



City Council Staff Report

DATE: March 4, 2015 CONSENT CALENDAR
SUBJECT: TREASURER'S INVESTMENT REPORT AS OF
JANUARY 31, 2015
FROM: Geoffrey S. Kiehl, Director of Finance and Treasurer
BY: Department of Finance and Treasury

SUMMARY

Attached is the Treasurer's Investment Report as of January 31, 2015. 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 \$114,061,719 plus \$10,879,877 bond issue capital projects, reserve and debt service funds. There is an additional \$1,259,755 in various miscellaneous/trust accounts. The market value of the invested cash is \$114,216,238.

RECOMMENDATION:

Receive and File Treasurer's Investment Report as of January 31, 2015.

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.

The weighted average maturity (WAM) of the portfolio is 417.19 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



Geoffrey S. Kiehl, Director of Finance and Treasurer

Attachments: Treasurer's Investment Report

CITY OF PALM SPRINGS
 TREASURER'S MONTHLY REPORT
 SUMMARY OF INVESTMENTS
 January 31, 2015

On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 5,326,333		
CalTrust ShortTerm	17,286,744		
CalTrust MidTerm	12,902,196		
State Pool	<u>34,058,252</u>	\$ 69,573,525	61.00%
Short Term Investments (1 year or less)			
U.S. Gov't Agencies	39,991,000		
Corporate Notes	1,000,000		
Time Deposits	<u>200,000</u>	41,191,000	36.11%
Medium Term Investments (1 year to 3 years)			
Time Deposits	<u>798,600</u>	798,600	0.70%
Long Term Investments (3 year to 5 years)			
U.S. Gov't Agencies	<u>2,498,594</u>	2,498,594	2.19%
		<u>\$ 114,061,719</u>	<u>100.00%</u>

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TREASURER'S MONTHLY REPORT
DETAIL OF INVESTMENTS
January 31, 2015

