



CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

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May 22, 2012

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Receive and file the Investment Report for Quarter Ending March 31, 2012. (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 March 31, 2012, these funds had a market value of approximately \$1.81 billion, with approximately \$808 million, or approximately 45 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 March 31, 2012, 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 2012 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 0.42 percent (annualized). Book yield represents the return received on the total investment portfolio on an annualized basis.

On March 31, 2012, the City's investment pool market yield was 0.33 percent (annualized). During the quarter, the average short-term benchmark increased five basis points, while the intermediate-term benchmark increased by three basis points. The long-term benchmark increased by one basis point. The following table summarizes the City's investment pool market yield and performance for the quarter ending March 31, 2012:

Investment Portfolio Funds	Amount of Funds	Quarter End Values		
		Benchmark Return**	Weighted Avg Maturity*	Yield**
Short-Term Pool	\$ 664,141,612	0.07 percent	0.34 years	0.37 percent
Intermediate-Term Pool	\$ 730,222,579	0.19 percent	0.78 years	0.25 percent
Long-Term Pool	\$ 419,417,753	0.36 percent	1.80 years	0.41 percent
Total Pool	\$ 1,813,781,944	0.19 percent	0.86 years	0.33 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 March 31, 2012:

SHORT-TERM PORTFOLIO

Month	Amount of Funds Invested	Benchmark vs. Purchase Yield Analysis		
		Benchmark Return*	Purchase Yield**	Over/(Under) Benchmark*
January, 2012	\$ 112,000,000	0.02 percent	0.14 percent	0.12 percentage points
February, 2012	\$ 17,000,000	0.09 percent	0.13 percent	0.05 percentage points
March, 2012	\$ 25,000,000	0.08 percent	0.36 percent	0.28 percentage points
Total Funds	\$ 154,000,000	0.04 percent	0.17 percent	0.14 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 March 31, 2012:

INTERMEDIATE -TERM PORTFOLIO

Month	Amount of Funds Invested	Benchmark vs. Purchase Yield Analysis		
		Benchmark Return*	Purchase Yield**	Over/(Under) Benchmark*
January, 2012	\$ 94,000,000	0.11 percent	0.20 percent	0.09 percentage points
February, 2012	\$ 10,000,000	0.16 percent	0.43 percent	0.27 percentage points
March, 2012	\$ 57,000,000	0.19 percent	0.39 percent	0.20 percentage points
Total Funds	\$ 161,000,000	0.14 percent	0.28 percent	0.14 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 March 31, 2012. 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*
January, 2012	\$ 10,225,000	0.29 percent	0.82 percent	0.53 percentage points
February, 2012	\$ 10,500,000	0.31 percent	0.61 percent	0.30 percentage points
March, 2012	\$ 10,500,000	0.37 percent	1.25 percent	0.88 percentage points
Total Funds	\$ 31,225,000	0.32 percent	0.89 percent	0.57 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 March 31, 2012, the City's investment in the State Treasurer's Local Agency Investment Fund (LAIF) pool was under \$100,000.

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 Charles Parkin on April 24, 2012 and Budget Management Officer Victoria Bell on April 27, 2012.

TIMING CONSIDERATIONS

This item is not time critical.

FISCAL IMPACT

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

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



**JOHN GROSS
DIRECTOR OF FINANCIAL MANAGEMENT**

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ATTACHMENT A – INVESTMENT PORTFOLIO AS OF MARCH 31, 2012

APPROVED:



