



Agenda Report

19-306

Agenda Date: 4/23/2019

REPORT TO COUNCIL

SUBJECT

Action on Monthly Financial Status and Investment Reports for February 2019 and Approve the Related Budget Amendments

BACKGROUND

In compliance with the Charter of the City of Santa Clara and the adopted Investment Policy, the following reports for February 2019 are submitted for your information. The financial review as of February 28, 2019 provides a year-to-date financial update to the City Council for the current fiscal year. Analysis of the revenues collected and all expenditures through February 28, 2019 measures the level of adherence to the established resource allocation plan and allows the City to monitor and project revenues and expenditures throughout the year.

The Adopted Budget incorporates the estimated revenues and planned expenditures for all funds. The attached Financial Status Report provides the budget to actual revenue and expenditure summaries for the General Fund, Special Revenue Funds and Enterprise Operating Funds, as well as expenditure summary for Capital Improvement Funds and Fund Reserve Balances. Any significant variances are explained in the report.

In accordance with City Council Policy 051 - Donations to the City, included in this report is a monthly activity and annual summary of donations received by department. Although the requirement of the policy is to report quarterly, in its ongoing effort to streamline reporting, the City will include this information monthly in the financial status report.

DISCUSSION

Monthly Financial Status Report (Attachment 1)

The attached report summarizes the City's financial performances as of February 28, 2019. Financial analysis for the report is provided for the General Fund, select Special Revenue Funds, Enterprise Operating Funds, and Capital Improvement Funds.

With eight months or 67% of the fiscal year complete, General Fund revenues are trending higher than budget at 70%, largely due to an increase in building permit and planning fees received from a large commercial development (not discretionary General Fund dollars), and General Fund expenditures are at 62% of budget. Total revenues for Enterprise Funds (Electric, Water, Sewer, Cemetery, Solid Waste, and Water Recycling) are at 74% while total expenses are at 72%.

In the month of February, the City did not receive any donations and the total amount for the fiscal year-to-date is \$159,297.

Monthly Investment Report (Attachment 2)

All securities held by the City of Santa Clara as of February 28, 2019 were in compliance with the City’s Investment Policy Statement regarding current market strategy and long-term goals and objectives. All securities held are rated “A” or higher by two nationally recognized rating agencies. There is adequate cash flow and maturity of investments to meet the City’s needs for the next six months.

The City’s investment strategy for February 2019 was to invest funds not required to meet current obligations, in securities listed in the prevailing Investment Policy Statement, with maturities not to exceed five years from the date of purchase. This strategy ensures safety of the City’s funds, provides liquidity to meet the City’s cash needs, and earns a reasonable portfolio return of 2.08%.

ENVIRONMENTAL REVIEW

The action being considered does not constitute a “project” within the meaning of the California Environmental Quality Act (“CEQA”) pursuant to CEQA Guidelines section 15378(b)(4) in that it is a fiscal activity that does not involve any commitment to any specific project which may result in a potential significant impact on the environment.

FISCAL IMPACT

Approval of the FY 2018/19 Budget Amendments included in Attachment 3 is recommended in this report. From time to time, adjustments to the FY 2018/19 Adopted Budget are required to correct for budgets based on actual tracking, more appropriately align budgets with actual charges and correct for inadvertent errors. The actions in the recommended budget amendment allocate additional funding for needed facility improvements at the Convention Center, correct the funding for the International Swim Center project, and reallocate funding from the City Manager’s Office to the Non-Departmental Citywide Strategic Function Division. Additionally, on May 22, 2018, Council approved a loan from the General Fund Land Sale Reserve to the Parks and Recreation Capital Fund for the Youth Soccer Fields and Athletic Facilities Reed and Grant project. An action to repay the General Fund with 25% of actual Mitigation Fee Act revenue received to date is recommended as part of the budget amendment.

A total net budget change of \$4.7 million is recommended in the FY 2018/19 Budget Amendment. The table below summarizes recommended budget actions by fund.

Net Budget Change - FY 2018/19 Budget Amendments		
Fund	Source of Funds	Use of Funds
General	\$ 273,990	\$ 273,990
Convention Center	0	0
Public Buildings Capital	3,000,000	3,000,000
Parks and Recreation CIP	1,395,962	1,395,962
Total Net Budget Change	\$ 4,669,952	\$ 4,669,952

PUBLIC CONTACT

Public contact was made by posting the Council agenda on the City's official-notice bulletin board outside City Hall Council Chambers. A complete agenda packet is available on the City's website and in the City Clerk's Office at least 72 hours prior to a Regular Meeting and 24 hours prior to a Special Meeting. A hard copy of any agenda report may be requested by contacting the City Clerk's Office at (408) 615-2220, email clerk@santaclaraca.gov <<mailto:clerk@santaclaraca.gov>> or at the public information desk at any City of Santa Clara public library.

RECOMMENDATION

Note and file the Monthly Financial Status and Investment Reports for February 2019 as presented and approve the related budget amendments.

Reviewed by: Angela Kraetsch, Director of Finance

Approved by: Deanna J. Santana, City Manager

ATTACHMENTS

1. Monthly Financial Status Report February 2019
2. Monthly Investment Report February 2019
3. FY 2018/19 Budget Amendments



City of Santa Clara

The Center of What's Possible

MONTHLY FINANCIAL STATUS REPORT

February 2019

This report summarizes the City's financial performance for the month ended February 28, 2019. Financial analysis for the report is provided for the General Fund, select Special Revenue Funds, Enterprise Operating Funds, and Capital Improvement Funds. Financial information included in this report is unaudited.

General Fund

The General Fund is the major operating fund for the City and includes multiple programs, services, and activities for the citizens of the City.

For fiscal year 2018-19, the City is projected to maintain a positive operating position. At the end of February 2019, revenues were approximately 3% ahead of budget and expenditures were within budgetary expectations for this time of year.

The adopted budget for both operating revenues and expenditures for fiscal year 2018-19 is \$239.7 million. The amended budget for both has been revised to \$252 million respectively due to carryover appropriations from fiscal year 2017-18 and various budget amendments in the current fiscal year.

General Fund Revenues

As of February 28, 2019, \$177.1 million or 70.3% of the General Fund estimated revenue had been received. Revenues in the General Fund as a whole are performing approximately 3.6% higher than the expected budgeted levels.

CITY OF SANTA CLARA
GENERAL FUND
REVENUES OVERVIEW AND COMPARISON BY TYPE

Function	FISCAL YEAR 2018-19				PY REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 2/28/2019	Percentage Received	Actual Through 2/28/2018	\$ Change From Prior Year	Percentage Change
TAXES							
Sales Tax	\$ 56,530,000	\$ 56,530,000	\$ 40,800,711	72.18%	\$ 36,625,609	\$ 4,175,102	11.40%
Property Tax	60,300,000	60,300,000	32,834,141	54.45%	30,530,424	2,303,717	7.55%
Transient Occupancy Tax	21,000,000	21,000,000	15,931,218	75.86%	14,975,113	956,105	6.38%
Other Taxes	6,287,638	6,287,638	3,907,569	62.15%	4,209,612	(302,043)	-7.18%
Total Taxes	144,117,638	144,117,638	93,473,639	64.86%	86,340,758	7,132,881	8.26%
LICENSES & PERMITS							
Business Licenses	3,065,000	3,065,000	624,750	20.38%	602,143	22,607	3.75%
Building Permits	4,500,000	4,500,000	5,344,121	118.76%	2,533,648	2,810,473	110.93%
Electric Permits	600,000	600,000	499,879	83.31%	246,476	253,403	102.81%
Plumbing Permits	500,000	500,000	418,096	83.62%	194,820	223,276	114.61%
Mechanical Permits	450,000	450,000	396,377	88.08%	163,028	233,349	143.13%
Miscellaneous Permits	63,000	63,000	69,942	111.02%	445,752	(375,810)	-84.31%
Total Licenses & Permits	9,178,000	9,178,000	7,353,165	80.12%	4,185,867	3,167,298	75.67%
FINES & PENALTIES	1,580,500	1,580,500	1,323,176	83.72%	1,264,405	58,771	4.65%
INTERGOVERNMENTAL	702,000	797,551	1,746,645	219.00%	3,971,670	(2,225,025)	-56.02%
CHARGES FOR SERVICES	34,447,858	34,447,858	28,036,797	81.39%	25,042,087	2,994,710	11.96%
CONTRIBUTION IN LIEU	23,094,590	23,094,590	15,396,393	66.67%	14,441,269	955,124	6.61%
USE OF MONEY & PROPERTY							
Interest	4,000,000	4,000,000	3,022,313	75.56%	2,213,697	808,616	36.53%
Rent	7,831,522	7,845,587	5,648,201	71.99%	6,051,026	(402,825)	-6.66%
Total Use of Money & Property	11,831,522	11,845,587	8,670,514	73.20%	8,264,723	405,791	4.91%
MISCELLANEOUS REVENUES	757,308	857,308	389,259	45.40%	409,294	(20,035)	-4.90%
OTHER FINANCING SOURCES							
Operating Transfer in - Storm Drain	1,447,000	1,447,000	1,447,000	100.00%	1,276,661	170,339	13.34%
Operating Transfer In - Reserves	3,029,538	4,116,125	4,116,125	100.00%	2,948,460	1,167,665	39.60%
Operating Transfer In - Fund Balances ⁽¹⁾		10,459,221	10,459,221	100.00%	5,033,801	5,425,420	107.78%
Operating Transfer In - Miscellaneous	54,250	54,250	54,250	100.00%	110,000	(55,750)	-50.68%
Total Other Financing Sources	4,530,788	16,076,596	16,076,596	100.00%	9,368,922	6,707,674	71.59%
STADIUM OPERATION							
Charges for Services	6,242,072	6,784,367	4,090,859	60.30%	-	4,090,859	N/A
Rent and Licensing	3,231,500	3,231,500	571,578	17.69%	-	571,578	N/A
Total Stadium Operation	9,473,572	10,015,867	4,662,437	46.55%	-	4,662,437	N/A
TOTAL GENERAL FUND	\$ 239,713,776	\$ 252,011,495	\$ 177,128,621	70.29%	\$ 153,288,995	\$ 23,839,626	15.55%

(1) The Operating Transfer In - Fund Balances is the rolled over encumbrances of open purchase orders as of June 30, 2018 and mid year budget amendment from reserves.

