




AGENDA ITEM NO. 28

CITY OF HAWTHORNE CITY COUNCIL AGENDA BILL

For the meeting of *January 11, 2022*

Originating Department: Finance

City Manager: Vontray Norris
Vontray Norris

Dir. of Finance: 
Felice Lopez

SUBJECT:

Request for transfer of funds to Local Agency Investment Fund (LAIF).

RECOMMENDED MOTION:

Staff recommends that the City Council approve the transfer of funds from the Bank of the West Money Market Fund to LAIF in the amount of \$57 million.

DISCUSSION:

The Investment report was presented to the City Council on December 14th. The information specified that the return rate for LAIF was .24%, while the return for the Money Market fund was .10%. The current rate for LAIF is .21%. Due to the higher interest rate in LAIF, staff recommends the transfer of \$57 million from the MMK fund to the LAIF fund. This would bring the balance in the LAIF fund to \$70.2 Million, and \$11.4 million would remain in the MMK fund. Staff recommends the \$11.4 million remain in the MMK fund as those funds are immediately available.

LAIF funds have the following restrictions.

1. Must provide one-day prior notice for deposits or withdrawals of \$10 million or more
2. Same-day transactions must be completed by 10 am
3. Maximum of 15 transactions per month, including deposits and withdrawals
4. \$75 million cap

FISCAL IMPACT:

Increase in investment returns.

NOTICING PROCEDURES:

72 hours posted notice pursuant to the Ralph M. Brown Act.

ATTACHMENT(S):

1. Account Statement Balances

California State Treasurer
Fiona Ma, CPA



Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

January 04, 2022

[LAIF Home](#)
[PMIA Average Monthly](#)
[Yields](#)

CITY OF HAWTHORNE

CITY TREASURER
4455 W. 126TH STREET
HAWTHORNE, CA 90250

[Tran Type Definitions](#)

Account Number: [REDACTED]

December 2021 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	13,223,481.43
Total Withdrawal:	0.00	Ending Balance:	13,223,481.43



Information Reporting - Balance

Last updated: Tue, Jan 4, 2022 10:06 AM PST

Generated On: Tue, Jan 4, 2022 10:07 AM PST

\$88,017,598.90

Current Available Balance for your Deposit Accounts

Account Name/Number	Favorites	Account Type	Account Currency
COMML MMK	☆	Demand Deposit Account	USD
Current Available Balance	Prior Day Closing Available Balance	Pending Credits	Pending Debits
68,444,793.63	68,444,793.63	—	—

TOTAL	Current Available Balance	Prior Day Closing Available Balance	Pending Credits	Pending Debits
	68,444,793.63 USD	68,444,793.63 USD	0.00 USD	0.00 USD

Please note, the Current Available Balance amount represents the Ledger Balances minus calculated float and any pending transactions. Any Holds, if applicable, have not been deducted from the Current Available Balance amount. For the definition of Holds, please refer to the Information Reporting User Guide.

When initiating a payment or collection, the Available Balance per account reflects the Ledger Balance, minus pending transactions and any Holds.

This report contains advice data, all figures are subject to posting.

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