



# City of Laguna Beach Investment Report November 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,

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Laura Parisi, C.P.A., CCMT  
City Treasurer  
City of Laguna Beach

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

**Cash Activity for the Month**

Cash and investments, beginning of month	\$ 56,119,035.18
Cash receipts	7,040,656.18
Cash disbursements	<u>(5,554,727.62)</u>
<b>Cash and investments, end of month</b>	<b>\$ 57,604,963.74</b>

**Cash and Investment Portfolio at Month-End**

	Current Year	Pct of Total	Avg Return	Prior Year
	Cost			Cost
<b>Long-term investments:</b>				
Federal agency securities	36,995,250.00	64%	1.054%	35,994,500.00
Medium-term corporate notes	2,092,350.00	3%	2.600%	2,000,000.00
Municipal notes and bonds	-			1,009,430.00
Negotiable Certificates of Deposit - FDIC insured	5,237,534.15	9%	0.838%	-
Subtotal	<u>44,481,744.15</u>	<u>77%</u>	<u>1.099%</u>	<u>39,003,930.00</u>
<b>Short-term investments:</b>				
State Local Agency Investment Fund	10,109,503.76	18%	0.324%	6,757,443.88
Federal agency securities	999,500.00	2%	1.051%	1,998,450.00
Municipal notes and bonds	1,009,430.00	2%	1.486%	-
Certificates of Deposit - negotiable and local banks	499,867.50	1%	0.430%	500,000.00
Subtotal	<u>12,618,433.76</u>	<u>22%</u>	<u>0.479%</u>	<u>9,255,893.88</u>
<b>Savings, checking and change funds</b>				
Savings accounts	42,860.06	0%	0.250%	42,193.22
Checking accounts	110,269.98	0%	Earnings Allowance	1,163,349.89
Petty cash/change funds	3,617.75	0%	Credit (a).	3,617.75
Subtotal	<u>156,747.79</u>	<u>0%</u>		<u>1,209,160.86</u>
<b>Trustee-held investments</b>	594,532.19	1%	0.324%	1,063,873.95
<b>Grand total - cash and investments</b>	<b>\$ 57,854,995.39</b>	<b>\$ 57,604,963.74</b>	<b>100%</b>	<b>\$ 50,532,858.69</b>

(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	\$ 46,744,211.65	\$ 46,494,180.00	\$ 41,252,380.00
State Local Agency Investment Fund	10,109,503.76	10,109,503.76	6,757,443.88
Bank of New York Trustee	594,532.19	594,532.19	1,063,873.95
Bank of America	153,130.04	153,130.04	1,205,543.11
Citizens Business Bank	250,000.00	250,000.00	250,000.00
Internal change funds	3,617.75	3,617.75	3,617.75
<b>Cash and investments total</b>	<b>\$ 57,854,995.39</b>	<b>\$ 57,604,963.74</b>	<b>\$ 50,532,858.69</b>

