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CITY OF
HUNTINGTON BEACH

Council/Agency Meeting Held: _____	_____ City Clerk's Signature
Deferred/Continued to: _____	
<input type="checkbox"/> Approved <input type="checkbox"/> Conditionally Approved <input type="checkbox"/> Denied	
Council Meeting Date: 07/17/06	Department ID Number: CT06-12

**CITY OF HUNTINGTON BEACH
REQUEST FOR CITY COUNCIL ACTION**

SUBMITTED TO: HONORABLE MAYOR AND CITY COUNCIL MEMBERS

SUBMITTED BY: SHARI L. FREIDENRICH, CITY TREASURER *SHF*

PREPARED BY: SHARI L. FREIDENRICH, CITY TREASURER *SHF*

SUBJECT: REVIEW AND ACCEPT CITY TREASURER'S MAY 2006
INVESTMENT SUMMARY REPORT

Statement of Issue, Funding Source, Recommended Action, Alternative Action(s), Analysis, Environmental Status, Attachment(s)

Statement of Issue: Review and accept the Monthly Investment Report for May 2006, pursuant to Section 17.0 of the Investment Policy of the City of Huntington Beach.

Funding Source: Not Applicable

Recommended Action: Review and accept the Monthly Investment Report. Following review of the report by motion of Council, accept the Monthly Investment Report for May 2006, pursuant to Section 17.0 of the Investment Policy of the City of Huntington Beach.

Alternative Action(s): Deny or critique monthly report

Analysis: Not Applicable

Environmental Status: Not Applicable

Attachment(s):

City Clerk's Page Number	No.	Description
2 15 17 19	1.	Monthly Investment Report and Summary of Investments for May 2006
	2.	Schedule of Bond Investments
	3.	Deferred Compensation Plan Summary Information
	4.	May 2006 PowerPoint Presentation

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**Monthly Investment Report and Summary of
Investments for May 2006**

Attachment 1

City of Huntington Beach
 Summary of City Investment Portfolio, Bond Proceeds, and Deferred Compensation
 Activity for May 2006

City Investment Portfolio:	April	May	Inc./Dec.)
End of month City Portfolio Balance	\$208,863,605	\$220,783,432	\$11,919,827
End of month General Fund Balance	\$39,898,693	\$49,490,059	\$9,591,366
Earned Interest Yield Average	3.91%	4.00%	0.09%
Average Maturity (in days)	290	270	(20)
End of Month Market Value	\$206,696,067	\$218,550,052	\$11,853,984
End of month bank cash balance	\$3,906,805	\$6,289,005	\$2,382,201

Bond Proceeds Investments:	April	May	Inc./Dec.)
End of Month Bond Reserve Par Value	\$19,114,594	\$19,081,350	(\$33,244)
End of Month Bond Reserve Market Value	\$19,114,594	\$19,081,350	(\$33,244)

Deferred Compensation Investments:*	December	March	Inc./Dec.)
Participant Balances	\$71,600,294	\$74,460,715	\$2,860,421

Comparison to Budget / City Portfolio:	Budget	Actual	Inc./Dec.)
Interest Earned for Month	\$247,750	\$742,292	\$494,542
Interest Earned Year to Date	\$1,982,000	\$4,757,121	\$2,775,121
Earned Interest Yield Year to Date	3.25%	3.72%	0.47%

*Deferred Compensation Statements are issued quarterly.

Summary by Individual Investment in City Investment Portfolio:

	May	% of Total	Policy Limit	Days to Mat.	Int. Rate
Federal Agency Issues - Coupon	\$102,917,060	47%	None	486	3.49%
Local Agency Inv. Fund (LAIF)	\$38,428,943	17%	\$40 million	1	4.56%
Treasury Securities - Coupon	\$23,845,459	11%	None	275	4.13%
Commercial Paper Disc. - Amortizing	\$30,764,448	14%	25%	55	4.97%
Federal Agency Disc. - Amortizing	\$10,898,220	5%	None	68	4.99%
Treasury Discounts - Amortizing	\$13,929,302	6%	None	41	4.43%
	\$220,783,432	100%		270	4.09%

City of HB
Portfolio Management
Portfolio Summary
May 31, 2006

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Federal Agency Issues - Coupon	102,945,000.00	100,914,748.25	102,917,059.89	46.61	1,116	486	3.444	3.492
Local Agency Investment Funds	38,428,943.44	38,428,943.44	38,428,943.44	17.41	1	1	4.500	4.563
Treasury Securities - Coupon	24,000,000.00	23,629,540.00	23,845,458.67	10.80	584	275	4.072	4.128
Commercial Paper Disc. -Amortizing	31,000,000.00	30,765,760.00	30,764,448.34	13.93	130	55	4.899	4.967
Federal Agency Disc. -Amortizing	11,000,000.00	10,895,300.00	10,898,219.72	4.94	110	68	4.923	4.991
Treasury Discounts -Amortizing	14,000,000.00	13,925,760.00	13,929,301.59	6.31	176	41	4.370	4.430
	221,373,943.44	218,550,051.69	220,783,431.65	100.00%	618	270	4.030	4.086
Investments								
Cash and Accrued Interest			72,880.91					
Accrued Interest at Purchase			72,880.91					
Subtotal								
Total Cash and Investments	221,373,943.44	218,622,932.60	220,856,312.56		618	270	4.030	4.086

