



# City of Laguna Beach Investment Report May 2013

Honorable Mayor and Members of the City Council,

The requested monthly Investment Report follows. I verify that the investment portfolio is in conformity with California laws and the Treasurer's Investment Policy which is approved annually by the City Council. The Treasurer's cash management program provides sufficient liquidity to meet expenditure requirements for the next six months.

Respectfully submitted,

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Laura Parisi, C.P.A., CCMT  
City Treasurer

**City of Laguna Beach**  
**City Treasurer Monthly Report - Unaudited**  
**For the Month of May 2013**

**Cash Activity for the Month**

Cash and investments, beginning of month	\$ 77,319,921.91
Cash receipts	4,677,137.52
Cash disbursements	<u>(6,967,688.76)</u>
<b>Cash and investments, end of month</b>	<b>\$ 75,029,370.67</b>

**Cash and Investment Portfolio at Month-End**

	Market Value	Current Year Cost	Pct of Total	Avg Return	Prior Year Cost
<b>Long-term investments:</b>					
Federal agency securities	\$ 46,788,860.00	\$ 46,994,750.00	62.6%	0.962%	\$ 41,675,140.00
Medium-term corporate notes	5,202,961.90	5,133,385.00	6.8%	1.731%	2,000,000.00
Municipal bond	-	-			1,009,430.00
Negotiable Certificates of Deposit - FDIC insured	5,516,545.40	5,490,000.00	7.3%	0.745%	1,750,000.00
Subtotal	<u>57,508,367.30</u>	<u>57,618,135.00</u>	<u>76.8%</u>	<u>1.010%</u>	<u>46,434,570.00</u>
<b>Short-term investments:</b>					
State Local Agency Investment Fund	12,079,865.45	12,079,865.45	16.1%	0.245%	15,046,647.38
Federal agency securities	1,003,510.00	999,500.00	1.3%	1.051%	1,998,450.00
Municipal bond	1,001,940.00	1,009,430.00	1.3%	1.486%	-
Certificates of Deposit - negotiable and local banks	2,253,925.00	2,250,000.00	3.0%	0.621%	500,000.00
Subtotal	<u>16,339,240.45</u>	<u>16,338,795.45</u>	<u>21.8%</u>	<u>0.423%</u>	<u>17,545,097.38</u>
<b>Savings, checking and change funds</b>					
Savings accounts	63,310.22	63,310.22	0.1%	0.250%	63,727.98
Checking accounts	410,543.04	410,543.04	0.5%	Earnings Allowance	530,699.54
Petty cash/change funds	3,617.75	3,617.75	0.0%	Credit (a).	3,617.75
Subtotal	<u>477,471.01</u>	<u>477,471.01</u>	<u>0.6%</u>	<u>0.245%</u>	<u>598,045.27</u>
<b>Trustee-held investments</b>	594,969.21	594,969.21	0.8%		685,337.19
<b>Grand total - cash and investments</b>	<b>\$ 74,920,047.97</b>	<b>\$ 75,029,370.67</b>	<b>100.0%</b>		<b>\$ 65,263,049.84</b>

(a). The earnings allowance credit applies to funds held by Bank of America and partially offset bank fees.

**Cash and Investment Custody (statements and reconciliations are available on request)**

Union Bank Institutional Custody	\$ 61,267,742.30	\$ 61,377,065.00	\$ 48,683,020.00
State Local Agency Investment Fund	12,079,865.45	12,079,865.45	15,046,647.38
Bank of New York Trustee	594,969.21	594,969.21	685,337.19
Bank of America	473,853.26	473,853.26	594,427.52
Citizens Business Bank	250,000.00	250,000.00	250,000.00
JP Morgan Chase Bank	250,000.00	250,000.00	0.00
Internal change funds	3,617.75	3,617.75	3,617.75
<b>Cash and investments total</b>	<b>\$ 74,920,047.97</b>	<b>\$ 75,029,370.67</b>	<b>\$ 65,263,049.84</b>

