# Monthly Investment Report

## *As of July 31, 2014*

This report presents the City's investment portfolio as of July 31, 2014. It includes all investments managed by the City on its own behalf. The report provides information on the institution, investment type, purchase and maturity date, value, yield for each security. As of July 31, 2014, the investment portfolio was in compliance with all State laws.

***Current Portfolio Summary.*** Short-term excess cash is currently invested primarily in the Washington State LGIP and in the Clark County Investment Pool. Both investment pools are very high quality investments in terms of safety and liquidity. The Clark County Investment Pool is longer in average duration than the Washington State Local Government Investment Pool and therefore the current yield is slightly higher on the Clark County Investment Pool than the LGIP. The City has moved the cash required for immediate liquidity over to the Clark County Investment Pool.

The City also has 78% of its investments longer term in federal agency securities this allocation. The total federal agency securities have an unrealized loss as of July 31, 2014 of $49,922. An unrealized loss is the amount of funds the City would not receive if the City sold the securities on the reporting date. In other words, the market price on the report date was lower than the price the City purchased the securities at. The City's portfolio has a number of callable securities. The City's strategy will continue to be laddering maturities with callable securities.

The City also has 1% in Certificates of Deposit with local regional banks including Riverview Bank. As these Certificates of Deposit mature the goal would be to move the funds into federal agencies for higher interest earnings and liquidity.

The City also has a second investment portfolio for the bond reserve funds for Wastewater Treatment Plant Construction Project. These proceeds were invested an Auburn, WA Revenue Bond, and a certificate of deposit with Umpqua Bank for a total of $361,709.

The following is a summary of the City's investments based on recorded value as of July 31, 2014 compared with the prior month:

| | June 30, 2014 | July 31, 2014 |
|---|---|---|
| **Investments held by the City** | $16,401,583 | $16,044,205 |
| **Investment of Bond Reserve Funds** | $361,709 | $361,709 |

***Summary of Activity for the Month and Future Liquidity*** In month of July, revenues exceeded expenditures, with cyclical utility billing receipts. We continue to believe the portfolio contains enough liquidity to meet the next six months of expected expenditures by the City.

***Report Contents and Distribution***. This report includes the following three schedules on the City's portfolio as of July 31, 2014: summary of investments held by the City; summary of investment portfolio liquidity; and detail of each investment. A listing of the individuals that routinely receive this report is provided at the end of the report.

If you have any questions concerning this report or require additional information, contact Cathy Huber Nickerson, Finance Director at 360-817-1537.

## *Distribution List*

## *City of Camas*

### Mayor

Scott Higgins

### City Council

Tim Hazen
Melissa Smith
Linda Dietzman
Steve Hogan
Greg Anderson
Shannon Turk
Don Chaney

