




The City of San Diego

M E M O R A N D U M

DATE: August 18, 2021
TO: Distribution
FROM: Elizabeth Correia, City Treasurer 
SUBJECT: Monthly Investment Report – July 31, 2021

Attached is the City Treasurer's Monthly Investment Report. Three schedules are presented:

- 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

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).

EC/ajp

Attachment

Distribution:

Honorable Mayor Todd Gloria
Honorable Mara Elliott, City Attorney
Honorable Council President Campbell and Members of the City Council
Paola Avila, Chief of Staff, Office of the Mayor
Jay Goldstone, Chief Operating Officer
Andrea Tevlin, 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
Lakshmi Kommi, Director, Debt Management and Investment Advisory Committee

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cc: Jessica Lawrence, Director Finance Policy & Council Affairs, Office of the Mayor
Rolando Charvel, Director, Department of Finance and City Comptroller
Kent J. Morris, Chief Investment Officer, Office of the City Treasurer
Nicole LeClair-Miller, Deputy Director, Office of the City Treasurer
Aisha Givens, Principal Accountant, Office of the City Treasurer



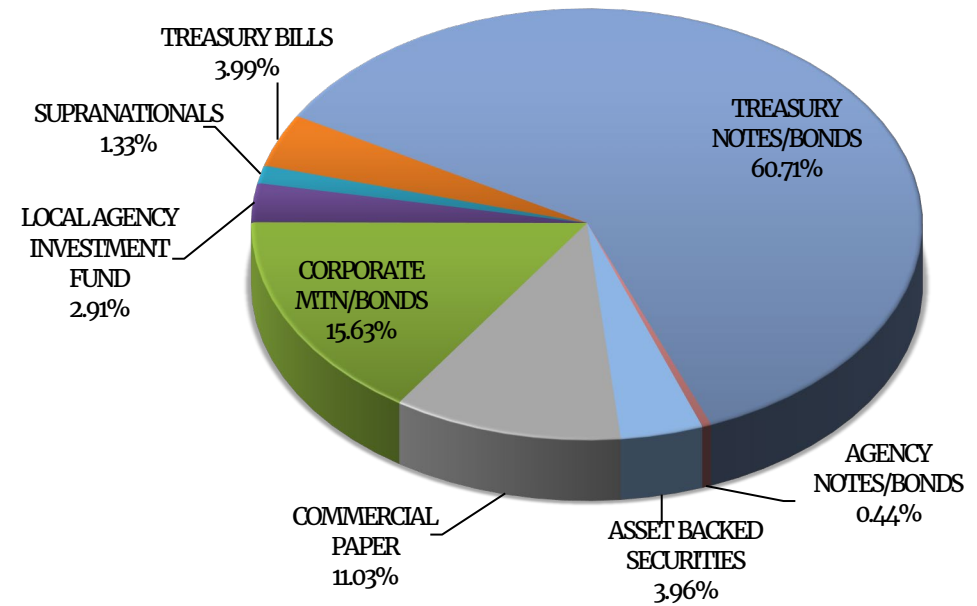
ASSET ALLOCATION

Assets (000's)	Current Par Value	Current Book Value	Market Value	Mkt/Book	Yield to Maturity
ASSET BACKED SECURITIES	88,780	89,298	89,844	100.61%	1.17%
COMMERCIAL PAPER	248,800	248,713	248,765	100.02%	0.09%
CORPORATE MTN/BONDS	350,514	352,533	356,057	101.00%	1.84%
LOCAL AGENCY INVESTMENT FUND	65,665	65,665	65,665	100.00%	0.33%
SUPRANATIONALS	30,000	29,972	30,239	100.89%	1.67%
TREASURY BILLS	90,000	89,997	89,999	100.00%	0.03%
TREASURY NOTES/BONDS	1,360,000	1,369,326	1,371,493	100.16%	0.62%
AGENCY NOTES/BONDS	10,000	9,997	10,083	100.86%	3.09%
Totals (000's):	2,243,759	2,255,499	2,262,144	100.29%	0.77%

Portfolio Breakdown & Statistics

	Liquidity	Core
Portfolio Size	\$620,290,330	\$1,635,208,768
% of total pool	27.50%	72.50%
Portfolio Duration*	0.23	1.76
Index Duration*	0.28	1.89
% of index	83.00%	93.12%
Weighted Average Days to Maturity	86	659
Earned Income Yield	0.843%	1.527%

* Macaulay's Duration for Liquidity and Effective Duration for Core.

