



Agenda Report

20-567

Agenda Date: 7/14/2020

REPORT TO COUNCIL

SUBJECT

Action on Monthly Financial Status and Investment Reports for May 2020 and Approve the Related Budget Amendments [Council Pillar: Enhance Community Engagement and Transparency]

BACKGROUND

In compliance with the Charter of the City of Santa Clara and the adopted Investment Policy, the following reports for May 2020 are submitted for your information. The financial review as of May 31, 2020 provides a year-to-date financial update to the City Council for the current fiscal year. Analysis of the revenues collected and all expenditures through May 31, 2020 measures the level of adherence to the established resource allocation plan and allows the City to monitor and project revenues and expenditures throughout the year.

The Adopted Budget incorporates the estimated revenues and planned expenditures for all funds. The attached Financial Status Report provides the budget to actual revenue and expenditure summaries for the General Fund, Special Revenue Funds and Enterprise Operating Funds, as well as expenditure summary for Capital Improvement Funds and Fund Reserve Balances. Any significant variances are explained in the report.

In accordance with City Council Policy 051 - Donations to the City, included in this report is a monthly activity and annual summary of donations received by department. Although the requirement of the policy is to report quarterly, in its ongoing effort to streamline reporting, the City will include this information monthly in the financial status report.

DISCUSSION

Monthly Financial Status Report (Attachment 1)

The attached report summarizes the City's financial performances as of May 31, 2020. Financial analysis for the report is provided for the General Fund, select Special Revenue Funds, Enterprise Operating Funds, and Capital Improvement Funds.

With 11 months or 91.7% of the fiscal year complete, General Fund revenues are trending below budget at 84.2% due to the change in budgeting methodology, moving the City from a cash basis to a modified accrual basis, as well as the negative impacts associated with COVID-19. General Fund expenditures are at 84.5% of budget and are expected to end the year with savings. Total revenues for Enterprise Funds (Electric, Water, Sewer, Cemetery, Solid Waste, and Water Recycling) are at 88.6% while total expenses are at 98.1%.

In the month of May, the City received \$100,225 in donations, bringing the year-to-date donations total to \$264,109.

The COVID-19 response and the current economic downturn are significantly impacting the City's revenue collections, particularly transient occupancy tax, sales tax, and fees for services and classes. On a national level, economic conditions have worsened in a very short period of time and many economists are now projecting one of the worst recessions in generations. In May, the U.S. unemployment rate remained high at 13.3% (due to classification issues, the Bureau of Labor Statistics has indicated that this figure is understated by approximately three percentage points). Significant impacts are also expected on the State and local level. After the largest monthly drop in State history in April 2020, the California unemployment rate of 16.3% in May 2020 was slightly below the revised April unemployment rate of 16.4%. The unadjusted unemployment rate in the San Jose-Sunnyvale-Santa Clara Metropolitan Statistical Area (MSA) was 11.2% in May 2020, down from a revised 12.0% in April 2020 and significantly higher than the May 2019 level of 2.2%. The State of California as well as many local jurisdictions are addressing significant projected shortfalls as part of the budget processes for FY 2020/21.

Based on the available data, revenues are tracking to end the year \$10 million to \$15 million below the budget, which will be partially offset by expenditure savings in FY 2019/20. In FY 2020/21, a General Fund shortfall of almost \$23 million is projected as presented in the FY 2020/21 and FY 2021/22 Biennial Capital Budget. In response to this projected drop in revenues, several cost savings/budget balancing measures were implemented April 1, 2020 to generate current year savings as well as savings that will be used in FY 2020/21 and in the development of the FY 2021/22 and FY 2022/23 Biennial Operating Budget. These actions include a hiring freeze and controls around overtime, as-needed staff, marketing, travel, technology and vehicle purchases.

While actions are being taken to reduce the General Fund impact in FY 2019/20, the General Fund may end the year in a negative position and, in that case, would have to draw on the Budget Stabilization Reserve to balance the budget in 2019/20. The City currently has \$57 million in this reserve to address any negative balance after factoring in the FY 2020/21 Adopted Budget actions which drew on these reserves as an interim strategy to present a balanced budget on July 1. Final FY 2019/20 performance and the resulting impact to the reserve will be brought forward in late summer/fall 2020 upon the reconciliation of year-end activities. Further discussion is included in Attachment 1.

Monthly Investment Report (Attachment 2)

All securities held by the City of Santa Clara as of May 31, 2020 were in compliance with the City's Investment Policy Statement regarding current market strategy and long-term goals and objectives. All securities held are rated "A" or higher by two nationally recognized rating agencies. There is adequate cash flow and maturity of investments to meet the City's needs for the next six months.

The City's investment strategy for May 2020 was to invest funds not required to meet current obligations, in securities listed in the prevailing Investment Policy Statement, with maturities not to exceed five years from the date of purchase. This strategy ensures safety of the City's funds, provides liquidity to meet the City's cash needs, and earns a reasonable portfolio return of 1.71%.

ENVIRONMENTAL REVIEW

The action being considered does not constitute a "project" within the meaning of the California Environmental Quality Act ("CEQA") pursuant to CEQA Guidelines section 15378(b)(4) in that it is a

fiscal activity that does not involve any commitment to any specific project which may result in a potential significant impact on the environment.

FISCAL IMPACT

Approval of the FY 2020/21 Budget Amendments included in Attachment 3 is recommended in this report. From time to time, adjustments to the budget are required to reflect new information, align budgets with actual revenues and expenses, and correct for inadvertent errors. As stated below and in Attachment 3, a transfer of \$20,000 from the Convention Center Enterprise Fund to the City Manager's Office is necessary to provide additional resources for the Small Business Assistance Program. The Operating Grant Trust Fund line item refers to the funds received from the State of California under the CARES Act to be used towards homelessness, public health, public safety, and other services relating to the COVID-19 emergency. This item also includes additional donations received from the Mission City Community Fund for the City's food distribution program.

Net Budget Change – FY 2020/21 Budget Amendments		
Fund	Source of Funds	Use of Funds
General Fund	\$20,000	\$20,000
Convention Center Enterprise Fund	\$0	\$0
Other City Departments Operating Grant Trust Fund	\$1,608,395	\$1,608,395
Total Net Budget Change	\$1,628,395	\$1,628,395

COORDINATION

This report has been coordinated with the City Attorney's Office.

PUBLIC CONTACT

Public contact was made by posting the Council agenda on the City's official-notice bulletin board outside City Hall Council Chambers. A complete agenda packet is available on the City's website and in the City Clerk's Office at least 72 hours prior to a Regular Meeting and 24 hours prior to a Special Meeting. A hard copy of any agenda report may be requested by contacting the City Clerk's Office at (408) 615-2220, email clerk@santaclaraca.gov <<mailto:clerk@santaclaraca.gov>>.

RECOMMENDATION

Note and file the Monthly Financial Status and Investment Reports for May 2020 as presented and Approve Related Budget Amendments.

Reviewed by: Kenn Lee, Director of Finance

Approved by: Deanna J. Santana, City Manager

ATTACHMENTS

1. Monthly Financial Status Report May 2020
2. Monthly Investment Report May 2020
3. FY 2020/21 Budget Amendments



City of Santa Clara

The Center of What's Possible

MONTHLY FINANCIAL STATUS REPORT

May 2020

This report summarizes the City's financial performance for the month ended May 31, 2020. Financial analysis for the report is provided for the General Fund, select Special Revenue Funds, Enterprise Operating Funds, and Capital Improvement Funds. Financial information included in this report is unaudited.

General Fund

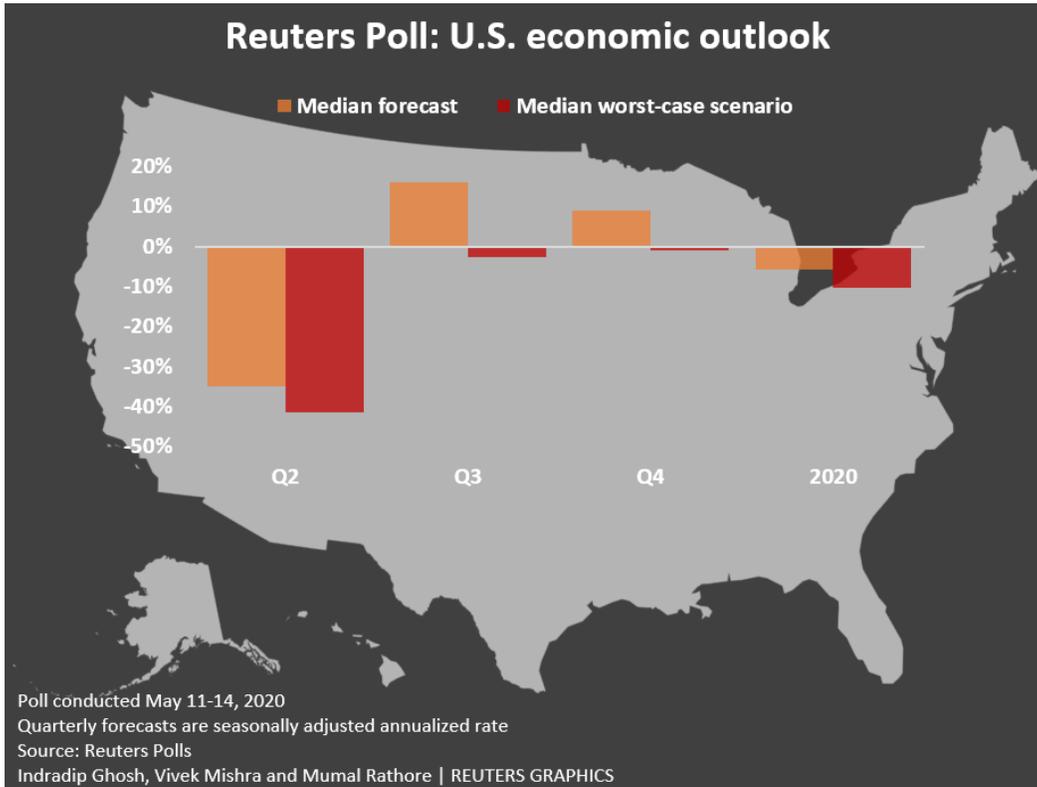
The General Fund is the major operating fund for the City and includes multiple programs, services, and activities for the residents of the City. The adopted budget for both operating revenues and expenditures for fiscal year 2019/20 was \$263.2 million. The amended budget for both was revised to \$274.9 million to reflect carryover appropriations from fiscal year 2018/19 and various budget amendments approved by the City Council through May 2020.

At the end of fiscal year 2018/19, the City implemented an accounting change that switched from a cash basis to a modified-accrual basis, which is reflected in the tables of this report. As a result of this change, a number of revenues were tracking lower than prior year collections and appear below par through May due to the timing of payments. In addition, General Fund revenues have been significantly impacted by COVID-19 and are now expected to end the year below the budgeted estimate. While revenues are expected to fall below budget, expenditures are tracking within budgeted expectations through May and should end the year with savings.

The COVID-19 virus and associated safety precautions have impacted revenue collections in areas such as transient occupancy tax, sales tax, fees for services and classes, and interest earnings as well as City costs. With the shelter-in-place and other actions residents and businesses have been taking to reduce the spread of the virus, economic activity in this region and throughout the country has experienced a significant decline.