Total Earnings	May 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	742,291.61		4,757,120.83	
Current Budget	247,750.00		1,982,000.00	2,973,000.00
Last Year Actual	469,812.81		3,006,519.20	4,935,645.34
Average Daily Balance	218,318,093.06		192,067,742.22	
Effective Rate of Return	4.00%		3.72%	

I certify that this report accurately reflects all City and Redevelopment Agency pooled investments and is in conformity with all State laws and the investment policy statement filed with the City Council on Dec. 19, 2005. 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 Merrill Lynch and Interactive Data Corporation.

Shari Freidenrich 7-3-06
 SHARI L. FREIDENRICH, CITY TREASURER

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Reporting period 05/01/2006-05/31/2006

Run Date: 06/19/2006 - 10:28

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**City of HB
Portfolio Management
Portfolio Details - Investments
May 31, 2006**

CUSIP	Investment # - Coupon	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
31331QXM4	3138	Federal Farm Credit Bank		03/28/2003	2,000,000.00	1,983,760.00	2,000,000.00	2.730	AAA	2.730	119	09/28/2006
31331TTQ4	3210	Federal Farm Credit Bank		02/20/2004	1,000,000.00	982,500.00	1,000,000.00	2.850	AAA	2.850	264	02/20/2007
31331TC74	3230	Federal Farm Credit Bank		04/15/2004	1,000,000.00	967,810.00	1,000,000.00	3.500	AAA	3.500	684	04/15/2008
31331SC04	3263	Federal Farm Credit Bank		10/28/2004	2,000,000.00	1,940,000.00	2,000,000.00	4.000	AAA	4.000	880	10/28/2008
31331SGH0	3276	Federal Farm Credit Bank		12/15/2004	2,000,000.00	1,937,500.00	2,000,000.00	4.000	AAA	4.000	928	12/15/2008
31331SMB6	3288	Federal Farm Credit Bank		02/02/2005	2,000,000.00	1,955,620.00	2,000,000.00	3.700	AAA	3.700	519	11/02/2007
31331SWB5	3304	Federal Farm Credit Bank		05/06/2005	2,000,000.00	1,958,120.00	1,998,828.37	4.620	AAA	4.642	1,068	05/04/2009
31331SXV0	3308	Federal Farm Credit Bank		05/24/2005	2,000,000.00	1,957,500.00	2,000,000.00	4.450	AAA	4.450	907	11/24/2008
31331SD59	3314	Federal Farm Credit Bank		06/21/2005	2,000,000.00	1,931,260.00	2,000,000.00	4.480	AAA	4.480	1,481	06/21/2010
3133MXEL9	3136	Federal Home Loan Bank		04/07/2003	2,000,000.00	1,919,380.00	2,000,000.00	3.020	AAA	3.020	676	04/07/2008
31339X7A6	3149	Federal Home Loan Bank		06/16/2003	2,000,000.00	1,954,380.00	2,000,000.00	2.400	AAA	2.400	288	03/16/2007
31339YH54	3159	Federal Home Loan Bank		07/23/2003	2,000,000.00	1,956,260.00	2,000,000.00	2.270	AAA	2.270	236	01/23/2007
31339YJ53	3164	Federal Home Loan Bank		07/28/2003	2,000,000.00	1,919,380.00	2,000,000.00	3.320	AAA	3.320	788	07/28/2008
31339YNF5	3165	Federal Home Loan Bank		07/29/2003	2,000,000.00	1,902,500.00	2,000,000.00	2.900	AAA	2.900	789	07/29/2008
3133X1CF2	3178	Federal Home Loan Bank		09/29/2003	1,850,000.00	1,796,239.00	1,850,000.00	4.000	AAA	4.000	851	09/29/2008
31339YUQ3	3195	Federal Home Loan Bank		12/11/2003	2,140,000.00	2,111,923.20	2,136,045.48	2.375	AAA	2.805	165	11/13/2006
3133X2ZN8	3197	Federal Home Loan Bank		12/29/2003	1,000,000.00	991,880.00	1,000,000.00	2.840	AAA	2.641	120	09/29/2006
3133X42E0	3207	Federal Home Loan Bank		02/20/2004	2,000,000.00	1,966,880.00	2,000,000.00	3.000	AAA	2.641	264	02/20/2007
3133X5HE1	3222	Federal Home Loan Bank		04/27/2004	2,000,000.00	1,945,000.00	2,000,000.00	2.800	AAA	2.801	410	07/16/2007
3133X5ZU5	3226	Federal Home Loan Bank		05/20/2004	1,500,000.00	1,477,965.00	1,494,753.28	3.070	AAA	3.070	330	04/27/2007
3133X8QM5	3236	Federal Home Loan Bank		09/28/2004	2,000,000.00	1,947,500.00	2,000,000.00	2.750	AAA	3.390	210	12/28/2006
3133X8GN5	3255	Federal Home Loan Bank		11/30/2004	2,000,000.00	1,947,500.00	2,000,000.00	3.260	AAA	3.260	484	09/28/2007
3133X9GC8	3289	Federal Home Loan Bank		11/30/2004	2,000,000.00	1,989,380.00	2,000,000.00	3.080	AAA	3.080	90	08/30/2006
3133X9NH9	3272	Federal Home Loan Bank		12/28/2004	2,000,000.00	1,977,500.00	2,000,000.00	3.345	AAA	3.345	210	12/28/2006
3133X9TP5	3277	Federal Home Loan Bank		12/29/2004	2,000,000.00	1,987,500.00	2,000,000.00	3.280	AAA	3.280	120	09/29/2006
3133X9UT5	3278	Federal Home Loan Bank		05/25/2005	2,000,000.00	1,974,380.00	2,000,000.00	4.010	AAA	4.010	358	05/25/2007
3133XBVP7	3306	Federal Home Loan Bank		06/29/2005	2,000,000.00	1,990,620.00	2,000,000.00	3.760	AAA	3.760	120	09/29/2006
3133XC3S0	3315	Federal Home Loan Bank		11/30/2005	2,000,000.00	1,996,260.00	2,000,000.00	4.560	AAA	4.560	90	08/30/2006
3133XDV81	3331	Federal Home Loan Bank		12/29/2005	2,000,000.00	1,995,620.00	2,000,000.00	4.625	AAA	4.625	120	09/29/2006
3133XEAE8	3341	Federal Home Loan Bank		03/28/2006	2,000,000.00	1,991,880.00	2,000,000.00	5.100	AAA	5.100	484	09/28/2007
3133XEXU8	3365	Federal Home Loan Bank		03/29/2006	2,000,000.00	1,994,380.00	2,000,000.00	5.000	AAA	5.000	242	01/29/2007
3133XF4C7	3367	Federal Home Loan Bank		05/05/2006	2,000,000.00	1,988,760.00	2,000,000.00	5.500	AAA	5.500	1,618	11/05/2010
3133XFFF8	3378	Federal Home Loan Bank		07/22/2003	2,000,000.00	1,906,840.00	2,000,000.00	3.000	AAA	3.000	782	07/22/2008
3128X1RJ8	3158	Federal Home Loan Mort Corp		07/23/2003	2,000,000.00	1,927,260.00	2,000,000.00	3.000	AAA	3.000	601	01/23/2008
3128X1TF4	3163	Federal Home Loan Mort Corp		12/30/2003	1,000,000.00	997,900.00	1,000,000.00	2.625	AAA	2.625	29	06/30/2006
3128X2JZ9	3202	Federal Home Loan Mort Corp										

