City Council Staff Report

DATE: July 26, 2017 CONSENT CALENDAR

SUBJECT: TREASURER'S INVESTMENT REPORT AS OF May 31, 2017

FROM: Geoffrey S. Kiehl, Director of Finance and Treasurer

BY: Department of Finance and Treasury

SUMMARY

Attached is the Treasurer's Investment Report as of May 31, 2017. The report includes the face value and coupon rate (if applicable) of the investments and the source for the market value estimate. The City's total invested cash is $155,188,512 plus $14,207,176 bond issue capital projects, reserve and debt service funds. There is an additional $2,296,340 in various miscellaneous/trust accounts. The market value of the invested cash is $154,754,542.

RECOMMENDATION:

Receive and File Treasurer's Investment Report as of May 31, 2017.

STAFF ANALYSIS:

The attached report includes the face value and coupon rate (if applicable) of the investments and the source for the market value estimate. Also included is information on the investments of bond issue reserve, debt service and related funds.

The investments, in type, maturity and as a percentage of the total portfolio, are in compliance with the existing City Council-approved investment policy.

ITEM NO. 1.A.

The weighted average maturity (WAM) of the portfolio is 462.59 days. The maximum WAM allowed by the Investment Policy is 1095 days. The current portfolio and expected revenue cash flow will be sufficient to meet budgeted expenditure requirements for the next six months and the foreseeable future thereafter.

FISCAL IMPACT:

None

Geoffrey S. Kiehl, Director of Finance and Treasurer

Attachments: Treasurer's Investment Report

CITY OF PALM SPRINGS
TREASURER'S MONTHLY REPORT
SUMMARY OF INVESTMENTS
May 31, 2017

On Call Deposits		Adjusted Basis		Category Total	Percentage
	Checking Account	$ 35,525,615			
	CalTrust ShortTerm	28,801,478			
	State Pool	31,970,375	$	96,297,468	62.05%
Short Term Investments (1 year or less)					
	U.S. Gov't Agencies	55,494,000			
	Time Deposits	398,600		55,892,600	36.02%
Medium Term Investments (1 year to 3 years)					
	U.S. Gov't Agencies	2,998,444			
				2,998,444	1.93%
Long Term Investments (3 year to 5 years)					
		0		0	0.00%
			$	155,188,512	100.00%

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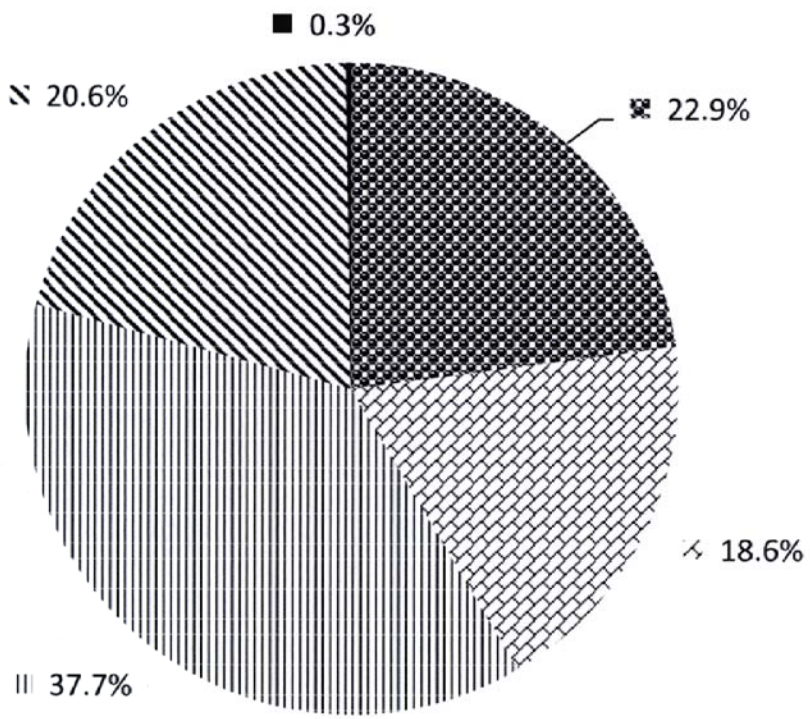
Total

