

City of Huntington Beach



Quarterly Treasurer's Report Quarter Ending: June 30, 2017

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

Economic and Market Overview:**Market Summary
April - June, 2017**

| <u>Market Summary</u> | <u>Federal Funds Rate</u> | <u>10-Year Treasury</u> | <u>S&P 500</u> | <u>DOW</u> |
|----------------------------|---------------------------|-------------------------|--------------------|--------------|
| 4/30/2017 | 0.75 - 1.00 % | 2.29% | 2,384.20 | 20,940.51 |
| 5/31/2017 | 0.75 - 1.00 % | 2.21% | 2,411.80 | 21,008.65 |
| 6/30/2017 | 1.00 - 1.25 % | 2.31% | 2,423.41 | 21,349.63 |
| May - June % Change | 25.00% | 4.52% | 0.48% | 1.62% |

The Federal Open Market Committee (FOMC) met in June to discuss the current state of the economy and to examine potential future interest rate hikes before year end. They concluded that the labor market has continued to strengthen and economic activity has been moderately rising for the first half of the year. Inflation is expected to remain below 2 percent in the near term but is anticipated to stabilize around the Committee’s 2 percent objective over the medium term. The Committee will continue to monitor actual and expected inflation developments as the year progresses to determine the timing and size of future adjustments to the federal funds rate.

In view of the realized and expected labor market conditions and inflation, the Committee decided to raise the target range for the federal funds rate to 1.00-1.25 percent. The Committee continues to expect that, “With gradual adjustments in the stance of monetary policy, economic activity will expand at a moderate pace, and labor market conditions will strengthen somewhat further.”

Fixed Income/Equity Markets: The yield on the 10-year U.S. Treasury finished the quarter at 2.31%, down slightly from 2.40% from the previous quarter for a 3.75% decrease quarter over quarter. The S&P 500 and the DJIA increased at 2.57% and 3.00% respectively for the same time period. In the second quarter of 2017, equity markets continued to post strong gains to close out the quarter while the bond markets slightly lagged behind. This increase in the equity markets may be partially attributed to the continued growth of economic activity as compared to the slower pace seen in second half of last year.

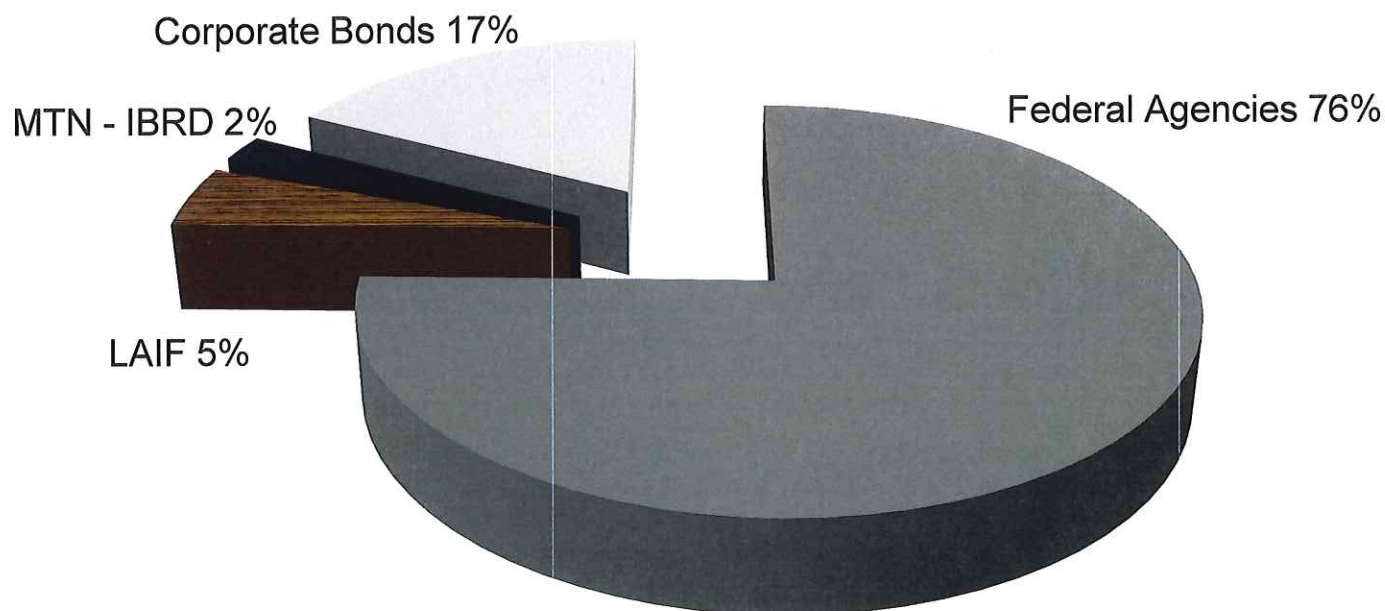
Employment: The U.S. gained 222,000 jobs in June with the largest increases in education and health services, hospitality, business services and government. According to the labor department, the unemployment rate decreased from 4.5% to 4.4% quarter over quarter as the economy continued to expand and create new jobs. Over the past 3 months, job gains have averaged 194,000 per month.

Portfolio Composition:

**Portfolio Summary
As of June 30, 2017
\$ in millions**

| <u>Investment Type</u> | <u>Market Value</u> | <u>Book Value</u> | <u>% of Portfolio</u> | <u>Policy Limit</u> | <u>In Compliance</u> |
|-------------------------------------|----------------------------|--------------------------|------------------------------|----------------------------|-----------------------------|
| Federal Agency Issues | \$ 172.2 | \$ 173.5 | 76% | None | yes |
| Local Agency Investment Fund (LAIF) | \$ 11.6 | \$ 11.6 | 5% | \$65 million | yes |
| Medium Term Notes - IBRD | \$ 5.0 | \$ 5.0 | 2% | 10% | yes |
| Corporate Bonds | \$ 39.6 | \$ 39.8 | 17% | 30% | yes |
| Total Portfolio | \$ 228.4 | \$ 229.9 | 100% | | |

**Investments by Type
As of June 30, 2017**



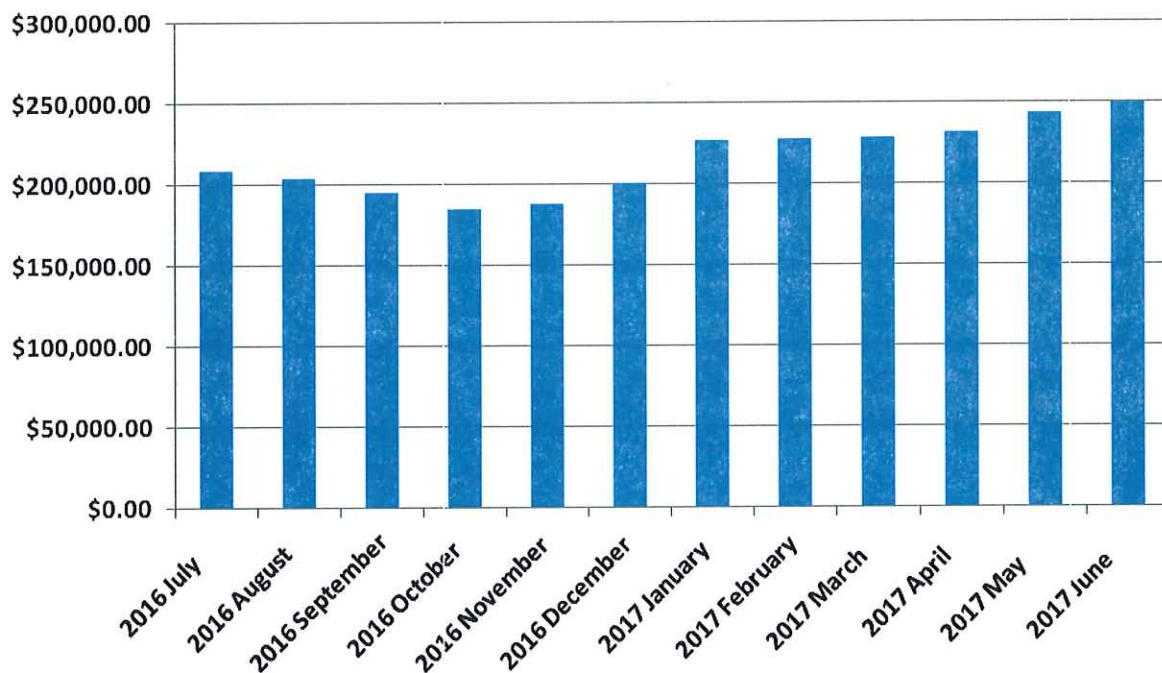
Currently, funds within this portfolio are invested in federal agency securities, corporate bonds, the International Bank for Reconstruction and Development (“IBRD”) and the State of California’s pooled account (Local Agency Investment Fund “LAIF”). All federal agency bonds purchased by the City are

rated “AAA” by Moody’s, as are the IBRD bonds. 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. 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:

Monthly Earnings
July, 2016 – June, 2017
\$ in 000’s



As is typically the case on an annual basis, monthly earnings decrease from July to December as funds are utilized. Earnings increase from December through June with the receipt of property taxes. As well, over the past year, interest rates have risen as the Federal Reserve has raised rates from 0.25-0.50% to 1.00-1.25%, offering the portfolio the opportunity to earn increased interest income.

**Portfolio Earnings
As of June 30, 2017**

| <u>Portfolio Earnings</u> | <u>Month End 6/30/17</u> | <u>FY 2016/2017</u> |
|---------------------------|--------------------------|---------------------|
| Current Year | \$249,911 | \$1,989,045 |
| Current Budget | \$140,000 | \$1,260,000 |
| Last Year Actual | \$206,086 | \$1,692,690 |
| Effective Rate of Return | 1.32% | 1.26% |
| Benchmark* | 1.04% | |

*12 month moving average of 2-year treasury

The portfolio year-to-date earnings of \$1,989,045 are currently 17.5% ahead of last year’s earnings. The effective rate of return on a monthly basis was 1.32% with a fiscal year to day rate of 1.26%. Interest rates have been climbing as the Federal Reserve has increased the Fed Funds rate twice thus far during 2017. This has allowed for the portfolio return to increase as older securities mature and they are replaced with higher yielding investments.

Portfolio Activity:

**Monthly Activity
June, 2017**

| <u>Investment Type</u> | <u>Purchases/ Deposits</u> | <u>Sales/ Maturities/ Withdrawals</u> |
|-------------------------------------|--------------------------------|---|
| Federal Agency Issues | \$21,000,000 | \$5,000,000 |
| Local Agency Investment Fund (LAIF) | \$0 | \$15,000,000 |
| Medium Term Notes - IBRD | \$0 | \$0 |
| Corporate Bonds | \$5,000,000 | \$5,000,000 |
| TOTAL | \$26,000,000 | \$25,000,000 |

**Quarterly Activity
April – June 2017**

| <u>Investment Type</u> | <u>Purchases/ Deposits</u> | <u>Sales/ Maturities/ Withdrawals</u> |
|-------------------------------------|---------------------------------------|--|
| Federal Agency Issues | \$36,000,000 | \$5,000,000 |
| Local Agency Investment Fund (LAIF) | \$20,036,161 | \$30,000,000 |
| Medium Term Notes - IBRD | \$0 | \$0 |
| Corporate Bonds | \$5,000,000 | \$5,000,000 |
| TOTAL | \$61,036,161 | \$40,000,000 |

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, 2016. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months’ obligations.

