

Treasurer's Report

August 14, 2012

TO: Honorable Mayor and Town Council
FROM: Roger Carroll, Treasurer/Finance Officer
DATE: August 2, 2012
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.

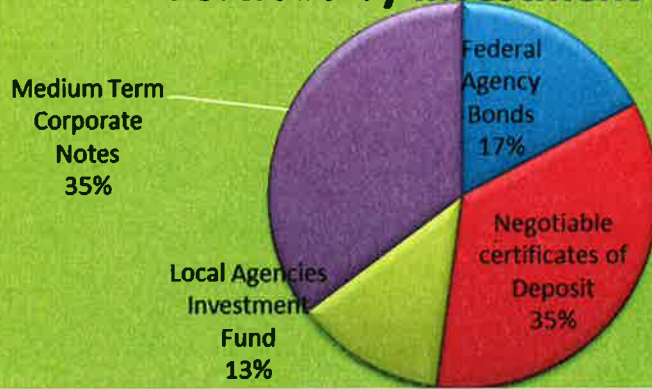
Other Information

Benchmarks as of July 31, 2012:

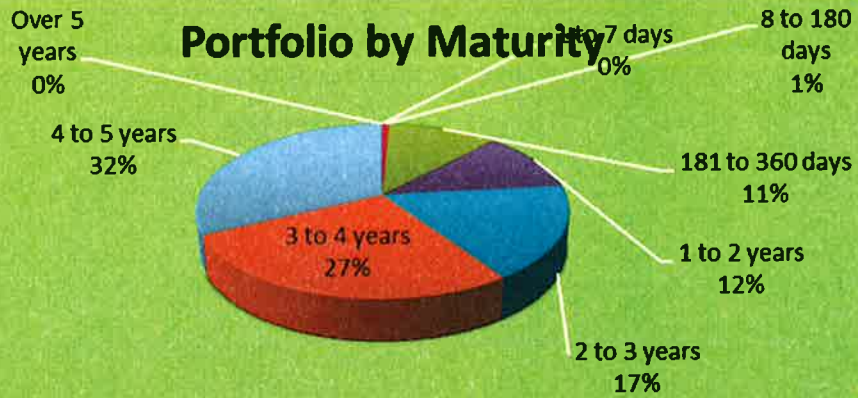
Federal Lending Rate:	0.25%
Two Year T-Bill Rate:	0.21%
LAIF daily Rate	0.36%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.89%
 Average Maturity is 3.02 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 July 31, 2012

Current Portfolio Balance: \$ 11,072,433

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%	16.08%	Yes
d Local agency bonds, etc	100.00%	50.00%		Yes
e Federal Agency Bonds	100.00%	100.00%	14.41%	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%	29.32%	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%	10.63%	Yes
h Time Deposits	30.00%	25.00%	0.00%	Yes
j Medium Term Corporate Notes	30.00%	30.00%	29.56%	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
Total			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%	72,552
181 to 360 days	0%	30%	11%	1,111,424
1 to 2 years	0%	40%	11%	1,122,452
2 to 3 years		40%	17%	1,708,597
3 to 4 years		30%	27%	2,696,523
4 to 5 years		30%	32%	3,183,624
Over 5 years		0%	0%	
Total				9,895,171

