

City of Manhattan Beach

Investment Portfolio December 2013

As Finance Director for the City of Manhattan Beach, I hereby certify that these investments are in compliance with the City's investment policy (unless otherwise noted). Sufficient liquidity has been maintained to meet budget expenditure requirements for the current six month period.



Bruce Moe, Director of Finance

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Summary
December 1, 2013 through December 31, 2013

| Investments | Par Value | Market Value | Book Value | % of Portfolio | Term | Days to Maturity | YTM 360 Equiv. | YTM 365 Equiv. |
|--|----------------------|----------------------|----------------------|----------------|------------|------------------|----------------|----------------|
| Investments | | | | | | | | |
| LAIF | 29,450,000.00 | 29,450,000.00 | 29,450,000.00 | 43.52 | 1 | 1 | 0.260 | 0.264 |
| Certificates of Deposit - Bank | 7,840,000.00 | 7,843,567.20 | 7,840,000.00 | 11.59 | 1,279 | 890 | 0.980 | 0.993 |
| Medium Term Notes | 11,000,000.00 | 11,202,510.00 | 11,212,583.25 | 16.57 | 1,271 | 919 | 1.183 | 1.199 |
| Federal Agency Issues - Coupon | 19,000,000.00 | 19,219,860.00 | 19,163,934.80 | 28.32 | 1,623 | 919 | 1.525 | 1.546 |
| Investments | 67,290,000.00 | 67,715,937.20 | 67,666,498.05 | 100.00% | 819 | 516 | 0.855 | 0.867 |
| Cash and Accrued Interest | | | | | | | | |
| Passbook/Checking (not included in yield calculations) | 4,228,146.58 | 4,228,146.58 | 4,228,146.58 | | 1 | 1 | 0.000 | 0.000 |
| Accrued Interest at Purchase | | 13,408.33 | 13,408.33 | | | | | |
| Subtotal | | 4,241,554.91 | 4,241,554.91 | | | | | |
| Total Cash and Investments | 71,518,146.58 | 71,957,492.11 | 71,908,052.96 | | 819 | 516 | 0.855 | 0.867 |

