



City of Huntington Beach Treasurer's Investment Report

Quarter Ending: December 31, 2014

Prepared by:

Alisa Cutchen, CCMT, CPFIM - City Treasurer

Economic and Market Overview:

For the quarter ending December 31, 2014:

Employment, Manufacturing and Consumer Confidence:

- Overall, the employment sector saw a strong demand for labor over the last quarter of 2014, with continued weakness in hourly earnings. According to the *JOLTS Job Survey*, job openings climbed in November to the highest level in almost 14 years.
- The unemployment rate fell 0.2% from 5.8% to 5.6% in December, although the decline was accompanied by an equal drop in the participation rate.
- The Chicago PMI for December came in below expectations with a reading of 58.3, compared to the consensus estimate of 60.8. The end of 2014 saw a modest pull back across a wide range of manufacturing indicators.
- The Conference Board released its monthly Consumer Confidence Index, which improved in December to 92.6, after falling slightly in November to 91.0.

Real Estate:

- The Core Logic home price index rose 0.9% m/m on a seasonally adjusted basis in November 2014, continuing to recover from midyear softening. "After decelerating for most of the year, home price growth has been holding firm between a 5% and 6% growth rate for the last four months," according to Core Logic.
- Pending home sales rose 0.8% m/m in November, beating the median estimate of a 0.5% increase.

Commodities:

- Oil fell below \$45/barrel in New York, dragging commodities to a 12-year low.

Market Rates:

According to the Wall Street Journal, investors believe that continued international economic slowdown and low inflation will keep the Federal Reserve from raising interest rates for some time this year (2015).

2014 Year End Results

The Dow Jones Industrial Average ended the year as of 12/31/2014 closing at 17,823, slightly below its high of 18,053 on 12/26/14. The S&P 500 Index reached a high of 2,090 on 12/29/2014, ending the year down slightly at 2,059. The 2-year U.S. Treasury ended the year at 0.67%.

Equity Indices	9-month History									3-week History			12-month Low	12-month High
	4/30/14	5/30/14	6/30/14	7/31/14	8/29/14	9/30/14	10/31/14	11/28/14	12/31/14	12/19/14	12/26/14	1/2/15		
DJIA	16,581	16,717	16,827	16,563	17,098	17,043	17,391	17,828	17,823	17,805	18,054	17,833	15,373	18,054
S&P 500	1,884	1,924	1,960	1,931	2,003	1,972	2,018	2,068	2,059	2,071	2,089	2,058	1,742	2,091
S&P 500 Invst Bnk & Brkg	99	97	102	104	109	111	112	112	119	118	120	119	93	120
NASDAQ	4,115	4,243	4,408	4,370	4,580	4,493	4,631	4,792	4,736	4,765	4,807	4,727	3,997	4,807
Treasuries														
2Yr Treasury	0.41	0.38	0.46	0.53	0.49	0.57	0.49	0.47	0.67	0.64	0.74	0.67	0.30	0.74
10Yr Treasury	2.65	2.48	2.53	2.56	2.34	2.49	2.34	2.17	2.17	2.16	2.25	2.11	2.06	3.03

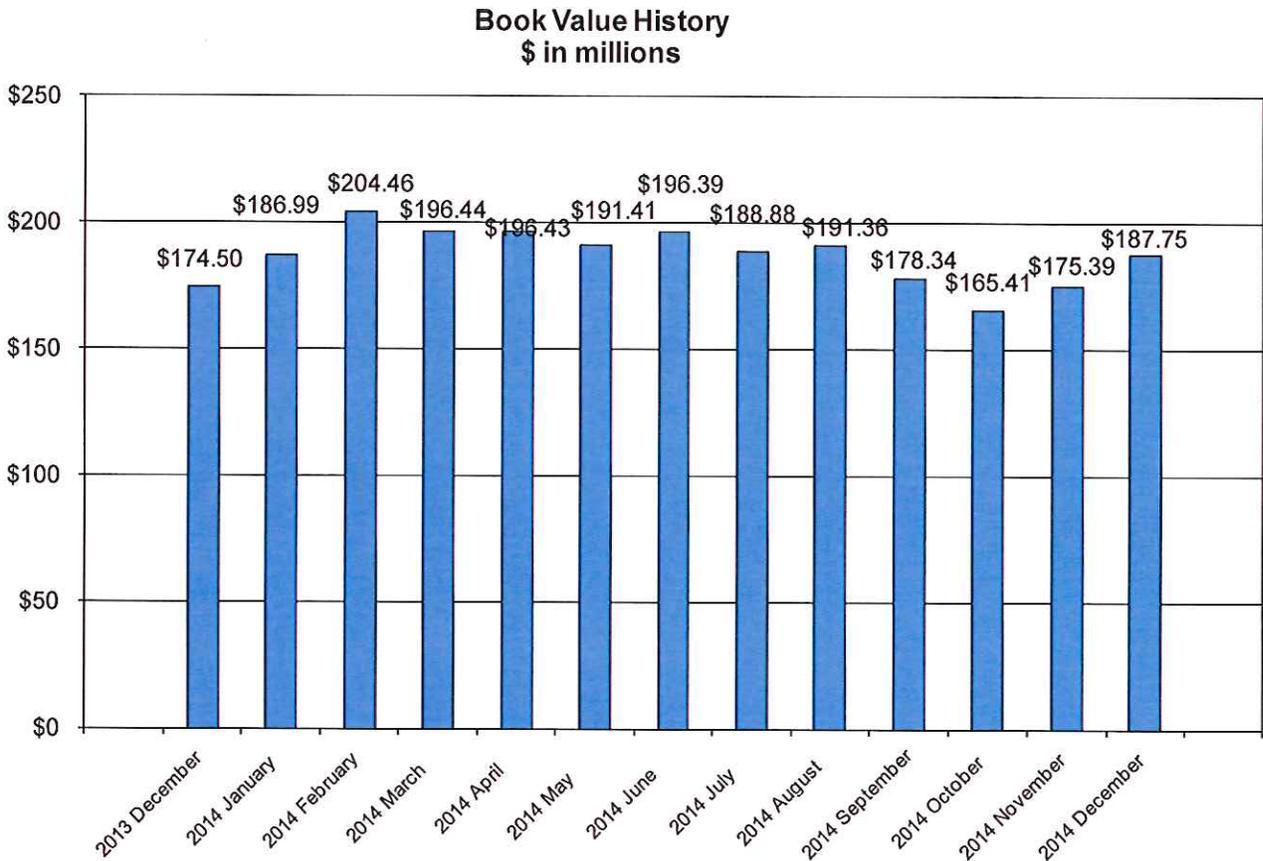
Chart Per: Stifel, Nicolaus & Company, Incorporated

Portfolio Overview:

As of December 31, 2014:

<u>Investment Type</u>	<u>Market Value</u>	<u>Book Value</u>	<u>% of Portfolio</u>	<u>YTM 365-day</u>	<u>Policy Limit</u>
Federal Agency Issues	124,603,550	124,981,845	67%	1.26%	None
Local Agency Investment Fund (LAIF)	32,285,475	32,285,475	17%	0.27%	\$50 million
Corporate Bonds	30,424,270	30,479,600	16%	1.13%	20%
Total Portfolio	187,313,295	187,746,920	100%	1.07%	

