



SAN DIEGO
HOUSING
COMMISSION

INFORMATIONAL REPORT

DATE ISSUED: December 29, 2021

REPORT NO: HCR22-003

ATTENTION: Chair and Members of the San Diego Housing Commission
For the Agenda of January 7, 2022

SUBJECT: Investment Report – First Quarter Fiscal Year 2022

COUNCIL DISTRICT: Citywide

NO ACTION IS REQUIRED ON THE PART OF THE HOUSING COMMISSION

SUMMARY

The attached Quarterly Investment Report details the San Diego Housing Commission's (Housing Commission) investment portfolio as of September 30, 2021. The report includes both summary and detailed information on all liquid cash and cash equivalents and core investments owned by the Housing Commission. These funds, however, are not indicative of funds available for discretionary use as they are: 1) earmarked for loans and grants that the Housing Commission has committed to fund through approval by the Housing Commission Board of Commissioners; 2) restricted to federal, state and/or local programmatic requirements; 3) designated for property maintenance; and 4) required 3.5 percent of budgeted new revenue contingency reserves.

The market value of the portfolio on September 30, 2021, was \$191.40 million, compared to \$200.78 million in the previous quarter resulting in an overall investment portfolio decrease of \$9.38 million. On September 30, 2021, the overall investment portfolio had a yield to maturity of 0.93 percent, average days to maturity of 527, and an effective duration of 1.36 years, compared to the overall investment portfolio on June 30, 2021, which had a yield to maturity of 0.98 percent, average days to maturity of 484, and an effective duration of 1.25 years.

Cash and cash equivalents (liquid)

1. \$45.69 million is held in various accounts, including the Housing Commission's bank, US Bank, (\$31.73 million) and other various authorized accounts required by lending agreements and program obligations (\$13.96 million).
2. \$38.15 million is held in pooled investment funds. Pooled funds include California's Local Agency Investment Fund (LAIF) and the San Diego County Investment Pool (SDCIP).

The blended yield on liquid accounts was 0.50 percent, which is an increase of 0.03 percent from the previous quarter.

Core investments

3. \$107.56 million is held in Agency Debentures and/or Agency Mortgage-Backed Securities (MBS).

The blended yield on core investments was 1.34 percent, which is a decrease of 0.17 percent from 1.51 percent in the previous quarter. The decline in yield is primarily due to higher-yield bonds maturing and lower yields on reinvestment bonds purchased due to the continued impact of federal monetary policy on interest rates.

DISCUSSION

The overall market value of the investment portfolio decreased \$9.38 million compared to the prior quarter of \$200.78 million. The \$9.38 million decrease during the quarter was principally due to receiving \$50.49 million from the State of California for the administration of the City of San Diego’s Housing Stability Assistance Program (HSAP), \$21.82 million of American Rescue Plan Act funds from the City of San Diego and \$3.86 million of Affordable Housing Fund In-Lieu fees. These receipts were primarily offset by \$62.55 million of program and administrative payments related to HSAP and \$4.24 million of loans made, principally for multifamily developments (Jamboree San Ysidro and East Block Senior.)

The overall investment portfolio yield was 0.93 percent, compared to 0.98 percent from the prior quarter, which reflects the continued downward impact of federal monetary policy on interest rates.

CONCLUSION

The Federal Reserve held steady the Federal Funds rate at 0.00 – 0.25 percent at the July 28 and September 22 meetings. However, the Federal Reserve indicated at the September meeting that a reduction in bond purchases could begin by November, which is known as “tapering.” This, to many economists, signals the Federal Reserve’s confidence that the economy is recovering from the pandemic, and rate hikes could likely occur after tapering ends, which would decrease bond prices and increase bond yields. The Housing Commission will remain conservative in its approach to its investment strategy. The investment portfolio will be managed with these underlying objectives in mind—focus on ensuring the safety of the principal, remaining duration-neutral while maintaining sufficient liquidity to meet operational requirements, generate investment yield, and when possible, invest locally.

Respectfully submitted,

Suket Dayal

Suket Dayal
Executive Vice President
Business Administration
San Diego Housing Commission

Approved by,

Jeff Davis

Jeff Davis
Deputy Chief Executive Officer
San Diego Housing Commission

Attachments: 1) Housing Commission Quarterly Financial Investment Report Ending September 30, 2021

Docket materials are available in the “Governance & Legislative Affairs” section of the San Diego Housing Commission website at www.sdhc.org.

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INVESTMENT POLICY SUMMARY

In 2005, SDHC approved an Investment Policy which allows the agency to invest surplus funds in accordance with the provisions of U.S. Department of Housing & Urban Development (HUD) Notice PIH 96-33 and California Government Code Sections 5922 and 53601.

The Investment Policy contains the required standards of care that include prudence, ethics, conflict of interest and delegation of authority. Additionally, the policy states the general objectives of safety, liquidity, yield and local considerations must be followed. Finally, the policy provides guidance concerning authorized financial institutions, depositories and broker/dealers; asset safekeeping and custody; authorized and suitable investment types; collateralization and diversification.

