



# CITY OF LODI

## COUNCIL COMMUNICATION

**AGENDA TITLE:** Investment Account Disclosure

**MEETING DATE:** October 16, 1996

**PREPARED BY:** Finance Director

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**RECOMMENDED ACTION:** That the City Council by motion/action accept the third quarterly report (July - Sept) of the City of Lodi pooled money investment account as required by SB564.

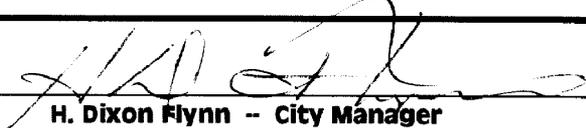
**BACKGROUND INFORMATION:** The investment report is currently included in the monthly executive report distributed to Council. SB564 requires local agency treasurers to submit a report on investments at a public meeting. This report must include a written statement of Investment Policy and a quarterly 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

10/07/1996

City of Lodi  
PORTFOLIO MASTER SUMMARY  
SEPTEMBER 30, 1996

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INVESTMENTS	BOOK VALUE	PERCENT OF PORTFOLIO	AVERAGE TERM	AVERAGE DAYS TO MATURITY	---YIELD TO MATURITY---	
					360 EQUIVALENT	365 EQUIVALENT
Local Agency Investment Funds.....	\$ 26,500,000.00	84.70	1	1	5.490	5.566
Certificates of Deposit - Bank.....	\$ 1,300,000.00	4.16	352	103	5.075	5.145
Passbook/Checking Accounts.....	\$ 489,162.98	1.56	1	1	0.820	0.832
Treasury Securities - Coupon.....	\$ 2,997,862.87	9.58	1,169	202	5.110	5.181
<b>TOTAL INVESTMENTS and AVERAGES.....</b>	<b>\$ 31,287,025.85</b>	<b>100.00%</b>	<b>128</b>	<b>25</b>	<b>5.363%</b>	<b>5.438%</b>

TOTAL EARNINGS	MONTH ENDING		FISCAL	
	SEPTEMBER 30		YEAR TO DATE	
Current Year	\$ 142,032.85	\$	418,893.07	
AVERAGE DAILY BALANCE	\$ 32,651,115.24	\$	31,509,236.26	
EFFECTIVE RATE OF RETURN	5.29%		5.27%	

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.

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

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INVESTMENT NUMBER	ISSUER	AVERAGE PURCHASE		BOOK VALUE	FACE VALUE	MARKET VALUE	STATED RATE	YTM		MATURITY DATE	DAYS TO MAT
		BALANCE	DATE					360	365		
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LOCAL AGENCY INVESTMENT FUNDS											
1000	Local Agency Invest. Fund			13,700,000.00	13,700,000.00	13,700,000.00	5.566	5.490	5.566		1
1001	Local Agency Inv Fund (LPIC			12,800,000.00	12,800,000.00	12,800,000.00	5.566	5.490	5.566		1
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SUBTOTALS and AVERAGES		26,820,000.00		26,500,000.00		26,500,000.00		5.490	5.566		1
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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	330
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	80
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	100
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	112
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SUBTOTALS and AVERAGES		1,300,000.00		1,300,000.00		1,300,000.00		5.075	5.145		103
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PASSBOOK/CHECKING ACCOUNTS											
4003	Bank of America			219,759.84	219,759.84	219,759.84	0.000	0.000	0.000		1
4000	Farmers & Merchants			269,403.14	269,403.14	269,403.14	1.510	1.489	1.510		1
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SUBTOTALS and AVERAGES		1,533,404.74		489,162.98		489,162.98		0.820	0.832		1
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TREASURY SECURITIES - COUPON											
8005	U. S. Treasury Notes		11/24/93	999,793.01	1,000,000.00	998,750.00	4.375	4.494	4.556	11/15/96	45
8006	U. S. Treasury Notes		02/15/94	999,723.75	1,000,000.00	997,190.00	4.750	4.764	4.830	02/15/97	137
8007	U. S. Treasury Notes		04/15/94	998,346.11	1,000,000.00	1,001,250.00	6.000	6.074	6.158	11/30/97	425
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SUBTOTALS and AVERAGES		2,997,710.50		2,997,862.87		2,997,190.00		5.110	5.181		202
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TOTAL INVESTMENTS and AVG.				\$ 31,287,025.85		31,286,352.98		5.363%	5.438%		25
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10/07/1996

City of Lodi  
PORTFOLIO MASTER INVESTMENT ACTIVITY BY TYPE  
SEPTEMBER 1, 1996 - SEPTEMBER 30, 1996

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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	5.566			500,000.00	
	1001	Local Agency Inv Fund (LPIC)	5.566		1,400,000.00	900,000.00	
	SUBTOTALS and ENDING BALANCE				1,400,000.00	1,400,000.00	26,500,000.00
CERTIFICATES OF DEPOSIT - BANK							
							1,300,000.00
PASSBOOK/CHECKING ACCOUNTS (Monthly Summary)							
	4003	Bank of America	0.000		1,469,524.15	1,855,574.05	
	4000	Farmers & Merchants	1.510		7,745,195.63	7,812,052.65	
	SUBTOTALS and ENDING BALANCE				9,214,719.78	9,667,626.70	489,162.98
TREASURY SECURITIES - COUPON							
							2,997,862.87
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TOTALS					10,614,719.78	11,067,626.70	31,287,025.85
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City of Lodi  
INVESTMENT ACTIVITY SUMMARY  
SEPTEMBER 1995 through SEPTEMBER 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					
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
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
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AVERAGES		14	\$ 28,276,556.47	5.348%	5.422%	5.651%	1	1	143	51
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10/07/1996

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

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MONTH END	YEAR	TYPES OF INVESTMENTS												
		LAI	BCD	SCD	PA1	BAC	CPI	COM	RPA	FAC	FAD	TRC	TRD	GN1
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		
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		
AVERAGES		80.5%	5.5%		3.4%							10.6%		

LAI - 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  
SEPTEMBER 30, 1996

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	MONTH ENDING SEPTEMBER 30, 1996	FISCAL YEAR TO DATE
CD/Coupon/Discount Investments:		
Interest Collected	\$ 1,292.84	\$ 28,045.80
PLUS Accrued Interest at End of Period	56,683.52	56,683.52
LESS Accrued Interest at Beginning of Period	( 40,121.96)	( 29,313.00)
	-----	-----
Interest Earned during Period	\$ 17,854.40	55,416.32
	=====	=====
ADJUSTED by Premiums and Discounts	315.24	966.71
ADJUSTED by Capital Gains or Losses	0.00	0.00
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Earnings during Period	18,169.64	\$ 56,383.03
	=====	=====
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)
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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
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Earnings during Period	0.00	\$ 0.00
	=====	=====
Cash/Checking Accounts:		
Interest Collected	\$ 851.74	\$ 306,799.34
PLUS Accrued Interest at End of Period	31,833,564.03	31,833,564.03
LESS Accrued Interest at Beginning of Period	( 31,710,552.56)	( 31,777,853.33)
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Interest Earned during Period	\$ 123,863.21	\$ 362,510.04
	=====	=====
TOTAL Interest Earned during Period	\$ 141,717.61	\$ 417,926.36
TOTAL Ajustments from Premiums and Discounts	\$ 315.24	\$ 966.71
TOTAL Capital Gains or Losses	\$ 0.00	\$ 0.00
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TOTAL Earnings during Period	\$ 142,032.85	\$ 418,893.07
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