

Annual Investment Report

July 1, 2017 – June 30, 2018

Victoria A. Lozzi
City Treasurer

September 4, 2018



Fiscal Year Highlights

- Interest rates continue to rise, but slowly
 - Fed Funds on July 1, 2017 = 1.25%
 - Fed Funds on June 30, 2018 = 2.00%
 - Possibly two additional rate hikes in 2018

- Investments
 - Yield on July 1, 2017 = 1.68%
 - Yield on June 30, 2018 = 2.05%
 - Just under \$2 million in maturities
 - Just over \$5 million in investments

- Future Cash Flow

Interest Received

- For the full fiscal year, the City received \$323,979
 - Investment Portfolio \$214,698
 - LAIF 100,200
 - LACPIF 9,081

- Better than revised FY2017-2018 budget of \$277,000
- FY2018-2019 budget for interest income is \$255,200

Report of Cash & Investments

- List of Assets
- Pie Chart
- Bar Chart
 - Cash and investments
- Bar Chart
 - Investments only
- Transaction Report

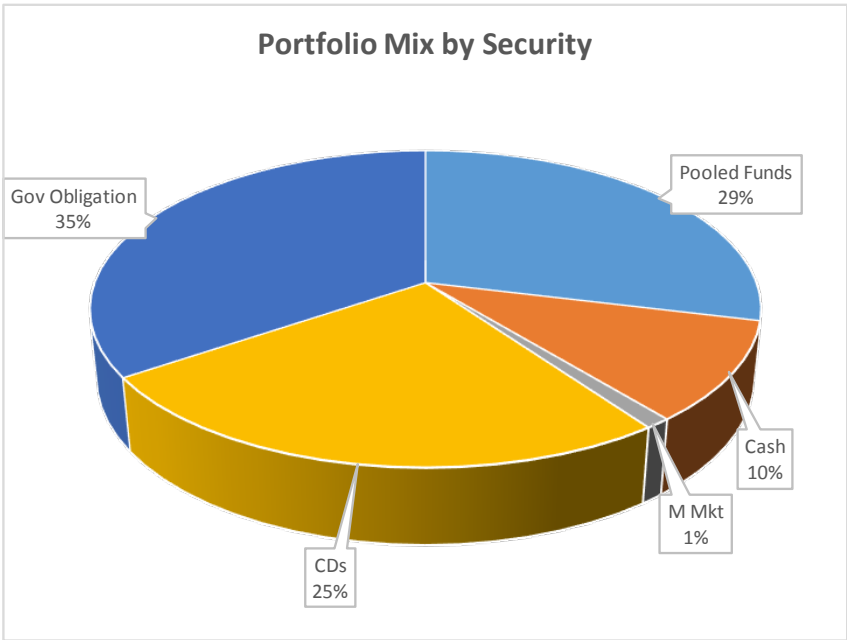
Cash & Investment Data

Investment Type/Institution	Par Value	Book Value	Market Value*	Unrealized Gain/Loss	Maturity Date	Current Yield	Maturing Schedule (Book Value)							
							< 3 Mths	3-6 Mths	6-12 Mths	1-2 Yrs	2-3 Yrs	3-4 Yrs	> 4 Yrs	
Government Obligation														
FHLB	1,000,000	1,000,000	984,140	(15,860)	12/15/2020	2.08%						\$ 1,000,000		
FNMA	1,000,000	1,000,000	999,070	(930)	4/30/2021	2.70%						\$ 1,000,000		
FNMA	1,000,000	1,000,000	973,330	(26,670)	6/16/2021	1.85%						\$ 1,000,000		
FHLB	1,000,000	1,000,000	965,090	(34,910)	6/30/2021	1.55%							\$ 1,000,000	
FNMA	1,000,000	1,000,000	961,900	(38,100)	7/27/2021	1.56%							\$ 1,000,000	
FNMA	1,000,000	1,000,000	957,550	(42,450)	9/29/2021	1.67%							\$ 1,000,000	
FHLB	2,000,000	2,000,000	1,931,700	(68,300)	11/26/2021	1.86%							\$ 2,000,000	
FHLMC	1,000,000	1,000,000	987,730	(12,270)	2/23/2023	2.78%							\$ 1,000,000	
Negotiable Certificate of Deposit														
United Bank West	250,000	250,000	250,038	38	10/4/2018	1.80%		\$ 250,000						
Compass Bank	250,000	250,000	249,998	(2)	10/9/2018	2.00%		\$ 250,000						
American Express	250,000	250,000	249,995	(5)	10/10/2018	2.10%		\$ 250,000						
BMW Bank	250,000	250,000	249,995	(5)	10/11/2018	2.05%		\$ 250,000						
GE Capital Retail	245,000	245,000	244,934	(66)	11/23/2018	2.00%		\$ 245,000						
Sallie Mae Bank	245,000	245,000	244,914	(86)	11/27/2018	2.00%		\$ 245,000						
American Express	245,000	245,000	243,915	(1,085)	7/24/2019	2.01%				\$ 245,000				
