

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:                      8/4/2008	Department ID Number:              CT08-14

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

**SUBMITTED TO:** HONORABLE MAYOR AND CITY COUNCIL MEMBERS

**SUBMITTED BY:** SHARI L. FREIDENRICH, CPA, CITY TREASURER *SH*

**PREPARED BY:** SHARI L. FREIDENRICH, CPA, CITY TREASURER *SH*

**SUBJECT:** REVIEW AND ACCEPT CITY TREASURER'S JUNE 2008  
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 June 2008, pursuant to Section 17.0 of the Investment Policy of the City of Huntington Beach.

**Funding Source:** Not Applicable.

**Recommended Action:** Motion to: Review and accept the Monthly Investment Report. Following review of the report by motion of Council, accept the Monthly Investment Report for June 2008, 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.

**Strategic Plan Goal:** E-1: Engaging the Community – Increase community involvement by educating residents; C-2: City Service – Provide quality public services with the highest professional standards.

**Environmental Status:** Not Applicable.

*C-3A*

# REQUEST FOR CITY COUNCIL ACTION

MEETING DATE: 8/4/2008

DEPARTMENT ID NUMBER: CT08-14

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## Attachment(s):

City Clerk's Page Number	No.	Description
3	1.	Monthly Investment Report and Summary of Investments for June 2008
16	2.	Schedule of Bond Investments
18	3.	Deferred Compensation Plan Summary Information
20	4.	Retiree Medical Trust Investments
22	5.	June 2008 PowerPoint Presentation

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# ATTACHMENT #1

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City of Huntington Beach  
 Summary of City Investment Portfolio, Bond Proceeds, and Deferred Compensation  
 Activity for June 2008

<b>City Investment Portfolio:</b>	<b>May</b>	<b>June</b>	<b>Inc./ (Dec.)</b>
End of month City Portfolio Balance	\$241,791,434	\$242,271,108	\$479,674
End of month General Fund Balance	\$55,587,504	\$54,402,106	(\$1,185,398)
Monthly Effective Rate of Return	3.64%	3.59%	-0.05%
Average Maturity ( in days)	504	473	(31)
End of Month Market Value	\$242,546,296	\$242,809,029	\$262,733
End of month bank cash balance	\$3,111,350	\$4,484,387	\$1,373,037

<b>Bond Proceeds Investments:*</b>	<b>April</b>	<b>May</b>	<b>Inc./ (Dec.)</b>
End of Month Bond Reserve Par Value	\$16,060,009	\$16,099,791	\$39,782
End of Month Bond Reserve Market Value	\$16,060,009	\$16,099,721	\$39,712

<b>Deferred Compensation Investments:**</b>	<b>March</b>	<b>June</b>	<b>Inc./ (Dec.)</b>
Participant Balances	\$79,647,711	\$80,071,572	\$423,861

<b>Retiree Medical Trust:**</b>	<b>December</b>	<b>March</b>	<b>Inc./ (Dec.)</b>
Trust Balance	\$0	\$8,901,612	\$8,901,612

<b>Comparison to Budget / City Portfolio:</b>	<b>Budget</b>	<b>Actual</b>	<b>Inc./ (Dec.)</b>
Interest Earned for Month	\$505,167	\$705,324	\$200,157
Interest Earned Year to Date	\$4,546,503	\$7,083,301	\$2,536,798
Earned Interest Yield Year to Date	4.85%	4.25%	-0.60%

\*Bond Proceeds Statements are issued monthly and may lag by more than one month.

\*\*Deferred Compensation and Medical Retiree Statements are issued quarterly.

**Summary by Individual Investment in City Investment Portfolio:**

	<b>June</b>	<b>% of Total</b>	<b>Policy Limit</b>	<b>Days to Mat.</b>	<b>YTM Int. Rate</b>
Federal Agency Issues - Coupon	\$126,669,857	52%	None	817	4.04%
Local Agency Inv. Fund (LAIF)	\$59,964,312	25%	60 million	1	2.89%
Treasury Securities - Coupon	\$22,085,628	9%	None	302	4.55%
Medium Term Notes	\$3,960,410	2%	20%	491	5.06%
Commercial Paper Disc. - Amortizing	\$1,991,609	1%	25%	64	2.40%
Federal Agency Disc. - Amortizing	\$19,639,339	8%	None	81	2.32%
Treasury Discounts - Amortizing	\$7,959,953	3%	None	91	2.00%
	<b>\$242,271,108</b>	<b>100%</b>		<b>473</b>	<b>3.60%</b>

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City of Huntington Beach  
2000 Main St  
Huntington Beach

**City of HB  
Portfolio Management  
Portfolio Summary  
June 30, 2008**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Federal Agency Issues - Coupon	126,681,000.00	127,021,566.03	126,689,857.06	52.28	1,071	817	3.988	4.043
Local Agency Investment Funds	59,964,311.95	59,964,311.95	59,964,311.95	24.75	1	1	2.854	2.894
Treasury Securities - Coupon	22,000,000.00	22,204,980.00	22,085,628.01	9.12	635	302	4.483	4.546
Medium Term Notes	4,000,000.00	4,032,980.00	3,960,410.47	1.63	1,057	491	4.988	5.057
Commercial Paper Disc. -Amortizing	2,000,000.00	1,989,860.00	1,991,608.89	0.82	65	64	2.370	2.403
Federal Agency Disc. -Amortizing	19,738,000.00	19,632,831.40	19,639,339.12	8.11	165	81	2.287	2.319
Treasury Discounts -Amortizing	8,000,000.00	7,962,500.00	7,969,952.78	3.29	126	91	1.973	2.000
	<b>242,383,311.95</b>	<b>242,809,029.38</b>	<b>242,271,108.28</b>	<b>100.00%</b>	<b>654</b>	<b>473</b>	<b>3.551</b>	<b>3.601</b>

**Investments**

Cash and Accrued Interest								
Accrued Interest at Purchase		205,161.76	205,161.76					
Subtotal		205,161.76	205,161.76					
<b>Total Cash and Investments</b>	<b>242,383,311.95</b>	<b>243,014,191.14</b>	<b>242,476,270.04</b>		<b>654</b>	<b>473</b>	<b>3.551</b>	<b>3.601</b>

**Total Earnings**

	June 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	705,323.50	7,083,301.16	
Current Budget	505,167.00	4,546,503.00	6,062,004.00
Last Year Actual	977,345.00	7,609,307.00	10,317,142.00
<b>Average Daily Balance</b>	<b>238,795,438.00</b>	<b>222,196,460.07</b>	
<b>Effective Rate of Return</b>	<b>3.59%</b>	<b>4.25%</b>	

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 November 5, 2007. 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. Market Values provided by Union Bank via Merrill Lynch and Interactive Data Corporation.

*Shari Freidenreich*  
SHARIE FREIDENREICH, CPA, CITY TREASURER 7-21-08

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Reporting period 06/01/2008-06/30/2008

