



ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input checked="" type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s). _____	<input type="checkbox"/> Report
<input type="checkbox"/> Res. No(s). _____	<input type="checkbox"/> Public Hearing (Info/consent)
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____

Prepared By: Danielle M. Navas *DNavas* Agenda Item No. S-3
 Reviewed By: City Manager *JRB* City Attorney *RA* Finance *JL* Other (Specify) _____

DATE: January 15, 2014
TO: City Council

FROM: Danielle M. Navas, City Treasurer *Danielle M Navas*

SUBJECT: Quarterly Investment Report for the Second Quarter F/Y 2013-2014

RECOMMENDATION

That City Council accepts the quarterly Investment Report for the Second Quarter F/Y 2013-2014.

DISCUSSION

The City Treasurer will continue to provide this quarterly report to keep you informed of the status of the investment portfolio, however, it is no longer required by state law. This is one of many previously reimbursable state mandated items not required due to lack of state funding. The Investment Policy was presented to City Council with the Annual Report of Investment Policy on October 1, 2013. The City of Oxnard Treasurer’s Office Market Report as of December 31, 2013 is provided as Attachment 1. The source of the market values is Sungard, the vendor of the City’s investment reporting system. Investments in the City’s portfolio meet the requirements of the City of Oxnard’s adopted investment policy. Detailed information regarding individual investments is maintained in the City Treasurer’s Office.

The following statistics provide a summary on the status of the portfolio as of Dec. 31, 2013:

Original cost of investments	\$ 77,983,880	Book Value
Total to be received at maturity	\$ 77,985,000	Par Value
If sold on Dec. 31, 2013	\$ 77,015,048	Market Value
Gain/ (Loss) if sold on Dec. 31, 2013	\$ (968,832)*	

*All investments purchased are held to maturity. Sufficient liquidity is maintained for unexpected needs so that sale of an investment may not be necessary. Any gain or loss related to changing market value is only a “paper” gain or loss, not an increase or decrease in the funds of the City.

Total earnings (2nd quarter)	\$ 200,574**	
Average yield (2nd quarter)	.96%	(for the month .99%)
Average days to maturity (2nd quarter)	1157	(for the month 1208 days)

Subject: Quarterly Investment Report for the Second Quarter F/Y 2013-2014

January 15, 2014

Page 2

The quarterly average yield on the portfolio was .96 percent compared with the Local Agency Investment Fund (LAIF) yield of .26 percent for the same period. The LAIF portfolio is comprised of public funds invested on a short-term basis with priority of safety first followed by need for liquidity and yield, the priorities of the City Treasurer's Investment Policy.

The federal funds rate remains unchanged at .00 to .25 percent.

In compliance with California Government Code section 53646, I hereby certify that sufficient investment liquidity and anticipated revenues are available to meet the City's budgeted and anticipated expenditure requirements for the next six months.

FINANCIAL IMPACT

None at this time.

