CITY OF DELANO
STAFF REPORT

May 5, 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 May 5, 2014.

Discussion

The Quarterly Investment Report for the quarter ended March 31, 2014, 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 March 31, 2014, the City of Delano's total investment portfolio of pooled idle cash at cost was $22,951,954 earning a weighted average rate of return of 0.772%. This is equivalent to an average monthly income of $14,764, or $177,158 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	$ 8,755,454	0.230%	$ 1,678
Certificates of Deposit	198,000	1.480%	243
US Government Agency	13,998,500	1.101 %	12,842
Total	$ 22,951,954	0.772%	$ 14,764

Budget Impact

Estimated Annual Investment Earnings of $177,158.

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
March 31, 2014

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	**8,755,454.24**	0.230%	8,755,454.24	8,755,454.24	-	1,678.13	20,137.54
Certificates of Deposit	Various		See Schedule	See Schedule	**198,000.00**	1.480%	198,000.00	198,000.00	-	243.38	2,920.56
US Government Agency-State Tax Exempt											
Federal Home Loan Bank	Gilford Securities	**313379XM6**	07/10/12	07/10/17	1,000,000.00	1.100%	1,000,000.00	992,660.00	(7,340.00)	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	992,840.00	(7,160.00)	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	1,002,150.00	2,150.00	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	990,180.00	(9,820.00)	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	1,972,580.00	(27,420.00)	1,666.67	20,000.00
Federal Farm Credit Banks	Gilford Securities	**3130A1AD0**	03/27/14	09/27/17	1,000,000.00	1.150%	1,000,000.00	994,280.00	(5,720.00)	958.33	11,500.00
Federal Home Loan MTG Corp	Gilford Securities	**3134G33B4**	01/14/13	01/11/18	1,000,000.00	1.000%	1,000,000.00	984,790.00	(15,210.00)	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	975,440.00	(24,310.00)	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	985,410.00	(14,590.00)	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	981,820.00	(18,180.00)	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	978,490.00	(20,510.00)	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	981,100.00	(18,650.00)	916.67	11,000.00
Federal Home Loan Bank	Gilford Securities	**3130A16T0**	03/27/14	06/27/18	1,000,000.00	1.500%	1,000,000.00	991,500.00	(8,500.00)	1,250.00	15,000.00
Total US Gov't. Agency State Tax Exempt					14,000,000.00	1.101%	**13,998,500.00**	**13,823,240.00**	(175,260.00)	12,841.67	154,100.00
PRINCIPAL PORTFOLIO TOTAL					**22,953,454.24**	**0.772%**	**22,951,954.24**	**22,776,694.24**	**(175,260.00)**	**14,763.18**	**177,158.10**

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: May 5, 2014

CITY OF DELANO

QUARTERLY INVESTMENT REPORT
March 31, 2014

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
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Rosa Rios
Finance Director

Date: May 5, 2014

CITY OF DELANO
CERTIFICATES OF DEPOSITS
AS MARCH 31, 2014

4/17/2014

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	01/08/14	01/08/17	30	1.10%	90.75	3.03	1,089.00
HANMI BANK	99,000.00	03/29/11	03/29/14	30	1.85%	152.63	5.09	1,831.50
TOTALS	**198,000.00**				**1.48%**	**243.38**	**8.11**	**2,920.50**

JOHN CHIANG

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name	DELANO
Account Number	98-15-242

As of 04/15/2014, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 03/31/2014.

Earnings Ratio		.00000631639966506
Interest Rate		0.23%
Dollar Day Total	$	787,896,521.18
Quarter End Principal Balance	$	8,755,454.24
Quarterly Interest Earned	$	4,976.67

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

www.treasurer.ca.gov/pmia-laif
April 17, 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

March 2014 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	8,755,454.24
Total Withdrawal:	0.00	Ending Balance:	8,755,454.24

UnionBank

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

MB 01 000953 85082 H 7 D

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

Account Statement

Statement Period
March 1, 2014 through March 31, 2014

Account Number
6736305240

Account Name
CITY OF DELANO

Relationship Manager
JEANNETTE SIMMONS
415-705-7210

Investment Manager
DIRECTED

Online Access
unionbank.com/trustandcustody

Overview of Total Account Value

Closing Value on 12/31/2013	$13,792,980.00
Opening Value on 03/01/2014	$13,896,140.00
Closing Value on 03/31/2014	$13,823,240.00
Net Change For Period	***($72,900.00)***

