



## **Investment Performance Review For the Fiscal Year Ended September 30, 2017**

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## Summary of Investments

- The Portfolios are of high credit quality and invested in U.S. Treasury, federal agency/GSE, asset-backed securities, corporate notes and commercial paper securities.
- The Investment Portfolio's quarterly total return performance of 0.33% outperformed the benchmark performance of 0.24% by 0.09%. The Portfolio's annual total return performance of 0.84% outperformed the benchmark of 0.24% by 0.60%.
- The CRA Loan Portfolio and the Series 2016 GO Bond Project portfolio provided the City with quarter ending yields to maturity at cost of 1.15% and 1.09% respectively.
- The Portfolios received a combined \$1,262,388.74 in interest earnings during the last 12 months.
- The City remains in compliance with its Investment Policy.
- The Federal Reserve is forecasting higher interest rates over the next year supported by moderate domestic and global growth



## Summary of Balances

Investments	Market Value 30-Sep-17	Market Value 30-Sep-16
Investment Portfolio <sup>1</sup>	28,776,040	35,774,389
CRA Loan Project Fund <sup>1</sup>	1,672,868	5,324,102
2016 GO Bond Project Fund <sup>1</sup>	49,094,840	61,252,829
2016 Cap Imp Revenue Bond <sup>1</sup>	251,538	9,363,696
Florida Prime (SBA)	18,429,333	3,059,869
Suntrust Bank Account	10,663,817	10,472,278
<b>Total</b>	<b>\$108,888,436</b>	<b>\$125,247,164</b>

1. Includes amortized value of securities, accrued interest, and sweep cash.



## Investment Portfolio Performance and Duration

Annual Total Return Performance	9/30/2017	9/30/2016
Investment Portfolio <sup>1</sup>	0.84%	1.27%
BofA ML 1-3 Year U.S. Treasury Index <sup>2</sup>	0.24%	0.88%

Duration (Years) <sup>3</sup>	9/30/2017	9/30/2016
Investment Portfolio <sup>1</sup>	1.81 Years	1.78 Years
BofA ML 1-3 Year U.S. Treasury Index <sup>2</sup>	1.81 Years	1.83 Years

Yield to Maturity at Cost	9/30/2017	9/30/2016
Investment Portfolio <sup>1</sup>	1.41%	1.25%

1. Past performance is not indicative of future results.
2. Bank of America Merrill Lynch Indices provided by Bloomberg Financial Markets.
3. Number is effective duration.



## Bond Proceeds Portfolio Yield and Duration

<b>Yield to Maturity at Cost</b>	<b>9/30/2017</b>	<b>9/30/2016</b>
CRA Loan Project Fund	1.15%	0.85%
2016 GO Bond Project Fund	1.09%	0.95%
2016 Cap Imp Revenue Bond	0.00%	0.46%

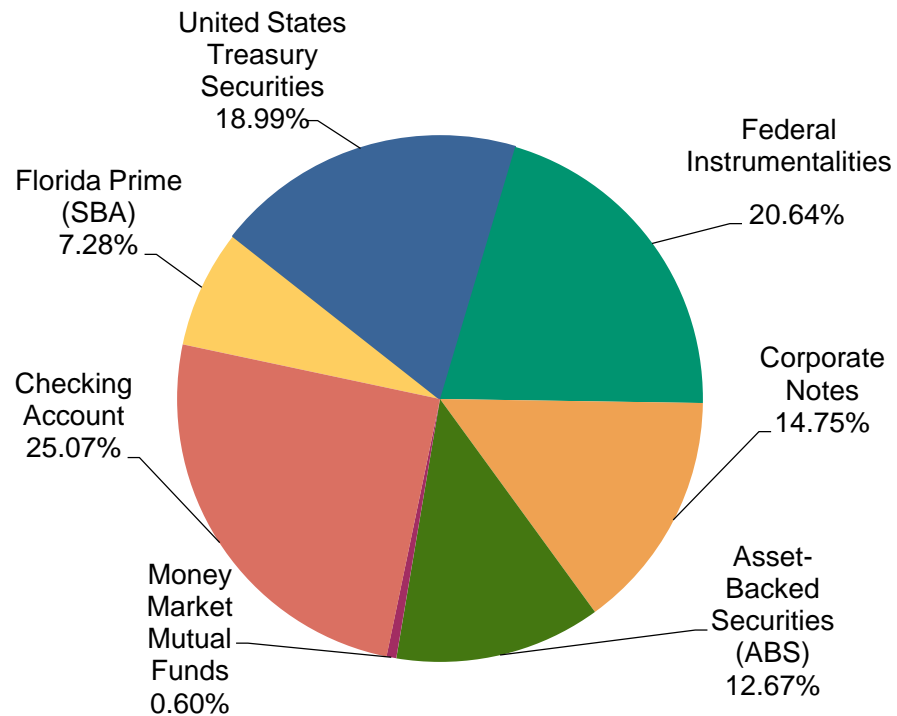
<b>Duration (Years)</b>	<b>9/30/2017</b>	<b>9/30/2016</b>
CRA Loan Project Fund	1.07 Years	0.92 Years
2016 GO Bond Project Fund	0.75 Years	1.39 Years
2016 Cap Imp Revenue Bond	0.00 Years	0.45 Years

