

CITY COUNCIL AGENDA

Date: August 23, 2011
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for May 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 May 2011. As of May 31, 2011, the City's operating funds totaled \$65,892,822. Included in operating funds is \$1,801,664 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of May 31, 2011 approximately 49% of the City's unrestricted cash balances were invested in investments other than LAIF.

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

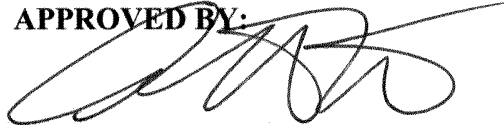
FISCAL DATA: The latest reports from the State indicate that the average interest achieved by the Local Agency Investment Fund (LAIF) decreased to 0.413 % in May. The average rate for all investments in May was 0.556%.

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%	35,087
Wells Fargo Bank-Investment Account	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% 1,011,348

Other Investments

Investments-US Bank/Piper Jaffray - See Page 2 0.843% 25,501,257

*Operating Funds Total***65,892,822****Fiscal Agent**

BNY Western Trust Company

US Bank

Amount

11,026

46,068,888

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

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
<i>Bank Accounts</i>								
35,087	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	35,087	n/a	35,087
5,403,105	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
<i>Government Pools</i>								
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
Sub-total								
								33,911,494
<i>Investments-US Bank/Piper Jaffray</i>								
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=								
			0.843%					25,501,257

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	TRUSTEE	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								
US BANK								
1991 Wilson St. Assessment District		2012	Federated U.S. Treasury Money Mkt AIM U.S. Treasury Money Market US Bank Mmkt 4-Ct	0.000% 0.200% 0.200%	daily daily daily	265,580	4.50 11.40	11,026 265,598 112,531
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	US 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							5,829.35	46,079,914
Total								

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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 Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Minimum Reserve Requirement	Interest Apr-11	4/30/2011 Market Value
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
BNY WESTERN TRUST COMPANY 1997 Admin Building COPs Refunding	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
US BANK							
1991 Wilson St. Assessment 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
US BANK							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.200%	daily	188,943	37.67	219,259
2003 CRA Tax Allocation Bonds	2028	US Treasury Bill US Bank Mmkt 4-Ct US Bank Mmkt 4-Ct US Bank Mmkt 4-Ct US Bank Mmkt 4-Ct	0.110% 0.200% 0.210% 0.250%	7/28/2011 daily daily daily daily	971,763	3.63 0.01	991,901 21,364 39 8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
Redevelop Fund	2037	US Bank Mmkt 4-Ct	0.200%	daily		2,025.63	11,927,135
Reserve Fund		US Bank Mmkt 4-Ct	0.200%	daily	1,880,751	318.67	1,876,344
Special Fund		US Bank Mmkt 4-Ct	0.200%	daily		0.02	93
Surplus Fund		US Bank Mmkt 4-Ct	0.210%	daily			9
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Bond Fund		US Bank Mmkt 4-Ct	0.140%	daily			7
Interest Account		US Bank Mmkt 4-Ct	0.200%	daily			196,548
Principal Account		US Bank Mmkt 4-Ct	0.190%	daily		0.01	52
		US Bank Mmkt 4-Ct	0.200%	daily		626.14	3,686,796
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Bond Fund		US Bank Mmkt 4-Ct	0.200%	daily		0.01	44
Interest Account		US Bank Mmkt 4-Ct	0.200%	daily		0.01	1,152,002
Principal Account		US Bank Mmkt 4-Ct	0.200%	daily		0.02	135
Reserve Fund		US Bank Mmkt 4-Ct	0.200%	daily	2,310,710	392.90	2,313,425
Project Fund		US Bank Mmkt 4-Ct	0.200%	daily		712.61	4,195,966
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
Reserve Fund		US Bank Mmkt 4-Ct	0.200%	daily		9.38	55,229
Acquisition & Construction		Reliance Trust Company # 9AMGGBEZ7 US Bank Mmkt 4-Ct US Bank Mmkt 4-Ct	3.650% 0.200% 0.200%	11/17/2011 daily daily	2,961,500	0.00 10.84 2,610.79	2,931,509 141,313 15,372,636
Total						22,244.40	49,510,908

