



# **City of Huntington Beach Treasurer's Investment Report**

*Period Ending: September 30, 2013*

*Prepared by: Alisa Cutchey, City Treasurer*

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## **Economic and Market Overview:**

A partial shutdown of the U.S. government loomed at the end of September, due to the debate over federal spending issues. In addition, the question of raising the debt limit has dampened any enthusiasm for the stock markets at quarter end. The Dow Jones Industrial Average closed at 15,129 on September 30, 2013, up only slightly from the previous quarter ending of 14,909 (6/28/13 close).

On the employment front, surveys and reports for the month of September are trending toward slower growth. However, one of the bright spots in recent labor data has been the continuing decline of jobless claims, which are steadily trending back to pre-recession levels. Unfortunately, declining jobless claims do not guarantee stronger payroll numbers (more jobs).

The news in housing was somewhat reassuring in that the damage from higher mortgage rates may be temporary and relatively well contained. New home sales steadied in August after a sharp fall in July.

## **Portfolio Overview:**

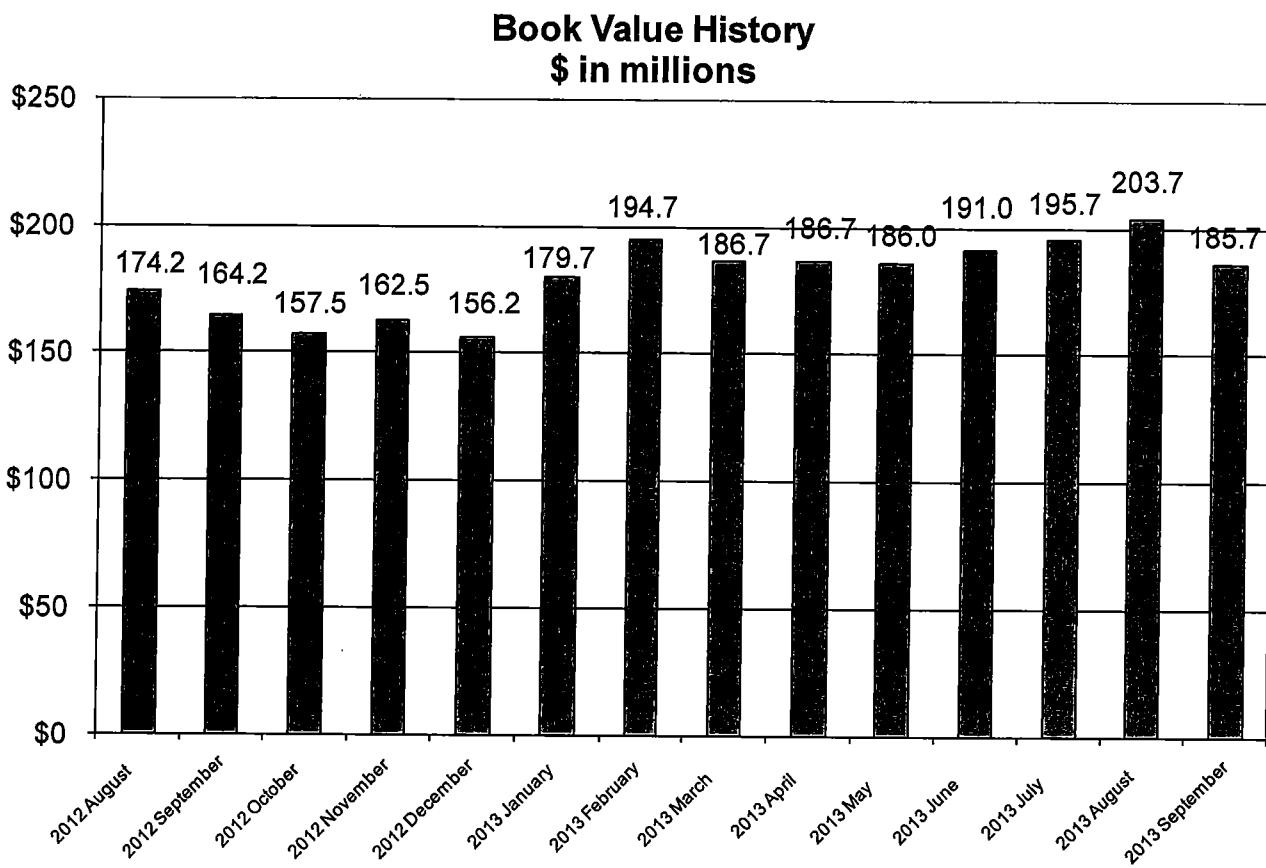
*As of September 30, 2013:*

<u>Investment Type</u>	<u>Market Value</u>	<u>Book Value</u>	<u>% of Portfolio</u>	<u>YTM</u>	<u>Policy Limit</u>
Federal Agency Issues	135,342,979	136,245,075	73%	0.95%	None
Local Agency Investment Fund (LAIF)	23,201,577	23,201,577	13%	0.26%	\$50 million
Corporate Bonds	26,161,518	26,253,169	14%	0.89%	20%
<b>Totals</b>	<b>184,706,074</b>	<b>185,699,821</b>	<b>100%</b>	<b>0.85%</b>	

As of September 30, 2013, the market value of the investment portfolio was \$184.7 million, with a book value of \$185.7 million. Additionally, on September 30, 2013, there was a balance of approximately \$21 million in the City's bank account for near-term operational availability. This balance is larger than is typical because there are pending payments to the State regarding the dissolution of the Redevelopment Agency (RDA). It is anticipated that these payments will be made in the fourth quarter of 2013. Additionally, interest rates have increased somewhat, causing callable securities to remain in the portfolio hence, rendering these securities unavailable for liquidity in the near-term.

The portfolio is invested in only those investments allowable by State regulations and the City's Investment Policy. Such investments are purchased to meet the portfolio objectives of preservation of principal, maintenance of sufficient operating liquidity, and to attain a market rate of return throughout budgetary and economic cycles, in that order of absolute priority.

Currently, City funds are invested in Federal Agency Securities, Corporate Notes and the State of California's Local Agency Investment Fund (LAIF). The four federal government sponsored entities (agencies) that the City purchases the securities from are: Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC/Freddie Mac), Federal National Mortgage Association (FNMA/Fannie Mae) and Federal Farm Credit Bank (FFCB/Farm Credit). Corporate notes are obligations of corporations. All corporate notes are "A" rated or its equivalent or better, per the City's Investment Policy. LAIF offers local agencies the opportunity to participate in a major portfolio with overnight liquidity managed by the State of California Treasurer's Office (please see <http://www.treasurer.ca.gov/pmia-laif> for more information). LAIF has been utilized for the City's liquidity portfolio as the yield received at this time is greater than that of similar liquid investments, such as money market accounts, short-term Treasury Bills, and commercial paper.



The book value of the portfolio of \$185.7 million as of September 30, 2013 remains within historical norms. The balance fluctuates with the seasonal and budgetary operational needs of the City.

## Portfolio Earnings and Performance:

<b>Monthly Earnings</b>	<b>\$120,861</b>
Interest:	\$136,620
Adj. Premiums/Discounts	\$15,759
Capital Gains:	\$0
<b>Monthly Budgeted Interest Income</b>	<b>\$112,000</b>
<b>Monthly Effective Rate of Return</b>	<b>0.74%</b>
<b>Fiscal YTD Earnings</b>	<b>\$1,372,129</b>
<b>Fiscal YTD Budget</b>	<b>\$1,344,000</b>
<b>Fiscal YTD Effective Rate of Return</b>	<b>0.75%</b>
<b>Benchmark (1)</b>	<b>0.28%</b>
<b>Bank Cash Balance at 6/28/13</b>	<b>\$21 million</b>

(1) Benchmark: The average of the monthly LAIF rate and the 12-month rolling average 2-year

Constant Maturity Treasury (CMT) rate, per Investment Policy Statement.

Monthly investment earnings for September 30, 2013, were \$120,861. The monthly effective rate of return was 0.74%, with a fiscal year 2012-13 effective rate of return of 0.75%.

The portfolio yield overall continues to decline as expected, due to the historically low interest rates. It is anticipated that the portfolio yield will remain at these low levels and that it will take some time for portfolio yields to increase, even as interest rates begin to move upward, as existing securities will continue to remain in the portfolio until maturity, unless they are sold.

## Portfolio Activity:

**Quarterly Activity:** For the quarter ending September 30, 2013, federal agency redemptions (matured or called) totaled \$3MM, a \$250,000 certificate of deposit matured, and there were no corporate note redemptions. Total purchases for the quarter consisted of \$13MM in federal agency securities.

