



City of Woodland

REPORT TO MAYOR AND CITY COUNCIL

AGENDA ITEM

TO: THE HONORABLE MAYOR
AND CITY COUNCIL

DATE: February 17, 2009

SUBJECT: Treasurer's Investment Report
Quarter Ending December 31, 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 December 2008 was 2.54%. The average yield on the City of Woodland's investments as of December 31, 2008 was 4.03%. 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**

December-08

SUMMARY OF INVESTMENTS

TYPE OF INVESTMENT	AMOUNT	TOTAL
Local Agency Investment Fund (LAIF)	24,917,314.66	39.7%
TRANS bond proceeds	15,620,940.74	24.9%
FHLB Bonds	14,000,000.00	22.3%
Certificate of Deposits	199,000.00	0.3%
FFCP Bonds	7,000,000.00	11.2%
FNMA	1,000,000.00	1.6%
TOTAL	62,737,255.40	100.0%

PORTFOLIO

	<i>Interest</i>	<i>Amount</i>
LAIF		24,917,314.66
TRANS bond proceeds		15,620,940.74
SUBTOTAL		40,538,255.40

	<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	N/A	500,000	500,000	504,375.00
Federal Home Loan Bond	8/7/2009	5.00	N/A	1,500,000	1,500,000	1,534,218.75
Federal Home Loan Bond	11/20/2012	4.85	On & After 11/20/09	4,000,000	4,000,000	4,072,500.00
Federal Home Loan Bond	12/21/2012	4.60	12/21/2009	2,000,000	2,000,000	2,033,750.00
Federal Home Loan Bond	7/2/2011	3.55	N/A	2,000,000	2,000,000	2,006,250.00
Federal Home Loan Bond	4/2/2013	4.00	N/A	2,000,000	2,000,000	1,999,375.00
Federal Home Loan Bond	6/11/2012	4.00	N/A	2,000,000	2,000,000	2,013,750.00
			TOTAL FHLB	14,000,000		14,164,218.75
Federal Natl Mtg Assn	11/16/2009	4.00	N/A	1,000,000	997,301	1,018,750.00
				1,000,000		1,018,750.00
Federal Farm Credit	11/21/2011	4.35	N/A	1,000,000	1,000,000	1,037,500.00
Federal Farm Credit	12/7/2012	4.49	12/7/2009	1,000,000	1,000,000	1,012,187.50
Federal Farm Credit	2/7/2013	3.40	N/A	5,000,000	5,002,361	5,003,125.00
				7,000,000		7,052,812.50
NCD-Peachtree Natl Bank	2/13/2009	3.70	N/A	100,000	100,000	100,459.99
NCD-Provident Bank	5/28/2009	4.25	N/A	99,000	99,000	99,904.31
			TOTAL CD	199,000		200,364.30
Total Investments				22,199,000.00		22,436,145.55
Total of LAIF Funds & Investments Detail				62,737,255.40		
Check Total (Should be zero)						

CITY OF WOODLAND
INVESTMENT REPORT

CASH ACCOUNTS as of 12/31/08

Bank Accounts with U.S. Bank	\$1,257,390.46
Petty Cash	\$2,990.00
Cash with Fiscal Agent	\$8,292,529.43

INTEREST SUMMARY

Interest Received during Quarter	\$438,951.77
Interest Received for Quarter - LAIF	\$166,834.21
Interest Received for Quarter - TRANS Bond F	
Total Interest Received	<u>\$605,785.98</u>
Interest - Prior Quarters Interest Received	\$439,164.25
Total Fiscal Year-to-Date Interest Received	<u>\$1,044,950.23</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			
09/30/08	BEGINNING BALANCE			13,850,480.45
10/01/08	Withdrew fr LAIF		400,000.00	13,450,480.45
10/03/08	Withdrew fr LAIF		500,000.00	12,950,480.45
10/06/08	Deposited in LAIF	500,000.00		13,450,480.45
10/08/08	Deposited in LAIF	200,000.00		13,650,480.45
10/10/08	Withdrew fr LAIF		600,000.00	13,050,480.45
10/14/08	Deposited in LAIF	300,000.00		13,350,480.45
10/15/08	Deposited in LAIF	300,000.00		13,650,480.45
10/15/08	Quarterly Int	166,834.21		13,817,314.66
10/16/08	Deposited in LAIF	1,600,000.00		15,417,314.66
10/17/08	Withdrew fr LAIF		1,300,000.00	14,117,314.66
10/24/08	Withdrew fr LAIF		700,000.00	13,417,314.66
10/31/08	Withdrew fr LAIF		1,500,000.00	11,917,314.66
11/03/08	Withdrew fr LAIF		300,000.00	11,617,314.66
11/04/08	Withdrew fr LAIF		500,000.00	11,117,314.66
11/07/08	Withdrew fr LAIF		800,000.00	10,317,314.66
11/12/08	Deposited in LAIF	800,000.00		11,117,314.66
11/19/08	Deposited in LAIF	1,000,000.00		12,117,314.66
11/20/08	Deposited in LAIF	10,250,000.00		22,367,314.66
11/21/08	Withdrew fr LAIF		300,000.00	22,067,314.66
11/24/08	Deposited in LAIF	2,850,000.00		24,917,314.66
11/26/08	Withdrew fr LAIF		700,000.00	24,217,314.66
12/01/08	Withdrew fr LAIF		300,000.00	23,917,314.66
12/03/08	Deposited in LAIF	200,000.00		24,117,314.66
12/08/08	Withdrew fr LAIF		1,000,000.00	23,117,314.66
12/08/08	Withdrew fr LAIF		300,000.00	22,817,314.66
12/11/08	Deposited in LAIF	400,000.00		23,217,314.66
12/12/08	Withdrew fr LAIF		300,000.00	22,917,314.66
12/16/08	Deposited in LAIF	900,000.00		23,817,314.66
12/17/08	Deposited in LAIF	300,000.00		24,117,314.66
12/18/08	Deposited in LAIF	2,100,000.00		26,217,314.66
12/19/08	Withdrew fr LAIF		500,000.00	25,717,314.66
12/22/08	Withdrew fr LAIF		500,000.00	25,217,314.66
12/29/08	Deposited in LAIF	1,000,000.00		26,217,314.66
12/22/08	Withdrew fr LAIF		1,300,000.00	24,917,314.66

