



# Staff Report

## City of Manhattan Beach

**TO:** Members of the Finance Subcommittee

**THROUGH:** Bruce Moe, Finance Director

**FROM:** Henry Mitzner, Controller  
Eden Serina, Financial Analyst

**DATE:** July 3, 2013

**SUBJECT:** Investment Portfolio for May 2013

**RECOMMENDATION:**

Staff recommends that the Finance Subcommittee accepts a status report on the City's investment portfolio as of May 31, 2013.

**FISCAL IMPLICATION:**

There are no fiscal implications associated with the recommended action. As of May 31, 2013, the City's investment portfolio totaled \$77.2 million (book value).

**DISCUSSION:**

Since the last update of the January 2013 portfolio, the City's investment portfolio has increase \$11.2 million in book value due to a \$3.0 million net increase in investments (purchases less redemptions), and an \$8.2 million increase in investment in the Local Agency Investment Fund (LAIF). Outside of the normal fluctuations in the investment in LAIF due to changes in investments and normal operating activities (warrant and payroll coverage, workers compensation, etc.), \$15.0 million of Property and Business License tax was deposited into the LAIF account from the February to May timeframe.

**Activity**

Purchases in the February 1 to May 31, 2013 timeframe are as follows:

Security	Coupon	Purchase Date	Maturity Date	Amount	YTM
Certificate of Deposit	0.750%	3/22/2013	4/28/2017	\$245,000	0.750%
Certificate of Deposit	0.750%	3/22/2013	3/28/2017	245,000	0.750%
Certificate of Deposit	0.750%	3/22/2013	3/28/2017	245,000	0.750%
Certificate of Deposit	1.000%	3/22/2013	3/28/2018	245,000	1.000%
Certificate of Deposit	0.950%	3/22/2013	4/4/2018	245,000	0.950%
Federal Home Loan Mortgage Corp (Callable)	1.125%	3/22/2013	4/2/2018	2,000,000	1.125%
<b>Total Purchases Feb 1 - May 31, 2013</b>				<b>\$3,225,000</b>	<b>1.017%</b>

Redemptions in the February 1 to May 31, 2013 timeframe are as follows:

Security	Coupon	Redemption Date	Maturity Date	Amount	YTM
Called: Certificate of Deposit	1.100%	5/30/2013	5/30/2017	\$245,000	1.100%
<b>Total Matured/Called Feb 1 - May 31, 2013</b>				<b>\$245,000</b>	<b>1.100%</b>

March was an active month with Certificates of Deposits (CDs) showing higher yields than their government counterparts. Five CDs were purchased, each within the \$250,000 Federal Deposit Insurance Corporation insured amount, and a government callable security that offered a favorable yield was also acquired. Offsetting the purchases was an early redemption (call) of a CD which was purchased a year ago.

Yields on government securities are beginning to show some sign of improvements. Last March yields on a non-callable (bullet), five-year security hovered in the 1.00% range. As of early June, yields reached 1.17%. While these interest rates may still be too low to be locked in for five years, this gradual incline of interest rates is encouraging.

Attachment: Investment Portfolio as of May 31, 2013

DATE	AMOUNT	DESCRIPTION	YIELD	TERMINATION DATE	STATUS
01/01/13	100,000	CD	1.100%	05/30/17	Active
02/01/13	100,000	CD	1.100%	05/30/17	Active
03/01/13	100,000	CD	1.100%	05/30/17	Active
04/01/13	100,000	CD	1.100%	05/30/17	Active
05/01/13	100,000	CD	1.100%	05/30/17	Active
06/01/13	100,000	CD	1.100%	05/30/17	Active
07/01/13	100,000	CD	1.100%	05/30/17	Active
08/01/13	100,000	CD	1.100%	05/30/17	Active
09/01/13	100,000	CD	1.100%	05/30/17	Active
10/01/13	100,000	CD	1.100%	05/30/17	Active
11/01/13	100,000	CD	1.100%	05/30/17	Active
12/01/13	100,000	CD	1.100%	05/30/17	Active
TOTAL	1,000,000				

