



SAN DIEGO
HOUSING
COMMISSION

INFORMATIONAL REPORT

DATE ISSUED: February 25, 2021

REPORT NO: HCR21-025

ATTENTION: Chair and Members of the San Diego Housing Commission
For the Agenda of March 5, 2021

SUBJECT: Investment Report – Second 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 December 31, 2020. The report includes both summary and detailed information on all liquid cash and cash equivalents and core investments owned by the Housing Commission. These funds, however, are not indicative of funds available for discretionary use as they are: 1) earmarked for loans and grants that 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 December 31, 2020, was \$159.25 million, compared to \$185.47 million in the previous quarter, resulting in an overall investment portfolio decrease of \$26.22 million. On December 31, 2020, the overall investment portfolio had a yield to maturity of 1.33 percent, average days to maturity of 494, and an effective duration of 1.28 years, compared to the overall investment portfolio on September 30, 2020, which had a yield to maturity of 1.36 percent, average days to maturity of 415, and an effective duration of 1.00.

Cash and cash equivalents (liquid)

1. \$27.02 million is held in various accounts, including the Housing Commission's bank, US Bank (\$17.63 million) and other various authorized accounts required by lending agreements and program obligations (\$9.39 million).
2. \$37.95 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 0.55 percent, a decrease of 0.01 percent from the previous quarter.

Core investments

3. \$93.06 million is held in Agency Debentures and/or Agency Mortgage-Backed Securities (MBS).
4. \$1.22 million is held in various FDIC insured Certificates of Deposit (CD).

The blended yield on core investments was 1.87 percent, which is a decrease of 0.19 percent from 2.06 percent in the previous quarter. The decline in yield is due to the continued impact of federal monetary policy on interest rates.

DISCUSSION

The overall market value of the investment portfolio decreased to \$159.25 million compared to the prior quarter of \$185.47 million. The \$26.22 million decrease during the quarter was principally due to the purchase of three hotels for \$114.60 million (Hillcrest Inn, an extended-stay hotel on Hotel Circle and an extended-stay hotel on Kearny Mesa Road, which were acquired to provide permanent affordable rental housing); \$14.9 million expended on City of San Diego COVID-19 Emergency Rental Assistance Program assistance payments and administration costs; and \$16.00 million of loans made to affordable rental housing developments, including The Orchard, Ulric Street Apartments and West Park Inn (net of payments received), in the quarter, offset by \$114.60 million of funding received to purchase the three hotels (\$40.10 million in third-party loans; \$37.70 million of HomeKey funds from the State of California; \$12.70 million of federal Moving to Work funds; \$10.00 million of federal Community Development Block Grant funds; \$10.00 million of City of San Diego Coronavirus Aid, Relief, and Economic Security (CARES) Act funds; and \$4.10 million of Redevelopment Funds) and \$4.68 million in receipts primarily due to additional funding received from the U.S. Department of Housing and Urban Development (HUD) related to funding for additional Section 8 Housing Choice Voucher program expenditures and operating and replacement reserves related to the three hotel acquisitions.

The overall investment portfolio yield was 1.33 percent, compared to 1.36 percent from the prior quarter, which reflects the continued downward impact of federal monetary policy on interest rates.

CONCLUSION

The Federal Reserve held steady the Federal Funds rate at 0.00 – 0.25 percent at the November 5, 2020, and December 16, 2020, meetings due to the continued negative effects of COVID-19 on the U.S. economy. The Federal Reserve's participation in Treasury and MBS markets is certain to continue in 2021, thus continuing to provide a ceiling on short-term rates. The Housing Commission will continue to monitor the financial markets and remain conservative in its approach to its investment strategy. The investment portfolio will be managed with these underlying objectives in mind--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.

