

Quarterly Investment Report

for the period ending December 31, 2014



Background

- Government Code 53646 permits governing boards to require
 - Statement of Investment Policy
 - Quarterly Reports with stipulated content, compliance statement, cash coverage for next 6 months
- Statement of Investment Policy last updated Feb 2014
 - Stresses Safety, Liquidity and Yield
 - Provides limitations on type, credit quality and duration of investments
 - Policy located on Finance Dept website, lower right corner

Background

- Report contents
 - Detail by Investment type, market value, average duration and average yield
 - Compliance with policy and cash requirements statement are included in the Financial Impact section
 - Exhibit contains
 - City Treasurer's review statement
 - Summary of Investment Details including Book Value vs. Market Value, average maturity and comparative interest income
 - Detailed listing of each investment instrument
 - Credit quality and return on share of portfolio by each of the Investment Advisors
 - Local Agency Investment Fund (LAIF) Performance Report

2nd Quarter Investment Report

- Approximately 23% is unrestricted (General Fund and Internal Service Funds) while 77% is restricted for specific purposes (e.g. debt service)
- Investment advisors
 - o Monitor the market and adjust the portfolio to meet the Investment Policy goals
 - o Maintain compliance with the Investment Policy
 - o Coordinate available cash with staff

Investment Report

Investment Type	Market Value	Amount Over (Under) Cost	Average Length of Duration *	Average Yield
Cash on Hand	\$ 10,075	\$ -	1	0.00%
Cash on Deposit	10,166,104	-	1	0.01%
Investments with Bond Trustees	74,180,926	-	3	0.02%
Cash on Hand and with Bond Trustees	84,357,105	-	1	0.02%
Local Agency Investment Fund	47,024,440	327	1	0.24%
Certificates of Deposit	3,728,094	(1,005)	205	0.36%
Federal/Agency Issues	56,973,214	(60,842)	963	1.02%
Medium Term Notes/Commercial Paper	25,736,347	(68,643)	747	1.35%
Total Investment Portfolio	133,467,095	(130,163)	421	0.79%
TOTAL PORTFOLIO	\$ 217,824,200	\$ (130,163)		
* days				