



City of Laguna Beach

Investment Report

July 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,

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



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

Cash Activity for the Month

Cash and investments, beginning of month	\$	63,747,336.70
Cash receipts		5,052,368.11
Cash disbursements		<u>(6,576,925.67)</u>
Cash and investments, end of month	\$	<u>62,222,779.14</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	\$ 35,858,021.60	\$ 35,675,140.00	57%	1.196%	\$ 37,130,283.33
Medium-term corporate notes	2,080,490.00	2,000,000.00	3%	2.600%	-
Municipal notes and bonds	1,007,930.00	1,009,430.00	2%	1.486%	-
Negotiable Certificates of Deposit - FDIC insured	<u>2,500,292.50</u>	<u>2,500,000.00</u>	4%	0.860%	-
Subtotal	<u>41,446,734.10</u>	<u>41,184,570.00</u>	66%	1.251%	<u>37,130,283.33</u>
Short-term investments:					
State Local Agency Investment Fund	17,305,806.49	17,305,806.49	28%	0.363%	19,861,184.53
Federal agency securities	2,002,930.00	1,998,450.00	3%	1.126%	-
Investments in local banks - FDIC insured C.D.s	<u>500,080.00</u>	<u>500,000.00</u>	1%	0.460%	-
Subtotal	<u>19,808,816.49</u>	<u>19,804,256.49</u>	32%	0.442%	<u>19,861,184.53</u>
Savings, checking and change funds					
Savings accounts	35,801.88	35,801.88	0%	0.250%	38,185.34
Checking accounts	508,870.69	508,870.69	1%	Earnings	286,175.06
Petty cash/change funds	<u>3,617.75</u>	<u>3,617.75</u>	0%	Allowance	<u>3,617.75</u>
Subtotal	<u>548,290.32</u>	<u>548,290.32</u>	1%	Credit (a).	<u>327,978.15</u>
Trustee-held investments					
	<u>685,662.33</u>	<u>685,662.33</u>	1%	0.363%	<u>1,190,087.10</u>
Grand total - cash and investments	\$ <u>62,489,503.24</u>	\$ <u>62,222,779.14</u>	100%		\$ <u>58,509,533.11</u>

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

Cash and Investment Custody (statements are available on request)

Union Bank Institutional Custody	\$	43,699,744.10	\$	43,433,020.00	\$	37,130,283.33
State Local Agency Investment Fund		17,305,806.39		17,305,806.39		19,861,184.53
Bank of New York Trustee		685,662.33		685,662.33		1,190,087.10
Bank of America		544,672.57		544,672.57		324,360.40
Citizens Business Bank		250,000.00		250,000.00		-
Internal change funds		<u>3,617.75</u>		<u>3,617.75</u>		<u>3,617.75</u>
Cash and investments total	\$	<u>62,489,503.14</u>	\$	<u>62,222,779.04</u>	\$	<u>58,509,533.11</u>