**City of Laguna Beach**  
Investment Portfolio Detail - Unaudited  
At November 30, 2012

Investment Type	Par Value	Market Value	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Next Call	Coupon Rate	Yield to Mat (a)	Days to Mat	Days to Call
(1) State Investment Pool (LAIF)	10,109,503.76	10,109,503.76	10,109,503.76	-	09/20/12	Today	Today	0.324%	0.324%	Today	Today
(2) CD Investment in Local Banks	250,000.00	250,000.00	250,000.00	-	10/03/11	09/20/13	09/20/13	0.360%	0.360%	294	294
(3) California St Var Purp GO and GO Ref	1,000,000.00	1,005,620.00	1,009,430.00	9,430.00	10/23/12	09/01/13	09/01/13	1.500%	1.000%	275	275
(4) CD Bank Hapoalim BM NY	250,000.00	249,867.50	250,000.00	-	08/30/10	10/23/13	10/23/13	0.500%	0.500%	327	327
(5) Agency Federal Home Loan Bank	1,000,000.00	1,006,980.00	999,500.00	(500.00)	01/13/12	01/13/14	01/13/14	1.000%	1.051%	334	334
(6) CD Ally Bk Midvale Utah	250,000.00	250,970.00	250,000.00	-	01/13/12	01/13/14	01/13/14	1.000%	1.000%	409	409
(7) CD Barclays Bk Del	250,000.00	250,970.00	250,000.00	-	01/13/12	01/13/14	01/13/14	1.000%	1.000%	409	409
(8) CD Apple Bk	250,000.00	250,765.00	250,000.00	-	05/23/12	05/23/14	05/23/14	0.500%	0.500%	539	539
(9) CD Discover Bk	250,000.00	250,617.50	250,000.00	-	05/23/12	05/23/14	05/23/14	0.750%	0.750%	539	539
(10) CD Goldman Sachs Bk	250,000.00	250,617.50	250,000.00	-	05/23/12	05/23/14	05/23/14	0.800%	0.800%	539	539
(11) CD Compass Bk	250,000.00	250,585.00	250,000.00	-	06/02/12	06/02/14	06/02/14	0.800%	0.800%	549	549
(12) CD BMW Bank of NA	250,000.00	250,475.00	250,000.00	-	06/22/12	06/23/14	06/23/14	0.750%	0.750%	570	570
(13) CD Sallie Mae Bank	250,000.00	250,152.50	250,000.00	-	08/15/12	08/15/14	08/15/14	0.900%	0.900%	623	623
(14) CD Sovereign Bank	250,000.00	249,157.50	250,000.00	-	08/29/12	08/29/14	08/29/14	0.750%	0.750%	637	637
(15) Agency Federal Home Loan Bank	1,000,000.00	1,027,120.00	1,000,000.00	-	04/29/11	10/29/14	10/29/14	1.750%	1.750%	698	698
(16) CD Synovus Bank GA	249,000.00	248,335.17	249,000.00	-	11/30/12	11/28/14	11/28/14	0.500%	0.500%	728	728
(17) CD Huntington National Bk	250,000.00	249,970.00	250,000.00	-	06/08/12	12/08/14	12/08/14	0.750%	0.750%	738	738
(18) CD Safra Natl Bank	250,000.00	249,990.00	250,000.00	-	06/14/12	12/15/14	12/15/14	0.750%	0.750%	745	745
(19) CD GE Cap Finl Inc.	250,000.00	251,902.50	250,000.00	-	01/06/12	01/06/15	01/06/15	1.500%	1.500%	767	767
(20) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,003,180.00	1,000,000.00	-	02/13/12	02/13/15	02/13/14	0.550%	0.550%	805	440
(21) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,005,750.00	1,000,000.00	-	12/30/11	06/30/15	12/30/13	1.000%	1.000%	942	395
(22) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,001,330.00	1,000,000.00	-	01/30/12	10/30/15	01/30/13	1.000%	1.000%	1,064	61
(23) General Electric Capital Corp	1,000,000.00	1,033,860.00	1,000,000.00	-	08/09/11	11/09/15	11/09/15	2.250%	2.250%	1,074	1,074
(24) General Electric Capital Corp	1,000,000.00	1,058,490.00	1,000,000.00	-	08/26/11	05/09/16	05/09/16	2.950%	2.950%	1,256	1,256
(25) CD Eaglebank	249,000.00	247,637.97	249,000.00	-	11/21/12	05/20/16	05/20/16	0.650%	0.650%	1,267	1,267
(26) CD Georgia Bk & Tr	249,000.00	247,632.99	249,000.00	-	11/21/12	05/20/16	05/20/16	0.500%	0.500%	1,267	1,267
(27) Agency Federal Natl Mtg Assn	1,000,000.00	1,008,980.00	1,000,000.00	-	06/06/11	06/06/16	06/06/13	2.200%	2.200%	1,284	188
(28) CD Heritage Bank Com	249,000.00	247,650.42	249,000.00	-	11/27/12	08/26/16	08/26/16	0.600%	0.600%	1,365	1,365
(29) Agency Federal Home Loan Bank	1,000,000.00	1,000,240.00	1,000,000.00	-	10/24/12	10/24/16	04/24/13	0.600%	0.600%	1,424	145
(30) CD Everbank Jacksonville Fla	250,000.00	248,822.50	250,000.00	-	10/31/12	10/31/16	10/31/16	0.900%	0.900%	1,431	1,431
(31) CD Abacus Federal Savings	249,000.00	247,742.55	249,000.00	-	11/28/12	11/28/16	11/28/16	0.600%	0.600%	1,459	1,459
(32) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,000,880.00	1,000,000.00	-	12/28/11	12/28/16	12/28/13	1.300%	1.300%	1,489	393
(33) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,001,290.00	1,000,000.00	-	01/11/12	01/11/17	01/11/14	1.250%	1.250%	1,503	407
(34) Agency Federal Farm Credit Bank	1,000,000.00	1,000,490.00	998,000.00	(2,000.00)	10/29/12	01/11/17	01/11/13	0.640%	0.688%	1,503	42
(35) Agency Federal Farm Credit Bank	2,000,000.00	2,003,220.00	2,000,000.00	-	01/18/12	01/18/17	01/18/13	1.270%	1.270%	1,510	49
(36) Agency Federal Farm Credit Bank	1,000,000.00	1,002,050.00	1,000,000.00	-	01/30/11	01/30/17	01/30/13	1.230%	1.230%	1,522	61
(37) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,001,320.00	1,000,000.00	-	01/30/11	01/30/17	01/30/13	0.750%	0.750%	1,522	61
(38) Agency Federal Farm Credit Bank	1,000,000.00	1,001,630.00	1,000,000.00	-	02/06/12	02/06/17	02/06/13	1.070%	1.070%	1,529	68
(39) Agency Federal Natl Mtg Assn	2,000,000.00	2,027,360.00	2,000,000.00	-	02/14/12	02/14/17	02/14/14	1.250%	1.250%	1,537	441
(40) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,002,230.00	1,000,000.00	-	02/15/12	02/15/17	02/15/14	1.000%	1.000%	1,538	442

