

# CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

# R-35

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May 13, 2008

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

## RECOMMENDATION:

Receive and file Investment Report for Quarter Ending March 31, 2008. (Citywide)

## DISCUSSION

The Department of Financial Management, City Treasurer's Office, invests City funds in compliance with the California Government Code, Section 53600 et seq., and the City's Investment Policy. As of March 31, 2008, these funds had a market value of approximately \$1.87 billion, with approximately \$707.9 million, or approximately 37.5 percent of funds, maturing within six months, ensuring that sufficient funds are available to meet the City's cash and liquidity needs.

## 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, Assistant City Attorney, Director of Financial Management, City Treasurer, City Controller, and the Financial Officers of the Harbor, Water and Community Development departments, meets quarterly, or as needed, to review investment policies, strategies and performance.

## Rating Section

As of the date of this report, we are pleased to report the City's investment holdings carry the highest credit rating of AAA and the lowest volatility rating of S1 by the Standard & Poor's rating agency (Attachment A). This rating confirms the safety and soundness of the City's invested funds and qualifies the City's own Investment Pool as a viable alternative investment for the proceeds of 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 SAVRS loan) as authorized by the City's Investment Policy and the California Government Code. The City's adopted 2008 Investment Policy divides the City's investment portfolio into a short-term and a long-term portfolio whose benchmarks are the Three-Month Treasury Bill and the Merrill Lynch One-to-Three Year Treasury/Agency Index, respectively. Both 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 4.45 percent. Book yield represents the actual earnings received on the total Investment Portfolio.

At March 31, 2008, the City's investment pool market yield was 3.86 percent compared to 4.44 percent at December 31, 2007. It is important to note that the Federal Open Market Committee ("FOMC") reduced interest rates by 1.50 percentage points during this time period, thereby driving down interest rates on fixed income securities across the board. The following table summarizes Investment Pool market yield performance for the quarter ending March 31, 2008:

Portfolio Funds	Amount of Funds	Quarter End Values		
		Benchmark Return	Weighted Avg Maturity*	Month end Yield**
Short-Term Investment Pool	\$ 758,281,899	1.32 percent	1.01 years	3.30 percent
Long-Term Investment Pool	\$ 1,110,323,933	1.84 percent	2.48 years	4.25 percent
<b>Total Investment Pool</b>	<b>\$ 1,868,605,832</b>	<b>1.63 percent</b>	<b>1.90 years</b>	<b>3.86 percent</b>

\* Weighted Average Maturity assumes securities are not called or sold prior to the actual maturity date. \*\* Market Yield of Portfolio

The following table summarizes the purchase yield of the new investments vs. the average Benchmark Yield in the short-term portfolio by month for the quarter ending March 31, 2008. We are pleased to report that the purchase yield of new investments significantly outperformed the benchmark yields:

**SHORT-TERM PORTFOLIO**

Month	Amount of Funds Invested	Benchmark vs. Purchase Yield Analysis		
		Benchmark Return*	Purchase Yield**	Over/(Under) Benchmark
October 2007	\$ 44,165,000	2.82 percent	3.53 percent	0.71 percentage points
November 2007	\$ 62,844,000	2.16 percent	3.61 percent	1.45 percentage points
December 2007	\$ 62,000,000	1.22 percent	3.12 percent	1.90 percentage points
<b>Total Invested Funds *</b>	<b>\$ 169,009,000</b>	<b>1.99 percent</b>	<b>3.41 percent</b>	<b>1.42 percentage points</b>

\* 91-Day T-Bill and other returns listed are weighted averages for the period. Excludes overnight and short-term investments under 30 days. \*\*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 City's new investments vs. the weighted average Benchmark Yield in the long-term portfolio by month for the quarter ending March 31, 2008. We are pleased to report that the purchase yield of new investments significantly outperformed the benchmark yields:

**LONG-TERM PORTFOLIO**

Month	Amount of Funds Invested	Benchmark vs. Purchase Yield Analysis		
		Benchmark Return*	Purchase Yield**	Over/(Under) Benchmark
October 2007	\$ 59,000,000	2.64 percent	4.39 percent	1.75 percentage points
November 2007	\$ 131,145,000	2.15 percent	3.77 percent	1.62 percentage points
December 2007	\$ 87,260,000	1.84 percent	3.51 percent	1.67 percentage points
Total Invested Funds *	\$ 278,205,000	2.16 percent	3.82 percent	1.66 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.

A complete listing of investment balances, portfolio distribution and performance values can be found in Attachment B.

The City's investment pool consists of all City funds except Subsidence, certain bond proceeds, and special assessment district proceeds. The non-pooled investments are invested separately in accordance with bond indenture provisions or other legal requirements.

Short-Term Investment 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.

Long-Term Investment Strategy

The City will continue to weigh new instruments at the 14-month to 24-month part of the yield curve to meet or exceed the benchmark yield and duration.

Treasury Bureau staff continues to monitor market conditions and market spreads daily in order to take advantage of opportunities to enhance earnings, while at the same time maintaining safety of principal and adequate liquidity.

Cash Management Goals

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

Assistant City Attorney Heather A. Mahood, Budget Management Officer Victoria Bell and the City's Investment Advisory Committee reviewed this matter on April 29, 2008.

TIMING CONSIDERATIONS

This item is not time critical.

FISCAL IMPACT

There is no fiscal impact associated with this action. However, please note that recent and projected interest rate cuts by the Federal Open Market Committee (FOMC) may impact the City's budgeted revenue estimate for portfolio interest earnings. The Treasurer's Office will continue to monitor market conditions accordingly.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



LORI ANN FARRELL  
DIRECTOR OF FINANCIAL MANAGEMENT/CFO

LAF:DN:DT  
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ATTACHMENT

APPROVED:

  
PATRICK H. WEST  
CITY MANAGER



**FUND PROFILE**

March 31, 2008

**City of Long Beach California Investment Pool**



**Credit Quality Ratings Definitions**

**AAAf** The fund's portfolio holdings provide extremely strong protection against losses from credit defaults.

**AAf** The fund's portfolio holdings provide very strong protection against losses from credit defaults.

**Af** The fund's portfolio holdings provide strong protection against losses from credit defaults.

**BBBf** The fund's portfolio holdings provide adequate protection against losses from credit defaults.

**BBf** The fund's portfolio holdings provide uncertain protection against losses from credit defaults.

**Bf** The fund's portfolio holdings exhibit vulnerability to losses from credit defaults.

**CCCf** The fund's portfolio holdings make it extremely vulnerable to losses from credit defaults.

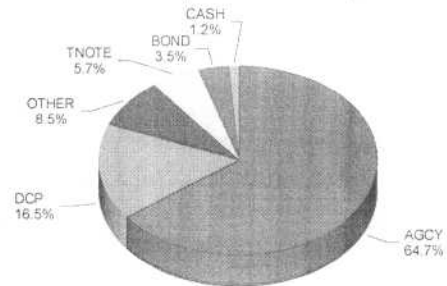
**Plus (+) or Minus (-)**  
The ratings from 'AAf' to 'CCCf' may be modified to show relative standing within the major rating categories.

Credit quality ratings, identified by the 'f' subscript, are assigned to bond funds and other actively managed funds that exhibit variable net asset values. These ratings are current assessments of the overall credit quality of a fund's portfolio. The ratings reflect the level of protection against losses from credit defaults and are based on an analysis of the credit quality of the portfolio investments and the likelihood of counterparty defaults.

