



Staff Report

City of Manhattan Beach

TO: Members of the Finance Subcommittee

THROUGH: Bruce Moe, Finance Director

FROM: Henry Mitzner, Controller
 Libby Bretthauer, Financial Analyst

DATE: March 17, 2016

SUBJECT: Investment Portfolio for January 2016

RECOMMENDATION:

Staff recommends that the Finance Subcommittee accepts the status report on the City's investment portfolio as of January 31, 2016.

FISCAL IMPLICATION:

There are no fiscal implications associated with the recommended action. As of January 31, 2016, the City's investment portfolio totaled \$88.1 million in book value (\$87.8 million par value).

DISCUSSION:

Since the last update as of the October 2015, the City's investment portfolio has increased \$3.0 million in par value. Property Taxes received through the end of January totaled \$13.5 million, which contributed to the increase. Consistent with prior years, normal operating activities (warrant and payroll coverage) cause the City to operate at a deficit until December and January when Property Taxes are received.

Activity

The following purchase and redemption activity took place between November 1, 2015 and January 31, 2016:

Security	Date of Activity	Maturity Date	Purchase (Par)	Maturing/Call	YTM
MTN - 0.9% Coupon	12/4/2015	5/12/2017	1,000,000		0.770%
FHLMC - 1.3% Coupon	12/29/2015	6/29/2018	2,000,000		1.300%
FHLMC - 2% Coupon	12/30/2015	12/30/2020	2,000,000		2.000%
MTN - 1.25% Coupon	12/30/2015	2/8/2018	1,000,000		1.383%
MTN - 1.7% Coupon	12/30/2015	12/15/2019	1,000,000		1.861%
Total Purchases			\$7,000,000		1.516%
Matured: MTN - 0.65% Coupon	12/7/2015	12/7/2015		1,000,000	0.550%
Called: CD - 0.75% Coupon	12/28/2015	3/28/2017		245,000	0.750%
Total Maturing/Calls				\$1,245,000	0.590%

FHLB = Federal Home Loan Bank; FNMA = Federal National Mortgage Association (Fannie Mae); FFCB = Federal Farm Credit Bank; FHLMC = Federal Home Loan Mortgage Corporation (Freddie Mac)

Agenda Item #: _____

Yields on securities have not shown dramatic improvement from the prior months. Average Yield to Maturity on the City's portfolio book value increased to 1.069% in January from 0.980% in October. Five government and high-grade medium-term corporate securities totaling \$7.0 million were purchased to maintain diversity in the portfolio. Two securities were redeemed, including one medium-term corporate note and one Certificate of Deposit. Redeemed investments since December 1 totaled \$1.2 million.

Market conditions and investment opportunities are monitored regularly. Efforts are made to ensure the portfolio is well-balanced for the safety of principal by investing in high-grade securities that are diversified in origin and maturity date.

Attachment: Investment Portfolio as of January 31, 2016

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Summary
January 1, 2016 through January 31, 2016

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
LAI	21,700,000.00	21,700,000.00	21,700,000.00	24.63	1	1	0.440	0.446
Certificates of Deposit - Bank	5,601,000.00	5,613,695.00	5,601,000.00	6.36	1,491	443	1.060	1.075
Medium Term Notes	14,500,000.00	14,630,530.00	14,607,501.09	16.58	1,297	635	1.339	1.358
Federal Agency Issues - Coupon	48,000,000.00	46,463,730.00	46,210,381.19	52.44	1,336	895	1.253	1.270
Investments	87,801,000.00	88,407,955.00	88,118,882.28	100.00%	1,011	603	1.055	1.069
Cash and Accrued Interest								
Passbook/Checking (not included in yield calculations)	5,770,281.72	5,770,281.72	5,770,281.72		1	1	0.000	0.000
Accrued Interest at Purchase		23,546.31	23,546.31					
Subtotal	5,770,281.72	5,793,828.03	5,793,828.03		1,011	603	1.055	1.069
Total Cash and Investments	93,571,281.72	94,201,783.03	93,912,710.31					

Total Earnings January 31 Month Ending **92,511.02** Fiscal Year To Date **568,590.42**
Current Year