**Monthly Activity:** For the month of September 2013, a total of \$3MM in federal agency securities matured or were called and no corporate notes matured. All of the corporate notes previously held (that were part of an FDIC-backed program), matured during the calendar year 2012. These bonds had yields at around 2%. Unfortunately, due in part to their expiration, we have seen a decrease in the return of the portfolio overall. During September, \$15MM was transferred from LAIF to the operating account for seasonal operating requirements as well as for the additional funds due to the State Department of Finance (from the previously disbanded RDA).

**Compliance:**

The portfolio is in conformity with all relevant State regulations and the City's Investment Policy statement filed with the City Council on November 5, 2012. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months' obligations.

## Additional Information:

### **Retirement Plan Information as of June 30, 2013:**

*(Due to the delay in statement receipt, information is from previous quarter.)*

#### **City of Huntington Beach - Pension/Trust Plans - Market Value Summary**

##### **Deferred Compensation Plan Summary Information as of June 30, 2013**

	Beginning Balance (4-1-13)	Contributions	Distributions/ Transfers	Earnings (change in value) Gain/Loss/ Interest	Other Fees/ Adjustments	Ending Balance (6-30-13)
<b>Reporting Is Quarterly</b>						
ICMA Retirement Corporation (457 Plan)	\$34,442,227	\$551,477	(\$430,315)	\$277,992	(\$3,357)	\$34,838,024
Nationwide Retirement Solutions (457 Plan)	\$64,135,219	\$773,416	(\$1,774,184)	\$492,667	(\$1,325)	\$63,625,793
<b>Total Deferred Compensation Plan Balances</b>	<b>\$98,577,446</b>	<b>\$1,324,893</b>	<b>(\$2,204,499)</b>	<b>\$770,659</b>	<b>(\$4,682)</b>	<b>\$98,463,817</b>

##### **City of Huntington Beach Retiree Medical Trust Summary Information as of June 30, 2013**

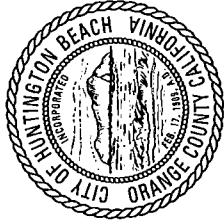
	Beginning Balance (4-1-13)	Contributions	Distributions/ Transfers	Earnings (change in value)	Other Fees/ Adjustments	Ending Balance (6-30-13)
<b>Reporting Is Quarterly</b>						
CalPERS Retiree Medical Trust Account	\$11,833,018	\$698,000	\$0	(\$432,565)	(\$4,538)	\$12,093,915

##### **City of Huntington Beach Supplemental Pension Trust Summary Information (monthly reporting, not quarterly) as of June 30, 2013**

	Beginning Balance (6-1-13)	Employer Contributions	Interest & Dividends Plus Net Accrued Income	Realized Gain / Loss	Change in Unrealized Gains / Losses	Other Trust Fees/ Adjustments	Ending Balance (6-30-13)
<b>Reporting Is Monthly</b>							
Supplemental Pension Trust Account	\$37,061,187	\$0	\$114,965	\$10,194	(\$929,317)	(\$4,918)	\$36,252,111

## Bond Reserve Accounts - Balances as of September 30, 2013:

Summary of Investments by Bond Issue As of September 30, 2013		
Bond Issue		Value as of September 30, 2013
City of Huntington Beach - 2004 Judgment Obligation Bonds (Property Tax Refunds)		1,159
Huntington Beach Public Financing Authority Lease Refunding Bonds 2010 Series A		1,242,921
Huntington Beach Public Financing Authority Lease Revenue Refunding Bonds 2011 Series A		3,087,553
Redevelopment Agency of Huntington Beach - 1999 Tax Allocation Refunding Bonds (1/3 of 1992)		753,983
Redevelopment Agency of Huntington Beach - 2002 Tax Allocation Refunding Bonds (2/3 of 1992)		1,668,880
Huntington Beach Community Facilities District No. 1990-1 2001 Special Tax Bonds (Goldenwest-Ellis)		323,540
Huntington Beach Community Facilities District No. 2000-1 2001 Special Tax Bonds (Grand Coast-Hyatt)		21
Huntington Beach Community Facilities District No. 2000-1 2013 Special Tax Bonds (Grand Coast-Hyatt)		1,104,786
Huntington Beach Community Facilities District No. 2002-1 2002 Special Tax Bonds (McDonnell Centre Business Park)		495,749
Huntington Beach Community Facilities District No. 2003-1 2013 Special Tax Bonds (Huntington Center - Bella Terra)		1,702,479
		<b>10,381,070</b>



**City of HB**  
**Portfolio Management**  
**Portfolio Summary**  
**July 31, 2013**

City of Huntington Beach  
 2000 Main St.  
 Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	360 Equiv.	YTM	365 Equiv.
Federal Agency Issues - Coupon	131,275,862.07	130,189,165.17	131,245,541.09	67.05	1,560	1,282	0.924		0.937
Local Agency Investment Funds	38,201,577.32	38,201,577.32	38,201,577.32	19.52	1	1	0.263		0.267
Corporate Bonds	25,950,000.00	26,192,814.40	26,296,362.98	13.43	1,113	806	0.877		0.890
<b>Investments</b>	<b>195,437,439.39</b>	<b>194,553,556.39</b>	<b>195,733,481.39</b>	<b>100.00%</b>	<b>1,196</b>	<b>963</b>	<b>0.789</b>	<b>0.800</b>	

**Cash and Accrued Interest**

Accrued Interest at Purchase		17,104.16		17,104.16					
<b>Subtotal</b>		<b>17,104.16</b>		<b>17,104.16</b>					
<b>Total Cash and Investments</b>	<b>195,437,439.39</b>	<b>194,553,556.39</b>	<b>195,733,481.39</b>	<b>100.00%</b>	<b>1,196</b>	<b>963</b>	<b>0.789</b>	<b>0.800</b>	

Total Earnings	July 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year		116,296.78	1,132,110.95	
Current Budget		112,000.00	1,120,000.00	1,344,000.00
Last Year Actual		156,250.00	1,562,500.00	1,875,000.00
<b>Average Daily Balance</b>		<b>192,214,287.10</b>	<b>178,771,718.41</b>	
<b>Effective Rate of Return</b>		<b>0.71%</b>	<b>0.76%</b>	

I certify that this report accurately reflects all City pooled investments and is in conformity with all State laws and the investment policy statement filed with the City Council on November 5, 2012. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months obligations. Market Values provided by Union Bank via Interactive Data Corporation.

*Alisa Cottchen, CITY TREASURER*  
 Alisa Cottchen, CITY TREASURER

*10-17-13*  
 10-17-13

Reporting period 07/01/2013-07/31/2013

Run Date: 10/17/2013 - 09:27  
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 Report Ver. 7.3.3b

