



City of Woodland

REPORT TO MAYOR AND CITY COUNCIL

AGENDA ITEM

TO: THE HONORABLE MAYOR
AND CITY COUNCIL

DATE: November 18, 2008

SUBJECT: Treasurer's Investment Report
Quarter Ending September 30, 2008

Report in Brief

The City's securities are held in custodial care by U.S. Bank N.A., Custody Treasury Division, located in Minneapolis, MN and administered by its Sacramento office. U.S. Bank N.A. provides monthly statements to the City of Woodland. The source of valuations for the securities is marked to market by U.S. Bank N.A.

Based on current budget projections, the City's cash liquidity is sufficient to cover the expenditures anticipated for the next six months and the monthly cash flow and maturity of the investments are scheduled to meet the expected cash disbursements.

The average yield on the Local Agency Investment Fund (LAIF) balances for the quarter ending September 2008 was 2.78%. The average monthly yield on the City of Woodland's investments for June 2008 was 4.22%. This higher yield was attained through prudent financial planning enabling the City to lock in very safe investments to higher yields than are currently available on the open market.

The prudent investment policies of the City of Woodland have insulated its investments well in the face of such turbulent and uncertain economic times. In determining placements of investments, safety is the number one priority which is followed by liquidity and finally yield on investments.

The City of Woodland does not have any holdings in the riskier Corporate notes which have historically yielded only slightly higher yields as compared to our Agency Investments which have the implicit backing of the Federal Government. Unlike many other government agencies that have had to write off significant portions of their investments in Corporate notes, the City of Woodland has not had to write off any investments.

Attached are the monthly reports along with the corresponding investment activity charts. The charts include the investment interest rates as they have matured and current rates for new investments. All activities comply with the existing Investment Policy approved by City Council. Additionally, a report entitled "Cash with Fiscal Agent" is included which lists the most recent information available regarding investments for the assessment districts/bond reserve fund dollars. The source of this information is monthly reports from the various district/bond Trustees.

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Attachments

**CITY OF WOODLAND
INVESTMENT REPORT**

September-08

SUMMARY OF INVESTMENTS

TYPE OF INVESTMENT	AMOUNT	TOTAL
Local Agency Investment Fund (LAIF)	13,850,480.45	24.0%
TRANS bond proceeds	15,620,940.74	27.1%
FHLB Bonds	19,000,000.00	32.9%
Certificate of Deposits	199,000.00	0.3%
FFCP Bonds	7,000,000.00	12.1%
FNMA	2,000,000.00	3.5%
TOTAL	57,670,421.19	100.0%

PORTFOLIO

	<i>Interest</i>	<i>Amount</i>
LAIF		13,850,480.45
TRANS bond proceeds		15,620,940.74
SUBTOTAL		29,471,421.19

	<i>Maturity Date</i>	<i>Interest</i>	<i>Call Date</i>	<i>PAR Amount</i>	<i>Purchase Price</i>	<i>Current Market Value</i>
Federal Home Loan Bond	4/13/2009	3.32	4/13/2008	500,000	500,000	501,562.50
Federal Home Loan Bond	8/7/2009	5.00	8/8/2007	1,500,000	1,500,000	1,530,000.00
Federal Home Loan Bond	11/19/2010	4.75	On & After 11/19/08	2,000,000	2,000,000	2,011,875.00
Federal Home Loan Bond	11/19/2010	4.63	One Time Call 11/19/08	1,000,000	1,000,000	1,005,625.00
Federal Home Loan Bond	11/20/2012	4.85	On & After 11/20/09	4,000,000	4,000,000	4,058,750.00
Federal Home Loan Bond	12/17/2012	4.50	12/17/2008	2,000,000	2,000,000	2,009,375.00
Federal Home Loan Bond	12/21/2012	4.60	12/21/2009	2,000,000	2,000,000	2,018,125.00
Federal Home Loan Bond	7/2/2011	3.55	N/A	2,000,000	2,000,000	1,990,625.00
Federal Home Loan Bond	4/2/2013	4.00	N/A	2,000,000	2,000,000	1,946,875.00
Federal Home Loan Bond	6/11/2012	4.00	N/A	2,000,000	2,000,000	1,983,750.00
			TOTAL FHLB	19,000,000		19,056,562.50
Federal Natl Mtg Assn	11/21/2008	Variable	N/A	1,000,000	1,000,000	1,007,500.00
Federal Natl Mtg Assn	11/16/2009	4.00	5/26/2008	1,000,000	997,301	1,011,875.00
				2,000,000		2,019,375.00
Federal Farm Credit	11/21/2011	4.35	Bullet	1,000,000	1,000,000	1,017,187.50
Federal Farm Credit	12/7/2012	4.49	12/7/2009	1,000,000	1,000,000	1,000,312.50
Federal Farm Credit	2/7/2013	3.40		5,000,000	5,002,361	4,870,312.50
				7,000,000		6,887,812.50
NCD-Peachtree Natl Bank	2/13/2009	3.70	N/a	100,000	100,000	100,540.80
NCD-Provident Bank	5/28/2009	4.25	N/a	99,000	99,000	100,226.28
			TOTAL CD	199,000		200,767.08
Total Investments				28,199,000.00		28,164,517.08
Total of LAIF Funds & Investments Detail				57,670,421.19		
Check Total (Should be zero)						

