



City of Laguna Beach Investment Report January 2014

Honorable Mayor and Members of the City Council,

The requested monthly Investment Report follows. I verify that the investment portfolio is in conformity with California laws and the Treasurer's Investment Policy which is approved annually by the City Council. The Treasurer's cash management program provides sufficient liquidity to meet expenditure requirements for the next six months.

Respectfully submitted,

Laura Parisi, CPA, CCMT, CFIP
City Treasurer

City of Laguna Beach
City Treasurer Monthly Report - Unaudited
For the Month of January 2014

Cash Activity for the Month

Cash and investments, beginning of month	\$ 70,126,437.32
Cash receipts	9,953,430.48
Cash disbursements	<u>(7,648,944.64)</u>
Cash and investments, end of month	\$ <u>72,430,923.16</u>

Cash and Investment Portfolio at Month-End

	Current Year				Prior Year
	Market Value	Cost	Pct of Total	Avg Return	Cost
Long-term investments:					
Federal agency securities	\$ 39,454,260.00	\$ 39,247,210.00	54%	0.93%	\$ 36,993,750.00
Medium-term corporate notes	5,184,641.50	5,114,055.00	7%	1.74%	3,118,325.00
Negotiable Certificates of Deposit - FDIC insured	<u>4,492,947.27</u>	<u>4,491,000.00</u>	6%	0.78%	<u>4,740,000.00</u>
Subtotal	<u>49,131,848.77</u>	<u>48,852,265.00</u>	67%	1.00%	<u>44,852,075.00</u>
Short-term investments:					
State Local Agency Investment Fund	18,022,910.03	18,022,910.03	25%	0.24%	21,192,788.61
Federal agency securities	-	-	0%	N.D.	999,500.00
Municipal bond	-	-	0%	N.D.	1,009,430.00
Certificates of Deposit - negotiable and local banks	<u>3,256,429.39</u>	<u>3,747,000.00</u>	5%	0.68%	<u>1,000,000.00</u>
Subtotal	<u>21,279,339.42</u>	<u>21,769,910.03</u>	30%	0.32%	<u>24,201,718.61</u>
Savings, checking and change funds					
Savings accounts (b).	180,439.51	180,439.51	0%	0.25%	174,697.86
Checking accounts	1,027,828.66	1,027,828.66	1%	Earnings	2,302,129.05
Petty cash/change funds	<u>3,617.75</u>	<u>3,617.75</u>	0%	Allowance	<u>3,617.75</u>
Subtotal	<u>1,211,885.92</u>	<u>1,211,885.92</u>	2%	Credit (a).	<u>2,480,444.66</u>
Trustee-held investments					
	<u>596,862.21</u>	<u>596,862.21</u>	1%	0.24%	<u>594,766.90</u>
Grand total - cash and investments	\$ <u>72,219,936.32</u>	\$ <u>72,430,923.16</u>	100%		\$ <u>72,129,005.17</u>

(a). The earnings allowance credit applies to funds held by Bank of America and partially offset bank fees.

(b). Monies seized by the Police Department and held in escrow until adjudication have been included in the savings account category at the request of the City auditors. These funds were also reclassified in the Prior Year Cost column.

Cash and Investment Custody (statements and reconciliations are available on request)

Union Bank Institutional Custody	\$ 51,890,278.16	\$ 52,101,265.00	\$ 47,611,005.00
State Local Agency Investment Fund	18,022,910.03	18,022,910.03	21,192,788.61
Bank of New York Trustee	596,862.21	596,862.21	594,766.90
Bank of America	1,208,268.17	1,208,268.17	2,476,826.91
Citizens Business Bank	248,000.00	248,000.00	250,000.00
JP Morgan Chase Bank	250,000.00	250,000.00	0.00
Internal change funds	<u>3,617.75</u>	<u>3,617.75</u>	<u>3,617.75</u>
Cash and investments total	\$ <u>72,219,936.32</u>	\$ <u>72,430,923.16</u>	\$ <u>72,129,005.17</u>

