



City Council Staff Report

DATE: January 4, 2017 CONSENT CALENDAR
SUBJECT: TREASURER'S INVESTMENT REPORT AS OF
NOVEMBER 30, 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 November 30, 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 \$127,943,216 plus \$11,118,651 bond issue capital projects, reserve and debt service funds. There is an additional \$2,202,918 in various miscellaneous/trust accounts. The market value of the invested cash is \$127,362,950.

RECOMMENDATION:

Receive and File Treasurer's Investment Report as of November 30, 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 589.69 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
 November 30, 2016

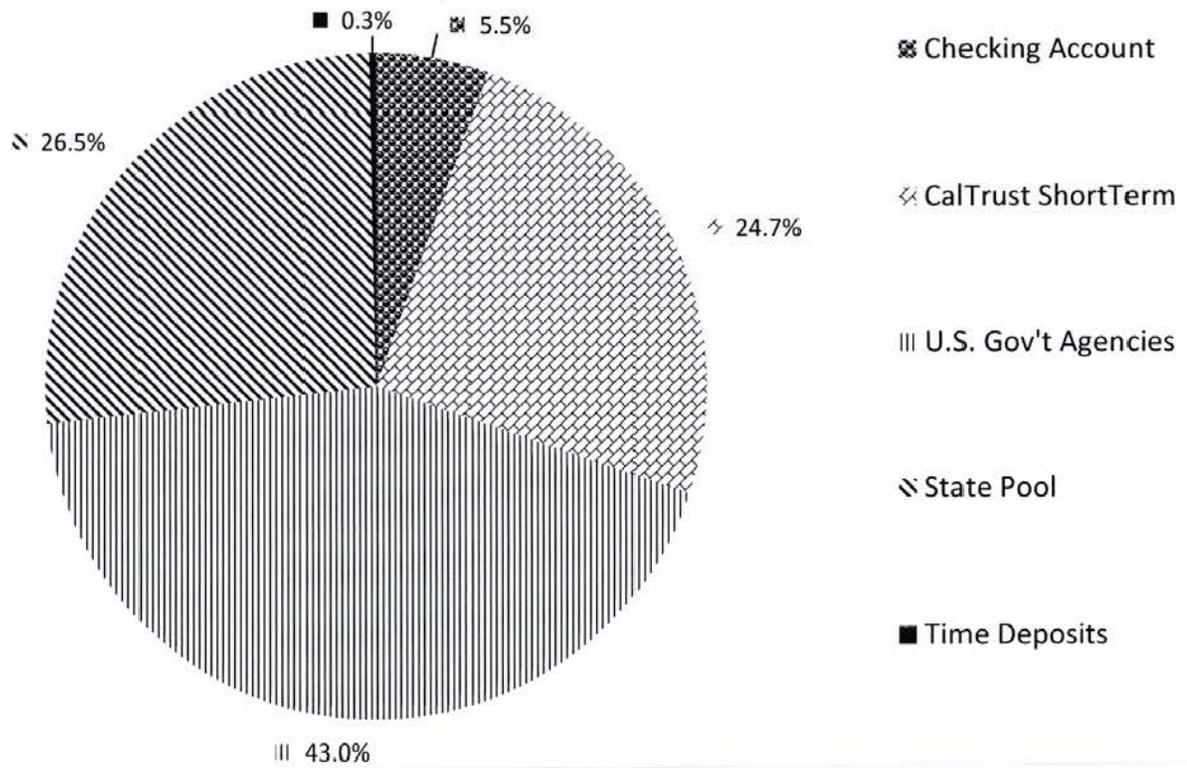
On Call Deposits	<u>Adjusted Basis</u>	<u>Category Total</u>	<u>Percentage</u>
Checking Account	\$ 7,048,406		
CalTrust ShortTerm	31,658,396		
State Pool	<u>33,845,370</u>	\$ 72,552,172	56.71%
Short Term Investments (1 year or less)			
U.S. Gov't Agencies	51,994,000		
Time Deposits	<u>398,600</u>	52,392,600	40.95%
Medium Term Investments (1 year to 3 years)			
U.S. Gov't Agencies	2,998,444		
	<u>2,998,444</u>	2,998,444	2.34%
Long Term Investments (3 year to 5 years)			
	<u>0</u>	0	<u>0.00%</u>
		\$ <u><u>127,943,216</u></u>	<u><u>100.00%</u></u>

