



Staff Report

TO: City Council
FROM: Jennifer Ustation, Finance Director
DATE: August 1, 2023
SUBJECT: FY2022-2023 4th Quarter Cash and Investment Report

Description Receive and file the 4th Quarter Cash and Investment Report.

Background and Analysis:

In accordance with Government Code Section 53646(8)(1) and per the City's Investment Policy, the City Treasurer through the Finance Department shall submit to the Finance Committee a quarterly report that will then be taken to the City Council.

Staff have prepared the investment reports and certification as of quarter ending June 30, 2023. A summary of bank activity by each month in the quarter is provided below.

Bank Name	Beginning Bank Balance April 1, 2023	Deposits	Payments	Ending Bank Balance April 31, 2023
Wells Fargo Checking	111,676.00	12,892,939.80	12,995,764.80	8,851.00
Wells Fargo - Sweep	34,387,212.65	6,888,047.76	4,416,318.32	36,858,942.09
Bank of Hemet - Payroll	1,620,865.88	3,000,000.00	1,309,623.16	3,311,242.72
Bank of Hemet - Gas Tax	4,878,817.67	198,622.99	-	5,077,440.66
Bank of Hemet - Evidence and Seizure Fund	344,249.20	26.41	-	344,275.61
Bank of Hemet - Construction	8,476,027.70	650.22	-	8,476,677.92
Grand Total	49,818,849.10	22,980,287.18	18,721,706.28	54,077,430.00

Bank Name	Beginning Bank Balance May 1, 2023	Deposits	Payments	Ending Bank Balance May 28, 2023
Wells Fargo Checking	8,851.00	33,653,716.08	33,611,974.08	50,593.00
Wells Fargo - Sweep	36,858,942.09	25,210,383.24	4,711,231.70	57,358,093.63
Bank of Hemet - Payroll	3,311,242.72	-	1,416,953.76	1,894,288.96
Bank of Hemet - Gas Tax	5,077,440.66	172,540.75	-	5,249,981.41
Bank of Hemet - Evidence and Seizure Fund	344,275.61	31.13	-	344,306.74
Bank of Hemet - Construction	8,476,677.92	743.90	293,094.52	8,184,327.30
Grand Total	54,077,430.00	59,037,415.10	40,033,254.06	73,081,591.04

Bank Name	Beginning Bank Balance June 1, 2023	Deposits	Payments	Ending Bank Balance June 31, 2023
Wells Fargo Checking	50,593.00	23,245,486.47	22,144,710.47	1,151,369.00
Wells Fargo - Sweep	57,358,093.63	5,992,094.37	4,192,722.96	59,157,465.04
Bank of Hemet - Payroll	1,894,288.96	2,500,000.00	2,143,119.45	2,251,169.51
Bank of Hemet - Gas Tax	5,249,981.41	235,258.09	1,659,375.43	3,825,864.07
Bank of Hemet - Evidence and Seizure Fund	344,306.74	28.30		344,335.04
Bank of Hemet - Construction	8,184,327.30	672.68		8,184,999.98
Grand Total	73,081,591.04	31,973,539.91	30,139,928.31	74,915,202.64

BANK BALANCES 4th QTR FY 22-23				
CITIBANK ACCOUNTS	#	April 2023	May 2023	June 2023
Wells Fargo				
GENERAL	52455	\$ 8,851.00	\$ 50,593.00	\$ 1,151,369.00
Sweep		\$ 36,858,942.09	\$ 57,358,093.63	\$ 59,157,465.04
		<u>\$ 36,867,793.09</u>	<u>\$ 57,408,686.63</u>	<u>\$ 60,308,834.04</u>
BANK OF HEMET				
PAYROLL	50301	\$ 3,311,242.72	\$ 1,894,288.96	\$ 2,251,169.51
GAS TAX	21901	\$ 5,077,440.66	\$ 5,249,981.41	\$ 3,825,864.07
EVIDENCE AND SEIZURE FUND	20042	\$ 344,275.61	\$ 344,306.74	\$ 344,335.04
CONSTRUCTION	20048	\$ 8,476,677.92	\$ 8,184,327.30	\$ 8,184,999.98
		<u>\$ 17,209,636.91</u>	<u>\$ 15,672,904.41</u>	<u>\$ 14,606,368.60</u>
US BANK				
INVESTMENT PORTFOLIO	10770	\$ 45,361,757.68	\$ 45,355,415.09	\$ 70,469,097.77
LIQUIDITY FUND	13574	\$ 35,801,761.37	\$ 35,931,565.06	\$ 11,073,343.50
		<u>\$ 81,163,519.05</u>	<u>\$ 81,286,980.15</u>	<u>\$ 81,542,441.27</u>
LAIF	3-056	<u>\$ 48,183,585.45</u>	<u>\$ 48,183,585.45</u>	<u>\$ 48,183,585.45</u>
PARS		<u>\$ 2,451,392.46</u>	<u>\$ 2,431,213.87</u>	<u>\$ 2,529,270.71</u>

The significant transactions during the quarter were as follows:

- LAIF interest recorded on 4/14/2023 in the amount of \$322,571.43, in comparison to prior year 3rd quarter payment was \$55,981.40.

- Net income received for the quarter on the portfolio managed by Public Trust is \$714,981.11.
- Interest received for the quarter on the Wells Fargo Sweep account is \$558,408.84.
- Interest received for the quarter on the Bank of Hemet accounts is \$3,321.42.
- The PARS earnings for FY23 are \$175,481.32.

The March PARS report was not available at the last meeting; therefore, it has been included in the attachments to this report along with the 4th quarter reports.

The City's sweep account is at a level over the investment policy threshold. City staff have been working with the City Treasurer for investment options for these funds which include purchasing CDs and establishing an account with a Joint Powers Association (JPA) Local Government Investment Fund (LGIF) that will complement LAIF. These transactions will be completed by the end of this month.

The Finance and Audit Committee reviewed this report at the July 24, 2023, meeting.

Fiscal Impact:

The estimated cost to prepare this report is \$840.

Recommended Action:

Receive and file report.

Attachments:

- A. Pooled Cash Investments Holding Report as of June 30, 2023
- B. Pooled Cash Report as of June 30, 2023
- C. Investment Certification for Quarter Ending June 30, 2023
- D. Wilmington Trust Security Listings as of June 30, 2023
- E. Wilmington Trust Maturity Dates
- F. Public Trust Advisors Aggregate Portfolio Report
- G. PARS Report for Period Ending March 31, 2023
- H. PARS Report for Period Ending June 30, 2023