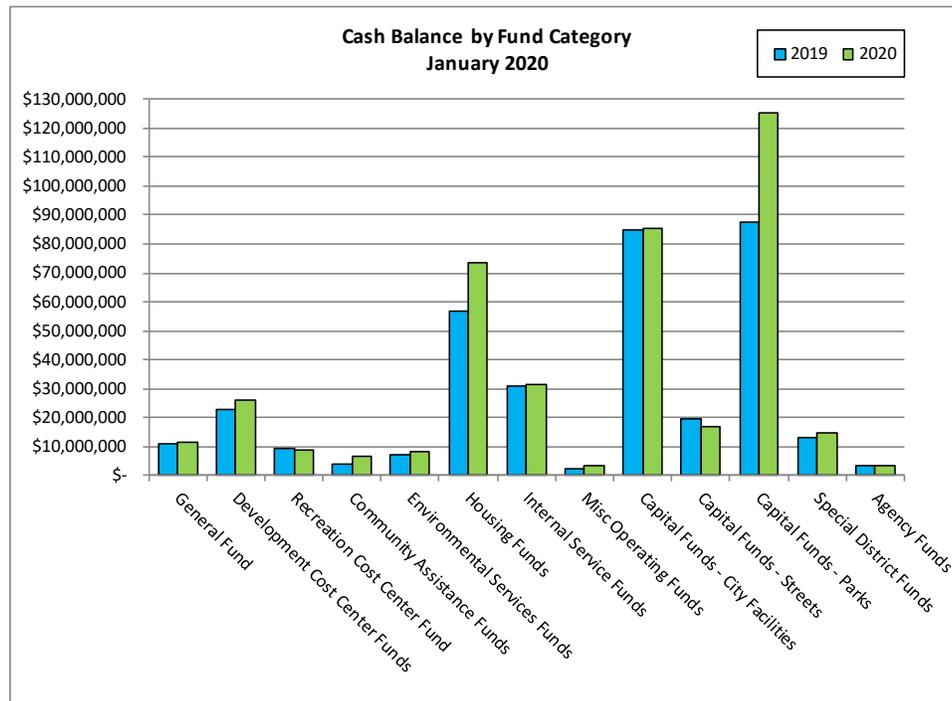


The change in value of the City’s cash and pool investments from the previous month is composed of: cash receipts from taxes, fees, grants, and loans; disbursements for payroll and benefits, vendor and contractor payments, debt service payments, and community grants and loans; and the change in the fair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

December 2019 Cash and Pool Investments	\$409,132,264
Cash Receipts	33,019,605
Cash Disbursements	(25,271,656)
Change in Fair Value Adjustment	1,199,022
January 2020 Cash and Pool Investments	\$418,079,236

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>01/31/2020</u>	<u>Prior Month</u> <u>12/31/2019</u>	<u>Prior Year</u> <u>01/31/2019</u>	<u>Change from</u> <u>Prior Month</u> <u>12/19 to 01/20</u>	<u>Change from</u> <u>Prior Year</u> <u>01/19 to 01/20</u>
Cash and Pool Investments by Fund Category					
General Fund	\$ 11,540,047	\$ 13,191,863	\$ 10,921,495	\$ (1,651,817)	\$ 618,551
Development Cost Center Funds	25,927,987	26,025,610	22,477,542	(97,623)	3,450,445
Recreation Cost Center Fund	8,943,504	7,974,027	9,425,042	969,477	(481,538)
Community Assistance Funds	6,744,147	6,878,056	3,858,049	(133,909)	2,886,098
Environmental Services Funds	8,221,649	8,578,482	6,898,722	(356,833)	1,322,927
Housing Funds	73,530,919	72,092,815	56,683,529	1,438,104	16,847,390
Internal Service Funds	31,227,732	30,368,370	30,587,713	859,362	640,019
Misc Operating Funds	3,070,534	3,742,502	2,011,819	(671,968)	1,058,715
Capital Funds - City Facilities	85,574,982	84,897,847	84,975,274	677,135	599,709
Capital Funds - Streets	16,587,259	17,405,037	19,380,962	(817,778)	(2,793,703)
Capital Funds - Parks	125,256,115	117,699,815	87,445,962	7,556,300	37,810,153
Special District Funds	14,399,341	14,384,279	13,201,506	15,062	1,197,835
Agency Funds	3,340,083	3,377,647	3,483,417	(37,564)	(143,334)
Subtotal	414,364,299	406,616,350	351,351,033	7,747,949	63,013,266
Fair Value Adjustment	3,714,937	2,515,914	(1,061,811)	1,199,022	4,776,748
Total Cash and Pool Investments	418,079,236	409,132,264	350,289,222	8,946,972	67,790,014
Cash with Fiscal Agents					
Agency Fund Checking Accounts	155,935	143,889	71,231	12,045	84,704
Lease Financing Trust Accounts	15,577	15,559	1,233,267	18	(1,217,690)
Community Facilities District Accounts	24,027,369	23,999,821	5,170,313	27,548	18,857,056
Pollution Remediation Escrow	1,450,400	1,450,338	1,797,776	61	(347,377)
Construction Retention Escrows	250,956	142,879		108,077	250,956
Total Cash with Fiscal Agents	25,900,236	25,752,486	8,272,587	147,750	17,627,649
Total City Cash and Investments	\$ 443,979,472	\$ 434,884,750	\$ 358,561,809	\$ 9,094,722	\$ 85,417,663



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.