**About the Fund**

Fund Rating	<b>AAAf / S1</b>
Fund Type	Variable NAV Government Investment Pool
Investment Adviser	Long Beach
Portfolio Manager	Daniel Thurber
Date Rating Assigned	November 2000
Custodian	Bank of New York Mellon Corp.

Portfolio Composition as of March 31, 2008



AGCY - Agency Fixed Rate; DCP - Commercial Paper; OTHER - Other Securities; TNOTE - US Treasury Note; BOND - Corporate Fixed Rate; CASH - Cash

\*As assessed by Standard & Poor's

**Fund Highlights**

- The City of Long Beach Investment Pool was the first city managed investment pool to receive ratings from Standard & Poor's Fund Services
- The pool's objective is to maximize safety, ensure liquidity and provide an adequate return,

**Management**

The City of Long Beach Pooled Investment Fund is managed by the City Treasurer on behalf of the City and its various municipal constituents. The Treasurer manages over \$1 billion derived from the City's constituents and various municipal entities from tax payments, fees and revenues derived from the Harbor, Water, and Gas Departments, airport, property and sales taxes, bond proceeds, and various other sources. Oversight of the pool is provided by the City Council and Bank of New York provides custodial services and monthly pricing for the investment pool's assets.

**Credit Quality**

The 'AAAf' rating indicates the extremely strong protection the pool's portfolio investments provide against losses from credit defaults. The S1 volatility rating signifies that the pool possesses low sensitivity to changing market conditions given its low risk profile and conservative investment policies. The investment portfolio is normally heavily invested in U.S. government/agency paper, high-grade corporate notes and the remaining assets held in high quality short-term paper. The maximum weighted average maturity (WAM) for the pool is limited to three years, while individual securities can mature out to five years. Investments must comply with both the City's investment policy guidelines and the California Government Code. The City Auditor's Office and City Investment Committee conduct comprehensive reviews of the investment portfolio on

a quarterly basis.

**Portfolio Assets**

The pool's primary objectives are to safeguard investment principal, maintain sufficient liquidity to meet daily and projected cash flow requirements, while maximizing return consistent with safety and liquidity. The investment portfolio, is divided and managed as two segments - a short-term portfolio and a long-term portfolio. This allows the managers to more effectively handle the pool's liquidity needs and maximize yields for moneys which can be invested longer. The short-term portfolio, which typically comprises approximately 30% of the investment portfolio, invests in high quality ('A-1' and 'A-1+' rated) money market type instruments including commercial paper, bankers acceptances, bank deposits, U.S. agencies and Treasuries, and in California's Local Agency Investment Fund. The short-term portfolio is benchmarked to the 91-day U.S. T-bill rate. The long-term portfolio is typically comprised of U.S. Agencies and Treasuries, corporate bonds and medium term notes, longer dated certificates of deposits and is benchmarked to a 1-3 Year Treasury/Agency Index

**Standard & Poor's Analyst:** Guyna Johnson - (1) 312-233-7008

[www.standardandpoors.com](http://www.standardandpoors.com)

*Investors should consider the investment objectives, risks and charges and expenses of the fund before investing. The prospectus which can be obtained from your broker-dealer, contains this and other information about the fund and should be read carefully before investing.*

**Volatility Ratings Definitions**

**S1** Low sensitivity to changing market conditions. Within this category of (S-1) certain funds may be designated with a plus sign (+). This indicates the fund's extremely low sensitivity to changing market conditions.

**S2** Low to moderate sensitivity to changing market conditions.

**S3** Moderate sensitivity to changing market conditions.

**S4** Moderate to high sensitivity to changing market conditions.

**S5** High sensitivity to changing market conditions.

**S6** Highest sensitivity to changing market conditions.

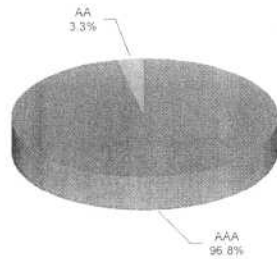
Volatility ratings evaluate the fund's sensitivity to interest rate movements, credit risk, investment diversification or concentration, liquidity, leverage, and other factors.

**Data Bank as of March 31, 2008**

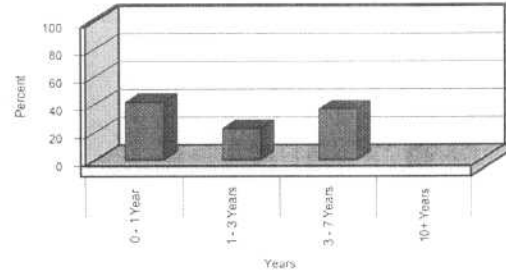
Ticker Symbol..... N/A  
NAV..... \$1.00

Net Assets (millions)..... \$1,868.61  
Inception Date..... N/A

Portfolio Credit Quality as of March 31, 2008 \*



Portfolio Maturity Distribution as of March 31, 2008



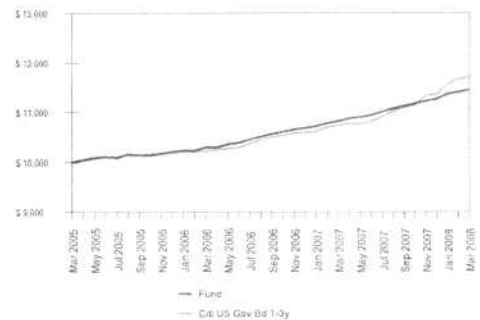
Total Returns as of March 31, 2008. (%)

	Annualized		Cumulative
	Fund	Index *	Fund
Year to Date	NA	NA	1.61
1 Year	5.69	8.99	5.69
3 Years	4.59	5.39	14.40
5 Years	3.36	3.59	17.97

\* Citi US Gov Bd 1-3y

The returns shown above do not reflect the deduction of sales loads or charges. Inclusion of the sales load would reduce the performance shown.

Portfolio Historical Performance Comparison (Growth of \$ 10,000)



The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, which when redeemed, may be worth more or less than their original cost. Current performance data may be lower or higher than the performance data quoted. Performance data current to the most recent month-end may be available by calling the fund at the phone number listed in the 'About the Fund' section on page 1

Top Ten Holdings as of March 31, 2008

	Security	%	Security	%
Not all bond funds have volatility ratings	FHLMC NOTE/BONDS	20.32	LEHMAN HOLDGS CP	4.28
	FHLB NOTES/BONDS	20.19	UBS FINANCE CP	3.21
	L.A.I.F.	8.51	UNION BANK NEG. CDS	2.68
	FFCB NOTES/BONDS	5.92	RABOUSA CP	2.67
	U.S.T. NOTES	5.68	CITICORP FIN CP	2.14

The volatility rating for this fund issued by Standard & Poor's can be found in the 'About the Fund' section on page 1. There is no standard method for determining volatility ratings. The rating is current as of the date of this profile report. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same rating or perform in the future as rated. Not all bond mutual funds have volatility ratings and those that do may have paid for them. The fact that a fund has a rating is not an indication that it is more or less risky or volatile than a fund that does not. The fund or a third party participating the marketing of fund shares paid Standard & Poor's for this rating. Standard & Poor's receives no payment for disseminating ratings, except for subscriptions to its publications

