

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

For the Quarter Ended September 30, 2019

**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 September 30, 2019 and September 30, 2018:

<b>Investment Type</b>	<b>At 09/30/19</b>		<b>At 09/30/18</b>	
	<b>In Millions</b>	<b>% of Total</b>	<b>In Millions</b>	<b>% of Total</b>
Demand Deposits	\$ 135.2	28%	\$ 57.9	14%
U.S. Instrumentalities	25.0	5%	55.0	14%
Certificate of Deposit	65.6	14%	125.5	32%
Money Market	102.2	21%	78.4	20%
LGIP	137.4	29%	50.2	13%
Overnight Sweep Repur Ag	16.0	3%	30.9	8%
	<b>\$481.4</b>	<b>100%</b>	<b>\$397.9</b>	<b>100%</b>

<b>Av. Investment Bal For Quarter</b>	\$459,314,626	\$405,315,548
<b>Interest for the Quarter</b>	\$2,475,325	\$1,749,748
<b>Interest Year-To-Date</b>	\$9,057,046	\$5,879,001

**Portfolio Average Yield:**

For the Quarter	2.17%	1.70%
Year-To-Date	2.14%	1.47%

**Av. 91-Day Treasury Bill Rate:**

For the Quarter	1.98%	2.04%
Year-To-Date	2.25%	1.66%

**Average Fed Funds Rate:**

For the Quarter	2.19%	1.92%
Year-To-Date	2.30%	1.58%

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**

<b>INVESTMENT TYPE</b>	<b>AT SEPTEMBER 30, 2019</b>		<b>AT SEPTEMBER 30, 2018</b>	
	<b>Book Value</b>	<b>%</b>	<b>Book Value</b>	<b>%</b>
<b>DEMAND DEPOSITS, INTEREST BEARING</b>				
Pooled	44,569,515		19,995,806	
SRF Loan Debt Service	2,886,931		2,871,973	
SRF Loan Repayment Reserve	667,824		653,956	
2010 Water & Sewer Bonds - DS Reserve	3,080,509		3,016,542	
2015 Bch CRA Bonds Account	2,722,900		6,279,818	
2015 Bch CRA Bonds Acct Debt Svc Res	5,795,687		5,675,339	
2016A CAP IMP REV REF Bonds	2,919,120		3,511,162	
CRA Beach	2,411,382		15,878,103	
Hollywood Beach CRA	125,000		0	
2019 GOBond	70,000,000			
<b>Total Demand Deposits</b>	<b>135,178,869</b>	<b>28%</b>	<b>57,882,699</b>	<b>14%</b>
<b>U.S. INSTRUMENTALITIES:</b>				
Pooled	25,000,000		55,000,000	
<b>Total U.S. Instrumentalities</b>	<b>25,000,000</b>	<b>5%</b>	<b>55,000,000</b>	<b>14%</b>
<b>CERTIFICATE OF DEPOSIT:</b>				
Pooled	65,648,900		125,519,814	
<b>Total Certificate of Deposit</b>	<b>65,648,900</b>	<b>14%</b>	<b>125,519,814</b>	<b>32%</b>
<b>MONEY MARKET:</b>				
Pooled	85,999,706		64,067,439	
2003 Water & Sewer Rate Stabilization Fund	10,000,000		10,000,000	
DT CRA Note 2015 Series-TIAA Bank	0		0	
CRA Downtown-TIAA Bank	6,223,235		4,308,530	
<b>Total Money Market</b>	<b>102,222,941</b>	<b>21%</b>	<b>78,375,969</b>	<b>20%</b>
<b>Local Government Investment Pool (LGIP):</b>				
Pooled	137,432,658		50,247,667	
<b>Total LGIP</b>	<b>137,432,658</b>	<b>29%</b>	<b>50,247,667</b>	<b>13%</b>
<b>OVERNIGHT SWEEP REPURCHASE AGREEMENT:</b>				
Sweep Master Concentration Acct (Wells Fargo)	384,822		15,304,407	
Sweep HWD Beach CRA (Wells Fargo)	15,580,829		15,572,594	
<b>Total Overnight Sweep Repur Agree:</b>	<b>15,965,651</b>	<b>3%</b>	<b>30,877,001</b>	<b>8%</b>
<b>TOTAL INVESTMENTS</b>	<b>481,449,018</b>	<b>100%</b>	<b>397,903,150</b>	<b>100%</b>

