



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

---

*Quarter Ending: December 31, 2015*

*Prepared by:*  
***Alisa Cutchen, CCMT, CPFIM - City Treasurer***

## **Economic and Market Overview:**

For the first time in 58 Federal Open Market Committee ("FOMC") meetings, the Federal Reserve ("Fed") voted unanimously on December 16, 2015 to raise interest rates by 25 basis points from 0.00%-0.25% to 0.25%-0.50%. The Fed released an official statement noting that "the Committee expects that economic conditions will evolve in a manner that will warrant only gradual increases in the federal funds rate." As the economy continues to improve, it is anticipated that projected gains in the labor market combined with wage inflation will eventually lead overall inflation levels to increase to the Fed's 2% target in the medium term.

Fixed Income Markets: While the 10-year Treasury finished the year slightly higher than where it began the year (2.30% versus 2.19%), volatility levels throughout the year were high. Yields on the 10-year Treasury rose to as much as 2.48% and fell to as low as 1.65% before finishing the year at 2.30%. The highlight in the fixed income markets for 2015 was the 2-year yield, which experienced the largest increase in yield beginning the year at 0.69% and ending at 1.08%. This increase in yield primarily over the third quarter of 2015 may be attributable to the market's expectation that the FOMC would begin to increase rates by year-end.

Employment: The unemployment rate finished the year at 5.01%, slightly above the projected rate of 5.0%. The labor participation rate increased slightly from 62.5% in November to 62.6% in December (an additional 525,000 people reporting to be in the labor force). Nonfarm payrolls rose 292,000 in December with big gains in construction, business services, transportation, information technology, and government. In addition to the strong December report, payroll growth in November was revised up from 211,000 to 250,000 and October payroll growth was revised up from 296,000 to 307,000.

## **Portfolio Overview:**

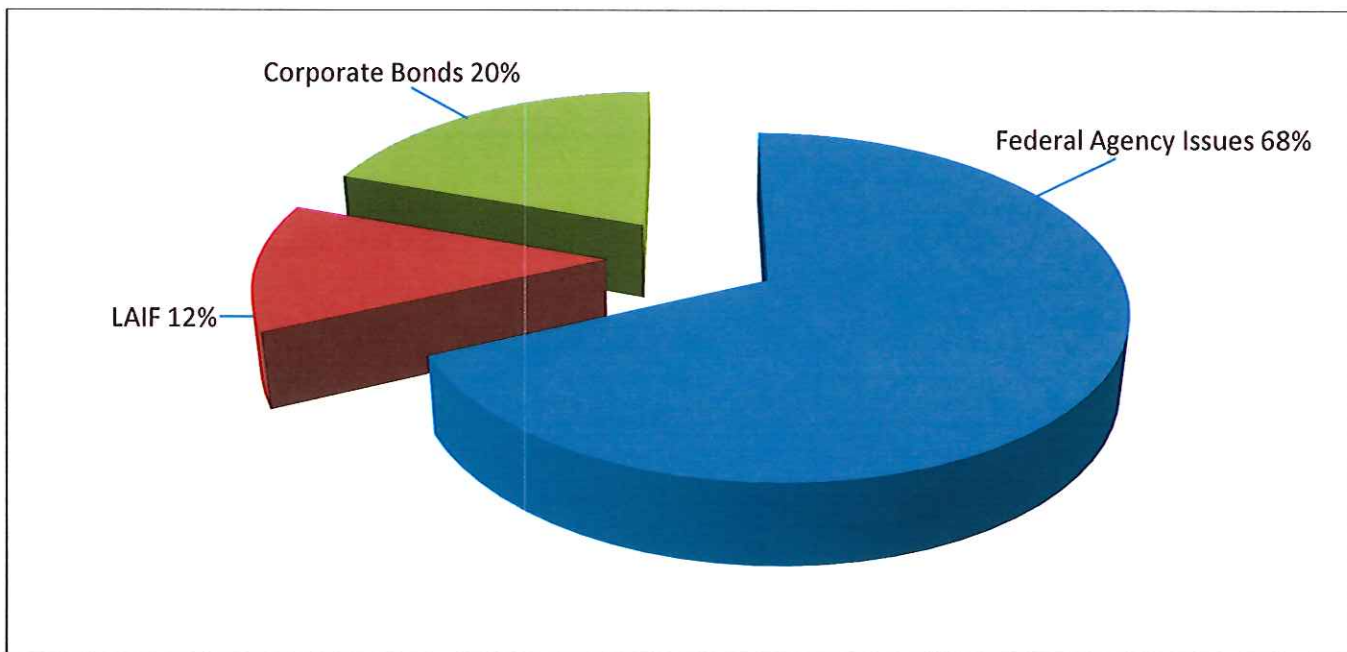
*As of December 31, 2015:*

<u>Investment Type</u>	<u>Market Value</u>	<u>Book Value</u>	<u>% of Portfolio</u>	<u>YTM 365-day</u>	<u>Policy Limit</u>
Federal Agency Issues	140,575,530	141,070,760	68%	1.38%	None
Local Agency Investment Fund (LAIF)	25,362,393	25,362,393	12%	0.40%	\$50 million
Corporate Bonds	40,411,585	40,699,908	20%	1.35%	30%
<b>Total Portfolio</b>	<b>\$206,349,508</b>	<b>\$207,133,061</b>	<b>100%</b>	<b>1.26%</b>	

As of December 31, 2015 the market value of the City's investment portfolio was \$206.3 million, with a book value of \$207.1 million. 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.

## **Portfolio Composition:**

Investments by Type as of December 31, 2015:



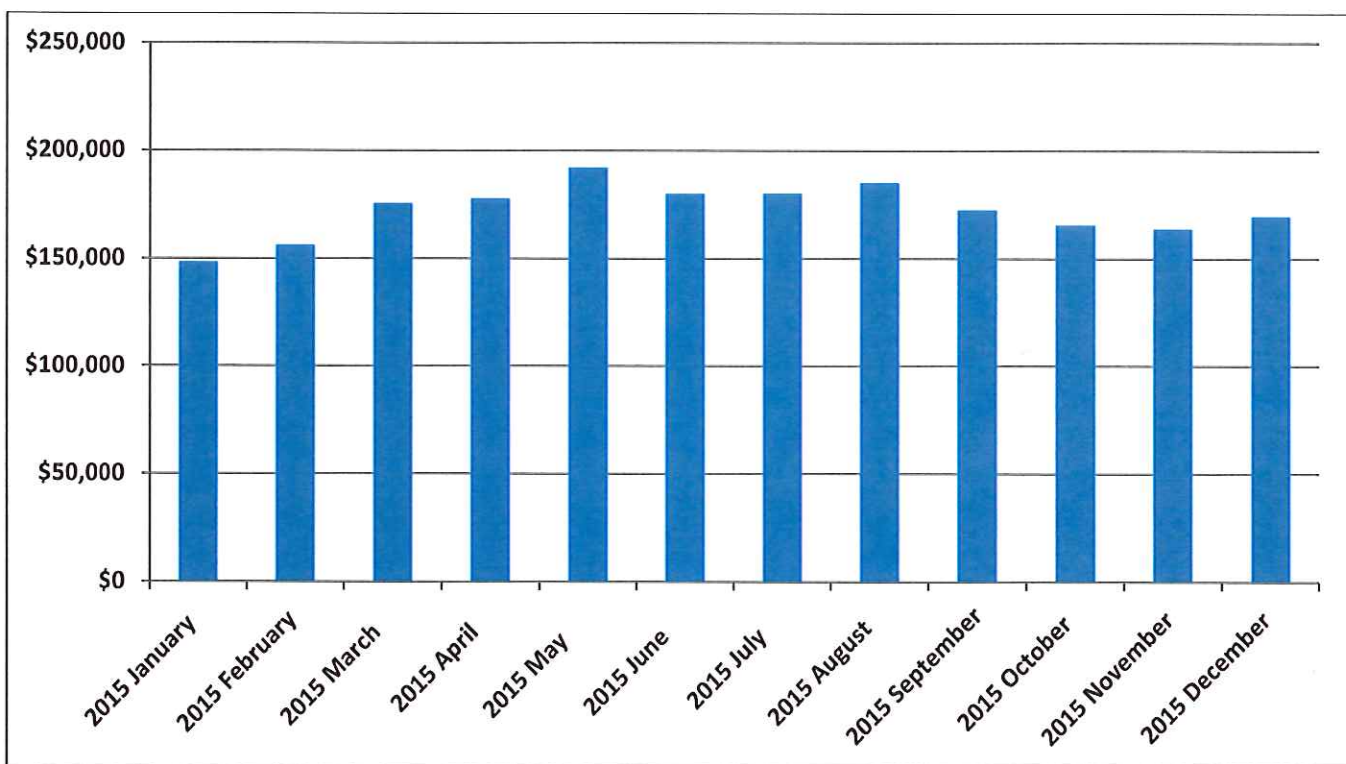
Currently, City funds are invested in federal agency securities, corporate bonds and the State of California's pooled account, the Local Agency Investment Fund (LAIF). The four federal government sponsored entities (agencies) whose bonds the City purchases are: Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC/Freddie Mac), Federal National Mortgage Association (FNMA/Fannie Mae) and Federal Farm Credit Bank (FFCB/Farm



