

# Treasurer's Report

February 11, 2014

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**TO:** Honorable Mayor and Town Council  
**FROM:** Roger Carroll, Treasurer/Finance Officer  
**DATE:** February 4, 2014  
**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.

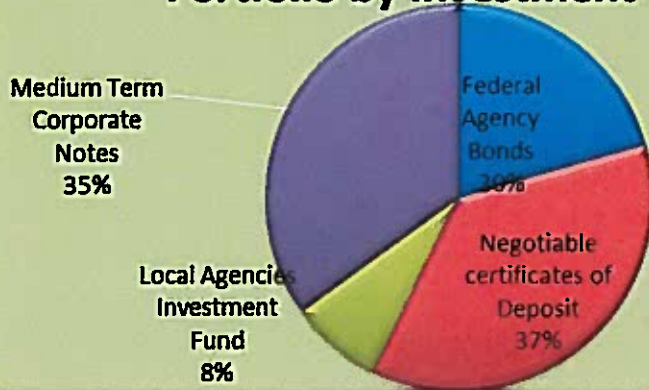
## **Other Information**

Benchmarks as of January 31, 2014:

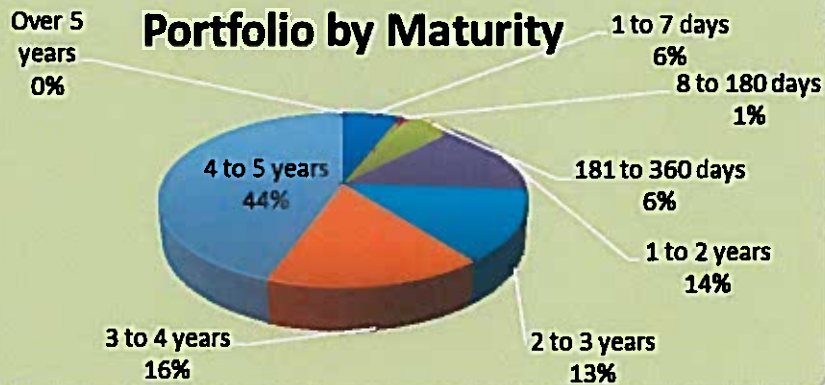
Federal Lending Rate:	0.25%
Two Year T-Bill Rate:	0.34%
LAIF daily Rate	0.23%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.79%  
 Average Maturity is 3.26 years.

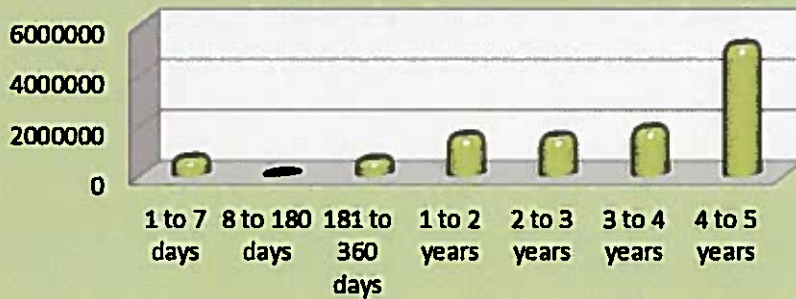
## Portfolio by Investment Type



## 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 January 31, 2014**

**Current Portfolio Balance:                      \$ 11,675,255**

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%	21.91%	Yes
d Local agency bonds, etc	100.00%	50.00%		Yes
e Federal Agency Bonds	100.00%	100.00%	16.08%	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%	28.67%	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%	6.08%	Yes
h Time Deposits	30.00%	25.00%	0.00%	Yes
j Medium Term Corporate Notes	30.00%	30.00%	27.26%	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>			<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%	6%	709,804
8 to 180 days	0%	30%	1%	82,628
181 to 360 days	0%	30%	6%	651,809
1 to 2 years	0%	40%	14%	1,592,696
2 to 3 years		40%	13%	1,566,083
3 to 4 years		30%	16%	1,886,890
4 to 5 years		30%	44%	5,185,345
Over 5 years		0%	0%	
<b>Total</b>				<b>11,675,255</b>

