



# CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

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November 18, 2014

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

## RECOMMENDATION:

Receive and file the Investment Report for Quarter Ending September 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 September 30, 2014, these funds had a book value of approximately \$1.587 billion.

Approximately \$719 million of the total investment pool, or approximately 45 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 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 (S&P) rates the City's investment portfolio at AAf with one of the lowest volatility ratings of S1; however, this rating will likely be downgraded in the near future due to the downgrading of United States Treasuries (U.S. Treasuries). The S&P rating is based on a credit-scoring matrix that looks at the underlying rating of the securities in the portfolio and the weighted average life of the securities. The prior downgrade of the U.S. Treasuries long-term debt by S&P from AAA+ to AA+, will have an impact on portfolios that have substantial holdings of U.S. Treasuries. This change in the rating will have no impact on the eligibility of the investment portfolio as an alternative investment of bond proceeds.

**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, 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.

As of September 30, 2014, the City's investment pool market yield was 0.416 percent (annualized) with a weighted average maturity of less than one year. During the quarter, all benchmark indices were, on average, higher than the previous quarter. The following table summarizes the City's investment pool market yield and performance for the quarter ending September 30, 2014:

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

Investment Portfolio Funds	Amount of Funds	Quarter End Values		
		Benchmark Return*	Market Yield*	Over/(Under) Benchmark
Short-Term Pool	\$ 539,793,752	0.02 percent	0.27 percent	0.25 percent
Intermediate-Term Pool	\$ 624,433,570	0.13 percent	0.38 percent	0.25 percent
Long-Term Pool	\$ 423,717,112	0.60 percent	0.64 percent	0.04 percent
Total Pool	\$ 1,587,944,434	0.22 percent	0.41 percent	0.19 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 September 30, 2014, market and book value of the total investment portfolio was approximately \$1.588 billion, a difference of approximately \$0.045 million (unrealized gain) that represents the excess market value of the portfolio over book value on that date.

### **Quarterly Investment Activity**

Over \$118 million in new short-term investment transactions (excluding LAIF transactions) were executed. The weighted average book yield of the total transactions was approximately 0.20 percent (annualized). There were no sales of securities in the short-term portfolio during the quarter.

Over \$174 million in new intermediate-term investment transactions were executed. The weighted average book yield of the total transactions was approximately 0.37 percent (annualized). There were no sales of securities in the intermediate-term portfolio during the quarter.

Over \$52 million in new long-term investment transactions were approved and executed. The weighted average book yield of the total transactions was approximately 0.81 percent (annualized). There were no sales in the long-term portfolio during the quarter. The Health Department paid off the Health Select Auction Variable Rate Securities loan during the quarter. The City's Investment Advisor, Chandler Asset Management, manages the long-term portfolio, excluding the Health Select Auction Variable Rate Securities loan, through activity pre-approved by the City Treasurer or a designated representative before executing trades.

As of September 30, 2014, the City's investment in the State Treasurer's Local Agency Investment Fund (LAIF) pool was approximately \$120.7 million.

### **Investment Strategies**

The City has 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 temporarily benchmarking 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 Linda T. Vu on October 23, 2014 and by Budget Management Officer Victoria Bell on October 24, 2014.

### **TIMING CONSIDERATIONS**

This item is not time critical.

### **FISCAL IMPACT**

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

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



JOHN GROSS  
DIRECTOR OF FINANCIAL MANAGEMENT

JG:DSN:DT  
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ATTACHMENT A – INVESTMENT PORTFOLIO AS OF SEPTEMBER 30, 2014

APPROVED:



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PATRICK H. WEST  
CITY MANAGER

