

CITY COUNCIL AGENDA

Date: June 26, 2012
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for May 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 May 2012. As of May 31, 2012, the City's operating funds totaled \$65,273,710. Included in operating funds is \$1,307,380 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of May 31, 2012 approximately 42% 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 0.363% in May. The average rate for all investments in May was 0.333%.

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%	58,502
Wells Fargo Bank-Investment Account	0.100%	1,512,476
Bank of America-Airport	0.300%	5,662
Bank of America-Parking Citations	0.300%	3,539
Bank of America-CNG Station	0.300%	<u>3,537</u>

Money Market and Bank Account Sub-Total 1,583,716

Government Pools

Account #1 Operating Amount	35,742,179.75	
Account #1 CRA Bond Cash Bal.	1,307,380	
Local Agency Investment Fund: Account #1	0.363%	37,049,559
Account #2 Successor Agency Cash Bal	347	
Local Agency Investment Fund: Account #2	0.363%	<u>347</u>

Government Pool Sub-Total 37,049,907

Operating Cash Balance **38,636,428**

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	1,000,240
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.304%	25,637,043
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Operating Funds Total **65,273,710**

Fiscal Agent

US Bank

Amount
41,850,918

Fiscal Agent Total **41,850,918**

66

City of Banning Investment Report

May 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>								
58,502	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	58,502	n/a	58,502
1,512,476	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	1,512,476	n/a	1,512,476
5,662	Bank of America-Airport	n/a	0.30%	daily	varies	5,662	n/a	5,662
3,539	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,539	n/a	3,539
3,537	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,537	n/a	3,537
	Sub-total							1,583,716
<u>Government Pools</u>								
37,049,559	L.A.I.F. account #1	n/a	0.363%	daily	varies	37,049,559	n/a	37,049,559
347	L.A.I.F. account #2	n/a	0.363%	daily	varies	347	n/a	347
	Sub-total							37,049,907
<u>Investments-US Bank/Piper Jaffray</u>								
1,000,000	Federal Home Loan Banks	n/a	1.000%	6/27/2014	6/16/2011	1,000,000		1,000,540
5,000,000	FHLMC MTN	n/a	0.450%	9/6/2013	12/2/2011	5,000,000		5,002,400
3,000,000	FNMA Deb	n/a	0.600%	5/29/2015	5/16/2012	3,000,000		2,995,920
3,000,000	Federal Farm Credits Bks	n/a	0.600%	5/29/2015	5/16/2012	3,000,000		2,996,520
2,000,000	Federal Home Loan Bks	n/a	0.350%	5/22/2015	5/16/2012	2,000,000		1,999,260
11,642,403	Money Market	n/a	0.020%	daily	varies	11,642,403	0	11,642,403
	US Bank/Piper Jaffray Average Rate=		0.304%					25,637,043

Average Rate All= 0.333%

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 23, 2011. 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 186 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

May 31, 2012

Individual Investments with Fiscal Agent

Bond Maturity Date	Bond Issue Description	Investment Description	Current Yield	Bond Reserve Maturity Date	Minimum Reserve Requirement	Interest May-12	Market Value 5/31/2012
2035	2035 Fair Oaks Ranch Estates	US Bank Mmkt 4-Ct	0.040%	daily	188,943	7.15	218,044
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003							
2028	2028 CRA Tax Allocation Bonds	U S Treasury Bill	4.59%	7/28/2011	971,763		977,197
		US Bank Mmkt 4-Ct	0.040%	daily		0.65	19,922
		US Bank Mmkt 4-Ct	0.000%	daily			7
		US Bank Mmkt 4-Ct	0.000%	daily			8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
2037	2037 Redevelop Fund	US Bank Mmkt 4-Ct	0.040%	daily		336.06	8,325,506
		US Bank Mmkt 4-Ct	0.040%	daily	1,880,751	61.49	1,875,425
		US Bank Mmkt 4-Ct	0.060%	daily		0.00	18
		US Bank Mmkt 4-Ct	0.000%	daily			9
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
	Interest Account	US Bank Mmkt 4-Ct	0.000%	daily		3.22	9
	Principal Account	US Bank Mmkt 4-Ct	0.040%	daily			70,000
		US Bank Mmkt 4-Ct	0.040%	daily		120.95	3,689,047
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
	Interest Account	US Bank Mmkt 4-Ct	0.050%	daily		18.89	19
	Principal Account	US Bank Mmkt 4-Ct	0.030%	daily			370,000
	Reserve Fund	US Bank Mmkt 4-Ct	0.040%	daily	2,310,710	79.78	2,310,892
	Project Fund	US Bank Mmkt 4-Ct	0.040%	daily		137.65	4,198,528
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
	Interest Account	US Bank Mmkt 4-Ct	0.040%	daily			1,441,156
	Principal Account	US Bank Mmkt 4-Ct	0.040%	daily	2,672,050	97.48	2,973,111
	Reserve Fund	US Bank Mmkt 4-Ct	0.400%	daily		504.31	15,382,021
	Acquisition & Construction	US Bank Mmkt 4-Ct					
						Total	41,850,918