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**City of HB
Portfolio Management
Portfolio Details - Investments
May 31, 2006**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
3128X2TX3	3211	Federal Home Loan Mort Corp		02/19/2004	2,000,000.00	1,954,940.00	2,000,941.01	2.750	AAA	2.678	253	02/09/2007
3128X1DE4	3216	Federal Home Loan Mort Corp		03/15/2004	2,000,000.00	1,971,260.00	2,000,934.63	2.500	AAA	2.404	186	12/04/2006
3128X2RR2	3225	Federal Home Loan Mort Corp		03/29/2004	2,000,000.00	1,964,940.00	2,001,733.59	2.750	AAA	2.618	253	02/09/2007
3128X3D91	3264	Federal Home Loan Mort Corp		10/25/2004	2,000,000.00	1,936,960.00	2,000,000.00	3.560	AAA	3.560	694	04/25/2008
3128X3K85	3266	Federal Home Loan Mort Corp		11/18/2004	2,000,000.00	1,924,080.00	2,000,000.00	4.125	AAA	4.125	1,266	11/18/2009
3128X3K93	3267	Federal Home Loan Mort Corp		11/22/2004	2,000,000.00	1,936,260.00	2,000,000.00	3.600	AAA	3.600	721	05/22/2008
3128X1WM5	3368	Federal Home Loan Mort Corp		03/22/2006	2,000,000.00	1,991,060.00	1,992,201.36	2.650	AAA	4.917	64	08/04/2006
3128X4AK7	3374	Federal Home Loan Mort Corp		04/20/2006	2,000,000.00	1,986,280.00	1,987,952.00	3.750	AAA	4.794	167	11/15/2006
3134A4GK4	3388	Federal Home Loan Mort Corp		05/11/2006	1,455,000.00	1,455,451.05	1,455,329.11	4.500	AAA	4.282	44	07/15/2006
3136F3V70	3193	Fed. Nat'l Mort. Assoc.		12/11/2003	2,000,000.00	1,995,620.00	1,999,451.37	2.100	AAA	2.510	25	06/26/2006
3136F4J54	3201	Fed. Nat'l Mort. Assoc.		12/29/2003	2,000,000.00	1,973,120.00	2,000,000.00	3.000	AAA	3.000	211	12/29/2006
31359MSV6	3221	Fed. Nat'l Mort. Assoc.		03/22/2004	2,000,000.00	1,990,620.00	2,000,898.02	2.750	AAA	2.510	71	08/11/2006
3136F5KW0	3223	Fed. Nat'l Mort. Assoc.		03/30/2004	2,000,000.00	1,910,620.00	2,000,000.00	3.610	AAA	3.610	1,033	03/30/2009
31359MSC8	3242	Fed. Nat'l Mort. Assoc.		06/04/2004	2,000,000.00	1,921,880.00	1,997,991.67	3.250	AAA	2.052	734	06/04/2008
3136F6EY1	3258	Fed. Nat'l Mort. Assoc.		10/12/2004	2,000,000.00	1,995,000.00	2,000,000.00	3.000	AAA	2.875	41	07/12/2006
3136F6FY0	3259	Fed. Nat'l Mort. Assoc.		09/29/2004	2,000,000.00	1,931,880.00	2,000,000.00	4.250	AAA	4.250	1,216	09/29/2009
3136F6MM6	3268	Fed. Nat'l Mort. Assoc.		11/23/2004	2,000,000.00	1,940,000.00	2,000,000.00	3.700	AAA	3.700	722	05/23/2008
3136F6PB9	3273	Fed. Nat'l Mort. Assoc.		11/19/2004	2,000,000.00	1,953,760.00	2,000,000.00	3.700	AAA	3.080	536	11/19/2007
Subtotal and Average					102,945,000.00	100,914,748.25	102,917,059.89			3.492	486	

