



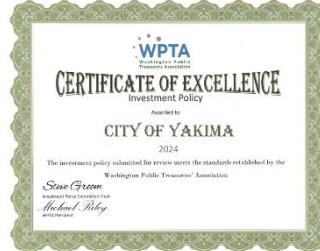
**Date:** October 2, 2025

**To:** Mayor and City Council

**Thru:** Victoria Baker, City Manager

**From:** Craig Warner, Director of Finance and Budget  
Kimberly Dominé, Financial Services Manager

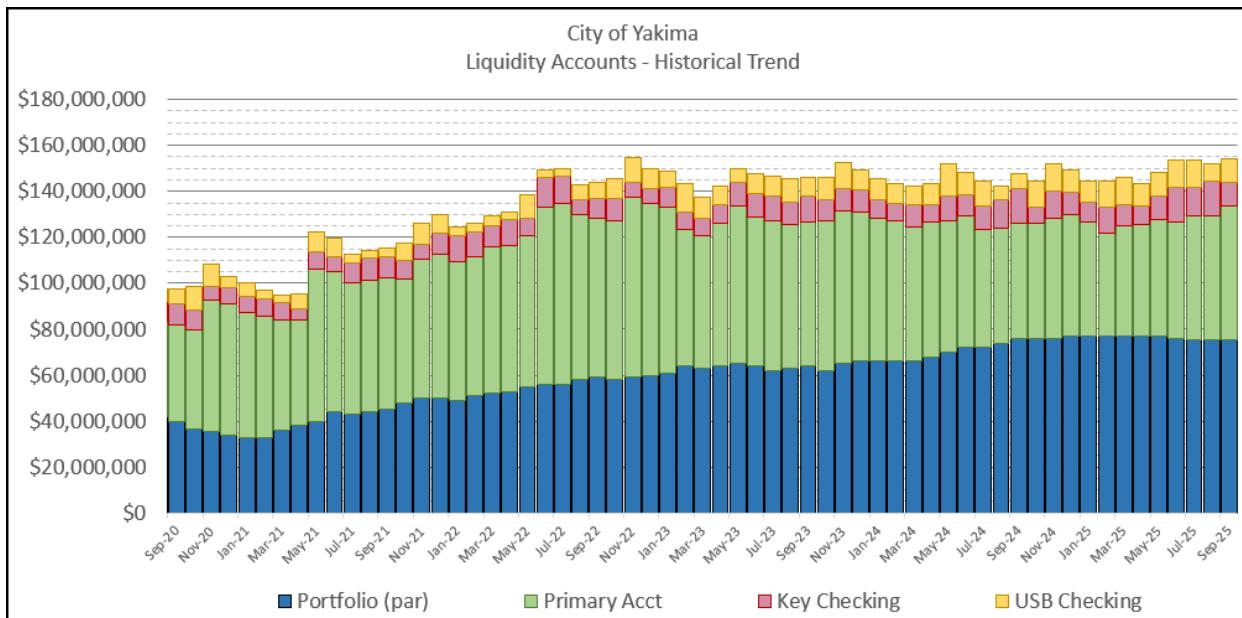
**Re:** 2025 – 3<sup>rd</sup> Quarter Treasury Report



This report is to transparently report on 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 Statutes 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 and again in April 2024.

**Total Cash and Investments** at Quarter-end total \$156 million: \$22.4 million in depository banks, \$58.4 million in the State Pool, and \$75.0 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 Statutes and City Municipal Code.

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

- 1576 \$2,000,000 US Treasury matured 7/31/2025, yield 2.78%
- 1578 \$2,000,000 FNMA matured 8/25/2025, yield 2.87%
- 1604 \$1,000,000 FHLB matured 9/12/2025, yield 5%
- 1569 \$1,000,000 US Treasury matured 9/30/2025, yield .74%

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

- 1624 \$1,000,000 BNY Mellon to mature 10/30/2028, yield 3.9%
- 1626 \$1,000,000 US Treasury to mature 10/31/2028, yield 3.45%
- 1622 \$1,000,000 Wells Fargo to mature 12/01/2028, yield 4.57%
- 1623 \$275,000 King County Municipal to mature 12/01/28, yield 4.05%
- 1625 \$1,000,000 PACCAR to mature 1/31/29, yield 3.90%
- 1627 \$1,000,000 US Treasury to mature 1/31/29, yield 3.46%

### **Portfolio and Benchmark Yield and Maturity:**

Avg. weighted yield of <b>City</b> investments, excluding LGIP:	3.54%
LGIP State Pool 30-day yield:	4.29%

Weighted average maturity of <b>City</b> investments, excluding LGIP:	333 days
Weighted average maturity of LGIP State Pool 30-day yield:	39 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 on the 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 consists of demand deposit (checking) accounts at banks which are qualified public depositaries, 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 September 30, 2025, the fixed income market continues to drop with the 1-year treasury earning 28 bases points less than last quarter yielding 3.68% and 3.96% respectively. The 30-day yield of the State Pool dropped from last quarter from 4.37% to 4.29% with the Weighted Average to maturity increases from 27 to 39 days.

**Economic Outlook.** The Fed's cut rates by a  $\frac{1}{4}$  percent in September and see more rate cuts in the remainder of 2025 than they did previously—a shift that suggests they are growing increasingly worried about the economic outlook and the weakening labor market. The Fed's will most likely make those cuts in the last two meetings of the year, In October and December.

