



City of Huntington Beach Treasurer's Investment Report

Quarter Ending: September 2016

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

Economic and Market Overview:

Market Summary	Federal Funds Rate	10-Year Treasury	S&P 500	DOW
July 31, 2016	0.25 - 0.50 %	1.46%	2,173.60	18,432.24
August 31, 2016	0.25 - 0.50 %	1.58%	2,170.95	18,400.88
September 30, 2016	0.25 - 0.50 %	1.60%	2,168.27	18,308.15
August - Sept % Change	0%	1.27%	-0.12%	-0.50%

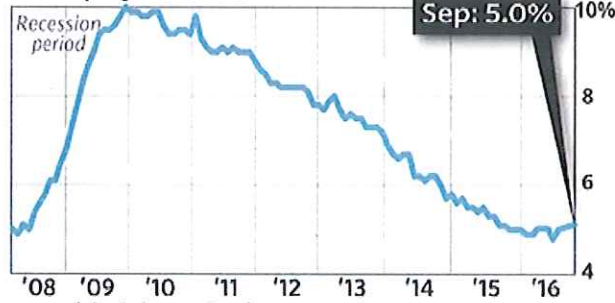
The Federal Open Market Committee (FOMC) met in September to discuss the current state of the economy and to examine potential future interest rate hikes this year. After this meeting, the Fed released an official statement explaining that "The Committee judges that the case for an increase in the federal funds rate has strengthened; but have decided, for the time being, to wait for further evidence of continued progress toward its objectives." Because the Committee seeks to foster maximum employment and price stability, the Committee decided to maintain the target range for the federal funds rate at $\frac{1}{4}$ to $\frac{1}{2}$ percent at this time.

Fixed Income Markets: The yield on the 10-year U.S. Treasury finished the quarter at 1.60%, up from 1.49% from the previous quarter for a 7.38% increase quarter over quarter. The S&P 500 and the DJIA increased at 3.31% and 2.11% respectively for the same time period. In the third quarter of 2016, both the bond and equity markets posted strong gains to close out the quarter. This increase in yield may be partially attributed to the continued growth of economic activity as compared to the modest pace seen in the first half of this year.

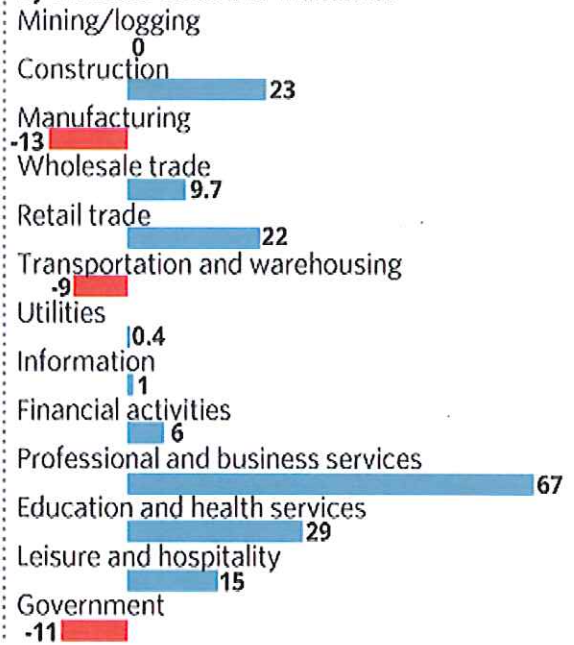
Employment: The U.S. gained a healthy 156,000 jobs in September with the largest increases in professional and business services, education and health, construction, and retail services. According to the labor department, the unemployment rate increased slightly from 4.9% to 5.0% quarter over quarter as more people entered the labor force in search of work. As a result, the labor participation rate for September increased slightly to 62.9%. Over the past 3 months, job gains have averaged 192,000 per month, as compared to an average of 147,000 per month in the second quarter of 2016. This solid jobs report is an important indicator that reflects some moderately-paced U.S. economic growth.

At a glance: the September jobs report

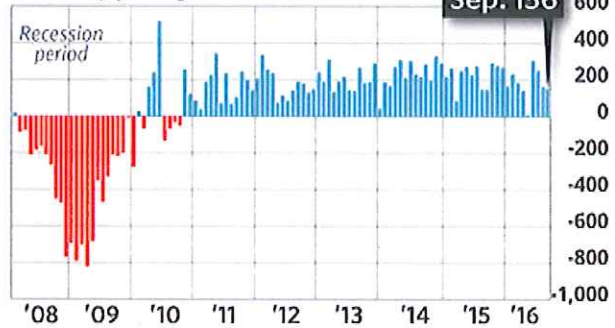
Unemployment rate



By selected industries *In thousands*



Monthly jobs growth *In thousands*



Source: Bureau of Labor Statistics

Portfolio Overview:

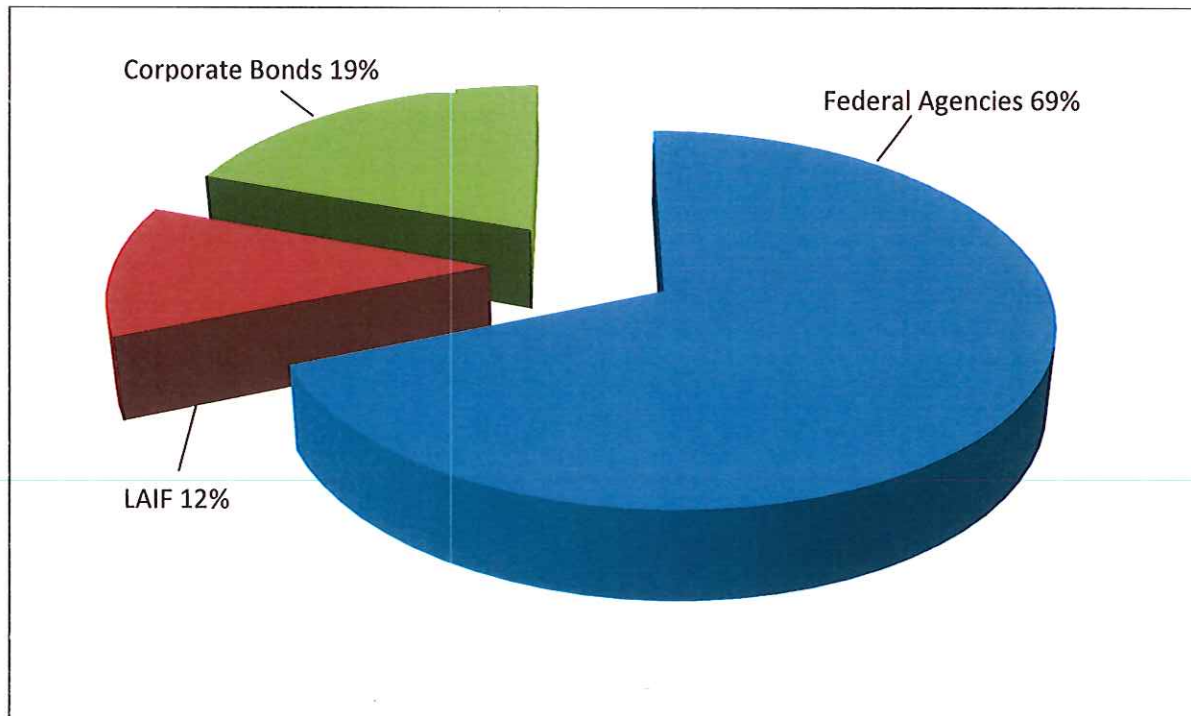
As of September 30, 2016:

<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	132,362,700	132,433,200	69%	1.28%	None
Local Agency Investment Fund (LAIF)	22,462,282	22,462,282	12%	0.63%	\$65 million
Corporate Bonds	37,678,310	37,624,852	19%	1.38%	30%
Total Portfolio	\$192,503,291	\$192,520,333	100%	1.22%	

As of September 30, 2016 the market value of the City's investment portfolio was approximately \$192.5 million, with a book value of \$192.5 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 September 30, 2016

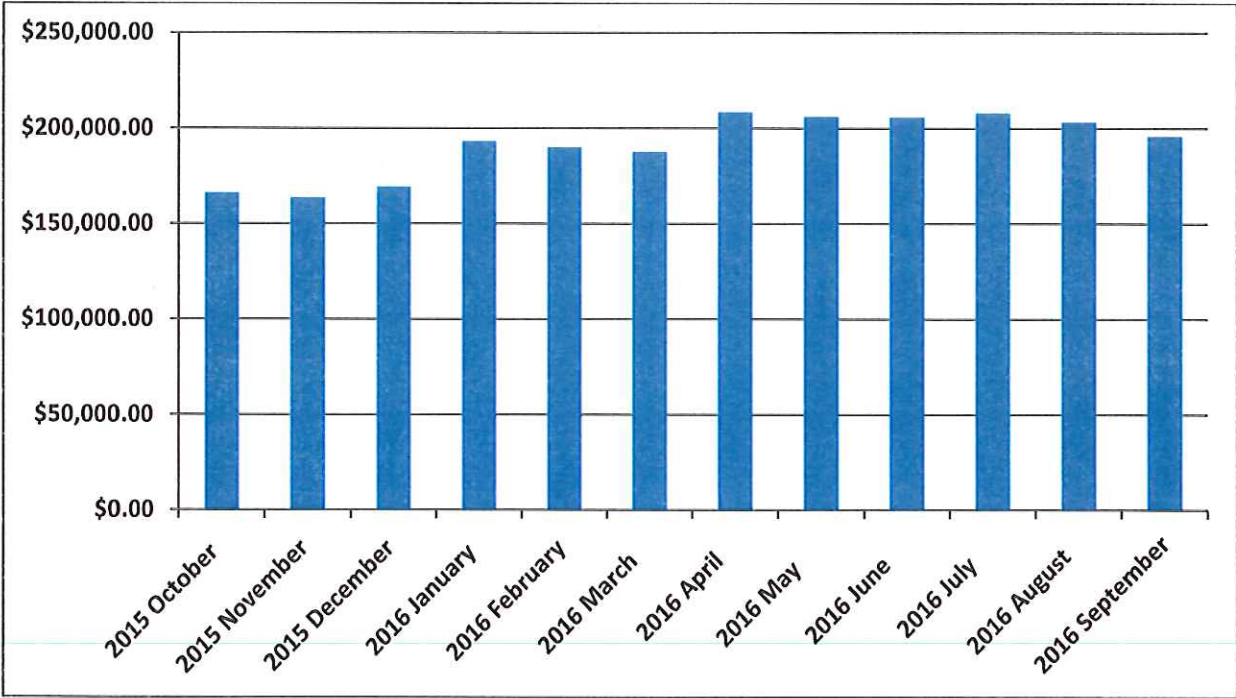


Currently, City funds are invested in federal agency securities, corporate bonds and the State of California's pooled account, the Local Agency Investment Fund (LAIF). The four federal government sponsored entities (agencies) whose bonds the City purchases are: Federal Home Loan Bank (FHLB), Federal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

2016 Monthly Earnings History



Monthly investment earnings for September 30, 2016 were \$196,054. The monthly effective rate of return was 1.14%, with a fiscal year-to-date effective rate of return of 1.12%. This compares favorably to the previous year's monthly earnings of \$172,677 and monthly effective rate of return of 1.09%, for the same time period in 2015.

	Month Ending 09/30/16	Fiscal YTD 2015/16
Total Earnings:		
Current Year	\$ 196,054	\$ 2,300,386
Current Budget	\$ 110,000	\$ 1,320,000
Last Year Actual	\$ 172,677	\$ 1,981,542
Effective Rate of Return	1.14%	1.12%

The investment portfolio earned a solid annual effective rate of 1.12% for fiscal year of 2015/16, with annual earnings of just over \$2.3 million. These earnings are utilized to offset taxpayer funds for city operating expenses, capital projects, debt repayment, and other uses.

Portfolio Activity:

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

Monthly Activity: For the month ending September 30, 2016, \$10 million in federal agencies were called or matured. \$3 million in corporate bonds were purchased and \$3 million in corporate bonds matured. \$16 million was transferred from LAIF to the operating account over the month.

Quarterly Activity: For the quarter ending September 30, 2016, a total of \$17.5 million in federal agency securities were purchased with \$26 million in federal agencies called or matured. \$34 million was transferred from LAIF to the operating account over the quarter with a deposit of \$46,689 for interest earned from quarter ending September 30, 2016. \$3 million in corporate bonds were purchased and \$3 million in corporate bonds matured.

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 June 30, 2016:

(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, 2016

	Beginning Balance (4-1-16)	Contributions	Distributions/ Transfers	Earnings (change in value) Gain/Loss/ Interest	Other Fees/ Adjustments	Self Directed Option Balance (Nationwide Only)	Ending Balance (6-30-16)
<i>Reporting is Quarterly</i>							
ICMA Retirement Corporation (457 Plan)	\$42,393,404	\$565,350	(\$762,293)	\$472,176	(\$2,955)		\$42,665,682
Nationwide Retirement Solutions (457 Plan)	\$74,031,816	\$829,373	(\$837,803)	\$1,237,662	(\$1,450)	\$1,288,018	\$76,547,616
Total Deferred Compensation Plan Balances	\$116,425,220	\$1,394,723	(\$1,600,096)	\$1,709,838	(\$4,405)		\$119,213,298

City of Huntington Beach Retiree Medical Trust Summary Information as of June 30, 2016

	Beginning Balance (4-1-16)	Contributions	Distributions/ Transfers	Investment Earnings (change in value)	Other Fees/ Adjustments	Ending Balance (6-30-16)
<i>Reporting is Quarterly</i>						
CalPERS Retiree Medical Trust Account	\$20,187,586	\$1,529,000	\$0	\$603,965	(\$4,308)	\$22,316,243

City of Huntington Beach Supplemental Pension Trust Summary Information (monthly reporting, not quarterly) as of June 30, 2016

	Beginning Balance (6-1-16)	Employer Contributions	Interest & Dividends Plus Net Accrued Income	Realized Gain / Loss	Change in Unrealized Gains / Losses	Other Trust Fees/ Adjustments	Ending Balance (6-30-16)
<i>Reporting is Monthly</i>							
US Bank Supplemental Pension Trust Account	\$45,496,907	\$0	\$90,035	(\$1,973,650)	\$2,048,448	(\$5,884)	\$45,655,856

Bond Reserve Accounts - Balances as of September 30, 2016:

Summary of Huntington Beach Bond Issue -- Reserve Accounts

As of September 30, 2016

Bond Issue:

