



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Investment Account Disclosure

MEETING DATE: February 5, 1997

PREPARED BY: Deputy Treasurer

RECOMMENDED ACTION: That the City Council by motion/action accept the quarterly report of the City of Lodi pooled money investment account as required by SB564.

BACKGROUND INFORMATION: The investment report is currently included in the monthly executive report distributed to Council. SB564 requires local agency treasurers to submit a report on investments at a public meeting. The City of Lodi has an investment policy which is submitted to council for approval on an annual basis. Copies of the policy are available in the Finance Department. In addition to the quarterly report on investments in the City of Lodi pooled money investment account, a breakdown Treasury Inventory by type has been included in a chart format. Also included is the most current report of the Local Agency Summary of Investment Data and the State of California pooled money investment account market valuation.

The City of Lodi maintains membership in the California Municipal Treasurers Association and conforms to guide lines set forth by the CMTA investment report committee. The Finance Department will continue to include the investment report monthly as part of the executive report.

FUNDING: None.

Vicky McAthie
Vicky McAthie
Finance Director/Treasurer

APPROVED: _____

H. Dixon Flynn
H. Dixon Flynn -- City Manager

01/09/1997

City of Lodi
INVESTMENT PORTFOLIO DETAILS - INVESTMENTS
DECEMBER 31, 1996

PM - 2
CITY
ACCRUAL

ESTMENT NUMBER	ISSUER	AVERAGE BALANCE	PURCHASE DATE	BOOK VALUE	FACE VALUE	MARKET VALUE	STATED RATE	YTM			MATURITY DATE	DAYS TO MAT
								---	---	---		
								360	365			

LOCAL AGENCY INVESTMENT FUNDS												
1000	Local Agency Invest. Fund			13,060,000.00	13,060,000.00	13,060,000.00	5.599	5.522	5.599			1
1001	Local Agency Inv Fund (LPIC			14,477,000.00	14,477,000.00	14,477,000.00	5.599	5.522	5.599			1
SUBTOTALS and AVERAGES		26,936,458.27		27,537,000.00		27,537,000.00		5.522	5.599			1

CERTIFICATES OF DEPOSIT - BANK												
2074	Central Sierra Bank		08/27/96	100,000.00	100,000.00	100,000.00	4.950	4.950	5.019	08/27/97	238	
2069	Farmers and Merchants Bank		12/20/96	1,000,000.00	1,000,000.00	1,000,000.00	5.050	5.050	5.120	12/20/97	353	
2066	Bank of Lodi		10/11/96	100,000.00	100,000.00	100,000.00	5.300	5.300	5.374	10/11/97	283	
2068	Stockton Savings Bank		01/09/96	100,000.00	100,000.00	100,000.00	5.520	5.520	5.597	01/09/97	8	
2075	Wells Fargo Bank		07/22/96	100,000.00	100,000.00	100,000.00	4.500	4.500	4.563	01/21/97	20	
SUBTOTALS and AVERAGES		1,400,000.00		1,400,000.00		1,400,000.00		5.055	5.125		291	

PASSBOOK/CHECKING ACCOUNTS												
4003	Bank of America			124,465.21	124,465.21	124,465.21	0.000	0.000	0.000		1	
4000	Farmers & Merchants			1,067,411.23	1,067,411.23	1,067,411.23	1.510	1.489	1.510		1	
SUBTOTALS and AVERAGES		1,633,061.10		1,191,876.44		1,191,876.44		1.334	1.352		1	

ASURY SECURITIES - COUPON												
8006	U. S. Treasury Notes		02/15/94	999,909.26	1,000,000.00	998,440.00	4.750	4.764	4.830	02/15/97	45	
8007	U. S. Treasury Notes		04/15/94	998,704.13	1,000,000.00	1,002,813.00	6.000	6.074	6.158	11/30/97	333	
SUBTOTALS and AVERAGES		1,998,524.77		1,998,613.39		2,001,253.00		5.418	5.494		189	

