



City Council Staff Report

DATE: December 16, 2015 CONSENT CALENDAR
SUBJECT: TREASURER'S INVESTMENT REPORT AS OF
OCTOBER 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 October 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 \$112,250,718 plus \$17,756,452 bond issue capital projects, reserve and debt service funds. There is an additional \$2,232,236 in various miscellaneous/trust accounts. The market value of the invested cash is \$112,386,699.

RECOMMENDATION:

Receive and File Treasurer's Investment Report as of October 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 237.51 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

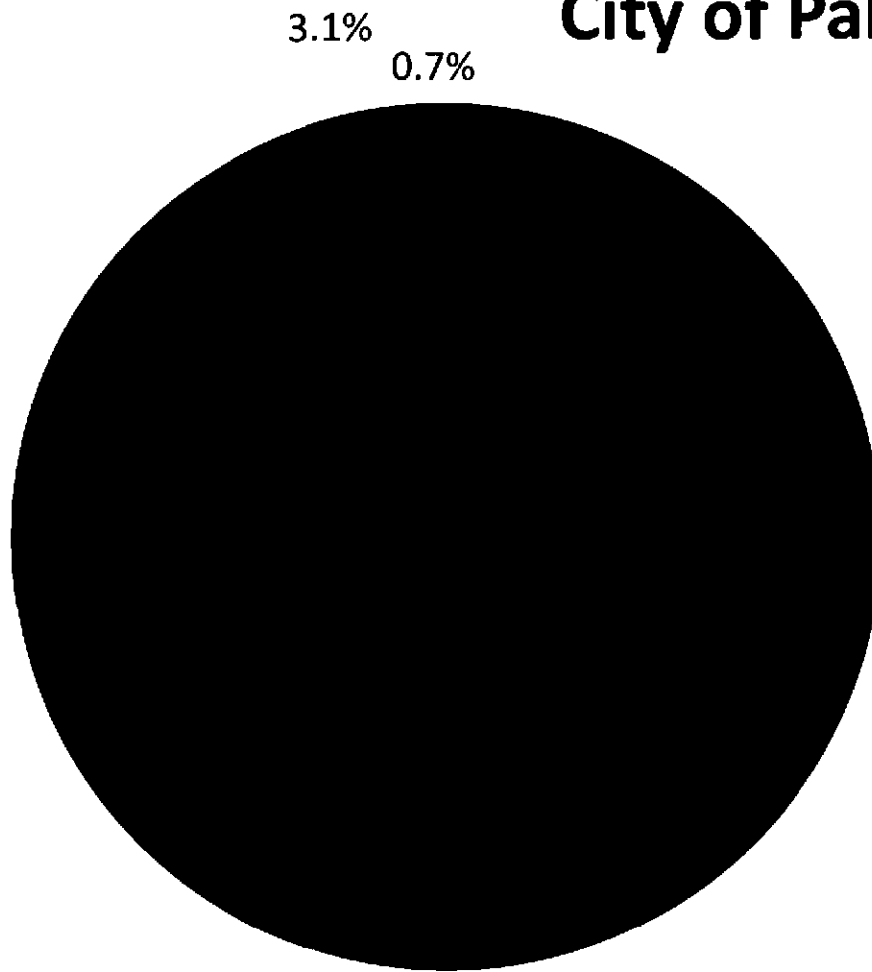


Geoffrey S. Kiehl, Director of Finance and Treasurer

Attachments: Treasurer's Investment Report

Investment Allocation City of Palm Springs

Total
\$112,250,718



- State Pool (LAIF)
- CalTrust ShortTerm
- U.S. Gov't Agencies
- CalTrust MidTerm
- Checking Account
- Time Deposits

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

On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 3,508,897		
CalTrust ShortTerm	36,879,913		
CalTrust MidTerm	4,935,308		
State Pool	<u>40,131,907</u>	\$ 85,456,024	76.13%
Short Term Investments (1 year or less)			
U.S. Gov't Agencies	22,997,500		
Time Deposits	<u>400,000</u>	23,397,500	20.84%
Medium Term Investments (1 year to 3 years)			
U.S. Gov't Agencies	2,998,594		
Time Deposits	<u>398,600</u>	3,397,194	3.03%
Long Term Investments (3 year to 5 years)			
	<u>0</u>	0	<u>0.00%</u>
		\$ <u>112,250,718</u>	<u>100.00%</u>