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

**SCHEDULE 1A**

<u>INVESTMENT TYPE</u>	<u>AT SEPTEMBER 30, 2019</u>		<u>AT SEPTEMBER 30, 2018</u>	
	<u>Book Value</u>	<u>%</u>	<u>Book Value</u>	<u>%</u>
<b>POOLED INVESTMENTS:</b>				
<b>DEMAND DEPOSITS</b>	44,569,515	9%	19,995,806	5%
<b>U.S. INSTRUMENTALITIES</b>	25,000,000	5%	55,000,000	14%
<b>CERTIFICATE OF DEPOSIT</b>	65,648,900	14%	125,519,814	32%
<b>MONEY MARKET</b>	85,999,706	18%	64,067,439	16%
<b>LGIP</b>	137,432,658	29%	50,247,667	13%
<b>OVERNIGHT SWEEP REPUR AGREEMENT</b>	384,822	0%	15,304,407	4%
<b>Total Pooled Investments</b>	<u>359,035,601</u>	<u>75%</u>	<u>330,135,133</u>	<u>83%</u>
<b>RESTRICTED USE:</b>				
<b>DEMAND DEPOSITS</b>				
SRF Loan Debt Service	2,886,931		2,871,973	
SRF Loan Repayment Reserve	667,824		653,956	
2010 Water & Sewer Bonds - DS Reserve	3,080,509		3,016,542	
2010 Water & Sewer Bonds - Wells Fargo	0		0	
2015 Bch CRA Bonds Account-SYN	2,722,900		6,279,818	
2015 Bch CRA Bonds Acct Debt Svc Res-SYN	5,795,687		5,675,339	
2016A CAP IMP REV REF Bonds-SYN	2,919,120		3,511,162	
CRA Beach-SYN	2,411,382		15,878,103	
Hollywood Beach CRA-Wells Fargo	125,000		0	
2019 GOBond-Wells Fargo	70,000,000		0	
<b>Total Demand Deposits</b>	<u>90,609,353</u>	<u>19%</u>	<u>37,886,893</u>	<u>10%</u>
<b>U.S. INSTRUMENTALITIES</b>				
<b>Total U.S. Instrumentalities</b>	<u>-</u>	<u>0%</u>	<u>-</u>	<u>0%</u>
<b>MONEY MARKET</b>				
2003 Water & Sewer Rate Stabilization Fund	10,000,000		10,000,000	
CRA Downtown-TIAA Bank	6,223,235		4,308,530	
<b>Total Money Market</b>	<u>16,223,235</u>	<u>3%</u>	<u>14,308,530</u>	<u>3%</u>
<b>OVERNIGHT SWEEP REPURCHASE AGREEMENT</b>				
Sweep HWD Beach CRA (Wells Fargo)	15,580,829		15,572,594	
<b>Total Overnight Sweep Repur Agree</b>	<u>15,580,829</u>	<u>3%</u>	<u>15,572,594</u>	<u>4%</u>
<b>Total Restricted Use</b>	<u>122,413,417</u>	<u>25%</u>	<u>67,768,017</u>	<u>17%</u>
<b>TOTAL INVESTMENTS</b>	<u>481,449,018</u>	<u>100%</u>	<u>397,903,150</u>	<u>100%</u>

CITY OF HOLLYWOOD, FLORIDA  
 U.S. SECURITIES HELD AT SEPTEMBER 30, 2019

SCHEDULE 2

<u>INVESTMENT TYPE</u>	<u>Maturity Date</u>	<u>Stated Interest Rate</u>	<u>Yield To Maturity</u>	<u>Par Value</u>	<u>Book Value</u>	<u>Market Value</u>
<b>U.S. INSTRUMENTALITIES:</b>						
Purchased FFCB Note 10/24/16	10/24/19	1.210%	1.210%	5,000,000	5,000,000	4,997,975
Purchased FFCB Note 12/27/16	12/27/19	1.700%	1.700%	10,000,000	10,000,000	9,995,677
Purchased FHLMC Note 12/30/16	12/30/19	1.500%	1.500%	10,000,000	10,000,000	9,990,079
Total U.S. Instrumentalities				<u>25,000,000</u>	<u>25,000,000</u>	<u>24,983,731</u>
<b>TOTAL U.S. SECURITIES</b>				<b><u>25,000,000</u></b>	<b><u>25,000,000</u></b>	<b><u>24,983,731</u></b>

