



City of
Kelowna

2023 Investment Report

March 20, 2023



Constraints for Local Government Investments

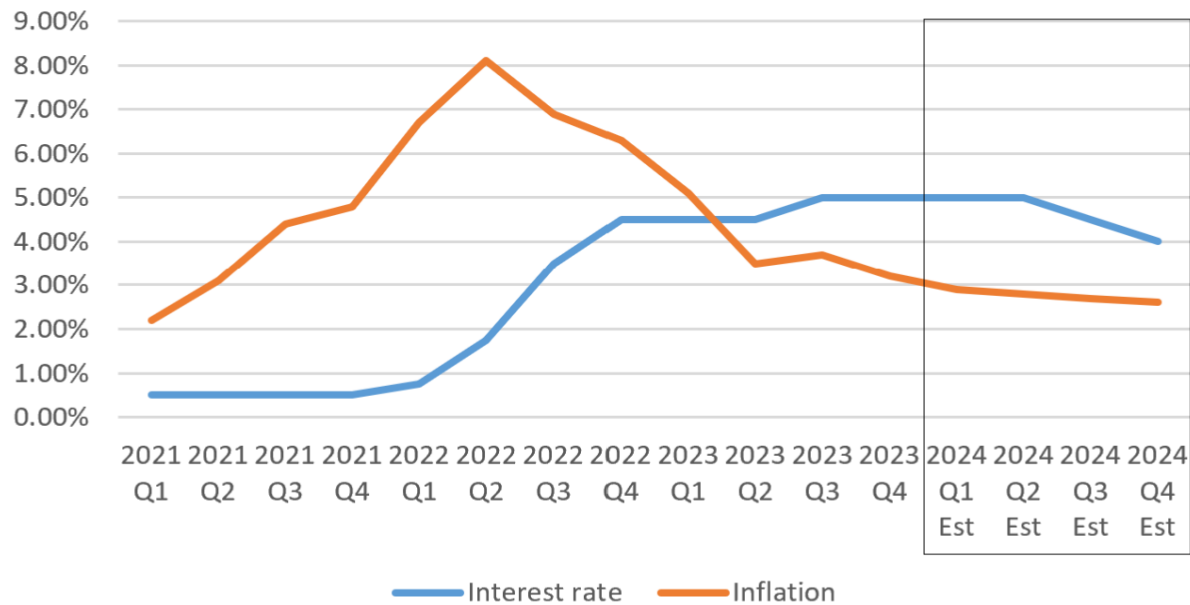
Investment of municipal funds

183 Money held by a municipality that is not immediately required may only be invested or reinvested in one or more of the following:

- (a) securities of the Municipal Finance Authority;
- (b) pooled investment funds under section 16 of the *Municipal Finance Authority Act*;
- (c) securities of Canada or of a province;
- (d) securities guaranteed for principal and interest by Canada or by a province;
- (e) securities of a municipality, regional district or greater board;
- (f) investments guaranteed by a chartered bank;
- (g) deposits in a savings institution, or non-equity or membership shares of a credit union;
- (h) other investments specifically authorized under this or another Act.

Investment Environment 2021 - 2024

Investment Environment 2021 - 2024



Portfolio summary

Fund Summary at December 31, 2023	Amount (FMV)	%
Short Term Investments	\$ 297.5	31%
Long Term Investments	\$ 493.5	52%
Endowment Fund	\$ 159.4	17%
Total Fund Value	\$ 950.3	100%

(In Millions)

Portfolio Ratings

Rating	Amount (FMV)	Percentage
AA	\$ 485.4	51%
A	\$ 229.3	24%
MFA	\$ 235.7	25%
Grand Total	\$ 950.3	100%

(In Millions)

Performance objectives

Average rate of return

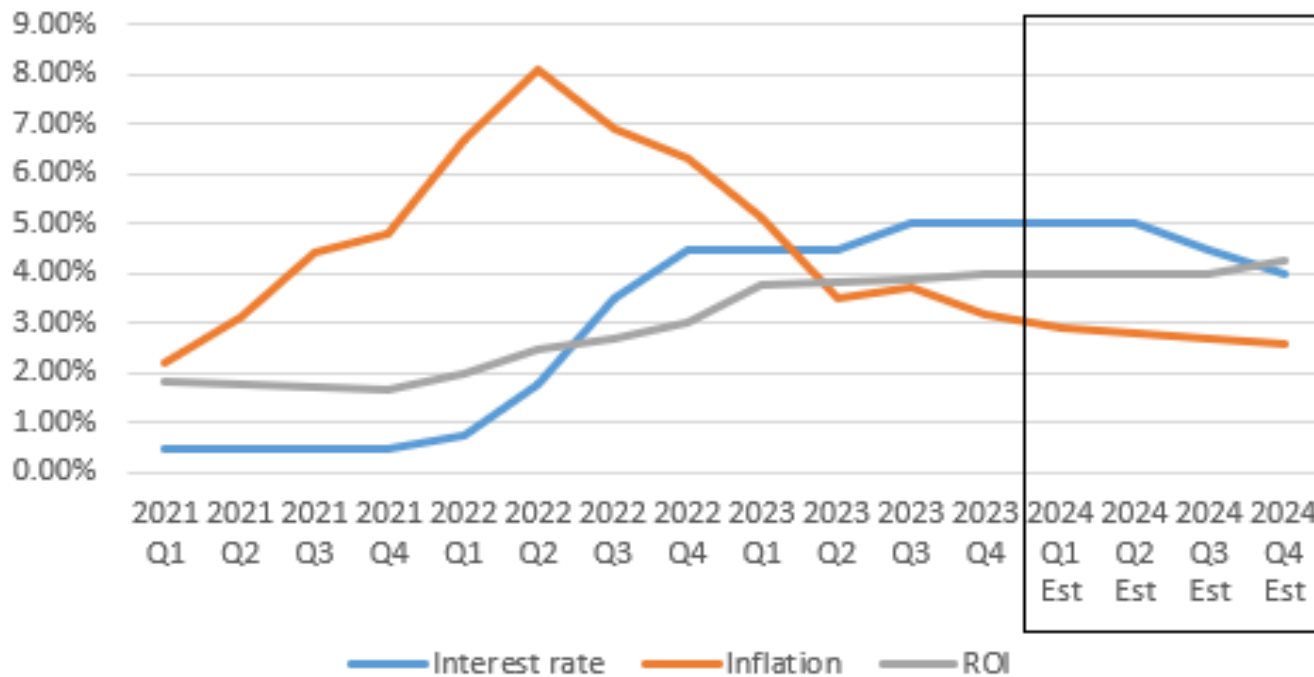
Benchmark	Rate	City of Kelowna Average Rate
CPI Index Average	3.40%	3.90%
FTSE TMX Canada 91-Day T-Bill	4.70%	
Median Money Market Return	4.93%	
MFA Bond Fund	5.22%	
MFA Money Market Fund	5.70%	

Historical Rate of Returns

Year	City of Kelowna Average Rate of Return
2019	2.51%
2020	1.89%
2021	1.67%
2022	2.49%
2023	3.90%

Investment Environment 2021 - 2024

Investment Environment 2021 - 2024



Endowment Fund

Endowment Fund at December 31, 2023	Amount (FMV)
Capital Fund	\$ 153.5
Stabilization Fund	\$ 4.0
Distributable Fund	\$ 1.9
Total	\$ 159.4

(In Millions)



Questions?

For more information, visit kelowna.ca.