



**CITY OF BANNING
CITY COUNCIL REPORT**

TO: CITY COUNCIL

FROM: Doug Schulze, City Manager

PREPARED BY: Suzanne Cook, Deputy Finance Director

MEETING DATE: January 28, 2020

SUBJECT: Receive and File Cash, Investments and Reserve Report for the Month of December 2019

RECOMMENDATION:

That City Council receive and file Cash, Investment and Reserve Report for **December 31, 2019** in accordance with California Government Code 53646.

CASH AND INVESTMENT SUMMARY:

Description	Prior Month	Current Month
Funds Under Control of the City		
Cash		
Cash on Hand	\$ 4,155.00	\$ 4,155.00
Checking and Savings Accounts	\$ 8,365,181.83	\$ 8,058,278.64
Investments		
LAIF	\$ 41,911,839.28	\$ 41,911,839.28
Brokerage	\$ 27,113,026.17	\$ 27,117,056.43
Total Funds Under Control of the City	\$ 77,394,202.28	\$ 77,091,329.35
Funds Under Control of Fiscal Agents		
US Bank		
Restricted Bond Project Accounts	\$ 14,766,248.28	\$ 14,774,442.81
Restricted Bond Accounts	\$ 4,820,299.88	\$ 4,820,322.84
Union Bank		
Restricted Funds	\$ 989,793.58	\$ 1,604,090.05
Total Funds Under Control of Fiscal Agents	\$ 20,576,341.74	\$ 21,198,855.70
Total Funds	\$ 97,970,544.02	\$ 98,290,185.05

RESTRICTED, ASSIGNED, COMMITTED AND RESERVED SUMMARY:

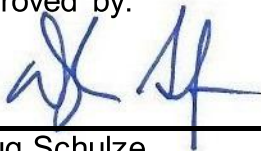
Description	Prior Month	Current Month
Total Funds	\$ 97,970,544.02	\$ 98,290,185.05
Restricted Funds	36,984,356.11	\$ 37,611,171.22
Assigned Funds - Specific Purpose	8,969,200.65	\$ 8,969,200.65
Committed Funds - Specific Purpose	3,242,731.75	\$ 3,242,731.75
Fund Balance Reserves	15,455,882.97	\$ 15,455,882.97
Total Restricted, Assigned, Committed and Reserv	\$ 64,652,171.48	\$ 65,278,986.59
Operating Cash - Unrestricted Reserves	\$ 33,318,372.54	\$ 33,011,198.46
Less Accounts held in Investments	\$ 27,113,026.17	\$ 27,117,056.43
Liquid Cash	\$ 6,205,346.37	\$ 5,894,142.03

ATTACHMENTS:

1. Cash, Investment and Reserve Report December 2019
https://banningca.gov/DocumentCenter/View/6889/Attachment-1---ASD-Report-Fund-Bal--Reserve_FY19-20---December-2019
2. Investment Report December 2019
<https://banningca.gov/DocumentCenter/View/6890/Attachment-2---Investment-Report-December-2019>
3. LAIF / PMIA Performance Report
<https://banningca.gov/DocumentCenter/View/6890/Attachment-2---Investment-Report-December-2019>

If you have any questions, please contact the Finance Department so that additional detailed information can be provided to you.

Approved by:



Doug Schulze
 City Manager

City of Banning
Cash, Investment & Reserve Balances - December 31, 2019

Cash & Investments		November 2019	December 2019	Reserve Balances	
Institution/Investment Type	Balance	Balance	Description	Balance	
Funds Under Control of the City:					
RESTRICTED FUNDS					
Petty Cash / Cash on Hand	\$ 4,155.00	\$ 4,155.00	Restricted Project Funds	\$ 14,774,442.81	
			Bond Funds Held with Fiscal Agents	\$ 4,820,322.84	
			CASIO - City of Banning 6731036994	\$ 114,876.15	
			City of Banning - 6736305920 - RPU	\$ 1,489,213.90	
Checking and Savings:			Customer Deposit Accounts	\$ 1,819,396.83	
Wells Fargo - General Account - XXXXX5798	\$ 7,919,624.50	\$ 7,611,075.55	Capital Facility Fees (Funds 400, 410, 420, 421, 430, 661, & 681)	\$ 14,145,715.60	
Bank of America - Parking Citations - XXXXXXX 8776	\$ 100,622.12	\$ 101,087.83	Parking Citations	\$ 101,087.83	
Bank of America - Airport Visa - XXXXXXX 7548	\$ 260,102.56	\$ 261,422.56	Airport	\$ 261,422.56	
Bank of America - CNG Charge Acct XXXXXXX 5594	\$ 84,832.65	\$ 84,692.70	CNG	\$ 84,692.70	
	\$ 8,365,181.83	\$ 8,058,278.64			
State of California, Local Agency Investment Fund					\$ 37,611,171.22
City of Banning XX-XX-050	\$ 41,911,839.05	\$ 41,911,839.05			
Successor Agency XX-XX-001	\$ 0.23	\$ 0.23			
	\$ 41,911,839.28	\$ 41,911,839.28			
% of Investments in LAIF (Maximum 40% allowed per Investment Policy)	61%	61%	ASSIGNED FUNDS - SPECIFIC PURPOSE		
			Workers Compensation - PERMA	\$ 300,000.00	
			Capital Replacement	\$ 1,500,000.00	
			Debt Service Payments	\$ 7,169,200.65	
					\$ 8,969,200.65
US Bank					
City of Banning Custody Account XXXXX6000					
Government Agencies					
First American Government Oblig Fd Cl D 31846V401 Market Value #3802 \$1,799,636.43	\$ 4,345,606.17	\$ 1,799,636.43			
Federal Home Loan Bks 3130A6K89 Market Value \$1,998,060 Maturity 10/5/2018	\$ -	\$ -	COMMITTED FUNDS - SPECIFIC PURPOSE		
Federal Home Loan Bks 3130A7G25 Market Value \$2,998,920 Maturity 3/15/2019	\$ -	\$ -	General Fund - Emergency Contingency 25% (Minimum req. \$1,500,000, Max 25% Operating Budget GF)	\$ 3,242,731.75	
F N M A 3135G0P49 Market Value \$2,997,300 Maturity 8/28/2019	\$ -	\$ -			
F H L M C M T N 3134GBJ52 Market Value \$2,998,800 Maturity 9/27/2019	\$ -	\$ -	less \$2,000,000		
F H L M C M T N 3134GBL83 Market Value \$2,999,670 Maturity 3/27/2020	\$ 3,000,000.00	\$ 3,000,000.00			
F N M A M T N 3136G4PP2 Market Value \$3,001,650 Maturity 10/26/2020	\$ 3,000,000.00	\$ 3,000,000.00			
Federal Home Loan Bks 3130ADTV9 Market Value \$3,000,390 Maturity 1/29/2021	\$ 2,967,420.00	\$ 2,967,420.00			
Federal Farm Credit Bks 3133EKJ0 Market Value \$5,800,000 Maturity 4/5/2021	\$ 2,000,000.00	\$ 2,000,000.00			
F H L M C M T N 3134GTY2 Market Value \$2,000,240 Maturity 4/1/2022	\$ 2,000,000.00	\$ 2,000,000.00			
F H L M C M T N 3134GJUL5 Market Value \$2,994,450 Maturity 10/14/2022	\$ 3,000,000.00	\$ 3,000,000.00			
Federal Home Loan Bks 3130AGNX9 Market Value \$5,800,232 Maturity 7/10/2023	\$ 5,800,000.00	\$ 5,800,000.00			
Federal Farm Credit Bks 3133EKSW7 Market Value \$4,000,080 Maturity 4/1/2022	\$ -	\$ 2,550,000.00			
Federal Farm Credit Bks 3133ELFX7 Market Value \$2,549,617.50 Maturity 12/30/2021	\$ -	\$ 3,000,000.00			
F H L M C M T N 3134GT2L6 Market Value \$3,000,630 Maturity 8/19/2024	\$ 3,000,000.00	\$ 3,000,000.00			
Federal Farm Credit Bks 3133EKFK7 Market Value \$3,986,360 Maturity 7/5/2022	\$ -	\$ -			