City of Laguna Beach
Investment Portfolio Detail - Unaudited
At July 31, 2012

Investment Type	Par Value	Market Value	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Next Call Maturity	Coupon Rate	Yield to Mat	Days to Maturity	Days to Call
(1) State Investment Pool (LAIF)	17,305,806.49	17,305,806.49	17,305,806.49			Today	Today	0.363%	0.363%	Today	Today
(2) CD Investment in local banks	500,000.00	500,080.00	500,000.00			Various	1 yr or less	0.460%	0.460%	Various	Various
(3) Agency Federal Home Loan Bank	1,000,000.00	1,000,700.00	998,450.00	(1,550.00)	05/28/10	08/28/12	08/28/12	1.100%	1.170%	28	28
(4) Agency Federal Home Loan Bank	1,000,000.00	1,002,230.00	1,000,000.00		06/18/10	10/22/12	10/22/12	1.150%	1.150%	83	83
(5) California St Var Purp GO and GO Ref	1,000,000.00	1,007,930.00	1,009,430.00	9,430.00	10/03/11	09/01/13	09/01/13	1.500%	1.000%	397	397
(6) Agency Federal Natl Mtg Assn	1,000,000.00	1,000,320.00	1,000,000.00		09/20/10	09/20/13	09/20/12	1.000%	1.000%	416	51
(7) Agency Federal Home Loan Bank	1,000,000.00	1,008,960.00	999,500.00	(500.00)	08/30/10	10/30/13	10/30/13	1.000%	1.000%	456	456
(8) CD Ally Bk Midvale Utah	250,000.00	250,785.00	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	531	531
(9) CD Barclays Bk Del	250,000.00	250,785.00	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	531	531
(10) CD Apple Bk	250,000.00	249,925.00	250,000.00		05/23/12	05/23/14	05/23/14	0.500%	0.500%	661	661
(11) CD Discover Bk	250,000.00	249,745.00	250,000.00		05/23/12	05/23/14	05/23/14	0.750%	0.750%	661	661
(12) CD Goldman Sachs Bk	250,000.00	249,745.00	250,000.00		05/23/12	05/23/14	05/23/14	0.800%	0.800%	661	661
(13) CD Compass Bk	250,000.00	249,655.00	250,000.00		06/02/12	06/02/14	06/02/14	0.800%	0.800%	671	671
(14) CD BMW Bank of NA	250,000.00	249,457.50	250,000.00		06/22/12	06/23/14	06/23/14	0.750%	0.750%	692	692
(15) Agency Federal Home Loan Bank	1,000,000.00	1,031,170.00	1,000,000.00		04/29/11	10/29/14	10/29/14	1.750%	1.750%	820	820
(16) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,001,360.00	1,000,000.00		11/14/11	11/14/14	11/14/12	0.875%	0.875%	836	106
(17) CD Huntington National Bk	250,000.00	249,297.50	250,000.00		06/08/12	12/08/14	12/08/14	0.750%	0.750%	860	860
(18) CD Safra Natl Bank	250,000.00	249,330.00	250,000.00		06/14/12	12/15/14	12/15/14	0.750%	0.750%	867	867
(19) CD GE Cap Finl Inc.	250,000.00	251,567.50	250,000.00		01/06/12	01/06/15	01/06/15	1.500%	1.500%	889	889
(20) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,002,880.00	1,000,000.00		02/13/12	02/13/15	02/13/14	0.550%	0.550%	927	562
(21) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,006,100.00	1,000,000.00		12/30/11	06/30/15	12/30/13	1.000%	1.000%	1,064	517
(22) Agency Federal Farm Credit Bank	1,000,000.00	1,000,980.00	1,000,000.00		09/14/11	09/14/15	09/14/12	1.040%	1.040%	1,140	45
(23) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,003,520.00	1,000,000.00		01/30/12	10/30/15	01/30/13	1.000%	1.000%	1,186	183
(24) General Electric Capital corp Notes	1,000,000.00	1,028,980.00	1,000,000.00		08/09/11	11/09/15	11/09/15	2.250%	2.250%	1,196	1,196
(25) General Elec Cap Corp	1,000,000.00	1,051,510.00	1,000,000.00		08/26/11	05/09/16	05/09/16	2.950%	2.950%	1,378	1,378
(26) Agency Federal Natl Mtg Assn	1,000,000.00	1,014,320.00	1,000,000.00		06/06/11	06/06/16	06/06/13	2.200%	2.200%	1,406	310
(27) Agency Federal Farm Credit Bank	1,000,000.00	1,001,360.00	1,000,000.00		09/12/11	09/12/16	09/12/12	1.470%	1.470%	1,504	43
(28) Agency Federal Farm Credit Bank	1,000,000.00	1,001,830.00	1,000,000.00		09/26/11	09/26/16	09/26/12	1.375%	1.375%	1,518	57
(29) Agency Federal Farm Credit Bank	1,000,000.00	1,002,310.00	1,000,000.00		10/11/11	10/11/16	10/11/12	1.370%	1.370%	1,533	72
(30) Agency Federal Farm Credit Bank	1,000,000.00	1,003,060.00	1,000,000.00		10/18/11	10/18/16	10/18/12	1.620%	1.620%	1,540	79
(31) Agency Federal Farm Credit Bank	1,000,000.00	1,003,550.00	1,000,000.00		11/28/11	11/28/16	11/28/12	1.510%	1.510%	1,581	120
(32) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,004,350.00	1,000,000.00		12/28/11	12/28/16	12/28/13	1.300%	1.300%	1,611	515
(33) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,004,600.00	1,000,000.00		01/11/12	01/11/17	01/11/14	1.250%	1.250%	1,625	529
(34) Agency Federal Farm Credit Bank	2,000,000.00	2,009,300.00	2,000,000.00		01/18/12	01/18/17	01/18/13	1.270%	1.270%	1,632	171
(35) Agency Federal Farm Credit Bank	1,000,000.00	1,004,900.00	1,000,000.00		01/30/11	01/30/17	01/30/13	1.230%	1.230%	1,644	183
(36) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,002,970.00	1,000,000.00		01/30/11	01/30/17	01/30/13	0.750%	0.750%	1,644	183
(37) Agency Federal Farm Credit Bank	1,000,000.00	1,002,870.00	1,000,000.00		02/06/12	02/06/17	02/06/13	1.070%	1.070%	1,651	190
(38) Agency Federal Natl Mtg Assn	2,000,000.00	2,026,200.00	2,000,000.00		02/14/12	02/14/17	02/14/14	1.250%	1.250%	1,659	563
(39) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,004,800.00	1,000,000.00		02/15/12	02/15/17	02/15/14	1.000%	1.000%	1,660	564
(40) Agency Federal Natl Mtg Assn	1,000,000.00	1,012,740.00	1,000,000.00		02/21/12	02/21/17	02/21/14	1.300%	1.300%	1,666	570



