



City of Needles, California Request for City Council Action

☒ CITY COUNCIL ☐ NPUA ☐ HACN

☒ Regular ☐ Special

Meeting Date: July 8, 2025

Title: May 2025 Treasurer's Report

Background: Pursuant to California Government Code Section 53607, the City Treasurer is required to make a monthly report of the investment portfolio to the legislative body.

Attached is the May 2025 Treasurer's Report that contains information on the investments held in the portfolio by the City of Needles, Needles Public Utility Authority, and Housing Authority of the City of Needles.

There were no investments purchased or sold during the month of May 2025.

The investment portfolio conforms to the City's Investment Policy, except for one investment held by the Housing Authority of the City of Needles (HACN). On February 14, 2023, the city's independent Housing Authority was assumed by the City of Needles. At that time, the former Housing Authority's investment portfolio was not reviewed. This investment account holds shares of an Invesco mutual fund, which is not allowable under the City's Investment Policy. The value of mutual fund shares fluctuates with market conditions and, therefore, presents a level of risk to the principal, which is prohibited. The Housing Authority Chairperson and the Interim Finance Director have begun the process to fully redeem the shares. Once the Housing Authority receives the funds from Invesco, staff will reinvest it in HACN's new State of California Local Agency Investment Fund (LAIF) account, currently paying an interest rate of 4.48%. The value of HACN's mutual fund shares was \$97,251 on May 31, 2025, as shown on the attached report.

The City Treasurer certifies that the city has sufficient funds to meet its expenditure obligations during the next six months.

Fiscal Impact: None.

Environmental Impact: None.

Recommended Action: Accept the May 2025 Treasurer's Report.

Submitted By: Jill Taura, Interim Finance Director

City Manager Approval: Patrick J. Martinez

Date: 7/2/2025

Other Department Approval (when required): _____

Date: _____

Approved: ☐

Not Approved: ☐

Tabled: ☐

Other: ☐