



## City Council Staff Report

DATE: January 7, 2015 CONSENT CALENDAR  
SUBJECT: TREASURER'S INVESTMENT REPORT AS OF  
NOVEMBER 30, 2014  
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 November 30, 2014. 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 \$106,302,109 plus \$14,598,746 bond issue capital projects, reserve and debt service funds. There is an additional \$1,212,348 in various miscellaneous/trust accounts. The market value of the invested cash is \$106,385,685.

### RECOMMENDATION:

Receive and File Treasurer's Investment Report as of November 30, 2014.

### 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.

ITEM NO. 2H

The weighted average maturity (WAM) of the portfolio is 503.55 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  
 November 30, 2014

On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 6,609,196		
CalTrust ShortTerm	13,277,779		
CalTrust MidTerm	12,886,188		
State Pool	<u>27,040,751</u>	\$ 59,813,915	56.27%
Short Term Investments (1 year or less)			
U.S. Gov't Agencies	41,991,000		
Corporate Notes	1,000,000		
Time Deposits	<u>200,000</u>	43,191,000	40.63%
Medium Term Investments (1 year to 3 years)			
Time Deposits	<u>798,600</u>	798,600	0.75%
Long Term Investments (3 year to 5 years)			
U.S. Gov't Agencies	<u>2,498,594</u>	2,498,594	<u>2.35%</u>
		\$ <u>106,302,109</u>	<u>100.00%</u>

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TREASURER'S MONTHLY REPORT  
 DETAIL OF INVESTMENTS  
 November 30, 2014

