



# Treasurer's Report

May 14, 2013

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**TO:** Honorable Mayor and Town Council  
**FROM:** Roger Carroll, Treasurer/Finance Officer  
**DATE:** May 1, 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:**

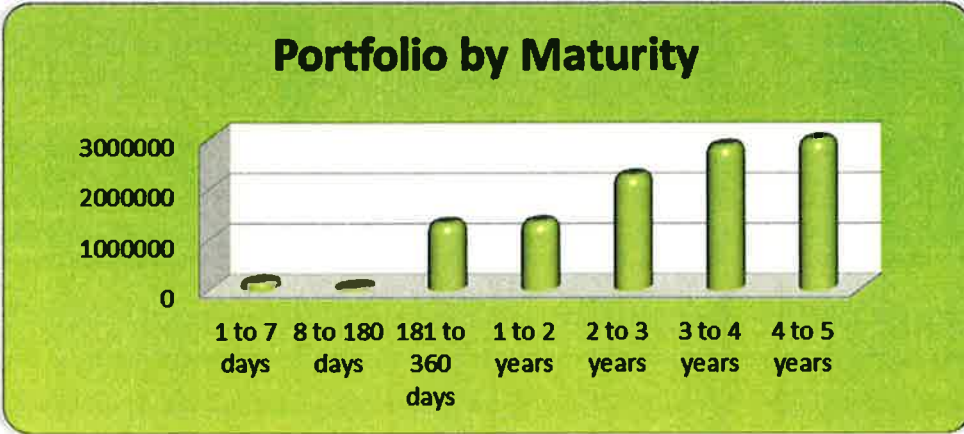
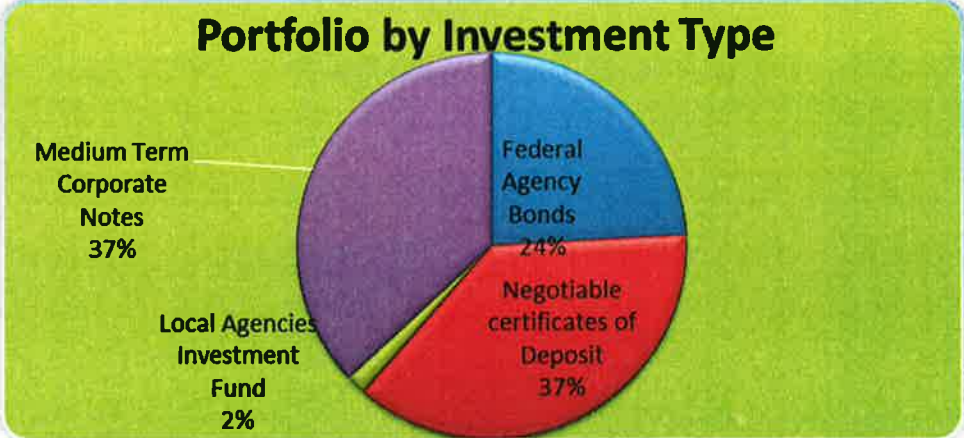
The Town's portfolio is in compliance with our investment policy. The Medium Short Term Corporate Notes and the Negotiable Certificates of Deposits designations for investments exceed the State Code mandated maximums. This is due to a decrease in the total portfolio rather than over-purchasing that type of investment. The percentages will correct themselves during May when property taxes are received and transferred to the Local Agency Investment Fund.