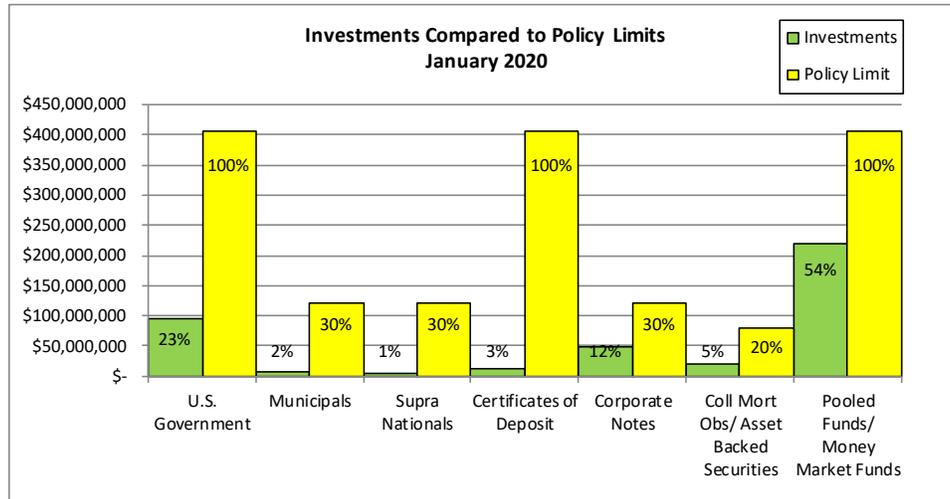
Investment Activity

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		
01/06/20	\$ (1,999,580)	\$ -	\$ (1,999,580)	\$ 2,056,719	\$ -	\$ 2,056,719	2.25%	1,821
01/07/20	-	-	-	-	10,000,000	10,000,000	1.97%	215
01/10/20	(1,545,193)	-	(1,545,193)	3,269,537	-	3,269,537	1.63%	1,824
01/11/20	(2,056,719)	-	(2,056,719)	-	-	-	-	-
01/13/20	(1,698,572)	-	(1,698,572)	1,849,096	-	1,849,096	2.15%	1,761
01/15/20	(281,089)	-	(281,089)	-	-	-	-	-
01/28/20	-	-	-	331,452	-	331,452	2.10%	1,731
01/29/20	-	-	-	-	5,006,869	5,006,869	0.84%	45
01/30/20	-	-	-	-	454,494	454,494	1.49%	23
01/31/20	-	(10,000,000)	(10,000,000)	-	205,857	205,857	1.78%	47
Total 01/20	\$ (7,581,153)	\$ (10,000,000)	\$ (17,581,153)	\$ 7,506,803	\$ 15,667,220	\$ 23,174,024	1.71%	688

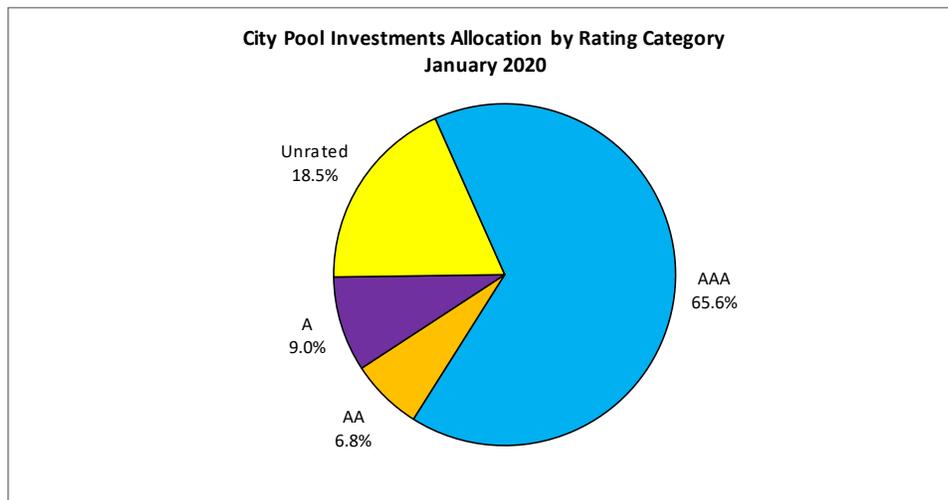
Safety: Allowable Investments and Portfolio Composition

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.



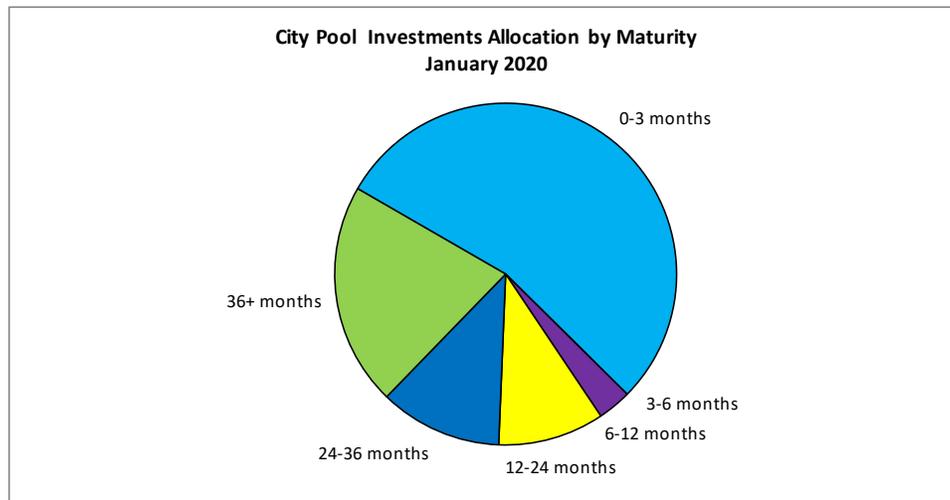
To assist the City in purchasing appropriate investment instruments, monitoring the credit quality of City investments, and achieving a market rate of return, the City has engaged PFM Asset Management LLC (“PFM”) to manage a portion of the investment portfolio. As discussed in more detail elsewhere,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

