



City of Laguna Beach


Investment Report

August 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 August 2012

Cash Activity for the Month

Cash and investments, beginning of month	\$ 62,222,779.14
Cash receipts	4,195,298.68
Cash disbursements	(8,729,334.98)
Cash and investments, end of month	\$ 57,688,742.84

Cash and Investment Portfolio at Month-End

	Market Value	Current Year Cost	Pct of Total	Avg Return	Prior Year Cost (b)
Long-term investments:					
Federal agency securities	\$ 36,861,190.40	\$ 36,675,140.00	64%	1.195%	\$ 29,996,950.00
Medium-term corporate notes	2,090,460.00	2,000,000.00	3%	2.600%	2,000,000.00
Municipal notes and bonds	1,007,400.00	1,009,430.00	2%	1.486%	-
Negotiable Certificates of Deposit - FDIC insured	2,999,360.00	3,000,000.00	5%	0.854%	-
Subtotal	42,958,410.40	42,684,570.00	74%	1.244%	31,996,950.00
Short-term investments:					
State Local Agency Investment Fund	11,755,806.39	11,755,806.39	20%	0.377%	19,095,184.53
Federal agency securities	1,001,350.00	1,000,000.00	2%	1.150%	-
Investments in local banks - FDIC insured C.D.s	500,032.50	500,000.00	1%	0.460%	-
Subtotal	13,257,188.89	13,255,806.39	23%	0.438%	19,095,184.53
Savings, checking and change funds					
Savings accounts	42,860.06	42,860.06	0%	0.250%	44,193.22
Checking accounts	351,012.41	351,012.41	1%	Earnings Allowance	593,497.22
Petty cash/change funds	3,617.75	3,617.75	0%	Credit (a).	3,617.75
Subtotal	397,490.22	397,490.22	1%		641,308.19
Trustee-held investments	1,350,876.23	1,350,876.23	2%	0.377%	2,576,062.39
Grand total - cash and investments	\$ 57,963,965.74	\$ 57,688,742.84	100%		\$ 54,309,505.11

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

(b). The prior year cost has been restated to reclassify a long-term federal agency security from the checking accounts.

Cash and Investment Custody (statements are available on request)

Union Bank Institutional Custody	\$ 44,209,792.90	\$ 43,934,570.00	\$ 31,996,950.00
State Local Agency Investment Fund	11,755,806.39	11,755,806.39	19,095,184.53
Bank of New York Trustee	1,350,876.23	1,350,876.23	2,576,062.39
Bank of America	393,872.47	393,872.47	637,690.44
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	\$ 57,963,965.74	\$ 57,688,742.84	\$ 54,309,505.11



