



SAN DIEGO
HOUSING
COMMISSION

INFORMATIONAL REPORT

DATE ISSUED: January 5, 2017

REPORT NO: HCR17-001

ATTENTION: Chair and Members of the San Diego Housing Commission
For the Agenda of January 13, 2017

SUBJECT: Investment Report – First Quarter Fiscal Year 2017

COUNCIL DISTRICT: Citywide

NO ACTION IS REQUIRED ON THE PART OF THE HOUSING COMMISSION

SUMMARY

The attached Quarterly Investment Report details the San Diego Housing Commission's (Housing Commission) investment portfolio as of September 30, 2016. The report includes both summary and detailed information on all liquid cash and cash equivalents, and core investments owned by the Housing Commission. The market value of the portfolio at September 30, 2016 was \$142.21 million, with a yield to maturity of 1.19 percent, average days to maturity of 486, and an effective duration of 1.28 years.

Cash and cash equivalents (liquid):

1. \$24.22 million is held in various accounts, bank accounts held with US Bank (\$12.96 million) and other various authorized accounts required by lending agreements and program obligations (\$11.26 million).
2. \$28.20 million is held in pooled investment funds. Pooled funds include California's Local Agency Investment Fund (LAIF), The San Diego Foundation (TSDF) and the San Diego County Investment Pool (SDCIP).

The blended yield on these liquid accounts was 0.43 percent for the quarter which was marginally higher than the prior quarter (0.42 percent).

Core investments:

3. \$87.09 million is held in Agency Debentures and/or Agency Mortgage-Backed Securities (MBS).
4. \$2.70 million is held in various FDIC insured Certificates of Deposit (CD).

The blended yield for the quarter was 1.63 percent, a slight increase from the 1.59 percent blended yield in the previous reporting period.

DISCUSSION

The overall market value of the investment portfolio was slightly higher at \$142.21 million compared to prior quarter of \$138.38 million.

During the first quarter, the Housing Commission was able to invest approximately \$8 million into Agency Bonds that either offered a reasonably attractive yield, filled a gap in the laddering of the Housing Commission's portfolio, or both. The overall portfolio yield increased from 1.12 percent to 1.19 percent in the current quarter and the effective duration rose from 1.16 to 1.28 years due as a result of being able to invest additional funds in Agency Bonds.

The overall portfolio yield of 1.19 percent is well above the 2-year Treasury note rate of 0.77 percent. The 2-year benchmark was less volatile compared with previous quarters, ranging from 0.58 percent to 0.84 percent before closing at 0.77 percent at the end of the first quarter on September 30, 2016. The Housing Commission investment portfolio's asset structure, duration and laddering minimizes volatility and protects the capital invested. Based on this nature of asset structure, it remains appropriate to use the 2-year Treasury rate as the benchmark.

The core investment holdings increased by \$6.98 million, from \$82.81 million at June 30, 2016, to \$89.79 million at September 30, 2016, and the yield increased from 1.59 percent to a robust 1.63 percent. The increase in the Housing Commission's core investment holdings was primarily due to continued efforts to maximize investment opportunities within the mandated U.S. Department of Housing and Urban Development parameters, while maintaining adequate cash levels to meet operational needs.

CONCLUSION

The Housing Commission's investment strategy continues to focus on ensuring the safety of the principle, maintaining sufficient liquidity to meet operational requirements, generating investment yield, and where possible, investing locally. The Housing Commission has continued to build its investment portfolio with these underlying objectives in mind and take advantage of investment opportunities where the maturity date corresponds to a period in which the Housing Commission may currently have low or no investment.

Respectfully submitted,

Daniel Brown

Daniel Brown
Controller
San Diego Housing Commission

Approved by,

Jeff Davis

Jeff Davis
Executive Vice President & Chief Of Staff
San Diego Housing Commission

Attachments: 1) SDHC Quarterly Financial Investment Report Ending September 30, 2016

Hard copies are available for review during business hours at the security information desk in the main lobby and the fifth floor reception desk of the San Diego Housing Commission offices at 1122 Broadway, San Diego, CA 92101 and at the Office of the San Diego City Clerk, 202 C Street, San Diego, CA 92101. You may also review complete docket materials in the "Public Meetings" section of the San Diego Housing Commission website at www.sdhc.org

INVESTMENT POLICY SUMMARY

In 2005, SDHC approved an Investment Policy which allows the agency to invest surplus funds in accordance with the provisions of U.S. Department of Housing & Urban Development (HUD) Notice PIH 96-33 and California Government Code Sections 5922 and 53601.

The Investment Policy contains the required standards of care that include prudence, ethics, conflict of interest and delegation of authority. Additionally, the policy states the general objectives of safety, liquidity, yield and local considerations must be followed. Finally, the policy provides guidance concerning authorized financial institutions, depositories and broker/dealers; asset safekeeping and custody; authorized and suitable investment types; collateralization and diversification.

