



# Treasurer's Report

July 8, 2014

---

**TO:** Honorable Mayor and Town Council  
**FROM:** Roger Carroll, Treasurer/Finance Officer  
**DATE:** July 1, 2014  
**RE:** Monthly Treasurer's Report

---

## **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, 2014:

Federal Lending Rate:	0.25%
Two Year T-Bill Rate:	0.461%
LAIF daily Rate	0.23%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.52%  
 Average Maturity is 3.63 years.

## **Strategy**

The Treasurer's current practice is:

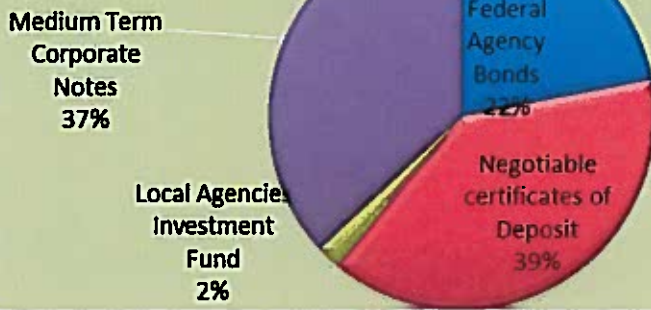
- Sell bonds with higher interest rates to capture the market gain before it evaporates, but only if replacement earnings plus the market gain exceed the current projected earnings.
- Approximate a "barbell" strategy by investing in higher earning investments in the four to five year maturity range,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

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

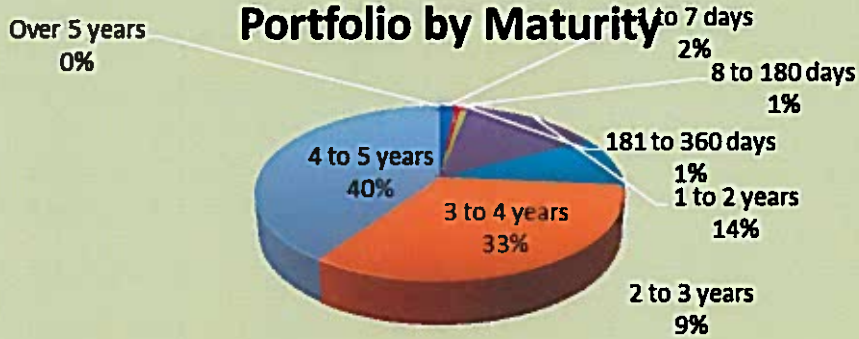
None.

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

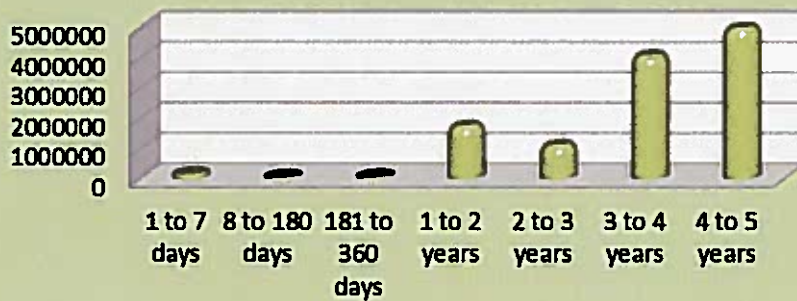
## Portfolio by Investment Type



## Portfolio by Maturity



## Portfolio by Maturity



**Town of Loomis**  
**Investment Policy Compliance**  
**with Government Code Standards, and the Town of Loomis Investment Plan Standards**  
**As of June 30, 2014**

**Current Portfolio Balance: \$ 12,304,829**

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%	26.12%	Yes
Local agency bonds, etc	100.00%	50.00%		Yes
Federal Agency Bonds	100.00%	100.00%	16.22%	Yes
Bankers Acceptances	40.00%	40.00%		Yes
Commercial Paper	30.00%	15.00%		Yes
Negotiable certificates of Deposit	30.00%	30.00%	28.83%	Yes
Repurchase Agreements	20.00%	20.00%		Yes
Reverse Repurchase Agreements	20.00%	20.00%		Yes
Local Agencies Investment Fund		100.00%	1.59%	Yes
Time Deposits	30.00%	25.00%	0.00%	Yes
Medium Term Corporate Notes	30.00%	30.00%	27.24%	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%	195,144
8 to 180 days	0%	30%	1%	82,813
181 to 360 days	0%	30%	1%	99,903
1 to 2 years	0%	40%	14%	1,752,287
2 to 3 years		40%	9%	1,121,786
3 to 4 years		30%	33%	4,074,314
4 to 5 years		30%	40%	4,978,583
Over 5 years		0%	0%	
<b>Total</b>				<b>12,304,829</b>