Local Agency Investment Funds

SYS982	982	Laif City			19,992,980.29	19,992,980.29	19,992,980.29	4.563	NR	4.563	1	
SYS2206	2206	LAIF-Redevelopment Agency			18,435,963.15	18,435,963.15	18,435,963.15	4.563	NR	4.563	1	
Subtotal and Average					38,428,943.44	38,428,943.44	38,428,943.44			4.563	1	

Treasury Securities - Coupon

912828CG3	3235	US Treasury Notes		05/17/2004	2,000,000.00	1,963,040.00	1,998,644.81	3.125	AAA	3.195	348	05/15/2007
912828AN0	3244	US Treasury Notes		06/10/2004	2,000,000.00	1,942,660.00	1,986,997.21	3.000	AAA	3.473	532	11/15/2007
9128277F3	3246	US Treasury Notes		06/14/2004	2,000,000.00	1,985,780.00	2,003,719.24	3.500	AAA	3.068	167	11/15/2006
912828AN0	3270	US Treasury Notes		11/16/2004	2,000,000.00	1,942,660.00	1,998,340.35	3.000	AAA	3.060	532	11/15/2007
912828CR9	3271	US Treasury Notes		11/10/2004	2,000,000.00	1,945,940.00	1,993,315.97	2.750	AAA	3.034	440	08/15/2007
912828CU2	3350	US Treasury Notes		01/06/2006	2,000,000.00	1,997,260.00	1,990,160.86	2.375	AAA	4.403	91	08/31/2006
912828BY5	3375	US Treasury Notes		04/20/2006	2,000,000.00	1,960,400.00	1,963,161.34	2.250	AAA	4.931	259	02/15/2007
912828CY4	3376	US Treasury Notes		04/20/2006	2,000,000.00	1,979,140.00	1,980,412.37	2.500	AAA	4.928	152	10/31/2006
912828DJ6	3377	US Treasury Notes		04/20/2006	2,000,000.00	1,974,060.00	1,976,538.46	3.125	AAA	4.933	244	01/31/2007
912828BP4	3381	US Treasury Notes		04/21/2006	2,000,000.00	1,977,660.00	1,979,551.53	2.625	AAA	4.929	167	11/15/2006

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Portfolio CITY
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**City of HB
Portfolio Management
Portfolio Details - Investments
May 31, 2006**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Treasury Securities - Coupon												
912828D00	3382	US Treasury Notes		04/21/2006	2,000,000.00	1,977,900.00	1,981,007.89	3.750	AAA	4.832	303	03/31/2007
912828C01	3385	US Treasury Notes		05/04/2006	2,000,000.00	1,993,040.00	1,993,608.64	2.750	AAA	4.995	60	07/31/2006
		Subtotal and Average	25,575,440.83		24,000,000.00	23,629,540.00	23,845,458.67			4.128	275	