Run Date: 07/09/2008 - 16:01

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**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**June 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
31331XC67	3537	Federal Farm Credit Bank		06/08/2007	2,000,000.00	2,039,380.00	1,998,240.11	5.050	AAA	5.150	342	06/08/2009
31331YRF9	3620	Federal Farm Credit Bank		02/05/2008	2,000,000.00	2,000,000.00	2,000,000.00	3.500	AAA	3.500	765	08/05/2010
31331YQW3	3621	Federal Farm Credit Bank		02/04/2008	2,000,000.00	2,001,260.00	2,000,000.00	3.150	AAA	3.150	583	02/04/2010
31331YZS2	3628	Federal Farm Credit Bank		04/01/2008	2,000,000.00	1,980,000.00	2,000,000.00	4.000	AAA	4.000	1,735	04/01/2013
31331YB25	3631	Federal Farm Credit Bank		04/07/2008	2,000,000.00	1,981,260.00	2,000,000.00	2.625	AAA	2.625	463	10/07/2009
31331YFB8	3637	Federal Farm Credit Bank		04/22/2008	2,000,000.00	1,976,880.00	1,993,653.00	4.125	AAA	4.199	1,756	04/22/2013
31331YXN5	3640	Federal Farm Credit Bank		04/22/2008	2,000,000.00	1,991,880.00	1,995,913.88	3.470	AAA	3.549	989	03/17/2011
31339YNF5	3165	Federal Home Loan Bank		07/29/2003	2,000,000.00	2,000,620.00	2,000,000.00	2.900	AAA	2.900	28	07/29/2008
3133XGN59	3413	Federal Home Loan Bank		08/25/2006	2,000,000.00	2,008,120.00	2,000,000.00	5.700	AAA	5.700	1,150	08/25/2011
3133XGWP5	3421	Federal Home Loan Bank		09/22/2006	2,000,000.00	2,010,620.00	2,000,000.00	5.430	AAA	5.430	1,178	09/22/2011
3133XJL1	3424	Federal Home Loan Bank		09/15/2006	2,000,000.00	2,044,380.00	2,000,000.00	5.300	AAA	5.300	1,171	09/15/2011
3133XJL2	3437	Federal Home Loan Bank		11/03/2006	2,000,000.00	2,017,500.00	2,000,000.00	5.250	AAA	5.250	490	11/03/2009
3133XJL1	3474	Federal Home Loan Bank		01/16/2007	2,000,000.00	2,001,880.00	2,000,000.00	5.150	AAA	5.150	745	07/16/2010
3133XJL1	3478	Federal Home Loan Bank		02/12/2007	2,000,000.00	2,025,000.00	2,000,000.00	5.300	AAA	5.300	1,137	08/12/2011
3133XLC50	3538	Federal Home Loan Bank		06/12/2007	2,000,000.00	2,047,500.00	2,000,000.00	5.550	AAA	5.550	1,442	06/12/2012
3133XLA86	3540	Federal Home Loan Bank		06/15/2007	2,000,000.00	2,044,380.00	1,997,555.56	5.350	AAA	5.419	714	06/15/2010
3133XLQ22	3546	Federal Home Loan Bank		07/20/2007	2,000,000.00	2,089,380.00	2,000,000.00	5.600	AAA	5.600	1,480	07/20/2012
3133XNBW8	3579	Federal Home Loan Bank		11/26/2007	2,000,000.00	2,005,000.00	2,000,000.00	4.625	AAA	4.625	1,151	08/28/2011
3133XNCK3	3585	Federal Home Loan Bank		11/26/2007	2,000,000.00	2,005,000.00	2,000,000.00	4.600	AAA	4.600	1,151	08/26/2011
3133XNPT0	3588	Federal Home Loan Bank		12/17/2007	2,000,000.00	2,021,880.00	2,000,000.00	4.500	AAA	4.500	1,630	12/17/2012
3133XNQT9	3589	Federal Home Loan Bank		12/26/2007	2,000,000.00	2,006,880.00	2,000,000.00	4.550	AAA	4.550	1,182	09/26/2011
3133XNR2	3590	Federal Home Loan Bank		12/17/2007	2,000,000.00	2,006,260.00	2,000,000.00	4.375	AAA	4.375	808	09/17/2010
3133XM2H3	3601	Federal Home Loan Bank		12/28/2007	2,000,000.00	2,006,260.00	2,001,934.66	4.885	AAA	4.149	50	08/20/2008
3133XNVQ9	3605	Federal Home Loan Bank		01/07/2008	2,000,000.00	2,007,500.00	2,000,000.00	4.375	AAA	4.375	828	10/07/2010
3133NX46	3607	Federal Home Loan Bank		01/15/2008	2,000,000.00	2,001,260.00	2,000,000.00	4.200	AAA	4.200	1,659	01/15/2013
3133XNZC6	3610	Federal Home Loan Bank		01/29/2008	2,000,000.00	1,997,500.00	2,000,000.00	4.150	AAA	4.150	1,673	01/29/2013
3133XCSA2	3616	Federal Home Loan Bank		01/14/2008	2,000,000.00	2,006,260.00	2,002,881.76	4.250	AAA	3.498	73	09/12/2008
31339YV1	3618	Federal Home Loan Bank		01/15/2008	2,000,000.00	2,000,620.00	1,999,800.00	3.375	AAA	3.557	20	07/21/2008
3133XOLJ6	3619	Federal Home Loan Bank		01/14/2008	2,000,000.00	2,002,500.00	2,000,487.96	3.750	AAA	3.542	45	08/15/2008
3133XPB29	3622	Federal Home Loan Bank		02/13/2008	2,000,000.00	1,956,880.00	1,987,073.33	3.850	AAA	4.006	1,688	02/13/2013
3133XGEQ3	3641	Federal Home Loan Bank		04/23/2008	2,000,000.00	2,050,000.00	2,055,040.61	5.250	AAA	2.672	400	08/05/2009
3133XQSZ6	3647	Federal Home Loan Bank		04/25/2008	2,000,000.00	1,997,500.00	2,000,000.00	2.200	AAA	2.200	115	10/24/2008
3133XR7F1	3648	Federal Home Loan Bank		05/12/2008	2,000,000.00	1,990,000.00	2,000,000.00	2.450	AAA	2.451	407	08/12/2009
3133XR6M7	3653	Federal Home Loan Bank		05/15/2008	2,000,000.00	1,990,620.00	1,998,317.52	2.500	AAA	2.579	408	08/13/2009
3133XGS96	3658	Federal Home Loan Bank		05/30/2008	570,000.00	573,209.10	574,189.06	5.625	AAA	5.424	1,534	09/12/2012
3133XRND8	3662	Federal Home Loan Bank		06/30/2008	2,000,000.00	2,003,760.00	2,000,000.00	3.300	AAA	3.300	364	06/30/2009