On a national level, economic conditions have worsened in a very short period of time and many economists are now projecting one of the worst recessions in generations. In the May 2020 Reuters poll of economists, a recovery is still forecast for the second half of 2020, but the economy is not expected to come close to regaining the ground it lost this year. The economists are now projecting the 2nd quarter 2020 to shrink an unprecedented 35% after contracting 4.8% in the first quarter 2020. According to the poll, growth of 16% and 9% are projected in the last two quarters of 2020, compared with growth of 12% and 9% in the previous poll. In the worst-case scenario, however, declines of 2.5% and 1% are projected for the last two quarters of 2020.¹

¹ <https://www.reuters.com/article/uretuers-usa-economy-poll/near-term-us-economic-outlook-darkens-slow-recovery-to-follow-reuters-poll-idUSKBN22R063>



In May, the U.S. unemployment rate remained high at 13.3%. It is important to note that in its May 2020 Employment Situation news release, the Bureau of Labor Statistics discusses a data categorization issue that continues to understate the unemployment rate. “As was the case in March and April, household survey interviewers were instructed to classify employed persons absent from work due to coronavirus-related business closures as unemployed on temporary layoff. However, it is apparent that not all such workers were so classified. BLS and the Census Bureau are investigating why this misclassification error continues to occur and are taking additional steps to address this issue. If the workers who were recorded as employed but absent from work due to “other reasons” (over and above the number absent for other reasons in a typical May), had been classified as unemployed on temporary layoff, the overall unemployment rate would have been about 3 percentage points higher than reported (on a not seasonally adjusted basis).”²

Significant impacts are also expected on the State and local level. After the largest monthly drop in State history in April 2020, the California unemployment rate of 16.3% in May 2020 was slightly below the revised April unemployment rate of 16.4%. This unemployment figure remains well above the 12.3% experienced during the height of the Great Recession.³ The unadjusted unemployment rate in

² <https://www.bls.gov/news.release/pdf/empsit.pdf>

³ <https://www.edd.ca.gov/newsroom/unemployment-june-2020.htm>

the San Jose-Sunnyvale-Santa Clara Metropolitan Statistical Area (MSA) was 11.2% in May 2020, down from a revised 12.0% in April 2020 and significantly higher than the May 2019 level of 2.2%.⁴

In its June 2020 projections, the Federal Reserve (Fed) expects unemployment to end 2020 at 9.3% and remain at higher levels with a projection of 5.5% unemployment in 2022. The Fed is also expecting a significant economic contraction with Gross Domestic Product (GDP) projected to decline by 6.5% in 2020. At a press conference following the Fed's two-day policy meeting, Fed Chair Jerome H. Powell commented that the extent of the downturn and pace of recovery remain "extraordinarily uncertain".⁵ According to Powell, "This is the biggest economic shock, in the U.S. and in the world, really, in living memory". "We went from the lowest level of unemployment in 50 years to the highest level in close to 90 years, and we did it in two months."⁶

The State of California is projecting a \$54.3 billion impact as a result of COVID-19, including a \$41.2 billion drop in tax revenues and approximately \$13.1 billion in additional costs. This includes projected drops of 27.2% in sales taxes and 25.5% in personal income taxes. For context, this impact is three and a half times the State's "rainy day" emergency reserves and is almost as much as the \$57.1 billion spent on K-12 schools and community colleges spent last year. The state also projects the 2020 unemployment rate will increase to 18%, up 50% from the Great Recession.⁷

Many local jurisdictions are now projecting significant shortfalls. For instance, the City of San José addressed a \$71.6 million General Fund budget deficit in its FY 2020/21 Proposed Budget, reducing staffing and programs throughout the organization. In addition to the General Fund, San Jose's Airport, Convention Center, and Development Fee Program were also significantly impacted.⁸ The City of Palo Alto will eliminate 74 full time positions and make cuts to many services and capital funding to address a projected revenue shortfall of almost \$39 million.⁹

Santa Clara's General Fund revenues will also be significantly impacted immediately and over the longer term based on the declining economic situation. Revenues are tracking to end the year \$10 million to \$15 million below the budget, which will be partially offset by expenditure savings in FY 2019/20. In FY 2020/21, a General Fund shortfall of almost \$23 million is projected as presented in the Proposed FY 2020/21 and FY 2021/22 Biennial Capital Budget.

Several cost savings measures were implemented April 1, 2020 to generate current year savings as well as savings that will be used in FY 2020/21 and in the development of the FY 2021/22 and FY 2022/23 Biennial Operating Budget. These actions include a hiring freeze and controls around overtime, as-needed staff, marketing, travel, technology and vehicle purchases. In the current year, the goal will be to generate \$5 million to \$10 million in General Fund savings to help offset anticipated revenue reductions resulting from COVID-19.

⁴ [https://www.labormarketinfo.edd.ca.gov/file/lfmonth/sjos\\$pds.pdf](https://www.labormarketinfo.edd.ca.gov/file/lfmonth/sjos$pds.pdf)

⁵ <https://www.nytimes.com/2020/06/10/business/economy/federal-reserve-economy-coronavirus.html>

⁶ <https://www.politico.com/news/2020/06/10/fed-economy-shrink-65-percent-2020-311212>

⁷ <https://www.mercurynews.com/2020/05/07/california-budget-to-take-54-3-billion-coronavirus-hit/>

⁸ <https://www.sanjoseca.gov/home/showdocument?id=58406>

⁹ <https://www.mercurynews.com/2020/05/27/palo-alto-will-eliminate-74-full-time-positions-at-city-hall-cut-back-popular-services/>

While there remains uncertainty regarding how the COVID-19 will impact the local economy and the City's budget, the General Fund may end the year in a negative position and, in that case, would have to draw on the Budget Stabilization Reserve to balance the budget in 2019/20. The City currently has \$57 million in this reserve to address any negative balance after factoring in the use of \$22.7 million of this reserve as an interim strategy to balance the FY 2020/21 budget. A high-level General Fund budget balancing strategy is included in the FY 2020/21 and FY 2021/22 Biennial Capital Budget, and specific budget actions for FY 2020/21 are planned to be brought forward in September 2020.

Staff will closely monitor the City's financial performance during this uncertain time and provide updates as part of future Monthly Financial Reports.

General Fund Revenues

As of May 31, 2020, \$231.4 million or 84.2% of the General Fund estimated revenue was received. Revenue is currently tracking below par of 91.7% and below the prior year. As mentioned above, the change in budgeting methodology to an accrual basis impacted the timing of revenue receipts when compared to FY 2018/19. Factoring out these timing differences, revenues are still expected to end the year below budget as a result of the COVID-19 impacts as discussed below.

**CITY OF SANTA CLARA
GENERAL FUND
REVENUE OVERVIEW AND COMPARISON BY TYPE**

Function	FISCAL YEAR 2019/20				PY REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 05/31/2020	Percentage Received	Actual Through 05/31/2019	\$ Change From Prior Year	Percentage Change
TAXES							
Sales Tax	\$ 58,200,400	\$ 58,200,400	\$ 43,124,235	74.10%	\$ 54,460,246	\$ (11,336,011)	-20.82%
Property Tax	64,438,315	64,438,315	54,446,250	84.49%	51,628,067	2,818,183	5.46%
Transient Occupancy Tax	23,002,500	23,002,500	15,283,812	66.44%	21,505,708	(6,221,896)	-28.93%
Other Taxes	6,080,151	6,080,151	4,914,439	80.83%	5,721,182	(806,743)	-14.10%
Total Taxes	151,721,366	151,721,366	117,768,736	77.62%	133,315,203	(15,546,467)	-11.66%
LICENSES & PERMITS							
Business Licenses	959,500	959,500	785,647	81.88%	857,216	(71,569)	-8.35%
Fire Operation Permits	2,250,000	2,250,000	1,840,881	81.82%	2,319,689	(478,808)	100.00%
Building Permits	4,657,500	4,657,500	4,450,949	95.57%	7,948,666	(3,497,717)	-44.00%
Electric Permits	517,500	517,500	543,008	104.93%	733,715	(190,707)	-25.99%
Plumbing Permits	310,500	310,500	497,206	160.13%	610,088	(112,882)	-18.50%
Mechanical Permits	258,750	258,750	440,397	170.20%	570,029	(129,632)	-22.74%
Miscellaneous Permits	46,575	46,575	58,435	125.46%	85,256	(26,821)	-31.46%
Total Licenses & Permits	9,000,325	9,000,325	8,616,523	95.74%	13,124,659	(4,508,136)	-34.35%
FINES & PENALTIES	1,689,225	1,689,225	1,124,951	66.60%	1,837,135	(712,184)	-38.77%
INTERGOVERNMENTAL	168,755	5,239,529	5,900,502	112.62%	2,793,015	3,107,487	111.26%
CHARGES FOR SERVICES	33,144,722	33,180,892	31,484,340	94.89%	35,499,378	(4,015,038)	-11.31%
CONTRIBUTION IN LIEU	24,333,275	24,333,275	22,305,502	91.67%	21,170,040	1,135,462	5.36%
USE OF MONEY & PROPERTY							
Interest	5,697,500	5,697,500	3,161,430	55.49%	4,630,102	(1,468,672)	-31.72%
Rent	8,658,991	8,658,991	7,880,072	91.00%	7,711,525	168,547	2.19%
Total Use of Money & Property	14,356,491	14,356,491	11,041,502	76.91%	12,341,627	(1,300,125)	-10.53%
MISCELLANEOUS REVENUES	100,001	100,001	2,000,782	2000.76%	502,288	1,498,494	298.33%
LAND PROCEEDS	4,050,000	4,050,000	164,606	4.06%	-	164,606	100.00%
OTHER FINANCING SOURCES							
Operating Transfer In - Storm Drain	1,398,145	1,398,145	1,398,145	100.00%	1,447,000	(48,855)	-3.38%
Operating Transfer In - Reserves	11,290,582	14,154,274	14,154,274	100.00%	4,182,281	9,971,993	238.43%
Operating Transfer In - Fund Balances ⁽¹⁾	-	5,338,670	5,338,670	100.00%	10,459,221	(5,120,551)	-48.96%
Operating Transfer In - Miscellaneous	667,885	1,736,115	1,736,115	100.00%	54,250	1,681,865	3100.21%
Total Other Financing Sources	13,356,612	22,627,204	22,627,204	100.00%	16,142,752	6,484,452	40.17%
STADIUM OPERATION							
Charges for Services	7,988,313	7,988,313	7,767,941	97.24%	5,660,711	2,107,230	37.23%
Rent and Licensing	3,333,185	633,185	639,410	100.98%	571,578	67,832	11.87%
Total Stadium Operation	11,321,498	8,621,498	8,407,351	97.52%	6,232,289	2,175,062	34.90%
TOTAL GENERAL FUND	\$ 263,242,270	\$ 274,919,806	\$ 231,441,999	84.19%	\$ 242,958,386	\$ (11,516,387)	-4.74%

(1) The Operating Transfer In - Fund Balances includes the carryover encumbrances of open purchase orders as of June 30, 2019 and mid-year budget amendment from reserves.

General Fund Revenues

Sales Tax: The City of Santa Clara sales tax rate is 9.0%, of which the City receives 1.0%. Through May 31, 2020, sales tax collections were \$43.1 million. These collections represent the sales tax revenue generated for the months of July through March 2020. While last year saw collections of \$54.5 million through the same period, these collections were for the months of May 2018 through March 2019. Based on receipts for the first two quarters, collections were projected to slightly exceed the budgeted estimate of \$58.2 million. However, as a result of actions associated with COVID-19, sales tax revenue is now expected to fall well below the budget. In the third quarter, which was only impacted by COVID-19 in the month of March, collections fell 10.9% from the same quarter in the previous year. If receipts drop 25% - 50% in the last quarter of the fiscal year, sales tax revenue will end the year below the budgeted estimate by \$4 million - \$8 million. Data for the fourth quarter will be available in August 2020.

