



STAFF REPORT

Date: April 17, 2024
To: TRPA Operations Committee
From: TRPA Staff
Subject: Quarterly Treasurer's Report

Summary and Staff Recommendation:

The government bond market has leveled off since the December Treasurer's report. The Fed has projected it will cut rates by 75 basis points in 2024, but timing of the cut is still unknown. Treasuries for less than one year are in the 5.3% range and this has shifted downward between 1 and 12 basis points since the beginning of the year. 1-year and 2-year treasuries have increased 28 and 40 basis points respectively since the beginning of 2024 but still show a negative yield curve. Longer term 10-year bonds are running around 4.4% as of April 8th.

We continue to stay short term with 60% of our investments in liquid pools (LAIF/LGIP/MM Funds), 75% of our investments mature in less than 1 year, 18% in the 1 to 3-year category, and 7% over 3 years.

We transferred \$2.0M from the LAIF pool in March to cover operating cash flow usage, which is normal for this time of year.

The attachment shows our investments broken down by investment type and maturity. It also lists each individual investment in the Principal Group Investment Pool. I have also included comparable returns.

This item is for informational purposes and no action is required.

Investments:

TRPA Investments total \$29.4, down from \$30.3M last month and \$31.9M on December 31st. We transferred \$2.0 to our checking account in March anticipating normal operating expenses. This balance will continue to drop over the fiscal year as we spend down State funds.

Most of our investments, 60%, are in investment pools. This number has decreased since the beginning of the fiscal year as we've drawn down state funds utilizing LAIF for cash management. 32% is in Treasuries, rated AAA by Moody's. 8% or \$2.4M of the investments are rated commercial securities.

Last month we had one treasury mature and two new corporate security purchases. Four Treasuries will mature in April, May and June. There were no rating changes this month. The maturity of the pool increased from 18.6 months to 20.6 months. We have 7% of the pool in securities that mature in more than three years. As a reminder, the bulk of the investments in the principal pool are mitigation funds and securities held for other parties. This cash is not available for TRPA use.

Please see the attachment for a breakout of the investments. All securities in the portfolio meet the rating and term requirements of our Investment Policy. All securities are at least A- (S&P) or A3 (Moody's). We have one with an S&P of A- rating.

The current breakdown by maturity and type is:

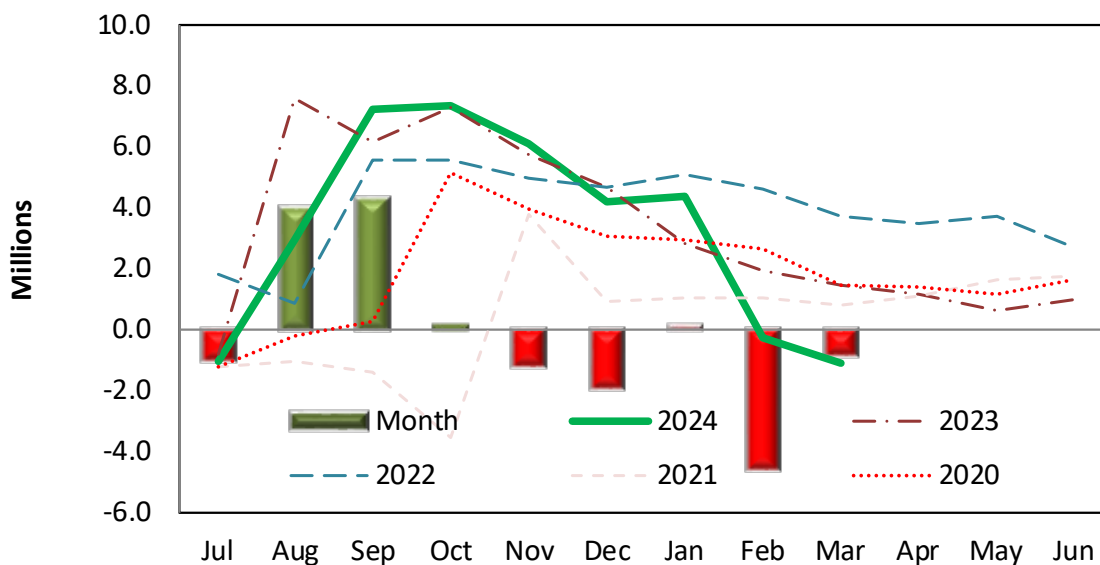
	BELOW 1	1 TO 3	3 TO 5	Total	% of Pool	Policy
CA State Investment Pool	15,743,934			15,743,934	54%	No Limit
NV State Investment Pool	1,230,069			1,230,069	4%	No Limit
Treasuries	3,516,898	4,436,316	1,456,368	9,409,582	32%	< 75 %
Corporate	939,519	750,113	690,015	2,379,646	8%	< 20%
Money Market Fund	600,385			600,385	2%	< 20%
Totals	22,030,804	5,186,429	2,146,382	29,363,615	100%	
% of Pool	75%	18%	7%			