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**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**June 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3133XMSP7	3663	Federal Home Loan Bank		06/25/2008	1,520,000.00	1,522,857.60	1,523,118.22	4.640	AAA	4.520	673	05/05/2010
3128X3K85	3266	Federal Home Loan Mort Corp		11/18/2004	2,000,000.00	2,031,620.00	2,000,000.00	4.125	AAA	4.125	505	11/18/2009
3128X5LP1	3429	Federal Home Loan Mort Corp		10/06/2006	2,000,000.00	2,008,760.00	1,998,694.44	5.250	AAA	5.273	1,192	10/06/2011
3128X5UM8	3491	Federal Home Loan Mort Corp		12/29/2006	2,000,000.00	2,020,700.00	2,000,000.00	5.250	AAA	5.250	1,276	12/29/2011
3128X4MQ1	3571	Federal Home Loan Mort Corp		10/15/2007	2,000,000.00	2,008,000.00	1,999,037.84	4.480	AAA	4.706	80	09/19/2010
3128X6WC6	3597	Federal Home Loan Mort Corp		12/24/2007	2,000,000.00	2,007,300.00	2,000,000.00	4.450	AAA	4.450	815	09/24/2010
3128X1VY0	3608	Federal Home Loan Mort Corp		01/09/2008	2,000,000.00	2,010,660.00	2,000,000.00	4.500	AAA	4.500	1,653	01/09/2013
3134A4UD4	3613	Federal Home Loan Mort Corp		01/11/2008	2,900,000.00	2,903,654.00	2,900,436.64	3.690	AAA	3.584	43	08/13/2008
3128X7CK8	3615	Federal Home Loan Mort Corp		01/14/2008	2,000,000.00	2,004,380.00	2,000,534.27	3.625	AAA	3.487	76	09/15/2008
3128X7NF7	3626	Federal Home Loan Mort Corp		03/24/2008	2,000,000.00	1,989,020.00	2,000,000.00	3.100	AAA	3.100	815	09/24/2010
3128X7JK1	3644	Federal Home Loan Mort Corp		05/05/2008	2,000,000.00	1,998,640.00	1,997,186.67	3.375	AAA	3.438	857	11/05/2010
3128X7SL9	3646	Federal Home Loan Mort Corp		05/06/2008	2,000,000.00	1,985,340.00	1,987,884.37	3.250	AAA	3.480	1,017	04/14/2011
3128X7SK1	3649	Federal Home Loan Mort Corp		05/15/2008	2,000,000.00	1,993,160.00	2,000,000.00	2.500	AAA	2.500	318	05/15/2009
3128X7SV7	3650	Federal Home Loan Mort Corp		05/23/2008	2,000,000.00	1,979,840.00	2,000,000.00	3.250	AAA	3.250	1,060	05/27/2011
3128X7SW5	3655	Federal Home Loan Mort Corp		05/29/2008	2,000,000.00	1,972,960.00	1,975,937.98	3.700	AAA	4.002	1,606	11/23/2012
3136F74N4	3657	Federal Home Loan Mort Corp		10/27/2006	2,000,000.00	1,988,000.00	1,984,727.11	3.800	AAA	4.013	1,428	05/29/2012
31359ME41	3433	Fed. Nat'l Mort. Assoc.		12/12/2007	2,850,000.00	2,014,380.00	2,000,000.00	5.375	AAA	5.375	1,213	10/27/2011
3136F8YW9	3586	Fed. Nat'l Mort. Assoc.		12/14/2007	2,000,000.00	2,851,795.50	2,849,629.10	3.875	AAA	4.212	14	07/15/2008
31359MZH9	3587	Fed. Nat'l Mort. Assoc.		12/14/2007	2,000,000.00	2,003,760.00	2,000,000.00	4.600	AAA	4.600	1,627	12/14/2012
31359MX40	3592	Fed. Nat'l Mort. Assoc.		12/14/2007	2,000,000.00	2,011,880.00	2,002,764.12	4.500	AAA	4.003	106	10/15/2008
31359ME41	3614	Fed. Nat'l Mort. Assoc.		01/14/2008	2,000,000.00	2,011,260.00	2,006,024.40	5.000	AAA	3.497	76	09/15/2008
31359ME41	3617	Fed. Nat'l Mort. Assoc.		01/15/2008	2,841,000.00	2,842,789.83	2,841,331.45	3.875	AAA	3.570	14	07/15/2008
31398ANH1	3625	Fed. Nat'l Mort. Assoc.		03/17/2008	2,000,000.00	1,988,120.00	2,000,000.00	3.250	AAA	3.249	969	02/25/2011
31359MXX4	3638	Fed. Nat'l Mort. Assoc.		04/22/2008	2,000,000.00	2,001,260.00	2,002,131.61	3.750	AAA	2.123	24	07/25/2008
31398AQN5	3639	Fed. Nat'l Mort. Assoc.		04/28/2008	2,000,000.00	1,995,620.00	1,997,262.50	3.050	AAA	3.128	666	04/28/2010
31398AQW5	3642	Fed. Nat'l Mort. Assoc.		05/08/2008	2,000,000.00	2,000,000.00	2,000,000.00	4.250	AAA	4.250	1,772	05/08/2013
3136F9MNO	3643	Fed. Nat'l Mort. Assoc.		04/29/2008	2,000,000.00	1,986,860.00	1,998,068.89	4.000	AAA	4.022	1,763	04/29/2013
<b>Subtotal and Average</b>			<b>128,056,389.23</b>		<b>126,681,000.00</b>	<b>127,021,566.03</b>	<b>126,669,857.06</b>			<b>4.043</b>	<b>817</b>	
<b>Local Agency Investment Funds</b>												
SY5982	982	Laif City			29,998,269.12	29,998,269.12	29,998,269.12	2.894	NR	2.894	1	
SY52206	2206	LALF-Redevelopment Agency			29,966,042.83	29,966,042.83	29,966,042.83	2.894	NR	2.894	1	
<b>Subtotal and Average</b>			<b>58,414,311.95</b>		<b>59,964,311.95</b>	<b>59,964,311.95</b>	<b>59,964,311.95</b>			<b>2.894</b>	<b>1</b>	

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Portfolio CITY  
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**City of HB  
Portfolio Management  
Portfolio Details - Investments  
June 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
<b>Treasury Securities - Coupon</b>												
912828FP0	3435	US Treasury Notes		10/25/2006	2,000,000.00	2,053,440.00	2,000,625.00	4.875	AAA	4.894	410	08/15/2009
912828FT2	3436	US Treasury Notes		10/25/2006	2,000,000.00	2,014,220.00	1,998,650.63	4.625	AAA	4.909	91	09/30/2008
912828FV7	3473	US Treasury Notes		01/08/2007	2,000,000.00	2,018,900.00	2,000,460.73	4.875	AAA	4.795	122	10/31/2008
912828FM7	3476	US Treasury Notes		01/17/2007	2,000,000.00	2,005,000.00	2,000,125.33	5.000	AAA	4.883	30	07/31/2008
912828FV7	3477	US Treasury Notes		01/17/2007	2,000,000.00	2,018,900.00	2,000,000.00	4.875	AAA	4.867	122	10/31/2008
912828EC0	3593	US Treasury Notes		12/14/2007	2,000,000.00	2,005,620.00	2,001,779.34	4.125	AAA	3.383	45	08/15/2008
912828FT2	3596	US Treasury Notes		12/14/2007	2,000,000.00	2,014,220.00	2,005,863.40	4.625	AAA	3.414	91	09/30/2008
912828FR6	3602	US Treasury Notes		12/28/2007	2,000,000.00	2,009,680.00	2,004,553.39	4.875	AAA	3.470	61	08/31/2008
912828FM7	3624	US Treasury Notes		02/20/2008	2,000,000.00	2,005,000.00	2,004,730.90	5.000	AAA	2.099	30	07/31/2008
912828HB9	3635	US Treasury Notes		04/21/2008	2,000,000.00	2,037,660.00	2,043,392.86	4.000	AAA	2.099	426	08/31/2009
912810DF2	3645	US Treasury Notes		05/02/2008	2,000,000.00	2,022,340.00	2,025,446.43	12.000	AAA	11.230	1,871	08/15/2013
		<b>Subtotal and Average</b>	<b>22,100,103.42</b>		<b>22,000,000.00</b>	<b>22,204,980.00</b>	<b>22,085,628.01</b>			<b>4.546</b>	<b>302</b>	
<b>Medium Term Notes</b>												
084664AF8	3475	Berkshire Hathaway Fin		01/17/2007	2,000,000.00	2,025,680.00	1,963,673.13	4.200	Aaa	5.023	897	12/15/2010
89233PUV6	3438	Toyota Motor Credit		11/08/2006	2,000,000.00	2,007,300.00	1,996,737.34	4.400	Aa1	5.080	92	10/01/2008
		<b>Subtotal and Average</b>	<b>3,959,288.95</b>		<b>4,000,000.00</b>	<b>4,032,980.00</b>	<b>3,960,410.47</b>			<b>5.057</b>	<b>491</b>	
<b>Commercial Paper Disc. -Amortizing</b>												
36959HJ32	3664	General Electric Capital Corp		06/30/2008	2,000,000.00	1,989,860.00	1,991,608.89	2.360	P-1	2.403	64	09/03/2008
		<b>Subtotal and Average</b>	<b>66,386.96</b>		<b>2,000,000.00</b>	<b>1,989,860.00</b>	<b>1,991,608.89</b>			<b>2.403</b>	<b>64</b>	
<b>Federal Agency Disc. -Amortizing</b>												
313384F61	3634	Federal Home Loan Bank		04/18/2008	1,738,000.00	1,729,831.40	1,730,775.23	2.050	AAA	2.125	73	09/12/2008
313396D63	3627	Federal Home Loan Mort Corp		03/18/2008	2,000,000.00	1,992,600.00	1,994,493.33		AAA	1.716	59	08/29/2008
313396D42	3628	Federal Home Loan Mort Corp		03/19/2008	2,000,000.00	1,993,200.00	1,994,775.00	1.710	AAA	1.747	55	08/25/2008
313396A94	3630	Federal Home Loan Mort Corp		03/31/2008	2,000,000.00	1,995,600.00	1,995,920.00	2.040	AAA	2.083	36	08/06/2008
313396K69	3633	Federal Home Loan Mort Corp		04/18/2008	2,000,000.00	1,985,800.00	1,987,808.33	2.090	AAA	2.171	105	10/14/2008
313396G49	3636	Federal Home Loan Mort Corp		04/21/2008	2,000,000.00	1,989,800.00	1,990,958.89		AAA	2.136	79	09/18/2008
313396T45	3659	Federal Home Loan Mort Corp		06/16/2008	2,000,000.00	1,976,800.00	1,975,599.45	2.630	AAA	2.740	167	12/15/2008
313588B38	3600	Fed. Nat'l Mort. Assoc.		12/27/2007	2,000,000.00	1,995,200.00	1,991,766.67	3.900	AAA	4.111	38	08/08/2008
313588K79	3632	Fed. Nat'l Mort. Assoc.		04/18/2008	2,000,000.00	1,985,800.00	1,987,692.22		AAA	2.171	106	10/15/2008
313588H73	3651	Fed. Nat'l Mort. Assoc.		05/14/2008	2,000,000.00	1,988,200.00	1,989,550.00	2.090	AAA	2.166	90	09/29/2008
		<b>Subtotal and Average</b>	<b>19,301,696.84</b>		<b>19,738,000.00</b>	<b>19,632,831.40</b>	<b>19,639,339.12</b>			<b>2.319</b>	<b>81</b>	

