



## City Council Staff Report

DATE: September 7, 2016 CONSENT CALENDAR

SUBJECT: TREASURER'S INVESTMENT REPORT AS OF  
JULY 31, 2016

FROM: Geoffrey S. Kiehl, Director of Finance and Treasurer

BY: Department of Finance and Treasury

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### SUMMARY

Attached is the Treasurer's Investment Report as of July 31, 2016. The report includes the face value and coupon rate (if applicable) of the investments and the source for the market value estimate. The City's total invested cash is \$131,391,812 plus \$10,717,758 bond issue capital projects, reserve and debt service funds. There is an additional \$2,219,642 in various miscellaneous/trust accounts. The market value of the invested cash is \$131,563,713.

### RECOMMENDATION:

Receive and File Treasurer's Investment Report as of July 31, 2016.

### STAFF ANALYSIS:

The attached report includes the face value and coupon rate (if applicable) of the investments and the source for the market value estimate. Also included is information on the investments of bond issue reserve, debt service and related funds.

The investments, in type, maturity and as a percentage of the total portfolio, are in compliance with the existing City Council-approved investment policy.

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Treasurer's Investment Report as of July 31, 2016

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The weighted average maturity (WAM) of the portfolio is 250.67 days. The maximum WAM allowed by the Investment Policy is 1095 days. The current portfolio and expected revenue cash flow will be sufficient to meet budgeted expenditure requirements for the next six months and the foreseeable future thereafter.

FISCAL IMPACT:

None

  
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Geoffrey S. Kiehl, Director of Finance and Treasurer

Attachments: Treasurer's Investment Report

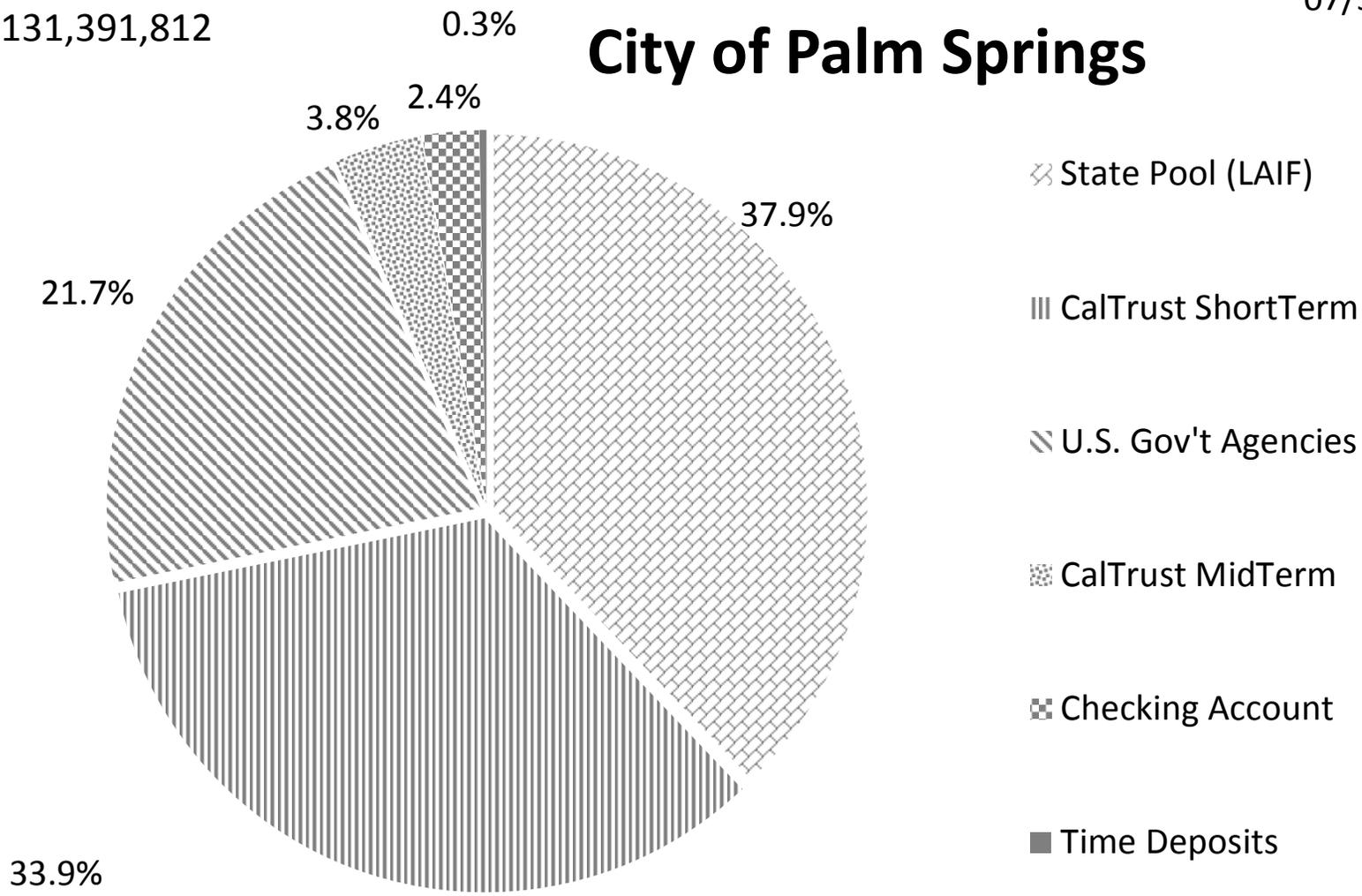
CITY OF PALM SPRINGS  
 TREASURER'S MONTHLY REPORT  
 SUMMARY OF INVESTMENTS  
 July 31, 2016

