



# Treasurer's Report

April 9, 2013

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**TO:** Honorable Mayor and Town Council  
**FROM:** Roger Carroll, Treasurer/Finance Officer  
**DATE:** April 2, 2013  
**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:**

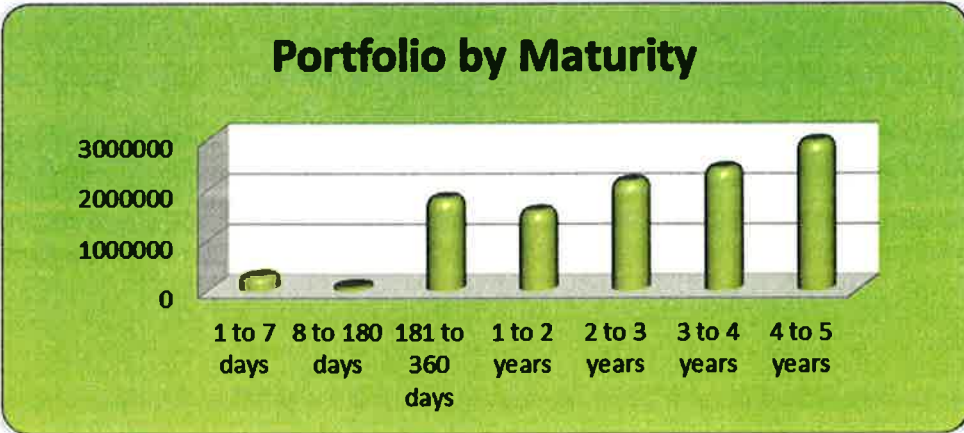
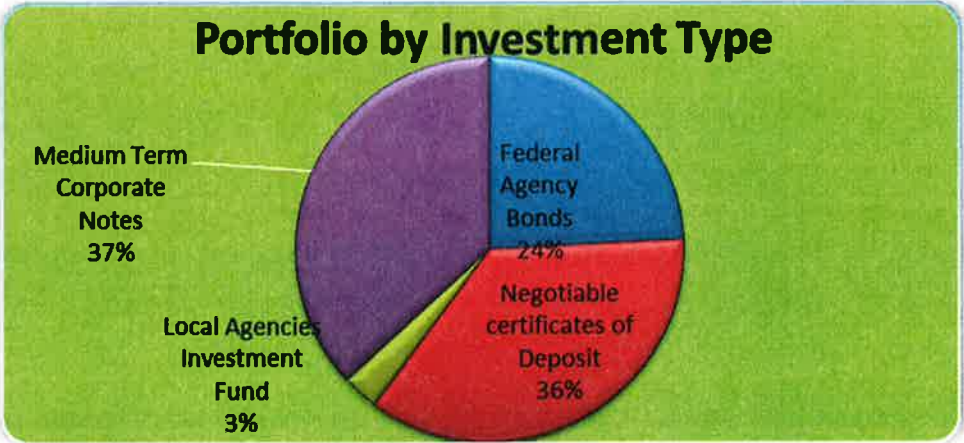
The Town's portfolio is in compliance with our investment policy. The Medium Short Term Corporate Notes designation for investments exceeds the stated maximum by 0.23%. While that exceeds the State Code maximum, this is due to a decrease in the total portfolio rather than over-purchasing that type of investment. The percentage will correct itself during April when one bond matures.

### **Other Information**

Benchmarks as of March 31, 2013:

Federal Lending Rate:	0.25%
Two Year T-Bill Rate:	0.25%
LAIF daily Rate	0.28%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.69%  
 Average Maturity is 2.63 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 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 March 31, 2013