**City of Laguna Beach**  
Investment Portfolio Detail - Unaudited

At May 31, 2013

Investment Type	Par Value	Market Value From Custodian	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Earlier of First Call or Mat	Coupon Rate	Yield to Mat (a)	Days to Maturity	Days to Call or Mat (b)
(1) State Investment Pool (LAIF)	12,079,865.45	12,079,865.45	12,079,865.45			Today	Today	0.245%	0.245%	Today	Today
(2) CD Investment in Local Banks	500,000.00	500,000.00	500,000.00		Various	Various	Various	0.320%	0.320%	234	234
(3) California St Var Purp GO and GO Ref	1,000,000.00	1,001,940.00	1,009,430.00	9,430.00	10/03/11	09/01/13	09/01/13	1.500%	1.000%	93	93
(4) CD Bank Hapoalim BM NY	250,000.00	250,080.00	250,000.00		10/23/12	10/23/13	10/23/13	0.500%	0.500%	145	145
(5) Agency Federal Home Loan Bank	1,000,000.00	1,003,510.00	999,500.00	(500.00)	08/30/10	10/30/13	10/30/13	1.000%	1.051%	152	152
(6) CD Ally Bk Midvale Utah	250,000.00	250,815.00	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	227	227
(7) CD Barclays Bk Del	250,000.00	250,815.00	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	227	227
(8) CD Fifth third Bank	250,000.00	249,837.50	250,000.00		02/20/13	02/20/14	02/20/14	0.400%	0.400%	265	265
(9) CD Apple Bk	250,000.00	250,987.50	250,000.00		05/23/12	05/23/14	05/23/14	0.500%	0.500%	357	357
(10) CD Discover Bk	250,000.00	250,887.50	250,000.00		05/23/12	05/23/14	05/23/14	0.750%	0.750%	357	357
(11) CD Goldman Sachs Bk	250,000.00	250,502.50	250,000.00		05/23/12	05/23/14	05/23/14	0.800%	0.800%	357	357
(12) CD Compass Bk	250,000.00	250,887.50	250,000.00		06/02/12	06/02/14	06/02/14	0.800%	0.800%	367	367
(13) CD BMW Bank of NA	250,000.00	250,907.50	250,000.00		06/22/12	06/23/14	06/23/14	0.750%	0.750%	388	388
(14) CD Sallie Mae Bank	250,000.00	250,945.00	250,000.00		08/15/12	08/15/14	08/15/14	0.900%	0.900%	441	441
(15) CD Sovereign Bank	250,000.00	250,310.00	250,000.00		08/29/12	08/29/14	08/29/14	0.750%	0.750%	455	455
(16) Agency Federal Home Loan Bank	1,000,000.00	1,020,480.00	1,000,000.00		04/29/11	10/29/14	10/29/14	1.750%	1.750%	516	516
(17) CD Bank of China	250,000.00	249,560.00	250,000.00		05/01/13	11/03/14	11/03/14	0.750%	0.750%	521	521
(18) CD Synovus Bank GA	249,000.00	249,961.14	249,000.00		11/30/12	11/28/14	11/28/14	0.500%	0.500%	546	546
(19) CD Huntington National Bk	250,000.00	251,485.00	250,000.00		06/08/12	12/08/14	12/08/14	0.750%	0.750%	556	556
(20) CD Safra Natl Bank	250,000.00	251,527.50	250,000.00		06/14/12	12/15/14	12/15/14	0.750%	0.750%	563	563
(21) CD GE Cap Finl Inc.	250,000.00	252,867.50	250,000.00		01/06/12	01/06/15	01/06/15	1.500%	1.500%	585	585
(22) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,002,400.00	1,000,000.00		02/13/12	02/13/15	02/13/14	0.550%	0.550%	623	258
(23) CD Medallion Bank UT	250,000.00	249,187.50	250,000.00		04/29/13	04/29/15	04/29/15	0.350%	0.350%	698	698
(24) CD Privatebank & Trust	250,000.00	249,187.50	250,000.00		05/09/13	05/11/15	05/11/15	0.350%	0.350%	710	710