### City Staff

Pete Capell, City Administrator
Pam O'Brien, Accounting Manager

# Summary of Investments

**As of July 31, 2014**

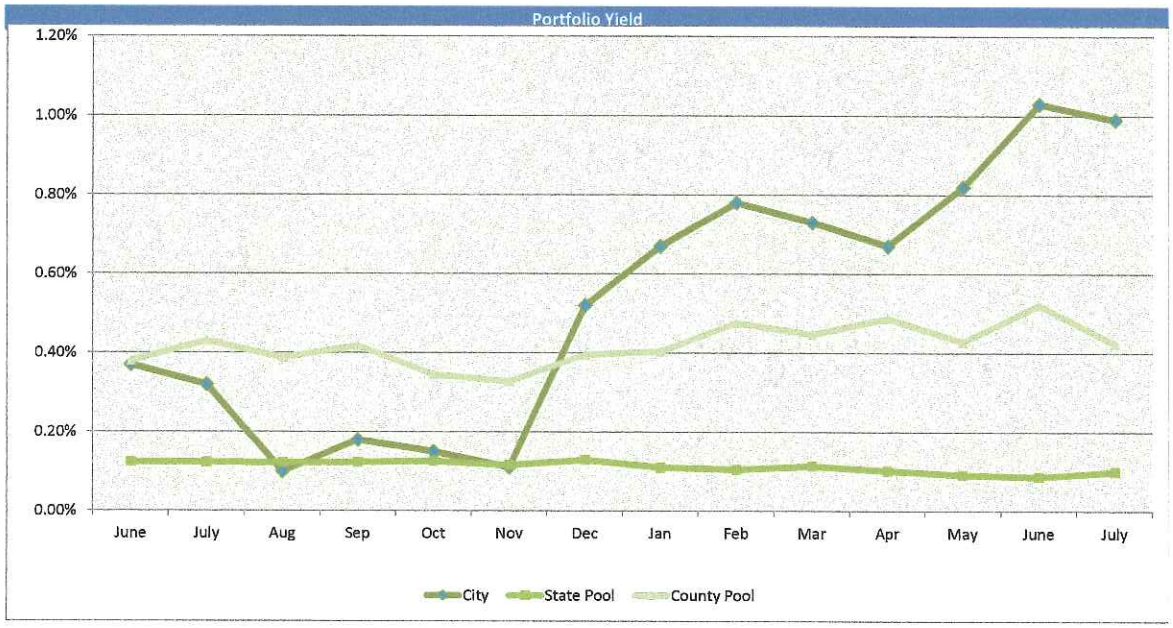
| INVESTMENTS HELD BY CITY | Percent of Portfolio | Current Yield | Monthly Interest | Market Value | Recorded Value |
|---|---|---|---|---|---|
| Money Market Funds | 22% | 0.47% | $ 1,381 | $ 3,491,823 | $ 3,491,823 |
| Certificates of Deposit | 1% | 1.86% | $ 166 | $ 107,012 | 107,012 |
| Municipal Bonds | | | | | |
| Federal Agency Issues | 78% | 1.13% | $ 11,711 | $ 12,395,449 | $ 12,445,370 |
| Treasury Issues | | | | | |
| **Total Investments Held by the City** | | 0.99% | $ 13,258 | $ 15,994,283 | $ 16,044,205 |

| HELD BY CITY'S BOND Reserve | Percent of Portfolio | Current Yield | Monthly Interest | Market Value | Recorded Value |
|---|---|---|---|---|---|
| Money Market Funds | | | | | $ - |
| Certificates of Deposit | 0% | | | | |
| Municipal Bonds | 100% | | $ 149 | $ 204,280 | $ 205,974 |
| Federal Agency Issues | 0% | | | | |
| Treasury Issues | | | | | |
| **Total Investments Held by the City** | | 0.87% | $ 149 | $ 204,280 | $ 205,974 |

*Market and Recorded Value*

*It is the City's policy to report purchase price as the market value for all investments with an original maturity of less than one year. For investments with an original maturity of more than one year, the City records any changes in market value annually at the end of the fiscal year. Accordingly, the "recorded value" in this report for an investment with an original maturity of more than one year is its market value as of December 31, 2013.*

| Benchmarks as of July 31, 2014 | |
|---|---|
| **Description** | **Current Yield** |
| 1 Month Certificate of Deposit Rate | 0.08% |
| Washington State LGIP | 0.10% |
| 6 Month Certificate of Deposit Rate | 0.05% |
| Clark County Investment Pool | 0.42% |
| 2 Year Treasury | 0.44% |
| 5 Year Treasury | 1.61% |



# Summary of Investment Portfolio Liquidity

**As of July 31, 2014**

| INVESTMENTS HELD BY CITY | | | | | | |
|---|---|---|---|---|---|---|
| | Percent of Portfolio | | Callable Liquidity | Percent of Portfolio | | Recorded Value |
| On Demand | 22% | $ | 3,491,823 | 22% | $ | 3,491,823 |
| Within One Month | 28% | $ | 4,480,945 | 0% | | |
| One Month to One Year | 50% | $ | 8,071,437 | 1% | $ | 107,012 |
| Within One to Five Years | 0% | | | 78% | $ | 12,445,370 |
| Over Five Years | 0% | | | 0% | $ | - |
| **TOTAL** | **100%** | **$** | **16,044,205** | **100%** | **$** | **16,044,205** |

| HELD BY CITY'S BOND Reserve | | | | | | |
|---|---|---|---|---|---|---|
| | Percent of Portfolio | | Callable Liquidity | Percent of Portfolio | | Recorded Value |
| On Demand | | | | 0% | | |
| Within One Month | | | | 0% | | |
| One Month to One Year | | | | 0% | | |
| Within One to Five Years | | | | 100% | $ | 205,974 |
| Over Five Years | | | | 0% | | |
| **TOTAL** | | | | **100%** | **$** | **205,974** |