**City of Manhattan Beach  
Investment Portfolio Summary  
As of May 31, 2013**

<b>PORTFOLIO PROFILE</b>	<b>May 31, 2013</b>	<b>Apr 30, 2013</b>	<b>Mar 31, 2013</b>	<b>Feb 28, 2013</b>	<b>Jan 31, 2013</b>
Total Book Value (Excluding Trust Funds)	\$77,169,556	\$70,764,556	\$66,519,556	\$67,839,556	\$66,039,556
Increase/(Decrease) from Prior Period	6,405,000	4,245,000	(1,320,000)	1,800,000	3,300,000
Percentage Change	9.1%	6.4%	(1.9%)	2.7%	5.26%
Average Yield to Maturity (365 Days)	0.772%	0.832%	0.851%	0.832%	0.855%
Increase/(Decrease) from Prior Period	(0.060%)	(0.018%)	0.018%	(0.022%)	(0.042%)

**PORTFOLIO ALLOCATIONS**

<b>By Security</b>	<b>Value (Par)</b>	<b>Percent</b>	<b>Par YTM</b>	<b>Time Horizon</b>	<b>Percent</b>
LAIF*	\$41,750,000	54.7%	0.245%	Next 12 months	59%
Certificates of Deposit	5,635,000	7.4%	1.106%	Months 13-24	15%
Medium Term Notes	8,000,000	10.5%	1.267%	Months 25-36	5%
Federal Agencies	21,000,000	27.5%	1.518%	Months 37-48	15%
<b>Total</b>	<b>\$76,385,000</b>	<b>100.0%</b>	<b>0.765%</b>	Months 49-60	6%
				<b>Total</b>	<b>100.0%</b>

\*LAIF YTM as of May 31, 2013

**RECENT ACTIVITY**

<b>Security</b>	<b>Date of Activity</b>	<b>Maturity Date</b>	<b>Purchase (Par)</b>	<b>Maturing/Call</b>	<b>YTM</b>
Certificate of Deposit - 1.2% Coupon	12/21/2012	12/21/2017	\$245,000		1.200%
Certificate of Deposit - 1.0% Coupon	12/26/2012	12/26/2017	245,000		1.000%
Toyota Motor Credit - 1.25% Coupon	12/21/2012	10/5/2017	1,000,000		1.140%
Union Bank - 3% Coupon	12/21/2012	6/6/2016	1,000,000		1.240%
Certificate of Deposit - 0.75% Coupon	3/22/2013	4/28/2017	245,000		0.750%
Certificate of Deposit - 0.75% Coupon	3/22/2013	3/28/2017	245,000		0.750%
Certificate of Deposit - 0.75% Coupon	3/22/2013	3/28/2017	245,000		0.750%
Certificate of Deposit - 1.00% Coupon	3/22/2013	3/28/2018	245,000		1.000%
Certificate of Deposit - 0.95% Coupon	3/22/2013	4/4/2018	245,000		0.950%
FHLMC - 1.125% Coupon (Callable)	3/22/2013	4/2/2018	2,000,000		1.125%
<b>Total Purchases</b>			<b>\$5,715,000</b>		<b>1.085%</b>
Called: FNMA - 0.7% Coupon	12/18/2012	9/18/2015		\$2,000,000	0.700%
Called: CD - 1.1% Coupon	5/30/2013	5/30/2017		245,000	1.100%
<b>Total Maturing/Calls</b>				<b>\$2,245,000</b>	<b>0.744%</b>