SAN DIEGO HOUSING COMMISSION

PORTFOLIO SUMMARY BY INVESTMENT TYPE

September 30, 2016

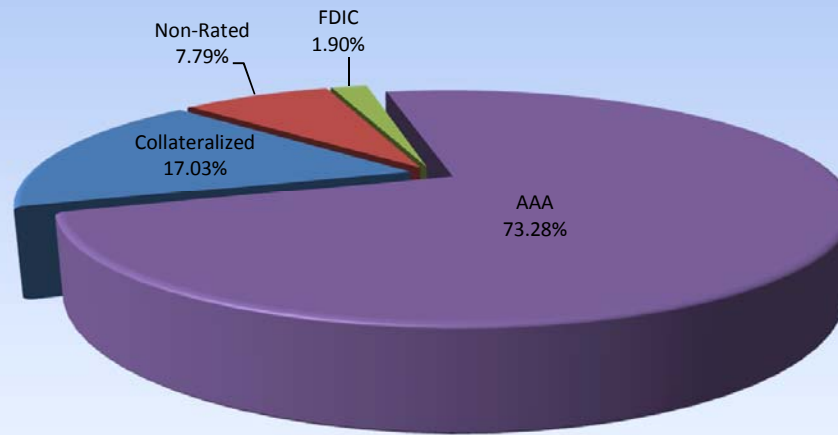
Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Cash -unrestricted	\$12.96	9.10%	\$12.96	100.00%	\$0.00	1	0.40%	1
Cash - restricted	\$11.26	7.91%	\$11.26	100.00%	\$0.00	1	0.23%	1
Local Agency Investment Fund (LAIF)	\$11.05	7.77%	\$11.05	100.00%	\$0.00	1	0.40%	1
San Diego Foundation (TSDF)	\$0.03	0.02%	\$0.03	100.00%	\$0.00	1	0.40%	1
San Diego County Investment Pool (SDCIP)	\$17.11	12.03%	\$17.11	100.00%	\$0.00	1	0.59%	1
Total liquid investments	\$52.42	36.85%	\$52.42	100.00%	\$0.00	1	0.43%	1
Agency Bonds	\$87.23	61.24%	\$87.09	99.86%	-\$0.13	1,151	1.64%	776
Certificate of Deposits (FDIC)	\$2.70	1.90%	\$2.70	100.02%	\$0.00	1,055	1.43%	574
Total core investments	\$89.92	63.14%	\$89.79	99.86%	-\$0.13	1,148	1.63%	770
Total liquid and core investments	\$142.34	100%	\$142.21	99.91%	-\$0.13	725	1.19%	486
Current Portfolio Effective Duration	1.28 Years							

June 30, 2016

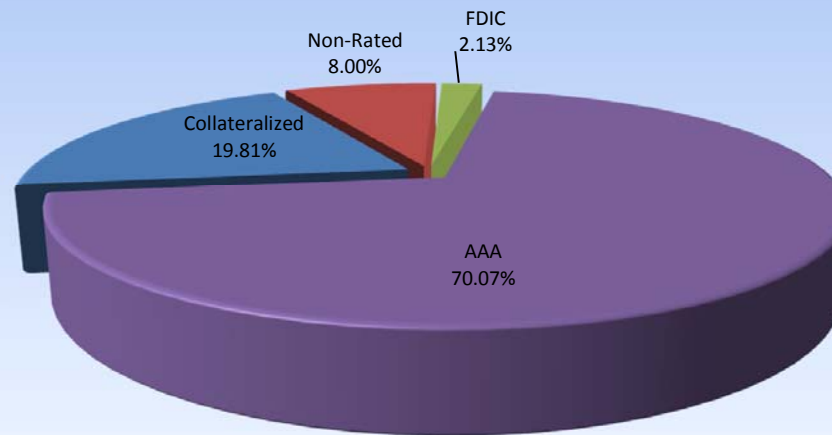
Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Cash -unrestricted	\$16.51	11.95%	\$16.51	100.00%	\$0.00	1	0.40%	1
Cash - restricted	\$10.90	7.89%	\$10.90	100.00%	\$0.00	1	0.21%	1
Local Agency Investment Fund (LAIF)	\$11.05	7.98%	\$11.05	100.00%	\$0.00	1	0.40%	1
San Diego Foundation (TSDF)	\$0.02	0.02%	\$0.02	100.00%	\$0.00	1	0.40%	1
San Diego County Investment Pool (SDCIP)	\$17.09	12.35%	\$17.09	100.00%	\$0.00	1	0.59%	1
Total liquid investments	\$55.57	40.19%	\$55.57	100.00%	\$0.00	1	0.42%	1
Agency Bonds	\$79.65	57.72%	\$79.87	100.29%	\$0.22	1,292	1.59%	630
Certificate of Deposits (FDIC)	\$2.94	2.13%	\$2.94	100.03%	\$0.00	1,028	1.38%	523
Total core investments	\$82.59	59.84%	\$82.81	100.28%	\$0.22	1,283	1.59%	626
Total liquid and core investments	\$138.16	100%	\$138.38	100.17%	\$0.22	768	1.12%	375
Current Portfolio Effective Duration	1.16 Years							