SAN DIEGO HOUSING COMMISSION

PORTFOLIO SUMMARY BY INVESTMENT TYPE

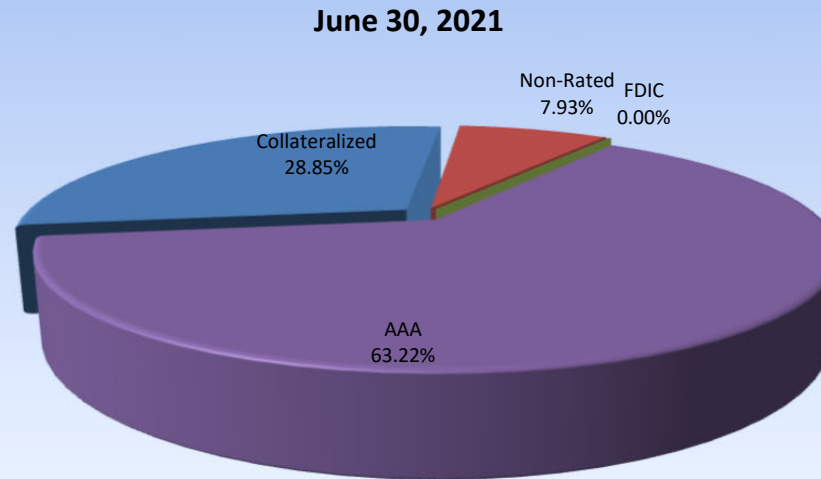
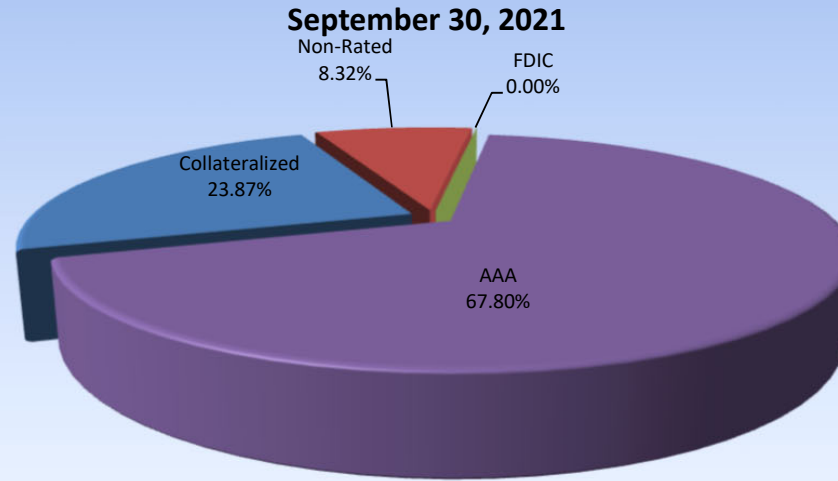
September 30, 2021

Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Cash -unrestricted	\$31.73	16.56%	\$31.73	100.00%	\$0.00	1	0.30%	1
Cash - restricted	\$13.96	7.28%	\$13.96	100.00%	\$0.00	1	0.29%	1
Local Agency Investment Fund (LAIF)	\$15.93	8.31%	\$15.93	100.00%	\$0.00	1	0.54%	1
San Diego County Investment Pool (SDCIP)	\$22.22	11.59%	\$22.22	100.00%	\$0.00	1	0.88%	1
Total liquid investments	\$83.84	43.75%	\$83.84	100.00%	\$0.00	1	0.50%	1
Agency Bonds	\$107.77	56.25%	\$107.56	99.82%	-\$0.22	1,382	1.34%	937
Certificate of Deposits (FDIC)	\$0.00	0.00%	\$0.00	0.00%	\$0.00	0	0.00%	0
Total core investments	\$107.77	56.25%	\$107.56	99.82%	-\$0.22	1,382	1.34%	937
Total liquid and core investments	\$191.61	100%	\$191.40	99.90%	-\$0.22	777	0.93%	527
Current Portfolio Effective Duration	1.36 Years							

June 30, 2021

Investments	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Cash -unrestricted	\$46.44	23.14%	\$46.44	100.00%	\$0.00	1	0.30%	1
Cash - restricted	\$11.48	5.72%	\$11.48	100.00%	\$0.00	1	0.29%	1
Local Agency Investment Fund (LAIF)	\$15.92	7.93%	\$15.92	100.00%	\$0.00	1	0.54%	1
San Diego County Investment Pool (SDCIP)	\$22.18	11.05%	\$22.18	100.00%	\$0.00	1	0.88%	1
Total liquid investments	\$96.02	47.85%	\$96.02	100.00%	\$0.00	1	0.47%	1
Agency Bonds	\$104.64	52.15%	\$104.77	100.15%	\$0.13	1,371	1.51%	927
Certificate of Deposits (FDIC)	\$0.00	0.00%	\$0.00	0.00%	\$0.00	0	0.00%	0
Total core investments	\$104.64	52.15%	\$104.77	100.15%	\$0.13	1,371	1.51%	927
Total liquid and core investments	\$200.66	100%	\$200.78	100.08%	\$0.13	716	0.98%	484
Current Portfolio Effective Duration	1.25 Years							