	Par Value	Coupon Rate	Rating	Purchase Date	Maturity Date	First/Next Optimal Call Date	Days to Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total	(memo only) Market Value	Source	Prior Or Market Value
<b>On Call Deposits</b>													
Checking - Bank of America	\$ 6,609,196	N/A	AAA		demand	N/A	1	None	6,609,196		\$ 6,609,196	Bank of America	9,856,357
CallTrust ShortTerm	13,000,000	variable	N/A		demand	N/A	1	0.42%	13,277,779		13,284,000	CallTrust	15,275,157
CallTrust MidTerm	12,500,000	variable	N/A		demand	N/A	1	0.75%	12,866,188		12,870,107	CallTrust	12,828,855
Local Agency Invest Fund (LAIF)	27,000,000	variable	N/A		demand	N/A	1	0.261%	27,040,731		27,045,653	LAIF	25,032,370
	59,109,196									59,813,915	59,809,847		62,992,737
<b>Short Term Investments (1 year or less)</b>													
<b>U.S. Gov't Agency Securities</b>													
Federal Home Loan Bank	0	2.00%	N/A	07/08/14	07/08/19		0	2.00%	0		0	Bank of NY Mellon	2,000,340
Federal Home Loan Mortgage Corporation	0	2.00%	N/A	07/24/14	07/24/19		0	2.00%	0		0	Bank of NY Mellon	2,002,480
Federal Home Loan Bank	0	1.85%	N/A	01/30/14	01/30/19		0	1.85%	0		0	Bank of NY Mellon	1,996,680
Federal Home Loan Mortgage Corporation	0	2.05%	N/A	08/28/14	08/28/19		0	2.05%	0		0	Bank of NY Mellon	998,180
Federal Home Loan Bank	1,000,000	0.45%	N/A	05/09/13	05/09/16	12/01/14	326	0.45%	1,000,000		998,290	Bank of NY Mellon	996,170
Federal Farm Credit Bank	1,000,000	0.85%	N/A	08/15/12	02/15/17	12/01/14	808	0.85%	999,000		1,000,040	Bank of NY Mellon	998,125
Federal Farm Credit Bank	2,000,000	0.98%	N/A	08/15/12	08/15/17	12/01/14	989	0.98%	1,997,000		1,997,060	Bank of NY Mellon	1,992,960
Federal Home Loan Bank	2,000,000	1.00%	N/A	09/18/12	09/18/17	12/01/14	1,023	1.00%	1,999,000		1,998,960	Bank of NY Mellon	1,991,420
Federal Farm Credit Bank	2,000,000	1.12%	N/A	02/20/13	02/20/18	12/01/14	1,178	1.12%	2,000,000		2,000,120	Bank of NY Mellon	1,991,820
Federal Home Loan Bank	2,000,000	2.07%	N/A	04/15/14	04/15/19	12/01/14	1,597	2.07%	2,000,000		2,000,200	Bank of NY Mellon	1,986,120
Federal Home Loan Bank	1,000,000	0.75%	N/A	05/29/13	05/29/18	12/01/14	1,276	0.75%	1,000,000		997,813	Bank of NY Mellon	992,610
Federal Home Loan Bank	1,000,000	0.80%	N/A	06/12/13	06/12/18	12/12/14	1,290	0.80%	1,000,000		999,450	Bank of NY Mellon	991,590
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	12/29/14	1,025	1.00%	2,000,000		2,000,960	Bank of NY Mellon	1,990,880
Federal Home Loan Mortgage Corporation	2,000,000	1.20%	N/A	03/20/13	03/20/18	12/25/14	1,206	1.20%	2,000,000		1,998,720	Bank of NY Mellon	1,992,080
Federal Home Loan Bank	2,000,000	1.00%	N/A	06/20/13	06/20/18	12/25/14	1,208	1.00%	1,998,000		1,996,480	Bank of NY Mellon	1,980,780
Federal Home Loan Mortgage Corporation	2,000,000	1.04%	N/A	09/27/12	09/27/17	12/27/14	1,032	1.04%	2,000,000		1,996,820	Bank of NY Mellon	1,984,140
Federal National Mortgage Association	2,000,000	1.07%	N/A	09/27/12	09/27/17	12/27/14	1,032	1.07%	2,000,000		1,994,580	Bank of NY Mellon	1,988,660
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	01/11/13	01/11/18	01/11/15	1,138	1.00%	1,000,000		995,580	Bank of NY Mellon	988,720
Federal Home Loan Bank	2,000,000	1.50%	N/A	07/15/14	07/15/19	01/15/15	1,688	2.00%	2,000,000		1,990,400	Bank of NY Mellon	1,966,120
Federal Home Loan Mortgage Corporation	2,000,000	1.05%	N/A	01/16/13	01/16/18	01/16/15	1,143	1.05%	2,000,000		1,998,960	Bank of NY Mellon	1,989,500
Federal Home Loan Mortgage Corporation	2,000,000	1.15%	N/A	04/25/13	04/25/18	01/25/15	1,242	1.15%	2,000,000		1,991,660	Bank of NY Mellon	1,975,340
Federal National Mortgage Association	4,000,000	1.03%	N/A	01/30/13	01/30/18	01/30/15	1,157	1.03%	4,000,000		3,976,920	Bank of NY Mellon	3,946,080
Federal Home Loan Bank	1,000,000	1.00%	N/A	01/30/13	01/30/18	01/30/15	1,157	1.00%	1,000,000		994,210	Bank of NY Mellon	988,110
Federal Home Loan Bank	1,000,000	1.05%	N/A	02/12/13	02/12/18	02/12/15	1,170	1.05%	1,000,000		995,130	Bank of NY Mellon	988,880
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	02/21/15	1,268	1.03%	2,000,000		1,992,840	Bank of NY Mellon	1,963,840
Federal National Mortgage Association	1,000,000	1.00%	N/A	08/28/12	08/28/17	02/28/15	1,002	1.00%	998,000		998,000	Bank of NY Mellon	992,620
Federal National Mortgage Association	2,000,000	1.10%	N/A	08/28/12	08/28/17	02/28/15	1,002	1.10%	2,000,000		2,002,400	Bank of NY Mellon	1,994,820
Federal National Mortgage Association	2,000,000	2.00%	N/A	04/30/14	04/30/19	04/30/15	1,612	2.00%	2,000,000		2,011,000	Bank of NY Mellon	2,000,080
	42,000,000									41,991,000	41,926,971		48,689,145
<b>Corporate Notes</b>													
General Electric Capital Corporation	1,000,000	0.73%	A1/AA+	04/13/12	04/13/15	N/A	134	0.73%	1,000,000		1,001,670	Bank of NY Mellon	1,002,380
	1,000,000									1,000,000	1,001,670		1,002,380
<b>Time Deposits</b>													
Ally Bank CD	200,000	1.15%	N/A	7/27/12	7/27/15	N/A	239	1.15%	200,000		200,000	Bank of NY Mellon	200,000
	200,000									200,000	200,000		200,000

