

CITY COUNCIL AGENDA

Date: January 11, 2010

TO: City Council

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

SUBJECT: Report of Investments for November 2010

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 November 2010. As of November 30, 2010, the City's operating funds totaled \$66,684,759. Included in operating funds is \$2,943,681 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of November 30, 2010 approximately 43% of the City's unrestricted cash balances were invested in investments other than LAIF.

Presented are three months of Investment Reports. November is a first issue, while September and October 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 0.454 % in November. The average rate for all investments in November was 0.582%.

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 CashAmount

2,305

Bank Accounts

Interest

RateAmount

Wells Fargo Bank

0.000%

209,571

Wells Fargo Bank-Investment Account

0.100%

1,519,846

Bank of America-Airport

0.300%

3,494

Bank of America-Parking Citations

0.300%

3,156

Bank of America-CNG Station

0.300%

3,316*Money Market and Bank Account Sub-Total*

1,739,383

Government Pools

Local Agency Investment Fund: Account #1

0.454%

31,370,908

Account #2 Operating Amount

4,154,217

Account #2 CRA Bond Cash Bal

2,943,681

Local Agency Investment Fund: Account #2

0.454%

7,097,898*Government Pool Sub-Total*38,468,806**Operating Cash Balance****40,210,494**Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund

0.040%

1,072,592

Other Investments

Investments-US Bank/Piper Jaffray - See Page 2

0.809%

25,401,673

Operating Funds Total**66,684,759****Fiscal Agent**Amount

BNY Western Trust Company

538,762

US Bank

44,822,244***Fiscal Agent Total*****45,361,006**

City of Banning Investment Report

November 30, 2010

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>								
209,571	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	209,571	n/a	209,571
1,519,846	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	1,519,846	n/a	1,519,846
3,494	Bank of America-Airport	n/a	0.30%	daily	varies	3,494	n/a	3,494
3,156	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,156	n/a	3,156
3,316	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,316	n/a	3,316
Sub-total								
								1,739,383
<u>Government Pools</u>								
31,370,908	L.A.I.F. account #1	n/a	0.454%	daily	varies	31,370,908	n/a	31,370,908
7,097,898	L.A.I.F. account #2	n/a	0.454%	daily	varies	7,097,898	n/a	7,097,898
Sub-total								
								38,468,806
<u>Investments-US Bank/Piper Jaffray</u>								
2,000,000	FNMA MTN	n/a	0.750%	4/23/2013	10/5/2010	2,000,000		1,996,260
3,000,000	FNMA MTN	n/a	1.000%	10/21/2013	10/5/2010	3,000,000		2,978,430
2,000,000	Federal Home Loan Banks	n/a	1.625%	1/7/2013	4/7/2010	2,000,000		2,002,500
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		3,012,180
4,000,000	FHLMC MTN	n/a	1.150%	4/26/2013	7/26/2010	4,000,000		4,003,560
4,000,000	FHLMC MTN	n/a	1.150%	9/3/2013	9/3/2010	4,000,000		4,004,000
Sub-total								
								17,996,340
7,404,743	Money Market	n/a	0.000%	daily	varies	7,404,743	0	7,404,743
Sub-total								
								7,404,743
US Bank/Piper Jaffray Average Rate=								
			0.809%					25,401,673

Average Rate All= 0.582%

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 280 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