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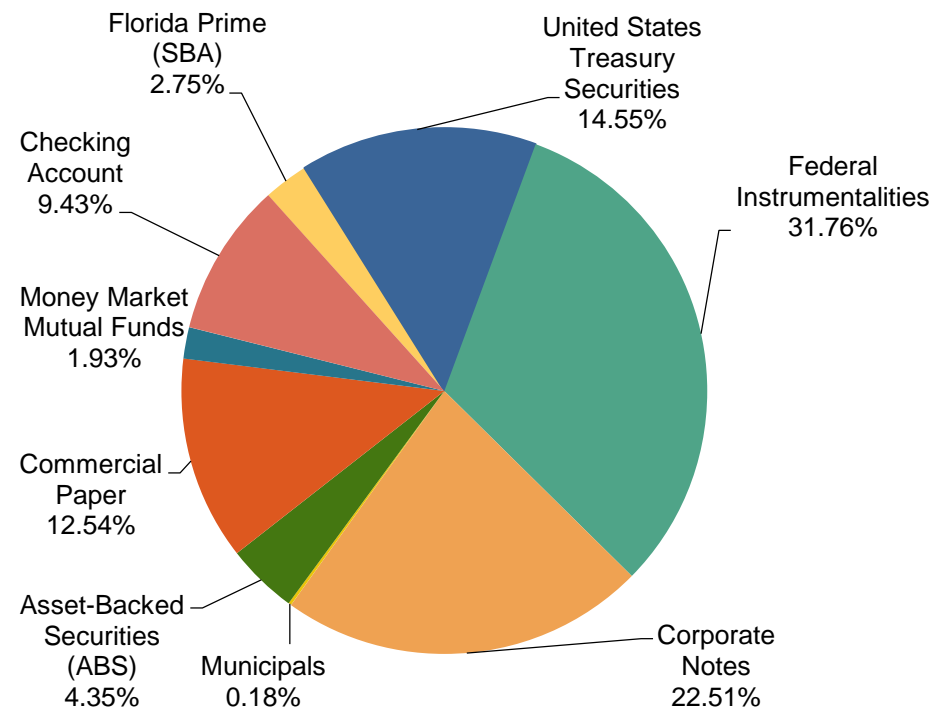


