THE CITY OF SAN DIEGO

M E M O R A N D U M

DATE: October 16, 2025

TO: Distribution

FROM: Elizabeth Correia, City Treasurer

SUBJECT: Monthly Investment Report – September 30, 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

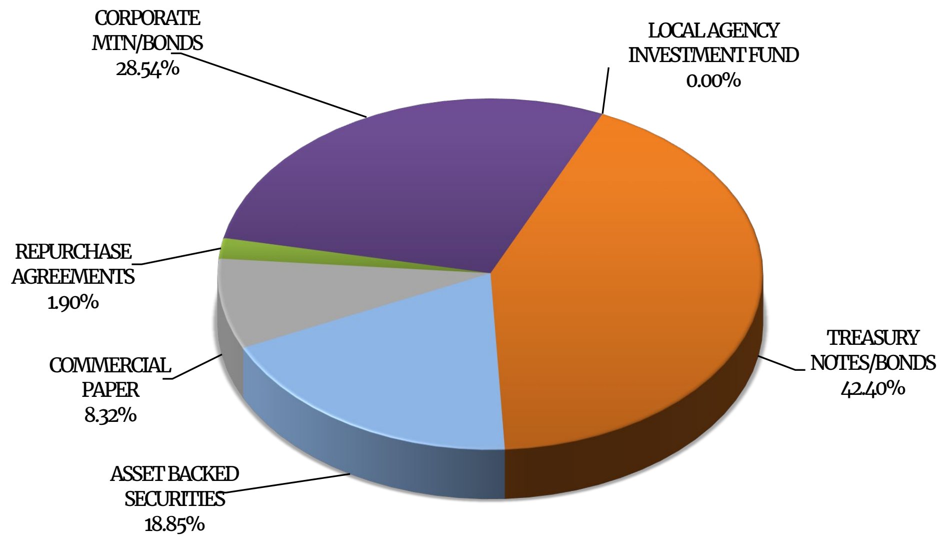
ASSET ALLOCATION

Assets (000's)	Current Par Value	Current Book Value	Market Value	Mkt/Book	Yield to Maturity 365
ASSET BACKED SECURITIES	367,586	367,545	371,013	100.94%	4.47%
COMMERCIAL PAPER	163,492	162,170	163,056	100.55%	4.46%
REPURCHASE AGREEMENTS	37,000	37,000	37,000	100.00%	4.22%
CORPORATE MTN/BONDS	557,350	556,506	561,497	100.90%	4.44%
LOCAL AGENCY INVESTMENT FUND	72	72	72	100.00%	4.40%
TREASURY NOTES/BONDS	827,400	826,902	828,540	100.20%	3.94%
Totals (000's):	**1,952,899**	**1,950,195**	**1,961,178**	**100.56%**	**4.23%**

Portfolio Breakdown & Statistics

	Liquidity	Core
Portfolio Size	$422,401,627	$1,527,793,814
% of total pool	21.66%	78.34%
Portfolio Duration*	0.37	1.95**
Index Duration*	0.27	1.89
% of index	136.34%	103.18%
Weighted Average Days to Maturity	156	749
Earned Income Yield	4.241%	4.559%

