



CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

R-15

333 West Ocean Boulevard 6th Floor • Long Beach, CA 90802 • (562) 570-6169 • Fax (562) 570-5836

November 15, 2011

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Receive and file the Investment Report for Quarter Ending September 30, 2011.
(Citywide)

DISCUSSION

The Department of Financial Management, City Treasurer's Office, invests the City's funds in compliance with the California Government Code, Section 53600 et seq., and the City's Investment Policy. As of September 30, 2011, these funds had a market value of approximately \$1.76 billion, with approximately \$762 million, or approximately 43 percent of funds, maturing within six months, ensuring that sufficient funds are available to meet the City's liquidity needs.

Statutory Compliance

All investment transactions have been executed in conformance with the City's Investment Policy and the California Government Code. According to the California Government Code, the maturity term of all investments is limited to a maximum of five years, unless the local agency legislative body gives prior approval to exceed this limitation. The City's Investment Policy currently requires that all funds invested in the City's investment pool not exceed a weighted average maturity of three years. In addition, the Investment Advisory Committee, composed of the Assistant City Manager, the Deputy City Auditor, Assistant City Attorney, Director of Financial Management, City Treasurer, City Controller, Budget and Performance Management Bureau staff, and designated representatives from the Harbor, Water and Development Services departments, meets monthly, or as needed, to review investment policies, strategies and performance.

Investment Pool Rating

As of September 30, 2011, Standard and Poor's reaffirmed the City's investment portfolio rating of AA Af and one of the lowest volatility ratings of S1. This rating confirms the safety of the City's invested funds and qualifies the investment pool as an alternative investment for proceeds from bonds issued by the City.

Investment Performance

The City Treasurer's Office invests in a variety of fixed-income securities that vary in maturity from one day to five years (excluding the Health Select Auction Variable Rate Securities loan) as authorized by the City's Investment Policy and the California Government Code. The City's adopted 2011 Investment Policy divides the City's investment portfolio into a short-term, intermediate-term and a long-term portfolio whose benchmarks are the Three-Month Treasury Bill, One-Year Constant Maturity Treasury (CMT) and the Merrill Lynch One-to-Five Year Treasury/Agency Index, respectively. All are market indices that change daily; therefore, actual returns can vary depending on book yields and security calls before the final maturity date. The weighted average book yield for the period was 0.50 percent (annualized). Book yield represents the return received on the total investment portfolio on an annualized basis.

On September 30, 2011, the City's investment pool market yield was 0.36 percent (annualized). During the quarter, the average short-term benchmark decreased by seven basis points, while the intermediate-term benchmark decreased by eight basis points. The long-term benchmark decreased by thirty-one basis points. The following table summarizes the City's investment pool market yield and performance for the quarter ending September 30, 2011:

Investment Portfolio Funds	Amount of Funds	Quarter End Values		
		Benchmark Return**	Weighted Avg Maturity*	Yield**
Short-Term Pool	\$ 730,882,547	0.02 percent	0.28 years	0.28 percent
Intermediate-Term Pool	\$ 608,926,439	0.13 percent	0.77 years	0.41 percent
Long-Term Pool	\$ 417,521,946	0.34 percent	1.75 years	0.46 percent
Total Pool	\$ 1,757,330,932	0.13 percent	0.81 years	0.36 percent

* Weighted Average Maturity assumes securities are not called or sold prior to the actual maturity date. ** Benchmark Return and Market Yield of Portfolio are at quarter end.

The following table summarizes the purchase yield of the new investments versus the average benchmark yield in the short-term portfolio by month for the quarter ending September 30, 2011:

SHORT-TERM PORTFOLIO

Month	Amount of Funds Invested	Benchmark vs. Purchase Yield Analysis		
		Benchmark Return*	Purchase Yield**	Over/(Under) Benchmark*
July, 2011	\$ 60,000,000	0.03 percent	0.37 percent	0.34 percentage points
August, 2011	\$ 50,000,000	0.01 percent	0.18 percent	0.17 percentage points
September, 2011	\$ 25,750,000	0.01 percent	0.38 percent	0.37 percentage points
Total Funds	\$ 135,750,000	0.02 percent	0.30 percent	0.28 percentage points

* 91-Day T-Bill and other returns listed are weighted averages for the period. **Purchase Yields stated to maturity assume the securities are not called or sold prior to the maturity date.