Comenity Capital	245,000	245,000	243,915	(1,085)	8/30/2019	1.96%				\$ 245,000				
Ally Bank	250,000	250,000	247,560	(2,440)	9/30/2019	1.72%				\$ 250,000				
Capital One Bank	245,000	245,000	243,552	(1,448)	11/5/2019	2.01%				\$ 245,000				
Morgan Stanley	250,000	250,000	248,218	(1,782)	12/23/2019	2.12%				\$ 250,000				
Citibank	250,000	250,000	249,120	(880)	3/30/2020	2.51%				\$ 250,000				
Morgan Stanley Private Bank	250,000	250,000	249,605	(395)	4/27/2020	2.65%				\$ 250,000				
BMO Harris	250,000	250,000	250,095	95	6/1/2020	2.80%				\$ 250,000				
Capital One NA	245,000	245,000	242,317	(2,683)	8/12/2020	2.33%					\$ 245,000			
Barclays Bank	245,000	245,000	241,840	(3,160)	9/16/2020	2.23%					\$ 245,000			
Goldman Sachs Bank	250,000	250,000	244,803	(5,197)	9/28/2020	1.94%					\$ 250,000			
MB Financial	250,000	250,000	248,193	(1,807)	4/26/2021	2.72%					\$ 250,000			
Merrick Bank	250,000	250,000	248,188	(1,812)	4/27/2021	2.72%					\$ 250,000			
World's Foremost Bank	200,000	200,000	192,188	(7,812)	6/9/2021	1.77%					\$ 200,000			
Wells Fargo Bank	245,000	245,000	235,340	(9,660)	6/17/2021	1.82%					\$ 245,000			
APEX Bank	247,000	247,000	235,297	(11,703)	9/30/2021	1.57%						\$ 247,000		
JPMorgan Chase	246,000	246,000	234,118	(11,882)	9/30/2021	1.79%						\$ 246,000		
Discover Bank	245,000	245,000	232,640	(12,360)	11/9/2021	1.84%						\$ 245,000		
Vision Bank	245,000	245,000	234,688	(10,312)	11/30/2021	1.83%						\$ 245,000		
Third Federal S&L	250,000	250,000	245,160	(4,840)	1/31/2022	2.55%						\$ 250,000		
People's United Bank	245,000	245,000	236,467	(8,533)	2/8/2022	2.12%						\$ 245,000		
Total Investments	\$ 15,638,000	\$ 15,638,000	\$ 15,297,603	(340,397)		2.05%	\$ -	\$ 1,490,000	\$ -	\$ 1,985,000	\$ 4,685,000	\$ 6,478,000	\$ 1,000,000	
Pooled Investment Funds														
		7,524,830									Average Years to Maturity		2.69	
LAIF		4,519,531									Weighted Average Years to Maturity		2.68	
L.A. County Pooled Inv. Fund		3,005,299												
Cash														
		2,947,195												
Union Bank Money Market		279,004												
Union Bank Checking		2,582,646												
Parking Citation		85,545												
Total Investment														
		15,638,000												
Government Obligation		9,000,000												
Negotiable Certificate of Deposit		6,638,000												
Total Cash & Investments:		26,110,025												

