



City of Laguna Beach

Investment Report

September 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,

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

Laura Parisi, CPA, CCMT, CFIP
City Treasurer

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

Cash Activity for the Month

Cash and investments, beginning of month	\$ 76,970,101.66
Cash receipts	3,707,572.40
Cash disbursements	<u>(5,501,174.31)</u>
Cash and investments, end of month	\$ <u>75,176,499.75</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	\$ 44,659,615.23	\$ 44,633,192.31	59%	1.26%	\$ 43,240,500.00
Medium-term corporate notes	3,128,355.80	3,110,895.00	4%	1.33%	5,114,055.00
Negotiable Certificates of Deposit - FDIC insured	7,440,920.46	7,440,000.00	10%	1.45%	5,238,000.00
Municipal bonds	<u>1,858,189.50</u>	<u>1,837,080.00</u>	2%	2.04%	<u>1,007,080.00</u>
Subtotal	<u>57,087,080.99</u>	<u>57,021,167.31</u>	76%	1.31%	<u>54,599,635.00</u>
Short-term investments					
State Local Agency Investment Fund	10,322,947.90	10,316,813.05	14%	0.34%	8,574,151.46
Negotiable Certificates of Deposit - FDIC insured	2,745,999.96	2,742,876.74	4%	0.58%	2,247,000.00
Medium-term corporate notes	<u>2,016,220.00</u>	<u>2,000,000.00</u>	3%	2.60%	<u>-</u>
Subtotal	<u>15,085,167.86</u>	<u>15,059,689.79</u>	20%	0.68%	<u>10,821,151.46</u>
Savings, checking and change funds					
Savings accounts	340,102.43	340,102.43	0%	0.25%	185,221.33
Checking accounts (b).	1,551,829.80	1,551,829.80	2%	Allowance (a).	418,939.37
Investment income in transit	11,915.71	11,915.71	0%	0.00%	-
Petty cash/change funds	<u>5,400.00</u>	<u>5,400.00</u>	0%	0.00%	<u>3,617.75</u>
Subtotal	<u>1,909,247.94</u>	<u>1,909,247.94</u>	3%	N.D.	<u>607,778.45</u>
Trustee-held investments					
	<u>1,186,394.71</u>	<u>1,186,394.71</u>	2%	0.34%	<u>598,716.44</u>
Grand total - cash and investments	\$ <u>75,267,891.50</u>	\$ <u>75,176,499.75</u>	100%		\$ <u>66,627,281.35</u>

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

(b). The checking account was increased to fund the October 1, 2015 payroll that totalled \$1,015,000.

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

Union Bank Institutional Custody	\$ 61,612,339.92	\$ 61,527,083.02	\$ 56,598,635.00
California Local Agency Investment Fund	10,322,947.90	10,316,813.05	8,574,151.46
Bank of New York Trustee	1,186,394.71	1,186,394.71	598,716.44
Bank of America	1,891,932.23	1,891,932.23	604,160.70
Citizens Business Bank	248,876.74	248,876.74	248,000.00
Internal change funds	<u>5,400.00</u>	<u>5,400.00</u>	<u>3,617.75</u>
Cash and investments total	\$ <u>75,267,891.50</u>	\$ <u>75,176,499.75</u>	\$ <u>66,627,281.35</u>

