



STAFF REPORT

Meeting Type: Finance & Administration Committee
Title: Quarterly Investment Report
From: Bret Uppendahl, Finance Director
Through: Ben Horenstein, General Manager *BU BH*
Meeting Date: February 27, 2025

TYPE OF ACTION: Approve X Review and Comment

RECOMMENDATION: Review and comment on the Quarterly Investment Report

SUMMARY: Pursuant to District Investment Policy No. 33, the quarterly investment report is submitted to the Board for the quarter ending December 31, 2024.

DISCUSSION: The District's investment portfolio (pooled cash) carried a market value of \$103.8 million as of the end of December. The investments held included \$73.9 million on deposit in the Local Agency Investment Fund (LAIF), \$15.9 million on deposit in the Fidelity Government Money Market Fund, and \$14 million in the District's general checking account. Fiscal year to date interest earned as of December on the District's portfolio totaled \$1.8 million. The average annual effective yield for LAIF investments for the second quarter of the fiscal year 2025 was 4.62 percent, compared to 4.00 percent average effective yield for the second quarter of Fiscal Year 2024. The increased yield is largely driven by increased interest rates for US Treasuries as they comprise approximately 65 percent of the LAIF portfolio.

Pursuant to subsection (b) (2) of California Government Code section 53646, the District portfolio complies with the District's investment policy. Pursuant to subsection (b) (3) of California Government code section 53646, the District establishes that it is able to meet its pooled expenditure requirements for the next six months.

ENVIRONMENTAL REVIEW: Not Applicable.

FISCAL IMPACT: None.

ATTACHMENT(S):

1. Schedule of Investment and Yield Curve as of December 31, 2024