

**AGENDA  
ITEM**

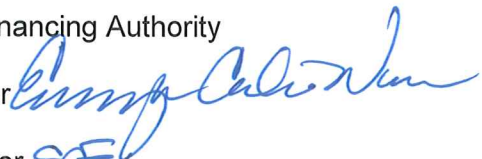
**24**




# CALEXICO FINANCING AUTHORITY

**DATE:** June 5, 2024

**TO:** Chair and Agency Members of Calexico Financing Authority

**APPROVED BY:** Esperanza Colio Warren, General Manager 

**PREPARED BY:** Sandra L. Fonseca, Interim Finance Director 

**SUBJECT:** Approval of Resolution of the Calexico Financing Authority Authorizing Investment of Funds in the State Treasurer's Local Agency Investment Fund

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**Recommendation:**

Staff recommends approval of a Resolution of the Calexico Financing Authority authorizing investment of funds in the State Treasurer's Local Agency Investment Fund (LAIF).

**Background:**

The City of Calexico holds and administers funds on behalf of its related agency, the Calexico Financing Authority. The Calexico Financing Authority holds cash balances related to debt service for its long-term bonds, including the 2020 Water/Wastewater Revenue Bonds and the 2014 Measure H Revenue Bonds. The proposed resolution authorizes investment of Financing Authority cash balances with the State Treasurer to improve overall investment return performance.

**Discussion and Analysis:**

The City of Calexico currently invests its operating funds, along with Calexico Financing Authority funds, in the State Treasurer's Local Agency Investment Fund (LAIF). LAIF provides a professional investment vehicle with security, liquidity, and market rate investment income.

Chapter 730 of the Statutes of 1976, Section 16429.1 was added to the California Government Code to create a Local Agency Investment fund (LAIF) in the State Treasury for the deposit of a local agency for purposes of investment by the State Treasurer. An information sheet about LAIF is provided in Attachment A to this report. Over 2,300 local agencies invest in the LAIF program.

The State Treasurer caps LAIF investments at \$75 million for each participating local government. The City's consolidated investment pool has reached this cap and now has the opportunity to improve its investment returns by opening a separate account to invest Calexico Financing Authority funds to ensure the full investment of all cash balances.

**Fiscal Impact:**

With the establishment of a separate LAIF account for the Financing Authority, the City investment pool will have the opportunity to invest additional funds within the State Treasurer's LAIF investment cap and improve its annual investment income. Recent LAIF investment performance statistics are provided in Attachment B.

**Attachment(s):**

1. Resolution of the City Council of the City of Calexico Financing Authority Authorizing Investment Monies in the Local Agency Investment Fund.
2. Attachment A - LAIF Information Sheet
3. Attachment B – LAIF Investment Performance

ATTACHMENT #1

RESOLUTION NO. 2024 - \_\_\_\_\_

**Resolution of the Calexico Financing Authority Authorizing Investment of Funds in the Local Agency Investment Fund Administered by the State Treasurer**

**WHEREAS**, The Local Agency Investment Fund is established in the State Treasury under Government Code section 16429.1 et. seq. for the deposit of money of a local agency for purposes of investment by the State Treasurer; and

**WHEREAS**, the Agency Members of the Calexico Financing Authority hereby find that the deposit and withdrawal of money in the Local Agency Investment Fund in accordance with Government Code section 16429.1 et. seq. for the purpose of investment as provided therein is in the best interests of the Calexico Financing Authority;

**NOW THEREFORE, BE IT RESOLVED**, that the Agency Members of the Calexico Financing Authority hereby authorize the deposit and withdrawal of Calexico Financing Authority monies in the Local Agency Investment Fund in the State Treasury in accordance with Government Code section 16429.1 et. seq. for the purpose of investment as provided therein.

**BE IT FURTHER RESOLVED**, as follows:

Section 1. The following Calexico Financing Authority officers holding the title(s) specified hereinbelow or their successors in office are each hereby authorized to order the deposit or withdrawal of monies in the Local Agency Investment Fund and may execute and deliver any and all documents necessary or advisable in order to effectuate the purposes of this resolution and the transactions contemplated hereby:

Esperanza Colio Warren  
General Manager

Sandra Fonseca  
Interim Finance Director

(Signature)

(Signature)

Section 2. This resolution shall remain in full force and effect until rescinded by Agency Members of the Calexico Financing Authority by resolution and copy of the resolution rescinding this resolution is filed with the State Treasurer's Office.

PASSED, ADOPTED, AND APPROVED by the Calexico Financing Authority on this 5<sup>th</sup> day of June 2024.