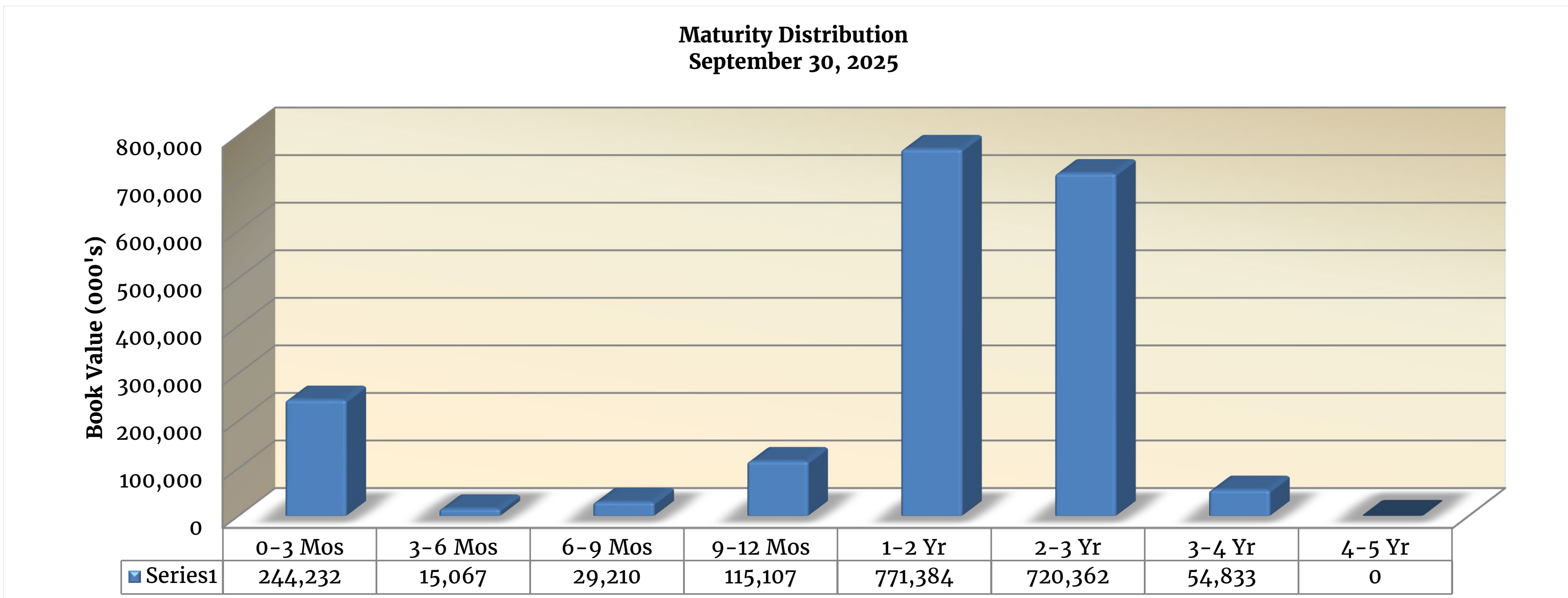
* Macaulay's Duration for Liquidity and Effective Duration for Core.
** Includes effects from trades settling over month-end.



