



# City of Laguna Beach

# Investment Report

## April 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,**

A handwritten signature in blue ink that reads "Laura Parisi".

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**Laura Parisi, CPA, CCMT, CFIP**  
**City Treasurer**

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

**Cash Activity for the Month**

Cash and investments, beginning of month	\$	67,314,644.31
Cash receipts		16,498,836.07
Cash disbursements		(5,245,958.82)
<b>Cash and investments, end of month</b>	<b>\$</b>	<b><u>78,567,521.56</u></b>

**Cash and Investment Portfolio at Month-End**

	Current Year				Prior Year Cost
	Market Value	Cost	Pct of Total	Avg Return	
<b>Long-term investments:</b>					
Federal agency securities	\$ 45,200,940.00	\$ 45,494,460.00	58%	0.95%	\$ 46,243,750.00
Medium-term corporate notes	5,173,402.80	5,114,055.00	7%	1.74%	5,133,385.00
Negotiable Certificates of Deposit - FDIC insured	<u>4,746,758.37</u>	<u>4,738,000.00</u>	6%	0.92%	<u>4,740,000.00</u>
Subtotal	<u>55,121,101.17</u>	<u>55,346,515.00</u>	70%	1.02%	<u>56,117,135.00</u>
<b>Short-term investments:</b>					
State Local Agency Investment Fund	16,699,930.26	16,694,636.09	21%	0.23%	16,629,865.45
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>3,254,017.39</u>	<u>3,249,000.00</u>	4%	0.78%	<u>1,250,000.00</u>
Subtotal	<u>19,953,947.65</u>	<u>19,943,636.09</u>	25%	0.32%	<u>19,888,795.45</u>
<b>Savings, checking and change funds</b>					
Savings accounts (b).	166,330.74	166,330.74	0%	0.25% Earnings Allowance Credit (a).	184,771.71
Checking accounts	c. 2,509,256.64	2,509,256.64	3%		659,247.23
Petty cash/change funds	3,617.75	3,617.75	0%		3,617.75
Deposit in transit - Union Bank Institutional Custody	<u>1,115.75</u>	<u>1,115.75</u>			-
Subtotal	<u>2,680,320.88</u>	<u>2,680,320.88</u>	3%		<u>847,636.69</u>
<b>Trustee-held investments</b>	<u>597,049.59</u>	<u>597,049.59</u>	1%	0.23%	<u>594,968.92</u>
<b>Grand total - cash and investments</b>	<b>\$ <u>78,352,419.29</u></b>	<b>\$ <u>78,567,521.56</u></b>	<b>100%</b>		<b>\$ <u>77,448,536.06</u></b>

(a). The earnings allowance credit applies to funds held by Bank of America and partially offsets 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 added to the Prior Year Cost column so the data is comparable.

(c). The checking account increased due to a timing difference. The May 1 payroll was funded on April 30, 2014.

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

Union Bank Institutional Custody	\$	57,878,234.31	\$	58,098,630.75	\$	59,126,065.00
State Local Agency Investment Fund		16,699,930.26		16,694,636.09		16,629,865.45
Bank of New York Trustee		597,049.59		597,049.59		594,968.92
Bank of America		2,675,587.38		2,675,587.38		844,018.94
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>
<b>Cash and investments total</b>	<b>\$</b>	<b><u>78,352,419.29</u></b>	<b>\$</b>	<b><u>78,567,521.56</u></b>	<b>\$</b>	<b><u>77,448,536.06</u></b>

