



City Council Staff Report

DATE: May 4, 2016 CONSENT CALENDAR
SUBJECT: TREASURER'S INVESTMENT REPORT AS OF
MARCH 31, 2016
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 March 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 \$123,446,606 plus \$12,908,738 bond issue capital projects, reserve and debt service funds. There is an additional \$2,272,816 in various miscellaneous/trust accounts. The market value of the invested cash is \$123,562,646.

RECOMMENDATION:

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

STAFF ANALYSIS:

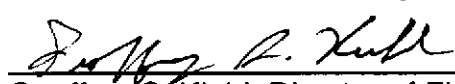
The attached report includes the face value and coupon rate (if applicable) of the investments and the source for the market value estimate. Also included is information on the investments of bond issue reserve, debt service and related funds.

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

The weighted average maturity (WAM) of the portfolio is 289.05 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
 March 31, 2016

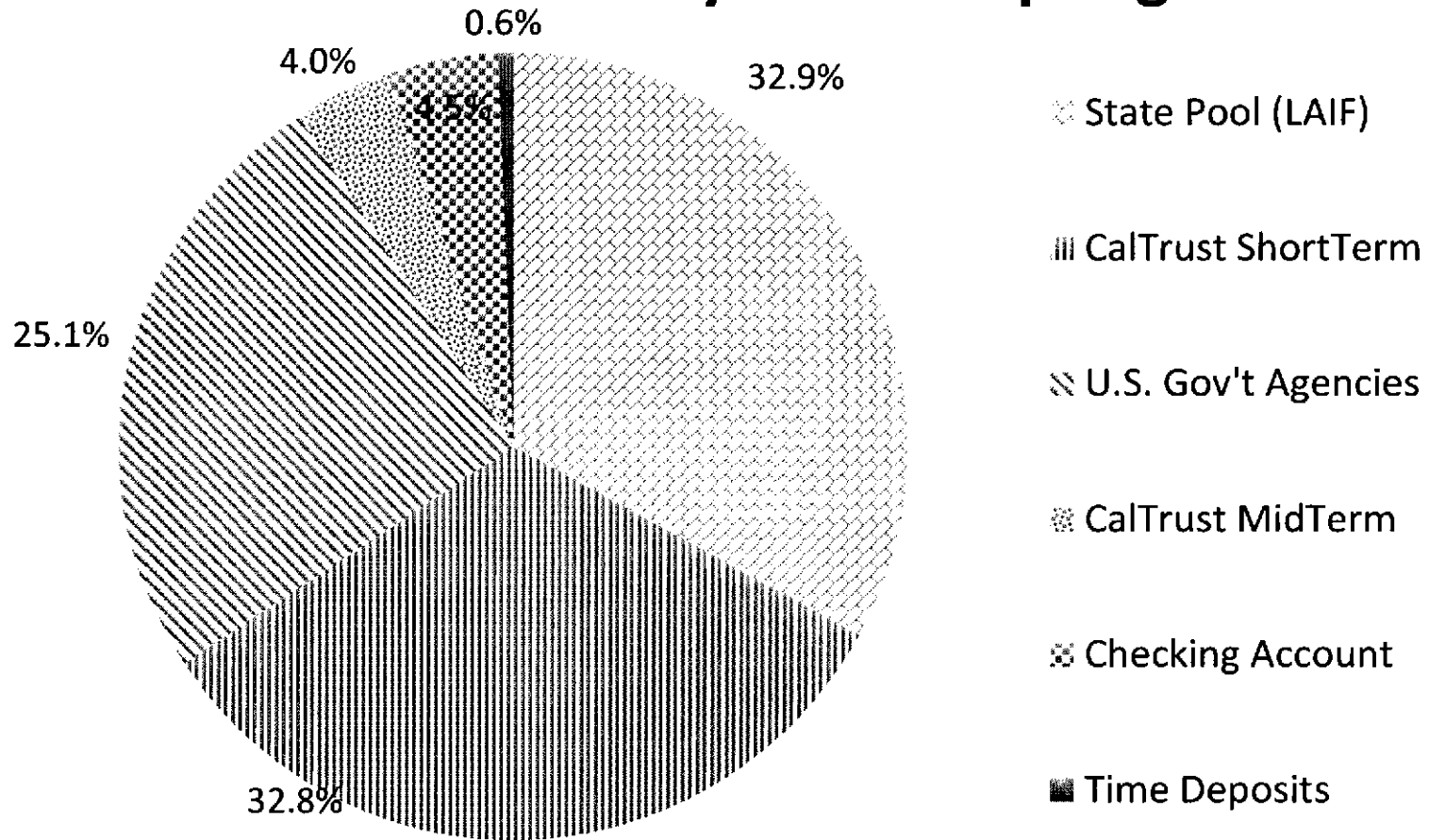
On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 5,568,630		
CalTrust ShortTerm	40,463,129		
CalTrust MidTerm	4,954,104		
State Pool	<u>40,666,199</u>	\$ 91,652,062	74.24%
Short Term Investments (1 year or less)			
U.S. Gov't Agencies	27,497,500		
Time Deposits	<u>400,000</u>	27,897,500	22.60%
Medium Term Investments (1 year to 3 years)			
U.S. Gov't Agencies	3,498,444		
Time Deposits	<u>398,600</u>	3,897,044	3.16%
Long Term Investments (3 year to 5 years)			
	<u>0</u>	0	<u>0.00%</u>
		\$ <u>123,446,606</u>	<u>100.00%</u>