Property Tax: The majority of property tax revenue is collected in January and April each year. Based on the latest estimates from the County of Santa Clara, it is anticipated that collections in this category will reach \$65.4 million, slightly exceeding the FY 2019/20 budgeted estimate of \$64.4 million. Property tax collections totaled \$54.4 million through May, which is higher than what was collected last year through the same period. COVID-19 is expected to have minimal potential impacts on 2019/20 revenue collections.

Transient Occupancy Tax (TOT): TOT is calculated as a percentage of City hotel/motel room charges. The City's current TOT rate is 9.5%. Through May 31, 2020, \$15.3 million has been collected, which is \$6.2 million below the receipts collected through May 2019. This variance from last year's collections is attributable to both the budget methodology change and the significant drop in revenue associated with COVID-19. With the budget methodology change, \$4.1 million was accrued to FY 2018/19 at the end of last fiscal year which has impacted the timing of payments. The remaining drop is associated with the COVID-19 impacts.

If there is a 50% to 90% decline in receipts through the end of the fiscal year, collections would reach \$16 million - \$18 million, dropping below the budgeted estimate of \$23.0 million by \$5 million to \$7 million.

Other Taxes: Includes franchise tax and documentary transfer tax. The City has collected \$4.9 million, which is 81% of the budgeted estimate of \$6.1 million. This decrease in revenue compared to last year's collections through the same period is primarily attributable to the change in budgeting methodology and the timing of payments. Franchise tax collections, budgeted at \$4.4 million, are lower due to prior year accruals and the timing of the receipt of payments; these receipts are expected to end the year close to the budgeted estimate.

Documentary transfer tax revenue of \$1.2 million through May is consistent with prior year collections through the same period. However, growth of 4% over the prior year actuals is necessary to meet the budgeted estimate of \$1.7 million. Collections are currently tracking to end the year below the budgeted estimate by approximately \$200,000.

Licenses & Permits: Includes business licenses, building permits, and other building and planning permits and fees. Overall licenses and permits revenue collections are above par and totaled \$8.6 million, or 95.7% of the budget of \$9.0 million. These collections are 34.4% below the very high collection level experienced through the same period last fiscal year. Even if activity slows in the last month of the year, this category should meet the budgeted estimate. For the building development revenues, any excess revenues over expenditures will be placed in the Building Inspection Reserve. This reserve is also available to cover any difference if revenues fall below the expenditure level.

Fines & Penalties: Includes vehicle, parking, court fines, and miscellaneous penalty fines. The revenue collected in this category totaled \$1.1 million through May and is lower compared to prior year actual collection level by \$0.7 million as a result of lower activity levels in the collection charges and traffic fines accounts. Receipts are also lower due to accruals at the end of FY 2018/19. Given restricted activity levels as a result of COVID-19, collections in this category may continue to decline in the last month of the fiscal year and may fall below the budgeted estimate by approximately \$300,000 - \$500,000.

Intergovernmental: Includes motor vehicle fees, state homeowner tax relief, state mandated reimbursement and redistribution of land sale proceeds and ground leases from the Successor Agency. Through May 31, 2020, collections totaled approximately \$5.9 million, exceeding this year's budgeted estimate of \$5.2 million and exceeding last fiscal year's collections through the same period. This increase is due to a Santana West settlement payment in the amount of \$5.0 million for the Related project received from the City of San José. These funds are restricted for affordable housing and transportation improvements and have been set aside in a separate reserve.

Charges for Services: Includes various plan check and zoning-related fees, engineering fees, administrative fees, and community service revenue from various recreational activities. While collections of \$31.5 million were \$4.0 million lower than collections through the same time last year, revenues in this category are tracking above par at 95%. This is mainly attributable to higher plan check and sign fee collections through May. Collections in this category were tracking to exceed the budgeted estimate of \$33.2 million by at least \$2.0 million to \$3.0 million by year-end. However, as a result of the COVID-19 safety precautions, the revenues from various recreational activities are expected to fall well below the budget. The higher collections in other fee areas, however, are tracking to offset the loss in the Parks and Recreation fees.

Contribution in Lieu: In accordance with the City's charter, Silicon Valley Power pays 5.0% of gross revenues as contribution-in-lieu of taxes. These revenues provide funding for general government services such as public safety, public works, parks and recreation, library, and administration. Through May, \$22.3 million has been received, which is consistent with the budgeted estimate of \$24.3 million. However, these payments were based on the budgeted estimate and will be trued up at the end of the fiscal year. Based on prior year activity and current estimates, collections in this category may fall below the budgeted estimate by over \$1.0 million.

Use of Money & Property: Includes realized investment income and rental income. Interest income and rent revenue collections totaled \$11.0 million, which is below the budgeted estimate of \$14.4

million due, in part, to the timing of payments for interest earnings related to the prior year accrual. While receipts in this category had been tracking to meet the budgeted estimate by year-end, interest earnings may fall below the budgeted estimate of \$5.7 million as a result of lower interest earning rates.

Miscellaneous Revenues: Includes developer fees, donations, damage recovery, sale of scrap, and one-time miscellaneous revenues. As of May 31, 2020, collections totaled \$2.0 million, which exceeds the budgeted estimate of \$0.1 million. This is a result of proceeds from the sale the right-of-way related to the vacated land sale on Fremont Street and Sherman Street. The City also received \$800,000 for damage recoveries resulting from a settlement agreement related to the City's Swim Center. An amendment to recognize this revenue and set it aside in the General Fund's Capital Projects Reserve was approved by City Council during the June 23rd meeting, as part of the Monthly Financial Status Report for April 2020.

Land Proceeds: Includes revenue from the sale of City-owned land. Through May 31, 2020, proceeds totaled approximately \$0.2 million, resulting from the sale of vacated land located on Fremont Street and Sherman Street. The budgeted estimate for this category included \$4.0 million of proceeds from the sale of property to be used for affordable housing. It is anticipated that this sale will be completed at the end of this calendar year. A budget action will be brought forward as part of FY 2019/20 year-end reconciliation process to carry this budget into FY 2020/21.

Stadium Operation: The revenue for Stadium Operations totaled approximately \$8.4 million through May 31, 2020, which is higher than collections through the same period last fiscal year. Charges for services, which includes public safety cost reimbursement for NFL and Non-NFL events and parking revenue, is expected to exceed the budgeted \$8.0 million at \$8.6 million. This is mainly due to higher than expected parking revenue and public safety cost reimbursement associated with two NFL playoff games offset by lower than anticipated Non-NFL event public safety costs. Due to the significantly lower than anticipated number of Non-NFL events, the Non-NFL performance-based rent will not meet the FY 2019/20 Adopted Budget estimate. A separate downward adjustment of \$2.7 million was approved as part of the Budgetary Year-End Report to decrease these revenues, which is reflected in the Amended Budget column in the table above. The lease revenue is projected to end the fiscal year at \$639,000 which slightly exceeds the revised budgeted estimate of \$633,000.

General Fund Expenditures

As of May 31, 2020, \$232.2 million or 84.5% of the General Fund operating budget had been expended. Overall, expenditures in the General Fund are within budgeted levels through May. Departmental expenditures totaled \$209.3 million, or 83.2% of the budget, which is below the par level of 91.7% of the budget. Expenditure savings are expected by year-end.

CITY OF SANTA CLARA GENERAL FUND EXPENDITURES OVERVIEW AND COMPARISON BY FUNCTION

Function	FISCAL YEAR 2019/20				PY EXPENDITURES COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 05/31/2020	Percentage Used	Actual Through 05/31/2019	\$ Change From Prior Year	Percentage Change
GENERAL GOVERNMENT							
Non-Departmental	\$ 11,909,566	\$ 13,264,495	\$ 3,468,043	26.15%	\$ 2,259,780	\$ 1,208,263	53.47%
City Council	894,953	894,953	810,841	90.60%	705,372	105,469	14.95%
City Clerk	1,389,880	1,839,750	1,046,427	56.88%	1,589,146	(542,719)	-34.15%
City Manager	6,554,276	8,124,294	5,554,219	68.37%	5,156,101	398,118	7.72%
City Attorney	2,260,512	2,376,523	1,951,204	82.10%	1,794,068	157,136	8.76%
Human Resources	4,409,195	4,622,757	3,618,315	78.27%	2,887,589	730,726	25.31%
Finance	15,719,734	16,653,861	13,098,191	78.65%	10,967,619	2,130,572	19.43%
Information Technology	-	-	-	0.00%	8,501,322	(8,501,322)	-100.00%
Total General Government	43,138,116	47,776,633	29,547,240	61.84%	33,860,997	(4,313,757)	-12.74%
PUBLIC WORKS	23,579,460	23,919,037	21,314,973	89.11%	22,397,206	(1,082,233)	-4.83%
COMMUNITY DEVELOPMENT	14,186,780	17,257,752	12,422,009	71.98%	11,545,633	876,376	7.59%
PARKS AND RECREATION	22,401,233	23,011,286	18,522,102	80.49%	17,362,311	1,159,791	6.68%
PUBLIC SAFETY							
Fire	52,783,063	54,209,728	50,553,338	93.26%	48,075,497	2,477,841	5.15%
Police	73,397,279	74,069,459	67,651,948	91.34%	59,985,081	7,666,867	12.78%
Total Public Safety	126,180,342	128,279,187	118,205,286	92.15%	108,060,578	10,144,708	9.39%
LIBRARY	11,310,791	11,346,604	9,269,901	81.70%	9,247,927	21,974	0.24%
DEPARTMENTAL SUBTOTAL	240,796,722	251,590,499	209,281,511	83.18%	202,474,652	6,806,859	3.36%
OTHER FINANCING USES							
Operating Transfer Out - Miscellaneous	526,688	846,688	748,445	88.40%	885,578	(137,133)	-15.49%
Operating Transfer Out - Rental Income	-	-	-	0.00%	14,065	(14,065)	-100.00%
Operating Transfer Out - Debt Services	1,710,474	1,710,474	1,710,474	100.00%	2,501,494	(791,020)	-31.62%
Operating Transfer Out - Maintenance Districts	917,331	917,331	917,331	100.00%	-	917,331	N/A
Operating Transfer Out - Cemetery	703,490	703,490	703,490	100.00%	618,081	85,409	13.82%
Operating Transfer Out - SCGTC	-	-	-	0.00%	155,020	(155,020)	-100.00%
Operating Transfer Out - Special Liability	-	-	-	0.00%	2,200,000	(2,200,000)	-100.00%
Operating Transfer Out - CIP	11,643,673	11,643,673	11,643,673	100.00%	50,000	11,593,673	23187.35%
Operating Transfer Out - Reserves	344,360	879,200	879,200	100.00%	-	879,200	N/A
Total Other Financing Uses	15,846,016	16,700,856	16,602,613	99.41%	6,424,238	10,178,375	158.44%
STADIUM OPERATION	6,599,532	6,621,340	6,302,937	95.19%	5,928,281	374,656	6.32%
TOTAL GENERAL FUND	\$ 263,242,270	\$ 274,912,695	\$ 232,187,061	84.46%	\$ 214,827,171	\$ 17,359,890	8.08%

General Fund Expenditures

Below is an explanation of certain budget to actual expenditure variances by program. Other program expenditures not described below are within expectations. Effective fiscal year 2019/20, the Information Technology budget was shifted from the General Fund to a newly established internal services fund.

