



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)	MTA Grant Fund \$ 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
	11,613,174	Information Technology Fund	\$ 34,513,663
	689,583,483	Cable Television Fund	\$ 9,600,886
	689,583,483	Reprographics/Graphics Fund	\$ 3,830,638
	689,583,483	Employee Benefits Fund	\$ 69,782,523
	689,583,483	Liability Claims Fund	\$ 22,461,560
	689,583,483	Workers' Compensation Fund	\$ 34,850,556
	689,583,483	Unemployment Insurance Fund	\$ 338,162
	689,583,483	Policy, Administration, Legal	\$ 14,575,188
	689,583,483	Vehicle Fund	\$ 13,474,363
	689,583,483		
	689,583,483	Fiduciary Funds	
	689,583,483	Burton Green Scholarship Fund	\$ 163,480
	689,583,483	Buck Endowment Trust Fund	\$ 476,432
	689,583,483	Beverly Hills Beneficial Trust Fund	\$ 273,489
	689,583,483	Westside Cities COG Agency	\$ 41,794
	689,583,483	Enterprise Funds	
	689,583,483	Water Enterprise Fund	\$ 47,795,987
	689,583,483	Parking Enterprise Fund	\$ 45,381,368
	689,583,483	Solid Waste Enterprise Fund	\$ 29,669,772
	689,583,483	Wastewater Enterprise Fund	\$ 43,485,171
	689,583,483	Stormwater Enterprise Fund	\$ 6,408,265
	689,583,483	Total All Funds	\$ 689,583,483