CITY OF DELANO
STAFF REPORT

February 3, 2014
Agenda Item:

TO: Honorable Mayor and Members of the City Council

FROM: Maribel Reyna, City Manager
By: Rosa Rios, Finance Director

SUBJECT: Acceptance and Approval of the City of Delano Quarterly Investment Report.

Recommendation

Staff recommends that the City Council accept and approve the Quarterly Investment Report dated February 3, 2014.

Discussion

The Quarterly Investment Report for the quarter ended December 31, 2013, is presented to the City Council for acceptance and approval. This report is required by the City of Delano Investment Policy and the Government Code of the State of California.

This report reflects only the pooled cash managed and invested by the Finance Director on a daily basis. At December 31, 2013, the City of Delano's total investment portfolio of pooled idle cash at cost was $23,143,225 earning a weighted average rate of return of 0.795%. This is equivalent to an average monthly income of $15,342, or $184,104 annually. A summary of the categories of investment is as follows:

INVESTMENT TYPE	BOOK VALUE (COST)	INTEREST RATE AVERAGE	MONTHLY YIELD
Local Agency Investment Fund	$ 8,748,714	0.260%	$ 1,895
Certificates of Deposit	396,011	1.830%	605
US Government Agency	13,998,500	1.101 %	12,842
Total	$ 23,143,225	0.795%	$ 15,342

Budget Impact

Estimated Annual Investment Earnings of $184,104.

Attachment(s): LAIF statement, CD's schedule, Union Bank-Institutional Custody Investment Account Statement, and Corporate Trust Department Account Statement.

CITY OF DELANO

QUARTERLY INVESTMENT REPORT
December 31, 2013

TYPE OF INVESTMENT	INSURER/BROKER OF INVESTMENT	CUSIP	ACQUISITION DATE	MATURITY DATE	DOLLAR AMOUNT/PAR	INTEREST RATE	COST	MARKET VALUE	UNREALIZED (LOSS)GAIN	MONTHLY YIELD	ANNUAL YIELD
Local Agency Investment Fund (LAIF)	California State Treasurer		n/a	On Demand	**8,748,714.21**	0.260%	8,748,714.21	8,748,714.21	-	1,895.55	22,746.66
Certificates of Deposit	Various		See Schedule	See Schedule	**396,011.39**	1.830%	396,011.39	396,011.39	-	604.74	7,256.91
US Government Agency-State Tax Exempt											
Federal National Mtg. Assn.	Gilford Securities	**3136G1U72**	09/17/13	03/17/17	1,000,000.00	1.250%	1,000,000.00	1,001,770.00	1,770.00	1,041.67	12,500.00
Federal Home Loan Bank	Gilford Securities	**313379XM6**	07/10/12	07/10/17	1,000,000.00	1.100%	1,000,000.00	991,800.00	(8,200.00)	916.67	11,000.00
Federal Home Loan Bank	Gilford Securities	**3133802C0**	07/26/12	07/26/17	1,000,000.00	1.050%	1,000,000.00	991,850.00	(8,150.00)	875.00	10,500.00
Federal Farm Credit Banks	Gilford Securities	**3133ECWK6**	08/07/13	08/07/17	1,000,000.00	1.330%	1,000,000.00	1,000,490.00	490.00	1,108.33	13,300.00
Federal Home Loan Bank	Gilford Securities	**313380A80**	08/16/12	08/16/17	1,000,000.00	1.000%	1,000,000.00	988,910.00	(11,090.00)	833.33	10,000.00
Federal Home Loan Bank	Gilford Securities	**313380MF1**	09/18/12	09/18/17	2,000,000.00	1.000%	2,000,000.00	1,969,240.00	(30,760.00)	1,666.67	20,000.00
Federal Farm Credit Banks	Gilford Securities	**3133ED5S7**	10/30/13	10/30/17	1,000,000.00	1.400%	1,000,000.00	996,220.00	(3,780.00)	1,166.67	14,000.00
Federal Home Loan MTG Corp	Gilford Securities	**3134G33B4**	01/14/13	01/11/18	1,000,000.00	1.000%	1,000,000.00	978,610.00	(21,390.00)	833.33	10,000.00
Federal Home Loan MTG Corp	Gilford Securities	**3134G34Y3**	02/14/13	02/14/18	1,000,000.00	1.000%	999,750.00	968,620.00	(31,130.00)	833.33	10,000.00
Federal National Mtg. Assn.	Gilford Securities	**3136G1EJ4**	02/28/13	02/28/18	1,000,000.00	1.150%	1,000,000.00	980,020.00	(19,980.00)	958.33	11,500.00
Federal National Mtg. Assn.	Gilford Securities	**3136G1GU7**	03/27/13	03/27/18	1,000,000.00	1.050%	1,000,000.00	976,370.00	(23,630.00)	875.00	10,500.00
Federal Farm Credit Banks	Gilford Securities	**3133ECLJ1**	04/16/13	04/16/18	1,000,000.00	0.980%	999,000.00	972,460.00	(26,540.00)	816.67	9,800.00
Federal Home Loan Bank	Gilford Securities	**313382L76**	04/16/13	04/16/18	1,000,000.00	1.100%	999,750.00	976,620.00	(23,130.00)	916.67	11,000.00
Total US Gov't. Agency State Tax Exempt					14,000,000.00	1.101%	**13,998,500.00**	**13,792,980.00**	(205,520.00)	12,841.67	154,100.00
PRINCIPAL PORTFOLIO TOTAL					**23,144,725.60**	**0.795%**	**23,143,225.60**	**22,937,705.60**	**(205,520.00)**	**15,341.96**	**184,103.57**

