



ANNUAL INVESTMENT REPORT
to the
CITY OF SOUTH BEND BOARD OF FINANCE

For the Year Ended December 31, 2021

Report Date: January 24, 2022

Report Distribution: South Bend Common Council Members
Mayor
Chief of Staff
Deputy Chief of Staff
City Clerk
Common Council Attorney
Corporation Counsel
State Board of Accounts (local office)

Submitted By: City Controller (pursuant to I.C. 5-13-7-7)



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INVESTMENT OFFICERS

City Controller: Daniel T. Parker, MBA, MSA, CPA

Deputy City Controller: Benjamin J. Dougherty, JD

Director of Treasury: Amanda N. Pietsch, CPA

INVESTMENT ADVISORS (1ST SOURCE BANK)

Paul W. Gifford, Jr., CFA
President & Chief Investment Officer, 1st Source Corporation Investment Advisors, Inc.

Erik Clapsaddle, CFA, CFP®
Vice President & Sr. Fixed Income Portfolio Manager

Amy White, JD
Vice President & Personal Trust Manager

AUTHORIZED INVESTMENT AMOUNT

Portfolio of \$200 million in investments with 1st Source Bank



INVESTMENT REVIEW MEETINGS

<u>QUARTER</u>	<u>DATE</u>	<u>TIME</u>
1 ST Quarter	04/20/2022	10:00 A.M.
2 ND Quarter	07/20/2022	10:00 A.M.
3 RD Quarter	10/19/2022	10:00 A.M.
4 TH Quarter	01/18/2023	10:00 A.M.

Investment Review Meetings will be held virtually via Microsoft Teams until further notice.



INVESTMENT REPORT (12/31/2021)

Annual Investment Review

City of South Bend Corporate Agency

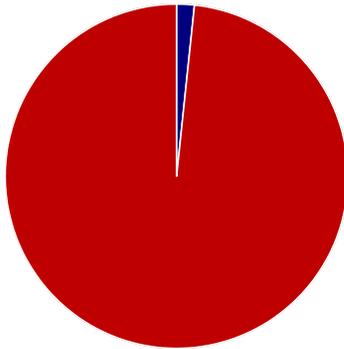
Account 619062011

Account Summary as of 12/31/2021

City of South Bend Corporate Agency

Asset Allocation

Asset Category	Market Value	% Total
Cash	7,356,821.39	4.0
Fixed Income	191,603,938.50	96.0
Total	\$198,960,759.89	100.0%



Account Statistics

Total Market Value	\$198,960,759.89
Total Unrealized Gain/Loss	-\$1,093,758.17
Estimated Annual Income	\$1,143,945.82
Estimated Portfolio Yield	0.58%
YTD Long Term Gain/Loss	\$0.00
YTD Short Term Gain/Loss	\$0.00
Policy Account	Income
Minor Account Type	AGENCY
Investment Officer	PAUL GIFFORD
Administrative Officer	CARMEN POST

Top 5 Holdings (Cash Excluded)

Asset	Units	Price	Tax Cost	Market Value	Gain/Loss	Est. Income	Yield	% Total
U.S. Treasury Notes 1.375% 6/30/23	10,000,000	100.95	10,182,372.85	10,100,617.68	-81,755.17	137,500.00	1.36	5.09
FHLMC MTN 0.200% 12/15/22	10,000,000	99.80	10,000,000.00	9,981,611.11	-18,388.89	20,000.00	0.20	5.03
FHLMC MTN 0.250% 5/19/23	7,000,000	99.19	7,004,406.76	6,946,183.61	-58,223.15	17,500.00	0.25	3.50
FNMA 0.250% 7/10/23	5,305,000	99.23	5,312,547.91	5,264,351.91	-48,196.00	13,262.50	0.25	2.65
U.S. Treasury Notes 1.625% 5/31/23	5,000,000	101.29	5,108,382.72	5,074,494.64	-33,888.08	81,250.00	1.60	2.55
Total			\$37,607,710.24	\$37,367,258.95	-\$240,451.29	\$269,512.50	0.72%	18.81%

Market values include accruals.



Wealth Advisory Services

Holdings Detail as of 12/31/2021

City of South Bend Corporate Agency

Asset	CUSIP	Quantity	Tax Cost	Market Value	Gain/Loss	Est. Income	Yield
Cash							
Taxable Money Market Funds							
Federated Hermes Govt Obl	608919718	7,356,821	7,356,821.39	7,356,821.39	0.00	1,817.13	0.02%
Total Cash			\$7,356,821.39	\$7,356,821.39	\$0.00	\$1,817.13	0.02%
Fixed Income							
Time Deposits							
21st Century Bank CD 1.000% 4/14/22	90136STW6	250,000	250,000.00	250,547.50	547.50	2,500.00	1.00%
Amer Expr Natl Bk CD 0.800% 3/17/22	02589AA36	250,000	250,000.00	250,290.00	290.00	2,000.00	0.80%
Amerant Bank CD 1.050% 3/30/22	02357QAM9	250,000	250,000.00	250,495.00	495.00	2,625.00	1.05%
Axos Bank CD 1.550% 3/28/22	05465DAF5	250,000	250,000.00	250,795.00	795.00	3,875.00	1.55%
Bankunited CD 0.150% 2/21/23	066519QF9	250,000	250,000.00	249,292.50	-707.50	375.00	0.15%
Bankwell Bank CD 0.400% 7/06/23	06654BCH2	250,000	250,000.00	249,597.50	-402.50	1,000.00	0.40%
Bmo Harris Bank CD 0.500% 3/28/25	05600XAY6	1,000,000	1,000,000.00	985,470.00	-14,530.00	5,000.00	0.51%
Bmo Harris Bank CD 0.700% 4/28/25	05600XCV0	3,000,000	3,000,000.00	2,972,940.00	-27,060.00	21,000.00	0.71%
Bmo Harris Bk CD 0.500% 2/27/25	05600XAV2	1,000,000	1,000,000.00	986,400.00	-13,600.00	5,000.00	0.51%
BMW Bank CD 0.300% 7/31/23	05580AB94	250,000	250,000.00	249,105.00	-895.00	750.00	0.30%
Centerstate Bank CD 0.850% 3/30/22	15201QCP0	250,000	250,000.00	250,370.00	370.00	2,125.00	0.85%
CIT Bank CD 1.050% 3/28/22	12556LBU9	250,000	250,000.00	250,482.50	482.50	2,625.00	1.05%
Discover Bank CD 0.850% 3/25/22	254673ZU3	250,000	250,000.00	250,350.00	350.00	2,125.00	0.85%
Farmers Bank & Tr CD 1.600% 2/28/22	309162BG9	250,000	250,000.00	250,542.50	542.50	4,000.00	1.60%
First Bank CD 1.100% 3/31/22	31931TGL3	250,000	250,000.00	250,537.50	537.50	2,750.00	1.10%
First Natl Bank CD 1.100% 4/11/22	32114VBY2	250,000	250,000.00	250,595.00	595.00	2,750.00	1.10%
Flagstar Bank CD 0.200% 6/16/23	33847E4N4	5,000,000	5,000,000.00	4,978,850.00	-21,150.00	10,000.00	0.20%
Flagstar Bank CD 0.250% 6/30/23	33847E4R5	3,000,000	3,000,000.00	2,988,720.00	-11,280.00	7,500.00	0.25%
Flagstar Bank CD 0.300% 7/17/23	33847E4T1	4,000,000	4,000,000.00	3,986,720.00	-13,280.00	12,000.00	0.30%
Flagstar Bank CD 0.400% 9/30/24	33847E4E4	1,000,000	1,000,000.00	988,150.00	-11,850.00	4,000.00	0.40%
Flagstar Bank CD 0.500% 7/31/24	33847E3X3	1,000,000	1,000,000.00	992,450.00	-7,550.00	5,000.00	0.50%
Goldman Sachs Bk CD 0.800% 3/11/22	38149MRG0	250,000	250,000.00	250,267.50	267.50	2,000.00	0.80%
Homestreet Bank CD 0.150% 2/22/23	43785QPR8	250,000	250,000.00	249,290.00	-710.00	375.00	0.15%