Non-Departmental: Includes expenditures that are not attributable to a single department, but a function of the City in general. Through May 31, 2020, expenditures were at 26.2% of budget, primarily due to lower expenditures in the salary and benefits and materials, services and supplies categories. The Non-Departmental budget also includes a \$4.0 million loan to fund an affordable housing project that was approved by the City Council on January 29, 2019, which has not yet been expended. It is anticipated that this loan, which will be funded by a property sale, will be processed at the end of the calendar year. A budget action to carry this appropriation over will be brought forward as part of FY 2019/20 year-end reconciliation report. Because the Non-Departmental category was tracking to end the year with savings, a portion of the expected savings was reallocated to the Small Business Assistance Program (\$250,000 – 4/28/2020 Council Agenda) and the Food Distribution Program (\$550,000 – 5/12/20 Council Agenda). Additionally, as approved by City Council on June 23, 2020, the Non-Departmental budget was reduced by \$1.9 million to reflect the elimination of funding set aside for separation payouts (\$1.8 million) as well as other savings. The majority of this funding (\$1.2 million) was needed by the Fire Department to offset the separation payout costs in that department. The remaining funds were used to help cover costs related to COVID-19 in the Other City Departments Operating Grant Trust Fund.

City Manager: The actual expenditures through May 31, 2020 were at 68.4% of the budget. This is primarily due to lower than anticipated spending in the salary and benefits and contractual services categories. A portion of the year-end savings anticipated in the City Manager's Office was reallocated to the Food Distribution Program (\$70,000 – 5/12/20 Council Agenda), while additional savings were reallocated to the Other City Departments Operating Grant Trust Fund to help cover costs related to COVID-19 as part of the April 2020 Monthly Financial Report (\$300,000 – 6/23/20 Council Agenda).

Community Development: This department consists of three divisions: Planning, Building, and Housing and Community Services. Through May, departmental expenditures of \$12.4 million were at 72% of the budget, which is below par for this time of year. As part of the November Monthly Financial Report, \$1.5 million was added to the Department's contractual services budget, funded by Building Inspection Reserve. With the recent influx of large-scale development projects, these additional resources were added to address the workload and maintain service levels and turnaround times through the remainder of the year. Contractual services are expected to remain within budget with this adjustment. Overall, the department is expected to end the year with savings and a portion of those savings was reallocated to the Other City Departments Operating Grant Trust Fund to help cover costs related to COVID-19 as part of the April 2020 Monthly Financial Report (\$250,000 – 6/23/20 Council Agenda).

Fire Department: Through May, actual expenditures totaled \$50.6 million, or 93.3%, which is above the par level of 91.7% of the budget. Overall salary expenditures were tracking above budget,

particularly in the overtime category due to minimum staffing requirements and several Fire Captain vacancies. The department was also tracking high due to separation payouts costs that are not budgeted in the department. To cover these costs, \$1.65 million was added to the Fire Department's budget as part of the April 2020 Monthly Financial Report (6/23/20 Council Agenda). This included \$1.2 million for separation payouts that was offset by a reduction to the Non-Departmental budget for this expense. The remaining increase of \$450,000 covered the net overtime costs that are not offset by salary savings from the vacancies and lower than budgeted expenditures in the materials, services, and supplies category. Factoring in this budget increase, the Fire Department would have expended 90.5% of the budget through May, which is within the par level. The Fire Department is staffing specialized COVID-19 response units to respond to the Federal Medical Station at the Santa Clara Convention Center and other high-risk locations. The COVID-19 expenditures are being tracked for potential reimbursement and are reflected in the Other City Departments Operating Grant Trust Fund.

Police Department: Expenditures through May 31, 2020 are tracking at expected levels at \$67.7 million, or 91.3% of the budget. The salary expenditures were above budget primarily in the as needed and overtime categories, resulting from additional staffing needs for events including Great America's Halloween Haunt and mutual aid provided to the Gilroy Garlic Festival shooting and investigation. The City received a reimbursement related to the staffing costs for the Great America Haunt. There have also been new City events that have required Police staffing such as the Parade of Champions and Comic Con. These higher expenditures are partially offset by lower than budgeted expenses in the materials, services, and supplies category. Police Department expenditures are expected to remain within budget by year end.

Stadium Operation: Stadium operating expenditures are incurred first and billed on a reimbursement basis creating a timing difference in revenue recognition. Stadium expenditures totaled \$6.3 million through May 31, 2020 and are tracking slightly above budgeted levels, however, are anticipated to come in within budget at year end. The higher expenditures are a result of the purchase of a new public safety insurance policy and higher than anticipated costs for outside agency public safety. Both the insurance premium and public safety costs are reimbursed by the 49ers.

Special Revenue Funds

The table below is a summary of revenues and expenditures of select Special Revenue Funds as of May 31, 2020. The amended budget for both reflects carryover appropriations from fiscal year 2018/19 in addition to various budget amendments approved by the City Council through May 2020. The revenues received through the end of May totaled approximately \$3.8 million, while expenditures totaled \$3.4 million.

**CITY OF SANTA CLARA
SPECIAL REVENUE FUNDS
REVENUE AND EXPENDITURE - OVERVIEW AND COMPARISON BY FUND**

Fund Description	REVENUE - FISCAL YEAR 2019/20				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 5/31/2020	Percentage received	Actual Through 5/31/2019	\$ Change From Prior Year	Percent Change
Housing Authority Fund	\$ 260,000	\$ 274,831	\$ 285,554	103.90%	\$ 184,831	\$ 100,723	54.49%
City Affordable Housing Fund	696,703	1,084,543	745,981	68.78%	373,490	372,491	99.73%
Housing Successor Fund	12,031,000	12,084,817	1,129,472	9.35%	1,597,816	(468,344)	-29.31%
Housing and Urban Development	2,626,117	5,238,691	1,654,823	31.59%	1,514,248	140,575	9.28%
TOTAL	\$15,613,820	\$ 18,682,882	\$ 3,815,830	20.42%	\$ 3,670,385	\$ 145,445	3.96%

Fund Description	EXPENDITURES - FISCAL YEAR 2019/20				PRIOR YEAR EXPENDITURE COMPARISON		
	Adopted Budget	Amended Budget	Actual through 5/31/2020	Percentage used	Actual through 5/31/2019	\$ Change From Prior Year	Percent Change
Housing Authority Fund	\$ 546,623	\$ 561,454	\$ 99,078	17.65%	\$ 58,893	\$ 40,185	68.23%
City Affordable Housing Fund	1,520,735	7,908,575	588,208	7.44%	306,596	281,612	91.85%
Housing Successor Fund	12,592,389	17,646,206	477,089	2.70%	483,086	(5,997)	-1.24%
Housing and Urban Development	3,846,296	5,238,691	2,241,528	42.79%	1,408,523	833,005	59.14%
TOTAL	\$18,506,043	\$ 31,354,926	\$ 3,405,903	10.86%	\$ 2,257,098	\$ 1,148,805	50.90%

The majority of the budget in the housing funds account for two development loans, which would allow for the construction of affordable housing projects, referred to as the Corvin Supportive Housing and the Agrihood Mixed-Use Development projects. Both the revenues and expenditures are expected to increase once the proceeds from the sale of land are received and the loan agreements are executed, which is anticipated to be done next fiscal year. An action to carry over these appropriations will be brought forward for City Council approval as part of the F 2019/20 year-end reconciliation process.

Governmental Capital Improvement Funds

The table below lists the total amended budget amounts for the Capital Improvement Funds, which consist of current year appropriations, prior year carryover balances in Governmental Capital Improvement Funds, and budget amendments approved through May 2020. As of May 31, 2020, these capital fund expenditures totaled \$32.5 million, or 24.8% of the amended budget. As part of the adoption of the FY 2020/21 budget, capital funds were carried over into next fiscal year for those projects that have not yet been completed. Any necessary adjustments to the capital carryover amounts based on actual year-end expenditures will be completed as part of the FY 2019/20 year-end reconciliation process.

The carryover of prior year budget amounts is necessary when services or projects are started but not completed at the end of the fiscal year. This is especially true for the Capital Improvement Program (CIP) that typically spans several years.

**CITY OF SANTA CLARA
GOVERNMENTAL CAPITAL IMPROVEMENT FUNDS
SUMMARY OF EXPENDITURES**

EXPENDITURES - FISCAL YEAR 2019/20						
Fund Description	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 5/31/2020	Percentage Used	
Parks & Recreation	\$ 6,885,661	\$ 27,507,742	\$ 34,393,403	\$ 17,153,659	49.87%	
Streets & Highways	20,512,478	39,407,535	59,920,013	11,149,702	18.61%	
Storm Drain	4,779,305	3,264,959	8,044,264	712,804	8.86%	
Fire	665,049	635,187	1,300,236	320,904	24.68%	
Library	10,633	234,633	245,266	32,821	13.38%	
Public Buildings	4,097,571	8,335,917	12,433,488	1,444,586	11.62%	
General Gov't - Other	1,511,494	13,051,614	14,563,108	1,695,987	11.65%	
TOTAL	\$ 38,462,191	\$ 92,437,587	\$ 130,899,778	\$ 32,510,463	24.84%	

Enterprise Funds

The table below is a summary of revenues and expenses for the Enterprise Operating Funds as of May 31, 2020. Overall, revenues and expenditures are tracking below budgeted levels.

Effective fiscal year 2019/20, the City switched from a cash basis budgetary reporting to an accrual basis, which is reflected in the tables of this report. At the end of May 2020, revenue and expenditures are tracking higher than through the same period last fiscal year. For fiscal year 2019/20, the City is still anticipated to maintain a positive operating position for each of its Enterprise Operating Funds.

**CITY OF SANTA CLARA
ENTERPRISE OPERATING FUNDS
REVENUES AND EXPENSES - OVERVIEW AND COMPARISON BY FUND**

Fund Description	REVENUE - FISCAL YEAR 2019/20				PRIOR YEAR REVENUE COMPARISON		
	Adopted Budget	Amended Budget	Actual Through 5/31/2020	Percentage received	Actual Through 5/31/2019	\$ Change From Prior Year	Percent Change
Electric Utility Fund	\$ 516,210,630	\$ 517,210,920	\$ 516,468,246	99.86%	\$ 450,267,804	\$ 66,200,442	14.70%
Water Utility Fund	53,411,144	56,080,779	43,805,934	78.11%	43,239,436	566,498	1.31%
Sewer Utility Fund	94,169,500	94,259,046	35,272,419	37.42%	36,624,312	(1,351,893)	-3.69%
Cemetery Fund	645,150	645,150	392,029	60.77%	523,638	(131,609)	-25.13%
Solid Waste Utility Fund	28,033,703	28,760,383	23,118,227	80.38%	23,320,453	(202,226)	-0.87%
Water Recycling Fund	6,769,200	7,779,200	5,376,396	69.11%	5,914,417	(538,021)	-9.10%
TOTAL REVENUE	\$ 699,239,327	\$ 704,735,478	\$ 624,433,251	88.61%	\$ 559,890,060	\$ 64,543,191	11.53%

Fund Description	EXPENSES - FISCAL YEAR 2019/20				PRIOR YEAR EXPENSE COMPARISON		
	Adopted Budget	Amended Budget	Actual through 5/31/2020	Percentage Used	Actual through 5/31/2019	\$ Change From Prior Year	Percent Change
Electric Utility Fund	\$ 486,468,491	\$ 484,402,005	\$ 496,079,908	102.41%	\$ 405,416,420	\$ 90,663,488	22.36%
Water Utility Fund	46,449,085	49,118,720	37,862,467	77.08%	37,894,204	(31,737)	-0.08%
Sewer Utility Fund	28,451,451	28,540,997	25,050,077	87.77%	24,222,896	827,181	3.41%
Cemetery Fund	1,399,333	1,399,333	1,067,940	76.32%	1,095,293	(27,353)	-2.50%
Solid Waste Utility Fund	27,470,657	28,197,337	20,915,647	74.18%	20,504,216	411,431	2.01%
Water Recycling Fund	5,349,013	6,359,013	5,464,850	85.94%	5,110,223	354,627	6.94%
TOTAL - Operating Appropriations	\$ 595,588,030	\$ 598,017,405	\$ 586,440,889	98.06%	\$ 494,243,252	\$ 92,197,637	18.65%

Revenues in the electric, water, and sewer utility (which also includes the Sewer Debt Service Fund) and water recycling funds are primarily from customer service charges. The activity levels for these customer service charges also impact the resource and production costs on the expenditure side for these funds. The lower the revenue from customer service charges, the lower the expenditures in the resource and production category. In both the sewer and water recycling funds, contractual services expenditures are higher than budgeted levels; however, this is primarily offset by savings in the salary and benefits categories. In the Sewer Debt Service Fund, revenues are tracking low because the \$50.0 million in debt proceeds have not been received. A line of credit was approved by Council at the May

26, 2020 Council date. In the Electric Utility Fund (which includes the Electric Utility Debt Service Fund), the expenditures through May have exceeded the budget. A budget amendment was approved as part of the April 2020 Monthly Financial Report (6/23/20 Council Agenda) in the Electric Utility Debt Fund to account for the bond refunding transactions that closed on April 16, 2020, which corrects this overage. The revenue received in the Electric Utility fund dictates the contribution in-lieu expenditure.

