



MEETING DATE: 09/07/04

ITEM NO. 4

## COUNCIL AGENDA REPORT

DATE: September 1, 2004  
TO: MAYOR AND TOWN COUNCIL  
FROM: LINDA LUBECK, TOWN TREASURER   
SUBJECT: TREASURER'S REPORTS FOR JULY, 2004

### RECOMMENDATION:

Accept reports as attached.

### DISCUSSION:

Attached for your review and acceptance is the Treasurer's report for July, 2004. As had been anticipated, the Fed raised the funds rate a quarter point each in July and again in August. With each raise, the prime rate also went up an equal amount. The bond markets have reacted by slightly increasing rates of return on new issues, although the five year treasury is declining since investors do not want to place money out that long in an increasing rate market.

Overall, the Town's rate of return increased slightly during the month of July. During the month of August two older investments matured and were replaced with five new investments. The Treasurer's report for August will detail these transactions.

### ENVIRONMENTAL ASSESSMENT:

Is not a project defined under CEQA, and no further action is required.

FISCAL IMPACT: None

Attachments: Treasurer's reports dated September 1, 2004.

PREPARED BY: Linda L. Lubeck, Town Treasurer 

Reviewed by: RS Town Manager PS Assistant Town Manager OK Town Attorney  
\_\_\_\_ Clerk LC Finance \_\_\_\_ Community Development Revised: 9/1/04 3:11 pm  
Distribution: Town Council; Town Manager; Finance Director

Reformatted: 5/30/02

Meeting date: September 7, 2004

Item No:

**Town of Los Gatos  
Treasurer's Report  
for the month ended  
July 31, 2004**

**Submitted September 1, 2004**

**by**

**Linda L. Lubeck**

A handwritten signature in black ink, appearing to be 'Linda L. Lubeck', written over the printed name.

Distribution:

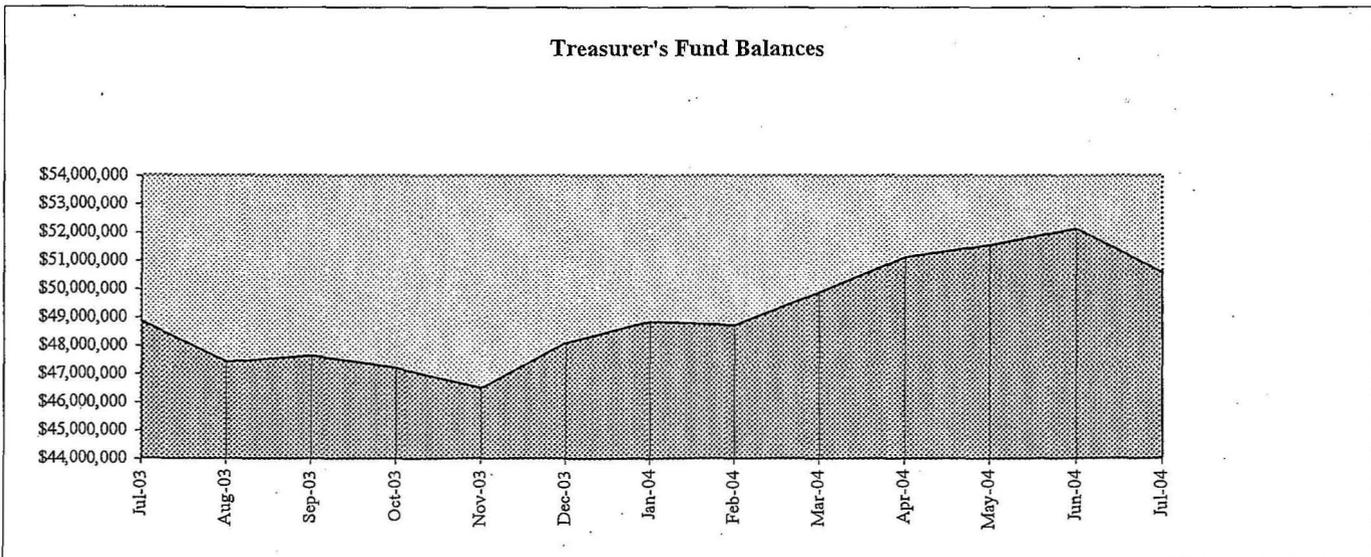
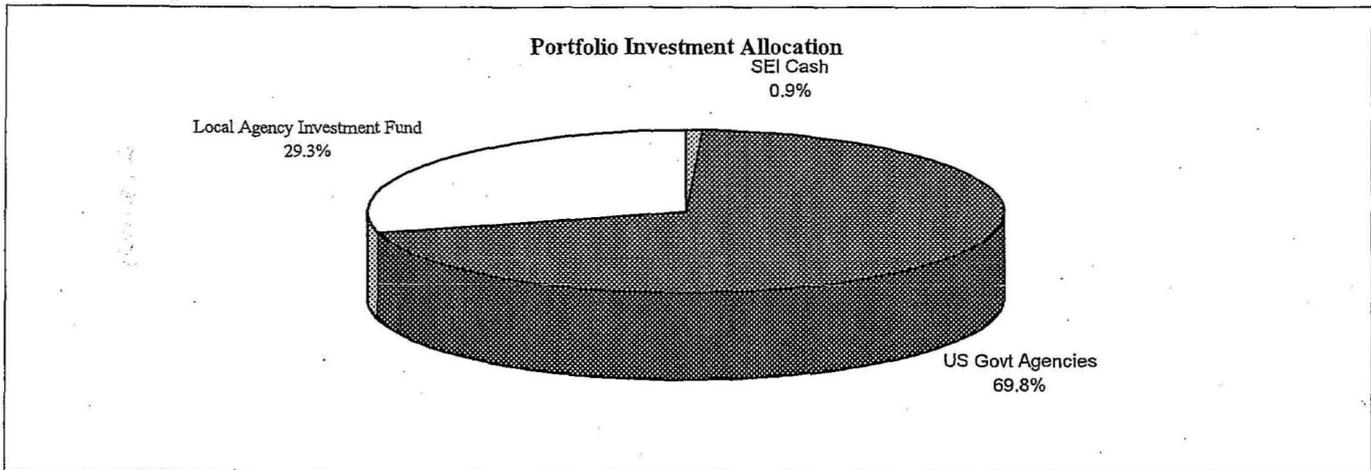
Town Clerk  
Town Manager  
Town Council

