



City of Laguna Beach

Investment Report

September 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,

A handwritten signature in blue ink that reads "Laura Parisi".

Laura Parisi, CPA, CCMT, CFIP
City Treasurer

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

Cash Activity for the Month

Cash and investments, beginning of month	\$	65,743,660.31
Cash receipts		2,011,751.78
Cash disbursements		(5,001,890.01)
Cash and investments, end of month	\$	62,753,582.08

Cash and Investment Portfolio at Month-End

	Market Value	Current Year Cost	Pct of Total	Avg Return	Prior Year Cost
Long-term investments:					
Federal agency securities	\$ 40,523,680.00	\$ 40,994,750.00	65%	0.95%	\$ 35,996,750.00
Medium-term corporate notes	5,173,222.80	5,133,385.00	8%	1.73%	2,000,000.00
Negotiable Certificates of Deposit - FDIC Insured	4,481,805.77	4,490,000.00	7%	0.71%	3,495,000.00
Subtotal	50,178,708.57	50,618,135.00	81%	1.01%	41,491,750.00
Short-term investments:					
State Local Agency Investment Fund	6,402,145.82	6,402,145.82	10%	0.26%	9,690,806.39
Federal agency securities	1,000,720.00	999,500.00	2%	1.05%	1,000,000.00
Municipal bond	-	-	0%	N.D.	1,009,430.00
Certificates of Deposit - negotiable and local banks	3,252,452.50	3,248,000.00	5%	0.68%	250,000.00
Subtotal	10,655,318.32	10,649,645.82	17%	0.46%	11,950,236.39
Savings, checking and change funds					
Savings accounts (b)	180,132.38	180,132.38	0%	0.25%	166,918.10
Checking accounts	705,190.16	705,190.16	1%	Earnings Allowance	985,347.96
Petty cash/change funds	3,617.75	3,617.75	0%	Credit (a).	3,617.75
Subtotal	888,940.29	888,940.29	1%	0.26%	1,155,883.81
Trustee-held investments	596,860.97	596,860.97	1%	0.26%	594,274.39
Grand total - cash and investments	\$ 62,319,828.15	\$ 62,753,582.08	100%		\$ 55,192,144.59

(a). The earnings allowance credit applies to funds held by Bank of America and partially offset bank fees.
 (b). Effective July 2013, funds seized by the police department and held in escrow have been included in savings accounts at the request of the city auditor. The prior year was restated so that it was consistent with the current year.

Cash and Investment Custody (statements and reconciliations are available on request)

Union Bank Institutional Custody	\$ 53,933,881.07	\$ 54,367,635.00	\$ 43,501,180.00
State Local Agency Investment Fund	6,402,145.82	6,402,145.82	9,690,806.39
Bank of New York Trustee	596,860.97	596,860.97	594,274.39
Bank of America	885,322.54	885,322.54	1,152,266.06
Citizens Business Bank	248,000.00	248,000.00	250,000.00
JP Morgan Chase Bank	250,000.00	250,000.00	0.00
Internal change funds	3,617.75	3,617.75	3,617.75
Cash and Investments total	\$ 62,319,828.15	\$ 62,753,582.08	\$ 55,192,144.59

