

Appendix H - Investments

Investment Report

Investment income in 2021 was \$181,281

At the time of writing this report, FIN – 01 stipulates no more than 50% of the City's investments should be concentrated in any one Schedule I Bank. As previously communicated the City's investments were historically in one Schedule I Bank. Financial Services added one Credit Union and is in the processes of adding one additional bank to bring the City in compliance with its policy.

Investment Performance

The City experienced a favorable budget to actual variance in Trimester 1 despite the low interest rate environment. As the City's remaining GIC's are maturing Council can expect investment income to moderate in the following trimesters.

	Trimester 1	Trimester 2	Trimester 3	Total	Annualized Return
Actual	69,737	59,916	51,628	181,281	1.01%
Budget	35,000	35,000	35,000	105,000	
Variance	34,737	24,916	16,628	76,281	

Investment Term Holdings

Funds	Book Value	Weight
Investments < 1 Year	4,500,000	24.3%
Cash	14,004,683	75.7%
Total Portfolio	18,504,683	100.0%

Financial Services highlights that the investment to cash ratio is temporarily skewed to cash as a result of lower interest rates and the interest rate floor that our bank account has provided. Should interest rates rise the investment to cash ratio will move towards investments.

Investments

Institution	Type of Investment^	Purchased Amount	Interest Rate	Maturity Date	Percentage of Holdings
Meridian	Credit Union - GIC	500,000	0.95%	2022-06-25	2.3%
Meridian	Credit Union - GIC	500,000	1.10%	2022-12-25	2.3%
Meridian	Credit Union - GIC	500,000	1.24%	2023-06-25	2.3%
Scotiabank	Bank - GIC	3,000,000	0.75%	2022-12-23	13.6%
Total excluding cash		4,500,000			20.3%
Primarily CIBC	Chequing Account	14,004,683	0.450%/ 0.600%		63.3%
Scotiabank	Chequing Account	3,632,702	0.45%		16.4%
Total including Cash *		22,137,385			100.0%

^The City does not own any of its own long-term or short-term debentures.

* All figures are in Canadian dollars.