

# CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

# R-19

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August 19, 2014

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

## RECOMMENDATION:

Receive and file the Investment Report for Quarter Ending June 30, 2014. (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 June 30, 2014, these funds had a book value of approximately \$1.669 billion.

Approximately \$846 million of the total investment pool, or approximately 51 percent of funds, will mature 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, Deputy City Attorney, Director of Financial Management, City Treasurer, City Controller, Budget Management Bureau staff, and designated representatives from the Harbor and Water departments, meets monthly or as needed, to review investment policies, strategies and performance.

### **Investment Pool Rating**

Standard and Poor's rates the City's investment portfolio at AA+ 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.

**Overall Investment Pool 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 2014 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 0.28 percent (annualized). Book yield represents the return received on the total investment portfolio on an annualized basis.

On June 30, 2014, the City's investment pool market yield was 0.36 percent (annualized) with a weighted average maturity of less than one year. During the quarter, all benchmark indices were, on average, lower than the previous quarter. The following table summarizes the City's investment pool market yield and performance for the quarter ending June 30, 2014:

**Investment Pool Performance – Quarter Ending June 30, 2014**

Investment Portfolio Funds	Amount of Funds	Quarter End Values		
		Benchmark Return*	Market Yield*	Over/(Under) Benchmark
Short-Term Pool	\$ 733,930,586	0.02 percent	0.28 percent	0.26 percent
Intermediate-Term Pool	\$ 511,026,552	0.11 percent	0.35 percent	0.24 percent
Long-Term Pool	\$ 424,710,117	0.46 percent	0.51 percent	0.05 percent
Total Pool	\$ 1,669,667,255	0.16 percent	0.36 percent	0.20 percent

*\*Benchmark Return and Market Yield of Portfolio are at quarter end.*

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 pooled investment balances, portfolio distribution and performance values can be found in Attachment A.

**Unrealized Gains and Losses**

Unrealized gains or losses are the difference between market value and book value, and result from changing investment values during the period they are held in the portfolio. Unrealized gains or losses are only recognized when the investment(s) are sold prior to the maturity date. Since the City generally holds securities to maturity, unrealized gains or losses are rarely realized. As of June 30, 2014, market and book value of the total investment portfolio was approximately \$1.670 billion and \$1.669 billion, respectively. The difference of approximately \$1.2 million (unrealized gain) represents the excess market value of the portfolio over book value on that date.

### **Quarterly Investment Activity**

Over \$578 million in new short-term investment transactions (excluding LAIF transactions) were executed. The weighted average book yield of the total transactions was approximately 0.11 percent (annualized). There were no sales of securities in the short-term portfolio during the quarter.

Over \$263 million in new intermediate-term investment transactions were executed. The weighted average book yield of the total transactions was approximately 0.29 percent (annualized). There were no sales of securities in the intermediate-term portfolio during the quarter.

Over \$49 million in new long-term investment transactions were approved and executed. The weighted average book yield of the total transactions was approximately 0.73 percent (annualized). There were no sales in the long-term portfolio during the quarter. The City's Investment Advisor, Chandler Asset Management, manages the long-term portfolio through activity pre-approved by the City Treasurer or a designated representative before executing trades.

As of June 30, 2014, the City's investment in the State Treasurer's Local Agency Investment Fund (LAIF) pool was approximately \$120.6 million.

### **Investment Strategies**

The City has adopted investment strategies for the various portfolios. The short-term portfolio maintains sufficient liquidity within a rolling 12-month period to satisfy the City's cash needs. The intermediate-term portfolio maintains a weighted maturity of one year and provides cash needs for maturities greater than six months. Given the historically low interest rates, the Investment Advisory Committee recommended a temporary strategy to benchmark the long-term portfolio to the One-Three Year Treasury/Agency Index. This new benchmark is reflected in the Investment Pool Performance table on page two.

### **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 Deputy City Attorney Amy R. Webber on July 23, 2014 and by Budget Management Officer Victoria Bell on July 30, 2014.

TIMING CONSIDERATIONS

This item is not time critical.

FISCAL IMPACT

There is no fiscal impact or local job impact associated with the submission of this report.

**SUGGESTED ACTION:**

Approve recommendation.