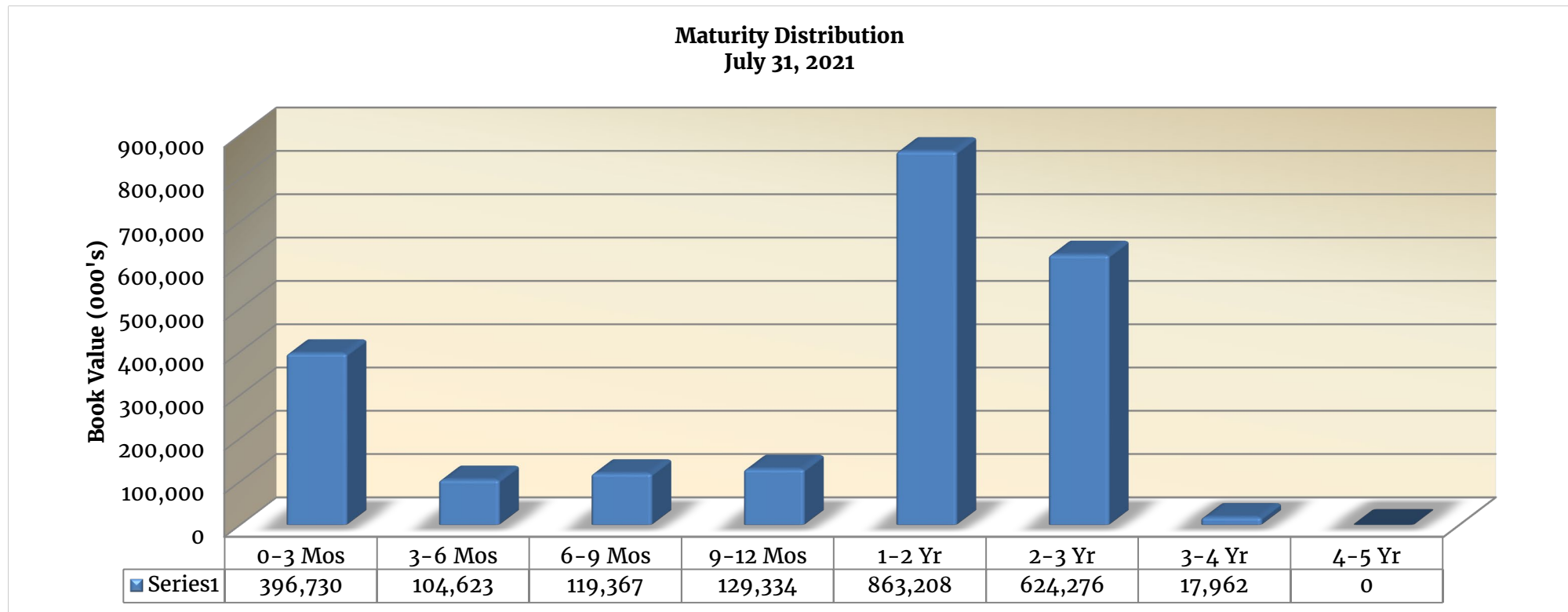


Pooled Portfolio Composition by Book Value



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	12,222				32,114	26,999	17,962		89,298
COMMERCIAL PAPER	208,732	39,981							248,713
CORPORATE MTN/BONDS	20,115	54,645	64,165	54,773	95,840	62,995			352,533
LOCAL AGENCY INVESTMENT FUND	65,665								65,665
SUPRANATIONALS			29,972						29,972
TREASURY BILLS	89,997								89,997
TREASURY NOTES/BONDS			25,230	74,561	735,253	534,282			1,369,326
AGENCY NOTES/BONDS		9,997							9,997
Totals (000's):	396,730	104,623	119,367	129,334	863,208	624,276	17,962	0	2,255,499
% of Portfolio	17.59%	4.64%	5.29%	5.73%	38.27%	27.68%	0.80%	0.00%	100.00%

