

## CITY COUNCIL AGENDA

**Date:** March 12, 2013

**TO:** City Council

**FROM:** June Overholt, Administrative Services Director/Deputy City Manager

**SUBJECT:** Report of Investments for January 2013

**RECOMMENDATION:** "The City Council receive and place these required monthly *Reports of Investments* on file."

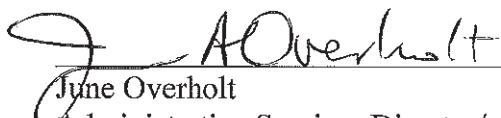
**JUSTIFICATION:** State law requires that a monthly report of investments be submitted to the Chief Executive Officer and the Legislative Body.

**BACKGROUND:** This report includes investments on hand at the end of January 2013. As of January 31, 2013, the City's operating funds totaled \$68,539,325. Included in operating funds is \$752,819 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of January 31, 2013 approximately 45% of the City's unrestricted cash balances were invested in investments other than LAIF.

Presented are three months of Investment Reports. January is a first issue, while November and December are included to provide multiple months of statements for comparison.

**FISCAL DATA:** The latest reports from the State indicate that the average interest achieved by the Local Agency Investment Fund (LAIF) decreased to 0.300% in January. The average rate for all investments in January was 0.252%.

**RECOMMENDED BY:**

  
June Overholt  
Administrative Services Director/  
Deputy City Manager

**APPROVED BY:**

  
Andy Takata  
City Manager

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**Summary Schedule of Cash and Investments**

<b>Operating Funds</b>		<b>Amount</b>
<i>Petty Cash</i>		2,805

<i>Bank Accounts</i>	Interest	
	Rate	Amount
Wells Fargo Bank	0.000%	4,201,003
Bank of America-Airport	0.300%	3,382
Bank of America-Parking Citations	0.300%	3,998
Bank of America-CNG Station	0.300%	3,268

*Money Market and Bank Account Sub-Total* **4,211,649**

*Government Pools*

Account #1 Operating Amount	36,587,579	
Account #1 CRA Bond Cash Bal.	752,819	
Local Agency Investment Fund: Account #1	0.300%	37,340,399
Account #2 Sucessor Agency Cash Bal	348	
Local Agency Investment Fund: Account #2	0.300%	348

*Government Pool Sub-Total* **37,340,747**

**Operating Cash Balance** **41,555,201**

*Restricted Operating Funds at Riverside Public Utilities*

Highmark U.S. Government Money Market Fund 0.000% **1,288,865**

*Other Investments*

Investments-US Bank/Piper Jaffray - See Page 2 0.224% **25,695,259**

**Operating Funds Total** **68,539,325**

**Fiscal Agent**

	<b>Amount</b>
US Bank	36,318,056

**Fiscal Agent Total** **36,318,056**

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# City of Banning Investment Report

January 31, 2013

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## Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Date	Discount or (Premium) Amortization	Market Value
<u><b>Bank Accounts</b></u>								
4,201,003	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	4,201,003	n/a	4,201,003
3,382	Bank of America-Airport	n/a	0.30%	daily	varies	3,382	n/a	3,382
3,998	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,998	n/a	3,998
3,268	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,268	n/a	3,268
	Sub-total							4,211,649
<u><b>Government Pools</b></u>								
37,340,399	L.A.I.F. account #1	n/a	0.300%	daily	varies	37,340,399	n/a	37,340,399
348	L.A.I.F. account #2	n/a	0.300%	daily	varies	348	n/a	348
								37,340,747
<u><b>Investments-US Bank/Piper Jaffray</b></u>								
3,000,000	FNMA Deb	n/a	0.600%	5/29/2015	5/16/2012	3,000,000		3,003,750
3,000,000	Federal Farm Credits Bks	n/a	0.600%	5/22/2015	5/16/2012	3,000,000		3,004,320
2,000,000	FNMA MTN	n/a	0.550%	12/4/2014	6/27/2012	2,000,000		2,002,060
2,000,000	Federal Home Loan Bks	n/a	0.375%	7/30/2015	1/30/2013	2,000,000		1,999,620
15,685,509	Money Market	n/a	0.020%	daily	varies	15,685,509	0	15,685,509
US Bank/Piper Jaffray Average Rate=			0.224%					25,695,259
	Average Rate All=		0.252%					

