



SAN DIEGO
HOUSING
COMMISSION

INFORMATIONAL REPORT

DATE ISSUED: October 7, 2021

REPORT NO: HCR21-095

ATTENTION: Chair and Members of the San Diego Housing Commission
For the Agenda of October 15, 2021

SUBJECT: Investment Report – Fourth 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 June 30, 2021. 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 at June 30, 2021, was \$200.78 million, compared to \$198.16 million in the previous quarter, resulting in an overall investment portfolio increase of \$2.62 million. On June 30, 2021, the overall investment portfolio had a yield to maturity of 0.98 percent, average days to maturity of 484, and an effective duration of 1.25 years, compared to the overall investment portfolio on March 31, 2021, which had a yield to maturity of 1.03 percent, average days to maturity of 429, and an effective duration of 1.10 years.

Cash and cash equivalents (liquid)

1. \$57.92 million is held in various accounts, including the Housing Commission's bank, US Bank (\$46.44 million) and other various authorized accounts required by lending agreements and program obligations (\$11.48 million).
2. \$38.09 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 0.47 percent, unchanged from the previous quarter.

Core investments

3. \$104.77 million is held in Agency Debentures and/or Agency Mortgage-Backed Securities (MBS).

The blended yield on core investments was 1.51 percent, which is a decrease of 0.14 percent from 1.65 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 increased \$2.62 million compared to the prior quarter of \$198.16 million. The \$2.62 million increase during the quarter was principally due to receiving \$19.44 million from the City of San Diego to fund bridge shelter expenses previously reimbursed to the providers, \$13.25 million of additional Moving to Work funding from the U.S. Department of Housing and Urban Development (HUD) for additional housing assistance voucher payments, \$2.60 million from the Affordable Housing Fund from the City of San Diego and \$1.30 million from single-room occupancy (SRO) replacement fee revenue. The receipts were offset by \$28.37 million of program and administrative payments related to the City of San Diego's COVID-19 Housing Stability Assistance Program (HSAP) and \$5.60 million in loans made primarily to multifamily developments (e.g., San Ysidro, 14th & Commercial, and the Ivy.)

The overall investment portfolio yield was 0.98 percent, compared to 1.03 percent from the prior quarter, which reflects the continued downward impact of federal monetary policy on interest rates. The decline in the overall portfolio yield was also due to the cash received to administer HSAP, which remained uninvested due its expected utilization over the next few months.

CONCLUSION

The Federal Reserve held steady the Federal Funds rate at 0.00 – 0.25 percent at the April 28 and June 16 meetings. These actions continue to impact interest rates downward, as with the delta variant continuing to prolong the adverse effects of COVID-19 on the financial markets. The Housing Commission will 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, generating investment yield and when possible, investing locally.

Respectfully submitted,

Approved by,

Tracey McDermott

Tracey McDermott
Senior Vice President and Chief Financial Officer
San Diego Housing Commission

Jeff Davis

Jeff Davis
Deputy Chief Executive Officer
San Diego Housing Commission

Attachment: SDHC Quarterly Financial Investment Report Ending June 30, 2021

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

Table of Contents

I.	Investment Policy Summary	1
II.	Portfolio Summary by Investment Type	2
III.	Portfolio Credit Quality by Quarter	3
IV.	Portfolio Asset Allocation by Quarter	4
V.	Portfolio Maturity Schedule	5
VI.	Portfolio Yield Comparison	6
VII.	Portfolio Holdings Detail	7-11
VIII.	Glossary of Investment Terms	12