	Reserve Account Value as of Sept 30, 2016	Investments		
		LAIF	Federal Agency Issues	Money Market Funds
H.B. Public Financing Authority Lease Refunding Bonds 2010 Series A	1,242,684.40			1,242,684.40
H.B. Public Financing Authority (Capital Improvement Refinancing/Senior Center) Bonds 2011 Series A	3,712,331.70	3,712,331.54		0.16
Redevelopment Agency of H.B. - 1999 Tax Allocation Refunding Bonds (1/3 of 1992)	753,001.01	753,000.00	1.00	0.01
Redevelopment Agency of H.B. - 2002 Tax Allocation Refunding Bonds (2/3 of 1992)	1,688,032.48	646,790.47	1,013,070.00	28,172.01
H.B. Community Facilities District No. 1990-1 2001 Special Tax Bonds (Goldenwest-Ellis)	172,833.37	172,433.16		400.21
H.B. Community Facilities District No. 2000-1 2013 Special Tax Bonds (Grand Coast-Hyatt)	1,091,867.52			1,091,867.52
H.B. Community Facilities District No. 2002-1 2002 Special Tax Bonds (McDonnell Centre Business Park)	455,165.72	455,165.72		
H.B. Community Facilities District No. 2003-1 2013 Special Tax Bonds (Huntington Center - Bella Terra)	1,680,748.67			1,680,748.67
TOTALS:	\$ 10,796,665	\$ 5,739,721	\$ 1,013,071	\$ 4,043,873



**City of HB
Portfolio Management
Portfolio Summary
July 31, 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	142,405,000.00	142,539,892.50	142,439,879.71	62.88	1,343	1,169	1.310	1.328
Local Agency Investment Funds	46,462,281.51	46,462,281.51	46,462,281.51	20.51	1	1	0.580	0.588
Corporate Bonds	37,500,000.00	37,799,475.00	37,624,509.49	16.61	1,202	570	1.353	1.371
Investments	226,367,281.51	226,801,649.01	226,526,670.71	100.00%	1,044	830	1.167	1.183
<hr/>								
Cash and Accrued Interest								
Accrued Interest at Purchase		6,544.44	6,544.44					
Subtotal		6,544.44	6,544.44					
Total Cash and Investments	226,367,281.51	226,808,193.45	226,533,215.15		1,044	830	1.167	1.183

Total Earnings	July 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year		208,154.22	1,900,844.23	
Current Budget		110,000.00	1,100,000.00	1,320,000.00
Last Year Actual		180,195.42	1,624,043.33	1,948,033.86
Average Daily Balance		230,059,053.62	203,944,686.45	
Effective Rate of Return		1.07%	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.

Alisa Cutchen, CITY TREASURER

Reporting period 07/01/2016-07/31/2016

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PM (PRF_PM1) 7.3.0
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City of HB
Portfolio Management
Portfolio Details - Investments
July 31, 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												
3133EGEV3	4140	Federal Farm Credit Bank		06/15/2016	5,000,000.00	5,005,150.00	5,000,000.00	1.620		1.620	1,778	06/14/2021
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,015,650.00	4,999,485.50	1.000	AA	1.010	379	08/15/2017
313378A43	4048	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,046,450.00	5,021,642.13	1.375	AA	1.100	585	03/09/2018
3130A7WK7	4136	Federal Home Loan Bank		05/24/2016	5,000,000.00	5,013,600.00	5,000,000.00	1.250		1.250	1,026	05/24/2019
3130A8DC4	4138	Federal Home Loan Bank		06/30/2016	2,250,000.00	2,247,862.50	2,250,000.00	1.600		1.600	1,612	12/30/2020
3137EADS5	4078	Federal Home Loan Mort Corp		09/17/2015	5,000,000.00	5,004,700.00	5,003,536.82	0.875		0.525	74	10/14/2016
3134G7U25	4117	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	5,001,250.00	5,000,000.00	0.800		0.800	452	10/27/2017
3134G7X71	4118	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,997,180.00	2,000,000.00	1.000		1.527	1,001	04/29/2019
3134G7P96	4119	Federal Home Loan Mort Corp		10/29/2015	3,000,000.00	3,002,010.00	3,000,000.00	1.000		1.527	1,001	04/29/2019
3134G73Q2	4120	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	5,000,450.00	5,000,000.00	1.000	AAA	0.991	725	07/27/2018
3134G9RN9	4139	Federal Home Loan Mort Corp		06/23/2016	5,000,000.00	5,003,700.00	5,000,000.00	1.250		1.919	1,422	06/23/2020
3134G9UY1	4142	Federal Home Loan Mort Corp		06/29/2016	5,000,000.00	5,003,350.00	5,000,000.00	1.000		1.000	697	06/29/2018
3134G9ZF7	4145	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	5,001,500.00	5,000,000.00	1.700		1.700	1,794	06/30/2021
3134G9F93	4148	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	5,000,150.00	5,000,000.00	1.000	AAA	0.998	1,061	06/28/2019
3134G9E78	4149	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,992,500.00	5,000,000.00	1.280	AAA	1.280	1,521	09/30/2020
3134G9C54	4150	Federal Home Loan Mort Corp		06/30/2016	4,655,000.00	4,655,000.00	4,655,000.00	1.500		1.500	1,794	06/30/2021
3134G9G35	4151	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,997,400.00	5,000,000.00	1.000	AAA	1.592	1,794	06/30/2021
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	5,003,250.00	5,000,000.00	0.900	AA	0.900	463	11/07/2017
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	5,003,750.00	5,000,000.00	1.040		1.040	816	10/26/2018
3135G0ZL0	4132	Fed. Nat'l Mort. Assoc.		03/09/2016	5,000,000.00	5,018,350.00	5,011,443.73	1.000	AA	0.800	422	09/27/2017
3136G2WZ6	4133	Fed. Nat'l Mort. Assoc.		03/11/2016	5,000,000.00	5,000,950.00	5,000,000.00	1.820		1.820	1,660	02/16/2021
3136G3FY6	4134	Fed. Nat'l Mort. Assoc.		03/30/2016	5,000,000.00	5,003,450.00	5,000,000.00	1.250		2.042	1,702	03/30/2021
3136G3KM6	4135	Fed. Nat'l Mort. Assoc.		05/17/2016	5,000,000.00	5,004,400.00	5,000,000.00	1.100	AAA	1.912	1,750	05/17/2021
3135G0K85	4137	Fed. Nat'l Mort. Assoc.		06/13/2016	5,000,000.00	5,009,450.00	5,000,000.00	1.400		1.400	1,046	06/13/2019
3136G3SJ5	4141	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	5,000,650.00	4,998,771.53	1.500		1.505	1,794	06/30/2021
3136G3SN6	4143	Fed. Nat'l Mort. Assoc.		06/23/2016	3,000,000.00	3,000,240.00	3,000,000.00	1.500		1.500	1,605	12/23/2020
3135G0K93	4144	Fed. Nat'l Mort. Assoc.		06/28/2016	5,000,000.00	5,002,800.00	5,000,000.00	1.250		1.250	1,061	06/28/2019
3136G3UT0	4146	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	5,004,000.00	5,000,000.00	1.500		1.500	1,612	12/30/2020
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.		07/19/2016	5,000,000.00	5,000,400.00	5,000,000.00	1.125		1.819	1,813	07/19/2021
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.		07/25/2016	7,500,000.00	7,500,300.00	7,500,000.00	1.000		1.000	997	04/25/2019
Subtotal and Average			139,215,635.47		142,405,000.00	142,539,892.50	142,439,879.71			1.328	1,169	
Local Agency Investment Funds												
SYS982	982	Laif City			46,462,281.51	46,462,281.51	46,462,281.51	0.588		0.588	1	
Subtotal and Average			53,215,389.58		46,462,281.51	46,462,281.51	46,462,281.51			0.588	1	