Wealth Advisory Services

Holdings Detail as of 12/31/2021

City of South Bend Corporate Agency

Asset	CUSIP	Quantity	Tax Cost	Market Value	Gain/Loss	Est. Income	Yield
Fixed Income							
Time Deposits (continued)							
Investors Bank CD 0.200% 6/30/23	46176PNG6	250,000	250,000.00	248,872.50	-1,127.50	500.00	0.20%
Lake City CD 0.29% 6/21/23	992572219	5,000,000	5,000,000.00	5,000,000.00	0.00	14,500.00	0.29%
Lake City CD 0.39% Due 6/11/2022	992572195	2,000,000	2,000,000.00	2,000,000.00	0.00	7,800.00	0.39%
Lake City CD 2.62% Due 4/30/2022	992572165	3,000,000	3,000,000.00	3,000,000.00	0.00	78,600.00	2.62%
Landmark Cmnty Bk CD 0.850% 12/27/22	51507LBW3	250,000	250,000.00	251,227.50	1,227.50	2,125.00	0.85%
Maine Cmnty Bank CD 1.000% 4/18/22	560390AG1	250,000	250,000.00	250,562.50	562.50	2,500.00	1.00%
Mainstreet Bank CD 0.250% 3/31/23	56065GAN8	250,000	250,000.00	249,442.50	-557.50	625.00	0.25%
Medallion Bank CD 0.850% 3/25/22	58404DGH8	250,000	250,000.00	250,355.00	355.00	2,125.00	0.85%
Northpointe Bank CD 0.750% 3/25/22	666613HJ6	250,000	250,000.00	250,295.00	295.00	1,875.00	0.75%
Northstar Bank CD 1.000% 4/14/22	66704MER8	250,000	250,000.00	250,547.50	547.50	2,500.00	1.00%
NY Community Bank CD 0.200% 11/09/22	649447UC1	250,000	250,000.00	249,732.50	-267.50	500.00	0.20%
NY Community Bank CD 0.200% 7/03/23	649447VA4	250,000	250,000.00	248,857.50	-1,142.50	500.00	0.20%
Parkway Bank CD 0.150% 2/27/23	70153RKQ0	250,000	250,000.00	249,270.00	-730.00	375.00	0.15%
Pioneer Bank CD 1.600% 2/14/22	723605BS9	250,000	250,000.00	250,422.50	422.50	4,000.00	1.60%
Sallie Mae Bank CD 0.300% 7/28/23	795451AE3	250,000	250,000.00	249,120.00	-880.00	750.00	0.30%
SB One Bank CD 1.500% 2/28/22	78414TBW1	250,000	250,000.00	250,517.50	517.50	3,750.00	1.50%
Southern Sts Bank CD 0.500% 6/12/24	843879DC8	250,000	250,000.00	248,410.00	-1,590.00	1,250.00	0.50%
State Bank CD 1.600% 2/14/22	856309BT5	250,000	250,000.00	250,412.50	412.50	4,000.00	1.60%
State Bank Texas CD 1.400% 3/21/22	856528DC5	250,000	250,000.00	250,647.50	647.50	3,500.00	1.40%
Synchrony Bank CD 0.400% 10/10/23	87164WD21	250,000	250,000.00	249,187.50	-812.50	1,000.00	0.40%
Third Fed Svgs CD 0.150% 2/23/23	88413QCX4	250,000	250,000.00	249,285.00	-715.00	375.00	0.15%
Webbank CD 0.250% 5/01/23	947547MU6	250,000	250,000.00	249,322.50	-677.50	625.00	0.25%
Wells Fargo Bank CD 1.800% 1/18/22	949495AN5	1,000,000	1,000,000.00	1,000,780.00	780.00	18,000.00	1.80%
Wells Fargo Bank CD 1.900% 1/17/23	949495AQ8	1,000,000	1,000,000.00	1,015,990.00	15,990.00	19,000.00	1.87%
Wells Fargo Bank CD 2.850% 3/13/23	949763YK6	500,000	500,000.00	514,610.00	14,610.00	14,250.00	2.77%
Wells Fargo Bank CD 2.950% 3/27/24	949763YW0	1,000,000	1,000,000.00	1,049,810.00	49,810.00	29,500.00	2.81%
West MI Cmnty Bk CD 1.000% 4/14/22	954444BT1	250,000	250,000.00	250,547.50	547.50	2,500.00	1.00%

Holdings Detail as of 12/31/2021

City of South Bend Corporate Agency

Asset	CUSIP	Quantity	Tax Cost	Market Value	Gain/Loss	Est. Income	Yield
Fixed Income							
US Treasury							
U.S. Treasury Notes 1.125% 2/28/22	912828ZA1	5,000,000	5,027,092.99	5,008,300.00	-18,792.99	56,250.00	1.12%
U.S. Treasury Notes 1.375% 6/30/23	912828S35	10,000,000	10,182,372.85	10,118,800.00	-63,572.85	137,500.00	1.36%
U.S. Treasury Notes 1.625% 5/31/23	912828R69	5,000,000	5,108,382.72	5,075,400.00	-32,982.72	81,250.00	1.60%
U.S. Treasury Notes 2.375% 3/15/22	9128286H8	1,000,000	1,000,344.17	1,004,510.00	4,165.83	23,750.00	2.36%
Government Agency							
FFCB 0.090% 2/02/23	3133EMX98	5,000,000	4,997,500.00	4,989,150.00	-8,350.00	4,500.00	0.09%
FFCB 0.110% 3/01/23	3133EMSE3	5,000,000	4,998,750.00	4,984,850.00	-13,900.00	5,500.00	0.11%
FFCB 0.170% 11/30/22	3133EMHE5	2,000,000	2,000,000.00	1,997,040.00	-2,960.00	3,400.00	0.17%
FFCB 0.190% 10/13/22	3133EMCU4	5,000,000	5,000,000.00	4,998,950.00	-1,050.00	9,500.00	0.19%
FFCB 0.190% 9/22/23	3133EMLE0	5,000,000	5,000,000.00	4,973,650.00	-26,350.00	9,500.00	0.19%
FFCB 0.210% 12/28/23	3133EMLT7	3,000,000	3,000,000.00	2,968,470.00	-31,530.00	6,300.00	0.21%
FFCB 0.330% 6/03/24	3133EME40	3,000,000	3,000,000.00	2,961,000.00	-39,000.00	9,900.00	0.33%
FFCB 0.340% 4/22/24	3133EMXB3	5,000,000	4,999,250.00	4,939,900.00	-59,350.00	17,000.00	0.34%
FFCB 0.420% 9/09/24	3133EL6E9	2,000,000	2,000,000.00	1,972,420.00	-27,580.00	8,400.00	0.43%
FFCB 0.600% 6/16/25	3133EMH47	2,000,000	2,000,000.00	1,958,340.00	-41,660.00	12,000.00	0.61%
FFCB 0.900% 6/15/26	3133EMH21	1,000,000	1,000,490.98	983,210.00	-17,280.98	9,000.00	0.92%
FHLB 0.180% 4/28/23	3130AM5P3	5,000,000	5,000,375.16	4,971,950.00	-28,425.16	9,000.00	0.18%
FHLB 0.220% 12/28/23	3130AKKE5	5,000,000	4,999,250.00	4,961,350.00	-37,900.00	11,000.00	0.22%
FHLB 0.280% 6/10/22	3130AJN47	5,000,000	5,000,000.00	4,999,150.00	-850.00	14,000.00	0.28%
FHLB 0.370% 3/13/24	3130ANSW1	3,000,000	3,000,000.00	2,972,910.00	-27,090.00	11,100.00	0.37%
FHLB 0.500% 11/24/23	3130APM77	5,000,000	5,000,950.00	4,986,550.00	-14,400.00	25,000.00	0.50%
FHLB 0.650% 11/28/23	3130APW27	4,000,000	4,000,000.00	3,994,920.00	-5,080.00	26,000.00	0.65%
FHLB 0.750% 12/29/23	3130AQ5T6	3,000,000	3,000,450.00	2,998,020.00	-2,430.00	22,500.00	0.75%
FHLB 1.000% 8/12/26	3130ANET3	5,000,000	5,000,000.00	4,946,400.00	-53,600.00	50,000.00	1.01%
FHLMC MTN 0.125% 1/27/23	3134GXKH6	5,000,000	4,997,750.00	4,991,600.00	-6,150.00	6,250.00	0.13%
FHLMC MTN 0.180% 11/18/22	3134GXBC7	1,250,000	1,250,000.00	1,247,950.00	-2,050.00	2,250.00	0.18%
FHLMC MTN 0.200% 12/15/22	3134GXGQ1	10,000,000	10,000,000.00	9,987,300.00	-12,700.00	20,000.00	0.20%