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

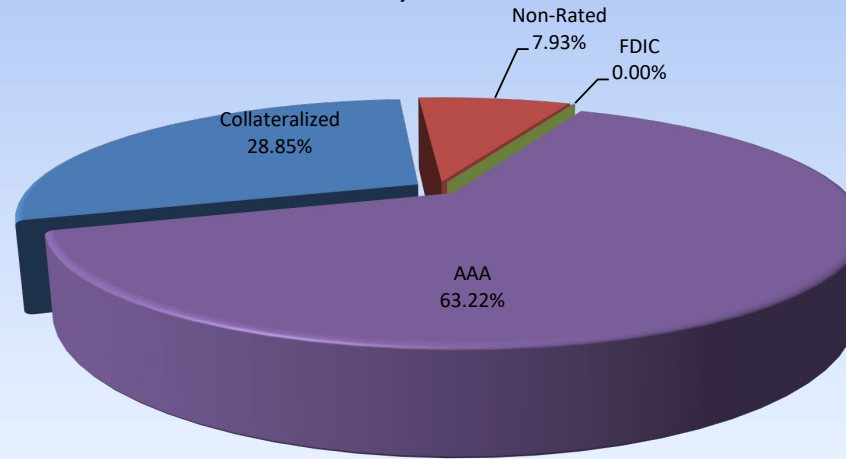
PORTFOLIO SUMMARY BY INVESTMENT TYPE

June 30, 2021								
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	\$46.44	23.14%	\$46.44	100.00%	\$0.00	1	0.30%	1
Cash - restricted	\$11.48	5.72%	\$11.48	100.00%	\$0.00	1	0.29%	1
Local Agency Investment Fund (LAIF)	\$15.92	7.93%	\$15.92	100.00%	\$0.00	1	0.54%	1
San Diego County Investment Pool (SDCIP)	\$22.18	11.05%	\$22.18	100.00%	\$0.00	1	0.88%	1
Total liquid investments	\$96.02	47.85%	\$96.02	100.00%	\$0.00	1	0.47%	1
Agency Bonds	\$104.64	52.15%	\$104.77	100.15%	\$0.13	1,371	1.51%	927
Certificate of Deposits (FDIC)	\$0.00	0.00%	\$0.00	0.00%	\$0.00	0	0.00%	0
Total core investments	\$104.64	52.15%	\$104.77	100.15%	\$0.13	1,371	1.51%	927
Total liquid and core investments	\$200.66	100%	\$200.78	100.08%	\$0.13	716	0.98%	484
Current Portfolio Effective Duration		1.25 Years						

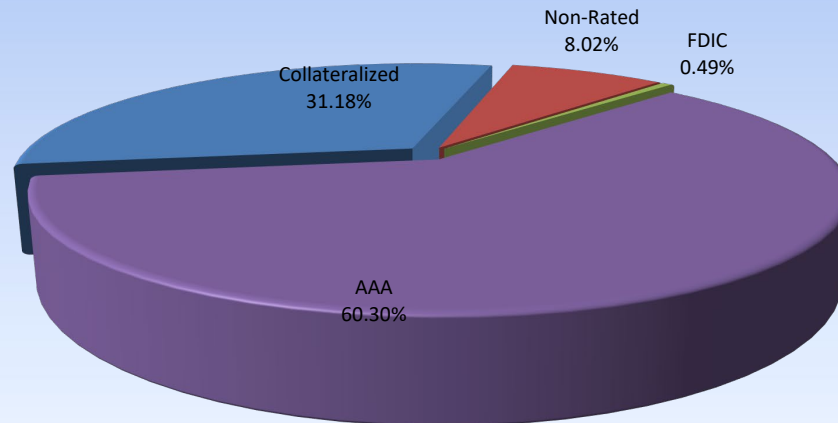
March 31, 2021								
Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Cash -unrestricted	\$52.05	26.32%	\$52.05	100.00%	\$0.00	1	0.30%	1
Cash - restricted	\$9.74	4.93%	\$9.74	100.00%	\$0.00	1	0.29%	1
Local Agency Investment Fund (LAIF)	\$15.90	8.04%	\$15.90	100.00%	\$0.00	1	0.54%	1
San Diego County Investment Pool (SDCIP)	\$22.13	11.19%	\$22.13	100.00%	\$0.00	1	0.88%	1
Total liquid investments	\$99.82	50.48%	\$99.82	100.00%	\$0.00	1	0.47%	1
Agency Bonds	\$96.95	49.03%	\$97.35	100.45%	\$0.40	1,352	1.64%	871
Certificate of Deposits (FDIC)	\$0.98	0.50%	\$0.98	100.00%	\$0.00	1,095	2.96%	84
Total core investments	\$97.93	49.52%	\$98.33	100.44%	\$0.40	1,349	1.65%	864
Total liquid and core investments	\$197.76	100%	\$198.16	100.22%	\$0.40	670	1.03%	429
Current Portfolio Effective Duration		1.10 Years						

