



City of Laguna Beach

Investment Report

October 2013

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 October 2013

Cash Activity for the Month

Cash and investments, beginning of month	\$ 62,753,582.08
Cash receipts	6,568,565.53
Cash disbursements	<u>(7,171,061.43)</u>
Cash and investments, end of month	\$ 62,151,086.18

Cash and Investment Portfolio at Month-End

	Market Value	Current Year Cost	Pct of Total	Avg Return	Prior Year Cost
Long-term investments:					
Federal agency securities	\$ 34,693,710.00	\$ 34,994,750.00	56%	0.91%	\$ 37,995,250.00
Medium-term corporate notes	5,190,531.70	5,133,385.00	8%	1.73%	2,000,000.00
Negotiable Certificates of Deposit - FDIC insured	4,484,995.85	4,490,000.00	7%	0.71%	3,745,000.00
Subtotal	<u>44,369,237.55</u>	<u>44,618,135.00</u>	<u>72%</u>	<u>0.99%</u>	<u>43,740,250.00</u>
Short-term investments:					
State Local Agency Investment Fund	11,356,428.98	11,356,428.98	18%	0.27%	5,654,503.76
Federal agency securities	-	-	0%	N.D.	999,500.00
Municipal bond	-	-	0%	N.D.	1,009,490.00
Certificates of Deposit - negotiable and local banks	3,002,045.00	2,998,000.00	5%	0.69%	500,000.00
Subtotal	<u>14,358,473.98</u>	<u>14,354,428.98</u>	<u>23%</u>	<u>0.35%</u>	<u>8,163,433.76</u>
Savings, checking and change funds					
Savings accounts	177,766.21	177,766.21	0%	0.25%	158,433.93
Checking accounts	2,400,276.97	2,400,276.97	4%	Earnings Allowance	3,574,341.72
Petty cashy/change funds	3,617.75	3,617.75	0%	Credit (a)	3,617.75
Subtotal	<u>2,581,660.93</u>	<u>2,581,660.93</u>	<u>4%</u>	<u>0.27%</u>	<u>3,736,393.40</u>
Trustee-held investments	596,861.27	596,861.27	1%		594,531.89
Grand total - cash and investments	\$ 61,906,233.73	\$ 62,151,086.18	100%		\$ 56,234,609.05

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

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

Union Bank Institutional Custody	\$ 46,873,282.55	\$ 47,118,135.00	\$ 46,249,180.00
State Local Agency Investment Fund	11,356,428.98	11,356,428.98	5,654,503.76
Bank of New York Trustee	596,861.27	596,861.27	594,531.89
Bank of America	2,578,043.18	2,578,043.18	3,482,775.65
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	3,617.75	3,617.75	3,617.75
Cash and investments total	\$ 61,906,233.73	\$ 62,151,086.18	\$ 56,234,609.05

City of Laguna Beach
Investment Portfolio Detail - Unaudited
 At October 31, 2013

