

CRESCENTA VALLEY WATER DISTRICT

2700 FOOTHILL BOULEVARD
LA CRESCENTA, CALIFORNIA

Agenda for the Meeting of the Finance Committee
of the Crescenta Valley Water District

To be held August 28, 2015 at 3:30 p.m.

Posted: August 27, 2015 at 3:00 p.m.

Call to Order

Adoption of Agenda

Action Items

1. Presentation by Great Pacific Securities.
2. Review of the District's Investment Policy.
3. Review of investment strategies.

Committee Member's Request for Future Agenda Items

Adjournment

RESOLUTION NO. 722

**A RESOLUTION OF THE BOARD OF DIRECTORS OF
THE CRESCENTA VALLEY WATER DISTRICT
ESTABLISHING ITS INVESTMENT POLICY**

1. POLICY

WHEREAS; the Legislature of the State of California has declared that the deposit and investment of public funds by local officials and local agencies is an issue of statewide concern; and

WHEREAS; the legislative body of a local agency may invest monies not required for the immediate necessities of the local agency in accordance with the provisions of California Government Code Sections 5922 and 53601 et seq.; and

WHEREAS; the Treasurer of the Crescenta Valley Water District ("District") shall annually prepare and submit a statement of investment policy and such policy, and any changes thereto, shall be considered by the Board of Directors at a public meeting;

NOW THEREFORE, it shall be the policy of the District to invest funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all statutes governing the investment of District funds.

2.0 SCOPE

This investment policy applies to all financial assets of the District. These funds are accounted for in the annual district audit.

3.0 PRUDENCE

Investments shall be made with judgment and care, under circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the District, which persons of prudence, discretion and intelligence exercise in the management of their own affairs; not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. The standard of prudence to be used by investment officials shall be the "prudent investor" standard (California Government Code 53600.3) and shall be applied in the context of managing an overall portfolio. Investment officers acting in accordance with written procedures and the investment policy and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion and appropriate action is taken to control adverse developments.

4.0 OBJECTIVES

When investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the primary objectives, in priority order, of the investment activities shall be:

1. Safety: Safety of principal is the foremost objective of the investment program. Investments of the District shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, diversification is required in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio.

2. Liquidity: The investment portfolio will remain sufficiently liquid to enable the District to meet all operating requirements which might be reasonably anticipated.

3. Return on Investments: The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and the cash flow characteristics of the portfolio.

5.0 DELEGATION OF AUTHORITY

Authority to manage the investment program is derived from California Government Code 53600, et seq. Management responsibility for the investment program is hereby delegated to the Treasurer, who shall be responsible for all transactions undertaken and shall make a monthly report of those transactions to the Board of Directors. Under the provisions of California Government Code 53600.3, the Treasurer is a trustee and a fiduciary subject to the prudent investor standard.

6.0 ETHICS AND CONFLICTS OF INTEREST

Officers and employees involved in the investment process shall refrain from personal business activity that could conflict with the proper execution of the investment program, or which could impair their ability to make impartial investment decisions.

7.0 AUTHORIZED FINANCIAL INSTITUTIONS AND DEALERS

The Treasurer will maintain a list of financial institutions, selected on the basis of credit worthiness, financial strength, experience and minimal capitalization authorized to provide investment services. In addition, a list will also be maintained of approved security broker/dealers selected by credit worthiness who are authorized to provide investment and financial advisory services in the State of California. No public deposit shall be made except in a qualified public depository as established by state laws.

For brokers/dealers of government securities and other investments, the District shall select only broker/dealers who are licensed and in good standing with the California Department of Securities, the Securities and Exchange Commission, the National Association of Securities Dealers or other applicable self-regulatory organizations.

Before engaging in investment transactions with a broker/dealer, the Treasurer shall have received from said firm a signed Certification Form. This form shall attest that the individual responsible for the District's account with that firm has reviewed the District's Investment Policy and that the firm understands the policy and intends to present investment recommendations and transactions to the District that are appropriate under the terms and conditions of the Investment Policy.

8.0 AUTHORIZED AND SUITABLE INVESTMENTS

The District is empowered by California Government Code 53601 et seq. to invest in the following:

- a. Bonds issued by the local agency, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the local agency or by a department, board, agency, or authority of the local agency.
- b. United States Treasury notes, bonds, bills, or certificates of indebtedness, or those for which the faith and credit of the United States are pledged for the payment of principal and interest.
- c. Registered state warrants or treasury notes or bonds of this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the state or by a department, board, agency, or authority of the state.
- d. Registered treasury notes or bonds of any of the other 49 states in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned,

controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 states, in addition to California.

