



# City of Laguna Beach Investment Report June 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,

---

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

**City of Laguna Beach**  
**City Treasurer Monthly Report - Unaudited**  
**For the Month of June 2013**

**Cash Activity for the Month**

Cash and investments, beginning of month	\$ 75,029,370.67
Cash receipts	3,346,960.94
Cash disbursements	<u>(5,208,634.31)</u>
<b>Cash and investments, end of month</b>	<b>\$ <u>73,167,697.30</u></b>

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

	Current Year				Prior Year
	Market Value	Cost	Pct of Total	Avg Return	Cost
<b>Long-term investments:</b>					
Federal agency securities	\$ 45,326,680.00	\$ 45,994,750.00	63%	0.93%	\$ 38,675,140.00
Medium-term corporate notes	5,145,463.80	5,133,385.00	7%	1.73%	2,000,000.00
Municipal bond					1,009,430.00
Negotiable Certificates of Deposit - FDIC insured	<u>4,989,980.31</u>	<u>4,990,000.00</u>	7%	0.72%	<u>2,500,000.00</u>
Subtotal	<u>55,462,124.11</u>	<u>56,118,135.00</u>	77%	0.99%	<u>44,184,570.00</u>
<b>Short-term investments:</b>					
State Local Agency Investment Fund	11,139,865.45	11,139,865.45	15%	0.24%	15,346,647.38
Federal agency securities	1,002,770.00	999,500.00	1%	1.05%	1,998,450.00
Municipal bond	1,001,480.00	1,009,430.00	1%	1.49%	-
Certificates of Deposit - negotiable and local banks	<u>2,753,932.50</u>	<u>2,750,000.00</u>	4%	0.65%	<u>500,000.00</u>
Subtotal	<u>15,898,047.95</u>	<u>15,898,795.45</u>	22%	0.44%	<u>17,845,097.38</u>
<b>Savings, checking and change funds</b>					
Savings accounts	37,707.62	37,707.62	0%	0.25%	35,801.88
Checking accounts	512,581.43	512,581.43	1%	Earnings	992,912.14
Petty cash/change funds	<u>3,617.75</u>	<u>3,617.75</u>	0%	Allowance	<u>3,617.75</u>
Subtotal	<u>553,906.80</u>	<u>553,906.80</u>	1%	Credit (a).	<u>1,032,331.77</u>
<b>Trustee-held investments</b>					
	<u>596,860.05</u>	<u>596,860.05</u>	1%	0.24%	<u>685,337.55</u>
<b>Grand total - cash and investments</b>	<b>\$ <u>72,510,938.91</u></b>	<b>\$ <u>73,167,697.30</u></b>	<b>100%</b>		<b>\$ <u>63,747,336.70</u></b>

(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	\$ 59,720,306.61	\$ 60,377,065.00	\$ 46,433,020.00
State Local Agency Investment Fund	11,139,865.45	11,139,865.45	15,346,647.38
Bank of New York Trustee	596,860.05	596,860.05	685,337.55
Bank of America	550,289.05	550,289.05	1,028,714.02
Citizens Business Bank	250,000.00	250,000.00	250,000.00
JP Morgan Chase Bank	250,000.00	250,000.00	0.00
Internal change funds	<u>3,617.75</u>	<u>3,617.75</u>	<u>3,617.75</u>
<b>Cash and investments total</b>	<b>\$ <u>72,510,938.91</u></b>	<b>\$ <u>73,167,697.30</u></b>	<b>\$ <u>63,747,336.70</u></b>