	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	1,356,428.98	11,356,428.98	11,356,428.98			Today	0.27%	0.27%	0.27%	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%	260
(3)	CD Ally Bk Midvale Utah	NR	250,000.00	250,235.00	250,000.00		01/13/12	01/13/14	1.00%	1.00%	1.00%	74
(4)	CD Barclays Bk Del	NR	250,000.00	250,235.00	250,000.00		01/13/12	01/13/14	1.00%	1.00%	1.00%	74
(5)	CD Fifth third Bank	NR	250,000.00	249,925.00	250,000.00		02/20/13	02/20/14	0.40%	0.40%	0.40%	112
(6)	CD Apple Bk	NR	250,000.00	250,617.50	250,000.00		05/23/12	05/23/14	0.50%	0.50%	0.50%	204
(7)	CD Discover Bk	NR	250,000.00	250,562.50	250,000.00		05/23/12	05/23/14	0.75%	0.75%	0.75%	204
(8)	CD Goldman Sachs Bk	NR	250,000.00	250,342.50	250,000.00		05/23/12	05/23/14	0.80%	0.80%	0.80%	204
(9)	CD Compass Bk	NR	250,000.00	250,585.00	250,000.00		06/02/12	06/02/14	0.80%	0.80%	0.80%	214
(10)	CD BMW Bank of NA	NR	250,000.00	250,622.50	250,000.00		06/22/12	06/23/14	0.75%	0.75%	0.75%	235
(11)	CD Sallie Mae Bank	NR	250,000.00	250,672.50	250,000.00		08/15/12	08/15/14	0.90%	0.90%	0.90%	288
(12)	CD Sovereign Bank	NR	250,000.00	250,247.50	250,000.00		08/29/12	08/29/14	0.75%	0.75%	0.75%	302
(13)	CD Bank of China New York City	NR	250,000.00	249,650.00	250,000.00		05/01/13	11/03/14	0.35%	0.35%	0.35%	368
(14)	CD Synovus Bank GA	NR	249,000.00	249,647.40	249,000.00		11/30/12	11/28/14	0.50%	0.50%	0.50%	393
(15)	CD Huntington National Bk	NR	250,000.00	251,030.00	250,000.00		06/08/12	12/08/14	0.75%	0.75%	0.75%	403
(16)	CD Safra Natl Bank	NR	250,000.00	251,065.00	250,000.00		06/14/12	12/15/14	0.75%	0.75%	0.75%	410
(17)	CD GE Cap Finl Inc.	NR	250,000.00	252,217.50	250,000.00		01/06/12	01/06/15	1.50%	1.50%	1.49%	432
(18)	CD Medallion Bank UT	NR	250,000.00	249,307.50	250,000.00		04/29/13	04/29/15	0.35%	0.35%	0.35%	545
(19)	CD Privatebank & Trust	NR	250,000.00	249,282.50	250,000.00		05/10/13	05/11/15	0.35%	0.35%	0.35%	557
(20)	CD Tennessee State Bank	NR	250,000.00	249,272.50	250,000.00		05/20/13	05/20/15	0.30%	0.30%	0.30%	566
(21)	Corp Bank of New York Melon	A+	1,000,000.00	1,001,360.00	1,002,580.00	2,580.00	02/13/13	10/23/15	0.70%	0.60%	0.70%	722
(22)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,028,520.00	1,000,000.00		08/09/11	11/09/15	2.25%	2.25%	2.19%	739
(23)	CD Key Bank	NR	250,000.00	249,005.00	250,000.00		05/08/13	11/09/15	0.45%	0.45%	0.45%	739
(24)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,048,590.00	1,000,000.00		08/26/11	05/09/16	2.95%	2.95%	2.82%	921
(25)	CD Eaglebank	NR	249,000.00	249,405.87	249,000.00		11/21/12	05/20/16	0.65%	0.65%	0.65%	932
(26)	CD Georgia Bk & Tr	NR	249,000.00	249,405.87	249,000.00		11/21/12	05/20/16	0.50%	0.50%	0.50%	932
(27)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	996,990.00	1,000,000.00		05/15/13	08/15/16	0.50%	0.50%	0.50%	1,019
(28)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	999,050.00	1,000,000.00		02/25/13	08/25/16	0.60%	0.60%	0.60%	1,029
(29)	CD Heritage Bank Com	NR	249,000.00	249,373.50	249,000.00		11/27/12	08/26/16	0.60%	0.60%	0.60%	1,030
(30)	Agency Federal Home Loan Bank	AA+	1,000,000.00	998,050.00	1,000,000.00		10/24/12	10/24/16	0.60%	0.60%	0.60%	1,089
(31)	CD Everbank Jacksonville Fla	NR	250,000.00	250,440.00	250,000.00		10/31/12	10/31/16	0.90%	0.90%	0.90%	1,096
(32)	CD Abacus Federal Savings	NR	249,000.00	243,170.91	249,000.00		11/28/12	11/28/16	0.60%	0.60%	0.62%	1,124
(33)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	995,270.00	998,000.00	(2,000.00)	10/29/12	01/11/17	0.64%	0.69%	0.65%	1,168
(34)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,996,100.00	2,000,000.00		02/13/13	02/13/17	0.79%	0.79%	0.79%	1,201
(35)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	989,240.00	1,000,000.00		05/01/13	05/01/17	0.69%	0.69%	0.70%	1,278
(36)	CD Sterling Savings Bank	NR	250,000.00	247,075.00	250,000.00		05/03/13	05/03/17	0.65%	0.65%	0.66%	1,280
(37)	Agency Federal Home Loan Bank	AA+	1,000,000.00	987,170.00	1,000,000.00		11/08/12	05/08/17	0.74%	0.74%	0.75%	1,285
(38)	Corp Berkshire Hathaway Fin	AA	1,000,000.00	1,008,200.00	1,012,480.00	12,480.00	02/05/13	05/15/17	1.60%	1.30%	1.59%	1,292
(39)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	984,970.00	1,000,000.00		05/22/13	05/22/17	0.70%	0.70%	0.71%	1,299
(40)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	999,030.00	1,000,000.00		06/20/12	06/20/17	1.10%	1.10%	1.11%	1,328
(41)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	989,530.00	1,000,000.00		12/27/12	06/27/17	0.75%	0.75%	0.76%	1,335
(42)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	999,030.00	1,000,000.00		07/11/12	07/10/17	1.04%	1.04%	1.05%	1,348