Credit). Corporate bonds (or notes) are obligations of corporations. All corporate notes are “A” rated or its equivalent or better, per the City’s investment policy and state of California regulations. 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 as well as the “State of California Pooled Money Investment Account Market Valuation” for month end included in this report). LAIF has been utilized for the liquidity portion of the City’s 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.

**Portfolio Earnings and Performance:**

2015 Monthly Earnings History



	Month Ending 12/31/15	Fiscal YTD 2015/16
<b>Total Earnings:</b>		
<b>Current Year</b>	\$ 170,245	\$ 499,734
<b>Current Budget</b>	\$ 110,000	\$ 330,000
<b>Last Year Actual</b>	\$ 140,610	\$ 413,850
<b>Effective Rate of Return</b>	1.07%	1.09%

Monthly investment earnings for December 31, 2015 were \$170,245. The monthly effective rate of return was 1.07%, with a fiscal year-to-date effective rate of return of 1.09%. This compares favorably to the previous year's monthly earnings in December 2014 of \$140,610 and monthly effective rate of return of 0.92%.

With the Federal Reserve having raised interest rates in December, bond yields have risen slightly. Correspondingly, we have experienced a slight uptick in the overall portfolio yield. However, it must be noted that as securities typically remain in the portfolio until they are called or mature, changes in the portfolio yield will lag interest rate changes in the market.

**Portfolio Activity:**

*(For details of portfolio activity, please see the Sympro reports attached entitled "Activity Report")*

**Monthly Activity:** For the month ending December 31, 2015, \$31 million in federal agencies were purchased and \$5 million were called. \$3 million of corporate bonds were purchased.

**Quarterly Activity:** For the quarter ending December 31, 2015, a total of \$62 million in federal agency securities were purchased with \$45 million in federal agencies called, sold or matured. \$3 million in corporate bonds were purchased for the quarter with \$3 million in corporate bonds maturing. \$12 million was transferred from LAIF to the operating account over the quarter with a deposit of \$24,899 for interest earned from quarter ending September 30, 2015.

**Compliance:**

The portfolio is in conformity with all relevant State regulations and the City's Investment Policy statement as approved by the City Council on November 5, 2015. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months' obligations.

## Additional Information:

### Retirement Plan Information as of September 30, 2015:

(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 September 30, 2015

	Beginning Balance (7-1-15)	Contributions	Distributions/ Transfers	Earnings (change in value) Gain/Loss/ Interest	Other Fees/ Adjustments	Self Directed Option Balance (Nationwide Only)	Ending Balance (9-30-15)
<i>Reporting is Quarterly</i>							
ICMA Retirement Corporation (457 Plan)	\$42,390,831	\$615,059	(\$354,089)	(\$1,905,570)	(\$3,783)		\$40,742,448
Nationwide Retirement Solutions (457 Plan)	\$74,622,141	\$813,766	(\$862,189)	(\$2,401,389)	(\$900)	\$1,038,783	\$73,210,212
<b>Total Deferred Compensation Plan Balances</b>	<b>\$117,012,972</b>	<b>\$1,428,825</b>	<b>(\$1,216,278)</b>	<b>(\$4,306,959)</b>	<b>(\$4,683)</b>		<b>\$113,952,660</b>

##### City of Huntington Beach Retiree Medical Trust Summary Information

as of September 30, 2015

	Beginning Balance (7-1-15)	Contributions	Distributions/ Transfers	Earnings (change in value)	Other Fees/ Adjustments	Ending Balance (9-30-15)
<i>Reporting is Quarterly</i>						
CalPERS Retiree Medical Trust Account	\$19,591,833	\$363,000		(\$558,704)	(\$4,142)	\$19,391,987

##### City of Huntington Beach Supplemental Pension Trust Summary Information (monthly reporting, not quarterly) as of September 30, 2015

	Beginning Balance (9-1-15)	Employer Contributions	Interest & Dividends Plus Net Accrued Income	Realized Gain / Loss	Change in Unrealized Gains / Losses	Other Trust Fees/ Adjustments	Ending Balance (9-30-15)
<i>Reporting is Monthly</i>							
US Bank Supplemental Pension Trust Account	\$42,933,622	\$934,000	\$85,003	\$39,908	(\$1,025,699)	(\$5,695)	\$42,961,139



## Bond Reserve Accounts - Balances as of December 31, 2015:

**Summary of Huntington Beach Bond Issue -- Reserve Accounts  
As of December 31, 2015  
Bond Issue:**

	Reserve Account Value as of Dec 31, 2015	Investments		
		LAIF	Federal Agency Issues	Money Market Funds
H.B. Public Financing Authority Lease Refunding Bonds 2010 Series A	1,242,681.86			1,242,681.86
H.B. Public Financing Authority (Capital Improvement Refinancing/Senior Center) Bonds 2011 Series A	3,714,066.16	825,214.43	2,888,851.65	0.08
Redevelopment Agency of H.B. - 1999 Tax Allocation Refunding Bonds (1/3 of 1992)	758,378.62	758,377.61	1.00	
Redevelopment Agency of H.B. - 2002 Tax Allocation Refunding Bonds (2/3 of 1992)	1,657,077.24	644,570.42	999,350.00	13,156.82
H.B. Community Facilities District No. 1990-1 2001 Special Tax Bonds (Goldenwest-Ellis)	172,538.77	172,138.68		400.09
H.B. Community Facilities District No. 2000-1 2013 Special Tax Bonds (Grand Coast-Hyatt)	1,091,848.00			1,091,848.00
H.B. Community Facilities District No. 2002-1 2002 Special Tax Bonds (McDonnell Centre Business Park)	453,603.40	453,603.40		
H.B. Community Facilities District No. 2003-1 2013 Special Tax Bonds (Huntington Center - Bella Terra)	1,680,718.61			1,680,718.61
<b>TOTALS:</b>	<b>\$ 10,770,913</b>	<b>\$ 2,853,905</b>	<b>\$ 3,888,203</b>	<b>\$ 4,028,805</b>



**City of HB**  
**Portfolio Management**  
**Portfolio Summary**  
**October 30, 2015**

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	125,000,000.00	125,026,200.00	125,069,429.08	66.48	1,404	1,173	1.347	1.365
Local Agency Investment Funds	25,362,392.76	25,362,392.76	25,362,392.76	13.48	1	1	0.332	0.337
Corporate Bonds	37,500,000.00	37,600,560.00	37,705,292.13	20.04	1,251	821	1.330	1.349
<b>Investments</b>	<b>187,862,392.76</b>	<b>187,989,152.76</b>	<b>188,137,113.97</b>	<b>100.00%</b>	<b>1,184</b>	<b>945</b>	<b>1.207</b>	<b>1.223</b>
<hr/>								
<b>Cash and Accrued Interest</b>								
Accrued Interest at Purchase		5,598.96	5,598.96					
Subtotal		5,598.96	5,598.96					
<b>Total Cash and Investments</b>	<b>187,862,392.76</b>	<b>187,994,751.72</b>	<b>188,142,712.93</b>		<b>1,184</b>	<b>945</b>	<b>1.207</b>	<b>1.223</b>

Total Earnings	October 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	164,464.88	164,464.88	
Current Budget	110,000.00	110,000.00	1,320,000.00
Last Year Actual	143,409.26	143,409.26	1,574,252.49
<b>Average Daily Balance</b>	<b>185,932,555.45</b>	<b>185,932,555.45</b>	
<b>Effective Rate of Return</b>	<b>1.08%</b>	<b>1.08%</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 2, 2015. A copy of this policy is available at the office of the City Clerk. The investment program herein provides sufficient cash flow liquidity to meet the next six month's obligations. Market Values provided by Union Bank via Interactive Data Corporation.