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Total
\$127,943,216

Investment Allocation City of Palm Springs

As of 11/30/2016



TREASURER'S MONTHLY REPORT
 DETAIL OF INVESTMENTS
 November 30, 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
Checking - Bank of America	\$ 7,048,406	N/A	AAA		demand	N/A	1	None	7,048,406		\$ 7,048,406	Bank of America	6,637,497
CalTrust ShortTerm	30,500,000	variable	N/A		demand	N/A	1	0.88%	31,658,396		31,641,929	CalTrust	42,625,546
Local Agency Invest Fund (LAIF)	33,500,000	variable	N/A		demand	N/A	1	0.678%	33,845,370		33,855,728	LAIF	42,801,284
	71,048,406									72,552,172	72,546,063		92,064,327
Short Term Investments													
(1 year or less)													
U.S. Gov't Agency Securities													
Federal Home Loan Bank	0	1.48%	N/A	03/02/16	03/02/20	10/02/16	-	1.48%	0	0	0	Bank of New York	500,015
Federal Farm Credit Bank	0	1.65%	N/A	05/04/16	11/04/20	10/04/16	-	1.65%	0	0	0	Bank of New York	500,010
Federal Home Loan Mortgage Corporation	0	1.50%	N/A	04/21/16	04/21/21	10/21/16	-	1.50%	0	0	0	Union Bank	500,045
Federal National Mortgage Association	0	1.03%	N/A	01/30/13	01/30/18	10/30/16	-	1.03%	0	0	0	Union Bank	3,998,320
Federal Farm Credit Bank	500,000	1.58%	N/A	05/17/16	02/17/21	11/17/16	1,540	1.58%	500,000	494,085	494,085	Union Bank	499,815
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	11/21/16	537	1.03%	2,000,000	1,986,280	1,986,280	Union Bank	2,000,180
Federal Home Loan Mortgage Corporation	500,000	1.30%	N/A	08/09/16	08/23/19	11/23/16	996	1.30%	500,000	495,955	495,955	Union Bank	500,120
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	05/25/16	05/25/21	11/25/16	1,637	1.50%	1,000,000	982,000	982,000	Union Bank	1,000,120
Federal Home Loan Bank	500,000	1.25%	N/A	05/25/16	05/25/21	11/25/16	1,637	1.25%	500,000	493,055	493,055	Union Bank	500,125
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	05/25/16	05/25/21	11/25/16	1,637	1.25%	500,000	493,310	493,310	Union Bank	500,100
Federal Home Loan Bank	500,000	1.125%	N/A	05/27/15	05/27/21	11/25/16	1,639	1.125%	499,995	493,675	493,675	Union Bank	499,995
Federal Home Loan Mortgage Corporation	2,000,000	1.50%	N/A	07/18/16	08/25/21	11/25/16	1,729	1.50%	2,000,000	1,973,240	1,973,240	Union Bank	1,995,920
Federal National Mortgage Association	500,000	1.125%	N/A	02/26/16	02/26/21	11/26/16	1,549	1.125%	500,000	497,395	497,395	Union Bank	499,935
Federal National Mortgage Association	500,000	1.00%	N/A	02/26/16	02/26/21	11/26/16	1,549	1.00%	500,000	498,590	498,590	Union Bank	500,120
Federal National Mortgage Association	500,000	1.40%	N/A	02/26/16	11/26/19	11/26/16	1,091	1.40%	500,000	496,520	496,520	Union Bank	500,170
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	02/26/16	02/26/21	11/26/16	1,549	1.25%	500,000	493,670	493,670	Union Bank	500,120
