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Council/Agency Meeting Held: _____	CITY CLERK CITY OF HUNTINGTON BEACH	_____
Deferred/Continued to: _____	<input type="checkbox"/> Approved <input type="checkbox"/> Conditionally Approved <input type="checkbox"/> Denied	City Clerk's Signature
Council Meeting Date: 09/18/06	Department ID Number: CT06-17	

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

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

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

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

**SUBJECT:** REVIEW AND ACCEPT CITY TREASURER'S JULY 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 July 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 July 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 14 16 19	1.	Monthly Investment Report and Summary of Investments for July 2006
	2.	Schedule of Bond Investments
	3.	Deferred Compensation Plan Summary Information
	4.	July 2006 PowerPoint Presentation

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

**Attachment 1**

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

<b>City Investment Portfolio:</b>	<b>June</b>	<b>July</b>	<b>Inc./ (Dec.)</b>
End of month City Portfolio Balance	\$221,809,298	\$203,517,140	(\$18,292,158)
End of month General Fund Balance	\$48,366,986	\$32,855,911	(\$15,511,075)
Earned Interest Yield Average	4.18%	4.20%	0.02%
Average Maturity ( in days)	259	268	9
End of Month Market Value	\$219,566,685	\$201,636,891	(\$17,929,794)
End of month bank cash balance	\$5,096,662	\$3,236,848	(\$1,859,814)

<b>Bond Proceeds Investments:*</b>	<b>May</b>	<b>June</b>	<b>Inc./ (Dec.)</b>
End of Month Bond Reserve Par Value	\$19,081,350	\$18,553,118	(\$528,232)
End of Month Bond Reserve Market Value	\$19,081,350	\$18,553,118	(\$528,232)

<b>Deferred Compensation Investments:**</b>	<b>March</b>	<b>June</b>	<b>Inc./ (Dec.)</b>
Participant Balances	\$74,460,715	\$73,759,985	(\$700,730)

<b>Comparison to Budget / City Portfolio:</b>	<b>Budget</b>	<b>Actual</b>	<b>Inc./ (Dec.)</b>
Interest Earned for Month	\$247,750	\$763,704	\$515,954
Interest Earned Year to Date	\$2,477,500	\$6,290,647	\$3,813,147
Earned Interest Yield Year to Date	3.25%	3.83%	0.58%

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

\*\*Deferred Compensation Statements are issued quarterly.

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

	<b>July</b>	<b>% of Total</b>	<b>Policy Limit</b>	<b>Days to Mat.</b>	<b>Int. Rate</b>
Federal Agency Issues - Coupon	\$106,450,680	52%	None	439	3.70%
Local Agency Inv. Fund (LAIF)	\$29,444,262	14%	\$40 million	1	4.85%
Treasury Securities - Coupon	\$21,893,628	11%	None	233	4.08%
Commercial Paper Disc. - Amortizing	\$27,869,904	14%	25%	57	5.31%
Federal Agency Disc. - Amortizing	\$5,986,813	3%	None	16	5.07%
Treasury Discounts - Amortizing	\$11,871,854	6%	None	79	4.91%
	<b>\$203,517,140</b>	<b>100%</b>		<b>268</b>	<b>4.24%</b>

**City of HB  
Portfolio Management  
Portfolio Summary  
July 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	106,490,000.00	104,762,253.00	106,450,679.87	52.31	1,070	439	3.653	3.703
Local Agency Investment Funds	29,444,261.78	29,444,261.78	29,444,261.78	14.47	1	1	4.783	4.849
Treasury Securities - Coupon	22,000,000.00	21,709,260.00	21,893,627.59	10.76	629	233	4.022	4.078
Commercial Paper Disc. -Amortizing	28,100,000.00	27,863,116.00	27,869,904.44	13.69	110	57	5.234	5.306
Federal Agency Disc. -Amortizing	6,000,000.00	5,986,200.00	5,986,812.50	2.94	101	16	5.001	5.070
Treasury Discounts -Amortizing	12,000,000.00	11,871,800.00	11,871,853.84	5.83	153	79	4.845	4.912
	<b>204,034,261.78</b>	<b>201,636,890.78</b>	<b>203,517,140.02</b>	<b>100.00%</b>	<b>654</b>	<b>268</b>	<b>4.182</b>	<b>4.240</b>

**Investments**

Cash and Accrued Interest								
Accrued Interest at Purchase		19,325.75	19,325.75					
Subtotal		19,325.75	19,325.75					
<b>Total Cash and Investments</b>	<b>204,034,261.78</b>	<b>201,656,216.53</b>	<b>203,536,465.77</b>		<b>654</b>	<b>268</b>	<b>4.182</b>	<b>4.240</b>

Total Earnings	July 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	763,704.25	6,290,646.99	
Current Budget	247,750.00	2,477,500.00	2,973,000.00
Last Year Actual	483,199.35	3,983,619.96	4,935,645.34
<b>Average Daily Balance</b>	<b>214,176,591.79</b>	<b>197,371,864.71</b>	
<b>Effective Rate of Return</b>	<b>4.20%</b>	<b>3.83%</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 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 L. FREIDENRICH, CITY TREASURER

