



City of Woodland

REPORT TO MAYOR AND CITY COUNCIL

AGENDA ITEM

TO: THE HONORABLE MAYOR
AND CITY COUNCIL

DATE: March 2, 2010

SUBJECT: Treasurer's Investment Report Quarter Ending December 31, 2009

Report in Brief

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.

Staff recommends that City Council accept the quarterly Treasurer's Investment Report.

Discussion

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.

The yield on the Local Agency Investment Fund (LAIF) balances for the quarter ending December 2009 was 0.57%. The average yield on the City of Woodland's investments as of December 30, 2009 was 3.56. 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 \$6,277,813 which is \$277,813 higher than the City's cost of \$6,000,000.

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.

Recommendation for Action

Staff recommends that City Council accept the quarterly Treasurer's Investment Report.

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Reviewed by: Kimberly McKinney
Finance Officer

Mark G. Deven
City Manager
Attachments

**CITY OF WOODLAND
INVESTMENT REPORT**

December-09

SUMMARY OF INVESTMENTS

TYPE OF INVESTMENT	AMOUNT	TOTAL	
Local Agency Investment Fund (LAIF)	33,216,257.00	84.7%	\$0.00
TRANS bond proceeds	0.00	0.0%	\$0.00
FHLB Bonds	0.00	0.0%	
FFCP Bonds	6,000,000.00	15.3%	
FNMA	0.00	0.0%	
TOTAL	39,216,257.00	100.0%	

PORTFOLIO

	<i>Interest</i>	<i>Amount</i>
LAIF		33,216,257.00
TRANS bond proceeds		0.00
SUBTOTAL		33,216,257.00

	<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 Farm Credit	11/21/2011	4.35	Bullet	1,000,000	1,000,000	1,060,625.00
Federal Farm Credit	2/7/2013	3.40		5,000,000	5,002,361	5,217,187.50
				6,000,000		6,277,812.50
Total Investments				6,000,000.00		6,277,812.50
Total of LAIF Funds & Investments Detail				39,216,257.00		
Check Total (Should be zero)				-		

CASH ACCOUNTS as of 12/31/09

Bank Accounts with U.S. Bank	\$7,509,740.24
Petty Cash	\$3,290.00
Cash with Fiscal Agent	\$9,284,275.76

INTEREST SUMMARY

Interest Received in Dec - Investments	\$68,450.00
Interest Received for Dec - LAIF	\$0.00
Total Interest Received	\$68,450.00
Interest Received from July 1, 2009 to Nov 30, 2009	\$450,419.71
Total Fiscal Year-to-Date Interest Received	\$518,869.71

<p>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.</p>

**CITY OF WOODLAND
ACTIVITY REPORT**

DATE	DESCRIPTION	DEBIT	CREDIT	DEBITS
LAIF	TREASURER			
09/30/09	BEGINNING BALANCE			24,057,171.92
10/02/10	Deposit to LAIF	1,200,000.00		25,257,171.92
10/13/10	Deposit to LAIF	600,000.00		25,857,171.92
10/14/10	Withdrew fr LAIF		1,000,000.00	24,857,171.92
10/15/10	Quarterly Interest	59,085.08		24,916,257.00
10/16/10	Withdrew fr LAIF		700,000.00	24,216,257.00
10/19/10	Deposit to LAIF	650,000.00		24,866,257.00
10/22/10	Deposit to LAIF	1,000,000.00		25,866,257.00
10/26/10	Withdrew fr LAIF		500,000.00	25,366,257.00
10/30/09	Withdrew fr LAIF		1,600,000.00	23,766,257.00
11/03/09	Deposit to LAIF	300,000.00		24,066,257.00
11/05/09	Deposit to LAIF	1,000,000.00		25,066,257.00
11/06/09	Deposit to LAIF	10,200,000.00		35,266,257.00
11/09/09	Withdrew fr LAIF		600,000.00	34,666,257.00
11/10/09	Withdrew fr LAIF		200,000.00	34,466,257.00
11/12/09	Deposit to LAIF	400,000.00		34,866,257.00
11/13/09	Withdrew fr LAIF		200,000.00	34,666,257.00
11/16/09	Deposit to LAIF	1,050,000.00		35,716,257.00
11/18/09	Deposit to LAIF	300,000.00		36,016,257.00
11/20/09	Deposit to LAIF	5,000,000.00		41,016,257.00
11/23/09	Withdrew fr LAIF		800,000.00	40,216,257.00
11/24/09	Withdrew fr LAIF		800,000.00	39,416,257.00
11/25/09	Withdrew fr LAIF		1,000,000.00	38,416,257.00
11/30/09	Withdrew fr LAIF		1,600,000.00	36,816,257.00
12/01/10	Deposit to LAIF	500,000.00		37,316,257.00
12/07/10	Deposit to LAIF	1,100,000.00		38,416,257.00
12/08/10	Withdrew fr LAIF		400,000.00	38,016,257.00
12/11/10	Withdrew fr LAIF		500,000.00	37,516,257.00
12/14/10	Withdrew fr LAIF		500,000.00	37,016,257.00
12/18/10	Withdrew fr LAIF		1,500,000.00	35,516,257.00
12/22/10	Withdrew fr LAIF		800,000.00	34,716,257.00
12/28/10	Withdrew fr LAIF		1,500,000.00	33,216,257.00
12/30/09	Month End Balance			33,216,257.00

