



To: Honorable City Council
From: John Moreno, City Manager
By: Kim Sao, Finance Director
Date: November 12, 2024

SUBJECT: TREASURER'S REPORT FOR THE QUARTER ENDING SEPTEMBER 30, 2024

BACKGROUND

The City's Finance Department is responsible for managing the cash and investment portfolio for the City, Successor Agency for the Paramount Redevelopment Agency, and Paramount Housing Authority. The City's investment policy was last revised and adopted on June 11, 2024. The California Municipal Treasurers Association (CMTA) certified that the investment policy of the City of Paramount complies with the current State statutes governing the investment practices of local government entities located within the State of California. The City's primary investment objectives are to preserve the safety of principal, maintain an adequate level of liquidity, and maximize investment income while remaining consistent with the other more important objectives.

DISCUSSION

As of September 30, 2024, the City's portfolio totaled \$72,910,071. This was composed of \$12,615,566 in liquid balances and \$60,294,505 in investments. For the quarter, the total interest received was approximately \$1,022,971.

The City maintains its liquid balances mainly in the California Asset Management Program (CAMP) Pool account to take advantage of the higher interest rate that averaged 5.38%, while LAIF averaged 4.71% for this quarter. The CAMP account has a same day liquidity similar to LAIF.

The investments, which include agencies, treasuries, and certificates of deposits, have a par value of \$61,386,000 with an average yield of 4.19% and maturity dates ranging from one month to five years. The City's investments are purchased and held until maturity. For the quarter ending September, the City purchased 12 investments at a par value of \$4,224,000. In the same period, 6 investments matured.

The City's investment portfolio is in compliance with the City's Investment Policy and has sufficient cash flow from a combination of liquid balances, maturing securities, and income to meet the City's expenditure requirements for the next six months.

FISCAL IMPACT

None.

VISION, MISSION, VALUES, AND STRATEGIC OUTCOMES

The City's Vision, Mission, and Values set the standard for the organization, establish priorities, uniformity and guidelines; and provide the framework for policy decision making. The Strategic Outcomes were implemented to provide a pathway to achieving the City's Vision. This item aligns with Strategic Outcome No 6: Efficient, Effective, and Fiscally Responsible - Deliver an efficient and effective City government in a fiscally responsible, transparent and collaborative manner.

RECOMMENDED ACTION

Receive and file the Treasurer's Report.