

MEMORANDUM



RANCHO PALOS VERDES

TO: HONORABLE MAYOR AND MEMBERS OF THE CITY COUNCIL
FROM: DIRECTOR OF FINANCE AND INFORMATION TECHNOLOGY
DATE: AUGUST 3, 2010
SUBJECT: JUNE 2010 MONTHLY REPORT OF CASH BALANCES
REVIEWED: CITY MANAGER

Staff Coordinator: Jane Lin, Accountant

RECOMMENDATION:

Receive and file the June 2010 Monthly Report of Cash Balances for the City of Rancho Palos Verdes.

BACKGROUND:

With the adoption of the state budget for FY06-07, government agencies are no longer required to submit an investment report to their governing board. Notwithstanding the change of California law, staff has continued to submit a report to the Council for review each month. This report summarizes the cash activity associated with all funds of the City.

A separate report is prepared monthly for both the Redevelopment Agency and Improvement Authority and is presented under separate cover before their respective governing bodies. The attached report includes the cash activities of the City for the month of June 2010.

ANALYSIS:

The overall cash balances of the City totaled \$37,623,635 at June 30, 2010. This represents a \$359,449 decrease during the month. The overall decrease is a result of various factors over several individual funds of the City. These factors are discussed in detail below for each fund experiencing a noteworthy cash event.

General Fund – The cash balance in this fund decreased by more than \$1,086,000 during the month. The City received \$19,082 for its June portion of property tax revenue. Property taxes are collected from property owners twice each year, which causes the timing of property tax cash receipts to be cyclical. June is a month in which a small amount was received. The June revenue was offset by normal operating expenditures.

Gas Tax Fund – The cash balance in this fund increased by more than \$138,000 during

June 2010 Monthly Report of Cash Balances

August 3, 2010

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the month. The increase was primarily due to the receipt of both May and June highway user tax apportionment of \$123,761, as well as \$174,594 for both first and second quarters of traffic congestion relief program. The June revenue was offset by normal operating expenditures.

CDBG Fund – The cash balance in this fund increased by more than \$57,000. Because CDBG cash receipts result from reimbursements of prior months' expenditures, it is common to have a variance between cash receipts and expenditures for any given month. The fund received reimbursements from CDC in June.

Measure R Fund – The cash balance in this fund increased by more than \$62,000 during the month due to receipt of the June Measure R apportionment.

CIP Fund – The cash balance in this fund increased by more than \$549,000 during the month. The State granted the City \$1,120,584 for the arterial street resurfacing project on Hawthorne Blvd. on September 16, 2009. The City received the first installment of \$437,302 in May and the second installment \$571,223 in June. The City is anticipated to receive the retention amount of \$112,058 in the near future.

**CITY OF RANCHO PALOS VERDES
MONTHLY REPORT OF CASH BALANCES
JUNE 2010**

	OPERATING	BANKCARD	PETTY CASH	PAYROLL	LAIF-CITY	TREASURIES BOA	BOA ON DEMAND	TREASURIES TREAS DIRECT	TOTAL CASH	YTD INT RECEIVED
BEGINNING BALANCE	2,997,596.87	0.00	2,500.00	63,547.04	30,262,661.19	4,656,778.63	0.00	0.00	37,983,083.73	
PLUS: DEPOSITS	2,020,871.10			409,419.89					2,430,290.99	
PLUS: INTEREST EARNINGS*									0.00	
LESS: CHECKS	(1,956,793.88)			(400,798.73)					(2,357,592.61)	
ADJUSTMENTS	(16,522.33)								(16,522.33)	
PLUS: TRANSFERS IN									0.00	
LESS: TRANSFERS OUT	(409,419.89)					(6,205.00)			(415,624.89)	
ENDING BALANCE	2,635,731.87	0.00	2,500.00	72,168.20	30,262,661.19	4,650,573.63	0.00	0.00	37,623,634.89	0.00

*All interest (LAIF & Savings) is paid quarterly.

