



Agenda Report

Fullerton City Council

MEETING DATE: AUGUST 19, 2025

TO: CITY COUNCIL

SUBMITTED BY: KINGSLEY OKEREKE, INTERIM DIRECTOR OF ADMINISTRATIVE SERVICES

PREPARED BY: TONI SMART, DEPUTY DIRECTOR OF ADMINISTRATIVE SERVICES

SUBJECT: TREASURER'S REPORT FOR QUARTER ENDED JUNE 30, 2025

SUMMARY

Treasurer's Report for quarter ended June 30, 2025, fourth quarter of Fiscal Year 2024-25.

PROPOSED MOTION

Receive and file.

ALTERNATIVE OPTIONS

- Approve the Proposed Motion
- Other options brought by City Council.

STAFF RECOMMENDATION

Staff recommends the Proposed Motion.

CITY MANAGER REMARKS

None.

PRIORITY POLICY STATEMENT

This item matches the following Priority Policy Statement:

- Fiscal and Organizational Stability.

FISCAL IMPACT

Staff will use the information provided in this report to ensure continued oversight.

BACKGROUND AND DISCUSSION

The City's investment portfolio ended the quarter with a \$222.59 million market value of investments including:

- \$105.65 million State Local Agency Investment Fund and a Local Government Investment Pool
- \$103.58 million U.S. Treasury Notes
- \$10.83 million corporate notes
- \$0.78 million money market funds
- \$1.75 million municipal bonds
- \$0.002 million cash.

The market yield equaled 4.427% on June 30, 2025 and accrued interest income for the quarter totaled \$2,107,019.

Cash balances attributable to various City Funds comprise the temporarily idle cash invested in these portfolios. The invested cash is not discretionary and restricted to support each Funds' purpose and not transferable between Funds. The City collectively invests and draws upon these funds to support working capital as needed. The City of Fullerton bases its investment practices and policies on state law, prudent money management and the Statement of Investment Policy with the following primary goals:

- protect the principal monies entrusted to the City Treasurer
- assure compliance with federal, state and local laws governing public fund investments under City Treasurer control
- achieve a reasonable rate of return within prudent risk management parameters while minimizing the potential for capital losses arising from market changes or issuer default.

The City Treasurer controls all investable funds including, but not limited to, the General Fund, special revenue funds, debt service funds, capital project funds, enterprise funds and trust and successor agency funds accounted for in the City Annual Comprehensive Financial Report. The City consolidates cash and reserve balances from all funds to maximize investment earnings and increase efficiencies for investment pricing, safekeeping and administration, except cash in certain restricted and special funds. The City allocates investment income to the various funds based on their respective participation and in accordance with generally accepted accounting principles.

Attachments:

- Attachment 1 – Quarterly Investment Report for Quarter Ended June 30, 2025.

cc: Interim City Manager Eddie Manfro