
Staff Report

Regular Board Meeting

TO: Governing Board Members

FROM: General Manager/CEO

SUBJECT: Accept and File Investment Report for Quarter Ended December 31, 2024

RECOMMENDATION

That the Board of Directors accept and file the attached Investment Report for the quarter ended December 31, 2024.

BACKGROUND / ANALYSIS

California Government Code §53646(b) requires the Treasurer or CFO of a local agency to submit a quarterly report on the agency's investments to the legislative body of the agency within 30 days of the end of each quarter.

The attached Investment Report shows all the District's cash and investments, restricted and unrestricted, as of December 31, 2024. Attachment A presents the investment securities purchased and retired during the quarter October to December 2024. Increases and decreases in highly liquid funds, such as LAIF, are explained in the narrative below.

Unrestricted Investments

LAIF

The balance held in the Local Agency Investment Fund (LAIF) at the beginning of the quarter was \$17,063,664. Interest earned during the previous quarter of \$203,597 was posted to the account in October, and there was one withdrawal and transfer to the District's checking account in December of \$7,000,000 to help cover the final retention release on the SNRC construction contract, and to make the first SNRC loan payment(s). The balance in LAIF at the end of December was \$10,267,261.

LAIF earnings for the quarter ended December 31, 2024, were \$189,296, calculated at an apportionment rate of 4.62%: down from 4.71% which had been in effect for the previous quarter. The earnings were posted to the District's account on January 15, 2025.

US Bank Fixed Income Account (previously CBB Wealth Management)

The total (book) value of the assets held with US Bank increased from \$16,325,411 to \$16,514,962 during the quarter ended December 31, 2024. The balance in this account is held both in a money market account, \$1,025,305, and in a \$15,489,657 portfolio of Treasury and federal agency securities shown on Attachment A.

There were no transfers into or out of the US Bank account during the quarter. Net interest payments received on securities in the District’s portfolio were \$184,698 and funds held in money market accounts earned dividends of \$6,322.

Investment manager fees paid during the quarter were \$3,000, and amortization on premiums / accretion of discounts taken at the time of purchase of certain securities, increased the value of the portfolio by \$1,531.

The following schedule summarizes the activity for Unrestricted Investments during the Quarter ended December 31, 2024:

<u>Account</u>	<u>Beg Bal</u>	<u>Deposits/ (Withdrawals)</u>	<u>Earnings</u>	<u>Fees</u>	<u>Disc / Prem Amortization</u>	<u>Ending Balance</u>
LAIF	\$ 17,063,664	\$ (7,000,000)	\$203,597	\$ -	\$ -	\$ 10,267,261
US Bank Fixed Inc	16,325,411	-	191,020	(3,000)	1,531	16,514,962

Restricted Investments

Accounts opened with US Bank are used to receive District deposits, from which the Trustee (US Bank) pays District bondholders.

Semi-annual bond payment dates are April 1st and October 1st. Accordingly, the District held funds with the trustee for the October 1, 2024 payment. Those funds were transferred by the trustee to the principal and interest accounts, from which payments were made to bondholders. Nominal interest earnings were added to the interest account between October and December, leaving a balance of \$13,476 at December 31, 2024. There were no other transactions that affected the account balances.

Summary Schedule of US Bank Trustee Accounts

The following schedule summarizes activity in the US Bank Trust accounts for the Quarter ended December 31, 2024:

2020A <u>Accounts</u>	<u>Beg Bal</u>	<u>District Deposits</u>	<u>Earnings</u>	<u>Transfers</u>	<u>Withdrawals/ Payments</u>	<u>Ending Balance</u>
Payment Fd	\$1,325,425	\$ -	\$ -	\$(1,325,425)	\$ -	\$ -
Interest Acct	13,332	-	145	295,425	(295,426)	13,476
Principal Acct	-	-	-	1,030,000	(1,030,000)	-

2020B <u>Accounts</u>	<u>Beg Bal</u>	<u>District Deposits</u>	<u>Earnings</u>	<u>Transfers</u>	<u>Withdrawals/ Payments</u>	<u>Ending Balance</u>
Payment Fd	\$ 435,726	\$ -	\$ -	\$(435,726)	\$ -	\$ -
Interest Acct	-	-	-	160,726	(160,726)	-
Principal Acct	-	-	-	275,000	(275,000)	-

DISTRICT PILLARS AND STRATEGIES

II - Sustainability, Transparency, and Accountability

a. Uphold Transparent and Accountable Fiscal and Resource Management

REVIEW BY OTHERS

This agenda item has been reviewed by the Finance Department.

