



## Treasurer's Report November 14, 2017

**TO:** Honorable Mayor and Members of the Town Council  
**FROM:** Roger Carroll, Treasurer/Finance Officer  
**DATE:** November 2, 2017  
**RE:** Monthly Treasurer's Report

### **Recommendation:**

Receive and file.

### **Issue Statement and Discussion:**

California Government Code and Town Municipal Code require monthly Treasurer's reports. The reports attached are as follows:

- Investment Policy Compliance Report - lists the types of investments allowable by the State and the Town and whether our investments comply.
- Quality Analysis Report - groups the investments by Moody Rating Group.
- Transaction Ledger Report – shows the purchases, sales, interest payments and redemptions during the report period.

### **Other Information**

#### **Compliance with Investment Policy:**

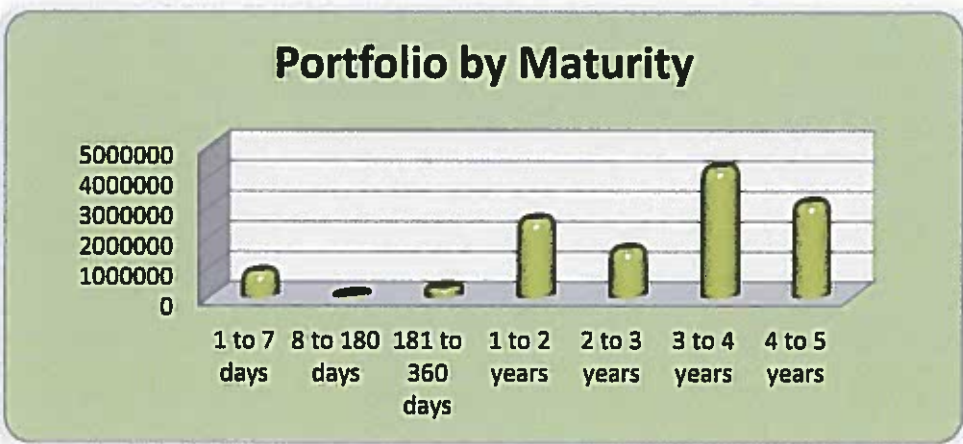
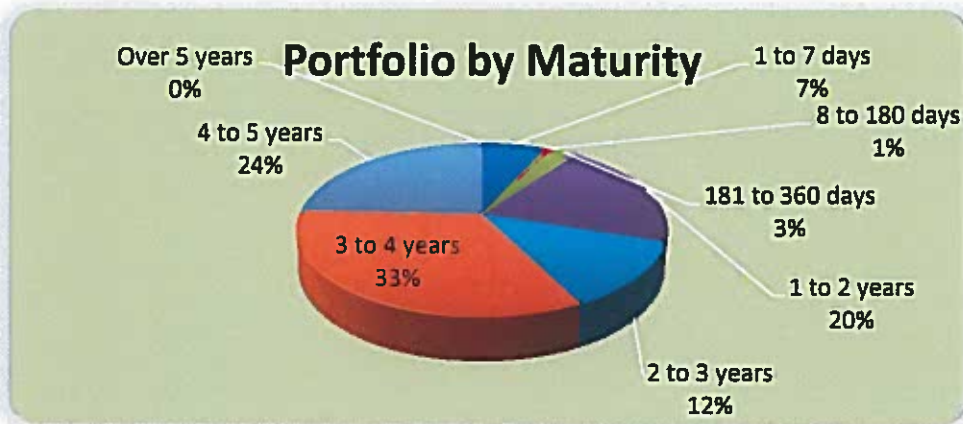
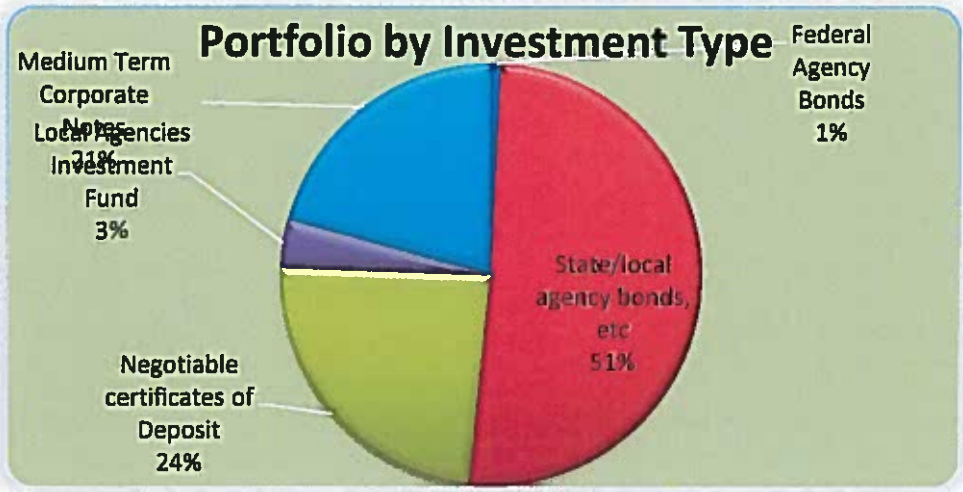
The Town's portfolio is in compliance with our investment policy.

