

City of San Jacinto
Notes to the Basic Financial Statements
June 30, 2021

Note 2: Cash and investments (continued)

Disclosures relating to credit risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization (Standard & Poor's). Presented below is the minimum rating required by (where applicable) the City's investment policy or debt agreements, and the actual rating as of year-end for each investment type.

Investment Type	Totals	Minimum legal rating	Rating as of year end		
			AAA to AA-	A+ to B	Not rated
Local Agency Investment Fund (LAIF)	\$ 15,444,604	N/A	\$ -	\$ -	\$ 15,444,604
U.S. Treasury Obligations	9,808,469	N/A	9,808,469	-	-
U.S. Agency Securities	9,314,401	N/A	9,314,401	-	-
Asset Backed Securities	677,359	AA	343,003	-	334,356
Medium-Term Corporate Notes	2,476,762	A	1,465,116	1,011,646	-
Supranational Bonds	230,083	A	230,083	-	-
Held by Bond Trustees:					
Money Market Funds	42,150	AAA	42,150	-	-
Total	\$ 37,993,828		\$ 21,203,222	\$ 1,011,646	\$ 15,778,960

Concentration of credit risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. The City had no investments in any one issuer (other than U.S. Treasury Securities, mutual funds and external investment pools) that represented 5% or more of total City investments.