Treasury Investment Board
~Agenda~

http://www.ci.moraine.oh.us/

Clerk of Council
937-535-1005

January 23, 2025	6:30 PM	Payne Recreation Center

I. Call to Order

II. Approval of Minutes

A. TIB meeting 10-24-24

III. Business

A. 4th Quarter Investment Report

IV. Other Business

V. Adjournment

Minutes of **Treasury Investment Board** Held **October 24, 2024**

Call to Order

Board members present:

Teri Murphy	Mayor	Present
Ora Allen	At-Large	Present
Shirley Whitt	Ward 3	Present

Council Members Present:
Donald Burchett, Mike Daugherty, Dave Miller, Jeanette Marcus

Staff Members Present:

City Manager Michael Davis	Law Director Martina Dillon
Police Chief Craig Richardson	Fire Chief Traci Kuzminski
Acting Finance Director Lora Perry	City Engineer Lauren Alvarado
Build. & Zoning Admin. Brent Carpenter	Public Information Officer Aaron Vietor

Approval of Minutes

Treasury Investment Board Meeting Minutes - July 25, 2024

Mayor Murphy asked if there were any changes or corrections to the July 25, 2024 Treasury Investment Board meeting minutes. Hearing none, the minutes were approved as submitted.

Business

Speaker - Ted Sumnar, Investment Advisor with Huntington Bank

Acting Finance Director Lora Perry introduced Huntington Bank's Investment Advisor, Ted Sumner. Mr. Sumner spoke regarding the City's investments.

3rd Quarter Investment Report

Mrs. Perry reported the portfolio is now largely made up of higher-earning investments as the City had been in a high-rate environment for a while. She stated that for our investment accounts, we have a cost-basis portfolio value of $37,232,447.66 with $2,301,466.25 in Money Market Funds. For the third quarter of 2024, the City gained $2,024,256.63 in income. Mrs. Perry spoke about the City's Insured Cash Sweep (ICS) account, which has retained an interest rate that closely follows the Federal Funds rate. The ICS account gained $116,870.43 in income during the quarter. The interest rate on the ICS account changes with the Federal Funds rate and is 4.75%. The investment accounts and the ICS account combined gained $538,610.91 in income. For the year, these three investment accounts have gained $1,404,365.53 in income.

Other Business

No one else in attendance had anything further to report.

Adjournment

Meeting adjourned at 6:45 p.m.

4th Quarter Investment Report

Department: Finance
Request: Staff Report

Summary:

City of Moraine

Finance Department

To: Mayor & City Council

From: Lora Perry, Acting Finance Director

Date: January 15, 2025

Subject: 4th Quarter 2024 Investment Report

Summary

For our investment accounts, we have a cost-basis portfolio value of $35,572,260.26 with $494,615.66 in Money Market Funds. For the fourth quarter of 2024, the City decreased $1,660,187.38 in income. Our Insured Cash Sweep (ICS) account has retained an interest rate that closely follows the Federal Funds rate. The ICS account has gained $104,805.41 in income during the quarter. The interest rate in the ICS account changes with the Federal Funds rate and is 3.75%. The investment accounts and the ICS account combined gained $444,618.03 in interest income. For the year, these three investment accounts have gained $1,848,983.56 in income.

Further discussion on the Huntington and Fifth Third accounts is on the following pages.

Future Outlook

In December, the Federal Reserve lowered the Federal Funds rate by ¼%. The new Federal Funds rate is 4.25% to 4.5%. Currently, we are seeing Certificates of Deposit with interest rates under 4%. At this time, we are maintaining a laddered approach for investments maturing each year for the next five years. With about $10 million in the ICS account, we have quick access to that money, and it is currently earning a good interest rate. We will have about $7 million to $10.4 million in investments maturing each year for the next three years and that also allows us to have cash flow if needed. We continue to try to purchase as many investments as possible with 2028 to 2029 maturities.