Additional Information:

Retirement Plans – Market Value

Due to delay in statement receipt, information is from previous quarter where reporting is quarterly.

Deferred Compensation Plans - Summary Information
Reporting is Quarterly

| | Beginning Balance (1-1-17) | Ending Balance (3-31-17) | Ending Balance Nationwide incl. Self Directed Option (3-31-17) |
|--|----------------------------------|--------------------------------|---|
| ICMA Retirement Corporation (457 Plan) | \$45,114,806 | \$46,629,351 | \$46,629,351 |
| Nationwide Retirement Solutions (457 Plan) | \$78,290,923 | \$80,858,677 | \$81,980,592 |
| Total Deferred Compensation Plan Balances | \$123,405,729 | \$127,488,028 | \$128,609,943 |

Retiree Medical Trust - Summary Information
Reporting is Quarterly

| | Beginning Balance (1-1-17) | Ending Balance (3-31-17) |
|---------------------------------------|----------------------------------|--------------------------------|
| CalPERS Retiree Medical Trust Account | \$22,285,686 | \$22,870,058 |

Supplemental Pension Trust - Summary Information
Reporting is Monthly

| | Beginning Balance (6-1-17) | Ending Balance (6-30-17) |
|--|----------------------------------|--------------------------------|
| US Bank Supplemental Pension Trust Account | \$51,393,534 | \$51,699,818 |

PARS 115 Trust - Summary Information
Reporting is Monthly

| | Beginning Balance (5-1-17) | Ending Balance (5-31-17) |
|---|----------------------------------|--------------------------------|
| PARS Post Employment Benefits Trust Account | \$2,664,199 | \$2,688,055 |

Bond Reserve Accounts – Market Value
Balances as of June 30, 2017

| Summary of Huntington Beach Bond Issue -- Reserve Accounts As of June 30, 2017 Bond Issue: | Reserve Account Value as of June 30, 2017 | Investments | | | |
|---|---|---------------------|--------------------------|-----------------------|---------------------|
| | | LAIF | Federal Agency Issues | Money Market Funds | CAMP |
| H.B. Public Financing Authority Lease Refunding Bonds 2010 Series A | 1,244,978.62 | | | 1,244,978.62 | |
| H.B. Public Financing Authority (Capital Improvement Refinancing/Senior Center) Bonds 2011 Series A | 3,731,433.98 | 830,325.21 | 2,901,105.08 | 3.69 | |
| Redevelopment Agency of H.B. - 1999 Tax Allocation Refunding Bonds (1/3 of 1992) | 756,879.19 | 756,879.18 | | 0.01 | |
| Redevelopment Agency of H.B. - 2002 Tax Allocation Refunding Bonds (2/3 of 1992) | 1,687,069.99 | 650,117.99 | 1,001,230.00 | 35,722.00 | |
| H.B. Community Facilities District No. 1990- 1 2001 Special Tax Bonds (Goldenwest- Ellis) | 172,730.42 | 172,330.10 | | 400.32 | |
| H.B. Community Facilities District No. 2000- 1 2013 Special Tax Bonds (Grand Coast- Hyatt) | 1,095,867.07 | | | 0.04 | 1,095,867.03 |
| H.B. Community Facilities District No. 2002- 1 2002 Special Tax Bonds (McDonnell Centre Business Park) | 457,507.40 | 457,507.40 | | | |
| H.B. Community Facilities District No. 2003- 1 2013 Special Tax Bonds (Huntington Center - Bella Terra) | 1,686,905.31 | | | 0.07 | 1,686,905.24 |
| TOTALS: | \$ 10,833,372 | \$ 2,867,160 | \$ 3,902,335 | \$ 1,281,105 | \$ 2,782,772 |



City of HB
Portfolio Management
Portfolio Summary
April 30, 2017

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 | 152,405,000.00 | 151,362,034.15 | 152,507,966.08 | 71.35 | 1,328 | 1,013 | 1.389 | 1.409 |
| Local Agency Investment Funds | 16,606,161.40 | 16,606,161.40 | 16,606,161.40 | 7.77 | 1 | 1 | 0.872 | 0.884 |
| Medium Term Notes - IBRD | 5,000,000.00 | 4,974,400.00 | 4,986,007.32 | 2.33 | 608 | 444 | 1.093 | 1.109 |
| Corporate Bonds | 39,500,000.00 | 39,557,365.00 | 39,632,568.41 | 18.54 | 1,146 | 505 | 1.436 | 1.456 |
| Investments | 213,511,161.40 | 212,499,960.55 | 213,732,703.21 | 100.00% | 1,174 | 827 | 1.351 | 1.370 |
| <hr/> | | | | | | | | |
| Cash and Accrued Interest | | | | | | | | |
| Accrued Interest at Purchase | | 15,583.33 | 15,583.33 | | | | | |
| Subtotal | | 15,583.33 | 15,583.33 | | | | | |
| Total Cash and Investments | 213,511,161.40 | 212,515,543.88 | 213,748,286.54 | | 1,174 | 827 | 1.351 | 1.370 |

| Total Earnings | April 30 Month Ending | Fiscal Year To Date | Fiscal Year Ending |
|---------------------------------|-----------------------|-----------------------|--------------------|
| Current Year | 233,578.63 | 1,493,650.96 | |
| Current Budget | 140,000.00 | 980,000.00 | 1,680,000.00 |
| Last Year Actual | 209,060.70 | 1,280,433.45 | 2,299,957.00 |
| Average Daily Balance | 213,723,352.90 | 206,988,955.30 | |
| Effective Rate of Return | 1.33% | 1.24% | |

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 7, 2016. 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.

AC 7-20-17

Alisa Cutchen, CITY TREASURER

Reporting period 04/01/2017-04/30/2017

Run Date: 07/18/2017 - 12:50

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

City of HB
Portfolio Management
Portfolio Details - Investments
April 30, 2017

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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 | 4,936,650.00 | 5,000,000.00 | 1.620 | AA | 1.620 | 1,505 | 06/14/2021 |
| 3133EG2L8 | 4160 | Federal Farm Credit Bank | | 12/28/2016 | 5,000,000.00 | 5,017,150.00 | 5,008,185.52 | 1.920 | | 1.873 | 1,337 | 12/28/2020 |
| 3130A3TA2 | 4038 | Federal Home Loan Bank | | 12/30/2014 | 5,000,000.00 | 5,000,750.00 | 4,999,856.93 | 1.000 | AA | 1.010 | 106 | 08/15/2017 |
| 313378A43 | 4048 | Federal Home Loan Bank | | 02/20/2015 | 5,000,000.00 | 5,013,800.00 | 5,011,532.48 | 1.375 | AA | 1.100 | 312 | 03/09/2018 |
| 3130A7WK7 | 4136 | Federal Home Loan Bank | | 05/24/2016 | 5,000,000.00 | 4,967,900.00 | 5,000,000.00 | 1.250 | AA | 1.250 | 753 | 05/24/2019 |
| 3130A8DC4 | 4138 | Federal Home Loan Bank | | 06/30/2016 | 2,250,000.00 | 2,231,730.00 | 2,250,000.00 | 1.600 | AA | 1.600 | 1,339 | 12/30/2020 |
| 3130A8T94 | 4153 | Federal Home Loan Bank | | 08/10/2016 | 5,000,000.00 | 4,955,150.00 | 5,000,000.00 | 1.050 | AA | 1.518 | 1,197 | 08/10/2020 |
| 313383VN8 | 4157 | Federal Home Loan Bank | | 11/16/2016 | 5,000,000.00 | 5,057,550.00 | 5,081,388.20 | 2.000 | | 1.297 | 865 | 09/13/2019 |
| 3130AB3L8 | 4166 | Federal Home Loan Bank | | 04/27/2017 | 5,000,000.00 | 4,999,550.00 | 5,000,000.00 | 1.750 | AA | 1.750 | 1,822 | 04/27/2022 |
| 3134G7U25 | 4117 | Federal Home Loan Mort Corp | | 10/27/2015 | 5,000,000.00 | 4,995,450.00 | 5,000,000.00 | 0.800 | AA | 0.800 | 179 | 10/27/2017 |
| 3134G73Q2 | 4120 | Federal Home Loan Mort Corp | | 10/27/2015 | 5,000,000.00 | 4,972,650.00 | 5,000,000.00 | 1.000 | AAA | 0.991 | 452 | 07/27/2018 |
| 3134G9RN9 | 4139 | Federal Home Loan Mort Corp | | 06/23/2016 | 5,000,000.00 | 4,957,900.00 | 5,000,000.00 | 1.250 | AA | 1.919 | 1,149 | 06/23/2020 |
| 3134G9UY1 | 4142 | Federal Home Loan Mort Corp | | 06/29/2016 | 5,000,000.00 | 4,990,150.00 | 5,000,000.00 | 1.000 | AA | 1.000 | 424 | 06/29/2018 |
| 3134G9F93 | 4148 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,928,150.00 | 5,000,000.00 | 1.000 | AAA | 0.998 | 788 | 06/28/2019 |
| 3134G9E78 | 4149 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,866,150.00 | 5,000,000.00 | 1.280 | AAA | 1.280 | 1,248 | 09/30/2020 |
| 3134G9C54 | 4150 | Federal Home Loan Mort Corp | | 06/30/2016 | 4,655,000.00 | 4,547,609.15 | 4,655,000.00 | 1.500 | AA | 1.500 | 1,521 | 06/30/2021 |
| 3134G9G35 | 4151 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,964,000.00 | 5,000,000.00 | 1.000 | AAA | 1.592 | 1,521 | 06/30/2021 |
| 3134GAUB8 | 4156 | Federal Home Loan Mort Corp | | 11/22/2016 | 5,000,000.00 | 4,879,200.00 | 5,000,000.00 | 1.650 | AA | 1.650 | 1,666 | 11/22/2021 |
| 3136G2R58 | 4122 | Fed. Nat'l Mort. Assoc. | | 10/29/2015 | 5,000,000.00 | 4,990,350.00 | 5,000,000.00 | 1.040 | AA | 1.040 | 543 | 10/26/2018 |
| 3135G0ZL0 | 4132 | Fed. Nat'l Mort. Assoc. | | 03/09/2016 | 5,000,000.00 | 5,005,050.00 | 5,004,016.31 | 1.000 | AA | 0.800 | 149 | 09/27/2017 |
| 3135G0K85 | 4137 | Fed. Nat'l Mort. Assoc. | | 06/13/2016 | 5,000,000.00 | 4,983,400.00 | 5,000,000.00 | 1.400 | AA | 1.400 | 773 | 06/13/2019 |
| 3136G3SJ5 | 4141 | Fed. Nat'l Mort. Assoc. | | 06/30/2016 | 5,000,000.00 | 4,906,250.00 | 4,998,959.03 | 1.500 | AA | 1.505 | 1,521 | 06/30/2021 |
| 3136G3SN6 | 4143 | Fed. Nat'l Mort. Assoc. | | 06/23/2016 | 3,000,000.00 | 2,919,270.00 | 3,000,000.00 | 1.500 | AA | 1.500 | 1,332 | 12/23/2020 |
| 3135G0K93 | 4144 | Fed. Nat'l Mort. Assoc. | | 06/28/2016 | 5,000,000.00 | 4,977,150.00 | 5,000,000.00 | 1.250 | AA | 1.250 | 788 | 06/28/2019 |
| 3136G3UT0 | 4146 | Fed. Nat'l Mort. Assoc. | | 06/30/2016 | 5,000,000.00 | 4,895,550.00 | 5,000,000.00 | 1.500 | AA | 1.500 | 1,339 | 12/30/2020 |
| 3136G3VU6 | 4147 | Fed. Nat'l Mort. Assoc. | | 07/19/2016 | 5,000,000.00 | 4,991,650.00 | 5,000,000.00 | 1.125 | AA | 1.819 | 1,540 | 07/19/2021 |
| 3136G3YG4 | 4152 | Fed. Nat'l Mort. Assoc. | | 07/25/2016 | 7,500,000.00 | 7,424,925.00 | 7,500,000.00 | 1.000 | AA | 1.000 | 724 | 04/25/2019 |
| 3136G4HM8 | 4159 | Fed. Nat'l Mort. Assoc. | | 12/02/2016 | 5,000,000.00 | 4,985,950.00 | 5,000,000.00 | 1.950 | | 1.950 | 1,676 | 12/02/2021 |
| 3136G4KN2 | 4161 | Fed. Nat'l Mort. Assoc. | | 12/30/2016 | 5,000,000.00 | 5,000,850.00 | 5,000,000.00 | 2.050 | AA | 2.050 | 1,339 | 12/30/2020 |
| 3136G4KM4 | 4162 | Fed. Nat'l Mort. Assoc. | | 01/17/2017 | 5,000,000.00 | 5,001,450.00 | 5,000,000.00 | 1.750 | | 1.750 | 991 | 01/17/2020 |
| 3135G0S53 | 4255 | Fed. Nat'l Mort. Assoc. | | 04/03/2017 | 5,000,000.00 | 4,998,700.00 | 4,999,027.61 | 1.700 | AA | 1.707 | 1,001 | 01/27/2020 |
| Subtotal and Average | | | 147,843,738.86 | | 152,405,000.00 | 151,362,034.15 | 152,507,966.08 | | | 1.409 | 1,013 | |

