



City of Laguna Beach

Investment Report

December 2012

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,

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

City of Laguna Beach

City Treasurer Monthly Report - Unaudited

For the Month of December 2012

Cash Activity for the Month

Cash and investments, beginning of month	\$	57,604,963.74
Cash receipts		15,347,025.90
Cash disbursements		(4,547,074.35)
Cash and investments, end of month	\$	68,404,915.29

Cash and Investment Portfolio at Month-End

	Market Value	Current Year Cost	Pct of Total	Avg Return	Prior Year Cost
Long-term investments:					
Federal agency securities	\$ 40,107,280.00	\$ 39,995,250.00	58%	1.018%	\$ 37,994,500.00
Medium-term corporate notes	2,086,080.00	2,000,000.00	3%	2.600%	2,000,000.00
Municipal notes and bonds	-	-			1,009,430.00
Negotiable Certificates of Deposit - FDIC insured	5,250,768.29	5,240,000.00	8%	0.838%	-
Subtotal	47,444,128.29	47,235,250.00	69%	1.065%	41,003,930.00
Short-term investments:					
State Local Agency Investment Fund	17,759,503.76	17,759,503.76	26%	0.326%	17,857,443.88
Federal agency securities	1,006,610.00	999,500.00	1%	1.051%	1,998,450.00
Municipal notes and bonds	1,005,140.00	1,009,430.00	1%	1.486%	-
Certificates of Deposit - FDIC insured	499,955.00	500,000.00	1%	0.430%	500,000.00
Subtotal	20,271,208.76	20,268,433.76	30%	0.422%	20,355,893.88
Savings, checking and change funds					
Savings accounts	49,754.17	49,754.17	0%		50,367.83
Checking accounts	248,326.83	248,326.83	0%		344,200.75
Deposit in transit from custodian	5,000.00	5,000.00			-
Petty cash/change funds	3,617.75	3,617.75	0%		3,617.75
Subtotal	306,698.75	306,698.75	0%		398,186.33
Trustee-held investments					
	594,532.78	594,532.78	1%	0.326%	1,063,874.96
Grand total - cash and investments	\$ 68,616,568.58	\$ 68,404,915.29	100%		\$ 62,821,885.17

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

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

Union Bank Institutional Custody	\$	49,710,833.29	\$	49,499,180.00	\$	43,252,380.00
State Local Agency Investment Fund		17,759,503.76		17,759,503.76		17,857,443.88
Bank of New York Trustee		594,532.78		594,532.78		1,063,874.96
Bank of America		298,081.00		298,081.00		394,568.58
Citizens Business Bank		250,000.00		250,000.00		250,000.00
Internal change funds		3,617.75		3,617.75		3,617.75
Cash and investments total	\$	68,616,568.58	\$	68,404,915.29	\$	62,821,885.17

City of Laguna Beach
Investment Portfolio Detail - Unaudited
At December 31, 2012