PORTFOLIO CREDIT QUALITY* BY QUARTER

June 30, 2021



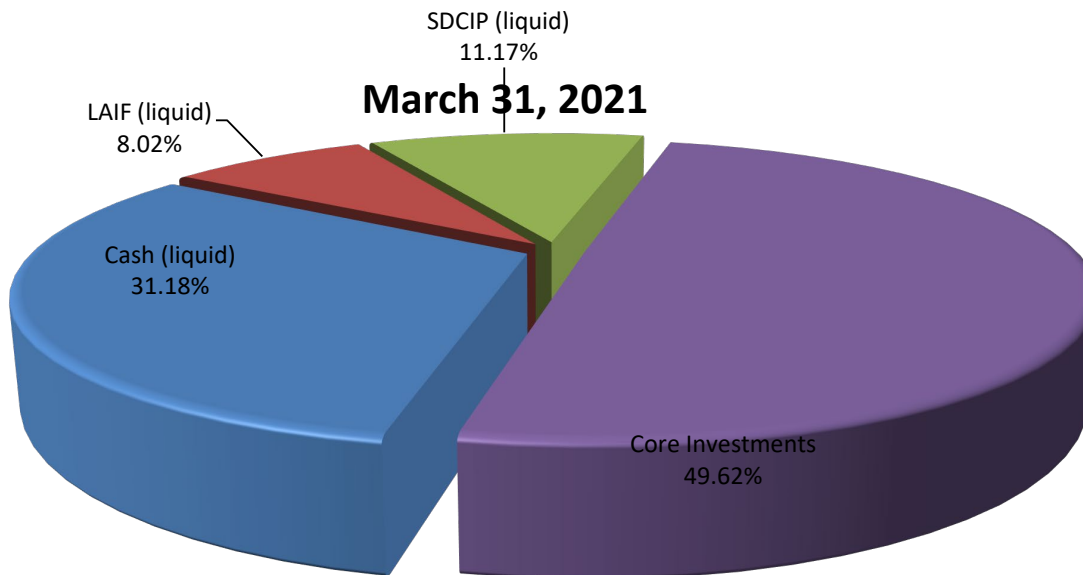
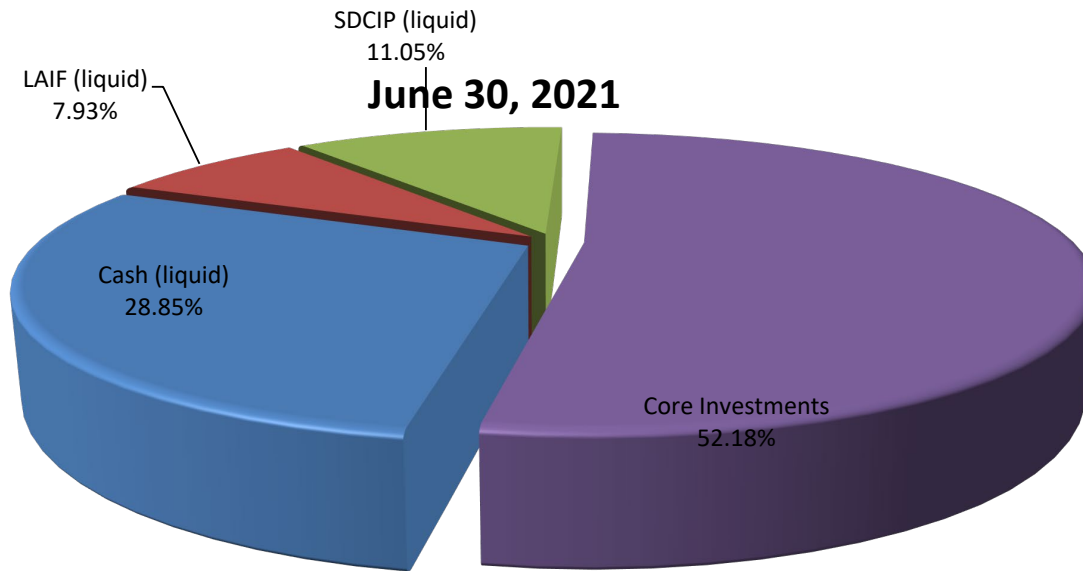
March 31, 2021



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.