Local Agency Investment Funds

| | | | | | | | | | | | | |
|--------|-----|-----------|--|--|---------------|---------------|---------------|-------|--|-------|---|--|
| SYS982 | 982 | Laif City | | | 16,606,161.40 | 16,606,161.40 | 16,606,161.40 | 0.884 | | 0.884 | 1 | |
|--------|-----|-----------|--|--|---------------|---------------|---------------|-------|--|-------|---|--|

Portfolio CITY
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Run Date: 07/18/2017 - 12:50

PM (PRF_PM2) 7.3.0

Report Ver. 7.3.3b

**City of HB
Portfolio Management
Portfolio Details - Investments
April 30, 2017**

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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 |
|---------------------------------|--------------|-------------------------------|-----------------|---------------|----------------|----------------|----------------|-------------|-----|---------|------------------|---------------|
| Subtotal and Average | | | 16,923,824.88 | | 16,606,161.40 | 16,606,161.40 | 16,606,161.40 | | | 0.884 | 1 | |
| Medium Term Notes - IBRD | | | | | | | | | | | | |
| 459058FE8 | 4158 | Intl Bk Recon & Development | | 11/18/2016 | 5,000,000.00 | 4,974,400.00 | 4,986,007.32 | 0.876 | AAA | 1.109 | 444 | 07/19/2018 |
| Subtotal and Average | | | 4,985,544.09 | | 5,000,000.00 | 4,974,400.00 | 4,986,007.32 | | | 1.109 | 444 | |
| Corporate Bonds | | | | | | | | | | | | |
| 06406HCZ0 | 4155 | Bank of New York | | 10/24/2016 | 5,000,000.00 | 5,034,350.00 | 5,072,682.75 | 2.150 | A | 1.617 | 1,029 | 02/24/2020 |
| 14912L5P2 | 4024 | Caterpillar Financial Corp. | | 12/10/2014 | 3,000,000.00 | 2,992,560.00 | 2,993,798.45 | 1.300 | A | 1.555 | 304 | 03/01/2018 |
| 17275RBG6 | 4154 | Cisco Systems Inc | | 09/27/2016 | 3,000,000.00 | 2,980,410.00 | 3,006,772.73 | 1.400 | AA | 1.303 | 872 | 09/20/2019 |
| 166764AA8 | 4044 | Chevron Corp | | 02/09/2015 | 3,000,000.00 | 2,996,370.00 | 3,001,769.29 | 1.104 | AA | 1.003 | 218 | 12/05/2017 |
| 268648AP7 | 4077 | EMC Corp | | 07/14/2015 | 2,500,000.00 | 2,489,000.00 | 2,506,449.86 | 1.875 | AA | 1.630 | 396 | 06/01/2018 |
| 36962G6K5 | 4007 | General Electric Capital Corp | | 05/12/2014 | 2,500,000.00 | 2,504,675.00 | 2,503,495.84 | 1.600 | AA | 1.340 | 203 | 11/20/2017 |
| 36962G6W9 | 4036 | General Electric Capital Corp | | 12/19/2014 | 2,000,000.00 | 2,006,600.00 | 2,003,277.54 | 1.625 | AA | 1.442 | 336 | 04/02/2018 |
| 24422ESR1 | 4126 | John Deere Capital | | 12/08/2015 | 1,000,000.00 | 1,000,740.00 | 1,001,223.22 | 1.550 | A | 1.350 | 228 | 12/15/2017 |
| 24422ESR1 | 4127 | John Deere Capital | | 12/08/2015 | 2,000,000.00 | 2,001,480.00 | 2,002,600.50 | 1.550 | A | 1.337 | 228 | 12/15/2017 |
| 494368BP7 | 4164 | Kimberly Clark Corp | | 12/28/2016 | 2,000,000.00 | 1,998,560.00 | 1,991,361.68 | 1.850 | | 2.008 | 1,035 | 03/01/2020 |
| 191216BA7 | 4049 | Coca Cola Co | | 02/24/2015 | 2,500,000.00 | 2,496,700.00 | 2,497,584.83 | 1.150 | AA | 1.258 | 335 | 04/01/2018 |
| 58933YAC9 | 4045 | Merck & Co Inc | | 02/09/2015 | 2,000,000.00 | 1,996,820.00 | 2,000,582.71 | 1.100 | AA | 1.089 | 275 | 01/31/2018 |
| 68389XAQ8 | 4071 | Oracle Corp | | 05/26/2015 | 3,000,000.00 | 3,040,170.00 | 3,031,830.44 | 2.375 | AA | 1.731 | 624 | 01/15/2019 |
| 89233P7E0 | 4023 | Toyota Motor Credit | | 12/10/2014 | 3,000,000.00 | 2,999,550.00 | 2,997,644.59 | 1.375 | AA | 1.491 | 254 | 01/10/2018 |
| 89236TAY1 | 4039 | Toyota Motor Credit | | 01/26/2015 | 3,000,000.00 | 3,019,380.00 | 3,021,493.98 | 2.000 | AA | 1.500 | 541 | 10/24/2018 |
| Subtotal and Average | | | 43,970,245.07 | | 39,500,000.00 | 39,557,365.00 | 39,632,568.41 | | | 1.456 | 505 | |
| Total and Average | | | 213,723,352.90 | | 213,511,161.40 | 212,499,960.55 | 213,732,703.21 | | | 1.370 | 827 | |

Portfolio CITY
AP
PM (PRF_PM2) 7.3.0

Run Date: 07/18/2017 - 12:50

**City of HB
Portfolio Management
Portfolio Details - Cash
April 30, 2017**

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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 | | 15,583.33 | 15,583.33 | | | | 0 |
| | | | | Subtotal | | 15,583.33 | 15,583.33 | | | | |
| Total Cash and Investments | | | 213,723,352.90 | | 213,511,161.40 | 212,515,543.88 | 213,748,286.54 | | | 1.370 | 827 |

City of HB
Portfolio Management
Activity By Type
April 1, 2017 through April 30, 2017

Page 1

| CUSIP | Investment # | Issuer | Stated Rate | Transaction Date | Purchases or Deposits | Redemptions or Withdrawals | Balance |
|--|--------------|-------------------------------|----------------|---------------------|--------------------------|-------------------------------|-----------------------|
| Federal Agency Issues - Coupon | | | | | | | |
| 3130AB3L8 | 4166 | Federal Home Loan Bank | 1.750 | 04/27/2017 | 5,000,000.00 | 0.00 | |
| 3135G0S53 | 4255 | Fed. Nat'l Mort. Assoc. | 1.700 | 04/03/2017 | 4,999,000.00 | 0.00 | |
| | | Subtotal | | | 9,999,000.00 | 0.00 | 152,507,966.08 |
| Local Agency Investment Funds (Monthly Summary) | | | | | | | |
| SYS982 | 982 | Laif City | 0.884 | | 36,161.21 | 5,000,000.00 | |
| | | Subtotal | | | 36,161.21 | 5,000,000.00 | 16,606,161.40 |
| Medium Term Notes - IBRD | | | | | | | |
| | | Subtotal | | | | | 4,986,007.32 |
| Corporate Bonds | | | | | | | |
| 36962G5W0 | 3994 | General Electric Capital Corp | 2.300 | 04/27/2017 | 0.00 | 5,000,000.00 | |
| | | Subtotal | | | 0.00 | 5,000,000.00 | 39,632,568.41 |
| | | Total | | | 10,035,161.21 | 10,000,000.00 | 213,732,703.21 |

**City of HB
Portfolio Management
Activity Summary
April 2016 through April 2017**

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 | | | | | |
| 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 |
| October | 2016 | 41 | 196,572,478.10 | 1.207 | 1.224 | 0.654 | 1 | 3 | 1,090 | 807 |
| November | 2016 | 42 | 195,690,704.56 | 1.208 | 1.225 | 0.678 | 3 | 2 | 1,053 | 795 |
| December | 2016 | 47 | 198,391,624.24 | 1.329 | 1.348 | 0.719 | 5 | 0 | 1,154 | 886 |
| January | 2017 | 48 | 216,148,564.96 | 1.341 | 1.360 | 0.751 | 1 | 0 | 1,152 | 863 |
| February | 2017 | 48 | 215,339,319.67 | 1.357 | 1.376 | 0.777 | 0 | 0 | 1,179 | 857 |
| March | 2017 | 47 | 213,717,521.37 | 1.315 | 1.333 | 0.821 | 0 | 1 | 1,136 | 788 |
| April | 2017 | 48 | 213,723,352.90 | 1.351 | 1.370 | 0.884 | 2 | 1 | 1,174 | 827 |
| Average | | 45 | 211,567,816.12 | 1.252% | 1.269% | 0.675 | 2 | 2 | 1,103 | 827 |