TOTAL INVESTMENTS and AVG.			\$	32,127,489.83		32,130,129.44		5.340%	5.414%		25	
		31,968,044.13		32,128,876.44								

01/09/1997

City of Lodi
PORTFOLIO MASTER INVESTMENT ACTIVITY BY TYPE
DECEMBER 1, 1996 - DECEMBER 31, 1996

PM - 3
CITY
ACCRUAL

TYPE	INVESTMENT #	ISSUER	STATED RATE	TRANSACTION DATE	PURCHASES OR DEPOSITS	SALES/MATURITIES OR WITHDRAWALS	BALANCE

LOCAL AGENCY INVESTMENT FUNDS (Monthly Summary)							
	1000	Local Agency Invest. Fund	5.599			826,236.65	
	1001	Local Agency Inv Fund (LPIC)	5.599		2,800,000.00	1,173,000.00	
	SUBTOTALS and ENDING BALANCE				2,800,000.00	1,999,236.65	27,537,000.00
CERTIFICATES OF DEPOSIT - BANK							
	2049	Farmers and Merchants Bank	5.100	12/20/1996		1,000,000.00	
	2069	Farmers and Merchants Bank	5.050	12/20/1996	1,000,000.00		
	SUBTOTALS and ENDING BALANCE				1,000,000.00	1,000,000.00	1,400,000.00
PASSBOOK/CHECKING ACCOUNTS (Monthly Summary)							
	4003	Bank of America	0.000		1,667,705.24	1,672,848.40	
	4000	Farmers & Merchants	1.510		9,191,635.80	8,919,041.26	
	SUBTOTALS and ENDING BALANCE				10,859,341.04	10,591,889.66	1,191,876.44
TREASURY SECURITIES - COUPON							
							1,998,613.39

TOTALS					14,659,341.04	13,591,126.31	32,127,469.83
=====							

City of Lodi
INVESTMENT ACTIVITY SUMMARY
DECEMBER 1995 through DECEMBER 1996

MONTH END	YEAR	NUMBER OF SECURITIES	TOTAL INVESTED	YIELD TO MATURITY		MANAGED POOL RATE	NUMBER OF SECURITIES PURCHASED	NUMBER OF SECURITIES MATURED/SOLD	AVERAGE TERM	AVERAGE DAYS TO MATURITY
				360 EQUIV	365 EQUIV					
December	95	16	26,997,821.00	5.506	5.583	5.805	1	1	152	68
January	96	16	27,401,708.03	5.372	5.447	5.698	3	3	149	64
February	96	15	27,068,033.20	5.358	5.432	5.690	2	3	148	61
March	96	15	26,875,161.88	5.219	5.291	5.557	0	0	150	57
April	96	13	26,507,215.46	5.283	5.357	5.538	0	1	151	52
May	96	13	26,748,608.30	5.318	5.391	5.538	0	0	150	46
June	96	13	27,551,636.62	5.190	5.262	5.502	0	0	145	40
July	96	12	29,421,179.58	5.215	5.288	5.502	1	2	136	34
August	96	11	31,739,617.53	5.307	5.381	5.587	1	2	126	28
September	96	11	31,287,025.85	5.363	5.438	5.566	0	0	128	25
October	96	12	31,704,819.78	5.376	5.451	5.570	1	0	127	21
November	96	11	31,059,091.95	5.372	5.446	5.601	0	1	95	18
December	96	11	32,127,489.83	5.340	5.414	5.599	1	1	92	25

AVERAGES		13	\$ 28,960,723.77	5.325%	5.399%	5.596%	1	1	135	41
=====										

01/09/1997

PM - 5

City of Lodi
 DISTRIBUTION OF INVESTMENTS BY TYPE
 DECEMBER 1995 through DECEMBER 1996

