SAN DIEGO HOUSING COMMISSION
SDHC

INFORMATIONAL REPORT

DATE ISSUED: December 30, 2020 **REPORT NO:** HCR21-006

ATTENTION: Chair and Members of the San Diego Housing Commission
For the Agenda of January 14, 2021

SUBJECT: Investment Report – First Quarter Fiscal Year 2021

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, 2020. The report includes both summary and detailed information on all liquid cash and cash equivalents and core investments the Housing Commission owns. These funds, however, are not indicative of funds available for discretionary use as they are: 1) earmarked for loans and grants the Housing Commission has committed to fund through approval by the Housing Commission Board of Commissioners; 2) restricted to federal, state and/or local programmatic requirements; 3) designated for property maintenance; and 4) required 3.5 percent of budgeted new revenue contingency reserves.

The market value of the portfolio on September 30, 2020, was $185.47 million, compared to $170.79 million in the previous quarter, resulting in an overall investment portfolio increase of $14.68 million. On September 30, 2020, the overall investment portfolio had a yield to maturity of 1.36 percent, average days to maturity of 415, and an effective duration of 1.00, compared to the overall investment portfolio on June 30, 2020, which had a yield to maturity of 1.64 percent, average days to maturity of 411, and an effective duration of 1.07.

Cash and cash equivalents (liquid)

1. $51.66 million is held in various accounts, including the Housing Commission's bank, US Bank ($43.15 million) and other various authorized accounts that lending agreements and program obligations require ($8.51 million).

2. $37.85 million is held in pooled investment funds. Pooled funds include California's Local Agency Investment Fund (LAIF) and the San Diego County Investment Pool (SDCIP).

The blended yield on liquid accounts was 0.56 percent, a decrease of 0.28 percent from 0.84 percent in the previous quarter, with the decrease due to a decline in both the LAIF and SDCIP effective yield to maturity due to the continued impact of federal monetary policy lowering interest rates.

Core investments

3. $94.50 million is held in Agency Debentures and/or Agency Mortgage-Backed Securities (MBS).

4. $1.47 million is held in various FDIC-insured Certificates of Deposit (CD).

The blended yield on core investments was 2.06 percent, a decrease of 0.18 percent from 2.24 percent in the previous quarter, with the decline in yield also primarily due to the continued impact of federal monetary policy on interest rates.

DISCUSSION

The overall market value of the investment portfolio increased to $185.47 million compared to the prior quarter of $170.79 million. The $14.68 million increase during the quarter was primarily due to the receipt of $17.35 million from the City of San Diego ($15.1 million for the City of San Diego COVID-19 Emergency Rental Assistance Program [ERAP] and $2.25 million for Low and Moderate Income Fund loan funding reimbursement) and the receipt of $3.8 million for Coronavirus Aid, Relief, and Economic Security (CARES) Act Section 8 Housing Choice Voucher Administration. The receipts were offset by $4.4 million expended on ERAP rental assistance payments and administration costs and $2.07 million expended on hotel acquisition due diligence costs and loans made in the quarter (San Ysidro Family, Vista del Puente, Beacon and various single-family loans.)

The overall investment portfolio yield was 1.36 percent, compared to 1.64 percent from the prior quarter. The decrease in the portfolio's yield is the result of the Federal Reserves' continued accommodative actions of lower interest rates to ensure liquidity in the financial markets due to the sustained impact of the COVID-19 pandemic on the United States and global economies.

CONCLUSION

The Federal Reserve's Summary of Economic Projections revealed policymakers intend to retain Zero Interest Rate Policy through 2023. The Housing Commission will continue to monitor the financial markets and act prudently, especially in light of the recent rise in COVID-19 cases in the United States and Europe. The Housing Commission will also continue its conservative approach to its investment strategy, with the focus on ensuring the safety of the principal, remaining duration-neutral while maintaining sufficient liquidity to meet operational requirements, generate investment yield and when possible, invest locally; and, manage its investment portfolio with these underlying objectives in mind.