Respectfully submitted,

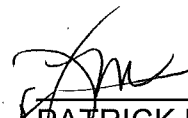


**JOHN GROSS  
DIRECTOR OF FINANCIAL MANAGEMENT**

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ATTACHMENT A – INVESTMENT PORTFOLIO AS OF JUNE 30, 2014

APPROVED:



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**PATRICK H. WEST  
CITY MANAGER**

CITY OF LONG BEACH  
INVESTMENT PORTFOLIO  
As of June 30 2014

INVEST. NO.	SECURITY DESCRIPTION	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
	UNION BANK N.A.		162,091,597	162,091,597	162,091,597	0	07/01/14	0.60
	BANK OF AMERICA		36,542,590	36,542,590	36,542,590	0	07/01/14	0.25
	LOCAL AGENCY INVESTMENT FUND	NR	120,546,209	120,546,209	120,546,209	62,070	07/01/14	0.19
	TOTAL CASH AND EQUIVALENTS		319,180,396	319,180,396	319,180,396	62,070	I	0.41
14767	FEDERAL HOME LOAN BANK	AA+	8,000,000	7,999,953	8,000,000	3,460	07/08/14	0.09
14873	FEDERAL HOME LOAN BANK	AA+	20,000,000	20,000,175	20,000,000	8,300	07/15/14	0.09
14828	U.S. TREASURY BILLS	AA+	10,000,000	9,999,844	9,999,900	0	07/17/14	0.02
14868	FEDERAL HOME LOAN BANK	AA+	30,000,000	29,999,500	29,999,500	0	07/21/14	0.03
14811	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,871	10,000,300	4,194	07/30/14	0.06
14883	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,517	9,999,758	0	07/30/14	0.03
14880	FEDERAL HOME LOAN BANK	AA+	4,114,000	4,113,841	4,113,894	0	08/01/14	0.03
14884	FEDERAL HOME LOAN BANK	AA+	15,000,000	14,999,100	14,999,550	0	08/06/14	0.03
14759	U. S. TREASURY NOTE	AA+	10,000,000	10,004,675	10,004,700	18,785	08/15/14	0.13
14750	FEDERAL HOM LOAN MTG. CORP	AA+	8,000,000	8,010,734	8,011,280	27,556	08/27/14	0.11
14879	FEDERAL HOME LOAN BANK	AA+	9,572,000	9,571,216	9,571,529	0	08/29/14	0.03
14746	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,739	10,000,800	4,097	09/03/14	0.08
14871	FEDERAL HOME LOAN BANK	AA+	25,000,000	24,996,795	24,998,521	0	09/10/14	0.03
14747	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,466	10,002,000	4,864	09/18/14	0.08
14863	FEDERAL NATIONAL MTG ASSOC.	AA+	15,000,000	14,998,190	14,998,650	0	09/18/14	0.04
14894	U. S. TREASURY NOTE	AA+	20,000,000	20,115,995	20,114,000	119,399	09/30/14	0.11
14864	FEDERAL NATIONAL MTG ASSOC.	AA+	15,000,000	14,997,265	14,997,900	0	10/10/14	0.05
14895	U. S. TREASURY NOTE	AA+	10,000,000	10,077,158	10,075,800	40,014	10/31/14	0.11
14896	U.S. TREASURY NOTE	AA+	20,000,000	20,023,532	20,021,800	9,579	11/15/14	0.08
14860	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,537	9,998,700	797	11/20/14	0.10
14872	FEDERAL HOME LOAN BANK	AA+	20,000,000	19,999,115	19,997,400	1,594	11/20/14	0.10
14841	U. S. TREASURY NOTE	AA+	7,000,000	7,088,598	7,088,620	65,698	01/31/15	0.09
14839	U. S. TREASURY NOTE	AA+	10,000,000	10,010,172	10,010,900	9,392	02/15/15	0.08
14853	U. S. TREASURY NOTE	AA+	10,000,000	10,010,394	10,010,900	9,392	02/15/15	0.08
14852	U. S. TREASURY NOTE	AA+	15,000,000	15,227,257	15,226,800	119,073	02/28/15	0.11
14891	FEDERAL NATIONAL MTG ASSOC.	AA+	12,835,000	12,858,024	12,856,948	14,038	03/16/15	0.13
14893	FHLMC	AA+	8,000,000	8,023,669	8,023,040	8,222	04/17/15	0.14
14850	FEDERAL HOME LOAN BANK	AA+	15,000,000	14,999,404	14,992,050	3,125	05/01/15	0.19
14887	FEDERAL FARM CREDIT BANK	AA+	5,500,000	5,500,000	5,499,010	391	12/23/15	0.33
14851	FEDERAL FARM CREDIT BANK	AA+	8,000,000	8,004,557	8,005,200	25,329	08/12/16	0.79

