



The Corporation of the
TOWN OF THESSALON

2019 Annual Investment Report

In accordance with the Town of Thessalon's Investment Policy, the Deputy Clerk-Treasurer is to provide an annual investment report.

Securities Held:

- bank accounts held with a Canadian Credit Union
 - Northern Credit Union
- bank accounts held with a Canadian Chartered Bank
 - Canadian Imperial Bank of Commerce (CIBC)
- Investments in a Canadian Credit Union
 - Northern Credit Union

The majority of the bank accounts are held with the Town of Thessalon's branch of the Northern Credit Union and one (1) bank account is held with the the Canadian Imperial Bank of Commerce located at 530 Queen Street in Sault Ste. Marie. There is currently little liquidity risk, as all of the Town's investments can be redeemed at any time. In 2019 the rate of return on the Town's bank accounts varied from 1.05% to 2.45%.

In November 2017 Council authorized five (three-year terms) Canadian Guaranteed Investment Certificates through the Northern Credit Union, each in the amount of \$200,000.00 with the following rates:

| | | | |
|--------|------|---------|-------|
| Year 1 | 2018 | Rate of | 2.2% |
| Year 2 | 2019 | Rate of | 2.45% |
| Year 3 | 2020 | Rate of | 2.95% |

Portfolio 2019 Summary:

| <u>Description</u> | <u>Account Balance at December 31, 2019</u> | <u>2019 Account Investment Income</u> | <u>Total % of Account Investment Income</u> |
|----------------------------|---|---------------------------------------|---|
| NCU-General Account | 1,071,820.94 | 27,701.07 | 45.585% |
| NCU-Member Share | 25.00 | 0.00 | 0.000% |
| NCU-Arena Bequest | 17,017.98 | 221.90 | 0.365% |
| NCU-Rose Lake | 33,168.79 | 335.67 | 0.552% |
| NCU-Gas Tax | 481,696.62 | 4,516.70 | 7.433% |
| NCU-Minor Ball | 1,884.22 | 49.62 | 0.082% |
| NCU-Baseball League | 307.91 | 10.48 | 0.017% |
| NCU-Soccer League | 1,363.37 | 27.26 | 0.045% |
| NCU-Ski Trails | 1,177.00 | 17.02 | 0.028% |
| NCU-Men's Ball League | 1,115.98 | 22.46 | 0.037% |
| NCU-Water Investment | 68,763.90 | 1,348.31 | 2.219% |
| OCIF Formula Based | 175,478.88 | 1,477.86 | 2.432% |
| NCU-5 GIC's @ 200,000 Each | 1,047,039.00 | 25,039.00 | 41.205% |
| CIBC-General Account | 14,565.70 | 0.00 | 0.000% |
| TOTAL | | 60,767.35 | 100% |

As shown below, the total investment revenue earned in 2018 was \$49,244.08 and the total investment revenue earned in 2019 was \$60,767.35 creating an increase in investment revenue for the 2019 year of \$11,523.27.

| <u>Year</u> | <u>Investment Amount</u> | <u>Increase/Decrease from Previous Year</u> |
|-------------|--------------------------|---|
| 2018 | 49,244.08 | 31,562.42 |
| 2019 | 60,767.35 | 11,523.27 |

To reflect interest earned on investments after annual date, accrual interest was calculated in the amount of \$642.33.

Deputy Clerk-Treasurer's Statement:

In my opinion, all investments were made in accordance with the investment policy and goals adopted by the Town of Thessalon and are in compliance with the Municipal Act.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Debbie Rydall".

Debbie Rydall
Deputy Clerk- Treasurer