CITY OF WOODLAND
INVESTMENT REPORT

CASH ACCOUNTS as of 9/30/2008

Bank Accounts with U.S. Bank	\$2,548,127.48
Petty Cash	\$2,990.00
Cash with Fiscal Agent	\$8,375,059.07

INTEREST SUMMARY

Interest Received during Quarter	\$62,445.82
Interest Received for Quarter - LAIF	\$251,658.80
Interest Received for Quarter - TRANS Bond Pr	\$87,737.62
Total Interest Received in Quarter	<u>\$401,842.24</u>
Interest - Prior Quarters Interest Received	<u>\$0.00</u>
Total Fiscal Year-to-Date Interest Received	<u>\$401,842.24</u>

The interest received does not always represent the interest earned. LAIF records interest on a quarterly basis but does not report it until the 15th of the month following the end of the quarter. The interest received on Treasury Notes is received every six months either on the 15th or the last day of the month. Bond interest is posted every six months to the date of settlement.

**CITY OF WOODLAND
ACTIVITY REPORT**

DATE	DESCRIPTION	DEBIT	CREDIT	DEBITS
LAIF TREASURER				
06/30/08	BEGINNING BALANCE			30,398,821.65
07/02/08	Deposited in LAIF	1,000,000.00		31,398,821.65
07/03/08	Withdrew fr LAIF		200,000.00	31,198,821.65
07/07/08	Deposited in LAIF	800,000.00		31,998,821.65
07/14/08	Withdrew fr LAIF		1,000,000.00	30,998,821.65
07/15/08	Quarterly Interest Income	251,658.80		31,250,480.45
07/21/08	Deposited in LAIF	1,300,000.00		32,550,480.45
07/23/08	Deposited in LAIF	200,000.00		32,750,480.45
07/28/08	Withdrew fr LAIF		3,500,000.00	29,250,480.45
07/31/08	Withdrew fr LAIF		1,400,000.00	27,850,480.45
08/01/08	Withdrew fr LAIF		300,000.00	27,550,480.45
08/06/08	Withdrew fr LAIF		300,000.00	27,250,480.45
08/08/08	Withdrew fr LAIF		3,000,000.00	24,250,480.45
08/12/08	Deposited in LAIF	1,400,000.00		25,650,480.45
08/15/08	Withdrew fr LAIF		1,000,000.00	24,650,480.45
08/18/08	Withdrew fr LAIF		1,000,000.00	23,650,480.45
08/21/08	Deposited in LAIF	1,400,000.00		25,050,480.45
08/22/08	Withdrew fr LAIF		1,200,000.00	23,850,480.45
08/25/08	Withdrew fr LAIF		300,000.00	23,550,480.45
08/26/08	Withdrew fr LAIF		1,000,000.00	22,550,480.45
08/29/08	Withdrew fr LAIF		4,600,000.00	17,950,480.45
09/02/08	Withdrew fr LAIF		1,300,000.00	16,650,480.45
09/03/08	Withdrew fr LAIF		200,000.00	16,450,480.45
09/05/08	Withdrew fr LAIF		500,000.00	15,950,480.45
09/08/08	Withdrew fr LAIF		300,000.00	15,650,480.45
09/12/08	Withdrew fr LAIF		200,000.00	15,450,480.45
09/17/08	Deposited in LAIF	500,000.00		15,950,480.45
09/23/08	Deposited in LAIF	400,000.00		16,350,480.45
09/25/08	Withdrew fr LAIF		200,000.00	16,150,480.45
09/26/08	Withdrew fr LAIF		2,000,000.00	14,150,480.45
09/30/08	Withdrew fr LAIF		300,000.00	13,850,480.45