TRANS bond proceeds in Guaranteed Investment Contract

0.00

Bonds and Other Investments

09/30/09	BEGINNING BALANCE			14,000,000.00
11/16/09	Matured FNMA # 3136F6JX8		1,000,000.00	13,000,000.00
11/20/09	Called FHLB # 3133XN4Z9		4,000,000.00	9,000,000.00
11/16/09	Matured FFFC # 31331YGR5		1,000,000.00	8,000,000.00
11/20/09	Called FHLB # 3133XNQ69		2,000,000.00	6,000,000.00
12/31/09	Month End Balance			6,000,000.00

END OF MONTH TOTAL DEBITS

39,216,257.00

Check Total (Should be Zero)

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Transactions w/LAIF	31
Purchase of New Bonds	0
Bonds Called	2
Purchase of New CD	0
CD Matured	0
Bonds Sold	0
Bonds Matured	2

<u>East-Main Assessment District</u>				Int Earned	
Series 2001 RDM FD Issue		Current Balance		Current Balance	Current Month
Reserve Account	\$953,019.92			\$953,019.92	234.93
Refunding Bonds	\$45.04			\$45.04	0.01
1992 Wastewater					
reserve fund	\$920,025.13	\$920,025.13	AIG-Notes, Mortgages, etc	\$0.00	Cash Management-Fidelity
installment pmt fund	\$0.13			\$0.13	Cash Management-Fidelity
Revenue Fund	\$13.89			\$13.89	Cash Management-Fidelity
Reserve fund	\$937,133.49			\$937,133.49	133.49
CFD - Gibson Ranch					
94-1					
Spc tax debt svc	\$0.00			\$0.00	Cash Mgmt-1st Am Treasury
reserve acct	\$177,590.09			\$177,590.09	Cash Mgmt-1st Am Treasury
Spc tax debt svc	\$0.00			\$0.00	Cash Mgmt-1st Am Treasury
Series 2001 Acct	\$444.88			\$444.88	Cash Mgmt-1st Am Treasury
2004 Refunding spc tax	\$0.00			\$0.00	Cash Mgmt-1st Am Treasury
2004 refund spc tax rsv	\$1,107,671.62			\$1,107,671.62	Cash Mgmt-1st Am Treasury
2004 Subordinate (Incl Reserve)	\$227,037.50			\$227,037.50	Cash Mgmt-1st Am Treasury
Spring Lake 2004					
Special Tax Fund	\$0.00			\$0.00	Cash Mgmt-1st Am Treasury
Bond Reserve	\$2,405,290.00			\$2,405,290.00	Cash Mgmt-1st Am Prnme Obligation
Revenue Anticipation Notes					
Cap Projects/Revenue Bonds					
reserve acct.	\$757,322.87	\$0.00	Cash mgmt-1st Am Treasury	\$757,322.87	FSA Capital Mgmt Svcs LLC Cash Mgmt-1st Am Prnme Obligation
revenue fund	\$0.00			\$0.00	
Cap Projects/Revenue Bonds 2005					
reserve acct.	\$44.08	\$0.00	Cash mgmt-1st Am Treasury	\$44.08	FSA Capital Mgmt Svcs LLC Cash Mgmt-1st Am Prnme Obligation
Interest acct	\$0.00			\$0.00	
revenue acct.	\$0.00			\$0.00	
Cap Projects/Revenue Bonds 2007					
reserve acct.	\$1,036,320.88		Cash mgmt-1st Am Treasury	\$1,036,320.88	FSA Capital Mgmt Svcs LLC
Interest acct.	\$0.01			\$0.01	
revenue acct.	\$0.00			\$0.00	
Water Revenue Bonds 2008					
revenue acct.	\$0.00		Cash mgmt-1st Am Treasury	\$0.00	FSA Capital Mgmt Svcs LLC
Interest acct.	\$0.00				
reserve acct.	\$0.00		Cash mgmt-1st Am Treasury		FSA Capital Mgmt Svcs LLC
Bond Anticipation Notes					
2007 RDA TABS					
Tax Revenue Fund	\$587.35			\$587.35	Cash Mgmt - 1st Am I reasury Oblig
Interest Account	\$10.39			\$10.39	Cash Mgmt - 1st Am I reasury Oblig
Principal Account	\$7.89			\$7.89	Cash Mgmt - 1st Am I reasury Oblig
reserve account - 2007 A	\$498,032.79			\$498,032.79	Cash Mgmt - 1st Am I reasury Oblig
reserve account - 2007 B	\$114,322.24			\$114,322.24	Cash Mgmt - 1st Am I reasury Oblig
Certificate of Deposit/(Fund 582)	\$30,000.00	\$30,000.00	River City Bank		
CDBG Account	\$118,855.57	\$117,430.09	Bank of America - Quarterly Bank Statement		0.00
Savings Account	\$500.00	\$500.00	Bank of America - Monthly Bank Statement		
Checking account	\$500.00				
TOTAL					
	\$9,284,275.76				
Check Summary Total (Should be zero)					
	\$0.00				

**CITY OF WOODLAND
CITY TREASURER
GOVERNMENT-BACKED AGENCIES
MATURITIES BY DATE 12/31/2009**

Nov-11					
11/21/2011	FFCB	FFCB @ 4.35%		1,000,000.00	4.35 YTM
			TOTAL	1,000,000.00	
Feb-13					
2/7/2013	FFCB	FFCB @ 3.40%		5,000,000.00	3.40 YTM
			TOTAL	5,000,000.00	
		All Investments Total		6,000,000.00	
		Check Difference (Should be zero)		-	