

## Finance Department

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### MEMORANDUM

**DATE:** November 21, 2019

**TO:** Mayor and City Council

**THRU:** Sabra Newby, City Manager *SN*

**FROM:** Deborah Lauchner, Finance Director *DL*

**SUBJECT:** Unaudited Monthly Interim Financial Statements – Month ended October 31, 2019

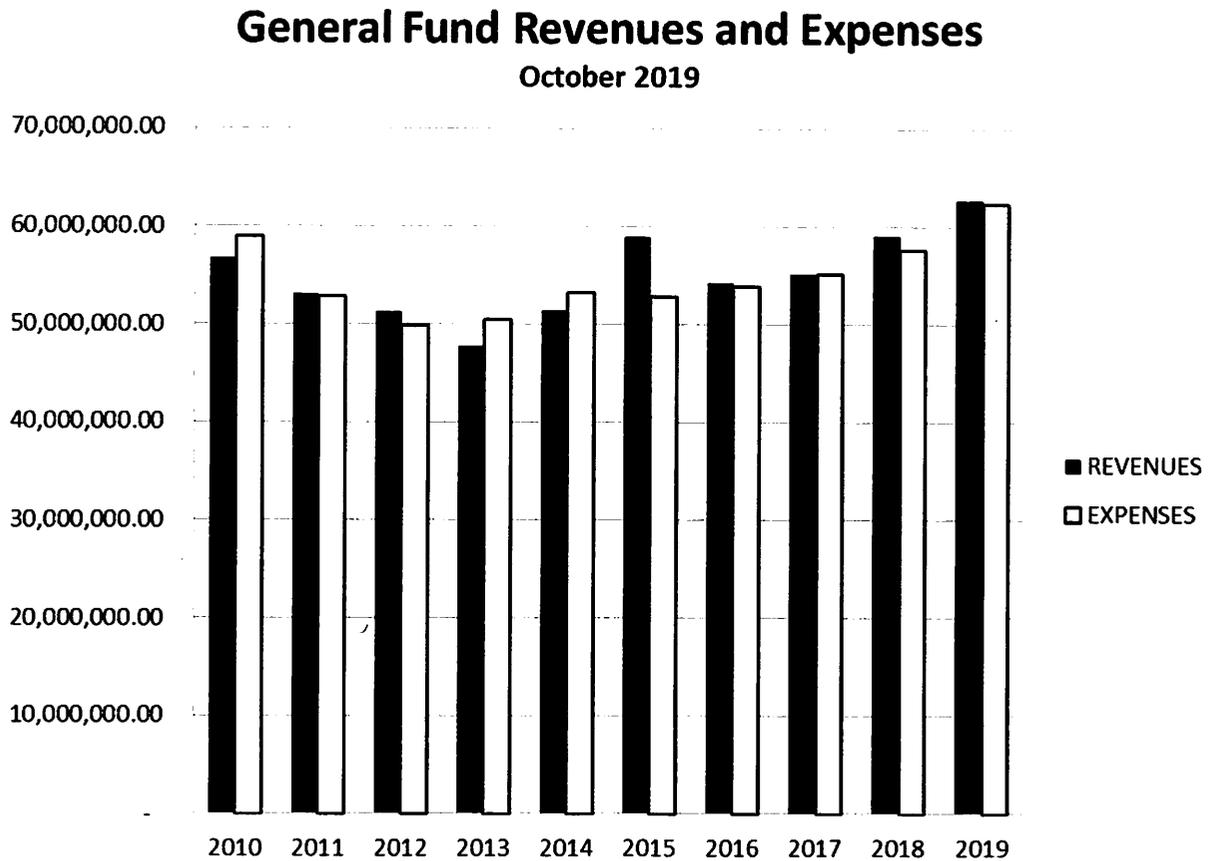
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Attached please find the Monthly financial reports. This cover memo will highlight unusual events or variances related to the report period.

Highlights for this reporting period are:

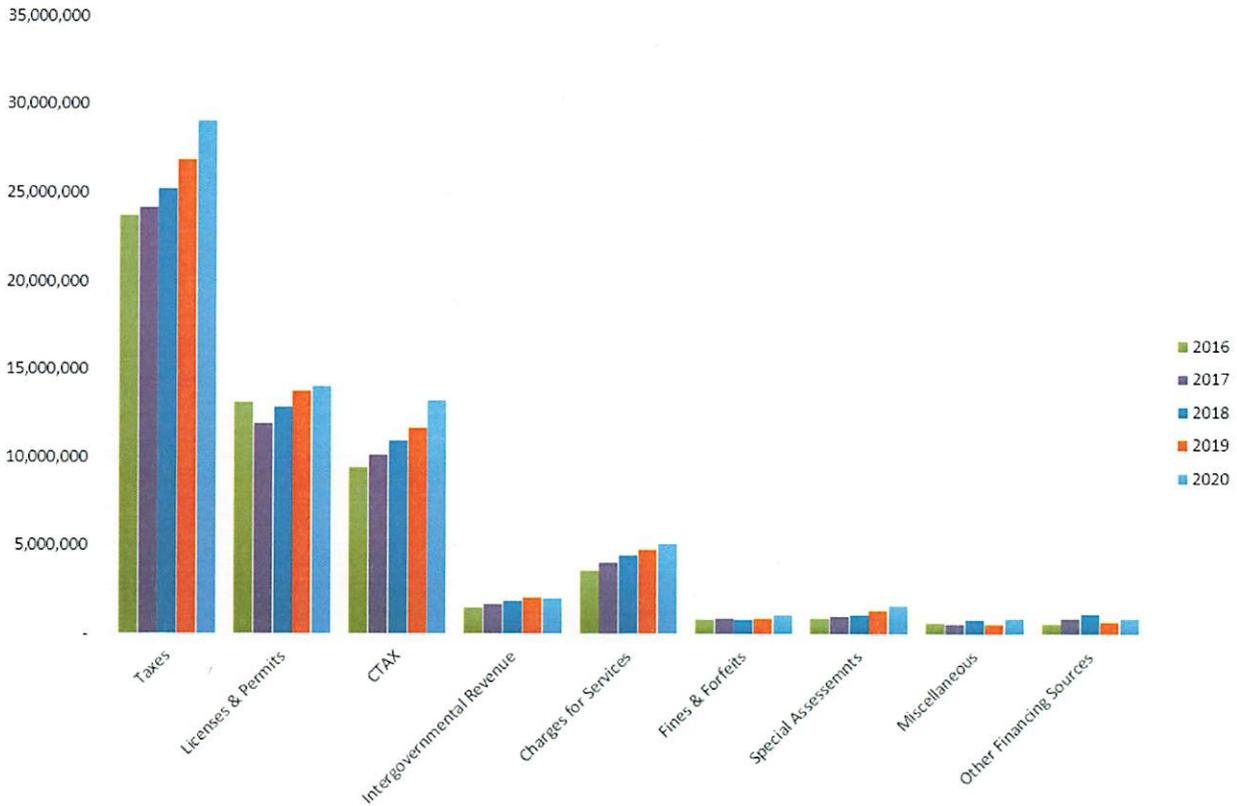
- The monthly financial report is prepared subsequent to the tenth business day of the following month
- This is the fourth month of the fiscal year 2019-2020. Because various revenues are 45 – 60 days behind, October's revenues do not reflect all cumulative revenues such as the Consolidated Tax, Room Tax, and other miscellaneous types. October's Consolidated Tax, for example, will not be received until the end of December.
- Budget values reported are those adopted at the May 2019 Council Meeting. Any additional needs or requirements for budget augmentations will be addressed at a future date.
- Summarized investment activities are included as an attachment to this report. Future investment activity reports will be located at [reno.gov/government/departments/finance](http://reno.gov/government/departments/finance).
- As of October 31, 2019, the City has \$335,151,679 in its cash portfolio (including reserve funds held for debt), of which \$40,851,876 is located in the general fund. Of this amount, 70.85% is invested in pooled investments securities allowed by the City of Reno Investment Policy and had a yield of 2.25%. The remaining funds are invested with the State of Nevada's Local Government Investment Pool (LGIP) at 22.20% of funds, 6.65% invested in the Bank of America account and 0.30% in a U.S. Bank Treasury account. The LGIP, Bank of America and US Bank paid 1.99%, 0.01%, and 1.72% respectively, in the month of October.

Year-to-date revenues and expenses for the general fund are shown in a comparative chart below through the month ending October 31st for the most current ten years. The differences in revenues and expenses are covered by the prior year fund balance until revenues exceed expenses.