Pooled Portfolio Composition by Book Value

MATURITY DISTRIBUTION

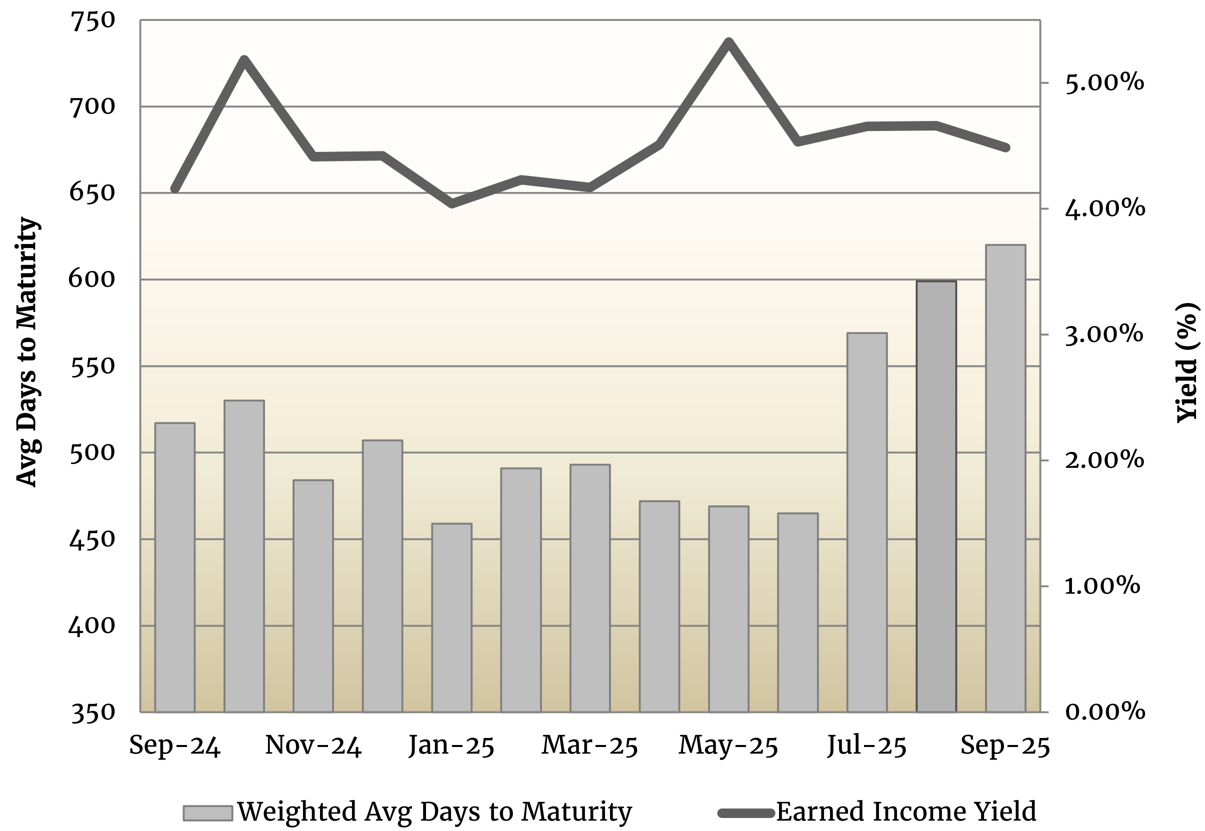
Current Book Value (000's)	0-3 Mos	3-6 Mos	6-9 Mos	9-12 Mos	1-2 Yr	2-3 Yr	3-4 Yr	4-5 Yr	Totals (000's)
ASSET BACKED SECURITIES					125,324	242,221			367,545
COMMERCIAL PAPER	162,170								162,170
REPURCHASE AGREEMENTS	37,000								37,000
CORPORATE MTN/BONDS	25,000	15,067			183,191	308,261	24,988		556,506
LOCAL AGENCY INVESTMENT FUND	72								72
TREASURY NOTES/BONDS	19,990		29,210	115,107	462,869	169,880	29,845		826,902
Totals (000's):	**244,232**	**15,067**	**29,210**	**115,107**	**771,384**	**720,362**	**54,833**	**0**	**1,950,195**
% of Portfolio	12.52%	0.77%	1.50%	5.90%	39.55%	36.94%	2.81%	0.00%	100.00%



PORTFOLIO - EARNED INCOME YIELD

Month	Earned Income Yield	Weighted Avg Days to Maturity
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
Sep-25	4.49%	620