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	06/09/16	06/09/21	12/09/16	1,652	1.25%	1,000,000	991,610	991,610	Union Bank	1,000,080
Federal Home Loan Bank	1,000,000	1.25%	N/A	06/16/16	06/16/21	12/16/16	1,659	1.25%	998,500	983,770	983,770	Union Bank	1,000,030
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	12/20/16	294	1.00%	2,000,000	2,000,320	2,000,320	Union Bank	2,001,920
Federal National Mortgage Association	500,000	1.375%	N/A	03/30/16	03/30/21	12/30/16	1,581	1.3750%	500,000	492,435	492,435	Union Bank	499,830
Federal Home Loan Bank	1,000,000	1.50%	N/A	09/12/16	10/12/21	01/12/17	1,777	1.50%	1,000,000	979,420	979,420	Union Bank	0
Federal National Mortgage Association	1,000,000	1.125%	N/A	07/27/16	07/27/21	01/27/17	1,700	1.125%	1,000,000	982,720	982,720	Union Bank	997,970
Federal Home Loan Bank	1,000,000	1.00%	N/A	04/29/16	04/28/21	01/28/17	1,610	1.00%	998,500	989,820	989,820	Union Bank	999,670
Federal Home Loan Mortgage Corporation	1,000,000	1.55%	N/A	10/11/16	11/10/21	02/10/17	1,806	1.55%	1,000,000	975,590	975,590	Union Bank	0
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	10/20/16	11/15/19	02/15/17	1,080	1.00%	1,000,000	991,730	991,730	Union Bank	0
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	07/19/16	08/16/21	02/16/17	1,720	1.25%	1,000,000	985,220	985,220	Union Bank	999,780
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	10/17/16	11/30/21	02/18/17	1,826	1.50%	1,000,000	984,800	984,800	Union Bank	0
Federal Home Loan Bank	500,000	1.25%	N/A	08/09/16	08/22/19	02/22/17	995	1.25%	500,000	494,610	494,610	Union Bank	499,770
Federal National Mortgage Association	1,000,000	1.13%	N/A	08/03/16	11/24/20	02/24/17	1,455	1.13%	1,000,000	977,610	977,610	Union Bank	996,510
Federal National Mortgage Association	1,000,000	1.20%	N/A	08/03/16	02/24/20	02/24/17	1,181	1.20%	1,000,000	986,100	986,100	Union Bank	1,000,010
Federal National Mortgage Association	1,000,000	1.00%	N/A	08/03/16	08/24/21	02/24/17	1,728	1.00%	1,000,000	990,390	990,390	Union Bank	998,620
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	08/08/16	08/24/21	02/24/17	1,728	1.00%	1,000,000	991,120	991,120	Union Bank	998,910
Federal National Mortgage Association	500,000	1.25%	N/A	08/09/16	02/24/20	02/24/17	1,181	1.25%	500,000	493,605	493,605	Union Bank	499,355
Federal National Mortgage Association	500,000	1.50%	N/A	11/24/20	02/24/17	02/24/17	1,455	1.50%	500,000	497,825	497,825	Union Bank	501,125
Federal National Mortgage Association	500,000	1.00%	N/A	03/10/16	03/10/21	03/10/17	1,561	1.00%	500,000	499,130	499,130	Union Bank	500,155
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	09/12/16	09/30/21	03/30/17	1,765	1.50%	1,000,000	990,970	990,970	Union Bank	1,001,920

