THE CITY OF SAN DIEGO

M E M O R A N D U M

DATE: September 22, 2025

TO: Distribution

FROM: Elizabeth Correia, City Treasurer

SUBJECT: Monthly Investment Report – August 31, 2025

Attached is the City Treasurer's Monthly Investment Report, which includes three schedules. These investments are in conformance with the City Treasurer's Investment Policy and are sufficiently liquid to meet the City's expenditure requirements for the next six months as required by California Government Code section 53646(b)(3).

If you have questions, please contact Emmanuel Labrinos, Chief Investment Officer, at (619) 236-6112.

EC/el

Attachments:

I. Schedule I:
   a. City's pooled investment holdings
   b. City's pooled investment maturity distribution schedule
   c. City's pooled investment historical earned income yields and weighted average days to maturity

II. Schedule II: Pooled Portfolio Position Detail Report

III. Appendix: Glossary of Investment Terms

Distribution:

Honorable Mayor Todd Gloria
Honorable Heather Ferbert, City Attorney
Honorable Council President Joe LaCava and Members of the City Council
Paola Avila, Chief of Staff, Office of the Mayor
Charles Modica, Independent Budget Analyst
Deborah Higgins, Investment Advisory Committee

Stefan Meierhofer, Investment Advisory Committee
Jayson Schmitt, Investment Advisory Committee
Matt Vespi, Chief Financial Officer and Investment Advisory Committee
Jyothi Pantulu, Assistant Director, Department of Finance and Investment Advisory Committee

cc: Matt Yagyagan, Director of Policy, Office of the Mayor
Rolando Charvel, Director, Department of Finance and City Comptroller
Emmanuel Labrinos, Chief Investment Officer, Office of the City Treasurer
Nicole LeClair-Miller, Deputy Director, Office of the City Treasurer

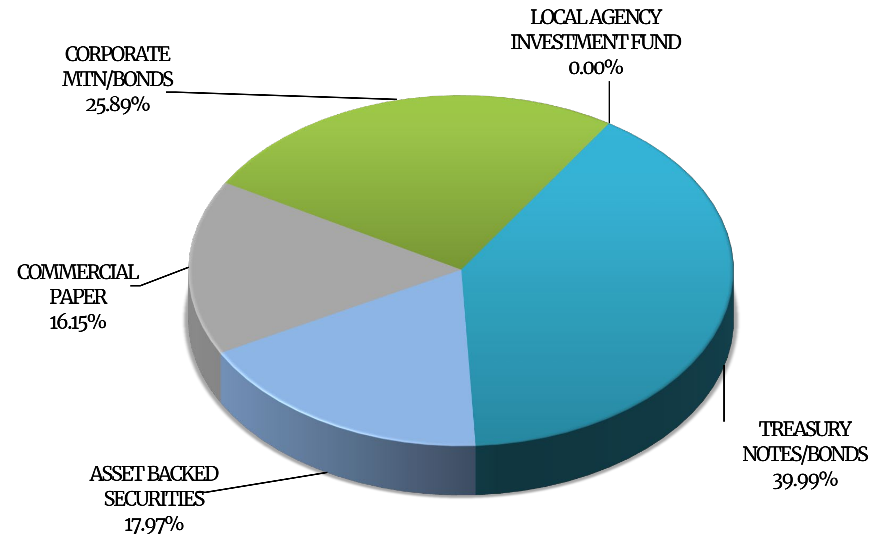
ASSET ALLOCATION

Assets (000's)	Current Par Value	Current Book Value	Market Value	Mkt/Book	Yield to Maturity 365
ASSET BACKED SECURITIES	369,058	369,018	372,346	100.90%	4.47%
COMMERCIAL PAPER	333,360	331,707	332,482	100.23%	4.47%
CORPORATE MTN/BONDS	532,350	531,696	536,271	100.86%	4.47%
LOCAL AGENCY INVESTMENT FUND	72	72	72	100.00%	4.40%
TREASURY NOTES/BONDS	822,400	821,453	823,607	100.26%	3.96%
Totals (000's):	**2,057,240**	**2,053,946**	**2,064,779**	**100.53%**	**4.26%**

Portfolio Breakdown & Statistics

	Liquidity	Core
Portfolio Size	$406,216,617	$1,647,729,585
% of total pool	19.78%	80.22%
Portfolio Duration*	0.08	1.96**
Index Duration*	0.28	1.89
% of index	28.71%	103.60%
Weighted Average Days to Maturity	46	735
Earned Income Yield	5.542%	4.463%

