



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Quarterly Investment Account Disclosure As Required by Law SB564

MEETING DATE: November 15, 2000

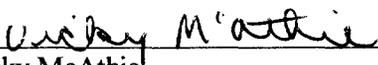
PREPARED BY: Deputy Treasurer

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.

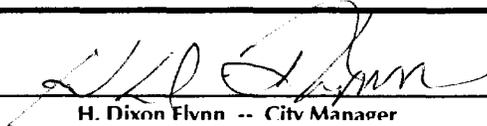
BACKGROUND INFORMATION: The investment report is currently included in the monthly executive report distributed to Council. SB564 required local agency treasurers to submit a report on investments at a public meeting. The City of Lodi has an investment policy, which is submitted to council for approval 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
Finance Director/Treasurer

APPROVED: _____


H. Dixon Flynn -- City Manager



City of Lodi
Portfolio Management
Portfolio Summary
September 30, 2000

City of Lodi
 212 W. Pine St.
 Lodi, CA 95240
 (209)333-6800

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	13,500,000.00	13,500,000.00	13,500,000.00	39.22	1	1	6.095	6.180
Certificates of Deposit - Bank	4,200,000.00	4,200,000.00	4,200,000.00	12.20	392	253	6.110	6.195
Passbook/Checking Accounts	2,233,058.00	2,233,058.00	2,233,058.00	6.49	1	1	0.000	0.000
Corporate Medium Term Note	1,020,000.00	1,000,936.20	987,307.10	2.87	1,056	960	7.151	7.250
Federal Agency Issues - Coupon	12,500,000.00	12,360,730.00	12,500,000.00	36.32	1,023	577	6.025	6.109
Treasury Securities - Coupon	1,000,000.00	1,000,620.00	999,412.72	2.90	626	364	6.342	6.430
Investments	34,453,058.00	34,295,344.20	34,419,777.82	100.00%	468	279	5.714	5.793
Cash and Accrued Interest								
Passbook/Checking (not included in yield calculations)	0.00	0.00	0.00		0	0	0.000	0.000
Accrued Interest at Purchase		50,180.32	50,180.32					
Subtotal		50,180.32	50,180.32					
Total Cash and Investments	34,453,058.00	34,345,524.52	34,469,958.14		468	279	5.714	5.793
Total Earnings		September 30 Month Ending		Fiscal Year To Date				
Current Year		163,420.52		498,302.98				
Average Daily Balance		33,405,789.66		35,814,992.40				
Effective Rate of Return		5.95%		5.52%				

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.

M. Maxine Cadwallader 10-11-00
 Marcella Maxine Cadwallader, Revenue Manager/Deputy Treas.

City of Lodi
Portfolio Management
Portfolio Details - Investments
September 30, 2000