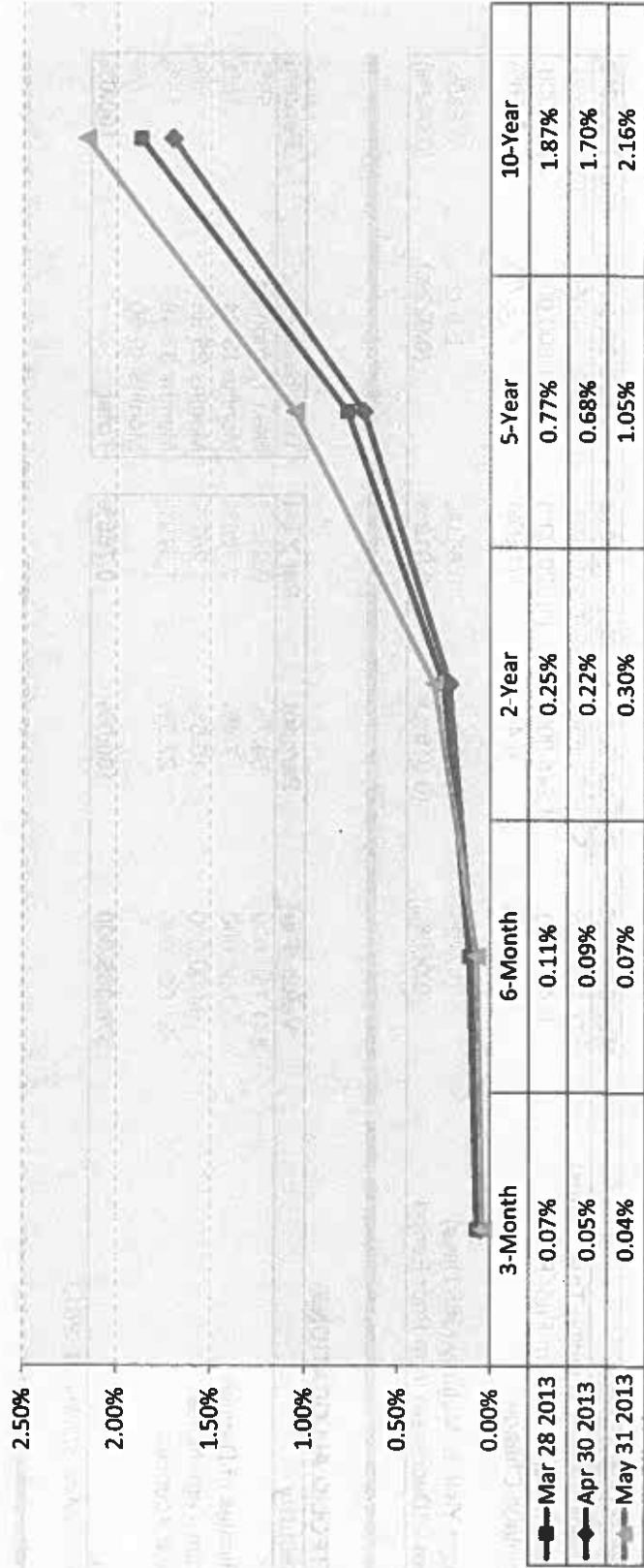
**City of Manhattan Beach**  
**Investment Portfolio Summary**  
*As of May 31, 2013*

PORTFOLIO FUNDS HELD IN TRUST	Value
Police/Fire Refund Escrow	\$11,672,777
Police/Fire Refund Delivery Cost	23,061
Marine Avenue	17,562
Pension Bond	16
Metlox & Water/Wastewater Refunding	4
UUAD Assessment Funds	1,359,648
<b>Total Funds Held in Trust</b>	<b>\$13,073,068</b>

*As of May 31, 2013*

**US Treasuries Yield Curve**

[www.treas.gov](http://www.treas.gov)



