

CITY COUNCIL AGENDA

Date: May 8, 2012
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for March 2012

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

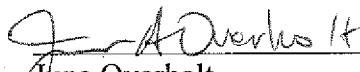
JUSTIFICATION: State law requires that a monthly report of investments be submitted to the Chief Executive Officer and the Legislative Body.

BACKGROUND: This report includes investments on hand at the end of March 2012. As of March 31, 2012, the City's operating funds totaled \$65,234,280. Included in operating funds is \$1,406,900 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of March 31, 2012 approximately 44% of the City's unrestricted cash balances were invested in investments other than LAIF.

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

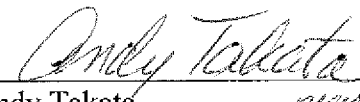
FISCAL DATA: The latest reports from the State indicate that the average interest achieved by the Local Agency Investment Fund (LAIF) decreased to 0.383% in March. The average rate for all investments in March was 0.302%.

RECOMMENDED BY:



June Overholt
Administrative Services Director/
Deputy City Manager

APPROVED BY:



Andy Takata
City Manager

Summary Schedule of Cash and Investments

<u>Operating Funds</u>		<u>Amount</u>
<i>Petty Cash</i>		2,305
		Interest
	<u>Rate</u>	<u>Amount</u>
<i>Bank Accounts</i>		
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%	5,542
<i>Money Market and Bank Account Sub-Total</i>		2,833,210
 <i>Government Pools</i>		
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
<i>Government Pool Sub-Total</i>		<u>35,518,138</u>
Operating Cash Balance		38,353,653
 <i>Restricted Operating Funds at Riverside Public Utilities</i>		
Highmark U.S. Government Money Market Fund	0.000%	1,244,500
 <i>Other Investments</i>		
Investments-US Bank/Piper Jaffray - See Page 2	0.212%	25,636,128
 <i>Operating Funds Total</i>		 <u><u>65,234,280</u></u>

Fiscal Agent

	<u>Amount</u>
US Bank	<u>43,583,577</u>
<i>Fiscal Agent Total</i>	<u><u>43,583,577</u></u>

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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	Discount or (Premium) Amortization	Market Value
<i>Bank Accounts</i>								
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								
<i>Government Pools</i>								
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	-
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		1,001,720
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%

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.

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City of Banning Investment Report

March 31, 2012

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Reserve 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		
		US Bank Mmkt 4-Ct	0.040%	daily		0.63	984,356
		US Bank Mmkt 4-Ct	0.000%	daily		7.16	19,921
		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							
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	43,583,577

*Paid Semi-Annually-Deposited into Money Mkt Account

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Summary Schedule of Cash and Investments

<u>Operating Funds</u>		<u>Amount</u>
<u>Petty Cash</u>		2,305
<u>Bank Accounts</u>		
	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%	3,084
<i>Money Market and Bank Account Sub-Total</i>		3,249,361
<u>Government Pools</u>		
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
<i>Government Pool Sub-Total</i>		35,518,138
Operating Cash Balance		38,769,804
<u>Restricted Operating Funds at Riverside Public Utilities</u>		
Highmark U.S. Government Money Market Fund	0.000%	1,080,108
<u>Other Investments</u>		
Investments-US Bank/Piper Jaffray - See Page 2	0.446%	25,604,391
<i>Operating Funds Total</i>		<u>65,454,303</u>

Fiscal Agent

	<u>Amount</u>
US Bank	43,555,922
<i>Fiscal Agent Total</i>	<u>43,555,922</u>

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 Price	Discount or (Premium) Amortization	Market Value
<u>Bank Accounts</u>								
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
<u>Government Pools</u>								
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
<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		1,002,240
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
Sub-total								
								25,604,391
<u>US Bank/Piper Jaffray Average Rate=</u>								
			0.446%					

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.