TREASURER'S MONTHLY REPORT
 DETAIL OF INVESTMENTS
 October 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
Checking - Bank of America	\$ 3,508,897	N/A	AAA		demand	N/A	1	None	3,508,897		\$ 3,508,897	Bank of America	6,569,161
CalTrust ShortTerm	36,500,000	variable	N/A		demand	N/A	1	0.49%	36,879,913		36,858,739	CalTrust	33,308,001
CalTrust MidTerm	4,500,000	variable	N/A		demand	N/A	1	0.85%	4,933,308		4,924,346	CalTrust	6,900,834
Local Agency Invest Fund (LAIF)	40,000,000	variable	N/A		demand	N/A	1	0.357%	40,131,907		40,155,772	LAIF	38,593,131
	<u>84,508,897</u>									85,456,024	85,447,754		85,371,128
Short Term Investments													
(1 year or less)													
U.S. Gov't Agency Securities													
Federal Home Loan Mortgage Corporation	0	1.00%	N/A	01/11/13	01/11/18	10/11/15	803	1.00%	0	0	0	Bank of NY Mellon	994,370
Federal Home Loan Bank	0	1.00%	N/A	09/18/12	09/18/17	10/14/15	688	1.00%	0	0	0	Bank of NY Mellon	1,999,360
Federal Home Loan Mortgage Corporation	0	1.05%	N/A	01/16/13	01/16/18	10/16/15	808	1.05%	0	0	0	Bank of NY Mellon	2,000,820
Federal Farm Credit Bank	0	1.12%	N/A	02/20/13	02/20/18	10/23/15	843	1.12%	0	0	0	Bank of NY Mellon	2,000,220
Federal Farm Credit Bank	0	0.98%	N/A	05/27/15	11/27/17	10/23/15	758	0.98%	0	0	0	Bank of NY Mellon	500,070
Federal Home Loan Mortgage Corporation	0	1.15%	N/A	04/25/13	04/25/18	10/25/15	907	1.15%	0	0	0	Bank of NY Mellon	1,996,980
Federal Home Loan Bank	0	1.00%	N/A	01/30/13	01/30/18	10/30/15	822	1.00%	0	0	0	Bank of NY Mellon	998,110
Federal Home Loan Bank	1,000,000	0.875%	N/A	05/29/13	05/29/18	11/01/15	941	0.875%	1,000,000	999,450	999,450	Bank of NY Mellon	1,001,090
Federal Home Loan Bank	1,000,000	1.05%	N/A	02/12/13	02/12/18	11/12/15	835	1.05%	1,000,000	1,000,170	1,000,170	Bank of NY Mellon	999,720
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	11/21/15	933	1.03%	2,000,000	1,989,960	1,989,960	Bank of NY Mellon	1,994,440
Federal Home Loan Mortgage Corporation	1,000,000	1.625%	N/A	05/21/15	05/21/20	11/21/15	1,664	1.625%	1,000,000	1,000,570	1,000,570	Bank of NY Mellon	1,001,810
Federal Farm Credit Bank	500,000	1.09%	N/A	05/26/15	02/26/18	11/26/15	849	1.09%	500,000	500,020	500,020	Bank of NY Mellon	500,050
Federal National Mortgage Association	1,000,000	1.20%	N/A	02/27/15	02/27/18	11/27/15	850	1.20%	1,000,000	1,000,620	1,000,620	Bank of NY Mellon	1,001,580
Federal Home Loan Mortgage Corporation	500,000	1.90%	N/A	09/04/15	09/04/20	12/04/15	1,770	1.90%	500,000	500,575	500,575	Bank of NY Mellon	500,815
Federal Home Loan Bank	1,000,000	0.80%	N/A	06/12/13	06/12/18	12/12/15	955	0.80%	1,000,000	1,000,510	1,000,510	Bank of NY Mellon	1,000,940
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	12/20/15	690	1.00%	2,000,000	2,007,440	2,007,440	Bank of NY Mellon	2,003,360
Federal National Mortgage Association	2,000,000	1.07%	N/A	09/27/12	09/27/17	12/27/15	697	1.07%	2,000,000	2,001,520	2,001,520	Bank of NY Mellon	2,002,700
Federal Home Loan Bank	1,000,000	1.25%	N/A	07/29/15	07/29/20	01/29/16	1,733	1.25%	997,500	1,001,420	1,001,420	Bank of NY Mellon	1,002,000
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	07/29/15	07/29/20	01/29/16	1,733	1.50%	1,000,000	1,001,890	1,001,890	Bank of NY Mellon	1,003,100
Federal Home Loan Mortgage Corporation	500,000	1.65%	N/A	10/29/15	10/29/20	01/29/16	1,825	1.65%	500,000	500,405	500,405	Bank of NY Mellon	0
Federal National Mortgage Association	4,000,000	1.03%	N/A	01/30/13	01/30/18	01/30/16	822	1.03%	4,000,000	4,008,120	4,008,120	Bank of NY Mellon	4,003,080
Federal National Mortgage Association	500,000	1.00%	N/A	05/22/15	02/22/18	02/22/16	845	1.00%	500,000	500,585	500,585	Bank of NY Mellon	500,085
Federal Home Loan Bank	1,000,000	1.40%	N/A	03/04/15	09/04/18	05/04/16	1,039	1.40%	1,000,000	1,001,890	1,001,890	Bank of NY Mellon	1,002,910
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	03/09/15	03/09/18	03/09/16	860	1.25%	1,000,000	1,002,260	1,002,260	Bank of NY Mellon	1,003,280
Federal National Mortgage Association	500,000	1.125%	N/A	05/20/15	05/18/18	05/18/16	930	1.125%	500,000	500,785	500,785	Bank of NY Mellon	500,915
Federal National Mortgage Association	500,000	1.00%	N/A	06/15/15	12/15/17	06/15/16	776	1.00%	500,000	501,375	501,375	Bank of NY Mellon	501,565
Federal Home Loan Bank	1,000,000	1.25%	N/A	07/29/15	07/29/20	07/29/16	1,733	1.25%	1,000,000	1,002,130	1,002,130	Bank of NY Mellon	1,002,820
	<u>23,000,000</u>									22,997,500	23,021,695		33,016,190

