



City of Huntington Beach
City Treasurer's Monthly Report
April 2016

<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	138,136,130	138,070,237	71%	1.41%	None
Local Agency Investment Fund (LAIF)	15,415,592	15,415,592	8%	0.53%	\$50 million
Corporate Bonds	40,842,870	40,663,062	21%	1.35%	30%
Total Portfolio	194,394,592	194,148,891	100%	1.33%	

Investment Summary:

As of April 30, 2016, the market value of the City's investment portfolio was approximately \$194.4 million, with a book value of \$194.1 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.

Bond and Equity Markets: The 10-year Treasury yield increased from 1.79% at the end of March to 1.82% at the end of April, and the S&P 500 increased 0.27% month over month. The DJIA also increased slightly month over month at 0.50%. Overall, there was a slight improvement in the bond and equity markets as compared to March.

Earnings: The City had earnings of \$208,775 for the month of April 2016 with fiscal year-to-date earnings of \$1,280,148. This compares favorably to monthly earnings of \$177,810 in April of 2015, and fiscal year-to-date earnings of \$1,071,661 through April 30, 2015.

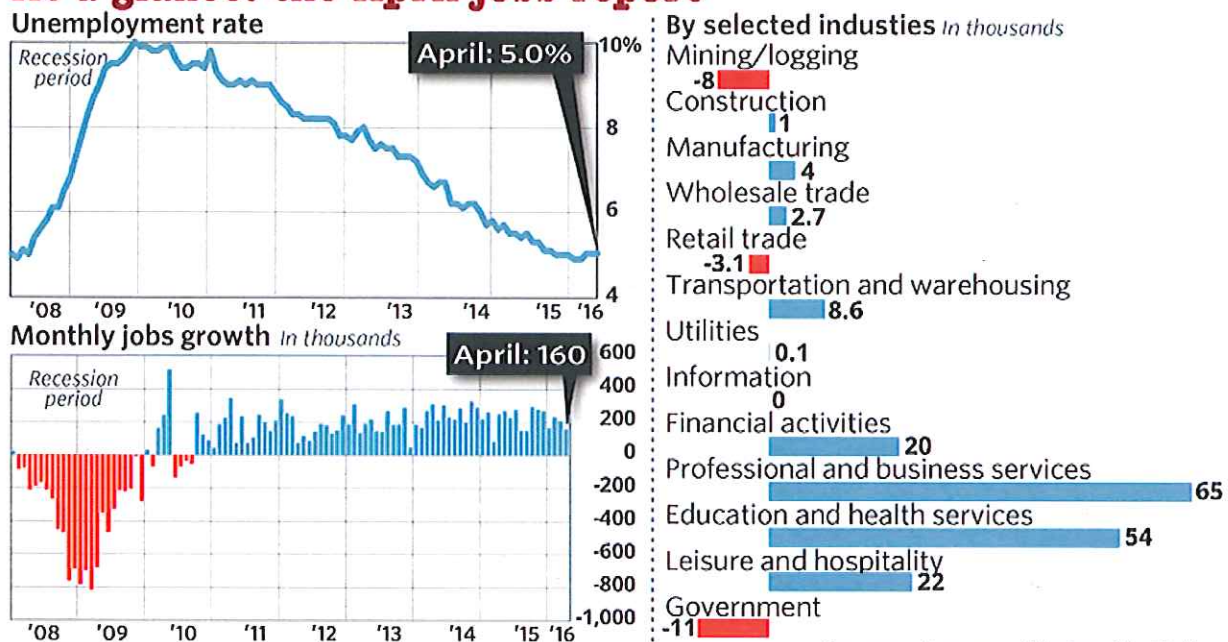
Market Summary	Federal Funds Rate	10-Year Treasury	S&P 500	DOW
February 29, 2016	0.25 - 0.50 %	1.74%	1,932.23	16,516.50
March 31, 2016	0.25 - 0.50 %	1.79%	2,059.74	17,685.09
April 30, 2016	0.25 - 0.50 %	1.82%	2,065.30	17,773.64
Mar- Apr % Change	0	1.68%	0.27%	0.50%

Economic Outlook:

According to the Bureau of Labor Statistics, the U.S. unemployment rate remained unchanged at 5.0% compared to March. The U.S. added 160,000 new jobs in April. Professional and business services led the hiring with 65,000 new jobs, followed by education and healthcare with the addition of 54,000 jobs. The change in total nonfarm payroll employment for April was revised down slightly from +215,000 to +208,000. Overall, job gains in the past 3 months have averaged 200,000 per month.