- e. Bonds, notes, warrants, or other evidences of indebtedness of a local agency within this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the local agency, or by a department, board, agency, or authority of the local agency.
- f. Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by, or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises.
- g. Bankers' acceptances otherwise known as bills of exchange or time drafts that are drawn on and accepted by a commercial bank. Purchases of bankers' acceptances shall not exceed 180 days maturity or 40% of the District's moneys that may be invested pursuant to this section. However, no more than 30% of the District's moneys may be invested in the bankers' acceptances of any one commercial bank pursuant to this section.
- h. Commercial paper of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by the nationally recognized statistical rating organization (NRSRO). The entity that issues the commercial paper shall meet all of the following conditions in either part (1) or part (2): (1) The entity meets the following criteria: (A) Is organized and operating in the United States as a general corporation. (B) Has total assets greater than \$500 million. (C) Has debt other than commercial paper, if any, that is rated "A" or higher by an NRSRO. (2) The entity meets the following criteria: (A) is organized within the United States as a special purpose corporation, trust or limited liability company. (B) Has programwide credit enhancements including, but not limited to, overcollateralization, letters of credit, or a surety bond. (C) Has commercial paper that is rated "A-1" or higher, or the equivalent, by an NRSRO. Eligible commercial paper shall have a maximum maturity of 270 days or less. The District may invest no more than 25% of its moneys in eligible commercial paper. The District may purchase no more than 10% of the outstanding commercial paper of any single issuer.
- i. Negotiable certificates of deposit issued by a nationally or state-chartered bank, a savings association or a federal association (as defined by Section 5102 of the Financial Code), a state or federal credit union, or by a federally-licensed or state-licensed branch of a foreign bank. Purchases of negotiable certificates of deposit shall not exceed 30% of the District's moneys that may be invested pursuant to this policy. For purposes of this section, negotiable certificates of deposit do not come within Article 2 (commencing with Section 53630), except that the amount so invested shall be subject to the limitations of Section 53638. The legislative body of a local agency and the treasurer or other official of the local agency having legal custody of the moneys are prohibited from investing local agency funds, or funds in the custody of the local agency, in negotiable certificates of deposit issued by a state or federal credit union if a member of the legislative body of the local agency, or a person with investment decision making authority in the administrative office manager's office, budget office, auditor-controller's office, or treasurer's office of the local agency also serves on the board of directors, or any committee appointed by the board of directors, or the credit committee or the supervisory committee of the state or federal credit union issuing the negotiable certificates of deposit.
- j. Repurchase/Reverse Repurchase Agreements of any securities authorized by Section 53601. Securities purchased under these agreements shall be no less than 102% of market value and are subject to the special limits in California Government Code 53601(j).
- k. Medium term notes, defined as all corporate and depository institution debt securities with a maximum remaining maturity of 5 years or less, issued by corporations organized and operating

with the United States or by depository institutions licensed by the United States or any state and operating within the United States. Notes eligible for investment under this subdivision shall be rate "A" or better by an NRSRO. Purchases of medium-term notes shall not include other instruments authorized by this policy and may not exceed 30% of the District's moneys which may be invested pursuant to this policy.

