



# City of Woodland

## REPORT TO MAYOR AND CITY COUNCIL

AGENDA ITEM

TO: THE HONORABLE MAYOR  
AND CITY COUNCIL

DATE: November 17, 2009

SUBJECT: Treasurer's Investment Report Quarter Ending September 30, 2009

### **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 yield on the Local Agency Investment Fund (LAIF) balances for the quarter ending September 2009 was 0.75%. The average yield on the City of Woodland's investments as of September 30, 2009 was 4.17%. 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. This higher yield places a premium on the City's investments which is evidenced by its quarter ending market value of \$14,338,750, which is \$338,750 higher than the City's cost of \$14,000,000.

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-09

**SUMMARY OF INVESTMENTS**

TYPE OF INVESTMENT	AMOUNT	TOTAL	
Local Agency Investment Fund (LAIF)	24,457,171.92	63.6%	\$0.00
TRANS bond proceeds	0.00	0.0%	\$0.00
FHLB Bonds	6,000,000.00	15.6%	
FFCP Bonds	7,000,000.00	18.2%	
FNMA	1,000,000.00	2.6%	
<b>TOTAL</b>	<b>38,457,171.92</b>	<b>100.0%</b>	

**PORTFOLIO**

	<i>Interest</i>	<i>Amount</i>
LAIF		24,457,171.92
TRANS bond proceeds		0.00
<b>SUBTOTAL</b>		<b>24,457,171.92</b>

	<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	11/20/2012	4.85	On & After 11/20/09	4,000,000	4,000,000	4,025,000.00
Federal Home Loan Bond	12/21/2012	4.60	12/21/2009	2,000,000	2,000,000	2,019,375.00
			<b>TOTAL FHLB</b>	<b>6,000,000</b>		<b>6,044,375.00</b>
Federal Natl Mtg Assn	11/16/2009	4.00	5/26/2008	1,000,000	997,301	1,004,687.50
				<b>1,000,000</b>		<b>1,004,687.50</b>
Federal Farm Credit	11/21/2011	4.35	Bullet	1,000,000	1,000,000	1,063,750.00
Federal Farm Credit	12/7/2012	4.49	12/7/2009	1,000,000	1,000,000	1,007,187.50
Federal Farm Credit	2/7/2013	3.40		5,000,000	5,002,361	5,218,750.00
				<b>7,000,000</b>		<b>7,289,687.50</b>
Total Investments				<b>14,000,000.00</b>		<b>14,338,750.00</b>
<b>Total of LAIF Funds &amp; Investments Detail</b>				<b>38,457,171.92</b>		
Check Total (Should be zero)						

**CASH ACCOUNTS as of 9/30/09**

Bank Accounts with U.S. Bank	\$4,752,085.69
Petty Cash	<b>\$3,290.00</b>
Cash with Fiscal Agent	\$8,712,754.04

**INTEREST SUMMARY**

Prior Quarters Interest Earned - Investments	\$0.00
Prior Quarters Interest Earned - LAIF	\$0.00
<b>Total Interest Earned</b>	<b>\$0.00</b>
Interest Earned from July 1, 2009 to Sept 30, 2009	\$119,825.18
<b>Total Fiscal Year-to-Date Interest Earned</b>	<b>\$119,825.18</b>