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

Security Type	July 2005	August 2005	September 2005	October 2005	November 2005	December 2005	January 2006	February 2006	March 2006	April 2006	May 2006	June 2006	July 2006	Average by Period
<b>Repurchase Agreements</b>														
<b>Certificates of Deposit</b>														
Commercial Paper - Interest Bearing														
Federal Agency Issues - Coupon	52.5	53.1	52.4	53.9	54.4	51.1	46.6	47.9	52.0	49.0	46.6	47.7	52.3	50.7%
Local Agency Investment Funds	17.5	21.1	22.8	21.2	22.7	20.9	19.5	19.8	19.0	18.8	17.4	16.9	14.5	19.4%
Treasury Securities - Coupon	7.3	6.8	8.0	8.0	8.0	7.3	7.8	8.0	8.2	11.5	10.8	10.8	10.8	8.7%
Medium Term Notes	1.4	1.4	1.4	1.4	1.4	0.5	0.5	0.5	0.5	0.5				0.7%
<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	7.8	5.7	6.8	4.6	5.7	10.9	11.1	9.4	10.7	10.0	13.9	11.6	13.7	9.4%
Federal Agency Disc. -Amortizing	6.2	4.5	2.3	4.6			3.9	5.5	2.5	3.4	4.9	6.7	2.9	3.7%
Treasury Discounts -Amortizing	7.3	7.4	6.3	6.3	7.9	9.3	10.6	8.9	7.1	6.7	6.3	6.3	5.8	7.4%
<b>Miscellaneous Discounts -Amortizing</b>														
<b>Rolling Repurchase Agreements</b>														

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**City of HB  
Portfolio Management  
Activity Summary  
July 2005 through July 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	Days to Maturity	Average
				360 Equivalent	365 Equivalent						
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	
June	2006	96	222,970,372.22	4.139	4.196	4.700	12	11	607	259	
July	2006	91	214,176,591.79	4.182	4.240	4.849	7	12	654	268	
<b>Average</b>		<b>83</b>	<b>192,824,884.50</b>	<b>3.637%</b>	<b>3.687%</b>	<b>3.927</b>	<b>7</b>	<b>7</b>	<b>656</b>	<b>350</b>	



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

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
<b>Federal Agency Issues - Coupon</b>							
31331VR32	3408	Federal Farm Credit Bank	5.500	07/19/2006	2,000,000.00	0.00	
3133XG7M0	3406	Federal Home Loan Bank	5.600	07/26/2006	2,000,000.00	0.00	
3134A4GK4	3388	Federal Home Loan Mort Corp	5.500	07/15/2006	0.00	1,455,000.00	
3136F6EY1	3258	Fed. Nat'l Mort, Assoc.	3.000	07/12/2006	0.00	2,000,000.00	
		<b>Subtotal</b>			<b>4,000,000.00</b>	<b>3,455,000.00</b>	<b>106,460,679.87</b>
<b>Local Agency Investment Funds (Monthly Summary)</b>							
SY5982	982	Laif City	4.849		9,472,259.87	18,500,000.00	
SY52206	2206	LAIF-Redevelopment Agency	4.849		1,218,058.47	225,000.00	
		<b>Subtotal</b>			<b>10,690,318.34</b>	<b>18,725,000.00</b>	<b>29,444,261.78</b>
<b>Treasury Securities - Coupon</b>							
912828CQ1	3385	US Treasury Notes	2.750	07/31/2006	0.00	2,000,000.00	
		<b>Subtotal</b>			<b>0.00</b>	<b>2,000,000.00</b>	<b>21,893,627.59</b>
<b>Commercial Paper Disc. -Amortizing</b>							
02581SKA8	3410	American Express	5.270	07/31/2006	1,979,212.78	0.00	
36959JGE7	3345	General Electric Capital Corp	4.480	07/14/2006	0.00	2,000,000.00	
36959JKA0	3409	General Electric Capital Corp	5.330	07/31/2006	1,583,180.89	0.00	
36959JLH4	3411	General Electric Capital Corp	5.300	07/31/2006	2,459,881.84	0.00	
43357MJG5	3407	Hitachi Capital Amer Corp	5.370	07/17/2006	1,982,995.00	0.00	
82434UGJ0	3351	Sherwin-Williams	4.480	07/18/2006	0.00	2,000,000.00	
82434UGB7	3360	Sherwin-Williams	4.600	07/11/2006	0.00	2,000,000.00	
		<b>Subtotal</b>			<b>8,005,270.61</b>	<b>6,000,000.00</b>	<b>27,869,904.44</b>
<b>Federal Agency Disc. -Amortizing</b>							
313313ZV3	3404	Federal Farm Credit Bank	5.150	07/26/2006	0.00	2,000,000.00	
313385ZL3	3401	Federal Home Loan Bank	5.130	07/17/2006	0.00	2,000,000.00	
313397ZX2	3363	Federal Home Loan Mort Corp	4.650	07/28/2006	0.00	3,000,000.00	
313569A29	3391	Fed. Nat'l Mort, Assoc.	4.910	07/31/2006	0.00	2,000,000.00	
		<b>Subtotal</b>			<b>0.00</b>	<b>9,000,000.00</b>	<b>5,986,812.50</b>
<b>Treasury Discounts -Amortizing</b>							
912795XK2	3352	United States Treasury Bills	4.190	07/06/2006	0.00	2,000,000.00	
912795XM8	3353	United States Treasury Bills	4.290	07/20/2006	0.00	2,000,000.00	
912795YQ8	3412	United States Treasury Bills	4.950	07/31/2006	1,951,050.00	0.00	
		<b>Subtotal</b>			<b>1,951,050.00</b>	<b>4,000,000.00</b>	<b>11,871,853.84</b>