### **Other Information**

Benchmarks as of March 31, 2013:

Federal Lending Rate:	0.25%
Two Year T-Bill Rate:	0.20%
LAIF daily Rate	0.26%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.62%  
 Average Maturity is 2.81 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  
Quality Analysis Report  
4/30/2013

											UNREALIZED
											MARKET
Cusip	NAME	RATE	SETTLEMENT DATE	NEXT COUPON	MATURITY DATE	UNITS	DISCOUNT OR PREMIUM	BOOK VALUE	MARKET VALUE	MARKET GAIN/LOSS	
313371NW2	B AGY FHLB	1.375%	12/28/2010	6/11/2013	12/11/2015	280,000.00	(5,525.52)	274,474.48	287,532.00	13,057.52	
3133XWX95	B AGY FHLB	2.750%	3/25/2010	3/13/2013	3/13/2015	500,000.00	(135.92)	499,864.08	523,060.00	23,195.92	
313381YX7	B AGY FHLB	0.500%	2/20/2013	8/20/2013	5/20/2016	250,000.00	-	250,000.00	250,220.00	220.00	
3135GOGY3	B AGY FNMA	1.250%	3/20/2012	7/30/2013	1/30/2017	250,000.00	-	250,000.00	256,570.00	6,570.00	
3136GONC1	1X AGY FNMA	0.750%	6/28/2012	6/28/2013	6/28/2017	250,000.00	-	250,000.00	249,912.50	(87.50)	
3136GOGZ9	Q AGY FNMA	1.150%	8/28/2012	8/28/2013	8/28/2017	250,000.00	-	250,000.00	250,887.50	887.50	
3136G1FR5	Q AGY FNMA	0.750%	3/19/2013	9/19/2013	3/19/2018	200,000.00	-	200,000.00	200,798.00	798.00	
3134G36X3	Q AGY FHLMC	1.125%	3/28/2012	9/28/2012	3/28/2018	200,000.00	-	200,000.00	201,058.00	1,058.00	
13034AAP5	1X A- CA Infra Econ	3.314%	12/16/2011	4/1/2013	10/1/2015	250,000.00	928.35	250,928.35	254,147.50	3,219.15	
13063ASD2	1X A1 CA State GOB	5.950%	9/21/2011	4/1/2013	4/1/2016	100,000.00	9,097.60	109,097.60	114,726.00	5,628.40	
13124MAE5	1X A1 Calleguas CA Mun Wa	1.768%	6/20/2012	7/1/2013	7/1/2017	210,000.00	-	210,000.00	213,670.80	3,670.80	
28282QBF8	1X AA- El Centro Fing	1.180%	2/17/2012	4/1/2013	10/1/2013	175,000.00	773.10	175,773.10	175,586.25	(186.85)	
452151BV8	1X A1 Illinois GOB	4.421%	8/3/2010	4/1/2013	1/1/2015	100,000.00	-	100,000.00	104,874.00	4,874.00	
452151LC5	1X A1 Illinois GOB	4.050%	8/24/2010	6/1/2013	6/1/2015	150,000.00	411.42	150,411.42	157,890.00	7,478.58	
544587MZ8	1X A1 LA CA Mun Impt	5.640%	7/2/2012	8/1/2013	8/1/2015	200,000.00	14,863.30	214,863.30	215,482.00	618.70	
777352BK0	A+ Rosedale Ro Bravo	3.050%	7/27/2012	7/1/2013	1/1/2016	305,000.00	5,146.90	310,146.90	309,989.80	(157.10)	
913366ET3	1X A1 UCD	2.875%	11/18/2010	7/15/2013	5/15/2015	140,000.00	-	140,000.00	144,753.00	4,753.00	
