

City of Huntington Beach



Quarterly Treasurer's Report Quarter Ending: September 30, 2018

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

Economic and Market Overview:**Market Summary
July - September 2018**

<u>Market Summary</u>	<u>Federal Funds Rate</u>	<u>10-Year Treasury</u>	<u>S&P 500</u>	<u>DOW</u>
7/31/2018	1.75 - 2.00 %	2.96%	2,816.29	25,415.19
8/31/2018	1.75 - 2.00 %	2.86%	2,901.52	25,964.82
9/30/2018	2.00 - 2.25 %	3.05%	2,913.98	26,458.31
Aug. - Sep. % Change	12.50%	6.64%	0.43%	1.90%

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 before year-end. They concluded that the labor market has continued to strengthen and economic activity has been rising at a strong rate. They stated, “Job gains have been strong, on average, in recent months, and the unemployment rate has stayed low. Household spending and business fixed investment have grown strongly.” 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 2 to 2-1/4 percent in September.

Fixed Income/Equity Markets: The yield on the 10-year U.S. Treasury finished the quarter at 3.05%, up from 2.85% from the end of the previous quarter, for a 7.02% increase quarter over quarter. The S&P 500 and DOW increased by 7.20% and 9.01% respectively, over the same period. Overall, the third quarter of 2018 brought strong increases in the market with less volatility as compared to the first quarter of the year.

Employment: Total nonfarm payroll employment increased by 134,000 in September, and the unemployment rate declined to 3.7 percent. Over the past 3 months, job gains have averaged 190,000 per month. Average earnings rose 8 cents an hour to \$27.24.

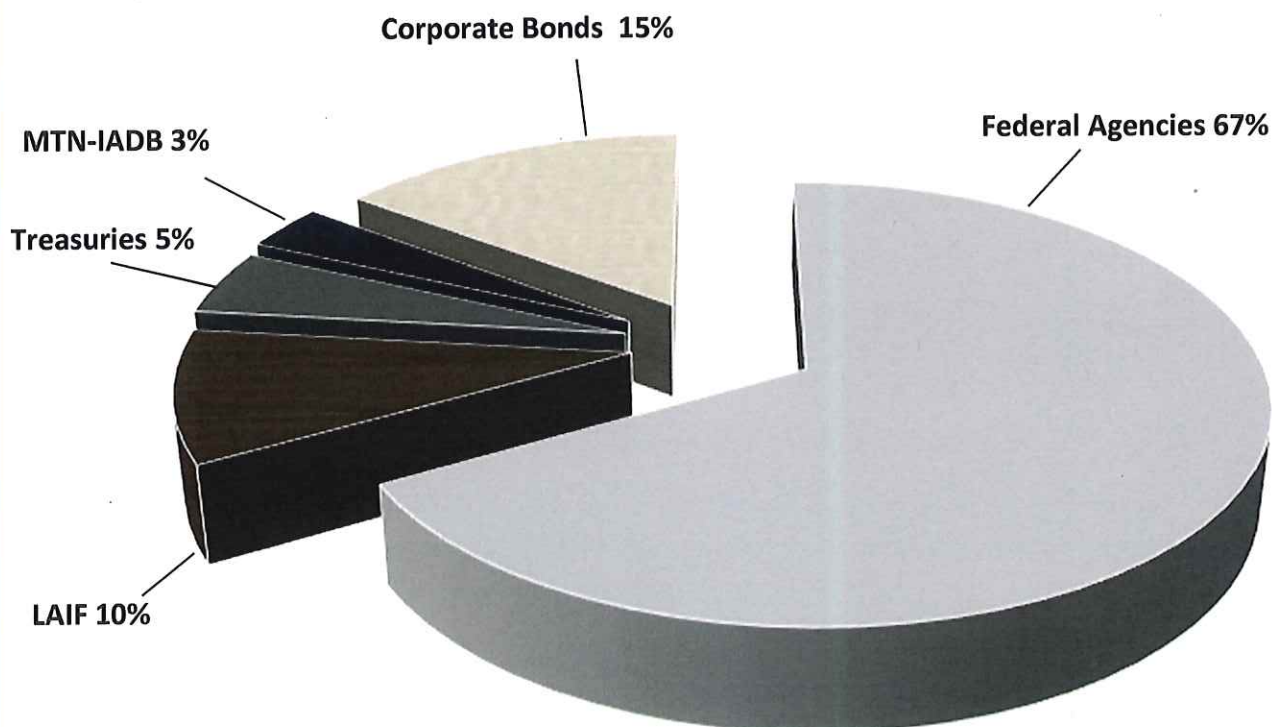
Portfolio Composition:

Portfolio Summary
As of September 30, 2018
\$ 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	\$ 132.6	\$ 135.5	67%	None	yes
Local Agency Investment Fund (LAIF)	\$ 20.0	\$ 20.0	10%	\$65 million	yes
Corporate Bonds	\$ 29.5	\$ 29.8	15%	30%	yes
Medium Term Notes - IADB	\$ 6.9	\$ 6.9	3%	10%	yes
Treasury Securities	\$ 10.0	\$ 9.9	5%	None	yes
Total Portfolio	\$ 199.0	\$ 202.1	100%		

Currently, funds within this portfolio are invested in federal agency securities, corporate bonds, commercial paper, 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 and notes 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. All commercial paper has the highest ratings of A-1/P-1.

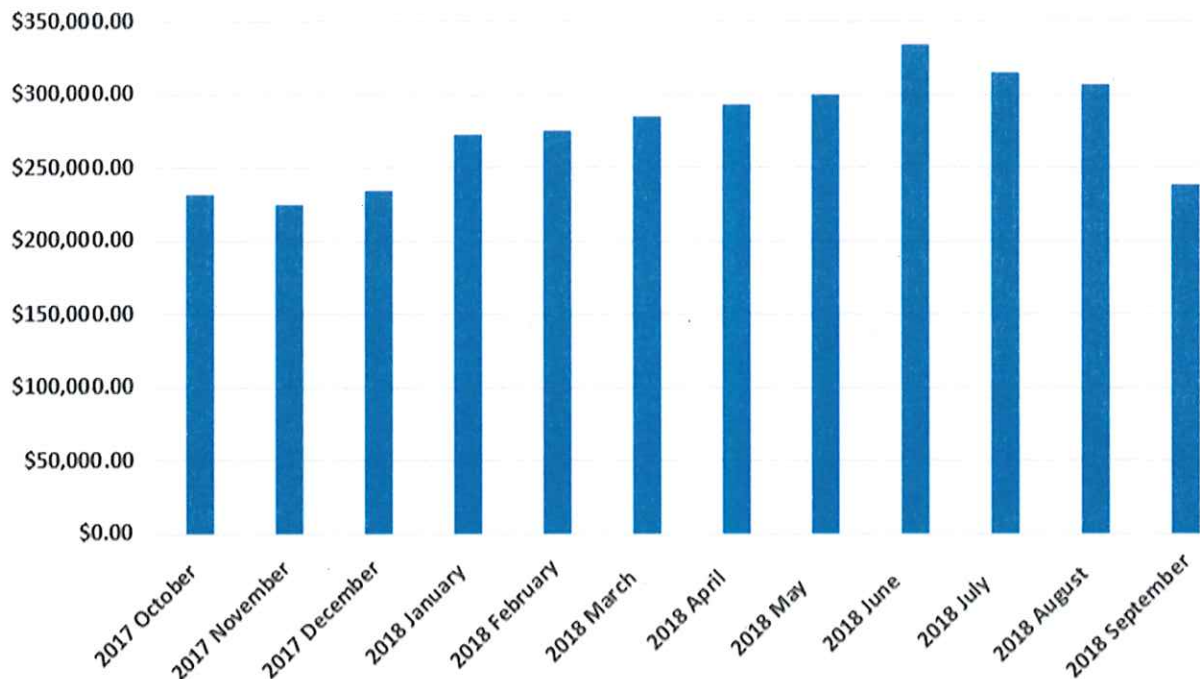
Investments by Type
As of September 30, 2018



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 is currently utilized for the liquidity portion of the City’s portfolio as the yield received for overnight availability at this time is similar to or greater than that of alternative liquid investments.