Respectfully submitted,

Marie Lalas

Marie Lalas
Controller
Financial Services Department

Approved by,

Jeff Davis

Jeff Davis
Deputy Chief Executive Officer
San Diego Housing Commission

Attachments: 1) SDHC Quarterly Financial Investment Report Ending December 31, 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

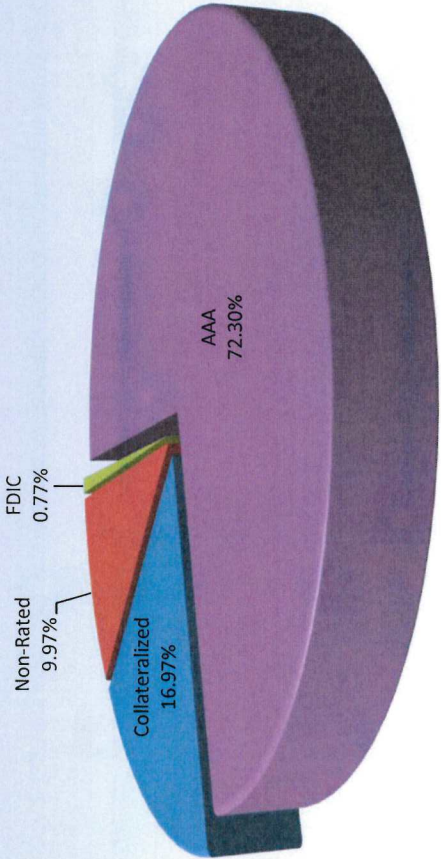
PORTFOLIO SUMMARY BY INVESTMENT TYPE

December 31, 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 -unrestricted	\$17.63	11.14%	\$17.63	100.00%	\$0.00	1	0.30%	1	
Cash - restricted	\$9.39	5.94%	\$9.39	100.00%	\$0.00	1	0.28%	1	
Local Agency Investment Fund (LAIF)	\$15.87	10.04%	\$15.87	100.00%	\$0.00	1	0.54%	1	
San Diego County Investment Pool (SDCIP)	\$22.08	13.96%	\$22.08	100.00%	\$0.00	1	0.88%	1	
Total liquid investments	\$64.97	41.07%	\$64.97	100.00%	\$0.00	1	0.55%	1	
Agency Bonds	\$91.98	58.15%	\$93.06	101.20%	\$1.07	1,331	1.86%	843	
Certificate of Deposits (FDIC)	\$1.23	0.77%	\$1.22	99.99%	\$0.00	1,072	2.94%	151	
Total core investments	\$93.21	58.93%	\$94.28	101.18%	\$1.07	1,328	1.87%	834	
Total liquid and core investments	\$158.18	100%	\$159.25	100.70%	\$1.07	786	1.33%	494	
Current Portfolio Effective Duration	1.28	Years							

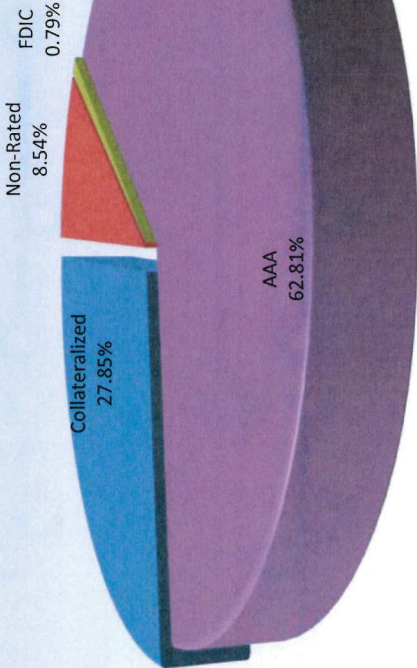
September 30, 2020									
Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity	
Cash -unrestricted	\$43.15	23.45%	\$43.15	100.00%	\$0.00	1	0.30%	1	
Cash - restricted	\$8.51	4.63%	\$8.51	100.00%	\$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							