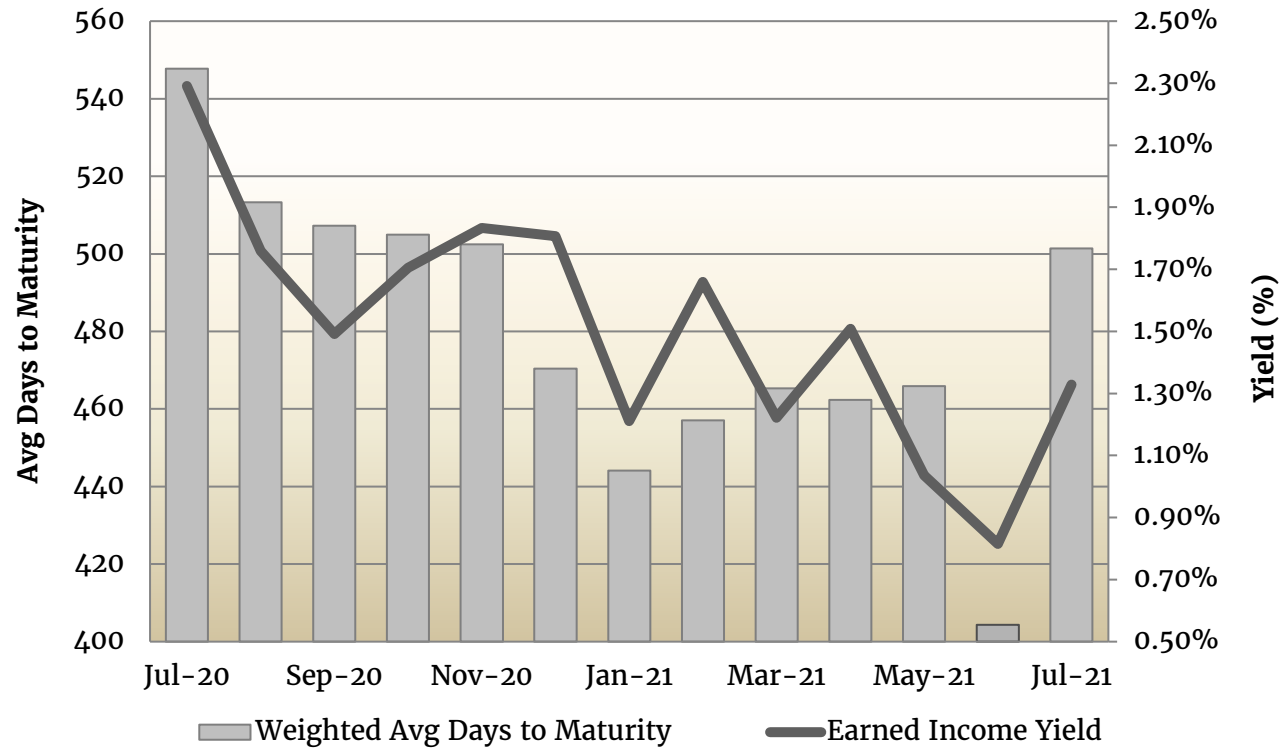




PORTFOLIO - EARNED INCOME YIELD

Month	Earned Income Yield	Weighted Avg Days to Maturity
Jul-20	2.29%	547.77
Aug-20	1.76%	513.27
Sep-20	1.49%	507.28
Oct-20	1.71%	504.99
Nov-20	1.83%	502.44
Dec-20	1.81%	470.36
Jan-21	1.21%	444.07
Feb-21	1.66%	457.02
Mar-21	1.22%	465.35
Apr-21	1.51%	462.35
May-21	1.04%	465.93
Jun-21	0.82%	404.34
Jul-21	1.33%	501.39