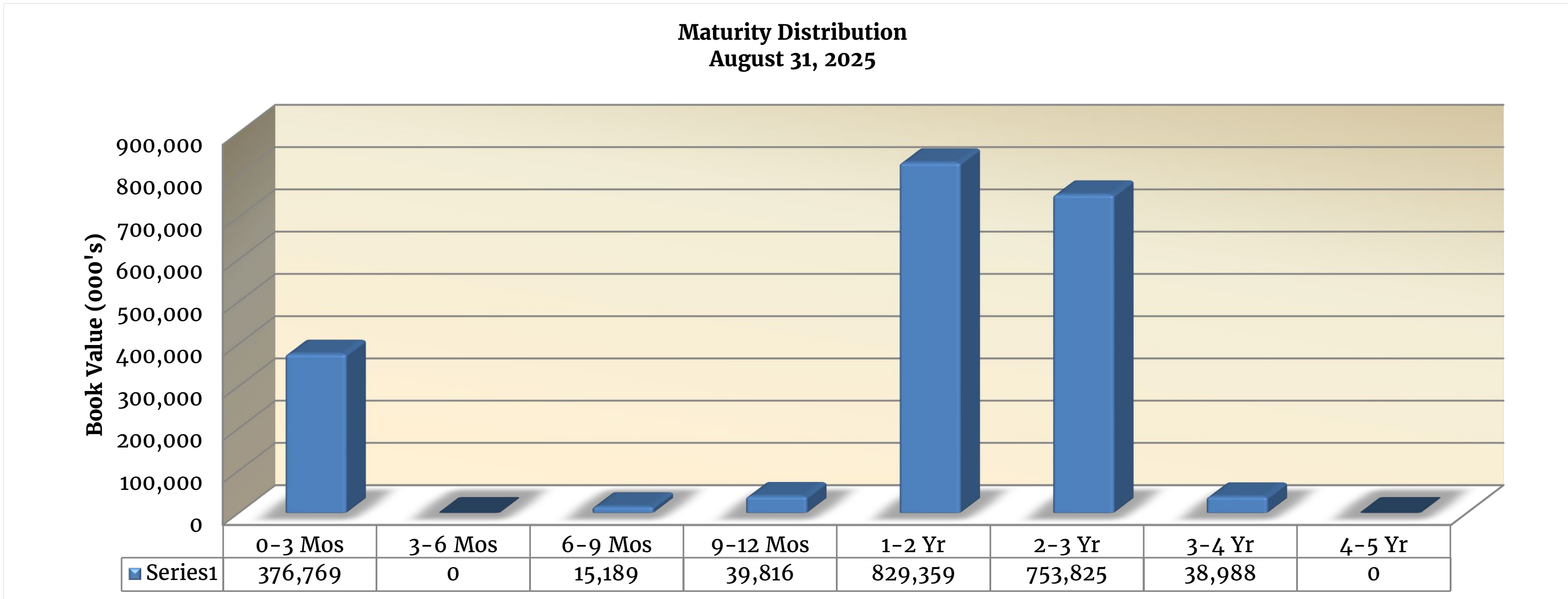
* Macaulay's Duration for Liquidity and Effective Duration for Core.
** Includes effects from trades settling over month-end.



