

# TREASURER'S REPORT – THIRD MONTH OF FISCAL YEAR 2018 - 2019

All City funds are deposited for safekeeping in a depository or properly invested (Gov. Code Sections 53601, 53630, 53635 et seq.), as active or interest-bearing active deposits, as follows:

## Umpqua Bank

Red Bluff Branch      Public Funds **Primary** Checking Account #XXX4733  
Public Funds **Payroll** Checking Account #XXX8801  
Public Funds **Online** Checking Account #XXXXX1768  
Public Funds **Money Market** Checking Account #XXXXX4927  
Public Funds **CD** Account #XXXXX9259

## State of California, Office of the Treasurer

Local Agency Investment Fund (**LAIF**) Account # XXX2710

## US Bank

Public Funds **CD Safekeeping** Account #XXXXX0161  
Public Funds Interest **Savings** Account #XXXXXXXXX6316

I have reviewed the Bank Reconciliation and supporting detail as follows:

Bank Statements – all accounts  
Account Reconciliation Reports – including cashed and outstanding checks  
Check Register – monthly check issuance accounting  
Bank Reconciliation Report – covering adjusting entries and transfer of funds

## **INVESTMENT OF FUNDS**

The investment choices for the City's idle funds are limited by several requirements and/or prohibitions set forth in the statutes. Eligible investments by the legislative body are covered by Gov. Code, Sections 53601, 53635 et seq. Resolution 32-2005 stipulates under item (b):

“The City of Red Bluff agrees to deposit or withdraw money in the Local Agency Investment Fund in the State Treasury in accordance with the provisions of Gov. Code Section 16429.1 for the purpose of investment as stated herein”.

The authority to invest the City's idle funds is delegated by the Council to certain officials for a one-year period, to be renewed annually. (Gov. Code Section 53607 & Resolution 70-2004) Persons authorized to make investment decisions on behalf of the City are trustees and, therefore, fiduciaries of the City and subject to the prudent investor standard. (Gov. Code Section 53600.3) California law also provides that the primary objective of a trustee is to safeguard the principal of the funds, to meet the liquidity needs of the City, and to achieve a return on the funds. (Gov. Code Section 53600.5)

The Treasurer must render quarterly reports to the City Council within thirty (30) days of the end of the quarter covered in the report (Gov. Code Section 53646(b)(1)). However, the City's *Annual Statement of Investment Policy*, dated July 18, 2017, provides that the report be made on a monthly rather than quarterly basis. (Gov. Code Section 53646(d))