City of Laguna Beach
Investment Portfolio Detail - Unaudited
September 30, 2015

	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	\$ 10,316,813.05	\$ 10,322,947.90	\$ 10,316,813.05			Today	0.34%	0.34%	0.34%	Today
(2)	CD Investment in Local Banks	NR	248,876.74	248,876.74	248,876.74		09/20/13	09/20/16	0.35%	0.35%	0.35%	355
(3)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,001,840.00	1,000,000.00		08/09/11	11/09/15	2.25%	2.25%	2.25%	40
(4)	CD Key Bank	NR	250,000.00	250,067.50	250,000.00		05/08/13	11/09/15	0.45%	0.45%	0.45%	40
(5)	CD Ally Bank	NR	249,000.00	249,122.01	249,000.00		03/05/14	03/07/16	0.45%	0.45%	0.45%	159
(6)	CD Paragon Comm Bank	NR	249,000.00	249,122.01	249,000.00		03/13/14	03/14/16	0.45%	0.45%	0.45%	166
(7)	CD First Nat Bk WI	NR	249,000.00	249,122.01	249,000.00		03/14/14	03/14/16	0.45%	0.45%	0.45%	166
(8)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,014,380.00	1,000,000.00		08/26/11	05/09/16	2.95%	2.95%	2.91%	222
(9)	CD Eaglebank	NR	249,000.00	249,403.38	249,000.00		11/21/12	05/20/16	0.65%	0.65%	0.65%	233
(10)	CD Georgia Bk & Tr	NR	249,000.00	249,171.81	249,000.00		11/21/12	05/20/16	0.50%	0.50%	0.50%	233
(11)	CD Lakeside Bank Chicago IL	NR	250,000.00	250,595.00	250,000.00		08/12/14	08/12/16	0.80%	0.80%	0.80%	317
(12)	CD Discover Bank Greenwood DEL	NR	250,000.00	250,697.50	250,000.00		08/12/14	08/15/16	0.85%	0.85%	0.85%	320
(13)	CD Peoples United Bank	NR	250,000.00	250,697.50	250,000.00		08/12/14	08/15/16	0.85%	0.85%	0.85%	320
(14)	CD Heritage Bank Com	NR	249,000.00	249,124.50	249,000.00		11/27/12	08/26/16	0.60%	0.60%	0.60%	331
(15)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,000,050.00	1,000,000.00		10/24/12	10/24/16	0.60%	0.60%	0.60%	390
(16)	CD Everbank Jacksonville Fla	NR	250,000.00	250,660.00	250,000.00		10/31/12	10/31/16	0.90%	0.90%	0.90%	397
(17)	CD Abacus Federal Savings	NR	249,000.00	248,721.12	249,000.00		11/28/12	11/28/16	0.60%	0.60%	0.60%	425
(18)	CD Bank of Baroda	NR	250,000.00	251,382.50	250,000.00		12/13/13	12/13/16	1.00%	1.00%	0.99%	440
(19)	CD Merrick Bank	NR	250,000.00	251,375.00	250,000.00		12/17/13	12/19/16	0.85%	0.85%	0.85%	446
(20)	CD First Priority Bank	NR	250,000.00	251,360.00	250,000.00		12/27/13	12/27/16	0.80%	0.80%	0.80%	454
(21)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,001,420.00	1,000,000.00		12/30/13	12/30/16	0.80%	0.80%	0.80%	457
(22)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	999,960.00	998,000.00	(2,000.00)	10/29/12	01/11/17	0.64%	0.69%	0.64%	469
(23)	CD Capital Bank FL	NR	249,000.00	249,351.09	249,000.00		09/19/14	03/20/17	1.05%	1.05%	1.05%	537
(24)	CD Flushing Bank	NR	249,000.00	249,368.52	249,000.00		09/25/14	03/24/17	1.10%	1.10%	1.10%	541
(25)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,070.00	1,000,000.00		05/01/13	05/01/17	0.69%	0.69%	0.69%	579
(26)	CD Sterling Savings Bank	NR	250,000.00	251,005.00	250,000.00		05/03/13	05/03/17	0.65%	0.65%	0.65%	581
(27)	Agency Federal Home Loan Bank	AA+	1,000,000.00	999,190.00	1,000,000.00		11/22/12	05/08/17	0.74%	0.74%	0.74%	586