Total Earnings December 31 Month Ending 66,997.91

BRUCE A. MOE, FINANCE DIRECTOR

Reporting period 12/01/2013-12/31/2013

Run Date: 02/20/2014 - 09:43

No fiscal year history available

Portfolio CITY
 CP
 PM (PRF PM1) 7.3.0
 Report Ver. 7.3.5

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
December 31, 2013

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM 365 | Days to Maturity | Maturity Date |
|---------------------------------------|--------------|--------------------------------|---------------|----------------------|----------------------|----------------------|-------------|-----|--------------|------------------|---------------|
| LAIF | | | | | | | | | | | |
| SYSS000 | 3000 | Local Agency Invest. Fund | 07/01/2000 | 29,450,000.00 | 29,450,000.00 | 29,450,000.00 | 0.264 | | 0.264 | 1 | |
| | | Subtotal and Average | | 29,450,000.00 | 29,450,000.00 | 29,450,000.00 | | | 0.264 | 1 | |
| Certificates of Deposit - Bank | | | | | | | | | | | |
| 20033ADU7 | CD0033 | Comenity Capital Bank | 12/02/2013 | 245,000.00 | 244,078.80 | 245,000.00 | 0.750 | | 0.750 | 883 | 06/02/2016 |
| 02005QZW6 | CD0007 | Ally Bank | 03/21/2012 | 245,000.00 | 247,254.00 | 245,000.00 | 1.150 | | 1.150 | 810 | 03/21/2016 |
| 02587DDT2 | CD0002 | American Express Centurion Ban | 09/29/2011 | 245,000.00 | 245,404.25 | 245,000.00 | 1.150 | | 1.150 | 89 | 03/31/2014 |
| 068513BC3 | CD0027 | Barrington Bank (WTFC) | 09/27/2013 | 245,000.00 | 244,679.05 | 245,000.00 | 0.650 | | 0.650 | 635 | 09/28/2015 |
| 20451PEM4 | CD0025 | Compass Bank | 09/25/2013 | 245,000.00 | 244,529.60 | 245,000.00 | 0.750 | | 0.750 | 632 | 09/25/2015 |
| 062649YA0 | CD0014 | Bank of Holland | 08/29/2012 | 245,000.00 | 240,107.35 | 245,000.00 | 1.050 | | 1.050 | 1,336 | 08/29/2017 |
| 05568PZ42 | CD0017 | BMW BK NORTH AMER | 10/26/2012 | 245,000.00 | 245,656.60 | 245,000.00 | 0.700 | | 0.700 | 299 | 10/27/2014 |
| SYSCD0003 | CD0003 | Bank of Manhattan | 10/28/2011 | 245,000.00 | 245,000.00 | 245,000.00 | 1.730 | | 1.730 | 665 | 10/28/2015 |
| 101120CZ4 | CD0024 | Boston Private Bank & Trust | 04/04/2013 | 245,000.00 | 240,543.45 | 245,000.00 | 0.950 | | 0.950 | 1,554 | 04/04/2018 |
| 17284YY8 | CD0001 | Cit Bank | 09/28/2011 | 245,000.00 | 245,362.60 | 245,000.00 | 1.150 | | 1.150 | 86 | 03/28/2014 |
| 2546703V2 | CD0006 | Discover Bank Greenwood Intere | 02/15/2012 | 245,000.00 | 249,863.25 | 245,000.00 | 1.600 | | 1.600 | 1,141 | 02/15/2017 |
| 31931TDC6 | CD0031 | First Bank North Carolina | 11/27/2013 | 245,000.00 | 244,279.70 | 245,000.00 | 0.800 | | 0.800 | 1,062 | 11/28/2016 |
| 29976DNN8 | CD0013 | Everbank Jacksonville FL | 08/29/2012 | 245,000.00 | 246,421.00 | 245,000.00 | 0.900 | | 0.900 | 971 | 08/29/2016 |
| 3364ORBW6 | CD0030 | First Sentry Bank | 11/22/2013 | 245,000.00 | 244,108.20 | 245,000.00 | 0.750 | | 0.750 | 1,056 | 11/22/2016 |
| 344030EQ0 | CD0011 | Flushing SVGS Bk NY | 07/27/2012 | 245,000.00 | 247,420.60 | 245,000.00 | 1.100 | | 1.100 | 1,303 | 07/27/2017 |
| 35137QAR5 | CD0029 | Fox Chase Bank | 09/30/2013 | 245,000.00 | 244,794.20 | 245,000.00 | 0.600 | | 0.600 | 637 | 09/30/2015 |
| 3616OXC39 | CD0004 | GENERAL ELECTRIC CAPITAL | 12/29/2011 | 245,000.00 | 250,358.15 | 245,000.00 | 2.100 | | 2.100 | 1,093 | 12/29/2016 |
| 37312BEC7 | CD0021 | Georgia Bank & Trust | 03/28/2013 | 245,000.00 | 243,162.50 | 245,000.00 | 0.750 | | 0.750 | 1,182 | 03/28/2017 |
| 38143AFP5 | CD0005 | Goldman Sachs | 01/05/2012 | 245,000.00 | 250,336.10 | 245,000.00 | 2.050 | | 2.050 | 1,100 | 01/05/2017 |
| 06251AYD6 | CD0010 | BANK HAPOALIM NY | 07/24/2012 | 245,000.00 | 246,455.30 | 245,000.00 | 1.000 | | 1.000 | 569 | 07/24/2015 |
| 49306SS00 | CD0026 | Key Bank NA | 09/25/2013 | 245,000.00 | 244,610.45 | 245,000.00 | 0.550 | | 0.550 | 632 | 09/25/2015 |
| 59012YW29 | CD0015 | Merrick Bank | 08/29/2012 | 245,000.00 | 246,859.55 | 245,000.00 | 0.700 | | 0.700 | 789 | 02/29/2016 |
| 57116AHE1 | CD0032 | Marlin Business Bank | 11/27/2013 | 245,000.00 | 244,002.85 | 245,000.00 | 0.850 | | 0.850 | 1,062 | 11/28/2016 |
| 747133BP0 | CD0022 | Pyramax Bank | 03/28/2013 | 245,000.00 | 243,162.50 | 245,000.00 | 0.750 | | 0.750 | 1,182 | 03/28/2017 |
| 786580Q52 | CD0009 | Safra National Bank | 05/31/2012 | 245,000.00 | 246,460.20 | 245,000.00 | 0.800 | | 0.800 | 516 | 06/01/2015 |
| 795450NT8 | CD0012 | SALLIE MAE BANK | 08/08/2012 | 245,000.00 | 246,423.45 | 245,000.00 | 1.100 | | 1.100 | 586 | 08/10/2015 |
| 856284J21 | CD0018 | State Bank of India | 12/21/2012 | 245,000.00 | 244,162.10 | 245,000.00 | 1.200 | | 1.200 | 1,450 | 12/21/2017 |
| 84603M3D6 | CD0016 | SOVEREIGN BANK NATL ASSN | 10/24/2012 | 245,000.00 | 245,656.60 | 245,000.00 | 0.750 | | 0.750 | 296 | 10/24/2014 |
| 90344LBS7 | CD0020 | USNY Bank | 03/28/2013 | 245,000.00 | 243,005.70 | 245,000.00 | 0.750 | | 0.750 | 1,213 | 04/28/2017 |
| 938828AA8 | CD0023 | Washington Federal | 03/28/2013 | 245,000.00 | 240,626.75 | 245,000.00 | 1.000 | | 1.000 | 1,547 | 03/28/2018 |
| 94768NUE5 | CD0019 | Webster Bank | 12/26/2012 | 245,000.00 | 244,103.30 | 245,000.00 | 1.000 | | 1.000 | 1,455 | 12/26/2017 |
| 962721AM8 | CD0028 | Wheaton Bank & Trust (WTFC) | 09/27/2013 | 245,000.00 | 244,679.05 | 245,000.00 | 0.650 | | 0.650 | 635 | 09/28/2015 |

