

Investments

The City currently has a cash and investment balance of \$65.1 million compared to a balance of \$65.5 million one year ago. The City's total investment gain for 2020 is \$1,733,115 which is comprised of investment income in the amount of \$943,956 and an unrealized gain of \$789,159. This compares to an investment gain through June 2019 of \$1,515,515, which included investment income of \$533,956 and an unrealized gain of \$981,559. The City sold investments prior to maturity during the 1st quarter and realized gains which are reflected as part of the investment income amounts. The City typically intends to hold all investments until they mature, however it's important to keep in mind that changes in market interest rates will impact unrealized gains/losses of the investment portfolio. Rising interest rates from November 2016 through 2018 resulted in unrealized losses ("paper losses") over those years, while declining 2019 and 2020 rates have led to unrealized gains.