It has been verified that this investment portfolio is in conformity with the City of Banning's investment policy which was approved by the City Council on August 28, 2012. The Treasurer's cash management program provides sufficient liquidity to meet estimated future expenditures for a period of six months. The weighted average maturity of the pooled investment portfolio is 123 days and does not include Bond Reserve Fund Investments.

# City of Banning Investment Report

January 31, 2013

## Individual Investments with Fiscal Agent

TRUSTEE	Bond Issue Description	Bond	Bond Reserve	Minimum	1/31/2013
	Maturity Date	Current Bond	Reserve	Interest	Market Value
		Yield	Maturity Date	Requirement	Jan-13
<b>COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A</b>					
2005 Fair Oaks Ranch Estates	2035 US Bank Mmkt 5-Ct	0.040%	daily	188,943	6.37 188,057
<b>COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003</b>					
2003 CRA Tax Allocation Bonds	2028 U S Treasury Bill	4.61%	7/28/2011	971,763	7,890.89 1,013,599
Reserve Fund	US Bank Mmkt 5-Ct	0.040%	daily		211,269
Special Fund	US Bank Mmkt 5-Ct	0.040%	daily		8
Surplus Fund	US Bank Mmkt 5-Ct	0.000%	daily		9
<b>COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007</b>					
Redevelop Fund	2037 US Bank Mmkt 5-Ct	0.040%	daily	282,13	8,327,735
Reserve Fund	US Bank Mmkt 5-Ct	0.040%	daily	63.54	1,875,539
Special Fund	US Bank Mmkt 5-Ct	0.040%	daily		588,433
Surplus Fund	US Bank Mmkt 5-Ct	0.000%	daily		9
<b>BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES</b>					
Interest Account	US Bank Mmkt 5-Ct	0.000%	daily		3
Principal Account	US Bank Mmkt 5-Ct	0.000%	daily		5
	US Bank Mmkt 5-Ct	0.040%	daily	111.91	3,303,151
<b>BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES</b>					
Interest Account	US Bank Mmkt 5-Ct	0.060%	daily		18
Principal Account	US Bank Mmkt 5-Ct	0.040%	daily		25
Reserve Fund	US Bank Mmkt 5-Ct	0.040%	daily	2,310,710	2,311,046
Project Fund	US Bank Mmkt 5-Ct	0.040%	daily	54.25	1,601,255
<b>BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES</b>					
	US Bank Mmkt 5-Ct	0.050%	daily	1.90	19
	US Bank Mmkt 5-Ct	0.040%	daily	90.54	2,672,319
	US Bank Mmkt 5-Ct	0.040%	daily	481.94	14,225,567
<b>Total</b>		<b>9,061.76</b>		<b>36,318,056</b>	
<b>*Paid Semi-Annually-Deposited into Money Mkt Account</b>					

**Summary Schedule of Cash and Investments****Operating Funds**Petty Cash

	Amount
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Bank Accounts

Wells Fargo Bank	0.000%	15,123
Wells Fargo Bank-Investment Account	0.100%	5,448,074
Bank of America-Airport	0.300%	4,541
Bank of America-Parking Citations	0.300%	4,024
Bank of America-CNG Station	0.300%	<u>3,716</u>

<i>Money Market and Bank Account Sub-Total</i>	<i>5,475,478</i>
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Government Pools

Account #1 Operating Amount	33,565,768
Account #1 CRA Bond Cash Bal.	746,795
Local Agency Investment Fund: Account #1	0.326% 34,312,563
Account #2 Sucessor Agency Cash Bal	348
Local Agency Investment Fund: Account #2	0.326% <u>348</u>

