



## City Council Staff Report

DATE: September 2, 2015 CONSENT CALENDAR  
SUBJECT: TREASURER'S INVESTMENT REPORT AS OF  
JULY 31, 2015  
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, 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 \$126,395,093 plus \$16,150,040 bond issue capital projects, reserve and debt service funds. There is an additional \$1,240,091 in various miscellaneous/trust accounts. The market value of the invested cash is \$126,517,323.

### RECOMMENDATION:

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

### STAFF ANALYSIS:

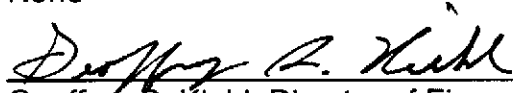
The attached report includes the face value and coupon rate (if applicable) of the investments and the source for the market value estimate. Also included is information on the investments of bond issue reserve, debt service and related funds.

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 376.47 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, 2015

On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 2,240,160		
CalTrust ShortTerm	32,837,880		
CalTrust MidTerm	5,925,258		
State Pool	<u>38,103,101</u>	\$ 79,106,399	62.59%
<b>Short Term Investments</b>			
(1 year or less)			
U.S. Gov't Agencies	43,491,500		
Time Deposits	<u>400,000</u>	43,891,500	34.73%
<b>Medium Term Investments</b>			
(1 year to 3 years)			
U.S. Gov't Agencies	2,998,594		
Time Deposits	<u>398,600</u>	3,397,194	2.69%
<b>Long Term Investments</b>			
(3 year to 5 years)			
	<u>0</u>	0	<u>0.00%</u>
		\$ <u><u>126,395,093</u></u>	<u><u>100.00%</u></u>