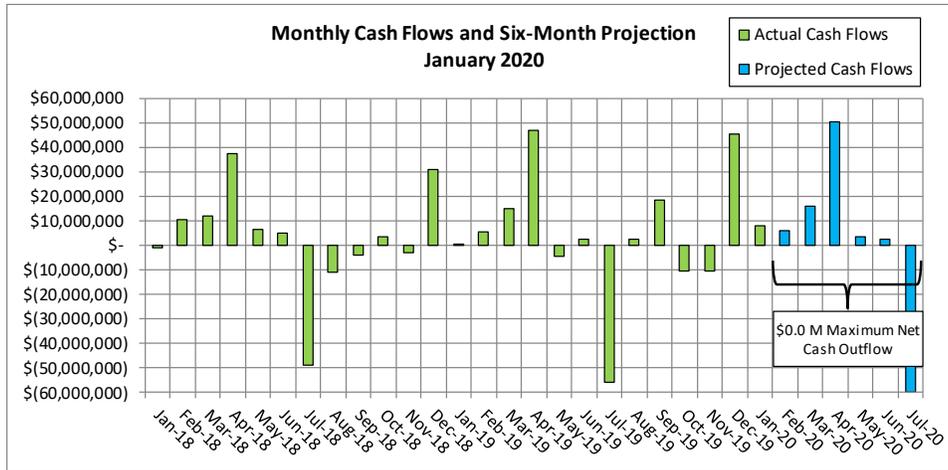
The Investment Policy specifies that “the City’s investment portfolio shall remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.” Accordingly, the City has divided its investment portfolio into a portfolio of highly-liquid and short-term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

<u>City Pool Investments</u>	<u>Current Month 01/31/2020</u>
Core Portfolio	\$ 183,596,965
Unsettled Trades	(1,505,000)
Liquidity Portfolio	217,700,552
Fair Value Adjustment	3,714,937
Total City Pool Investments	\$ 403,507,454

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.

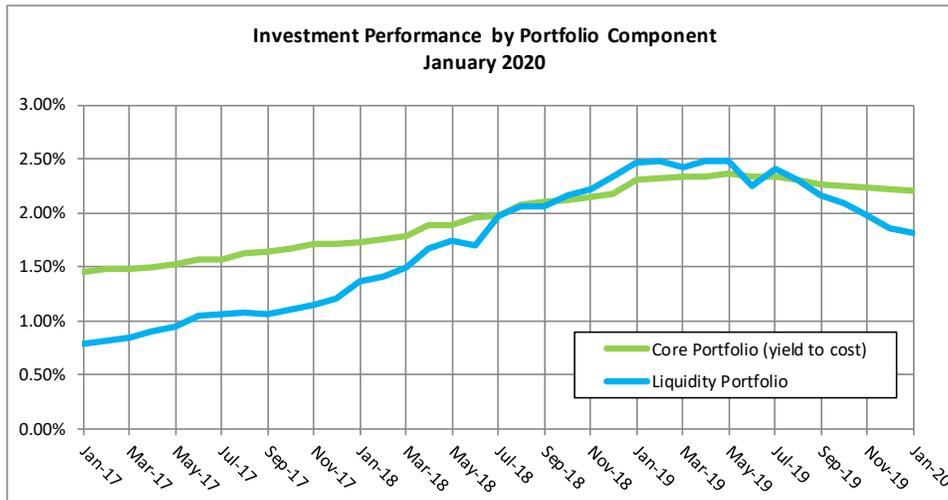


Annually, City staff and PFM review and analyze historical monthly cash flow data. In months when revenue (primarily property tax) exceeds expenditures, cash balances increase, and in months when expenditures exceed revenue, cash balances decrease. In a typical fiscal year, the maximum cumulative net 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.

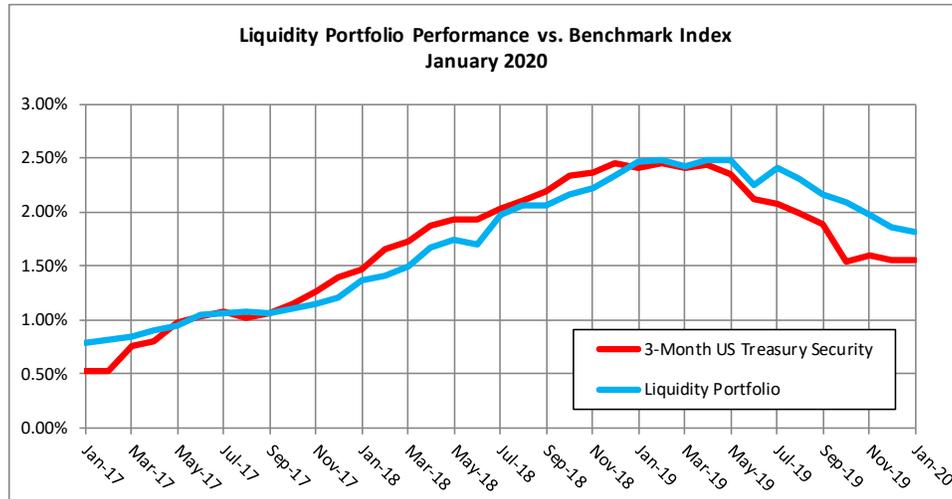


Yield: Portfolio Performance

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.