**City of Laguna Beach**  
**Investment Portfolio Detail - Unaudited**  
**At June 30, 2013**

	Investment Type	S&P Rating	Par Value	Market Value (a)	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Earlier of First Call or Mat	Coupon Rate	Purchase Yield (b)	Current Yield (a)	Days to Maturity	Days to Call or Mat
(1)	State Investment Pool (LAIF)	NR	11,139,865.45	11,139,865.45	11,139,865.45			Today	Today	0.24%	0.24%	0.24%	Today	Today
(2)	CD Investment in Local Banks	NR	500,000.00	500,000.00	500,000.00		Various	Various	Various	0.32%	0.32%	0.32%	201	201
(3)	California St Var Purp GO and GO Ref	A	1,000,000.00	1,001,480.00	1,009,430.00	9,430.00	10/03/11	09/01/13	09/01/13	1.50%	1.00%	1.50%	63	63
(4)	CD Bank Hapoalim BM NY	NR	250,000.00	249,997.50	250,000.00		10/23/12	10/23/13	10/23/13	0.50%	0.50%	0.50%	115	115
(5)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,002,770.00	999,500.00	(500.00)	08/30/10	10/30/13	10/30/13	1.00%	1.00%	1.00%	122	122
(6)	CD Ally Bk Midvale Utah	NR	250,000.00	250,592.50	250,000.00		01/13/12	01/13/14	01/13/14	1.00%	1.00%	1.00%	197	197
(7)	CD Barclays Bk Del	NR	250,000.00	250,592.50	250,000.00		01/13/12	01/13/14	01/13/14	1.00%	1.00%	1.00%	197	197
(8)	CD Fifth third Bank	NR	250,000.00	249,737.50	250,000.00		02/20/13	02/20/14	02/20/14	0.40%	0.40%	0.40%	235	235
(9)	CD Apple Bk	NR	250,000.00	250,752.50	250,000.00		05/23/12	05/23/14	05/23/14	0.50%	0.50%	0.50%	327	327
(10)	CD Discover Bk	NR	250,000.00	250,660.00	250,000.00		05/23/12	05/23/14	05/23/14	0.75%	0.75%	0.75%	327	327
(11)	CD Goldman Sachs Bk	NR	250,000.00	250,305.00	250,000.00		05/23/12	05/23/14	05/23/14	0.80%	0.80%	0.80%	327	327
(12)	CD Compass Bk	NR	250,000.00	250,652.50	250,000.00		06/02/12	06/02/14	06/02/14	0.80%	0.80%	0.80%	337	337
(13)	CD BMW Bank of NA	NR	250,000.00	250,642.50	250,000.00		06/22/12	06/23/14	06/23/14	0.75%	0.75%	0.75%	358	358
(14)	CD Sallie Mae Bank	NR	250,000.00	250,650.00	250,000.00		08/15/12	08/15/14	08/15/14	0.90%	0.90%	0.90%	411	411
(15)	CD Sovereign Bank	NR	250,000.00	250,045.00	250,000.00		08/29/12	08/29/14	08/29/14	0.75%	0.75%	0.75%	425	425
(16)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,019,420.00	1,000,000.00		04/29/11	10/29/14	10/29/14	1.75%	1.75%	1.72%	486	486
(17)	CD Bank of China	NR	250,000.00	249,302.50	250,000.00		05/01/13	11/03/14	11/03/14	0.35%	0.35%	0.35%	491	491
(18)	CD Synovus Bank GA	NR	249,000.00	249,615.03	249,000.00		11/30/12	11/28/14	11/28/14	0.50%	0.50%	0.50%	516	516
(19)	CD Huntington National Bk	NR	250,000.00	251,107.50	250,000.00		06/08/12	12/08/14	12/08/14	0.75%	0.75%	0.75%	526	526
(20)	CD Safra Natl Bank	NR	250,000.00	251,145.00	250,000.00		06/14/12	12/15/14	12/15/14	0.75%	0.75%	0.75%	533	533
(21)	CD GE Cap Finl Inc.	NR	250,000.00	252,410.00	250,000.00		01/06/12	01/06/15	01/06/15	1.50%	1.50%	1.49%	555	555
(22)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,002,190.00	1,000,000.00		02/13/12	02/13/15	02/13/15	0.55%	0.55%	0.55%	593	228
(23)	CD Medallion Bank UT	NR	250,000.00	248,837.50	250,000.00		04/29/13	04/29/15	04/29/15	0.35%	0.35%	0.35%	668	668
(24)	CD Privatebank & Trust	NR	250,000.00	248,830.00	250,000.00		05/09/13	05/11/15	05/11/15	0.35%	0.35%	0.35%	680	680
