

CITY COUNCIL AGENDA

Date: August 23, 2011

TO: City Council

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

SUBJECT: Report of Investments for June 2011

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 June 2011. As of June 30, 2011, the City's operating funds totaled \$66,810,340. Included in operating funds is \$1,784,650 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of June 30, 2011 approximately 50% of the City's unrestricted cash balances were invested in investments other than LAIF.

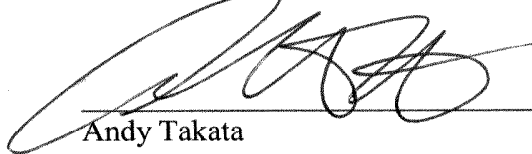
Presented are three months of Investment Reports. June is a first issue, while April and May are included to provide multiple months of statements for comparison.

FISCAL DATA: The latest reports from the State indicate that the average interest achieved by the Local Agency Investment Fund (LAIF) increased to 0.448 % in June. The average rate for all investments in June was 0.482%.

RECOMMENDED BY:


June Overholt
Administrative Services Director/
Deputy City Manager

APPROVED BY:


Andy Takata
City Manager

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

Amount

2,305

Bank Accounts

Interest

Rate

Amount

Wells Fargo Bank

0.000%

71,357

Wells Fargo Bank-Investment Account

0.100%

6,455,842

Bank of America-Airport

0.300%

19,370

Bank of America-Parking Citations

0.300%

5,302

Bank of America-CNG Station

0.300%

6,110

Money Market and Bank Account Sub-Total

6,557,981

Government Pools

Local Agency Investment Fund: Account #1

0.448%

31,446,232

Account #2 Operating Amount

680,612

Account #2 CRA Bond Cash Bal

1,784,650

Local Agency Investment Fund: Account #2

0.448%

2,465,262

Government Pool Sub-Total

33,911,494

Operating Cash Balance**40,471,781**Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund

0.010%

819,966

Other Investments

Investments-US Bank/Piper Jaffray - See Page 2

0.625%

25,518,593

*Operating Funds Total***66,810,340****Fiscal Agent**

Amount

US Bank

44,344,599*Fiscal Agent Total***44,344,599**

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City of Banning Investment Report

June 30, 2011

Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Price	Discount or (Premium) Amortization	6/30/2011 Market Value
<u>Bank Accounts</u>								
71,357	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	71,357	n/a	71,357
6,455,842	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	6,455,842	n/a	6,455,842
19,370	Bank of America-Airport	n/a	0.30%	daily	varies	19,370	n/a	19,370
5,302	Bank of America-Parking Citations	n/a	0.30%	daily	varies	5,302	n/a	5,302
6,110	Bank of America-Parking Citations	n/a	0.30%	daily	varies	6,110	n/a	6,110
Sub-total								6,557,981
<u>Government Pools</u>								
31,446,232	L.A.I.F. account #1	n/a	0.448%	daily	varies	31,446,232	n/a	31,446,232
2,465,262	L.A.I.F. account #2	n/a	0.448%	daily	varies	2,465,262	n/a	2,465,262
								33,911,494
<u>Investments- US Bank/Piper Jaffray</u>								
3,000,000	Federal Home Loan Banks	n/a	1.000%	10/21/2013	10/5/2010	3,000,000		2,996,430
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		3,002,730
4,000,000	FHLMC MTN	n/a	1.375%	2/3/2014	2/3/2014	4,000,000		4,003,480
1,000,000	FHLMC MTN	n/a	0.600%	6/28/2013	6/16/2011	1,000,000		997,850
1,000,000	Federal Home Loan Banks	n/a	1.000%	6/27/2014	6/16/2011	1,000,000		999,170
2,000,000	Federal Home Loan Banks	n/a	1.125%	6/30/2014	6/16/2011	2,000,000		1,991,440
11,527,493	Money Market	n/a	0.000%	daily	varies	11,527,493	0	11,527,493
US Bank/Piper Jaffray Average Rate=								25,518,593
Average Rate All=								0.482%

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 July 27, 2010. 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 171 days and does not include Bond Reserve Fund Investments.