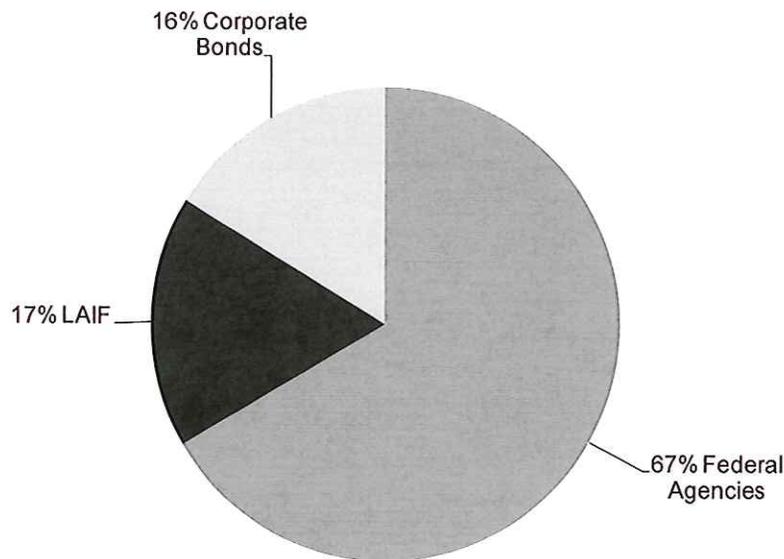
As of December 31, 2014 the market value of the City’s investment portfolio was \$187.3 million, with a book value of \$187.7 million. The portfolio is invested in only those investments allowable by state regulations and the City’s investment policy. Such investments are purchased to meet the portfolio objectives of preservation of principal, maintenance of sufficient operating liquidity, and to attain a market rate of return throughout budgetary and economic cycles, in that order of absolute priority.



The book value of the portfolio at December 31, 2014 remains within historical norms.

Portfolio Composition:

Book Value by Investment Type



Currently, City funds are invested in federal agency securities, corporate bonds and the State of California's pooled account, the Local Agency Investment Fund (LAIF). The four federal government sponsored entities (agencies) that the City purchases the securities from are: Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC/Freddie Mac), Federal National Mortgage Association (FNMA/Fannie Mae) and Federal Farm Credit Bank (FFCB/Farm Credit). Corporate bonds (or notes) are obligations of corporations. All corporate notes 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> for more information). LAIF has been utilized for the City's liquidity 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	\$140,960
Interest:	\$148,233
Adj. Premiums/Discounts	-\$12,605
Capital Gains:	\$5,332
Monthly Budgeted Interest Income	\$100,000
Monthly Effective Rate of Return	0.92%
Fiscal YTD Earnings	\$414,358
Fiscal YTD Budget	\$300,000
Fiscal YTD Effective Rate of Return	0.96%
Benchmark (1)	0.36%
Approx. Cash in Bank	\$24.1MM

(1) Benchmark: The average of the monthly LAIF rate and the 12-month rolling average 2-year Constant Maturity Treasury (CMT) rate, per Investment Policy Statement.

Monthly investment earnings for December, 2014 were \$140,960. The monthly effective rate of return was 0.92%, with a fiscal year-to-date effective rate of return of 0.96%. As seen in the "Approx. cash in bank" at year-end, tax payments were received in December from the county. The City Treasurer is currently in the process of investing these funds.

The portfolio yield has been continuing to increase very slightly over the past year; however, overall it remains low due to the historically low interest rates. It is anticipated that the portfolio yield will remain at low levels and that it will take some time for portfolio yields to increase, even as interest rates begin to move upward, as existing securities will continue to remain in the portfolio until maturity, unless they are sold.

Portfolio Activity:

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

Monthly Activity: For the month ending December 31, 2014, \$30 million in Federal Agencies were purchased with \$18.6 million matured, called or sold. \$8 million in Corporate Bonds were purchased and \$7 million in Corporate Bonds matured or were sold.

Quarterly Activity: For the quarter ending December 31, 2014, a total of \$30 million in Federal Agencies were purchased. \$36.9 million in federal agency securities were called, sold or matured during the quarter. \$8 million in Corporate Bonds were purchased for the quarter ending December 31, 2014. \$11.7 million in corporate bonds were sold or matured over the

quarter. \$20 million was transferred to LAIF from the operating bank for the quarter and \$14,715 in quarterly LAIF interest was received.

Compliance:

The portfolio is in conformity with all relevant State regulations and the City's Investment Policy statement filed with the City Council on February 3, 2014. 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 months' obligations.

Additional Information:

Retirement Plan Information as of September 30, 2014:

(Due to the delay in statement receipt, information is from previous quarter.)

City of Huntington Beach - Pension/Trust Plans - Market Value Summary

Deferred Compensation Plan Summary Information

as of September 30, 2014

	Beginning Balance (7-1-14)	Contributions	Distributions/ Transfers	Earnings (change in value) Gain/Loss/ Interest	Other Fees/ Adjustments	Ending Balance (9-30-14)
<i>Reporting is Quarterly</i>						
ICMA Retirement Corporation (457 Plan)	\$41,236,658	\$784,349	(\$815,732)	(\$377,708)	(\$3,468)	\$40,824,099
Nationwide Retirement Solutions (457 Plan)	\$72,354,708	\$1,200,854	(\$1,702,053)	(\$508,838)	(\$1,125)	\$71,343,546
Total Deferred Compensation Plan Balances	\$113,591,366	\$1,985,203	(\$2,517,785)	(\$886,546)	(\$4,593)	\$112,167,645

**City of Huntington Beach
Retiree Medical Trust Summary Information**

as of September 30, 2014

	Beginning Balance (7-1-14)	Contributions	Distributions/ Transfers	Earnings (change in value)	Other Fees/ Adjustments	Ending Balance (9-30-14)
<i>Reporting is Quarterly</i>						
CalPERS Retiree Medical Trust Account	\$15,378,216	\$1,409,394	\$0	(\$255,326)	(\$4,381)	\$16,527,903

**City of Huntington Beach
Supplemental Pension Trust Summary Information (monthly reporting, not quarterly)**

as of September 30, 2014

	Beginning Balance (9-1-14)	Employer Contributions	Interest & Dividends Plus Net Accrued Income	Realized Gain / Loss	Change in Unrealized Gains / Losses	Other Trust Fees/ Adjustments	Ending Balance (9-30-14)
<i>Reporting is Monthly</i>							
Supplemental Pension Trust Account	\$43,939,860	\$770,282	\$70,689	\$1,209,907	(\$2,641,298)	(\$5,827)	\$43,343,613

Bond Reserve Accounts - Balances as of December 31, 2014:

Schedule of Bond Investments Held by Fiscal Agent as of December 31, 2014				
Bond Issue	Account			Grand Total
	Number	Name	Total	
City of Huntington Beach - 2004 Judgment Obligation Bonds (Property Tax Refunds)	159350	Claims Pmt	1,158.63	1,158.63
	159351	Debt Service	-	
Huntington Beach Public Financing Authority Lease Refunding Bonds 2010 Series A	141286000	Revenue	0.23	1,242,654.94
	141286001	Interest	0.99	
	141286002	Principal	2.38	
	141286003	Reserve	1,242,651.34	
Huntington Beach PFA - 2011 Series A (Capital Improvement Refinancing Project)	153220	Reserve	3,705,290.57	3,705,290.57
	153221	Payment	-	
	153228	COI	-	
	153232	2001A Escrow	-	
	153233	2001B Escrow	-	
Huntington Beach PFA - 2014 Series A (Senior Center Project)	845553	Project	15,000,000.00	15,918,080.32
	855275	COI	93,583.70	
	153220	Reserve	824,496.62	
Redevelopment Agency of Huntington Beach - 1999 Tax Allocation Refunding Bonds (1/3 of 1992)	159264	Reserve	756,263.32	756,263.66
	159263	Debt Service	0.34	
	159266	Interest	-	
	159265	Principal	-	
Redevelopment Agency of Huntington Beach - 2002 Tax Allocation Refunding Bonds (2/3 of 1992)	159248	Reserve	1,684,113.47	1,684,113.47
	420939	Revenue	-	
Huntington Beach Community Facilities District No. 1990-1 2001 (Goldenwest-Ellis)	94431230	Bond	0.49	172,505.41
	94431231	Reserve	172,504.92	
Huntington Beach Community Facilities District No. 2000-1 2013 (Grand Coast-Hyatt)	205276000	Special Tax	0.10	1,091,912.40
	205276003	COI	-	
	205335000	Escrow	-	
	205276001	Reserve	1,091,912.30	
Huntington Beach Community Facilities District No. 2002-1 2002 (McDonnell Centre Business Park)	159321	Admin Exp	2,474.19	492,773.15
	159322	Special Tax	0.24	
	159323	Reserve	490,298.72	
Huntington Beach Community Facilities District No. 2003-1 2013 (Huntington Center - Bella Terra)	205277000	Special Tax	0.53	1,680,818.15
	205277001	Reserve	1,680,817.62	
	205277002	COI	-	
	205827000	Escrow	-	
		GRAND TOTAL	26,745,570.70	26,745,570.70