Town of Loomis
Quality Analysis Report

7/31/2012				SETTLEMENT	NEXT	MATURITY		DISCOUNT	BOOK	MARKET	UNREALIZED
Cusip	NAME	RATE	DATE	COUPON	DATE	DATE	UNITS	OR PREMIUM	VALUE	VALUE	MARKET
											GAIN/LOSS
313371NW2	AGY FHLB	1.375%	12/28/2010	6/11/2012	12/11/2015		280,000.00	(7,079.46)	272,920.54	288,338.40	15,417.86
3133XWX95	AGY FHLB	2.750%	3/25/2010	9/13/2012	3/13/2015		500,000.00	(191.36)	499,808.64	530,468.75	30,660.11
313560GY3	AGY FNMA	1.250%	3/20/2012	7/30/2012	1/30/2017		250,000.00		250,000.00	255,347.50	5,347.50
313660NC1	AGY FNMA	0.750%	6/28/2012	12/28/2012	6/28/2017		250,000.00		250,000.00	250,402.50	402.50
3136FT7D5	AGY FNMA	1.500%	4/12/2012	10/12/2012	4/12/2017		250,000.00		250,000.00	250,640.00	640.00
13034AAP4	A- CA Infra Econ	3.314%	12/16/2011	10/1/2012	10/1/2015		250,000.00	1,197.90	251,197.90	255,160.00	3,962.10
13063A5D2	A1 CA State GOB	5.950%	9/21/2011	10/1/2012	4/1/2016		100,000.00	11,505.73	111,505.73	114,906.00	3,400.27
13124MAE5	A1 Calleguas CA Mun Wa	1.768%	6/20/2012	12/20/2012	7/1/2017		210,000.00		210,000.00	213,042.90	3,042.90
28282QBF8	AA- El Centro Fing	1.180%	2/17/2012	10/1/2012	10/1/2013		175,000.00	2,164.59	177,164.59	176,993.25	(171.34)
4521518V8	A1 Illinois GOB	4.421%	8/3/2010	7/1/2012	1/1/2015		100,000.00		100,000.00	104,825.00	4,825.00
452151LC5	A1 Illinois GOB	4.050%	8/24/2010	6/1/2012	6/1/2015		150,000.00	559.38	150,559.38	156,891.00	6,331.62
544587M28	A1 LA CA Mun Impt	5.640%	7/2/2012	8/1/2012	8/1/2015		200,000.00	20,008.33	220,008.33	220,322.00	313.67
777352BK0	A+ Rosedale Ro Bravo	3.050%	7/27/2012	1/1/2013	1/1/2016		305,000.00	6,690.94	311,690.94	310,535.75	(1,155.19)
913366ET3	A1 UCD	2.875%	11/18/2010	7/15/2012	5/15/2015		140,000.00		140,000.00	144,673.20	4,673.20
952347WA6	A1 W Contra Costa	4.000%	4/13/2012	8/1/2012	8/1/2015		100,000.00	8,245.00	108,245.00	108,427.00	182.00
02003MBQ6	AA Alstate I.F GLB	5.375%	5/1/2009	4/30/2012	4/30/2013		250,000.00		250,000.00	259,240.00	9,240.00
02005QQD8	CD Ally Bank	2.150%	6/2/2011	6/2/2012	6/2/2016		250,000.00		250,000.00	264,902.40	14,902.40
02587DKM9	CD Armax Bank FSB	1.750%	7/19/2012	1/19/2013	7/19/2017		250,000.00		250,000.00	261,844.83	11,844.83
05155THC5	CD Aurora Bank	1.500%	5/23/2011	5/23/2012	5/23/2014		200,000.00		200,000.00	203,506.16	3,506.16
06739FGF2	AA3 Barclays Bank	5.000%	4/3/2012	9/22/2012	9/22/2016		250,000.00	19,150.00	269,150.00	272,895.00	3,745.00
06740KCB1	CD Barclays Bank	3.200%	10/14/2009	5/14/2012	10/14/2014		100,000.00		100,000.00	106,150.25	6,150.25
05568PV95	CD BMW Bank	1.750%	4/13/2012	10/13/2012	4/13/2017		250,000.00		250,000.00	261,761.58	11,761.58
140653TS5	CD CAPMARK BANK	5.000%	10/22/2008	10/22/2012	10/22/2013		100,000.00		100,000.00	104,974.78	4,974.78
17284ADC9	CD CIT Bank	3.650%	5/22/2009	5/22/2012	5/22/2014		100,000.00		100,000.00	105,667.02	5,667.02
17284ARS9	CD CIT Bank SLC	2.250%	5/27/2011	5/11/2012	5/11/2016		100,000.00	(182.44)	99,817.56	106,289.92	6,472.36
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	105,187.11	5,187.11
