



**Date:** January 6, 2026

**To:** Mayor and City Council

**Thru:** Victoria Baker, City Manager

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

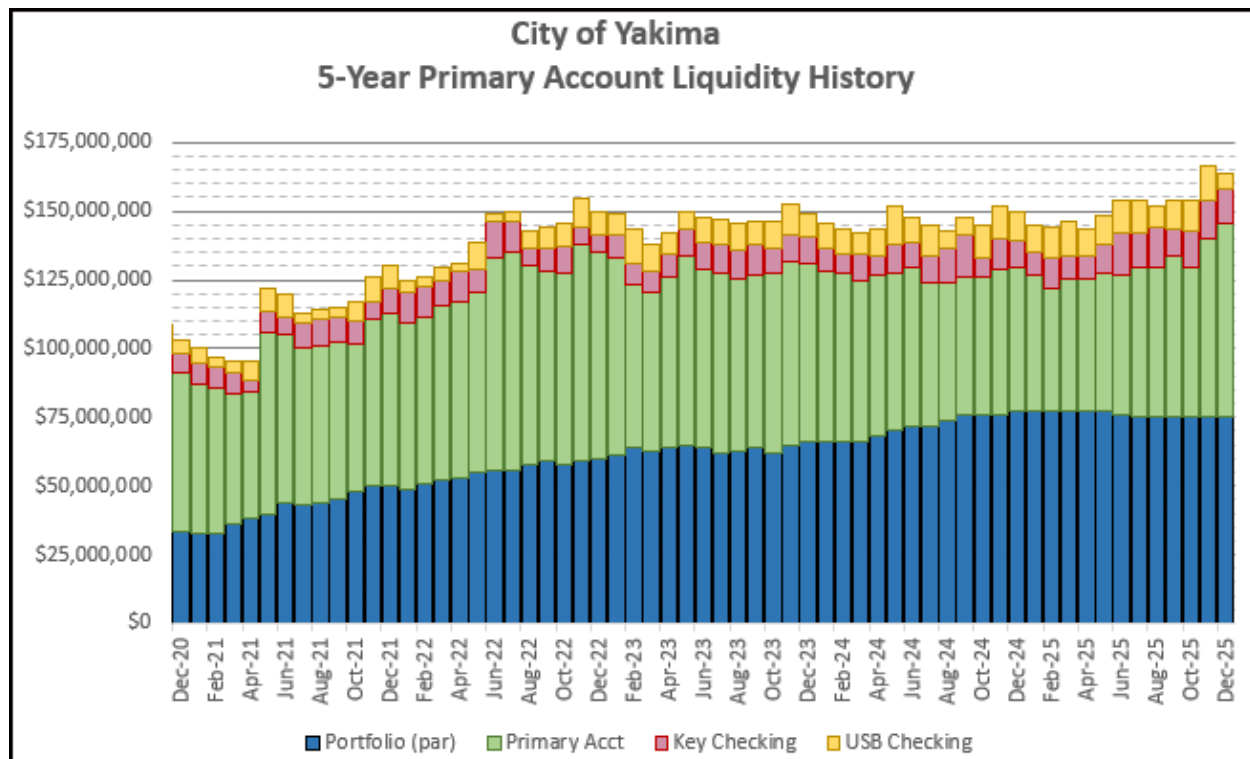
**Re:** 2025 – 4<sup>th</sup> Quarter Treasury Report



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 \$167.9 million: \$22.6 million in depository banks, \$70.0 million in the State Pool, and \$75.3 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:

- 1580 \$2,000,000 US Treasury matured 10/31/2025, yield 3.27%
- 1579 \$2,000,000 FFCB matured 11/25/2025, yield 2.92%
- 1581 \$2,000,000 US Treasury matured 12/31/2025, yield 3.49%

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

- 1628 \$2,000,000 US Treasury to mature 11/30/2028, yield 3.46%
- 1629 \$1,000,000 Corebridge to mature 8/21/2028, yield 4.05%
- 1630 \$1,000,000 NY Life to mature 1/29/29, yield 3.92%
- 1631 \$2,000,000 US Treasury to mature 3/31/29, yield 3.46%

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

Avg. weighted yield of <b>City</b> investments, excluding LGIP:	3.49%
LGIP State Pool 30-day yield:	3.86%

Weighted average maturity of <b>City</b> investments, excluding LGIP:	306 days
Weighted average maturity of LGIP State Pool 30-day yield:	46 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 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 December 31, 2025, the fixed income market continues to drop with the 1-year treasury earning 20 bases points less than last quarter yielding 3.48% and 3.68% respectively. The 30-day yield of the State Pool dropped from last quarter from 4.29% to 3.86% with the Weighted Average to maturity increasing from 39 to 46 days.

