



CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

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May 19, 2015

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Receive and file the Investment Report for Quarter Ending March 31, 2015.
(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, 2015, these funds had a book value of approximately \$1.602 billion.

Approximately \$723 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 quarterly, or as needed, to review investment policies, strategies and performance.

Investment Pool Rating

On March 13, 2015, Standard and Poor's (S&P) downgraded the City's investment pool rating to AAF from AAf, with one of the lowest volatility ratings of S1, due to the increased exposure to longer-termed U.S. Treasury and Agency securities. All portfolios that have substantial holdings of similar U.S. Government securities will be negatively impacted. S&P rates the City's investment pool 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 difference in rating classifications is AAf-rated portfolios provide "very strong protection" against losses, while AAA-rated portfolios provide an "extremely strong

protection" against losses. 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 2015 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 0.32 percent (annualized). Book yield represents the return received on the total investment portfolio on an annualized basis.

As of March 31, 2015, the City's investment pool market yield was 0.43 percent (annualized) with a weighted average maturity of 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 March 31, 2015:

Investment Pool Performance – Quarter Ending March 31, 2015

Investment Portfolio Funds	Amount of Funds	Quarter End Values		
		Benchmark Return*	Market Yield*	Over/(Under) Benchmark
Short-Term Pool	\$ 586,426,594	0.17 percent	0.34 percent	0.17 percent
Intermediate-Term Pool	\$ 588,771,722	0.23 percent	0.41 percent	0.18 percent
Long-Term Pool	\$ 427,005,977	0.52 percent	0.58 percent	0.06 percent
Total Pool	\$ 1,602,204,293	0.29 percent	0.43 percent	0.14 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 March 31, 2015, market and book value of the total investment portfolio was approximately \$1.602 billion, with a difference of approximately \$2.300 million (unrealized gain) that represents the increase in market value of the portfolio over book value on that date.

Quarterly Investment Activity

Over \$176 million in new short-term investment transactions (excluding LAIF transactions) were executed. The weighted average book yield of the total transactions was approximately 0.19 percent (annualized). There were no sales of securities in the short-term portfolio during the quarter.

Over \$74 million in new intermediate-term investment transactions were executed. The weighted average book yield of the total transactions was approximately 0.50 percent (annualized). There were no sales of securities in the intermediate-term portfolio during the quarter.

Over \$48 million in new long-term investment transactions were executed. The weighted average book yield of the total transactions was approximately 0.77 percent (annualized). There were no sales in the long-term portfolio during the quarter. The City's Investment Advisor, Chandler Asset Management, manages the long-term portfolio, through activity pre-approved by the City Treasurer or a designated representative before executing trades.

As of March 31, 2015, the City's investment in the State Treasurer's Local Agency Investment Fund (LAIF) pool was approximately \$120.8 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 April 16, 2015 and by Budget Management Officer Victoria Bell on May 1, 2015.

TIMING CONSIDERATIONS

This item is not time critical.

FISCAL IMPACT

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

HONORABLE MAYOR AND CITY COUNCIL
May 19, 2015
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SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



JOHN GROSS
DIRECTOR OF FINANCIAL MANAGEMENT

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ATTACHMENT A – INVESTMENT PORTFOLIO AS OF MARCH 31, 2015

APPROVED:



PATRICK H. WEST
CITY MANAGER

ATTACHMENT A
CITY OF LONG BEACH INVESTMENT PORTFOLIO
As of March 31, 2015

Investment Number	Security Description	CUSIP Number	S&P Rating	Par Value	Book Value	Market Value	Accrued Interest	Maturity Date	Market Yield
Cash	UNION BANK N.A.			105,901,272	105,901,272	105,901,272	-	-	0.600
Cash	BANK OF AMERICA			45,490,652	45,490,652	45,490,652	-	-	0.250
8083	STATE OF CA LAIF GF			120,763,516	120,763,516	120,763,516	68,488		0.219
TOTAL CASH AND EQUIVALENTS				272,155,440	272,155,440	272,155,440	68,488		0.37
15007	FEDERAL HOME LOAN BANK	313384ED7	AAA	5,000,000	4,999,925	4,999,963	-	4/10/2015	0.027
15032	FEDERAL NATIONAL MTG. ASSOC.	313588EJ0	AAA	14,215,000	14,214,807	14,214,858	-	4/15/2015	0.024
14893	FED. HOME LOAN MTG. ASSOC.	3137EADD8	AA+	8,000,000	8,001,324	8,001,520	18,222	4/17/2015	0.072
14930	FEDERAL HOME LOAN BANK	3130A1PH5	AA+	7,500,000	7,500,046	7,500,000	4,442	4/17/2015	0.130
14850	FEDERAL HOME LOAN BANK	3130A1UX4	AA+	15,000,000	14,999,940	14,999,850	7,813	5/1/2015	0.137
14960	FED. HOME LOAN MTG. ASSOC.	313396FH1	AAA	10,000,000	9,998,972	9,999,600	-	5/8/2015	0.038
14961	U.S. TREASURY BILLS	912796FH7	AAA	10,000,000	9,999,343	9,999,700	-	5/14/2015	0.025
15006	FEDERAL HOME LOAN BANK	3130A3Z64	AA+	4,615,000	4,614,771	4,614,031	626	6/30/2015	0.163
14936	FEDERAL NATIONAL MTG. ASSOC.	313588JF3	AAA	7,000,000	6,997,399	6,998,530	-	7/1/2015	0.070
14990	FED. HOME LOAN MTG. ASSOC.	3134A4VC5	AA+	10,000,000	10,123,976	10,124,200	89,931	7/17/2015	0.154
14987	FEDERAL NATIONAL MTG. ASSOC.	313588JVB	AAA	10,000,000	9,996,303	9,997,600	-	7/31/2015	0.071
14988	FEDERAL FARM CREDIT BANK	3133EADW5	AA+	4,686,000	4,693,048	4,692,607	3,150	8/17/2015	0.176
15029	FEDERAL NATIONAL MTG. ASSOC.	313588LE3	AAA	5,000,000	4,997,219	4,997,200	-	9/2/2015	0.130
14985	FED. HOME LOAN MTG. ASSOC.	3137EACM9	AA+	7,505,000	7,555,195	7,555,959	7,661	9/10/2015	0.211
15008	FEDERAL NATIONAL MTG. ASSOC.	3135G0NV1	AA+	5,000,000	5,008,007	5,007,000	208	9/28/2015	0.215
14983	FEDERAL NATIONAL MTG. ASSOC.	31359MZO0	AA+	13,252,000	13,546,566	13,549,242	267,341	10/15/2015	0.208
14986	U.S. TREASURY NOTES	912828T17	AA+	10,000,000	10,002,138	10,004,700	11,538	10/15/2015	0.163
14997	U.S. TREASURY NOTES	912828PE4	AA+	7,500,000	7,546,275	7,546,275	39,365	10/31/2015	0.190
15004	U.S. TREASURY NOTES	912828WB2	AA+	5,000,000	5,003,390	5,001,950	5,249	10/31/2015	0.183
