



City of Laguna Beach

Investment Report

May 2012

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, appearing to read "Laura Parisi".

Laura Parisi, C.P.A., CCMT
City Treasurer



City of Laguna Beach
City Treasurer Monthly Report - Unaudited
For the Month of May 2012

Cash Activity for the Month

Cash and investments, beginning of month	\$	65,789,174.44
Cash receipts		5,157,533.41
Cash disbursements		(5,683,758.01)
Cash and investments, end of month	\$	65,263,049.84

Cash and Investment Portfolio at Month-End

	Current Year			Avg. Return	Prior Year	
	Market Value	Cost	Pct of Total		Cost	
Long-term investments:						
Federal agency securities	\$ 41,854,538.00	\$ 41,675,140.00	64%	1.732%	\$ 41,543,450.00	
Medium-term corporate notes	2,044,300.00	2,000,000.00	3%	2.600%	-	
Municipal notes and bonds	1,008,980.00	1,009,430.00	2%	1.486%	-	
Negotiable Certificates of Deposit - FDIC insured	1,749,025.00	1,750,000.00	3%	0.907%	-	
Subtotal	46,656,841.00	46,434,570.00	71%	1.866%	41,543,450.00	
Short-term investments:						
State Local Agency Investment Fund	15,046,647.38	15,046,647.38	23%	0.363%	20,042,016.04	
Federal agency securities	2,006,200.00	1,998,450.00	3%	1.203%	-	
Investments in local banks - FDIC insured C.D.'s	499,997.50	500,000.00	1%	0.460%	-	
Subtotal	17,552,844.88	17,545,097.38	27%	0.461%	20,042,016.04	
Savings, checking and change funds						
Savings accounts	63,727.98	63,727.98	0%	0.250%	61,384.43	
Checking accounts	530,699.54	530,699.54	1%	Earnings Allowance	764,849.83	
Petty cash/change funds	3,617.75	3,617.75	0%	Credit (a)	3,617.75	
Subtotal	598,045.27	598,045.27	1%	0.363%	829,852.01	
Trustee-held investments	685,337.19	685,337.19	1%		1,188,810.09	
Grand total - cash and investments	\$ 65,493,068.34	\$ 65,263,049.84	100%		\$ 63,604,128.14	

(a) The earnings allowance credit applies to funds held by Bank of America and partially offset bank fees. Petty cash/change funds do not earn the credit.

Cash and Investment Custody (statements are available on request)

Union Bank Institutional Custody	\$ 48,913,038.50	\$ 48,683,020.00	\$ 41,543,450.00
State Local Agency Investment Fund	15,046,647.38	15,046,647.38	20,042,016.04
Bank of New York Trustee	685,337.19	685,337.19	1,188,810.09
Bank of America	594,427.52	594,427.52	826,234.26
Citizens Business Bank	250,000.00	250,000.00	-
Internal change funds	3,617.75	3,617.75	3,617.75
Cash and investments total	\$ 65,493,068.34	\$ 65,263,049.84	\$ 63,604,128.14