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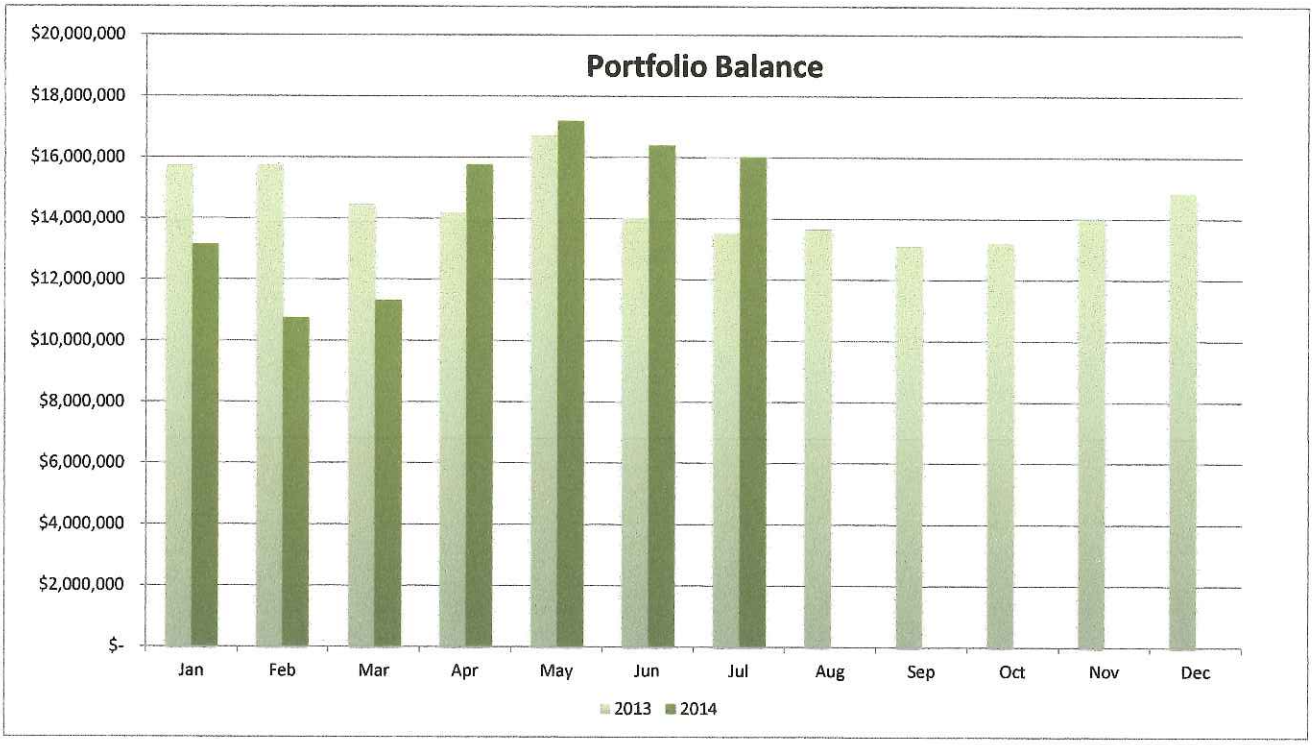
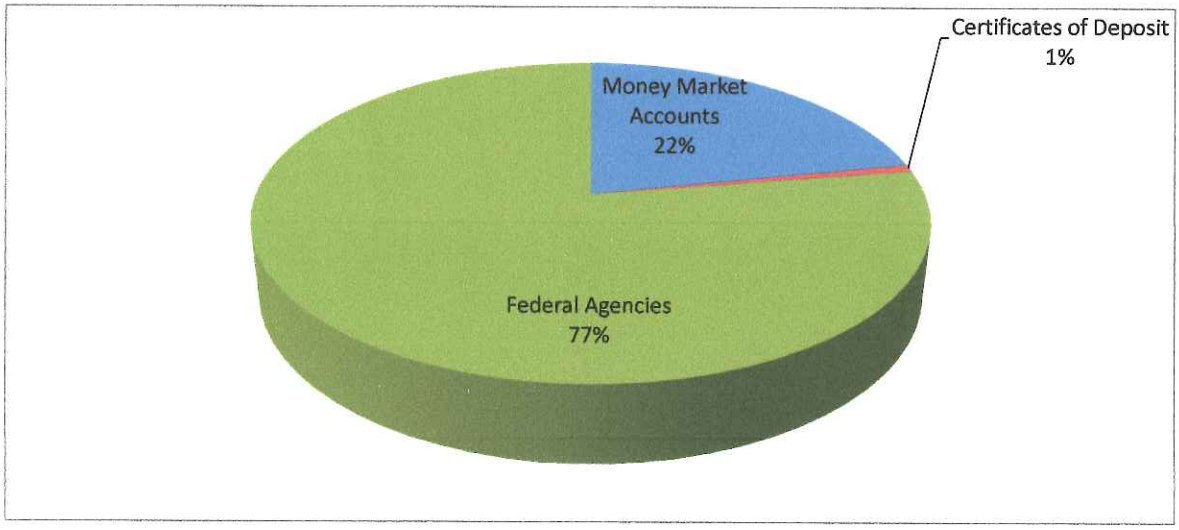