15018	U.S. TREASURY NOTES	912828WB2	AA+	5,000,000	5,001,466	5,001,950	5,249	10/31/2015	0.183
14966	FEDERAL NATIONAL MTG. ASSOC.	313588PE9	AAA	10,000,000	9,991,839	9,989,000	-	11/13/2015	0.175
15003	FED. HOME LOAN MTG. ASSOC.	3134G3W55	AA+	5,500,000	5,508,777	5,507,755	8,731	11/24/2015	0.232
15015	U.S. TREASURY NOTES	912828A26	AA+	6,000,000	6,003,254	6,001,380	5,027	11/30/2015	0.215
15019	U.S. TREASURY NOTES	912828A26	AA+	5,000,000	5,000,558	5,001,150	4,190	11/30/2015	0.215
14887	FEDERAL FARM CREDIT BANK	3133EDNX6	AA+	5,500,000	5,500,000	5,496,865	4,791	12/23/2015	0.398
15016	U.S. TREASURY NOTES	912828A67	AA+	5,000,000	5,001,726	5,000,800	3,142	12/31/2015	0.229
15002	FEDERAL HOME LOAN BANK	3130A3Y81	AA+	5,000,000	4,999,875	4,998,550	2,257	1/26/2016	0.285
15005	FEDERAL HOME LOAN BANK	3130A43G5	AA+	5,000,000	4,999,849	4,997,050	2,138	2/4/2016	0.340
15017	FEDERAL HOME LOAN BANK	3130A4BZ4	AA+	8,000,000	8,001,075	7,999,360	3,153	2/18/2016	0.339
15010	FEDERAL HOME LOAN BANK	3130A4DE9	AA+	15,000,000	15,000,000	14,999,250	4,667	3/18/2016	0.405
15013	FEDERAL HOME LOAN BANK	3130A4EL7	AA+	7,500,000	7,498,315	7,500,075	581	3/22/2016	0.309
15021	FEDERAL HOME LOAN BANK	313382V75	AA+	7,500,000	7,500,000	7,494,300	13,313	5/9/2016	0.519
14897	FED. HOME LOAN MTG. ASSOC.	3134G5BV6	AA+	10,000,000	10,000,000	10,002,400	10,542	7/22/2016	0.532
14928	FED. HOME LOAN MTG. ASSOC.	3134G4UC0	AA+	7,000,000	7,003,314	7,008,330	7,836	7/29/2016	0.560
14982	FEDERAL HOME LOAN BANK	3130A2T48	AA+	7,000,000	7,026,886	7,028,000	12,639	8/11/2016	1.003
14949	FEDERAL HOME LOAN BANK	3130A3FD1	AA+	7,000,000	7,003,290	7,005,180	19,396	11/18/2016	0.704
14687	FEDERAL NATIONAL MTG. ASSOC.	3135G0YA5	AA+	7,000,000	7,000,000	7,004,900	14,875	12/19/2016	0.709
14845	FEDERAL HOME LOAN BANK	3130A3B29	AA+	5,000,000	5,035,260	5,036,800	37,691	4/13/2017	1.257
15031	FEDERAL HOME LOAN BANK	3130A1LJ5	AA+	8,000,000	8,007,206	8,008,240	55,250	4/28/2017	1.574
15031	FEDERAL FARM CREDIT BANK	3133EELS7	AA+	2,700,000	2,698,050	2,698,974	4,200	7/27/2017	0.891
14964	FEDERAL HOME LOAN BANK	3130A3J21	AA+	6,050,000	6,050,000	6,052,541	10,335	11/27/2017	0.484
14967	FED. HOME LOAN MTG. ASSOC.	3134G5PX7	AA+	4,630,000	4,630,000	4,633,519	11,864	11/27/2017	0.721
TOTAL SHORT TERM PORTFOLIO				313,653,000	314,261,129	314,271,154	697,411		0.32
TOTAL CASH AND SHORT TERM PORTFOLIO				585,808,440	586,416,569	586,426,594	765,899		0.34

