

City Treasurer's Annual Report

As of June 30, 2020

Rafi Manoukian CPA, MBA
City Treasurer





City Treasurer's Office

- Functions:
 - ❖ **Investments**
 - ❖ **Banking Relationship**
 - ❖ **Trustee Responsibilities**

- The City Treasurer's Office acts as the banker for the City and handles the City's banking relationship which consists of contract administration, daily treasury management, and reconciliation of all bank accounts.

- The City Treasurer's Office acts as Trustee of various City Street Improvement Bonds. Currently, all Street Improvement Bonds are retired.



Key Statistics

Description	FY 17-18	FY 18-19	FY 19-20
1 Cash Deposits (Currencies & Coins)	\$8,416,229	\$9,645,416	\$7,503,270.22
2 Incoming Checks (Scanned & Transmitted to Bank)	44,473	36,507	36,234
3 Incoming Electronic (Wires & ACH Processed)	4,742	7,966	5,971
4 Outgoing Wire Payments	611	656	805
5 Bank Transaction Reconciled (Number of Bank Postings)	63,114	62,123	55,511
6 Bank Transactions Reconciled (Dollar Amount of Bank Deposits)	\$644,191,604	641,914,764	\$681,089,464
7 Records Requests Handled	81	85	43
8 Credit / Debit Card Service Fees (Revenues)	\$116,088	\$171,233	\$143,519.97
9 Fraud / Fictitious Activity (Number of Attempts Identified & Rejected)	8	20	11
10 Fraud / Fictitious Activity (Dollar Amount Returned)	\$23,318	\$26,673	\$11,271



Investment Philosophy & Objectives

General Investment policies will be guided by the “Prudent Investor” rule, which states that those with investment responsibility “shall exercise the judgment and care under the circumstances then prevailing that persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not in regard to speculation but in regard to the permanent disposition of their funds.”

Investment Objectives

- 1 – Preservation of Principal
- 2 – Ensuring Liquidity
- 3 – Yield

Risk Tolerance

Volatility of the Principal not Permitted.

Rate of Return

Should at least meet the annual total return on Three-Month Treasury Bills.



EXHIBIT A
**City & GRA/Successor Agency
Portfolio Holdings**
(balances in 000's)

	6/30/2019	6/30/2020
CITY FUNDS		
City	\$822,176	\$775,437
SUCCESSOR AGENCY FUNDS		
Successor Agency	\$30,168	\$31,218
REDEVELOPMENT AGENCY BONDS		
GRA Tax Allocation Bond 2011	\$37,212	\$34,602
PORTFOLIO TOTAL	\$889,556	\$841,257



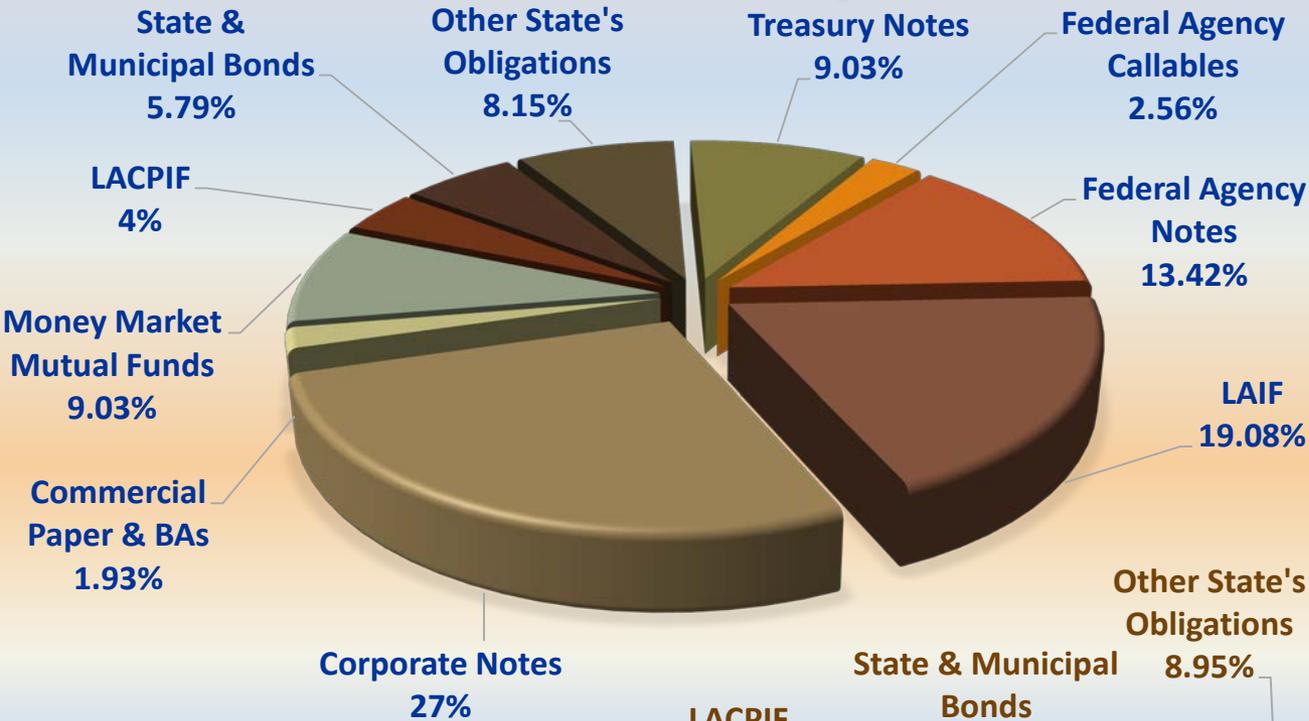
EXHIBIT B
Total City Investments and Cash
(balances in 000's)