#### **Other Information**

Benchmarks as of October 31, 2017:

Federal Lending Rate:	1.250%
Two Year T-Bill Rate:	1.600%
LAIF daily Rate	1.070%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.64%  
Average Maturity is 3.07 years.



**Strategy:**

The Treasurer's current practice is:

- Sell bonds with higher interest rates to capture the market gain before it evaporates, but only if replacement earnings plus the market gain exceed the current projected earnings.
- Approximate a "barbell" strategy by investing in higher earning investments in the four to five-year maturity range, and shorter term investments to be in position as rates start to climb.

**CEQA Requirements**

There are no CEQA Issues.

**Financial and/or Policy Implications:**

None.

**Attachments:**

- A. Investment Policy Compliance Report
- B. Quality Analysis Report
- C. Transaction Ledger Report

**Town of Loomis**  
**Investment Policy Compliance**  
**with Government Code Standards, and the Town of Loomis Investment Plan Standards**  
**As of October 31, 2017**

**Current Portfolio Balance: \$ 12,947,204**

Ca Government Code Section 53601	Govt Code Maximum %	Loomis Maximum %	Loomis Actual %	Complies
Bonds issued by Loomis		5.00%		Yes
Federal Treasury notes, bonds, bills	100.00%	100.00%		Yes
State/local agency bonds, etc	100.00%	50.00%	49.35%	Yes
Local agency bonds, etc	100.00%	50.00%		Yes
Federal Agency Bonds	100.00%	100.00%	0.69%	Yes
Bankers Acceptances	40.00%	40.00%		Yes
Commercial Paper	30.00%	15.00%		Yes
Negotiable certificates of Deposit	30.00%	30.00%	23.17%	Yes
Repurchase Agreements	20.00%	20.00%		Yes
Reverse Repurchase Agreements	20.00%	20.00%		Yes
Local Agencies Investment Fund		100.00%	3.59%	Yes
Time Deposits	30.00%	25.00%	3.04%	Yes
Medium Term Corporate Notes	30.00%	30.00%	20.15%	Yes
Shares of Beneficial Interest	20.00%	0.00%		Yes
Mortgage pass through security bonds	20.00%	0.00%		Yes
<b>Total</b>			<b>100.00%</b>	

Target Share of Portfolio per Investment Policy			Actual %	Actual \$
Range	Not Less Than	Not More Than		
1 to 7 days	5%	70%	7%	859,143
8 to 180 days	0%	30%	1%	89,801
181 to 360 days	0%	30%	3%	354,335
1 to 2 years	0%	40%	20%	2,589,369
2 to 3 years		40%	12%	1,613,455
3 to 4 years		30%	33%	4,295,870
4 to 5 years		30%	24%	3,145,231
Over 5 years		0%	0%	
<b>Total</b>				<b>12,947,204</b>



