

# City of Huntington Beach City Treasurer's Report



Period Ending: March 31, 2014  
Alisa Cutchen, CPFIM  
City Treasurer

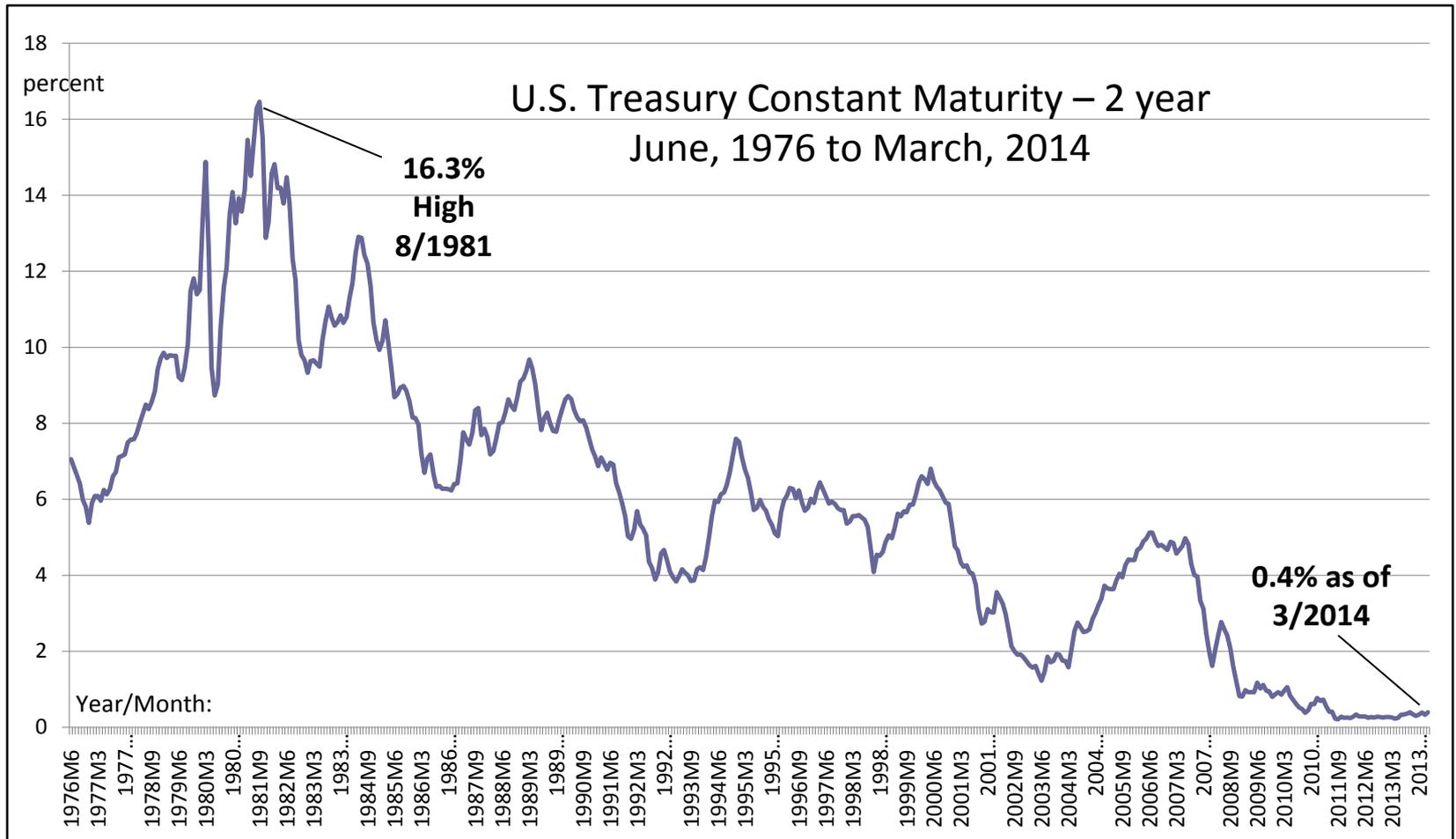
## Current Economic Factors:

- Unemployment: 6.7% for March, 2014, down from a high of 10% in October, 2009
- Inflation rate (CPI) remained under 2%
- Conference Board Consumer Confidence Index: 82.3, its highest level since 2008
- Personal Income: up 3% in February, 2014

# Current Economic Factors:

- Retail sales rose 1.1% month over month in March
- Housing market index slowed in winter (poor weather), but rise in current mortgage applications
- These factors suggest a slight pickup in economic activity at the end of Q1 and beginning of Q2 2014