The following table summarizes the purchase yield of the new investments versus the average benchmark yield in the intermediate-term portfolio by month for the quarter ending September 30, 2011:

INTERMEDIATE -TERM PORTFOLIO

Month	Amount of Funds Invested	Benchmark vs. Purchase Yield Analysis		
		Benchmark Return*	Purchase Yield**	Over/(Under) Benchmark*
July, 2011	\$ 42,645,000	0.19 percent	0.49 percent	0.30 percentage points
August, 2011	\$ 28,000,000	0.11 percent	0.18 percent	0.07 percentage points
September, 2011	\$ 20,000,000	0.10 percent	0.46 percent	0.36 percentage points
Total Funds	\$ 90,645,000	0.15 percent	0.39 percent	0.24 percentage points

* One Year CMT and other returns listed are weighted averages for the period. **Purchase Yields stated to maturity assume the securities are not called or sold prior to the maturity date.

The following table summarizes the purchase yield of the new investments versus the average benchmark yield in the long-term portfolio by month for the quarter ending September 30, 2011. Our Investment Advisor, Chandler Asset Management, manages the long-term portfolio through activity pre-approved by the City Treasurer or a designated representative before execution.

LONG-TERM PORTFOLIO

Month	Amount of Funds Invested	Benchmark vs. Purchase Yield Analysis		
		Benchmark Return*	Purchase Yield**	Over/(Under) Benchmark*
July, 2011	\$ 19,225,000	0.43 percent	0.84 percent	0.41 percentage points
August, 2011	\$ 11,000,000	0.28 percent	0.48 percent	0.20 percentage points
September, 2011	\$ 19,025,000	0.27 percent	0.81 percent	0.54 percentage points
Total Funds	\$ 49,250,000	0.33 percent	0.75 percent	0.42 percentage points

* Merrill Lynch One-to-Three Year Treasury/Agency Index and other returns listed are weighted averages for the period. **Yields are stated to maturity and assume the securities are not called or sold prior to the maturity date.

As of September 30, 2011, the City has approximately \$150,000,000 in the State Treasurer's Local Agency Investment Fund (LAIF) pool.

The City's investment pool consists of all City funds except certain bond and special assessment district proceeds. The non-pooled investments are invested separately in accordance with bond indenture provisions or other legal requirements. A complete listing of investment balances, portfolio distribution and performance values can be found in Attachment A.

Short-Term Strategy

The City has adopted an investment strategy for the short-term portfolio that maintains sufficient liquidity within a rolling 12-month period to satisfy the City's cash needs.

Intermediate-Term Strategy

The City has adopted an investment strategy for the intermediate-term portfolio that maintains a weighted maturity of one year and provides cash needs for maturities greater than six months.

Long-Term Investment Strategy

Chandler Asset Management manages the Long Term portfolio and given historically low interest rates, the Investment Advisory Committee has recommended a temporary strategy to benchmark the long-term portfolio to the One-Three Year Treasury/Agency Index.

Cash Management Goals

The City's cash management goals are to maintain and preserve the safety of funds in custody and provide adequate liquidity for anticipated expenditure needs.

This matter was reviewed by Assistant City Attorney Heather A. Mahood and the City's Investment Advisory Committee on October 25, 2011, and Budget Management Officer Victoria Bell on October 20, 2011.

TIMING CONSIDERATIONS

This item is not time critical.

FISCAL IMPACT

There is no fiscal impact or local job impact associated with this action.

SUGGESTED ACTION:

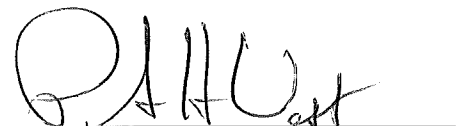
Approve recommendation.

Respectfully submitted,



JOHN GROSS
DIRECTOR OF FINANCIAL MANAGEMENT

APPROVED:



PATRICK H. WEST
CITY MANAGER

Attachment A
City of Long Beach, CA
Investment Portfolio
As of September 30, 2011

SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	Market Value	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
UNION BANK N.A.		177,226,249	177,226,249	177,226,249	0	10/01/11	0.40
BANK OF AMERICA		9,179,555	9,179,555	9,179,555	0	10/01/11	0.00
LOCAL AGENCY INVESTMENT FUND		150,000,000	150,000,000	150,000,000	95,811	10/01/11	0.33
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	9,999,778	10,000,000	0	10/06/11	0.00
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	9,999,325	10,000,000	0	10/28/11	0.09
FEDERAL FARM CREDIT BANK	AA+	15,000,000	14,998,533	14,999,733	0	11/02/11	0.02
FEDERAL NATIONAL MORTG. ASSOC.	AA+	15,000,000	14,998,533	15,000,000	0	11/14/11	0.08
FEDERAL NATIONAL MORTG. ASSOC.	AA+	8,996,000	9,051,741	9,052,225	182,669	11/15/11	0.37
U.S. TREASURY NOTE	AA+	18,000,000	18,033,147	18,036,000	118,981	11/15/11	0.15
U.S. TREASURY NOTE	AA+	5,000,000	5,008,506	5,011,000	16,598	12/15/11	0.07
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,016,071	10,021,875	25,833	12/28/11	0.10
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	15,000,000	14,994,950	15,000,000	0	01/10/12	0.12
FEDERAL NATIONAL MORTG. ASSOC.	AA+	7,000,000	7,010,389	7,013,125	13,441	01/12/12	0.21
FEDERAL FARM CREDIT BANK	AA+	5,000,000	4,998,304	4,999,692	0	01/20/12	0.02
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	9,996,067	10,000,000	0	01/27/12	0.12
U.S. TREASURY NOTE	AA+	10,000,000	10,147,722	10,154,000	80,027	01/31/12	0.14
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	9,995,233	10,000,000	0	02/10/12	0.13
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,181,961	10,178,125	62,500	02/16/12	0.28
FEDERAL FARM CREDIT BANK	AA+	10,000,000	10,004,444	10,006,250	1,089	03/16/12	0.14
FEDERAL HOME LOAN BANK	AA+	10,000,000	9,992,444	9,998,583	0	03/19/12	0.03
FEDERAL FARM CREDIT BANK	AA+	10,000,000	10,002,728	10,003,125	447	03/23/12	0.16
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	6,000,000	6,051,520	6,054,375	2,833	03/23/12	0.24
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,095,797	10,106,250	105,000	04/13/12	0.27
FEDERAL FARM CREDIT BANK	AA+	4,224,000	4,266,562	4,270,200	41,184	04/24/12	0.32
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	7,000,000	7,030,478	7,035,000	34,125	04/25/12	0.25
U.S. TREASURY NOTE	AA+	10,000,000	10,048,833	10,051,000	41,848	04/30/12	0.13
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	9,996,875	2,722	05/11/12	0.25
FEDERAL NATIONAL MORTG. ASSOC.	AA+	25,000,000	24,970,181	24,992,188	0	05/14/12	0.05
FEDERAL NATIONAL MORTG. ASSOC.	AA+	20,000,000	19,976,144	19,993,750	0	05/14/12	0.05

SHORT - TERM PORTFOLIO

SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	Market Value	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	9,990,625	1,661	05/15/12	0.28
FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,253	9,990,625	1,661	05/15/12	0.28
FEDERAL HOME LOAN BANK	AA+	4,680,000	4,832,443	4,837,950	101,660	05/15/12	0.34
FEDERAL HOME LOAN BANK	AA+	15,000,000	14,997,645	14,990,625	2,400	06/07/12	0.25
FEDERAL HOME LOAN BANK	AA+	5,000,000	5,000,000	4,998,438	4,217	07/16/12	0.37
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	10,003,125	258	09/28/12	0.28
FEDERAL HOME LOAN BANK	AA+	10,250,000	10,250,000	10,250,000	1,139	03/15/13	0.25
FEDERAL HOME LOAN BANK	AA+	7,500,000	7,500,000	7,488,281	313	03/27/13	0.48
FEDERAL FARM CREDIT BANK	AA+	10,000,000	10,000,000	9,996,875	9,600	04/18/13	0.50
FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,000,000	7,002,188	12,483	06/13/13	0.58
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	8,000,000	8,000,000	7,987,500	2,689	09/09/13	0.63
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	10,000,000	10,012,500	31,111	12/09/13	0.94
FEDERAL HOME LOAN BANK	AA+	4,950,000	4,950,000	4,954,641	11,859	06/06/14	0.71
SHORT-TERM PORTFOLIO		393,600,000	394,398,733	394,476,743	910,349	184	0.22
SUB TOTAL CASH AND SHORT - TERM PORTFOLIO		730,005,804	730,804,537	730,882,547	1,006,161	100	0.28

