



MEMORANDUM

TO: Finance & Administration Committee

FROM: Joyce Machado, Treasurer/Director of Finance

DATE: November 4, 2019

RE: Quarter Ending September 30, 2019 Treasurer's Report

ISSUE

Whether the Finance & Administration Committee should recommend to the Board of Directors that it accept the Treasurer's Report for the quarter ending September 30, 2019.

RECOMMENDATION

Staff recommend that the Finance & Administration Committee recommend to the Board of Directors that it accept the Treasurer's Report for the quarter ending September 30, 2019.

DETAIL

This Treasurer's Report was prepared in accordance with the Investment Policy for the San Luis & Delta-Mendota Water Authority (adopted via Resolution No. 2013-367) and California Government Code sections 6505.5(e) and 53646(b).

Consistent with the Water Authority's Investment Policy and Government Code requirements, the Water Authority hereby makes the following statements:

- The Water Authority's investments are in compliance with the Investment Policy;
- All required O&M rate conveyance payments and Membership Dues are being received timely, with few exceptions, rendering the Water Authority able to meet its expenditure/cash demand requirements for the next six months.

Appendix 1 to this Report includes the most recent statements from LAIF, CalTRUST and other banks holding Water Authority funds (see pages 3-4 of this Report). Appendix 1 is available upon request.

San Luis & Delta-Mendota Water Authority

Treasurer's Report

Quarter Ended September 30, 2019

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Prepared by: C. Bento

HOLDINGS REPORT BY INVESTMENT TYPE

	Maturity	Positions Value	Market Price	Market Value	Unrealized Gain/(Loss) 4	Average Qtr Yield @ 9/30/19	Yield 9/30/2019	Yield 8/31/2019	Yield 7/31/2019
CASH									
CVCB - Checking - Internal Bank Sweep	Daily	\$ -	100.00	\$ -		0.000%	0.000%	0.000%	0.000%
CVCB - Payroll	Daily	\$ 10.00	100.00	\$ 10.00		0.000%	0.000%	0.000%	0.000%
CVCB - Transactional	Daily	\$ 20,316,987.12	100.00	\$ 20,316,987.12		1.533%	1.500%	1.500%	1.500%
CVCB - Muni	Daily	\$ 1,499,050.73	100.00	\$ 1,499,050.73		1.533%	1.500%	1.500%	1.600%
LOCAL AGENCY INVESTMENT FUND (LAIF)	Daily	\$ 18,127,033.58	100.00	\$ 18,127,033.58		2.340%	3	2.280%	2.341%
INVESTMENT TRUST OF CALIF. (CaitRUST - ST)	Next Day	\$ 5,461,297.39	10.04	\$ 5,461,309.32	\$ 11.93	2.163%	2.100%	2.120%	2.270%
INVESTMENT TRUST OF CALIF. (CaitRUST - MT)	Monthly	\$ 13,660,578.14	10.09	\$ 13,674,093.52	\$ 13,515.38	1.820%	1.780%	1.700%	1.980%
		<u>\$ 59,064,956.96</u>		<u>\$ 59,078,484.27</u>	<u>\$ 13,527.31</u>				
		SUB-TOTAL							
OTHER CASH									
<i>DHCCP Bonds: 2013A</i>									
Union Bank (MUFG as of Aug 2018) - Series - 2013A Rev Fund	Next Day	\$ 245.83	100.00	\$ 245.83	\$ -	1.858%	1.823%	1.750%	2.000%
Union Bank (MUFG as of Aug 2018) - Series - 2013A Escrow Acct	2023	\$ 3,684,088.86	93.93	\$ 3,892,772.48	\$ 208,673.62	0.000%	0.000%	0.000%	0.000%
		<u>\$ 3,684,344.69</u>		<u>\$ 3,893,018.31</u>	<u>\$ 208,673.62</u>				
		SUB-TOTAL DHCCP - 2013A							
		<u>\$ 62,749,301.65</u>		<u>\$ 62,971,502.58</u>	<u>\$ 222,200.93</u>				
		GRAND TOTAL - ALL CASH							

Notes:

*The year-to-date weighted average yield on all funds invested or maintained in financial institutions/Federal Securities is 1.98% (this considers the interest rates trend since January).

1. LAIF: Average Life of Portfolio (Average Maturity in days) is 185 days or 0.51 years.
2. CallTrust: Average Life of Portfolio is 0.97 years for short term (ST) and 2.09 years for medium term (MT).
3. Quarter Ending 9/30/19 LAIF Apportionment Rate.
4. For the Quarter ending 9/30/19.
5. Positions Value = Cost Basis of Purchased Securities on 5/24/17, which are zero coupon with payment at maturity year 2023.

*Beginning Qtr Ending 9.30.19, weighted average yield will be calculated on monthly balances. Previously, this measurement was calculated on daily balances.