Alisa Cutchen 1-14-16  
 Alisa Cutchen, CITY TREASURER

Reporting period 10/01/2015-10/30/2015

Run Date: 01/14/2016 - 12:06

Portfolio CITY  
 AP  
 PM (PRF\_PM1) 7.3.0  
 Report Ver. 7.3.3b



**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**October 30, 2015**

Page 1

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3133EEA42	4058	Federal Farm Credit Bank		04/23/2015	5,000,000.00	5,000,200.00	5,000,000.00	1.090	AA	1.090	905	04/23/2018
3133EETE0	4060	Federal Farm Credit Bank		04/17/2015	5,000,000.00	5,017,800.00	5,030,497.56	1.125	AA	0.863	863	03/12/2018
3130A3PA6	4020	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,009,100.00	5,000,000.00	1.550	AA	1.892	1,521	12/30/2019
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,019,700.00	4,999,114.07	1.000	AA	1.010	654	08/15/2017
3130A3YL2	4040	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,001,700.00	5,000,000.00	1.000	AA	2.356	1,573	02/20/2020
313378A43	4048	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,052,550.00	5,031,751.77	1.375	AA	1.100	860	03/09/2018
3130A4VE9	4055	Federal Home Loan Bank		04/27/2015	5,000,000.00	5,006,700.00	5,000,000.00	1.050	AA	1.050	909	04/27/2018
3130A5MD8	4074	Federal Home Loan Bank		06/24/2015	5,000,000.00	5,009,150.00	5,000,000.00	1.000	AA	1.743	1,332	06/24/2019
3134G6AU7	4041	Federal Home Loan Mort Corp		02/20/2015	5,000,000.00	5,001,900.00	5,000,000.00	1.400	AA	1.400	1,024	08/20/2018
3137EADS5	4078	Federal Home Loan Mort Corp		09/17/2015	5,000,000.00	5,018,050.00	5,016,618.22	0.875		0.525	349	10/14/2016
3134G7ZA2	4079	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	5,003,100.00	5,000,000.00	1.000		1.860	1,430	09/30/2019
3134G7J69	4090	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	4,963,200.00	5,000,000.00	1.375		1.375	1,796	09/30/2020
3134G7J44	4091	Federal Home Loan Mort Corp		09/30/2015	6,000,000.00	6,007,140.00	6,000,000.00	1.800	AAA	1.800	1,796	09/30/2020
3134G7G70	4092	Federal Home Loan Mort Corp		09/28/2015	5,000,000.00	5,003,750.00	5,000,000.00	1.400		1.400	1,336	06/28/2019
3134G7L90	4115	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,994,020.00	2,000,000.00	1.250		2.236	1,825	10/29/2020
3134G7H87	4116	Federal Home Loan Mort Corp		10/22/2015	4,000,000.00	3,988,000.00	4,000,000.00	1.250		2.189	1,818	10/22/2020
3134G7U25	4117	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,988,250.00	5,000,000.00	0.800		0.800	727	10/27/2017
3134G7X71	4118	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,975,020.00	2,000,000.00	1.000		1.527	1,276	04/29/2019
3134G7P96	4119	Federal Home Loan Mort Corp		10/29/2015	3,000,000.00	2,989,170.00	3,000,000.00	1.000		1.527	1,276	04/29/2019
3134G73Q2	4120	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,989,950.00	5,000,000.00	1.000	AAA	0.991	1,000	07/27/2018
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	5,005,800.00	5,000,000.00	0.900	AA	0.900	738	11/07/2017
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.		03/12/2013	5,000,000.00	5,011,300.00	5,000,000.00	1.100	AA	1.100	863	03/12/2018
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.		06/19/2013	5,000,000.00	5,000,600.00	4,991,447.46	0.800	AA	0.907	597	06/19/2017
3136G2D95	4042	Fed. Nat'l Mort. Assoc.		02/19/2015	5,000,000.00	5,001,550.00	5,000,000.00	1.000	AA	2.081	1,572	02/19/2020
3136G2EE3	4043	Fed. Nat'l Mort. Assoc.		02/27/2015	5,000,000.00	4,983,450.00	5,000,000.00	1.125	AA	1.125	1,580	02/27/2020
3136G2K30	4065	Fed. Nat'l Mort. Assoc.		05/27/2015	3,000,000.00	3,001,800.00	3,000,000.00	2.000	AA	2.000	1,670	05/27/2020
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	4,983,250.00	5,000,000.00	1.040		1.040	1,091	10/26/2018
<b>Subtotal and Average</b>			<b>119,070,780.26</b>		<b>125,000,000.00</b>	<b>125,026,200.00</b>	<b>125,069,429.08</b>			<b>1.365</b>	<b>1,173</b>	
<b>Local Agency Investment Funds</b>												
SYS982	982	Laif City			25,362,392.76	25,362,392.76	25,362,392.76	0.337		0.337	1	
<b>Subtotal and Average</b>			<b>26,751,602.97</b>		<b>25,362,392.76</b>	<b>25,362,392.76</b>	<b>25,362,392.76</b>			<b>0.337</b>	<b>1</b>	
<b>Corporate Bonds</b>												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,991,450.00	2,989,023.55	1.000	AA	1.151	915	05/03/2018
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	2,987,670.00	2,982,635.66	1.300	A	1.555	852	03/01/2018

Portfolio CITY  
AP  
PM (PRF\_PM2) 7.3.0

Run Date: 01/14/2016 - 12:05

Report Ver. 7.3.3b

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**October 30, 2015**

Page 2

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Corporate Bonds</b>												
166764AA8	4044	Chevron Corp		02/09/2015	3,000,000.00	3,001,530.00	3,006,233.86	1.104	AA	1.003	766	12/05/2017
268648AP7	4077	EMC Corp		07/14/2015	2,500,000.00	2,389,950.00	2,515,380.42	1.875	AA	1.630	944	06/01/2018
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,093,100.00	5,073,281.60	2.300	AAA	1.291	544	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,494,900.00	2,512,982.04	1.600	AA	1.340	751	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,009,460.00	2,008,624.59	1.625	AA	1.442	884	04/02/2018
191216BA7	4049	Coca Cola Co		02/24/2015	2,500,000.00	2,502,050.00	2,493,632.72	1.150	AA	1.258	883	04/01/2018
58933YAC9	4045	Merck & Co Inc		02/09/2015	2,000,000.00	2,000,580.00	2,001,754.62	1.100	AA	1.089	823	01/31/2018
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,060,450.00	3,059,824.63	2.375	AA	1.731	1,172	01/15/2019
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,023,520.00	3,026,111.71	1.750	A	1.059	473	02/15/2017
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	3,007,380.00	2,992,536.49	1.375	AA	1.491	802	01/10/2018
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	3,038,520.00	3,043,270.24	2.000	AA	1.500	1,089	10/24/2018
<b>Subtotal and Average</b>			<b>40,110,172.22</b>		<b>37,500,000.00</b>	<b>37,600,560.00</b>	<b>37,705,292.13</b>			<b>1.349</b>	<b>821</b>	
<b>Total and Average</b>			<b>185,932,555.45</b>		<b>187,862,392.76</b>	<b>187,989,152.76</b>	<b>188,137,113.97</b>			<b>1.223</b>	<b>945</b>	