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TREASURER'S MONTHLY REPORT  
 DETAIL OF INVESTMENTS  
 November 30, 2014

	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>Medium Term Investments (1 year to 3 years)</b>													
<b>Time Deposits</b>													
GE Cap Retail Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	598	1.35%	200,000		202,460	Bank of NY Mellon	202,158
GE Cap Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	598	1.35%	200,000		202,460	Bank of NY Mellon	202,158
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	968	1.80%	198,600		204,435	Bank of NY Mellon	203,235
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	969	1.70%	200,000		203,908	Bank of NY Mellon	202,678
	800,000									798,600	813,263		810,229
<b>Long Term Investment (3 years to 5 years)</b>													
<b>U.S. Gov't Agency Securities</b>													
Federal National Mortgage Association	2,000,000	1.10%	N/A	03/12/13	03/12/18	03/12/18	1,198	1.10%	2,000,000		1,993,260	Bank of NY Mellon	1,972,480
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	1,223	9.80%	498,594		640,674	Bank of America	642,178
	2,500,000									2,498,594	2,633,934		2,614,658
<b>Total Invested Cash</b>	<b>\$ 105,409,196</b>									<b>\$ 106,302,109</b>	<b>\$ 106,385,685</b>		<b>\$ 116,309,149</b>

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TREASURER'S MONTHLY REPORT  
 MISCELLANEOUS AND TRUST ACCOUNTS  
 November 30, 2014

	<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>	\$ 106,302,109					\$ 106,302,109	\$ 106,302,109
<b>Miscellaneous Accounts</b>							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,047,090	N/A	N/A	open	None	1,047,090	
Downpayment Assistance (Housing Fund) - Bank of America	33,865	0.15%	N/A	open	0.15%	33,865	
Workers Compensation - Bank of America	35,502	N/A	N/A	open	None	35,502	
General Liability - Bank of America	30,000	N/A	N/A	open	None	30,000	
1930's General Store Museum - Bank of America	10,797	N/A	N/A	open	None	10,797	
On-Line Credit Card Fire Inspection Fees -Bank of America	47,933	N/A	N/A	open	None	47,933	
On-Line Credit Card Transportation Permits -Bank of America	3,212	N/A	N/A	open	None	3,212	1,212,348
<b>Total Cash Deposited</b>							\$ 107,514,457

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TREASURER'S MONTHLY REPORT  
 BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS  
 November 30, 2014