Yield and Weighted Average Days to Maturity Trends



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	0.038	1/2/2025	10/15/2025	20,000,000.00	19,989,589.55	20,000,000.00	100.000	ICED
Treasury Notes	UST Note	91282CHH7	4.125	4.335	0.681	9/2/2025	6/15/2026	29,000,000.00	29,210,253.20	29,066,990.00	100.231	ICED
Treasury Notes	UST Note	91282CLH2	3.750	4.279	0.888	9/2/2025	8/31/2026	11,000,000.00	10,946,148.09	11,000,946.00	100.009	ICED
Treasury Notes	UST Note	91282CLS8	4.125	4.158	0.967	11/5/2024	10/31/2026	37,200,000.00	37,176,750.00	37,359,848.40	100.430	ICED
Treasury Notes	UST Note	91282CLP4	3.500	3.633	0.970	9/2/2025	9/30/2026	51,000,000.00	50,928,029.15	50,894,022.00	99.792	ICED
Treasury Notes	UST Note	91282CLP4	3.500	3.973	0.970	9/2/2025	9/30/2026	21,500,000.00	21,393,300.29	21,455,323.00	99.792	ICED
Treasury Notes	UST Note	91282CLP4	3.500	3.978	0.970	9/2/2025	9/30/2026	32,000,000.00	31,839,611.65	31,933,504.00	99.792	ICED
Treasury Notes	UST Note	91282CJK8	4.625	4.465	1.068	12/1/2023	11/15/2026	67,000,000.00	67,293,125.00	67,656,935.00	100.981	ICED
Treasury Notes	UST Note	91282CJP7	4.375	4.040	1.152	12/29/2023	12/15/2026	32,000,000.00	32,296,250.00	32,255,008.00	100.797	ICED
Treasury Notes	UST Note	91282CMH1	4.125	4.172	1.277	2/6/2025	1/31/2027	47,800,000.00	47,757,054.69	48,063,282.40	100.551	ICED
Treasury Notes	UST Note	91282CKA8	4.125	4.175	1.318	12/2/2024	2/15/2027	140,800,000.00	140,646,000.00	141,624,947.20	100.586	ICED
Treasury Notes	UST Note	91282CMY4	3.750	3.740	1.500	8/5/2025	4/30/2027	26,000,000.00	26,260,044.16	26,040,638.00	100.156	ICED
Treasury Notes	UST Note	91282CNL1	3.750	3.750	1.662	6/30/2025	6/30/2027	20,000,000.00	20,000,000.00	20,039,060.00	100.195	ICED
Treasury Notes	UST Note	91282CEW7	3.250	3.518	1.669	10/3/2024	6/30/2027	75,000,000.00	74,475,585.94	74,519,550.00	99.359	ICED
Treasury Notes	UST Note	91282CNP2	3.875	3.712	1.743	8/7/2025	7/31/2027	16,900,000.00	16,964,609.20	16,971,960.20	100.426	ICED
Treasury Notes	UST Note	91282CMS7	3.875	3.855	2.320	4/1/2025	3/15/2028	25,200,000.00	25,213,781.25	25,363,396.80	100.648	ICED
Treasury Notes	UST Note	91282CHA2	3.500	3.636	2.411	5/1/2025	4/30/2028	100,000,000.00	99,626,698.37	99,730,500.00	99.731	ICED
Treasury Notes	UST Note	91282CHE4	3.625	3.693	2.488	7/1/2025	5/31/2028	45,000,000.00	45,039,728.48	45,014,085.00	100.031	ICED
Treasury Notes	UST Note	9128285M8	3.125	3.607	2.910	9/2/2025	11/15/2028	30,000,000.00	29,845,465.36	29,550,000.00	98.500	ICED
	Total Count 19		**3.844**	**3.942**	**1.508**			**827,400,000.00**	**826,902,024.38**	**828,539,996.00**	**100.138**	