**City of HB  
Portfolio Management  
Portfolio Details - Cash  
October 30, 2015**

Page 3

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
Average Balance			0.00	Accrued Interest at Purchase		5,598.96	5,598.96				0
				Subtotal		5,598.96	5,598.96				
Total Cash and Investments			185,932,555.45		187,862,392.76	187,994,751.72	188,142,712.93			1.223	945



**City of HB**  
**Portfolio Management**  
**Activity By Type**  
**October 1, 2015 through October 30, 2015**

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Federal Agency Issues - Coupon</b>							
3134G33B4	3952	Federal Home Loan Mort Corp	1.000	10/11/2015	0.00	5,000,000.00	
3134G6NQ2	4054	Federal Home Loan Mort Corp	1.250	10/17/2015	0.00	5,000,000.00	
3134G6VP5	4059	Federal Home Loan Mort Corp	1.050	10/27/2015	0.00	4,999,791.67	
3134G7DP3	4076	Federal Home Loan Mort Corp	2.050	10/20/2015	0.00	5,000,000.00	
3134G7L90	4115	Federal Home Loan Mort Corp	1.250	10/29/2015	2,000,000.00	0.00	
3134G7H87	4116	Federal Home Loan Mort Corp	1.250	10/22/2015	4,000,000.00	0.00	
3134G7U25	4117	Federal Home Loan Mort Corp	0.800	10/27/2015	5,000,000.00	0.00	
3134G7X71	4118	Federal Home Loan Mort Corp	1.000	10/29/2015	2,000,000.00	0.00	
3134G7P96	4119	Federal Home Loan Mort Corp	1.000	10/29/2015	3,000,000.00	0.00	
3134G73Q2	4120	Federal Home Loan Mort Corp	1.000	10/27/2015	5,000,000.00	0.00	
3136G1AY5	3955	Fed. Nat'l Mort. Assoc.	0.750	10/30/2015	0.00	5,000,000.00	
3136G2R58	4122	Fed. Nat'l Mort. Assoc.	1.040	10/29/2015	5,000,000.00	0.00	
<b>Subtotal</b>					<b>26,000,000.00</b>	<b>24,999,791.67</b>	<b>125,069,429.08</b>
<b>Local Agency Investment Funds (Monthly Summary)</b>							
SYS982	982	Laif City	0.337		24,899.51	12,000,000.00	
<b>Subtotal</b>					<b>24,899.51</b>	<b>12,000,000.00</b>	<b>25,362,392.76</b>
<b>Corporate Bonds</b>							
931142CX9	3943	Wal-Mart Stores	1.500	10/25/2015	0.00	3,000,000.00	
<b>Subtotal</b>					<b>0.00</b>	<b>3,000,000.00</b>	<b>37,705,292.13</b>
<b>Total</b>					<b>26,024,899.51</b>	<b>39,999,791.67</b>	<b>188,137,113.97</b>

**City of HB  
Portfolio Management  
Activity Summary  
October 2014 through October 2015**

Page 1

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
October	2014	37	168,752,003.21	1.126	1.142	0.261	0	4	1,450	1,023
November	2014	35	166,568,219.77	0.968	0.981	0.261	0	2	1,264	848
December	2014	37	179,431,920.78	1.052	1.066	0.267	9	7	1,268	915
January	2015	36	186,653,300.48	1.049	1.063	0.262	1	2	1,269	898
February	2015	42	193,794,027.30	1.155	1.171	0.266	8	2	1,338	1,004
March	2015	42	203,229,327.76	1.195	1.212	0.278	1	1	1,390	1,022
April	2015	46	202,037,046.95	1.209	1.226	0.283	5	1	1,374	1,031
May	2015	45	218,277,154.90	1.162	1.179	0.290	2	3	1,297	959
June	2015	41	221,977,102.78	1.059	1.074	0.299	2	6	1,175	853
July	2015	44	220,974,892.46	1.144	1.160	0.320	3	0	1,253	908
August	2015	43	207,414,248.06	1.210	1.227	0.330	0	1	1,327	948
September	2015	40	192,954,371.29	1.159	1.175	0.337	5	8	1,172	894
October	2015	41	179,934,731.08	1.207	1.223	0.337	7	6	1,184	945
Average		41	196,043,113.74	1.130%	1.146%	0.292	3	3	1,289	942

**City of HB  
Portfolio Management  
Interest Earnings Summary  
October 30, 2015**

Page 1

	October 30 Month Ending	Fiscal Year To Date
<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	302,406.25	302,406.25
Plus Accrued Interest at End of Period	341,305.29	341,305.29
Less Accrued Interest at Beginning of Period	( 473,232.05)	( 473,232.05)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
	<hr/>	<hr/>
Interest Earned during Period	170,479.49	170,479.49
Adjusted by Premiums and Discounts	-13,632.77	-13,632.77
Adjusted by Capital Gains or Losses	208.33	208.33
	<hr/>	<hr/>
Earnings during Periods	157,055.05	157,055.05
<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)
	<hr/>	<hr/>
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
	<hr/>	<hr/>
Earnings during Periods	0.00	0.00
<b>Cash/Checking Accounts:</b>		
Interest Collected	24,899.51	24,899.51
Plus Accrued Interest at End of Period	9,591.12	9,591.12
Less Accrued Interest at Beginning of Period	( 27,080.80)	( 27,080.80)
	<hr/>	<hr/>
Interest Earned during Period	7,409.83	7,409.83
<hr/>		
Total Interest Earned during Period	177,889.32	177,889.32
Total Adjustments from Premiums and Discounts	-13,632.77	-13,632.77
Total Capital Gains or Losses	208.33	208.33
<hr/>		
Total Earnings during Period	164,464.88	164,464.88





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  
October 2015

<u>Cash Receipts and Disbursements</u>	<u>September 2015</u>	<u>October 2015</u>
<b>Receipts</b>		
Property Tax Receipts	\$1,262,772	\$223,073
Utility Tax Receipts (UUT)	1,736,210	1,857,202
Sales Tax Receipts	2,698,570	1,902,200
1/2 Cent Safety Sales Tax Receipts	183,794	156,826
Highway Users Tax Receipts (HUT)	671,337	355,916
Transient Occupancy Tax Receipts (TOT)	1,024,101	794,053
Government Funds	218,604	187,487
Capital Funds	3,112,845	36,504
Debt Service Funds	6,646,977	-
Enterprise Funds	4,926,877	4,513,376
Fiduciary Funds	1,273,696	1,291,996
Internal Service Funds	529,067	753,150
Special Revenue Funds	3,363,033	1,366,796
All Other Receipts	5,746,787	12,484,207
<b>Total Receipts</b>	<b>\$33,394,671</b>	<b>\$25,922,787</b>
<b>Disbursements</b>		
<b>Total Disbursements</b>	<b>(40,138,807)</b>	<b>(33,633,911)</b>
<b>Net Change in Cash Flow</b>	<b>(\$6,744,136)</b>	<b>(\$7,711,124)</b>
<b>Summary of Cash by Fund</b>	<b>September 2015</b>	<b>October 2015</b>
General Fund	62,512,328	60,237,868
Government Funds	1,608,660	1,730,467
Capital Funds	16,883,151	14,640,435
Debt Service Funds	3,304	10,679
Enterprise Funds	80,478,929	73,195,203
Fiduciary Funds	10,111,989	12,236,792
Internal Service Funds	8,431,736	8,622,259
Special Revenue Funds	29,421,269	28,487,158
<b>General Ledger Cash Balances</b>	<b>209,451,367</b>	<b>199,160,861 *</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**  
**November 30, 2015**

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	115,000,000.00	114,787,780.00	115,074,370.99	64.60	1,407	1,186	1.341	1.360
Local Agency Investment Funds	25,362,392.76	25,362,392.76	25,362,392.76	14.24	1	1	0.369	0.374
Corporate Bonds	37,500,000.00	37,569,590.00	37,696,590.46	21.16	1,251	790	1.330	1.349
<b>Investments</b>	<b>177,862,392.76</b>	<b>177,719,762.76</b>	<b>178,133,354.21</b>	<b>100.00%</b>	<b>1,174</b>	<b>933</b>	<b>1.200</b>	<b>1.217</b>
<hr/>								
<b>Cash and Accrued Interest</b>								
Accrued Interest at Purchase		5,598.96	5,598.96					
Subtotal		5,598.96	5,598.96					
<b>Total Cash and Investments</b>	<b>177,862,392.76</b>	<b>177,725,361.72</b>	<b>178,138,953.17</b>		<b>1,174</b>	<b>933</b>	<b>1.200</b>	<b>1.217</b>

Total Earnings	November 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	163,885.51	329,488.65	
Current Budget	110,000.00	220,000.00	1,320,000.00
Last Year Actual	129,831.09	273,240.35	1,574,252.49
<b>Average Daily Balance</b>	<b>181,304,552.62</b>	<b>180,608,413.80</b>	
<b>Effective Rate of Return</b>	<b>1.10%</b>	<b>1.09%</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 2, 2015. 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.