City of Laguna Beach
Investment Portfolio Detail - Unaudited
January 31, 2014

	Investment Type	S&P Rating	Par Value	Market Value (a)	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Coupon Rate	Purchase Yield (b)	Current Yield (a)	Days to Maturity
(1)	State Investment Pool (LAIF)	NR	18,022,910.03	\$ 18,022,910.03	18,022,910.03			Today	0.24%	0.24%	0.24%	Today
(2)	CD Investment in Local Banks	NR	498,000.00	498,000.00	498,000.00		Various	Various	0.32%	0.32%	0.32%	168
(3)	CD Fifth third Bank	NR	250,000.00	249,995.00	250,000.00		02/20/13	02/20/14	0.40%	0.40%	0.40%	20
(4)	CD Apple Bk	NR	250,000.00	250,035.00	250,000.00		05/23/12	05/23/14	0.50%	0.50%	0.50%	112
(5)	CD Discover Bk	NR	250,000.00	250,372.50	250,000.00		05/23/12	05/23/14	0.75%	0.75%	0.75%	112
(6)	CD Goldman Sachs Bk	NR	250,000.00	250,255.00	250,000.00		05/23/12	05/23/14	0.80%	0.80%	0.80%	112
(7)	CD Compass Bk	NR	250,000.00	250,407.50	250,000.00		06/02/12	06/02/14	0.80%	0.80%	0.80%	122
(8)	CD BMW Bank of NA	NR	250,000.00	250,467.50	250,000.00		06/22/12	06/23/14	0.75%	0.75%	0.75%	143
(9)	CD Sallie Mae Bank	NR	250,000.00	250,605.00	250,000.00		08/15/12	08/15/14	0.90%	0.90%	0.90%	196
(10)	CD Sovereign Bank	NR	250,000.00	250,350.00	250,000.00		08/29/12	08/29/14	0.75%	0.75%	0.75%	210
(11)	CD Bank of China New York City	NR	250,000.00	250,015.00	250,000.00		05/01/13	11/03/14	0.35%	0.35%	0.35%	276
(12)	CD Synovus Bank GA	NR	249,000.00	249,774.39	249,000.00		11/30/12	11/28/14	0.50%	0.50%	0.50%	301
(13)	CD Huntington National Bk	NR	250,000.00	251,067.50	250,000.00		06/08/12	12/08/14	0.75%	0.75%	0.75%	311
(14)	CD Safra Natl Bank	NR	250,000.00	251,095.00	250,000.00		06/14/12	12/15/14	0.75%	0.75%	0.75%	318
(15)	CD GE Cap Finl Inc.	NR	250,000.00	251,990.00	250,000.00		01/06/12	01/06/15	1.50%	1.50%	1.49%	340
(16)	CD Medallion Bank UT	NR	250,000.00	249,730.00	250,000.00		04/29/13	04/29/15	0.35%	0.35%	0.35%	453
(17)	CD Privatebank & Trust	NR	250,000.00	249,735.00	250,000.00		05/09/13	05/11/15	0.35%	0.35%	0.35%	465
(18)	CD Tennessee State Bank	NR	250,000.00	249,745.00	250,000.00		05/20/13	05/20/15	0.30%	0.30%	0.30%	474
(19)	Corp Bank of New York Mellon	A+	1,000,000.00	1,001,790.00	1,002,580.00	2,580.00	02/13/13	10/23/15	0.70%	0.60%	0.70%	630
(20)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,029,400.00	1,000,000.00		08/09/11	11/09/15	2.25%	2.25%	2.19%	647
(21)	CD Key Bank	NR	250,000.00	249,787.50	250,000.00		05/08/13	11/09/15	0.45%	0.45%	0.45%	647
(22)	Agency Federal Agric Mtg Corp	AA+	1,000,000.00	999,910.00	999,750.00	(250.00)	11/20/13	11/20/15	0.42%	0.43%	0.42%	658
