REPORT TO COUNCIL
City of Sacramento

915 I Street, Sacramento, CA 95814-2604
www. CityofSacramento.org

Staff Report
December 12, 2006

Honorable Mayor and
Members of the City Council

Title: City Treasurer's Annual Report for the Fiscal Year 2005-2006

Location/Council District: City-wide

Recommendation: Receive and file the Annual Report and provide direction to the City Treasurer.

Contact: Thomas P. Friery, City Treasurer, 808-5168

Presenters: Thomas P. Friery, City Treasurer, 808-5168

Department: City Treasurer's Office

Division: N/A

Organization No: 0900

Description/Analysis

Issue: The attached report contains information regarding performance of the City Treasurer's Office for Fiscal Year 2005-2006 with comparisons to prior years and over the 28 year history of this City Treasurer.

Policy Considerations: This report is consistent with the City's policy of measuring performance and requiring accountability of all City Departments.

Environmental Considerations: Not applicable. The California Environmental Quality Act (CEQA) does not apply.

Commission/Committee Action: None

Rationale for Recommendation: This report provides information and recommends the Council provide direction if necessary.

Financial Considerations: This report does not have a financial impact on the City's Budget.

Emerging Small Business Development (ESBD): There is not discretionary expenditure involved in this report; consequently ESBD policies and procedures are not applicable.

Respectfully Submitted by:_____

Thomas P. Friery
City Treasurer

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Attachment 1

Background

The Sacramento City Treasurer's Office is a Charter Office providing a wide variety of services to the City of Sacramento. The annual report reflects the work performed by the City Treasurer's Office during the Fiscal Year 2005-2006.

Thomas P. Friery was appointed to the Charter Position of City Treasurer in 1978 and has served in this position for the last 28 years. His leadership in matters of Investments, Financings and Special Projects has allowed the City of Sacramento to enjoy its current fiscal well being and has contributed to the City's high grade investment ratings.

The report includes the significant accomplishments, statistical information and past performance for our two (2) Business Units, Investment & Operations Unit and the Public Finance & Banking Unit as well as the Administrative/Special Projects Unit.

In 1978 The City Treasurer was charged with providing independent checks and balances for the City of Sacramento. That service been provided to Mayor and Council for the past 28 years, as directed. This "independent check and balance" has kept the City of Sacramento from following in the footsteps of other local municipalities such as City of San Jose, Orange County, City of San Diego, etc, who had no such advantage.

The Sacramento City Treasurer's Office plays a vital role in the City's efforts to promote safety, livability and economic vitality. Included in the Annual Report is the Mission Statement for the City Treasurer's Office as well as the goals and objectives for Fiscal Year 2006-2007.

Sacramento City Treasurer's Annual Report for Fiscal Year 2005-2006

INVESTMENTS & OPERATIONS

HISTORICAL COST BENEFIT OF THE TREASURY

- Fiscal Year 2005-2006 — $7.36 to $1.00
  - $12.2 Million
- Fiscal Years 1980-2006 — $8.12 to $1.00
  - $291 Million

PUBLIC FINANCING & BANKING

Bonds Issued 2006 (pages 8 & 9 of Annual Report)	3	$ 344,090,000
Bonds Issued 1960 – 1978 (Exhibit 1 of Annual Report)	11	$ 80,550,000
Bonds Issued 1978 – 2006 (Exhibit 1 of Annual Report)	248	$3,204,004,111
Credit Rating (page 7 of Annual Report)	Standard & Poor's Moody's	AA Aa2

Investor Relations

SPECIAL PROJECTS
FISCAL YEAR 2005-2006

- **Revitalization Corporation**
- **Sacramento Port District**
- **Predatory Lending**
- **Downtown Sports Arena**
- **Other Post Employee Benefits (OPEB)**

In any given year the Treasurer's Office will work on between 8 and 12 Special Projects, spending between 1,000 and 2,000 hours of Treasurer and staff time. For a variety of reasons, some Special Projects do not go forward to become City Projects. Some of these projects this year are:

- CalEPA Building Financing
- New Market Tax Credit
- Sacramento Area Venture Capital
- UC Davis Medical Center Parking

INDEPENDENT CHECKS AND BALANCES

- CHARTER CITIES
  - Treasurer is appointed by Mayor and City Council
    - Provides for Independent Check and Balance

- LAW CITIES
  - Treasurer is typically appointed by either the City Manager or the Finance Manager
    - No Independent Check and Balance