

**CITY OF TRACY**  
**CITY TREASURER'S REPORT**  
**SUMMARY OF ALL INVESTMENTS**  
For the Month ending October 31, 2016

| Category                              | Maturity |       | Average Interest Rate | HISTORICAL Book Value | GASB 31 ADJ Market Value |
|---------------------------------------|----------|-------|-----------------------|-----------------------|--------------------------|
|                                       | Days     | Years |                       |                       |                          |
| <b>Pooled Investments:</b>            |          |       |                       |                       |                          |
| 1. ON DEMAND DEPOSITS                 |          |       | 0.012%                | 8,141,735.84          | 8,141,735.84             |
| 2. TREASURER'S INVESTMENTS            |          |       |                       | 218,919,558.24        | 219,153,505.63           |
| <b>Total - Pooled Investments</b>     | 494      | 1.35  | 1.133%                | <b>227,061,294.08</b> | <b>227,295,241.47</b>    |
| 3. PROCEEDS FROM BOND ISSUES          |          |       |                       | 14,045,551.64         | 14,045,551.64            |
| <b>Total - Non-Pooled Investments</b> |          |       |                       | <b>14,045,551.64</b>  | <b>14,045,551.64</b>     |
| <b>GRAND TOTAL ALL INVESTMENTS</b>    |          |       |                       | <b>241,106,845.72</b> | <b>241,340,793.11</b>    |

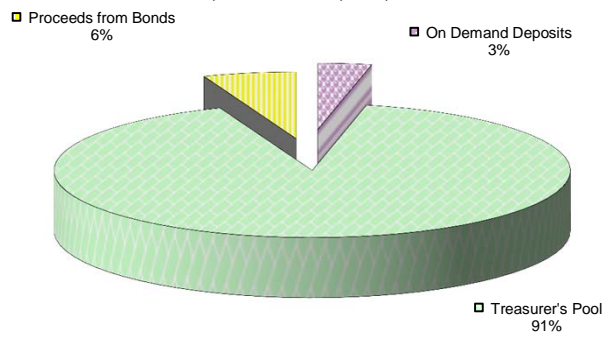
I certify that categories #1 & #2 above comply with the City's investment policy in all respects including maturity length and permitted investments. A listing of assets owned by the City is available at the Treasurer's Office. Category #3 is not managed by the City Treasurer but must be carried on the City's books. A copy of the City's "Investment Policy" is available at the office of the City Clerk. The City has the ability to meet projected expenditures for the next six months.

  
**Raymond McCray**  
City Treasurer

12-30-2016  
Date

Reviewed By: RGH

**City of Tracy - Investment Summary**  
**October 31, 2016 \$241,340,793.11 Market Value**



## 2. TREASURER'S INVESTMENTS

GASB 31 Adjusted

These investments comply with the City's adopted investment policy.