Contents

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

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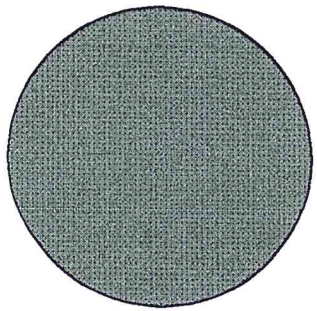
Overview of Account by Investment Category

Your Current Portfolio Mix



% of Total Account	Market Value	Description
100.00%	13,823,240.00	Government Obligations
100.00%	**$13,823,240.00**	**Total Account Value**

UnionBank

Account Number
6736305240

Account Name
CITY OF DELANO

Account Statement

Statement Period
March 1, 2014 through March 31, 2014

Principal Portfolio Summary

Description	Market Value	Percentage of Portfolio	Current Yield
Government Obligations	13,823,240.00	100.00%	1.11%
Total Principal Portfolio	**$13,823,240.00**	**100.00%**	**1.11%**

Unrealized Gain/Loss Summary

Description	Cost Basis	Market Value	Gain/Loss
Government Obligations	13,998,500.00	13,823,240.00	(175,260.00)
Total Gain/Loss	**$13,998,500.00**	**$13,823,240.00**	**($175,260.00)**

Cash Transactions Summary

	Principal Cash
Receipts	
Checking/Savings Withdrawal	1,994,750.00
Interest	26,322.22
Sales	2,000,000.00
Total Receipts	**$4,021,072.22**
Disbursements	
Purchases	(2,000,000.00)
Checking / Savings Deposit	(2,021,072.22)
Total Disbursements	**($4,021,072.22)**
Total Net Transactions	**$0.00**

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UnionBank

Account Number
6736305240

Account Name
CITY OF DELANO

Account Statement

Statement Period
March 1, 2014 through March 31, 2014

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 HOME LOAN BANKS 1.1000% 7/10/2017	313379XM6	1,000,000.000	1,000,000.00	992,660.00	99.2660 03/31/2014	7.18%	1.11%	11,000.00
FEDERAL HOME LOAN BANKS 1.0500% 7/26/2017	3133802C0	1,000,000.000	1,000,000.00	992,840.00	99.2840 03/31/2014	7.18%	1.06%	10,500.00
FEDERAL FARM CR BKS 1.3300% 8/7/2017	3133ECWK6	1,000,000.000	1,000,000.00	1,002,150.00	100.2150 03/31/2014	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	990,180.00	99.0180 03/31/2014	7.16%	1.01%	10,000.00
FEDERAL HOME LOAN BANKS 1.0000% 9/18/2017	313380MF1	2,000,000.000	2,000,000.00	1,972,580.00	98.6290 03/31/2014	14.28%	1.01%	20,000.00
FEDERAL HOME LOAN BANKS 1.1500% 9/27/2017	3130A1AD0	1,000,000.000	1,000,000.00	994,280.00	99.4280 03/31/2014	7.19%	1.16%	11,500.00
FEDERAL HOME LN MTG CORP 1.0000% 1/11/2018	3134G33B4	1,000,000.000	1,000,000.00	984,790.00	98.4790 03/31/2014	7.12%	1.02%	10,000.00
FEDERAL HOME LN MTG CORP 1.0000% 2/14/2018	3134G34Y3	1,000,000.000	999,750.00	975,440.00	97.5440 03/31/2014	7.06%	1.03%	10,000.00
FEDERAL NATL MTG ASSN 1.1500% 2/28/2018	3136G1EJ4	1,000,000.000	1,000,000.00	985,410.00	98.5410 03/31/2014	7.13%	1.17%	11,500.00
FEDERAL NATL MTG ASSN 1.0500% 3/27/2018	3136G1GU7	1,000,000.000	1,000,000.00	981,820.00	98.1820 03/31/2014	7.10%	1.07%	10,500.00
FEDERAL FARM CR BKS 0.9800% 4/16/2018	3133ECLJ1	1,000,000.000	999,000.00	978,490.00	97.8490 03/31/2014	7.08%	1.00%	9,800.00

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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 HOME LOAN BANKS 1.1000% 4/16/2018	313382L76	1,000,000.000	999,750.00	981,100.00	98.1100 03/31/2014	7.10%	1.12%	11,000.00
FEDERAL HOME LOAN BANKS 1.5000% 6/27/2018	3130A16T0	1,000,000.000	1,000,000.00	991,500.00	99.1500 03/31/2014	7.17%	1.51%	15,000.00
Total Government Obligations			**$13,998,500.00**	**$13,823,240.00**		**100.00%**	**1.11%**	**$154,100.00**
Total Principal Portfolio			**$13,998,500.00**	**$13,823,240.00**		**100.00%**	**1.11%**	**$154,100.00**
Total Account Values			**$13,998,500.00**	**$13,823,240.00**		**100.00%**	**1.11%**	**$154,100.00**