Attachment #1 –Investment Inventory as of Dec. 31, 2013

Attachment #2 – Benchmark Rate Comparison



Inventory by Market Value

As Of Date: 12/31/2013

Date Basis: Settlement

City of Oxnard - Treasurer's Office

Inv. No.	Description	CUSIP	Purchase Maturity	Coupon YTM TR	Current Par / Share Current Book	Market Value Market Price	Curr Accr Int Price Source
Inv Type: 12 FEDERAL HOME LOAN BANK BONDS							
16924	FHLB	313379J34	06/06/2012	1.150000	2,000,000.00	1,988,040.00	1,597.22
			06/06/2017	1.160322	1,999,300.66	99.402000	SUNGARD
16938	FHLB	313381RE7	01/30/2013	1.000000	2,000,000.00	1,956,360.00	8,388.89
			01/30/2018	1.000000	2,000,000.00	97.818000	SUNGARD
16951	FHLB	313383AV3	06/12/2013	1.000000	2,000,000.00	1,939,060.00	1,055.56
			06/12/2018	1.000000	2,000,000.00	96.953000	SUNGARD
16952	FHLB	313383A68	06/13/2013	1.080000	2,000,000.00	1,944,800.00	1,080.00
			06/13/2018	1.080000	2,000,000.00	97.240000	SUNGARD
16954	FHLB	313383HQ7	06/27/2013	1.200000	2,000,000.00	1,965,720.00	266.67
			06/27/2018	1.200000	2,000,000.00	98.286000	SUNGARD
16955	FHLB	313383HQ7	06/27/2013	1.200000	2,000,000.00	1,965,720.00	266.67
			06/27/2018	1.200000	2,000,000.00	98.286000	SUNGARD
			Subtotal	1.104997	12,000,000.00	11,759,700.00	12,655.01
				1.106717	11,999,300.66	97.997500	
Inv Type: 13 FEDERAL NATIONAL MORTGAGE ASSN							
16923	FNMA	3136G0KQ3	05/25/2012	1.200000	2,000,000.00	1,995,520.00	2,533.33
			05/23/2017	1.200000	2,000,000.00	99.776000	SUNGARD
16931	FNMA	3136G0ZG9	08/28/2012	1.150000	2,000,000.00	1,987,460.00	7,858.33
			08/28/2017	1.150000	2,000,000.00	99.373000	SUNGARD
16935	FNMA	3136G02U4	11/14/2012	.625000	2,000,000.00	1,990,640.00	1,631.94
			11/14/2016	.625000	2,000,000.00	99.532000	SUNGARD
16936	FNMA	3136G04S7	11/21/2012	.750000	2,000,000.00	1,988,600.00	5,416.67
			02/21/2017	.750000	2,000,000.00	99.430000	SUNGARD
16939	FNMA	3135G0TV5	01/30/2013	1.030000	2,000,000.00	1,956,160.00	8,640.56
			01/30/2018	1.030000	2,000,000.00	97.808000	SUNGARD
16942	FNMA	3136G1BK4	02/05/2013	1.000000	2,000,000.00	1,954,260.00	8,111.11
			02/05/2018	1.000000	2,000,000.00	97.713000	SUNGARD
16947	FNMA	3136G1LE7	05/15/2013	1.010000	1,000,000.00	970,030.00	1,290.56
			05/15/2018	1.010000	1,000,000.00	97.003000	SUNGARD
16948	FNMA	3135G0XG3	05/21/2013	1.000000	1,000,000.00	971,270.00	1,111.11
			05/21/2018	1.000000	1,000,000.00	97.127000	SUNGARD
			Subtotal	.965714	14,000,000.00	13,813,940.00	36,593.61
				.965714	14,000,000.00	98.671000	
Inv Type: 17 FEDERAL FARM CREDIT BANK BONDS							
16928	FFCB	3133EAP28	08/22/2012	1.100000	2,000,000.00	1,988,360.00	7,883.33
			08/22/2017	1.100000	2,000,000.00	99.418000	SUNGARD
16929	FFCB	3133EAP28	08/22/2012	1.100000	2,000,000.00	1,988,360.00	7,883.33

