



# Treasurer's Report

June 10, 2014

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

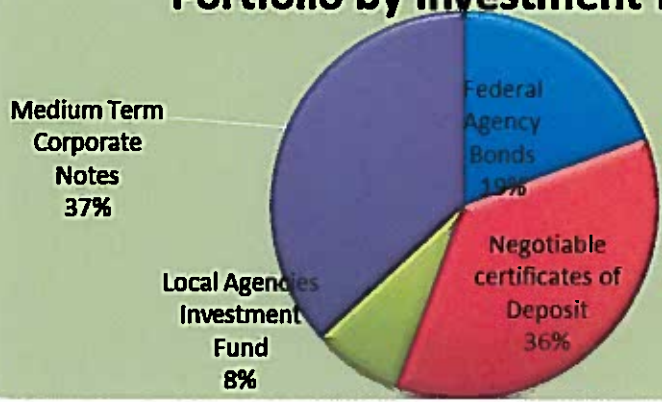
### **Other Information**

Benchmarks as of May 31, 2014:

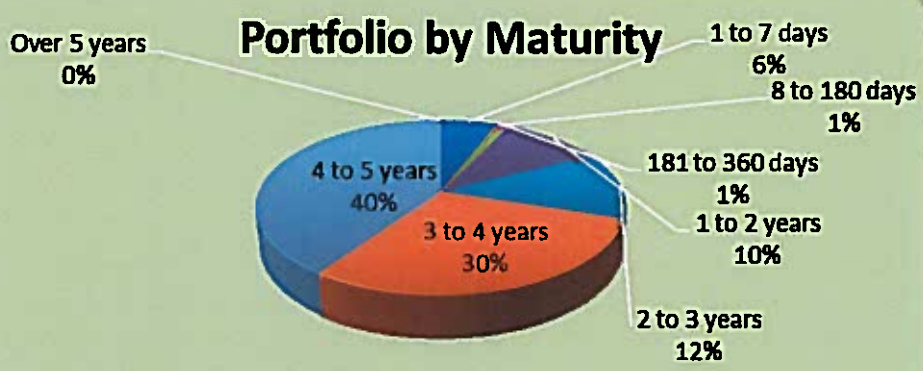
Federal Lending Rate:	0.25%
Two Year T-Bill Rate:	0.383%
LAIF daily Rate	0.23%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.53%  
 Average Maturity is 3.64 years.

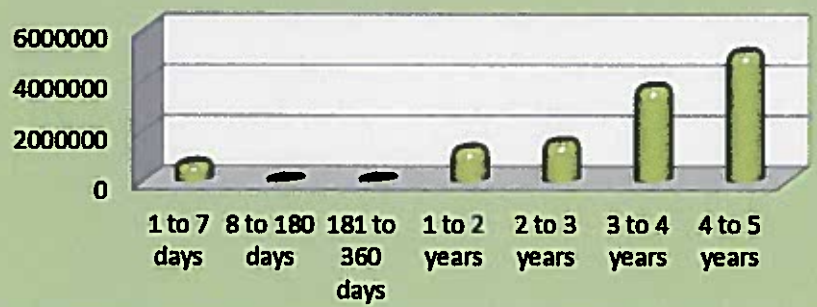
### Portfolio by Investment Type



### 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 May 31, 2014

**Current Portfolio Balance: \$ 12,630,204**

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%	22.62%	Yes
d	Local agency bonds, etc	100.00%	50.00%		Yes
e	Federal Agency Bonds	100.00%	100.00%	14.96%	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%	28.08%	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%	5.82%	Yes
h	Time Deposits	30.00%	25.00%	0.00%	Yes
j	Medium Term Corporate Notes	30.00%	30.00%	28.51%	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%	6%	735,144
8 to 180 days	0%	30%	1%	76,993
181 to 360 days	0%	30%	1%	99,778
1 to 2 years	0%	40%	10%	1,303,797
2 to 3 years		40%	12%	1,565,680
3 to 4 years		30%	30%	3,740,122
4 to 5 years		30%	40%	5,108,689
Over 5 years		0%	0%	
<b>Total</b>				12,630,204

