

CITY COUNCIL AGENDA

Date: March 27, 2012
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for January 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 January 2012. As of January 31, 2012, the City's operating funds totaled \$64,617,644. Included in operating funds is \$1,506,801 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of January 31, 2012 approximately 49% 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) increased to 0.385% in January. The average rate for all investments in January was 0.388%.

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
2,305

Bank Accounts

	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%	<u>6,012</u>

Money Market and Bank Account Sub-Total 4,691,111

Government Pools

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>-</u>

Government Pool Sub-Total 32,518,138

Operating Cash Balance

37,211,554

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.000%	1,800,128
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.446%	25,605,961
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Operating Funds Total

64,617,644

Fiscal Agent

US Bank

Amount
44,402,661

Fiscal Agent Total

44,402,661

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
<u>Bank Accounts</u>								
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
<u>Government Pools</u>								
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
<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		1,002,760
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 Reserve Maturity Date	Minimum Reserve Requirement	Interest Jan-12	1/31/2012 Market Value	
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A								
2005 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.0500%	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	0.000%	7/28/2011	971,763	4,318.13	1,013,156	
		US Bank Mmkt 4-Ct	0.0500%	daily		0.90	242,761	
		US Bank Mmkt 4-Ct	0.0500%	daily			8	
		US Bank Mmkt 4-Ct	0.0000%	daily				
Surplus Fund								
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007								
Redevelop Fund	2037	US Bank Mmkt 4-Ct	0.0500%	daily		490.37	11,932,838	
Reserve Fund		US Bank Mmkt 4-Ct	0.0500%	daily	1,880,751	77.08	1,875,647	
Special Fund		US Bank Mmkt 4-Ct	0.0500%	daily			599,738	
Surplus Fund		US Bank Mmkt 4-Ct	0.0000%	daily			9	
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES								
Interest Account		US Bank Mmkt 4-Ct	0.0000%	daily			4	
Principal Account		US Bank Mmkt 4-Ct	0.0000%	daily			6	
		US Bank Mmkt 4-Ct	0.0500%	daily		151.58	3,688,559	
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES								
Interest Account		US Bank Mmkt 4-Ct	0.0400%	daily			24	
Principal Account		US Bank Mmkt 4-Ct	0.0300%	daily			30	
Reserve Fund		US Bank Mmkt 4-Ct	0.0500%	daily	2,310,710	94.97	2,311,121	
Project Fund		US Bank Mmkt 4-Ct	0.0500%	daily		172.51	4,197,973	
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES								
Acquisition & Construction		US Bank Mmkt 4-Ct	0.0500%	daily		19.15	19	
		US Bank Mmkt 4-Ct	0.0500%	daily	2,672,050	122.16	2,972,716	
		US Bank Mmkt 4-Ct	0.5000%	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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Summary Schedule of Cash and Investments

Operating Funds		<u>Amount</u>
<i>Petty Cash</i>		2,305
<i>Bank Accounts</i>		
	Interest	
	Rate Amount	
Wells Fargo Bank	0.000%	4,620
Wells Fargo Bank-Investment Account	0.100%	2,947,287
Bank of America-Airport	0.300%	4,666
Bank of America-Parking Citations	0.300%	3,244
Bank of America-CNG Station	0.300%	<u>3,726</u>
<i>Money Market and Bank Account Sub-Total</i>		2,963,544
<i>Government Pools</i>		
Account #1 Operating Amount	31,216,326.48	
Account #1 CRA Bond Cash Bal.	297,412	
Local Agency Investment Fund: Account #1	0.382%	31,513,738
Account #2 Operating Amount		
Account #2 CRA Bond Cash Bal.	1,272,335	
Local Agency Investment Fund: Account #2	0.382%	<u>1,272,335</u>
<i>Government Pool Sub-Total</i>		<u>32,786,074</u>
Operating Cash Balance		35,751,923
<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	0.623%	25,586,516
 <i>Operating Funds Total</i>		 <u><u>62,582,938</u></u>

Fiscal Agent		<u>Amount</u>
US Bank		<u>43,554,793</u>
<i>Fiscal Agent Total</i>		<u><u>43,554,793</u></u>