Pooled Portfolio Composition by Book Value

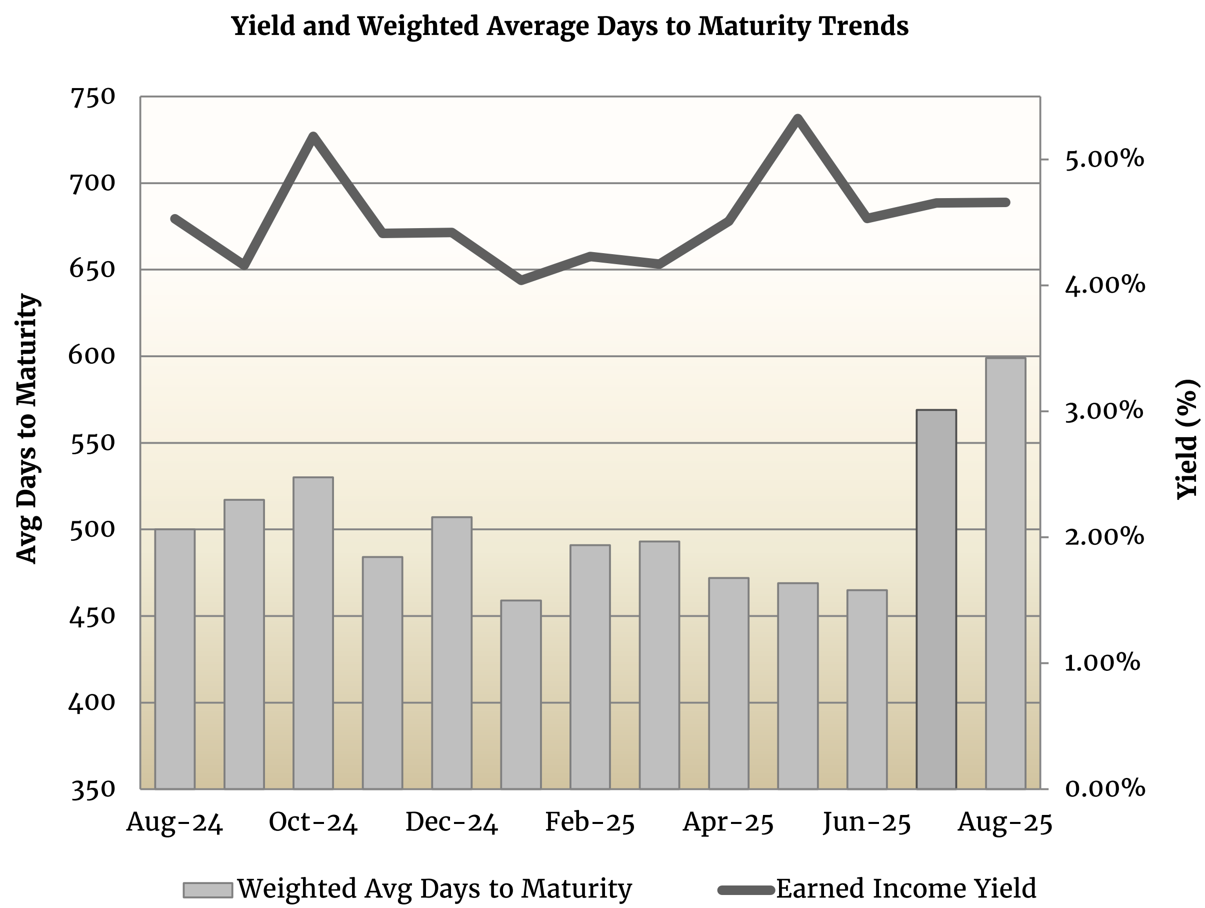
MATURITY DISTRIBUTION

Current Book Value (000's)	0-3 Mos	3-6 Mos	6-9 Mos	9-12 Mos	1-2 Yr	2-3 Yr	3-4 Yr	4-5 Yr	Totals (000's)
ASSET BACKED SECURITIES					89,304	265,714	14,000		369,018
COMMERCIAL PAPER	331,707								331,707
CORPORATE MTN/BONDS	25,000		15,189		148,334	318,186	24,988		531,696
LOCAL AGENCY INVESTMENT FUND	72								72
TREASURY NOTES/BONDS	19,990			39,816	591,722	169,925			821,453
Totals (000's):	**376,769**	**0**	**15,189**	**39,816**	**829,359**	**753,825**	**38,988**	**0**	**2,053,946**
% of Portfolio	18.34%	0.00%	0.74%	1.94%	40.38%	36.70%	1.90%	0.00%	100.00%



PORTFOLIO - EARNED INCOME YIELD

Month	Earned Income Yield	Weighted Avg Days to Maturity
Aug-24	4.53%	500
Sep-24	4.16%	517
Oct-24	5.18%	530
Nov-24	4.41%	484
Dec-24	4.42%	507
Jan-25	4.04%	459
Feb-25	4.23%	491
Mar-25	4.17%	493
Apr-25	4.51%	472
May-25	5.33%	469
Jun-25	4.53%	465
Jul-25	4.65%	569
Aug-25	4.66%	599