\_\_\_\_\_  
Camilo Garcia, Chair

ATTEST:

\_\_\_\_\_  
Veronica L. Alvarado, City Clerk

APPROVED AS TO FORM:

\_\_\_\_\_  
Carlos Campos, General Counsel

State of California     )  
County of Imperial    ) ss.  
City of Calexico       )

I, Veronica L. Alvarado, Clerk of the Calexico Financing Authority do hereby certify the above Resolution No. 2024 - \_\_\_\_\_ was approved at a regular Calexico Financing Authority meeting held on the 5<sup>th</sup> day of June 2024, by the following roll-call vote:

AYES:  
NOES:  
ABSENT:  
ABSTAIN:

\_\_\_\_\_  
Veronica L. Alvarado, City Clerk

ATTACHMENT #2

ATTACHMENT #3





[Home](#) ->> LAIF

## Local Agency Investment Fund (LAIF)



This program offers local agencies the opportunity to participate in a major portfolio, which invests hundreds of millions of dollars, using the investment expertise of the State Treasurer's Office investment staff at no additional cost to the taxpayer.

Contact LAIF at (916) 306-8260 or [laif@treasurer.ca.gov](mailto:laif@treasurer.ca.gov)



### Quick Links

[Meeting Agendas, Schedule and Materials](#)

[Sign Up to Receive LAIF Information](#)

### Highlights

[2024 LAIF Conference](#)

[Your Money is Safe in LAIF](#)

[Comments regarding Russia as related to PMIA/LAIF](#)

[LAIF COVID-19 Update](#)

### LAIF Online

LAIF Participants may begin the process for LAIF Online registration by emailing [LAIFuserID@treasurer.ca.gov](mailto:LAIFuserID@treasurer.ca.gov) and requesting their unique Authorized User ID. Once you have your Authorized User ID, you may [register here](#) and immediately begin using LAIF Online.

LAIF office hours will remain the same, Monday – Friday, 7:30 am to 4:00 pm. LAIF Online continues to be available Monday – Friday, 7:00 am – 7:00 pm.

Transactions completed by 10:00 am will be processed the same day. Transactions completed after 10:00 a.m. will be processed the next business day. Transactions may be scheduled as far as 10 days in advance.

### Contact Information

**Fiona Ma, CPA**  
State Treasurer and Chair

**Jeff Wurm**  
Director of Investments  
(916) 653-3147

**Kim McCorstin**  
Assistant Director of Investments  
(916) 653-3147

**Lily Osorio**  
LAIF Administrator  
(916) 653-3001

Office Hours 7:30 AM to 4:00 PM  
Phone: (916) 653-3001  
Fax: (916) 589-2840

### Information for Participants

- 2024 Calendar
- Information Digest
- How to Read Your Statement
- How to Calculate Quarterly Earnings & Apportionment
- Audit Process
- LAIF Money Protected by Statute
- Jarvis v. Connell Court of Appeal Decision
- LAIF Participation Chart
- PMIA Statutes

### Historical Rates

- LAIF Quarterly Apportionment Rates
- FY 2022-2023 PMIA Daily Effective Yield

### Performance and Reporting Documents

- PMIA/LAIF Performance
- PMIA Daily Effective Yield
- LAIF Monthly Balances
- PMIA Average Monthly Effective Yields
- PMIA Average Annual Yields
- Online Statements
- Interest Statement  
Link to State Controller's Office Quarterly Interest Earnings Statement
- Audit Confirmations

### Emergency LAIF Accounts

Emergency LAIF accounts are open to any local agency meeting LAIF Participant requirements and individual Emergency Account program requirements.

State Treasurer's Office  
 Local Agency Investment Fund  
 901 P Street, Room 213B  
 Sacramento, CA 95814

P.O. Box 942809  
 Sacramento, CA 94209-0001

**Please Note:**  
 If you are unable to reach LAIF during regular business hours, please use the emergency phone numbers.

Emergency lines will be activated ONLY in case of emergency and WILL NOT be answered when regular LAIF lines are operational.

