



# Treasurer's Report

July 10, 2012

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**TO:** Honorable Mayor and Town Council  
**FROM:** Roger Carroll, Treasurer/Finance Officer  
**DATE:** July 3, 2012  
**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.

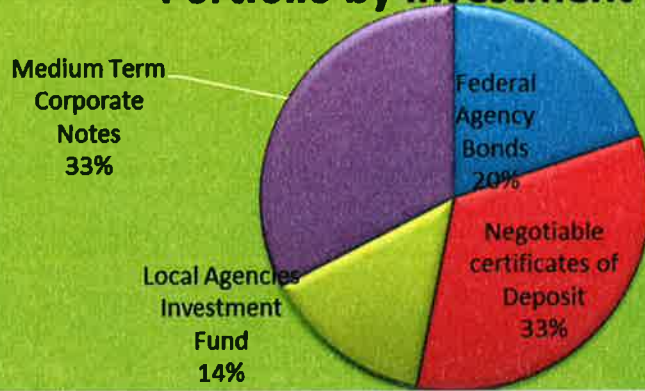
## **Other Information**

Benchmarks as of June 30, 2012:

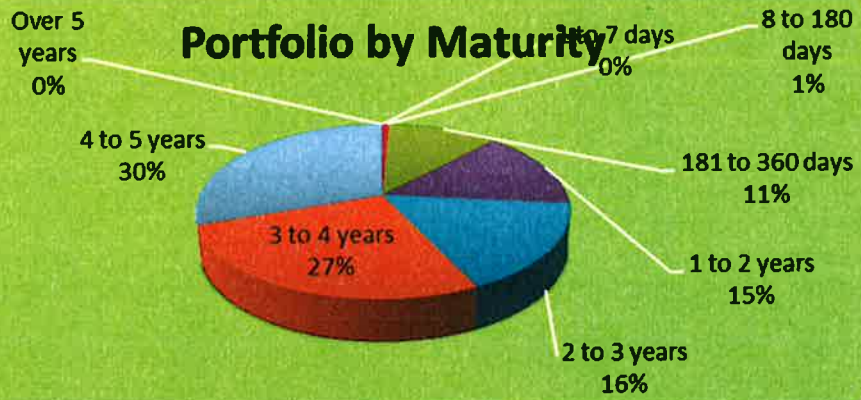
Federal Lending Rate:	0.25%
Two Year T-Bill Rate:	0.30%
LAIF daily Rate	0.35%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.88%  
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 June 29, 2012

**Current Portfolio Balance: \$ 10,759,138**

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%	11.61%	Yes
d Local agency bonds, etc	100.00%	50.00%		Yes
e Federal Agency Bonds	100.00%	100.00%	17.08%	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%	28.78%	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%	12.33%	Yes
h Time Deposits	30.00%	25.00%	2.09%	Yes
j Medium Term Corporate Notes	30.00%	30.00%	28.10%	Yes
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%	0%	-
8 to 180 days	0%	30%	1%	65,390
181 to 360 days	0%	30%	11%	1,011,806
1 to 2 years	0%	40%	15%	1,322,474
2 to 3 years		40%	16%	1,469,676
3 to 4 years		30%	27%	2,404,049
4 to 5 years		30%	30%	2,724,108
Over 5 years		0%	0%	
<b>Total</b>				8,997,503

