



Date: April 2, 2024

To: Mayor and City Council
Dave Zabell, Interim City Manager

From: Kimberly Dominé, Financial Services Manager

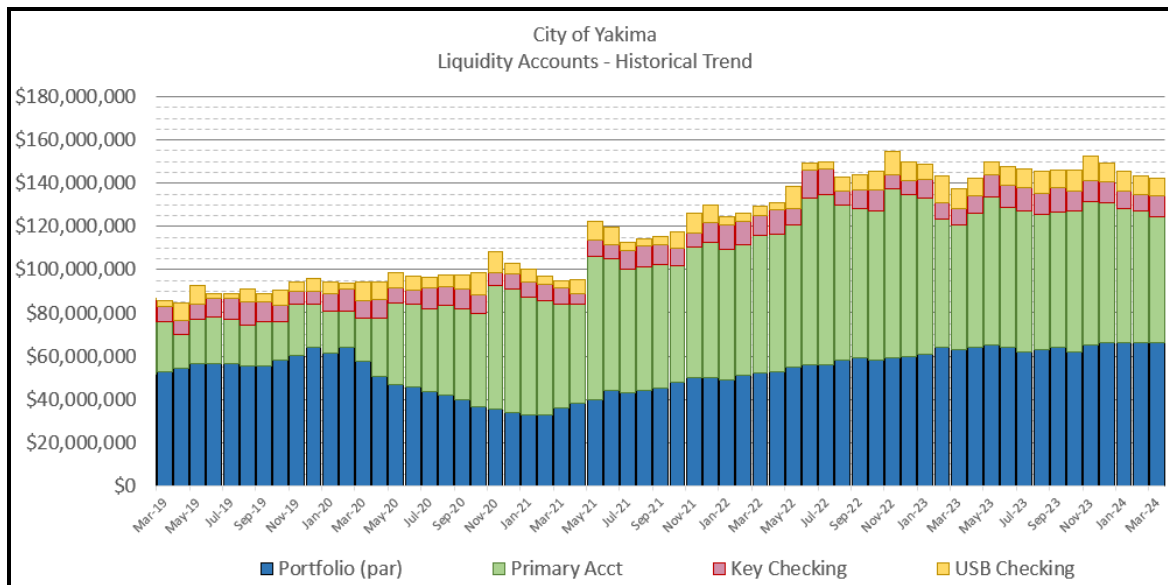
Re: 2024 – 1st Quarter Treasury Report



This report is to transparently report the City’s cash position and investment activity for the quarter just ended. Each investment is in compliance with the City’s Investment Policy, State Statues and City Municipal Code. The City’s investment policy was reviewed and approved by City Council on March 5, 2019 and adopted by ordinance on February 1, 2022; and the policy received a Certification of Excellence from the Washington Public Treasurer’s Association in February 2019.

Total Cash and Investments at Quarter-end total \$145.2 million: \$20.6 million in depository banks, \$58.6 million in the State Pool, and \$66.0 million invested.

The following chart shows the 5-year trend of total cash and investments month by month (showing only permanent accounts comparable year over year).



The City’s Investment Portfolio

The City’s investment activities are governed by State regulations and the City of Yakima’s Investment Policy. All investments are in full compliance with the City’s Investment Policy, State Statues and City Municipal Code.

Calls or Maturities. During last quarter, the following matured or were called at full value:

- 1552 \$1,000,000 FAMCA matured 01/10/2024
- 1585 \$1,000,000 FHLB matured 01/30/2024
- 1540 \$1,000,000 FNMA matured 02/05/2024
- 1573 \$1,000,000 FNMA matured 02/5/2024
- 1559 \$2,000,000 US Treasury matured 03/31/2024

Purchases: During the last quarter, the following were purchased:

- 1596 \$2,000,000 FFCB to mature 01/19/2027
- 1597 \$2,000,000 FFCB to mature 02/12/2027
- 1598 \$2,000,000 FFCB to mature 03/15/2027

Portfolio and Benchmark Yield and Maturity:

| | |
|---|----------|
| Avg. weighted yield of City investments, excluding LGIP: | 3.70% |
| LGIP State Pool 30-day yield: | 5.43% |
| Weighted average maturity of City investments, excluding LGIP: | 299 days |
| Weighted average maturity of LGIP State Pool 30-day yield: | 23 days |

Execution of each investment transaction contemplated ongoing cash flows from city operations, debt obligations, liquid and maturing securities, and contingencies to meet the City's future cash flow requirements.

The City's Investment Portfolio consists of three general tiers which coincide with the primary considerations of prudent investing:

- 1) The **Safety** portion of the Portfolio consists of funds invested in the Local Government Investment Pool (LGIP, or State Pool) managed by the State Treasurer, available same-day. This allows for seasonal fluctuations, primarily the April/October inflows of Property Tax and the outflows of debt service and capital projects.
- 2) The **Liquidity** portion of the Portfolio consist of demand deposit (checking) accounts at banks which are qualified public depositories, protected above FDIC-insured balances through the actions of the Washington State Public Deposit Protection Commission (PDPC).
- 3) The **Yield** portion of the Portfolio consists of a diversified portfolio of Agencies, Treasuries and/or other authorized investments with staggered maturities of up to five years. Based on analysis of historical cash reserves and budgetary planning, this segment will not be subject to seasonal spending and continues to be safely invested long-term.

Current Rates. As of March 31, 2024, the fixed income market still shows an inverted market with the 1-year Treasury currently at 82 basis points higher than the 5-year Treasury, yielding 5.03% and 4.21% respectively. The 30-day yield of the State Pool moved ever so slightly lower from 5.44% to 5.43%, with a 23-day avg. maturity over last quarter.

Economic Outlook. Jerome H. Powell, the chair of the Federal Reserve, said on Friday, March 29th, that resilient economic growth is giving the central bank the flexibility to be patient before cutting interest rates. Fed officials raised interest rates sharply from early 2022 to mid-2023, and they have left them at about 5.3 percent since last July.

