



Treasurer's Report

February 12, 2013

TO: Honorable Mayor and Town Council
FROM: Roger Carroll, Treasurer/Finance Officer *RC*
DATE: January 31, 2013
RE: Monthly Treasurer's Report

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:

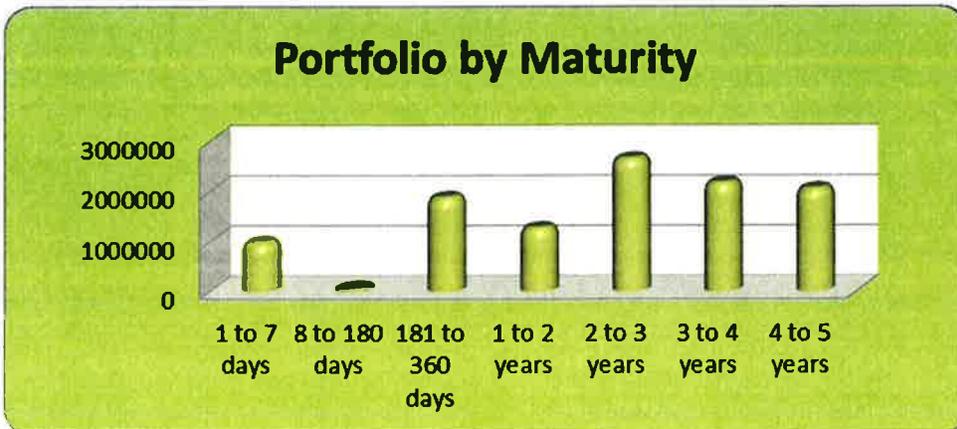
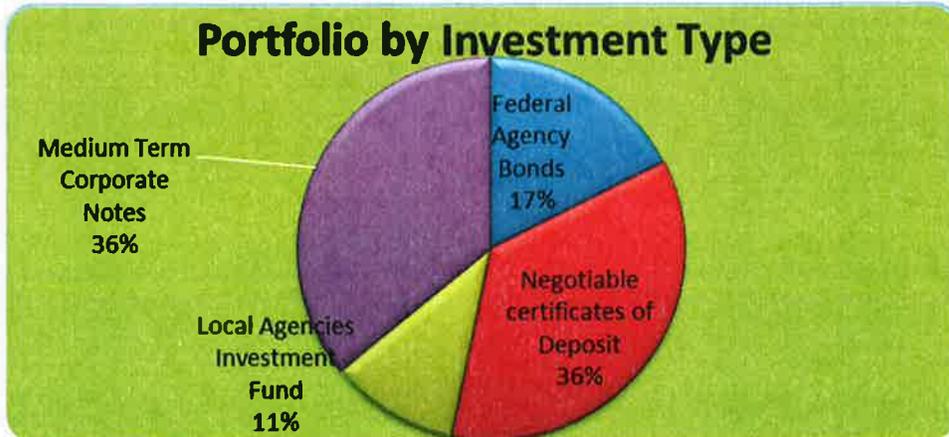
The Town's portfolio is in compliance with our investment policy. Although the balances of negotiable certificates of deposit and medium term corporate notes exceed the allowable percentage of the portfolio, when all the investments were purchased, the proper percentages were intact. The current percentage aberrations were caused by decreases in the overall portfolio balance which raises the individual percentages. The Town's investment policy does not require an immediate liquidation in this situation; rather, the Treasurer is to use his judgment in maintaining or rebalancing the portfolio. The current plan is to hold all current investments until property taxes are received in January and then rebalance as necessary.

Other Information

Benchmarks as of January 31, 2013:

Federal Lending Rate: 0.25%
 Two Year T-Bill Rate: 0.27%
 LAIF daily Rate 0.29%

Town of Loomis Weighted Average Rate, excluding LAIF investments: 2.79%
 Average Maturity is 2.51 years.