Portfolio CITY

CP

PM (PRF_PM2) 7.3.0

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
December 31, 2013

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM 365 | Days to Maturity | Maturity Date |
|-----------------------------|--------------|-----------------------------|---------------|---------------|---------------|---------------|-------------|-----|---------|------------------|---------------|
| Money Market Fund | | | | | | | | | | | |
| SYSGMRA39907 | GMRA39907 | Union Bank of California | 10/09/2008 | 0.00 | 0.00 | 0.00 | 0.350 | | 0.350 | 1 | |
| Subtotal and Average | | | | | | | | | | | |
| | | | | 7,840,000.00 | 7,843,567.20 | 7,840,000.00 | | | 0.993 | 890 | |
| Medium Term Notes | | | | | | | | | | | |
| 084670BD9 | MTN0065 | BERKSHIRE HATHWAY | 07/20/2012 | 1,000,000.00 | 1,023,020.00 | 1,026,120.05 | 1.900 | AAA | 1.112 | 1,126 | 01/31/2017 |
| 20271RAA8 | MTN0063 | Commonwealth Bank Australia | 06/13/2012 | 1,000,000.00 | 1,016,710.00 | 1,006,690.00 | 1.950 | | 1.750 | 439 | 03/16/2015 |
| 22160KAD7 | MTN0071 | COSTCO COMPANIES | 08/20/2013 | 1,000,000.00 | 1,001,840.00 | 1,002,270.00 | 0.650 | | 0.550 | 705 | 12/07/2015 |
| 36962G5C4 | MTN0066 | Gen elec Cap Corp | 10/24/2012 | 2,000,000.00 | 2,093,940.00 | 2,082,955.62 | 2.950 | | 1.350 | 859 | 05/09/2016 |
| 88579YAD3 | MTN0072 | 3M | 11/21/2013 | 1,000,000.00 | 1,014,880.00 | 1,022,454.53 | 1.375 | | 0.783 | 1,002 | 09/29/2016 |
| 63254AAC2 | MTN0067 | NATL AUSTRALIA BANK | 10/24/2012 | 500,000.00 | 507,970.00 | 509,880.00 | 1.600 | | 0.880 | 583 | 08/07/2015 |
| 717081DG5 | MTN0073 | Pfizer Inc | 12/27/2013 | 1,000,000.00 | 984,850.00 | 990,150.00 | 1.500 | AA | 1.730 | 1,626 | 06/15/2018 |
| 89233P6S0 | MTN0069 | Toyota Motor Corp | 12/21/2012 | 1,000,000.00 | 981,680.00 | 1,005,100.00 | 1.250 | | 1.140 | 1,373 | 10/05/2017 |
| 90520EAC5 | MTN0070 | Union Bank | 12/21/2012 | 1,000,000.00 | 1,045,720.00 | 1,042,280.19 | 3.000 | | 1.244 | 887 | 06/06/2016 |
| 94974BFA3 | MTN0064 | WELLS FARGO & CO SRNT | 07/20/2012 | 1,000,000.00 | 1,008,260.00 | 1,003,270.00 | 1.250 | | 1.120 | 408 | 02/13/2015 |
| 94974BEZ9 | MTN0068 | WELLS FARGO & CO | 10/24/2012 | 500,000.00 | 523,640.00 | 521,392.86 | 2.625 | | 1.256 | 1,079 | 12/15/2016 |
| Subtotal and Average | | | | | | | | | | | |
| | | | | 11,000,000.00 | 11,202,510.00 | 11,212,563.25 | | | 1.199 | 919 | |