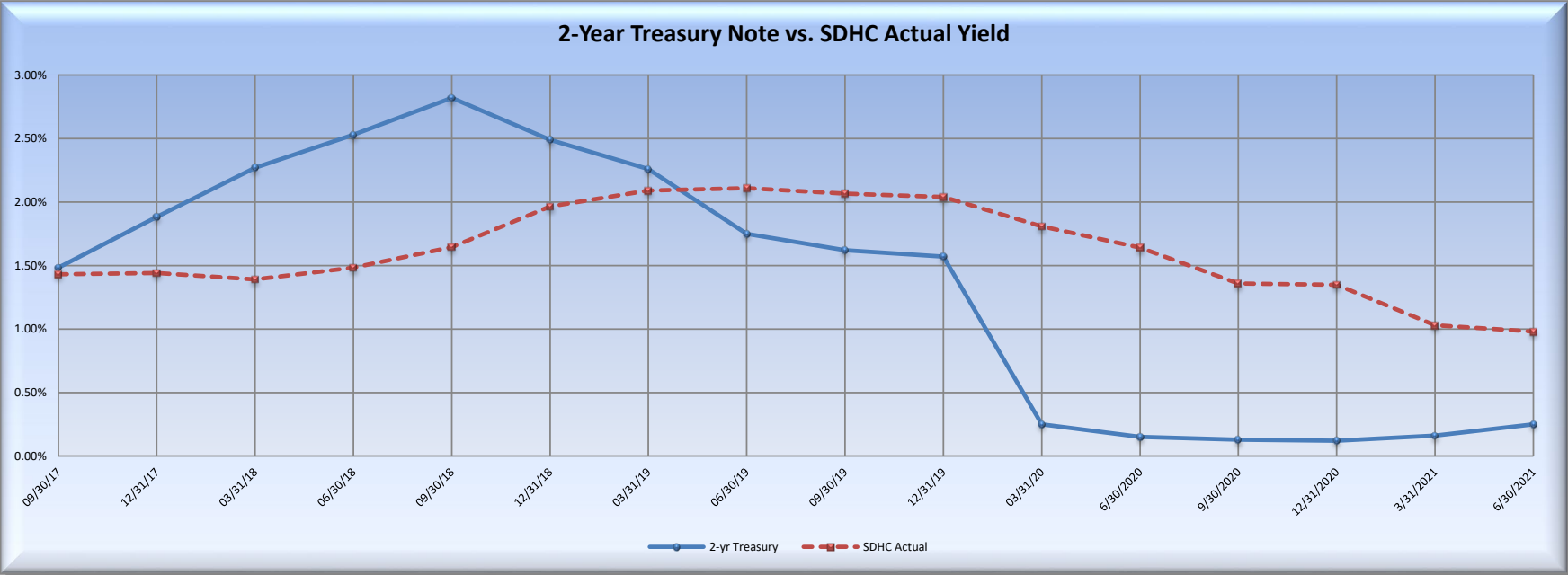
ASSET ALLOCATION BY QUARTER



Market Value in Millions			
	03/31/21	06/30/21	Variance
Cash (liquid)	\$ 61.79	\$ 57.92	\$ (3.87)
LAIF (liquid)	\$ 15.90	\$ 15.92	\$ 0.02
SDCIP (liquid)	\$ 22.13	\$ 22.18	\$ 0.05
Core Investments	\$ 98.33	\$ 104.77	\$ 6.43
Total	\$ 198.16	\$ 200.78	\$ 2.63

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	57.92	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 57.92
LAIF	15.92	-	-	-	-	-	\$ 15.92
SDCIP	22.18	-	-	-	-	-	\$ 22.18
Agency Bonds	1.48	12.31	22.58	16.24	39.45	12.70	\$ 104.77
CD (FDIC)	-	-	-	-	-	-	\$ -
Total	\$ 97.50	\$ 12.31	\$ 22.58	\$ 16.24	\$ 39.45	\$ 12.70	\$ 200.78
Percent	48.56%	6.13%	11.25%	8.09%	19.65%	6.33%	100.00%