**TREASURER'S MONTHLY REPORT
 DETAIL OF INVESTMENTS
 October 31, 2015**

	<u>Par Value</u>	<u>Coupon Rate</u>	<u>Rating</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>First/Next Optional Call Date</u>	<u>Days to 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>
Short Term Investments (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	263	1.35%	200,000		201,114	Bank of NY Mellon	201,203
GE Cap Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	263	1.35%	200,000		201,114	Bank of NY Mellon	201,203
	<u>400,000</u>									400,000	<u>402,229</u>		<u>402,406</u>
Medium Term Investments (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	633	1.80%	198,600		203,330	Bank of NY Mellon	203,723
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	634	1.70%	200,000		202,986	Bank of NY Mellon	203,363
	<u>400,000</u>									398,600	<u>406,316</u>		<u>407,087</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	569	0.63%	500,000		498,905	Bank of NY Mellon	499,945
Federal National Mortgage Association	2,000,000	1.10%	N/A	03/12/13	03/12/18	03/12/18	863	1.10%	2,000,000		2,004,520	Bank of NY Mellon	2,012,440
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	888	9.80%	498,594		605,281	Bank of America	610,053
	<u>3,000,000</u>									2,998,594	<u>3,108,706</u>		<u>2,622,493</u>
Total Invested Cash	\$ 111,308,897									\$ 112,250,718	\$ 112,386,699		\$ 121,819,303
							Current Quarter	Portfolio Yield					0.63%
													0.66%

