

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

820B



**FROM:** General Manager-Chief Engineer

**SUBMITTAL DATE:**  
February 9, 2010

**SUBJECT:** Quarterly Disclosure Report on Investment Portfolio  
(October thru December 2009)

**RECOMMENDED MOTION:**

That the Board of Supervisors receives the attached *Quarterly Disclosure Report on Investment Portfolio* as of December 2009 and file with the Clerk of the Board.

**BACKGROUND:**

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.

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.

SJC:mc

**WARREN D. WILLIAMS**  
General Manager-Chief Engineer

<b>FINANCIAL DATA</b>	Current F.Y. District Cost:	N/A	In Current Year Budget:	N/A
	Current F.Y. County Cost:	N/A	Budget Adjustment:	N/A
	Annual Net District Cost:	N/A	For Fiscal Year:	N/A

**SOURCE OF FUNDS:** N/A

Positions To Be Deleted Per A-30 ☐

Requires 4/5 Vote ☐

**C.E.O. RECOMMENDATION:**

APPROVE

BY:

County Executive Office Signature

Alex Gann

**MINUTES OF THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT**

On motion of Supervisor Tavaglione, seconded by Supervisor Buster and duly carried by unanimous vote, IT WAS ORDERED that the above matter is received and filed as recommended.

Ayes: Buster, Tavaglione, Stone and Ashley  
Nays: None  
Absent: Benoit  
Date: February 9, 2010  
xc: Flood

Kecia Harper-Ihem  
Clerk of the Board  
By:   
Deputy

Prev. Agn. Ref.:

ATTACHMENTS FILED  
District: All Agenda Number:  
WITH THE CLERK OF THE BOARD

**11.1**

FISCAL PROCEDURES APPROVED  
IAN M. CHAND, FINANCE DIRECTOR

1/19/2010

Departmental Concurrence

IAN M. CHAND

☐ Consent ☐ Policy

☒ Consent ☒ Policy

Dep't Recomm.:

Per Exec. Ofc.:

**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, 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 December 31, 2009.

<b>Risk</b>	<b>Type</b>	<b>Cost</b>	<b>Market</b>	<b>%</b>
1.2	First American Treas Oblig	\$2,078,832.80	\$2,078,832.80	100.00%
	Totals	\$2,078,832.80	\$2,078,832.80	100.00%
	Paper (Loss)/Gain*		\$0.00	

- Fiscal Year to Date Interest Earnings is \$ 0.00.

**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 is 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 December 31, 2009 the liquidity position of the portfolio was:**

Maturities less than 1 Year	\$2,078,832.80	100.00%
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I certify the above information is true and correct as of the date of this report.

 1/5/10

IVAN M. CHAND, Finance Director

**Riverside County Flood Control and Water Conservation District**  
**Investment Portfolio Maturity Summary**  
December 31, 2009

MONTH	MATURITY	ISSUE	ACCOUNT	PAR	SECURITY	TRUSTEE
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Assessment Fund	\$993,097.06	First American Treas Oblig CL Y	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Administrative Expense Fund	\$12,324.49	First American Treas Oblig CL Y	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Reserve Fund	\$457,200.00	First American Treas Oblig CL Y	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Earnings Fund	\$616,211.25	First American Treas Oblig CL Y	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Interest Fund	\$0.00	Uninvested Cash	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Principal Fund	\$0.00	Uninvested Cash	U S Bank
<b>Total</b>				<b>\$2,078,832.80</b>		

Riverside County Flood Control and Water Conservation District  
Statement of Investments as of 12/31/09  
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	\$993,097.06	First American Treas Oblig CL Y				0.0%	\$993,097.06	\$993,097.06	1.2	S&P /Moody's/Fitch - AAA Rated Money Market Fund Backed By US Treasury Bills
Subtotal	\$993,097.06						\$993,097.06	\$993,097.06		
95417381	\$12,324.49	First American Treas Oblig CL Y				0.0%	\$12,324.49	\$12,324.49	1.2	S&P /Moody's/Fitch - AAA Rated Money Market Fund Backed By US Treasury Bills
Subtotal	\$12,324.49						\$12,324.49	\$12,324.49		
95417386	\$457,200.00	First American Treas Oblig CL Y				0.0%	\$457,200.00	\$457,200.00	1.2	S&P /Moody's/Fitch - AAA Rated Money Market Fund Backed By US Treasury Bills
Subtotal	\$457,200.00						\$457,200.00	\$457,200.00		
95417387	\$616,211.25	First American Treas Oblig CL Y				0.0%	\$616,211.25	\$616,211.25	1.2	S&P /Moody's/Fitch - AAA Rated Money Market Fund Backed By US Treasury Bills
Subtotal	\$616,211.25						\$616,211.25	\$616,211.25		
95417382	\$0.00	Uninvested Cash				0.0%	\$0.00	\$0.00	0	Uninvested Cash
Subtotal	\$0.00						\$0.00	\$0.00		
95417383	\$0.00	Uninvested Cash				0.0%	\$0.00	\$0.00	0	Uninvested Cash
Subtotal	\$0.00						\$0.00	\$0.00		
TOTAL	\$2,078,832.80						\$2,078,832.80	\$2,078,832.80		