**Economic Outlook.** The federal funds rate is the interest rate on overnight loans set by the Federal Open Market Committee (FOMC) at the Federal Reserve. Rates offered by local government investment pools and money market funds tend to correlate closely with the federal funds rate. At the FOMC December meeting they elected to cut the federal funds rate by .25%. This is the third .25% rate cut this year and is based on concerns over signs of weakness in the labor market.

**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	70,018,011	48%	100%
Treasuries	32,000,000	22%	100%
Agencies	33,000,000	23%	100%
Municipals	275,000	0%	15%
Corporates	10,000,000	7%	15%
	145,293,011	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  
December 31, 2025

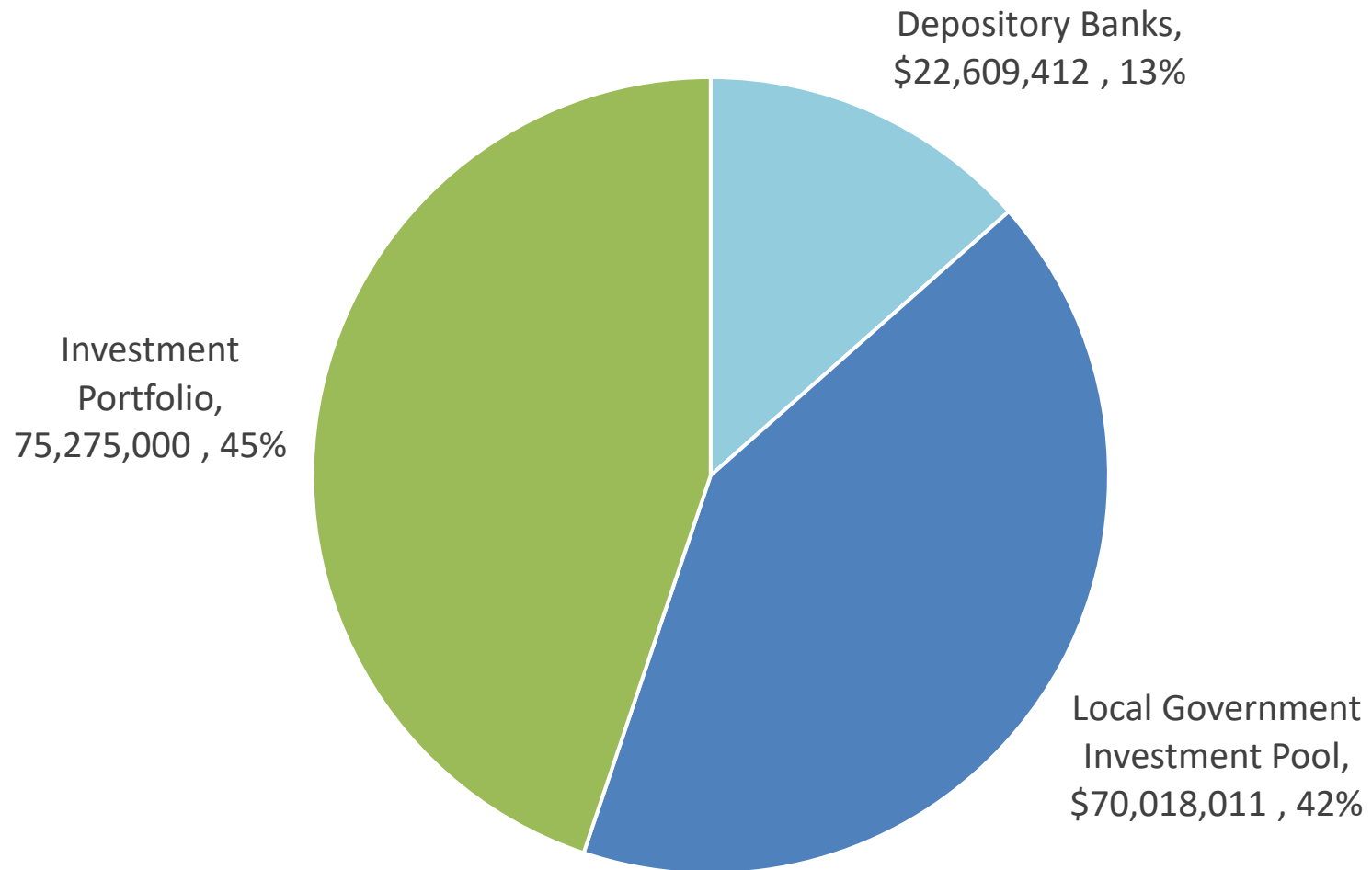
Description	Current 12/31/2025	Prior Quarter 9/30/2025	Prior Year 12/31/2024
Cash Balances on Hand in Banks	22,609,411.57	\$ 22,377,912	\$ 21,773,880
Local Government Investment Pool (LGIP)	70,018,011	58,397,658	52,711,559
Investment Portfolio	75,275,000	75,275,000	77,010,000
Total Investments	145,293,011	133,672,658	129,721,559
Total Cash and Investments	\$ 167,902,423	\$ 156,050,570	\$ 151,495,439