	Par Value	Coupon Rate	Rating	Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total	(memo only) Market Value	Source	Prior Qtr. Market Value
2012/2014 Convention Center First American Government Obligation	199	variable	AAA	open	0.01%	199	199	199	US Bank	14,182
							199			
1991/01 Series B - Housing Invesco Government & Agency Private	9	variable	AAA	open	0.02%	9	9	9	Bank of NY Mellon	9
							9			
2004A/B, Merged Project #1/#2 Invesco Government & Agency Private	113	variable	AAA	open	0.01%	113	113	113	Bank of NY Mellon	303
							113			
2007A, B, & C Tax Allocation Bonds Invesco Government & Agency Private	10	variable	AAA	open	0.01%	10	10	10	Bank of NY Mellon	10
							10			
1998 Airport PFC Invesco Government & Agency Private	2,308,565	variable	AAA	open	0.01%	2,308,565	2,308,565	2,308,565	Bank of NY Mellon	1,197,746
							2,308,565			
2002 Parking Structure Cash	3					3		3	Bank of NY Mellon	3
Invesco Government & Agency Private	172	variable	AAA	open	0.01%	172		172	Bank of NY Mellon	1,520
							175			
2004 Assessment District 161 GE Capital Bank CD	200,000	1.70%	N/A	01/17/2019	1.70%	200,000		201,020	Bank of NY Mellon	200,458
Goldman Sachs Bank CD	100,000	1.90%	N/A	01/22/2019	1.90%	100,000		101,810	Bank of NY Mellon	100,589
Invesco Government & Agency Private	97,398	variable	AAA	open	0.02%	97,398		97,398	Bank of NY Mellon	97,397
							397,398			
2004 Assessment District 162 Goldman Sachs Bank CD	90,000	1.90%	N/A	01/22/2019	1.90%	90,000		91,629	Bank of NY Mellon	90,530
Invesco Government & Agency Private	67,684	variable	AAA	open	0.02%	67,684		67,684	Bank of NY Mellon	67,683
							157,684			

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**TREASURER'S MONTHLY REPORT**  
**BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS**  
**November 30, 2014**

	<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>
2005 Assessment District 164										
GE Capital Retail Bank CD	200,000	1.90%	N/A	01/17/2019	1.90%	200,000		203,608	Bank of NY Mellon	201,175
Goldman Sachs Bank CD	50,000	1.90%	N/A	01/22/2019	1.90%	50,000		50,905	Bank of NY Mellon	50,295
Invesco Government & Agency Private	119,093	variable	AAA	open	0.02%	<u>119,093</u>		119,093	Bank of NY Mellon	119,091
							369,093			
2006 Airport PFC										
Invesco Government & Agency Private	1,515,561	variable	AAA	open	0.02%	<u>1,515,561</u>		1,515,561	Bank of NY Mellon	1,271,861
							1,515,561			
2007 Refunding Lease Revenue Bonds										
Invesco Government & Agency Private	0	variable	AAA	open	0.01%	<u>0</u>		0	Bank of NY Mellon	296,069
							0			
2008 Airport PFC Refunding										
Invesco Government & Agency Private	618,377	variable	AAA	open	0.02%	<u>618,377</u>		618,377	Bank of NY Mellon	618,377
							618,377			
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	4,140,805	variable	AAA	open	0.01%	<u>4,140,805</u>		4,140,805	Bank of NY Mellon	3,189,774
							4,140,805			
2014 Merged Project 1 & 2/Housing Refunding										
First American Government Obligation	4,256	variable	AAA	open	0.01%	<u>4,256</u>		4,256	US Bank	11,615
							4,256			
Chevron/CoGen Lease Proceeds										
Cash	4,726,535					<u>4,726,535</u>		4,726,535	Deutsche Bank	5,908,164
							4,726,535			
Funds With Century Golf	359,966					<u>359,966</u>		359,966	Century Golf	371,034
							359,966			
Totals							<u>14,598,746</u>	<u>14,607,718</u>		<u>\$ 13,807,884</u>

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TREASURER'S MONTHLY REPORT  
 CALCULATION OF INVESTMENT LIMITATIONS  
 November 30, 2014

<u>By Maturity:</u>	<u>Minimum</u>	<u>Maximum</u>	<u>Current Mo.</u>
1 day to 365 days	N/A	N/A	96.90%
1 year to 3 years	N/A	50.00%	0.75%
3 years to 5 years	N/A	30.00%	2.35%
<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%	0.94%
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%	0.19%
Corporate Notes - by issuer	N/A	5.00%	0.19%
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%	12.49%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	12.12%
LAIF	N/A	100.00%	54.08%
U.S. Government Agencies	N/A	60.00%	41.85%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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