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 January 31, 2013

Current Portfolio Balance: \$ 11,112,844

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%	18.19%	Yes
d Local agency bonds, etc	100.00%	50.00%		Yes
e Federal Agency Bonds	100.00%	100.00%	14.37%	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%	29.22%	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%	8.81%	Yes
h Time Deposits	30.00%	25.00%	0.00%	Yes
j Medium Term Corporate Notes	30.00%	30.00%	29.41%	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
Total			100.00%	

Target Share of Portfolio per Investment Policy			Actual %	Actual \$
Range	Not Less Than	Not More Than		
1 to 7 days	5%	70%	9%	978,583
8 to 180 days	0%	30%	1%	73,263
181 to 360 days	0%	30%	17%	1,884,442
1 to 2 years	0%	40%	11%	1,275,378
2 to 3 years		40%	24%	2,664,322
3 to 4 years		30%	20%	2,176,855
4 to 5 years		30%	19%	2,060,000
Over 5 years		0%	0%	
Total				11,112,844

Town of Loomis
Quality Analysis Report

1/31/2013				SETTLEMENT	NEXT	MATURITY		DISCOUNT	BOOK	MARKET	UNREALIZED
Cusip		NAME	RATE	DATE	COUPON	DATE	UNITS	OR PREMIUM	VALUE	VALUE	MARKET
											GAIN/LOSS
313371NW2	B	AGY FHLB	1.375%	12/28/2010	6/11/2012	12/11/2015	280,000.00	(6,043.50)	273,956.50	287,635.60	13,679.10
3133XWX95	B	AGY FHLB	2.750%	3/25/2010	9/13/2012	3/13/2015	500,000.00	(154.40)	499,845.60	525,375.00	25,529.40
3135G0GY3	B	AGY FNMA	1.250%	3/20/2012	7/30/2012	1/30/2017	250,000.00		250,000.00	254,815.00	4,815.00
3136G0NC1	1X	AGY FNMA	0.750%	6/28/2012	12/28/2012	6/28/2017	250,000.00		250,000.00	250,415.00	415.00
3136G0ZG9	Q	AGY FNMA	1.150%	8/28/2012	2/28/2012	8/28/2017	250,000.00		250,000.00	250,935.00	935.00
13034AAP5	1X	A- CA Infra Econ	3.314%	12/16/2011	10/1/2012	10/1/2015	250,000.00	1,018.20	251,018.20	253,912.50	2,894.30
13063A5D2	1X	A1 CA State GOB	5.950%	9/21/2011	10/1/2012	4/1/2016	100,000.00	9,900.31	109,900.31	112,486.00	2,585.69
13124MAE5	1X	A1 Calleguas CA Mun Wa	1.768%	6/20/2012	12/20/2012	7/1/2017	210,000.00		210,000.00	212,091.60	2,091.60
28282QB8	1X	AA- El Centro Fing	1.180%	2/17/2012	10/1/2012	10/1/2013	175,000.00	1,236.93	176,236.93	176,051.75	(185.18)
4521518V8	1X	A1 Illinois GOB	4.421%	8/3/2010	7/1/2012	1/1/2015	100,000.00		100,000.00	105,454.00	5,454.00
452151LC5	1X	A1 Illinois GOB	4.050%	8/24/2010	6/1/2012	6/1/2015	150,000.00	460.74	150,460.74	158,493.00	8,032.26
544587M28	1X	A1 LA CA Mun Impt	5.640%	7/2/2012	8/1/2012	8/1/2015	200,000.00	16,578.31	216,578.31	216,642.00	63.69
777352BK0		A+ Rosedale Ro Bravo	3.050%	7/27/2012	1/1/2013	1/1/2016	305,000.00	5,661.58	310,661.58	309,151.05	(1,510.53)
913366ET3	1X	A1 UCD	2.875%	11/18/2010	7/15/2012	5/15/2015	140,000.00		140,000.00	143,624.60	3,624.60
952347WA6	1X	A1 W Contra Costa	4.000%	4/13/2012	8/1/2012	8/1/2015	100,000.00	6,865.00	106,865.00	107,999.00	1,134.00
952357AB7	1X	A1 W Covina	0.550%	8/28/2012	6/27/2013	6/27/2013	250,000.00		250,000.00	249,990.00	(10.00)
02003MBQ6	n/a	AA Alstate LF GLB	5.375%	5/1/2009	4/30/2012	4/30/2013	250,000.00		250,000.00	253,057.50	3,057.50
02005QQD8		CD Ally Bank	2.150%	6/2/2011	6/2/2012	6/2/2016	250,000.00		250,000.00	262,374.05	12,374.05
02587DKM9	n/a	CD Amex Bank FSB	1.750%	7/19/2012	1/19/2013	7/19/2017	250,000.00		250,000.00	259,220.17	9,220.17
05155THC5	n/a	CD Aurora Bank	1.500%	5/23/2011	5/23/2012	5/23/2014	200,000.00		200,000.00	202,378.82	2,378.82
06739FGF2	n/a	AA3 Barclays Bank	5.000%	4/3/2012	9/22/2012	9/22/2016	250,000.00	16,750.00	266,750.00	280,870.00	14,120.00
06740KCB1	n/a	CD Barclays Bank	3.200%	10/14/2009	5/14/2012	10/14/2014	100,000.00		100,000.00	104,642.02	4,642.02
05568PV95	n/a	CD BMW Bank	1.750%	4/13/2012	10/13/2012	4/13/2017	250,000.00		250,000.00	259,351.70	9,351.70