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Summary of Investment Activity	Beg Balance 9/30/2025	Purchases & Deposits	Interest Reinvested	Maturities, Calls & Withdrawals	End Balance 12/31/2025
Local Government Investment Pool (LGIP)	\$ 58,397,658	\$ 15,000,000	\$ 620,353	\$ (4,000,000)	\$ 70,018,011
Investment Portfolio	75,275,000	6,000,000	-	(6,000,000)	75,275,000
Total Investments	\$ 133,672,658	\$ 21,000,000	\$ 620,353	\$ (10,000,000)	\$ 145,293,011

# City of Yakima

## Distribution of Cash and Investments as of 12/31/2025

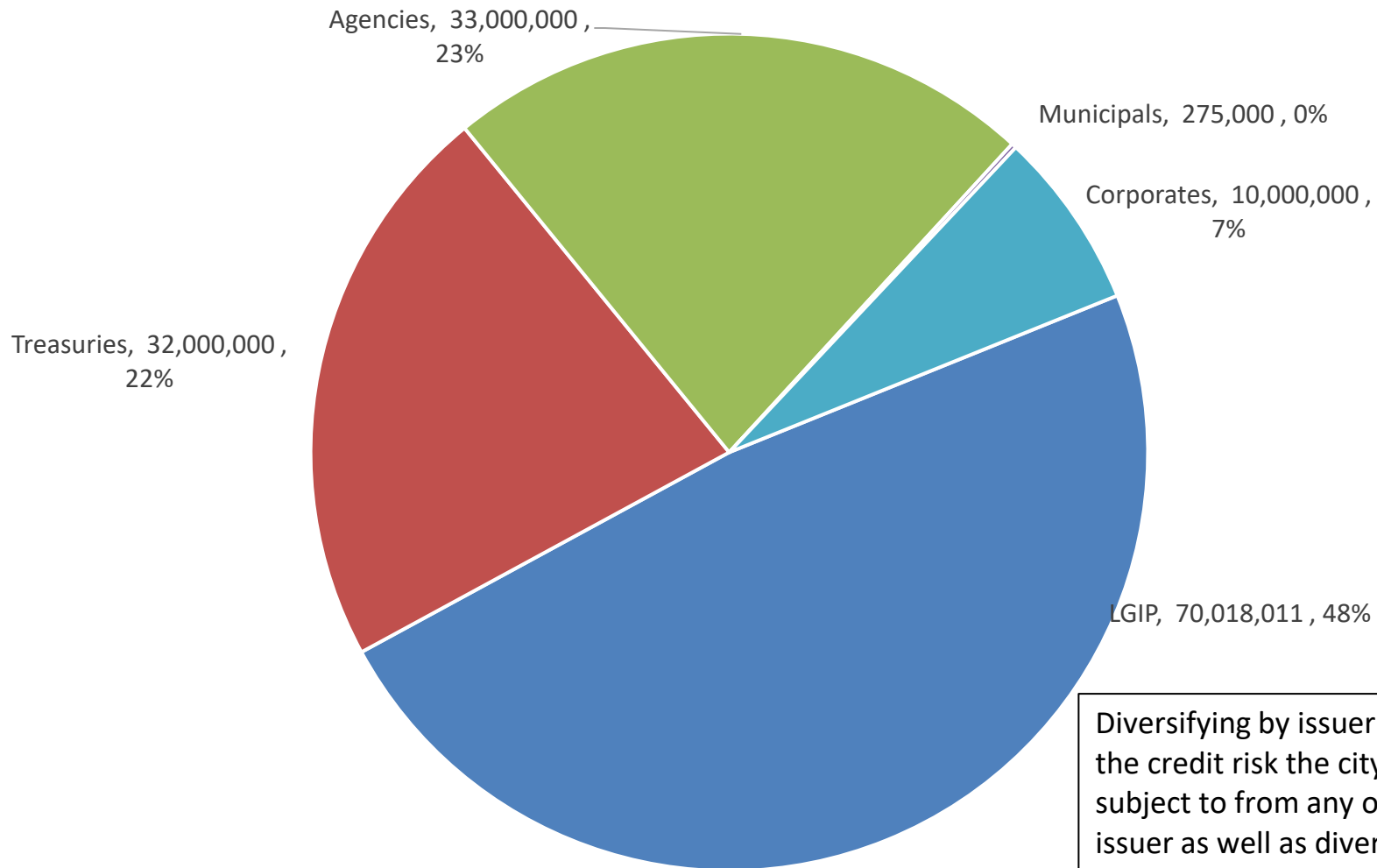


City of Yakima  
Investment Portfolio - Inventory by Agency  
December 31, 2025

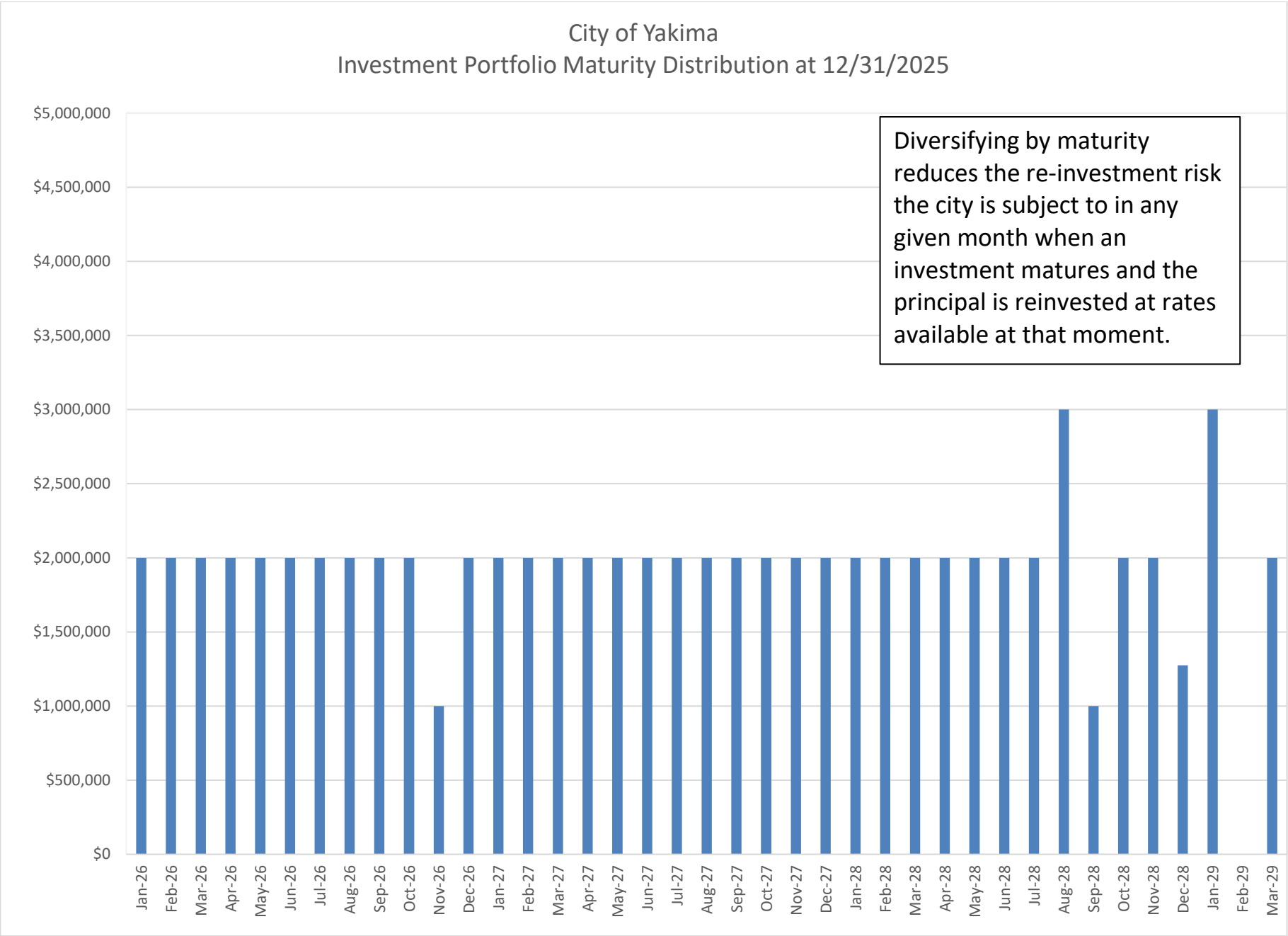
Agency	Inv#	CUSIP	Face Value	Price	Coupon	Expected Yield	Settle	Maturity	Days to Maturity	Market	Call Type	Moodys	S&P	Fitch	Next Call	Most Likely Call
US T	1582	9128286A3	2,000,000	1,891,374	2.625	4.450	1/19/22	1/31/26	31	1,998,161	NC	Aaa	NA	AAAu	NC	1/31/26
US T	1584	912828P46	2,000,000	1,877,584	1.625	3.750	1/18/23	2/15/26	46	1,994,336	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	72	2,001,943	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	114	1,990,617	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	151	1,976,664	NC	Aaa	NA	AAAu	NC	5/31/26
FHLB	1589	3130AVVS7	2,000,000	2,014,500	3.750	3.500	5/5/23	6/12/26	163	2,001,511	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	187	2,006,929	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	227	2,009,597	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	251	2,012,790	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	303	1,995,397	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	321	1,008,433	