TREASURY NOTES/BONDS	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Treasury Notes	UST Note	91282CFP1	4.250	4.311	0.120	1/2/2025	10/15/2025	20,000,000.00	19,989,589.55	19,999,080.00	99.995	ICED
Treasury Notes	UST Note	91282CLP4	3.500	3.637	0.604	10/3/2024	9/30/2026	51,000,000.00	50,866,523.44	50,806,761.00	99.621	ICED
Treasury Notes	UST Note	91282CLP4	3.500	3.985	0.604	10/8/2024	9/30/2026	21,500,000.00	21,303,476.56	21,418,536.50	99.621	ICED
Treasury Notes	UST Note	91282CLP4	3.500	3.990	0.604	10/9/2024	9/30/2026	32,000,000.00	31,705,000.00	31,878,752.00	99.621	ICED
Treasury Notes	UST Note	91282CHH7	4.125	4.344	0.667	11/13/2024	6/15/2026	29,000,000.00	28,902,578.13	29,038,512.00	100.133	ICED
Treasury Notes	UST Note	91282CLH2	3.750	4.288	0.982	2/20/2025	8/31/2026	11,000,000.00	10,913,632.81	10,986,074.00	99.873	ICED
Treasury Notes	UST Note	91282CLS8	4.125	4.158	1.112	11/5/2024	10/31/2026	37,200,000.00	37,176,750.00	37,316,250.00	100.313	ICED
Treasury Notes	UST Note	91282CJK8	4.625	4.465	1.148	12/1/2023	11/15/2026	67,000,000.00	67,293,125.00	67,628,125.00	100.938	ICED
Treasury Notes	UST Note	91282CJP7	4.375	4.040	1.232	12/29/2023	12/15/2026	32,000,000.00	32,296,250.00	32,232,512.00	100.727	ICED
Treasury Notes	UST Note	91282CMH1	4.125	4.172	1.357	2/6/2025	1/31/2027	47,800,000.00	47,757,054.69	48,033,407.40	100.488	ICED
Treasury Notes	UST Note	91282CKA8	4.125	4.175	1.397	12/2/2024	2/15/2027	140,800,000.00	140,646,000.00	141,536,947.20	100.523	ICED
Treasury Notes	UST Note	91282CNP2	3.875	3.928	1.438	8/1/2025	7/31/2027	25,000,000.00	24,977,241.85	25,100,575.00	100.402	ICED
Treasury Notes	UST Note	91282CMY4	3.750	3.740	1.579	8/5/2025	4/30/2027	26,000,000.00	26,260,044.16	26,024,388.00	100.094	ICED
Treasury Notes	UST Note	91282CNL1	3.750	3.750	1.742	6/30/2025	6/30/2027	20,000,000.00	20,000,000.00	20,032,040.00	100.160	ICED
Treasury Notes	UST Note	91282CEW7	3.250	3.518	1.749	10/3/2024	6/30/2027	75,000,000.00	74,475,585.94	74,463,900.00	99.285	ICED
Treasury Notes	UST Note	91282CNP2	3.875	3.712	1.823	8/7/2025	7/31/2027	16,900,000.00	16,964,609.20	16,967,988.70	100.402	ICED
Treasury Notes	UST Note	91282CMS7	3.875	3.855	2.357	4/1/2025	3/15/2028	25,200,000.00	25,258,891.31	25,375,215.60	100.695	ICED
Treasury Notes	UST Note	91282CHA2	3.500	3.636	2.491	5/1/2025	4/30/2028	100,000,000.00	99,626,698.37	99,738,300.00	99.738	ICED
Treasury Notes	UST Note	91282CHE4	3.625	3.693	2.569	7/1/2025	5/31/2028	45,000,000.00	45,039,728.48	45,029,880.00	100.066	ICED
	Total Count 19		**3.871**	**3.955**	**1.475**			**822,400,000.00**	**821,452,779.49**	**823,607,244.40**	**100.147**	

LOCAL AGENCY INVESTMENT FUND	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
LAIF	LAIF	SYS49819	4.400	4.400	0.000	3/31/2003	9/1/2025	71,851.57	71,851.57	71,851.57	100.000	ICED
	Total Count 1		**4.400**	**4.400**	**0.000**			**71,851.57**	**71,851.57**	**71,851.57**	**100.000**	

