

# Town of Prescott Valley Arizona

## Investment Report



To the Town Council

Presented on January 26, 2017

Covering the highlights of the investment activities of the Town Government  
during

**The Month of December 2016**

Additional detailed information will be furnished upon request to the Town  
Manager's Office

Prepared by the Town of Prescott Valley Management Services Department



**Town of Prescott Valley**  
**Investment Report**  
**For the Month Ended December 31, 2016**

DESCRIPTION	RATING	PURCHASE DATE	PAR VALUE	MATURITY DATE	CALL DATE	COUPON	YIELD TO MATURITY	BOOK VALUE	ACCRUED INTEREST	% OF TOTAL	INTEREST EARNED
<b><u>Local Government Investment Pool (LGIP)</u></b>											
Arizona State Treasurer's Office	n/a	n/a	n/a	n/a	n/a	n/a	0.38%	\$ 3,358,156.09	\$ -	9.18%	\$ 963.94
<b><u>Certificates of Deposit (CD)</u></b>											
State Bank of India	n/a	04/30/12	250,000	04/27/17	n/a	0.00%	2.00%	250,000.00	-	0.68%	23,708.33
Goldman Sachs Bank USA	n/a	05/02/12	250,000	05/02/17	n/a	0.00%	1.85%	250,000.00	-	0.68%	21,904.51
Merrick Bank	n/a	09/11/14	250,000	09/11/17	n/a	0.00%	0.90%	243,421.63	-	0.67%	5,268.75
Bank of New Jersey	n/a	09/26/14	250,000	09/26/17	n/a	0.00%	1.25%	240,955.90	-	0.66%	7,187.50
Onewest Bank, FSB	n/a	04/22/13	250,000	04/12/18	n/a	0.00%	0.80%	240,430.23	-	0.66%	7,500.00
Luana Savings Bank	n/a	09/11/14	250,000	03/12/18	n/a	0.00%	1.00%	241,542.70	-	0.66%	5,854.17
Enerbank USA	n/a	09/11/14	250,000	09/10/18	n/a	0.00%	1.40%	236,742.43	-	0.65%	8,195.83
Sallie Mae Bank	n/a	10/30/13	245,000	10/30/18	n/a	0.00%	2.15%	245,000.00	-	0.67%	16,958.42
Allegiance Bank	n/a	06/29/16	250,000	12/28/18	n/a	0.00%	1.10%	243,312.58	-	0.67%	1,420.83
Park National Bank	n/a	09/26/14	250,000	03/26/19	n/a	0.00%	2.10%	250,000.00	-	0.68%	12,075.00
Bank of New England	n/a	10/07/16	250,000	10/07/19	n/a	0.00%	1.20%	241,312.75	-	0.66%	716.67
Mercantil Commerce Bank	n/a	04/30/15	250,000	10/30/19	n/a	0.00%	1.35%	250,000.00	-	0.68%	5,737.50
Clayton Bank and Trust	n/a	11/02/15	250,000	11/04/19	n/a	0.00%	1.40%	236,716.65	-	0.65%	4,141.67
Discover Bank	n/a	04/29/15	250,000	04/29/20	n/a	0.00%	1.85%	250,000.00	-	0.68%	7,875.35
<b><u>Money Market (MM)</u></b>											
Business Market Rate Public Funds	n/a	n/a	n/a	n/a	n/a	n/a	0.15%	2,008,223.94	-	5.49%	247.57
<b><u>Federal Home Loan Mortgage Corporation (FHLMC)</u></b>											
Freddie Mac	AAA	03/01/13	1,000,000	07/25/17	10/25/16	1.00%	0.89%	1,004,900.00	-	2.75%	34,660.56
Freddie Mac	AAA	06/29/16	1,800,000	03/29/19	12/29/16	1.00%	1.00%	1,800,000.00	-	4.92%	9,300.00
Freddie Mac	AAA	11/15/16	1,000,000	11/15/19	02/06/17	1.00%	1.00%	1,000,000.00	-	2.73%	1,305.56
Freddie Mac	AAA	10/28/16	1,000,000	10/28/21	04/28/17	1.00%	1.69%	1,000,000.00	-	2.73%	3,053.19
<b><u>Federal National Mortgage Association (FNMA)</u></b>											
Fannie Mae	AAA	03/04/14	1,000,000	04/30/18	10/30/16	1.00%	1.27%	988,930.00	-	2.70%	36,477.22
Fannie Mae	AAA	05/16/13	1,000,000	05/21/18	11/21/16	0.88%	0.94%	996,820.00	-	2.73%	34,623.33
Fannie Mae	AAA	08/11/16	2,000,000	10/28/19	10/28/16	0.63%	0.63%	2,000,000.00	451.39	5.47%	4,965.28
Fannie Mae	AAA	04/23/15	1,000,000	03/06/20	03/06/20	1.75%	1.48%	1,012,490.00	-	2.77%	25,447.78
Fannie Mae	AAA	09/29/16	1,000,000	09/29/20	09/29/17	1.35%	1.35%	1,000,000.00	-	2.73%	3,525.00
Fannie Mae	AAA	02/16/16	1,000,000	11/27/20	11/27/16	1.50%	1.20%	1,013,890.00	-	2.77%	10,666.67
Fannie Mae	AAA	11/10/16	1,000,000	05/06/21	02/06/17	1.25%	1.40%	993,490.00	138.89	2.72%	2,022.22
Fannie Mae	AAA	09/30/16	1,000,000	09/30/21	03/30/17	1.50%	1.50%	1,000,000.00	-	2.73%	3,875.00
<b><u>Federal Farm Credit Banks (FFCB)</u></b>											
Federal Farm Credit Banks	AAA	06/29/16	2,000,000	06/03/19	12/03/16	1.06%	0.77%	2,016,580.00	-	5.51%	7,956.67
Federal Farm Credit Banks	AAA	05/20/16	2,000,000	02/18/20	11/18/16	1.36%	1.40%	1,996,880.00	-	5.46%	17,577.78
Federal Farm Credit Banks	AAA	11/09/16	1,000,000	11/09/20	05/09/17	1.36%	1.36%	1,000,000.00	-	2.73%	2,002.22
Federal Farm Credit Banks	AAA	07/14/16	1,000,000	07/14/21	10/14/16	1.48%	1.48%	1,000,000.00	-	2.73%	7,030.00
<b><u>Federal Agriculture Mortgage Corporation (FAMCA)</u></b>											
Farmer Mac	AAA	07/19/16	2,000,000	07/19/21	10/19/21	1.48%	1.48%	2,000,000.00	-	5.47%	13,648.89
<b><u>Federal Home Loan Bank (FHLB)</u></b>											
Federal Home Loan Bank	AAA	07/28/16	1,000,000	08/02/21	02/02/17	1.25%	1.72%	1,000,000.00	-	2.73%	7,509.83
Federal Home Loan Bank	AAA	04/25/16	2,000,000	10/25/21	10/25/16	1.80%	1.80%	2,000,000.00	-	5.47%	25,100.00
Federal Home Loan Bank	AAA	12/01/16	2,000,000	11/26/21	05/26/17	1.55%	1.90%	1,966,840.00	86.11	5.38%	3,272.22