ATTACHMENT A  
CITY OF LONG BEACH  
INVESTMENT PORTFOLIO  
As of September 30, 2014

INVEST. NO.	SECURITY DESCRIPTION	CUSIP	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
	UNION BANK N.A.			94,544,235	94,544,235	94,544,235	0	#VALUE!	0.250
	BANK OF AMERICA			39,548,730	39,548,730	39,548,730	0	01/00/00	0.600
	LOCAL AGENCY INVESTMENT FUND			120,612,696	120,612,696	120,612,696	65,023	10/01/14	0.246
	<b>TOTAL CASH AND EQUIVALENTS</b>			254,705,661	254,705,661	254,705,661	65,023	1.000	0.302
14864	FEDERAL NATIONAL MTG. ASSOC.	313589J95	AA+	15,000,000	14,999,756	15,000,000	0	10/10/14	0.065
14895	U.S. TREASURY NOTES	912828LS7	AA+	10,000,000	10,018,973	10,018,800	99,389	10/31/14	0.142
14896	U.S. TREASURY NOTES	912828RQ5	AA+	20,000,000	20,007,729	20,007,800	28,329	11/15/14	0.063
14860	FEDERAL HOME LOAN BANK	3130A22G0	AA+	10,000,000	9,999,837	9,999,100	2,547	11/20/14	0.135
14872	FEDERAL HOME LOAN BANK	3130A22G0	AA+	20,000,000	19,999,688	19,998,200	5,094	11/20/14	0.135
14917	FEDERAL NATIONAL MTG. ASSOC.	313589T78	AA+	10,000,000	9,998,244	9,999,700	0	12/19/14	0.014
14916	U.S. TREASURY NOTES	912828RZ5	AA+	15,000,000	15,008,923	15,008,850	7,948	01/15/15	0.047
14841	U.S. TREASURY NOTES	912828MH0	AA+	7,000,000	7,050,509	7,050,890	26,535	01/31/15	0.074
14839	U.S. TREASURY NOTES	912828SE1	AA+	10,000,000	10,006,085	10,007,800	3,193	02/15/15	0.042
14853	U.S. TREASURY NOTES	912828SE1	AA+	10,000,000	10,006,218	10,007,800	3,193	02/15/15	0.042
14902	FEDERAL HOME LOAN BANK	313384CK3	AA+	10,000,000	9,995,861	9,999,172	0	02/27/15	0.020
14922	FED. HOME LOAN MTG. ASSOC.	313396CK7	AA+	15,000,000	14,994,413	14,998,758	0	02/27/15	0.020
14852	U.S. TREASURY NOTES	912828MR8	AA+	15,000,000	15,140,862	15,143,550	30,508	02/28/15	0.080
14891	FEDERAL NATIONAL MTG. ASSOC.	3135G0HG1	AA+	12,835,000	12,849,898	12,848,605	2,005	03/16/15	0.145
14893	FED. HOME LOAN MTG. ASSOC.	3137EADD8	AA+	8,000,000	8,016,221	8,017,360	18,222	04/17/15	0.103
14930	FEDERAL HOME LOAN BANK	3130A1PH5	AA+	7,500,000	7,500,567	7,499,475	4,442	04/17/15	0.143
14850	FEDERAL HOME LOAN BANK	3130A1UX4	AA+	15,000,000	14,999,583	14,997,150	7,813	05/01/15	0.157
14936	FEDERAL NATIONAL MTG. ASSOC.	313588JF3	AA+	7,000,000	6,992,976	6,996,360	0	07/17/15	0.065
14887	FEDERAL FARM CREDIT BANK	3133EDNX6	AA+	5,500,000	5,500,000	5,491,310	4,791	12/23/15	0.449
14931	FEDERAL NATIONAL MTG. ASSOC.	3135G0UM3	AA+	10,000,000	10,009,907	10,008,800	5,056	02/26/16	0.457
14897	FED. HOME LOAN MTG. ASSOC.	3134G5BV6	AA+	10,000,000	10,000,000	9,959,300	10,542	07/22/16	0.777
14928	FED. HOME LOAN MTG. ASSOC.	3134G4UC0	AA+	7,000,000	7,008,370	6,996,290	7,836	07/29/16	0.679
14687	FEDERAL NATIONAL MTG. ASSOC.	3135G0YA5	AA+	7,000,000	7,000,000	6,978,580	14,875	12/19/16	0.889
14914	FEDERAL HOME LOAN BANK	3130A2TS5	AA+	10,000,000	10,000,000	9,975,300	2,750	02/28/17	0.403