BRUCE A. MOE, FINANCE DIRECTOR

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
January 31, 2016

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM	Days to Maturity	Maturity Date
LAIF									365		
SYSS000	3000	Local Agency Invest. Fund	07/01/2000	21,700,000.00	21,700,000.00	21,700,000.00	0.446		0.446	1	
		Subtotal and Average		21,700,000.00	21,700,000.00	21,700,000.00	0.446		0.446	1	
Certificates of Deposit - Bank											
59012YM29	CD0015	Merrick Bank	08/29/2012	245,000.00	245,034.30	245,000.00	0.700		0.700	28	02/29/2016
02005QZW6	CD0007	Ally Bank	03/21/2012	245,000.00	245,198.45	245,000.00	1.150		1.150	49	03/21/2016
20033ADU7	CD0033	Comenity Capital Bank	12/02/2013	245,000.00	245,147.00	245,000.00	0.750		0.750	122	06/02/2016
29978DNM8	CD0013	Everbank Jacksonville FL	08/29/2012	245,000.00	245,306.25	245,000.00	0.900		0.900	210	08/29/2016
3364ORBW6	CD0030	First Sentry Bank	11/22/2013	245,000.00	244,919.15	245,000.00	0.750		0.750	295	11/22/2016
31931TDC8	CD0031	First Bank North Carolina	11/27/2013	245,000.00	245,000.00	245,000.00	0.800		0.800	301	11/28/2016
57118AHE1	CD0032	Marlin Business Bank	11/27/2013	245,000.00	245,754.80	245,000.00	0.850		0.850	301	11/28/2016
3616OXC39	CD0004	GENERAL ELECTRIC CAPITAL	12/29/2011	245,000.00	247,783.20	245,000.00	2.100		2.100	332	12/29/2016
38143AFP5	CD0005	Goldman Sachs	01/05/2012	245,000.00	247,712.15	245,000.00	2.050		2.050	339	01/05/2017
08414QSU4	CD0034	Bank of North Carolina	02/14/2014	245,000.00	245,744.80	245,000.00	0.800		0.800	379	02/14/2017
2546703V2	CD0006	Discover Bank Greenwood Intere	02/15/2012	245,000.00	246,820.35	245,000.00	1.600		1.600	380	02/15/2017
22786AAD7	CD0035	CROSSFIRST BANK	02/19/2014	245,000.00	245,580.65	245,000.00	0.750		0.750	386	02/21/2017
7471338P0	CD0022	Pyramax Bank	03/28/2013	245,000.00	244,495.30	245,000.00	0.750		0.750	421	03/28/2017
90344LBS7	CD0020	USNY Bank	03/28/2013	245,000.00	244,331.15	245,000.00	0.750		0.750	452	04/28/2017
344030EQ0	CD0011	Flushing SVGS Bk NY	07/27/2012	245,000.00	247,761.15	245,000.00	1.100		1.100	542	07/27/2017
062849YAO	CD0014	Bank of Holland	08/29/2012	245,000.00	244,679.05	245,000.00	1.050		1.050	575	08/29/2017
88413QAH11	CD0037	THIRD FEDERAL SAVINGS & LOAN	02/21/2014	245,000.00	246,026.55	245,000.00	1.150		1.150	659	11/21/2017
856284J21	CD0018	State Bank of India	12/21/2012	245,000.00	246,786.05	245,000.00	1.200		1.200	689	12/21/2017
94768NJE5	CD0019	Webster Bank	12/26/2012	245,000.00	246,778.70	245,000.00	1.000		1.000	694	12/26/2017
17453FBG6	CD0036	CITIZENS DEPOSIT BANK	02/20/2014	211,000.00	210,883.95	211,000.00	1.300		1.300	750	02/20/2018
320844NW9	CD0038	FIRST MERT BANK	02/24/2014	245,000.00	246,038.80	245,000.00	1.300		1.300	756	02/26/2018
938828AA8	CD0023	Washington Federal	03/28/2013	245,000.00	243,111.05	245,000.00	1.000		1.000	786	03/28/2018
101120CZ4	CD0024	Boston Private Bank & Trust	04/04/2013	245,000.00	242,802.35	245,000.00	0.950		0.950	793	04/04/2018
		Subtotal and Average		5,601,000.00	5,613,685.00	5,601,000.00	1.075		1.075	443	
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		0.00	0.00	0.00	0.000		0.000	0	
Medium Term Notes											
369625C4	MTN0066	Gen elec Cap Corp	10/24/2012	2,000,000.00	2,012,080.00	2,012,604.60	2.950	AA+	1.350	98	05/09/2016
90520EAC5	MTN0070	Union Bank	12/21/2012	1,000,000.00	1,007,360.00	1,007,529.35	3.000	A+	1.244	126	06/06/2016