General Fund Revenues

Sales Tax: The City of Santa Clara sales tax rate is 9% of which the City receives 1%. Eight months of local one percent of sales tax equaled \$40.8 million, which was approximately 5.5% higher than anticipated for this time of year.

Property Tax: The majority of property tax revenue is collected in December and April each year. Compared to the prior year, property tax increased 7.5%, which can be attributed to higher property values and an increase in development.

Transient Occupancy Tax (TOT): TOT is calculated as a percentage of City hotel/motel room charges. The City's current TOT rate is 9.5%. Eight months of TOT revenue reached \$15.9 million, and is trending ahead of estimated revenue.

Other Taxes: Includes franchise tax and documentary transfer tax. Both franchise tax and documentary transfer tax were slightly lower than budgeted level due to timing of receipt of revenues.

Licenses & Permits: Includes business licenses, building permits, and other building and planning permits and fees. Overall licenses and permits revenue are outperforming expectations due to \$2 million in permit and planning fees from a large commercial development within the City in October 2018.

Fines & Penalties: Includes vehicle, parking, court fines, and miscellaneous penalty fines. These revenues are trending higher than expected due to higher collection from traffic fines and past due charges of utility accounts.

Intergovernmental: Includes motor vehicle fees, state homeowner tax relief, state mandated reimbursement, and redistribution of land sale proceeds and ground leases from the Successor Agency. Current year Intergovernmental revenue exceeds expectation due to redistribution of property sale proceeds from the Successor Agency. The decrease of \$2.2 million from prior fiscal year was mainly due to the redistribution of \$2.3 million from the sale of Successor Agency Property (Hilton) in July 2017.

Charges for Services: Includes various plan check and zoning related fees, engineering fees, administrative fees, and community service revenue from various recreational activities. This revenue is trending ahead of budget for this time of year. As of February 28, 2019, planning and zoning fee was \$0.7 million ahead of budget and fire prevention fee was \$1.6 million ahead of budget.

Contribution in Lieu: In accordance with the City's charter, Silicon Valley Power pays 5% of gross revenues as contribution-in-lieu of taxes. These revenues provide funding for general government services such as public safety, public works, parks and recreation, library, and administration. The 6.6% increase from the comparable previous year is a result of the increase in Electric Utility revenues.

Use of Money & Property: Includes realized investment income and rental income. Both interest income and rent revenue are slightly ahead of budget.

Miscellaneous Revenues: Includes developer fees, donations, damage recovery, sale of scrap, and one time miscellaneous revenues. These revenues vary from year to year.

Stadium Operation: In order to provide more transparency, the revenues and expenditures related to Stadium operations are presented in one central location in the report instead of in individual departments as presented in the past. Stadium operating revenue is trending lower than budget due to timing, as a large portion of the budget is for performance rent that is not recorded until the end of March 2019.

General Fund Expenditures

As of February 28, 2019, \$154.9 million or 61.5% of the General Fund operating budget had been expended. Expenditures in the General Fund as a whole are performing within the expected budgeted levels.

**CITY OF SANTA CLARA
GENERAL FUND
EXPENDITURES OVERVIEW AND COMPARISON BY FUNCTION**

Function	FISCAL YEAR 2018-19				PY EXPENDITURES COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 2/28/2019	Percentage Used	Actual Through 2/28/2018	\$ Change From Prior Year	Percentage Change
GENERAL GOVERNMENT							
Non-departmental	\$ 7,810,527	\$ 8,580,507	\$ 1,596,813	18.61%	\$ 1,042,620	\$ 554,193	53.15%
City Council	833,851	833,851	493,711	59.21%	473,377	20,334	4.30%
City Clerk	1,872,604	2,212,709	1,344,153	60.75%	827,260	516,893	62.48%
City Manager	5,747,949	7,098,487	3,766,356	53.06%	4,032,410	(266,054)	-6.60%
City Attorney	2,129,011	2,187,159	1,175,370	53.74%	1,083,833	91,537	8.45%
Human Resources	3,640,473	3,640,473	1,966,794	54.03%	2,135,177	(168,383)	-7.89%
Finance	11,734,247	12,050,165	7,654,688	63.52%	6,862,986	791,702	11.54%
Information Technology	11,165,807	13,127,860	5,644,761	43.00%	5,223,209	421,552	8.07%
Total General Government	44,934,469	49,731,211	23,642,646	47.54%	21,680,872	1,961,774	9.05%
PUBLIC WORKS	25,446,506	25,709,627	16,133,515	62.75%	15,047,190	1,086,325	7.22%
COMMUNITY DEVELOPMENT	14,188,110	15,835,545	7,919,008	50.01%	7,038,884	880,124	12.50%
PARKS AND RECREATION	19,447,561	19,845,650	12,453,986	62.75%	11,239,908	1,214,078	10.80%
PUBLIC SAFETY							
Fire	46,683,831	48,469,013	34,395,362	70.96%	31,107,366	3,287,996	10.57%
Police	68,446,889	68,678,193	42,354,611	61.67%	45,148,677	(2,794,066)	-6.19%
Total Public Safety	115,130,720	117,147,206	76,749,973	65.52%	76,256,043	493,930	0.65%
LIBRARY	10,426,621	10,466,088	6,621,355	63.26%	6,324,343	297,012	4.70%
OTHER FINANCING USES							
Operating Transfer Out - Special Revenue Funds	885,578	885,578	885,578	100.00%	853,540	32,038	3.75%
Operating Transfer Out - Rental income	-	14,065	14,065	100.00%	-	14,065	N/A
Operating Transfer Out - Debt Services	2,501,494	2,501,494	2,501,494	100.00%	2,504,721	(3,227)	-0.13%
Operating Transfer Out - Special Liability	-	2,200,000	2,200,000	100.00%	1,900,000	300,000	15.79%
Operating Transfer Out - Cemetery	618,081	618,081	618,081	100.00%	-	618,081	N/A
Operating Transfer Out- SCGTC/Convention Center	548,829	878,849	155,020	17.64%	-	155,020	N/A
Operating Transfer Out- CIP	-	50,000	50,000	100.00%	-	50,000	N/A
Total Other Financing Uses	4,553,982	7,148,067	6,424,238	89.87%	5,258,261	1,165,977	22.17%
STADIUM OPERATION	5,585,806	6,128,101	4,964,426	81.01%	-	4,964,426	N/A
TOTAL GENERAL FUND	\$ 239,713,775	\$ 252,011,495	\$ 154,909,147	61.47%	\$ 142,845,501	\$ 12,063,646	8.45%

General Fund Expenditures

Below is an explanation of certain budget to actual expenditure variances by program. Other program expenditures not described below are trending as expected.

Non-Departmental: Includes expenditures that are not attributable to a single department but a function of the City in general. With 67% of the year complete, expenditures are at 18.6% of budget due to salaries and benefits savings from vacant positions, savings from budgeted contract services that have yet to begin, and savings from the Convention and Visitor's Bureau (CVB) budget allocation.

City Clerk: The actual expenditures through February 2019 are higher than the previous year due to election costs incurred in fiscal year 2018/19. These additional costs were included in the current year appropriation.

Community Development: Consists of three divisions: Planning, Building, and Housing and Community Services. Departmental expenditures were below budget due to lower contractual services expenditures.

Operating Transfer Out – Santa Clara Golf & Tennis Center (SCGTC) and Convention Center: This transfer is to the SCGTC management company, American Golf, to reimburse them for the actual monthly expenses of operating the facility. This expenditure is at 17.6% of budget due to a delay in receiving financial reports from American Golf. The City continues to work with American Golf to obtain complete financial reports and accurately record the remaining month's activities.

Special Revenue Funds

The table below is the summary of revenues and expenditures of select Special Revenue Funds as of February 28, 2019. The amended budget for both has been revised due to carryover appropriations from fiscal year 2017-18 and various budget amendments in the current fiscal year.

