



City Council Staff Report

DATE: October 5, 2016 CONSENT CALENDAR
SUBJECT: TREASURER'S INVESTMENT REPORT AS OF
AUGUST 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 August 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 \$132,135,574 plus \$11,870,397 bond issue capital projects, reserve and debt service funds. There is an additional \$2,259,721 in various miscellaneous/trust accounts. The market value of the invested cash is \$132,231,042.

RECOMMENDATION:

Receive and File Treasurer's Investment Report as of August 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 391.32 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

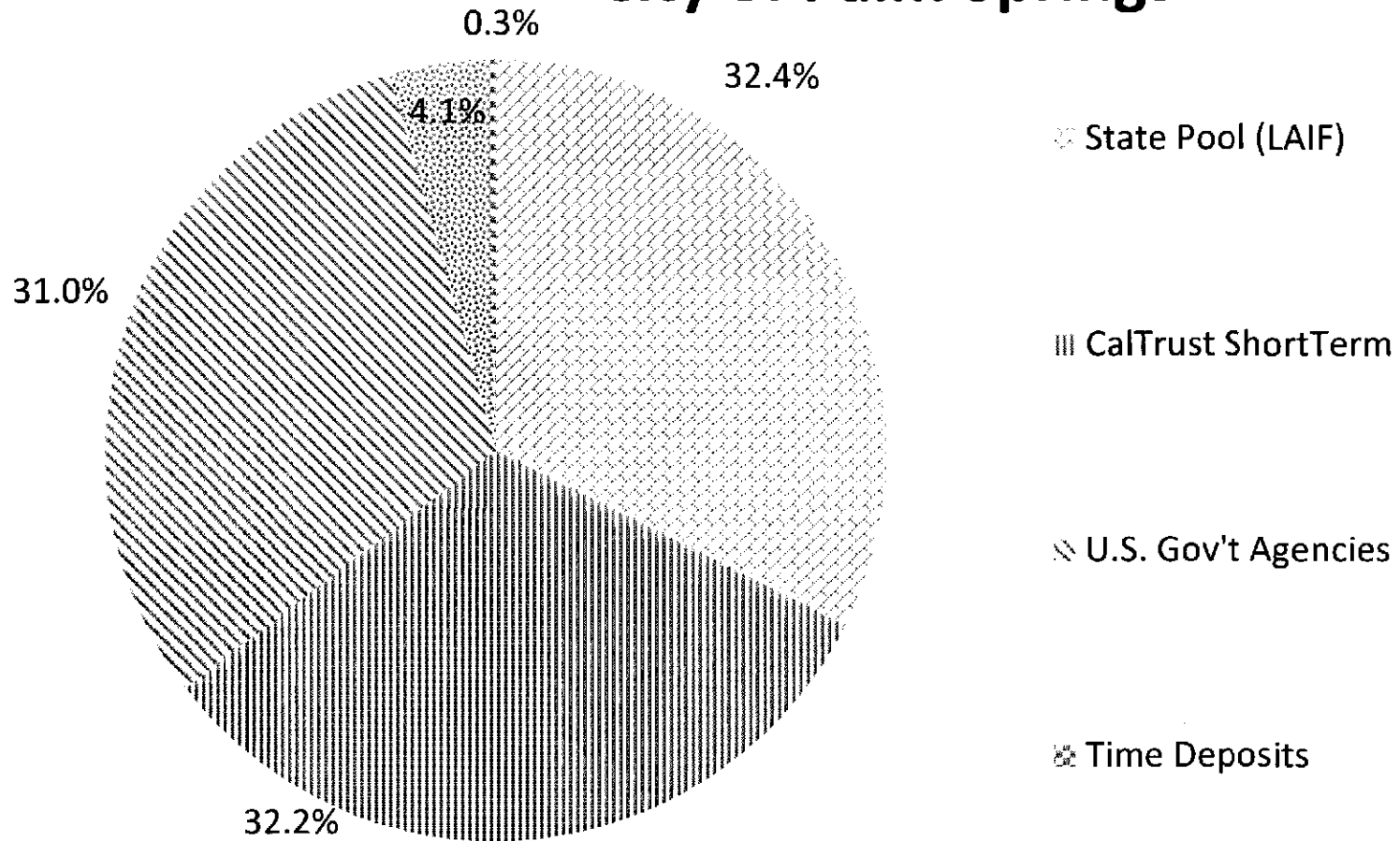
CITY OF PALM SPRINGS
TREASURER'S MONTHLY REPORT
SUMMARY OF INVESTMENTS
 August 31, 2016