(25) CD Tennessee State Bank	250,000.00	249,202.50	250,000.00		05/20/13	05/20/15	05/20/15	0.300%	0.300%	719	719
(26) Agency Federal Natl Mtg Assn	1,000,000.00	999,470.00	1,000,000.00		12/05/12	06/05/15	12/05/13	0.420%	0.420%	735	188
(27) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,004,820.00	1,000,000.00		12/30/11	06/30/15	12/30/13	1.000%	1.000%	760	213
(28) Corp Bank of New York Melon	1,000,000.00	1,000,910.00	1,002,580.00	2,580.00	02/13/13	10/23/15	10/23/15	0.700%	0.600%	875	875
(29) Corp General Electric Capital Corp	1,000,000.00	1,032,590.00	1,000,000.00		08/09/11	11/09/15	11/09/15	2.250%	2.250%	892	892
(30) CD Key Bank	250,000.00	249,260.00	250,000.00		05/08/13	11/09/15	11/09/15	0.450%	0.450%	892	892
(31) Corp General Electric Capital Corp	1,000,000.00	1,054,580.00	1,000,000.00		08/26/11	05/09/16	05/09/16	2.950%	2.950%	1,074	1,074
(32) CD Eaglebank	249,000.00	250,725.57	249,000.00		11/21/12	05/20/16	05/20/16	0.650%	0.650%	1,085	1,085
(33) CD Georgia Bk & Tr	249,000.00	250,730.55	249,000.00		11/21/12	05/20/16	05/20/16	0.500%	0.500%	1,085	1,085
(34) Agency Federal Natl Mtg Assn	1,000,000.00	1,000,150.00	1,000,000.00		06/06/11	06/06/16	06/06/13	2.200%	2.200%	1,102	6
(35) Agency Federal Natl Mtg Assn	1,000,000.00	995,180.00	1,000,000.00		05/15/13	08/15/16	11/15/13	0.500%	0.500%	1,172	168
(36) Agency Federal Natl Mtg Assn	1,000,000.00	997,590.00	1,000,000.00		02/25/13	08/25/16	02/25/15	0.600%	0.600%	1,182	635
(37) CD Heritage Bank Com	251,014.41	251,014.41	249,000.00		11/27/12	08/26/16	08/26/16	0.600%	0.600%	1,183	1,183
(38) Agency Federal Home Loan Bank	1,000,000.00	996,270.00	1,000,000.00		10/24/12	10/24/16	04/24/13	0.600%	0.600%	1,242	-
(39) CD Everbank Jacksonville Fla	250,000.00	252,322.50	250,000.00		10/31/12	10/31/16	10/31/16	0.900%	0.900%	1,249	1,249
(40) CD Abacus Federal Savings	249,000.00	251,333.13	249,000.00		11/28/12	11/28/16	11/28/16	0.600%	0.600%	1,277	1,277
(41) Agency Federal Farm Credit Bank	1,000,000.00	994,930.00	998,000.00	(2,000.00)	10/29/12	01/11/17	01/11/13	0.640%	0.688%	1,321	-
(42) Agency Federal Farm Credit Bank	2,000,000.00	1,996,120.00	2,000,000.00		02/13/13	02/13/17	02/13/14	0.790%	0.790%	1,354	258
(43) Agency Federal Natl Mtg Assn	2,000,000.00	2,011,640.00	2,000,000.00		02/14/12	02/14/17	02/14/14	1.250%	1.250%	1,355	259
(44) Agency Federal Natl Mtg Assn	1,000,000.00	1,007,390.00	1,000,000.00		02/21/12	02/21/17	02/21/14	1.300%	1.300%	1,362	266
(45) Agency Federal Farm Credit Bank	1,000,000.00	988,240.00	1,000,000.00		05/01/13	05/01/17	05/01/14	0.690%	0.690%	1,431	335
(46) CD Sterling Savings Bank	250,000.00	248,947.50	250,000.00		05/03/13	05/03/17	05/03/17	0.650%	0.650%	1,433	1,433
(47) Agency Federal Home Loan Bank	1,000,000.00	984,590.00	1,000,000.00		11/08/12	05/08/17	02/08/13	0.740%	0.740%	1,438	-
(48) Corp Berkshire Hathaway Fin	1,000,000.00	1,010,110.00	1,012,480.00	12,480.00	02/05/13	05/15/17	05/15/17	1.600%	1.300%	1,445	1,445