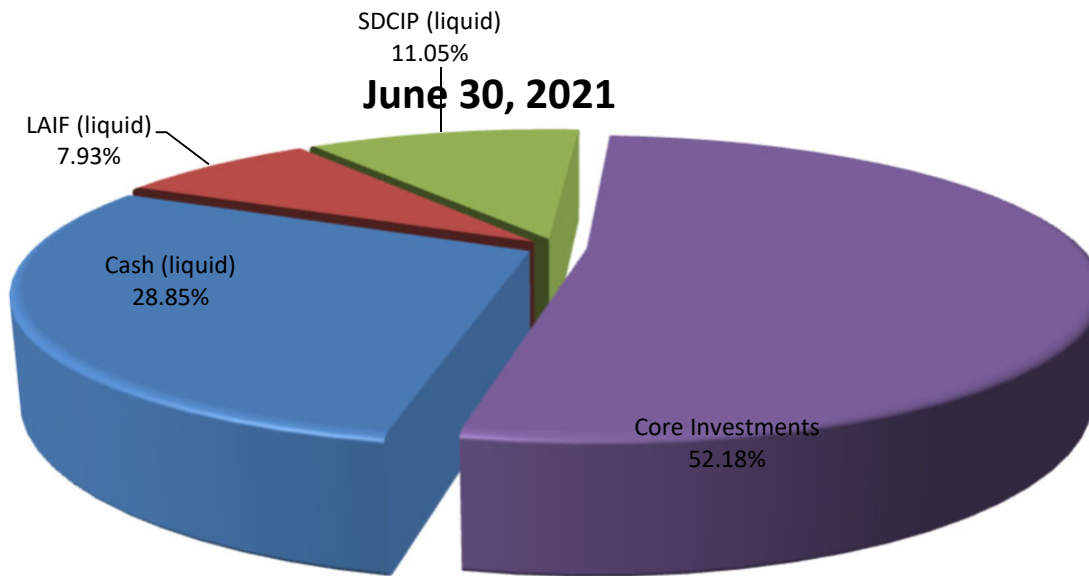
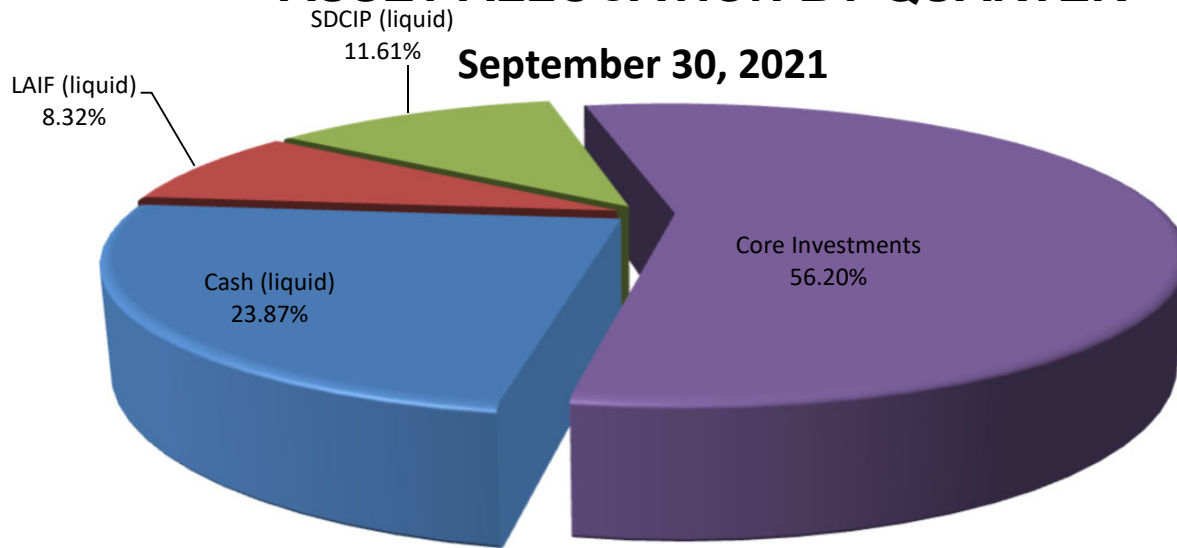
PORTFOLIO CREDIT QUALITY* BY QUARTER



Note: Mortgage-backed securities (MBS) are included with other AAA rated securities. While the rating agencies do not specifically rate MBS, they carry an implied AAA rating based on the collateral and the rating of the Agency (Fannie/Freddie) that issues/guarantees them.

Non-Rated securities in SDHC's portfolio represents investments in the State of California's Local Agency Investment Fund (LAIF). The lack of a rating does not imply a negative credit quality.