	N/A	AAA	AA3	A1	A2	A3	Total
CA State Investment Pool	15,743,934						15,743,934
NV State Investment Pool	1,230,069						1,230,069
Treasuries	795,418	8,614,164	-	-	-	-	9,409,582
Corporate	-	-	250,395	1,689,994	189,752	249,505	2,379,646
Money Market Fund	600,385						600,385
Totals	18,369,806	8,614,164	250,395	1,689,994	189,752	249,505	29,363,615
% of Pool	63%	29%	1%	6%	1%	1%	

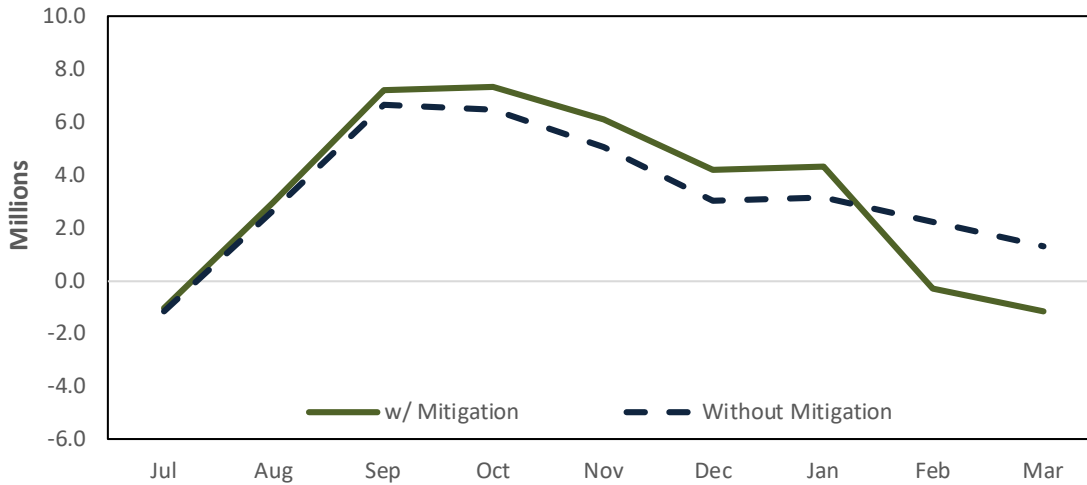
Cash Flow

Cash flow was negative \$1.8M for the Quarter excluding mitigation covered in prior treasurer's report. This is normal as we spend down State allocations. Total receipts for the quarter were \$3.6M. Disbursements were \$5.3M excluding mitigation. All expenditures were within budget. The graphs below show cash flow with and without mitigation funds.

Monthly/Cumulative Cash Flow



Cash Flow with and w/out Mitigation Funds



For questions regarding this agenda item, please contact Chad Cox, Chief Finance & Administrative Officer, at (775) 589-5222 or ccox@trpa.gov.