ATTACHMENT A
CITY OF LONG BEACH INVESTMENT PORTFOLIO
As of March 31, 2015

Investment Number	Security Description	CUSIP Number	S&P Rating	Par Value	Book Value	Market Value	Accrued Interest	Maturity Date	Market Yield
14832	FEDERAL HOME LOAN BANK	3130A1NY0	AA+	7,000,000	6,999,961	7,000,070	4,156	4/10/2015	0.085
14903	FEDERAL HOME LOAN BANK	3130A2LG9	AA+	10,000,000	9,999,958	10,000,000	5,700	4/10/2015	0.120
14910	FEDERAL HOME LOAN BANK	3130A1U97	AA+	10,000,000	9,999,871	9,999,900	5,278	4/29/2015	0.138
14941	U.S. TREASURY NOTES	912828MZ0	AA+	10,000,000	10,019,547	10,018,800	104,972	4/30/2015	0.229
14946	U.S. TREASURY NOTES	912828UY4	AA+	15,000,000	15,000,723	14,997,600	7,873	4/30/2015	0.318
14854	FEDERAL HOME LOAN BANK	3130A1W53	AA+	10,000,000	10,000,000	10,000,500	4,931	5/8/2015	0.076
14855	FEDERAL HOME LOAN BANK	3130A1W53	AA+	10,000,000	9,999,930	10,000,500	4,931	5/8/2015	0.076
14952	FEDERAL HOME LOAN BANK	313384FH7	AAA	15,000,000	14,998,767	14,999,538	-	5/8/2015	0.029
14958	FEDERAL HOME LOAN BANK	313384FN4	AAA	12,000,000	11,998,670	11,999,580	-	5/13/2015	0.029
14857	FEDERAL HOME LOAN BANK	3130A1Z43	AA+	10,000,000	9,999,919	10,000,300	4,757	5/14/2015	0.100
14953	FEDERAL HOME LOAN BANK	3130A3H31	AA+	10,000,000	9,999,700	9,999,700	3,806	5/14/2015	0.125
14956	U.S. TREASURY BILLS	912796FH7	AAA	15,000,000	14,998,825	14,999,550	-	5/14/2015	0.025
14955	U.S. TREASURY NOTES	912828SU5	AA+	15,000,000	15,003,412	15,002,400	14,192	5/15/2015	0.121
14867	FEDERAL HOME LOAN BANK	3130A2AV8	AA+	10,000,000	9,999,792	9,998,900	4,063	6/4/2015	0.188
14886	FEDERAL FARM CREDIT BANK	3133EDNE8	AA+	10,000,000	9,999,215	9,999,800	3,756	6/17/2015	0.139
14889	FEDERAL HOME LOAN BANK	3130A2G83	AA+	10,000,000	10,000,000	10,000,200	4,533	6/25/2015	0.161
14656	U.S. TREASURY NOTES	912828NL0	AA+	3,500,000	3,513,999	3,515,050	16,497	6/30/2015	0.163
14812	FED. HOME LOAN MTG. ASSOC.	3134G4TH1	AA+	8,000,000	8,001,720	8,002,080	5,533	7/8/2015	0.203
14976	U.S. TREASURY NOTES	912828TD2	AA+	10,000,000	10,003,096	10,004,700	5,249	7/15/2015	0.089
14934	FED. HOME LOAN MTG. ASSOC.	313986KK8	AAA	7,000,000	6,996,456	6,997,550	-	8/14/2015	0.093
14975	FEDERAL NATIONAL MTG. ASSOC.	313588KK0	AAA	10,000,000	9,994,750	9,996,500	-	8/14/2015	0.093
14935	FED. HOME LOAN MTG. ASSOC.	3134G3Z41	AA+	7,700,000	7,710,293	7,710,472	3,529	8/28/2015	0.177
14977	FEDERAL HOME LOAN BANK	313383V81	AA+	5,900,000	5,904,638	5,904,071	2,028	8/28/2015	0.213
14890	FEDERAL FARM CREDIT BANK	3133EDNB4	AA+	8,000,000	7,999,007	7,999,840	929	9/9/2015	0.195
14927	FED. HOME LOAN MTG. ASSOC.	3137EACM9	AA+	10,000,000	10,068,218	10,067,900	10,208	9/10/2015	0.211
14932	FEDERAL HOME LOAN BANK	3130A33A0	AA+	10,000,000	9,999,395	9,999,600	667	9/18/2015	0.209
14938	TIME CD - Union Bank	N/A	AA+	10,000,000	10,000,000	9,992,708	10,500	9/23/2015	0.349