Portfolio City
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CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
January 31, 2016

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Medium Term Notes											
88579YAD3	MTN0072	3M	11/21/2013	1,000,000.00	1,004,110.00	1,008,107.45	1.375	AA-	0.783	241	09/29/2016
94974BEZ9	MTN0068	WELLS FARGO & CO	10/24/2012	500,000.00	507,560.00	506,930.07	2.625	A+	1.256	318	12/15/2016
084670BD9	MTN0065	BERKSHIRE HATHAWY	07/20/2012	1,000,000.00	1,008,790.00	1,009,177.31	1.900	AA+	1.112	365	01/31/2017
037833BB5	MTN0078	APPLE INC	12/04/2015	1,000,000.00	1,000,810.00	1,001,850.00	0.900	AA+	0.770	466	05/12/2017
89233P6S0	MTN0069	Toyota Motor Corp	12/21/2012	1,000,000.00	998,760.00	1,005,100.00	1.250	AA-	1.140	612	10/05/2017
68389XAN5	MTN0074	ORACLE CORP	02/18/2014	1,000,000.00	1,002,870.00	984,650.00	1.200	A+	1.350	622	10/15/2017
166764AA8	MTN0076	CHEVRON CORP	06/23/2015	1,000,000.00	992,590.00	988,400.00	1.104	AA	1.170	673	12/05/2017
459200HK0	MTN0079	IBM Corporation	12/30/2015	1,000,000.00	996,370.00	997,240.00	1.250	AA-	1.383	738	02/08/2018
717081DG5	MTN0073	Pfizer Inc	12/27/2013	1,000,000.00	1,005,950.00	990,150.00	1.500	AA	1.730	865	06/15/2018
594919AC8	MTN0075	MICROSOFT CORP.	05/19/2015	1,000,000.00	1,090,740.00	1,088,552.31	4.200	AAA	1.783	1,216	06/01/2019
22160KAF2	MTN0080	COSTCO COMPANIES	12/30/2015	1,000,000.00	1,006,300.00	993,880.00	1.700	A+	1.861	1,413	12/15/2019
30231GAG7	MTN0077	EXXON MOBIL CORPORATION	08/21/2015	1,000,000.00	997,240.00	995,330.00	1.912	AAA	2.020	1,495	03/06/2020
				14,500,000.00	14,630,630.00	14,607,601.09			1.368	635	
Subtotal and Average											