City of Laguna Beach Investment Portfolio Detail - Unaudited At September 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	6,402,145.82	6,402,145.82	6,402,145.82			Today	Today	0.26%	0.26%	0.26%	Today	Today
(2)	CD Investment in Local Banks	NR	498,000.00	498,000.00	498,000.00		Various	Various	Various	0.32%	0.32%	0.32%	291	291
(3)	CD Bank Hapoomim BM NY	NR	250,000.00	250,000.00	250,000.00		10/23/12	10/23/13	10/23/13	0.50%	0.50%	0.50%	23	23
(4)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,000,000.00	999,500.00	(500.00)	08/30/10	10/30/13	10/30/13	1.00%	1.00%	1.00%	30	30
(5)	CD Ally BK Midvale Utah	NR	250,000.00	250,347.50	250,000.00		01/13/12	01/13/14	01/13/14	1.00%	1.00%	1.00%	105	105
(6)	CD Barclays BK Del	NR	250,000.00	250,347.50	250,000.00		01/13/12	01/13/14	01/13/14	1.00%	1.00%	1.00%	105	105
(7)	CD Fifth third Bank	NR	250,000.00	249,890.00	250,000.00		02/20/13	02/20/14	02/20/14	0.40%	0.40%	0.40%	143	143
(8)	CD Apple BK	NR	250,000.00	250,697.50	250,000.00		05/23/12	05/23/14	05/23/14	0.50%	0.50%	0.50%	235	235
(9)	CD Discover BK	NR	250,000.00	250,632.50	250,000.00		05/23/12	05/23/14	05/23/14	0.75%	0.75%	0.75%	235	235
(10)	CD Goldman Sachs BK	NR	250,000.00	250,375.00	250,000.00		05/23/12	05/23/14	05/23/14	0.80%	0.80%	0.80%	235	235
(11)	CD Compass BK	NR	250,000.00	250,642.50	250,000.00		06/02/12	06/02/14	06/02/14	0.80%	0.80%	0.80%	245	245
(12)	CD BMW Bank of NA	NR	250,000.00	250,662.50	250,000.00		06/22/12	06/23/14	06/23/14	0.75%	0.75%	0.75%	266	266
(13)	CD Seillie Mae Bank	NR	250,000.00	250,672.50	250,000.00		08/15/12	08/15/14	08/15/14	0.90%	0.90%	0.90%	319	319
(14)	CD Sovereign Bank	NR	250,000.00	250,185.00	250,000.00		08/29/12	08/29/14	08/29/14	0.75%	0.75%	0.75%	333	333
(15)	Agency Federal Home Loan Bank	AA+	1,000,000.00	1,016,780.00	1,000,000.00		04/29/11	10/29/14	10/29/14	1.75%	1.75%	1.72%	394	394
(16)	CD Bank of China New York City	NR	250,000.00	249,572.50	250,000.00		05/01/13	11/03/14	11/03/14	0.35%	0.35%	0.35%	399	399
(17)	CD Synovus Bank GA	NR	249,000.00	249,652.38	249,000.00		11/30/12	11/28/14	11/28/14	0.50%	0.50%	0.50%	424	424
(18)	CD Huntington National BK	NR	250,000.00	251,065.00	250,000.00		06/08/12	12/08/14	12/08/14	0.75%	0.75%	0.75%	434	434
(19)	CD Safra Natl Bank	NR	250,000.00	251,102.50	250,000.00		06/14/12	12/15/14	12/15/14	0.75%	0.75%	0.75%	441	441
(20)	CD GE Cap Finl Inc.	NR	250,000.00	252,250.00	250,000.00		01/06/12	01/06/15	01/06/15	1.50%	1.50%	1.49%	463	463
(21)	CD Medallion Bank UT	NR	250,000.00	249,137.50	250,000.00		04/29/13	04/29/15	04/29/15	0.35%	0.35%	0.35%	576	576
(22)	CD Privatebank & Trust	NR	250,000.00	249,105.00	250,000.00		05/09/13	05/11/15	05/11/15	0.35%	0.35%	0.35%	588	588
(23)	CD Tennessee State Bank	NR	250,000.00	249,092.50	250,000.00		05/20/13	05/20/15	05/20/15	0.30%	0.30%	0.30%	597	597
(24)	Corp Bank of New York Melon	A+	1,000,000.00	998,890.00	1,002,580.00	2,680.00	02/13/13	10/23/15	10/23/15	0.70%	0.60%	0.70%	753	753
(25)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,026,650.00	1,000,000.00		08/09/11	11/09/15	11/09/15	2.25%	2.25%	2.19%	770	770
