



FISCAL YEAR

2025-2026

# INVESTMENT REPORT FOR THE QUARTER ENDING SEPTEMBER 30, 2025

CITY OF HERCULES, CALIFORNIA





**CITY OF HERCULES**  
FINANCE DEPARTMENT  
111 CIVIC DRIVE  
HERCULES, CALIFORNIA 94547-1771  
PHONE: 510-799-8200

November 12, 2025

Honorable Mayor and City Council:

I hereby affirm that the investment portfolio, as of September 30, 2025, complies with all relevant state laws and conforms to the City's investment policy. The anticipated revenues from ongoing City operations, coupled with the available liquidity from cash deposits, sufficiently cover the City's expenditure requirements for the upcoming months.

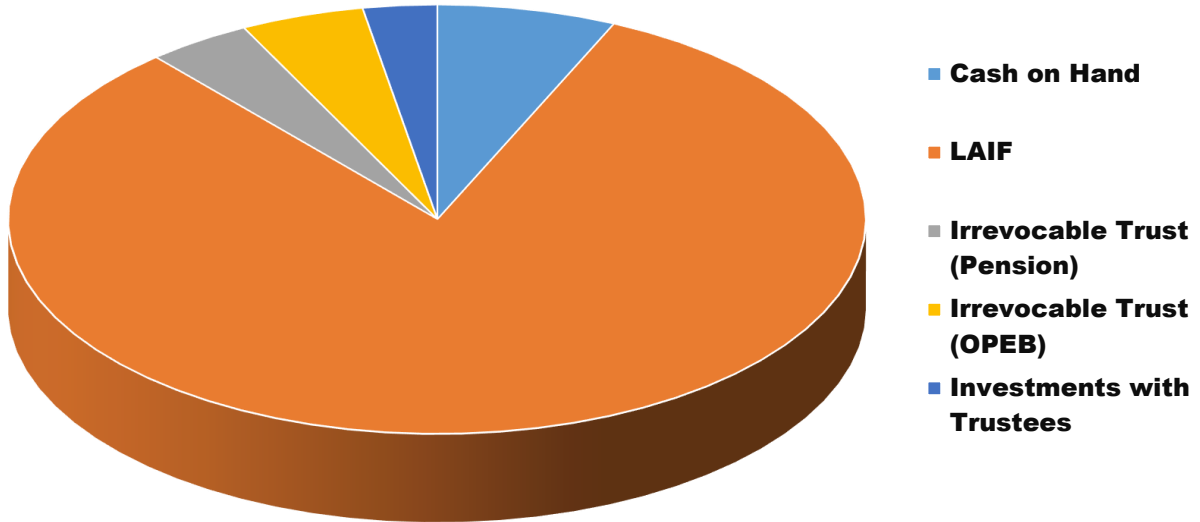
As of September 30, 2025, the City possesses adequate financial resources to meet its expenditure obligations for the next six months.

Sincerely,

Edwin Gato  
Finance Director/City Treasurer

**City of Hercules, California**  
**Investment Portfolio Summary Report**  
**For the Quarter Ended September 30, 2025**