952347WA6	1X A1 W Contra Costa	4.000%	4/13/2012	8/1/2013	8/1/2015	100,000.00	6,175.00	106,175.00	107,382.00	1,207.00	
952357AB7	1X A1 W Covina	0.550%	8/28/2012	6/27/2013	6/27/2013	250,000.00	-	250,000.00	250,040.00	40.00	
00206RAJ1	n/a A- AT&T Inc	5.500%	2/13/2013	8/1/2013	2/1/2018	250,000.00	43,521.88	293,521.88	295,522.50	2,000.62	
02005QQD8	CD Ally Bank	2.150%	6/2/2011	6/2/2013	6/2/2016	250,000.00	-	250,000.00	262,978.93	12,978.93	
02587DKM9	n/a CD Amex Bank FSB	1.750%	7/19/2012	7/19/2013	7/19/2017	250,000.00	-	250,000.00	261,329.83	11,329.83	
05155THC5	n/a CD Aurora Bank	1.500%	5/23/2011	5/23/2013	5/23/2014	200,000.00	-	200,000.00	202,223.38	2,223.38	
06050WBM6	n/a A Bank of America	5.100%	3/6/2013	4/15/2013	2/15/2018	100,000.00	10,446.76	110,446.76	110,417.00	(29.76)	
06739FGF2	n/a AA3 Barclays Bank	5.000%	4/3/2012	3/22/2013	9/22/2016	250,000.00	15,550.00	265,550.00	281,800.00	16,250.00	
06740KCB1	n/a CD Barclays Bank	3.200%	10/14/2009	5/14/2013	10/14/2014	100,000.00	-	100,000.00	104,107.64	4,107.64	
05568PV95	n/a CD BMW Bank	1.750%	4/13/2012	4/13/2013	4/13/2017	250,000.00	-	250,000.00	261,173.90	11,173.90	
140653E44	n/a CD CAPMARK BANK	5.000%	10/22/2008	4/22/2013	10/22/2013	100,000.00	-	100,000.00	102,261.36	2,261.36	
17284ARS9	n/a CD CIT Bank SLC	2.250%	5/27/2011	5/11/2013	5/11/2016	100,000.00	(146.71)	99,853.29	105,440.21	5,586.92	
17284CCS1	n/a CD CIT Bank SLC	1.150%	4/24/2013	10/24/2013	4/24/2018	200,000.00	-	200,000.00	203,082.24	3,082.24	
21686CAD2	n/a Aaa Rabobank	3.375%	2/15/2012	7/19/2013	1/19/2017	150,000.00	3,713.85	153,713.85	161,535.00	7,821.15	
2546706U1	n/a CD DISCOVER BANK	1.850%	4/18/2012	4/18/2013	4/18/2017	100,000.00	-	100,000.00	104,881.79	4,881.79	
254671GA2	n/a CD DISCOVER BANK	1.600%	9/5/2012	3/5/2013	9/5/2017	150,000.00	-	150,000.00	155,783.57	5,783.57	
3191404X4	n/a CD Firstbank Highland	3.400%	5/20/2009	5/20/2013	5/20/2014	100,000.00	-	100,000.00	103,132.58	3,132.58	
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	262,633.18	12,633.18	
36160XYL5	CD GE Cap Financial	2.050%	10/28/2011	4/28/2013	10/28/2016	250,000.00	-	250,000.00	263,281.48	13,281.48	
36962G3Z5	n/a AA GECC (F)	1.310%	8/3/2010	3/23/2013	9/23/2013	150,000.00	(527.25)	149,472.75	150,556.50	1,083.75	
36962GK94	n/a AA GECC (F)	0.570%	6/28/2010	3/15/2013	9/15/2014	100,000.00	(1,837.04)	98,162.96	100,096.00	1,933.04	
