

Portfolio Summary
As of January 31, 2019
\$ 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	\$ 138.5	\$ 140.1	57%	None	yes
Local Agency Investment Fund (LAIF)	\$ 38.3	\$ 38.3	16%	\$65 million	yes
Treasury Securities	\$ 14.9	\$ 14.8	6%	None	yes
Medium Term Notes - IADB	\$ 6.9	\$ 6.9	3%	10%	yes
Corporate Bonds	\$ 42.0	\$ 42.1	17%	30%	yes
Commercial Paper	\$ 3.0	\$ 2.9	1%	25%	yes
Total Portfolio	\$ 243.6	\$ 245.1	100%		

Portfolio Earnings
As of January 31, 2019

<u>Portfolio Earnings</u>	<u>Month End 1/31/19</u>	<u>FYTD 1/31/19</u>
Current Year	\$ 389,551	\$ 2,303,334
Current Budget	\$ 200,000	\$ 1,400,000
Last Year Actual	\$ 277,614	\$ 1,732,312
Effective Rate of Return	1.93%	1.84%
Yield to Maturity		2.14%
Benchmark*	2.47%	

*12 month moving average of interpolated 1.5-year treasury

Monthly Activity
January 2019

<u>Investment Type</u>	<u>Purchases/Deposits</u>	<u>Sales/Maturities/Withdrawals</u>
Federal Agency Issues	\$ 5,000,000	\$ 7,500,000
Local Agency Investment Fund (LAIF)	\$ 22,118,381	
Medium Term Notes - IADB		
Corporate Bonds	\$ 2,500,000	
Commercial Paper		
Treasury Securities		
TOTAL	\$ 29,618,381	\$ 7,500,000

Economic Summary

According to the Bureau of Labor Statistics, the unemployment rate in January edged up to 4.0 percent. The labor force participation rate, at 63.2 percent, was little changed from the prior month.

The Dow Jones Industrial Average and the S&P 500 increased by 7.17% and 7.78%, respectively for the month, while the 10-Year Treasury yield decreased as compared to last month.

The Federal Open Market Committee (FOMC) met in January to discuss the current state of the economy and to examine potential future interest rate hikes this year. The Committee decided to maintain the target range for the federal funds rate at 2-1/4 to 2-1/2 percent and will reconvene in March to discuss additional developments in determining the timing and size of future adjustments to the target range of the federal funds rate.

Market Summary November 2018 – January 2019

<u>Market Summary</u>	<u>Federal Funds Rate</u>	<u>10-Year Treasury</u>	<u>S&P 500</u>	<u>DOW</u>
11/30/2018	2.00 - 2.25 %	3.01%	2,760.17	25,538.46
12/31/2018	2.25 - 2.50 %	2.69%	2,506.85	23,327.46
1/31/2019	2.25 - 2.50 %	2.63%	2,704.10	24,999.67
Dec. - Jan. % Change	0.00%	-2.23%	7.87%	7.17%



City of HB
Portfolio Management
Portfolio Summary
January 31, 2019

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	139,905,000.00	138,495,456.80	140,051,840.27	57.13	1,490	789	1.801	1.826
Local Agency Investment Funds	38,292,812.32	38,292,812.32	38,292,812.32	15.62	1	1	2.323	2.355
Treasury Securities - Coupon	15,000,000.00	14,871,850.00	14,846,462.85	6.06	644	510	2.596	2.632
Medium Term Notes	7,000,000.00	6,932,730.00	6,921,600.52	2.82	684	501	2.678	2.715
Corporate Bonds	42,500,000.00	42,067,575.00	42,083,278.13	17.17	1,095	764	2.625	2.661
Commercial Paper Disc. -Amortizing	3,000,000.00	2,966,940.00	2,964,965.00	1.21	232	147	2.934	2.975
Investments	245,697,812.32	243,627,364.12	245,160,959.09	100.00%	1,100	629	2.110	2.140
Cash and Accrued Interest								
Accrued Interest at Purchase		33,434.03	33,434.03					
Subtotal		33,434.03	33,434.03					
Total Cash and Investments	245,697,812.32	243,660,798.15	245,194,393.12		1,100	629	2.110	2.140

