



STAFF REPORT

Meeting Date: May 8, 2018
To: Honorable Mayor & City Council
From: Howard Fisher, City Treasurer
Subject: Treasurer's Report for Quarter Ended March 31, 2018
Attachments: Fund Summary Schedule

INTRODUCTION

Transmitted herewith is the City Treasurer's Report for the quarter ended March 31, 2018. This report includes a summary of investment balances and a listing of the portfolio value by each City fund.

The following is a summary of the activity of the City's portfolio for the fiscal year's third quarter:

	Period Covered	General Portfolio		Restricted Portfolio	Total Portfolio
		BNY Mellon / Wells Fargo Bank	Cal Trust / Local Agency Investment Fund	U.S. Bank	
Q3	Net Investment Activity	\$ 107,373,808.30	\$ (43,500,000.00)	\$ -	\$ 63,873,808.30
FY17/18	Income + Change in Market Value	\$ (852,099.88)	\$ 99,933.96	\$ 5,725.11	\$ (746,440.81)
	Ending 03/31/18 @ Market	\$ 589,361,006.38	\$ 88,609,302.81	\$ 11,613,173.91	\$ 689,583,483.10
Q4	Net Investment Activity	\$ (34,527,975.53)	\$ 30,000,000.00	\$ -	\$ (4,527,975.53)
FY16/17	Income + Change in Market Value	\$ (25,018.12)	\$ 330,461.00	\$ 2,813.73	\$ 308,256.61
Q1	Net Investment Activity	\$ (16,383,064.92)	\$ -	\$ -	\$ (16,383,064.92)
FY17/18	Income + Change in Market Value	\$ 228,098.05	\$ 470,361.64	\$ 5,847.84	\$ 704,307.53
Q2	Net Investment Activity	\$ 19,254,712.26	\$ (20,000,000.00)	\$ -	\$ (745,287.74)
FY17/18	Income + Change in Market Value	\$ (1,805,654.59)	\$ 173,583.61	\$ 3,018.70	\$ (1,629,052.28)
	Ending 12/31/17 @ Market	\$ 482,839,297.96	\$ 132,009,368.85	\$ 11,607,448.80	\$ 626,456,115.61

DISCUSSION

The City's total investment portfolio of \$689.6 million at March 31, 2018 included \$677.97 million in general portfolio investments and \$11.6 million in restricted investments and is in compliance with the City's Investment Policy. The average maturity of the BNY portfolio is 302 days. The following chart shows the asset allocation by dollar for the past four quarters.

Market Value*	6/30/2017	9/30/2017	12/31/2017	3/31/2018
Federal Agency \$	54,931,860.00	54,820,635.00	113,704,260.00	143,142,190.00
Commercial Paper \$	143,647,161.11	138,646,911.11	128,337,884.65	167,666,729.10
Negotiable CD \$	184,999,567.89	165,004,441.88	160,006,857.00	179,951,107.00
Corporate Securities \$	75,444,885.00	75,429,940.00	70,083,470.00	69,466,880.00

*Pricing sources from Interactive Data Corporation (IDC) and Bloomberg Fair Value Price (BVAL)

Adequate liquidity exists within the portfolio to meet all known short-term City requirements through at least June 30, 2018, and we believe the City will have adequate liquidity to meet all requirements for the foreseeable future based upon existing maturity schedules and the current investment policy.*

FISCAL IMPACT

This report is for information only.

RECOMMENDATION

None.

*As part of required reporting of the City's unfunded pension and other post-employment benefits (OPEB) liabilities, PERS provides an annual report for the City's pension liability and the City contracts with an actuarial services firm for the required biennial reports for assessing the OPEB liability. The next PERS report is anticipated in August 2018 and OPEB actuarial valuation should be completed in the spring of 2018.



Howard Fisher

Approved By

Attachment 1

As of Quarter Ending March 31, 2018

Balance Sheet Investment Balances		FUND SUMMARY (continued)	
Book Value General Portfolio Bank of New York	\$ 580,417,720	Special Funds (continued)	\$ 1,458,299
Book Value Cal Trust	37,780,232	1998 Lease Revenue Bonds Fund	\$ 3,470,808
Book Value Wells Fargo - Stagescoach Sweep	8,943,286	Internal Service Funds	
Book Value State Controllers Local Agency Investment Fund (LAIF)	50,829,070	Infrastructure Fund	\$ 40,773,293
City Treasurer's Portfolio	677,970,309	Capital Assets Fund	\$ 40,677,166
Book Value of Bond Proceeds Held in Trust at US Bank	11,613,174	Equipment Replacement Fund	\$ 11,003,112
	689,583,483	Information Technology Fund	\$ 34,513,663
	\$ 689,583,483	Cable Television Fund	\$ 9,600,886
		Reprographics/Graphics Fund	\$ 3,830,638
		Employee Benefits Fund	\$ 69,782,523
		Liability Claims Fund	\$ 22,461,560
		Workers' Compensation Fund	\$ 34,850,556
		Unemployment Insurance Fund	\$ 338,162
		Policy, Administration, Legal	\$ 14,575,188
		Vehicle Fund	\$ 13,474,363
		Fiduciary Funds	
		Burton Green Scholarship Fund	\$ 163,480
		Buck Endowment Trust Fund	\$ 476,432
		Beverly Hills Beneficial Trust Fund	\$ 273,489
		Westside Cities COG Agency	\$ 41,794
		Enterprise Funds	
		Water Enterprise Fund	\$ 47,795,987
		Parking Enterprise Fund	\$ 45,381,368
		Solid Waste Enterprise Fund	\$ 29,669,772
		Wastewater Enterprise Fund	\$ 43,485,171
		Stormwater Enterprise Fund	\$ 6,408,265
		Total All Funds	\$ 689,583,483
FUND SUMMARY			
Fund Type	Title	Balance	
General Fund		\$ 159,676,298	
Special Funds		\$ 4,580,306	
	State Gas Tax Fund	\$ -	
	California State Senate Bill 1186	\$ -	
	California State Senate Bill 1473	\$ -	
	Community Development Block Grant	\$ -	
	In-Lieu Parking Fund	\$ 7,450,892	
	Parks & Recreation Facilities Fund	\$ 27,573,591	
	Inmate Welfare	\$ 54,304	
	Fine Art Fund	\$ 4,968,196	
	Law Enforcement Grant Fund	\$ -	
	Air Quality Improvement Fund	\$ 723,902	
	Transportation Grants Fund	\$ 5,086,521	
	Prop C Fund	\$ 4,963,786	
	Seized/Forfeited Property Fund	\$ -	
	Measure M - LA Metro Tax	\$ (285)	