36966R5W2	n/a AA GECC	4.550%	4/2/2013	9/19/2013	3/19/2018	200,000.00	23,501.67	223,501.67	220,750.00	(2,751.67)	
38141EKF5	n/a A GOLDMAN SACHS	0.619%	7/16/2010	7/22/2013	7/22/2015	250,000.00	(8,125.00)	241,875.00	248,792.50	6,917.50	
38141GFM1	n/a A GOLDMAN SACHS	6.150%	4/17/2013	10/1/2018	4/1/2018	125,000.00	22,728.54	147,728.54	147,683.75	(44.79)	
3814264E2	n/a CD GOLDMAN SACHS BAI	1.850%	8/24/2011	8/24/2013	8/24/2016	100,000.00	-	100,000.00	104,473.59	4,473.59	
38143AUR4	n/a CD GOLDMAN SACHS BAI	1.800%	6/13/2012	6/13/2013	6/13/2017	150,000.00	-	150,000.00	157,064.19	7,064.19	
428236BC6	n/a A2 Hewlett Packard	2.125%	9/21/2011	3/13/2013	9/13/2015	250,000.00	(904.20)	249,095.80	254,950.00	5,854.20	
46625HHB9	n/a AA- JP Morgan	4.750%	5/26/2009	5/1/2013	5/1/2013	250,000.00	1,560.00	251,560.00	250,000.00	(1,560.00)	
46625HHP8	n/a AA- JP Morgan	3.700%	8/23/2011	7/20/2013	1/20/2015	250,000.00	4,821.25	254,821.25	262,310.00	7,488.75	
58733AAE9	CD Mercantil Commercet	1.100%	2/13/2013	8/13/2013	2/13/2018	97,000.00	-	97,000.00	98,374.92	1,374.92	
59012YG43	CD Merrick Bank	2.000%	6/15/2011	5/15/2013	6/15/2016	200,000.00	-	200,000.00	209,568.56	9,568.56	
61745EG70	n/a A2 MORGAN STANLEY	3.000%	8/31/2011	3/2/2013	8/31/2015	225,000.00	-	225,000.00	230,906.25	5,906.25	
61747MQF1	n/a CD MORGAN STANLEY CC	5.050%	10/29/2008	4/29/2013	10/29/2013	100,000.00	-	100,000.00	102,377.06	2,377.06	
785907AV8	n/a CD Saehan Bank	3.400%	3/31/2009	8/27/2013	3/24/2014	97,000.00	-	97,000.00	99,612.17	2,612.17	
7954550HP3	n/a CD Sallie Mae Bk	3.500%	2/19/2009	8/16/2013	2/19/2014	100,000.00	-	100,000.00	102,485.48	2,485.48	
856284E34	n/a CD State Bnk India	2.000%	4/27/2012	4/27/2013	4/27/2017	200,000.00	-	200,000.00	211,021.66	11,021.66	
92977BQA2	n/a CD WACHOVIA BANK	5.000%	7/25/2008	7/25/2013	7/25/2013	100,000.00	-	100,000.00	101,138.15	1,138.15	
949746QU8	n/a AA Wells Fargo	3.676%	7/6/2011	3/15/2013	6/15/2016	240,000.00	5,928.00	245,928.00	259,444.80	13,516.80	
96121BBR7	n/a AA Westpac Banking	2.000%	7/19/2012	4/15/2013	7/15/2017	250,000.00	-	250,000.00	251,737.50	1,737.50	
ACCRUED INT	n/a AGY					58,568.53		58,568.53			
Sub- total						10,702,568.53	151,965.98	10,854,534.51	11,073,507.02	277,541.04	
Balance on account with LAIF						159,093.40		159,093.40	159,093.40		
Balance on account with Money market											
Total Portfolio						10,861,661.93		11,013,627.91			

