

# Staff Report

## **Regular Board Meeting with Closed Session**

**TO:** Governing Board Members

**FROM:** General Manager/CEO

**SUBJECT:** Accept and File Investment Report for Quarter Ended March 31, 2025

## **RECOMMENDATION**

That the Board of Directors accept and file the attached Investment Report for the quarter ended March 31, 2025.

## **BACKGROUND / ANALYSIS**

California Government Code §53646(b) requires the Treasurer or CFO of a local agency to submit a quarterly report on the agency's investments to the legislative body of the agency within 30 days of the end of each quarter.

The attached Investment Report shows all the District's cash and investments, restricted and unrestricted, as of March 31, 2025. Attachment A presents the investment securities purchased and retired during the quarter January to March 2025. Increases and decreases in highly liquid funds, such as LAIF, are explained in the narrative below.

## **Unrestricted Investments**

### LAIF

The balance held in the Local Agency Investment Fund (LAIF) at the beginning of the quarter was \$10,267,261. Interest earned during the previous quarter of \$189,296 was posted to the account in January. The District received reimbursement from the State Revolving Fund for the final claim related to the SNRC. A deposit of \$8,000,000 from the reimbursement was made to LAIF in February. The deposit raised the balance to \$18,456,558 which was the balance through the end of the quarter.

LAIF earnings for the quarter ending March 31, 2025, were \$171,046 calculated at an apportionment rate of 4.48%; down from 4.62% which had been in effect for the previous quarter. The earnings were posted to the District's account on April 15, 2025.

### US Bank Fixed Income Account

The total (book) value of the assets held with US Bank increased from \$16,514,962 to \$16,646,844 during the quarter ended March 31, 2025. The balance in this account is held both in a money market account, \$506,303, and in a \$16,140,541 portfolio of Treasury and federal agency securities shown on Attachment A.

There were no transfers into or out of the US Bank account during the quarter. Net interest payments received on securities in the District's portfolio were \$124,884 and funds held in the money market account earned dividends of \$8,298.

Investment manager fees paid during the quarter were \$3,000, and amortization on premiums / accretion of discounts taken at the time of purchase of certain securities, increased the value of the portfolio by \$1,700.

The following schedule summarizes the activity for Unrestricted Investments during the Quarter ended March 31, 2025:

<b>Account</b>	<b>Beg Bal</b>	<b>Deposits/ (Withdrawals)</b>	<b>Posted Earnings</b>	<b>Fees</b>	<b>Disc / Prem Amortization</b>	<b>Ending Balance</b>
LAIF	\$ 10,267,261	\$ 8,000,000	\$189,296	\$ -	\$ -	\$ 18,456,557
US Bank Fixed Inc	16,514,962	-	133,182	(3,000)	1,700	16,646,844

### **Restricted Investments**

Accounts opened with US Bank are used to receive District deposits, from which the Trustee (US Bank) pays District bondholders.

Semi-annual bond payment dates are April 1<sup>st</sup> and October 1<sup>st</sup>. Accordingly, the District transferred \$429,287 in March to the trustee for the April 1, 2025 payment. Those funds were transferred by the trustee to the interest accounts, from which payments will be made to bondholders. Interest earnings of \$130 on the balance in the Interest Account were added between January and March, leaving a combined balance in the Interest Accounts of \$442,893 at March 31, 2025. There were no other transactions that affected the account balances.

### Summary Schedule of US Bank Trustee Accounts

The following schedule summarizes activity in the US Bank Trust accounts for the Quarter ended March 31, 2025:

<b>2020A Accounts</b>	<b>Beg Bal</b>	<b>District Deposits</b>	<b>Earnings</b>	<b>Transfers</b>	<b>Withdrawals/ Payments</b>	<b>Ending Balance</b>
Payment Fd	\$ -	\$ 269,675	\$ -	\$ (269,675)	\$ -	\$ -
Interest Acct	13,476	-	130	269,675	-	283,281
Principal Acct	-	-	-	-	-	-

  

<b>2020B Accounts</b>	<b>Beg Bal</b>	<b>District Deposits</b>	<b>Earnings</b>	<b>Transfers</b>	<b>Withdrawals/ Payments</b>	<b>Ending Balance</b>
Payment Fd	\$ -	\$ 159,612	\$ -	\$ (159,612)	\$ -	\$ -
Interest Acct	-	-	-	159,612	-	159,612
Principal Acct	-	-	-	-	-	-

### **DISTRICT PILLARS AND STRATEGIES**

II - Sustainability, Transparency, and Accountability

a. Uphold Transparent and Accountable Fiscal and Resource Management

**REVIEW BY OTHERS**

This agenda item has been reviewed by the Finance Department.