City of Laguna Beach
Investment Portfolio Detail - Unaudited
At August 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)	11,755,806.39	11,755,806.39	11,755,806.39		Various	Today	Today	0.377%	0.377%	Today	Today
(2) CD Investment in local banks	500,000.00	500,032.50	500,000.00		06/18/10	1 yr or less	1 yr or less	0.460%	0.460%	Various	Various
(3) Agency Federal Home Loan Bank	1,000,000.00	1,001,350.00	1,000,000.00			10/22/12	10/22/12	1.150%	1.150%	52	52
(4) California St Var Purp GO and GO Ref	1,000,000.00	1,007,400.00	1,009,430.00	9,430.00	10/03/11	09/01/13	09/01/13	1.500%	1.000%	366	366
(5) Agency Federal Natl Mtg Assn	1,000,000.00	1,000,110.00	1,000,000.00		09/20/10	09/20/13	09/20/12	1.000%	1.000%	385	20
(6) Agency Federal Home Loan Bank	1,000,000.00	1,008,730.00	999,500.00	(500.00)	08/30/10	10/30/13	10/30/13	1.000%	1.000%	425	425
(7) CD Ally Bank Midvale Utah	250,000.00	250,847.50	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	500	500
(8) CD Barclays Bank Del	250,000.00	250,847.50	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	500	500
(9) CD Apple Bank	250,000.00	250,182.50	250,000.00		05/23/12	05/23/14	05/23/14	0.500%	0.500%	630	630
(10) CD Discover Bank	250,000.00	250,010.00	250,000.00		05/23/12	05/23/14	05/23/14	0.750%	0.750%	630	630
(11) CD Goldman Sachs Bank	250,000.00	250,010.00	250,000.00		05/23/12	05/23/14	05/23/14	0.800%	0.800%	630	630
(12) CD Compass Bank	250,000.00	249,927.50	250,000.00		06/02/12	06/02/14	06/02/14	0.800%	0.800%	640	640
(13) CD BMW Bank of NA	250,000.00	249,747.50	250,000.00		06/22/12	06/23/14	06/23/14	0.750%	0.750%	661	661
(14) CD Sallie Mae Bank	250,000.00	249,240.00	250,000.00		08/15/12	08/15/14	08/15/14	0.900%	0.900%	714	714
(15) CD Sovereign Bank	250,000.00	248,072.50	250,000.00		08/29/12	08/29/14	08/29/14	0.750%	0.750%	728	728
(16) Agency Federal Home Loan Bank	1,000,000.00	1,030,820.00	1,000,000.00		04/29/11	10/29/14	10/29/14	1.750%	1.750%	789	789
(17) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,000,950.00	1,000,000.00		11/14/11	11/14/14	11/14/12	0.875%	0.875%	805	75
(18) CD Huntington National Bk	250,000.00	249,420.00	250,000.00		06/08/12	12/08/14	12/08/14	0.750%	0.750%	829	829
(19) CD Safra National Bank	250,000.00	249,450.00	250,000.00		06/14/12	12/15/14	12/15/14	0.750%	0.750%	836	836
(20) CD GE Capital Financial Inc.	250,000.00	251,605.00	250,000.00		01/06/12	01/06/15	01/06/15	1.500%	1.500%	858	858
(21) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,003,570.00	1,000,000.00		02/13/12	02/13/15	02/13/14	0.550%	0.550%	896	531
(22) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,006,620.00	1,000,000.00		12/30/11	06/30/15	12/30/13	1.000%	1.000%	1,033	486
(23) Agency Federal Farm Credit Bank	1,000,000.00	1,000,240.00	1,000,000.00		09/14/11	09/14/15	09/14/12	1.040%	1.040%	1,109	14
(24) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,003,050.00	1,000,000.00		01/30/12	10/30/15	01/30/13	1.000%	1.000%	1,155	152
(25) General Electric Capital Corp Notes	1,000,000.00	1,034,410.00	1,000,000.00		08/09/11	11/09/15	11/09/15	2.250%	2.250%	1,165	1,165
(26) General Electric Capital Corp Notes	1,000,000.00	1,056,050.00	1,000,000.00		08/26/11	05/09/16	05/09/16	2.950%	2.950%	1,347	1,347
(27) Agency Federal Natl Mtg Assn	1,000,000.00	1,013,290.00	1,000,000.00		06/06/11	06/06/16	06/06/13	2.200%	2.200%	1,375	279
(28) Agency Federal Farm Credit Bank	1,000,000.00	1,000,280.00	1,000,000.00		09/12/11	09/12/16	09/12/12	1.470%	1.470%	1,473	12
(29) Agency Federal Farm Credit Bank	1,000,000.00	1,000,770.00	1,000,000.00		09/26/11	09/26/16	09/26/12	1.375%	1.375%	1,487	26
(30) Agency Federal Farm Credit Bank	1,000,000.00	1,001,290.00	1,000,000.00		10/11/11	10/11/16	10/11/12	1.370%	1.370%	1,502	41
(31) Agency Federal Farm Credit Bank	1,000,000.00	1,001,840.00	1,000,000.00		10/18/11	10/18/16	10/18/12	1.620%	1.620%	1,509	48
(32) Agency Federal Farm Credit Bank	1,000,000.00	1,002,820.00	1,000,000.00		11/28/11	11/28/16	11/28/12	1.510%	1.510%	1,550	89
(33) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,003,790.00	1,000,000.00		12/28/11	12/28/16	12/28/13	1.300%	1.300%	1,580	484
(34) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,003,990.00	1,000,000.00		01/11/12	01/11/17	01/11/14	1.250%	1.250%	1,594	498
(35) Agency Federal Farm Credit Bank	2,000,000.00	2,008,620.00	2,000,000.00		01/18/12	01/18/17	01/18/13	1.270%	1.270%	1,601	140
(36) Agency Federal Farm Credit Bank	1,000,000.00	1,004,670.00	1,000,000.00		01/30/11	01/30/17	01/30/13	1.230%	1.230%	1,613	152
(37) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,002,900.00	1,000,000.00		01/30/11	01/30/17	01/30/13	0.750%	0.750%	1,613	152
(38) Agency Federal Farm Credit Bank	1,000,000.00	1,003,170.00	1,000,000.00		02/06/12	02/06/17	02/06/13	1.070%	1.070%	1,620	159
(39) Agency Federal Natl Mtg Assn	2,000,000.00	2,029,080.00	2,000,000.00		02/14/12	02/14/17	02/14/14	1.250%	1.250%	1,628	532
(40) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,004,430.00	1,000,000.00		02/15/12	02/15/17	02/15/14	1.000%	1.000%	1,629	533