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon											
31337SZ6	FAC0202	Federal Home Loan Bank	08/29/2011	1,000,000.00	1,006,000.00	1,004,026.50	2.125	AA+	1.233	130	06/10/2016
3135GOCM3	FAC0206	Fannie Mae	12/28/2011	2,000,000.00	2,008,480.00	2,006,420.00	1.250	AA+	1.180	240	09/28/2016
3130A3CE2	FAC0227	Federal Home Loan Bank	11/04/2014	2,000,000.00	2,000,320.00	2,001,720.00	0.625	AA+	0.580	256	10/14/2016
3133EEFA3	FAC0229	FED FARM CR BK	12/26/2014	2,000,000.00	2,000,680.00	1,998,820.00	0.720	AA+	0.750	318	12/15/2016
3134G6G49	FAC0233	Federal Home Loan Mortgage	05/15/2015	3,000,000.00	3,003,090.00	3,004,242.00	0.800	AA+	0.736	554	08/08/2017
3134GMJ7	FAC0237	Federal Home Loan Mortgage	08/19/2015	1,000,000.00	1,000,260.00	998,600.00	0.750	AA+	0.820	571	08/25/2017
3133EDZD3	FAC0228	FED FARM CR BK	11/04/2014	2,000,000.00	2,022,000.00	2,016,854.55	1.550	AA+	1.192	595	09/18/2017
3130A33J1	FAC0226	Federal Home Loan Bank	08/22/2014	3,000,000.00	3,021,780.00	3,001,740.00	1.200	AA+	1.180	586	09/19/2017
3137EADL0	FAC0242	Federal Home Loan Mortgage	10/26/2015	1,000,000.00	1,003,150.00	1,006,870.00	1.000	AA+	0.640	606	09/29/2017
3133EDE99	FAC0219	FED FARM CR BK	02/13/2014	2,000,000.00	2,017,540.00	2,005,449.15	1.340	AA+	1.208	697	12/29/2017
880591EC2	FAC0241	Tennessee Valley Authority	10/26/2015	1,000,000.00	1,074,210.00	1,080,487.54	4.500	AA+	0.977	790	04/01/2018
3134G8CG2	FAC0243	Federal Home Loan Mortgage	12/29/2015	2,000,000.00	2,000,780.00	2,000,000.00	1.300	AA+	1.300	879	06/29/2018
3136G2JB4	FAC0234	Fannie Mae	05/27/2015	2,000,000.00	2,004,900.00	1,999,500.00	1.200	AA+	1.208	938	09/27/2018
3130A6AE7	FAC0240	Federal Home Loan Bank	10/26/2015	1,000,000.00	1,003,370.00	1,005,240.00	1.125	AA+	0.940	956	09/14/2018
3135G0YM9	FAC0232	Fannie Mae	02/20/2015	2,000,000.00	2,045,900.00	2,033,091.02	1.875	AA+	1.318	960	09/18/2018
880591EQ1	FAC0220	Tennessee Valley Authority	05/29/2014	2,000,000.00	2,034,140.00	2,019,972.46	1.750	AA+	1.395	987	10/15/2018
3130A0CU2	FAC0217	Federal Home Loan Bank	11/21/2013	1,000,000.00	1,011,870.00	1,000,000.00	1.550	AA	1.550	1,024	11/21/2018
313376BR5	FAC0218	Federal Home Loan Bank	12/27/2013	1,000,000.00	1,019,180.00	998,570.00	1.750	AA+	1.780	1,047	12/14/2018
3135G0ZA4	FAC0221	Fannie Mae	05/29/2014	1,000,000.00	1,022,830.00	1,012,830.75	1.875	AA+	1.478	1,114	02/19/2019
3135G0ZA4	FAC0235	Fannie Mae	06/19/2015	2,000,000.00	2,045,660.00	2,033,852.89	1.875	AA+	1.425	1,114	02/19/2019
3133EDL1R	FAC0222	FED FARM CR BK	05/29/2014	2,000,000.00	2,030,680.00	2,007,442.39	1.650	AA+	1.542	1,199	05/15/2019

Portfolio CITY
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CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
January 31, 2016

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date	
Federal Agency Issues - Coupon												
3137EADK2	FAC0224	Federal Home Loan Mortgage	08/01/2014	2,000,000.00	2,006,920.00	1,963,780.28	1.250	AA+	1.788	1,277	08/01/2019	
3133EFAS6	FAC0238	FED FARM CR BK	08/26/2015	1,000,000.00	1,004,560.00	1,000,000.00	1.670	AA+	1.670	1,302	08/26/2019	
3135G0ZY2	FAC0231	Fannie Mae	02/20/2015	2,000,000.00	2,036,820.00	2,008,963.66	1.750	AA+	1.642	1,394	11/26/2018	
3133EEW55	FAC0236	FED FARM CR BK	06/19/2015	2,000,000.00	2,031,460.00	2,001,898.00	1.800	AA+	1.760	1,596	06/15/2020	
3130A8DM6	FAC0239	Federal Home Loan Bank	09/18/2015	1,000,000.00	1,004,290.00	1,000,000.00	1.000	AA+	1.000	1,691	09/18/2020	
3134G8FZ7	FAC0244	Federal Home Loan Mortgage	12/30/2015	2,000,000.00	2,002,860.00	2,000,000.00	2.000	AA+	2.000	1,794	12/30/2020	
		Subtotal and Average		46,000,000.00	46,463,730.00	46,210,381.19			1.270	895		
		Total and Average		87,801,000.00	88,407,955.00	88,118,882.28			1.069	603		

CITY OF MANHATTAN BEACH

Portfolio Management

Portfolio Details - Cash

January 31, 2016

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rets	S&P	YTM 365	Days to Maturity	
Money Market Fund											
SYS39903-39902	39901	UNION BANK	06/01/2003	5,770,281.72	5,770,281.72	5,770,281.72			0.000	1	
			Accrued Interest at Purchase		23,546.31	23,546.31				1	
			Subtotal		5,793,828.03	5,793,828.03					
			Subtotal and Average								
			Total Cash and Investments	93,871,281.72	94,201,783.03	93,912,710.31			1.069	603	