**FISCAL IMPACT**

There is no fiscal impact associated with this agenda item.

Recommended by:

Respectfully submitted:



Michael Moore  
General Manager/CEO



Brian Tompkins  
Chief Financial Officer

**ATTACHMENTS**

Investment Report for the Quarter Ended March 2025

Attachment A - US Bank Investment Activity for Quarter Ended March 2025

**EAST VALLEY WATER DISTRICT  
INVESTMENT REPORT  
QUARTER ENDED  
MARCH 31, 2025**

Funds Managed By		Purchase Date	Maturity Date	Interest Rate	Face Value	Book Value	Market Value	Source of Valuation
<b>Funds Held by EVWD</b>								
Cashiers change fund		District	N/A	N/A	900.00	900.00	900.00	N/A
Petty Cash / Kiosk Cash		District	N/A	N/A	4,500.00	4,500.00	4,500.00	N/A
Checking account	Citizens Business Bank	District	N/A	N/A	4,898,293.24	4,898,293.24	4,898,293.24	N/A
<b>Funds Held by EVWD Under Management of an Outside Party</b>								
<b>Local Agency Investment Fund - Undesignated</b>		State of California	N/A	N/A	4.480%	18,456,557.65	18,456,557.65	18,456,557.65 LAIF
<b>US Bank Custodial Account</b>								
US Treasury / Agency Bonds		US Bank	See Attached		16,150,000.00	16,140,541.01	16,080,951.50	Interactive Data
Money Market Acct	First American US Treasury MM	US Bank	N/A	N/A	3.801%	506,302.72	506,302.72	506,302.72 N/A
<b>US Bank (2020A Refunding Revenue Bond Trustee)</b>								
Principal Account	First American US Treasury MM	US Bank	N/A	N/A	3.801%	-	-	- US Bank
Interest Account	First American US Treasury MM	US Bank	N/A	N/A	3.801%	283,281.25	283,281.25	283,281.25 US Bank
<b>US Bank (2020B Refunding Revenue Bond Trustee)</b>								
Principal Account	First American US Treasury MM	US Bank	N/A	N/A	3.801%	-	-	- US Bank
Interest Account	First American US Treasury MM	US Bank	N/A	N/A	3.801%	159,612.00	159,612.00	159,612.00 US Bank
<b>Total Cash and Investments</b>					<u>40,459,446.86</u>	<u>40,449,987.87</u>	<u>40,390,398.36</u>	

<b>SUMMARY</b>	Book Value	Market Value	%
Cash	4,903,693.24	4,903,693.24	12.14%
LAIF	18,456,557.65	18,456,557.65	45.70%
Treasury/Agency Securities	16,140,541.01	16,080,951.50	39.81%
Money Market Treasury Funds	949,195.97	949,195.97	2.35%
<b>Total Cash and Investments</b>	<u>40,449,987.87</u>	<u>40,390,398.36</u>	<u>100.00%</u>
Less: Funds designated for Bond debt service	(442,893.25)	(442,893.25)	-1.10%
Less: Restricted Capacity Fees	(15,523,995.00)	(15,523,995.00)	-38.43%
Less: Customer Deposits	(1,241,991.00)	(1,241,991.00)	-3.07%
<b>Total Unrestricted / Undesignated Cash and Investments</b>	<u>23,241,108.62</u>	<u>23,181,519.11</u>	<u>57.40%</u>

*I certify that this report accurately reflects all pooled investments and is in compliance with California Government Code Sec. 53646 as amended 1/1/96. This report is also in conformity with the investment policy of East Valley Water District. As Treasurer of East Valley Water District, I hereby certify that sufficient investment liquidity and anticipated revenue are available to meet the next six month's estimated expenditures.*