**City of HB
Portfolio Management
Interest Earnings Summary
April 30, 2017**

Page 1

| | April 30 Month Ending | Fiscal Year To Date |
|--|-----------------------|---------------------|
| CD/Coupon/Discount Investments: | | |
| Interest Collected | 164,125.00 | 1,337,445.55 |
| Plus Accrued Interest at End of Period | 734,855.41 | 734,855.41 |
| Less Accrued Interest at Beginning of Period | (664,269.03) | (579,266.66) |
| Less Accrued Interest at Purchase During Period | (0.00) | (0.00) |
| Interest Earned during Period | 234,711.38 | 1,493,034.30 |
| Adjusted by Premiums and Discounts | -13,429.18 | -93,829.90 |
| Adjusted by Capital Gains or Losses | 0.00 | 0.00 |
| Earnings during Periods | 221,282.20 | 1,399,204.40 |
| 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 | 36,161.21 | 143,879.89 |
| Plus Accrued Interest at End of Period | 14,477.72 | 14,477.72 |
| Less Accrued Interest at Beginning of Period | (38,342.50) | (63,911.05) |
| Interest Earned during Period | 12,296.43 | 94,446.56 |
| Total Interest Earned during Period | 247,007.81 | 1,587,480.86 |
| Total Adjustments from Premiums and Discounts | -13,429.18 | -93,829.90 |
| Total Capital Gains or Losses | 0.00 | 0.00 |
| Total Earnings during Period | 233,578.63 | 1,493,650.96 |



| | | |
|---------------------------------------|----|-------------------|
| Fair Value Including Accrued Interest | \$ | 75,921,969,077.14 |
|---------------------------------------|----|-------------------|

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 2017

| <u>Cash Receipts and Disbursements</u> | <u>March 2017</u> | <u>April 2017</u> |
|---|---------------------|---------------------|
| Receipts | | |
| General Fund | | |
| Property Tax | 3,622,591 | 18,823,270 |
| Local Sales Tax | 3,219,974 | 2,209,800 |
| Public Safety Sales Tax | 257,454 | 156,592 |
| Transient Occupancy Tax Receipts (TOT) | 791,312 | 1,020,323 |
| Utility Users Tax (UUT) | 1,653,620 | 1,591,976 |
| Other Revenue | 6,236,056 | 5,817,919 |
| Total General Fund Revenue | 15,781,007 | 29,619,880 |
| Capital Projects Funds | 83,393 | 20,890 |
| Debt Service Funds | - | 0 |
| Enterprise Funds | 4,925,068 | 1,484,587 |
| General Fund Other | 81,157 | 128,593 |
| Internal Service Funds | 836,665 | 4,470,091 |
| Special Revenue Funds | 1,450,843 | 340,785 |
| Grant Funds | 2,069,395 | 131,293 |
| Trust and Agency Funds | 1,057,685 | 2,989,769 |
| Total Receipts | \$26,285,214 | \$39,185,887 |
| Disbursements | | |
| General Fund | | |
| Personal Services | (11,472,320) | (11,660,497) |
| Operating Expenses | (2,918,568) | (3,085,301) |
| Capital Expenditures | (820,853) | (1,071,850) |
| Non-Operating Expenses | (4,208) | (3,971,587) |
| Total General Fund Disbursements | (15,215,949) | (19,789,236) |

| | | |
|----------------------------|---------------------|---------------------|
| Capital Projects Funds | (119,221) | (116,563) |
| Debt Service Funds | - | (500) |
| Enterprise Funds | (3,021,136) | (3,982,064) |
| General Fund Other | (134,346) | (1,186,557) |
| Internal Service Funds | (575,390) | (1,314,001) |
| Special Revenue Funds | (328,547) | (459,842) |
| Grant Funds | (1,294,099) | (291,947) |
| Trust and Agency Funds | (972,307) | (898,172) |
| Total Disbursements | (21,660,994) | (28,038,882) |

| | | |
|--------------------------------|--------------------|---------------------|
| Net Change in Cash Flow | \$4,624,220 | \$11,147,005 |
|--------------------------------|--------------------|---------------------|

| Summary of Cash by Fund | March 2017 | April 2017 |
|-------------------------------------|------------------------|----------------------|
| General Fund | \$62,919,165 | \$72,978,486 |
| General Fund Other | 5,612,841 | 4,554,877 |
| Capital Projects Funds | 21,159,155 | 21,063,482 |
| Debt Service Funds | 64,423 | 63,923 |
| Enterprise Funds | 72,979,386 | 71,798,203 |
| Trust and Agency Funds | 12,271,934 | 13,999,653 |
| Internal Service Funds | 21,421,257 | 24,577,346 |
| Special Revenue Funds | 28,477,164 | 28,200,452 |
| General Ledger Cash Balances | * \$224,905,323 | \$237,236,423 |

* 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
May 31, 2017

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 | 157,405,000.00 | 156,499,531.50 | 157,504,056.11 | 68.86 | 1,323 | 989 | 1.400 | 1.419 |
| Local Agency Investment Funds | 26,606,161.40 | 26,606,161.40 | 26,606,161.40 | 11.63 | 1 | 1 | 0.912 | 0.925 |
| Medium Term Notes - IBRD | 5,000,000.00 | 4,975,850.00 | 4,986,965.72 | 2.18 | 608 | 413 | 1.093 | 1.109 |
| Corporate Bonds | 39,500,000.00 | 39,561,325.00 | 39,626,646.56 | 17.33 | 1,146 | 474 | 1.436 | 1.456 |
| Investments | 228,511,161.40 | 227,642,867.90 | 228,723,829.79 | 100.00% | 1,123 | 772 | 1.343 | 1.361 |
| Cash and Accrued Interest | | | | | | | | |
| Accrued Interest at Purchase | | 15,583.33 | 15,583.33 | | | | | |
| Subtotal | | 15,583.33 | 15,583.33 | | | | | |
| Total Cash and Investments | 228,511,161.40 | 227,658,451.23 | 228,739,413.12 | | 1,123 | 772 | 1.343 | 1.361 |

| Total Earnings | May 31 Month Ending | Fiscal Year To Date | Fiscal Year Ending |
|---------------------------------|-----------------------|-----------------------|--------------------|
| Current Year | 245,483.07 | 1,739,134.03 | |
| Current Budget | 140,000.00 | 1,120,000.00 | 1,680,000.00 |
| Last Year Actual | 206,170.44 | 1,486,603.89 | 2,299,957.00 |
| Average Daily Balance | 225,340,416.22 | 209,330,088.17 | |
| Effective Rate of Return | 1.28% | 1.25% | |

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 7, 2016. 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. *July 20, 2017*

Reporting period 05/01/2017-05/31/2017

Run Date: 07/18/2017 - 12:51

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

City of HB
Portfolio Management
Portfolio Details - Investments
May 31, 2017

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 | 4,950,500.00 | 5,000,000.00 | 1.620 | AA | 1.620 | 1,474 | 06/14/2021 |
| 3133EG2L8 | 4160 | Federal Farm Credit Bank | | 12/28/2016 | 5,000,000.00 | 5,028,150.00 | 5,007,999.06 | 1.920 | | 1.873 | 1,306 | 12/28/2020 |
| 3130A3TA2 | 4038 | Federal Home Loan Bank | | 12/30/2014 | 5,000,000.00 | 4,999,600.00 | 4,999,898.20 | 1.000 | AA | 1.010 | 75 | 08/15/2017 |
| 313378A43 | 4048 | Federal Home Loan Bank | | 02/20/2015 | 5,000,000.00 | 5,003,700.00 | 5,010,409.19 | 1.375 | AA | 1.100 | 281 | 03/09/2018 |
| 3130A7WK7 | 4136 | Federal Home Loan Bank | | 05/24/2016 | 5,000,000.00 | 4,968,750.00 | 5,000,000.00 | 1.250 | AA | 1.250 | 722 | 05/24/2019 |
| 3130A8DC4 | 4138 | Federal Home Loan Bank | | 06/30/2016 | 2,250,000.00 | 2,237,287.50 | 2,250,000.00 | 1.600 | AA | 1.600 | 1,308 | 12/30/2020 |
| 3130A8T94 | 4153 | Federal Home Loan Bank | | 08/10/2016 | 5,000,000.00 | 4,960,200.00 | 5,000,000.00 | 1.050 | AA | 1.518 | 1,166 | 08/10/2020 |
| 313383VN8 | 4157 | Federal Home Loan Bank | | 11/16/2016 | 5,000,000.00 | 5,064,900.00 | 5,078,522.42 | 2.000 | | 1.297 | 834 | 09/13/2019 |
| 3130AB3L8 | 4166 | Federal Home Loan Bank | | 04/27/2017 | 5,000,000.00 | 5,001,150.00 | 5,000,000.00 | 1.750 | AA | 1.750 | 1,791 | 04/27/2022 |
| 3134G7U25 | 4117 | Federal Home Loan Mort Corp | | 10/27/2015 | 5,000,000.00 | 4,995,300.00 | 5,000,000.00 | 0.800 | AA | 0.800 | 148 | 10/27/2017 |
| 3134G73Q2 | 4120 | Federal Home Loan Mort Corp | | 10/27/2015 | 5,000,000.00 | 4,974,150.00 | 5,000,000.00 | 1.000 | AAA | 0.991 | 421 | 07/27/2018 |
| 3134G9RN9 | 4139 | Federal Home Loan Mort Corp | | 06/23/2016 | 5,000,000.00 | 4,963,150.00 | 5,000,000.00 | 1.250 | AA | 1.919 | 1,118 | 06/23/2020 |
| 3134G9UY1 | 4142 | Federal Home Loan Mort Corp | | 06/29/2016 | 5,000,000.00 | 4,987,450.00 | 5,000,000.00 | 1.000 | AA | 1.000 | 393 | 06/29/2018 |
| 3134G9F93 | 4148 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,930,350.00 | 5,000,000.00 | 1.000 | AAA | 0.998 | 757 | 06/28/2019 |
| 3134G9E78 | 4149 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,875,250.00 | 5,000,000.00 | 1.280 | AAA | 1.280 | 1,217 | 09/30/2020 |
| 3134G9C54 | 4150 | Federal Home Loan Mort Corp | | 06/30/2016 | 4,655,000.00 | 4,560,969.00 | 4,655,000.00 | 1.500 | AA | 1.500 | 1,490 | 06/30/2021 |
| 3134G9G35 | 4151 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,973,850.00 | 5,000,000.00 | 1.000 | AAA | 1.592 | 1,490 | 06/30/2021 |
| 3134GAUB8 | 4156 | Federal Home Loan Mort Corp | | 11/22/2016 | 5,000,000.00 | 4,895,050.00 | 5,000,000.00 | 1.650 | AA | 1.650 | 1,635 | 11/22/2021 |
| 3134GBNN8 | 4256 | Federal Home Loan Mort Corp | | 05/30/2017 | 5,000,000.00 | 4,997,250.00 | 5,000,999.14 | 1.750 | | 1.744 | 1,184 | 08/28/2020 |
| 3136G2R58 | 4122 | Fed. Nat'l Mort. Assoc. | | 10/29/2015 | 5,000,000.00 | 4,990,550.00 | 5,000,000.00 | 1.040 | AA | 1.040 | 512 | 10/26/2018 |
| 3135G0ZL0 | 4132 | Fed. Nat'l Mort. Assoc. | | 03/09/2016 | 5,000,000.00 | 4,999,300.00 | 5,003,191.04 | 1.000 | AA | 0.800 | 118 | 09/27/2017 |
| 3135G0K85 | 4137 | Fed. Nat'l Mort. Assoc. | | 06/13/2016 | 5,000,000.00 | 4,983,600.00 | 5,000,000.00 | 1.400 | AA | 1.400 | 742 | 06/13/2019 |
| 3136G3SJ5 | 4141 | Fed. Nat'l Mort. Assoc. | | 06/30/2016 | 5,000,000.00 | 4,920,400.00 | 4,998,979.86 | 1.500 | AA | 1.505 | 1,490 | 06/30/2021 |
| 3136G3SN6 | 4143 | Fed. Nat'l Mort. Assoc. | | 06/23/2016 | 3,000,000.00 | 2,927,700.00 | 3,000,000.00 | 1.500 | AA | 1.500 | 1,301 | 12/23/2020 |
| 3135G0K93 | 4144 | Fed. Nat'l Mort. Assoc. | | 06/28/2016 | 5,000,000.00 | 4,977,550.00 | 5,000,000.00 | 1.250 | AA | 1.250 | 757 | 06/28/2019 |
| 3136G3UT0 | 4146 | Fed. Nat'l Mort. Assoc. | | 06/30/2016 | 5,000,000.00 | 4,908,950.00 | 5,000,000.00 | 1.500 | AA | 1.500 | 1,308 | 12/30/2020 |
| 3136G3VU6 | 4147 | Fed. Nat'l Mort. Assoc. | | 07/19/2016 | 5,000,000.00 | 4,995,200.00 | 5,000,000.00 | 1.125 | AA | 1.819 | 1,509 | 07/19/2021 |
| 3136G3YG4 | 4152 | Fed. Nat'l Mort. Assoc. | | 07/25/2016 | 7,500,000.00 | 7,427,325.00 | 7,500,000.00 | 1.000 | AA | 1.000 | 693 | 04/25/2019 |
| 3136G4HM8 | 4159 | Fed. Nat'l Mort. Assoc. | | 12/02/2016 | 5,000,000.00 | 5,000,000.00 | 5,000,000.00 | 1.950 | | 1.950 | 1,645 | 12/02/2021 |
| 3136G4KN2 | 4161 | Fed. Nat'l Mort. Assoc. | | 12/30/2016 | 5,000,000.00 | 5,000,700.00 | 5,000,000.00 | 2.050 | AA | 2.050 | 1,308 | 12/30/2020 |
| 3136G4KM4 | 4162 | Fed. Nat'l Mort. Assoc. | | 01/17/2017 | 5,000,000.00 | 5,001,100.00 | 5,000,000.00 | 1.750 | | 1.750 | 960 | 01/17/2020 |
| 3135G0S53 | 4255 | Fed. Nat'l Mort. Assoc. | | 04/03/2017 | 5,000,000.00 | 5,000,150.00 | 4,999,057.20 | 1.700 | AA | 1.707 | 970 | 01/27/2020 |
| Subtotal and Average | | | 152,827,998.28 | | 157,405,000.00 | 156,499,531.50 | 157,504,056.11 | | | 1.419 | 989 | |

