



# **City of Laguna Beach**

# **Investment Report**

## **January 2015**

**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*

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

**City of Laguna Beach**  
City Treasurer Monthly Report - Unaudited  
For the Month of January 2015

**Cash Activity for the Month**

Cash and investments, beginning of month	\$ 79,581,093.08
Cash receipts	9,677,636.76
Cash disbursements	(7,174,217.00)
<b>Cash and investments, end of month</b>	<b>\$ 82,084,512.84</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	\$ 45,689,410.67	\$ 45,735,250.00	56%	1.00%	\$ 39,247,210.00
Medium-term corporate notes	4,179,390.60	4,111,475.00	5%	1.45%	5,114,055.00
Negotiable Certificates of Deposit - FDIC insured	5,743,557.67	5,738,000.00	7%	1.49%	4,491,000.00
Municipal bond	1,849,248.50	1,837,080.00	2%	2.04%	-
Subtotal	<u>57,461,607.44</u>	<u>57,421,805.00</u>	70%	1.12%	<u>48,852,265.00</u>
<b>Short-term investments:</b>					
State Local Agency Investment Fund	17,507,269.94	17,507,613.44	21%	0.26%	18,022,910.03
Certificates of Deposit - negotiable and local banks	1,248,812.50	1,248,000.00	2%	0.36%	3,747,000.00
Medium-term corporate notes	2,017,070.00	2,002,580.00	2%	1.45%	-
Subtotal	<u>20,773,152.44</u>	<u>20,758,193.44</u>	25%	0.38%	<u>21,769,910.03</u>
<b>Savings, checking and change funds</b>					
Savings accounts	204,057.24	204,057.24	0%	0.25%	180,439.51
Checking accounts (b)	958,578.55	958,578.55	1%	Allowance (a).	1,027,828.66
Investment income in transit	25,560.42	25,560.42	0%	0.00%	-
Petty cash/change funds	3,617.75	3,617.75	0%	0.00%	3,617.75
Subtotal	<u>1,191,813.96</u>	<u>1,191,813.96</u>	1%	N.D.	<u>1,211,885.92</u>
<b>Trustee-held investments</b>	<u>2,712,700.44</u>	<u>2,712,700.44</u>	3%	0.26%	<u>596,862.21</u>
<b>Grand total - cash and investments</b>	<b>\$ <u>82,139,274.28</u></b>	<b>\$ <u>82,084,512.84</u></b>	<b>100%</b>		<b>\$ <u>72,430,923.16</u></b>

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

(b). Transient Occupancy Tax returns for the second quarter were due on January 31, 2015. The high checking balance resulted from payments that were received after the 10 am investment cutoff. Funds were invested the following day.

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

Union Bank Institutional Custody	\$ 60,505,050.36	\$ 60,449,945.42	\$ 52,101,265.00
California Local Agency Investment Fund	17,507,269.94	17,507,613.44	18,022,910.03
Bank of New York Trustee	2,712,700.44	2,712,700.44	596,862.21
Bank of America	1,162,635.79	1,162,635.79	1,208,268.17
Citizens Business Bank	248,000.00	248,000.00	248,000.00
Other local bank	0.00	0.00	250,000.00
Internal change funds	3,617.75	3,617.75	3,617.75
<b>Cash and investments total</b>	<b>\$ <u>82,139,274.28</u></b>	<b>\$ <u>82,084,512.84</u></b>	<b>\$ <u>72,430,923.16</u></b>

