

**CITY OF HOLLYWOOD, FLORIDA
THIRD QUARTER INVESTMENT REPORT**

For the Quarter Ended June 30, 2022

**CITY OF HOLLYWOOD, FLORIDA
SUMMARY OF QUARTERLY INVESTMENT
AND EARNINGS ACTIVITY**

The following is a comparison of the City's investments (by type) and earnings at June 30, 2022 and June 30, 2021:

| Investment Type | At 6/30/22 | | At 6/30/21 | |
|-------------------------------|--------------------|-------------------|--------------------|-------------------|
| | In Millions | % of Total | In Millions | % of Total |
| Demand Deposits | \$64.4 | 9% | \$ 99.0 | 16% |
| Money Market | 235.4 | 34% | 259.5 | 42% |
| LGIP | 151.1 | 21% | 127.5 | 21% |
| SBA | 0.3 | 1% | 127.7 | 21% |
| Managed Investments Portfolio | 250.0 | 36% | 0.0 | 0% |
| | \$ 701.3 | 100% | \$ 613.9 | 100% |

| | | |
|---------------------------------------|---------------|---------------|
| Avg Investment Bal for Quarter | \$694,090,256 | \$617,017,318 |
| Interest for the Quarter | \$255,843 | \$352,044 |
| Interest Year-to-Date | \$1,029,732 | \$1,307,667 |

Portfolio Average Yield:

| | | |
|-----------------|-------|-------|
| For the Quarter | 0.18% | 0.26% |
| Year-to-Date | 0.31% | 0.39% |

Avg 91-Day Treasury Bill Rate:

| | | |
|-----------------|-------|-------|
| For the Quarter | 1.07% | 0.03% |
| Year-to-Date | 0.48% | 0.06% |

Average Fed Funds Rate:

| | | |
|-----------------|-------|-------|
| For the Quarter | 0.77% | 0.07% |
| Year-to-Date | 0.32% | 0.08% |

All year-to-date information shown above is presented on a fiscal year basis.

The City of Hollywood's goal for overall investment performance is to regularly exceed the average rate for 91-day U.S. Treasury Bills and the average Fed Funds rate, which are considered benchmarks for riskless investment transactions and minimum standards to measure the portfolio's overall rate of return.

Schedules 1, 2 and 3, as follows, provide further detail regarding the above information. Schedule 4 provides a short glossary of terms.

**CITY OF HOLLYWOOD, FLORIDA
INVESTMENT PORTFOLIO SUMMARY
BY INVESTMENT TYPE**

SCHEDULE 1

| INVESTMENT TYPE | AT JUNE 30, 2022 | | AT JUNE 30, 2021 | |
|--|-------------------------|-------------|-------------------------|-------------|
| | Book Value | % | Book Value | % |
| DEMAND DEPOSITS, INTEREST BEARING | | | | |
| Pooled | 28,631,909 | | 58,910,619 | |
| SRF Loan Debt Service | 3,413,007 | | 3,111,497 | |
| SRF Loan Repayment Reserve | 0 | | 108 | |
| 2015 Beach CRA Bonds | 870,602 | | 868,972 | |
| 2015 Beach CRA Bonds Debt Service Reserve | 5,885,991 | | 5,874,971 | |
| 2016A Capital Improvement Revenue Bonds | 2,321,847 | | 2,389,510 | |
| Hollywood Downtown CRA | 15,059,210 | | 5,139,433 | |
| 2020A Capital Improvement Revenue Bonds | 7,356,185 | | 7,892,072 | |
| 2020B Capital Improvement Revenue Bonds | 836,926 | | 1,627,024 | |
| Hollywood Beach CRA | 235 | | 13,254,786 | |
| Total Demand Deposits | 64,375,911 | 9% | 99,068,992 | 16% |
| MONEY MARKET: | | | | |
| Pooled | 185,670,262 | | 219,524,096 | |
| 2003 Water & Sewer Rate Stabilization Fund | 10,000,000 | | 10,000,000 | |
| Hollywood Beach CRA - CNB | 39,758,352 | | 30,063,219 | |
| Total Money Market | 235,428,615 | 34% | 259,587,315 | 42% |
| LOCAL GOVERNMENT INVESTMENTS POOL (LGIP): | | | | |
| Pooled - FL CLASS | 21,300,659 | | 75,508,171 | |
| Pooled - FL PALM | 90,079,680 | | 10,016,562 | |
| General Obligation Bond 2019 - FL CLASS | 39,715,507 | | 42,033,509 | |
| Total LGIP | 151,095,846 | 21% | 127,558,242 | 21% |
| Florida Local Government Surplus Funds Trust (SBA): | | | | |
| Pooled - Florida Prime | 333,508 | | 127,766,592 | |
| Total SBA | 333,508 | 0% | 127,766,592 | 21% |
| MANAGED INVESTMENTS PORTFOLIO: | | | | |
| Pooled - Public Trust | 250,033,398 | | - | |
| Total Managed Investments Portfolio: | 250,033,398 | 36% | - | 0% |
| TOTAL INVESTMENTS | 701,267,279 | 100% | 613,981,141 | 100% |