Medium Term Notes												
Commercial Paper Disc. -Amortizing												
Subtotal and Average												
290,321.34												
03523DF16	3359	Anheuser Busch		02/09/2006	2,000,000.00	2,000,000.00	2,000,000.00	4.540	P-1	4.669	0	06/01/2006
17307SF07	3342	Citigroup Global		12/20/2005	3,000,000.00	2,987,880.00	2,989,125.00	4.500	P-1	4.725	29	06/30/2006
17307SFP2	3369	Citigroup Global		03/24/2006	2,000,000.00	1,993,880.00	1,994,096.67	4.830	P-1	4.958	22	06/23/2006
17307SHR6	3383	Citigroup Global		05/04/2006	2,000,000.00	1,975,960.00	1,976,341.66	5.010	P-1	5.161	85	08/25/2006
17307SF56	3384	Citigroup Global		05/04/2006	2,000,000.00	1,998,880.00	1,998,895.56	4.970	P-1	5.061	4	06/05/2006
36959JGE7	3345	General Electric Capital Corp		12/21/2005	2,000,000.00	1,987,980.00	1,989,297.78	4.480	P-1	4.709	43	07/14/2006
36959JFT5	3366	General Electric Capital Corp		03/22/2006	2,000,000.00	1,992,760.00	1,993,095.56	4.780	P-1	4.910	26	06/27/2006
36959JFC2	3372	General Electric Capital Corp		03/30/2006	2,000,000.00	1,996,940.00	1,997,054.44	4.820	P-1	4.936	11	06/12/2006
36959JUM18	3379	General Electric Capital Corp		04/21/2006	2,000,000.00	1,948,160.00	1,949,166.67	5.000	P-1	5.299	183	12/01/2006
36959JL35	3380	General Electric Capital Corp		04/21/2006	2,000,000.00	1,956,000.00	1,956,944.45	5.000	P-1	5.291	155	11/03/2006
82434UGJ0	3351	Sherwin-Williams		01/06/2006	2,000,000.00	1,986,780.00	1,988,302.22	4.480	P-1	4.681	47	07/18/2006
82434UGB7	3360	Sherwin-Williams		02/09/2006	2,000,000.00	1,988,800.00	1,989,777.78	4.600	P-1	4.756	40	07/11/2006
80685UH18	3389	Schlumberger Co.		05/16/2006	2,000,000.00	1,982,760.00	1,982,987.78	5.020	P-1	5.145	61	08/01/2006
80685UH75	3393	Schlumberger Co.		05/24/2006	2,000,000.00	1,981,060.00	1,981,202.77	5.050	P-1	5.175	67	08/07/2006
82619SHJ1	3392	Siemens Capital		05/23/2006	2,000,000.00	1,977,940.00	1,978,160.00	5.040	P-1	5.173	78	08/18/2006
		Subtotal and Average	26,496,972.17		31,000,000.00	30,755,760.00	30,764,448.34			4.967	55	

Federal Agency Disc. -Amortizing												
313385A63	3387	Federal Home Loan Bank		05/05/2006	2,000,000.00	1,982,200.00	1,982,542.22	4.910	AAA	5.041	64	06/04/2006
313397X2	3363	Federal Home Loan Mort Corp		02/28/2006	3,000,000.00	2,976,300.00	2,977,912.50	4.850	AAA	4.808	57	07/28/2006
313397E98	3386	Federal Home Loan Mort Corp		05/04/2006	2,000,000.00	1,972,400.00	1,972,750.00	4.950	AAA	5.108	99	09/08/2006
313397B26	3390	Federal Home Loan Mort Corp		05/16/2006	2,000,000.00	1,981,000.00	1,981,356.67	4.935	AAA	5.062	88	08/08/2006
313589A29	3391	Fed. Nat'l Mort. Assoc.		05/16/2006	2,000,000.00	1,983,400.00	1,983,633.33	4.910	AAA	5.030	60	07/31/2006
		Subtotal and Average	9,485,917.33		11,000,000.00	10,895,300.00	10,898,219.72			4.991	68	

Treasury Discounts -Amortizing												
912795XG1	3346	United States Treasury Bills		12/21/2005	2,000,000.00	1,996,320.00	1,996,752.80	4.175	AAA	4.321	14	06/15/2006

**City of HB
Portfolio Management
Portfolio Details - Investments
May 31, 2006**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365 Maturity	Days to Maturity	Maturity Date
Treasury Discounts - Amortizing												
912795XF3	3347	United States Treasury Bills		12/21/2005	2,000,000.00	1,998,300.00	1,998,388.09	4.145	AAA	4.286	7	06/08/2006
912795XE6	3348	United States Treasury Bills		12/22/2005	2,000,000.00	2,000,000.00	2,000,000.00	4.110	AAA	4.245	0	06/01/2006
912795XK2	3352	United States Treasury Bills		01/06/2006	2,000,000.00	1,991,120.00	1,991,852.93	4.190	AAA	4.340	35	07/06/2006
912795XM8	3353	United States Treasury Bills		01/19/2006	2,000,000.00	1,987,480.00	1,988,321.85	4.290	AAA	4.446	49	07/20/2006
912795XP1	3358	United States Treasury Bills		02/02/2006	2,000,000.00	1,983,780.00	1,984,529.89	4.420	AAA	4.584	63	08/03/2006
912795XX4	3371	United States Treasury Bills		03/30/2006	2,000,000.00	1,968,760.00	1,969,456.23	4.620	AAA	4.796	119	09/28/2006
		Subtotal and Average	13,904,343.35		14,000,000.00	13,925,760.00	13,929,301.59			4.430	41	
		Total and Average	218,318,093.06		221,373,943.44	218,550,051.69	220,783,431.65			4.086	270	