Total Earnings	January 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	389,551.10	2,303,333.68	
Current Budget	200,000.00	1,400,000.00	2,400,000.00
Last Year Actual	277,614.26	1,732,312.00	2,745,434.07
Average Daily Balance	237,888,789.20	212,679,495.15	
Effective Rate of Return	1.93%	1.84%	

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 4, 2019. 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 Backstrom, CITY TREASURER

Reporting period 01/01/2019-01/31/2019

Run Date: 03/06/2019 - 11:19

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City of HB
Portfolio Management
Portfolio Details - Investments
January 31, 2019

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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	4,893,100.00	5,000,000.00	1.620	AA	1.620	864	06/14/2021
3133EJC98	4273	Federal Farm Credit Bank		09/27/2018	3,000,000.00	3,001,500.00	3,000,000.00	3.230	AA	3.230	1,334	09/27/2022
3130A7WK7	4136	Federal Home Loan Bank		05/24/2016	5,000,000.00	4,981,650.00	5,000,000.00	1.250	AA	1.250	112	05/24/2019
3130A8DC4	4138	Federal Home Loan Bank		06/30/2016	2,250,000.00	2,209,410.00	2,250,000.00	1.600	AA	1.600	698	12/30/2020
3130A8T94	4153	Federal Home Loan Bank		08/10/2016	5,000,000.00	4,952,300.00	5,000,000.00	2.000	AA	1.525	556	08/10/2020
313383VN8	4157	Federal Home Loan Bank		11/16/2016	5,000,000.00	4,983,150.00	5,021,206.78	2.000	AA	1.297	224	09/13/2019
3130AB3L8	4166	Federal Home Loan Bank		04/27/2017	5,000,000.00	4,970,600.00	5,000,000.00	1.750	AA	1.750	1,181	04/27/2022
3130AF4M6	4275	Federal Home Loan Bank		10/18/2018	5,000,000.00	5,004,650.00	5,000,000.00	3.360		3.360	1,355	10/18/2022
313383QR5	4281	Federal Home Loan Bank		12/20/2018	5,000,000.00	5,132,650.00	5,103,298.94	3.250		2.743	1,589	06/09/2023
3130AFTA5	4284	Federal Home Loan Bank		01/30/2019	5,000,000.00	5,003,900.00	5,000,000.00	3.050		3.050	1,824	01/30/2024
3134G9RN9	4139	Federal Home Loan Mort Corp		06/23/2016	5,000,000.00	4,985,250.00	5,000,000.00	2.000	AA	1.563	508	06/23/2020
3134G9F93	4148	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,970,150.00	5,000,000.00	1.000	AA	0.998	147	06/28/2019
3134G9E78	4149	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,898,000.00	5,000,000.00	1.280	AA	1.280	607	09/30/2020
3134G9C54	4150	Federal Home Loan Mort Corp		06/30/2016	4,655,000.00	4,545,886.80	4,655,000.00	1.500	AA	1.500	880	06/30/2021