Alisa Cutchen 1-14-16  
 Alisa Cutchen, CITY TREASURER

Reporting period 11/01/2015-11/30/2015

Run Date: 01/14/2016 - 12:11

Portfolio CITY  
 AP  
 PM (PRF\_PM1) 7.3.0  
 Report Ver. 7.3.3b



**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2015**

Page 1

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3133EEA42	4058	Federal Farm Credit Bank		04/23/2015	5,000,000.00	5,000,600.00	5,000,000.00	1.090	AA	1.090	874	04/23/2018
3133EETE0	4060	Federal Farm Credit Bank		04/17/2015	5,000,000.00	5,001,800.00	5,029,422.44	1.125	AA	0.863	832	03/12/2018
3130A3PA6	4020	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,004,250.00	5,000,000.00	1.550	AA	1.892	1,490	12/30/2019
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,007,250.00	4,999,155.34	1.000	AA	1.010	623	08/15/2017
313378A43	4048	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,029,400.00	5,030,628.48	1.375	AA	1.100	829	03/09/2018
3130A4VE9	4055	Federal Home Loan Bank		04/27/2015	5,000,000.00	4,981,600.00	5,000,000.00	1.050	AA	1.050	878	04/27/2018
3130A5MD8	4074	Federal Home Loan Bank		06/24/2015	5,000,000.00	5,004,300.00	5,000,000.00	1.000	AA	1.743	1,301	06/24/2019
3137EADS5	4078	Federal Home Loan Mort Corp		09/17/2015	5,000,000.00	5,008,600.00	5,015,164.73	0.875		0.525	318	10/14/2016
3134G7ZA2	4079	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	5,001,100.00	5,000,000.00	1.000		1.860	1,399	09/30/2019
3134G7J69	4090	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	4,967,850.00	5,000,000.00	1.375		1.375	1,765	09/30/2020
3134G7J44	4091	Federal Home Loan Mort Corp		09/30/2015	6,000,000.00	6,003,120.00	6,000,000.00	1.800	AAA	1.800	1,765	09/30/2020
3134G7G70	4092	Federal Home Loan Mort Corp		09/28/2015	5,000,000.00	5,001,400.00	5,000,000.00	1.400		1.400	1,305	06/28/2019
3134G7L90	4115	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,988,860.00	2,000,000.00	1.250		2.236	1,794	10/29/2020
3134G7H87	4116	Federal Home Loan Mort Corp		10/22/2015	4,000,000.00	3,976,040.00	4,000,000.00	1.250		2.189	1,787	10/22/2020
3134G7U25	4117	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,975,800.00	5,000,000.00	0.800		0.800	696	10/27/2017
3134G7X71	4118	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,967,920.00	2,000,000.00	1.000		1.527	1,245	04/29/2019
3134G7P96	4119	Federal Home Loan Mort Corp		10/29/2015	3,000,000.00	2,989,470.00	3,000,000.00	1.000		1.527	1,245	04/29/2019
3134G73Q2	4120	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,963,800.00	5,000,000.00	1.000	AAA	0.991	969	07/27/2018
3134G74R9	4121	Federal Home Loan Mort Corp		11/25/2015	5,000,000.00	4,939,150.00	5,000,000.00	1.800		1.800	1,821	11/25/2020
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	5,002,900.00	5,000,000.00	0.900	AA	0.900	707	11/07/2017
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.		03/12/2013	5,000,000.00	5,004,200.00	5,000,000.00	1.100	AA	1.100	832	03/12/2018
3136G2D95	4042	Fed. Nat'l Mort. Assoc.		02/19/2015	5,000,000.00	5,005,700.00	5,000,000.00	1.000	AA	2.081	1,541	02/19/2020
3136G2EE3	4043	Fed. Nat'l Mort. Assoc.		02/27/2015	5,000,000.00	4,998,100.00	5,000,000.00	1.125	AA	1.125	1,549	02/27/2020
3136G2K30	4065	Fed. Nat'l Mort. Assoc.		05/27/2015	3,000,000.00	3,005,370.00	3,000,000.00	2.000	AA	2.000	1,639	05/27/2020
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	4,959,200.00	5,000,000.00	1.040		1.040	1,060	10/26/2018
<b>Subtotal and Average</b>			<b>118,241,364.65</b>		<b>115,000,000.00</b>	<b>114,787,780.00</b>	<b>115,074,370.99</b>			<b>1.360</b>	<b>1,186</b>	
<b>Local Agency Investment Funds</b>												
SYS982	982	Laif City			25,362,392.76	25,362,392.76	25,362,392.76	0.374		0.374	1	
<b>Subtotal and Average</b>			<b>25,362,392.76</b>		<b>25,362,392.76</b>	<b>25,362,392.76</b>	<b>25,362,392.76</b>			<b>0.374</b>	<b>1</b>	
<b>Corporate Bonds</b>												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,983,140.00	2,989,388.62	1.000	AA	1.151	884	05/03/2018
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	2,976,390.00	2,983,255.81	1.300	A	1.555	821	03/01/2018
166764AA8	4044	Chevron Corp		02/09/2015	3,000,000.00	2,989,380.00	3,005,985.83	1.104	AA	1.003	735	12/05/2017
268648AP7	4077	EMC Corp		07/14/2015	2,500,000.00	2,425,875.00	2,514,884.28	1.875	AA	1.630	913	06/01/2018

Portfolio CITY  
AP  
PM (PRF\_PM2) 7.3.0

Run Date: 01/14/2016 - 12:11

Report Ver. 7.3.3b

**City of HB  
Portfolio Management  
Portfolio Details - Investments  
November 30, 2015**

Page 2

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Corporate Bonds</b>												
36962G5V0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,080,000.00	5,069,180.02	2.300	AAA	1.291	513	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,520,500.00	2,512,455.03	1.600	AA	1.340	720	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,005,660.00	2,008,327.54	1.625	AA	1.442	853	04/02/2018
191216BA7	4049	Coca Cola Co		02/24/2015	2,500,000.00	2,493,525.00	2,493,852.28	1.150	AA	1.258	852	04/01/2018
58933YAC9	4045	Merck & Co Inc		02/09/2015	2,000,000.00	1,991,740.00	2,001,687.47	1.100	AA	1.089	792	01/31/2018
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,056,700.00	3,058,269.40	2.375	AA	1.731	1,141	01/15/2019
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,016,080.00	3,024,423.46	1.750	A	1.059	442	02/15/2017
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	2,999,160.00	2,992,820.27	1.375	AA	1.491	771	01/10/2018
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	3,031,440.00	3,042,060.45	2.000	AA	1.500	1,058	10/24/2018
<b>Subtotal and Average</b>			<b>37,700,795.21</b>		<b>37,500,000.00</b>	<b>37,569,590.00</b>	<b>37,696,590.46</b>			<b>1.349</b>	<b>790</b>	
<b>Total and Average</b>			<b>181,304,552.62</b>		<b>177,862,392.76</b>	<b>177,719,762.76</b>	<b>178,133,354.21</b>			<b>1.217</b>	<b>933</b>	

**City of HB  
Portfolio Management  
Portfolio Details - Cash  
November 30, 2015**

Page 3

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
<b>Average Balance</b>			<b>0.00</b>	Accrued Interest at Purchase		5,598.96	5,598.96				<b>0</b>
				Subtotal		5,598.96	5,598.96				
<b>Total Cash and Investments</b>			<b>181,304,552.62</b>		<b>177,862,392.76</b>	<b>177,725,361.72</b>	<b>178,138,953.17</b>			<b>1.217</b>	<b>933</b>