ATTACHMENT 1
PAGE 1 OF 4



Inventory by Market Value

As Of Date: 12/31/2013

Date Basis: Settlement

City of Oxnard - Treasurer's Office

Inv. No.	Description	CUSIP	Purchase Maturity	Coupon YTM TR	Current Par / Share Current Book	Market Value Market Price	Curr Accr Int Price Source
			08/22/2017	1.100000	2,000,000.00	99.418000	SUNGARD
16933	FFCB	3133EA3J5	10/10/2012	.900000	2,000,000.00	1,947,560.00	4,050.00
			10/10/2017	.900000	2,000,000.00	97.378000	SUNGARD
16934	FFCB	3133EA4H8	10/11/2012	.820000	2,000,000.00	1,973,060.00	7,744.44
			07/11/2017	.820000	2,000,000.00	98.653000	SUNGARD
16940	FFCB	3133ECEQ3	02/06/2013	1.100000	2,000,000.00	1,962,020.00	8,861.11
			02/06/2018	1.100000	2,000,000.00	98.101000	SUNGARD
16941	FFCB	3133ECEQ3	02/06/2013	1.100000	2,000,000.00	1,962,020.00	8,861.11
			02/06/2018	1.100000	2,000,000.00	98.101000	SUNGARD
16944	FFCB	3133ECL44	04/11/2013	1.000000	2,000,000.00	1,945,660.00	4,444.44
			04/11/2018	1.000000	2,000,000.00	97.283000	SUNGARD
16949	FFCB	3133ECQ56	05/22/2013	1.080000	2,000,000.00	1,935,360.00	2,340.00
			05/22/2018	1.080000	2,000,000.00	96.768000	SUNGARD
16950	FFCB	3133ECRP1	06/11/2013	1.150000	1,250,000.00	1,220,487.50	798.61
			06/11/2018	1.150000	1,250,000.00	97.639000	SUNGARD
16953	FFCB	3133ECSQ8	06/25/2013	1.375000	2,000,000.00	1,964,900.00	458.33
			06/25/2018	1.375000	2,000,000.00	98.245000	SUNGARD
16957	FFCB	3133ECY57	08/28/2013	1.580000	2,000,000.00	2,004,440.00	10,796.67
			08/28/2017	1.580000	2,000,000.00	100.222000	SUNGARD
16958	FFCB	3133ECY63	08/28/2013	2.125000	2,000,000.00	2,004,860.00	14,520.83
			08/28/2018	2.125000	2,000,000.00	100.243000	SUNGARD
16962	FFCB	3133EDCJ9	12/26/2013	1.180000	2,000,000.00	1,987,700.00	327.78
			09/26/2017	1.180000	2,000,000.00	99.385000	SUNGARD
			Subtotal	1.202277	25,250,000.00	24,884,787.50	78,969.98
				1.202277	25,250,000.00	98.553614	

Inv Type: 23 OTHER GOVERNMENT AGENCIES

16915	FHLMC	3134G3PE4	02/24/2012	.850000	2,000,000.00	2,000,000.00	5,997.22
			02/24/2016	.850000	2,000,000.00	100.000000	UPRICE
16922	FHLMC	3134G3UQ1	05/15/2012	1.150000	2,000,000.00	1,993,300.00	2,938.89
			05/15/2017	1.150000	2,000,000.00	99.665000	SUNGARD
16927	FHLMC	3134G3ZR4	08/07/2012	1.000000	2,000,000.00	1,974,080.00	8,000.00
			08/07/2017	1.000000	2,000,000.00	98.704000	SUNGARD
16945	FHLMC	3134G42G2	04/30/2013	1.050000	2,000,000.00	1,940,720.00	3,558.33
			04/30/2018	1.050000	2,000,000.00	97.036000	SUNGARD
16956	FHLMC	3134G4CS5	07/25/2013	1.800000	2,000,000.00	1,974,100.00	15,600.00
			07/25/2018	1.800000	2,000,000.00	98.705000	SUNGARD
			Subtotal	1.170000	10,000,000.00	9,882,200.00	36,094.44
				1.170000	10,000,000.00	98.822000	

ATTACHMENT 1
 PAGE 2 OF 4

Inventory by Market Value

As Of Date: 12/31/2013

Date Basis: Settlement

City of Oxnard - Treasurer's Office

Inv. No.	Description	CUSIP	Purchase Maturity	Coupon YTM TR	Current Par / Share Current Book	Market Value Market Price	Curr Accr Int Price Source
Inv Type: 60 NEGOTIABLE CERTIFICATE OF DEPO							
16959	NCD	17284CTY0	11/14/2013	2.150000	245,000.00	245,000.00	692.71
			11/14/2018	2.150000	245,000.00	100.000000	BOOK
16960	NCD	0606247G2	11/12/2013	2.200000	245,000.00	245,000.00	738.36
			11/13/2018	2.200000	245,000.00	100.000000	BOOK
16961	NCD	795450RJ6	11/13/2013	2.000000	245,000.00	245,000.00	657.81
			11/13/2018	2.000000	245,000.00	100.000000	BOOK
			Subtotal	2.116667	735,000.00	735,000.00	2,088.88
				2.116667	735,000.00	100.000000	
Inv Type: 85 DEPOSIT NOTES							
16943	MTN	25468PCV6	03/05/2013	1.100000	2,000,000.00	1,970,760.00	1,833.33
			12/01/2017	1.100000	2,000,000.00	98.538000	SUNGARD
			Subtotal	1.100000	2,000,000.00	1,970,760.00	1,833.33
				1.100000	2,000,000.00	98.538000	
Inv Type: 86 DEPOSIT NOTES QUARTERLY							
16932	MTN	36962GSY6	06/07/2012	1.450000	2,000,000.00	1,968,660.00	2,413.90
			05/30/2017	1.456211	1,999,578.88	98.433000	SUNGARD
			Subtotal	1.450000	2,000,000.00	1,968,660.00	2,413.90
				1.456211	1,999,578.88	98.433000	
Inv Type: 99 PASSBOOK INTEREST							
16434	LOCAL AGENCY INVEST		07/01/2002	.260000	12,000,000.00	12,000,000.00	11,728.93
			01/01/2014	.260000	12,000,000.00	100.000000	BOOK
			Subtotal	.260000	12,000,000.00	12,000,000.00	11,728.93
				.260000	12,000,000.00	100.000000	
Grand Total			Count 38	1.008052	77,985,000.00	77,015,047.50	182,378.08
				1.008476	77,983,879.54	98.756232	