**City of HB
Portfolio Management
Portfolio Summary
October 31, 2014**

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	123,600,000.00	123,437,476.00	123,584,699.06	74.71	1,660	1,226	1.259	1.276
Local Agency Investment Funds	12,285,475.15	12,285,475.15	12,285,475.15	7.43	1	1	0.257	0.261
Corporate Bonds	39,310,000.00	29,522,527.00	29,538,790.58	17.86	1,176	602	0.933	0.946
Investments	165,195,475.15	165,245,478.15	165,408,964.79	100.00%	1,450	1,023	1.126	1.142

Total Earnings	October 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	143,479.80	143,479.80	
Current Budget	100,000.00	100,000.00	1,200,000.00
Last Year Actual	112,000.00	112,000.00	1,344,000.00
Average Daily Balance	168,752,003.21	168,752,003.21	
Effective Rate of Return	1.00%	1.00%	

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 3, 2014. 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 1-13-15
Alisa Cutchen, CITY TREASURER

Reporting period 10/01/2014-10/31/2014

Run Date: 01/07/2015 - 11:15

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

City of HB
Portfolio Management
Portfolio Details - Investments
October 31, 2014

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												
3133EDTN2	4018	Federal Farm Credit Bank		08/26/2014	5,000,000.00	5,003,750.00	5,000,000.00	1.330	AA	1.330	1,213	02/26/2018
313381M44	3953	Federal Home Loan Bank		12/28/2012	5,000,000.00	4,994,450.00	5,000,000.00	0.650	AA	0.650	788	12/28/2016
3130A0GL8	3996	Federal Home Loan Bank		12/27/2013	3,600,000.00	3,605,076.00	3,600,000.00	1.250	AA	1.250	1,517	12/27/2018
3130A0YE4	4004	Federal Home Loan Bank		03/12/2014	5,000,000.00	4,999,550.00	5,000,000.00	1.000	AA	1.000	954	06/12/2017
3130A0ZB9	4006	Federal Home Loan Bank		02/28/2014	5,000,000.00	4,984,600.00	5,000,000.00	1.050	AA	2.125	1,580	02/28/2019
3130A1UV8	4008	Federal Home Loan Bank		05/21/2014	5,000,000.00	5,002,450.00	5,000,000.00	1.250	AA	2.263	1,662	05/21/2019
3130A2B62	4012	Federal Home Loan Bank		06/26/2014	5,000,000.00	5,010,250.00	5,000,000.00	1.500	AA	2.025	1,698	06/26/2019
3130A2AH9	4013	Federal Home Loan Bank		06/26/2014	5,000,000.00	5,062,400.00	4,998,487.85	1.500	AA	2.035	1,698	06/26/2019
3130A2TG1	4017	Federal Home Loan Bank		08/27/2014	5,000,000.00	5,004,300.00	5,000,000.00	1.500	AA	2.052	1,760	08/27/2019
3134G3B90	3940	Federal Home Loan Mort Corp		08/15/2012	5,000,000.00	4,990,300.00	5,000,000.00	0.875	AA	0.875	1,018	08/15/2017
3134G33B4	3952	Federal Home Loan Mort Corp		01/11/2013	5,000,000.00	4,967,700.00	5,000,000.00	1.000	AA	1.000	1,167	01/11/2018
3134G47G7	3980	Federal Home Loan Mort Corp		06/26/2013	5,000,000.00	4,988,700.00	5,000,000.00	1.400	AA	1.400	1,333	06/26/2018
3134G4RC4	3995	Federal Home Loan Mort Corp		12/27/2013	5,000,000.00	5,008,200.00	5,000,000.00	1.150	AA	1.944	1,517	12/27/2018
3134G55H4	4010	Federal Home Loan Mort Corp		05/28/2014	5,000,000.00	5,024,900.00	5,000,000.00	1.625	AA	1.625	1,488	11/28/2018
3134G55T8	4011	Federal Home Loan Mort Corp		06/12/2014	5,000,000.00	5,003,200.00	5,000,000.00	0.700	AA	0.700	772	12/12/2016
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	4,973,500.00	5,000,000.00	0.900	AA	0.900	1,102	11/07/2017
3136G07K1	3947	Fed. Nat'l Mort. Assoc.		12/07/2012	5,000,000.00	4,983,750.00	5,000,000.00	0.700	AA	1.002	1,131	12/06/2017
3136G17E3	3950	Fed. Nat'l Mort. Assoc.		12/26/2012	5,000,000.00	5,000,200.00	5,000,000.00	0.700	AA	1.042	1,151	12/26/2017
3136G1A66	3951	Fed. Nat'l Mort. Assoc.		12/26/2012	5,000,000.00	4,995,650.00	5,000,000.00	0.700	AA	1.053	1,151	12/26/2017
3136G1AY5	3955	Fed. Nat'l Mort. Assoc.		01/30/2013	5,000,000.00	4,994,250.00	5,000,000.00	0.750	AA	1.078	1,186	01/30/2018
3136G1CJ6	3957	Fed. Nat'l Mort. Assoc.		02/21/2013	5,000,000.00	4,940,800.00	5,000,000.00	0.750	AA	1.193	1,208	02/21/2018
3136G1E62	3961	Fed. Nat'l Mort. Assoc.		02/25/2013	5,000,000.00	5,000,900.00	5,000,000.00	0.600	AA	0.600	663	08/25/2016
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.		03/12/2013	5,000,000.00	4,959,150.00	5,000,000.00	1.100	AA	1.100	1,227	03/12/2018
3135G0YA5	3978	Fed. Nat'l Mort. Assoc.		06/19/2013	5,000,000.00	4,990,000.00	5,000,000.00	0.750	AA	0.750	779	12/19/2016
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.		06/19/2013	5,000,000.00	4,949,450.00	4,986,211.21	0.800	AA	0.907	961	06/19/2017
Subtotal and Average			126,175,961.22		123,600,000.00	123,437,476.00	123,584,699.06			1.276	1,226	
Local Agency Investment Funds												
SYS982	982	Laif City			12,285,475.15	12,285,475.15	12,285,475.15	0.261		0.261	1	
Subtotal and Average			12,278,829.44		12,285,475.15	12,285,475.15	12,285,475.15			0.261	1	
Corporate Bonds												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,942,220.00	2,984,642.70	1.000	AA	1.151	1,279	05/03/2018
084664AT8	3895	Berkshire Hathaway Fin		08/26/2011	1,310,000.00	1,321,397.00	1,319,068.94	4.850	AA	1.390	75	01/15/2015
14912L4Y4	3930	Caterpillar Financial Corp.		05/30/2012	2,000,000.00	2,001,780.00	2,000,515.50	1.125	A	0.911	44	12/15/2014
14912L5D9	3936	Caterpillar Financial Corp.		08/03/2012	3,000,000.00	3,013,320.00	3,009,961.89	1.100	A	0.520	209	05/29/2015