Portfolio Earnings and Performance:

**Monthly Earnings
October 2017 – September 2018**



As is typically the case on an annual basis, monthly earnings increase from December through June with the receipt of property taxes, followed by a decrease from July through November as funds are utilized for City operations. The Federal Reserve raised rates three times since the beginning of the year. This has allowed the portfolio to earn additional interest income. The current federal funds rate stands at 2.00 – 2.25%.

**Portfolio Earnings
As of September 30, 2018**

<u>Portfolio Earnings</u>	<u>Monthly</u>	<u>FY to-date</u>
Current Year	\$ 238,763	\$860,682
Current Budget	\$ 200,000	\$600,000
Last Year Actual	\$ 234,383	\$764,094
Yield to Maturity as of 9/30/18:		1.83%
FYTD Effective Rate of Return at 9/30/18:		1.63%
Benchmark*		2.16%
*12 month moving average of interpolated 1.5-year treasury		
Purchase Yield** Liquidity Portfolio (under 1 year)		1.86%
Purchase Yield** Long Term Portfolio (1+ years)		2.04%
**The average purchase yield of a portfolio is the weighted average yield to maturity of the securities in the portfolio at the time of investment.		

The monthly portfolio earnings as of September 30, 2018 were \$238,763, with fiscal year-to-date earnings of \$860,682, a 1.9% and 14% increase, respectively, over the same periods in 2017. The yield to maturity as of 9/30/18 was 1.83%, as compared to a benchmark of 2.16%. It can be noted that the purchase yield of the long term portfolio (1+ years to maturity) was 2.04% as of the end of September.

The City’s investment policy mandates are safety, liquidity and return, in this absolute order. The investment portfolio is designed with the objective of attaining a market rate of return through budgetary and economic cycles, taking into account the investment risk constraints and the liquidity requirements.

In order to take advantage of approximately \$900,000 in annual savings, the City modified the timing of the payment of the unfunded portion of the annual CalPERS liability from monthly to annually. Having made this approximately \$25 million annual prepayment in June of this year, the City’s investment return is somewhat behind that of the benchmark as these funds were utilized for this payment, hence unavailable for longer-term investment. As well, securities must mature over time in order to be reinvested at higher rates. Therefore, the portfolio return will typically lag the market.

It is anticipated that as funds become available, they will be reinvested at the higher interest rates resulting in an increased rate of return for the portfolio.

Portfolio Activity:**Monthly Activity
September, 2018**

<u>Investment Type</u>	<u>Purchases/Deposits</u>	<u>Sales/Maturities/Withdrawals</u>
Federal Agency Issues	\$ 3,000,000	\$ 3,000,000
Local Agency Investment Fund (LAIF)		
Medium Term Notes - IADB		
Corporate Bonds	\$ 6,000,000	\$ 3,000,000
Commercial Paper		
Treasury Securities		
Federal Agency Discount Note		
TOTAL	\$ 9,000,000	\$ 6,000,000

For the month of September 2018, \$3 million in Federal Agencies and \$6 million in corporate bonds were purchased. \$3 million in Federal Agencies were sold and \$3 million in corporate bonds were sold.

**Quarterly Activity
July – September, 2018**

<u>Investment Type</u>	<u>Purchases/Deposits</u>	<u>Sales/Maturities/Withdrawals</u>
Federal Agency Issues	\$ 3,000,000	\$ 18,000,000
Local Agency Investment Fund (LAIF) *	\$ 7,208,432	\$ 33,000,000
Medium Term Notes - IADB / IBRD	\$ 7,000,000	\$ 5,000,000
Corporate Bonds	\$ 7,000,000	\$ 3,000,000
Commercial Paper		\$ 20,000,000
Treasury Securities	\$ 10,000,000	
Federal Agency Discount Note		
TOTAL	\$ 34,208,432	\$ 79,000,000

*Includes Interest Income

For the quarter ending September 30, 2018, a net of \$26 million was transferred from LAIF to the operating account, with interest received of \$208,432. \$3 million of Federal Agencies, \$7 million of Medium Term Notes, \$7 million of corporate bonds, and \$10 million of treasuries were purchased. \$18 million of Federal Agencies, \$5 million of Medium Term Notes, \$3 million of corporate bonds, and \$20 million in commercial paper matured or was sold during this quarter.

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 February 5, 2018. 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.

Deferred Compensation Plans - Summary Information**Reporting is Quarterly**

	Beginning Balance (4-1-18)	Ending Balance (6-30-18)	Ending Balance Nationwide incl. Self Directed Option (6-30-18)
ICMA Retirement Corporation (457 Plan)	\$50,799,855	\$51,979,788	\$51,979,788
Nationwide Retirement Solutions (457 Plan)	\$88,340,682	\$90,075,543	\$91,274,085
Total Deferred Compensation Plan Balances	\$139,140,537	\$142,055,331	\$143,253,873

Retiree Medical Trust - Summary Information**Reporting is Quarterly**

	Beginning Balance (4-1-18)	Ending Balance (6-30-18)
CalPERS Retiree Medical Trust Account	\$25,308,535	\$26,836,941

Supplemental Pension Trust - Summary Information**Reporting is Monthly**

	Beginning Balance (6-1-18)	Ending Balance (6-30-18)
US Bank Supplemental Pension Trust Account	\$56,530,150	\$56,271,333

PARS 115 Trust - Summary Information**Reporting is Monthly**

	Beginning Balance (6-1-18)	Ending Balance (6-30-18)
PARS Post Employment Benefits Trust Account	\$3,898,530	\$4,896,135

Bond Reserve Accounts – Market Value
Balances as of September 30, 2018

Summary of Huntington Beach Bond Issue -- Reserve Accounts As of September 30, 2018 Bond Issue:	Reserve Account Value as of September 30, 2018	Investments			
		LAIF	Federal Agency Issues	Money Market Funds	CAMP
H.B. Public Financing Authority Lease Refunding Bonds 2010 Series A	1,242,601.69	1,242,000		601.69	
H.B. Public Financing Authority (Capital Improvement Refinancing/Senior Center) Bonds 2011 Series A	3,371,434.67	3,371,395.31		39.36	
Redevelopment Agency of H.B. - 1999 Tax Allocation Refunding Bonds (1/3 of 1992)	763,762.51	763,761.51		1.00	
Redevelopment Agency of H.B. - 2002 Tax Allocation Refunding Bonds (2/3 of 1992)	1,716,023.97	660,922.03	996,310.00	58,791.94	
H.B. Community Facilities District No. 1990- 1 2001 Special Tax Bonds (Goldenwest- Ellis)	174,392.81	172,000.00		2,392.81	
H.B. Community Facilities District No. 2000- 1 2013 Special Tax Bonds (Grand Coast- Hyatt)	1,099,410.95				1,099,410.95
H.B. Community Facilities District No. 2002- 1 2002 Special Tax Bonds (McDonnell Centre Business Park)	465,110.54	465,110.54			
H.B. Community Facilities District No. 2003- 1 2013 Special Tax Bonds (Huntington Center - Bella Terra)	1,691,643.06				1,691,643.06
TOTALS:	\$ 10,524,380	\$ 6,675,189	\$ 996,310	\$ 61,827	\$ 2,791,054



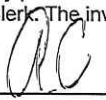
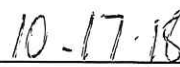
City of HB
Portfolio Management
Portfolio Summary
July 31, 2018