*Includes Accrued Discount: **\$479.54**
 Earned Interest Yield This Period: **0.99%**

"Per Government Requirements, there are adequate funds available to meet budgeted and actual expenses for the next thirty days"

Inventory by Market Value

As Of Date: 12/31/2013

Date Basis: Settlement

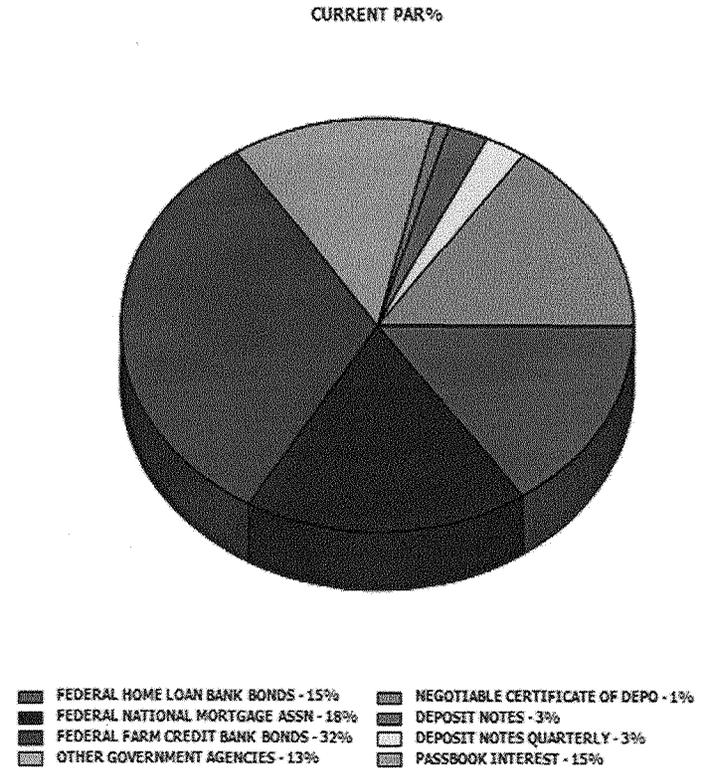
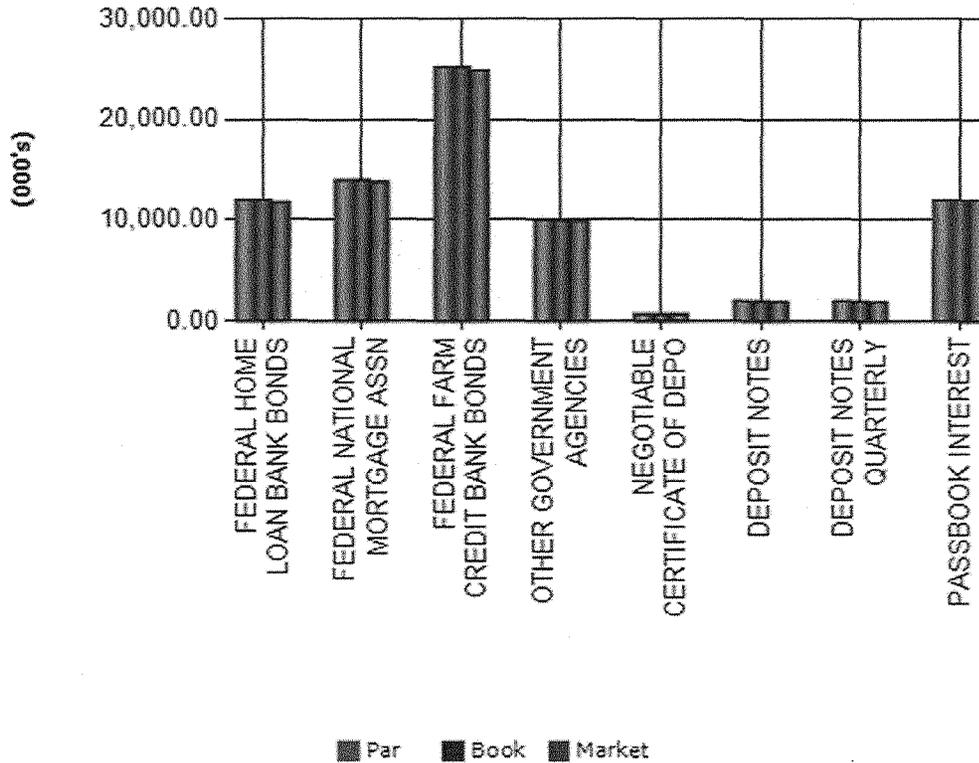
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Reporting Currency: Local