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ATTACHMENT B

**City of Long Beach Asset Holdings**

Month End: 3/31/08

Security Name	Quality Rating	Security (CUSIP)	PAR Value	Book Value	Market Value	Accrued Income	Maturity Date	Market Yield	Effective Duration
<b>CASH &amp; EQUIVALENTS</b>									
Bank Deposits	NA	Total	22,523,477	22,523,477	22,523,477	7,152	1.0	1.22%	0.00
Money Market Funds	NA	Total	83,408	83,408	83,408	33	1.0	1.50%	0.00
L.A.I.F.	NA	Total	159,010,137	159,010,137	159,010,137	157,681	1.0	3.81%	0.00
<b>CASH &amp; EQUIVALENTS</b>		<b>TOTAL</b>	<b>181,617,022</b>	<b>181,617,022</b>	<b>181,617,022</b>	<b>164,866</b>	<b>1.0</b>	<b>3.48%</b>	<b>0.00</b>
<b>POOLED INVESTMENTS (SHORT)</b>									
CITIGROUP FDG INC DI 0.00 07APR2008	A-1+	17307RD76	10,000,000.00	9,990,277.78	9,987,889.82	5,185.18	4/7/08	2.34%	0.02
CITIGROUP FDG INC DI 0.00 08APR2008	A-1+	17307RD84	20,000,000.00	19,979,166.67	19,974,237.34	10,416.66	4/8/08	2.35%	0.02
CITIGROUP FDG INC DI 0.00 09APR2008	A-1+	17307RD92	10,000,000.00	9,988,888.89	9,986,351.24	5,228.76	4/9/08	2.36%	0.02
FEDERAL HOME LN BK C 0.00 16APR2008	GOVT	313384VR7	20,000,000.00	19,880,650.00	19,891,132.05	94,867.95	4/16/08	2.77%	1.04
GENERAL ELEC CAP COR 0.00 01APR2008	A-1	36959HD12	28,000,000.00	27,998,288.89	27,992,306.85	855.55	4/1/08	1.10%	0.00
LEHMAN BROS HLDGS IN 0.00 01APR2008	A-1	52525MD13	30,000,000.00	29,980,180.56	29,978,710.23	18,403.77	4/1/08	1.70%	0.00
LEHMAN BROS HLDGS IN 0.00 02APR2008	A-1	52525MD21	30,000,000.00	29,982,222.22	29,980,608.78	14,222.22	4/2/08	2.13%	0.01
LEHMAN BROS HLDGS IN 0.00 03APR2008	A-1	52525MD39	10,000,000.00	9,989,375.00	9,988,883.19	8,632.81	4/3/08	2.39%	0.01
LEHMAN BROS HLDGS IN 0.00 04APR2008	A-1	52525MD47	10,000,000.00	9,992,055.56	9,991,458.71	5,296.29	4/4/08	2.39%	0.01
RABOBANK USA FINL CO 0.00 10APR2008	A-1+	74977KDA4	10,000,000.00	9,984,986.11	9,982,074.90	8,758.10	4/10/08	2.26%	0.03
RABOBANK USA FINL CORP CPDS	A-1+	74977KD14	30,000,000.00	29,998,000.00	29,991,674.00	1,000.00	4/1/08	1.20%	0.00
RABOBANK USA FINL CORP CPDS	A-1+	74977KDF3	10,000,000.00	9,989,375.00	9,999,335.94	664.06	4/15/08	2.39%	0.04
UBS FIN (DEL) DISC C/P	A-1+	90262CDF1	10,000,000.00	9,987,333.33	9,983,930.33	3,166.67	4/15/08	2.28%	0.04
UBS FIN (DEL) DISC C/P	A-1+	90262CDE4	10,000,000.00	9,988,902.78	9,985,377.95	2,466.05	4/14/08	2.22%	0.04
UBS FIN DEL LLC DISC 0.0 07APR2008	A-1+	90262CD79	10,000,000.00	9,986,944.44	9,984,371.29	8,703.71	4/7/08	2.24%	0.02
UBS FIN DEL LLC DISC 0.00 03APR2008	A-1+	90262CD38	10,000,000.00	9,989,555.56	9,987,461.70	8,601.30	4/3/08	2.21%	0.01
UBS FIN DEL LLC DISC 0.00 25APR2008	A-1+	90262CDR5	10,000,000.00	9,981,333.33	9,977,050.29	2,574.71	4/25/08	2.32%	0.07
UBS FIN DEL LLC DISC 0.00 28APR2008	A-1+	90262CDU8	10,000,000.00	9,975,955.56	9,973,739.90	3,643.10	4/28/08	2.63%	0.08
<b>Commercial Paper - Discount</b>		<b>Total</b>	<b>328,000,000</b>	<b>327,663,492</b>	<b>327,634,639</b>	<b>258,250.69</b>	<b>6.2</b>	<b>1.72%</b>	<b>0.08</b>
UNION BK CALIF N A TREAS 02APR2008	A-1	90531CJV5	10,000,000.00	10,000,000.00	9,999,791.00	7,333.30	4/2/08	2.40%	0.01
UNION BK CALIF N A TREAS 04APR2008	A-1	90531CJL7	15,000,000.00	15,000,000.00	14,999,869.50	20,250.00	4/4/08	2.70%	0.01
UNION BK CALIF N A TREAS 15APR2008	A-1	90531CJW3	10,000,000.00	10,000,000.00	9,998,972.00	7,730.50	4/15/08	2.53%	0.04
UNION BK CALIF N A TREAS 18APR2008	A-1	90531CJM5	15,000,000.00	15,000,000.00	14,999,412.00	20,250.00	4/18/08	2.70%	0.05
<b>Negotiable Certificate of Deposits</b>		<b>Total</b>	<b>50,000,000</b>	<b>50,000,000</b>	<b>49,998,045</b>	<b>55,564</b>	<b>10.0</b>	<b>0.00%</b>	<b>0.03</b>