City of Huntington Beach
 2000 Main St.
 Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Federal Agency Issues - Coupon	135,405,000.00	132,572,584.80	135,484,470.18	63.14	1,435	796	1.537	1.558
Local Agency Investment Funds	48,016,353.25	48,016,353.25	48,016,353.25	22.38	1	1	1.917	1.944
Corporate Bonds	26,000,000.00	25,746,680.00	26,071,993.07	12.15	1,168	553	1.930	1.957
Commercial Paper Disc. -Amortizing	5,000,000.00	4,992,400.00	4,992,236.11	2.33	180	26	2.173	2.204
Investments	214,421,353.25	211,328,018.05	214,565,052.61	100.00%	1,053	571	1.685	1.708
Cash and Accrued Interest								
Accrued Interest at Purchase		10,000.00	10,000.00					
Subtotal		10,000.00	10,000.00					
Total Cash and Investments	214,421,353.25	211,338,018.05	214,575,052.61		1,053	571	1.685	1.708

Total Earnings	July 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	315,267.61	315,267.61	
Current Budget	200,000.00	200,000.00	2,400,000.00
Last Year Actual	287,214.88	287,214.88	2,699,189.54
Average Daily Balance	223,901,029.64	223,901,029.64	
Effective Rate of Return	1.66%	1.66%	

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 February 5, 2018. 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 07/01/2018-07/31/2018

Run Date: 10/16/2018 - 08:42

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City of HB
Portfolio Management
Portfolio Details - Investments
July 31, 2018

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	4,827,800.00	5,000,000.00	1.620	AA	1.620	1,048	06/14/2021
3130A7WK7	4136	Federal Home Loan Bank		05/24/2016	5,000,000.00	4,954,050.00	5,000,000.00	1.250	AA	1.250	296	05/24/2019
3130A8DC4	4138	Federal Home Loan Bank		06/30/2016	2,250,000.00	2,182,792.50	2,250,000.00	1.600	AA	1.600	882	12/30/2020
3130A8T94	4153	Federal Home Loan Bank		08/10/2016	5,000,000.00	4,916,950.00	5,000,000.00	1.050	AA	1.518	740	08/10/2020
313383VN8	4157	Federal Home Loan Bank		11/16/2016	5,000,000.00	4,971,350.00	5,038,401.47	2.000	AA	1.297	408	09/13/2019
3130AB3L8	4166	Federal Home Loan Bank		04/27/2017	5,000,000.00	4,919,550.00	5,000,000.00	1.750	AA	1.750	1,365	04/27/2022
3134G9RN9	4139	Federal Home Loan Mort Corp		06/23/2016	5,000,000.00	4,949,350.00	5,000,000.00	1.500	AA	1.375	692	06/23/2020
3134G9F93	4148	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,936,350.00	5,000,000.00	1.000	AA	0.998	331	06/28/2019
3134G9E78	4149	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,845,050.00	5,000,000.00	1.280	AA	1.280	791	09/30/2020
3134G9C54	4150	Federal Home Loan Mort Corp		06/30/2016	4,655,000.00	4,485,837.30	4,655,000.00	1.500	AA	1.500	1,064	06/30/2021
3134G9G35	4151	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,839,000.00	5,000,000.00	1.500	AA	1.400	1,064	06/30/2021
3134GAUB8	4156	Federal Home Loan Mort Corp		11/22/2016	5,000,000.00	4,813,100.00	5,000,000.00	1.650	AA	1.650	1,209	11/22/2021
3134GBNN8	4256	Federal Home Loan Mort Corp		05/30/2017	5,000,000.00	4,901,000.00	5,000,639.55	1.750	AA	1.744	758	08/28/2020
3134G9N94	4257	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,867,050.00	5,021,766.69	1.875	AA	1.723	1,091	07/27/2021
3134G92Y2	4258	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,864,450.00	5,020,709.51	1.875	AA	1.733	1,112	08/17/2021
3134GBNS7	4259	Federal Home Loan Mort Corp		06/14/2017	3,000,000.00	2,967,390.00	2,999,342.00	1.500	AA	1.521	392	08/28/2019
3134GBLT7	4260	Federal Home Loan Mort Corp		06/15/2017	3,000,000.00	2,967,150.00	2,999,339.43	1.500	AA	1.521	394	08/30/2019
3134GBTS1	4261	Federal Home Loan Mort Corp		06/29/2017	5,000,000.00	4,834,200.00	5,000,000.00	2.125	AA	2.125	1,428	06/29/2022
3134GSNV3	4266	Federal Home Loan Mort Corp		06/14/2018	7,000,000.00	6,964,160.00	7,000,000.00	2.800	AAA	2.800	1,048	06/14/2021
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	4,987,350.00	5,000,000.00	1.040	AA	1.040	86	10/26/2018
3135G0K85	4137	Fed. Nat'l Mort. Assoc.		06/13/2016	5,000,000.00	4,956,400.00	5,000,000.00	1.400	AA	1.400	316	06/13/2019
3136G3SJ5	4141	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,793,850.00	4,999,271.53	1.500	AA	1.505	1,064	06/30/2021
3136G3SN6	4143	Fed. Nat'l Mort. Assoc.		06/23/2016	3,000,000.00	2,914,830.00	3,000,000.00	1.500	AA	1.500	875	12/23/2020
3135G0K93	4144	Fed. Nat'l Mort. Assoc.		06/28/2016	5,000,000.00	4,946,650.00	5,000,000.00	1.250	AA	1.250	331	06/28/2019
3136G3UT0	4146	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,856,550.00	5,000,000.00	1.500	AA	1.500	882	12/30/2020
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.		07/19/2016	5,000,000.00	4,855,900.00	5,000,000.00	2.000	AA	1.825	1,083	07/19/2021
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.		07/25/2016	7,500,000.00	7,425,225.00	7,500,000.00	1.000	AA	1.000	267	04/25/2019
3136G4HM8	4159	Fed. Nat'l Mort. Assoc.		12/02/2016	5,000,000.00	4,829,250.00	5,000,000.00	1.950	AA	1.950	1,219	12/02/2021
Subtotal and Average			139,679,862.55		135,405,000.00	132,572,584.80	135,484,470.18			1.558	796	
Local Agency Investment Funds												
SYS982	982	Laif City			48,016,353.25	48,016,353.25	48,016,353.25	1.944		1.944	1	
Subtotal and Average			42,032,444.28		48,016,353.25	48,016,353.25	48,016,353.25			1.944	1	

Portfolio CITY
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City of HB
Portfolio Management
Portfolio Details - Investments
July 31, 2018

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
Medium Term Notes												
Subtotal and Average			2,903,068.13									
Corporate Bonds												
037833AR1	4262	Apple Inc.		06/26/2017	5,000,000.00	4,986,200.00	5,115,140.83	2.850	AA	1.980	1,009	05/06/2021
06406HCZ0	4155	Bank of New York		10/24/2016	5,000,000.00	4,938,500.00	5,040,395.25	2.150	A	1.617	572	02/24/2020
17275RBG6	4154	Cisco Systems Inc		09/27/2016	3,000,000.00	2,958,690.00	3,003,224.73	1.400	AA	1.303	415	09/20/2019
494368BP7	4164	Kimberly Clark Corp		12/28/2016	2,000,000.00	1,964,380.00	1,995,172.70	1.850	A	2.008	578	03/01/2020
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,001,980.00	3,008,501.94	2.375	AA	1.731	167	01/15/2019
69353RFC7	4267	PNC BANK		06/25/2018	5,000,000.00	4,899,600.00	4,906,210.53	2.000		3.080	657	05/19/2020
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	2,997,330.00	3,003,347.09	2.000	AA	1.500	84	10/24/2018
Subtotal and Average			26,073,877.82		26,000,000.00	25,746,680.00	26,071,993.07			1.957	553	
Commercial Paper Disc. -Amortizing												
06538CHT1	4265	BANK OF TOKYO-MIT NY		02/28/2018	5,000,000.00	4,992,400.00	4,992,236.11	2.150		2.204	26	08/27/2018
Subtotal and Average			9,341,715.01		5,000,000.00	4,992,400.00	4,992,236.11			2.204	26	
Federal Agency Disc. -Amortizing												
Subtotal and Average			3,870,061.85									
Total and Average			223,901,029.64		214,421,353.25	211,328,018.05	214,565,052.61			1.708	571	