Respectfully submitted,

Marie Lalas

Marie Lalas
Controller – Financial Services Department
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, 2020

Docket materials are available in the "Governance & Legislative Affairs" section of the San Diego Housing Commission website at www.sdhc.org

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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, 2020

Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Cash -unresticted	$43.15	23.45%	$43.15	100.00%	$0.00	1	0.30%	1
Cash - restricted	$8.51	4.63%	$8.51	100.00%	$0.00	1	0.33%	1
Local Agency Investment Fund (LAIF)	$15.84	8.61%	$15.84	100.00%	$0.00	1	0.69%	1
San Diego County Investment Pool (SDCIP)	$22.01	11.96%	$22.01	100.00%	$0.00	1	1.08%	1
Total liquid investments	$89.50	48.65%	$89.50	100.00%	$0.00	1	0.56%	1
Agency Bonds	$93.01	50.55%	$94.50	101.63%	$1.49	1,304	2.04%	811
Certificate of Deposits (FDIC)	$1.47	0.80%	$1.47	100.09%	$0.00	1,015	2.96%	216
Total core investments	$94.48	51.35%	$95.97	101.61%	$1.49	1,299	2.06%	802
Total liquid and core investments	**$183.98**	**100%**	**$185.47**	**100.83%**	**$1.49**	**673**	**1.36%**	**415**

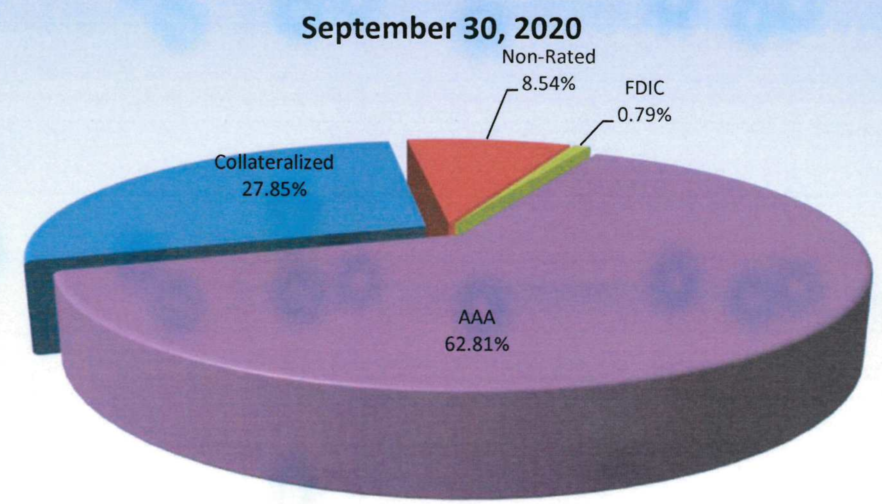
Current Portfolio Effective Duration	**1.00**	**Years**

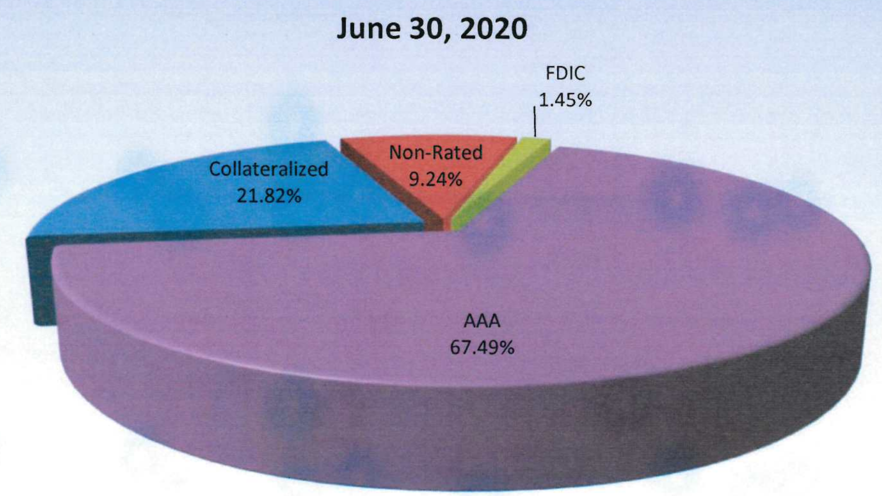
June 30, 2020

Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Cash -unresticted	$27.58	16.33%	$27.58	100.00%	$0.00	1	0.30%	1
Cash - restricted	$9.68	5.73%	$9.68	100.00%	$0.00	1	0.33%	1
Local Agency Investment Fund (LAIF)	$15.78	9.34%	$15.78	100.00%	$0.00	1	1.22%	1
San Diego County Investment Pool (SDCIP)	$21.91	12.98%	$21.91	100.00%	$0.00	1	1.49%	1
Total liquid investments	$74.95	44.38%	$74.95	100.00%	$0.00	1	0.84%	1
Agency Bonds	$91.48	54.17%	$93.35	102.07%	$1.87	1,269	2.23%	745
Certificate of Deposits (FDIC)	$2.45	1.45%	$2.48	101.32%	$0.03	1,011	2.62%	210
Total core investments	$93.93	55.62%	$95.84	102.05%	$1.90	1,262	2.24%	731
Total liquid and core investments	**$168.89**	**100%**	**$170.79**	**101.15%**	$1.90	**709**	**1.64%**	**411**