The Federal Open Market Committee (FOMC) met in April to discuss the current state of the economy and to examine potential future interest rate hikes this year. According to the Fed, "In determining the timing and size of future adjustments to the target range for the federal funds rate, the Committee will assess realized and expected economic conditions relative to its objectives of maximum employment and 2 percent inflation." While labor market conditions have improved and households' real income have risen at solid rates throughout the year, along with indicators pointing to additional strengthening of the labor market, the Committee decided to maintain the target range for the federal funds rate at $\frac{1}{4}$ to $\frac{1}{2}$ percent. The next FOMC meeting will be in June.

At a glance: the April jobs report



Source: Bureau of Labor Statistics



City of HB
Portfolio Management
Portfolio Summary
April 30, 2016

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	138,000,000.00	138,136,130.00	138,070,237.36	71.12	1,304	1,069	1.392	1.411
Local Agency Investment Funds	15,415,592.23	15,415,592.23	15,415,592.23	7.94	1	1	0.518	0.525
Corporate Bonds	40,500,000.00	40,842,870.00	40,663,061.79	20.94	1,213	635	1.330	1.348
Investments	193,915,592.23	194,394,592.23	194,148,891.38	100.00%	1,181	893	1.310	1.328
<hr/>								
Cash and Accrued Interest								
Accrued Interest at Purchase		6,319.44	6,319.44					
Subtotal		6,319.44	6,319.44					
Total Cash and Investments	193,915,592.23	194,400,911.67	194,155,210.82		1,181	893	1.310	1.328

Total Earnings	April 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	208,774.83	1,280,147.58	
Current Budget	110,000.00	770,000.00	1,320,000.00
Last Year Actual	177,809.52	1,071,660.90	1,745,308.90
Average Daily Balance	204,141,812.62	195,916,760.42	
Effective Rate of Return	1.24%	1.12%	

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.

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 Alisa Cutchen, CITY TREASURER

Reporting period 04/01/2016-04/30/2016

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City of HB
Portfolio Management
Portfolio Details - Investments
April 30, 2016