PORTFOLIO CREDIT QUALITY* BY QUARTER

December 31, 2020



September 30, 2020

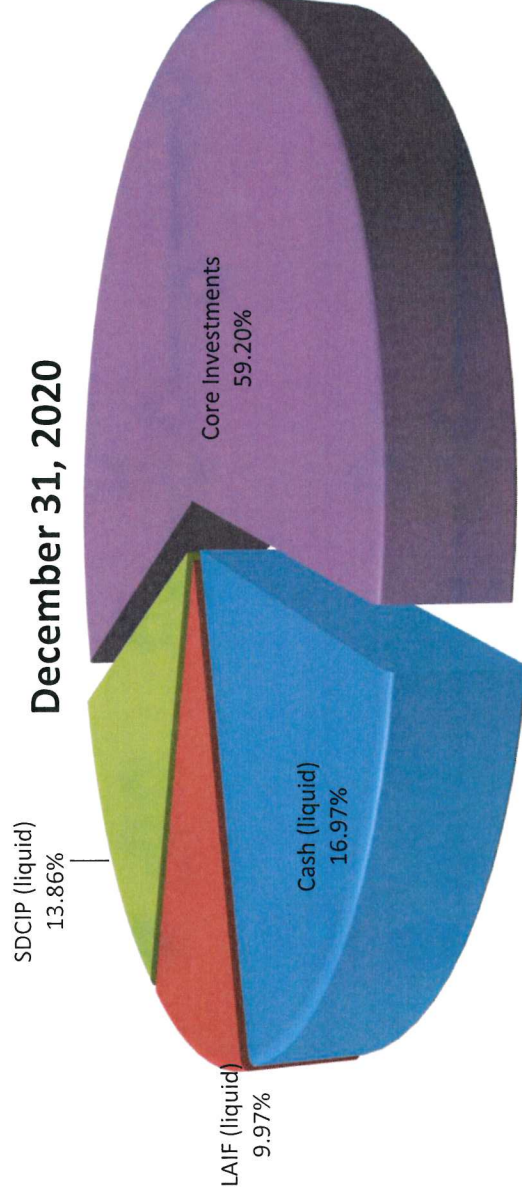


Note: Mortgage-backed securities (MBS) are included with other AAA rated securities. While the rating agencies do not specifically rate MBS, they carry an implied AAA rating based on the collateral and the rating of the Agency (Fannie/Freddie) that issues/guarantees them.

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



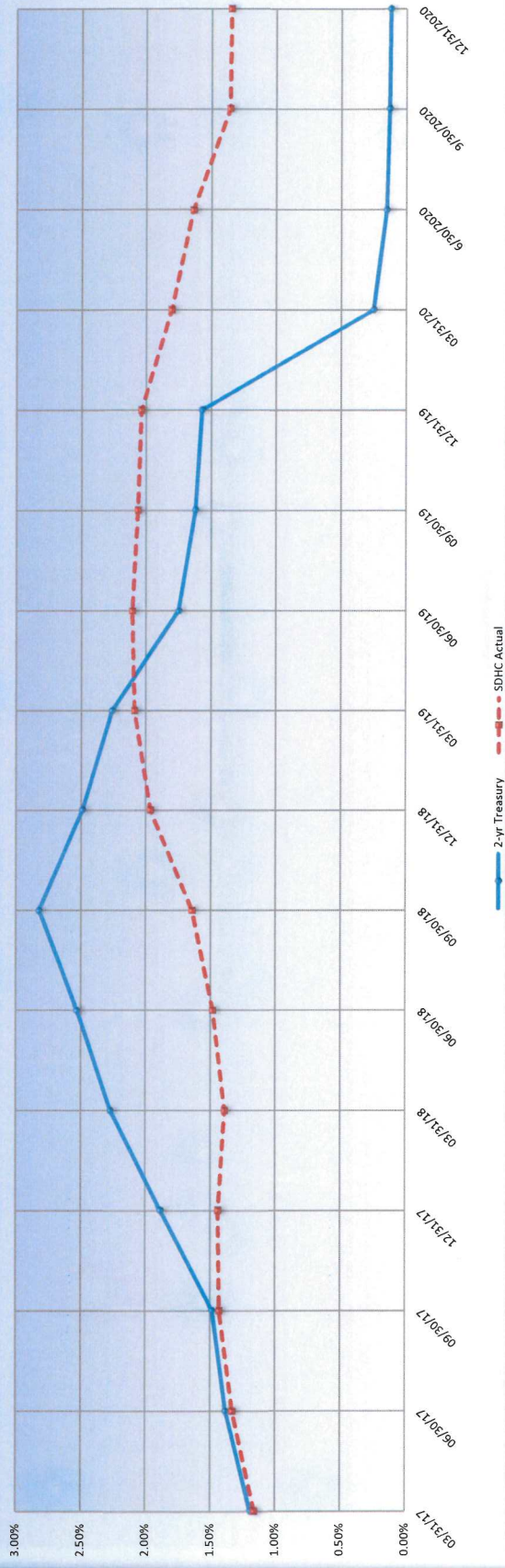
Market Value in Millions				
	09/30/20	12/31/20	Variance	
Cash (liquid)	\$ 51.66	\$ 27.02	\$	(24.64)
LAIF (liquid)	\$ 15.84	\$ 15.87	\$	0.03
SDCIP (liquid)	\$ 22.01	\$ 22.08	\$	0.07
Core Investments	\$ 95.97	\$ 94.28	\$	(1.69)
Total	\$ 185.47	\$ 159.25	\$	(26.22)