San Diego Housing Commission

Portfolio Holdings Detail

As of

June 30, 2021

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	\$46.44	23.13%	\$46.44	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Operating	U.S. Bank	\$0.45	0.22%	\$0.45	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Security Deposit	U.S. Bank	\$0.11	0.06%	\$0.11	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Res. (10002)	Greystone	\$0.13	0.07%	\$0.13	100.00%	\$0.00	1	0.05%	1
Central FNMA LLC Operating	U.S. Bank	\$0.55	0.27%	\$0.55	100.00%	\$0.00	1	0.30%	1
Central FNMA LLC Security Deposit	U.S. Bank	\$0.14	0.07%	\$0.14	100.00%	\$0.00	1	0.30%	1
Central FNMA LLC Res. (10003)	Greystone	\$0.04	0.02%	\$0.04	100.00%	\$0.00	1	0.05%	1
North FNMA LLC Operating	U.S. Bank	\$0.33	0.17%	\$0.33	100.00%	\$0.00	1	0.30%	1
North FNMA LLC Security Deposit	U.S. Bank	\$0.09	0.04%	\$0.09	100.00%	\$0.00	1	0.30%	1
North FNMA LLC Res. (10004)	Greystone	\$0.01	0.00%	\$0.01	100.00%	\$0.00	1	0.05%	1
Central FHA LLC Operating	U.S. Bank	\$1.07	0.53%	\$1.07	100.00%	\$0.00	1	0.30%	1
Central FHA LLC Security Deposit	U.S. Bank	\$0.16	0.08%	\$0.16	100.00%	\$0.00	1	0.30%	1
Central FHA LLC Res. (0538)	PNC Bank	\$0.49	0.25%	\$0.49	100.00%	\$0.00	1	0.05%	1
Northern FHA LLC Operating	U.S. Bank	\$0.88	0.44%	\$0.88	100.00%	\$0.00	1	0.30%	1
Northern FHA LLC Security Deposit	U.S. Bank	\$0.12	0.06%	\$0.12	100.00%	\$0.00	1	0.30%	1
Northern FHA LLC Res. (0539)	PNC Bank	\$0.28	0.14%	\$0.28	100.00%	\$0.00	1	0.05%	1
Southern FHA LLC Operating	U.S. Bank	\$1.45	0.72%	\$1.45	100.00%	\$0.00	1	0.30%	1
Southern FHA LLC Security Deposit	U.S. Bank	\$0.21	0.10%	\$0.21	100.00%	\$0.00	1	0.30%	1
Southern FHA LLC Res. (0540)	PNC Bank	\$0.65	0.33%	\$0.65	100.00%	\$0.00	1	0.05%	1
Hotel Sandford Rep. Res. (7828)	U.S. Bank	\$0.26	0.13%	\$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	\$0.62	0.31%	\$0.62	100.00%	\$0.00	1	0.30%	1
SDHC Building Opportunities	Bank of California	\$0.14	0.07%	\$0.14	100.00%	\$0.00	1	0.40%	1
Red Loan Courtyard	Red Mortgage	\$0.01	0.01%	\$0.01	100.00%	\$0.00	1	0.40%	1
For Benefit of the County of SD		\$0.07	0.04%	\$0.07	100.00%	\$0.00	1	0.40%	1
PMCO operating accounts		\$0.64	0.32%	\$0.64	100.00%	\$0.00	1	0.40%	1
PMCO security deposits		\$0.52	0.26%	\$0.52	100.00%	\$0.00	1	0.40%	1
SDHC PM Operating Reserve		\$1.86	0.93%	\$1.86	100.00%	\$0.00	1	0.40%	1
SDHC PM Replacement Reserve		\$0.19	0.10%	\$0.19	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		\$57.92	28.85%	\$57.92	100.00%	\$0.00	1	0.30%	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	\$15.92	7.93%	\$15.92	100.00%	\$0.00	1	0.26%	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	\$22.18	11.05%	\$22.18	100.00%	\$0.00	1	0.73%	1
Total Pooled Investments		\$38.09	18.97%	\$38.09	100.00%	\$0.00	1	0.53%	1