City of Laguna Beach
Investment Portfolio Detail - Unaudited
At August 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 Natl Mtg Assn	1,000,000.00	1,014,210.00	1,000,000.00		02/21/12	02/21/17	02/21/14	1.300%	1.300%	1,635	539
(42) Agency Federal Home Loan Bank	1,680,000.00	1,680,050.40	1,676,640.00		03/08/12	03/08/17	-	1.220%	1.220%	1,650	-
(43) Agency Federal Home Loan Bank	1,000,000.00	1,001,660.00	999,000.00	(1,000.00)	05/30/12	05/30/17	11/30/12	1.150%	1.173%	1,733	91
(44) Agency Federal Farm Credit Bank	1,000,000.00	1,000,030.00	1,000,000.00		06/05/12	06/05/17	12/05/12	1.160%	1.160%	1,739	96
(45) Agency Federal Farm Credit Bank	1,000,000.00	1,005,070.00	1,000,000.00		06/20/12	06/20/17	06/20/13	1.100%	1.100%	1,754	293
(46) Agency Federal Natl Mtg Assn	1,000,000.00	1,005,440.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.160%	1.160%	1,762	301
(47) Agency Federal Natl Mtg Assn	1,000,000.00	1,005,040.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.125%	1.125%	1,762	301
(48) Agency Federal Farm Credit Bank	1,000,000.00	1,003,920.00	1,000,000.00		07/11/12	07/10/17	07/10/13	1.040%	1.040%	1,774	313
(49) Agency Federal Farm Credit Bank	1,000,000.00	1,003,640.00	1,000,000.00		07/25/12	07/24/17	07/24/13	0.970%	0.970%	1,788	327
(50) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,004,660.00	1,000,000.00		07/24/12	07/24/17	07/24/13	1.125%	1.125%	1,788	327
(51) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,001,960.00	1,000,000.00		07/25/12	07/25/17	01/25/13	1.100%	1.100%	1,789	147
(52) Agency Federal Home Loan Bank	1,000,000.00	1,000,480.00	1,000,000.00		08/28/12	08/28/17	09/28/12	1.150%	1.150%	1,823	28
(53) Total Investments	55,935,806.39	56,215,599.29	55,940,376.39					Avg. Yield or Days	1.053%	1,049	251

(54) Savings, checking and change funds
 (55) Trustee-held investments
(56) Grand total - cash and investments

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