Town of Loomis  
Quality Analysis Report

5/31/2014				SETTLEMENT	NEXT	MATURITY			DISCOUNT	BOOK	MARKET	UNREALIZED
Cusip	NAME	RATE	DATE	COUPON	DATE	DATE	UNITS	OR PREMIUM	VALUE	VALUE	MARKET	GAIN/LOSS
3130A15C8	C AGY FHLB	1.450%	3/20/2014	6/20/2014	6/20/2018		100,000.00			100,000.00	100,064.00	64.00
3130A1Q76	C AGY FHLB	1.500%	5/28/2014	10/30/2014	4/30/2019		170,000.00			170,000.00	170,340.00	340.00
313380YX9	C AGY FHLB	1.140%	3/5/2014	4/25/2014	10/25/2018		100,000.00	(1,658.19)	98,341.81	98,044.00	(297.81)	
3133EDMM1	C AGY FFCB	1.770%	5/29/2014	11/29/2014	5/29/2019		100,000.00			100,000.00	99,913.00	(87.00)
3135G0WJ8	B AGY FNMA	0.875%	5/31/2013	5/21/2014	5/21/2018		250,000.00	(2,402.16)	247,597.84	246,515.00	(1,082.84)	
3135G0XZ1	Q AGY FNMA	1.250%	6/25/2013	6/20/2014	6/20/2018		250,000.00	(2,905.00)	247,095.00	247,562.50	467.50	
3136G1FR5	Q AGY FNMA	0.750%	3/19/2013	3/19/2014	3/19/2018		200,000.00			200,000.00	199,806.00	(194.00)
3136G1L56	Q AGY FHLMC	0.625%	5/29/2013	5/15/2014	5/15/2018		200,000.00			200,000.00	199,162.00	(838.00)
3136G1PJ2	Q AGY FHLMC	1.800%	7/17/2013	7/17/2014	7/17/2018		250,000.00			250,000.00	250,442.50	442.50
3134G36X3	Q AGY FHLMC	1.125%	3/28/2012	3/28/2014	3/28/2018		200,000.00			200,000.00	198,370.00	(1,630.00)
13034AAP5	1X A- CA Infra Econ	3.314%	12/16/2011	4/1/2014	10/1/2015		250,000.00	538.55	250,538.55	254,387.50	3,848.95	
13048TCC5	1X A3 CA Mun Fin Loma Linc	5.000%	5/29/2013	4/1/2014	4/1/2017		100,000.00	9,020.00	109,020.00	109,659.00	639.00	
13124MAE5	1X A1 Calleguas CA Mun Wt	1.768%	6/20/2012	7/1/2014	7/1/2017		210,000.00			210,000.00	210,644.70	644.70
34074GDG6	1X Aa3 Florida State Hurrican	2.107%	1/22/2014	7/1/2014	7/1/2018		100,000.00			100,000.00	100,629.00	629.00
452151D3	1X A1 Illinois GOB	4.350%	3/24/2014	6/1/2014	6/1/2018		100,000.00	5,085.00	105,085.00	107,001.00	1,916.00	
454624540	1X AA+ Indiana State Bond Ba	4.302%	1/21/2014	8/1/2014	8/1/2018		100,000.00	9,602.00	109,602.00	108,987.00	(615.00)	
544587M2B	1X A1 LA CA Mun Impt	5.640%	7/2/2012	8/1/2014	8/1/2015		200,000.00	7,401.62	207,401.62	208,382.00	980.38	
596566WB1	1X AAA Middlesex IA	2.250%	10/30/2013	8/1/2014	6/1/2018		280,000.00	3,721.20	283,721.20	283,427.20	(294.00)	
64971QG1	1X A2 NYC Trans Fin Auth	3.050%	5/28/2014	11/1/2014	5/1/2019		200,000.00	10,762.00	210,762.00	209,864.00	(898.00)	
71781LBM0	1X Aa1 Phil PA Auth	0.000%	5/29/2014	4/15/2018	4/15/2018		100,000.00	(8,837.00)	91,163.00	88,717.00	(2,446.00)	
777352BK0	1X A+ Rosedale Ro Bravo	3.050%	7/27/2012	6/1/2014	1/1/2016		305,000.00	2,885.66	307,885.66	306,625.65	(1,260.01)	
796720IG8	1X AA- San Bern CCD	1.686%	5/2/2013	8/1/2014	8/1/2017		190,000.00	952.00	190,952.00	191,377.50	425.50	
