City Council Staff Report

DATE: March 15, 2017 CONSENT CALENDAR

SUBJECT: TREASURER'S INVESTMENT REPORT AS OF January 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 January 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 $145,528,986 plus $8,364,429 bond issue capital projects, reserve and debt service funds. There is an additional $2,309,292 in various miscellaneous/trust accounts. The market value of the invested cash is $144,863,593.

RECOMMENDATION:

Receive and File Treasurer's Investment Report as of January 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.C.

The weighted average maturity (WAM) of the portfolio is 552.42 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
January 31, 2017

On Call Deposits		Adjusted Basis		Category Total	Percentage
Checking Account	$	24,519,910			
CalTrust ShortTerm		28,708,702			
State Pool		31,909,330	$	85,137,942	58.50%
Short Term Investments (1 year or less)					
U.S. Gov't Agencies		56,994,000			
Time Deposits		398,600		57,392,600	39.44%
Medium Term Investments (1 year to 3 years)					
U.S. Gov't Agencies		2,998,444			
				2,998,444	2.06%
Long Term Investments (3 year to 5 years)					
		0		0	0.00%
			$	145,528,986	100.00%

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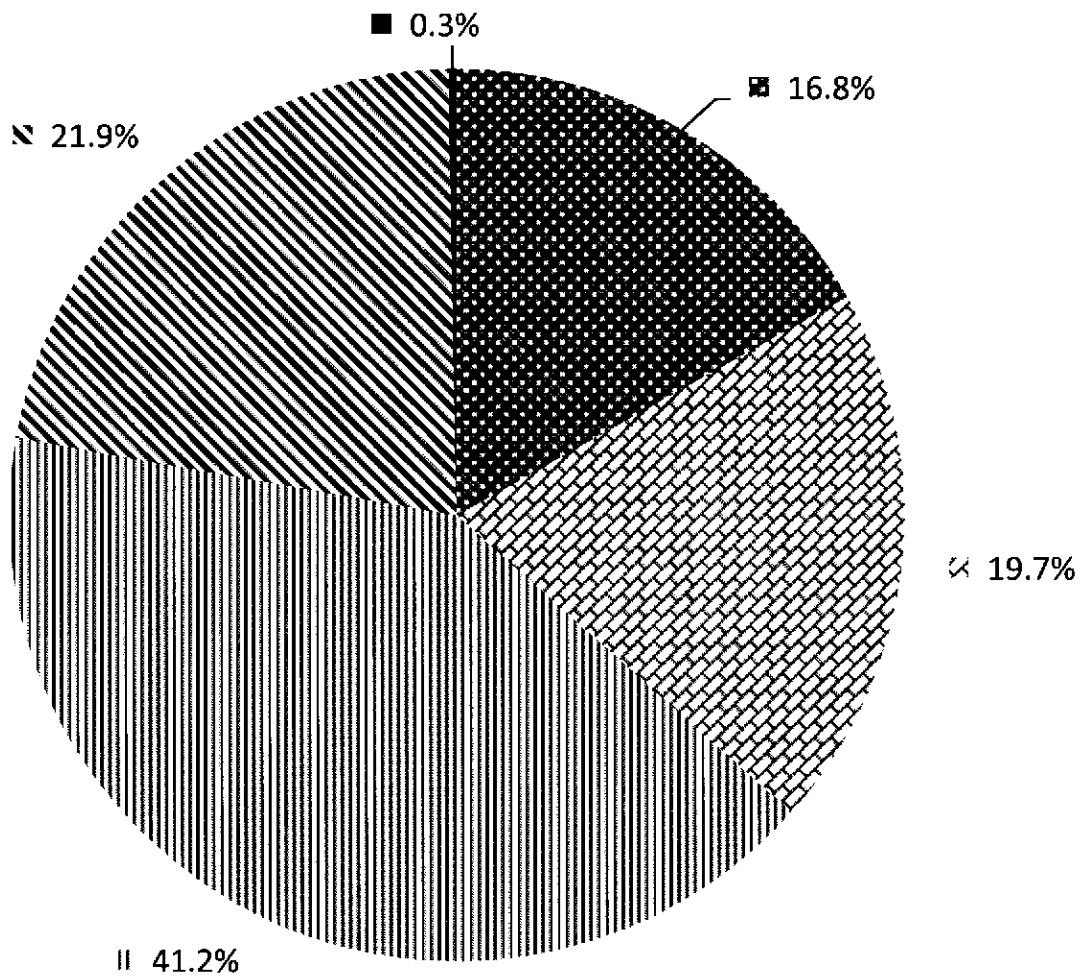
Total