City of Manhattan Beach
Investment Portfolio Summary
As of January 31, 2016

PORTFOLIO PROFILE	Jan 31, 2016	Dec 31, 2015	Nov 30, 2015	Oct 31, 2015	Sep 30, 2015
Total Book Value (Excluding Trust Funds)	\$88,118,882	\$89,368,882	\$83,705,810	\$85,205,810	\$85,351,850
Increase/(Decrease) from Prior Period	(1,250,000)	5,663,072	(1,500,000)	(146,040)	(2,225,000)
Percentage Change	(1.4%)	6.8%	(1.8%)	(0.2%)	(2.5%)
Average Yield to Maturity (365 Days)	1.069%	1.049%	0.996%	0.980%	0.977%
Increase/(Decrease) from Prior Period	0.021%	0.053%	0.016%	0.003%	0.022%

PORTFOLIO ALLOCATIONS

By Security	Value (Par)	Percent	Par YTM	Time Horizon	Percent
LAI [*]	\$21,700,000	24.71%	0.446%	Next 12 months	41%
Certificates of Deposit	5,601,000	6.4%	1.075%	Months 13-24	21%
Medium Term Notes	14,500,000	16.5%	1.358%	Months 25-36	17%
Federal Agencies	46,000,000	52.4%	1.270%	Months 37-48	14%
Total	\$87,801,000	100.0%	1.068%	Months 49-60	7%
				Total	100.0%

^{*}LAI^F YTM as of January 31, 2016

RECENT ACTIVITY

Security	Date of Activity	Maturity Date	Purchase (Par)	Maturing/Call	YTM
FHLB - 1% Coupon	9/18/2015	9/18/2020	1,000,000		1.000%
FHLB - 1.125% Coupon	10/26/2015	9/14/2018	1,000,000		0.940%
TVA - 4.5% Coupon	10/26/2015	4/1/2018	1,000,000		0.977%
FHLMC - 1% Coupon	10/26/2015	9/29/2017	1,000,000		0.640%
MTN - 0.9% Coupon	12/4/2015	5/12/2017	1,000,000		0.770%
FHLMC - 1.3% Coupon	12/29/2015	6/29/2018	2,000,000		1.300%
FHLMC - 2% Coupon	12/30/2015	12/30/2020	2,000,000		2.000%
MTN - 1.25% Coupon	12/30/2015	2/8/2018	1,000,000		1.383%
MTN - 1.7% Coupon	12/30/2015	12/15/2019	1,000,000		1.861%
Total Purchases			\$11,000,000		1.288%
Called: FHLMC - 1.125% Coupon	10/2/2015	4/2/2018		2,000,000	1.125%
Matured: CD - 1.73% Coupon	10/28/2015	10/28/2015		245,000	1.730%
Matured: MTN - 0.65% Coupon	12/7/2015	12/7/2015		1,000,000	0.550%
Called: CD - 0.75% Coupon	12/28/2015	3/28/2017		245,000	0.750%
Total Maturing/Calls				\$3,490,000	0.976%

