

501B



SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

FROM: General Manager-Chief Engineer

SUBMITTAL DATE:
October 27, 2015

SUBJECT: Quarterly Disclosure Report on Investment Portfolio (July thru September 2015), [\$0]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Receive the attached Quarterly Disclosure Report on Investment Portfolio as of September 2015 and file with the Clerk of the Board.


BACKGROUND:

Summary

On September 12, 1995, the Riverside County Board of Supervisors approved an Investment Policy for all funds held in trust outside the County Treasury including funds managed by a fiscal agent on behalf of the Riverside County Flood Control and Water Conservation District.

Continued on Page 2.

SJ:mc
P8/200247


WARREN D. WILLIAMS
 General Manager-Chief Engineer

CALIFORNIA
 ANNE J. REY, FINANCE DIRECTOR
 January 19, 2015
 FINANCE
 Departmental Concurrence

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ N/A	\$ N/A	\$ N/A	\$ N/A	Consent <input type="checkbox"/> Policy <input type="checkbox"/>
NET DISTRICT COST	\$ N/A	\$ N/A	\$ N/A	\$ N/A	
SOURCE OF FUNDS: N/A				Budget Adjustment: N/A	
				For Fiscal Year: N/A	

C.E.O. RECOMMENDATION:

APPROVE
 BY: 
 Steven C. Horn

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

- A-30
- Positions Added
- 4/5 Vote
- Change Order

Prev. Agn. Ref.: _____ District: All _____ Agenda Number: _____

11-1

**SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT
BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

FORM 11: Quarterly Disclosure Report on Investment Portfolio

(July thru September 2015), [\$0]

DATE: October 27, 2015

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BACKGROUND:

Summary (continued)

On March 18, 1996, the Board approved Policy B-19: Land Secured Investment Policy which, in accordance with Government Code Section 53646, provided for quarterly disclosure reports on the Investment Portfolio to be brought before the Board in public session and to be filed with the Clerk of the Board.

Impact on Residents and Businesses

N/A

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**Riverside County Flood Control and Water Conservation District
Disclosure Report on Investment Portfolio**

Purpose: The Riverside County Flood Control District will provide the following report monthly to members of its Board of Supervisors, the County Executive Officer and the County Investment Oversight Committee. The report is placed on the District's Board Agenda quarterly and is available to any member of the public interested in the information.

The report will consider three essential areas involving District management of the portfolio, namely (1) the preservation of principal in the funds invested, the cost (i.e., book value) vs. the current market value of the securities in the portfolio, (2) the liquidity position of the portfolio, and (3) the current yield on the portfolio as of the report date.

Portfolio: The following is the composition of the portfolio ranked in accordance with the perceived market risk of the securities within the portfolio reported by the District's representative fiscal agent (US Bank Corporate Trust) as of September 30, 2015.

Risk	Type	Cost	Market	%
1.0	US Treasury Bond	\$ 713,547.50	\$ 889,647.86	5.35%
1.0	First American Govt. Obligation Fund CI Y	\$15,669,176.52	\$15,669,176.52	94.15 %
1.2	US Bank Money Market	\$ 83,289.09	\$ 83,289.09	.50%
	Totals	\$16,466,013.11	\$16,642,113.47	100.00%
	Paper (Loss)/Gain*		\$ 176,100.36	

- Fiscal Year to Date Interest Earnings is \$30,311.16.

Footnotes:

Generally, the level of risk takes into account two major components: the default or credit risk and the market risk associated with the probability that the security will be affected by market changes in short-term interest rates. Risk ranking has been assigned with 1.0 being the lowest level of risk and 2.0 being the highest.

- 1.0 U.S. and Federal Agency Securities directly backed by the United States Treasury are considered the safest.
- 1.1 Next in order of safety are those Federal Agency securities that have an implied guarantee of the United States Treasury.
- 1.2 The third category are those securities that have some form of government collateral backing (i.e., Investment Agreements, Repurchase Agreements and Money Market Funds).
- 1.3 The fourth category evaluates the credit worthiness, capitalization and the time duration of the investment.
- 1.4 The fifth category constitutes those that have state and local government collateral backing.

As of September 30, 2015, the liquidity position of the portfolio was:		
Maturities less than 1 year	\$ 83,289.09	.50 %
Maturities more than 1 year	\$16,558,824.38	99.50 %

I certify the above information is true and correct as of the date of this report.