November 30, 2010

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Minimum Reserve Requirement	Interest Nov-10	11/30/2010 Market Value
TRUSTEE							
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	16,200.29 *	522,562 16,200
US BANK							
1991 Wilson St. Assessment District	2012	AIM U.S. Treasury Money Market	0.200%	daily	265,580	4.65	265,599
		US Bank Mmkt 4-Ct	0.390%	daily		0.00	3
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.200%	daily	188,943	32.16	189,394
2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	0.870%	7/29/2010	971,763		989,116
		US Bank Mmkt 4-Ct	0.200%	daily		3.52	20,745
		US Bank Mmkt 4-Ct	0.200%	daily		0.02	99
		US Bank Mmkt 4-Ct	0.025%	daily			8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
Redevelop Fund	2037	US Bank Mmkt 4-Ct	0.200%	daily		2,023.93	11,917,272
Reserve Fund		US Bank Mmkt 4-Ct	0.200%	daily	1,880,751	318.72	1,876,673
Special Fund		US Bank Mmkt 4-Ct	0.200%	daily		0.02	145
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		7.33	7
Interest Account		US Bank Mmkt 4-Ct	0.230%	daily		8.75	9
Principal Account		US Bank Mmkt 4-Ct	0.190%	daily		30.51	52
		US Bank Mmkt 4-Ct	0.200%	daily		625.62	3,683,748
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Bond Fund		US Bank Mmkt 4-Ct	0.200%	daily		44.44	44
Interest Account		US Bank Mmkt 4-Ct	0.210%	daily		37.75	38
Principal Account		US Bank Mmkt 4-Ct	0.200%	daily		78.86	135
Reserve Fund		US Bank Mmkt 4-Ct	0.200%	daily	2,310,710	393.18	2,311,511
Project Fund		US Bank Mmkt 4-Ct	0.200%	daily		712.02	4,192,496
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
Reserve Fund		US Bank Mmkt 4-Ct	0.200%	daily		0.03	942,777
		Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500		3,016,509
		US Bank Mmkt 4-Ct	0.200%	daily		0.01	55,136
Acquisition & Construction		US Bank Mmkt 4-Ct	0.200%	daily		1,247.34	15,360,718
		Reliance Trust Co C D #7AMCD49F7	0.500%	11/18/2010		39,970.85	0
Total						61,740.00	45,361,006

*Paid Semi-Annually-Deposited into Money Mkt Account

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

		<u>Amount</u>
<u>Petty Cash</u>		2,305
<u>Bank Accounts</u>	Interest	
	<u>Rate</u> <u>Amount</u>	
Wells Fargo Bank	0.000% 104,656	
Wells Fargo Bank-Investment Account	0.100% 1,035,167	
Bank of America-Airport	0.300% 7,007	
Bank of America-Parking Citations	0.300% 3,465	
Bank of America-CNG Station	0.300% 4,421	
<i>Money Market and Bank Account Sub-Total</i>		1,154,716
<u>Government Pools</u>		
Local Agency Investment Fund: Account #1	0.480% 31,370,908	
Account #2 Operating Amount	6,344,477	
Account #2 CRA Bond Cash Bal	3,053,421	
Local Agency Investment Fund: Account #2	0.480% 9,397,898	
<i>Government Pool Sub-Total</i>		40,768,806
Operating Cash Balance		41,925,827
<u>Restricted Operating Funds at Riverside Public Utilities</u>		
Highmark U.S. Government Money Market Fund	0.050%	1,018,644
<u>Other Investments</u>		
Investments-US Bank/Piper Jaffray - See Page 2	1.031%	25,412,888
Operating Funds Total		<u>68,357,360</u>

Fiscal Agent

	<u>Amount</u>
BNY Western Trust Company	927,597
US Bank	45,658,482
Fiscal Agent Total	<u>46,586,079</u>

City of Banning Investment Report

October 31, 2010

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>								
104,656	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	104,656	n/a	104,656
1,035,167	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	1,035,167	n/a	1,035,167
7,007	Bank of America-Airport	n/a	0.30%	daily	varies	7,007	n/a	7,007
3,465	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,465	n/a	3,465
4,421	Bank of America-Parking Citations	n/a	0.30%	daily	varies	4,421	n/a	4,421
Sub-total								1,154,716

Government Pools

31,370,908	L.A.I.F. account #1	n/a	0.480%	daily	varies	31,370,908	n/a	31,370,908
9,397,898	L.A.I.F. account #2	n/a	0.480%	daily	varies	9,397,898	n/a	9,397,898
								40,768,806

Investments-US Bank/Piper Jaffray

2,000,000	FNMA MTN	n/a	0.750%	4/23/2013	10/5/2010	2,000,000		2,001,260
3,000,000	FNMA MTN	n/a	1.000%	10/21/2013	10/5/2010	3,000,000		2,999,070
2,000,000	Federal Home Loan Banks	n/a	1.625%	1/7/2013	4/7/2010	2,000,000		2,004,380
3,000,000	FHLMC MTN	n/a	1.875%	5/10/2013	5/10/2010	3,000,000		3,001,110
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		3,016,890
4,000,000	FHLMC MTN	n/a	1.150%	4/26/2013	7/26/2010	4,000,000		4,006,120
4,000,000	FHLMC MTN	n/a	1.150%	9/3/2013	9/3/2010	4,000,000		4,007,440
4,376,618	Money Market	n/a	0.000%	daily	varies	4,376,618	0	4,376,618