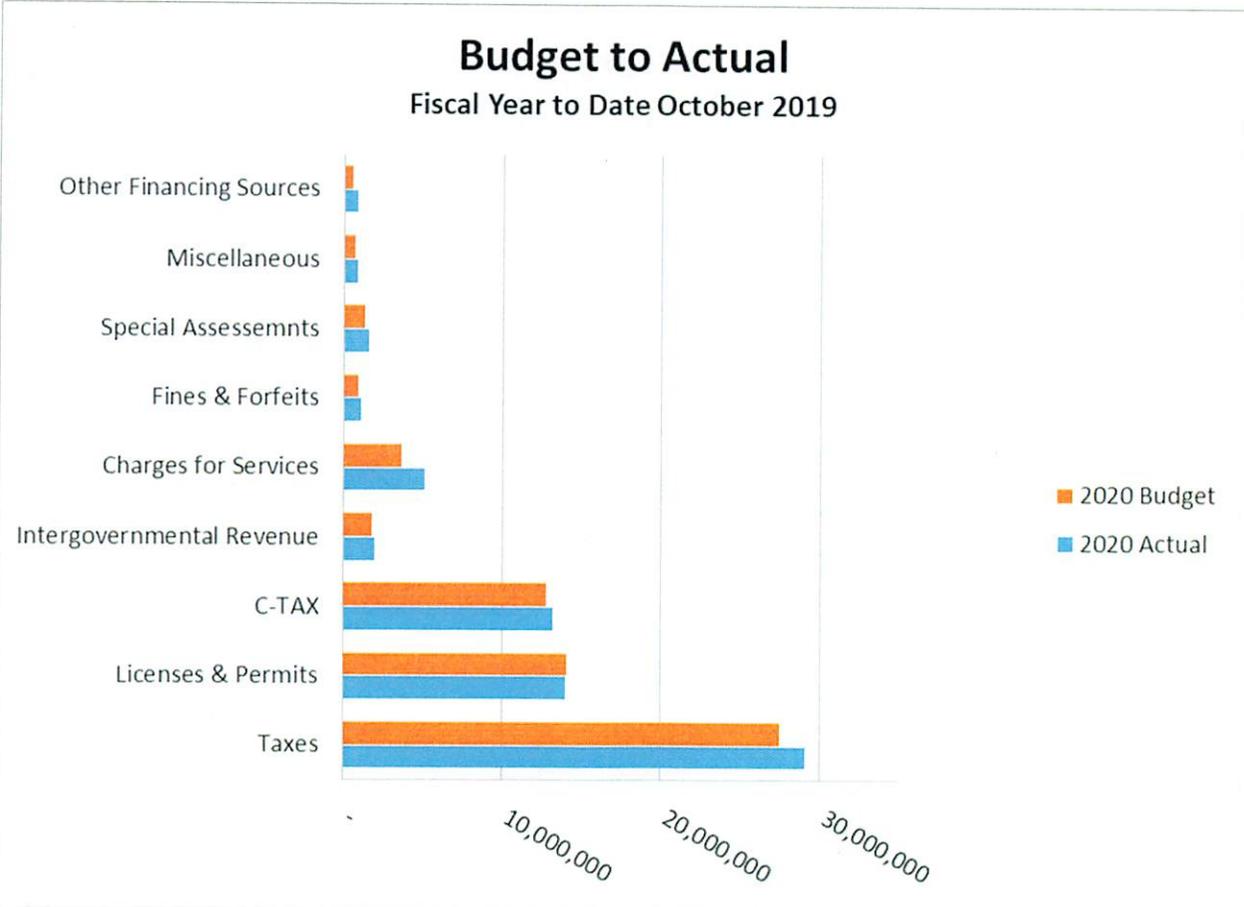


Fiscal year-to-date revenues were compiled by type of revenue and compared to the most recent five years of data at October 31st. This is intended to depict the changing environment of the City of Reno's revenue trends.

**Revenue Trends Including Current Year Budget  
Fiscal Year to Date October 2019**



An estimated budgeted amount is shown which is derived from adopted budget numbers and adjusted for timing of receipts for fiscal year to date at October 31, 2019. The budgeted amounts are derived from the budget approved in May 2019 with any subsequent augmentations. Actual revenues are also shown for fiscal year to date at October 31, 2019



Consolidated Taxes are collected each month with a two-month lag time; meaning that July's taxes are received in September, August's taxes are received in October, etc. Total Consolidated Taxes are budgeted using prior year actuals and known changes in the economy to closely estimate revenues. For the month ending October 31, 2019, Consolidated Taxes are estimated as follows:

CONSOLIDATED TAX (CTAX)

Month	FY17	FY18	FY19	FY20 Budget	FY20 Actual	Gain/(Loss) over Budget (\$)	Gain/(Loss) over Budget (%)	Change from Prior Year (\$)	Change from Prior Year (%)
July	4,914,956	5,222,477	5,625,331	5,872,819	6,138,752	265,933	4.5%	513,421	9.1%
August	5,077,679	5,693,438	5,849,582	6,190,349	6,287,784	97,435	1.6%	438,202	7.5%
September	5,198,038	5,602,049	5,848,956	6,204,790					
October	4,700,672	5,301,646	5,619,777	5,814,009					
November	4,807,651	5,163,836	5,516,538	5,769,919					
December	5,984,834	6,279,931	6,586,851	7,029,536					
January	4,273,298	4,898,991	5,324,521	5,390,448					
February	4,335,543	4,707,783	4,653,281	5,109,075					
March	5,399,946	5,532,621	5,693,880	6,205,753					
April	4,643,914	5,335,994	5,746,210	5,717,403					
May	5,045,693	5,633,361	5,975,088	6,199,512					
June	5,865,727	6,308,954	6,347,848	7,039,316					
<b>TOTAL</b>	<b>60,247,950</b>	<b>65,681,079</b>	<b>68,787,863</b>	<b>72,542,930</b>	<b>12,426,536</b>	<b>363,368</b>	<b>6.2%</b>	<b>951,623</b>	<b>8.3%</b>
Change (\$)		5,433,129	3,106,784	3,755,067					
Change (%)		9.0%	4.7%	5.5%					

Consolidated Tax (CTAX) History



*The financial statements attached have not been audited, are not complete and are not presented in accordance with GAAP or GASB. The financial statements are for management use only and are subject to change. Budgeted amounts could be augmented in future months. Balance sheets, Statements of Net Position, Statements of Cash Flow, related disclosure notes and supplementary information have all been omitted. The financial statements presented are done so on a modified accrual basis and are subject to change at year end (June 30) when additional information is made available and financial adjustments are completed.*

**CITY OF RENO**  
**UNAUDITED MONTHLY INTERIM FINANCIAL STATEMENTS**  
**DEFINITIONS**

Annual Budget Amount – The budget approved by City Council, including augmentations/ revisions that have been approved by City Council and uploaded into the financial system by the City of Reno Finance Department.

M-T-D Actual Amount – The actual amount of revenues and expenditures/expenses that have been recorded in the financial system for the month stated on the financial statements. Encumbrances are excluded.

Y-T-D Actual Amount – The actual amount of revenues and expenditures/expenses that have been recorded in the financial system since July 1 of the fiscal year through the month stated on the financial statements. Encumbrances are excluded.

Budget Less Y-T-D Actual – The difference between the Annual Budget Amount column and the Y-T-D Actual Amount column.

% of Budget – Y-T-D Actual Amount divided by the Annual Budget Amount.

Prior Year YTD Total – The actual amount of revenues and expenditures/expenses that have been recorded in the financial system since July 1 of the prior fiscal year through the month stated on the financial statements for the prior fiscal year.

General Fund – The City's primary operating fund.

Special Revenue Funds – Funds include Community Development Grants Funds (e.g., CDBG and HOME), Community Assistance Center Grants Fund, Room Tax Fund, Streets Fund, DR Drainage Facility Impact Fee Fund, Courts Administrative Assessment and Collections Funds, Drug Forfeiture Fund, and Redevelopment Agency Areas 1 and 2 General Funds.

Debt Service Funds – Funds include City of Reno Debt Funds, ReTRAC Debt Fund, Special Assessment District Debt Funds, and Redevelopment Agency Areas 1 and 2 Debt Funds.

Capital Project Funds – Funds include Public Works CP Fund, ReTRAC CP Fund, Ballroom CP Fund, Community Assistance Center Phase 2 CP Fund, City Bonds CP Funds (Green Energy, RZED and QECB), Streets CP Fund, Park Districts CP Funds, Room Tax Surcharge CP Fund, Special Ad Valorem Fund, Redevelopment Agency CP Funds (Baseball and Fire Station Relocation), and Redevelopment Agency Extraordinary Maintenance Fund.

Building Enterprise Fund – Fund include Building Permit Fund.

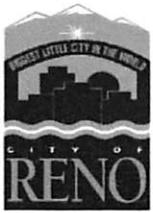
Internal Service Funds – Funds include Motor Vehicle Fund, Risk Retention Fund, the three self-funded Medical Plan Funds, and Worker's Compensation Risk Fund.