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City of HB
 Portfolio Management
 Portfolio Details - Cash
 May 31, 2006

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to 365	Maturity
		Average Balance	0.00	Accrued Interest at Purchase		72,880.91	72,880.91					0
		Subtotal			221,373,943.44	218,622,932.60	220,856,312.56			4.086		270
Total Cash and Investments			218,318,093.06									

City of HB
Portfolio Management
Activity By Type
May 1, 2006 through May 31, 2006

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
31331SXP3	3310	Federal Farm Credit Bank	3.650	05/23/2006	0.00	2,000,000.00	
3133XFFF8	3378	Federal Home Loan Bank	5.500	05/05/2006	2,000,000.00	0.00	
3134A4GK4	3388	Federal Home Loan Mort Corp	4.500	05/11/2006	1,455,478.70	0.00	
		Subtotal			3,455,478.70	2,000,000.00	102,917,059.89
Local Agency Investment Funds (Monthly Summary)							
SYS982	982	Laif City	4.563		7,000,000.00	7,000,000.00	
SYS206	2206	LAIIF-Redevelopment Agency	4.563		5,700,000.00	6,250,000.00	
		Subtotal			12,700,000.00	13,250,000.00	38,428,943.44
Treasury Securities - Coupon							
912828CK4	3322	US Treasury Notes	2.500	05/31/2006	0.00	2,000,000.00	
912828CQ1	3385	US Treasury Notes	2.750	05/04/2006	1,990,626.00	0.00	
		Subtotal			1,990,626.00	2,000,000.00	23,845,458.67
Medium Term Notes							
172967BF7	3013	Citigroup	5.750	05/10/2006	0.00	1,000,000.00	
		Subtotal			0.00	1,000,000.00	0.00
Commercial Paper Disc. -Amortizing							
17307SHR6	3383	Citigroup Global	5.010	05/04/2006	1,968,548.33	0.00	
17307SF56	3384	Citigroup Global	4.970	05/04/2006	1,991,164.44	0.00	
80865UH18	3389	Schlumberger Co.	5.020	05/16/2006	1,978,525.56	0.00	
80685UH75	3393	Schlumberger Co.	5.050	05/24/2006	1,978,958.33	0.00	
82619SHJ1	3392	Siemens Capital	5.040	05/23/2006	1,975,640.00	0.00	
		Subtotal			9,892,836.66	0.00	30,764,448.34
Federal Agency Disc. -Amortizing							
313313WFP9	3373	Federal Farm Credit Bank	4.640	05/09/2006	0.00	2,000,000.00	
313385A63	3387	Federal Home Loan Bank	4.910	05/05/2006	1,975,177.22	0.00	
313397E98	3386	Federal Home Loan Mort Corp	4.950	05/04/2006	1,965,075.00	0.00	
313397B26	3390	Federal Home Loan Mort Corp	4.935	05/16/2006	1,976,970.00	0.00	
313589WN9	3364	Fed. Nat'l Mort. Assoc.	4.540	05/08/2006	0.00	2,000,000.00	
313589A29	3391	Fed. Nat'l Mort. Assoc.	4.910	05/16/2006	1,979,268.89	0.00	
		Subtotal			7,896,491.11	4,000,000.00	10,898,219.72

**City of HB
Portfolio Management
Activity By Type
May 1, 2006 through May 31, 2006**

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Treasury Discounts -Amortizing							
							13,929,301.59
					35,935,432.47	22,250,000.00	220,783,431.65
							Total
							Subtotal

**City of HB
Portfolio Management
Activity Summary
May 2005 through May 2006**

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
May	2005	82	183,991,887.77	3.033	3.075	2.856	12	5	699	465
June	2005	83	190,107,380.21	3.109	3.152	2.967	3	2	711	460
July	2005	79	183,248,494.10	3.159	3.202	3.083	2	6	747	462
August	2005	75	176,696,907.30	3.181	3.226	3.179	0	4	747	442
September	2005	73	173,309,998.31	3.278	3.323	3.324	9	11	745	435
October	2005	73	168,421,200.34	3.323	3.370	3.458	3	3	749	416
November	2005	74	170,429,038.72	3.415	3.462	3.636	7	5	740	398
December	2005	80	182,125,168.68	3.559	3.608	3.808	12	6	685	361
January	2006	87	199,324,742.82	3.663	3.714	3.955	8	1	640	321
February	2006	84	202,298,159.37	3.699	3.750	4.043	6	9	658	315
March	2006	83	195,530,162.41	3.764	3.816	4.142	9	10	680	313
April	2006	88	200,664,711.64	3.888	3.942	4.305	9	4	651	290
May	2006	95	218,318,093.06	4.030	4.086	4.563	12	5	618	270
Average		81	187,972,319.90	3.469%	3.517%	3.640	7	5	698	381

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**City of HB
Portfolio Management
Distribution of Investments By Type
May 2005 through May 2006**