Current Portfolio Effective Duration	**1.07**	**Years**

PORTFOLIO CREDIT QUALITY* BY QUARTER





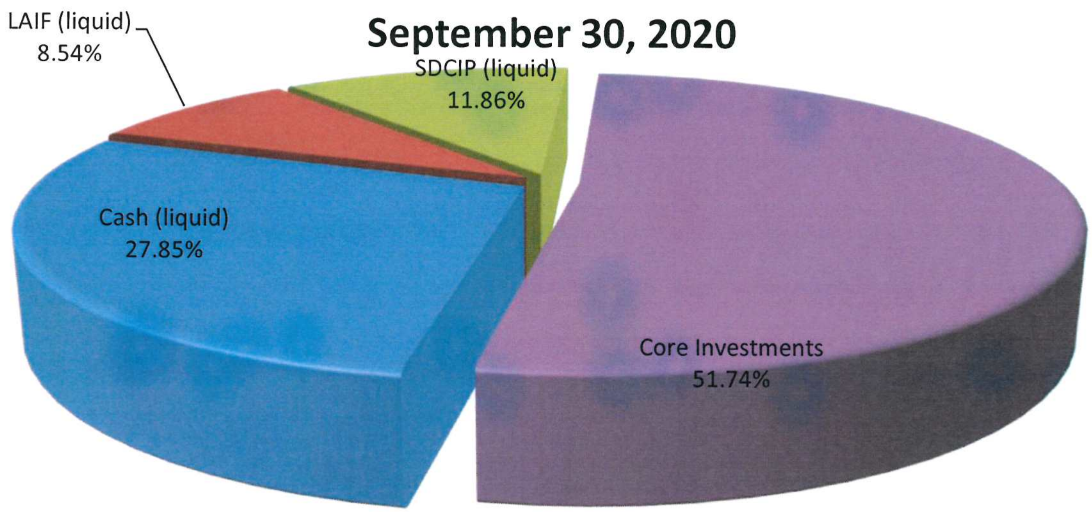
Note: Mortgage-backed securities (MBS) are included with other AAA rated securities. While the rating agencies do not specifically rate MBS, they carry an implied AAA rating based on the collateral and the rating of the Agency (Fannie/Freddie) that issues/guarantees them.

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.