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

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
					24,646,638.95	43,180,000.00	203,517,140.02
				Total			

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**July 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
	<b>Federal Agency Issues - Coupon</b>											
31331QXM4	3138	Federal Farm Credit Bank		03/28/2003	2,000,000.00	1,991,260.00	2,000,000.00	2.730	AAA	2.730	58	08/28/2006
31331TTQ4	3210	Federal Farm Credit Bank		02/20/2004	1,000,000.00	985,940.00	1,000,000.00	2.850	AAA	2.850	203	02/20/2007
31331TC74	3230	Federal Farm Credit Bank		04/15/2004	1,000,000.00	970,940.00	1,000,000.00	3.500	AAA	3.500	623	04/15/2008
31331SCQ4	3263	Federal Farm Credit Bank		10/28/2004	2,000,000.00	1,947,500.00	2,000,000.00	4.000	AAA	4.000	819	10/28/2008
31331SGH0	3276	Federal Farm Credit Bank		12/15/2004	2,000,000.00	1,944,380.00	2,000,000.00	4.000	AAA	4.000	867	12/15/2008
31331SMB6	3288	Federal Farm Credit Bank		02/02/2005	2,000,000.00	1,960,620.00	2,000,000.00	3.700	AAA	3.700	458	11/02/2007
31331SWB5	3304	Federal Farm Credit Bank		05/06/2005	2,000,000.00	1,964,380.00	1,998,895.13	4.620	AAA	4.642	1,007	05/04/2009
31331SXV0	3308	Federal Farm Credit Bank		05/24/2005	2,000,000.00	1,963,120.00	2,000,000.00	4.450	AAA	4.450	846	11/24/2008
31331SD59	3314	Federal Farm Credit Bank		06/21/2005	2,000,000.00	1,939,380.00	2,000,000.00	4.480	AAA	4.480	1,420	06/21/2010
31331VR32	3408	Federal Farm Credit Bank		07/19/2006	2,000,000.00	2,001,880.00	2,000,000.00	5.500	AAA	5.500	352	07/19/2007
3133MXEL9	3136	Federal Home Loan Bank		04/07/2003	2,000,000.00	1,927,500.00	2,000,000.00	3.020	AAA	3.020	615	04/07/2008
31339X7A6	3149	Federal Home Loan Bank		06/16/2003	2,000,000.00	1,962,500.00	2,000,000.00	2.400	AAA	2.400	227	03/16/2007
31339YH54	3159	Federal Home Loan Bank		07/23/2003	2,000,000.00	1,970,000.00	2,000,000.00	2.270	AAA	2.270	175	01/23/2007
31339YJ53	3164	Federal Home Loan Bank		07/28/2003	2,000,000.00	1,927,500.00	2,000,000.00	3.320	AAA	3.320	727	07/28/2008
31339YNF5	3165	Federal Home Loan Bank		07/29/2003	2,000,000.00	1,911,880.00	2,000,000.00	2.900	AAA	2.900	728	07/29/2008
3133X1CF2	3178	Federal Home Loan Bank		09/29/2003	1,850,000.00	1,802,603.00	1,850,000.00	4.000	AAA	4.000	780	09/29/2008
31339YUQ3	3195	Federal Home Loan Bank		12/11/2003	2,140,000.00	2,121,275.00	2,137,510.11	2.375	AAA	2.805	104	11/3/2006
3133XZNB8	3197	Federal Home Loan Bank		12/29/2003	1,000,000.00	995,310.00	1,000,000.00	2.640	AAA	2.641	59	09/29/2006
3133X42E0	3207	Federal Home Loan Bank		02/20/2004	2,000,000.00	1,973,120.00	2,000,000.00	3.000	AAA	3.000	203	02/20/2007
3133X5HE1	3222	Federal Home Loan Bank		04/16/2004	2,000,000.00	1,951,880.00	2,000,000.00	2.800	AAA	2.801	349	07/16/2007
3133X5ZU5	3226	Federal Home Loan Bank		04/27/2004	2,000,000.00	1,965,620.00	2,000,000.00	3.070	AAA	3.070	269	04/27/2007
3133X4RM5	3236	Federal Home Loan Bank		05/20/2004	1,500,000.00	1,483,125.00	1,496,274.07	2.750	AAA	3.390	149	12/28/2006
3133X6QN5	3255	Federal Home Loan Bank		09/28/2004	2,000,000.00	1,953,120.00	2,000,000.00	3.260	AAA	3.260	423	09/28/2007
3133X9GC8	3269	Federal Home Loan Bank		11/30/2004	2,000,000.00	1,996,260.00	2,000,000.00	3.000	AAA	3.000	29	08/30/2006
3133X9NH9	3272	Federal Home Loan Bank		11/30/2004	2,000,000.00	1,996,260.00	2,000,000.00	3.080	AAA	3.080	29	08/30/2006
3133X9TP5	3277	Federal Home Loan Bank		12/28/2004	2,000,000.00	1,982,500.00	2,000,000.00	3.345	AAA	3.345	149	12/28/2006
3133X9UT5	3278	Federal Home Loan Bank		12/29/2004	2,000,000.00	1,992,500.00	2,000,000.00	3.280	AAA	3.280	59	09/29/2006
3133XBVP7	3306	Federal Home Loan Bank		05/25/2005	2,000,000.00	1,977,500.00	2,000,000.00	4.010	AAA	4.010	297	05/25/2007
3133XC3S0	3315	Federal Home Loan Bank		06/29/2005	2,000,000.00	1,994,380.00	2,000,000.00	3.760	AAA	3.760	59	09/29/2006
3133XDV81	3331	Federal Home Loan Bank		11/30/2005	2,000,000.00	1,998,120.00	2,000,000.00	4.560	AAA	4.560	29	09/30/2006
3133XEAB2	3341	Federal Home Loan Bank		12/29/2005	2,000,000.00	1,996,880.00	2,000,000.00	4.625	AAA	4.625	59	09/29/2006
3133XEXU8	3365	Federal Home Loan Bank		03/28/2006	2,000,000.00	1,993,120.00	2,000,000.00	5.100	AAA	5.100	423	08/28/2007
3133XF4C7	3367	Federal Home Loan Bank		03/29/2006	2,000,000.00	1,994,380.00	2,000,000.00	5.000	AAA	5.000	181	01/29/2007
3133XFF58	3378	Federal Home Loan Bank		05/05/2006	2,000,000.00	1,995,620.00	2,000,000.00	5.500	AAA	5.500	1,557	11/05/2010
3133XFWB8	3400	Federal Home Loan Bank		06/28/2006	2,000,000.00	1,998,120.00	2,000,000.00	5.420	AAA	5.420	423	09/28/2007
3133XG7M0	3406	Federal Home Loan Bank		07/26/2006	2,000,000.00	2,000,620.00	2,000,000.00	5.600	AAA	5.600	359	07/26/2007
3128X1RJ8	3158	Federal Home Loan Mort Corp		07/22/2003	2,000,000.00	1,916,620.00	2,000,000.00	3.000	AAA	3.000	721	07/22/2008
3128X1TF4	3163	Federal Home Loan Mort Corp		07/23/2003	2,000,000.00	1,934,620.00	2,000,000.00	3.000	AAA	3.000	540	01/23/2008
3128X2TX3	3211	Federal Home Loan Mort Corp		02/19/2004	2,000,000.00	1,972,180.00	2,000,713.35	2.750	AAA	2.678	192	02/09/2007