INTERMEDIATE TERM PORTFOLIO

SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	Market Value	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
FEDERAL FARM CREDIT BANK	AA+	10,900,000	10,900,481	10,900,000	60,291	10/03/11	1.12
FEDERAL FARM CREDIT BANK	AA+	11,045,000	11,046,682	11,045,000	190,066	10/03/11	3.44
FEDERAL FARM CREDIT BANK	AA+	10,000,000	10,035,037	10,040,625	114,667	11/21/11	0.33
FEDERAL HOME LOAN BANK	AA+	10,815,000	10,815,466	10,825,139	29,714	11/25/11	0.17
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	10,014,737	10,018,750	33,125	12/15/11	0.22
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,007,703	10,012,500	20,833	12/21/11	0.19
FEDERAL NATIONAL MORTG. ASSOC.	AA+	5,000,000	5,007,475	5,009,375	9,601	01/12/12	0.21
U.S. TREASURY NOTE	AA+	15,000,000	15,056,912	15,072,000	26,342	02/15/12	0.09
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,031,041	10,043,750	6,875	03/09/12	0.13
FEDERAL HOME LOAN BANK	AA+	9,000,000	9,029,156	9,039,375	6,188	03/09/12	0.13

INTERMEDIATE TERM PORTFOLIO

SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	Market Value	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	15,000,000	15,070,603	15,135,938	7,083	03/23/12	0.24
FEDERAL NATIONAL MORTG. ASSOC.	AA+	15,000,000	15,057,108	15,131,250	125,781	04/20/12	0.30
FEDERAL FARM CREDIT BANK	AA+	10,000,000	10,103,921	10,109,375	97,500	04/24/12	0.32
FEDERAL FARM CREDIT BANK	AA+	8,000,000	8,000,000	8,000,000	9,300	04/25/12	0.27
FEDERAL FARM CREDIT BANK	AA+	8,000,000	8,000,000	8,000,000	9,300	04/25/12	0.27
U.S. TREASURY NOTE	AA+	20,000,000	20,067,739	20,102,000	83,696	04/30/12	0.13
FEDERAL NATIONAL MORTG. ASSOC.	AA+	8,000,000	7,992,467	7,997,500	0	05/14/12	0.05
U.S. TREASURY NOTE	AA+	8,000,000	8,049,318	8,060,800	41,549	05/15/12	0.16
FEDERAL HOME LOAN BANK	AA+	7,000,000	7,032,611	7,037,188	29,094	05/18/12	0.28
FEDERAL NATIONAL MORTG. ASSOC.	AA+	8,000,000	8,223,811	8,215,000	144,083	05/18/12	0.62
FEDERAL HOME LOAN BANK (Pledged to Cigna)	AA+	7,000,000	7,043,712	7,052,500	30,212	06/08/12	0.28
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,055,552	10,075,000	43,160	06/08/12	0.28
FEDERAL FARM CREDIT BANK	AA+	7,000,000	6,990,397	7,002,188	6,125	06/15/12	0.26
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	10,088,428	10,103,125	51,528	06/15/12	0.29
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	6,000,000	6,218,325	6,232,500	64,917	07/15/12	0.22
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	7,000,000	7,036,629	7,045,938	14,000	07/27/12	0.33
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	6,500,000	6,538,600	6,542,656	13,000	07/27/12	0.33
FEDERAL NATIONAL MORTG. ASSOC.	AA+	7,000,000	7,041,571	7,048,125	13,344	07/30/12	0.30
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,058,478	10,068,750	19,063	07/30/12	0.30
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,060,568	10,068,750	19,063	07/30/12	0.30
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,123,678	10,125,000	24,792	08/10/12	0.30
FEDERAL HOME LOAN BANK	AA+	15,175,000	15,748,118	15,744,063	89,680	08/15/12	0.33
FEDERAL HOME LOAN BANK	AA+	10,000,000	9,984,936	9,990,625	0	08/15/12	0.11
FEDERAL HOME LOAN BANK	AA+	12,000,000	12,126,249	12,157,500	22,750	08/22/12	0.28
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	9,993,750	2,322	08/23/12	0.29
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	10,003,125	2,819	09/10/12	0.32
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,130,340	10,162,500	9,444	09/14/12	0.30
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,361,565	10,387,500	19,444	09/15/12	0.32
U.S. TREASURY NOTE	AA+	20,000,000	20,196,875	20,224,000	12,088	09/15/12	0.21
U.S. TREASURY NOTE	AA+	10,000,000	9,998,905	10,020,000	102	09/30/12	0.17
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,004,091	10,009,375	20,972	10/30/12	0.41
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	9,977,580	10,028,125	20,972	10/30/12	0.24