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City of Banning Investment Report

June 30, 2011

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Reserve Bond Maturity Date	Minimum Reserve Requirement	Interest Jun-11	6/30/2011 Market Value
BNY WESTERN TRUST COMPANY							
		Federated U.S. Treasury Money Mkt	0.000%	daily	522,375		0
US BANK							
1991 Wilson St. Assessment District	2012	AIM U.S. Treasury Money Market	0.200%	daily	265,580	6.33	265,598
		US Bank Mmkt 4-Ct	0.100%	daily		9.22	112,540
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.100%	daily	188,943	18.62	219,300
2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	0.020%	7/28/2011	971,763		991,990
		US Bank Mmkt 4-Ct	0.100%	daily		1.81	21,368
		US Bank Mmkt 4-Ct	0.100%	daily			39
Surplus Fund		US Bank Mmkt 4-Ct	0.130%	daily			8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
Redevelop Fund	2037	US Bank Mmkt 4-Ct	0.100%	daily		1,013.09	11,929,357
Reserve Fund		US Bank Mmkt 4-Ct	0.100%	daily	1,880,751	159.38	1,876,694
Special Fund		US Bank Mmkt 4-Ct	0.100%	daily		0.01	93
Surplus Fund		US Bank Mmkt 4-Ct	0.110%	daily			9
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		US Bank Mmkt 4-Ct	0.130%	daily		0.54	8
Principal Account		US Bank Mmkt 4-Ct	0.100%	daily		5.55	67,500
		US Bank Mmkt 4-Ct	0.100%	daily		313.15	3,687,483
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		US Bank Mmkt 4-Ct	0.090%	daily		3.16	41
Principal Account		US Bank Mmkt 4-Ct	0.100%	daily		29.38	357,529
Reserve Fund		US Bank Mmkt 4-Ct	0.100%	daily	2,310,710	196.28	2,311,168
Project Fund		US Bank Mmkt 4-Ct	0.100%	daily		356.40	4,196,748
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
		US Bank Mmkt 4-Ct	0.100%	daily		84.40	90
Reserve Fund		Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500	0.00	2,931,509
		US Bank Mmkt 4-Ct	0.110%	daily		12.00	26
Acquisition & Construction		US Bank Mmkt 4-Ct	0.100%	daily		1,305.74	15,375,500
*Paid Semi-Annually-Deposited into Money Mkt Account						Total	3,515.06
							44,344,599

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

Amount

2,305

Bank Accounts

Interest

Rate

Amount

Wells Fargo Bank

0.100% 5,403,105

Bank of America-Airport

0.300% 18,159

Bank of America-Parking Citations

0.300% 4,258

Bank of America-CNG Station

0.300% 5,808*Money Market and Bank Account Sub-Total*

5,466,418

Government Pools

Local Agency Investment Fund: Account #1

0.413% 31,446,232

Account #2 Operating Amount 663,598

Account #2 CRA Bond Cash Bal 1,801,664

Local Agency Investment Fund: Account #2

0.413% 2,465,262*Government Pool Sub-Total*33,911,494**Operating Cash Balance****39,380,217**Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund

0.010%

1,011,348Other Investments

Investments-US Bank/Piper Jaffray - See Page 2

0.843%

25,501,257***Operating Funds Total*****65,892,822****Fiscal Agent**

Amount

BNY Western Trust Company

11,026

US Bank

46,068,888***Fiscal Agent Total*****46,079,914**

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City of Banning Investment Report

May 31, 2011

Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Cost	Discount or (Premium) Amortization	Market Value
<u>Bank Accounts</u>								
5403105.46	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	5,403,105	n/a	5,403,105
18,159	Bank of America-Airport	n/a	0.30%	daily	varies	18,159	n/a	18,159
4,258	Bank of America-Parking Citations	n/a	0.30%	daily	varies	4,258	n/a	4,258
5,808	Bank of America-Parking Citations	n/a	0.30%	daily	varies	5,808	n/a	5,808
Sub-total								5,466,418
<u>Government Pools</u>								
31,446,232	L.A.I.F. account #1	n/a	0.413%	daily	varies	31,446,232	n/a	31,446,232
2,465,262	L.A.I.F. account #2	n/a	0.413%	daily	varies	2,465,262	n/a	2,465,262
								33,911,494
<u>Investments-US Bank/Piper Jaffray</u>								
2,000,000	Federal Home Loan Banks	n/a	0.750%	4/23/2013	10/5/2010	2,000,000		2,000,100
3,000,000	Federal Home Loan Banks	n/a	1.000%	10/21/2013	10/5/2010	3,000,000		2,992,080
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		3,004,980
4,000,000	FHLMC MTN	n/a	1.150%	9/3/2013	9/3/2010	4,000,000		4,000,200
3,000,000	FNMA MTN	n/a	1.100%	12/9/2013	12/9/2010	3,000,000		3,000,540
4,000,000	FHLMC MTN	n/a	1.375%	2/3/2014	2/3/2014	4,000,000		4,006,280
6,497,077	Money Market	n/a	0.000%	daily	varies	6,497,077	0	6,497,077
US Bank/Piper Jaffray Average Rate=								25,501,257
								0.843%

Average Rate All= 0.556%

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 July 27, 2010. 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 230 days and does not include Bond Reserve Fund Investments.