Portfolio CITY
AP
PM (PRF_PM2) 7.3.0

Run Date: 07/18/2017 - 12:51

Report Ver. 7.3.3b

City of HB
Portfolio Management
Portfolio Details - Investments
May 31, 2017

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 |
|--------------------------------------|--------------|-------------------------------|-----------------------|---------------|-----------------------|-----------------------|-----------------------|-------------|-----|--------------|------------------|---------------|
| Local Agency Investment Funds | | | | | | | | | | | | |
| SYS982 | 982 | Laif City | | | 26,606,161.40 | 26,606,161.40 | 26,606,161.40 | 0.925 | | 0.925 | 1 | |
| | | Subtotal and Average | 27,896,483.98 | | 26,606,161.40 | 26,606,161.40 | 26,606,161.40 | | | 0.925 | 1 | |
| Medium Term Notes - IBRD | | | | | | | | | | | | |
| 459058FE8 | 4158 | Intl Bk Recon & Development | | 11/18/2016 | 5,000,000.00 | 4,975,850.00 | 4,986,965.72 | 0.876 | AAA | 1.109 | 413 | 07/19/2018 |
| | | Subtotal and Average | 4,986,517.44 | | 5,000,000.00 | 4,975,850.00 | 4,986,965.72 | | | 1.109 | 413 | |
| Corporate Bonds | | | | | | | | | | | | |
| 06406HCZ0 | 4155 | Bank of New York | | 10/24/2016 | 5,000,000.00 | 5,036,550.00 | 5,070,530.25 | 2.150 | A | 1.617 | 998 | 02/24/2020 |
| 14912L5P2 | 4024 | Caterpillar Financial Corp. | | 12/10/2014 | 3,000,000.00 | 2,994,300.00 | 2,994,418.60 | 1.300 | A | 1.555 | 273 | 03/01/2018 |
| 17275RBG6 | 4154 | Cisco Systems Inc | | 09/27/2016 | 3,000,000.00 | 2,983,920.00 | 3,006,536.20 | 1.400 | AA | 1.303 | 841 | 09/20/2019 |
| 166764AA8 | 4044 | Chevron Corp | | 02/09/2015 | 3,000,000.00 | 2,996,910.00 | 3,001,521.26 | 1.104 | AA | 1.003 | 187 | 12/05/2017 |
| 268648AP7 | 4077 | EMC Corp | | 07/14/2015 | 2,500,000.00 | 2,485,200.00 | 2,505,953.71 | 1.875 | AA | 1.630 | 365 | 06/01/2018 |
| 36962G6K5 | 4007 | General Electric Capital Corp | | 05/12/2014 | 2,500,000.00 | 2,503,225.00 | 2,502,968.83 | 1.600 | AA | 1.340 | 172 | 11/20/2017 |
| 36962G6W9 | 4036 | General Electric Capital Corp | | 12/19/2014 | 2,000,000.00 | 2,003,920.00 | 2,002,980.49 | 1.625 | AA | 1.442 | 305 | 04/02/2018 |
| 24422ESR1 | 4126 | John Deere Capital | | 12/08/2015 | 1,000,000.00 | 1,001,010.00 | 1,001,059.39 | 1.550 | A | 1.350 | 197 | 12/15/2017 |
| 24422ESR1 | 4127 | John Deere Capital | | 12/08/2015 | 2,000,000.00 | 2,002,020.00 | 2,002,252.21 | 1.550 | A | 1.337 | 197 | 12/15/2017 |
| 494368BP7 | 4164 | Kimberly Clark Corp | | 12/28/2016 | 2,000,000.00 | 1,999,400.00 | 1,991,615.75 | 1.850 | | 2.008 | 1,004 | 03/01/2020 |
| 191216BA7 | 4049 | Coca Cola Co | | 02/24/2015 | 2,500,000.00 | 2,495,850.00 | 2,497,804.39 | 1.150 | AA | 1.258 | 304 | 04/01/2018 |
| 58933YAC9 | 4045 | Merck & Co Inc | | 02/09/2015 | 2,000,000.00 | 1,996,560.00 | 2,000,517.72 | 1.100 | AA | 1.089 | 244 | 01/31/2018 |
| 68389XAQ8 | 4071 | Oracle Corp | | 05/26/2015 | 3,000,000.00 | 3,041,220.00 | 3,030,275.20 | 2.375 | AA | 1.731 | 593 | 01/15/2019 |
| 89233P7E0 | 4023 | Toyota Motor Credit | | 12/10/2014 | 3,000,000.00 | 3,001,170.00 | 2,997,928.38 | 1.375 | AA | 1.491 | 223 | 01/10/2018 |
| 89236TAY1 | 4039 | Toyota Motor Credit | | 01/26/2015 | 3,000,000.00 | 3,020,070.00 | 3,020,284.18 | 2.000 | AA | 1.500 | 510 | 10/24/2018 |
| | | Subtotal and Average | 39,629,416.52 | | 39,500,000.00 | 39,561,325.00 | 39,626,646.56 | | | 1.456 | 474 | |
| | | Total and Average | 225,340,416.22 | | 228,511,161.40 | 227,642,867.90 | 228,723,829.79 | | | 1.361 | 772 | |

Portfolio CITY
AP
PM (PRF_PM2) 7.3.0

Run Date: 07/18/2017 - 12:51

**City of HB
Portfolio Management
Portfolio Details - Cash
May 31, 2017**

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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 | | 15,583.33 | 15,583.33 | | | | 0 |
| | | | | Subtotal | | 15,583.33 | 15,583.33 | | | | |
| Total Cash and Investments | | | 225,340,416.22 | | 228,511,161.40 | 227,658,451.23 | 228,739,413.12 | | | 1.361 | 772 |

**City of HB
Portfolio Management
Activity By Type
May 1, 2017 through May 31, 2017**

Page 1

| CUSIP | Investment # | Issuer | Stated Rate | Transaction Date | Purchases or Deposits | Redemptions or Withdrawals | Balance |
|--|--------------|-----------------------------|----------------|---------------------|--------------------------|-------------------------------|-----------------------|
| Federal Agency Issues - Coupon | | | | | | | |
| 3134GBNN8 | 4256 | Federal Home Loan Mort Corp | 1.750 | 05/30/2017 | 5,001,000.00 | 0.00 | |
| | | Subtotal | | | 5,001,000.00 | 0.00 | 157,504,056.11 |
| Local Agency Investment Funds (Monthly Summary) | | | | | | | |
| SYS982 | 982 | Laif City | 0.925 | | 20,000,000.00 | 10,000,000.00 | |
| | | Subtotal | | | 20,000,000.00 | 10,000,000.00 | 26,606,161.40 |
| Medium Term Notes - IBRD | | | | | | | |
| | | Subtotal | | | | | 4,986,965.72 |
| Corporate Bonds | | | | | | | |
| | | Subtotal | | | | | 39,626,646.56 |
| | | Total | | | 25,001,000.00 | 10,000,000.00 | 228,723,829.79 |

**City of HB
Portfolio Management
Activity Summary
May 2016 through May 2017**

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 | | | | | |
| 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 |
| October | 2016 | 41 | 196,572,478.10 | 1.207 | 1.224 | 0.654 | 1 | 3 | 1,090 | 807 |
| November | 2016 | 42 | 195,690,704.56 | 1.208 | 1.225 | 0.678 | 3 | 2 | 1,053 | 795 |
| December | 2016 | 47 | 198,391,624.24 | 1.329 | 1.348 | 0.719 | 5 | 0 | 1,154 | 886 |
| January | 2017 | 48 | 216,148,564.96 | 1.341 | 1.360 | 0.751 | 1 | 0 | 1,152 | 863 |
| February | 2017 | 48 | 215,339,319.67 | 1.357 | 1.376 | 0.777 | 0 | 0 | 1,179 | 857 |
| March | 2017 | 47 | 213,717,521.37 | 1.315 | 1.333 | 0.821 | 0 | 1 | 1,136 | 788 |
| April | 2017 | 48 | 213,723,352.90 | 1.351 | 1.370 | 0.884 | 2 | 1 | 1,174 | 827 |
| May | 2017 | 49 | 225,340,416.22 | 1.343 | 1.361 | 0.925 | 1 | 0 | 1,123 | 772 |
| Average | | 46 | 213,208,550.23 | 1.256% | 1.274% | 0.706 | 3 | 2 | 1,098 | 818 |

