



City Council Report

DATE: March 24, 2026

TITLE: Monthly Investment Transactions Report- February 2026

RECOMMENDED ACTION:

That the City Council review and accept the Monthly Investment Transactions Report for February 2026.

BACKGROUND

As required by California Government Code (GC) Section 53607, staff will submit to the City Council Monthly Investment Transaction Reports within 45 days of the prior month end that show a listing of investments purchased, sold, called, or reached maturity, along with any Local Agency Investment Fund (LAIF) or California Asset Management Program (CAMP) transfers. This is in addition to the Quarterly Investment Report, which shows several other items listed under Section VII.A of the City's Investment Policy and is also submitted to the City Council within 45 days from the end of the prior quarter.

DISCUSSION

As detailed in **Attachment 1**, staff withdrew \$1.7 million from the City's primary Local Agency Investment Fund (LAIF) account to cover general operating expenditures. Additionally, \$39,000 was withdrawn from the Measure O 2022 LAIF bond account to cover January project expenditures. The monthly LAIF investment rate dropped to 3.871%.

In the City's California Asset Management Program (CAMP) pooled account, staff withdrew another \$2.7 million to cover operating expenses. Current month dividends totaling \$42,000 were posted. For the Measure K escrow account, \$673,000 was deposited, representing February's Measure K sales tax remittance from the California Department of Tax and Fee Administration (CDTFA), and \$13,000 in dividends were posted for the current month. The CAMP yield decreased to 3.65%.

Within the City's BNY Mellon custodial account, managed by Chandler Asset Management, \$340,000 in Corporate securities were purchased and one \$200,000 Corporate bond was sold. The portfolio earned \$62,000 in net interest, dividends and realized loss for the month. The average market Yield to Maturity (YTM) dropped to 3.65%.

Chandler's strategy continues to emphasize diversification, locking in longer-term rates as short-term LAIF and CAMP rates continue to slowly decline. Consistent with the FY 2025–26 Investment Strategy approved by City Council on September 16, 2025, staff and investment advisors are monitoring moderately long-term opportunities outside of LAIF and CAMP to secure the highest possible returns while maintaining safety and compliance with the City's Investment Policy. All investment purchases adhere strictly to this policy.

FISCAL IMPACT

There is no fiscal impact associated with the review and acceptance of the Monthly Investment Transactions Report.

PREPARED BY: John Formale, Accountant

Report Approval Details

Document Title:	Report Monthly Investment Transactions Report- February 2026.docx
Attachments:	Monthly Investment tranx rpt- Feb'26.pdf Chandler BNY Investment Statement- 2.28.26.pdf
Final Approval Date:	March 18, 2026

This document and all of its attachments were approved and signed as outlined below:



Will Fuentes, Finance Director



Andrea Sanders, City Clerk



Brian Loventhal, City Manager