

Funds and Reserves: Composition and Market Value 2024

General Account: Bonds

Par Value: \$714.35 million

Book Value: \$692.75 million

Market Value: \$697.24 million

The General Account is composed of bonds issued by the Government of Canada, Canadian provinces and Canadian municipalities, as well as various Canadian corporations all with an investment grade rating of A or better. Ten years is the longest maturity held in the account, with an overall average maturity of 4.55 years. This is the main investment account for the City's operations.

The par value represents what the City will receive upon maturity of each investment, Book Value represents what the City purchased each investment for and Market Value represents the value as of December 31, 2024.

Under the revised Corporate Investment Policy, the General Account will be included in the Growth Portfolio with a target of 60% Fixed Income, 20% Equities and 20% Alternative Investments. Currently, all investments are in Fixed Income investments.

General Account: Money Market

Par Value: \$39.95 million

Book Value: \$39.03 million

Market Value: \$39.70 million

The General Account Money Market portfolio is composed of securities maturing within one year and generally offer a lower yield than most bonds. These securities are more liquid than bonds as funds are available the same day the security is sold, whereas there is a one business day lag for the settlement of bonds sold.

Cemetery Perpetual Care Fund

Par Value: \$7.10 million

Book Value: \$5.62 million

Market Value: \$6.47 million

The Cemetery Perpetual Care Fund is composed of bonds issued by Canadian provinces, Canadian municipalities and Canadian corporations. The term of these bonds ranges from one to thirty years.

Transit Vehicle Replacement Reserve

Par Value: \$2.65 million

Book Value: \$2.52 million

Market Value: \$2.55 million

The Transit Vehicle Replacement Reserve is composed of bonds issued by Canadian provinces. The term of these bonds ranges from one to five years.

Group Insurance Trust Fund

Par Value: \$5.05 million

Book Value: \$4.90 million

Market Value: \$5.01 million

The Group Insurance Trust Fund is composed of money market securities maturing within one year offering good liquidity for the fund.

Public Library Capital Expansion Reserve

Par Value: \$18.45 million

Book Value: \$18.23 million

Market Value: \$18.29 million

The Public Library Capital Expansion Reserve is composed of bonds issued by the Government of Canada, Canadian provinces, Canadian municipalities and Canadian corporations. The term of these bonds ranges from one to five years.

Public Library Equipment Replacement

Par Value: \$2.39 million

Book Value: \$2.38 million

Market Value: \$2.37 million

The Public Library Equipment Replacement Reserve is composed of bonds issued by Canadian provinces, Canadian municipalities and Canadian corporations. The term of these bonds ranges from one to five years.

Sinking Fund

Par Value: \$17.41 million

Book Value: \$9.95 million

Market Value: \$9.63 million

The Sinking Fund is composed of bonds issued by Canadian provinces and Canadian municipalities. The term of these funds are 30 years or less to match the fund's 2043 maturity date. This fund was established to pay off the \$45.0 million loan for the new police headquarters in 2043.

Under the revised Corporate Investment Policy, the Sinking Fund Account will be included in the Growth Portfolio with a target of 60% Fixed Income, 20% Equities and 20% Alternative Investments. Currently, all investments are in Fixed Income investments.

Portfolio Total

Par Value: \$807.35 million

Book Value: \$775.38 million

Market Value: \$781.26 million

Total portfolio value includes all funds under management at the City composed of the money market and bond portfolios.