Yield and Weighted Average Days to Maturity Trends



POOLED INVESTMENTS AT JULY 31, 2021 - PORTFOLIO POSITION DETAIL

TREASURY BILLS	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
US Treasury Bill	US Treasury	912796J91	0.040	0.040	0.027	6/30/2021	8/10/2021	50,000,000.00	49,997,722.22	49,999,500.00	99.999	IDC-FIS
US Treasury Bill	US Treasury	912796D48	0.010	0.010	0.052	6/2/2021	8/19/2021	40,000,000.00	39,999,133.33	39,999,200.00	99.998	IDC-FIS
Total	Count 2		0.027	0.027	0.038			90,000,000.00	89,996,855.55	89,998,700.00	99.999	

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
US Treasury Note	US Treasury	9128286M7	2.250	1.918	0.700	6/3/2019	4/15/2022	25,000,000.00	25,230,468.75	25,380,000.00	101.520	IDC-FIS
US Treasury Note	US Treasury	912828XG0	2.125	2.858	0.911	12/3/2018	6/30/2022	25,000,000.00	24,380,859.38	25,464,750.00	101.859	IDC-FIS
US Treasury Note	US Treasury	9128287C8	1.750	1.609	0.951	12/4/2019	7/15/2022	50,000,000.00	50,179,687.50	50,793,000.00	101.586	IDC-FIS
US Treasury Note	US Treasury	912828YA2	1.500	1.448	1.028	9/4/2019	8/15/2022	100,000,000.00	100,148,437.50	101,461,000.00	101.461	IDC-FIS
US Treasury Note	US Treasury	912828YK0	1.375	0.212	1.195	5/1/2020	10/15/2022	125,000,000.00	128,559,570.31	126,913,750.00	101.531	IDC-FIS
US Treasury Note	US Treasury	912828TY6	1.625	1.604	1.277	1/3/2020	11/15/2022	75,000,000.00	75,043,945.31	76,464,750.00	101.953	IDC-FIS
US Treasury Note	US Treasury	912828TY6	1.625	0.917	1.277	3/2/2020	11/15/2022	75,000,000.00	76,415,039.06	76,464,750.00	101.953	IDC-FIS
US Treasury Note	US Treasury	912828Z29	1.500	1.332	1.444	2/3/2020	1/15/2023	75,000,000.00	75,363,281.25	76,497,000.00	101.996	IDC-FIS
US Treasury Note	US Treasury	912828Z29	1.500	0.180	1.445	6/1/2020	1/15/2023	125,000,000.00	129,311,523.44	127,495,000.00	101.996	IDC-FIS
US Treasury Note	US Treasury	912828ZU7	0.250	0.168	1.868	7/1/2020	6/15/2023	100,000,000.00	100,242,187.50	100,141,000.00	100.141	IDC-FIS
US Treasury Note	US Treasury	912828ZU7	0.250	0.123	1.868	8/3/2020	6/15/2023	25,000,000.00	25,090,820.31	25,035,250.00	100.141	IDC-FIS
US Treasury Note	US Treasury	912828ZU7	0.250	0.138	1.868	9/1/2020	6/15/2023	25,000,000.00	25,078,125.00	25,035,250.00	100.141	IDC-FIS
US Treasury Note	US Treasury	91282CAK7	0.125	0.153	2.119	10/1/2020	9/15/2023	50,000,000.00	49,958,984.38	49,914,000.00	99.828	IDC-FIS
US Treasury Note	US Treasury	91282CAK7	0.125	0.191	2.119	11/2/2020	9/15/2023	50,000,000.00	49,906,250.00	49,914,000.00	99.828	IDC-FIS
US Treasury Note	US Treasury	91282CAW1	0.250	0.186	2.283	12/1/2020	11/15/2023	50,000,000.00	50,093,750.00	50,025,500.00	100.051	IDC-FIS
US Treasury Note	US Treasury	91282CAW1	0.250	0.153	2.283	1/5/2021	11/15/2023	50,000,000.00	50,138,671.88	50,025,500.00	100.051	IDC-FIS
US Treasury Note	US Treasury	91282CBE0	0.125	0.174	2.452	2/1/2021	1/15/2024	50,000,000.00	49,927,734.38	49,836,000.00	99.672	IDC-FIS
US Treasury Note	US Treasury	91282CBE0	0.125	0.316	2.452	3/1/2021	1/15/2024	50,000,000.00	49,726,562.50	49,836,000.00	99.672	IDC-FIS
US Treasury Note	US Treasury	91282CBR1	0.250	0.334	2.613	4/1/2021	3/15/2024	60,000,000.00	59,859,273.10	59,950,800.00	99.918	IDC-FIS
US Treasury Note	US Treasury	91282CBV2	0.375	0.336	2.692	5/4/2021	4/15/2024	50,000,000.00	50,066,374.24	50,099,500.00	100.199	IDC-FIS
US Treasury Note	US Treasury	91282CCC3	0.250	0.296	2.780	5/28/2021	5/15/2024	75,000,000.00	74,904,084.58	74,859,750.00	99.813	IDC-FIS
US Treasury Note	US Treasury	91282CCG4	0.250	0.458	2.863	7/1/2021	6/15/2024	50,000,000.00	49,700,776.98	49,886,500.00	99.773	IDC-FIS
Total	Count 22		0.898	0.620	1.786			1,360,000,000.00	1,369,326,407.35	1,371,493,050.00	100.845	

