

2022 Investment Report

Presented To:	Finance and Administration Committee
Meeting Date:	June 20, 2023
Type:	Correspondence for Information Only
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Recommended by:	General Manager of Corporate Services

Report Summary

This report provides information regarding the investment activities for the year and certifies that all investments made in the year 2021 followed both City's Investment Policy (Bylaw 2010-246F) and Ontario Regulations 655/05.

Relationship to the Strategic Plan, Health Impact Assessment and Community Energy & Emissions Plan (CEEP)

This report refers to operational matters and has no direct connection to the Community Energy & Emissions Plan.

Financial Implications

There are no financial implications associated with this report.

Background

In accordance with the City's Investment Policy (Bylaw 2010-246F), there is a requirement that the Treasurer present an investment report to Council annually.

This report summarizes the investment activities for the year and certifies that all investments made in the year 2022 were in compliance with both the policy and the Ontario Regulation 655/05.

The City of Greater Sudbury's investment portfolio, at cost, was as follows:

	December 31, 2022	December 31, 2021
Long Term Investment	\$149,999,243	\$137,950,459
Short Term Investment	\$521,399,388	\$412,567,128
Total Investment Portfolio	\$671,398,631	\$550,517,587

The breakdown of these investments is as follows:

	December 31, 2022	December 31, 2021
Canadian Bonds	\$2,403,553	\$0
Provincial Bonds	\$122,015,709	\$162,586,978
Municipal Bonds	\$12,908,581	\$13,308,611
Term Deposits, GIC's, etc	\$534,070,788	\$374,621,998
Total	\$671,398,631	\$550,517,587

During the year, 89 (2021 - 55) separate investment transactions were completed. Interest earned on investments, excluding capital gains, plus interest earned on average daily bank balances, yielded an average rate of return of 2.31% (2021 – 1.27%).

Interest earnings of \$5,216,188 (2021 - \$2,462,826) were credited to reserve and trust funds. The balance of investment income was earned by capital and operating funds. In accordance with the investment policy, the investment income earned by the capital fund was attributed to the operating fund. Including interest earned from the bank, other sources, and capital gains, the operating fund was credited with \$11,713,039 (budget \$5,005,000) interest revenue, the most significant factor in the 2022 operating surplus. In 2021, \$5,058,103 of interest revenue was credited to the operating fund.