TRANS bond proceeds in Guaranteed Investment Contract

07/01/08	TRANS bond proceeds	15,533,203.12		15,533,203.12
09/30/08	Quarterly Interest Earnings	87,737.62		15,620,940.74

Bonds and Other Investments

06/30/08	BEGINNING BALANCE			29,199,000.00
07/03/08	FHLB Called ID# 3133XLMD2		1,000,000.00	28,199,000.00
09/30/08	Quarter End Balance			28,199,000.00

END OF QUARTER TOTAL DEBITS

Check Total (Should be Zero)

57,670,421.19

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Transactions w/LAIF	30
Purchase of New Bonds or Investments	1
Bonds Called	1
Purchase of New CD	0
CD Matured	0
Bonds Sold	0
Bonds Matured	0

<u>East-Main Assessment District</u>	Current Balance		Current Balance	Int Earned
Series 2001 RDM FD issue				Current Month
Reserve Account	\$950,476.37		\$950,476.37	Cash Mgmt-1st Am Treasury 1,153.92
Refunding Bonds	\$0.00		\$0.00	Cash Mgmt-1st Am Treasury 0.00
1992 Wastewater				
reserve fund	\$920,044.35	\$920,025.00	AIG-Notes, Mortgages, etc \$19.35	Cash Management-Fidelity 19.31
installment pmt fund	\$25.95		\$25.95	Cash Management-Fidelity 25.36
CFD - Gibson Ranch				
94-1				
reserve acct	\$177,282.90		\$177,282.90	Cash Mgmt-1st Am Treasury 215.23
Spc tax debt svc	\$0.00		\$0.00	Cash Mgmt-1st Am Treasury 0.00
Series 2001 Acct	\$444.11		\$444.11	Cash Mgmt-1st Am Treasury 0.54
2004 Refunding spc tax	\$50.18		\$50.18	Cash Mgmt-1st Am Treasury 50.15
2004 refund spc tax rsv	\$1,106,496.17		\$1,106,496.17	Cash Mgmt-1st Am Treasury 1,343.33
2004 Subordinate (Incl Reserve)	\$227,602.21		\$227,602.21	Cash Mgmt-1st Am Treasury 278.82
Spring Lake 2004				
Special Tax Fund	\$0.24		\$0.24	Cash Mgmt-1st Am Treasury 0.12
Bond Reserve	\$2,416,285.04		\$2,416,285.04	Cash Mgmt-1st Am Prime Obligation 2,960.01
Revenue Anticipation Notes				
Cap Projects/Revenue Bonds				
reserve acct.	\$757,325.59	\$0.00	Cash Mgmt-1st Am Treasury \$757,325.59	FSA Capital Mgmt Svcs LLC Cash Mgmt-1st Am Prime Obligation 2.72
revenue fund	\$232.23		\$232.23	Obligation 231.24
Cap Projects/Revenue Bonds 2005				
	\$0.00	\$0.00	Cash Mgmt-1st Am Treasury	0.00
reserve acct.	\$198.47		\$198.47	Cash Mgmt-1st Am Treasury FSA Capital Mgmt Svcs LLC 197.64
Interest acct	\$0.00		\$0.00	Cash Mgmt-1st Am Prime Obligation
revenue acct.				
Cap Projects/Revenue Bonds 2007				
reserve acct.	\$1,064,994.94	\$1,064,994.94	Cash Mgmt-1st Am Treasury	FSA Capital Mgmt Svcs LLC 1,292.95
revenue acct.	\$89.77		\$89.77	Obligation 88.38
Bond Anticipation Notes				
2007 RDA TABS				
Tax Revenue Fund	\$97.30		\$97.30	Cash Mgmt - 1st Am Treasury Oblig 0.12
Interest Account	\$0.22		\$0.22	Cash Mgmt - 1st Am Treasury Oblig 0.00
Principal Account	\$122.77		\$122.77	Cash Mgmt - 1st Am Treasury Oblig 0.15
reserve account - 2007 A	\$496,703.56		\$496,703.56	Cash Mgmt - 1st Am Treasury Oblig 603.02
reserve account - 2007 B	\$114,017.13		\$114,017.13	Cash Mgmt - 1st Am Treasury Oblig 138.42
Certificate of Deposit/(Fund 582)	<u>\$30,000.00</u>	<u>\$30,000.00</u>	River City Bank	
CDBG Account				
Savings Account	\$111,940.89	\$111,940.89	Bank of America - Quarterly Bank Statement	0.00
Checking account	<u>\$628.68</u>	<u>\$628.68</u>	Bank of America - Monthly Bank Statement	
TOTAL				
	<u>\$8,375,059.07</u>			
Check Summary Total (Should be zero)	\$0.00			