Strategy Notes. The City of Yakima’s investments are not typically actively traded, meaning that no attempt to “buy low and sell high” or “time the market” is made. Investments purchased with the intent of providing investment income are intended to be held to maturity, relying on following a prudent course of action for income rather than predicting market direction.

| | | Actual % |
|------------|-------------|----------|
| LGIP | 58,606,106 | 47% |
| Treasuries | 36,000,000 | 29% |
| Agencies | 30,000,000 | 24% |
| | 124,606,106 | 100% |

Debt Activity

All debt payments were paid out as scheduled. A comprehensive city-wide debt report is attached with current balances.

Interfund Borrowings and Investments

Borrowing between funds is temporary in nature, reviewed periodically by staff and Council, amended as circumstances change. Currently there are two Interfund Loans.

The first loan is to help cash flow the Mill Site Project that is waiting for the receipt of grant reimbursements. It was determined that the Mill Site needed more than the original amount loaned so an increase was given with the payment schedule extended out to three years and aligned with the LIFT revenues that are received annually.

The second loan is to help cash flow the Nelson Dam Project. This interfund loan is for three years with monthly payments that started January 2023 and is due to be paid in full September 2025.

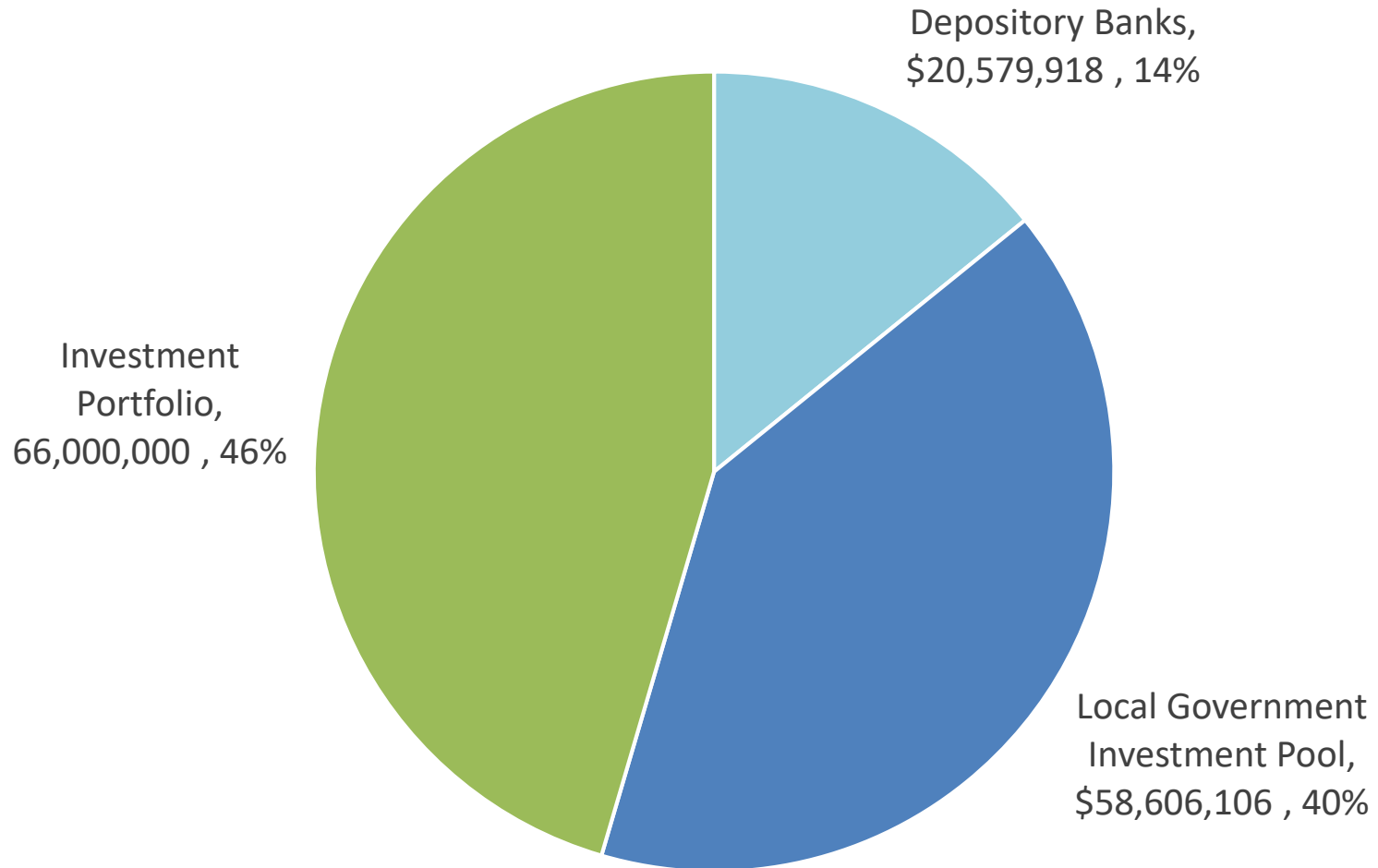
City of Yakima
Cash and Investment Summary
March 31, 2024

| Description | Current 3/31/2024 | Prior Quarter 12/31/2023 | Prior Year 3/31/2023 |
|---|----------------------|-----------------------------|-------------------------|
| Cash Balances on Hand in Banks | 20,579,918.33 | \$ 21,585,813 | \$ 19,401,453 |
| Local Government Investment Pool (LGIP) | 58,606,106 | 64,779,877 | 57,714,422 |
| Investment Portfolio | 66,000,000 | 66,000,000 | 63,000,000 |
| Total Investments | 124,606,106 | 130,779,877 | 120,714,422 |
| Total Cash and Investments | \$ 145,186,024 | \$ 152,365,690 | \$ 140,115,875 |

| Summary of Investment Activity | Beg Balance 12/31/2023 | Purchases & Deposits | Interest Reinvested | Maturities, Calls & Withdrawals | End Balance 3/31/2024 |
|---|---------------------------|-------------------------|------------------------|------------------------------------|--------------------------|
| Local Government Investment Pool (LGIP) | \$ 64,779,877 | \$ 2,000,000 | \$ 826,228 | \$ (9,000,000) | \$ 58,606,106 |
| Investment Portfolio | 66,000,000 | 6,000,000 | - | (6,000,000) | 66,000,000 |
| Total Investments | \$ 130,779,877 | \$ 8,000,000 | \$ 826,228 | \$ (15,000,000) | \$ 124,606,106 |