ASSET ALLOCATION BY QUARTER



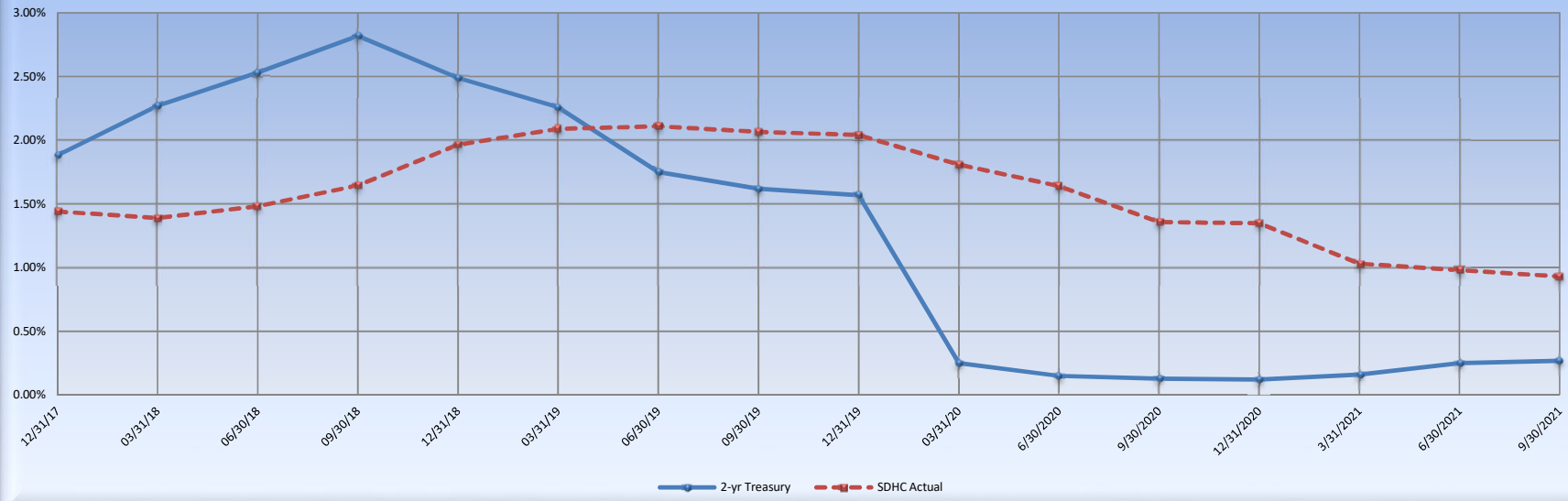
Market Value in Millions			
	06/30/21	09/30/21	Variance
Cash (liquid)	\$ 57.92	\$ 45.69	\$ (12.23)
LAIF (liquid)	\$ 15.92	\$ 15.93	\$ 0.01
SDCIP (liquid)	\$ 22.18	\$ 22.22	\$ 0.04
Core Investments	\$ 104.77	\$ 107.56	\$ 2.79
Total	\$ 200.78	\$ 191.40	\$ (9.39)

* Based on Market Value of Assets

Portfolio Maturity Schedule

Investments	1 day to 90 days	91 days to 1 year	1 year to 2 years	2 years to 3 years	3 years to 4 years	4 years to 5 years	Total by Asset
Cash	45.69	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45.69
LAIF	15.93	-	-	-	-	-	\$ 15.93
SDCIP	22.22	-	-	-	-	-	\$ 22.22
Agency Bonds	2.15	11.40	19.83	29.64	31.96	12.57	\$ 107.56
CD (FDIC)	-	-	-	-	-	-	\$ -
Total	\$ 85.99	\$ 11.40	\$ 19.83	\$ 29.64	\$ 31.96	\$ 12.57	\$ 191.40
Percent	44.93%	5.96%	10.36%	15.49%	16.70%	6.57%	100.00%

2-Year Treasury Note vs. SDHC Actual Yield



**San Diego Housing Commission
Portfolio Holdings Detail**

As of
September 30, 2021

Investments - Liquid Cash Accounts	Issuer	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
SDHC Operating Account	U.S. Bank	\$31.73	16.58%	\$31.73	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Operating	U.S. Bank	\$0.65	0.34%	\$0.65	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Security Deposit	U.S. Bank	\$0.11	0.06%	\$0.11	100.00%	\$0.00	1	0.30%	1
Belden FNMA LLC Res. (10002)	Greystone	\$0.15	0.08%	\$0.15	100.00%	\$0.00	1	0.05%	1
Central FNMA LLC Operating	U.S. Bank	\$0.83	0.43%	\$0.83	100.00%	\$0.00	1	0.30%	1
Central FNMA LLC Security Deposit	U.S. Bank	\$0.14	0.08%	\$0.14	100.00%	\$0.00	1	0.30%	1
Central FNMA LLC Res. (10003)	Greystone	\$0.05	0.03%	\$0.05	100.00%	\$0.00	1	0.05%	1
North FNMA LLC Operating	U.S. Bank	\$0.43	0.22%	\$0.43	100.00%	\$0.00	1	0.30%	1
North FNMA LLC Security Deposit	U.S. Bank	\$0.09	0.05%	\$0.09	100.00%	\$0.00	1	0.30%	1
North FNMA LLC Res. (10004)	Greystone	\$0.02	0.01%	\$0.02	100.00%	\$0.00	1	0.05%	1
Central FHA LLC Operating	U.S. Bank	\$1.53	0.80%	\$1.53	100.00%	\$0.00	1	0.30%	1
Central FHA LLC Security Deposit	U.S. Bank	\$0.16	0.09%	\$0.16	100.00%	\$0.00	1	0.30%	1