PORTFOLIO CREDIT QUALITY* BY QUARTER

September 30, 2016



June 30, 2016

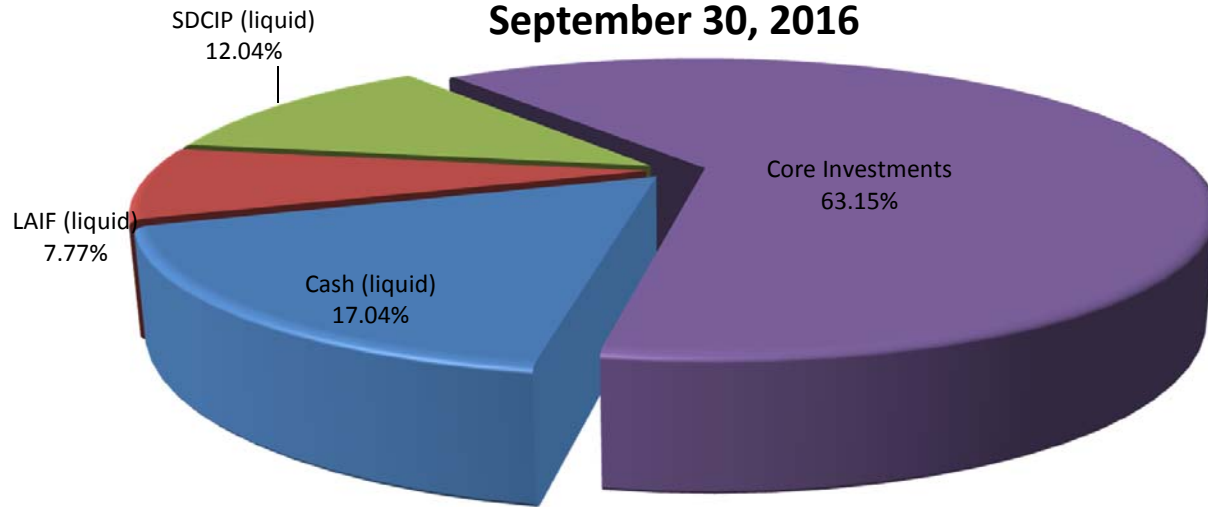


Note: Mortgage-backed securities (MBS) are included with other AAA rated securities. While the rating agencies do not specifically rate MBS, they carry an implied AAA rating based on the collateral and the rating of the Agency (Fannie/Freddie) that issues/guarantees them.

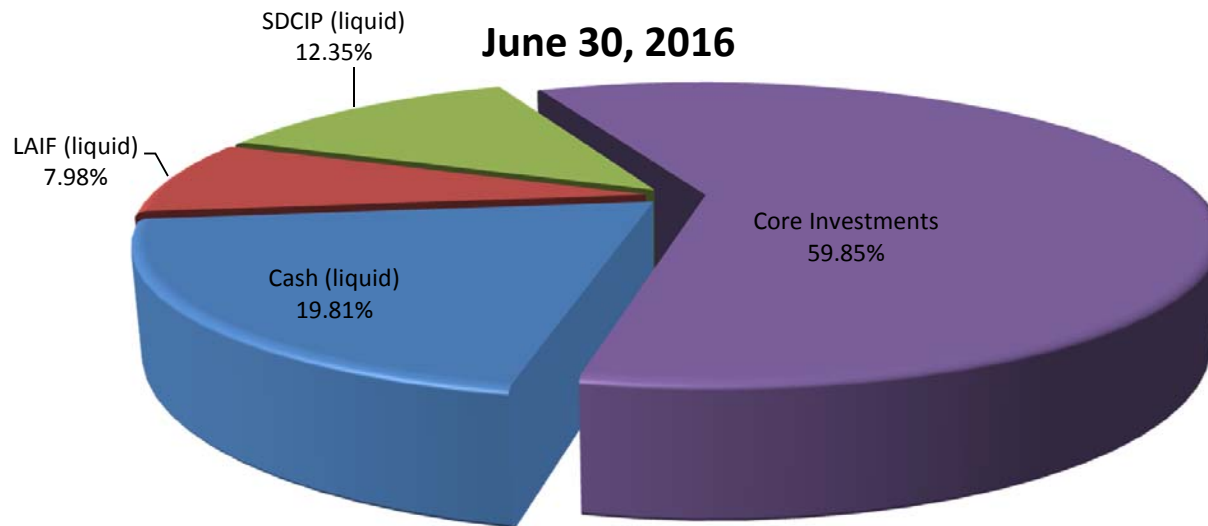
Non-Rated securities in SDHC's portfolio represents investments in the State of California's Local Agency Investment Fund (LAIF). The lack of a rating does not imply a negative credit quality.