# Investment Detail

**As of July 31, 2014**

| Agency | Investment Description | Coupon Rate | Current Yield | Purchase Date | Maturity Date | Market Value | Recorded Value |
|---|---|---|---|---|---|---|---|
| **HELD BY CITY** | | | | | | | |
| Washington State LGIP | Money Market Fund Acct# | NA | 0.100% | Varies | On Demand | 570,685 | 570,685 |
| Clark County Investment Pool | Money Market Fund Acct# | NA | 0.424% | Varies | On Demand | 2,921,138 | 2,921,138 |
| Riverview Bank | Certificate of Deposit | | 0.300% | 12/12/2011 | 12/12/2014 | 107,012 | 107,012 |
| Federal Natl Mortgage Assn. | Agency - Callable 8/22/2014 Qtr. | 0.50% | 0.640% | 7/19/2013 | 8/22/2016 | 994,480 | 995,717 |
| Federal Farm Credit | Agency - Callable continuous | 0.79% | 1.000% | 7/19/2013 | 2/13/2017 | 997,577 | 992,653 |
| Federal Natl Mortgage Assn. | Agency Callable - 9/19/2014 Qtr. | 1.20% | 1.000% | 8/16/2013 | 6/19/2017 | 997,378 | 992,451 |
| Federal Natl Mortgage Assn. | Agency Callable - 8/23/2014 Qtr. | 1.05% | 0.915% | 11/20/2013 | 8/23/2017 | 1,481,348 | 1,492,575 |
| Federal Natl Mortgage Assn. | Agency Callable - 10/11/2014 Qtr. | 1.07% | 1.000% | 12/17/2013 | 10/11/2017 | 986,598 | 997,384 |
| Federal Home Loan Corp | Agency Callable - 9/26/2014 Qtr. | 1.30% | 1.330% | 1/16/2014 | 12/26/2017 | 997,774 | 998,750 |
| Federal Home Loan Corp | Agency Callable - Continuous | 1.43% | 1.002% | 5/14/2014 | 1/29/2018 | 997,802 | 1,000,000 |
| Federal Natl Mortgage Assn. | Agency Callable - 10/30/2014 Qtr. | 1.02% | 1.218% | 4/29/2014 | 1/30/2018 | 984,085 | 992,750 |
| Federal Home Loan Corp | Agency Callable 2/6/2015 1X | 1.05% | 1.193% | 5/14/2014 | 2/6/2018 | 989,445 | 994,800 |
| Federal Home Loan Corp | Agency Callable 9/26/2014 Qtr. | 1.25% | 1.280% | 6/14/2014 | 3/26/2018 | 992,285 | 998,900 |
| Federal Natl Mortgage Assn. | Agency Callable 4/3/15 Cont. | 1.13% | 1.290% | 7/18/2014 | 4/3/2018 | 988,364 | 994,039 |
| Federal Home Loan Corp | Agency Callable 9/12/2014 Qtr. | 1.20% | 1.320% | 6/14/2014 | 6/12/2018 | 988,313 | 995,351 |
| | | | | | | 15,994,283 | 16,044,205 |
| **HELD BY CITY'S BOND Reserve** | | | | | | | |
| Auburn Public Utility | Revenue Bonds | 0.87% | 0.740% | 3/14/2013 | 12/1/2016 | 204,280 | 205,974 |
| | | | | | | $ 204,280 | $ 205,974 |
| **Total** | | | | | | $ 16,198,564 | $ 16,250,179 |

*Market and Recorded Value*

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