



City of Oceanside

300 North Coast Highway,
Oceanside, California 92054

Staff Report

File #: 25-678

Agenda Date: 5/7/2025

Agenda #: 8.

DATE: May 7, 2025

TO: Honorable Mayor and City Councilmembers

FROM: City Treasurer's Office

TITLE: **CITY TREASURER'S REPORT - QUARTER ENDED DECEMBER 31, 2024**

RECOMMENDATION

The City Treasurer and staff recommend that the City Council accept the City Treasurer's Report for the quarter ended December 31, 2024.

BACKGROUND AND ANALYSIS

The City's Investment Policy requires the City Treasurer to submit a quarterly investment report to the City Council which provides full disclosure of the City's investment activities.

The goal of the City Treasurer's Office is to make investments in conformity with the investment policy adopted by the City Council on June 26, 2024. The quarterly City Treasurer's report is intended to provide an awareness of the activity and performance of the City's investment portfolio.

As of December 31, 2024, the City had \$20,532,676 in its operating account, \$1,023,296 in Local Agency Investment Fund (LAIF), and \$40,984,666 in California Asset Management Program (CAMP). The City has adequate funds to meet its cash flow requirements for the next six months.

The book value of the City's investment portfolio at the quarter ended December 31, 2024, was \$561,330,911 (book value is the cost of the security plus any amortization or accumulation of premiums or discounts). The December 31, 2024, portfolio book value increased by \$41 million (or 8.0 percent) over the December 31, 2023, portfolio book value. As shown in the following table, the book value of the City's primary investment portfolio has increased by \$19.9 million from the prior quarter ended September 30, 2024. As of December 31, 2024, the average purchase yield to maturity was 3.57 percent for this account.

**City of Oceanside
Rolling Quarterly Comparison**

	Dec 31, 2024	Sept 30, 2024	June 30, 2024	Mar 31, 2024	Dec 31, 2023
Book Value	\$561,330,911	\$541,405,109	\$550,681,943	\$545,003,471	\$519,540,057
Market Value	557,413,244	544,042,848	539,726,525	530,089,173	509,317,249
Unrealized Gain / (Loss)	(3,917,667)	2,637,739	(10,955,418)	(14,914,298)	(10,222,808)
Unrealized Gain / (Loss) as a % of Book Value	-0.70%	0.49%	-1.99%	-2.74%	-1.97%
Average Purchase YTM	3.57%	3.40%	3.30%	3.15%	2.97%
Quarterly Earnings	4,850,221	4,954,086	4,002,989	3,987,052	3,667,601
LAIF deposits	1,023,296	1,011,302	1,000,000	1,000,000	1,000,000
CAMP deposits	40,984,666	24,688,668	37,257,817	34,746,111	12,390,136
Operating Account (U.S. Bank)	20,532,676	14,613,422	41,104,223	15,395,478	19,235,077

The LAIF deposits ended the quarter with a yield of 4.434 percent, representing a decrease from the prior quarter yield of 4.518 percent. LAIF is part of a Pooled Money Investment Account which gives local agencies the opportunity to participate in a major portfolio using the State Treasurer's Office at no additional cost to the taxpayer.

The CAMP deposits ended the quarter with a yield of 4.73 percent, representing a decrease from the prior quarter yield of 5.43 percent. CAMP is a California Joint Powers Authority ("JPA") established in 1989 to provide California public agencies with professional investment services. These investments are permitted for all local agencies under California Government Code Section 53601(p).

In accordance with our Investment Policy, the City receives a monthly report from the Bank of New York Mellon listing all securities with current market data. The City reconciles this report against a monthly ClearWater holdings report provided by Chandler Asset Management.

FISCAL IMPACT

No fiscal impact.

COMMISSION OR COMMITTEE REPORT

The members of the Citizen Investment Oversight Committee (CIOC) reviewed the quarterly report for the quarter ended December 31, 2024, at the February 11, 2025, CIOC meeting and accepted its contents. The members of the CIOC confirm that the investments are in compliance with California State Code and the City's adopted Investment Policy, and that the portfolio is managed in a satisfactory manner.

CITY ATTORNEY'S ANALYSIS

The referenced documents have been reviewed by the City Attorney and approved as to form.

Prepared by: Silvia Twardy, Supervising Accountant
Reviewed by: Jill Moya, Financial Services Director
Submitted by: Phyllis Dominguez, City Treasurer

ATTACHMENTS:

1. Staff Report
2. Quarterly Report