(28)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	999,920.00	1,000,000.00		05/22/13	05/22/17	0.70%	0.70%	0.70%	600
(29)	CD Independent Bank	NR	250,000.00	249,910.00	250,000.00		11/26/14	05/26/17	0.85%	0.85%	0.85%	604
(30)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	999,310.00	1,000,000.00		12/27/12	06/27/17	0.75%	0.75%	0.75%	636
(31)	Corp Pepsico Inc	A	1,110,000.00	1,117,525.80	1,118,325.00	8,325.00	01/07/13	08/13/17	1.25%	1.08%	1.24%	683
(32)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,050.00	999,000.00	(1,000.00)	09/05/12	09/05/17	0.97%	1.01%	0.99%	706
(33)	CD State Bank of India	NR	249,000.00	249,144.42	249,000.00		09/11/14	09/11/17	1.40%	1.40%	1.40%	712
(34)	CD Bank Hapoalim	NR	249,000.00	248,922.81	249,000.00		09/15/14	09/15/17	1.30%	1.30%	1.31%	716
(35)	CD Gold Coast Bank	NR	250,000.00	252,760.00	250,000.00		09/19/12	09/19/17	1.00%	1.00%	0.99%	720
(36)	CD World Financial Capital	NR	245,000.00	247,744.00	245,000.00		09/27/12	09/21/17	1.05%	1.05%	1.04%	722
(37)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,001,680.00	1,000,000.00		09/27/12	09/27/17	1.00%	1.00%	1.00%	728
(38)	CD MUFJ Union Bank	NR	250,000.00	250,000.00	250,000.00		09/30/14	09/29/17	1.25%	1.25%	1.25%	730
(39)	CD American Express Centurion	NR	250,000.00	252,385.00	250,000.00		10/04/12	10/04/17	1.55%	1.55%	1.54%	735
(40)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	992,030.00	1,000,000.00		10/10/12	10/10/17	0.90%	0.90%	0.91%	741
(41)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	998,710.00	1,000,000.00		10/18/12	10/18/17	0.87%	0.87%	0.87%	749
(42)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	998,990.00	1,000,000.00		10/25/12	10/25/17	0.90%	0.90%	0.90%	756
(43)	CD Capital One Bank	NR	250,000.00	249,840.00	250,000.00		11/26/14	11/27/17	1.35%	1.35%	1.35%	789
(44)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,001,280.00	1,000,000.00		12/11/12	12/11/17	1.00%	1.00%	1.00%	803
(45)	Agency Federal Home Loan Bank	AA+	1,000,000.00	997,230.00	1,000,000.00		12/28/12	12/28/17	0.84%	0.84%	0.84%	820
(46)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	998,960.00	999,000.00	(1,000.00)	01/22/13	01/22/18	0.94%	0.96%	0.94%	845
(47)	Agency Federal Home Loan Bank	AA+	1,000,000.00	998,110.00	999,750.00	(250.00)	01/30/13	01/30/18	1.00%	1.01%	1.00%	853
(48)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,000,240.00	999,750.00	(250.00)	01/30/13	01/30/18	1.02%	1.03%	1.02%	853
(49)	Agency Federal Home Loan Bank	AA+	1,000,000.00	999,240.00	1,000,000.00		02/05/13	02/05/18	1.00%	1.00%	1.00%	859
(50)	Corp IBM	AA-	1,000,000.00	997,580.00	999,420.00	(580.00)	09/28/15	02/06/18	1.13%	1.15%	1.13%	860
(51)	Agency Federal Home Loan Bank	AA+	1,000,000.00	999,830.00	1,000,000.00		02/08/13	02/08/18	1.05%	1.05%	1.05%	862
(52)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,110.00	1,000,000.00		02/20/13	02/20/18	1.12%	1.12%	1.12%	874
(53)	Agency Federal Home Loan Bank	AA+	307,692.31	307,849.23	307,692.31		02/22/13	02/22/18	1.15%	1.15%	1.15%	876
(54)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,001,320.00	1,000,000.00		02/22/13	02/22/18	1.20%	1.20%	1.20%	876