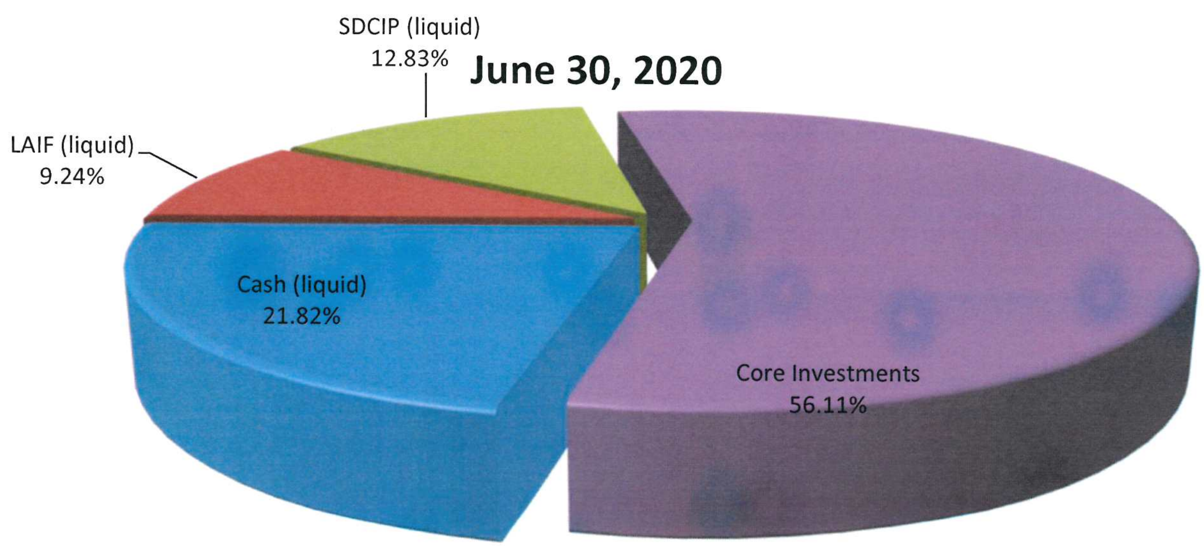
*Market Value of Assets

ASSET ALLOCATION BY QUARTER

September 30, 2020



June 30, 2020

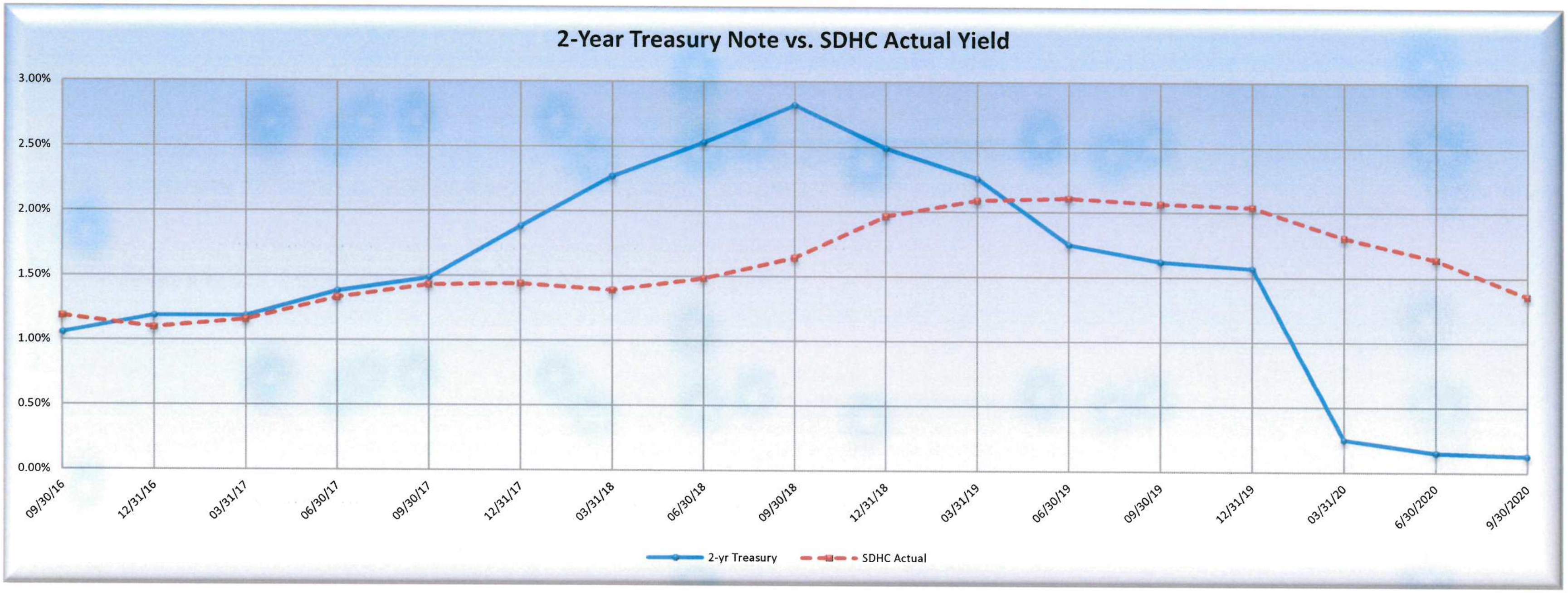


Market Value in Millions			
	06/30/20	09/30/20	Variance
Cash (liquid)	$ 37.26	$ 51.66	$ 14.40
LAIF (liquid)	$ 15.78	$ 15.84	$ 0.06
SDCIP (liquid)	$ 21.91	$ 22.01	$ 0.09
Core Investments	$ 95.84	$ 95.97	$ 0.13
Total	$ 170.79	$ 185.47	$ 14.68

* Based on Market Value of Assets

Portfolio Maturity Schedule

Investments	1 day to 90 days	91 days to 1 year	1 year to 2 years	2 years to 3 years	3 years to 4 years	4 years to 5 years	Total by Asset
Cash	51.66	$ -	$ -	$ -	$ -	$ -	$ 51.66
LAIF	15.84	-	-	-	-	-	$ 15.84
SDCIP	22.01	-	-	-	-	-	$ 22.01
Agency Bonds	2.37	14.86	25.10	26.22	15.04	10.92	$ 94.50
CD (FDIC)	0.25	1.23	-	-	-	-	$ 1.47
Total	$ 92.11	$ 16.08	$ 25.10	$ 26.22	$ 15.04	$ 10.92	$ 185.47
Percent	**49.67%**	**8.67%**	**13.53%**	**14.14%**	**8.11%**	**5.89%**	**100.00%**