**Current Portfolio Balance: \$ 11,319,663**

Ca Government Code Section 53601	Govt Code Maximum %	Loomis Maximum %	Loomis Actual %	Complies
a Bonds issued by Loomis		5.00%		Yes
b Federal Treasury notes, bonds, bills	100.00%	100.00%		Yes
c State/local agency bonds, etc	100.00%	50.00%	17.83%	Yes
d Local agency bonds, etc	100.00%	50.00%		Yes
e Federal Agency Bonds	100.00%	100.00%	19.89%	Yes
f Bankers Acceptances	40.00%	40.00%		Yes
g Commercial Paper	30.00%	15.00%		Yes
h Negotiable certificates of Deposit	30.00%	30.00%	29.54%	Yes
l(1) Repurchase Agreements	20.00%	20.00%		Yes
l(3) Reverse Repurchase Agreements	20.00%	20.00%		Yes
Local Agencies Investment Fund		100.00%	2.51%	Yes
h Time Deposits	30.00%	25.00%	0.00%	Yes
j Medium Term Corporate Notes	30.00%	30.00%	30.23%	No
k Shares of Beneficial Interest	20.00%	0.00%		Yes
l Local agency Certificates of Participation, security pledges, lease installments, etc.		0.00%		Yes
m Local agency notes, bonds, etc.	0.00%	0.00%		Yes
n Mortgage pass through security bonds	20.00%	0.00%		Yes
<b>Total</b>			100.00%	

Target Share of Portfolio per Investment Policy			Actual %	Actual \$
Range	Not Less Than	Not More Than		
1 to 7 days	5%	70%	3%	283,583
8 to 180 days	0%	30%	1%	77,043
181 to 360 days	0%	30%	16%	1,830,631
1 to 2 years	0%	40%	14%	1,577,973
2 to 3 years		40%	19%	2,163,472
3 to 4 years		30%	21%	2,425,047
4 to 5 years		30%	26%	2,961,912
Over 5 years		0%	0%	
	<b>Total</b>			11,319,663