TRANS bond proceeds in Guaranteed Investment Contract

15,620,940.74

Bonds and Other Investments

11/01/08	BEGINNING BALANCE			24,199,000.00
11/19/08	Called FHLB 3133SNM97		2,000,000.00	22,199,000.00
12/31/08	Month End Balance			22,199,000.00

END OF QUARTER TOTAL DEBITS

62,737,255.40

Check Total (Should be Zero)

Transactions w/LAIF	34
Purchase of New Bonds	0
Bonds Called	1
Purchase of New CD	0
CD Matured	0
Bonds Sold	0
Bonds Matured	0

<u>East-Main Assessment District</u>						Int Earned
Series 2001 RDM FD issue		Current Balance		Current Balance		Current Month
Reserve Account		\$951,330.06		\$951,330.06	Cash Mgmt-1st Am Treasury	11.68
Refunding Bonds		\$0.00		\$0.00	Cash Mgmt-1st Am Treasury	0.00
1992 Wastewater						
reserve fund		\$920,045.49	\$920,025.00	\$20.49	Cash Management-Fidelity	0.00
installment pmt fund		\$28.25		\$28.25	Cash Management-Fidelity	0.00
CFD - Gibson Ranch						
94-1						
reserve acct		\$177,442.13		\$177,442.13	Cash Mgmt-1st Am Treasury	2.18
Spc tax debt svc		\$0.00		\$0.00	Cash Mgmt-1st Am Treasury	0.00
Series 2001 Acct		\$444.51		\$444.51	Cash Mgmt-1st Am Treasury	0.01
2004 Refunding spc tax		\$62.77		\$62.77	Cash Mgmt-1st Am Treasury	0.00
2004 refund spc tax rsv		\$1,107,489.98		\$1,107,489.98	Cash Mgmt-1st Am Treasury	13.59
2004 Subordinate (Incl Reserve)		\$227,806.72		\$227,806.72	Cash Mgmt-1st Am Treasury	2.80
Spring Lake 2004						
Special Tax Fund		\$19.83		\$19.83	Cash Mgmt-1st Am Treasury	0.00
Bond Reserve		\$2,418,456.12		\$2,418,456.12	Cash Mgmt-1st Am Prime Obligation	29.69
Revenue Anticipation Notes						
Cap Projects/Revenue Bonds						
reserve acct.		\$757,326.27	\$0.00	\$757,326.27	Cash Mgmt-1st Am Treasury FSA Capital Mgmt Svcs LLC Cash Mgmt-1st Am Prime Obligation	0.00
revenue fund		\$251.85		\$251.85	Obligation	0.00
Cap Projects/Revenue Bonds 2005						
reserve acct.		\$215.24		\$215.24	Cash Mgmt-1st Am Treasury FSA Capital Mgmt Svcs LLC Cash Mgmt-1st Am Prime Obligation	0.00
Interest acct		\$0.00		\$0.00	Obligation	
revenue acct.						
Cap Projects/Revenue Bonds 2007						
reserve acct.		\$976,442.20	\$976,442.20	\$0.00	Cash Mgmt-1st Am Treasury FSA Capital Mgmt Svcs LLC	11.99
revenue acct.		\$97.22		\$97.22	Obligation	0.00
Bond Anticipation Notes						
2007 RDA TABS						
Tax Revenue Fund		\$0.01		\$0.01	Cash Mgmt - 1st Am Treasury Oblig	0.00
Interest Account		\$1.06		\$1.06	Cash Mgmt - 1st Am Treasury Oblig	1.06
Principal Account		\$0.78		\$0.78	Cash Mgmt - 1st Am Treasury Oblig	0.77
reserve account - 2007 A		\$497,149.68		\$497,149.68	Cash Mgmt - 1st Am Treasury Oblig	6.10
reserve account - 2007 B		\$114,119.53		\$114,119.53	Cash Mgmt - 1st Am Treasury Oblig	1.40
Certificate of Deposit/(Fund 582)		\$30,000.00	\$30,000.00		River City Bank	
CDBG Account						
Savings Account		\$113,299.73	\$113,299.73		Bank of America - Quarterly Bank Statement	0.00
Checking account		\$500.00	\$500.00		Bank of America - Monthly Bank Statement	
TOTAL		\$8,292,529.43				
Check Summary Total (Should be zero)		\$0.00				

CITY OF WOODLAND
CITY TREASURER
GOVERNMENT-BACKED AGENCIES
MATURITIES BY DATE 12/30/2008

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		
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
12/21/2012	FHLB	FHLB @ 4.60%	2,000,000.00		4.60 YTM
		TOTAL	3,000,000.00		
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			22,199,000.00		

Check Difference(Should be zero)

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