Portfolio CITY
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**City of HB
Portfolio Management
Portfolio Details - Investments
October 31, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Corporate Bonds												
36962G6R0	3956	General Electric Capital Corp		01/25/2013	2,000,000.00	2,010,160.00	2,000,465.96	1.000	AA	0.980	433	01/08/2016
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,134,050.00	5,122,500.58	2.300	AAA	1.291	908	04/27/2017
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,514,200.00	2,519,306.17	1.600	AA	1.340	1,115	11/20/2017
24422ERS0	3948	John Deere Capital		12/11/2012	2,000,000.00	2,006,940.00	2,004,977.78	0.950	A	0.570	240	06/29/2015
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,037,740.00	3,046,370.80	1.750	A	1.059	837	02/15/2017
713448CA4	3988	PEPSICO INC		11/19/2013	2,500,000.00	2,506,250.00	2,504,914.66	0.700	A	0.448	285	08/13/2015
931142CX9	3943	Wal-Mart Stores		08/14/2012	3,000,000.00	3,034,470.00	3,026,065.60	1.500	AA	0.606	358	10/25/2015
		Subtotal and Average	30,297,212.55		29,310,000.00	29,522,527.00	29,538,790.58			0.946	602	
		Total and Average	168,752,003.21		165,195,475.15	165,245,478.15	165,408,964.79			1.142	1,023	

City of HB
Portfolio Management
Activity By Type
October 1, 2014 through October 31, 2014

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3133805K9	3941	Federal Home Loan Bank	0.720	10/24/2014	0.00	3,275,646.71	
3135G0SB0	3954	Fed. Nat'l Mort. Assoc.	0.375	10/02/2014	0.00	4,996,057.13	
		Subtotal			0.00	8,271,703.84	123,584,699.06
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	0.261		14,715.50	0.00	
		Subtotal			14,715.50	0.00	12,285,475.15
Corporate Bonds							
36962G4G6	3949	General Electric Capital Corp	3.750	10/06/2014	0.00	1,655,227.73	
24422ERK7	3937	John Deere Capital	1.250	10/06/2014	0.00	3,003,638.33	
		Subtotal			0.00	4,658,866.06	29,538,790.58
		Total			14,715.50	12,930,569.90	165,408,964.79

**City of HB
Portfolio Management
Activity Summary
October 2013 through October 2014**

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					
October	2013	37	179,253,024.68	0.813	0.825	0.257	0	3	1,306	1,018
November	2013	36	165,557,574.93	0.809	0.820	0.263	2	3	1,279	992
December	2013	40	165,737,784.63	0.916	0.929	0.264	5	1	1,304	1,031
January	2014	40	177,491,428.43	0.892	0.904	0.244	2	1	1,259	988
February	2014	40	188,868,178.60	0.851	0.863	0.236	3	3	1,180	936
March	2014	42	197,031,584.93	0.909	0.921	0.236	2	0	1,284	1,003
April	2014	42	196,436,692.66	0.908	0.921	0.233	0	0	1,284	977
May	2014	41	193,837,931.04	0.962	0.975	0.228	3	4	1,286	977
June	2014	42	189,731,088.09	0.984	0.997	0.228	3	2	1,298	979
July	2014	40	193,802,929.47	0.978	0.992	0.244	0	2	1,298	946
August	2014	41	187,498,755.91	1.028	1.042	0.260	2	1	1,327	960
September	2014	41	187,916,562.38	1.083	1.098	0.246	0	0	1,424	1,002
October	2014	37	168,752,003.21	1.126	1.142	0.261	0	4	1,450	1,023
Average		40	183,947,311.25	0.943%	0.956%	0.246	2	2	1,306	987

**City of HB
Portfolio Management
Interest Earnings Summary
October 31, 2014**

October 31 Month Ending

Fiscal Year To Date

	October 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	127,562.65	127,562.65
Plus Accrued Interest at End of Period	498,777.71	498,777.71
Less Accrued Interest at Beginning of Period	(480,314.88)	(480,314.88)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	146,025.48	146,025.48
Adjusted by Premiums and Discounts	-15,341.21	-15,341.21
Adjusted by Capital Gains or Losses	10,073.67	10,073.67
Earnings during Periods	140,757.94	140,757.94
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	14,715.50	14,715.50
Plus Accrued Interest at End of Period	4,903.15	4,903.15
Less Accrued Interest at Beginning of Period	(16,896.79)	(16,896.79)
Interest Earned during Period	2,721.86	2,721.86
Total Interest Earned during Period	148,747.34	148,747.34
Total Adjustments from Premiums and Discounts	-15,341.21	-15,341.21
Total Capital Gains or Losses	10,073.67	10,073.67
Total Earnings during Period	143,479.80	143,479.80



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

**Finance Department
October 2014**

Cash Receipts and Disbursements	September 2014	October 2014
Receipts		
Property Tax Receipts	\$1,549,610	\$116,849
Utility Tax Receipts (UUT)	1,808,755	1,903,024
Sales Tax Receipts	2,322,197	1,767,000
1/2 Cent Safety Sales Tax Receipts	173,787	140,557
Highway Users Tax Receipts (HUT)	866,117	507,513
Transient Occupancy Tax Receipts (TOT)	1,077,692	714,687
Government Funds	134,920	343,033
Capital Funds	62,458	798,455
Debt Service Funds	1,121,706	-
Enterprise Funds	5,316,591	5,357,284
Fiduciary Funds	3,280,920	1,242,828
Internal Service Funds	415,558	699,017
Special Revenue Funds	2,088,702	2,361,417
All Other Receipts	3,016,765	4,820,652
	<hr/>	<hr/>
Total Receipts	\$23,235,780	\$20,772,315
Disbursements		
Total Disbursements	(29,223,331)	(21,899,400)
	<hr/>	<hr/>
Net Change in Cash Flow	(\$5,987,551)	(\$1,127,085)
	<hr/>	<hr/>
Summary of Cash by Fund		
	September 2014	October 2014
General Fund	63,874,739	53,691,336
Government Funds	647,386	937,128
Capital Funds	11,604,256	12,333,765
Debt Service Funds	10,036	6,687
Enterprise Funds	82,614,366	84,271,375
Fiduciary Funds	10,934,505	11,130,530
Internal Service Funds	4,859,704	5,227,983
Special Revenue Funds	21,331,031	21,416,612
General Ledger Cash Balances	195,876,024	189,015,417 *

* 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.



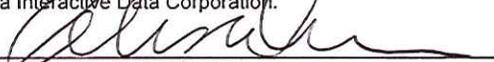
**City of HB
Portfolio Management
Portfolio Summary
November 30, 2014**

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	113,600,000.00	113,592,770.00	113,585,162.49	64.76	1,645	1,161	1.179	1.195
Local Agency Investment Funds	32,285,475.15	32,285,475.15	32,285,475.15	18.41	1	1	0.257	0.261
Corporate Bonds	29,310,000.00	29,558,816.60	29,523,981.95	16.83	1,176	572	0.933	0.946
Investments	175,195,475.15	175,437,061.75	175,394,619.59	100.00%	1,264	848	0.968	0.981

Total Earnings	November 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	129,917.93	273,397.73	
Current Budget	100,000.00	200,000.00	1,200,000.00
Last Year Actual	112,000.00	224,000.00	1,344,000.00
Average Daily Balance	166,568,219.77	167,678,011.36	
Effective Rate of Return	0.95%	0.98%	

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 3, 2014. 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.