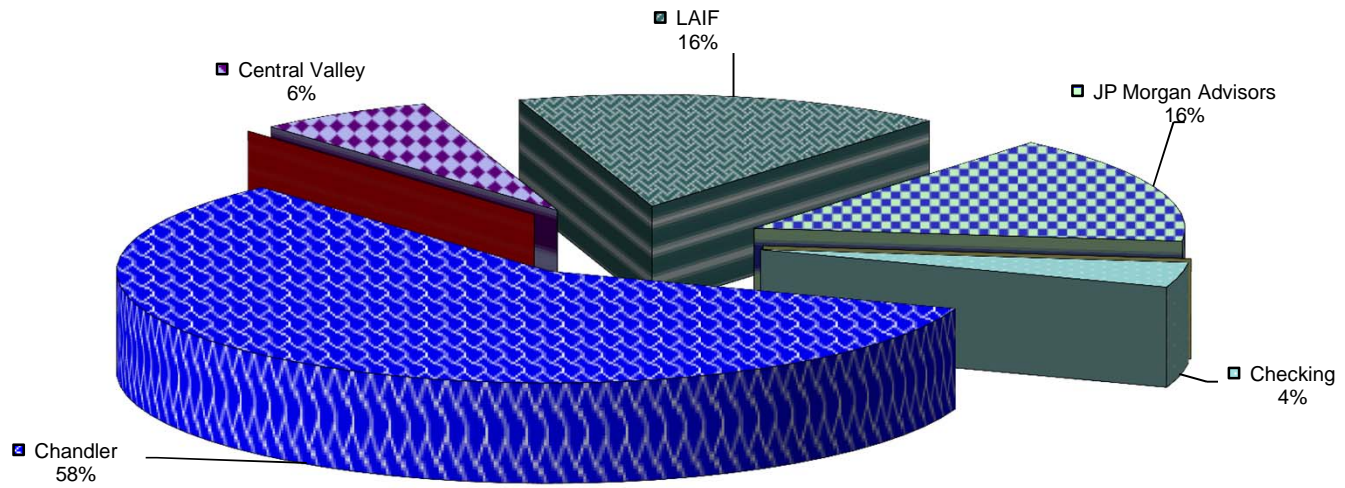
October 31, 2016

| Custodian/Description                         | Average Purchase YTM | Days to Maturity | Interest Rate | HISTORICAL Book Value | Market Value (no accruals) |
|---|----------------------|------------------|---------------|-----------------------|----------------------------|
| WELLS FARGO, Sweep                            |                      | 1                | 0.01%         | <b>7,912,603.84</b>   | 7,912,603.84               |
| WELLS FARGO, Checking                         |                      | 1                |               | <b>229,132.00</b>     | 229,132.00                 |
| CHANDLER ASSET MNGT (120)                     | * 1.123%             | 639              | 1.28%         | <b>131,514,205.95</b> | 131,869,956.89             |
| J.P. Morgan Securities (992)                  | * 1.230%             | 569              | 1.45%         | <b>35,906,184.24</b>  | 35,784,380.69              |
| Central Valley Community Bank MM (col)        |                      | 1                | 0.60%         | <b>14,911,029.66</b>  | 14,911,029.66              |
| LOCAL AGENCY INVESTMENT FUND<br>City of Tracy |                      | 1                | 0.67%         | <b>36,588,138.39</b>  | 36,588,138.39              |
| Yield to Maturity/Market                      |                      |                  |               |                       |                            |
| Benchmark 2 year treasury                     | 0.83                 |                  |               |                       |                            |
| ML 1-5 year YTM GVAO                          | 0.99                 | BV10             | 1.29%         |                       |                            |

\* Priced By Union Bank of Cal

|                        |                                    |                       |                |
|------------------------|------------------------------------|-----------------------|----------------|
| TOTAL INVESTMENTS      | <b>THIS MONTH</b>                  | <b>227,061,294.08</b> | 227,295,241.47 |
| GASB 31 222,852,794.58 | <b>LAST MONTH</b>                  | 227,650,892.56        | 228,078,084.23 |
|                        | INCREASE(DECREASE) FROM LAST MONTH | (589,598.48)          | (782,842.76)   |
|                        | AVERAGE INTEREST RATE              | 1.118%                |                |
|                        | AVERAGE DAYS TO MATURITY           | 460                   |                |

**City of Tracy's Investments**  
**October 31, 2016 - \$227,295,241.47 Market Value**



### 3. PROCEEDS FROM BOND ISSUES

Funds in this category are held by a Trustee or other investment which is governed by the bond documents.