**City of HB
Portfolio Management
Portfolio Details - Cash
July 31, 2018**

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		10,000.00	10,000.00	0			
				Subtotal		10,000.00	10,000.00				
Total Cash and Investments			223,901,029.64	214,421,353.25		211,338,018.05	214,575,052.61	1.708		571	

City of HB
Portfolio Management
Activity By Type
July 1, 2018 through July 31, 2018

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3134G73Q2	4120	Federal Home Loan Mort Corp	1.000	07/27/2018	0.00	5,000,000.00	
		Subtotal			0.00	5,000,000.00	135,484,470.18
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	1.944		7,208,431.51	5,000,000.00	
		Subtotal			7,208,431.51	5,000,000.00	48,016,353.25
Medium Term Notes							
459058FE8	4158	Intl Bk Recon & Development	0.876	07/19/2018	0.00	5,000,000.00	
		Subtotal			0.00	5,000,000.00	0.00
Corporate Bonds							
		Subtotal					26,071,993.07
Commercial Paper Disc. -Amortizing							
46640QGA3	4263	JP Morgan	1.820	07/10/2018	0.00	15,000,000.00	
		Subtotal			0.00	15,000,000.00	4,992,236.11
Federal Agency Disc. -Amortizing							
313385ZG4	4264	Federal Home Loan Bank	1.532	07/13/2018	0.00	10,000,000.00	
		Subtotal			0.00	10,000,000.00	0.00
		Total			7,208,431.51	40,000,000.00	214,565,052.61

**City of HB
Portfolio Management
Activity Summary
July 2017 through July 2018**

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					
July	2017	50	227,046,687.72	1.398	1.417	1.051	0	2	1,246	845
August	2017	47	208,273,796.65	1.399	1.418	1.084	0	3	1,258	843
September	2017	46	201,272,141.13	1.415	1.435	1.111	0	1	1,275	835
October	2017	45	196,034,063.90	1.437	1.457	1.143	0	1	1,310	839
November	2017	44	188,015,052.55	1.439	1.459	1.172	0	1	1,310	821
December	2017	41	196,385,752.92	1.414	1.433	1.239	0	3	1,114	688
January	2018	42	224,063,945.55	1.473	1.493	1.350	2	1	1,061	642
February	2018	43	227,425,960.54	1.495	1.516	1.412	1	0	1,043	608
March	2018	42	224,287,046.45	1.517	1.539	1.524	0	1	1,027	587
April	2018	41	229,750,575.95	1.544	1.566	1.661	0	1	970	536
May	2018	41	245,084,699.38	1.573	1.595	1.755	0	0	903	475
June	2018	41	250,105,256.16	1.644	1.667	1.854	2	2	964	518
July	2018	37	223,901,029.64	1.685	1.708	1.944	0	4	1,053	571
Average		43	218,534,356.96	1.495%	1.516%	1.408	0	2	1,118	678

**City of HB
Portfolio Management
Interest Earnings Summary
July 31, 2018**

Page 1

	July 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	382,312.50	382,312.50
Plus Accrued Interest at End of Period	490,515.47	490,515.47
Less Accrued Interest at Beginning of Period	(640,749.80)	(640,749.80)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	232,078.17	232,078.17
Adjusted by Premiums and Discounts	13,791.00	13,791.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	245,869.17	245,869.17
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	208,431.51	208,431.51
Plus Accrued Interest at End of Period	56,864.16	56,864.16
Less Accrued Interest at Beginning of Period	(195,897.23)	(195,897.23)
Interest Earned during Period	69,398.44	69,398.44
Total Interest Earned during Period	301,476.61	301,476.61
Total Adjustments from Premiums and Discounts	13,791.00	13,791.00
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	315,267.61	315,267.61



Fair Value Including Accrued Interest	\$	90,155,032,049.30
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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
July 2018

Cash Receipts and Disbursements	June 2018	July 2018
Receipts		
General Fund		
Property Tax	546,412	583,230
Local Sales Tax	2,973,956	3,337,552
Public Safety Sales Tax	225,973	172,873
Transient Occupancy Tax (TOT)	1,101,416	1,305,617
Utility Users Tax (UUT)	1,492,861	1,486,441
Other Revenue	5,241,429	16,693,155
Total General Fund Revenue	11,582,047	23,578,868
Capital Projects Funds	6,640,601	549,007
Debt Service Funds	-	-
Enterprise Funds	5,558,470	14,097,942
General Fund Other	427,121	461,486
Internal Service Funds	-	-
Special Revenue Funds	1,754,646	1,381,430
Grant Funds	1,449,102	1,222,364
Trust and Agency Funds	3,739,416	1,483,686
Total Receipts	\$31,151,403	\$42,774,782
Disbursements		
General Fund		
Personal Services	(18,208,914)	(33,312,168)
Operating Expenses	(3,440,849)	(3,522,746)
Capital Expenditures	(153,326)	(45,696)
Non-Operating Expenses	(14,473,296)	(4,208)
Total General Fund Disbursements	(36,276,385)	(36,884,818)

Capital Projects Funds	(818,106)	(775,469)
Debt Service Funds	-	(3,050)
Enterprise Funds	(4,460,538)	(27,462,934)
General Fund Other	(180,573)	(139,230)
Internal Service Funds	(3,483,788)	(3,920,637)
Special Revenue Funds	(1,048,784)	(681,701)
Grant Funds	(975,302)	(960,521)
Trust and Agency Funds	(7,617,261)	(5,399,195)
Total Disbursements	(54,860,738)	(76,227,555)
Net Change in Cash Flow	(23,709,335)	(33,452,773)
Summary of Cash by Fund	June 2018	July 2018
General Fund	\$61,591,049	\$47,475,639
General Fund Other	4,003,902	4,027,145
Capital Projects Funds	26,326,003	26,134,064
Debt Service Funds	4,283,215	4,280,165
Enterprise Funds	80,098,541	67,118,459
Trust and Agency Funds	16,983,387	12,701,392
Internal Service Funds	26,906,541	23,867,447
Special Revenue Funds	37,492,559	38,456,240
General Ledger Cash Balances	* \$257,685,197	\$224,060,551

* 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, 2018

City of Huntington Beach
2000 Main St.
Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Federal Agency Issues - Coupon	135,405,000.00	132,857,833.20	135,480,527.77	67.96	1,435	765	1.537	1.558
Local Agency Investment Funds	20,016,353.25	20,016,353.25	20,016,353.25	10.04	1	1	1.971	1.998
Treasury Securities - Coupon	10,000,000.00	9,891,950.00	9,889,971.01	4.96	687	661	2.597	2.633
Medium Term Notes	7,000,000.00	6,901,720.00	6,897,843.10	3.46	684	654	2.678	2.715
Corporate Bonds	27,000,000.00	26,769,020.00	27,055,577.49	13.57	1,149	526	1.969	1.997
Investments	199,421,353.25	196,436,876.45	199,340,272.62	100.00%	1,189	647	1.731	1.755
Cash and Accrued Interest								
Accrued Interest at Purchase		53,715.81	53,715.81					
Subtotal		53,715.81	53,715.81					
Total Cash and Investments	199,421,353.25	196,490,592.26	199,393,988.43		1,189	647	1.731	1.755

Total Earnings	August 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year		306,651.03	621,918.64	
Current Budget		200,000.00	400,000.00	2,400,000.00
Last Year Actual		242,496.23	529,711.11	2,699,189.54
Average Daily Balance		206,373,589.71	215,137,309.68	
Effective Rate of Return		1.75%	1.70%	

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 February 5, 2018. 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 10-17-18
Alisa Cutchen, CITY TREASURER

Reporting period 08/01/2018-08/31/2018

Run Date: 10/16/2018 - 08:44

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City of HB
Portfolio Management
Portfolio Details - Investments
August 31, 2018