**Note on Interest Received:**

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

**CITY OF WOODLAND  
ACTIVITY REPORT**

<b>DATE</b>	<b>DESCRIPTION</b>	<b>DEBIT</b>	<b>CREDIT</b>	<b>DEBITS</b>
<b>LAIF</b>	<b>TREASURER</b>			
06/30/09	BEGINNING BALANCE			
07/01/09	Withdrew fr LAIF		400,000.00	34,327,087.29
07/06/09	Withdrew fr LAIF		400,000.00	33,927,087.29
07/08/09	Withdrew fr LAIF		3,700,000.00	30,227,087.29
07/13/09	Withdrew fr LAIF		1,000,000.00	29,227,087.29
07/15/09	LAIF Quarterly Interest (FY09 Interest)	130,084.63		29,357,171.92
07/17/09	Withdrew fr LAIF		500,000.00	28,857,171.92
07/21/09	Deposit to LAIF	1,600,000.00		30,457,171.92
07/27/09	Withdrew fr LAIF		700,000.00	29,757,171.92
07/28/09	Withdrew fr LAIF		300,000.00	29,457,171.92
07/31/09	Withdrew fr LAIF		1,300,000.00	28,157,171.92
08/10/09	Withdrew fr LAIF		400,000.00	27,757,171.92
08/17/09	Withdrew fr LAIF		500,000.00	27,257,171.92
08/18/09	Withdrew fr LAIF		900,000.00	26,357,171.92
08/19/09	Deposit to LAIF	500,000.00		26,857,171.92
08/20/09	Deposit to LAIF	500,000.00		27,357,171.92
08/21/09	Withdrew fr LAIF		300,000.00	27,057,171.92
08/24/09	Withdrew fr LAIF		4,000,000.00	23,057,171.92
08/26/09	Withdrew fr LAIF		200,000.00	22,857,171.92
08/27/09	Withdrew fr LAIF		300,000.00	22,557,171.92
08/28/09	Withdrew fr LAIF		400,000.00	22,157,171.92
08/31/09	Withdrew fr LAIF		1,500,000.00	20,657,171.92
09/02/09	Deposit to LAIF	1,000,000.00		21,657,171.92
09/04/09	Withdrew fr LAIF		300,000.00	21,357,171.92
09/09/09	Deposit to LAIF	300,000.00		21,657,171.92
09/10/09	Deposit to LAIF	400,000.00		22,057,171.92
09/14/09	Withdrew fr LAIF		300,000.00	21,757,171.92
09/21/09	Withdrew fr LAIF		1,300,000.00	20,457,171.92
09/24/09	Deposit to LAIF	5,500,000.00		25,957,171.92
09/28/09	Withdrew fr LAIF		1,500,000.00	24,457,171.92
09/30/09	Month End Balance			24,457,171.92

**Bonds and Other Investments**

06/30/09	BEGINNING BALANCE			15,500,000.00
08/07/09	Mat FHLB 3133XEFL8		1,500,000.00	14,000,000.00
09/30/09	Month End Balance			14,000,000.00

**END OF MONTH TOTAL DEBITS** **38,457,171.92**

Check Total (Should be Zero) **-**

Transactions w/LAIF	28
Purchase of New Bonds	0
Bonds Called	0
Purchase of New CD	0
CD Matured	0
Bonds Sold	0
Bonds Matured	1