FISCAL IMPACT

There is no fiscal impact associated with this agenda item.

Recommended by:

Respectfully submitted:



Michael Moore
General Manager/CEO



Brian Tompkins
Chief Financial Officer

ATTACHMENTS

1. Investment Report for the Quarter Ended December 2024
2. Attachment A - CBB Investment Activity for Quarter Ended December 2024

**EAST VALLEY WATER DISTRICT
INVESTMENT REPORT
QUARTER ENDED
DECEMBER 31, 2024**

		Funds Managed By	Purchase Date	Maturity Date	Interest Rate	Face Value	Book Value	Market Value	Source of Valuation
Funds Held by EVWD									
Cashiers change fund		District	N/A	N/A	N/A	900.00	900.00	900.00	N/A
Petty Cash / Kiosk Cash		District	N/A	N/A	N/A	4,500.00	4,500.00	4,500.00	N/A
Checking account	Citizens Business Bank	District	N/A	N/A	N/A	1,998,789.09	1,998,789.09	1,998,789.09	N/A
Funds Held by EVWD Under Management of an Outside Party									
Local Agency Investment Fund - Undesignated		State of California	N/A	N/A	4.620%	10,267,261.27	10,267,261.27	10,267,261.27	LAIF
US Bank Custodial Account									
US Treasury / Agency Bonds		US Bank		See Attached		15,500,000.00	15,489,657.00	15,369,319.50	Interactive Data
Money Market Acct	First American US Treasury MM	US Bank	N/A	N/A	4.110%	1,025,304.95	1,025,304.95	1,025,304.95	N/A
US Bank (2020A Refunding Revenue Bond Trustee)									
Principal Account	First American US Treasury MM	US Bank	N/A	N/A	4.110%	-	-	-	US Bank
Interest Account	First American US Treasury MM	US Bank	N/A	N/A	4.110%	13,476.13	13,476.13	13,476.13	US Bank
US Bank (2020B Refunding Revenue Bond Trustee)									
Principal Account	First American US Treasury MM	US Bank	N/A	N/A	4.110%	-	-	-	US Bank
Interest Account	First American US Treasury MM	US Bank	N/A	N/A	4.110%	-	-	-	US Bank
Total Cash and Investments						<u>28,810,231.44</u>	<u>28,799,888.44</u>	<u>28,679,550.94</u>	

SUMMARY	Book Value	Market Value	%
Cash	2,004,189.09	2,004,189.09	6.99%
LAIF	10,267,261.27	10,267,261.27	35.80%
Treasury/Agency Securities	15,489,657.00	15,369,319.50	53.59%
Money Market Treasury Funds	1,038,781.08	1,038,781.08	3.62%
Total Cash and Investments	<u>28,799,888.44</u>	<u>28,679,550.94</u>	100.00%
Less: Funds designated for Bond debt service	(13,476.13)	(13,476.13)	-0.05%
Less: Restricted Capacity Fees	(15,523,995.00)	(15,523,995.00)	-54.13%
Less: Customer Deposits	(1,241,991.00)	(1,241,991.00)	-4.33%
Total Unrestricted / Undesignated Cash and Investments	<u>12,020,426.31</u>	<u>11,900,088.81</u>	41.49%

I certify that this report accurately reflects all pooled investments and is in compliance with California Government Code Sec. 53646 as amended 1/1/96. This report is also in conformity with the investment policy of East Valley Water District. As Treasurer of East Valley Water District, I hereby certify that sufficient investment liquidity and anticipated revenue are available to meet the next six month's estimated expenditures.


