



CITY OF MARTINEZ

**CITY COUNCIL AGENDA
October 15, 2014**

TO: Mayor and City Council
FROM: Carolyn Robinson, City Treasurer
PREPARED BY: Cathy Spinella, Finance Manager
SUBJECT: Cash & Investment Report for September 30, 2014
DATE: October 8, 2014

RECOMMENDATION:

Receive and file the City’s September 30, 2014, Cash and Investment Report.

BACKGROUND:

The City Treasurer files an investment report with the City Council on the status of City investments on a quarterly basis. City resources are organized and accounted for on a fund basis with some of those funds being restricted for specific purposes and others that are unrestricted. For investment purposes, however, funds are invested as a pool, except for the Measure H bond proceeds which are held separately.

The Investment Report provides a summary of the status and activity in the City’s pooled investment portfolio and investments held by our bond trustee US Bank. The City manages its investment portfolio consistent with the guidelines established by the City Council via its formally adopted investment policy. The City’s investment priorities are:

1. Safety
2. Liquidity
3. Yield

The City invests primarily in the State’s Local Agency Investment Fund (LAIF) for both pooled cash and construction Measure H bond funds which are recognized as “safe” investments. LAIF provides the primary liquidity, with other investments serving to maximize yield. Securities are priced using September 30, 2014 market values. In some cases, the City may have investments with a current market value that is greater or less than the recorded cost. These changes in market value are due to fluctuations in the marketplace having no effect on yield, as the City does not intend to sell securities or certificate of deposits prior to maturity.

The City is in compliance with the adopted investment policy and able to meet its expenditure requirements for the next six months.

FISCAL IMPACT:

None.

ACTION:

Motion to receive and file the City's September 30, 2014 Quarterly Cash and Investment Report.

Attachments:

- *Cash & Investment Report September 30, 2014*

APPROVED BY:

A handwritten signature in blue ink, appearing to read "Steve Stakel", is written over a light blue rectangular background.

Interim City Manager