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	10/1/2025	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	0.090	6/3/2024	1/15/2027	2,835,570.26	2,835,471.58	2,837,070.28	100.053	ICED
Asset Backed Secs	Dell Equipment Finance Trust	24703UAC7	4.680	4.594	0.750	9/2/2025	7/22/2027	6,000,000.00	5,999,728.80	6,029,178.00	100.486	ICED
Asset Backed Secs	Chase Auto Owner Trust	16144YAC2	4.940	5.002	1.030	7/30/2024	1/25/2028	11,500,000.00	11,497,901.25	11,623,728.50	101.076	ICED
Asset Backed Secs	TMobile US Trust	872974AA8	4.740	4.791	1.186	2/27/2025	4/20/2028	28,000,000.00	27,997,135.60	28,362,684.00	101.295	ICED
Asset Backed Secs	Verizon Master Trust	92348KDY6	4.510	4.506	1.390	3/31/2025	3/22/2027	38,000,000.00	37,998,366.00	38,321,290.00	100.846	ICED
Asset Backed Secs	Bank of America Credit Card	05522RDJ4	4.930	5.088	1.530	6/13/2024	5/15/2027	25,000,000.00	24,998,597.50	25,427,825.00	101.711	ICED
Asset Backed Secs	Stellantis Financial Underwrit	858928AD6	4.470	4.474	1.550	5/7/2025	7/20/2028	11,000,000.00	10,998,209.20	11,075,504.00	100.686	ICED
Asset Backed Secs	GM Financial Auto	379965AD8	4.170	4.221	1.630	8/13/2025	10/20/2027	8,500,000.00	8,498,708.00	8,521,510.95	100.253	MNL
Asset Backed Secs	American Express Credt	02589BAE0	4.650	4.652	1.680	7/23/2024	7/15/2027	16,000,000.00	15,999,273.60	16,226,768.00	101.417	ICED
Asset Backed Secs	Volkswagen Auto Lease Trust	92868WAD9	4.500	4.546	1.760	6/17/2025	10/20/2027	11,000,000.00	10,999,226.70	11,109,076.00	100.992	ICED
Asset Backed Secs	Ford Credit Auto Lease	34533MAD8	4.230	4.278	1.840	7/29/2025	12/15/2027	14,000,000.00	13,998,275.20	14,049,686.00	100.355	MNL
Asset Backed Secs	Capital One	14041NGE5	3.920	3.927	1.850	9/24/2024	9/15/2027	37,500,000.00	37,492,680.00	37,543,500.00	100.116	ICED
Asset Backed Secs	Honda Auto Receivables Owner	437921AD1	4.150	4.193	1.860	5/8/2025	8/15/2028	9,250,000.00	9,248,966.78	9,283,605.25	100.363	ICED
Asset Backed Secs	Wells Fargo Card Issuance	92970QAE5	4.290	4.334	1.920	10/24/2024	10/15/2027	20,000,000.00	19,997,028.00	20,169,120.00	100.846	ICED
Asset Backed Secs	American Express Credt	02582JKM1	4.560	4.612	2.060	2/11/2025	12/15/2027	45,000,000.00	44,990,005.50	45,669,915.00	101.489	ICED
Asset Backed Secs	Nissan Auto Lease Trust	65481RAD3	4.320	4.364	2.070	7/29/2025	2/15/2028	13,000,000.00	12,998,715.60	13,067,889.90	100.522	MNL
Asset Backed Secs	TMobile US Trust	87268MAA3	4.340	4.381	2.180	8/6/2025	9/20/2028	14,000,000.00	13,999,752.20	14,099,540.00	100.711	ICED
Asset Backed Secs	American Express Credt	02582JKP4	4.280	4.319	2.360	5/13/2025	4/17/2028	22,000,000.00	21,999,601.80	22,214,192.00	100.974	ICED
Asset Backed Secs	Wells Fargo Card Issuance	92970QAJ4	4.340	4.341	2.430	6/10/2025	5/15/2028	20,000,000.00	19,999,668.00	20,217,320.00	101.087	ICED
Asset Backed Secs	American Express Credt	02582JKV1	4.300	4.305	2.580	7/22/2025	7/17/2028	15,000,000.00	14,997,838.50	15,163,530.00	101.090	ICED
	Total Count 20		**4.440**	**4.475**	**1.790**			**367,585,570.26**	**367,545,149.81**	**371,012,932.88**	**100.932**	

REPURCHASE AGREEMENT	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
Repurchase Agreement	JP Morgan Securities Repurchas	REPO80846	4.150	4.208	0.000	9/30/2025	10/1/2025	23,000,000.00	23,000,000.00	23,000,000.00	100.000	ICED
Repurchase Agreement	Daiwa Securities Repurchase Ag	REPO80847	4.180	4.238	0.000	9/30/2025	10/1/2025	14,000,000.00	14,000,000.00	14,000,000.00	100.000	ICED
	Total Count 2		**4.161**	**4.219**	**0.000**			**37,000,000.00**	**37,000,000.00**	**37,000,000.00**	**100.000**	