ATTACHMENT B

City of Long Beach Asset Holdings

Month End: 3/31/08

Security Name	Quality Rating	Security (CUSIP)	PAR Value	Book Value	Market Value	Accrued Income	Maturity Date	Market Yield	Effective Duration
FEDERAL FARM CR BKS 3.75 28JAN2010	GOVT	31331YQE3	10,000,000.00	9,990,625.00	10,012,500.00	65,625.00	1/28/10	3.75%	0.12
FEDERAL FARM CR BKS 3.87 28JUL2010	GOVT	31331YQG8	4,165,000.00	4,165,000.00	4,170,206.25	28,207.46	7/28/10	3.87%	0.15
FEDERAL HOME LN MTG C 3.5 01APR2008	GOVT	3128X03N7	5,000,000.00	4,900,800.00	5,000,000.00	87,500.00	4/1/08	3.50%	0.00
FEDERAL HOME LN MTG C 5.0 23JUL2008	GOVT	3128X4YE5	5,000,000.00	4,988,750.00	5,039,650.00	47,222.20	7/23/08	4.96%	0.31
FEDERAL HOME LN MTG 5.5 01MAY2012	GOVT	3128X54V7	10,000,000.00	9,996,875.00	10,028,500.00	229,166.60	5/1/12	5.48%	0.08
FEDERAL HOME LN MTG 5.25 06OCT2011	GOVT	3128X5LP1	5,000,000.00	4,992,700.00	5,065,625.00	127,604.15	10/6/11	5.18%	0.49
FEDERAL HOME LN MTG 4.25 06MAR2013	GOVT	3128X62G0	7,000,000.00	6,991,250.00	7,024,570.00	20,659.66	3/6/13	4.24%	0.88
FEDERAL HOME LN MTG C 3.5 15AUG2011	GOVT	3128X62J4	7,000,000.00	6,975,500.00	7,031,857.00	31,305.54	8/15/11	3.48%	0.83
FEDERAL HOME LN MTG 5.19 04JUN2010	GOVT	3128X6AF3	7,000,000.00	7,041,370.00	7,137,690.00	118,072.50	6/4/10	5.09%	0.66
FEDERAL HOME LN MTG C 5.7 12JUN2012	GOVT	3128X6BP0	17,000,000.00	16,972,000.00	17,120,530.00	293,391.61	6/12/12	5.66%	0.20
FEDERAL HOME LN MTG 5.875 09JUL2012	GOVT	3128X6GG5	10,000,000.00	10,120,000.00	10,079,800.00	133,819.40	7/9/12	5.83%	0.27
FEDERAL HOME LN MTG C 5.0 09JAN2013	GOVT	3128X6XY7	10,000,000.00	10,016,000.00	10,006,100.00	113,888.80	1/9/13	5.00%	0.02
FEDERAL HOME LN BKS 4.9 24JUL2008	GOVT	3133XEEH8	6,000,000.00	5,978,040.00	6,046,875.00	54,716.64	7/24/08	4.86%	0.31
FEDERAL HOME LN BKS 5.125 24OCT2011	GOVT	3133XMJD4	5,000,000.00	5,000,000.00	5,009,375.00	111,753.45	10/24/11	5.12%	0.08
FEDERAL HOME LN BKS 4.7 09OCT2008	GOVT	3133XMKW0	7,000,000.00	7,000,000.00	7,004,375.00	157,188.85	10/9/08	4.70%	0.02
FEDERAL HOME LN BKS 4.875 03NOV2011	GOVT	3133XMS77	10,000,000.00	10,000,000.00	10,159,375.00	203,125.00	11/3/11	4.80%	0.61
FEDERAL HOME LN BKS 4.625 13NOV2009	GOVT	3133XMW64	7,000,000.00	7,000,000.00	7,019,687.50	149,843.75	11/13/09	4.61%	0.12
FEDERAL HOME LN BKS 5.1 19NOV2012	GOVT	3133XNAD1	7,000,000.00	7,000,000.00	7,026,250.00	130,900.00	11/19/12	5.08%	0.13
FEDERAL HOME LN BKS 5.0 06DEC2012	GOVT	3133XNJD5	8,000,000.00	8,000,000.00	8,032,500.00	127,777.76	12/6/12	4.98%	0.47
FEDERAL HOME LN BKS 4.7 25JAN2013	GOVT	3133XNXY0	10,000,000.00	10,004,000.00	10,015,625.00	86,166.60	1/25/13	4.69%	0.32
FEDERAL HOME LN BKS 4.25 18JAN2011	GOVT	3133XNYJ2	5,000,000.00	5,006,000.00	5,004,687.50	43,090.25	1/18/11	4.25%	0.06
FEDERAL NATL MTG ASS 4.2 16JUN2008	GOVT	31359MD26	5,000,000.00	4,932,800.00	5,017,187.50	61,250.00	6/16/08	4.19%	0.21
FEDERAL NATL MTG ASS 5.75 09JUN2011	GOVT	31359MP80	10,000,000.00	10,061,600.00	10,056,250.00	178,888.80	6/9/11	5.72%	0.19
FEDERAL NATL MTG ASS 5.16 24FEB2011	GOVT	3136F7UX3	5,000,000.00	4,939,800.00	5,117,187.50	26,516.65	2/24/11	5.04%	0.87
FEDERAL NATL MTG ASSN 5.3 01NOV2012	GOVT	3136F8US2	7,700,000.00	7,700,000.00	7,719,250.00	170,041.64	11/1/12	5.29%	0.08
FEDERAL NATL MTG ASSN 5.0 12DEC2012	GOVT	3136F8YM1	10,000,000.00	10,045,000.00	10,056,250.00	151,388.80	12/12/12	4.97%	0.20
FEDERAL NATL MTG ASSN 5.0 27JUN2012	GOVT	3136F8ZS7	6,990,000.00	6,990,000.00	7,038,056.25	91,258.29	6/27/12	4.97%	0.24
FEDERAL NATL MTG ASS 3.75 22JUL2009	GOVT	31398ALM2	5,844,000.00	5,853,116.64	5,849,478.75	42,003.75	7/22/09	3.75%	0.06
FEDERAL NATL MTG ASS 3.55 08FEB2011	GOVT	31398AMU3	10,000,000.00	9,982,500.00	10,012,500.00	52,263.80	2/8/11	3.55%	0.53
FEDERAL NATL MTG ASS 3.25 08FEB2010	GOVT	31398AMY5	10,000,000.00	10,000,000.00	10,012,500.00	47,847.20	2/8/10	3.25%	0.26
<b>U.S. Agencies</b>		<b>Total</b>	<b>232,699,000</b>	<b>232,643,727</b>	<b>233,914,438</b>	<b>3,182,484</b>	<b>1,162.7</b>	<b>4.73%</b>	<b>0.29</b>
TOYOTA MTR CR CORP ME 4.8 06OCT2008	AAA	89233PL20	15,000,000.00	15,000,000.00	15,115,800.00	351,999.90	10/6/08	4.76%	0.49
<b>Corporate Notes</b>		<b>Total</b>	<b>15,000,000</b>	<b>15,000,000</b>	<b>15,115,800</b>	<b>352,000</b>	<b>189.0</b>	<b>4.76%</b>	<b>0.49</b>
<b>POOLED INVESTMENTS (SHORT)</b>		<b>TOTAL</b>	<b>575,699,000</b>	<b>575,307,218</b>	<b>576,664,877</b>	<b>3,792,735</b>	<b>484.3</b>	<b>3.25%</b>	<b>0.18</b>
<b>SHORT TERM FUNDS</b>		<b>TOTAL</b>	<b>757,316,022</b>	<b>756,924,240</b>	<b>758,281,899</b>	<b>3,957,601</b>	<b>369.0</b>	<b>3.30%</b>	<b>0.14</b>