CERTIFICATION:

I certify that this report accurately reflects all City and Redevelopment Agency investments, and is in conformance with the adopted investment policy of the City of Delano. Furthermore, I certify to the best of my knowledge, sufficient investment liquidity and anticipated revenues are available to meet the city's budgeted expenditure requirements for the next six months.

Rosa Rios
Finance Director

Date: February 3, 2014

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif
January 16, 2014

CITY OF DELANO

FINANCE DIRECTOR/TREASURER
P.O. BOX 3010
DELANO, CA 93216

PMIA Average Monthly Yields

Account Number:
98-15-242

Tran Type Definitions

December 2013 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Authorized Caller	Amount
12/12/2013	12/11/2013	RW	1417537	SYLVIA V. BERMUDEZ	-1,500,000.00

Account Summary

Total Deposit:	0.00	Beginning Balance:	10,248,714.21
Total Withdrawal:	-1,500,000.00	Ending Balance:	8,748,714.21

JOHN CHIANG

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name	DELANO
Account Number	98-15-242

As of 01/15/2014, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 12/31/2013.

Earnings Ratio		.00000700426120353
Interest Rate		0.26%
Dollar Day Total	$	962,275,382.22
Quarter End Principal Balance	$	8,748,714.21
Quarterly Interest Earned	$	6,740.03

CITY OF DELANO
CERTIFICATES OF DEPOSITS
AS DECEMBER 31, 2013

1/16/2014

SAVINGS INSTITUTION	AMOUNT OF INVESTMENT	DATE INVESTMENT	MATURITY DATE	No. of DAYS	INTEREST RATE	MONTHLY INTEREST	DAILY INTEREST	YEARLY INTEREST
COMMUNITY COMMERCE BANK	99,000.00	01/07/11	01/08/14	30	1.80%	148.50	4.95	1,782.00
FIRST CHOICE BANK	99,000.00	03/21/11	03/21/14	30	1.88%	155.10	5.17	1,861.20
HANMI BANK	99,000.00	03/29/11	03/29/14	30	1.85%	152.63	5.09	1,831.50
HUNTINGDON VALLEY BANK	99,011.39	04/01/11	01/01/14	30	1.80%	148.52	4.95	1,782.21
TOTALS	**396,011.39**				**1.83%**	**604.74**	**20.16**	**7,256.91**

UnionBank

ITC, INSTITUTIONAL CUSTODY
350 CALIFORNIA STREET, 6TH FLOOR
SAN FRANCISCO CA 94104

MB 01 001361 17039 H 10 A

CITY OF DELANO
ATTN: LETTIE DEDIOS
1015 ELEVENTH AVE.
DELANO, CA 93215-2262

Account Statement

Statement Period
December 1, 2013 through December 31, 2013

Account Number
6736305240

Account Name
CITY OF DELANO

Relationship Manager
JEANETTE SIMMONS
415-705-7210

Investment Manager
DIRECTED

Online Access
unionbank.com/trustandcustody

Important Information

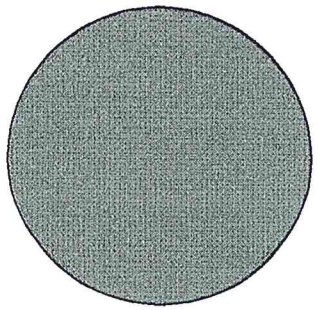
Reminder: Union Bank's cut-off time for all mutual fund trades is 30 minutes prior to funds' published cut-off times. Reich & Tang published cut-off time for money market funds is 4:00 pm ET (1:00 pm PT). See each fund's prospectus for published cut-off time

Overview of Total Account Value

Closing Value on 12/31/2012	$6,501,300.00
Opening Value on 12/01/2013	$13,904,280.00
Closing Value on 12/31/2013	$13,792,980.00
Net Change For Period	***($111,300.00)***

Overview of Account by Investment Category

Your Current Portfolio Mix



% of Total Account	*Market Value*	*Description*
100.00%	13,792,980.00	Government Obligations
100.00%	**$13,792,980.00**	**Total Account Value**

UnionBank

Account Number
6736305240

Account Name
CITY OF DELANO

Account Statement

Statement Period
December 1, 2013 through December 31, 2013

Contents

Account Summary
Principal Portfolio Summary
Unrealized Gain/Loss Summary
Asset Detail
Maturity Summary
Transaction Detail