ASSET ALLOCATION BY QUARTER

September 30, 2016



June 30, 2016



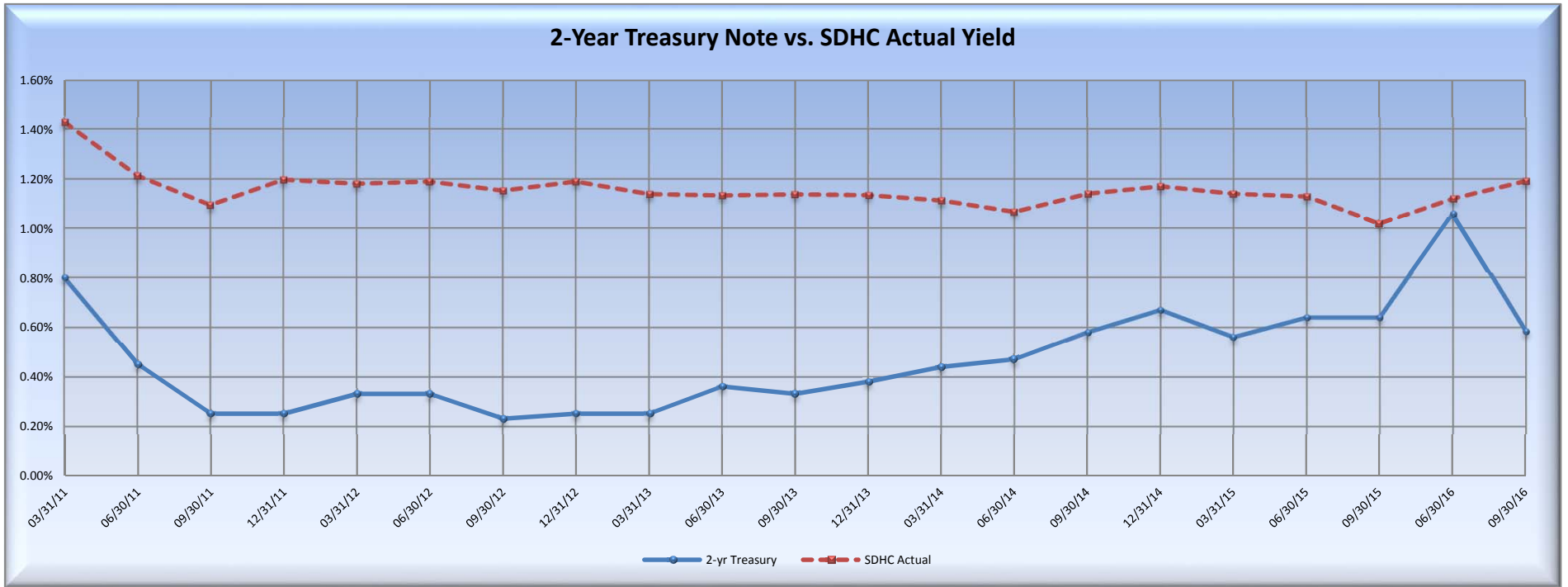
Market Value in Millions			
	06/30/16	09/30/16	Variance
Cash (liquid)	\$ 27.41	\$ 24.22	\$ (3.19)
LAIF (liquid)	\$ 11.05	\$ 11.05	\$ 0.00
SDCIP (liquid)	\$ 17.09	\$ 17.11	\$ 0.02
Core Investments	\$ 82.81	\$ 89.79	\$ 6.98
TSDf (liquid)	\$ 0.02	\$ 0.03	\$ 0.01
Total	\$ 138.38	\$ 142.21	\$ 3.82

* Based on Market Value of Assets

Portfolio Maturity Schedule

Investments	1 day to 30 days	31 days to 90 days	91 days to 180 days	181 days to 270 days	271 days to 1 year	1 year to 2 years	2year to 3 years	2 years to 5 years	Total by Asset
Cash	\$ 24.22	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24.22
LAIF	11.05	-	-	-	-	-	-	-	\$ 11.05
TADF	0.03	-	-	-	-	-	-	-	\$ 0.03
SDCIP	17.11	-	-	-	-	-	-	-	\$ 17.11
Agency Bonds	1.95	0.07	4.59	6.26	1.98	26.47	16.57	29.20	\$ 87.09
CD (FDIC)	-	-	-	0.25	0.49	1.47	0.49	-	\$ 2.70
Total	\$ 54.37	\$ 0.07	\$ 4.59	\$ 6.51	\$ 2.47	\$ 27.94	\$17.06	\$ 29.20	\$ 142.21
Percent	38.24%	0.05%	3.23%	4.58%	1.74%	19.64%	12.00%	20.53%	100.00%