ATTACHMENT B

City of Long Beach Asset Holdings

Month End: 3/31/08

Security Name	Quality Rating	Security (CUSIP)	PAR Value	Book Value	Market Value	Accrued Income	Maturity Date	Market Yield	Effective Duration
<b>POOLED INVESTMENTS (LONG TERM)</b>									
							1.01		
FEDERAL FARM CR BKS C 4.3 11AUG2008	GOVT	31331S2S1	5,000,000	5,000,000.00	5,032,812.50	29,861.10	8/11/08	4.27%	0.36
FEDERAL FARM CR BKS C 3.3 05NOV2008	GOVT	31331SFP3	10,000,000	9,790,000.00	10,056,250.00	133,833.30	11/5/08	3.28%	0.58
FEDERAL FARM CR BKS C 3.7 29DEC2008	GOVT	31331SKS1	5,000,000	4,905,350.00	5,051,562.50	47,277.75	12/29/08	3.66%	0.73
FEDERAL FARM CR BKS 3.75 15JAN2009	GOVT	31331SNF6	11,990,000	11,852,016.00	12,124,887.50	94,920.75	1/15/09	3.34%	0.77
FEDERAL FARM CR BKS 4.125 17JUL2009	GOVT	31331SQ89	5,000,000	4,993,100.00	5,118,750.00	42,395.80	7/19/09	4.03%	1.25
FEDERAL FARM CR BKS 3.9 24FEB2009	GOVT	31331SQN6	5,000,000	4,918,603.36	5,070,312.50	20,041.65	2/24/09	3.85%	0.88
FEDERAL FARM CR BKS 3.93 02JUN2008	GOVT	31331SYP2	1,015,000	1,006,321.75	1,017,537.50	13,185.69	6/2/08	3.92%	0.17
FEDERAL FARM CR BKS 5.25 22MAR2012	GOVT	31331XTG7	5,740,000	5,735,515.63	5,826,100.00	7,533.75	3/22/12	5.17%	0.47
FEDERAL FARM CR BKS 4.875 05DEC2012	GOVT	31331YGL8	5,000,000	5,000,000.00	5,067,187.50	78,541.65	12/5/12	4.81%	1.03
FEDERAL FARM CR BKS 4.55 04JAN2010	GOVT	31331YLM0	5,000,000	5,000,000.00	5,001,562.50	54,979.15	1/4/10	4.55%	0.70
FEDERAL FARM CR BKS 4.65 17JAN2012	GOVT	31331YMN7	10,000,000	10,000,000.00	10,012,500.00	95,583.30	1/17/12	4.64%	0.05
FEDERAL FARM CR BKS C 3.5 05AUG2010	GOVT	31331YRF9	10,000,000	10,000,000.00	10,012,500.00	54,444.40	8/5/10	3.50%	0.46
FEDERAL FARM CR BKS 3.25 10MAR2011	GOVT	31331YVVW6	7,000,000	6,998,359.38	7,043,750.00	13,270.81	3/10/11	3.23%	1.39
FEDERAL FARM CR BKS C 3.6 18MAR2011	GOVT	31331YYB0	10,000,000	9,995,000.00	10,025,000.00	13,000.00	3/18/11	3.59%	0.82
FEDERAL HOME LN BKS 3.375 21JUL2008	GOVT	31339YVV1	5,000,000	4,873,850.00	5,014,062.50	32,812.50	7/21/08	3.37%	0.30
FEDERAL HOME LN BKS 3.75 15AUG2008	GOVT	3133X0LJ6	1,925,000	1,885,479.75	1,934,625.00	9,223.95	8/15/08	3.73%	0.37
FEDERAL HOME LN BKS 3.5 13FEB2009	GOVT	3133X3YY3	4,105,000	3,999,542.55	4,147,332.81	18,358.46	2/13/09	3.46%	0.85
FEDERAL HOME LN BKS 3.85 20OCT2009	GOVT	3133X5KS6	5,000,000	4,918,850.00	5,004,687.50	86,090.25	10/20/09	3.85%	0.05
FEDERAL HOME LN BKS 3.85 23OCT2009	GOVT	3133X5RT7	2,980,000	2,931,455.80	2,982,793.75	50,353.72	10/23/09	3.85%	0.10
FEDERAL HOME LN BKS 4.125 APR 18 08	GOVT	3133XBJQ9	5,000,000	4,937,415.20	5,004,687.50	93,385.40	4/18/08	4.12%	0.05
FEDERAL HOME LN BKS 4.25 16MAY2008	GOVT	3133XBSD8	8,510,000	8,419,028.10	8,528,615.63	135,628.13	5/16/08	4.24%	0.12
FEDERAL HOME LN BKS 4.375 03OCT2008	GOVT	3133XDBY6	7,000,000	6,892,830.00	7,063,437.50	151,423.58	10/3/08	4.34%	0.49
FEDERAL HOME LN BKS 5.125 16APR2008	GOVT	3133XH3B6	7,000,000	6,995,100.00	7,008,750.00	164,427.06	4/16/08	5.12%	0.04
FEDERAL HOME LN BKS 5.45 17OCT2011	GOVT	3133XH4Q2	2,415,000	2,423,452.50	2,458,017.19	59,959.06	10/17/11	5.35%	0.53
FEDERAL HOME LN BKS 5.45 09FEB2009	GOVT	3133XHNL2	6,000,000	5,997,600.00	6,108,750.00	129,499.98	11/3/09	5.16%	0.57
FEDERAL HOME LN BKS 5.5 21NOV2011	GOVT	3133XHP89	5,000,000	5,022,000.00	5,106,250.00	99,305.55	11/21/11	5.39%	0.62
FEDERAL HOME LN BKS 5.33 03NOV2011	GOVT	3133XHPK2	12,000,000	12,024,850.00	12,225,000.00	262,946.64	11/3/11	5.23%	0.57
FEDERAL HOME LN BKS 5.45 21NOV2011	GOVT	3133XHV66	16,350,000	16,398,539.06	16,426,640.63	321,776.99	11/21/11	5.42%	0.14
FEDERAL HOME LN BKS 5.075 30DEC2009	GOVT	3133XJD47	5,000,000	5,000,000.00	5,035,937.50	64,142.35	12/30/09	5.04%	0.25
FEDERAL HOME LN BKS 5.25 23JAN2012	GOVT	3133XJLH9	8,000,000	7,968,000.00	8,202,500.00	79,333.28	1/23/12	5.12%	0.82
FEDERAL HOME LN BKS 5.25 09FEB2012	GOVT	3133XJSQ2	6,000,000	6,008,040.00	6,170,625.00	47,233.32	2/9/12	5.30%	0.86
FEDERAL HOME LN BKS 5.28 27APR2012	GOVT	3133XKEX9	4,330,000	4,320,474.00	4,408,481.25	97,800.24	4/27/12	5.19%	0.57
FEDERAL HOME LN BKS 5.25 30APR2010	GOVT	3133XKLR4	7,000,000	6,999,453.13	7,017,500.00	154,145.81	4/30/10	5.24%	0.08
FEDERAL HOME LN BKS 5.375 21MAY2012	GOVT	3133XKVM4	7,845,000	7,820,680.50	8,006,803.13	152,269.25	5/21/12	5.27%	0.63
FEDERAL HOME LN BKS 5.125 05AUG2009	GOVT	3133XLUM3	5,000,000	5,051,300.00	5,189,062.50	39,861.10	8/5/09	4.94%	1.29
FEDERAL HOME LN BKS 4.375 22OCT2010	GOVT	3133XMES6	7,000,000	6,976,270.00	7,325,937.50	135,260.37	10/22/10	4.18%	2.38
FEDERAL HOME LN BKS 5.25 16OCT2012	GOVT	3133XMG70	7,000,000	7,000,000.00	7,115,937.50	168,437.50	10/16/12	5.16%	0.52
FEDERAL HOME LN BKS 5.02 22OCT2012	GOVT	3133XMKS9	5,000,000	5,000,000.00	5,206,250.00	110,858.30	10/22/12	4.82%	1.69
FEDERAL HOME LN BKS 5.25 23OCT2012	GOVT	3133XMMN8	5,000,000	5,000,000.00	5,145,312.50	115,208.30	10/23/12	5.10%	1.16
FEDERAL HOME LN BKS 5.05 01NOV2012	GOVT	3133XMR52	8,000,000	8,060,000.00	8,242,500.00	168,333.28	11/1/12	4.90%	1.17
FEDERAL HOME LN BKS 4.25 20NOV2009	GOVT	3133XMSQ5	7,000,000	6,998,810.00	7,223,125.00	125,611.08	11/20/09	4.12%	1.55