# General Fund

Through 10/31/19  
Summary Listing  
October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Governmental</b>						
Fund Type <b>General Fund</b>						
REVENUE						
Taxes	55,762,585.00	11,426,783.16	29,077,458.43	26,685,126.57	52	26,861,879.00
Fees - Licenses & Permits						
Business License Fees	20,009,300.00	1,795,365.03	7,301,786.83	12,707,513.17		6,953,465.55
Marijuana Business License Fees	1,442,000.00	432,003.85	438,395.86	1,003,604.14		363,168.69
Franchise Fees, excluding Sewer in Lieu of Franchise Fee	23,516,960.00	4,439,818.02	5,596,009.28	17,920,950.72		5,798,286.27
Sewer in Lieu of Franchise Fee	3,626,490.00	693,911.41	693,911.41	2,932,578.59		668,964.27
Other	.00	252.00	4,435.00	(4,435.00)		5,324.00
Total Fees, Licenses & Permits	48,594,750.00	7,361,350.31	14,034,538.38	34,560,211.62	29	13,789,208.78
Intergovernmental Revenue						
Consolidated Tax Revenue	73,742,930.00	6,868,490.11	13,240,323.36	60,502,606.64		11,677,671.23
Other Shared Revenues (AB104 & Gaming)	6,128,410.00	582,196.60	1,644,658.56	4,483,751.44		1,462,270.81
Marijuana Enforcement	310,579.00	.00	.00	310,579.00		.00
Other, Including Grants	770,279.00	256,641.99	353,386.69	416,892.31		637,578.61
Total Intergovernmental Revenues	80,952,198.00	7,707,328.70	15,238,368.61	65,713,829.39	19	13,777,520.65
Charges for Services	12,542,507.00	1,222,777.74	5,118,605.99	7,423,901.01	41	4,757,489.21
Fines & Forfeits	2,584,566.00	292,644.38	1,072,181.41	1,512,384.59	41	908,847.58
Special Assessments	2,700,000.00	688,738.34	1,579,415.39	1,120,584.61	58	1,344,136.70
Miscellaneous	1,420,909.00	322,290.74	856,915.26	563,993.74	60	572,063.94
Other Financing Sources	2,626,624.00	218,885.33	875,541.33	1,751,082.67	33	705,499.20
Beginning Fund Balance	29,698,210.00	.00	.00	29,698,210.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$236,882,349.00</b>	<b>\$29,240,798.70</b>	<b>\$67,853,024.80</b>	<b>\$169,029,324.20</b>	<b>29%</b>	<b>\$62,716,645.06</b>



# General Fund

Through 10/31/19  
Summary Listing  
October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
<b>EXPENSE</b>						
Department <b>0100 - City Council</b>						
Salaries & Wages	550,811.00	42,408.00	175,508.57	375,302.43	32	171,668.86
Employee Benefits	409,352.00	32,475.95	133,197.80	276,154.20	33	129,619.03
Services & Supplies	648,214.00	96,147.62	178,394.55	469,819.45	28	155,892.95
Department <b>0100 - City Council Totals</b>	<b>\$1,608,377.00</b>	<b>\$171,031.57</b>	<b>\$487,100.92</b>	<b>\$1,121,276.08</b>	<b>30%</b>	<b>\$457,180.84</b>
Department <b>0200 - City Clerk</b>						
Salaries & Wages	538,364.00	36,250.54	153,753.79	384,610.21	29	149,489.92
Employee Benefits	295,270.00	21,244.28	88,577.84	206,692.16	30	77,445.68
Services & Supplies	488,935.00	29,112.04	81,356.36	407,578.64	17	69,090.30
Department <b>0200 - City Clerk Totals</b>	<b>\$1,322,569.00</b>	<b>\$86,606.86</b>	<b>\$323,687.99</b>	<b>\$998,881.01</b>	<b>24%</b>	<b>\$296,025.90</b>
Department <b>0300 - City Manager</b>						
Salaries & Wages	2,942,999.00	493,099.83	1,000,800.94	1,942,198.06	34	1,181,934.18
Employee Benefits	1,141,333.00	83,449.77	338,853.29	802,479.71	30	465,601.04
Services & Supplies	2,739,935.00	246,535.29	946,658.92	1,793,276.08	35	967,985.62
Department <b>0300 - City Manager Totals</b>	<b>\$6,824,267.00</b>	<b>\$823,084.89</b>	<b>\$2,286,313.15</b>	<b>\$4,537,953.85</b>	<b>34%</b>	<b>\$2,615,520.84</b>
Department <b>0400 - Finance</b>						
Salaries & Wages	1,555,758.00	107,344.33	440,457.28	1,115,300.72	28	318,497.49
Employee Benefits	825,496.00	59,009.80	238,418.39	587,077.61	29	172,038.32
Services & Supplies	488,054.00	37,286.33	126,817.75	361,236.25	26	55,593.21
Department <b>0400 - Finance Totals</b>	<b>\$2,869,308.00</b>	<b>\$203,640.46</b>	<b>\$805,693.42</b>	<b>\$2,063,614.58</b>	<b>28%</b>	<b>\$546,129.02</b>
Department <b>0500 - City Attorney</b>						
Salaries & Wages	2,889,252.00	225,693.90	888,638.75	2,000,613.25	31	833,309.45
Employee Benefits	1,442,331.00	100,745.81	416,670.05	1,025,660.95	29	390,406.93
Services & Supplies	367,225.00	15,065.88	60,371.07	306,853.93	16	55,852.81
Department <b>0500 - City Attorney Totals</b>	<b>\$4,698,808.00</b>	<b>\$341,505.59</b>	<b>\$1,365,679.87</b>	<b>\$3,333,128.13</b>	<b>29%</b>	<b>\$1,279,569.19</b>



# General Fund

Through 10/31/19  
Summary Listing  
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Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Department <b>0600 - Human Resources</b>						
Salaries & Wages	695,164.00	42,371.53	171,878.85	523,285.15	25	230,212.56
Employee Benefits	431,315.00	19,792.64	78,907.07	352,407.93	18	105,769.19
Services & Supplies	352,146.00	25,855.56	83,118.40	269,027.60	24	89,493.49
Department <b>0600 - Human Resources Totals</b>	<b>\$1,478,625.00</b>	<b>\$88,019.73</b>	<b>\$333,904.32</b>	<b>\$1,144,720.68</b>	<b>23%</b>	<b>\$425,475.24</b>
Department <b>0620 - Civil Service</b>						
Salaries & Wages	358,354.00	15,937.04	65,597.26	292,756.74	18	60,222.24
Employee Benefits	189,934.00	9,932.19	44,168.48	145,765.52	23	25,750.51
Services & Supplies	145,443.00	63,546.45	96,743.16	48,699.84	67	19,816.55
Department <b>0620 - Civil Service Totals</b>	<b>\$693,731.00</b>	<b>\$89,415.68</b>	<b>\$206,508.90</b>	<b>\$487,222.10</b>	<b>30%</b>	<b>\$105,789.30</b>
Department <b>0700 - Community Development</b>						
Salaries & Wages	1,631,163.00	110,619.20	440,232.73	1,190,930.27	27	585,434.04
Employee Benefits	905,289.00	56,693.18	225,980.96	679,308.04	25	279,660.76
Services & Supplies	1,000,520.00	47,468.81	225,925.63	774,594.37	23	185,556.36
Department <b>0700 - Community Development Totals</b>	<b>\$3,536,972.00</b>	<b>\$214,781.19</b>	<b>\$892,139.32</b>	<b>\$2,644,832.68</b>	<b>25%</b>	<b>\$1,050,651.16</b>
Department <b>0800 - Police</b>						
Salaries & Wages	46,882,690.00	3,251,384.57	14,225,010.59	32,657,679.41	30	12,741,636.59
Employee Benefits	28,204,161.00	2,047,887.90	8,359,660.31	19,844,500.69	30	7,305,029.67
Services & Supplies	6,965,639.00	554,790.02	2,202,580.41	4,763,058.59	32	2,034,808.19
Capital Outlay	216,000.00	.00	.00	216,000.00	0	103,588.94
Department <b>0800 - Police Totals</b>	<b>\$82,268,490.00</b>	<b>\$5,854,062.49</b>	<b>\$24,787,251.31</b>	<b>\$57,481,238.69</b>	<b>30%</b>	<b>\$22,185,063.39</b>
Department <b>0900 - Fire</b>						
Salaries & Wages	30,024,359.00	2,485,436.88	9,831,294.06	20,193,064.94	33	10,159,202.75
Employee Benefits	18,471,954.00	1,367,710.11	5,592,164.92	12,879,789.08	30	5,460,203.17
Services & Supplies	3,176,421.00	227,238.49	948,845.96	2,227,575.04	30	1,082,851.13
Capital Outlay	291,211.00	.00	6,354.18	284,856.82	2	.00
Department <b>0900 - Fire Totals</b>	<b>\$51,963,945.00</b>	<b>\$4,080,385.48</b>	<b>\$16,378,659.12</b>	<b>\$35,585,285.88</b>	<b>32%</b>	<b>\$16,702,257.05</b>