**PATRICK H. WEST
CITY MANAGER**

ATTACHMENT A
City of Long Beach, CA
Investment Portfolio
As of March 31, 2012

INVEST. NO.	SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MKT YIELD
	UNION BANK N.A.		242,021,692	242,021,692	242,021,692	0	04/01/12	0.60
	BANK OF AMERICA		17,274,663	17,274,663	17,274,663	0	04/01/12	0.35
	LOCAL AGENCY INVESTMENT FUND		98,947	98,947	98,947	103	04/01/12	0.35
	TOTAL CASH AND EQUIVALENTS		259,395,302	259,395,302	259,395,302	103	1	0.58
14083	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,005,987	10,006,250	105,000	04/13/12	0.37
14079	FEDERAL FARM CREDIT BANK	AA+	4,224,000	4,228,822	4,229,280	41,184	04/24/12	0.29
14136	FED. HOME LOAN MTG CORP.	AA+	7,000,000	7,003,586	7,004,375	34,125	04/25/12	0.19
14251	U.S. TREASURY NOTES	AA+	10,000,000	10,006,680	10,007,000	42,033	04/30/12	0.15
14325	U.S. TREASURY BILLS	AA+	20,000,000	19,999,133	20,000,000	0	05/10/12	0.04
14269	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	10,000,000	12,722	05/11/12	0.20
14221	FED. NATIONAL MTG. ASSOC.	AA+	25,000,000	24,994,326	25,000,000	0	05/14/12	0.19
14227	FED. NATIONAL MTG. ASSOC.	AA+	20,000,000	19,995,461	20,000,000	0	05/14/12	0.19
14270	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	10,000,000	8,161	05/15/12	0.13
14274	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,999,853	10,000,000	8,161	05/15/12	0.13
14084	FEDERAL HOME LOAN BANK	AA+	4,680,000	4,709,944	4,710,713	101,660	05/15/12	0.37
14280	FEDERAL HOME LOAN BANK	AA+	15,000,000	14,999,368	15,000,000	14,400	06/07/12	0.16
14324	FED. HOME LOAN MTG CORP.	AA+	9,220,000	9,250,428	9,251,694	47,509	06/15/12	0.08
14373	FEDERAL HOME LOAN BANK	AA+	2,000,000	2,000,103	2,000,000	1,173	07/25/12	0.32
14393	FED. HOME LOAN MTG CORP.	AA+	7,000,000	7,022,968	7,021,875	14,000	07/27/12	0.15
14392	U.S. TREASURY NOTES	AA+	10,000,000	10,012,146	10,009,000	3,261	08/31/12	0.16
14381	U.S. TREASURY NOTES	AA+	10,000,000	10,166,837	10,163,000	35,870	08/31/12	0.20
14323	FEDERAL HOME LOAN BANK	AA+	3,080,000	3,105,294	3,105,988	2,909	09/14/12	0.14
14369	U.S. TREASURY NOTES	AA+	10,000,000	10,057,631	10,055,000	6,352	09/15/12	0.17
14363	U.S. TREASURY NOTES	AA+	10,000,000	10,057,416	10,055,000	6,352	09/15/12	0.17
14346	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,022,685	10,025,000	1,215	09/24/12	0.10
14390	U.S. TREASURY NOTES	AA+	10,000,000	10,014,081	10,011,000	102	09/30/12	0.15
14333	FEDERAL FARM CREDIT BANK	AA+	8,000,000	7,994,307	7,995,527	0	10/01/12	0.11
14375	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	9,994,806	9,993,750	0	10/05/12	0.12
14376	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	9,994,611	9,993,750	0	10/12/12	0.12
14343	FED. HOME LOAN MTG CORP.	AA+	9,755,000	10,000,535	10,001,923	195,506	10/25/12	0.15
14395	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,020,048	10,018,750	20,972	10/30/12	0.18
14364	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,984	10,000,000	8,000	11/07/12	0.20
14368	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,001,079	10,000,000	6,850	11/14/12	0.18
14374	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,002,020	10,000,000	7,389	11/19/12	0.20
14362	U.S. TREASURY NOTES	AA+	8,000,000	8,019,040	8,016,800	13,443	11/30/12	0.18
14341	FEDERAL FARM CREDIT BANK	AA+	4,465,000	4,515,625	4,515,231	26,278	12/07/12	0.23
14367	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,989,000	9,990,467	0	12/21/12	0.13