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**July 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
<b>Federal Agency Issues - Coupon</b>												
3128X1DE4	3216	Federal Home Loan Mort Corp		03/15/2004	2,000,000.00	1,979,380.00	2,000,628.19	2.500	AAA	2.404	125	12/04/2006
3128X2RP2	3225	Federal Home Loan Mort Corp		03/29/2004	2,000,000.00	1,972,180.00	2,001,314.17	2.750	AAA	2.618	192	02/09/2007
3128X3D91	3264	Federal Home Loan Mort Corp		10/25/2004	2,000,000.00	1,943,540.00	2,000,000.00	3.560	AAA	3.560	633	04/25/2008
3128X3K85	3266	Federal Home Loan Mort Corp		11/18/2004	2,000,000.00	1,933,840.00	2,000,000.00	4.125	AAA	4.125	1,295	11/18/2009
3128X3K93	3267	Federal Home Loan Mort Corp		11/22/2004	2,000,000.00	1,942,980.00	2,000,000.00	3.600	AAA	3.600	660	05/22/2008
3128X1VM5	3368	Federal Home Loan Mort Corp		03/22/2006	2,000,000.00	1,999,520.00	1,999,628.64	2.650	AAA	4.917	3	08/04/2006
3128X4AK7	3374	Federal Home Loan Mort Corp		04/20/2006	2,000,000.00	1,989,800.00	1,992,359.80	3.750	AAA	4.794	106	11/15/2006
3128X4DS7	3398	Federal Home Loan Mort Corp		06/08/2006	2,000,000.00	1,986,360.00	1,988,114.57	3.800	AAA	5.302	148	12/27/2006
3128X4DS7	3403	Federal Home Loan Mort Corp		06/23/2006	2,000,000.00	1,986,360.00	1,986,955.22	3.800	AAA	5.451	148	12/27/2006
3136F4J54	3201	Fed. Nat'l Mort. Assoc.		12/29/2003	2,000,000.00	1,979,380.00	2,000,000.00	3.000	AAA	3.000	150	12/29/2006
31359MSV6	3221	Fed. Nat'l Mort. Assoc.		03/22/2004	2,000,000.00	1,988,120.00	2,000,128.29	2.750	AAA	2.510	10	08/11/2006
3136F5KW0	3223	Fed. Nat'l Mort. Assoc.		03/30/2004	2,000,000.00	1,920,000.00	2,000,000.00	3.610	AAA	3.610	972	03/30/2009
31359MSC8	3242	Fed. Nat'l Mort. Assoc.		06/04/2004	2,000,000.00	1,930,000.00	1,998,158.33	3.250	AAA	2.052	673	06/04/2008
3136F6FY0	3259	Fed. Nat'l Mort. Assoc.		09/29/2004	2,000,000.00	1,941,260.00	2,000,000.00	4.250	AAA	4.250	1,155	09/29/2009
3136F6MNG	3268	Fed. Nat'l Mort. Assoc.		11/23/2004	2,000,000.00	1,946,260.00	2,000,000.00	3.700	AAA	3.700	661	05/23/2008
3136F6PB9	3273	Fed. Nat'l Mort. Assoc.		11/19/2004	2,000,000.00	1,966,760.00	2,000,000.00	3.700	AAA	3.080	475	11/19/2007
<b>Subtotal and Average</b>			<b>105,037,966.35</b>		<b>106,490,000.00</b>	<b>104,762,263.00</b>	<b>106,450,679.87</b>			<b>3.703</b>	<b>439</b>	