Signature

January 16, 2025
Date

EAST VALLEY WATER DISTRICT
Investment Activity
Quarter Ended December 31, 2024

Activity (Book Value)

Purch Date	Issuer	CUSIP	Yield	Units / Face Value	Maturity Date	10/1/2024	Amort Cost Adjustment	Adjusted Cost 12/1/2024	Purchases	Matured / Called	Adjusted Cost 12/31/2024			Market Value
											Total	Water	Sewer	
10/18/21	US Treasury Note	91282CAZ4	0.375%	500,000	11/30/25	497,727.09	490.13	498,217.22			498,217.22	498,217.22		482,830.00
03/31/21	US Treasury Note	91282CBT7	0.750%	500,000	03/31/26	498,413.98	266.50	498,680.48			498,680.48	498,680.48		478,920.00
12/08/23	US Treasury Note	91282CJL6	4.875%	500,000	11/30/25	500,773.10	(159.55)	500,613.55			500,613.55	500,613.55		502,710.00
12/26/23	US Treasury Note	91282CJS1	4.250%	500,000	12/31/25	499,761.48	68.00	499,829.48			499,829.48	499,829.48		500,125.00
12/27/23	US Treasury Note	91282CJP7	4.375%	600,000	12/15/26	604,928.52	(524.09)	604,404.43			604,404.43	604,404.43		601,362.00
04/22/24	US Treasury Note	91282CJC6	4.625%	200,000	10/15/26	199,102.00	96.44	199,198.44			199,198.44	199,198.44		201,224.00
05/19/23	US Treasury Note	91282CGX3	3.875%	300,000	04/30/25	299,360.02	252.35	299,612.37			299,612.37	299,612.37		299,547.00
04/05/24	US Treasury Note	91282CKH3	4.500%	500,000	03/31/26	498,568.54	202.66	498,771.20			498,771.20	498,771.20	498,771.20	501,360.00
04/10/24	US Treasury Note	91282CJE2	5.000%	400,000	10/31/25	399,859.05	25.74	399,884.79			399,884.79	399,884.79		402,308.00
4/10 & 4/11	US Treasury Note	91282CKJ9	4.500%	800,000	04/15/27	795,221.78	412.12	795,633.90			795,633.90	795,633.90		804,016.00
09/23/24	US Treasury Note	91282CLL3	3.375%	500,000	09/15/27	498,584.87	103.95	498,688.82			498,688.82	498,688.82		488,610.00
07/30/20	FHLMC MTN	3134HAGV9	4.000%	500,000	08/27/27	496,482.97	278.15	496,761.12			496,761.12	496,761.12		493,860.00
08/05/20	FHLMC MTN	3134GWMY9	0.625%	100,000	08/19/25	100,000.00	-	100,000.00			100,000.00	100,000.00		97,691.00
09/24/24	Federal Home Loan Bank	3130B2JW3	4.000%	500,000	06/10/27	500,000.00	-	500,000.00			500,000.00	500,000.00		494,400.00
	Federal Home Loan Bank	3130B2KW4	4.375%	400,000	08/27/27	399,960.00	-	399,960.00			399,960.00	399,960.00		398,860.00
09/23/21	Federal Home Loan Bank	3130APAZ8	1.030%	200,000	09/30/26	200,000.00	-	200,000.00			200,000.00	200,000.00	200,000.00	189,062.00
03/25/21	Federal Home Loan Bank	3130ALUF9	1.000%	300,000	03/30/26	300,000.00	-	300,000.00			300,000.00	300,000.00		288,063.00
03/25/21	Federal Home Loan Bank	3130ALPB4	0.800%	300,000	05/30/25	300,000.00	-	300,000.00			300,000.00	300,000.00		295,677.00
03/29/21	Federal Home Loan Bank	3130ALU93	0.750%	200,000	06/30/25	200,000.00	-	200,000.00			200,000.00	200,000.00		196,602.00
09/17/21	Federal Home Loan Bank	3130AP6M2	1.020%	400,000	09/30/26	400,000.00	-	400,000.00			400,000.00	400,000.00		378,056.00
12/27/23	Federal Home Loan Bank	3130AWLY4	5.125%	400,000	06/13/25	401,804.22	(639.32)	401,164.90			401,164.90	401,164.90		401,420.00