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 Report Ver. 7.3.3b

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**July 31, 2013**

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Certificates of Deposit</b>												
<b>Subtotal and Average</b>												
<b>193,548.39</b>												
<b>Federal Agency Issues - Coupon</b>												
3133EAUE6	3932	Federal Farm Credit Bank	06/14/2012	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	0.875	AA	0.875	1,048	06/14/2016
3133EAUE6	3933	Federal Farm Credit Bank	06/14/2012	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	0.875	AA	0.875	1,048	06/14/2016
3133EAJ33	3942	Federal Farm Credit Bank	08/15/2012	4,996,350.00	4,998,100.69	0.730	AA	0.743	AA	1,110	08/15/2016	
3133EAP77	3944	Federal Farm Credit Bank	08/27/2012	5,000,000.00	5,001,500.00	0.480	AA	0.480	AA	756	08/27/2015	
3133S805K9	3941	Federal Home Loan Bank	08/08/2012	3,275,862.07	3,262,955.17	0.720	AA	0.724	AA	1,103	08/08/2016	
3133S81M44	3953	Federal Home Loan Bank	12/28/2012	5,000,000.00	4,952,250.00	0.650	AA	0.650	AA	1,245	12/28/2016	
3134G3FC9	3920	Federal Home Loan Mort Corp	01/09/2012	5,000,000.00	5,000,000.00	1,000	AA	1,000	AA	790	09/30/2015	
3134G3KC3	3922	Federal Home Loan Mort Corp	01/27/2012	5,000,000.00	5,000,000.00	1,000	AA	1,000	AA	909	01/27/2016	
3134G3LU2	3925	Federal Home Loan Mort Corp	02/14/2012	5,000,000.00	5,017,450.00	0.500	AA	1,293	02/14/2017			
3134G3B90	3940	Federal Home Loan Mort Corp	08/15/2012	5,000,000.00	4,922,150.00	0.875	AA	0.875	AA	1,475	08/15/2017	
3134G3S84	3952	Federal Home Loan Mort Corp	01/11/2013	5,000,000.00	4,899,150.00	0.900	AA	1,000	AA	1,624	01/11/2018	
3134G4767	3980	Federal Home Loan Mort Corp	06/26/2013	5,000,000.00	4,915,700.00	1,400	AA	1,400	AA	1,790	06/26/2018	
3134G4CU0	3981	Federal Home Loan Mort Corp	07/24/2013	5,000,000.00	5,002,250.00	0.500	AA	0.500	AA	722	07/24/2015	
31398A3L4	3854	Fed. Nat'l Mort. Assoc.	09/17/2010	3,000,000.00	3,003,950.00	1,125	AA	1,125	AA	47	09/17/2013	
3136G0MK4	3931	Fed. Nat'l Mort. Assoc.	06/21/2012	5,000,000.00	4,983,900.00	1,000	AA	1,246	AA	1,420	06/21/2017	
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.	11/07/2012	5,000,000.00	4,902,100.00	0.900	AA	0.900	AA	1,559	11/07/2017	
3136G07K1	3947	Fed. Nat'l Mort. Assoc.	12/07/2012	5,000,000.00	4,914,250.00	0.700	AA	1,002	AA	1,588	12/06/2017	
3136G17E3	3950	Fed. Nat'l Mort. Assoc.	12/26/2012	5,000,000.00	4,931,400.00	0.650	AA	1,042	AA	1,608	12/26/2017	
3136G1A86	3951	Fed. Nat'l Mort. Assoc.	12/26/2012	5,000,000.00	4,942,150.00	0.700	AA	1,053	AA	1,608	12/26/2017	
3135G0SB0	3954	Fed. Nat'l Mort. Assoc.	12/21/2012	5,000,000.00	4,980,400.00	0.900	AA	0.440	AA	872	12/21/2015	
3136G1A75	3955	Fed. Nat'l Mort. Assoc.	01/30/2013	5,000,000.00	4,948,900.00	0.750	AA	1,078	AA	1,643	01/30/2018	
3136G1C46	3957	Fed. Nat'l Mort. Assoc.	02/21/2013	5,000,000.00	4,905,700.00	0.750	AA	1,193	AA	1,665	02/21/2018	
3136G1E62	3961	Fed. Nat'l Mort. Assoc.	02/25/2013	5,000,000.00	4,969,300.00	0.600	AA	0,600	AA	1,120	08/25/2016	
3136G1FB0	3963	Fed. Nat'l Mort. Assoc.	02/28/2013	5,000,000.00	4,961,050.00	0.750	AA	1,435	AA	1,672	02/28/2018	
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.	03/12/2013	5,000,000.00	4,853,650.00	1,100	AA	1,100	AA	1,684	03/12/2018	
3135G0YAS	3978	Fed. Nat'l Mort. Assoc.	06/19/2013	5,000,000.00	4,966,200.00	0.750	AA	0,750	AA	1,236	12/19/2016	
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.	06/19/2013	5,000,000.00	4,922,350.00	0.800	AA	0,907	AA	1,418	06/19/2017	
<b>Subtotal and Average</b>												
<b>127,535,514.48</b>												
<b>Local Agency Investment Funds</b>												
SYS982	982	Lafif City		38,201,577.32	38,201,577.32	38,201,577.32	38,201,577.32	0.267		0.267	1	
<b>Subtotal and Average</b>												
<b>38,191,108.26</b>												
<b>131,275,862.07</b>												
<b>130,189,165.17</b>												
<b>131,245,541.09</b>												
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**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**July 31, 2013**

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Corporate Bonds</b>												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,885,820.00	2,979,166.65	1.211	AA	1.366	1,736	05/03/2018
084664A18	3895	Berkshire Hathaway Fin		08/26/2011	1,310,000.00	1,390,944.90	1,374,217.90	4.850	AA	1.390	532	01/15/2015
14912L4Y4	3930	Caterpillar Financial Corp.		05/30/2012	2,000,000.00	2,017,240.00	2,005,787.63	1.125	A	0.911	501	12/15/2014
14912L5D9	3936	Caterpillar Financial Corp.		08/03/2012	3,000,000.00	3,023,850.00	3,031,514.06	1.100	A	0.520	666	05/29/2015
36862GJX9	3906	General Electric Capital Corp		09/29/2011	2,000,000.00	2,015,520.00	2,004,489.29	2.100	AA	1.570	159	01/07/2014
36862GJQ6	3949	General Electric Capital Corp		12/14/2012	1,650,000.00	1,715,059.50	1,713,695.72	3.750	AA	0.722	470	11/14/2014
36862GFR0	3956	General Electric Capital Corp		01/25/2013	2,000,000.00	1,996,380.00	2,000,957.03	1.000	AA	0.980	890	01/08/2016
24422ERK7	3937	John Deere Capital		08/03/2012	3,000,000.00	3,030,510.00	3,031,250.67	1.250	A	0.465	488	12/02/2014
24422ERS0	3948	John Deere Capital		12/11/2012	2,000,000.00	2,012,100.00	2,014,389.54	0.950	A	0.570	697	06/29/2015
674598CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,011,130.00	3,071,694.66	1.750	A	1.055	1,294	02/15/2017
931142CX9	3943	Wal-Mart Stores		08/14/2012	3,000,000.00	3,064,260.00	3,059,199.83	1.500	AA	0.606	815	10/25/2015
<b>Subtotal and Average</b>			<b>26,294,125.97</b>		<b>25,960,000.00</b>	<b>26,162,814.40</b>	<b>26,286,362.98</b>			<b>0.890</b>	<b>806</b>	
<b>Total and Average</b>			<b>192,214,287.10</b>		<b>195,437,433.39</b>	<b>194,553,556.89</b>	<b>195,733,481.39</b>			<b>0.800</b>	<b>968</b>	

**City of HB  
Portfolio Management  
Portfolio Details - Cash  
July 31, 2013**

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
	Average Balance		0.00	Accrued Interest at Purchase		17,104.16	17,104.16			0	
	Subtotal					17,104.16	17,104.16				
	Total Cash and Investments		192,214,287.10	195,437,433.39	194,570,661.05	195,750,585.55		0.800	968		

**City of HB**  
**Portfolio Management**  
**Activity By Type**  
**July 1, 2013 through July 31, 2013**

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CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Certificates of Deposit</b>							
06426GAA5	3946	Bank of the West	0.600	07/25/2013	0.00	250,000.00	
		<b>Subtotal</b>			0.00	250,000.00	0.00
<b>Federal Agency Issues - Coupon</b>							
3134G4CU0	3981	Federal Home Loan Mort Corp	0.500	07/24/2013	5,000,000.00	0.00	
		<b>Subtotal</b>			5,000,000.00	0.00	131,245,541.09
<b>Local Agency Investment Funds (Monthly Summary)</b>							
SYS882	982	Laf City	0.267		23,181.48	0.00	
		<b>Subtotal</b>			23,181.48	0.00	38,201,577.32
<b>Corporate Bonds</b>							
		<b>Subtotal</b>					26,286,362.98
		<b>Total</b>			5,023,181.48	250,000.00	195,733,481.39

**City of HB**  
**Portfolio Management**  
**Activity Summary**  
**July 2012 through July 2013**

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Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redemptions	Average Term	Days to Maturity
				360 Equivalent	365 Equivalent					
July	2012	33	178,453,606.72	1.011	1.025	0.363	0	4	1,133	964
August	2012	39	178,919,282.36	1.034	1.049	0.377	7	1	1,320	1,129
September	2012	37	169,501,918.57	1.000	1.014	0.348	0	2	1,299	1,099
October	2012	35	163,378,685.54	0.968	0.981	0.348	1	2	1,283	1,071
November	2012	36	161,479,959.57	0.963	0.976	0.324	1	0	1,299	1,068
December	2012	35	160,292,718.24	0.903	0.915	0.326	7	8	1,340	1,159
January	2013	34	182,030,048.28	0.755	0.765	0.300	3	4	1,102	959
February	2013	37	183,986,101.22	0.756	0.767	0.286	4	1	1,125	983
March	2013	37	186,749,407.36	0.782	0.793	0.285	1	1	1,193	1,026
April	2013	37	186,686,547.88	0.777	0.788	0.264	0	0	1,193	1,002
May	2013	37	185,019,750.49	0.781	0.792	0.245	2	2	1,205	995
June	2013	39	186,325,484.36	0.782	0.793	0.244	3	2	1,207	998
July	2013	39	192,214,287.10	0.789	0.800	0.267	1	1	1,196	968
	Average	37	178,056,109.89	0.869%	0.881%	0.306	2	2	1,223	1,032