**CITY OF SANTA CLARA
SPECIAL REVENUE FUNDS
REVENUE AND EXPENDITURE - OVERVIEW AND COMPARISON BY FUND**

Fund Description	REVENUES - FISCAL YEAR 2018-19				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 2/28/2019	Percentage received	Actual Through 2/28/2018	\$ Change From Prior Year	Percent Change
Housing Authority Fund	\$ 260,000	\$ 281,998	\$ 154,728	54.87%	\$ 64,852	\$ 89,876	138.59%
City Affordable Housing Fund	696,703	1,089,854	95,943	8.80%	1,359,355	(1,263,412)	-92.94%
Housing Successor Fund	581,000	806,000	1,282,299	159.09%	1,181,304	100,995	8.55%
Housing and Urban Development	2,671,456	3,824,498	914,130	23.90%	833,010	81,120	9.74%
TOTAL	\$ 4,209,159	\$ 6,002,350	\$ 2,447,100	40.77%	\$ 3,438,521	\$ (991,421)	-28.83%

Fund Description	EXPENDITURES - FISCAL YEAR 2018-19				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual through 2/28/2019	Percentage Used	Actual through 2/28/2018	\$ Change From Prior Year	Percent Change
Housing Authority Fund	\$ 288,989	\$ 310,987	\$ 20,479	6.59%	\$ 32,826	\$ (12,347)	-37.61%
City Affordable Housing Fund	1,638,098	7,031,249	197,750	2.81%	216,458	(18,708)	-8.64%
Housing Successor Fund	688,327	913,327	319,034	34.93%	338,394	(19,360)	-5.72%
Housing and Urban Development	3,504,232	4,657,274	908,427	19.51%	965,055	(56,628)	-5.87%
TOTAL	\$ 6,119,646	\$ 12,912,837	\$ 1,445,690	11.20%	\$ 1,552,733	\$ (107,043)	-6.89%

Governmental Capital Improvement Funds

The re-appropriation of prior year budget amounts “carryforwards” is necessary when services or projects are started but not completed at the end of fiscal year. This is especially true for the Capital Improvement Program (CIP) that typically spans several years.

The table below lists the total amended budget amount which consists of current year appropriations and prior year carryforwards in Governmental Capital Improvement Funds. The Street Beautification, Gas Tax, and Traffic Mitigation CIP funds have been combined with the Streets & Highways CIP fund beginning in fiscal year 2018-19.

**CITY OF SANTA CLARA
GOVERNMENTAL CAPITAL IMPROVEMENT FUNDS
SUMMARY OF EXPENDITURES**

Fund Description	EXPENDITURES - FISCAL YEAR 2018-19					Prior Year
	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 2/28/2019	Percentage Used	Actual Through 2/28/2018
Parks & Recreation	\$ 4,451,400	\$ 33,034,145	\$ 37,485,545	\$ 6,384,405	17.03%	\$ 2,447,953
Streets & Highways	10,377,944	36,599,210	46,977,154	6,501,199	13.84%	7,791,940.00
Storm Drain	1,995,000	2,183,435	4,178,435	281,676	6.74%	2,312,587.00
Fire	556,513	637,376	1,193,889	224,411	18.80%	1,437,738.00
Library	220,000	2,025,888	2,245,888	1,980,884	88.20%	503,853.00
Public Buildings	3,838,592	3,433,354	7,271,946	1,580,066	21.73%	903,178.00
General Gov't - Other	11,899,525	14,008,833	25,908,358	11,024,345	42.55%	3,690,899.00
TOTAL	\$ 33,338,974	\$ 91,922,241	\$ 125,261,215	\$ 27,976,986	22.33%	\$ 19,088,148

Enterprise Funds

The tables below are a summary of revenues and expenses of Enterprise Operating Funds and summary of expenses of Enterprise Capital Improvement Funds as of February 28, 2019.

**CITY OF SANTA CLARA
ENTERPRISE OPERATING FUNDS
REVENUES AND EXPENSES - OVERVIEW AND COMPARISON BY FUND**

Fund Description	REVENUES - FISCAL YEAR 2018-19				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 2/28/2019	Percentage received	Actual Through 2/28/2018	\$ Change From Prior Year	Percent Change
Electric Utility Fund	\$ 450,091,800	\$ 451,141,192	\$ 345,206,244	76.52%	\$ 289,023,866	\$ 56,182,378	19.44%
Water Utility Fund	50,333,600	52,786,856	32,957,919	62.44%	31,767,267	1,190,652	3.75%
Sewer Utility Fund	41,742,075	41,799,661	27,064,307	64.75%	27,206,552	(142,245)	-0.52%
Cemetery Fund	600,150	600,685	390,194	64.96%	324,898	65,296	20.10%
Solid Waste Utility Fund	24,726,835	25,344,682	16,929,221	66.80%	15,510,186	1,419,035	9.15%
Water Recycling Fund	7,080,000	7,940,000	4,780,827	60.21%	3,697,260	1,083,567	29.31%
TOTAL REVENUE	\$ 574,574,460	\$ 579,613,076	\$ 427,328,712	73.73%	\$ 367,530,029	\$ 59,798,683	16.27%

Fund Description	EXPENSES - FISCAL YEAR 2018-19				PRIOR YEAR EXPENSE COMPARISON		
	Adopted Budget	Amended Budget	Actual through 2/28/2019	Percentage Used	Actual through 2/28/2018	\$ Change From Prior Year	Percent Change
Electric Utility Fund	\$ 421,626,016	\$ 421,932,329	\$ 313,896,593	74.40%	\$ 258,451,186	\$ 55,445,407	21.45%
Water Utility Fund	44,431,411	46,613,978	28,854,102	61.90%	21,799,663	7,054,439	32.36%
Sewer Utility Fund	26,014,588	26,072,174	18,212,793	69.86%	17,757,467	455,326	2.56%
Cemetery Fund	1,245,504	1,246,039	818,787	65.71%	675,667	143,120	21.18%
Solid Waste Utility Fund	24,346,883	25,215,730	14,405,158	57.13%	14,215,670	189,488	1.33%
Water Recycling Fund	4,934,172	5,794,172	4,850,628	83.72%	3,759,720	1,090,908	29.02%
TOTAL - Operating Appropriations	\$ 522,598,574	\$ 526,874,422	\$ 381,038,061	72.32%	\$ 316,659,373	\$ 64,378,688	20.33%

**CITY OF SANTA CLARA
ENTERPRISE CAPITAL IMPROVEMENT FUNDS
SUMMARY OF EXPENSES**

Fund Description	EXPENSES - FISCAL YEAR 2018-19				Prior Year	
	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 2/28/2019	Percentage Used	Actual Through 2/28/2018
Electric Utility Fund	\$ 34,452,352	\$ 96,448,368	\$ 130,900,720	\$ 13,036,230	9.96%	19,282,394.00
Street Lighting ⁽¹⁾	800,206	5,375,199	6,175,405	31,898	0.52%	632,535.00
Water Utility Fund	5,808,689	10,757,055	16,565,744	2,435,615	14.70%	805,145.00
Sewer Utility Fund	22,590,086	29,155,623	51,745,709	12,017,367	23.22%	17,829,736.00
Cemetery Fund	-	28,085	28,085	19,077	67.93%	0.00
Solid Waste Utility Fund	470,000	1,148,875	1,618,875	370,300	22.87%	362,157.00
Water Recycling Fund	50,000	277,217	327,217	-	0.00%	4,324.00
TOTAL - CIP Appropriations	\$ 64,171,333	\$ 143,190,422	\$ 207,361,755	\$ 27,910,487	13.46%	\$ 38,916,291

(1) Street Lighting fund is part of Electric Capital Improvement Funds.

Below is an explanation of certain budget to actual revenue or expense variances by enterprise activity. Other enterprise revenues or expenses not described below are trending as expected.

Electric Utility Fund: Accounts for the activities of Silicon Valley Power (SVP). Revenue and expenses are trending higher than budget due to SVP issuing \$55 million 2018A Revenue Bonds in order to retire the balance of the 2008B Revenue Bonds on December 18, 2018. A request to approve a budget adjustment to record the proceeds of the 2018A debt issuance and the corresponding retirement of the 2008B bonds was approved by Council in March 2019. This adjustment will be reflected in the March 2019 financial status report.

Water Recycling Fund: Accounts for the construction, operation, and maintenance of the recycled water system within the City limits. Overall revenue and expenses in recycled water increased compared to prior year due to higher customer demand. Expenses were ahead of budget at February 28, 2019 due to increased purchase costs of recycled water based on usage. There is also a timing difference related to revenue collection related to the increased usage.

Fund Reserves

By policy, City Council established the City’s General Contingency Reserve, under which reserves for Budget Stabilization and Capital Projects were established.

- Budget Stabilization Reserve is set aside for weathering economic downturns, emergency financial crisis, or disaster situations. The reserve target is equal to the expenditures of the City’s General Fund operations for three months (90-day or 25% General Fund Adopted Operating Budget).
- Capital Projects Reserve earmarks funds for the Capital Improvement Program.

Other General Reserves and Enterprise Fund Reserves included in this report are highlighted as follows:

- Building Inspection Reserve is to account for surplus funds from user fees in the Community Development Department’s Building Inspection Division, and is restricted to fund Building Division costs.
- Land Sale Reserve is net proceeds from the sale of City owned land, and is available to be appropriated for General Fund expenditures.
- The Electric Utility Reserve assures that rates were set properly and sufficient operating cash is available to ensure debt service coverage.
- The Replacement and Improvement Reserve in the Water and Sewer Utility Funds is for future capital improvement.
- The Water Conservation Reserve is to enhance water conservation activities in response to the drought.

The table below summarizes the reserve balances.

