

CITY OF FORT BRAGG

TREASURER'S REPORT

June 30th, 2019



TREASURER'S REPORT

In accordance with the City of Fort Bragg's Investment and Fiscal Policies, the City's funds and the investment portfolio should be managed with emphasis in order of the following:

- **Safety** – Safety of principal is the foremost objective of the investment program. Investments for the city will be made in a manner that seeks to ensure the preservation of capital in the overall portfolio.
- **Liquidity** – The City's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.
- **Yield** – The City's investment portfolio shall be designed with the objective of attaining a market rate of return throughout the budgetary and economic cycles, taking into account the investment risk constraints, liquidity needs, and cash flow characteristics of the portfolio.

To view the City's Investment and Fiscal policy, refer to the City's Annual Budget .

Reports on the City's investment portfolio and cash position are developed by the Finance Director/City Treasurer and reviewed by the Finance & Administration Committee quarterly.



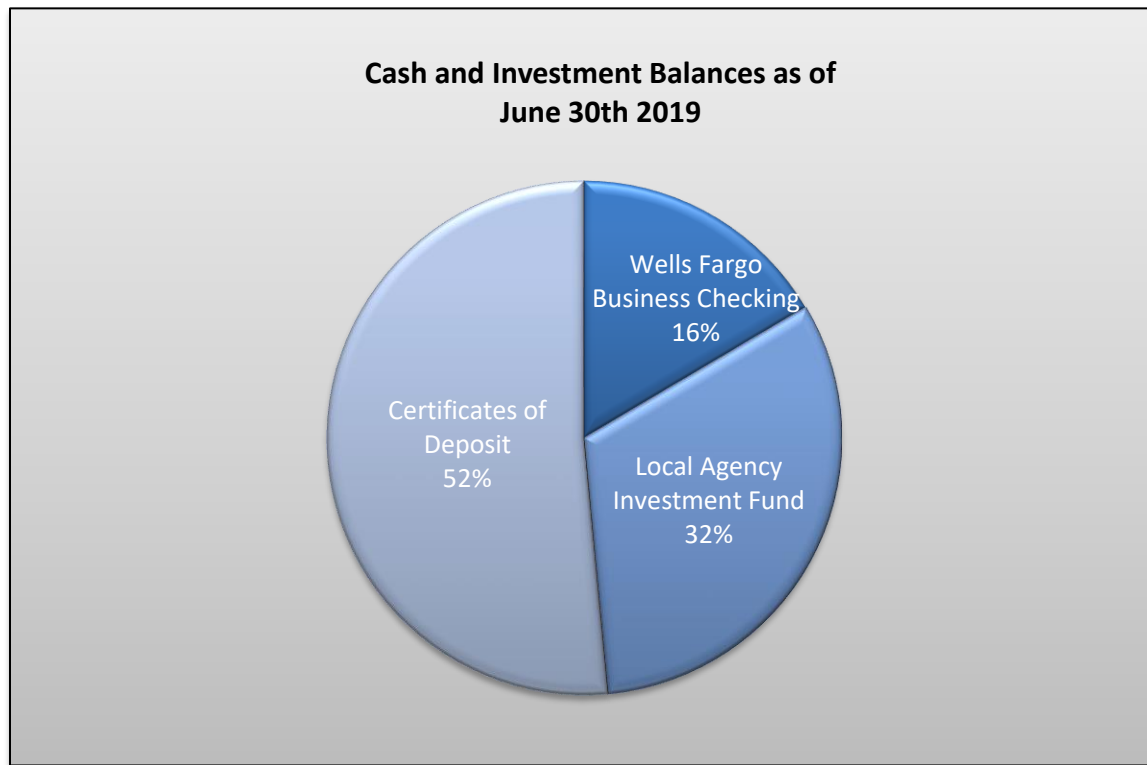
CASH AND INVESTMENT BALANCE

As of June 30th, 2019 the City's cash and investment portfolio balances at market rate is \$14.96 M. The portfolio yield is relatively low inverse to its degree of safety. The investment portfolio consists primarily of CDs purchased at a maximum of \$250k plus investments in the Local Agency Investment Fund. The weighted average rate of return on CDs held is 2.3% and LAIF is at 2.6%. The weighted average rate of return on the entire portfolio is 2.1%.