**City of HB**  
**Portfolio Management**  
**Interest Earnings Summary**  
**July 31, 2013**

Page 1

	July 31 Month Ending	Fiscal Year To Date
<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	166,306.39	1,267,918.23
Plus Accrued Interest at End of Period	294,966.43	294,966.43
Less Accrued Interest at Beginning of Period	( 337,471.98)	( 355,348.37)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	123,800.84	1,207,536.29
Adjusted by Premiums and Discounts	-15,828.84	-156,968.33
Adjusted by Capital Gains or Losses	0.00	4,891.84
Earnings during Periods	107,972.00	1,055,459.80
 <b>Pass Through Securities:</b>		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	( 0.00)	( 0.00)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
 <b>Cash/Checking Accounts:</b>		
Interest Collected	23,181.48	93,702.75
Plus Accrued Interest at End of Period	10,506.07	10,506.07
Less Accrued Interest at Beginning of Period	( 25,362.77)	( 27,557.67)
Interest Earned during Period	8,324.78	76,651.15
Total Interest Earned during Period	132,125.62	1,284,187.44
Total Adjustments from Premiums and Discounts	-15,828.84	-156,968.33
Total Capital Gains or Losses	0.00	4,891.84
 Total Earnings during Period	 116,296.78	 1,132,110.95

**State of California  
Pooled Money Investment Account  
Market Valuation  
7/31/2013**

Description	Carrying Cost Plus Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 17,370,413,329.69	\$ 17,389,577,750.00	NA
Notes	\$ 17,265,540,752.56	\$ 17,280,594,000.00	\$ 15,799,649.50
Federal Agency:			
SBA	\$ 532,213,188.78	\$ 530,916,915.30	\$ 523,571.65
MBS-REMICs	\$ 180,193,376.21	\$ 196,283,137.89	\$ 861,203.38
Debentures	\$ 1,229,014,505.38	\$ 1,225,292,500.00	\$ 6,095,430.50
Debentures FR	\$ -	\$ -	\$ -
Discount Notes	\$ 2,248,563,445.13	\$ 2,249,570,500.00	NA
GNMA	\$ 351.63	\$ 353.23	\$ 3.66
IBRD Debenture	\$ 450,053,540.85	\$ 450,319,000.00	\$ 295,139.00
IBRD Deb FR	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ 400,000,000.00	\$ 400,000,000.00	\$ 403,841.66
Bank Notes	\$ -	\$ -	\$ -
CDs and YCDs	\$ 3,770,048,081.32	\$ 3,767,897,965.38	\$ 2,160,686.13
Commercial Paper	\$ 1,329,569,700.00	\$ 1,329,582,475.00	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 4,419,640,000.00	\$ 4,419,640,000.00	NA
AB 55 & GF Loans	\$ 5,488,965,443.82	\$ 5,488,965,443.82	NA
<b>TOTAL</b>	<b>\$ 54,684,215,715.37</b>	<b>\$ 54,728,640,040.62</b>	<b>\$ 26,139,525.48</b>

Fair Value Including Accrued Interest \$ 54,754,779,566.10

**Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).**



## Statement of Cash Receipts and Disbursements and Summary of Cash by Fund

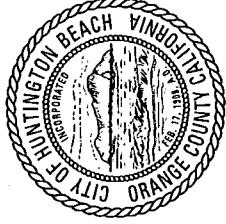
**Finance Department**

July 2013

<b>Cash Receipts and Disbursements</b>	<b>June 2013</b>	<b>July 2013</b>
<b>Receipts</b>		
Property Tax Receipts	\$649,420	\$579,064
Utility Tax Receipts (UUT)	1,647,844	1,594,293
Sales Tax Receipts	2,704,524	2,026,370
1/2 Cent Safety Sales Tax Receipts	192,874	154,674
Highway Users Tax Receipts (HUT)	365,135	386,289
Transient Occupancy Tax Receipts (TOT)	573,551	814,930
Government Funds	92,446	15,726
Capital Funds	2,003,246	579,612
Debt Service Funds	-	-
Enterprise Funds	5,391,702	5,646,028
Fiduciary Funds	8,635,596	1,222,150
Special Revenue Funds	1,308,567	2,449,083
All Other Receipts	7,163,753	6,282,822
<b>Total Receipts</b>	<b>\$30,728,658</b>	<b>\$21,751,041</b>
<b>Disbursements</b>		
<b>Total Disbursements</b>	<b>(22,329,531)</b>	<b>(25,876,569)</b>
<b>Net Change in Cash Flow</b>	<b>\$8,399,127</b>	<b>(4,125,528)</b>
<b>Summary of Cash by Fund</b>	<b>June 2013</b>	<b>July 2013</b>
General Fund	81,819,016	74,733,541
Government Funds	1,167,730	1,106,937
Capital Funds	14,150,397	14,718,611
Debt Service Funds	15,630	15,630
Enterprise Funds	92,722,817	95,742,390
Fiduciary Funds	25,274,497	23,809,076
Special Revenue Funds	16,511,582	17,546,463
<b>General Ledger Cash Balances</b>	<b>231,661,670</b>	<b>227,672,647 *</b>

\* Total cash will differ from investment portfolio total due to outstanding checks and/or other timing differences.

Note: Above information was obtained from the City's accounting system records. The above information includes receipts from maturing investments and payments for purchased investments in the city investment portfolio. This statement is prepared in compliance with the City's Charter.



**City of HB  
Portfolio Management  
Portfolio Summary  
August 31, 2013**

City of Huntington Beach  
2000 Main St.  
Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM	360 Equiv.	YTM	365 Equiv.
Federal Agency Issues - Coupon	135,275,862.07	137,721,667.24	139,244,237.00	68.35	1,542	1,251	0.940	0.940	0.953	0.953
Local Agency Investment Funds	38,201,577.32	38,201,577.32	38,201,577.32	18.75	1	1	0.267	0.267	0.271	0.271
Corporate Bonds	25,960,000.00	26,095,226.30	26,269,766.16	12.90	1,114	775	0.877	0.877	0.890	0.890
<b>Investments</b>	<b>203,437,439.39</b>	<b>202,018,470.86</b>	<b>203,715,580.48</b>	<b>100.00%</b>	<b>1,198</b>	<b>955</b>	<b>0.806</b>	<b>0.806</b>	<b>0.817</b>	<b>0.817</b>

Cash and Accrued Interest										
Accrued Interest at Purchase										
Subtotal		2,083.33					2,083.33			
Total Cash and Investments	<b>203,437,439.39</b>	<b>202,020,554.19</b>	<b>203,717,663.81</b>	<b>100.00%</b>	<b>1,198</b>	<b>955</b>	<b>0.806</b>	<b>0.806</b>	<b>0.817</b>	<b>0.817</b>

Total Earnings	August 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	119,157.43		1,251,268.38	
Current Budget	112,000.00		1,232,000.00	1,344,000.00
Last Year Actual	156,250.00		1,718,750.00	1,875,000.00
<b>Average Daily Balance</b>	<b>198,208,053.41</b>	<b>180,570,304.63</b>	<b>0.71%</b>	<b>0.73%</b>
<b>Effective Rate of Return</b>				

I certify that this report accurately reflects all City pooled investments and is in conformity with all State laws and the investment policy statement filed with the City Council on November 5, 2012. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six month's obligations. Market Values provided by Union Bank via Interactive Data Corporation.