- l. Shares of beneficial interest issued by diversified management companies (mutual funds) investing in the securities and obligations authorized by this policy, and shares in money market mutual funds, subject to the restrictions of California Government Code Section 53601(l). The purchase price of investments under this subdivision shall not exceed 20% of the District's investments under this policy. However, no more than 10% of the District's money may be invested in any one mutual fund.
- m. Moneys held by a trustee or fiscal agent and pledged to the payment or security of bonds or other indebtedness, or obligations under a lease, installment sale, or other agreement of a local agency, or certificates of participation in those bonds, indebtedness, or lease installment sale, or other agreements, may be invested in accordance with the statutory provisions governing the issuance of those bonds, indebtedness, or lease installment sale, or other agreement, or to the extent not inconsistent therewith or if there are no specific statutory provisions, in accordance with the ordinance, resolution, indenture, or agreement of the local agency providing for the issuance.
- n. Notes, bonds, or other obligations that are at all times secured by a valid first priority security interest in securities of the types listed by California Government Code Section 53651 as eligible securities for the purpose of securing local agency deposits having a market value at least equal to that required by California Government Code Section 53652 for the purpose of securing local agency deposits. The securities serving as collateral shall be placed by delivery or book entry into the custody of a trust company or the trust department of a bank which is not affiliated with the issuer of the secured obligation, and the security interest shall be perfected in accordance with the requirements of the Uniform Commercial Code or federal regulations applicable to the types of securities in which the security interest is granted.
- o. A mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable passthrough certificate, or consumer receivable-backed bond of a maximum of five years maturity. Securities eligible for investment under this subdivision shall be issued by an issuer having an "A" or higher rating for the issuer's debt as provided by an NRSRO and rated in a rating category of "AA" or its equivalent or better by an NRSRO. Purchase of securities authorized by this subdivision may not exceed 20% of the District's surplus moneys that may be invested pursuant to this policy.
- p. Shares of beneficial interest issued by a joint powers authority organized pursuant to Section 6509.7 that invests in the securities and obligations authorized in subdivisions (a) to (o), inclusive. Each share shall represent an equal proportional interest in the underlying pool of securities owned by the joint powers authority. To be eligible under this section, the joint powers authority issuing the shares shall have retained an investment adviser that meets all of the following criteria: (1) The adviser is registered or exempt from registration with the Securities and Exchange Commission. (2) The adviser has not less than five years of experience investing in the securities and obligations authorized in subdivisions (a) to (o), inclusive. (3) The adviser has assets under management in excess of five hundred million dollars (\$500,000,000).
- q. United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development, International Finance Corporation, or Inter-American Development Bank, with a maximum

remaining maturity of five years or less, and eligible for purchase and sale within the United States. Investments under this subdivision shall be rated “AA” or better by an NRSRO and shall not exceed 30 percent of the agency's moneys that may be invested pursuant to this section.

The Treasurer shall be allowed to invest in securities that at the time of the investment have up to a maximum 10 year maturity date with a total not to exceed 50% of the total portfolio in instruments over a 5 year maturity.

9.0 COLLATERALIZATION

All certificates of deposit must be collateralized by United States Treasury Obligations. Collateral must be held by a third party trustee and valued on a monthly basis. The percentage of collateralizations on repurchase and reverse agreements will adhere to the amount required under California Government Code 53601(j)(2).

10.0 SAFEKEEPING AND CUSTODY

All security transactions entered into by the District shall be conducted on delivery-versus-payment (DVP) basis. All securities purchased or acquired shall be delivered to the District by book entry, physical delivery or by third party custodial agreement.

11.0 DIVERSIFICATION

The District will diversify its investments by security type and institution. Assets shall be diversified to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer or a specific class of securities.

Diversification strategies shall be reviewed and revised by the Finance Committee periodically if determined necessary to meet District goals. In establishing specific diversification strategies, the following general policies and constraints shall apply:

- a. Portfolio maturity dates shall be matched versus liabilities to avoid undue concentration in a specific maturity sector.
- b. Maturities selected shall provide for stability of income and liquidity.
- c. Disbursement and payroll dates shall be covered through maturities of investments, marketable United States Treasury bills or other cash equivalent instruments such as money market mutual funds.

12.0 REPORTING

The Treasurer shall submit to the Board of Directors an investment report at least quarterly. The report shall include a complete description of the portfolio, the type of investments, the issuers, maturity dates, par values and the current market values of each component of the portfolio, including funds managed for District by third-party contracted managers. The report will also include the source of the portfolio valuation. For funds which are placed in LAIF, FDIC-insured accounts and/or in a county investment pool, the foregoing report elements may be replaced by copies of the latest statements from such institutions. The report must also include a certification that (1) all investment actions executed since the last report have been made in full compliance with the Investment Policy and, (2) the District will meet its expenditure obligations for the next six months. The Treasurer shall maintain a complete and timely record of all investment transactions.

13.0 INVESTMENT POLICY ADOPTION

The Investment Policy shall be adopted by resolution of the District. Moreover, the Policy shall be reviewed on an annual basis, and modifications must be approved by the Board of Directors.