 1-13-15
Alisa Cutchener, CITY TREASURER

Reporting period 11/01/2014-11/30/2014

Run Date: 01/07/2015 - 11:17

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City of HB
Portfolio Management
Portfolio Details - Investments
November 30, 2014

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												
3133EDTN2	4018	Federal Farm Credit Bank		08/26/2014	5,000,000.00	5,000,300.00	5,000,000.00	1.330	AA	1.330	1,183	02/26/2018
313381M44	3953	Federal Home Loan Bank		12/28/2012	5,000,000.00	4,999,250.00	5,000,000.00	0.650	AA	0.650	758	12/28/2016
3130A0GL8	3996	Federal Home Loan Bank		12/27/2013	3,600,000.00	3,602,520.00	3,600,000.00	1.250	AA	1.250	1,487	12/27/2018
3130A0YE4	4004	Federal Home Loan Bank		03/12/2014	5,000,000.00	5,001,200.00	5,000,000.00	1.000	AA	1.000	924	06/12/2017
3130A2B62	4012	Federal Home Loan Bank		06/26/2014	5,000,000.00	5,004,900.00	5,000,000.00	1.500	AA	2.025	1,668	06/26/2019
3130A2AH9	4013	Federal Home Loan Bank		06/26/2014	5,000,000.00	5,093,750.00	4,998,514.93	1.500	AA	2.035	1,668	06/26/2019
3130A2TG1	4017	Federal Home Loan Bank		08/27/2014	5,000,000.00	5,010,950.00	5,000,000.00	1.500	AA	2.052	1,730	08/27/2019
3134G3B90	3940	Federal Home Loan Mort Corp		08/15/2012	5,000,000.00	4,999,750.00	5,000,000.00	0.875	AA	0.875	988	08/15/2017
3134G33B4	3952	Federal Home Loan Mort Corp		01/11/2013	5,000,000.00	4,977,900.00	5,000,000.00	1.000	AA	1.000	1,137	01/11/2018
3134G47G7	3980	Federal Home Loan Mort Corp		06/26/2013	5,000,000.00	5,001,300.00	5,000,000.00	1.400	AA	1.400	1,303	06/26/2018
3134G4RC4	3995	Federal Home Loan Mort Corp		12/27/2013	5,000,000.00	5,003,700.00	5,000,000.00	1.150	AA	1.944	1,487	12/27/2018
3134G55H4	4010	Federal Home Loan Mort Corp		05/28/2014	5,000,000.00	5,027,800.00	5,000,000.00	1.625	AA	1.625	1,458	11/28/2018
3134G55T8	4011	Federal Home Loan Mort Corp		06/12/2014	5,000,000.00	5,000,950.00	5,000,000.00	0.700	AA	0.700	742	12/12/2016
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	4,987,800.00	5,000,000.00	0.900	AA	0.900	1,072	11/07/2017
3136G07K1	3947	Fed. Nat'l Mort. Assoc.		12/07/2012	5,000,000.00	4,993,150.00	5,000,000.00	0.700	AA	1.002	1,101	12/06/2017
3136G17E3	3950	Fed. Nat'l Mort. Assoc.		12/26/2012	5,000,000.00	5,002,200.00	5,000,000.00	0.700	AA	1.042	1,121	12/26/2017
3136G1A66	3951	Fed. Nat'l Mort. Assoc.		12/26/2012	5,000,000.00	5,002,050.00	5,000,000.00	0.700	AA	1.053	1,121	12/26/2017
3136G1AY5	3955	Fed. Nat'l Mort. Assoc.		01/30/2013	5,000,000.00	5,001,500.00	5,000,000.00	0.750	AA	1.078	1,156	01/30/2018
3136G1CJ6	3957	Fed. Nat'l Mort. Assoc.		02/21/2013	5,000,000.00	4,955,850.00	5,000,000.00	0.750	AA	1.193	1,178	02/21/2018
3136G1E62	3961	Fed. Nat'l Mort. Assoc.		02/25/2013	5,000,000.00	4,984,350.00	5,000,000.00	0.600	AA	0.600	633	08/25/2016
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.		03/12/2013	5,000,000.00	4,983,150.00	5,000,000.00	1.100	AA	1.100	1,197	03/12/2018
3135G0YA5	3978	Fed. Nat'l Mort. Assoc.		06/19/2013	5,000,000.00	5,001,400.00	5,000,000.00	0.750	AA	0.750	749	12/19/2016
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.		06/19/2013	5,000,000.00	4,957,050.00	4,986,647.56	0.800	AA	0.907	931	06/19/2017
Subtotal and Average			121,418,271.83		113,600,000.00	113,592,770.00	113,585,162.49			1.195	1,161	
Local Agency Investment Funds												
SYS982	982	Laif City			32,285,475.15	32,285,475.15	32,285,475.15	0.261		0.261	1	
Subtotal and Average			15,618,808.48		32,285,475.15	32,285,475.15	32,285,475.15			0.261	1	
Corporate Bonds												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,957,430.00	2,985,007.77	1.000	AA	1.151	1,249	05/03/2018
084664AT8	3895	Berkshire Hathaway Fin		08/26/2011	1,310,000.00	1,317,021.60	1,315,392.34	4.850	AA	1.390	45	01/15/2015
14912L4Y4	3930	Caterpillar Financial Corp.		05/30/2012	2,000,000.00	2,000,620.00	2,000,164.02	1.125	A	0.911	14	12/15/2014
14912L5D9	3936	Caterpillar Financial Corp.		08/03/2012	3,000,000.00	3,011,670.00	3,008,525.08	1.100	A	0.520	179	05/29/2015
36962G6R0	3956	General Electric Capital Corp		01/25/2013	2,000,000.00	2,011,520.00	2,000,433.23	1.000	AA	0.980	403	01/08/2016
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,147,450.00	5,118,399.00	2.300	AAA	1.291	878	04/27/2017

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**City of HB
Portfolio Management
Portfolio Details - Investments
November 30, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Corporate Bonds												
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,525,200.00	2,518,779.16	1.600	AA	1.340	1,085	11/20/2017
24422ERS0	3948	John Deere Capital		12/11/2012	2,000,000.00	2,007,400.00	2,004,350.33	0.950	A	0.570	210	06/29/2015
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,041,130.00	3,044,682.54	1.750	A	1.059	807	02/15/2017
713448CA4	3988	PEPSICO INC		11/19/2013	2,500,000.00	2,506,525.00	2,504,391.83	0.700	A	0.448	255	08/13/2015
931142CX9	3943	Wal-Mart Stores		08/14/2012	3,000,000.00	3,032,850.00	3,023,856.65	1.500	AA	0.606	328	10/25/2015
Subtotal and Average			29,531,139.46		29,310,000.00	29,558,816.60	29,523,981.95			0.946	572	
Total and Average			166,568,219.77		175,195,475.15	175,437,061.75	175,394,619.59			0.981	848	

City of HB
Portfolio Management
Activity By Type
November 1, 2014 through November 30, 2014

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3130A0ZB9	4006	Federal Home Loan Bank	1.050	11/28/2014	0.00	5,000,000.00	
3130A1UV8	4008	Federal Home Loan Bank	1.250	11/21/2014	0.00	5,000,000.00	
Subtotal					0.00	10,000,000.00	113,585,162.49
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	0.261		20,000,000.00	0.00	
Subtotal					20,000,000.00	0.00	32,285,475.15
Corporate Bonds							
Subtotal							29,523,981.95
Total					20,000,000.00	10,000,000.00	175,394,619.59