A summary of expenses in the Enterprise Capital Improvement Funds is detailed in the table below. Actuals through May totaled \$83.6 million, or 30.6% of the amended budget. Similar to the general government capital funds, capital funds were carried over into next fiscal year as part of the FY 2020/21 budget adoption process for those projects that have not yet been completed. Any necessary adjustments to the capital carryover amounts based on actual year-end expenditures will be completed as part of the FY 2019/20 year-end reconciliation process.

**CITY OF SANTA CLARA
ENTERPRISE CAPITAL IMPROVEMENT FUNDS
SUMMARY OF EXPENSES**

Fund Description	EXPENSES - FISCAL YEAR 2019/20					Prior Year
	Current Year Appropriation	Prior Year Carryforward	Total Amended Budget	Actual Through 5/31/2020	Percentage Used	Actual Through 5/31/2019
Electric Utility Fund	\$ 49,057,167	\$ 107,739,473	\$ 156,796,640	\$ 25,221,862	16.09%	\$ 21,144,678
Street Lighting ⁽¹⁾	86,855	5,925,185	6,012,040	76,094	1.27%	69,745
Water Utility Fund	13,449,374	12,853,124	26,302,498	1,581,879	6.01%	3,297,596
Sewer Utility Fund	58,953,565	24,614,662	83,568,227	56,376,774	67.46%	20,072,654
Cemetery Fund	-	-	-	-	0.00%	-
Solid Waste Utility Fund	484,367	168,480	652,847	391,355	59.95%	524,097
Water Recycling Fund	50,000	-	50,000	-	0.00%	-
TOTAL - CIP Appropriations	\$ 122,081,328	\$ 151,300,924	\$ 273,382,252	\$ 83,647,964	30.60%	\$ 45,108,770

(1) Street Lighting fund is part of Electric Capital Improvement Funds

Fund Reserves

By policy, City Council established the City's General Contingency Reserve, under which reserves for Budget Stabilization and Capital Projects were established.

- Budget Stabilization Reserve is set aside for weathering economic downturns, emergency financial crisis, or disaster situations. The reserve target is equal to the expenditures of the City's General Fund operations for three months (90-day or 25% General Fund Adopted Operating Budget).
- Capital Projects Reserve earmarks funds for the Capital Improvement Program.

Other General Reserves and Enterprise Fund Reserves included in this report are highlighted as follows:

- Building Inspection Reserve accounts for surplus funds from user fees in the Community Development Department's Building Inspection Division and is restricted to fund Building Division costs.
- Technology Fee Reserve is set aside to update and/or replace the City's aging technology and to ensure internal controls are in compliance with current business standard and legal requirements.
- Land Sale Reserve is net proceeds from the sale of City-owned land, with interest earned on these funds available to be appropriated for General Fund operating expenditures. This reserve is available for appropriation by City Council action.
- The Electric Utility Reserve assures sufficient operating cash is available to ensure debt service coverage.
- The Replacement and Improvement Reserve in the Water and Sewer Utility Funds is for future capital improvement.
- The Water Conservation Reserve is to enhance water conservation activities in response to the drought.

The table below summarizes select reserve balances.

DETAIL OF SELECTED FUND RESERVE BALANCES:

	GENERAL FUND	ELECTRIC	WATER	SEWER
Budget Stabilization Reserve	\$ 79,967,166			
Capital Projects Reserve	28,186,138			
Land Sale Reserve	21,531,838			
Building Inspection Reserve	14,105,480			
Technology Fee Reserve	284,129			
Rate Stabilization Fund Reserve		\$ 25,000,000		
Cost Reduction Fund Reserve		98,947,182		
DVR Power Plant Contracts Reserve		78,163		
Replacement & Improvement			\$ 303,090	\$ -
TOTALS	\$ 144,074,751	\$ 124,025,345	\$ 303,090	\$ -

Note: The Budget Stabilization Reserve figure above of \$80.0 million does not factor in the use of \$22.7 million of the reserve as an interim strategy to balance the FY 2020/21 budget approved by the City Council in June 2020.

City of Santa Clara

Financial Status Report as of May 31, 2020

Long-Term Interfund Advances

The funds below have made advances/loans which are not expected to be repaid within the next year. The loan from the General Fund to for Parks and Recreation Facilities reflects proceeds from the Land Sale Reserve for the purchase of property at the Reed and Grant Sports Park. This loan is anticipated to be repaid by 25% of future Mitigation Fee Act revenue until the loan is paid in full.

DETAIL OF LONG TERM INTERFUND ADVANCE BALANCES:			
Fund Receiving Advance/Loan	Fund Making Advance/Loan	Type	Amount of Advance / Commitment
Cemetery	General Fund	Advance	\$ 6,339,380
Santa Clara Golf & Tennis Club	General Fund	Advance	4,224,134
Parks and Recreation Facilities	General Fund	Loan	10,130,273
TOTALS			\$ 20,693,787

Donations to the City of Santa Clara

Donations received by department during the month of May 2020 and for fiscal year 2019/20 are shown in the table below.

Department	May-20	Fiscal Year 2019/20 Year To Date	Donor	Designated Use
City Manager's Office	\$ 225	\$ 630	Various	Help Your Neighbor
City Manager's Office	-	100	Various	Various Programs
Parks and Recreation	-	34,840	Various	Various Parks and Recreation Programs
Parks and Recreation	-	89,834	Various	Arts, Crafts and Wine Festival
Fire	-	330	Various	Emergency Supplies
Police	-	7,000	Various	Police K9 Program
Non-Departmental	100,000	131,375	Various	COVID-19 Relief
TOTALS	\$ 100,225	\$ 264,109		



City of Santa Clara

The Center of What's Possible

MONTHLY INVESTMENT REPORT

May 2020

City of Santa Clara

Monthly Investment Report

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**CITY OF SANTA CLARA
SUMMARY OF INVESTMENT PORTFOLIO**

All securities held by the City of Santa Clara as of May 31, 2020 were in compliance with the City's Investment Policy Statement regarding current market strategy and long-term goals and objectives. All securities held are rated "A" or higher by two nationally recognized rating agencies. There is adequate cash flow and maturity of investments to meet the City's needs for the next six months.

The following table provides the breakdown of the total portfolio among the City, the Sports and Open Space Authority (SOSA), and the Housing Authority (HA) as of May 31, 2020.

	<u>BOOK VALUE</u>	<u>PERCENTAGE</u>
City	\$764,616,899	99.56%
SOSA	(146,400)	-0.02%
HA	<u>3,488,233</u>	<u>0.46%</u>
Unrestricted	\$767,958,732	<u>100.00%</u>
Restricted Bond Proceeds	<u>2,145,541</u>	
Total Investments	<u>\$770,104,273</u>	

On May 31, 2020 the book value and market value of the City's unrestricted pooled investment portfolio were \$767,958,732 and \$792,617,936, respectively.

Investment Strategy and Market Update

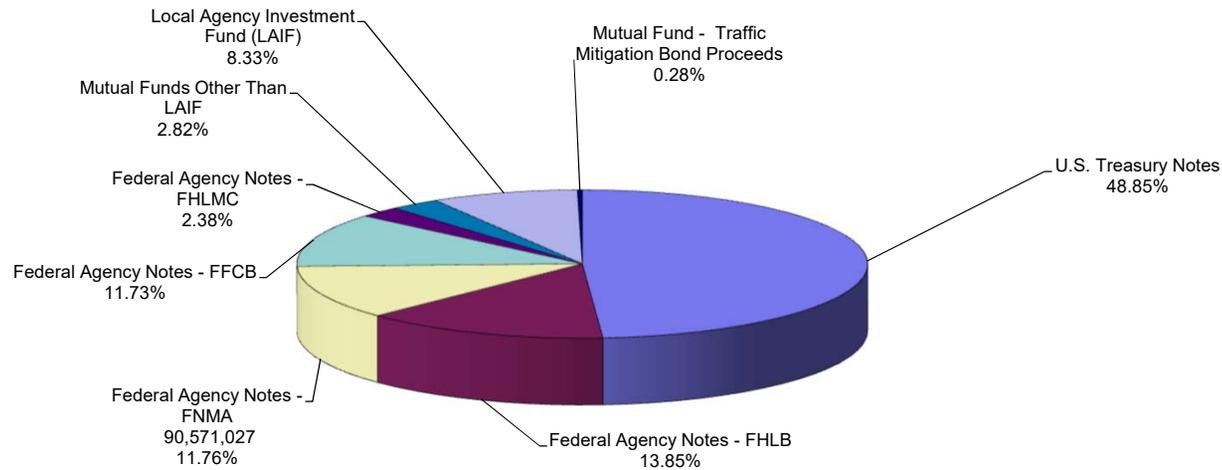
The City's investment strategy for May 2020 was to invest funds not required to meet current obligations, in securities listed in the prevailing Investment Policy Statement, with maturities not to exceed five years from date of purchase. This strategy ensures safety of the City's funds, provides liquidity to meet the City's cash needs, and earns a reasonable portfolio return.