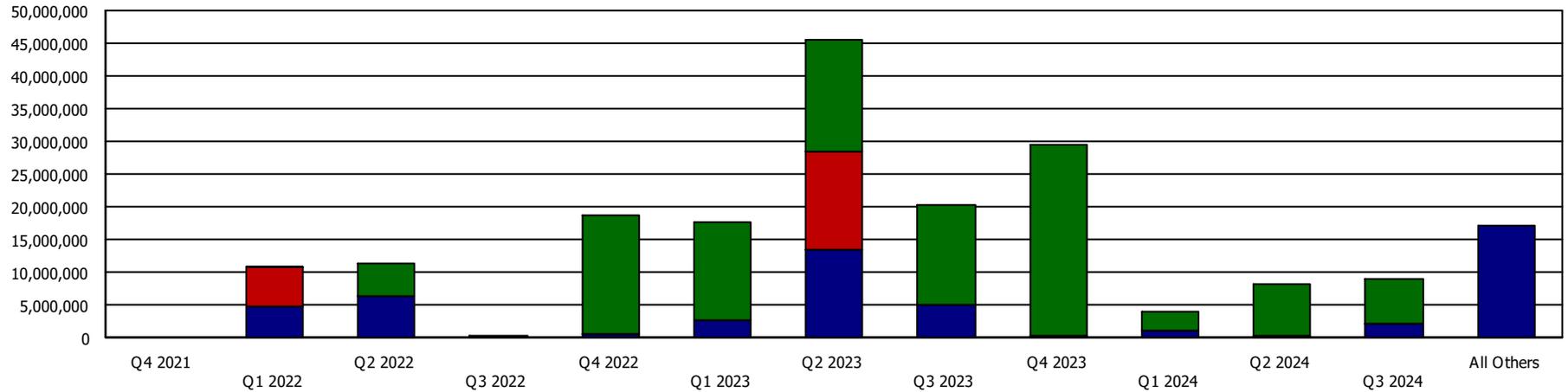
Wealth Advisory Services

Holdings Detail as of 12/31/2021

City of South Bend Corporate Agency

Asset	CUSIP	Quantity	Tax Cost	Market Value	Gain/Loss	Est. Income	Yield
Fixed Income							
Government Agency (continued)							
FHLMC MTN 0.250% 5/19/23	3134GXCB8	7,000,000	7,004,406.76	6,954,780.00	-49,626.76	17,500.00	0.25%
FHLMC MTN 0.300% 11/13/23	3134GXAY0	1,125,000	1,124,741.25	1,118,238.75	-6,502.50	3,375.00	0.30%
FHLMC MTN 0.320% 11/02/23	3134GW6E1	5,000,000	5,000,000.00	4,966,700.00	-33,300.00	16,000.00	0.32%
FHLMC MTN 0.320% 11/24/23	3134GXCA0	3,000,000	3,000,000.00	2,977,620.00	-22,380.00	9,600.00	0.32%
FHLMC MTN 0.375% 4/20/23	3137EAEQ8	5,000,000	5,015,619.50	4,988,450.00	-27,169.50	18,750.00	0.38%
FHLMC MTN 0.450% 9/11/24	3134GWN44	5,000,000	5,000,000.00	4,944,550.00	-55,450.00	22,500.00	0.46%
FNMA 0.250% 7/10/23	3135G05G4	5,305,000	5,315,059.98	5,276,087.75	-38,972.23	13,262.50	0.25%
FNMA 0.350% 8/18/23	3135G05T6	5,000,000	5,009,650.00	4,971,300.00	-38,350.00	17,500.00	0.35%
FNMA 0.420% 11/18/24	3135G06E8	2,000,000	1,999,500.00	1,967,340.00	-32,160.00	8,400.00	0.43%
FNMA 0.625% 12/30/25	3135GABA8	2,000,000	2,000,000.00	1,959,240.00	-40,760.00	12,500.00	0.64%
Tax Exempt Muni Notes/Bonds							
Goshen IN Sewage Wks 3.000% 1/01/22	383316ER3	125,000	126,678.27	125,000.00	-1,678.27	3,750.00	3.00%
Goshen IN Sewage Wks 3.000% 7/01/22	383316ES1	150,000	153,995.11	152,059.50	-1,935.61	4,500.00	2.96%
Total Fixed Income			\$192,562,609.74	\$191,603,938.50	\$-958,671.24	\$1,056,887.50	0.55%
Total Portfolio			\$199,919,431.13	\$198,960,759.89	\$-958,671.24	\$1,058,704.63	0.53%

Par Value of Maturing Assets Over Time



Par Value of Maturing Assets Per Period

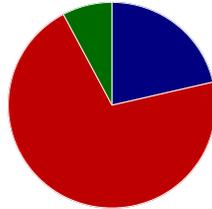
	Q4 2021	Q1 2022	Q2 2022	Q3 2022	Q4 2022	Q1 2023
All Others	0	0	0	0	0	0
Time Deposits	0	4,750,000	6,250,000	0	500,000	2,750,000
US Treasury	0	6,000,000	0	0	0	0
Government Agency	0	0	5,000,000	0	18,250,000	15,000,000
Tax Exempt Muni Notes/Bonds	0	125,000	0	150,000	0	0
	0	10,875,000	11,250,000	150,000	18,750,000	17,750,000
	Q2 2023	Q3 2023	Q4 2023	Q1 2024	Q2 2024	Q3 2024
All Others	0	0	0	0	0	0
Time Deposits	13,500,000	5,000,000	250,000	1,000,000	250,000	2,000,000
US Treasury	15,000,000	0	0	0	0	0
Government Agency	17,000,000	15,305,000	29,125,000	3,000,000	8,000,000	7,000,000
Tax Exempt Muni Notes/Bonds	0	0	0	0	0	0
	45,500,000	20,305,000	29,375,000	4,000,000	8,250,000	9,000,000

Fixed Income Summary as of 12/31/2021

City of South Bend Corporate Agency

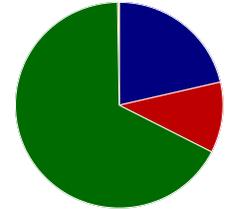
Maturity Summary

Maturity (Years)	Market Value	% Bond Holdings
0 - 1	41,031,579.50	21.4%
1 - 3	135,780,359.00	70.9%
3 - 5	14,792,000.00	7.7%
Total	\$191,603,938.50	100.0%



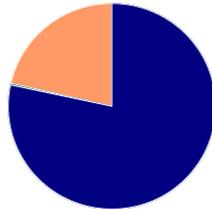
Asset Class Allocation

Subclass	Market Value	% Bond Holdings
Time Deposits	41,210,482.50	21.5%
US Treasury	21,207,010.00	11.1%
Government Agency	128,909,386.50	67.3%
Tax Exempt Muni Notes/Bonds	277,059.50	0.1%
Total	\$191,603,938.50	100.0%



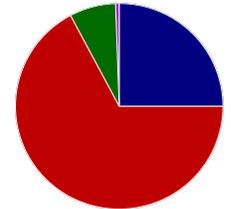
Bond Rating Summary

Credit Rating	Market Value	% Bond Holdings
AAA	150,116,396.50	78.3%
AA	277,059.50	0.1%
NR	41,210,482.50	21.5%
Total	\$191,603,938.50	100.0%



Duration Summary

Duration (Years)	Market Value	% Bond Holdings
Less than 1.00	47,986,359.50	25.0%
1.00 - 3.00	128,825,579.00	67.2%
3.00 - 5.00	13,808,790.00	7.2%
10.00+	983,210.00	0.5%
Total	\$191,603,938.50	100.0%





Wealth Advisory Services

Performance Summary as of 12/31/2021

City of South Bend Corporate Agency

Return Details

	3 Month	YTD	1 Year	3 Year	5 Year
Total Fund Net Fees	-0.38%	-0.22%	-0.22%	1.33%	1.28%
Benchmark - Merrill 3 Month T-bill	0.01%	0.05%	0.05%	0.99%	1.14%



12/31/2021 CASH REPORT

City of South Bend
Report of Changes in Cash Balance
January 1, 2021 through December 31, 2021

	Beginning Cash Balance 1/1/2021	2021 Year to Date Revenue	2021 Year to Date Expenditures	Plus/(Minus) Accrual Adjustments	Surplus (Deficit)	Ending Cash Balance 12/31/2021	Cash Reserve Requirement	Variance Above/(Below) Reserve Req.
City Controlled Funds								
101 General Fund	53,544,921	77,019,698	75,567,091	(789,455)	663,152	54,208,073	27,456,404	26,751,670
Special Revenue Funds								
102 Rainy Day	10,845,986	64,091	-	-	64,091	10,910,077	8,206,983	2,703,095
201 Parks & Recreation	4,156,004	16,604,000	14,974,277	80,130	1,709,854	5,865,858	3,977,920	1,887,938
202 Motor Vehicle Highway	6,607,820	8,159,765	9,972,287	(22,883)	(1,835,405)	4,772,416	2,619,611	2,152,805
209 Studebaker-Oliver Revitalizing Grants	763,112	4,318	75,182	-	(70,864)	692,248	-	-
210 Economic Development State Grants	27,154	77,180	77,457	(1)	(278)	26,876	-	-
211 Dept of Community Investment Operating	1,629,498	2,172,743	3,396,182	(11,934)	(1,235,373)	394,125	-	-
212 Dept of Community Investment Grants	313,907	2,905,379	2,811,571	2,102	95,910	409,818	-	-
216 Police State Seizures	213,569	31,299	71,043	-	(39,744)	173,825	24,261	149,564
217 Gift, Donation, Bequest	981,455	478,492	481,425	-	(2,933)	978,522	-	-
218 Police Curfew Violations	13,799	82	-	-	82	13,880	250	13,630
219 Unsafe Building	832,938	38,879	107,286	450	(67,957)	764,981	-	-
220 Law Enforcement Continuing Education	483,549	325,862	422,985	(7,445)	(104,568)	378,981	119,628	259,354
221 Rental Units Regulation	189,090	57,608	159,283	-	(101,674)	87,416	-	-
227 Loss Recovery	481,214	2,515	69,630	-	(67,115)	414,099	-	-
230 Code Enforcement Fund	803,572	3,065,940	3,369,933	(2,088)	(306,080)	497,492	-	-
249 Local Income Tax - Public Safety	4,045,717	9,416,761	9,618,013	-	(201,253)	3,844,465	769,441	3,075,024
251 Local Road & Street	3,632,884	2,628,875	3,912,948	565	(1,283,507)	2,349,376	-	-
257 LOIT Special Distribution	266,588	2,969	23,927	-	(20,958)	245,630	-	-
258 Human Rights Federal Grants	486,159	175,390	235,005	-	(59,614)	426,544	-	-
263 American Rescue Plan	-	29,536,642	-	-	29,536,642	29,536,642	-	-
264 COVID-19 Response	53,214	2,943,368	2,996,232	(350)	(53,214)	-	-	-
265 Local Road & Bridge Grant	1,391,493	1,795,904	2,482,521	-	(686,618)	704,875	-	-
266 MVH Restricted Fund	1,126,297	3,213,833	2,291,664	(6,134)	916,035	2,042,332	-	-
273 Morris PAC / Palais Royale Marketing	76,521	5,936	7,648	-	(1,712)	74,809	7,496	67,313
274 Morris PAC Self-Promotion	225,432	38,578	-	-	38,578	264,010	28,750	235,260
280 Police Block Grants	4,138	24	-	-	24	4,162	-	-
289 Haz-Mat	27,937	165	-	-	165	28,102	2,500	25,602
291 Indiana River Rescue	330,404	97,843	53,135	(14,800)	29,908	360,311	21,310	339,001
292 Police Grants	26,716	-	-	-	-	26,716	-	-
294 Regional Police Academy	125,984	20,444	100	-	20,344	146,328	4,313	142,016
295 COPS MORE Grant	73,474	111,077	139,203	-	(28,126)	45,349	-	-
299 Police Federal Drug Enforcement	83,275	58,110	81,148	-	(23,037)	60,237	27,412	32,825
404 Local Income Tax - Certified Shares	14,902,237	15,414,847	11,687,709	1,870	3,729,008	18,631,245	7,135,186	11,496,059
408 Local Income Tax - Economic Development	19,044,274	14,286,985	8,380,845	(155,061)	5,751,079	24,795,353	6,068,335	18,727,019
410 Urban Development Action Grant	32,733	18,449	24,000	-	(5,551)	27,182	-	-
655 Project ReLeaf	425,913	468,643	587,350	(25,149)	(143,856)	282,057	158,572	123,485
705 Police K-9 Unit	2,420	14	-	-	14	2,435	-	-
730 City Cemetery	30,041	178	-	-	178	30,218	-	-
731 Bowman Cemetery	472,576	2,793	-	-	2,793	475,369	400,000	75,369
754 Industrial Revolving Fund	2,406,914	2,959,263	3,190,699	1,525,365	1,293,929	3,700,843	-	-
Total Special Revenue Funds	77,636,007	117,185,248	81,700,688	1,364,638	36,849,199	114,485,206	29,571,966	41,505,359
Debt Service Funds								
312 2017 Parks Bond Debt Service	187,578	1,185,775	1,189,190	-	(3,415)	184,163	-	-
350 2018 Fire Station #9 Bond Debt Service	-	345,306	345,306	-	-	-	-	-
672 Century Center Energy Conservation Debt Svc	193,705	409,708	406,711	-	2,997	196,702	-	-
752 South Bend Redevelopment Authority	232,423	2,866,071	2,856,069	-	10,002	242,425	242,425	-
755 South Bend Building Corporation	833,535	11,424,080	12,033,240	-	(609,159)	224,375	224,375	-
756 2015 Smart Streets Bond Debt Service	1,739,076	1,716,091	1,712,469	-	3,623	1,742,699	1,742,699	-
757 2015 Parks Bond Debt Service	586,111	376,033	374,381	-	1,652	587,763	587,763	-
760 2017 Eddy Street Commons Bond Debt Service	3,463,323	1,916,164	1,710,875	-	205,289	3,668,611	2,500,000	1,168,611
Total Debt Service Funds	7,235,750	20,239,229	20,628,241	-	(389,012)	6,846,739	5,297,263	1,168,611
Capital Funds								
287 Fire Department Capital	3,111,296	2,125,468	2,478,126	(300)	(352,958)	2,758,339	-	-
401 Coveleski Stadium Capital	11,685	58	10,183	(746)	(10,870)	814	-	-
406 Cumulative Capital Development	169,893	511,620	394,767	-	116,853	286,746	-	-
407 Cumulative Capital Improvement	676,798	236,443	262,145	-	(25,702)	651,096	-	-
412 Major Moves Construction	1,386,436	587,639	84,882	-	502,758	1,889,193	-	-
413 Professional Sports Convention Development Area	-	775,632	-	-	775,632	775,632	-	-
416 Morris Performing Arts Center Capital	203,098	1,838,280	128,451	-	1,709,829	1,912,926	-	-
450 Palais Royale Historic Preservation	80,911	12,571	-	-	12,571	93,481	-	-
451 2018 Fire Station #9 Bond Capital	314,233	1,857	-	-	1,857	316,090	-	-
455 2021 Infrastructure Bond Capital	-	8,622,248	4,785,766	-	3,836,482	3,836,482	-	-
471 2017 Parks Bond Capital	5,926,118	31,461	1,695,211	(2,642)	(1,666,392)	4,259,726	-	-
750 Equipment/Vehicle Leasing	347,680	17	-	-	17	347,697	-	-
759 2017 Eddy Street Commons Bond Capital	25,762	1	-	-	1	25,763	-	-
Total Capital Funds	12,253,909	14,743,295	9,839,531	(3,688)	4,900,076	17,153,985	-	-