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Total
\$123,446,606

Investment Allocation City of Palm Springs

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TREASURER'S MONTHLY REPORT
 DETAIL OF INVESTMENTS
 March 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
On Call Deposits													
Checking - Bank of America	\$ 5,568,630	N/A	AAA		demand	N/A	1	None	5,568,630		\$ 5,568,630	Bank of America	3,242,684
CalTrust ShortTerm	40,000,000	variable	N/A		demand	N/A	1	0.69%	40,463,129		40,446,405	CalTrust	37,354,546
CalTrust MidTerm	4,500,000	variable	N/A		demand	N/A	1	1.00%	4,954,104		4,952,983	CalTrust	4,911,988
Local Agency Invest Fund (LAIF)	40,500,000	variable	N/A		demand	N/A	1	0.506%	40,666,199		40,675,188	LAIF	40,598,872
	90,568,630									91,652,062	91,643,205		85,371,128
Short Term Investments (1 year or less)													
U.S. Gov't Agency Securities													
Federal Home Loan Mortgage Corporation	0	1.50%	N/A	07/29/15	07/29/20	01/29/16	0	1.50%	0		0	Bank of NY Mellon	1,000,400
Federal Home Loan Mortgage Corporation	0	1.00%	N/A	05/22/15	02/22/18	02/22/16	0	1.00%	0		0	Bank of NY Mellon	500,110
Federal National Mortgage Association	0	1.20%	N/A	02/27/15	02/27/18	02/27/16	0	1.20%	0		0	Bank of NY Mellon	1,001,180
Federal Home Loan Bank	0	1.40%	N/A	03/04/15	09/04/18	03/04/16	0	1.40%	0		0	Bank of NY Mellon	994,900
Federal Home Loan Mortgage Corporation	0	1.25%	N/A	03/09/15	03/09/18	03/09/16	0	1.25%	0		0	Bank of NY Mellon	1,000,770
Federal Home Loan Bank	0	1.00%	N/A	06/12/13	06/12/18	03/12/16	0	1.00%	0		0	Bank of NY Mellon	998,110
Federal Farm Credit Bank	500,000	1.09%	N/A	05/26/15	02/26/18	04/01/16	697	1.09%	500,000		500,000	Bank of NY Mellon	497,910
Federal Home Loan Mortgage Corporation	2,000,000	1.50%	N/A	01/29/16	01/29/21	04/29/16	1,765	1.50%	2,000,000		2,000,980	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	01/29/16	01/29/21	04/29/16	1,765	1.00%	2,000,000		2,000,420	Bank of NY Mellon	0
Federal Home Loan Bank	1,000,000	1.25%	N/A	07/29/15	07/29/20	04/29/16	1,581	1.25%	997,500		1,000,770	Bank of NY Mellon	1,000,250
Federal Home Loan Mortgage Corporation	500,000	1.65%	N/A	10/29/15	10/29/20	04/29/16	1,673	1.65%	500,000		500,270	Bank of NY Mellon	500,035
Federal National Mortgage Association	4,000,000	1.03%	N/A	01/30/13	01/30/18	04/30/16	670	1.03%	4,000,000		4,000,320	Bank of NY Mellon	3,980,880
Federal National Mortgage Association	500,000	1.125%	N/A	05/20/15	05/18/18	05/18/16	778	1.125%	500,000		500,245	Bank of NY Mellon	500,045
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	05/21/16	781	1.03%	2,000,000		2,000,000	Bank of NY Mellon	1,987,340
Federal Home Loan Mortgage Corporation	500,000	1.00%	N/A	06/15/15	12/15/17	06/15/16	624	1.00%	500,000		500,180	Bank of NY Mellon	498,320
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	06/20/16	538	1.00%	2,000,000		2,003,920	Bank of NY Mellon	2,003,540
Federal National Mortgage Association	2,000,000	1.07%	N/A	09/27/12	09/27/17	06/27/16	545	1.07%	2,000,000		2,001,080	Bank of NY Mellon	1,995,500
Federal Home Loan Bank	2,000,000	1.30%	N/A	01/27/16	07/27/18	07/27/16	848	1.30%	2,000,000		2,002,840	Bank of NY Mellon	0
Federal Home Loan Bank	1,000,000	1.25%	N/A	01/29/16	01/29/21	07/29/16	1,765	1.25%	1,000,000		1,000,590	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	01/29/16	01/29/20	07/29/16	1,399	1.50%	1,000,000		1,001,600	Bank of NY Mellon	0
Federal Home Loan Bank	1,000,000	1.25%	N/A	07/29/15	07/29/20	07/29/16	1,581	1.25%	1,000,000		1,002,010	Bank of NY Mellon	1,000,240
Federal National Mortgage Association	500,000	1.13%	N/A	02/26/16	02/26/21	08/26/16	1,793	1.13%	500,000		499,295	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.00%	N/A	02/26/16	02/26/21	08/26/16	1,793	1.00%	500,000		500,040	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.40%	N/A	02/26/16	11/26/19	08/26/16	1,335	1.40%	500,000		500,200	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	02/26/16	02/26/21	08/26/16	1,793	1.25%	500,000		500,010	Bank of NY Mellon	0
Federal Home Loan Bank	500,000	1.48%	N/A	03/02/16	03/02/20	09/02/16	1,432	1.48%	500,000		500,075	Bank of NY Mellon	0
Federal Home Loan Bank	500,000	1.70%	N/A	03/02/16	03/02/21	09/02/16	1,797	1.70%	500,000		500,135	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.38%	N/A	03/30/16	03/30/21	09/30/16	1,825	1.38%	500,000		499,810	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	500,000	1.50%	N/A	03/30/16	03/30/21	09/30/16	1,825	1.50%	500,000		500,300	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	500,000	1.60%	N/A	03/30/16	03/30/21	09/30/16	1,825	1.60%	500,000		500,240	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.50%	N/A	02/24/16	11/24/20	02/24/17	1,699	1.50%	500,000		501,200	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.00%	N/A	03/10/16	03/10/21	03/10/17	1,805	1.00%	500,000		499,905	Bank of NY Mellon	0
	27,500,000									27,497,500	27,516,435		19,459,530