City of Laguna Beach
Investment Portfolio Detail - Unaudited
September 30, 2015

	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
(55)	CD BMW Bank NA	NR	250,000.00	248,215.00	250,000.00		03/27/15	03/27/18	1.15%	1.15%	1.16%	909
(56)	CD JP Morgan Chase Bank NA	NR	250,000.00	248,990.00	250,000.00		04/10/15	04/10/18	1.30%	1.31%	1.31%	923
(57)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,000,600.00	1,000,000.00		04/25/13	04/25/18	1.15%	1.15%	1.15%	938
(58)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,001,280.00	1,000,000.00		05/18/15	05/18/18	1.25%	1.25%	1.25%	961
(59)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,001,450.00	1,000,000.00		05/26/15	05/25/18	1.25%	1.25%	1.25%	968
(60)	CD Washington Tr	NR	250,000.00	249,185.00	250,000.00		12/15/14	06/15/18	1.40%	1.40%	1.40%	989
(61)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,110.00	1,000,000.00		02/13/15	08/13/18	1.33%	1.33%	1.34%	1,048
(62)	Agency Federal Farm Credit Bank	AA+	500,000.00	500,100.00	500,000.00		09/23/15	09/21/18	1.22%	1.22%	1.22%	1,087
(63)	CD Sallie Mae	NR	250,000.00	249,452.50	250,000.00		10/22/14	10/22/18	1.90%	1.90%	1.90%	1,118
(64)	CD American Express	NR	250,000.00	249,445.00	250,000.00		10/23/14	10/23/18	1.95%	1.95%	1.95%	1,119
(65)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,003,460.00	1,000,000.00		05/27/15	11/27/18	1.35%	1.35%	1.35%	1,154
(66)	Corp Microsoft	AAA	1,000,000.00	1,013,250.00	993,150.00	(6,850.00)	12/11/13	12/06/18	1.63%	1.77%	1.60%	1,163
(67)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,001,740.00	1,000,000.00		06/17/15	12/17/18	1.35%	1.35%	1.35%	1,174
(68)	CD Barclays Bank	NR	250,000.00	248,950.00	250,000.00		12/17/14	12/17/18	1.85%	1.85%	1.86%	1,174
(69)	CD Commercial Bank	NR	250,000.00	247,412.50	250,000.00		06/30/15	03/29/19	1.50%	1.50%	1.52%	1,276
(70)	Muni California State - Taxable	AA-	1,000,000.00	1,024,330.00	1,007,080.00	7,080.00	05/02/14	05/01/19	2.25%	2.10%	2.20%	1,309
(71)	Muni Univ California - Taxable	AA	830,000.00	833,859.50	830,000.00		01/29/15	07/01/19	1.80%	1.80%	1.79%	1,370
(72)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,150.00	1,000,000.00		09/30/15	09/30/19	1.53%	1.53%	1.53%	1,461
(73)	CD FSG Bank Chattanooga TN	NR	250,000.00	250,707.50	250,000.00		02/11/15	10/11/19	1.50%	1.50%	1.50%	1,472
(74)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,000,040.00	1,000,000.00		01/23/15	01/23/20	1.85%	1.85%	1.85%	1,576
(75)	CD Synchrony Bank	NR	250,000.00	249,547.50	250,000.00		01/30/15	01/30/20	1.80%	1.80%	1.80%	1,583
(76)	Agency Federal Home Ln Mtg Corp Step	AA+	1,000,000.00	1,002,180.00	1,000,000.00		02/27/15	02/27/20	1.60%	1.60%	1.60%	1,611
(77)	CD RiverWood Bank	NR	250,000.00	249,520.00	250,000.00		09/29/15	03/30/20	1.65%	1.65%	1.65%	1,643
(78)	CD GE Capital Bank	NR	250,000.00	247,910.00	250,000.00		04/10/15	04/13/20	1.80%	1.80%	1.82%	1,657
(79)	Agency Federal Home Loan Bank Step	AA+	1,000,000.00	1,000,740.00	1,000,000.00		04/30/15	04/30/20	1.25%	1.25%	1.26%	1,674
(80)	Agency Federal Home Loan Bank Step	AA+	1,000,000.00	1,000,950.00	1,000,000.00		04/30/15	04/30/20	1.60%	1.60%	1.61%	1,674
(81)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,001,120.00	1,000,000.00		05/14/15	05/14/20	1.85%	1.85%	1.86%	1,688
(82)	Agency Federal Home Ln Mtg Corp Step	AA+	1,000,000.00	1,001,830.00	1,000,000.00		05/27/15	05/27/20	1.50%	1.50%	1.51%	1,701
(83)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,002,740.00	1,000,000.00		05/27/15	05/27/20	2.00%	2.00%	2.00%	1,701
(84)	CD CIT Bank	NR	250,000.00	247,090.00	250,000.00		05/28/15	05/28/20	2.00%	2.00%	2.02%	1,702
(85)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	1,001,530.00	1,000,000.00		09/01/15	06/01/20	1.84%	1.84%	1.84%	1,706
(86)	Agency Federal Home Ln Mtg Corp	AA+	1,230,000.00	1,231,722.00	1,230,000.00		07/30/15	07/30/20	2.00%	2.00%	2.00%	1,765
(87)	CD Capital One, National Assn	NR	250,000.00	250,320.00	250,000.00		08/19/15	08/19/20	2.40%	2.40%	2.40%	1,785
(88)	CD Goldman Sachs Bank NY	NR	250,000.00	250,267.50	250,000.00		08/26/15	08/26/20	2.35%	2.35%	2.35%	1,792
(89)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,002,700.00	1,000,000.00		08/27/15	08/27/20	2.00%	2.00%	1.99%	1,793
(90)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,002,750.00	1,000,000.00		08/27/15	08/27/20	2.05%	2.05%	2.04%	1,793
(91)	Agency Federal Home Ln Mtg Corp step	AA+	1,200,000.00	1,201,956.00	1,200,000.00		09/04/15	09/04/20	1.90%	1.90%	1.90%	1,801
(92)	Agency Federal Home Ln Mtg Corp step	AA+	1,000,000.00	998,670.00	1,000,000.00		09/30/15	09/30/20	1.25%	1.25%	1.25%	1,827
(93)	Agency Federal Natl Mtg Assn step	AA+	1,150,000.00	1,154,450.50	1,150,000.00		09/30/15	09/30/20	1.65%	1.65%	1.64%	1,827
(94)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,002,250.00	1,000,000.00		09/30/15	09/30/20	1.80%	1.80%	1.80%	1,827
(95)	CD Worlds Foremost Bk NB	NR	200,000.00	199,526.00	200,000.00		09/30/15	09/30/20	2.30%	2.30%	2.31%	1,827
(96)	Total Investments		\$ 72,077,382.10	\$ 72,172,248.85	\$ 72,080,857.10	\$ 3,475.00		Averages	1.18%	1.18%	891	
								2 Year Treasury Bill		0.64%		2.442
(97)	Savings, checking and change funds			1,909,247.94	1,909,247.94							
(98)	Trustee-held investments			1,186,394.71	1,186,394.71							
(99)	Grand total - cash and investments			\$ 75,267,891.50	\$ 75,176,499.75							

(a) Provided by Union Bank, Institutional Custody at month end excluding LAIF and local CDs.

(b) Provided by Bloomberg at the time of purchase.