

CITY COUNCIL AGENDA

Date: December 13, 2011
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for September 2011

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

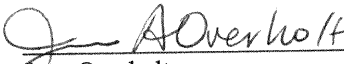
JUSTIFICATION: State law requires that a monthly report of investments be submitted to the Chief Executive Officer and the Legislative Body.

BACKGROUND: This report includes investments on hand at the end of September 2011. As of September 30, 2011, the City's operating funds totaled \$63,612,027. Included in operating funds is \$1,567,340 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of September 30, 2011 approximately 47% of the City's unrestricted cash balances were invested in investments other than LAIF.

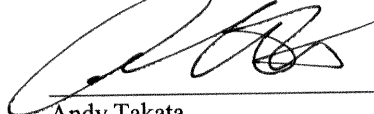
Presented are three months of Investment Reports. September is a first issue, while July and August are included to provide multiple months of statements for comparison.

FISCAL DATA: The latest reports from the State indicate that the average interest achieved by the Local Agency Investment Fund (LAIF) decreased to 0.378 % in September. The average rate for all investments in September was 0.307%.

RECOMMENDED BY:


June Overholt
Administrative Services Director/
Deputy City Manager

APPROVED BY:


Andy Takata
City Manager

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Summary Schedule of Cash and Investments

Operating Funds

Petty Cash

Amount
2,305

Bank Accounts

	Interest Rate	Amount	
Wells Fargo Bank	0.000%	126,446	
Wells Fargo Bank-Investment Account	0.100%	2,239,511	
Bank of America-Airport	0.300%	21,211	
Bank of America-Parking Citations	0.300%	3,054	
Bank of America-CNG Station	0.300%	<u>3,358</u>	
<i>Money Market and Bank Account Sub-Total</i>			2,393,581

Government Pools

Local Agency Investment Fund: Account #1	0.381%	31,483,553	
Account #2 Operating Amount		751,554	
Account #2 CRA Bond Cash Bal		1,718,414	
Local Agency Investment Fund: Account #2	0.381%	<u>2,469,967</u>	
<i>Government Pool Sub-Total</i>			<u>33,953,520</u>

Operating Cash Balance

36,349,406

Restricted Operating Funds at Riverside Public Utilities

Highmark U.S. Government Money Market Fund	0.010%		926,722
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Other Investments

Investments-US Bank/Piper Jaffray - See Page 2	0.680%		25,532,973
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Operating Funds Total

62,809,101

Fiscal Agent

US Bank		<u>Amount</u>	
		<u>46,135,794</u>	
<i>Fiscal Agent Total</i>			<u>46,135,794</u>

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City of Banning Investment Report

Operational Portfolio Individual Investments

Par Value	Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase	40,695 Amortization	Discount or (Premium)	7/31/2011 Market Value
<u>Bank Accounts</u>									
126,446	Wells Fargo Bank-Operating	n/a	0.00%	daily	varies	126,446		n/a	126,446
2,239,511	Wells Fargo Bank-Investment Acct	n/a	0.10%	daily	varies	2,239,511		n/a	2,239,511
21,211	Bank of America-Airport	n/a	0.30%	daily	varies	21,211		n/a	21,211
3,054	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,054		n/a	3,054
3,358	Bank of America-Parking Citations	n/a	0.30%	daily	varies	3,358		n/a	3,358
	Sub-total								2,393,581
<u>Government Pools</u>									
31,483,553	L.A.I.F. account #1	n/a	0.381%	daily	varies	31,483,553		n/a	31,483,553
2,469,967	L.A.I.F. account #2	n/a	0.381%	daily	varies	2,469,967		n/a	2,469,967
									33,953,520
<u>Investments-US Bank/Piper Jaffray</u>									
3,000,000	Federal Home Loan Banks	n/a	1.000%	10/21/2013	10/5/2010	3,000,000			3,000,060
3,000,000	Federal Home Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000			3,000,270
4,000,000	FHLMC MTN	n/a	1.375%	2/3/2014	2/3/2014	4,000,000			4,000,200
1,000,000	FHLMC MTN	n/a	0.600%	6/28/2013	6/16/2011	1,000,000			998,610
1,000,000	Federal Home Loan Banks	n/a	1.000%	6/27/2014	6/16/2011	1,000,000			1,003,570
2,000,000	Federal Home Loan Banks	n/a	1.125%	6/30/2014	6/16/2011	2,000,000			2,001,360
2,000,000	FHLMC MTN	n/a	0.650%	7/18/2013	7/18/2011	2,000,000			2,001,160
1,000,000	FHLMC MTN	n/a	0.100%	4/11/2014	7/11/2011	1,000,000			1,000,250
8,527,493	Money Market	n/a	0.000%	daily	varies	8,527,493		0	8,527,493
	US Bank/Piper Jaffray Average Rate=		0.680%						25,532,973

Average Rate All= 0.493%

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 216 days and does not include Bond Reserve Fund Investments.