US Bank/Piper Jaffray Average Rate=

25,412,888

Average Rate All= 0.681%

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 322 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

October 31, 2010

Individual Investments with Fiscal Agent

TRUSTEE		Bond Maturity Date	Bond Reserve	Bond Maturity Date	Minimum Reserve Requirement	Interest Oct-10	Market Value
Bond Issue Description							
BNY WESTERN TRUST COMPANY							
1997 Admin Building COPs Refunding		2020	Republic Bank Investment Agreement Federated U.S. Treasury Money Mkt	6.270% 0.010%	11/1/2020 daily	522,375	* 522,562 405,035
US BANK							
1991 Wilson St. Assessment District		2012	AIM U.S. Treasury Money Market	0.200%	daily	265,580	4.50
			US Bank Mmkt 4-Ct	0.390%	daily		1.28
2005 Fair Oaks Ranch Estates		2035	US Bank Mmkt 4-Ct	0.200%	daily	188,943	31.78
2003 CRA Tax Allocation Bonds		2028	U S Treasury Bill	0.870%	7/29/2010	971,763	989,739
			US Bank Mmkt 4-Ct	0.200%	daily		3.41
			US Bank Mmkt 4-Ct	0.200%	daily		0.02
Surplus Fund			US Bank Mmkt 4-Ct	0.025%	daily		8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
Redevelop Fund		2037	US Bank Mmkt 4-Ct	0.200%	daily		1,958.34
Reserve Fund			US Bank Mmkt 4-Ct	0.200%	daily	1,880,751	308.39
Special Fund			US Bank Mmkt 4-Ct	0.200%	daily		0.02
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	0.200%	daily		0.00
Principal Account			US Bank Mmkt 4-Ct	0.200%	daily		21.80
			US Bank Mmkt 4-Ct	0.200%	daily		605.34
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Bond Fund			US Bank Mmkt 4-Ct	0.200%	daily		0.00
Principal Account			US Bank Mmkt 4-Ct	0.200%	daily		56.34
Reserve Fund			US Bank Mmkt 4-Ct	0.200%	daily	2,310,710	380.72
Project Fund			US Bank Mmkt 4-Ct	0.200%	daily		688.94
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
			US Bank Mmkt 4-Ct	0.200%	daily		0.03
Reserve Fund			Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500	3,016,509
			US Bank Mmkt 4-Ct	0.190%	daily		0.01
Acquisition & Construction			US Bank Mmkt 4-Ct	0.200%	daily		1,267.70
			Reliance Trust Co C D #7AMCD49F7	0.500%	11/18/2010		8,000,000
*Paid Semi-Annually-Deposited into Money Mkt Account							Total
							5,328.62
							46,586,079

*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%	270,776
Wells Fargo Bank-Investment Account	0.100%	2,028,667
Bank of America-Airport	0.300%	5,376
Bank of America-Parking Citations	0.300%	3,895
Bank of America-CNG Station	0.300%	4,217
<i>Money Market and Bank Account Sub-Total</i>		2,312,931

Government Pools

Local Agency Investment Fund: Account #1	0.500%	31,330,445
Account #2 Operating Amount		7,377,627
Account #2 CRA Bond Cash Bal		3,106,975
Local Agency Investment Fund: Account #2	0.500%	10,484,602
<i>Government Pool Sub-Total</i>		41,815,047

Operating Cash Balance**44,130,283**Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.050%	906,774
--	--------	---------

Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	1.362%	25,341,663
--	--------	------------