TREASURER'S MONTHLY REPORT

DETAIL OF INVESTMENTS

March 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
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	111	1.35%	200,000		200,458	Bank of NY Mellon	200,614
GE Cap Bank CD	200,000	1.35%	N/A	7/20/12	7/20/16	N/A	111	1.35%	200,000		200,458	Bank of NY Mellon	200,614
	<u>400,000</u>									400,000	400,916		401,228
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	481	1.80%	198,600		201,781	Bank of NY Mellon	201,977
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	482	1.70%	200,000		201,519	Bank of NY Mellon	201,666
	<u>400,000</u>									398,600	403,300		403,642
U.S. Gov't Agency Securities													
Federal Farm Credit Bank	500,000	0.625%	N/A	05/22/15	05/22/17	N/A	417	0.625%	500,000		499,875	Bank of NY Mellon	497,445
Federal National Mortgage Association Financing Corporation (FICO)	2,000,000	1.10%	N/A	03/12/13	03/12/18	03/12/18	711	1.10%	2,000,000		2,007,680	Bank of NY Mellon	1,997,700
Federal Farm Credit Bank	500,000	1.03%	N/A	02/24/16	02/12/19	N/A	1,048	1.03%	499,850		500,440	Bank of NY Mellon	0
	<u>3,500,000</u>									3,498,444	3,598,789		3,084,112
Total Invested Cash	<u>\$ 122,368,630</u>									<u>\$ 123,446,606</u>	<u>\$ 123,562,646</u>		<u>\$ 108,719,640</u>
				Current Quarter	Portfolio Yield			0.77%					0.65%
					Benchmark Yields:								Prior Quarter
					12 Month LAIF Average			0.34%					Portfolio Yield
					2 Year Constant Maturity Treasury			0.74%					
				*Interest Income for the Quarter Ending		03/31/2016		209,329					