**City of HB
Portfolio Management
Activity Summary
November 2013 through November 2014**

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					
November	2013	36	165,557,574.93	0.809	0.820	0.263	2	3	1,279	992
December	2013	40	165,737,784.63	0.916	0.929	0.264	5	1	1,304	1,031
January	2014	40	177,491,428.43	0.892	0.904	0.244	2	1	1,259	988
February	2014	40	188,868,178.60	0.851	0.863	0.236	3	3	1,180	936
March	2014	42	197,031,584.93	0.909	0.921	0.236	2	0	1,284	1,003
April	2014	42	196,436,692.66	0.908	0.921	0.233	0	0	1,284	977
May	2014	41	193,837,931.04	0.962	0.975	0.228	3	4	1,286	977
June	2014	42	189,731,088.09	0.984	0.997	0.228	3	2	1,298	979
July	2014	40	193,802,929.47	0.978	0.992	0.244	0	2	1,298	946
August	2014	41	187,498,755.91	1.028	1.042	0.260	2	1	1,327	960
September	2014	41	187,916,562.38	1.083	1.098	0.246	0	0	1,424	1,002
October	2014	37	168,752,003.21	1.126	1.142	0.261	0	4	1,450	1,023
November	2014	35	166,568,219.77	0.968	0.981	0.261	0	2	1,264	848
Average		40	182,995,792.61	0.955%	0.968%	0.246	2	2	1,303	974

**City of HB
Portfolio Management
Interest Earnings Summary
November 30, 2014**

November 30 Month Ending

Fiscal Year To Date

	November 30 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	142,500.00	270,062.65
Plus Accrued Interest at End of Period	497,190.28	497,190.28
Less Accrued Interest at Beginning of Period	(498,777.71)	(480,314.88)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	140,912.57	286,938.05
Adjusted by Premiums and Discounts	-14,345.20	-29,686.41
Adjusted by Capital Gains or Losses	0.00	10,073.67
Earnings during Periods	126,567.37	267,325.31
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	14,715.50
Plus Accrued Interest at End of Period	8,253.71	8,253.71
Less Accrued Interest at Beginning of Period	(4,903.15)	(16,896.79)
Interest Earned during Period	3,350.56	6,072.42
Total Interest Earned during Period	144,263.13	293,010.47
Total Adjustments from Premiums and Discounts	-14,345.20	-29,686.41
Total Capital Gains or Losses	0.00	10,073.67
Total Earnings during Period	129,917.93	273,397.73



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

Finance Department
November 2014

Cash Receipts and Disbursements	October 2014	November 2014
Receipts		
Property Tax Receipts	\$116,849	\$2,658,599
Utility Tax Receipts (UUT)	1,903,024	1,858,310
Sales Tax Receipts	1,767,000	2,356,000
1/2 Cent Safety Sales Tax Receipts	140,557	191,411
Highway Users Tax Receipts (HUT)	507,513	-
Transient Occupancy Tax Receipts (TOT)	714,687	718,971
Government Funds	343,033	19,375
Capital Funds	798,455	1,434
Debt Service Funds	-	-
Enterprise Funds	5,357,284	4,129,608
Fiduciary Funds	1,242,828	1,132,256
Internal Service Funds	699,017	498,058
Special Revenue Funds	2,361,417	958,454
All Other Receipts	4,820,652	4,464,663
	\$20,772,315	\$18,987,139
Disbursements		
Total Disbursements	(21,899,400)	(20,723,501)
Net Change in Cash Flow	(\$1,127,085)	(\$1,736,362)
 Summary of Cash by Fund		
	October 2014	November 2014
General Fund	53,691,336	50,992,628
Government Funds	937,128	835,053
Capital Funds	12,333,765	12,307,523
Debt Service Funds	6,687	5,662
Enterprise Funds	84,271,375	84,493,859
Fiduciary Funds	11,130,530	11,432,348
Internal Service Funds	5,227,983	5,340,671
Special Revenue Funds	21,416,612	21,226,735
General Ledger Cash Balances	189,015,417	186,634,479 *

* 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
December 31, 2014**

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	125,000,000.00	124,603,550.00	124,981,845.37	66.57	1,609	1,183	1.239	1.257
Local Agency Investment Funds	32,285,475.15	32,285,475.15	32,285,475.15	17.20	1	1	0.263	0.267
Corporate Bonds	30,310,000.00	30,424,269.60	30,479,599.97	16.23	1,210	786	1.118	1.133
Investments	187,595,475.15	187,313,294.75	187,746,920.49	100.00%	1,268	915	1.052	1.066
Cash and Accrued Interest								
Accrued Interest at Purchase		34,863.89	34,863.89					
Subtotal		34,863.89	34,863.89					
Total Cash and Investments	187,595,475.15	187,348,158.64	187,781,784.38		1,268	915	1.052	1.066

Total Earnings	December 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	140,960.14	414,357.87	
Current Budget	100,000.00	300,000.00	1,200,000.00
Last Year Actual	112,000.00	336,000.00	1,344,000.00
Average Daily Balance	179,431,920.78	171,638,567.79	
Effective Rate of Return	0.92%	0.96%	

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 3, 2014. 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 Cutchener 1.13.15
Alisa Cutchener, CITY TREASURER

Reporting period 12/01/2014-12/31/2014

Run Date: 01/13/2015 - 12:35

Portfolio CITY
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City of HB
Portfolio Management
Portfolio Details - Investments
December 31, 2014