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	27.02	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27.02
LAIF	15.87	-	-	-	-	-	\$ 15.87
SDCIP	22.08	-	-	-	-	-	\$ 22.08
Agency Bonds	0.52	15.87	27.86	13.72	30.60	4.48	\$ 93.06
CD (FDIC)	0.24	0.98	-	-	-	-	\$ 1.22
Total	\$ 65.74	\$ 16.85	\$ 27.86	\$ 13.72	\$ 30.60	\$ 4.48	\$ 159.25
Percent	41.28%	10.58%	17.50%	8.61%	19.22%	2.81%	100.00%

2-Year Treasury Note vs. SDHC Actual Yield



San Diego Housing Commission Portfolio Holdings Detail

As of

Dec 31, 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	\$17.63	11.07%	\$17.63	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Operating	U.S. Bank	\$0.74	0.47%	\$0.74	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Security Deposit	U.S. Bank	\$0.11	0.07%	\$0.11	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Res. (10002)	Greystone	\$0.18	0.12%	\$0.18	100.00%	\$0.00	1	0.05%	1
Central FNMA LLC Operating	U.S. Bank	\$0.63	0.39%	\$0.63	100.00%	\$0.00	1	0.30%	1
Central FNMA LLC Security Deposit	U.S. Bank	\$0.14	0.09%	\$0.14	100.00%	\$0.00	1	0.30%	1
Central FNMA LLC Res. (10003)	Greystone	\$0.15	0.09%	\$0.15	100.00%	\$0.00	1	0.05%	1
North FNMA LLC Operating	U.S. Bank	\$0.58	0.36%	\$0.58	100.00%	\$0.00	1	0.30%	1
North FNMA LLC Security Deposit	U.S. Bank	\$0.09	0.05%	\$0.09	100.00%	\$0.00	1	0.30%	1
North FNMA LLC Res. (10004)	Greystone	\$0.06	0.04%	\$0.06	100.00%	\$0.00	1	0.05%	1
Central FHA LLC Operating	U.S. Bank	\$0.98	0.62%	\$0.98	100.00%	\$0.00	1	0.30%	1
Central FHA LLC Security Deposit	U.S. Bank	\$0.15	0.09%	\$0.15	100.00%	\$0.00	1	0.30%	1
Central FHA LLC Res. (0538)	PNC Bank	\$0.59	0.37%	\$0.59	100.00%	\$0.00	1	0.05%	1
Northern FHA LLC Operating	U.S. Bank	\$0.89	0.56%	\$0.89	100.00%	\$0.00	1	0.30%	1
Northern FHA LLC Security Deposit	U.S. Bank	\$0.10	0.06%	\$0.10	100.00%	\$0.00	1	0.30%	1
Northern FHA LLC Res. (0539)	PNC Bank	\$0.33	0.21%	\$0.33	100.00%	\$0.00	1	0.05%	1
Southern FHA LLC Operating	U.S. Bank	\$1.46	0.91%	\$1.46	100.00%	\$0.00	1	0.30%	1
Southern FHA LLC Security Deposit	U.S. Bank	\$0.20	0.13%	\$0.20	100.00%	\$0.00	1	0.30%	1
Southern FHA LLC Res. (0540)	PNC Bank	\$0.71	0.45%	\$0.71	100.00%	\$0.00	1	0.05%	1
Hotel Sandford Rep. Res. (7828)	U.S. Bank	\$0.26	0.16%	\$0.26	100.00%	\$0.00	1	0.30%	1
Hotel Sandford Operating Savings (7836)	U.S. Bank	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.30%	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	0.32%	\$0.51	100.00%	\$0.00	1	0.30%	1
SDHC Building Opportunities	Bank of California	\$0.22	0.14%	\$0.22	100.00%	\$0.00	1	0.40%	1
Red Loan Courtyard	Red Mortgage	\$0.01	0.00%	\$0.01	100.00%	\$0.00	1	0.40%	1
PMCO operating accounts	PMCO	\$0.31	0.19%	\$0.31	100.00%	\$0.00	1	0.40%	1
PMCO security deposits	PMCO	\$0.01	0.00%	\$0.01	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	0.30%	1
Village North Senior Security Dep. (9788)	U.S. Bank	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.30%	1
Total Cash Accounts		\$27.02	16.97%	\$27.02	100.00%	\$0.00	1	0.28%	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	\$15.87	9.97%	\$15.87	100.00%	\$0.00	1	0.54%	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	\$22.08	13.86%	\$22.08	100.00%	\$0.00	1	0.86%	1
Total Pooled Investments		\$37.95	23.83%	\$37.95	100.00%	\$0.00	1	0.74%	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

