

To: Honorable Public Utilities Board

Submitted by: / S /
Robert J. Orbeta
AGM - Administration

From: Carolina E Mazilu
Senior Utility Accountant

Approved by: / S /
Nicolas Procos
General Manager

Subject: Treasurer's Report for the Month Ending February 28, 2019

RECOMMENDATION

For information, no action is recommended.

BACKGROUND

This report is submitted in compliance with Alameda Municipal Power's (AMP) policy and the State of California Government Code Sections 53607 and 53646(b).

DISCUSSION

Funds have been managed and invested in compliance with the Public Utilities Board's Resolution No. 5142. AMP's expenditure requirements for the next six-months are covered by anticipated revenues and the liquidity of current investments.

Investments

The total book value of AMP's investment portfolio is \$64,086,796. The current market value of the portfolio totaled \$63,954,793. Investments are held to maturity or may be sold when prices yield a gain on the sale. The overall portfolio has a weighted average interest rate of 2.532 percent.

Interest Rates

During the period, the rate on 90-day T-Bills increased 4 basis points from 2.36 percent on January 31, 2019 to 2.40 percent on February 28, 2019. The rate on the 30-day London Interbank Offered Rate (LIBOR) increased 1 basis point to 2.51 percent on February 28, 2019 from 2.50 percent on January 31, 2019.

BUDGET CONSIDERATION/FINANCIAL IMPACT

None

EXHIBITS

- A. Investment Portfolio Summary and Detail
- B. Supplemental Schedule - Sources of Investments & Investment Portfolio

Alameda Municipal Power
INVESTMENT PORTFOLIO SUMMARY
February 28, 2019

	<u>Current Market Value</u>	<u>Book Value</u>	<u>Unrealized Gain (Loss)</u>	<u>Percent of Total</u>	<u>Average Return</u>
Local Agency Investment Fund	\$48,530,445	\$48,576,538	-\$46,093	75.80%	2.392%
Cash & Money Market	315,733	315,733	\$0	0.49%	0.850%
Municipal Bonds	3,960,444	3,982,948	-22,505	6.21%	3.498%
Corporate Fixed Income	4,446,704	4,475,655	-28,951	6.98%	3.110%
Certificates of Deposit(s)	<u>6,701,468</u>	<u>6,735,922</u>	<u>-34,454</u>	<u>10.51%</u>	<u>2.671%</u>
 Total Investment Portfolio and Weighted Average Return	 <u>\$63,954,793</u>	 <u>\$64,086,796</u>	 <u>-\$132,003</u>	 <u>100.00%</u>	 <u>2.532%</u>

Fiscal Year (FY) 2019 Budgeted Interest Income	\$300,000
FY2019 Year-to-date Interest Income Estimated	\$741,228
Percent of Interest Received To Date	247.1%

	Actual	Budgeted
FY 2018 Interest Income	\$826,098	\$300,000
FY 2017 Interest Income	\$470,818	\$120,000
FY 2016 Interest Income	\$316,332	\$101,000
FY 2015 Interest Income	\$173,594	\$105,000
FY 2014 Interest Income	\$85,857	\$105,000