**Town of Los Gatos**  
**Portfolio Allocation & Treasurer's Fund Balances**  
**July 31, 2004**

	<u>Month</u>	<u>YTD</u>
Fund Balances - Beginning of Month/Period	\$52,146,172.75	\$52,146,172.75
Receipts	1,843,200.84	1,843,200.84
Disbursements	(3,406,342.53)	(3,406,342.53)
Fund Balances - End of Month/Period	<u>\$50,583,031.06</u>	<u>\$50,583,031.06</u>

Portfolio Allocation:

SEI Cash	433,252.30
US Govt Agencies	33,762,002.24
Local Agency Investment Fund	<u>14,142,375.83</u>
Subtotal - Investments	48,337,630.37
Reconciled Demand Deposit Balances	<u>2,245,400.69</u>
<b>Total Treasurer's Fund</b>	<b><u>\$50,583,031.06</u></b>



Town of Los Gatos  
Statement of Interest Earned  
July 31, 2004

	<b>Current Month</b>	<b>Fiscal Year to Date</b>
Interest received from Investments	93,860.05	93,860.05
Add: Interest accrued at end of period (see page 5)	99,570.35	99,570.35
Less: Interest accrued at beginning of period	<u>(92,466.06)</u>	<u>(92,466.06)</u>
Interest earned on investments	<u>\$100,964.34</u>	<u>\$100,964.34</u>