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City of HB
Portfolio Management
Portfolio Details - Investments
July 31, 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	3,005,310.00	2,992,309.18	1.000	AA	1.151	640	05/03/2018
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	3,011,700.00	2,988,217.05	1.300	A	1.555	577	03/01/2018
166764AA8	4044	Chevron Corp		02/09/2015	3,000,000.00	3,002,910.00	3,004,001.57	1.104	AA	1.003	491	12/05/2017
268648AP7	4077	EMC Corp		07/14/2015	2,500,000.00	2,478,550.00	2,510,915.14	1.875	AA	1.630	669	06/01/2018
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,054,950.00	5,036,367.36	2.300	AAA	1.291	269	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,512,700.00	2,508,238.94	1.600	AA	1.340	476	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,025,320.00	2,005,951.07	1.625	AA	1.442	609	04/02/2018
24422ESR1	4126	John Deere Capital		12/08/2015	1,000,000.00	1,009,600.00	1,002,697.63	1.550		1.350	501	12/15/2017
24422ESR1	4127	John Deere Capital		12/08/2015	2,000,000.00	2,019,200.00	2,005,735.02	1.550		1.337	501	12/15/2017
191216BA7	4049	Coca Cola Co		02/24/2015	2,500,000.00	2,510,925.00	2,495,608.77	1.150	AA	1.258	608	04/01/2018
58933YAC9	4045	Merck & Co Inc		02/09/2015	2,000,000.00	2,008,140.00	2,001,167.58	1.100	AA	1.089	548	01/31/2018
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,086,880.00	3,045,827.53	2.375	AA	1.731	897	01/15/2019
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	3,014,250.00	2,995,090.54	1.375	AA	1.491	527	01/10/2018
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	3,059,040.00	3,032,382.11	2.000	AA	1.500	814	10/24/2018
Subtotal and Average			37,628,028.58		37,500,000.00	37,799,475.00	37,624,509.49			1.371	570	
Total and Average			230,059,053.62		226,367,281.51	226,801,649.01	226,526,670.71			1.183	830	

City of HB
Portfolio Management
Portfolio Details - Cash
July 31, 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		6,544.44	6,544.44				0
				Subtotal		6,544.44	6,544.44				
		Total Cash and Investments	230,059,053.62		226,367,281.51	226,808,193.45	226,533,215.15			1.183	830

City of HB
Portfolio Management
Activity By Type
July 1, 2016 through July 31, 2016

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3133EEA42	4058	Federal Farm Credit Bank	1.090	07/07/2016	0.00	5,000,000.00	
3134G7L90	4115	Federal Home Loan Mort Corp	1.250	07/29/2016	0.00	2,000,000.00	
3134G7H87	4116	Federal Home Loan Mort Corp	1.250	07/22/2016	0.00	4,000,000.00	
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.	1.125	07/19/2016	5,000,000.00	0.00	
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.	1.000	07/25/2016	7,500,000.00	0.00	
Subtotal					12,500,000.00	11,000,000.00	142,439,879.71
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	0.588		46,689.28	10,000,000.00	
Subtotal					46,689.28	10,000,000.00	46,462,281.51
Corporate Bonds							
Subtotal							37,624,509.49
Total					12,546,689.28	21,000,000.00	226,526,670.71

**City of HB
Portfolio Management
Activity Summary
July 2015 through July 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					
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	1.232	1.249	0.506	4	0	1,140	869
April	2016	45	204,141,812.62	1.280	1.298	0.525	0	2	1,181	893
May	2016	44	208,914,656.20	1.168	1.184	0.552	2	3	976	736
June	2016	46	228,822,479.77	1.156	1.172	0.576	14	12	1,006	806
July	2016	45	230,059,053.62	1.167	1.183	0.588	2	3	1,044	830
Average		44	204,714,921.57	1.202%	1.218%	0.443	4	3	1,143	878

City of HB
Portfolio Management
Interest Earnings Summary
July 31, 2016

Page 1

	July 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	111,202.78	1,832,333.88
Plus Accrued Interest at End of Period	429,066.10	517,441.10
Less Accrued Interest at Beginning of Period	(347,826.94)	(473,232.05)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	192,441.94	1,876,542.93
Adjusted by Premiums and Discounts	-10,863.34	-124,294.04
Adjusted by Capital Gains or Losses	0.00	22,130.97
Earnings during Periods	181,578.60	1,774,379.86
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	46,689.28	124,788.26
Plus Accrued Interest at End of Period	28,756.91	28,756.91
Less Accrued Interest at Beginning of Period	(48,870.57)	(27,080.80)
Interest Earned during Period	26,575.62	126,464.37
Total Interest Earned during Period	219,017.56	2,003,007.30
Total Adjustments from Premiums and Discounts	-10,863.34	-124,294.04
Total Capital Gains or Losses	0.00	22,130.97
Total Earnings during Period	208,154.22	1,900,844.23



State of California

Pooled Money Investment Account

Market Valuation

7/31/2016

Carrying Cost Plus			
Description	Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 11,504,294,495.82	\$ 11,533,485,500.00	NA
Notes	\$ 21,048,104,424.04	\$ 21,068,356,000.00	\$ 37,803,907.50
Federal Agency:			
SBA	\$ 733,575,756.69	\$ 727,232,735.96	\$ 465,338.50
MBS-REMICs	\$ 58,552,739.48	\$ 62,184,419.52	\$ 277,184.19
Debentures	\$ 1,025,156,399.61	\$ 1,025,881,250.00	\$ 1,935,332.75
Debentures FR	\$ -	\$ -	\$ -
Discount Notes	\$ 7,677,401,847.13	\$ 7,687,069,000.00	NA
GNMA	\$ -	\$ -	\$ -
Supranational Debentures	\$ 599,982,831.85	\$ 601,347,000.00	\$ 1,549,653.00
CDs and YCDs FR	\$ 400,000,000.00	\$ 400,000,000.00	\$ 441,349.17
Bank Notes	\$ 800,000,000.00	\$ 799,626,987.52	\$ 1,303,861.11
CDs and YCDs	\$ 12,825,007,758.81	\$ 12,821,149,153.48	\$ 16,550,909.66
Commercial Paper	\$ 7,136,668,986.19	\$ 7,141,920,902.85	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 5,330,440,000.00	\$ 5,330,440,000.00	NA
AB 55 & GF Loans	502,313,000.00	502,313,000.00	NA
TOTAL	\$ 69,641,498,239.62	\$ 69,701,005,949.33	\$ 60,327,535.88

Fair Value Including Accrued Interest \$ 69,761,333,485.21

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 2016

Cash Receipts and Disbursements

July 2016

Receipts

General Fund

Property Tax	\$4,988,158
Local Sales Tax	2,527,800
Public Safety Sales Tax	176,649
Transient Occupancy Tax Receipts (TOT)	982,201
Utility Users Tax (UUT)	1,524,441
Other Revenue	5,939,062

Total General Fund Revenue 16,138,311

Capital Projects Funds	18,562
Debt Service Funds	-
Enterprise Funds	4,678,540
General Fund Other	56,732
Internal Service Funds	705,878
Special Revenue Funds	1,498,793
Grant Funds	600,954
Trust and Agency Funds	1,767,980

Total Receipts \$25,465,749

Disbursements

General Fund

Personal Services	(18,001,215)
Operating Expenses	(4,834,450)
Capital Expenditures	(536,890)
Non-Operating Expenses	(34,208)

Total General Fund Disbursements (23,406,763)

Capital Projects Funds	(972,747)
Debt Service Funds	(20,190)
Enterprise Funds	(6,186,729)
General Fund Other	(333,953)
Internal Service Funds	(866,647)
Special Revenue Funds	(1,214,435)
Grant Funds	(913,769)
Trust and Agency Funds	(3,536,934)
Total Disbursements	(37,452,166)

Net Change in Cash Flow	(11,986,417)
--------------------------------	---------------------

Summary of Cash by Fund	July 2016
General Fund	\$79,348,705
General Fund Other	1,730,261
Capital Projects Funds	20,863,920
Debt Service Funds	4,646,455
Enterprise Funds	74,960,387
Trust and Agency Funds	15,966,722
Internal Service Funds	10,933,251
Special Revenue Funds	30,102,207
General Ledger Cash Balances	\$238,551,909