City of Yakima

Distribution of Cash and Investments as of 03/31/2024

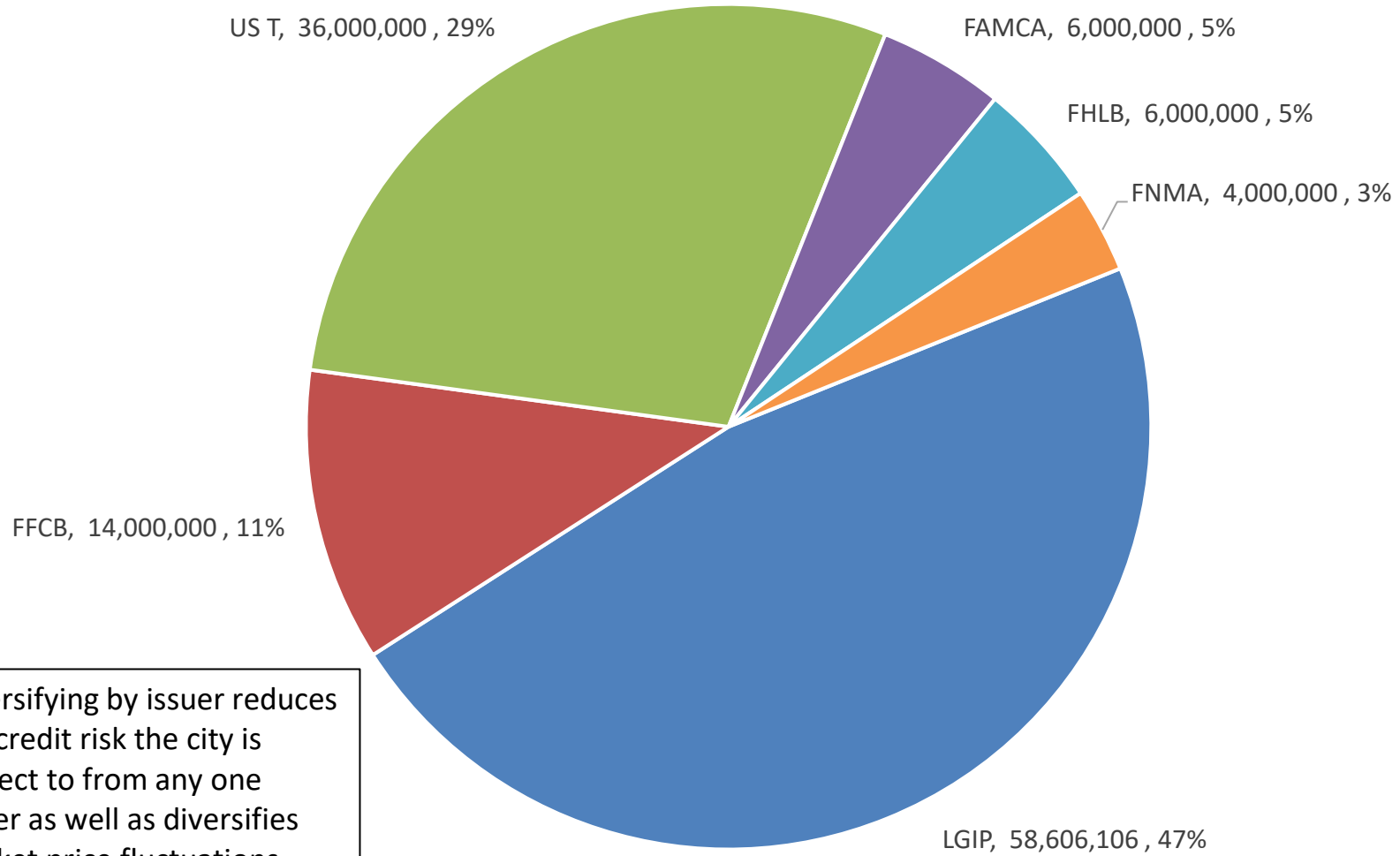


City of Yakima
Investment Portfolio - Inventory by Agency
 March 31, 2024

| Agency | Inv# | CUSIP | Face Value | Price | Coupon | Expected Yield | Settle | Maturity | Days to Maturity | Market | Call Type | Moody's | S&P | Fitch | Next Call | Most Likely Call |
|---------------------|------|-----------|-----------------------|-----------------------|--------|----------------|-----------|----------|------------------|-----------------------|-----------|---------|-----|-------|-----------|------------------|
| US T | 1565 | 91282CBV2 | 1,000,000 | 999,023 | 0.380 | 0.410 | 6/30/21 | 4/14/24 | 14 | 998,095 | NC | Aaa | NA | AAAu | NC | 4/14/24 |
| US T | 1553 | 9128286R6 | 1,000,000 | 1,034,063 | 2.250 | 1.413 | 2/14/20 | 4/30/24 | 30 | 997,495 | NC | Aaa | NA | AAAu | NC | 4/30/24 |
| US T | 1562 | 912828XT2 | 2,000,000 | 2,103,125 | 2.000 | 0.325 | 4/26/21 | 5/31/24 | 61 | 1,989,204 | NC | Aaa | NA | AAAu | NC | 5/31/24 |
| FAMCA | 1533 | 31422BGA2 | 1,000,000 | 1,022,900 | 2.150 | 1.634 | 10/18/19 | 6/5/24 | 66 | 994,054 | NC | NA | NA | NA | NC | 6/5/24 |
| US T | 1566 | 91282CCG4 | 1,000,000 | 994,102 | 0.250 | 0.451 | 6/30/21 | 6/15/24 | 76 | 989,512 | NC | Aaa | NA | AAAu | NC | 6/15/24 |
| US T | 1563 | 912828N9 | 2,000,000 | 2,112,813 | 2.125 | 0.352 | 5/16/21 | 7/31/24 | 122 | 1,978,867 | NC | Aaa | NA | AAAu | NC | 7/31/24 |
| FFCB | 1585 | 3133ENG20 | 1,000,000 | 985,011 | 3.300 | 4.320 | 2/3/23 | 8/15/24 | 137 | 992,783 | NC | Aaa | AA+ | AA+ | NC | 8/15/24 |
| US T | 1546 | 912828U3 | 1,000,000 | 1,008,789 | 1.875 | 1.660 | 12/11/19 | 8/31/24 | 153 | 985,840 | NC | Aaa | NA | AAAu | NC | 8/31/24 |
| US T | 1564 | 912828YH7 | 2,000,000 | 2,074,922 | 1.500 | 0.361 | 6/8/21 | 9/30/24 | 183 | 1,963,164 | NC | Aaa | NA | AAAu | NC | 9/30/24 |
| US T | 1567 | 912828YM6 | 2,000,000 | 2,074,531 | 1.500 | 0.343 | 8/3/21 | 10/31/24 | 214 | 1,957,188 | NC | Aaa | NA | AAAu | NC | 10/31/24 |
| FFCB | 1538 | 3133EK6J0 | 1,000,000 | 994,700 | 1.625 | 1.736 | 11/8/19 | 11/8/24 | 222 | 979,673 | NC | Aaa | AA+ | AA+ | NC | 11/8/24 |