2-Year Treasury Note vs. SDHC Actual Yield
3.00%
2.50%
2.00%
1.50%
1.00%
0.50%
0.00%
09/30/16
12/31/16
03/31/17
06/30/17
09/30/17
12/31/17
03/31/18
06/30/18
09/30/18
12/31/18
03/31/19
06/30/19
09/30/19
12/31/19
03/31/20
6/30/2020
9/30/2020
2-yr Treasury
SDHC Actual

San Diego Housing Commission
Portfolio Holdings Detail
As of
Sept 30, 2020

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	$43.15	23.26%	$43.15	100.00%	$0.00	1	0.40%	1
Belden FNMA LLC Operating	U.S. Bank	$0.71	0.39%	$0.71	100.00%	$0.00	1	0.40%	1
Belden FNMA LLC Security Deposit	U.S. Bank	$0.11	0.06%	$0.11	100.00%	$0.00	1	0.40%	1
Belden FNMA LLC Res. (10002)	Greystone	$0.17	0.09%	$0.17	100.00%	$0.00	1	0.05%	1
Central FNMA LLC Operating	U.S. Bank	$0.66	0.36%	$0.66	100.00%	$0.00	1	0.40%	1
Central FNMA LLC Security Deposit	U.S. Bank	$0.13	0.07%	$0.13	100.00%	$0.00	1	0.40%	1
Central FNMA LLC Res. (10003)	Greystone	$0.14	0.07%	$0.14	100.00%	$0.00	1	0.05%	1
North FNMA LLC Operating	U.S. Bank	$0.60	0.32%	$0.60	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	$0.05	0.03%	$0.05	100.00%	$0.00	1	0.05%	1
Central FHA LLC Operating	U.S. Bank	$0.88	0.47%	$0.88	100.00%	$0.00	1	0.40%	1
Central FHA LLC Security Deposit	U.S. Bank	$0.15	0.08%	$0.15	100.00%	$0.00	1	0.40%	1
Central FHA LLC Res. (0538)	PNC Bank	$0.59	0.32%	$0.59	100.00%	$0.00	1	0.05%	1
Northern FHA LLC Operating	U.S. Bank	$0.69	0.37%	$0.69	100.00%	$0.00	1	0.40%	1
Northern FHA LLC Security Deposit	U.S. Bank	$0.11	0.06%	$0.11	100.00%	$0.00	1	0.40%	1
Northern FHA LLC Res. (0539)	PNC Bank	$0.35	0.19%	$0.35	100.00%	$0.00	1	0.05%	1
Southern FHA LLC Operating	U.S. Bank	$1.15	0.62%	$1.15	100.00%	$0.00	1	0.40%	1
Southern FHA LLC Security Deposit	U.S. Bank	$0.20	0.11%	$0.20	100.00%	$0.00	1	0.40%	1
Southern FHA LLC Res. (0540)	PNC Bank	$0.71	0.38%	$0.71	100.00%	$0.00	1	0.05%	1
Hotel Sandford Rep. Res. (7828)	U.S. Bank	$0.26	0.14%	$0.26	100.00%	$0.00	1	0.40%	1
Hotel Sandford Operating Savings (7836)	U.S. Bank	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
Town & Country Operating	Wells Fargo	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
Town & Country Security Deposits	Wells Fargo	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
Town & Country Savings	Wells Fargo	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
FSS Escrow	U.S. Bank	$0.51	0.27%	$0.51	100.00%	$0.00	1	0.40%	1
SDHC Building Opportunities	Bank of California	$0.24	0.13%	$0.24	100.00%	$0.00	1	0.40%	1
Red Loan Courtyard	Red Mortgage	$0.02	0.01%	$0.02	100.00%	$0.00	1	0.40%	1
Village North Senior Res	Red Mortgage	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
Village North Senior Operating Savings (9747)	U.S. Bank	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
Village North Senior Security Dep. (9788)	U.S. Bank	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
Total Cash Accounts		**$51.66**	**27.85%**	**$51.66**	**100.00%**	**$0.00**	**1**	**0.39%**	**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	$15.84	8.54%	$15.84	100.00%	$0.00	1	0.69%	1
San Diego Foundation	TSDF	$0.00	0.00%	$0.00	100.00%	$0.00	1	0.40%	1
SD County Investment Pool	County of SD	$22.01	11.86%	$22.01	100.00%	$0.00	1	1.08%	1
Total Pooled Investments		**$37.85**	**20.41%**	**$37.85**	**100.00%**	**$0.00**	**1**	**0.91%**	**1**