Investment Type	Par Value	Market Value	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Next Call Maturity	Coupon Rate	Yield to Mat (a)	Days to Maturity	Days to Call (b)
(1) State Investment Pool (LAIF)	17,759,503.76	17,759,503.76	17,759,503.76			Today	Today	0.326%	0.326%	Today	Today
(2) CD Investment in Local Banks	250,000.00	250,000.00	250,000.00		09/20/12	09/20/13	09/20/13	0.360%	0.360%	263	263
(3) California St Var Purp GO and GO Ref	1,000,000.00	1,005,140.00	1,009,430.00	9,430.00	10/03/11	09/01/13	09/01/13	1.500%	1.000%	244	244
(4) CD Bank Hapoalim BM NY	250,000.00	249,955.00	250,000.00		10/23/12	10/23/13	10/23/13	0.500%	0.500%	296	296
(5) Agency Federal Home Loan Bank	1,000,000.00	1,006,610.00	999,500.00	(500.00)	08/30/10	10/30/13	10/30/13	1.000%	1.051%	303	303
(6) CD Ally Bk Midvale Utah	250,000.00	250,985.00	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	378	378
(7) CD Barclays Bk Del	250,000.00	250,985.00	250,000.00		01/13/12	01/13/14	01/13/14	1.000%	1.000%	378	378
(8) CD Apple Bk	250,000.00	250,840.00	250,000.00		05/23/12	05/23/14	05/23/14	0.500%	0.500%	508	508
(9) CD Discover Bk	250,000.00	250,700.00	250,000.00		05/23/12	05/23/14	05/23/14	0.750%	0.750%	508	508
(10) CD Goldman Sachs Bk	250,000.00	250,700.00	250,000.00		05/23/12	05/23/14	05/23/14	0.800%	0.800%	508	508
(11) CD Compass Bk	250,000.00	250,675.00	250,000.00		06/02/12	06/02/14	06/02/14	0.800%	0.800%	518	518
(12) CD BMW Bank of NA	250,000.00	250,617.50	250,000.00		06/22/12	06/23/14	06/23/14	0.750%	0.750%	539	539
(13) CD Sallie Mae Bank	250,000.00	250,447.50	250,000.00		08/15/12	08/15/14	08/15/14	0.900%	0.900%	592	592
(14) CD Sovereign Bank	250,000.00	249,535.00	250,000.00		08/29/12	08/29/14	08/29/14	0.750%	0.750%	606	606
(15) Agency Federal Home Loan Bank	1,000,000.00	1,026,570.00	1,000,000.00		04/29/11	10/29/14	10/29/14	1.750%	1.750%	667	667
(16) CD Synovus Bank GA	249,000.00	248,985.06	249,000.00		11/30/12	11/28/14	11/28/14	0.500%	0.500%	697	697
(17) CD Huntington National Bk	250,000.00	250,600.00	250,000.00		06/08/12	12/08/14	12/08/14	0.750%	0.750%	707	707
(18) CD Safra Natl Bank	250,000.00	250,617.50	250,000.00		06/14/12	12/15/14	12/15/14	0.750%	0.750%	714	714
(19) CD GE Cap Finl Inc.	250,000.00	252,452.50	250,000.00		01/06/12	01/06/15	01/06/15	1.500%	1.500%	736	736
(20) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,003,610.00	1,000,000.00		02/13/12	02/13/15	02/13/14	0.550%	0.550%	774	409
(21) Agency Federal Natl Mtg Assn	1,000,000.00	999,800.00	1,000,000.00		12/05/12	06/05/15	12/05/13	0.420%	0.420%	886	339