**Local Agency Investment Funds**

SYS982	982	Laif City			9,465,240.16	9,465,240.16	9,465,240.16	4.849	NR	4.849	1	
SYS2206	2206	LAIF-Redevelopment Agency			19,979,021.62	19,979,021.62	19,979,021.62	4.849	NR	4.849	1	
<b>Subtotal and Average</b>			<b>37,103,966.99</b>		<b>29,444,261.78</b>	<b>29,444,261.78</b>				<b>4.849</b>	<b>1</b>	

**Treasury Securities - Coupon**

912828CG3	3235	US Treasury Notes		05/17/2004	2,000,000.00	1,968,980.00	1,998,882.36	3.125	AAA	3.195	287	05/15/2007
912828AN0	3244	US Treasury Notes		06/10/2004	2,000,000.00	1,948,900.00	1,988,488.13	3.000	AAA	3.473	471	11/15/2007
9128277F3	3246	US Treasury Notes		06/14/2004	2,000,000.00	1,990,460.00	2,002,360.72	3.500	AAA	3.068	106	11/15/2006
912828AN0	3270	US Treasury Notes		11/15/2004	2,000,000.00	1,948,900.00	1,998,530.65	3.000	AAA	3.060	471	11/15/2007
912828CR9	3271	US Treasury Notes		11/10/2004	2,000,000.00	1,952,960.00	1,994,242.62	2.750	AAA	3.034	379	08/15/2007
912828CU2	3350	US Treasury Notes		01/06/2006	2,000,000.00	1,995,460.00	1,996,756.33	2.375	AAA	4.403	30	08/31/2006
912828BY5	3375	US Treasury Notes		04/20/2006	2,000,000.00	1,969,060.00	1,971,837.62	2.250	AAA	4.931	198	02/15/2007
912828CY4	3376	US Treasury Notes		04/20/2006	2,000,000.00	1,987,040.00	1,988,273.20	2.500	AAA	4.928	91	10/31/2006
912828DJ6	3377	US Treasury Notes		04/20/2006	2,000,000.00	1,980,320.00	1,982,403.85	3.125	AAA	4.933	183	01/31/2007
912828BP4	3381	US Treasury Notes		04/21/2006	2,000,000.00	1,985,540.00	1,987,020.73	2.625	AAA	4.929	108	11/15/2006
912828DQ0	3382	US Treasury Notes		04/21/2006	2,000,000.00	1,981,640.00	1,984,831.38	3.750	AAA	4.932	242	03/31/2007
<b>Subtotal and Average</b>			<b>23,817,343.54</b>		<b>22,000,000.00</b>	<b>21,709,260.00</b>	<b>21,893,627.59</b>			<b>4.078</b>	<b>233</b>	