$145,528,986

Investment Allocation
City of Palm Springs

As of 01/31/2017



- Checking Account
- CalTrust ShortTerm
- U.S. Gov't Agencies
- State Pool
- Time Deposits

TREASURER'S MONTHLY REPORT
DETAIL OF INVESTMENTS
January 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
Checking - Bank of America	$ 24,519,910	N/A	AAA		demand	N/A	1	None	24,519,910		$ 24,519,910	Bank of America	6,864,297
CalTrust ShortTerm	27,500,000	variable	N/A		demand	N/A	1	0.94%	28,708,702		28,693,794	CalTrust	31,669,479
Local Agency Invest Fund (LAIF)	31,500,000	variable	N/A		demand	N/A	1	0.751%	31,909,330		31,890,945	LAIF	31,827,022
	83,519,910									85,137,942	85,104,648		70,360,798
Short Term Investments (1 year or less)													
U.S. Gov't Agency Securities													
Federal Farm Credit Bank	500,000	1.58%	N/A	05/17/16	02/17/21	01/01/17	1,478	1.58%	500,000		493,085	Union Bank	489,755
Federal Home Loan Bank	1,000,000	1.50%	N/A	09/12/16	10/12/21	01/12/17	1,715	1.50%	1,000,000		977,860	Union Bank	976,770
Federal National Mortgage Association	1,000,000	1.125%	N/A	07/27/16	07/27/21	01/27/17	1,638	1.125%	1,000,000		982,520	Union Bank	981,410
Federal Home Loan Bank	1,000,000	1.00%	N/A	04/29/16	04/28/21	01/28/17	1,548	1.00%	998,500		989,630	Union Bank	988,680
Federal Home Loan Mortgage Corporation	1,000,000	1.55%	N/A	10/11/16	11/10/21	02/10/17	1,744	1.55%	1,000,000		978,470	Union Bank	977,410
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	10/20/16	11/15/19	02/15/17	1,018	1.00%	1,000,000		991,140	Union Bank	990,310
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	07/19/16	08/16/21	02/16/17	1,658	1.25%	1,000,000		984,720	Union Bank	983,800
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	10/17/16	11/30/21	02/18/17	1,764	1.50%	1,000,000		983,180	Union Bank	982,220
Federal National Mortgage Association	2,000,000	1.03%	N/A	05/21/13	05/21/18	02/21/17	475	1.03%	2,000,000		1,987,380	Union Bank	1,986,140
Federal Home Loan Bank	500,000	1.25%	N/A	08/09/16	08/22/19	02/22/17	933	1.25%	500,000		494,650	Union Bank	494,260
Federal Home Loan Mortgage Corporation	500,000	1.30%	N/A	08/09/16	08/23/19	02/23/17	934	1.30%	500,000		497,555	Union Bank	495,180
Federal National Mortgage Association	1,000,000	1.13%	N/A	08/03/16	11/24/20	02/24/17	1,393	1.13%	1,000,000		976,860	Union Bank	975,650
Federal National Mortgage Association	1,000,000	1.20%	N/A	08/03/16	02/24/20	02/24/17	1,119	1.20%	1,000,000		985,540	Union Bank	984,630
Federal National Mortgage Association	1,000,000	1.00%	N/A	08/03/16	08/24/21	02/24/17	1,666	1.00%	1,000,000		990,790	Union Bank	989,860
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	08/08/16	08/24/21	02/24/17	1,666	1.00%	1,000,000		991,460	Union Bank	990,560
Federal National Mortgage Association	500,000	1.25%	N/A	08/09/16	02/24/20	02/24/17	1,119	1.25%	500,000		493,035	Union Bank	492,630