**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 %	Policy %
LGIP	58,397,658	44%
Treasuries	32,000,000	24%
Agencies	35,000,000	26%
Municipals	275,000	0%
Corporates	8,000,000	6%
	133,672,658	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 three Interfund Loans.

The first loan is to help with the Mill Site Project. It was determined that the Mill Site needed more than the original amount loaned so an increase was given with the payment schedule extended to three years and aligned with the LIFT revenues that are received annually. This loan has been retired and a new smaller loan has taken its place. It's essential to keep some debt on the books to ensure LIFT Match eligibility.

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. It was determined that the Nelson Project needed more than the original amount loaned so an increase was given with payment schedule extended out an additional two years.

There was a third emergency cash loan dated May 30<sup>th</sup> to the MLK Pool to help with cash flow due to the timing of donation receipts.

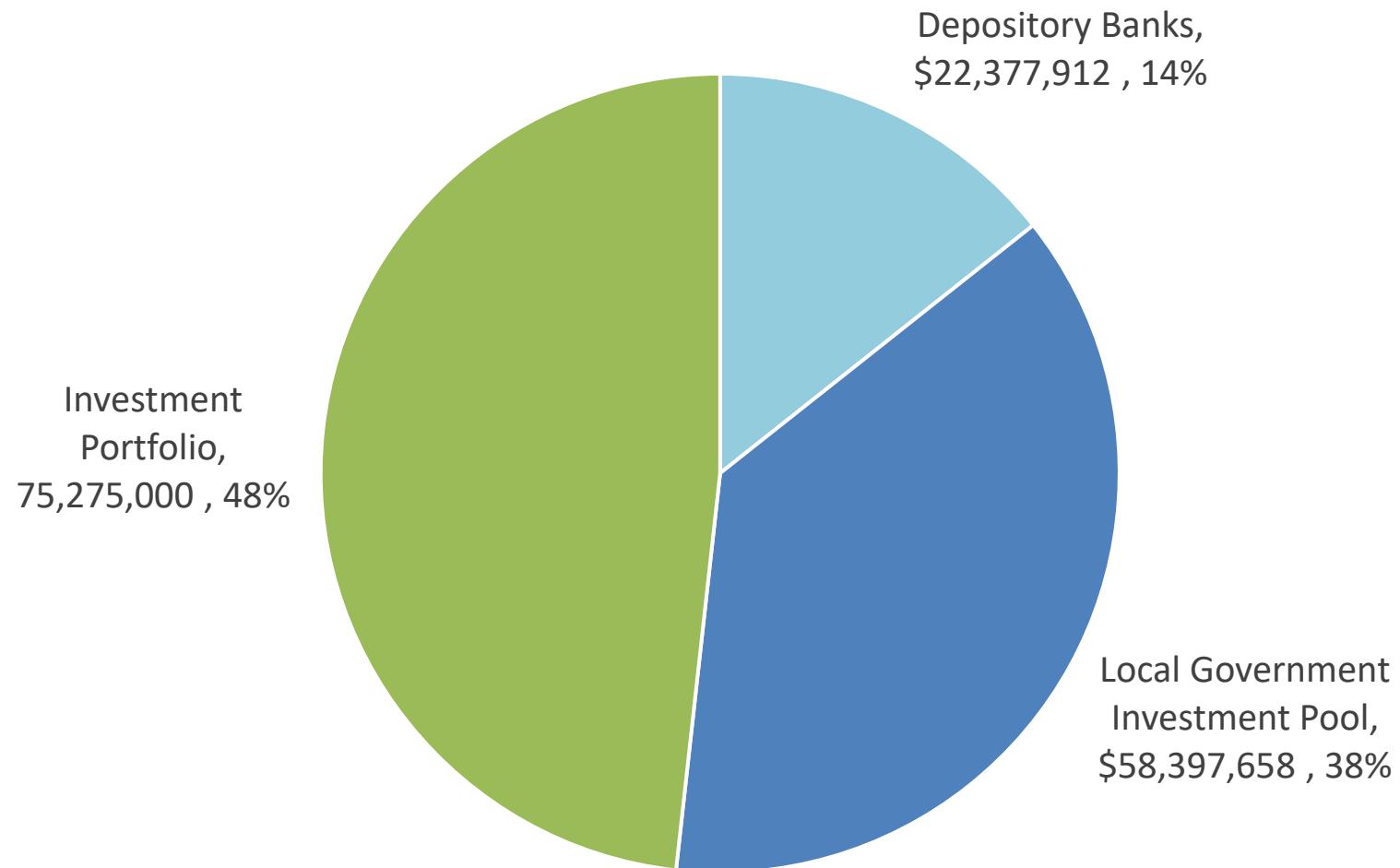
City of Yakima  
Cash and Investment Summary  
September 30, 2025

Description	Current	Prior Quarter	Prior Year
	9/30/2025	6/30/2024	9/30/2024
Cash Balances on Hand in Banks	22,377,912.24	\$ 28,276,477	\$ 23,481,984
Local Government Investment Pool (LGIP)	58,397,658	50,801,568	50,087,911
Investment Portfolio	75,275,000	76,000,000	76,010,000
Total Investments	133,672,658	126,801,568	126,097,911
Total Cash and Investments	\$ 156,050,570	\$ 155,078,045	\$ 149,579,895