PORTFOLIO YIELD COMPARISON



San Diego Housing Commission
Portfolio Holdings Detail
As of
September 30, 2016

Investments - Liquid Cash Accounts	Issuer	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
SDHC Operating Account	U.S. Bank	\$12.96	9.11%	\$12.96	100.00%	\$0.00	1	0.40%	1
Belden FNMA LLC Operating	U.S. Bank	\$0.37	0.26%	\$0.37	100.00%	\$0.00	1	0.40%	1
Belden FNMA LLC Security Deposit	U.S. Bank	\$0.10	0.07%	\$0.10	100.00%	\$0.00	1	0.40%	1
Belden FNMA LLC Res. (10002)	Greystone	\$0.32	0.22%	\$0.32	100.00%	\$0.00	1	0.05%	1
Central FNMA LLC Operating	U.S. Bank	\$0.45	0.32%	\$0.45	100.00%	\$0.00	1	0.40%	1
Central FNMA LLC Security Deposit	U.S. Bank	\$0.11	0.08%	\$0.11	100.00%	\$0.00	1	0.40%	1
Central FNMA LLC Res. (10003)	Greystone	\$0.14	0.10%	\$0.14	100.00%	\$0.00	1	0.05%	1
North FNMA LLC Operating	U.S. Bank	\$0.26	0.18%	\$0.26	100.00%	\$0.00	1	0.40%	1
North FNMA LLC Security Deposit	U.S. Bank	\$0.08	0.05%	\$0.08	100.00%	\$0.00	1	0.40%	1
North FNMA LLC Res. (10004)	Greystone	\$0.16	0.11%	\$0.16	100.00%	\$0.00	1	0.05%	1
Central FHA LLC Operating	U.S. Bank	\$1.56	1.09%	\$1.56	100.00%	\$0.00	1	0.40%	1
Central FHA LLC Security Deposit	U.S. Bank	\$0.14	0.10%	\$0.14	100.00%	\$0.00	1	0.40%	1
Central FHA LLC Res. (0538)	PNC Bank	\$1.10	0.77%	\$1.10	100.00%	\$0.00	1	0.05%	1
Northern FHA LLC Operating	U.S. Bank	\$1.52	1.07%	\$1.52	100.00%	\$0.00	1	0.40%	1
Northern FHA LLC Security Deposit	U.S. Bank	\$0.10	0.07%	\$0.10	100.00%	\$0.00	1	0.40%	1
Northern FHA LLC Res. (0539)	PNC Bank	\$0.84	0.59%	\$0.84	100.00%	\$0.00	1	0.05%	1
Southern FHA LLC Operating	U.S. Bank	\$2.50	1.75%	\$2.50	100.00%	\$0.00	1	0.40%	1
Southern FHA LLC Security Deposit	U.S. Bank	\$0.17	0.12%	\$0.17	100.00%	\$0.00	1	0.40%	1
Southern FHA LLC Res. (0540)	PNC Bank	\$0.79	0.56%	\$0.79	100.00%	\$0.00	1	0.05%	1
Hotel Sandford Rep. Res. (7828)	U.S. Bank	\$0.43	0.31%	\$0.43	100.00%	\$0.00	1	0.00%	1
Hotel Sandford Operating Savings (7836)	U.S. Bank	\$0.12	0.08%	\$0.12	100.00%	\$0.00	1	0.00%	1
Village North Senior Operating Savings (9747)	U.S. Bank	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.00%	1
Village North Senior Security Dep. (9788)	U.S. Bank	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.00%	1
Total Cash Accounts		\$24.22	17.03%	\$24.22	100.00%	\$0.00	1	0.34%	1
Investments - Liquid Pooled Investments	Issuer	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Local Agency Investment Fund	State of CA	\$11.05	7.77%	\$11.05	100.00%	\$0.00	1	0.40%	1
San Diego Foundation	TADF	\$0.03	0.02%	\$0.03	100.00%	\$0.00	1	0.40%	1
SD County Investment Pool	County of SD	\$17.11	12.03%	\$17.11	100.00%	\$0.00	1	0.59%	1
Total Pooled Investments		\$28.20	19.83%	\$28.20	100.00%	\$0.00	1	0.52%	1