**Alameda Municipal Power
DETAIL OF INVESTMENT PORTFOLIO
February 28, 2019**

Investment CUSIP	Investment Description	Custodian / S&P Rating	Par Value	Coupon Rate	Current Market Value	Date of Investment	Date of Maturity	Yield to Maturity	Call Date	Book Value Purchase Price
Local Agency Investment Fund (LAIF)		LAIF		2.392%	\$ 48,530,445	11/01/18	11/30/18	2.392%		\$48,576,538
Cash & Money Market Funds			\$315,733	0.850%	\$ 315,733	11/01/18	11/30/18	0.850%		\$315,733
		Subtotal	\$315,733		315,733					\$315,733
Corporate Bonds										
037833BF6	Apple Inc. 2.700%, 05/13/2022	AA+	\$ 300,000	2.700%	\$ 298,998	11/16/17	05/13/22	2.705%		\$ 305,188
06746XQJ5	Barclays Bank Plc Mtn 3.250 to 9/19, 9/27/2023	A	250,000	3.250%	249,258	10/23/18	09/27/23	3.975%	09/27/19	248,750
110122AT5	Bristol-Myers Sqibb Co 2.000%, 8/1/2022	A+	250,000	2.000%	241,990	12/06/17	08/01/22	2.918%		246,757
17325FAJ7	Citibank NA 2.125%, 10/20/2020	A+	250,000	2.125%	246,653	11/16/17	10/20/20	3.005%	09/20/20	250,002
12634MAD2	Cnooc Limited Sr Gbl NT 23 3.750% 5/2/2023	A+	225,000	3.750%	226,618	12/20/18	05/02/23	3.657%		225,853
375558AU7	Gilead Sciences Inc Sr Nt 4.400% , 12/1/2021	A	250,000	4.400%	257,935	11/14/18	12/01/21	3.178%	09/01/21	258,128
377373AD7	Glaxosmithkline Capital 2.850%, 5/8/2022	A+	250,000	2.850%	249,345	11/14/18	05/08/22	3.037%		245,953
40435UGC2	HSBC USA INC New Srl Gbl 3.000%, 02/20/2024	A	225,000	3.000%	223,724	02/14/19	02/20/24		02/20/20	225,000
459200JF9	IBM Corp 2.250%, 02/19/2021	A+	150,000	2.250%	148,010	11/16/17	02/19/21	3.004%		151,012
459200JQ5	International Business Machs Sr Gbl NT2 2.500%, 1/27/2022	A	75,000	2.500%	74,000	11/14/18	01/27/22	3.029%		73,103
24422ERM3	John Deere Capital Corp 2.750%, 3/15/2022	A+	300,000	2.750%	299,406	11/16/17	03/15/22	3.037%		306,379
674599CE35	Occidental Petroleum Corporation 2.700%, 2/15/2023	A	225,000	2.700%	221,924	12/20/18	02/15/23	3.107%	11/15/22	218,610
68389XBK0	Oracle Corp 1.900%, 9/15/2021	AA-	250,000	1.900%	244,240	12/06/17	09/15/21	2.795%	08/15/21	247,992
713448DL9	Pepsico Inc 1.700%, 10/06/2021	A+	250,000	1.700%	243,515	12/06/17	10/06/21	2.738%	09/06/21	245,637
74460DAB5	Public Storage 2.370%, 9/15/2022	A	250,000	2.370%	244,075	12/06/17	09/15/22	3.211%	08/15/22	248,476
828807CG0	Simon PPTY Group LP NT 4.125, 12/1/2021	A	250,000	4.125%	256,525	11/07/18	12/01/21	3.122%	09/01/21	255,855
89114QES3	Toronto Dominion Bank Sr Gbl, 3.500%, 11/30/2023	A	250,000	3.500%	250,148	11/26/18	11/30/23	3.962%	11/30/19	250,000