$155,188,512

Investment Allocation
City of Palm Springs

As of 05/31/2017



Checking Account

CalTrust ShortTerm

U.S. Gov't Agencies

State Pool

Time Deposits

TREASURER'S MONTHLY REPORT
DETAIL OF INVESTMENTS
May 31, 2017

	Par Value	Coupon Rate	Rating	Purchase Date	Maturity Date	First/Next Optional Call Date	Days to Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total	(memo only) Market Value	Source	Prior Qtr. Market Value
On Call Deposits													
Checking - Bank of America	$ 35,525,615	N/A	AAA		demand	N/A	1	None	35,525,615		$ 35,525,615	Bank of America	22,876,913
CalTrust ShortTerm	27,500,000	variable	N/A		demand	N/A	1	1.07%	28,801,478		$ 28,786,549	CalTrust	28,744,829
Local Agency Invest Fund (LAIF)	31,500,000	variable	N/A		demand	N/A	1	0.925%	31,970,375		$ 31,944,030	LAIF	31,883,036
	94,525,615								96,297,468	96,297,468	96,256,193		83,504,777
Short Term Investments (1 year or less)													
U.S. Gov't Agency Securities													
Federal National Mortgage Association	500,000	1.25%	N/A	08/09/16	02/24/20	05/01/17	999	1.25%	500,000		494,700	Union Bank	493,030
Federal National Mortgage Association	500,000	1.50%	N/A	02/24/16	11/24/20	05/01/17	1,273	1.50%	500,000		497,875	Union Bank	496,360
Federal Farm Credit Bank	500,000	1.58%	N/A	05/17/16	02/17/21	05/01/17	1,358	1.58%	500,000		497,595	Union Bank	493,755
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/24/16	11/08/21	05/08/17	1,622	1.25%	1,000,000		989,610	Union Bank	983,960
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/13/16	11/10/21	05/10/17	1,624	1.25%	1,000,000		992,150	Union Bank	986,240
Federal Home Loan Mortgage Corporation	1,000,000	1.55%	N/A	10/11/16	11/10/21	05/10/17	1,624	1.55%	1,000,000		986,510	Union Bank	978,910
Federal Home Loan Bank	1,000,000	1.50%	N/A	09/12/16	10/12/21	05/12/17	1,595	1.50%	1,000,000		987,330	Union Bank	979,160
Federal Home Loan Mortgage Corporation	1,000,000	1.10%	N/A	10/25/16	05/15/19	05/15/17	714	1.10%	1,000,000		1,001,350	Union Bank	1,000,710
Federal Home Loan Bank	1,000,000	1.05%	N/A	10/25/16	11/15/21	05/15/17	1,629	1.05%	1,000,000		995,560	Union Bank	992,620
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	10/20/16	11/15/19	05/15/17	898	1.00%	1,000,000		994,800	Union Bank	991,930
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	07/19/16	08/16/21	05/16/17	1,538	1.25%	1,000,000		990,620	Union Bank	985,580
Federal Home Loan Bank	1,000,000	1.00%	N/A	10/20/16	11/16/20	05/16/17	1,265	1.00%	1,000,000		993,590	Union Bank	989,010
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/18/16	11/17/21	05/17/17	1,631	1.25%	1,000,000		990,450	Union Bank	983,740
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	10/17/16	11/30/21	05/18/17	1,644	1.50%	1,000,000		990,430	Union Bank	983,490
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	05/21/17	355	1.03%	2,000,000		1,995,420	Union Bank	1,989,180