CITY OF LONG BEACH  
 INVESTMENT PORTFOLIO  
 As of June 30 2014

INVEST. NO.	SECURITY DESCRIPTION	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
14687	FEDERAL NATIONAL MTG ASSOC.	AA+	7,000,000	7,000,000	6,982,360	1,750	12/19/16	0.85
14845	FEDERAL HOME LOAN BANK	AA+	8,000,000	8,079,266	8,088,480	22,750	04/28/17	1.23
14688	FEDERAL NATIONAL MTG ASSOC.	AA+	8,000,000	8,000,466	8,002,800	30,139	07/26/17	0.86
14849	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,054,625	10,057,100	23,125	11/17/17	1.68
	<b>SHORT TERM PORTFOLIO</b>		414,021,000	414,762,648	414,750,190	575,063	206	0.18
	<b>TOTAL CASH AND SHORT-TERM</b>		733,201,396	733,943,044	733,930,586	637,133	117	0.28
14803	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,932	10,000,200	4,361	07/24/14	0.07
14708	FEDERAL HOME LOAN BANK	AA+	7,000,000	6,999,916	7,000,280	5,763	07/25/14	0.13
14790	FEDERAL HOM LOAN MTG. CORP	AA+	4,825,000	4,835,323	4,835,615	61,519	07/28/14	0.17
14798	FEDERAL HOM LOAN MTG. CORP	AA+	4,890,000	4,896,486	4,896,895	16,843	08/27/14	0.11
14762	FEDERAL NATIONAL MTG ASSOC.	AA+	10,305,000	10,330,926	10,331,587	48,519	09/08/14	0.13
14878	FEDERAL NATIONAL MTG ASSOC.	AA+	15,000,000	14,997,156	14,997,750	0	10/14/14	0.05
14751	FEDERAL NATIONAL MTG ASSOC.	AA+	8,000,000	8,103,495	8,103,360	78,111	10/15/14	0.19
14898	FEDERAL NATIONAL MTG ASSOC.	AA+	10,000,000	9,998,319	9,998,300	0	10/30/14	0.05
14761	FEDERAL HOME LOAN BANK	AA+	7,000,000	6,999,230	6,998,810	1,385	11/04/14	0.17
14752	FEDERAL HOME LOAN BANK	AA+	8,000,000	8,001,315	8,003,120	2,520	11/07/14	0.10
14785	U. S. TREASURY BILLS	AA+	10,000,000	9,995,594	9,998,100	0	11/13/14	0.05
14865	U. S. TREASURY NOTE	AA+	15,000,000	15,018,001	15,016,350	7,184	11/15/14	0.08
14769	FEDERAL HOME LOAN BANK	AA+	7,000,000	6,998,775	7,000,770	1,045	11/18/14	0.10
14807	FEDERAL HOME LOAN BANK	AA+	7,000,000	6,999,799	7,000,980	4,356	11/21/14	0.10
14765	FEDERAL HOM LOAN MTG. CORP	AA+	8,000,000	8,018,793	8,020,880	6,000	11/25/14	0.10
14877	FEDERAL HOM LOAN MTG. CORP	AA+	15,000,000	14,995,683	14,996,250	0	11/26/14	0.06
14810	FEDERAL HOM LOAN MTG. CORP	AA+	6,541,000	6,546,392	6,547,737	1,653	12/05/14	0.11
14899	U. S. TREASURY NOTE	AA+	15,000,000	15,013,979	15,011,700	1,639	12/15/14	0.08
14742	FEDERAL NATIONAL MTG ASSOC.	AA+	10,000,000	10,025,970	10,029,600	2,500	12/19/14	0.12
14809	FEDERAL HOM LOAN MTG. CORP	AA+	4,802,000	4,813,101	4,813,861	167	12/29/14	0.13
14861	U. S. TREASURY NOTE	AA+	25,000,000	25,025,112	25,025,500	28,833	01/15/15	0.08
14825	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,996,609	9,994,100	3,507	03/20/15	0.21
14840	U. S. TREASURY NOTE	AA+	7,000,000	7,125,357	7,126,070	43,989	03/31/15	0.10
14832	FEDERAL HOME LOAN BANK	AA+	7,000,000	6,998,803	6,998,180	1,944	04/10/15	0.16
14854	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	9,993,500	1,806	05/08/15	0.20
14855	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,419	9,993,500	1,806	05/08/15	0.20
14857	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,407	9,995,600	1,632	05/14/15	0.18
14867	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,998,902	9,989,800	938	06/04/15	0.24