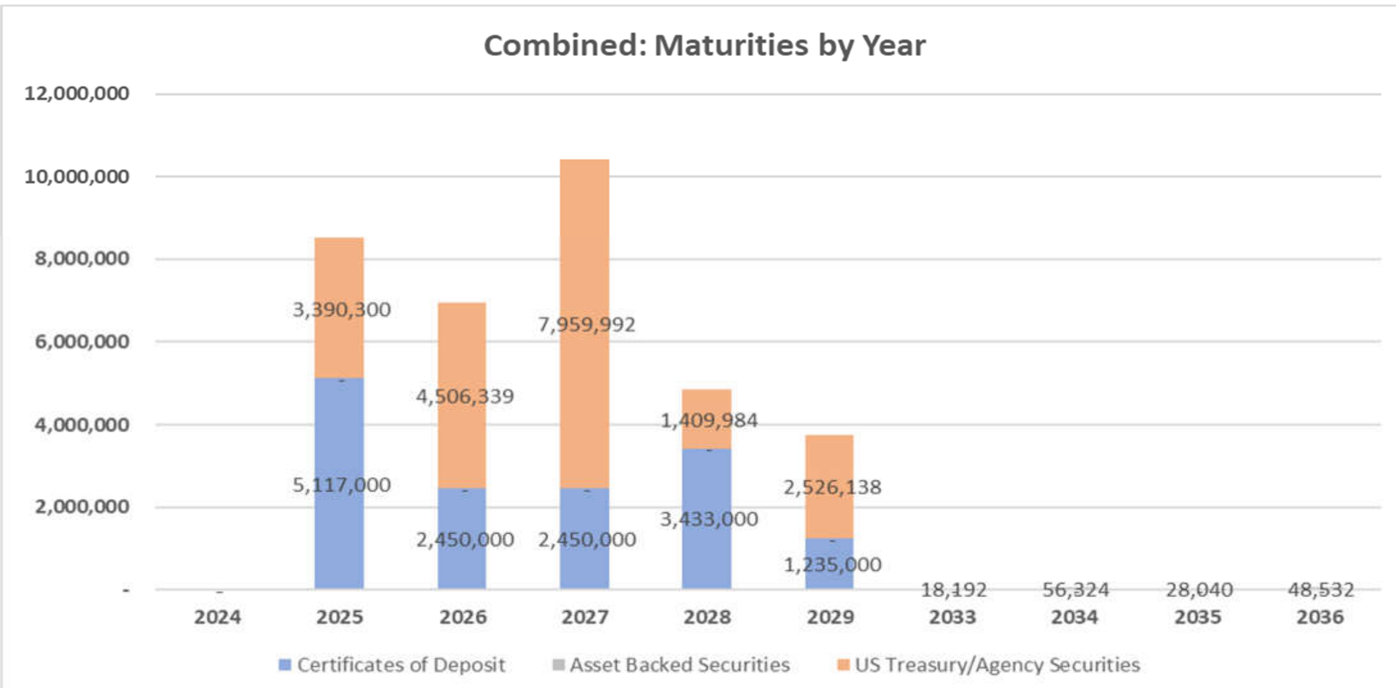
4200 Dryden Road Moraine, Ohio 45439 P (937) 535-1000