CITY
 ACCRUAL

MONTH END	YEAR	TYPES OF INVESTMENTS												
		LA1	BCD	SCD	PA1	BAC	CPI	COM	RPA	FAC	FAD	TRC	TRD	GN1
December	95	80.0	6.3		2.6									11.1
January	96	79.0	6.2		3.9									10.9
February	96	79.2	5.9		3.8									11.1
March	96	78.9	6.0		4.0									11.2
April	96	80.4	5.7		2.6									11.3
May	96	81.4	5.6		1.8									11.2
June	96	79.7	5.4		4.0									10.9
July	96	81.1	4.8		3.9									10.2
August	96	83.5	4.1		3.0									9.4
September	96	84.7	4.2		1.6									9.6
October	96	84.8	4.4		1.3									9.5
November	96	86.1	4.5		3.0									6.4
December	96	85.7	4.4		3.7									6.2
AVERAGES		81.9%	5.2%		3.0%									9.9%

LA1 - Local Agency Investment Funds
 SCD - Certificates of Deposit - S & L
 BAC - Bankers Acceptances
 COM - Commercial Paper - Discount
 FAC - Federal Agency Issues - Coupon
 TRC - Treasury Securities - Coupon
 GN1 - Mortgage Backed Securities

BCD - Certificates of Deposit - Bank
 PA1 - Passbook/Checking Accounts
 CPI - Commercial Paper - Interest Bearing
 RPA - Repurchase Agreements
 FAD - Federal Agency Issues - Discount
 TRD - Treasury Securities - Discount