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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	Minimum Reserve Requirement	Interest Feb-12	2/29/2012 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	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							
		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
Acquisition & Construction		US Bank Mmkt 4-Ct	0.400%	daily		521.07	15,380,508
*Paid Semi-Annually-Deposited into Money Mkt Account						Total	43,555,922

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Summary Schedule of Cash and Investments

Operating Funds

		<u>Amount</u>
<u>Petty Cash</u>		2,305
<u>Bank Accounts</u>	Interest Rate Amount	
Wells Fargo Bank	0.000% 70,869	
Wells Fargo Bank-Investment Account	0.100% 4,602,220	
Bank of America-Airport	0.300% 7,917	
Bank of America-Parking Citations	0.300% 4,094	
Bank of America-CNG Station	0.300% 6,012	
	<u>Money Market and Bank Account Sub-Total</u>	4,691,111
<u>Government Pools</u>		
Account #1 Operating Amount	31,011,337	
Account #1 CRA Bond Cash Bal.	1,506,801	
Local Agency Investment Fund: Account #1	0.385% 32,518,138	
Account #2 Operating Amount		
Account #2 CRA Bond Cash Bal	0	
Local Agency Investment Fund: Account #2	0.385% -	
	<u>Government Pool Sub-Total</u>	32,518,138
	Operating Cash Balance	37,211,554
<u>Restricted Operating Funds at Riverside Public Utilities</u>		
Highmark U.S. Government Money Market Fund	0.000%	1,800,128
<u>Other Investments</u>		
Investments-US Bank/Piper Jaffray - See Page 2	0.446%	25,605,961
	<u>Operating Funds Total</u>	<u>64,617,644</u>

Fiscal Agent

	<u>Amount</u>
US Bank	44,402,661
	<u>Fiscal Agent Total</u>
	<u>44,402,661</u>

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City of Banning Investment Report

January 31, 2012

Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Price	Discount or (Premium) Amortization	Market Value
<i>Bank Accounts</i>								
70,869	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	70,869	n/a	70,869
4,602,220	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	4,602,220	n/a	4,602,220
7,917	Bank of America-Airport	n/a	0.30%	daily	varies	7,917	n/a	7,917
4,094	Bank of America-Parking Citations	n/a	0.30%	daily	varies	4,094	n/a	4,094
6,012	Bank of America-Parking Citations	n/a	0.30%	daily	varies	6,012	n/a	6,012
	Sub-total							4,691,111
<i>Government Pools</i>								
32,518,138	L.A.I.F. account #1	n/a	0.385%	daily	varies	32,518,138	n/a	32,518,138
-	L.A.I.F. account #2	n/a	0.385%	daily	varies	-	n/a	-
	Sub-total							32,518,138
<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		1,002,760
5,000,000	FHLMC MTN	n/a	0.500%	9/6/2013	12/2/2011	5,000,000		4,998,050
5,000,000	FHLMC MTN	n/a	0.450%	9/6/2013	12/2/2011	5,000,000		5,002,800
3,000,000	Federal Farm Bank Credit Bks	n/a	0.620%	5/1/2014	12/2/2011	3,000,000		3,000,150
5,500,000	Federal Farm Bank Credit Bks	n/a	0.690%	6/12/2014	12/28/2011	5,500,000		5,502,365
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%					25,605,961

Average Rate All= 0.388%

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 226 days and does not include Bond Reserve Fund Investments.

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City of Banning Investment Report

January, 2012

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Bond Reserve Requirement	Interest Jan-12	Market Value 1/31/2012
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A							
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.050%	daily	188,943	7.73	188,065
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003							
2003 CRA Tax Allocation Bonds	2028	U S Treasury Bill	0.00%	7/28/2011	971,763	4,318.13	
		US Bank Mmkt 4-Ct	0.050%	daily		0.90	1,013,156
		US Bank Mmkt 4-Ct	0.050%	daily			242,761
		US Bank Mmkt 4-Ct	0.000%	daily			8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
2007 Redevelop Fund		US Bank Mmkt 4-Ct	0.050%	daily		490.37	11,932,838
2007 Reserve Fund		US Bank Mmkt 4-Ct	0.050%	daily	1,880,751	77.08	1,875,647
2007 Special Fund		US Bank Mmkt 4-Ct	0.050%	daily			599,738
2007 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	0.050%	daily		151.58	3,688,559
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	0.050%	daily	2,310,710	94.97	2,311,121
Project Fund		US Bank Mmkt 4-Ct	0.050%	daily		172.51	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	0.050%	daily	2,672,050	122.16	2,972,716
		US Bank Mmkt 4-Ct	0.500%	daily		632.03	15,379,987
Total						6,086.61	44,402,661

*Paid Semi-Annually-Deposited into Money Mkt Account

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