



## FISCAL YEAR 2018/19 SECOND QUARTER CASH AND INVESTMENTS AND DEBT REPORT

Finance Department

City Council  
April 23, 2019

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### BACKGROUND

1. Cash and Investments and Debt originally included in Quarterly Financial Report and Measure Z Update
2. Improve reporting of treasury and debt administrative activities
  - A. Separate process for management of investment and debt
  - B. Different metrics of performance for debt and investments
3. Keep Council updated on debt and investment portfolio management



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## TREASURY FINANCIAL GOALS

1. Safety of Principal
2. Liquidity for Cash Flow
3. Yield return on investment
  - A. Ensure there is sufficient cash on hand to meet obligations
  - B. Adhere to City Investment Policy and bond covenants related to Permitted Investments for Bond Proceeds
  - C. Annual requirement to delegate investment authority to Chief Financial Officer/Treasurer



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## CASH AND TREASURY PERFORMANCE – Q2

1. Pooled Investment Portfolio - \$598 million
2. Investments held by fiscal agents - \$156 million
3. Weighted average yield of pooled investment portfolio – 2.005%
4. No fund's cash balance is currently a concern



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## DEBT SUMMARY ANALYSIS – Q2

1. Principal Balance decreased \$58,502,932
  - A. November - Refunding of 2009B Sewer Revenue Bonds - \$33,270,000 reduction
  - B. Debt Service Principal payments
    - i. Lease Revenue Bonds
    - ii. Capital leases
    - iii. State Revolving Fund Loan – Sewer Headworks
    - iv. RPU Water and Electric Revenue Bonds



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## DEBT SUMMARY ANALYSIS – Q2

Debt Portfolio composition

■ Enterprise Funds

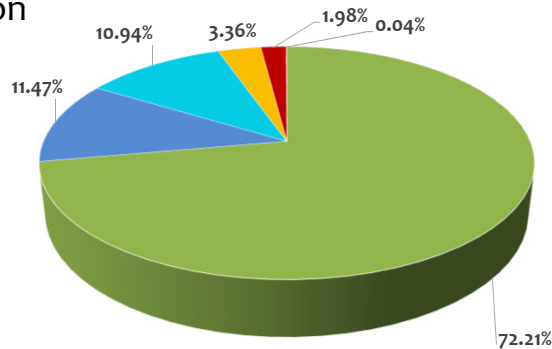
■ General Fund/Measure Z

■ RDA Successor Agency

■ Assessment Districts / Galleria Agreement /  
Community Facilities Districts

■ Capital Projects Funds

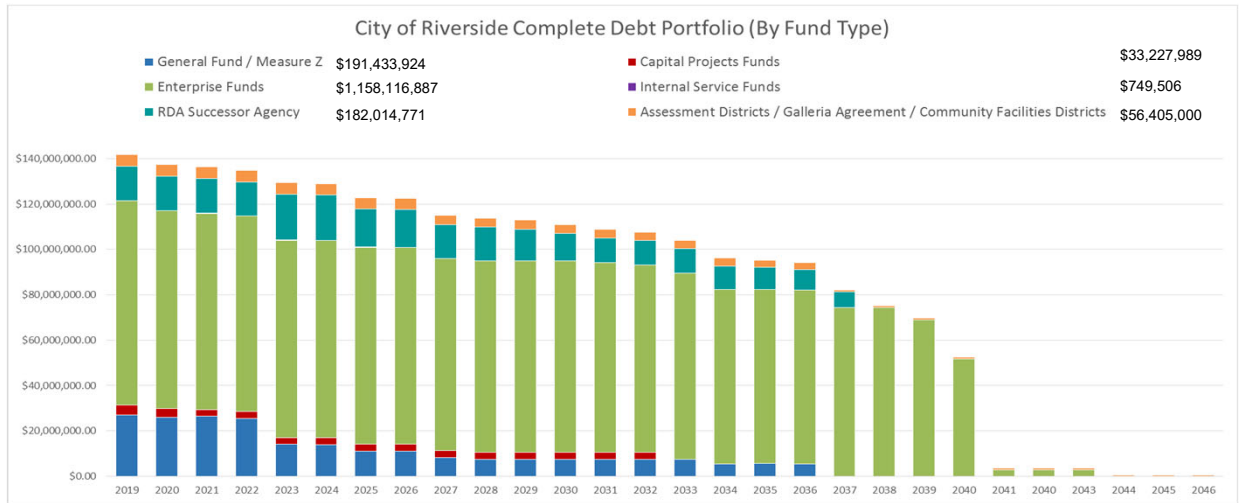
■ Internal Service Funds



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## DEBT SUMMARY ANALYSIS – Q2



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## DEBT ACTIVITIES – Q2

1. Refunding/De-risking Riverside Public Utility Variable Rate Debt- Estimated \$36M Savings Electric, \$10.8M Savings Water
2. New Money Bond issuances – Riverside Public Utility Water and Electric
3. Preparation and filing of Annual Reports – AB 2109 State Controller Parcel Tax Report, California Debt and Advisory Commission Annual Mello Roos and Marks Roos Debt, SB1029 Outstanding Debt Report, SB165 Special Tax Report
4. Landscape Maintenance District and Street Lighting Assessment District levy process
5. Downtown Business Improvement District



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## RECOMMENDATION

That the City Council receive and provide input on the attached Fiscal Year 2018/19 Second Quarter Cash and Investments and Debt Report.