3134G9G35	4151	Federal Home Loan Mort Corp		06/30/2016	5,000,000.00	4,919,200.00	5,000,000.00	1.500	AA	1.400	880	06/30/2021
3134GAUB8	4156	Federal Home Loan Mort Corp		11/22/2016	5,000,000.00	4,884,150.00	5,000,000.00	1.650	AA	1.650	1,025	11/22/2021
3134GBNN8	4256	Federal Home Loan Mort Corp		05/30/2017	5,000,000.00	4,938,750.00	5,000,485.45	1.750	AA	1.744	574	08/28/2020
3134G9N94	4257	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,926,500.00	5,018,125.42	1.875	AA	1.723	907	07/27/2021
3134G92Y2	4258	Federal Home Loan Mort Corp		06/14/2017	5,000,000.00	4,925,250.00	5,017,308.32	1.875	AA	1.733	928	08/17/2021
3134GBNS7	4259	Federal Home Loan Mort Corp		06/14/2017	3,000,000.00	2,982,270.00	2,999,648.05	1.500	AA	1.521	208	08/28/2019
3134GBTS1	4261	Federal Home Loan Mort Corp		06/29/2017	5,000,000.00	4,919,550.00	5,000,000.00	2.125	AA	2.125	1,244	06/29/2022
3134GSNV3	4266	Federal Home Loan Mort Corp		06/14/2018	7,000,000.00	7,001,750.00	7,000,000.00	2.800	AAA	2.800	864	06/14/2021
3135G0K85	4137	Fed. Nat'l Mort. Assoc.		06/13/2016	5,000,000.00	4,980,050.00	5,000,000.00	1.400	AA	1.400	132	06/13/2019
3136G3SJ5	4141	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,863,150.00	4,999,396.53	1.500	AA	1.505	880	06/30/2021
3136G3SN6	4143	Fed. Nat'l Mort. Assoc.		06/23/2016	3,000,000.00	2,944,980.00	3,000,000.00	1.500	AA	1.500	691	12/23/2020
3135G0K93	4144	Fed. Nat'l Mort. Assoc.		06/28/2016	5,000,000.00	4,974,700.00	5,000,000.00	1.250	AA	1.250	147	06/28/2019
3136G3UT0	4146	Fed. Nat'l Mort. Assoc.		06/30/2016	5,000,000.00	4,902,100.00	5,000,000.00	1.500	AA	1.500	698	12/30/2020
3136G3VU6	4147	Fed. Nat'l Mort. Assoc.		07/19/2016	5,000,000.00	4,924,800.00	5,000,000.00	2.000	AA	1.825	899	07/19/2021
3136G4HM8	4159	Fed. Nat'l Mort. Assoc.		12/02/2016	5,000,000.00	4,887,800.00	5,000,000.00	1.950	AA	1.950	1,035	12/02/2021
3136G3TR6	4276	Fed. Nat'l Mort. Assoc.		11/08/2018	2,000,000.00	1,988,260.00	1,987,370.78	1.050		2.618	147	06/28/2019
Subtotal and Average			142,392,136.67		139,905,000.00	138,495,456.80	140,051,840.27			1.826	789	
Local Agency Investment Funds												
SYS982	982	Laif City			38,292,812.32	38,292,812.32	38,292,812.32	2.355		2.355	1	
Subtotal and Average			31,078,059.70		38,292,812.32	38,292,812.32	38,292,812.32			2.355	1	