For a listing of Certificates of Deposit, see page:5.

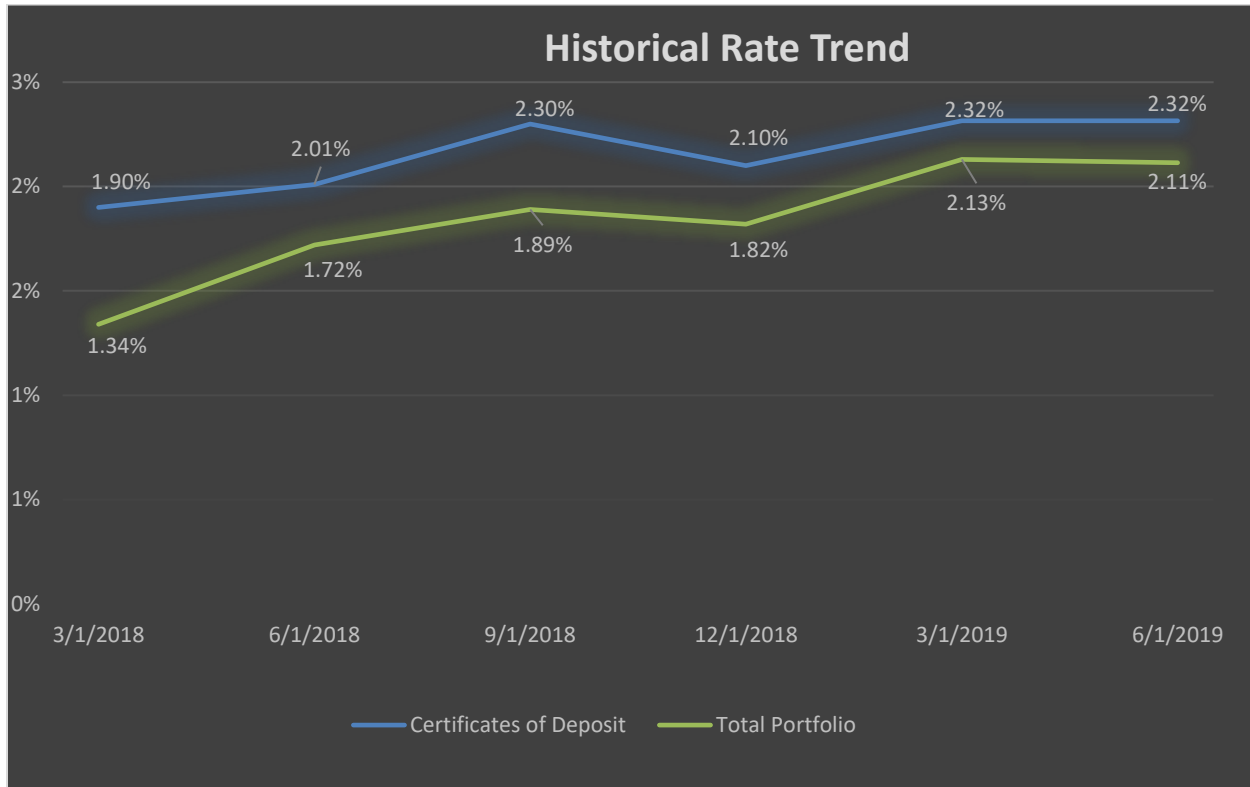
<u>TYPE</u>	<u>BALANCE</u>	<u>INTEREST</u> <u>RATE</u>	
Wells Fargo Business Checking	\$ 2,466,692	0.6%	*
Local Agency Investment Fund	4,790,316	2.57%	
Certificates of Deposit	7,705,043	2.32%	**
Total	<u>\$ 14,962,051</u>		

