



## Staff Report

**TO:** Honorable Mayor and Members of the City Council  
**FROM:** Lisa Leach, CPA, Interim Finance Director  
**DATE:** May 5, 2026  
**SUBJECT:** FY 2025-2026 3rd Quarter Cash and Investment Report

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**Description:** Receive and file 3<sup>rd</sup> 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 March 31, 2026, and were posted to the Finance and Audit Committee meeting on April 27, 2026, but due to lack of quorum, the item was not discussed. A summary of bank activity by each month in the quarter is provided below.

BANK BALANCES 3rd QTR FY 25-26				
CITIBANK ACCOUNTS	#	January 2026	February 2026	March 2026
<b>Wells Fargo</b>				
GENERAL	52455	\$ 5,250,823.00	\$ 13,533,665.00	\$ 13,570,991.00
Sweep		\$ 36,958,583.94	\$ 17,763,961.42	\$ 20,703,908.14
		<u>\$ 42,209,406.94</u>	<u>\$ 31,297,626.42</u>	<u>\$ 34,274,899.14</u>
<b>HCN</b>				
PAYROLL	50301	\$ -	\$ -	\$ -
Payroll Sweep Account	6209	\$ 438,391.86	\$ 3,574,969.73	\$ 1,654,836.21
GAS TAX	21901	\$ 7,469,723.73	\$ 7,750,777.95	\$ 6,501,215.58
EVIDENCE AND SEIZURE FUND	20042	\$ 219,210.30	\$ 219,605.48	\$ 220,057.93
CONSTRUCTION	20048	\$ 2,223,575.95	\$ 2,227,584.48	\$ 2,232,173.91
		<u>\$ 10,350,901.84</u>	<u>\$ 13,772,937.64</u>	<u>\$ 10,608,283.63</u>
<b>US BANK</b>				
INVESTMENT PORTFOLIO	10770	\$ 78,554,409.97	\$ 78,945,218.43	\$ 78,681,878.88
LIQUIDITY FUND	13574	\$ 21,696.41	\$ 21,757.48	\$ 21,812.52
		<u>\$ 78,576,106.38</u>	<u>\$ 78,966,975.91</u>	<u>\$ 78,703,691.40</u>
<b>LAIF</b>	3-056	<u>\$ 54,068,477.46</u>	<u>\$ 54,068,477.46</u>	<u>\$ 54,068,477.46</u>
<b>CALIFORNIA CLASS</b>	0001	<u>\$ 41,606,716.52</u>	<u>\$ 41,726,162.35</u>	<u>\$ 41,857,114.36</u>
<b>PARS</b>		<u>\$ 4,710,502.41</u>	<u>\$ 4,786,698.46</u>	<u>\$ 4,594,454.37</u>

The significant transactions during the quarter were as follows:

- LAIF interest recorded on 01/15/2026 in the amount of \$565,718.61, in comparison to prior year 3rd quarter payment of \$595,297.23.
- Net income received for the quarter on the portfolio managed by Public Trust is \$879,874.10.
- Interest received for the quarter on the Wells Fargo Sweep account is \$147,274.78.
- Interest received for the quarter on the HCN accounts is \$70,205.81.
- Interest earned in CA Class fund for the quarter is \$383,644.39.
- The PARS loss for the quarter was \$48,435.67 due to volatility in the bond market from Geopolitical factors.
- Interest from Maturity of two BMO CDs in the amount of \$135,313.87.

There is one 12-month BMO CD expected to mature on May 2, 2026. At the time of this report, the new CD rate is expected to be renewed at rate of 3.16%. Staff recommend renewing the CD for an additional 12 months in accordance with the investment policy.

**Fiscal Impact:**

The cost to prepare this report is \$500.

**Recommended Action:**

Receive and file report.

**Attachments:**

- A. Pooled Cash Investments Holding Report as of March 31, 2026
- B. Pooled Cash Report as of March 31, 2026
- C. Investment Certification for Quarter Ending March 31, 2026
- D. Zions Bank Security Listings March 31, 2026
- E. Public Trust Board Report for period ending March 31, 2026
- F. PARS Statement for March 31, 2026