<u>East-Main Assessment District</u>	Current Balance		Current Balance		Int Earned Current Month
Series 2001 RDM FD issue					
Reserve Account	\$952,307.48		\$952,307.48	Cash Mgmt-1st Am Treasury	242.57
Refunding Bonds	\$36.30		\$36.30	Cash Mgmt-1st Am Treasury	34.86
<b>1992 Wastewater</b>					
reserve fund	\$920,025.13	\$920,025.00		AIU-Notes, Mortgages, etc	
installment pmt fund	\$0.13		\$0.13	Cash Management-Fidelity	
Revenue Fund	\$13.89		\$13.89	Cash Management-Fidelity	0.13
				Cash Management-Fidelity	13.89
<b>CFD - Gibson Ranch</b>					
94-1					
Spc tax debt svc	\$0.00		\$0.00	Cash Mgmt-1st Am Treasury	0.00
reserve acct	\$177,590.09		\$177,590.09	Cash Mgmt-1st Am Treasury	0.00
Spc tax debt svc	\$0.00		\$0.00	Cash Mgmt-1st Am Treasury	0.00
Series 2001 Acct	\$444.88		\$444.88	Cash Mgmt-1st Am Treasury	0.00
2004 Refunding spc tax	\$0.00		\$0.00	Cash Mgmt-1st Am Treasury	0.00
2004 refund spc tax rsv	\$1,107,671.62		\$1,107,671.62	Cash Mgmt-1st Am Treasury	0.00
2004 Subordinate (Incl Reserve)	\$227,037.50		\$227,037.50	Cash Mgmt-1st Am Treasury	0.00
<b>Spring Lake 2004</b>					
Special Tax Fund	\$0.00		\$0.00	Cash Mgmt-1st Am Treasury	0.00
Bond Reserve	\$2,405,290.00		\$2,405,290.00	Cash Mgmt-1st Am Prime Obligation	0.00
<b>Revenue Anticipation Notes</b>					
<b>Cap Projects/Revenue Bonds</b>					
reserve acct.	\$757,322.87	\$0.00	\$757,322.87	Cash Mgmt-1st Am Treasury	17,497.10
revenue fund	\$0.00		\$0.00	FSA Capital Mgmt Svcs LLC Cash Mgmt-1st Am Prime Obligation	0.00
<b>Cap Projects/Revenue Bonds 2005</b>					
reserve acct.	\$44.05	\$0.00	\$44.05	Cash Mgmt-1st Am Treasury	43.98
Interest acct	\$0.00		\$0.00	FSA Capital Mgmt Svcs LLC Cash Mgmt-1st Am Prime Obligation	
revenue acct.					
<b>Cap Projects/Revenue Bonds 2007</b>					
reserve acct.	\$1,035,546.16		\$1,035,546.16	Cash Mgmt-1st Am Treasury	263.91
Interest acct.	\$0.01		\$0.01	FSA Capital Mgmt Svcs LLC	0.00
revenue acct.	\$0.00		\$0.00	Cash Mgmt-1st Am Prime Obligation	18.41
<b>Bond Anticipation Notes</b>					
<b>2007 RDA TABS</b>					
Tax Revenue Fund	\$370,961.95		\$370,961.95	Cash Mgmt - 1st Am Treasury Oblig	94.49
Interest Account	\$10.39		\$10.39	Cash Mgmt - 1st Am Treasury Oblig	0.00
Principal Account	\$0.78		\$0.78	Cash Mgmt - 1st Am Treasury Oblig	0.00
reserve account - 2007 A	\$497,660.48		\$497,660.48	Cash Mgmt - 1st Am Treasury Oblig	126.77
reserve account - 2007 B	\$114,236.78		\$114,236.78	Cash Mgmt - 1st Am Treasury Oblig	29.10
Certificate of Deposit(Fund 582)	\$30,000.00	\$30,000.00		River City Bank	
CDBG Account	\$116,053.55	\$113,299.73		Bank of America - Quarterly Bank Statement	0.00
Savings Account	\$500.00	\$500.00		Bank of America - Monthly Bank Statement	
Checking account					
TOTAL	\$8,712,754.04				
Check Summary Total (Should be zero)	\$0.00				

**CITY OF WOODLAND  
CITY TREASURER  
GOVERNMENT-BACKED AGENCIES  
MATURITIES BY DATE      9/30/2009**

<b>Nov-09</b>				
11/17/2009	FNMA	FNMA @ 4.00D		1,000,000.00
			<b>TOTAL</b>	<b>1,000,000.00</b>
<b>Nov-11</b>				
11/21/2011	FFCB	FFCB @ 4.35%		1,000,000.00
			<b>TOTAL</b>	<b>1,000,000.00</b>
<b>Nov-12</b>				
11/20/2012	FHLB	FHLB @ 4.85%		4,000,000.00
			<b>TOTAL</b>	<b>4,000,000.00</b>
<b>Dec-12</b>				
12/7/2012	FFCB	FFCB @ 4.49%		1,000,000.00
12/21/2012	FHLB	FHLB @ 4.60%		2,000,000.00
			<b>TOTAL</b>	<b>3,000,000.00</b>
<b>Feb-13</b>				
2/7/2013	FFCB	FFCB @ 3.40%		5,000,000.00
			<b>TOTAL</b>	<b>5,000,000.00</b>

**All Investments Total      14,000,000.00**

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