14926	FEDERAL NATIONAL MTG. ASSOC.	31359MZC0	AA+	7,555,000	7,724,735	7,724,459	152,412	10/15/2015	0.208
14885	FEDERAL NATIONAL MTG. ASSOC.	31398A4M1	AA+	10,000,000	10,075,223	10,079,900	69,965	10/26/2015	0.220
14965	U.S. TREASURY NOTES	912828WB2	AA+	10,000,000	10,006,996	10,003,900	10,497	10/31/2015	0.183
14969	FEDERAL NATIONAL MTG. ASSOC.	31398A5R9	AA+	5,000,000	5,043,577	5,041,200	31,372	11/12/2015	0.280
14973	FED. HOME LOAN MTG. ASSOC.	3134G3W55	AA+	2,000,000	2,003,116	2,002,820	3,175	11/24/2015	0.232
14974	FEDERAL HOME LOAN BANK	313371NW2	AA+	4,575,000	4,611,689	4,610,914	19,221	12/11/2015	0.243
14994	FEDERAL HOME LOAN BANK	3130A32K9	AA+	7,500,000	7,503,327	7,497,075	750	12/18/2015	0.355
14793	FEDERAL HOME LOAN BANK	3130A0GK0	AA+	6,000,000	6,000,000	6,004,320	5,688	12/30/2015	0.278
14881	FEDERAL FARM CREDIT BANK	3133ECFV1	AA+	5,000,000	5,002,307	5,005,700	3,703	1/29/2016	0.292
14991	FEDERAL HOME LOAN BANK	313379RN9	AA+	5,000,000	5,027,284	5,028,500	2,778	3/11/2016	0.395
14992	FEDERAL NATIONAL MTG. ASSOC.	3135G0VA8	AA+	7,500,000	7,512,507	7,513,350	104	3/30/2016	0.321
14993	FEDERAL NATIONAL MTG. ASSOC.	3135G0VA8	AA+	7,500,000	7,513,000	7,513,350	104	3/30/2016	0.321
14995	FEDERAL NATIONAL MTG. ASSOC.	3135G0VA8	AA+	7,500,000	7,512,676	7,513,350	104	3/30/2016	0.321
14996	FEDERAL NATIONAL MTG. ASSOC.	3135G0VA8	AA+	5,000,000	5,009,038	5,008,900	69	3/30/2016	0.321
15012	U.S. TREASURY NOTES	912828VC1	AA+	5,000,000	4,995,701	4,995,700	4,731	5/15/2016	0.327
14675	FEDERAL NATIONAL MTG. ASSOC.	3135G0XC2	AA+	7,000,000	7,000,000	6,984,250	12,542	8/22/2016	0.663
14919	FED. HOME LOAN MTG. ASSOC.	3134G5GE9	AA+	5,000,000	5,000,000	5,000,850	2,771	8/26/2016	0.558
14886	FEDERAL NATIONAL MTG. ASSOC.	3135G0XR9	AA+	7,000,000	7,000,000	6,991,810	2,674	9/6/2016	0.632
14690	FEDERAL NATIONAL MTG. ASSOC.	3135G0XR9	AA+	7,000,000	6,998,104	6,991,810	2,674	9/6/2016	0.632
14826	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	10,000,000	10,030,057	10,034,200	938	9/28/2016	0.894
14837	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	8,000,000	8,028,183	8,027,360	750	9/28/2016	0.894
14892	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	18,000,000	18,068,795	18,061,560	1,688	9/28/2016	0.894
14933	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	10,000,000	10,032,268	10,034,200	938	9/28/2016	0.894
14979	FEDERAL HOME LOAN BANK	3130A1CD8	AA+	7,000,000	7,026,953	7,023,940	656	9/28/2016	0.894
14900	U.S. TREASURY NOTES	912828RJ1	AA+	5,000,000	5,032,252	5,042,950	137	9/30/2016	0.425
14643	FEDERAL HOME LOAN BANK	313382HZ9	AA+	10,000,000	10,000,000	10,000,300	31,844	10/3/2016	0.638
14888	FED. HOME LOAN MTG. ASSOC.	3134G5B87	AA+	8,200,000	8,200,000	8,200,328	26,627	10/14/2016	0.697
14951	FED. HOME LOAN MTG. ASSOC.	3134G5NX9	AA+	13,000,000	13,000,000	12,975,820	20,475	11/25/2016	0.563