Town of Looms  
Transaction Ledger  
10/01/17 to 10/31/17

<u>Trans Date</u>	<u>Quantity</u>	<u>Description</u>	<u>Price</u>	<u>Amount</u> <u>Int Purch/Sold</u>	<u>Premium/Gain</u> <u>(Discount)/(Loss)</u>
10/2/2017 Interest Received	14,087.75	Alabama Power 2.45% due 3/30/22	1.000	14,087.75	14,087.75
10/2/2017 Interest Received	2,625.00	Cleveland Ohio 2.1% due 10/01/19	1.000	2,625.00	2,625.00
10/2/2017 Interest Received	482.88	Comenity Bank 2.35% due 5/31/22	1.000	482.88	482.88
10/2/2017 Interest Received	161.37	First Merchants Bank 1.9% due 12/30/20	1.000	161.37	161.37
10/2/2017 Interest Received	3,024.66	Goldman Sachs Bank 2.4% due 3/30/22	1.000	3,024.66	3,024.66
10/2/2017 Interest Received	2,639.88	Sumter Landing 2.155% due 10/01/18	1.000	2,639.88	2,639.88
10/2/2017 Interest Received	1,692.12	Synchrony Bank 2.25% due 10/02/20	1.000	1,692.12	1,692.12
10/2/2017 Interest Received	1,400.00	University System Maryland 2.0% due 4/01/18	1.000	1,400.00	1,400.00
10/3/2017 Interest Received	8.40	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	8.40	8.40
10/3/2017 Sold Bond	100,000.00	BNP Paribas 2.4% due 12/12/18	1.006	100,550.00 740.00	849.00 441.00
10/3/2017 Sold Bond	175,000.00	San Luis Revenue Bonds 2.4% due 7/01/18	1.004	175,698.25 1,073.33	1,455.58 316.00
10/3/2017 Sold Bond	100,000.00	Shell International 2.25% due 11/10/20	1.006	100,600.00 893.75	1,493.75
10/3/2017 Sold CD	150,000.00	Synchrony Bank 2.25% due 10/22/20	1.002	150,225.00 9.25	234.25
10/3/2017 Sold CD	100,000.00	Third Federal Savings 1.8% due 5/23/19	1.000	100,000.00 655.89	655.89
10/3/2017	140,000.00	University System Maryland	1.002	140,235.20	(91.24)

Sold Bond		2.0% due 4/01/18		15.56	342.00
10/3/2017 Sold Bond	125,000.00	Manufacturers & Traders Trst 2.3% due 1/30/19	1.004	125,437.50 503.12	590.62 350.00
10/3/2017 Sold Bond	100,000.00	Habersham Cnty GA Hospital 2.0% due 2/01/18	1.001	100,084.00 344.44	428.44
10/3/2017 Sold Bond	100,000.00	SYSCO 5.25% due 2/12/18	1.012	101,200.00 743.75	1,083.75 860.00
10/3/2017 Transfer	1,116,116.48	Transfer from Bank of New Yor to Wells Fargo checking	1.000	1,116,116.48	-
10/5/2017 Interest Received	3,070.89	American Express Centurion 2.3% due 4/05/22	1.000	3,070.89	3,070.89
10/3/2017 Sold CD	250,000.00	Goldman Sachs Bank 2.4% due 3/30/22	1.000	250,000.00 98.63	98.63
10/3/2017 Purchased Bond	250,000.00	State of Connecticut 2.7% due 9/01/22	1.000	250,000.00 656.25	
10/16/2017 Interest Received	208.33	Nat Rural Utility 2.5% due 8/15/20	1.000	208.33	208.33
10/16/2017 Interest Received	3,013.75	St Louis Financial Corp 2.411% due 4/15/21	1.000	3,013.75	3,013.75
10/17/2017 Interest Received	359.59	Wells Fargo 1.75% due 6/17/21	1.000	359.59	359.59
10/20/2017 Sold Bond	375,000.00	HSBC 2.75% due 8/07/20	1.013	379,968.75 2,091.15	5,609.90 1,450.00
10/24/2017 Interest Received	1,250.00	Relaince Standard Life 2.5% due /24/19	1.000	1,250.00	1,250.00
10/26/2017 Interest Received	110.41	Worlds Foremost Bank 1.3% due 5/28/19	1.000	110.41	110.41
10/26/2017 Interest Received	877.40	Capital One Bank 1.75% due 10/26/21	1.000	877.40	877.40
10/26/2017 Interest Received	752.05	Discover Bank 1.5% due 10/26/20	1.000	752.05	752.05
10/26/2017 Interest Received	156.16	First Merchants Bank 1.9% due 12/30/20	1.000	156.16	156.16

10/30/2017	1,275.00	JP Morgan Chase	1.000	1,275.00	1,275.00
Interest Received		2.55% due 10/29/20			
10/30/2017	1,075.00	PNC Bank	1.000	1,075.00	1,075.00
Interest Received		2.15% due 4/29/21			
10/31/2017	498.97	Comenity Bank	1.000	498.97	498.97
Interest Received		2.35% due 5/31/22			

**Local Agency Investment Fund**

10/5/2017	300,000.00	Transfer from Wells Fargo	1.000	300,000.00	
Transfer		to Laif			
10/13/2017	25,000.00	Transfer to Wells Fargo	1.000	25,000.00	
Transfer		from Laif			
10/13/2017	1,082.94	Quarterly interest	1.000	1,082.94	
Transfer					
10/26/2017	100,000.00	Transfer from Wells Fargo	1.000	100,000.00	
Transfer		to Laif			