(22) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,005,940.00	1,000,000.00		12/30/11	06/30/15	12/30/13	1.000%	1.000%	911	364
(23) Agency Federal Home Ln Mtg Corp	1,000,000.00	1,000,700.00	1,000,000.00		01/30/12	10/30/15	01/30/13	1.000%	1.000%	1,033	30
(24) General Electric Capital Corp	1,000,000.00	1,032,710.00	1,000,000.00		08/09/11	11/09/15	11/09/15	2.250%	2.250%	1,043	1,043
(25) General Electric Capital Corp	1,000,000.00	1,053,370.00	1,000,000.00		08/26/11	05/09/16	05/09/16	2.950%	2.950%	1,225	1,225
(26) CD Eaglebank	249,000.00	248,611.56	249,000.00		11/21/12	05/20/16	05/20/16	0.650%	0.650%	1,236	1,236
(27) CD Georgia Bk & Tr	249,000.00	248,611.56	249,000.00		11/21/12	05/20/16	05/20/16	0.500%	0.500%	1,236	1,236
(28) Agency Federal Natl Mtg Assn	1,000,000.00	1,007,760.00	1,000,000.00		06/06/11	06/06/16	06/06/13	2.200%	2.200%	1,253	157
(29) CD Heritage Bank Com	249,000.00	248,726.10	249,000.00		11/27/12	08/26/16	08/26/16	0.600%	0.600%	1,334	1,334
(30) Agency Federal Home Loan Bank	1,000,000.00	998,240.00	1,000,000.00		10/24/12	10/24/16	04/24/13	0.600%	0.600%	1,393	114
(31) CD Everbank Jacksonville Fla	250,000.00	249,937.50	250,000.00		10/31/12	10/31/16	10/31/16	0.900%	0.900%	1,400	1,400
(32) CD Abacus Federal Savings	249,000.00	248,885.46	249,000.00		11/28/12	11/28/16	11/28/16	0.600%	0.600%	1,428	1,428
(33) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,000,270.00	1,000,000.00	(2,000.00)	01/11/12	01/11/17	01/11/13	1.250%	1.250%	1,472	11
(34) Agency Federal Farm Credit Bank	1,000,000.00	998,470.00	998,000.00		10/29/12	01/11/17	01/11/13	0.640%	0.688%	1,472	11
(35) Agency Federal Farm Credit Bank	2,000,000.00	2,001,000.00	2,000,000.00		01/18/12	01/18/17	01/18/13	1.270%	1.270%	1,479	18
(36) Agency Federal Farm Credit Bank	1,000,000.00	1,000,920.00	1,000,000.00		01/30/11	01/30/17	01/30/13	1.230%	1.230%	1,491	30
(37) Agency Federal Natl Mtg Assn Step	1,000,000.00	1,000,450.00	1,000,000.00		01/30/11	01/30/17	01/30/13	0.750%	0.750%	1,491	30
(38) Agency Federal Farm Credit Bank	1,000,000.00	1,000,710.00	1,000,000.00		02/06/12	02/06/17	02/06/13	1.070%	1.070%	1,498	37
(39) Agency Federal Natl Mtg Assn	2,000,000.00	2,024,740.00	2,000,000.00		02/14/12	02/14/17	02/14/14	1.250%	1.250%	1,506	410
(40) Agency Federal Home Ln Mtg Corp Step	1,000,000.00	1,001,110.00	1,000,000.00		02/15/12	02/15/17	02/15/13	1.000%	1.000%	1,507	46
(41) Agency Federal Natl Mtg Assn	1,000,000.00	1,012,220.00	1,000,000.00		02/21/12	02/21/17	02/21/14	1.300%	1.300%	1,513	417

