



Attachment C - Investment Summary

Conservative financial management is a core Town priority. Successful management of the Town’s cash balances and investments supports long-range planning, as shown in the 2021 Budget and the 2021 – 2025 Five Year Capital Improvement Plan. The Town’s total cash and investment balance as of December 31 is \$271,706,000 which reflects investment losses of \$867,372 and interest earnings of \$442,038 for the fourth quarter of 2021 for a total decrease of \$425,334. The following includes information about the Town’s cash and investment balances by Town fund. Please note that this may vary from other reported investment earnings and fund balance due to timing differences between budget and cash investment reporting. These balances include internal and external reservations of funds, and the accumulation of funding for future project needs. Additionally, the value of units in an investment portfolio can fluctuate and past performance is not indicative of future results. While the market changes show unrealized loss on investments, the Town policy is to hold investments to maturity. The Town rarely sells these instruments and almost always holds to maturity, which allows the Town to keep the “loss” unrealized.

As of 12/31/2021, the Town's Investment Earnings are:

	Investment Earnings	Market Change	Total
1st Qtr	\$ 496,490	\$ (546,143)	\$ (49,653)
2nd Qtr	532,145	(432,112)	100,033
3rd Qtr	468,385	(362,199)	106,186
4th Qtr	442,038	(867,372)	(425,334)
\$	1,939,058	\$ (2,207,826)	\$ (268,768)

The Town maintains a conservative investment policy. The principal objectives include:

- Preservation and protection of capital
- Maintenance of sufficient liquidity
- Diversification to avoid unreasonable risk
- Attainment of adequate market rate of return
- Conformance with all stated regulations
- Investments held to maturity

As of 12/31/2021, the Town's Cash and Investment Balances by Fund are:

Governmental Activities	
General Fund	\$ 39,898,176
Economic Development Fund	5,560,009
Parking Fund	1,044,695
Transportation Fund	26,262,057
Capital Funds:	
Transportation Capital Fund	30,173,455
Parks Capital Fund	14,282,300
Fire Capital Fund	2,554,970
Facilities Capital Fund	1,590,127
Police Capital Fund	677,506
Other Governmental Funds:	
General Long Term Planning Fund	6,154,843
DDA TIF Fund	2,022,181
Conservation Trust Fund	6,313,380
Philip S. Miller Trust Fund	309,049
Public Art Fund	136,360
Police Forfeiture Fund	22,012
Internal Service Funds:	
Employee Benefits Fund	4,166,445
Fleet Fund	6,881,244
Total Governmental Funds	\$ 148,048,808
Business-type Activities	
Water Fund	\$ 27,595,041
Water Resources Fund	56,149,889
Stormwater Fund	12,720,902
Wastewater Fund	16,656,351
Golf Fund	2,457,718
Community Center Fund	1,632,579
Development Services Fund	6,444,711
Total Enterprise Funds	\$ 123,657,192
Total All Funds	\$ 271,706,000