(25)	CD Tennessee State Bank	NR	250,000.00	248,840.00	250,000.00		05/20/13	05/20/15	05/20/15	0.30%	0.30%	0.30%	689	689
(26)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	998,650.00	1,000,000.00		12/05/12	06/05/15	12/05/13	0.42%	0.42%	0.42%	705	158
(27)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	1,004,250.00	1,000,000.00		12/30/11	06/30/15	12/30/13	1.00%	1.00%	1.00%	730	183
(28)	Corp Bank of New York Melon	A+	1,000,000.00	996,530.00	1,002,580.00	2,580.00	02/13/13	10/23/15	10/23/15	0.70%	0.60%	0.70%	845	845
(29)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,024,740.00	1,000,000.00		08/09/11	11/09/15	11/09/15	2.25%	2.25%	2.20%	862	862
(30)	CD Key Bank	NR	250,000.00	248,622.50	250,000.00		05/08/13	11/09/15	11/09/15	0.45%	0.45%	0.45%	862	862
(31)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,042,170.00	1,000,000.00		08/26/11	05/09/16	05/09/16	2.95%	2.95%	2.83%	1,044	1,044
(32)	CD Eaglebank	NR	249,000.00	249,159.36	249,000.00		11/21/12	05/20/16	05/20/16	0.65%	0.65%	0.65%	1,055	1,055
(33)	CD Georgia Bk & Tr	NR	249,000.00	249,159.36	249,000.00		11/21/12	05/20/16	05/20/16	0.50%	0.50%	0.50%	1,055	1,055
(34)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	989,850.00	1,000,000.00		05/15/13	08/15/16	11/15/13	0.50%	0.50%	0.51%	1,142	138
(35)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	991,810.00	1,000,000.00		02/25/13	08/25/16	02/25/15	0.60%	0.60%	0.62%	1,152	605
(36)	CD Heritage Bank Com	NR	249,000.00	249,009.96	249,000.00		11/27/12	08/26/16	08/26/16	0.60%	0.60%	0.60%	1,153	1,153
(37)	Agency Federal Home Loan Bank	AA+	1,000,000.00	989,210.00	1,000,000.00		10/24/12	10/24/16	04/24/13	0.60%	0.60%	0.61%	1,212	-
(38)	CD Everbank Jacksonville Fla	NR	250,000.00	250,057.50	250,000.00		10/31/12	10/31/16	10/31/16	0.90%	0.90%	0.90%	1,219	1,219
(39)	CD Abacus Federal Savings	NR	249,000.00	248,950.20	249,000.00		11/28/12	11/28/16	11/28/16	0.60%	0.60%	0.60%	1,247	1,247
(40)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	985,940.00	998,000.00	(2,000.00)	10/29/12	01/11/17	01/11/13	0.64%	0.69%	0.65%	1,291	-
(41)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,977,700.00	2,000,000.00		02/13/13	02/13/17	02/13/14	0.79%	0.79%	0.80%	1,324	228
(42)	Agency Federal Natl Mtg Assn	AA+	2,000,000.00	2,002,000.00	2,000,000.00		02/14/12	02/14/17	02/14/14	1.25%	1.25%	1.25%	1,325	229
(43)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	1,004,830.00	1,000,000.00		02/21/12	02/21/17	02/21/14	1.30%	1.30%	1.29%	1,332	236
(44)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	976,880.00	1,000,000.00		05/01/13	05/01/17	05/01/14	0.69%	0.69%	0.71%	1,401	305
(45)	CD Sterling Savings Bank	NR	250,000.00	246,770.00	250,000.00		05/03/13	05/03/17	05/03/17	0.65%	0.65%	0.66%	1,403	1,403
(46)	Agency Federal Home Loan Bank	AA+	1,000,000.00	974,200.00	1,000,000.00		11/08/12	05/08/17	02/08/13	0.74%	0.74%	0.76%	1,408	-
(47)	Corp Berkshire Hathaway Fin	AA	1,000,000.00	995,800.00	1,012,480.00	12,480.00	02/05/13	05/15/17	05/15/17	1.60%	1.30%	1.61%	1,415	1,415
(48)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	981,230.00	1,000,000.00		05/22/13	05/22/17	11/22/13	0.70%	0.70%	0.71%	1,422	145
(49)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	976,600.00	1,000,000.00		06/20/12	06/20/17	06/20/13	1.10%	1.10%	1.13%	1,451	-