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Local Agency Investment Funds											
LAIF	1000	Local Agency Invest. Fund			9,000,000.00	9,000,000.00	9,000,000.00	6.180	6.180	1	
LPIC	1001	Local Agency Inv Fund (LPIC)			4,500,000.00	4,500,000.00	4,500,000.00	6.180	6.180	1	
Subtotal and Average			13,500,000.00		13,500,000.00	13,500,000.00	13,500,000.00		6.180	1	
Certificates of Deposit - Bank											
WEST	33	Bank of the West		04/17/2000	100,000.00	100,000.00	100,000.00	5.750	5.830	198	04/17/2001
FM04	20	Farmers and Merchants Bank		09/13/1999	1,000,000.00	1,000,000.00	1,000,000.00	5.250	5.323	89	12/29/2000
FM06	34	Farmers and Merchants Bank		05/05/2000	1,000,000.00	1,000,000.00	1,000,000.00	6.240	6.327	218	05/07/2001
FM08	38	Farmers and Merchants Bank		09/29/2000	1,000,000.00	1,000,000.00	1,000,000.00	6.500	6.590	365	10/01/2001
FM07	37	Farmers & Merchants		09/27/2000	1,000,000.00	1,000,000.00	1,000,000.00	6.500	6.590	361	09/27/2001
GUAR	27	Guaranty Federal Bank		01/11/2000	100,000.00	100,000.00	100,000.00	5.970	6.053	102	01/11/2001
Subtotal and Average			4,200,000.00		4,200,000.00	4,200,000.00	4,200,000.00		6.195	253	
Passbook/Checking Accounts											
BACK	4003	Bank of America		07/01/2000	197,020.92	197,020.92	197,020.92		0.000	1	
	4000	Farmers & Merchants			2,036,037.08	2,036,037.08	2,036,037.08		0.000	1	
Subtotal and Average			1,219,593.29		2,233,058.00	2,233,058.00	2,233,058.00		0.000	1	
Corporate Medium Term Note											
36962GSY1	35	Higgins Capital Management, In		06/27/2000	1,020,000.00	1,000,936.20	987,307.10	5.880	7.250	960	05/19/2003
Subtotal and Average			986,807.06		1,020,000.00	1,000,936.20	987,307.10		7.250	960	
Federal Agency Issues - Coupon											
3133MAKW	28	FEDL HOME LOAN MTG CORP		01/24/2000	1,000,000.00	998,440.00	1,000,000.00	7.010	7.010	845	01/24/2003
3133M7SQO	11	Federal Home Loan Bank		03/08/1999	1,000,000.00	982,810.00	1,000,000.00	5.570	5.570	523	03/08/2002
3133M8WC4	14	Federal Home Loan Bank		06/09/1999	1,000,000.00	983,120.00	1,000,000.00	6.040	6.040	799	12/09/2002
3133M4TB9	1	Federal Home Loan Bank (call)		07/09/1998	500,000.00	496,170.00	500,000.00	5.910	5.910	281	07/09/2001
3133M7LKO	10	Federal Home Loan Bank (call)		02/26/1999	1,000,000.00	979,220.00	1,000,000.00	5.550	5.550	694	08/26/2002
3133M93F7	15	Federal Home Loan Bank (call)		06/28/1999	1,000,000.00	989,840.00	1,000,000.00	6.175	6.175	635	06/28/2002
3133M9WU2	23	Federal Home Loan Bank (call)		09/28/1999	1,000,000.00	993,120.00	1,000,000.00	6.250	6.250	362	09/28/2001
3133MAVS5	30	Federal Home Loan Bank (call)		03/01/2000	1,000,000.00	1,000,000.00	1,000,000.00	7.120	7.120	516	03/01/2002
3133M6NQ7	5	Federal Home Loan Bank (call)		12/03/1998	1,000,000.00	981,090.00	1,000,000.00	5.580	5.580	610	06/03/2002
3133MBYR2	36	Fedl Home Loan Bank Cons Bd		08/28/2000	1,000,000.00	998,560.00	1,000,000.00	7.000	7.000	696	08/28/2002
31364GR43	12	Fannie Mae callable note		05/17/1999	1,000,000.00	983,590.00	1,000,000.00	5.760	5.760	593	05/17/2002
31364GLG2060	6	Fannie Mae callable note		12/15/1998	1,000,000.00	982,340.00	1,000,000.00	5.350	5.350	442	12/17/2001
31364G7G8	22	Fannie Mae Bullet		09/22/1999	1,000,000.00	994,430.00	1,000,000.00	6.000	6.000	358	09/24/2001

Portfolio CITY
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City of Lodi
Portfolio Management
Portfolio Details - Investments
September 30, 2000

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Subtotal and Average			12,500,000.00		12,500,000.00	12,360,730.00	12,500,000.00		6.109	577	
Treasury Securities - Coupon											
912827254	25	U. S. Treasury Notes		01/13/2000	1,000,000.00	1,000,620.00	999,412.72	6.375	6.430	364	09/30/2001
Subtotal and Average			999,389.32		1,000,000.00	1,000,620.00	999,412.72		6.430	364	
Total Investments and Average			33,405,789.66		34,453,058.00	34,295,344.20	34,419,777.82		6.793	279	

City of Lodi
Portfolio Management
Investment Activity By Type
September 1, 2000 through September 30, 2000