Federal Farm Credit Bank	0	0.625%	N/A	05/22/15	05/22/17	N/A	-	0.625%	0		0	Union Bank	499,910
Federal Home Loan Bank	500,000	1.25%	N/A	08/09/16	08/22/19	05/22/17	813	1.25%	500,000		494,870	Union Bank	494,460
Federal Home Loan Mortgage Corporation	1,000,000	1.30%	N/A	10/24/16	11/22/21	05/22/17	1,636	1.30%	1,000,000		991,160	Union Bank	985,150
Federal National Mortgage Association	1,000,000	1.20%	N/A	08/03/16	02/24/20	05/24/17	999	1.20%	1,000,000		988,990	Union Bank	985,630
Federal Home Loan Mortgage Corporation	1,000,000	1.40%	N/A	09/29/16	10/27/21	05/27/17	1,610	1.40%	1,000,000		981,500	Union Bank	973,600
Federal Home Loan Bank	1,000,000	1.30%	N/A	10/26/16	11/23/21	05/23/17	1,637	1.30%	1,000,000		991,900	Union Bank	985,270
Federal Home Loan Mortgage Corporation	500,000	1.30%	N/A	08/09/16	08/23/19	05/23/17	814	1.30%	500,000		497,370	Union Bank	497,135
Federal National Mortgage Association	1,000,000	1.13%	N/A	08/03/16	11/24/20	05/24/17	1,273	1.13%	1,000,000		984,130	Union Bank	977,910
Federal National Mortgage Association	1,000,000	1.00%	N/A	08/03/16	08/24/21	05/24/17	1,546	1.00%	1,000,000		995,770	Union Bank	992,120
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	08/08/16	08/24/21	05/24/17	1,546	1.00%	1,000,000		996,300	Union Bank	992,710
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	05/25/16	05/25/21	05/25/17	1,455	1.50%	1,000,000		987,770	Union Bank	981,570
Federal Home Loan Bank	500,000	1.25%	N/A	05/25/16	05/25/21	05/25/17	1,455	1.25%	500,000		496,130	Union Bank	493,205
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	05/25/16	05/25/21	05/25/17	1,455	1.25%	500,000		495,875	Union Bank	493,220
Federal Home Loan Bank	500,000	1.125%	N/A	05/27/15	05/27/21	05/25/17	1,457	1.125%	499,000		497,340	Union Bank	494,330
Federal Home Loan Mortgage Corporation	2,000,000	1.50%	N/A	07/18/16	08/25/21	05/25/17	1,547	1.50%	2,000,000		1,983,820	Union Bank	1,970,980
Federal Home Loan Bank	1,000,000	1.55%	N/A	11/02/16	11/26/21	05/26/17	1,640	1.55%	1,000,000		996,240	Union Bank	988,900
Federal National Mortgage Association	0	1.125%	N/A	02/26/16	02/26/21	05/26/17	-	1.125%	0		0	Union Bank	498,070
Federal National Mortgage Association	500,000	1.00%	N/A	02/26/16	02/26/21	05/26/17	1,367	1.00%	500,000		499,810	Union Bank	498,960
Federal National Mortgage Association	500,000	1.40%	N/A	02/26/16	11/26/19	05/26/17	909	1.40%	500,000		497,270	Union Bank	495,820
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	02/26/16	02/26/21	05/26/17	1,367	1.25%	500,000		497,100	Union Bank	494,345
Federal Farm Credit Bank	1,000,000	1.30%	N/A	06/06/16	06/06/19	06/06/17	736	1.30%	1,000,000		993,220	Union Bank	992,600
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	06/09/16	06/09/21	06/09/17	1,470	1.25%	1,000,000		996,800	Union Bank	992,080