*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%	132,347
Wells Fargo Bank-Investment Account	0.100%	2,678,158
Bank of America-Airport	0.300%	9,056
Bank of America-Parking Citations	0.300%	8,106
Bank of America-CNG Station	0.300%	<u>5,542</u>

Money Market and Bank Account Sub-Total 2,833,210

Government Pools

Account #1 Operating Amount	34,111,238	
Account #1 CRA Bond Cash Bal.	1,406,900	
Local Agency Investment Fund: Account #1	0.383%	35,518,138

Government Pool Sub-Total 35,518,138

Operating Cash Balance **38,354,153**

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	1,005,395
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.212%	25,636,128
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Operating Funds Total **64,995,675**

Fiscal Agent

US Bank

Amount
43,583,577

Fiscal Agent Total **43,583,577**

69

City of Banning Investment Report

March 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>								
132,347	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	132,347	n/a	132,347
2,678,158	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	2,678,158	n/a	2,678,158
9,056	Bank of America-Airport	n/a	0.30%	daily	varies	9,056	n/a	9,056
8,106	Bank of America-Parking Citations	n/a	0.30%	daily	varies	8,106	n/a	8,106
5,542	Bank of America-Parking Citations	n/a	0.30%	daily	varies	5,542	n/a	5,542
	Sub-total					2,833,210		2,833,210
<u>Government Pools</u>								
35,518,138	L.A.I.F. account #1	n/a	0.383%	daily	varies	35,518,138	n/a	35,518,138
-	L.A.I.F. account #2	n/a	0.383%	daily	varies	-	n/a	-
	Sub-total					35,518,138		35,518,138
<u>Investments-US Bank/Piper Jaffray</u>								
1,000,000	Federal Home Loan Banks	n/a	1.000%	6/27/2014	6/16/2011	1,000,000		1,001,720
5,000,000	FHLMC MTN	n/a	0.450%	9/6/2013	12/2/2011	5,000,000		5,002,000
3,000,000	Federal Farm Bank Credit Bks	n/a	0.620%	5/1/2014	12/2/2011	3,000,000		2,999,310
16,633,098	Money Market	n/a	0.020%	daily	varies	16,633,098	0	16,633,098
	US Bank/Piper Jaffray Average Rate=		0.212%					25,636,128

Average Rate All= 0.302%

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 23, 2011. 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 93 days and does not include Bond Reserve Fund Investments.

70

City of Banning Investment Report

March 31, 2012

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Minimum Reserve Requirement	Interest Mar-12	3/31/2012 Market Value
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.040%	daily	188,943	5.96	218,030
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003							
2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	4.54%	7/28/2011	971,763		984,356
		US Bank Mmkt 4-Ct	0.040%	daily		0.63	19,921
		US Bank Mmkt 4-Ct	0.000%	daily		7.16	7
		US Bank Mmkt 4-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 4-Ct	0.040%	daily		378.21	11,933,621
Reserve Fund		US Bank Mmkt 4-Ct	0.040%	daily	1,880,751	59.43	1,875,300
Special Fund		US Bank Mmkt 4-Ct	0.060%	daily		17.70	18
Surplus Fund		US Bank Mmkt 4-Ct	0.000%	daily			9
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		US Bank Mmkt 4-Ct	0.000%	daily			4
Principal Account		US Bank Mmkt 4-Ct	0.000%	daily			6
		US Bank Mmkt 4-Ct	0.040%	daily		116.91	3,688,801
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		US Bank Mmkt 4-Ct	0.040%	daily			24
Principal Account		US Bank Mmkt 4-Ct	0.030%	daily			30
Reserve Fund		US Bank Mmkt 4-Ct	0.040%	daily	2,310,710	73.25	2,311,272
Project Fund		US Bank Mmkt 4-Ct	0.040%	daily		133.05	4,198,243
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
		US Bank Mmkt 4-Ct	0.050%	daily			19
		US Bank Mmkt 4-Ct	0.040%	daily	2,672,050	94.22	2,972,912
Acquisition & Construction		US Bank Mmkt 4-Ct	0.400%	daily		487.47	15,380,995
Total						1,373.99	43,583,577

