

# Treasurer's Report

May 10, 2016

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**TO:** Honorable Mayor and Town Council  
**FROM:** Roger Carroll, Treasurer/Finance Officer  
**DATE:** May 3, 2016  
**RE:** Monthly Treasurer's Report

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## **RECOMMENDED ACTION:**

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.

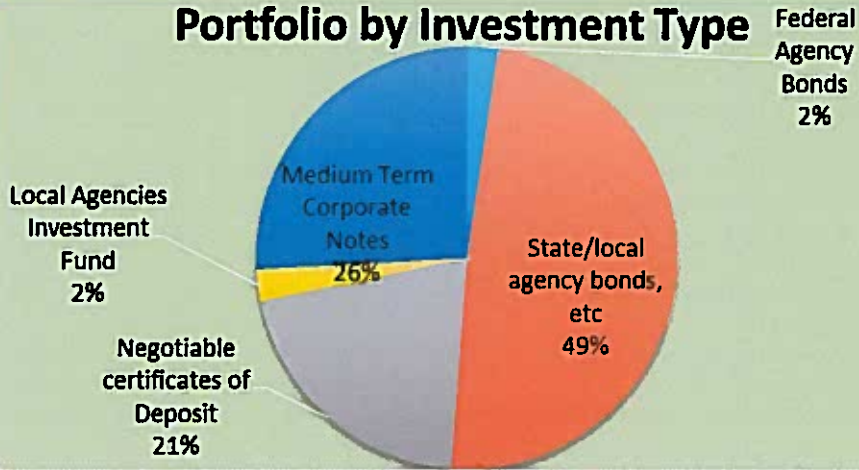
## **Other Information**

Benchmarks as of April 30, 2016:

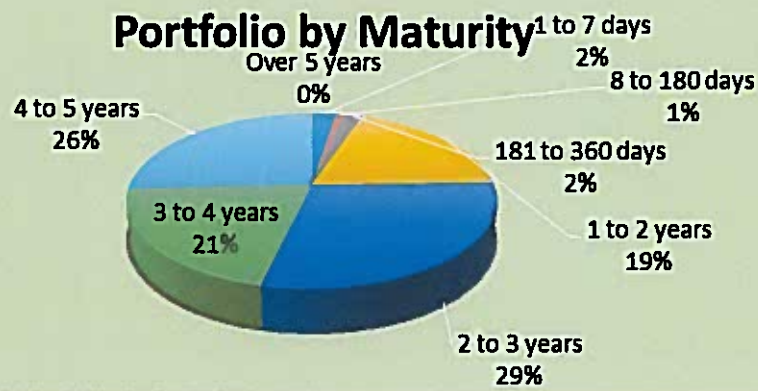
Federal Lending Rate:	0.50%
Two Year T-Bill Rate:	0.77%
LAIF daily Rate	0.58%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.60%  
Average Maturity is 3.01 years.

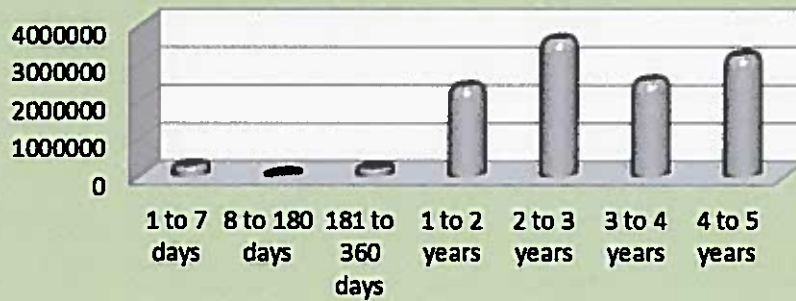
## Portfolio by Investment Type



## Portfolio by Maturity



## Portfolio by Maturity



## **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 for as rates start to climb.

## **POLICY AND/OR FINANCIAL IMPLICATIONS:**

None.