**City of Laguna Beach**  
**Investment Portfolio Detail - Unaudited**  
**January 31, 2015**

	<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	\$ 17,507,613.44	\$ 17,507,269.94	\$ 17,507,613.44			Today	0.26%	0.26%	0.26%	Today
(2)	CD Investment in Local Banks	NR	248,000.00	248,000.00	248,000.00		09/20/13	09/20/15	0.35%	0.35%	0.35%	231
(3)	CD Medallion Bank UT	NR	250,000.00	250,092.50	250,000.00		04/29/13	04/29/15	0.35%	0.35%	0.35%	88
(4)	CD Privatebank & Trust	NR	250,000.00	250,112.50	250,000.00		05/09/13	05/11/15	0.35%	0.35%	0.35%	100
(5)	CD Tennessee State Bank	NR	250,000.00	250,132.50	250,000.00		05/20/13	05/20/15	0.30%	0.30%	0.30%	109
(6)	Corp Bank of New York Melon	A+	1,000,000.00	1,002,820.00	1,002,580.00	2,580.00	02/13/13	10/23/15	0.70%	0.60%	0.70%	265
(7)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,014,250.00	1,000,000.00		08/09/11	11/09/15	2.25%	2.25%	2.21%	282
(8)	CD Key Bank	NR	250,000.00	250,475.00	250,000.00		05/08/13	11/09/15	0.45%	0.45%	0.45%	282
(9)	CD Ally Bank	NR	249,000.00	248,327.70	249,000.00		03/05/14	03/07/16	0.45%	0.45%	0.45%	401
(10)	CD Paragon Comm Bank	NR	249,000.00	248,282.88	249,000.00		03/13/14	03/14/16	0.45%	0.45%	0.45%	408
(11)	CD First Nat Bk WI	NR	249,000.00	249,027.39	249,000.00		03/14/14	03/14/16	0.45%	0.45%	0.45%	408
(12)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,029,800.00	1,000,000.00		08/26/11	05/09/16	2.95%	2.95%	2.85%	464
(13)	CD Eaglebank	NR	249,000.00	250,538.82	249,000.00		11/21/12	05/20/16	0.65%	0.65%	0.65%	475
(14)	CD Georgia Bk & Tr	NR	249,000.00	250,538.82	249,000.00		11/21/12	05/20/16	0.50%	0.50%	0.50%	475
(15)	CD Lakeside Bank Chicago IL	NR	250,000.00	249,572.50	250,000.00		08/12/14	08/12/16	0.80%	0.80%	0.80%	559
(16)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,000,130.00	1,000,000.00		05/15/13	08/15/16	0.50%	0.50%	0.50%	562
(17)	CD Discover Bank Greenwood DEL	NR	250,000.00	249,445.00	250,000.00		08/12/14	08/15/16	0.85%	0.85%	0.85%	562
(18)	CD Goldman Sachs Bank NY	NR	250,000.00	249,572.50	250,000.00		08/12/14	08/15/16	0.80%	0.80%	0.80%	562
(19)	CD Peoples United Bank	NR	250,000.00	249,445.00	250,000.00		08/12/14	08/15/16	0.85%	0.85%	0.85%	562
(20)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	998,060.00	1,000,000.00		02/25/13	08/25/16	0.60%	0.60%	0.60%	572
(21)	CD Heritage Bank Com	NR	249,000.00	250,635.93	249,000.00		11/27/12	08/26/16	0.60%	0.60%	0.59%	573
(22)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,000,030.00	1,000,000.00		10/24/12	10/24/16	0.60%	0.60%	0.60%	632
(23)	CD Everbank Jacksonville Fla	NR	250,000.00	251,762.50	250,000.00		10/31/12	10/31/16	0.90%	0.90%	0.89%	639
(24)	CD Abacus Federal Savings	NR	249,000.00	247,062.78	249,000.00		11/28/12	11/28/16	0.60%	0.60%	0.61%	667
(25)	CD Bank of Baroda	NR	250,000.00	250,650.00	250,000.00		12/13/13	12/13/16	1.00%	1.00%	1.00%	682