Summary of Investment Activity	Beg Balance 6/30/2024	Purchases & Deposits	Interest Reinvested	Maturities, Calls & Withdrawals	End Balance 9/30/2025
Local Government Investment Pool (LGIP)	\$ 50,801,568	\$ 7,000,000	\$ 596,090	\$ -	\$ 58,397,658
Investment Portfolio	76,000,000	5,275,000	-	(6,000,000)	75,275,000
Total Investments	\$ 126,801,568	\$ 12,275,000	\$ 596,090	\$ (6,000,000)	\$ 133,672,658

# City of Yakima

## Distribution of Cash and Investments as of 9/30/2025

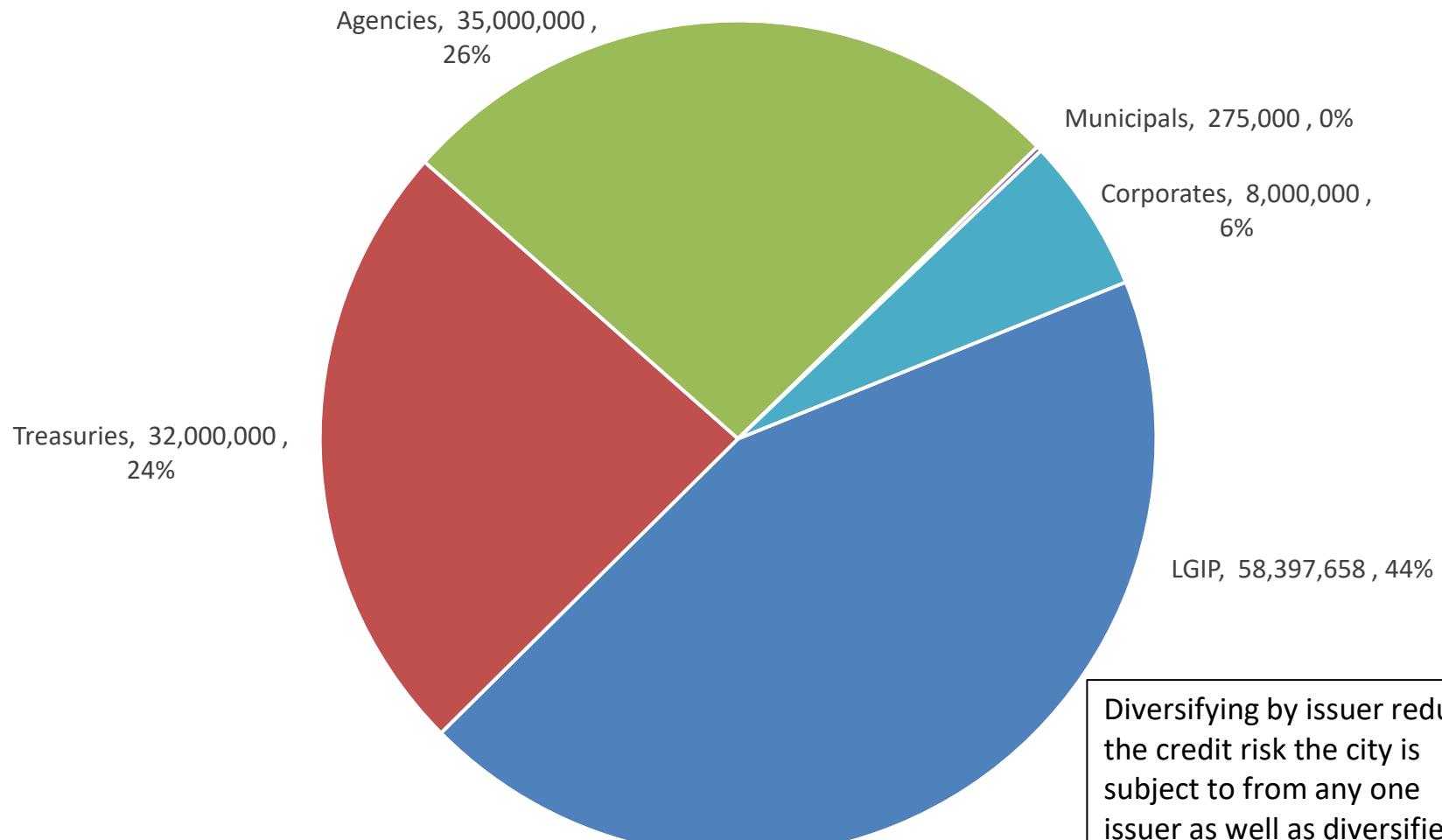


**City of Yakima**  
**Investment Portfolio - Inventory by Agency**  
September 30, 2025

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	1580	91282CAT8	2,000,000	1,818,516	0.250	3.273	8/24/22	10/31/25	31	1,993,435	NC	Aaa	NA	AAu	NC	10/31/25
FFCB	1579	3133ENXQ8	2,000,000	1,992,128	2.800	2.920	6/7/2022	11/25/25	56	1,995,900	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	92	1,981,875	NC	Aaa	NA	AAu	NC	12/31/25
US T	1582	9128286A3	2,000,000	1,891,374	2.625	4.450	11/9/22	1/31/26	123	1,990,521	NC	Aaa	NA	AAu	NC	1/31/26
US T	1584	912828P46	2,000,000	1,877,584	1.625	3.750	1/18/23	2/15/26	138	1,982,799	NC	Aaa	NA	AAu	NC	2/15/26
FHLB	1587	3130AUU36	2,000,000	1,984,286	4.125	4.400	2/22/2023	3/13/26	164	2,002,378	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	206	1,981,407	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	243	1,959,578	NC	Aaa	NA	AAu	NC	5/31/26
FHLB	1589	3130AVWST7	2,000,000	2,014,500	3.750	3.500	5/5/23	6/12/26	255	2,000,785	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	279	2,012,257	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	319	2,010,264	NC	Aaa	NA	AAu	NC	8/15/26
FAMCA	1591	31422X6U1	2,000,000	1,987,142	4.625	4.860	9/22/23	9/8/26	343	2,016,290	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	395	1,991,429	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	413	1,010,806	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	430	2,016,884	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	476	2,003,010	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	500	2,009,728	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	531	1,983,712	NC	Aaa	AA+	AA+	NC	3/15/27
FAMCA	1599	31424WHG0	2,000,000	1,996,686	4.800	4.860	4/17/24	4/16/27	563	2,031,996	NC	Aaa	NA	AAu	NC	4/16/27
US T	1600	91282CET4	2,000,000	1,878,000	2.625	4.751	4/17/24	5/31/27	608	1,966,172	NC	Aaa	NA	AAu	NC	5/31/27
FHLB	1603	3130B1EF0	2,000,000	2,007,569	4.625	4.490	5/16/24	6/11/27	619	2,027,144	NC	Aaa	NA	AAu	NC	6/11/27
US T	1606	91282CFB2	2,000,000	1,902,188	2.750	4.450	6/21/24	7/31/27	669	1,967,813	NC	Aaa	NA	AAu	NC	7/31/27