As of May 31, 2020, 39.72% of the City's portfolio consists of securities issued by four different Federal Agencies. In addition, City bond proceeds are invested in separate funds and are not included in the calculation of the City's portfolio yield. The average maturity of the City's portfolio was 2.51 years and the City's portfolio yield vs. the 24-month moving average yield of two-year Treasury Notes (Benchmark Yield*) was as follows:

<u>PERIOD</u>	<u>CITY'S PORTFOLIO YIELD</u>	<u>BENCHMARK YIELD</u>	<u>AVERAGE MATURITY (YEARS)</u>
May 2020	1.71%	1.85%	2.51
April 2020	1.80%	1.95%	2.37
May 2019	2.00%	2.19%	2.06

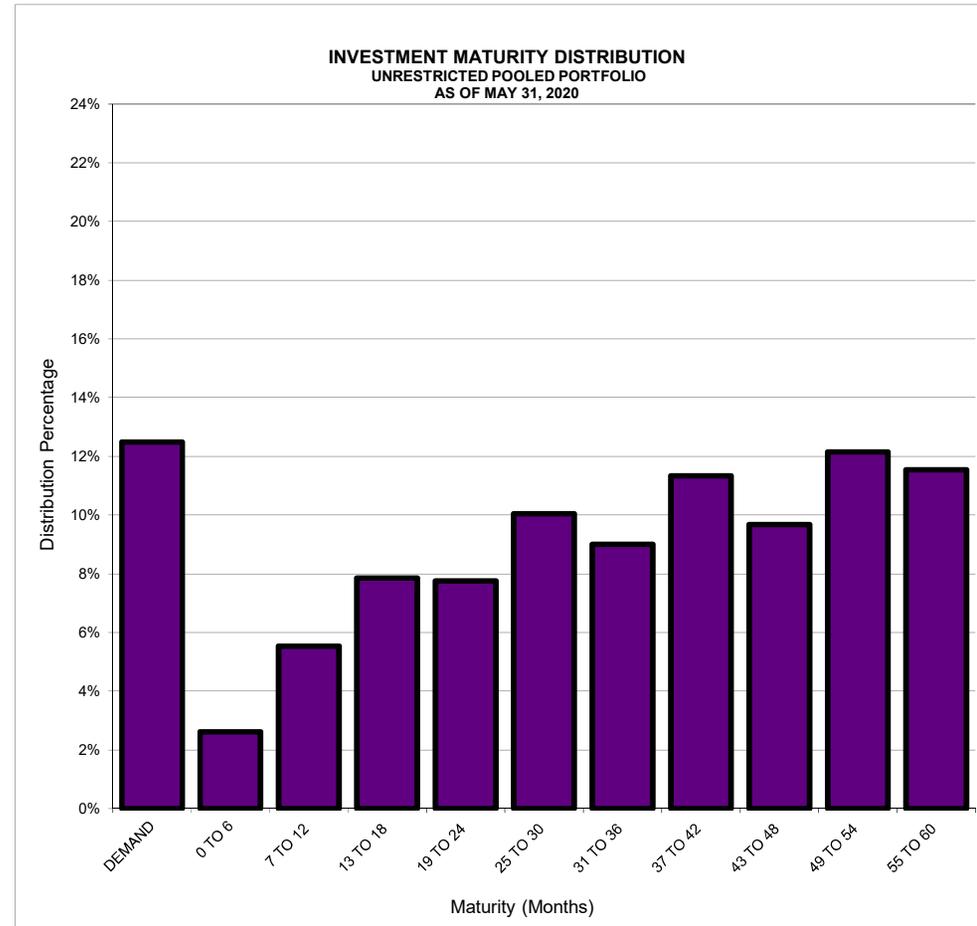
**CITY OF SANTA CLARA
SUMMARY OF INVESTMENTS MAY 31, 2020**

<u>INVESTMENT TYPE</u>	<u>BOOK VALUE</u>	<u>% OF PORTFOLIO</u>	<u>PER INVESTMENT POLICY</u>
U.S. Treasury Notes	376,179,367	48.85%	No Limit
Federal Agency Notes - FHLB	106,670,183	13.85%	40%
Federal Agency Notes - FNMA	90,571,027	11.76%	40%
Federal Agency Notes - FFCB	90,324,112	11.73%	40%
Federal Agency Notes - FHLMC	18,311,684	2.38%	40%
Mutual Funds Other Than LAIF	21,695,957	2.82%	10% Per Fund
Local Agency Investment Fund (LAIF)	64,206,402	8.33%	\$65 M
Mutual Fund - Traffic Mitigation Bond Proceeds	2,145,541	0.28%	10% Per Fund
TOTAL INVESTMENTS	\$ 770,104,273	100.00%	



**INVESTMENT MATURITY DISTRIBUTION
AS OF MAY 31, 2020
UNRESTRICTED POOLED PORTFOLIO**

<u>MATURITY (IN MONTHS)</u>	<u>BOOK VALUE</u>	<u>NUMBER OF INVESTMENTS</u>	<u>DISTRIBUTION</u>
DEMAND	\$ 95,905,810 (a)	4	12.49%
0 TO 6	20,046,076	3	2.62%
7 TO 12	42,495,479	7	5.53%
13 TO 18	60,272,015	10	7.85%
19 TO 24	59,627,687	11	7.76%
25 TO 30	77,108,739	14	10.04%
31 TO 36	69,095,736	9	9.00%
37 TO 42	87,108,120	15	11.34%
43 TO 48	74,376,272	15	9.68%
49 TO 54	93,317,104	16	12.15%
55 TO 60	88,605,694	11	11.54%
TOTAL	\$ 767,958,732	115	100.00%



Average Maturity of Unrestricted Pool: 2.51 Years

(a) \$20 million is earmarked for the City's Electric Utility power-trading.

CITY OF SANTA CLARA

**List of Securities Brokers and Primary Dealers
in U.S. Government Securities and Mutual Funds**

Raymond James

Higgins Capital, Inc.

Wedbush Securities

Mutual Securities, Inc.

UnionBanc Investment Services, LLC.

Ladenburg Thalmann & Co. Inc.

UBS Financial Services

All individuals securities purchased by the City of Santa Clara from Securities Brokers/Primary Dealers are delivered to the City's safekeeping account with Wells Fargo Bank, N.A..



Market Inventory

As Of Date: 05/29/2020

Date Basis: Settlement

Run: 06/01/2020 02:48:34 PM

Reporting Currency: Local

City of Santa Clara

INV	CUSIP	Description	Purchase	Maturity	Coupon	Yield TM	Current Par	Current Book	Market Value	Market Price	Unrealized G/L	PRC Source
Inv Type: 12 TREASURY NOTES												
17383	912828XH8	TREASURY NOTES	01/29/2020	06/30/2020	1.625000	1.529489	10,000,000.00	10,016,852.68	10,012,100.00	100.121000	8,193.75	IDC-FIS
17356	912828J28	TREASURY NOTES	07/09/2019	07/15/2020	1.500000	1.999197	5,000,000.00	4,987,836.02	5,008,350.00	100.167000	20,513.98	IDC-FIS
17296	912828Q37	TREASURY NOTES	02/14/2017	03/31/2021	1.250000	1.803695	5,000,000.00	4,973,516.87	5,043,550.00	100.871000	70,033.13	IDC-FIS
17322	9128284G2	TREASURY NOTES	06/19/2018	04/15/2021	2.375000	2.662058	5,000,000.00	4,986,277.73	5,094,550.00	101.891000	108,272.27	IDC-FIS
17343	912828WR7	TREASURY NOTES	02/19/2019	06/30/2021	2.125000	2.496231	5,000,000.00	4,973,154.28	5,103,300.00	102.066000	130,145.72	IDC-FIS
17369	912828WY2	TREASURY NOTES	10/24/2019	07/31/2021	2.250000	1.621904	10,000,000.00	10,092,113.73	10,238,700.00	102.387000	146,586.27	IDC-FIS
17338	9128285F3	TREASURY NOTES	01/17/2019	10/15/2021	2.875000	2.543204	5,000,000.00	5,023,776.86	5,184,750.00	103.695000	160,973.14	IDC-FIS
17321	912828U65	TREASURY NOTES	05/22/2018	11/30/2021	1.750000	2.805608	10,000,000.00	9,800,523.46	10,235,200.00	102.352000	434,676.54	IDC-FIS
17306	912828U81	TREASURY NOTES	11/09/2017	12/31/2021	2.000000	1.914991	5,000,000.00	5,008,104.24	5,143,550.00	102.871000	135,445.76	IDC-FIS
17312	912828V72	TREASURY NOTES	02/26/2018	01/31/2022	1.875000	2.530589	5,000,000.00	4,938,000.87	5,141,000.00	102.820000	202,999.13	IDC-FIS
17297	912828J43	TREASURY NOTES	03/03/2017	02/28/2022	1.750000	2.067799	5,000,000.00	4,970,008.23	5,137,300.00	102.746000	167,291.77	IDC-FIS
17334	912828J43	TREASURY NOTES	12/14/2018	02/28/2022	1.750000	2.763338	5,000,000.00	4,903,782.26	5,137,300.00	102.746000	233,517.74	IDC-FIS
17309	912828W89	TREASURY NOTES	01/25/2018	03/31/2022	1.875000	2.368364	5,000,000.00	4,953,347.70	5,155,300.00	103.106000	201,952.30	IDC-FIS
17308	912828X47	TREASURY NOTES	01/22/2018	04/30/2022	1.875000	2.361028	5,000,000.00	4,954,061.22	5,162,300.00	103.246000	208,238.78	IDC-FIS
17300	912828XD7	TREASURY NOTES	06/09/2017	05/31/2022	1.875000	1.772818	5,000,000.00	5,012,156.03	5,169,900.00	103.398000	157,743.97	IDC-FIS
17335	912828XG0	TREASURY NOTES	12/21/2018	06/30/2022	2.125000	2.638411	5,000,000.00	4,939,169.34	5,203,500.00	104.070000	264,330.66	IDC-FIS
17375	912828XG0	TREASURY NOTES	11/25/2019	06/30/2022	2.125000	1.596160	10,000,000.00	10,128,755.03	10,407,000.00	104.070000	278,244.97	IDC-FIS
17394	912828XG0	TREASURY NOTES	03/25/2020	06/30/2022	2.125000	.351460	10,000,000.00	10,449,622.25	10,407,000.00	104.070000	7,000.00	IDC-FIS
17315	9128282P4	TREASURY NOTES	03/27/2018	07/31/2022	1.875000	2.591504	5,000,000.00	4,915,912.25	5,183,200.00	103.664000	267,287.75	IDC-FIS
17303	912828L24	TREASURY NOTES	09/29/2017	08/31/2022	1.875000	1.913317	5,000,000.00	4,995,435.00	5,192,200.00	103.844000	196,765.00	IDC-FIS
17304	912828L57	TREASURY NOTES	10/06/2017	09/30/2022	1.750000	1.958257	5,000,000.00	4,975,336.54	5,183,000.00	103.660000	207,663.46	IDC-FIS
17318	912828W9	TREASURY NOTES	04/20/2018	09/30/2022	1.875000	2.739970	5,000,000.00	4,898,982.07	5,197,250.00	103.945000	298,267.93	IDC-FIS
17305	912828M49	TREASURY NOTES	10/31/2017	10/31/2022	1.875000	2.071694	5,000,000.00	4,976,757.82	5,204,700.00	104.094000	227,942.18	IDC-FIS
17307	912828M80	TREASURY NOTES	12/18/2017	11/30/2022	2.000000	2.168858	5,000,000.00	4,976,105.55	5,226,350.00	104.527000	250,244.45	IDC-FIS
17320	912828N30	TREASURY NOTES	05/15/2018	12/31/2022	2.125000	2.835579	10,000,000.00	9,801,689.09	10,499,600.00	104.996000	697,910.91	IDC-FIS
17398	912828Z29	TREASURY NOTES	04/21/2020	01/15/2023	1.500000	.237587	10,000,000.00	10,383,722.53	10,344,900.00	103.449000	1,150.00	IDC-FIS
17311	912828P38	TREASURY NOTES	02/14/2018	01/31/2023	1.750000	2.566484	5,000,000.00	4,885,748.65	5,207,800.00	104.156000	322,051.35	IDC-FIS
17314	912828P79	TREASURY NOTES	02/28/2018	02/28/2023	1.500000	2.682776	10,000,000.00	9,670,481.93	10,360,600.00	103.606000	690,118.07	IDC-FIS
17317	912828Q29	TREASURY NOTES	04/11/2018	03/31/2023	1.500000	2.624318	10,000,000.00	9,686,139.54	10,372,300.00	103.723000	686,160.46	IDC-FIS
17319	912828R28	TREASURY NOTES	05/09/2018	04/30/2023	1.625000	2.824390	10,000,000.00	9,666,968.22	10,416,400.00	104.164000	749,431.78	IDC-FIS
17323	912828R69	TREASURY NOTES	07/17/2018	05/31/2023	1.625000	2.763323	10,000,000.00	9,629,874.58	10,426,600.00	104.266000	796,725.42	IDC-FIS
17339	912828S35	TREASURY NOTES	01/17/2019	06/30/2023	1.375000	2.549274	5,000,000.00	4,807,066.35	5,180,850.00	103.617000	373,783.65	IDC-FIS
17378	912828S35	TREASURY NOTES	12/18/2019	06/30/2023	1.375000	1.682342	5,000,000.00	4,948,031.13	5,180,850.00	103.617000	232,818.87	IDC-FIS
17395	912828S35	TREASURY NOTES	04/01/2020	06/30/2023	1.375000	.285312	10,000,000.00	10,386,705.88	10,361,700.00	103.617000	9,746.87	IDC-FIS
17326	912828Y61	TREASURY NOTES	09/18/2018	07/31/2023	2.750000	2.899455	5,000,000.00	4,975,737.29	5,401,950.00	108.039000	426,212.71	IDC-FIS
17328	912828Y61	TREASURY NOTES	09/28/2018	07/31/2023	2.750000	2.961654	5,000,000.00	4,965,698.92	5,401,950.00	108.039000	436,251.08	IDC-FIS