San Diego Housing Commission
Portfolio Holdings Detail
As of
September 30, 2016

Investments - Core Bond Investments (CUSIP)	Issuer	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Agency MBS									
31381K4D8	FNMA P	\$1.96	1.38%	\$1.95	99.54%	-\$0.01	78	1.57%	1
3137ANLP8	FHLMC	\$0.07	0.05%	\$0.07	99.92%	\$0.00	1670	1.20%	56
31402RL23	FNMA P	\$0.00	0.00%	\$0.00	0.00%	\$0.00	1903	1.52%	93
31409LJ55	FNMA P	\$2.00	1.41%	\$2.02	100.84%	\$0.02	1055	1.51%	93
31410FY58	FNMA P	\$2.56	1.80%	\$2.57	100.70%	\$0.02	1839	1.71%	93
31381M2F1	FNMA P	\$2.83	1.99%	\$2.83	99.86%	\$0.00	1164	2.22%	244
31381M2F1	FNMA P	\$2.84	1.99%	\$2.83	99.80%	-\$0.01	1179	1.30%	244
31381ULQ8	FNMA P	\$0.60	0.42%	\$0.60	100.01%	\$0.00	1802	1.24%	244
31381VEF8	FNMA P	\$0.40	0.28%	\$0.40	99.94%	\$0.00	1100	1.21%	274
31410GKC6	FNMA P	\$1.56	1.10%	\$1.58	101.07%	\$0.02	1110	1.71%	305
31410GWR0	FNMA P	\$0.79	0.55%	\$0.80	100.80%	\$0.01	867	1.71%	366
31381PMD7	FNMA P	\$0.50	0.35%	\$0.50	99.72%	\$0.00	716	1.40%	427
31381P3Z9	FNMA P	\$2.00	1.41%	\$2.00	100.05%	\$0.00	1231	1.36%	458
31381PZL5	FNMA P	\$0.48	0.34%	\$0.48	99.61%	\$0.00	545	1.40%	458
31381QA22	FNMA P	\$1.91	1.34%	\$1.90	99.41%	-\$0.01	461	1.41%	458
31381QAA4	FNMA P	\$0.47	0.33%	\$0.47	100.23%	\$0.00	1197	1.51%	458
31381QAA4	FNMA P	\$0.94	0.66%	\$0.95	100.31%	\$0.00	1196	3.18%	458
31381QAA4	FNMA P	\$0.95	0.67%	\$0.95	99.20%	-\$0.01	1105	1.63%	458
31381RG81	FNMA P	\$1.80	1.27%	\$1.79	99.37%	-\$0.01	459	1.92%	458
31381QJB3	FNMA P	\$0.95	0.67%	\$0.95	99.48%	\$0.00	835	1.51%	517
31381QJB3	FNMA P	\$0.96	0.67%	\$0.95	99.07%	-\$0.01	776	1.70%	517
31381QJR8	FNMA P	\$0.22	0.16%	\$0.22	99.61%	\$0.00	846	1.30%	517
31381QPX8	FNMA P	\$0.94	0.66%	\$0.94	99.80%	\$0.00	1189	1.79%	517
31381QPX8	FNMA P	\$1.01	0.71%	\$1.01	99.82%	\$0.00	1165	1.50%	517
31381QMV5	FNMA P	\$0.94	0.66%	\$0.94	99.56%	\$0.00	712	1.59%	548
31381QSX5	FNMA P	\$1.11	0.78%	\$1.11	99.69%	\$0.00	700	1.36%	578
31381RAY0	FNMA P	\$1.03	0.72%	\$1.03	100.12%	\$0.00	1306	1.82%	578
31381RAY0	FNMA P	\$1.03	0.72%	\$1.03	100.01%	\$0.00	1280	1.13%	578
31381RAY0	FNMA P	\$0.22	0.15%	\$0.22	99.86%	\$0.00	1218	1.43%	578
31381RAY0	FNMA P	\$1.72	1.21%	\$1.71	99.51%	-\$0.01	998	1.63%	578
31381RAY0	FNMA P	\$0.22	0.15%	\$0.22	99.64%	\$0.00	868	1.54%	578
31413V6D4	FNMA P	\$1.58	1.11%	\$1.56	99.12%	-\$0.01	929	1.71%	578
3138EGTT1	FNMA P	\$0.57	0.40%	\$0.57	100.17%	\$0.00	640	1.35%	609
31413WC86	FNMA P	\$0.93	0.65%	\$0.92	99.01%	-\$0.01	952	1.71%	609
31418MEX6	FNMA P	\$1.70	1.20%	\$1.72	100.83%	\$0.01	1281	1.71%	609
3138L7TJ5	FNMA P	\$0.63	0.44%	\$0.63	100.04%	\$0.00	1320	1.26%	639
31381R7G3	FNMA P	\$0.92	0.65%	\$0.92	100.06%	\$0.00	807	1.73%	701
313815J86	FNMA P	\$2.83	1.99%	\$2.80	99.04%	-\$0.03	1102	1.37%	731
31381SSZ6	FNMA P	\$0.35	0.25%	\$0.35	100.39%	\$0.00	1003	1.32%	762