Security Type	May 2005	June 2005	July 2005	August 2005	September 2005	October 2005	November 2005	December 2005	January 2006	February 2006	March 2006	April 2006	May 2006	Average by Period
Repurchase Agreements														
Certificates of Deposit														
Commercial Paper - Interest Bearing														
Federal Agency Issues - Coupon	49.3	50.8	52.5	53.1	52.4	53.9	54.4	51.1	46.6	47.9	52.0	49.0	46.6	50.7%
Local Agency Investment Funds	19.5	19.4	17.5	21.1	22.8	21.2	22.7	20.9	19.5	19.8	19.0	18.8	17.4	20.0%
Treasury Securities - Coupon	7.9	7.8	7.3	6.8	8.0	8.0	8.0	7.3	7.8	8.0	8.2	11.5	10.8	8.3%
Medium Term Notes	1.3	1.3	1.4	1.4	1.4	1.4	1.4	0.5	0.5	0.5	0.5	0.5		0.9%
Negotiable CD's														
Certificates of Deposit - Bank														
Mortgage Backed Securities														
Bankers Acceptances -Amortizing														
Commercial Paper Disc. -Amortizing	6.3	6.2	7.8	5.7	6.8	4.6	5.7	10.9	11.1	9.4	10.7	10.0	13.9	8.4%
Federal Agency Disc. -Amortizing	5.7	5.7	6.2	4.5	2.3	4.6		3.9	3.9	5.5	2.5	3.4	4.9	3.8%
Treasury Discounts -Amortizing	10.0	8.8	7.3	7.4	6.3	6.3	7.9	9.3	10.6	8.9	7.1	6.7	6.3	7.9%
Miscellaneous Discounts -Amortizing														
Rolling Repurchase Agreements														

**State of California
Pooled Money Investment Account
Market Valuation
5/31/2006**

Description	Carrying Cost Plus		Fair Value	Accrued Interest		
	Accrued Interest	Purch				
United States Treasury:						
Bills	\$	1,767,249,679.88	\$	1,784,283,500.00	NA	
Notes	\$	1,895,485,683.66	\$	1,890,169,000.00	\$	14,321,043.00
Federal Agency:						
SBA	\$	743,209,260.36	\$	736,440,422.58	\$	5,757,207.07
MBS	\$	686,649,483.66	\$	651,589,890.37	\$	3,024,386.93
Bonds	\$	8,969,778,399.07	\$	8,916,809,127.12	\$	83,922,724.50
Floaters	\$	-	\$	-	\$	-
Discount Notes	\$	6,727,998,961.22	\$	6,767,817,000.00	NA	
FHLMC PC	\$	1,209,654.97	\$	1,252,567.90	\$	19,536.02
GNMA	\$	245,075.35	\$	269,464.28	\$	2,439.99
Bankers Acceptances	\$	-	\$	-	NA	
Bank Notes	\$	1,810,000,000.00	\$	1,809,522,142.45	\$	17,463,163.88
CDs	\$	13,367,403,475.35	\$	13,361,749,602.73	\$	101,964,385.87
Commercial Paper	\$	12,130,090,784.79	\$	12,204,148,116.67	NA	
Corporate:						
Floaters	\$	215,638,018.01	\$	215,080,950.00	\$	1,608,123.48
Bonds	\$	705,412,025.76	\$	696,917,747.15	\$	9,752,435.38
Repurchase Agreements			\$	-	NA	
Reverse Repurchase	\$	(198,900,000.00)	\$	(198,900,000.00)	\$	(419,900.00)
Time Deposits	\$	7,758,495,000.00	\$	7,758,495,000.00	NA	
AB 55 & GF Loans	\$	6,526,592,740.61	\$	6,526,592,740.61	NA	
TOTAL	\$	63,106,558,242.69	\$	63,122,237,271.86	\$	237,415,546.12

Fair Value Including Accrued Interest \$ 63,359,652,817.98

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

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Schedule of Bond Investments

Attachment 2

Schedule of Bond Investments

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Held by Fiscal Agent as of May 31, 2006

Summary of investments by type

Par Value	Investment Type	Market Value as of 4/30/06	Market Value as of 5/31/06
\$7,806,962	Local Agency Investment Fund (LAIF)	\$8,277,955	\$7,806,962
\$0	Federal Agency Issues	\$0	\$0
\$8,190,455	Investment Agreements	\$8,190,455	\$8,190,455
\$2,753,446	Money Market Funds	\$2,315,696	\$2,753,446
\$330,488	US Treasury Securities	\$330,488	\$330,488
\$19,081,350		\$19,114,594	\$19,081,350