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	338	2,015,987	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	384	2,005,852	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	408	2,011,551	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	439	1,990,377	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	471	2,031,123	NC	Aaa	NA	AAAu	NC	4/16/27
US T	1600	91282CET4	2,000,000	1,878,000	2.625	4.751	4/17/24	5/31/27	516	1,976,484	NC	Aaa	NA	AAAu	NC	5/31/27
FHLB	1603	3130B1EF0	2,000,000	2,007,569	4.625	4.490	5/16/24	6/11/27	527	2,028,129	NC	Aaa	NA	AAAu	NC	6/11/27
US T	1606	91282CFB2	2,000,000	1,902,188	2.750	4.450	6/21/24	7/31/27	577	1,977,969	NC	Aaa	NA	AAAu	NC	7/31/27
US T	1607	912828R0	2,000,000	1,885,781	2.250	4.260	7/24/24	8/15/27	592	1,961,484	NC	Aaa	NA	AAAu	NC	8/15/27
FHLB	1608	3130ATS40	2,000,000	2,031,865	4.375	3.820	8/13/24	9/10/27	618	2,028,371	NC	Aaa	AA+	AA+	NC	9/10/27
FNMA	1609	3135G0Y5	2,000,000	1,820,340	0.750	3.800	8/13/24	10/8/27	646	1,906,233	NC	Aaa	NA	AAAu	NC	10/8/27
FHLB	1610	3130AMHV7	2,000,000	1,885,600	1.500	3.433	9/25/24	11/18/27	687	1,928,266	NC	Aaa	NA	AAAu	NC	11/18/27
US T	1611	91282CBB6	2,000,000	1,829,908	0.625	3.400	9/25/25	12/31/27	730	1,891,172	NC	Aaa	NA	AAAu	NC	12/31/27
US T	1612	91282CBJ9	2,000,000	1,808,218	0.750	3.900	10/23/24	1/31/28	761	1,891,328	NC	Aaa	NA	AAAu	NC	1/31/28
US T	1613	91282CBP5	2,000,000	1,810,965	1.125	4.240	11/18/24	2/29/28	790	1,902,578	NC	Aaa	NA	AAAu	NC	2/29/28
US T	1614	91282CBS9	2,000,000	1,829,448	1.250	4.020	12/4/24	3/31/28	821	1,904,531	NC	Aaa	NA	AAAu	NC	3/31/28
FHLB	1615	3130ALYS7	1,000,000	919,138	1.750	4.420	1/13/25	4/26/28	847	961,420	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	849	965,012	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	882	2,006,641	NC	Aaa	NA	AAAu	NC	5/31/28