US T	1607	9128282R0	2,000,000	1,885,781	2.250	4.260	7/24/24	8/15/27	684	1,949,531	NC	Aaa	NA	AAu	NC	8/15/27
FHLB	1608	3130ATS40	2,000,000	2,031,865	4.375	3.820	8/13/24	9/10/27	710	2,024,421	NC	Aaa	AA+	AA+	NC	9/10/27
FNMA	1609	3135G05Y5	2,000,000	1,820,340	0.750	3.800	8/13/24	10/8/27	738	1,886,897	NC	Aaa	NA	AAu	NC	10/8/27
FHLB	1610	3130AMHV7	2,000,000	1,885,600	1.500	3.433	9/25/24	11/18/27	779	1,905,396	NC	Aaa	NA	AAu	NC	11/18/27
US T	1611	91282CBB6	2,000,000	1,829,908	0.625	3.400	9/25/25	12/31/27	822	1,870,938	NC	Aaa	NA	AAu	NC	12/31/27
US T	1612	91282CBJ9	2,000,000	1,808,218	0.750	3.900	10/23/24	1/31/28	853	1,873,047	NC	Aaa	NA	AAu	NC	1/31/28
US T	1613	91282CBP5	2,000,000	1,810,965	1.125	4.240	11/18/24	2/29/28	882	1,886,172	NC	Aaa	NA	AAu	NC	2/29/28
US T	1614	91282CBS9	2,000,000	1,829,448	1.250	4.020	12/4/24	3/31/28	913	1,886,719	NC	Aaa	NA	AAu	NC	3/31/28
FHLB	1615	3130ALYS7	1,000,000	919,138	1.750	4.420	1/13/25	4/26/28	939	955,001	NC	Aaa	AA+	NA	NC	4/26/28
FHLB	1616	3130ALZZ0	1,000,000	926,589	2.000	4.420	1/13/25	4/28/28	941	958,132	NC	Aaa	AA+	NA	NC	4/28/28
US T	1617	91282CHE4	2,000,000	1,951,875	3.625	4.416	2/13/25	5/31/28	974	1,999,531	NC	Aaa	NA	AAu	NC	5/31/28
WMT	1618	931142EE9	2,000,000	1,980,560	3.700	4.020	3/25/25	6/26/28	1,000	1,998,973	MW	Aa2	AA+	AA	3/26/28	6/26/28
J Deere	1619	24422EXB0	2,000,000	2,058,940	4.950	3.960	4/30/25	7/14/28	1,018	2,053,399	NC	A1	A	A+	NC	7/14/28
US T	1620	91282CHX2	2,000,000	2,025,489	4.375	3.955	5/20/25	8/31/28	1,066	2,039,922	NC	Aaa	NA	AAu	NC	8/31/28
Toyota	1621	89236TLB9	1,000,000	1,036,580	5.250	4.020	6/27/25	9/11/28	1,077	1,034,429	NC	A1	A+	A+	NC	9/11/28
BNWM	1624	06406GAA9	1,000,000	973,334	3.000	3.900	8/27/25	10/30/28	1,126	968,777	MW	A2	A-	A	7/30/28	10/30/28
US T	1626	91282CDF5	1,000,000	939,100	1.375	3.452	9/18/25	10/31/28	1,127	934,648	NC	Aaa	NA	AAu	NC	10/31/28
WFC	1622	33738MAB7	1,000,000	1,059,640	6.500	4.570	7/14/25	12/1/28	1,158	1,057,877	NC	Aa3	NA	A	NC	12/1/28
King GO	1623	49474FF96	275,000	254,708	1.690	4.047	7/14/25	12/1/28	1,158	258,148	MW	Aaa	AAA	AAA	NC	12/1/28
US T	1627	91228CDW8	1,000,000	946,000	1.750	3.463	9/18/25	1/31/29	1,219	940,313	NC	Aaa	NA	AAu	NC	1/31/29
PACCAR	1625	69371RS80	1,000,000	1,022,210	4.600	3.900	8/27/25	1/31/29	1,219	1,019,067	NC	A1	A+	NA	NC	1/31/29
	<b>Subtotal</b>	<b>43</b>	<b>75,275,000</b>	<b>72,693,593</b>	<b>Avg.</b>					<b>74,437,516</b>						
LGIP	LGIP	NA	58,397,658	58,397,658	4.600	4.60%	NA	NA	14	58,397,658	NC	NA	NA	NA	NA	NA
<b>Grand Totals</b>			<b>\$ 133,672,658</b>	<b>\$ 131,091,250</b>		3.66%			<b>339</b>	<b>\$ 132,835,174</b>						