On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 3,194,042		
CalTrust ShortTerm	44,559,428		
CalTrust MidTerm	4,970,586		
State Pool	<u>49,774,711</u>	\$ 102,498,768	78.01%
Short Term Investments (1 year or less)			
U.S. Gov't Agencies	25,496,000		
Time Deposits	<u>398,600</u>	25,894,600	19.71%
Medium Term Investments (1 year to 3 years)			
U.S. Gov't Agencies	2,998,444		
	<u>2,998,444</u>	2,998,444	2.28%
Long Term Investments (3 year to 5 years)			
	<u>0</u>	0	<u>0.00%</u>
	\$	<u><u>131,391,812</u></u>	<u><u>100.00%</u></u>

Total  
\$131,391,812

# Investment Allocation City of Palm Springs

As of  
07/31/2016



TREASURER'S MONTHLY REPORT  
 DETAIL OF INVESTMENTS  
 July 31, 2016

	Par Value	Coupon Rate	Rating	Purchase Date	Maturity Date	First/Next Optional Call Date	Days to Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total	(memo only) Market Value	Source	Prior Qtr. Market Value
<b>On Call Deposits</b>													
Checking - Bank of America	\$ 3,194,042	N/A	AAA		demand	N/A	1	None	3,194,042		\$ 3,194,042	Bank of America	3,194,042
CalTrust ShortTerm	44,000,000	variable	N/A		demand	N/A	1	0.72%	44,559,428		44,583,141	CalTrust	44,558,159
CalTrust MidTerm	4,500,000	variable	N/A		demand	N/A	1	1.00%	4,970,586		4,984,228	CalTrust	4,985,057
Local Agency Invest Fund (LAIF)	49,500,000	variable	N/A		demand	N/A	1	0.588%	49,774,711		49,805,632	LAIF	49,725,450
	101,194,042									102,498,768	102,567,043		102,462,708
<b>Short Term Investments (1 year or less)</b>													
U.S. Gov't Agency Securities													
Federal Farm Credit Bank	500,000	1.65%	N/A	05/04/16	11/04/20	08/04/16	1,557	1.65%	500,000		500,016	Bank of NY Mellon	500,160
Federal National Mortgage Association	500,000	1.125%	N/A	05/20/15	05/18/18	08/18/16	656	1.125%	500,000		500,019	Bank of NY Mellon	500,080
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	08/21/16	659	1.03%	2,000,000		2,000,146	Bank of NY Mellon	2,000,480
Federal National Mortgage Association	1,000,000	1.50%	N/A	05/25/16	05/25/21	08/25/16	1,759	1.50%	1,000,000		1,000,120	Bank of NY Mellon	1,000,260
Federal National Mortgage Association	500,000	1.125%	N/A	02/26/16	02/26/21	08/26/16	1,671	1.125%	500,000		500,027	Bank of NY Mellon	500,055
Federal National Mortgage Association	500,000	1.00%	N/A	02/26/16	02/26/21	08/26/16	1,671	1.00%	500,000		500,092	Bank of NY Mellon	500,195
Federal National Mortgage Association	500,000	1.40%	N/A	02/26/16	11/26/19	08/26/16	1,213	1.40%	500,000		500,099	Bank of NY Mellon	500,250
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	02/26/16	02/26/21	08/26/16	1,671	1.25%	500,000		500,086	Bank of NY Mellon	500,180
Federal Home Loan Bank	500,000	1.48%	N/A	03/02/16	03/02/20	09/02/16	1,310	1.48%	500,000		500,102	Bank of NY Mellon	500,190
Federal Home Loan Bank	500,000	1.70%	N/A	03/02/16	03/02/21	09/02/16	1,675	1.70%	500,000		500,137	Bank of NY Mellon	500,250
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	06/09/16	06/09/21	09/09/16	1,774	1.25%	1,000,000		1,000,144	Bank of NY Mellon	1,000,240
Federal Home Loan Bank	1,000,000	1.25%	N/A	06/16/16	06/16/21	09/16/16	1,781	1.25%	998,500		1,000,130	Bank of NY Mellon	1,000,180
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	09/20/16	416	1.00%	2,000,000		2,001,174	Bank of NY Mellon	2,003,980