Principal Portfolio Summary

Description	Market Value	Percentage of Portfolio	Current Yield
Government Obligations	13,792,980.00	100.00%	1.12%
Total Principal Portfolio	**$13,792,980.00**	**100.00%**	**1.12%**

Unrealized Gain/Loss Summary

Description	Cost Basis	Market Value	Gain/Loss
Government Obligations	13,998,500.00	13,792,980.00	(205,520.00)
Total Gain/Loss	**$13,998,500.00**	**$13,792,980.00**	**($205,520.00)**

DST 00073068

Asset Detail - Principal Portfolio

Government Obligations

Asset Name	CUSIP	Shares/ Units Held	Cost Basis	Market Value	Price/ Date Priced	Percentage of Portfolio	Current Yield	Estimated Annual Income
Federal Govt Agency								
FEDERAL NATL MTG ASSN 1.2500% 3/17/2017	3136G1U72	1,000,000.000	1,000,000.00	1,001,770.00	100.1770 12/31/2013	7.26%	1.25%	12,500.00
FEDERAL HOME LOAN BANKS 1.1000% 7/10/2017	313379XM6	1,000,000.000	1,000,000.00	991,800.00	99.1800 12/31/2013	7.19%	1.11%	11,000.00
FEDERAL HOME LOAN BANKS 1.0500% 7/26/2017	3133802C0	1,000,000.000	1,000,000.00	991,850.00	99.1850 12/31/2013	7.19%	1.06%	10,500.00
FEDERAL FARM CR BKS 1.3300% 8/7/2017	3133ECWK6	1,000,000.000	1,000,000.00	1,000,490.00	100.0490 12/31/2013	7.25%	1.33%	13,300.00
FEDERAL HOME LOAN BANKS 1.0000% 8/16/2017	313380A80	1,000,000.000	1,000,000.00	988,910.00	98.8910 12/31/2013	7.17%	1.01%	10,000.00
FEDERAL HOME LOAN BANKS 1.0000% 9/18/2017	313380MF1	2,000,000.000	2,000,000.00	1,969,240.00	98.4620 12/31/2013	14.29%	1.02%	20,000.00
FEDERAL FARM CR BKS 1.4000% 10/30/2017	3133ED5S7	1,000,000.000	1,000,000.00	996,220.00	99.6220 12/31/2013	7.22%	1.41%	14,000.00
FEDERAL HOME LN MTG CORP 1.0000% 1/11/2018	3134G33B4	1,000,000.000	1,000,000.00	978,610.00	97.8610 12/31/2013	7.09%	1.02%	10,000.00
FEDERAL HOME LN MTG CORP 1.0000% 2/14/2018	3134G34Y3	1,000,000.000	999,750.00	968,620.00	96.8620 12/31/2013	7.02%	1.03%	10,000.00
FEDERAL NATL MTG ASSN 1.1500% 2/28/2018	3136G1EJ4	1,000,000.000	1,000,000.00	980,020.00	98.0020 12/31/2013	7.11%	1.17%	11,500.00
FEDERAL NATL MTG ASSN 1.0500% 3/27/2018	3136G1GU7	1,000,000.000	1,000,000.00	976,370.00	97.6370 12/31/2013	7.08%	1.08%	10,500.00

Asset Detail - Principal Portfolio (continued)

Government Obligations

Asset Name	*CUSIP*	*Shares/ Units Held*	*Cost Basis*	*Market Value*	*Price/ Date Priced*	*Percentage of Portfolio*	*Current Yield*	*Estimated Annual Income*
Federal Govt Agency								
FEDERAL FARM CR BKS 0.9800% 4/16/2018	3133ECLJ1	1,000,000.000	999,000.00	972,460.00	97.2460 12/31/2013	7.05%	1.01%	9,800.00
FEDERAL HOME LOAN BANKS 1.1000% 4/16/2018	313382L76	1,000,000.000	999,750.00	976,620.00	97.6620 12/31/2013	7.08%	1.13%	11,000.00
Total Government Obligations			**$13,998,500.00**	**$13,792,980.00**		**100.00%**	**1.12%**	**$154,100.00**
Total Principal Portfolio			**$13,998,500.00**	**$13,792,980.00**		**100.00%**	**1.12%**	**$154,100.00**
Total Account Values			**$13,998,500.00**	**$13,792,980.00**		**100.00%**	**1.12%**	**$154,100.00**

Maturity Summary

	Face Value	*Par Value*	*Cost Basis*	*Market Value*	*Percentage of Market Value*
2013					
2014					
2015					
2016					
2017		8,000,000.000	8,000,000.00	7,940,280.00	57.57%
2018		6,000,000.000	5,998,500.00	5,852,700.00	42.43%
2019					
2020					
2021					
2022					
Ten-to-Fourteen Years					
Fifteen-to-Nineteen Years					
Twenty Years and Over					
Total	**$0.00**	**14,000,000.000**	**$13,998,500.00**	**$13,792,980.00**	**100.00%**