

CITY COUNCIL AGENDA

Date: January 08, 2013
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for November 2012

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 2012. As of November 30, 2012, the City's operating funds totaled \$66,168,052. Included in operating funds is \$746,745 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of November 30, 2012 approximately 48% 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 0.324% in November. The average rate for all investments in November was 0.264%.

RECOMMENDED BY:

APPROVED BY:



June Overholt
Administrative Services Director/
Deputy City Manager

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%	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>Amount</u> <u>36,426,795</u>
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Fiscal Agent Total 36,426,795

City of Banning Investment Report

November 30, 2012

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>								
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	0.340%	daily	varies	34,312,563	n/a	34,312,563
348	L.A.I.F. account #2	n/a	0.340%	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= 0.264%

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.

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City of Banning Investment Report

November 30, 2012

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Bond Reserve Requirement	Interest Nov-12	Market Value
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	188,044
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							
Interest Account		US Bank Mmkt 5-Ct	0.040%	daily		90.55	910,264
Principal Account		US Bank Mmkt 5-Ct	0.040%	daily	2,672,050	521.23	2,672,695
Reserve Fund		US Bank Mmkt 5-Ct	0.040%	daily			14,224,611
Project Fund		US Bank Mmkt 5-Ct	0.040%	daily			
Acquisition & Construction		US Bank Mmkt 5-Ct	0.040%	daily			
*Paid Semi-Annually-Deposited into Money Mkt Account							14,617.28
Total							36,426,795

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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%	94,804
Wells Fargo Bank-Investment Account	0.100%	3,792,089
Bank of America-Airport	0.300%	16,977
Bank of America-Parking Citations	0.300%	7,838
Bank of America-CNG Station	0.300%	5,990

Money Market and Bank Account Sub-Total 3,917,699

Government Pools

Account #1 Operating Amount		33,566,425
Account #1 CRA Bond Cash Bal.		746,138
Local Agency Investment Fund: Account #1	0.340%	34,312,563
Account #2 Successor Agency Cash Bal		348
Local Agency Investment Fund: Account #2	0.340%	348

Government Pool Sub-Total 34,312,911

Operating Cash Balance 38,233,415

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	611,282
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.197%	25,673,756
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Operating Funds Total 64,518,453

Fiscal Agent

US Bank

Amount
41,442,677

Fiscal Agent Total 41,442,677

City of Banning Investment Report

October 31, 2012

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>								
94,804	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	94,804	n/a	94,804
3,792,089	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	3,792,089	n/a	3,792,089
16,977	Bank of America-Airport	n/a	0.30%	daily	varies	16,977	n/a	16,977
7,838	Bank of America-Parking Citations	n/a	0.30%	daily	varies	7,838	n/a	7,838
5,990	Bank of America-Parking Citations	n/a	0.30%	daily	varies	5,990	n/a	5,990
	Sub-total							3,917,699
<u>Government Pools</u>								
34,312,563	L.A.I.F. account #1	n/a	0.340%	daily	varies	34,312,563	n/a	34,312,563
348	L.A.I.F. account #2	n/a	0.340%	daily	varies	348	n/a	348
	Sub-total							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		3,004,200
3,000,000	Federal Farm Credits Bks	n/a	0.600%	5/22/2015	5/16/2012	3,000,000		3,006,000
2,000,000	FNMA MTN	n/a	0.550%	12/4/2014	6/27/2012	2,000,000		2,002,260
17,661,296	Money Market	n/a	0.020%	daily	varies	17,661,296	0	17,661,296
	US Bank/Piper Jaffray Average Rate=		0.197%					25,673,756

Average Rate All= 0.268%

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 113 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

October 31, 2012

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Minimum Reserve Requirement	Interest Oct-12	10/31/2012 Market Value
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 5-Ct	0.040%	daily	188,943	6.58	188,038
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		984,951
		US Bank Mmkt 5-Ct	0.040%	daily		0.68	20,707
		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		273.00	8,326,898
Reserve Fund		US Bank Mmkt 5-Ct	0.040%	daily	1,880,751	61.48	1,875,350
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	0.040%	daily			196,635
Principal Account		US Bank Mmkt 5-Ct	0.040%	daily		2.30	70,012
		US Bank Mmkt 5-Ct	0.040%	daily		120.97	3,689,664
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		US Bank Mmkt 5-Ct	0.040%	daily		0.00	1,152,554
Principal Account		US Bank Mmkt 5-Ct	0.040%	daily		12.13	370,062
Reserve Fund		US Bank Mmkt 5-Ct	0.040%	daily	2,310,710	75.78	2,311,278
Project Fund		US Bank Mmkt 5-Ct	0.040%	daily		137.67	4,199,230
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
		US Bank Mmkt 5-Ct	0.040%	daily			25
		US Bank Mmkt 5-Ct	0.040%	daily	2,672,050	87.62	2,672,605
Acquisition & Construction		US Bank Mmkt 5-Ct	0.040%	daily		504.39	15,384,593
						Total	41,442,677