ATTACHMENT A  
CITY OF LONG BEACH  
INVESTMENT PORTFOLIO  
As of September 30, 2014

INVEST. NO.	SECURITY DESCRIPTION	CUSIP	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
14845	FEDERAL HOME LOAN BANK	3130A1LJ5	AA+	8,000,000	8,055,246	8,066,640	55,250	04/28/17	1.295
14849	FEDERAL HOME LOAN BANK	3130A1U55	AA+	10,000,000	10,018,476	10,012,500	69,375	11/17/17	1.808
	SHORT-TERM TERM PORTFOLIO			284,835,000	285,178,342	285,088,091	409,693	273	0.268
	<b>TOTAL CASH AND SHORT - TERM PORTFOLIO</b>			539,540,661	539,884,003	539,793,752	474,715	144.62	0.284
14878	FEDERAL NATIONAL MTG. ASSOC.	313589K51	AA+	15,000,000	14,999,648	15,000,000	0	10/14/14	0.000
14751	FEDERAL NATIONAL MTG. ASSOC.	31359MWJ8	AA+	8,000,000	8,013,932	8,014,080	170,611	10/15/14	0.392
14898	FEDERAL NATIONAL MTG. ASSOC.	313589M59	AA+	10,000,000	9,999,597	9,999,900	0	10/30/14	0.012
14761	FEDERAL HOME LOAN BANK	3130A0BB5	AA+	7,000,000	6,999,794	7,000,140	3,573	11/04/14	0.104
14752	FEDERAL HOME LOAN BANK	3130A03Q1	AA+	8,000,000	8,000,376	8,001,120	6,720	11/07/14	0.074
14785	U.S. TREASURY BILLS	912796CL1	AA+	10,000,000	9,998,597	9,999,800	0	11/13/14	0.016
14865	U.S. TREASURY NOTES	912828RQ5	AA+	15,000,000	15,005,913	15,005,850	21,247	11/15/14	0.063
14769	FEDERAL HOME LOAN BANK	3130A0C81	AA+	7,000,000	6,999,580	7,000,490	3,233	11/18/14	0.072
14807	FEDERAL HOME LOAN BANK	3130A0QP8	AA+	7,000,000	6,999,928	7,000,070	6,806	11/21/14	0.133
14765	FED. HOME LOAN MTG. ASSOC.	3137EACY3	AA+	8,000,000	8,007,047	8,008,400	21,000	11/25/14	0.062
14877	FED. HOME LOAN MTG. ASSOC.	313397Q87	AA+	15,000,000	14,998,367	14,999,700	0	11/26/14	0.013
14810	FED. HOME LOAN MTG. ASSOC.	3134G3H78	AA+	6,541,000	6,543,241	6,544,271	7,377	12/05/14	0.073
14899	U.S. TREASURY NOTES	912828RV4	AA+	15,000,000	15,006,278	15,005,850	11,066	12/15/14	0.062
14915	U.S. TREASURY NOTES	912828RV4	AA+	15,000,000	15,006,680	15,005,850	11,066	12/15/14	0.062
14742	FEDERAL NATIONAL MTG. ASSOC.	3135G0FY4	AA+	10,000,000	10,012,057	10,013,600	21,250	12/19/14	0.130
14923	FEDERAL NATIONAL MTG. ASSOC.	3135G0FY4	AA+	10,000,000	10,014,574	10,013,600	21,250	12/19/14	0.130
14809	FED. HOME LOAN MTG. ASSOC.	3137EADA4	AA+	4,802,000	4,807,488	4,807,906	7,670	12/29/14	0.127
14861	U.S. TREASURY NOTES	912828RZ5	AA+	25,000,000	25,013,444	25,014,750	13,247	01/15/15	0.047
14911	FEDERAL HOME LOAN BANK	3133XBDM4	AA+	5,190,000	5,278,000	5,277,607	31,500	02/13/15	0.177
14912	FEDERAL HOME LOAN BANK	313384CF4	AA+	8,000,000	7,996,939	7,999,356	0	02/23/15	0.020
14937	FEDERAL NATIONAL MTG. ASSOC.	3135G0HG1	AA+	7,145,000	7,154,074	7,152,574	1,116	03/16/15	0.145
14825	FEDERAL HOME LOAN BANK	3130A1DR6	AA+	10,000,000	9,997,787	9,999,200	382	03/20/15	0.142
14840	U.S. TREASURY NOTES	912828MW7	AA+	7,000,000	7,083,112	7,085,050	481	03/31/15	0.069
14832	FEDERAL HOME LOAN BANK	3130A1NY0	AA+	7,000,000	6,999,189	6,999,300	4,132	04/10/15	0.144
14903	FEDERAL HOME LOAN BANK	3130A2LG9	AA+	10,000,000	9,999,110	9,998,600	2,700	04/10/15	0.147
14910	FEDERAL HOME LOAN BANK	3130A1U97	AA+	10,000,000	9,999,039	10,000,600	5,278	04/29/15	0.115
14854	FEDERAL HOME LOAN BANK	3130A1WS3	AA+	10,000,000	10,000,000	9,999,000	4,931	05/08/15	0.142
14855	FEDERAL HOME LOAN BANK	3130A1WS3	AA+	10,000,000	9,999,589	9,999,000	4,931	05/08/15	0.142
14857	FEDERAL HOME LOAN BANK	3130A1Z43	AA+	10,000,000	9,999,578	9,999,800	4,757	05/14/15	0.128