797398EG5	1X Aa3 San Diego County	5.728%	1/21/2014	8/15/2014	8/15/2017		200,000.00	25,158.00	225,158.00	226,994.00	1,836.00	
895139CB7	1X A3 Trenton NJ	4.000%	2/19/2014	8/15/2014	2/15/2016		200,000.00	9,786.00	209,786.00	209,170.00	(616.00)	
94402T44	1X AA+ US Maryland	2.000%	3/11/2014	4/1/2014	4/1/2018		140,000.00	2,742.60	142,742.60	142,591.40	(151.20)	
952347WA6	1X A1 W Contra Costa	4.000%	4/13/2012	8/1/2014	8/1/2015		100,000.00	3,185.00	103,185.00	103,932.00	747.00	
00206RAJ1	n/a A3 AT&T Inc	5.500%	2/13/2013	8/1/2014	2/1/2018		250,000.00	33,582.72	283,582.72	283,862.50	279.78	
00206RCAB	n/a A3 AT&T Inc	2.375%	11/27/2013	5/27/2014	11/27/2018		100,000.00			100,000.00	102,086.00	2,086.00
02005QQD8	n/a CD Ally Bank	2.150%	6/2/2011	6/2/2014	6/2/2016		250,000.00			250,000.00	258,155.50	8,155.50
02587DQ24	n/a CD Amex Bank	1.950%	8/1/2013	8/1/2014	8/1/2018		250,000.00			250,000.00	255,992.35	5,992.35
05574LTG6	n/a A+ BNP Paribas	2.400%	4/21/2014	6/12/2014	12/12/2018		100,000.00	1,441.00	101,441.00	101,126.00	(315.00)	
0605QWBMG	n/a A Bank of America	5.000%	3/6/2013	6/15/2014	2/15/2018		100,000.00	8,106.28	108,106.28	109,296.88	1,190.60	
0606246L2	n/a CD Bank of Baroda	2.150%	10/28/2013	5/21/2014	10/29/2018		200,000.00			200,000.00	200,000.00	-
06251AB41	n/a CD Bank Hapoalim NY	1.050%	4/10/2014	10/10/2014	4/10/2019		100,000.00			100,000.00	100,000.00	-
06739FGF2	n/a Aa3 Barclays Bank	5.000%	4/3/2012	3/22/2014	9/22/2016		250,000.00	10,185.00	260,185.00	272,870.00	12,685.00	
06740KGG6	n/a CD Barclays Bank	1.900%	4/15/2014	10/15/2014	4/15/2019		100,000.00			100,000.00	101,501.32	1,501.32
05568PSN3	n/a CD BMW Bank	2.050%	9/30/2013	4/1/2014	10/1/2018		250,000.00			250,000.00	250,000.00	-
084664BED	n/a Aa2 Berkshire Hathaway	5.400%	5/29/2013	5/15/2014	5/15/2018		100,000.00	14,990.00	114,990.00	114,614.00	(376.00)	
17284CCS1	n/a CD CIT Bank SLC	1.150%	4/24/2013	4/24/2014	4/24/2018		200,000.00			200,000.00	199,221.08	(778.92)
172967HMG	n/a A- Citigroup Inc	2.550%	4/21/2014	10/8/2019	4/8/2019		100,000.00			100,000.00	101,059.00	1,059.00
20451EV4	n/a CD Compass Bank	2.000%	10/2/2013	4/2/2014	10/2/2018		250,000.00			250,000.00	256,178.20	6,178.20
21686CAD2	n/a Aaa Rabobank	3.375%	2/15/2012	7/19/2014	1/19/2017		150,000.00	2,611.21	152,611.21	159,417.00	6,805.79	
254671M72	n/a CD DISCOVER BANK	1.950%	4/16/2014	10/16/2014	4/16/2019		250,000.00			250,000.00	254,348.18	4,348.18
31938QJ47	n/a CD First Business Bnk	1.750%	5/30/2014	11/30/2014	5/30/2019		100,000.00			100,000.00	100,000.00	-
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	255,856.38	5,856.38
36160XYL5	n/a CD GE Cap Financial	2.050%	10/28/2011	4/28/2014	10/28/2016		250,000.00			250,000.00	258,362.35	8,362.35