INTERMEDIATE TERM PORTFOLIO									
SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	Market Value	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD		
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	9,994,201	10,028,125	20,972	10/30/12	0.24		
FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,000,000	6,980,313	10,943	11/16/12	0.67		
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,486,151	10,500,000	174,167	11/19/12	0.34		
FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,000,000	7,000,000	11,113	11/23/12	0.45		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	9,960,144	10,006,250	12,604	11/30/12	0.32		
FEDERAL NATIONAL MORTG. ASSOC.	AA+	7,000,000	6,986,024	7,006,563	6,781	12/28/12	0.30		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	10,086,855	10,131,250	31,319	01/09/13	0.34		
FEDERAL NATIONAL MORTG. ASSOC.	AA+	10,000,000	10,456,327	10,462,500	70,000	01/28/13	0.50		
FEDERAL HOME LOAN BANK	AA+	8,500,000	8,642,435	8,656,719	9,503	03/08/13	0.46		
FEDERAL HOME LOAN BANK	AA+	10,000,000	10,001,500	10,000,000	12,500	04/19/13	0.63		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	5,000,000	4,995,684	5,026,563	18,000	04/19/13	0.46		
FEDERAL FARM CREDIT BANK	AA+	10,000,000	9,996,988	9,996,875	10,111	04/29/13	0.42		
FEDERAL HOME LOAN BANK	AA+	5,000,000	5,000,000	5,001,563	14,792	05/09/13	0.73		
FED HOME LOAN BANK (Pledged to Union Bank - Consent Agreement)	AA+	3,000,000	3,056,082	3,062,813	14,490	06/14/13	0.39		
FEDERAL HOME LOAN BANK	AA+	5,000,000	5,093,470	5,104,688	24,149	06/14/13	0.39		
FEDERAL HOME LOAN BANK	AA+	7,000,000	7,000,000	7,000,000	11,706	07/05/13	0.70		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	10,000,000	10,009,375	13,181	07/18/13	0.60		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	10,000,000	10,003,125	13,542	07/26/13	0.73		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	15,000,000	15,000,000	15,042,188	21,083	08/15/13	0.95		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	10,000,000	9,998,683	9,984,375	3,361	09/09/13	0.63		
FEDERAL FARM CREDIT BANK	AA+	8,000,000	7,991,740	8,042,500	611	03/28/14	1.16		
SUBTOTAL INTERMEDIATE TERM PORTFOLIO		603,935,000	608,073,145	608,926,439	873,701	281	0.41		

LONG TERM PORTFOLIO									
SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	Market Value	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD		
WFC Advantage Govt Money Mkt	AAA	704,422	704,422	704,422	-16	10/01/11	0.00		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	9,000,000	9,121,404	9,146,250	109,250	01/15/12	0.17		
FEDERAL FARM CREDIT BANK	AA+	9,840,000	9,866,961	9,895,350	39,907	01/17/12	0.11		
U.S. TREASURY NOTE	AA+	10,000,000	10,014,346	10,057,000	6,044	03/15/12	0.13		

Attachment A
 City of Long Beach, CA
 Investment Portfolio
 As of September 30, 2011

LONG TERM PORTFOLIO									
SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	Market Value	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD		
FEDERAL NATIONAL MORTG. ASSOC.	AA+	9,325,000	9,884,633	9,971,922	11,656	09/16/14	0.63		
FEDERAL FARM CREDIT BANK	AA+	10,700,000	10,786,499	11,000,938	63,271	11/19/14	0.72		
U.S. TREASURY NOTE	AA+	11,000,000	11,641,586	11,627,000	41,698	01/31/15	0.52		
FEDERAL HOME LOAN BANK	AA+	5,000,000	5,153,853	5,328,125	6,875	03/13/15	0.82		
FEDERAL NATIONAL MORTG. ASSOC.	AA+	9,600,000	10,169,252	10,101,000	39,900	07/28/15	0.98		
FEDERAL HOME LOAN MORTGAGE CORP.	AA+	9,425,000	9,762,402	9,719,531	9,621	09/10/15	0.94		
SUBTOTAL LONG TERM PORTFOLIO		402,654,422	410,755,266	415,412,048	2,314,278	640	0.41		
SAVRS LOAN		2,109,898	2,109,898	2,109,898	729	2761	0.46		
TOTAL ALL PORTFOLIOS		1,738,705,124	1,751,742,845	1,757,330,932	4,194,868	294	0.36		