City of Laguna Beach
Investment Portfolio Detail - Unaudited
at May 31, 2012

Investment Type	CUSIP	Par Value	Market Value	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Next Call Maturity	Coupon Rate	Yield	Days to Maturity	Days to Call
(1) State Investment Pool (LAIF)		\$ 15,046,647.38	\$ 15,046,647.38	\$ 15,046,647.38	\$	Various	Today	Today	0.363%	0.363%	Various	Today
(2) CD Investment in local banks		500,000.00	499,997.50	500,000.00	(1,550.00)	05/28/10	1 yr or less	08/28/12	0.460%	0.460%	Various	Various
(3) Federal Home Loan Bank Bonds	31333XMM05	1,000,000.00	1,002,290.00	998,450.00		06/18/10	10/22/12	10/22/12	1.150%	1.100%	144	89
(4) Fed Home Loan Bank Bond	31333XYT1	1,000,000.00	1,003,910.00	1,009,430.00		10/03/11	09/01/13	09/01/13	1.500%	1.490%	458	458
(5) California St Var Purp GO and GO Ref	13063BNN8	1,000,000.00	1,008,980.00	1,009,430.00	9,430.00	09/20/10	09/20/13	09/20/12	1.000%	1.000%	477	112
(6) Federal Home Loan Bank Bonds	3136FP0A9	1,000,000.00	1,000,680.00	999,500.00	(500.00)	08/30/10	10/30/13	10/30/13	1.000%	0.990%	517	517
(7) Federal Home Loan Bank Bonds	313370J58	1,000,000.00	1,009,730.00	999,500.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	592	592
(8) CD Ally Bk Midvale Utah	020050YJ6	250,000.00	250,457.50	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	592	592
(9) CD Barclays Bk Del	06740KFC5	250,000.00	250,457.50	250,000.00		05/23/12	05/23/14	05/23/14	0.800%	0.750%	722	722
(10) CD Apple Bk	037830KZ8	250,000.00	249,347.50	250,000.00		05/23/12	05/23/14	05/23/14	0.800%	0.800%	722	722
(11) CD Discover Bk	254671BD1	250,000.00	249,155.00	250,000.00		06/02/12	06/02/14	06/02/14	0.800%	0.800%	732	732
(12) CD Goldman Sachs Bk	38143A1A3	250,000.00	249,155.00	250,000.00		04/29/11	10/29/14	10/29/14	1.750%	1.700%	881	881
(13) CD Compass Bk	20449E5S1	250,000.00	249,060.00	250,000.00		11/14/11	11/14/14	11/14/12	0.875%	0.870%	897	167
(14) Federal Home Loan Bank Bonds	313373GQ9	1,000,000.00	1,030,920.00	1,000,000.00		06/29/11	12/29/14	06/29/12	1.250%	1.250%	942	29
(15) Federal Home Loan Mortgage Corp	3134G24Y5	1,000,000.00	1,001,700.00	1,000,000.00		01/06/12	01/06/15	01/06/15	1.500%	1.500%	950	950
(16) Federal Home Loan Mortgage Corp	3134G2PM8	1,000,000.00	1,000,630.00	1,000,000.00		02/13/12	02/13/15	02/13/14	0.550%	0.550%	988	623
(17) CD GE Cap Finl Inc.	36180XC54	250,000.00	251,392.50	250,000.00		06/08/10	06/08/15	06/08/12	2.590%	2.590%	1,103	8
(18) Federal Home Ln Mfg Corp	3134G3MFB	1,000,000.00	1,000,850.00	1,000,000.00		06/15/10	06/15/15	06/15/12	2.500%	2.500%	1,110	15
(19) Federal Farm Credit Bank Bonds	31331JQD8	1,000,000.00	1,000,390.00	1,000,000.00		07/16/10	07/16/15	12/30/13	1.000%	1.000%	1,125	578
(20) Federal Farm Credit Bank Bonds	31331JRK1	1,000,000.00	1,000,600.00	1,000,000.00		07/16/10	07/16/15	07/16/12	2.190%	2.190%	1,141	46
(21) Federal Home Loan Mfg Corp	3134G3EB2	1,000,000.00	1,004,920.00	1,000,000.00		09/14/11	09/14/15	09/14/12	1.040%	1.040%	1,201	106
(22) Federal Farm Cr Bks Cons	31331JVS9	1,000,000.00	1,001,880.00	1,000,000.00		08/09/11	11/09/15	11/09/15	2.250%	2.200%	1,257	1,257
(23) Federal Farm Credit Bank	31331KXY1	1,000,000.00	1,002,030.00	1,000,000.00		08/26/11	05/09/16	05/09/16	2.950%	2.860%	1,439	1,439
(24) Federal Home Ln Mfg Corp	3134G3HW3	1,000,000.00	1,004,040.00	1,000,000.00		06/06/11	06/06/16	06/06/13	2.200%	2.160%	1,467	371
(25) General Electric Capital corp Notes	36962G4T8	1,000,000.00	1,013,190.00	1,000,000.00		06/20/11	06/20/16	06/20/12	2.050%	2.050%	1,483	20
(26) General Elec Cap Corp	36962G5C4	1,000,000.00	1,031,110.00	1,000,000.00		06/22/11	06/22/16	06/22/12	2.000%	2.000%	1,483	22
