



STAFF REPORT

To: Regional and Corporate Services Committee

Date: 2025-07-10

From: Trevor Lucy, Accountant

Subject: Treasury Update – 2025 Quarter 2

Reviewed by: Beth Klein, Controller/Deputy CFO
Jennifer Kinneman, Chief Administrative Officer

INTENT

This report is intended to advise the Fraser Valley Regional District Board of information pertaining to **the Fraser Valley Regional District's** treasury management. Staff is not looking for a recommendation and has forwarded this information should members want more clarification to discuss the item further.

BACKGROUND

Effective treasury management is important for the Fraser Valley Regional District (FVRD) to ensure fiscal sustainability to support the programs and services we operate. This report serves as an update **on the FVRD's investment activities, a key component of its treasury management practices.**

DISCUSSION

Throughout the second quarter, staff continued to monitor interest rates and collaborate with the **FVRD's investment portfolio managers in response to the evolving global economic landscape.** As a result, the FVRD focused on re-investing in longer-term fixed investments. In addition, staff continue to stagger investment maturities as we move through our five-year financial plan, ensuring funds will become liquid as required.

Since January 2025, the FVRD had four GIC maturities and three re-investments resulting in total investment activity of \$5.3 million. The interest rates secured for these investments ranged from 3.40% to 3.63%, and the GICs obtained were a mix of two-year and three-year fixed term to ensure staggering of maturities.

The interest rate for the FVRD's cash accounts is currently 3.3%, and as noted in the attached dashboard, the FVRD's portfolio remains compliant with the Investment Policy with a continued effort to diversify our portfolio.

The updated treasury dashboard (based on unaudited financial information), is included in Appendix 1, and a glossary is available in Appendix 2 (attached to this report).

COST

There are no costs associated with this report.

CONCLUSION

Staff continue to work with the FVRD portfolio managers ensuring alignment with the FVRD Investment Policy while monitoring economic impacts. As shown on the updated treasury dashboard, the FVRD re-invested GICs totalling \$5.3 million since the last Treasury Report for interest rates ranging from 3.40% to 3.63%.