AGENCY 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
Agency Note	Federal Farm Credit Bank	3133EJT74	3.050	3.086	0.293	11/15/2020	11/15/2021	10,000,000.00	9,996,503.19	10,082,700.00	100.827	IDC-FIS
Total	Count 1		3.050	3.086	0.293			10,000,000.00	9,996,503.19	10,082,700.00	100.827	

SUPRANATIONALS	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
Supranationals	Intl Bank of Reconstruction & Development	459058DY6	1.626	1.670	0.521	12/4/2019	2/10/2022	30,000,000.00	29,971,500.00	30,239,100.00	100.797	IDC-FIS
Total	Count 1		1.626	1.670	0.521			30,000,000.00	29,971,500.00	30,239,100.00	100.797	

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
Local Agency Investment Fund	California State Pool		0.330	0.330	0.003	3/31/2003	8/1/2021	65,664,560.18	65,664,560.18	65,664,560.18	100.000	BOOK
Total	Count 1		0.330	0.330	0.003			65,664,560.18	65,664,560.18	65,664,560.18	100.000	

POOLED INVESTMENTS AT JULY 31, 2021 - PORTFOLIO POSITION DETAIL

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 Security	Capital One	14041NFG1	1.660	2.536	0.028	8/15/2020	8/15/2021	12,280,000.00	12,222,157.12	12,285,906.68	100.048	UPRICE
Asset Backed Security	Chase Issuance Trust	161571FQ2	2.160	1.775	0.579	9/18/2019	9/15/2022	20,000,000.00	20,117,187.50	20,452,460.00	102.262	UPRICE
Asset Backed Security	Chase Issuance Trust	161571HP2	1.530	1.545	0.744	2/18/2020	1/17/2023	12,000,000.00	11,997,250.80	12,233,808.00	101.948	UPRICE
Asset Backed Security	Capital One	14041NFW6	0.550	0.553	1.512	7/22/2021	7/15/2024	27,000,000.00	26,998,906.50	27,030,591.00	100.113	UPRICE
Asset Backed Security	Chase Issuance Trust	161571HP2	1.530	0.235	1.748	1/6/2021	1/15/2025	17,500,000.00	17,962,109.38	17,840,970.00	101.948	UPRICE
	Total	Count 5	1.393	1.169	1.043			88,780,000.00	89,297,611.30	89,843,735.68	101.198	
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	US Bank Commercial Paper Sweep		0.010	0.010	0.003	7/1/2019	8/1/2021	38,800,000.00	38,800,000.00	38,800,000.00	100.000	BOOK
Commercial Paper	JP Morgan Chase Securities	46640PV34	0.150	0.150	0.008	2/2/2021	8/3/2021	40,000,000.00	39,969,666.67	39,999,777.78	99.999	IDC-FIS
Commercial Paper	Skandinaviska Enskilda	83050TW31	0.090	0.090	0.093	5/25/2021	9/3/2021	40,000,000.00	39,989,900.00	39,996,333.33	99.991	IDC-FIS
Commercial Paper	Toyota Motor Credit Corp.	89233GX19	0.070	0.070	0.170	6/1/2021	10/1/2021	50,000,000.00	49,988,138.89	49,991,527.78	99.983	IDC-FIS
Commercial Paper	Société Générale	83369BXV3	0.100	0.100	0.246	6/7/2021	10/29/2021	40,000,000.00	39,984,000.00	39,990,111.11	99.975	IDC-FIS
Commercial Paper	Sumitomo Mitsui Trust Bank NY	86563GYN6	0.110	0.110	0.312	6/23/2021	11/22/2021	40,000,000.00	39,981,422.22	39,987,444.44	99.969	IDC-FIS
	Total	Count 6	0.088	0.088	0.141			248,800,000.00	248,713,127.78	248,765,194.44	99.986	
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 Note	PACCAR Financial Corp.	69371RP42	3.150	3.161	0.025	8/9/2020	8/9/2021	7,000,000.00	6,999,277.33	7,003,500.00	100.050	IDC-FIS