ASSET BACKED SECURITIES	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Asset Backed Secs	Mercedes-Benz Auto Lease	58768RAC4	4.740	4.604	0.110	6/3/2024	1/15/2027	4,308,331.70	4,308,181.77	4,310,507.41	100.051	ICED
Asset Backed Secs	Dell Equipment Finance Trust	24703UAC7	4.680	4.730	0.800	5/1/2025	7/22/2027	6,000,000.00	5,999,728.80	6,022,866.00	100.381	ICED
Asset Backed Secs	Chase Auto Owner Trust	16144YAC2	4.940	5.002	1.080	7/30/2024	1/25/2028	11,500,000.00	11,497,901.25	11,605,547.00	100.918	ICED
Asset Backed Secs	Bank of America Credit Card	05522RDJ4	4.930	5.088	1.631	6/13/2024	5/15/2027	25,000,000.00	24,998,597.50	25,405,600.00	101.622	ICED
Asset Backed Secs	Stellantis Financial Underwrit	858928AD6	4.470	4.474	1.650	5/7/2025	7/20/2028	11,000,000.00	10,998,209.20	11,061,565.90	100.560	MNL
Asset Backed Secs	GM Financial Auto	379965AD8	4.170	4.221	1.720	8/13/2025	10/20/2027	8,500,000.00	8,498,708.00	8,525,041.00	100.295	ICED
Asset Backed Secs	American Express Credt	02589BAE0	4.650	4.652	1.787	7/23/2024	7/15/2027	16,000,000.00	15,999,273.60	16,215,168.00	101.345	ICED
Asset Backed Secs	Volkswagen Auto Lease Trust	92868WAD9	4.500	4.546	1.860	6/17/2025	10/20/2027	11,000,000.00	10,999,226.70	11,104,027.00	100.946	ICED
Asset Backed Secs	Honda Auto Receivables Owner	437921AD1	4.150	4.193	1.900	5/8/2025	8/15/2028	9,250,000.00	9,248,966.78	9,278,030.28	100.303	MNL
Asset Backed Secs	TMobile US Trust	872974AA8	4.740	4.791	1.920	2/27/2025	4/20/2028	28,000,000.00	27,997,135.60	28,337,064.00	101.204	ICED
Asset Backed Secs	Ford Credit Auto Lease	34533MAD8	4.230	4.278	1.940	7/29/2025	12/15/2027	14,000,000.00	13,998,275.20	14,069,111.00	100.494	MNL
Asset Backed Secs	Capital One	14041NGE5	3.920	3.927	1.953	9/24/2024	9/15/2027	37,500,000.00	37,492,680.00	37,489,125.00	99.971	ICED
Asset Backed Secs	Verizon Master Trust	92348KDY6	4.510	4.506	2.020	3/31/2025	3/22/2027	38,000,000.00	37,998,366.00	38,243,124.00	100.640	ICED
Asset Backed Secs	Wells Fargo Card Issuance	92970QAE5	4.290	4.334	2.021	10/24/2024	10/15/2027	20,000,000.00	19,997,028.00	20,171,980.00	100.860	ICED
Asset Backed Secs	American Express Credt	02582JKM1	4.560	4.612	2.160	2/11/2025	12/15/2027	45,000,000.00	44,990,005.50	45,668,835.00	101.486	ICED
Asset Backed Secs	Nissan Auto Lease Trust	65481RAD3	4.320	4.364	2.180	7/29/2025	2/15/2028	13,000,000.00	12,998,715.60	13,080,613.00	100.620	ICED
Asset Backed Secs	TMobile US Trust	87268MAA3	4.340	4.232	2.300	8/6/2025	9/20/2028	14,000,000.00	13,999,752.20	14,095,284.00	100.681	ICED
Asset Backed Secs	American Express Credt	02582JKP4	4.280	4.319	2.478	5/13/2025	4/17/2028	22,000,000.00	21,999,601.80	22,237,006.00	101.077	ICED
Asset Backed Secs	Wells Fargo Card Issuance	92970QAJ4	4.340	4.341	2.545	6/10/2025	5/15/2028	20,000,000.00	19,999,668.00	20,247,440.00	101.237	ICED
Asset Backed Secs	American Express Credt	02582JKV1	4.300	4.305	2.690	7/22/2025	7/17/2028	15,000,000.00	14,997,838.50	15,178,500.00	101.190	ICED
	Total Count 20		**4.441**	**4.472**	**1.985**			**369,058,331.70**	**369,017,860.00**	**372,346,434.59**	**100.891**	