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	4,819,700.00	5,000,000.00	1.620	AA	1.620	1,017	06/14/2021
3130A7WK7	4136	Federal Home Loan Bank		05/24/2016	5,000,000.00	4,959,400.00	5,000,000.00	1.250	AA	1.250	265	05/24/2019
3130A8DC4	4138	Federal Home Loan Bank		06/30/2016	2,250,000.00	2,188,620.00	2,250,000.00	1.600	AA	1.600	851	12/30/2020
3130A8T94	4153	Federal Home Loan Bank		08/10/2016	5,000,000.00	4,925,300.00	5,000,000.00	2.000	AA	1.525	709	08/10/2020
313383VN8	4157	Federal Home Loan Bank		11/16/2016	5,000,000.00	4,971,550.00	5,035,535.69	2.000	AA	1.297	377	09/13/2019
3130AB3L8	4166	Federal Home Loan Bank		04/27/2017	5,000,000.00	4,934,600.00	5,000,000.00	1.750	AA	1.750	1,334	04/27/2022
3134G9RN9	4139	Federal Home Loan Mort Corp		06/23/2016	5,000,000.00	4,957,100.00	5,000,000.00	1.500	AA	1.375	661	06/23/2020
3134G9F93	4148	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,942,900.00	5,000,000.00	1.000	AA	0.998	300	06/28/2019
3134G9E78	4149	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,859,800.00	5,000,000.00	1.280	AA	1.280	760	09/30/2020
3134G9C54	4150	Federal Home Loan Mort Corp		06/30/2016	4,655,000.00	4,503,433.20	4,655,000.00	1.500	AA	1.500	1,033	06/30/2021
3134G9G35	4151	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,856,500.00	5,000,000.00	1.500	AA	1.400	1,033	06/30/2021
3134GAUB8	4156	Federal Home Loan Mort Corp		11/22/2016	5,000,000.00	4,832,850.00	5,000,000.00	1.650	AA	1.650	1,178	11/22/2021
3134GBNN8	4256	Federal Home Loan Mort Corp		05/30/2017	5,000,000.00	4,912,150.00	5,000,613.87	1.750	AA	1.744	727	08/28/2020
3134G9N94	4257	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,885,200.00	5,021,159.81	1.875	AA	1.723	1,060	07/27/2021
3134G92Y2	4258	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,883,050.00	5,020,142.65	1.875	AA	1.733	1,081	08/17/2021
3134GBNS7	4259	Federal Home Loan Mort Corp		06/14/2017	3,000,000.00	2,970,090.00	2,999,393.01	1.500	AA	1.521	361	08/28/2019
3134GBLT7	4260	Federal Home Loan Mort Corp		06/15/2017	3,000,000.00	2,969,910.00	2,999,390.38	1.500	AA	1.521	363	08/30/2019
3134GBTS1	4261	Federal Home Loan Mort Corp		06/29/2017	5,000,000.00	4,856,300.00	5,000,000.00	2.125	AA	2.125	1,397	06/29/2022
3134GSNV3	4266	Federal Home Loan Mort Corp		06/14/2018	7,000,000.00	6,980,960.00	7,000,000.00	2.800	AAA	2.800	1,017	06/14/2021
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	4,991,950.00	5,000,000.00	1.040	AA	1.040	55	10/26/2018
3135G0K85	4137	Fed. Nat'l Mort. Assoc.		06/13/2016	5,000,000.00	4,961,750.00	5,000,000.00	1.400	AA	1.400	285	06/13/2019
3136G3SJ5	4141	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,812,750.00	4,999,292.36	1.500	AA	1.505	1,033	06/30/2021
3136G3SN6	4143	Fed. Nat'l Mort. Assoc.		06/23/2016	3,000,000.00	2,922,120.00	3,000,000.00	1.500	AA	1.500	844	12/23/2020
3135G0K93	4144	Fed. Nat'l Mort. Assoc.		06/28/2016	5,000,000.00	4,952,600.00	5,000,000.00	1.250	AA	1.250	300	06/28/2019
3136G3UT0	4146	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,854,350.00	5,000,000.00	1.500	AA	1.500	851	12/30/2020
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.		07/19/2016	5,000,000.00	4,871,100.00	5,000,000.00	2.000	AA	1.825	1,052	07/19/2021
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.		07/25/2016	7,500,000.00	7,435,800.00	7,500,000.00	1.000	AA	1.000	236	04/25/2019
3136G4HM8	4159	Fed. Nat'l Mort. Assoc.		12/02/2016	5,000,000.00	4,846,000.00	5,000,000.00	1.950	AA	1.950	1,188	12/02/2021
Subtotal and Average			135,482,371.73		135,405,000.00	132,857,833.20	135,480,527.77			1.558	765	
Local Agency Investment Funds												
SYS982	982	Laif City			20,016,353.25	20,016,353.25	20,016,353.25	1.998		1.998	1	
Subtotal and Average			24,887,320.99		20,016,353.25	20,016,353.25	20,016,353.25			1.998	1	

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**City of HB
Portfolio Management
Portfolio Details - Investments
August 31, 2018**

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
Treasury Securities - Coupon												
912828XY1	4269	US Treasury Notes		08/01/2018	5,000,000.00	4,988,650.00	4,987,098.71	2.500		2.645	668	06/30/2020
912828XU9	4270	US Treasury Notes		08/10/2018	5,000,000.00	4,903,300.00	4,902,872.30	1.500		2.620	653	06/15/2020
Subtotal and Average			8,465,158.41		10,000,000.00	9,891,950.00	9,889,971.01			2.633	661	
Medium Term Notes												
4581X0CP1	4268	Inter-American Dev. Bank		08/02/2018	7,000,000.00	6,901,720.00	6,897,843.10	1.875		2.715	654	06/16/2020
Subtotal and Average			6,673,257.73		7,000,000.00	6,901,720.00	6,897,843.10			2.715	654	
Corporate Bonds												
037833AR1	4262	Apple Inc.		06/26/2017	5,000,000.00	4,991,250.00	5,111,669.24	2.850	AA	1.980	978	05/06/2021
06406HCZ0	4155	Bank of New York		10/24/2016	5,000,000.00	4,947,750.00	5,038,242.75	2.150	A	1.617	541	02/24/2020
17275RBG6	4154	Cisco Systems Inc		09/27/2016	3,000,000.00	2,960,220.00	3,002,988.20	1.400	AA	1.303	384	09/20/2019
494368BP7	4164	Kimberly Clark Corp		12/28/2016	2,000,000.00	1,969,240.00	1,995,426.77	1.850	A	2.008	547	03/01/2020
68389XAQ8	4071	Oracle Corp		05/26/2015	3,000,000.00	3,000,870.00	3,006,946.71	2.375	AA	1.731	136	01/15/2019
69353RFC7	4267	PNC BANK		06/25/2018	5,000,000.00	4,913,600.00	4,910,552.63	2.000		3.080	626	05/19/2020
69353REP9	4271	PNC BANK		08/13/2018	1,000,000.00	987,320.00	987,613.89	2.300		3.031	639	06/01/2020
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	2,998,770.00	3,002,137.30	2.000	AA	1.500	53	10/24/2018
Subtotal and Average			26,675,063.06		27,000,000.00	26,769,020.00	27,055,577.49			1.997	526	
Commercial Paper Disc. -Amortizing												
Subtotal and Average			4,190,417.79									
Total and Average			206,373,589.71		199,421,353.25	196,436,876.45	199,340,272.62			1.755	647	

**City of HB
Portfolio Management
Portfolio Details - Cash
August 31, 2018**

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		53,715.81	53,715.81				0
				Subtotal		53,715.81	53,715.81				
Total Cash and Investments			206,373,589.71	199,421,353.25		196,490,592.26	199,393,988.43			1.755	647

City of HB
Portfolio Management
Activity By Type
August 1, 2018 through August 31, 2018