(26)	CD Key Bank	NR	250,000.00	248,785.00	250,000.00		05/08/13	11/09/15	11/09/15	0.45%	0.45%	0.45%	770	770
(27)	Corp General Electric Capital Corp	AA+	1,000,000.00	1,045,350.00	1,000,000.00		08/26/11	05/09/16	05/09/16	2.95%	2.95%	2.82%	952	952
(28)	CD Eaglebank	NR	249,000.00	249,253.98	249,000.00		11/21/12	05/20/16	05/20/16	0.65%	0.65%	0.65%	963	963
(29)	CD Georgia BK & Tr	NR	249,000.00	249,253.98	249,000.00		11/21/12	05/20/16	05/20/16	0.50%	0.50%	0.50%	963	963
(30)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	993,510.00	1,000,000.00		05/15/13	08/15/16	11/15/13	0.50%	0.50%	0.50%	1,050	46
(31)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	995,470.00	1,000,000.00		02/25/13	08/25/16	02/25/15	0.60%	0.60%	0.60%	1,060	513
(32)	CD Heritage Bank Com	NR	249,000.00	249,204.18	249,000.00		11/27/12	08/26/16	08/26/16	0.60%	0.60%	0.60%	1,061	1,061
(33)	Agency Federal Home Loan Bank	AA+	1,000,000.00	993,720.00	1,000,000.00		10/24/12	10/24/16	04/24/13	0.60%	0.60%	0.60%	1,120	-
(34)	CD Everbank Jacksonville Fla	NR	250,000.00	250,195.00	250,000.00		10/31/12	10/31/16	10/31/16	0.90%	0.90%	0.90%	1,127	1,127
(35)	CD Abacus Federal Savings	NR	249,000.00	242,750.10	249,000.00		11/28/12	11/28/16	11/28/16	0.60%	0.60%	0.62%	1,155	1,155
(36)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	991,860.00	998,000.00	(2,000.00)	10/29/12	01/11/17	01/11/13	0.64%	0.69%	0.65%	1,199	-
(37)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,989,120.00	2,000,000.00		02/13/13	02/13/17	02/13/14	0.79%	0.79%	0.79%	1,232	136
(38)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	984,300.00	1,000,000.00		05/01/13	05/01/14	05/01/14	0.69%	0.69%	0.70%	1,309	213
(39)	CD Sterling Savings Bank	NR	250,000.00	246,702.50	250,000.00		05/03/13	05/03/17	05/03/17	0.65%	0.65%	0.66%	1,311	1,311
(40)	Agency Federal Home Loan Bank	AA+	1,000,000.00	981,290.00	1,000,000.00		11/08/12	05/08/17	02/08/13	0.74%	0.74%	0.75%	1,316	-
(41)	Corp Berkshire Hathaway Fin	AA	1,000,000.00	1,008,450.00	1,012,480.00	12,480.00	02/05/13	05/15/17	05/15/17	1.60%	1.30%	1.59%	1,323	1,323
(42)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	979,370.00	1,000,000.00		05/22/13	11/22/13	11/22/13	0.70%	0.70%	0.71%	1,330	53
(43)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	994,330.00	1,000,000.00		06/20/12	06/20/17	06/20/13	1.10%	1.10%	1.11%	1,359	-
(44)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	983,800.00	1,000,000.00		12/27/12	12/27/13	12/27/13	0.75%	0.75%	0.76%	1,366	88
(45)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	995,380.00	1,000,000.00		06/28/12	06/28/17	12/28/13	1.16%	1.16%	1.17%	1,367	89
(46)	Agency Federal Natl Mtg Assn	AA+	1,000,000.00	990,630.00	1,000,000.00		06/28/12	06/28/17	12/28/13	1.13%	1.13%	1.14%	1,367	89
(47)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	994,120.00	1,000,000.00		07/11/12	07/10/17	07/10/13	1.04%	1.04%	1.05%	1,379	-
(48)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	992,410.00	1,000,000.00		07/25/12	07/24/17	07/24/13	0.97%	0.97%	0.98%	1,393	-
(49)	Agency Federal Home Ln Mtg Corp	AA+	1,000,000.00	994,190.00	1,000,000.00		07/24/12	07/24/17	10/24/13	1.13%	1.13%	1.13%	1,393	24