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Sales/Maturities or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
Subtotal							13,500,000.00
Certificates of Deposit - Bank							
FM03	19	Farmers and Merchants Bank	5.250	09/29/2000	0.00	1,000,000.00	
FM05	32	Farmers and Merchants Bank	5.800	09/27/2000	0.00	1,000,000.00	
FM08	38	Farmers and Merchants Bank	6.500	09/29/2000	1,000,000.00	0.00	
FM07	37	Farmers & Merchants	6.500	09/27/2000	1,000,000.00	0.00	
Subtotal						2,000,000.00	4,200,000.00
Passbook/Checking Accounts (Monthly Summary)							
BACK	4003	Bank of America			495,205.89	500,282.83	
	4000	Farmers & Merchants			9,266,347.57	8,212,858.86	
Subtotal						9,761,553.46	8,713,141.69
Corporate Medium Term Note							
Subtotal							987,307.10
Federal Agency Issues - Coupon							
Subtotal							12,500,000.00
Treasury Securities - Coupon							
Subtotal							999,412.72
Total					11,761,553.46	10,713,141.69	34,419,777.82

**City of Lodi
Portfolio Management
Investment Activity Summary
September 1999 through September 2000**

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 Equivalent	365 Equivalent					
September	1999	21	35,308,057.59	5.042	5.112	5.225	6	0	341	284
October	1999	21	35,749,728.66	4.972	5.041	5.391	0	0	337	268
November	1999	21	35,474,829.64	5.131	5.202	5.391	0	0	339	258
December	1999	21	35,762,625.85	5.294	5.367	5.498	1	1	327	244
January	2000	22	33,716,360.45	5.513	5.590	5.639	4	3	397	297
February	2000	22	32,434,508.18	5.423	5.498	5.639	0	0	413	294
March	2000	23	30,996,478.69	5.488	5.564	5.639	2	1	455	321
April	2000	23	32,740,970.53	5.571	5.649	5.851	1	1	431	289
May	2000	24	33,070,508.56	5.530	5.607	5.851	1	0	437	281
June	2000	24	41,571,248.71	4.935	5.003	6.190	1	1	366	236
July	2000	24	32,586,090.09	5.726	5.805	6.180	1	0	467	284
August	2000	25	33,370,283.06	5.835	5.916	6.180	1	0	478	283
September	2000	25	34,419,777.82	5.714	5.793	6.180	2	2	468	279
Average		23	34,400,112.91	5.398%	5.473%	5.758	2	1	404	278

City of Lodi
Portfolio Management
Distribution of Investments By Type
September 1999 through September 2000

Investment Type	September 1999	October 1999	November 1999	December 1999	January 2000	February 2000	March 2000	April 2000	May 2000	June 2000	July 2000	August 2000	September 2000	Average by Period
Local Agency Investment Funds	52.6	51.2	53.8	55.4	51.3	47.8	42.3	45.0	41.5	39.3	40.8	40.5	39.2	46.2%
Certificates of Deposit - Bank	14.7	14.6	14.7	14.5	12.5	13.0	13.6	12.8	15.7	10.1	12.9	12.6	12.2	13.4%
Certificates of Deposit - S & L														
Passbook/Checking Accounts	5.8	7.7	4.7	3.5	2.1	3.8	3.9	4.0	5.0	18.2	4.9	3.6	6.5	5.7%
Corporate Medium Term Note										2.4	3.0	3.0	2.9	0.9%
Commercial Paper - Interest Bearing														
Repurchase Agreements														
Federal Agency Issues - Coupon	26.9	26.6	26.8	26.6	31.1	32.4	37.1	35.1	34.8	27.7	35.3	37.5	36.3	31.9%
Treasury Securities - Coupon					3.0	3.1	3.2	3.1	3.0	2.4	3.1	3.0	2.9	2.1%
Mortgage Backed Securities														
Bankers Acceptances -Amortizing														
Commercial Paper Disc. -Amortizing														
Federal Agency Disc. -Amortizing														
Treasury Discounts -Amortizing														
Miscellaneous Discounts -Amortizing														