91159HHP8	U S Bancorp Mtns Bk Ent , 2.625%, 01/24/2022	A+	225,000	2.625%	224,035	01/16/19	01/24/22	2.692%	12/23/21	222,957
931142DU4	Wal-Mart Stores Inc 2.350%, 12/15/2022	AA	250,000	2.350%	246,308	12/06/17	12/15/22	2.800%	11/15/22	250,007
		Subtotal	\$4,475,000		4,446,704		average days	3.110%		\$4,475,655
Municipal Bonds										
052405BC0	Austin Tex Cmnty College Distpub Fac Corp Lease Rev - 5.703%, 8/1/21	AA	\$ 225,000	5.703%	\$ 239,045	01/28/19	08/01/21	2.875%		\$241,002
129644YU8	Calhoun Cnty Mich 3.520%, 11/1/2023	AA	225,000	3.520%	225,666	12/13/18	11/01/23	3.210%		\$225,000
13281KTU2	Camden Cnty N J Impt Auth Lease Rev - 6.720%, 7/1/23	A	225,000	6.720%	234,311	01/16/19	07/01/23	5.564%	07/01/20	\$237,481
16772PBK1	Chicago Ill Tran Auth Sales Tax Rcpts Rev, 5.470%, 12/1/23	AA	225,000	5.470%	244,404	01/07/19	12/01/23	3.370%		\$247,275
20772JKQ4	Connecticut St - Material Events 2.551%, 10/15/22	A	225,000	2.551%	218,462	01/07/19	10/15/22	2.769%		\$219,611
20772GE53	Connecticut St GO BDS A 5.690%, 3/15/2023	A	225,000	2.690%	243,698	02/25/19	03/15/23			\$246,600
232263FG3	Cuyahoga Cnty Ohio Economic Dev Rev 5.034%, 6/1/2023	AA	225,000	5.034%	231,080	12/07/18	06/01/23	4.337%	06/01/20	\$232,553
299398BJ5	Evansville Ind Redevel Auth Rede Lease rental Rev BDS 5.950%, 2/1/2022	A	225,000	5.950%	234,335	11/28/18	02/01/22	4.386%	08/01/20	\$236,617
34074GDH4	Florida Hurrucane Catastrophedf Fin Corp Rev 2.995%, 7/1/2020	AA	225,000	2.995%	225,281	12/13/18	07/01/20	2.828%		\$225,767
64966HTT7	New York NY GO Bds 5.199%, 12/01/2022	AA	225,000	5.199%	241,857	11/28/18	12/01/22	3.047%		\$241,790
649902ZL0	New York ST Dorm Auth St Pers 4.992%, 3/15/2022	AA+	225,000	4.992%	238,030	02/12/19	03/15/22			\$239,756
6824543V3	Oneida CNTY NY Pub Impt BDS 6.500%, 04/15/2023	AA	225,000	6.500%	247,205	11/28/18	04/15/23	3.995%		\$250,583
729212SP6	Plum Boro PA Sch Dist GO Bds B 2.976%, 09/15/2021	AA	200,000	2.976%	200,698	02/05/19	09/15/21			\$200,876
73209MAC1	Pomona Calif Redevel Agy Successor Agy Tax Allocation 3.406%, 2/1/2021	A+	225,000	3.406%	226,440	12/07/18	02/01/21	3.140%		\$228,220
736679KX8	Portl & Ore Pension Oblg Rev 7.701%, 06/01/2022		225,000	7.701%	249,953	02/20/19	06/01/22			\$251,381
95236PET3	West Covina Calif Pub Fing Auth Lease Rev 3.768%, 05/01/2022	A+	225,000	3.768%	228,479	12/13/18	05/01/22	3.029%		\$229,500
988294BX1	Yuba Cnty Calif Ctf's Partn - Clean Renew Energy Proj 3.750%, 12/01/2022	AA	225,000	3.750%	231,503	12/13/18	12/01/22	2.926%		\$228,938
		Subtotal	\$3,800,000		3,960,444		average days	3.498%		\$3,982,948