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
Subtotal							135,480,527.77
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	1.998		0.00	28,000,000.00	
Subtotal							20,016,353.25
Treasury Securities - Coupon							
912828XY1	4269	US Treasury Notes	2.500	08/01/2018	4,986,500.00	0.00	
912828XU9	4270	US Treasury Notes	1.500	08/10/2018	4,899,600.00	0.00	
Subtotal							9,889,971.01
Medium Term Notes							
4581X0CP1	4268	Inter-American Dev. Bank	1.875	08/02/2018	6,893,250.00	0.00	
Subtotal							6,897,843.10
Corporate Bonds							
69353REP9	4271	PNC BANK	2.300	08/13/2018	987,260.00	0.00	
Subtotal							27,055,577.49
Commercial Paper Disc. -Amortizing							
06538CHT1	4265	BANK OF TOKYO-MIT NY	2.150	08/27/2018	0.00	5,000,000.00	
Subtotal							0.00
Total					17,766,610.00	33,000,000.00	199,340,272.62

**City of HB
Portfolio Management
Activity Summary
August 2017 through August 2018**

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	2017	47	208,273,796.65	1.399	1.418	1.084	0	3	1,258	843
September	2017	46	201,272,141.13	1.415	1.435	1.111	0	1	1,275	835
October	2017	45	196,034,063.90	1.437	1.457	1.143	0	1	1,310	839
November	2017	44	188,015,052.55	1.439	1.459	1.172	0	1	1,310	821
December	2017	41	196,385,752.92	1.414	1.433	1.239	0	3	1,114	688
January	2018	42	224,063,945.55	1.473	1.493	1.350	2	1	1,061	642
February	2018	43	227,425,960.54	1.495	1.516	1.412	1	0	1,043	608
March	2018	42	224,287,046.45	1.517	1.539	1.524	0	1	1,027	587
April	2018	41	229,750,575.95	1.544	1.566	1.661	0	1	970	536
May	2018	41	245,084,699.38	1.573	1.595	1.755	0	0	903	475
June	2018	41	250,105,256.16	1.644	1.667	1.854	2	2	964	518
July	2018	37	223,901,029.64	1.685	1.708	1.944	0	4	1,053	571
August	2018	40	206,373,589.71	1.731	1.755	1.998	4	1	1,189	647
Average		42	216,916,008.38	1.520%	1.542%	1.481	1	1	1,114	662

**City of HB
Portfolio Management
Interest Earnings Summary
August 31, 2018**

Page 1

	August 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	170,625.00	552,937.50
Plus Accrued Interest at End of Period	575,699.41	575,699.41
Less Accrued Interest at Beginning of Period	(490,515.47)	(640,749.80)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	255,808.94	487,887.11
Adjusted by Premiums and Discounts	8,610.01	22,401.01
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	264,418.95	510,288.12
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	208,431.51
Plus Accrued Interest at End of Period	99,096.24	99,096.24
Less Accrued Interest at Beginning of Period	(56,864.16)	(195,897.23)
Interest Earned during Period	42,232.08	111,630.52
Total Interest Earned during Period	298,041.02	599,517.63
Total Adjustments from Premiums and Discounts	8,610.01	22,401.01
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	306,651.03	621,918.64



Fair Value Including Accrued Interest	\$	86,440,302,799.64
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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 2018**

Cash Receipts and Disbursements	July 2018	August 2018
Receipts		
General Fund		
Property Tax	583,230	70,812
Local Sales Tax	3,337,552	3,109,960
Public Safety Sales Tax	172,873	240,554
Transient Occupancy Tax (TOT)	1,305,617	1,773,270
Utility Users Tax (UUT)	1,486,441	1,645,081
Other Revenue	16,693,155	7,012,591
Total General Fund Revenue	23,578,868	13,852,267
Capital Projects Funds	549,007	435,859
Debt Service Funds	-	-
Enterprise Funds	14,097,942	6,942,130
General Fund Other	461,486	167,311
Internal Service Funds	-	-
Special Revenue Funds	1,381,430	787,388
Grant Funds	1,222,364	2,113,715
Trust and Agency Funds	1,483,686	6,211,879
Total Receipts	\$42,774,782	\$30,510,547
Disbursements		
General Fund		
Personal Services	(33,312,168)	(11,139,075)
Operating Expenses	(3,522,746)	(3,625,704)
Capital Expenditures	(45,696)	(29,102)
Non-Operating Expenses	(4,208)	(1,173,714)
Total General Fund Disbursements	(36,884,818)	(15,967,595)

Capital Projects Funds	(775,469)	(817,538)
Debt Service Funds	(3,050)	(4,219,227)
Enterprise Funds	(27,462,934)	(5,260,870)
General Fund Other	(139,230)	(425,772)
Internal Service Funds	(3,920,637)	(756,060)
Special Revenue Funds	(681,701)	(1,112,575)
Grant Funds	(960,521)	(651,121)
Trust and Agency Funds	(5,399,195)	(5,009,693)
Total Disbursements	(76,227,555)	(34,220,451)

Net Change in Cash Flow	(33,452,773)	(3,709,904)
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Summary of Cash by Fund	July 2018	August 2018
General Fund	\$47,475,639	\$37,800,709
General Fund Other	4,027,145	3,770,503
Capital Projects Funds	26,134,064	25,757,217
Debt Service Funds	4,280,165	60,938
Enterprise Funds	67,118,459	68,557,462
Trust and Agency Funds	12,701,392	13,912,564
Internal Service Funds	23,867,447	23,917,029
Special Revenue Funds	38,456,240	39,783,023
General Ledger Cash Balances	* \$224,060,551	\$213,559,444

* 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, 2018

City of Huntington Beach
 2000 Main St.
 Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Federal Agency Issues - Coupon	135,405,000.00	132,614,191.70	135,477,144.01	67.03	1,450	760	1.574	1.596
Local Agency Investment Funds	20,016,353.25	20,016,353.25	20,016,353.25	9.90	1	1	2.035	2.063
Treasury Securities - Coupon	10,000,000.00	9,867,150.00	9,895,012.63	4.90	687	631	2.597	2.633
Medium Term Notes	7,000,000.00	6,882,260.00	6,902,594.58	3.42	684	624	2.678	2.715
Corporate Bonds	30,000,000.00	29,496,860.00	29,808,462.09	14.75	1,176	706	2.253	2.285
Investments	202,421,353.25	198,876,814.95	202,099,566.56	100.00%	1,203	666	1.808	1.833
<hr/>								
Cash and Accrued Interest								
Accrued Interest at Purchase		83,622.06	83,622.06					
Subtotal		83,622.06	83,622.06					
Total Cash and Investments	202,421,353.25	198,960,437.01	202,183,188.62		1,203	666	1.808	1.833

Total Earnings	September 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	238,763.02	860,681.66	
Current Budget	200,000.00	600,000.00	2,400,000.00
Last Year Actual	234,382.53	764,093.64	2,699,189.54
Average Daily Balance	199,597,619.90	210,070,019.53	
Effective Rate of Return	1.46%	1.63%	

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 February 5, 2018. 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 *10-18-18*

Reporting period 09/01/2018-09/30/2018

Run Date: 10/18/2018 - 08:06

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City of HB
Portfolio Management
Portfolio Details - Investments
September 30, 2018