Town of Loomis  
Quality Analysis Report  
6/29/2012

										UNREALIZED
Cusip	NAME	RATE	SETTLEMENT DATE	NEXT COUPON	MATURITY DATE	UNITS	DISCOUNT OR PREMIUM	BOOK VALUE	MARKET VALUE	MARKET GAIN/LOSS
313371NW2	AGY FHLB	1.375%	12/28/2010	6/11/2012	12/11/2015	280,000.00	(7,252.12)	272,747.88	287,285.60	14,537.72
3133XW95	AGY FHLB	2.750%	3/25/2010	9/13/2012	3/13/2015	500,000.00	(197.52)	499,802.48	529,985.00	30,182.52
3134G2V66	AGY FHLMC	1.500%	10/19/2011	10/19/2012	10/16/2016	250,000.00		250,000.00	250,152.50	152.50
3135G0GY3	AGY FNMA	1.250%	3/20/2012	7/30/2012	1/30/2017	250,000.00		250,000.00	253,940.00	3,940.00
3136G0NC1	AGY FNMA	0.750%	6/28/2012	12/28/2012	6/28/2017	250,000.00		250,000.00	249,790.00	(210.00)
3136FT7D5	AGY FNMA	1.500%	4/12/2012	10/12/2012	4/12/2017	250,000.00		250,000.00	250,847.50	847.50
13034AAP4	A- CA Infra Econ	3.314%	12/16/2011	10/1/2012	10/1/2015	250,000.00	1,227.85	251,227.85	254,190.00	2,962.15
13063A5D2	A1 CA State GOB	5.950%	9/21/2011	10/1/2012	4/1/2016	100,000.00	11,773.30	111,773.30	114,625.00	2,851.70
13124MAE5	A1 Calleguas CA Mun Wa	1.768%	6/20/2012	12/20/2012	7/1/2017	210,000.00		210,000.00	208,874.40	(1,125.60)
28282QBF8	AA- El Centro Fing	1.180%	2/17/2012	10/1/2012	10/1/2013	175,000.00	2,319.20	177,319.20	177,126.25	(192.95)
4521518V8	A1 Illinois GOB	4.421%	8/3/2010	7/1/2012	1/1/2015	100,000.00		100,000.00	105,127.00	5,127.00
452151LC5	A1 Illinois GOB	4.050%	8/24/2010	6/1/2012	6/1/2015	150,000.00	575.82	150,575.82	156,430.50	5,854.68
913366ET3	A1 UCD	2.875%	11/18/2010	7/15/2012	5/15/2015	140,000.00		140,000.00	144,246.20	4,246.20
952347WA6	A1 W Contra Costa	4.000%	4/13/2012	8/1/2012	8/1/2015	100,000.00	8,475.00	108,475.00	108,153.00	(322.00)
02003MBQ6	AA Alstate LF GLB	5.375%	5/1/2009	4/30/2012	4/30/2013	250,000.00		250,000.00	260,102.50	10,102.50
02005QQD8	CD Ally Bank	2.150%	6/2/2011	6/2/2012	6/2/2016	250,000.00		250,000.00	263,385.95	13,385.95
02580VBJ3	CD Amex Bank FSB	5.000%	11/26/2008	5/26/2012	11/26/2013	100,000.00		100,000.00	105,975.91	5,975.91
05155THC5	CD Aurora Bank	1.500%	5/23/2011	5/23/2012	5/23/2014	200,000.00		200,000.00	203,497.32	3,497.32
06739FGF2	AA3 Barclays Bank	5.000%	4/3/2012	9/22/2012	9/22/2016	250,000.00	19,550.00	269,550.00	271,490.00	1,940.00
06740KCB1	CD Barclays Bank	3.200%	10/14/2009	5/14/2012	10/14/2014	100,000.00		100,000.00	106,043.49	6,043.49
05568PV95	CD BMW Bank	1.750%	4/13/2012	10/13/2012	4/13/2017	250,000.00		250,000.00	259,616.73	9,616.73
140653TS5	CD CAPMARK BANK	5.000%	10/22/2008	10/22/2012	10/22/2013	100,000.00		100,000.00	105,524.59	5,524.59
17284ADC9	CD CIT Bank	3.650%	5/22/2009	5/22/2012	5/22/2014	100,000.00		100,000.00	105,849.46	5,849.46
17284ARS9	CD CIT Bank SLC	2.250%	5/27/2011	5/11/2012	5/11/2016	100,000.00	(186.41)	99,813.59	105,706.54	5,892.95
254670F49	CD DISCOVER BANK	2.150%	6/3/2011	6/1/2012	5/31/2016	150,000.00		150,000.00	150,000.00	-