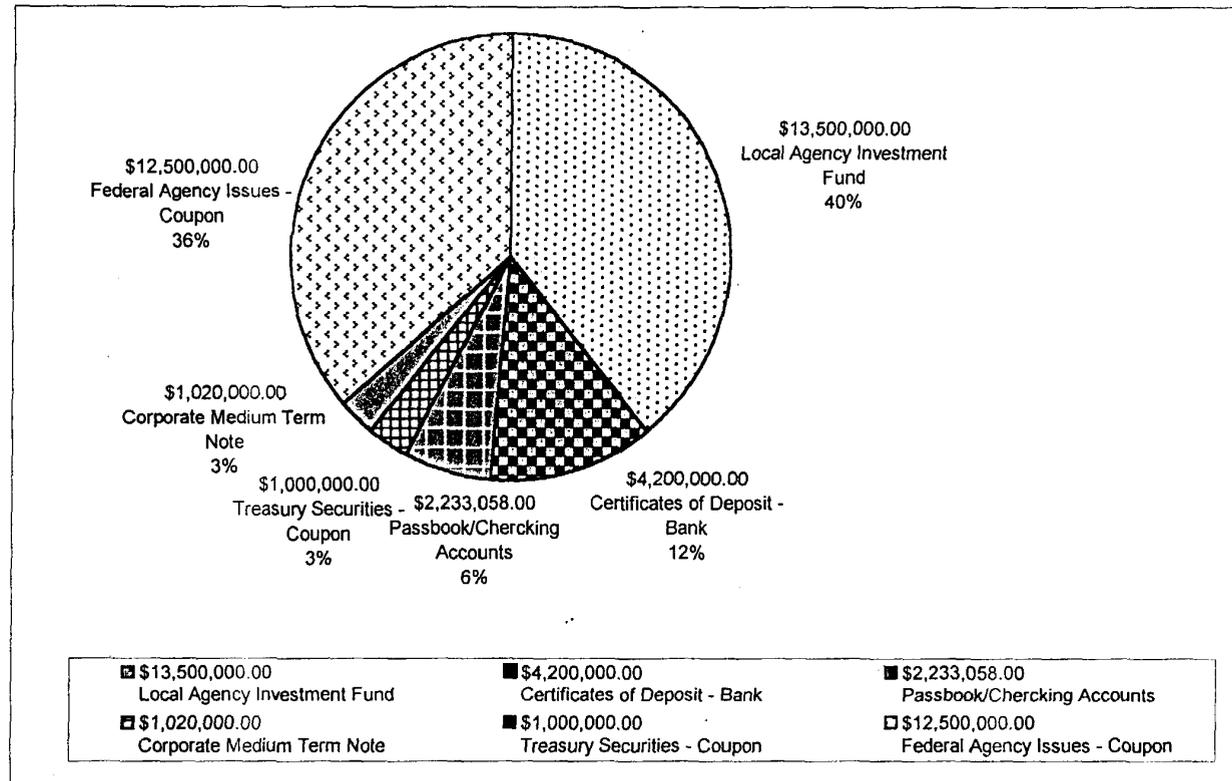
**City of Lodi
Portfolio Management
Interest Earnings Summary
September 30, 2000**

	September 30 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	228,927.45	359,715.63
Plus Accrued Interest at End of Period	85,774.91	85,774.91
Less Accrued Interest at Beginning of Period	(220,937.43)	(173,909.75)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	93,764.93	271,580.79
Adjusted by Premiums and Discounts	1,082.99	3,252.20
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Period	94,847.92	274,832.99
Pass Through 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)
Less Accrued Interest at Purchase During 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	221,177.38
Plus Accrued Interest at End of Period	223,350.85	223,350.85
Less Accrued Interest at Beginning of Period	(154,778.25)	(221,058.24)
Interest Earned during Period	68,572.60	223,469.99
Total Interest Earned during Period	162,337.53	495,050.78
Total Adjustments from Premiums and Discounts	1,082.99	3,252.20
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	163,420.52	498,302.98

BREAKDOWN OF TREASURY INVENTORY BY TYPE

September 30, 2000

<u>Type of Security</u>	<u>Amount</u>	<u>Percent of Portfolio</u>	<u>Maximum Maturity</u>
Local Agency Investment Fund	\$13,500,000.00	39.183750%	Indefinite
Certificates of Deposit - Bank	\$4,200,000.00	12.190500%	5 years
Passbook/Checking Accounts	\$2,233,058.00	6.481451%	Indefinite
Corporate Medium Term Note	\$1,020,000.00	2.960550%	5 years
Treasury Securities - Coupon	\$1,000,000.00	2.902500%	5 years
Federal Agency Issues - Coupon	\$12,500,000.00	36.281250%	5 years
	<u>\$34,453,058.00</u>	<u>100.00%</u>	