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**June 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
<b>Treasury Discounts -Amortizing</b>												
912795G62	3652	United States Treasury Bills		05/15/2008	2,000,000.00	1,992,140.00	1,991,968.33	1.830	AAA	1.893	79	09/18/2008
912795G62	3654	United States Treasury Bills		05/19/2008	2,000,000.00	1,992,140.00	1,991,924.45	1.840	AAA	1.903	79	09/18/2008
912795G54	3656	United States Treasury Bills		05/28/2008	2,000,000.00	1,993,280.00	1,992,560.00	1.860	AAA	1.923	72	09/11/2008
912795H61	3660	United States Treasury Bills		08/17/2008	2,000,000.00	1,984,940.00	1,983,500.00	2.200	AAA	2.282	135	11/13/2008
		<b>Subtotal and Average</b>	<b>6,897,260.65</b>		<b>8,000,000.00</b>	<b>7,962,500.00</b>	<b>7,959,952.78</b>			<b>2.000</b>	<b>91</b>	
		<b>Total and Average</b>	<b>238,795,438.00</b>		<b>242,383,311.95</b>	<b>242,809,029.38</b>	<b>242,271,108.28</b>			<b>3.601</b>	<b>473</b>	

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**City of HIB  
Portfolio Management  
Portfolio Details - Cash  
June 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity
		Average Balance	0.00	Accrued Interest at Purchase		205,161.76	205,161.76				0
		Subtotal				205,161.76	205,161.76				
		Total Cash and Investments	238,795,438.00		242,383,311.95	243,014,191.14	242,476,270.04			3.601	473

City of HB

Portfolio Management

Activity By Type

June 1, 2008 through June 30, 2008

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Federal Agency Issues - Coupon</b>							
31331SGH0	3276	Federal Farm Credit Bank	4.000	06/15/2008	0.00	2,000,000.00	
31331XE57	3542	Federal Farm Credit Bank	5.850	06/18/2008	0.00	2,000,000.00	
3133XNSR1	3594	Federal Home Loan Bank	4.250	06/19/2008	0.00	2,000,000.00	
3133XRND8	3652	Federal Home Loan Bank	3.300	06/30/2008	2,000,000.00	0.00	
3133XMS7P	3653	Federal Home Loan Bank	4.640	06/25/2008	1,523,146.40	0.00	
3128X5TU2	3459	Federal Home Loan Mort Corp	5.050	06/18/2008	0.00	2,000,000.00	
31359MSC8	3242	Fed. Nat'l Mort. Assoc.	3.250	06/04/2008	0.00	2,000,000.00	
		<b>Subtotal</b>			<b>3,523,146.40</b>	<b>10,000,000.00</b>	<b>126,669,357.06</b>
<b>Local Agency Investment Funds (Monthly Summary)</b>							
SY5982	982	Laif City	2.894		6,500,000.00	3,500,000.00	
		<b>Subtotal</b>			<b>6,500,000.00</b>	<b>3,500,000.00</b>	<b>59,964,311.95</b>
<b>Treasury Securities - Coupon</b>							
		<b>Subtotal</b>					<b>22,085,628.01</b>
<b>Medium Term Notes</b>							
		<b>Subtotal</b>					<b>3,960,410.47</b>
<b>Commercial Paper Disc. -Amortizing</b>							
36959HJ32	3664	General Electric Capital Corp	2.360	06/30/2008	1,991,477.78	0.00	
		<b>Subtotal</b>			<b>1,991,477.78</b>	<b>0.00</b>	<b>1,991,608.89</b>
<b>Federal Agency Disc. -Amortizing</b>							
313396T45	3659	Federal Home Loan Mort Corp	2.630	06/16/2008	1,973,407.78	0.00	
313588XZ3	3604	Fed. Nat'l Mort. Assoc.	4.040	06/11/2008	0.00	2,000,000.00	
		<b>Subtotal</b>			<b>1,973,407.78</b>	<b>2,000,000.00</b>	<b>19,639,339.12</b>
<b>Treasury Discounts -Amortizing</b>							
912795H61	3660	United States Treasury Bills	2.200	06/17/2008	1,981,788.89	0.00	
		<b>Subtotal</b>			<b>1,981,788.89</b>	<b>0.00</b>	<b>7,959,952.78</b>
		<b>Total</b>			<b>15,969,820.85</b>	<b>15,500,000.00</b>	<b>242,271,108.28</b>

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**City of HB  
Portfolio Management  
Activity Summary  
June 2007 through June 2008**

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					
June	2007	105	243,107,792.06	4.803	4.870	5.250	10	10	679	368
July	2007	99	234,531,828.66	4.792	4.859	5.255	7	13	740	398
August	2007	90	219,378,158.87	4.809	4.876	5.253	5	14	749	394
September	2007	87	210,473,705.74	4.807	4.874	5.231	8	11	747	389
October	2007	85	205,634,858.98	4.725	4.791	5.137	12	14	754	380
November	2007	77	202,206,117.59	4.690	4.755	4.962	9	17	698	371
December	2007	87	212,710,842.34	4.544	4.607	4.801	19	9	664	377
January	2008	91	233,636,809.52	4.409	4.470	4.620	15	11	667	407
February	2008	84	228,014,150.58	4.212	4.271	4.161	5	12	686	430
March	2008	81	219,765,603.57	4.027	4.083	3.777	5	8	695	439
April	2008	88	220,642,095.52	3.785	3.837	3.400	14	7	665	454
May	2008	94	238,678,019.73	3.657	3.708	3.072	15	9	696	504
June	2008	93	238,795,438.00	3.551	3.601	2.894	5	6	654	473
Average		89	223,637,587.39	4.370%	4.431%	4.447	10	11	700	414

**City of HB  
Portfolio Management  
Distribution of Investments By Type  
June 2007 through June 2008**

Security Type	June 2007	July 2007	August 2007	September 2007	October 2007	November 2007	December 2007	January 2008	February 2008	March 2008	April 2008	May 2008	June 2008	Average by Period
<b>Repurchase Agreements</b>														
<b>Certificates of Deposit</b>														
<b>Commercial Paper - Interest Bearing</b>														
Federal Agency Issues - Coupon	42.1	45.2	45.4	44.6	46.6	46.3	46.3	53.5	57.2	58.0	55.2	55.1	52.3	49.8%
Local Agency Investment Funds	16.4	13.9	18.2	19.2	19.7	28.0	26.2	24.0	26.5	25.3	25.2	23.6	24.8	22.4%
Treasury Securities - Coupon	7.4	8.1	6.6	6.7	6.9	4.9	7.0	6.8	8.0	8.4	8.6	9.2	9.1	7.5%
Medium Term Notes	1.6	1.8	1.9	1.9	1.9	1.9	1.7	1.7	1.8	1.8	1.7	1.6	1.6	1.8%
<b>Negotiable CD's</b>														
<b>Certificates of Deposit - Bank</b>														
<b>Mortgage Backed Securities</b>														
<b>Bankers Acceptances -Amortizing</b>														
Commercial Paper Disc. -Amortizing	9.8	9.8	10.2	15.2	13.7	10.7	10.5	7.6	3.5	1.9	1.7	8.1	0.8	7.3%
Federal Agency Disc. -Amortizing	8.1	7.1	7.5	5.7	8.3	7.3	8.3	6.4	3.1	4.6	7.6	8.1	8.1	6.9%
Treasury Discounts -Amortizing	14.6	14.2	10.3	6.7	2.9	1.0						2.5	3.3	4.3%
<b>Miscellaneous Discounts -Amortizing</b>														
<b>Rolling Repurchase Agreements</b>														

