

# MONTHLY INVESTMENT REPORT

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## NOVEMBER 2021

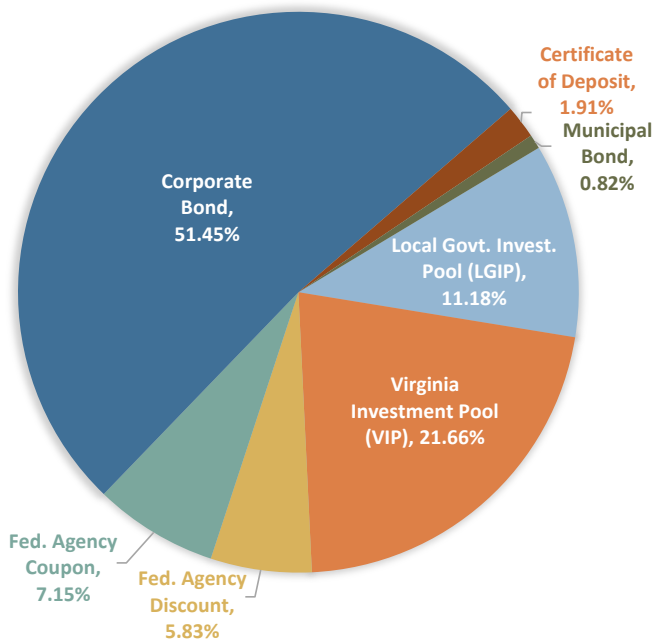


This investment report for November 2021 is presented in accordance with the Treasurer's Investment Policy. The objective of the policy is to obtain the highest possible yield on available financial assets, consistent with constraints imposed by safety objectives, cash flow considerations and the laws of the Commonwealth of Virginia that restrict the placement of public funds. All investments held are in compliance with this policy.

### Investments at a glance (as of 11/30/2021)

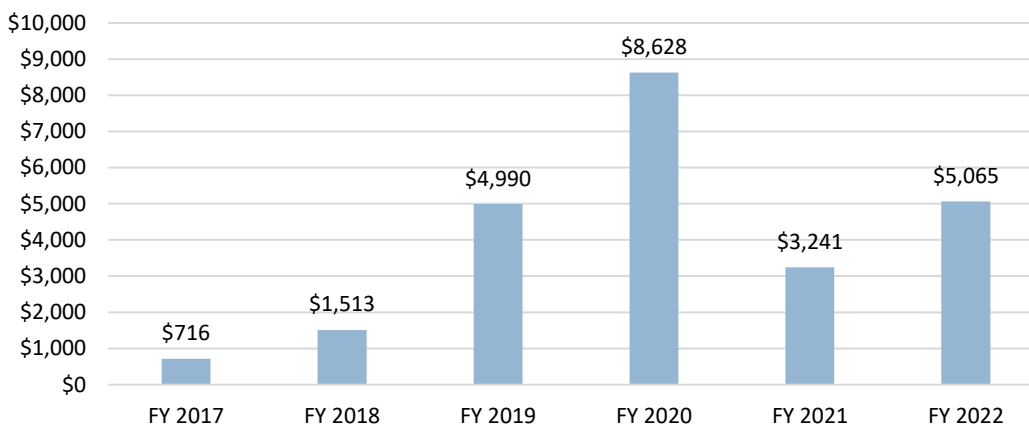
Total Value at Cost	\$1,048,534,055.41
Average Days to Maturity	453
Yield to Maturity 365 Day Equivalent	.42%
Cash Balance (Cash balance is fully invested and earning a competitive interest rate.)	\$226,190,207.70

## Investment Type Allocation



Portfolio Mix	Balance
Local Govt. Invest. Pool (LGIP)	\$117,272,475.97
Virginia Investment Pool (VIP)	\$227,141,564.08
Federal Agency Discount	\$61,094,210.00
Federal Agency Coupon	\$75,000,000.00
Municipal Bond	\$8,604,234.75
Corporate Bond	\$539,401,370.61
Commercial Paper	\$0
Certificate of Deposit	\$20,020,200.00
US Treasury Discount	\$0
<b>Total</b>	<b>\$1,048,534,055.41</b>

## Cumulative Investment Earnings FY2022 (000's)



Year to date investment earnings exceeded the same period last year. While the average yield of the portfolio is just over half of the yield last year, interest payments received through November 2021 are higher due to the increase in corporate bond holdings. Treasury yields are still expected to remain near zero for the next couple of years.