On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 5,393,751		
CalTrust ShortTerm	42,574,067		
CalTrust MidTerm	0		
State Pool	<u>42,774,711</u>	\$ 90,742,530	68.67%
Short Term Investments (1 year or less)			
U.S. Gov't Agencies	37,996,000		
Time Deposits	<u>398,600</u>	38,394,600	29.06%
Medium Term Investments (1 year to 3 years)			
U.S. Gov't Agencies	2,998,444		
	<u>2,998,444</u>	2,998,444	2.27%
Long Term Investments (3 year to 5 years)			
	<u>0</u>	0	0.00%
		\$ <u>132,135,574</u>	<u>100.00%</u>

Total
\$132,135,574

Investment Allocation City of Palm Springs

As of
08/31/2016



TREASURER'S MONTHLY REPORT
DETAIL OF INVESTMENTS
August 31, 2016

On Call Deposits	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)		Source	Prior Qtr. Market Value
											Market Value	Market Value		
Checking - Bank of America	\$ 5,393,751	N/A	AAA		demand	N/A	1	None	5,393,751		\$ 5,393,751	Bank of America	5,568,630	
CallTrust ShortTerm	41,500,000	variable	N/A	05/21/13	05/21/18	N/A	1	0.79%	42,574,067		42,594,433	CallTrust	44,558,159	
CallTrust MidTerm	0	variable	N/A	05/25/21	05/25/21	N/A	1	1.00%	0		0	CallTrust	4,985,057	
Local Agency Invest Fund (LAIF)	42,500,000	variable	N/A	02/26/16	02/26/21	N/A	1	0.55%	42,774,711		42,801,284	LAIF	49,725,450	
	89,393,751								42,774,711	90,742,530	90,789,468		104,837,296	