140653E44	n/a	CD CAPMARK BANK	5.000%	10/22/2008	10/22/2012	10/22/2013	100,000.00		100,000.00	103,324.05	3,324.05
17284ADC9	n/a	CD CIT Bank	3.650%	5/22/2009	5/22/2012	5/22/2014	100,000.00		100,000.00	104,019.75	4,019.75
17284ARS9	n/a	CD CIT Bank SLC	2.250%	5/27/2011	5/11/2012	5/11/2016	100,000.00	(158.62)	99,841.38	105,247.00	5,405.62
21686CAD2	n/a	Aaa Rabobank	3.375%	2/15/2012	7/19/2012	1/19/2017	150,000.00	3,967.08	153,967.08	160,996.50	7,029.42
254670GU1	n/a	CD DISCOVER BANK	1.850%	4/18/2012	10/18/2012	4/18/2017	100,000.00		100,000.00	104,171.52	4,171.52
254671GA2	n/a	CD DISCOVER BANK	1.600%	9/5/2012	3/5/2013	9/5/2017	150,000.00		150,000.00	154,367.46	4,367.46
3191404X4	n/a	CD Firstbank Highland	3.400%	5/20/2009	5/20/2012	5/20/2014	100,000.00		100,000.00	103,674.93	3,674.93
36159S2H3	n/a	CD GE Cap Ret Bnk	2.000%	10/11/2011	10/7/2012	10/7/2016	250,000.00		250,000.00	261,611.97	11,611.97
36160XYL5		CD GE Cap Financial	2.050%	10/28/2011	4/28/2012	10/28/2016	250,000.00		250,000.00	262,257.70	12,257.70
36962G3Z5	n/a	AA GECC (F)	1.310%	8/3/2010	9/23/2012	9/23/2013	150,000.00	(922.50)	149,077.50	150,759.00	1,681.50
36962GK94	n/a	AA GECC (F)	0.570%	6/28/2010	9/15/2012	9/15/2014	100,000.00	(2,204.36)	97,795.64	100,067.00	2,271.36
38141EKF5	n/a	A GOLDMAN SACHS	0.619%	7/16/2010	7/22/2012	7/22/2015	250,000.00	(9,062.50)	240,937.50	246,892.50	5,955.00
3814264E2	n/a	CD GOLDMAN SACHS BAN	1.850%	8/24/2011	8/24/2012	8/24/2016	100,000.00		100,000.00	104,084.91	4,084.91
38143AUR4	n/a	CD GOLDMAN SACHS BAN	1.800%	6/13/2012	12/13/2012	6/13/2017	150,000.00		150,000.00	155,876.16	5,876.16
40429XUJ3	n/a	AA- HSBC	6.000%	11/16/2009	10/15/2012	4/15/2013	250,000.00	7,207.94	257,207.94	252,400.00	(4,807.94)
428236BC6	n/a	A2 Hewlett Packard	2.125%	9/21/2011	9/13/2012	9/13/2015	250,000.00	(1,001.07)	248,998.93	251,117.50	2,118.57
46625HHB9	n/a	AA- JP Morgan	4.750%	5/26/2009	5/1/2012	5/1/2013	250,000.00	1,920.00	251,920.00	252,690.00	770.00
46625HHP8	n/a	AA- JP Morgan	3.700%	8/23/2011	7/20/2012	1/20/2015	250,000.00	5,582.50	255,582.50	263,135.00	7,552.50
59012YG43		CD Merrick Bank	2.000%	6/15/2011	2/15/2013	6/15/2016	200,000.00		200,000.00	209,003.92	9,003.92
59018YM40	n/a	A2 MERIL LYNCH	5.450%	3/28/2008	7/5/2012	2/5/2013	250,000.00		250,000.00	250,030.00	30.00
61745EG70	n/a	A2 MORGAN STANLEY	3.000%	8/31/2011	9/2/2012	8/31/2015	225,000.00		225,000.00	225,040.50	40.50
61747MQF1	n/a	CD MORGAN STANLEY CC	5.050%	10/29/2008	4/29/2012	10/29/2013	100,000.00		100,000.00	103,395.01	3,395.01
61747YCL7	n/a	A2 MORGAN STANLEY	4.100%	1/29/2010	7/26/2012	1/26/2015	125,000.00		125,000.00	130,765.00	5,765.00
785907AV8	n/a	CD Saehan Bank	3.400%	3/31/2009	8/27/2012	3/24/2014	97,000.00		97,000.00	100,116.45	3,116.45
7954550HP3	n/a	CD Sallie Mae Bk	3.500%	2/19/2009	8/16/2012	2/19/2014	100,000.00		100,000.00	103,021.14	3,021.14
856284E34	n/a	CD State Bnk India	2.000%	4/27/2012	10/27/2012	4/27/2017	200,000.00		200,000.00	209,654.74	9,654.74
92977BQA2	n/a	CD WACHOVIA BANK	5.000%	7/25/2008	7/25/2012	7/25/2013	100,000.00		100,000.00	102,269.33	2,269.33
949746QU8	n/a	AA Wells Fargo	3.676%	7/6/2011	9/15/2012	6/15/2016	240,000.00	6,396.00	246,396.00	259,824.00	13,428.00
96121BBR7	n/a	AA Westpac Banking	2.000%	7/19/2012	2/15/2013	7/15/2017	250,000.00	-	250,000.00	251,572.50	1,572.50
ACCRUED INT	n/a	AGY					73,263.25		73,263.25		
Sub- total							10,070,263.25	63,997.64	10,134,260.89	10,318,350.90	257,353.26
Balance on account with LAIF							978,583.20		978,583.20	978,583.20	
Balance on account with Money market									-		
Total Portfolio							11,048,846.45		11,112,844.09		