Town of Loomis  
Quality Analysis Report  
1/31/2014

Cusltp	NAME	RATE	SETTLEMENT DATE	NEXT COUPON	MATURITY DATE	UNITS	DISCOUNT OR PREMIUM	BOOK VALUE	MARKET VALUE	UNREALIZED MARKET GAIN/LOSS
313383PF2	C AGY FHLB	2.000%	7/16/2013	1/16/2014	7/16/2018	200,000.00	-	200,000.00	200,022.00	22.00
3135GOWJ8	B AGY FNMA	0.875%	5/31/2013	5/21/2014	5/21/2018	250,000.00	(2,602.16)	247,397.84	244,290.00	(3,107.84)
3135G0XZ1	Q AGY FNMA	1.250%	6/25/2013	6/20/2014	6/20/2018	250,000.00	(3,145.00)	246,855.00	246,757.81	(97.19)
3136G0ZG9	Q AGY FNMA	1.150%	8/28/2012	2/28/2014	8/28/2017	250,000.00		250,000.00	249,837.50	(162.50)
3136G1FR5	Q AGY FNMA	0.750%	3/19/2013	3/19/2014	3/19/2018	200,000.00		200,000.00	199,698.00	(302.00)
3136G1L56	Q AGY FHLMC	0.625%	5/29/2013	5/15/2014	5/15/2018	200,000.00		200,000.00	198,343.75	(1,656.25)
3136G1PI2	Q AGY FHLMC	1.800%	7/17/2013	1/17/2014	7/17/2018	250,000.00		250,000.00	250,580.00	580.00
3134G36X3	Q AGY FHLMC	1.125%	3/28/2012	3/28/2014	3/28/2018	200,000.00		200,000.00	197,736.00	(2,264.00)
13034AAP5	1X A- CA Infra Econ	3.314%	12/16/2011	4/1/2014	10/1/2015	250,000.00	658.55	250,658.55	252,507.50	1,848.95
13048TCC5	1X A3 CA Mun Fin Loma Linc	5.000%	5/29/2013	4/1/2014	4/1/2017	100,000.00	10,060.00	110,060.00	110,770.00	710.00
13063A5D2	1X A1 CA State GOB	5.950%	9/21/2011	4/1/2014	4/1/2016	100,000.00	6,677.32	106,677.32	110,551.00	3,873.68
13124MAE5	1X A1 Calleguas CA Mun Wa	1.768%	6/20/2012	1/1/2014	7/1/2017	210,000.00		210,000.00	209,985.30	(14.70)
34074GDG6	1X Aa3 Florida State Hurrlican	2.107%	1/22/2014	7/1/2014	7/1/2018	100,000.00		100,000.00	99,391.00	(609.00)
4521518V8	1X A1 Illinois GOB	4.421%	8/3/2010	4/1/2014	1/1/2015	100,000.00		100,000.00	103,509.00	3,509.00
452151LC5	1X A1 Illinois GOB	4.050%	8/24/2010	6/1/2014	6/1/2015	150,000.00	245.66	150,245.66	156,702.00	6,456.34
454624540	1X AA+ Indiana State Bond Ba	4.302%	1/21/2014	2/1/2014	8/1/2018	100,000.00	10,402.00	110,402.00	108,838.00	(1,564.00)
544587M28	1X A1 LA CA Mun Impt	5.640%	7/2/2012	2/1/2014	8/1/2015	200,000.00	9,701.62	209,701.62	210,084.00	382.38
596566WB1	1X AAA Middlesex IA	2.250%	10/30/2013	2/1/2014	6/1/2018	280,000.00	4,041.20	284,041.20	279,423.20	(4,618.00)
777352BK0	1x A+ Rosedale Ro Bravo	3.050%	7/27/2012	6/1/2014	1/1/2016	305,000.00	3,585.66	308,585.66	306,790.35	(1,795.31)
796720JG8	1x AA- San Bern CCD	1.686%	5/2/2013	2/1/2014	8/1/2017	190,000.00	1,072.00	191,072.00	189,078.50	(1,993.50)
797398EG5	1x Aa3 San Diego County	5.728%	1/21/2014	2/15/2017	8/15/2017	200,000.00	27,958.00	227,958.00	227,646.00	(312.00)
913366ET3	1X A1 UCD	2.875%	11/18/2010	5/18/2014	5/15/2015	95,000.00		95,000.00	96,623.55	1,623.55
952347WA6	1X A1 W Contra Costa	4.000%	4/13/2012	2/1/2014	8/1/2015	100,000.00	4,105.00	104,105.00	105,039.00	934.00
00206RAJ1	n/a A3 AT&T Inc	5.500%	2/13/2013	2/1/2014	2/1/2018	250,000.00	36,642.72	286,642.72	284,242.50	(2,400.22)
00206RCAB	n/a A3 AT&T Inc	2.375%	11/27/2013	5/27/2014	11/27/2018	100,000.00		100,000.00	100,809.00	809.00
02005QDQ8	n/a CD Ally Bank	2.150%	6/2/2011	6/2/2014	6/2/2016	250,000.00		250,000.00	258,999.65	8,999.65
02587DQZ4	n/a CD Amex Bank	1.950%	8/1/2013	2/1/2014	8/1/2018	250,000.00		250,000.00	255,300.18	5,300.18
06050WB6	n/a A Bank of America	5.100%	3/6/2013	2/15/2014	2/15/2018	100,000.00	8,826.28	108,826.28	109,083.00	256.72
0606246L2	n/a CD Bank of Baroda	2.150%	10/28/2013	5/21/2014	10/28/2018	200,000.00		200,000.00	200,000.00	-
06739FGF2	n/a AA3 Barclays Bank	5.000%	4/3/2012	3/22/2014	9/22/2016	250,000.00	11,950.00	261,950.00	275,005.00	13,055.00