*Earnings Allowance ** Weighted Average

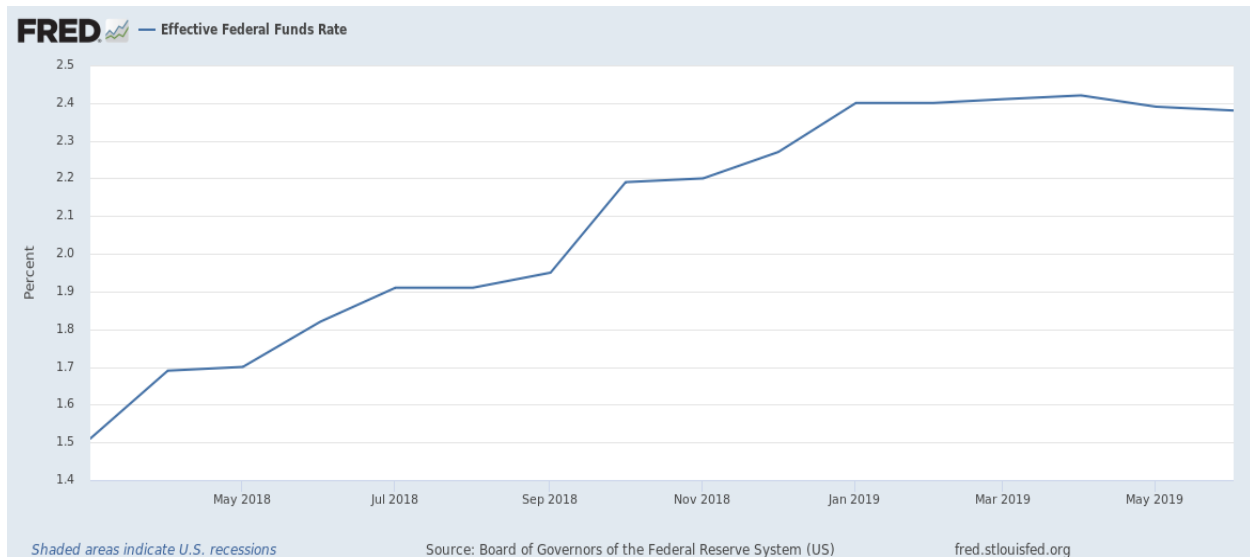




The graph below depicts the historical interest rate trend for the entire portfolio and certificates of deposits.



This graph depicts the FED interest rate for the last three quarters.





Portfolio Detail for the Month Ending June 30th, 2019

Certificates of Deposit

Holding	Par Value	Market Value	Interest Rate	Maturity Date
Fortune Bank	249,000	249,174	2.45%	10/08/19
Morgan Stanley Bank	248,000	247,985	2.10%	12/23/19
Ameican Express Centurion Bank	248,000	247,479	2.10%	06/03/20
Family Financial Credit Union	248,000	250,056	2.90%	08/28/20
Capital One NA	248,000	245,227	1.40%	09/21/20
Discover Bank	248,000	246,653	1.80%	11/30/20
Aneca FCU	248,000	246,408	1.75%	12/23/20
Sallie Mae Bank	247,000	247,410	2.30%	01/19/21
HSBC Bank	248,000	250,497	1.30%	03/10/21
East Boston Savings	249,000	247,735	1.90%	03/29/21
Wells Fargo Bank	249,000	246,117	1.75%	06/17/21
Mercantil Commercebank	248,000	245,096	1.65%	06/24/21
Ally Bank	246,000	250,025	3.00%	08/16/21
General Electric	249,000	253,609	3.10%	08/16/21
Connex CU	248,000	244,032	1.60%	08/26/21
Ever Bank	248,000	244,424	1.55%	09/16/21
Stearns Bank NA	249,000	247,536	1.95%	09/29/21
Synchrony Bank	248,000	243,710	1.75%	10/21/21
Peoples United Bank NA	248,000	246,859	2.05%	01/18/22
Third Fed Savings	247,000	247,030	2.25%	03/21/22
BMW Bank	246,000	249,646	2.80%	04/13/22
Commenity Capital	249,000	255,387	3.15%	08/15/22
Farmers State Bank Ind	247,000	247,173	2.35%	09/19/22
Mountain America Fed Credit Union	249,000	249,129	2.40%	11/30/22
American Express BK	247,000	246,333	2.50%	12/05/22
Knoxville TVA	249,000	248,751	2.40%	01/26/23
Belmont Savings Bank	248,000	250,125	2.70%	02/28/23
Citibank	246,000	249,636	2.90%	04/11/23
First Tech Federal Credit Union	249,000	255,666	3.25%	06/14/23
Goldman Sachs	245,000	252,497	3.35%	08/15/23
Jefferson Financial Credit Union	246,000	253,638	3.35%	10/19/23
Total Certificates of Deposit	<u>7,682,000</u>	<u>7,705,043</u>		