Oct. 31, 2016

| District                     | Description                         | Prior Month      | Current Month    | Increase<br>(Decrease) |
|------------------------------|-------------------------------------|------------------|------------------|------------------------|
| 1993-1 (I205 GL 17)          | Tracy Marketplace Series 1996       | \$ 312,899.16    | \$ 312,908.54    | \$ 9.38                |
| 1994 Re AD2002 TOPJPA        | Refi by 2002 TOPJA                  | 220,978.57       | 220,980.61       | 2.04                   |
| 1993-1 (I 205 GL-17)         | Tracy Marketplace Series 2002 I-205 | 231,370.54       | 231,387.88       | 17.34                  |
| 2003 Wastewater              | Wastewater Revenue Refunding        | 348,821.90       | 348,822.28       | 0.38                   |
| 2003-01 AD Lmted. Obligation | Berg Avenue                         | 99,886.04        | 99,891.48        | 5.44                   |
| TOPJPA 2003 Series A Senior  | Consolidated 5 Bond Issues          | 2,839,079.35     | 2,839,094.17     | 14.82                  |
| CFD-89-1 2003 Series A       | Senior Lein                         | 631,125.40       | 631,126.59       | 1.19                   |
| CDA 2003 A & 2003B           | 2004 Waste Water Treatment          |                  |                  | -                      |
| CFD 99-1-NEI-2004            | NEI 2004 Refunding                  | 345,751.40       | 345,751.40       | -                      |
| Tracy CFD 98-1               | 2005 Series A&B                     | 825,316.04       | 825,322.75       | 6.71                   |
| Tracy CFD 98-1 2011A         | 2005-A                              | 105,570.66       | 105,570.67       | 0.01                   |
| Tracy CFD 98- 2005 A         | Reserve Fund                        | 390,987.14       | 390,990.40       | 3.26                   |
| TOPJPA 2005 Series C         | 2000-01 Presidio                    | 60,412.81        | 60,413.34        | 0.53                   |
| CFD 2006-01 NEI              | North East Industrial               | 5,305,549.19     | 5,305,653.92     | 104.73                 |
| TOPJPA 2007 A & B            |                                     | 4.48             | 5.02             | 0.54                   |
| TOPJPA 2008                  | City Account                        | 789,887.54       | 0.48             | (789,887.06)           |
| TOPJPA Rev Bonds 2011A       | Revenue Bond                        | 1,009,423.06     | 1,009,431.41     | 8.35                   |
| Tracy LOB 2011-1             |                                     | 202,393.32       | 195,624.91       | (6,768.41)             |
| Tracy CFD 2011A              |                                     | 1,098,051.67     | 1,085,677.26     | (12,374.41)            |
| Successor Agency-CDA 2016    |                                     | 13,258.28        | 36,898.53        | 23,640.25              |
|                              |                                     | \$ 14,830,766.55 | \$ 14,045,551.64 | \$ (785,214.91)        |

\*These accounts may also have tax receipts in balance of account until next bond principal or interest payment

|                            |                                    |                      |
|----------------------------|------------------------------------|----------------------|
| <b>TOTAL BOND PROCEEDS</b> | <b>THIS MONTH</b>                  | <b>14,045,551.64</b> |
|                            | <b>LAST MONTH</b>                  | <b>14,830,766.55</b> |
|                            | Increase(Decrease) From Last Month | (785,214.91)         |

#### 4. STATISTICAL SUMMARY

GASB 31 Adjusted

The following is selected statistical information and trends concerning the Investment Portfolio.

October 31, 2016

#### TRENDS

|                            | Days  | Maturity<br>Years | Average<br>Int Rate | Historical<br>Book Value | Market Value   | Difference    |
|----------------------------|-------|-------------------|---------------------|--------------------------|----------------|---------------|
| Benchmark Month (3/95)     | 5,993 | 16.42             | 4.577%              | 46,953,583.62            | 27,962,754.31  | 18,990,829.31 |
| <b>Last Month (9/16)</b>   | 451   | 1.24              | 1.092%              | 227,650,892.56           | 228,078,084.23 | (427,191.67)  |
| <b>Current Month 10/16</b> | 460   | 1.23              | 1.118%              | 227,061,294.08           | 227,295,241.47 | (233,947.39)  |
| <b>FISCAL YEAR AVERAGE</b> | 472   | 1.29              | 1.111%              | 225,983,292.24           | 226,447,003.79 | (463,711.55)  |