*[Signature]*  
Alisa Cutcher, CITY TREASURER

Reporting period 08/01/2013-08/31/2013

Run Date: 10/17/2013 - 08:19

Portfolio CITY  
AP  
PM (PRF\_PM) 7.3.0  
Report Ver. 7.3.0b

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**August 31, 2013**

Page 1

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3133EAUE6	3932	Federal Farm Credit Bank	06/14/2012	5,000,000.00	4,999,700.00	5,000,000.00	0.875	AA	0.875	1,017	06/14/2016	
3133EAUE6	3933	Federal Farm Credit Bank	06/14/2012	5,000,000.00	4,999,700.00	5,000,000.00	0.875	AA	0.875	1,017	06/14/2016	
3133EAUJ33	3942	Federal Farm Credit Bank	08/15/2012	5,000,000.00	4,979,800.00	4,988,152.78	0.730	AA	0.743	1,079	08/15/2016	
3133EAP77	3944	Federal Farm Credit Bank	08/27/2012	5,000,000.00	5,000,050.00	5,000,000.00	0.480	AA	0.480	725	08/27/2015	
3133S05K9	3941	Federal Home Loan Bank	08/08/2012	3,275,862.07	3,252,767.24	3,275,508.60	0.720	AA	0.724	1,072	08/08/2016	
3133S0M44	3953	Federal Home Loan Bank	12/28/2012	5,000,000.00	4,929,550.00	5,000,000.00	0.650	AA	0.650	1,214	12/28/2016	
3134G3FC9	3920	Federal Home Loan Mort Corp	01/09/2012	5,000,000.00	5,011,500.00	5,000,000.00	1,000	AA	1,000	759	09/30/2015	
3134G3KC3	3922	Federal Home Loan Mort Corp	01/27/2012	5,000,000.00	5,014,100.00	5,000,000.00	1,000	AA	1,000	878	01/27/2016	
3134G3LL2	3925	Federal Home Loan Mort Corp	02/14/2012	5,000,000.00	5,013,250.00	5,000,000.00	1,050	AA	1,316	1,262	02/14/2017	
3134G3B90	3940	Federal Home Loan Mort Corp	08/15/2012	5,000,000.00	4,888,200.00	5,000,000.00	0.875	AA	0.875	1,444	08/15/2017	
3134G3B94	3952	Federal Home Loan Mort Corp	01/11/2013	5,000,000.00	4,859,400.00	5,000,000.00	1,000	AA	1,000	1,593	01/11/2018	
3134G4T77	3980	Federal Home Loan Mort Corp	06/26/2013	5,000,000.00	4,891,300.00	5,000,000.00	1,400	AA	1,400	1,759	06/26/2018	
3134G4CU0	3981	Federal Home Loan Mort Corp	07/24/2013	5,000,000.00	4,998,750.00	5,000,000.00	0,500	AA	0,500	691	07/24/2015	
31398A3L4	3854	Fed. Nat'l Mort. Assoc.	09/17/2010	3,000,000.00	3,001,230.00	3,000,000.00	1,125	AA	1,125	16	09/17/2013	
3136G0MK4	3931	Fed. Nat'l Mort. Assoc.	06/21/2012	5,000,000.00	4,962,200.00	5,000,000.00	1,000	AA	1,246	1,389	06/21/2017	
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.	11/07/2012	5,000,000.00	4,872,700.00	5,000,000.00	0,900	AA	0,900	1,528	11/07/2017	
3136G07K1	3947	Fed. Nat'l Mort. Assoc.	12/07/2012	5,000,000.00	4,889,900.00	5,000,000.00	0,700	AA	1,002	1,557	12/06/2017	
3136G17E3	3950	Fed. Nat'l Mort. Assoc.	12/26/2012	5,000,000.00	4,909,700.00	5,000,000.00	0,650	AA	1,042	1,577	12/26/2017	
3136G1A66	3951	Fed. Nat'l Mort. Assoc.	12/26/2012	5,000,000.00	4,919,950.00	5,000,000.00	0,700	AA	1,053	1,577	12/26/2017	
3135G0SB0	3954	Fed. Nat'l Mort. Assoc.	12/21/2012	5,000,000.00	4,977,650.00	4,982,545.37	0,375	AA	0,440	841	12/21/2015	
3136G1A75	3955	Fed. Nat'l Mort. Assoc.	01/30/2013	5,000,000.00	4,926,500.00	5,000,000.00	0,750	AA	1,078	1,612	01/30/2018	
3136G1C16	3957	Fed. Nat'l Mort. Assoc.	02/21/2013	5,000,000.00	4,878,400.00	5,000,000.00	0,750	AA	1,193	1,634	02/21/2018	
3136G1E22	3961	Fed. Nat'l Mort. Assoc.	02/25/2013	5,000,000.00	4,954,000.00	5,000,000.00	0,600	AA	0,600	1,089	08/25/2016	
3136G1FF0	3963	Fed. Nat'l Mort. Assoc.	02/28/2013	5,000,000.00	4,937,900.00	5,000,000.00	0,750	AA	1,435	1,641	02/28/2018	
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.	03/12/2013	5,000,000.00	4,821,850.00	5,000,000.00	1,100	AA	1,100	1,653	03/12/2018	
3135G0Y45	3978	Fed. Nat'l Mort. Assoc.	06/19/2013	5,000,000.00	4,947,550.00	5,000,000.00	0,750	AA	0,750	1,205	12/19/2016	
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.	06/19/2013	5,000,000.00	4,897,700.00	4,980,102.25	0,800	AA	0,907	1,387	06/19/2017	
3136G1RR2	3982	Fed. Nat'l Mort. Assoc.	08/19/2013	5,000,000.00	4,993,600.00	4,987,928.00	0,650	AA	0,667	901	02/19/2016	
3136G1TE9	3983	Fed. Nat'l Mort. Assoc.	08/23/2013	3,000,000.00	2,992,770.00	3,000,000.00	1,000	AA	2,114	1,822	08/28/2018	
<b>Subtotal and Average</b>				<b>133,728,946.91</b>	<b>139,275,862.07</b>	<b>137,721,667.24</b>	<b>139,244,237.00</b>			<b>0.953</b>	<b>1.251</b>	

**Local Agency Investment Funds**

SYS982	982	Lafif City	<b>Subtotal and Average</b>	<b>38,201,577.32</b>
				<b>38,201,577.32</b>

	<b>38,201,577.32</b>	<b>38,201,577.32</b>	<b>38,201,577.32</b>	<b>0.271</b>	<b>0.271</b>
				<b>1</b>	<b>1</b>

Portfolio CITY  
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PM (PRF\_PM2) 7.3.0

Run Date: 10/17/2013 - 09:19

Report Ver. 7.3.3b

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**August 31, 2013**

Page 2

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
<b>Corporate Bonds</b>												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,866,140.00	2,979,531.72	1.211	AA	1.366	1,705	05/03/2018
084664AT8	3895	Berkshire Hathaway Fin		08/26/2011	1,310,000.00	1,386,215.80	1,370,541.30	4.850	AA	1.390	501	01/15/2015
14912L4Y4	3930	Caterpillar Financial Corp.		05/30/2012	2,000,000.00	2,013,760.00	2,005,436.15	1.125	A	0.911	470	12/15/2014
14912L5D9	3936	Caterpillar Financial Corp.		08/03/2012	3,000,000.00	3,020,970.00	3,030,077.24	1.100	A	0.520	635	05/29/2015
35962GJX9	3906	General Electric Capital Corp		09/29/2011	2,000,000.00	2,011,900.00	2,003,625.97	2.100	AA	1.570	128	01/07/2014
35962GAG6	3949	General Electric Capital Corp		12/14/2012	1,650,000.00	1,710,340.50	1,709,568.56	3.750	AA	0.722	439	11/14/2014
35962GGR0	3955	General Electric Capital Corp		01/25/2013	2,000,000.00	1,990,480.00	2,000,924.29	1.000	AA	0.980	859	01/08/2016
24422ERK7	3937	John Deere Capital		08/03/2012	3,000,000.00	3,029,550.00	3,029,301.56	1.250	A	0.465	457	12/02/2014
24422ERS0	3948	John Deere Capital		12/11/2012	2,000,000.00	2,011,780.00	2,013,762.09	0.950	A	0.570	666	06/29/2015
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,000,240.00	3,070,006.40	1.750	A	1.055	1,263	02/15/2017
931142CX9	3943	Wal-Mart Stores		08/14/2012	3,000,000.00	3,053,850.00	3,056,990.88	1.500	AA	0.606	784	10/25/2015
<b>Subtotal and Average</b>			<b>26,277,529.18</b>		<b>25,960,000.00</b>	<b>26,095,226.30</b>	<b>26,269,766.16</b>			<b>0.890</b>	<b>775</b>	
<b>Total and Average</b>			<b>198,203,053.41</b>		<b>203,437,433.39</b>	<b>202,018,470.86</b>	<b>203,715,530.48</b>			<b>0.817</b>	<b>955</b>	

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Cash**  
**August 31, 2013**

Page 3

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity
		Average Balance	0.00	Accrued Interest at Purchase		2,083.33	2,083.33			0	
		Subtotal				2,083.33	2,083.33				
		Total Cash and Investments	198,208,053.41	203,437,439.39	202,020,554.19	203,717,663.81	203,717,663.81	0.817	0.817	955	

**City of HB**  
**Portfolio Management**  
**Activity By Type**  
**August 1, 2013 through August 31, 2013**

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Federal Agency Issues - Coupon</b>							
3136G1RR2	3982	Fed. Nat'l Mort. Assoc.	0.650	08/19/2013	4,997,900.00	0.00	
3136G1TE9	3983	Fed. Nat'l Mort. Assoc.	1.000	08/28/2013	3,000,000.00	0.00	
		<b>Subtotal</b>			<b>7,997,900.00</b>	<b>0.00</b>	<b>139,244,237.00</b>
<b>Local Agency Investment Funds (Monthly Summary)</b>							
		<b>Subtotal</b>					<b>38,201,577.32</b>
<b>Corporate Bonds</b>							
		<b>Subtotal</b>					<b>26,269,766.16</b>
		<b>Total</b>			<b>7,997,900.00</b>	<b>0.00</b>	<b>203,715,580.48</b>