	June 30, 2019	June 30, 2020
INVESTMENTS		
Portfolio @ par	\$ 822,176	\$ 775,437
CASH		
Cash on Hand	\$ 45,111	\$ 114,855
TOTAL INVESTMENTS & CASH	\$ 867,287	\$ 890,292



EXHIBIT C Asset Allocation City Portfolio

June 2020 \$775.4



June 2019 \$822.2

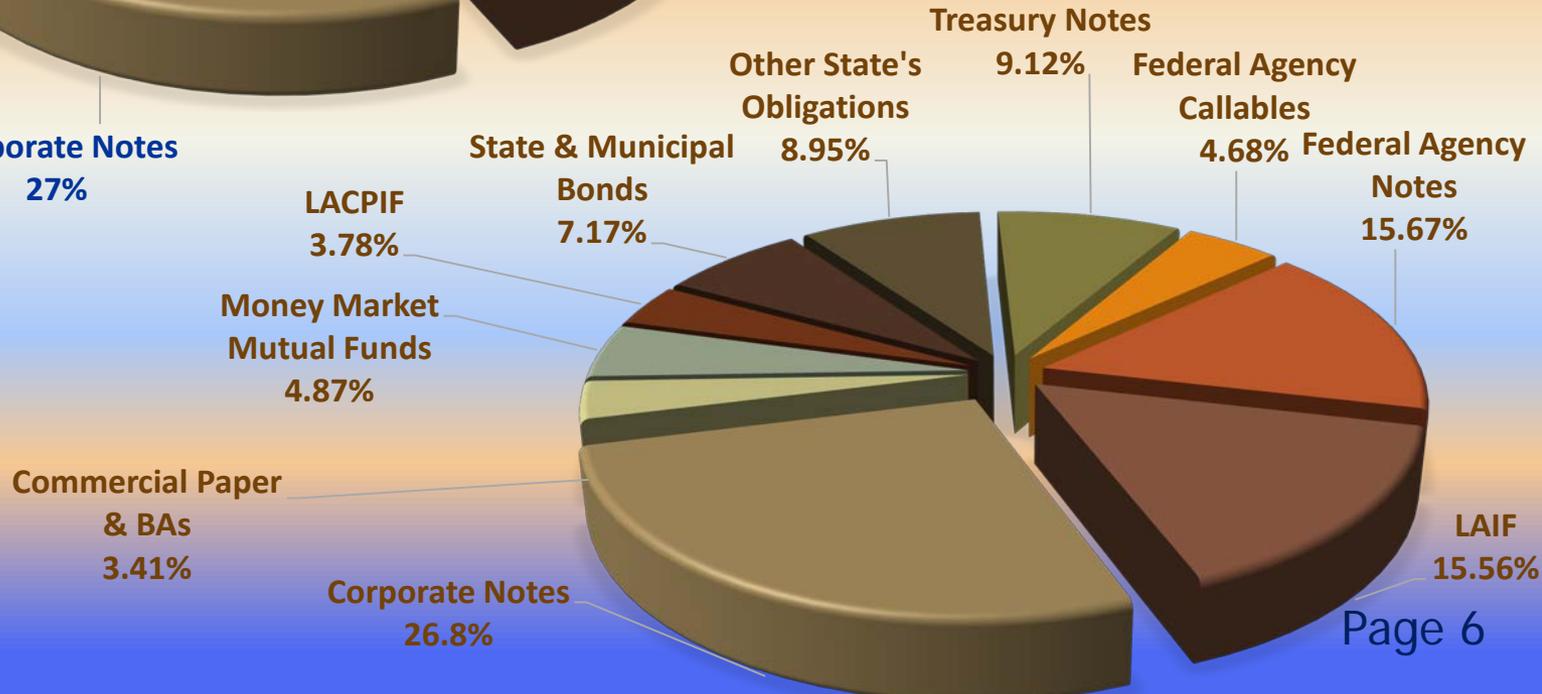




EXHIBIT D

Credit Ratings

(Long-Term Investments)