CITY OF LONG BEACH  
 INVESTMENT PORTFOLIO  
 As of June 30 2014

INVEST. NO.	SECURITY DESCRIPTION	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
14886	FEDERAL FARM CREDIT BANK	AA+	10,000,000	9,996,424	9,991,700	506	06/17/15	0.22
14889	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	9,997,100	283	06/25/15	0.20
14656	U.S. TREASURY NOTE(Pledged to Consent Agreement)	AA+	3,500,000	3,556,617	3,560,165	178	06/30/15	0.15
14812	FEDERAL HOM LOAN MTG. CORP	AA+	8,000,000	8,006,507	8,006,080	11,533	07/08/15	0.23
14723	FEDERAL HOM LOAN MTG. CORP	AA+	5,000,000	5,000,660	5,002,050	9,167	08/19/15	0.46
14724	FEDERAL HOM LOAN MTG. CORP	AA+	6,000,000	6,000,000	6,002,460	9,750	08/21/15	0.41
14890	FEDERAL FARM CREDIT BANK	AA+	8,000,000	7,997,311	7,995,280	887	09/09/15	0.24
14635	FEDERAL NATIONAL MTG ASSOC.	AA+	7,000,000	7,001,517	7,004,970	7,653	10/09/15	0.42
14885	FEDERAL NATIONAL MTG ASSOC.	AA+	10,000,000	10,174,297	10,170,900	29,340	10/26/15	0.33
14793	FEDERAL HOME LOAN BANK	AA+	6,000,000	6,000,000	6,000,780	63	12/30/15	0.37
14881	FEDERAL FARM CREDIT BANK	AA+	5,000,000	5,004,397	5,003,300	9,078	01/29/16	0.39
14801	FEDERAL HOM LOAN MTG. CORP	AA+	5,000,000	5,000,000	5,002,200	14,875	07/28/16	0.68
14675	FEDERAL NATIONAL MTG ASSOC.	AA+	7,000,000	7,000,000	6,968,430	3,792	08/22/16	0.71
14686	FEDERAL NATIONAL MTG ASSOC.	AA+	7,000,000	7,000,000	6,987,540	12,299	09/06/16	0.63
14690	FEDERAL NATIONAL MTG ASSOC.	AA+	7,000,000	6,991,833	6,987,540	12,299	09/06/16	0.63
14826	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,075,907	10,099,500	29,063	09/28/16	0.68
14837	FEDERAL HOME LOAN BANK	AA+	8,000,000	8,071,173	8,079,600	23,250	09/28/16	0.68
14892	FEDERAL HOME LOAN BANK	AA+	18,000,000	18,173,737	18,179,100	52,313	09/28/16	0.68
14900	U. S. TREASURY NOTE	AA+	5,000,000	5,048,379	5,048,450	12,568	09/30/16	0.57
14643	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	9,996,800	15,644	10/03/16	0.65
14782	FEDERAL NATIONAL MTG ASSOC.	AA+	7,000,000	7,004,595	6,982,850	5,250	11/25/16	0.85
14848	FEDERAL HOM LOAN MTG. CORP	AA+	5,300,000	5,300,000	5,305,777	3,401	11/28/16	0.65
14831	FEDERAL HOME LOAN BANK	AA+	5,300,000	5,300,000	5,300,636	4,932	01/24/17	0.50
14676	FEDERAL NATIONAL MTG ASSOC.	AA+	8,000,000	8,012,500	7,993,280	17,833	03/14/17	0.78
14823	FEDERAL HOME LOAN BANK	AA+	8,000,000	8,072,116	8,083,840	33,944	03/27/17	1.23
14830	FEDERAL HOME LOAN BANK	AA+	7,700,000	7,698,777	7,701,001	7,914	04/17/17	0.50
14847	FEDERAL HOM LOAN MTG. CORP	AA+	5,000,000	5,000,000	5,003,250	8,472	04/28/17	0.98
14846	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,090,275	10,099,000	19,167	05/15/17	1.15
14689	FEDERAL NATIONAL MTG ASSOC.	AA+	4,000,000	3,987,140	3,954,520	3,033	05/22/17	1.10
14681	FEDERAL HOM LOAN MTG. CORP	AA+	10,000,000	10,003,652	9,982,200	43,333	07/25/17	1.06
14827	FEDERAL NATIONAL MTG ASSOC.	AA+	5,000,000	5,013,662	5,021,250	19,861	08/08/17	0.86
14866	FEDERAL NATIONAL MTG ASSOC.	AA+	1,800,000	1,806,630	1,791,108	4,700	09/27/17	1.16
14838	FEDERAL HOME LOAN BANK	AA+	5,000,000	5,000,000	5,007,500	6,354	10/30/17	0.70
	<b>TOTAL INTERMEDIATE PORTFOLIO</b>		<b>509,963,000</b>	<b>511,119,899</b>	<b>511,026,552</b>	<b>760,755</b>	<b>446</b>	<b>0.35</b>