To submit a written public comment, email publiccomment@trpa.gov with the appropriate agenda item in the subject line. Written comments received by 4 p.m. the day before a scheduled public meeting will be distributed and posted to the TRPA website before the meeting begins. TRPA does not guarantee written comments received after 4 p.m. the day before a meeting will be distributed and posted in time for the meeting.

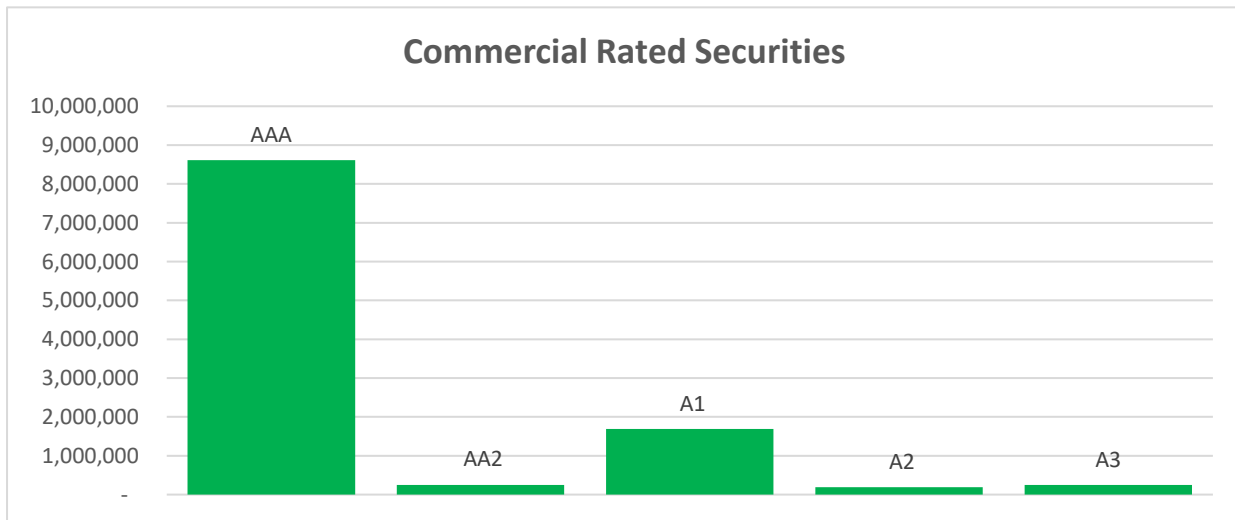
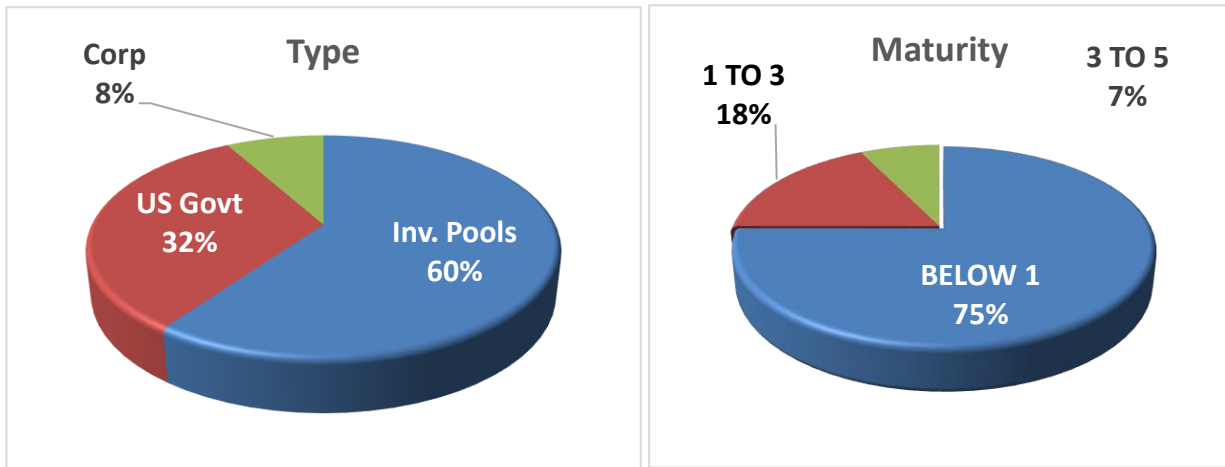
Attachment:

- A. Quarterly Treasurer's Report

Attachment A

Quarterly Treasurer's Report

TRPA Quarterly Treasurer's Report
As of 3/31/24



Security	Yields		
	Return	Date	Basis
1 Month Bill	5.38%	4/1/23	Spot Rate
3 Month Bill	5.23%	4/1/23	Spot Rate
6 Month Bill	5.13%	4/1/23	Spot Rate
1 Year Note	5.07%	4/1/23	Spot Rate
2 Year Note	4.72%	4/1/23	Spot Rate
MMKT	0.48%	4/5/23	Spot Rate
Principle Group	3.47%	4/1/23	Annual
LAIF	3.84%	9/30/23	November
LGIP	5.04%	11/30/22	December

Securities Held by TRPA

As of 3/31/2024

Investment	Market Value	Unrealized Gain(Loss)
US TREASURY NOTE	476,230	(6,524)
US TREASURY NOTE	200,000	5,688
US TREASURY NOTE	298,959	3,084
US TREASURY NOTE	297,465	7,977
US TREASURY NOTE	495,535	9,617
US TREASURY NOTE	484,680	1,535
U.S. TREASURY NOTES	298,470	(1,600)
U.S. TREASURY NOTES	238,068	4,943
U.S. TREASURY NOTES	245,958	420
U.S. TREASURY NOTES	242,510	733
U.S. TREASURY NOTES	253,603	5,712
U.S. TREASURY NOTES	99,769	93
U.S. TREASURY NOTES	297,663	6,171
U.S. TREASURY NOTES	247,890	3,251
U.S. TREASURY NOTES	298,497	(448)
U.S. TREASURY NOTES	497,970	(311)
U.S. TREASURY NOTES	494,355	(5,040)
U.S. TREASURY NOTES	292,782	2,262
U.S. TREASURY NOTES	97,582	(2,156)
U.S. TREASURY NOTES	243,945	1,689
U.S. TREASURY NOTES	292,968	(3,059)
U.S. TREASURY NOTES	244,308	(1,825)
U.S. TREASURY NOTES	294,399	422
U.S. TREASURY NOTES	495,880	(1,542)
U.S. TREASURY NOTES	497,755	(5,643)
U.S. TREASURY NOTES	492,850	(10,275)
U.S. TREASURY NOTES	249,785	(3,194)
U.S. TREASURY NOTES	245,683	(5,177)
U.S. TREASURY NOTES	494,025	(5,155)
Total US Government	9,409,582	1,648

Securities Held by TRPA
Continued from prior page

Investment	Market Value	Unrealized Gain(Loss)
CA LAIF	15,743,934	
NV LGIP	1,230,069	
FED HERMES GOVT OB	600,385	
Total Investment Pools	17,574,388	
TOYOTA MOTOR MTN	250,768	1,070
TORONTO DOM MTN CONV	198,818	(156)
TEXAS INSTRS INC	250,395	660
ROYAL BK CANADA CONV	200,140	140
JPMORGAN CHASE V-D	249,840	(1,973)
HOME DEPOT INC	189,752	(4,408)
COCA-COLA CO/THE	295,383	5,598
BANK OF NY MELLON CO	245,178	3,988
AMERICAN HONDA MTN	249,505	503
AMAZON.COM INC	249,868	1,278
Total Commercial	2,379,646	6,699
Total TRPA	29,363,615	8,347