# City of Yakima

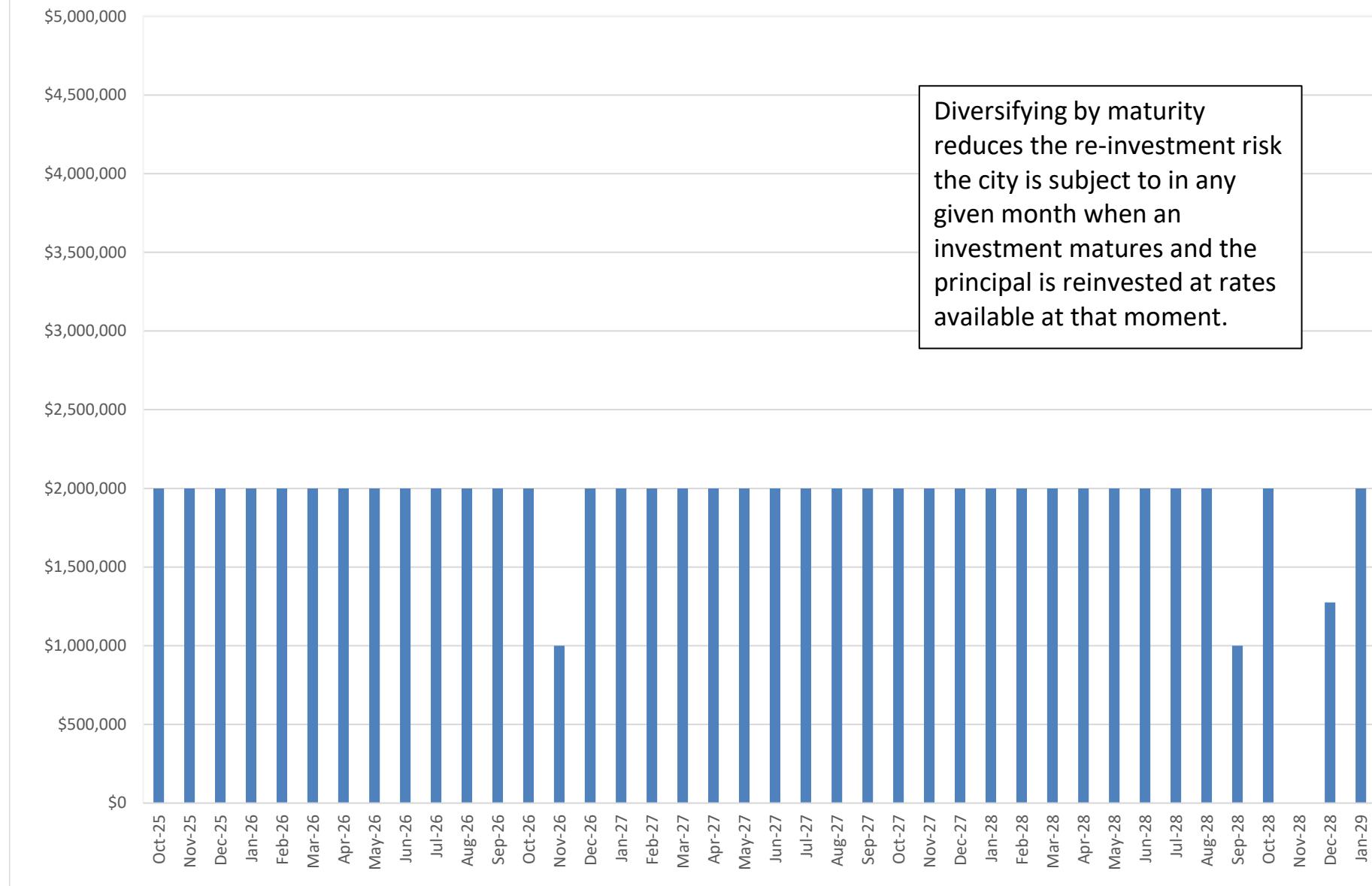
## Investment Portfolio by Issuer at 09/30/2025



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 9/30/2025

Diversifying by maturity reduces the re-investment risk the city is subject to in any given month when an investment matures and the principal is reinvested at rates available at that moment.