Central FHA LLC Res. (0538)	PNC Bank	\$0.47	0.24%	\$0.47	100.00%	\$0.00	1	0.05%	1
Northern FHA LLC Operating	U.S. Bank	\$1.20	0.63%	\$1.20	100.00%	\$0.00	1	0.30%	1
Northern FHA LLC Security Deposit	U.S. Bank	\$0.12	0.06%	\$0.12	100.00%	\$0.00	1	0.30%	1
Northern FHA LLC Res. (0539)	PNC Bank	\$0.28	0.15%	\$0.28	100.00%	\$0.00	1	0.05%	1
Southern FHA LLC Operating	U.S. Bank	\$2.27	1.19%	\$2.27	100.00%	\$0.00	1	0.30%	1
Southern FHA LLC Security Deposit	U.S. Bank	\$0.21	0.11%	\$0.21	100.00%	\$0.00	1	0.30%	1
Southern FHA LLC Res. (0540)	PNC Bank	\$0.57	0.30%	\$0.57	100.00%	\$0.00	1	0.05%	1
Hotel Sandford Rep. Res. (7828)	U.S. Bank	\$0.26	0.14%	\$0.26	100.00%	\$0.00	1	0.30%	1
Hotel Sandford Operating Savings (7836)	U.S. Bank	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.30%	1
Town & Country Operating	Wells Fargo	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.40%	1
Town & Country Security Deposits	Wells Fargo	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.40%	1
Town & Country Savings	Wells Fargo	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.40%	1
FSS Escrow	U.S. Bank	\$0.65	0.34%	\$0.65	100.00%	\$0.00	1	0.30%	1
SDHC Building Opportunities	Bank of California	\$0.19	0.10%	\$0.19	100.00%	\$0.00	1	0.40%	1
Red Loan Courtyard	Red Mortgage	\$0.01	0.00%	\$0.01	100.00%	\$0.00	1	0.40%	1
For Benefit of the County of SD		\$0.39	0.21%	\$0.39	100.00%	\$0.00	1	0.40%	1
PMCO operating accounts		\$0.55	0.29%	\$0.55	100.00%	\$0.00	1	0.40%	1
PMCO security deposits		\$0.53	0.28%	\$0.53	100.00%	\$0.00	1	0.40%	1
SDHC PM Operating Reserve		\$1.86	0.97%	\$1.86	100.00%	\$0.00	1	0.40%	1
SDHC PM Replacement Reserve		\$0.22	0.11%	\$0.22	100.00%	\$0.00	1	0.40%	1
Village North Senior Res	Red Mortgage	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.40%	1
Village North Senior Operating Savings (9747)	U.S. Bank	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.30%	1
Village North Senior Security Dep. (9788)	U.S. Bank	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.30%	1
Total Cash Accounts		\$45.69	23.87%	\$45.69	100.00%	\$0.00	1	0.30%	1