Prepared by: C. Bento

CASH

Central Valley Community Bank (CVCB)

CVCB - Checking - Sweep
 CVCB - Payroll
 CVCB - Transactional
 CVCB - Muni

Local Agency Invest. Fund-State of Ca.

Investment Trust of California (CalTRUST)

CalTRUST - Short Term
 CalTRUST - Medium Term

	1	2	3	4	5	Appendix 1 Reference
	7/1/2019				9/30/2019	
	Beginning Balance	Deposits or Transfer IN	Draws or Transfer OUT	Change in Value	Ending Balance	
	Market Value				Market Value	
	\$ -	\$ 9,964,722.72	\$ (9,964,722.72)	N/A	\$ -	A
	\$ 607.08	\$ 1,627,434.35	\$ (1,628,031.43)	N/A	\$ 10.00	B
	\$ 18,119,916.79	\$ 27,429,087.92	\$ (25,232,017.59)	N/A	\$ 20,316,987.12	C
	\$ 1,493,217.57	\$ 5,833.16	\$ -	N/A	\$ 1,499,050.73	D
	\$ 16,031,606.96	\$ 2,095,426.62	\$ -	N/A	\$ 18,127,033.58	F
	\$ 5,428,865.05	\$ 32,432.34	\$ -	\$ 11.93	\$ 5,461,309.32	G
	\$ 13,584,788.15	\$ 75,790.00	\$ -	\$ 13,515.37	\$ 13,674,093.52	G
	\$ 54,659,001.60	\$ 41,230,727.11	\$ (36,824,771.74)	\$ 13,527.30	\$ 59,078,484.27	

1 Beginning Balance = Market Value at end of previous quarter
 2 Deposits or Transfers IN = O&M collections, Membership collections, Interest and Other Revenue, and also includes Transfer IN from Other SLDMWA Accounts
 3 Draws or Transfers OUT = O&M and Membership paid expenditures, and also Transfers OUT to Other SLDMWA Accounts
 4 Change in Value = CalTRUST Investment is based on share price, change in price results in change in value
 5 Ending Balance = Market Value at end of current quarter

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	6	7	8	9	10	Appendix 1 Reference
7/1/2019					Ending Balance	
Beginning Balance		Deposits or Transfer IN	Draws or Transfer OUT	Change in Value	Market Value	
Market Value / Cost Basis						
11 Series 2013A-Revenue Fund	\$ 231.27	\$ 1,017,055.52	\$ (1,017,040.96)	N/A	\$ 245.83	H
12 Series 2013A-Escrow Account	\$ 3,684,098.86	\$ -	\$ -	\$ 208,673.62	\$ 3,892,772.48	I
TOTAL-Other Cash	\$ 3,684,330.13	\$ 1,017,055.52	\$ (1,017,040.96)	\$ 208,673.62	\$ 3,893,018.31	

OTHER CASH

Union Bank of California, [UBOC]/[MUGF as of Aug 2018]

- 6 Beginning Balance- Market Value = Series 2013A -Revenue Fund at end of previous quarter; Cost Basis = Series 2013A Escrow Account Purchased Securities @ 5/24/17
- 7 Deposits or Transfer IN = Debt Service collections, dividends, and also interest
- 8 Draws or Transfer OUT = Debt Service payments or payment of defeasement at 2023
- 9 Change in Value = Reflects change in price of securities. Securities will be held to Maturity and will redeem at PAR Value (face value)
- 10 Ending Balance = Market Value at end of current quarter

- 11 Series 2013A - UBOC Revenue Fund - Debt Service transactions clear through this account, remaining balance adjusted through next debt service payment
- 12 Series 2013A - UBOC Escrow Account - 2009A Note Remaining Funds invested to defease a portion of the 2013A Bonds in 2023.

See detail below:

Wired to UBOC - Escrow Account

5/24/2017 Amount to UBOC \$ 3,684,098.86

Invested:

	Type of Security	Purchase Price/Yield	PAR Value (face value)
5/24/2017 Zero-Coupon, Maturity 1/15/2023	STRIP (a)	\$88.669360 / 2.142%	\$ 3,000.00
5/24/2017 Zero-Coupon, Maturity 2/15/2023	Agency (b)	\$88.864476 / 2.071%	\$ 2,072,000.00
5/24/2017 Zero-Coupon, Maturity 2/15/2023	Agency (b)	\$88.814308 / 2.081%	\$ 2,070,000.00
5/24/2017 Uninvested Cash	Uninvested Cash	N/A	\$ 1,710.66
Total			\$ 4,146,710.66

- (a) STRIP "Separate Trading of Registered Interest and Principal of Securities" US Government Backed
- (b) Agency "AID-Agency for International Development", US Government Backed