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As of September 30, 2014

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14867	FEDERAL HOME LOAN BANK	3130A2AV8	AA+	10,000,000	9,999,199	9,995,900	4,063	06/04/15	0.186
14886	FEDERAL FARM CREDIT BANK	3133EDNE8	AA+	10,000,000	9,997,354	9,996,300	3,756	06/17/15	0.182
14889	FEDERAL HOME LOAN BANK	3130A2G83	AA+	10,000,000	10,000,000	9,999,200	4,533	06/25/15	0.181
14656	U.S. TREASURY NOTE(Pledged to Consent Agreement)	912828NL0	AA+	3,500,000	3,542,307	3,546,900	16,585	06/30/15	0.087
14812	FED. HOME LOAN MTG. ASSOC.	3134G4TH1	AA+	8,000,000	8,004,911	8,008,160	5,533	07/08/15	0.168
14934	FED. HOME LOAN MTG. ASSOC.	313396KK8	AA+	7,000,000	6,991,679	6,993,210	0	08/14/15	0.110
14935	FED. HOME LOAN MTG. ASSOC.	3134G3ZA1	AA+	7,700,000	7,722,897	7,722,792	3,529	08/28/15	0.175
14890	FEDERAL FARM CREDIT BANK	3133EDNB4	AA+	8,000,000	7,997,877	8,000,960	929	09/09/15	0.177
14927	FED. HOME LOAN MTG. ASSOC.	3137EACM9	AA+	10,000,000	10,145,445	10,145,800	10,208	09/10/15	0.204
14932	FEDERAL HOME LOAN BANK	3130A33A0	AA+	10,000,000	9,998,743	10,003,100	667	09/18/15	0.168
14938	TIME CD - UNION BANK, N.A.	N A	A+	10,000,000	10,000,000	9,966,283	389	09/23/15	0.544
14635	FEDERAL NATIONAL MTG. ASSOC.	3135G0PR8	AA+	7,000,000	7,000,124	7,000,560	16,053	10/09/15	0.472
14926	FEDERAL NATIONAL MTG. ASSOC.	31359MZC0	AA+	7,555,000	7,880,294	7,882,736	152,412	10/15/15	0.204
14885	FEDERAL NATIONAL MTG. ASSOC.	31398A4M1	AA+	10,000,000	10,141,272	10,150,500	69,965	10/26/15	0.219
14793	FEDERAL HOME LOAN BANK	3130A0GK0	AA+	6,000,000	6,000,000	6,005,460	5,688	12/30/15	0.302
14881	FEDERAL FARM CREDIT BANK	3133ECFV1	AA+	5,000,000	5,003,700	4,990,100	3,703	01/29/16	0.580
14801	FED. HOME LOAN MTG. ASSOC.	3134G4TE8	AA+	5,000,000	5,000,000	4,999,600	6,125	07/28/16	0.704
14675	FEDERAL NATIONAL MTG. ASSOC.	3135G0XC2	AA+	7,000,000	7,000,000	6,974,380	12,542	08/22/16	0.695