Summary of Investments by Bond Issue

Par value	Bond Issue Description	Market Value as of 4/30/06	Market Value as of 5/31/06
\$2,510,016	City of Huntington Beach - 2004 Judgment Obligation Bonds (Property Tax Refunds)	\$2,535,983	\$2,510,016
\$4,796,356	City of Huntington Beach - 2003-1 Community Facilities District (Huntington Center - Bella Terra)	\$4,795,170	\$4,796,356
\$1,649,782	Redevelopment Agency of Huntington Beach - 2002 Tax Allocation Refunding Bonds	\$1,649,836	\$1,649,782
\$513,422	Huntington Beach Community Facilities District No. 2002-1 (McDonnell Centre Business Park)	\$514,117	\$513,422
\$2,042,163	Huntington Beach PFA - 2001 Series A (South Beach Improvements & Central Park Sports Complex)	\$2,041,976	\$2,042,163
\$2,697,021	Huntington Beach PFA - 2001 Series B (1993 Civic Center & Police Administration Bldg. Refinance)	\$2,696,756	\$2,697,021
\$1,294,002	City of Huntington Beach - 2001 Community Facilities District (Grand Coast-Hyatt)	\$1,289,527	\$1,294,002
\$174,196	City of Huntington Beach - 90-1 Community Facilities District Special Tax Refunding	\$174,185	\$174,196
\$1,587,442	Huntington Beach PFA - 2000 Series A (Water System Impv., Beach Mnt. Facility, Energy Retrofit, SB Phase I)	\$1,586,763	\$1,587,442
\$769,154	Redevelopment Agency of Huntington Beach - 1999 Tax Allocation Refunding Bonds	\$761,556	\$769,154
\$873,323	Huntington Beach Public Finance Authority - Lease Revenue Bonds, 1997 Public Facilities Project	\$873,319	\$873,323
\$126,139	City of Huntington Beach - Multi-Family Mortgage Revenue Refunding Bonds (Huntington Breakers)	\$147,255	\$126,139
\$48,335	HB Public Finance Authority 1992 Revenue Bonds	\$48,151	\$48,335
\$19,081,350		\$19,114,594	\$19,081,350

**Deferred Compensation Plan Summary
Information**

Attachment 3

City of Huntington Beach
 Deferred Compensation Plan Summary Information
 as of March 31, 2006

	Beginning Balance (12-31-05)	Contributions	Distributions/ Transfers	Earnings (change in value)	Other	Ending Balance (3-31-06)
ICMA Retirement Corporation (457 Plan)	\$21,103,177	\$432,857	(\$126,114)	\$809,595	(\$1,150)	\$22,218,364
ICMA Retirement Corporation (401 Plan)	\$561,938	\$30,764	\$0	\$28,679	\$0	\$621,382
Nationwide Retirement Solutions (457 Plan)	\$49,917,647	\$1,027,594	(\$881,531)	\$1,539,879	(\$150)	\$51,603,438
Trust Deeds	\$17,532	\$0	\$0	\$0	\$0	\$17,532
Total Deferred Compensation Plan Balances	\$71,600,294	\$1,491,215	(\$1,007,646)	\$2,378,152	(\$1,300)	\$74,460,715

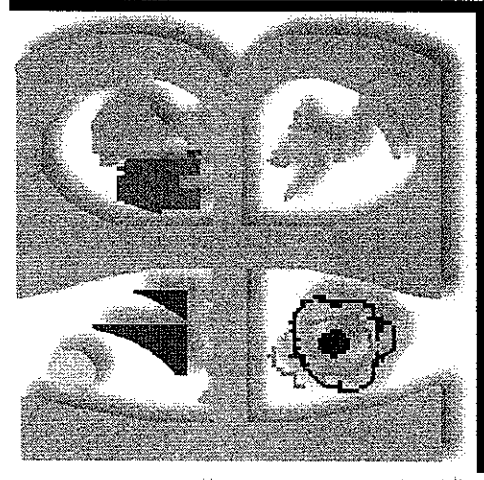
PowerPoint Presentation

Attachment 4

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Treasurer's Report - Shari L. Freidenrich, CPA, CCMT, CPFA

May Treasurer's Report



Shari L. Freidenrich, CPA, CCMT, CPFA

July 17, 2006

Treasurer's Report - Shari L. Freidenrich, CPA, CCMT, CPFA

May 2006 Investment Summary (in millions)

Financial Information:	April	May	Inc./ (Dec.)
End of Month City Portfolio	\$208.864	\$220.783	\$11.919
End of Month Market Value	\$206.696	\$218.550	\$11.854
Interest Earned for Month	\$0.646	\$0.742	\$0.096
Earned Interest Yield Year to Date	3.66%	3.72%	0.06%
Average Maturity (in days)	290	270	(20)
YTD Average Daily Balance	\$189.029	\$192.062	\$3.033

Summary by Type:	May	% of Total	Policy Limit	Days to Mat.	Rate
Federal Agy - Coupon	\$102.917	47%	None	486	3.49%
LAI (State Pool)	\$38.429	17%	\$40 million	1	4.56%
U.S. Treasury Notes	\$23.845	11%	None	275	4.13%
Discount Comm. Paper	\$30.764	14%	25%	55	4.97%
Discount Federal Agy	\$10.898	5%	None	68	4.99%
Discount Treasury Note	\$13.929	6%	None	41	4.43%
Total	\$220.782	100%		270	4.09%

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