WMT	1618	931142EE9	2,000,000	1,980,560	3.700	4.020	3/25/25	6/26/28	908	2,004,287	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	926	2,055,503	NC	A1	A	A+	NC	7/14/28
CRBG	1629	00138CBG2	1,000,000	1,005,200	4.250	4.048	11/14/25	8/21/28	964	1,003,342	NC	Aaa	AA+	AA+	NC	8/21/28
US T	1620	91282CHX2	2,000,000	2,025,489	4.375	3.955	5/20/25	8/31/28	974	2,044,063	NC	Aaa	NA	AAAu	NC	8/31/28
Toyota	1621	89236TLB9	1,000,000	1,036,580	5.250	4.020	6/27/25	9/11/28	985	1,035,873	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	1,034	974,717	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	1,035	942,422	NC	Aaa	NA	AAAu	NC	10/31/28
US T	1628	91282CDL2	2,000,000	1,885,625	1.500	3.460	10/23/25	11/30/28	1,065	1,888,359	NC	Aaa	NA	AAAu	NC	11/30/28
WFC	1622	33738MAB7	1,000,000	1,059,640	6.500	4.570	7/14/25	12/1/28	1,066	1,060,040	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	1,066	260,477	MW	Aaa	AAA	AAA	NC	12/1/28
NYLIFE	1630	64952WFF5	1,000,000	1,023,200	4.700	3.920	11/14/25	1/29/29	1,125	1,018,305	NC	Aa1	AA+	AAA	NC	1/29/29
US T	1627	91228CDW8	1,000,000	946,000	1.750	3.463	9/18/25	1/31/29	1,127	948,359	NC	Aaa	NA	AAAu	NC	1/31/29
PACCAR	1625	69371RS80	1,000,000	1,022,210	4.600	3.900	8/27/25	1/31/29	1,127	1,019,808	NC	A1	A+	NA	NC	1/31/29
US T	1631	91282CKG5	2,000,000	2,040,880	4.125	3.460	12/17/25	3/31/29	1,186	2,035,547	NC	Aaa	NA	AAAu	NC	3/31/29
Subtotal	44		75,275,000	73,030,414	Avg.					74,671,988						
LGIP	LGIP	NA	70,018,011	70,018,011	4.600	4.60%	NA	NA	14	70,018,011	NC	NA	NA	NA	NA	NA
<b>Grand Totals</b>			<b>\$ 145,293,011</b>	<b>\$ 143,048,425</b>		<b>3.83%</b>			<b>312</b>	<b>\$ 144,689,999</b>						

