



Agenda Item A.1
CONSENT CALENDAR
Meeting Date: November 04, 2008

TO: Mayor and Councilmembers

FROM: Daniel Singer, City Manager

CONTACT: Tina Rivera, Finance Director

SUBJECT: Acceptance of Quarterly Treasurer's Report for the Quarter Ending September 30, 2008

RECOMMENDATION:

Accept the Quarterly Treasurer's Report for the Quarter Ending September 30, 2008.

BACKGROUND:

To date, the City has invested most of its inactive cash in the Local Agency Investment Fund (LAIF) pool. As of September 30, 2008, the City has approximately \$21.8 million invested in LAIF. In addition, the City maintains a minimal cash balance in its general checking account. This amount varies in accordance with the cash needs required to satisfy warrants issued by the City. The City's payroll checking account receives transfers from the general checking account to satisfy payroll warrants.

DISCUSSION:

Total cash and investments as of September 30, 2008, were \$21,732,845.74. The City earned 2.77% on the investments in the Local Agency Investment Fund (LAIF) during the quarter. The June quarterly investment return compares unfavorably to the 3.11% received in July. In the last year, the rate of return has dropped 47% from 5.24% to the current 2.77%. The Treasurer's Report for the quarter ending September 30, 2008 is included as Attachment 1.

FISCAL IMPACTS:

Interest income of \$285,000 was projected for the General Fund in FY2008/09, part of which is interest earned on the \$2.5 million loan to the RDA. If the current rate of return remains constant throughout the remainder of the fiscal year, interest income revenues will be under projections by approximately \$45,000.

Meeting Date: November 04, 2008

Submitted by:

Reviewed by:

Approved by:

Alvertina Rivera
Finance Director

Michelle Greene
Administrative
Services Director

Dan Singer
City Manager

ATTACHMENT:

1. Treasurer's Report for the Quarter Ending September 30, 2008

ATTACHMENT 1

Treasurer's Report for the Quarter Ending September 30, 2008

CITY OF GOLETA
TREASURER'S REPORT
September 30, 2008

CASH AND INVESTMENTS

	<u>Book Value</u>	<u>Market Value</u>
Cash		
Santa Barbara Bank and Trust -- General	\$ (32,595.17)	
Santa Barbara Bank and Trust -- Payroll	-	
Petty Cash	<u>500.00</u>	
	(32,095.17)	(32,095.17)
Investments		
Local Agency Investment Fund (LAIF)	<u>21,764,940.91</u>	<u>21,746,172.91</u>
Total Cash and Investments	<u>\$ 21,732,845.74</u>	<u>\$ 21,714,077.74</u>

Current Quarter Investment Return

Interest on Investments at LAIF	\$ 163,924.27
Treasurer's Interest Rate for Quarter	
Interest Rate	2.77%

The City is able to meet its expenditure requirements for the next six months and complies with the Investment Policy.