10/25/24	Federal Home Loan Bank	3130B3G72	4.250%	300,000	10/22/27	-	-	-	300,000.00		300,000.00	300,000.00		298,623.00
10/30/24	Federal Home Loan Bank	3130B3JC8	4.310%	200,000	10/20/27	-	-	-	200,000.00		200,000.00	200,000.00		199,332.00
10/15/21	Federal Home Loan Bank	3130AKC95	0.550%	200,000	10/29/25	199,415.41	135.00	199,550.41			199,550.41	199,550.41	199,550.41	193,928.00
10/15/21	Federal Home Loan Bank	3130APJ55	1.250%	300,000	10/26/26	299,998.33	0.30	299,998.63			299,998.63	299,998.63		284,115.00
10/28/21	Federal Home Loan Bank	3130APLB9	0.850%	-	10/28/24	100,000.00	-	100,000.00		100,000.00	-	-		
02/14/24	Federal Home Loan Bank	3130AYZV1	5.060%	200,000	02/13/26	200,000.00	-	200,000.00			200,000.00	200,000.00	200,000.00	199,742.00
11/10/21	Federal Home Loan Bank	3130APUV9	1.000%	200,000	02/28/25	200,000.00	-	200,000.00			200,000.00	200,000.00		198,924.00
11/29/21	Federal Home Loan Bank	3130AQ2H5	1.050%	-	11/25/24	99,998.65	1.35	100,000.00		100,000.00	-	-		
04/05/24	Federal Home Loan Bank	3130B0SH3	5.080%	500,000	04/09/26	500,000.00	-	500,000.00			500,000.00	500,000.00		500,820.00
04/09/24	Federal Home Loan Bank	3130B0SU4	5.150%	500,000	01/09/26	500,000.00	-	500,000.00			500,000.00	500,000.00		499,990.00
04/09/24	Federal Home Loan Bank	3130B0SP5	5.250%	500,000	01/08/27	500,000.00	-	500,000.00			500,000.00	500,000.00		500,020.00
04/10/24	Federal Home Loan Bank	3130B0UQ0	5.000%	500,000	04/15/27	500,000.00	-	500,000.00			500,000.00	500,000.00		501,815.00
04/16/24	Federal Home Loan Bank	3130B0YF0	5.250%	300,000	04/22/26	300,000.00	-	300,000.00			300,000.00	300,000.00		300,687.00
04/22/24	Federal Home Loan Bank	3130B13F2	4.910%	450,000	11/27/26	450,355.40	(20.07)	450,335.33			450,335.33	450,335.33		455,278.50
11/17/21	Federal Farm Credit Bank	3133ENEM8	1.430%	200,000	11/23/26	200,000.00	-	200,000.00			200,000.00	200,000.00		189,350.00
12/27/23	Federal Farm Credit Bank	3133EPT21	4.625%	400,000	01/27/25	399,855.89	95.79	399,951.68			399,951.68	399,951.68	399,951.68	400,052.00
12/12/23	Federal Home Loan Bank	3130AY5A0	5.140%	-	12/18/25	300,000.00	-	300,000.00		300,000.00	-	-		
12/14/23	Federal Home Loan Bank	3130AY5Z5	5.000%	-	12/18/26	500,000.00	-	500,000.00		500,000.00	-	-		
12/18/23	Federal Home Loan Bank	3130AY7M2	5.000%	-	12/18/26	300,000.00	-	300,000.00		300,000.00	-	-		
12/20/24	Federal Home Loan Bank	3130B45M9	4.550%	300,000	09/12/28	-	3.48	3.48	299,010.00		299,013.48	299,013.48	299,013.48	299,151.00
03/26/24	FNMA	3135GAQM6	5.150%	500,000	03/26/27	500,000.00	-	500,000.00			500,000.00	500,000.00		500,185.00
04/11/24	FHLMC MTN	3134H1YX5	5.050%	450,000	03/26/26	448,984.23	442.54	449,426.77			449,426.77	449,426.77		450,225.00
04/15/24	FHLMC MTN	3134H1E41	5.300%	500,000	10/08/27	500,000.00	-	500,000.00			500,000.00	500,000.00		500,795.00
12/20/24	FHLMC MTN	3134HAS61	4.500%	400,000	12/17/27	-	-	-	399,960.00		399,960.00	399,960.00		399,584.00
				<u>15,500,000.00</u>		<u>15,589,155.53</u>	<u>1,531.47</u>	<u>15,590,687.00</u>	<u>1,198,970.00</u>	<u>1,300,000.00</u>	<u>15,489,657.00</u>	<u>13,392,371.60</u>	<u>2,097,285.40</u>	<u>15,369,319.50</u>