**City of Laguna Beach**  
**Investment Portfolio Detail - Unaudited**  
**April 30, 2014**

	<b>Investment Type</b>	<b>S&amp;P Rating</b>	<b>Par Value</b>	<b>Market Value (a)</b>	<b>Purchase Price</b>	<b>Premium (Discount)</b>	<b>Purchase or Dated</b>	<b>Maturity Date</b>	<b>Coupon Rate</b>	<b>Purchase Yield (b)</b>	<b>Current Yield (a)</b>	<b>Days to Maturity</b>
(1)	State Investment Pool (LAIF)	NR	16,694,636.09	16,699,930.26	16,694,636.09			Today	0.23%	0.23%	0.23%	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%	79
(3)	CD Apple Bk	NR	250,000.00	250,005.00	250,000.00		05/23/12	05/23/14	0.50%	0.50%	0.50%	23
(4)	CD Discover Bk	NR	250,000.00	250,062.50	250,000.00		05/23/12	05/23/14	0.75%	0.75%	0.75%	23
(5)	CD Goldman Sachs Bk	NR	250,000.00	250,042.50	250,000.00		05/23/12	05/23/14	0.80%	0.80%	0.80%	23
(6)	CD Compass Bk	NR	250,000.00	250,097.50	250,000.00		06/02/12	06/02/14	0.80%	0.80%	0.80%	33
(7)	CD BMW Bank of NA	NR	250,000.00	250,170.00	250,000.00		06/22/12	06/23/14	0.75%	0.75%	0.75%	54
(8)	CD Sallie Mae Bank	NR	250,000.00	250,355.00	250,000.00		08/15/12	08/15/14	0.90%	0.90%	0.90%	107
(9)	CD Sovereign Bank	NR	250,000.00	250,235.00	250,000.00		08/29/12	08/29/14	0.75%	0.75%	0.75%	121
(10)	CD Bank of China New York City	NR	250,000.00	250,075.00	250,000.00		05/01/13	11/03/14	0.35%	0.35%	0.35%	187
(11)	CD Synovus Bank GA	NR	249,000.00	249,649.89	249,000.00		11/30/12	11/28/14	0.50%	0.50%	0.50%	212
(12)	CD Huntington National Bk	NR	250,000.00	250,880.00	250,000.00		06/08/12	12/08/14	0.75%	0.75%	0.75%	222
(13)	CD Safra Natl Bank	NR	250,000.00	250,917.50	250,000.00		06/14/12	12/15/14	0.75%	0.75%	0.75%	229
(14)	CD GE Cap Finl Inc.	NR	250,000.00	251,622.50	250,000.00		01/06/12	01/06/15	1.50%	1.50%	1.49%	251
(15)	CD Medallion Bank UT	NR	250,000.00	249,905.00	250,000.00		04/29/13	04/29/15	0.35%	0.35%	0.35%	364
(16)	CD Privatebank & Trust	NR	250,000.00	249,910.00	250,000.00		05/09/13	05/11/15	0.35%	0.35%	0.35%	376
(17)	CD Tennessee State Bank	NR	250,000.00	249,920.00	250,000.00		05/20/13	05/20/15	0.30%	0.30%	0.30%	385
(18)	Corp Bank of New York Melon	A+	1,000,000.00	1,002,780.00	1,002,580.00	2,580.00	02/13/13	10/23/15	0.70%	0.60%	0.70%	541
(19)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,026,030.00	1,000,000.00		08/09/11	11/09/15	2.25%	2.25%	2.19%	558
(20)	CD Key Bank	NR	250,000.00	250,205.00	250,000.00		05/08/13	11/09/15	0.45%	0.45%	0.45%	558
(21)	Agency Federal Agric Mtg Corp	NR	1,000,000.00	999,840.00	999,750.00	(250.00)	11/20/13	11/20/15	0.42%	0.42%	0.42%	569
(22)	CD Ally Bank	NR	249,000.00	248,541.84	249,000.00		03/05/14	03/07/16	0.45%	0.45%	0.45%	677
(23)	CD Paragon Comm Bank	NR	249,000.00	248,519.43	249,000.00		03/13/14	03/14/16	0.45%	0.45%	0.45%	684
(24)	CD First Nat Bk WI	NR	249,000.00	248,519.43	249,000.00		03/14/14	03/14/16	0.45%	0.45%	0.45%	684
