

CITY COUNCIL AGENDA

Date: June 26, 2012
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for April 2012

RECOMMENDATION: "The City Council receive and place these required monthly *Reports of Investments* on file."

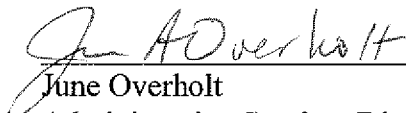
JUSTIFICATION: State law requires that a monthly report of investments be submitted to the Chief Executive Officer and the Legislative Body.

BACKGROUND: This report includes investments on hand at the end of April 2012. As of April 30, 2012, the City's operating funds totaled \$66,953,372. Included in operating funds is \$1,376,672 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of April 30, 2012 approximately 47% of the City's unrestricted cash balances were invested in investments other than LAIF.

Presented are three months of Investment Reports. April is a first issue, while February and March 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 0.367% in April. The average rate for all investments in April was 0.257%.

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%	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%	<u>3,363</u>

Money Market and Bank Account Sub-Total 5,586,952

Government Pools

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 Successor Agency Cash Bal	347	
Local Agency Investment Fund: Account #2	0.367%	<u>347</u>

Government Pool Sub-Total 34,549,907

Operating Cash Balance **40,139,664**

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	1,167,955
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.142%	25,645,753
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Operating Funds Total **66,953,372**

Fiscal Agent

US Bank

Amount
41,321,843

Fiscal Agent Total **41,321,843**

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City of Banning Investment Report

April 30, 2012

Individual Investments with Fiscal Agent

Bond Issue Description	Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Bond Reserve	Minimum Reserve Requirement	Interest Apr-12	4/30/2012 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	218,037	
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003									
2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	4.57%	7/28/2011	971,763		0.67	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	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			404.31	8,325,170	
Reserve Fund		US Bank Mmkt 4-Ct	0.040%	daily	1,880,751		63.53	1,875,364	
Special Fund		US Bank Mmkt 4-Ct	0.060%	daily			0.00	18	
Surplus Fund		US Bank Mmkt 4-Ct	0.000%	daily			9	9	
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES									
Interest Account		US Bank Mmkt 4-Ct	0.040%	daily				196,640	
Principal Account		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									
Interest Account		US Bank Mmkt 4-Ct	0.040%	daily				1,152,504	
Principal Account		US Bank Mmkt 4-Ct	0.030%	daily			-	30	
Reserve Fund		US Bank Mmkt 4-Ct	0.040%	daily	2,310,710		78.31	2,311,350	
Project Fund		US Bank Mmkt 4-Ct	0.040%	daily			142.24	4,198,390	
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES									
Interest Account		US Bank Mmkt 4-Ct	0.050%	daily				19	
Principal Account		US Bank Mmkt 4-Ct	0.040%	daily	2,672,050		100.72	2,973,013	
Reserve Fund		US Bank Mmkt 4-Ct	0.400%	daily			521.10	15,381,517	
Acquisition & Construction									
*Paid Semi-Annually-Deposited into Money Mkt Account							Total	1,448.98	41,321,843

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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%	69,338
Wells Fargo Bank-Investment Account	0.100%	3,170,135
Bank of America-Airport	0.300%	3,069
Bank of America-Parking Citations	0.300%	3,735
Bank of America-CNG Station	0.300%	<u>3,084</u>

Money Market and Bank Account Sub-Total 3,249,361

Government Pools

Account #1 Operating Amount	34,036,237	
Account #1 CRA Bond Cash Bal.	1,481,901	
Local Agency Investment Fund: Account #1	0.389%	35,518,138

Government Pool Sub-Total 35,518,138

Operating Cash Balance 38,770,304

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	1,080,108
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.446%	25,604,391
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Operating Funds Total 65,454,803

Fiscal Agent

US Bank

Amount
43,555,922

Fiscal Agent Total 43,555,922

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City of Banning Investment Report

February 29, 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>								
69,338	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	69,338	n/a	69,338
3,170,135	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	3,170,135	n/a	3,170,135
3,069	Bank of America-Airport	n/a	0.30%	daily	varies	3,069	n/a	3,069
3,735	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,735	n/a	3,735
3,084	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,084	n/a	3,084
	Sub-total							3,249,361
<i>Government Pools</i>								
35,518,138	L.A.I.F. account #1	n/a	0.389%	daily	varies	35,518,138	n/a	35,518,138
-	L.A.I.F. account #2	n/a	0.389%	daily	varies	-	n/a	-
	Sub-total							35,518,138
<i>Investments-US Bank/Piper Jaffray</i>								
1,000,000	Federal Home Loan Banks	n/a	1.000%	6/27/2014	6/16/2011	1,000,000		1,002,240
5,000,000	FHLMC MTN	n/a	0.500%	9/6/2013	12/2/2011	5,000,000		5,000,150
5,000,000	FHLMC MTN	n/a	0.450%	9/6/2013	12/2/2011	5,000,000		5,001,550
3,000,000	Federal Farm Bank Credit Bks	n/a	0.620%	5/1/2014	12/2/2011	3,000,000		3,000,120
5,500,000	Federal Farm Bank Credit Bks	n/a	0.690%	6/12/2014	12/28/2011	5,500,000		5,500,495
6,099,836	Money Market	n/a	0.000%	daily	varies	6,099,836	0	6,099,836
	US Bank/Piper Jaffray Average Rate=		0.446%					25,604,391

Average Rate All= 0.397%

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 212 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

February 29, 2012

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Bond Reserve Requirement	Interest Feb-12	Market Value 2/29/2012
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.040%	daily	188,943	6.37	188,065
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		988,148
		US Bank Mmkt 4-Ct	0.040%	daily		16,750.09	19,920
		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		404.28	11,933,243
Reserve Fund		US Bank Mmkt 4-Ct	0.040%	daily	1,880,751	63.55	1,875,241
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		124.97	3,688,684
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	78.30	2,311,199
Project Fund		US Bank Mmkt 4-Ct	0.040%	daily		142.23	4,197,973
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
Acquisition & Construction		US Bank Mmkt 4-Ct	0.050%	daily		19.15	19
		US Bank Mmkt 4-Ct	0.040%	daily	2,672,050	100.71	2,972,817
		US Bank Mmkt 4-Ct	0.400%	daily		521.07	15,380,508
Total						18,235.58	43,555,922

*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

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								
<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								
<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%								
Average Rate All= 0.302%								
Sub-total								
25,636,128								

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.

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	Bond Reserve	Minimum Reserve Requirement	Interest Mar-12	Market Value 3/31/2012	
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									
Acquisition & Construction		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	
		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