



CITY OF HEALDSBURG CITY COUNCIL AGENDA STAFF REPORT

MEETING DATE: September 2, 2025

SUBJECT: Monthly Investment Report for July 2025

PREPARED BY: Marisol Chavez, Accountant

STRATEGIC INITIATIVE(S):
Provide Effective Governance

RECOMMENDED ACTION(S):
Receive and approve the Monthly Investment Report for July 2025.

COMMUNITY ENGAGEMENT/OUTREACH:
Not applicable.

BACKGROUND:

California Government Code Section 53646 requires the City Treasurer to submit a report of investments to the City Council for review and compliance with the City's adopted investment policy.

DISCUSSION/ANALYSIS:

The attached Investment Report summarizes the City's investments as of July 2025. The report shows that funds are invested in government pools, trust funds, corporate securities, and federal agency securities. All investments follow the City's adopted investment policy and align with the principal objectives of safety, liquidity, and yield.

The total face value of interest earning assets held by the City in July was \$67.0 million. This represents 93% of the total assets held by the City. Total cash and the total investment portfolio declined in July as the City used cash on hand and made withdrawals from LAIF to complete annual one-time payments towards the Cities CalPERS Unfunded Accrued Liability, and insurance premiums. The weighted rate of return for the month of July was 4.04% with the returns for LAIF and the benchmark 2-year treasury note staying relatively steady over the past three months while the managed portfolio trended down converging towards the benchmark 2-year treasury note. The maturity distribution reflects a reduction in overnight investments as the City reduced deposits held in LAIF to meet liquidity needs. Sufficient assets remain available in short term overnight vehicles to meet expenditures for the following six-month period.

ENVIRONMENTAL STEWARDSHIP:

Not applicable.

ALTERNATIVES:

No alternatives are presented as this informational report is a requirement by state law.

FISCAL IMPACT:

There is no fiscal impact resulting from the proposed action.

ENVIRONMENTAL ANALYSIS:

Pursuant to Title 14, the California Code of Regulations, Section 15378(b)(4)(5) of the California Environmental Quality Act (“CEQA”) guidelines, the proposed action is an administrative activity of the City that will not result in direct or indirect physical changes to the environment; and therefore, is not a project for purposes of CEQA.

ATTACHMENT(S):

Investment Report - July 2025