2546706U1	CD DISCOVER BANK	1.850%	4/18/2012	10/18/2012	4/18/2017	100,000.00		100,000.00	104,332.58	4,332.58
3191404X4	CD Firstbank Highland	3.400%	5/20/2009	5/20/2012	5/20/2014	100,000.00		100,000.00	105,356.87	5,356.87
36160XYL5	CD GE Cap Financial	2.050%	10/28/2011	4/28/2012	10/28/2016	250,000.00		250,000.00	262,977.50	12,977.50
36159S2H3	CD GE Cap Ret Bnk	2.000%	10/11/2011	10/7/2012	10/7/2016	250,000.00		250,000.00	262,277.10	12,277.10
36962G3Z5	AA GECC (F)	1.470%	8/3/2010	9/23/2012	9/23/2013	150,000.00	(1,844.75)	148,155.25	150,996.00	2,840.75
36962GK94	AA GECC (F)	0.830%	6/28/2010	9/15/2012	9/15/2014	100,000.00	(3,061.44)	96,938.56	98,790.00	1,851.44
38141EKF5	A GOLDMAN SACHS	0.779%	7/16/2010	7/22/2012	7/22/2015	250,000.00	(11,250.00)	238,750.00	230,892.50	(7,857.50)
3814264E2	CD GOLDMAN SACHS BAI	1.850%	8/24/2011	8/24/2012	8/24/2016	100,000.00		100,000.00	104,286.52	4,286.52
38143AUR4	CD GOLDMAN SACHS BAI	1.800%	6/13/2012	12/13/2012	6/13/2017	150,000.00		150,000.00	156,101.87	6,101.87
428236BC6	A2 Hewlett Packard	2.125%	9/21/2011	9/13/2012	9/13/2015	250,000.00	(1,227.10)	248,772.90	252,085.00	3,312.10
40429XUJ3	AA HSBK	6.000%	11/16/2009	10/15/2012	4/15/2013	250,000.00	9,046.28	259,046.28	258,375.00	(671.28)
46625HHB9	AA- JP Morgan	4.750%	5/26/2009	5/1/2012	5/1/2013	250,000.00	2,760.00	252,760.00	257,752.50	4,992.50
46625HHP8	AA- JP Morgan	3.700%	8/23/2011	7/20/2012	1/20/2015	250,000.00	7,358.75	257,358.75	260,770.00	3,411.25
59012YG43	CD Merrick Bank	2.000%	6/15/2011	7/14/2012	6/15/2016	200,000.00		200,000.00	209,635.90	9,635.90
59018YM40	A2 MERIL LYNCH	5.450%	3/28/2008	7/5/2012	2/5/2013	250,000.00		250,000.00	255,027.50	5,027.50
61747MQF1	CD MORGAN STANLEY CC	5.050%	10/29/2008	4/29/2012	10/29/2013	100,000.00		100,000.00	105,719.42	5,719.42
61745EG70	A2 MORGAN STANLEY	4.500%	8/31/2011	9/2/2012	8/31/2015	225,000.00		225,000.00	220,486.50	(4,513.50)
61747YCL7	A2 MORGAN STANLEY	4.100%	1/29/2010	8/26/2012	1/26/2015	125,000.00		125,000.00	124,296.88	(703.12)
21686CAD2	Aaa Rabobank	3.375%	2/15/2012	7/19/2012	1/19/2017	150,000.00	4,557.95	154,557.95	154,378.50	(179.45)
785907AV8	CD Saehan Bank	3.400%	3/31/2009	8/27/2012	3/24/2014	97,000.00		97,000.00	101,676.53	4,676.53
7954550HP3	CD Sallie Mae Bk	3.500%	2/19/2009	8/16/2012	2/19/2014	100,000.00		100,000.00	104,652.78	4,652.78
856284E34	CD State Bnk India	2.000%	4/27/2012	10/27/2012	4/27/2017	200,000.00		200,000.00	210,141.22	10,141.22
92977BQA2	CD WACHOVIA BANK	5.000%	7/25/2008	7/25/2012	7/25/2013	100,000.00		100,000.00	104,391.53	4,391.53
949746QU8	AA Wells Fargo	3.676%	7/6/2011	9/15/2012	6/15/2016	240,000.00	7,488.00	247,488.00	255,456.00	7,968.00
ACCRUED INT	AGY					65,346.43		65,346.43		
Sub- total						9,157,346.43	50,112.81	9,207,459.24	9,378,821.64	236,708.83
Balance on account with LAIF						1,326,324.09		1,326,324.09		
Balance on account with Money market						225,311.33		225,311.33		
Total Portfolio						10,708,981.85		10,759,094.66		

