



STAFF REPORT

SAUSALITO CITY COUNCIL

AGENDA TITLE:

Receive and file First Quarter Treasurer's Report for July through September 2007

RECOMMENDED MOTION:

Accept the Treasurer's Report for First Quarter Ended September 30, 2007

BACKGROUND

Based on the City of Sausalito's Investment Policy, the Finance Director/Treasurer is required to submit quarterly and annual Treasurer's Report to the City Council. The Treasurer's Report provides an update on the cash and investment position of the City of Sausalito.

The City invests in liquid or near liquid investments where the principal is protected and earns the highest interest possible for such investments.

At September 30, 2007, the City has cash and investments totaling \$29,566,919 (cost basis) from all sources including general, restricted, capital improvement, agency funds of \$13,759,668; and bond proceeds from the 2006 General Obligation Bonds Series A & B of \$15,807,251.

DISCUSSION

The City adopts an "Investment Policy" annually to provide guidance to staff on what are allowable investment vehicles. Since 2002, the City has placed more than 97% of the cash in LAIF. Taking the FY 2006 audit recommendation from the City's auditor Maze & Associates, staff has diversified \$2,000,000 of the City fund and invested in the United States Treasury Bills, besides LAIF. By taking a conservative approach to investing, the City achieves the investment goals of safety and liquidity. By not taking risk, there is a trade-off on yields or investment returns.

FISCAL IMPACT

None

STAFF RECOMMENDATIONS

Accept the Treasurer's report for Quarter Ended September, 2007.

Item #: _____
Meeting Date: _____
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ATTACHMENTS

- Portfolio Summary
- Portfolio Details Cash
- Portfolio Details Investments
- Cash Balance by Fund

SUBMITTED BY:

APPROVED BY:

Louise Ho, Finance Director/Treasurer

Adam Politzer, City Manager