**City of HB**  
**Portfolio Management**  
**Activity Summary**  
**August 2012 through August 2013**

Page 1

Month End	Year	Number of Securities	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Days to Maturity
			360 Equivalent	365 Equivalent					
August	2012	39	178,919,232.36	1.034	1.049	0.377	7	1	1,320
September	2012	37	169,501,918.57	1.000	1.014	0.348	0	2	1,299
October	2012	35	163,373,635.54	0.968	0.981	0.348	1	2	1,283
November	2012	36	161,479,939.57	0.963	0.976	0.324	1	0	1,299
December	2012	35	160,292,718.24	0.903	0.915	0.326	7	8	1,340
January	2013	34	182,030,048.28	0.755	0.765	0.300	3	4	1,102
February	2013	37	183,986,101.22	0.756	0.767	0.286	4	1	1,125
March	2013	37	186,749,407.36	0.782	0.793	0.285	1	1	1,193
April	2013	37	186,638,547.88	0.777	0.788	0.264	0	0	1,183
May	2013	37	185,019,750.49	0.781	0.792	0.245	2	2	1,205
June	2013	39	186,325,484.36	0.782	0.793	0.244	3	2	1,207
July	2013	39	192,214,287.10	0.789	0.800	0.267	1	1	1,196
August	2013	41	198,208,053.41	0.806	0.817	0.271	2	0	1,188
	Average	37	179,602,543.84	0.853%	0.855%	0.299	2	2	1,228
									1,032

**City of HB**  
**Portfolio Management**  
**Interest Earnings Summary**  
**August 31, 2013**

Page 1

	August 31 Month Ending	Fiscal Year To Date
<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	153,897.28	1,421,815.51
Plus Accrued Interest at End of Period	267,700.42	267,700.42
Less Accrued Interest at Beginning of Period	( 294,966.43)	( 355,348.37)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	126,631.27	1,334,167.56
Adjusted by Premiums and Discounts	-15,800.91	-172,769.24
Adjusted by Capital Gains or Losses	0.00	4,891.84
Earnings during Periods	110,830.36	1,166,290.16
<b>Pass Through Securities:</b>		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	( 0.00)	( 0.00)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
<b>Cash/Checking Accounts:</b>		
Interest Collected	0.00	93,702.75
Plus Accrued Interest at End of Period	18,833.14	18,833.14
Less Accrued Interest at Beginning of Period	( 10,506.07)	( 27,557.67)
Interest Earned during Period	8,327.07	84,978.22
Total Interest Earned during Period	134,958.34	1,419,145.78
Total Adjustments from Premiums and Discounts	-15,800.91	-172,769.24
Total Capital Gains or Losses	0.00	4,891.84
<b>Total Earnings during Period</b>	<b>119,157.43</b>	<b>1,251,268.38</b>

**State of California  
Pooled Money Investment Account  
Market Valuation  
8/31/2013**

Description	Carrying Cost Plus Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 15,873,261,121.33	\$ 15,890,144,100.00	NA
Notes	\$ 17,463,691,397.96	\$ 17,466,670,000.00	\$ 16,759,049.50
Federal Agency:			
SBA	\$ 529,011,299.73	\$ 526,349,347.25	\$ 519,931.76
MBS-REMICs	\$ 168,114,615.55	\$ 182,019,545.44	\$ 802,425.84
Debentures	\$ 1,579,469,059.00	\$ 1,573,622,620.00	\$ 7,969,826.84
Debentures FR	\$ -	\$ -	\$ -
Discount Notes	\$ 2,847,923,180.59	\$ 2,849,340,000.00	NA
GNMA	\$ 250.63	\$ 251.34	\$ 2.61
IBRD Debenture	\$ 550,023,601.87	\$ 550,114,000.00	\$ 492,015.00
IBRD Deb FR	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ 400,000,000.00	\$ 400,000,000.00	\$ 105,597.78
Bank Notes	\$ -	\$ -	\$ -
CDs and YCDs	\$ 5,470,072,114.08	\$ 5,466,681,651.39	\$ 2,150,159.75
Commercial Paper	\$ 2,574,557,638.90	\$ 2,574,523,819.46	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 4,369,640,000.00	\$ 4,369,640,000.00	NA
AB 55 & GF Loans	\$ 636,063,443.82	\$ 636,063,443.82	NA
<b>TOTAL</b>	<b>\$ 52,461,827,723.46</b>	<b>\$ 52,485,168,778.70</b>	<b>\$ 28,799,009.08</b>

Fair Value Including Accrued Interest \$ 52,513,967,787.78

**Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).**



## Statement of Cash Receipts and Disbursements and Summary of Cash by Fund

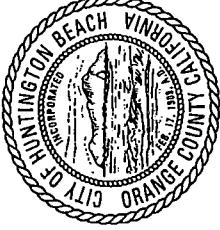
**Finance Department**

August 2013

<b>Cash Receipts and Disbursements</b>	<b>July 2013</b>	<b>August 2013</b>
<b>Receipts</b>		
Property Tax Receipts	\$579,064	\$328,862
Utility Tax Receipts (UUT)	1,594,293	1,763,056
Sales Tax Receipts	2,026,370	2,689,200
1/2 Cent Safety Sales Tax Receipts	154,674	187,387
Highway Users Tax Receipts (HUT)	386,289	595,362
Transient Occupancy Tax Receipts (TOT)	814,930	1,056,732
Government Funds	15,726	295,705
Capital Funds	579,612	67,505
Debt Service Funds	-	4,574,840
Enterprise Funds	5,646,028	5,541,978
Fiduciary Funds	1,222,150	1,204,500
Special Revenue Funds	2,449,083	1,313,703
All Other Receipts	6,282,822	4,962,055
<b>Total Receipts</b>	<b>\$21,751,041</b>	<b>\$24,580,886</b>
<b>Disbursements</b>		
<b>Total Disbursements</b>	<b>(25,876,569)</b>	<b>(42,471,059)</b>
<b>Net Change in Cash Flow</b>	<b>(\$4,125,528)</b>	<b>(\$17,890,173)</b>
<b>Summary of Cash by Fund</b>		
	<b>July 2013</b>	<b>August 2013</b>
General Fund	74,733,541	66,497,100
Government Funds	1,106,937	1,085,344
Capital Funds	14,718,611	14,384,679
Debt Service Funds	15,630	3,571,883
Enterprise Funds	95,742,390	91,809,210
Fiduciary Funds	23,809,076	16,678,341
Special Revenue Funds	17,546,463	17,666,615
<b>General Ledger Cash Balances</b>	<b>227,672,647</b>	<b>211,693,171</b> *

\* Total cash will differ from investment portfolio total due to outstanding checks and/or other timing differences.

Note: Above information was obtained from the City's accounting system records. The above information includes receipts from maturing investments and payments for purchased investments in the city investment portfolio. This statement is prepared in compliance with the City's Charter.



**City of HB  
Portfolio Management  
Portfolio Summary  
September 30, 2013**

City of Huntington Beach  
2000 Main St.  
Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM	360 Equiv.	YTM 365 Equiv.
Federal Agency Issues - Coupon	136,275,862.07	135,342,978.62	136,245,074.90	73.37	1,552	1,248	0.936	0.949	
Local Agency Investment Funds	23,201,577.32	23,201,577.32	23,201,577.32	12.49	1	1	0.253	0.257	
Corporate Bonds	25,960,000.00	26,161,518.10	26,253,169.38	14.14	1,114	745	0.877	0.890	
<b>Investments</b>	<b>185,437,439.39</b>	<b>184,706,074.04</b>	<b>185,699,821.60</b>	<b>100.00%</b>	<b>1,296</b>	<b>1,021</b>	<b>0.843</b>	<b>0.854</b>	

**Cash and Accrued Interest**

Accrued Interest at Purchase		2,083.33	2,083.33						
<b>Subtotal</b>		<b>2,083.33</b>							
<b>Total Cash and Investments</b>	<b>185,437,439.39</b>	<b>184,708,157.37</b>	<b>185,701,904.93</b>		<b>1,296</b>	<b>1,021</b>	<b>0.843</b>	<b>0.854</b>	

Total Earnings	September 30	Month Ending	Fiscal Year To Date	Fiscal Year Ending	
Current Year		120,860.62	1,372,129.00	1,372,129.00	
Current Budget		112,000.00	1,344,000.00	1,344,000.00	
Last Year Actual		156,250.00	1,875,000.00	1,875,000.00	
<b>Average Daily Balance</b>		<b>199,307,438.40</b>	<b>182,110,343.02</b>		
<b>Effective Rate of Return</b>		<b>0.74%</b>	<b>0.75%</b>		

I certify that this report accurately reflects all City pooled investments and is in conformity with all State laws and the investment policy statement filed with the City Council on November 5, 2012. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six month's obligations. Market Values provided by Union Bank via Interactive Data Corporation.

