

**TOWN OF FAIRFAX
STAFF REPORT**

To: Mayor, Members of the Town Council
From: Michael Rock, Town Manager 
Barbara Petty, Town Treasurer
Date: November 4, 2009
Subject: Quarterly Treasurer's Report

RECOMMENDATION

Accept and file reports.

DISCUSSION

For your review within the following package the Quarterly Treasurer's Report for September 2009. The attached financial reports (Treasurer's Report, LAIF Statements and LAIF Performance report) summarize the Town of Fairfax Funds investment results for the period ending September 30, 2009.

As we are all more than aware the current economic condition does not lend itself to high interest rates or large returns. Within the fluidity of the economic market as investors we are looking only for a safe, secured harbor, and a reasonably protected environment.

We have that in LAIF and that is where all of the Town's current funds are invested. On reviewing the attached LAIF Performance you can see that the interest return rate was .75% and that they are also conservatively investing by having 35.16% of their portfolio in Treasuries.

Historically, LAIF is slow to reduce their paying interest rate and slow to raise it. We saw the benefit earlier of that when the market decline began and we received a slightly higher than market rate then. We are at the market rate now, and we will begin to rise when the market does.

Investments:

As of September 30, 2009, the two Local Area Investment Funds (LAIF) accounts are interest bearing holding accounts for our general checking and Measure K funds. As of September 30, 2009, the general fund investment fund account had a balance of \$403,342.74 and the Measure K investment fund had a balance of \$788,424.56.

**Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001**

www.treasurer.ca.gov/pmia-laif
October 27, 2009

AB3107 TOWN OF FAIRFAX
GOB SERIES 2006
FINANCE DIRECTOR
142 BOLINAS AVENUE
FAIRFAX, CA 94930

PMIA Average Monthly Yields
Account Number: 11-21-010

Transactions
Trans. Type Definitions

September 2009 Statement

Account Summary

Total Deposit: 0.00
Total
Withdrawal: 0.00

Beginning Balances

Principal: 750,000.00
Interest: 38,424.56

Ending Balances

Principal: 750,000.00
Interest: 38,424.56
Grand Total: 788,424.56

Bond ID	Bond Name	Principal Balance	Next Maturity Date
608101	TOWN OF FAIRFAX GOB 2006	750,000.00	11/13/2009

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CITY OF FAIRFAX

FINANCE DIRECTOR
142 BOLINAS ROAD
FAIRFAX, CA 94930

PMIA Average Monthly Yields

Account Number: 98-21-290

Transactions
Tran Type Definitions

September 2009 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	403,342.74
Total Withdrawal:	0.00	Ending Balance:	403,342.74