COMMERCIAL PAPER	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Commercial Paper	Commerzbank US Finance	20260AW22	4.340	4.402	0.002	8/29/2025	9/2/2025	90,000,000.00	89,956,600.00	89,956,620.00	99.952	ICED
Commercial Paper	Norddeutsche Landesbank	65558MW22	4.330	4.392	0.002	8/29/2025	9/2/2025	21,600,000.00	21,589,608.00	21,589,567.20	99.952	ICED
Commercial Paper	DCAT LLC	24023GW45	4.370	4.442	0.008	8/14/2025	9/4/2025	19,500,000.00	19,450,291.25	19,485,843.00	99.927	ICED
Commercial Paper	Hannover Funding Co	41068KWB0	4.410	4.479	0.027	8/28/2025	9/11/2025	20,000,000.00	19,965,700.00	19,967,320.00	99.837	ICED
Commercial Paper	Hannover Funding Co	41068KWC8	4.470	4.566	0.030	7/15/2025	9/12/2025	25,000,000.00	24,816,854.17	24,956,000.00	99.824	ICED
Commercial Paper	Autobahn Funding Co	0527M0WF0	4.380	4.450	0.038	8/29/2025	9/15/2025	2,260,000.00	2,255,325.57	2,256,519.60	99.846	ICED

Commercial Paper	Salisbury Receivables Co	79490AWN4	4.410	4.501	0.057	7/30/2025	9/22/2025	25,000,000.00	24,834,625.00	24,927,375.00	99.710	ICED
Commercial Paper	Pedernales Electric Coop	70533LWP3	4.470	4.563	0.060	7/31/2025	9/23/2025	25,000,000.00	24,832,375.00	24,937,750.00	99.751	ICED
Commercial Paper	Salisbury Receivables Co	79490AX11	4.400	4.511	0.082	7/2/2025	10/1/2025	50,000,000.00	49,443,888.89	49,801,700.00	99.603	ICED
Commercial Paper	Pedernales Electric Coop	70533LXP2	4.370	4.463	0.141	8/25/2025	10/23/2025	30,000,000.00	29,785,141.67	29,798,490.00	99.328	ICED
Commercial Paper	Salisbury Receivables Co	79490AY77	4.340	4.440	0.182	8/25/2025	11/7/2025	25,000,000.00	24,776,972.22	24,804,750.00	99.219	ICED
	Total Count 11		**4.382**	**4.465**	**0.053**			**333,360,000.00**	**331,707,381.77**	**332,481,934.80**	**99.737**	