PASSED, APPROVED AND ADOPTED at a Regular Meeting of the Board of Directors of Crescenta Valley Water District held on December 9, 2014. Resolution No. 722 was adopted by the following vote:

AYES:	Directors	James D. Bodnar Michael L. Claessens Kerry D. Erickson Kenneth R. Putnam Judy L. Tejada
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NOES:	Directors	None
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ATTEST:

President, Board of Directors
Crescenta Valley Water District

Secretary of the Board of Directors

CRESCENTA VALLEY WATER DISTRICT

FINANCE COMMITTEE - STAFF REPORT

To: Members of the Finance Committee
From: Ron L. Mitchell – Secretary/Treasurer
Subject: Investment Strategies

August 28, 2015

This memorandum is to provide information to the Finance Committee on various options that could be used to invest District reserve funds to maximize return while providing safety and liquidity of these funds until they are needed.

As part of this discussion I have included a copy of Resolution No. 722 adopted by the Board of Directors on December 9, 2014 that outlines the investment policy. The investment policy is reviewed annually by the Board and adopted in the public meeting in December. The District's policy mirrors the policy outlined by the State of California and reviewed annually by our legal counsel to insure that any new requirements are included in the policy before it is brought to the Board. The Board has included in this policy that the Secretary-Treasurer shall be allowed to invest in securities that have a remaining maturity of up to 10 years with a total value provided that they do not exceed 50% of the total portfolio. Currently, the Board has only authorized staff to invest in the Local Agency Investment Fund (LAIF), U. S. Treasury bonds, and Federal Farm Credit Bank bonds.

For over 20 years staff has used Mr. Al Domasin of Great Pacific Securities as our financial advisor. Great Pacific is a broker/dealer and does approximately \$3 billion monthly in transactions. They are on the preferred vendor list for the State of California and LAIF, as well as several other states and agencies. Mr. Domasin provides investment advice for several water districts and municipalities that invest in a similar fashion as CVWD, and has been performing these services for over 30 years. He and other members of Great Pacific will be here to introduce themselves to the Committee, explain the services they provide CVWD and their other clients, and answer any questions related to the services they provide.

Finally, there are three strategies that the District could use to invest reserve funds. The first (Strategy A) would be to place all reserve funds in LAIF. This program is used by several agencies that allow the state to invest in various manners and provide interest payments quarterly. Presently the rate of return on funds in LAIF is .28%. The second (Strategy B) would be to invest some reserves in LAIF and the majority of reserves in bonds and other instruments as outlined in our Investment Policy and hold them to maturity. The third (Strategy C), which is the one CVWD follows, is to invest in LAIF and actively buy and sell U.S. Treasury bonds and Federal Farm Credit Bank bonds as market conditions change to maximize the return on investment while still maintaining liquidity and security of District reserve funds.

Staff has provided detailed information that shows the financial impact of how each of these strategies would have performed in FY 2014-15 based upon our reserve balance and investments at July 1, 2014. The results are summarized below and will discuss the results of the various strategies with the Committee at the meeting.

- | | |
|--------------|------------|
| • Strategy A | \$ 43,075 |
| • Strategy B | \$ 181,252 |
| • Strategy C | \$ 291,232 |

Prepared and Submitted by:



Ron L. Mitchell, Secretary-Treasurer

**Crescenta Valley Water District
Investment Interest Analysis
July 2014 - June 2015**

<u>Acct</u>	<u>Investment</u>	<u>Rate</u>	<u>Investment Amount</u>	<u>Estimated Annual Income</u>	<u>Average Daily Income</u>	<u>Days in Month</u>	<u>Interest Earned</u>
Strategy A							
	<u>LAIF</u>						
	1st Quarter	0.240%	16,716,776	40,120	109.92	92	\$ 10,113
	2nd Quarter	0.250%	16,726,889	41,817	114.57	92	\$ 10,540
	3rd Quarter	0.260%	16,737,429	43,517	119.23	90	\$ 10,730
	4th Quarter	0.280%	16,748,159	46,895	128.48	91	\$ 11,692
	Total Interest Earned						\$ 43,075