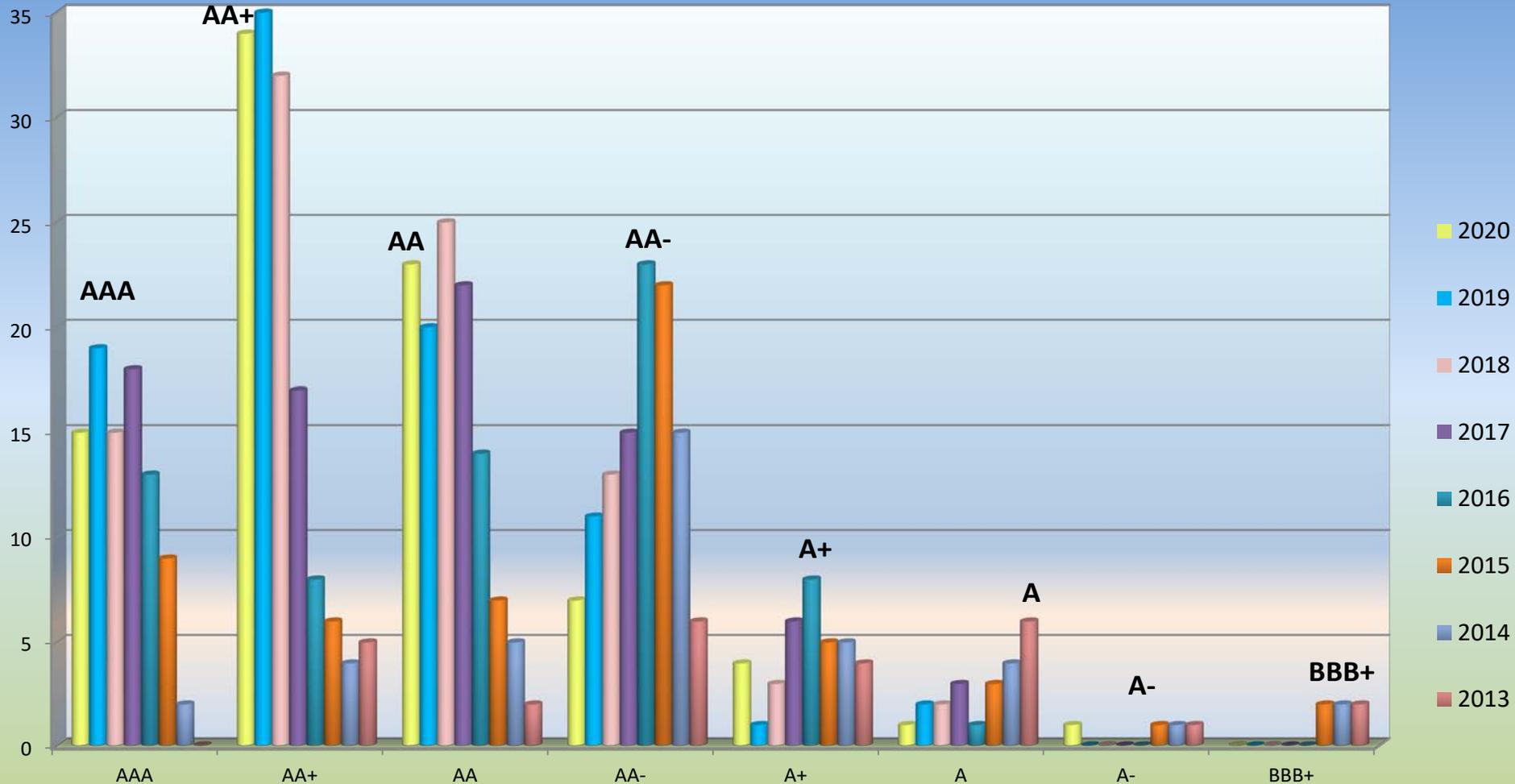




EXHIBIT E

Investment Maturities

Percentage of Portfolio