# General Fund

Through 10/31/19  
Summary Listing  
October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
<b>Department 1100 - Municipal Court</b>						
Salaries & Wages	4,373,638.00	303,129.93	1,277,949.94	3,095,688.06	29	1,343,496.89
Employee Benefits	2,416,263.00	173,403.28	709,643.49	1,706,619.51	29	686,028.45
Services & Supplies	1,047,695.00	84,732.55	337,297.78	710,397.22	32	247,616.80
Department <b>1100 - Municipal Court</b> Totals	<b>\$7,837,596.00</b>	<b>\$561,265.76</b>	<b>\$2,324,891.21</b>	<b>\$5,512,704.79</b>	<b>30%</b>	<b>\$2,277,142.14</b>
<b>Department 1200 - Public Works</b>						
Salaries & Wages	2,984,340.00	233,568.66	915,266.88	2,069,073.12	31	941,239.57
Employee Benefits	1,525,541.00	116,063.87	466,616.81	1,058,924.19	31	441,052.80
Services & Supplies	2,117,023.00	160,434.87	505,174.75	1,611,848.25	24	578,603.89
Capital Outlay	7,000.00	.00	.00	7,000.00	0	.00
Department <b>1200 - Public Works</b> Totals	<b>\$6,633,904.00</b>	<b>\$510,067.40</b>	<b>\$1,887,058.44</b>	<b>\$4,746,845.56</b>	<b>28%</b>	<b>\$1,960,896.26</b>
<b>Department 1300 - Parks, Rec. &amp; Community Services</b>						
Salaries & Wages	6,622,678.00	460,471.28	2,043,442.68	4,579,235.32	31	1,943,156.72
Employee Benefits	2,740,996.00	177,515.08	736,296.65	2,004,699.35	27	762,735.99
Services & Supplies	2,295,665.00	217,153.86	747,287.58	1,548,377.42	33	623,691.78
Capital Outlay	103,599.00	.00	.00	103,599.00	0	37,802.48
Department <b>1300 - Parks, Rec. &amp; Community Services</b> Totals	<b>\$11,762,938.00</b>	<b>\$855,140.22</b>	<b>\$3,527,026.91</b>	<b>\$8,235,911.09</b>	<b>30%</b>	<b>\$3,367,386.97</b>
<b>Department 1400 - Neighborhood Services</b>						
Salaries & Wages	1,728,480.00	135,224.05	559,632.97	1,168,847.03	32	.00
Employee Benefits	941,822.00	73,656.49	293,446.97	648,375.03	31	.00
Services & Supplies	716,386.00	29,277.92	104,822.71	611,563.29	15	.00
Capital Outlay	30,000.00	.00	.00	30,000.00	0	.00
Department <b>1400 - Neighborhood Services</b> Totals	<b>\$3,416,688.00</b>	<b>\$238,158.46</b>	<b>\$957,902.65</b>	<b>\$2,458,785.35</b>	<b>28%</b>	<b>\$0.00</b>
<b>Department 1500 - Debt Service</b>						
Debt Service - Principal	534,486.00	15,011.08	30,022.16	504,463.84	6	478,369.00
Debt Service - Interest	2,539.00	373.40	821.48	1,717.52	32	1,418.92
Department <b>1500 - Debt Service</b> Totals	<b>\$537,025.00</b>	<b>\$15,384.48</b>	<b>\$30,843.64</b>	<b>\$506,181.36</b>	<b>6%</b>	<b>\$479,787.92</b>



# General Fund

Through 10/31/19  
Summary Listing  
October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
<b>Department 1600 - Intergovernmental</b>						
Salaries & Wages	500,000.00	.00	.00	500,000.00	0	.00
Employee Benefits	1,720,556.00	.00	.00	1,720,556.00	0	.00
Services & Supplies	11,334,412.00	311,222.88	2,361,077.29	8,973,334.71	21	2,623,125.63
Department <b>1600 - Intergovernmental</b> Totals	<b>\$13,554,968.00</b>	<b>\$311,222.88</b>	<b>\$2,361,077.29</b>	<b>\$11,193,890.71</b>	<b>17%</b>	<b>\$2,623,125.63</b>
<b>Department 1650 - Contingency</b>						
Other financing uses	1,405,000.00	.00	.00	1,405,000.00	0	.00
Department <b>1650 - Contingency</b> Totals	<b>\$1,405,000.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$1,405,000.00</b>	<b>0%</b>	<b>\$0.00</b>
<b>Department 1700 - Communications &amp; Technology</b>						
Salaries & Wages	2,129,600.00	146,620.19	576,057.91	1,553,542.09	27	1,792,947.83
Employee Benefits	1,086,956.00	69,865.88	281,690.28	805,265.72	26	862,610.92
Services & Supplies	3,946,609.00	232,049.53	1,965,708.49	1,980,900.51	50	1,521,989.49
Capital Outlay	.00	.00	.00	.00	+++	.00
Department <b>1700 - Communications &amp; Technology</b> Totals	<b>\$7,163,165.00</b>	<b>\$448,535.60</b>	<b>\$2,823,456.68</b>	<b>\$4,339,708.32</b>	<b>39%</b>	<b>\$4,177,548.24</b>
<b>Department 1900 - Non-Departmental</b>						
Other financing uses	6,702,287.00	3,162,916.67	4,574,166.67	2,128,120.33	68	1,729,002.00
Department <b>1900 - Non-Departmental</b> Totals	<b>\$6,702,287.00</b>	<b>\$3,162,916.67</b>	<b>\$4,574,166.67</b>	<b>\$2,128,120.33</b>	<b>68%</b>	<b>\$1,729,002.00</b>
<b>Department 9000 - Ending Fund Balance</b>						
Ending Fund Balance	20,603,686.00	.00	.00	20,603,686.00	0	.00
Department <b>9000 - Ending Fund Balance</b> Totals	<b>\$20,603,686.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$20,603,686.00</b>	<b>0%</b>	<b>\$0.00</b>
<b>EXPENSE TOTALS</b>	<b>\$236,882,349.00</b>	<b>\$18,055,225.41</b>	<b>\$66,353,361.81</b>	<b>\$170,528,987.19</b>	<b>28%</b>	<b>\$62,278,551.09</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>\$11,185,573.29</b>	<b>\$1,499,662.99</b>	<b>\$1,499,662.99</b>	<b>+++</b>	<b>\$438,093.97</b>



# Special Revenue Funds (Excluding RDA General Funds)

Through 10/31/19  
 Consolidated Summary Listing  
 October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Governmental</b>						
Fund Type <b>Special Revenue Funds</b>						
REVENUE						
Taxes	20,535,592.00	3,873,512.12	10,037,592.24	10,497,999.76	49	9,016,527.81
Fees - Licenses & Permits	3,902,389.00	1,211,556.88	1,423,957.44	2,478,431.56	36	645,064.88
Intergovernmental Revenue	15,017,492.00	1,078,317.96	1,787,417.17	13,230,074.83	12	2,407,958.73
Charges for Services	.00	.00	8,940.00	(8,940.00)	+++	.00
Fines & Forfeits	1,000.00	.00	174.00	826.00	17	1,961.92
Miscellaneous	697,134.00	178,689.53	601,778.09	95,355.91	86	369,186.05
Other Financing Sources	145,000.00	(1,638,686.35)	233,563.76	(88,563.76)	161	118,580.67
Beginning Fund Balance	22,532,487.00	.00	.00	22,532,487.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$62,831,094.00</b>	<b>\$4,703,390.14</b>	<b>\$14,093,422.70</b>	<b>\$48,737,671.30</b>	<b>22%</b>	<b>\$12,559,280.06</b>
EXPENSE						
Salaries & Wages	5,707,712.00	369,658.34	1,622,852.65	4,084,859.35	28	1,550,245.64
Employee Benefits	3,396,156.00	228,279.47	923,092.56	2,473,063.44	27	873,432.93
Services & Supplies	16,950,000.00	973,759.61	2,990,032.40	13,959,967.60	18	3,669,319.03
Capital Outlay	22,385,701.00	1,551,293.97	2,693,493.52	19,692,207.48	12	1,717,488.61
Other financing uses	3,023,624.00	244,468.67	977,874.67	2,045,749.33	32	603,976.67
Ending Fund Balance	11,367,901.00	.00	.00	11,367,901.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$62,831,094.00</b>	<b>\$3,367,460.06</b>	<b>\$9,207,345.80</b>	<b>\$53,623,748.20</b>	<b>15%</b>	<b>\$8,414,462.88</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>\$1,335,930.08</b>	<b>\$4,886,076.90</b>	<b>\$4,886,076.90</b>	<b>+++</b>	<b>\$4,144,817.18</b>



# Debt Service Funds (Excluding RDA DS Funds)

Through 10/31/19  
 Consolidated Summary Listing  
 October = 33.33% of Budget

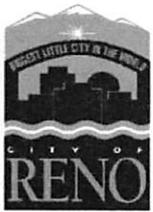
Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Governmental</b>						
Fund Type <b>Debt Service Funds</b>						
<b>REVENUE</b>						
Taxes	8,285,000.00	923,400.02	3,019,360.06	5,265,639.94	36	3,070,497.83
Fees - Licenses & Permits	35,000.00	6,000.00	19,200.00	15,800.00	55	12,600.00
Intergovernmental Revenue	11,300,000.00	1,053,115.72	1,180,989.70	10,119,010.30	10	1,082,409.72
Fines & Forfeits	2,000.00	660.31	4,932.67	(2,932.67)	247	1,726.81
Special Assessments	1,408,320.00	9,109.24	1,133,587.22	274,732.78	80	1,096,100.72
Miscellaneous	1,647,336.00	78,446.14	801,994.19	845,341.81	49	844,078.51
Other Financing Sources	1,259,287.00	.00	.00	1,259,287.00	0	333,576.50
Beginning Fund Balance	23,598,711.00	.00	.00	23,598,711.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$47,535,654.00</b>	<b>\$2,070,731.43</b>	<b>\$6,160,063.84</b>	<b>\$41,375,590.16</b>	<b>13%</b>	<b>\$6,440,990.09</b>
<b>EXPENSE</b>						
Services & Supplies	650,825.00	10,062.99	51,745.87	599,079.13	8	169,780.78
Debt Service - Principal	7,799,870.00	21,870.00	2,237,120.00	5,562,750.00	29	30,445.00
Debt Service - Interest	14,219,909.00	16,178.40	162,618.28	14,057,290.72	1	42,110.63
Other financing uses	.00	.00	.00	.00	+++	502,157.17
Ending Fund Balance	24,865,050.00	.00	.00	24,865,050.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$47,535,654.00</b>	<b>\$48,111.39</b>	<b>\$2,451,484.15</b>	<b>\$45,084,169.85</b>	<b>5%</b>	<b>\$744,493.58</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>\$2,022,620.04</b>	<b>\$3,708,579.69</b>	<b>\$3,708,579.69</b>	<b>+++</b>	<b>\$5,696,496.51</b>