Medium Term Note	Cisco Systems Inc.	17275RBJ0	1.850	2.202	0.140	9/20/2020	9/20/2021	5,297,000.00	5,278,674.89	5,301,237.60	100.080	IDC-FIS
Medium Term Note	Cisco Systems Inc.	17275RBJ0	1.850	2.085	0.140	9/20/2020	9/20/2021	7,855,000.00	7,836,828.90	7,861,284.00	100.080	IDC-FIS
Medium Term Note	Honeywell International Inc.	438516BM7	1.850	2.093	0.255	11/1/2020	11/1/2021	9,825,000.00	9,801,540.94	9,852,470.70	100.280	UPRICE
Medium Term Note	UnitedHealth Group Inc.	91324PCH3	2.875	2.447	0.375	12/15/2020	12/15/2021	9,613,000.00	9,653,360.05	9,706,822.88	100.976	IDC-FIS
Medium Term Note	Pfizer Inc.	717081DZ3	2.200	2.231	0.375	12/15/2020	12/15/2021	14,907,000.00	14,902,390.97	15,023,572.74	100.782	IDC-FIS
Medium Term Note	US Bank NA	90331HPJ6	1.800	0.318	0.476	2/1/2021	1/21/2022	20,000,000.00	20,287,400.00	20,126,200.00	100.631	IDC-FIS
Medium Term Note	Bank of New York Mellon	06406RAA5	2.600	2.712	0.510	2/7/2021	2/7/2022	16,114,000.00	16,096,273.80	16,281,585.60	101.040	IDC-FIS
Medium Term Note	Apple Inc.	037833AY6	2.150	3.176	0.517	2/9/2021	2/9/2022	10,000,000.00	9,899,838.68	10,099,800.00	100.998	IDC-FIS
Medium Term Note	Home Depot Inc.	437076BV3	3.250	3.337	0.575	3/1/2021	3/1/2022	10,000,000.00	9,991,531.75	10,179,100.00	101.791	IDC-FIS
Medium Term Note	Chevron Corp.	166764BN9	2.498	1.816	0.583	3/3/2021	3/3/2022	12,000,000.00	12,080,798.12	12,136,320.00	101.136	IDC-FIS
Medium Term Note	Chevron Corp.	166764BN9	2.498	1.810	0.583	3/3/2021	3/3/2022	5,300,000.00	5,335,958.94	5,360,208.00	101.136	IDC-FIS
Medium Term Note	UnitedHealth Group Inc.	91324PBV3	2.875	2.102	0.615	3/15/2021	3/15/2022	10,679,000.00	10,760,266.59	10,785,149.26	100.994	IDC-FIS
Medium Term Note	Intel Corp.	458140BB5	2.350	3.216	0.772	5/11/2021	5/11/2022	13,156,000.00	13,044,713.88	13,354,655.60	101.510	IDC-FIS
Medium Term Note	Intel Corp.	458140BB5	2.350	2.317	0.772	5/11/2021	5/11/2022	5,756,000.00	5,757,877.60	5,842,915.60	101.510	IDC-FIS
Medium Term Note	IBM Corp.	459200JX0	2.850	2.041	0.776	5/13/2021	5/13/2022	10,000,000.00	10,079,636.36	10,206,500.00	102.065	IDC-FIS
Medium Term Note	Eli Lilly & Co.	532457BQ0	2.350	2.624	0.783	5/15/2021	5/15/2022	3,170,000.00	3,161,467.27	3,224,207.00	101.710	IDC-FIS
Medium Term Note	Eli Lilly & Co.	532457BQ0	2.350	2.060	0.783	5/15/2021	5/15/2022	4,710,000.00	4,723,440.63	4,790,541.00	101.710	IDC-FIS
Medium Term Note	United Parcel Service, Inc.	911312BC9	2.350	2.628	0.786	5/16/2021	5/16/2022	8,000,000.00	7,978,166.00	8,120,320.00	101.504	IDC-FIS
Medium Term Note	Home Depot Inc.	437076BG6	2.625	2.343	0.827	6/1/2021	6/1/2022	10,000,000.00	10,027,683.90	10,183,100.00	101.831	IDC-FIS
Medium Term Note	Oracle Corp.	68389XAP0	2.500	2.687	1.187	5/2/2019	10/15/2022	9,400,000.00	9,342,284.00	9,641,392.00	102.568	IDC-FIS
Medium Term Note	Visa Inc.	92826CAC6	2.800	2.567	1.349	5/2/2019	12/14/2022	15,000,000.00	15,119,700.00	15,476,250.00	103.175	IDC-FIS
Medium Term Note	US Bank NA	90331HPF4	1.950	1.978	1.424	12/9/2019	1/9/2023	10,000,000.00	9,991,600.00	10,236,500.00	102.365	IDC-FIS