San Diego Housing Commission
Portfolio Holdings Detail
As of
June 30, 2021

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									
3138L6ZU5	FNMA P	\$1.23	0.61%	\$1.23	99.97%	\$0.00	1441	1.95%	1
31381TS43	FNMA P	\$0.39	0.20%	\$0.40	101.02%	\$0.00	1402	2.85%	305
3136AEGQ4	FNA	\$0.46	0.23%	\$0.47	103.61%	\$0.02	1623	2.88%	545
3136AEGQ4	FNA	\$0.46	0.23%	\$0.47	104.02%	\$0.02	1624	2.87%	545
3137AME60	FNMA P	\$0.69	0.35%	\$0.70	100.71%	\$0.00	1226	2.80%	178
3137AJMF8	FHMS	\$0.49	0.25%	\$0.50	101.06%	\$0.01	1169	2.84%	117
3137AJMF8	FHMS	\$0.55	0.28%	\$0.55	99.33%	\$0.00	1165	2.78%	117
3137B3N95	FHMS	\$0.07	0.03%	\$0.06	86.88%	-\$0.01	1488	2.71%	452
3136ALHX2	FNA	\$0.09	0.05%	\$0.10	110.27%	\$0.01	1153	2.75%	117
31381VFW0	FNMA P	\$0.73	0.36%	\$0.74	101.47%	\$0.01	1400	2.89%	366
3136A4M55	FNMA P	\$0.48	0.24%	\$0.48	101.09%	\$0.01	1229	2.88%	209
3137AH6C7	FHMS	\$0.26	0.13%	\$0.26	99.99%	\$0.00	1040	2.87%	25
3138LCVX0	FNMA P	\$1.00	0.50%	\$1.00	100.02%	\$0.00	1534	3.01%	519
3136A8G61	FNA	\$0.30	0.15%	\$0.30	102.05%	\$0.01	1344	2.95%	329
3137AME60	FNMA P	\$0.87	0.43%	\$0.87	100.71%	\$0.01	1185	2.94%	178
3137AYCE9	FHMS	\$1.04	0.52%	\$1.07	103.28%	\$0.03	1488	3.04%	482
3137B18S0	FHMS	\$0.99	0.50%	\$1.03	103.20%	\$0.03	1486	3.03%	513
3136A77K2	FNA	\$0.20	0.10%	\$0.20	101.84%	\$0.00	1430	3.10%	452
3138L44C4	FNMA P	\$0.74	0.37%	\$0.75	101.65%	\$0.01	1382	3.19%	397
3137BLUR7	FHMS	\$1.00	0.50%	\$1.02	101.74%	\$0.02	1333	2.98%	360
3137AXHP1	FHMS	\$0.99	0.50%	\$1.02	102.72%	\$0.03	1410	3.12%	452
31381TKC3	FNMA P	\$1.62	0.81%	\$1.62	100.22%	\$0.00	1142	3.06%	185
3137B1BS0	FHMS	\$1.49	0.74%	\$1.54	103.16%	\$0.05	1460	3.03%	513
3136AMM48	FNA	\$0.30	0.15%	\$0.31	101.12%	\$0.00	1312	2.84%	390
3137AVXN2	FHMS	\$0.99	0.49%	\$1.01	102.17%	\$0.02	1309	2.78%	390
3138EKQW8	FNMA P	\$0.60	0.30%	\$0.61	102.50%	\$0.01	1477	2.76%	581
3138L8XW9	FNMA P	\$0.90	0.45%	\$0.93	103.29%	\$0.03	1446	2.71%	550
3137FKK88	FNMA P	\$1.22	0.61%	\$1.25	102.70%	\$0.03	1378	2.62%	543
31381VEY7	FNMA P	\$1.15	0.57%	\$1.16	101.16%	\$0.01	1192	2.45%	366
3138L42J1	FNMA P	\$1.75	0.87%	\$1.82	104.10%	\$0.07	1599	2.55%	793
3138ET4Y9	FNMA P	\$0.64	0.32%	\$0.64	100.43%	\$0.00	1009	1.95%	275
3138L1UV9	FNMA P	\$0.82	0.41%	\$0.84	101.42%	\$0.01	1252	1.92%	519
31381UHN0	FNMA P	\$0.81	0.40%	\$0.82	100.47%	\$0.00	1008	1.93%	275
3138EH3A8	FNMA P	\$1.09	0.54%	\$1.10	100.22%	\$0.00	977	2.01%	275
31381VKE4	FNMA P	\$1.01	0.50%	\$1.02	100.85%	\$0.01	1068	2.07%	366
3138LC5B7	FNMA P	\$2.02	1.01%	\$2.05	101.65%	\$0.03	1253	1.83%	581
3138L1YR4	FNMA P	\$1.24	0.62%	\$1.26	101.72%	\$0.02	1231	2.02%	519
31381URW9	FNMA P	\$0.65	0.33%	\$0.66	100.66%	\$0.00	978	1.86%	336
3138LCQN8	FNMA P	\$1.02	0.51%	\$1.04	102.65%	\$0.03	1523	2.03%	884
3138LCW68	FNMA P	\$1.42	0.71%	\$1.42	99.99%	\$0.00	717	1.82%	93
3140JAU97	FNMA P	\$0.36	0.18%	\$0.36	102.01%	\$0.01	1288	1.87%	670
3137BWW02	FHMS	\$1.28	0.64%	\$1.32	103.32%	\$0.04	1550	1.90%	939
3138L0EU1	FNMA P	\$0.60	0.30%	\$0.61	100.84%	\$0.01	1008	1.84%	397

