

For Information Only

2019 Investment Report

Presented To: Finance and
Administration
Committee

Presented: Tuesday, Jul 07, 2020

Report Date Friday, May 22, 2020

Type: Correspondence for
Information Only

Resolution

For Information Only

Relationship to the Strategic Plan / Health Impact Assessment

This report supports Council's strategic pillar of Responsive, Fiscally Prudent, Open Governance.

Report Summary

This report summarizes the investment activities for the year and certifies that all investments made in the year 2019 were in compliance with both City's Investment Policy (Bylaw 2010-246F) and Ontario Regulation 655/05.

Financial Implications

There are no financial implications associated with this report.

Signed By

Division Review

Ed Stankiewicz
Executive Director of Finance, Assets
and Fleet
Digitally Signed May 22, 20

Financial Implications

Steve Facey
Manager of Financial Planning &
Budgeting
Digitally Signed Jun 1, 20

Recommended by the Department

Kevin Fowke
General Manager of Corporate
Services
Digitally Signed Jun 2, 20

Recommended by the C.A.O.

Ed Archer
Chief Administrative Officer
Digitally Signed Jun 2, 20

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 2019 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, 2019	December 31, 2018
Long Term Investment	\$120,527,633	\$133,235,987
Short Term Investment	\$184,945,606	\$171,563,729
Total Investment Portfolio	\$305,473,239	\$304,799,716

The breakdown of these investments is as follows:

	December 31, 2019	December 31, 2018
Canada Bonds	\$648,715	\$4,701,158
Provincial Bonds	\$71,446,932	\$45,474,333
Municipal Bonds	\$18,985,523	\$16,168,710
Term Deposits, GIC's, etc	\$214,392,069	\$238,455,515
Total	\$305,473,239	\$304,799,716

During the year, 50 (2018 -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 2.58% (2018 – 2.31%).

Interest earnings of \$5,368,937 (2018 - \$4,452,841) were credited to reserve and trust funds. The balance of investment income was earned by capital and current funds. In accordance with the investment policy, the investment income earned by the capital fund was attributed to the current fund. Including interest earned from the bank, other sources, and capital gains, the current fund was credited with \$4,527,223 (budget \$3,655,000) interest revenue. In 2018, \$4,013,062 of interest revenue was credited to the current fund.