Federal Agency Issues - Coupon

| | | | | | | | | | | | |
|-----------------------------|---------|----------------------------|------------|---------------|---------------|---------------|-------|-----|-------|-------|------------|
| 31331SNP4 | FAC0194 | FED FARM CR BK | 07/14/2010 | 2,000,000.00 | 2,100,720.00 | 2,057,080.05 | 4.550 | AAA | 2.177 | 427 | 03/04/2015 |
| 313373SZ6 | FAC0202 | Federal Home Loan Bank | 08/29/2011 | 1,000,000.00 | 1,036,390.00 | 1,022,145.73 | 2.125 | AAA | 1.233 | 891 | 06/10/2016 |
| 313383LAT | FAC0215 | Federal Home Loan Bank | 06/27/2013 | 2,000,000.00 | 1,967,660.00 | 2,000,000.00 | 1.450 | AA | 1.450 | 1,638 | 06/27/2018 |
| 3130AOCU2 | FAC0217 | Federal Home Loan Bank | 11/21/2013 | 1,000,000.00 | 982,900.00 | 1,000,000.00 | 1.550 | AA | 1.550 | 1,785 | 11/21/2018 |
| 313376BR5 | FAC0218 | Federal Home Loan Bank | 12/27/2013 | 1,000,000.00 | 992,110.00 | 998,570.00 | 1.750 | AAA | 1.780 | 1,808 | 12/14/2018 |
| 3137EACD9 | FAC0198 | Federal Home Loan Mortgage | 12/22/2010 | 2,000,000.00 | 2,032,000.00 | 2,017,734.57 | 3.000 | AAA | 1.576 | 208 | 07/28/2014 |
| 3134G37A2 | FAC0213 | Federal Home Loan Mortgage | 04/02/2013 | 2,000,000.00 | 1,950,240.00 | 2,000,000.00 | 1.125 | AAA | 1.125 | 1,552 | 04/02/2018 |
| 3128X3L76 | FAC0191 | Freddie Mac | 06/04/2010 | 2,000,000.00 | 2,083,180.00 | 2,044,732.18 | 5.000 | AAA | 2.325 | 316 | 11/13/2014 |
| 31398AZV7 | FAC0197 | Fannie Mae | 09/20/2010 | 2,000,000.00 | 2,043,740.00 | 2,021,252.27 | 2.625 | AAA | 1.482 | 323 | 11/20/2014 |
| 3135GOCM3 | FAC0206 | Fannie Mae | 12/28/2011 | 2,000,000.00 | 2,028,560.00 | 2,006,420.00 | 1.250 | AAA | 1.180 | 1,001 | 09/28/2016 |
| 3136G1S59 | FAC0216 | Fannie Mae | 08/28/2013 | 2,000,000.00 | 2,002,360.00 | 1,996,000.00 | 1.000 | AAA | 1.063 | 1,062 | 11/28/2016 |
| Subtotal and Average | | | | | | | | | | | |
| | | | | 19,000,000.00 | 19,219,860.00 | 19,163,934.80 | | | 1.546 | 919 | |

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
December 31, 2013

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM 365 | Days to Maturity |
|-------------------|--------------|--------|---------------|---------------|---------------|---------------|-------------|-----|---------|------------------|
| Total and Average | | | | | | | | | | |
| | | | | 67,290,000.00 | 67,715,937.20 | 67,666,498.05 | | | 0.867 | 516 |

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Cash
December 31, 2013

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM 365 | Days to Maturity |
|--------------------------|--------------|------------|-----------------------------------|----------------------|----------------------|----------------------|-------------|-----|--------------|------------------|
| Money Market Fund | | | | | | | | | | |
| SYS39903-39902 | 39901 | UNION BANK | 06/01/2003 | 4,228,146.58 | 4,228,146.58 | 4,228,146.58 | | | 0.000 | 1 |
| | | | Accrued Interest at Purchase | | 13,408.33 | 13,408.33 | | | | 1 |
| | | | Subtotal | | 4,241,554.91 | 4,241,554.91 | | | | |
| | | | Total Cash and Investments | 71,518,146.58 | 71,957,492.11 | 71,908,052.96 | | | 0.867 | 516 |

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

| PORTFOLIO PROFILE | Dec 31, 2013 | Nov 30, 2013 | Oct 31, 2013 | Sep 30, 2013 | Aug 30, 2013 |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total Book Value (Excluding Trust Funds) | \$67,666,498 | \$65,349,578 | \$66,841,238 | \$67,866,485 | \$69,641,485 |
| Increase/(Decrease) from Prior Period | 2,316,920 | (1,491,660) | (1,025,247) | (1,775,000) | (1,151,730) |
| Percentage Change | 3.5% | (2.2%) | (1.5%) | (2.5%) | (1.63%) |
| Average Yield to Maturity (365 Days) | 0.867% | 0.858% | 0.831% | 0.901% | 0.884% |
| Increase/(Decrease) from Prior Period | 0.009% | 0.027% | (0.070%) | 0.017% | 0.038% |