*Paid Semi-Annually-Deposited into Money Mkt Account

Summary Schedule of Cash and Investments

<u>Operating Funds</u>		<u>Amount</u>
<i>Petty Cash</i>		2,805
		Interest
	Rate	Amount
<i>Bank Accounts</i>		
Wells Fargo Bank	0.000%	17,748
Wells Fargo Bank-Investment Account	0.100%	5,556,817
Bank of America-Airport	0.300%	5,782
Bank of America-Parking Citations	0.300%	3,241
Bank of America-CNG Station	0.300%	3,363
<i>Money Market and Bank Account Sub-Total</i>		5,586,952
 <i>Government Pools</i>		
Account #1 Operating Amount	33,172,887.63	
Account #1 CRA Bond Cash Bal.	1,376,672	
Local Agency Investment Fund: Account #1	0.367%	34,549,559
Account #2 Operating Amount		
Account #2 Successor Agency Bond Cash Bal	347	
Local Agency Investment Fund: Account #2	0.367%	347
<i>Government Pool Sub-Total</i>		34,549,907
Operating Cash Balance		40,139,664
 <i>Restricted Operating Funds at Riverside Public Utilities</i>		
Highmark U.S. Government Money Market Fund	0.000%	1,167,955
 <i>Other Investments</i>		
Investments-US Bank/Piper Jaffray - See Page 2	0.142%	25,645,753
Operating Funds Total		<u>66,953,372</u>

Fiscal Agent

	<u>Amount</u>
US Bank	41,321,843
Fiscal Agent Total	<u>41,321,843</u>

72

City of Banning Investment Report

April 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>								
17,748	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	17,748	n/a	17,748
5,556,817	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	5,556,817	n/a	5,556,817
5,782	Bank of America-Airport	n/a	0.30%	daily	varies	5,782	n/a	5,782
3,241	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,241	n/a	3,241
3,363	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,363	n/a	3,363
	Sub-total							5,586,952
<u>Government Pools</u>								
34,549,559	L.A.I.F. account #1	n/a	0.367%	daily	varies	34,549,559	n/a	34,549,559
347	L.A.I.F. account #2	n/a	0.367%	daily	varies	347	n/a	347
	Sub-total							34,549,907
<u>Investments-US Bank/Piper Jaffray</u>								
1,000,000	Federal Home Loan Banks	n/a	1.000%	6/27/2014	6/16/2011	1,000,000		1,001,130
5,000,000	FHLMC MTN	n/a	0.450%	9/6/2013	12/2/2011	5,000,000		5,002,450
19,642,173	Money Market	n/a	0.020%	daily	varies	19,642,173	0	19,642,173
	US Bank/Piper Jaffray Average Rate=		0.142%					25,645,753

Average Rate All= 0.257%

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 23, 2011. 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 52 days and does not include Bond Reserve Fund Investments.

73

City of Banning Investment Report

April 30, 2012

Individual Investments with Fiscal Agent

Bond Maturity Date	Bond Description	Investment Description	Current Yield	Bond Reserve	Bond Maturity Date	Minimum Reserve Requirement	Interest Apr-12	Market Value 4/30/2012	
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A									
2035	US Bank Mmkt 4-Ct		0.040%	188,943	daily	188,943	5.96	218,037	
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003									
2028	US Treasury Bill		4.57%	971,763	7/28/2011	971,763		980,913	
	US Bank Mmkt 4-Ct		0.040%		daily		0.67	19,922	
	US Bank Mmkt 4-Ct		0.000%		daily		7.16	7	
	US Bank Mmkt 4-Ct		0.000%		daily			8	
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007									
2037	US Bank Mmkt 4-Ct		0.040%		daily		404.31	8,325,170	
	US Bank Mmkt 4-Ct		0.040%	1,880,751	daily	1,880,751	63.53	1,875,364	
	US Bank Mmkt 4-Ct		0.060%		daily		0.00	18	
	US Bank Mmkt 4-Ct		0.000%		daily			9	
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES									
	US Bank Mmkt 4-Ct		0.040%		daily			196,640	
	US Bank Mmkt 4-Ct		0.000%		daily			6	
	US Bank Mmkt 4-Ct		0.040%		daily		124.98	3,688,926	
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES									
	US Bank Mmkt 4-Ct		0.040%		daily			1,152,504	
	US Bank Mmkt 4-Ct		0.030%		daily			30	
	US Bank Mmkt 4-Ct		0.040%	2,310,710	daily	2,310,710	78.31	2,311,350	
	US Bank Mmkt 4-Ct		0.040%		daily		142.24	4,198,390	
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES									
	US Bank Mmkt 4-Ct		0.050%		daily			19	
	US Bank Mmkt 4-Ct		0.040%	2,672,050	daily	2,672,050	100.72	2,973,013	
	US Bank Mmkt 4-Ct		0.400%		daily		521.10	15,381,517	
*Paid Semi-Annually-Deposited into Money Mkt Account							Total	1,448.98	41,321,843

74