



Agenda Item #: \_\_\_\_\_

# Staff Report

## City of Manhattan Beach

**TO:** Members of the Finance Subcommittee

**THROUGH:** Steve S. Charelian, Finance Director *SC*

**FROM:** Henry Mitzner, Controller *HM*  
Libby Bretthauer, Financial Analyst *LB*

**DATE:** July 15, 2019

**SUBJECT:** Investment Portfolio for May 2019

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**RECOMMENDATION:**

Staff recommends that the Finance Subcommittee accepts the status report on the City's investment portfolio as of May 31, 2019.

**FISCAL IMPLICATION:**

There are no fiscal implications associated with the recommended action. As of May 31, 2019, the City's investment portfolio totaled \$127.1 million in book value (\$127.7 million par value).

**DISCUSSION:**

Since the last update as of January 2019, the City's investment portfolio has increased \$13.0 million in par value due to a \$13.0 million increase in investment in the Local Agency Investment Fund (LAIF). Consistent with prior years, the receipt of Property Taxes in December and January significantly contributed to this increase. Overall, Property Taxes received during the months of December, January, April and May offset summer months when normal operating activities (warrants and payroll coverage) cause the City to operate at a deficit.

In October 2017, the City deposited \$750,000 into the PARS Pension Rate Stabilization Trust as approved by the City Council. This balance, plus the gains and losses received on the fund, is presented with each monthly Portfolio Report below the total Treasurer's Balance (page 10).

**Activity**

The following purchase and redemption activity took place between February 1, 2019 and

May 31, 2019:

**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>
TVA - 1.875% Coupon	2/14/2019	8/15/2022	1,000,000		2.493%
T - 2% Coupon	2/14/2019	7/31/2022	1,000,000		2.510%
T - 1.25% Coupon	2/14/2019	7/31/2023	1,000,000		2.525%
T - 1.375% Coupon	2/14/2019	8/31/2023	1,000,000		2.432%
T - 1.75% Coupon	3/25/2019	9/30/2022	1,000,000		2.201%
T - 2% Coupon	3/25/2019	10/31/2022	1,000,000		2.250%
MTN - 2.25% Coupon	3/26/2019	10/18/2023	1,000,000		2.634%
MTN - 2.3% Coupon	5/13/2019	5/18/2022	1,000,000		2.500%
MTN - 2.5% Coupon	5/13/2019	10/15/2022	1,000,000		2.640%
T - 2.125% Coupon	5/13/2019	2/29/2024	1,000,000		2.234%
T - 2.125% Coupon	5/13/2019	3/31/2024	1,000,000		2.240%
<b>Total Purchases</b>			<b>\$11,000,000</b>		<b>2.424%</b>
Matured: FNMA - 1.875% Coupon	2/19/2019	2/19/2019		1,000,000	1.478%
Matured: FNMA - 1.875% Coupon	2/19/2019	2/19/2019		2,000,000	1.370%
Matured: MTN - 1.6% Coupon	2/27/2019	2/27/2019		1,000,000	1.650%
Matured: MTN - 1.625% Coupon	3/15/2019	3/15/2019		1,000,000	1.810%
Called: FHLMC - 3% Coupon	3/15/2019	3/15/2023		2,000,000	3.000%
Called: FFCB - 3.23% Coupon	3/27/2019	9/27/2022		1,000,000	3.257%
Matured: MTN - 1.4% Coupon	4/26/2019	4/26/2019		1,000,000	1.411%
Matured: FFCB - 1.65% Coupon	5/15/2019	5/15/2019		2,000,000	1.542%
<b>Total Maturing/Calls</b>				<b>\$11,000,000</b>	<b>1.948%</b>

*FFCB = Federal Farm Credit Bank; FHLB = Federal Home Loan Bank; FHLMC = Federal Home Loan Mortgage Corporation (Freddie Mac); FNMA = Federal National Mortgage Association (Fannie Mae); MTN = Corporate Medium Term Note*

Average Yield to Maturity on the City's portfolio book value increased to 2.241% in May from 2.150% in January. During this time frame, three corporate securities, one government agency security and seven U.S. treasury securities totaling \$11.0 million were purchased. Maturing securities included three corporate securities and three government agency securities. In addition, two government agencies were called before their maturity date.