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City of Banning Investment Report

July 31, 2011

Individual Investments with Fiscal Agent

Bond Issue Description	Bond Maturity Date	Current Yield	Bond Reserve	Bond Maturity Date	Minimum Reserve Requirement	Interest Jul-11	Market Value
BNY WESTERN TRUST COMPANY							
US BANK							
1991 Wilson St. Assessment District	2012	0.200%	daily	7/31/2011	265,580	4.50	265,609
US Bank Mmkt 4-Ct		0.400%	daily		265,580	4.62	112,545
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007							
2005 Fair Oaks Ranch Estates	2035	0.500%	daily	7/28/2011	188,943	11.55	219,309
2003 CRA Tax Allocation Bonds	2028	0.500%	daily		971,763	21,021.68	
US Treasury Bill		0.500%	daily			0.88	1,013,368
US Bank Mmkt 4-Ct		0.500%	daily				675,933
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	0.500%	daily		1,880,751	490.25	11,929,847
Reserve Fund		0.500%	daily			77.12	1,876,771
Special Fund		0.500%	daily			0.00	1,113,714
Surplus Fund		0.000%	daily				9
BUA - WASTEWATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		0.000%	daily			2.77	67,508
Principal Account		0.500%	daily			151.54	3,687,635
BUA - WATER ENTERPRISE REVENUE BONDS REFUNDING AND IMPROVEMENT PROJECTS 2005 SERIES							
Interest Account		0.400%	daily				44
Principal Account		0.500%	daily			14.69	357,544
Reserve Fund		0.500%	daily		2,310,710	94.98	2,311,263
Project Fund		0.500%	daily			172.47	4,196,921
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES							
Reserve Fund		0.600%	daily				90
Acquisition & Construction		3.650%	11/17/2011		2,961,500		2,931,509
		0.400%	daily				26
		0.500%	daily			631.87	15,376,132
Total							46,135,794

*Paid Semi-Annually-Deposited into Money Mkt Account

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City of Banning Investment Report

July 31, 2011

Individual Investments with Fiscal Agent

Bond Maturity Date	Bond Issue Description	TRUSTEE	Bond Maturity Date	Investment Description	Current Yield	Bond Reserve Bond Maturity Date	Minimum Reserve Requirement	Interest Jul-11	Market Value 7/31/2011
	BNY WESTERN TRUST COMPANY			Federated U.S. Treasury Money Mkt	0.000%	daily	0		0
	US BANK								
2012	1991 Wilson St. Assessment District		2012	AIM U.S. Treasury Money Market	0.200%	daily	265,580	4.50	265,609
				US Bank Mmkt 4-Ct	0.400%	daily		4.62	112,545
2035	2005 Fair Oaks Ranch Estates		2035	US Bank Mmkt 4-Ct	0.500%	daily	188,943	11.55	219,309
2028	2003 CRA Tax Allocation Bonds		2028	U S Treasury Bill	0.500%	7/28/2011	971,763	21,021.68	
				US Bank Mmkt 4-Ct	0.500%	daily		0.88	1,013,368
				US Bank Mmkt 4-Ct	0.500%	daily			675,933
	Surplus Fund			US Bank Mmkt 4-Ct	0.000%	daily			8
COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING TAX ALLOCATION PARITY BONDS, SERIES 2007									
2037	Redevelop Fund		2037	US Bank Mmkt 4-Ct	0.500%	daily		490.25	11,929,847
	Reserve Fund			US Bank Mmkt 4-Ct	0.500%	daily	1,880,751	77.12	1,876,771
	Special Fund			US Bank Mmkt 4-Ct	0.500%	daily		0.00	1,113,714
	Surplus Fund			US Bank Mmkt 4-Ct	0.000%	daily			9
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	Interest Account			US Bank Mmkt 4-Ct	0.400%	daily			44
	Principal Account			US Bank Mmkt 4-Ct	0.500%	daily		14.69	357,544
	Reserve Fund			US Bank Mmkt 4-Ct	0.500%	daily	2,310,710	94.98	2,311,263
	Project Fund			US Bank Mmkt 4-Ct	0.500%	daily		172.47	4,196,921
BFA - ELECTRIC SYSTEM REVENUE BONDS 2007 SERIES									
	Reserve Fund			US Bank Mmkt 4-Ct	0.600%	daily			90
	Acquisition & Construction			Reliance Trust Company # 9AMGGBEZ7	3.650%	11/17/2011	2,961,500		2,931,509
				US Bank Mmkt 4-Ct	0.400%	daily			26
				US Bank Mmkt 4-Ct	0.500%	daily		631.87	15,376,132
Total									46,135,794

*Paid Semi-Annually-Deposited into Money Mkt Account

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