Town of Loomis  
Quality Analysis Report

3/31/2013				SETTLEMENT	NEXT	MATURITY		DISCOUNT	BOOK	MARKET	UNREALIZED
Cusip		NAME	RATE	DATE	COUPON	DATE	UNITS	OR PREMIUM	VALUE	VALUE	MARKET
											GAIN/LOSS
313371NW2	B	AGY FHLB	1.375%	12/28/2010	6/11/2013	12/11/2015	280,000.00	(5,698.18)	274,301.82	287,428.40	13,126.58
3133XWX95	B	AGY FHLB	2.750%	3/25/2010	3/13/2013	3/13/2015	500,000.00	(142.08)	499,857.92	523,625.00	23,767.08
313381YX7	B	AGY FHLB	0.500%	2/20/2013	8/20/2013	5/20/2016	250,000.00	-	250,000.00	250,022.50	22.50
3135G0GY3	B	AGY FNMA	1.250%	3/20/2012	7/30/2013	1/30/2017	250,000.00		250,000.00	255,457.50	5,457.50
3136G0NC1	1X	AGY FNMA	0.750%	6/28/2012	6/28/2013	6/28/2017	250,000.00		250,000.00	250,392.50	392.50
3136G0ZG9	Q	AGY FNMA	1.150%	8/28/2012	8/28/2013	8/28/2017	250,000.00		250,000.00	250,907.50	907.50
3136G1FR5	Q	AGY FNMA	0.750%	3/19/2013	9/19/2013	3/19/2018	200,000.00		200,000.00	200,556.00	556.00
3134G36X3	Q	AGY FHLMC	1.125%	3/28/2012	9/28/2012	3/28/2018	200,000.00		200,000.00	200,354.00	354.00
13034AAP5	A	CA Infra Econ	3.314%	12/16/2011	4/1/2013	10/1/2015	250,000.00	958.30	250,958.30	254,107.50	3,149.20
13063ASD2	1X	A1 CA State GOB	5.950%	9/21/2011	4/1/2013	4/1/2016	100,000.00	9,365.17	109,365.17	114,535.00	5,169.83
13124MAE5	1X	A1 Calleguas CA Mun Wa	1.768%	6/20/2012	7/1/2013	7/1/2017	210,000.00		210,000.00	213,309.60	3,309.60
28282QBF8	1X	AA- El Centro Fing	1.180%	2/17/2012	4/1/2013	10/1/2013	175,000.00	927.71	175,927.71	175,705.25	(222.46)
452151B8	1X	A1 Illinois GOB	4.421%	8/3/2010	4/1/2013	1/1/2015	100,000.00		100,000.00	105,062.00	5,062.00
452151LC5	1X	A1 Illinois GOB	4.050%	8/24/2010	6/1/2013	6/1/2015	150,000.00	427.86	150,427.86	158,101.50	7,673.64
544587M28	1X	A1 LA CA Mun Impt	5.640%	7/2/2012	8/1/2013	8/1/2015	200,000.00	15,434.97	215,434.97	215,900.00	465.03
777352BK0		A+ Rosedale Ro Bravo	3.050%	7/27/2012	7/1/2013	1/1/2016	305,000.00	5,318.46	310,318.46	309,733.60	(584.86)
913366ET3	1X	A1 UCD	2.875%	11/18/2010	7/15/2013	5/15/2015	140,000.00		140,000.00	143,575.60	3,575.60
952347WA6	1X	A1 W Contra Costa	4.000%	4/13/2012	8/1/2013	8/1/2015	100,000.00	6,405.00	106,405.00	107,593.00	1,188.00
952357AB7	1X	A1 W Covina	0.550%	8/28/2012	6/27/2013	6/27/2013	250,000.00		250,000.00	250,005.00	5.00
020206RAJ1	n/a	A- AT&T Inc	5.500%	2/13/2013	8/1/2013	2/1/2018	250,000.00	44,285.42	294,285.42	293,910.00	(375.42)
02003MBQ6	n/a	AA Alstate LF GLB	5.375%	5/1/2009	4/30/2013	4/30/2013	250,000.00		250,000.00	251,005.00	1,005.00
02005QQD8		CD Ally Bank	2.150%	6/2/2011	6/2/2013	6/2/2016	250,000.00		250,000.00	262,488.23	12,488.23
02587DKM9	n/a	CD Amex Bank FSB	1.750%	7/19/2012	7/19/2013	7/19/2017	250,000.00		250,000.00	260,231.15	10,231.15
05155THC5	n/a	CD Aurora Bank	1.500%	5/23/2011	5/23/2013	5/23/2014	200,000.00		200,000.00	202,004.60	2,004.60
06050WBM6	n/a	A Bank of America	5.100%	3/6/2013	4/15/2013	2/15/2018	100,000.00	10,626.88	110,626.88	109,274.00	(1,352.88)
06739FGF2	n/a	AA3 Barclays Bank	5.000%	4/3/2012	3/22/2013	9/22/2016	250,000.00	15,950.00	265,950.00	280,790.00	14,840.00
06740KCB1	n/a	CD Barclays Bank	3.200%	10/14/2009	5/14/2013	10/14/2014	100,000.00		100,000.00	104,166.32	4,166.32
05568PV95	n/a	CD BMW Bank	1.750%	4/13/2012	4/13/2013	4/13/2017	250,000.00		250,000.00	260,219.03	10,219.03
140653E44	n/a	CD CAPMARK BANK	5.000%	10/22/2008	4/22/2013	10/22/2013	100,000.00		100,000.00	102,646.62	2,646.62