Federal National Mortgage Association	500,000	1.375%	N/A	03/30/16	03/30/21	09/30/16	1,703	1.3750%	500,000		500,030	Bank of NY Mellon	500,035
Federal Home Loan Mortgage Corporation	500,000	1.50%	N/A	03/30/16	03/30/21	09/30/16	1,703	1.50%	500,000		500,297	Bank of NY Mellon	500,435
Federal Home Loan Mortgage Corporation	500,000	1.60%	N/A	03/30/16	03/30/21	09/30/16	1,703	1.60%	500,000		500,276	Bank of NY Mellon	500,405
Federal Home Loan Mortgage Corporation	500,000	1.50%	N/A	04/21/16	04/21/21	10/21/16	1,725	1.50%	500,000		500,298	Bank of NY Mellon	500,395
Federal Home Loan Bank	1,000,000	1.00%	N/A	04/29/16	04/28/21	10/28/16	1,732	1.00%	998,500		1,000,078	Bank of NY Mellon	1,000,050
Federal National Mortgage Association	4,000,000	1.03%	N/A	01/30/13	01/30/18	10/30/16	548	1.03%	4,000,000		4,000,432	Bank of NY Mellon	4,000,280
Federal Farm Credit Bank	500,000	1.58%	N/A	05/17/16	02/17/21	11/17/16	1,662	1.58%	500,000		500,454	Bank of NY Mellon	500,015
Federal Farm Credit Bank	500,000	1.25%	N/A	05/25/16	05/25/21	11/25/16	1,759	1.25%	500,000		500,405	Bank of NY Mellon	500,475
Federal National Mortgage Association	500,000	1.25%	N/A	05/25/16	05/25/21	11/25/16	1,759	1.25%	500,000		500,355	Bank of NY Mellon	500,430
Federal Farm Credit Bank	500,000	1.125%	N/A	05/27/15	05/27/21	11/25/16	1,761	1.125%	499,000		500,138	Bank of NY Mellon	500,140
Federal National Mortgage Association	1,000,000	1.125%	N/A	07/27/16	07/27/21	01/27/17	1,822	1.125%	1,000,000		999,933	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.50%	N/A	02/24/16	11/24/20	02/24/17	1,577	1.50%	500,000		501,935	Bank of NY Mellon	502,185
Federal National Mortgage Association	500,000	1.00%	N/A	03/10/16	03/10/21	03/10/17	1,683	1.00%	500,000		500,674	Bank of NY Mellon	500,735
Federal Farm Credit Bank	500,000	0.625%	N/A	05/22/15	05/22/17	N/A	295	0.625%	500,000		500,073	Bank of NY Mellon	500,075
Federal Farm Credit Bank	1,000,000	1.30%	N/A	06/06/16	06/06/19	06/06/17	1,040	1.30%	1,000,000		1,002,841	Bank of NY Mellon	1,003,540
Federal Farm Credit Bank	1,000,000	1.12%	N/A	06/20/16	06/27/19	06/27/17	1,061	1.12%	1,000,000		1,000,729	Bank of NY Mellon	1,001,240
Federal National Mortgage Association	1,000,000	1.10%	N/A	06/20/16	06/28/19	06/28/17	1,062	1.10%	1,000,000		1,000,333	Bank of NY Mellon	1,000,800
	25,500,000									25,496,000	25,511,569		24,517,735
<b>Short Term Investments (1 year or less)</b>													
Time Deposits													
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	359	1.80%	198,600		200,947	Bank of NY Mellon	202,153
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	360	1.70%	200,000		200,751	Bank of NY Mellon	202,265
	400,000									398,600	401,697		404,418
<b>Medium Term Investments (1 year to 3 years)</b>													
U.S. Gov't Agency Securities													
Federal National Mortgage Association	2,000,000	1.10%	N/A	03/12/13	03/12/18	03/12/18	589	1.10%	2,000,000		2,005,360	Bank of NY Mellon	2,017,360
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	614	9.80%	498,594		575,983	Bank of America	580,015
Federal Farm Credit Bank	500,000	1.03%	N/A	02/24/16	02/12/19	N/A	926	1.03%	499,850		502,062	Bank of NY Mellon	502,720
	3,000,000									2,998,444	3,083,404		3,100,095
<b>Total Invested Cash</b>	<b>\$ 130,094,042</b>									<b>\$ 131,391,812</b>	<b>\$ 131,563,713</b>		<b>\$ 130,484,956</b>