* 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, 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	142,405,000.00	142,251,656.20	142,436,539.76	65.18	1,331	1,131	1.299	1.317
Local Agency Investment Funds	38,462,281.51	38,462,281.51	38,462,281.51	17.60	1	1	0.606	0.614
Corporate Bonds	37,500,000.00	37,753,995.00	37,616,986.13	17.21	1,202	540	1.353	1.371
	<u>218,367,281.51</u>	<u>218,467,932.71</u>	<u>218,515,807.40</u>	<u>100.00%</u>	<u>1,074</u>	<u>831</u>	<u>1.186</u>	<u>1.203</u>
Investments								
<hr/>								
Cash and Accrued Interest								
Accrued Interest at Purchase		225.00	225.00					
Subtotal		<u>225.00</u>	<u>225.00</u>					
Total Cash and Investments	<u>218,367,281.51</u>	<u>218,468,157.71</u>	<u>218,516,032.40</u>		<u>1,074</u>	<u>831</u>	<u>1.186</u>	<u>1.203</u>

Total Earnings	August 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year		203,488.11	2,104,332.34	
Current Budget		110,000.00	1,210,000.00	1,320,000.00
Last Year Actual		184,821.53	1,808,864.86	1,948,033.86
Average Daily Balance		220,520,888.69	205,474,038.44	
Effective Rate of Return		1.09%	1.11%	

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

ac 10-14-16

Reporting period 08/01/2016-08/31/2016

Run Date: 10/03/2016 - 14:58

Portfolio CITY
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PM (PRF_PM1) 7.3.0
Report Ver. 7.3.3b

City of HB
Portfolio Management
Portfolio Details - Investments
August 31, 2016

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
Federal Agency Issues - Coupon												
3133EGEV3	4140	Federal Farm Credit Bank		06/15/2016	5,000,000.00	4,992,850.00	5,000,000.00	1.620		1.620	1,747	06/14/2021
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,011,850.00	4,999,526.77	1.000	AA	1.010	348	08/15/2017
313378A43	4048	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,036,450.00	5,020,518.84	1.375	AA	1.100	554	03/09/2018
3130A7WK7	4136	Federal Home Loan Bank		05/24/2016	5,000,000.00	5,007,050.00	5,000,000.00	1.250		1.250	995	05/24/2019
3130A8DC4	4138	Federal Home Loan Bank		06/30/2016	2,250,000.00	2,233,665.00	2,250,000.00	1.600		1.600	1,581	12/30/2020
3130A8T94	4153	Federal Home Loan Bank		08/10/2016	5,000,000.00	4,991,450.00	5,000,000.00	1.050		1.518	1,439	08/10/2020
3137EADS5	4078	Federal Home Loan Mort Corp		09/17/2015	5,000,000.00	5,003,100.00	5,002,083.33	0.875		0.525	43	10/14/2016
3134G7U25	4117	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,998,750.00	5,000,000.00	0.800		0.800	421	10/27/2017
3134G7X71	4118	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,994,840.00	2,000,000.00	1.000		1.527	970	04/29/2019
3134G7P96	4119	Federal Home Loan Mort Corp		10/29/2015	3,000,000.00	3,000,660.00	3,000,000.00	1.000		1.527	970	04/29/2019
3134G73Q2	4120	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,992,100.00	5,000,000.00	1.000	AAA	0.991	694	07/27/2018
3134G9RN9	4139	Federal Home Loan Mort Corp		06/23/2016	5,000,000.00	5,000,550.00	5,000,000.00	1.250		1.919	1,391	06/23/2020
3134G9UY1	4142	Federal Home Loan Mort Corp		06/29/2016	5,000,000.00	4,989,650.00	5,000,000.00	1.000		1.000	666	06/29/2018
3134G9ZF7	4145	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	5,000,100.00	5,000,000.00	1.700		1.700	1,763	06/30/2021
3134G9F93	4148	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,981,550.00	5,000,000.00	1.000	AAA	0.998	1,030	06/28/2019
3134G9E78	4149	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,962,600.00	5,000,000.00	1.280	AAA	1.280	1,490	09/30/2020
3134G9C54	4150	Federal Home Loan Mort Corp		06/30/2016	4,655,000.00	4,622,601.20	4,655,000.00	1.500		1.500	1,763	06/30/2021
3134G9G35	4151	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,991,300.00	5,000,000.00	1.000	AAA	1.592	1,763	06/30/2021
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	4,997,300.00	5,000,000.00	0.900	AA	0.900	432	11/07/2017
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	5,001,600.00	5,000,000.00	1.040		1.040	785	10/26/2018
3135G0ZL0	4132	Fed. Nat'l Mort. Assoc.		03/09/2016	5,000,000.00	5,015,700.00	5,010,618.46	1.000	AA	0.800	391	09/27/2017
3136G3FY6	4134	Fed. Nat'l Mort. Assoc.		03/30/2016	5,000,000.00	5,001,100.00	5,000,000.00	1.250		2.042	1,671	03/30/2021
3136G3KM6	4135	Fed. Nat'l Mort. Assoc.		05/17/2016	5,000,000.00	5,001,450.00	5,000,000.00	1.100	AAA	1.912	1,719	05/17/2021
3135G0K85	4137	Fed. Nat'l Mort. Assoc.		06/13/2016	5,000,000.00	5,005,300.00	5,000,000.00	1.400		1.400	1,015	06/13/2019
3136G3SJ5	4141	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,969,850.00	4,998,792.36	1.500		1.505	1,763	06/30/2021
3136G3SN6	4143	Fed. Nat'l Mort. Assoc.		06/23/2016	3,000,000.00	2,981,490.00	3,000,000.00	1.500		1.500	1,574	12/23/2020
3135G0K93	4144	Fed. Nat'l Mort. Assoc.		06/28/2016	5,000,000.00	4,999,100.00	5,000,000.00	1.250		1.250	1,030	06/28/2019
3136G3UT0	4146	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	5,000,350.00	5,000,000.00	1.500		1.500	1,581	12/30/2020
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.		07/19/2016	5,000,000.00	4,993,700.00	5,000,000.00	1.125		1.819	1,782	07/19/2021
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.		07/25/2016	7,500,000.00	7,473,600.00	7,500,000.00	1.000		1.000	966	04/25/2019
Subtotal and Average			143,405,843.91		142,405,000.00	142,251,656.20	142,436,539.76			1.317	1,131	
Local Agency Investment Funds												
SYS982	982	Laif City			38,462,281.51	38,462,281.51	38,462,281.51	0.614		0.614	1	
Subtotal and Average			39,494,539.57		38,462,281.51	38,462,281.51	38,462,281.51			0.614	1	

Portfolio CITY
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City of HB
Portfolio Management
Portfolio Details - Investments
August 31, 2016