*[Signature]*  
Alisa Cutchen, CITY TREASURER

Reporting period 09/01/2013-09/30/2013

Run Date: 11/12/2013 - 10:24

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**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**September 30, 2013**

Page 1

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	S&P	YTM 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon								Stated Rate			
3133EAUE6	3932	Federal Farm Credit Bank	5,000,000.00	06/14/2012	5,000,400.00	5,000,000.00	0.875	AA	0.875	987	06/14/2016
3133EAUE6	3933	Federal Farm Credit Bank	5,000,000.00	06/14/2012	5,000,400.00	5,000,000.00	0.875	AA	0.875	987	06/14/2016
3133EAJ33	3942	Federal Farm Credit Bank	5,000,000.00	08/15/2012	4,999,550.00	4,998,204.86	0.730	AA	0.743	1,049	08/15/2016
3133EAP77	3944	Federal Farm Credit Bank	5,000,000.00	08/27/2012	5,000,250.00	5,000,000.00	0.480	AA	0.480	695	08/27/2015
3133S805K9	3941	Federal Home Loan Bank	3,275,862.07	08/08/2012	3,266,558.62	3,275,518.63	0.720	AA	0.724	1,042	08/08/2016
313381M44	3953	Federal Home Loan Bank	5,000,000.00	12/28/2012	4,960,750.00	5,000,000.00	0.650	AA	0.650	1,184	12/28/2016
3134G3FC9	3920	Federal Home Loan Mort Corp	5,000,000.00	01/09/2012	5,008,700.00	5,000,000.00	1,000	AA	1,000	729	09/30/2015
3134G3KC3	3922	Federal Home Loan Mort Corp	5,000,000.00	01/27/2012	5,012,150.00	5,000,000.00	1,000	AA	1,000	848	01/27/2016
3134G3LU2	3925	Federal Home Loan Mort Corp	5,000,000.00	02/14/2012	5,013,400.00	5,000,000.00	1,050	AA	1,316	1,232	02/14/2017
3134G3B80	3940	Federal Home Loan Mort Corp	5,000,000.00	08/15/2012	4,930,550.00	5,000,000.00	0.875	AA	0.875	1,414	08/15/2017
3134G3B84	3952	Federal Home Loan Mort Corp	5,000,000.00	01/11/2013	4,904,450.00	5,000,000.00	1,000	AA	1,000	1,563	01/11/2018
3134G4797	3980	Federal Home Loan Mort Corp	5,000,000.00	06/26/2013	4,931,300.00	5,000,000.00	1,400	AA	1,400	1,729	06/26/2018
3134G4CU0	3981	Federal Home Loan Mort Corp	5,000,000.00	07/24/2013	5,001,100.00	5,000,000.00	0.500	AA	0.500	661	07/24/2015
3136G0MK4	3931	Fed. Nat'l Mort. Assoc.	5,000,000.00	06/22/2012	5,000,550.00	5,000,000.00	1,000	AA	1,246	1,359	06/21/2017
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.	5,000,000.00	11/07/2012	4,915,200.00	5,000,000.00	0.900	AA	0.900	1,498	11/07/2017
3136G07K1	3947	Fed. Nat'l Mort. Assoc.	5,000,000.00	12/07/2012	4,930,550.00	5,000,000.00	0.700	AA	1,002	1,527	12/06/2017
3136G17E3	3950	Fed. Nat'l Mort. Assoc.	5,000,000.00	12/26/2012	4,949,850.00	5,000,000.00	0.650	AA	1,042	1,547	12/26/2017
3136G1A66	3951	Fed. Nat'l Mort. Assoc.	5,000,000.00	12/26/2012	4,961,400.00	5,000,000.00	0.700	AA	1,053	1,547	12/26/2017
3135G0SB0	3954	Fed. Nat'l Mort. Assoc.	5,000,000.00	12/21/2012	4,986,750.00	4,992,814.81	0.375	AA	0.440	811	12/21/2015
3136G1AY5	3955	Fed. Nat'l Mort. Assoc.	5,000,000.00	01/30/2013	4,969,750.00	5,000,000.00	0.750	AA	1,078	1,562	01/30/2018
3136G1C16	3957	Fed. Nat'l Mort. Assoc.	5,000,000.00	02/21/2013	4,917,500.00	5,000,000.00	0.750	AA	1,193	1,604	02/21/2018
3136G1EE2	3961	Fed. Nat'l Mort. Assoc.	5,000,000.00	02/25/2013	4,977,350.00	5,000,000.00	0.600	AA	0.600	1,059	02/25/2016
3136G1FB0	3963	Fed. Nat'l Mort. Assoc.	5,000,000.00	02/28/2013	4,977,700.00	5,000,000.00	0.750	AA	1,435	1,611	02/28/2018
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.	5,000,000.00	03/12/2013	4,865,750.00	5,000,000.00	1,100	AA	1,100	1,623	03/12/2018
3135G0YA5	3978	Fed. Nat'l Mort. Assoc.	5,000,000.00	06/19/2013	4,977,200.00	5,000,000.00	0.750	AA	0.750	1,175	12/19/2016
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.	5,000,000.00	06/19/2013	4,895,200.00	4,980,538.60	0.800	AA	0.907	1,357	06/19/2017
3136G1RR2	3982	Fed. Nat'l Mort. Assoc.	5,000,000.00	08/19/2013	5,001,750.00	4,987,998.00	0.650	AA	0.667	871	02/19/2016
3136G1TE9	3983	Fed. Nat'l Mort. Assoc.	3,000,000.00	08/23/2013	2,986,920.00	3,000,000.00	1,000	AA	2,114	1,792	08/28/2018
<b>Subtotal and Average</b>			<b>137,844,669.92</b>		<b>136,275,862.07</b>	<b>135,342,978.62</b>			<b>0.949</b>	<b>1,248</b>	

Local Agency Investment Funds		
SYS982	982	Laf City

	23,201,577.32	23,201,577.32	23,201,577.32	0.257	0.257
	<b>23,201,577.32</b>	<b>23,201,577.32</b>	<b>23,201,577.32</b>	<b>1</b>	<b>1</b>

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**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**September 30, 2013**

Page 2

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365 Maturity	Days to Maturity	Maturity Date
<b>Corporate Bonds</b>												
037833A9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,889,750.00				1.211	AA	1.366 05/03/2018
084664AT8	3895	Berkshire Hathaway Fin		08/26/2011	1,310,000.00	1,366,364.70				4.850	AA	1.390 01/15/2015
14912L4Y4	3930	Caterpillar Financial Corp.		05/30/2012	2,000,000.00	2,018,440.00				1.125	A	0.911 12/15/2014
14912L5D9	3936	Caterpillar Financial Corp.		08/03/2012	3,000,000.00	3,024,450.00				1.100	A	0.520 05/29/2015
36962G4X9	3906	General Electric Capital Corp		09/29/2011	2,000,000.00	2,009,400.00				2.100	AA	1.570 01/07/2014
36962G4G6	3949	General Electric Capital Corp		12/14/2012	1,650,000.00	1,711,380.00				3.750	AA	0.722 11/14/2014
36962G6R0	3956	General Electric Capital Corp		01/25/2013	2,000,000.00	1,999,380.00				1.000	AA	0.980 01/08/2016
24422ERK7	3937	John Deere Capital		08/03/2012	3,000,000.00	3,030,600.00				1.250	A	0.465 12/02/2014
24422ERS0	3948	John Deere Capital		12/11/2012	2,000,000.00	2,012,960.00				0.950	A	0.570 06/29/2015
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,027,510.00				1.750	A	1.055 02/15/2017
931142CX9	3943	Wal-Mart Stores		08/14/2012	3,000,000.00	3,054,930.00				1.500	AA	0.606 10/25/2015
<b>Subtotal and Average</b>			<b>26,261,191.16</b>		<b>25,960,000.00</b>	<b>26,161,518.10</b>	<b>26,253,169.38</b>			<b>0.890</b>	<b>745</b>	
<b>Total and Average</b>			<b>199,307,438.40</b>		<b>185,437,439.39</b>	<b>184,706,074.04</b>	<b>185,699,821.60</b>			<b>0.854</b>	<b>1,021</b>	