	<u>GENERAL FUND</u>	<u>ELECTRIC</u>	<u>WATER</u>	<u>SEWER</u>
Budget Stabilization Reserve	\$ 62,948,116			
Capital Projects Reserve	24,768,836			
Building Inspection Reserve	9,271,328			
Land Sale Reserve	21,229,741			
Rate Stabilization Fund Reserve		\$ 25,000,000		
Cost Reduction Fund Reserve		95,708,577		
DVR Power Plant Contracts Reserve		5,078,163		
Replacement & Improvement			\$ 303,090	\$ 1,507,553
Water Conservation			33,125	
TOTALS	\$ 118,218,021	\$ 125,786,740	\$ 336,215	\$ 1,507,553

Long-Term Interfund Advances

The funds below have made advances/loans which are not expected to be repaid within the next year.

DETAIL OF LONG TERM INTERFUND ADVANCE BALANCES:				
Fund Receiving Advance/Loan	Fund Making Advance/Loan	Type	Amount of Advance/Commitment	
Cemetery	General Fund	Advance	\$	6,275,256
Santa Clara Golf & Tennis Club	General Fund	Advance		4,224,133
Parks and Recreation Facilities	General Fund	Loan		10,227,098
TOTALS			\$	20,726,487

Donations to the City of Santa Clara

Donations received by department during the month of February 2019, and for fiscal year 2018-19 are shown in the table below.

Department	February 2019	Fiscal Year 2018-19 Year To Date	Donor	Designated Use
Finance	\$ -	\$ 125	Various	Utility Bill Assistance
Library	-	150,000	Library Foundation	Library Furnishings
Park & Recreation	-	537	Various	Various Parks & Rec programs
Police	-	7,000	Batton Foundation	Police K-9 program
Cemetery	-	1,635	Anonymous	Cemetery tree
TOTALS	\$ -	\$ 159,297		



City of Santa Clara

The Center of What's Possible

MONTHLY INVESTMENT REPORT

February 2019

City of Santa Clara

Monthly Investment Report

TABLE OF CONTENTS

		Page #
1	Summary of Investment Portfolio	1
2	Summary of Investments	2
3	Investment Maturity Distribution Schedule	3
4	List of Securities Brokers and Primary Dealers	4
5	Attachment A: Investment Inventory With Market Value	5

**CITY OF SANTA CLARA
SUMMARY OF INVESTMENT PORTFOLIO**

All securities held by the City of Santa Clara as of February 28, 2019 were in compliance with the City's Investment Policy Statement regarding current market strategy and long-term goals and objectives. All securities held are rated "A" or higher by two nationally recognized rating agencies. There is adequate cash flow and maturity of investments to meet the City's needs for the next six months.

The following table provides the breakdown of the total portfolio among the City, the Sports and Open Space Authority (SOSA), and the Housing Authority (HA) as of February 28, 2019.

	<u>BOOK VALUE</u>	<u>PERCENTAGE</u>
City	\$715,199,638	99.48%
SOSA	557,768	0.08%
HA	<u>3,156,042</u>	<u>0.44%</u>
Unrestricted	\$718,913,448	<u>100.00%</u>
Restricted Bond Proceeds	<u>2,103,273</u>	
Total Investments	<u>\$721,016,721</u>	

On February 28, 2019 the book value and market value of the City's unrestricted pooled cash portfolio were \$718,913,448 and \$714,013,015, respectively.

Investment Strategy and Market Update

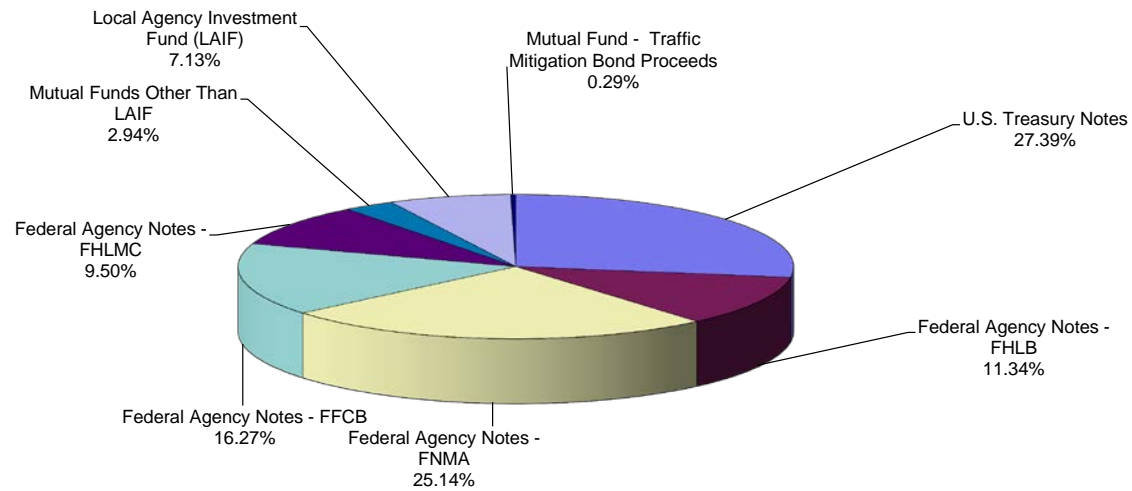
The City's investment strategy for February 2019 was to invest funds not required to meet current obligations, in securities listed in the prevailing Investment Policy Statement, with maturities not to exceed five years from date of purchase. This strategy ensures safety of the City's funds, provides liquidity to meet the City's cash needs, and earns a reasonable portfolio return.

As of February 28, 2019, 62.25% of the City's portfolio consists of securities issued by four different Federal Agencies. In addition, to comply with the 1986 Tax Reform Act's arbitrage regulations, a portion of the City's bond proceeds is invested in yield-restricted investments. These yield-restricted investments are not included in the calculation of the City's portfolio yield. The average maturity of the City's portfolio was 2.09 years and the City's portfolio yield vs. the 12-month moving average yield of two-year Treasury Notes (Benchmark Return) was as follows:

<u>PERIOD</u>	<u>CITY'S PORTFOLIO RETURN</u>	<u>BENCHMARK RETURN</u>	<u>AVERAGE DAYS TO MATURITY</u>
February 2019	2.08%	2.58%	763
January 2019	1.90%	2.55%	761
February 2018	1.59%	1.58%	739

**CITY OF SANTA CLARA
SUMMARY OF INVESTMENTS FEBRUARY 28, 2019**

<u>INVESTMENT TYPE</u>	<u>BOOK VALUE</u>	<u>% OF PORTFOLIO</u>	<u>PER INVESTMENT POLICY</u>
U.S. Treasury Notes	197,485,607	27.39%	No Limit
Federal Agency Notes - FHLB	81,751,981	11.34%	40%
Federal Agency Notes - FNMA	181,233,522	25.14%	40%
Federal Agency Notes - FFCB	117,274,539	16.27%	40%
Federal Agency Notes - FHLMC	68,531,331	9.50%	40%
Mutual Funds Other Than LAIF	21,218,293	2.94%	10% Per Fund
Local Agency Investment Fund (LAIF)	51,418,175	7.13%	\$65 M
Mutual Fund - Traffic Mitigation Bond Proceeds	2,103,273	0.29%	10% Per Fund
TOTAL INVESTMENTS	\$ 721,016,721	100.00%	