Market Inventory

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City of Santa Clara

INV	CUSIP	Description	Purchase	Maturity	Coupon	Yield TM	Current Par	Current Book	Market Value	Market Price	Unrealized G/L	PRC Source
17324	9128282D1	TREASURY NOTES	09/13/2018	08/31/2023	1.375000	2.867264	5,000,000.00	4,758,238.24	5,189,250.00	103.785000	431,011.76	IDC-FIS
17330	912828T26	TREASURY NOTES	11/14/2018	09/30/2023	1.375000	3.011415	7,500,000.00	7,103,612.30	7,790,325.00	103.871000	686,712.70	IDC-FIS
17340	912828T91	TREASURY NOTES	01/28/2019	10/31/2023	1.625000	2.579465	5,000,000.00	4,843,796.55	5,240,650.00	104.813000	396,853.45	IDC-FIS
17345	912828U57	TREASURY NOTES	02/28/2019	11/30/2023	2.125000	2.496362	5,000,000.00	4,930,353.54	5,332,050.00	106.641000	401,696.46	IDC-FIS
17397	912828U57	TREASURY NOTES	04/20/2020	11/30/2023	2.125000	.263467	5,000,000.00	5,375,597.68	5,332,050.00	106.641000	-2,325.00	IDC-FIS
17346	912828V23	TREASURY NOTES	03/14/2019	12/31/2023	2.250000	2.437027	5,000,000.00	4,964,863.80	5,361,350.00	107.227000	396,486.20	IDC-FIS
17342	912828V80	TREASURY NOTES	02/14/2019	01/31/2024	2.250000	2.524589	5,000,000.00	4,948,697.06	5,369,350.00	107.387000	420,652.94	IDC-FIS
17396	9128285Z9	TREASURY NOTES	04/15/2020	01/31/2024	2.500000	.336639	5,000,000.00	5,433,177.37	5,414,250.00	108.285000	6,828.12	IDC-FIS
17347	912828W48	TREASURY NOTES	03/20/2019	02/29/2024	2.125000	2.440257	5,000,000.00	4,940,977.86	5,352,350.00	107.047000	411,372.14	IDC-FIS
17352	912828W71	TREASURY NOTES	04/30/2019	03/31/2024	2.125000	2.319173	5,000,000.00	4,963,502.54	5,359,750.00	107.195000	396,247.46	IDC-FIS
17353	912828X70	TREASURY NOTES	05/17/2019	04/30/2024	2.000000	2.202374	5,000,000.00	4,961,874.14	5,342,200.00	106.844000	380,325.86	IDC-FIS
17359	912828WJ5	TREASURY NOTES	08/16/2019	05/15/2024	2.500000	1.428853	5,000,000.00	5,206,218.69	5,442,800.00	108.856000	236,581.31	IDC-FIS
17367	912828WJ5	TREASURY NOTES	10/11/2019	05/15/2024	2.500000	1.498657	5,000,000.00	5,192,709.89	5,442,800.00	108.856000	250,090.11	IDC-FIS
17361	912828XX3	TREASURY NOTES	08/30/2019	06/30/2024	2.000000	1.414330	5,000,000.00	5,126,755.83	5,354,500.00	107.090000	227,744.17	IDC-FIS
17376	9128286Z8	TREASURY NOTES	12/13/2019	06/30/2024	1.750000	1.739161	7,250,000.00	7,253,359.57	7,690,655.00	106.078000	437,295.43	IDC-FIS
17364	9128282N9	TREASURY NOTES	09/11/2019	07/31/2024	2.125000	1.556000	5,000,000.00	5,122,635.55	5,386,350.00	107.727000	263,714.45	IDC-FIS
17390	9128282U3	TREASURY NOTES	03/11/2020	08/31/2024	1.875000	.621947	5,000,000.00	5,278,582.31	5,339,850.00	106.797000	64,070.00	IDC-FIS
17370	9128282Y5	TREASURY NOTES	10/28/2019	09/30/2024	2.125000	1.630859	5,000,000.00	5,106,312.10	5,397,850.00	107.957000	291,537.90	IDC-FIS
17373	9128283D0	TREASURY NOTES	11/19/2019	10/31/2024	2.250000	1.636035	10,000,000.00	10,264,263.00	10,864,100.00	108.641000	599,837.00	IDC-FIS
17379	9128283J7	TREASURY NOTES	01/07/2020	11/30/2024	2.125000	1.617525	5,000,000.00	5,129,976.73	5,411,900.00	108.238000	292,954.69	IDC-FIS
17380	9128283P3	TREASURY NOTES	01/08/2020	12/31/2024	2.250000	1.618632	10,000,000.00	10,305,726.30	10,890,200.00	108.902000	589,418.75	IDC-FIS
17399	912828Z52	TREASURY NOTES	04/23/2020	01/31/2025	1.375000	.365012	5,000,000.00	5,254,348.39	5,250,400.00	105.008000	11,728.12	IDC-FIS
17389	9128283Z1	TREASURY NOTES	03/09/2020	02/28/2025	2.750000	.605325	10,000,000.00	11,056,334.92	11,151,200.00	111.512000	101,590.62	IDC-FIS
				Subtotal	1.940333	1.919916	374,750,000.00	376,179,366.50	393,033,030.00	104.878727	17,099,116.46	

Inv Type: 21 FHLB MEDIUM TERM NOTES

17256	313370U55	FHLB MEDIUM TERM NO	07/22/2016	09/11/2020	2.875000	1.175915	5,000,000.00	5,041,386.81	5,037,150.00	100.743000	-4,236.81	IDC-FIS
17282	3130A1W95	FHLB MEDIUM TERM NO	11/18/2016	06/11/2021	2.250000	1.696591	5,000,000.00	5,039,728.09	5,104,400.00	102.088000	64,671.91	IDC-FIS
17387	3130A1W95	FHLB MEDIUM TERM NO	02/26/2020	06/11/2021	2.250000	1.258135	5,000,000.00	5,086,737.50	5,104,400.00	102.088000	41,100.00	IDC-FIS
17286	3130A8QS5	FHLB MEDIUM TERM NO	11/29/2016	07/14/2021	1.125000	1.814259	5,000,000.00	4,950,753.26	5,052,850.00	101.057000	102,096.74	IDC-FIS
17277	313378JP7	FHLB MEDIUM TERM NO	11/01/2016	09/10/2021	2.375000	1.428993	5,000,000.00	5,068,330.10	5,134,600.00	102.692000	66,269.90	IDC-FIS
17341	3130AFFN2	FHLB MEDIUM TERM NO	02/11/2019	12/10/2021	3.000000	2.497201	5,000,000.00	5,048,124.88	5,211,350.00	104.227000	163,225.12	IDC-FIS
17393	313378CRO	FHLB MEDIUM TERM NO	03/16/2020	03/11/2022	2.250000	.716855	5,000,000.00	5,152,462.50	5,177,650.00	103.553000	26,750.00	IDC-FIS
17333	313383WD9	FHLB MEDIUM TERM NO	12/13/2018	09/09/2022	3.125000	2.898026	5,000,000.00	5,026,601.32	5,318,650.00	106.373000	292,048.68	IDC-FIS
17363	3130A3DL5	FHLB MEDIUM TERM NO	09/06/2019	09/08/2023	2.375000	1.527008	5,000,000.00	5,143,379.72	5,331,750.00	106.635000	188,370.28	IDC-FIS
17336	3130A0F70	FHLB MEDIUM TERM NO	01/09/2019	12/08/2023	3.375000	2.727479	5,000,000.00	5,120,340.13	5,521,150.00	110.423000	400,809.87	IDC-FIS
17392	3130A3VC5	FHLB MEDIUM TERM NO	03/13/2020	12/08/2023	2.250000	.715013	5,000,000.00	5,312,112.50	5,330,950.00	106.619000	48,525.00	IDC-FIS
17350	3130AB3H7	FHLB MEDIUM TERM NO	04/12/2019	03/08/2024	2.375000	2.380001	5,000,000.00	4,999,018.25	5,355,350.00	107.107000	356,331.75	IDC-FIS



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INV	CUSIP	Description	Purchase	Maturity	Coupon	Yield TM	Current Par	Current Book	Market Value	Market Price	Unrealized G/L	PRC Source
17374	3130A1XJ2	FHLB MEDIUM TERM NO	11/21/2019	06/14/2024	2.875000	1.641007	5,000,000.00	5,266,314.83	5,456,300.00	109.126000	189,985.17	IDC-FIS
17365	3130AGWK7	FHLB MEDIUM TERM NO	09/19/2019	08/15/2024	1.500000	1.644760	5,000,000.00	4,968,845.98	5,234,300.00	104.686000	265,454.02	IDC-FIS
17368	3130A2UW4	FHLB MEDIUM TERM NO	10/17/2019	09/13/2024	2.875000	1.656994	5,000,000.00	5,262,003.90	5,503,000.00	110.060000	240,996.10	IDC-FIS
17391	3130A3GE8	FHLB MEDIUM TERM NO	03/13/2020	12/13/2024	2.750000	.768165	5,000,000.00	5,495,675.00	5,514,800.00	110.296000	53,500.00	IDC-FIS
17400	3130A4CH3	FHLB MEDIUM TERM NO	04/28/2020	03/14/2025	2.375000	.665003	10,000,000.00	10,848,367.78	10,867,500.00	108.675000	48,160.00	IDC-FIS
		Subtotal			2.469592	1.534576	90,000,000.00	92,830,182.55	95,256,150.00	105.840167	2,544,057.73	

Inv Type: 22 FHLB COUPON NOTES

17354	3130AGMK8	FHLB COUPON NOTES	06/28/2019	06/28/2024	2.220000	2.220000	5,000,000.00	5,000,000.00	5,081,850.00	101.637000	81,850.00	IDC-FIS
17360	3130AGXF7	FHLB COUPON NOTES	08/26/2019	08/26/2024	1.650000	1.650000	5,000,000.00	5,000,000.00	5,071,400.00	101.428000	71,400.00	IDC-FIS
17371	3130AHGL1	FHLB COUPON NOTES	11/04/2019	11/04/2024	1.875000	1.875000	3,840,000.00	3,840,000.00	3,907,200.00	101.750000	67,200.00	IDC-FIS
		Subtotal			1.918353	1.918353	13,840,000.00	13,840,000.00	14,060,450.00	101.592847	220,450.00	

Inv Type: 23 FNMA COUPON NOTE

17270	3136G4BD4	FNMA COUPON NOTE	09/29/2016	03/29/2021	1.350000	1.350000	5,540,000.00	5,540,000.00	5,587,145.40	100.851000	47,145.40	IDC-FIS
		Subtotal			1.350000	1.350000	5,540,000.00	5,540,000.00	5,587,145.40	100.851000	47,145.40	