City of Laguna Beach
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At December 31, 2012

	Investment Type	Par Value	Market Value	Purchase Price	Premium (Discount)	Purchase or Dated	Maturity Date	Next Call Maturity	Coupon Rate	Yield to Mat (a)	Days to Maturity	Days to Call (b)
(42)	Agency Federal Home Loan Bank	1,000,000.00	999,970.00	1,000,000.00		11/08/12	05/08/17	02/08/13	0.740%	0.740%	1,589	39
(43)	Agency Federal Home Loan Bank	1,000,000.00	1,000,090.00	999,000.00	(1,000.00)	05/30/12	05/30/17	11/30/12	1.150%	1.173%	1,611	-
(44)	Agency Federal Farm Credit Bank	1,000,000.00	1,004,020.00	1,000,000.00		06/20/12	06/20/17	06/20/13	1.100%	1.100%	1,632	171
(45)	Agency Federal Home Ln Mtg Corp	1,000,000.00	996,190.00	1,000,000.00		12/27/12	06/27/17	06/27/13	0.750%	0.750%	1,639	178
(46)	Agency Federal Natl Mtg Assn	1,000,000.00	1,004,320.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.160%	1.160%	1,640	179
(47)	Agency Federal Natl Mtg Assn	1,000,000.00	1,004,080.00	1,000,000.00		06/28/12	06/28/17	06/28/13	1.125%	1.125%	1,640	179
(48)	Agency Federal Farm Credit Bank	1,000,000.00	1,003,390.00	1,000,000.00		07/11/12	07/10/17	07/10/13	1.040%	1.040%	1,652	191
(49)	Agency Federal Farm Credit Bank	1,000,000.00	1,003,330.00	1,000,000.00		07/25/12	07/24/17	07/24/13	0.970%	0.970%	1,666	205
(50)	Agency Federal Home Ln Mtg Corp	1,000,000.00	1,003,810.00	1,000,000.00		07/24/12	07/24/17	07/24/13	1.125%	1.125%	1,666	205
(51)	Agency Federal Home Ln Mtg Corp	1,000,000.00	1,000,620.00	1,000,000.00		07/25/12	07/25/17	01/25/13	1.100%	1.100%	1,667	25
(52)	Agency Federal Farm Credit Bank	1,000,000.00	1,000,080.00	999,000.00	(1,000.00)	09/05/12	09/05/17	12/05/12	0.990%	1.011%	1,709	-
(53)	Agency Federal Farm Credit Bank	2,000,000.00	2,005,220.00	1,999,250.00	(750.00)	09/18/12	09/05/17	09/05/13	0.970%	0.980%	1,709	248
(54)	Agency Federal Farm Credit Bank	1,000,000.00	1,000,070.00	1,000,000.00		09/13/12	09/13/17	12/13/12	1.020%	1.020%	1,717	-
(55)	CD Gold Coast Bank	250,000.00	250,977.50	250,000.00		09/19/12	09/19/17	09/19/17	1.000%	1.000%	1,723	1,723
(56)	CD World Financial Capital	245,000.00	246,051.05	245,000.00		09/27/12	09/21/17	09/21/17	1.050%	1.050%	1,725	1,725
(57)	Agency Federal Natl Mtg Assn Step	1,000,000.00	1,000,990.00	1,000,000.00		09/25/12	09/25/17	09/25/13	0.500%	0.500%	1,729	268
(58)	Agency Federal Natl Mtg Assn	1,000,000.00	1,001,560.00	1,000,000.00		09/27/12	09/27/17	09/27/13	1.000%	1.000%	1,731	270
(59)	Agency Federal Natl Mtg Assn Step	1,000,000.00	1,002,450.00	1,000,000.00		09/27/12	09/27/17	03/27/13	0.700%	0.700%	1,731	86
(60)	CD American Express Centurion	250,000.00	250,827.50	250,000.00		10/04/12	10/04/17	10/04/17	1.550%	1.550%	1,738	1,738
(61)	Agency Federal Farm Credit Bank	1,000,000.00	998,910.00	1,000,000.00		10/10/12	10/10/17	01/10/13	0.900%	0.900%	1,744	10
(62)	Agency Federal Natl Mtg Assn	1,000,000.00	1,002,010.00	1,000,000.00		10/18/12	10/18/17	10/18/13	0.870%	0.870%	1,752	291
(63)	Agency Federal Natl Mtg Assn	1,000,000.00	999,510.00	1,000,000.00		10/25/12	10/25/17	10/25/13	0.900%	0.900%	1,759	298
(64)	Agency Federal Home Ln Mtg Corp	1,000,000.00	998,090.00	1,000,000.00		12/11/12	12/11/17	06/11/13	1.000%	1.000%	1,806	162
(65)	Agency Federal Home Loan Bank	1,000,000.00	996,060.00	1,000,000.00		12/28/12	12/28/17	06/28/13	0.840%	0.840%	1,823	179
(66)	Total Investments	67,499,503.76	67,715,337.05	67,503,683.76	4,180.00				Avg. Yield or Days	0.872%	1,014	218
									Benchmark 2-Year Treasury Rate	0.250%		

(a) Excluding bonds with interest rates that increase in the future. The lower, more conservative coupon rate as been reported.

(b) A " " has been used for continuously callable investments.

(67)	Savings, checking and change funds	306,698.75										
(68)	Trustee-held investments	594,532.78										
(69)	Grand total - cash and investments	68,616,568.58	68,404,915.29									