

"Placerville, a Unique Historical Past Forging into a Golden Future"



City Manager's Report
May 26, 2015, City Council Meeting
Prepared by: Dave Warren, Director of Finance
Item #: 8.5

Subject: Acknowledge and file the quarterly investment report for the period ended December 31, 2014.

Background:

Section 5 of the City's investment policy requires the Finance Department to submit a quarterly investment report to the City Council as prescribed by California Government Code, Section 53646. This report presents the City's investment portfolio as of December 31, 2014. It includes all investments managed by the City as well as those held by the City's trustees and provides information on the institution, investment type, value, and yield for all securities. As of December 31, 2014, the investment portfolio complied with all State laws and the City's investment policy.

Analysis:

Short-term excess cash is currently invested in the Local Agency Investment Fund (LAIF) which is a money market fund that is administered by the State Treasurer. LAIF is a high quality investment in terms of safety, liquidity and yield which are the primary objectives of the City's investment policy.

The Placerville Public Financing Authority's trustee, Union Bank of California, is currently investing the proceeds from the Wastewater System Refinancing and Improvement Project Revenue Bonds, Series 2006 in the Blackrock T-Fund which is a money market fund. The following is a summary of all investments held by the City and its trustee:

INVESTMENTS HELD BY THE CITY						
Investment	Percent of Portfolio	Current Yield	Accrued Quarterly Interest	Market Value	Recorded Value	
Local Agency Investment Fund	100.00%	0.25%	\$ 1,319.59	\$ 2,059,431.19	\$ 2,059,431.19	
Total investments held by the City	100.00%	0.25%	\$ 1,319.59	\$ 2,059,431.19	\$ 2,059,431.19	
INVESTMENTS HELD BY TRUSTEE						
Investment	Percent of Portfolio	Current Yield	Accrued Quarterly Interest	Market Value	Recorded Value	
Blackrock T-Fund	100.00%	0.02%	\$ 118.40	\$ 2,504,206.02	\$ 2,504,206.02	
Total investments held by trustee	100.00%	0.02%	\$ 118.40	\$ 2,504,206.02	\$ 2,504,206.02	

Staff believes the City has adequate cash flow liquidity to meet anticipated expenditures for the next six month's obligations.

Options:

1. Acknowledge and file the report.
2. Do nothing.

Cost:

This is an informational item only, and there are no costs associated with the recommended action.

Budget Impact:

There are no budget impacts associated with the recommended action.

Recommendation:

Acknowledge and file the quarterly investment report for the period ended December 31, 2014.



M. Cleve Morris, City Manager



Dave Warren, Director Finance