Agenda Date: <u>02/26/2019</u>

Agenda Item: 3.8



# STAFF REPORT

DATE: February 26, 2019

TO: Bryan Montgomery, City Manager | Approved and Forwarded to the City Council

FROM: Deborah Sultan, Finance Director

SUBJECT: City of Oakley Quarterly Investment Report (2nd Quarter FY 2018-

19)

# **Background and Analysis**

California law and the City's Investment Policy require the City's fiscal officer to submit a quarterly investment report to the City Council at the end of each quarter. The report should contain information on all securities held, and include a statement denoting the ability of the local agency to meet its expenditure requirements for the next six months.

#### **Fiscal Impact**

City resources are organized and accounted for on a fund basis with some of those funds being restricted for specified uses and others that are unrestricted. For investment purposes, however, the funds are invested as a pool. The Investment Report for the Period Ending December 31, 2018 attached shows a combined pool balance of \$46,344,709.65. In addition, the pool had combined 2nd Quarter accrued interest earnings of \$157,402.29. Interest for the period continues to reflect the lower rates currently being offered on safe, short-term investments.

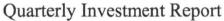
The City is in compliance with the adopted investment policy and able to meet its expenditure requirements for the next six months.

## **Staff Recommendation**

Staff recommends the City Council accept the investment report for the 2nd Quarter of Fiscal Year 2018-2019.

## **Attachments**

City of Oakley Investment Report for the quarter ended December 31, 2018.





For the Quarter Ended December 31, 2018

Type*	Name of Institution	Rate	Maturity****	Cost Amount	Market Value**
			- Maturity	Cost Ismount	TABLE TO THE STATE
Investments in Wells Fargo Bank Account			10/1/2010	6 2 220 745 46	6 2220 745 46
12	Overnight Sweep Investment	0.312%	10/1/2018	\$ 2,228,745.46	\$ 2,228,745.46
Investments with Wells Fargo Investment Advisors:  9 Institutional Money Market		0.866%	N/A	1,797,111.27	1,797,111.27
	ents with State of California:	0.80070	13/75	1,/7/,111.2/	1,/7/,111.2/
3	Local Agency Investment Fund (LAIF)-City	2.400%	N/A	30,539,203.93	30,510,226.10
Investm	ents with CalTRUST	77. 37. 3. A.E.			
11	Short-Term Investment Account-City	2.417%	N/A	9,396,242.70	9,396,242.70
Table 1 and 1 and 1				12.041.202.24	42.022.225.52
Total Investments Other than Bond Proceeds				43,961,303.36	43,932,325.53
Investments with Wells Fargo Trust (bond proceeds): ***					
2012 Refunding Revenue Bonds					
9	Government Money Market				
	Wells Fargo Advantage Gov MM Svc	2.544%	N/A	886,778.69	886,778.69
4	Certificates of Deposit (3)				
	014 Refunding Revenue Bonds				
9	Government Money Market Wells Fargo Advantage Gov MM Svc	2.372%	N/A	332,360.03	332,360.03
	wells raigo Advallage dov Mivi Sve	2.31270	N/A	332,300.03	332,300.03
Investments with USBank Trust (bond proceeds): ***					
2016 Lease Revenue Bonds					
9	Government Money Market				
	USBank - First American Government Obligation	2.214%	N/A	1,164,267.57	1,164,267.57
Total Investments of Bond Proceeds				2,383,406.29	2,383,406.29
	Total All City Investments			\$ 46,344,709.65	\$ 46,315,731.82
	•				
				9	
Accrued Interest of Investments other than Bond Proceeds:					
	Wells Fargo Investment Advisors			1,297.38	
	Local Agency Investment Fund			156,104.91	
	Accrued Interest as of 12/31/18			\$ 157,402.29	
*	Type of investment as described in Authorized Investments section of the City's adopted Investment Policy				
	1. U.S Government Securities	.S Government Securities 5. Bankers Acceptance		9. Money market funds	
	2. U.S. Government Agency Securities	6. Commercial Paper		10. Repurchase agreements	
	Local Agency Investment Fund     Certificates of Deposit	Medium term notes     Mutual funds		CalTRUST Short Term Account     Overnight Sweep	
**	Market Valuation for LAIF was obtained at http://www.treasurer.ca.gov/pmia-laif/mktvalue/2018/201812.pdf				
	Market value for all other investments was obtained from FT Interactive Data. As the City holds its investments to maturity, market value fluctuations are not significant.				
***	Investment of bond proceeds is governed by each bond's Trust Agreement. All of the amounts with Wells Fargo Trust are debt				
	service reserve funds. Investment income remains with the individual bond accounts.				

The City of Oakley is in compliance with the City's annually adopted investment policy and is able to meet its operating expenditure requirements for the next six months.

Approved by Deborah Sultan Finance Director

With the exception of CD's, all accounts have same day or next day liquidity

2/13/19 Date