  
 Signature

April 16, 2025  
 Date

**EAST VALLEY WATER DISTRICT**  
**Investment Activity**  
**Quarter Ended March 31, 2025**

Activity (Book Value)																
Purch Date	Issuer	CUSIP	Yield	Units / Face Value	Maturity Date	Beginning of Quarter	Quarterly Amortization	Amortized Cost	Purchases	Matured / Called	Amortized Cost 3/31/2025			Market Value	Water	Sewer
											Total	Water	Sewer			
10/18/21	US Treasury Note	91282CAZ4	0.375%	500,000	11/30/25	498,217.22	481.85	498,699.07			498,699.07	498,699.07		487,675.00	487,675.00	
03/31/21	US Treasury Note	91282CBT7	0.750%	500,000	03/31/26	498,680.48	263.40	498,943.88			498,943.88	498,943.88		483,995.00	483,995.00	
12/08/23	US Treasury Note	91282CJL6	4.875%	500,000	11/30/25	500,613.55	(180.17)	500,433.38			500,433.38	500,433.38		502,225.00	502,225.00	
12/26/23	US Treasury Note	91282CJS1	4.250%	500,000	12/31/25	499,829.48	14.49	499,843.97			499,843.97	499,843.97		500,415.00	500,415.00	
12/27/23	US Treasury Note	91282CJP7	4.375%	600,000	12/15/26	604,404.43	(560.72)	603,843.71			603,843.71	603,843.71		604,218.00	604,218.00	
04/22/24	US Treasury Note	91282CJC6	4.625%	200,000	10/15/26	199,198.44	114.75	199,313.19			199,313.19	199,313.19		201,984.00	201,984.00	
05/19/23	US Treasury Note	91282CGX3	3.875%	300,000	04/30/25	299,612.37	282.38	299,894.75			299,894.75	299,894.75		299,868.00	299,868.00	
04/05/24	US Treasury Note	91282CKH3	4.500%	500,000	03/31/26	498,771.20	264.10	499,035.30			499,035.30		499,035.30	502,055.00		502,055.00
04/10/24	US Treasury Note	91282CJE2	5.000%	400,000	10/31/25	399,884.79	31.14	399,915.93			399,915.93	399,915.93		401,824.00	401,824.00	
4/10 & 4/11	US Treasury Note	91282CKJ9	4.500%	800,000	04/15/27	795,633.90	481.33	796,115.23			796,115.23	796,115.23		809,216.00	809,216.00	
09/23/24	US Treasury Note	91282CLL3	3.375%	500,000	09/15/27	498,688.82	125.14	498,813.96			498,813.96	498,813.96		494,065.00	494,065.00	
02/13/25	US Treasury Note	91282CMN8	4.250%	200,000	10/15/26	-	7.51	-	199,593.75		199,601.26	199,601.26		201,968.00	201,968.00	
07/30/20	FHLMC MTN	3134HAGV9	4.000%	500,000	08/27/27	496,761.12	294.17	497,055.29			497,055.29	497,055.29		496,630.00	496,630.00	
08/05/20	FHLMC MTN	3134GWMY9	0.625%	100,000	08/19/25	100,000.00	-	100,000.00			100,000.00	100,000.00		98,585.00	98,585.00	
09/24/24	Federal Home Loan Bank	3130B2UW3	4.000%	500,000	06/10/27	500,000.00	-	500,000.00			500,000.00	500,000.00		497,250.00	497,250.00	
08/30/24	Federal Home Loan Bank	3130B2KW4	4.375%	400,000	08/27/27	399,960.00	4.24	399,964.24			399,964.24	399,964.24		399,532.00	399,532.00	
09/23/21	Federal Home Loan Bank	3130APAZ8	1.030%	200,000	09/30/26	200,000.00	-	200,000.00			200,000.00		200,000.00	191,302.00		191,302.00
03/25/21	Federal Home Loan Bank	3130ALUF9	1.000%	300,000	03/30/26	300,000.00	-	300,000.00			300,000.00	300,000.00		290,826.00	290,826.00	
03/25/21	Federal Home Loan Bank	3130ALPB4	0.800%	300,000	05/30/25	300,000.00	-	300,000.00			300,000.00	300,000.00		298,287.00	298,287.00	
03/29/21	Federal Home Loan Bank	3130ALU93	0.750%	200,000	06/30/25	200,000.00	-	200,000.00			200,000.00	200,000.00		198,222.00	198,222.00	
09/17/21	Federal Home Loan Bank	3130AP6M2	1.020%	400,000	09/30/26	400,000.00	-	400,000.00			400,000.00	400,000.00		382,612.00	382,612.00	
12/27/23	Federal Home Loan Bank	3130AWLY4	5.125%	400,000	06/13/25	401,164.90	(686.70)	400,478.20			400,478.20	400,478.20		400,584.00	400,584.00	
10/25/24	Federal Home Loan Bank	3130B3G72	4.250%	300,000	10/22/27	300,000.00	-	300,000.00			300,000.00	300,000.00		299,493.00	299,493.00	