PORTFOLIO ALLOCATIONS

| By Security | Value (Par) | Percent | Par YTM | Time Horizon | Percent |
|-------------------------|---------------------|----------------|----------------|---------------------|----------------|
| LAIF* | \$29,450,000 | 43.8% | 0.264% | Next 12 months | 54% |
| Certificates of Deposit | 7,840,000 | 11.7% | 0.993% | Months 13-24 | 11% |
| Medium Term Notes | 11,000,000 | 16.3% | 1.199% | Months 25-36 | 17% |
| Federal Agencies | 19,000,000 | 28.2% | 1.546% | Months 37-48 | 6% |
| Total | \$67,290,000 | 100.0% | 0.864% | Months 49-60 | 11% |
| | | | | Total | 100.0% |

*LAIF YTM as of December 31, 2013

RECENT ACTIVITY

| Security | Date of Activity | Maturity Date | Purchase (Par) | Maturing/Call | YTM |
|--|-------------------------|----------------------|-----------------------|----------------------|---------------|
| Medium Term Note - 1.375% Coupon | 11/21/2013 | 9/29/2016 | \$1,000,000 | | 0.550% |
| Certificate of Deposit - 0.75% Coupon | 11/22/2013 | 11/22/2016 | 245,000 | | 0.750% |
| Certificate of Deposit - 0.85% Coupon | 11/27/2013 | 11/28/2026 | 245,000 | | 0.850% |
| Certificate of Deposit - 0.80% Coupon | 11/27/2013 | 11/28/2016 | 245,000 | | 0.800% |
| Certificate of Deposit - 0.75% Coupon | 12/2/2013 | 6/2/2016 | 245,000 | | 0.750% |
| FHLB - 1.75% Coupon | 12/23/2013 | 12/14/2018 | 1,000,000 | | 1.780% |
| Medium Term Note - 1.50% Coupon (Callable) | 12/23/2013 | 6/15/2018 | 1,000,000 | | 1.730% |
| Total Purchases | | | \$3,980,000 | | 1.170% |
| Called: FNMA - 1.25% Coupon | 10/17/2013 | 10/17/2016 | | \$2,000,000 | 1.250% |
| Matured: FHLB - 3.625% Coupon | 10/18/2013 | 10/18/2013 | | 2,000,000 | 2.030% |
| Called: FFCCB - 0.875% Coupon | 11/12/2013 | 6/14/2016 | | 2,000,000 | 0.875% |
| Called: FHLMC - 0.75% Coupon | 12/27/2013 | 6/27/2016 | | 2,000,000 | 0.750% |
| Total Maturing/Calls | | | | \$8,000,000 | 1.226% |

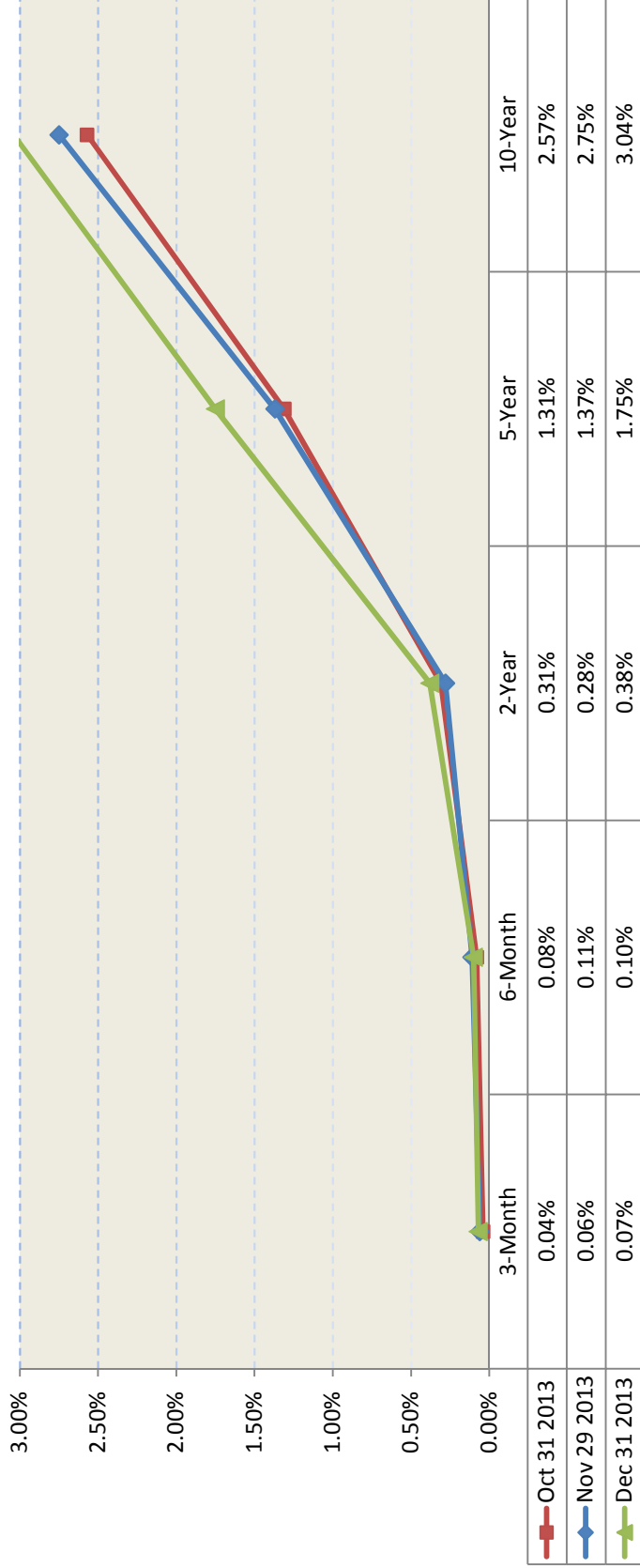
City of Manhattan Beach
Investment Portfolio Summary
As of December 31, 2013