ATTACHMENT A
CITY OF LONG BEACH INVESTMENT PORTFOLIO
As of March 31, 2015

Investment Number	Security Description	CUSIP Number	S&P Rating	Par Value	Book Value	Market Value	Accrued Interest	Maturity Date	Market Yield
14848	FED. HOME LOAN MTG. ASSOC.	3134G54J1	AA+	5,300,000	5,300,000	5,304,823	12,676	11/28/2016	0.845
14884	FEDERAL HOME LOAN BANK	3130A3U85	AA+	5,800,000	5,800,000	5,808,294	11,729	12/30/2016	0.717
15001	FEDERAL HOME LOAN BANK	3130A42K7	AA+	5,000,000	4,999,587	5,013,950	5,122	2/2/2017	0.472
14925	FEDERAL HOME LOAN BANK	3130A21X4	AA+	10,000,000	10,044,304	10,052,300	13,750	2/28/2017	1.223
15011	FEDERAL HOME LOAN BANK	3133782N0	AA+	12,500,000	12,519,987	12,562,625	6,380	3/10/2017	0.615
14676	FEDERAL NATIONAL MTG. ASSOC.	3135G0VM2	AA+	8,000,000	8,009,031	8,017,200	2,833	3/14/2017	0.639
15030	FEDERAL NATIONAL MTG. ASSOC.	3135G0VM2	AA+	5,000,000	5,004,766	5,010,750	1,771	3/14/2017	0.639
14924	FED. HOME LOAN MTG. ASSOC.	3134G5AJ4	AA+	7,000,000	6,997,070	7,009,310	179	3/30/2017	0.853
14999	FED. HOME LOAN MTG. ASSOC.	3134G5X42	AA+	6,000,000	6,000,000	6,008,220	10,833	4/26/2017	0.933
14846	FEDERAL HOME LOAN BANK	3130A11Y4	AA+	10,000,000	10,012,650	10,016,100	56,667	5/15/2017	1.422
14689	FEDERAL NATIONAL MTG. ASSOC.	3135G0XE8	AA+	4,000,000	3,995,588	3,987,920	10,033	5/22/2017	0.843
14681	FED. HOME LOAN MTG. ASSOC.	3134G3ZH6	AA+	10,000,000	10,035,837	10,040,200	18,333	7/25/2017	0.824
14827	FEDERAL NATIONAL MTG. ASSOC.	3136G0TC5	AA+	5,000,000	5,004,370	5,006,900	7,361	8/8/2017	0.940
14866	FEDERAL NATIONAL MTG. ASSOC.	3136G0C74	AA+	1,800,000	1,802,616	1,802,916	200	9/27/2017	0.934
14980	FEDERAL HOME LOAN BANK	3130A3LQ5	AA+	7,000,000	6,996,915	7,004,970	1,434	12/19/2017	0.599
14968	FEDERAL HOME LOAN BANK	3130A3NQ3	AA+	6,000,000	6,000,000	6,004,620	11,875	12/26/2017	0.721
TOTAL INTERMEDIATE TERM PORTFOLIO				587,830,000	588,689,882	588,771,722	808,447		0.41
14596	U.S. TREASURY NOTES	912828SP6	AA+	10,550,000	10,550,374	10,550,844	18,260	4/15/2015	0.181
14607	FED. HOME LOAN MTG. ASSOC.	3137EADD8	AA+	10,400,000	10,400,809	10,401,976	23,689	4/17/2015	0.072
14250	WFC Advantage Govt Money Mkt	VP4560000	0	1,498,104	1,498,104	1,498,104	706	5/1/2015	0.100
14300	FEDERAL NATIONAL MTG. ASSOC.	31398AU34	AA+	9,600,000	9,648,368	9,669,312	39,900	7/28/2015	0.152
14310	U.S. TREASURY NOTES	912828NP1	AA+	9,950,000	9,982,988	10,005,223	28,861	7/31/2015	0.102
14445	FEDERAL FARM CREDIT BANK	3133EADW5	AA+	10,900,000	10,897,714	10,915,369	7,327	8/17/2015	0.176
14299	FED. HOME LOAN MTG. ASSOC.	3137EACM9	AA+	9,425,000	9,462,806	9,488,996	9,621	9/10/2015	0.211
14387	FEDERAL NATIONAL MTG. ASSOC.	31398A4M1	AA+	10,225,000	10,270,864	10,306,698	71,540	10/26/2015	0.220