(23)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,046,700.00	1,000,000.00		08/26/11	05/09/16	2.95%	2.95%	2.82%	829
(24)	CD Eaglebank	NR	249,000.00	250,192.71	249,000.00		11/21/12	05/20/16	0.65%	0.65%	0.65%	840
(25)	CD Georgia Bk & Tr	NR	249,000.00	250,192.71	249,000.00		11/21/12	05/20/16	0.50%	0.50%	0.50%	840
(26)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,002,010.00	1,002,210.00	2,210.00	01/02/14	08/08/16	0.85%	0.76%	0.85%	920
(27)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	997,010.00	1,000,000.00		05/15/13	08/15/16	0.50%	0.50%	0.50%	927
(28)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	998,770.00	1,000,000.00		02/25/13	08/25/16	0.60%	0.60%	0.60%	937
(29)	CD Heritage Bank Com	NR	249,000.00	250,137.93	249,000.00		11/27/12	08/26/16	0.60%	0.60%	0.60%	938
(30)	Agency Federal Home Loan Bank	AA+	1,000,000.00	997,890.00	1,000,000.00		10/24/12	10/24/16	0.60%	0.60%	0.60%	997
(31)	CD Everbank Jacksonville Fla	NR	250,000.00	251,250.00	250,000.00		10/31/12	10/31/16	0.90%	0.90%	0.90%	1,004
(32)	CD Abacus Federal Savings	NR	249,000.00	244,537.92	249,000.00		11/28/12	11/28/16	0.60%	0.60%	0.61%	1,032
(33)	CD Bank of Baroda	NR	250,000.00	249,510.00	250,000.00		12/13/13	12/13/16	1.00%	1.00%	1.00%	1,047
(34)	CD Merrick Bank	NR	250,000.00	249,470.00	250,000.00		12/17/13	12/19/16	0.85%	0.85%	0.85%	1,053
(35)	CD First Priority Bank	NR	250,000.00	249,420.00	250,000.00		12/27/13	12/27/16	0.80%	0.80%	0.80%	1,061
(36)	Federal Natl Mtg Assn	AA+	1,000,000.00	1,001,310.00	1,000,000.00		12/30/13	12/30/16	0.80%	0.80%	0.80%	1,064
(37)	CD Comenity Capital Bank	NR	250,000.00	249,160.00	250,000.00		01/03/14	01/03/17	0.85%	0.85%	0.85%	1,068
(38)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	993,390.00	998,000.00	(2,000.00)	01/29/12	01/11/17	0.64%	0.69%	0.64%	1,076
(39)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,992,380.00	2,000,000.00		02/13/13	02/13/17	0.79%	0.79%	0.79%	1,109
(40)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	988,510.00	1,000,000.00		05/01/13	05/01/17	0.69%	0.69%	0.70%	1,186
(41)	CD Sterling Savings Bank	NR	250,000.00	248,477.50	250,000.00		05/03/13	05/03/17	0.65%	0.65%	0.66%	1,188
(42)	Agency Federal Home Loan Bank	AA+	1,000,000.00	989,050.00	1,000,000.00		11/08/12	05/08/17	0.74%	0.74%	0.75%	1,193
(43)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	985,920.00	1,000,000.00		05/22/13	05/22/17	0.70%	0.70%	0.71%	1,207
(44)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	998,660.00	1,000,000.00		06/20/12	06/20/17	1.10%	1.10%	1.10%	1,236
(45)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	991,000.00	1,000,000.00		12/27/12	06/27/17	0.75%	0.75%	0.76%	1,243