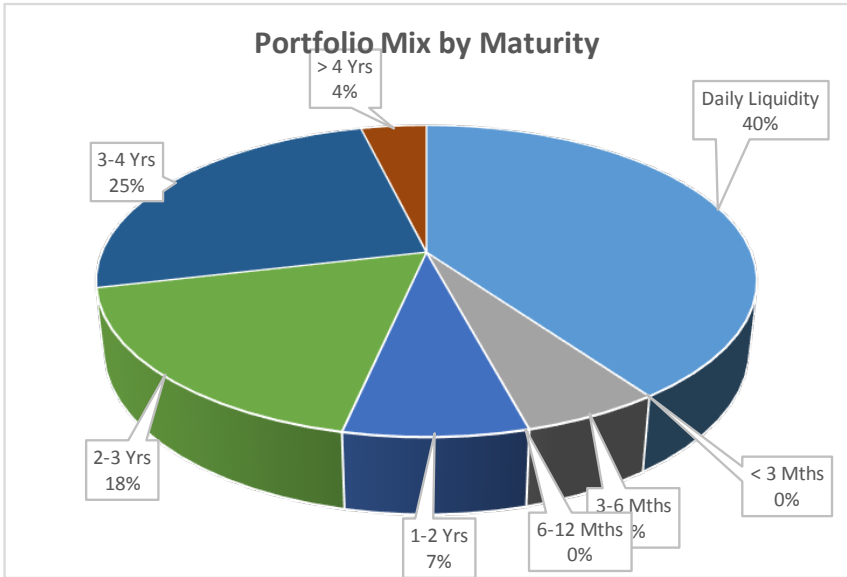
* Source: Union Bank

Portfolio Mix

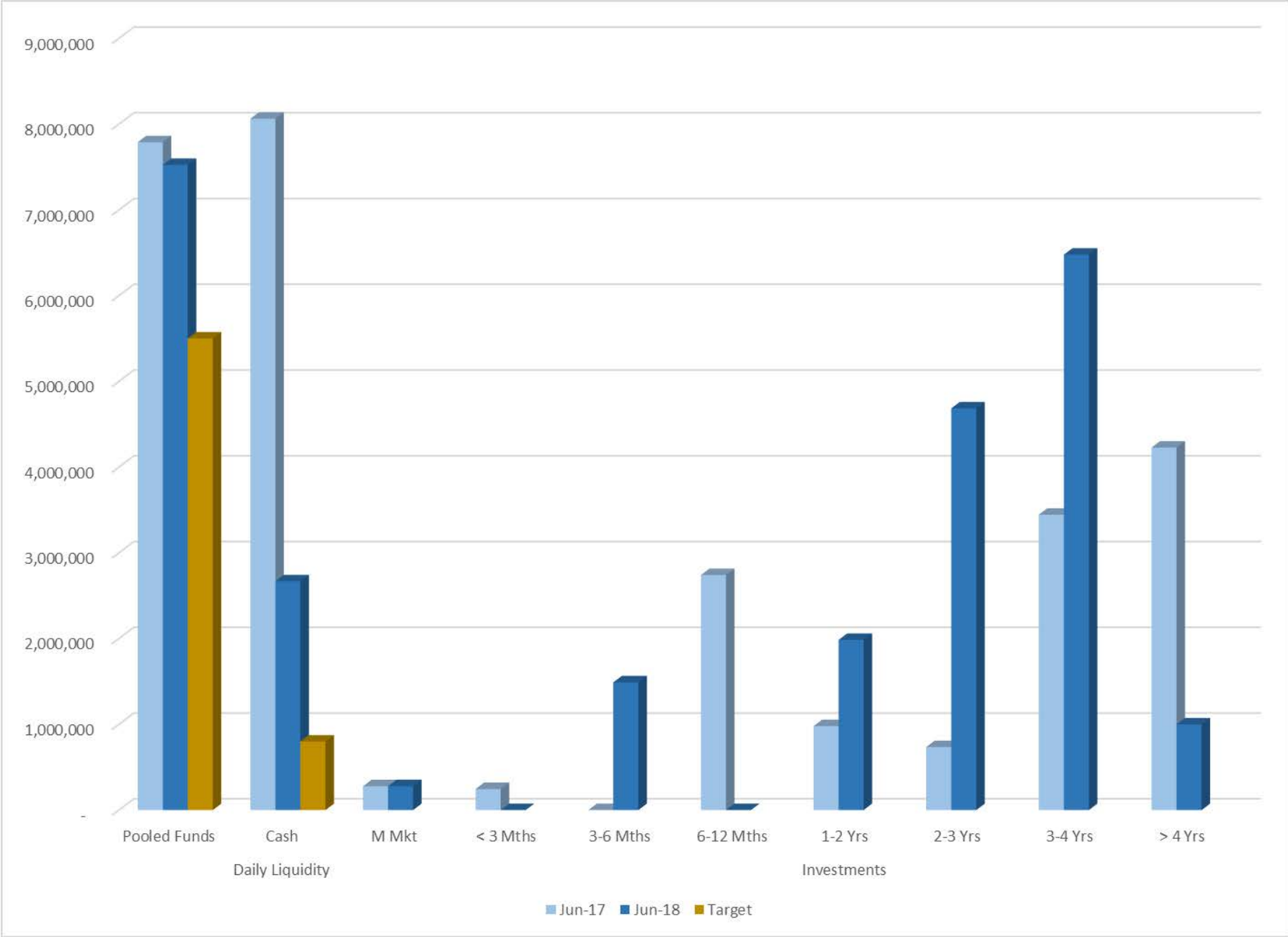
Category	Book Value	Mix %	Policy Limits
Pooled Funds	7,524,830	28.8%	100%
Cash	2,668,191	10.2%	100%
M Mkt	279,004	1.1%	100%
CDs	6,638,000	25.4%	30%
Gov Obligation	9,000,000	34.5%	100%
Total	26,110,025	100.0%	