**City of Laguna Beach**  
Investment Portfolio Detail - Unaudited  
At November 30, 2012

Investment Type	Par Value	Market Value	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Next Call	Coupon Rate	Yield to Mat (a)	Days to Mat	Days to Call
(41) Agency Federal Natl Mtg Assn	1,000,000.00	1,013,470.00	1,000,000.00	-	02/21/12	02/21/17	02/21/14	1.300%	1.300%	1,544	448
(42) Agency Federal Home Loan Bank	1,000,000.00	1,000,800.00	1,000,000.00	-	11/08/12	05/08/17	02/08/13	0.740%	0.740%	1,620	70
(43) Agency Federal Home Loan Bank	1,000,000.00	1,000,050.00	999,000.00	(1,000.00)	05/30/12	05/30/17	11/30/12	1.150%	1.173%	1,642	-
(44) Agency Federal Farm Credit Bank	1,000,000.00	1,004,540.00	1,000,000.00	-	06/20/12	06/20/17	06/20/13	1.100%	1.100%	1,663	202
(45) Agency Federal Natl Mtg Assn	1,000,000.00	1,004,910.00	1,000,000.00	-	06/28/12	06/28/17	06/28/13	1.160%	1.160%	1,671	210
(46) Agency Federal Natl Mtg Assn	1,000,000.00	1,004,620.00	1,000,000.00	-	06/28/12	06/28/17	06/28/13	1.125%	1.125%	1,671	210
(47) Agency Federal Farm Credit Bank	1,000,000.00	1,004,110.00	1,000,000.00	-	07/11/12	07/10/17	07/10/13	1.040%	1.040%	1,683	222
(48) Agency Federal Farm Credit Bank	1,000,000.00	1,003,860.00	1,000,000.00	-	07/25/12	07/24/17	07/24/13	0.970%	0.970%	1,697	236
(49) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,004,690.00	1,000,000.00	-	07/24/12	07/24/17	07/24/13	1.125%	1.125%	1,697	236
(50) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,001,280.00	1,000,000.00	-	07/25/12	07/25/17	01/25/13	1.100%	1.100%	1,698	56
(51) Agency Federal Farm Credit Bank	1,000,000.00	1,000,050.00	999,000.00	(1,000.00)	09/05/12	09/05/17	12/05/12	0.990%	1.011%	1,740	5
(52) Agency Federal Farm Credit Bank	2,000,000.00	2,007,120.00	1,999,250.00	(750.00)	09/18/12	09/05/17	09/05/13	0.970%	0.980%	1,740	279
(53) Agency Federal Farm Credit Bank	1,000,000.00	1,000,220.00	1,000,000.00	-	09/13/12	09/13/17	12/13/12	1.020%	1.020%	1,748	13
(54) CD Gold Coast Bank	250,000.00	249,525.00	250,000.00	-	09/19/12	09/19/17	09/19/17	1.000%	1.000%	1,754	1,754
(55) CD World Financial Capital	245,000.00	244,630.05	245,000.00	-	09/27/12	09/21/17	09/21/17	1.050%	1.050%	1,756	1,756
(56) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,001,280.00	1,000,000.00	-	09/25/12	09/25/17	09/25/13	0.500%	0.500%	1,760	299
(57) Agency Federal Natl Mtg Assn	1,000,000.00	1,003,570.00	1,000,000.00	-	09/27/12	09/27/17	09/27/13	1.000%	1.000%	1,762	301
(58) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,003,100.00	1,000,000.00	-	09/27/12	09/27/17	03/27/14	0.700%	0.700%	1,762	482
(59) CD American Express Centurion	250,000.00	249,385.00	250,000.00	-	10/04/12	10/04/17	10/04/17	1.550%	1.550%	1,769	1,769
(60) Agency Federal Farm Credit Bank	1,000,000.00	1,000,600.00	1,000,000.00	-	10/10/12	10/10/17	01/10/13	0.900%	0.900%	1,775	41
(61) Agency Federal Natl Mtg Assn	1,000,000.00	1,003,810.00	1,000,000.00	-	10/18/12	10/18/17	10/18/13	0.870%	0.870%	1,783	322
(62) Agency Federal Natl Mtg Assn	1,000,000.00	1,002,710.00	1,000,000.00	-	10/25/12	10/25/17	10/25/13	0.900%	0.900%	1,790	329
<b>(63) Total Investments</b>	<b>56,849,503.76</b>	<b>57,103,715.41</b>	<b>56,853,683.76</b>	<b>4,180.00</b>				<b>Avg. Yield or Days</b>	<b>0.961%</b>	<b>1,120</b>	<b>293</b>
								<b>Benchmark 2-Year Treasury Rate</b>	<b>0.250%</b>		

(64) Savings, checking and change funds  
(65) Trustee-held investments  
**(66) Grand total - cash and investments**

(a) Excluding bonds with interest rates that increase in the future. The lower, more conservative coupon rate as been reported.