<u>Acct</u>	<u>Investment</u>	<u>Rate</u>	<u>Investment Amount</u>	<u>Estimated Annual Income</u>	<u>Average Daily Income</u>	<u>Days in Month</u>	<u>Interest Earned</u>
Strategy B							
	<u>July 2014 - July 2015 LAIF Account</u>						
	1st Quarter	0.240%	4,408,767	10,581	28.99	92	\$ 2,667
	2nd Quarter	0.250%	4,411,434	11,029	30.22	92	\$ 2,780
	3rd Quarter	0.260%	4,414,214	11,477	31.44	90	\$ 2,830
	4th Quarter	0.280%	4,417,044	12,368	33.88	91	\$ 3,083
	Total Interest Earned From LAIF						\$ 11,360
	105-78	FFCB	1.840%	500,000	9,200	25.21	365 \$ 9,200
	105-81	FFCB	1.950%	1,000,000	19,500	53.42	365 \$ 19,500
	105-83	FFCB	0.830%	500,000	4,150	11.37	365 \$ 4,150
	105-86	FFCB	1.610%	1,000,000	16,100	44.11	365 \$ 16,100
	105-87	FFCB	0.930%	500,000	4,650	12.74	365 \$ 4,650
	105-92	US Treasury	1.750%	1,000,000	17,500	47.95	365 \$ 17,500
	105-93	US Treasury	1.750%	1,000,000	17,500	47.95	365 \$ 17,500
	105-94	FFCB	1.880%	1,000,000	18,800	51.51	365 \$ 18,800
	105-95	FFCB	2.120%	600,000	12,720	34.85	365 \$ 12,720
	M-17	FFCB	1.650%	1,000,000	16,500	45.21	365 \$ 16,500
	M-18	FFCB	2.330%	1,000,000	23,300	63.84	365 \$ 1,123
	M-19	FFCB	1.450%	1,000,000	14,500	39.73	365 \$ 14,500
	M-20	US Treasury	1.650%	1,000,000	16,500	45.21	365 \$ 16,500
	M-21	US Treasury	2.530%	1,000,000	25,300	69.32	365 \$ 1,148
	Total Interest Earned From Investments						\$ 169,891
	Total Interest Earned from LAIF & Investments						\$ 181,252

Crescenta Valley Water District
 Recap of Gains on Sale of Investments
 Fiscal Year 2014-15

