



# CITY OF LODI

## COUNCIL COMMUNICATION

**AGENDA TITLE:** Investment Account Disclosure

**MEETING DATE:** July 17, 1996

**PREPARED BY:** Finance Director

**RECOMMENDED ACTION:** That the City Council by motion/action accept the second 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. This report must include a written statement of Investment Policy and a quarterly report on investments in the Pooled Money Investment Account.

The California Municipal Treasurer's Association (CMTA) has formed a committee to examine SB564 in an attempt to clarify the intent of some of the language. The City of Lodi maintains membership in CMTA and as guide lines are set forth by the CMTA committee, future reports may differ in format and/or content. The Finance Department will continue to include the investment report monthly as part of the executive report.

**FUNDING:** None

  
Vicky McAthie  
Finance Director

**APPROVED:** \_\_\_\_\_

  
H. Dixon Flynn - City Manager

07/05/1996

City of Lodi  
 INVESTMENT PORTFOLIO DETAILS - INVESTMENTS  
 JUNE 30, 1996

PM - 2  
 CITY  
 ACCRUAL

INVESTMENT NUMBER	ISSUER	AVERAGE BALANCE	PURCHASE DATE	BOOK VALUE	FACE VALUE	MARKET VALUE	STATED RATE	--- YTM --- 360 365	MATURITY DATE	DAYS TO MAT
-----										
LOCAL AGENCY INVESTMENT FUNDS										
1000	Local Agency Invest. Fund			10,950,000.00	10,950,000.00	10,950,000.00	5.502	5.427 5.502		1
1001	Local Agency Inv Fund (LPIC)			11,013,250.00	11,013,250.00	11,013,250.00	5.502	5.427 5.502		1
-----										
SUBTOTALS and AVERAGES		21,893,250.00		21,963,250.00		21,963,250.00		5.427 5.502		1
-----										
CERTIFICATES OF DEPOSIT - BANK										
2078	Central Sierra Bank		02/26/96	100,000.00	100,000.00	100,000.00	4.550	4.550 4.613	08/26/96	56
2049	Farmers and Merchants Bank		12/20/95	1,000,000.00	1,000,000.00	1,000,000.00	5.100	5.100 5.171	12/20/96	172
2065	First Interstate Bank		01/02/96	100,000.00	100,000.00	100,000.00	4.650	4.650 4.715	07/03/96	2
2077	Bank of Lodi		02/13/96	100,000.00	100,000.00	100,000.00	5.000	5.000 5.069	08/13/96	43
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	192
2076	Wells Fargo Bank		01/24/96	100,000.00	100,000.00	100,000.00	4.500	4.500 4.563	07/22/96	21
-----										
SUBTOTALS and AVERAGES		1,500,000.00		1,500,000.00		1,500,000.00		5.015 5.084		136
-----										
PASSBOOK/CHECKING ACCOUNTS										
4003	Bank of America			441,809.56	441,809.56	441,809.56	0.000	0.000 0.000		1
4000	Farmers & Merchants			649,680.90	649,680.90	649,680.90	1.510	1.489 1.510		1
-----										
SUBTOTALS and AVERAGES		906,330.88		1,091,490.46		1,091,490.46		0.886 0.899		1
-----										
TREASURY SECURITIES - COUPON										
8005	U. S. Treasury Notes		11/24/93	999,369.83	1,000,000.00	995,940.00	4.375	4.494 4.556	11/15/96	137
8006	U. S. Treasury Notes		02/15/94	999,538.24	1,000,000.00	994,060.00	4.750	4.764 4.830	02/15/97	229
8007	U. S. Treasury Notes		04/15/94	997,988.09	1,000,000.00	1,000,000.00	6.000	6.074 6.158	11/30/97	517
-----										
SUBTOTALS and AVERAGES		2,996,743.79		2,996,896.16		2,990,000.00		5.110 5.181		294
-----										
TOTAL INVESTMENTS and AVG.				\$ 27,551,636.62		27,544,740.46		5.190% 5.262%		40
=====										

07/05/1996

City of Lodi  
PORTFOLIO MASTER SUMMARY  
JUNE 30, 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.....\$	21,963,250.00	79.72	1	1	5.427	5.502
Certificates of Deposit - Bank.....\$	1,500,000.00	5.44	317	136	5.015	5.084
Passbook/Checking Accounts.....\$	1,091,490.46	3.96	1	1	0.886	0.899
Treasury Securities - Coupon.....\$	2,996,896.16	10.88	1,169	294	5.110	5.181
<b>TOTAL INVESTMENTS and AVERAGES.....\$</b>	<b>27,551,636.62</b>	<b>100.00%</b>	<b>145</b>	<b>40</b>	<b>5.190%</b>	<b>5.262%</b>

TOTAL EARNINGS	MONTH ENDING		FISCAL	
	JUNE 30		YEAR TO DATE	FISCAL YEAR ENDING
Current Year	\$ 118,910.02	\$	1,545,689.63	\$ 1,545,689.63
AVERAGE DAILY BALANCE	\$ 27,296,324.68	\$	29,093,430.99	
EFFECTIVE RATE OF RETURN	5.30%		5.30%	

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.