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City of Banning Investment Report

May 31, 2011

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Reserve Bond Maturity Date	Minimum Reserve Requirement	Interest May-11	5/31/2011 Market Value
BNY WESTERN TRUST COMPANY							
1997 Admin Building COPs Refunding		Federated U.S. Treasury Money Mkt	0.000%	daily			11,026
US BANK							
1991 Wilson St. Assessment District	2012	AIM U.S. Treasury Money Market	0.200%	daily	265,580	4.50	265,598
		US Bank Mmkt 4-Ct	0.200%	daily		11.40	112,531
2005 Fair Oaks Ranch Estates							
	2035	US Bank Mmkt 4-Ct	0.120%	daily	188,943	22.22	219,281
2003 CRA Tax Allocation Bonds							
	2028	U S Treasury Bill	0.040%	7/28/2011	971,763		991,960
		US Bank Mmkt 4-Ct	0.120%	daily		2.17	21,366
		US Bank Mmkt 4-Ct	0.130%	daily		0.01	39
Surplus Fund			0	0.130%	daily		8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
Redevelop Fund	2037	US Bank Mmkt 4-Ct	0.120%	daily		1,209.02	11,928,344
Reserve Fund		US Bank Mmkt 4-Ct	0.120%	daily	1,880,751	1,920.20	1,876,534
Special Fund		US Bank Mmkt 4-Ct	0.120%	daily		0.02	93
Surplus Fund		US Bank Mmkt 4-Ct	0.110%	daily			9
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		US Bank Mmkt 4-Ct	0.140%	daily		7.00	7
Principal Account		US Bank Mmkt 4-Ct	0.120%	daily		0.01	67,500
		US Bank Mmkt 4-Ct	0.120%	daily		373.72	3,687,170
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		US Bank Mmkt 4-Ct	0.120%	daily		41.03	41
Principal Account		US Bank Mmkt 4-Ct	0.120%	daily		0.01	357,500
Reserve Fund		US Bank Mmkt 4-Ct	1.200%	daily	2,310,710	234.51	2,310,972
Project Fund		US Bank Mmkt 4-Ct	0.120%	daily		425.33	4,196,392
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
		US Bank Mmkt 4-Ct	0.120%	daily		5.60	1,586,512
Reserve Fund		Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500	0.00	2,931,509
		US Bank Mmkt 4-Ct	0.120%	daily		14.32	141,327
Acquisition & Construction		US Bank Mmkt 4-Ct	0.120%	daily		1,558.28	15,374,194
*Paid Semi-Annually-Deposited into Money Mkt Account						Total	5,829.35
							46,079,914

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

Amount

2,305

Bank Accounts

Interest

Rate

Amount

Wells Fargo Bank

0.000%

34,856

Wells Fargo Bank-Investment Account

0.100%

858,602

Bank of America-Airport

0.300%

4,799

Bank of America-Parking Citations

0.300%

3,247

Bank of America-CNG Station

0.300%

3,508

Money Market and Bank Account Sub-Total

905,011

Government Pools

Local Agency Investment Fund: Account #1

0.588%

31,446,232

Account #2 Operating Amount

3,749,479

Account #2 CRA Bond Cash Bal

2,015,784

Local Agency Investment Fund: Account #2

0.588%

5,765,262

Government Pool Sub-Total

37,211,494

Operating Cash Balance**38,118,811**Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund

0.010%

883,132

Other Investments

Investments-US Bank/Piper Jaffray - See Page 2

0.843%

25,476,327

Operating Funds Total**64,478,269****Fiscal Agent**

Amount

BNY Western Trust Company

4,050,979

US Bank

45,459,929

Fiscal Agent Total**49,510,908**

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City of Banning Investment Report