| FHLB | 1554 | 3130A3GE8 | 1,000,000 | 1,058,979 | 2.750 | 1.480 | 2/14/20 | 12/13/24 | 257 | 983,228 | NC | Aaa | AA+ | NA | NC | 12/13/24 |
| FAMCA | 1555 | 31422BRT9 | 1,000,000 | 1,011,943 | 1.750 | 1.495 | 2/14/20 | 1/3/25 | 278 | 975,053 | NC | NA | NA | NA | NC | 1/3/25 |
| US T | 1572 | 912828ZC7 | 2,000,000 | 2,015,156 | 1.125 | 0.890 | 11/16/21 | 2/28/25 | 334 | 1,929,863 | NC | Aaa | NA | AAAu | NC | 2/28/25 |
| US T | 1574 | 912828ZF0 | 2,000,000 | 1,946,797 | 0.500 | 1.365 | 2/3/22 | 3/31/25 | 365 | 1,912,871 | NC | Aaa | NA | AAAu | NC | 3/31/25 |
| US T | 1568 | 912828ZL7 | 1,000,000 | 995,467 | 0.375 | 0.500 | 9/1/21 | 4/30/25 | 395 | 951,914 | NC | Aaa | NA | AAAu | NC | 4/30/25 |
| US T | 1568 | 912828ZL7 | 1,000,000 | 995,467 | 0.375 | 0.500 | 9/1/21 | 4/30/25 | 395 | 951,914 | NC | Aaa | NA | AAAu | NC | 4/30/25 |
| US T | 1575 | 912828ZT0 | 2,000,000 | 1,925,992 | 0.250 | 1.420 | 3/2/22 | 5/31/25 | 426 | 1,894,375 | NC | Aaa | NA | AAAu | NC | 5/31/25 |
| US T | 1571 | 912828ZW3 | 1,000,000 | 979,531 | 0.250 | 0.813 | 10/18/21 | 6/30/25 | 456 | 944,180 | NC | Aaa | NA | AAAu | NC | 6/30/25 |
| US T | 1576 | 91282CAB7 | 2,000,000 | 1,843,472 | 0.250 | 2.780 | 4/29/22 | 7/31/25 | 487 | 1,881,641 | NC | Aaa | NA | AAAu | NC | 7/31/25 |
| FNMA | 1578 | 3135G05X7 | 2,000,000 | 1,844,334 | 0.375 | 2.870 | 5/12/22 | 8/25/25 | 512 | 1,879,822 | NC | Aaa | AA+ | AAA | NC | 8/25/25 |
| US T | 1569 | 91282CAM3 | 1,000,000 | 980,735 | 0.250 | 0.740 | 10/1/21 | 9/30/25 | 548 | 934,648 | NC | Aaa | NA | AAAu | NC | 9/30/25 |
| US T | 1580 | 91282CAT8 | 2,000,000 | 1,818,516 | 0.250 | 3.273 | 8/24/22 | 10/31/25 | 579 | 1,863,359 | NC | Aaa | NA | AAAu | NC | 10/31/25 |
| FFCB | 1579 | 3133ENXQ8 | 2,000,000 | 1,992,128 | 2.800 | 2.920 | 6/7/2022 | 11/25/25 | 604 | 1,936,994 | NC | Aaa | AA+ | AA+ | NC | 11/25/25 |
| US T | 1581 | 91282CBC4 | 2,000,000 | 1,807,440 | 0.375 | 3.490 | 9/12/22 | 12/31/25 | 640 | 1,855,391 | NC | Aaa | NA | AAAu | NC | 12/31/25 |
| US T | 1582 | 9128286A3 | 2,000,000 | 1,891,374 | 2.625 | 4.450 | 11/9/22 | 1/31/26 | 671 | 1,928,281 | NC | Aaa | NA | AAAu | NC | 1/31/26 |
| US T | 1584 | 912828P46 | 2,000,000 | 1,877,584 | 1.625 | 3.750 | 1/18/23 | 2/15/26 | 686 | 1,891,563 | NC | Aaa | NA | AAAu | NC | 2/15/26 |