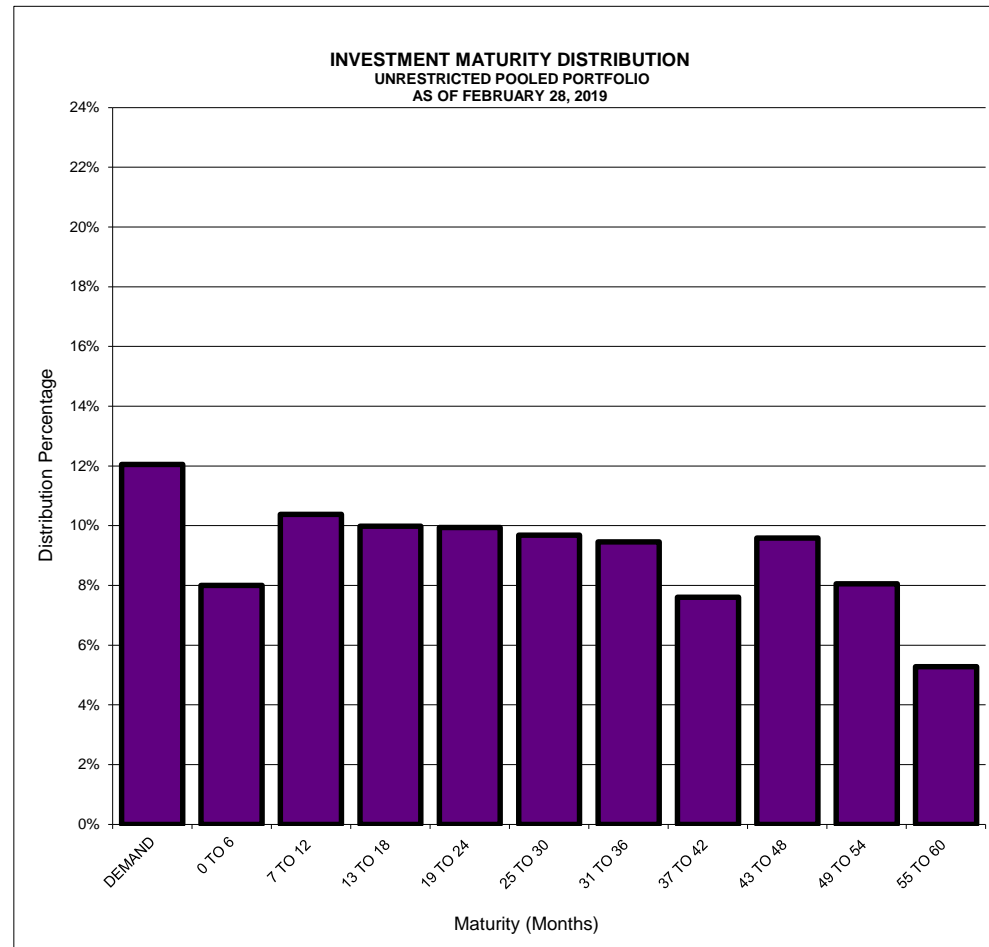


**INVESTMENT MATURITY DISTRIBUTION
AS OF FEBRUARY 28, 2019
UNRESTRICTED POOLED PORTFOLIO**

MATURITY (IN MONTHS)	BOOK VALUE	NUMBER OF INVESTMENTS	DISTRIBUTION
DEMAND	\$ 86,667,355 (a)	5	12.05%
0 TO 6	57,507,724	8	8.00%
7 TO 12	74,647,427	9	10.38%
13 TO 18	71,749,147	11	9.98%
19 TO 24	71,425,996	9	9.94%
25 TO 30	69,563,286	13	9.68%
31 TO 36	67,986,094	13	9.46%
37 TO 42	54,645,515	10	7.60%
43 TO 48	68,874,088	12	9.58%
49 TO 54	57,884,140	9	8.05%
55 TO 60	37,962,676	7	5.28%
TOTAL	\$ 718,913,448	106	100.00%

Average Maturity of Unrestricted Pool: 2.09 Years

(a) \$20 million is earmarked for the City's Electric Utility power-trading.



CITY OF SANTA CLARA

**List of Securities Brokers and Primary Dealers
in U.S. Government Securities and Mutual Funds**

Raymond James

Higgins Capital, Inc.

Wedbush Securities

Cantor Fitzgerald & Company

Mutual Securities, Inc.

UnionBanc Investment Services, LLC.

Ladenburg Thalmann & Co. Inc.

UBS Financial Services

All individuals securities purchased by the City of Santa Clara from Securities Brokers/Primary Dealers are delivered to the City's safekeeping account with Wells Fargo Bank, N.A..

FINANCE DEPARTMENT
 CITY OF SANTA CLARA
 INVESTMENT INVENTORY WITH MARKET VALUE

ATTACHMENT A

PAGE: 1

RUN: 03/01/19 08:45:08

INVESTMENTS OUTSTANDING AS OF 02/28/19
 MAJOR SORT KEY IS ICC#

(RPTMKT)

INVEST NUMBER	DESCRIPTION PURCHASE MATURITY DATE	CUSIP	BANK BROK	FUND SAFE	CPN YTM	RATE TR	PAR/SHARES BOOK	MARKET VALUE MARKET PRICE	CURR ACCR PRICE SOURCE	INT UNREALIZED	GAIN LOSS
A 17295	TREASURY NOTES 01/13/17 06/30/19	912828WS5	25	1	1.6250		5,000,000.00	4,985,350.00	13,466.85		
			32	000	1.3017		5,007,829.90	99.70700000000	IDC		-22,479.90
A 17296	TREASURY NOTES 02/14/17 03/31/21	912828Q37	25	1	1.2500		5,000,000.00	4,873,440.00	26,098.90		
			31	000	1.8037		4,933,646.66	97.46880000000	IDC		-60,206.66
A 17322	TREASURY NOTES 06/19/18 04/15/21	9128284G2	25	1	2.3750		5,000,000.00	4,984,570.00	44,694.37		18,951.06
			34	000	2.6621		4,965,618.94	99.69140000000	IDC		
A 17343	TREASURY NOTES 02/19/19 06/30/21	912828WR7	25	1	2.1250		5,000,000.00	4,957,030.00	17,610.49		
			31	000	2.4962		4,972,292.60	99.14060000000	IDC		-587.19
A 17338	TREASURY NOTES 01/17/19 10/15/21	9128285F3	25	1	2.8750		5,000,000.00	5,046,875.00	54,103.71		3,320.31
			31	000	2.5432		5,080,676.94	100.93750000000	IDC		
A 17321	TREASURY NOTES 05/22/18 11/30/21	912828U65	25	1	1.7500		10,000,000.00	9,802,730.00	43,750.00		101,944.80
			31	000	2.8056		9,700,785.20	98.02730000000	IDC		
A 17306	TREASURY NOTES 11/09/17 12/31/21	912828U81	25	1	2.0000		5,000,000.00	4,934,180.00	16,574.59		
			30	000	1.9150		5,012,156.37	98.68360000000	IDC		-77,976.37
A 17312	TREASURY NOTES 02/26/18 01/31/22	912828V72	25	1	1.8750		5,000,000.00	4,912,695.00	7,510.36		5,693.69
			31	000	2.5306		4,907,001.31	98.25390000000	IDC		
A 17297	TREASURY NOTES 03/03/17 02/28/22	912828J43	25	1	1.7500		5,000,000.00	4,893,750.00	237.77		
			25	000	2.0678		4,954,950.63	97.87500000000	IDC		-61,200.63
A 17334	TREASURY NOTES 12/14/18 02/28/22	912828J43	25	1	1.7500		5,000,000.00	4,893,750.00	237.77		38,274.58
			34	000	2.7633		4,855,475.42	97.87500000000	IDC		
A 17309	TREASURY NOTES 01/25/18 03/31/22	912828W89	25	1	1.8750		5,000,000.00	4,910,740.00	39,148.35		
			34	000	2.3684		4,918,278.49	98.21480000000	IDC		-7,538.49
A 17308	TREASURY NOTES 01/22/18 04/30/22	912828X47	25	1	1.8750		5,000,000.00	4,907,030.00	31,336.33		
			30	000	2.3610		4,919,591.38	98.14060000000	IDC		-12,561.38
A 17300	TREASURY NOTES 06/09/17 05/31/22	912828XD7	25	1	1.8750		5,000,000.00	4,903,320.00	23,437.50		
			33	000	1.7728		5,017,021.10	98.06640000000	IDC		-113,701.10
A 17335	TREASURY NOTES 12/21/18 06/30/22	912828XG0	25	1	2.1250		5,000,000.00	4,941,210.00	17,610.50		26,412.99
			30	000	2.6384		4,914,797.01	98.82420000000	IDC		
A 17315	TREASURY NOTES 03/27/18 07/31/22	9128282P4	25	1	1.8750		5,000,000.00	4,898,240.00	7,510.36		16,018.23
			30	000	2.5915		4,882,221.77	97.96480000000	IDC		
A 17303	TREASURY NOTES 09/29/17 08/31/22	912828L24	25	1	1.8750		5,000,000.00	4,894,920.00	254.76		
			25	000	1.9133		4,993,605.00	97.89840000000	IDC		-98,685.00
A 17304	TREASURY NOTES 10/06/17 09/30/22	912828L57	25	1	1.7500		5,000,000.00	4,871,290.00	36,538.46		
			34	000	1.9583		4,960,516.83	97.42580000000	IDC		-89,226.83
A 17318	TREASURY NOTES 04/20/18 09/30/22	9128282W9	25	1	1.8750		5,000,000.00	4,893,360.00	39,148.35		55,077.30
			31	000	2.7400		4,838,282.70	97.86720000000	IDC		
A 17305	TREASURY NOTES 10/31/17 10/31/22	912828M49	25	1	1.8750		5,000,000.00	4,889,650.00	31,336.33		
			31	000	2.0717		4,962,832.87	97.79300000000	IDC		-73,182.87
A 17307	TREASURY NOTES 12/18/17 11/30/22	912828M80	25	1	2.0000		5,000,000.00	4,908,790.00	25,000.00		
			30	000	2.1689		4,968,140.73	98.17580000000	IDC		-59,350.73
A 17320	TREASURY NOTES 05/15/18 12/31/22	912828N30	25	1	2.1250		10,000,000.00	9,859,380.00	35,220.99		123,794.55
			34	000	2.8356		9,735,585.45	98.59380000000	IDC		
A 17311	TREASURY NOTES 02/14/18 01/31/23	912828P38	25	1	1.7500		5,000,000.00	4,858,790.00	7,009.67		11,125.13
			32	000	2.5665		4,847,664.87	97.17580000000	IDC		
A 17314	TREASURY NOTES 02/28/18 02/28/23	912828P79	25	1	1.5000		10,000,000.00	9,617,190.00	407.61		56,949.04
			34	000	2.6828		9,560,240.96	96.17190000000	IDC		
A 17317	TREASURY NOTES 04/11/18 03/31/23	912828Q29	25	1	1.5000		10,000,000.00	9,608,590.00	62,637.36		79,667.59
			25	000	2.6243		9,528,922.41	96.08590000000	IDC		

FINANCE DEPARTMENT
CITY OF SANTA CLARA
INVESTMENT INVENTORY WITH MARKET VALUE

ATTACHMENT A

PAGE: 2

RUN: 03/01/19 08:45:08

(RPTMKT)