City of Yakima  
Investment Portfolio - Detail of Activity  
September 30, 2025

Agency	Inv#	Beginning Face Value	Additions and Purchases	Calls and Maturities	Ending Face Value
<b>Farmer Mac</b>					
FAMCA	1591	2,000,000			2,000,000
FAMCA	1595	2,000,000			2,000,000
FAMCA	1599	2,000,000			2,000,000
FAMCA Total		6,000,000	-	-	6,000,000
<b>Federal Farm Credit Bureau</b>					
FFCB	1579	2,000,000			2,000,000
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		12,000,000	-	-	12,000,000
<b>Federal Home Loan Bank</b>					
FHLB	1587	2,000,000			2,000,000
FHLB	1589	2,000,000			2,000,000
FHLB	1594	1,000,000			1,000,000
FHLB	1603	2,000,000			2,000,000
FHLB	1604	1,000,000		(1,000,000)	-
FHLB	1608	2,000,000			2,000,000
FHLB	1610	2,000,000			2,000,000
FHLB	1615	1,000,000			1,000,000
FHLB	1616	1,000,000			1,000,000
FHLB Total		14,000,000	-	(1,000,000)	13,000,000
<b>Municipal Bonds</b>					
King County Muni	1623		275,000		275,000
Municipal Bonds		-	275,000	-	275,000
<b>Federal National Management Association</b>					
FNMA	1578	2,000,000		(2,000,000)	-
FNMA	1583	2,000,000			2,000,000
FNMA	1609	2,000,000			2,000,000
FNMA Total		6,000,000	-	(2,000,000)	4,000,000
<b>US Treasury</b>					
US Treasury		-			-
US Treasury	1569	1,000,000		(1,000,000)	-
US Treasury		-			-
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	1600	2,000,000			2,000,000
US Treasury	1606	2,000,000			2,000,000
US Treasury	1607	2,000,000			2,000,000
US Treasury	1611	2,000,000			2,000,000
US Treasury	1612	2,000,000			2,000,000
US Treasury	1613	2,000,000			2,000,000
US Treasury	1614	2,000,000			2,000,000
US Treasury	1617	2,000,000			2,000,000
US Treasury	1620	2,000,000			2,000,000
US Treasury	1626		1,000,000		1,000,000
US Treasury	1627	-	1,000,000		1,000,000
US Treasury		33,000,000	2,000,000	(3,000,000)	32,000,000
<b>Corporate Notes</b>					
Walmart	1618	2,000,000			2,000,000
J Deere	1619	2,000,000			2,000,000
Toyota	1621	1,000,000			1,000,000
Bank NYM	1624		1,000,000		1,000,000
Wells Fargo	1622		1,000,000		1,000,000
PACCAR	1625		1,000,000		1,000,000
Corporate Total		5,000,000	3,000,000	-	8,000,000
Subtotal		76,000,000	5,275,000	(6,000,000)	75,275,000
<b>Other Investments</b>					
LGIP (State Pool)	LGIP	50,801,568	7,596,090	-	58,397,658
Other Investment Totals		50,801,568	7,596,090	-	58,397,658
<b>Grand Totals</b>		<b>\$ 126,801,568</b>	<b>\$ 12,871,090</b>	<b>\$ (6,000,000)</b>	<b>\$ 133,672,658</b>

## City of Yakima

## Long Term Debt Schedule - by Project Group

September 30, 2025

Date Issued	Maturity	Description	Note	Amount of Issue	Current Balance
<b>General Obligation Bonds</b>					
6/20/2013	12/1/2028	Street Project Demonstration (Refunded)	Various City street improvements	3,500,000	1,297,046
9/24/2018	6/1/2035	Soccer Complex (Refunded)	City portion of SOZO Sports Complex	4,440,127	3,106,795
9/24/2018	12/1/1942	2018 Aquatic Center YMCA	City portion of Aquatic Center	8,009,873	7,656,667
4/21/2020	12/1/2032	2020B Capital Theatre 09 Refunded	2020B Capital Theatre 09 Refunded	4,910,000	3,210,000
4/21/2020	12/1/2044	2020B Convention Center Addition	2020B Convention Center Addition	12,620,000	10,925,000
4/21/2020	12/1/2044	2020B Convention Center Addition III Refu	2020B Convention Center Addition III Refunded	2,495,000	2,160,000
<b>Subtotal General Obligation Bonds</b>				35,975,000	28,355,509
<b>Certificate of Participation - State of Washington</b>					
9/28/2017	6/1/2027	Energy Project	2017 Energy Project (lighting)	921,683	220,382
7/21/2020	6/1/2035	Energy Project	2020 Energy Efficiency Project (lighting)	1,415,000	1,055,000
9/28/2017	6/1/2027	Fire Aerial & Pump App	Fire Aerial	1,268,053	303,202
<b>Subtotal Certificates of Participation</b>				3,604,736	1,578,584
<b>Revenue Bonds</b>					
4/21/2020	12/1/2034	2020 Ref 04 Irrigation	2020 Ref 04 Irrigation	3,260,000	2,330,000
4/21/2020	12/1/2027	2020 Ref 08 WS Rev	2020 Ref 08 WS Rev	2,590,000	1,085,000
<b>Subtotal Revenue Bonds</b>				5,850,000	3,415,000
<b>Intergovernmental Loans</b>					
8/14/2009	7/1/2028	PC-08-951-052	2009 Railroad Grade Separation	3,000,000	495,301
5/6/2010	6/1/2034	L1000030-0	2010 Railroad Grade Separation	1,229,295	664,208
6/17/2014	5/1/2034	Comm Center Move	City portion of County GO Bonds	1,716,500	920,000
6/1/2016	6/1/2027	'16 Yak Co SIED - SOZO	2016 Yakima Co SIED Loan - SOZO	900,000	204,315
7/17/2018	6/1/2029	'18 Yak Co SIED - River Rd.	2018 Yakima Co SIED - River Rd Improvements/Aquatics Center	500,000	229,307
3/2/2021	6/1/2032	21 Yak Co Seid - SOZO	2021 Yakima Co SEID Loan SOZO	1,000,000	746,415
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	47,073
12/30/2005	6/1/2025	PW-05-691-064	2005 River Road Sewer	2,307,000	-
4/30/2007	6/1/2027	PW-07-962-019	2007 Ultra Violet Disinfection	2,300,000	242,778
4/15/2009	6/1/2028	PC-08-951-051	2009 New Water Well	2,257,200	363,446
10/10/2011	3/31/2033	L1100008	2011 Energy Efficiency	516,192	233,975
8/1/2011	7/1/2034	L1200019	2012 Industrial Waste Anaerobic	587,173	314,226
6/1/2012	6/1/2031	PC-12-951-065	2012 Wastewater Treatment Plan	5,000,000	1,614,475
10/11/2012	6/1/2037	PC-13-961-059	2012 Industrial Sewer Extensions	2,000,000	976,077
8/5/2013	6/1/2032	PC-13-961-074	2013 Automated Reading System	5,000,000	1,842,105
12/31/2021	6/1/2039	PC20-96103-044	2020 Waterline Improvements	1,737,906	1,351,705
12/12/2013	10/1/2034	DM-11-952-038	2013 Design WTP Lagoons	3,514,800	1,757,400
<b>Subtotal Intergovernmental Loans</b>				35,188,947	12,731,306
<b>Grand Total</b>				80,618,683	46,080,399