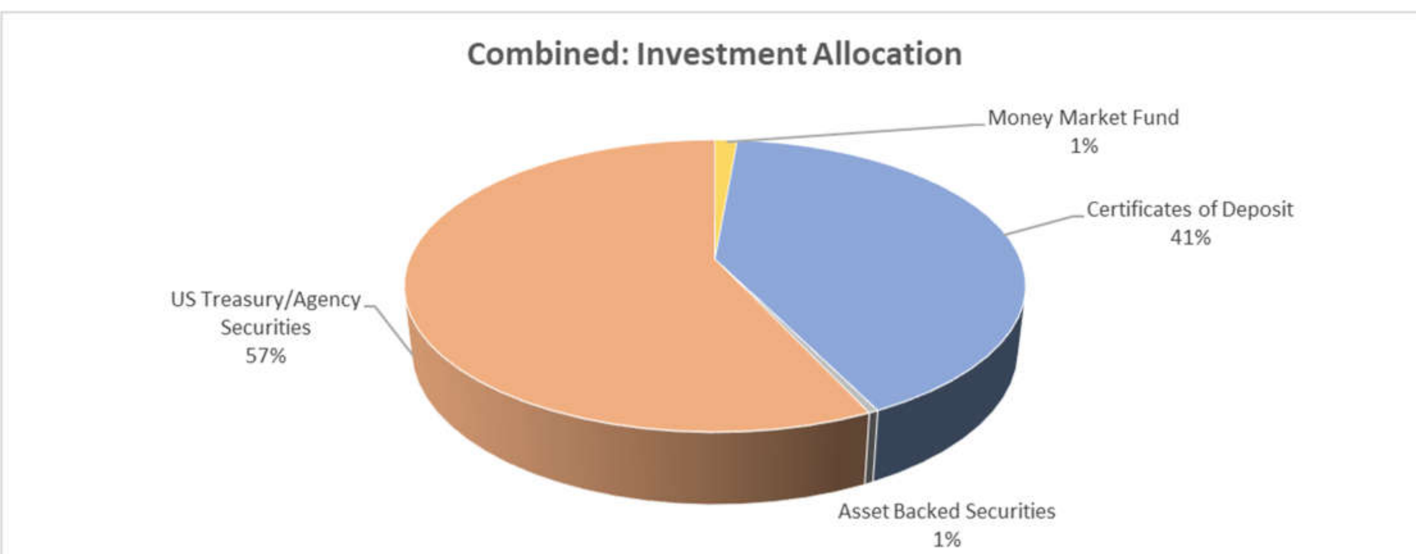
INVESTMENTS COMBINED

4th QUARTER 2024

QUARTERLY INCOME COST BASIS

INVESTMENTS BY TYPE	BEGIN QTR COST BASIS	MATURED / REDEEMED	PURCHASED	INCOME	END QTR COST BASIS
Money Market Fund	$ 2,301,466	$ 744,517	$ (901,219)	$ (1,650,149)	$ 494,616
Certificates of Deposit	15,425,000	(740,000)	-	-	14,685,000
Asset Backed Securities	156,395	(4,517)	-	(790)	151,088
US Treasury/Agency Securities	19,349,587	-	901,219	(9,248)	20,241,557
Total	**$ 37,232,448**	**$ -**	**$ -**	**$ (1,660,187)**	**$ 35,572,260**