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(46)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	997,820.00	1,000,000.00		07/11/12	07/10/17	1.04%	1.04%	1.04%	1,256
(47)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	997,690.00	1,000,000.00		07/25/12	07/24/17	0.97%	0.97%	0.97%	1,270
(48)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	999,990.00	1,000,000.00		07/24/12	07/24/17	1.13%	1.13%	1.13%	1,270
(49)	Corp Pepsico Inc	A-	1,110,000.00	1,109,611.50	1,118,325.00	8,325.00	01/07/13	08/13/17	1.25%	1.08%	1.25%	1,290
(50)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	986,540.00	999,000.00	(1,000.00)	09/05/12	09/05/17	0.97%	1.01%	1.01%	1,313
(51)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,989,260.00	1,999,250.00	(750.00)	09/18/12	09/05/17	0.97%	0.98%	0.98%	1,313
(52)	CD Gold Coast Bank	NR	250,000.00	251,755.00	250,000.00		09/19/12	09/19/17	1.00%	1.00%	1.00%	1,327
(53)	CD World Financial Capital	NR	245,000.00	246,788.50	245,000.00		09/27/12	09/21/17	1.05%	1.05%	1.05%	1,329
(54)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	994,030.00	1,000,000.00		09/27/12	09/27/17	1.00%	1.00%	1.01%	1,335
(55)	CD American Express Centurion	NR	250,000.00	251,067.50	250,000.00		10/04/12	10/04/17	1.55%	1.55%	1.55%	1,342
(56)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	982,380.00	1,000,000.00		10/10/12	10/10/17	0.90%	0.90%	0.92%	1,348
(57)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	993,700.00	1,000,000.00		10/18/12	10/18/17	0.87%	0.87%	0.88%	1,356
(58)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	988,750.00	1,000,000.00		10/25/12	10/25/17	0.90%	0.90%	0.91%	1,363
(59)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	986,220.00	1,000,000.00		12/11/12	12/11/17	1.00%	1.00%	1.01%	1,410
(60)	Agency Federal Home Loan Bank	AA+	1,000,000.00	983,580.00	1,000,000.00		12/28/12	12/28/17	0.84%	0.84%	0.85%	1,427
(61)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	990,720.00	999,000.00	(1,000.00)	01/22/13	01/22/18	0.94%	0.96%	0.95%	1,452
(62)	Agency Federal Home Loan Bank	AA+	1,000,000.00	986,890.00	999,750.00	(250.00)	01/30/13	01/30/18	1.00%	1.01%	1.01%	1,460
(63)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	987,550.00	999,750.00	(250.00)	01/30/13	01/30/18	1.02%	1.03%	1.03%	1,460
(64)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	993,040.00	1,000,000.00		01/30/13	01/30/18	0.75%	0.75%	0.76%	1,460
(65)	Agency Federal Home Loan Bank	AA+	1,000,000.00	985,670.00	1,000,000.00		02/05/13	02/05/18	1.00%	1.00%	1.01%	1,466
(66)	Agency Federal Home Loan Bank	AA+	1,000,000.00	988,000.00	1,000,000.00		02/08/13	02/08/18	1.05%	1.05%	1.06%	1,469
(67)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	993,340.00	1,000,000.00		02/20/13	02/20/18	1.12%	1.12%	1.13%	1,481
(68)	Agency Federal Home Loan Bank	AA+	2,000,000.00	1,978,860.00	2,000,000.00		02/22/13	02/22/18	1.15%	1.15%	1.16%	1,483
(69)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	986,820.00	1,000,000.00		02/22/13	02/22/18	1.20%	1.20%	1.22%	1,483
(70)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	992,970.00	1,000,000.00		02/28/13	02/28/18	1.00%	1.00%	1.01%	1,489
(71)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	985,510.00	1,000,000.00		04/25/13	04/25/18	1.15%	1.15%	1.17%	1,545
(72)	Agency Federal Home Ln Mtg Corp	AA+	500,000.00	500,460.00	500,750.00	750.00	12/18/13	11/21/18	2.00%	1.97%	2.00%	1,755
(72)	Corp Microsoft	AAA	1,000,000.00	997,140.00	993,150.00	(6,850.00)	12/11/13	12/06/18	1.63%	1.77%	1.65%	1,770
(73)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,002,650.00	999,750.00	(250.00)	12/27/13	12/27/18	1.85%	1.86%	1.85%	1,791
(74)	Total Investments		70,620,910.03	\$ 70,411,188.19	70,622,175.03	1,265.00		Averages	0.79%	0.79%	0.79%	868
								2 Year Treasury Bill		0.34%		
(75)	Savings, checking and change funds			1,211,885.92	1,211,885.92							
(76)	Trustee-held investments			596,862.21	596,862.21							
(77)	Grand total - cash and investments			\$ 72,219,936.32	72,430,923.16							

(a) Provided by Union Bank, Institutional Custody at month end excluding LAIF and
(b) Provided by Bloomberg at time of purchase excluding LAIF and local CDs.