

**09.19.2014**

**Memo**

---

**To:** Board of Commissioners  
**From:** General Manager  
**Re:** Bond Purchase Presentation  
**Date:** Saturday, September 20, 2014

**RECOMMENDATIONS:**

It is recommended the Board approve the investment of between \$250,000 and \$500,000 of the District's Capital Reserve funds in treasury bonds.

**BACKGROUND**

The Pacific County Treasurer invests a percentage of their reserve money in treasury bonds to achieve higher yields than those offered in the governmental investment pool. The Pacific County Treasurer is able to invest the District's reserve funds in treasury bonds, with board approval, for higher yields as well.

The general manager has discussed the benefits and the risks with Pacific County's bond agent and believes there District would benefit from investing a portion of its funds in Treasury Bonds.

The General Manager will make a presentation at the Board meeting.

---

**NORTH BEACH WATER DISTRICT**

Tel 360.665.4144  
Fax 360.665.4641

25902 Vernon Ave.  
Ocean Park, WA 98640

[www.northbeachwater.com](http://www.northbeachwater.com)



**Bond: 4 Year 3 Month - Callable Next Month and Quarterly Thereafter**

Settlement Date	9/2/2014	Basis	0	Sell Bond On:	Purchase Price	\$	244,173
Maturity Date	12/27/2018	Yield	1.56%	12/27/2016	Interest Earned	\$	5,801
Interest	1.00%			95.3486 ←	Brake Even Point	\$	238,371
Price	97.6691						
Value	100.0000						
Frequency	4						

		\$	244,173	\$	250,000	\$	5,827	Investment Pool
		0.08%						
Date	Yield	Interest	Return	Return	Days	Per Day	Per Day	
9/27/2014	35.3246%	\$ 171.23	\$ 5,998.48	\$ 13.70	25	\$ 239.94	0.55	
12/27/2014	8.4712%	\$ 794.52	\$ 6,621.77	\$ 63.56	116	\$ 57.08	0.55	
3/27/2015	5.1798%	\$ 1,410.96	\$ 7,238.21	\$ 112.88	206	\$ 35.14	0.55	
6/27/2015	3.9038%	\$ 2,041.10	\$ 7,868.35	\$ 163.29	298	\$ 26.40	0.55	
9/27/2015	3.2259%	\$ 2,671.23	\$ 8,498.48	\$ 213.70	390	\$ 21.79	0.55	
12/27/2015	2.8055%	\$ 3,294.52	\$ 9,121.77	\$ 263.56	481	\$ 18.96	0.55	
3/27/2016	2.5193%	\$ 3,917.81	\$ 9,745.06	\$ 313.42	572	\$ 17.04	0.55	
6/27/2016	2.3119%	\$ 4,547.95	\$ 10,375.20	\$ 363.84	664	\$ 15.63	0.55	
9/27/2016	2.1546%	\$ 5,178.08	\$ 11,005.33	\$ 414.25	756	\$ 14.56	0.55	
12/27/2016	2.0313%	\$ 5,801.37	\$ 11,628.62	\$ 464.11	847	\$ 13.73	0.55	
3/27/2017	1.9320%	\$ 6,417.81	\$ 12,245.06	\$ 513.42	937	\$ 13.07	0.55	
6/27/2017	1.8503%	\$ 7,047.95	\$ 12,875.20	\$ 563.84	1029	\$ 12.51	0.55	
9/27/2017	1.7820%	\$ 7,678.08	\$ 13,505.33	\$ 614.25	1121	\$ 12.05	0.55	
12/27/2017	1.7240%	\$ 8,301.37	\$ 14,128.62	\$ 664.11	1212	\$ 11.66	0.55	
3/27/2018	1.6741%	\$ 8,917.81	\$ 14,745.06	\$ 713.42	1302	\$ 11.32	0.55	
6/27/2018	1.6307%	\$ 9,547.95	\$ 15,375.20	\$ 763.84	1394	\$ 11.03	0.55	
9/27/2018	1.5927%	\$ 10,178.08	\$ 16,005.33	\$ 814.25	1486	\$ 10.77	0.55	
12/27/2018	1.5590%	\$ 10,801.37	\$ 16,628.62	\$ 864.11	1577	\$ 10.54	0.55	