As of

Dec 31, 2020

3138L6ZU5	FNMA P	\$1.24	0.79%	\$1.25	100.59%	\$0.01	1441	1.95%	182
3138L6PN2	FNMA P	\$0.90	0.57%	\$0.90	99.97%	\$0.00	1380	1.85%	121
3138L6YJ1	FNMA P	\$0.50	0.32%	\$0.50	100.68%	\$0.00	1401	2.06%	152
31397U3N7	FNA	\$0.29	0.18%	\$0.29	100.50%	\$0.00	1342	1.82%	115
3138L54T4	FNMA P	\$1.50	0.95%	\$1.50	99.97%	\$0.00	1352	1.85%	152
3137AA4W0	FHMS	\$0.44	0.28%	\$0.44	99.99%	\$0.00	1218	1.89%	25
31381RLL6	FNMA P	\$0.21	0.13%	\$0.21	100.16%	\$0.00	1162	2.90%	182
31381TS43	FNMA P	\$0.40	0.25%	\$0.41	101.98%	\$0.01	1402	2.85%	486
3138AEGQ4	FNA	\$0.51	0.32%	\$0.53	104.82%	\$0.02	1623	2.88%	726
3136AEGQ4	FNA	\$0.51	0.32%	\$0.53	105.19%	\$0.03	1624	2.87%	726
3138L1P37	FNMA P	\$0.50	0.32%	\$0.52	103.27%	\$0.02	1579	2.91%	670
3136A1AB1	FNMA P	\$0.29	0.18%	\$0.29	100.29%	\$0.00	1047	2.82%	176
3137AJMF8	FNMA P	\$0.71	0.45%	\$0.72	101.95%	\$0.01	1226	2.80%	359
3137AJMF8	FHMS	\$0.91	0.57%	\$0.92	101.85%	\$0.02	1169	2.84%	298
3137B3N95	FHMS	\$1.01	0.64%	\$1.02	100.86%	\$0.01	1165	2.78%	298
3136ALHX2	FHMS	\$0.19	0.12%	\$0.19	101.83%	\$0.00	1488	2.71%	633
3136ALHX2	FNA	\$0.38	0.24%	\$0.39	101.10%	\$0.00	1153	2.75%	298
31381VFW0	FNMA P	\$0.73	0.46%	\$0.75	102.52%	\$0.02	1400	2.89%	547
3136A4M55	FNMA P	\$0.60	0.38%	\$0.61	102.10%	\$0.01	1229	2.88%	390
3138NJAD0	FNMA P	\$0.08	0.05%	\$0.08	99.98%	\$0.00	835	2.92%	1
3137AH6C7	FHMS	\$0.80	0.51%	\$0.81	101.05%	\$0.01	1040	2.87%	206
3138LCVX0	FNMA P	\$1.00	0.63%	\$1.00	100.04%	\$0.00	1534	3.01%	700
3136A8G61	FNA	\$0.36	0.23%	\$0.37	103.24%	\$0.01	1344	2.95%	510