City of South Bend
Report of Changes in Cash Balance
January 1, 2021 through December 31, 2021

	Beginning Cash Balance 1/1/2021	2021 Year to Date Revenue	2021 Year to Date Expenditures	Plus/(Minus) Accrual Adjustments	Surplus (Deficit)	Ending Cash Balance 12/31/2021	Cash Reserve Requirement	Variance Above/(Below) Reserve Req.
Enterprise Funds								
288 Emergency Medical Services Operating	607,079	-	607,079	-	(607,079)	-	-	-
600 Consolidated Building Fund	2,127,056	1,531,105	1,555,614	(175)	(24,684)	2,102,372	417,473	1,684,898
601 Parking Garages	674,268	956,029	724,568	1,650	233,112	907,380	229,879	677,500
610 Solid Waste Operations	87,032	7,939,316	6,606,356	(513,522)	819,438	906,471	694,644	211,827
611 Solid Waste Capital	388,126	1,626,271	1,235,235	-	391,036	779,163	-	-
620 Water Works Operations	4,840,727	21,989,022	19,681,182	(598,110)	1,709,730	6,550,457	1,059,524	5,490,933
622 Water Works Capital	7,652,044	3,606,371	1,533,903	(51,533)	2,020,935	9,672,979	-	-
624 Water Works Customer Deposit	1,263,319	7,493	7,493	15,996	15,996	1,279,314	1,279,314	-
625 Water Works Sinking (Debt Service)	2,323	1,511,520	1,513,843	-	(2,323)	-	-	-
626 Water Works Bond Reserve	1,422,800	8,191	8,188	-	4	1,422,804	1,422,804	-
629 Water Works Operations & Maintenance Reserve	2,912,652	17,168	17,168	-	-	2,912,652	2,706,529	206,123
640 Sewer Repair Insurance	2,052,857	709,391	723,314	(35,074)	(48,996)	2,003,861	215,001	1,788,860
641 Sewage Works Operations	11,466,153	41,265,804	37,949,214	(957,372)	2,359,218	13,825,371	2,107,920	11,717,451
642 Sewage Works Capital	13,821,218	6,598,607	6,047,698	(12,418)	538,490	14,359,708	-	-
643 Sewage Works Operations & Maintenance Reserve	5,550,801	32,719	32,719	-	-	5,550,801	4,762,109	788,693
649 Sewage Sinking (Debt Service)	1,320,833	22,204,969	23,525,803	-	(1,320,833)	-	-	-
653 Sewage Debt Service Reserve	3,990,250	1,509,481	1,749,971	-	(240,490)	3,749,760	3,749,760	-
654 Sewage Works Customer Deposit	649,073	4,446	4,446	254,768	254,768	903,840	903,840	-
667 Storm Sewer Fund	1,032,916	1,139,829	511,602	(56,988)	571,239	1,604,154	135,535	1,468,620
670 Century Center Operations	1,016,748	2,111,688	2,948,380	14,294	(822,398)	194,350	1,054,307	(859,957)
671 Century Center Capital	983,612	98	-	-	98	983,710	800,000	183,710
Total Enterprise Funds	63,861,888	114,769,519	106,983,776	(1,938,484)	5,847,259	69,709,146	21,538,640	69,709,146
Internal Service Funds								
222 Central Services	1,209,079	7,497,135	8,239,216	191,668	(550,413)	658,666	880,123	(221,457)
224 Central Services Capital	26,221	84,157	110,378	-	(26,221)	-	-	-
226 Liability Insurance	5,956,858	3,386,046	3,228,301	(13,737)	144,009	6,100,867	1,966,102	4,134,764
278 Police Take Home Vehicle	681,823	18,678	270	(1,685)	16,723	698,546	750,000	(51,454)
279 IT / Innovation / 311 Call Center	2,125,192	10,219,588	8,831,973	(29,942)	1,357,673	3,482,865	-	-
711 Self-Funded Employee Benefits	10,143,060	17,243,514	16,602,496	2,336	643,354	10,786,414	4,682,881	6,103,534
713 Unemployment Compensation	31,859	103,474	75,914	(59,419)	(31,859)	-	24,000	(24,000)
714 Parental Leave Fund	157,521	249,526	180,337	-	69,189	226,711	20,308	206,403
Total Internal Service Funds	20,331,613	38,802,118	37,268,885	89,222	1,622,455	21,954,068	8,323,414	10,147,790
Fiduciary Funds								
701 Fire Pension	453,561	4,103,087	4,136,468	-	(33,381)	420,180	449,626	(29,446)
702 Police Pension	566,569	5,957,118	5,962,764	-	(5,646)	560,923	605,774	(44,851)
718 State Tax Withholding Fund	336,042	-	-	459,570	459,570	795,612	795,612	-
725 Morris / Palais Box Office	393,326	-	-	398,272	398,272	791,599	791,599	-
726 Police Distributions Payable	894,848	-	-	746,555	746,555	1,641,403	1,641,403	-
Total Fiduciary Funds	2,644,346	10,060,205	10,099,232	1,604,397	1,565,370	4,209,716	4,284,013	(74,297)
Total City Controlled Funds	237,508,434	392,819,312	342,087,442	326,630	51,058,499	288,566,933	96,471,699	149,208,279
Redevelopment Commission Controlled Funds								
Tax Increment Financing Funds								
324 TIF - River West Development Area	29,039,261	20,134,540	15,442,915	(17,845)	4,673,780	33,713,041	-	-
422 TIF - West Washington	1,127,293	356,020	248,282	-	107,738	1,235,031	-	-
429 TIF - River East Development Area (NE Dev)	5,864,278	5,116,467	1,404,591	(69,709)	3,642,167	9,506,445	-	-
430 TIF - Southside Development Area #1	12,586,134	3,057,189	1,162,353	(7,789)	1,887,048	14,473,182	-	-
435 TIF - Douglas Road	93,140	270,610	106,170	-	164,440	257,579	-	-
436 TIF - River East Residential Area (NE Res)	4,678,334	6,318,471	5,566,837	-	751,634	5,429,968	-	-
Total Tax Increment Financing Funds	53,388,440	35,253,296	23,931,147	(95,343)	11,226,807	64,615,246	-	-
Redevelopment Funds								
433 Redevelopment General	2,444,710	1,429,434	686,149	-	743,285	3,187,994	280,896	2,907,098
439 Certified Technology Park	11,080	65	-	-	65	11,145	-	-
452 2018 TIF Park Bond Capital	2,614,468	15,033	188,982	(7,283)	(181,232)	2,433,236	-	-
454 Airport Urban Enterprise Zone	407,982	2,411	-	-	2,411	410,393	-	-
Total Redevelopment Funds	5,478,239	1,446,943	875,132	(7,283)	564,529	6,042,769	280,896	2,907,098
Debt Service Funds								
315 Airport 2003 Debt Reserve	1,040,462	6,133	6,133	-	-	1,040,462	1,040,462	-
328 SBCDA 2003 Debt Reserve	1,739,495	10,253	10,253	-	-	1,739,495	1,739,495	-
351 2018 TIF Park Bond Debt Service	1,029,665	6,085	-	-	6,085	1,035,750	1,035,750	-
352 2019 South Shore Double Tracking Debt Service	690	1,036,503	1,027,750	-	8,753	9,443	9,443	-
353 2020 TIF Library Bond Debt Service Reserve	326,939	16	11	-	5	326,944	326,944	-
Total Debt Service Funds	4,137,251	1,058,990	1,044,147	-	14,843	4,152,094	4,152,094	-
Total Redevelopment Commission Funds	63,003,930	37,759,230	25,850,426	(102,625)	11,806,179	74,810,109	4,432,990	2,907,098
Grand Total	300,512,364	430,578,541	367,937,868	224,005	62,864,678	363,377,042	100,904,689	152,115,377