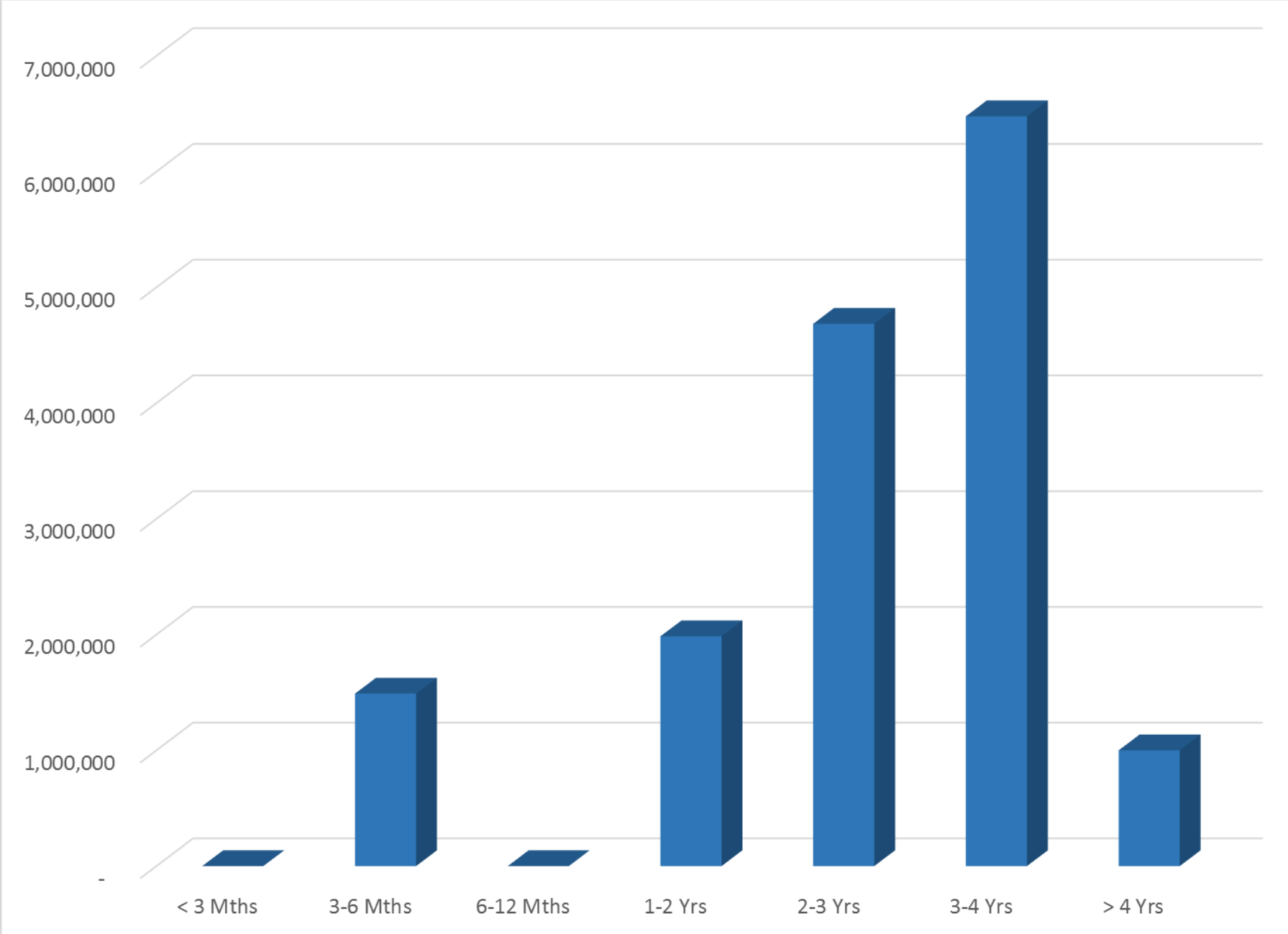
Category	Book Value	Mix %
Daily Liquidity	10,472,025	40.1%
< 3 Mths	-	0.0%
3-6 Mths	1,490,000	5.7%
6-12 Mths	-	0.0%
1-2 Yrs	1,985,000	7.6%
2-3 Yrs	4,685,000	17.9%
3-4 Yrs	6,478,000	24.8%
> 4 Yrs	1,000,000	3.8%
Total	26,110,025	100.0%



Cash & Investments by Maturity



Investments by Maturity



Transaction Summary – March 2017

	Cash
Receipts	
Interest	214,698.00
Sales/Maturities/Calls	1,987,000.00
Deposits	5,250,000.00
Total Receipts	7,451,698.00
Disbursements	
Purchases	(5,250,000.00)
Transfer to Checking	(2,201,698.00)
Total Disbursements	(7,451,698.00)
Total Net Transactions	0.00