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
3133EEA42	4058	Federal Farm Credit Bank		04/23/2015	5,000,000.00	4,991,050.00	5,000,000.00	1.090	AA	1.090	722	04/23/2018
3133EETE0	4060	Federal Farm Credit Bank		04/17/2015	5,000,000.00	5,025,800.00	5,024,046.84	1.125	AA	0.863	680	03/12/2018
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,017,800.00	4,999,361.69	1.000	AA	1.010	471	08/15/2017
313378A43	4048	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,048,300.00	5,025,012.01	1.375	AA	1.100	677	03/09/2018
3130A5MD8	4074	Federal Home Loan Bank		06/24/2015	5,000,000.00	5,004,550.00	5,000,000.00	1.000	AA	1.743	1,149	06/24/2019
3130A6U70	4125	Federal Home Loan Bank		12/28/2015	5,000,000.00	5,004,950.00	5,000,000.00	1.450		1.450	971	12/28/2018
3130A6U70	4128	Federal Home Loan Bank		12/28/2015	5,000,000.00	5,004,950.00	5,000,000.00	1.450		1.450	971	12/28/2018
3130A6X69	4130	Federal Home Loan Bank		12/28/2015	5,000,000.00	5,003,900.00	5,000,000.00	1.500		1.500	971	12/28/2018
3137EADS5	4078	Federal Home Loan Mort Corp		09/17/2015	5,000,000.00	5,007,650.00	5,007,897.29	0.875		0.525	166	10/14/2016
3134G7ZA2	4079	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	5,003,200.00	5,000,000.00	1.000		1.860	1,247	09/30/2019
3134G7J69	4090	Federal Home Loan Mort Corp		09/30/2015	5,000,000.00	5,000,400.00	5,000,000.00	1.375		1.375	1,613	09/30/2020
3134G7J44	4091	Federal Home Loan Mort Corp		09/30/2015	6,000,000.00	6,001,320.00	6,000,000.00	1.800	AAA	1.800	1,613	09/30/2020
3134G7G70	4092	Federal Home Loan Mort Corp		09/28/2015	5,000,000.00	5,006,900.00	5,000,000.00	1.400		1.400	1,153	06/28/2019
3134G7L90	4115	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	2,000,600.00	2,000,000.00	1.250		2.236	1,642	10/29/2020
3134G7H87	4116	Federal Home Loan Mort Corp		10/22/2015	4,000,000.00	4,000,600.00	4,000,000.00	1.250		2.189	1,635	10/22/2020
3134G7U25	4117	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,996,650.00	5,000,000.00	0.800		0.800	544	10/27/2017
3134G7X71	4118	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,991,080.00	2,000,000.00	1.000		1.527	1,093	04/29/2019
3134G7P96	4119	Federal Home Loan Mort Corp		10/29/2015	3,000,000.00	3,001,050.00	3,000,000.00	1.000		1.527	1,093	04/29/2019
3134G73Q2	4120	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,987,600.00	5,000,000.00	1.000	AAA	0.991	817	07/27/2018
3134G74R9	4121	Federal Home Loan Mort Corp		11/25/2015	5,000,000.00	5,000,450.00	5,000,000.00	1.800		1.800	1,669	11/25/2020
3134G8CA5	4123	Federal Home Loan Mort Corp		12/23/2015	5,000,000.00	5,003,500.00	5,000,000.00	1.250	AA	2.276	1,697	12/23/2020
3134G8C72	4124	Federal Home Loan Mort Corp		12/18/2015	6,000,000.00	6,002,880.00	6,000,000.00	1.125		1.125	596	12/18/2017
3134G8F38	4129	Federal Home Loan Mort Corp		12/28/2015	5,000,000.00	5,003,600.00	5,000,000.00	1.100	AAA	1.569	971	12/28/2018
3134G8N70	4131	Federal Home Loan Mort Corp		03/30/2016	5,000,000.00	5,000,650.00	5,000,000.00	1.600		1.875	1,794	03/30/2021
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	4,999,650.00	5,000,000.00	0.900	AA	0.900	555	11/07/2017
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	5,004,050.00	5,000,000.00	1.040		1.040	908	10/26/2018
3135G0ZL0	4132	Fed. Nat'l Mort. Assoc.		03/09/2016	5,000,000.00	5,018,000.00	5,013,919.53	1.000	AA	0.800	514	09/27/2017
3136G2VZ6	4133	Fed. Nat'l Mort. Assoc.		03/11/2016	5,000,000.00	5,002,300.00	5,000,000.00	1.820		1.820	1,752	02/16/2021
3136G3FY6	4134	Fed. Nat'l Mort. Assoc.		03/30/2016	5,000,000.00	5,002,700.00	5,000,000.00	1.250		2.042	1,794	03/30/2021
Subtotal and Average			146,739,048.05		138,000,000.00	138,136,130.00	138,070,237.36			1.411	1,069	
Local Agency Investment Funds												
SYS982	982	Laif City			15,415,592.23	15,415,592.23	15,415,592.23	0.525		0.525	1	
Subtotal and Average			16,735,250.49		15,415,592.23	15,415,592.23	15,415,592.23			0.525	1	

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City of HB
Portfolio Management
Portfolio Details - Investments
April 30, 2016