**CITY OF MANHATTAN BEACH**  
**Portfolio Maturity Structure**  
 June 2013 through May 2018

**HELD TO MATURITY**  
**Rolling 60 Months**

Month	Mat.	YTM	Inv	Call	Amt	Month	Mat.	YTM	Inv	Call	Amt	Month	Mat.	YTM	Inv	Call	Amt
Jun 13	7/8/13	1.88%	FFCB	nc	\$1.0M	Jun 14	6/15	0.80%	CD	nc	\$0.2M	Jun 16	6/10/16	1.29%	FHLB	nc	\$1.0M
Jul 13	7/8/13	1.88%	FFCB	nc	\$1.0M	Jul 14	7/24/14	1.58%	FHLMC	nc	\$2.0M	Jul 16	6/14/16	0.88%	FFCB	6/14/13	\$2.0M
Aug 13	10/18/13	2.03%	FHLB	nc	\$2.0M	Aug 14	8/7/15	0.88%	MTN	nc	\$0.5M	Aug 16	8/28/16	0.90%	CD	nc	\$0.2M
Sep 13	10/18/13	2.03%	FHLB	nc	\$2.0M	Sep 14	8/10/15	1.10%	CD	nc	\$0.2M	Sep 16	8/28/16	1.18%	FNMA	nc	\$2.0M
Oct 13	10/18/13	2.03%	FHLB	nc	\$2.0M	Oct 14	10/24/14	0.75%	CD	nc	\$0.2M	Oct 16	10/17/16	1.25%	FNMA	10/17/13	\$2.0M
Nov 13	10/18/13	2.03%	FHLB	nc	\$2.0M	Nov 14	10/27/14	0.70%	CD	nc	\$0.2M	Nov 16	10/17/16	1.25%	FNMA	10/17/13	\$2.0M
Dec 13	10/18/13	2.03%	FHLB	nc	\$2.0M	Dec 14	11/13/14	2.33%	FHLMC	nc	\$2.0M	Dec 16	12/15/16	2.28%	MTN	nc	\$0.5M
Jan 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 15	11/20/14	1.48%	FNMA	nc	\$2.0M	Jan 17	1/15/17	2.05%	CD	nc	\$0.2M
Feb 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Feb 15	12/4/14	0.50%	FNMA	8/4/13	\$1.0M	Feb 17	1/31/17	1.11%	MTN	nc	\$1.0M
Mar 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Mar 15	2/13/15	1.12%	MTN	nc	\$1.0M	Mar 17	2/15/17	1.60%	CD	nc	\$0.2M
Apr 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Apr 15	3/4/15	2.18%	FFCB	nc	\$2.0M	Apr 17	3/28/17	0.75%	CD	nc	\$0.2M
May 14	10/18/13	2.03%	FHLB	nc	\$2.0M	May 15	3/16/15	1.75%	MTN	nc	\$1.0M	May 17	3/28/17	0.75%	CD	nc	\$0.2M
Jun 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Jun 15	3/16/15	1.75%	MTN	nc	\$1.0M	Jun 17	4/28/17	0.75%	CD	nc	\$0.2M
Jul 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Jul 15	2/28/16	0.70%	CD	nc	\$0.2M	Jul 17	4/28/17	0.75%	CD	nc	\$0.2M
Aug 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Aug 15	3/21/16	1.15%	CD	nc	\$0.2M	Aug 17	4/28/17	0.75%	CD	nc	\$0.2M
Sep 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Sep 15	3/16/15	1.75%	MTN	nc	\$1.0M	Sep 17	4/28/17	0.75%	CD	nc	\$0.2M
Oct 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Oct 15	3/16/15	1.75%	MTN	nc	\$1.0M	Oct 17	4/28/17	0.75%	CD	nc	\$0.2M
Nov 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Nov 15	3/16/15	1.75%	MTN	nc	\$1.0M	Nov 17	4/28/17	0.75%	CD	nc	\$0.2M
Dec 14	10/18/13	2.03%	FHLB	nc	\$2.0M	Dec 15	3/16/15	1.75%	MTN	nc	\$1.0M	Dec 17	4/28/17	0.75%	CD	nc	\$0.2M
Jan 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 16	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 18	4/28/17	0.75%	CD	nc	\$0.2M
Feb 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Feb 16	3/16/15	1.75%	MTN	nc	\$1.0M	Feb 18	4/28/17	0.75%	CD	nc	\$0.2M
Mar 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Mar 16	3/16/15	1.75%	MTN	nc	\$1.0M	Mar 18	4/28/17	0.75%	CD	nc	\$0.2M
Apr 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Apr 16	3/16/15	1.75%	MTN	nc	\$1.0M	Apr 18	4/28/17	0.75%	CD	nc	\$0.2M
May 15	10/18/13	2.03%	FHLB	nc	\$2.0M	May 16	3/16/15	1.75%	MTN	nc	\$1.0M	May 18	4/28/17	0.75%	CD	nc	\$0.2M
Jun 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Jun 16	3/16/15	1.75%	MTN	nc	\$1.0M	Jun 18	4/28/17	0.75%	CD	nc	\$0.2M
Jul 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Jul 16	3/16/15	1.75%	MTN	nc	\$1.0M	Jul 18	4/28/17	0.75%	CD	nc	\$0.2M
Aug 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Aug 16	3/16/15	1.75%	MTN	nc	\$1.0M	Aug 18	4/28/17	0.75%	CD	nc	\$0.2M
Sep 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Sep 16	3/16/15	1.75%	MTN	nc	\$1.0M	Sep 18	4/28/17	0.75%	CD	nc	\$0.2M
Oct 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Oct 16	3/16/15	1.75%	MTN	nc	\$1.0M	Oct 18	4/28/17	0.75%	CD	nc	\$0.2M
Nov 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Nov 16	3/16/15	1.75%	MTN	nc	\$1.0M	Nov 18	4/28/17	0.75%	CD	nc	\$0.2M
Dec 15	10/18/13	2.03%	FHLB	nc	\$2.0M	Dec 16	3/16/15	1.75%	MTN	nc	\$1.0M	Dec 18	4/28/17	0.75%	CD	nc	\$0.2M