Town of Prescott Valley  
Investment Report  
For the Month Ended December 31, 2016

DESCRIPTION	RATING	PURCHASE DATE	PAR VALUE	MATURITY DATE	CALL DATE	COUPON	YIELD TO MATURITY	BOOK VALUE	ACCRUED INTEREST	% OF TOTAL	INTEREST EARNED
<b>Corporate Bonds</b>											
Corporate Bonds	AAA	05/14/14	1,000,000	12/05/17	11/05/17	1.10%	1.21%	996,490.00	-	2.72%	32,234.26
<b>Total Investments</b>							<b>1.31%</b>	<b>\$ 36,573,124.90</b>	<b>\$ 676.39</b>	<b>100.00%</b>	<b>\$ 416,009.72</b>

Current Average United States 90 Day Treasury Bill Rate 0.51%

Description*	Avg. Rate	Balance 12/31/16	% of Total	Balance 12/31/15
Local Government Investment Pool	0.38%	\$ 3,358,156.09	9.18%	\$ 3,346,921.33
Certificates of Deposit	1.45%	3,419,434.87	9.35%	3,434,809.54
Money Market	0.15%	2,008,223.94	5.49%	2,005,205.63
Federal Home Loan Mortgage Corp	1.15%	4,804,900.00	13.14%	6,421,666.93
Federal National Mortgage Association	1.22%	9,005,620.00	24.62%	9,974,183.33
Federal Farm Credit Banks	1.25%	6,013,460.00	16.44%	5,994,750.00
Federal Agriculture Mortgage Corporation	1.48%	2,000,000.00	5.47%	-
Federal Home Loan Banks	1.81%	4,966,840.00	13.58%	-
Corporate Bonds	1.21%	996,490.00	2.72%	996,490.00
<b>Total Investments</b>		<b>\$ 36,573,124.90</b>	<b>100.00%</b>	<b>\$ 32,174,026.76</b>

Description	Date	Book Value	Activity
<b>Beginning Balance</b>			
		\$ 34,605,073.39	
Federal Home Loan Banks	12/01/16	1,966,840.00	Purchase
Money Market	12/12/16	247.57	Interest Earned
Local Government Investment Pool	12/15/16	963.94	Interest Earned
<b>Ending Balance</b>		<b>\$ 36,573,124.90</b>	

Agency*	Total %	Total \$
FTN Financial	38.02%	\$ 13,903,934.87
Local Government Investment Pool	9.18%	3,358,156.09
Stifel	38.25%	13,990,320.00
Wells Fargo	14.55%	5,320,713.94
	<b>100.00%</b>	<b>\$ 36,573,124.90</b>

\*Not to exceed 40% of the total.

Note 1: Par value is also known as the redemption value.

Note 2: Debt securities which are not new issues on the purchase date require the accrued interest earned to date be purchased.

Note 3: The Town classifies its debt securities as held-to-maturity. A debt security should be classified as held-to maturity only if the reporting entity has both (1) the positive intent and (2) the ability to hold those securities to maturity. In accordance with the Town's Investment Policy, securities shall not be sold prior to maturity with the following exceptions; (1) a security with declining credit may be sold early to minimize loss of principal (2) liquidity needs of the portfolio require that the security be sold (3) market conditions present an opportunity for the Town to benefit from the sale.



Town of Prescott Valley  
Average Rates  
For the Month Ended December 31, 2016