CITY OF HOLLYWOOD, FLORIDA  
INVESTMENT INCOME SUMMARY  
AT SEPTEMBER 30, 2019

SCHEDULE 3

INVESTMENT TYPE	BALANCE AT 9/30/19	INTEREST INCOME				WEIGHTED AVG YLD	
		YTD 9/30/19	% OF TOTAL	QTR 9/30/19	% OF TOTAL	YTD* 9/30/19	QTD** 9/30/19
<b>DEMAND DEPOSITS, INTEREST BEARING:</b>							
Pooled (Wells Fargo)	5,026,834	119,613		63,955			
(TD Bank)	36,672,002	106,508		97,111			
Pooled (Synovus Bank)	2,870,679	44,569,515		101,811			
SRF Loan Debt Service	2,886,931	73,126		18,340			
SRF Loan Repayment Reserve	667,824	13,867		3,489			
2010 Water Sewer Bonds - DS Reserve	3,080,509	63,967		16,094			
2015 Bch CRA Bonds Account- SYN	2,722,900	121,642		21,981			
2015 Bch CRA Bonds Acct Debt Svc Res- SYN	5,795,687	120,348		30,280			
2016A CAP IMP REV REF Bonds- SYN	2,919,120	74,286		18,564			
CRA Beach-SYN	2,411,382	524,129		29,629			
CRA BCH-Wells Fargo	125,000	0		-			
2019 GOBond-Wells Fargo	70,000,000	0		-			
<b>Total Demand Deposits</b>	<b>135,178,869</b>	<b>1,444,100</b>	<b>16%</b>	<b>401,255</b>	<b>16%</b>	<b>0.34%</b>	<b>0.34%</b>
<b>U.S. INSTRUMENTALITIES:</b>							
Pooled	25,000,000	656,464		104,875			
<b>Total U.S. Instrumentalities</b>	<b>25,000,000</b>	<b>656,464</b>	<b>7%</b>	<b>104,875</b>	<b>4%</b>	<b>0.10%</b>	<b>0.06%</b>
<b>CERTIFICATE OF DEPOSIT;</b>							
Pooled	65,648,900	2,022,860		433,572			
<b>Total Certificate of Deposit</b>	<b>65,648,900</b>	<b>2,022,860</b>	<b>22%</b>	<b>433,572</b>	<b>18%</b>	<b>0.42%</b>	<b>0.34%</b>
<b>MONEY MARKET:</b>							
Pooled (BankUnited)	30,906,015	247,789		137,194			
Pooled (City National Bank)	44,881,575	640,420		262,881			
2003 Water & Sewer Rate Stabilization Fund	10,000,000	234,907		61,803			
CRA Downtown (TIAA Bank)	6,223,235	150,888		32,129			
Pooled (TIAA Bank)	51,988	44,129		14,391			
Pooled (Iberia Bank)	41,765	243,825		17,811			
Pooled (Leumi Bank)	34,583	146,402		161			
Pooled (Centennial Bank)	10,083,780	83,780		58,014			
<b>Total Money Market</b>	<b>102,222,941</b>	<b>1,792,140</b>	<b>20%</b>	<b>584,384</b>	<b>24%</b>	<b>0.44%</b>	<b>0.55%</b>
<b>LOCAL GOVERNMENT INVESTMENT POOL(LGIP):</b>							
Pooled (FLCLASS)	92,233,375	1,985,709		540,518			
Pooled (FLPRIME)	45,199,283	199,283		199,283			
<b>Total LGIP</b>	<b>137,432,658</b>	<b>2,184,992</b>	<b>24%</b>	<b>739,801</b>	<b>30%</b>	<b>0.60%</b>	<b>0.70%</b>
<b>OVERNIGHT SWEEP REPURCHASE AGREEMENT:</b>							
Sweep Master Concentration Acct (Wells Fargo)	384,822	625,098		129,132			
Sweep HWD Beach CRA (Wells Fargo)	15,580,829	331,392		82,306			
<b>Total Overnight Sweep Repur Agmt</b>	<b>15,965,651</b>	<b>956,490</b>	<b>11%</b>	<b>211,438</b>	<b>9%</b>	<b>0.24%</b>	<b>0.18%</b>
<b>TOTAL INVESTMENTS</b>	<b>481,449,018</b>	<b>9,057,046</b>	<b>100%</b>	<b>2,475,325</b>	<b>100%</b>	<b>2.14%</b>	<b>2.17%</b>

Note: Interest does not reflect change in FV of investments and arbitrage rebate liabilities.

BENCHMARKS (Average Rates):	YTD*	QTD**
91 Day Treasury Bill:	2.25%	1.98%
Fed Funds Rate:	2.30%	2.19%

\*YTD - 10/01/18-09/30/19 \*\*QTD - 07/01/19-09/30/19

**CITY OF HOLLYWOOD, FLORIDA**  
**SCHEDULE 4: 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.