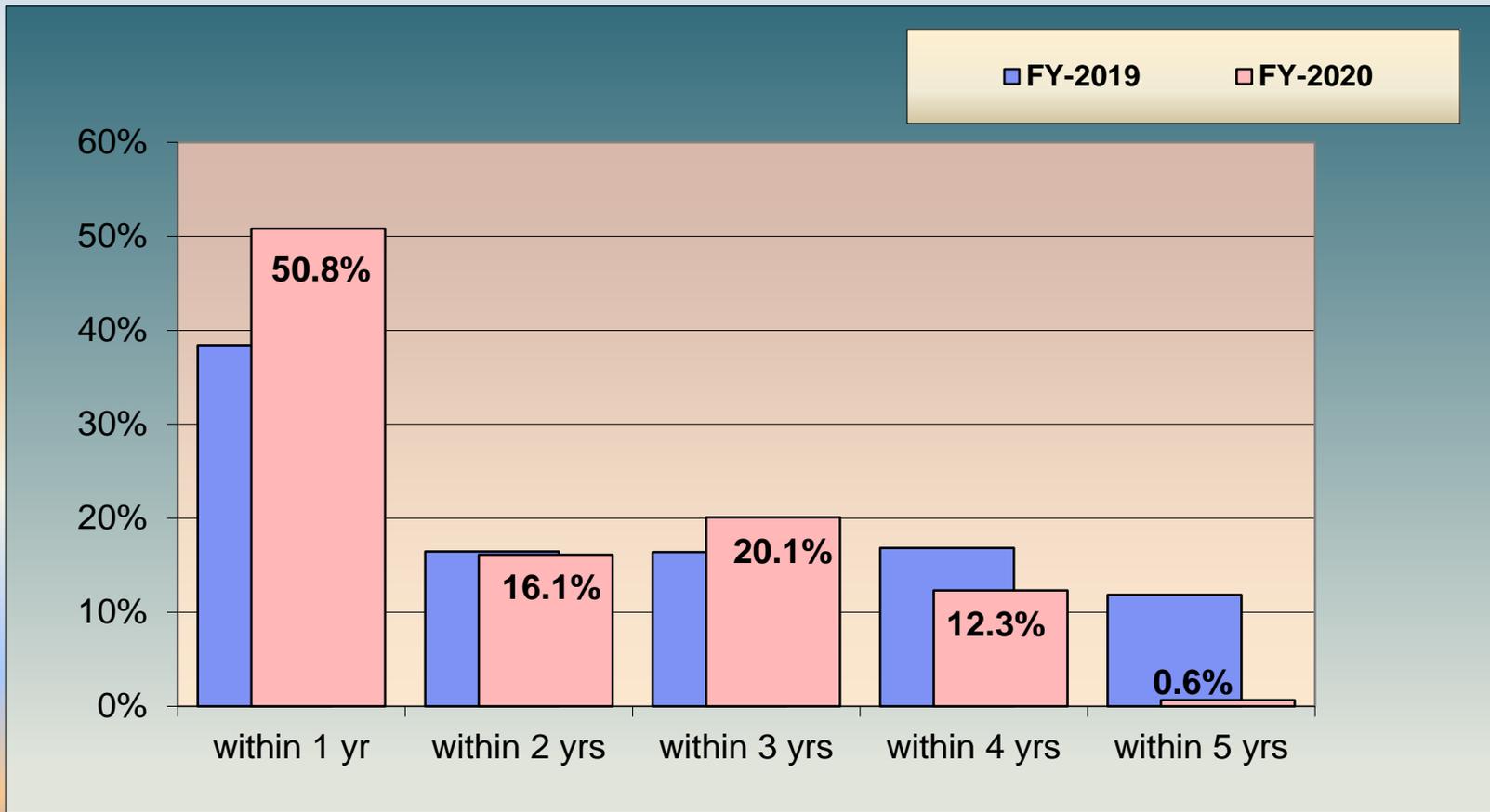




EXHIBIT F Yield to Maturity (Quarterly)