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									

San Diego Housing Commission
Portfolio Holdings Detail
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3138NJAE8	FNMA P	$0.51	0.28%	$0.51	99.71%	$0.00	1411	1.97%	62
3137A8PP7	FHMS	$0.54	0.29%	$0.54	100.56%	$0.00	1374	1.94%	86
3137A6B27	FHMS	$0.00	0.00%	$0.00	99.96%	$0.00	1280	1.70%	25
31419BAU9	FNMA P	$0.10	0.05%	$0.10	99.97%	$0.00	1252	1.85%	1
31419BAU9	FNMA P	$0.05	0.03%	$0.05	99.97%	$0.00	1232	1.78%	1
3138NJAE8	FNMA P	$0.20	0.11%	$0.20	100.64%	$0.00	1293	1.83%	62
3138L6ZUS	FNMA P	$1.25	0.68%	$1.26	100.97%	$0.01	1441	1.95%	274
3138L6PN2	FNMA P	$0.90	0.49%	$0.90	100.17%	$0.00	1380	1.85%	213
3137A8PP7	FHMS	$0.78	0.42%	$0.78	100.56%	$0.00	1243	1.82%	86
3138L6YJ1	FNMA P	$0.50	0.27%	$0.50	100.73%	$0.00	1401	2.06%	244
31397U3N7	FNA	$0.48	0.26%	$0.48	100.22%	$0.00	1342	1.82%	207
3138L54T4	FNMA P	$1.51	0.82%	$1.51	100.21%	$0.00	1352	1.85%	244
3137AA4W0	FHMS	$1.33	0.72%	$1.34	100.65%	$0.01	1218	1.89%	117
31381RLL6	FNMA P	$0.21	0.11%	$0.21	100.69%	$0.00	1162	2.90%	274
31419BAU9	FNMA P	$0.03	0.02%	$0.03	99.97%	$0.00	889	2.70%	1
3138EGYB4	FNMA P	$0.01	0.00%	$0.01	100.03%	$0.00	938	2.68%	62
3138NJAK4	FNMA P	$0.02	0.01%	$0.02	100.03%	$0.00	829	2.72%	1
3138NJAB4	FNMA P	$0.13	0.07%	$0.13	100.03%	$0.00	886	2.71%	62
31381TS43	FNMA P	$0.40	0.22%	$0.41	102.50%	$0.01	1402	2.85%	578
3136AEGQ4	FNA	$0.51	0.28%	$0.54	105.22%	$0.03	1623	2.88%	818
3136AEGQ4	FNA	$0.51	0.28%	$0.54	105.59%	$0.03	1624	2.87%	818
3138L1P37	FNMA P	$0.50	0.27%	$0.52	103.81%	$0.02	1579	2.91%	762
31381R5T7	FNMA P	$1.00	0.55%	$1.02	101.80%	$0.02	1128	2.90%	336
3136A1AB1	FNMA P	$0.38	0.21%	$0.38	101.12%	$0.00	1047	2.82%	268
3137AME60	FNMA P	$0.72	0.39%	$0.74	102.50%	$0.02	1226	2.80%	451
3137AJMF8	FHMS	$0.91	0.50%	$0.93	102.44%	$0.02	1169	2.84%	390
3137AJMF8	FHMS	$1.01	0.55%	$1.03	101.44%	$0.01	1165	2.78%	390
3137B3N95	FHMS	$0.22	0.12%	$0.22	102.07%	$0.00	1488	2.71%	725
3136ALHX2	FNA	$0.52	0.28%	$0.53	101.49%	$0.01	1153	2.75%	390
31381VFW00	FNMA P	$0.73	0.40%	$0.75	103.08%	$0.02	1400	2.89%	639
3136A4M55	FNMA P	$0.60	0.33%	$0.62	102.43%	$0.01	1229	2.88%	482
3138NJAD0	FNMA P	$0.40	0.22%	$0.40	100.06%	$0.00	835	2.92%	93
3137AH6C7	FHMS	$0.94	0.51%	$0.96	101.58%	$0.01	1040	2.87%	298
3138LCVX0	FNMA P	$1.00	0.54%	$1.00	100.57%	$0.01	1534	3.01%	792
3136A8G61	FNA	$0.48	0.26%	$0.50	103.51%	$0.02	1344	2.95%	602
3137AME60	FNMA P	$0.90	0.49%	$0.92	102.60%	$0.02	1185	2.94%	451
3137AYCE9	FHMS	$1.04	0.56%	$1.09	104.97%	$0.05	1488	3.04%	755
3138L5HK9	FNMA P	$0.63	0.34%	$0.64	101.95%	$0.01	1174	3.10%	458
3137818S0	FHMS	$0.99	0.54%	$1.04	104.96%	$0.05	1486	3.03%	786
3136A77K2	FNA	$0.24	0.13%	$0.25	104.25%	$0.01	1430	3.10%	725
3138EMJG7	FNMA P	$0.08	0.04%	$0.08	99.44%	$0.00	805	2.98%	93
3138L44C4	FNMA P	$0.75	0.41%	$0.78	103.28%	$0.02	1382	3.19%	670
31379LUR7	FHMS	$1.00	0.54%	$1.03	103.27%	$0.03	1333	2.98%	633
3137AXHP1	FHMS	$0.99	0.54%	$1.04	104.77%	$0.05	1410	3.12%	725
31381R5T7	FNMA P	$1.00	0.55%	$1.02	101.86%	$0.02	1020	3.03%	336

