

CITY COUNCIL AGENDA

Date: February 22, 2010
TO: City Council
FROM: June Overholt, Administrative Services Director/Deputy City Manager
SUBJECT: Report of Investments for December 2010

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

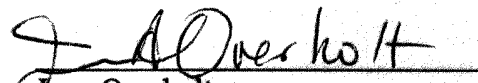
JUSTIFICATION: State law requires that a monthly report of investments be submitted to the Chief Executive Officer and the Legislative Body.

BACKGROUND: This report includes investments on hand at the end of December 2010. As of December 31, 2010, the City's operating funds totaled \$65,345,794. Included in operating funds is \$2,735,337 of restricted CRA bond proceeds that are on deposit with LAIF and reflected separately on the Treasurer's Report. As of December 31, 2010 approximately 44% of the City's unrestricted cash balances were invested in investments other than LAIF.


Presented are three months of Investment Reports. December is a first issue, while October and November 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 0.462 % in December. The average rate for all investments in December was 0.640%.

RECOMMENDED BY:


June Overholt
Administrative Services Director/
Deputy City Manager

APPROVED BY:


Andy Takata
City Manager

Summary Schedule of Cash and Investments

		<u>Amount</u>
<u>Petty Cash</u>		2,305
<u>Bank Accounts</u>		
	Interest	
	Rate Amount	
Wells Fargo Bank	0.000%	1,870
Wells Fargo Bank-Investment Account	0.100%	1,737,690
Bank of America-Airport	0.300%	3,681
Bank of America-Parking Citations	0.300%	3,071
Bank of America-CNG Station	0.300%	<u>3,047</u>
<i>Money Market and Bank Account Sub-Total</i>		1,749,359
<u>Government Pools</u>		
Local Agency Investment Fund: Account #1	0.462%	31,370,908
Account #2 Operating Amount		3,412,560
Account #2 CRA Bond Cash Bal		2,735,337
Local Agency Investment Fund: Account #2	0.462%	<u>6,147,898</u>
<i>Government Pool Sub-Total</i>		<u>37,518,806</u>
Operating Cash Balance		39,270,470
<u>Restricted Operating Funds at Riverside Public Utilities</u>		
Highmark U.S. Government Money Market Fund	0.040%	740,510
<u>Other Investments</u>		
Investments-US Bank/Piper Jaffray - See Page 2	0.939%	25,334,813
<u>Operating Funds Total</u>		<u>65,345,794</u>

		<u>Amount</u>
BNY Western Trust Company		538,762
US Bank		<u>43,884,626</u>
<i>Fiscal Agent Total</i>		<u>44,423,388</u>

62

City of Banning Investment Report

December 31, 2010

Operational Portfolio Individual Investments

Investment Description	Coupon Rate	Interest Rate	Maturity Date	Purchase Date	Purchase Cost	Discount or (Premium) Amortization	Market Value
o Bank-Operating	n/a	0.00%	daily	varies	1,870	n/a	1,870
o Bank-Investment Acct	n/a	0.10%	daily	varies	1,737,690	n/a	1,737,690
nerica-Airport	n/a	0.30%	daily	varies	3,681	n/a	3,681
nerica-Parking Citations	n/a	0.30%	daily	varies	3,071	n/a	3,071
nerica-Parking Citations	n/a	0.30%	daily	varies	3,047	n/a	3,047
Sub-total							1,749,359
count #1	n/a	0.462%	daily	varies	31,370,908	n/a	31,370,908
count #2	n/a	0.462%	daily	varies	6,147,898	n/a	6,147,898
<i>er Jaffray</i>							37,518,806
N	n/a	0.750%	4/23/2013	10/5/2010	2,000,000		1,990,800
N	n/a	1.000%	10/21/2013	10/5/2010	3,000,000		2,959,890
me Loan Banks	n/a	1.625%	1/7/2013	4/7/2010	2,000,000		2,000,200
me Loan Banks	n/a	1.200%	8/5/2013	8/5/2010	3,000,000		3,006,420
TN	n/a	1.150%	4/26/2013	7/26/2010	4,000,000		4,001,600
TN	n/a	1.150%	9/3/2013	9/3/2010	4,000,000		3,990,360
TN	n/a	1.100%	12/9/2013	12/9/2010	3,000,000		2,980,800
cket	n/a	0.000%	daily	varies	4,404,743	0	4,404,743
er Jaffray Average Rate=		0.939%					25,334,813

Average Rate All= 0.640%

This investment portfolio is in conformity with the City of Banning's investment policy which was approved by the City. The Treasurer's cash management program provides sufficient liquidity to meet estimated future expenditures for the weighted average maturity of the pooled investment portfolio is 324 days and does not include Bond Reserve Fund