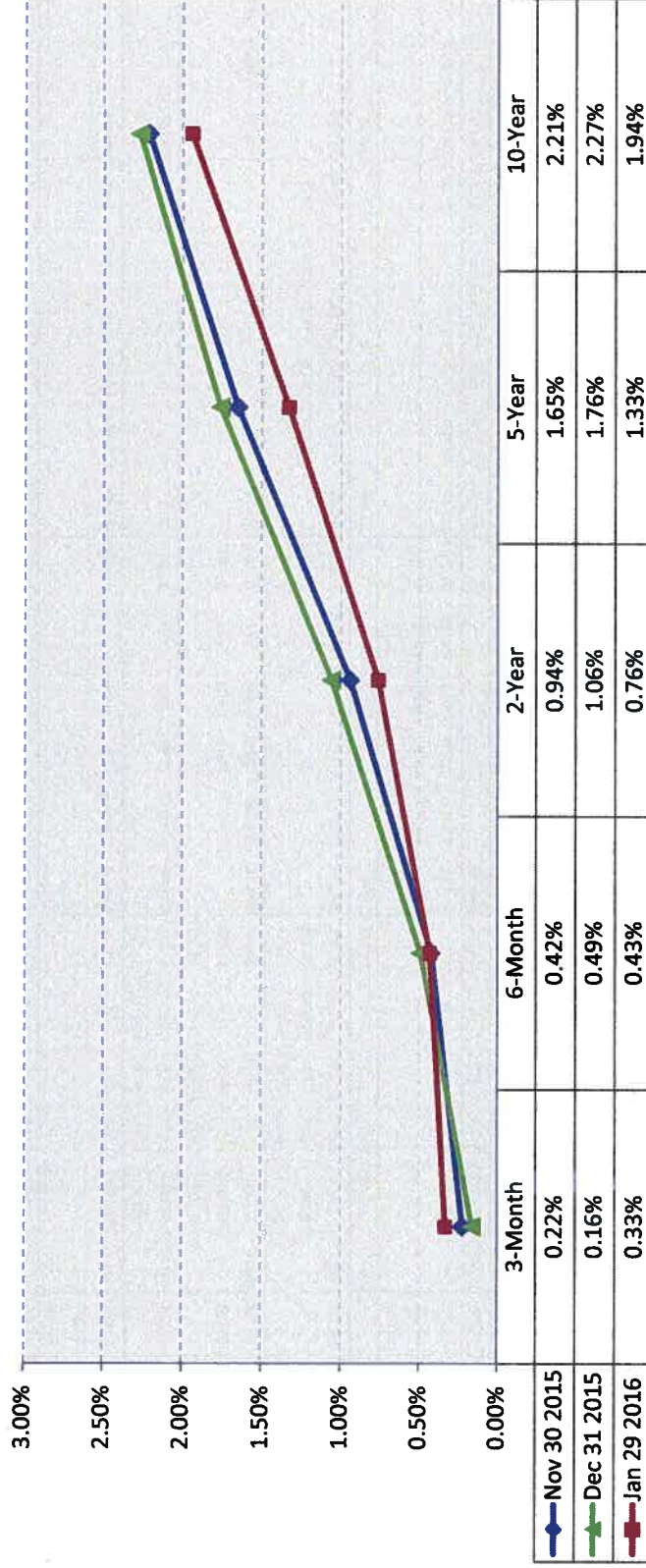
**City of Manhattan Beach
Investment Portfolio Summary
As of January 31, 2016**

PORTFOLIO FUNDS HELD IN TRUST	Value
Police/Fire Refund Delivery Cost	\$2
Marine Avenue	19,270
Metlox & Water/Wastewater Refunding	7
UUAD Assessment Funds	1,541,798
Total Funds Held in Trust	\$1,561,077

As of January 31, 2016

US Treasuries Yield Curve

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CITY OF MANHATTAN BEACH
Portfolio Maturity Structure
February 2016 through January 2021