INTEREST EARNINGS SUMMARY



City of South Bend, Indiana
Interest Earnings Summary
Fiscal Year Ended December 31, 2021

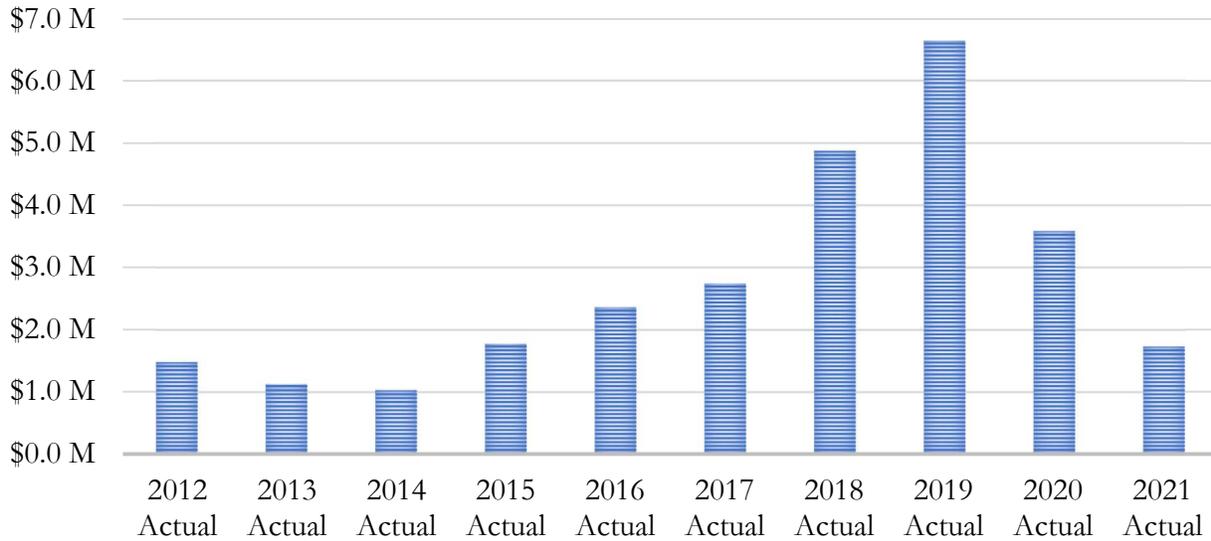
Month Earned	Month Received	1st Source Investment Interest	1st Source Checking Interest	Other Bank Accounts (1)	Cash with Fiscal Agent (2)	Total Interest Received
Dec 2020	Jan 2021	\$229,049.12	\$17,995.56	\$107.17	\$110.59	\$247,262.44
Jan 2021	Feb 2021	52,106.50	22,097.83	103.50	118.97	74,426.80
Feb 2021	Mar 2021	50,876.76	16,055.33	112.39	106.50	67,150.98
Mar 2021	Apr 2021	368,045.37	16,838.89	105.23	90.26	385,079.75
Apr 2021	May 2021	34,092.54	13,478.33	234.49	88.08	47,893.44
May 2021	June 2021	42,093.94	14,589.25	115.91	87.96	56,887.06
June 2021	July 2021	396,019.67	29,267.68	153.85	69.92	425,511.12
July 2021	Aug 2021	27,336.93	36,705.62	173.55	103.74	64,319.84
Aug 2021	Sep 2021	84,808.73	32,744.28	146.51	98.05	117,797.57
Sep 2021	Oct 2021	45,281.98	30,204.00	149.16	53.60	75,688.74
Oct 2021	Nov 2021	22,753.57	31,961.02	133.28	86.93	54,934.80
Nov 2021	Dec 2021	<u>80,437.45</u>	<u>29,566.23</u>	<u>204.80</u>	<u>62.65</u>	<u>110,271.13</u>
		<u>\$1,432,902.56</u>	<u>\$291,504.02</u>	<u>\$1,739.84</u>	<u>\$1,077.25</u>	<u>\$1,727,223.67</u>

(1) Interest earned on cash held at various banks including Centier Bank, Key Bank, and other.

(2) Interest earned on cash held in escrow accounts at Bank of New York Mellon and US Bank, and other.



Interest Earnings 2012-2021



<u>Year</u>	<u>Earnings</u>	<u>% Change Year to Year</u>
2012 Actual	\$1,474,283	-----
2013 Actual	1,119,139	-24.1%
2014 Actual	1,025,058	-8.4%
2015 Actual	1,769,436	72.6%
2016 Actual	2,359,164	33.3%
2017 Actual	2,737,881	16.1%
2018 Actual	4,868,861	77.8%
2019 Actual	6,643,916	36.5%
2020 Actual	3,578,226	-46.1%
2021 Actual	1,727,224	-51.7%

Notes to Interest Earnings Summary:

- The City of South Bend earns interest on checking account balances, certificates of deposit, repayment of loans on economic development projects, advances from the Major Moves Fund to the Northeast Residential and Douglas Road TIF Funds, and short-term investments.
- Investment and interest earnings are reported net of fees.
- Total par value of investment portfolio at 1st Source Bank:

May 11, 2011 – Investment account opened	\$150,000,000
January, 2013	175,000,000
January, 2017	185,000,000
April, 2021	200,000,000
- The reduction in 2021 interest income is attributable to lower-than-expected yields. Due to economic uncertainty, safe investments (which are the only legally available investments for the City) are increasingly attractive, driving up the price of these investments, which correspondingly drives down the yield.