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(43)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	997,520.00	1,000,000.00		07/25/12	07/24/17	0.97%	0.97%	0.98%	1,362
(44)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	999,220.00	1,000,000.00		07/24/12	07/24/17	1.13%	1.13%	1.13%	1,362
(45)	Corp Pepsico Inc	A-	1,110,000.00	1,103,861.70	1,118,325.00	8,325.00	01/07/13	08/13/17	1.25%	1.08%	1.27%	1,382
(46)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	985,150.00	999,000.00	(1,000.00)	09/05/12	09/05/17	0.97%	1.01%	1.01%	1,405
(47)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,987,420.00	1,999,250.00	(750.00)	09/18/12	09/05/17	0.97%	0.98%	0.98%	1,405
(48)	CD Gold Coast Bank	NR	250,000.00	250,437.50	250,000.00		09/19/12	09/19/17	1.00%	1.00%	1.00%	1,419
(49)	CD World Financial Capital	NR	245,000.00	245,499.80	245,000.00		09/27/12	09/21/17	1.05%	1.05%	1.05%	1,421
(50)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	990,920.00	1,000,000.00		09/27/12	09/27/17	1.00%	1.00%	1.01%	1,427
(51)	CD American Express Centurion	NR	250,000.00	249,710.00	250,000.00		10/04/12	10/04/17	1.55%	1.55%	1.55%	1,434
(52)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	980,190.00	1,000,000.00		10/10/12	10/10/17	0.90%	0.90%	0.92%	1,440
(53)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	992,130.00	1,000,000.00		10/18/12	10/18/17	0.87%	0.87%	0.88%	1,448
(54)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	987,860.00	1,000,000.00		10/25/12	10/25/17	0.90%	0.90%	0.92%	1,455
(55)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	985,870.00	1,000,000.00		12/11/12	12/11/17	1.00%	1.00%	1.02%	1,502
(56)	Agency Federal Home Loan Bank	AA+	1,000,000.00	983,460.00	1,000,000.00		12/28/12	12/28/17	0.84%	0.84%	0.86%	1,519
(57)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	988,070.00	999,000.00	(1,000.00)	01/22/13	01/22/18	0.94%	0.96%	0.96%	1,544
(58)	Agency Federal Home Loan Bank	AA+	1,000,000.00	999,730.00	999,750.00	(250.00)	01/30/13	01/30/18	1.00%	1.01%	1.02%	1,552
(59)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	982,070.00	999,750.00	(250.00)	01/30/13	01/30/18	1.02%	1.03%	1.04%	1,552
(60)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	993,020.00	1,000,000.00		01/30/13	01/30/18	0.75%	0.75%	0.76%	1,552
(61)	Agency Federal Home Loan Bank	AA+	1,000,000.00	986,480.00	1,000,000.00		02/05/13	02/05/18	1.00%	1.00%	1.02%	1,558
(62)	Agency Federal Home Loan Bank	AA+	1,000,000.00	988,950.00	1,000,000.00		02/08/13	02/08/18	1.05%	1.05%	1.07%	1,561
(63)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	991,040.00	1,000,000.00		02/20/13	02/20/18	1.12%	1.12%	1.14%	1,573
(64)	Agency Federal Home Loan Bank	AA+	2,000,000.00	1,980,980.00	2,000,000.00		02/22/13	02/22/18	1.15%	1.15%	1.17%	1,575
(65)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	991,190.00	1,000,000.00		02/22/13	02/22/18	1.20%	1.20%	1.22%	1,575
(66)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	993,380.00	1,000,000.00		02/28/13	02/28/18	1.00%	1.00%	1.01%	1,581
(67)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	986,630.00	1,000,000.00		04/25/13	04/25/18	1.15%	1.15%	1.17%	1,637
(68)	Total Investments		58,954,428.98	58,727,711.53	58,972,563.98	18,135.00				0.83%	0.84%	996
(69)	Savings, checking and change funds			2,581,660.93	2,581,660.93							
(70)	Trustee-held investments			596,861.27	596,861.27							
(71)	Grand total - cash and investments			61,906,233.73	62,151,086.18							

(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.

Memo: 2 year T-Bill **0.31%**