

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



ITEM
11.1
(ID # 5542)

MEETING DATE:

Tuesday, October 24, 2017

FROM : FLOOD CONTROL DISTRICT:

SUBJECT: FLOOD CONTROL DISTRICT: Quarterly Disclosure Report on Investment Portfolio
(July through September 2017), All Districts, [\$0]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Receive the attached Quarterly Disclosure Report on Investment Portfolio as of September 2017 and file with the Clerk of the Board.

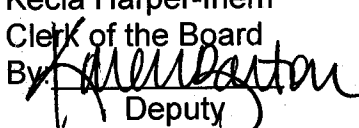
ACTION:


Bob Cullen, Assistant Chief Engineer 10/5/2017

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes: Jeffries, Tavaglione, Washington, Perez and Ashley
Nays: None
Absent: None
Date: October 24, 2017
xc: Flood

Kecia Harper-Ihem
Clerk of the Board
By: 
Deputy

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

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$0	\$0	\$0	\$0
NET COUNTY COST	\$0	\$0	\$0	\$0
			Budget Adjustment:	N/A
			For Fiscal Year:	N/A

C.E.O. RECOMMENDATION: [CEO use]

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.

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

Impact on Residents and Businesses

In the special election held November 4, 1986, voters in the Elsinore Valley Area of Zone 3 approved a 30-year debt issuance: Proposition F, Flood Control Benefit Assessment Program. The program provided for the levy and collection of an annual assessment on each parcel of land within the Benefit Assessment Area boundaries.

The proceeds from the Benefit Assessment Bond Issue provided a major portion of the District's share of funding for the Lake Elsinore Outlet Channel, a cooperative project with the U.S. Army Corps of Engineers and other Proposition F facilities built in conjunction with the Lake Elsinore Outlet Channel, including the Third Street Channel, Wasson Canyon Channel and Debris Basin, Sedco Lines D and D1, Four Corners Storm Drain and a segment of Sedco Line E.

For Fiscal Year 2016-2017, the District did not assess a benefit assessment rate. Funds held in trust with a fiscal agent on behalf of the District were sufficient to meet the final annual debt service and interest payments. The final debt service payment for the Benefit Assessment Bond was processed on September 2, 2017 and the Benefit Assessment Bond was retired. The balances in this report reflect the final debt service payment and interest earned through September 30, 2017.

ATTACHMENTS:

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

Attachment A – Disclosure Report on Investment Portfolio as of September 30, 2017

SJ:mc
P8/204000
MT #5542


Alex Gann 10/16/2017

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

Purpose: The Riverside County Flood Control and Water Conservation 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) versus 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 (U.S. Bank Corporate Trust) as of September 30, 2017.

Rank	Category	Cost	Market	Yield
1.2	U.S. Bank Money Market	\$0.00	\$0.00	0.00 %
	Totals	\$0.00	\$0.00	0.00 %
	Paper (Loss)/Gain*		\$0.00	

*Fiscal Year to Date Interest Earnings is \$111,390.02.

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, 2017, the liquidity position of the portfolio was:

Maturities less than 1 year	\$0.00	0.00 %
Maturities more than 1 year	\$0.00	0.00 %

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

Jeanine J. Rey 10/5/2017
 JEANINE J. REY, Finance Director

Riverside County Flood Control and Water Conservation District
 Statement of Investments as of 8/31/17
 Elsinore Valley Benefit Assessment District, Zone 3

ACCOUNT NAME	PURCHASED	SECURITY	MATURITY DATE	CURR. RATE	YIELD TO MATURITY	INVESTMENT VALUE	MARKET VALUE	RISK ADJ.	PRICE
95417380	0.00	US Bank Money Market			0.000%	\$0.00	\$0.00	1.0	US Bank Money Market Cash Equivalents
95417380	Subtotal					\$0.00	\$0.00		
95417386	0.00	US Bank Money Market			0.000%	\$0.00	\$0.00	1.0	US Bank Money Market Cash Equivalents
95417386	Subtotal					\$0.00	\$0.00		
95417386	0.00	US Treasury Bond			0.000%	\$0.00	\$0.00	1.0	S&P - AA+ Rated Backed By US Treasury Bd
95417382	0.00	US Bank Money Market			0.200%	\$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			0.200%	\$0.00	\$0.00	1.2	US Bank Money Market Cash Equivalents
95417383	Subtotal					\$0.00	\$0.00		
95417381	0.00	US Bank Money Market			0.200%	\$0.00	\$0.00	1.2	US Bank Money Market Cash Equivalents
95417381	Subtotal					\$0.00	\$0.00		
95417387	0.00	US Bank Money Market			0.200%	\$0.00	\$0.00	1.2	US Bank Money Market Cash Equivalents
95417381	Subtotal					\$0.00	\$0.00		
Total						\$0.00	\$0.00		

Riverside County Flood Control and Water Conservation District
Investment Portfolio Maturity Summary
September 30, 2017

MONTH	MATURITY	ISSUE	ACCOUNT	PAR	SECURITY	TRUSTEE
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Assessment Fund	\$0.00	US Bank Money Market	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Reserve Fund	\$0.00	US Treasury Bond Stripped Int Pmt	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Reserve Fund	\$0.00	US Bank Money Market	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Administrative Expense Fund	\$0.00	US Bank Money Market	U S Bank
	Less Than One Year	Elsinore Valley Benefit Assessment District, Zone 3	Earnings Fund	\$0.00	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

~~\$0.00~~

~~Yield~~