**City of Laguna Beach**  
**Investment Portfolio Detail - Unaudited**  
**At June 30, 2013**

	Investment Type	S&P Rating	Par Value	Market Value (a)	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Earlier of First Call or Mat	Coupon Rate	Purchase Yield (b)	Current Yield (a)	Days to Maturity	Days to Call or Mat
(50)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	976,300.00	1,000,000.00		12/27/12	06/27/17	06/27/13	0.75%	0.75%	0.77%	1,458	-
(51)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	988,620.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.16%	1.16%	1.17%	1,459	-
(52)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	990,710.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.13%	1.13%	1.14%	1,459	-
(53)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	987,550.00	1,000,000.00		07/11/12	07/10/17	07/10/13	1.04%	1.04%	1.05%	1,471	10
(54)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	985,970.00	1,000,000.00		07/25/12	07/24/17	07/24/13	0.97%	0.97%	0.98%	1,485	24
(55)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	988,180.00	1,000,000.00		07/24/12	07/24/17	07/24/13	1.13%	1.13%	1.14%	1,485	24
(56)	Corp Pepsico Inc	A-	1,110,000.00	1,086,223.80	1,118,325.00	8,325.00	01/07/13	08/13/17	08/13/17	1.25%	1.08%	1.28%	1,505	1,505
(57)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	972,060.00	999,000.00	(1,000.00)	09/05/12	09/05/17	12/05/12	0.97%	1.01%	1.02%	1,528	-
(58)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,964,240.00	1,999,250.00	(750.00)	09/18/12	09/05/17	09/05/13	0.97%	0.98%	0.99%	1,528	67
(59)	CD Gold Coast Bank	NR	250,000.00	250,845.00	250,000.00		09/19/12	09/19/17	09/19/17	1.00%	1.00%	1.00%	1,542	1,542
(60)	CD World Financial Capital	NR	245,000.00	245,911.40	245,000.00		09/27/12	09/21/17	09/21/17	1.05%	1.05%	1.05%	1,544	1,544
(61)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	990,990.00	1,000,000.00		09/25/12	09/25/17	09/25/13	0.50%	0.50%	0.50%	1,548	87
(62)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	980,250.00	1,000,000.00		09/27/12	09/27/17	09/27/13	1.00%	1.00%	1.02%	1,550	89
(63)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	989,500.00	1,000,000.00		09/27/12	09/27/17	03/27/13	0.70%	0.70%	0.71%	1,550	-
(64)	CD American Express Centurion	NR	250,000.00	250,712.50	250,000.00		10/04/12	10/04/17	10/04/17	1.55%	1.55%	1.55%	1,557	1,557
(65)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	975,260.00	1,000,000.00		10/10/12	10/10/17	01/10/13	0.90%	0.90%	0.92%	1,563	-
(66)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	980,900.00	1,000,000.00		10/18/12	10/18/17	10/18/13	0.87%	0.87%	0.89%	1,571	110
(67)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	977,460.00	1,000,000.00		10/25/12	10/25/17	10/25/13	0.90%	0.90%	0.92%	1,578	117
(68)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	975,500.00	1,000,000.00		12/11/12	12/11/17	06/11/13	1.00%	1.00%	1.03%	1,625	-
(69)	Agency Federal Home Loan Bank	AA+	1,000,000.00	972,860.00	1,000,000.00		12/28/12	12/28/17	06/28/13	0.84%	0.84%	0.86%	1,642	-
(70)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	977,010.00	999,000.00	(1,000.00)	01/22/13	01/22/18	01/22/14	0.94%	0.96%	0.96%	1,667	206
(71)	Agency Federal Home Loan Bank	AA+	1,000,000.00	977,710.00	999,750.00	(250.00)	01/30/13	01/30/18	07/30/13	1.00%	1.01%	1.02%	1,675	30
(72)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	978,340.00	999,750.00	(250.00)	01/30/13	01/30/18	07/30/13	1.02%	1.03%	1.04%	1,675	30
(73)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	982,670.00	1,000,000.00		01/30/13	01/30/18	01/30/14	0.75%	0.75%	0.76%	1,675	214
(74)	Agency Federal Home Loan Bank	AA+	1,000,000.00	976,590.00	1,000,000.00		02/05/13	02/05/18	08/05/13	1.00%	1.00%	1.02%	1,681	36
(75)	Agency Federal Home Loan Bank	AA+	1,000,000.00	979,260.00	1,000,000.00		02/08/13	02/08/18	08/08/13	1.05%	1.05%	1.07%	1,684	39
(76)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	980,410.00	1,000,000.00		02/20/13	02/20/18	05/20/13	1.12%	1.12%	1.14%	1,696	-
(77)	Agency Federal Home Loan Bank	AA+	2,000,000.00	1,961,880.00	2,000,000.00		02/22/13	02/22/18	08/22/13	1.15%	1.15%	1.17%	1,698	53
(78)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	981,930.00	1,000,000.00		02/22/13	02/22/18	08/22/13	1.20%	1.20%	1.22%	1,698	53
(79)	Agency Federal Natl Mtg Assn Step	AA+	1,000,000.00	983,340.00	1,000,000.00		02/28/13	02/28/18	08/28/13	1.00%	1.00%	1.02%	1,704	59
(80)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	976,430.00	1,000,000.00		04/25/13	04/25/18	04/25/14	1.15%	1.15%	1.18%	1,760	299
(81)	<b>Total Investments</b>		<b>71,989,865.45</b>	<b>71,360,172.06</b>	<b>72,016,930.45</b>	<b>27,065.00</b>			<b>Weighted avgs (c)</b>	<b>0.87%</b>	<b>0.88%</b>	<b>1.07%</b>	<b>227</b>	
									<b>2-Year Treasury Rate</b>		<b>0.36%</b>			
(82)	Savings, checking and change funds			553,906.80	553,906.80									
(83)	Trustee-held investments			596,860.05	596,860.05									
(84)	<b>Grand total - cash and investments</b>			<b>72,510,938.91</b>	<b>73,167,697.30</b>									

(a) Provided by Union Bank, Institutional Custody at month end excluding LAIF and local CDs.  
(b) Provided by Bloomberg at time of purchase excluding LAIF and local CDs.  
(c) Calculated by Laura Parisi, City Treasurer.