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**TREASURER'S MONTHLY REPORT
MISCELLANEOUS AND TRUST ACCOUNTS
October 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	\$ 112,250,718					\$ 112,250,718	\$ 112,250,718
Miscellaneous Accounts							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	2,060,926	N/A	N/A	open	None	2,060,926	
Downpayment Assistance (Housing Fund) - Bank of America	33,911	0.15%	N/A	open	0.15%	33,911	
Workers Compensation - Bank of America	38,149	N/A	N/A	open	None	38,149	
General Liability - Bank of America	30,000	N/A	N/A	open	None	30,000	
1930's General Store Museum - Bank of America	9,200	N/A	N/A	open	None	9,200	
On-Line Credit Card Fire Inspection Fees -Bank of America	51,843	N/A	N/A	open	None	51,843	
On-Line Credit Card Transportation Permits -Bank of America	4,256	N/A	N/A	open	None	4,256	2,232,236
Total Cash Deposited							\$ 114,482,954

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TREASURER'S MONTHLY REPORT
 BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
 October 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	1,254,946	variable	AAA	open	0.01%	<u>1,254,946</u>	1,254,946	1,254,946	Bank of NY Mellon	1,194,121
2002 Parking Structure										
Cash	3					3		3	Bank of NY Mellon	3
Invesco Government & Agency Private	1,595	variable	AAA	open	0.01%	<u>1,595</u>	1,598	1,595	Bank of NY Mellon	1,538
2006 Airport PFC										
Invesco Government & Agency Private	1,385,602	variable	AAA	open	0.02%	<u>1,385,602</u>	1,385,602	1,385,602	Bank of NY Mellon	1,263,405
2007 Refunding Lease Revenue Bonds										
Invesco Government & Agency Private	0	variable	AAA	open	0.01%	<u>0</u>	0	0	US Bank	275,869
2007A&B Tax Allocation Bonds										
Invesco Government & Agency Private	19	variable	AAA	open	0.01%	<u>19</u>	19	19	US Bank	19
2007C Tax Allocation Bonds										
Invesco Government & Agency Private	16	variable	AAA	open	0.01%	<u>16</u>	16	16	US Bank	16
2008 Airport PFC Refunding										
Invesco Government & Agency Private	609,548	variable	AAA	open	0.02%	<u>609,548</u>	609,548	609,548	Bank of NY Mellon	609,528

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
October 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	3,190,930	variable	AAA	open	0.01%	<u>3,190,930</u>	3,190,930	3,190,930	Bank of NY Mellon	3,190,826
2012/2014 Convention Center First American Government Obligation	3,323,539	variable	AAA	open	0.01%	<u>3,323,539</u>	3,323,539	3,323,539	US Bank	12,671
2014 Merged Project 1 & 2/Housing Refunding First American Government Obligation	1,333	variable	AAA	open	0.01%	<u>1,333</u>	1,333	1,333	US Bank	1,332
2015 Reassessment District No. 2015-1 First American Government Obligation	288,028	variable	AAA	open	0.01%	<u>288,028</u>	288,028	288,028	US Bank	288,026
2015 Local Measure A Sales Tax First American Government Obligation	6,596,131	variable	AAA	open	0.01%	<u>6,596,131</u>	6,596,131	6,596,131	US Bank	6,596,098
Chevron/CoGen Lease Proceeds Cash	716,877	N/A	N/A	demand	None	<u>716,877</u>	716,877	716,877	Deutsche Bank	716,877
Funds With Century Golf	387,885	N/A	N/A	demand	None	<u>387,885</u>	387,885	387,885	Century Golf	557,314
Totals							<u>387,885</u>	<u>17,756,452</u>		<u>\$ 14,707,642</u>

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TREASURER'S MONTHLY REPORT
CALCULATION OF INVESTMENT LIMITATIONS
 October 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	96.97%
1 year to 3 years	N/A	50.00%	3.03%
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%	0.71%
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%	32.85%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	4.40%
LAIF	N/A	100.00%	35.75%
U.S. Government Agencies	N/A	60.00%	23.16%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%