## ATTACHMENT B

## City of Long Beach Asset Holdings

Month End: 3/31/08

Security Name	Quality Rating	Security (CUSIP)	PAR Value	Book Value	Market Value	Accrued Income	Maturity Date	Market Yield	Effective Duration
FEDERAL HOME LN BKS 4.875 27NOV2012	GOVT	3133XNBB4	7,000,000	7,000,000.00	7,282,187.50	117,541.62	11/27/12	4.69%	1.86
FEDERAL HOME LN BKS 4.75 27NOV2012	GOVT	3133XNCG2	7,000,000	7,000,000.00	7,196,875.00	114,527.77	11/27/12	4.62%	1.38
FEDERAL HOME LN BKS 4.52 04DEC2012	GOVT	3133XNKE8	7,000,000	6,997,812.50	7,179,375.00	102,830.00	12/4/12	4.41%	1.51
FEDERAL HOME LN BKS 4.375 07OCT2011	GOVT	3133XNWF2	10,000,000	10,000,000.00	10,115,625.00	102,083.30	10/7/11	4.32%	0.61
FEDERAL HOME LN BKS 4.7 01FEB2013	GOVT	3133XNZ77	10,000,000	10,000,000.00	10,018,750.00	78,333.30	2/1/13	4.69%	0.46
FEDERAL HOME LN BKS 3.75 28JAN2011	GOVT	3133XP3G7	6,000,000	6,046,020.00	6,061,875.00	39,375.00	1/28/11	3.71%	1.04
FEDERAL HOME LN BKS 4.2 28JAN2013	GOVT	3133XP4T8	10,000,000	10,000,000.00	10,150,000.00	73,500.00	1/28/13	4.14%	1.36
FEDERAL HOME LN BKS 3.75 15FEB2011	GOVT	3133XP7H1	10,000,000	10,000,000.00	10,046,875.00	47,916.60	2/15/11	3.73%	0.59
FEDERAL HOME LN BKS 3.625 08FEB2011	GOVT	3133XPAL8	8,000,000	7,998,000.00	8,010,000.00	42,694.40	2/8/11	3.62%	0.56
FEDERAL HOME LN BKS 0.00 08FEB2013	GOVT	3133XPEV2	7,000,000	7,000,000.00	7,013,125.00	41,222.22	2/8/13	0.00%	0.45
FEDERAL HOME LN BKS 4.45 12FEB2013	GOVT	3133XPH49	5,505,000	5,505,000.00	5,518,762.50	33,343.45	2/12/13	4.44%	0.51
FEDERAL HOME LN BKS 4.125 22FEB2013	GOVT	3133XPLU6	10,000,000	10,000,000.00	10,068,750.00	44,687.50	2/22/13	4.10%	0.87
FEDERAL HOME LN BKS 3.75 22FEB2012	GOVT	3133XPRJ5	10,000,000	9,975,000.00	10,065,625.00	40,625.00	2/22/12	3.73%	0.72
FEDERAL HOME LN BKS 4.25 18MAR2013	GOVT	3133XQG62	10,000,000	10,000,000.00	10,040,625.00	15,347.20	3/18/13	4.23%	0.99
FEDERAL HOME LN MTG C 3.5 01APR2008	GOVT	3128X03N7	8,000,000	7,842,240.00	8,000,000.00	140,000.00	4/1/08	3.50%	0.00
FEDERAL HOME LN MTG 3.755 18MAR2009	GOVT	3128X2P90	5,000,000	4,940,274.00	5,067,187.50	6,779.85	3/18/09	3.71%	0.94
FEDERAL HOME LN MTG 3.625 03FEB2009	GOVT	3128X2QF5	5,350,000	5,266,914.50	5,408,957.00	31,245.44	2/3/09	3.59%	0.82
FEDERAL HOME LN MTG 3.63 09MAY2008	GOVT	3128X3G31	7,670,000	7,554,950.00	7,679,587.50	109,821.59	5/9/08	3.63%	0.10
FEDERAL HOME LN MTG 4.125 01SEP2009	GOVT	3128X3VA8	3,000,000	2,974,380.00	3,077,460.00	10,312.50	9/1/09	4.02%	1.37
FEDERAL HOME LN MTG C 4.3 05MAY2008	GOVT	3128X4AS0	8,000,000	7,923,440.00	8,013,920.00	139,511.04	5/5/08	4.29%	0.09
FEDERAL HOME LN MTG 4.25 23JUN2008	GOVT	3128X4DA6	4,700,000	4,640,357.00	4,719,317.00	54,376.37	6/23/08	4.23%	0.23
FEDERAL HOME LN MTG C 4.5 04AUG2008	GOVT	3128X4FF3	2,135,000	2,115,315.30	2,149,987.70	15,211.88	8/4/08	4.47%	0.34
FEDERAL HOME LN MTG 5.25 24FEB2011	GOVT	3128X4N56	5,000,000	4,938,900.00	5,115,700.00	26,979.15	2/24/11	5.13%	0.87
FEDERAL HOME LN MTG C 4.9 03NOV2008	GOVT	3128X4ST9	10,000,000	9,990,500.00	10,152,900.00	201,444.40	11/3/08	4.83%	0.57
FEDERAL HOME LN MTG 5.25 03APR2012	GOVT	3128X52N7	7,000,000	6,998,906.25	7,186,690.00	181,708.31	4/3/12	5.11%	1.04
FEDERAL HOME LN MTG 5 28MAY2010	GOVT	3128X56P8	10,000,000	10,000,000.00	10,310,937.50	170,833.30	5/28/10	4.85%	1.12
FEDERAL HOME LN MTG 5.75 23MAY2011	GOVT	3128X5AD0	5,000,000	4,986,500.00	5,017,968.75	102,222.20	5/23/11	5.73%	0.14
FEDERAL HOME LN MTG C 6.0 18JUL2011	GOVT	3128X5ER5	10,000,000	10,000,000.00	10,108,100.00	121,666.60	7/18/11	5.94%	0.29
FEDERAL HOME LN MTG 5.75 20JUL2011	GOVT	3128X5EX2	5,000,000	5,000,000.00	5,206,650.00	56,701.35	7/20/11	5.52%	1.26
FEDERAL HOME LN MTG 5.75 11AUG2011	GOVT	3128X5FW3	10,000,000	10,021,745.00	10,125,500.00	79,861.10	8/11/11	5.68%	0.36
FEDERAL HOME LN MTG 5.41 28AUG2009	GOVT	3128X5HN1	5,000,000	5,000,000.00	5,063,350.00	24,795.80	8/28/09	5.34%	0.41
FEDERAL HOME LN MTG 5.45 02SEP2011	GOVT	3128X5JJ8	22,000,000	22,026,458.61	22,293,260.00	96,585.94	9/2/11	5.38%	0.41
FEDERAL HOME LN MTG 5.125 24NOV2010	GOVT	3128X5PV4	13,000,000	12,998,437.50	13,222,430.00	235,038.18	11/24/10	5.04%	0.63
FEDERAL HOME LN MTG 5.25 15MAR2012	GOVT	3128X5R75	14,000,000	13,972,280.00	14,164,500.00	32,666.62	3/15/12	5.19%	0.45
FEDERAL HOME LN MTG C 5.3 09JAN2012	GOVT	3128X5WL8	10,000,000	10,000,000.00	10,217,400.00	120,722.20	1/9/12	5.19%	0.78
FEDERAL HOME LN MTG 5.5 15FEB2012	GOVT	3128X5YX0	5,000,000	5,000,000.00	5,062,900.00	35,138.85	2/15/12	5.43%	0.37
FEDERAL HOME LN MTG 5.19 04JUN2010	GOVT	3128X6AF3	10,000,000	10,000,000.00	10,196,700.00	168,675.00	6/4/10	5.09%	0.66
FEDERAL HOME LN MTG 5.25 10SEP2010	GOVT	3128X6LG9	10,000,000	10,000,000.00	10,126,100.00	30,625.00	9/10/10	5.18%	0.44
FEDERAL HOME LN MTG 5.05 15OCT2012	GOVT	3128X6NS1	7,000,000	7,000,000.00	7,290,150.00	163,002.77	10/15/12	4.85%	1.66
FEDERAL HOME LN MTG 3.64 04FEB2011	GOVT	3128X6P83	7,000,000	7,000,000.00	7,026,740.00	40,343.31	2/4/11	3.63%	0.69
FEDERAL HOME LN MTG 0.00 07FEB2011	GOVT	3128X6R40	10,000,000	10,000,000.00	10,010,290.00	52,500.00	2/7/11	0.00%	0.46
FEDERAL HOME LN MTG C 4.6 04DEC2012	GOVT	3128X6SQ0	7,000,000	7,000,000.00	7,186,228.00	104,650.00	12/4/12	4.48%	1.47
FEDERAL HOME LN MTG 4.55 10DEC2012	GOVT	3128X6TU0	8,215,000	8,159,959.50	8,429,970.12	115,249.55	12/10/12	4.43%	1.52