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**City of HB  
Portfolio Management  
Interest Earnings Summary  
June 30, 2008**

	June 30 Month Ending	Fiscal Year To Date
<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	614,500.00	4,455,217.49
Plus Accrued Interest at End of Period	1,549,410.26	1,549,410.26
Less Accrued Interest at Beginning of Period	( 1,607,385.76)	( 1,429,456.49)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	556,524.50	4,575,171.26
Adjusted by Premiums and Discounts	9,852.95	850,247.44
Adjusted by Capital Gains or Losses	0.00	1,795.02
Earnings during Periods	566,377.45	5,427,213.72
<b>Pass Through Securities:</b>		
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
<b>Cash/Checking Accounts:</b>		
Interest Collected	0.00	1,686,475.26
Plus Accrued Interest at End of Period	452,189.26	452,189.26
Less Accrued Interest at Beginning of Period	( 313,243.21)	( 482,577.08)
Interest Earned during Period	138,946.05	1,656,087.44
<b>Total Interest Earned during Period</b>	<b>695,470.55</b>	<b>6,231,258.70</b>
<b>Total Adjustments from Premiums and Discounts</b>	<b>9,852.95</b>	<b>850,247.44</b>
<b>Total Capital Gains or Losses</b>	<b>0.00</b>	<b>1,795.02</b>
<b>Total Earnings during Period</b>	<b>705,323.50</b>	<b>7,083,301.16</b>



**State of California  
Pooled Money Investment Account  
Market Valuation  
6/30/2008**

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch.		
United States Treasury:				
Bills	\$ 2,312,443,125.01	\$ 2,320,172,180.56	\$ 2,322,171,500.00	NA
Notes	\$ 1,856,992,187.56	\$ 1,856,992,187.56	\$ 1,845,246,000.00	\$ 1,393,338.00
Federal Agency:				
SBA	\$ 549,371,844.29	\$ 549,371,844.29	\$ 547,471,833.88	\$ 2,368,449.57
MBS-REMICs	\$ 1,118,070,246.70	\$ 1,118,070,246.70	\$ 1,118,456,356.92	\$ 5,302,201.27
Debentures	\$ 4,439,717,157.01	\$ 4,438,279,136.19	\$ 4,452,337,390.75	\$ 47,366,843.83
Debentures FR	\$ 5,802,436,757.84	\$ 5,802,436,757.84	\$ 5,801,153,520.00	\$ 18,880,314.13
Discount Notes	\$ 9,341,696,804.08	\$ 9,378,709,211.08	\$ 9,375,610,000.00	NA
FHLMC PC	\$ 61,879.64	\$ 61,879.64	\$ 63,209.45	\$ 1,032.22
GNMA	\$ 164,130.95	\$ 164,130.95	\$ 184,368.21	\$ 1,627.06
CDs and YCDs FR				
Bank Notes	\$ 200,000,000.00	\$ 200,000,000.00	\$ 200,000,000.00	\$ 1,004,063.39
Bank Notes	\$ 880,000,000.00	\$ 880,000,000.00	\$ 879,919,143.40	\$ 3,532,244.44
CDs and YCDs	\$ 13,845,097,164.78	\$ 13,845,097,164.78	\$ 13,842,931,130.85	\$ 48,209,495.82
Commercial Paper	\$ 9,298,148,431.44	\$ 9,327,454,251.14	\$ 9,327,169,381.68	NA
Corporate:				
Bonds FR	\$ 110,569,007.03	\$ 110,569,007.03	\$ 110,167,043.20	\$ 329,039.62
Bonds	\$ 145,346,355.98	\$ 145,300,849.21	\$ 146,311,876.53	\$ 1,848,810.04
Repurchase Agreements	\$ -	\$ -	\$ -	NA
Reverse Repurchases	\$ -	\$ -	\$ -	\$ -
Time Deposits	\$ 9,393,500,000.00	\$ 9,393,500,000.00	\$ 9,393,500,000.00	NA
AB 55 & GF Loans	\$ 10,661,771,395.34	\$ 10,661,771,395.34	\$ 10,661,771,395.34	NA
<b>TOTAL</b>	<b>\$ 69,955,386,487.65</b>	<b>\$ 70,027,950,242.31</b>	<b>\$ 70,024,464,150.21</b>	<b>\$ 130,237,459.39</b>

Fair Value Including Accrued Interest

\$ 70,154,701,609.60

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 (0.999950219). 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 \$19,999,004.37 or \$20,000,000.00 x 0.999950219.

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# **ATTACHMENT #2**

# Schedule of Bond Investments

Held by Fiscal Agent as of May 31, 2008

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## Summary of investments by type

Par Value	Investment Type	Market Value as of 4/30/08	Market Value as of 5/31/08
\$5,810,395	Local Agency Investment Fund (LAIF)	\$5,773,976	\$5,810,395
\$0	Federal Agency Issues	\$0	\$0
\$8,236,433	Investment Agreements	\$8,236,369	\$8,236,433
\$2,052,893	Money Market Funds	\$2,049,664	\$2,052,893
\$0	US Treasury Securities	\$0	\$0
<b>\$16,099,721</b>		<b>\$16,060,009</b>	<b>\$16,099,721</b>

## Summary of Investments by Bond Issue

Par value	Bond Issue Description	Market Value as of 4/30/08	Market Value as of 5/31/08
\$2,536,779	City of Huntington Beach - 2004 Judgment Obligation Bonds (Property Tax Refunds)	\$2,513,212	\$2,536,779
\$2,140,351	City of Huntington Beach - 2003-1 Community Facilities District (Huntington Center - Bella Terra)	\$2,140,311	\$2,140,351
\$1,649,596	Redevelopment Agency of Huntington Beach - 2002 Tax Allocation Refunding Bonds	\$1,649,596	\$1,649,596
\$508,474	Huntington Beach Community Facilities District No. 2002-1 (McDonnell Centre Business Park)	\$503,260	\$508,474
\$2,042,950	Huntington Beach PFA - 2001 Series A (South Beach Improvements & Central Park Sports Complex)	\$2,042,872	\$2,042,950
\$2,696,927	Huntington Beach PFA - 2001 Series B (1993 Civic Center & Police Administration Bldg. Refinance)	\$2,696,819	\$2,696,927
\$1,279,680	City of Huntington Beach - 2001 Community Facilities District (Grand Coast-Hyatt)	\$1,277,886	\$1,279,680
\$174,245	City of Huntington Beach - 90-1 Community Facilities District Special Tax Refunding	\$174,245	\$174,245
\$1,440,259	Huntington Beach PFA - 2000 Series A (Water System Impv., Beach Mnt. Facility, Energy Retrofit, SB Phase I)	\$1,440,192	\$1,440,259
\$771,139	Redevelopment Agency of Huntington Beach - 1999 Tax Allocation Refunding Bonds	\$763,178	\$771,139
\$681,021	Huntington Beach Public Finance Authority - Lease Revenue Bonds, 1997 Public Facilities Project	\$680,824	\$681,021
\$178,300	City of Huntington Beach - Multi-Family Mortgage Revenue Refunding Bonds (Huntington Breakers)	\$177,614	\$178,300
\$0	HB Public Finance Authority 1992 Revenue Bonds	\$0	\$0
<b>\$16,099,721</b>		<b>\$16,060,009</b>	<b>\$16,099,721</b>