*Paid Semi-Annually-Deposited into Money Mkt Account

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

Amount

2,305

Bank Accounts

Interest

Rate

Amount

Wells Fargo Bank

0.000% 153,692

Wells Fargo Bank-Investment Account

0.100% 2,116,263

Bank of America-Airport

0.300% 5,281

Bank of America-Parking Citations

0.300% 3,274

Bank of America-CNG Station

0.300% 3,713

Money Market and Bank Account Sub-Total

2,282,224

Government Pools

Local Agency Investment Fund: Account #1

0.500% 31,406,941

Account #2 Operating Amount 5,114,643

Account #2 CRA Bond Cash Bal 2,142,350

Local Agency Investment Fund: Account #2

0.500% 7,256,992

Government Pool Sub-Total

38,663,933

Operating Cash Balance

40,948,462

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund

0.040%

1,183,245

Other Investments

Investments-US Bank/Piper Jaffray - See Page 2

0.844%

25,343,517

Operating Funds Total

67,475,223

Fiscal Agent

Amount

BNY Western Trust Company

538,762

US Bank

44,104,405

Fiscal Agent Total

44,643,167

City of Banning Investment Report

March 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>								
153,692	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	153,692	n/a	153,692
2,116,263	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	2,116,263	n/a	2,116,263
5,281	Bank of America-Airport	n/a	0.30%	daily	varies	5,281	n/a	5,281
3,274	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,274	n/a	3,274
3,713	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,713	n/a	3,713
Sub-total								
								2,282,224
<u>Government Pools</u>								
31,406,941	L.A.I.F. account #1	n/a	0.500%	daily	varies	31,406,941	n/a	31,406,941
7,256,992	L.A.I.F. account #2	n/a	0.500%	daily	varies	7,256,992	n/a	7,256,992
Sub-total								
								38,663,933
<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		1,989,080
3,000,000	Federal Home Loan Banks	n/a	1.000%	10/21/2013	10/5/2010	3,000,000		2,952,420
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		2,997,150
4,000,000	FHLMC MTN	n/a	1.150%	9/3/2013	9/3/2010	4,000,000		3,981,520
3,000,000	FNMA MTN	n/a	1.100%	12/9/2013	12/9/2010	3,000,000		2,970,930
4,000,000	FHLMC MTN	n/a	1.375%	2/3/2014	2/3/2014	4,000,000		3,977,840
6,474,577	Money Market	n/a	0.000%	daily	varies	6,474,577	0	6,474,577
US Bank/Piper Jaffray Average Rate=								
			0.844%					25,343,517

Average Rate All= 0.618%

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 242 days and does not include Bond Reserve Fund Investments.

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City of Banning Investment Report

March 31, 2011

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Reserve		Interest Mar-11	3/31/2011 Market Value
				Bond Maturity Date	Minimum Reserve Requirement		
TRUSTEE							
BNY WESTERN TRUST COMPANY	2020	Repubic Bank Investment Agreement	6.270%	11/1/2020	522,375	*	522,562
1997 Admin Building COPs Refunding		Federated U.S. Treasury Money Mkt	0.000%	daily			16,200
US BANK							
1991 Wilson St. Assessment District	2012	AIM U.S. Treasury Money Market	0.200%	daily	265,580	8.85	265,589
		US Bank Mmkt 4-Ct	0.150%	daily			112,500
US BANK							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.150%	daily	188,943	29.07	219,222
2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	0.150%	7/28/2011	971,763		991,653
		US Bank Mmkt 4-Ct	0.150%	daily		3.28	21,360
		US Bank Mmkt 4-Ct	0.150%	daily		0.01	39
		US Bank Mmkt 4-Ct	0.130%	daily			8
Surplus Fund							
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
Redevelop Fund	2037	US Bank Mmkt 4-Ct	0.150%	daily		1,829.31	11,925,109
Reserve Fund		US Bank Mmkt 4-Ct	0.150%	daily	1,880,751	287.78	1,876,025
Special Fund		US Bank Mmkt 4-Ct	0.150%	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							
Bond Fund		US Bank Mmkt 4-Ct	0.140%	daily			7
Interest Account		US Bank Mmkt 4-Ct	0.110%	daily			9
Principal Account		US Bank Mmkt 4-Ct	0.150%	daily		0.01	52
		US Bank Mmkt 4-Ct	0.150%	daily		565.48	3,686,170
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Bond Fund		US Bank Mmkt 4-Ct	0.160%	daily		0.01	44
Interest Account		US Bank Mmkt 4-Ct	0.160%	daily		0.01	38
Principal Account		US Bank Mmkt 4-Ct	0.150%	daily		0.02	135
Reserve Fund		US Bank Mmkt 4-Ct	0.150%	daily	2,310,710	354.82	2,313,032
Project Fund		US Bank Mmkt 4-Ct	0.150%	daily		643.55	4,195,254
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
		US Bank Mmkt 4-Ct	0.150%	daily		8.47	55,220
Reserve Fund		Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500	280.95	2,931,509
		US Bank Mmkt 4-Ct	0.150%	daily		0.00	141,302
Acquisition & Construction		US Bank Mmkt 4-Ct	0.150%	daily		2,357.76	15,370,025
Total						6,369.39	44,643,167

*Paid Semi-Annually-Deposited into Money Mkt Account