Jan 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 17	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 19	4/28/17	0.75%	CD	nc	\$0.2M
Feb 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Feb 17	3/16/15	1.75%	MTN	nc	\$1.0M	Feb 19	4/28/17	0.75%	CD	nc	\$0.2M
Mar 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Mar 17	3/16/15	1.75%	MTN	nc	\$1.0M	Mar 19	4/28/17	0.75%	CD	nc	\$0.2M
Apr 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Apr 17	3/16/15	1.75%	MTN	nc	\$1.0M	Apr 19	4/28/17	0.75%	CD	nc	\$0.2M
May 16	10/18/13	2.03%	FHLB	nc	\$2.0M	May 17	3/16/15	1.75%	MTN	nc	\$1.0M	May 19	4/28/17	0.75%	CD	nc	\$0.2M
Jun 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Jun 18	3/16/15	1.75%	MTN	nc	\$1.0M	Jun 20	4/28/17	0.75%	CD	nc	\$0.2M
Jul 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Jul 19	3/16/15	1.75%	MTN	nc	\$1.0M	Jul 21	4/28/17	0.75%	CD	nc	\$0.2M
Aug 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Aug 20	3/16/15	1.75%	MTN	nc	\$1.0M	Aug 22	4/28/17	0.75%	CD	nc	\$0.2M
Sep 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Sep 21	3/16/15	1.75%	MTN	nc	\$1.0M	Sep 23	4/28/17	0.75%	CD	nc	\$0.2M
Oct 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Oct 22	3/16/15	1.75%	MTN	nc	\$1.0M	Oct 24	4/28/17	0.75%	CD	nc	\$0.2M
Nov 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Nov 23	3/16/15	1.75%	MTN	nc	\$1.0M	Nov 25	4/28/17	0.75%	CD	nc	\$0.2M
Dec 16	10/18/13	2.03%	FHLB	nc	\$2.0M	Dec 24	3/16/15	1.75%	MTN	nc	\$1.0M	Dec 26	4/28/17	0.75%	CD	nc	\$0.2M
Jan 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 25	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 27	4/28/17	0.75%	CD	nc	\$0.2M
Feb 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Feb 26	3/16/15	1.75%	MTN	nc	\$1.0M	Feb 28	4/28/17	0.75%	CD	nc	\$0.2M
Mar 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Mar 27	3/16/15	1.75%	MTN	nc	\$1.0M	Mar 29	4/28/17	0.75%	CD	nc	\$0.2M
Apr 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Apr 28	3/16/15	1.75%	MTN	nc	\$1.0M	Apr 30	4/28/17	0.75%	CD	nc	\$0.2M
May 17	10/18/13	2.03%	FHLB	nc	\$2.0M	May 29	3/16/15	1.75%	MTN	nc	\$1.0M	May 31	4/28/17	0.75%	CD	nc	\$0.2M
Jun 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Jun 30	3/16/15	1.75%	MTN	nc	\$1.0M	Jul 1	4/28/17	0.75%	CD	nc	\$0.2M
Jul 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Jul 1	3/16/15	1.75%	MTN	nc	\$1.0M	Jul 3	4/28/17	0.75%	CD	nc	\$0.2M
Aug 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Aug 2	3/16/15	1.75%	MTN	nc	\$1.0M	Aug 4	4/28/17	0.75%	CD	nc	\$0.2M
Sep 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Sep 3	3/16/15	1.75%	MTN	nc	\$1.0M	Sep 5	4/28/17	0.75%	CD	nc	\$0.2M
Oct 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Oct 4	3/16/15	1.75%	MTN	nc	\$1.0M	Oct 6	4/28/17	0.75%	CD	nc	\$0.2M
Nov 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Nov 5	3/16/15	1.75%	MTN	nc	\$1.0M	Nov 7	4/28/17	0.75%	CD	nc	\$0.2M
Dec 17	10/18/13	2.03%	FHLB	nc	\$2.0M	Dec 6	3/16/15	1.75%	MTN	nc	\$1.0M	Dec 8	4/28/17	0.75%	CD	nc	\$0.2M
Jan 18	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 7	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 9	4/28/17	0.75%	CD	nc	\$0.2M
Feb 18	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 8	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 10	4/28/17	0.75%	CD	nc	\$0.2M
Mar 18	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 9	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 11	4/28/17	0.75%	CD	nc	\$0.2M
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Jul 18	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 13	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 15	4/28/17	0.75%	CD	nc	\$0.2M
Aug 18	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 14	3/16/15	1.75%	MTN	nc	\$1.0M	Jan 16	4/28/17	0.75%	CD	nc	\$0.2M
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Dec 18	10/18/13	2.03%	FHLB	nc	\$2.0M	Jan 18	3/16/15	1.75%	MTN	nc</							