Short Term Investments (1 year or less)	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)	Source	Prior Qtr. Market Value
U.S. Gov't Agency Securities	0	1.125%	N/A	05/20/15	08/18/16	N/A	-	1.125%	0	0	0	Bank of NY Mellon	500,080
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	08/21/16	628	1.03%	2,000,000	2,000,000	2,000,100	Bank of NY Mellon	2,000,480
Federal National Mortgage Association	1,000,000	1.50%	N/A	05/25/21	05/25/21	08/25/16	1,728	1.50%	1,000,000	1,000,000	1,000,060	Bank of NY Mellon	1,000,260
Federal National Mortgage Association	500,000	1.125%	N/A	02/26/16	02/26/21	08/26/16	1,640	1.125%	500,000	500,000	499,803	Bank of NY Mellon	500,055
Federal National Mortgage Association	500,000	1.00%	N/A	02/26/16	02/26/21	08/26/16	1,640	1.00%	500,000	500,000	500,130	Bank of NY Mellon	500,195
Federal National Mortgage Association	500,000	1.40%	N/A	02/26/16	11/26/19	08/26/16	1,182	1.40%	500,000	500,000	500,205	Bank of NY Mellon	500,250
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	02/26/16	02/26/21	08/26/16	1,640	1.25%	500,000	500,000	500,125	Bank of NY Mellon	500,180
Federal Home Loan Bank	500,000	1.48%	N/A	03/02/16	03/02/20	09/02/16	1,279	1.48%	500,000	500,000	500,015	Bank of NY Mellon	500,190
Federal Home Loan Bank	500,000	1.70%	N/A	03/02/16	03/02/21	09/02/16	1,644	1.70%	500,000	500,000	500,005	Bank of NY Mellon	500,250
Federal Farm Credit Bank	1,000,000	1.65%	N/A	05/04/16	11/04/20	09/04/16	1,526	1.65%	1,000,000	1,000,000	999,910	Bank of NY Mellon	1,000,160
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	05/09/16	06/09/21	09/09/16	1,743	1.25%	1,000,000	1,000,000	999,180	Bank of NY Mellon	1,000,240
Federal Home Loan Bank	1,000,000	1.25%	N/A	06/16/16	06/16/21	09/16/16	1,750	1.25%	998,500	2,000,000	999,400	Bank of NY Mellon	1,000,180
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	09/20/16	385	1.00%	2,000,000	2,000,000	2,000,400	Bank of NY Mellon	2,003,980
Federal National Mortgage Association	500,000	1.375%	N/A	03/30/16	03/30/21	09/30/16	1,672	1.3750%	500,000	500,000	499,655	Bank of NY Mellon	500,035
Federal Home Loan Mortgage Corporation	500,000	1.50%	N/A	03/30/16	03/30/21	09/30/16	1,672	1.50%	500,000	500,000	500,085	Bank of NY Mellon	500,435
Federal Home Loan Mortgage Corporation	500,000	1.60%	N/A	03/30/16	03/30/21	09/30/16	1,672	1.60%	500,000	500,000	500,075	Bank of NY Mellon	500,405
Federal Home Loan Mortgage Corporation	500,000	1.50%	N/A	04/21/16	04/21/21	10/21/16	1,694	1.50%	500,000	500,000	500,080	Bank of NY Mellon	500,395
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	04/29/16	04/28/21	10/28/16	1,701	1.00%	998,500	998,500	999,230	Bank of NY Mellon	1,000,030
Federal National Mortgage Association	4,000,000	1.03%	N/A	01/30/13	01/30/18	10/30/16	517	1.03%	4,000,000	4,000,000	3,995,680	Bank of NY Mellon	4,000,280
Federal Farm Credit Bank	500,000	1.58%	N/A	05/17/16	02/17/21	11/17/16	1,631	1.58%	500,000	500,000	498,925	Bank of NY Mellon	500,015
Federal Home Loan Mortgage Corporation	500,000	1.30%	N/A	08/09/16	08/23/19	11/23/16	1,087	1.30%	500,000	500,000	499,110	Bank of NY Mellon	0
Federal Farm Credit Bank	500,000	1.25%	N/A	05/25/16	05/25/21	11/25/16	1,728	1.25%	500,000	500,000	500,125	Bank of NY Mellon	500,475
Federal National Mortgage Association	500,000	1.25%	N/A	05/25/16	05/25/21	11/25/16	1,728	1.25%	500,000	500,000	500,085	Bank of NY Mellon	500,430
Federal Farm Credit Bank	500,000	1.125%	N/A	05/27/15	05/27/21	11/25/16	1,730	1.125%	499,000	499,000	499,015	Bank of NY Mellon	500,140
Federal Home Loan Mortgage Corporation	2,000,000	1.50%	N/A	07/18/16	08/25/21	11/25/16	1,820	1.50%	2,000,000	2,000,000	1,992,020	Bank of NY Mellon	0