	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
On Call Deposits													
Checking - Bank of America	\$ 5,326,333	N/A	AAA		demand	N/A	1	None	5,326,333		\$ 5,326,333	Bank of America	5,326,333
CalTrust ShortTerm	17,900,000	variable	N/A		demand	N/A	1	0.41%	17,286,744		17,293,859	CalTrust	13,276,193
CalTrust MidTerm	12,500,000	variable	N/A		demand	N/A	1	0.74%	12,902,196		12,886,140	CalTrust	12,839,739
Local Agency Invest Fund (LAIF)	34,000,000	variable	N/A		demand	N/A	1	0.262%	34,058,252		34,057,584	LAIF	26,445,472
	68,826,333									69,573,525	69,563,915		57,487,737
Short Term Investments (1 year or less)													
U.S. Govt Agency Securities													
Federal Home Loan Bank		2.07%	N/A	04/15/14	04/15/19	01/27/15	0		0		0	Bank of NY Mellon	2,000,300
Federal Home Loan Bank	1,000,000	0.45%	N/A	05/09/13	05/09/16	02/01/15	464	0.45%	1,000,000		999,230	Bank of NY Mellon	996,540
Federal Farm Credit Bank	1,000,000	0.85%	N/A	08/15/12	02/15/17	02/01/15	746	0.85%	999,000		1,000,040	Bank of NY Mellon	997,840
Federal Farm Credit Bank	2,000,000	0.98%	N/A	08/15/12	08/15/17	02/01/15	927	0.98%	1,997,000		2,000,080	Bank of NY Mellon	1,988,140
Federal Home Loan Bank	2,000,000	1.60%	N/A	09/18/12	09/18/17	02/01/15	961	1.00%	1,999,000		1,998,460	Bank of NY Mellon	1,991,000
Federal Farm Credit Bank	2,000,000	1.12%	N/A	02/20/13	02/20/18	02/01/15	1,116	1.12%	2,000,000		2,000,120	Bank of NY Mellon	1,991,620
Federal Home Loan Bank	1,000,000	0.75%	N/A	05/29/13	05/29/18	02/01/15	1,214	0.75%	1,000,000		1,001,490	Bank of NY Mellon	993,080
Federal Home Loan Bank	1,000,000	1.05%	N/A	02/12/13	02/12/18	02/12/15	1,108	1.05%	1,000,000		999,320	Bank of NY Mellon	990,990
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	02/21/15	1,206	1.03%	2,000,000		1,994,340	Bank of NY Mellon	1,960,920
Federal National Mortgage Association	1,000,000	1.00%	N/A	08/28/12	08/28/17	02/28/15	940	1.00%	998,000		998,170	Bank of NY Mellon	994,320
Federal National Mortgage Association	2,000,000	1.10%	N/A	08/28/12	08/28/17	02/28/15	940	1.10%	2,000,000		1,997,220	Bank of NY Mellon	1,994,360
Federal Home Loan Bank	1,000,000	0.80%	N/A	06/12/13	06/12/18	03/12/15	1,228	0.80%	1,000,000		1,000,830	Bank of NY Mellon	994,770
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	03/20/15	963	1.00%	2,000,000		2,002,540	Bank of NY Mellon	1,996,900
Federal Home Loan Mortgage Corporation	2,000,000	1.20%	N/A	03/20/13	03/20/18	03/20/15	1,144	1.20%	2,000,000		1,999,160	Bank of NY Mellon	1,989,980
Federal Home Loan Bank	2,000,000	1.00%	N/A	06/20/13	06/20/18	03/20/15	1,236	1.00%	1,998,000		2,002,188	Bank of NY Mellon	1,986,960
Federal Home Loan Mortgage Corporation	2,000,000	1.04%	N/A	09/27/12	09/27/17	03/27/15	970	1.04%	2,000,000		2,002,540	Bank of NY Mellon	1,991,120
Federal National Mortgage Association	2,000,000	1.07%	N/A	09/27/12	09/27/17	03/27/15	970	1.07%	2,000,000		1,995,800	Bank of NY Mellon	1,986,120
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	01/11/13	01/11/18	04/11/15	1,076	1.00%	1,000,000		1,000,960	Bank of NY Mellon	992,020
Federal Home Loan Bank	2,000,000	1.50%	N/A	07/15/14	07/15/19	04/15/15	1,626	1.50%	2,000,000		2,002,700	Bank of NY Mellon	1,983,340
Federal Home Loan Mortgage Corporation	2,000,000	1.05%	N/A	01/16/13	01/16/18	04/16/15	1,081	1.05%	2,000,000		2,003,280	Bank of NY Mellon	1,991,720
Federal Home Loan Mortgage Corporation	2,000,000	1.15%	N/A	04/25/13	04/25/18	04/25/15	1,180	1.15%	2,000,000		2,002,200	Bank of NY Mellon	1,982,060
Federal National Mortgage Association	4,000,000	1.03%	N/A	01/30/13	01/30/18	04/30/15	1,095	1.03%	4,000,000		3,990,720	Bank of NY Mellon	3,956,600
Federal Home Loan Bank	1,000,000	1.00%	N/A	01/30/13	01/30/18	04/30/15	1,095	1.00%	1,000,000		998,330	Bank of NY Mellon	989,110
Federal National Mortgage Association	2,000,000	2.00%	N/A	04/30/14	04/30/19	04/30/15	1,550	2.00%	2,000,000		2,009,040	Bank of NY Mellon	2,009,688
	40,000,000									39,991,000	39,998,758		41,757,598
Corporate Notes													
General Electric Capital Corporation	1,000,000	0.73%	A1/AA+	04/13/12		N/A	72	0.73%	1,000,000		1,000,910	Bank of NY Mellon	1,001,250
	1,000,000									1,000,000	1,000,910		1,001,250
Time Deposits													
Ally Bank CD	200,000	1.15%	N/A	7/27/12	7/27/15	N/A	177	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
 January 31, 2015

	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
Medium Term Investments (1 year to 3 years)													
Time Deposits													
GE Cap Retail Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	536	1.35%	200,000		202,137	Bank of NY Mellon	202,026
GE Cap Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	536	1.35%	200,000		202,137	Bank of NY Mellon	202,026
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	906	1.80%	198,600		204,746	Bank of NY Mellon	203,473
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	907	1.70%	200,000		204,253	Bank of NY Mellon	202,964
	800,000									798,600	811,274		810,489
Long Term Investment (3 years to 5 years)													
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	1,136	1.10%	2,000,000		2,002,740	Bank of NY Mellon	1,982,160
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	1,161	9.80%	498,594		636,642	Bank of American	633,787
	2,500,000									2,498,594	2,639,382		2,615,947
Total Invested Cash	\$ 113,126,333									\$ 114,061,719	\$ 114,216,238		\$ 103,873,000

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TREASURER'S MONTHLY REPORT
 MISCELLANEOUS AND TRUST ACCOUNTS
 January 31, 2015

	<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>
Total Invested Cash	\$ 114,061,719					\$ 114,061,719	\$ 114,061,719
Miscellaneous Accounts							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,053,510	N/A	N/A	open	None	1,053,510	
Downpayment Assistance (Housing Fund) - Bank of America	33,873	0.15%	N/A	open	0.15%	33,873	
Workers Compensation - Bank of America	61,478	N/A	N/A	open	None	61,478	
General Liability - Bank of America	30,000	N/A	N/A	open	None	30,000	
1930's General Store Museum - Bank of America	9,770	N/A	N/A	open	None	9,770	
On-Line Credit Card Fire Inspection Fees -Bank of America	62,637	N/A	N/A	open	None	62,637	
On-Line Credit Card Transportation Permits -Bank of America	4,537	N/A	N/A	open	None	4,537	1,259,755
Total Cash Deposited							\$ 115,321,474