TREASURER'S MONTHLY REPORT  
 DETAIL OF INVESTMENTS

July 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
<b>On Call Deposits</b>													
Checking - Bank of America	\$ 2,240,160	N/A	AAA		demand	N/A	1	None	2,240,160		\$ 2,240,160	Bank of America	6,569,161
CalTrust ShortTerm	32,500,000	variable	N/A		demand	N/A	1	0.49%	32,837,880		32,821,183	CalTrust	33,308,001
CalTrust MidTerm	5,500,000	variable	N/A		demand	N/A	1	0.82%	5,925,258		5,912,063	CalTrust	6,900,834
Local Agency Invest Fund (LAIF)	38,000,000	variable	N/A		demand	N/A	1	0.320%	38,103,101		38,117,427	LAIF	38,593,131
	78,240,160									79,106,399	79,090,833		85,371,128
<b>Short Term Investments (1 year or less)</b>													
U.S. Gov't Agency Securities													
Federal Farm Credit Bank	2,000,000	0.98%	N/A	08/15/12	08/15/17	08/01/15	746	0.98%	1,997,000		1,998,740	Bank of NY Mellon	1,998,500
Federal Home Loan Bank	2,000,000	1.00%	N/A	09/18/12	09/18/17	08/01/15	780	1.00%	1,999,000		1,999,080	Bank of NY Mellon	1,999,360
Federal Farm Credit Bank	2,000,000	1.12%	N/A	02/20/13	02/20/18	08/01/15	935	1.12%	2,000,000		2,000,100	Bank of NY Mellon	2,000,220
Federal Home Loan Bank	1,000,000	0.75%	N/A	05/29/13	05/29/18	08/01/15	1,033	0.75%	1,000,000		1,000,760	Bank of NY Mellon	1,000,430
Federal Home Loan Bank	1,000,000	1.05%	N/A	02/12/13	02/12/18	08/12/15	927	1.05%	1,000,000		997,510	Bank of NY Mellon	997,270
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	02/20/15	02/20/18	08/20/15	935	1.25%	1,000,000		998,950	Bank of NY Mellon	998,750
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	08/21/15	1,025	1.03%	2,000,000		1,989,920	Bank of NY Mellon	1,986,320
Federal Home Loan Mortgage Corporation	1,000,000	1.625%	N/A	05/21/15	05/21/20	08/21/15	1,756	1.625%	1,000,000		996,500	Bank of NY Mellon	992,670
Federal Farm Credit Bank	500,000	1.09%	N/A	05/26/15	02/26/18	08/26/15	941	1.09%	500,000		500,245	Bank of NY Mellon	499,955
Federal Farm Credit Bank	500,000	0.98%	N/A	05/27/15	11/27/17	08/27/15	850	0.98%	500,000		500,120	Bank of NY Mellon	500,070
Federal National Mortgage Association	1,000,000	1.20%	N/A	02/27/15	02/27/18	08/27/15	942	1.20%	1,000,000		1,000,620	Bank of NY Mellon	1,000,870
Federal Home Loan Bank	1,000,000	0.80%	N/A	06/12/13	06/12/18	09/12/15	1,047	0.80%	1,000,000		1,000,660	Bank of NY Mellon	1,000,780
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	09/20/15	782	1.00%	2,000,000		2,002,280	Bank of NY Mellon	2,003,400
Federal Home Loan Mortgage Corporation	2,000,000	1.20%	N/A	03/20/13	03/20/18	09/20/15	963	1.20%	2,000,000		2,000,280	Bank of NY Mellon	1,999,640
Federal Home Loan Bank	2,000,000	1.00%	N/A	06/20/13	06/20/18	09/20/15	1,055	1.00%	1,998,000		2,001,720	Bank of NY Mellon	2,000,400
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	03/25/15	09/25/18	09/25/15	1,152	1.25%	1,000,000		1,001,210	Bank of NY Mellon	1,001,390
Federal Home Loan Mortgage Corporation	2,000,000	1.04%	N/A	09/27/12	09/27/17	09/27/15	789	1.04%	2,000,000		2,002,300	Bank of NY Mellon	2,002,540
Federal National Mortgage Association	2,000,000	1.07%	N/A	09/27/12	09/27/17	09/27/15	789	1.07%	2,000,000		2,002,600	Bank of NY Mellon	2,003,360
Federal Home Loan Mortgage Corporation	1,000,000	1.85%	N/A	03/30/15	03/30/20	09/30/15	1,704	1.85%	1,000,000		1,002,250	Bank of NY Mellon	999,000
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	01/11/13	01/11/18	10/11/15	895	1.00%	1,000,000		998,630	Bank of NY Mellon	994,370
Federal Home Loan Mortgage Corporation	2,000,000	1.05%	N/A	01/16/13	01/16/18	10/16/15	900	1.05%	2,000,000		2,002,780	Bank of NY Mellon	2,000,820
Federal Home Loan Mortgage Corporation	2,000,000	1.15%	N/A	04/25/13	04/25/18	10/25/15	999	1.15%	2,000,000		1,997,920	Bank of NY Mellon	1,996,980
Federal National Mortgage Association	4,000,000	1.03%	N/A	01/30/13	01/30/18	10/30/15	914	1.03%	4,000,000		4,006,520	Bank of NY Mellon	4,003,160
Federal Home Loan Bank	1,000,000	1.00%	N/A	01/30/13	01/30/18	10/30/15	914	1.00%	1,000,000		995,590	Bank of NY Mellon	998,020
Federal Home Loan Bank	1,000,000	1.25%	N/A	07/29/15	07/29/20	01/29/16	1,825	1.25%	997,500		997,620	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	07/29/15	07/29/20	01/29/16	1,825	1.50%	1,000,000		1,002,010	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.00%	N/A	05/22/15	02/22/18	02/22/16	937	1.00%	500,000		499,105	Bank of NY Mellon	498,995
Federal Home Loan Bank	1,000,000	1.40%	N/A	03/04/15	09/04/18	03/04/16	1,131	1.40%	1,000,000		1,001,140	Bank of NY Mellon	1,000,450
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	03/09/15	03/09/18	03/09/16	952	1.25%	1,000,000		1,002,920	Bank of NY Mellon	1,002,580
Federal National Mortgage Association	500,000	1.125%	N/A	05/20/15	05/18/18	05/18/16	1,022	1.125%	500,000		499,965	Bank of NY Mellon	499,195
Federal National Mortgage Association	500,000	1.00%	N/A	06/15/15	12/15/17	06/15/16	868	1.000%	500,000		499,855	Bank of NY Mellon	499,770
Federal Home Loan Bank	1,000,000	1.25%	N/A	07/29/15	07/29/20	07/29/16	1,825	1.25%	1,000,000		997,700	Bank of NY Mellon	0
	43,500,000									43,491,500	43,497,600		40,479,265

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**TREASURER'S MONTHLY REPORT**  
**DETAIL OF INVESTMENTS**  
 July 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
<b>Short Term Investments</b> ( 1 year or less)													
Time Deposits													
GE Cap Retail Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	355	1.35%	200,000		201,328	Bank of NY Mellon	201,493
GE Cap Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	355	1.35%	200,000		201,328	Bank of NY Mellon	201,493
	<u>400,000</u>									400,000	<u>402,657</u>		<u>402,986</u>
<b>Medium Term Investments</b> ( 1 year to 3 years)													
Time Deposits													
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	725	1.80%	198,600		203,620	Bank of NY Mellon	203,794
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	726	1.70%	200,000		203,226	Bank of NY Mellon	203,383
	<u>400,000</u>									398,600	<u>406,847</u>		<u>407,178</u>
U.S. Gov't Agency Securities													
Federal Farm Credit Bank	500,000	0.625%	N/A	05/22/15	05/22/17	05/22/17	661	0.63%	500,000		498,460	Bank of NY Mellon	498,450
Federal National Mortgage Association	2,000,000	1.10%	N/A	03/12/13	03/12/18	03/12/18	955	1.10%	2,000,000		2,004,980	Bank of NY Mellon	2,001,360
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	980	9.80%	498,594		615,947	Bank of America	619,443
	<u>3,000,000</u>									2,998,594	<u>3,119,387</u>		<u>2,620,803</u>
<b>Total Invested Cash</b>	<u>\$ 125,540,160</u>									<u>\$ 126,395,093</u>	<u>\$ 126,517,323</u>		<u>\$ 129,281,360</u>
								Current Quarter Portfolio Yield	0.71%				0.67%