06740KCB1	n/a CD Barclays Bank	3.200%	10/14/2009	5/14/2014	10/14/2014	100,000.00		100,000.00	102,021.97	2,021.97
05568P5N3	n/a CD BMW Bank	2.050%	9/30/2013	3/30/2014	10/1/2018	250,000.00		250,000.00	250,000.00	-
0846648E0	n/a Aa2 Berkshire Hathaway	5.400%	5/29/2013	5/15/2014	5/15/2018	100,000.00	16,270.00	116,270.00	115,350.00	(920.00)
17284CCS1	n/a CD CIT Bank SLC	1.150%	4/24/2013	4/24/2014	4/24/2018	200,000.00		200,000.00	198,435.82	(1,564.18)
20451EV4	n/a CD Compass Bank	2.000%	10/2/2013	4/2/2014	10/2/2018	250,000.00		250,000.00	255,309.68	5,309.68
21686CAD2	n/a Aaa Rabobank	3.375%	2/15/2012	1/19/2014	1/19/2017	150,000.00	2,951.21	152,951.21	160,031.25	7,080.04
2546706U1	n/a CD DISCOVER BANK	1.850%	4/18/2012	4/18/2014	4/18/2017	100,000.00		100,000.00	102,938.54	2,938.54
254671GA2	n/a CD DISCOVER BANK	1.600%	9/5/2012	3/5/2014	9/5/2017	150,000.00		150,000.00	152,651.51	2,651.51
3191404X4	n/a CD Firstbank Highland	3.400%	5/20/2009	5/20/2014	5/20/2014	100,000.00		100,000.00	100,964.82	964.82
36157PUP2	n/a CD GE Cap Ret Bnk	2.000%	1/13/2014	6/20/2014	12/20/2018	250,000.00		250,000.00	254,766.43	4,766.43
36160XYL5	n/a CD GE Cap Financial	2.050%	10/28/2011	4/28/2014	10/28/2016	250,000.00		250,000.00	259,008.93	9,008.93
36962GK94	n/a AA GECC (F)	0.570%	6/28/2010	3/15/2014	9/15/2014	100,000.00	(722.28)	99,277.72	100,145.00	867.28
36966R5W2	n/a AA GECC	4.550%	4/2/2013	3/19/2014	3/19/2018	200,000.00	19,908.35	219,908.35	216,778.00	(3,130.35)
36966RY26	n/a AA GECC	5.250%	11/26/2013	5/15/2014	5/15/2018	100,000.00	12,250.00	112,250.00	110,973.00	(1,277.00)
38141GRCD	n/a A GOLDMAN SACHS	2.375%	8/19/2013	1/22/2014	1/22/2018	250,000.00	(2,200.00)	247,800.00	251,872.50	4,072.50
38141GFM1	n/a A GOLDMAN SACHS	6.150%	4/17/2013	4/1/2014	4/1/2018	125,000.00	16,251.66	141,251.66	143,607.50	2,355.84
3814264E2	n/a CD GOLDMAN SACHS BAI	1.850%	8/24/2011	2/24/2014	8/24/2016	100,000.00		100,000.00	103,015.11	3,015.11
38143AUR4	n/a CD GOLDMAN SACHS BAI	1.800%	6/13/2012	6/13/2014	6/13/2017	150,000.00		150,000.00	154,011.36	4,011.36
4282368C6	n/a A2 Hewlett Packard	2.125%	9/21/2011	3/13/2014	9/13/2015	250,000.00	(600.04)	249,399.96	255,032.50	5,632.54
46625HHP8	n/a AA- JP Morgan	3.700%	8/23/2011	1/20/2014	1/20/2015	250,000.00	2,531.25	252,531.25	257,065.00	4,533.75
58733AAE9	n/a CD Mercantil Commercet	1.100%	2/13/2013	2/13/2014	2/13/2018	97,000.00		97,000.00	96,328.52	(671.48)
59012YG43	n/a CD Merrick Bank	2.000%	6/15/2011	2/15/2014	6/15/2016	200,000.00		200,000.00	206,602.90	6,602.90
61745EG70	n/a A2 MORGAN STANLEY	3.000%	8/31/2011	3/2/2014	8/31/2015	225,000.00		225,000.00	230,004.00	5,004.00
79545ORA5	n/a CD Sallie Mae Bk	2.150%	10/30/2013	4/30/2014	10/30/2018	250,000.00		250,000.00	256,751.18	6,751.18
856283VD5	n/a CD State Bnk India	2.050%	10/11/2013	4/11/2014	10/11/2018	200,000.00		200,000.00	204,726.56	4,726.56
871829AL1	n/a A1 SYSCO Corp	5.250%	5/29/2013	2/12/2014	2/12/2018	100,000.00	14,500.00	114,500.00	113,375.00	(1,125.00)
949746QUB	n/a AA Wells Fargo	3.676%	7/6/2011	3/15/2014	6/15/2016	240,000.00	4,504.00	244,504.00	255,880.80	11,376.80
96121BBR7	n/a AA Westpac Banking	2.000%	7/19/2012	2/15/2014	7/15/2017	250,000.00	-	250,000.00	247,105.00	(2,895.00)
ACCRUED INT	n/a AGY					82,628.07		82,628.07		
Sub- total						10,749,628.07	215,823.00	10,965,451.07	10,992,395.67	109,572.67
Balance on account with LAIF						709,804.09		709,804.09	709,804.09	
Balance on account with Money market						-		-	-	
Total Portfolio						11,459,432.16		11,675,255.16		