(27) Federal Natl Mfg Assn Notes	3136FRMFB	1,000,000.00	1,000,860.00	1,000,000.00		06/29/11	06/29/16	06/29/12	1.500%	1.500%	1,490	29
(28) Federal Farm Credit Bank	3134G2L1B6	1,000,000.00	1,001,010.00	1,000,000.00		07/12/11	07/12/16	07/12/12	2.000%	2.000%	1,503	42
(29) Federal Farm Cr Mfg Corp	31331KPT1	1,000,000.00	1,001,020.00	1,000,000.00		07/27/11	07/27/16	07/27/12	2.000%	1.990%	1,518	57
(30) Federal Natl Mfg Assn Step Cpn	3136FRVH3	1,000,000.00	1,002,180.00	1,000,000.00		09/12/11	09/12/16	09/12/12	1.470%	1.470%	1,565	104
(31) Federal Home Loan Bank Bonds	313374HW3	1,000,000.00	1,002,350.00	1,000,000.00		09/26/11	09/26/16	09/26/12	1.375%	1.370%	1,579	118
(32) Federal Natl Mfg Assn	3136FRF58	1,000,000.00	1,003,150.00	1,000,000.00		09/28/11	09/28/16	09/28/12	1.250%	1.250%	1,581	28
(33) Federal Farm Credit Bank	31331KXZ8	1,000,000.00	1,003,580.00	1,000,000.00		10/11/11	10/11/16	10/11/12	1.670%	1.610%	1,601	140
(34) Federal Farm Cr Bks	31331KZN3	1,000,000.00	1,003,780.00	1,000,000.00		11/28/11	11/28/16	11/28/12	1.510%	1.500%	1,642	181
(35) Federal Natl Mfg Assn Step Cpn	3136FR4E0	1,000,000.00	1,000,800.00	1,000,000.00		12/21/11	12/21/16	03/21/12	1.450%	1.450%	1,665	-
(36) Federal Farm Credit Bank	31331KFC9	1,000,000.00	1,003,780.00	1,000,000.00		12/28/11	12/28/16	12/28/13	1.300%	1.290%	1,672	576
(37) Federal Farm Credit Bank Bonds	31331KX47	1,000,000.00	1,004,390.00	1,000,000.00		01/11/12	01/11/17	01/11/14	1.250%	1.240%	1,686	590
(38) Federal Home Loan Bank	313376M51	2,000,000.00	2,000,240.00	2,000,000.00		01/18/12	01/18/17	01/18/13	1.270%	1.260%	1,693	232
(39) Federal Home Loan Bank	3136FTTZZ	1,000,000.00	1,005,580.00	1,000,000.00		01/30/11	01/30/17	01/30/13	0.750%	0.750%	1,705	244
(40) Federal Natl Mfg Assn Step Cpn	3134G3GPF9	1,000,000.00	1,005,150.00	1,000,000.00		02/06/12	02/06/17	02/06/13	1.070%	1.070%	1,712	251
(41) Federal Home Ln Mfg Corp Step Cpn	31331K6Y1	2,000,000.00	2,010,320.00	2,000,000.00		02/15/12	02/15/17	02/15/14	1.200%	1.200%	1,727	625
(42) Federal Farm Credit Bank	3133EABE7	1,000,000.00	1,005,190.00	1,000,000.00		02/15/12	02/15/17	02/15/14	1.300%	1.290%	1,727	631
(43) Federal Farm Credit Bank	3133EABE7	1,000,000.00	1,002,950.00	1,000,000.00		02/15/12	02/15/17	02/15/14	1.220%	1.220%	1,742	8
(44) Federal Natl Mfg Assn Step Cpn	3136FRG23	1,000,000.00	1,002,480.00	1,000,000.00		04/10/12	04/10/17	07/10/12	1.350%	1.350%	1,775	40
(45) Federal Farm Cr Bks	3133EACH9	1,000,000.00	1,000,110.00	1,000,000.00		05/30/12	05/30/17	11/30/12	1.150%	1.150%	1,825	183
(46) Federal Home Loan Bank Bonds	313376L94	1,000,000.00	1,000,110.00	1,000,000.00								
(47) Federal Natl Mfg Assn	3136FTH51	2,000,000.00	2,022,040.00	2,000,000.00								
(48) Federal Home Ln Mfg Corp Sat Cpn	3134G3GLT5	1,000,000.00	1,004,990.00	1,000,000.00								
(49) Federal Natl Mfg Assn	3136FTK81	1,000,000.00	1,010,620.00	1,000,000.00								
(50) Federal Home Loan Bank	313378B83	1,680,000.00	1,680,336.00	1,676,640.00								
(51) Federal Farm Credit Bank	3133EAKY3	1,000,000.00	1,001,100.00	1,000,000.00								
(52) Federal Home Loan Bank	313379FN4	1,000,000.00	999,810.00	999,000.00	(1,000.00)							
(53) Total Investments		\$ 63,976,647.38	\$ 64,209,685.88	\$ 63,979,667.38								
(54) Savings, checking and change funds			598,045.27	598,045.27								
(55) Trustee-held Investments			685,337.19	685,337.19								
(56) Grand total - cash and investments		\$	\$ 65,493,068.34	\$ 65,263,049.84								

Avg. Yield or Days 1.176% 1.018 224
Benchmark 2-Year Treasury Rate 0.270%

- Indicates that the security may be called in full or in part with 5 business days notice.