POOLED INVESTMENTS AT JULY 31, 2021 - PORTFOLIO POSITION DETAIL

**City of San Diego
Office of the City Treasurer**



Medium Term Note	Bank of America Corp.	06051GEU9	3.300	2.201	1.420	10/2/2019	1/11/2023	12,487,000.00	12,918,176.11	13,032,806.77	104.371	IDC-FIS
Medium Term Note	PepsiCo Inc.	713448EY0	0.750	0.273	1.739	3/12/2021	5/1/2023	16,000,000.00	16,162,400.00	16,143,680.00	100.898	IDC-FIS
Medium Term Note	Apple Inc.	037833AK6	2.400	1.884	1.720	10/2/2019	5/3/2023	8,895,000.00	9,053,331.00	9,223,848.15	103.697	IDC-FIS
Medium Term Note	Apple Inc.	037833AK6	2.400	0.314	1.721	9/18/2020	5/3/2023	9,338,000.00	9,846,734.24	9,683,225.86	103.697	IDC-FIS
Medium Term Note	JP Morgan Chase & Co.	46625HRL6	2.700	2.159	1.758	12/4/2019	5/18/2023	13,170,000.00	13,406,138.10	13,664,928.60	103.758	IDC-FIS
Medium Term Note	Toyota Motor Credit Corp.	89236THF5	0.500	0.327	2.024	2/23/2021	8/14/2023	15,000,000.00	15,065,775.00	15,059,550.00	100.397	IDC-FIS
Medium Term Note	Bank of New York Mellon	06406FAD5	2.200	2.011	1.988	11/4/2019	8/16/2023	17,842,000.00	17,964,217.70	18,473,963.64	103.542	IDC-FIS
Medium Term Note	PACCAR Financial Corp.	69371RR24	0.350	0.389	2.490	2/2/2021	2/2/2024	10,000,000.00	9,988,400.00	9,974,000.00	99.740	IDC-FIS
Medium Term Note	Bank of New York Mellon	06406RAS6	0.500	0.035	2.738	4/26/2021	4/26/2024	15,000,000.00	14,983,950.00	15,008,250.00	100.055	IDC-FIS
Medium Term Note	Amazon.com, Inc.	023135BW5	0.450	0.499	2.764	5/12/2021	5/12/2024	5,000,000.00	4,992,700.00	4,998,950.00	99.979	IDC-FIS
Total	Count 33		2.127	1.840	1.122			350,514,000.00	352,532,532.75	356,056,835.00	101.581	
Grand Total								2,243,758,560.18	2,255,499,098.10	2,262,143,875.30		



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/>