**City of South Bend, Indiana
Interest Earnings Summary
Fiscal Years 2012 through 2021
December 31, 2021**

Fund #	Fund Name	2012 Actual	2013 Actual	2014 Actual	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual
101	General Fund	\$ 99,725	\$ 81,117	\$ 74,513	\$ 146,438	\$ 234,728	\$ 292,096	\$ 487,006	\$ 724,748	\$ 492,302	\$ 290,597
102	Rainy Day	42,239	29,524	29,473	61,234	88,296	109,764	186,733	246,194	137,687	64,091
103	Excess Levy	-	-	-	23	7	-	-	-	-	-
201	Parks & Recreation	14,802	12,082	8,075	13,649	24,609	32,228	84,863	126,119	21,738	20,758
202	Motor Vehicle Highway	7,431	11,791	12,300	34,302	56,152	72,001	139,982	146,469	59,007	23,518
203	Recreation Nonreverting	3,332	2,692	2,893	6,075	8,243	9,673	15,514	-	-	-
209	Studebaker-Oliver Revitalizing Grants	5,485	3,712	3,705	7,750	10,243	9,050	16,482	21,005	10,808	4,318
210	Economic Development State Grants	64,332	60,703	15,033	11,236	14,144	12,124	11,863	7,773	749	160
211	Dept of Community Investment Operating	3,057	2,610	3,246	7,938	12,494	12,136	14,360	13,570	12,986	6,023
212	Dept of Community Investment Grants	2,578	2,152	2,038	1,972	1,424	723	1,163	2,852	-	-
216	Police State Seizures	653	498	564	1,368	2,032	2,543	3,755	5,396	2,862	993
217	Gift, Donation, Bequest	287	232	462	592	725	1,411	2,527	12,695	11,424	6,884
218	Police Curfew Violations	52	38	40	85	115	136	236	306	167	82
219	Unsafe Building	-	-	-	-	-	-	6,040	14,604	11,167	4,812
220	Law Enforcement Continuing Education	5,194	3,491	3,394	6,715	8,138	6,961	10,040	9,307	5,560	2,229
221	Rental Units Regulation	-	-	-	-	-	-	140	279	645	728
222	Central Services	4,688	3,421	3,950	8,574	10,343	10,211	10,934	16,454	16,118	6,268
224	Central Services Capital	-	-	-	322	933	1,176	2,780	3,129	139	40
226	Liability Insurance	23,376	18,597	17,712	35,042	43,001	48,797	71,401	97,578	74,635	36,491
227	Loss Recovery	21,894	18,685	25,717	24,843	9,131	9,952	13,044	14,210	7,534	2,515
244	Emergency Phone System	-	-	-	19	-	-	-	-	-	-
230	Code Enforcement Fund	-	-	-	-	-	-	-	-	2,492	941
249	Local Income Tax - Public Safety	8,296	6,954	5,168	6,209	7,162	9,938	22,716	65,117	46,805	25,015
251	Local Road & Street	7,306	6,247	7,585	18,729	27,861	31,663	71,117	111,308	65,026	18,850
252	Excess Welfare Distribution	5,407	4	4	-	-	-	-	-	-	-
257	LOIT Special Distribution	-	-	-	-	-	34,717	38,179	10,229	1,950	1,469
258	Human Rights Federal Grant	2,279	1,593	1,743	2,960	4,149	5,179	8,987	10,376	3,655	2,417
263	American Rescue Plan	-	-	-	-	-	-	-	-	-	81,618
265	Local Road & Bridge Grant	-	-	-	-	-	-	6,373	8,641	9,466	4,832
266	MVH Restricted Fund	-	-	-	-	-	-	-	12,367	15,230	9,704
271	Eastrace Waterway	99	49	35	22	12	9	-	-	-	-
273	Morris PAC / Palais Royale Marketing	122	95	90	198	332	507	1,041	1,506	945	453
274	Morris PAC Self-Promotion	-	-	-	-	-	-	814	3,175	2,576	1,355
278	Police Take Home Vehicle	1,828	1,435	1,705	4,062	6,404	8,100	13,630	17,664	8,942	4,038
279	IT / Innovation / 311 Call Center	-	-	-	-	-	-	31,487	54,428	34,050	14,598
280	Police Block Grants	459	13	13	27	36	42	71	94	53	24
281	Economic Develop Commission-Revenue Bonds	133	93	93	193	255	298	259	-	-	-
287	Fire Department Capital	-	-	-	6,860	30,399	44,718	81,118	71,960	17,117	8,474
288	Emergency Medical Services Operating	30,051	16,450	14,964	22,372	20,021	27,419	49,138	49,036	20,548	-
289	Haz-Mat	13	40	86	231	269	261	456	608	355	165
291	Indiana River Rescue	408	368	361	618	1,248	1,530	2,777	5,807	4,146	1,993
292	Police Grants	-	-	-	55	-	-	-	-	-	-
294	Regional Police Academy	399	268	262	480	757	910	1,739	2,588	1,587	819
295	COPS MORE Grant	492	364	380	778	1,212	1,814	2,334	4,036	1,281	432
299	Police Federal Drug Enforcement	941	947	978	975	1,397	2,048	2,654	3,131	723	192
312	2017 Parks Bond Debt Service	-	-	-	-	-	-	763	565	603	500
313	Football Hall of Fame Debt Service	-	-	-	41	0	285	141	27	-	-
314	1990 SBCDA TIF L/P Bond	3,009	-	-	-	-	-	-	-	-	-
315	Airport 2003 Debt Reserve	5,571	3,567	3,548	7,340	9,662	11,140	18,760	24,249	13,309	6,133
317	Coveleski Debt Service Reserve	2,470	1,725	1,722	3,577	4,742	5,523	9,396	1,076	-	-
319	Blackthorn Debt Service	4,420	464	-	-	-	-	-	-	-	-
324	TIF - River West Development Area	80,260	61,707	85,249	255,183	284,754	295,661	498,346	622,691	321,099	153,650
328	SBCDA 2003 Debt Reserve	8,258	5,959	5,929	12,263	16,144	18,628	31,363	40,541	22,251	10,253
351	2018 TIF Park Bond Debt Service	-	-	-	-	-	-	-	23,374	13,071	6,085
352	2019 South Shore Double Tracking Debt Service	-	-	-	-	-	-	-	-	13	3
353	2020 TIF Library Bond Debt Service Reserve	-	-	-	-	-	-	-	-	2	16
377	Professional Sports Development	5,025	2,742	1,963	2,947	2,657	1,345	37	1,201	-	-
401	Coveleski Stadium Capital	327	92	98	358	683	860	1,074	718	249	58
403	Potawatomi Zoo Nonreverting Capital Fund (aka Zoo Endowment)	211	168	168	348	462	151	-	-	-	-

**City of South Bend, Indiana
Interest Earnings Summary
Fiscal Years 2012 through 2021
December 31, 2021**

Fund #	Fund Name	2012 Actual	2013 Actual	2014 Actual	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual
404	Local Income Tax - Certified Shares	69,195	50,203	50,003	100,599	99,241	95,698	186,016	296,751	162,840	87,126
405	Park Nonreverting Capital	1,772	1,386	1,384	3,120	3,405	1,471	1,200	-	-	-
406	Cumulative Capital Development	3,808	2,701	2,156	3,051	4,045	4,834	8,622	8,944	1,673	928
407	Cumulative Capital Improvement	15	122	227	1,042	2,607	3,838	5,687	11,646	8,167	3,682
408	Local Income Tax - Economic Development	45,531	33,100	34,399	69,484	94,879	130,988	264,870	393,399	234,476	128,951
410	Urban Development Action Grant	917	88	94	2,306	4,868	5,604	6,352	625	580	172
412	Major Moves Construction	394,379	261,868	253,216	252,281	221,540	179,953	168,342	161,549	26,326	9,556
413	Professional Sports Convention Development Area	-	-	-	-	-	-	-	-	-	218
416	Morris Performing Arts Center Capital	1,997	1,412	1,651	3,642	4,965	6,593	7,250	9,243	5,695	1,057
420	TIF - South Bend Central Development Area (SBCDA) General	45,913	59,683	42,533	-	-	-	-	-	-	-
422	TIF - West Washington	3,920	1,435	2,502	8,903	15,176	21,964	38,510	37,241	13,049	7,164
425	Redevelopment Retail Area (Leighton Plaza)	383	298	306	1,071	1,541	1,771	2,729	206	-	-
426	TIF - Central Medical Service Area	16,841	12,242	8,308	-	-	-	-	-	-	-
429	TIF - River East Development Area (NE Dev)	5,286	8,057	11,381	44,638	70,896	83,386	161,666	216,095	95,624	39,992
430	TIF - Southside Development Area #1	19,939	17,222	12,462	34,652	51,011	65,346	150,223	210,559	128,384	75,461
431	TIF - Southside Development #2 - Erskine Commons	2,329	-	-	-	-	-	-	-	-	-
432	TIF - Southside Development #3	27,801	18,842	20,575	38,457	46,268	8,519	-	-	-	-
433	Redevelopment General	164	104	51	70	81	83	2,969	18,819	17,823	13,014
434	Community Revitalization Enhancement District	1,259	418	301	360	635	-	-	-	-	-
435	TIF - Douglas Road	723	454	685	606	1,123	844	3,533	4,666	1,916	687
436	TIF - River East Residential Area (NE Res)	10,211	8,423	3,380	1,571	2,109	442	5,385	39,283	30,109	19,471
439	Certified Technology Park	3,571	7,207	12,682	28,205	20,426	10,965	11,138	11,102	141	65
450	Palais Royale Historic Preservation	247	215	195	488	760	1,065	2,143	2,523	1,055	493
451	2018 Fire Station #9 Bond Capital	-	-	-	-	-	-	56,076	40,384	4,604	1,857
452	2018 TIF Park Bond Capital	-	-	-	-	-	-	-	186,070	45,452	15,033
453	2018 Zoo Bond Capital	-	-	-	-	-	-	-	22,489	293	-
454	Airport Urban Enterprise Zone	1,323	1,289	1,287	2,674	3,545	4,129	7,024	9,261	5,179	2,411
455	2021 Infrastructure Bond Capital	-	-	-	-	-	-	-	-	-	21,221
471	2017 Parks Bond Capital	-	-	-	-	-	-	189,838	260,532	108,955	31,461
600	Consolidated Building Fund	380	667	1,354	9,357	19,974	30,173	47,231	45,340	27,060	12,194
601	Parking Garages	4,124	2,408	3,407	7,543	6,965	12,422	23,414	26,939	13,473	4,803
610	Solid Waste Operations	5,359	2,996	1,765	2,578	3,132	4,756	9,887	10,429	4,185	781
611	Solid Waste Capital	279	469	169	114	1,211	1,089	1,666	5,160	1,210	34
620	Water Works Operations	10,309	6,453	11,007	30,010	31,293	31,224	53,391	72,870	46,545	28,409
622	Water Works Capital	6,523	13,709	11,944	21,149	25,902	24,709	36,395	73,538	68,626	50,372
623	Water Works Construction	11,241	16,550	1,731	544	-	-	-	-	-	-
624	Water Works Customer Deposit	6,864	4,861	4,997	10,564	14,196	16,276	27,299	34,493	16,448	7,493
625	Water Works Sinking (Debt Service)	3,961	2,064	2,535	6,268	7,299	9,994	15,871	25,708	10,069	2,818
626	Water Works Bond Reserve	3,221	4,767	5,391	8,258	15,039	15,294	25,805	33,355	18,099	8,191
629	Water Works Operations & Maintenance Reserve	9,729	6,927	7,079	15,609	22,367	27,841	47,942	66,676	37,210	17,168
640	Sewer Repair Insurance	5,003	4,204	4,907	11,145	16,006	19,466	34,679	48,681	27,444	12,053
641	Sewage Works Operations	16,545	16,604	20,498	58,066	105,065	152,871	238,326	325,226	143,362	69,545
642	Sewage Works Capital	46,026	26,316	17,278	46,366	72,469	71,081	153,406	244,500	175,995	87,851
643	Sewage Works Operations & Maintenance Reserve	15,457	11,036	11,635	25,652	40,590	53,934	96,204	128,822	71,004	32,719
647	2007 Sewer Bond	202	42	3	3	-	-	-	-	-	-
649	Sewage Sinking (Debt Service)	14,736	10,232	12,563	30,784	37,633	47,833	87,659	115,049	46,414	19,986
650	Clay Sewage General Fund	3	2	-	-	-	-	-	-	-	-
651	2007B Sewer Bond	575	69	-	-	-	-	-	-	-	-
653	Sewage Debt Service Reserve	30,127	3	3	3	6,009	26,716	65,897	87,669	20,901	271
654	Sewage Works Customer Deposit	-	-	-	-	-	-	-	1,430	6,318	4,446
655	Project ReLeaf	4,230	2,914	3,642	7,334	7,978	9,381	14,362	13,753	5,792	2,322
658	2010 Sewer Bond CSO Plan	4,348	216	6	-	-	-	-	-	-	-
659	Sewer Bond 2011	91,421	30,970	20,589	5,103	1,961	155	1	-	-	-
661	Sewer Bond 2012	-	65,016	60,972	110,899	96,669	20,166	3,229	-	-	-
664	2013A Cost of Issuance Fund	-	7	15	32	32	-	-	-	-	-
666	2015 Sewer Bond Issuance	-	-	-	-	114	-	-	-	-	-
667	Storm Sewer Fund	-	-	-	-	-	-	-	836	5,336	7,492
670	Century Center Operations	228	3,079	-	-	-	-	-	6	25	54
671	Century Center Capital	365	315	328	809	932	866	2,026	12,966	1,931	98