 JEANINE J. REY, Finance Director

Riverside County Flood Control and Water Conservation District
Investment Portfolio Maturity Summary
 September 30, 2015

MONTH	MATURITY	ISSUE	ACCOUNT	PAR	SECURITY	TRUSTEE
8/15/2016		Elsinore Valley Benefit Assessment District, Zone 3	Assessment Fund	\$311,048.40	US Treasury Bond	U S Bank
Less Than One Year		Elsinore Valley Benefit Assessment District, Zone 3	Assessment Fund	\$13,403.53	US Bank Money Market	U S Bank
Less Than One Year		Elsinore Valley Benefit Assessment District, Zone 3	Reserve Fund	\$7.30	US Bank Money Market	U S Bank
8/15/2017		Elsinore Valley Benefit Assessment District, Zone 3	Reserve Fund	\$488,951.10	US Treasury Bond Stripped Int Pmt	U S Bank
8/15/2016		Elsinore Valley Benefit Assessment District, Zone 3	Reserve Fund	\$70,783.45	US Treasury Bond	U S Bank
2/15/2017		Elsinore Valley Benefit Assessment District, Zone 3	Reserve Fund	\$18,864.91	US Treasury Bond	U S Bank
Less Than One Year		Elsinore Valley Benefit Assessment District, Zone 3	Administrative Expense Fund	\$13,387.65	US Bank Money Market	U S Bank
Less Than One Year		Elsinore Valley Benefit Assessment District, Zone 3	Earnings Fund	\$56,490.61	US Bank Money Market	U S Bank
Less Than One Year		Elsinore Valley Benefit Assessment District, Zone 3	Interest Fund	\$0.00	US Bank Money Market	U S Bank
Less Than One Year		Elsinore Valley Benefit Assessment District, Zone 3	Principal Fund	\$0.00	US Bank Money Market	U S Bank
9/1/2024		2015 Negotiable Promissory Note, Zone 4	Construction Fund	\$15,635,935.12	First American Govt Obligation Fund Cl Y	U S Bank
9/1/2024		2015 Negotiable Promissory Note, Zone 4	Cost of Issuance Fund	\$33,241.40	First American Govt Obligation Fund Cl Y	U S Bank
Total				\$16,642,113.47		

Riverside County Flood Control and Water Conservation District
Statement of Investments as of 9/30/15
Elsinore Valley Benefit Assessment District, Zone 3

ACCOUNT NAME	PAR VALUE # OF SHARES	SECURITY PURCHASED	SETTLEMENT DATE	MATURITY DATE	COUPON RATE	YIELD TO MATURITY	INVESTMENT VALUE	MARKET VALUE	RISK LEVEL	PRICE/ COMMENTS
95417380	312,000.00	US Treasury Bond Generic Int. Pmt				0.000%	\$256,354.80	\$311,048.40	1.0	S&P - AA+ Rated Backed By US Treasury Bd
95417380	13,403.53	US Bank Money Market				0.020%	\$13,403.53	\$13,403.53	1.0	US Bank Money Market Cash Equivalents
95417380	Subtotal						\$269,758.33	\$324,451.93		
95417386	7.30	US Bank Money Market				0.000%	\$7.30	\$7.30	1.2	US Bank Money Market Cash Equivalents
95417386	71,000.00	US Treasury Bond				0.000%	\$58,337.15	\$70,783.45	1.0	S&P - AA+ Rated Backed By US Treasury Bd
95417386	19,000.00	US Treasury Bond				3.150%	\$15,156.30	\$18,864.91	1.0	S&P - AA+ Rated Backed By US Treasury Bd
95417386	495,000.00	US Treasury Bond				0.000%	\$383,699.25	\$488,951.10	1.0	S&P - AA+ Rated Backed By US Treasury Bd
95417386	Subtotal						\$457,200.00	\$578,606.76		
95417382	0.00	US Bank Money Market				0.000%	\$0.00	\$0.00	1.2	US Bank Money Market Cash Equivalents
95417382	Subtotal						\$0.00	\$0.00		
95417383	0.00	US Bank Money Market				0.000%	\$0.00	\$0.00	1.2	US Bank Money Market Cash Equivalents
95417383	Subtotal						\$0.00	\$0.00		
95417381	13,387.65	US Bank Money Market				0.020%	\$13,387.65	\$13,387.65	1.2	US Bank Money Market Cash Equivalents
95417381	Subtotal						\$13,387.65	\$13,387.65		
95417387	56,483.60	US Bank Money Market				0.020%	\$56,483.61	\$56,483.61	1.2	US Bank Money Market Cash Equivalents
95417387	Subtotal						\$56,483.61	\$56,483.61		
Total							\$796,836.59	\$972,936.95		

Riverside County Flood Control and Water Conservation District
Statement of Investments as of 9/30/15
2015 Negotiable Promissory Notes, Zone 4

ACCOUNT NAME	PAR VALUE # OF SHARES	SECURITY PURCHASED	SETTLEMENT DATE	MATURITY DATE	COUPON RATE	YIELD TO MATURITY	INVESTMENT VALUE	MARKET VALUE	RISK LEVEL	PRICE/ COMMENTS
271247000	15,635,935.12	First American Treas Oblig CL Y	25-Jun-15	01-Sep-24		0.010%	\$15,635,935.12	\$15,635,935.12	1.0	S&P AAA Rated Mutual Funds Backed By US Treas Bills
Subtotal	15,635,935.12						\$15,635,935.12	\$15,635,935.12		
271247001	33,241.40	First American Treas Oblig CL Y	25-Jun-15	01-Sep-24		0.010%	\$33,241.40	\$33,241.40	1.0	S&P AAA Rated Mutual Funds Backed By US Treas Bills
Subtotal	33,241.40						\$33,241.40	\$33,241.40		
Total							\$15,669,176.52	\$15,669,176.52		