## Investment Portfolio – Asset Allocation

**As of September 30, 2017**



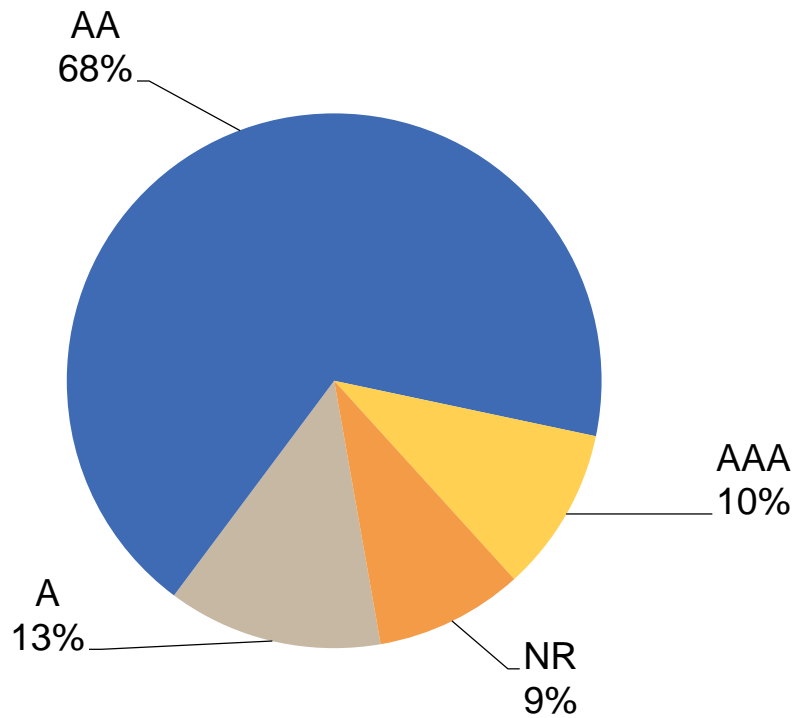
**As of September 30, 2016**



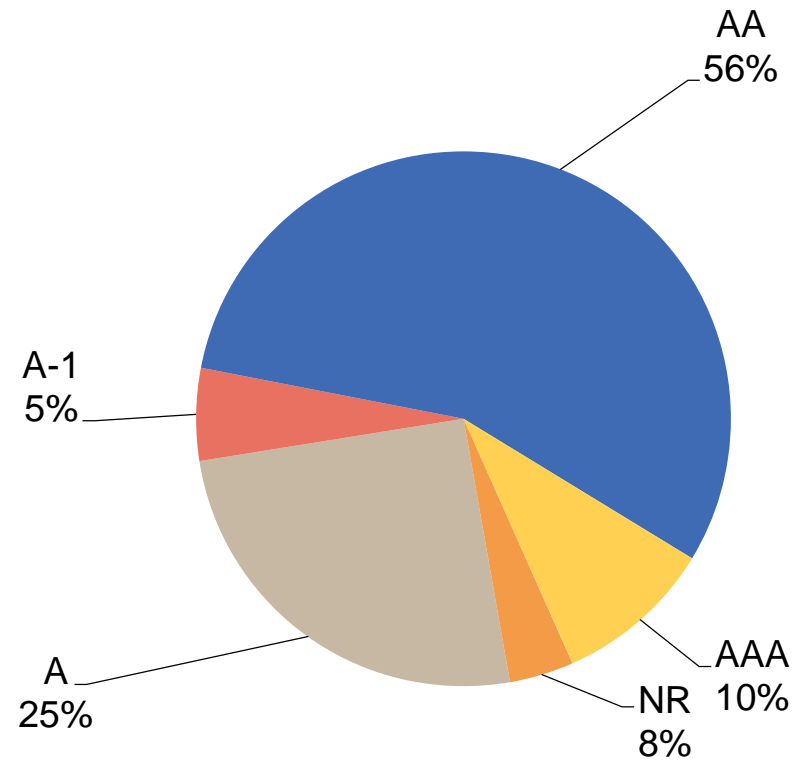


## Investment Portfolio – Credit Quality

As of September 30, 2017

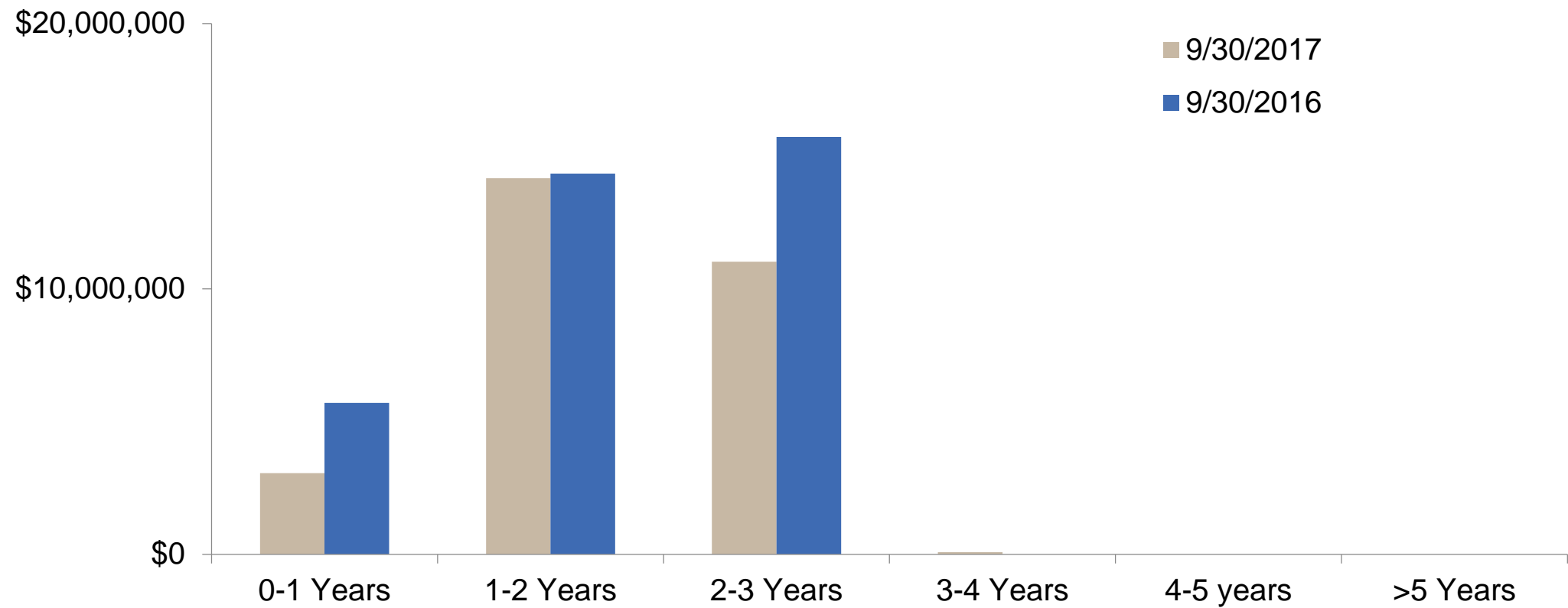


As of September 30, 2016





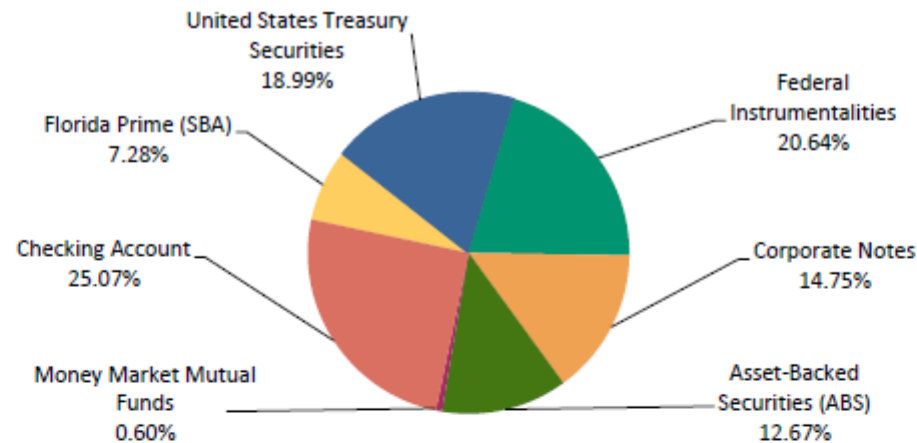
## Investment Portfolio – Duration Distribution







## Investment Policy Compliance – Investment Portfolio



Security Type <sup>1</sup>	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Florida Prime (SBA)	3,098,754.55	7.28%		25%	YES
United States Treasury Securities	8,076,552.57	18.99%		100%	YES
United States Government Agency Securities	-	0.00%		100%	YES
Federal Instrumentalities	8,780,353.45	20.64%	2	75%	YES
Foreign Sovereign Governments	-	0.00%		5%	YES
Foreign Sovereign Agencies	-	0.00%		5%	YES
Corporate Notes	6,273,610.58	14.75%	3	35%	YES
Municipals	-	0.00%		25%	YES
Agency Mortgage-Backed Securities (MBS)	-	0.00%	2	25%	YES
Asset-Backed Securities (ABS)	5,389,095.28	12.67%		25%	YES
Non-Negotiable CD's or Savings Accounts	-	0.00%		10%	YES
Commercial Paper	-	0.00%	3	35%	YES
Repurchase Agreements	-	0.00%		20%	YES
Money Market Mutual Funds	256,428.57	0.60%		20%	YES
Intergovernmental Investment Pool	-	0.00%		25%	YES
Checking Account	10,663,817.49	25.07%		100%	YES

Notes:

1. End of month trade-date amortized cost of portfolio holdings, including accrued interest.

2. Maximum exposure to any one Federal agency, including the combined holdings of Agency debt and Agency MBS, is 40%. The combined total as of September 30, 2017 is 20.64%.