**City of HB**  
**Portfolio Management**  
**Activity By Type**  
**November 1, 2015 through November 30, 2015**

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Federal Agency Issues - Coupon</b>							
3130A3YL2	4040	Federal Home Loan Bank	1.000	11/20/2015	0.00	5,000,000.00	
3134G6AU7	4041	Federal Home Loan Mort Corp	1.400	11/20/2015	0.00	5,000,000.00	
3134G74R9	4121	Federal Home Loan Mort Corp	1.800	11/25/2015	5,000,000.00	0.00	
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.	0.800	11/06/2015	0.00	4,991,520.18	
<b>Subtotal</b>					<b>5,000,000.00</b>	<b>14,991,520.18</b>	<b>115,074,370.99</b>
<b>Local Agency Investment Funds (Monthly Summary)</b>							
<b>Subtotal</b>							<b>25,362,392.76</b>
<b>Corporate Bonds</b>							
<b>Subtotal</b>							<b>37,696,590.46</b>
<b>Total</b>					<b>5,000,000.00</b>	<b>14,991,520.18</b>	<b>178,133,354.21</b>

**City of HB  
Portfolio Management  
Activity Summary  
November 2014 through November 2015**

Page 1

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
November	2014	35	166,568,219.77	0.968	0.981	0.261	0	2	1,264	848
December	2014	37	179,431,920.78	1.052	1.066	0.267	9	7	1,268	915
January	2015	36	186,653,300.48	1.049	1.063	0.262	1	2	1,269	898
February	2015	42	193,794,027.30	1.155	1.171	0.266	8	2	1,338	1,004
March	2015	42	203,229,327.76	1.195	1.212	0.278	1	1	1,390	1,022
April	2015	46	202,037,046.95	1.209	1.226	0.283	5	1	1,374	1,031
May	2015	45	218,277,154.90	1.162	1.179	0.290	2	3	1,297	959
June	2015	41	221,977,102.78	1.059	1.074	0.299	2	6	1,175	853
July	2015	44	220,974,892.46	1.144	1.160	0.320	3	0	1,253	908
August	2015	43	207,414,248.06	1.210	1.227	0.330	0	1	1,327	948
September	2015	40	192,954,371.29	1.159	1.175	0.337	5	8	1,172	894
October	2015	41	179,934,731.08	1.207	1.223	0.337	7	6	1,184	945
November	2015	39	181,304,552.62	1.200	1.217	0.374	1	3	1,174	933
Average		41	196,569,251.66	1.136%	1.152%	0.300	3	3	1,268	935

**City of HB  
Portfolio Management  
Interest Earnings Summary  
November 30, 2015**

Page 1

	November 30 Month Ending	Fiscal Year To Date
<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	132,722.22	435,128.47
Plus Accrued Interest at End of Period	375,836.10	375,836.10
Less Accrued Interest at Beginning of Period	( 342,211.54)	( 473,232.05)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
	<hr/>	<hr/>
Interest Earned during Period	166,346.78	337,732.52
Adjusted by Premiums and Discounts	-12,237.42	-25,872.35
Adjusted by Capital Gains or Losses	1,979.82	2,188.15
	<hr/>	<hr/>
Earnings during Periods	156,089.18	314,048.32
<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)
	<hr/>	<hr/>
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
	<hr/>	<hr/>
Earnings during Periods	0.00	0.00
<b>Cash/Checking Accounts:</b>		
Interest Collected	0.00	24,899.51
Plus Accrued Interest at End of Period	17,621.62	17,621.62
Less Accrued Interest at Beginning of Period	( 9,825.29)	( 27,080.80)
	<hr/>	<hr/>
Interest Earned during Period	7,796.33	15,440.33
<hr/>		
<b>Total Interest Earned during Period</b>	<b>174,143.11</b>	<b>353,172.85</b>
<b>Total Adjustments from Premiums and Discounts</b>	<b>-12,237.42</b>	<b>-25,872.35</b>
<b>Total Capital Gains or Losses</b>	<b>1,979.82</b>	<b>2,188.15</b>
<hr/>		
<b>Total Earnings during Period</b>	<b>163,885.51</b>	<b>329,488.65</b>





Fair Value Including Accrued Interest	\$	64,858,145,279.32
---------------------------------------	----	-------------------

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  
November 2015**

<b>Cash Receipts and Disbursements</b>	<b>October 2015</b>	<b>November 2015</b>
<b>Receipts</b>		
Property Tax Receipts	\$223,073	\$5,292,108
Utility Tax Receipts (UUT)	1,857,202	1,727,049
Sales Tax Receipts	1,902,200	2,536,200
1/2 Cent Safety Sales Tax Receipts	156,826	172,311
Highway Users Tax Receipts (HUT)	355,916	-
Transient Occupancy Tax Receipts (TOT)	794,053	761,035
Government Funds	187,487	286,992
Capital Funds	2,129,537	21,154
Debt Service Funds	-	80
Enterprise Funds	4,513,376	4,547,668
Fiduciary Funds	1,291,998	1,286,967
Internal Service Funds	753,150	560,630
Special Revenue Funds	1,744,983	1,222,822
All Other Receipts	9,785,778	3,707,138
<b>Total Receipts</b>	<b>\$25,695,580</b>	<b>\$22,122,154</b>
<b>Disbursements</b>		
<b>Total Disbursements</b>	<b>(29,359,034)</b>	<b>(22,549,028)</b>
<b>Net Change in Cash Flow</b>	<b>(\$3,663,454)</b>	<b>(\$426,875)</b>
<b>Summary of Cash by Fund</b>	<b>October 2015</b>	<b>November 2015</b>
General Fund	59,310,292	58,162,306
Government Funds	1,865,852	2,033,598
Capital Funds	19,531,986	18,057,804
Debt Service Funds	10,681	8,762
Enterprise Funds	73,529,886	75,730,678
Fiduciary Funds	7,142,166	7,279,312
Internal Service Funds	8,656,420	8,800,412
Special Revenue Funds	28,581,126	28,522,028
<b>General Ledger Cash Balances</b>	<b>198,628,409</b>	<b>198,594,899 *</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**  
**December 31, 2015**

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	141,000,000.00	140,575,530.00	141,070,760.36	68.11	1,335	1,140	1.363	1.382
Local Agency Investment Funds	25,362,392.76	25,362,392.76	25,362,392.76	12.24	1	1	0.395	0.400
Corporate Bonds	40,500,000.00	40,411,585.00	40,699,908.29	19.65	1,213	756	1.330	1.348
<b>Investments</b>	<b>206,862,392.76</b>	<b>206,349,507.76</b>	<b>207,133,061.41</b>	<b>100.00%</b>	<b>1,147</b>	<b>925</b>	<b>1.238</b>	<b>1.255</b>

Total Earnings	December 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	170,244.99	499,733.64	
Current Budget	110,000.00	330,000.00	1,320,000.00
Last Year Actual	140,610.14	413,850.49	1,574,252.49
<b>Average Daily Balance</b>	<b>186,878,180.67</b>	<b>182,721,052.64</b>	
<b>Effective Rate of Return</b>	<b>1.07%</b>	<b>1.09%</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 2, 2015. 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.