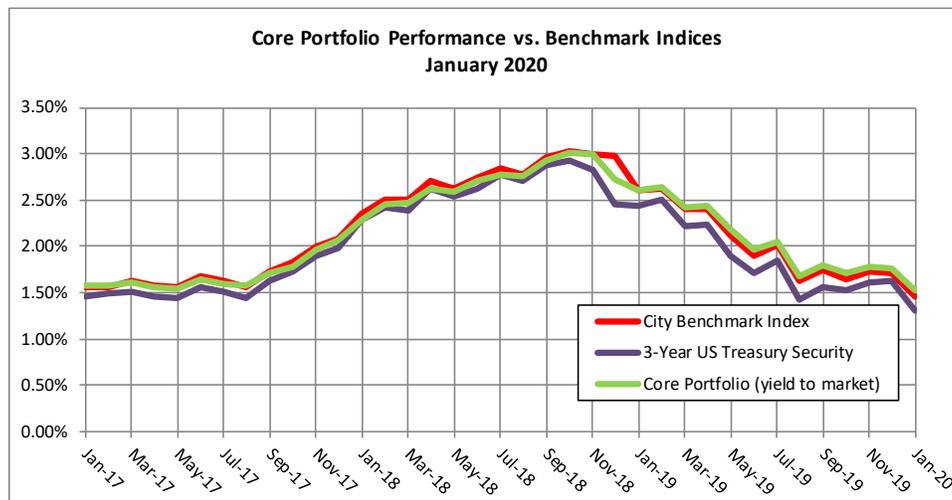


The Liquidity Portfolio is invested in LAIF, CAMP, and a money market account, with an additional amount held in the City’s checking account. LAIF, CAMP, and the money market account are pooled funds, meaning that many investors have combined their cash holdings for investment purposes. Because pool 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>01/31/2020</u>	<u>Prior Month</u> <u>12/31/2019</u>	<u>Prior Year</u> <u>01/31/2019</u>	<u>Change from</u> <u>Prior Month</u> <u>12/19 to 01/20</u>	<u>Change from</u> <u>Prior Year</u> <u>01/19 to 01/20</u>
Investment Yield					
Liquidity Portfolio	1.81%	1.86%	2.47%	-0.05%	-0.66%
U.S. Treasury - 3 Month	1.55%	1.55%	2.41%	0.00%	-0.86%
Core Portfolio (yield at market)	1.52%	1.76%	2.60%	-0.24%	-1.08%
U.S. Treasury - 3 Year	1.30%	1.62%	2.43%	-0.32%	-1.13%
Core Portfolio (yield at cost)	2.21%	2.22%	2.30%	-0.01%	-0.09%
Average Maturity of Investments (in days)					
Liquidity Portfolio	105	102	100	3	5
Core Portfolio	1,024	1,018	1,030	6	(6)
Current Month Earnings					
Governmental Funds	\$ 914,375	\$ 580,526	\$ 475,424	\$ 333,850	\$ 438,951
Agency Funds	34,060	20,926	15,857	13,134	18,202
Total Current Month Earnings	<u>\$ 948,435</u>	<u>\$ 601,451</u>	<u>\$ 491,282</u>	<u>\$ 346,984</u>	<u>\$ 457,153</u>
Fiscal Year to Date Earnings					
Governmental Funds	\$ 4,751,351	\$ 3,836,975	\$ 2,742,945	\$ 914,375	\$ 2,008,406
Agency Funds	171,243	137,184	95,468	34,060	75,775
Total Year to Date Earnings	<u>\$ 4,922,594</u>	<u>\$ 3,974,159</u>	<u>\$ 2,838,413</u>	<u>\$ 948,435</u>	<u>\$ 2,084,181</u>