City of Yakima  
**Interfund Borrowing**  
September 30, 2025

Description	Original Balance	Beginning Balance	Issued	Retired	Ending Balance
Millsite	1,800,000.00	172,177.74		172,177.74	-
Millsite #3	176,000.00		176,000.00		176,000.00
Nelson Dam	6,299,691.00	2,466,638.49		549,971.91	1,916,666.58
MLK Pool	250,000.00	250,000.00	-		250,000.00
<b>Total across all funds</b>	<b>8,525,691.00</b>	<b>2,888,816.23</b>	<b>176,000.00</b>	<b>722,149.65</b>	<b>2,342,666.58</b>

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



---

## Committee Review of Investment Rationale

Date: July 11, 2025

**Investment # 2025-1622 is a 30-year Wells Fargo Bank Bond, face value \$1,000,000, maturing December 01, 2028, 6.50% coupon, purchased at 105.964 to yield 4.573685.** This trade settles on July 14, 2025, with Hilltop Securities, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by maturities called during 2025.

**Liquidity:** On June 30th, month-end, Key Bank checking account balance was \$15.1 million, US Bank checking balance was \$11.7. million, and the investment portfolio was \$76.0 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$50.8 million.

**Safety:** This purchase is a debt issue of Wells Fargo Bank. and is rated Aa3/A by Moody's and Fitch.

**Yield.** Yield is 4.57. This investment is 18 basis points over LGIP and 58 bases point over the 5-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.3862%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.9900%	Treasury.gov
3-year Treasury	3.8600%	Treasury.gov

**Callability.** This investment is not callable.

**Diversification.** This purchase brings this issuer to 1% of the total portfolio.

This investment adds a maturity date not previously covered in the City's laddered portfolio and adds a corporate bond into the mix.

**Outlook.** While the Fed has been in a holding pattern, many analysts predict a rate cut in the latter half of the year, with some expecting it to begin as early as September with a second cut in December.

**Investment Committee review:**

Finance Director:

Date 7/15/25

City Manager:

Date \_\_\_\_\_



---

Committee Review of Investment Rationale

Date: July 11, 2025

**Investment # 2025-1623 is a 7-year King County Municipal Bond, face value \$275,000, maturing December 01, 2028, 1.69% coupon, purchased at a deep discount of 92.62 to yield 4.0470.** This trade settles on July 14, 2025, with Hilltop Securities, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by maturities called during 2025.

**Liquidity:** On June 30th, month-end, Key Bank checking account balance was \$15.1 million, US Bank checking balance was \$11.7. million, and the investment portfolio was \$76.0 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$50.8 million.

**Safety:** This purchase is a debt issue of King County, Washington and is rated AAA/Aaa/AAA by S & P, Moody's and Fitch.

**Yield.** Yield is 4.0470. This investment is 34 basis points under LGIP and 6 bases point over the 5-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.3862%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.9900%	<a href="http://Treasury.gov">Treasury.gov</a>
3-year Treasury	3.8600%	<a href="http://Treasury.gov">Treasury.gov</a>

**Callability.** This investment has a make whole call at par or treasury rate plus 10 bps.

**Diversification.** This purchase brings this issuer to <1% of the total portfolio.

This investment adds a Municipal General Obligation Bond into the mix. This particular bond is a social bond which means it had to hit specific parameters to receive this designation which looks good in a portfolio.

**Outlook.** While the Fed has been in a holding pattern, many analysts predict a rate cut in the latter half of the year, with some expecting it to begin as early as September with a second cut in December.

**Investment Committee review:**

Finance Director:

Craig M. W.

Date

7/15/25

City Manager:

Thomas J. Dr.

Date



---

## Committee Review of Investment Rationale

Date: August 26, 2025

**Investment # 2025-1624 is a 12-year Bank of New York Mellon Bond, face value \$1,000,000, maturing October 30, 2028, 3.00% coupon, purchased at a discount of 97.33 to yield 3.9000.** This trade settles on August 27, 2025, with KeyBanc Capital Markets, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.

**Liquidity:** On July 31st, month-end, Key Bank checking account balance was \$12.6 million, US Bank checking balance was \$11.8 million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$54.0 million.

