

Report by Ramesh Rajendra, Financial Services Coordinator

RECOMMENDATION

That the Record of Cash Investments as at 30 September 2011 be noted.

PURPOSE OF REPORT

To submit Council's Records of Cash Investments as at 30 September 2011 pursuant to Clause 212 of the Local Government (General) Regulation 2005.

REPORT

Investments Portfolio as at 30 September 2011

	Credit Rating *	Type of Investment	Rate %	Maturity Date	Amount Invested
Managed Funds					
Perennial Cash	AAf	Cash Plus Fund	11.03		6,824,637
Cash Held					
CBA Online Business Saver Account	AA	At-call	5.25		2,670,000
CBA General Fund	AA	Cheque	4.35		144,883
Total-Cash Held			5.20		2,814,883
Direct Investments					
Members Equity	BBB	Term deposit	5.82	04 October 2011	1,500,000
Hunter United Employees Credit Union	Unrated	Term deposit	6.05	04 October 2011	1,500,000
Bankwest	AA	Term deposit	5.9	12 October 2011	1,500,000
Members Equity	BBB	Term deposit	5.86	20 December 2011	1,500,000
Bendigo Bank	BBB+	Term deposit	5.85	20 December 2011	1,500,000
Bendigo Bank	BBB+	Term deposit	5.85	28 December 2011	1,000,000
Suncorp	A+	Term deposit	5.87	07 February 2012	2,000,000
Rabo direct	AAA	Term Deposit	6.00	23 February 2012	1,000,000
Bank of Cyprus Australia (BOCA)	Unrated	Term deposit	6.22	28 February 2012	1,000,000
Rabo direct	AAA	Term Deposit	6.00	13 March 2012	1,000,000
Bank of Cyprus Australia (BOCA)	Unrated	Term deposit	6.20	20 March 2012	500,000

Rabo direct	AAA	Term Deposit	6.3	12 June 2012	1,000,000
Rabo direct	AAA	Term Deposit	6.3	11 July 2012	1,000,000
Beirut Hellenic Bank	Unrated	Term Deposit	6.55	08 August 2012	2,000,000
Rabo direct	AAA	Term deposit	6.30	10 August 2012	1,000,000
Beirut Hellenic Bank	Unrated	Term Deposit	6.15	06 September 2012	1,000,000
AMP	A	Term deposit	5.90	06 September 2012	1,000,000
AMP	A	Term deposit	5.90	07 September 2012	1,000,000
AMP	A	Term deposit	5.90	10 September 2012	1,000,000
AMP	A	Term deposit	5.90	13 September 2012	1,000,000
AMP	A	Term deposit	5.90	13 September 2012	500,000
Total - Direct Investments			6.03		24,500,000
Total Investments			6.96		34,139,520

Notes:-

f denotes funds which are rated primarily in relation to asset quality. These funds frequently invest in long-term bonds and the unit prices are usually valued on a mark-to-market basis i.e. revalued daily.

* In accordance with Council's Investment Policy the following limits apply in relation to the maximum proportion of the total investment portfolio which can be invested for each credit rating category.

Overall Portfolio Credit Limits		
Long Term Credit Ratings	Short Term Credit Ratings	Direct Securities Maximum
AAA Category	A-1+	100%
AA Category	A-2	100%
A Category	A-2	70%
BBB Category *	A-3 *	30%
Unrated Category *	Unrated *	20%

Assets Representing	as at 30 September 2011	as at 30 September 2010
Externally Restricted		
Domestic Waste Management	2,802,207	2,463,500
Unexpended Grants	1,573,567	872,500
Section 94	9,960,237	8,895,919
Total External Restricted	14,336,011	12,231,919
Council Reserves		
Plant Replacement	1,944,992	2,134,800
ELE	1,183,000	1,254,000
Deposits	5,269,230	5,563,600
Golf Course	94,193	93,920
Adshel	270,000	270,000
Permanent Assets	407,399	557,600
IT & Audio	20,000	20,000
Carry Forwards	0	620,400
Total Council Reserves	9,188,814	10,514,320
Total Reserves	23,524,825	22,746,329

General	10,614,695	3,847,234
Total of all Invested Funds	34,139,520	25,593,743

The level of general funds invested at any time is dependent on movements in the level of other reserves and the cash flow requirements of Council. It should be noted that these funds include the proceeds from the sale of Matthews Park. The Reserves are subject to the finalisation of the June 2011 financial statements and the external audit for the financial year ended 30 June 2011.

Certification – Responsible Accounting Officer

The Manager Finance hereby certifies that the investments listed above have been made in accordance with Section 625 of the Local Government Act 1993, Clause 212 of the Local Government (General) Regulation 2005 and Council's Investment Policy.

REFERRAL FROM OTHER DEPARTMENT

No referral was required.

FINANCIAL IMPLICATIONS

There are no financial implications.

ATTACHMENTS

1. Investment Performance – September 2011
2. Investment Income earned Versus Budget – September 2011

Report approved by:

Jodie Bourke	Neale Redman
Manager Finance	Director Corporate Services