



February 16, 2017

Board of Directors  
Ventura Regional Sanitation District  
Ventura, California

**INVESTMENT REPORT – DECEMBER 31, 2016**

**RECOMMENDATION**

Receive and file the December 31, 2016 Investment Report.

**FISCAL IMPACT**

None

**BACKGROUND/ANALYSIS**

The attached report shows cash and investment holdings of the District at December 31, 2016. The VRSD Investment Policy requires that the report be transmitted to the Board within 30 days after the close of the month. The portfolio totals \$36.2 million at cost, a decrease from \$37.0 million at the end of November 2016.

Union Bank of California, who serves as the custodian, provides the market value shown for all U.S. Government securities. During the month of December, interest earnings for all investments were accrued in the amount of \$36,619. Fiscal year to date, \$209,944 has been earned. The unrealized gain or loss on investments is not recorded as income on a monthly basis. Recording it monthly skews the amount of interest reported since it could be at a loss one month and a gain the very next month and is not an actual gain or loss unless the government securities shown in Section D of the report are sold prior to their maturity date. It will be recorded at June 30, 2017, as required by governmental accounting standards.

The District investment holdings are in compliance with the investment policy approved by the Board of Directors in December 2016. The portfolio has been managed with the stated objectives of safety, liquidity and earning a competitive rate of return. The investment program shown herein provides sufficient cash flow liquidity to meet the District's expense obligations for the next six months.

If you have any questions or need additional information, please contact me at (805) 658-4646 or via email at VickieDragan@VRSD.com.

  
VICKIE DRAGAN – DIRECTOR OF FINANCE

APPROVED FOR FEBRUARY 16, 2017 AGENDA

  
Chris Theisen – General Manager

Attachments: VRSD December 2016 Investment Report