(25)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,039,780.00	1,000,000.00		08/26/11	05/09/16	2.95%	2.95%	2.84%	740
(26)	CD Eaglebank	NR	249,000.00	251,019.39	249,000.00		11/21/12	05/20/16	0.65%	0.65%	0.65%	751
(27)	CD Georgia Bk & Tr	NR	249,000.00	251,021.88	249,000.00		11/21/12	05/20/16	0.50%	0.50%	0.50%	751
(28)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,000,170.00	1,000,000.00		02/27/14	05/27/16	0.60%	0.60%	0.60%	758
(29)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,001,420.00	1,002,210.00	2,210.00	01/02/14	08/08/16	0.85%	0.76%	0.85%	831
(30)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	998,040.00	1,000,000.00		05/15/13	08/15/16	0.50%	0.50%	0.50%	838
(31)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	999,530.00	1,000,000.00		02/25/13	08/25/16	0.60%	0.60%	0.60%	848
(32)	CD Heritage Bank Com	NR	249,000.00	250,825.17	249,000.00		11/27/12	08/26/16	0.60%	0.60%	0.60%	849
(33)	Agency Federal Home Loan Bank	AA+	1,000,000.00	998,440.00	1,000,000.00		10/24/12	10/24/16	0.60%	0.60%	0.60%	908
(34)	CD Everbank Jacksonville Fla	NR	250,000.00	251,715.00	250,000.00		10/31/12	10/31/16	0.90%	0.90%	0.89%	915
(35)	CD Abacus Federal Savings	NR	249,000.00	245,494.08	249,000.00		11/28/12	11/28/16	0.60%	0.60%	0.61%	943
(36)	CD Bank of Baroda	NR	250,000.00	250,117.50	250,000.00		12/13/13	12/13/16	1.00%	1.00%	1.00%	958
(37)	CD Merrick Bank	NR	250,000.00	250,082.50	250,000.00		12/17/13	12/19/16	0.85%	0.85%	0.85%	964
(38)	CD First Priority Bank	NR	250,000.00	250,032.50	250,000.00		12/27/13	12/27/16	0.80%	0.80%	0.80%	972
(39)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,000,340.00	1,000,000.00		12/30/13	12/30/16	0.80%	0.80%	0.80%	975
(40)	CD Comenity Capital Bank	NR	250,000.00	249,795.00	250,000.00		01/03/14	01/03/17	0.85%	0.85%	0.85%	979
(41)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	992,590.00	998,000.00	(2,000.00)	10/29/12	01/11/17	0.64%	0.69%	0.64%	987
(42)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,993,740.00	2,000,000.00		02/13/13	02/13/17	0.79%	0.79%	0.79%	1,020
(43)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,000,790.00	1,000,000.00		03/27/14	03/27/17	1.00%	1.00%	1.00%	1,062
(44)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	988,890.00	1,000,000.00		05/01/13	05/01/17	0.69%	0.69%	0.70%	1,097
(45)	CD Sterling Savings Bank	NR	250,000.00	249,307.50	250,000.00		05/03/13	05/03/17	0.65%	0.65%	0.65%	1,099
(46)	Agency Federal Home Loan Bank	AA+	1,000,000.00	988,320.00	1,000,000.00		11/08/12	05/08/17	0.74%	0.74%	0.75%	1,104
(47)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	985,330.00	1,000,000.00		05/22/13	05/22/17	0.70%	0.70%	0.71%	1,118
(48)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	997,880.00	1,000,000.00		06/20/12	06/20/17	1.10%	1.10%	1.10%	1,147