<i>Government Pool Sub-Total</i>	<i><u>34,312,911</u></i>
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<b>Operating Cash Balance</b>	<b>39,791,194</b>
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Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	1,785,304
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.197%	25,697,049
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<b>Operating Funds Total</b>	<b><u>67,273,547</u></b>
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**Fiscal Agent**

	Amount
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US Bank	<u>35,517,221</u>
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<b>Fiscal Agent Total</b>	<b><u>35,517,221</u></b>
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# City of Banning Investment Report

December 31, 2012

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## Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Discount or (Premium) Amortization	Market Value
<b><u>Bank Accounts</u></b>							
15,123	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	15,123	n/a
5,448,074	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	5,448,074	n/a
4,541	Bank of America-Airport	n/a	0.30%	daily	varies	4,541	n/a
4,024	Bank of America-Parking Citations	n/a	0.30%	daily	varies	4,024	n/a
3,716	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,716	n/a
Sub-total							5,475,478
<b><u>Government Pools</u></b>							
34,312,563	L.A.I.F. account #1	n/a	0.326%	daily	varies	34,312,563	n/a
348	L.A.I.F. account #2	n/a	0.326%	daily	varies	348	n/a
Sub-total							34,312,911
<b><u>Investments-US Bank/Piper Jaffray</u></b>							
3,000,000	FNMA Deb	n/a	0.600%	5/29/2015	5/16/2012	3,000,000	3,004,230
3,000,000	Federal Farm Credits Bks	n/a	0.600%	5/22/2015	5/16/2012	3,000,000	3,005,130
2,000,000	FNMA MTN	n/a	0.550%	12/4/2014	6/27/2012	2,000,000	2,002,420
17,685,269	Money Market	n/a	0.020%	daily	varies	17,685,269	0
US Bank/Piper Jaffray Average Rate=							25,697,049
Average Rate All=							0.256%

It has been verified that this investment portfolio is in conformity with the City of Banning's investment policy which was approved by the City Council on August 28, 2012. The Treasurer's cash management program provides sufficient liquidity to meet estimated future expenditures for a period of six months. The weighted average maturity of the pooled investment portfolio is 103 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

December 31, 2012

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## Individual Investments with Fiscal Agent

**Summary Schedule of Cash and Investments****Operating Funds**Petty CashBank Accounts

	Interest	Amount
	Rate	Amount
Wells Fargo Bank	0.000%	8,518
Wells Fargo Bank-Investment Account	0.100%	5,448,804
Bank of America-Airport	0.300%	14,800
Bank of America-Parking Citations	0.300%	6,164
Bank of America-CNG Station	0.300%	5,030

*Money Market and Bank Account Sub-Total* 5,483,316

Government Pools

Account #1 Operating Amount	33,565,818
Account #1 CRA Bond Cash Bal.	746,745
Local Agency Investment Fund: Account #1	0.324% 34,312,563
Account #2 Successor Agency Cash Bal	348
Local Agency Investment Fund: Account #2	0.324% <u>348</u>

*Government Pool Sub-Total* 34,312,911

**Operating Cash Balance** **39,799,032**

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund 0.000% **677,394**

Other Investments

Investments-US Bank/Piper Jaffray - See Page 2 0.197% **25,691,626**

***Operating Funds Total*** **66,168,052**

**Fiscal Agent**

US Bank

Amount  
36,426,795

***Fiscal Agent Total*** **36,426,795**

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# City of Banning Investment Report