3137AME60	FNMA P	\$0.89	0.56%	\$0.91	102.01%	\$0.02	1185	2.94%	359
3137AYCE9	FHMS	\$1.04	0.66%	\$1.08	104.16%	\$0.04	1488	3.04%	663
3138L5HK9	FNMA P	\$0.63	0.40%	\$0.63	101.37%	\$0.01	1174	3.10%	366
3137B18S0	FHMS	\$0.99	0.63%	\$1.03	104.14%	\$0.04	1486	3.03%	694
3136A77K2	FNA	\$0.23	0.14%	\$0.24	104.00%	\$0.01	1430	3.10%	633
3138EMJG7	FNMA P	\$0.00	0.00%	\$0.00	74.11%	\$0.00	805	2.98%	1
3138L44C4	FNMA P	\$0.75	0.47%	\$0.77	102.72%	\$0.02	1382	3.19%	578
3137BLUR7	FHMS	\$1.00	0.63%	\$1.02	102.75%	\$0.03	1333	2.98%	541
3137AXHP1	FHMS	\$0.99	0.63%	\$1.03	103.81%	\$0.04	1410	3.12%	633
31381TKC3	FNMA P	\$1.64	1.04%	\$1.66	101.39%	\$0.02	1142	3.06%	366
3137B1BS0	FHMS	\$1.49	0.94%	\$1.55	104.10%	\$0.06	1460	3.03%	694
31381RZ23	FNMA P	\$0.85	0.54%	\$0.85	100.33%	\$0.00	975	3.00%	213
31381RB45	FNMA P	\$0.93	0.59%	\$0.94	100.15%	\$0.00	931	3.01%	182
31381RQD9	FNMA P	\$1.67	1.06%	\$1.67	100.16%	\$0.00	931	2.97%	182
31381R2C7	FNMA P	\$1.25	0.79%	\$1.25	100.29%	\$0.00	954	2.85%	213
3136AMM48	FNA	\$0.45	0.28%	\$0.46	101.89%	\$0.01	1312	2.84%	571
3137AVXN2	FHMS	\$0.99	0.63%	\$1.03	103.28%	\$0.03	1309	2.78%	571
3138EKQW8	FNMA P	\$0.60	0.38%	\$0.62	103.41%	\$0.02	1477	2.76%	762
3138L8XW9	FNMA P	\$0.91	0.57%	\$0.94	104.12%	\$0.04	1446	2.71%	731
3137FKK88	FNMA P	\$1.61	1.02%	\$1.65	102.78%	\$0.04	1378	2.62%	724
31381VEY7	FNMA P	\$1.17	0.74%	\$1.19	101.86%	\$0.02	1192	2.45%	547
3138L42J1	FNMA P	\$1.78	1.13%	\$1.86	104.61%	\$0.08	1599	2.55%	974
3138ET4Y9	FNMA P	\$1.43	0.90%	\$1.44	101.18%	\$0.02	1009	1.95%	456
3138L1UV9	FNMA P	\$0.84	0.53%	\$0.85	101.88%	\$0.02	1252	1.92%	700