Investments - Liquid Pooled Investments	Issuer	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Local Agency Investment Fund	State of CA	\$15.93	8.32%	\$15.93	100.00%	\$0.00	1	0.22%	1
San Diego Foundation	TSDF	\$0.00	0.00%	\$0.00	100.00%	\$0.00	1	0.40%	1
SD County Investment Pool	County of SD	\$22.22	11.61%	\$22.22	100.00%	\$0.00	1	0.73%	1
Total Pooled Investments		\$38.15	19.93%	\$38.15	100.00%	\$0.00	1	0.52%	1

Investments - Core	Issuer	Book Value	Percent of	Market Value	Market	Unrealized	Original	Yield to	Days to
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San Diego Housing Commission
Portfolio Holdings Detail
As of
September 30, 2021

Bond Investments (CUSIP)		(millions)	Portfolio	(millions)	Price	Gain/(Loss)	Term	Maturity	Maturity
Agency MBS									
31381TS43	FNMA P	\$0.39	0.20%	\$0.39	100.40%	\$0.00	1402	1.82%	213
3136AEGQ4	FNA	\$0.45	0.23%	\$0.46	102.91%	\$0.01	1623	2.84%	453
3136AEGQ4	FNA	\$0.45	0.23%	\$0.46	103.33%	\$0.01	1624	2.78%	453
3137AME60	FHMS	\$0.32	0.16%	\$0.32	100.13%	\$0.00	1226	2.80%	86
3137AJMF8	FHMS	\$0.01	0.00%	\$0.01	150.00%	\$0.00	1169	2.94%	25
3137AJMF8	FHMS	\$0.02	0.01%	\$0.01	68.33%	-\$0.01	1165	3.06%	25
3137B3N95	FHMS	\$0.01	0.01%	\$0.01	100.07%	\$0.00	1488	2.88%	360
31381VFW00	FNMA P	\$0.73	0.38%	\$0.74	100.84%	\$0.01	1400	1.95%	274
3136A4M55	FNA	\$0.32	0.17%	\$0.32	100.55%	\$0.00	1229	1.93%	117
3138LCVX0	FNMA P	\$1.00	0.52%	\$1.00	100.01%	\$0.00	1534	2.01%	427
3136A8G61	FNA	\$0.27	0.14%	\$0.28	101.27%	\$0.00	1344	2.00%	237
3137AME60	FHMS	\$0.39	0.21%	\$0.39	100.13%	\$0.00	1185	1.90%	86
3137AYCE9	FHMS	\$1.04	0.54%	\$1.07	102.51%	\$0.03	1488	2.85%	390
3137B1BS0	FHMS	\$1.00	0.52%	\$1.02	102.55%	\$0.03	1486	2.95%	421
3136A77K2	FNA	\$0.14	0.07%	\$0.14	101.10%	\$0.00	1430	1.86%	360
3137BLUR7	FHMS	\$0.96	0.50%	\$0.97	101.10%	\$0.01	1333	2.98%	268
3137AZXHP1	FHMS	\$1.00	0.52%	\$1.02	102.14%	\$0.02	1410	2.89%	360
31381TKC3	FNMA P	\$1.60	0.84%	\$1.60	99.99%	\$0.00	1142	2.84%	93
3137B1BS0	FHMS	\$1.49	0.78%	\$1.53	102.50%	\$0.04	1460	2.78%	421
3136AMM48	FNA	\$0.28	0.15%	\$0.29	100.59%	\$0.00	1312	1.84%	298
3137AVXN2	FHMS	\$0.98	0.51%	\$1.00	101.46%	\$0.01	1309	2.71%	298
3138EKQW8	FNMA P	\$0.52	0.27%	\$0.53	102.12%	\$0.01	1477	3.10%	489
3138L8XW9	FNMA P	\$0.89	0.46%	\$0.91	102.77%	\$0.02	1446	3.12%	458
3137FKK88	FHMS	\$0.98	0.51%	\$1.01	102.62%	\$0.03	1378	3.04%	451
3138L42J1	FNMA P	\$1.74	0.91%	\$1.79	103.05%	\$0.05	1599	0.66%	701
3138ET4Y9	FNMA P	\$0.38	0.20%	\$0.38	100.30%	\$0.00	1009	3.03%	183
3138L1UV9	FNMA P	\$0.82	0.43%	\$0.83	101.08%	\$0.01	1252	3.03%	427
31381UHN0	FNMA P	\$0.80	0.42%	\$0.80	100.11%	\$0.00	1008	3.01%	183
3138EH3A8	FNMA P	\$1.08	0.57%	\$1.08	99.93%	\$0.00	977	1.92%	183
3138LC5B7	FNMA P	\$2.01	1.05%	\$2.04	101.36%	\$0.03	1253	2.02%	489
3138L1YR4	FNMA P	\$1.23	0.64%	\$1.24	101.36%	\$0.02	1231	2.62%	427
31381URW9	FNMA P	\$0.65	0.34%	\$0.65	100.35%	\$0.00	978	2.88%	244
3138LCQN8	FNMA P	\$1.02	0.53%	\$1.04	102.33%	\$0.02	1523	2.87%	792
3138LCW68	FNMA P	\$1.42	0.74%	\$1.42	99.99%	\$0.00	717	2.71%	1
3140JAU97	FNMA P	\$0.36	0.19%	\$0.36	101.51%	\$0.01	1288	2.76%	578
3137BWWD2	FHMS	\$1.28	0.67%	\$1.31	102.68%	\$0.03	1550	1.83%	847
3138LOEU1	FNMA P	\$0.60	0.31%	\$0.61	100.52%	\$0.00	1008	1.19%	305
3138L3PR0	FNMA P	\$0.95	0.50%	\$0.97	101.51%	\$0.01	1312	1.87%	609
31381UK48	FNMA P	\$0.48	0.25%	\$0.48	100.10%	\$0.00	868	0.91%	183
3140HULZ7	FNMA P	\$1.53	0.80%	\$1.55	101.27%	\$0.02	1683	1.85%	1005
31381UB89	FNMA P	\$0.64	0.33%	\$0.64	100.10%	\$0.00	856	0.73%	183
3138L7JV9	FNMA P	\$0.96	0.50%	\$0.99	103.11%	\$0.03	1713	1.44%	1097
3138L5EA4	FNMA P	\$1.15	0.60%	\$1.16	101.51%	\$0.02	1371	0.77%	762
3136AJLC8	FNA	\$0.65	0.34%	\$0.65	100.47%	\$0.00	1428	0.90%	847
3137B5JM6	FHMS	\$0.75	0.39%	\$0.77	101.89%	\$0.01	1215	1.43%	663