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												
3133EDTN2	4018	Federal Farm Credit Bank		08/26/2014	5,000,000.00	4,995,050.00	5,000,000.00	1.330	AA	1.330	1,152	02/26/2018
313381M44	3953	Federal Home Loan Bank		12/28/2012	5,000,000.00	4,984,850.00	5,000,000.00	0.650	AA	0.650	727	12/28/2016
3130A2AH9	4013	Federal Home Loan Bank		06/26/2014	5,000,000.00	5,071,250.00	4,998,542.01	1.500	AA	2.035	1,637	06/26/2019
3130A2TG1	4017	Federal Home Loan Bank		08/27/2014	5,000,000.00	5,003,800.00	5,000,000.00	1.500	AA	2.052	1,699	08/27/2019
3130A3PA6	4020	Federal Home Loan Bank		12/30/2014	5,000,000.00	4,975,700.00	5,000,000.00	1.550	AA	1.892	1,824	12/30/2019
3130A3KF0	4021	Federal Home Loan Bank		12/18/2014	5,000,000.00	4,988,900.00	4,997,518.06	1.500	AA	2.112	1,812	12/18/2019
3130A3KU7	4022	Federal Home Loan Bank		12/12/2014	5,000,000.00	4,986,450.00	5,000,000.00	1.625	AAA	2.035	1,806	12/12/2019
3130A3TA2	4038	Federal Home Loan Bank		12/30/2014	5,000,000.00	4,987,550.00	4,998,701.38	1.000	AA	1.010	957	08/15/2017
3134G3B90	3940	Federal Home Loan Mort Corp		08/15/2012	5,000,000.00	4,984,350.00	5,000,000.00	0.875	AA	0.875	957	08/15/2017
3134G33B4	3952	Federal Home Loan Mort Corp		01/11/2013	5,000,000.00	4,960,100.00	5,000,000.00	1.000	AA	1.000	1,106	01/11/2018
3134G47G7	3980	Federal Home Loan Mort Corp		06/26/2013	5,000,000.00	4,973,400.00	5,000,000.00	1.400	AA	1.400	1,272	06/26/2018
3134G55H4	4010	Federal Home Loan Mort Corp		05/28/2014	5,000,000.00	5,016,800.00	5,000,000.00	1.625	AA	1.625	1,427	11/28/2018
3134G55T8	4011	Federal Home Loan Mort Corp		06/12/2014	5,000,000.00	4,993,900.00	5,000,000.00	0.700	AA	0.700	711	12/12/2016
3134G5TD7	4035	Federal Home Loan Mort Corp		12/26/2014	5,000,000.00	5,002,550.00	5,000,000.00	1.375	AA	1.375	1,090	12/26/2017
3134G5U52	4037	Federal Home Loan Mort Corp		12/26/2014	5,000,000.00	5,004,850.00	5,000,000.00	1.700	AA	1.700	1,455	12/26/2018
3135G0RK1	3945	Fed. Nat'l Mort. Assoc.		11/07/2012	5,000,000.00	4,966,000.00	5,000,000.00	0.900	AA	0.900	1,041	11/07/2017
3136G07K1	3947	Fed. Nat'l Mort. Assoc.		12/07/2012	5,000,000.00	4,973,900.00	5,000,000.00	0.700	AA	1.002	1,070	12/06/2017
3136G17E3	3950	Fed. Nat'l Mort. Assoc.		12/26/2012	5,000,000.00	4,984,500.00	5,000,000.00	0.700	AA	1.042	1,090	12/26/2017
3136G1A66	3951	Fed. Nat'l Mort. Assoc.		12/26/2012	5,000,000.00	4,981,450.00	5,000,000.00	0.700	AA	1.053	1,090	12/26/2017
3136G1AY5	3955	Fed. Nat'l Mort. Assoc.		01/30/2013	5,000,000.00	4,982,950.00	5,000,000.00	0.750	AA	1.078	1,125	01/30/2018
3136G1CJ6	3957	Fed. Nat'l Mort. Assoc.		02/21/2013	5,000,000.00	4,933,650.00	5,000,000.00	0.750	AA	1.193	1,147	02/21/2018
3136G1E62	3961	Fed. Nat'l Mort. Assoc.		02/25/2013	5,000,000.00	4,970,450.00	5,000,000.00	0.600	AA	0.600	602	08/25/2016
3136G1EP0	3964	Fed. Nat'l Mort. Assoc.		03/12/2013	5,000,000.00	4,955,400.00	5,000,000.00	1.100	AA	1.100	1,166	03/12/2018
3135G0YA5	3978	Fed. Nat'l Mort. Assoc.		06/19/2013	5,000,000.00	4,986,900.00	5,000,000.00	0.750	AA	0.750	718	12/19/2016
3136G1NB1	3979	Fed. Nat'l Mort. Assoc.		06/19/2013	5,000,000.00	4,938,850.00	4,987,083.92	0.800	AA	0.907	900	06/19/2017
Subtotal and Average			116,622,910.64		125,000,000.00	124,603,550.00	124,981,845.37			1.257	1,183	
Local Agency Investment Funds												
SYS982	982	Laif City			32,285,475.15	32,285,475.15	32,285,475.15	0.267		0.267	1	
Subtotal and Average			32,285,475.15		32,285,475.15	32,285,475.15	32,285,475.15			0.267	1	
Corporate Bonds												
037833AJ9	3976	Apple Inc.		05/28/2013	3,000,000.00	2,955,480.00	2,985,372.85	1.000	AA	1.151	1,218	05/03/2018
084664AT8	3895	Berkshire Hathaway Fin		08/26/2011	1,310,000.00	1,311,519.60	1,311,715.75	4.850	AA	1.390	14	01/15/2015
14912L5P2	4024	Caterpillar Financial Corp.		12/10/2014	3,000,000.00	2,979,150.00	2,976,434.11	1.300		1.555	1,155	03/01/2018
36962G5W0	3994	General Electric Capital Corp		12/26/2013	5,000,000.00	5,121,250.00	5,114,297.42	2.300	AAA	1.291	847	04/27/2017

Portfolio CITY
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PM (PRF_PM2) 7.3.0

**City of HB
Portfolio Management
Portfolio Details - Investments
December 31, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Corporate Bonds												
36962G6K5	4007	General Electric Capital Corp		05/12/2014	2,500,000.00	2,515,350.00	2,518,252.15	1.600	AA	1.340	1,054	11/20/2017
36962G6W9	4036	General Electric Capital Corp		12/19/2014	2,000,000.00	2,003,060.00	2,011,595.18	1.625	AA	1.442	1,187	04/02/2018
24422ERS0	3948	John Deere Capital		12/11/2012	2,000,000.00	2,004,600.00	2,003,722.88	0.950	A	0.570	179	06/29/2015
674599CB9	3977	Occidental Petroleum		05/28/2013	3,000,000.00	3,017,310.00	3,042,994.29	1.750	A	1.059	776	02/15/2017
713448CA4	3988	PEPSICO INC		11/19/2013	2,500,000.00	2,504,700.00	2,503,868.99	0.700	A	0.448	224	08/13/2015
89233P7E0	4023	Toyota Motor Credit		12/10/2014	3,000,000.00	2,984,070.00	2,989,698.65	1.375		1.491	1,105	01/10/2018
931142CX9	3943	Wal-Mart Stores		08/14/2012	3,000,000.00	3,027,780.00	3,021,647.70	1.500	AA	0.606	297	10/25/2015
		Subtotal and Average	30,523,534.99		30,310,000.00	30,424,269.60	30,479,599.97			1.133	786	
		Total and Average	179,431,920.78		187,595,475.15	187,313,294.75	187,746,920.49			1.066	915	

City of HB
Portfolio Management
Portfolio Details - Cash
December 31, 2014

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			34,863.89	34,863.89				0
				Accrued Interest at Purchase							
				Subtotal		34,863.89	34,863.89				
		Total Cash and Investments	179,431,920.78		187,595,475.15	187,348,158.64	187,781,784.38			1.066	915

**City of HB
Portfolio Management
Activity By Type
December 1, 2014 through December 31, 2014**

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
3130A0GL8	3996	Federal Home Loan Bank	1.250	12/29/2014	0.00	3,600,000.00	
3130A0YE4	4004	Federal Home Loan Bank	1.000	12/12/2014	0.00	5,000,000.00	
3130A2B62	4012	Federal Home Loan Bank	1.500	12/26/2014	0.00	5,000,000.00	
3130A3PA6	4020	Federal Home Loan Bank	1.550	12/30/2014	5,000,000.00	0.00	
3130A3KF0	4021	Federal Home Loan Bank	1.500	12/18/2014	4,997,500.00	0.00	
3130A3KU7	4022	Federal Home Loan Bank	1.625	12/12/2014	5,000,000.00	0.00	
3130A3TA2	4038	Federal Home Loan Bank	1.000	12/30/2014	4,998,700.00	0.00	
3134G4RC4	3995	Federal Home Loan Mort Corp	1.150	12/29/2014	0.00	5,000,000.00	
3134G5TD7	4035	Federal Home Loan Mort Corp	1.375	12/26/2014	5,000,000.00	0.00	
3134G5U52	4037	Federal Home Loan Mort Corp	1.700	12/26/2014	5,000,000.00	0.00	
Subtotal					29,996,200.00	18,600,000.00	124,981,845.37
Local Agency Investment Funds (Monthly Summary)							
Subtotal							32,285,475.15
Corporate Bonds							
14912L4Y4	3930	Caterpillar Financial Corp.	1.125	12/15/2014	0.00	2,000,000.00	
14912L5D9	3936	Caterpillar Financial Corp.	1.100	12/10/2014	0.00	3,008,094.04	
14912L5P2	4024	Caterpillar Financial Corp.	1.300	12/10/2014	2,976,000.00	0.00	
36962G6R0	3956	General Electric Capital Corp	1.000	12/19/2014	0.00	2,000,413.58	
36962G6W9	4036	General Electric Capital Corp	1.625	12/19/2014	2,011,714.00	0.00	
89233P7E0	4023	Toyota Motor Credit	1.375	12/10/2014	2,989,500.00	0.00	
Subtotal					7,977,214.00	7,008,507.62	30,479,599.97
Total					37,973,414.00	25,608,507.62	187,746,920.49