ATTACHMENT B

City of Long Beach Asset Holdings

Month End: 3/31/08

Security Name	Quality Rating	Security (CUSIP)	PAR Value	Book Value	Market Value	Accrued Income	Maturity Date	Market Yield	Effective Duration
FEDERAL HOME LN MTG C 4.0 22FEB2012	GOVT	3128X6V60	10,000,000	10,000,000.00	10,027,900.00	43,333.30	2/22/12	3.99%	0.44
FEDERAL HOME LN MTG C 4.4 11JAN2010	GOVT	3128X6XZ4	7,000,000	7,000,000.00	7,004,438.00	68,444.39	1/11/10	4.40%	0.03
FEDERAL HOME LN MTG 3.25 11FEB2011	GOVT	3128X6Y26	7,260,000	7,252,740.00	7,279,021.20	32,770.77	2/11/11	3.24%	0.99
FEDERAL HOME LN MTG 3.05 12AUG2010	GOVT	3128X6Y59	10,000,000	9,982,500.00	10,044,000.00	41,513.80	8/12/10	3.04%	0.96
FEDERAL HOME LN MTG C 4.5 09JAN2013	GOVT	3128X6YJ9	7,000,000	7,000,000.00	7,118,300.00	71,750.00	1/9/13	4.43%	1.11
FEDERAL HOME LN MTG C 4.5 11JAN2012	GOVT	3128X6YZ3	10,000,000	10,000,000.00	10,006,800.00	100,000.00	1/11/12	4.50%	0.03
FEDERAL HOME LN MTG C 3.3 24MAR2011	GOVT	3128X7AZ7	7,000,000	6,993,000.00	7,037,800.00	4,491.62	3/24/11	3.28%	1.25
FEDERAL NATL MTG ASS 5.25 22JAN2010	GOVT	31359M4L4	7,000,000	7,013,230.00	7,065,625.00	70,437.50	1/22/10	5.20%	0.31
FEDERAL NATL MTG ASS 5.43 16APR2012	GOVT	31359M7E7	10,000,000	10,023,000.00	10,012,500.00	248,875.00	4/16/12	5.42%	0.04
FEDERAL NATL MTG ASS 4.75 19APR2010	GOVT	31359MB28	9,615,000	9,532,449.60	10,065,703.13	205,520.63	4/19/10	4.54%	1.92
FEDERAL NATL MTG ASSN 5.7 12MAY2011	GOVT	31359MN41	20,000,000	19,996,237.50	20,075,000.00	440,166.60	5/12/11	5.68%	0.11
FEDERAL NATL MTG ASSN	GOVT	31359MSC8	15,000,000	14,970,000.00	15,023,437.50	158,437.50	6/14/08	3.24%	0.17
FEDERAL NATL MTG ASS 3.75 15SEP2008	GOVT	31359MTF0	18,597,000	18,348,930.00	18,713,231.25	30,994.88	9/15/08	3.73%	0.45
FEDERAL NATL MTG ASS 3.85 14APR2009	GOVT	31359MUW1	2,925,000	2,866,587.75	2,971,617.19	52,239.68	4/14/09	3.79%	1.00
FEDERAL NATL MTG ASSN 4.0 26JAN2009	GOVT	31359MXL2	17,908,000	17,588,311.06	18,154,235.00	129,335.52	1/26/09	3.95%	0.80
FEDERAL NATL MTG ASSN 4.5 04AUG2008	GOVT	31359MYM9	7,000,000	6,932,520.00	7,048,125.00	49,875.00	8/4/08	4.47%	0.34
FEDERAL NATL MTG ASSN M/T/N	GOVT	3136F3Q58	10,000,000	10,000,000.00	10,018,750.00	63,541.60	7/16/08	3.04%	0.29
FEDERAL NATL MTG ASS 3.21 23JUL2008	GOVT	3136F3V86	5,000,000	5,000,000.00	5,012,500.00	30,316.65	7/23/08	3.20%	0.31
FEDERAL NATL MTG ASSN 3.7 06APR2009	GOVT	3136F5KL4	5,000,000	4,884,750.00	5,001,562.50	89,930.55	4/6/09	3.70%	0.01
FEDERAL NATL MTG ASS 3.31 30MAR2009	GOVT	3136F5MG3	2,210,000	2,145,512.20	2,232,790.63	203.20	3/30/09	3.28%	0.98
FEDERAL NATL MTG ASSN MEDIUM	GOVT	3136F6NZ8	20,000,000	19,972,000.00	20,062,500.00	254,250.00	12/8/08	3.99%	0.18
FEDERAL NATL MTG ASS 5.25 29SEP2009	GOVT	3136F72R7	5,000,000	5,000,000.00	5,073,437.50	1,458.30	9/29/09	5.17%	0.49
FEDERAL NATL MTG AS 5.625 19MAY2011	GOVT	3136F7B48	8,000,000	8,009,500.00	8,277,500.00	165,000.00	5/19/11	5.44%	1.09
FEDERAL NATL MTG ASS 5.625 19MAY2011	GOVT	3136F7ZL4	5,000,000	5,009,100.00	5,021,875.00	103,125.00	5/19/11	5.60%	0.13
FEDERAL NATL MTG ASSN 3.5 04FEB2011	GOVT	3136F8Q40	10,000,000	10,000,000.00	10,084,375.00	55,416.60	2/4/11	3.47%	1.14
FEDERAL NATL MTG ASS 5.25 17SEP2012	GOVT	3136F8SN6	5,000,000	5,000,000.00	5,065,625.00	10,208.30	9/17/12	5.18%	0.50
FEDERAL NATL MTG ASS 5.35 10OCT2012	GOVT	3136F8TN5	12,000,000	12,000,000.00	12,198,750.00	304,950.00	10/10/12	5.26%	0.54
FEDERAL NATL MTG ASS 5.27 10OCT2012	GOVT	3136F8TT2	5,000,000	5,000,000.00	5,081,250.00	125,162.50	10/10/12	5.19%	0.55
FEDERAL NATL MTG ASSN 4.3 03DEC2012	GOVT	3136F8XV2	5,000,000	5,000,000.00	5,179,687.50	70,472.20	12/3/12	4.15%	3.27
FEDERAL NATL MTG ASSN 4.0 20FEB2013	GOVT	3136F8Z73	8,000,000	7,981,250.00	8,107,500.00	36,444.40	2/20/13	3.95%	1.64
FEDERAL NATL MTG ASSN 4.3 13FEB2013	GOVT	3136F8Z99	5,000,000	5,000,000.00	5,012,500.00	28,666.65	2/13/13	4.29%	0.78
FEDERAL NATL MTG ASS 3.57 26AUG2011	GOVT	3136F9AK9	8,440,000	8,440,000.00	8,577,150.00	29,293.81	8/26/11	3.51%	1.83
FEDERAL NATL MTG ASS 4.25 19MAR2013	GOVT	3136F9CR2	10,000,000	10,000,000.00	10,043,750.00	14,166.60	3/19/13	4.23%	0.68
FEDERAL NATL MTG ASS 5.3 07MAY2012	GOVT	31398ABC5	12,000,000	11,986,560.00	12,228,750.00	254,400.00	5/7/12	5.20%	0.58
FEDERAL NATL MTG ASS 3.25 25FEB2011	GOVT	31398ANH1	8,000,000	7,996,000.00	8,050,000.00	26,000.00	2/25/11	3.23%	1.36
FEDERAL NATL MTG ASSN 3.0 10MAR2010	GOVT	31398APJ5	10,000,000	9,991,406.25	10,037,500.00	17,500.00	3/10/10	2.99%	0.73
<b>U.S. Agencies</b>		<b>Total</b>	<b>942,735,000</b>	<b>939,906,261</b>	<b>954,179,152</b>	<b>10,763,943</b>	<b>994.8</b>	<b>4.36%</b>	<b>0.69</b>