**TREASURER'S MONTHLY REPORT**  
**MISCELLANEOUS AND TRUST ACCOUNTS**  
**July 31, 2016**

	<u>Par Value</u>	<u>Coupon</u>	<u>Rating</u>	<u>Maturity</u>	<u>Yield to Maturity</u>	<u>Adjusted Cost Basis</u>	<u>Category Total</u>
<b>Total Invested Cash</b>	\$ 131,391,812					\$ <u>131,391,812</u>	\$ 131,391,812
<b>Miscellaneous Accounts</b>							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,995,059	N/A	N/A	open	None	1,995,059	
Downpayment Assistance (Housing Fund) -Bank of America	33,950	0.15%	N/A	open	0.15%	33,950	
Workers Compensation - Bank of America	56,633	N/A	N/A	open	None	56,633	
General Liability - Bank of America	26,972	N/A	N/A	open	None	26,972	
1930's General Store Museum - Bank of America	12,806	N/A	N/A	open	None	12,806	
On-Line Credit Card Fire Inspection Fees -Bank of America	81,900	N/A	N/A	open	None	81,900	
On-Line Credit Card Transportation Permits -Bank of America	8,373	N/A	N/A	open	None	<u>8,373</u>	2,219,642
<b>Total Cash Deposited</b>							\$ <u><u>133,611,454</u></u>

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TREASURER'S MONTHLY REPORT  
 BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS  
 July 31, 2016

	<u>Par Value</u>	<u>Coupon Rate</u>	<u>Rating</u>	<u>Maturity</u>	<u>Yield to Maturity</u>	<u>Adjusted Cost Basis</u>	<u>Category Total</u>	<u>(memo only) Market Value</u>	<u>Source</u>	<u>Prior Qtr. Market Value</u>
1998 Airport PFC										
Invesco Government & Agency Private	1,066,466	variable	AAA	open	0.01%	<u>1,066,466</u>		1,066,466	Bank of NY Mellon	2,253,410
							1,066,466			
2006 Airport PFC										
Invesco Government & Agency Private	1,009,804	variable	AAA	open	0.02%	<u>1,009,804</u>		1,009,804	Bank of NY Mellon	2,444,427
							1,009,804			
2007 Refunding Lease Revenue Bonds										
First American Government Obligation	0	variable	AAA	open	0.01%	<u>0</u>		0	US Bank	0
							0			
2007A&B Tax Allocation Bonds										
First American Government Obligation	368,286	variable	AAA	open	0.01%	<u>368,286</u>		368,286	US Bank	368,284
							368,286			
2007C Tax Allocation Bonds										
First American Government Obligation	340,893	variable	AAA	open	0.01%	<u>340,893</u>		340,893	US Bank	340,892
							340,893			
2008 Airport PFC Refunding										
Invesco Government & Agency Private	601,267	variable	AAA	open	0.02%	<u>601,267</u>		601,267	Bank of NY Mellon	609,921
							601,267			
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	3,193,210	variable	AAA	open	0.01%	<u>3,193,210</u>		3,193,210	Bank of NY Mellon	3,192,921
							3,193,210			