**City of HB**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**July 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
<b>Commercial Paper Disc. -Amortizing</b>												
02581SJN2	3395	American Express		06/01/2006	2,000,000.00	1,984,640.00	1,985,324.44	5.080	P-1	5.234	52	09/22/2006
02581SKA8	3410	American Express		07/31/2006	2,000,000.00	1,979,320.00	1,979,505.56	5.270	P-1	5.399	70	10/10/2006
17307SHR6	3383	Citigroup Global		05/04/2006	2,000,000.00	1,992,920.00	1,993,920.00	5.010	P-1	5.161	24	08/25/2006
17307SJ86	3394	Citigroup Global		06/01/2006	2,000,000.00	1,988,760.00	1,989,233.33	5.100	P-1	5.244	38	09/08/2006
17307SK68	3402	Citigroup Global		06/22/2006	2,000,000.00	1,980,500.00	1,980,493.33	5.320	P-1	5.480	66	10/06/2006
36959JM18	3379	General Electric Capital Corp		04/21/2006	2,000,000.00	1,964,020.00	1,966,111.11	5.000	P-1	5.299	122	12/01/2006
36959JL35	3380	General Electric Capital Corp		04/21/2006	2,000,000.00	1,972,220.00	1,973,888.89	5.000	P-1	5.291	94	11/03/2006
36959JK40	3409	General Electric Capital Corp		07/31/2006	1,600,000.00	1,583,456.00	1,583,417.78	5.330	P-1	5.461	70	10/10/2006
36959JLH4	3411	General Electric Capital Corp		07/31/2006	2,500,000.00	2,460,100.00	2,460,250.00	5.300	P-1	5.461	108	11/17/2006
43357MJC5	3407	Hitachi Capital Amer Corp		07/17/2006	2,000,000.00	1,987,580.00	1,987,470.00	5.370	P-1	5.491	42	09/12/2006
74433HKL7	3397	PRUDENTIAL SECURITIES		06/07/2006	2,000,000.00	1,976,360.00	1,977,333.33	5.100	P-1	5.272	80	10/20/2006
80685UH18	3389	Schlumberger Co.		05/16/2006	2,000,000.00	2,000,000.00	2,000,000.00	5.020	P-1	5.145	0	08/01/2006
80685UH75	3393	Schlumberger Co.		05/24/2006	2,000,000.00	1,998,240.00	1,998,316.67	5.050	P-1	5.175	6	08/07/2006
82619SH11	3392	Siemens Capital		05/23/2006	2,000,000.00	1,995,000.00	1,995,240.00	5.040	P-1	5.173	17	08/18/2006
		<b>Subtotal and Average</b>	<b>23,550,514.97</b>		<b>28,100,000.00</b>	<b>27,853,115.00</b>	<b>27,869,904.44</b>			<b>5.306</b>	<b>67</b>	

<b>Federal Agency Disc. -Amortizing</b>												
313385A63	3387	Federal Home Loan Bank		05/05/2006	2,000,000.00	1,999,200.00	1,999,181.67	4.910	AAA	5.041	3	08/04/2006
313397E98	3386	Federal Home Loan Mort Corp		05/04/2006	2,000,000.00	1,989,000.00	1,989,550.00	4.950	AAA	5.108	38	09/08/2006
313397B26	3390	Federal Home Loan Mort Corp		05/16/2006	2,000,000.00	1,998,000.00	1,998,080.83	4.935	AAA	5.062	7	08/08/2006
		<b>Subtotal and Average</b>	<b>13,155,944.49</b>		<b>6,000,000.00</b>	<b>5,986,200.00</b>	<b>5,986,812.50</b>			<b>5.070</b>	<b>16</b>	

<b>Treasury Discounts -Amortizing</b>												
912795XP1	3358	United States Treasury Bills		02/02/2006	2,000,000.00	1,999,480.00	1,999,508.88	4.420	AAA	4.584	2	08/03/2006
912795XX4	3371	United States Treasury Bills		03/30/2006	2,000,000.00	1,984,500.00	1,985,113.12	4.620	AAA	4.796	58	09/28/2006
912795XU0	3386	United States Treasury Bills		06/05/2006	2,000,000.00	1,990,120.00	1,990,359.45	4.690	AAA	4.814	37	09/07/2006
912795YH8	3399	United States Treasury Bills		06/13/2006	2,000,000.00	1,965,260.00	1,965,227.39	4.890	AAA	5.080	128	12/07/2006
912795XZ9	3405	United States Treasury Bills		06/29/2006	2,000,000.00	1,980,540.00	1,980,320.00	4.920	AAA	5.061	72	10/12/2006
912795YQ8	3412	United States Treasury Bills		07/31/2006	2,000,000.00	1,951,900.00	1,951,325.00	4.950	AAA	5.145	177	01/25/2007
		<b>Subtotal and Average</b>	<b>11,510,855.44</b>		<b>12,000,000.00</b>	<b>11,871,800.00</b>	<b>11,871,853.84</b>			<b>4.912</b>	<b>79</b>	