*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%	26,741
Wells Fargo Bank-Investment Account	0.100%	4,467,240
Bank of America-Airport	0.300%	4,320
Bank of America-Parking Citations	0.300%	3,134
Bank of America-CNG Station	0.300%	<u>3,418</u>

Money Market and Bank Account Sub-Total 4,504,853

Government Pools

Account #1 Operating Amount	33,498,330		
Account #1 CRA Bond Cash Bal.	783,494		
Local Agency Investment Fund: Account #1	0.348%	34,281,824	
Account #2 Successor Agency Cash Bal	348		
Local Agency Investment Fund: Account #2	0.348%	<u>348</u>	

Government Pool Sub-Total 34,282,172

Operating Cash Balance 38,789,829

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	659,452
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.197%	25,674,584
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Operating Funds Total 65,123,865

Fiscal Agent

US Bank	<u>Amount</u> <u>40,092,174</u>
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Fiscal Agent Total 40,092,174

City of Banning Investment Report

September 30, 2012

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>								
26,741	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	26,741	n/a	26,741
4,467,240	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	4,467,240	n/a	4,467,240
4,320	Bank of America-Airport	n/a	0.30%	daily	varies	4,320	n/a	4,320
3,134	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,134	n/a	3,134
3,418	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,418	n/a	3,418
	Sub-total							4,504,853
<i>Government Pools</i>								
34,281,824	L.A.I.F. account #1	n/a	0.348%	daily	varies	34,281,824	n/a	34,281,824
348	L.A.I.F. account #2	n/a	0.348%	daily	varies	348	n/a	348
	Sub-total							34,282,172
<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		3,004,470
3,000,000	Federal Farm Credits Bks	n/a	0.600%	5/22/2015	5/16/2012	3,000,000		3,006,420
2,000,000	FNMA MTN	n/a	0.550%	12/4/2014	6/27/2012	2,000,000		2,002,620
17,661,074	Money Market	n/a	0.020%	daily	varies	17,661,074	0	17,661,074
	US Bank/Piper Jaffray Average Rate=		0.197%					25,674,584

Average Rate All= 0.271%

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 115 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

September 30, 2012

Individual Investments with Fiscal Agent

Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Minimum Reserve Requirement	Interest Sep-12	9/30/2012		
							Bond Reserve	Market Value	
OVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A									
aks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.040%	daily	188,943	7.59	188,032		
ITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003									
ax Allocation Bonds	2028	U S Treasury Bill	4.61%	7/28/2011	971,763		984,892		
		US Bank Mmkt 4-Ct	0.040%	daily		0.70	20,706		
		US Bank Mmkt 4-Ct	0.050%	daily			22		
		US Bank Mmkt 4-Ct	0.000%	daily			8		
ITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007									
pp Fund	2037	US Bank Mmkt 4-Ct	0.040%	daily		282.09	8,326,625		
Fund		US Bank Mmkt 4-Ct	0.040%	daily	1,880,751	63.53	1,875,289		
Fund		US Bank Mmkt 4-Ct	0.030%	daily			37		
Fund		US Bank Mmkt 4-Ct	0.000%	daily			9		
ITEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES									
ccount		US Bank Mmkt 4-Ct	0.000%	daily			9		
Account		US Bank Mmkt 4-Ct	0.040%	daily		2.37	70,009		
		US Bank Mmkt 4-Ct	0.040%	daily		125.00	3,689,543		
TER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES									
ccount		US Bank Mmkt 4-Ct	0.050%	daily		0.00	19		
Account		US Bank Mmkt 4-Ct	0.040%	daily		12.54	370,050		
und		US Bank Mmkt 4-Ct	0.040%	daily	2,310,710	78.30	2,311,202		
und		US Bank Mmkt 4-Ct	0.040%	daily		142.26	4,199,092		
CTRIC SYSTEM REVENUE BONDS 2007 SERIES									
on & Construction		US Bank Mmkt 4-Ct	0.040%	daily			25		
		US Bank Mmkt 4-Ct	0.040%	daily	2,672,050	90.54	2,672,517		
		US Bank Mmkt 4-Ct	0.040%	daily		521.19	15,384,089		
							Total	40,092,174	

ni-Annually-Deposited into Money Mkt Account