3191404X4	CD Firstbank Highland	3.400%	5/20/2009	5/20/2012	5/20/2014		100,000.00		100,000.00	105,195.88	5,195.88
36160XYL5	CD GE Cap Financial	2.050%	10/28/2011	4/28/2012	10/28/2016		250,000.00		250,000.00	264,780.23	14,780.23
3615952H3	CD GE Cap Ret Bnk	2.000%	10/11/2011	10/7/2012	10/7/2016		250,000.00		250,000.00	264,060.10	14,060.10
36962G3Z5	AA GECC (F)	1.470%	8/3/2010	9/23/2012	9/23/2013		150,000.00	(1,713.00)	148,287.00	150,900.00	2,613.00
36962GK94	AA GECC (F)	0.830%	6/28/2010	9/15/2012	9/15/2014		100,000.00	(2,939.00)	97,061.00	99,084.00	2,023.00
38141EKF5	A GOLDMAN SACHS	0.769%	7/16/2010	7/22/2012	7/22/2015		250,000.00	(10,937.50)	239,062.50	234,007.50	(5,055.00)
3814264E2	CD GOLDMAN SACHS BAI	1.850%	8/24/2011	8/24/2012	8/24/2016		100,000.00		100,000.00	104,980.52	4,980.52
38143AUR4	CD GOLDMAN SACHS BAI	1.800%	6/13/2012	12/13/2012	6/13/2017		150,000.00		150,000.00	157,442.43	7,442.43
428236BC6	A2 Hewlett Packard	2.125%	9/21/2011	9/13/2012	9/13/2015		250,000.00	(1,194.81)	248,805.19	252,900.00	4,094.81
40429XUJ3	AA- HSBC	6.000%	11/16/2009	10/15/2012	4/15/2013		250,000.00	8,783.66	258,783.66	257,820.00	(963.66)
46625HHB9	AA- JP Morgan	4.750%	5/26/2009	5/1/2012	5/1/2013		250,000.00	2,640.00	252,640.00	257,537.50	4,897.50
46625HHP8	AA- JP Morgan	3.700%	8/23/2011	7/20/2012	1/20/2015		250,000.00	7,105.00	257,105.00	263,440.00	6,335.00
59012YG43	CD Merrick Bank	2.000%	6/15/2011	8/15/2012	6/15/2016		200,000.00		200,000.00	210,882.02	10,882.02
59018YML40	A2 MERIL LYNCH	5.450%	3/28/2008	7/5/2012	2/5/2013		250,000.00		250,000.00	255,602.50	5,602.50
61747MQF1	CD MORGAN STANLEY CC	5.050%	10/29/2008	4/29/2012	10/29/2013		100,000.00		100,000.00	105,194.07	5,194.07
61745EG70	A2 MORGAN STANLEY	4.500%	8/31/2011	9/2/2012	8/31/2015		225,000.00		225,000.00	217,815.75	(7,184.25)
61747YCL7	A2 MORGAN STANLEY	4.100%	1/29/2010	7/26/2012	1/26/2015		125,000.00		125,000.00	126,498.75	1,498.75
21686CAD2	Aaa Rabobank	3.375%	2/15/2012	7/19/2012	1/19/2017		150,000.00	4,473.54	154,473.54	158,122.50	3,648.96
785907AV8	CD Saehan Bank	3.400%	3/31/2009	8/27/2012	3/24/2014		97,000.00		97,000.00	101,429.06	4,429.06
7954550HP3	CD Sallie Mae Bk	3.500%	2/19/2009	8/16/2012	2/19/2014		100,000.00		100,000.00	104,349.90	4,349.90
856284E34	CD State Bnk India	2.000%	4/27/2012	10/27/2012	4/27/2017		200,000.00		200,000.00	211,841.76	11,841.76
92977BQA2	CD WACHOVIA BANK	5.000%	7/25/2008	7/25/2012	7/25/2013		100,000.00		100,000.00	103,806.06	3,806.06
949746QU8	AA Wells Fargo	3.676%	7/6/2011	9/15/2012	6/15/2016		240,000.00	7,332.00	247,332.00	260,803.20	13,471.20
96121BBR7	AA Westpac Banking	2.000%	7/19/2012	1/15/2013	7/15/2017		250,000.00	-	250,000.00	248,002.50	(1,997.50)
ACCRUED INT	AGY						72,552.17			72,552.17	
Sub- total							9,819,552.17	75,618.50	9,895,170.67	10,099,888.53	277,270.03
Balance on account with LAIF							1,177,262.47		1,177,262.47		
Balance on account with Money market							-		-		
Total Portfolio							10,996,814.64		11,072,433.14		