TREASURER'S MONTHLY REPORT
 DETAIL OF INVESTMENTS
 August 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 (Continued) (1 year or less)													
U.S. Gov't Agency Securities (Continued)													
Federal National Mortgage Association	1,000,000	1.125%	N/A	07/27/16	07/27/21	01/27/17	1,791	1.125%	1,000,000		996,900	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	07/19/16	08/16/21	02/16/17	1,811	1.25%	1,000,000		998,610	Bank of NY Mellon	0
Federal National Mortgage Association	1,000,000	1.13%	N/A	08/03/16	11/24/20	02/24/17	1,546	1.13%	1,000,000		997,280	Bank of NY Mellon	0
Federal National Mortgage Association	1,000,000	1.20%	N/A	08/03/16	02/24/20	02/24/17	1,272	1.20%	1,000,000		998,070	Bank of NY Mellon	0
Federal National Mortgage Association	1,000,000	1.00%	N/A	08/03/16	08/24/21	02/24/17	1,819	1.00%	1,000,000		999,430	Bank of NY Mellon	0
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	08/08/16	08/24/21	02/24/17	1,819	1.00%	1,000,000		998,200	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.25%	N/A	08/09/16	02/24/20	02/24/17	1,272	1.25%	500,000		498,455	Bank of NY Mellon	0
Federal Home Loan Bank	500,000	1.25%	N/A	08/09/16	08/22/19	02/22/17	1,086	1.25%	500,000		499,110	Bank of NY Mellon	0
Federal National Mortgage Association	500,000	1.50%	N/A	02/24/16	11/24/20	02/24/17	1,546	1.50%	500,000		501,245	Bank of NY Mellon	502,185
Federal National Mortgage Association	500,000	1.00%	N/A	03/10/16	03/10/21	03/10/17	1,652	1.00%	500,000		500,035	Bank of NY Mellon	500,735
Federal Farm Credit Bank	500,000	0.625%	N/A	05/22/15	05/22/17	N/A	264	0.625%	500,000		499,905	Bank of NY Mellon	500,075
Federal Farm Credit Bank	1,000,000	1.30%	N/A	06/06/16	06/06/19	06/06/17	1,009	1.30%	1,000,000		1,001,480	Bank of NY Mellon	1,003,540
Federal Farm Credit Bank	1,000,000	1.12%	N/A	06/20/16	06/27/19	06/27/17	1,030	1.12%	1,000,000		998,850	Bank of NY Mellon	1,001,240
Federal National Mortgage Association	1,000,000	1.10%	N/A	06/20/16	06/28/19	06/28/17	1,031	1.10%	1,000,000		997,070	Bank of NY Mellon	1,000,800
Federal Farm Credit Bank	500,000	1.08%	N/A	08/04/16	08/15/19	08/15/17	1,079	1.08%	500,000		498,420	Bank of NY Mellon	0
Federal National Mortgage Association	1,000,000	1.10%	N/A	08/03/16	08/23/19	08/23/17	1,087	1.10%	1,000,000		998,290	Bank of NY Mellon	0
Federal National Mortgage Association	1,000,000	1.40%	N/A	08/03/16	08/25/21	08/25/17	1,820	1.40%	1,000,000		998,390	Bank of NY Mellon	0
Federal National Mortgage Association	2,000,000	1.25%	N/A	08/04/16	08/28/20	08/28/17	1,458	1.25%	2,000,000		1,996,420	Bank of NY Mellon	0
	<u>38,000,000</u>									37,996,000	<u>37,960,785</u>		24,517,735
Time Deposits													
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	328	1.80%	198,600		200,733	Bank of NY Mellon	202,153
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	329	1.70%	200,000		200,554	Bank of NY Mellon	202,265
	<u>400,000</u>									398,600	<u>401,286</u>		404,418
Medium Term Investments (1 year to 3 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	558	1.10%	2,000,000		2,007,840	Bank of NY Mellon	2,017,360
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	583	9.80%	498,594		571,313	Bank of America	580,015
Federal Farm Credit Bank	500,000	1.03%	N/A	02/24/16	02/12/19	N/A	895	1.03%	499,850		500,350	Bank of NY Mellon	502,720
	<u>3,000,000</u>									2,998,444	<u>3,079,503</u>		3,100,095
Total Invested Cash	<u>\$ 130,793,751</u>									<u>\$ 132,135,574</u>	<u>\$ 132,231,042</u>		<u>\$ 132,859,544</u>