17284ADC9	n/a	CD CIT Bank	3.650%	5/22/2009	5/22/2013	5/22/2014	100,000.00		100,000.00	103,488.69	3,488.69
17284ARS9	n/a	CD CIT Bank SLC	2.250%	5/27/2011	5/11/2013	5/11/2016	100,000.00	(150.68)	99,849.32	105,259.79	5,410.47
21686CAD2	n/a	Aaa Rabobank	3.375%	2/15/2012	7/19/2013	1/19/2017	150,000.00	3,798.26	153,798.26	160,591.50	6,793.24
254670U1	n/a	CD DISCOVER BANK	1.850%	4/18/2012	4/18/2013	4/18/2017	100,000.00		100,000.00	104,505.67	4,505.67
254671GA2	n/a	CD DISCOVER BANK	1.600%	9/5/2012	3/5/2013	9/5/2017	150,000.00		150,000.00	155,073.53	5,073.53
3191404X4	n/a	CD Firstbank Highland	3.400%	5/20/2009	5/20/2013	5/20/2014	100,000.00		100,000.00	103,184.09	3,184.09
3615952H3	n/a	CD GE Cap Ret Bnk	2.000%	10/11/2011	4/7/2013	10/7/2016	250,000.00		250,000.00	261,979.50	11,979.50
36160XYL5		CD GE Cap Financial	2.050%	10/28/2011	4/28/2013	10/28/2016	250,000.00		250,000.00	262,620.55	12,620.55
36962G3Z5	n/a	AA GECC (F)	1.310%	8/3/2010	3/23/2013	9/23/2013	150,000.00	(659.00)	149,341.00	150,676.50	1,335.50
36962GK94	n/a	AA GECC (F)	0.570%	6/28/2010	3/15/2013	9/15/2014	100,000.00	(1,959.48)	98,040.52	100,051.00	2,010.48
38141EKF5	n/a	A GOLDMAN SACHS	0.619%	7/16/2010	7/22/2013	7/22/2015	250,000.00	(8,437.50)	241,562.50	247,442.50	5,880.00
3814264E2	n/a	CD GOLDMAN SACHS BAI	1.850%	8/24/2011	8/24/2013	8/24/2016	100,000.00		100,000.00	104,219.29	4,219.29
38143AUR4	n/a	CD GOLDMAN SACHS BAI	1.800%	6/13/2012	6/13/2013	6/13/2017	150,000.00		150,000.00	156,443.48	6,443.48
40429XUJ3	n/a	AA- HSBC	6.000%	11/16/2009	4/15/2013	4/15/2013	250,000.00	6,682.70	256,682.70	249,822.50	(6,860.20)
428236BC6	n/a	A2 Hewlett Packard	2.125%	9/21/2011	3/13/2013	9/13/2015	250,000.00	(936.49)	249,063.51	253,457.50	4,393.99
46625HHB9	n/a	AA- JP Morgan	4.750%	5/26/2009	5/1/2013	5/1/2013	250,000.00	1,680.00	251,680.00	250,867.50	(812.50)
46625HHP8	n/a	AA- JP Morgan	3.700%	8/23/2011	7/20/2013	1/20/2015	250,000.00	5,075.00	255,075.00	262,467.50	7,392.50
58733AAE9		CD Mercantil Commercet	1.100%	2/13/2013	8/13/2013	2/13/2018	97,000.00		97,000.00	97,795.50	795.50
59012YG43		CD Merrick Bank	2.000%	6/15/2011	4/15/2013	6/15/2016	200,000.00		200,000.00	209,145.82	9,145.82
61745EG70	n/a	A2 MORGAN STANLEY	3.000%	8/31/2011	3/2/2013	8/31/2015	225,000.00		225,000.00	227,718.00	2,718.00
61747MQF1	n/a	CD MORGAN STANLEY CC	5.050%	10/29/2008	4/29/2013	10/29/2013	100,000.00		100,000.00	102,765.61	2,765.61
61747YCL7	n/a	A2 MORGAN STANLEY	4.100%	1/29/2010	7/26/2013	1/26/2015	125,000.00		125,000.00	130,502.50	5,502.50
785907AV8	n/a	CD Saehan Bank	3.400%	3/31/2009	8/27/2013	3/24/2014	97,000.00		97,000.00	99,648.99	2,648.99
7954550HP3	n/a	CD Sallie Mae Bk	3.500%	2/19/2009	8/16/2013	2/19/2014	100,000.00		100,000.00	102,610.49	2,610.49
856284E34	n/a	CD State Bnk India	2.000%	4/27/2012	4/27/2013	4/27/2017	200,000.00		200,000.00	210,285.76	10,285.76
92977BQA2	n/a	CD WACHOVIA BANK	5.000%	7/25/2008	7/25/2013	7/25/2013	100,000.00		100,000.00	101,548.24	1,548.24
949746QU8	n/a	AA Wells Fargo	3.676%	7/6/2011	3/15/2013	6/15/2016	240,000.00	6,084.00	246,084.00	259,514.40	13,430.40
96121BBR7	n/a	AA Westpac Banking	2.000%	7/19/2012	4/15/2013	7/15/2017	250,000.00	-	250,000.00	252,727.50	2,727.50
ACCURED INT	n/a	AGY					77,042.98		77,042.98		
Sub- total							10,921,042.98	115,036.32	11,036,079.30	11,219,520.30	260,483.98
Balance on account with LAIF							283,583.20		283,583.20	283,583.20	
Balance on account with Money market											
Total Portfolio							11,204,626.18		11,319,662.50		