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, 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	9128287F1	UNITED STATES TREASURY	500,000.00	1.75%	07/31/21	500,527.34	1.69%	502,500.00	24.04	AA+	Aaa
Core	912828D72	UNITED STATES TREASURY	5,450,000.00	2.00%	08/31/21	5,466,179.69	1.93%	5,501,945.04	46,115.38	AA+	Aaa
Core	912828D72	UNITED STATES TREASURY	1,400,000.00	2.00%	08/31/21	1,452,554.69	1.21%	1,413,343.68	11,846.15	AA+	Aaa
Core	912828T67	UNITED STATES TREASURY	655,000.00	1.25%	10/31/21	630,181.64	2.11%	653,669.56	2,091.86	AA+	Aaa
Core	912828F96	UNITED STATES TREASURY	3,400,000.00	2.00%	10/31/21	3,448,476.56	1.64%	3,436,656.08	17,373.63	AA+	Aaa
Core	9128285L0	UNITED STATES TREASURY	1,670,000.00	2.88%	11/15/21	1,711,554.30	1.68%	1,714,098.35	10,288.39	AA+	Aaa
Core	912828U65	UNITED STATES TREASURY	755,000.00	1.75%	11/30/21	752,758.59	1.82%	760,308.56	2,274.28	AA+	Aaa
Core	912828G87	UNITED STATES TREASURY	5,395,000.00	2.13%	12/31/21	5,489,833.99	1.72%	5,473,395.82	10,078.57	AA+	Aaa
Core	912828V72	UNITED STATES TREASURY	700,000.00	1.88%	01/31/22	699,699.22	1.88%	707,218.75	36.06	AA+	Aaa
Core	9128287C8	UNITED STATES TREASURY	4,000,000.00	1.75%	07/15/22	3,992,812.50	1.81%	4,041,250.00	3,269.23	AA+	Aaa
Core	912828L24	UNITED STATES TREASURY	1,500,000.00	1.88%	08/31/22	1,486,171.87	2.08%	1,521,328.20	11,899.04	AA+	Aaa
Core	9128282W9	UNITED STATES TREASURY	2,000,000.00	1.88%	09/30/22	1,967,656.25	2.24%	2,029,687.60	12,704.92	AA+	Aaa
Core	9128283C2	UNITED STATES TREASURY	4,250,000.00	2.00%	10/31/22	4,148,730.47	2.56%	4,329,023.65	21,717.03	AA+	Aaa
Core	912828TY6	UNITED STATES TREASURY	4,400,000.00	1.63%	11/15/22	4,380,234.38	1.76%	4,437,125.00	15,321.43	AA+	Aaa
Core	912828M80	UNITED STATES TREASURY	4,100,000.00	2.00%	11/30/22	3,960,824.22	2.84%	4,178,156.25	14,114.75	AA+	Aaa
Core	912828N30	UNITED STATES TREASURY	2,315,000.00	2.13%	12/31/22	2,253,779.10	2.78%	2,368,895.98	4,324.73	AA+	Aaa
Core	912828P38	UNITED STATES TREASURY	3,000,000.00	1.75%	01/31/23	2,868,867.19	2.76%	3,038,906.40	144.23	AA+	Aaa
Core	912828P79	UNITED STATES TREASURY	815,000.00	1.50%	02/28/23	770,907.22	2.75%	819,839.06	5,172.12	AA+	Aaa
Core	9128284D9	UNITED STATES TREASURY	1,450,000.00	2.50%	03/31/23	1,418,167.97	3.04%	1,503,468.75	12,281.42	AA+	Aaa
Core	912828Q29	UNITED STATES TREASURY	2,300,000.00	1.50%	03/31/23	2,294,250.00	1.58%	2,314,175.00	11,688.52	AA+	Aaa
Core	9128284L1	UNITED STATES TREASURY	3,500,000.00	2.75%	04/30/23	3,534,179.69	2.51%	3,659,687.50	24,591.35	AA+	Aaa
Core	912828VB3	UNITED STATES TREASURY	925,000.00	1.75%	05/15/23	883,736.33	2.83%	938,007.81	3,468.75	AA+	Aaa
Core	912828VB3	UNITED STATES TREASURY	2,300,000.00	1.75%	05/15/23	2,264,871.09	2.15%	2,332,343.75	8,625.00	AA+	Aaa
Core	912828S92	UNITED STATES TREASURY	2,000,000.00	1.25%	07/31/23	1,981,015.63	1.51%	1,996,562.40	68.68	AA+	Aaa
Core	912828T91	UNITED STATES TREASURY	710,000.00	1.63%	10/31/23	681,461.33	2.52%	718,209.38	2,947.77	AA+	Aaa
Core	912828T91	UNITED STATES TREASURY	2,250,000.00	1.63%	10/31/23	2,156,572.27	2.56%	2,276,015.63	9,341.52	AA+	Aaa
Core	912828WE6	UNITED STATES TREASURY	3,000,000.00	2.75%	11/15/23	3,149,179.69	1.50%	3,158,906.40	17,678.57	AA+	Aaa
Core	912828V23	UNITED STATES TREASURY	500,000.00	2.25%	12/31/23	492,851.56	2.56%	517,890.60	989.01	AA+	Aaa
Core	912828G60	UNITED STATES TREASURY	680,000.00	2.38%	02/29/24	674,235.94	2.56%	708,475.00	6,832.69	AA+	Aaa
Core	912828W48	UNITED STATES TREASURY	2,000,000.00	2.13%	02/29/24	1,981,406.25	2.33%	2,064,062.40	17,980.77	AA+	Aaa
Core	912828WJ5	UNITED STATES TREASURY	1,530,000.00	2.50%	05/15/24	1,573,150.78	1.90%	1,604,826.49	8,196.43	AA+	Aaa
Core	912828WJ5	UNITED STATES TREASURY	940,000.00	2.50%	05/15/24	976,131.25	1.62%	985,971.83	5,035.71	AA+	Aaa
Core	912828YM6	UNITED STATES TREASURY	1,800,000.00	1.50%	10/31/24	1,783,968.75	1.69%	1,814,625.00	6,898.35	AA+	Aaa
Core	912828G38	UNITED STATES TREASURY	1,800,000.00	2.25%	11/15/24	1,847,531.25	1.69%	1,877,062.50	8,678.57	AA+	Aaa
		Subtotal	73,990,000.00			73,674,459.00		75,397,838.42	334,098.95		
Federal Agency Securities											
Core	3130A8QS5	FEDERAL HOME LOAN BANKS	4,225,000.00	1.13%	07/14/21	4,199,307.78	1.25%	4,209,177.38	2,244.53	AA+	Aaa