**Investments by Type**

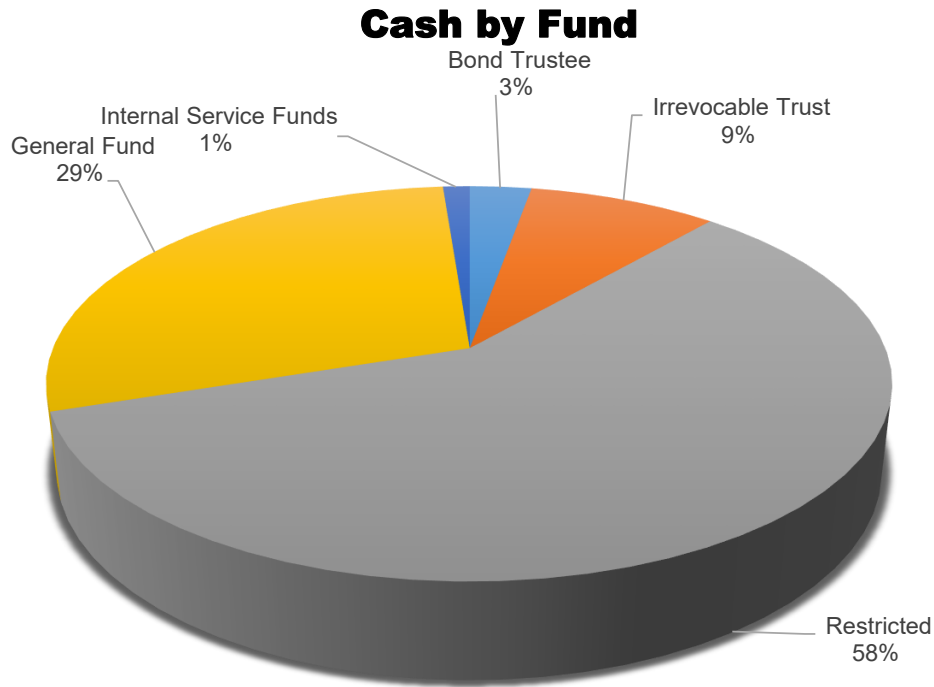


|                                                 | Book Value          | % of Total     | Average Yield | Market Value        |
|-------------------------------------------------|---------------------|----------------|---------------|---------------------|
| Cash on Hand                                    | \$2,005             |                |               | \$2,005             |
| Cash on Deposit                                 | 4,681,194           |                |               | 4,681,194           |
| Total Cash on Hand                              | 4,683,199           | 6.76%          | 0.00%         | 4,683,199           |
| Local Agency Investment Fund (LAIF)             | 56,711,835          | 81.84%         | 4.21%         | 56,779,794          |
| Irrevocable Trust (Pension)                     | 2,732,483           | 3.94%          | 6.73%         | 2,732,483           |
| Irrevocable Trust (OPEB)                        | 3,227,039           | 4.66%          | 6.73%         | 3,227,039           |
| Investments with Bond Trustees                  | 1,938,378           | 2.80%          | 4.03%         | 1,938,378           |
| <b>Total Portfolio</b>                          | <b>\$69,292,934</b> | <b>100.00%</b> | <b>4.99%</b>  | <b>\$69,360,893</b> |
| Amount over (under) Market Value vs. Book Value |                     |                |               | \$67,959            |
| % of Portfolio                                  |                     |                |               | 0.10%               |