TREASURER'S MONTHLY REPORT
DETAIL OF INVESTMENTS
November 30, 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 Home Loan Mortgage Corporation	1,000,000	1.40%	N/A	09/29/16	10/27/21	04/27/17	1,792	1.40%	1,000,000		978,410	Union Bank	0
Federal Home Loan Mortgage Corporation	1,000,000	1.13%	N/A	10/12/16	10/28/21	04/28/17	1,793	1.13%	1,000,000		987,770	Union Bank	0
Federal Home Loan Mortgage Corporation	1,000,000	1.05%	N/A	10/12/16	10/28/21	04/28/17	1,793	1.05%	1,000,000		985,360	Union Bank	0
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/24/16	11/08/21	05/08/17	1,804	1.25%	1,000,000		986,330	Union Bank	0
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/13/16	11/10/21	05/10/17	1,806	1.25%	1,000,000		985,490	Union Bank	0
Federal Home Loan Mortgage Corporation	1,000,000	1.10%	N/A	10/25/16	05/15/19	05/15/17	896	1.10%	1,000,000		1,003,500	Union Bank	0
Federal Home Loan Bank	1,000,000	1.05%	N/A	10/25/16	11/15/21	05/15/17	1,811	1.05%	1,000,000		990,990	Union Bank	0
Federal Home Loan Bank	1,000,000	1.00%	N/A	10/20/16	11/16/20	05/16/17	1,447	1.00%	1,000,000		987,030	Union Bank	0
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/18/16	11/17/21	05/17/17	1,813	1.25%	1,000,000		983,590	Union Bank	0
Federal Home Loan Mortgage Corporation	1,000,000	1.30%	N/A	10/24/16	11/22/21	05/22/17	1,818	1.30%	1,000,000		988,800	Union Bank	0
Federal Farm Credit Bank	500,000	0.625%	N/A	05/22/15	05/22/17	N/A	173	0.625%	500,000		499,865	Union Bank	499,425
Federal Home Loan Bank	1,000,000	1.30%	N/A	10/26/16	11/23/21	05/23/17	1,819	1.30%	1,000,000		985,330	Union Bank	0
Federal Home Loan Bank	1,000,000	1.55%	N/A	11/02/16	11/26/21	05/26/17	1,822	1.55%	1,000,000		989,770	Union Bank	0
Federal Farm Credit Bank	1,000,000	1.30%	N/A	06/06/16	06/06/19	06/06/17	918	1.30%	1,000,000		996,520	Union Bank	1,001,740
Federal Farm Credit Bank	1,000,000	1.12%	N/A	06/20/16	06/27/19	06/27/17	939	1.12%	1,000,000		988,110	Union Bank	1,000,100
Federal National Mortgage Association	1,000,000	1.10%	N/A	06/20/16	06/28/19	06/28/17	940	1.10%	1,000,000		988,690	Union Bank	998,600
Federal Farm Credit Bank	500,000	1.08%	N/A	08/04/16	08/15/19	08/15/17	988	1.08%	500,000		493,010	Union Bank	499,400
Federal National Mortgage Association	1,000,000	1.10%	N/A	08/03/16	08/23/19	08/23/17	996	1.10%	1,000,000		986,650	Union Bank	999,870
Federal National Mortgage Association	1,000,000	1.40%	N/A	08/03/16	08/25/21	08/25/17	1,729	1.40%	1,000,000		970,700	Union Bank	1,000,120
Federal National Mortgage Association	2,000,000	1.25%	N/A	08/04/16	08/28/20	08/28/17	1,367	1.25%	2,000,000		1,949,240	Union Bank	1,999,180
Federal Farm Credit Bank	1,000,000	1.12%	N/A	10/19/16	10/11/19	10/11/17	1,045	1.12%	999,250		987,650	Union Bank	0
Federal National Mortgage Association	1,000,000	1.17%	N/A	10/25/16	11/15/19	11/15/17	1,080	1.17%	998,750		986,200	Union Bank	0
Federal Home Loan Bank	1,000,000	1.00%	N/A	10/26/16	11/17/21	11/17/17	1,813	1.00%	1,000,000		991,360	Union Bank	0
Federal Home Loan Mortgage Corporation	1,000,000	1.20%	N/A	11/01/16	11/29/19	11/29/17	1,094	1.20%	1,000,000		987,010	Union Bank	0
	<u>52,000,000</u>									51,994,000	<u>51,353,945</u>		37,489,200
Time Deposits													
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	237	1.80%	198,600		201,482	Union Bank	200,802
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	238	1.70%	200,000		201,554	Union Bank	200,640
	<u>400,000</u>									398,600	<u>403,036</u>		401,442
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	467	1.10%	2,000,000		1,998,720	Union Bank	2,007,380
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	492	9.80%	498,594		564,031	Bank of America	558,509
Federal Farm Credit Bank	500,000	1.03%	N/A	02/24/16	02/12/19	N/A	804	1.03%	499,850		497,155	Union Bank	500,885
	<u>3,000,000</u>									2,998,444	<u>3,059,906</u>		3,066,774
Total Invested Cash	\$ 126,448,406									\$ 127,943,216	\$ 127,362,950		\$ 133,021,742