City of Oxnard - Treasurer's Office

Assets (000's)	Current Par	Current Book	Market	MKT/Book	Yield
FEDERAL HOME LOAN BANK BONDS	12,000,000.00	11,999,300.66	11,759,700.00	98.00%	1.11%
FEDERAL NATIONAL MORTGAGE ASSN	14,000,000.00	14,000,000.00	13,813,940.00	98.67%	0.97%
FEDERAL FARM CREDIT BANK BONDS	25,250,000.00	25,250,000.00	24,884,787.50	98.55%	1.20%
OTHER GOVERNMENT AGENCIES	10,000,000.00	10,000,000.00	9,882,200.00	98.82%	1.17%
NEGOTIABLE CERTIFICATE OF DEPO	735,000.00	735,000.00	735,000.00	100.00%	2.12%
DEPOSIT NOTES	2,000,000.00	2,000,000.00	1,970,760.00	98.54%	1.10%
DEPOSIT NOTES QUARTERLY	2,000,000.00	1,999,578.88	1,968,660.00	98.45%	1.46%
PASSBOOK INTEREST	12,000,000.00	12,000,000.00	12,000,000.00	100.00%	0.26%
Totals	77,985,000.00	77,983,879.54	77,015,047.50	98.76%	1.01%

Asset Allocation



**CITY OF OXNARD BENCHMARK COMPARISON
VS. LAIF AND 2-YR TREASURIES
as of December 31, 2013**

<u>FISCAL YEAR</u>		<u>CITY</u>	<u>LAIF</u>	<u>2 YR TREASURY</u>
2006/07	12 mo avg	4.24	5.11	4.81
2007/08	12 mo avg	4.68	3.11	3.08
2008/09	12 mo avg	3.79	2.16	1.51
2009/10	12 mo avg	2.34	0.65	0.86
2010/11	12 mo avg	2.02	0.49	0.55
2011/12	12 mo avg	1.34	0.38	0.28
2012/13	12 mo avg	0.91	0.25	0.30
SUBTOTAL - 7 Years		19.32	12.15	11.39
Annual Average (7 years)		2.76	1.74	1.63
<i>Quarterly Average FY 2013-14</i>				
		<u>CITY</u>	<u>LAIF</u>	<u>2 YR TREAS</u>
	<i>First Quarter</i>	2.40	0.27	0.36
	<i>Second Quarter</i>	0.96	0.26	0.33
	<i>Third Quarter</i>			
	<i>Fourth Quarter</i>			
		3.36	0.53	0.69
CITY = CITY OF OXNARD				
LAIF = STATE LOCAL AGENCY INVESTMENT FUND				
2 YR TREASURY = U S GOVERNMENT TREASURY BILLS - 2 YR MATURITY				