Core	3130A8QS5	FEDERAL HOME LOAN BANKS	1,450,000.00	1.13%	07/14/21	1,446,926.00	1.17%	1,444,569.75	770.31	AA+	Aaa
Core	3135G0N82	FANNIE MAE	415,000.00	1.25%	08/17/21	413,580.29	1.32%	414,135.97	2,363.19	AA+	Aaa
Core	3135G0N82	FANNIE MAE	1,335,000.00	1.25%	08/17/21	1,329,593.25	1.33%	1,332,220.53	7,602.08	AA+	Aaa
Core	3135G0V34	FANNIE MAE	2,405,000.00	2.50%	02/05/24	2,396,053.40	2.58%	2,510,586.72	29,394.44	AA+	Aaa
Core	3135G0V34	FANNIE MAE	3,400,000.00	2.50%	02/05/24	3,379,090.00	2.63%	3,549,270.20	41,555.56	AA+	Aaa
Core	3130AFW94	FEDERAL HOME LOAN BANKS	2,650,000.00	2.50%	02/13/24	2,640,619.00	2.58%	2,766,968.35	30,916.67	AA+	Aaa
Core	3135G0X24	FANNIE MAE	3,280,000.00	1.63%	01/07/25	3,269,536.80	1.69%	3,312,727.84	3,109.17	AA+	Aaa
		Subtotal	19,160,000.00			19,074,706.52		19,539,656.74	117,955.95		
Municipal Bonds											
Core	13063DGA0	CALIFORNIA ST	880,000.00	2.80%	04/01/21	880,035.20	2.80%	891,343.20	8,213.33	AA-	Aa2
Core	157411TJ8	CHAFFEY CA JT UNION HIGH SCH D	590,000.00	2.00%	08/01/23	590,000.00	2.00%	598,826.40	1,836.47	AA-	Aa1
Core	797272QN4	SAN DIEGO CA CMNTY CLG DIST	355,000.00	2.00%	08/01/23	355,000.00	2.00%	360,687.10	2,066.69	AAA	Aaa
Core	874857KJ3	TAMALPAIS CA UNION HIGH SCH DI	800,000.00	1.97%	08/01/23	800,000.00	1.97%	811,704.00	4,905.60	NR	Aaa
Core	798135H51	SAN JOSE CA	1,670,000.00	2.30%	09/01/23	1,681,072.10	2.13%	1,707,691.90	16,004.17	AA+	Aa1
Core	040654XU4	ARIZONA ST TRANSPRTN BRD HIGHW	1,505,000.00	1.96%	07/01/24	1,505,000.00	1.96%	1,529,260.60	-	AA+	Aa1
Core	797272QP9	SAN DIEGO CA CMNTY CLG DIST	175,000.00	2.05%	08/01/24	175,000.00	2.05%	178,468.50	1,044.31	AAA	Aaa
Core	874857KK0	TAMALPAIS CA UNION HIGH SCH DI	665,000.00	2.02%	08/01/24	665,000.00	2.02%	677,495.35	4,181.22	NR	Aaa
		Subtotal	6,640,000.00			6,651,107.30		6,755,477.05	38,251.79		
Supranational Obligations											
Core	4590SUP32	INTL BANK OF RECONSTRUCTION AND DE	3,000,000.00	1.56%	09/12/20	2,992,800.00	1.64%	2,998,110.00	18,081.58	AAA	Aaa
Core	4581X0DB1	INTER-AMERICAN DEVELOPMENT BANK	1,425,000.00	2.63%	04/19/21	1,421,865.00	2.70%	1,444,129.20	10,598.44	AAA	Aaa
		Subtotal	4,425,000.00			4,414,665.00		4,442,239.20	28,680.02		
Corporate Notes											
Core	931142EA7	WAL-MART STORES INC	3,210,000.00	1.90%	12/15/20	3,205,345.50	1.95%	3,219,187.02	7,793.17	AA	Aa2
Core	44932HAB9	IBM CORP	1,500,000.00	1.80%	01/20/21	1,496,895.00	1.86%	1,501,929.00	825.00	A	A2
Core	882508AY0	TEXAS INSTRUMENTS INC	320,000.00	2.75%	03/12/21	327,292.80	2.13%	324,245.44	3,397.78	A+	A1
Core	61746BEA0	MORGAN STANLEY	850,000.00	2.50%	04/21/21	855,440.00	2.36%	858,521.25	5,902.78	BBB+	A3
Core	06406FAB9	MELLON BANK	1,000,000.00	2.05%	05/03/21	1,002,130.00	2.00%	1,004,941.00	5,011.11	A	A1
Core	0258MOEB1	AMERICAN EXPRESS CREDIT CORP	850,000.00	2.25%	05/05/21	854,649.50	2.13%	855,111.05	4,568.75	A-	A2
Core	05531FAV5	BRANCH BANKING & TRUST	850,000.00	2.05%	05/10/21	849,439.00	2.06%	853,225.75	3,920.63	A-	A3
Core	857477AV5	STATE STREET CORPORATION	460,000.00	1.95%	05/19/21	458,045.00	2.04%	461,741.10	1,794.00	A	A1
Core	68389XBK0	ORACLE CORP	1,045,000.00	1.90%	09/15/21	1,020,432.05	2.44%	1,049,022.21	7,500.78	A+	A1
Core	713448DL9	PEPSICO, INC	925,000.00	1.70%	10/06/21	899,044.50	2.34%	928,421.58	5,023.26	A+	A1
Core	24422EUQ0	JOHN DEERE CAPITAL CORP	575,000.00	3.20%	01/10/22	574,448.00	3.23%	592,205.73	1,073.33	A	A2
Core	20030NBV2	COMCAST CORP	850,000.00	1.63%	01/15/22	809,939.50	2.65%	809,476.00	613.89	A-	A3
Core	91159HHP8	US BANK NA CINCINNATI	1,000,000.00	2.63%	01/24/22	1,003,430.00	2.55%	1,013,781.00	510.42	A+	A1
Core	037833AY6	APPLE INC	1,000,000.00	2.15%	02/09/22	998,660.00	2.18%	1,011,997.00	10,272.22	AA+	Aa1
Core	594918BA1	MICROSOFT CORP	850,000.00	2.38%	02/12/22	853,927.00	2.27%	864,463.60	9,476.91	AAA	Aaa
Core	0258MOEG0	AMERICAN EXPRESS CREDIT	675,000.00	2.70%	03/03/22	680,805.00	2.50%	688,651.20	7,492.50	A-	A2
Core	05531FAX1	BRANCH BANKING & TRUST	850,000.00	2.75%	04/01/22	866,124.50	2.30%	867,311.95	7,791.67	A-	A3
Core	458140BB5	INTEL CORP	1,000,000.00	2.35%	05/11/22	1,005,870.00	2.22%	1,017,476.00	5,222.22	A+	A1
Core	68389XBK0	ORACLE CORP	1,000,000.00	2.50%	05/15/22	1,013,490.00	2.20%	1,018,138.00	5,277.78	A+	A1
Core	911312BC9	UNITED PARCEL SERVICE	1,000,000.00	2.35%	05/16/22	1,010,920.00	2.12%	1,015,490.00	4,895.83	A	A2