# City of Yakima

## Investment Portfolio by Issuer at 12/31/2025



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 - Detail of Activity  
December 31, 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	-	(2,000,000)	10,000,000
<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	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		13,000,000	-	-	13,000,000
<b>Municiple Bonds</b>					
King County Muni	1623	275,000			275,000
Municiple Bonds		275,000	-	-	275,000
<b>Federal National Management Association</b>					
FNMA	1583	2,000,000			2,000,000
FNMA	1609	2,000,000			2,000,000
FNMA Total		4,000,000	-	-	4,000,000
<b>US Treasury</b>					
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	1628	-	2,000,000		2,000,000
US Treasury	1631		2,000,000		2,000,000
US Treasury		32,000,000	4,000,000	(4,000,000)	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
Wells Fargo	1622	1,000,000			1,000,000
Bank NYM	1624	1,000,000			1,000,000
PACCAR	1625	1,000,000			1,000,000
Corebridge	1629		1,000,000		1,000,000
NY Life	1630		1,000,000		1,000,000
Corporate Total		8,000,000	2,000,000	-	10,000,000
Subtotal		75,275,000	6,000,000	(6,000,000)	75,275,000
<b>Other Investments</b>					
LGIP (State Pool)	LGIP	58,397,658	15,620,353	(4,000,000)	70,018,011
Other Investment Totals		58,397,658	15,620,353	(4,000,000)	70,018,011
<b>Grand Totals</b>		<b>\$ 133,672,658</b>	<b>\$ 21,620,353</b>	<b>\$ (10,000,000)</b>	<b>\$ 145,293,011</b>