**City of Laguna Beach**  
Investment Portfolio Detail - Unaudited  
At May 31, 2013

	Par Value	Market Value From Custodian	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Earlier of First Call or Mat	Coupon Rate	Yield to Mat (a)	Days to Maturity	Days to Call or Mat (b)
(49) Agency Federal Natl Mtg Assn	1,000,000.00	993,010.00	1,000,000.00		05/22/13	05/22/17	11/22/13	0.700%	0.700%	1,452	175
(50) Agency Federal Farm Credit Bank	1,000,000.00	988,860.00	1,000,000.00		06/20/12	06/20/17	06/20/13	1.100%	1.100%	1,481	20
(51) Agency Federal Home Ln Mtg Corp	1,000,000.00	988,060.00	1,000,000.00		12/27/12	06/27/17	06/27/13	0.750%	0.750%	1,488	27
(52) Agency Federal Natl Mtg Assn	1,000,000.00	986,760.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.160%	1.160%	1,489	28
(53) Agency Federal Natl Mtg Assn	1,000,000.00	986,580.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.125%	1.125%	1,489	28
(54) Agency Federal Farm Credit Bank	1,000,000.00	999,430.00	1,000,000.00		07/11/12	07/10/17	07/10/13	1.040%	1.040%	1,501	40
(55) Agency Federal Farm Credit Bank	1,000,000.00	998,080.00	1,000,000.00		07/25/12	07/24/17	07/24/13	0.970%	0.970%	1,515	54
(56) Agency Federal Home Ln Mtg Corp	1,000,000.00	999,350.00	1,000,000.00		07/24/12	07/24/17	07/24/13	1.125%	1.125%	1,515	54
(57) Corp PepsiCo Inc	1,110,000.00	1,104,771.90	1,118,325.00	8,325.00	01/07/13	08/13/17	08/13/17	1.250%	1.082%	1,535	1,535
(58) Agency Federal Farm Credit Bank	1,000,000.00	985,830.00	999,000.00	(1,000.00)	09/05/12	09/05/17	12/05/12	0.990%	1.011%	1,558	-
(59) Agency Federal Farm Credit Bank	2,000,000.00	1,989,880.00	1,999,250.00	(750.00)	09/18/12	09/05/17	09/05/13	0.970%	0.980%	1,558	97
(60) CD Gold Coast Bank	250,000.00	253,747.50	250,000.00		09/19/12	09/19/17	09/19/17	1.000%	1.000%	1,572	1,572
(61) CD World Financial Capital	245,000.00	248,768.10	245,000.00		09/27/12	09/21/17	09/21/17	1.050%	1.050%	1,574	1,574
(62) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,000,900.00	1,000,000.00		09/25/12	09/25/17	09/25/13	0.500%	0.500%	1,578	117
(63) Agency Federal Natl Mtg Assn	1,000,000.00	994,260.00	1,000,000.00		09/27/12	09/27/17	09/27/13	1.000%	1.000%	1,580	119
(64) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,000,110.00	1,000,000.00		09/27/12	09/27/17	03/27/13	0.700%	0.700%	1,580	-
(65) CD American Express Centurion	250,000.00	253,667.50	250,000.00		10/04/12	10/04/17	10/04/17	1.550%	1.550%	1,587	1,587
(66) Agency Federal Farm Credit Bank	1,000,000.00	989,120.00	1,000,000.00		10/10/12	10/10/17	01/10/13	0.900%	0.900%	1,593	-