**CITY OF HOLLYWOOD, FLORIDA
INVESTMENT PORTFOLIO SUMMARY
Pooled Investments vs. Restricted Use**

SCHEDULE 2

| <u>INVESTMENT TYPE</u> | <u>AT JUNE 30, 2022</u> | | <u>AT JUNE 30, 2021</u> | |
|--|-------------------------|-------------|-------------------------|-------------|
| | <u>Book Value</u> | <u>%</u> | <u>Book Value</u> | <u>%</u> |
| POOLED INVESTMENTS: | | | | |
| DEMAND DEPOSITS | 28,631,909 | 4% | 58,910,619 | 10% |
| MONEY MARKET | 185,670,262 | 26% | 219,524,096 | 36% |
| LGIP | 111,380,339 | 16% | 85,524,733 | 14% |
| SBA | 333,508 | 0% | 127,766,592 | 21% |
| MANAGED INVESTMENTS PORTFOLIO | 250,033,398 | 36% | 0 | 0% |
| Total Pooled Investments | <u>576,049,416</u> | <u>82%</u> | <u>491,726,040</u> | <u>80%</u> |
| RESTRICTED USE: | | | | |
| DEMAND DEPOSITS | | | | |
| SRF Loan Debt Service | 3,413,007 | | 3,111,497 | |
| SRF Loan Repayment Reserve | 0 | | 108 | |
| 2015 Beach CRA Bonds | 870,602 | | 868,972 | |
| 2015 Beach CRA Bonds Debt Service Reserve | 5,885,991 | | 5,874,971 | |
| 2016A Capital Improvement Revenue Bonds | 2,321,847 | | 2,389,510 | |
| Hollywood Downtown CRA | 15,059,210 | | 5,139,433 | |
| 2020A Capital Improvement Revenue Bonds | 7,356,185 | | 7,892,072 | |
| 2020B Capital Improvement Revenue Bonds | 836,926 | | 1,627,024 | |
| Hollywood Beach CRA | 235 | | 13,254,786 | |
| Total Demand Deposits | <u>35,744,003</u> | <u>5%</u> | <u>40,158,373</u> | <u>7%</u> |
| MONEY MARKET | | | | |
| 2003 Water & Sewer Rate Stabilization Fund | 10,000,000 | | 10,000,000 | |
| Hollywood Beach CRA - CNB | 39,758,352 | | 30,063,219 | |
| Total Money Market | <u>49,758,352</u> | <u>7%</u> | <u>40,063,219</u> | <u>7%</u> |
| LOCAL GOVERNMENT INVESTMENTS POOL | | | | |
| General Obligation Bond 2019 | 39,715,507 | | 42,033,509 | |
| Total LGIP | <u>39,715,507</u> | <u>6%</u> | <u>42,033,509</u> | <u>7%</u> |
| Total Restricted Use | <u>125,217,862</u> | <u>18%</u> | <u>122,255,101</u> | <u>20%</u> |
| TOTAL INVESTMENTS | <u>701,267,279</u> | <u>100%</u> | <u>613,981,141</u> | <u>100%</u> |