3. Maximum allocation to all corporate and bank credit instruments is 50% combined. The combined total as of September 30, 2017 is 14.75%.

\* No Bond Proceeds



## Investment Policy Compliance – Investment Portfolio

Individual Issuer Breakdown	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Government National Mortgage Association (GNMA)	-	0.00%		40%	YES
Federal Farm Credit Bank (FFCB)	-	0.00%		40%	YES
Federal Home Loan Bank (FHLB)	3,500,615.12	8.23%		40%	YES
Federal National Mortgage Association (FNMA)	3,575,198.77	8.40%		40%	YES
Federal Home Loan Mortgage Corporation (FHLMC)	1,704,539.56	4.01%		40%	YES
American Honda Finance Corporate Notes	130,377.08	0.31%		5%	YES
Apple, Inc. Corporate Notes	360,617.24	0.85%		5%	YES
Bank of Montreal Corporate Notes	150,915.29	0.35%		5%	YES
Bank of New York Company Inc. Corporate Notes	301,714.00	0.71%		5%	YES
Bank of Nova Scotia Corporate Notes	361,608.60	0.85%		5%	YES
Berkshire Hathaway, Inc. Corporate Notes	120,045.84	0.28%		5%	YES
BP Capital Markets Corporate Notes	200,117.87	0.47%		5%	YES
Caterpillar Corporate Notes	270,111.11	0.63%		5%	YES
Goldman Sachs Group, Inc. Corporate Notes	291,424.90	0.69%		5%	YES
Home Depot Corporate Notes	170,897.75	0.40%		5%	YES
HSBC Holdings plc Corporate Notes	300,596.50	0.71%		5%	YES
Intel Corporate Notes	352,401.90	0.83%		5%	YES
JP Morgan Chase & Company Corporate Notes	352,294.13	0.83%		5%	YES
The Walt Disney Corporation Corporate Notes	371,491.09	0.87%		5%	YES
Toronto Dominion Bank Corporate Notes	500,938.09	1.18%		5%	YES
Toyota Motor Corporation Corporate Notes	732,286.83	1.72%		5%	YES
Visa Corporate Notes	91,552.93	0.22%		5%	YES
Wells Fargo & Company Corporate Notes	358,857.08	0.84%		5%	YES
Westpac Banking Corp Corporate Notes	855,362.35	2.01%		5%	YES
Ally Auto Receivables Trust ABS	665,424.36	1.56%		5%	YES
American Express ABS	510,306.76	1.20%		5%	YES
Bank of America ABS	255,154.86	0.60%		5%	YES
Carmax Auto Owner Trust ABS	849,195.58	2.00%		5%	YES
CitiBank Credit Card Issuance Trust ABS	462,429.27	1.09%		5%	YES
CNH Equipment Trust ABS	455,303.81	1.07%		5%	YES



## Investment Policy Compliance – Investment Portfolio

<b>Individual Issuer Breakdown</b>	<b>Amortized Cost (Includes Interest)</b>	<b>Allocation Percentage</b>	<b>Notes</b>	<b>Permitted by Policy</b>	<b>In Compliance</b>
Ford Credit Auto Owner Trust ABS	240,177.45	0.56%		5%	YES
Honda Auto Receivables ABS	275,093.82	0.65%		5%	YES
Hyundai Auto Receivables ABS	485,276.39	1.14%		5%	YES
John Deere ABS	355,218.20	0.84%		5%	YES
Nissan Auto Receivables ABS	465,259.45	1.09%		5%	YES
Toyota Auto Receivables ABS	370,255.33	0.87%		5%	YES
Money Market Fund - Sweep Account	256,428.57	0.60%		20%	YES