(67) Agency Federal Natl Mtg Assn	1,000,000.00	994,320.00	1,000,000.00		10/18/12	10/18/17	10/18/13	0.870%	0.870%	1,601	140
(68) Agency Federal Natl Mtg Assn	1,000,000.00	992,060.00	1,000,000.00		10/25/12	10/25/17	10/25/13	0.900%	0.900%	1,608	147
(69) Agency Federal Home Ln Mtg Corp	1,000,000.00	989,000.00	1,000,000.00		12/11/12	12/11/17	06/11/13	1.000%	1.000%	1,655	11
(70) Agency Federal Home Loan Bank	1,000,000.00	986,670.00	1,000,000.00		12/28/12	12/28/17	06/28/13	0.840%	0.840%	1,672	28
(71) Agency Federal Farm Credit Bank	1,000,000.00	991,840.00	999,000.00	(1,000.00)	01/22/13	01/22/18	01/22/14	0.940%	0.961%	1,697	236
(72) Agency Federal Home Loan Bank	1,000,000.00	991,510.00	999,750.00	(250.00)	01/30/13	01/30/18	07/30/13	1.000%	1.005%	1,705	60
(73) Agency Federal Natl Mtg Assn	1,000,000.00	993,860.00	999,750.00	(250.00)	01/30/13	01/30/18	07/30/13	1.020%	1.025%	1,705	60
(74) Agency Federal Natl Mtg Assn Step	1,000,000.00	996,730.00	1,000,000.00		01/30/13	01/30/18	01/30/14	0.750%	0.750%	1,705	244
(75) Agency Federal Home Loan Bank	1,000,000.00	990,250.00	1,000,000.00		02/05/13	02/05/18	08/05/13	1.000%	1.000%	1,711	66
(76) Agency Federal Home Loan Bank	1,000,000.00	992,840.00	1,000,000.00		02/08/13	02/08/18	08/08/13	1.050%	1.050%	1,714	69
(77) Agency Federal Farm Credit Bank	1,000,000.00	995,020.00	1,000,000.00		02/20/13	02/20/18	05/20/13	1.120%	1.120%	1,726	-
(78) Agency Federal Home Loan Bank	2,000,000.00	1,988,960.00	2,000,000.00		02/22/13	02/22/18	08/22/13	1.150%	1.150%	1,728	83
(79) Agency Federal Natl Mtg Assn	1,000,000.00	997,090.00	1,000,000.00		02/22/13	02/22/18	08/22/13	1.200%	1.200%	1,728	83
(80) Agency Federal Natl Mtg Assn Step	1,000,000.00	997,840.00	1,000,000.00		02/28/13	02/28/18	08/28/13	1.000%	1.000%	1,734	89
(81) Agency Federal Home Ln Mtg Corp	1,000,000.00	991,370.00	1,000,000.00		04/25/13	04/25/18	04/25/14	1.150%	1.150%	1,790	329
<b>(82) Total Investments</b>	<b>73,929,865.45</b>	<b>73,847,607.75</b>	<b>73,956,930.45</b>	<b>27,065.00</b>				<b>Avg. Yield or Days</b>	<b>0.880%</b>	<b>1,084</b>	<b>242</b>
(83) Savings, checking and change funds		477,471.01	477,471.01								
(84) Trustee-held investments		594,969.21	594,969.21								
<b>(85) Grand total - cash and investments</b>		<b>74,920,047.97</b>	<b>75,029,370.67</b>					<b>Benchmark 2-Year Treasury Rate</b>	<b>0.300%</b>		

(a) Excluding bonds with interest rates that increase in the future. The lower, more conservative coupon rate as been reported.  
 (b) Continuously callable investments are denoted with a hyphen.