San Diego Housing Commission
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31381TKC3	FNMA P	$1.65	0.90%	$1.68	101.97%	$0.03	1142	3.06%	458
3137B1BS0	FHMS	$1.49	0.81%	$1.56	104.92%	$0.07	1460	3.03%	786
31381RZ23	FNMA P	$0.85	0.46%	$0.86	100.89%	$0.01	975	3.00%	305
31381RB45	FNMA P	$0.94	0.51%	$0.95	100.64%	$0.01	931	3.01%	274
31381RQD9	FNMA P	$1.69	0.92%	$1.70	100.71%	$0.01	931	2.97%	274
31381R2C7	FNMA P	$1.27	0.69%	$1.28	100.79%	$0.01	954	2.85%	305
3136AMM48	FNA	$0.45	0.24%	$0.46	102.44%	$0.01	1312	2.84%	663
3137AVXN2	FHMS	$0.99	0.54%	$1.03	103.71%	$0.04	1309	2.78%	663
3138EKQW8	FNMA P	$0.66	0.36%	$0.69	103.88%	$0.03	1477	2.76%	854
3138L8XW9	FNMA P	$0.91	0.50%	$0.95	104.63%	$0.04	1446	2.71%	823
3138LEQT1	FNMA P	$1.41	0.76%	$1.43	101.75%	$0.02	1587	2.70%	1004
3137FKK88	FNMA P	$2.04	1.11%	$2.09	102.60%	$0.05	1378	2.62%	816
31381VEY7	FNMA P	$1.17	0.64%	$1.20	102.26%	$0.03	1192	2.45%	639
3138L42J1	FNMA P	$1.79	0.98%	$1.88	104.73%	$0.08	1599	2.55%	1066
3138ET4Y9	FNMA P	$1.78	0.97%	$1.80	101.33%	$0.02	1009	1.95%	548
3138L1UV9	FNMA P	$0.84	0.46%	$0.86	102.16%	$0.02	1252	1.92%	792
3138L1FW4	FNMA P	$0.91	0.49%	$0.93	101.97%	$0.02	1191	1.92%	731
31381UHN0	FNMA P	$0.84	0.45%	$0.85	101.26%	$0.01	1008	1.93%	548
3138EH3A8	FNMA P	$1.16	0.63%	$1.18	101.37%	$0.02	977	2.01%	548
31381VKE4	FNMA P	$1.02	0.55%	$1.04	101.63%	$0.02	1068	2.07%	639
3138LC5B7	FNMA P	$2.04	1.11%	$2.08	101.99%	$0.04	1253	1.83%	854
3138LAAM1	FNMA P	$0.93	0.51%	$0.94	101.01%	$0.01	975	1.80%	578
3138L1YR49	FNMA P	$1.36	0.74%	$1.40	102.32%	$0.03	1231	2.02%	792
3138EPJW5	FNMA P	$0.60	0.32%	$0.61	102.38%	$0.01	989	1.92%	609
31381URW9	FNMA P	$0.67	0.36%	$0.68	101.26%	$0.01	978	1.86%	609
3138LCQN8	FNMA P	$1.02	0.56%	$1.06	103.64%	$0.04	1523	2.03%	1157
3138LDCV3	FNMA P	$0.79	0.43%	$0.78	98.96%	-$0.01	1247	1.84%	854
3138LCW68	FNMA P	$1.45	0.79%	$1.46	100.50%	$0.01	717	1.82%	366
3140JAU97	FNMA P	$0.66	0.36%	$0.67	102.39%	$0.02	1288	1.87%	943
3137BWWD2	FHMS	$1.29	0.70%	$1.34	104.17%	$0.05	1550	1.90%	1212
3138LOEU1	FNMA P	$0.61	0.33%	$0.62	101.49%	$0.01	1008	1.84%	670
3138L3PR0	FNMA P	$0.99	0.54%	$1.01	102.71%	$0.03	1312	1.85%	974
31381UK48	FNMA P	$0.50	0.27%	$0.50	101.10%	$0.01	868	2.00%	548
3140HULZ7	FNMA P	$1.54	0.84%	$1.56	101.29%	$0.02	1683	2.15%	1370
31381UB89	FNMA P	$0.67	0.36%	$0.67	101.07%	$0.01	856	1.90%	548
3138LJPT1	FNMA P	$2.05	1.11%	$2.14	104.64%	$0.10	1658	1.87%	1370
3138L7JV9	FNMA P	$0.99	0.54%	$1.03	104.14%	$0.04	1713	1.95%	1462
3138L5EA4	FNMA P	$1.19	0.65%	$1.22	102.56%	$0.03	1371	1.77%	1127
3138LEQ87	FNMA P	$0.97	0.53%	$0.98	100.08%	$0.00	1267	1.80%	1035
3136AJLC8	FNMA P	$0.92	0.50%	$0.94	102.07%	$0.02	1428	1.43%	1212
3137B5JM6	FNMA P	$0.77	0.42%	$0.79	102.33%	$0.02	1215	1.44%	1028
3137B5KW2	FNMA P	$0.36	0.20%	$0.37	102.44%	$0.01	1246	1.43%	1059
3137FBTA4	FHMS	$1.08	0.59%	$1.08	100.24%	$0.00	1548	0.81%	1424
3136AJLC8	FNA	$1.56	0.85%	$1.56	100.15%	$0.00	1304	0.73%	1212
3138L4QU0	FNMA P	$1.08	0.59%	$1.07	99.76%	$0.00	1127	0.90%	1035