**State of California
Pooled Money Investment Account
Market Valuation
6/30/00**

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch Amortized Cost		
United States Treasury:				
Bills	\$ 2,223,184,982.00	\$ 2,256,574,315.30	\$ 2,258,929,500.00	NA
Notes	\$ 2,322,572,542.64	\$ 2,316,997,645.42	\$ 2,309,085,000.00	\$ 29,825,856.00
Federal Agency:				
Bonds	\$ 2,431,185,517.25	\$ 2,428,896,053.37	\$ 2,419,311,369.30	\$ 32,899,941.42
Floater	\$ 100,000,000.00	\$ 100,000,000.00	\$ 100,000,000.00	\$ 991,910.00
MBS	\$ 432,815,262.66	\$ 432,815,262.66	\$ 412,507,903.64	\$ 2,347,295.62
GNMA	\$ 1,305,638.09	\$ 1,305,638.09	\$ 1,441,319.64	\$ 12,888.23
SBA	\$ 323,993,907.49	\$ 323,880,696.10	\$ 322,327,002.65	\$ 2,983,605.62
FHLMC PC	\$ 12,643,250.06	\$ 12,643,250.06	\$ 13,024,860.68	\$ 203,215.38
Discount Notes	\$ 7,296,606,695.27	\$ 7,432,907,756.75	\$ 7,429,212,358.89	NA
Bankers Acceptances	\$ 36,707,467.51	\$ 37,131,886.06	\$ 37,095,317.85	NA
Corporate:				
Bonds	\$ 695,104,747.48	\$ 694,613,993.31	\$ 686,206,986.30	\$ 12,609,828.24
Floater	\$ 1,769,780,584.20	\$ 1,769,667,649.83	\$ 1,778,457,657.44	\$ 14,521,729.54
CDs	\$ 7,220,204,874.62	\$ 7,218,570,202.01	\$ 7,212,186,224.31	\$ 93,940,208.30
Bank Notes	\$ 1,920,007,565.22	\$ 1,920,007,565.22	\$ 1,917,956,404.85	\$ 36,258,177.62
Repurchase Agreements	\$ -	\$ -	\$ -	NA
Time Deposits	\$ 3,648,440,000.00	\$ 3,648,440,000.00	\$ 3,648,440,000.00	NA
AB 55 & GF Loans	\$ 2,147,797,752.96	\$ 2,147,797,752.96	\$ 2,147,797,752.96	NA
Commercial Paper	\$ 10,447,950,806.65	\$ 10,534,200,566.99	\$ 10,533,375,848.44	NA
Reverse Repurchase	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 43,030,301,594.10	\$ 43,276,450,234.13	\$ 43,227,355,506.95	\$ 226,594,655.97

Fair Value Including Accrued Interest

\$ 43,453,950,162.92

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

The value of each participating dollar equals the fair value divided by the amortized cost (.998865556). As an example: if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$19,977,311.11 or \$20,000,000.00 x .998865556.

**PHILIP ANGELIDES
TREASURER
STATE OF CALIFORNIA**

**INVESTMENT DIVISION SELECTED INVESTMENT DATA
ANALYSIS OF THE POOLED MONEY INVESTMENT ACCOUNT PORTFOLIO
(000 OMITTED)**

<u>TYPE OF SECURITY</u>	June 30, 2000		PERCENTAGE CHANGE FROM PRIOR MONTH
	AMOUNT	PERCENT	
Government			
Bills	\$ 2,223,185	5.16	+1.34
Bonds	0	0.00	0
Notes	2,322,572	5.40	+0.35
Strips	<u>0</u>	<u>0.00</u>	<u>0</u>
Total Governments	\$ 4,545,757	10.56	+1.69
Federal Agency Coupons	\$ 3,287,995	7.64	+0.07
Certificate of Deposits	7,220,205	16.78	-1.42
Bank Notes	1,920,007	4.46	-0.95
Bankers' Acceptances	36,707	0.09	0
Repurchases	0	0.00	0
Federal Agency Discount Notes	7,296,607	16.96	+1.32
Time Deposits	3,648,440	8.48	+0.33
GNMAs	1,306	0.00	0
Commerical Paper	10,447,951	24.28	-3.77
FHLMC	12,643	0.03	0
Corporate Bonds	2,464,885	5.73	-0.09
Pooled Loans	2,147,798	4.99	+1.37
GF Loans	0	0.00	0
Reversed Repurchases	<u>0</u>	<u>0.00</u>	-1.45
Total (All Types)	\$ 43,030,301	100.00	

Average Life of Portfolio as of June 30, 2000 is 201 Days