

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

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**NOTE 6 - DEPOSITS AND INVESTMENTS**

**A. Cash on Deposit - City of Tampa**

The City maintains a cash and investment pool that is available for use by all funds except for monies legally restricted to separate administration (i.e. pension plan custodians and deferred compensation plan administrators). The "Cash and Investments" on the city wide Financial Statements, consist of cash and investments owned by each fund and defined as resources that can be liquidated without delay or penalty. Cash and investments held separately where contractual arrangements and bond covenants require such arrangements, are classified as "Restricted Assets." Investment earnings are allocated to the individual funds monthly based on the funds' weighted average daily cash balance.

**Cash and Investments  
September 30, 2015**

**Primary Government**

Cash and Cash Equivalents, Unrestricted	\$ 399,008,335
Cash and Cash Equivalents, Restricted	165,990,349
Total	<u>564,998,684</u>

**Pension Trust and Agency Funds**

**Cash and Cash Equivalents**

Pension Trust Funds	464,835
Agency Funds	3,161,547
Investments - Pensions	2,369,496,898
Total	<u>2,373,123,280</u>

<b>Total Primary Government and Fiduciary Cash and Investments</b>	<b>\$ <u>2,938,121,964</u></b>
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**1. Primary Government Investments**

The City's investment guidelines are defined by City of Tampa Charter, Part A, Article VII - Finances, Section 7.10, Investment Funds. As per the policy, the Chief Financial Officer, with the consent and approval of the Mayor, is authorized to invest any funds of the City in United States Government or United States Treasury bonds, certificates, notes or bills, or may arrange interest-bearing time deposits with the depositories of the City; and the interest derived from such investments or deposits shall accrue as revenue to the general fund of the City, except in the case of special funds for which the City is required by agreement or by law to credit such special funds with interest on its invested balances. At September 30, 2015, the pooled cash, cash equivalents and investments of the primary government, exclusive of the Pension Trust Funds, were invested in overnight interest bearing operating accounts and U.S. treasury securities.

**2. Interest Rate Risk**

Interest rate risk is the risk that as market rates change, the fair value of an investment will vary. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City's policy limits the maturity of an investment to a maximum of 5 years. As of September 30, 2015, the City of Tampa invested in U.S. securities whose weighted average maturity in years was 1.67 years.