# Capital Projects Funds (Excluding RDA CP Funds)

Through 10/31/19  
 Consolidated Summary Listing  
 October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Governmental</b>						
Fund Type <b>Capital Projects Funds</b>						
<b>REVENUE</b>						
Taxes	2,279,500.00	187,764.27	1,219,167.12	1,060,332.88	53	1,154,585.60
Intergovernmental Revenue	550,000.00	5,807.99	211,269.67	338,730.33	38	191,612.73
Charges for Services	2,150,000.00	138,242.00	466,698.00	1,683,302.00	22	532,218.00
Miscellaneous	150,754.00	(449.47)	309,831.56	(159,077.56)	206	925,471.92
Other Financing Sources	13,289,424.00	9,170,494.21	12,502,850.21	786,573.79	94	2,681,989.00
Beginning Fund Balance	27,614,091.00	.00	.00	27,614,091.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$46,033,769.00</b>	<b>\$9,501,859.00</b>	<b>\$14,709,816.56</b>	<b>\$31,323,952.44</b>	<b>32%</b>	<b>\$5,485,877.25</b>
<b>EXPENSE</b>						
Services & Supplies	3,536,383.00	38,471.82	112,898.59	3,423,484.41	3	316,854.06
Capital Outlay	23,237,914.00	349,583.32	8,734,125.13	14,503,788.87	38	1,092,892.81
Other financing uses	7,482,424.00	5,521,151.33	7,391,757.33	90,666.67	99	971,400.33
Ending Fund Balance	11,777,048.00	.00	.00	11,777,048.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$46,033,769.00</b>	<b>\$5,909,206.47</b>	<b>\$16,238,781.05</b>	<b>\$29,794,987.95</b>	<b>35%</b>	<b>\$2,381,147.20</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>\$3,592,652.53</b>	<b>(\$1,528,964.49)</b>	<b>(\$1,528,964.49)</b>	<b>+++</b>	<b>\$3,104,730.05</b>



# Building Enterprise Fund

Through 10/31/19  
 Consolidated Summary Listing  
 October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Proprietary</b>						
Fund Type <b>Enterprise Funds</b>						
REVENUE						
Charges for Services	11,865,818.00	1,185,646.17	5,081,172.49	6,784,645.51	43	3,601,748.19
Miscellaneous	50,000.00	.00	62,724.00	(12,724.00)	125	7,294.96
Beginning Fund Balance	14,002,882.00	.00	.00	14,002,882.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$25,918,700.00</b>	<b>\$1,185,646.17</b>	<b>\$5,143,896.49</b>	<b>\$20,774,803.51</b>	<b>20%</b>	<b>\$3,609,043.15</b>
EXPENSE						
Salaries & Wages	4,463,636.00	341,025.26	1,329,897.30	3,133,738.70	30	1,217,866.44
Employee Benefits	2,990,644.00	173,526.95	698,373.79	2,292,270.21	23	601,508.36
Services & Supplies	3,181,139.00	138,474.10	1,274,000.92	1,907,138.08	40	693,645.32
Capital Outlay	.00	.00	.00	.00	+++	15,608.76
Other financing uses	30,000.00	.00	.00	30,000.00	0	.00
Ending Fund Balance	15,253,281.00	.00	.00	15,253,281.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$25,918,700.00</b>	<b>\$653,026.31</b>	<b>\$3,302,272.01</b>	<b>\$22,616,427.99</b>	<b>13%</b>	<b>\$2,528,628.88</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>\$532,619.86</b>	<b>\$1,841,624.48</b>	<b>\$1,841,624.48</b>	<b>+++</b>	<b>\$1,080,414.27</b>



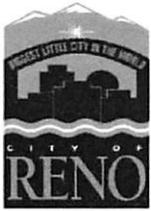
# Sewer O & M and Capital Project Funds

Through 10/31/19

Consolidated Summary Listing

October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
<b>Fund Category Proprietary</b>						
<b>Fund Type Enterprise Funds</b>						
<b>REVENUE</b>						
Fees - Licenses & Permits	341,454.00	30,386.00	122,433.96	219,020.04	36	116,752.99
Intergovernmental Revenue	588,425.00	459.05	28,883.43	559,541.57	5	.00
Charges for Services	68,119,774.00	20,183,134.01	34,156,405.12	33,963,368.88	50	33,073,693.16
Fines & Forfeits	1,302,600.00	(14,008.48)	729,730.77	572,869.23	56	671,712.91
Miscellaneous	500,000.00	27,749.52	547,944.69	(47,944.69)	110	99,575.30
Capital Contributions	7,575,000.00	862,486.90	5,019,630.76	2,555,369.24	66	3,144,964.97
Other Financing Sources	2,639,021.00	.00	.00	2,639,021.00	0	1,222,206.05
Beginning Fund Balance	96,222,458.00	.00	.00	96,222,458.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$177,288,732.00</b>	<b>\$21,090,207.00</b>	<b>\$40,605,028.73</b>	<b>\$136,683,703.27</b>	<b>23%</b>	<b>\$38,328,905.38</b>
<b>EXPENSE</b>						
Salaries & Wages	7,264,147.00	542,140.26	2,054,614.73	5,209,532.27	28	1,995,249.92
Employee Benefits	4,420,084.00	272,308.60	1,083,362.38	3,336,721.62	25	1,062,004.60
Services & Supplies	29,114,782.00	1,268,750.36	7,626,549.09	21,488,232.91	26	8,151,414.75
Capital Outlay	58,162,553.00	1,207,783.12	3,391,764.40	54,770,788.60	6	4,208,791.61
Debt Service - Principal	5,717,504.00	(5,106,302.92)	.00	5,717,504.00	0	.00
Debt Service - Interest	1,070,753.00	.00	27,388.73	1,043,364.27	3	22,665.50
Other financing uses	18,251,021.00	416,666.67	1,666,666.68	16,584,354.32	9	2,888,872.73
Ending Fund Balance	53,287,888.00	.00	.00	53,287,888.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$177,288,732.00</b>	<b>(\$1,398,653.91)</b>	<b>\$15,850,346.01</b>	<b>\$161,438,385.99</b>	<b>9%</b>	<b>\$18,328,999.11</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>\$22,488,860.91</b>	<b>\$24,754,682.72</b>	<b>\$24,754,682.72</b>	<b>+++</b>	<b>\$19,999,906.27</b>



# Internal Service Funds

Through 10/31/19  
 Consolidated Summary Listing  
 October = 33.33% of Budget

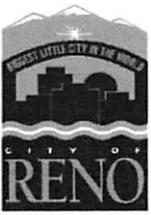
Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Proprietary</b>						
Fund Type <b>Internal Service Funds</b>						
REVENUE						
Intergovernmental Revenue	100,000.00	.00	28,654.80	71,345.20	29	40,343.75
Charges for Services	46,730,351.00	3,291,754.22	15,225,278.16	31,505,072.84	33	15,326,630.40
Miscellaneous	196,000.00	77,983.22	524,883.21	(328,883.21)	268	351,751.97
Other Financing Sources	28,299.00	.00	9,841.04	18,457.96	35	666,666.67
Beginning Fund Balance	38,818,476.00	.00	.00	38,818,476.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$85,873,126.00</b>	<b>\$3,369,737.44</b>	<b>\$15,788,657.21</b>	<b>\$70,084,468.79</b>	<b>18%</b>	<b>\$16,385,392.79</b>
EXPENSE						
Salaries & Wages	1,096,682.00	77,243.24	317,060.19	779,621.81	29	281,466.18
Employee Benefits	622,734.00	40,325.43	160,409.83	462,324.17	26	143,710.16
Services & Supplies	43,448,980.00	3,492,174.02	13,970,654.95	29,478,325.05	32	12,833,758.50
Capital Outlay	5,846,504.00	925,362.43	1,464,158.56	4,382,345.44	25	1,194,039.27
Other financing uses	2,000,000.00	.00	.00	2,000,000.00	0	666,666.67
Ending Fund Balance	32,858,226.00	.00	.00	32,858,226.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$85,873,126.00</b>	<b>\$4,535,105.12</b>	<b>\$15,912,283.53</b>	<b>\$69,960,842.47</b>	<b>19%</b>	<b>\$15,119,640.78</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>(\$1,165,367.68)</b>	<b>(\$123,626.32)</b>	<b>(\$123,626.32)</b>	<b>+++</b>	<b>\$1,265,752.01</b>