City of Lodi
INTEREST EARNINGS SUMMARY
DECEMBER 31, 1996

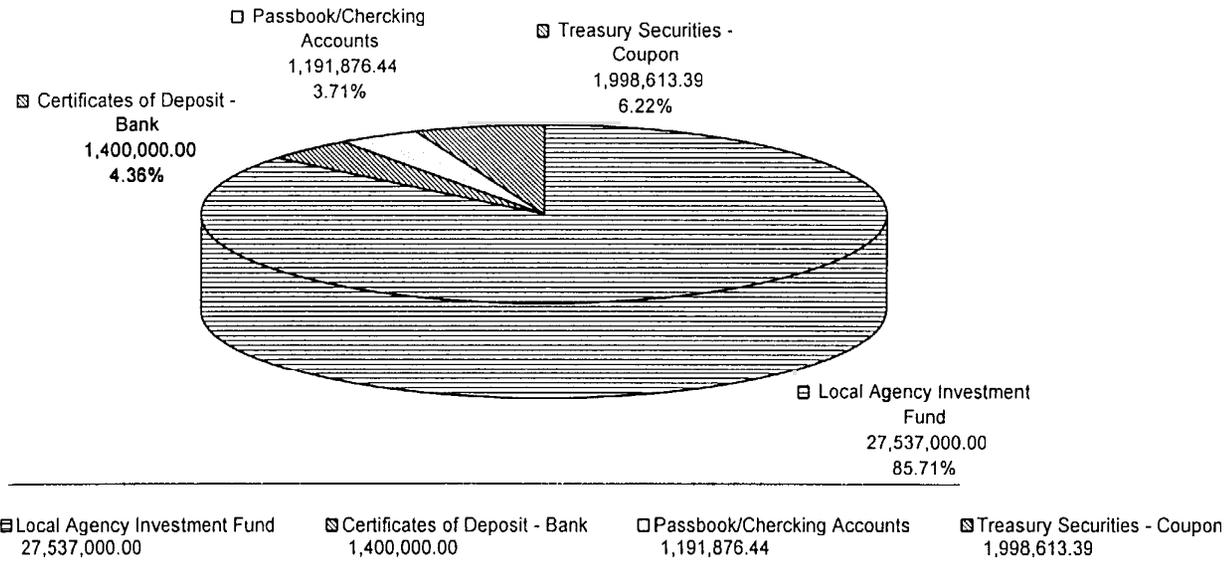
PM - 6
CITY
ACCRUAL

	MONTH ENDING DECEMBER 31, 1996	FISCAL YEAR TO DATE
CD/Coupon/Discount Investments:		
Interest Collected	\$ 43,023.33	\$ 108,435.18
PLUS Accrued Interest at End of Period	26,194.49	26,194.49
LESS Accrued Interest at Beginning of Period	(53,986.10)	(29,313.00)
	-----	-----
Interest Earned during Period	\$ 15,231.72	105,316.67
	=====	=====
ADJUSTED by Premiums and Discounts	183.15	1,717.23
ADJUSTED by Capital Gains or Losses	0.00	0.00
	-----	-----
Earnings during Period	15,414.87	\$ 107,033.90
	=====	=====
Mortgage Backed Securities:		
Interest Collected	\$ 0.00	\$ 0.00
PLUS Accrued Interest at End of Period	0.00	0.00
LESS Accrued Interest at Beginning of Period	(0.00)	(0.00)
	-----	-----
Interest Earned during Period	\$ 0.00	0.00
	=====	=====
ADJUSTED by Premiums and Discounts	0.00	0.00
ADJUSTED by Capital Gains or Losses	0.00	0.00
	-----	-----
Earnings during Period	0.00	\$ 0.00
	=====	=====
Cash/Checking Accounts:		
Interest Collected	\$ 1,724.66	\$ 671,000.87
PLUS Accrued Interest at End of Period	385,611.91	385,611.91
LESS Accrued Interest at Beginning of Period	(257,316.90)	(304,986.96)
	-----	-----
Interest Earned during Period	\$ 130,019.67	\$ 751,625.82
	=====	=====
TOTAL Interest Earned during Period	\$ 145,251.39	\$ 856,942.49
TOTAL Ajustments from Premiums and Discounts	\$ 183.15	\$ 1,717.23
TOTAL Capital Gains or Losses	\$ 0.00	\$ 0.00
	-----	-----
TOTAL Earnings during Period	\$ 145,434.54	\$ 858,659.72
	=====	=====

BREAKDOWN OF TREASURY INVENTORY BY TYPE

December 1996

<u>Type of Security</u>	<u>Amount</u>	<u>Percent of Portfolio</u>	<u>Maximum Maturity</u>
Local Agency Investment Fund	\$27,537,000.00	85.71%	Indefinite
Certificates of Deposit - Bank	\$1,400,000.00	4.36%	5 years
Passbook/Checking Accounts	\$1,191,876.44	3.71%	Indefinite
Treasury Securities - Coupon	\$1,998,613.39	6.22%	5 years
	\$32,127,489.83	100.00%	



POOLED MONEY INVESTMENT ACCOUNT

SUMMARY OF INVESTMENT DATA

A COMPARISON OF NOVEMBER 1996 WITH NOVEMBER 1995

(Dollars in Thousands)

	NOVEMBER 1996	NOVEMBER 1995	CHANGE
Average Daily Portfolio	\$27,088,172	\$25,110,356	+\$1,977,816
Accrued Earnings	\$124,662	\$119,483	+\$5,179
Effective Yield	/ 5.599	5.805	- .206
Average Life--Month End (in days)	231	252	- 21
Total Security Transactions			
Amount	\$18,487,457	\$15,631,542	+ \$2,855,915
Number	426	380	+ 46
Total Time Deposit Transactions			
Amount	\$149,500	\$99,000	+ \$50,500
Number	22	16	+ 6
Average Workday Investment Activity	\$1,035,387	\$827,923	+ \$207,464
Prescribed Demand Account Balances			
For Services	\$123,758	\$145,489	- \$21,731
For Uncollected Funds	\$150,866	\$162,304	- \$11,438

LOCAL AGENCY INVESTMENT FUND*
SUMMARY OF ACTIVITY

NOVEMBER 1996

BEGINNING BALANCE	DEPOSITS	WITHDRAWALS	MONTH END BALANCE
\$10,026,226,968.96	\$825,569,000.00	\$986,561,922.78	\$9,865,234,046.18