14919	FED. HOME LOAN MTG. ASSOC.	3134G5GE9	AA+	5,000,000	5,000,000	4,992,050	2,771	08/26/16	0.654
14686	FEDERAL NATIONAL MTG. ASSOC.	3135G0XR9	AA+	7,000,000	7,000,000	6,990,340	2,674	09/06/16	0.622
14690	FEDERAL NATIONAL MTG. ASSOC.	3135G0XR9	AA+	7,000,000	6,994,833	6,990,340	2,674	09/06/16	0.622
14826	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	10,000,000	10,060,624	10,057,800	938	09/28/16	0.832
14837	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	8,000,000	8,056,843	8,046,240	750	09/28/16	0.832
14892	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	18,000,000	18,138,756	18,104,040	1,688	09/28/16	0.832
14933	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	10,000,000	10,065,083	10,057,800	938	09/28/16	0.832
14900	U.S. TREASURY NOTES	912828RJ1	AA+	5,000,000	5,042,964	5,037,500	137	09/30/16	0.622
14643	FEDERAL HOME LOAN BANK	313382HZ9	AA+	10,000,000	10,000,000	9,995,600	31,644	10/03/16	0.662
14888	FED. HOME LOAN MTG. ASSOC.	3134G5B87	AA+	8,200,000	8,200,000	8,184,912	12,277	10/14/16	0.791
14782	FEDERAL NATIONAL MTG. ASSOC.	3135G0YW7	AA+	7,000,000	7,001,723	7,002,450	18,375	11/25/16	0.734
14848	FED. HOME LOAN MTG. ASSOC.	3134G54J1	AA+	5,300,000	5,300,000	5,297,191	12,676	11/28/16	0.725
14925	FEDERAL HOME LOAN BANK	3130A2TX4	AA+	10,000,000	10,098,554	10,088,400	13,750	02/28/17	1.127
14676	FEDERAL NATIONAL MTG. ASSOC.	3135G0VM2	AA+	8,000,000	8,011,343	7,961,360	2,833	03/14/17	0.949
14823	FEDERAL HOME LOAN BANK	3130A1CR7	AA+	8,000,000	8,047,716	8,053,360	1,444	03/27/17	1.352
14924	FED. HOME LOAN MTG. ASSOC.	3134G5AJ4	AA+	7,000,000	6,995,109	6,981,310	179	03/30/17	1.029
14847	FED. HOME LOAN MTG. ASSOC.	3134G54G7	AA+	5,000,000	5,000,000	4,993,650	20,972	04/28/17	1.050
14846	FEDERAL HOME LOAN BANK	3130A1TY4	AA+	10,000,000	10,064,400	10,071,200	56,667	05/15/17	1.223