Federal National Mortgage Association	500,000	1.50%	N/A	02/24/16	11/24/20	02/24/17	1,393	1.50%	500,000		496,805	Union Bank	496,430
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	05/25/16	05/25/21	02/25/17	1,575	1.50%	1,000,000		980,930	Union Bank	979,960
Federal Home Loan Bank	500,000	1.25%	N/A	05/25/16	05/25/21	02/25/17	1,575	1.25%	500,000		492,665	Union Bank	492,210
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	05/25/16	05/25/21	02/25/17	1,575	1.25%	500,000		492,895	Union Bank	492,450
Federal Home Loan Bank	500,000	1.125%	N/A	05/27/15	05/27/21	02/25/17	1,577	1.125%	499,000		493,375	Union Bank	492,875
Federal Home Loan Mortgage Corporation	2,000,000	1.50%	N/A	07/18/16	08/25/21	02/25/17	1,667	1.50%	2,000,000		1,970,380	Union Bank	1,968,560
Federal National Mortgage Association	500,000	1.125%	N/A	02/26/16	02/26/21	02/26/17	1,487	1.125%	500,000		497,660	Union Bank	497,265
Federal National Mortgage Association	500,000	1.00%	N/A	02/26/16	02/26/21	02/26/17	1,487	1.00%	500,000		498,690	Union Bank	498,375
Federal National Mortgage Association	500,000	1.40%	N/A	02/26/16	11/26/19	02/26/17	1,029	1.40%	500,000		495,860	Union Bank	495,490
Federal Home Loan Mortgage Corporation	500,000	1.25%	N/A	02/26/16	02/26/21	02/26/17	1,487	1.25%	500,000		496,895	Union Bank	496,565
Federal Home Loan Mortgage Corporation	1,000,000	1.25%	N/A	06/09/16	06/09/21	03/09/17	1,590	1.25%	1,000,000		991,200	Union Bank	990,310
Federal National Mortgage Association	500,000	1.00%	N/A	03/10/16	03/10/21	03/10/17	1,499	1.00%	500,000		499,605	Union Bank	499,325
Federal Home Loan Mortgage Corporation	1,000,000	1.85%	N/A	11/15/16	12/14/21	03/14/17	1,778	1.85%	1,000,000		995,900	Union Bank	995,230
Federal Home Loan Bank	1,000,000	1.25%	N/A	06/16/16	06/16/21	03/16/17	1,597	1.25%	998,500		983,100	Union Bank	982,120
Federal Home Loan Mortgage Corporation	2,000,000	1.00%	N/A	09/20/12	09/20/17	03/20/17	232	1.00%	2,000,000		2,000,960	Union Bank	2,001,040
Federal National Mortgage Association	500,000	1.375%	N/A	03/30/16	03/30/21	03/30/17	1,519	1.375%	500,000		491,805	Union Bank	491,190
Federal Home Loan Bank	1,000,000	2.00%	N/A	11/30/16	12/30/21	03/30/17	1,794	2.00%	1,000,000		998,320	Union Bank	1,000,050
Federal Home Loan Mortgage Corporation	1,000,000	1.50%	N/A	09/12/16	09/30/21	03/30/17	1,703	1.50%	1,000,000		989,260	Union Bank	988,440
Federal Home Loan Mortgage Corporation	1,000,000	1.00%	N/A	11/16/16	06/16/20	06/16/17	1,232	1.00%	1,000,000		996,080	Union Bank	995,630
Federal Home Loan Bank	1,000,000	1.63%	N/A	11/29/16	12/28/21	06/28/17	1,792	1.63%	1,000,000		998,210	Union Bank	997,790
Federal Home Loan Bank	1,000,000	1.70%	N/A	11/17/16	12/08/21	12/08/17	1,772	1.70%	1,000,000		992,840	Union Bank	992,150