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
Corporate Bonds												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,999,490.00	2,992,674.25	1.000	AA	1.151	609	05/03/2018
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	3,008,220.00	2,988,837.21	1.300	A	1.555	546	03/01/2018
166764AA8	4044	Chevron Corp		02/09/2015	3,000,000.00	3,004,350.00	3,003,753.54	1.104	AA	1.003	460	12/05/2017
268648AP7	4077	EMC Corp		07/14/2015	2,500,000.00	2,493,700.00	2,510,419.00	1.875	AA	1.630	638	06/01/2018
36962G5V0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,042,150.00	5,032,265.78	2.300	AAA	1.291	238	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,515,325.00	2,507,711.93	1.600	AA	1.340	445	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,019,820.00	2,005,654.01	1.625	AA	1.442	578	04/02/2018
24422ESR1	4126	John Deere Capital		12/08/2015	1,000,000.00	1,006,540.00	1,002,533.81	1.550		1.350	470	12/15/2017
24422ESR1	4127	John Deere Capital		12/08/2015	2,000,000.00	2,013,080.00	2,005,386.74	1.550		1.337	470	12/15/2017
191216BA7	4049	Coca Cola Co		02/24/2015	2,500,000.00	2,504,650.00	2,495,828.33	1.150	AA	1.258	577	04/01/2018
58933YAC9	4045	Merck & Co Inc		02/09/2015	2,000,000.00	2,003,900.00	2,001,102.60	1.100	AA	1.089	517	01/31/2018
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,082,440.00	3,044,272.30	2.375	AA	1.731	866	01/15/2019
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	3,011,700.00	2,995,374.32	1.375	AA	1.491	496	01/10/2018
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	3,048,630.00	3,031,172.31	2.000	AA	1.500	783	10/24/2018
Subtotal and Average			37,620,505.21		37,500,000.00	37,753,995.00	37,616,986.13			1.371	540	
Total and Average			220,520,888.69		218,367,281.51	218,467,932.71	218,515,807.40			1.203	831	

**City of HB
Portfolio Management
Portfolio Details - Cash
August 31, 2016**

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		225.00	225.00				0
				Subtotal		225.00	225.00				
		Total Cash and Investments	220,520,888.69		218,367,281.51	218,468,157.71	218,516,032.40			1.203	831

City of HB
Portfolio Management
Activity By Type
August 1, 2016 through August 31, 2016

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3130A8T94	4153	Federal Home Loan Bank	1.050	08/10/2016	5,000,000.00	0.00	
3136G2WZ6	4133	Fed. Nat'l Mort. Assoc.	1.820	08/16/2016	0.00	5,000,000.00	
		Subtotal			5,000,000.00	5,000,000.00	142,436,539.76
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	0.614		0.00	8,000,000.00	
		Subtotal			0.00	8,000,000.00	38,462,281.51
Corporate Bonds							
		Subtotal					37,616,986.13
		Total			5,000,000.00	13,000,000.00	218,515,807.40

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

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					
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
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March	2016	47	201,877,568.13	1.232	1.249	0.506	4	0	1,140	869
April	2016	45	204,141,812.62	1.280	1.298	0.525	0	2	1,181	893
May	2016	44	208,914,656.20	1.168	1.184	0.552	2	3	976	736
June	2016	46	228,822,479.77	1.156	1.172	0.576	14	12	1,006	806
July	2016	45	230,059,053.62	1.167	1.183	0.588	2	3	1,044	830
August	2016	45	220,520,888.69	1.186	1.203	0.614	1	1	1,074	831
Average		44	204,679,470.39	1.205%	1.222%	0.466	3	3	1,129	872

**City of HB
Portfolio Management
Interest Earnings Summary
August 31, 2016**

Page 1

	August 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	75,180.56	1,907,514.44
Plus Accrued Interest at End of Period	547,641.37	636,016.37
Less Accrued Interest at Beginning of Period	(429,066.10)	(473,232.05)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	193,755.83	2,070,298.76
Adjusted by Premiums and Discounts	-10,863.31	-135,157.35
Adjusted by Capital Gains or Losses	0.00	22,130.97
Earnings during Periods	182,892.52	1,957,272.38
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	0.00	124,788.26
Plus Accrued Interest at End of Period	49,352.50	49,352.50
Less Accrued Interest at Beginning of Period	(28,756.91)	(27,080.80)
Interest Earned during Period	20,595.59	147,059.96
Total Interest Earned during Period	214,351.42	2,217,358.72
Total Adjustments from Premiums and Discounts	-10,863.31	-135,157.35
Total Capital Gains or Losses	0.00	22,130.97
Total Earnings during Period	203,488.11	2,104,332.34



Fair Value Including Accrued Interest	\$	69,839,871,845.51
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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 2016

<u>Cash Receipts and Disbursements</u>	<u>July 2016</u>	<u>August 2016</u>
Receipts		
General Fund		
Property Tax	\$4,988,158	\$93,857
Local Sales Tax	2,527,800	3,370,300
Public Safety Sales Tax	176,649	213,896
Transient Occupancy Tax Receipts (TOT)	982,201	1,419,487
Utility Users Tax (UUT)	1,524,441	1,630,501
Other Revenue	5,939,062	6,081,099
Total General Fund Revenue	16,138,311	12,809,140
Capital Projects Funds	18,562	393,295
Debt Service Funds	-	-
Enterprise Funds	4,678,540	5,405,483
General Fund Other	56,732	20,720
Internal Service Funds	705,878	508,721
Special Revenue Funds	1,498,793	962,017
Grant Funds	600,954	685,301
Trust and Agency Funds	1,767,980	1,782,408
Total Receipts	\$25,465,749	\$22,567,086
Disbursements		
General Fund		
Personal Services	(18,001,215)	(12,191,032)
Operating Expenses	(4,834,450)	(4,081,323)
Capital Expenditures	(536,890)	(1,646,823)
Non-Operating Expenses	(34,208)	(76,937)
Total General Fund Disbursements	(23,406,763)	(17,996,115)

Capital Projects Funds	(972,747)	(473,618)
Debt Service Funds	(20,190)	(7,877,645)
Enterprise Funds	(6,186,729)	(5,983,059)
General Fund Other	(333,953)	(281,226)
Internal Service Funds	(866,647)	(734,756)
Special Revenue Funds	(1,214,435)	(1,233,984)
Grant Funds	(913,769)	(587,704)
Trust and Agency Funds	(3,536,934)	(1,150,354)
Total Disbursements	(37,452,166)	(36,318,462)

Net Change in Cash Flow	(\$11,986,417)	(\$13,751,375)
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Summary of Cash by Fund	July 2016	August 2016
General Fund	\$79,348,705	\$73,041,338
General Fund Other	1,730,261	1,469,755
Capital Projects Funds	20,863,920	20,783,597
Debt Service Funds	4,646,455	11,812
Enterprise Funds	74,960,387	77,680,992
Trust and Agency Funds	15,966,722	14,337,521
Internal Service Funds	10,933,251	10,707,216
Special Revenue Funds	30,102,207	29,938,956
General Ledger Cash Balances	\$238,551,909	\$227,971,188

* 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, 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	132,405,000.00	132,362,699.50	132,433,199.80	68.79	1,293	1,057	1.258	1.275
Local Agency Investment Funds	22,462,281.51	22,462,281.51	22,462,281.51	11.67	1	1	0.625	0.634
Corporate Bonds	37,500,000.00	37,678,310.00	37,624,851.91	19.54	1,145	550	1.364	1.383
	<u>192,367,281.51</u>	<u>192,503,291.01</u>	<u>192,520,333.22</u>	<u>100.00%</u>	<u>1,114</u>	<u>835</u>	<u>1.205</u>	<u>1.222</u>
Investments								
Cash and Accrued Interest								
Accrued Interest at Purchase		1,041.67	1,041.67					
Subtotal		<u>1,041.67</u>	<u>1,041.67</u>					
Total Cash and Investments	<u>192,367,281.51</u>	<u>192,504,332.68</u>	<u>192,521,374.89</u>		<u>1,114</u>	<u>835</u>	<u>1.205</u>	<u>1.222</u>

Total Earnings	September 30	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year		196,054.02	2,300,386.36	2,300,386.36
Current Budget		110,000.00	1,320,000.00	1,320,000.00
Last Year Actual		172,677.09	1,981,541.95	1,981,541.95
Average Daily Balance		208,478,917.26	205,720,339.99	
Effective Rate of Return		1.14%	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.