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Corporate Bonds												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	3,001,260.00	2,991,213.97	1.000	AA	1.151	732	05/03/2018
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	3,007,350.00	2,986,356.59	1.300	A	1.555	669	03/01/2018
166764AA8	4044	Chevron Corp		02/09/2015	3,000,000.00	3,001,740.00	3,004,745.67	1.104	AA	1.003	583	12/05/2017
268648AP7	4077	EMC Corp		07/14/2015	2,500,000.00	2,472,350.00	2,512,403.57	1.875	AA	1.630	761	06/01/2018
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,071,550.00	5,048,672.11	2.300	AAA	1.291	361	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,515,250.00	2,509,819.97	1.600	AA	1.340	568	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,023,460.00	2,006,842.24	1.625	AA	1.442	701	04/02/2018
24422ESR1	4126	John Deere Capital		12/08/2015	1,000,000.00	1,011,070.00	1,003,189.11	1.550		1.350	593	12/15/2017
24422ESR1	4127	John Deere Capital		12/08/2015	2,000,000.00	2,022,140.00	2,006,779.86	1.550		1.337	593	12/15/2017
191216BA7	4049	Coca Cola Co		02/24/2015	2,500,000.00	2,511,100.00	2,494,950.09	1.150	AA	1.258	700	04/01/2018
58933YAC9	4045	Merck & Co Inc		02/09/2015	2,000,000.00	2,005,620.00	2,001,362.54	1.100	AA	1.089	640	01/31/2018
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,102,570.00	3,050,493.23	2.375	AA	1.731	989	01/15/2019
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,025,260.00	3,015,982.17	1.750	A	1.059	290	02/15/2017
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	3,016,770.00	2,994,239.19	1.375	AA	1.491	619	01/10/2018
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	3,055,380.00	3,036,011.48	2.000	AA	1.500	906	10/24/2018
Subtotal and Average			40,667,514.08		40,500,000.00	40,842,870.00	40,663,061.79			1.348	635	
Total and Average			204,141,812.62		193,915,592.23	194,394,592.23	194,148,891.38			1.328	893	

City of HB
Portfolio Management
Portfolio Details - Cash
April 30, 2016

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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		6,319.44	6,319.44				0
				Subtotal		6,319.44	6,319.44				
Total Cash and Investments			204,141,812.62		193,915,592.23	194,400,911.67	194,155,210.82			1.328	893

City of HB
Portfolio Management
Activity By Type
April 1, 2016 through April 30, 2016

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CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3130A4VE9	4055	Federal Home Loan Bank	1.050	04/27/2016	0.00	5,000,000.00	
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.	1.100	04/27/2016	0.00	5,000,000.00	
		Subtotal			0.00	10,000,000.00	138,070,237.36
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	0.525		29,303.72	10,000,000.00	
		Subtotal			29,303.72	10,000,000.00	15,415,592.23
Corporate Bonds							
		Subtotal					40,663,061.79
		Total			29,303.72	20,000,000.00	194,148,891.38

**City of HB
Portfolio Management
Activity Summary
April 2015 through April 2016**

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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 Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
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	186,003,670.17	1.207	1.223	0.337	7	6	1,184	944
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
January	2016	46	207,140,111.69	1.243	1.261	0.446	0	0	1,147	898
February	2016	43	204,413,571.12	1.217	1.234	0.467	0	3	1,102	832
March	2016	47	201,877,568.13	1.259	1.276	0.506	4	0	1,140	869
April	2016	45	204,141,812.62	1.310	1.328	0.525	0	2	1,181	893
Average		44	202,742,375.65	1.201%	1.218%	0.378	3	3	1,206	914

**City of HB
Portfolio Management
Interest Earnings Summary
April 30, 2016**

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April 30 Month Ending

Fiscal Year To Date

CD/Coupon/Discount Investments:		
Interest Collected	308,441.67	1,284,622.85
Plus Accrued Interest at End of Period	487,442.43	487,442.43
Less Accrued Interest at Beginning of Period	(590,683.12)	(473,232.05)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	205,200.98	1,298,833.23
Adjusted by Premiums and Discounts	-13,647.53	-91,294.65
Adjusted by Capital Gains or Losses	10,000.00	12,188.15
Earnings during Periods	201,553.45	1,219,726.73
Pass Through Securities:		
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
Cash/Checking Accounts:		
Interest Collected	29,303.72	78,098.98
Plus Accrued Interest at End of Period	9,402.67	9,402.67
Less Accrued Interest at Beginning of Period	(31,485.01)	(27,080.80)
Interest Earned during Period	7,221.38	60,420.85
Total Interest Earned during Period	212,422.36	1,359,254.08
Total Adjustments from Premiums and Discounts	-13,647.53	-91,294.65
Total Capital Gains or Losses	10,000.00	12,188.15
Total Earnings during Period	208,774.83	1,280,147.58