SEI Investments Account  
Market to Cost Position Report  
July 31, 2004

<u>Dep. Institution</u>	<u>Security</u>	<u>Deposit Date</u>	<u>Amortized Cost</u>	<u>Maturity Date</u>	<u>Days Elapsed</u>	<u>Days to Maturity</u>	<u>Days Invested</u>	<u>Yield to Maturity</u>	<u>Interest Earned</u>	<u>Interest Received</u>	<u>Interest Accrued</u>
FFCB	Coupon Note	06/27/03	550,000.00	09/27/04	400	58	458	1.000%	6,027.40	4,125.00	1,902.40
FHLB	Coupon Note	06/30/03	514,715.00	11/15/04	397	107	504	1.208%	6,762.88	14,765.62	(8,002.74)
FHLMC	Coupon Note	06/25/03	556,316.41	01/15/05	402	168	570	1.130%	6,923.62	10,885.46	(3,961.84)
FHLMC	Coupon Note	06/27/03	660,697.66	02/15/05	400	199	599	1.359%	9,839.87	15,583.97	(5,744.10)
FHLB	Coupon Note	06/26/03	665,362.50	04/15/05	401	258	659	1.064%	7,777.70	8,609.79	(832.09)
FHLB	Coupon Note	06/23/03	552,634.50	05/13/05	404	286	690	1.220%	7,462.53	7,356.25	106.28
FHLMC	Coupon Note	06/30/03	663,493.36	06/15/05	397	319	716	1.482%	10,695.04	25,659.37	(14,964.33)
FHLB	Coupon Note	06/24/03	672,743.50	08/15/05	403	380	783	1.335%	9,916.15	12,512.50	(2,596.35)
FHLB	Coupon Note	06/24/03	683,345.00	11/15/05	403	472	875	1.432%	10,804.26	21,009.90	(10,205.64)
FHLMC	Coupon Note	06/30/03	651,562.50	01/15/06	397	533	930	1.771%	12,550.83	32,812.50	(20,261.67)
FFCB	Coupon Note	06/25/03	666,809.00	03/15/06	402	592	994	1.523%	11,184.96	11,736.11	(551.15)
FHLMC	Coupon Note	06/25/03	664,117.19	04/15/06	402	623	1025	1.576%	11,527.47	12,435.76	(908.29)
FNMA	Coupon Note	06/27/03	504,090.00	04/28/06	400	636	1036	2.315%	12,788.69	10,973.96	1,814.73
FHLB	Coupon Note	06/24/03	658,677.50	05/15/06	403	653	1056	1.625%	11,817.85	12,316.15	(498.30)
FHLMC	Coupon Note	06/27/03	500,930.00	06/02/06	400	671	1071	2.076%	11,396.50	4,628.47	6,768.03
FHLMC	Coupon Note	06/30/03	387,296.88	07/15/06	397	714	1111	1.872%	7,885.83	20,052.08	(12,166.25)
FNMA	Coupon Note	06/10/04	297,213.00	08/11/06	51	741	792	3.177%	1,319.36		1,319.36
FHLB	Coupon Note	06/30/03	400,000.00	09/29/06	397	790	1187	2.200%	9,571.51	8,080.00	1,491.51
FHLB	Coupon Note	06/24/03	688,076.80	11/15/06	403	837	1240	1.825%	13,864.75	23,540.00	(9,675.25)
FFCB	Coupon Note	06/25/03	660,954.00	12/19/06	402	871	1273	1.844%	13,423.49	28,762.50	(15,339.01)
FHLB	Coupon Note	06/30/03	400,000.00	12/29/06	397	881	1278	2.225%	9,680.27	8,900.00	780.27
FHLMC	Coupon Note	06/25/03	662,652.00	03/15/07	402	957	1359	1.946%	14,202.39	21,125.00	(6,922.61)
FNMA	Coupon Note	06/30/03	333,597.66	04/15/07	397	988	1385	2.150%	7,801.16	12,468.75	(4,667.59)
FHLMC MTN	Coupon Note	06/27/03	402,556.00	05/29/07	400	1032	1432	2.808%	12,387.70	11,033.33	1,354.37
FNMA	Coupon Note	06/30/03	375,219.60	07/15/07	397	1079	1476	2.359%	9,627.45	15,494.79	(5,867.34)
FNMA	Coupon Note	06/10/04	296,331.00	10/15/07	51	1171	1222	3.863%	1,599.48		1,599.48
FHLB	Coupon Note	06/24/03	672,825.60	11/15/07	403	1202	1605	2.257%	16,766.65	19,973.33	(3,206.68)
FNMA	Coupon Note	06/24/03	299,475.00	12/24/07	403	1241	1644	2.528%	8,358.91	7,500.00	858.91
FNMA	Coupon Note	06/27/03	649,785.94	01/15/08	400	1263	1663	2.492%	17,745.39	21,498.50	(3,753.11)
FHLMC	Coupon Note	06/26/03	657,396.09	03/15/08	401	1323	1724	2.294%	16,568.07	12,761.08	3,806.99
FHLB	Coupon Note	06/30/03	286,162.50	04/15/08	397	1354	1751	2.633%	8,195.23	11,637.50	(3,442.27)
FHLB	Coupon Note	06/26/03	661,764.30	05/13/08	401	1382	1783	2.507%	18,226.75	30,340.86	(12,114.11)
FHLMC MTN	Coupon Note	06/30/03	228,298.00	06/13/08	397	1413	1810	2.894%	7,186.18	6,026.32	1,159.86
FHLMC	Coupon Note	06/24/03	500,000.00	06/18/08	403	1418	1821	2.750%	15,181.51	13,750.00	1,431.51
			18,025,098.49				739	1.907%	357,067.83	478,354.85	(121,287.02)
Cash			433,252.30						7,027.42	6,630.95	396.47
Purchased Int			4,331.25						364,095.25	484,985.80	(120,890.55)
			<u>18,462,682.04</u>								