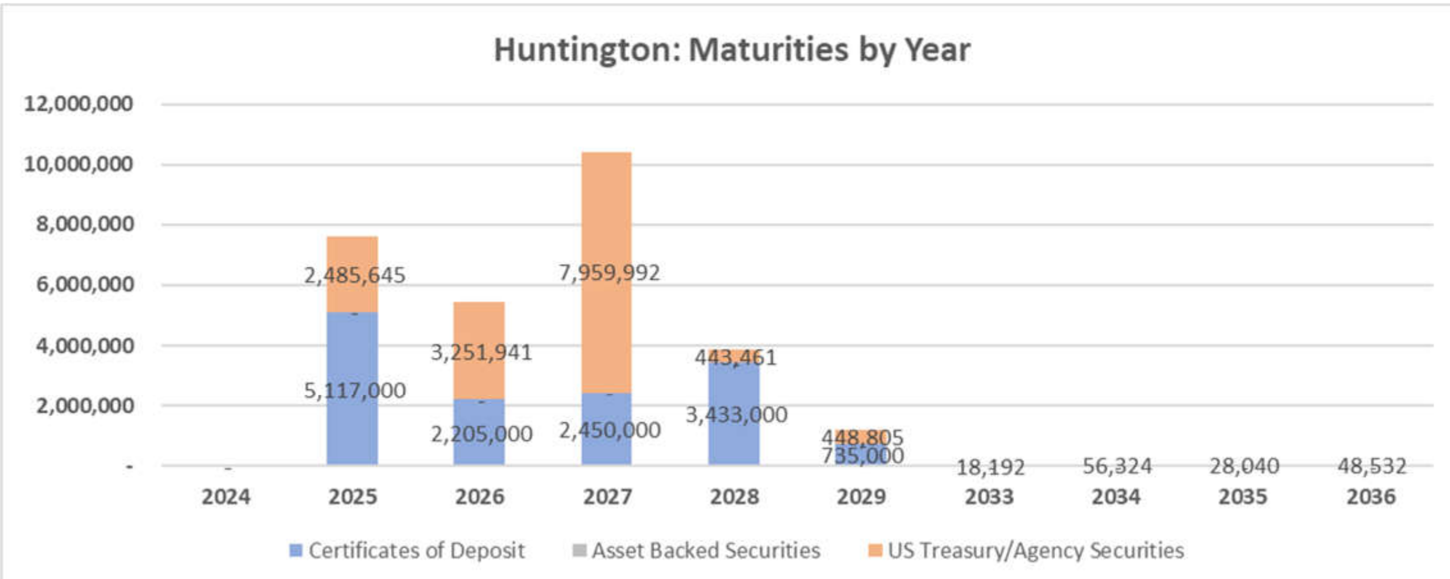


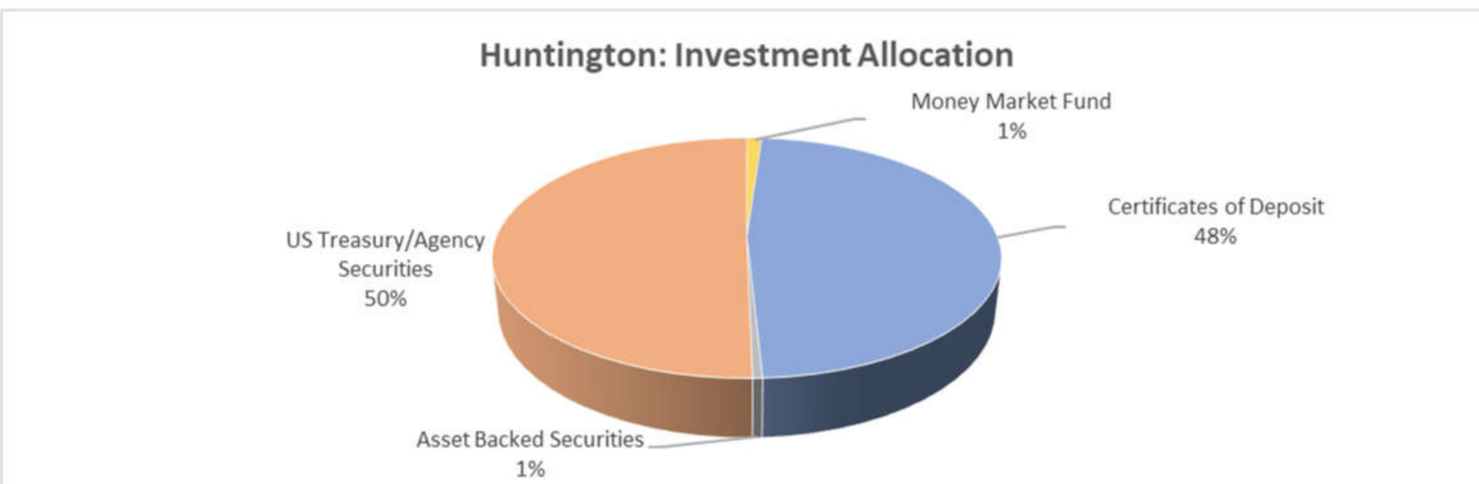
HUNTINGTON SECURITIES

4th QUARTER 2024

QUARTERLY INCOME COST BASIS

INVESTMENTS BY TYPE	BEGIN QTR COST BASIS	MATURED / REDEEMED	PURCHASED	INCOME	END QTR COST BASIS
Money Market Fund	$ 2,191,134	$ 744,517	$ (901,219)	$ (1,707,347)	$ 327,085
Certificates of Deposit	14,680,000	(740,000)	-	-	13,940,000
Asset Backed Securities	156,395	(4,517)	-	(790)	151,088
US Treasury/Agency Securities	13,697,873	-	901,219	(9,248)	14,589,843