San Diego Housing Commission
Portfolio Holdings Detail
As of
September 30, 2016

31381S5X6	FNMA P	\$0.46	0.32%	\$0.46	99.99%	\$0.00	1531	1.83%	792
31381TNP1	FNMA P	\$2.06	1.45%	\$2.05	99.26%	-\$0.02	861	1.56%	823
31381UCF2	FNMA P	\$0.46	0.32%	\$0.46	99.56%	\$0.00	916	1.94%	913
31381UJL2	FNMA P	\$0.99	0.69%	\$0.98	99.37%	-\$0.01	913	1.84%	913
31377TY59	FNMA P	\$0.41	0.29%	\$0.41	99.46%	\$0.00	1233	1.92%	943
31381UM95	FNMA P	\$1.85	1.30%	\$1.85	99.91%	\$0.00	1272	1.66%	943
31381UM95	FNMA P	\$0.93	0.65%	\$0.92	99.57%	\$0.00	1071	1.45%	943
31381KBE8	FNMA P	\$1.43	1.01%	\$1.43	99.76%	\$0.00	1142	1.60%	974
31381UA64	FNMA P	\$0.66	0.46%	\$0.66	100.04%	\$0.00	991	1.73%	974
31418M7H9	FNMA P	\$0.48	0.34%	\$0.48	99.64%	\$0.00	1153	1.71%	1004
31418M7H9	FNMA P	\$1.43	1.01%	\$1.42	99.31%	-\$0.01	1110	1.71%	1004
31418M7H9	FNMA P	\$1.37	0.96%	\$1.36	99.16%	-\$0.01	1018	1.71%	1004
3138LOXJ5	FNMA P	\$0.94	0.66%	\$0.94	100.22%	\$0.00	1287	1.80%	1066
31381K4D8	FNMA P	\$0.24	0.17%	\$0.24	99.54%	\$0.00	1169	1.96%	1096
31381K5J4	FNMA P	\$0.94	0.66%	\$0.93	98.64%	-\$0.01	1128	1.50%	1096
3138L1DK25	FNMA P	\$2.03	1.42%	\$2.03	100.30%	\$0.01	1197	2.13%	1096
3138L7WL6	FNMA P	\$1.14	0.80%	\$1.12	98.49%	-\$0.02	1414	1.69%	1096
31381LDW4	FNMA P	\$0.60	0.42%	\$0.61	100.86%	\$0.01	1417	1.60%	1127
31381LDW4	FNMA P	\$0.81	0.57%	\$0.81	99.26%	-\$0.01	1204	1.27%	1127
31381LKX4	FNMA P	\$0.97	0.68%	\$0.97	99.84%	\$0.00	1235	1.10%	1127
31418MWWY3	FNMA P	\$1.35	0.95%	\$1.34	99.07%	-\$0.01	1165	1.71%	1127
31418MWW8	FNMA P	\$2.00	1.40%	\$2.00	100.21%	\$0.00	1416	1.71%	1157
31418MWW8	FNMA P	\$1.72	1.21%	\$1.72	99.84%	\$0.00	1207	1.71%	1157
31381LRN9	FNMA P	\$1.65	1.16%	\$1.65	99.81%	\$0.00	1408	1.60%	1188
31381LX93	FNMA P	\$1.27	0.89%	\$1.27	99.84%	\$0.00	1218	1.80%	1188
31381LX93	FNMA P	\$0.99	0.69%	\$0.99	99.66%	\$0.00	1218	1.71%	1188
31381MCH6	FNMA P	\$1.10	0.77%	\$1.09	99.24%	-\$0.01	1296	1.61%	1219
31418M4K5	FNMA P	\$0.97	0.68%	\$0.97	100.60%	\$0.01	1440	1.71%	1219
31418M5M0	FNMA P	\$0.82	0.57%	\$0.82	100.07%	\$0.00	1236	1.71%	1219
31418M5M8	FNMA P	\$1.75	1.23%	\$1.76	100.79%	\$0.01	1405	1.71%	1219
3138L9J37	FNMA P	\$0.98	0.69%	\$0.98	99.94%	\$0.00	1418	1.64%	1248
3138L3SR7	FNMA P	\$1.43	1.00%	\$1.44	100.57%	\$0.01	1508	1.60%	1309
31381NC43	FNMA P	\$0.41	0.29%	\$0.41	99.80%	\$0.00	1518	1.49%	1370
31381NWR0	FNMA P	\$0.95	0.67%	\$0.95	100.56%	\$0.01	1646	1.37%	1432
3138NJAA6	FNMA P	\$2.12	1.49%	\$2.12	99.97%	\$0.00	1576	1.75%	1432
3138NJAL2	FNMA P	\$1.13	0.80%	\$1.14	100.47%	\$0.01	1649	1.52%	1432
31381NLA9	FNMA P	\$0.54	0.38%	\$0.55	100.70%	\$0.00	1617	1.55%	1462
31381PUY2	FNMA P	\$0.64	0.45%	\$0.64	100.01%	\$0.00	1671	1.48%	1523
31381PUY2	FNMA P	\$0.67	0.47%	\$0.66	99.92%	\$0.00	1540	1.45%	1523
Total Agency Bond Investments		\$87.23	61.24%	\$87.09	99.86%	-\$0.13	1,151	1.64%	776