# Interest Rates:



Source: US Board of Governors of the Federal Reserve System

# Sample Investment Rates at 3/31/14:

- LAIF Rate: 0.24%  
*(overnight availability)*
- 2-Year Agency Bullet: 0.49%
- 2-Year Fed. Agency (callable): 0.51%
- 3-Year Treasury Security: 0.87%

# Investment Portfolio:

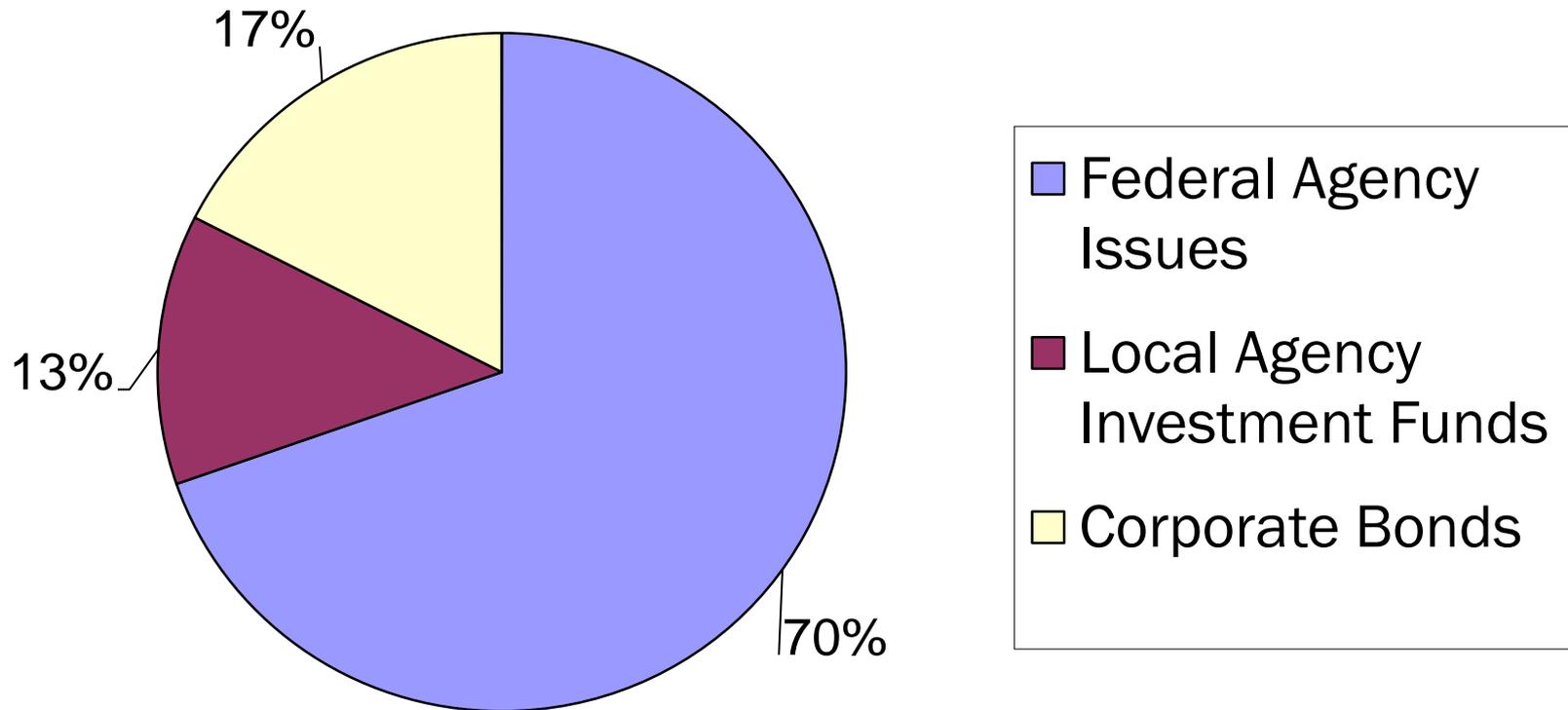
- As of March 31, 2014:

<u>Investment Type</u>	<u>Market Value</u>	<u>Book Value</u>	<u>% of Portfolio</u>
Federal Agency Issues	136,000,419	136,849,308	70%
Local Agency Investment Fund (LAIF)	25,240,619	25,240,619	13%
Corporate Bonds	<u>34,301,936</u>	<u>34,350,135</u>	17%
<b>Total Portfolio</b>	<b>195,542,974</b>	<b>196,440,062</b>	<b>100%</b>