**City of HB
Portfolio Management
Interest Earnings Summary
May 31, 2017**

Page 1

| | May 31 Month Ending | Fiscal Year To Date |
|--|---------------------|---------------------|
| CD/Coupon/Discount Investments: | | |
| Interest Collected | 92,500.00 | 1,429,945.55 |
| Plus Accrued Interest at End of Period | 875,795.96 | 875,795.96 |
| Less Accrued Interest at Beginning of Period | (734,855.41) | (579,266.66) |
| Less Accrued Interest at Purchase During Period | (0.00) | (0.00) |
| Interest Earned during Period | 233,440.55 | 1,726,474.85 |
| Adjusted by Premiums and Discounts | -9,873.42 | -103,703.32 |
| Adjusted by Capital Gains or Losses | 0.00 | 0.00 |
| Earnings during Periods | 223,567.13 | 1,622,771.53 |
| 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 | 143,879.89 |
| Plus Accrued Interest at End of Period | 36,393.66 | 36,393.66 |
| Less Accrued Interest at Beginning of Period | (14,477.72) | (63,911.05) |
| Interest Earned during Period | 21,915.94 | 116,362.50 |
| Total Interest Earned during Period | 255,356.49 | 1,842,837.35 |
| Total Adjustments from Premiums and Discounts | -9,873.42 | -103,703.32 |
| Total Capital Gains or Losses | 0.00 | 0.00 |
| Total Earnings during Period | 245,483.07 | 1,739,134.03 |



| | | |
|---------------------------------------|----|-------------------|
| Fair Value Including Accrued Interest | \$ | 72,482,429,208.32 |
|---------------------------------------|----|-------------------|

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
May 2017

| Cash Receipts and Disbursements | April 2017 | May 2017 |
|---|---------------------|---------------------|
| Receipts | | |
| General Fund | | |
| Property Tax | 18,823,270 | 11,352,213 |
| Local Sales Tax | 2,209,800 | 2,946,500 |
| Public Safety Sales Tax | 156,592 | 153,305 |
| Transient Occupancy Tax Receipts (TOT) | 1,020,323 | 961,779 |
| Utility Users Tax (UUT) | 1,591,976 | 1,581,466 |
| Other Revenue | 5,817,919 | 5,589,554 |
| Total General Fund Revenue | 29,619,880 | 22,584,816 |
| Capital Projects Funds | 20,890 | 42,175 |
| Debt Service Funds | 0 | 0 |
| Enterprise Funds | 1,484,587 | 7,813,270 |
| General Fund Other | 128,593 | 1,100,673 |
| Internal Service Funds | 4,470,091 | 535,018 |
| Special Revenue Funds | 340,785 | 1,709,379 |
| Grant Funds | 131,293 | 737,590 |
| Trust and Agency Funds | 2,989,769 | 1,618,324 |
| Total Receipts | \$39,185,887 | \$36,141,245 |
| Disbursements | | |
| General Fund | | |
| Personal Services | (11,660,497) | (11,634,592) |
| Operating Expenses | (3,085,301) | (3,660,500) |
| Capital Expenditures | (1,071,850) | (589,086) |
| Non-Operating Expenses | (3,971,587) | (70,142) |
| Total General Fund Disbursements | (19,789,236) | (15,954,321) |

| | | |
|----------------------------|---------------------|---------------------|
| Capital Projects Funds | (116,563) | (153,997) |
| Debt Service Funds | (500) | - |
| Enterprise Funds | (3,982,064) | (5,531,377) |
| General Fund Other | (1,186,557) | (127,013) |
| Internal Service Funds | (1,314,001) | (342,994) |
| Special Revenue Funds | (459,842) | (1,510,992) |
| Grant Funds | (291,947) | (2,032,757) |
| Trust and Agency Funds | (898,172) | (958,334) |
| Total Disbursements | (28,038,882) | (26,611,784) |

| | | |
|--------------------------------|---------------------|--------------------|
| Net Change in Cash Flow | \$11,147,005 | \$9,529,461 |
|--------------------------------|---------------------|--------------------|

| Summary of Cash by Fund | April 2017 | May 2017 |
|-------------------------------------|------------------------|----------------------|
| General Fund | \$72,978,486 | \$79,301,251 |
| General Fund Other | 4,554,877 | 5,528,537 |
| Capital Projects Funds | 21,063,482 | 20,951,661 |
| Debt Service Funds | 63,923 | 63,924 |
| Enterprise Funds | 71,798,203 | 73,236,906 |
| Trust and Agency Funds | 13,999,653 | 14,659,941 |
| Internal Service Funds | 24,577,346 | 24,769,370 |
| Special Revenue Funds | 28,200,452 | 27,108,922 |
| General Ledger Cash Balances | * \$237,236,423 | \$245,620,511 |

* 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
June 30, 2017**

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 | 173,405,000.00 | 172,200,504.90 | 173,554,212.27 | 75.48 | 1,327 | 1,000 | 1.418 | 1.437 |
| Local Agency Investment Funds | 11,606,161.40 | 11,606,161.40 | 11,606,161.40 | 5.05 | 1 | 1 | 0.965 | 0.978 |
| Medium Term Notes - IBRD | 5,000,000.00 | 4,972,900.00 | 4,987,924.13 | 2.17 | 608 | 383 | 1.093 | 1.109 |
| Corporate Bonds | 39,500,000.00 | 39,673,375.00 | 39,780,100.56 | 17.30 | 1,178 | 596 | 1.501 | 1.522 |
| Investments | 229,511,161.40 | 228,452,941.30 | 229,928,398.36 | 100.00% | 1,219 | 866 | 1.402 | 1.422 |
| Cash and Accrued Interest | | | | | | | | |
| Accrued Interest at Purchase | | 103,395.83 | 103,395.83 | | | | | |
| Subtotal | | 103,395.83 | 103,395.83 | | | | | |
| Total Cash and Investments | 229,511,161.40 | 228,556,337.13 | 230,031,794.19 | | 1,219 | 866 | 1.402 | 1.422 |

| Total Earnings | June 30 | Month Ending | Fiscal Year To Date | Fiscal Year Ending |
|---------------------------------|-----------------------|--------------|-----------------------|--------------------|
| Current Year | 249,911.11 | | 1,989,045.14 | |
| Current Budget | 140,000.00 | | 1,260,000.00 | 1,680,000.00 |
| Last Year Actual | 206,086.12 | | 1,692,690.01 | 2,299,957.00 |
| Average Daily Balance | 231,210,075.29 | | 211,734,482.36 | |
| Effective Rate of Return | 1.32% | | 1.26% | |

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 7, 2016. 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.