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# **ATTACHMENT #3**

**City of Huntington Beach**  
**Deferred Compensation Plan Summary Information**  
**as of June 30, 2008**

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	Beginning Balance (3-31-08)	Contributions	Distributions/ Transfers	Earnings (change in value)	Other	Ending Balance (6-30-08)
ICMA Retirement Corporation (457 Plan)	\$25,219,876	\$630,796	(\$304,341)	\$13,242	(\$220)	\$25,559,353
ICMA Retirement Corporation (401 Plan)	\$882,858	\$24,876	\$0	\$3,120	\$0	\$910,854
Nationwide Retirement Solutions (457 Plan)	\$53,544,977	\$901,010	(\$973,689)	\$129,317	(\$250)	\$53,601,365
<b>Total Deferred Compensation Plan Balances</b>	<b>\$79,647,711</b>	<b>\$1,556,682</b>	<b>(\$1,278,030)</b>	<b>\$145,679</b>	<b>(\$470)</b>	<b>\$80,071,572</b>

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# **ATTACHMENT #4**

City of Huntington Beach  
 Retiree Medical Trust Information  
 as of March 31, 2008

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Beginning Balance (12-31-07)	Contributions	Distributions/ Transfers	Earnings (change in value)	Other	Ending Balance (3-31-08)
\$0	\$8,894,838	\$0	\$6,774	\$0	\$8,901,612
<b>CalPERS Retiree Medical Trust Account</b>					



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# **ATTACHMENT #5**

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

# JUNE TREASURER'S REPORT



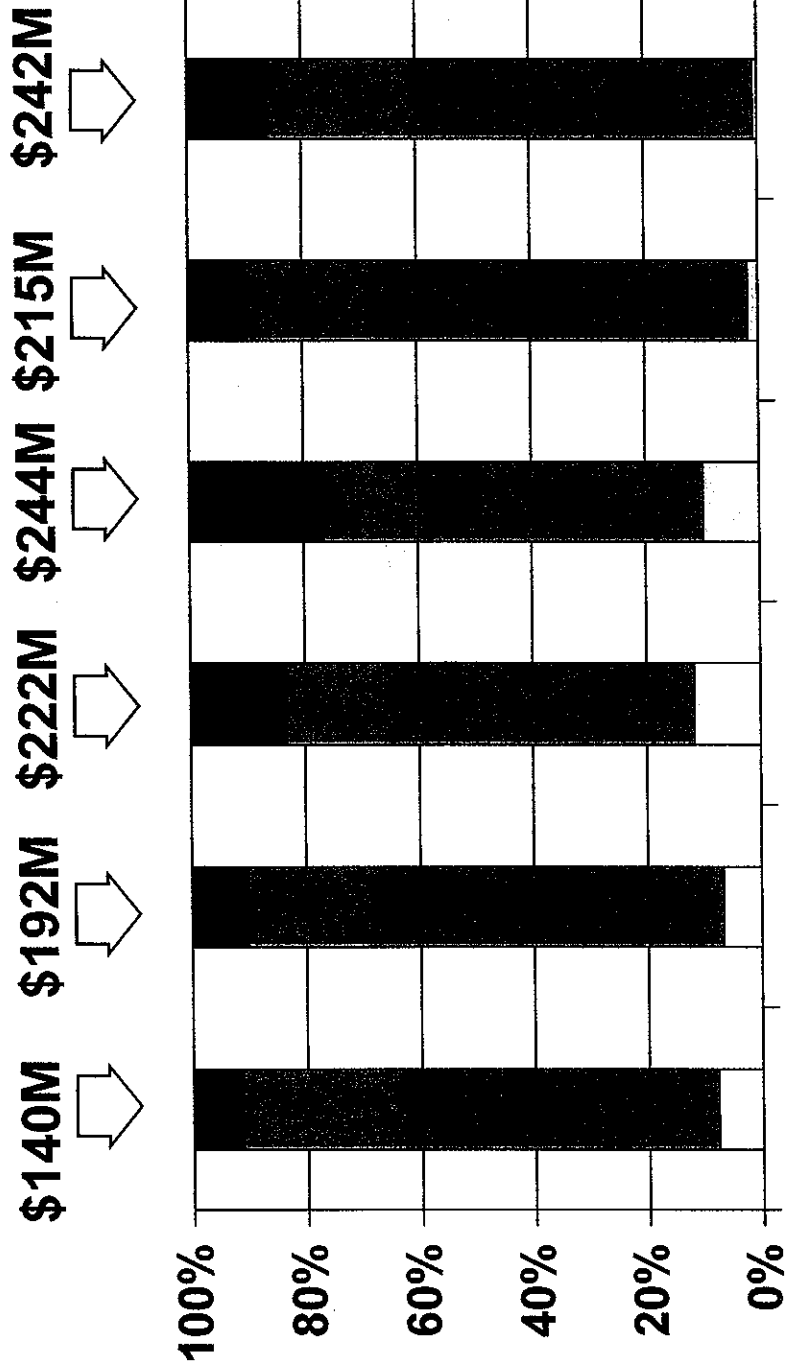
**Shari L. Freidenrich, CPA, CCMT, CPFA, CPFIM**