(26)	CD Merrick Bank	NR	250,000.00	250,630.00	250,000.00		12/17/13	12/19/16	0.85%	0.85%	0.85%	688
(27)	CD First Priority Bank	NR	250,000.00	250,595.00	250,000.00		12/27/13	12/27/16	0.80%	0.80%	0.80%	696
(28)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,004,290.00	1,000,000.00		12/30/13	12/30/16	0.80%	0.80%	0.80%	699
(29)	CD Comenity Capital Bank	NR	250,000.00	250,422.50	250,000.00		01/03/14	01/03/17	0.85%	0.85%	0.85%	703
(30)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,030.00	998,000.00	(2,000.00)	10/29/12	01/11/17	0.64%	0.69%	0.64%	711
(31)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,997,860.00	2,000,000.00		02/13/13	02/13/17	0.79%	0.79%	0.79%	744
(32)	CD Capital Bank FL	NR	249,000.00	248,023.92	249,000.00		09/19/14	03/20/17	1.05%	1.05%	1.05%	779
(33)	CD Flushing Bank	NR	249,000.00	248,038.86	249,000.00		09/25/14	03/24/17	1.10%	1.10%	1.10%	783
(34)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,001,220.00	1,000,000.00		03/27/14	03/27/17	1.00%	1.00%	1.00%	786
(35)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	997,320.00	1,000,000.00		05/01/13	05/01/17	0.69%	0.69%	0.69%	821
(36)	CD Sterling Savings Bank	NR	250,000.00	249,900.00	250,000.00		05/03/13	05/03/17	0.65%	0.65%	0.65%	823
(37)	Agency Federal Home Loan Bank	AA+	1,000,000.00	996,160.00	1,000,000.00		11/22/12	05/08/17	0.74%	0.74%	0.74%	828
(38)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	992,950.00	1,000,000.00		05/22/13	05/22/17	0.70%	0.70%	0.71%	842
(39)	CD Independent Bank	NR	250,000.00	248,350.00	250,000.00		11/26/14	05/26/17	0.85%	0.85%	0.85%	846
(40)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,000,960.00	1,000,000.00		06/16/14	06/16/17	1.00%	1.00%	1.00%	867
(41)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,000,160.00	1,000,000.00		12/27/12	06/27/17	0.75%	0.75%	0.75%	878
(42)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,040.00	1,000,000.00		07/11/12	07/10/17	1.04%	1.04%	1.04%	891
(43)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,050.00	1,000,000.00		07/25/12	07/24/17	0.97%	0.97%	0.97%	905
(44)	Corp Pepsico Inc	A-	1,110,000.00	1,117,170.60	1,118,325.00	8,325.00	01/07/13	08/13/17	1.25%	1.08%	1.24%	925
(45)	Agency Federal Natl Mtg Assn	AA+	1,250,000.00	1,248,262.50	1,250,000.00		01/26/15	08/28/17	1.10%	1.10%	1.10%	940
(46)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	999,890.00	999,000.00	(1,000.00)	09/05/12	09/05/17	0.97%	1.01%	0.99%	948
(47)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	2,000,100.00	1,999,250.00	(750.00)	09/18/12	09/05/17	0.97%	0.98%	0.97%	948
(48)	CD State Bank of India	NR	249,000.00	247,692.75	249,000.00		09/11/14	09/11/17	1.40%	1.40%	1.40%	954
(49)	CD Bank Hapoalim	NR	249,000.00	247,396.44	249,000.00		09/15/14	09/15/17	1.30%	1.30%	1.31%	958

