



ADMINISTRATIVE SERVICES DEPARTMENT

CITY HALL

10300 TORRE AVENUE • CUPERTINO, CA 95014-3255

TELEPHONE: (408) 777-3220 www.cupertino.org

CITY COUNCIL STAFF REPORT

Meeting: November 7, 2017

Subject

Treasurer's Investment Report for Quarter Ending September 2017

Recommended Action

Accept the report

Discussion and Fiscal Impact

The attached slides and investment portfolio listing comprise the Treasurer's Investment Report. Together they show the composition of the portfolio; total portfolio yield in comparison to the Local Agency Investment Fund (LAIF), the 1-year Treasury, and the 2-year Treasury; diversification within the government agency securities; and portfolio compliance with the City's Investment Policy.

For quarter ending September 30, 2017, the market value of the City's portfolio total \$130.7 million which is \$12.6 million lower than last quarter. The portfolio's average yield was 1.07% which is an increase from its 1.00% yield of the previous quarter ending June 30, 2017. The average length to maturity decreased from 1.03 to 0.97 years. The LAIF yield increased to 1.07% from last quarter's yield of 0.78%.

LAIF's balance was \$30.5 million which is in compliance with the City Investment Policy and state code. LAIF's same or next-day liquidity insures that the City is able to pay its obligations for the next six months and also provides strong liquidity in the short, intermediate, and long-term horizons. Market values on individual securities in the investment portfolio are provided by Wells Fargo Bank Institutional Trust Services using valuations from Interactive Data Pricing and Reference Data, Inc.

Prepared by: Kristina Alfaro, City Treasurer

Approved by: David Brandt, City Manager

Attachments: A – Investment Portfolio
B – Wells Fargo Value Comparison Report
C – Supplemental Portfolio Analysis