April 30, 2011

Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Cost	Discount or (Premium) Amortization	Market Value
<u>Bank Accounts</u>								
34,856	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	34,856	n/a	34,856
858,602	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	858,602	n/a	858,602
4,799	Bank of America-Airport	n/a	0.30%	daily	varies	4,799	n/a	4,799
3,247	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,247	n/a	3,247
3,508	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,508	n/a	3,508
Sub-total								905,011
<u>Government Pools</u>								
31,446,232	L.A.I.F. account #1	n/a	0.588%	daily	varies	31,446,232	n/a	31,446,232
5,765,262	L.A.I.F. account #2	n/a	0.588%	daily	varies	5,765,262	n/a	5,765,262
								37,211,494
<u>Investments-US Bank/Piper Jaffray</u>								
2,000,000	Federal Home Loan Banks	n/a	0.750%	4/23/2013	10/5/2010	2,000,000		1,998,800
3,000,000	Federal Home Loan Banks	n/a	1.000%	10/21/2013	10/5/2010	3,000,000		2,973,270
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		3,006,690
4,000,000	FHLMC MTN	n/a	1.150%	9/3/2013	9/3/2010	4,000,000		4,002,600
3,000,000	FNMA MTN	n/a	1.100%	12/9/2013	12/9/2010	3,000,000		2,992,050
4,000,000	FHLMC MTN	n/a	1.375%	2/3/2014	2/3/2014	4,000,000		4,005,840
6,497,077	Money Market	n/a	0.000%	daily	varies	6,497,077	0	6,497,077
US Bank/Piper Jaffray Average Rate=								25,476,327
0.843%								

Average Rate All= 0.683%

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 July 27, 2010. 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 243 days and does not include Bond Reserve Fund Investments.

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City of Banning Investment Report

April 30, 2011

Individual Investments with Fiscal Agent

Bond Maturity Date	Investment Description	Current Yield	Bond Reserve Bond Maturity Date	Minimum Reserve Requirement	Interest Apr-11	4/30/2011 Market Value
COMPANY						
2020	Republic Bank Investment Agreement Federated U.S. Treasury Money Mkt	6.270% 0.000%	11/1/2020 daily	522,375	15,472.19 *	0 4,050,979
District						
2012	AIM U.S. Treasury Money Market US Bank Mmkt 4-Ct	0.200% 0.200%	daily daily	265,580	4.65 19.22	265,594 112,519
;						
2035	US Bank Mmkt 4-Ct	0.200%	daily	188,943	37.67	219,259
nds						
2028	U S Treasury Bill	0.110%	7/28/2011	971,763		991,901
	US Bank Mmkt 4-Ct	0.200%	daily		3.63	21,364
	US Bank Mmkt 4-Ct	0.210%	daily		0.01	39
	US Bank Mmkt 4-Ct	0.250%	daily			8
OPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007						
2037	US Bank Mmkt 4-Ct	0.200%	daily		2,025.63	11,927,135
	US Bank Mmkt 4-Ct	0.200%	daily	1,880,751	318.67	1,876,344
	US Bank Mmkt 4-Ct	0.200%	daily		0.02	93
	US Bank Mmkt 4-Ct	0.210%	daily			9
TERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES						
	US Bank Mmkt 4-Ct	0.140%	daily			7
	US Bank Mmkt 4-Ct	0.200%	daily			196,548
	US Bank Mmkt 4-Ct	0.190%	daily		0.01	52
	US Bank Mmkt 4-Ct	0.200%	daily		626.14	3,686,796
ISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES						
	US Bank Mmkt 4-Ct	0.200%	daily		0.01	44
	US Bank Mmkt 4-Ct	0.200%	daily		0.01	1,152,002
	US Bank Mmkt 4-Ct	0.200%	daily		0.02	135
	US Bank Mmkt 4-Ct	0.200%	daily	2,310,710	392.90	2,313,425
	US Bank Mmkt 4-Ct	0.200%	daily		712.61	4,195,966
IRE REVENUE BONDS 2007 SERIES						
	US Bank Mmkt 4-Ct	0.200%	daily		9.38	55,229
	Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500	0.00	2,931,509
	US Bank Mmkt 4-Ct	0.200%	daily		10.84	141,313
	US Bank Mmkt 4-Ct	0.200%	daily		2,610.79	15,372,636
osited into Money Mkt Account						
Total					22,244.40	49,510,908