Attachments: Investment Policy Compliance Report  
Quality Analysis Report  
Transaction Ledger Report

**Town of Loomis**  
**Investment Policy Compliance**  
**with Government Code Standards, and the Town of Loomis Investment Plan Standards**  
**As of April 30, 2016**

**Current Portfolio Balance: \$ 12,388,212**

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%	48.81%	Yes
Local agency bonds, etc	100.00%	50.00%		Yes
Federal Agency Bonds	100.00%	100.00%	2.32%	Yes
Bankers Acceptances	40.00%	40.00%		Yes
Commercial Paper	30.00%	15.00%		Yes
Negotiable certificates of Deposit	30.00%	30.00%	20.56%	Yes
Repurchase Agreements	20.00%	20.00%		Yes
Reverse Repurchase Agreements	20.00%	20.00%		Yes
Local Agencies Investment Fund		100.00%	2.45%	Yes
Time Deposits	30.00%	25.00%	0.03%	Yes
Medium Term Corporate Notes	30.00%	30.00%	25.83%	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%	2%	306,634
8 to 180 days	0%	30%	1%	87,869
181 to 360 days	0%	30%	2%	251,500
1 to 2 years	0%	40%	19%	2,382,916
2 to 3 years		40%	29%	3,621,918
3 to 4 years		30%	20%	2,537,668
4 to 5 years		30%	26%	3,199,708
Over 5 years		0%	0%	
<b>Total</b>				<b>12,388,212</b>



Town of Looms  
Transaction Ledger  
4/01/16 to 4/30/16

<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>
<u>Trans Type</u>					
4/1/2016 Interest Received	2,625.00	Cleveland, OH 2.1% due 10/01/19	1.000	2,625.00	2,625.00
4/1/2016 Interest Received	2,463.80	Sumpter Landing 2.155% due 10/01/18	1.000	2,463.80	2,463.80
4/1/2016 Interest Received	1,400.00	US Maryland 2.0% due 4/01/18	1.000	1,400.00	1,400.00
4/4/2016 Interest Received	0.24	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	0.24	0.24
4/4/2016 Interest Received	1,692.12	Synchrony Bank 2.25% due 10/02/20	1.000	1,692.12	1,692.12
4/7/2016 Interest Received	589.11	American Express Bank 2.35% due 10/07/20	1.000	589.11	589.11
4/12/2016 Interest Received	2,055.62	State Bank of India 2.05% due 10/11/18	1.000	2,055.62	2,055.62
4/15/2016 Interest Received	952.60	Barclay's Bank 1.9% due 4/15/19	1.000	952.60	952.60
4/15/2016 Interest Received	208.33	Nat Rural Utility 2.5% due 8/15/20	1.000	208.33	208.33
4/18/2016 Interest Received	2,757.53	BMW Bank 2.2% due 10/16/20	1.000	2,757.53	2,757.53
4/18/2016 Interest Received	2,444.18	Discover Bank 1.95% due 4/16/19	1.000	2,444.18	2,444.18
4/18/2016 Transfer	300,000.00	Transfer Wells Fargo to Bank of New York	1.000	57,817.27	
4/20/2016 Purchased	100,000.00	Indio CA Public Financing 2.3% due 11/1/20	1.010	101,026.00	101,026.00
4/14/2016 Transfer	300,000.00	Transfer Wells Fargo to Bank of New York	1.000	2,600.00	
4/25/2016	1,153.15	CIT Bank	1.000	1,153.15	1,153.15

Interest Received 1.15% due 4/24/18

4/25/2016 Interest Received	1,250.00	Reliance Standard Life 2.5% due 4/24/19	1.000	1,250.00	1,250.00
4/25/2016 Sold	250,000.00	American Honda Credit 2.45% due 9/24/20	1.027	256,625.00 527.43	7,152.43
4/25/2016 Purchased	250,000.00	Florida Hurricane Fund 2.995% due 7/01/20	1.039	259,750.00 2,371.04	259,750.00
4/28/2016 Interest Received	2,155.89	Bank of Baroda 2.15% due 10/29/18	1.000	2,155.89	2,155.89
4/29/2016 Interest Received	1,275.00	JP Morgan Chase 2.55% due 9/29/20	1.000	1,275.00	1,275.00

**Local Agency Investment Fund**

No Activity

**Wells Fargo Savings**

4/14/2016 Transfer	300,000.00	Transfer Savings to Checking	1.000	300,000.00	
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