Market conditions and investment opportunities in accordance with the City's Investment Policy 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 May 31, 2019

**CITY OF MANHATTAN BEACH**  
**Portfolio Management**  
**Portfolio Summary**  
**May 1, 2019 through May 31, 2019**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM 360 Equiv.</b>	<b>YTM 365 Equiv.</b>
LAIF	39,200,000.00	39,200,000.00	39,200,000.00	30.83	1	1	2.415	2.449
Medium Term Notes	20,500,000.00	20,491,060.00	20,395,510.38	16.04	1,354	698	2.242	2.274
Federal Agency Issues - Coupon	55,000,000.00	54,990,090.00	54,782,517.43	43.09	1,503	746	2.004	2.032
Treasury Securities - Coupon	13,000,000.00	12,975,470.00	12,754,783.96	10.03	1,354	1,159	2.413	2.446
<b>Investments</b>	<b>127,700,000.00</b>	<b>127,656,620.00</b>	<b>127,132,811.77</b>	<b>100.00%</b>	<b>1,001</b>	<b>550</b>	<b>2.210</b>	<b>2.241</b>
<b>Cash</b>								
Passbook/Checking (not included in yield calculations)	2,424,254.66	2,424,254.66	2,424,254.66		1	1	0.000	0.000
<b>Total Cash and Investments</b>	<b>130,124,254.66</b>	<b>130,080,874.66</b>	<b>129,557,066.43</b>		<b>1,001</b>	<b>550</b>	<b>2.210</b>	<b>2.241</b>
<b>Total Earnings</b>								
	<b>May 31</b>	<b>Month Ending</b>	<b>Fiscal Year To Date</b>					
Current Year		218,869.24	2,062,838.59					

STEVE S. CHARELIAN, FINANCE DIRECTOR

**CITY OF MANHATTAN BEACH**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**May 31, 2019**

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>LAIF</b>											
SYS3000	3000	Local Agency Invest. Fund		39,200,000.00	39,200,000.00	39,200,000.00	2.449		2.449	1	
<b>Subtotal and Average</b>				<b>39,200,000.00</b>	<b>39,200,000.00</b>	<b>39,200,000.00</b>			<b>2.449</b>	<b>1</b>	

**Medium Term Notes**

594918AC8	MTN0075	MICROSOFT CORP.	05/19/2015	1,000,000.00	1,000,000.00	1,010,862.22	4.200	AAA	1.783	0	06/01/2019
63254AAQ1	MTN0087	NATL AUSTRALIA BANK	12/28/2016	1,000,000.00	998,720.00	996,302.84	1.375	AA-	1.992	41	07/12/2019
36962G4D3	MTN0083	Gen elec Cap Corp	06/01/2016	1,000,000.00	1,005,180.00	1,027,467.73	6.000	AA+	1.720	67	08/07/2019
594918BN3	MTN0084	MICROSOFT CORP.	09/02/2016	1,000,000.00	997,510.00	999,710.00	1.100	AAA	1.110	68	08/08/2019
48125LRG9	MTN0091	JP MORGAN CHASE	05/24/2017	1,000,000.00	997,620.00	997,260.00	1.650	A+	1.770	114	09/23/2019
22160KAF2	MTN0080	COSTCO COMPANIES	12/30/2015	1,000,000.00	995,270.00	993,880.00	1.700	A+	1.861	197	12/15/2019
30231GAG7	MTN0077	EXXON MOBIL CORPORATION	08/21/2015	1,000,000.00	996,670.00	995,330.00	1.912	AAA	2.020	279	03/06/2020
478160CH5	MTN0095	Johnson & Johnson	01/25/2018	2,000,000.00	1,991,740.00	1,992,078.67	1.950	AAA	2.167	528	11/10/2020
742718EN5	MTN0090	Procter & Gamble	03/15/2017	1,000,000.00	994,170.00	990,350.00	1.850	AA-	2.110	612	02/02/2021
717081DX8	MTN0097	Pfizer Inc	04/23/2018	1,000,000.00	994,640.00	980,836.09	1.950	AA	2.709	733	06/03/2021
904764AT4	MTN0086	UNILEVER CAPITAL	10/18/2016	500,000.00	489,580.00	495,980.00	1.375	A+	1.550	788	07/28/2021
084670BC1	MTN0094	BERKSHIRE HATHWY	11/03/2017	1,000,000.00	1,032,950.00	1,042,705.40	3.750	AA	2.148	806	08/15/2021
191216BY5	MTN0085	COCA-COLA CO	10/18/2016	1,000,000.00	984,890.00	997,190.00	1.550	AA-	1.610	823	09/01/2021
911312BC9	MTN0100	United Parcel Service	10/04/2018	1,000,000.00	1,000,030.00	971,514.59	2.350	A+	3.193	1,080	05/16/2022
22160KAK1	MTN0102	COSTCO COMPANIES	05/13/2019	1,000,000.00	1,000,370.00	994,226.00	2.300	A+	2.500	1,082	05/18/2022
037833DC1	MTN0096	APPLE INC	04/23/2018	1,000,000.00	991,270.00	966,983.44	2.100	AA+	3.060	1,199	09/12/2022
68389XAP0	MTN0103	ORACLE CORP	05/13/2019	1,000,000.00	999,140.00	995,436.00	2.500	AA-	2.640	1,232	10/15/2022
037833AK6	MTN0098	APPLE INC	05/22/2018	1,000,000.00	997,960.00	964,987.40	2.400	AA+	3.298	1,432	05/03/2023
89236TFN0	MTN0099	TOYOTA MOTOR CREDIT	09/21/2018	1,000,000.00	1,035,130.00	999,500.00	3.450	AA-	3.461	1,572	09/20/2023
89236TDK8	MTN0101	TOYOTA MOTOR CREDIT	03/26/2019	1,000,000.00	988,220.00	982,910.00	2.250	AA-	2.634	1,600	10/18/2023
<b>Subtotal and Average</b>				<b>20,500,000.00</b>	<b>20,491,060.00</b>	<b>20,395,510.38</b>			<b>2.274</b>	<b>698</b>	