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As of September 30, 2014

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14689	FEDERAL NATIONAL MTG. ASSOC.	3135G0XE8	AA+	4,000,000	3,989,956	3,946,360	10,033	05/22/17	1.217
14681	FED. HOME LOAN MTG. ASSOC.	3134G3ZH6	AA+	10,000,000	10,043,572	9,961,400	18,333	07/25/17	1.139
14908	FEDERAL HOME LOAN BANK	3130A2NV4	AA+	6,500,000	6,500,000	6,502,860	8,531	07/28/17	0.734
14827	FEDERAL NATIONAL MTG. ASSOC.	3136G0TC5	AA+	5,000,000	5,010,565	5,013,950	7,361	08/08/17	0.901
14929	FED. HOME LOAN MTG. ASSOC.	3134G5HN8	AA+	5,000,000	5,000,000	4,985,700	347	09/26/17	0.597
14866	FEDERAL NATIONAL MTG. ASSOC.	3136G0C74	AA+	1,800,000	1,805,292	1,802,502	200	09/27/17	0.953
14838	FEDERAL HOME LOAN BANK	3130A1RV2	AA+	5,000,000	5,000,000	5,002,450	15,729	10/30/17	0.734
14904	FED. HOME LOAN MTG. ASSOC.	3134G5CR4	AA+	5,000,000	5,000,000	4,985,400	10,590	10/30/17	1.347
	<b>INTERMEDIATE TERM PORTFOLIO</b>			<b>623,233,000</b>	<b>624,786,091</b>	<b>624,433,570</b>	<b>957,511</b>	<b>392</b>	<b>0.380</b>
14250	WFC Advantage Govt Money Mkt	VP4560000		227,385	227,385	227,385	388	10/01/14	
14355	U.S. TREASURY NOTES	912828RL6	AA+	10,200,000	10,200,572	10,201,224	23,549	10/15/14	0.207
14213	FEDERAL FARM CREDIT BANK	31331KHW3	AA+	10,700,000	10,703,681	10,722,256	63,754	11/19/14	0.096
14622	U.S. TREASURY NOTES	912828RV4	AA+	4,500,000	4,499,962	4,501,755	3,320	12/15/14	0.062
14625	U.S. TREASURY NOTES	912828RV4	AA+	2,950,000	2,949,962	2,951,151	2,176	12/15/14	0.062
14283	U.S. TREASURY NOTES	912828MH0	AA+	11,000,000	11,064,264	11,079,970	41,698	01/31/15	0.074
14340	FEDERAL HOME LOAN BANK	3133XWX95	AA+	1,000,000	1,008,569	1,011,820	1,375	03/13/15	0.138
14401	FEDERAL HOME LOAN BANK	313376ZQ1	AA+	10,500,000	10,489,041	10,511,025	1,969	03/13/15	0.143
14662	FEDERAL HOME LOAN BANK	3133XWX95	AA+	1,150,000	1,162,890	1,163,593	1,581	03/13/15	0.138
14169	FEDERAL HOME LOAN BANK	3133XWX95	AA+	5,000,000	5,020,068	5,059,100	6,875	03/13/15	0.138
14596	U.S. TREASURY NOTES	912828SP6	AA+	10,550,000	10,555,241	10,567,724	18,268	04/15/15	0.064
14607	FED. HOME LOAN MTG. ASSOC.	3137EADD8	AA+	10,400,000	10,409,905	10,422,568	23,689	04/17/15	0.103
14300	FEDERAL NATIONAL MTG. ASSOC.	31398AU34	AA+	9,600,000	9,722,780	9,770,400	39,900	07/28/15	0.227
14310	U.S. TREASURY NOTES	912828NP1	AA+	9,950,000	10,032,606	10,086,017	29,336	07/31/15	0.110
14445	FEDERAL FARM CREDIT BANK	3133EADW5	AA+	10,900,000	10,894,688	10,934,335	7,327	08/17/15	0.192
14299	FED. HOME LOAN MTG. ASSOC.	3137EACM9	AA+	9,425,000	9,505,605	9,562,417	9,621	09/10/15	0.204
14387	FEDERAL NATIONAL MTG. ASSOC.	31398A4M1	AA+	10,225,000	10,311,134	10,378,886	71,540	10/26/15	0.219
14586	FEDERAL HOME LOAN BANK	313380L96	AA+	9,925,000	9,937,795	9,951,401	18,058	11/20/15	0.266
14594	FED. HOME LOAN MTG. ASSOC.	3134A4ZT4	AA+	9,000,000	9,506,754	9,523,260	85,500	01/19/16	0.276
14858	U.S. TREASURY NOTES	912828B82	AA+	10,350,000	10,344,294	10,341,513	2,216	02/29/16	0.308
14356	FEDERAL HOME LOAN BANK	3133XFGT7	AA+	8,700,000	9,227,612	9,302,910	25,979	03/11/16	0.560
14462	U.S. TREASURY NOTES	912828QA1	AA+	9,875,000	10,124,839	10,153,080	610	03/31/16	0.366
14542	FEDERAL NATIONAL MTG. ASSOC.	3135G0BA0	AA+	9,300,000	9,558,062	9,573,420	104,302	04/11/16	0.445
14494	FED. HOME LOAN MTG. ASSOC.	3137EACT4	AA+	9,490,000	9,782,642	9,806,492	81,719	05/27/16	0.478
14859	U.S. TREASURY NOTES	912828VL1	AA+	10,400,000	10,435,786	10,423,920	13,777	07/15/16	0.496



