



Staff Report

TO: City Council
FROM: Jennifer Ustation, Finance Director
DATE: November 4, 2025
SUBJECT: FY2025-2026 1st 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 September 30, 2025. A summary of bank activity by each month in the quarter is provided below.

BANK BALANCES 1st QTR FY 25-26				
CITIBANK ACCOUNTS	#	July 2025	August 2025	September 2025
Wells Fargo				
GENERAL	52455	\$ 3,300,509.00	\$ 3,250,221.00	\$ 5,799,538.00
Sweep		\$ 25,678,448.33	\$ 25,549,623.52	\$ 18,497,745.62
		<u>\$ 28,978,957.33</u>	<u>\$ 28,799,844.52</u>	<u>\$ 24,297,283.62</u>
HCN				
PAYROLL	50301	\$ -	\$ -	\$ -
Payroll Sweep Account	6209	\$ 3,251,918.08	\$ 1,582,041.52	\$ 4,655,949.31
GAS TAX	21901	\$ 5,621,510.32	\$ 5,924,677.79	\$ 6,304,174.22
EVIDENCE AND SEIZURE FUND	20042	\$ 216,454.56	\$ 216,918.90	\$ 217,432.37
CONSTRUCTION	20048	\$ 4,239,993.43	\$ 2,200,332.92	\$ 2,205,541.38
		<u>\$ 13,329,876.39</u>	<u>\$ 9,923,971.13</u>	<u>\$ 13,383,097.28</u>
US BANK				
INVESTMENT PORTFOLIO	10770	\$ 76,670,240.14	\$ 77,268,317.72	\$ 77,539,854.33
LIQUIDITY FUND	13574	\$ 21,294.27	\$ 21,364.95	\$ 21,435.65
		<u>\$ 76,691,534.41</u>	<u>\$ 77,289,682.67</u>	<u>\$ 77,561,289.98</u>
LAIF	3-056	<u>\$ 52,924,619.74</u>	<u>\$ 52,924,619.74</u>	<u>\$ 52,924,619.74</u>
CALIFORNIA CLASS	0001	<u>\$ 40,761,150.70</u>	<u>\$ 40,910,897.67</u>	<u>\$ 41,054,553.52</u>
PARS		<u>\$ 4,392,135.90</u>	<u>\$ 4,468,651.86</u>	<u>\$ 4,558,531.26</u>

The significant transactions during the quarter were as follows:

- LAIF interest recorded on 7/31/2024 in the amount of \$573,560.37, in comparison to prior year 3rd quarter payment was \$570,614.79.
- Net income received for the quarter on the portfolio managed by Public Trust is \$734,266.89.
- Interest received for the quarter on the Wells Fargo Sweep account is \$254,008.32.
- Interest received for the quarter on the Bank of Hemet accounts is \$83,851.44.
- Interest earned in CA Class fund for the quarter is \$443,234.91.
- The PARS earnings for the quarter are \$192,567.20.

A BMO CD matured on 7/30/2025 and was reinvested into a 6-month CD at an annual percentage yield of 3.68%.

This report was presented to the Financial Audit Committee on October 27, 2025.

Fiscal Impact:

There is no fiscal impact to the General Fund associated with receiving and filing this report. The purpose of the quarterly report is to provide transparency regarding the City's investment portfolio and compliance with State law and the City's Investment Policy. Investment earnings for the quarter ended September 30, 2025, totaled approximately \$2,281,489, derived from interest income across LAIF, Public Trust, CA Class, Wells Fargo Sweep, Bank of Hemet, and PARS accounts. All investments were made in accordance with the City's adopted Investment Policy and Government Code Section 53600 et seq.

The estimated cost to prepare this report is \$350.

Recommended Action:

Receive and file report.

Attachments:

- A. Pooled Cash Investments Holding Report as of September 30, 2025
- B. Pooled Cash Report as of September 30, 2025
- C. Investment Certification for Quarter Ending September 30, 2025
- D. Zions Bank Security Listings September 30, 2025
- E. Public Trust Board Report for period ending September 30, 2025
- F. PARS Statement for September 30, 2025