Total	**$ 30,725,402**	**$ (0)**	**$ -**	**$ (1,717,386)**	**$ 29,008,016**





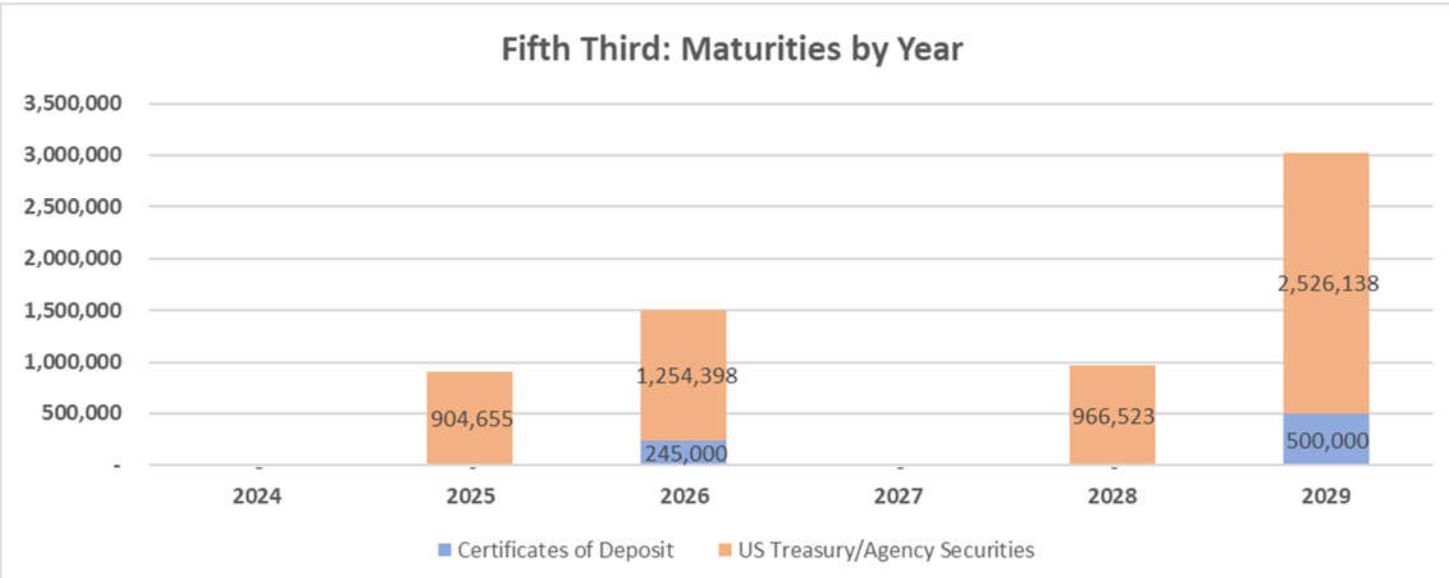
This quarter, we purchased two $450,000 US Treasury Bonds with a 2028 and 2029 maturity between 4.145 and 4.185%. We are continuing to review options for future investment purchases that mature in 2028 and 2029 but only want to purchase quality securities at the same time. We have over $7,600,000 million maturing in 2025 and will look to move that out as far as possible with the highest rates available.