**San Diego Housing Commission
Portfolio Holdings Detail**

As of
September 30, 2021

3137B5KW2	FHMS	\$0.35	0.18%	\$0.36	102.01%	\$0.01	1246	2.55%	694
3137FBTA4	FHMS	\$1.06	0.55%	\$1.06	100.26%	\$0.00	1548	1.77%	1059
3136AJLC8	FNA	\$1.10	0.58%	\$1.09	98.72%	-\$0.01	1304	2.03%	847
3138L4QU0	FNMA P	\$1.04	0.54%	\$1.04	99.91%	\$0.00	1127	0.60%	670
3138L1SZ3	FNMA P	\$0.44	0.23%	\$0.44	99.76%	\$0.00	854	0.69%	397
3136ARTB4	FNA	\$0.13	0.07%	\$0.13	97.15%	\$0.00	970	1.90%	513
3136AMST7	FNA	\$0.95	0.50%	\$0.94	98.96%	-\$0.01	1578	1.43%	1121
3138L4CW1	FNMA P	\$0.97	0.51%	\$0.97	99.68%	\$0.00	1066	0.73%	609
3136AY6S7	FNA	\$1.34	0.70%	\$1.33	99.28%	-\$0.01	1588	0.50%	1152
3138L9A44	FNMA P	\$0.87	0.46%	\$0.87	99.49%	\$0.00	1646	0.52%	1220
3138L8KW3	FNMA P	\$0.88	0.46%	\$0.88	99.63%	\$0.00	1584	1.10%	1158
3138LA5W5	FNMA P	\$1.92	1.00%	\$1.92	100.09%	\$0.00	1570	0.72%	1158
30312XAE7	FRESB	\$1.65	0.86%	\$1.63	99.16%	-\$0.01	1584	0.86%	1182
3138LKL391	FNMA P	\$1.40	0.73%	\$1.37	98.19%	-\$0.03	1460	1.68%	1067
3136AJLC8	FNA	\$0.84	0.44%	\$0.82	97.72%	-\$0.02	1225	0.70%	847
3136AJLC8	FNA	\$1.11	0.58%	\$1.09	97.83%	-\$0.02	1213	2.15%	847
3140HTNM7	FNMA P	\$2.06	1.08%	\$2.07	100.19%	\$0.00	1279	0.84%	914
3136AK2E2	FNA	\$1.37	0.72%	\$1.37	99.57%	-\$0.01	1406	0.73%	1060
3136AY6S7	FNA	\$1.03	0.54%	\$1.02	99.02%	-\$0.01	1496	0.51%	1152
3138L8K45	FNMA P	\$1.84	0.96%	\$1.83	99.56%	-\$0.01	1562	0.51%	1220
3136AKXV0	FNA	\$0.93	0.49%	\$0.92	98.37%	-\$0.02	1364	0.53%	1029
3136AMMF3	FNA	\$1.08	0.57%	\$1.07	98.65%	-\$0.01	1472	0.63%	1182
3136AKXV0	FNA	\$0.93	0.48%	\$0.92	98.75%	-\$0.01	1330	0.62%	1029
3136AY6S7	FNA	\$2.04	1.06%	\$2.02	99.23%	-\$0.02	1442	0.81%	1152
3137BHCY1	FHMS	\$2.15	1.12%	\$2.12	98.74%	-\$0.03	1452	0.60%	1213
3137BFXT3	FHMS	\$1.02	0.53%	\$1.01	98.85%	-\$0.01	1421	0.40%	1182
3137FATE8	FHMS	\$2.14	1.12%	\$2.12	98.88%	-\$0.02	1290	0.42%	1060
3137BLW95	FHMS	\$1.10	0.57%	\$1.09	98.61%	-\$0.02	1644	1.59%	1425
3137FATE8	FHMS	\$1.07	0.56%	\$1.06	98.92%	-\$0.01	1278	1.31%	1060
3137FARE0	FHMS	\$1.61	0.84%	\$1.59	99.15%	-\$0.01	1234	0.60%	1029
3137FEUA6	FHMS	\$1.09	0.57%	\$1.08	98.68%	-\$0.01	1421	1.95%	1213
30289VAG5	FRESB	\$0.66	0.34%	\$0.65	99.02%	-\$0.01	865	0.70%	663
3140HTD55	FNMA P	\$1.07	0.56%	\$1.04	97.91%	-\$0.02	1821	0.66%	1637
313637TG5	FNMA P	\$2.14	1.12%	\$2.11	98.58%	-\$0.03	1670	0.58%	1486
3136AMMF3	FNA	\$1.44	0.75%	\$1.42	98.78%	-\$0.02	1394	0.51%	1182
30303HAE3	FRESB	\$0.49	0.26%	\$0.49	100.65%	\$0.00	1038	0.71%	847
3140HTD55	FNMA P	\$1.07	0.56%	\$1.04	97.96%	-\$0.02	1774	0.89%	1613
3137FJXQ7	FHMS	\$2.21	1.15%	\$2.18	98.81%	-\$0.03	1579	1.63%	1425
3137FJXQ7	FHMS	\$2.06	1.08%	\$2.03	98.23%	-\$0.04	1560	0.68%	1425
3137BHCX3	FHMS	\$1.08	0.56%	\$1.08	100.01%	\$0.00	1033	0.81%	907
3137BQYS0	FHMS	\$1.03	0.54%	\$1.02	99.00%	-\$0.01	1824	0.53%	1698
3138LLUA1	FNMA P	\$2.46	1.29%	\$2.41	97.98%	-\$0.05	1271	0.41%	1158
30294UAC9	FRESB	\$0.25	0.13%	\$0.25	99.51%	\$0.00	714	0.63%	602
3138L8X33	FNMA P	\$1.12	0.58%	\$1.11	99.06%	-\$0.01	1297	0.61%	1189
3138L3MX0	FNMA P	\$0.37	0.19%	\$0.37	99.37%	\$0.00	1385	0.67%	1279
3138L52Q2	FNMA P	\$0.49	0.26%	\$0.49	99.20%	\$0.00	1659	0.41%	1554
3138L5FA3	FNMA P	\$0.53	0.28%	\$0.53	99.20%	\$0.00	1628	0.66%	1523
3140HSK67	FNMA P	\$1.08	0.57%	\$1.06	98.14%	-\$0.02	1689	0.71%	1585