San Diego Housing Commission
Portfolio Holdings Detail
As of
Sept 30, 2020

3138L1SZ3	FNMA P	$0.46	0.25%	$0.46	99.28%	$0.00	854	0.66%	762
3136ARTB4	FNA	$0.48	0.26%	$0.48	99.78%	$0.00	970	1.19%	878
3136AMST7	FNA	$1.00	0.54%	$0.99	99.34%	-$0.01	1578	0.70%	1486
3138L4CW1	FNMA P	$1.01	0.55%	$1.01	99.71%	$0.00	1066	0.73%	974
3136AY6Z7	FNA	$1.40	0.76%	$1.39	99.29%	-$0.01	1588	0.66%	1517
3138L9A44	FNMA P	$0.92	0.50%	$0.91	99.33%	-$0.01	1646	0.71%	1585
3138L8KW3	FNMA P	$0.92	0.50%	$0.92	99.27%	-$0.01	1584	0.71%	1523
3138LA5W5	FNMA P	$2.00	1.09%	$2.00	99.95%	$0.00	1570	0.89%	1523
30312XAE7	FRESB	$1.97	1.07%	$1.96	99.44%	-$0.01	1523	0.81%	1486
3138LKL39	FNMA P	$1.42	0.77%	$1.39	98.24%	-$0.02	1460	1.31%	1432
3136AJLC8	FNA	$1.18	0.64%	$1.17	99.44%	-$0.01	1225	0.50%	1212
3136ANXJ1	FNA	$1.75	0.95%	$1.72	98.70%	-$0.02	1591	0.68%	1578
3136AJLC8	FNA	$1.57	0.85%	$1.56	99.59%	-$0.01	1213	0.52%	1212
Total Agency Bond Investments		**$93.01**	**50.95%**	**$94.50**	**101.63%**	**$1.49**	**1,304**	**2.04%**	**811**

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									
Stearns	857894WY1	$0.25	0.13%	$0.25	100.00%	$0.00	1089	2.90%	258
Sallie Mae	795450548	$0.25	0.13%	$0.25	100.00%	$0.00	1097	3.00%	264
First Source	33646CKB9	$0.25	0.13%	$0.25	100.00%	$0.00	980	2.85%	149
Marlin	57116ARL4	$0.25	0.13%	$0.25	100.00%	$0.00	1096	2.95%	271
Citibank	17312QN54	$0.25	0.13%	$0.25	100.00%	$0.00	1096	3.00%	271
Barclay	06740KN89	$0.25	0.13%	$0.25	100.54%	$0.00	733	3.05%	82
Total Certificate of Deposits		**$1.47**	**0.79%**	**$1.47**	**100.09%**	**$0.00**	**1,015**	**2.96%**	**216**
Total Cash & Investments		**$183.98**	**100.00%**	**$185.47**	**100.83%**	**$1.49**	**673**	**1.36%**	**415**

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.

Marie Lalas

Controller

September 30, 2020

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-charater 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.