AC 7-20-17

Alisa Cutchen, CITY TREASURER

Reporting period 06/01/2017-06/30/2017

Run Date: 07/18/2017 - 12:53

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

City of HB
Portfolio Management
Portfolio Details - Investments
June 30, 2017

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 | 4,928,400.00 | 5,000,000.00 | 1.620 | AA | 1.620 | 1,444 | 06/14/2021 |
| 3133EG2L8 | 4160 | Federal Farm Credit Bank | | 12/28/2016 | 5,000,000.00 | 5,007,300.00 | 5,007,812.60 | 1.920 | | 1.873 | 1,276 | 12/28/2020 |
| 3130A3TA2 | 4038 | Federal Home Loan Bank | | 12/30/2014 | 5,000,000.00 | 4,999,050.00 | 4,999,939.47 | 1.000 | AA | 1.010 | 45 | 08/15/2017 |
| 313378A43 | 4048 | Federal Home Loan Bank | | 02/20/2015 | 5,000,000.00 | 5,005,000.00 | 5,009,285.90 | 1.375 | AA | 1.100 | 251 | 03/09/2018 |
| 3130A7WK7 | 4136 | Federal Home Loan Bank | | 05/24/2016 | 5,000,000.00 | 4,961,250.00 | 5,000,000.00 | 1.250 | AA | 1.250 | 692 | 05/24/2019 |
| 3130A8DC4 | 4138 | Federal Home Loan Bank | | 06/30/2016 | 2,250,000.00 | 2,228,310.00 | 2,250,000.00 | 1.600 | AA | 1.600 | 1,278 | 12/30/2020 |
| 3130A8T94 | 4153 | Federal Home Loan Bank | | 08/10/2016 | 5,000,000.00 | 4,957,100.00 | 5,000,000.00 | 1.050 | AA | 1.518 | 1,136 | 08/10/2020 |
| 313383VN8 | 4157 | Federal Home Loan Bank | | 11/16/2016 | 5,000,000.00 | 5,054,150.00 | 5,075,656.64 | 2.000 | | 1.297 | 804 | 09/13/2019 |
| 3130AB3L8 | 4166 | Federal Home Loan Bank | | 04/27/2017 | 5,000,000.00 | 4,992,900.00 | 5,000,000.00 | 1.750 | AA | 1.750 | 1,761 | 04/27/2022 |
| 3134G7U25 | 4117 | Federal Home Loan Mort Corp | | 10/27/2015 | 5,000,000.00 | 4,996,050.00 | 5,000,000.00 | 0.800 | AA | 0.800 | 118 | 10/27/2017 |
| 3134G73Q2 | 4120 | Federal Home Loan Mort Corp | | 10/27/2015 | 5,000,000.00 | 4,971,050.00 | 5,000,000.00 | 1.000 | AAA | 0.991 | 391 | 07/27/2018 |
| 3134G9RN9 | 4139 | Federal Home Loan Mort Corp | | 06/23/2016 | 5,000,000.00 | 4,957,600.00 | 5,000,000.00 | 1.250 | AA | 1.919 | 1,088 | 06/23/2020 |
| 3134G9UY1 | 4142 | Federal Home Loan Mort Corp | | 06/29/2016 | 5,000,000.00 | 4,985,900.00 | 5,000,000.00 | 1.000 | AA | 1.000 | 363 | 06/29/2018 |
| 3134G9F93 | 4148 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,924,000.00 | 5,000,000.00 | 1.000 | AAA | 0.998 | 727 | 06/28/2019 |
| 3134G9E78 | 4149 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,861,500.00 | 5,000,000.00 | 1.280 | AAA | 1.280 | 1,187 | 09/30/2020 |
| 3134G9C54 | 4150 | Federal Home Loan Mort Corp | | 06/30/2016 | 4,655,000.00 | 4,541,324.90 | 4,655,000.00 | 1.500 | AA | 1.500 | 1,460 | 06/30/2021 |
| 3134G9G35 | 4151 | Federal Home Loan Mort Corp | | 06/30/2016 | 5,000,000.00 | 4,964,800.00 | 5,000,000.00 | 1.500 | AAA | 1.400 | 1,460 | 06/30/2021 |
| 3134GAUB8 | 4156 | Federal Home Loan Mort Corp | | 11/22/2016 | 5,000,000.00 | 4,871,550.00 | 5,000,000.00 | 1.650 | AA | 1.650 | 1,605 | 11/22/2021 |
| 3134GBNN8 | 4256 | Federal Home Loan Mort Corp | | 05/30/2017 | 5,000,000.00 | 4,977,600.00 | 5,000,973.46 | 1.750 | | 1.744 | 1,154 | 08/28/2020 |
| 3134G9N94 | 4257 | Federal Home Loan Mort Corp | | 06/14/2017 | 5,000,000.00 | 5,015,950.00 | 5,029,656.10 | 1.875 | | 1.723 | 1,487 | 07/27/2021 |
| 3134G92Y2 | 4258 | Federal Home Loan Mort Corp | | 06/14/2017 | 5,000,000.00 | 4,997,800.00 | 5,028,078.78 | 1.875 | | 1.733 | 1,508 | 08/17/2021 |
| 3134GBNS7 | 4259 | Federal Home Loan Mort Corp | | 06/14/2017 | 3,000,000.00 | 2,996,430.00 | 2,998,678.90 | 1.500 | | 1.521 | 788 | 08/28/2019 |
| 3134GBLT7 | 4260 | Federal Home Loan Mort Corp | | 06/15/2017 | 3,000,000.00 | 2,995,500.00 | 2,998,677.17 | 1.500 | | 1.521 | 790 | 08/30/2019 |
| 3134GBTS1 | 4261 | Federal Home Loan Mort Corp | | 06/29/2017 | 5,000,000.00 | 4,986,200.00 | 5,000,000.00 | 2.125 | | 2.125 | 1,824 | 06/29/2022 |
| 3136G2R58 | 4122 | Fed. Nat'l Mort. Assoc. | | 10/29/2015 | 5,000,000.00 | 4,984,950.00 | 5,000,000.00 | 1.040 | AA | 1.040 | 482 | 10/26/2018 |
| 3135G0ZL0 | 4132 | Fed. Nat'l Mort. Assoc. | | 03/09/2016 | 5,000,000.00 | 4,998,750.00 | 5,002,365.77 | 1.000 | AA | 0.800 | 88 | 09/27/2017 |
| 3135G0K85 | 4137 | Fed. Nat'l Mort. Assoc. | | 06/13/2016 | 5,000,000.00 | 4,975,200.00 | 5,000,000.00 | 1.400 | AA | 1.400 | 712 | 06/13/2019 |
| 3136G3SJ5 | 4141 | Fed. Nat'l Mort. Assoc. | | 06/30/2016 | 5,000,000.00 | 4,898,800.00 | 4,999,000.69 | 1.500 | AA | 1.505 | 1,460 | 06/30/2021 |
| 3136G3SN6 | 4143 | Fed. Nat'l Mort. Assoc. | | 06/23/2016 | 3,000,000.00 | 2,921,940.00 | 3,000,000.00 | 1.500 | AA | 1.500 | 1,271 | 12/23/2020 |
| 3135G0K93 | 4144 | Fed. Nat'l Mort. Assoc. | | 06/28/2016 | 5,000,000.00 | 4,973,750.00 | 5,000,000.00 | 1.250 | AA | 1.250 | 727 | 06/28/2019 |
| 3136G3UT0 | 4146 | Fed. Nat'l Mort. Assoc. | | 06/30/2016 | 5,000,000.00 | 4,890,700.00 | 5,000,000.00 | 1.500 | AA | 1.500 | 1,278 | 12/30/2020 |
| 3136G3VU6 | 4147 | Fed. Nat'l Mort. Assoc. | | 07/19/2016 | 5,000,000.00 | 4,997,450.00 | 5,000,000.00 | 1.125 | AA | 1.819 | 1,479 | 07/19/2021 |
| 3136G3YG4 | 4152 | Fed. Nat'l Mort. Assoc. | | 07/25/2016 | 7,500,000.00 | 7,417,950.00 | 7,500,000.00 | 1.000 | AA | 1.000 | 663 | 04/25/2019 |
| 3136G4HM8 | 4159 | Fed. Nat'l Mort. Assoc. | | 12/02/2016 | 5,000,000.00 | 4,974,300.00 | 5,000,000.00 | 1.950 | | 1.950 | 1,615 | 12/02/2021 |
| 3136G4KM4 | 4162 | Fed. Nat'l Mort. Assoc. | | 01/17/2017 | 5,000,000.00 | 5,000,150.00 | 5,000,000.00 | 1.750 | | 1.750 | 930 | 01/17/2020 |
| 3135G0S53 | 4255 | Fed. Nat'l Mort. Assoc. | | 04/03/2017 | 5,000,000.00 | 4,989,850.00 | 4,999,086.79 | 1.700 | AA | 1.707 | 940 | 01/27/2020 |

Portfolio CITY
AP
PM (PRF_PM2) 7.3.0

Run Date: 07/19/2017 - 12:53

Report Ver. 7.3.3b

City of HB
Portfolio Management
Portfolio Details - Investments
June 30, 2017

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 |
|--------------------------------------|--------------|-------------------------------|-----------------|---------------|----------------|----------------|----------------|-------------|-----|---------|------------------|---------------|
| Subtotal and Average | | | 166,666,264.97 | | 173,405,000.00 | 172,200,504.90 | 173,554,212.27 | | | 1.437 | 1,000 | |
| Local Agency Investment Funds | | | | | | | | | | | | |
| SYS982 | 982 | Laif City | | | 11,606,161.40 | 11,606,161.40 | 11,606,161.40 | 0.978 | | 0.978 | 1 | |
| Subtotal and Average | | | 19,906,161.40 | | 11,606,161.40 | 11,606,161.40 | 11,606,161.40 | | | 0.978 | 1 | |
| Medium Term Notes - IBRD | | | | | | | | | | | | |
| 459058FE8 | 4158 | Intl Bk Recon & Development | | 11/18/2016 | 5,000,000.00 | 4,972,900.00 | 4,987,924.13 | 0.876 | AAA | 1.109 | 383 | 07/19/2018 |
| Subtotal and Average | | | 4,987,460.90 | | 5,000,000.00 | 4,972,900.00 | 4,987,924.13 | | | 1.109 | 383 | |
| Corporate Bonds | | | | | | | | | | | | |
| 037833AR1 | 4262 | Apple Inc. | | 06/26/2017 | 5,000,000.00 | 5,140,850.00 | 5,160,271.40 | 2.850 | | 1.980 | 1,405 | 05/06/2021 |
| 06406HCZ0 | 4155 | Bank of New York | | 10/24/2016 | 5,000,000.00 | 5,028,850.00 | 5,068,377.75 | 2.150 | A | 1.617 | 968 | 02/24/2020 |
| 14912L5P2 | 4024 | Caterpillar Financial Corp. | | 12/10/2014 | 3,000,000.00 | 2,993,820.00 | 2,995,038.76 | 1.300 | A | 1.555 | 243 | 03/01/2018 |
| 17275RBG6 | 4154 | Cisco Systems Inc | | 09/27/2016 | 3,000,000.00 | 2,979,360.00 | 3,006,299.66 | 1.400 | AA | 1.303 | 811 | 09/20/2019 |
| 166764AA8 | 4044 | Chevron Corp | | 02/09/2015 | 3,000,000.00 | 2,998,260.00 | 3,001,273.23 | 1.104 | AA | 1.003 | 157 | 12/05/2017 |
| 268648AP7 | 4077 | EMC Corp | | 07/14/2015 | 2,500,000.00 | 2,485,975.00 | 2,505,457.57 | 1.875 | AA | 1.630 | 335 | 06/01/2018 |
| 36962G6K5 | 4007 | General Electric Capital Corp | | 05/12/2014 | 2,500,000.00 | 2,501,525.00 | 2,502,441.82 | 1.600 | AA | 1.340 | 142 | 11/20/2017 |
| 24422ESR1 | 4126 | John Deere Capital | | 12/08/2015 | 1,000,000.00 | 1,000,680.00 | 1,000,895.57 | 1.550 | A | 1.350 | 167 | 12/15/2017 |
| 24422ESR1 | 4127 | John Deere Capital | | 12/08/2015 | 2,000,000.00 | 2,001,360.00 | 2,001,903.93 | 1.550 | A | 1.337 | 167 | 12/15/2017 |
| 494368BP7 | 4164 | Kimberly Clark Corp | | 12/28/2016 | 2,000,000.00 | 1,998,200.00 | 1,991,869.82 | 1.850 | | 2.008 | 974 | 03/01/2020 |
| 191216BA7 | 4049 | Coca Cola Co | | 02/24/2015 | 2,500,000.00 | 2,495,575.00 | 2,498,023.95 | 1.150 | AA | 1.258 | 274 | 04/01/2018 |
| 58933YAC9 | 4045 | Merck & Co Inc | | 02/09/2015 | 2,000,000.00 | 1,998,100.00 | 2,000,452.74 | 1.100 | AA | 1.089 | 214 | 01/31/2018 |
| 68389XAQ8 | 4071 | Oracle Corp | | 05/26/2015 | 3,000,000.00 | 3,034,530.00 | 3,028,719.97 | 2.375 | AA | 1.731 | 563 | 01/15/2019 |
| 89236TAY1 | 4039 | Toyota Motor Credit | | 01/26/2015 | 3,000,000.00 | 3,016,290.00 | 3,019,074.39 | 2.000 | AA | 1.500 | 480 | 10/24/2018 |
| Subtotal and Average | | | 39,650,188.02 | | 39,500,000.00 | 39,673,375.00 | 39,780,100.56 | | | 1.522 | 596 | |
| Total and Average | | | 231,210,075.29 | | 229,511,161.40 | 228,452,941.30 | 229,928,398.36 | | | 1.422 | 866 | |

Run Date: 07/18/2017 - 12:53

Portfolio CITY
AP
PM (PRF_PM2) 7.3.0

**City of HB
Portfolio Management
Portfolio Details - Cash
June 30, 2017**

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 | | 103,395.83 | 103,395.83 | | | | | 0 |
| | | | | Subtotal | | 103,395.83 | 103,395.83 | | | | | |
| Total Cash and investments | | | 231,210,075.29 | 229,511,161.40 | | 228,556,337.13 | 230,031,794.19 | 1.422 | | | | 866 |

City of HB
Portfolio Management
Activity By Type
June 1, 2017 through June 30, 2017