City of Laguna Beach
Investment Portfolio Detail - Unaudited
At July 31, 2012

Investment Type	Par Value	Market Value	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Next Call Maturity	Coupon Rate	Yield to Mat	Days to Maturity	Days to Call
(41) Agency Federal Home Loan Bank	1,680,000.00	1,680,201.60	1,676,640.00		03/08/12	03/08/17	-	1.220%	1.220%	1,681	-
(42) Agency Federal Home Loan Bank	1,000,000.00	1,001,590.00	999,000.00	(1,000.00)	05/30/12	05/30/17	11/30/12	1.150%	1.173%	1,764	122
(43) Agency Federal Farm Credit Bank	1,000,000.00	1,000,760.00	1,000,000.00		06/05/12	06/05/17	12/05/12	1.160%	1.160%	1,770	127
(44) Agency Federal Farm Credit Bank	1,000,000.00	1,003,940.00	1,000,000.00		06/20/12	06/20/17	06/20/13	1.100%	1.100%	1,785	324
(45) Agency Federal Natl Mtg Assn	1,000,000.00	1,004,600.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.160%	1.160%	1,793	332
(46) Agency Federal Natl Mtg Assn	1,000,000.00	1,004,140.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.125%	1.125%	1,793	332
(47) Agency Federal Farm Credit Bank	1,000,000.00	1,002,010.00	1,000,000.00		07/11/12	07/10/17	07/10/13	1.040%	1.040%	1,805	344
(48) Agency Federal Farm Credit Bank	1,000,000.00	1,000,610.00	1,000,000.00		07/25/12	07/24/17	07/24/13	0.970%	0.970%	1,819	358
(49) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,003,890.00	1,000,000.00		07/24/12	07/24/17	07/24/13	1.125%	1.125%	1,819	358
(50) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,001,830.00	1,000,000.00		07/25/12	07/25/17	01/25/13	1.100%	1.100%	1,820	178
(51) Total Investments	60,985,806.49	61,255,550.59	60,988,826.49					Avg. Yield or Days	0.989%	949	245
								Benchmark 2-Year Treasury Rate	0.230%		
(52) Savings, checking and change funds		548,290.32	548,290.32								
(53) Trustee-held investments		685,662.33	685,662.33								
(54) Grand total - cash and investments		62,489,503.24	62,222,779.14								

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