**City of Laguna Beach**  
**Investment Portfolio Detail - Unaudited**  
**April 30, 2014**

	<b>Investment Type</b>	<b>S&amp;P Rating</b>	<b>Par Value</b>	<b>Market Value (a)</b>	<b>Purchase Price</b>	<b>Premium (Discount)</b>	<b>Purchase or Dated</b>	<b>Maturity Date</b>	<b>Coupon Rate</b>	<b>Purchase Yield (b)</b>	<b>Current Yield (a)</b>	<b>Days to Maturity</b>
(49)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	990,300.00	1,000,000.00		12/27/12	06/27/17	0.75%	0.75%	0.76%	1,154
(50)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	996,890.00	1,000,000.00		07/11/12	07/10/17	1.04%	1.04%	1.05%	1,167
(51)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	996,610.00	1,000,000.00		07/25/12	07/24/17	0.97%	0.97%	0.98%	1,181
(52)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	998,800.00	1,000,000.00		07/24/12	07/24/17	1.13%	1.13%	1.13%	1,181
(53)	Corp Pepsico Inc	A-	1,110,000.00	1,111,642.80	1,118,325.00	8,325.00	01/07/13	08/13/17	1.25%	1.08%	1.25%	1,201
(54)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	985,410.00	999,000.00	(1,000.00)	09/05/12	09/05/17	0.97%	1.01%	1.01%	1,224
(55)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,986,500.00	1,999,250.00	(750.00)	09/18/12	09/05/17	0.97%	0.98%	0.98%	1,224
(56)	CD Gold Coast Bank	NR	250,000.00	252,450.00	250,000.00		09/19/12	09/19/17	1.00%	1.00%	0.99%	1,238
(57)	CD World Financial Capital	NR	245,000.00	247,467.15	245,000.00		09/27/12	09/21/17	1.05%	1.05%	1.04%	1,240
(58)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	993,780.00	1,000,000.00		09/27/12	09/27/17	1.00%	1.00%	1.01%	1,246
(59)	CD American Express Centurion	NR	250,000.00	251,815.00	250,000.00		10/04/12	10/04/17	1.55%	1.55%	1.54%	1,253
(60)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	980,990.00	1,000,000.00		10/10/12	10/10/17	0.90%	0.90%	0.92%	1,259
(61)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	991,890.00	1,000,000.00		10/18/12	10/18/17	0.87%	0.87%	0.88%	1,267
(62)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	988,980.00	1,000,000.00		10/25/12	10/25/17	0.90%	0.90%	0.91%	1,274
(63)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	986,390.00	1,000,000.00		12/11/12	12/11/17	1.00%	1.00%	1.01%	1,321
(64)	Agency Federal Home Loan Bank	AA+	1,000,000.00	983,600.00	1,000,000.00		12/28/12	12/28/17	0.84%	0.84%	0.85%	1,338
(65)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	987,830.00	999,000.00	(1,000.00)	01/22/13	01/22/18	0.94%	0.96%	0.95%	1,363
(66)	Agency Federal Home Loan Bank	AA+	1,000,000.00	987,000.00	999,750.00	(250.00)	01/30/13	01/30/18	1.00%	1.01%	1.01%	1,371
(67)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	991,230.00	999,750.00	(250.00)	01/30/13	01/30/18	1.02%	1.03%	1.03%	1,371
(68)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	994,570.00	1,000,000.00		01/30/13	01/30/18	0.75%	0.75%	0.75%	1,371
(69)	Agency Federal Home Loan Bank	AA+	1,000,000.00	985,850.00	1,000,000.00		02/05/13	02/05/18	1.00%	1.00%	1.01%	1,377
(70)	Agency Federal Home Loan Bank	AA+	1,000,000.00	988,080.00	1,000,000.00		02/08/13	02/08/18	1.05%	1.05%	1.06%	1,380
(71)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	990,450.00	1,000,000.00		02/20/13	02/20/18	1.12%	1.12%	1.13%	1,392
(72)	Agency Federal Home Loan Bank	AA+	2,000,000.00	1,978,440.00	2,000,000.00		02/22/13	02/22/18	1.15%	1.15%	1.16%	1,394
(73)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	993,140.00	1,000,000.00		02/22/13	02/22/18	1.20%	1.20%	1.21%	1,394
(74)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	994,110.00	1,000,000.00		02/28/13	02/28/18	1.00%	1.00%	1.01%	1,400
(75)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	985,610.00	1,000,000.00		04/25/13	04/25/18	1.15%	1.15%	1.17%	1,456
(76)	Corp Microsoft	AAA	1,000,000.00	993,170.00	993,150.00	(6,850.00)	12/11/13	12/06/18	1.63%	1.77%	1.64%	1,681
(77)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,002,700.00	999,750.00	(250.00)	12/27/13	12/27/18	1.85%	1.86%	1.85%	1,702
(78)	Agency Federal Home Loan Bank	AA+	1,000,000.00	999,710.00	1,000,000.00		02/19/14	02/19/19	1.88%	1.88%	1.88%	1,756
(79)	Agency Federal Home Loan Bank Step	AA+	1,000,000.00	999,310.00	1,000,000.00		03/11/14	03/11/19	1.00%	1.00%	1.00%	1,776
(80)	Agency Federal Home Loan Bank	AA+	1,000,000.00	997,370.00	1,000,000.00		04/17/14	04/17/19	2.00%	2.00%	2.01%	1,813
(81)	Agency Federal Home Loan Bank Step	AA+	1,000,000.00	1,002,080.00	1,000,000.00		04/29/14	04/29/19	1.85%	1.85%	1.85%	1,825
(82)	<b>Total Investments</b>		<b>75,289,636.09</b>	<b>75,075,048.82</b>	<b>75,290,151.09</b>	<b>515.00</b>			<b>Averages</b>	<b>0.84%</b>	<b>0.84%</b>	<b>867</b>
									<b>2 Year Treasury Bill</b>	<b>0.42%</b>		
(83)	Investment income in transit			1,115.75	1,115.75				<b>(a) Provided by Union Bank, Institutional Custody at month end, excluding LAIF and local CDs.</b>			
(84)	Savings, checking and change funds			2,681,436.63	2,681,436.63				<b>(b) Provided by Bloomberg at time of purchase, excluding LAIF and local CDs.</b>			
(85)	Trustee-held investments			597,049.59	597,049.59							
(86)	<b>Grand total - cash and investments</b>			<b>78,353,535.04</b>	<b>78,568,637.31</b>							