Town of Looms  
Transaction Ledger  
3/01/13 to 3/31/13

<u>Trans Date</u> <u>Trans Type</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>
3/4/2013 Interest Received	1.17	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	1.17	1.17
3/5/2013 Transfer in	111,104.50	Transfer from Wells Fargo	1.000	111,104.50	111,104.50
3/5/2013 Interest received	1,190.14	Discover Bank 1.6% due 9/5/17	1.000	1,190.14	1,190.14
3/6/2013 Bond Purchased	100,000.00	Bank of America 5.1% due 2/15/18	1.111	111,080.70 297.50	111,080.70
3/13/2013 Interest received	6,875.00	FHLB 2.75% due 3/13/15	1.000	6,875.00	6,875.00
3/13/2013 Interest received	2,656.25	HP 2.125% due 9/13/15	1.000	2,656.25	2,656.25
3/13/2013 Bond purchased	200,000.00	FNMA 0.75% due 3/19/18	1.000	200,000.00	200,000.00
3/15/2013 Interest Received	425.00	Bank of America 5.1% due 2/15/18	1.000	425.00	425.00
3/15/2013 Interest Received	416.67	Westpac Bank 2.0% due 7/15/15	1.000	416.67	416.67
3/15/2013 Interest Received	138.84	GECC FR% due 9/15/14	1.000	138.84	138.84
3/15/2013 Interest Received	306.85	Merrick Bank 2.0% due 6/15/16	1.000	306.85	306.85
3/15/2013 Interest Received	4,411.20	Wells Fargo 3.676% due 6/15/16	1.000	4,411.20	4,411.20
3/19/2013 Transfer in	183,578.88	Transfer from Wells Fargo	1.000	183,578.88	183,578.88
3/22/2013 Interest Received	6,250.00	Barclays Bank 5.0% due 9/22/16	1.000	6,250.00	6,250.00
3/25/2013	496.71	GECC	1.000	496.71	496.71

Interest Received		FR% due 9/23/13			
3/27/2013	193,253.29	Transfer to Wells Fargo	1.000	193,253.29	-
Transfer				-	
3/27/2013	813.21	Saehan Bank	1.000	813.21	813.21
Interest Received		3.4% due 3/2/14			
3/28/2013	200,000.00	FHLMC	1.000	200,000.00	200,000.00
Bond purchased		1.25% due 3/28/18			
<b>Local Agency Investment Fund</b>					
3/1/2013	(100,000.00)	Local Agency Investment	1.000	(100,000.00)	
Withdrawal		Fund State Pool			
3/6/2013	(100,000.00)	Local Agency Investment	1.000	(100,000.00)	
Withdrawal		Fund State Pool			
3/18/2013	(150,000.00)	Local Agency Investment	1.000	(150,000.00)	
Withdrawal		Fund State Pool			
3/26/2013	(200,000.00)	Local Agency Investment	1.000	(200,000.00)	
Withdrawal		Fund State Pool			
3/29/2013	(220,000.00)	Local Agency Investment	1.000	(220,000.00)	
Withdrawal		Fund State Pool			