# RDA General Funds (Includes RDA 1 & 2)

Through 10/31/19  
 Consolidated Summary Listing  
 October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Governmental</b>						
Fund Type <b>Special Revenue Funds</b>						
REVENUE						
Taxes	882,454.00	271,317.68	742,323.87	140,130.13	84	293,905.55
Intergovernmental Revenue	128,024.00	10,668.66	10,668.66	117,355.34	8	21,337.32
Miscellaneous	812,000.00	86,593.34	274,191.33	537,808.67	34	196,189.14
Beginning Fund Balance	1,823,614.00	.00	.00	1,823,614.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$3,646,092.00</b>	<b>\$368,579.68</b>	<b>\$1,027,183.86</b>	<b>\$2,618,908.14</b>	<b>28%</b>	<b>\$511,432.01</b>
EXPENSE						
Services & Supplies	2,109,014.00	79,159.22	195,075.46	1,913,938.54	9	121,292.68
Capital Outlay	.00	.00	.00	.00	+++	.00
Other financing uses	150,000.00	12,500.00	50,000.00	100,000.00	33	50,000.00
Ending Fund Balance	1,387,078.00	.00	.00	1,387,078.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$3,646,092.00</b>	<b>\$91,659.22</b>	<b>\$245,075.46</b>	<b>\$3,401,016.54</b>	<b>7%</b>	<b>\$171,292.68</b>
Grand Total Net Gain (Loss)	\$0.00	\$276,920.46	\$782,108.40	\$782,108.40	+++	\$340,139.33



# RDA Debt Service Funds (Includes RDA 1 & 2)

Through 10/31/19

Consolidated Summary Listing

October = 33.33% of Budget

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year YTD Total
Fund Category <b>Governmental</b>						
Fund Type <b>Debt Service Funds</b>						
REVENUE						
Taxes	659,125.00	150,805.24	415,043.30	244,081.70	63	383,592.35
Miscellaneous	21,000.00	4,513.94	21,857.25	(857.25)	104	16,696.94
Other Financing Sources	150,000.00	12,500.00	50,000.00	100,000.00	33	50,000.00
Beginning Fund Balance	5,657,722.00	.00	.00	5,657,722.00	0	.00
<b>REVENUE TOTALS</b>	<b>\$6,487,847.00</b>	<b>\$167,819.18</b>	<b>\$486,900.55</b>	<b>\$6,000,946.45</b>	<b>8%</b>	<b>\$450,289.29</b>
EXPENSE						
Services & Supplies	14,000.00	.00	1,250.00	12,750.00	9	1,250.00
Debt Service - Principal	1,913,000.00	.00	.00	1,913,000.00	0	.00
Debt Service - Interest	1,006,622.00	.00	.00	1,006,622.00	0	.00
Ending Fund Balance	3,554,225.00	.00	.00	3,554,225.00	0	.00
<b>EXPENSE TOTALS</b>	<b>\$6,487,847.00</b>	<b>\$0.00</b>	<b>\$1,250.00</b>	<b>\$6,486,597.00</b>	<b>0%</b>	<b>\$1,250.00</b>
<b>Grand Total Net Gain (Loss)</b>	<b>\$0.00</b>	<b>\$167,819.18</b>	<b>\$485,650.55</b>	<b>\$485,650.55</b>	<b>+++</b>	<b>\$449,039.29</b>

# City of Reno

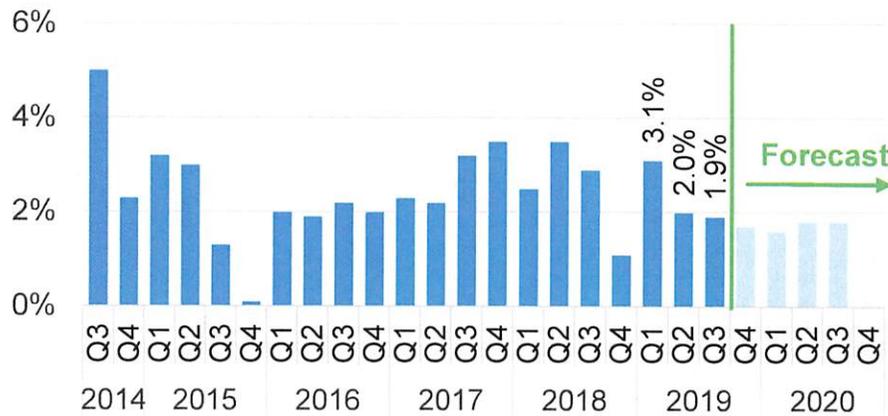
## Monthly Investment Report

October 31, 2019

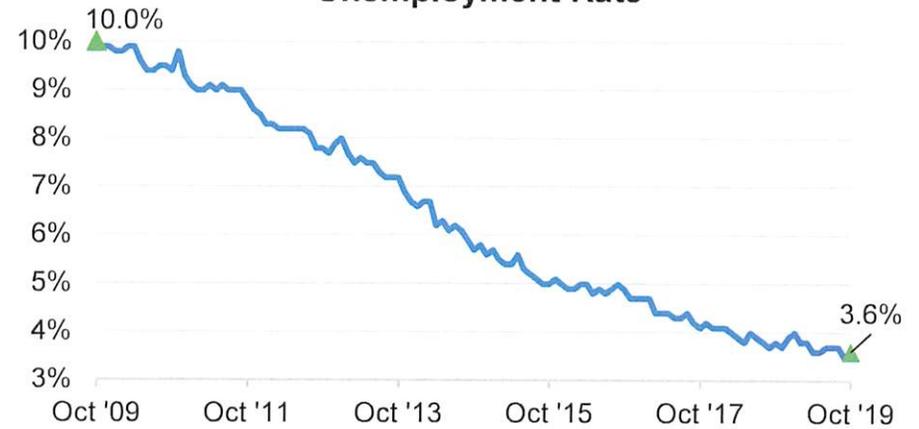


# Current U.S. Economic Conditions

### U.S. Real GDP



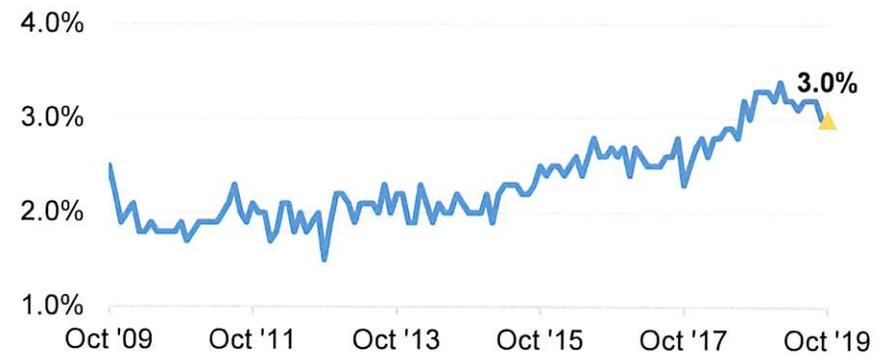
### Unemployment Rate



### Consumer Confidence



### Average Hourly Earnings (YoY %)



Source: Bloomberg, latest data available as of 10/31/2019. SAAR is seasonally adjusted annualized rate.

# Market Summary

## Economic Conditions

- The Fed made its third consecutive 25 basis point (bps) rate cut at its October FOMC meeting. Although the Fed has a favorable view on the economy, business investment and exports show weakness. The October cut represented further “mid-cycle adjustments” and insurance “against ongoing risks.” The new target range is set at 1.50% to 1.75%.
- U.S. job growth eased to a gain of 128,000 in October, but that was much stronger than forecasted despite the 6-week strike at GM. Equally important, revisions added 95,000 total jobs to the prior two months. The report reaffirmed labor market resiliency. The unemployment rate ticked higher to 3.6%, primarily attributed to new entrances into the labor force. Wage growth remained positive, but modest, reinforcing the narrative of muted underlying inflationary pressures.
- U.S. manufacturing activity struggled to weather weakening demand and trade war volleys. Although ISM and Markit surveys showed slight improvements in October, the former remained in contraction territory at 48.3 and the latter reported nearly stagnant conditions at 51.3.
- U.S. equities climbed to near record highs in October, elevated by better-than-expected earnings and renewed U.S.-China trade optimism. Over the month, the S&P 500 gained 2.2%, the NASDAQ rose 3.7%, and the Dow Jones Industrial Average added 0.6%.

## Market Reaction

- U.S. Treasury yield curve steepened over the month and is essentially flat from 1-Month Bills to 5-Year Notes. The combination of an additional rate cut in October and Fed purchases of Treasury bills to stabilize money markets helped pressure short-term yields (less than one year) lower by 25 to 30 basis points over the month. Changes in intermediate-term maturities (between 1 and 7 years) and longer Treasuries (10 and 30 years) were much more muted.