SHORT - TERM PORTFOLIO										
INVEST. NO.	SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MKT YIELD		
14404	U.S. TREASURY NOTES	AA+	12,000,000	12,044,876	12,042,000	12,569	01/31/13	0.21		
14296	FEDERAL HOME LOAN BANK	AA+	7,500,000	7,500,000	7,500,000	313	03/27/13	0.37		
14385	U.S. TREASURY NOTES	AA+	10,000,000	10,049,529	10,042,000	26,271	04/30/13	0.24		
14224	FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,000,000	7,004,375	12,483	06/13/13	0.55		
14384	U.S. TREASURY NOTES	AA+	10,000,000	10,023,938	10,012,500	6,284	07/30/13	0.28		
14412	FED. NATIONAL MTG. ASSOC.	AA+	11,000,000	11,010,819	11,003,438	26,354	12/06/13	0.73		
14353	FEDERAL FARM CREDIT BANK	AA+	5,000,000	5,000,000	4,989,063	6,593	12/19/13	0.60		
14417	FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,012,518	6,989,063	4,916	08/28/14	0.86		
14410	FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,018,686	6,982,500	18,311	11/21/14	0.83		
	SHORT-TERM PORTFOLIO		403,924,000	404,845,172	404,746,309	878,721	201	0.23		
	SUB TOTAL CASH AND SHORT - TERM PORTFOLIO		663,319,302	664,240,475	664,141,612	878,824	123	0.37		
INTERMEDIATE - TERM PORTFOLIO										
INVEST. NO.	SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MKT YIELD		
13927	FED. NATIONAL MTG. ASSOC.	AA+	15,000,000	15,005,453	15,014,063	125,781	04/20/12	0.10		
14071	FEDERAL FARM CREDIT BANK	AA+	10,000,000	10,011,774	10,012,500	97,500	04/24/12	0.29		
14175	FEDERAL FARM CREDIT BANK	AA+	8,000,000	8,000,000	8,000,000	9,300	04/25/12	0.27		
14176	FEDERAL FARM CREDIT BANK	AA+	8,000,000	8,000,000	8,000,000	9,300	04/25/12	0.27		
14125	U.S. TREASURY NOTES	AA+	20,000,000	20,009,266	20,014,000	84,066	04/30/12	0.15		
14276	FED. NATIONAL MTG. ASSOC.	AA+	8,000,000	7,998,567	8,000,000	0	05/14/12	0.15		
14100	U.S. TREASURY NOTES	AA+	8,000,000	8,009,560	8,012,000	41,703	05/15/12	0.16		
14135	FEDERAL HOME LOAN BANK	AA+	7,000,000	7,006,752	7,008,750	29,094	05/18/12	0.17		
14077	FED. NATIONAL MTG. ASSOC.	AA+	8,000,000	8,046,340	8,050,000	144,083	05/18/12	0.09		
14042	FEDERAL HOME LOAN BANK	AA+	7,000,000	7,011,857	7,015,313	30,212	06/08/12	0.20		
14086	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,015,069	10,021,875	43,160	06/08/12	0.20		
14097	FEDERAL FARM CREDIT BANK	AA+	7,000,000	6,997,202	7,002,188	6,125	06/15/12	0.15		
14098	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,025,762	10,034,375	51,528	06/15/12	0.08		
14330	FED. NATIONAL MTG. ASSOC.	AA+	11,000,000	11,028,163	11,027,500	37,813	06/22/12	0.14		
14116	FED. HOME LOAN MTG CORP.	AA+	6,000,000	6,079,950	6,086,250	64,917	07/15/12	0.15		
14076	FED. HOME LOAN MTG CORP.	AA+	7,000,000	7,014,355	7,021,875	14,000	07/27/12	0.15		
14163	FED. HOME LOAN MTG CORP.	AA+	6,500,000	6,515,127	6,520,313	13,000	07/27/12	0.15		
14141	FED. NATIONAL MTG. ASSOC.	AA+	7,000,000	7,016,545	7,021,875	13,344	07/30/12	0.18		
14159	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,023,274	10,031,250	19,063	07/30/12	0.18		
14162	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,024,106	10,031,250	19,063	07/30/12	0.18		
14241	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,051,633	10,056,250	24,792	08/10/12	0.18		
14278	FEDERAL HOME LOAN BANK	AA+	10,000,000	9,993,578	9,997,733	0	08/15/12	0.06		