| FHLB | 1587 | 3130AUU36 | 2,000,000 | 1,984,286 | 4.125 | 4.400 | 2/22/2023 | 3/13/26 | 712 | 1,980,540 | NC | Aaa | AA+ | NA | NC | 3/13/26 |
| FNMA | 1583 | 3135G0K36 | 2,000,000 | 1,880,612 | 2.125 | 4.040 | 12/13/22 | 4/24/26 | 754 | 1,901,488 | NC | Aaa | AA+ | AAA | NC | 4/24/26 |
| US T | 1588 | 91282CCF6 | 2,000,000 | 1,822,350 | 0.750 | 3.800 | 4/19/23 | 5/31/26 | 791 | 1,843,047 | NC | Aaa | NA | AAAu | NC | 5/31/26 |
| FHLB | 1589 | 3130AVWS7 | 2,000,000 | 2,014,500 | 3.750 | 3.500 | 5/5/23 | 6/12/26 | 803 | 1,965,285 | NC | Aaa | AA+ | NA | NC | 6/12/26 |
| FFCB | 1590 | 3133EPPE9 | 2,000,000 | 1,975,386 | 4.375 | 4.840 | 8/29/23 | 7/6/26 | 827 | 1,988,121 | NC | Aaa | AA+ | AA+ | NC | 7/6/26 |
| US T | 1592 | 91282CHU8 | 2,000,000 | 1,987,798 | 4.375 | 4.610 | 11/9/23 | 8/15/26 | 867 | 1,992,891 | NC | Aaa | NA | AAAu | NC | 8/15/26 |
| FAMCA | 1591 | 31422X6U1 | 2,000,000 | 1,987,142 | 4.625 | 4.860 | 9/22/23 | 9/8/26 | 891 | 2,001,452 | NC | NA | NA | NA | NC | 9/8/26 |
| FFCB | 1593 | 3133EJM97 | 2,000,000 | 1,917,609 | 3.350 | 4.860 | 11/14/23 | 10/30/26 | 943 | 1,944,923 | NC | Aaa | AA+ | AA+ | NC | 10/30/26 |
| FHLB | 1594 | 3130AXU63 | 1,000,000 | 1,008,210 | 4.625 | 4.322 | 12/14/23 | 11/17/26 | 961 | 1,002,877 | NC | Aaa | AA+ | NA | NC | 11/17/26 |
| FAMCA | 1595 | 31424WCQ3 | 2,000,000 | 2,024,358 | 4.500 | 4.060 | 12/15/23 | 12/4/26 | 978 | 1,996,528 | NC | NA | NA | NA | NC | 12/4/26 |
| FFCB | 1596 | 3133EPW76 | 2,000,000 | 1,995,234 | 3.875 | 3.960 | 1/19/24 | 1/19/27 | 1,024 | 1,969,262 | NC | Aaa | AA+ | AA+ | NC | 1/19/27 |
| FFCB | 1597 | 3133EP2T1 | 2,000,000 | 2,000,000 | 4.125 | 4.125 | 2/12/24 | 2/12/27 | 1,048 | 1,981,973 | NC | Aaa | AA+ | AA+ | NC | 2/12/27 |
| FFCB | 1598 | 3133EJGF0 | 2,000,000 | 1,928,336 | 3.125 | 4.420 | 3/21/24 | 3/15/27 | 1,079 | 1,926,427 | NC | Aaa | AA+ | AA+ | NC | 3/15/27 |
| Subtotal | 40 | | 66,000,000 | 64,914,714 | Avg. | | | | | 64,035,787 | | | | | | |
| LGIP | LGIP | NA | 58,606,106 | 58,606,106 | 5.440 | 5.428 | NA | NA | 1 | 58,606,106 | NC | | | | NA | NA |
| Grand Totals | | | \$ 124,606,106 | \$ 123,520,820 | | 3.71% | | | 299 | \$ 122,641,893 | | | | | | |