CITY OF WOODLAND
CITY TREASURER
GOVERNMENT-BACKED AGENCIES
MATURITIES BY DATE 9/30/2008

Nov-08					
11/21/2008 Bond	FNMA Bond @4.5%		1,000,000.00		5.02YTM
	TOTAL		1,000,000.00		
Feb-09					
2/13/2009 Neg CD	Neg CD @ 3.7%		100,000.00		3.698YTM
	TOTAL		100,000.00		
Apr-09					
4/13/2009 Bond	FHLB Bond @ 3.32%		500,000.00		3.304YTM
	TOTAL		500,000.00		
May-09					
5/28/2009 Neg CD	Neg CD @ 4.25%		99,000.00		4.25YTM
	TOTAL		99,000.00		
Aug-09					
8/8/2009 Bond	FHLB Bond @5.0%		1,500,000.00		5.0YTM
	TOTAL		1,500,000.00		
Nov-09					
11/17/2009 FNMA	FNMA @ 4.00D		1,000,000.00		4.186YTM
	TOTAL		1,000,000.00		
Nov-10					
11/19/2010 FHLB	FHLB @ 4.75%		2,000,000.00		4.75 YTM
11/19/2010 FHLB	FHLB @4.625 %		1,000,000.00		4.625 YTM
	TOTAL		3,000,000.00		
Jul-11					
7/28/2011 FHLB	FHLB @ 3.55%		2,000,000.00		3.55 YTM
	TOTAL		2,000,000.00		
Nov-11					
11/21/2011 FFCB	FFCB @ 4.35%		1,000,000.00		4.35 YTM
	TOTAL		1,000,000.00		
Jun-12					
6/11/2012 FHLB	FHLB @4.00 %		2,000,000.00		4.00 YTM
	TOTAL		2,000,000.00		
Nov-12					
11/20/2012 FHLB	FHLB @ 4.85%		4,000,000.00		4.85 YTM
	TOTAL		4,000,000.00		
Dec-12					
12/7/2012 FFCB	FFCB @ 4.49%		1,000,000.00		4.49 YTM
12/17/2012 FHLB	FHLB @ 4.50%		2,000,000.00		4.50 YTM
12/21/2012 FHLB	FHLB @ 4.60%		2,000,000.00		4.60 YTM
	TOTAL		5,000,000.00		
Feb-13					
2/7/2013 FFCB	FFCB @ 3.40%		5,000,000.00		3.40 YTM
	TOTAL		5,000,000.00		
Apr-13					
4/2/2013 FHLB	FHLB @ 4.00%		2,000,000.00		4.00 YTM
	TOTAL		2,000,000.00		

All Investments Total **28,199,000.00**

Check Difference(Should be zero)