| PORTFOLIO FUNDS HELD IN TRUST | Value |
|-------------------------------------|--------------------|
| Police/Fire Refund Delivery Cost | \$649,281 |
| Marine Avenue | 32,769 |
| Pension Bond | 19,178 |
| Metlox & Water/Wastewater Refunding | 750,956 |
| UUAD Assessment Funds | 1,359,648 |
| Total Funds Held in Trust | \$2,811,832 |

As of December 31, 2013

US Treasuries Yield Curve

www.treas.gov



CITY OF MANHATTAN BEACH
Portfolio Maturity Structure
January 2014 through December 2018

HELD TO MATURITY
Rolling 60 Months

| Mth | Mat. | YTM | Inv | Call | Amt | Mth | Mat. | YTM | Inv | Call | Amt | Mth | Mat. | YTM | Inv | Call | Amt |
|---|----------|------|-------|------|----------------|--------|----------|-------|------|------|----------------|--------|----------|-------|-----|----------|----------------|
| Jan 14 | | | | | | Jan 15 | | | | | | Jan 17 | 1/5/17 | 2.05% | CD | nc | \$0.2M |
| Feb 14 | | | | | | Feb 15 | 2/13/15 | 1.12% | MTN | nc | \$1.0M | Feb 17 | 2/15/17 | 1.60% | CD | nc | \$0.2M |
| Mar 14 | 3/28/14 | 1.2% | CD | nc | \$0.2M | Mar 15 | 3/4/15 | 2.18% | FFCB | nc | \$2.0M | Mar 17 | 3/28/17 | 0.75% | CD | nc | \$0.2M |
| | 3/31/14 | 1.2% | CD | nc | \$0.2M | Apr 15 | 3/16/15 | 1.75% | MTN | nc | \$1.0M | | 3/28/17 | 0.75% | CD | nc | \$0.2M |
| Apr 14 | | | | | | Apr 15 | | | | | | Apr 17 | 4/28/17 | 0.75% | CD | nc | \$0.2M |
| May 14 | | | | | | May 15 | | | | | | May 17 | | | | | |
| Jun 14 | | | | | | Jun 15 | 6/1/15 | 0.80% | CD | nc | \$0.2M | Jun 17 | | | | | |
| Jul 14 | 7/28/14 | 1.6% | FHLMC | nc | \$2.0M | Jul 15 | 7/24/15 | 1.00% | CD | nc | \$0.2M | Jul 17 | 7/27/17 | 1.10% | CD | nc | \$0.2M |
| Aug 14 | | | | | | Aug 15 | 8/7/15 | 0.88% | MTN | nc | \$0.5M | Aug 17 | 8/29/17 | 1.05% | CD | 2/28/13 | \$0.2M |
| | | | | | | | 8/10/15 | 1.10% | CD | nc | \$0.2M | Aug 18 | | | | | |
| Sep 14 | | | | | | Sep 15 | 9/25/15 | 0.75% | CD | nc | \$0.2M | Sep 17 | | | | | |
| | | | | | | | 9/25/15 | 0.55% | CD | nc | \$0.2M | | | | | | |
| | | | | | | | 9/28/15 | 0.65% | CD | nc | \$0.2M | | | | | | |
| | | | | | | | 9/28/15 | 0.65% | CD | nc | \$0.2M | | | | | | |
| | | | | | | | 9/30/15 | 0.60% | CD | nc | \$0.2M | | | | | | |
| Oct 14 | 10/24/14 | 0.8% | CD | nc | \$0.2M | Oct 15 | 10/28/15 | 1.73% | CD | nc | \$0.2M | Oct 17 | 10/5/17 | 1.14% | MTN | 12/21/12 | \$1.0M |
| | 10/27/14 | 0.7% | CD | nc | \$0.2M | | | | | | | Oct 18 | | | | | |
| Nov 14 | 11/13/14 | 2.3% | FHLMC | nc | \$2.0M | Nov 15 | | | | | | Nov 17 | | | | | |
| | 11/20/14 | 1.5% | FNMA | nc | \$2.0M | | | | | | | | | | | | |
| Dec 14 | | | | | | Dec 15 | 12/7/15 | 0.55% | MTN | MW:5 | \$1.0M | Dec 17 | 12/21/17 | 1.20% | CD | nc | \$0.2M |
| | | | | | | | | | | | | | 12/26/17 | 1.00% | CD | nc | \$0.2M |
| Total By Year (excl LAIF) | | | | | \$6.98m | | | | | | \$7.71m | | | | | | \$4.21m |
| % of Total Securities (excl LAIF) | | | | | 18% | | | | | | 20% | | | | | | 11% |
| % of Total Investments (incl LAIF) | | | | | 54% | | | | | | 17% | | | | | | 6% |