## ATTACHMENT B

## City of Long Beach Asset Holdings

Month End: 3/31/08

Security Name	Quality Rating	Security (CUSIP)	PAR Value	Book Value	Market Value	Accrued Income	Maturity Date	Market Yield	Effective Duration
UNITED STATES TREAS 2.625 15MAY2008	GOVT	912828AZ3	20,000,000	19,307,150.14	20,032,800.00	199,038.40	5/15/08	2.62%	0.12
UNITED STATES TREAS 3.250 AUG 15 08	GOVT	912828BG4	5,000,000	4,868,750.00	5,033,593.75	20,535.70	8/15/08	3.23%	0.37
UNITED STATES TREAS 3.125 SEP 15 08	GOVT	912828BK5	15,000,000	14,637,890.63	15,119,531.25	21,654.15	9/15/08	3.10%	0.45
UNITED STATES TREAS 3.125 OCT 15 08	GOVT	912828BM1	10,000,000	9,742,578.13	10,095,312.50	144,296.40	10/15/08	3.10%	0.53
UNITED STATES TREAS 3.375 NOV 15 08	GOVT	912828BQ2	10,000,000	9,832,812.50	10,119,500.00	127,953.20	11/15/08	3.34%	0.61
UNITED STATES TREAS 3.25 15JAN2009	GOVT	912828BV1	5,000,000	4,836,328.13	5,069,150.00	34,375.00	1/15/09	3.21%	0.78
UNITED STATES TREAS 3.000 FEB 15 09	GOVT	912828BZ2	5,000,000	4,866,015.00	5,062,100.00	18,956.00	2/15/09	2.96%	0.86
UNITED STATES TREAS 2.625 15MAR2009	GOVT	912828CC2	15,000,000	14,307,031.26	15,153,450.00	18,189.45	3/15/09	2.60%	0.94
UNITED STATES TREAS 3.125 15APR2009	GOVT	912828CE8	15,000,000	14,640,234.38	15,250,781.25	216,444.60	4/15/09	3.07%	1.01
UNITED STATES TREAS 3.625 15JUL2009	GOVT	912828CN8	5,000,000	4,904,687.50	5,132,400.00	38,341.30	7/15/09	3.53%	1.26
<b>U.S. Treasuries</b>		<b>Total</b>	<b>105,000,000</b>	<b>101,943,478</b>	<b>106,068,619</b>	<b>839,784</b>	<b>236.1</b>	<b>2.98%</b>	<b>0.63</b>
BANK OF AMERICA CORP 3.250 AUG 15 08	AA-	060505BC7	5,000,000	4,985,100.00	5,002,950.00	20,763.85	8/15/08	3.25%	0.37
GENERAL ELEC CAP COR 4.25 13SEP2010	AAA	36962GK78	5,000,000	4,894,400.00	5,110,050.00	10,625.00	9/13/10	4.16%	2.28
GENERAL ELEC CAP CO 4.125 01SEP2009	AAA	36962GR48	10,000,000	9,987,900.00	10,129,500.00	34,375.00	9/1/09	4.07%	1.37
GENERAL ELEC CAP CO 5.72 22AUG2011	AAA	36962GX82	12,500,000	12,541,650.00	12,669,500.00	137,041.63	8/22/11	5.64%	1.01
GENERAL ELEC CAP CO 4.625 15SEP2009	AAA	36962GZH0	7,000,000	6,966,750.00	7,146,562.50	14,388.85	9/15/09	4.53%	1.40
TOYOTA MTR CR CORP M 5.24 02MAY2008	AAA	89233PE93	10,000,000	10,000,000.00	10,017,600.00	216,877.70	5/2/08	5.23%	0.08
<b>Corporate Bonds</b>		<b>Total</b>	<b>49,500,000</b>	<b>49,375,800</b>	<b>50,076,163</b>	<b>434,072</b>	<b>605.1</b>	<b>4.69%</b>	<b>1.01</b>
<b>POOLED INVESTMENTS (LONG TERM)</b>		<b>TOTAL</b>	<b>1,097,235,000</b>	<b>1,091,225,539</b>	<b>1,110,323,933</b>	<b>12,037,799</b>	<b>905.0</b>	<b>4.25%</b>	<b>0.70</b>
<b>POOLED INVESTMENTS (TOTAL)</b>		<b>TOTAL</b>	<b>1,672,934,000</b>	<b>1,666,532,757</b>	<b>1,686,988,810</b>	<b>15,830,534</b>	<b>761.6</b>	<b>3.91%</b>	<b>0.52</b>
<b>LONG TERM FUNDS</b>		<b>TOTAL</b>	<b>1,097,235,000</b>	<b>1,091,225,539</b>	<b>1,110,323,933</b>	<b>12,037,799</b>	<b>916.0</b>	<b>4.25%</b>	<b>0.73</b>
<b>TOTAL FUNDS</b>	<b>AAAf</b>	<b>TOTAL</b>	<b>1,854,551,022</b>	<b>1,848,149,779</b>	<b>1,868,605,832</b>	<b>15,995,400</b>	<b>694.8</b>	<b>3.86%</b>	<b>0.49</b>
<b>OTHER ASSETS</b>									
Health SAVRS		572965	2,996,476	2,996,476	2,996,476	57,191	4/22/19	4.11%	11.07
<b>Other</b>		<b>Total</b>	<b>2,996,476.25</b>	<b>2,996,476.25</b>	<b>2,996,476.25</b>	<b>57,191.24</b>	<b>4,039.0</b>	<b>4.11%</b>	<b>11.07</b>