CITY OF LONG BEACH  
INVESTMENT PORTFOLIO  
As of June 30 2014

INVEST. NO.	SECURITY DESCRIPTION	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
14250	WFC Advantage Govt Money Mkt	AA+	364,028	364,028	364,028	245	07/01/14	0.10
14173	FEDERAL HOM LOAN MTG. CORP	AA+	9,950,000	9,961,049	9,971,890	126,863	07/28/14	0.17
14311	FEDERAL HOM LOAN MTG. CORP	AA+	10,000,000	10,003,129	10,012,200	36,389	08/20/14	0.12
14254	FEDERAL NAT MORTG ASSOC	AA+	9,325,000	9,364,411	9,381,789	81,594	09/16/14	0.11
14355	U. S. TREASURY NOTE	AA+	10,200,000	10,204,329	10,212,750	10,730	10/15/14	0.07
14213	FEDERAL FARM CREDIT BANK	AA+	10,700,000	10,710,582	10,761,418	20,285	11/19/14	0.14
14622	U. S. TREASURY NOTE	AA+	4,500,000	4,499,916	4,503,510	492	12/15/14	0.08
14625	U. S. TREASURY NOTE	AA+	2,950,000	2,949,915	2,952,301	322	12/15/14	0.08
14283	U. S. TREASURY NOTE	AA+	11,000,000	11,112,725	11,139,260	103,239	01/31/15	0.09
14169	FEDERAL HOME LOAN BANK	AA+	5,000,000	5,031,217	5,090,750	41,250	03/13/15	0.16
14340	FEDERAL HOME LOAN BANK	AA+	1,000,000	1,013,329	1,018,150	8,250	03/13/15	0.16
14662	FEDERAL HOME LOAN BANK	AA+	1,150,000	1,170,051	1,170,873	9,488	03/13/15	0.16
14401	FEDERAL HOME LOAN BANK	AA+	10,500,000	10,482,952	10,518,480	11,813	03/13/15	0.12
14596	U. S. TREASURY NOTE	AA+	10,550,000	10,557,701	10,573,105	8,323	04/15/15	0.10
14607	FEDERAL HOM LOAN MTG. CORP	AA+	10,400,000	10,414,453	10,429,952	10,689	04/17/15	0.14
14300	FEDERAL NAT MORTG ASSOC	AA+	9,600,000	9,759,986	9,824,928	96,900	07/28/15	0.20
14310	U. S. TREASURY NOTE	AA+	9,950,000	10,057,688	10,121,837	72,632	07/31/15	0.16
14445	FEDERAL FARM CREDIT BANK	AA+	10,900,000	10,893,175	10,935,970	22,315	08/17/15	0.26
14299	FEDERAL HOM LOAN MTG. CORP	AA+	9,425,000	9,527,005	9,595,498	50,856	09/10/15	0.23
14387	FEDERAL NATIONAL MTG ASSOC.	AA+	10,225,000	10,331,269	10,399,745	30,000	10/26/15	0.33
14586	FEDERAL HOME LOAN BANK	AA+	9,925,000	9,940,611	9,947,331	5,652	11/20/15	0.34
14594	FEDERAL HOM LOAN MTG. CORP	AA+	9,000,000	9,604,207	9,607,950	192,375	01/19/16	0.38
14858	U. S. TREASURY NOTE	AA+	10,350,000	10,343,277	10,339,857	8,648	02/29/16	0.31
14356	FEDERAL HOME LOAN BANK	AA+	8,700,000	9,318,930	9,414,270	142,885	03/11/16	0.51
14462	U. S. TREASURY NOTE	AA+	9,875,000	10,166,860	10,200,974	55,850	03/31/16	0.36
14542	FEDERAL NATIONAL MTG ASSOC.	AA+	9,300,000	9,600,291	9,638,520	49,083	04/11/16	0.32
14494	FEDERAL HOM LOAN MTG. CORP	AA+	9,490,000	9,826,833	9,843,123	22,407	05/27/16	0.54
14859	U. S. TREASURY NOTE	AA+	10,400,000	10,440,828	10,431,720	29,986	07/15/16	0.47
14560	U. S. TREASURY NOTE	AA+	11,000,000	11,122,831	11,113,410	36,766	08/31/16	0.52
14416	FEDERAL NATIONAL MTG ASSOC.	AA+	10,500,000	10,500,932	10,654,035	33,906	09/28/16	0.59
14800	FEDERAL HOM LOAN MTG. CORP	AA+	10,200,000	10,228,038	10,266,300	19,090	10/14/16	0.59
14842	U. S. TREASURY NOTE	AA+	10,150,000	10,131,300	10,152,335	8,102	11/15/16	0.62
14523	FEDERAL HOME LOAN BANK	AA+	9,250,000	10,146,484	10,164,178	18,307	12/16/16	0.69
14822	U. S. TREASURY NOTE	AA+	11,400,000	11,450,485	11,450,730	41,608	01/31/17	0.70
14668	FEDERAL FARM CREDIT BANK	AA+	8,500,000	8,507,306	8,465,575	14,273	03/28/17	0.80
14815	FEDERAL NATIONAL MTG ASSOC.	AA+	10,725,000	10,804,146	10,779,054	21,450	04/27/17	0.94
14780	U. S. TREASURY NOTE	AA+	11,800,000	11,748,481	11,721,648	6,247	05/31/17	0.86