TREASURER'S MONTHLY REPORT
 MISCELLANEOUS AND TRUST ACCOUNTS
 March 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>
Total Invested Cash	\$ 123,446,606					\$ 123,446,606	\$ 123,446,606
Miscellaneous Accounts							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,999,909	N/A	N/A	open	None	1,999,909	
Downpayment Assistance (Housing Fund) - Bank of America	33,933	0.15%	N/A	open	0.15%	33,933	
Workers Compensation - Bank of America	46,489	N/A	N/A	open	None	46,489	
General Liability - Bank of America	30,000	N/A	N/A	open	None	30,000	
1930's General Store Museum - Bank of America	11,674	N/A	N/A	open	None	11,674	
On-Line Credit Card Fire Inspection Fees -Bank of America	139,774	N/A	N/A	open	None	139,774	
On-Line Credit Card Transportation Permits -Bank of America	7,089	N/A	N/A	open	None	7,089	2,272,816
Total Cash Deposited							\$ 125,719,422

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
March 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	981,168	variable	AAA	open	0.01%	<u>981,168</u>	981,168	981,168	Bank of NY Mellon	1,376,601
2006 Airport PFC										
Invesco Government & Agency Private	1,649,785	variable	AAA	open	0.02%	<u>1,649,785</u>	1,649,785	1,649,785	Bank of NY Mellon	1,630,010
2007 Refunding Lease Revenue Bonds										
First American Government Obligation	1,070,869	variable	AAA	open	0.01%	<u>1,070,869</u>	1,070,869	1,070,869	US Bank	0
2007A.&B Tax Allocation Bonds										
First American Government Obligation	368,278	variable	AAA	open	0.01%	<u>368,278</u>	368,278	368,278	US Bank	19
2007C Tax Allocation Bonds										
First American Government Obligation	340,886	variable	AAA	open	0.01%	<u>340,886</u>	340,886	340,886	US Bank	16
2008 Airport PFC Refunding										
Invesco Government & Agency Private	609,698	variable	AAA	open	0.02%	<u>609,698</u>	609,698	609,698	Bank of NY Mellon	609,588
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	3,191,717	variable	AAA	open	0.01%	<u>3,191,717</u>	3,191,717	3,191,717	Bank of NY Mellon	3,191,142

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
March 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	12,678	variable	AAA	open	0.01%	<u>12,678</u>	12,678	12,678	US Bank	12,677
							12,678			
2014 Merged Project 1 & 2/Housing Refunding										
First American Government Obligation	470,010	variable	AAA	open	0.01%	<u>470,010</u>	470,010	470,010	US Bank	1,333
							470,010			
2015 Reassessment District No.2015-1										
First American Government Obligation	274,334	variable	AAA	open	0.01%	<u>274,334</u>	274,334	274,334	US Bank	288,038
							274,334			
2015 Local Measure A Sales Tax										
First American Government Obligation	1,840,402	variable	AAA	open	0.01%	<u>1,840,402</u>	1,840,402	1,840,402	US Bank	6,596,180
							1,840,402			
2015 Refunding Lease Revenue Bonds										
Cash	3					3	3	3	Bank of NY Mellon	3
Invesco Government & Agency Private	222	variable	AAA	open	0.01%	222	222	222	Bank of NY Mellon	222
First American Government Obligation	3,604	variable	AAA	open	0.01%	<u>3,604</u>	3,604	3,604	US Bank	3,604
							3,830			
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
							716,877			
Funds With Century Golf	1,378,207	N/A	N/A	demand	None	<u>1,378,207</u>	1,378,207	1,378,207	Century Golf	394,855
							1,378,207			
Totals							<u>12,908,738</u>	<u>12,908,738</u>		<u>\$ 14,821,166</u>

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TREASURER'S MONTHLY REPORT
 CALCULATION OF INVESTMENT LIMITATIONS
 March 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	96.84%
1 year to 3 years	N/A	50.00%	3.16%
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%	0.65%
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%	32.78%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	4.01%
LAIF	N/A	100.00%	32.94%
U.S. Government Agencies	N/A	60.00%	25.11%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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