San Diego Housing Commission

Portfolio Holdings Detail

As of

June 30, 2021

3138L3PR0	FNMA P	\$0.96	0.48%	\$0.98	101.78%	\$0.02	1312	1.85%	701
31381UK48	FNMA P	\$0.48	0.24%	\$0.48	100.42%	\$0.00	868	2.00%	275
3140HULZ7	FNMA P	\$1.53	0.76%	\$1.56	101.45%	\$0.02	1683	2.15%	1097
31381UB89	FNMA P	\$0.65	0.32%	\$0.65	100.43%	\$0.00	856	1.90%	275
3138L7JV9	FNMA P	\$0.96	0.48%	\$1.00	103.46%	\$0.03	1713	1.95%	1189
3138L5EA4	FNMA P	\$1.16	0.58%	\$1.18	101.71%	\$0.02	1371	1.77%	854
3136AJLC8	FNMA P	\$0.72	0.36%	\$0.72	100.84%	\$0.01	1428	1.43%	939
3137B5JM6	FNMA P	\$0.76	0.38%	\$0.77	102.15%	\$0.02	1215	1.44%	755
3137B5KW2	FNMA P	\$0.36	0.18%	\$0.36	102.18%	\$0.01	1246	1.43%	786
3137FBTA4	FHMS	\$1.06	0.53%	\$1.06	100.13%	\$0.00	1548	0.81%	1151
3136AJLC8	FNA	\$1.22	0.61%	\$1.21	99.01%	-\$0.01	1304	0.73%	939
3138L4QU0	FNMA P	\$1.05	0.52%	\$1.05	99.88%	\$0.00	1127	0.90%	762
3138L1SZ3	FNMA P	\$0.44	0.22%	\$0.44	99.71%	\$0.00	854	0.66%	489
3136ARTB4	FNA	\$0.16	0.08%	\$0.15	97.29%	\$0.00	970	1.19%	605
3136AMST7	FNA	\$0.97	0.48%	\$0.96	98.99%	-\$0.01	1578	0.70%	1213
3138L4CW1	FNMA P	\$0.98	0.49%	\$0.98	99.65%	\$0.00	1066	0.73%	701
3136AY6Z7	FNA	\$1.35	0.67%	\$1.34	99.31%	-\$0.01	1588	0.66%	1244