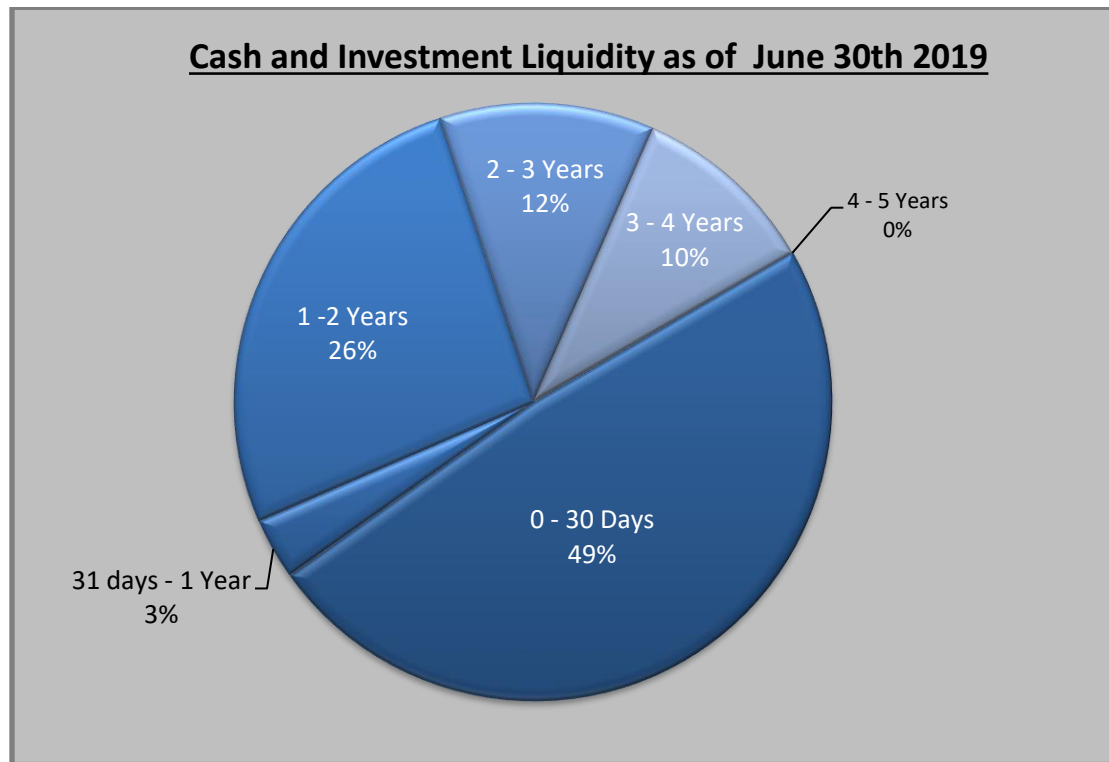
PORTFOLIO LIQUIDITY

As of June 30th, 2019 the City's cash and investment liquidity at market value are as follows:

PORTFOLIO LIQUIDITY AS OF JUNE 30th, 2019

AGING INTERVAL	MARKET VALUE	PERCENT OF PORTFOLIO
0 - 30 Days	\$ 7,257,008	48.50%
31 days - 1 Year	497,159	3.32%
1 - 2 Years	3,956,014	26.44%
2 - 3 Years	1,741,557	11.64%
3 - 4 Years	1,510,313	10.09%
4 - 5 Years	-	0.00%
	<u>\$ 14,962,051</u>	<u>100.00%</u>

The portfolio is highly liquid with 49% available within 30 days and an additional 3% available within one year.



FOR MORE INFORMATION This summary is based on detailed information produced by the City's Finance Department. If you would like additional information or have any questions about this report, please call **707-961-2825**.