Inv Type: 24 FNMA MEDIUM TERM NOTE

17226	3135G0D75	FNMA MEDIUM TERM NO	10/23/2015	06/22/2020	1.500000	1.428035	10,000,000.00	10,003,449.88	10,008,000.00	100.080000	4,550.12	IDC-FIS
17238	3135G0F73	FNMA MEDIUM TERM NO	03/17/2016	11/30/2020	1.500000	1.601110	10,000,000.00	9,990,296.39	10,064,900.00	100.649000	74,603.61	IDC-FIS
17279	3135G0H55	FNMA MEDIUM TERM NO	11/16/2016	12/28/2020	1.875000	1.584161	5,000,000.00	5,014,012.31	5,045,500.00	100.910000	31,487.69	IDC-FIS
17248	3136G02F7	FNMA MEDIUM TERM NO	06/03/2016	05/07/2021	1.600000	1.474085	2,000,000.00	2,002,411.83	2,025,140.00	101.257000	22,728.17	IDC-FIS
17268	3135G0N82	FNMA MEDIUM TERM NO	08/25/2016	08/17/2021	1.250000	1.298063	10,000,000.00	9,993,062.38	10,130,300.00	101.303000	137,237.62	IDC-FIS
17271	3135G0Q89	FNMA MEDIUM TERM NO	10/11/2016	10/07/2021	1.375000	1.450052	5,000,000.00	4,994,596.05	5,079,450.00	101.589000	84,853.95	IDC-FIS
17329	3135G0S38	FNMA MEDIUM TERM NO	10/11/2018	01/05/2022	2.000000	3.012476	5,000,000.00	4,904,303.30	5,142,750.00	102.855000	238,446.70	IDC-FIS
17310	3135G0T78	FNMA MEDIUM TERM NO	01/29/2018	10/05/2022	2.000000	2.496939	5,000,000.00	4,941,733.33	5,208,050.00	104.161000	266,316.67	IDC-FIS
17377	3135G0V75	FNMA MEDIUM TERM NO	12/18/2019	07/02/2024	1.750000	1.732000	5,000,000.00	5,003,862.12	5,278,100.00	105.562000	274,237.88	IDC-FIS
17404	3135G0V75	FNMA MEDIUM TERM NO	05/15/2020	07/02/2024	1.750000	.377002	10,000,000.00	10,626,842.78	10,556,200.00	105.562000	-5,990.00	IDC-FIS
17382	3135G0X24	FNMA MEDIUM TERM NO	01/23/2020	01/07/2025	1.625000	1.627706	7,500,000.00	7,503,426.04	7,895,850.00	105.278000	396,825.00	IDC-FIS
17401	3135G03U5	FNMA MEDIUM TERM NO	05/08/2020	04/22/2025	.625000	.521429	10,000,000.00	10,053,030.56	10,048,800.00	100.488000	-1,800.00	IDC-FIS
		Subtotal			1.499178	1.395153	84,500,000.00	85,031,026.97	86,483,040.00	102.346793	1,523,497.41	

Inv Type: 26 FFCB MEDIUM TERM NOTES

17234	3133EFYZ4	FFCB MEDIUM TERM NO	02/18/2016	02/10/2021	1.375000	1.490028	10,000,000.00	9,988,963.72	10,081,500.00	100.815000	92,536.28	IDC-FIS
17386	3133EGYS8	FFCB MEDIUM TERM NO	02/05/2020	04/14/2022	1.400000	1.451035	5,000,000.00	4,994,968.17	5,108,750.00	102.175000	113,781.83	IDC-FIS
17357	3133EKVE3	FFCB MEDIUM TERM NO	07/19/2019	07/19/2022	1.850000	1.889266	5,000,000.00	4,995,262.14	5,168,500.00	103.370000	173,237.86	IDC-FIS
17358	3133EKYJ9	FFCB MEDIUM TERM NO	08/14/2019	08/05/2022	1.850000	1.643841	5,000,000.00	5,024,974.98	5,176,600.00	103.532000	151,625.02	IDC-FIS



Market Inventory

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INV	CUSIP	Description	Purchase	Maturity	Coupon	Yield TM	Current Par	Current Book	Market Value	Market Price	Unrealized G/L	PRC Source
17366	3133EHM91	FFCB MEDIUM TERM NO	10/08/2019	11/01/2022	2.080000	1.440040	1,800,000.00	1,828,040.51	1,879,056.00	104.392000	51,015.49	IDC-FIS
17316	3133EJGU7	FFCB MEDIUM TERM NO	03/29/2018	12/16/2022	2.710000	2.638022	5,000,000.00	5,010,127.00	5,310,400.00	106.208000	300,273.00	IDC-FIS
17332	3133EJSD2	FFCB MEDIUM TERM NO	11/29/2018	06/19/2023	2.890000	2.983126	5,000,000.00	4,984,834.19	5,395,400.00	107.908000	410,565.81	IDC-FIS
17381	3133ELHZ0	FFCB MEDIUM TERM NO	01/17/2020	07/17/2023	1.600000	1.610620	5,000,000.00	4,998,200.00	5,202,850.00	104.057000	204,650.00	IDC-FIS
17327	3133EJWV7	FFCB MEDIUM TERM NO	09/18/2018	08/14/2023	2.900000	3.000958	5,000,000.00	4,983,649.25	5,412,750.00	108.255000	429,100.75	IDC-FIS
17331	3133EJD48	FFCB MEDIUM TERM NO	11/28/2018	10/02/2023	3.050000	3.024022	7,575,000.00	7,581,222.83	8,258,416.50	109.022000	677,193.67	IDC-FIS
17355	3133EHN25	FFCB MEDIUM TERM NO	06/27/2019	11/01/2023	2.200000	1.866116	2,965,000.00	2,998,072.60	3,152,061.85	106.309000	153,989.25	IDC-FIS
17348	3133EKBW5	FFCB MEDIUM TERM NO	03/21/2019	02/27/2024	2.610000	2.466241	5,000,000.00	5,026,828.71	5,411,350.00	108.227000	384,521.29	IDC-FIS
17362	3133EKHV1	FFCB MEDIUM TERM NO	09/05/2019	07/22/2024	2.450000	1.384069	5,000,000.00	5,230,958.08	5,409,150.00	108.183000	178,191.92	IDC-FIS
17372	3133EK4Y9	FFCB MEDIUM TERM NO	11/12/2019	11/01/2024	1.650000	1.806956	5,000,000.00	4,966,368.61	5,251,550.00	105.031000	285,181.39	IDC-FIS
17406	3133ELJM7	FFCB MEDIUM TERM NO	05/19/2020	01/23/2025	1.650000	.555648	7,320,000.00	7,728,285.20	7,701,006.00	105.205000	11,638.80	IDC-FIS
17405	3133ELZM9	FFCB MEDIUM TERM NO	05/18/2020	05/14/2025	.500000	.534983	10,000,000.00	9,983,355.56	9,982,800.00	99.828000	0.00	BOOK
Subtotal					1.938498	1.774963	89,660,000.00	90,324,111.55	93,902,140.35	104.731363	3,617,502.36	

Inv Type: 28 FHLMC MEDIUM TERM NOTES

17388	3134G9M20	FHLMC MEDIUM TERM N	02/26/2020	07/26/2021	1.875000	1.275218	5,000,000.00	5,049,762.50	5,101,400.00	102.028000	59,450.00	IDC-FIS
17402	3137EAER6	FHLMC MEDIUM TERM N	05/11/2020	05/05/2023	.375000	.277020	5,000,000.00	5,014,753.33	5,008,000.00	100.160000	-6,545.00	IDC-FIS
17407	3137EAEP0	FHLMC MEDIUM TERM N	05/21/2020	02/12/2025	1.500000	.526022	5,000,000.00	5,247,168.33	5,228,150.00	104.563000	1,190.00	IDC-FIS
Subtotal					1.255224	.691554	15,000,000.00	15,311,684.16	15,337,550.00	102.250333	54,095.00	

Inv Type: 29 FHLMC COUPON NOTES

17351	3134GTKG7	FHLMC COUPON NOTES	05/03/2019	05/03/2024	2.600000	2.600000	3,000,000.00	3,000,000.00	3,056,070.00	101.869000	56,070.00	IDC-FIS
Subtotal					2.600000	2.600000	3,000,000.00	3,000,000.00	3,056,070.00	101.869000	56,070.00	

Inv Type: 65 Govt Mutual Fund - Fidelity

17403		FIDELITY GOVERNMENT	05/08/2020	05/30/2020	.157277	.157277	21,695,957.47	21,695,957.47	21,695,957.47	100.000000	0.00	BOOK
Subtotal					.157277	.157277	21,695,957.47	21,695,957.47	21,695,957.47	100.000000	0.00	

Inv Type: 99 LOCAL AGENCY INVESTMENT FUND

16059		STATE OF CA DEMAND	09/30/1997	05/30/2020	1.992766	1.992766	64,206,402.35	64,206,402.35	64,206,402.35	100.000000	0.00	BOOK
Subtotal					1.992766	1.992766	64,206,402.35	64,206,402.35	64,206,402.35	100.000000	0.00	

Inv Type: 305 MUTUAL FUNDS-FIDELITY

17385		FIDELITY PRIME MMKT	12/13/2019	05/30/2020	.438084	.438084	0.00	0.00	0.00	100.090000	0.00	USERPR
Subtotal					.000000	.000000	0.00	0.00	0.00	.000000	0.00	



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City of Santa Clara

INV	CUSIP	Description	Purchase	Maturity	Coupon	Yield TM	Current Par	Current Book	Market Value	Market Price	Unrealized G/L	PRC Source
Inv Type: 315 MUTUAL FUNDS-DREYFUS												
16064		DREYFUS TREASURY CA	10/31/1997	05/30/2020	.131463	.131463	2,145,541.42	2,145,541.42	2,145,541.42	100.000000	0.00	BOOK
				Subtotal	.131463	.131463	2,145,541.42	2,145,541.42	2,145,541.42	100.000000	0.00	
Grand Total				Count 116	1.888610	1.724054	764,337,901.24	770,104,272.97	794,763,476.99	103.980645	25,161,934.36	

FY 2020/21 Budget Amendments

General Fund (001)

Department	Source of Funds	Use of Funds	Explanation
Transfer from the Convention Center Enterprise Fund/City Manager's Office	20,000	20,000	Establishes and appropriates a transfer from the Convention Center Enterprise Fund to the City Manager's Office to provide additional resources for the Small Business Assistance Program.
	20,000	20,000	

Other City Departments Operating Grant Trust Fund (101)

Department	Source of Funds	Use of Funds	Explanation
Revenue from Other Agencies/Non-Departmental - COVID	1,594,064	1,594,064	As part of the FY 2020/21 State budget, the State of California has set aside a portion of the State's CARES Act funding for cities with populations under 500,000 to be used towards homelessness, public health, public safety, and other services to combat the COVID-19 pandemic. The recipient jurisdictions must spend these funds consistent with federal law. For this City of Santa Clara, the allocation totals \$1.6 million.
Mission City Community Fund - Donations/COVID-19	14,331	14,331	The Mission City Community Fund organization is fundraising for the City of Santa Clara's food distribution program. This increases the revenue estimate for donations from this community group for the food distribution program and appropriates funding to a COVID-19 appropriation to cover food distribution program costs not reimbursed by FEMA.
	1,608,395	1,608,395	

Convention Center Enterprise Fund (860)

Department	Source of Funds	Use of Funds	Explanation
Transfer to the General Fund		20,000	Establishes a transfer from the Convention Center Enterprise Fund to the General Fund to provide additional resources for the Small Business Assistance Program.
Ending Fund Balance		(20,000)	Decreases the ending fund balance to offset the action recommended above.
	-	-	