**Town of Loomis**  
**Investment Policy Compliance**  
with Government Code Standards, and the Town of Loomis Investment Plan Standards  
As of April 30, 2013

**Current Portfolio Balance: \$ 11,013,628**

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%	16.05%	Yes
d Local agency bonds, etc	100.00%	50.00%		Yes
e Federal Agency Bonds	100.00%	100.00%	20.27%	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%	31.27%	No
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%	1.44%	Yes
h Time Deposits	30.00%	25.00%	0.00%	Yes
j Medium Term Corporate Notes	30.00%	30.00%	30.97%	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%	1%	159,093
8 to 180 days	0%	30%	1%	58,569
181 to 360 days	0%	30%	12%	1,323,806
1 to 2 years	0%	40%	12%	1,352,848
2 to 3 years		40%	21%	2,272,068
3 to 4 years		30%	26%	2,865,045
4 to 5 years		30%	27%	2,982,199
Over 5 years		0%	0%	
	<b>Total</b>			11,013,628

Town of Looms  
Transaction Ledger  
4/01/13 to 4/30/13

<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>
4/1/2013 Interest Received	0.11	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	0.11	0.11
4/1/2013 Transfer in	223,516.51	Transfer from Wells Fargo	1.000	223,516.51	223,516.51
4/1/2013 Interest received	4,142.50	Ca Infr Econ 3.314% due 10/1/15	1.000	4,142.50	4,142.50
4/1/2013 Bond Purchased	200,000.00	GECC 4.55% due 3/19/18	1.120	223,900.00 429.72	223,900.00
4/1/2013 Interest received	2,975.00	CA GOB 5.95% due 4/1/16	1.000	2,975.00	2,975.00
4/1/2013 Interest received	1,750.00	El Centro 1.18% due 10/1/13	1.000	1,750.00	1,750.00
4/8/2013 Interest Received	2,493.15	GE Cap Bnk 2.0% due 10/07/16	1.000	2,493.15	2,493.15
4/15/2013 Interest Received	425.00	Bank of America 5.1% due 2/15/18	1.000	425.00	425.00
4/15/2013 Bond Matured	250,000.00	HSBC 6.0% due 4/15/13	1.000	250,000.00 8,750.00	250,000.00
4/15/2013 Interest Received	2,181.51	BMW Bank 1.75% due 4/13/17	1.000	2,181.51	2,181.51
4/15/2013 Interest Received	339.73	Merrick Bank 2.0% due 6/15/16	1.000	339.73	339.73
4/15/2013 Interest Received	416.67	Westpac Bank 2.0% due 7/15/17	1.000	416.67	416.67
4/15/2013 Interest Received	1,595.62	Barclay's Bank 3.2% due 10/14/14	1.000	1,595.62	1,595.62
4/17/2013 Bond sold	125,000.00	Morgan Stanley 4.1% due 1/26/15	1.045	130,587.50 1,153.13	130,587.50
4/17/2013	125,000.00	Goldman Sachs	1.188	148,537.50	148,537.50

Bond purchased		6.15% due 4/1/18		341.67	
4/18/2013	922.47	Discover Bank	1.000	922.47	922.47
Interest Received		1.85% due 4/18/17			
4/22/2013	160,000.00	Transfer to Wells Fargo	1.000	160,000.00	-
Transfer				-	
4/22/2013	2,493.15	Capmark Bank	1.000	2,493.15	2,493.15
Interest Received		5.0% due 10/2/13			
4/22/2013	438.75	Goldman Sachs	1.000	438.75	438.75
Interest Received		FR% due 7/22/15			
4/23/2013	100,000.00	CIT Bank	1.030	103,006.50	103,006.50
CD Sold		3.65% due 5/22/14		1,520.00	
4/24/2013	200,000.00	CIT Bank	1.000	200,000.00	200,000.00
CD Purchased		1.15% due 4/24/18		-	
4/29/2013	2,555.48	GE Cap Bank	1.000	2,555.48	2,555.48
Interest Received		2.05% due 10/29/16			
4/29/2013	2,518.08	Morgan Stanley	1.000	2,518.08	2,518.08
Interest Received		5.05% due 10/29/13			
4/29/2013	1,994.52	Bank of India	1.000	1,994.52	1,994.52
Interest Received		2.0% due 4/27/17			
4/30/2013	250,000.00	Allstate	1.000	250,000.00	250,000.00
Bond Matured		5.375% due 4/30/13		6,718.75	
4/30/2013	268,848.47	Transfer to Wells Fargo	1.000	268,848.47	-
Transfer				-	
<b>Local Agency Investment Fund</b>					
4/15/2013	510.20	Local Agency Investment	1.000	510.20	
Interest receive		Fund State Pool			
4/25/2013	(125,000.00)	Local Agency Investment	1.000	(125,000.00)	
Withdrawal		Fund State Pool			