**City of Hercules**  
**Detail for Investment Portfolio Summary Report**  
**For the Quarter Ended September 30, 2025**

| DESCRIPTION                                                                   | BOOK<br>VALUE          | MARKET<br>YIELD | PURCHASE<br>DATE | MATURITY<br>DATE | LIFE TO<br>MATURITY | (DAYS)<br>REMAINING<br>LIFE | PAR<br>VALUE           | MARKET<br>VALUE        |
|-------------------------------------------------------------------------------|------------------------|-----------------|------------------|------------------|---------------------|-----------------------------|------------------------|------------------------|
| <b><u>CASH ON HAND</u></b>                                                    |                        |                 |                  |                  |                     |                             |                        |                        |
| PETTY CASH                                                                    | 2,005.00               | 0.00%           |                  |                  |                     |                             | 2,005.00               | \$2,005.00             |
| <b><u>CASH IN BANK</u></b>                                                    |                        |                 |                  |                  |                     |                             |                        |                        |
| MECHANICS BANK - GENERAL CHECKING                                             | 1,706,574.38           | 0.00%           |                  |                  |                     |                             | 1,706,574.38           | 1,706,574.38           |
| MECHANICS BANK - HERCULES RDA                                                 | 2,778,491.18           | 0.00%           |                  |                  |                     |                             | 2,778,491.18           | 2,778,491.18           |
| MECHANICS BANK - PD ASSET SEIZURE                                             | 196,128.40             | 0.00%           |                  |                  |                     |                             | 196,128.40             | 196,128.40             |
| TOTAL AND AVERAGES                                                            | 4,681,193.96           |                 |                  |                  |                     |                             | 4,681,193.96           | 4,681,193.96           |
| <b><u>LOCAL AGENCY INVESTMENT FUND (LAIF)</u></b>                             |                        |                 |                  |                  |                     |                             |                        |                        |
| LAIF                                                                          | 56,711,835.29          | 4.21%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 56,711,835.29          | 56,779,793.65          |
| <b><u>IRREVOCABLE TRUST (PENSION/OPEB)</u></b>                                |                        |                 |                  |                  |                     |                             |                        |                        |
| US BANK MUTUAL (PARS-OPEB)                                                    | 3,227,038.84           | 6.73%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 3,227,038.84           | 3,227,038.84           |
| US BANK MUTUAL (PARS-PENSION)                                                 | 2,732,482.58           | 6.73%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 2,732,482.58           | 2,732,482.58           |
| TOTAL AND AVERAGES                                                            | 5,959,521.42           | 6.73%           |                  |                  | 91                  | -                           | 5,959,521.42           | 5,959,521.42           |
| <b><u>INVESTMENTS WITH BOND TRUSTEES</u></b>                                  |                        |                 |                  |                  |                     |                             |                        |                        |
| THE BANK OF NEW YORK (BNY) JM 05 1 RESERVE FUND                               | 55,797.47              | 0.00%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 55,797.47              | 55,797.47              |
| THE BANK OF NEW YORK (BNY) MELLON TRUST HERCULES PFA WW INTEREST ACCT 21 A    | 2,887.50               | 0.00%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 2,887.50               | 2,887.50               |
| THE BANK OF NEW YORK (BNY) MELLON TRUST (HERCULES PFA 09 REVENUE FUND)        | 763,762.02             | 3.96%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 763,762.02             | 763,762.02             |
| THE BANK OF NEW YORK (BNY) MELLON TRUST (HERCULES PFA 09 DEBT SERV PRIN ACCT) | 89,805.29              | 3.96%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 89,805.29              | 89,805.29              |
| THE BANK OF NEW YORK (BNY) MELLON TRUST (HERCULES PFA 09 DEBT SERV INT ACCT)  | 101,342.53             | 4.10%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 101,342.53             | 101,342.53             |
| THE BANK OF NEW YORK (BNY) MELLON TRUST (HERCULES PFA 09 RESERVE FD)          | 920,215.00             | 4.10%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 920,215.00             | 920,215.00             |
| THE BANK OF NEW YORK (BNY) MELLON TRUST (HERCULES 2020 INT FD)                | 4,567.80               | 0.00%           | 7/1/2025         | 9/30/2025        | 91                  | -                           | 4,567.80               | 4,567.80               |
| TOTAL AND AVERAGES                                                            | 1,938,377.61           | 4.03%           |                  |                  | 91                  | -                           | 1,938,377.61           | 1,938,377.61           |
| <b>TOTAL INVESTMENT REPORT</b>                                                | <b>\$69,292,933.28</b> | <b>4.99%</b>    |                  |                  | <b>91</b>           | <b>-</b>                    | <b>\$69,292,933.28</b> | <b>\$69,360,891.64</b> |

**City of Hercules, California**  
**Investment Portfolio Summary Report**  
**For the Quarter Ended September 30, 2025**



| <u>Cash Description</u>  | <u>Book Value</u>   | <u>% of Total</u> |
|--------------------------|---------------------|-------------------|
| Bond Trustee             | \$1,938,378         | 3%                |
| Irrevocable Trust        | 5,959,521           | 9%                |
| Restricted               | 40,554,321          | 59%               |
| General Fund             | 20,001,504          | 29%               |
| Internal Service Funds   | 839,209             | 1%                |
| <b>Total, Book Value</b> | <b>\$69,292,933</b> | <b>100%</b>       |

