



Financial Services Audit Committee Communication

Date: June 15, 2018

To: Great Lakes Water Authority Audit Committee

From: Deirdre Henry, Treasury Manager

Re: Quarterly Investment Report through March 31, 2018 (Unaudited)

Background: As stated in section 14 of the Great Lakes Water Authority (GLWA) Investment Policy, quarterly reporting shall be presented to provide a clear picture of the status of the current GLWA investment portfolio. The attached report is a synopsis of the investment activity as of March 31, 2018. The detailed report will be presented by PFM Asset Management LLC, at the July 2018 audit committee meeting.

Analysis: GLWA continues to actively invest its funds in a diversified portfolio which includes bank deposits, money market funds, a local government investment pool, U.S. Treasuries, Federal Agencies, and commercial paper. Key indicators for the quarter are:

- Yield to Market at Cost compared to market index:
 - As of March 31, 2018: 1.72% vs 1.61% (3-Month Treasury Index)
 - As of December 31, 2017: 1.36% vs 1.25% (3-Month Treasury Index)
- Portfolio Allocation in Cash/Money Market Securities
 - As of March 31, 2018: 54%
 - As of December 31, 2017: 60%

Proposed Action: Receive and file report.