**City of HB
Portfolio Management
Activity Summary
December 2013 through December 2014**

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					
December	2013	40	165,737,784.63	0.916	0.929	0.264	5	1	1,304	1,031
January	2014	40	177,491,428.43	0.892	0.904	0.244	2	1	1,259	988
February	2014	40	188,868,178.60	0.851	0.863	0.236	3	3	1,180	936
March	2014	42	197,031,584.93	0.909	0.921	0.236	2	0	1,284	1,003
April	2014	42	196,436,692.66	0.908	0.921	0.233	0	0	1,284	977
May	2014	41	193,837,931.04	0.962	0.975	0.228	3	4	1,286	977
June	2014	42	189,731,088.09	0.984	0.997	0.228	3	2	1,298	979
July	2014	40	193,802,929.47	0.978	0.992	0.244	0	2	1,298	946
August	2014	41	187,498,755.91	1.028	1.042	0.260	2	1	1,327	960
September	2014	41	187,916,562.38	1.083	1.098	0.246	0	0	1,424	1,002
October	2014	37	168,752,003.21	1.126	1.142	0.261	0	4	1,450	1,023
November	2014	35	166,568,219.77	0.968	0.981	0.261	0	2	1,264	848
December	2014	37	179,431,920.78	1.052	1.066	0.267	9	7	1,268	915
Average		40	184,037,879.74	0.974%	0.987%	0.247	2	2	1,302	968

**City of HB
Portfolio Management
Interest Earnings Summary
December 31, 2014**

December 31 Month Ending

Fiscal Year To Date

	December 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	359,022.21	629,084.86
Plus Accrued Interest at End of Period	279,080.03	279,080.03
Less Accrued Interest at Beginning of Period	(497,190.28)	(480,314.88)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
	<hr/>	<hr/>
Interest Earned during Period	140,911.96	427,850.01
Adjusted by Premiums and Discounts	-12,605.48	-42,291.89
Adjusted by Capital Gains or Losses	5,332.38	15,406.05
	<hr/>	<hr/>
Earnings during Periods	133,638.86	400,964.17
<hr/>		
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)
	<hr/>	<hr/>
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
	<hr/>	<hr/>
Earnings during Periods	0.00	0.00
<hr/>		
Cash/Checking Accounts:		
Interest Collected	0.00	14,715.50
Plus Accrued Interest at End of Period	15,574.99	15,574.99
Less Accrued Interest at Beginning of Period	(8,253.71)	(16,896.79)
	<hr/>	<hr/>
Interest Earned during Period	7,321.28	13,393.70
<hr/>		
Total Interest Earned during Period	148,233.24	441,243.71
Total Adjustments from Premiums and Discounts	-12,605.48	-42,291.89
Total Capital Gains or Losses	5,332.38	15,406.05
<hr/>		
Total Earnings during Period	140,960.14	414,357.87



State of California
Pooled Money Investment Account
Market Valuation
12/31/2014

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch. Amortized Cost		
United States Treasury:				
Bills	\$ 10,887,243,396.32	\$ 10,893,046,311.71	\$ 10,892,425,500.00	NA
Notes	\$ 17,710,184,296.49	\$ 17,708,969,034.53	\$ 17,712,248,000.00	\$ 16,255,025.50
Federal Agency:				
SBA	\$ 546,751,742.21	\$ 546,751,742.21	\$ 542,196,891.53	\$ 499,449.17
MBS-REMICs	\$ 104,044,287.57	\$ 104,044,287.57	\$ 110,871,394.73	\$ 495,601.80
Debentures	\$ 1,856,527,095.09	\$ 1,856,522,928.42	\$ 1,855,996,950.00	\$ 3,710,279.75
Debentures FR	\$ -	\$ -	\$ -	\$ -
Discount Notes	\$ 1,349,432,083.34	\$ 1,349,892,944.44	\$ 1,349,948,000.00	NA
GNMA	\$ -	\$ -	\$ -	\$ -
Supranational Debentures	\$ 450,246,568.19	\$ 450,199,693.19	\$ 449,536,000.00	\$ 759,031.50
CDs and YCDs FR	\$ -	\$ -	\$ -	\$ -
Bank Notes	\$ 500,000,000.00	\$ 500,000,000.00	\$ 499,853,180.04	\$ 220,944.45
CDs and YCDs	\$ 9,450,006,464.82	\$ 9,450,006,464.82	\$ 9,446,060,558.99	\$ 4,073,958.30
Commercial Paper	\$ 5,468,678,264.43	\$ 5,469,479,438.27	\$ 5,468,593,770.00	NA
Corporate:				
Bonds FR	\$ -	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -	\$ -
Time Deposits	\$ 5,035,240,000.00	\$ 5,035,240,000.00	\$ 5,035,240,000.00	NA
AB 55 & GF Loans	\$ 6,910,533,523.59	\$ 6,910,533,523.59	\$ 6,910,533,523.59	NA
TOTAL	\$ 60,268,887,722.05	\$ 60,274,686,368.75	\$ 60,273,503,768.88	\$ 26,014,290.47

Fair Value Including Accrued Interest

\$ 60,299,518,059.35

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 (0.99998038). 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 \$19,999,607.60 or \$20,000,000.00 x 0.99998038.



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

Finance Department
December 2014

<u>Cash Receipts and Disbursements</u>	<u>November 2014</u>	<u>December 2014</u>
Receipts		
Property Tax Receipts	\$2,658,599	\$25,057,675
Utility Tax Receipts (UUT)	1,858,310	1,570,916
Sales Tax Receipts	2,356,000	2,682,928
1/2 Cent Safety Sales Tax Receipts	191,411	242,380
Highway Users Tax Receipts (HUT)	-	1,087,456
Transient Occupancy Tax Receipts (TOT)	718,971	563,375
Government Funds	19,375	939,906
Capital Funds	1,434	2,754,087
Debt Service Funds	-	-
Enterprise Funds	4,129,608	5,195,433
Fiduciary Funds	1,132,256	2,460,904
Internal Service Funds	498,058	548,002
Special Revenue Funds	958,454	2,103,297
All Other Receipts	4,464,663	939,586
Total Receipts	\$18,987,139	\$46,145,946
Disbursements		
Total Disbursements	(20,723,501)	(22,448,926)
Net Change in Cash Flow	(\$1,736,362)	\$23,697,020
Summary of Cash by Fund		
<u>General Fund</u>	<u>50,992,628</u>	<u>67,317,587</u>
Government Funds	835,053	1,509,356
Capital Funds	12,307,523	14,471,939
Debt Service Funds	5,662	5,662
Enterprise Funds	84,493,859	86,020,660
Fiduciary Funds	11,432,348	12,987,011
Internal Service Funds	5,340,671	5,589,984
Special Revenue Funds	21,226,735	22,114,953
General Ledger Cash Balances	186,634,479	210,017,152 *

* 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.