142,866.93

CASH BALANCES BY FUND	BALANCE			CASH	Change In Ending Cash Balance	% Change of Cash Balance from Previous Month-End
	FORWARD	DEBIT	CREDIT			
GENERAL FUND	17,582,296.49	892,815.42	1,979,409.34	16,495,702.57	(1,086,593.92)	6%
GAS TAX	(141,237.08)	299,052.58	161,011.76	(3,198.26)	138,040.82	98%
1972 ACT	250,745.00	0.00	6,951.67	243,793.33	(6,951.67)	3%
EL PRADO	12,594.43	3.69	53.20	12,544.92	(49.51)	0%
CDBG	(45,987.87)	64,229.00	6,255.00	11,986.13	57,974.00	126%
CDBG-R	(33,777.00)	33,777.00	0.00	0.00	33,777.00	100%
1911 ACT	1,738,507.62	963.19	34,673.41	1,704,797.40	(33,710.22)	2%
RECYCLING	1,500,033.24	0.00	1,461.59	1,498,571.65	(1,461.59)	0%
SOLID WASTE	258,073.67	0.00	7,802.13	250,271.54	(7,802.13)	3%
AIR QUALITY MANAGEMENT	26,381.67	11,973.41	0.00	38,355.08	11,973.41	45%
PROPOSITION C	2,989,447.37	39,090.79	0.00	3,028,538.16	39,090.79	1%
PROPOSITION A	82,537.58	47,130.12	250.00	129,417.70	46,880.12	57%
PUBLIC SAFETY GRANTS	127,226.10	0.00	0.00	127,226.10	0.00	0%
MEASURE R	210,256.54	62,699.68	0.00	272,956.22	62,699.68	30%
HABITAT RESTORATION	133,201.88	0.00	27,200.00	106,001.88	(27,200.00)	20%
SUBREGION 1 MAINTENANCE	732,874.93	0.00	5,617.80	727,257.13	(5,617.80)	1%
MEASURE A MAINTENANCE	26,651.39	0.00	0.00	26,651.39	0.00	0%
ABALONE COVE SEWER DIST	51,456.46	0.00	4,428.32	47,028.14	(4,428.32)	9%
RPVTV	(90,719.28)	0.00	7,981.41	(98,700.69)	(7,981.41)	9%
GINSBURG CULTURE ART	196,423.68	0.00	0.00	196,423.68	0.00	0%
RECREATION IMPRV DONATION	403,291.51	0.00	0.00	403,291.51	0.00	0%
CIP	3,843,034.26	571,223.85	21,692.73	4,392,565.38	549,531.12	14%
QUIMBY	29,166.05	0.00	0.00	29,166.05	0.00	0%
AFFORDABLE HSNG IN LIEU	7,006.01	0.00	258.00	6,748.01	(258.00)	4%
EET	908,320.10	632.42	556.20	908,396.32	76.22	0%
MEASURE A	7,440.11	0.00	0.00	7,440.11	0.00	0%
BIKEWAYS	13,238.83	2,666.00	0.00	15,904.83	2,666.00	20%
UNDERGROUND UTILITIES	274,786.50	0.00	0.00	274,786.50	0.00	0%
ROADWAY BEAUTIFICATION	101,930.65	0.00	0.00	101,930.65	0.00	0%
WQ FLOOD PROTECTION	2,968,663.25	0.00	60,675.73	2,907,987.52	(60,675.73)	2%
EQUIPMENT REPLACEMENT	2,874,783.18	5,883.25	23,473.26	2,857,193.17	(17,590.01)	1%
EMPLOYEE BENEFITS	(1,279,414.07)	805,164.32	829,441.79	(1,303,691.54)	(24,277.47)	2%
BUILDING REPLACEMENT	1,135,310.76	1,025.76	8,992.50	1,127,344.02	(7,966.74)	1%
IMPROVEMENT DISTRICT 9	0.00	0.00	0.00	0.00	0.00	0%
SPECIAL TRUSTS	1,088,539.77	27,488.77	37,082.25	1,078,946.29	(9,593.48)	1%
	37,983,083.73	2,865,819.25	3,225,268.09	37,623,634.89	(359,448.84)	1%

Total Investment: 37,623,634.89

CITY OF RANCHO PALOS VERDES
SUMMARY MONTHLY REPORT OF CASH BALANCES
JUNE 2010

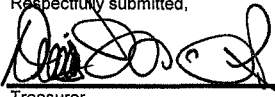
Investment	Issuer of Investment	Acquisition Date	Term	Maturity Date	Stated Interest Rate	Market Value		Par Value	Book Value	Yield
Checking Accounts	Bank of America	N/A	N/A	On Demand	N/A	\$ 2,710,400		N/A	\$ 2,710,400	0.00%
Local Agency Investment Fund (LAIF)	State of California	N/A	N/A	On Demand	0.53%	\$ 30,262,661	NOTE (1)	N/A	\$30,262,661	0.53%
	Bank of America	6/17/2010	270 days	3/31/2011	0.20%	\$ 4,609,106			\$ 4,650,574	0.20%
Total Investment:									<u>\$37,623,635</u>	
Total Investment Weighted Average Return										0.4%

NOTE:
(1) LAIF market values will be reported to vary from book value if the City calculated share of total LAIF assets is less than the City book value.

To the best of my knowledge, there are no misstatements of material amounts within this report; or omissions of material amounts to cause the report to be misleading.

I certify that this report accurately reflects all City investments and complies with the investment policy of the City of Rancho Palos Verdes as approved by the City Council. Furthermore, I certify that sufficient investment liquidity and anticipated revenues are available to meet the City's expenditure requirements for the next six months.

Respectfully submitted,


Treasurer

7/8/10
Dated