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
January 31, 2015

	<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	12,867	variable	AAA	open	0.01%	<u>12,867</u>	12,867	12,867	US Bank	12,867
1991/01 Series B - Housing Invesco Government & Agency Private	0	variable	AAA	open	0.02%	<u>0</u>	0	0	Bank of NY Mellon	9
2004A/B, Merged Project #1/#2 Invesco Government & Agency Private	113	variable	AAA	open	0.01%	<u>113</u>	113	113	Bank of NY Mellon	113
2007A, B, & C Tax Allocation Bonds Invesco Government & Agency Private	10	variable	AAA	open	0.01%	<u>10</u>	10	10	US Bank	10
1998 Airport PFC Invesco Government & Agency Private	851,493	variable	AAA	open	0.01%	<u>851,493</u>	851,493	851,493	Bank of NY Mellon	2,373,976
2002 Parking Structure Cash	3					<u>3</u>		3	Bank of NY Mellon	3
Invesco Government & Agency Private	172	variable	AAA	open	0.01%	<u>172</u>	175	172	Bank of NY Mellon	1,630
2004 Assessment District 161 GE Capital Bank CD	200,000	1.70%	N/A	01/17/2019	1.70%	200,000		204,113	Bank of NY Mellon	199,058
Goldman Sachs Bank CD	100,000	1.90%	N/A	01/22/2019	1.90%	100,000		102,849	Bank of NY Mellon	101,231
Invesco Government & Agency Private	100,058	variable	AAA	open	0.02%	<u>100,058</u>	400,058	100,058	Bank of NY Mellon	97,399
2004 Assessment District 162 Goldman Sachs Bank CD	90,000	1.90%	N/A	01/22/2019	1.90%	90,000		92,564	Bank of NY Mellon	91,107
Invesco Government & Agency Private	68,547	variable	AAA	open	0.02%	<u>68,547</u>	158,547	68,547	Bank of NY Mellon	67,685

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
January 31, 2015

	<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		205,679	Bank of NY Mellon	202,453
Goldman Sachs Bank CD	50,000	1.90%	N/A	01/22/2019	1.90%	50,000		51,425	Bank of NY Mellon	50,615
Invesco Government & Agency Private	121,489	variable	AAA	open	0.02%	<u>121,489</u>		121,489	Bank of NY Mellon	119,094
							371,489			
2006 Airport PFC										
Invesco Government & Agency Private	1,391,454	variable	AAA	open	0.02%	<u>1,391,454</u>		1,391,454	Bank of NY Mellon	1,637,413
							1,391,454			
2007 Refunding Lease Revenue Bonds										
Invesco Government & Agency Private	0	variable	AAA	open	0.01%	<u>0</u>		0	US Bank	0
							0			
2008 Airport PFC Refunding										
Invesco Government & Agency Private	609,350	variable	AAA	open	0.02%	<u>609,350</u>		609,350	Bank of NY Mellon	618,377
							609,350			
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	3,189,877	variable	AAA	open	0.01%	<u>3,189,877</u>		3,189,877	Bank of NY Mellon	3,189,851
							3,189,877			
2014 Merged Project 1 & 2/Housing Refunding										
First American Government Obligation	1,015	variable	AAA	open	0.01%	<u>1,015</u>		1,015	US Bank	1,006
							1,015			
Chevron/CoGen Lease Proceeds										
Cash	3,340,344					<u>3,340,344</u>		3,340,344	Deutsche Bank	4,046,360
							3,340,344			
Funds With Century Golf	553,084					<u>553,084</u>		553,084	Century Golf	376,914
							553,084			
Totals							<u>10,879,877</u>	<u>10,896,507</u>		<u>\$ 13,187,171</u>

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TREASURER'S MONTHLY REPORT
 CALCULATION OF INVESTMENT LIMITATIONS
 January 31, 2015

<u>By Maturity:</u>	<u>Minimum</u>	<u>Maximum</u>	<u>Current Mo.</u>
1 day to 365 days	N/A	N/A	97.11%
1 year to 3 years	N/A	50.00%	0.70%
3 years to 5 years	N/A	30.00%	2.19%
<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%	0.88%
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%	0.18%
Corporate Notes - by issuer	N/A	5.00%	0.18%
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%	15.16%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	11.31%
LAIF	N/A	100.00%	68.12%
U.S. Government Agencies	N/A	60.00%	37.25%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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