*Local Agency Investment Fund Invested Through Pooled Money Investment Account

**State of California
Pooled Money Investment Account
Market Valuation
11/30/96**

Description	Carrying Cost Plus Accrued Interest Purch.	Estimated Market Value	Accrued Interest
United States Treasury:			
Bills	\$ 2,044,382,442.34	\$ 2,118,832,000.00	NA
Strips	\$ 265,357,780.00	\$ 313,381,800.00	NA
Notes	\$ 5,063,732,201.79	\$ 5,041,685,360.00	\$ 65,775,774.86
Federal Agency:			
Bonds	\$ 841,854,710.56	\$ 840,220,107.90	\$ 12,653,236.25
Floater	\$ 419,954,031.02	\$ 420,314,650.00	\$ 3,094,907.90
MBS	\$ 161,481,762.84	\$ 160,364,644.07	\$ 953,799.40
TVA	\$ 12,159,860.60	\$ 12,180,722.25	\$ 275,966.71
GNMA	\$ 3,757,629.76	\$ 4,243,533.12	\$ 35,967.01
SBA	\$ 156,640,699.12	\$ 158,249,821.22	\$ 1,575,572.01
FHLMC PC	\$ 32,357,016.68	\$ 34,868,319.45	\$ 519,679.94
Discount Notes	\$ 497,127,631.96	\$ 503,603,450.00	NA
Bankers Acceptances	\$ 293,007,075.84	\$ 293,040,764.90	NA
Corporate:			
Bonds	\$ 1,460,701,546.11	\$ 1,463,532,152.30	\$ 24,744,346.62
Floater	\$ 504,490,229.77	\$ 504,861,655.00	\$ 5,397,953.70
CDs	\$ 5,944,071,641.29	\$ 5,984,187,439.57	\$ 13,792,530.56
Bank Notes	\$ 535,000,000.00	\$ 542,617,989.28	\$ 4,733,750.00
Repurchase Agreements	\$ 90,000,000.00	\$ 90,000,000.00	NA
Time Deposits	\$ 350,795,000.00	\$ 350,795,000.00	NA
AB 55 & GF Loans	\$ 2,029,977,644.00	\$ 2,029,977,644.00	NA
Commercial Paper	\$ 6,810,154,202.46	\$ 6,812,476,631.65	NA
Reverse Repurchase	\$ (245,500,000.00)	\$ (245,500,000.00)	\$ (966,656.25)
TOTAL	\$ 27,271,503,106.14	\$ 27,433,933,684.69	\$ 132,586,828.70

Estimated Market Value Including Accrued Interest \$ 27,566,520,513.39

NOTE: Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

Certificates of Deposit (CDs), Bank Notes (BNs), and Commercial Paper (CPs) less than 90 days are carried at portfolio book value (carrying cost). Interest accrued from the date of purchase on CDs and BNs under 90 days is not included.

01/09/1997

City of Lodi
PORTFOLIO MASTER SUMMARY
DECEMBER 31, 1996

PM - 1
CITY
ACCRUAL

INVESTMENTS	BOOK VALUE	PERCENT OF PORTFOLIO	AVERAGE TERM	AVERAGE DAYS TO MATURITY	---YIELD TO MATURITY---	
					360 EQUIVALENT	365 EQUIVALENT
Local Agency Investment Funds.....	\$ 27,537,000.00	85.71	1	1	5.522	5.599
Certificates of Deposit - Bank.....	\$ 1,400,000.00	4.36	352	291	5.055	5.125
Passbook/Checking Accounts.....	\$ 1,191,876.44	3.71	1	1	1.334	1.352
Treasury Securities - Coupon.....	\$ 1,998,613.39	6.22	1,210	189	5.418	5.494
TOTAL INVESTMENTS and AVERAGES.....	\$ 32,127,489.83	100.00%	92	25	5.340%	5.414%

TOTAL EARNINGS	MONTH ENDING		FISCAL	
	DECEMBER 31		YEAR TO DATE	
Current Year	\$ 145,434.54		\$ 858,659.72	
AVERAGE DAILY BALANCE	\$ 31,968,044.13		\$ 31,981,282.71	
EFFECTIVE RATE OF RETURN	5.36%		5.33%	

M. Maxine Cadwallader
Maxine Cadwallader
Deputy Treasurer

Based on the approved budget and to the extent the budget is adhered to, liquidity is available for the next three to six months. Union Bank of California is the source of market valuation.

1-9-97
DATE