| | | |
|--------------------------|-------------|----------------|
| Total Securities | 56% | \$37.8M |
| LAIF | 44% | \$29.5M |
| Total Investments | 100% | \$67.3M |

Shaded rows indicate months with significant cash inflows.

**City of Manhattan Beach
Investment Policy Compliance Chart**

As of December 31, 2013

| Instrument | Par Value | % of Total | Dollar Compliance Limit | Compliant? | Percentage Compliance Limit | Compliant? | Term Compliance Limit | Compliant? |
|--|---------------------|---------------|-------------------------|------------|-----------------------------|------------|-----------------------|------------|
| Local Agency Investment Fund (LAIF)* | \$29,450,000 | 43.8% | \$50,000,000 | Yes | Temporary Suspension | | | |
| Certificates of Deposit | | | | | | | | |
| Ally Bank (57803) | \$245,000 | 0.4% | \$1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| American Express Centurion Bank (27471) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Bank Hapoalim NY (33686) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Bank of Holland (34862) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Bank of Manhattan (23191) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Barrington Bank & Trust (34395) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| BMW Bank North America (35141) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Boston Private Bank & Trust (24811) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Cit Bank (35575) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Comenity Capital (57570) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Compass Bank (19048) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Discover Bank (5649) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| EverBank (34775) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| First Bank NC (15019) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| First Sentry Bank (34241) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Flushing SB NY (16049) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Fox Chase Bank (28888) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| GE Cap Financial Inc (GE Capital Bank - 33778) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Georgia Bank & Trust (27574) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Goldman Sachs BK (33124) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Key Bank NA (17534) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Marlin Business Bank (58267) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Merrick Bank (34519) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Pyramax Bank (29120) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Safra National Bank (26876) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Sallie Mae Bank (58177) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Sovereign Bank Natl Assn (29950) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| State Bank of India NY (33682) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| USNY Bank (58541) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Washington Federal (30570) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Webster Bank (18221) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Wheaton Bk & Trust (33803) | 245,000 | 0.4% | 1,000,000 | Yes | 5.0% | Yes | 5 Years | Yes |
| Total Certificates of Deposit (32) | \$7,840,000 | 11.7% | | | 20.0% | Yes | | |
| Medium Term (Corporate) Notes | | | | | | | | |
| Berkshire Hathaway | \$1,000,000 | 1.5% | | | 5.0% | Yes | 5 Years | Yes |
| Commwealth Bank Australia | 1,000,000 | 1.5% | | | 5.0% | Yes | 5 Years | Yes |
| Costco Companies | 1,000,000 | 1.5% | | | 5.0% | Yes | 5 Years | Yes |
| GE Cap Corp | 2,000,000 | 3.0% | | | 5.0% | Yes | 5 Years | Yes |
| National Australia Bank | 500,000 | 0.7% | | | 5.0% | Yes | 5 Years | Yes |
| Pfizer Inc | 1,000,000 | 1.5% | | | 5.0% | Yes | 5 Years | Yes |
| Toyota Motor Credit | 1,000,000 | 1.5% | | | 5.0% | Yes | 5 Years | Yes |
| Union Bank | 1,000,000 | 1.5% | | | 5.0% | Yes | 5 Years | Yes |
| Wells Fargo & Co | 1,500,000 | 2.2% | | | 5.0% | Yes | 5 Years | Yes |
| 3M | 1,000,000 | 1.5% | | | 5.0% | Yes | 5 Years | Yes |
| Total Medium Term Notes (10) | \$11,000,000 | 16.3% | | | 20.0% | Yes | | |
| Federal Agencies | | | | | | | | |
| Federal Home Loan Bank (FHLLB) | \$5,000,000 | 7.4% | | | 33.3% | Yes | 5 Years | Yes |
| Federal Farm Credit (FFCB) | 2,000,000 | 3.0% | | | 33.3% | Yes | 5 Years | Yes |
| Fannie Mae (FNMA) | 6,000,000 | 8.9% | | | 33.3% | Yes | 5 Years | Yes |
| Freddie Mac (FHLMC) | 6,000,000 | 8.9% | | | 33.3% | Yes | 5 Years | Yes |
| Total Federal Agencies (4) | \$19,000,000 | 28.2% | | | 60.0% | Yes | 5 Years | Yes |
| Total Portfolio | \$67,290,000 | 100.0% | | | | | | |