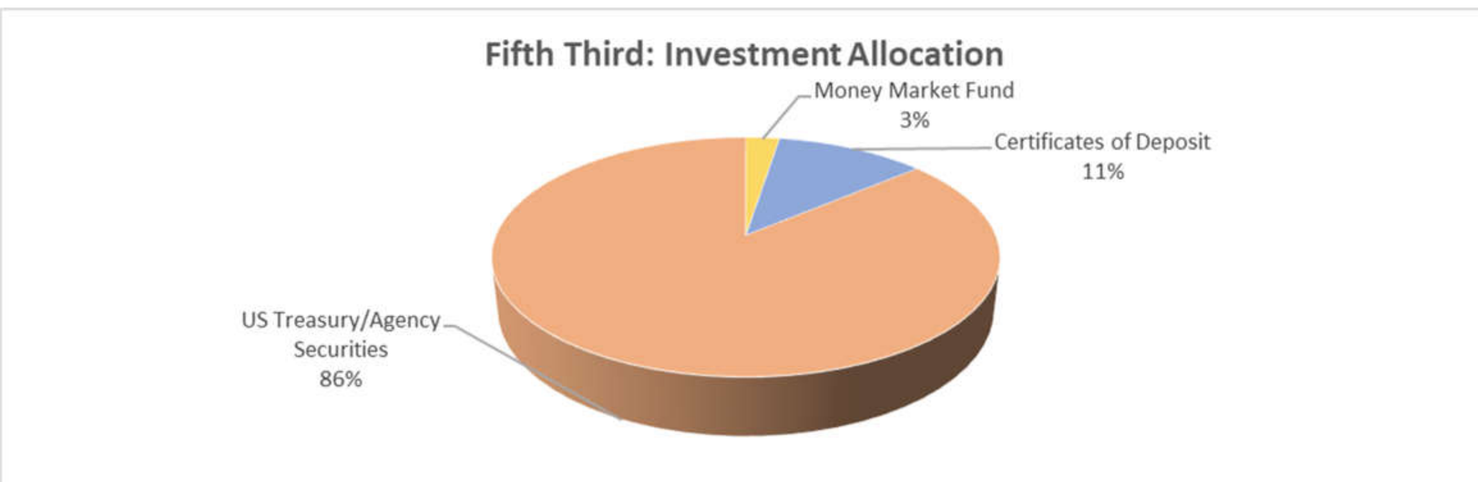
FIFTH THIRD SECURITIES

4th QUARTER 2024

QUARTERLY INCOME COST BASIS

INVESTMENTS BY TYPE	BEGIN QTR COST BASIS	MATURED / REDEEMED	PURCHASED	INCOME	END QTR COST BASIS
Money Market Fund	$ 110,332	$ -	$ -	$ 57,199	$ 167,531
Certificates of Deposit	745,000	-	-	-	745,000
US Treasury/Agency Securities	5,651,714	-	-	-	5,651,714
Total	**$ 6,507,046**	**$ -**	**$ -**	**$ 57,199**	**$ 6,564,244**





This quarter did not include any purchases. In 2025 we have approximately $905,000 set to mature. We are continuing to review options for future investment purchases that mature in 2028 and 2029.

TOTAL INCOME POSTINGS 2024

YEAR TO DATE INCOME

INCOME POSTING BY MONTH	INCOME POSTED HUNTINGTON	INCOME POSTED FIFTH THIRD	INCOME POSTED ICS	TOTAL MONTH
January	$ 89,375	$ 333	$ 43,583	**$ 133,292**
February	33,068	7,725	40,931	**81,723**
March	33,485	(3,703)	46,139	**75,921**
April	276,737	(1,480)	46,597	**321,853**
May	107,752	(3,221)	47,560	**152,091**
June	54,301	7,431	39,142	**100,875**
July	100,441	26,764	40,608	**167,812**
August	38,088	30,970	40,772	**109,830**
September	223,561	1,917	35,491	**260,969**
October	111,731	18,767	36,748	**167,246**
November	105,482	1,139	34,077	**140,699**
December	65,400	37,293	33,980	**136,673**
Total	**$ 1,239,422**	**$ 123,934**	**$ 485,628**	**$ 1,848,984**