**Town of Looms  
Transaction Ledger  
6/01/14 to 6/30/14**

<u>Trans Date</u>	<u>Quantity</u>	<u>Description</u>	<u>Price</u>	<u>Amount Int Purch/Sold</u>	<u>Premium/Gain (Discount)/(Loss)</u>
6/2/2014 Interest Received	0.25	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	0.25	0.25
6/2/2014 Interest Received	2,680.14	Ally Bank 2.15% due 6/2/16	1.000	2,680.14	2,680.14
6/2/2014 Interest Received	2,175.00	Illinois GOB 4.35% due 6/1/18	1.000	2,175.00	2,175.00
6/2/2014 Interest Received	3,692.50	Middlesex County 2.25% due 6/1/18	1.000	3,692.50	3,692.50
6/2/2014 Interest Received	1,743.75	Morgan Stanley FR% due 8/31/15	1.000	1,743.75	1,743.75
6/10/2014 Sold	250,000.00	Barclays Bank 5.0% due 9/22/16	1.088	272,000.00 2,708.33	24,708.33
6/10/2014 Sold	240,000.00	Wells Fargo 3.676% due 6/15/16	1.055	253,200.00 2,083.07	15,283.07
6/10/2014 Bought	200,000.00	Barclays Bank 2.1% due 2/20/19	1.019	203,832.00 1,527.78	203,832.00
6/10/2014 Bought	100,000.00	Citigroup 2.55% due 4/8/19	1.012	101,208.00 439.17	101,208.00
6/10/2014 Bought	200,000.00	Wells Fargo 2.125% due 4/22/19	1.007	201,380.00 566.67	201,380.00
6/10/2014 Transfer In	68,869.54	Transfer from Wells Fargo	1.000	68,869.54	68,869.54
6/11/2014 Bought	100,000.00	FHLB 1.625% due 6/14/19	0.994	99,400.00 798.96	99,400.00
6/12/2014 Interest Received	1,200.00	BNP 2.4% due 12/12/18	1.000	1,200.00	1,200.00
6/13/2014 Interest Received	1,346.30	Goldman Sachs 1.8% due 6/13/17	1.000	1,346.30	1,346.30
6/16/2014	339.73	Merrick Bank	1.000	339.73	339.73

Interest Received		2.0% due 6/15/16			
6/16/2014	416.67	Westpac Bank	1.000	416.67	416.67
Interest Received		2.0% due 7/15/17			
6/16/2014	425.00	Bank of America	1.000	425.00	425.00
Interest Received		5.1% due 2/15/18			
6/16/2014	812.50	FHLB	1.000	812.50	812.50
Interest Received		1.625% due 6/14/19			
6/20/2014	362.50	FHLB	1.000	362.50	362.50
Interest Received		1.45% due 6/20/18			
6/20/2014	1,562.50	FNMA	1.000	1,562.50	1,562.50
Interest Received		1.25% due 6/20/18			
6/20/2014	2,493.15	GE	1.000	2,493.15	2,493.15
Interest Received		2.0% due 12/20/18			
6/20/2014	101,108.43	Transfer from Wells Fargo	1.000	101,108.43	101,108.43
Transfer In					
6/23/2014	250,000.00	Goldman Sachs	1.013	253,262.50	5,752.95
Sold		2.375% due 1/22/18		2,490.45	
6/23/2014	250,000.00	Vista CA Commty Dev	1.042	260,500.00	260,500.00
Bought		7.0% due 3/1/17		14.58	
6/25/2014	100,000.00	Tuscon, AZ	1.000	100,000.00	100,000.00
Bought		1.101% due 7/1/16		14.58	

#### Local Agency Investment Fund

6/12/2014	440,000.00	Local Agency Investment	1.000	440,000.00	
Withdrawal		Fund State Pool			
6/20/2014	100,000.00	Local Agency Investment	1.000	100,000.00	
Withdrawal		Fund State Pool			