14586	FEDERAL HOME LOAN BANK	313380L96	AA+	9,925,000	9,932,164	9,942,270	18,058	11/20/2015	0.226
14594	FED. HOME LOAN MTG. ASSOC.	3134AAZT4	AA+	9,000,000	9,311,849	9,315,810	85,500	1/19/2016	0.353
14858	U.S. TREASURY NOTES	912828B82	AA+	10,350,000	10,349,307	10,349,172	2,250	2/29/2016	0.259
14356	FEDERAL HOME LOAN BANK	3133XFGT7	AA+	8,700,000	9,044,977	9,105,507	25,979	3/11/2016	0.424
14462	U.S. TREASURY NOTES	912828QA1	AA+	9,875,000	10,041,712	10,066,378	607	3/31/2016	0.308
14542	FEDERAL NATIONAL MTG. ASSOC.	3135G0BA0	AA+	9,300,000	9,473,606	9,487,023	104,302	4/11/2016	0.412
14494	FED. HOME LOAN MTG. ASSOC.	3137EACT4	AA+	9,490,000	9,694,280	9,716,052	81,719	5/27/2016	0.431
14859	U.S. TREASURY NOTES	912828VL1	AA+	10,400,000	10,431,720	10,431,720	13,646	7/15/2016	0.388
14560	U.S. TREASURY NOTES	912828RF9	AA+	11,000,000	11,080,337	11,091,080	9,565	8/31/2016	0.413
14416	FEDERAL NATIONAL MTG. ASSOC.	3135G0CM3	AA+	10,500,000	10,500,620	10,617,180	1,094	9/28/2016	0.498
14800	FED. HOME LOAN MTG. ASSOC.	3137EADS5	AA+	10,200,000	10,218,840	10,257,120	41,402	10/14/2016	0.509
14842	U.S. TREASURY NOTES	912828WF3	AA+	10,150,000	10,137,203	10,176,187	24,008	11/15/2016	0.465
14523	FEDERAL HOME LOAN BANK	3133XHZK1	AA+	9,250,000	9,872,980	9,911,838	128,151	12/16/2016	0.536
14822	U.S. TREASURY NOTES	912828SC5	AA+	11,400,000	11,435,847	11,474,784	16,533	1/31/2017	0.516
14668	FEDERAL FARM CREDIT BANK	3133ECC7	AA+	8,500,000	8,505,307	8,504,675	460	3/28/2017	0.622
14815	FEDERAL NATIONAL MTG. ASSOC.	3135G0JA2	AA+	10,725,000	10,823,113	10,822,061	51,614	4/27/2017	0.684
14780	U.S. TREASURY NOTES	912828SY7	AA+	11,800,000	11,761,736	11,800,944	24,718	5/31/2017	0.621
14667	FEDERAL FARM CREDIT BANK	3133ECCV5	AA+	8,404,172	8,404,172	8,386,644	18,947	6/5/2017	0.774
14644	FEDERAL HOME LOAN BANK	313379DD8	AA+	10,600,000	10,668,128	10,668,794	29,444	6/21/2017	0.705
14711	FEDERAL HOME LOAN BANK	313379DD8	AA+	950,000	956,166	956,166	2,639	6/21/2017	0.705
14732	FED. HOME LOAN MTG. ASSOC.	3137EADJ5	AA+	10,750,000	10,707,455	10,830,195	18,813	7/28/2017	0.676
14876	U.S. TREASURY NOTES	912828TM2	AA+	7,625,000	7,552,761	7,611,275	4,144	8/31/2017	0.700
14981	U.S. TREASURY NOTES	912828U52	AA+	325,000	324,793	324,415	177	8/31/2017	0.700
14735	FEDERAL HOME LOAN BANK	313370S22	AA+	9,350,000	9,574,147	9,666,311	13,441	9/8/2017	0.844
14791	FEDERAL NATIONAL MTG. ASSOC.	3135G0PQ0	AA+	11,000,000	10,918,556	11,013,640	41,441	10/26/2017	0.826
14921	FED. HOME LOAN MTG. ASSOC.	3137EABA6	AA+	9,100,000	10,043,110	10,111,192	173,595	11/17/2017	0.840
14942	U.S. TREASURY NOTES	912828UA6	AA+	10,475,000	10,395,112	10,430,796	21,943	11/30/2017	0.785

