



DATE: February 10, 2021
TO: Mayor and City Council
FROM: Steve Groom, Finance Director
RE: January 2021 Investment Transactions

The investment transactions for January 2021 were:

Matured:

- \$2,667,000 Resolution Funding Corp January 15, 2021

Called:

- None

Purchased:

- \$2,000,000 FHLB to mature October 17, 2023

During the current market volatility, the range of investment options for 1- to 3- year maturities during January fluctuated slightly, as the Treasury yield curve ranged between 0.06% to 0.24%. CDs range from 0.05% to 0.15%. The LGIP has an average weighted maturity of about 50 days, so its yield (0.13079% at 1/31) has leveled, purchasing investments are now to fill maturity gaps in a shortened (3-year maturity horizon) ladder to minimize reinvestment risk subject to rates at any one point in time and hedging against further decreasing rate exposure.

This monthly report of all investment transactions complies with RCW 35.39.032 ("The responsible official or committee shall make a monthly report of all investment transactions to the city legislative authority").