# City of Manhattan Beach Investment Policy Compliance Chart

As of May 31, 2013

Instrument	Par Value	% of Total	Dollar Compliance		Percentage Compliance		Term Compliance	
			Limit	Compliant?	Limit	Compliant?	Limit	Compliant?
<b>Local Agency Investment Fund (LAIF)*</b>	<b>\$41,750,000</b>	<b>54.7%</b>	<b>\$50,000,000</b>	<b>Yes</b>				
<b>Certificates of Deposit</b>								
Ally Bank	\$245,000	0.3%	\$1,000,000	Yes	5.0%	Yes	5 Years	Yes
American Express Centurion Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Bank Hapoalim NY	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Bank of Holland	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Bank of Manhattan	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
BMW Bank North America	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Boston Private Bank & Trust	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Cit Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Discover Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Everbank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Flushing SB NY	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
GE Cap Financial Inc	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Georgia Bank & Trust	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Goldman Sachs Bk	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Merrick Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Pyramax Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Safra National Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Sallie Mae Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Sovereign Bank Natl Assn	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
State Bank of India	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
USNY Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Washington Federal	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Websier Bank	245,000	0.3%	1,000,000	Yes	5.0%	Yes	5 Years	Yes
<b>Total Certificate of Deposit</b>	<b>\$5,635,000</b>	<b>7.4%</b>			<b>20.0%</b>	<b>Yes</b>		
<b>Medium Term (Corporate) Notes</b>								
Berkshire Hathaway	\$1,000,000	1.3%			5.0%	Yes	3 Years	Yes
Commonwealth Bank Australia	1,000,000	1.3%			5.0%	Yes	3 Years	Yes
General Electric Cap Corp	2,000,000	2.6%			5.0%	Yes	3 Years	Yes
National Australia Bank	500,000	0.7%			5.0%	Yes	3 Years	Yes
Toyota Motor Credit	1,000,000	1.3%			5.0%	Yes	3 Years	Yes
Union Bank	1,000,000	1.3%			5.0%	Yes	3 Years	Yes
Wells Fargo & Company	1,500,000	2.0%			5.0%	Yes	3 Years	Yes
<b>Total Medium Term Notes</b>	<b>\$8,000,000</b>	<b>10.5%</b>			<b>20.0%</b>	<b>Yes</b>		
<b>Federal Agencies</b>								
Federal Home Loan Bank (FHLB)	\$3,000,000	3.9%			33.3%	Yes	5 Years	Yes
Federal Farm Credit (FFCB)	5,000,000	6.5%			33.3%	Yes	5 Years	Yes
Fannie Mae (FNMA)	7,000,000	9.2%			33.3%	Yes	5 Years	Yes
Freddie Mac (FHLMC)	6,000,000	7.9%			33.3%	Yes	5 Years	Yes
<b>Total Federal Agencies</b>	<b>\$21,000,000</b>	<b>27.5%</b>			<b>60.0%</b>	<b>Yes</b>		
<b>Total Portfolio</b>	<b>\$76,385,000</b>	<b>100.0%</b>						

\*Approved by the Finance Subcommittee for the temporary policy suspension until December 2013 to allow over 50% of the portfolio to be invested in LAIF.