		<b>Total and Average</b>	<b>214,176,591.79</b>		<b>204,034,261.78</b>	<b>201,636,890.78</b>	<b>203,517,140.02</b>			<b>4.240</b>	<b>288</b>	
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City of HB  
 Portfolio Management  
 Portfolio Details - Cash  
 July 31, 2006

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity
		Average Balance	0.00	Accrued Interest at Purchase	19,325.75	19,325.75	19,325.75				0
		Subtotal			19,325.75	19,325.75	19,325.75				
		Total Cash and Investmentss	214,176,591.79		204,034,261.78	201,656,216.53	203,636,465.77			4.240	268

**State of California  
Pooled Money Investment Account  
Market Valuation  
7/31/2006**

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch.		
<b>United States Treasury:</b>				
Bills	\$ 1,765,463,516.64	\$	1,777,781,500.00	NA
Notes	\$ 899,546,795.50	\$	895,182,000.00	\$ 6,646,821.00
<b>Federal Agency:</b>				
SBA	\$ 715,359,822.08	\$	708,974,298.07	\$ 6,068,174.97
MBS	\$ 656,822,604.51	\$	629,418,781.73	\$ 2,902,681.22
Bonds	\$ 9,374,210,405.26	\$	9,332,873,524.30	\$ 109,015,947.07
Floater	\$ -	\$	-	\$ -
Discount Notes	\$ 7,656,164,898.72	\$	7,733,232,500.00	NA
FHLMC PC	\$ 1,077,423.87	\$	1,113,919.67	\$ 17,411.59
GNMA	\$ 237,569.17	\$	261,854.79	\$ 2,363.56
<b>Bankers Acceptances</b>				
Bankers Acceptances	\$ -	\$	-	NA
Bank Notes	\$ 1,100,000,000.00	\$	1,099,833,556.00	\$ 9,601,750.01
CDs	\$ 12,787,406,155.46	\$	12,783,282,026.34	\$ 121,485,466.24
Commercial Paper	\$ 7,589,067,569.44	\$	7,639,715,696.67	NA
<b>Corporate:</b>				
Floater	\$ 250,482,704.39	\$	250,114,100.00	\$ 1,841,745.89
Bonds	\$ 722,601,325.71	\$	716,938,765.75	\$ 14,399,314.17
<b>Repurchase Agreements</b>				
Repurchase Agreements		\$	-	NA
Reverse Repurchase	\$ (248,065,000.00)	\$	(248,065,000.00)	\$ (729,476.92)
<b>Time Deposits</b>				
Time Deposits	\$ 8,000,495,000.00	\$	8,000,495,000.00	NA
<b>AB 55 &amp; GF Loans</b>				
AB 55 & GF Loans	\$ 8,248,846,875.95	\$	8,248,846,875.95	NA
<b>TOTAL</b>	<b>\$ 59,519,717,666.70</b>	<b>\$</b>	<b>59,569,999,399.27</b>	<b>\$ 271,252,198.80</b>

Fair Value Including Accrued Interest \$ 59,841,251,598.07

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

Held by Fiscal Agent as of June 30, 2006

C-3A.15

## Summary of investments by type

Par Value	Investment Type	Market Value as of 5/31/06	Market Value as of 6/30/06
\$7,812,657	Local Agency Investment Fund (LAIF)	\$8,277,955	\$7,812,657
\$0	Federal Agency Issues	\$0	\$0
\$8,236,508	Investment Agreements	\$8,190,455	\$8,236,508
\$2,173,465	Money Market Funds	\$2,315,696	\$2,173,465
\$330,488	US Treasury Securities	\$330,488	\$330,488
<b>\$18,553,118</b>		<b>\$19,114,594</b>	<b>\$18,553,118</b>

## Summary of Investments by Bond Issue

Par value	Bond Issue Description	Market Value as of 5/31/06	Market Value as of 6/30/06
\$2,510,998	City of Huntington Beach - 2004 Judgment Obligation Bonds (Property Tax Refunds)	\$2,535,983	\$2,510,998
\$4,213,991	City of Huntington Beach - 2003-1 Community Facilities District (Huntington Center - Bella Terra)	\$4,795,170	\$4,213,991
\$1,649,783	Redevelopment Agency of Huntington Beach - 2002 Tax Allocation Refunding Bonds	\$1,649,836	\$1,649,783
\$519,203	Huntington Beach Community Facilities District No. 2002-1 (McDonnell Centre Business Park)	\$514,117	\$519,203
\$2,042,362	Huntington Beach PFA - 2001 Series A (South Beach Improvements & Central Park Sports Complex)	\$2,041,976	\$2,042,362
\$2,697,305	Huntington Beach PFA - 2001 Series B (1993 Civic Center & Police Administration Bldg. Refinance)	\$2,696,756	\$2,697,305
\$1,294,083	City of Huntington Beach - 2001 Community Facilities District (Grand Coast-Hyatt)	\$1,289,527	\$1,294,083
\$174,198	City of Huntington Beach - 90-1 Community Facilities District Special Tax Refunding	\$174,185	\$174,198
\$1,634,053	Huntington Beach PFA - 2000 Series A (Water System Impv., Beach Mt. Facility, Energy Retrofit, SB Phase I)	\$1,586,763	\$1,634,053
\$769,148	Redevelopment Agency of Huntington Beach - 1999 Tax Allocation Refunding Bonds	\$761,556	\$769,148
\$872,849	Huntington Beach Public Finance Authority - Lease Revenue Bonds, 1997 Public Facilities Project	\$873,319	\$872,849
\$126,811	City of Huntington Beach - Multi-Family Mortgage Revenue Refunding Bonds (Huntington Breakers)	\$147,255	\$126,811
\$48,335	HB Public Finance Authority 1992 Revenue Bonds	\$48,151	\$48,335
<b>\$18,553,118</b>		<b>\$19,114,594</b>	<b>\$18,553,118</b>