10/30/24	Federal Home Loan Bank	3130B3JC8	4.310%	200,000	10/20/27	200,000.00	-	200,000.00			200,000.00	200,000.00		199,946.00	199,946.00	
10/15/21	Federal Home Loan Bank	3130AKC95	0.550%	200,000	10/29/25	199,550.41	135.49	199,685.90			199,685.90		199,685.90	195,958.00		195,958.00
10/15/21	Federal Home Loan Bank	3130APJ55	1.250%	300,000	10/26/26	299,998.63	-	299,998.63			299,998.63		299,998.63	287,100.00		287,100.00
02/14/24	Federal Home Loan Bank	3130AYZV1	5.060%	-	02/13/26	200,000.00	-	200,000.00		200,000.00	-	-	-	-	-	-
11/10/21	Federal Home Loan Bank	3130APUY9	1.000%	-	02/28/25	200,000.00	-	200,000.00		200,000.00	-	-	-	-	-	-
04/05/24	Federal Home Loan Bank	3130B0SH3	5.080%	500,000	04/09/26	500,000.00	-	500,000.00			500,000.00	500,000.00		500,220.00	500,220.00	
04/09/24	Federal Home Loan Bank	3130B0SU4	5.150%	-	01/09/26	500,000.00	-	500,000.00		500,000.00	-	-	-	-	-	-
04/09/24	Federal Home Loan Bank	3130B0SP5	5.250%	-	01/08/27	500,000.00	-	500,000.00		500,000.00	-	-	-	-	-	-
04/10/24	Federal Home Loan Bank	3130B0U00	5.000%	500,000	04/15/27	500,000.00	-	500,000.00			500,000.00	500,000.00		500,760.00	500,760.00	
04/16/24	Federal Home Loan Bank	3130B0YF0	5.250%	300,000	04/22/26	300,000.00	-	300,000.00			300,000.00	300,000.00		299,910.00	299,910.00	
04/22/24	Federal Home Loan Bank	3130B13F2	4.910%	450,000	11/27/26	450,335.33	(53.04)	450,282.29			450,282.29	450,282.29		456,799.50	456,799.50	
11/17/21	Federal Farm Credit Bank	3133ENEM8	1.430%	200,000	11/23/26	200,000.00	-	200,000.00			200,000.00	200,000.00		191,774.00	191,774.00	
12/27/23	Federal Farm Credit Bank	3133EPT21	4.625%	-	01/27/25	399,951.68	48.32	400,000.00		400,000.00	-	-	-	-	-	-
12/20/24	Federal Home Loan Bank	3130B45M9	4.550%	300,000	09/12/28	299,013.48	42.56	299,056.04			299,056.04		299,056.04	299,814.00		299,814.00
01/27/25	Federal Home Loan Bank	3130B4R52	4.500%	500,000	10/27/28	-	-	-	500,000.00		500,000.00	500,000.00		502,695.00	502,695.00	
01/28/25	Federal Home Loan Bank	3130B4SN2	4.500%	500,000	07/28/28	-	-	-	500,000.00		500,000.00		500,000.00	501,665.00		501,665.00
02/18/25	Federal Home Loan Bank	3130B54T2	4.550%	200,000	08/18/27	-	-	-	200,000.00		200,000.00	200,000.00		200,316.00	200,316.00	
02/21/25	Federal Home Loan Bank	3130B4YG0	4.550%	200,000	08/14/29	-	16.79	199,666.79	16.79		199,666.79	199,666.79		200,244.00	200,244.00	
03/19/25	Federal Home Loan Bank	3130B4BW0	4.500%	500,000	06/12/28	-	-	-	500,000.00		500,000.00	500,000.00		501,660.00	501,660.00	
03/26/25	Federal Home Loan Bank	3130B5QY7	4.520%	500,000	09/24/27	-	-	-	500,000.00		500,000.00	500,000.00		499,360.00	499,360.00	
03/26/24	FNMA	3135GAQM6	5.150%	-	03/26/27	500,000.00	-	500,000.00		500,000.00	-	-	-	-	-	-
01/16/25	FNMA	3136GASM7	4.550%	300,000	01/13/28	-	-	-	299,940.00		299,940.00	299,940.00		300,261.00	300,261.00	
04/11/24	FHLMC MTN	3134H1YX5	5.050%	-	03/26/26	449,426.77	573.23	450,000.00		450,000.00	-	-	-	-	-	-
04/15/24	FHLMC MTN	3134H1E41	5.300%	500,000	10/08/27	500,000.00	-	500,000.00			500,000.00	500,000.00		500,015.00	500,015.00	
12/20/24	FHLMC MTN	3134HAS61	4.500%	400,000	12/17/27	399,960.00	-	399,960.00			399,960.00	399,960.00		400,148.00	400,148.00	
03/31/25	FHLMC MTN	3134HBGK1	4.175%	500,000	04/01/27	-	-	-	500,000.00		500,000.00	500,000.00		499,475.00	499,475.00	
				16,150,000.00		15,489,657.00	1,700.26	15,491,357.26	3,399,183.75	2,750,000.00	16,140,541.01	14,142,765.14	1,997,775.87	16,080,951.50	14,103,057.50	1,977,894.00