City of Yakima  
**Long Term Debt Schedule - by Project Group**  
December 31, 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	1,122,182.770
9/24/2018	6/1/2035	Soccer Complex (Refunded)	City portion of SOZO Sports Complex	4,440,127	2,975,396.260
9/24/2018	12/1/1942	2018 Aquatic Center YMCA	City portion of Aquatic Center	8,009,873	7,600,177.450
4/21/2020	12/1/2032	2020B Capital Theatre 09 Refunded	2020B Capital Theatre 09 Refunded	4,910,000	2,850,000.000
4/21/2020	12/1/2044	2020B Convention Center Addition	2020B Convention Center Addition	12,620,000	10,530,000.000
4/21/2020	12/1/2044	2020B Convention Center Addition III Refu	2020B Convention Center Addition III Refunded	2,495,000	2,080,000.000
<b>Subtotal General Obligation Bonds</b>				35,975,000	27,157,756.480
<b>Certificate of Participation - State of Washington</b>					
9/28/2017	6/1/2027	Energy Project	2017 Energy Project (lighting)	921,683	220,382.060
7/21/2020	6/1/2035	Energy Project	2020 Energy Efficiency Project (lighting)	1,415,000	1,055,000.000
9/28/2017	6/1/2027	Fire Aerial & Pump App	Fire Aerial	1,268,053	303,201.820
<b>Subtotal Certificates of Participation</b>				3,604,736	1,578,583.880
<b>Revenue Bonds</b>					
4/21/2020	12/1/2034	2020 Ref 04 Irrigation	2020 Ref 04 Irrigation	3,260,000	2,125,000.000
4/21/2020	12/1/2027	2020 Ref 08 WS Rev	2020 Ref 08 WS Rev	2,590,000	730,000.000
<b>Subtotal Revenue Bonds</b>				5,850,000	2,855,000.000
<b>Intergovernmental Loans</b>					
8/14/2009	7/1/2028	PC-08-951-052	2009 Railroad Grade Separation	3,000,000	495,300.760
5/6/2010	6/1/2034	L1000030-0	2010 Railroad Grade Separation	1,229,295	631,673.830
6/17/2014	5/1/2034	Comm Center Move	City portion of County GO Bonds	1,716,500	920,000.000
6/1/2016	6/1/2027	'16 Yak Co SIED - SOZO	2016 Yakima Co SIED Loan - SOZO	900,000	204,314.520
7/17/2018	6/1/2029	'18 Yak Co SIED - River Rd.	2018 Yakima Co SIED - River Rd Improvements/Aquatics Center	500,000	229,307.030
3/2/2021	6/1/2032	21 Yak Co Seid - SOZO	2021 Yakima Co SEID Loan SOZO	1,000,000	746,414.850
3/14/2023	6/1/2035	22 Yak Co Seid - Russell Lane	2023 Yak Co Seid - Russell Lane	416,000	416,000.000
12/15/2023	6/1/2036	23 Yak Co Seid - Chief Hops	2023 Yak Co Seid - Chief Hops	312,500	312,500.000
6/27/2005	10/1/2025	SRF-04-65104-037	2005 Naches River WTP Filter Rehab	894,380	-
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	242,777.770
4/15/2009	6/1/2028	PC-08-951-051	2009 New Water Well	2,257,200	363,446.480
10/10/2011	3/31/2033	L1100008	2011 Energy Efficiency	516,192	233,975.050
8/1/2011	7/1/2034	L1200019	2012 Industrial Waste Anaerobic	587,173	314,226.490
6/1/2012	6/1/2031	PC-12-951-065	2012 Wastewater Treatment Plan	5,000,000	1,614,474.840
10/11/2012	6/1/2037	PC-13-961-059	2012 Industrial Sewer Extensions	2,000,000	976,076.580
8/5/2013	6/1/2032	PC-13-961-074	2013 Automated Reading System	5,000,000	1,842,105.260
12/31/2021	6/1/2039	PC20-96103-044	2020 Waterline Improvements	1,737,906	1,351,704.940
12/12/2013	10/1/2034	DM-11-952-038	2013 Design WTP Lagoons	3,514,800	1,581,660.020
<b>Subtotal Intergovernmental Loans</b>				35,188,947	12,475,958.420
<b>Grand Total</b>				<b>80,618,683</b>	<b>44,067,298.780</b>

City of Yakima  
**Interfund Borrowing**  
December 31, 2025

Description	Original Balance	Beginning Balance	Issued	Retired	Ending Balance
					-
323 - Millsite #3	176,000.00	176,000.00		28,870.17	147,129.83
479 - Nelson Dam	6,299,691.00	1,916,666.58		249,999.98	1,666,666.60
331 - MLK Pool	250,000.00	250,000.00	-		250,000.00
Total across all funds	6,725,691.00	2,342,666.58	-	278,870.15	2,063,796.43

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



## Committee Review of Investment Rationale

Date: October 22, 2025

**Investment # 2025-1628 is a 7-year US Treasury, face value \$2,000,000, maturing November 30, 2028, 1.50% coupon, purchased at a deep discount of 94.09 to yield 3.458657.** This trade settles on October 23, 2025, with Hilltop Securities, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.

**Liquidity:** On September 30th, month-end, Key Bank checking account balance was \$10.1 million, US Bank checking balance was \$10.4. million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$58.4 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 3.4586. This investment is 72 basis points under LGIP and 11 bases point under the 5-year treasury, and 1 bases points under the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.1705%	www.secureaccess.wa.gov
5-year Treasury	3.5600%	Treasury.gov
3-year Treasury	3.4600%	Treasury.gov

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

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

**Outlook.** According to Chief Economist Joe Brusuelas, the American economy continues to show resilience: Growth is near its potential, unemployment is still low at 4.3%, inflation is rising but under control, and financial conditions remain conducive for investment.

**Investment Committee review:**

Finance Director:

Date

10/24/25

City Manager:

Date

10/27/2025



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Committee Review of Investment Rationale

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Date: November 13, 2025

**Investment # 2025-1629 is a 3-year Corebridge Global Funding Corporation Bond, face value \$1,000,000, maturing August 21, 2028, 4.25% coupon, purchased at 100.52 to yield 4.047587.** This trade settles on November 14, 2025, with KeyBanc Capital Markets, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.