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**TREASURER'S MONTHLY REPORT**  
**BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS**  
**July 31, 2016**

	<u>Par Value</u>	<u>Coupon Rate</u>	<u>Rating</u>	<u>Maturity</u>	<u>Yield to Maturity</u>	<u>Adjusted Cost Basis</u>	<u>Category Total</u>	<u>(memo only) Market Value</u>	<u>Source</u>	<u>Prior Qtr. Market Value</u>
2012/2014 Convention Center										
First American Government Obligation	12,672	variable	AAA	open	0.01%	<u>12,672</u>		12,672	US Bank	12,672
							12,672			
2014 Merged Project 1 & 2/Housing Refunding										
First American Government Obligation	470,019	variable	AAA	open	0.01%	<u>470,019</u>		470,019	US Bank	470,017
							470,019			
2015 Reassessment District No.2015-1										
First American Government Obligation	274,340	variable	AAA	open	0.01%	<u>274,340</u>		274,340	US Bank	274,338
							274,340			
2015 Local Measure A Sales Tax										
First American Government Obligation	1,840,421	variable	AAA	open	0.01%	<u>1,840,421</u>		1,840,421	US Bank	1,840,412
							1,840,421			
2015 Refunding Lease Revenue Bonds										
First American Government Obligation	3,604	variable	AAA	open	0.01%	<u>3,604</u>		3,604	US Bank	3,604
							3,604			
Chevron/CoGen Lease Proceeds										
Cash	716,877	N/A	N/A	demand	None	<u>716,877</u>		716,877	Deutsche Bank	716,877
							716,877			
Funds With Century Golf	819,900	N/A	N/A	demand	None	<u>819,900</u>		819,900	Century Golf	1,172,635
							819,900			
Totals							<u>10,717,758</u>	<u>10,717,758</u>		<u>\$ 13,700,410</u>

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TREASURER'S MONTHLY REPORT  
 CALCULATION OF INVESTMENT LIMITATIONS  
 July 31, 2016

<u>By Maturity:</u>	<u>Minimum</u>	<u>Maximum</u>	<u>Current Mo.</u>
1 day to 365 days	N/A	N/A	97.72%
1 year to 3 years	N/A	50.00%	2.28%
3 years to 5 years	N/A	30.00%	0.00%
<u>By Type of Investment:</u>			
Bankers Acceptance - in total	N/A	20.00%	0.00%
Bankers Acceptance - by issuer	N/A	5.00%	0.00%
Commercial Paper	N/A	15.00%	0.00%
Time Deposits	N/A	10.00%	0.30%
Negotiable Certificates of Deposit - in total	N/A	30.00%	0.00%
Negotiable Certificates of Deposit - by issuer	N/A	5.00%	0.00%
Corporate Notes - in total	N/A	20.00%	0.00%
Corporate Notes - by issuer	N/A	5.00%	0.00%
CA State or City Bonds/Local Agency Bonds - in total	N/A	15.00%	0.00%
CA State or City Bonds/Local Agency Bonds - by issuer	N/A	5.00%	0.00%
Money Market Funds	N/A	10.00%	0.00%
Money Market Mutual Funds - Less than 1 Year	N/A	50.00%	33.91%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	3.78%
LAIF	N/A	100.00%	37.88%
U.S. Government Agencies	N/A	60.00%	21.69%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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