**Deferred Compensation Plan Summary  
Information**

**Attachment 3**

City of Huntington Beach  
 Deferred Compensation Plan Summary Information  
 as of June 30, 2006

C-3A.17

	Beginning Balance (3-31-06)	Contributions	Distributions/ Transfers	Earnings (change in value)	Other	Ending Balance (6-30-06)
ICMA Retirement Corporation (457 Plan)	\$22,218,364	\$1,104,269	(\$858,811)	(\$311,272)	(\$200)	\$22,152,351
ICMA Retirement Corporation (401 Plan)	\$621,382	\$36,043	\$0	(\$9,137)	\$0	\$648,287
Nationwide Retirement Solutions (457 Plan)	\$51,482,375	\$828,456	(\$979,260)	(\$372,009)	(\$215)	\$50,959,347
Trust Deeds	\$17,532		(\$17,532)			\$0
<b>Total Deferred Compensation Plan Balances</b>	<b>\$74,339,652</b>	<b>\$1,968,768</b>	<b>(\$1,855,603)</b>	<b>(\$692,418)</b>	<b>(\$415)</b>	<b>\$73,759,985</b>

City of Huntington Beach  
 Deferred Compensation Plan Summary Information - REVISED  
 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	(\$1,002,594)	\$1,539,879	(\$150)	\$51,482,375
Trust Deeds	\$17,532	\$0	\$0	\$0	\$0	\$17,532
<b>Total Deferred Compensation Plan Balances</b>	<b>\$71,600,294</b>	<b>\$1,491,215</b>	<b>(\$1,128,708)</b>	<b>\$2,378,152</b>	<b>(\$1,300)</b>	<b>\$74,339,652</b>

\*Revised statement received adjusting distributions/transfers and ending balance amounts due to error made by Nationwide in March 2006.

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**PowerPoint Presentation**

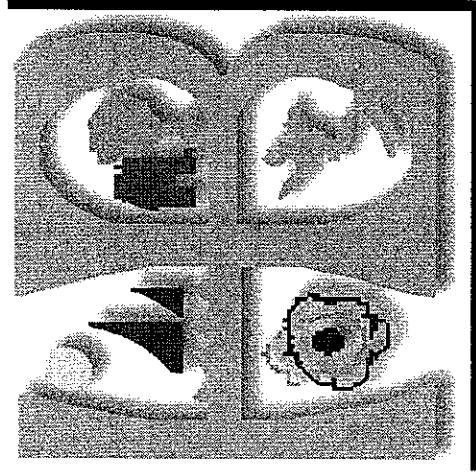
**Attachment 4**

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

# July Treasurer's Report



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

September 18, 2006

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

July 2006 Investment Summary ( in millions)

**Financial Information:**

	June	July	Inc./((Dec.))
End of Month City Portfolio	\$221.809	\$203.517	(\$18.292)
End of Month Market Value	\$219.567	\$201.637	(\$17.930)
Interest Earned for Month	\$0.765	\$0.764	(\$0.001)
Earned Interest Yield Year to Date	3.78%	3.83%	0.05%
Average Maturity ( in days)	259	268	9
YTD Average Daily Balance	\$195.464	\$197.372	\$1.908

**Summary by Type:**

	July	% of Total	Policy Limit	Days to Mat.	Rate
Federal Agy - Coupon	\$106.451	52%	None	439	3.70%
LAIF (State Pool)	\$29.444	14%	\$40 million	1	4.85%
U.S.Treasury Notes	\$21.893	11%	None	233	4.08%
Discount Comm. Paper	\$27.870	14%	25%	57	5.31%
Discount Federal Agy	\$5.987	3%	None	16	5.07%
Discount Treasury Note	\$11.872	6%	None	79	4.91%
<b>Total</b>	<b>\$203.517</b>	<b>100%</b>		<b>268</b>	<b>4.24%</b>

CPA  
 SA  
 SA