CORPORATE MTN/BONDS	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Medium Term Notes	Bank of America	06055JGH6	4.504	4.745	0.066	9/24/2024	10/24/2025	25,000,000.00	25,000,000.00	24,982,125.00	99.929	ICED
Medium Term Notes	Bank of America	06051GLE7	5.080	5.382	0.293	5/1/2025	1/20/2027	10,000,000.00	9,950,252.68	10,023,220.00	100.232	ICED
Medium Term Notes	Deere & Co.	24422EWT2	5.050	4.491	0.483	5/1/2025	3/3/2026	15,000,000.00	15,189,359.33	15,065,325.00	100.436	ICED
Medium Term Notes	Morgan Stanley	61746BEF9	3.625	4.496	1.332	6/16/2025	1/20/2027	9,315,000.00	9,191,203.65	9,264,643.11	99.459	ICED
Medium Term Notes	Johnson & Johnson	478160DG6	4.500	4.499	1.439	2/20/2025	3/1/2027	20,000,000.00	20,000,000.00	20,193,880.00	100.969	ICED
Medium Term Notes	DTE Electric Co	23338VAW6	4.250	4.293	1.609	5/14/2025	5/14/2027	5,000,000.00	4,995,900.00	5,019,240.00	100.385	ICED
Medium Term Notes	National Securities Clearing	637639AN5	4.350	4.397	1.624	5/20/2025	5/20/2027	20,000,000.00	19,982,200.00	20,141,200.00	100.706	ICED
Medium Term Notes	USAA CAP Corp	90327QD97	5.250	5.356	1.642	6/3/2024	6/1/2027	12,500,000.00	12,463,875.00	12,766,325.00	102.131	ICED
Medium Term Notes	Citigroup Inc	17325FBN7	4.576	4.576	1.644	5/29/2025	5/29/2027	30,000,000.00	30,000,000.00	30,235,860.00	100.786	ICED
Medium Term Notes	Simon Property Group LP	828807DC8	3.375	5.816	1.705	4/17/2025	6/15/2027	10,035,000.00	9,785,128.50	9,930,194.46	98.956	ICED
Medium Term Notes	Paccar Inc	69371RT89	4.250	4.271	1.716	6/23/2025	6/23/2027	12,000,000.00	11,995,200.00	12,072,540.00	100.605	ICED
Medium Term Notes	Daimler Truck Finan	233853BG4	4.300	4.318	1.846	8/12/2025	8/12/2027	10,000,000.00	9,996,600.00	10,012,460.00	100.125	ICED
Medium Term Notes	Unilever Capital Corp	904764BU0	4.250	4.346	1.849	8/12/2024	8/12/2027	10,000,000.00	9,973,300.00	10,066,860.00	100.669	ICED
Medium Term Notes	Hyundai Capital America	44891ADF1	4.300	4.831	1.918	5/1/2025	9/24/2027	10,000,000.00	9,924,894.44	9,987,260.00	99.873	ICED
Medium Term Notes	Hyundai Capital America	44891ADK0	4.875	4.831	2.007	5/1/2025	11/1/2027	13,000,000.00	13,013,260.00	13,132,717.00	101.021	ICED
Medium Term Notes	Marsh & McLennan Cos Inc	571748BY7	4.550	4.591	2.037	11/8/2024	11/8/2027	10,000,000.00	9,988,600.00	10,115,190.00	101.152	ICED
Medium Term Notes	International Business Machine	459200LF6	4.650	4.655	2.285	2/10/2025	2/10/2028	28,000,000.00	27,996,080.00	28,401,072.00	101.432	ICED
Medium Term Notes	Paccar Inc	69371RT63	4.550	4.572	2.301	3/3/2025	3/3/2028	20,000,000.00	19,987,800.00	20,325,520.00	101.628	ICED
Medium Term Notes	Caterpillar Fncl Service	14913UAY6	4.400	4.413	2.304	3/3/2025	3/3/2028	15,000,000.00	14,994,600.00	15,171,435.00	101.143	ICED
Medium Term Notes	Abbvie Inc	00287YDY2	4.650	4.696	2.323	2/26/2025	3/15/2028	15,000,000.00	14,980,050.00	15,244,365.00	101.629	ICED
Medium Term Notes	Mastercard Inc	57636QBF0	4.550	4.576	2.328	2/27/2025	3/15/2028	10,000,000.00	9,992,400.00	10,161,480.00	101.615	ICED
Medium Term Notes	Cummins Inc	231021AY2	4.250	4.275	2.488	5/9/2025	5/9/2028	10,000,000.00	9,993,000.00	10,076,850.00	100.769	ICED
Medium Term Notes	Apple Corp	037833EY2	4.000	4.070	2.507	5/12/2025	5/12/2028	40,000,000.00	39,921,600.00	40,263,880.00	100.660	ICED
Medium Term Notes	Eli Lilly	532457DB1	4.000	4.014	2.537	8/20/2025	10/15/2028	25,000,000.00	24,987,750.00	25,055,350.00	100.221	ICED
Medium Term Notes	USAA CAP Corp	90327QDA4	4.375	4.443	2.544	6/2/2025	6/1/2028	15,000,000.00	14,971,650.00	15,142,806.00	100.952	MNL
Medium Term Notes	Deere & Co.	24422EYD5	4.250	4.282	2.560	6/5/2025	6/5/2028	20,000,000.00	19,982,200.00	20,163,200.00	100.816	ICED
Medium Term Notes	Air Products and Chemicals Inc	009158BN5	4.300	4.324	2.574	6/11/2025	6/11/2028	15,000,000.00	14,989,950.00	15,126,105.00	100.841	ICED
Medium Term Notes	National Australia Bank	632525CJ8	4.308	4.308	2.579	6/13/2025	6/13/2028	20,000,000.00	20,000,000.00	20,183,320.00	100.917	ICED
Medium Term Notes	Ecolab Inc	278865BQ2	4.300	4.358	2.581	6/5/2025	6/15/2028	5,000,000.00	4,991,800.00	5,041,865.00	100.837	ICED
Medium Term Notes	Target Corp	87612EBU9	4.350	4.329	2.582	6/10/2025	6/15/2028	10,000,000.00	9,999,900.00	10,102,290.00	101.023	ICED
Medium Term Notes	Analog Devices Inc	032654BD6	4.250	4.289	2.587	6/16/2025	6/15/2028	20,000,000.00	19,978,400.00	20,157,680.00	100.788	ICED
Medium Term Notes	Paccar Inc	69371RT97	4.000	4.021	2.739	8/8/2025	8/8/2028	7,500,000.00	7,495,575.00	7,518,165.00	100.242	ICED
Medium Term Notes	Lockheed Martin Corp	539830CK3	4.150	4.195	2.748	7/28/2025	8/15/2028	10,000,000.00	9,987,300.00	10,050,970.00	100.510	ICED
Medium Term Notes	Caterpillar Fncl Service	14913UBB5	4.100	4.105	2.754	8/15/2025	8/15/2028	25,000,000.00	24,996,500.00	25,076,000.00	100.304	ICED
	Total Count 34		**4.371**	**4.465**	**2.032**			**532,350,000.00**	**531,696,328.60**	**536,271,392.57**	**100.737**	
							Grand Total	2,057,240,183.27	2,053,946,201.43	2,064,778,857.93		