San Diego Housing Commission
Portfolio Holdings Detail
As of
September 30, 2016

Investments - Core Certificate of Deposit (CD)	Identifier	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Issuer									
COMPASS BANK, AL	20451PJY3	\$0.25	0.17%	\$0.25	100.24%	\$0.00	1098	1.05%	242
MEDALLION BANK, UT	58403BR24	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1096	1.15%	305
BARCLAYS BANK, DE	06740KHQ3	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1096	1.25%	318
SALLIE MAE, UT	795450WZ4	\$0.25	0.17%	\$0.25	100.00%	\$0.00	732	1.15%	409
ALLY BANK, UT	02006LUM3	\$0.25	0.17%	\$0.25	100.00%	\$0.00	917	1.35%	556
AMERICAN EXPRESS CENT	02587DB49	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1097	1.65%	724
CAPITAL ONE BANK	14042RAA9	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1189	1.65%	724
CAPITAL ONE BANK	140420VV9	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1097	1.65%	724
GOLDMAN SACHS BANK	38148JP96	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1094	1.65%	728
DISCOVER BANK	254672VM7	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1096	1.60%	745
BMW	05580ADR2	\$0.25	0.17%	\$0.25	100.00%	\$0.00	1096	1.60%	844
Total Certificate of Deposits		\$2.70	1.90%	\$2.70	100.02%	\$0.00	1,055	1.43%	574
Total Cash & Investments		\$142.34	100.00%	\$142.21	99.91%	-\$0.13	725	1.19%	486

Statement of Compliance:

I certify to the best of my knowledge and belief that all investment transactions executed have been in full compliance with the investment policy of the San Diego Housing Commission.

Daniel Brown

Daniel Brown
Controller

September 30, 2016

Date

GLOSSARY OF INVESTMENT TERMS

Agency - Privately owned, publicly chartered entities, such as Fannie Mae or Freddie Mac, created by Congress to reduce the cost of capital for certain borrowing sectors of the economy.

Blended Rate of Return - See Weighted Average Return.

Book Value - The value at which a security is carried on the financial records of an investor. The book value may differ significantly from the security's current value in the market or market value.

Basis Point (BP) - is one hundredth of a percentage point (0.01%). Basis points are often used to measure changes in yields between securities that often move in very small

Certificate of Deposit (CD) - A time deposit with a specific maturity evidenced by a certificate. CDs are 100% collateralized and/or FDIC insured.

Collateralization - Process by which financial institutions pledge securities, property, or other deposits for the purpose of securing cash and investments.

CUSIP - Committee on Uniform Security Identification Procedures. A unique 9-character alphanumeric identifier assigned to a bond at the time it is issued.

Debenture - A bond secured only by the general credit of the issuer.

Effective Duration - A measure of price sensitivity of a fixed income portfolio given a parallel shift in interest rates. Lower duration (in years) = lower price sensitivity.

FDIC - Federal Deposit Insurance Corporation a federally sponsored corporation that insures accounts in national banks and other qualified institutions.

FFCB - Federal Farm Credit Bank, a GSE.

FHLB - Federal Home Loan Banks, a GSE.

FHLMC - Federal Home Loan Mortgage Corporation or Freddie Mac, a GSE.

FNMA - Federal National Mortgage Association or Fannie Mae, a GSE.

GSE (Agency) - Government Sponsored Enterprise. Privately owned, publicly chartered entities, such as Fannie Mae or Freddie Mac, created by Congress to reduce the cost of capital for certain borrowing sectors of the economy.

Liquidity - The ability to convert an asset to cash quickly.

Market Value - An estimation of the price that could be obtained for a particular investment or asset if it were sold in an arm's length transaction on the current market.

MBS - Mortgage-Backed Security is a type of asset-backed security that is secured by a mortgage or collection of mortgages where monthly interest and principle payments are often redirected to bondholders.

SDCIP - San Diego County Investment Pool.

SLY - Safety, Liquidity & Yield. An investment strategy where the primary objective is the Safety of principle first, the Liquidity of investments to meet operating requirements second and where Yield only considered after the requirements of Safety and Liquidity have been met.

S&P - Standard and Poors, a credit ratings agency

Unrealized Gain (Loss) - The difference between the book value of an investment and the current market value/price.

Weighted Average Return - The average yield on a group of investment that takes into account the proportional relevance of each component.

Yield-To-Maturity (YTM) - The rate of return yielded on a bond or other investment if it is held until the maturity date.