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City of HB
Portfolio Management
Portfolio Details - Investments
January 31, 2019

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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
Treasury Securities - Coupon												
912828XY1	4269	US Treasury Notes		08/01/2018	5,000,000.00	4,999,800.00	4,990,053.65	2.500		2.645	515	06/30/2020
912828XU9	4270	US Treasury Notes		08/10/2018	5,000,000.00	4,933,200.00	4,925,629.63	1.500		2.620	500	06/15/2020
912828XH8	4282	US Treasury Notes		12/20/2018	5,000,000.00	4,938,850.00	4,930,779.57	1.625		2.632	515	06/30/2020
Subtotal and Average			14,841,925.91		15,000,000.00	14,871,850.00	14,846,462.85			2.632	510	
Medium Term Notes												
4581X0CP1	4268	Inter-American Dev. Bank		08/02/2018	7,000,000.00	6,932,730.00	6,921,600.52	1.875		2.715	501	06/16/2020
Subtotal and Average			6,919,378.05		7,000,000.00	6,932,730.00	6,921,600.52			2.715	501	
Corporate Bonds												
037833AR1	4262	Apple Inc.		06/26/2017	5,000,000.00	5,023,150.00	5,094,311.33	2.850	AA	1.980	825	05/06/2021
06406HCZ0	4155	Bank of New York		10/24/2016	5,000,000.00	4,966,600.00	5,027,480.25	2.150	A	1.617	388	02/24/2020
17275RBG6	4154	Cisco Systems Inc		09/27/2016	3,000,000.00	2,977,680.00	3,001,805.54	1.400	AA	1.303	231	09/20/2019
459200HG9	4274	IBM Corp		09/28/2018	3,000,000.00	2,881,110.00	2,859,240.78	1.875	A	3.257	1,277	08/01/2022
46625HRT9	4283	JP Morgan		01/31/2019	2,500,000.00	2,467,975.00	2,461,650.00	2.400		3.081	857	06/07/2021
494368BP7	4164	Kimberly Clark Corp		12/28/2016	2,000,000.00	1,981,040.00	1,996,697.11	1.850	A	2.008	394	03/01/2020
713448CX4	4280	PEPSICO INC		12/21/2018	5,000,000.00	5,060,450.00	4,990,165.71	3.100		3.160	1,262	07/17/2022
69353RFC7	4267	PNC BANK		06/25/2018	5,000,000.00	4,946,750.00	4,932,263.16	2.000		3.080	473	05/19/2020
69353REP9	4271	PNC BANK		08/13/2018	1,000,000.00	992,050.00	990,562.96	2.300		3.031	486	06/01/2020
828807DB0	4272	Simon Property Group		09/21/2018	3,000,000.00	2,944,680.00	2,923,447.54	2.625	A	3.239	1,230	06/15/2022
882508BA1	4279	Texas Instruments Inc		12/21/2018	5,000,000.00	4,830,800.00	4,809,969.93	1.850		3.564	1,199	05/15/2022
90520EAF8	4278	UNION BANK OF CALIFORNIA		11/13/2018	3,000,000.00	2,995,290.00	2,995,683.82	2.250	AAA	2.801	94	05/06/2019
Subtotal and Average			39,695,898.87		42,500,000.00	42,067,575.00	42,083,278.13			2.661	764	
Commercial Paper Disc. -Amortizing												
46640QTU5	4277	JP Morgan		11/08/2018	3,000,000.00	2,966,940.00	2,964,965.00	2.860	A-1	2.975	147	06/28/2019
Subtotal and Average			2,961,390.00		3,000,000.00	2,966,940.00	2,964,965.00			2.975	147	
Total and Average			237,888,789.20		245,697,812.32	243,627,364.12	245,160,959.09			2.140	629	

**City of HB
Portfolio Management
Portfolio Details - Cash
January 31, 2019**

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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		33,434.03	33,434.03				0
				Subtotal		33,434.03	33,434.03				
Total Cash and Investments			237,888,789.20		245,697,812.32	243,660,798.15	245,194,393.12			2.140	629

City of HB
Portfolio Management
Activity By Type
January 1, 2019 through January 31, 2019

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CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3130AFTA5	4284	Federal Home Loan Bank	3.050	01/30/2019	5,000,000.00	0.00	
3136G3YG4	4152	Fed. Nat'l Mort. Assoc.	1.000	01/30/2019	0.00	7,500,000.00	
Subtotal					5,000,000.00	7,500,000.00	140,051,840.27
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	2.355		22,118,380.80	0.00	
Subtotal					22,118,380.80	0.00	38,292,812.32
Treasury Securities - Coupon							
Subtotal							14,846,462.85
Medium Term Notes							
Subtotal							6,921,600.52
Corporate Bonds							
46625HRT9	4283	JP Morgan	2.400	01/31/2019	2,461,650.00	0.00	
Subtotal					2,461,650.00	0.00	42,083,278.13
Commercial Paper Disc. -Amortizing							
Subtotal							2,964,965.00
Total					29,580,030.80	7,500,000.00	245,160,959.09