August 4, 2008

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

# Investment Balance Trends

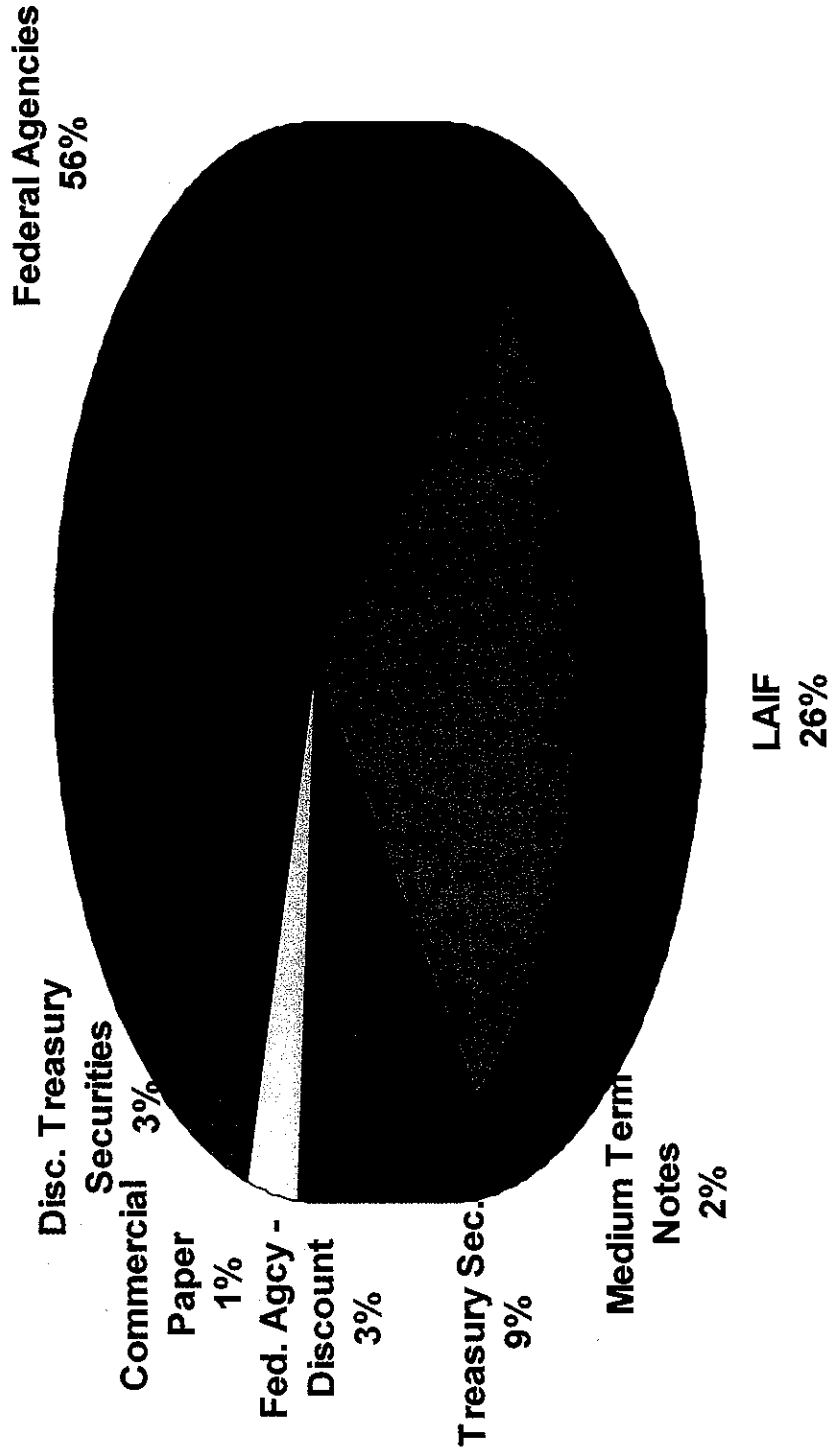
Portfolio Balances by Type



Jun-04 Jun-05 Jun-06 Jun-07 Mar-08 Jun-08

## Investment Percentages

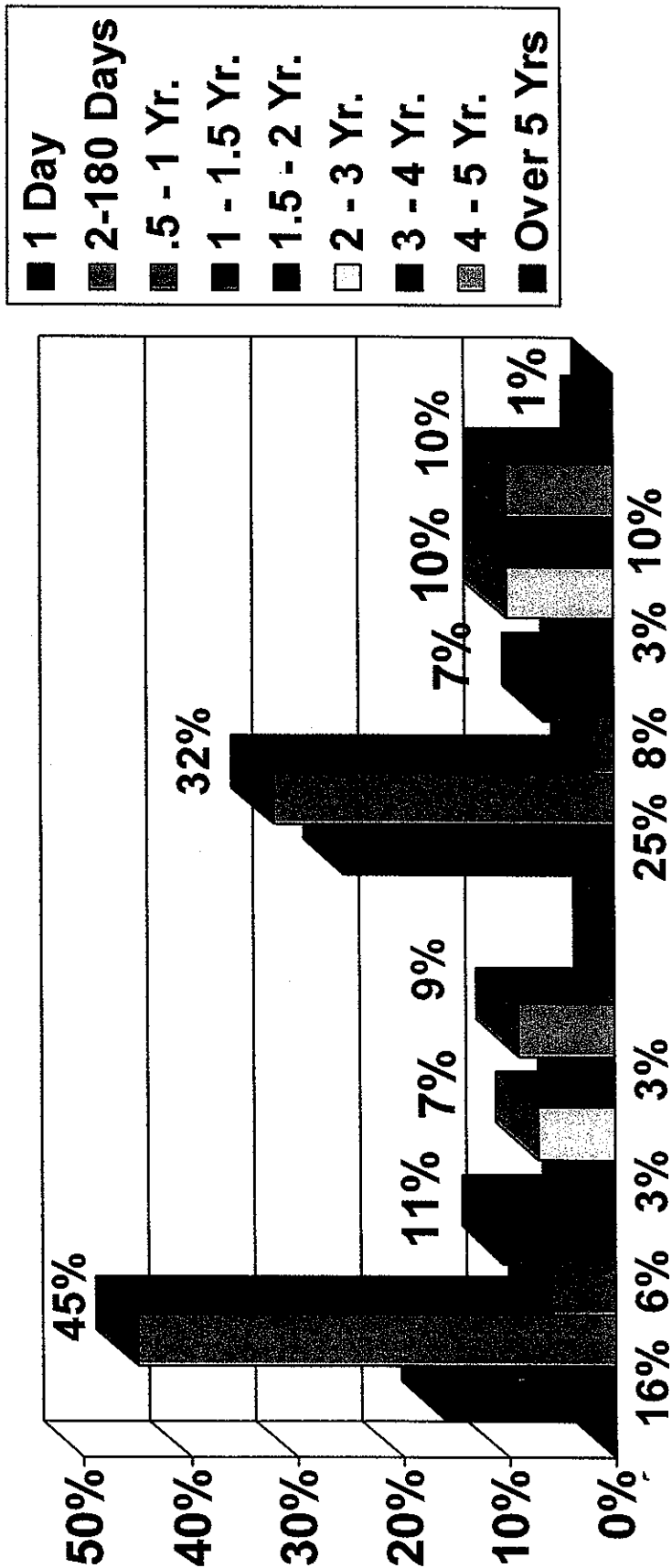
By Type of Investment



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

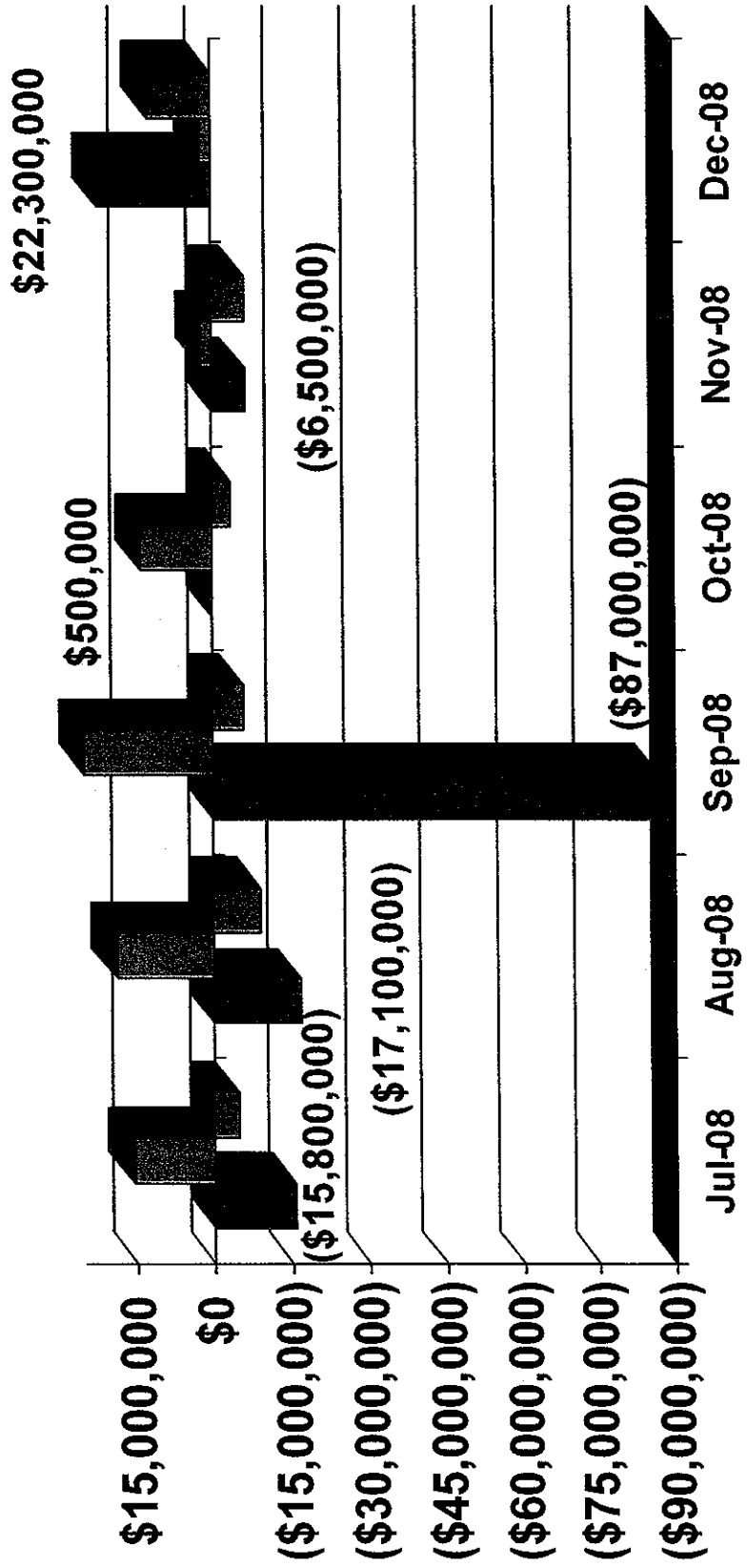
# Liquidity

Investment Maturities by Days, Ending June 2007/2008