City's Yield to Maturity vs. 3-mo, 2-yr, and 5-yr T-Bills

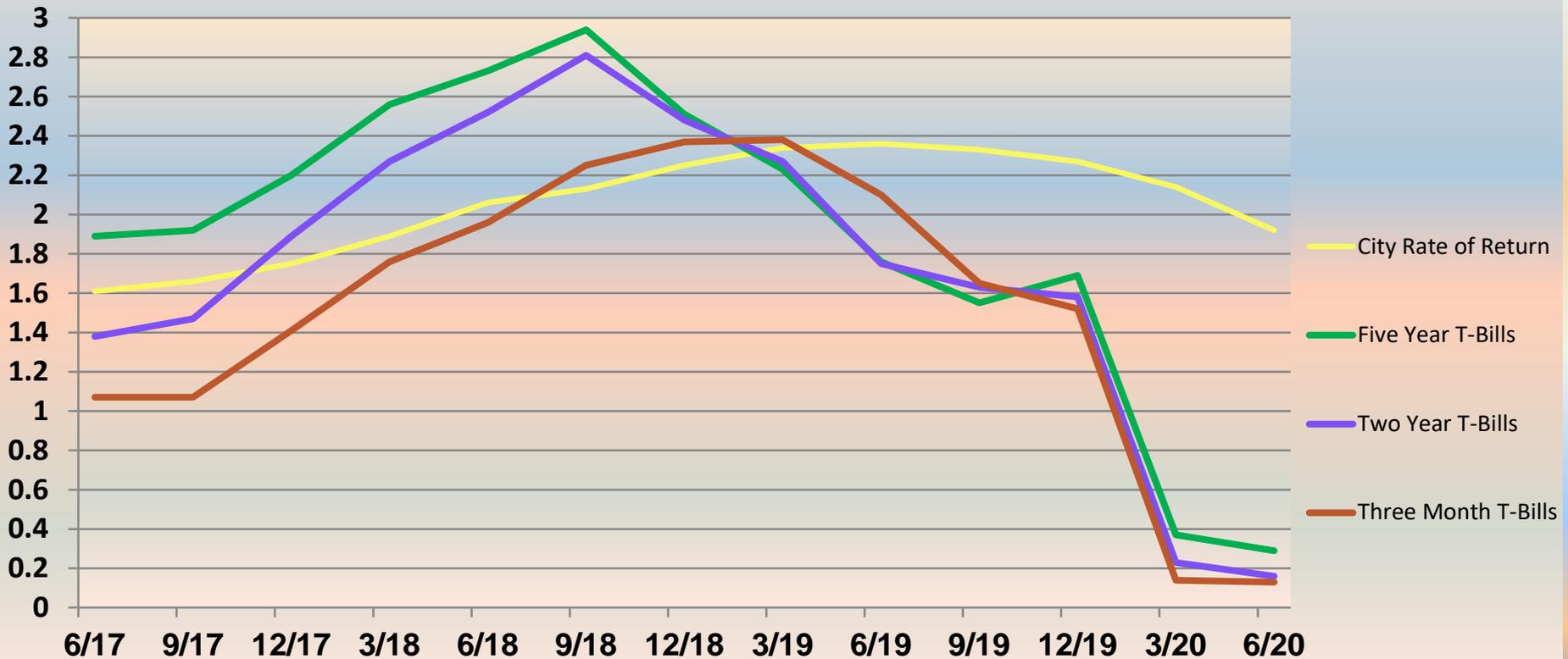


EXHIBIT G End of Year Key Statistics



	June-13	June-14	June-15	June-16	June-17	June-18	June-19	June-20
Portfolio @ Par (\$ millions)	\$372.9	\$381.5	\$432.2	\$583.7	\$681.6	\$713.5	\$822.2	\$775.4
Interest Earnings (YTM - \$ millions)	\$2.3	\$3.3	\$3.9	\$5.4	\$7.4	\$11.7	\$14.6	\$17.6
Rate of Return (YTM)	0.70%	0.94%	1.20%	1.30%	1.61%	2.06%	2.36%	1.92%
Weighted Average Maturity (In Months)	21.3	22.7	25.2	19.7	23.9	24.9	22.6	15.9

EXHIBIT H

Yield Comparison of Surrounding Cities (June/Latest Available)