San Diego Housing Commission

Portfolio Holdings Detail

As of

June 30, 2021

3138L9A44	FNMA P	\$0.88	0.44%	\$0.88	99.76%	\$0.00	1646	0.71%	1312	
3138L8KW3	FNMA P	\$0.89	0.44%	\$0.89	99.71%	\$0.00	1584	0.71%	1250	
3138LA5W5	FNMA P	\$1.94	0.96%	\$1.94	100.19%	\$0.00	1570	0.89%	1250	
30312XAE7	FRESB	\$1.66	0.83%	\$1.64	99.14%	-\$0.01	1523	0.81%	1213	
3138LKL39	FNMA P	\$1.40	0.70%	\$1.38	98.24%	-\$0.02	1460	1.31%	1159	
3136AJLC8	FNA	\$0.92	0.46%	\$0.90	98.06%	-\$0.02	1225	0.50%	939	
3136AJLC8	FNA	\$1.23	0.61%	\$1.21	98.17%	-\$0.02	1213	0.52%	939	
3140HTNM7	FNMA P	\$2.07	1.03%	\$2.07	99.88%	\$0.00	1279	1.68%	1006	
3136AK2E2	FNA	\$1.39	0.69%	\$1.37	98.64%	-\$0.02	1406	0.60%	1152	
3136AY6S7	FNA	\$1.04	0.52%	\$1.03	99.03%	-\$0.01	1496	0.58%	1244	
3138L8K45	FNMA P	\$1.85	0.92%	\$1.84	99.60%	-\$0.01	1562	0.83%	1312	
3136AKXV0	FNA	\$0.96	0.48%	\$0.95	98.55%	-\$0.01	1364	0.51%	1121	
3136AMMF3	FNA	\$1.14	0.57%	\$1.12	98.62%	-\$0.02	1472	0.53%	1274	
3136AKXV0	FNA	\$0.96	0.48%	\$0.95	98.91%	-\$0.01	1330	0.51%	1121	
3136AY6S7	FNA	\$2.05	1.02%	\$2.04	99.21%	-\$0.02	1442	0.51%	1244	
3137BHCY1	FHMS	\$2.16	1.08%	\$2.13	98.65%	-\$0.03	1452	0.41%	1305	
3137BFX73	FHMS	\$1.03	0.51%	\$1.01	98.85%	-\$0.01	1421	0.41%	1274	
3137FATE8	FHMS	\$2.16	1.08%	\$2.13	98.57%	-\$0.03	1290	0.40%	1152	
3137BLW95	FHMS	\$1.11	0.55%	\$1.09	98.42%	-\$0.02	1644	0.54%	1517	
3137FATE8	FHMS	\$1.08	0.54%	\$1.07	98.61%	-\$0.02	1279	0.42%	1152	
3137FAE0	FHMS	\$1.62	0.81%	\$1.60	98.96%	-\$0.02	1234	0.53%	1121	
3137FEUA6	FHMS	\$1.10	0.55%	\$1.09	98.95%	-\$0.01	1418	0.66%	1305	
30289VAG5	FRESB	\$0.66	0.33%	\$0.65	98.82%	-\$0.01	865	0.77%	755	
3140HTD55	FNMA P	\$1.07	0.54%	\$1.05	98.09%	-\$0.02	1797	1.42%	1705	
313637TG5	FNMA P	\$2.15	1.07%	\$2.12	98.73%	-\$0.03	1646	1.52%	1554	
3136AMMF3	FNA	\$1.51	0.75%	\$1.49	98.91%	-\$0.02	1394	0.63%	1274	
30303HAE3	FRESB	\$0.49	0.25%	\$0.49	98.94%	-\$0.01	1038	1.10%	939	
3140HTD55	FNMA P	\$1.07	0.54%	\$1.05	98.14%	-\$0.02	1774	1.26%	1705	
3137FJXQ7	FHMS	\$2.22	1.11%	\$2.20	99.07%	-\$0.02	1579	0.91%	1517	
3137FJXQ7	FHMS	\$2.07	1.03%	\$2.05	98.95%	-\$0.02	1560	0.89%	1517	
3137BHXC3	FHMS	\$1.44	0.72%	\$1.44	99.91%	\$0.00	1033	0.72%	999	
3137BQYS0	FHMS	\$1.03	0.52%	\$1.02	98.96%	-\$0.01	1824	0.86%	1790	
3138LLUA1	FNMA P	\$2.47	1.23%	\$2.43	98.15%	-\$0.05	1271	1.63%	1250	
30294UAC9	FRESB	\$0.26	0.13%	\$0.26	99.41%	\$0.00	714	0.91%	694	
3138L8X33	FNMA P	\$1.13	0.56%	\$1.12	99.27%	-\$0.01	1297	0.61%	1281	
3138L3MX0	FNMA P	\$0.38	0.19%	\$0.37	99.47%	\$0.00	1385	0.78%	1371	
3138L52Q2	FNMA P	\$0.50	0.25%	\$0.49	99.41%	\$0.00	1659	1.03%	1646	
3138L5FA3	FNMA P	\$0.54	0.27%	\$0.53	99.40%	\$0.00	1628	1.01%	1615	
3140HSK67	FNMA P	\$1.09	0.54%	\$1.08	98.71%	-\$0.01	1689	1.66%	1677	
3138LKL39	FNMA P	\$3.09	1.54%	\$3.06	99.06%	-\$0.03	1164	1.59%	1159	
Total Agency Bond Investments		\$104.64	52.18%	\$104.77	100.15%	\$0.13	1,371	1.51%	927	
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										
Citibank		17312QN54	\$0.00	0.00%	\$0.00	0.00%	\$0.00	1096	3.00%	-2
Total Certificate of Deposits			\$0.00	0.00%	\$0.00	0.00%	\$0.00	0	0.00%	0

June 30, 2021

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.