



Staff Report

TO: City Council
FROM: Jennifer Ustation, Finance Director
DATE: August 20, 2024
SUBJECT: FY2023-2024 4th Quarter Investment Report

Description FY2023-2024 investment activity report for the months of April through June 2024.

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 has prepared the investment reports and certification as of quarter ending June 30, 2024. A summary of bank activity by each month in the quarter is provided below.

BANK BALANCES 4th QTR FY 23-24				
CITIBANK ACCOUNTS	#	April 2024	May 2024	June 2024
Wells Fargo				
GENERAL	52455	\$ 3,260,368.00	\$ 3,259,635.00	\$ 3,450,465.00
Sweep		\$ 18,993,312.91	\$ 35,075,435.83	\$ 24,125,308.58
		<u>\$ 22,253,680.91</u>	<u>\$ 38,335,070.83</u>	<u>\$ 27,575,773.58</u>
BANK OF HEMET				
PAYROLL	50301	\$ -	\$ -	\$ -
Payroll Sweep Account	6209	\$ 2,867,951.74	\$ 564,743.31	\$ 1,322,345.59
GAS TAX	21901	\$ 4,991,837.31	\$ 5,247,388.53	\$ 5,535,478.48
EVIDENCE AND SEIZURE FUND	20042	\$ 300,186.58	\$ 301,066.17	\$ 301,862.96
CONSTRUCTION	20048	\$ 8,329,623.33	\$ 7,056,780.23	\$ 7,075,456.53
		<u>\$ 16,489,598.96</u>	<u>\$ 13,169,978.24</u>	<u>\$ 14,235,143.56</u>
US BANK				
INVESTMENT PORTFOLIO	10770	\$ 72,133,041.87	\$ 72,288,079.10	\$ 72,468,702.68
LIQUIDITY FUND	13574	\$ 11,621,662.69	\$ -	\$ 20,334.80
		<u>\$ 83,754,704.56</u>	<u>\$ 72,288,079.10</u>	<u>\$ 72,489,037.48</u>
LAIF	3-056	<u>\$ 50,020,875.79</u>	<u>\$ 50,020,875.79</u>	<u>\$ 50,020,875.79</u>
CALIFORNIA CLASS	0001	<u>\$ 20,687,912.38</u>	<u>\$ 32,481,877.85</u>	<u>\$ 32,625,626.56</u>
PARS		<u>\$ 2,694,380.80</u>	<u>\$ 2,775,738.45</u>	<u>\$ 3,436,594.50</u>

The significant transactions during the quarter were as follows:

- LAIF interest recorded on 4/30/2024 in the amount of \$528,810.43, in comparison to prior year 3rd quarter payment was \$187,967.67.
- Net income received for the quarter on the portfolio managed by Public Trust is \$717,806.75.
- Net income received for the quarter on the liquidity fund managed by Public Trust is \$67,189.80.
- Interest received for the quarter on the Wells Fargo Sweep account is \$294,754.16.
- Interest received for the quarter on the Bank of Hemet accounts is \$124,273.88.
- Interest earned in CA Class fund for the quarter is \$360,483.33.
- The PARS earnings for the quarter are \$35,433.36.

Two CDs with BMO matured on July 29, 2024, and August 2, 2024. It was recommended to the Financial and Audit Committee to reinvest one into a twelve-month CD with BMO at an estimated rate of 4.356% and one in an eighteen-month CD at an estimated rate of 4.115%. The rate on CDs changes weekly and the estimated rate was based on a quote received 7/8/2024. The actual received rates at time of maturity were 4.416% and 3.89%. The City has also reached the threshold limit for money market funds.

This report was presented to the Finance and Audit Committee on July 22, 2024.

Fiscal Impact:

The estimated cost to prepare this report is \$320.

Recommended Action:

Receive and file report.

Attachments:

- A. Pooled Cash Investments Holding Report as of June 30, 2024
- B. Pooled Cash Report as of June 30, 2024
- C. Bank Balances as of June 30, 2024
- D. Investment Certification for Quarter Ending June 30, 2024
- E. Zions Bank Security Listings June 30, 2024
- F. Public Trust Board Report for period ending June 30, 2024
- G. PARS Statement for June 30, 2024