*Approved by the Finance Subcommittee for the temporary policy suspension until December 2014 to allow over 50% of the portfolio to be invested in LAIF.

CITY OF MANHATTAN BEACH
December 31, 2013

Investments

| | Book Value |
|------------------------------|-------------------------------|
| LAIF | \$29,450,000.00 |
| Medium Term Notes | 11,212,563.26 |
| Federal Agency Issues-Coupon | 19,163,934.80 |
| Certificates of Deposit | 7,840,000.00 |
| Subtotal Investments | <u>\$67,666,498.06</u> |

Demand Deposit/Petty Cash

| | |
|--------------------------------|------------------------------|
| Cash in Bank | \$4,228,146.58 |
| Petty Cash | 2,372.47 |
| Subtotal Demand Deposit | <u>\$4,230,519.05</u> |

Subtotal City Cash & Investments **\$71,897,017.11**

Bond Funds Held in Trust

| | |
|-------------------------------------|--------------------------------------|
| Police/Fire Refund Escrow | - |
| Police Fire Refund Delivery Cost | 649,281.30 |
| Marine | 32,768.58 |
| Pension Bond | 19,178.06 |
| Metlox & Water/Wastewater Refunding | 750,956.25 |
| Utility Assessment Dist | 1,359,647.65 |
| Subtotal Bonds Held in Trust | <u>\$2,811,831.84</u> |
| Treasurer's Balance | <u><u>\$74,708,848.95</u></u> |

**BILL LOCKYER
TREASURER
STATE OF CALIFORNIA**

LOCAL AGENCY INVESTMENT FUND (LAIF)

LAIF WEBINAR REGISTRATION

PMIA Performance Report

| Date | Daily Yield* | Quarter to Date Yield | Average Maturity (in days) |
|-----------|--------------|-----------------------|----------------------------|
| 1/1/2014 | 0.25 | 0.25 | 209 |
| 1/2/2014 | 0.26 | 0.26 | 219 |
| 1/3/2014 | 0.26 | 0.26 | 222 |
| 1/4/2014 | 0.26 | 0.26 | 222 |
| 1/5/2014 | 0.26 | 0.26 | 222 |
| 1/6/2014 | 0.26 | 0.26 | 222 |
| 1/7/2014 | 0.26 | 0.26 | 222 |
| 1/8/2014 | 0.26 | 0.26 | 225 |
| 1/9/2014 | 0.26 | 0.26 | 232 |
| 1/10/2014 | 0.26 | 0.26 | 230 |
| 1/11/2014 | 0.26 | 0.26 | 230 |
| 1/12/2014 | 0.26 | 0.26 | 230 |
| 1/13/2014 | 0.26 | 0.26 | 228 |
| 1/14/2014 | 0.25 | 0.26 | 228 |

*Daily yield does not reflect capital gains or losses

LAIF Performance Report

Quarter Ending 12/31/2013

Apportionment Rate: 0.26%
 Earnings Ratio: .00000700426120353
 Fair Value Factor: 1.00028762
 Daily: 0.26%
 Quarter To Date: 0.26%
 Average Life: 209

PMIA Average Monthly Effective Yields

DEC 2013 0.264%
 NOV 2013 0.263%
 OCT 2013 0.266%

Pooled Money Investment Account
 Portfolio Composition
 \$57.7 Billion
 12/31/13

