

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.

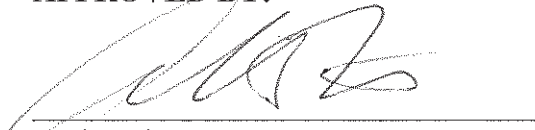
Presented are three months of Investment Reports. January is a first issue, while November and December are included to provide multiple months of statements for comparison.

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

Summary Schedule of Cash and Investments

Operating Funds

Petty Cash

Amount
2,805

Bank Accounts

	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%	<u>3,268</u>

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 Successor Agency Cash Bal	348	
Local Agency Investment Fund: Account #2	0.300%	<u>348</u>

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
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.224%	25,695,259
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Operating Funds Total 68,539,325

Fiscal Agent

US Bank	<u>Amount</u> <u>36,318,056</u>
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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>Bank Accounts</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								
<u>Government Pools</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
<u>Investments-US Bank/Piper Jaffray</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%								
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

1/31/2013

Bond Issue Description	Maturity Date	Investment Description	Current Yield	Bond Reserve	Minimum Reserve Requirement	Interest Jan-13	Market Value
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COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A

2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 5-Ct	0.040%	daily	188,943	6.37	188,057
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COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003

2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	4.61%	7/28/2011	971,763	7,890.89	1,013,599
Surplus Fund		US Bank Mmkt 5-Ct	0.040%	daily			211,269
		US Bank Mmkt 5-Ct	0.000%	daily			8

COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007

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	1,880,751	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

BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES

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

BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES

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	78.29	2,311,046
Project Fund		US Bank Mmkt 5-Ct	0.040%	daily		54.25	1,601,255

BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES

Acquisition & Construction		US Bank Mmkt 5-Ct	0.050%	daily		1.90	19
		US Bank Mmkt 5-Ct	0.040%	daily	2,672,050	90.54	2,672,319
		US Bank Mmkt 5-Ct	0.040%	daily		481.94	14,225,567

Total							9,061.76	36,318,056
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*Paid Semi-Annually-Deposited into Money Mkt Account

Summary Schedule of Cash and Investments

Operating Funds

Petty Cash

Amount
2,805

Bank Accounts

	Interest	
	Rate	Amount
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>

Money Market and Bank Account Sub-Total 5,475,478

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 Successor Agency Cash Bal	348	
Local Agency Investment Fund: Account #2	0.326%	<u>348</u>

Government Pool Sub-Total 34,312,911

Operating Cash Balance **39,791,194**

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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Operating Funds Total **67,273,547**

Fiscal Agent

US Bank

Amount
35,517,221

Fiscal Agent Total **35,517,221**

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	Purchase Date	Discount or (Premium) Amortization	Market Value
<i>Bank Accounts</i>								
15,123	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	15,123	n/a	15,123
5,448,074	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	5,448,074	n/a	5,448,074
4,541	Bank of America-Airport	n/a	0.30%	daily	varies	4,541	n/a	4,541
4,024	Bank of America-Parking Citations	n/a	0.30%	daily	varies	4,024	n/a	4,024
3,716	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,716	n/a	3,716
Sub-total								5,475,478
<i>Government Pools</i>								
34,312,563	L.A.I.F. account #1	n/a	0.326%	daily	varies	34,312,563	n/a	34,312,563
348	L.A.I.F. account #2	n/a	0.326%	daily	varies	348	n/a	348
Sub-total								34,312,911
<i>Investments-US Bank/Piper Jaffray</i>								
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	17,685,269
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

Individual Investments with Fiscal Agent

Bond Issue Description	Maturity Date	Investment Description	Current Yield	Bond Reserve	Minimum Reserve Requirement	Interest Dec-12	Market Value 12/31/2012
TRUSTEE							
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 5-Ct	0.040%	daily	188,943	6.17	188,051
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003							
2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	4.61%	7/28/2011	971,763		978,980
		US Bank Mmkt 5-Ct	0.040%	daily		0.80	34,598
		US Bank Mmkt 5-Ct	0.050%	daily			22
		US Bank Mmkt 5-Ct	0.000%	daily			8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARTY BONDS, SERIES 2007							
Redevelop Fund	2037	US Bank Mmkt 5-Ct	0.040%	daily		273.02	8,327,453
Reserve Fund		US Bank Mmkt 5-Ct	0.040%	daily	1,880,751	61.49	1,875,475
Special Fund		US Bank Mmkt 5-Ct	0.030%	daily			37
Surplus Fund		US Bank Mmkt 5-Ct	0.000%	daily			9
BUA - WASTE WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
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		110.83	3,303,039
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
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	75.77	2,310,967
Project Fund		US Bank Mmkt 5-Ct	0.040%	daily		69.53	1,601,201
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
Acquisition & Construction		US Bank Mmkt 5-Ct	0.060%	daily		16.91	17
		US Bank Mmkt 5-Ct	0.040%	daily	2,672,050	87.63	2,672,228
		US Bank Mmkt 5-Ct	0.040%	daily		473.99	14,225,085
Total							35,517,221

*Paid Semi-Annually-Deposited into Money Mkt Account

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Summary Schedule of Cash and Investments

Operating Funds

Petty Cash

Amount
2,805

Bank Accounts

	Interest	
	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%	<u>5,030</u>

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
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.197%	25,691,626
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Operating Funds Total 66,168,052

Fiscal Agent

US Bank	<u>36,426,795</u>
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Fiscal Agent Total 36,426,795

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City of Banning Investment Report

November 30, 2012

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Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Price	Discount or (Premium) Amortization	Market Value
<u>Bank Accounts</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>Government Pools</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>Investments-US Bank/Piper Jaffray</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
US Bank/Piper Jaffray Average Rate= 0.197%								
25,691,626								
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

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Individual Investments with Fiscal Agent

Bond Issue Description	Maturity Date	Investment Description	Current Yield	Bond Reserve Bond Maturity Date	Minimum Reserve Requirement	Interest Nov-12	11/30/2012 Market Value
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 5-Ct	0.0400%	daily	188,943	6.37	188,044
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003							
2003 CRA Tax Allocation Bonds	2028	US Treasury Bill	4.61%	7/28/2011	971,763	13,271.65	978,912
		US Bank Mmkt 5-Ct	0.040%	daily		0.70	34,597
		US Bank Mmkt 5-Ct	0.050%	daily			22
		US Bank Mmkt 5-Ct	0.000%	daily			8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
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	1,880,751	63.54	1,875,414
Special Fund		US Bank Mmkt 5-Ct	0.030%	daily			37
Surplus Fund		US Bank Mmkt 5-Ct	0.000%	daily			9
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
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
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
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	2,310,710	78.31	2,310,892
Project Fund		US Bank Mmkt 5-Ct	0.040%	daily		142.26	1,601,132
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
Acquisition & Construction		US Bank Mmkt 5-Ct	0.040%	daily			910,264
		US Bank Mmkt 5-Ct	0.040%	daily	2,672,050	90.55	2,672,695
		US Bank Mmkt 5-Ct	0.040%	daily		521.23	14,224,611
Total							36,426,795

*Paid Semi-Annually-Deposited into Money Mkt Account