Source: Market Values provided by Union Bank custody

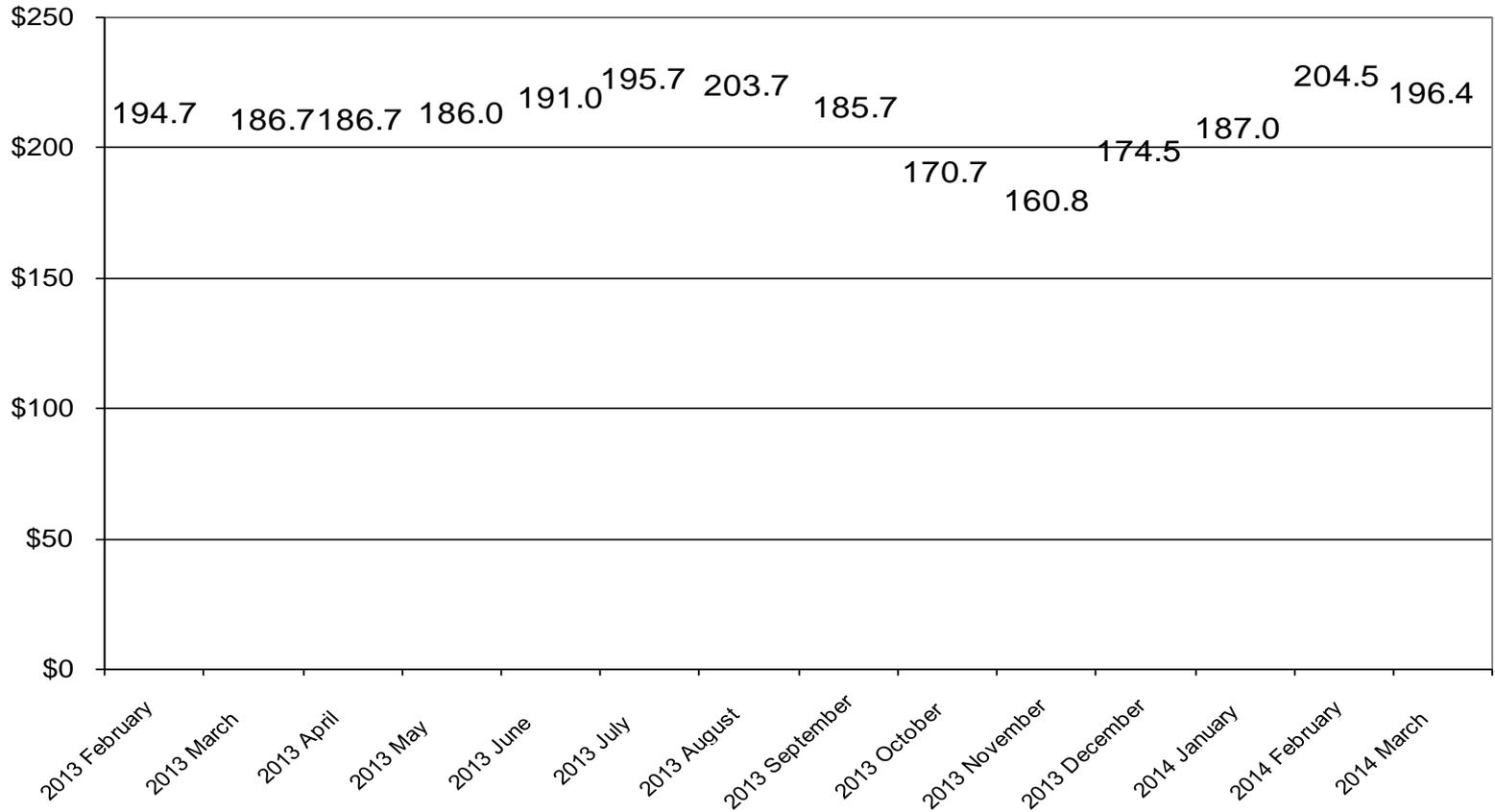
# Investment Portfolio:

## Book Value by Investment Type March 31, 2014



# Investment Portfolio – Book Value

**Book Value History**  
**\$ in millions**



## Portfolio Performance at 3/31/14:

- Monthly Earnings: \$126,208
- Fiscal YTD Earnings: \$678,054
- FYTD Effective Rate of Return: 0.76%  
versus benchmark: 0.29%
- In Compliance / NO LOSSES

# CA State Government Code Commonly Utilized Allowable Investments

- Certificates of Deposit (CDs)
- Money Market Accounts
- Commercial Paper
- U.S. Treasury Bills, Bonds and Notes
- U.S. Federal Agency Issues
- Corporate Notes
- LAIF (CA State Pool)

QUESTIONS?

Thank you.