**Town of Looms
Transaction Ledger
1/01/13 to 1/30/13**

<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>
1/3/2013 Interest Received	0.04	Federated Govt Oblig Fund 0.01% floating 7 day	1.000	0.04	0.04
1/3/2013 Interest Received	1,969.85	Calleguas CA MW 1.768% due 7/1/17	1.000	1,969.85	1,969.85
1/3/2013 Interest Received	2,210.50	Illinois GOB 4.421% due 1/01/15	1.000	2,210.50	2,210.50
1/3/2013 Interest Received	4,651.25	Rosedale Rio Bravo 3.05% due 1/1/16	1.000	4,651.25	4,651.25
1/15/2013 Interest Received	339.73	Merrick Bank 2.0% due 6/15/16	1.000	339.73	339.73
1/15/2013 Interest Received	416.67	Westpac Bank 2.0% due 7/15/15	1.000	416.67	416.67
1/22/2013 Interest Received	2,205.48	Amex Bank 1.75% due 7/19/17	1.000	2,205.48	2,205.48
1/22/2013 Interest Received	2,531.25	Rabobank 3.375% due 1/19/17	1.000	2,531.25	2,531.25
1/22/2013 Interest Received	459.20	Goldman Sachs FR% due 7/22/15	1.000	459.20	459.20
1/22/2013 Interest Received	4,625.00	JP Morgan 3.7% due 1/20/15	1.000	4,625.00	4,625.00
1/25/2013 Interest Received	2,520.55	Wachovia Bank 5.0% due 7/25/13	1.000	2,520.55	2,520.55
1/28/2013 Interest Received	2,562.50	Morgan Stanley 4.1% due 1/26/15	1.000	2,562.50	2,562.50
1/30/2013 Interest Received	1,562.50	FNMA 1.25% due 1/30/17	1.000	1,562.50	1,562.50
1/31/2013 Transfer (expected)	26,054.52	Transfer to Wells Fargo	1.000	26,054.52	-

Local Agency Investment Fund

1/15/2013	453.08	Local Agency Investment	1.000	453.08
Quarterly Interest		Fund State Pool		
1/22/2013	450,000.00	Local Agency Investment	1.000	450,000.00
Deposit		Fund State Pool		