Maturity Summary

	Face Value	Par Value	Cost Basis	Market Value	Percentage of Market Value
2014					
2015					
2016					
2017		7,000,000.000	7,000,000.00	6,944,690.00	50.24%
2018		7,000,000.000	6,998,500.00	6,878,550.00	49.76%
2019					
2020					
2021					
2022					
2023					
Ten-to-Fourteen Years					
Fifteen-to-Nineteen Years					
Twenty Years and Over					
Total	**$0.00**	**14,000,000.000**	**$13,998,500.00**	**$13,823,240.00**	**100.00%**

UnionBank

Account Number
6736305240

Account Name
CITY OF DELANO

Account Statement

Statement Period
March 1, 2014 through March 31, 2014

Transaction Detail

Date	Activity	Description	CUSIP	Principal Cash	Cost Basis
Beginning Balance				**$0.00**	**$13,998,500.00**
03/04/14	Interest	CASH RECEIPT OF INTEREST EARNED ON FFCB BDS 1.400% 10/30/17 0.004822/$1 PV ON 1,000,000 PAR VALUE DUE 3/4/201	3133ED5S7	4,822.22	
03/04/14	Sales	FULL CALL 1,000,000 PAR VALUE OF FFCB BDS 1.400% 10/30/17 TRADE DATE 03/04/14 FULL CALL	3133ED5S7	1,000,000.00	(1,000,000.00)
03/04/14	Checking / Savings Deposit	CASH DISBURSEMENT TRANSFER TO UB CHKING/SAVING ACCOUNT NUMBER: XXXXXX3281		(1,004,822.22)	
03/17/14	Sales	FULL CALL 1,000,000 PAR VALUE OF FNMA NT 1.250% 3/17/17 TRADE DATE 03/17/14 FULL CALL	3136G1U72	1,000,000.00	(1,000,000.00)
03/17/14	Interest	CASH RECEIPT OF INTEREST EARNED ON FNMA NT 1.250% 3/17/17 0.00625/$1 PV ON 1,000,000 PAR VALUE DUE 3/17/201	3136G1U72	6,250.00	
03/17/14	Checking / Savings Deposit	CASH DISBURSEMENT TRANSFER TO UB CHKING/SAVING ACCOUNT NUMBER: XXXXXX3281		(1,006,250.00)	
03/18/14	Interest	CASH RECEIPT OF INTEREST EARNED ON FHLB BDS 1.000% 9/18/17 0.005/$1 PV ON 2,000,000 PAR VALUE DUE 3/18/2014	313380MF1	10,000.00	
03/18/14	Checking / Savings Deposit	CASH DISBURSEMENT TRANSFER TO UB CHKING/SAVING ACCOUNT NUMBER: XXXXXX3281		(10,000.00)	

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UnionBank

Account Number
6736305240

Account Name
CITY OF DELANO

Account Statement

Statement Period
March 1, 2014 through March 31, 2014

Transaction Detail (continued)

Date	Activity	Description	CUSIP	Principal Cash	Cost Basis
03/27/14	Purchases	PURCHASED 1,000,000 PAR VALUE OF FHLB BDS 1.150% 9/27/17 TRADE DATE 03/14/14 PURCHASED THROUGH STERNE AGEE & LEACH INC. 1,000,000 PAR VALUE AT 100 %	3130A1AD0	(1,000,000.00)	1,000,000.00
03/27/14	Interest	CASH RECEIPT OF INTEREST EARNED ON FNMA NTS 1.050% 3/27/18 0.00525/$1 PV ON 1,000,000 PAR VALUE DUE 3/27/201	3136G1GU7	5,250.00	
03/27/14	Purchases	PURCHASED 1,000,000 PAR VALUE OF FHLB BDS 1.500% 6/27/18 TRADE DATE 02/28/14 PURCHASED THROUGH STERNE AGEE & LEACH INC. 1,000,000 PAR VALUE AT 100 %	3130A16T0	(1,000,000.00)	1,000,000.00
03/27/14	Checking/Savings Withdrawal	CASH RECEIPT W/D FROM UB CHECKING/SAVINGS ACCOUNT NUMBER: XXXXXX3281		1,994,750.00	
Net Activity				**$0.00**	**$0.00**
Ending Balance				**$0.00**	**$13,998,500.00**