ATTACHMENT A
City of Long Beach, CA
Investment Portfolio
As of March 31, 2012

INTERMEDIATE - TERM PORTFOLIO										
INVEST. NO.	SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MKT YIELD		
14222	FEDERAL HOME LOAN BANK	AA+	15,175,000	15,419,579	15,426,336	89,680	08/15/12	0.17		
14099	FEDERAL HOME LOAN BANK	AA+	12,000,000	12,055,455	12,075,000	22,750	08/22/12	0.15		
14285	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	10,003,125	2,322	08/23/12	0.14		
14158	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,061,940	10,084,375	9,444	09/14/12	0.14		
14160	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,172,374	10,190,625	19,444	09/15/12	0.19		
14186	U.S. TREASURY NOTES	AA+	20,000,000	20,093,938	20,110,000	12,704	09/15/12	0.17		
14183	U.S. TREASURY NOTES	AA+	10,000,000	9,999,454	10,011,000	102	09/30/12	0.15		
14370	U.S. TREASURY NOTES	AA+	10,000,000	10,067,671	10,065,000	63,490	10/15/12	0.17		
14087	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	9,987,954	10,018,750	20,972	10/30/12	0.18		
14139	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	9,996,884	10,018,750	20,972	10/30/12	0.18		
14182	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,002,198	10,012,500	20,972	10/30/12	0.28		
14328	FEDERAL HOME LOAN BANK	AA+	5,000,000	4,999,751	5,000,000	3,778	11/15/12	0.20		
14322	U.S. TREASURY NOTES	AA+	10,000,000	10,074,951	10,074,000	52,129	11/15/12	0.19		
14185	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,271,673	10,287,500	174,167	11/19/12	0.20		
14088	FED. HOME LOAN MTG CORP.	AA+	10,000,000	9,977,266	10,015,625	12,604	11/30/12	0.14		
14332	U.S. TREASURY NOTES	AA+	10,000,000	10,068,863	10,065,000	33,197	12/15/12	0.21		
14181	FED. NATIONAL MTG. ASSOC.	AA+	7,000,000	6,991,652	7,010,938	6,781	12/28/12	0.16		
14140	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,052,720	10,087,500	31,319	01/09/13	0.24		
14331	U.S. TREASURY NOTES	AA+	10,000,000	10,095,121	10,091,000	29,087	01/15/13	0.22		
14329	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,100,887	10,100,000	31,250	01/16/13	0.23		
14188	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,284,128	10,300,000	70,000	01/28/13	0.35		
14339	U.S. TREASURY NOTES	AA+	12,000,000	12,385,055	12,381,600	58,764	02/15/13	0.24		
14361	FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,042,452	7,041,563	6,650	02/22/13	0.23		
14335	FED. NATIONAL MTG. ASSOC.	AA+	7,750,000	7,852,359	7,851,719	14,693	02/22/13	0.28		
14344	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,043,857	10,046,875	7,292	02/26/13	0.23		
14205	FEDERAL HOME LOAN BANK	AA+	8,500,000	8,592,845	8,611,563	9,503	03/08/13	0.34		
14337	FED. HOME LOAN MTG CORP.	AA+	7,007,000	7,039,162	7,042,035	438	03/28/13	0.24		
14246	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,000,000	10,000,000	28,125	04/19/13	0.62		
14109	FED. HOME LOAN MTG CORP.	AA+	5,000,000	4,997,076	5,023,438	18,000	04/19/13	0.35		
14237	FEDERAL FARM CREDIT BANK	AA+	10,000,000	9,997,942	10,012,500	16,778	04/29/13	0.28		
14378	U.S. TREASURY NOTES	AA+	15,000,000	15,073,875	15,063,000	39,406	04/30/13	0.24		
14336	FEDERAL HOME LOAN BANK	AA+	7,000,000	7,003,502	7,008,750	10,648	05/03/13	0.25		
14342	FED. NATIONAL MTG. ASSOC.	AA+	6,000,000	6,095,266	6,095,625	42,000	05/07/13	0.30		
14338	U.S. TREASURY NOTES	AA+	7,000,000	7,090,044	7,087,500	36,490	05/15/13	0.26		
14413	U.S. TREASURY NOTES	AA+	8,000,000	8,099,275	8,100,000	41,703	05/15/13	0.26		
14414	U.S. TREASURY NOTES	AA+	7,000,000	7,086,865	7,087,500	36,490	05/15/13	0.27		
14388	U.S. TREASURY NOTES	AA+	10,000,000	10,385,317	10,376,000	137,431	05/15/13	0.26		
14350	FEDERAL FARM CREDIT BANK	AA+	7,000,000	7,000,000	6,995,625	5,542	05/24/13	0.30		
14226	FED HOME LOAN BANK (Pledged to Union Bank - Consent Agreement)	AA+	3,000,000	3,039,614	3,048,750	14,490	06/14/13	0.27		
14226	FEDERAL HOME LOAN BANK	AA+	5,000,000	5,066,024	5,081,250	24,149	06/14/13	0.27		