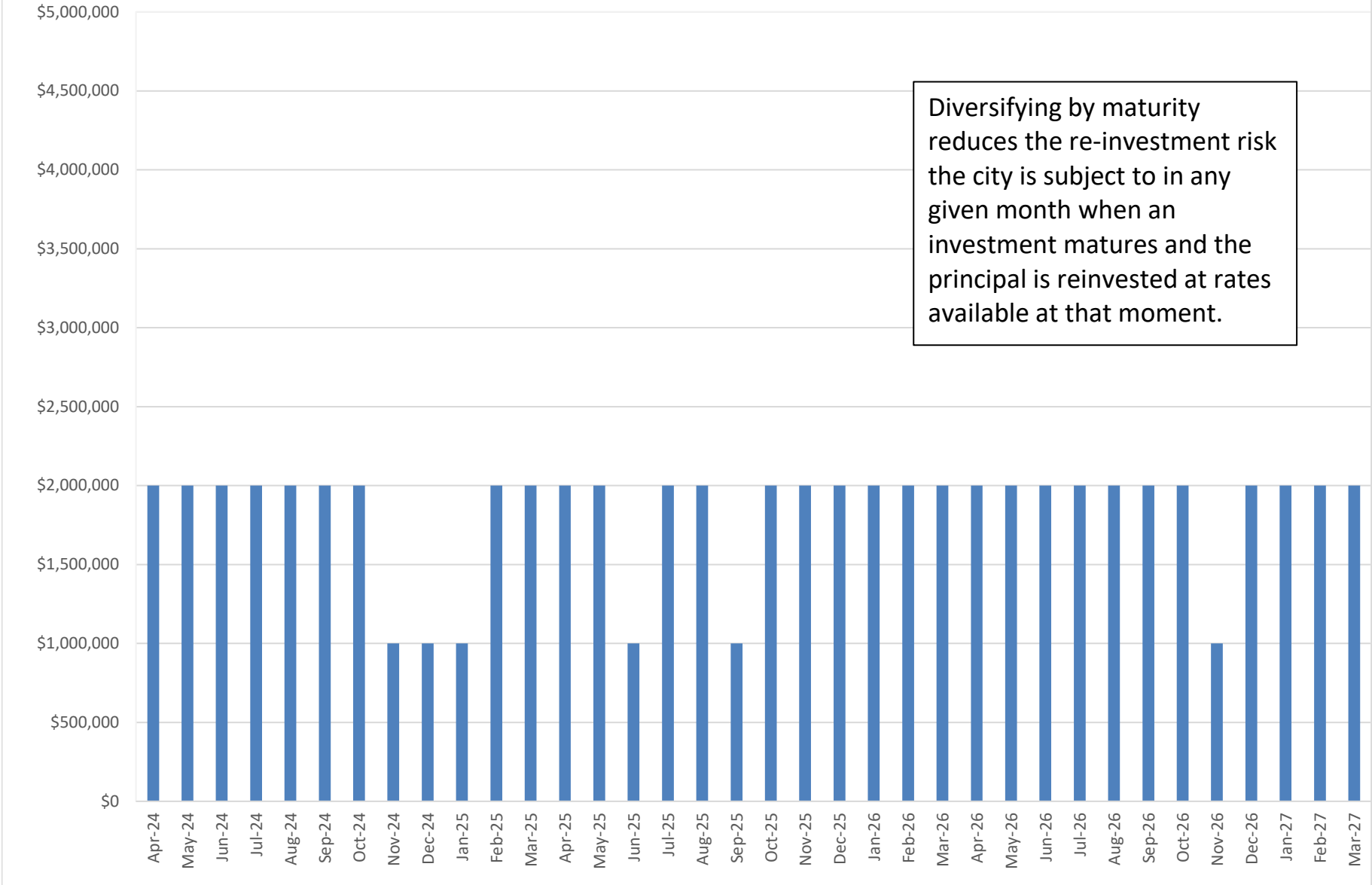
City of Yakima

Investment Portfolio by Issuer at 03/31/2024



Diversifying by issuer reduces the credit risk the city is subject to from any one issuer as well as diversifies market price fluctuations which can vary by issuer.

City of Yakima Investment Portfolio Maturity Distribution at 03/31/2024



City of Yakima
Investment Portfolio - Detail of Activity
March 31, 2024

| Agency | Inv# | Beginning Face Value | Additions and Purchases | Calls and Maturities | Ending Face Value |
|--|------|-----------------------|-------------------------|------------------------|-----------------------|
| Farmer Mac | | | | | |
| FAMCA | 1533 | 1,000,000 | | | 1,000,000 |
| FAMCA | 1552 | 1,000,000 | | (1,000,000) | - |
| FAMCA | 1555 | 1,000,000 | | | 1,000,000 |
| FAMCA | 1591 | 2,000,000 | | | 2,000,000 |
| FAMCA | 1595 | 2,000,000 | | | 2,000,000 |
| FAMCA Total | | 7,000,000 | - | (1,000,000) | 6,000,000 |
| Federal Farm Credit Bureau | | | | | |
| FFCB | 1538 | 1,000,000 | - | | 1,000,000 |
| FFCB | 1579 | 2,000,000 | | | 2,000,000 |
| FFCB | 1586 | 1,000,000 | | | 1,000,000 |
| FFCB | 1590 | 2,000,000 | | | 2,000,000 |
| FFCB | 1593 | 2,000,000 | | | 2,000,000 |
| FFCB | 1596 | | 2,000,000 | | 2,000,000 |
| FFCB | 1597 | | 2,000,000 | | 2,000,000 |
| FFCB | 1598 | | 2,000,000 | | 2,000,000 |
| FFCB Total | | 8,000,000 | 6,000,000 | - | 14,000,000 |
| Federal Home Loan Bank | | | | | |
| FHLB | 1554 | 1,000,000 | - | - | 1,000,000 |
| FHLB | 1585 | 1,000,000 | | (1,000,000) | - |
| FHLB | 1587 | 2,000,000 | | | 2,000,000 |
| FHLB | 1594 | 1,000,000 | | | 1,000,000 |
| FHLB | 1589 | 2,000,000 | | | 2,000,000 |
| FHLB Total | | 7,000,000 | - | (1,000,000) | 6,000,000 |
| Federal National Management Association | | | | | |
| FNMA | 1540 | 1,000,000 | - | (1,000,000) | - |
| FNMA | 1573 | 1,000,000 | | (1,000,000) | - |
| FNMA | 1578 | 2,000,000 | | | 2,000,000 |
| FNMA | 1583 | 2,000,000 | | | 2,000,000 |
| FNMA Total | | 6,000,000 | - | (2,000,000) | 4,000,000 |
| US Treasury | 1546 | 1,000,000 | - | - | 1,000,000 |
| US Treasury | 1553 | 1,000,000 | - | - | 1,000,000 |
| US Treasury | 1559 | 2,000,000 | | (2,000,000) | - |
| US Treasury | 1562 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1563 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1564 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1565 | 1,000,000 | | | 1,000,000 |
| US Treasury | 1566 | 1,000,000 | | | 1,000,000 |
| US Treasury | 1567 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1568 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1569 | 1,000,000 | | | 1,000,000 |
| US Treasury | 1571 | 1,000,000 | | | 1,000,000 |
| US Treasury | 1572 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1574 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1575 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1576 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1580 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1581 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1582 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1584 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1588 | 2,000,000 | | | 2,000,000 |
| US Treasury | 1592 | 2,000,000 | | | 2,000,000 |
| US Treasury | | 38,000,000 | - | (2,000,000) | 36,000,000 |
| Subtotal | | 66,000,000 | 6,000,000 | (6,000,000) | 66,000,000 |
| Other Investments | | - | - | - | - |
| LGIP (State Pool) | LGIP | 64,779,877 | 2,826,228 | (9,000,000) | 58,606,106 |
| Other Investment Totals | | 64,779,877 | 2,826,228 | (9,000,000) | 58,606,106 |
| Grand Totals | | \$ 130,779,877 | \$ 8,826,228 | \$ (15,000,000) | \$ 124,606,106 |