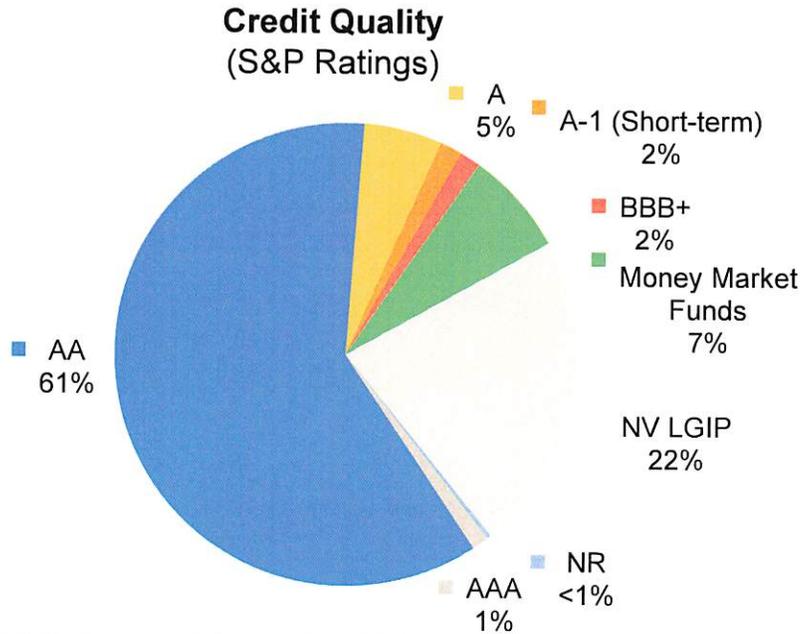
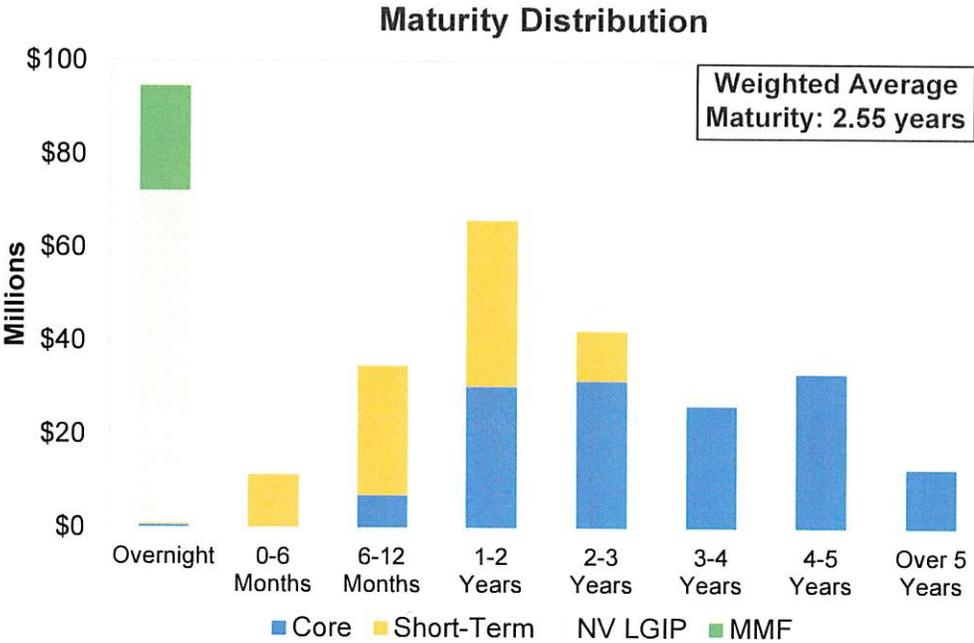
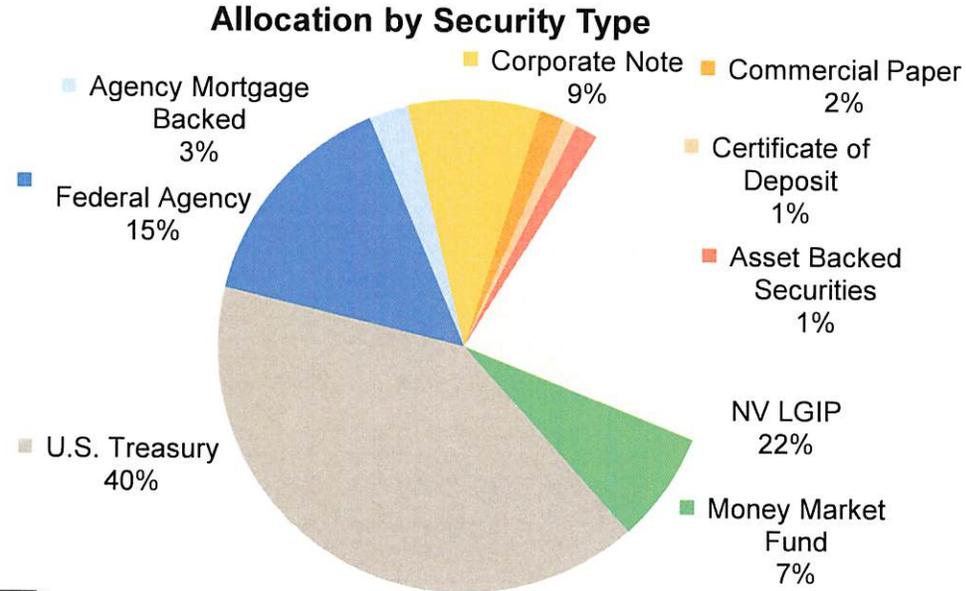
## Summary of the City's Funds

City of Reno Funds	Market Value <sup>1</sup>
Core Portfolio	\$142,280,697
Liquidity Portfolio	\$85,433,753
Liquid Funds	\$93,696,777
<i>Nevada LGIP</i>	<i>\$71,364,465</i>
<i>U.S. Bank</i>	<i>\$954,198</i>
<i>Bank of America</i>	<i>\$21,378,114</i>
<b>Managed Account Subtotal</b>	<b>\$321,411,227</b>
Reserve Fund Portfolios	\$13,740,452
<b>Total</b>	<b>\$335,151,679</b>

1. Market Value includes cash balance and excludes accrued interest for the Core, Liquidity, and Reserve Portfolio.

# Executive Summary<sup>1,2</sup>

Account Summary	Ending Values as of 9/30/19	Ending Values as of 10/31/19
Market Value	\$298,080,585	\$321,411,227
Book Value	\$295,720,896	\$318,837,718
Unrealized Gain/(Loss)	\$2,359,688	\$2,573,509
Weighted Avg. YTM	1.82%	1.68%
Weighted Avg. YTC	2.31%	2.25%



1. Money Market Funds include the Bank of America, U.S. Bank, and custody account cash balances.  
 2. Weighted average maturity includes all liquid and LGIP balances, excludes reserve funds.

## Security Type and Issuer Compliance<sup>1,2</sup>

Security Type	Market Value	% of Portfolio	Permitted by Policy	Compliance
U.S. Treasury	\$129,974,669	40.4%	100.0%	✓
Federal Agency	\$47,822,105	14.9%	100.0%	✓
Agency Mortgage-Backed	\$8,176,871	2.5%	20.0%	✓
Corporate Note	\$28,006,815	8.7%	20.0%	✓
Commercial Paper	\$5,097,266	1.6%	20.0%	✓
Certificate of Deposit	\$2,998,201	0.9%	20.0%	✓
Asset Backed Securities	\$4,687,245	1.5%	30.0%	✓
NV LGIP	\$71,364,465	22.2%	100.0%	✓
Money Market Fund	\$23,283,589	7.2%	100.0%	✓
<b>Total Market Value</b>	<b>\$321,411,227</b>	<b>100%</b>		

Maturity	Market Value	% of Portfolio	Permitted by Policy	Compliance
Overnight	\$94,648,054	29.4%	No Limit	✓
0-6 Months	\$11,442,919	3.6%	No Limit	✓
6-12 Months	\$34,668,617	10.8%	No Limit	✓
1-2 Years	\$65,893,780	20.5%	No Limit	✓
2-3 Years	\$42,162,769	13.1%	No Limit	✓
3-4 Years	\$26,361,667	8.2%	No Limit	✓
4-5 Years	\$33,297,929	10.4%	No Limit	✓
Over 5 Years	\$12,935,492	4.0%	No Limit	✓
<b>Total Market Value</b>	<b>\$321,411,227</b>	<b>100.0%</b>		

Accrual Basis Earnings <sup>3</sup>	9/30/19 through 10/31/19
<b>Total Estimated Earnings</b>	<b>\$534,004</b>