**LAIF Emergency Numbers**

(916) 539-0273      (916) 539-0276  
 (916) 539-0275      (916) 708-2649

**Additional Investment Information**

**Pooled Money Investment Account (PMIA)**



- [Program Description](#)
- [Contact Information](#)
- [Program Documents](#)

**Time Deposit Program**

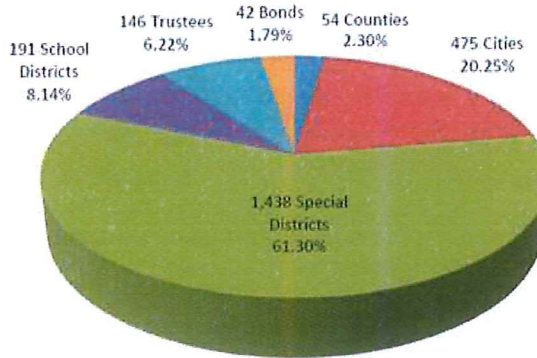


- [Program Description](#)
- [Contact Information](#)
- [Program Documents](#)

**Connect With Us**

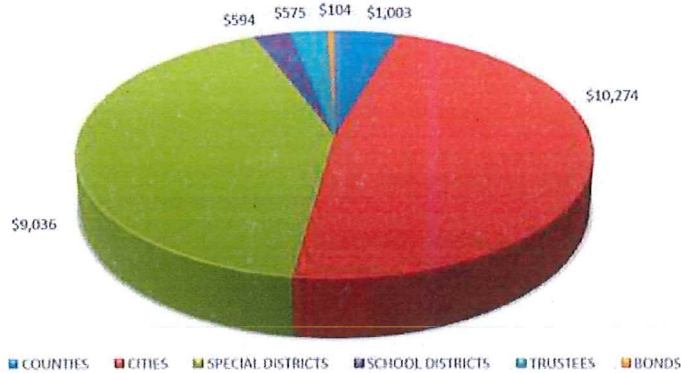


**LAIF STATISTICS AS OF 04/30/24**  
**2,346 Agencies**



**LAIF Balance by Type as of 04/30/2024**

Total \$21.58 billion  
 (chart dollars in millions)



■ COUNTIES ■ CITIES ■ SPECIAL DISTRICTS ■ SCHOOL DISTRICTS ■ TRUSTEES ■ BONDS

Percentages may not total 100% due to rounding.

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# PMIA/LAIF Performance Report as of 5/15/24



### Quarterly Performance Quarter Ended 03/31/24

LAIF Apportionment Rate <sup>(2)</sup> :	4.30
LAIF Earnings Ratio <sup>(2)</sup> :	0.00011755619077389
LAIF Administrative Cost <sup>(1)*</sup> :	0.27
LAIF Fair Value Factor <sup>(1)</sup> :	0.994191267
PMIA Daily <sup>(1)</sup> :	4.22
PMIA Quarter to Date <sup>(1)</sup> :	4.12
PMIA Average Life <sup>(1)</sup> :	226

### PMIA Average Monthly Effective Yields<sup>(1)</sup>

April	4.272
March	4.232
February	4.122
January	4.012
December	3.929
November	3.843

### Pooled Money Investment Account Monthly Portfolio Composition <sup>(1)</sup> 4/30/24 \$171.5 billion

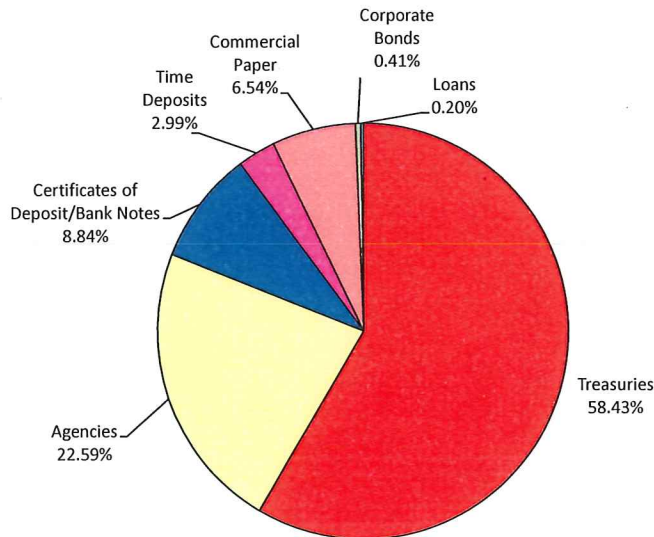


Chart does not include \$1,969,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

\*The percentage of administrative cost equals the total administrative cost divided by the quarterly interest earnings. The law provides that administrative costs are not to exceed 5% of quarterly EARNINGS of the fund. However, if the 13-week Daily Treasury Bill Rate on the last day of the fiscal year is below 1%, then administrative costs shall not exceed 8% of quarterly EARNINGS of the fund for the subsequent fiscal year.

Source:

<sup>(1)</sup> State of California, Office of the Treasurer

<sup>(2)</sup> State of California, Office of the Controller