City of Yakima
Long Term Debt Schedule - by Project Group
 March 31, 2024

| Date Issued | Maturity | Description | Note | Amount of Issue | Current Balance |
|---|-----------|---|---|-------------------|-------------------|
| General Obligation Bonds | | | | | |
| 6/20/2013 | 12/1/2028 | Street Project Demonstration (Refunded) | Various City street improvements | 3,500,000 | 1,804,726 |
| 6/9/2014 | 6/1/2024 | Street Resurfacing Project | Streets improvements | 13,140,000 | 1,610,000 |
| 9/24/2018 | 6/1/2035 | Soccer Complex (Refunded) | City portion of SOZO Sports Complex | 4,440,127 | 3,488,579 |
| 9/24/2018 | 12/1/1942 | 2018 Aquatic Center YMCA | City portion of Aquatic Center | 8,009,873 | 7,801,261 |
| 4/21/2020 | 12/1/2032 | 2020B Capital Theatre 09 Refunded | 2020B Capital Theatre 09 Refunded | 4,910,000 | 3,555,000 |
| 4/21/2020 | 12/1/2044 | 2020B Convention Center Addition | 2020B Convention Center Addition | 12,620,000 | 11,310,000 |
| 4/21/2020 | 12/1/2044 | 2020B Convention Center Addition III Refu | 2020B Convention Center Addition III Refunded | 2,495,000 | 2,235,000 |
| Subtotal General Obligation Bonds | | | | 49,115,000 | 31,804,567 |
| Certificate of Participation - State of Washington | | | | | |
| 9/28/2017 | 6/1/2027 | Energy Project | 2017 Energy Project (lighting) | 921,683 | 427,183 |
| 7/21/2020 | 6/1/2035 | Energy Project | 2020 Energy Efficiency Project (lighting) | 1,415,000 | 1,210,000 |
| 9/28/2017 | 6/1/2027 | Fire Aerial & Pump App | Fire Aerial | 1,268,053 | 587,719 |
| Subtotal Certificates of Participation | | | | 3,604,736 | 2,224,901 |
| Revenue Bonds | | | | | |
| 4/21/2020 | 12/1/2034 | 2020 Ref 04 Irrigation | 2020 Ref 04 Irrigation | 3,260,000 | 2,525,000 |
| 4/21/2020 | 12/1/2027 | 2020 Ref 08 WS Rev | 2020 Ref 08 WS Rev | 2,590,000 | 1,430,000 |
| Subtotal Revenue Bonds | | | | 5,850,000 | 3,955,000 |
| Intergovernmental Loans | | | | | |
| 8/14/2009 | 7/1/2028 | PC-08-951-052 | 2009 Railroad Grade Separation | 3,000,000 | 825,501 |
| 5/6/2010 | 6/1/2034 | L1000030-0 | 2010 Railroad Grade Separation | 1,229,295 | 759,032 |
| 6/17/2014 | 5/1/2034 | Comm Center Move | City portion of County GO Bonds | 1,716,500 | 1,090,000 |
| 6/1/2016 | 6/1/2027 | '16 Yak Co SIED - SOZO | 2016 Yakima Co SIED Loan - SOZO | 900,000 | 398,310 |
| 11/21/2017 | 6/1/2024 | '17 Yak Co SIED - YV Brewing Project | 2017 Yakima Co SIED Loan - YV Brewing Project | 61,580 | 13,720 |
| 7/17/2018 | 6/1/2029 | '18 Yak Co SIED - River Rd. | 2018 Yakima Co SIED - River Rd Improvements/Aquatics Center | 500,000 | 331,903 |
| 3/2/2021 | 6/1/2032 | 21 Yak Co Seid - SOZO | 2021 Yakima Co SEID Loan SOZO | 1,000,000 | 937,544 |
| 3/14/2023 | 6/1/2035 | 22 Yak Co Seid - Russell Lane | 2023 Yak Co Seid - Russell Lane | 416,000 | 416,000 |
| 12/15/2023 | 6/1/2036 | 23 Yak Co Seid - Chief Hops | 2023 Yak Co Seid - Chief Hops | 312,500 | 312,500 |
| 6/27/2005 | 10/1/2025 | SRF-04-65104-037 | 2005 Naches River WTP Filter Rehab | 894,380 | 94,145 |
| 12/30/2005 | 6/1/2025 | PW-05-691-064 | 2005 River Road Sewer | 2,307,000 | 248,492 |
| 4/30/2007 | 6/1/2027 | PW-07-962-019 | 2007 Ultra Violet Disinfection | 2,300,000 | 485,556 |
| 4/15/2009 | 6/1/2028 | PC-08-951-051 | 2009 New Water Well | 2,257,200 | 605,744 |
| 10/10/2011 | 3/31/2033 | L1100008 | 2011 Energy Efficiency | 516,192 | 275,164 |
| 8/1/2011 | 7/1/2034 | L1200019 | 2012 Industrial Waste Anaerobic | 587,173 | 359,821 |
| 6/1/2012 | 6/1/2031 | PC-12-951-065 | 2012 Wastewater Treatment Plan | 5,000,000 | 2,152,633 |
| 10/11/2012 | 6/1/2037 | PC-13-961-059 | 2012 Industrial Sewer Extensions | 2,000,000 | 1,138,756 |
| 8/5/2013 | 6/1/2032 | PC-13-961-074 | 2013 Automated Reading System | 5,000,000 | 2,368,421 |
| 12/31/2021 | 6/1/2039 | PC20-96103-044 | 2020 Waterline Improvements | 1,737,906 | 1,544,806 |
| 12/12/2013 | 10/1/2034 | DM-11-952-038 | 2013 Design WTP Lagoons | 3,514,800 | 1,933,140 |
| Subtotal Intergovernmental Loans | | | | 35,250,527 | 16,291,188 |

City of Yakima
Interfund Borrowing
 March 31, 2024

| Description | Original Balance | Beginning Balance | Issued | Retired | Ending Balance |
|-------------------------------|---------------------|----------------------|--------|-------------------|---------------------|
| Millsite | 1,800,000.00 | 752,015.53 | | | 752,015.53 |
| Nelson Dam | 3,299,691.00 | 2,099,803.32 | | 299,971.92 | 1,799,831.40 |
| Total across all funds | 5,099,691.00 | 2,851,818.85 | - | 299,971.92 | 2,551,846.93 |

Per Ordinance #2013-011 Temporary Interfund Loans to help with cash flow.