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	4,834,450.00	5,000,000.00	1.620	AA	1.620	987	06/14/2021
3133EJC98	4273	Federal Farm Credit Bank		09/27/2018	3,000,000.00	2,999,010.00	3,000,000.00	3.230	AA	3.230	1,457	09/27/2022
3130A7WK7	4136	Federal Home Loan Bank		05/24/2016	5,000,000.00	4,960,050.00	5,000,000.00	1.250	AA	1.250	235	05/24/2019
3130A8DC4	4138	Federal Home Loan Bank		06/30/2016	2,250,000.00	2,187,697.50	2,250,000.00	1.600	AA	1.600	821	12/30/2020
3130A8T94	4153	Federal Home Loan Bank		08/10/2016	5,000,000.00	4,913,400.00	5,000,000.00	2.000	AA	1.525	679	08/10/2020
313383VN8	4157	Federal Home Loan Bank		11/16/2016	5,000,000.00	4,970,200.00	5,032,669.91	2.000	AA	1.297	347	09/13/2019
3130AB3L8	4166	Federal Home Loan Bank		04/27/2017	5,000,000.00	4,918,100.00	5,000,000.00	1.750	AA	1.750	1,304	04/27/2022
3134G9RN9	4139	Federal Home Loan Mort Corp		06/23/2016	5,000,000.00	4,954,750.00	5,000,000.00	1.500	AA	1.375	631	06/23/2020
3134G9F93	4148	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,943,450.00	5,000,000.00	1.000	AA	0.998	270	06/28/2019
3134G9E78	4149	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,847,700.00	5,000,000.00	1.280	AA	1.280	730	09/30/2020
3134G9C54	4150	Federal Home Loan Mort Corp		06/30/2016	4,655,000.00	4,485,744.20	4,655,000.00	1.500	AA	1.500	1,003	06/30/2021
3134G9G35	4151	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,838,550.00	5,000,000.00	1.500	AA	1.400	1,003	06/30/2021
3134GAUB8	4156	Federal Home Loan Mort Corp		11/22/2016	5,000,000.00	4,811,600.00	5,000,000.00	1.650	AA	1.650	1,148	11/22/2021
3134GBNN8	4256	Federal Home Loan Mort Corp		05/30/2017	5,000,000.00	4,900,000.00	5,000,588.18	1.750	AA	1.744	697	08/28/2020
3134G9N94	4257	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,863,750.00	5,020,552.93	1.875	AA	1.723	1,030	07/27/2021
3134G9Y2	4258	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,861,100.00	5,019,575.78	1.875	AA	1.733	1,051	08/17/2021
3134GBNS7	4259	Federal Home Loan Mort Corp		06/14/2017	3,000,000.00	2,969,130.00	2,999,444.02	1.500	AA	1.521	331	08/28/2019
3134GBTS1	4261	Federal Home Loan Mort Corp		06/29/2017	5,000,000.00	4,824,950.00	5,000,000.00	2.125	AA	2.125	1,367	06/29/2022
3134GSNV3	4266	Federal Home Loan Mort Corp		06/14/2018	7,000,000.00	6,949,250.00	7,000,000.00	2.800	AAA	2.800	987	06/14/2021
3136G2R58	4122	Fed. Nat'l Mort. Assoc.		10/29/2015	5,000,000.00	4,995,950.00	5,000,000.00	1.040	AA	1.040	25	10/26/2018
3135G0K85	4137	Fed. Nat'l Mort. Assoc.		06/13/2016	5,000,000.00	4,961,550.00	5,000,000.00	1.400	AA	1.400	255	06/13/2019
3136G3SJ5	4141	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,794,300.00	4,999,313.19	1.500	AA	1.505	1,003	06/30/2021
3136G3SN6	4143	Fed. Nat'l Mort. Assoc.		06/23/2016	3,000,000.00	2,914,260.00	3,000,000.00	1.500	AA	1.500	814	12/23/2020
3135G0K93	4144	Fed. Nat'l Mort. Assoc.		06/28/2016	5,000,000.00	4,952,850.00	5,000,000.00	1.250	AA	1.250	270	06/28/2019
3136G3UT0	4146	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,848,850.00	5,000,000.00	1.500	AA	1.500	821	12/30/2020
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.		07/19/2016	5,000,000.00	4,850,550.00	5,000,000.00	2.000	AA	1.825	1,022	07/19/2021
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.		07/25/2016	7,500,000.00	7,439,850.00	7,500,000.00	1.000	AA	1.000	206	04/25/2019
3136G4HM8	4159	Fed. Nat'l Mort. Assoc.		12/02/2016	5,000,000.00	4,823,150.00	5,000,000.00	1.950	AA	1.950	1,158	12/02/2021
Subtotal and Average			134,778,698.81		135,405,000.00	132,614,191.70	135,477,144.01			1.596	760	
Local Agency Investment Funds												
SYS982	982	Laif City			20,016,353.25	20,016,353.25	20,016,353.25	2.063		2.063	1	
Subtotal and Average			20,016,353.25		20,016,353.25	20,016,353.25	20,016,353.25			2.063	1	

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City of HB
Portfolio Management
Portfolio Details - Investments
September 30, 2018

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
Treasury Securities - Coupon												
912828XY1	4269	US Treasury Notes		08/01/2018	5,000,000.00	4,974,200.00	4,987,678.11	2.500		2.645	638	06/30/2020
912828XU9	4270	US Treasury Notes		08/10/2018	5,000,000.00	4,892,950.00	4,907,334.52	1.500		2.620	623	06/15/2020
Subtotal and Average			9,892,575.85		10,000,000.00	9,867,150.00	9,895,012.63			2.633	631	
Medium Term Notes												
4581X0CP1	4268	Inter-American Dev. Bank		08/02/2018	7,000,000.00	6,882,260.00	6,902,594.58	1.875		2.715	624	06/16/2020
Subtotal and Average			6,900,298.03		7,000,000.00	6,882,260.00	6,902,594.58			2.715	624	
Corporate Bonds												
037833AR1	4262	Apple Inc.		06/26/2017	5,000,000.00	4,975,050.00	5,108,197.66	2.850	AA	1.980	948	05/06/2021
06406HCZ0	4155	Bank of New York		10/24/2016	5,000,000.00	4,944,300.00	5,036,090.25	2.150	A	1.617	511	02/24/2020
17275RBG6	4154	Cisco Systems Inc		09/27/2016	3,000,000.00	2,960,820.00	3,002,751.67	1.400	AA	1.303	354	09/20/2019
459200HG9	4274	IBM Corp		09/28/2018	3,000,000.00	2,844,210.00	2,845,835.14	1.875	A	3.257	1,400	08/01/2022
494368BP7	4164	Kimberly Clark Corp		12/28/2016	2,000,000.00	1,968,180.00	1,995,680.84	1.850	A	2.008	517	03/01/2020
69353RFC7	4267	PNC BANK		06/25/2018	5,000,000.00	4,909,500.00	4,914,894.74	2.000		3.080	596	05/19/2020
69353REP9	4271	PNC BANK		08/13/2018	1,000,000.00	986,330.00	988,203.70	2.300		3.031	609	06/01/2020
828807DB0	4272	Simon Property Group		09/21/2018	3,000,000.00	2,909,280.00	2,915,880.58	2.625	A	3.437	1,353	06/15/2022
89236TAY1	4039	Toyota Motor Credit		01/26/2015	3,000,000.00	2,999,190.00	3,000,927.51	2.000	AA	1.500	23	10/24/2018
Subtotal and Average			28,009,693.96		30,000,000.00	29,496,860.00	29,808,462.09			2.285	706	
Total and Average			199,597,619.90		202,421,353.25	198,876,814.95	202,099,566.56			1.833	666	

**City of HB
Portfolio Management
Portfolio Details - Cash
September 30, 2018**

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		83,622.06	83,622.06					0
				Subtotal		83,622.06	83,622.06					
Total Cash and Investments			199,597,619.90		202,421,353.25	198,960,437.01	202,183,188.62			1.833	666	

City of HB
Portfolio Management
Activity By Type
September 1, 2018 through September 30, 2018

Page 1

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3133EJC98	4273	Federal Farm Credit Bank	3.230	09/27/2018	3,000,000.00	0.00	
3134GBLT7	4260	Federal Home Loan Mort Corp	1.500	09/20/2018	0.00	2,999,422.64	
		Subtotal			3,000,000.00	2,999,422.64	135,477,144.01
Local Agency Investment Funds (Monthly Summary)							
		Subtotal					20,016,353.25
Treasury Securities - Coupon							
		Subtotal					9,895,012.63
Medium Term Notes							
		Subtotal					6,902,594.58
Corporate Bonds							
459200HG9	4274	IBM Corp	1.875	09/28/2018	2,845,500.00	0.00	
68389XAQ8	4071	Oracle Corp	2.375	09/28/2018	0.00	3,005,547.00	
828807DB0	4272	Simon Property Group	2.625	09/21/2018	2,915,250.00	0.00	
		Subtotal			5,760,750.00	3,005,547.00	29,808,462.09
		Total			8,760,750.00	6,004,969.64	202,099,566.56