City of Laguna Beach
Investment Portfolio Detail - Unaudited
At September 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)	Corp Pepsico Inc	A-	1,110,000.00	1,093,882.80	1,118,325.00	8,325.00	01/07/13	08/13/17	08/13/17	1.25%	1.08%	1.27%	1413	1413
(51)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	978,800.00	999,000.00	(1,000.00)	09/05/12	09/05/17	12/05/12	0.97%	1.01%	1.01%	1436	-
(52)	Agency Federal Farm Credit Bank	AA+	2,000,000.00	1,976,040.00	1,999,250.00	(750.00)	09/18/12	09/05/17	09/05/13	0.97%	0.98%	0.98%	1436	-
(53)	CD Gold Coast Bank	NR	250,000.00	250,117.50	250,000.00		09/19/12	09/19/17	09/19/17	1.00%	1.00%	1.00%	1450	1450
(54)	CD World Financial Capital	NR	245,000.00	245,188.65	245,000.00		09/27/12	09/21/17	09/21/17	1.05%	1.05%	1.05%	1452	1452
(55)	Agency Federal Natl Mfg Assn Step	AA+	1,000,000.00	997,870.00	1,000,000.00		09/25/12	09/25/17	09/25/14	0.75%	0.75%	0.75%	1456	360
(56)	Agency Federal Natl Mfg Assn	AA+	1,000,000.00	985,870.00	1,000,000.00		09/27/12	09/27/17	12/27/13	1.00%	1.00%	1.01%	1458	88
(57)	Agency Federal Natl Mfg Assn Step	AA+	1,000,000.00	995,750.00	1,000,000.00		09/27/12	09/27/17	12/27/13	0.70%	0.70%	0.71%	1458	88
(58)	CD American Express Centurion	NR	250,000.00	249,377.50	250,000.00		10/04/12	10/04/17	10/04/17	1.55%	1.55%	1.55%	1465	1465
(59)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	973,500.00	1,000,000.00		10/10/12	10/10/17	01/10/13	0.90%	0.90%	0.92%	1471	-
(60)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	986,320.00	1,000,000.00		10/18/12	10/18/17	10/18/13	0.87%	0.87%	0.88%	1479	18
(61)	Agency Federal Natl Mfg Assn	AA+	1,000,000.00	983,050.00	1,000,000.00		10/25/12	10/25/17	10/25/13	0.90%	0.90%	0.92%	1486	25
(62)	Agency Federal Home Ln Mfg Corp	AA+	1,000,000.00	980,630.00	1,000,000.00		12/11/12	12/11/17	12/11/13	1.00%	1.00%	1.02%	1533	72
(63)	Agency Federal Home Loan Bank	AA+	1,000,000.00	978,090.00	1,000,000.00		12/28/12	12/28/17	06/28/13	0.84%	0.84%	0.86%	1550	-
(64)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	982,980.00	999,000.00	(1,000.00)	01/22/13	01/22/18	01/22/14	0.94%	0.96%	0.96%	1575	114
(65)	Agency Federal Home Loan Bank	AA+	1,000,000.00	982,550.00	999,750.00	(250.00)	01/30/13	01/30/18	10/30/13	1.00%	1.01%	1.02%	1583	30
(66)	Agency Federal Natl Mfg Assn	AA+	1,000,000.00	983,280.00	999,750.00	(250.00)	01/30/13	01/30/18	10/30/13	1.02%	1.03%	1.04%	1583	30
(67)	Agency Federal Natl Mfg Assn Step	AA+	1,000,000.00	988,260.00	1,000,000.00		01/30/13	01/30/18	01/30/14	0.75%	0.75%	0.76%	1583	122
(68)	Agency Federal Home Loan Bank	AA+	1,000,000.00	981,270.00	1,000,000.00		02/05/13	02/05/18	08/05/13	1.00%	1.00%	1.02%	1589	-
(69)	Agency Federal Home Loan Bank	AA+	1,000,000.00	983,820.00	1,000,000.00		02/08/13	02/08/18	08/08/13	1.05%	1.07%	1.07%	1592	-
(70)	Agency Federal Farm Credit Bank	AA+	1,000,000.00	986,250.00	1,000,000.00		02/20/13	02/20/18	05/20/13	1.12%	1.12%	1.14%	1604	-
(71)	Agency Federal Home Loan Bank	AA+	2,000,000.00	1,970,700.00	2,000,000.00		02/22/13	02/22/18	11/22/13	1.15%	1.15%	1.17%	1606	53
(72)	Agency Federal Natl Mfg Assn	AA+	1,000,000.00	986,420.00	1,000,000.00		02/22/13	02/22/18	08/22/13	1.20%	1.20%	1.22%	1606	-
(73)	Agency Federal Natl Mfg Assn Step	AA+	1,000,000.00	988,590.00	1,000,000.00		02/28/13	02/28/18	08/28/13	1.00%	1.00%	1.01%	1612	-
(74)	Agency Federal Home Ln Mfg Corp	AA+	1,000,000.00	981,010.00	1,000,000.00		04/25/13	04/25/18	04/25/14	1.15%	1.15%	1.17%	1668	207
(75)	Agency Federal Home Loan Bank Step	AA+	1,000,000.00	1,002,350.00	1,000,000.00		09/27/13	09/27/18	09/27/14	1.50%	1.50%	1.50%	1832	362
(76)	Total Investments		61,250,145.82	60,834,026.89	61,267,780.82	17,635.00					0.91%	0.92%	1.112	219
(77)	Savings, checking and change funds			888,940.29	888,940.29									
(78)	Trustee-held investments			596,860.97	596,860.97									
(79)	Grand total - cash and investments			\$ 62,319,828.15	\$ 62,753,582.08									

(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.