City of South Bend, Indiana
Interest Earnings Summary
Fiscal Years 2012 through 2021
December 31, 2021

Fund #	Fund Name	2012 Actual	2013 Actual	2014 Actual	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual
672	Century Center Energy Conservation Debt Service	-	-	-	32	163,589	110,958	110,118	108,178	3,117	1,574
677	Football Hall of Fame Capital	3,906	2,416	2,145	3,767	4,699	5,075	7,804	2,311	-	-
701	Fire Pension	4,740	2,918	1,690	3,275	2,889	3,878	7,526	7,304	3,571	1,809
702	Police Pension	6,904	5,432	3,308	5,842	6,841	7,646	15,005	14,180	5,961	2,305
705	Police K-9 Unit	11	7	8	25	34	31	52	55	31	14
711	Self-Funded Employee Benefits	42,730	25,351	18,112	34,136	50,896	95,456	212,822	251,340	127,164	62,791
713	Unemployment Compensation	101	524	822	1,747	2,617	2,761	3,874	4,479	1,922	69
714	Parental Leave Fund	-	-	-	-	-	-	481	805	883	1,125
730	City Cemetery Trust	202	138	118	201	267	310	517	682	380	178
731	Bowman Cemetery	-	-	-	-	-	-	-	10,724	5,981	2,793
750	Equipment/Vehicle Leasing	-	-	-	-	-	7,320	31,473	16,775	690	17
751	2015 Parks Bond Capital	-	-	-	-	-	6,700	4,813	840	-	-
752	South Bend Redevelopment Authority	-	-	-	-	-	3,871	4,699	6,383	2,351	71
753	2015 Smart Streets Bond Capital	-	-	-	-	-	5,075	1,060	124	-	-
754	Industrial Revolving Fund	-	-	-	-	-	141,832	206,484	263,452	-	380
755	South Bend Building Corporation	-	-	-	-	-	3,162	10,314	15,243	3,478	58
756	2015 Smart Streets Bond Debt Service	-	-	-	-	-	3,274	4,588	4,629	869	91
757	2015 Parks Bond Debt Service	-	-	-	-	-	1,472	2,787	3,527	807	47
758	Erskine Village Debt Service	-	-	-	-	-	114	-	-	-	-
759	2017 Eddy Street Commons Bond Capital	-	-	-	-	-	-	121	65	306,537	1
760	2017 Eddy Street Commons Bond Debt Service	-	-	-	-	-	1,480	6,428	8,792	1,623	184
	Total Interest	\$ 1,474,283	\$ 1,119,139	\$ 1,025,058	\$ 1,769,436	\$ 2,359,164	\$ 2,737,881	\$ 4,868,861	\$ 6,643,916	\$ 3,578,226	\$ 1,727,224



CASH MANAGEMENT & INVESTMENT POLICIES



ADMINISTRATION & FINANCE POLICIES

City of South Bend Cash Management and Investments Policy

Section 1. Authority

The City Controller (the “Controller”) of the City of South Bend, Indiana (the “City”) adopts this statement of policy (this “Policy”) pursuant to the Controller’s authority as the head of the Administration and Finance Department (the “Department”) under South Bend Municipal Code [Section 2-21\(b\)](#).

Section 2. Background and Purposes

The purpose of this Policy and the accompanying supplements is to set forth policies and procedures related to the City’s management of cash and investments. The City is permitted to invest funds in accordance with Indiana Code [5-13-9](#).

Maintaining adequate access to liquid assets (cash and investments) is of paramount importance to the City. The City’s liquidity is a major component of its overall fiscal health. The ability to access adequate cash reserves when needed is important for maintaining service levels during periods of lowered tax revenue or for ensuring that non-discretionary expenses (such as debt service) are adequately funded. Additionally, maintaining strong cash reserves is one of the foundations of the City’s General Obligation Bond Rating, which is currently one of the highest in the state.

In addition to the importance of maintaining strong liquidity, it is important that the City strive to increase its investment and interest income, within the confines of Indiana law and prudent financial management. Indiana law strictly limits the types of investments that the City is permitted to hold, which constrains income opportunity but also reduces risk of investment loss. This Policy will define the City’s investment philosophy and procedures designed to ensure compliance with all applicable laws and regulations.

The City recognizes that cash management procedures (including receipt, deposit, and reconciliation) carry inherent risk that must be mitigated with appropriate internal control procedures. This Policy will outline these internal controls that must be followed to protect employees and ensure that the City remains a good steward of taxpayer dollars.

The City’s financial system is Microsoft Dynamics 365 for Finance and Operations (“DFO”). DFO serves as the sole record of cash balances, cash receipts, and cash payments in the City. Any cash receipts that are initially recorded in a separate system must also be recorded in DFO. See the [City of South Bend Revenue Recognition Policy](#) for more information.

Section 3. Roles and Responsibilities

Controller

The Controller is responsible for the overall cash management and investment strategy for the City. It is the Controller’s responsibility to define acceptable cash reserve requirements and enforce corrective actions (as prescribed in this Policy) when cash reserve requirements are not met. Additionally, it is the Controller’s responsibility to oversee the City’s investments, including hiring and providing oversight to outside investment management consultants. Finally, the Controller is responsible for designing cash management procedures (including cash receipt and reconciliation) that mitigate inherent risks of cash handling through strong internal control. In fulfilling the Controller’s responsibilities under this Policy, the Controller is assisted by the Deputy City Controller and may delegate all appropriate authority to the Deputy City Controller to achieve the purposes of this Policy.



Director of Treasury

Under the direction of the Controller, the City's Director of Treasury is responsible for the day-to-day management of the City's cash and investment portfolio. This includes performing all bank reconciliations and resolving discrepancies, as well as serving as the point of contact for City employees, bank representatives, or investment management professionals on matters of cash handling, cash management, or investment management. The Director of Treasury is also responsible for ensuring that correct cash handling procedures are followed.

Fiscal Officers

Fiscal Officers are responsible for ensuring that cash receipts are correctly entered into DFO as they are received by various members of their assigned departments. Additionally, Fiscal Officers work with the Director of Treasury to ensure that proper cash handling procedures are followed in each department and to identify cash receipts that are received by the Director of Treasury (especially those received via wire transfer or automated clearing house (ACH)).

Section 4. Establishment of Procedures

Except as otherwise provided, it is the Controller's responsibility to establish, direct, modify, and otherwise maintain, from time to time as the Controller may determine in the Controller's discretion, the procedures for carrying out the administrative and financial activities associated with the subject matter of this Policy. Due to the fundamental importance of maintaining strong cash reserves and the inherent risks associated with handling cash reserves, the Controller has established, both within and without DFO, certain rules and procedures for all divisions of the City to protect the City's financial position and safeguard the City's assets, including appropriate internal control measures in accordance with the [City of South Bend Internal Control Policy](#) and its supplemental materials. Those rules and procedures are included as supplements to this Policy and may be amended, supplemented, or eliminated from time to time as the Controller may deem appropriate, without the need for further approval of the Mayor or amendment to this Policy.

Section 5. Effective Date and Approval

This Policy is effective on May 10, 2021, and supersedes all prior policies addressing the same subject matter.

Established pursuant to South Bend Municipal Code Sec. 2-21(b):

Handwritten signature of Daniel Parker in blue ink.

Daniel Parker, City Controller
Date: May 10, 2021

Approved pursuant to South Bend Municipal Code Sec. 2-21(c):

Handwritten signature of James Mueller in blue ink.

James Mueller, Mayor
Date: May 10, 2021



ADMINISTRATION & FINANCE POLICIES

Supplement 202 – Investments

The City shall invest excess cash in various investment vehicles as allowed by Indiana law. The City shall make all investments, in both Deposit and Investment Accounts, in accordance with the terms and limitations of Indiana Code [5-13-9](#). The current authorization for the City to engage in these investment activities comes from [Ordinance No. 10832-21](#). The City's practice is to obtain this authorization via an ordinance on an annual basis, so as to maintain the maximum investment flexibility under Indiana Code [5-13-9](#).

Board of Finance

The local Board of Finance (as defined in [Indiana Code 5-13-7](#)) will review the investment policy and will receive an investment report on an annual basis coincident with the Annual Meeting of the Board of Finance, held after the 1st Monday in January and before January 31st.

Valuation of Investments

Currently, the total amount invested is \$200 million. On a monthly basis, the City's investment custodian (currently 1st Source) transfers any gain in market value over \$200 million or direct dividends paid from investments into the City's depository bank account. This investment income is allocated using the procedures described in [Supplement 203](#).

The City will not track the current fair market value of investments on a monthly basis in DFO. Rather, the City's books will be adjusted for FMV of investments on an annual basis only.



ADMINISTRATION & FINANCE POLICIES

Supplement 208 - Cash Reserve Requirements

The City of South Bend has established the following cash reserve guidelines to ensure adequate liquidity. Cash reserves are defined as cash balances on hand less outstanding encumbrances. “Annual expenditures” in each fund do not include capital expenditures.