San Diego Housing Commission Portfolio Holdings Detail

As of

Dec 31, 2020

31381UHN0	FNMA P	\$0.83	0.52%	\$0.84	100.98%	\$0.01	1008	1.93%	456
3138EH3A8	FNMA P	\$1.15	0.73%	\$1.16	100.76%	\$0.01	977	2.01%	456
31381VKE4	FNMA P	\$1.02	0.64%	\$1.03	101.35%	\$0.01	1068	2.07%	547
3138LC5B7	FNMA P	\$2.03	1.28%	\$2.07	101.77%	\$0.04	1253	1.83%	762
3138L1YR4	FNMA P	\$1.35	0.86%	\$1.38	102.01%	\$0.03	1231	2.02%	700
31381URW9	FNMA P	\$0.66	0.42%	\$0.67	101.03%	\$0.01	978	1.86%	517
3138LCQN8	FNMA P	\$1.02	0.65%	\$1.06	103.80%	\$0.04	1523	2.03%	1065
3138LDCV3	FNMA P	\$0.79	0.50%	\$0.78	98.71%	-\$0.01	1247	1.84%	762
3138LCW68	FNMA P	\$1.44	0.91%	\$1.44	100.27%	\$0.00	717	1.82%	274
3140JAU97	FNMA P	\$0.57	0.36%	\$0.58	102.53%	\$0.01	1288	1.87%	851
3137BWW2	FHMS	\$1.29	0.81%	\$1.34	104.44%	\$0.06	1550	1.90%	1120
3138L0EU1	FNMA P	\$0.61	0.38%	\$0.62	101.25%	\$0.01	1008	1.84%	578
3138L3PR0	FNMA P	\$0.98	0.62%	\$1.00	102.62%	\$0.03	1312	1.85%	882
31381UK48	FNMA P	\$0.49	0.31%	\$0.49	100.86%	\$0.00	868	2.00%	456
3140HULZ7	FNMA P	\$1.54	0.97%	\$1.56	101.45%	\$0.02	1683	2.15%	1278
31381UB89	FNMA P	\$0.66	0.42%	\$0.67	100.84%	\$0.01	856	1.90%	456
3138LJPT1	FNMA P	\$2.04	1.29%	\$2.13	103.95%	\$0.08	1658	1.87%	1278
3138L7JV9	FNMA P	\$0.98	0.62%	\$1.02	104.09%	\$0.04	1713	1.95%	1370
3138L5EA4	FNMA P	\$1.18	0.74%	\$1.21	102.56%	\$0.03	1371	1.77%	1035
3138LEQ87	FNMA P	\$0.00	0.00%	\$0.00	0.00%	\$0.00	1267	1.80%	943
3136AJLC8	FNMA P	\$0.85	0.54%	\$0.87	101.77%	\$0.02	1428	1.43%	1120
3137B5JM6	FNMA P	\$0.76	0.48%	\$0.78	102.64%	\$0.02	1215	1.44%	936
3137B5KW2	FNMA P	\$0.36	0.23%	\$0.37	102.56%	\$0.01	1246	1.43%	967
3137FBTA4	FHMS	\$1.07	0.68%	\$1.08	100.66%	\$0.01	1548	0.81%	1332
3136AJLC8	FNA	\$1.45	0.92%	\$1.45	100.00%	\$0.00	1304	0.73%	1120
3138L4QU0	FNMA P	\$1.07	0.67%	\$1.07	100.48%	\$0.01	1127	0.90%	943
3138L1SZ3	FNMA P	\$0.45	0.29%	\$0.45	99.40%	\$0.00	854	0.66%	670
3136ARTB4	FNA	\$0.37	0.23%	\$0.36	99.06%	\$0.00	970	1.19%	786
3136AMST7	FNA	\$0.98	0.62%	\$0.98	99.57%	\$0.00	1578	0.70%	1394
3138L4CW1	FNMA P	\$1.00	0.63%	\$1.00	100.07%	\$0.00	1066	0.73%	882
3136AY6Z7	FNA	\$1.38	0.87%	\$1.38	99.97%	\$0.00	1588	0.66%	1425