# Benchmark Comparisons

The 91-Day Treasury Bill, 6-Month Treasury Bill and the Virginia Treasury Prime Liquidity are used as benchmarks for the County's portfolio performance. For the month of November, the County's performance exceeds all of the benchmarks. The decrease in the County's year-over-year change is due to maturities of higher yielding investments and the significant drop in yields of pooled funds.

YIELD BENCHMARKING			
	CURRENT YIELD	YEAR AGO	YoY CHANGE
Portfolio	0.42%	0.76%	-0.34% pts
91-day T-Bill	0.05%	0.09%	-0.04% pts
6-month T-Bill	0.07%	0.10%	-0.03% pts
Va. Treas. Prime Liq.	0.26%	0.35%	-0.09% pts

# Compliance Report

The Treasurer's Investment Policy specifies limits on categories of investments to obtain diversification and avoid incurring unreasonable risk inherent in over-investing in specific instruments. The County's Investment Portfolio is in full compliance with the Treasurer's Investment Policy.

Investment Category	Code of Virginia			Treasurer's Investment Policy			November Actual %
	Maximum Maturity	Authorized % Limit	Rating Requirement	Maximum Maturity	Authorized % Limit	Rating Requirement	
Local Government Investment Pool (LGIP)	N/A	100%	N/A	N/A	100%	N/A	11.18%
Virginia Investment Pool Trust Fund (VIP)	N/A	100%	N/A	N/A	100%	N/A	21.66%
Federal Agency Discount	No Limit	100%	N/A	5 Years	100%	N/A	5.83%
Federal Agency Coupon	No Limit	100%	N/A	5 Years	100%	N/A	7.15%
Municipal Bonds	No Limit	100%	N/A	5 Years	100%	N/A	0.82%
Corporate Bonds	5 Years	100%	AA/Aa	5 Years	100%	AA/Aa	51.45%
Commercial Paper	270 Days	35%	A1/P1/F1/D1	270 Days	35%	A1/P1/D1	0%
Certificate of Deposit	5 Years	100%	A1/P1/AA/Aa	5 Years	100%	A1/P1/AA/Aa	1.91%
U.S. Treasury Discount	No Limit	100%	N/A	5 Years	100%	N/A	0%

# Understanding Key Investment Terms

<b>Local Government Investment Pool (LGIP)</b>	A State-administered fund that enables governmental entities to realize the economies of large-scale investing and professional funds management.
<b>Virginia Investment Pool Trust Fund (VIP)</b>	A fund, administered by the Virginia Municipal League (VML) and Virginia Association of Counties (VACo), that provides political subdivisions of the Commonwealth of Virginia the ability to pool their funds and invest under the direction and daily supervision of a professional fund manager.
<b>Federal Agency Discount</b>	Fixed income government agency obligations priced below par and maturing in more than one year.
<b>Federal Agency Coupon</b>	Fixed income government agency obligations with a stated interest rate and maturing in more than one year.
<b>Municipal Bonds</b>	Fixed income obligations of state and local governments with a maturity of one week to 30 years.
<b>Corporate Bonds</b>	Corporate Bonds are debt securities issued by publicly-held corporations to raise money for expansion or other business needs with a rating of at least Aa by Moody's Investor Service, Inc. and at least AA by Standard and Poors, Inc., and a maturity of no more than five years.
<b>Commercial Paper</b>	"Prime Quality" paper with a maturity of 270 days or less and rated at least prime 1, A-1, or F-1 by the major credit rating agencies.
<b>Certificate of Deposit</b>	Negotiable certificates of deposits of domestic banks and domestic offices of foreign banks with a rating of at least A-1 or P-1 for maturities one year or less, and AA or Aa for maturities over one year and not exceeding five years.
<b>U.S. Treasury Discount</b>	Fixed income government securities priced below par and maturing in less than one year.