**City of HB
Portfolio Management
Activity Summary
January 2018 through January 2019**

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Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
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	1.805	1.830	2.063	3	2	1,203	666
October	2018	40	200,610,535.10	1.875	1.901	2.144	1	2	1,214	687
November	2018	43	205,146,929.07	1.923	1.950	2.208	3	0	1,143	624
December	2018	47	214,572,991.48	2.017	2.045	2.291	4	0	1,193	672
January	2019	48	237,888,789.20	2.110	2.140	2.355	2	1	1,100	629
Average		42	222,187,373.11	1.722%	1.746%	1.889	2	1	1,082	605

**City of HB
Portfolio Management
Interest Earnings Summary
January 31, 2019**

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	January 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	146,611.11	1,869,413.56
Plus Accrued Interest at End of Period	694,658.73	694,658.73
Less Accrued Interest at Beginning of Period	(515,986.18)	(640,749.80)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	325,283.66	1,923,322.49
Adjusted by Premiums and Discounts	29,107.06	107,711.38
Adjusted by Capital Gains or Losses	-27,000.00	-66,319.64
Earnings during Periods	327,390.72	1,964,714.23
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	118,380.80	484,890.58
Plus Accrued Interest at End of Period	49,626.10	49,626.10
Less Accrued Interest at Beginning of Period	(105,846.52)	(195,897.23)
Interest Earned during Period	62,160.38	338,619.45
Total Interest Earned during Period	387,444.04	2,261,941.94
Total Adjustments from Premiums and Discounts	29,107.06	107,711.38
Total Capital Gains or Losses	-27,000.00	-66,319.64
Total Earnings during Period	389,551.10	2,303,333.68



Fair Value Including Accrued Interest	\$	93,535,704,852.02
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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

January 2019

<u>Cash Receipts and Disbursements</u>	<u>December 2018</u>	<u>January 2019</u>
Receipts		
General Fund		
Property Tax	21,247,382	15,162,392
Local Sales Tax	3,396,146	3,216,720
Public Safety Sales Tax	239,096	181,563
Transient Occupancy Tax (TOT)	929,315	785,790
Utility Users Tax (UUT)	1,398,040	1,550,847
Other Revenue	4,083,438	4,847,154
Total General Fund Revenue	31,293,417	25,744,465
Capital Projects Funds	166,557	1,429,128
Debt Service Funds	-	-
Enterprise Funds	5,465,001	6,642,104
General Fund Other	228,792	182,336
Internal Service Funds	-	-
Special Revenue Funds	273,352	3,094,317
Grant Funds	1,305,085	1,401,742
Trust and Agency Funds	3,428,320	7,268,134
Total Receipts	\$42,160,523	\$45,762,226
Disbursements		
General Fund		
Personal Services	(10,069,690)	(11,106,033)
Operating Expenses	(3,013,836)	(1,515,057)
Capital Expenditures	(16,099)	(344,918)
Non-Operating Expenses	(3,820,876)	(4,208)
Total General Fund Disbursements	(16,920,501)	(12,970,216)

Capital Projects Funds	(1,291,004)	(2,085,199)
Debt Service Funds	-	(1,385)
Enterprise Funds	(3,309,437)	(8,517,198)
General Fund Other	(85,724)	(509,442)
Internal Service Funds	(2,436,551)	(643,400)
Special Revenue Funds	(2,675,090)	(3,328,193)
Grant Funds	(791,336)	(426,035)
Trust and Agency Funds	(1,787,517)	(2,269,810)
Total Disbursements	(29,297,159)	(30,750,879)

Net Change in Cash Flow	\$12,863,364	\$15,011,347
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Summary of Cash by Fund	December 2018	January 2019
General Fund	\$50,673,159	\$63,014,731
General Fund Other	4,679,348	4,352,243
Capital Projects Funds	22,765,898	22,109,826
Debt Service Funds	4,280,156	4,278,771
Enterprise Funds	76,776,560	74,901,466
Trust and Agency Funds	12,029,660	17,027,984
Internal Service Funds	27,492,011	27,271,736
Special Revenue Funds	40,291,501	41,042,885
General Ledger Cash Balances	\$238,988,295	\$253,999,642

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.