San Diego Housing Commission Portfolio Holdings Detail

As of

Dec 31, 2020

3138L9A44	FNMA P	\$0.91	0.57%	\$0.91	99.82%	\$0.00	1646	0.71%	1493
3138L8KW3	FNMA P	\$0.91	0.58%	\$0.91	99.66%	\$0.00	1584	0.71%	1431
3138LA5W5	FNMA P	\$1.98	1.25%	\$1.98	100.22%	\$0.00	1570	0.89%	1431
30312XAE7	FRESB	\$1.72	1.09%	\$1.71	99.00%	-\$0.02	1523	0.81%	1394
3138LKL39	FNMA P	\$1.41	0.89%	\$1.39	98.08%	-\$0.03	1460	1.31%	1340
3136AJLC8	FNA	\$1.10	0.69%	\$1.09	99.04%	-\$0.01	1225	0.50%	1120
3136ANXJ1	FNA	\$1.73	1.09%	\$1.71	98.94%	-\$0.02	1591	0.88%	1486
3136AJLC8	FNA	\$1.46	0.92%	\$1.45	99.13%	-\$0.01	1213	0.52%	1120
3140HTNM7	FNMA P	\$2.08	1.32%	\$2.08	99.60%	-\$0.01	1279	1.68%	1187
3136AK2E2	FNA	\$1.81	1.15%	\$1.79	98.79%	-\$0.02	1406	0.60%	1333
3136AY6S7	FNA	\$1.06	0.67%	\$1.06	99.68%	\$0.00	1496	0.58%	1425
3138L8K45	FNMA P	\$1.87	1.18%	\$1.86	99.45%	-\$0.01	1562	0.83%	1493
3136AKXV0	FNA	\$1.03	0.65%	\$1.02	99.12%	-\$0.01	1364	0.51%	1302
3136AMMF3	FNA	\$1.21	0.77%	\$1.20	99.30%	-\$0.01	1472	0.53%	1455
3136AKXV0	FNA	\$1.03	0.65%	\$1.02	99.50%	-\$0.01	1330	0.51%	1302
3136AY6S7	FNA	\$2.10	1.33%	\$2.10	99.64%	-\$0.01	1442	0.51%	1425
Total Agency Bond Investments		\$91.98	58.43%	\$93.06	101.20%	\$1.07	1,331	1.86%	843
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	0.15%	\$0.25	100.00%	\$0.00	1089	2.90%	166
Sallie Mae	795450S48	\$0.25	0.15%	\$0.25	100.00%	\$0.00	1097	3.00%	172
First Source	33646CKB9	\$0.25	0.15%	\$0.24	99.94%	\$0.00	980	2.85%	57
Marlin	57116ARL4	\$0.25	0.15%	\$0.25	100.00%	\$0.00	1096	2.95%	179
Citibank	17312QN54	\$0.25	0.15%	\$0.25	100.00%	\$0.00	1096	3.00%	179
Total Certificate of Deposits		\$1.23	0.77%	\$1.22	99.99%	\$0.00	1,072	2.94%	151
Total Cash & Investments		\$158.18	100.00%	\$159.25	100.70%	\$1.07	786	1.33%	494

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 Lolas

December 31, 2020

Date

Controller

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.