ATTACHMENT A  
CITY OF LONG BEACH  
INVESTMENT PORTFOLIO  
As of September 30, 2014

INVEST. NO.	SECURITY DESCRIPTION	CUSIP	S&P	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MARKET YIELD
14560	U.S. TREASURY NOTES	912828RF9	AA+	11,000,000	11,108,563	11,089,430	9,420	08/31/16	0.573
14416	FEDERAL NATIONAL MTG. ASSOC.	3135G0CM3	AA+	10,500,000	10,500,828	10,624,215	1,094	09/28/16	0.652
14800	FED. HOME LOAN MTG. ASSOC.	3137EADS5	AA+	10,200,000	10,224,972	10,242,942	41,402	10/14/16	0.667
14842	U.S. TREASURY NOTES	912828WF3	AA+	10,150,000	10,133,282	10,137,313	23,961	11/15/16	0.684
14523	FEDERAL HOME LOAN BANK	3133XHZK1	AA+	9,250,000	10,055,316	10,061,040	128,151	12/16/16	0.744
14822	U.S. TREASURY NOTES	912828SC5	AA+	11,400,000	11,445,570	11,421,432	16,806	01/31/17	0.793
14668	FEDERAL FARM CREDIT BANK	3133ECKC7	AA+	8,500,000	8,506,639	8,461,410	460	03/28/17	0.834
14815	FEDERAL NATIONAL MTG. ASSOC.	3135G0JA2	AA+	10,725,000	10,797,135	10,778,840	51,614	04/27/17	0.927
14780	U.S. TREASURY NOTES	912828SY7	AA+	11,800,000	11,752,931	11,697,694	24,785	05/31/17	0.955
14667	FEDERAL FARM CREDIT BANK	3133ECKV5	AA+	8,400,000	8,405,130	8,328,516	18,947	06/05/17	1.023
14644	FEDERAL HOME LOAN BANK	313379DD8	AA+	10,600,000	10,683,457	10,600,106	29,444	06/21/17	1.000
14711	FEDERAL HOME LOAN BANK	313379DD8	AA+	950,000	947,653	950,010	2,639	06/21/17	1.000
14732	FED. HOME LOAN MTG. ASSOC.	3137EADJ5	AA+	10,750,000	10,698,305	10,705,818	18,813	07/28/17	1.148
14876	U.S. TREASURY NOTES	912828TM2	AA+	7,625,000	7,537,871	7,524,350	4,081	08/31/17	1.086
14735	FEDERAL HOME LOAN BANK	313370SZ2	AA+	9,350,000	9,620,153	9,645,554	13,441	09/08/17	1.153
14791	FEDERAL NATIONAL MTG. ASSOC.	3135G0PQ0	AA+	11,000,000	10,902,707	10,895,610	41,441	10/26/17	1.190
14921	FED. HOME LOAN MTG. ASSOC.	3137EABA6	AA+	9,100,000	10,222,560	10,168,431	173,595	11/17/17	1.286
14835	FEDERAL NATIONAL MTG. ASSOC.	3135G0RT2	AA+	10,600,000	10,478,725	10,467,394	26,022	12/20/17	1.272
14909	FED. HOME LOAN MTG. ASSOC.	3137EADN6	AA+	11,000,000	10,807,069	10,785,390	18,104	01/12/18	1.359
14701	FEDERAL NATIONAL MTG. ASSOC.	3135G0TG8	AA+	11,100,000	10,803,365	10,922,844	14,299	02/08/18	1.363
14721	FEDERAL HOME LOAN BANK	313378A43	AA+	4,345,000	4,319,839	4,342,697	3,651	03/09/18	1.391
14722	FEDERAL HOME LOAN BANK	313378A43	AA+	5,505,000	5,473,992	5,502,082	4,626	03/09/18	1.391
14939	FEDERAL NATIONAL MTG. ASSOC.	3135G0WJ8	AA+	10,350,000	10,126,587	10,136,376	32,703	05/21/18	1.459
	<b>LONG TERM PORTFOLIO</b>			419,517,385	423,228,785	423,717,112	1,378,027	672	0.639
	<b>TOTAL PORTFOLIO</b>			1,582,291,046	1,587,898,879	1,587,944,433	2,810,254	390	0.416
	Unrealized gain/(loss)					45,554			