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TREASURER'S MONTHLY REPORT
 MISCELLANEOUS AND TRUST ACCOUNTS
 November 30, 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	\$ 127,943,216					\$ <u>127,943,216</u>	\$ 127,943,216
Miscellaneous Accounts							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,973,993	N/A	N/A	open	None	1,973,993	
Downpayment Assistance (Housing Fund) -Bank of America	33,972	0.20%	N/A	open	0.20%	33,972	
Workers Compensation - Bank of America	-9,068	N/A	N/A	open	None	-9,068	
General Liability - Bank of America	24,548	N/A	N/A	open	None	24,548	
1930's General Store Museum - Bank of America	11,530	N/A	N/A	open	None	11,530	
On-Line Credit Card Fire Inspection Fees -Bank of America	152,970	N/A	N/A	open	None	152,970	
On-Line Credit Card Transportation Permits -Bank of America	11,023	N/A	N/A	open	None	<u>11,023</u>	2,202,918
Total Cash Deposited							\$ <u><u>130,146,134</u></u>

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
November 30, 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	2,358,352	variable	AAA	open	0.01%	<u>2,358,352</u>	2,358,352	2,358,352	US Bank	1,134,969
2006 Airport PFC										
Invesco Government & Agency Private	1,473,839	variable	AAA	open	0.01%	<u>1,473,839</u>	1,473,839	1,473,839	US Bank	1,241,900
2007 Refunding Lease Revenue Bonds										
First American Government Obligation	0	variable	AAA	open	0.01%	<u>0</u>	0	0	US Bank	259,969
2007A&B Tax Allocation Bonds										
First American Government Obligation	30	variable	AAA	open	0.01%	<u>30</u>	30	30	US Bank	30
2007C Tax Allocation Bonds										
First American Government Obligation	19	variable	AAA	open	0.01%	<u>19</u>	19	19	US Bank	19
2008 Airport PFC Refunding										
Invesco Government & Agency Private	601,516	variable	AAA	open	0.01%	<u>601,516</u>	601,516	601,516	US Bank	601,382
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	4,092,919	variable	AAA	open	0.01%	<u>4,092,919</u>	4,092,919	4,092,919	US Bank	3,193,818

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**TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
November 30, 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	12,676	variable	AAA	open	0.01%	<u>12,676</u>	12,676	12,676	US Bank	12,672
2014 Merged Project 1 & 2/Housing Refunding First American Government Obligation	6	variable	AAA	open	0.01%	<u>6</u>	6	6	US Bank	6
2015 Reassessment District No.2015-1 First American Government Obligation	274,335	variable	AAA	open	0.01%	<u>274,335</u>	274,335	274,335	US Bank	274,333
2015 Local Measure A Sales Tax First American Government Obligation	1,209,588	variable	AAA	open	0.01%	<u>1,209,588</u>	1,209,588	1,209,588	US Bank	1,112,744
2015 Refunding Lease Revenue Bonds First American Government Obligation	0	variable	AAA	open	0.01%	<u>0</u>	0	0	US Bank	3,604
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	378,493	N/A	N/A	demand	None	<u>378,493</u>	378,493	378,493	Century Golf	325,812
Totals							<u>378,493</u> <u>11,118,651</u>	<u>11,118,651</u>		<u>\$ 8,878,133</u>

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TREASURER'S MONTHLY REPORT
 CALCULATION OF INVESTMENT LIMITATIONS
 November 30, 2016

<u>By Maturity:</u>	<u>Minimum</u>	<u>Maximum</u>	<u>Current Mo.</u>
1 day to 365 days	N/A	N/A	97.66%
1 year to 3 years	N/A	50.00%	2.34%
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%	0.31%
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%	24.74%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	0.00%
LAIF	N/A	100.00%	26.45%
U.S. Government Agencies	N/A	60.00%	42.98%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%