**Town of Looms
Transaction Ledger
7/01/12 to 7/31/12**

<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>
7/2/2012 Interest Received	0.43	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	0.43	0.43
7/2/2012 Bond Purchased	200,000.00	LA CA Muni 5.64% due 8/1/15	1.103	220,580.00 4,731.33	220,580.00
7/2/2012 Interest Received	2,210.50	Illinois State GOB 4.421% due 1/1/15	1.000	2,210.50	2,210.50
7/16/2012 CD Sold	100,000.00	Am Ex Bank 5.0% due 11/26/13	1.054	105,405.00 698.63	105,405.00
7/16/2012 Interest Received	328.77	Merrick Bank 2.0% due 6/15/16	1.000	328.77	328.77
7/19/2012 CD Purchased	250,000.00	Am Ex Bank 1.75% due 7/19/17	1.000	250,000.00 -	-
7/19/2012 Bond Called	250,000.00	FHLMC 1.5% due 10/19/16	1.000	250,000.00 937.50	250,000.00
7/19/2012 Interest Received	2,531.25	Rabobank 3.375% due 1/19/17	1.000	2,531.25	2,531.25
7/19/2012 Transfer	140,418.68	Transfer from Wells Fargo	1.000	140,418.68 -	-
7/20/2012 Bond Purchased	250,000.00	Westpac Bank 2.0% due 7/15/17	1.000	250,000.00	250,000.00
7/20/2012 Interest Received	4,625.00	JP Morgan Chase 3.7% due 1/20/15	1.000	4,625.00	4,625.00
7/23/2012 Interest Received	547.04	Goldman Sachs FR% due 7/22/15	1.000	547.04	547.04
7/25/2012 Interest Received	2,493.15	Wachovia Bank 5.0% due 7/25/13	1.000	2,493.15	2,493.15
7/26/2012 Interest Received	2,562.50	Morgan Stanley 4.1% due 1/26/15	1.000	2,562.50	2,562.50
7/19/2012	299,775.41	Transfer from Wells Fargo	1.000	299,775.41	-

Transfer					
7/30/2012	305,000.00	Rosedale Rio Bravo	1.023	311,862.50	311,862.50
Bond Purchase		0.75% SU due 6/28/17		671.85	
7/30/2012	1,562.50	FNMA	1.023	1,562.50	1,562.50
Transfer		1.25% due 1/30/17			
6/29/2012	1,562.50	Transfer to Wells Fargo	1.000	1,562.50	-
Transfer					

Local Agency Investment Fund

7/5/2012	(100,000.00)	Local Agency Investment	1.000	(100,000.00)	
Withdrawal		Fund State Pool			
7/16/2012	938.38	Local Agency Investment	1.000	938.38	
Quarterly Interest		Fund State Pool			
7/18/2012	200,000.00	Local Agency Investment	1.000	200,000.00	
Deposit		Fund State Pool			
7/26/2012	(250,000.00)	Local Agency Investment	1.000	(250,000.00)	
Withdrawal		Fund State Pool			