City of Fremont Treasurer's Report
Cash and Investment Portfolio - January 31, 2020

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 INC	855,000.00	3.38%	06/01/22	853,879.95	3.41%	890,038.76	4,809.38	AA-	Aa3
Core	02665WCY5	AMERICAN HONDA FINANCE	900,000.00	2.20%	06/27/22	899,172.00	2.23%	910,144.80	1,870.00	A	A2
Core	459200HG9	IBM CORP	1,750,000.00	1.88%	08/01/22	1,719,550.00	2.25%	1,759,807.00	16,406.25	A	A2
Core	06406RAK3	BANK OF NY MELLON CORP	310,000.00	1.95%	08/23/22	309,900.80	1.96%	312,282.53	2,653.08	A	A1
Core	89236TEC5	TOYOTA MOTOR CREDIT CORP	1,000,000.00	2.15%	09/08/22	998,820.00	2.18%	1,012,306.00	8,540.28	AA-	Aa3
Core	92826CAC6	VISA INC	920,000.00	2.80%	12/14/22	898,665.20	3.42%	950,040.76	3,363.11	AA-	Aa3
Core	06051GGE3	BANK OF AMERICA CORP	1,500,000.00	3.12%	01/20/23	1,486,785.00	3.32%	1,531,933.50	1,431.83	A-	A2
Core	023135AW6	AMAZON.COM INC	1,855,000.00	2.40%	02/22/23	1,836,041.90	2.69%	1,899,861.32	19,663.00	AA-	A3
Core	084670BR8	BERKSHIRE HATHAWAY INC	805,000.00	2.75%	03/15/23	787,451.00	3.31%	832,556.76	8,363.06	AA	Aa2
Core	88579YAX9	3M COMPANY	1,170,000.00	2.25%	03/15/23	1,129,588.20	3.14%	1,190,606.04	9,945.00	AA-	A1
Core	38141GWM2	GOLDMAN SACHS GROUP INC	1,700,000.00	2.91%	07/24/23	1,644,087.00	3.63%	1,736,050.20	960.26	BBB+	A3
Core	02665WCQ2	AMERICAN HONDA FINANCE	860,000.00	3.63%	10/10/23	874,620.00	3.23%	918,209.10	9,612.29	A	A2
Core	172967HD6	CITIGROUP INC	860,000.00	3.88%	10/25/23	908,289.00	2.43%	921,089.24	8,886.67	BBB+	A3
Core	693475AV7	PNC BANK NA	865,000.00	3.50%	01/23/24	913,708.15	2.11%	919,982.86	672.78	A-	A3
Core	91324PDM1	UNITEDHEALTH GROUP INC	880,000.00	3.50%	02/15/24	925,012.00	2.28%	938,517.36	14,202.22	A+	A3
Core	24422EUX5	JOHN DEERE CAPITAL CORP	290,000.00	2.60%	03/07/24	289,504.10	2.64%	299,374.25	3,016.00	A	A2
Core	58933YAU9	MERCK & CO INC	885,000.00	2.90%	03/07/24	885,203.55	2.90%	930,736.80	10,266.00	AA	A1
Core	717081ES8	PFIZER INC	1,005,000.00	2.95%	03/15/24	1,010,256.15	2.84%	1,057,224.83	11,200.17	AA-	A1
Core	57636QAB0	MASTERCARD INC	870,000.00	3.38%	04/01/24	897,335.40	2.70%	934,065.93	9,787.50	A+	A1
Core	46625HJ9	JP MORGAN CHASE & CO	2,000,000.00	3.63%	05/13/24	2,091,620.00	2.61%	2,144,844.00	15,708.33	A-	A2
Core	91159HHX1	US BANK NA CINCINNATI	910,000.00	2.40%	07/30/24	909,272.00	2.42%	931,617.05	60.67	A+	A1
Core	254687FK7	WALT DISNEY COMPANY/THE	1,720,000.00	1.75%	08/30/24	1,712,982.40	1.84%	1,726,267.68	12,123.61	A	A2
Core	191216CL2	COCA-COLA CO	930,000.00	1.75%	09/06/24	925,015.20	1.86%	938,168.19	6,555.21	A+	A1
Core	06406RAL1	BANK OF NY MELLON CORP	330,000.00	2.10%	10/24/24	331,452.00	2.00%	333,742.53	1,867.25	A	A1
Core	14913Q3B3	CATERPILLAR FINANCIAL SERVICES CORP	1,845,000.00	2.15%	11/08/24	1,849,095.90	2.10%	1,872,276.48	9,145.56	A	A3
		Subtotal	46,825,000.00			46,873,634.25		47,888,079.85	289,473.54		
Negotiable Certificates of Deposit											
Core	86565BPC9	SUMITOMO MITSUI BANK NY	1,745,000.00	3.39%	10/16/20	1,742,626.80	3.46%	1,766,466.99	17,746.65	A-1	P-1
Core	87019U6D6	SWEDBANK NY	3,400,000.00	2.27%	11/16/20	3,400,000.00	2.30%	3,411,005.80	16,079.17	A-1+	P-1
Core	22535CDU2	CREDIT AGRICOLE CIB NY	1,805,000.00	2.83%	04/02/21	1,805,000.00	2.85%	1,828,593.16	42,993.60	A+	Aa3
Core	65558TLL7	NORDEA BANK AB NEW YORK	1,885,000.00	1.85%	08/26/22	1,885,000.00	1.87%	1,884,315.75	15,111.42	AA-	Aa3
Core	83050PDR7	SKANDINAVISKA ENSKILDA BANKEN AB	1,865,000.00	1.86%	08/26/22	1,865,000.00	1.88%	1,864,981.35	14,550.11	A+	Aa2
Core	23341VZT1	DNB BANK ASA/NY	1,395,000.00	2.04%	12/02/22	1,395,000.00	2.04%	1,401,520.23	4,505.85	AA-	Aa2
		Subtotal	12,095,000.00			12,092,626.80		12,156,883.28	110,986.80		
Collateralized Mortgage Obligations											
Core	3136B1XP4	FANNIEMAE-ACES	742,856.74	3.56%	09/25/21	757,632.92	2.27%	750,474.77	2,203.81	AA+	Aaa
Core	3137AWQH1	FHLMC MULTIFAMILY STRUCTURED P	865,000.00	2.31%	08/25/22	877,772.27	1.25%	876,237.97	1,662.96	AA+	Aaa
Core	3137BM6P6	FHLMC MULTIFAMILY STRUCTURED P	875,000.00	3.09%	08/25/22	882,451.17	2.61%	899,902.20	2,253.13	AA+	Aaa
Core	3136AEGQ4	FANNIEMAE-ACES	1,357,168.08	2.28%	12/25/22	1,365,624.60	1.82%	1,376,173.39	2,578.62	AA+	Aaa
Core	3137FKK39	FREDDIE MAC	504,823.88	3.20%	07/01/23	504,822.35	3.11%	513,658.30	1,347.46	AA+	Aaa
Core	3136AJB54	FANNIEMAE-ACES	1,025,000.00	3.35%	03/25/24	1,074,808.59	1.04%	1,082,557.40	2,857.91	AA+	Aaa
		Subtotal	5,369,848.70			5,463,111.90		5,499,004.03	12,903.89		
Asset-Backed Securities											
Core	65478WAD7	NISSAN AUTO RECEIVABLES	8,700.61	1.18%	01/15/21	8,699.78	1.18%	8,697.46	4.56	NR	Aaa
Core	89238MAD0	Toyota Auto Receivables Owner	39,002.23	1.73%	02/15/21	38,997.64	1.74%	38,999.48	29.99	AAA	Aaa
Core	44891EAC3	HYUNDAI AUTO RECEIVABLES TRUST	55,463.98	1.29%	04/15/21	55,456.52	1.30%	55,448.98	31.80	AAA	Aaa
Core	34531EAD8	FORD CREDIT AUTO OWNER TRUST	82,598.86	1.67%	06/15/21	82,598.55	1.67%	82,579.55	61.31	NR	Aaa
Core	44931PAD8	Hyundai Auto Receivables Trust	122,663.56	1.76%	08/16/21	122,653.64	1.76%	122,661.82	95.95	AAA	NR
Core	47788BAD6	JOHN DEERE OWNER TRUST	248,532.28	1.82%	10/15/21	248,514.08	1.82%	248,521.52	201.03	NR	Aaa
Core	89237RAD0	Toyota Auto Receivables Owner	158,333.92	1.78%	11/15/21	158,321.30	2.00%	158,336.25	125.26	AAA	Aaa
Core	89238KAD4	Toyota Auto Receivables Owner	461,713.14	1.93%	01/15/22	461,670.57	2.26%	461,959.37	396.05	AAA	Aaa
Core	89231AAD3	Toyota Auto Receivables Owner	1,715,000.00	3.02%	12/15/22	1,714,694.90	3.03%	1,743,661.77	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%	1,056,303.35	1,407.27	AAA	Aaa
Core	17305EGK5	CITIBANK CREDIT CARD ISSUANCE	3,580,000.00	2.49%	01/20/23	3,540,424.22	2.97%	3,611,084.42	2,723.78	NR	Aaa
Core	36255JAD6	GM Financial Securitized Term	775,000.00	3.02%	05/16/23	774,819.27	3.03%	785,779.01	975.21	AAA	NR
Core	14042WAC4	CAPITAL ONE PRIME AUTO REC TRUST	1,050,000.00	2.51%	11/15/23	1,049,787.27	2.52%	1,065,525.51	1,171.33	AAA	Aaa
Core	14041NFU0	CAPITAL ONE MULTI-ASSET EXECUT	3,505,000.00	1.72%	08/15/24	3,504,117.44	1.73%	3,524,782.22	2,679.38	AAA	NR
Core	254683CM5	DISCOVER CARD EXECUTION NOTE TRUS	1,340,000.00	1.89%	10/15/24	1,339,712.17	1.90%	1,352,643.70	1,125.60	NR	Aaa
		Subtotal	14,187,008.58			14,145,427.22		14,316,984.41	13,330.43		
Money Market Funds											
Core	X9USD MOR3	Morgan Stanley	1,207,227.27	1.49%	Daily	1,207,227.27	1.49%	1,207,227.27	-	AAAm	Aaa-mf
Liquidity	TFXX	BlackRock	8,100,639.32	0.84%	Daily	8,100,639.32	0.84%	8,100,639.32	954.98	AAAm	Aaa-mf
		Subtotal	9,307,866.59			9,307,866.59		9,307,866.59	954.98		
Government Investment Pools											
Liquidity	98-01-318	Local Agency Investment Fund	75,000,000.00	1.97%	Daily	75,000,000.00	1.97%	75,132,772.35	-	NR	NR
Liquidity	6037-001	California Asset Management Program	134,599,912.81	1.78%	Daily	134,599,912.81	1.78%	134,599,912.81	-	AAAm	NR
		Subtotal	209,599,912.81			209,599,912.81		209,732,685.16	-		
Total City Investments			\$ 401,599,636.68			\$ 401,297,517.39		\$ 405,036,714.73	\$ 946,636.35		
									Unrecognized Gain/(Loss): \$ 3,739,197.34		