QC 10.14.16

Alisa Cutchen, CITY TREASURER

Reporting period 09/01/2016-09/30/2016

Run Date: 10/11/2016 - 09:31

Portfolio CITY
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City of HB
Portfolio Management
Portfolio Details - Investments
September 30, 2016

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
Federal Agency Issues - Coupon												
3133EGEV3	4140	Federal Farm Credit Bank		06/15/2016	5,000,000.00	5,005,850.00	5,000,000.00	1.620		1.620	1,717	06/14/2021
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	5,014,050.00	4,999,568.04	1.000	AA	1.010	318	08/15/2017
313378A43	4048	Federal Home Loan Bank		02/20/2015	5,000,000.00	5,040,750.00	5,019,395.54	1.375	AA	1.100	524	03/09/2018
3130A7WK7	4136	Federal Home Loan Bank		05/24/2016	5,000,000.00	5,008,000.00	5,000,000.00	1.250		1.250	965	05/24/2019
3130A8DC4	4138	Federal Home Loan Bank		06/30/2016	2,250,000.00	2,239,425.00	2,250,000.00	1.600		1.600	1,551	12/30/2020
3130A8T94	4153	Federal Home Loan Bank		08/10/2016	5,000,000.00	4,997,450.00	5,000,000.00	1.050		1.518	1,409	08/10/2020
3137EADS5	4078	Federal Home Loan Mort Corp		09/17/2015	5,000,000.00	5,000,850.00	5,000,629.84	0.875		0.525	13	10/14/2016
3134G7U25	4117	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,998,250.00	5,000,000.00	0.800		0.800	391	10/27/2017
3134G7X71	4118	Federal Home Loan Mort Corp		10/29/2015	2,000,000.00	1,996,560.00	2,000,000.00	1.000		1.527	940	04/29/2019
3134G7P96	4119	Federal Home Loan Mort Corp		10/29/2015	3,000,000.00	3,000,420.00	3,000,000.00	1.000		1.527	940	04/29/2019
3134G73Q2	4120	Federal Home Loan Mort Corp		10/27/2015	5,000,000.00	4,996,700.00	5,000,000.00	1.000	AAA	0.991	664	07/27/2018
3134G9RN9	4139	Federal Home Loan Mort Corp		06/23/2016	5,000,000.00	5,001,050.00	5,000,000.00	1.250		1.919	1,361	06/23/2020
3134G9UY1	4142	Federal Home Loan Mort Corp		06/29/2016	5,000,000.00	4,995,050.00	5,000,000.00	1.000		1.000	636	06/29/2018
3134G9F93	4148	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,989,500.00	5,000,000.00	1.000	AAA	0.998	1,000	06/28/2019
3134G9E78	4149	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,974,850.00	5,000,000.00	1.280	AAA	1.280	1,460	09/30/2020
3134G9C54	4150	Federal Home Loan Mort Corp		06/30/2016	4,655,000.00	4,635,914.50	4,655,000.00	1.500		1.500	1,733	06/30/2021
3134G9G35	4151	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,994,450.00	5,000,000.00	1.000	AAA	1.592	1,733	06/30/2021
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	4,999,850.00	5,000,000.00	0.900	AA	0.900	402	11/07/2017
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	5,000,850.00	5,000,000.00	1.040		1.040	755	10/26/2018
3135G0ZL0	4132	Fed. Nat'l Mort. Assoc.		03/09/2016	5,000,000.00	5,016,050.00	5,009,793.19	1.000	AA	0.800	361	09/27/2017
3136G3KM6	4135	Fed. Nat'l Mort. Assoc.		05/17/2016	5,000,000.00	5,001,150.00	5,000,000.00	1.100	AAA	1.912	1,689	05/17/2021
3135G0K85	4137	Fed. Nat'l Mort. Assoc.		06/13/2016	5,000,000.00	5,004,200.00	5,000,000.00	1.400		1.400	985	06/13/2019
3136G3SJ5	4141	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,981,450.00	4,998,813.19	1.500		1.505	1,733	06/30/2021
3136G3SN6	4143	Fed. Nat'l Mort. Assoc.		06/23/2016	3,000,000.00	2,987,880.00	3,000,000.00	1.500		1.500	1,544	12/23/2020
3135G0K93	4144	Fed. Nat'l Mort. Assoc.		06/28/2016	5,000,000.00	5,000,100.00	5,000,000.00	1.250		1.250	1,000	06/28/2019
3136G3UT0	4146	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	5,000,850.00	5,000,000.00	1.500		1.500	1,551	12/30/2020
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.		07/19/2016	5,000,000.00	4,996,350.00	5,000,000.00	1.125		1.819	1,752	07/19/2021
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.		07/25/2016	7,500,000.00	7,484,850.00	7,500,000.00	1.000		1.000	936	04/25/2019
Subtotal and Average			142,101,480.79		132,405,000.00	132,362,699.50	132,433,199.80			1.275	1,057	
Local Agency Investment Funds												
SYS982	982	Laif City			22,462,281.51	22,462,281.51	22,462,281.51	0.634		0.634	1	
Subtotal and Average			28,762,281.51		22,462,281.51	22,462,281.51	22,462,281.51			0.634	1	

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

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
Corporate Bonds												
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	2,999,610.00	2,989,457.36	1.300	A	1.555	516	03/01/2018
17275RBG6	4154	Cisco Systems Inc		09/27/2016	3,000,000.00	3,002,610.00	3,008,428.46	1.400		1.303	1,084	09/20/2019
166764AA8	4044	Chevron Corp		02/09/2015	3,000,000.00	2,997,810.00	3,003,505.51	1.104	AA	1.003	430	12/05/2017
268648AP7	4077	EMC Corp		07/14/2015	2,500,000.00	2,460,425.00	2,509,922.85	1.875	AA	1.630	608	06/01/2018
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,034,450.00	5,028,164.20	2.300	AAA	1.291	208	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,516,625.00	2,507,184.92	1.600	AA	1.340	415	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,020,420.00	2,005,356.95	1.625	AA	1.442	548	04/02/2018
24422ESR1	4126	John Deere Capital		12/08/2015	1,000,000.00	1,005,340.00	1,002,369.99	1.550		1.350	440	12/15/2017
24422ESR1	4127	John Deere Capital		12/08/2015	2,000,000.00	2,010,680.00	2,005,038.46	1.550		1.337	440	12/15/2017
191216BA7	4049	Coca Cola Co		02/24/2015	2,500,000.00	2,502,650.00	2,496,047.90	1.150	AA	1.258	547	04/01/2018
58933YAC9	4045	Merck & Co Inc		02/09/2015	2,000,000.00	2,002,080.00	2,001,037.61	1.100	AA	1.089	487	01/31/2018
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,076,020.00	3,042,717.07	2.375	AA	1.731	836	01/15/2019
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	3,005,700.00	2,995,658.11	1.375	AA	1.491	466	01/10/2018
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	3,043,890.00	3,029,962.52	2.000	AA	1.500	753	10/24/2018
Subtotal and Average			37,615,154.96		37,500,000.00	37,678,310.00	37,624,851.91			1.383	550	
Total and Average			208,478,917.26		192,367,281.51	192,503,291.01	192,520,333.22			1.222	835	

**City of HB
Portfolio Management
Portfolio Details - Cash
September 30, 2016**

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		1,041.67	1,041.67				0
				Subtotal		1,041.67	1,041.67				
Total Cash and Investments			208,478,917.26		192,367,281.51	192,504,332.68	192,521,374.89			1.222	835