November 30, 2012 72

## Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Date	Discount or (Premium) Amortization	Market Value
<u><b>Bank Accounts</b></u>								
8,518	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	8,518	n/a	8,518
5,448,804	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	5,448,804	n/a	5,448,804
14,800	Bank of America-Airport	n/a	0.30%	daily	varies	14,800	n/a	14,800
6,164	Bank of America-Parking Citations	n/a	0.30%	daily	varies	6,164	n/a	6,164
5,030	Bank of America-Parking Citations	n/a	0.30%	daily	varies	5,030	n/a	5,030
		Sub-total				5,483,316		
<u><b>Government Pools</b></u>								
34,312,563	L.A.I.F. account #1	n/a	0.324%	daily	varies	34,312,563	n/a	34,312,563
348	L.A.I.F. account #2	n/a	0.324%	daily	varies	348	n/a	348
						34,312,911		
<u><b>Investments-US Bank/Piper Jaffray</b></u>								
3,000,000	FNMA Deb	n/a	0.600%	5/29/2015	5/16/2012	3,000,000		3,004,230
3,000,000	Federal Farm Credits Bks	n/a	0.600%	5/22/2015	5/16/2012	3,000,000		3,005,580
2,000,000	FNMA MTN	n/a	0.550%	12/4/2014	6/27/2012	2,000,000		2,002,280
17,679,536	Money Market	n/a	0.020%	daily	varies	17,679,536	0	17,679,536
						25,691,626		
<u><b>US Bank/Piper Jaffray Average Rate=</b></u>								
		Average Rate All=		0.255%				

It has been verified that this investment portfolio is in conformity with the City of Banning's investment policy which was approved by the City Council on August 28, 2012. The Treasurer's cash management program provides sufficient liquidity to meet estimated future expenditures for a period of six months. The weighted average maturity of the pooled investment portfolio is 106 days and does not include Bond Reserve Fund Investments.

# City of Banning Investment Report

November 30, 2012

## Individual Investments with Fiscal Agent

TRUSTEE	Bond Issue Description	Bond	Bond Reserve	Minimum Bond Reserve	Interest	11/30/2012
		Maturity Date	Maturity Date	Requirement		Market Value
<b>COR IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A</b>						
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 5-Ct	0.040%	daily	188,943	6.37
2003 CRA Tax Allocation Bonds	2028	US Treasury Bill	4.61%	7/28/2011	971,763	13,271.65
		US Bank Mmkt 5-Ct	0.040%	daily	0.70	978,912
		US Bank Mmkt 5-Ct	0.050%	daily	0.70	34,597
		US Bank Mmkt 5-Ct	0.000%	daily	0.70	22
		US Bank Mmkt 5-Ct	0.000%	daily	0.70	8
<b>COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2003</b>						
Redevelop Fund	2037	US Bank Mmkt 5-Ct	0.040%	daily	282.11	8,327,180
Reserve Fund		US Bank Mmkt 5-Ct	0.040%	daily	63.54	1,875,414
Special Fund		US Bank Mmkt 5-Ct	0.030%	daily	2.37	37
Surplus Fund		US Bank Mmkt 5-Ct	0.000%	daily	9	9
<b>BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES</b>						
Interest Account		US Bank Mmkt 5-Ct	0.000%	daily	3.01	3
Principal Account		US Bank Mmkt 5-Ct	0.000%	daily	2.37	5
		US Bank Mmkt 5-Ct	0.040%	daily	125.01	3,302,928
<b>BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES</b>						
Interest Account		US Bank Mmkt 5-Ct	0.060%	daily	17.63	18
Principal Account		US Bank Mmkt 5-Ct	0.040%	daily	12.54	25
Reserve Fund		US Bank Mmkt 5-Ct	0.040%	daily	78.31	2,310,892
Project Fund		US Bank Mmkt 5-Ct	0.040%	daily	142.26	1,601,132
<b>BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES</b>						
		US Bank Mmkt 5-Ct	0.040%	daily	910,264	
		US Bank Mmkt 5-Ct	0.040%	daily	2,672,050	2,672,695
		US Bank Mmkt 5-Ct	0.040%	daily	521.23	14,224,611
*Paid Semi-Annually-Deposited into Money Mkt Account		<b>Total</b>	<b>14,617.28</b>	<b>36,426,795</b>		