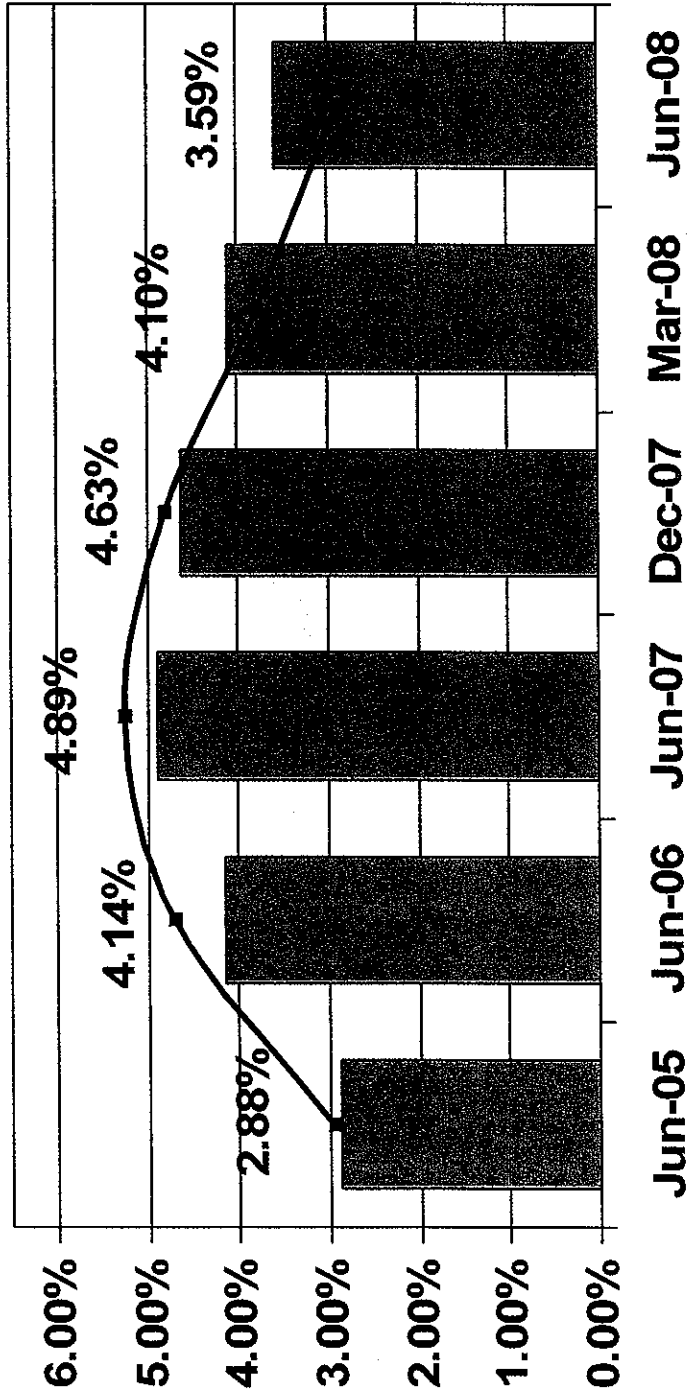


2007 2008

**Treasurer's Report - Shari L. Freidenrich, CPA, CCMT, CPFA, CPFIM**  
**All Funds and General Fund Estimated Net Cash**  
**Flow and Maturing Investments - Next 6 Months**

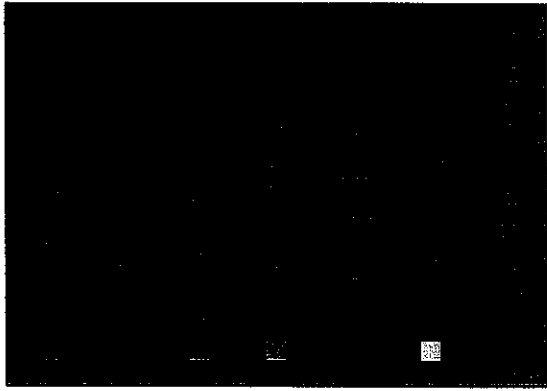
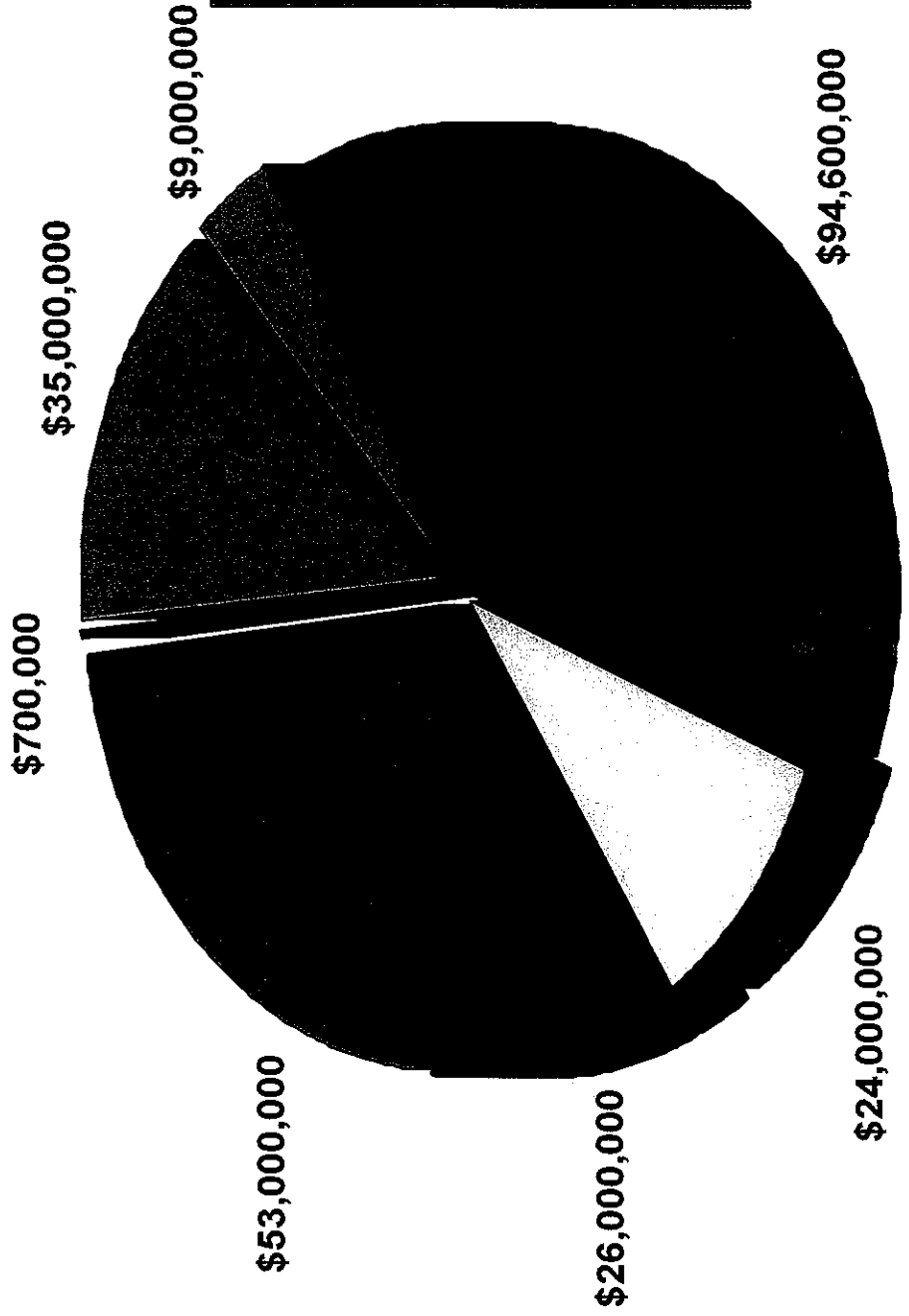


# Investment Yields Trends





## Summary of Investment by City Fund



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

## **Summary**

- **Recommendation to City Council**