#### HISTORICAL

| Pooled<br>Investments<br><br><u>Market Value</u> | Pooled<br>Investments<br><br><u>Book Value</u> | <b>Monthly<br/>Totals<br/><br/>Compared</b> | Total<br>Investments<br><br><u>Market Value</u> | Total<br>Investments<br><br><u>Book Value</u> |
|--|--|---|---|---|
| 219,269,745.50                                   | 219,488,411.43                                 | <b>September, 15</b>                        | 235,759,080.53                                  | 235,277,746.46                                |
| 218,029,387.58                                   | 218,756,152.40                                 | <b>October, 15</b>                          | 233,526,144.35                                  | 234,252,309.17                                |
| 215,571,257.63                                   | 214,441,604.15                                 | <b>November, 15</b>                         | 231,258,345.97                                  | 232,387,999.51                                |
| 202,095,073.47                                   | 203,505,020.18                                 | <b>December, 15</b>                         | 217,604,792.84                                  | 219,014,739.55                                |
| 210,712,365.69                                   | 211,350,588.89                                 | <b>January, 16</b>                          | 235,585,948.12                                  | 236,224,181.32                                |
| 211,429,051.23                                   | 211,620,220.34                                 | <b>February, 16</b>                         | 228,518,587.84                                  | 229,009,756.95                                |
| 210,947,479.81                                   | 211,007,265.38                                 | <b>March, 16</b>                            | 226,601,788.58                                  | 226,661,574.55                                |
| 226,077,762.79                                   | 226,066,587.75                                 | <b>April, 16</b>                            | 241,734,137.80                                  | 241,722,662.56                                |
| 216,600,010.77                                   | 216,688,357.18                                 | <b>May, 16</b>                              | 237,730,182.01                                  | 237,818,528.42                                |
| 222,852,794.58                                   | 222,219,405.99                                 | <b>June, 16</b>                             | 243,991,407.52                                  | 243,358,018.93                                |
| 227,994,929.73                                   | 227,269,148.13                                 | <b>July, 16</b>                             | 250,189,170.09                                  | 249,463,388.49                                |
| 222,419,759.74                                   | 221,951,834.18                                 | <b>August, 16</b>                           | 241,205,945.04                                  | 240,738,019.48                                |
| 228,078,084.23                                   | 227,650,892.56                                 | <b>September, 16</b>                        | 242,908,855.84                                  | 242,481,664.17                                |
| 227,295,241.47                                   | 227,061,294.08                                 | <b>October, 16</b>                          | 241,340,793.11                                  | 241,106,845.72                                |

|                       | Total<br><u>Month</u> | Total<br><u>FY 16-17</u> | Total<br><u>FY 15-16</u> | Total<br><u>FY 14-15</u> | Total<br><u>FY 13-14</u> |
|-----------------------|-----------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| INTEREST EARNINGS     |                       |                          |                          |                          |                          |
| Pooled Investments    |                       |                          |                          |                          |                          |
| Interest Earnings Net | <b>190,968.34</b>     | 780,809.59               | 2,034,994.49             | 2,110,709.05             | 2,193,901.24             |
| Pooled Investments    |                       |                          |                          |                          |                          |
| Gain (loss) on sale   | (28,291.78)           | (327,659.30)             |                          |                          |                          |

## 5. TRACY CONSOLIDATED

Portfolio Summary Information

Period Ending October 31, 2016

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### Sector/Quality Distribution

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| <u>Sector</u>             | <u>% of Portfolio</u> | <u>Quality</u> |
|---------------------------|-----------------------|----------------|
| Treasury                  | 8.7%                  | Treasury       |
| Agency                    | 28.7%                 | AA+            |
| Corporate                 | 26.6%                 | AA-            |
| ABS                       | 0.0%                  |                |
| CMO                       | 0.0%                  |                |
| Time Deposits             | 0.0%                  | NR             |
| LAIF                      | 13.4%                 | NR             |
| Negotiable CD             | 1.4%                  |                |
| Commercial Paper          | 3.7%                  | AAA            |
| Money Market Funds        | 16.8%                 | TSY            |
| Municipal Bonds           | 0.5%                  | AAA            |
| Corporate FDIC Guaranteed | 0.0%                  | AAA            |
| Supranationals            | 0.0%                  |                |

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### Duration/Maturity Distribution

% of Portfolio

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| <u>Years</u>    | <u>Maturity</u> |
|-----------------|-----------------|
| 0 - .25         | 32.1%           |
| .25 - .50       | 4.9%            |
| .5 - 1          | 13.3%           |
| 1 year - 2 year | 25.2%           |
| 2 year - 3 year | 12.0%           |
| 3 year - 4 year | 6.3%            |
| 4 year - 5 year | 6.2%            |
| 5 year +        | 0.0%            |