



Date: October 13, 2015
To: Mayor and City Council
From: Carolyn Robinson, City Treasurer
Prepared By: Cathy Spinella, Finance Manager
Subject: Cash & Investment Report for September 30, 2015

Recommendation

Receive and file the City's September 30, 2015 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: Safety, Liquidity, and Yield.

Discussion

The City investments are 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, 2015 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.

Attachments

- Cash and Investment Report for September 30, 2015

APPROVED BY: 
Rob Braulik, City Manager

CITY OF MARTINEZ
Cash and Investment Report
September 30, 2015

| <u>Cash Equivalent Investments</u> | Maturity | | Par Value | Market Value |
|--|----------|-------|-------------------------|-------------------------|
| | Date | Yield | | September 30, 2015 |
| Bank of America - Parking Fund | N/A | | 147,196.44 | 147,196.44 |
| US Bank - General Account | N/A | | 233,120.51 | 233,120.51 |
| CalTrust - General Account | N/A | 0.52% | 1,000,000.00 | 1,000,000.00 |
| LAIF - General Account | N/A | 0.34% | 32,603,694.65 | 32,603,694.65 |
| LAIF - 2008, Series B Bond Proceeds | N/A | 0.34% | 4,824,446.28 | 4,824,446.28 |
| Total Cash Equivalent Investments | | | \$ 38,808,457.88 | \$ 38,808,457.88 |

US Bank Safekeeping:

| <u>Purchased Investments</u> | Type | Maturity Date | Yield | Par Value | Market Value |
|------------------------------------|------|---------------|--------|------------------------|------------------------|
| US Government Agency Securities | FNMA | 11/26/19 | 1.750% | 1,463,000.00 | 1,489,051.64 |
| US Government Agency Securities | FNMA | 11/27/18 | 1.625% | 2,000,000.00 | 2,036,538.00 |
| Total Purchased Investments | | | | \$ 3,463,000.00 | \$ 3,525,589.64 |

Held by US Bank Trustee Services:

| <u>Purchased Investments</u> | Type | Maturity Date | Yield | Par Value | Market Value |
|--|------------------------|---------------|--------|----------------------|----------------------|
| Goldman Sachs Bank | Certificate of Deposit | 10/26/15 | 0.600% | 105,000.00 | 105,027.30 |
| Ally Bank | Certificate of Deposit | 04/25/16 | 0.650% | 225,000.00 | 225,353.25 |
| Discover Bank | Certificate of Deposit | 04/24/17 | 0.850% | 240,000.00 | 239,668.80 |
| American Express Centurion | Certificate of Deposit | 04/25/17 | 0.800% | 240,000.00 | 240,960.00 |
| Total Purchased Investments held by Trustee | | | | \$ 810,000.00 | \$ 811,009.35 |

Cash Equivalent Investments

| | | | | | |
|--|--------------------|-----|-------|----------------------|----------------------|
| First American Prime Obligations Fund | Money Market Funds | N/A | 0.02% | 531.61 | 531.61 |
| First American Government Obligations Fund | Money Market Funds | N/A | 0.00% | 0.28 | 0.28 |
| US Bank | Money Market Funds | N/A | 0.02% | 470,545.56 | 470,545.56 |
| Total Cash Equivalent Investments | | | | \$ 471,077.45 | \$ 471,077.45 |

TOTAL PORTFOLIO **\$ 43,552,535.33** **\$ 43,616,134.32**

I hereby certify that this report accurately reflects all CITY investments, and is in conformance with the adopted CITY investment policy. Furthermore, I certify to the best of my knowledge, that there are sufficient investment liquidity and anticipated revenues to meet the CITY's budgeted expenditure requirements for the next six months.

Carolyn Robinson
City Treasurer