Page 1

| CUSIP | Investment # | Issuer | Stated Rate | Transaction Date | Purchases or Deposits | Redemptions or Withdrawals | Balance |
|--|--------------|-------------------------------|-------------|------------------|-----------------------|----------------------------|-----------------------|
| Federal Agency Issues - Coupon | | | | | | | |
| 3134G9N94 | 4257 | Federal Home Loan Mort Corp | 1.875 | 06/14/2017 | 5,030,000.00 | 0.00 | |
| 3134G92Y2 | 4258 | Federal Home Loan Mort Corp | 1.875 | 06/14/2017 | 5,028,400.00 | 0.00 | |
| 3134GBNS7 | 4259 | Federal Home Loan Mort Corp | 1.500 | 06/14/2017 | 2,998,650.00 | 0.00 | |
| 3134GBLT7 | 4260 | Federal Home Loan Mort Corp | 1.500 | 06/15/2017 | 2,998,650.00 | 0.00 | |
| 3134GBTS1 | 4261 | Federal Home Loan Mort Corp | 2.125 | 06/29/2017 | 5,000,000.00 | 0.00 | |
| 3136G4KN2 | 4161 | Fed. Nat'l Mort. Assoc. | 2.050 | 06/30/2017 | 0.00 | 5,000,000.00 | |
| Subtotal | | | | | 21,055,700.00 | 5,000,000.00 | 173,554,212.27 |
| Local Agency Investment Funds (Monthly Summary) | | | | | | | |
| SYS982 | 982 | Laif City | 0.978 | | 0.00 | 15,000,000.00 | |
| Subtotal | | | | | 0.00 | 15,000,000.00 | 11,606,161.40 |
| Medium Term Notes - IBRD | | | | | | | |
| Subtotal | | | | | | | 4,987,924.13 |
| Corporate Bonds | | | | | | | |
| 037833AR1 | 4262 | Apple Inc. | 2.850 | 06/26/2017 | 5,160,850.00 | 0.00 | |
| 36962G6V9 | 4036 | General Electric Capital Corp | 1.625 | 06/26/2017 | 0.00 | 2,002,732.94 | |
| 89233P7E0 | 4023 | Toyota Motor Credit | 1.375 | 06/26/2017 | 0.00 | 2,998,164.86 | |
| Subtotal | | | | | 5,160,850.00 | 5,000,897.80 | 39,780,100.56 |
| Total | | | | | 26,216,550.00 | 25,000,897.80 | 229,928,398.36 |

**City of HB
Portfolio Management
Activity Summary
June 2016 through June 2017**

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 | | | | | |
| 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 |
| October | 2016 | 41 | 196,572,478.10 | 1.207 | 1.224 | 0.654 | 1 | 3 | 1,090 | 807 |
| November | 2016 | 42 | 195,690,704.56 | 1.208 | 1.225 | 0.678 | 3 | 2 | 1,053 | 795 |
| December | 2016 | 47 | 198,391,624.24 | 1.329 | 1.348 | 0.719 | 5 | 0 | 1,154 | 886 |
| January | 2017 | 48 | 216,148,564.96 | 1.341 | 1.360 | 0.751 | 1 | 0 | 1,152 | 863 |
| February | 2017 | 48 | 215,339,319.67 | 1.357 | 1.376 | 0.777 | 0 | 0 | 1,179 | 857 |
| March | 2017 | 47 | 213,717,521.37 | 1.315 | 1.333 | 0.821 | 0 | 1 | 1,136 | 788 |
| April | 2017 | 48 | 213,723,352.90 | 1.351 | 1.370 | 0.884 | 2 | 1 | 1,174 | 827 |
| May | 2017 | 49 | 225,340,416.22 | 1.343 | 1.361 | 0.925 | 1 | 0 | 1,123 | 772 |
| June | 2017 | 52 | 231,210,075.29 | 1.402 | 1.422 | 0.978 | 6 | 3 | 1,219 | 866 |
| Average | | 46 | 214,912,743.82 | 1.274% | 1.292% | 0.738 | 3 | 2 | 1,117 | 828 |

**City of HB
Portfolio Management
Interest Earnings Summary
June 30, 2017**

Page 1

| | June 30 Month Ending | Fiscal Year To Date |
|---|----------------------|---------------------|
| CD/Coupon/Discount Investments: | | |
| Interest Collected | 601,264.16 | 2,031,209.71 |
| Plus Accrued Interest at End of Period | 519,023.06 | 519,023.06 |
| Less Accrued Interest at Beginning of Period | (875,795.96) | (579,266.66) |
| Less Accrued Interest at Purchase During Period | (0.00) | (0.00) |
| Interest Earned during Period | 244,491.26 | 1,970,966.11 |
| Adjusted by Premiums and Discounts | -11,083.63 | -114,786.95 |
| Adjusted by Capital Gains or Losses | 502.20 | 502.20 |
| Earnings during Periods | 233,909.83 | 1,856,681.36 |
| 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 | 143,879.89 |
| Plus Accrued Interest at End of Period | 52,394.94 | 52,394.94 |
| Less Accrued Interest at Beginning of Period | (36,393.66) | (63,911.05) |
| Interest Earned during Period | 16,001.28 | 132,363.78 |
| Total Interest Earned during Period | 260,492.54 | 2,103,329.89 |
| Total Adjustments from Premiums and Discounts | -11,083.63 | -114,786.95 |
| Total Capital Gains or Losses | 502.20 | 502.20 |
| Total Earnings during Period | 249,911.11 | 1,989,045.14 |



State of California
Pooled Money Investment Account
Market Valuation
6/30/2017

| Description | Carrying Cost Plus | | Fair Value | Accrued Interest |
|--------------------------------|-----------------------------|-----------------------------|-----------------------------|-------------------------|
| | Accrued Interest | Purch. Amortized Cost | | |
| 1* United States Treasury: | | | | |
| Bills | \$ 13,692,767,254.60 | \$ 13,728,751,205.31 | \$ 13,719,815,500.00 | NA |
| Notes | \$ 19,630,327,075.06 | \$ 19,625,299,421.83 | \$ 19,577,358,000.00 | \$ 41,280,649.00 |
| 1* Federal Agency: | | | | |
| SBA | \$ 882,589,733.26 | \$ 882,570,192.18 | \$ 872,312,288.85 | \$ 926,565.11 |
| MBS-REMICs | \$ 38,996,383.12 | \$ 38,996,383.12 | \$ 40,714,810.85 | \$ 182,997.66 |
| Debentures | \$ 1,239,486,796.46 | \$ 1,239,125,268.67 | \$ 1,235,188,600.00 | \$ 2,639,104.30 |
| Debentures FR | \$ - | \$ - | \$ - | \$ - |
| Debentures CL | \$ 150,000,000.00 | \$ 150,000,000.00 | \$ 149,687,000.00 | \$ 77,152.50 |
| Discount Notes | \$ 11,150,617,374.66 | \$ 11,169,310,958.04 | \$ 11,165,630,000.00 | NA |
| GNMA | \$ - | \$ - | \$ - | \$ - |
| 1* Supranational Debentures | \$ 349,845,968.23 | \$ 349,845,968.23 | \$ 348,153,000.00 | \$ 891,562.00 |
| 1* Supranational Debentures FR | \$ 50,000,000.00 | \$ 50,000,000.00 | \$ 50,080,000.00 | \$ 137,713.46 |
| 2* CDs and YCDs FR | \$ 625,000,000.00 | \$ 625,000,000.00 | \$ 625,000,000.00 | \$ 1,178,642.35 |
| 2* Bank Notes | \$ 600,000,000.00 | \$ 600,000,000.00 | \$ 599,802,348.48 | \$ 1,899,500.00 |
| 2* CDs and YCDs | \$ 14,675,000,000.00 | \$ 14,675,000,000.00 | \$ 14,669,085,986.46 | \$ 28,253,569.48 |
| 2* Commercial Paper | \$ 8,224,098,486.16 | \$ 8,237,153,416.71 | \$ 8,235,998,611.13 | NA |
| 1* Corporate: | | | | |
| Bonds FR | \$ - | \$ - | \$ - | \$ - |
| Bonds | \$ - | \$ - | \$ - | \$ - |
| 1* Repurchase Agreements | \$ - | \$ - | \$ - | \$ - |
| 1* Reverse Repurchase | \$ - | \$ - | \$ - | \$ - |
| Time Deposits | \$ 5,604,740,000.00 | \$ 5,604,740,000.00 | \$ 5,604,740,000.00 | NA |
| AB 55 & GF Loans | \$ 645,650,000.00 | \$ 645,650,000.00 | \$ 645,650,000.00 | NA |
| TOTAL | \$ 77,559,119,071.55 | \$ 77,621,442,814.09 | \$ 77,539,216,145.77 | \$ 77,467,455.86 |

Fair Value Including Accrued Interest

\$ 77,616,683,601.63

* 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 (0.998940671). 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 \$19,978,813.41 or \$20,000,000.00 x 0.998940671.



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

Finance Department
June 2017

| <u>Cash Receipts and Disbursements</u> | <u>May 2017</u> | <u>June 2017</u> |
|---|---------------------|---------------------|
| Receipts | | |
| General Fund | | |
| Property Tax | 11,352,213 | 1,216,616 |
| Local Sales Tax | 2,946,500 | 4,152,206 |
| Public Safety Sales Tax | 153,305 | 219,198 |
| Transient Occupancy Tax Receipts (TOT) | 961,779 | 949,252 |
| Utility Users Tax (UUT) | 1,581,466 | 1,473,432 |
| Other Revenue | 5,589,554 | 6,476,647 |
| | | |
| Total General Fund Revenue | 22,584,816 | 14,487,352 |
| Capital Projects Funds | 42,175 | 180,286 |
| Debt Service Funds | - | - |
| Enterprise Funds | 7,813,270 | 8,306,400 |
| General Fund Other | 1,100,673 | 1,291,372 |
| Internal Service Funds | 535,018 | 552,152 |
| Special Revenue Funds | 1,709,379 | 868,239 |
| Grant Funds | 737,590 | 1,525,069 |
| Trust and Agency Funds | 1,618,324 | 5,199,854 |
| | | |
| Total Receipts | \$36,141,245 | \$32,410,723 |
| Disbursements | | |
| General Fund | | |
| Personal Services | (11,634,592) | (17,665,221) |
| Operating Expenses | (3,660,500) | (3,434,266) |
| Capital Expenditures | (589,086) | (886,774) |
| Non-Operating Expenses | (70,142) | (1,031,999) |
| | | |
| Total General Fund Disbursements | (15,954,321) | (23,018,260) |

| | | |
|----------------------------|---------------------|---------------------|
| Capital Projects Funds | (153,997) | (1,555,413) |
| Debt Service Funds | - | (3,050) |
| Enterprise Funds | (5,531,377) | (3,651,684) |
| General Fund Other | (127,013) | (995,355) |
| Internal Service Funds | (342,994) | (768,135) |
| Special Revenue Funds | (1,510,992) | (939,595) |
| Grant Funds | (2,032,757) | (1,835,605) |
| Trust and Agency Funds | (958,334) | (3,505,949) |
| Total Disbursements | (26,611,784) | (36,273,046) |

| | | |
|--------------------------------|--------------------|----------------------|
| Net Change in Cash Flow | \$9,529,461 | (\$3,862,324) |
|--------------------------------|--------------------|----------------------|

| Summary of Cash by Fund | May 2017 | June 2017 |
|-------------------------------------|------------------------|----------------------|
| General Fund | \$79,301,251 | \$74,763,315 |
| General Fund Other | 5,528,537 | 5,824,459 |
| Capital Projects Funds | 20,951,661 | 19,575,589 |
| Debt Service Funds | 63,924 | 63,932 |
| Enterprise Funds | 73,236,906 | 74,088,745 |
| Trust and Agency Funds | 14,659,941 | 16,353,318 |
| Internal Service Funds | 24,769,370 | 24,552,179 |
| Special Revenue Funds | 27,108,922 | 26,717,233 |
| General Ledger Cash Balances | * \$245,620,511 | \$241,938,770 |

* 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.