INVESTMENTS OUTSTANDING AS OF 02/28/19
MAJOR SORT KEY IS ICC#

INVEST NUMBER	DESCRIPTION PURCHASE MATURITY DATE	CUSIP	BANK BROK	FUND SAFE	CPN YTM	RATE TR	PAR/SHARES BOOK	MARKET VALUE MARKET PRICE	CURR ACCR PRICE	INT SOURCE	UNREALIZED GAIN UNREALIZED LOSS
A 17319	TREASURY NOTES 05/09/18 04/30/23	912828R28	25 31	1 000	1.6250 2.8244		10,000,000.00 9,500,452.33	9,649,610.00 96.49610000000	54,316.30	IDC	149,157.67
A 17323	TREASURY NOTES 07/17/18 05/31/23	912828R69	25 32	1 000	1.6250 2.7633		10,000,000.00 9,524,083.05	9,642,190.00 96.42190000000	40,625.00	IDC	118,106.95
A 17339	TREASURY NOTES 01/17/19 06/30/23	912828S35	25 34	1 000	1.3750 2.5493		5,000,000.00 4,757,525.47	4,766,600.00 95.33200000000	11,395.03	IDC	12,303.12
A 17326	TREASURY NOTES 09/18/18 07/31/23	912828Y61	25 32	1 000	2.7500 2.8995		5,000,000.00 4,968,796.93	5,048,440.00 100.96880000000	11,015.19	IDC	79,643.07
A 17328	TREASURY NOTES 09/28/18 07/31/23	912828Y61	25 33	1 000	2.7500 2.9617		5,000,000.00 4,955,887.10	5,048,440.00 100.96880000000	11,015.19	IDC	92,552.90
A 17324	TREASURY NOTES 09/13/18 08/31/23	912828D1	25 31	1 000	1.3750 2.8673		5,000,000.00 4,689,001.31	4,758,010.00 95.16020000000	186.82	IDC	69,008.69
A 17330	TREASURY NOTES 11/14/18 09/30/23	912828T26	25 31	1 000	1.3750 3.0114		7,500,000.00 6,959,916.94	7,130,272.50 95.07030000000	43,063.19	IDC	183,104.53
A 17340	TREASURY NOTES 01/28/19 10/31/23	912828T91	25 31	1 000	1.6250 2.5795		5,000,000.00 4,807,671.14	4,804,490.00 96.08980000000	27,158.15	IDC	16,794.69
A 17345	TREASURY NOTES 02/28/19 11/30/23	912828U57	25 34	1 000	2.1250 2.4964		5,000,000.00 4,943,458.10	4,911,720.00 98.23440000000	26,562.50	IDC	-5,467.50
A 17342	TREASURY NOTES 02/14/19 01/31/24	912828V80	25 32	1 000	2.2500 2.5246		5,000,000.00 4,940,678.96	4,935,940.00 98.71880000000	9,012.43	IDC	-388.13
SUBTOTAL (Inv Type) 12 TREASURY NOTES			27.64%(M)		1.8554 2.5060		202,500,000.00 197,485,606.87	197,942,582.50 97.74942300000	815,231.18		1,257,900.89 -682,552.78
A 17219	FHLB MEDIUM TERM NOTES 10/08/15 12/13/19	3130A0JR2	25 25	1 000	2.3750 1.3001		7,250,000.00 7,325,333.34	7,240,799.75 99.87310000000	37,307.29	IDC	-84,533.59
A 17280	FHLB MEDIUM TERM NOTES 11/09/16 03/13/20	313378J77	25 31	1 000	1.8750 1.1239		5,000,000.00 5,055,002.79	4,965,695.00 99.31390000000	43,750.00	IDC	-89,307.79
A 17256	FHLB MEDIUM TERM NOTES 07/22/16 09/11/20	313370US5	25 31	1 000	2.8750 1.1759		5,000,000.00 5,165,094.91	5,023,090.00 100.46180000000	67,881.94	IDC	-142,004.91
A 17282	FHLB MEDIUM TERM NOTES 11/18/16 06/11/21	3130A1W95	25 33	1 000	2.2500 1.6966		5,000,000.00 5,066,237.70	4,967,335.00 99.34670000000	25,000.00	IDC	-98,902.70
A 17286	FHLB MEDIUM TERM NOTES 11/29/16 07/14/21	3130A8QS5	25 30	1 000	1.1250 1.8143		5,000,000.00 4,917,831.90	4,842,430.00 96.84860000000	7,343.75	IDC	-75,401.90
A 17277	FHLB MEDIUM TERM NOTES 11/01/16 09/10/21	313378JP7	25 31	1 000	2.3750 1.4290		5,000,000.00 5,136,535.51	4,973,815.00 99.47630000000	56,406.25	IDC	-162,720.51
A 17341	FHLB MEDIUM TERM NOTES 02/11/19 12/10/21	3130AFFN2	25 25	1 000	3.0000 2.4972		5,000,000.00 5,104,350.00	5,057,860.00 101.15720000000	44,583.33	IDC	-10,240.00
A 17333	FHLB MEDIUM TERM NOTES 12/13/18 09/09/22	313383WD9	25 31	1 000	3.1250 2.8980		5,000,000.00 5,080,598.61	5,086,015.00 101.72030000000	74,652.78	IDC	46,215.00
A 17336	FHLB MEDIUM TERM NOTES 01/09/19 12/08/23	3130A0F70	25 34	1 000	3.3750 2.7275		5,000,000.00 5,162,401.25	5,163,880.00 103.27760000000	38,906.25	IDC	16,010.00
SUBTOTAL (Inv Type) 21 FHLB MEDIUM TERM NOTES			6.61%(M)		2.4871 1.8246		47,250,000.00 48,013,386.01	47,320,919.75 100.15009500000	395,831.59		62,225.00 -663,111.40

FINANCE DEPARTMENT
CITY OF SANTA CLARA
INVESTMENT INVENTORY WITH MARKET VALUE

ATTACHMENT A

PAGE: 3

RUN: 03/01/19 08:45:08

(RPTMKT)

INVESTMENTS OUTSTANDING AS OF 02/28/19
MAJOR SORT KEY IS ICC#

INVEST NUMBER	DESCRIPTION PURCHASE MATURITY DATE	CUSIP	BANK BROK	FUND SAFE	CPN RATE YTM TR	PAR/SHARES BOOK	MARKET VALUE MARKET PRICE	CURR ACCR INT PRICE SOURCE	UNREALIZED GAIN UNREALIZED LOSS		
A 17249	FHLB COUPON NOTES 06/06/16 03/01/19	3130A86L2	25	1	1.2000	5,000,000.00	5,000,000.00	30,000.00	0.00		
			26	000	1.2000	5,000,000.00	100.0000000000	IDC			
A 17294	FHLB COUPON NOTES 01/27/17 04/27/20	3130AAJZ2	25	1	1.7500	3,750,000.00	3,715,143.75	22,604.17			
			32	000	1.7500	3,750,000.00	99.0705000000	IDC	-34,856.25		
A 17253	FHLB COUPON NOTES 07/13/16 07/13/20	3130A8NS8	25	1	1.2400	5,000,000.00	4,906,235.00	8,266.67			
			25	000	1.2824	4,996,916.84	98.1247000000	IDC	-90,681.84		
A 17235	FHLB COUPON NOTES 02/26/16 08/26/20	3130A7CT0	25	1	1.5600	10,000,000.00	9,853,410.00	2,166.67			
			26	000	1.5669	9,999,003.04	98.5341000000	IDC	-145,593.04		
A 17278	FHLB COUPON NOTES 11/01/16 09/30/21	3130A9MG3	25	1	1.5000	5,000,000.00	4,852,855.00	31,458.33			
			34	000	1.5508	4,992,675.59	97.0571000000	IDC	-139,820.59		
A 17299	FHLB COUPON NOTES 05/25/17 05/25/22	3130ABH66	25	1	2.0800	5,000,000.00	4,930,225.00	27,733.33			
			30	000	2.0800	5,000,000.00	98.6045000000	IDC	-69,775.00		
SUBTOTAL (Inv Type) 22 FHLB COUPON NOTES						4.64%(M)	1.5486	33,750,000.00	33,257,868.75	122,229.17	.00
							1.5644	33,738,595.47	98.5418330000		-480,726.72
A 17239	FNMA COUPON NOTE 03/24/16 06/07/19	3136G3AQ8	25	1	1.3200	11,500,000.00	11,464,166.00	73,370.00			
			34	000	1.3874	11,494,385.64	99.6884000000	IDC	-30,219.64		
A 17263	FNMA COUPON NOTE 08/10/16 07/26/19	3135G0M91	25	1	1.1250	10,000,000.00	9,944,210.00	10,937.50			
			32	000	1.1546	9,998,566.67	99.4421000000	IDC	-54,356.67		
A 17285	FNMA COUPON NOTE 11/23/16 08/02/19	3136G3K38	25	1	1.2600	5,000,000.00	4,973,780.00	5,075.00			
			30	000	1.3937	4,996,769.35	99.4756000000	IDC	-22,989.35		
A 17252	FNMA COUPON NOTE 06/30/16 09/30/19	3136G3WV3	25	1	1.1000	10,000,000.00	9,917,230.00	46,138.89			
			32	000	1.1000	10,000,000.00	99.1723000000	IDC	-82,770.00		
A 17260	FNMA COUPON NOTE 07/26/16 10/28/19	3135G0J95	25	1	1.3500	5,000,000.00	4,960,945.00	23,062.50			
			33	000	1.3508	4,999,954.08	99.2189000000	IDC	-39,009.08		
A 17246	FNMA COUPON NOTE 05/25/16 02/25/20	3136G3QV0	25	1	1.5000	10,000,000.00	9,900,240.00	40,000.00			
			33	000	1.5000	10,000,000.00	99.0024000000	IDC	-99,760.00		
A 17275	FNMA COUPON NOTE 10/24/16 03/30/20	3135G0Q63	25	1	1.3000	5,000,000.00	4,933,570.00	27,263.89			
			31	000	1.3095	4,999,302.79	98.6714000000	IDC	-65,732.79		
A 17273	FNMA COUPON NOTE 10/13/16 06/30/20	3136G4DC4	25	1	1.3000	5,000,000.00	4,918,595.00	11,013.89			
			32	000	1.3139	4,998,991.52	98.3719000000	IDC	-80,396.52		
A 17258	FNMA COUPON NOTE 07/27/16 07/27/20	3136G3S89	25	1	1.4200	4,025,000.00	3,962,729.23	5,397.97			
			26	000	1.4200	4,025,000.00	98.4529000000	IDC	-62,270.77		
A 17259	FNMA COUPON NOTE 07/28/16 07/28/20	3136G3T39	25	1	1.3500	5,000,000.00	4,909,645.00	6,187.50			
			25	000	1.3500	5,000,000.00	98.1929000000	IDC	-90,355.00		
A 17251	FNMA COUPON NOTE 06/30/16 09/30/20	3136G3WY7	25	1	1.2700	10,000,000.00	9,803,790.00	53,269.44			
			26	000	1.2700	10,000,000.00	98.0379000000	IDC	-196,210.00		
A 17270	FNMA COUPON NOTE 09/29/16 03/29/21	3136G4BD4	25	1	1.3500	5,540,000.00	5,408,264.34	31,578.00			
			33	000	1.3500	5,540,000.00	97.6221000000	IDC	-131,735.66		
A 17266	FNMA COUPON NOTE 08/30/16 05/28/21	3136G33W3	25	1	1.5000	5,800,000.00	5,652,540.80	22,475.00			
			26	000	1.5000	5,800,000.00	97.4576000000	IDC	-147,459.20		
A 17267	FNMA COUPON NOTE 08/30/16 05/28/21	3136G33W3	25	1	1.5000	4,200,000.00	4,093,219.20	16,275.00			
			26	000	1.5000	4,200,000.00	97.4576000000	IDC	-106,780.80		
A 17262	FNMA COUPON NOTE 07/27/16 07/27/21	3136G3T21	25	1	1.6000	5,000,000.00	4,881,670.00	7,555.56			
			34	000	1.6000	5,000,000.00	97.6334000000	IDC	-118,330.00		