TREASURER'S MONTHLY REPORT
DETAIL OF INVESTMENTS
May 31, 2017

	Par Value	Coupon Rate	Rating	Purchase Date	Maturity Date	First/Next Optional Call Date	Days to Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total	(memo only) Market Value	Source	Prior Qtr. Market Value
Short Term Investments (Continued) (1 year or less)													
U.S. Gov't Agency Securities (Continued)													
Federal Home Loan Mortgage Corporation	1,000,000	1.85%	N/A	11/15/16	12/14/21	06/14/17	1,658	1.85%	1,000,000		1,000,000	Union Bank	995,660
Federal Home Loan Bank	1,000,000	1.25%	N/A	06/16/16	06/16/21	06/16/17	1,477	1.25%	998,500		990,580	Union Bank	984,470
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	11/16/16	06/16/20	06/16/17	1,112	1.00%	1,000,000		998,080	Union Bank	996,780
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	06/20/17	112	1.00%	2,000,000		2,000,300	Union Bank	2,001,340
Federal Farm Credit Bank	1,000,000	1.12%	N/A	06/20/16	06/27/19	06/27/17	757	1.12%	1,000,000		990,150	Union Bank	989,320
Federal Home Loan Bank	1,000,000	1.63%	N/A	11/29/16	12/28/21	06/28/17	1,672	1.63%	1,000,000		1,000,040	Union Bank	998,930
Federal National Mortgage Association	1,000,000	1.10%	N/A	06/20/16	06/28/19	06/28/17	758	1.10%	1,000,000		989,410	Union Bank	988,520
Federal National Mortgage Association	500,000	1.375%	N/A	03/30/16	03/30/21	06/30/17	1,399	1.375%	500,000		496,100	Union Bank	492,235
Federal Home Loan Bank	1,000,000	2.00%	N/A	11/30/16	12/30/21	06/30/17	1,674	2.00%	1,000,000		1,000,070	Union Bank	998,040
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	09/12/16	09/30/21	06/30/17	1,583	1.50%	1,000,000		995,530	Union Bank	989,420
Federal National Mortgage Association	1,000,000	1.125%	N/A	07/27/16	07/27/21	07/27/17	1,518	1.125%	1,000,000		988,790	Union Bank	983,560
Federal Home Loan Bank	1,000,000	1.00%	N/A	04/29/16	04/28/21	07/28/17	1,428	1.00%	998,500		995,480	Union Bank	991,480
Federal Home Loan Mortgage Corporation	1,000,000	1.13%	N/A	10/12/16	10/28/21	07/28/17	1,611	1.13%	1,000,000		991,830	Union Bank	986,770
Federal Home Loan Mortgage Corporation	1,000,000	1.05%	N/A	10/12/16	10/28/21	07/28/17	1,611	1.05%	1,000,000		981,780	Union Bank	974,680
Federal Farm Credit Bank	500,000	1.08%	N/A	08/04/16	08/15/19	08/15/17	806	1.08%	500,000		495,695	Union Bank	496,125
Federal National Mortgage Association	1,000,000	1.10%	N/A	08/03/16	08/23/19	08/23/17	814	1.10%	1,000,000		991,940	Union Bank	990,020
Federal National Mortgage Association	1,000,000	1.40%	N/A	08/03/16	08/25/21	08/25/17	1,547	1.40%	1,000,000		977,150	Union Bank	968,770
Federal National Mortgage Association	2,000,000	1.25%	N/A	08/04/16	08/28/20	08/28/17	1,185	1.25%	2,000,000		1,957,360	Union Bank	1,949,020
Federal Farm Credit Bank	1,000,000	1.12%	N/A	10/19/16	10/11/19	10/11/17	863	1.12%	999,250		990,350	Union Bank	989,400
Federal National Mortgage Association	1,000,000	1.17%	N/A	10/25/16	11/15/19	11/15/17	898	1.17%	998,750		988,560	Union Bank	985,580
Federal Home Loan Bank	1,000,000	1.00%	N/A	10/26/16	11/17/21	11/17/17	1,631	1.00%	1,000,000		996,800	Union Bank	992,840
Federal Home Loan Mortgage Corporation	1,000,000	1.20%	N/A	11/01/16	11/29/19	11/29/17	912	1.20%	1,000,000		990,060	Union Bank	986,920
Federal Home Loan Bank	1,000,000	1.70%	N/A	11/17/16	12/08/21	12/08/17	1,652	1.70%	1,000,000		999,190	Union Bank	993,430
	55,500,000									55,494,000	55,066,600		55,828,960
Time Deposits													
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	55	1.80%	198,600		200,294	Union Bank	200,648
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	56	1.70%	200,000		200,314	Union Bank	200,686
	400,000									398,600	400,608		401,334
Medium Term Investments (1 year to 3 years)													
U.S. Gov't Agency Securities													
Federal National Mortgage Association	2,000,000	1.10%	N/A	03/12/13	03/12/18	03/12/18	285	1.10%	2,000,000		1,997,320	Union Bank	1,999,300
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	310	9.80%	498,594		535,961	Bank of America	543,110
Federal Farm Credit Bank	500,000	1.03%	N/A	02/24/16	02/12/19	N/A	622	1.03%	499,850		497,860	Union Bank	497,715
	3,000,000									2,998,444	3,031,141		3,040,125
Total Invested Cash	$ 153,425,615									$ 155,188,512	$ 154,754,542		$ 142,775,196

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TREASURER'S MONTHLY REPORT
MISCELLANEOUS AND TRUST ACCOUNTS
May 31, 2017

	Par Value	Coupon	Rating	Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total
Total Invested Cash	$ 155,188,512					$ 155,188,512	
							$ 155,188,512
Miscellaneous Accounts							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,964,508	N/A	N/A	open	None	1,964,508	
Downpayment Assistance (Housing Fund) -Bank of America	34,006	0.002	N/A	open	0.20%	34,006	
Workers Compensation - Bank of America	123,373	N/A	N/A	open	None	123,373	
General Liability - Bank of America	28,048	N/A	N/A	open	None	28,048	
1930's General Store Museum - Bank of America	15,965	N/A	N/A	open	None	15,965	
On-Line Credit Card Fire Inspection Fees -Bank of America	119,287	N/A	N/A	open	None	119,287	
On-Line Credit Card Transportation Permits -Bank of America	7,203	N/A	N/A	open	None	7,203	2,296,340
Total Cash Deposited							$ 157,484,852