ATTACHMENT A
CITY OF LONG BEACH INVESTMENT PORTFOLIO
As of March 31, 2015

Investment Number	Security Description	CUSIP Number	S&P Rating	Par Value	Book Value	Market Value	Accrued Interest	Maturity Date	Market Yield
14835	FEDERAL NATIONAL MTG. ASSOC.	3135G0RT2	AA+	10,600,000	10,497,559	10,600,636	26,022	12/20/2017	0.873
14909	FED. HOME LOAN MTG. ASSOC.	3137EADN6	AA+	11,000,000	10,836,474	10,980,530	18,104	1/12/2018	0.814
14701	FEDERAL NATIONAL MTG. ASSOC.	3135G0TG8	AA+	11,100,000	10,847,603	11,092,785	14,299	2/8/2018	0.898
15009	FED. HOME LOAN MTG. ASSOC.	3137EADP1	AA+	11,400,000	11,389,311	11,381,646	6,650	3/7/2018	0.931
14721	FEDERAL HOME LOAN BANK	313378A43	AA+	4,345,000	4,323,497	4,398,183	3,651	3/9/2018	0.952
14722	FEDERAL HOME LOAN BANK	313378A43	AA+	5,505,000	5,478,500	5,572,381	4,626	3/9/2018	0.952
15025	U.S. TREASURY NOTES	912828J68	AA+	7,500,000	7,482,703	7,527,525	3,465	3/15/2018	0.874
14939	FEDERAL NATIONAL MTG. ASSOC.	3135G0WJ8	AA+	10,350,000	10,157,285	10,325,367	32,703	5/21/2018	0.952
14978	U.S. TREASURY NOTES	912828VE7	AA+	8,000,000	7,960,839	8,009,360	26,813	5/31/2018	0.962
14959	FED. HOME LOAN MTG. ASSOC.	3137EABP3	AA+	9,960,000	11,087,643	11,176,116	145,665	6/13/2018	0.989
15026	FEDERAL NATIONAL MTG. ASSOC.	3135G0A78	AA+	5,000,000	4,984,137	5,034,550	15,799	1/21/2020	1.475
15024	U.S. TREASURY NOTES	912828J50	AA+	5,000,000	4,947,167	5,001,150	5,978	2/29/2020	1.370
TOTAL LONG TERM PORTFOLIO							1,457,868		0.58
TOTAL PORTFOLIO							3,032,214		0.43