FINANCE DEPARTMENT
CITY OF SANTA CLARA
INVESTMENT INVENTORY WITH MARKET VALUE

ATTACHMENT A

PAGE: 4

RUN: 03/01/19 08:45:08

(RPTMKT)

INVESTMENTS OUTSTANDING AS OF 02/28/19
MAJOR SORT KEY IS ICC#

INVEST NUMBER	DESCRIPTION PURCHASE MATURITY DATE	CUSIP	BANK BROK	FUND SAFE	CPN YTM	RATE TR	PAR/SHARES BOOK	MARKET VALUE MARKET PRICE	CURR ACCR PRICE	INT SOURCE	UNREALIZED GAIN UNREALIZED LOSS
A 17276	FNMA COUPON NOTE 11/01/16 09/30/21	3136G4CY7	25 26	1 000	1.5000 1.5423		3,400,000.00 3,395,849.50	3,299,785.00 97.05250000000	21,391.67	IDC	-96,064.50
A 17272	FNMA COUPON NOTE 10/28/16 10/28/21	3136G4EV1	25 32	1 000	1.6250 1.6250		5,000,000.00 5,000,000.00	4,838,060.00 96.76120000000	27,760.42	IDC	-161,940.00
SUBTOTAL (Inv Type) 23 FNMA COUPON NOTE		15.06%(M)			1.3461 1.3644		109,465,000.00 109,448,819.55	107,862,439.57 98.53600700000	428,752.23		.00 -1,586,379.98
A 17215	FNMA MEDIUM TERM NOTE 09/23/15 10/24/19	3136G0T68	25 25	1 000	1.3300 1.3842		10,000,000.00 9,994,754.69	9,921,330.00 99.21330000000	46,919.44	IDC	-73,424.69
A 17225	FNMA MEDIUM TERM NOTE 10/21/15 01/21/20	3135G0A78	25 34	1 000	1.6250 1.3745		10,000,000.00 10,024,141.66	9,919,900.00 99.19900000000	18,055.56	IDC	-104,241.66
A 17226	FNMA MEDIUM TERM NOTE 10/23/15 06/22/20	3135G0D75	25 26	1 000	1.5000 1.4280		10,000,000.00 10,010,368.60	9,863,630.00 98.63630000000	28,749.99	IDC	-146,738.60
A 17238	FNMA MEDIUM TERM NOTE 03/17/16 11/30/20	3135G0F73	25 32	1 000	1.5000 1.6011		10,000,000.00 9,980,592.79	9,818,780.00 98.18780000000	37,916.67	IDC	-161,812.79
A 17279	FNMA MEDIUM TERM NOTE 11/16/16 12/28/20	3135G0H55	25 25	1 000	1.8750 1.5842		5,000,000.00 5,028,024.62	4,942,025.00 98.84050000000	16,406.25	IDC	-85,999.62
A 17248	FNMA MEDIUM TERM NOTE 06/03/16 05/07/21	3136G02F7	25 26	1 000	1.6000 1.4741		2,000,000.00 2,006,036.20	1,959,484.00 97.97420000000	10,133.33	IDC	-46,552.20
A 17268	FNMA MEDIUM TERM NOTE 08/25/16 08/17/21	3135G0N82	25 31	1 000	1.2500 1.2981		10,000,000.00 9,988,424.59	9,699,650.00 96.99650000000	4,861.10	IDC	-288,774.59
A 17271	FNMA MEDIUM TERM NOTE 10/11/16 10/07/21	3135G0Q89	25 31	1 000	1.3750 1.4501		5,000,000.00 4,989,182.22	4,852,805.00 97.05610000000	27,500.00	IDC	-136,377.22
A 17329	FNMA MEDIUM TERM NOTE 10/11/18 01/05/22	3135G0S38	25 32	1 000	2.0000 3.0125		5,000,000.00 4,856,454.95	4,927,300.00 98.54600000000	15,555.56	IDC	70,845.05
A 17310	FNMA MEDIUM TERM NOTE 01/29/18 10/05/22	3135G0T78	25 26	1 000	2.0000 2.4969		5,000,000.00 4,906,722.22	4,906,970.00 98.13940000000	40,555.56	IDC	247.78
SUBTOTAL (Inv Type) 24 FNMA MEDIUM TERM NOTE		9.89%(M)			1.5474 1.6144		72,000,000.00 71,784,702.54	70,811,874.00 98.34982500000	246,653.46		71,092.83 -1,043,921.37
A 17234	FFCB MEDIUM TERM NOTES 02/18/16 02/10/21	3133EFYZ4	25 26	1 000	1.3750 1.4900		10,000,000.00 9,977,927.43	9,775,070.00 97.75070000000	8,020.83	IDC	-202,857.43
A 17316	FFCB MEDIUM TERM NOTES 03/29/18 12/16/22	3133EJGU7	25 34	1 000	2.7100 2.6380		5,000,000.00 5,013,502.67	5,021,580.00 100.43160000000	28,229.17	IDC	8,077.33
A 17332	FFCB MEDIUM TERM NOTES 11/29/18 06/19/23	3133EJSD2	25 30	1 000	2.8900 2.9831		5,000,000.00 4,980,499.40	5,051,720.00 101.03440000000	28,900.00	IDC	71,220.60
A 17327	FFCB MEDIUM TERM NOTES 09/18/18 08/14/23	3133EJWV7	25 31	1 000	2.9000 3.0010		5,000,000.00 4,978,972.11	5,054,015.00 101.08030000000	6,847.22	IDC	75,042.89
A 17331	FFCB MEDIUM TERM NOTES 11/28/18 10/02/23	3133EJD48	25 34	1 000	3.0500 3.0240		7,575,000.00 7,619,559.52	7,712,902.88 101.82050000000	95,623.86	IDC	129,282.53
SUBTOTAL (Inv Type) 26 FFCB MEDIUM TERM NOTES		4.55%(M)			2.4365 2.4843		32,575,000.00 32,570,461.13	32,615,287.88 100.12367700000	167,621.08		283,623.35 -202,857.43

FINANCE DEPARTMENT
CITY OF SANTA CLARA
INVESTMENT INVENTORY WITH MARKET VALUE

ATTACHMENT A

PAGE: 5

RUN: 03/01/19 08:45:08

(RPTMKT)