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	Salisbury Receivables Co	79490AX11	4.400	4.511	0.000	7/2/2025	10/1/2025	50,000,000.00	49,443,888.89	49,994,300.00	99.989	ICED
Commercial Paper	Automatic Data Processing Inc	0530A2X13	4.110	4.168	0.000	9/30/2025	10/1/2025	1,500,000.00	1,499,828.75	1,499,829.00	99.989	ICED
Commercial Paper	Pedernales Electric Coop	70533LXP2	4.370	4.463	0.060	8/25/2025	10/23/2025	30,000,000.00	29,785,141.67	29,919,420.00	99.731	ICED
Commercial Paper	Novant Health Inc	67001GY55	4.350	4.440	0.095	9/11/2025	11/5/2025	25,000,000.00	24,833,854.17	24,894,700.00	99.579	ICED
Commercial Paper	Novant Health Inc	67001GY55	4.330	4.412	0.095	9/24/2025	11/5/2025	31,992,000.00	31,830,387.08	31,857,249.70	99.579	ICED
Commercial Paper	Salisbury Receivables Co	79490AY77	4.340	4.440	0.101	8/25/2025	11/7/2025	25,000,000.00	24,776,972.22	24,890,425.00	99.562	ICED
	Total Count 6		**4.361**	**4.458**	**0.060**			**163,492,000.00**	**162,170,072.78**	**163,055,923.70**	**99.733**	