Operating Funds Total**70,378,720****Fiscal Agent**

	Amount
BNY Western Trust Company	539,035
US Bank	44,547,865

Fiscal Agent Total**45,086,901**

September 30, 2010

City of Banning Investment Report

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>								
270,776	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	270,776	n/a	270,776
2,028,667	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	2,028,667	n/a	2,028,667
5,376	Bank of America-Airport	n/a	0.30%	daily	varies	5,376	n/a	5,376
3,895	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,895	n/a	3,895
4,217	Bank of America-Parking Citations	n/a	0.30%	daily	varies	4,217	n/a	4,217
Sub-total								2,312,931
<u>Government Pools</u>								
31,330,445	L.A.I.F. account #1	n/a	0.500%	daily	varies	31,330,445	n/a	31,330,445
10,484,602	L.A.I.F. account #2	n/a	0.500%	daily	varies	10,484,602	n/a	10,484,602
								41,815,047
<u>Investments-US Bank/Piper Jaffray</u>								
2,000,000	FNMA MTN	n/a	1.250%	4/5/2012	4/5/2010	2,000,000		2,000,000
3,000,000	FNMA MTN	n/a	1.550%	10/5/2012	4/5/2010	3,000,000		3,000,000
3,000,000	FNMA MTN	n/a	1.875%	4/8/2013	4/8/2010	3,000,000		3,000,930
2,000,000	Federal Home Loan Banks	n/a	1.625%	1/7/2013	4/7/2010	2,000,000		2,006,260
3,000,000	FHLMC MTN	n/a	1.875%	5/10/2013	5/10/2010	3,000,000		3,004,620
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		3,015,930
4,000,000	FHLMC MTN	n/a	1.150%	4/26/2013	7/26/2010	4,000,000		4,007,360
4,000,000	FHLMC MTN	n/a	1.150%	9/3/2013	9/3/2010	4,000,000		4,005,320
1,301,243	Money Market	n/a	0.000%	daily	varies	1,301,243	0	1,301,243
US Bank/Piper Jaffray Average Rate=								25,341,663
Average Rate All=								0.800%

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 333 days and does not include Bond Reserve Fund Investments.

81

September 30, 2010

Individual Investments with Fiscal Agent

Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Minimum Reserve Requirement	Interest Sep-10	Market Value
2020	Republic Bank Investment Agreement Federated U.S. Treasury Money Mkt	6.270% 0.010%	11/1/2020 daily	522,375	*	522,562 16,473
2012	AIM U.S. Treasury Money Market	0.200%	daily	265,580	4.78	265,589
2035	US Bank Mmkt 4-Ct	0.000%	daily		1.28	1
2035	US Bank Mmkt 4-Ct	0.200%	daily	188,943	37.38	189,330
2028	U S Treasury Bill	0.870%	7/29/2010	971,763		990,272
	US Bank Mmkt 4-Ct	0.200%	daily		8.96	20,738
	US Bank Mmkt 4-Ct	0.200%	daily		3.68	99
	US Bank Mmkt 4-Ct	0.025%	daily			8
OPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007						
2037	US Bank Mmkt 4-Ct	0.200%	daily		2,023.26	11,913,289
	US Bank Mmkt 4-Ct	0.200%	daily	1,880,751	318.63	1,876,046
	US Bank Mmkt 4-Ct	0.200%	daily		5.39	145
	US Bank Mmkt 4-Ct	0.210%	daily			9
UTTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES						
	US Bank Mmkt 4-Ct	0.200%	daily		0.00	25
	US Bank Mmkt 4-Ct	0.200%	daily		22.52	132,588
	US Bank Mmkt 4-Ct	0.200%	daily		625.41	3,682,517
ISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES						
	US Bank Mmkt 4-Ct	0.200%	daily		0.02	108
	US Bank Mmkt 4-Ct	0.200%	daily		58.21	342,727
	US Bank Mmkt 4-Ct	0.200%	daily	2,310,710	393.34	2,316,074
	US Bank Mmkt 4-Ct	0.200%	daily		711.78	4,191,095
M REVENUE BONDS 2007 SERIES						
	US Bank Mmkt 4-Ct	0.200%	daily		0.03	171
	Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500		3,016,550
	US Bank Mmkt 4-Ct	0.190%	daily		0.01	41
	US Bank Mmkt 4-Ct	0.200%	daily		1,361.17	7,610,440
	Reliance Trust Co C D #7AMCD49F7	0.500%	11/18/2010			8,000,000
Total					5,575.85	45,086,901

Posited into Money Mkt Account