ATTACHMENT A
City of Long Beach, CA
Investment Portfolio
As of March 31, 2012

INTERMEDIATE - TERM PORTFOLIO										
INVEST. NO.	SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MKT YIELD		
14365	FEDERAL FARM CREDIT BANK	AA+	5,000,000	4,996,934	4,996,875	3,889	06/20/13	0.33		
14382	U.S. TREASURY NOTES	AA+	15,000,000	15,036,123	15,019,500	14,217	06/30/13	0.27		
14377	U.S. TREASURY NOTES	AA+	10,000,000	10,101,293	10,093,000	21,154	07/15/13	0.28		
14372	FEDERAL HOME LOAN BANK	AA+	7,000,000	7,000,000	7,000,000	3,208	07/25/13	0.25		
14383	U.S. TREASURY NOTES	AA+	7,000,000	6,991,745	6,982,500	24	09/30/13	0.29		
14366	FED. NATIONAL MTG. ASSOC.	AA+	5,000,000	5,000,000	5,000,000	12,361	10/03/13	0.50		
14347	FED. NATIONAL MTG. ASSOC.	AA+	12,000,000	12,112,176	12,142,500	64,875	10/08/13	0.34		
14371	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,006,243	10,003,125	22,639	10/18/13	0.48		
14307	FED. NATIONAL MTG. ASSOC.	AA+	5,000,000	5,000,000	5,003,125	13,000	10/25/13	0.56		
14321	FED. HOME LOAN MTG CORP.	AA+	10,000,000	9,999,663	10,003,125	23,833	10/25/13	0.53		
14326	FEDERAL HOME LOAN BANK	AA+	8,000,000	8,000,000	8,000,000	16,744	11/14/13	0.55		
14424	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,000,199	10,003,125	15,625	11/27/13	0.36		
14408	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,040,415	10,037,500	17,014	12/23/13	0.41		
14411	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,037,962	10,037,500	17,014	12/23/13	0.41		
14398	FED. HOME LOAN MTG CORP.	AA+	5,000,000	5,000,000	5,000,000	1,889	02/27/14	0.40		
14409	FEDERAL HOME LOAN BANK	AA+	7,000,000	7,000,000	6,995,625	1,515	03/12/14	0.44		
14420	FEDERAL HOME LOAN BANK	AA+	5,000,000	4,998,279	4,998,438	625	03/21/14	0.47		
14402	FEDERAL FARM CREDIT BANK	AA+	5,000,000	4,991,661	4,971,875	3,114	05/01/14	0.65		
14348	FED. NATIONAL MTG. ASSOC.	AA+	4,950,000	4,949,469	4,963,094	15,950	12/05/14	0.98		
	INTERMEDIATE - TERM PORTFOLIO		725,882,000	729,811,485	730,222,579	2,422,290	286	0.25		
LONG - TERM PORTFOLIO										
INVEST. NO.	SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MKT YIELD		
14250	WFC Advantage Govt Money Mkt	AA+	415,604	415,604	415,604	0	04/01/12	0.00		
13868	FEDERAL FARM CREDIT BANK	AA+	9,840,000	9,847,994	9,852,300	95,940	04/24/12	0.29		
13813	U.S. TREASURY NOTES	AA+	10,000,000	10,001,684	10,015,000	52,129	05/15/12	0.16		
13862	FED. HOME LOAN MTG CORP.	AA+	9,230,000	9,334,870	9,362,681	99,863	07/15/12	0.15		
13824	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,011,348	10,062,500	18,958	08/22/12	0.15		
13781	FED. NATIONAL MTG. ASSOC.	AA+	9,250,000	9,368,746	9,426,328	17,986	09/15/12	0.19		
13893	U.S. TREASURY NOTES	AA+	10,250,000	10,249,837	10,316,625	65,078	10/15/12	0.17		
13775	FEDERAL HOME LOAN BANK	AA+	9,265,000	9,436,541	9,508,206	157,505	11/15/12	0.27		
13864	FEDERAL FARM CREDIT BANK	AA+	9,990,000	10,018,807	10,102,388	58,795	12/07/12	0.23		
13842	U.S. TREASURY NOTES	AA+	10,175,000	10,163,791	10,241,138	33,778	12/15/12	0.21		
13841	FED. HOME LOAN MTG CORP.	AA+	10,165,000	10,152,334	10,253,944	31,836	01/09/13	0.24		
13936	U.S. TREASURY NOTES	AA+	10,600,000	10,594,214	10,696,460	30,832	01/15/13	0.22		
13847	FED. NATIONAL MTG. ASSOC.	AA+	9,700,000	9,860,895	9,981,906	47,860	02/12/13	0.25		
13911	U.S. TREASURY NOTES	AA+	11,000,000	10,985,876	11,110,000	19,114	02/15/13	0.23		