**San Diego Housing Commission
Portfolio Holdings Detail**

As of
September 30, 2021

3138LKL391	FNMA P	\$3.09	1.61%	\$3.05	98.93%	-\$0.03	1164	0.83%	1067
3138LEUU3	FNMA P	\$0.41	0.21%	\$0.40	99.13%	\$0.00	869	0.78%	792
3137BHCX3	FHMS	\$0.35	0.18%	\$0.35	100.31%	\$0.00	972	0.72%	907
3138LCZU2	FNMA P	\$0.54	0.28%	\$0.53	98.90%	-\$0.01	1618	0.87%	1554
3138LL6V2	FNMA P	\$0.15	0.08%	\$0.15	98.99%	\$0.00	1214	0.82%	1158
3136AJDU7	FNA	\$0.33	0.17%	\$0.33	99.00%	\$0.00	867	0.54%	816
3136AKXVO	FNA	\$0.42	0.22%	\$0.41	99.20%	\$0.00	1080	0.91%	1029
3136AMKZ1	FNA	\$0.48	0.25%	\$0.48	99.09%	\$0.00	1142	0.89%	1091
3138LLY25	FNMA P	\$0.99	0.52%	\$0.98	98.97%	-\$0.01	1239	1.52%	1189
3136AKQM8	FNA	\$0.58	0.30%	\$0.57	99.10%	-\$0.01	1048	0.83%	999
3136AKXVO	FNA	\$0.78	0.41%	\$0.77	99.16%	-\$0.01	1077	1.01%	1029
3137BP4K2	FHMS	\$1.09	0.57%	\$1.07	98.30%	-\$0.02	1674	1.03%	1637
3138LDG982	FNMA P	\$1.52	0.80%	\$1.50	98.23%	-\$0.03	1650	0.92%	1613
3136AQC99	FNA	\$0.76	0.40%	\$0.75	98.94%	-\$0.01	1537	1.66%	1517
3140HUET9	FNMA P	\$0.24	0.13%	\$0.24	100.11%	\$0.00	1008	1.46%	1005
3140HWLN0	FNMA P	\$0.20	0.11%	\$0.20	99.23%	\$0.00	1282	0.87%	1279
3138L9YC0	FNMA P	\$0.25	0.13%	\$0.25	99.19%	\$0.00	1343	1.42%	1340
3138LD4J9	FNMA P	\$1.44	0.75%	\$1.43	99.05%	-\$0.01	1707	0.82%	1705
3138LJPT1	FNMA P	\$0.26	0.14%	\$0.26	99.61%	\$0.00	1008	0.86%	1005
3138L87L2	FNMA P	\$1.06	0.55%	\$1.06	99.41%	-\$0.01	1309	0.99%	1309
Total Agency Bond Investments		\$107.77	56.20%	\$107.56	99.82%	-\$0.22	1,382	1.34%	937
Investments - Core Certificate of Deposit (CD)	Identifier	Book Value (millions)	Percent of Portfolio	Market Value (millions)	Market Price	Unrealized Gain/(Loss)	Original Term	Yield to Maturity	Days to Maturity
Issuer									
Citibank	17312QN54	\$0.00	0.00%	\$0.00	0.00%	\$0.00	1096	3.00%	-94
Total Certificate of Deposits		\$0.00	0.00%	\$0.00	0.00%	\$0.00	0	0.00%	0
Total Cash & Investments		\$191.61	100.00%	\$191.40	99.90%	-\$0.22	777	0.93%	527

Statement of Compliance:

I certify to the best of my knowledge and belief that all investment transactions executed have been in full compliance with the investment policy of the San Diego Housing Commission.

Tracey McDermott
Sr. VP and CFO

September 30, 2021
Date

GLOSSARY OF INVESTMENT TERMS

Agency - Privately owned, publicly chartered entities, such as Fannie Mae or Freddie Mac, created by Congress to reduce the cost of capital for certain borrowing sectors of the economy.

Blended Rate of Return - See Weighted Average Return.

Book Value - The value at which a security is carried on the financial records of an investor. The book value may differ significantly from the security's current value in the market or market value.

Basis Point (BP) - is one hundredth of a percentage point (0.01%). Basis points are often used to measure changes in yields between securities that often move in very small

Certificate of Deposit (CD) - A time deposit with a specific maturity evidenced by a certificate. CDs are 100% collateralized and/or FDIC insured.

Collateralization - Process by which financial institutions pledge securities, property, or other deposits for the purpose of securing cash and investments.

CUSIP - Committee on Uniform Security Identification Procedures. A unique 9-character alphanumeric identifier assigned to a bond at the time it is issued.

Debenture - A bond secured only by the general credit of the issuer.

Effective Duration - A measure of price sensitivity of a fixed income portfolio given a parallel shift in interest rates. Lower duration (in years) = lower price sensitivity.

FDIC - Federal Deposit Insurance Corporation a federally sponsored corporation that insures accounts in national banks and other qualified institutions.

FFCB - Federal Farm Credit Bank, a GSE.

FHLB - Federal Home Loan Banks, a GSE.

FHLMC - Federal Home Loan Mortgage Corporation or Freddie Mac, a GSE.

FNMA - Federal National Mortgage Association or Fannie Mae, a GSE.

GSE (Agency) - Government Sponsored Enterprise. Privately owned, publicly chartered entities, such as Fannie Mae or Freddie Mac, created by Congress to reduce the cost of capital for certain borrowing sectors of the economy.

Liquidity - The ability to convert an asset to cash quickly.

Market Value - An estimation of the price that could be obtained for a particular investment or asset if it were sold in an arm's length transaction on the current market.

MBS - Mortgage-Backed Security is a type of asset-backed security that is secured by a mortgage or collection of mortgages where monthly interest and principle payments are often redirected to bondholders.

SDCIP - San Diego County Investment Pool.

SLY - Safety, Liquidity & Yield. An investment strategy where the primary objective is the Safety of principle first, the Liquidity of investments to meet operating requirements second and where Yield only considered after the requirements of Safety and Liquidity have been met.

S&P - Standard and Poors, a credit ratings agency

Unrealized Gain (Loss) - The difference between the book value of an investment and the current market value/price.

Weighted Average Return - The average yield on a group of investment that takes into account the proportional relevance of each component.

Yield-To-Maturity (YTM) - The rate of return yielded on a bond or other investment if it is held until the maturity date.