CITY OF HOLLYWOOD, FLORIDA
 INVESTMENT INCOME SUMMARY
 AT JUNE 30, 2022

SCHEDULE 3

| INVESTMENT TYPE | BALANCE AT 6/30/22 | INTEREST INCOME | | | | WEIGHTED AVG YLD | |
|--|-----------------------|------------------|---------------|------------------|---------------|------------------|-------------------|
| | | YTD 6/30/22 | % OF TOTAL | QTR 6/30/22 | % OF TOTAL | YTD* 6/30/22 | QTD**^ 6/30/22 |
| DEMAND DEPOSITS, INTEREST BEARING: | | | | | | | |
| Pooled (Wells Fargo) | 16,458,374 | 76,985 | | 22,805 | | | |
| Pooled (TD) | 12,077,745 | 15,541 | | 9,525 | | | |
| Pooled (Synovus) | 95,790 | 4,181 | | 935 | | | |
| SRF Loan Debt Service | 3,413,007 | 4,614 | | 1,723 | | | |
| 2015 Beach CRA Bonds | 870,602 | 1,208 | | 450 | | | |
| 2015 Beach CRA Bonds Debt Service Reserve | 5,885,991 | 8,074 | | 2,950 | | | |
| 2016A Capital Improvement Revenue Bonds | 2,321,847 | 3,230 | | 1,177 | | | |
| Hollywood Downtown CRA | 15,059,210 | 751 | | - | | | |
| 2020A Capital Improvement Revenue Bonds | 7,356,185 | 10,451 | | 3,718 | | | |
| 2020B Capital Improvement Revenue Bonds | 836,926 | 1,676 | | 474 | | | |
| Hollywood Beach CRA | 235 | 20,957 | | 8,689 | | | |
| Total Demand Deposits | 64,375,911 | 147,667 | 14% | 52,446 | 10% | 0.04% | 0.03% |
| MONEY MARKET: | | | | | | | |
| Pooled (BankUnited) | 40,793,754 | 99,265 | | 64,777 | | | |
| Pooled (City National) | 84,487,444 | 182,182 | | 87,933 | | | |
| 2003 Water & Sewer Rate Stabilization Fund | 10,000,000 | 26,015 | | 13,139 | | | |
| Hollywood Downtown CRA (City National) | 39,758,352 | 133,539 | | 79,945 | | | |
| Pooled (First Horizon fka Iberia) | - | 12,184 | | 24 | | | |
| Pooled (Centennial) | 20,364,031 | 24,281 | | 9,063 | | | |
| Pooled (US Century) | 40,025,033 | 24,953 | | 21,197 | | | |
| Total Money Market | 235,428,615 | 502,419 | 49% | 276,078 | 51% | 0.15% | 0.16% |
| LOCAL GOVERNMENT INVESTMENTS POOL(LGIP): | | | | | | | |
| Pooled (FL CLASS) | 21,300,659 | 55,080 | | 39,321 | | | |
| Pooled (FL PALM) | 90,079,680 | 172,839 | | 99,071 | | | |
| General Obligation Bond 2019 (FL CLASS) | 39,715,507 | 98,542 | | 75,278 | | | |
| Total LGIP | 151,095,846 | 326,461 | 32% | 213,670 | 39% | 0.11% | 0.16% |
| Florida Local Government Surplus Funds Trust (SBA): | | | | | | | |
| Pooled (Florida Prime) | 333,508 | 24,682 | | 705 | | | |
| Total SBA | 333,508 | 24,682 | 2% | 705 | 0% | 0.01% | 0.00% |
| SUBTOTAL INVESTMENTS | 451,233,880 | 1,001,229 | 97% | 542,899 | 100% | 0.31% | 0.35% |
| MANAGED INVESTMENTS PORTFOLIO: | | | | | | | |
| Pooled - Public Trust | 250,033,398 | 28,503 | | (287,056) | | | |
| Total Managed Investments Portfolio | 250,033,398 | 28,503 | 3% | (287,056) | 100% | 0.00% | -0.17% |
| TOTAL INVESTMENTS | 701,267,279 | 1,029,732 | 100% | 255,843 | 100% | 0.31% | 0.18% |

Note: Exclusive of unrealized market adjustments and arbitrage rebate liabilities.
 Return based on average portfolio balance to address negative return component.
 *YTD - 10/01/21-09/30/22 **QTD - 4/01/22-6/30/22

| BENCHMARKS (Average Rates): | YTD* | QTD** |
|------------------------------------|-------------|--------------|
| 91 Day Treasury Bill: | 0.48% | 1.07% |
| Fed Funds Rate: | 0.32% | 0.77% |

**CITY OF HOLLYWOOD, FLORIDA
INVESTMENT REPORT GLOSSARY**

Book Value - The carrying amount of the investment in the City's financial records, in accordance with generally accepted accounting principles.

Certificate of Deposit - A non-negotiable certificate proving the deposit of a sum of money for a specified period of time at a specified interest rate with a bank. The City invests only with banks participating in the State of Florida's "Public Depository" program which guarantees such investments.

Demand Deposit – An account balance that can be drawn on by check, cash withdrawal, or wire transfer without prior notice to the bank (also referred to as a checking account). All of the City's demand deposit accounts are interest-bearing. Monies maintained in this account are considered public deposits and collateralized by the corresponding bank in accordance with Florida Statutes Chapter 280.

Fed Funds Rate - The interest rate that banks charge each other for overnight loans generally to meet Fed reserve requirements.

Money Market Account - An investment vehicle that allows for the pooling and investing of numerous investors' assets in traditional money market instruments, typically U.S. government securities and instrumentalities. With the exception of some small balance reserve accounts overseen by a bank trustee, all the money market accounts included in the report total are considered public deposits and collateralized by the corresponding bank in accordance with Florida Statutes Chapter 280.

Par Value - The face (stated) value of the security.

Stated Interest Rate - The annual rate of interest that the issuer promises to pay to the security holder.

U.S. Government Agencies – Bonds, debentures, notes or callables issued or guaranteed by United States Government agencies, provided such obligations are backed by the full faith and credit of the United States Government and have an active secondary market.

U.S. Treasury Bills and Notes - Obligations of the United States Treasury. These securities are among the most widely used investment vehicles. Payment of principal and interest is backed by the full faith and credit of the United States government. The market for Treasury securities is among the most liquid in the world, with billions of dollars in securities changing hands daily. Treasury bills are short-term investments of under one year, while Treasury notes have a duration of between one and ten years.

U.S. Instrumentalities - Securities issued by banks or corporations chartered by the Federal government. Although they are not backed by the full faith and credit of the U.S. government, applicable federal law makes them highly secure. Among these investments are notes and bonds issued by the Federal Home Loan Mortgage Corporation (FHLMC), Federal Home Loan Banks (FHLB), Federal National Mortgage Association (FNMA), and the Federal Farm Credit Banks (FFCB).

Weighted Average Yield - Daily averages are used to calculate all quarter-to-date and year-to-date yields. All year-to-date percentages shown are presented on a fiscal year basis.

Yield to Maturity - Annualized overall rate of return, considering the time value of money and compounding of interest.