36962GK94	n/a AA GECC (F)	0.508%	6/28/2010	9/15/2014	9/15/2014		100,000.00	(222.28)	99,777.72	100,069.00	291.28	
36966R5W2	n/a AA GECC	4.550%	4/2/2013	9/15/2014	3/15/2018		200,000.00	18,308.35	218,308.35	217,962.00	(346.35)	
36966RY26	n/a AA GECC	5.250%	11/26/2013	5/15/2014	5/15/2018		100,000.00	11,250.00	111,250.00	110,087.00	(1,163.00)	
38141GRCD	n/a A GOLDMAN SACHS	2.375%	8/19/2013	7/22/2014	1/22/2018		250,000.00	(2,000.00)	248,000.00	254,260.00	6,260.00	
38141GFM1	n/a A GOLDMAN SACHS	6.150%	4/17/2013	4/1/2014	4/1/2018		125,000.00	13,011.66	138,011.66	143,771.25	5,759.59	
3814264E2	n/a CD GOLDMAN SACHS BA:	1.850%	8/24/2011	8/24/2014	8/24/2016		100,000.00			100,000.00	102,801.41	2,801.41
38143AUR4	n/a CD GOLDMAN SACHS BA:	1.800%	6/13/2012	6/13/2014	6/13/2017		150,000.00			150,000.00	153,947.82	3,947.82
46625HIR2	n/a A3 JP Morgan	2.350%	5/13/2014	7/28/2014	1/28/2019		250,000.00	3,285.00	253,285.00	253,005.00	(280.00)	
55279HAE0	n/a A2 Manuf/Trade Trust	2.300%	4/21/2014	7/30/2014	1/30/2019		125,000.00	1,550.00	126,550.00	126,590.00	40.00	
58733AAE9	n/a CD Mercantil Commercel	1.100%	2/13/2013	8/13/2014	2/13/2018		97,000.00			97,000.00	96,685.91	(314.09)
59012YG43	n/a CD Merrick Bank	2.000%	6/15/2011	6/15/2014	6/15/2016		200,000.00			200,000.00	206,027.98	6,027.98
61745EG70	n/a A2 MORGAN STANLEY	3.000%	8/31/2011	9/2/2014	8/31/2015		225,000.00			225,000.00	229,837.50	4,837.50
717081DL4	n/a A1 Pfizer	2.100%	5/16/2014	11/15/2014	5/15/2019		250,000.00	1,745.00	251,745.00	252,027.50	282.50	
75951AAA6	n/a A2 Reliance Stand Life	2.500%	5/28/2014	10/24/2014	4/24/2019		100,000.00	1,061.00	101,061.00	100,792.00	(269.00)	
79545ORA5	n/a CD Sallie Mae Bk	2.150%	10/30/2013	4/30/2014	10/30/2018		250,000.00			250,000.00	257,600.00	7,600.00
856283VD5	n/a CD State Bnk India	2.050%	10/11/2013	4/11/2014	10/11/2018		200,000.00			200,000.00	205,397.90	5,397.90
871829A11	n/a A1 SYSCO Corp	5.250%	5/29/2013	8/12/2014	2/12/2018		100,000.00	13,260.00	113,260.00	112,611.00	(649.00)	
88413AOP3	n/a CD Third Federal S&L	1.800%	5/23/2014	11/23/2014	5/23/2019		100,000.00			100,000.00	100,918.16	918.16
949746QU8	n/a AA Wells Fargo	3.676%	7/6/2011	9/15/2014	6/15/2016		240,000.00	3,864.00	243,864.00	253,934.40	10,070.40	
96121BBR7	n/a AA Westpac Banking	2.000%	7/19/2012	6/15/2014	7/15/2017		250,000.00	-		250,000.00	247,840.00	(2,160.00)
ACCRUED INT	n/a AGY						76,993.35			76,993.35		
Sub- total							11,683,993.35	211,066.22	11,895,059.57	11,932,720.52	114,654.30	
Balance on account with LAIF							735,144.41			735,144.41		
Balance on account with Money market										-		
Total Portfolio							12,419,137.76			12,630,203.98		