HELD TO MATURITY
Rolling 60 Months

Mth	Mat.	YTM	Inv	Call	Amnt	Mth	Mat.	YTM	Inv	Call	Amnt	Mth	Mat.	YTM	Inv	Call	Amnt	
Feb 16	2/29/16	0.7%	CD	nc	\$0.2M	Feb 17	2/14/17	0.80%	CD	nc	\$0.2M	Feb 18	2/20/18	1.30%	CD	nc	\$0.2M	
							2/15/17	1.60%	CD	nc	\$0.2M		2/28/18	1.30%	CD	nc	\$0.2M	
							2/21/17	0.75%	CD	nc	\$0.2M		2/8/18	1.38%	MTN	nc	\$1.0M	
Mar 16	3/21/16	1.2%	CD	nc	\$0.2M	Mar 17	3/28/17	0.75%	CD	nc	\$0.2M	Mar 18	3/28/18	1.00%	CD	nc	\$0.2M	
Apr 16						Apr 17	4/28/17	0.75%	CD	nc	\$0.2M	Apr 18	4/4/18	0.95%	CD	nc	\$0.2M	
													4/1/18	0.98%	TVA	nc	\$1.0M	
May 16	5/9/16	1.3%	MTN	nc	\$2.0M	May 17	5/12/17	0.77%	MTN	nc	\$1.0M	May 18	6/29/18	1.30%	FHLMC	3/29/16	\$2.0M	
Jun 16	6/6/16	1.2%	MTN	nc	\$1.0M	Jun 17						Jun 18	6/15/18	1.73%	MTN	MW: 10	\$1.0M	
	6/2/16	0.8%	CD	nc	\$0.2M													
	6/10/16	1.2%	FHLB	nc	\$1.0M													
Jul 16						Jul 17	7/27/17	1.10%	CD	nc	\$0.2M	Jul 18						
Aug 16	8/29/16	0.9%	CD	nc	\$0.2M	Aug 17	8/8/17	0.74%	FHLMC	nc	\$3.0M	Aug 18	8/27/18	1.21%	FNMA	5/27/16	\$2.0M	
							8/29/17	1.05%	CD	2/28/13	\$0.2M							
							8/25/17	0.82%	FHLMC	nc	\$1.0M							
Sep 16	9/29/16	1.2%	FNMA	nc	\$2.0M	Sep 17	9/19/17	1.18%	FHLB	nc	\$3.0M	Sep 18	9/18/18	1.32%	FNMA	nc	\$2.0M	
	9/29/16	0.8%	MTN	nc	\$1.0M		9/18/17	1.19%	FFCB	nc	\$2.0M		9/14/18	0.94%	FHLB	nc	\$1.0M	
							9/29/17	0.64%	FHLMC	nc	\$1.0M							
Oct 16	10/14/16	0.8%	FHLB	nc	\$2.0M	Oct 17	10/5/17	1.14%	MTN	12/21/12	\$1.0M	Oct 18	10/15/18	1.38%	TVA	nc	\$2.0M	
							10/15/17	1.35%	MTN	MW: 10	\$1.0M							
Nov 16	11/22/16	0.8%	CD	nc	\$0.2M	Nov 17	11/21/17	1.15%	CD	nc	\$0.2M	Nov 18	11/21/18	1.55%	FHLB	nc	\$1.0M	
	11/28/16	0.8%	CD	nc	\$0.2M													
	11/28/16	0.9%	CD	nc	\$0.2M													
Dec 16	12/15/16	1.3%	MTN	nc	\$0.5M	Dec 17	12/21/17	1.20%	CD	nc	\$0.2M	Dec 18	12/14/18	1.78%	FHLB	nc	\$1.0M	
	12/29/16	2.1%	CD	nc	\$0.2M		12/28/17	1.00%	CD	nc	\$0.2M							
	12/15/16	0.8%	FFCB	nc	\$2.0M		12/29/17	1.21%	FFCB	nc	\$2.0M							
							12/5/17	1.17%	MTN	MW: 7.5	\$1.0M							
Jan 17	1/5/17	2.1%	CD	nc	\$0.2M	Jan 18						Jan 19						
	1/31/17	1.1%	MTN	nc	\$1.0M													
Total By Year (excl LAIF)					\$14.71m						\$18.45m						\$14.95m	
% of Total Securities (excl LAIF)					22%						28%						23%	
% of Total Investments (incl LAIF)					41%						17%						17%	

Total Securities	75%	\$66.1M
LAIF	25%	\$21.7M
Total Investments	100%	\$87.8M

Shaded rows indicate months with significant cash inflows.

City of Manhattan Beach
Investment Policy Compliance Chart
 As of January 31, 2016