City of HB
Portfolio Management
Activity Summary
September 2017 through September 2018

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	2017	46	201,272,141.13	1.415	1.435	1.111	0	1	1,275	835
October	2017	45	196,034,063.90	1.437	1.457	1.143	0	1	1,310	839
November	2017	44	188,015,052.55	1.439	1.459	1.172	0	1	1,310	821
December	2017	41	196,385,752.92	1.414	1.433	1.239	0	3	1,114	688
January	2018	42	224,063,945.55	1.473	1.493	1.350	2	1	1,061	642
February	2018	43	227,425,960.54	1.495	1.516	1.412	1	0	1,043	608
March	2018	42	224,287,046.45	1.517	1.539	1.524	0	1	1,027	587
April	2018	41	229,750,575.95	1.544	1.566	1.661	0	1	970	536
May	2018	41	245,084,699.38	1.573	1.595	1.755	0	0	903	475
June	2018	41	250,105,256.16	1.644	1.667	1.854	2	2	964	518
July	2018	37	223,901,029.64	1.685	1.708	1.944	0	4	1,053	571
August	2018	40	206,373,589.71	1.731	1.755	1.998	4	1	1,189	647
September	2018	41	199,597,619.90	1.808	1.833	2.063	3	2	1,203	666
Average		42	216,278,937.27	1.552%	1.574%	1.556	1	1	1,109	649

**City of HB
Portfolio Management
Interest Earnings Summary
September 30, 2018**

Page 1

September 30 Month Ending

Fiscal Year To Date

CD/Coupon/Discount Investments:		
Interest Collected	117,697.92	670,635.42
Plus Accrued Interest at End of Period	698,630.51	698,630.51
Less Accrued Interest at Beginning of Period	(575,699.41)	(640,749.80)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	240,629.02	728,516.13
Adjusted by Premiums and Discounts	3,513.58	25,914.59
Adjusted by Capital Gains or Losses	-39,319.64	-39,319.64
Earnings during Periods	204,822.96	715,111.08
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	208,431.51
Plus Accrued Interest at End of Period	133,036.30	133,036.30
Less Accrued Interest at Beginning of Period	(99,096.24)	(195,897.23)
Interest Earned during Period	33,940.06	145,570.58
Total Interest Earned during Period	274,569.08	874,086.71
Total Adjustments from Premiums and Discounts	3,513.58	25,914.59
Total Capital Gains or Losses	-39,319.64	-39,319.64
Total Earnings during Period	238,763.02	860,681.66



State of California

Pooled Money Investment Account

Market Valuation

9/30/2018

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch. Amortized Cost		
1* United States Treasury:				
Bills	\$ 16,170,833,546.22	\$ 16,296,335,127.01	\$ 16,285,062,500.00	NA
Notes	\$ 27,467,752,638.26	\$ 27,461,025,460.04	\$ 27,325,385,500.00	\$ 89,821,892.00
1* Federal Agency:				
SBA	\$ 780,001,209.85	\$ 780,001,209.85	\$ 771,570,823.84	\$ 1,469,354.69
MBS-REMICs	\$ 27,050,783.12	\$ 27,050,783.12	\$ 27,393,077.56	\$ 126,471.34
Debentures	\$ 2,397,593,922.31	\$ 2,397,424,286.90	\$ 2,382,272,150.00	\$ 7,989,582.70
Debentures FR	\$ -	\$ -	\$ -	\$ -
Debentures CL	\$ 200,000,000.00	\$ 200,000,000.00	\$ 196,871,500.00	\$ -
Discount Notes	\$ 11,141,336,347.31	\$ 11,204,143,319.80	\$ 11,197,252,500.00	NA
1* Supranational Debentures	\$ 489,118,743.08	\$ 489,118,743.08	\$ 486,290,300.00	\$ 1,903,918.00
1* Supranational Debentures FR	\$ 100,344,087.56	\$ 100,344,087.56	\$ 100,706,084.34	\$ 542,330.04
2* CDs and YCDs FR	\$ 525,000,000.00	\$ 525,000,000.00	\$ 525,000,000.00	\$ 2,309,472.31
2* Bank Notes	\$ 1,000,000,000.00	\$ 1,000,000,000.00	\$ 999,336,863.17	\$ 7,979,666.68
2* CDs and YCDs	\$ 15,300,000,000.00	\$ 15,300,000,000.00	\$ 15,293,041,253.62	\$ 87,416,041.66
2* Commercial Paper	\$ 6,396,625,430.50	\$ 6,422,115,291.71	\$ 6,421,592,005.55	NA
1* Corporate:				
Bonds FR	\$ -	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -	\$ -
1* Repurchase Agreements	\$ -	\$ -	\$ -	\$ -
1* Reverse Repurchase	\$ -	\$ -	\$ -	\$ -
Time Deposits	\$ 5,022,740,000.00	\$ 5,022,740,000.00	\$ 5,022,740,000.00	NA
AB 55 & GF Loans	\$ 790,994,000.00	\$ 790,994,000.00	\$ 790,994,000.00	NA
TOTAL	\$ 87,809,390,708.21	\$ 88,016,292,309.07	\$ 87,825,508,558.08	\$ 199,558,729.42

Fair Value Including Accrued Interest

\$ 88,025,067,287.50

* 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 (0.997832404). 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 \$19,956,648.08 or \$20,000,000.00 x 0.997832404.



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

Finance Department
September 2018

Cash Receipts and Disbursements	August 2018	September 2018
Receipts		
General Fund		
Property Tax	70,812	1,302,381
Local Sales Tax	3,109,960	3,539,471
Public Safety Sales Tax	240,554	202,372
Transient Occupancy Tax (TOT)	1,773,270	1,524,046
Utility Users Tax (UUT)	1,645,081	1,918,688
Other Revenue	7,012,591	4,403,233
Total General Fund Revenue	13,852,267	12,890,190
Capital Projects Funds	435,859	858,122
Debt Service Funds	-	-
Enterprise Funds	6,942,130	5,785,871
General Fund Other	167,311	52,199
Internal Service Funds	-	-
Special Revenue Funds	787,388	3,002,473
Grant Funds	2,113,715	1,059,259
Trust and Agency Funds	6,211,879	1,136,984
Total Receipts	\$30,510,547	\$24,785,098
Disbursements		
General Fund		
Personal Services	(11,139,075)	(10,109,489)
Operating Expenses	(3,625,704)	(2,876,885)
Capital Expenditures	(29,102)	(76,573)
Non-Operating Expenses	(1,173,714)	(4,208)
Total General Fund Disbursements	(15,967,595)	(13,067,156)

Capital Projects Funds	(817,538)	(33,123)
Debt Service Funds	(4,219,227)	-
Enterprise Funds	(5,260,870)	(3,515,171)
General Fund Other	(425,772)	(163,199)
Internal Service Funds	(756,060)	(796,499)
Special Revenue Funds	(1,112,575)	(1,542,112)
Grant Funds	(651,121)	(950,831)
Trust and Agency Funds	(5,009,693)	(7,138,226)
Total Disbursements	(34,220,451)	(27,206,317)

Net Change in Cash Flow	(3,709,904)	(2,421,218)
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Summary of Cash by Fund	August 2018	September 2018
General Fund	\$37,800,709	\$38,558,852
General Fund Other	3,770,503	3,659,831
Capital Projects Funds	25,757,217	23,254,958
Debt Service Funds	60,938	60,938
Enterprise Funds	68,557,462	71,134,702
Trust and Agency Funds	13,912,564	7,902,748
Internal Service Funds	23,917,029	26,973,346
Special Revenue Funds	39,783,023	41,011,712
General Ledger Cash Balances	* \$213,559,444	\$212,557,088

* 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.