Committee Review of Investment Rationale

Date: January 16, 2024

Investment # 2024-1596 is a 3-year Federal Farm Credit Bank, face value \$2,000,000, maturing January 19 2027, 3.87% coupon purchased at 99.7617 to yield 3.96%. This trade settles January 19, 2024 with Time Value Investments, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by maturities called during 2024.

Liquidity: At December 31st, month-end, Key Bank checking account balance was \$9.9 million (target minimum is \$3 Million), US Bank checking balance was \$8.7 million and an investment portfolio was \$66.0 million (target is \$72 million for Treasuries, Corporates and Agencies). Current LGIP balance was \$66.4 million (target minimum is \$5 million).

Safety: This purchase is a debt issue of a government-sponsored enterprise (GSE), that carries an explicit Federal guarantee, equivalent to Aaa/AA+ rating by Moody's and S&P.

Yield. Yield is 3.96%. This investment is 147 basis points under LGIP and 4 basis points over a 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

| | | |
|---------------------------|---------|-------------------------|
| LGIP current 30-day yield | 5.4315% | www.secureaccess.wa.gov |
| 5year Treasury | 3.8400% | Treasury.gov |
| 3-year Treasury | 3.9200% | Treasury.gov |

Callability. This investment is not callable (a bullet).

Diversification. This purchase brings this issuer to 7.6% of total portfolio.

This investment adds a maturity date not previously covered in the City's laddered portfolio.

Outlook. The yield curve is starting to move in a downward trend; the 1-year Treasury at 4.65%, the 2-year at 4.14%, the 3-year at 3.92%, and the 5-year at 3.84%. We are also still seeing an inverted yield curve, meaning that the rate goes lower the longer the term.

Investment Committee review:

Finance Director: Mark Rabut

Date 1.16.24

Acting City Manager: Ray Langley

Date 1/16/2024



Committee Review of Investment Rationale

Date: February 7, 2024

Investment # 2024-1597 is a 3-year Federal Farm Credit Bank, face value \$2,000,000, maturing February 12, 2027, 4.125% coupon purchased at 100.00 to yield 4.125%. This trade settles February 12, 2024 with Hilltop Securities Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by maturities called during 2024.

Liquidity: At January 31st, month-end, Key Bank checking account balance was \$8.1 million (target minimum is \$3 Million), US Bank checking balance was \$9.1 million and an investment portfolio was \$66.0 million (target is \$72 million for Treasuries, Corporates and Agencies). Current LGIP balance was \$62.1 million (target minimum is \$5 million).

Safety: This purchase is a debt issue of a government-sponsored enterprise (GSE), that carries an explicit Federal guarantee, equivalent to Aaa/AA+ rating by Moody's and S&P.

Yield. Yield is 4.16%. This investment is 127 basis points under LGIP and equal to the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

| | | |
|---------------------------|---------|-------------------------|
| LGIP current 30-day yield | 5.4340% | www.secureaccess.wa.gov |
| 5year Treasury | 4.0600% | Treasury.gov |
| 3-year Treasury | 4.1600% | Treasury.gov |

Callability. This investment is not callable (a bullet).

Diversification. This purchase brings this issuer to 9.4% of total portfolio.

This investment adds a maturity date not previously covered in the City's laddered portfolio.

Outlook. Since peaking in mid-October, interest rates are down very sharply on increased expectations that the Federal Reserve will begin lowering short-term interest rates in the near-term. We are also still seeing an inverted yield curve, meaning that the rate goes lower the longer the term, currently the 1-year Treasury is at 4.83%, the 2-year at 4.41%, the 3-year at 4.16%, and the 5-year at 4.06%.

Investment Committee review:

Finance Director: [Signature]

Date 2/7/2024

Interim City Manager: [Signature]

Date 2/8/2024



Committee Review of Investment Rationale

Date: March 20, 2024

Investment # 2024-1598 is a 3-year Federal Farm Credit Bank, face value \$2,000,000, maturing March 15, 2027, 3.125% coupon purchased at 96.4168 to yield 4.42%. This trade settles March 21, 2024 with Time Value Investments, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by maturities called during 2024.

Liquidity: At February 29th, month-end, Key Bank checking account balance was \$7.4 million (target minimum is \$3 Million), US Bank checking balance was \$8.4 million and an investment portfolio was \$66.0 million (target is \$72 million for Treasuries, Corporates and Agencies). Current LGIP balance was \$61.3 million (target minimum is \$5 million).

Safety: This purchase is a debt issue of a government-sponsored enterprise (GSE), that carries an explicit Federal guarantee, equivalent to Aaa/AA+ rating by Moody's and S&P.

Yield. Yield is 4.42. This investment is 101 basis points under LGIP and 1 bases point over the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

| | | |
|---------------------------|----------|-------------------------|
| LGIP current 30-day yield | 5.4261% | www.secureaccess.wa.gov |
| 5year Treasury | 4.2500 % | Treasury.gov |
| 3-year Treasury | 4.4100% | Treasury.gov |

Callability. This investment is not callable (a bullet).

Diversification. This purchase brings this issuer to 10.8% of total portfolio.

This investment adds a maturity date not previously covered in the City's laddered portfolio.

Outlook. Since peaking in mid-October, interest rates are down very sharply on increased expectations that the Federal Reserve will begin lowering short-term interest rates in the near-term. We are also still seeing an inverted yield curve, meaning that the rate goes lower the longer the term, currently the 1-year Treasury is at 5.01%, the 2-year at 4.59%, the 3-year at 4.41%, and the 5-year at 4.25%.

Investment Committee review:

Finance Director: [Signature]

Date 3/21/2024

City Manager: [Signature]

Date 3/21/2024