Instrument	Local Agency Investment Fund (LAIF)	% of Total	Dollor Compliance Limit	Compliance?	Percentage Compliance Limit	Compliance?	Term Compliance Limit	Compliance?
Certificates of Deposit		\$21,700,000			24.7%			
Discover Bank (6649)	5649	\$245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
First Merit Bank (13675)	13675	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
First Bank NC (15019)	15019	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Flushing SB NY (16049)	16049	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Citizens Deposit Bk (18852)	18852	211,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Webster Bank (18221)	18221	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Boston Private Bank & Trust (24811)	24811	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Pyramax Bank (29120)	29120	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Third Fed Svgs Bk (30012)	30012	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Washington Federal (30570)	30570	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Goldman Sachs Bk (33124)	33124	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Bank of NC (33527)	33527	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
State Bank of India NY (33682)	33682	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
GE Cap Financial Inc (GE Capital Bank - 33778)	33778	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
First Sentry Bank (34241)	34241	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Merrick Bank (34519)	34519	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
EverBank (34775)	34775	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Bank of Holland (34862)	34862	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Comenity Capital (57570)	57570	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Ally Bank (57803)	57803	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Martin Business Bank (58287)	58287	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
USNY Bank (58541)	58541	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Crossfirst Bank (58648)	58648	245,000	1,000,000	Yes	5.0%	Yes	5 Years	Yes
Total Certificates of Deposit (23)		\$5,601,000			20.0%	Yes		
Medium Term (Corporate) Notes								
Costco		1,000,000			5.0%	Yes	5 Years	Yes
Total Consumer Staples Sector		\$1,000,000			10.0%	Yes		
Barkshire Hathaway		\$1,000,000			5.0%	Yes	5 Years	Yes
GE Cap Corp		2,000,000			5.0%	Yes	5 Years	Yes
Wells Fargo & Co		500,000			5.0%	Yes	5 Years	Yes
Toyota Motor Credit		1,000,000			5.0%	Yes	5 Years	Yes
Union Bank		1,000,000			5.0%	Yes	5 Years	Yes
Total Financial Sector		\$5,500,000			10.0%	Yes		
Chevron		1,000,000			5.0%	Yes	5 Years	Yes
Exxon Mobil		1,000,000			5.0%	Yes	5 Years	Yes
Total Energy Sector		\$2,000,000			10.0%	Yes		
Pfizer Inc		1,000,000			5.0%	Yes	5 Years	Yes
Total Healthcare Sector		\$1,000,000			10.0%	Yes		
3M		1,000,000			5.0%	Yes	5 Years	Yes
Total Materials Sector		\$1,000,000			10.0%	Yes		
Apple Inc		1,000,000			5.0%	Yes	5 Years	Yes
Microsoft		1,000,000			5.0%	Yes	5 Years	Yes
Oracle		1,000,000			5.0%	Yes	5 Years	Yes
IBM		1,000,000			5.0%	Yes	5 Years	Yes
Total Technology Sector		\$4,000,000			10.0%	Yes		
Total Medium Term Notes (14)		\$14,800,000			20.0%	Yes		
Federal Agencies								
Federal Home Loan Bank (FHLB)		\$10,000,000			33.3%	Yes	5 Years	Yes
Federal Farm Credit (FFCB)		11,000,000			33.3%	Yes	5 Years	Yes
Fannie Mae (FNMA)		11,000,000			33.3%	Yes	5 Years	Yes
Freddie Mac (FHLMC)		11,000,000			33.3%	Yes	5 Years	Yes
Tenn Valley Authority (TVA)		3,000,000			33.3%	Yes	5 Years	Yes
Total Federal Agencies (27)		\$45,000,000			100.0%	Yes	5 Years	Yes
Total Portfolio		\$87,801,000			100.0%			

CITY OF MANHATTAN BEACH
January 31, 2016

<u>Investments</u>	<u>Book Value</u>
LAIF	\$21,700,000.00
Medium Term Notes	14,607,501.09
Federal Agency Issues-Coupon	46,210,381.19
Certificates of Deposit	5,601,000.00
Subtotal Investments	<u>\$88,118,882.28</u>
<u>Demand Deposit/Petty Cash</u>	
Cash in Bank	\$5,770,281.72
Petty Cash	2,434.10
Subtotal Demand Deposit	<u>\$5,772,715.82</u>
<u>Subtotal City Cash & Investments</u>	<u>\$93,891,598.10</u>
<u>Bond Funds Held in Trust</u>	
Police Fire Refund Delivery Cost	\$1.73
Marine	19,270.17
Metlox & Water/Wastewater Refunding	7.22
Utility Assessment Dist	1,541,797.89
Subtotal Bonds Held in Trust	<u>\$1,561,077.01</u>
Treasurer's Balance	<u>\$95,452,675.11</u>



**JOHN CHIANG
TREASURER
STATE OF CALIFORNIA**



PMIA Performance Report

Date	Daily Yield*	Quarter to Date Yield	Average Maturity (in days)
01/28/16	0.45	0.45	171
01/29/16	0.45	0.45	167
01/30/16	0.45	0.45	167
01/31/16	0.45	0.45	167
02/01/16	0.46	0.45	169
02/02/16	0.46	0.45	166
02/03/16	0.46	0.45	165
02/04/16	0.46	0.45	165
02/05/16	0.46	0.45	166
02/06/16	0.46	0.45	166
02/07/16	0.46	0.45	166
02/08/16	0.46	0.45	164
02/09/16	0.46	0.45	163
02/10/16	0.46	0.45	162

*Daily yield does not reflect capital gains or losses

LAIF Performance Report

Quarter Ending 12/31/15

Apportionment Rate: 0.37%
 Earnings Ratio: 0.00001006140492611
 Fair Value Factor: 0.999186963
 Daily: 0.43%
 Quarter to Date: 0.38%
 Average Life: 179

**PMIA Average Monthly
Effective Yields**

JAN 2016 0.446%
 DEC 2015 0.400%
 NOV 2015 0.374%

**Pooled Money Investment Account
Portfolio Composition
1/31/16
\$65.3 billion**

