



Portfolio Summary of the Local Government Investment Pool

Summary

- Ending December 2020 market value for the LGIP was \$1,057 mil versus November's reported closing value of \$1,035 mil.
- The LGIP maintains a AAAM rating by Standard & Poor's.

Performance

- Gross yield on the LGIP was 0.165% at the end of December.
- Net yield to participants was 0.115%.

Investment Earnings

- During December, the fund earned \$142,552.
- For FY2021, the fund earned \$1,078,923.
- LGIP earnings are retained by participants after a management fee of 0.05% is paid to the General Fund.

Portfolio Mix

- At the end of December, the portfolio was invested as follows: 47% in US Treasuries, 33% in collateralized demand deposit accounts with qualified banking institutions, 10% in US government agencies, and 10% in supranational securities.
- At month-end, the LGIP held positions in 48 securities.

Investment Highlights

- For the LGIP, the WAM(R) of 48 days and WAM (F) of 71 days were within their maximums of 60 and 120 days respectively.
- During the month, the LGIP purchased \$173.5 mil US Treasury securities and \$22.0 mil supranational securities.

Investment Strategy

- LGIP WAMs are currently 47 and 68 days for WAM(R) and WAM(F), respectively.
- LGIP will continue to focus on maximizing safety of principal and providing adequate liquidity through the use of prudent investments.

Net Asset Value/Share

- At month-end, the Net Asset Value per Share of the Local Government Investment Pool was \$ 1.00003.

View Each Month's New Mexico LGIP Portfolio Summary

<https://nmsto.gov/local-government-investment-pool-lgip/#lgip-summaries>

Data unaudited. Information is obtained from third party sources that may or may not be verified. Many factors affect performance including changes in market conditions and interest rates and in response to other economic, political, or financial developments. All comments and discussions presented are purely based on opinion and assumptions, not fact. These assumptions may or may not be correct based on foreseen and unforeseen events. The information presented should not be used in making any investment decisions. This material is not a recommendation to buy, sell, implement, or change any securities or investment strategy, function, or process. Any financial and/or investment decision should be made only after considerable research, consideration, and involvement with an experienced professional engaged for the specific purpose. Past performance is not an indication of future performance. Any financial and/or investment decision may incur loss.

S&P Reaffirms LGIP “AAAm”

For the 14th year in a row, the NM LGIP has received the highest attainable rating that can be awarded to a principal stability fund, “AAAm,” by Standard & Poor’s Global Ratings.

Please access the most recent S&P profile here:

<https://nmsto.gov/wp-content/uploads/2021/01/S-and-P-Profile-for-LGIP-2020-09-28.pdf>

And the reaffirmation letter here:

<https://nmsto.gov/wp-content/uploads/2020/12/S-and-P-Reaffirmation-Letter-2020-12-16.pdf>

Significant Milestone Reached

The NM LGIP has amassed assets of more than \$1.1 billion in 2021. Investors have noticed that even as short-term interest rates have fallen, the NM LGIP has continued to provide a very competitive yield versus similarly managed US Government money market funds and other short-term investment options. Key factors in the NM LGIP’s success are low fees, management priorities of safety and liquidity, and commitment to total transparency.

Helping you reach your goals is our #1 priority. If you have any questions or need additional information, please call us.

Introducing the Internet Participant Access System (IPAS), an Online Portal for NM LGIP Participants

STO’s website provides a multitude of informative New Mexico LGIP reports and portfolio summaries including a link to access the LGIP Internet Participant Access System, IPAS, and handy user guide.

If you are not currently enrolled in IPAS, you are missing out on all the advantages:

- **Paperless transactions and statements**
- **Easy, no hassle, multi-level approvals**
- **Transfer cash, purchase and redeem shares within authorized accounts at the push of a button**

So Don’t be Last—Get IPAS!

To enroll, call Felicia Roybal at (505) 955-1142 or email nmsto.lgip@state.nm.us.

And here’s a link to the handy IPAS User Guide: <https://nmsto.gov/wp-content/uploads/2020/10/NMLGIP-iPAS-Participant-Guide.pdf>

Your LGIP Information Source

Check out NM LGIP’s newly designed web page so you have everything you need at your fingertips: <https://nmsto.gov/local-government-investment-pool-lgip/>

Have a suggestion for the web page? Contact us at nmsto.lgip@state.nm.us.

Contact Us

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