	\$ -	\$ -			\$ 3,242,731.75
	\$ 27,113,026.17	\$ 27,117,056.43			
Total Funds Under Control of the City	\$ 77,394,202.28	\$ 77,091,329.35			
Funds Under Control of Fiscal Agents:					
AVAILABLE FUND BALANCE RESERVES					
US Bank			Electric Rate Stabilization Fund	\$ 6,797,759.00	
2015 Water Revenue Bonds-BUA Water Projects - 258228005	\$ 1,529,179.46	\$ 1,530,619.88	Electric Operational Fund	\$ 3,398,879.50	
2005 Wastewater Project Fund Bond - 792143006 - Refunded on 10/24/2019 - pending new statements for New Bond Accounts	\$ 309.56	\$ 309.59	BUA Water Fund	\$ 1,187,660.30	
2019 Wastewater Revenue Bonds - BUA Water Projects - Previous Balance less amount required for Refunding - 254226006	\$ 2,751,855.04	\$ 2,755,021.51	BUA Wastewater Fund	\$ 383,798.10	
2015 Electric Revenue Bond-Acquisition & Construction Fund - 262685003	\$ 2,803,273.44	\$ 2,805,914.01	Self Insurance Fund	\$ 500,000.00	
Successor Agency of the Dissolved Redevelopment Agency of the City of Banning Tax Allocation Bonds Series 2016 (Taxable) Unexpended Proceeds Fund - 277166005	\$ 7,681,630.78	\$ 7,682,577.82			
Restricted Project Funds Available	\$ 14,774,442.81	\$ 14,774,442.81	Mining Tax Collected	\$ 1,251,359.72	
2015 Electric Revenue Bond-Escrow Fund - 277248000/262685001	\$ -	\$ -	PEG Reserve	\$ 133,104.35	
Wastewater System Improvement Project Fund Bond 1989 Escrow Account for AC 94627350- 792145000	\$ -	\$ -	Litigation Contingency	\$ 179,189.00	
Water System Improvement Project 1989 Escrow Acct AC 94627340- 792146000	\$ -	\$ -	Gas Tax & Police Reward	\$ 189,325.00	
	\$ -	\$ -	CalPERS Liability	\$ 500,000.00	
	\$ -	\$ -	Compensated Absences	\$ 934,808.00	
	\$ -	\$ -			\$ 15,455,882.97
2015 Electric Revenue Bond-Reserve Fund - 262685002 - Market Value	\$ 2,428,543.76	\$ 2,428,543.76			
Improvement Dist No 2004-1 (Fair Oaks Ranch Estates) Limited Obligation Improvement Bonds Series 2005A Principal Acct-78958201	\$ 16.62	\$ 16.62			
Improvement Dist No 2004-1 (Fair Oaks Ranch Estates) Limited Obligation Improvement Bonds Series 2005A Reserve Fund-78958203	\$ 186,222.11	\$ 186,245.07	Operating Cash		
BUA Wastewater Enterprise Lease Revenue Bonds Series 2005 Reserve Fund 7912143004	\$ -	\$ -	Balance Available for Daily Operations	\$ 33,011,198.46	
Successor Agency of the Dissolved Redevelopment Agency of the City of Banning Tax Allocation Bonds Series 2016 (Taxable) Reserve Fund- 277166004	\$ 2,205,497.50	\$ 2,205,497.50	Less Amount held in investments	\$ 27,117,056.43	
Successor Agency of the Dissolved Redevelopment Agency of the City of Banning Tax Allocation Bonds Series 2016 (Taxable) Cost of Issuance - 277166006	\$ -	\$ -			
Successor Agency of the Dissolved Redevelopment Agency of the City of Banning Tax Allocation Bonds Series 2016 (Taxable) Revenue Fund - 277166000	\$ 19.89	\$ 19.89	Liquid Cash	\$ 5,894,142.03	
Bond Funds Held with Fiscal Agent - Restricted	\$ 4,820,299.88	\$ 4,820,322.84			
Union Bank of California:					
CAISO - City of Banning XXXXX6994	\$ 114,728.34	\$ 114,876.15			
City of Banning - XXXXX5920 - RPU	\$ 875,065.24	\$ 1,489,213.90			
Funds Held with Fiscal Agent - Restricted	\$ 989,793.58	\$ 1,604,090.05			
Total Funds Under Control of Fiscal Agents	\$ 20,576,341.74	\$ 21,198,855.70			
Grand Total	\$ 97,970,544.02	\$ 98,290,185.05	Grand Total	\$ 98,290,185.05	
			UNRESTRICTED RESERVES	\$ 33,011,198.46	

