

CITY COUNCIL COMMUNICATION



MEETING DATE: January 11, 2022

ITEM NUMBER: 2

SECOND READING:

{{customfields.ResoOrdNumber}}

TYPE OF ITEM: Informational

PRESENTED BY:

Jim Golden, Finance Administration, Jim.Golden@longmontcolorado.gov

SUBJECT/AGENDA TITLE:

Investment Reports For October & November 2021

EXECUTIVE SUMMARY:

The City's investment policy requires that an investment report be prepared and submitted to the City Council on at least a quarterly basis. The reporting provided by our current investment advisor, Public Trust Advisors (PTA), is provided as monthly reporting. The report, generated by PTA, is lengthy, but the information is generally useful to staff so we have not edited it. Attached are the reports for October 2021 and November 2021. As the investment advisor, PTA assists the City in managing our investment portfolio. The arrangement is non-discretionary and, thus, the investment advisor must obtain approval from the City for individual transactions. Investments are limited under the City's Investment Policy. This report includes all of the fixed income investments under the direction of the investment Advisor. At November month-end those amount to \$206.8 million. It also includes \$129.9 million invested by City staff in Local Government Investment Pools (LGIPs). The investments in LGIPs are in pools of highly rated securities and essentially have next day liquidity. LGIP investments are highly liquid. Fixed income investments lose market value in periods of interest rate growth but gain market value in periods of interest rate decline. For the City, a loss is rarely incurred as we typically hold these investments until maturity.

COUNCIL OPTIONS:

1. N/A

RECOMMENDED OPTIONS:

N/A

FISCAL IMPACT & FUND SOURCE FOR RECOMMENDED ACTION:

BACKGROUND AND ISSUE ANALYSIS:

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**ATTACHMENTS:**

Att 1 - City of Longmont Investment Report, October 2021

Att 2 - City of Longmont Investment Report, November 2021