State of California
Pooled Money Investment Account
Market Valuation
4/30/2016

Carrying Cost Plus			
Description	Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 11,907,869,977.76	\$ 11,932,906,000.00	NA
Notes	\$ 21,696,459,844.51	\$ 21,709,930,000.00	\$ 31,869,590.00
Federal Agency:			
SBA	\$ 698,276,212.42	\$ 690,463,338.36	\$ 887,126.71
MBS-REMICs	\$ 64,576,122.35	\$ 68,590,036.25	\$ 306,084.57
Debentures	\$ 1,155,003,053.62	\$ 1,155,532,850.00	\$ 1,225,735.15
Debentures FR	\$ -	\$ -	\$ -
Discount Notes	\$ 6,834,377,652.68	\$ 6,842,204,500.00	NA
GNMA	\$ -	\$ -	\$ -
Supranational Debentures	\$ 599,986,669.79	\$ 600,327,000.00	\$ 437,778.00
CDs and YCDs FR	\$ 400,000,000.00	\$ 400,000,000.00	\$ 426,358.89
Bank Notes	\$ 300,000,000.00	\$ 299,929,147.60	\$ 54,333.34
CDs and YCDs	\$ 12,000,003,344.94	\$ 11,999,343,705.75	\$ 11,656,874.99
Commercial Paper	\$ 5,740,814,624.98	\$ 5,744,978,152.72	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 5,695,940,000.00	\$ 5,695,940,000.00	NA
AB 55 & GF Loans	442,552,000.00	\$ 442,552,000.00	NA
TOTAL	\$ 67,535,859,503.05	\$ 67,582,696,730.68	\$ 46,863,881.65

Fair Value Including Accrued Interest

\$ 67,629,560,612.33

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
April 2016

Cash Receipts and Disbursements	March 2016	April 2016
Receipts		
Property Tax Receipts	\$3,447,359	\$18,821,750
Utility Tax Receipts (UUT)	1,633,784	1,560,826
Sales Tax Receipts	2,717,261	2,284,200
1/2 Cent Safety Sales Tax Receipts	241,740	156,542
Highway Users Tax Receipts (HUT)	696,038	-
Transient Occupancy Tax Receipts (TOT)	668,650	817,849
Government Funds	64,586	122,473
Capital Funds	3,854,933	104,925
Debt Service Funds	-	-
Enterprise Funds	4,783,420	4,358,057
Fiduciary Funds	1,289,617	1,900,766
Internal Service Funds	509,775	811,313
Special Revenue Funds	3,481,931	310,400
Internal Service Funds		
All Other Receipts	5,307,784	4,899,363
Total Receipts	\$28,696,878	\$36,148,464
Disbursements		
CalPERS Pension Prepayment		
Total Disbursements	(25,907,966)	(23,165,024)
Net Change in Cash Flow	\$2,788,912	\$12,983,440
Summary of Cash by Fund	March 2016	April 2016
General Fund	\$72,076,696	\$80,722,884
Government Funds	2,124,648	2,187,272
Capital Funds	20,664,260	19,691,229
Debt Service Funds	10,262	10,262
Enterprise Funds	76,501,945	76,461,580
Fiduciary Funds	13,158,760	14,090,216
Internal Service Funds	10,869,745	11,103,801
Special Revenue Funds	29,435,364	28,612,497
General Ledger Cash Balances	\$224,841,679	\$232,879,741

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

(2) Item represents a significant cash payment during the month.

Note: Above information was obtained from the City's accounting system records. The above