7-05-96  
DATE

07/05/1996

City of Lodi  
PORTFOLIO MASTER INVESTMENT ACTIVITY BY TYPE  
JUNE 1, 1996 - JUNE 30, 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	5.502		700,000.00	200,000.00	
	1001	Local Agency Inv Fund (LPIC)	5.502			300,000.00	
SUBTOTALS and ENDING BALANCE					700,000.00	500,000.00	21,963,250.00
CERTIFICATES OF DEPOSIT - BANK							
							1,500,000.00
PASSBOOK/CHECKING ACCOUNTS (Monthly Summary)							
	4003	Bank of America	0.000		1,722,170.89	1,413,308.31	
	4000	Farmers & Merchants	1.510		6,750,546.44	6,456,695.94	
SUBTOTALS and ENDING BALANCE					8,472,717.33	7,870,004.25	1,091,490.46
TREASURY SECURITIES - COUPON							
							2,996,896.16
-----							
TOTALS					9,172,717.33	8,370,004.25	27,551,636.62
=====							

City of Lodi  
INVESTMENT ACTIVITY SUMMARY  
JUNE 1995 through JUNE 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					
June	95	17	29,874,708.57	4.572	4.635	5.997	0	1	174	103
July	95	17	29,124,360.40	5.668	5.747	5.972	2	2	178	101
August	95	17	29,670,050.06	5.603	5.680	5.910	0	0	175	93
September	95	16	29,235,852.27	5.478	5.554	5.890	0	1	140	64
October	95	16	28,851,702.35	5.477	5.553	5.784	1	1	142	61
November	95	16	27,909,671.99	5.435	5.511	5.805	0	0	147	58
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
-----										
AVERAGES		15	\$ 27,985,886.93	5.345%	5.419%	5.745%	1	1	154	67
=====										

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

CITY  
ACCRUAL

MONTH END	TYPES OF INVESTMENTS													
	YEAR	LA1	BCD	SCD	PA1	BAC	CPI	COM	RPA	FAC	FAD	TRC	TRD	GN1
June	95	58.4	5.7		22.5					3.4		10.0		
July	95	77.3	5.8		3.2					3.4		10.3		
August	95	77.2	5.7		3.6					3.4		10.1		
September	95	79.2	5.8		4.8							10.2		
October	95	80.4	5.9		3.3							10.4		
November	95	78.5	6.1		4.7							10.7		
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		
AVERAGES		77.7%	5.9%		5.0%					0.8%		10.7%		

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  
JUNE 30, 1996

PM - 6  
CITY  
ACCRUAL

	MONTH ENDING JUNE 30, 1996	FISCAL YEAR TO DATE
CD/Coupon/Discount Investments:		
Interest Collected	\$ 15,805.38	\$ 288,478.55
PLUS Accrued Interest at End of Period	29,265.91	29,265.91
LESS Accrued Interest at Beginning of Period	( 26,403.49)	( 67,118.91)
	-----	-----
Interest Earned during Period	\$ 18,667.80	250,625.55
	=====	=====
ADJUSTED by Premiums and Discounts	315.24	3,855.53
ADJUSTED by Capital Gains or Losses	0.00	104.17
	-----	-----
Earnings during Period	18,983.04	\$ 254,585.25
	=====	=====
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	\$ 0.00	\$ 1,329,432.97
PLUS Accrued Interest at End of Period	31,801,174.60	31,801,174.60
LESS Accrued Interest at Beginning of Period	( 31,701,247.62)	( 31,839,503.19)
	-----	-----
Interest Earned during Period	\$ 99,926.98	\$ 1,291,104.38
	=====	=====
TOTAL Interest Earned during Period	\$ 118,594.78	\$ 1,541,729.93
TOTAL Ajustments from Premiums and Discounts	\$ 315.24	\$ 3,855.53
TOTAL Capital Gains or Losses	\$ 0.00	\$ 104.17
	-----	-----
TOTAL Earnings during Period	\$ 118,910.02	\$ 1,545,689.63
	=====	=====