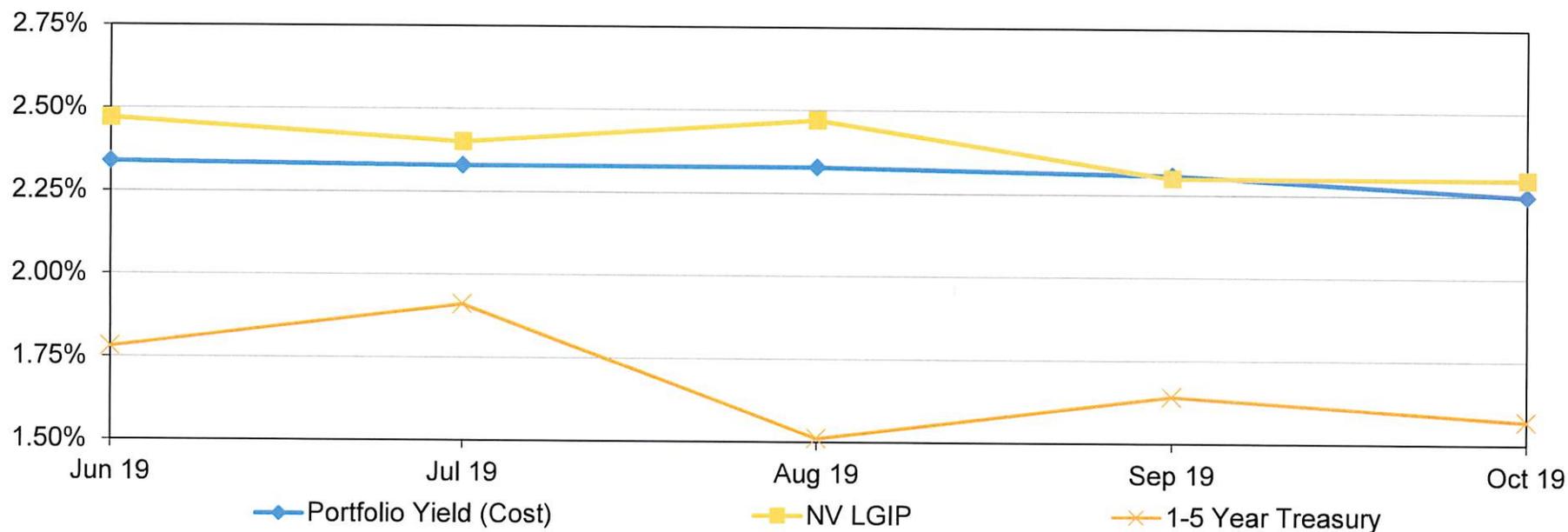
Issuer	Market Value	% of Portfolio	Permitted by Policy	Compliance
United States Treasury	\$ 129,974,669	40.4%	100%	✓
Nevada LGIP	\$ 71,364,465	22.2%	100%	✓
Fannie Mae	\$ 28,094,072	8.7%	100%	✓
Money Market Funds	\$ 23,283,589	7.2%	100%	✓
Federal Farm Credit Banks	\$ 11,719,603	3.6%	100%	✓
Federal Home Loan Banks	\$ 7,548,378	2.3%	100%	✓
Freddie Mac	\$ 6,016,430	1.9%	100%	✓
Toyota Motor Corp	\$ 3,861,472	1.2%	5%	✓
JP Morgan Chase & Co	\$ 2,971,325	0.9%	5%	✓
Wal-Mart Stores Inc	\$ 2,622,561	0.8%	5%	✓
Government National Mortgage Association	\$ 2,620,494	0.8%	100%	✓
The Bank Of New York Mellon Corporation	\$ 2,468,426	0.8%	5%	✓
Blackrock Inc	\$ 2,315,050	0.7%	5%	✓
Bank Of America Co	\$ 2,273,864	0.7%	5%	✓
Mitsubishi Uj Financial Group Inc	\$ 1,699,660	0.5%	5%	✓
Skandinaviska Enskilda Banken AB	\$ 1,499,307	0.5%	5%	✓
Nordea Bank AB	\$ 1,498,895	0.5%	5%	✓
Abbott Laboratories	\$ 1,323,911	0.4%	5%	✓
Goldman Sachs Group Inc	\$ 1,287,721	0.4%	5%	✓
The Walt Disney Corporation	\$ 1,274,693	0.4%	5%	✓
Morgan Stanley	\$ 1,272,019	0.4%	5%	✓
BB&T Corporation	\$ 1,268,328	0.4%	5%	✓
Oracle Corp	\$ 1,259,250	0.4%	5%	✓
Capital One Financial Corp	\$ 1,241,991	0.4%	5%	✓
American Express Co	\$ 1,199,950	0.4%	5%	✓
IBM Corp	\$ 1,173,641	0.4%	5%	✓
Caterpillar Inc	\$ 1,159,954	0.4%	5%	✓
Charles Schwab	\$ 1,053,494	0.3%	5%	✓
US Bancorp	\$ 1,017,532	0.3%	5%	✓
Apple Inc	\$ 980,513	0.3%	5%	✓
Wells Fargo & Company	\$ 905,136	0.3%	5%	✓
Honda Auto Receivables	\$ 683,344	0.2%	5%	✓
World Omni Auto Rec Trust	\$ 553,159	0.2%	5%	✓
Fifth Third Auto Trust	\$ 461,710	0.1%	5%	✓
GM Financial Securitized Term	\$ 442,445	0.1%	5%	✓
Capital One Prime Auto Rec Trust	\$ 374,480	0.1%	5%	✓
American Honda Finance	\$ 353,850	0.1%	5%	✓
John Deere Owner Trust	\$ 291,846	0.1%	5%	✓
<b>Total Market Value</b>	<b>\$ 321,411,227</b>	<b>100%</b>		

1. Money Market Funds include Bank of America, U.S. Bank, and custody account cash balances.
2. Investment policy dated December 2018.
3. Includes the Total Accrual Basis Earnings of the Core Portfolio and the Liquidity Portfolio.

## Portfolio Yield Summary

Date	Book Value <sup>1</sup>	Portfolio Yield (Cost)	Portfolio Duration	NV LGIP Yield (Monthly) <sup>3</sup>	1-5 Year Treasury Index Yield <sup>2</sup>
Jun-19	275,384,833	2.34%	2.14	2.47%	1.78%
Jul-19	272,969,004	2.33%	2.09	2.40%	1.91%
Aug-19	287,938,723	2.33%	2.08	2.47%	1.51%
Sep-19	295,720,896	2.31%	2.05	2.30%	1.64%
Oct-19	318,837,718	2.25%	2.04	2.30% <sup>4</sup>	1.57%

Comparison of Combined Portfolio Yield, BAML 1-5 Year Treasury Index<sup>2</sup>, and NV LGIP<sup>3</sup>



1. Security book values include cash, exclude accrued interest and balances in the reserve funds.  
 2. Source: ICE Bank of America/Merrill Lynch Global Bond Indices.  
 3. Source: Nevada State Treasurer's website. Monthly net distributed interest rate.  
 4. LGIP Yield only available through September at this time and was used again in October.

## City's Investment Objectives

- **Investment Objectives:** In accordance with the City's Investment Policy, the City's primary objectives in order of priority are:
  - **Safety** – Safety of principal is the foremost objective of the investment program. Investments for the City will be made in a manner that seeks to ensure the preservation of capital in the overall portfolio.
  - **Liquidity** – The City's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.
  - **Yield** – The City's investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints, liquidity needs, and cash flow characteristics of the portfolio.
- **Certification:** The City has sufficient funds to meet expenditures for the following six-month period.

# Portfolio Information Summary

## Funds Included in Report

- The following report includes the City's funds held in overnight investment vehicles (savings accounts, money market funds, and Nevada Local Government Investment Pool) and a portfolio of individual fixed income securities (operating fund).

## Portfolio Summary and Characteristics

- Funds are shown on an amortized cost, and market value basis.
  - Par Value. Face value, stated value, or maturity value of a security.
  - Amortized Cost Value (Book Value). Represents the original cost of an investment adjusted for amortization of premium or accretion of discount.
  - Market Value. The current price at which that security is trading between buyers and sellers. Valuation is highly dependent on interest rate movements.
- The investment sector and credit ratings distribution is shown based on market value basis.
- Demonstrates level of diversification by investment type and credit quality. Additionally, illustrates active management of funds to optimize value in the current market.

## Investment Program Maturity Summary

- The maturity distribution of the City's funds (market value).
- Demonstrates level of diversification by maturity date. Shows placement of funds to take advantage of opportunities while ensuring that the City has funds to meet its cash flow needs.

## Portfolio Yield Summary

- The historical yield and duration of the City's funds, monthly net distribution rate for the Nevada Local Government Investment Pool (NV LGIP), and the monthly yield for the Bank of America/Merrill Lynch 1 – 5 year Treasury Index is shown for the trailing six months.
- A historical record of the City's overall fund balance and earnings rates.

## Investment Guidelines

- The City invests in permitted securities consistent with Nevada Revised Statutes (NRS) Chapter 355.170 – 355.200 and the Reno Municipal Code. The City's Investment Policy includes additional sector allocation and maturity restrictions that reflect the City's risk tolerances.

Security Type	Nevada Government Code	City's Investment Policy
U.S. Treasury Notes	✓	✓
Federal Agencies	✓	✓
Supranationals	✓	✓
State Municipals	✓	✓
Corporate Notes	✓	✓
Mortgage-Backed Securities	✓	✓
Commercial Paper	✓	✓
Time Certificates of Deposit	✓	✓
Negotiable Certificates of Deposit	✓	✓
Bankers' Acceptances	✓	✓
Repurchase Agreements	✓	✓
Reverse Repurchase Agreements		
Mutual Funds	✓	✓
Money Market Funds	✓	✓
Nevada Local Government Investment Pool (NV LGIP)	✓	✓