GLOSSARY OF INVESTMENT TERMS

ASSET BACKED SECURITIES: Securities, such as bonds or notes, collateralized by receivables such as credit card or auto loans.

BOOK VALUE: The original cost of the investment, plus accrued interest and amortization of any premium or discount.

CERTIFICATE OF DEPOSIT (CD or NCD): A deposit of funds at a bank for a specified period of time that earns interest at a specified rate. Commonly known as "CDs" or "negotiable CDs."

COUPON: The annual rate at which a bond pays interest.

CUSIP: The number identifying all stocks and registered bonds, using the Committee on Uniform Securities Identification Procedures (CUSIP).

DURATION: Duration measures the price sensitivity of a bond to changes in interest rates.
(a) EFFECTIVE DURATION is a duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change.
(b) MACAULAY'S DURATION is the weighted average maturity of the bond's cash flows, where the present values of the cash flows serves as the weights. The greater the duration of the bond, the greater its percentage price volatility.

LOCAL AGENCY INVESTMENT FUND (LAIF): An investment pool sponsored by the State of California and administered/managed by the State Treasurer's Office. Local government units, with consent of the local governing body of that agency, may voluntarily deposit surplus funds for the purpose of investment.

MARKET VALUE: The price at which a security is trading and could presumably be purchased or sold.

MATURITY: The date upon which the principal or stated value of an investment becomes due and payable.

PAR VALUE: The amount of principal which must be paid at maturity. Also referred to as the face amount of a bond, normally quoted in $1.000 increments per bond.

REPURCHASE AGREEMENT (RP OR REPO): The purchase of securities, on a temporary basis, with the seller's simultaneous agreement to repurchase the securities at a later date at a specified price that includes interest for the buyer's holding period. In essence, this is a collateralized investment whereby the security "buyer" lends the "seller" money for the period of the agreement.

SUPRANATIONAL: An entity formed by two or more central governments through international treaties, for the purpose of promoting economic development for member countries. Two examples of supranational institutions are the International Bank for Reconstruction and Development (World Bank) and the Inter-American Development Bank.

U. S. GOVERNMENT AGENCY SECURITIES: Debt securities issued by U. S. Government sponsored enterprises and federally related institutions. These government agencies include: Federal Home Loan Banks (FHLB); Federal Home Loan Mortgage Corporation (FHLMC, or "Freddie Mac"); Federal National Mortgage Association (FNMA, or "Fannie Mae"); Federal Farm Credit Banks (FFCB); and Tennessee Valley Authority (TVA).

U.S. TREASURY SECURITIES: Securities issued by the U. S. Treasury and backed by the full faith and credit of the United States. Treasuries are considered to have no credit risk, and are the benchmark for interest rates on all other securities in the U.S. and overseas. The Treasury issues both discounted securities and fixed coupon notes and bonds.

WEIGHTED AVERAGE DAYS TO MATURITY: The weighted average of the remaining term to maturity of all of the assets in an investment pool or securities portfolio, as expressed in days.

YIELD: The rate of annual income return on an investment, expressed as a percentage.
(a) EARNED INCOME YIELD is the annual income from an investment divided by the current market value.
(b) YIELD TO MATURITY is the rate of return earned on an investment considering all cash flows and timing factors: interest earnings, discounts, and premiums above par.

For additional glossary terms, previous Investment Reports, and City Investment Policy, please visit the Office of the City Treasurer's website at:
http://www.sandiego.gov/treasurer/investments/