**Liquidity:** On October 31st, month-end, Key Bank checking account balance was \$12.9 million, US Bank checking balance was \$11.1 million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$54.6 million.

**Safety:** This purchase is a debt issue of Corebridge Global Funding Corporation, equivalent to A2 / A+ rating by Moody's and S&P.

**Yield.** Yield is 4.0475. This investment is 6 basis points under LGIP and 37 bases point over the 5-year treasury, and 50 bases points over the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.1054%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.6800%	<a href="http://Treasury.gov">Treasury.gov</a>
3-year Treasury	3.5500%	<a href="http://Treasury.gov">Treasury.gov</a>

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

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

**Outlook.** At its October rate-setting gathering, the Federal Open Market Committee (FOMC) lowered its benchmark rate by a quarter of a percentage point to a new target range of 3.75%-4%. That's the lowest level since 2022 and marks the fifth total cut since post-pandemic inflation forced the U.S. central bank to hike interest rates to a two-decade high. Future rate cuts, however, aren't guaranteed.

**Investment Committee review:**

Finance Director: 

Date 11/13/25

City Manager: 

Date 11/17/25



## Committee Review of Investment Rationale

Date: November 13, 2025

**Investment # 2025-1630 is a 5-year New York Life Global FDG. Corporation Bond, face value \$1,000,000, maturing January 29, 2029, 4.7% coupon, purchased at 102.32 to yield 3.921525.** This trade settles on November 14, 2025, with KeyBanc Capital Markets, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.

**Liquidity:** On October 31st, month-end, Key Bank checking account balance was \$12.9 million, US Bank checking balance was \$11.1. million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$54.6 million.

**Safety:** This purchase is a debt issue of New York Life Global FDG. Corporation, equivalent to Aa1 / AA+ rating by Moody's and S&P.

**Yield.** Yield is 3.9215. This investment is 18 basis points under LGIP and 24 bases point over the 5-year treasury, and 37 bases points over the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	4.1054%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.6800%	<a href="http://Treasury.gov">Treasury.gov</a>
3-year Treasury	3.5500%	<a href="http://Treasury.gov">Treasury.gov</a>

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

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

**Outlook.** At its October rate-setting gathering, the Federal Open Market Committee (FOMC) lowered its benchmark rate by a quarter of a percentage point to a new target range of 3.75%-4%. That's the lowest level since 2022 and marks the fifth total cut since post-pandemic inflation forced the U.S. central bank to hike interest rates to a two-decade high. Future rate cuts, however, aren't guaranteed.

**Investment Committee review:**

Finance Director:

Date 11/13/25

City Manager:

Date 11/17/25



## Committee Review of Investment Rationale

Date: December 16, 2025

**Investment # 2025-1631 is a 5-year US Treasury, face value \$2,000,000, maturing March 31, 2029, 4.17% coupon, purchased at a premium of 102.044 to yield 3.4601.** This trade settles on December 17, 2025, with Time Value Investments, Inc., US Bank Safekeeping, reducing our elevated LGIP position caused by called maturities during 2025.

**Liquidity:** On November 30th, month-end, Key Bank checking account balance was \$13.7 million, US Bank checking balance was \$12.7 million, and the investment portfolio was \$75.3 million (Treasuries, Corporates and Agencies). Current LGIP balance was \$64.8 million.

**Safety:** This purchase is a debt issue of the Federal Government, equivalent to Aa1/AA+ rating by Moody's and Fitch.

**Yield.** Yield is 3.46. This investment is 50 basis points under LGIP and 27 bases point under the 5-year treasury, and 10 bases points under the 3-year treasury, seeking to protect yield in an uncertain environment. Comparable yields are:

LGIP current 30-day yield	3.9611%	<a href="http://www.secureaccess.wa.gov">www.secureaccess.wa.gov</a>
5-year Treasury	3.73000%	<a href="http://Treasury.gov">Treasury.gov</a>
3-year Treasury	3.5600%	<a href="http://Treasury.gov">Treasury.gov</a>

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

**Diversification.** This purchase brings this issuer to 24% of total portfolio.

**Outlook.** The federal funds rate is the interest rate on overnight loans set by the Federal Open Market Committee (FOMC) at the Federal Reserve. Rates offered by local government investment pools and money market funds tend to correlate closely with the federal funds rate. At the FOMC December meeting they elected to cut the federal funds rate by .25%. This is the third .25% rate cut this year and is based on concerns over signs of weakness in the labor market.

**Investment Committee review:**Finance Director: Date 12/17/25City Manager: Date 12/19/2025