I hereby certify that the investment activity for this reporting period conforms with the investment policy adopted by the City of Banning's City Council and the California Government Code Section 53601 (with the exception of funds held in LAIF)

I also certify that there are adequate funds available to meet the City's Budget.

Suzanne Cook
Suzanne Cook
Deputy Finance Director

**City of Banning
Report of Investments
December 2019**

Investment Held by	Investment Name	Investment Type	CUSIP Number	Standard & Poors Rating	Moody's Rating	Settlement Date	Maturity Date	Par	Market Yield	Market Price	Market Value	Percentage of Investments
<i>State of California, Local Agency Investment Fund</i>												
	City of Banning	Pooled Investment	N/A	N/A	N/A	N/A	N/A	\$ 41,911,839.05	2.043	100.17703	\$ 41,986,035.49	60.7%
	Successor Agency	Pooled Investment	N/A	N/A	N/A	N/A	N/A	\$ 0.23	0.000		0.23	0.0%
								\$ 41,911,839.28			\$ 41,986,035.72	60.7%
<i>US Bank- Broker Piper Jaffray</i>												
	Government Agencies							\$ -				
	First American Government Oblig Fd Cl D	Cash Equivalent	31846V401	N/A	N/A	N/A	N/A	\$ 1,799,636.43	1.060	100.000	\$ 1,799,636.43	2.6%
	F H L M C M T N	US Government Issue	3134GBL83	AA+	Aaa		3/27/2020	\$ 3,000,000.00	1.600	99.989	\$ 2,999,670.00	4.3%
	F N M A M T N	US Government Issue	3136G4PP2	AA+	Aaa		10/26/2020	\$ 3,000,000.00	1.750	100.055	\$ 3,001,650.00	4.3%
	Federal Home Loan Bks	US Government Issue	3130ADVF9	AA+	Aaa	7/26/2018	1/29/2021	\$ 2,967,420.00	2.250	98.910	\$ 3,000,390.00	4.3%
	F H L M C M T N	US Government Issue	3134GTYP2	AA+	Aaa	7/1/2019	4/1/2022	\$ 2,000,000.00	2.000	100.012	\$ 2,000,240.00	2.9%
	F H L M C M T N	US Government Issue	3134GUL5	N/A	Aaa	10/14/2019	10/14/2022	\$ 3,000,000.00	1.700	99.815	\$ 2,994,450.00	4.3%
	Federal Farm Credit Bks	US Government Issue	3133ELFX7	AA+	Aaa	12/31/2019	12/30/2021	\$ 2,550,000.00	1.650	99.985	\$ 2,549,617.50	3.7%
	Federal Home Loan Bks	US Government Issue	313AGNX9	AA+	N/A	7/10/2019	7/10/2023	\$ 5,800,000.00	2.200	100.004	\$ 5,800,232.00	8.4%
	F H L M C M T N	US Government Issue	3134GT2L6	N/A	Aaa	8/28/2019	8/19/2024	\$ 3,000,000.00	2.150	100.021	\$ 3,000,630.00	4.3%
								\$ 27,117,056.43			\$ 27,146,515.93	39.3%
Total Investments								\$ 69,028,895.71			\$ 69,132,551.65	100.0%