CITY OF LONG BEACH  
 INVESTMENT PORTFOLIO  
 As of June 30 2014

INVEST. NO.	SECURITY DESCRIPTION	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
14667	FEDERAL FARM CREDIT BANK	AA+	8,400,000	8,405,609	8,334,564	4,247	06/05/17	0.97
14644	FEDERAL HOME LOAN BANK	AA+	10,600,000	10,691,121	10,635,086	2,944	06/21/17	0.89
14711	FEDERAL HOME LOAN BANK	AA+	950,000	947,437	953,145	264	06/21/17	0.89
14732	FEDERAL HOM LOAN MTG. CORP	AA+	10,750,000	10,693,730	10,756,558	45,688	07/28/17	0.98
14876	U. S. TREASURY NOTE	AA+	7,625,000	7,530,345	7,541,583	15,929	08/31/17	0.98
14735	FEDERAL HOME LOAN BANK	AA+	9,350,000	9,643,155	9,704,739	66,034	09/08/17	1.04
14791	FEDERAL NATIONAL MTG ASSOC.	AA+	11,000,000	10,894,783	10,919,260	17,378	10/26/17	1.10
14835	FEDERAL NATIONAL MTG ASSOC.	AA+	10,600,000	10,469,307	10,520,288	2,834	12/20/17	1.10
14701	FEDERAL NATIONAL MTG ASSOC.	AA+	11,100,000	10,781,247	10,948,263	38,580	02/08/18	1.26
14721	FEDERAL HOME LOAN BANK	AA+	4,345,000	4,318,009	4,358,947	18,587	03/09/18	1.29
14722	FEDERAL HOME LOAN BANK	AA+	5,505,000	5,471,737	5,522,671	23,549	03/09/18	1.29
	<b>LONG TERM PORTFOLIO</b>		418,479,028	422,137,229	423,364,545	1,685,345	674	0.519
14352	Health Savors Loan	NR	1,345,572	1,345,572	1,345,572	572	1757	0.51
	<b>TOTAL PORTFOLIO</b>		1,662,988,996	1,668,545,743	1,669,667,255	3,083,805	360	0.36
	Unrelaized gain/(loss)				1,121,512			