Town of Looms  
Transaction Ledger  
6/01/12 to 6/29/12

<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>
6/4/2012 Interest Received	1.43	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	1.43	1.43
6/1/2012 Interest Received	3,037.50	Illinois GOB 4.05% due 6/1/15	1.000	3,037.50	3,037.50
6/4/2012 Interest Received	2,694.86	Ally Bank 2.15% due 6/2/16	1.000	2,694.86	2,694.86
6/11/2012 Interest Received	1,925.00	FHLB 1.375% due 12/11/15	1.000	1,925.00	1,925.00
6/12/2012 CD Sold	100,000.00	Wachovia Bank 5.0% due 7/25/13	1.000	100,000.00 1,904.11	1,904.11
6/12/2012 CD Sold	100,000.00	Wachovia Mrtg Bank 5.0% due 7/25/13	1.000	100,000.00 1,904.11	1,904.11
6/13/2012 CD Purchased	150,000.00	Goldman Sachs Bank 1.8% due 6/13/17	1.000	150,000.00	150,000.00
6/15/2012 Interest Received	187.49	GE FR% due 9/15/14	1.000	187.49	187.49
6/15/2012 Interest Received	339.73	Merrick Bank 2.0% due 6/15/16	1.000	339.73	339.73
6/15/2012 Interest Received	513.44	Wachovia Bank FR% due 3/15/16	1.000	513.44	513.44
6/19/2012 Transfer	138,480.17	Transfer from Wells Fargo	1.000	138,480.17	-
6/20/2012 Bond Purchase	210,000.00	Calleguas CA Muni Water 1.768% due 7/1/17	1.000	210,000.00	210,000.00
6/25/2012 Interest Received	577.37	GE FR% due 9/23/13	1.000	577.37	577.37
6/27/2012 Interest Received	831.28	Saehan Bank 3.4% due 3/27/14	1.000	831.28	831.28
6/28/2012	250,000.00	FNMA	1.000	250,000.00	250,000.00

Bond Purchase		0.75% SU due 6/28/17			
6/28/2012 Transfer	248,591.35	Transfer from Wells Fargo	1.000	248,591.35	-
6/29/2012 Bond Called	250,000.00	FNMA 2.0% due 6/29/16	1.000	250,000.00 2,500.00	2,500.00
6/29/2012 Bond Sold	250,000.00	Wachovia Bank FR% due 3/15/16	0.963	240,625.00 10,766.59	1,391.59
6/29/2012 Transfer	267,885.70	Transfer to Wells Fargo	1.000	267,885.70	-

**Local Agency Investment Fund**

6/1/2012 Deposit	280,000.00	Local Agency Investment Fund State Pool	1.000	280,000.00	
6/5/2012 Deposit	150,000.00	Local Agency Investment Fund State Pool	1.000	150,000.00	
6/18/2012 Withdrawal	(175,000.00)	Local Agency Investment Fund State Pool	1.000	(175,000.00)	
6/25/2012 Withdrawal	(300,000.00)	Local Agency Investment Fund State Pool	1.000	(300,000.00)	