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

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3134G9ZF7	4145	Federal Home Loan Mort Corp	1.700	09/30/2016	0.00	5,000,000.00	
3136G3FY6	4134	Fed. Nat'l Mort. Assoc.	1.250	09/30/2016	0.00	5,000,000.00	
		Subtotal			0.00	10,000,000.00	132,433,199.80
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	0.634		0.00	16,000,000.00	
		Subtotal			0.00	16,000,000.00	22,462,281.51
Corporate Bonds							
037833AJ9	3976	Apple Inc.	1.000	09/27/2016	0.00	2,992,990.65	
17275RBG6	4154	Cisco Systems Inc	1.400	09/27/2016	3,008,460.00	0.00	
		Subtotal			3,008,460.00	2,992,990.65	37,624,851.91
		Total			3,008,460.00	28,992,990.65	192,520,333.22

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

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					
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	1.232	1.249	0.506	4	0	1,140	869
April	2016	45	204,141,812.62	1.280	1.298	0.525	0	2	1,181	893
May	2016	44	208,914,656.20	1.168	1.184	0.552	2	3	976	736
June	2016	46	228,822,479.77	1.156	1.172	0.576	14	12	1,006	806
July	2016	45	230,059,053.62	1.167	1.183	0.588	2	3	1,044	830
August	2016	45	220,520,888.69	1.186	1.203	0.614	1	1	1,074	831
September	2016	43	208,478,917.26	1.205	1.222	0.634	1	3	1,114	835
Average		44	204,753,221.15	1.204%	1.221%	0.489	3	3	1,112	864

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

Page 1

	September 30 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	159,375.00	2,066,889.44
Plus Accrued Interest at End of Period	579,266.66	667,641.66
Less Accrued Interest at Beginning of Period	(547,641.37)	(473,232.05)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	191,000.29	2,261,299.05
Adjusted by Premiums and Discounts	-10,943.53	-146,100.88
Adjusted by Capital Gains or Losses	1,009.35	23,140.32
Earnings during Periods	181,066.11	2,138,338.49
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	0.00	124,788.26
Plus Accrued Interest at End of Period	64,340.41	64,340.41
Less Accrued Interest at Beginning of Period	(49,352.50)	(27,080.80)
Interest Earned during Period	14,987.91	162,047.87
Total Interest Earned during Period	205,988.20	2,423,346.92
Total Adjustments from Premiums and Discounts	-10,943.53	-146,100.88
Total Capital Gains or Losses	1,009.35	23,140.32
Total Earnings during Period	196,054.02	2,300,386.36



State of California
Pooled Money Investment Account
Market Valuation
9/30/2016

		Carrying Cost Plus				
Description		Accrued Interest Purch.	Amortized Cost	Fair Value	Accrued Interest	
1*	United States Treasury:					
	Bills	\$ 11,401,506,250.08	\$ 11,424,324,705.67	\$ 11,428,957,500.00	NA	
	Notes	\$ 20,045,572,538.49	\$ 20,043,793,876.45	\$ 20,060,297,000.00	\$ 28,241,781.50	
1*	Federal Agency:					
	SBA	\$ 720,861,955.68	\$ 720,861,955.68	\$ 713,031,386.07	\$ 457,100.69	
	MBS-REMICs	\$ 54,197,494.37	\$ 54,197,494.37	\$ 57,380,084.72	\$ 255,981.62	
	Debentures	\$ 874,936,111.43	\$ 874,932,465.60	\$ 875,566,000.00	\$ 1,420,035.50	
	Debentures FR	\$ -	\$ -	\$ -	\$ -	
	Discount Notes	\$ 7,676,506,236.05	\$ 7,687,765,499.99	\$ 7,691,065,000.00	NA	
	GNMA	\$ -	\$ -	\$ -	\$ -	
1*	Supranational Debentures	\$ 349,980,433.20	\$ 349,980,433.20	\$ 350,734,500.00	\$ 653,124.50	
2*	CDs and YCDs FR	\$ 400,000,000.00	\$ 400,000,000.00	\$ 400,000,000.00	\$ 656,791.92	
2*	Bank Notes	\$ 800,000,000.00	\$ 800,000,000.00	\$ 800,059,819.97	\$ 2,270,333.35	
2*	CDs and YCDs	\$ 12,600,028,335.66	\$ 12,600,009,446.78	\$ 12,600,111,931.68	\$ 22,649,236.08	
2*	Commercial Paper	\$ 7,333,219,055.55	\$ 7,341,231,833.25	\$ 7,340,803,513.90	NA	
1*	Corporate:					
	Bonds FR	\$ -	\$ -	\$ -	\$ -	
	Bonds	\$ -	\$ -	\$ -	\$ -	
1*	Repurchase Agreements	\$ -	\$ -	\$ -	\$ -	
1*	Reverse Repurchase	\$ -	\$ -	\$ -	\$ -	
	Time Deposits	\$ 5,222,440,000.00	\$ 5,222,440,000.00	\$ 5,222,440,000.00	NA	
	AB 55 & GF Loans	\$ 803,510,000.00	\$ 803,510,000.00	\$ 803,510,000.00	NA	
	TOTAL	\$ 68,282,758,410.51	\$ 68,323,047,710.99	\$ 68,343,956,736.34	\$ 56,604,385.16	

Fair Value Including Accrued Interest

\$ 68,400,561,121.50

* Governmental Accounting Standards Board (GASB) Statement #72

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 (1.000306032).
 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 \$20,006,120.64 or \$20,000,000.00 x 1.000306032.



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

Finance Department
September 2016

<u>Cash Receipts and Disbursements</u>	<u>August 2016</u>	<u>September 2016</u>
Receipts		
General Fund		
Property Tax	\$93,857	1,535,033.67
Local Sales Tax	3,370,300	4,095,020.39
Public Safety Sales Tax	213,896	175,062.18
Transient Occupancy Tax Receipts (TOT)	1,419,487	1,178,901.33
Utility Users Tax (UUT)	1,630,501	1,769,953.52
Other Revenue	6,081,099	5,713,884
Total General Fund Revenue	12,809,140	14,467,855
Capital Projects Funds	393,295	151,612
Debt Service Funds	-	-
Enterprise Funds	5,405,483	5,135,909
General Fund Other	20,720	6,278,819
Internal Service Funds	508,721	750,159
Special Revenue Funds	962,017	3,369,105
Grant Funds	685,301	1,244,645
Trust and Agency Funds	1,782,408	2,251,717
Total Receipts	\$22,567,086	\$33,649,822
Disbursements		
General Fund		
Personal Services	(12,191,032)	(11,629,289)
Operating Expenses	(4,081,323)	(4,146,217)
Capital Expenditures	(1,646,823)	91,163
Non-Operating Expenses	(76,937)	(4,208)
Total General Fund Disbursements	(17,996,115)	(15,688,552)

Capital Projects Funds	(473,618)	(1,338,993)
Debt Service Funds	(7,877,645)	(1,050)
Enterprise Funds	(5,983,059)	(5,358,087)
General Fund Other	(281,226)	(2,559,804)
Internal Service Funds	(734,756)	(548,370)
Special Revenue Funds	(1,233,984)	(6,159,635)
Grant Funds	(587,704)	(1,982,359)
Trust and Agency Funds	(1,150,354)	(8,421,562)
Total Disbursements	(36,318,462)	(42,058,412)

Net Change in Cash Flow	(13,751,375)	(8,408,590)
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Summary of Cash by Fund	July 2016	September 2016
General Fund	\$73,041,338	60,936,228.95
General Fund Other	1,469,755	5,188,770
Capital Projects Funds	20,783,597	19,596,217
Debt Service Funds	11,812	12,500
Enterprise Funds	77,680,992	78,892,752
Trust and Agency Funds	14,337,521	10,203,046
Internal Service Funds	10,707,216	10,909,006
Special Revenue Funds	29,938,956	26,400,209
General Ledger Cash Balances	\$227,971,188	\$212,138,729

* 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.