

OAKLEY



CALIFORNIA

Agenda Date: 11/08/2016

Agenda Item: 3.5

STAFF REPORT

Date: November 8, 2016
To: Bryan H. Montgomery, City Manager
From: Deborah Sultan, Finance Director
SUBJECT: City of Oakley as Successor Agency to the Oakley Redevelopment Agency
-Quarterly Investment Report (1st Quarter FY 2016-17)

Approved and Forwarded to the Oakley
City Council, as the Board of the
Successor Agency to the Oakley
Redevelopment Agency


Bryan Montgomery, City Manager

Background and Analysis

California law and the City's Investment Policy require the Agency's fiscal officer to submit a quarterly investment report to the Agency's governing board. 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

The Investment Report for the Period Ending September 30, 2016 attached shows balances of \$982,598.71 in cash for operations and \$2,008,002.33 in bond reserves held by the Bond Trustee.

The Agency is in compliance with the City's annually adopted investment policy; however, it continues to struggle to meet all of its expenditure requirements. There is sufficient tax revenues distributed to the Agency when combined with amounts set aside and accumulated to make the Agency's bond debt service payments. However, funding is still insufficient to pay all of the Agency's prior years' unpaid pass-through obligations and remaining enforceable obligations. With increased property tax revenues this year and the savings from the refunding of the 2003 bonds, the Agency's funding is improved, but not yet sufficient to meet all of its needs.

Recommendation

Staff recommends the City Council, as the Board of the Successor Agency, accept the investment report for the 1st Quarter of Fiscal Year 2016-2017.

Attachments

City of Oakley as Successor Agency to the Redevelopment Agency Investment Report for the quarter ended September 30, 2016



City of Oakley as Successor Agency to the
Oakley Redevelopment Agency

Quarterly Investment Report
For the Quarter Ended Sept 30, 2016

Type*	Name of Institution	Rate	Maturity***	Cost Amount	Market Value
Investments in Wells Fargo Bank Account					
	Successor Agency Checking	0.020%	N/A	\$ 982,598.71	\$ 982,598.71
Total Investments Other than Bond Proceeds				<u>982,598.71</u>	<u>982,598.71</u>
Investments with Wells Fargo Trust (bond proceeds): **					
2008 Tax Exempt Tax Allocation Bonds					
9	<i>Government Money Market</i> California Asset Management Trust	0.64%	N/A	<u>2,008,002.33</u>	<u>2,008,002.33</u>
Total Investments of Bond Proceeds				<u>2,008,002.33</u>	<u>2,008,002.33</u>
Total Agency Investments				<u>\$ 2,990,601.04</u>	<u>\$ 2,990,601.04</u>


* Type of investment as described in Authorized Investments section of the City's adopted Investment Policy

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|--------------------------------------|-----------------------|---------------------------------|
| 1. U.S. Government Securities | 5. Bankers Acceptance | 9. Money market funds |
| 2. U.S. Government Agency Securities | 6. Commercial Paper | 10. Repurchase agreements |
| 3. Local Agency Investment Fund | 7. Medium term notes | 11. CalTRUST Short Term Account |
| 4. Certificates of Deposit | 8. Mutual funds | 12. Overnight Sweep |

** 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.

*** All Successor Agency accounts have same day or next day liquidity

The City of Oakley, as Successor Agency to the Oakley Redevelopment Agency, is in compliance with the City's annually adopted investment policy.


Approved by Deborah Sultan
Finance Director

Date