City of Fremont Treasurer's Report
Cash and Investment Portfolio - January 31, 2020

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					\$ 183,596,965.26					
	Unsettled Trades					(1,505,000.00)					
	Liquidity Portfolio					217,700,552.13					
	Unrecognized Gain/(Loss) - Adjusted for Unsettled Trades					3,714,936.74					
		Subtotal				403,507,454.13					
Checking Accounts											
	General City	Bank of America				14,536,481.61	0.00%				
	Police Bail	Bank of America				3,000.00	0.00%				
		Subtotal				14,539,481.61					
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						\$ 418,079,235.74					
Cash with Fiscal Agents											
Agency Fund Checking Accounts											
	SACMCTF JPA	Bank of America				33,763.03	0.21%				
	FRC Corp.	Heritage Bank				122,171.82	0.20%				
		Subtotal				155,934.85					
Lease Financing Trust Accounts											
2019 Lease Revenue Bonds - MUFG Union Bank											
	6712257501	Bond Fund				94.02	1.29%				
	6712257506	Costs of Issuance Fund				15,283.52	1.29%				
2017B Lease Revenue Bonds - Bank of New York											
	657938	Bond Fund				199.51	1.47%				
	657939	Interest Account				-					
		Subtotal				15,577.05					
Community Facilities District Accounts											
2015 CFD 1 Special Tax Bonds - Bank of New York											
	515408	Reserve Fund				5,040,580.86	1.42%				
	515409	Bonds Fund				203,278.41	1.42%				
	515437	Special Tax Fund				787.92	1.42%				
	515439	Improvements Fund				34.29	1.43%				
2019 CFD 2 Special Tax Bonds - Wilmington Trust											
	136496-000	Special Tax Fund				276,353.55	1.20%				
	136496-002	Bond Fund				5,704.36	1.20%				
	136496-004	Reserve fund				1,084,615.82	1.20%				
	136496-005	Bond Proceeds				17,416,013.43	1.20%				
	136496-006	Costs of Issuance				-					
		Subtotal				24,027,368.64					
Pollution Remediation Escrow											
Centerville USD Pollution Remediation Escrow - Heritage Bank											
	1894716230	Escrow Account				1,450,399.81	0.05%				
		Subtotal				1,450,399.81					
Construction Retention Escrows											
DeSilva Gates Construction Retention Escrow - California Bank of Commerce											
	1093392	Escrow Account				220,330.21	0.00%				
Zovich & Sons, Inc. Construction Retention Escrow - Merchants Bank of Commerce											
	02-701626	Escrow Account				30,625.65	0.00%				
		Subtotal				250,955.86					
Total Cash with Fiscal Agents						\$ 25,900,236.21					
Grand Total						\$ 443,979,471.95					