**Safety:** This purchase is a debt issue of Bank of New York Mellon and is rated A/A2/A by S & P, Moody's and Fitch.

**Yield.** Yield is 3.90. This investment is 48 basis points under LGIP and 10 bases point over the 5-year treasury, and 22 bases points over the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.3812%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.8000%	Treasury.gov
3-year Treasury	3.6800%	Treasury.gov

**Callability.** This investment has a call date of July 30, 2028, at par plus 7.5 bps.

**Diversification.** This purchase brings Corporate Notes to 6% of the total portfolio.

**Outlook.** The US economic outlook for 2025 is generally optimistic, with forecasts anticipating steady GDP growth, declining inflation, and a stable labor market. Key factors influencing this outlook include the expected transition from restrictive to less restrictive monetary policy by the Federal Reserve and the impact of potential tariffs on economic activity and inflation. Overall, the economy is seen as rebalancing after pandemic-related imbalances, with a low risk of recession.

**Investment Committee review:**

Finance Director: Gregory L. Johnson Date 8/27/25

City Manager: Clinton J. H. Date 8/28/2025



---

## Committee Review of Investment Rationale

Date: August 26, 2025

**Investment # 2025-1625 is a 5-year PACCAR Financial Corporation Bond, face value \$1,000,000, maturing January 31, 2029, 4.60% coupon, purchased at a premium of 102.221 to yield 3.9000.** This trade settles on August 27, 2025, with Time Value Investments, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.

**Liquidity:** On July 31st, month-end, Key Bank checking account balance was \$12.6 million, US Bank checking balance was \$11.8. million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$54.0 million.

**Safety:** This purchase is a debt issue of PACCAR Financial Corporation and is rated A+/A1 by S & P and Moody's.

**Yield.** Yield is 3.90. This investment is 48 basis points under LGIP and 10 bases point over the 5-year treasury, and 22 bases points over the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.3812%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.8000%	Treasury.gov
3-year Treasury	3.6800%	Treasury.gov

**Callability.** This investment not callable.

**Diversification.** This purchase brings Corporate Notes to 6% of the total portfolio.

**Outlook.** The US economic outlook for 2025 is generally optimistic, with forecasts anticipating steady GDP growth, declining inflation, and a stable labor market. Key factors influencing this outlook include the expected transition from restrictive to less restrictive monetary policy by the Federal Reserve and the impact of potential tariffs on economic activity and inflation. Overall, the economy is seen as rebalancing after pandemic-related imbalances, with a low risk of recession.

**Investment Committee review:**

Finance Director:

Greg M. W.

Date 8/27/25

City Manager:

Clinton Y. Br.

Date 8/28/2025



## Committee Review of Investment Rationale

Date: September 18, 2025

**Investment # 2025-1626 is a 7-year US Treasury, face value \$1,000,000, maturing October 30, 2028, 1.38% coupon, purchased at a deep discount of 93.91 to yield 3.452346. This trade settles on September 18, 2025, with KeyBanc Capital Markets, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.**

**Liquidity:** On August 31st, month-end, Key Bank checking account balance was \$15.0 million, US Bank checking balance was \$7.5. million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$54.2 million.

**Safety:** This purchase is a debt issue of the Federal Government, equivalent to Aaa/AA+ rating by Moody's and S&P.

**Yield.** Yield is 3.4523. This investment is 91 basis points under LGIP and 17 bases point under the 5-year treasury, and 6 bases points under the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.3668%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.6200%	Treasury.gov
3-year Treasury	3.5100%	Treasury.gov

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

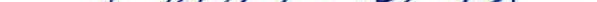
**Diversification.** This purchase brings this issuer to 25% of total portfolio.

**Outlook.** The Fed's cut rates by a  $\frac{1}{4}$  percent this month and see more rate cuts in the remainder of 2025 than they did previously—a shift that suggests they are growing increasingly worried about the economic outlook and the weakening labor market. The Fed's will most likely make those cuts in the last two meetings of the year, In October and December.

## Investment Committee review:

Finance Director: Chris M. W.

Date 9/9/25

City Manager: 

Date \_\_\_\_\_



---

## Committee Review of Investment Rationale

Date: September 18, 2025

**Investment # 2025-1627 is a 7-year US Treasury, face value \$1,000,000, maturing January 31, 2029, 1.75% coupon, purchased at a deep discount of 94.60 to yield 3.462542.** This trade settles on September 18, 2025, with KeyBanc Capital Markets, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.

**Liquidity:** On August 31st, month-end, Key Bank checking account balance was \$15.0 million, US Bank checking balance was \$7.5. million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$54.2 million.

**Safety:** This purchase is a debt issue of the Federal Government, equivalent to Aaa/AA+ rating by Moody's and S&P.

**Yield.** Yield is 3.4625. This investment is 90 basis points under LGIP and 16 bases point under the 5-year treasury, and 5 bases points under the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.3668%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.6200%	Treasury.gov
3-year Treasury	3.5100%	Treasury.gov

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

**Diversification.** This purchase brings this issuer to 25% of total portfolio.

**Outlook.** The Fed's cut rates by a ¼ percent this month and see more rate cuts in the remainder of 2025 than they did previously—a shift that suggests they are growing increasingly worried about the economic outlook and the weakening labor market. The Fed's will most likely make those cuts in the last two meetings of the year, In October and December.

**Investment Committee review:**

Finance Director:

Gregory W. —

Date 9/19/25

City Manager:

Glenn S. W.

Date \_\_\_\_\_