INVESTMENTS OUTSTANDING AS OF 02/28/19
MAJOR SORT KEY IS ICC#

INVEST NUMBER	DESCRIPTION PURCHASE MATURITY DATE	CUSIP	BANK BROK	FUND SAFE	CPN YTM	RATE TR	PAR/SHARES BOOK	MARKET VALUE MARKET PRICE	CURR ACCR INT PRICE SOURCE	UNREALIZED GAIN UNREALIZED LOSS
A 17261	FFCB COUPON NOTES 07/26/16 10/07/19	3133EGJY2	25	1	1.1400		7,309,000.00	7,250,878.83	33,329.04	
			31	000	1.1999		7,304,740.51	99.20480000000	IDC	-53,861.68
A 17264	FFCB COUPON NOTES 08/11/16 11/25/19	3133EGBK0	25	1	1.3000		10,000,000.00	9,913,230.00	34,666.67	
			34	000	1.3014		9,999,848.46	99.13230000000	IDC	-86,618.46
A 17221	FFCB COUPON NOTES 10/14/15 04/14/20	3130A6JG3	25	1	1.7000		8,950,000.00	8,861,278.65	57,901.53	
			32	000	1.6849		8,951,935.63	99.00870000000	IDC	-90,656.98
A 17255	FFCB COUPON NOTES 07/15/16 10/13/20	3133EGLG8	25	1	1.3700		10,000,000.00	9,809,240.00	52,516.67	
			33	000	1.4079		9,992,704.71	98.09240000000	IDC	-183,464.71
A 17254	FFCB COUPON NOTES 07/12/16 01/12/21	3133EGLH6	25	1	1.4200		10,000,000.00	9,791,890.00	19,327.78	
			32	000	1.4384		9,996,449.85	97.91890000000	IDC	-204,559.85
A 17245	FFCB COUPON NOTES 05/19/16 02/17/21	3133EGAZ8	25	1	1.5800		6,290,000.00	6,170,515.16	3,864.86	
			34	000	1.6200		6,285,201.87	98.10040000000	IDC	-114,686.71
A 17250	FFCB COUPON NOTES 06/23/16 04/05/21	3133EFX36	25	1	1.6800		7,175,000.00	7,045,684.98	48,885.67	
			31	000	1.6198		7,185,300.46	98.19770000000	IDC	-139,615.48
A 17283	FFCB COUPON NOTES 11/18/16 06/14/21	3133EGEV3	25	1	1.6200		5,000,000.00	4,894,310.00	17,325.00	
			31	000	1.7211		4,987,896.46	97.88620000000	IDC	-93,586.46
A 17298	FFCB COUPON NOTES 03/23/17 03/23/22	3133EHDP5	25	1	2.2700		5,000,000.00	4,929,310.00	49,813.89	
			32	000	2.2700		5,000,000.00	98.58620000000	IDC	-70,690.00
A 17301	FFCB COUPON NOTES 06/20/17 06/20/22	3133EHN1	25	1	2.0500		10,000,000.00	9,835,440.00	40,430.56	
			26	000	2.0500		10,000,000.00	98.35440000000	IDC	-164,560.00
A 17337	FFCB COUPON NOTES 01/23/19 01/23/23	3133EJ5R6	25	1	2.9900		5,000,000.00	5,002,530.00	15,780.56	2,530.00
			25	000	2.9900		5,000,000.00	100.05060000000	IDC	
SUBTOTAL (Inv Type) 27 FFCB COUPON NOTES		11.66%(M)			1.6683		84,724,000.00	83,504,307.62	373,842.23	2,530.00
					1.6825		84,704,077.95	98.56039300000		-1,202,300.33
A 17290	FHLMC MEDIUM TERM NOTES 12/20/16 03/27/19	3137EACA5	25	1	3.7500		5,000,000.00	5,004,955.00	80,208.33	
			34	000	1.4151		5,056,535.67	100.09910000000	IDC	-51,580.67
A 17284	FHLMC MEDIUM TERM NOTES 11/22/16 04/15/19	3137EADZ9	25	1	1.1250		5,000,000.00	4,992,375.00	21,250.00	
			34	000	1.2521		4,996,898.77	99.84750000000	IDC	-4,523.77
A 17209	FHLMC MEDIUM TERM NOTES 08/05/15 05/30/19	3137EADG1	25	1	1.7500		10,000,000.00	9,984,410.00	44,236.11	
			30	000	1.3840		10,017,513.83	99.84410000000	IDC	-33,103.83
A 17213	FHLMC MEDIUM TERM NOTES 09/04/15 08/01/19	3137EADK2	25	1	1.2500		6,000,000.00	5,968,380.00	6,250.00	
			25	000	1.3752		5,996,405.05	99.47300000000	IDC	-28,025.05
A 17233	FHLMC MEDIUM TERM NOTES 12/07/15 05/01/20	3137EADR7	25	1	1.3750		10,000,000.00	9,865,200.00	45,833.33	
			32	000	1.6350		9,962,626.01	98.65200000000	IDC	-97,426.01
SUBTOTAL (Inv Type) 28 FHLMC MEDIUM TERM NOTES		5.00%(M)			1.7571		36,000,000.00	35,815,320.00	197,777.77	.00
					1.4380		36,029,979.33	99.48700000000		-214,659.33
A 17289	FHLMC COUPON NOTES 12/15/16 03/14/19	3134GAA79	25	1	1.2500		3,975,000.00	3,973,461.68	10,627.60	
			26	000	1.3182		3,974,352.06	99.96130000000	IDC	-890.38
A 17274	FHLMC COUPON NOTES 10/26/16 04/26/19	3134GASB1	25	1	1.1000		5,000,000.00	4,990,290.00	19,097.22	
			30	000	1.1264		4,999,354.99	99.80580000000	IDC	-9,064.99

FINANCE DEPARTMENT
CITY OF SANTA CLARA
INVESTMENT INVENTORY WITH MARKET VALUE

ATTACHMENT A

PAGE: 6

RUN: 03/01/19 08:45:08

(RPTMKT)

INVESTMENTS OUTSTANDING AS OF 02/28/19
MAJOR SORT KEY IS ICC#

INVEST NUMBER	DESCRIPTION PURCHASE MATURITY DATE	CUSIP	BANK BROK	FUND SAFE	CPN YTM	RATE TR	PAR/SHARES BOOK	MARKET VALUE MARKET PRICE	CURR ACCR PRICE	INT SOURCE	UNREALIZED GAIN UNREALIZED LOSS
A 17288	FHLMC COUPON NOTES 12/23/16 12/23/19	3134GAA61	25	1	1.5500		5,000,000.00	4,954,735.00	14,638.89		
			32	000	1.5778		4,998,653.70	99.09470000000		IDC	-43,918.70
A 17269	FHLMC COUPON NOTES 09/30/16 12/30/20	3134GANV2	25	1	1.5000		5,000,000.00	4,901,565.00	12,708.33		
			32	000	1.5000		5,000,000.00	98.03130000000		IDC	-98,435.00
A 17302	FHLMC COUPON NOTES 07/27/17 04/27/22	3134GBZS4	25	1	2.1500		5,000,000.00	4,905,285.00	37,027.78		
			33	000	2.1500		5,000,000.00	98.10570000000		IDC	-94,715.00
A 17344	FHLMC COUPON NOTES 02/28/19 02/28/23	3134GSZ73	25	1	2.8750		5,000,000.00	4,984,660.00	1,197.92		
			31	000	2.8750		5,000,000.00	99.69320000000		IDC	-15,340.00
A 17325	FHLMC COUPON NOTES 09/13/18 09/13/23	3134GSVB8	25	1	3.2500		3,535,000.00	3,535,950.92	53,614.17		6,960.42
			34	000	3.2871		3,528,990.50	100.02690000000		IDC	
SUBTOTAL (Inv Type) 29 FHLMC COUPON NOTES					4.50%(M)						
					1.9171		32,510,000.00	32,245,947.60	148,911.91		6,960.42
					1.9378		32,501,351.25	99.18778100000			-262,364.07
A 16059	STATE OF CA DEMAND DEP 09/30/97 03/01/19		96	1	2.3665		51,418,174.62	51,418,174.62	216,839.81		0.00
			96	000	2.3665		51,418,174.62	100.00000000000		USERPR	
SUBTOTAL (Inv Type) 99 LOCAL AGENCY INVESTMENT					7.18%(M)						
					2.3665		51,418,174.62	51,418,174.62	216,839.81		.00
					2.3665		51,418,174.62	100.00000000000			
A 17046	MUTUAL FUNDS-FIDELITY 11/01/08 03/01/19		25	1	2.2917		21,218,293.06	21,218,293.06*	.00		0.00
			101	000	2.2917		21,218,293.06	100.00000000000		BOOK	
A 17236	MUTUAL FUNDS-FIDELITY 03/08/16 03/01/19		101	494	1.8411		.00	.00*	.00		0.00
			101	000	1.8411		.00	.00000000000		BOOK	
SUBTOTAL (Inv Type) 305 MUTUAL FUNDS-FIDELITY					2.96%(M)						
					2.2917		21,218,293.06	21,218,293.06	.00		.00
					2.2917		21,218,293.06	100.00000000000			
A 16064	DREYFUS TREASURY CASH MANAGEMEN 10/31/97 03/01/19		20	800	2.2444		2,103,273.31	2,103,273.31	.00		0.00
			102	000	2.2444		2,103,273.31	100.00000000000		USERPR	
A 17201	MUTUAL FUNDS-DREYFUS 06/16/14 03/01/19		5	51	1.5888		.00	.00*	.00		0.00
			102	000	1.5888		.00	.00000000000		BOOK	
SUBTOTAL (Inv Type) 315 MUTUAL FUNDS-DREYFUS					.29%(M)						
					2.2444		2,103,273.31	2,103,273.31	.00		.00
					2.2444		2,103,273.31	100.00000000000			
GRAND TOTAL											
					1.8276		725,513,740.99	716,116,288.66	3,113,690.43		1,684,332.49
					1.9607		721,016,721.09	98.70471800000			-6,338,873.41

* MARKET = BOOK LESS PURCHASE INTEREST