**City of Laguna Beach**  
**Investment Portfolio Detail - Unaudited**  
**January 31, 2015**

	<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>
(50)	CD Gold Coast Bank	NR	250,000.00	252,157.50	250,000.00		09/19/12	09/19/17	1.00%	1.00%	0.99%	962
(51)	CD World Financial Capital	NR	245,000.00	247,163.35	245,000.00		09/27/12	09/21/17	1.05%	1.05%	1.04%	964
(52)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,001,150.00	1,000,000.00		09/27/12	09/27/17	1.00%	1.00%	1.00%	970
(53)	CD MUFU Union Bank	NR	250,000.00	250,000.00	250,000.00		09/30/14	09/29/17	1.25%	1.25%	1.25%	972
(54)	CD American Express Centurion	NR	250,000.00	251,635.00	250,000.00		10/04/12	10/04/17	1.55%	1.55%	1.54%	977
(55)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	996,990.00	1,000,000.00		10/10/12	10/10/17	0.90%	0.90%	0.90%	983
(56)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	997,550.00	1,000,000.00		10/18/12	10/18/17	0.87%	0.87%	0.88%	991
(57)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	995,160.00	1,000,000.00		10/25/12	10/25/17	0.90%	0.90%	0.90%	998
(58)	CD Capital One Bank	NR	250,000.00	248,202.50	250,000.00		11/26/14	11/27/17	1.35%	1.35%	1.35%	1,031
(59)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,000,900.00	1,000,000.00		12/11/12	12/11/17	1.00%	1.00%	1.00%	1,045
(60)	Agency Federal Home Loan Bank	AA+	1,000,000.00	995,190.00	1,000,000.00		12/28/12	12/28/17	0.84%	0.84%	0.84%	1,062
(61)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	994,170.00	999,000.00	(1,000.00)	01/22/13	01/22/18	0.94%	0.96%	0.95%	1,087
(62)	Agency Federal Home Loan Bank	AA+	1,000,000.00	998,330.00	999,750.00	(250.00)	01/30/13	01/30/18	1.00%	1.01%	1.01%	1,095
(63)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	999,500.00	999,750.00	(250.00)	01/30/13	01/30/18	1.02%	1.03%	1.03%	1,095
(64)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	1,000,880.00	1,000,000.00		01/30/13	01/30/18	0.75%	0.75%	0.75%	1,095
(65)	Agency Federal Home Loan Bank	AA+	1,000,000.00	996,730.00	1,000,000.00		02/05/13	02/05/18	1.00%	1.00%	1.00%	1,101
(66)	Agency Federal Home Loan Bank	AA+	1,000,000.00	999,350.00	1,000,000.00		02/08/13	02/08/18	1.05%	1.05%	1.05%	1,104
(67)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,060.00	1,000,000.00		02/20/13	02/20/18	1.12%	1.12%	1.12%	1,116
(68)	Agency Federal Home Loan Bank	AA+	2,000,000.00	2,000,940.00	2,000,000.00		02/22/13	02/22/18	1.15%	1.15%	1.15%	1,118
(69)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	999,700.00	1,000,000.00		02/22/13	02/22/18	1.20%	1.20%	1.21%	1,118
(70)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	1,000,560.00	1,000,000.00		02/28/13	02/28/18	1.00%	1.00%	1.00%	1,124
(71)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,001,100.00	1,000,000.00		04/25/13	04/25/18	1.15%	1.15%	1.15%	1,180
(72)	CD Washington Tr	NR	250,000.00	247,405.00	250,000.00		12/15/14	06/15/18	1.40%	1.40%	1.40%	1,231
(73)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,001,340.00	999,750.00	(250.00)	12/19/14	06/19/18	1.50%	1.51%	1.50%	1,235
(74)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,000,330.00	1,000,000.00		01/28/15	06/20/18	1.20%	1.20%	1.20%	1,236
(75)	CD 1st Source Bank South Bend Ind	NR	245,000.00	242,368.70	245,000.00		12/23/14	07/23/18	1.45%	1.45%	1.45%	1,269
(76)	CD Sallie Mae	NR	250,000.00	247,862.50	250,000.00		10/22/14	10/22/18	1.90%	1.90%	1.91%	1,360
(77)	CD American Express	NR	250,000.00	247,855.00	250,000.00		10/23/14	10/23/18	1.95%	1.95%	1.96%	1,361
(78)	Corp Microsoft	AAA	1,000,000.00	1,018,170.00	993,150.00	(6,850.00)	12/11/13	12/06/18	1.63%	1.77%	1.60%	1,405
(79)	CD Barclays Bank	NR	250,000.00	247,215.00	250,000.00		12/17/14	12/17/18	1.85%	1.85%	1.85%	1,416
(80)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,002,430.00	999,750.00	(250.00)	12/27/13	12/27/18	1.85%	1.86%	1.85%	1,426
(81)	Muni California State - Taxable	A	1,000,000.00	1,015,970.00	1,007,080.00	7,080.00	05/02/14	05/01/19	2.25%	2.10%	2.22%	1,551
(82)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,000,080.00	1,000,000.00		06/10/14	06/10/19	1.80%	1.80%	1.80%	1,591
(83)	Muni Univ California - Taxable	AA	830,000.00	833,278.50	830,000.00		01/29/15	07/01/19	1.80%	1.80%	1.80%	1,612
(84)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,001,790.00	1,000,000.00		01/27/15	07/22/19	1.72%	1.72%	1.72%	1,633
(85)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,006,140.00	1,000,000.00		12/30/14	12/30/19	2.00%	2.00%	1.99%	1,794
(86)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,001,560.00	1,000,000.00		01/23/15	01/23/20	1.85%	1.85%	1.85%	1,818
(87)	CD Synchrony Bank	NR	250,000.00	250,000.00	250,000.00		01/30/15	01/30/20	1.80%	1.80%	1.80%	1,825
(88)	<b>Total Investments</b>		<b>\$ 78,174,613.44</b>	<b>\$ 78,234,759.88</b>	<b>\$ 78,179,998.44</b>	<b>\$ 5,385.00</b>		<b>Averages</b>		<b>0.92%</b>	<b>0.92%</b>	<b>755</b>
								<b>2 Year Treasury Bill</b>			<b>0.47%</b>	
(89)	Investment income in transit			25,560.42	25,560.42							