**Town of Looms  
Transaction Ledger  
5/01/14 to 5/31/14**

<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>
5/1/2014 Interest Received	0.37	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	0.37	0.37
5/13/2014 Sold	250,000.00	JP Morgan Chase 3.7% due 1/20/15	1.021	255,325.00 2,903.47	8,228.47
5/13/2014 Bought	250,000.00	JP Morgan Chase 2.35% due 1/28/19	1.013	253,345.00 1,713.54	253,345.00
5/15/2014 Called	45,000.00	UCD 2.875% due 5/15/15	1.000	45,000.00 1,365.63	1,365.63
5/15/2014 Interest Received	328.77	Merrick Bank 2.0% due 6/15/16	1.000	328.77	328.77
5/15/2014 Interest Received	416.67	Westpac Bank 2.0% due 7/15/17	1.000	416.67	416.67
5/15/2014 Interest Received	425.00	Bank of America 5.1% due 2/15/18	1.000	425.00	425.00
5/15/2014 Interest Received	2,700.00	Berkshire Hathaway 5.4% due 5/15/18	1.000	2,700.00	2,700.00
5/15/2014 Interest Received	625.00	FNMA 0.65% due 5/15/18	1.000	625.00	625.00
5/15/2014 Interest Received	2,625.00	GE 5.25% due 5/15/18	1.000	2,625.00	2,625.00
5/16/2014 Sold	150,000.00	Illinois GOB 4.05% due 6/1/15	1.028	154,200.00 2,784.38	6,984.38
5/16/2014 Sold	50,000.00	UCD 2.875% due 5/15/15	1.015	50,763.50 3.99	767.49
5/16/2014 Bought	250,000.00	Pfizer 2.1% due 5/15/19	1.007	251,775.00 14.58	251,775.00
5/20/2014 Matured	100,000.00	First Bank 3.4% due 5/20/14	1.000	100,000.00 1,686.03	1,686.03
5/21/2014	1,093.75	FNMA	1.000	1,093.75	1,093.75

Interest Received		0.85% due 5/21/18			
5/23/2014 Bought	100,000.00	Third Federal S&L 1.8% due 5/23/19	1.000	100,000.00 -	100,000.00
5/27/2014 Interest Received	1,187.50	AT&T 2.375% due 11/27/18	1.000	1,187.50	1,187.50
5/28/2014 Transfer In	506,573.25	Transfer from Wells Fargo	1.000	506,573.25	506,573.25
5/28/2014 Bought	100,000.00	FHLB 1.5% due 4/30/19	1.000	100,000.00 -	100,000.00
5/28/2014 Bought	100,000.00	Reliance Standard Life 2.5% due 4/24/19	1.011	101,061.00 236.11	101,061.00
5/28/2014 Bought	200,000.00	NYC Transitional Fin Auth 3.05% due 5/1/19	1.054	210,762.00 457.50	210,762.00
5/28/2014 Called	250,000.00	FNMA 1.15% due 8/28/17	1.000	250,000.00 718.75	718.75
5/29/2014 Bought	100,000.00	Philadelphia PA Auth for Ind. Discount bond	0.912	91,163.00 -	91,163.00
5/29/2014 Bought	100,000.00	FFCB 1.77% due 5/29/19	1.000	100,000.00 -	100,000.00
5/30/2014 Bought	100,000.00	First Business Bnk 1.75% due 5/30/19	1.000	100,000.00 -	100,000.00
<b>Local Agency Investment Fund</b>					
5/20/2014 Deposit	800,000.00	Local Agency Investment Fund State Pool	1.000	800,000.00	
5/23/2014 Withdrawal	400,000.00	Local Agency Investment Fund State Pool	1.000	400,000.00	