Strategy C

Investment Number	Date Purchased	Original Principal Cost	Adjustment Amortized Principal	Adjusted Balance	Date Sold	Principal Value at Sale	Gain (Loss) on Investments	Interest Earned on Investments
LAIF								\$ 6,680.63
78	Jul 17, 2012	\$500,000.00					\$0.00	\$ 9,199.98
81	Sep 11, 2012	\$1,005,220.00					\$0.00	\$ 19,499.97
83	Oct 9, 2012	\$502,885.00					\$0.00	\$ 4,150.05
86	Nov 15, 2012	\$1,002,300.00					\$0.00	\$ 16,100.03
87	Nov 19, 2012	\$500,000.00					\$0.00	\$ 4,649.98
92	May 9, 2013	\$1,000,000.00	\$0.00	\$1,000,000.00	1/6/2015	\$1,001,500.00	\$1,500.00	\$ 8,818.99
93	May 10, 2013	\$987,109.38	-\$2,148.44	\$989,257.82	1/14/2015	\$992,020.00	\$2,762.18	\$ 9,253.68
94	May 14, 2013	\$981,330.00	-\$3,246.96	\$984,576.96	1/14/2015	\$986,480.00	\$1,903.04	\$ 10,112.50
95	May 17, 2013	\$600,000.00	\$0.00	\$600,000.00	1/30/2014	\$601,200.00	\$1,200.00	\$ 7,264.62
M-17	June 3, 2014	\$1,000,470.00	\$0.00	\$1,000,470.00	10/15/14	\$1,008,430.00	\$7,960.00	\$ 4,829.45
M-18	June 4, 2014	\$952,030.00	\$0.00	\$952,030.00	7/17/14	\$954,560.00	\$2,530.00	\$ 1,123.33
M-19	June 23, 2014	\$988,220.00	\$0.00	\$988,220.00	10/9/14	\$990,290.00	\$2,070.00	\$ 3,991.37
M-20	June 11, 2014	\$992,870.00	\$0.00	\$992,870.00	8/13/14	\$996,110.00	\$3,240.00	\$ 1,723.07
M-21	June 25, 2014	\$997,370.00	\$0.00	\$997,370.00	7/17/14	\$999,870.00	\$2,500.00	\$ 1,147.99
In-Out MTBE	7/3/14	\$996,430.00	\$0.00	\$996,430.00	7/11/14	\$998,430.00	\$2,000.00	\$ 309.11
In-Out MTBE	7/3/14	\$995,730.00	\$0.00	\$995,730.00	7/10/14	\$998,730.00	\$3,000.00	\$ 327.78
M-22	7/28/14	\$996,410.00		\$996,410.00	8/7/14	\$999,130.00	\$2,720.00	\$ 353.26
M-23	7/30/14	\$1,008,560.00	\$0.00	\$1,008,560.00	8/15/14	\$1,015,520.00	\$6,960.00	\$ 1,416.67
M-24	7/30/14	\$994,040.00		\$994,040.00	8/4/14	\$996,790.00	\$2,750.00	\$ 220.79
M-25	8/12/14	\$1,001,710.00		\$1,001,710.00	10/1/14	\$1,002,120.00	\$410.00	\$ 3,892.78
M-26	8/19/14	\$1,043,968.88		\$1,043,968.88	10/14/14	\$1,044,660.00	\$691.12	\$ 4,010.42
M-27	8/26/14	\$998,805.43		\$998,805.43	10/7/14	\$999,710.00	\$904.57	\$ 1,616.02
M-28	9/4/14	\$1,002,380.00		\$1,002,380.00	10/8/14	\$1,003,740.00	\$1,360.00	\$ 1,438.89
M-29	9/10/14	\$1,010,180.00		\$1,010,180.00	10/1/14	\$1,012,650.00	\$2,470.00	\$ 1,750.00
M-30	10/28/2014	\$1,012,280.00	\$682.22	\$1,011,597.78	1/14/2015	\$1,020,860.00	\$9,262.22	\$ 4,517.78
M-31	10/29/2014	\$1,006,980.00	\$465.33	\$1,006,514.67	1/6/2015	\$1,011,920.00	\$5,405.33	\$ 3,536.11
M-32	11/5/2014	\$996,550.00	-\$166.94	\$996,716.94	1/5/2015	\$1,000,250.00	\$3,533.06	\$ 2,966.67
M-33	11/12/2014	\$999,990.00	-\$0.50	\$999,990.50	1/5/2015	\$1,003,000.00	\$3,009.50	\$ 2,650.00
M-34	12/5/2014	\$399,612.00	\$0.00	\$399,612.00	1/6/2015	\$401,600.00	\$1,988.00	\$ 573.56
In-Out MTBE	12/3/2014	\$996,419.51	\$0.00	\$996,419.51	12/31/2014	\$997,520.00	\$1,100.49	\$ 89.78
In-Out MTBE	1/27/2015	\$1,038,460.00	\$0.00	\$1,038,460.00	1/27/2015	\$1,041,060.00	\$2,600.00	\$ 372.93
In-Out MTBE	1/22/2015	\$781,215.00	\$0.00	\$781,215.00	1/30/2015	\$784,927.50	\$3,712.50	\$ 295.83
96	2/2/2015	\$1,001,790.00						\$ 8,758.35
97	2/9/2015	\$1,245,288.79						\$ 10,597.01
M-35	2/3/2015	\$849,960.00						\$ 10,538.35
M-36	2/6/2015	\$1,011,800.00						\$ 7,830.15
M-37	2/17/2015	\$823,994.70	\$0.00	\$823,994.70	3/17/2015	\$825,678.06	\$1,683.36	\$ 1,036.79
In-Out MTBE	3/10/2015	\$991,072.92	\$0.00	\$991,072.92	3/17/2015	\$993,672.92	\$2,600.00	\$ 110.50
In-Out MTBE	4/1/2015	\$996,460.00	\$0.00	\$996,460.00	4/6/2015	\$1,000,660.00	\$4,200.00	\$ 395.00
In-Out MTBE	4/13/2015	\$996,470.00	\$0.00	\$996,470.00	4/17/2015	\$999,070.00	\$2,600.00	\$ 395.00
M-38A	4/22/2015	\$996,470.00						\$ 4,480.28
M-38B	4/23/2015	\$999,110.00						\$ 4,415.35
M-39A	4/27/2015	\$1,003,135.92						\$ 2,410.96
M-39B	4/28/2015	\$1,001,204.82						\$ 2,373.29
M-40	4/27/2015	\$1,008,892.00						\$ 3,506.85
In-Out MTBE	5/11/2015	\$990,710.00	\$0.00	\$990,710.00	5/15/2015	\$993,710.00	\$3,000.00	\$ 224.18
98	6/2/2015	\$996,650.00	\$0.00	\$996,650.00				\$ 1,150.68
In-Out MTBE	6/24/2015	\$499,160.00	\$0.00	\$499,160.00	6/29/2015	\$499,660.00	\$500.00	\$ -
Subtotals		\$ 32,691,890				\$ 31,175,528	\$94,125.37	\$197,106.76
Total Gain of Sales of Investments and Interest Earned								\$291,232.13