**Town of Looms  
Transaction Ledger  
1/01/14 to 1/31/14**

<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>
1/2/2014 Interest Received	0.07	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	0.07	0.07
1/2/2014 Transfer Out	11,654.57	Transfer to Wells Fargo	1.000	11,654.57	11,654.57
1/2/2014 Interest received	1,856.40	Calleguas CA 1.768% due 7/1/17	1.000	1,856.40	1,856.40
1/2/2014 Interest received	2,210.50	Illinois St GOB 4.421% due 1/1/15	1.000	2,210.50	2,210.50
1/2/2014 Interest received	4,651.25	Rosedale Rio Bravo 3.05% due 1/1/16	1.000	4,651.25	4,651.25
1/13/2014 Sale	250,000.00	GE Retail Bank 2.0% due 10/7/16	1.020	255,000.00 1,342.47	6,342.47
1/13/2014 Purchase	250,000.00	GE Retail Bank 2.0% due 12/20/18	1.000	250,000.00 328.77	328.77
1/15/2014 Interest Received	339.73	Merrick Bank 2.0% due 6/15/16	1.000	339.73	339.73
1/15/2014 Interest Received	416.67	Westpac Bank 2.0% due 7/15/17	1.000	416.67	416.67
1/15/2014 Interest Received	425.00	Bank of America 5.1% due 2/15/18	1.000	425.00	425.00
1/13/2014 Sale	250,000.00	FNMA 1.25% due 1/30/17	1.007	251,750.00 1,440.97	3,190.97
1/13/2014 Sale	250,000.00	FNMA 1.2% due 2/22/18	0.982	245,532.50 960.00	66.50 (3,574.00)
1/16/2014 Interest Received	2,000.00	FHLB 2.0% due 7/16/18	1.000	2,000.00	2,000.00
1/17/2014 Interest Received	2,250.00	FNMA 1.8% due 7/17/18	1.000	2,250.00	2,250.00
1/21/2014	2,531.25	Rabobank	1.000	2,531.25	2,531.25

Interest Received		3.375% due 1/19/17			
1/21/2014	4,625.00	JP Morgan	1.000	4,625.00	4,625.00
Interest Received		3.7% due 1/20/14			
1/21/2014	100,000.00	Indiana Bond Bnk	1.106	110,602.00	12,633.50
Purchase		4.302% due 8/01/18		2,031.50	
1/21/2014	200,000.00	San Diego County	1.143	228,658.00	33,622.27
Purchase		5.728% due 8/15/17		4,964.27	
1/22/2014	100,000.00	Florida St HCF	0.996	99,607.00	(270.09)
Purchase		2.107% due 7/1/18		122.91	
1/22/2014	2,968.75	GS	1.000	2,968.75	2,968.75
Interest Received		2.375% due 1/22/18			
1/31/2014	34,879.61	Transfer to Wells Fargo	1.000	34,879.61	34,879.61
Transfer Out					
<b>Local Agency Investment Fund</b>					
1/15/2014	208.23	Local Agency Investment	1.000	208.23	
Qtrly Interest		Fund State Pool			
1/23/2014	50,000.00	Local Agency Investment	1.000	50,000.00	
Withdrawal		Fund State Pool			