TREASURER'S MONTHLY REPORT
DETAIL OF INVESTMENTS
January 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	1.40%	N/A	09/29/16	10/27/21	04/27/17	1,730	1.40%	1,000,000		972,880	Union Bank	971,700
Federal Home Loan Mortgage Corporation	1,000,000	1.13%	N/A	10/12/16	10/28/21	04/28/17	1,731	1.13%	1,000,000		986,260	Union Bank	985,460
Federal Home Loan Mortgage Corporation	1,000,000	1.05%	N/A	10/12/16	10/28/21	04/28/17	1,731	1.05%	1,000,000		981,180	Union Bank	980,150
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/24/16	11/08/21	05/08/17	1,742	1.25%	1,000,000		983,270	Union Bank	980,120
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/13/16	11/10/21	05/10/17	1,744	1.25%	1,000,000		984,860	Union Bank	983,860
Federal Home Loan Mortgage Corporation	1,000,000	1.10%	N/A	10/25/16	05/15/19	05/15/17	834	1.10%	1,000,000		1,001,760	Union Bank	1,002,150
Federal Home Loan Bank	1,000,000	1.05%	N/A	10/25/16	11/15/21	05/15/17	1,749	1.05%	1,000,000		991,190	Union Bank	990,470
Federal Home Loan Bank	1,000,000	1.00%	N/A	10/20/16	11/16/20	05/16/17	1,385	1.00%	1,000,000		988,210	Union Bank	985,600
Federal Home Loan Bank	1,000,000	1.25%	N/A	10/18/16	11/17/21	05/17/17	1,751	1.25%	1,000,000		982,570	Union Bank	981,570
Federal Home Loan Mortgage Corporation	1,000,000	1.30%	N/A	10/24/16	11/22/21	05/22/17	1,756	1.30%	1,000,000		984,720	Union Bank	983,800
Federal Farm Credit Bank	500,000	0.625%	N/A	05/22/15	05/22/17	N/A	111	0.625%	500,000		500,135	Union Bank	499,925
Federal Home Loan Bank	1,000,000	1.30%	N/A	10/26/16	11/23/21	05/23/17	1,757	1.30%	1,000,000		984,070	Union Bank	983,180
Federal Home Loan Bank	1,000,000	1.55%	N/A	11/02/16	11/26/21	05/26/17	1,760	1.55%	1,000,000		987,940	Union Bank	987,100
Federal Farm Credit Bank	1,000,000	1.30%	N/A	06/06/16	06/06/19	06/06/17	856	1.30%	1,000,000		996,320	Union Bank	995,760
Federal Farm Credit Bank	1,000,000	1.12%	N/A	06/20/16	06/27/19	06/27/17	877	1.12%	1,000,000		988,310	Union Bank	987,760
Federal National Mortgage Association	1,000,000	1.10%	N/A	06/20/16	06/28/19	06/28/17	878	1.10%	1,000,000		988,620	Union Bank	988,090
Federal Farm Credit Bank	500,000	1.08%	N/A	08/04/16	08/15/19	08/15/17	926	1.08%	500,000		495,175	Union Bank	493,795
Federal National Mortgage Association	1,000,000	1.10%	N/A	08/03/16	08/23/19	08/23/17	934	1.10%	1,000,000		990,090	Union Bank	987,050
Federal National Mortgage Association	1,000,000	1.40%	N/A	08/03/16	08/25/21	08/25/17	1,667	1.40%	1,000,000		969,020	Union Bank	967,850
Federal National Mortgage Association	2,000,000	1.25%	N/A	08/04/16	08/28/20	08/28/17	1,305	1.25%	2,000,000		1,947,180	Union Bank	1,945,000
Federal Farm Credit Bank	1,000,000	1.12%	N/A	10/19/16	10/11/19	10/11/17	983	1.12%	999,250		988,590	Union Bank	989,500
Federal National Mortgage Association	1,000,000	1.17%	N/A	10/25/16	11/15/19	11/15/17	1,018	1.17%	998,750		985,260	Union Bank	984,360
Federal Home Loan Bank	1,000,000	1.00%	N/A	10/26/16	11/17/21	11/17/17	1,751	1.00%	1,000,000		991,270	Union Bank	990,480
Federal Home Loan Mortgage Corporation	1,000,000	1.20%	N/A	11/01/16	11/29/19	11/29/17	1,032	1.20%	1,000,000		986,270	Union Bank	985,400
	57,000,000									56,994,000	56,306,460		56,252,850
Time Deposits													
Goldman Sachs Bank CD	200,000	1.80%	N/A	7/25/12	7/25/17	N/A	175	1.80%	198,600		201,080	Union Bank	201,134
Discover Bank CD	200,000	1.70%	N/A	7/26/12	7/26/17	N/A	176	1.70%	200,000		201,136	Union Bank	201,196
	400,000									398,600	402,216		402,330
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	405	1.10%	2,000,000		2,002,140	Union Bank	1,999,860
Financing Corporation (FICO)	500,000	9.80%	N/A	04/06/88	04/06/18	N/A	430	9.80%	498,594		550,614	Bank of America	552,986
Federal Farm Credit Bank	500,000	1.03%	N/A	02/24/16	02/12/19	N/A	742	1.03%	499,850		497,515	Union Bank	496,915
	3,000,000									2,998,444	3,050,269		3,049,761
Total Invested Cash	$ 143,919,910									$ 145,528,986	$ 144,863,593		$ 130,065,739
				Current Quarter Portfolio Yield				0.89%					1.00%