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TREASURER'S MONTHLY REPORT  
 MISCELLANEOUS AND TRUST ACCOUNTS  
 July 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>
<b>Total Invested Cash</b>	\$ 126,395,093					\$ 126,395,093	\$ 126,395,093
<b>Miscellaneous Accounts</b>							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,124,904	N/A	N/A	open	None	1,124,904	
Downpayment Assistance (Housing Fund) - Bank of America	33,899	0.15%	N/A	open	0.15%	33,899	
Workers Compensation - Bank of America	14,420	N/A	N/A	open	None	14,420	
General Liability - Bank of America	30,000	N/A	N/A	open	None	30,000	
1930's General Store Museum - Bank of America	10,136	N/A	N/A	open	None	10,136	
On-Line Credit Card Fire Inspection Fees -Bank of America	20,862	N/A	N/A	open	None	20,862	
On-Line Credit Card Transportation Permits -Bank of America	1,920	N/A	N/A	open	None	<u>1,920</u>	1,240,091
<b>Total Cash Deposited</b>							\$ <u><u>127,635,184</u></u>

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**TREASURER'S MONTHLY REPORT**  
**BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS**  
**July 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>
1998 Airport PFC										
Invesco Government & Agency Private	1,074,066	variable	AAA	open	0.01%	<u>1,074,066</u>	1,074,066	1,074,066	Bank of NY Mellon	1,159,095
2002 Parking Structure										
Cash	3					3		3	Bank of NY Mellon	3
Invesco Government & Agency Private	356,672	variable	AAA	open	0.01%	<u>356,672</u>	356,675	356,672	Bank of NY Mellon	1,331
2006 Airport PFC										
Invesco Government & Agency Private	1,019,012	variable	AAA	open	0.02%	<u>1,019,012</u>	1,019,012	1,019,012	Bank of NY Mellon	2,356,674
2007 Refunding Lease Revenue Bonds										
Invesco Government & Agency Private	0	variable	AAA	open	0.01%	<u>0</u>	0	0	US Bank	0
2007A&B Tax Allocation Bonds										
Invesco Government & Agency Private	368,274	variable	AAA	open	0.01%	<u>368,274</u>	368,274	368,274	US Bank	368,272
2007C Tax Allocation Bonds										
Invesco Government & Agency Private	340,223	variable	AAA	open	0.01%	<u>340,223</u>	340,223	340,223	US Bank	340,221
2008 Airport PFC Refunding										
Invesco Government & Agency Private	609,487	variable	AAA	open	0.02%	<u>609,487</u>	609,487	609,487	Bank of NY Mellon	609,467

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**TREASURER'S MONTHLY REPORT**  
**BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS**  
 July 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 Downtown Revitalization Lease Revenue Bond Reserve Invesco Government & Agency Private	3,190,610	variable	AAA	open	0.01%	<u>3,190,610</u>	3,190,610	3,190,610	Bank of NY Mellon	3,190,506
							3,190,610			
2012/2014 Convention Center First American Government Obligation	12,671	variable	AAA	open	0.01%	<u>12,671</u>	12,671	12,671	US Bank	12,671
							12,671			
2014 Merged Project 1 & 2/Housing Refunding First American Government Obligation	419,488	variable	AAA	open	0.01%	<u>419,488</u>	419,488	419,488	US Bank	419,486
							419,488			
2015 Reassessment District No 2015-1 First American Government Obligation	288,027	variable	AAA	open	0.01%	<u>288,027</u>	288,027	288,027	US Bank	288,026
							288,027			
2015 Local Measure A Sales Tax First American Government Obligation	6,596,030	variable	AAA	open	0.01%	<u>6,596,030</u>	6,596,030	6,596,030	US Bank	6,595,998
							6,596,030			
Chevron/CoGen Lease Proceeds Cash	754,975	N/A	N/A	demand	None	<u>754,975</u>	754,975	754,975	Deutsche Bank	754,975
							754,975			
Funds With Century Golf	1,120,501	N/A	N/A	demand	None	<u>1,120,501</u>	1,120,501	1,120,501	Century Golf	1,337,946
							1,120,501			
Totals							<u>16,150,040</u>	<u>16,150,040</u>		<u>\$ 17,434,671</u>

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TREASURER'S MONTHLY REPORT  
 CALCULATION OF INVESTMENT LIMITATIONS  
 July 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	97.31%
1 year to 3 years	N/A	50.00%	2.69%
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%	0.63%
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%	25.98%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	4.69%
LAIF	N/A	100.00%	30.15%
U.S. Government Agencies	N/A	60.00%	36.78%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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