ATTACHMENT A
City of Long Beach, CA
Investment Portfolio
As of March 31, 2012

LONG - TERM PORTFOLIO										
INVEST. NO.	SECURITY DESCRIPTION	S&P RATING	PAR VALUE	BOOK VALUE	MARKET VALUE	ACCRUED INTEREST	MATURITY DATE	MKT YIELD		
13843	FEDERAL FARM CREDIT BANK	AA+	9,920,000	9,930,029	10,044,000	18,807	02/21/13	0.34		
14129	FEDERAL HOME LOAN BANK	AA+	10,000,000	10,061,464	10,134,375	4,965	03/20/13	0.24		
13965	FEDERAL FARM CREDIT BANK	AA+	10,000,000	9,992,440	10,137,500	36,285	06/25/13	0.26		
14142	FED. HOME LOAN MTG CORP.	AA+	9,650,000	10,074,176	10,192,813	4,423	09/27/13	0.33		
14037	FEDERAL FARM CREDIT BANK	AA+	9,350,000	9,761,858	9,837,953	174,111	10/07/13	0.42		
13992	FEDERAL HOME LOAN BANK	AA+	9,500,000	9,825,576	9,975,000	155,925	10/18/13	0.38		
14013	U.S. TREASURY NOTES	AA+	11,000,000	11,203,237	11,305,800	73,934	11/30/13	0.33		
14143	FED. NATIONAL MTG. ASSOC.	AA+	10,500,000	10,411,034	10,572,188	22,531	12/18/13	0.35		
14127	FED. HOME LOAN MTG CORP.	AA+	9,965,000	10,137,543	10,344,916	58,129	01/07/14	0.33		
14128	FED. NATIONAL MTG. ASSOC.	AA+	10,000,000	10,215,577	10,443,750	42,778	02/05/14	0.33		
14168	FEDERAL FARM CREDIT BANK	AA+	10,000,000	10,258,521	10,409,375	118,854	04/17/14	0.61		
14056	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,319,723	10,431,250	109,722	04/23/14	0.40		
14235	U.S. TREASURY NOTES	AA+	10,500,000	10,579,391	10,637,550	39,808	05/15/14	0.38		
14255	FEDERAL HOME LOAN BANK	AA+	9,900,000	10,030,285	10,110,375	46,509	05/28/14	0.39		
14173	FED. HOME LOAN MTG CORP.	AA+	9,950,000	10,292,513	10,568,766	52,238	07/28/14	0.31		
14311	FED. HOME LOAN MTG CORP.	AA+	10,000,000	10,054,857	10,121,875	11,389	08/20/14	0.49		
14254	FED. NATIONAL MTG. ASSOC.	AA+	9,325,000	9,790,047	9,899,070	11,656	09/16/14	0.48		
14355	U.S. TREASURY NOTES	AA+	10,200,000	10,237,858	10,210,200	23,549	10/15/14	0.46		
14213	FEDERAL FARM CREDIT BANK	AA+	10,700,000	10,772,696	10,994,250	63,271	11/19/14	0.57		
14283	U.S. TREASURY NOTES	AA+	11,000,000	11,545,190	11,535,700	41,477	01/31/15	0.52		
14169	FEDERAL HOME LOAN BANK	AA+	5,000,000	5,131,556	5,306,250	6,875	03/13/15	0.65		
14340	FEDERAL HOME LOAN BANK	AA+	1,000,000	1,056,174	1,061,250	1,375	03/13/15	0.65		
14401	FEDERAL HOME LOAN BANK	AA+	10,500,000	10,428,156	10,414,688	6,344	03/13/15	0.65		
14300	FED. NATIONAL MTG. ASSOC.	AA+	9,600,000	10,094,840	10,122,000	39,900	07/28/15	0.72		
14310	U.S. TREASURY NOTES	AA+	9,950,000	10,281,516	10,318,150	29,180	07/31/15	0.63		
14299	FED. HOME LOAN MTG CORP.	AA+	9,425,000	9,719,602	9,737,203	9,621	09/10/15	0.77		
14387	FED. NATIONAL MTG. ASSOC.	AA+	10,225,000	10,512,486	10,531,750	71,539	10/26/15	0.77		
14356	FEDERAL HOME LOAN BANK	AA+	8,700,000	10,140,787	10,143,656	25,979	03/11/16	1.07		
14416	FED. NATIONAL MTG. ASSOC.	AA+	10,500,000	10,501,867	10,559,063	1,094	09/28/16	1.12		
	LONG-TERM PORTFOLIO		406,240,604	413,803,544	417,445,794	2,031,944	656	0.41		
14352	Health Savors Loan	AA+	1,971,959	1,971,959	1,971,959	707	04/22/19	0.43		
	TOTAL ALL PORTFOLIOS		1,797,413,866	1,809,827,463	1,813,781,944	5,333,765	314	0.33		