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TREASURER'S MONTHLY REPORT
MISCELLANEOUS AND TRUST ACCOUNTS

August 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	\$ 132,135,574					\$ <u>132,135,574</u>	\$ 132,135,574
Miscellaneous Accounts							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,997,877	N/A	N/A	open	None	1,997,877	
Downpayment Assistance (Housing Fund) -Bank of America	33,955	0.20%	N/A	open	0.15%	33,955	
Workers Compensation - Bank of America	72,947	N/A	N/A	open	None	72,947	
General Liability - Bank of America	28,914	N/A	N/A	open	None	28,914	
1930's General Store Museum - Bank of America	12,806	N/A	N/A	open	None	12,806	
On-Line Credit Card Fire Inspection Fees -Bank of America	99,848	N/A	N/A	open	None	99,848	
On-Line Credit Card Transportation Permits -Bank of America	9,423	N/A	N/A	open	None	<u>9,423</u>	2,259,721
Total Cash Deposited							\$ <u><u>134,395,295</u></u>

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TREASURER'S MONTHLY REPORT
 BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
 August 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	1,100,711	variable	AAA	open	0.01%	<u>1,100,711</u>	1,100,711	1,100,711	Bank of NY Mellon	2,253,410
2006 Airport PFC										
Invesco Government & Agency Private	1,125,845	variable	AAA	open	0.02%	<u>1,125,845</u>	1,125,845	1,125,845	Bank of NY Mellon	2,444,427
2007 Refunding Lease Revenue Bonds										
First American Government Obligation	0	variable	AAA	open	0.01%	<u>0</u>	0	0	US Bank	0
2007A&B Tax Allocation Bonds										
First American Government Obligation	368,288	variable	AAA	open	0.01%	<u>368,288</u>	368,288	368,288	US Bank	368,284
2007C Tax Allocation Bonds										
First American Government Obligation	340,895	variable	AAA	open	0.01%	<u>340,895</u>	340,895	340,895	US Bank	340,892
2008 Airport PFC Refunding										
Invesco Government & Agency Private	601,323	variable	AAA	open	0.02%	<u>601,323</u>	601,323	601,323	Bank of NY Mellon	609,921
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	3,193,508	variable	AAA	open	0.01%	<u>3,193,508</u>	3,193,508	3,193,508	Bank of NY Mellon	3,192,921

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
August 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	12,672	variable	AAA	open	0.01%	<u>12,672</u>		12,672	US Bank	12,672
							12,672			
2014 Merged Project 1 & 2/Housing Refunding										
First American Government Obligation	1,279,202	variable	AAA	open	0.01%	<u>1,279,202</u>		1,279,202	US Bank	470,017
							1,279,202			
2015 Reassessment District No.2015-1										
First American Government Obligation	730,420	variable	AAA	open	0.01%	<u>730,420</u>		730,420	US Bank	274,338
							730,420			
2015 Local Measure A Sales Tax										
First American Government Obligation	1,840,430	variable	AAA	open	0.01%	<u>1,840,430</u>		1,840,430	US Bank	1,840,412
							1,840,430			
2015 Refunding Lease Revenue Bonds										
First American Government Obligation	3,604	variable	AAA	open	0.01%	<u>3,604</u>		3,604	US Bank	3,604
							3,604			
Chevron/CoGen Lease Proceeds										
Cash	716,877	N/A	N/A	demand	None	<u>716,877</u>		716,877	Deutsche Bank	716,877
							716,877			
Funds With Century Golf										
	556,623	N/A	N/A	demand	None	<u>556,623</u>		556,623	Century Golf	1,172,635
							556,623			
Totals							<u>11,870,397</u>	<u>11,870,397</u>		<u>\$ 13,700,410</u>

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TREASURER'S MONTHLY REPORT
 CALCULATION OF INVESTMENT LIMITATIONS
 August 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	97.73%
1 year to 3 years	N/A	50.00%	2.27%
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%	0.30%
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%	32.22%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	0.00%
LAIF	N/A	100.00%	32.37%
U.S. Government Agencies	N/A	60.00%	31.02%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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