City of Banning Investment Report
Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase 40,695	Discount or (Premium) Amortization	Market Value
<u>Bank Accounts</u>								
4,620	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	4,620	n/a	4,620
2,947,287	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	2,947,287	n/a	2,947,287
4,666	Bank of America-Airport	n/a	0.30%	daily	varies	4,666	n/a	4,666
3,244	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,244	n/a	3,244
3,726	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,726	n/a	3,726
Sub-total								
								2,963,544
<u>Government Pools</u>								
31,513,738	L.A.I.F. account #1	n/a	0.382%	daily	varies	31,513,738	n/a	31,513,738
1,272,335	L.A.I.F. account #2	n/a	0.382%	daily	varies	1,272,335	n/a	1,272,335
Sub-total								
								32,786,074
<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		1,002,900
2,000,000	Federal Home Loan Banks	n/a	1.125%	6/30/2014	6/16/2011	2,000,000		2,000,120
2,000,000	FHLMC MTN	n/a	0.650%	7/18/2013	7/18/2011	2,000,000		2,000,260
1,000,000	FHLMC MTN	n/a	1.000%	4/11/2014	7/11/2011	1,000,000		1,000,110
5,000,000	FHLMC MTN	n/a	0.500%	9/6/2013	12/2/2011	5,000,000		4,994,050
5,000,000	FHLMC MTN	n/a	0.450%	9/6/2013	12/2/2011	5,000,000		4,999,150
3,000,000	Federal Farm Bank Credit Bks	n/a	0.620%	5/1/2014	12/2/2011	3,000,000		3,000,840
5,500,000	Federal Farm Bank Credit Bks	n/a	0.690%	6/12/2014	12/28/2011	5,500,000		5,498,625
1,090,461	Money Market	n/a	0.000%	daily	varies	1,090,461	0	1,090,461
US Bank/Piper Jaffray Average Rate= 0.623%								
Sub-total 25,586,516								

Average Rate All= 0.469%

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 305 days and does not include Bond Reserve Fund Investments.

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City of Banning Investment Report

December 31, 2011

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Investment Description	Current Yield	Bond Reserve Bond Maturity Date	Minimum Reserve Requirement	Interest Dec-11	12/31/2011 Market Value	
COB IMPROVEMENT DISTRICT LIMITED OBLIGATION BONDS SERIES 2005A								
2035 Fair Oaks Ranch Estates	2035	US Bank Mmkt 4-Ct	0.050%	daily	188,943	7.73	188,057	
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003								
2028 CRA Tax Allocation Bonds	2028	U S Treasury Bill	0.75%	7/28/2011	971,763	0.00	987,622	
		US Bank Mmkt 4-Ct	0.050%	daily		0.84	21,837	
		US Bank Mmkt 4-Ct	0.030%	daily			29	
		US Bank Mmkt 4-Ct	0.000%	daily			8	
Surplus Fund								
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007								
2037 Redevelop Fund	2037	US Bank Mmkt 4-Ct	0.050%	daily		490.35	11,932,348	
Reserve Fund		US Bank Mmkt 4-Ct	0.050%	daily	1,880,751	77.07	1,875,570	
Special Fund		US Bank Mmkt 4-Ct	0.040%	daily			47	
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		151.57	3,688,408	
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	0.050%	daily			30	
Reserve Fund		US Bank Mmkt 4-Ct	0.050%	daily	2,310,710	94.97	2,311,026	
Project Fund		US Bank Mmkt 4-Ct	0.050%	daily		172.51	4,197,800	
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		55.14	2,972,594	
		US Bank Mmkt 4-Ct	0.050%	daily		632.00	15,379,355	
Total							1,701.33	43,554,793

*Paid Semi-Annually-Deposited into Money Mkt Account

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%	42,179	
Wells Fargo Bank-Investment Account	0.100%	2,868,834	
Bank of America-Airport	0.300%	15,891	
Bank of America-Parking Citations	0.300%	3,875	
Bank of America-CNG Station	0.300%	<u>5,879</u>	
			2,936,658
<i>Money Market and Bank Account Sub-Total</i>			2,936,658
<u>Government Pools</u>			
Local Agency Investment Fund: Account #1	0.401%	31,513,738	
Account #2 Operating Amount		404,740	
Account #2 CRA Bond Cash Bal		1,567,596	
Local Agency Investment Fund: Account #2	0.401%	<u>1,972,335</u>	
			<u>33,486,074</u>
<i>Government Pool Sub-Total</i>			<u>33,486,074</u>
Operating Cash Balance			36,425,037
<u>Restricted Operating Funds at Riverside Public Utilities</u>			
Highmark U.S. Government Money Market Fund	0.000%		1,206,019
<u>Other Investments</u>			
Investments-US Bank/Piper Jaffray - See Page 2	0.240%		25,589,800
Operating Funds Total			<u>63,220,856</u>