  
 Alisa Cutchen, CITY TREASURER

1-14-16

Reporting period 12/01/2015-12/31/2015

Run Date: 01/14/2016 - 12:20

Portfolio CITY  
 AP  
 PM (PRF\_PM1) 7.3.0  
 Report Ver. 7.3.3b



**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2015**

Page 1

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3133EEA42	4058	Federal Farm Credit Bank		04/23/2015	5,000,000.00	5,000,150.00	5,000,000.00	1.090	AA	1.090	843	04/23/2018
3133EETE0	4060	Federal Farm Credit Bank		04/17/2015	5,000,000.00	4,992,000.00	5,028,347.32	1.125	AA	0.863	801	03/12/2018
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	4,999,350.00	4,999,196.61	1.000	AA	1.010	592	08/15/2017
313378A43	4048	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,015,700.00	5,029,505.19	1.375	AA	1.100	798	03/09/2018
3130A4VE9	4055	Federal Home Loan Bank		04/27/2015	5,000,000.00	4,971,800.00	5,000,000.00	1.050	AA	1.050	847	04/27/2018
3130A5MD8	4074	Federal Home Loan Bank		06/24/2015	5,000,000.00	5,002,100.00	5,000,000.00	1.000	AA	1.743	1,270	06/24/2019
3130A6U70	4125	Federal Home Loan Bank		12/28/2015	5,000,000.00	4,995,900.00	5,000,000.00	1.450		1.450	1,092	12/28/2018
3130A6U70	4128	Federal Home Loan Bank		12/28/2015	5,000,000.00	4,995,900.00	5,000,000.00	1.450		1.450	1,092	12/28/2018
3130A6X69	4130	Federal Home Loan Bank		12/28/2015	5,000,000.00	5,000,500.00	5,000,000.00	1.500		1.500	1,092	12/28/2018
3137EADS5	4078	Federal Home Loan Mort Corp		09/17/2015	5,000,000.00	5,003,700.00	5,013,711.24	0.875		0.525	287	10/14/2016
3134G7ZA2	4079	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	4,992,700.00	5,000,000.00	1.000		1.860	1,368	09/30/2019
3134G7J69	4090	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	4,955,900.00	5,000,000.00	1.375		1.375	1,734	09/30/2020
3134G7J44	4091	Federal Home Loan Mort Corp		09/30/2015	6,000,000.00	6,007,500.00	6,000,000.00	1.800	AAA	1.800	1,734	09/30/2020
3134G7G70	4092	Federal Home Loan Mort Corp		09/28/2015	5,000,000.00	5,003,650.00	5,000,000.00	1.400		1.400	1,274	06/28/2019
3134G7L90	4115	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,984,340.00	2,000,000.00	1.250		2.236	1,763	10/29/2020
3134G7H87	4116	Federal Home Loan Mort Corp		10/22/2015	4,000,000.00	3,964,600.00	4,000,000.00	1.250		2.189	1,756	10/22/2020
3134G7U25	4117	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,968,850.00	5,000,000.00	0.800		0.800	665	10/27/2017
3134G7X71	4118	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,966,440.00	2,000,000.00	1.000		1.527	1,214	04/29/2019
3134G7P96	4119	Federal Home Loan Mort Corp		10/29/2015	3,000,000.00	2,982,990.00	3,000,000.00	1.000		1.527	1,214	04/29/2019
3134G73Q2	4120	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,955,150.00	5,000,000.00	1.000	AAA	0.991	938	07/27/2018
3134G74R9	4121	Federal Home Loan Mort Corp		11/25/2015	5,000,000.00	4,914,700.00	5,000,000.00	1.800		1.800	1,790	11/25/2020
3134G8CA5	4123	Federal Home Loan Mort Corp		12/23/2015	5,000,000.00	4,996,200.00	5,000,000.00	1.250	AA	2.276	1,818	12/23/2020
3134G8C72	4124	Federal Home Loan Mort Corp		12/18/2015	6,000,000.00	5,993,280.00	6,000,000.00	1.125		1.125	717	12/18/2017
3134G8F38	4129	Federal Home Loan Mort Corp		12/28/2015	5,000,000.00	4,995,700.00	5,000,000.00	1.100	AAA	1.569	1,092	12/28/2018
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	4,975,750.00	5,000,000.00	0.900	AA	0.900	676	11/07/2017
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.		03/12/2013	5,000,000.00	4,994,250.00	5,000,000.00	1.100	AA	1.100	801	03/12/2018
3136G2D95	4042	Fed. Nat'l Mort. Assoc.		02/19/2015	5,000,000.00	5,002,650.00	5,000,000.00	1.000	AA	2.081	1,510	02/19/2020
3136G2EE3	4043	Fed. Nat'l Mort. Assoc.		02/27/2015	5,000,000.00	4,991,600.00	5,000,000.00	1.125	AA	1.125	1,518	02/27/2020
3136G2K30	4065	Fed. Nat'l Mort. Assoc.		05/27/2015	3,000,000.00	3,000,630.00	3,000,000.00	2.000	AA	2.000	1,608	05/27/2020
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	4,951,550.00	5,000,000.00	1.040		1.040	1,029	10/26/2018
<b>Subtotal and Average</b>			<b>121,491,804.04</b>		<b>141,000,000.00</b>	<b>140,575,530.00</b>	<b>141,070,760.36</b>			<b>1.382</b>	<b>1,140</b>	
<b>Local Agency Investment Funds</b>												
SYS982	982	Laif City			25,362,392.76	25,362,392.76	25,362,392.76	0.400		0.400	1	
<b>Subtotal and Average</b>			<b>25,362,392.76</b>		<b>25,362,392.76</b>	<b>25,362,392.76</b>	<b>25,362,392.76</b>			<b>0.400</b>	<b>1</b>	

Portfolio CITY

AP

PM (PRF\_PM2) 7.3.0

Run Date: 01/14/2016 - 12:20

Report Ver. 7.3.3b

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2015**

Page 2

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Corporate Bonds</b>												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,975,640.00	2,989,753.69	1.000	AA	1.151	853	05/03/2018
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	2,980,800.00	2,983,875.97	1.300	A	1.555	790	03/01/2018
166764AA8	4044	Chevron Corp		02/09/2015	3,000,000.00	2,979,360.00	3,005,737.80	1.104	AA	1.003	704	12/05/2017
268648AP7	4077	EMC Corp		07/14/2015	2,500,000.00	2,332,700.00	2,514,388.14	1.875	AA	1.630	882	06/01/2018
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,061,350.00	5,065,078.43	2.300	AAA	1.291	482	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,516,250.00	2,511,928.02	1.600	AA	1.340	689	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,006,540.00	2,008,030.48	1.625	AA	1.442	822	04/02/2018
24422ESR1	4126	John Deere Capital		12/08/2015	1,000,000.00	1,000,540.00	1,003,844.40	1.550		1.350	714	12/15/2017
24422ESR1	4127	John Deere Capital		12/08/2015	2,000,000.00	2,001,080.00	2,008,172.98	1.550		1.337	714	12/15/2017
191216BA7	4049	Coca Cola Co		02/24/2015	2,500,000.00	2,492,975.00	2,494,071.84	1.150	AA	1.258	821	04/01/2018
58933YAC9	4045	Merck & Co Inc		02/09/2015	2,000,000.00	1,988,960.00	2,001,622.48	1.100	AA	1.089	761	01/31/2018
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,046,320.00	3,056,714.16	2.375	AA	1.731	1,110	01/15/2019
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,006,000.00	3,022,735.20	1.750	A	1.059	411	02/15/2017
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	3,006,090.00	2,993,104.05	1.375	AA	1.491	740	01/10/2018
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	3,016,980.00	3,040,850.65	2.000	AA	1.500	1,027	10/24/2018
<b>Subtotal and Average</b>			<b>40,023,983.86</b>		<b>40,500,000.00</b>	<b>40,411,585.00</b>	<b>40,699,908.29</b>			<b>1.348</b>	<b>756</b>	
<b>Total and Average</b>			<b>186,878,180.67</b>		<b>206,862,392.76</b>	<b>206,349,507.76</b>	<b>207,133,061.41</b>			<b>1.255</b>	<b>925</b>	