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

	Par Value	Coupon	Rating	Maturity	Yield to Maturity	Adjusted Cost Basis	Category Total
Total Invested Cash	$ 145,528,986					$ 145,528,986	
							$ 145,528,986
Miscellaneous Accounts							
Petty Cash	3,950	N/A	N/A	open	None	3,950	
Trust & Agency - Bank of America	1,942,193	N/A	N/A	open	None	1,942,193	
Downpayment Assistance (Housing Fund) -Bank of America	33,984	0.20%	N/A	open	0.20%	33,984	
Workers Compensation - Bank of America	84,629	N/A	N/A	open	None	84,629	
General Liability - Bank of America	29,770	N/A	N/A	open	None	29,770	
1930's General Store Museum - Bank of America	14,133	N/A	N/A	open	None	14,133	
On-Line Credit Card Fire Inspection Fees -Bank of America	188,027	N/A	N/A	open	None	188,027	
On-Line Credit Card Transportation Permits -Bank of America	12,607	N/A	N/A	open	None	12,607	2,309,292
Total Cash Deposited							$ 147,838,278

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
January 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	727,372	variable	AAA	open	0.01%	727,372		727,372	US Bank	2,392,574
							727,372			
2006 Airport PFC										
Invesco Government & Agency Private	1,407,993	variable	AAA	open	0.01%	1,407,993		1,407,993	US Bank	1,589,707
							1,407,993			
2007 Refunding Lease Revenue Bonds										
First American Government Obligation	0	variable	AAA	open	0.01%	0		0	US Bank	0
							0			
2007A&B Tax Allocation Bonds										
First American Government Obligation	30	variable	AAA	open	0.01%	30		30	US Bank	30
							30			
2007C Tax Allocation Bonds										
First American Government Obligation	21	variable	AAA	open	0.01%	21		21	US Bank	19
							21			
2008 Airport PFC Refunding										
Invesco Government & Agency Private	590,738	variable	AAA	open	0.01%	590,738		590,738	US Bank	601,584
							590,738			
2012 Downtown Revitalization Lease Revenue Bond Reserve										
Invesco Government & Agency Private	3,195,619	variable	AAA	open	0.01%	3,195,619		3,195,619	US Bank	3,194,674
							3,195,619			

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TREASURER'S MONTHLY REPORT
BOND ISSUE RESERVE, DEBT SERVICE & RELATED FUNDS
January 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	12,677	variable	AAA	open	0.01%	12,677		12,677	US Bank	12,676
							12,677			
2014 Merged Project 1 & 2/Housing Refunding										
First American Government Obligation	6	variable	AAA	open	0.01%	6		6	US Bank	6
							6			
2015 Reassesment District No.2015-1										
First American Government Obligation	274,357	variable	AAA	open	0.01%	274,357		274,357	US Bank	274,337
							274,357			
2015 Local Measure A Sales Tax										
First American Government Obligation	1,112,822	variable	AAA	open	0.01%	1,112,822		1,112,822	US Bank	1,112,743
							1,112,822			
2015 Refunding Lease Revenue Bonds										
First American Government Obligation	0	variable	AAA	open	0.01%	0		0	US Bank	0
							0			
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	325,916	N/A	N/A	demand	None	325,916		325,916	Century Golf	262,793
							325,916			
Totals							8,364,429	8,364,429		$ 10,158,020

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

By Maturity:	Minimum	Maximum	Current Mo.
1 day to 365 days	N/A	N/A	97.94%
1 year to 3 years	N/A	50.00%	2.06%
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%	0.27%
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%	19.73%
Money Market Mutual Funds - More than 1 Year	N/A	25.00%	0.00%
LAIF	N/A	100.00%	21.93%
U.S. Government Agencies	N/A	60.00%	41.22%
U.S. Treasury Notes/Bonds	N/A	100.00%	0.00%

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