Fiscal Agent

	<u>Amount</u>
US Bank	<u>44,480,980</u>
Fiscal Agent Total	<u>44,480,980</u>

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>								
42,179	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	42,179	n/a	42,179
2,868,834	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	2,868,834	n/a	2,868,834
15,891	Bank of America-Airport	n/a	0.30%	daily	varies	15,891	n/a	15,891
3,875	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,875	n/a	3,875
5,879	Bank of America-Parking Citations	n/a	0.30%	daily	varies	5,879	n/a	5,879
Sub-total								
2,936,658								
<i>Government Pools</i>								
31,513,738	L.A.I.F. account #1	n/a	0.401%	daily	varies	31,513,738	n/a	31,513,738
1,972,335	L.A.I.F. account #2	n/a	0.401%	daily	varies	1,972,335	n/a	1,972,335
33,486,074								
<i>Investments-US Bank/Piper Jaffray</i>								
1,000,000	FHLMC MTN	n/a	0.600%	6/28/2013	6/16/2011	1,000,000		1,000,140
1,000,000	Federal Home Loan Banks	n/a	1.000%	6/27/2014	6/16/2011	1,000,000		1,003,310
2,000,000	Federal Home Loan Banks	n/a	1.125%	6/30/2014	6/16/2011	2,000,000		2,000,860
2,000,000	FHLMC MTN	n/a	0.650%	7/18/2013	7/18/2011	2,000,000		2,000,780
1,000,000	FHLMC MTN	n/a	1.000%	4/11/2014	7/11/2011	1,000,000		1,000,550
18,584,160	Money Market	n/a	0.000%	daily	varies	18,584,160	0	18,584,160
US Bank/Piper Jaffray Average Rate= 0.240%								
25,589,800								

Average Rate All= 0.320%

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 91 days and does not include Bond Reserve Fund Investments.

City of Banning Investment Report

November 30, 2011

Individual Investments with Fiscal Agent

Bond Maturity Date	Investment Description	Current Yield	Bond Maturity Date	Minimum Reserve Requirement	Interest Nov-11	Market Value 11/30/2011
RICT LIMITED OBLIGATION BONDS SERIES 2005A						
2035	US Bank Mmkt 4-Ct	0.050%	daily	188,943	7.99	188,049
EMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION, SERIES 2003						
2028	U S Treasury Bill	0.75%	7/28/2011	971,763	3,682.50	988,392
	US Bank Mmkt 4-Ct	0.050%	daily		0.86	21,836
	US Bank Mmkt 4-Ct	0.030%	daily			29
	US Bank Mmkt 4-Ct	0.000%	daily			8
EMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007						
2037	US Bank Mmkt 4-Ct	0.050%	daily		506.67	11,931,858
	US Bank Mmkt 4-Ct	0.050%	daily	1,880,751	79.64	1,875,493
	US Bank Mmkt 4-Ct	0.040%	daily			47
	US Bank Mmkt 4-Ct	0.000%	daily			9
ERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES						
	US Bank Mmkt 4-Ct	0.000%	daily		4.04	4
	US Bank Mmkt 4-Ct	0.000%	daily		2.87	6
	US Bank Mmkt 4-Ct	0.050%	daily		156.62	3,688,256
E REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES						
	US Bank Mmkt 4-Ct	0.040%	daily		23.71	24
	US Bank Mmkt 4-Ct	0.050%	daily		15.19	30
	US Bank Mmkt 4-Ct	0.050%	daily	2,310,710	98.16	2,310,931
	US Bank Mmkt 4-Ct	0.050%	daily		178.25	4,197,628
REVENUE BONDS 2007 SERIES						
	US Bank Mmkt 4-Ct	0.050%	daily			873,547
	Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500	41,032.69	3,026,111
	US Bank Mmkt 4-Ct	0.050%	daily		653.04	15,378,723
sitied into Money Mkt Account						Total
						46,442.23
						44,480,980