**City of HB  
Portfolio Management  
Portfolio Details - Cash  
September 30, 2013**

Page 3

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
			0.00	Accrued Interest at Purchase		2,083.33	2,083.33			0	
				Subtotal		2,083.33	2,083.33				
	Total Cash and Investments		199,307,438.40		185,437,439.39	184,708,157.37	185,701,904.93		0.854	1,021	

**City of HB**  
**Portfolio Management**  
**Activity By Type**  
**September 1, 2013 through September 30, 2013**

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Federal Agency Issues - Coupon</b>							
31398A3L4	3854	Fed. Nat'l Mort. Assoc.	1.125	09/17/2013	0.00	3,000,000.00	
		<b>Subtotal</b>			0.00	3,000,000.00	<b>136,245,074.90</b>
<b>Local Agency Investment Funds (Monthly Summary)</b>							
SYS982	982	Laif City	0.257		0.00	15,000,000.00	
		<b>Subtotal</b>			0.00	15,000,000.00	<b>23,201,577.32</b>
<b>Corporate Bonds</b>							
		<b>Subtotal</b>					<b>26,253,169.38</b>
		<b>Total</b>			0.00	18,000,000.00	<b>185,699,821.60</b>

**City of HB**  
**Portfolio Management**  
**Activity Summary**  
**September 2012 through September 2013**

Page 1

Month End	Year	Number of Securities	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Days to Maturity
			Average Balance	360 Equivalent					
September	2012	37	169,501,918.57	1,000	1.014	0.348	0	2	1,299
October	2012	35	163,378,665.54	0.968	0.981	0.348	1	2	1,283
November	2012	36	161,479,959.57	0.963	0.976	0.324	1	0	1,299
December	2012	35	160,292,718.24	0.903	0.915	0.326	7	8	1,340
January	2013	34	182,030,048.28	0.755	0.765	0.300	3	4	1,102
February	2013	37	183,986,101.22	0.756	0.767	0.286	4	1	1,125
March	2013	37	186,749,407.36	0.782	0.793	0.285	1	1	1,193
April	2013	37	186,686,547.88	0.777	0.788	0.264	0	0	1,193
May	2013	37	185,019,750.49	0.781	0.792	0.245	2	2	1,205
June	2013	39	186,325,464.36	0.782	0.793	0.244	3	2	1,207
July	2013	39	192,214,237.10	0.789	0.800	0.267	1	1	1,196
August	2013	41	198,208,053.41	0.806	0.817	0.271	2	0	1,198
September	2013	40	199,307,438.40	0.843	0.854	0.257	0	1	1,296
	Average	37	181,152,741.17	0.839%	0.850%	0.290	2	2	1,226
									1,023

**City of HB  
Portfolio Management  
Interest Earnings Summary  
September 30, 2013**

Page 1

	September 30 Month Ending	Fiscal Year To Date
<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	44,375.00	1,466,190.51
Plus Accrued Interest at End of Period	352,519.31	352,519.31
Less Accrued Interest at Beginning of Period	( 267,700.42)	( 355,348.37)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	129,193.89	1,466,361.45
Adjusted by Premiums and Discounts	-15,758.88	-188,528.12
Adjusted by Capital Gains or Losses	0.00	4,391.84
Earnings during Periods	113,435.01	1,279,725.17
<b>Pass Through Securities:</b>		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	( 0.00)	( 0.00)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
<b>Cash/Checking Accounts:</b>		
Interest Collected	0.00	93,702.75
Plus Accrued Interest at End of Period	26,258.75	26,258.75
Less Accrued Interest at Beginning of Period	( 18,833.14)	( 27,557.67)
Interest Earned during Period	7,425.61	92,403.83
Total Interest Earned during Period	136,619.50	1,555,765.28
Total Adjustments from Premiums and Discounts	-15,758.88	-188,528.12
Total Capital Gains or Losses	0.00	4,391.84
Total Earnings during Period	120,860.62	1,372,129.00



**State of California  
Pooled Money Investment Account  
Market Valuation  
9/30/2013**

Description	Carrying Cost Plus Accrued Interest Purch.	Amortized Cost	Fair Value	Accrued Interest
United States Treasury:				
Bills	\$ 16,073,980,700.39	\$ 16,085,823,591.60	\$ 16,091,287,550.00	NA
Notes	\$ 17,563,802,960.73	\$ 17,563,335,015.37	\$ 17,583,838,500.00	\$ 14,889,100.00
Federal Agency:				
SBA	\$ 568,038,119.90	\$ 568,027,282.47	\$ 564,112,809.12	\$ 539,907.74
MBS-REMICs	\$ 159,739,683.78	\$ 159,739,683.78	\$ 173,101,489.62	\$ 762,107.97
Debentures	\$ 1,574,993,399.51	\$ 1,574,391,795.33	\$ 1,573,284,600.00	\$ 3,905,036.66
Debentures FR	\$ -	\$ -	\$ -	\$ -
Discount Notes	\$ 2,548,035,458.35	\$ 2,549,005,486.11	\$ 2,549,679,000.00	NA
GNMA	\$ 109.26	\$ 109.26	\$ 109.34	\$ 1.14
IBRD Debenture	\$ 549,990,597.01	\$ 549,990,597.01	\$ 550,113,000.00	\$ 710,762.50
IBRD Deb FR	\$ -	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ 400,000,000.00	\$ 400,000,000.00	\$ 400,000,000.00	\$ 249,114.44
Bank Notes	\$ -	\$ -	\$ -	\$ -
CDs and YCDs	\$ 7,475,000,000.00	\$ 7,475,000,000.00	\$ 7,472,128,794.54	\$ 2,625,888.88
Commercial Paper	\$ 1,974,637,513.87	\$ 1,974,883,972.23	\$ 1,974,778,729.16	NA
Corporate:				
Bonds FR	\$ -	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -	\$ -
Time Deposits	\$ 4,376,640,000.00	\$ 4,376,640,000.00	\$ 4,376,640,000.00	NA
AB 55 & GF Loans	\$ 3,352,638,649.37	\$ 3,352,638,649.37	\$ 3,352,638,649.37	NA
<b>TOTAL</b>	<b>\$ 56,617,497,192.17</b>	<b>\$ 56,629,476,182.53</b>	<b>\$ 56,661,603,231.15</b>	<b>\$ 23,681,919.33</b>

**Fair Value Including Accrued Interest** \$ 56,685,285,150.48

**Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).**

The value of each participating dollar equals the fair value divided by the amortized cost (1.00056732). As an example: if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$20,011,346.41 or  $\$20,000,000.00 \times 1.00056732$ .



## Statement of Cash Receipts and Disbursements and Summary of Cash by Fund

**Finance Department**  
**September 2013**

<b>Cash Receipts and Disbursements</b>	<b>August 2013</b>	<b>September 2013</b>
<b>Receipts</b>		
Property Tax Receipts	\$328,862	\$1,318,715
Utility Tax Receipts (UUT)	1,763,056	1,855,975
Sales Tax Receipts	2,689,200	1,425,730
1/2 Cent Safety Sales Tax Receipts	187,387	171,804
Highway Users Tax Receipts (HUT)	595,362	-
Transient Occupancy Tax Receipts (TOT)	1,056,732	938,557
Government Funds	295,705	115,784
Capital Funds	67,505	373,617
Debt Service Funds	4,574,840	150,915
Enterprise Funds	5,541,978	6,265,255
Fiduciary Funds	1,204,500	5,780,028
Special Revenue Funds	1,313,703	2,498,674
All Other Receipts	4,962,055	5,876,561
<b>Total Receipts</b>	<b>\$24,580,886</b>	<b>\$26,771,615</b>
<b>Disbursements</b>		
<b>Total Disbursements</b>	<b>(42,471,059)</b>	<b>(32,097,008)</b>
<b>Net Change in Cash Flow</b>	<b>(\$17,890,173)</b>	<b>(\$5,325,393)</b>
<b>Summary of Cash by Fund</b>	<b>August 2013</b>	<b>September 2013</b>
General Fund	66,497,100	60,984,089
Government Funds	1,085,344	1,029,506
Capital Funds	14,384,679	15,201,328
Debt Service Funds	3,571,883	16,726
Enterprise Funds	91,809,210	92,804,633
Fiduciary Funds	16,678,341	20,944,068
Special Revenue Funds	17,666,615	15,889,014
<b>General Ledger Cash Balances</b>	<b>211,693,171</b>	<b>206,869,363 *</b>

\* Total cash will differ from investment portfolio total due to outstanding checks and/or other timing differences.

Note: Above information was obtained from the City's accounting system records. The above information includes receipts from maturing investments and payments for purchased investments in the city investment portfolio. This statement is prepared in compliance with the City's Charter.