**Restricted:**

|                              |                          |
|------------------------------|--------------------------|
| Wastewater                   | 16,294,632               |
| Successor Housing            | 6,065,833                |
| Development Impact Fees      | 4,326,059                |
| Capital Projects             | 5,678,662                |
| Landscape & Lighting         | 518,275                  |
| SB1 RMRA                     | 1,582,204                |
| Gas Tax & Measure J "Street" | 1,011,860                |
| Successor Agency             | 2,778,491                |
| Solid Waste                  | 946,051                  |
| Agency Fund                  | 735,402                  |
| Asset Seizure                | 351,381                  |
| COPS Program                 | 265,471                  |
|                              | <u><u>40,554,321</u></u> |



# PMIA/LAIF Performance Report as of 9/30/2025



## Quarterly Performance Quarter Ended 9/30/25

|                                            |                     |
|--------------------------------------------|---------------------|
| LAIF Apportionment Rate <sup>(2)</sup> :   | 4.40                |
| LAIF Earnings Ratio <sup>(2)</sup> :       | 0.00012059828906715 |
| LAIF Administrative Cost <sup>(1)*</sup> : | 0.18                |
| LAIF Fair Value Factor <sup>(1)</sup> :    | 1.001198310         |
| PMIA Daily <sup>(1)</sup> :                | 4.26                |
| PMIA Quarter to Date <sup>(1)</sup> :      | 4.27                |
| PMIA Average Life <sup>(1)</sup> :         | 248                 |

## PMIA Average Monthly Effective Yields<sup>(1)</sup>

|                  |              |
|------------------|--------------|
| <b>September</b> | <b>4.212</b> |
| August           | 4.251        |
| July             | 4.258        |
| June             | 4.269        |
| May              | 4.272        |
| April            | 4.281        |

## Pooled Money Investment Account Monthly Portfolio Composition <sup>(1)</sup> 9/30/25 \$165.3 billion

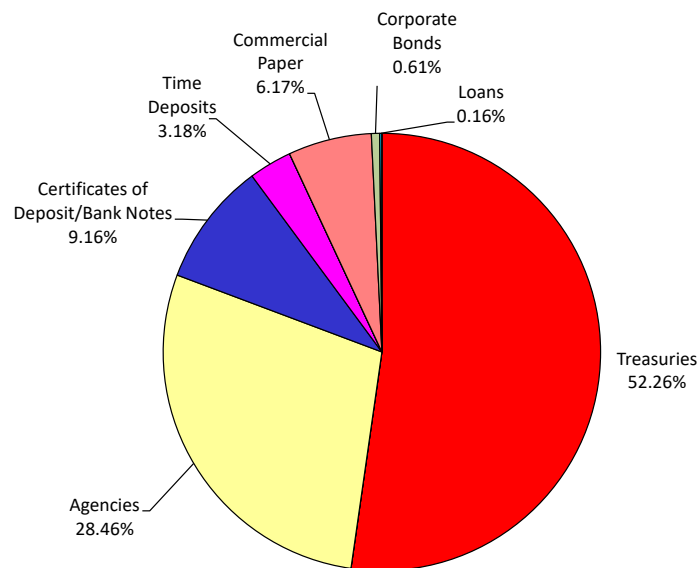


Chart does not include \$1,012,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) .

\*The percentage of administrative cost equals the total administrative cost divided by the quarterly interest earnings. The law provides that administrative costs are not to exceed 5% of quarterly EARNINGS of the fund. However, if the 13-week Daily Treasury Bill Rate on the last day of the fiscal year is below 1%, then administrative costs shall not exceed 8% of quarterly EARNINGS of the fund for the subsequent fiscal year.

Source:

<sup>(1)</sup> State of California, Office of the Treasurer

<sup>(2)</sup> State of California, Office of the Controller