**City of HB**  
**Portfolio Management**  
**Activity By Type**  
**December 1, 2015 through December 31, 2015**

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Federal Agency Issues - Coupon</b>							
3130A3PA6	4020	Federal Home Loan Bank	1.550	12/30/2015	0.00	5,000,000.00	
3130A6U70	4125	Federal Home Loan Bank	1.450	12/28/2015	5,000,000.00	0.00	
3130A6U70	4128	Federal Home Loan Bank	1.450	12/28/2015	5,000,000.00	0.00	
3130A6X69	4130	Federal Home Loan Bank	1.500	12/28/2015	5,000,000.00	0.00	
3134G8CA5	4123	Federal Home Loan Mort Corp	1.250	12/23/2015	5,000,000.00	0.00	
3134G8C72	4124	Federal Home Loan Mort Corp	1.125	12/18/2015	6,000,000.00	0.00	
3134G8F38	4129	Federal Home Loan Mort Corp	1.100	12/28/2015	5,000,000.00	0.00	
<b>Subtotal</b>					<b>31,000,000.00</b>	<b>5,000,000.00</b>	<b>141,070,760.36</b>
<b>Local Agency Investment Funds (Monthly Summary)</b>							
<b>Subtotal</b>							<b>25,362,392.76</b>
<b>Corporate Bonds</b>							
24422ESR1	4126	John Deere Capital	1.550	12/08/2015	1,003,970.00	0.00	
24422ESR1	4127	John Deere Capital	1.550	12/08/2015	2,008,440.00	0.00	
<b>Subtotal</b>					<b>3,012,410.00</b>	<b>0.00</b>	<b>40,699,908.29</b>
<b>Total</b>					<b>34,012,410.00</b>	<b>5,000,000.00</b>	<b>207,133,061.41</b>



**City of HB  
Portfolio Management  
Activity Summary  
December 2014 through December 2015**

Page 1

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
December	2014	37	179,431,920.78	1.052	1.066	0.267	9	7	1,268	915
January	2015	36	186,653,300.48	1.049	1.063	0.262	1	2	1,269	898
February	2015	42	193,794,027.30	1.155	1.171	0.266	8	2	1,338	1,004
March	2015	42	203,229,327.76	1.195	1.212	0.278	1	1	1,390	1,022
April	2015	46	202,037,046.95	1.209	1.226	0.283	5	1	1,374	1,031
May	2015	45	218,277,154.90	1.162	1.179	0.290	2	3	1,297	959
June	2015	41	221,977,102.78	1.059	1.074	0.299	2	6	1,175	853
July	2015	44	220,974,892.46	1.144	1.160	0.320	3	0	1,253	908
August	2015	43	207,414,248.06	1.210	1.227	0.330	0	1	1,327	948
September	2015	40	192,954,371.29	1.159	1.175	0.337	5	8	1,172	894
October	2015	41	179,934,731.08	1.207	1.223	0.337	7	6	1,184	945
November	2015	39	181,304,552.62	1.200	1.217	0.374	1	3	1,174	933
December	2015	46	186,878,180.67	1.238	1.255	0.400	8	1	1,147	925
Average		42	198,083,412.66	1.157%	1.173%	0.311	4	3	1,259	941

**City of HB  
Portfolio Management  
Interest Earnings Summary  
December 31, 2015**

Page 1

December 31 Month Ending

Fiscal Year To Date

<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	116,552.71	551,681.18
Plus Accrued Interest at End of Period	433,614.92	433,614.92
Less Accrued Interest at Beginning of Period	( 375,836.10)	( 473,232.05)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	174,331.53	512,064.05
Adjusted by Premiums and Discounts	-12,702.80	-38,575.15
Adjusted by Capital Gains or Losses	0.00	2,188.15
Earnings during Periods	161,628.73	475,677.05
<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	24,899.51
Plus Accrued Interest at End of Period	26,237.88	26,237.88
Less Accrued Interest at Beginning of Period	( 17,621.62)	( 27,080.80)
Interest Earned during Period	8,616.26	24,056.59
<b>Total Interest Earned during Period</b>	<b>182,947.79</b>	<b>536,120.64</b>
<b>Total Adjustments from Premiums and Discounts</b>	<b>-12,702.80</b>	<b>-38,575.15</b>
<b>Total Capital Gains or Losses</b>	<b>0.00</b>	<b>2,188.15</b>
<b>Total Earnings during Period</b>	<b>170,244.99</b>	<b>499,733.64</b>



# State of California

## Pooled Money Investment Account

### Market Valuation

### 12/31/2015

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch. Amortized Cost		
United States Treasury:				
Bills	\$ 10,468,708,753.45	\$ 10,482,830,783.28	\$ 10,478,607,000.00	NA
Notes	\$ 22,248,452,535.53	\$ 22,247,129,027.71	\$ 22,207,793,500.00	\$ 24,762,324.50
Federal Agency:				
SBA	\$ 642,351,164.21	\$ 642,343,909.17	\$ 635,322,467.80	\$ 549,995.41
MBS-REMICs	\$ 73,596,655.56	\$ 73,596,655.56	\$ 77,904,572.74	\$ 348,792.53
Debentures	\$ 961,990,090.06	\$ 961,986,867.84	\$ 961,041,000.00	\$ 3,893,258.30
Debentures FR	\$ -	\$ -	\$ -	\$ -
Discount Notes	\$ 7,584,478,430.49	\$ 7,593,829,138.89	\$ 7,592,138,500.00	NA
GNMA	\$ -	\$ -	\$ -	\$ -
Supranational Debentures	\$ 350,151,164.92	\$ 350,151,164.92	\$ 349,959,000.00	\$ 626,387.50
CDs and YCDs FR	\$ 200,000,000.00	\$ 200,000,000.00	\$ 200,000,000.00	\$ 197,363.48
Bank Notes	\$ 400,000,000.00	\$ 400,000,000.00	\$ 399,813,054.46	\$ 351,250.00
CDs and YCDs	\$ 10,985,007,118.52	\$ 10,985,007,118.52	\$ 10,981,602,163.42	\$ 9,862,947.22
Commercial Paper	\$ 2,385,328,869.46	\$ 2,386,701,088.85	\$ 2,386,066,166.67	NA
Corporate:				
Bonds FR	\$ -	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -	\$ -
Time Deposits	\$ 5,677,040,000.00	\$ 5,677,040,000.00	\$ 5,677,040,000.00	NA
AB 55 & GF Loans	\$ 3,590,865,000.00	\$ 3,590,865,000.00	\$ 3,590,865,000.00	NA
<b>TOTAL</b>	<b>\$ 65,567,969,782.20</b>	<b>\$ 65,591,480,754.74</b>	<b>\$ 65,538,152,425.09</b>	<b>\$ 40,592,318.94</b>

Fair Value Including Accrued Interest

\$ 65,578,744,744.03

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 (**0.999186963**).  
 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 \$19,983,739.25 or \$20,000,000.00 x **0.999186963**.





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

Finance Department  
December 2015

<u>Cash Receipts and Disbursements</u>	<u>November 2015</u>	<u>December 2015</u>
<b>Receipts</b>		
Property Tax Receipts	\$5,292,108	\$25,280,141
Utility Tax Receipts (UUT)	1,727,049	1,640,186
Sales Tax Receipts	2,536,200	2,409,371
1/2 Cent Safety Sales Tax Receipts	172,311	204,542
Highway Users Tax Receipts (HUT)	-	688,518
Transient Occupancy Tax Receipts (TOT)	761,035	554,162
Government Funds	286,992	82,139
Capital Funds	21,154	2,951,027
Debt Service Funds	80	-
Enterprise Funds	4,547,668	5,062,936
Fiduciary Funds	1,286,967	2,977,023
Internal Service Funds	560,630	492,664
Special Revenue Funds	1,222,822	1,917,804
All Other Receipts	3,707,138	2,748,868
<b>Total Receipts</b>	<b>\$22,122,154</b>	<b>\$47,009,382</b>
<b>Disbursements</b>		
<b>Total Disbursements</b>	<b>(22,549,028)</b>	<b>(28,059,158)</b>
<b>Net Change in Cash Flow</b>	<b>(\$426,875)</b>	<b>\$18,950,224</b>
 <b>Summary of Cash by Fund</b>	 <b>November 2015</b>	 <b>December 2015</b>
General Fund	58,162,306	74,409,430
Government Funds	2,033,598	2,052,125
Capital Funds	18,057,804	19,247,799
Debt Service Funds	8,762	6,262
Enterprise Funds	75,730,678	75,055,620
Fiduciary Funds	7,279,312	9,116,668
Internal Service Funds	8,800,412	9,872,797
Special Revenue Funds	28,522,028	27,429,635
<b>General Ledger Cash Balances</b>	<b>198,594,899</b>	<b>217,190,335 *</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.