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	4.547	4.751	0.065	9/24/2024	10/24/2025	25,000,000.00	25,000,000.00	24,999,975.00	100.000	ICED
Medium Term Notes	Bank of America	06051GLE7	5.080	5.382	0.299	5/1/2025	1/20/2027	10,000,000.00	9,950,252.68	10,018,650.00	100.187	ICED
Medium Term Notes	Deere & Co.	24422EWT2	5.050	4.491	0.412	5/1/2025	3/3/2026	15,000,000.00	15,067,317.66	15,060,555.00	100.404	ICED
Medium Term Notes	Morgan Stanley	61746BEF9	3.625	4.496	1.252	6/16/2025	1/20/2027	9,315,000.00	9,191,203.65	9,283,235.85	99.659	ICED
Medium Term Notes	Johnson & Johnson	478160DG6	4.500	4.499	1.359	2/20/2025	3/1/2027	20,000,000.00	20,000,000.00	20,229,340.00	101.147	ICED
Medium Term Notes	DTE Electric Co	23338VAW6	4.250	4.293	1.528	5/14/2025	5/14/2027	5,000,000.00	4,995,900.00	5,025,505.00	100.510	ICED
Medium Term Notes	National Securities Clearing	637639AN5	4.350	4.397	1.543	5/20/2025	5/20/2027	20,000,000.00	19,982,200.00	20,143,740.00	100.719	ICED
Medium Term Notes	USAA CAP Corp	90327QD97	5.250	5.356	1.562	6/3/2024	6/1/2027	12,500,000.00	12,463,875.00	12,769,200.00	102.154	ICED
Medium Term Notes	Citigroup Inc	17325FBN7	4.576	4.576	1.564	5/29/2025	5/29/2027	30,000,000.00	30,000,000.00	30,270,990.00	100.903	ICED
Medium Term Notes	Simon Property Group LP	828807DC8	3.375	5.816	1.623	4/17/2025	6/15/2027	10,035,000.00	9,785,128.50	9,932,321.88	98.977	ICED
Medium Term Notes	Paccar Inc	69371RT89	4.250	4.271	1.635	6/23/2025	6/23/2027	12,000,000.00	11,995,200.00	12,082,440.00	100.687	ICED
Medium Term Notes	Daimler Truck Finan	233853BG4	4.300	4.318	1.764	8/12/2025	8/12/2027	10,000,000.00	9,996,600.00	10,026,610.00	100.266	ICED
Medium Term Notes	Unilever Capital Corp	904764BU0	4.250	4.346	1.768	8/12/2024	8/12/2027	10,000,000.00	9,973,300.00	10,077,720.00	100.777	ICED
Medium Term Notes	Merck & Co	58933YBP9	3.850	3.899	1.815	9/9/2025	9/15/2027	25,000,000.00	24,976,250.00	25,062,500.00	100.250	ICED
Medium Term Notes	Hyundai Capital America	44891ADF1	4.300	4.831	1.878	5/1/2025	9/24/2027	10,000,000.00	9,880,700.00	9,997,570.00	99.976	ICED
Medium Term Notes	Hyundai Capital America	44891ADK0	4.875	4.831	1.927	5/1/2025	11/1/2027	13,000,000.00	13,013,260.00	13,148,499.00	101.142	ICED
Medium Term Notes	Marsh & McLennan Cos Inc	571748BY7	4.550	4.591	1.955	11/8/2024	11/8/2027	10,000,000.00	9,988,600.00	10,113,690.00	101.137	ICED
Medium Term Notes	International Business Machine	459200LF6	4.650	4.655	2.204	2/10/2025	2/10/2028	28,000,000.00	27,996,080.00	28,404,124.00	101.443	ICED
Medium Term Notes	Paccar Inc	69371RT63	4.550	4.572	2.269	3/3/2025	3/3/2028	20,000,000.00	19,987,800.00	20,278,000.00	101.390	MNL
Medium Term Notes	Caterpillar Fncl Service	14913UAY6	4.400	4.413	2.272	3/3/2025	3/3/2028	15,000,000.00	14,994,600.00	15,160,980.00	101.073	ICED
Medium Term Notes	Abbvie Inc	00287YDY2	4.650	4.696	2.300	2/26/2025	3/15/2028	15,000,000.00	14,980,050.00	15,247,350.00	101.649	ICED
Medium Term Notes	Mastercard Inc	57636QBF0	4.550	4.576	2.303	2/27/2025	3/15/2028	10,000,000.00	9,992,400.00	10,163,070.00	101.631	ICED
Medium Term Notes	Eli Lilly	532457DB1	4.000	4.014	2.373	8/20/2025	10/15/2028	25,000,000.00	24,987,750.00	25,046,450.00	100.186	ICED
Medium Term Notes	Cummins Inc	231021AY2	4.250	4.275	2.407	5/9/2025	5/9/2028	10,000,000.00	9,993,000.00	10,076,030.00	100.760	ICED
Medium Term Notes	Apple Corp	037833EY2	4.000	4.070	2.426	5/12/2025	5/12/2028	40,000,000.00	39,921,600.00	40,274,280.00	100.686	ICED
Medium Term Notes	USAA CAP Corp	90327QDA4	4.375	4.443	2.462	6/2/2025	6/1/2028	15,000,000.00	14,971,650.00	15,138,975.00	100.927	ICED
Medium Term Notes	Deere & Co.	24422EYD5	4.250	4.282	2.477	6/5/2025	6/5/2028	20,000,000.00	19,982,200.00	20,168,800.00	100.844	ICED
Medium Term Notes	Air Products and Chemicals Inc	009158BN5	4.300	4.324	2.492	6/11/2025	6/11/2028	15,000,000.00	14,989,950.00	15,139,830.00	100.932	ICED
Medium Term Notes	National Australia Bank	632525CJ8	4.308	4.308	2.498	6/13/2025	6/13/2028	20,000,000.00	20,000,000.00	20,186,480.00	100.932	ICED
Medium Term Notes	Ecolab Inc	278865BQ2	4.300	4.358	2.499	6/5/2025	6/15/2028	5,000,000.00	4,991,800.00	5,041,015.00	100.820	ICED
Medium Term Notes	Target Corp	87612EBU9	4.350	4.329	2.499	6/10/2025	6/15/2028	10,000,000.00	9,999,900.00	10,096,190.00	100.962	ICED
Medium Term Notes	Analog Devices Inc	032654BD6	4.250	4.289	2.504	6/16/2025	6/15/2028	20,000,000.00	19,978,400.00	20,142,880.00	100.714	ICED
Medium Term Notes	Paccar Inc	69371RT97	4.000	4.021	2.657	8/8/2025	8/8/2028	7,500,000.00	7,495,575.00	7,521,075.00	100.281	ICED
Medium Term Notes	Lockheed Martin Corp	539830CK3	4.150	4.195	2.665	7/28/2025	8/15/2028	10,000,000.00	9,987,300.00	10,053,500.00	100.535	ICED
Medium Term Notes	Caterpillar Fncl Service	14913UBB5	4.100	4.105	2.672	8/15/2025	8/15/2028	25,000,000.00	24,996,500.00	25,115,900.00	100.464	ICED
	Total Count 35		**4.350**	**4.440**	**1.953**			**557,350,000.00**	**556,506,342.49**	**561,497,470.73**	**100.744**	
							Grand Total	1,952,899,421.83	1,950,195,441.03	1,961,178,174.88		

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/