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
May 31, 2017

	Par Value	Coupon Rate	Rating	Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total	(memo only) Market Value	Source	Prior Qtr. Market Value
1998 Airport PFC										
Invesco Government & Agency Private	930,953	variable	AAA	open	0.01%	930,953		930,953	US Bank	829,025
							930,953			
2006 Airport PFC										
Invesco Government & Agency Private	2,317,090	variable	AAA	open	0.01%	2,317,090		2,317,090	US Bank	1,652,259
							2,317,090			
2007 Refunding Lease Revenue Bonds										
First American Government Obligation	50	variable	AAA	open	0.01%	50		50	US Bank	1,084,969
							50			
2007A&B Tax Allocation Bonds										
First American Government Obligation	13	variable	AAA	open	0.01%	13		13	US Bank	13
							13			
2007C Tax Allocation Bonds										
First American Government Obligation	6	variable	AAA	open	0.01%	6		6	US Bank	6
							6			
2008 Airport PFC Refunding										
Invesco Government & Agency Private	591,742	variable	AAA	open	0.01%	591,742		591,742	US Bank	591,170
							591,742			
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	5,489,631	variable	AAA	open	0.01%	5,489,631		5,489,631	US Bank	3,197,957
							5,489,631			

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
May 31, 2017

	Par Value	Coupon Rate	Rating	Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total	(memo only) Market Value	Source	Prior Qtr. Market Value
2012/2014 Convention Center										
First American Government Obligation	12,760	variable	AAA	open	0.01%	12,760		12,760	US Bank	12,681
							12,760			
2014 Merged Project 1 & 2/Housing Refunding										
First American Government Obligation	492,782	variable	AAA	open	0.01%	492,782		492,782	US Bank	492,528
							492,782			
2015 Reassesment District No.2015-1										
First American Government Obligation	274,553	variable	AAA	open	0.01%	274,553		274,553	US Bank	274,411
							274,553			
2015 Local Measure A Sales Tax										
First American Government Obligation	2,115,567	variable	AAA	open	0.01%	2,115,567		2,115,567	US Bank	1,113,147
							2,115,567			
2015 Refunding Lease Revenue Bonds										
First American Government Obligation	8	variable	AAA	open	0.01%	8		8	US Bank	0
							8			
Chevron/CoGen Lease Proceeds										
Cash	716,877	N/A	N/A	demand	None	716,877		716,877	Deutsche Bank	716,877
							716,877			
Funds With Century Golf	1,265,144	N/A	N/A	demand	None	1,265,144		1,265,144	Century Golf	1,185,312
							1,265,144			
Totals							14,207,176	14,207,176		$ 11,150,353

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TREASURER'S MONTHLY REPORT
CALCULATION OF INVESTMENT LIMITATIONS
May 31, 2017

By Maturity:	Minimum	Maximum	Current Mo.
1 day to 365 days	N/A	N/A	98.07%
1 year to 3 years	N/A	50.00%	1.93%
3 years to 5 years	N/A	30.00%	0.00%

By Type of Investment:			
Bankers Acceptance - in total	N/A	20.00%	0.00%
Bankers Acceptance - by issuer	N/A	5.00%	0.00%
Commercial Paper	N/A	15.00%	0.00%
Time Deposits	N/A	10.00%	0.26%
Negotiable Certificates of Deposit - in total	N/A	30.00%	0.00%
Negotiable Certificates of Deposit - by issuer	N/A	5.00%	0.00%
Corporate Notes - in total	N/A	20.00%	0.00%
Corporate Notes - by issuer	N/A	5.00%	0.00%
CA State or City Bonds/Local Agency Bonds - in total	N/A	15.00%	0.00%
CA State or City Bonds/Local Agency Bonds - by issuer	N/A	5.00%	0.00%
Money Market Funds	N/A	10.00%	0.00%
Money Market Mutual Funds - Less than 1 Year	N/A	50.00%	18.56%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	0.00%
LAIF	N/A	100.00%	20.60%
U.S. Government Agencies	N/A	60.00%	37.69%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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