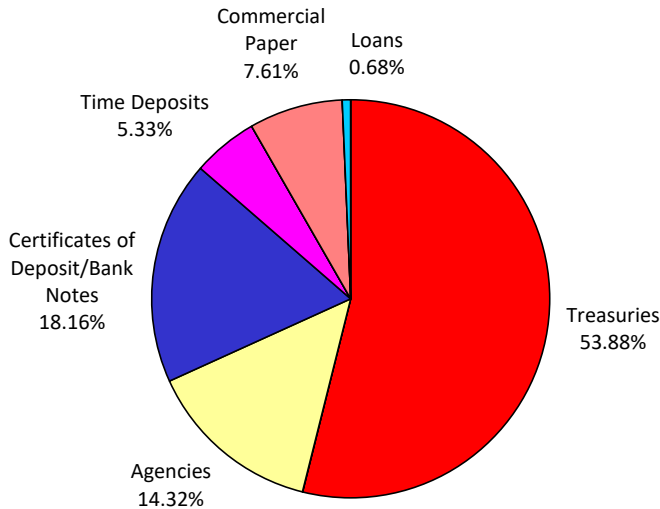
PMIA/LAIF Performance Report as of 01/15/2020



Pooled Money Investment Account Portfolio Composition ⁽¹⁾

12/31/19

\$88.9 billion



Percentages may not total 100% due to rounding

PMIA Average Monthly Effective Yields⁽¹⁾

Dec 2019	2.043
Nov 2019	2.103
Oct 2019	2.190

LAIF Quarterly Performance Quarter Ended 12/31/19

Apportionment Rate ⁽²⁾ :	2.29
Earnings Ratio ⁽²⁾ :	0.0000625008577897
Fair Value Factor ⁽¹⁾ :	1.001770298
Daily ⁽¹⁾ :	2.02%
Quarter to Date ⁽¹⁾ :	2.11%
Average Life ⁽¹⁾ :	226

PMIA Daily Rates⁽¹⁾

Date	Daily Yield*	Quarter to Date Yield	Average Maturity (in days)
12/16/19	2.04	2.13	226
12/17/19	2.04	2.13	226
12/18/19	2.04	2.13	227
12/19/19	2.04	2.13	226
12/20/19	2.03	2.12	224
12/21/19	2.03	2.12	224
12/22/19	2.03	2.12	224
12/23/19	2.03	2.12	222
12/24/19	2.03	2.12	225
12/25/19	2.03	2.12	225
12/26/19	2.03	2.12	224
12/27/19	2.03	2.12	227
12/28/19	2.03	2.12	227
12/29/19	2.03	2.12	227
12/30/19	2.03	2.11	224
12/31/19	2.02	2.11	226
01/01/20	2.03	2.03	224
01/02/20	2.00	2.02	231
01/03/20	2.00	2.01	229
01/04/20	2.00	2.01	229
01/05/20	2.00	2.01	229
01/06/20	2.00	2.00	226
01/07/20	1.99	2.00	224
01/08/20	1.99	2.00	224
01/09/20	1.99	2.00	224
01/10/20	1.98	2.00	223
01/11/20	1.98	2.00	223
01/12/20	1.98	2.00	223
01/13/20	1.98	1.99	220
01/14/20	1.97	1.99	221
01/15/20	1.96	1.99	228

*Daily yield does not reflect capital gains or losses

[View Prior Month Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund pursuant to Public Utility Code 3288 (a).

Source:

(1) State of California, Office of the Treasurer

(2) State of California, Office of the Controller