

## \$200,000 Payment from S&S for Equestrian Purposes

On June 20, 1989, the City Council accepted a \$200,000 fee from S&S in-lieu of building an equestrian center with the stipulation that the money could be used for whatever equestrian purpose the City decides on. The money was actually received by the City in late May 1990 and was deposited into the Park In-lieu Fund. Even though interest earned on fees such as this are not typically tracked and applied to the project, the current City Council has expressed an interest in identifying how much interest has been earned since May 1990. That is the purpose of the following table.

The interest rate used is the LAIF rate which is the quarterly blended interest rate the City receives from its investments in a pooled investment account with the State. Also, the calculation adds earned interest to the \$200,000 principal which increases interest earnings.

Summary: Amount of Investment:	\$ 200,000
Accumulated Interest:	283,362
Total Investment + Interest:	\$ 483,362

Quarterly LAIF Rate	Month	Year	Balance Forward	Quarterly Interest	New Balance	Annual Compounded Interest
	May	1990	-	-	\$ 200,000	
8.50%	June		200,000	2,125	202,125	
8.39%	Sept		202,125	4,240	206,365	
8.27%	December		206,365	4,267	210,631	10,631
7.97%	March	1991	210,631	4,197	214,828	
7.38%	June		214,828	3,964	218,792	
7.00%	Sept		218,792	3,829	222,620	
6.52%	December		222,620	3,629	226,249	15,618
5.87%	March	1992	226,249	3,320	229,569	
5.45%	June		229,569	3,128	232,697	
4.97%	Sept		232,697	2,891	235,588	
4.67%	December		235,588	2,750	238,339	12,090
4.64%	March	1993	238,339	2,765	241,104	
4.51%	June		241,104	2,718	243,822	
4.44%	Sept		243,822	2,706	246,529	
4.36%	December		246,529	2,687	249,216	10,877
4.25%	March	1994	249,216	2,648	251,864	
4.45%	June		251,864	2,802	254,666	
4.96%	Sept		254,666	3,158	257,823	
5.37%	December		257,823	3,461	261,285	12,069
5.76%	March	1995	261,285	3,763	265,047	

Quarterly LAIF Rate	Month	Year	Balance Forward	Quarterly Interest	New Balance	Annual Compounded Interest
5.98%	June		265,047	3,962	269,010	
5.89%	Sept		269,010	3,961	272,971	
5.76%	December		272,971	3,931	276,902	15,617
5.62%	March	1996	276,902	3,890	280,792	
5.52%	June		280,792	3,875	284,667	
5.57%	Sept		284,667	3,964	288,631	
5.58%	December		288,631	4,026	292,657	15,756
5.56%	March	1997	292,657	4,068	296,725	
5.63%	June		296,725	4,176	300,902	
5.68%	Sept		300,902	4,273	305,175	
5.71%	December		305,175	4,356	309,531	16,874
5.70%	March	1998	309,531	4,411	313,942	
5.66%	June		313,942	4,442	318,384	
5.64%	Sept		318,384	4,489	322,873	
5.46%	December		322,873	4,407	327,281	17,750
5.19%	March	1999	327,281	4,246	331,527	
5.08%	June		331,527	4,210	335,737	
5.21%	Sept		335,737	4,373	340,110	
5.49%	December		340,110	4,668	344,778	17,498
5.80%	March	2000	344,778	4,999	349,778	
6.18%	June		349,778	5,404	355,182	
6.47%	Sept		355,182	5,745	360,927	
6.52%	December		360,927	5,883	366,810	22,032
6.16%	March	2001	366,810	5,649	372,459	
5.32%	June		372,459	4,954	377,412	
4.47%	Sept		377,412	4,218	381,630	
3.52%	December		381,630	3,358	384,988	18,179
2.96%	March	2002	384,988	2,849	387,837	
2.75%	June		387,837	2,666	390,504	
2.63%	Sept		390,504	2,568	393,071	
2.31%	December		393,071	2,270	395,341	10,353
1.98%	March	2003	395,341	1,957	397,298	
1.77%	June		397,298	1,758	399,056	
1.63%	Sept		399,056	1,626	400,682	
1.56%	December		400,682	1,563	402,245	6,904
1.47%	March	2004	402,245	1,478	403,723	
1.44%	June		403,723	1,453	405,177	
1.67%	Sept		405,177	1,692	406,868	
2.00%	December		406,868	2,034	408,903	6,658
2.38%	March	2005	408,903	2,433	411,336	
2.85%	June		411,336	2,931	414,266	
3.18%	Sept		414,266	3,293	417,560	
3.63%	December		417,560	3,789	421,349	12,447
4.03%	March	2006	421,349	4,245	425,594	
4.53%	June		425,594	4,820	430,414	
4.93%	Sept		430,414	5,305	435,719	
5.11%	December		435,719	5,566	441,285	19,936
5.17%	March	2007	441,285	5,704	446,989	

Quarterly LAIF Rate	Month	Year	Balance Forward	Quarterly Interest	New Balance	Annual Compounded Interest
5.23%	June		446,989	5,844	452,833	
5.24%	Sept		452,833	5,932	458,765	
4.96%	December		458,765	5,689	464,454	23,169
4.18%	March	2008	464,454	4,854	469,308	
3.11%	June		469,308	3,649	472,956	
2.77%	Sept		472,956	3,275	476,232	
2.54%	December		476,232	3,024	479,256	14,802
1.91%	March	2009	479,256	2,288	481,544	
1.51%	June		481,544	1,818	483,362	4,106
				\$ 283,362		\$ 283,362

Note 1: \$200,000 was received from S&S in May 1990.

Note 2: Since the majority of the City's investments are on account with LAIF, their quarterly investment rate was used to calculate quarterly interest.

Updated by: S Hartman on 8/4/2009 for Councilmember Anderson

Please see next page for LAIF Rates



**LOCAL AGENCY INVESTMENT FUND  
 QUARTERLY APPORTIONMENT RATES**

	MARCH	JUNE	SEPTEMBER	DECEMBER
1977	5.68	5.78	5.84	6.45
1978	6.97	7.35	7.86	8.32
1979	8.81	9.10	9.26	10.06
1980	11.11	11.54	10.01	10.47
1981	11.23	11.68	12.40	11.91
1982	11.82	11.99	11.74	10.71
1983	9.87	9.64	10.04	10.18
1984	10.32	10.88	11.53	11.41
1985	10.32	9.98	9.54	9.43
1986	9.09	8.39	7.81	7.48
1987	7.24	7.21	7.54	7.97
1988	8.01	7.87	8.20	8.45
1989	8.76	9.13	8.87	8.68
1990	8.52	8.50	8.39	8.27
1991	7.97	7.38	7.00	6.52
1992	5.87	5.45	4.97	4.67
1993	4.64	4.51	4.44	4.36
1994	4.25	4.45	4.96	5.37
1995	5.76	5.98	5.89	5.76
1996	5.62	5.52	5.57	5.58
1997	5.56	5.63	5.68	5.71
1998	5.70	5.66	5.64	5.46
1999	5.19	5.08	5.21	5.49
2000	5.80	6.18	6.47	6.52
2001	6.16	5.32	4.47	3.52
2002	2.96	2.75	2.63	2.31
2003	1.98	1.77	1.63	1.56
2004	1.47	1.44	1.67	2.00
2005	2.38	2.85	3.18	3.63
2006	4.03	4.53	4.93	5.11
2007	5.17	5.23	5.24	4.96
2008	4.18	3.11	2.77	2.54
2009	1.91	1.51		