Alameda Municipal Power
DETAIL OF INVESTMENT PORTFOLIO
February 28, 2019

Investment CUSIP	Investment Description	Custodian / S&P Rating	Par Value	Coupon Rate	Current Market Value	Date of Investment	Date of Maturity	Yield to Maturity	Call Date	Book Value Purchase Price
Certificates of Deposit										
01748DAY2	Allegiance BK Houston, TX		\$ 250,000	2.200%	\$ 243,461	10/26/17	11/03/22	3.081%		250,000
02587DZ76	American Express Centurion Salt Lake City, UT		177,000	3.599%	172,684	09/08/17	09/12/22	3.267%		177,000
02587DY85	American Express Centurion Salt Lake City, UT		72,000	3.593%	70,262	09/11/17	09/06/22	3.263%		72,252
02587CAW0	American Express FED SVGS Bk Instl		245,000	2.569%	244,740	08/15/14	08/21/19	2.398%		245,000
05970EAD6	Banco Popular Nor New York, NY		245,000	2.792%	244,948	02/28/18	03/09/20	3.488%	03/07/19	245,000
06740KHP5	Barclays Bank Wilmington, DE		245,000	2.649%	244,640	07/24/14	07/30/19	2.478%		245,000
206810AG8	C1 Bk Saint Petersburg, FL		245,000	2.179%	244,425	03/03/15	09/19/19	2.015%		245,000
140420QF0	Capital One Bank Glen Allen VA		245,000	2.702%	244,552	10/09/14	10/16/19	2.530%		245,000
14042RAB7	Capital One NA Mclean, VA		176,000	3.011%	175,033	09/16/15	09/23/20	2.726%		176,000
14042RJA0	Capital One NA Mclean, VA		74,000	3.389%	72,411	09/19/17	09/27/22	3.062%		74,000
15118RK55	Celtic Bank Salt Lake City, UT		49,000	1.750%	48,204	12/27/17	12/24/20	2.743%		48,503
17284C5Z3	Cit Bank Salt Lake City, UT		245,000	2.717%	244,551	12/10/14	12/17/19	2.521%		245,000
20033AM52	Comenity Cap Bk Salt Lake City, UT		250,000	3.300%	253,033	10/23/18	10/31/22	3.076%		250,000
254673VV5	Discover BK Greenwood		250,000	3.000%	251,458	10/30/18	11/02/20	2.704%		250,000
29367RGU4	Enterprise Bank Allison Park, PA		245,000	2.812%	242,893	03/03/15	03/20/20	2.595%		245,000
29976DA91	Everbank, Jacksonville, FL		100,000	2.965%	99,074	10/11/17	09/15/20	2.683%		100,300
31938QL93	First Business, Madison WI		245,000	2.885%	242,476	05/27/15	06/11/20	2.635%		245,000
320844PP2	Firstmerit Bk, Akron, OH		245,000	2.718%	243,689	07/08/15	07/23/20	2.455%		245,000
34387ABF5	Flushing BK NY CD, Flushing, NY		245,000	2.281%	244,839	04/01/15	04/15/19	2.070%		245,000
38148PTQ0	Goldman Sachs BK New York, NY		249,000	2.500%	244,934	11/21/17	11/29/22	3.092%		249,000
49306SYW0	Key Bank Cleveland, OH		247,000	2.982%	244,066	09/13/17	09/25/20	2.695%		247,000
588806AT6	Merchants Hillsboro, OH		50,000	2.000%	49,750	12/27/17	08/05/20	2.422%		49,872
59013JB65	Merrick Bank, South Jordan, UT		223,000	3.182%	218,543	10/03/17	10/12/21	2.896%		223,000
59013J4Y2	Merrick Bank, South Jordan, UT		250,000	3.200%	252,535	11/19/18	01/20/22	2.943%		250,000
71270QML7	Peoples United Bridgeport, CT		245,000	2.500%	243,834	02/23/15	03/04/20	2.287%		245,000
74267GVA2	Private Bank Chicago, IL		245,000	2.445%	243,976	02/19/15	02/27/20	2.234%		245,000
77579ABM7	Rollstone Bank Fitchburg, MA		245,000	2.569%	243,561	04/01/15	04/15/20	2.340%		245,000
795450SC0	Salliema BK, Salt Lake City, UT		245,000	2.640%	244,650	07/24/14	07/30/19	2.467%		245,000
856283YN0	ST BK of India Chicago, IL		245,000	2.567%	244,598	05/14/15	05/28/19	2.384%		245,000
87164YCT9	Synchrony BK (Formerly GE Capital Retail Bank) Draper UT, CD		245,000	2.702%	244,585	08/15/14	08/22/19	2.533%		245,000
7270LAQ6	TIAA FSB Jacksonville, FL		149,000	1.900%	147,389	11/09/17	09/14/20	2.688%		148,996
90348JFJ4	UBS BK USA Salt Lake City, UT		250,000	3.050%	251,678	10/30/18	11/09/20	2.708%		250,000
		Total	6,736,000		6,701,468		average days	2.671%		\$6,735,922
		Grand Total			63,954,793			2.532%		\$64,086,796

(1) Portfolio details are based on available third-party statements as of 02/28/19

**Alameda Municipal Power
Supplemental Schedule
Sources of Investments & Investment Portfolio
February 28, 2019**

SOURCES FOR INVESTMENTS

	<u>Account</u>	
<u>Operating Funds</u>		\$10,133,230
<u>Liabilities</u>		
Balancing Account	10 3401	18,648,533
Clean Future Fund	10 3147	100,439
Donations to Alameda United School District	10 3151	6,396
<u>Reserves For Special Purposes</u>		
Insurance Reserve Special Fund	10 2107	1,200,000
Underground Fund Carryforward 12/1/2018	10 2111	\$ 10,692,612
Fiscal Year (FY) 2019 Undergrounding Funding	10 2111	100,750
Underground Special Fund Used in FY 2019	10 2111	(2,453)
Net - Underground Fund Available (Deficiency)		10,790,909
Renewable Energy Credits Net Revenue Reserve	10 2113	19,160,964
Cap & Trade Net Revenue Reserve	10 2114	3,094,282
Low Carbon Fuel Standards Revenue Reserve	10 2115	952,043
Total Sources For Investments		\$64,086,796