Fund	Fund Name	Cash Reserve Policy
101	General Fund	50% of annual expenditures
102	Rainy Day	3% of prior year operational expenditures in Civil City funds, excluding interfund transfers
201	Parks & Recreation	25% of annual expenditures
202	Motor Vehicle Highway	25% of annual expenditures
209	Studebaker/Oliver Reverting Grants	No reserve requirement - Grant fund - spend down to zero
210	Department of Community Investment State Grants	No reserve requirement - Grant fund - spend down to zero
211	Department of Community Investment Operating	No reserve requirement
212	Department of Community Investment Grants	No reserve requirement - Grant fund - spend down to zero
216	Police State Seizures	25% of annual expenditures
217	Gift, Donation, Bequest	No reserve requirement
219	Unsafe Building	No reserve requirement
220	Law Enforcement Continuing Education	25% of annual expenditures
221	Rental Units Regulation	No reserve requirement
222	Central Services	No reserve requirement
226	Liability Insurance	50% of annual expenditures
227	Loss Recovery	No reserve requirement
230	Code Enforcement	No reserve requirement
249	Local Income Tax – Public Safety	8% of annual expenditures – 1 month of expenditures



Fund	Fund Name	Cash Reserve Policy
251	Local Road & Street	25% of annual expenditures
257	LOIT 2016 Special Distribution	No reserve requirement
258	Human Rights Federal Grants	No reserve requirement - Grant fund - spend down to zero
263	American Rescue Plan	No reserve requirement - Grant fund - spend down to zero
264	COVID-19 Response	No reserve requirement
265	Local Road & Bridge Matching Grant	No reserve requirement - Grant fund - spend down to zero
266	MVH Restricted	No reserve requirement
278	Police Take Home Vehicle	\$750,000 minimum
279	IT / Innovation / 311 Call Center	No reserve requirement
287	Fire Department Capital	No reserve requirement - Capital fund - spend down to zero
289	Haz-Mat	25% of annual expenditures
291	Indiana River Rescue	25% of annual expenditures
299	Police Federal Drug Enforcement	25% of annual expenditures
312	2017 Parks Bond Debt Service	No reserve requirement
315	Airport 2003 Debt Reserve	100% of debt service reserve per bond covenants
324	TIF - River West Development Area	No reserve requirement
328	SBCDA 2003 Debt Reserve	100% debt service reserve per bond covenants
350	2018 Fire Station #9 Bond Debt Service	No reserve requirement
351	2018 TIF Parks Bond Debt Service	100% debt service reserve per bond covenants
352	South Shore Double Tracking Debt Service	No reserve requirement
353	2020 TIF Library Bond Debt Service Reserve	100% debt service reserve per bond covenants
401	Coveleski Stadium Capital	No reserve requirement - Capital fund - spend down to zero



Fund	Fund Name	Cash Reserve Policy
404	Local Income Tax - Certified Shares	50% of annual expenditures
406	Cumulative Capital Development	No reserve requirement - Capital fund - spend down to zero
407	Cumulative Capital Improvement	No reserve requirement - Capital fund - spend down to zero
408	Local Income Tax - Economic Development	50% of annual expenditures
410	Urban Development Action Grant (UDAG)	No reserve requirement - Grant fund - spend down to zero
412	Major Moves Construction	No reserve requirement - Capital fund - spend down to zero
413	Professional Sports Convention Development Area (PSCDA)	No reserve requirement - Capital fund - spend down to zero
416	Morris Performing Arts Center Capital	No reserve requirement
422	TIF - West Washington	No reserve requirement
429	TIF - River East Development Area (NE Dev)	No reserve requirement
430	TIF - Southside Development Area #1	No reserve requirement
433	Local Income Tax - Redevelopment	25% of annual expenditures
435	TIF - Douglas Road	No reserve requirement
436	TIF - River East Residential (NE Res)	No reserve requirement
439	Certified Technology Park	No reserve requirement
450	Palais Royale Historic Preservation	No reserve requirement
451	2018 Fire Station #9 Bond Capital	No reserve requirement - Bond capital fund - spend down to zero
452	2018 TIF Parks Bond Capital	No reserve requirement - Bond capital fund - spend down to zero
454	Airport Urban Enterprise Zone	No reserve requirement
455	2021 Infrastructure Bond Capital	No reserve requirement - Bond capital fund - spend down to zero
471	2017 Parks Bond Capital	No reserve requirement - Bond capital fund - spend down to zero



Fund	Fund Name	Cash Reserve Policy
600	Consolidated Building Department	25% of annual expenditures
601	Parking Garages	25% of annual expenditures
602	Morris Performing Arts Center Operations	10% of annual expenditures
610	Solid Waste Operations	10% of annual expenditures
611	Solid Waste Capital	No reserve requirement - Capital fund - spend down to zero
620	Water Works Operations	5% of annual expenditures
622	Water Works Capital	No reserve requirement - Capital fund - spend down to zero
624	Water Works Customer Deposit	100% cash reserves for customer deposits
625	Water Works Sinking (Debt Service)	100% cash reserves per bond covenants
626	Water Works Bond Reserve	100% cash reserves per bond covenants
629	Water Works Operations & Maintenance Reserve	16.67% of annual operating expenses in fund 620, net of transfers
640	Sewer Repair Insurance	25% of annual expenditures
641	Sewage Works Operations	5% of annual expenditures
642	Sewage Works Capital	No reserve requirement - Capital fund - spend down to zero
643	Sewage Works Operations & Maintenance Reserve	16.67% of annual operating expenses in fund 641, net of transfers
649	Sewage Works Sinking (Debt Service)	100% cash reserves per bond covenants
653	Sewage Works Debt Service Reserve	100% cash reserves per bond covenants
654	Sewage Works Customer Deposit	100% cash reserves for customer deposits
655	Project ReLeaf (Leaf Pickup)	25% of annual expenditures
667	Storm Sewer	25% of Annual expenditures
670	Century Center Operations	25% of annual expenditures



Fund	Fund Name	Cash Reserve Policy
671	Century Center Capital	\$800,000 minimum
672	Century Center Energy Conservation Bond	No reserve requirement
701	Firefighters Pension	10% of annual expenditures
702	Police Pension	10% of annual expenditures
709	Payroll Fund	No reserve requirement – clearing fund
711	Self-Funded Employee Benefits	25% of annual expenditures
713	Unemployment Compensation	25% of annual expenditures
714	Parental Leave	8% of annual expenditures – 1 month of expenditures
718	State Tax Deduction Fund	100% cash reserves
725	Morris / Palais Box Office	100% cash reserves
726	Police Distributions Payable	100% cash reserves
730	City Cemetery	25% of annual expenditures
731	Bowman Cemetery	\$400,000 minimum
750	Equipment/Vehicle Leasing	No reserve requirement - Capital lease fund - spend down to zero
752	South Bend Redevelopment Authority	100% cash reserves per bond covenants
754	Industrial Revolving Fund	No City reserve requirement; there are program requirements
755	South Bend Building Corporation	100% cash reserves per bond covenants
756	Smart Streets Debt Service	100% cash reserves per bond covenants
757	2015 Parks Bond Debt Service	100% cash reserves per bond covenants
759	Eddy Street Commons Capital	No reserve requirement - Bond capital fund - spend down to zero
760	Eddy Street Commons Debt Service	\$2,500,000 minimum per bond covenant

1st Source[®] Corporation

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Title: President and Chief Investment Officer, 1st Source Corporation Investment Advisors, Inc.

Education: B.S. Finance (magna cum laude) University of Minnesota - Mankato Mankato, Minnesota

Background: Paul leads the investment strategy and implementation for our clients. Paul oversaw the effort to create 1st Source Corporation Investment Advisors, Inc. and started here as our Senior Fixed Income Manager. Prior to joining 1st Source in 2000, he worked for Bremer Trust, N.A. in St. Cloud, Minnesota. He has worked in sales, portfolio management, and product development in investments since 1989. Paul earned the right to use the Chartered Financial Analyst designation in 1998.

Organizations: Paul is involved with the CFA Institute, Christ the King Lutheran Church, and South Bend Medical Foundation.

*Our Mission is to help our clients achieve security,
build wealth and realize their dreams.*



Wealth Advisory Services



Erik Clapsaddle, CFA, CFP®
office: (574) 235-2754
mobile: (248) 808-4281
ClapsaddleE@1stsource.com

Title: Vice President and Senior Fixed Income Portfolio Manager

Education: B.S. Marketing, Finance minor
York College
York, Pennsylvania

Background: Erik joined 1st Source in 2015 after working with Comerica in Detroit as a Senior Fixed Income Analyst & Strategist for seven years, and prior as a Closely-Held Investment Analyst for two years. He worked as a manager of fixed income analytics and worked closely with the capital markets and investment banking businesses. His work has focused on credit analytics, valuation, interest rate strategies, and macro-strategy. Erik has developed and implemented tailored portfolio asset allocation strategies, which were focused on fixed income, for a wide array of clients with a large range of financial instruments.

Organizations: Erik is active coaching local youth sports teams. Erik received his B.S. in Marketing with Minors in Finance and Music Industry from York College of Pennsylvania.

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Amy White, J.D.
office: 574 235-2316
WhiteA@1stsource.com

Title: Vice President and Personal
Trust Manager, South Bend

Education: J.D.
Thomas M. Cooley Law School
Lansing, Michigan
B.A., Economics
Kalamazoo College
Kalamazoo, Michigan

Background: Amy joined 1st Source Bank in 2018 from Chemical Bank in St. Joseph, Michigan where she served as 1st Vice President and South Region Manager and Trust Officer since 2010. Her prior professional experience includes: Trust Officer at Fifth Third Bank and the private practice of law for seven years serving clients throughout Michiana. Amy earned her Bachelor of Arts degree from Kalamazoo College in 1990 and her Juris Doctor degree from Thomas M. Cooley Law School in 1996.

Organizations: Amy has been an active member of the Berrien County Bar Association and is a current member of the Board of the Lake Michigan College Foundation.

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