**Federal Agency Issues - Coupon**

3137EADK2	FAC0224	Federal Home Loan Mortgage	08/01/2014	2,000,000.00	1,996,460.00	1,994,080.28	1.250	AA+	1.788	61	08/01/2019
3134GBSB9	FAC0263	Federal Home Loan Mortgage	08/11/2017	2,000,000.00	1,995,160.00	2,000,000.00	1.500	AA+	1.500	111	09/20/2019
3134G3P53	FAC0245	Federal Home Loan Mortgage	03/17/2016	1,000,000.00	998,740.00	1,004,748.66	2.000	AA+	1.364	130	10/09/2019
3135G0ZY2	FAC0231	Fannie Mae	02/20/2015	2,000,000.00	1,994,000.00	2,002,078.34	1.750	AA+	1.642	178	11/26/2019
3133EGW92	FAC0255	FED FARM CR BK	12/28/2016	1,000,000.00	995,530.00	997,682.00	1.500	AA+	1.580	201	12/19/2019
880591EV0	FAC0274	Tennessee Valley Authority	05/21/2018	2,000,000.00	1,998,660.00	1,992,217.89	2.250	AA+	2.568	288	03/15/2020
3134G3K58	FAC0260	Federal Home Loan Mortgage	05/22/2017	1,000,000.00	993,850.00	999,850.00	1.500	AA+	1.505	292	03/19/2020
3133EEW55	FAC0236	FED FARM CR BK	06/19/2015	2,000,000.00	1,992,340.00	2,001,898.00	1.800	AA+	1.780	380	06/15/2020
3136G4EK5	FAC0254	Fannie Mae	10/28/2016	2,000,000.00	1,980,000.00	1,996,000.00	1.200	AA+	1.255	423	07/28/2020

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**CITY OF MANHATTAN BEACH**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**May 31, 2019**

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>											
3130ADF98	FAC0270	Federal Home Loan Bank	01/30/2018	2,000,000.00	1,999,960.00	2,000,000.00	2.170	AA+	2.170	425	07/30/2020
3135G0T60	FAC0267	Fannie Mae	01/10/2018	2,000,000.00	1,984,700.00	1,983,110.65	1.500	AA+	1.978	425	07/30/2020
3130ACE26	FAC0273	Federal Home Loan Bank	05/21/2018	2,000,000.00	1,981,880.00	1,958,126.41	1.375	AA+	2.564	485	09/28/2020
3136G0X55	FAC0246	Fannie Mae	03/17/2016	1,000,000.00	992,430.00	995,550.00	1.500	AA+	1.600	517	10/30/2020
3134G9E52	FAC0250	Federal Home Loan Mortgage	07/05/2016	1,000,000.00	989,820.00	1,000,000.00	1.330	AA+	1.330	578	12/30/2020
3135G0J20	FAC0256	Fannie Mae	12/28/2016	1,000,000.00	989,070.00	988,146.57	1.375	AA+	1.917	636	02/26/2021
3130A8BQ5	FAC0248	Federal Home Loan Bank	06/15/2016	2,000,000.00	1,987,720.00	2,000,000.00	1.690	AA+	1.690	653	03/15/2021
3130A8NT6	FAC0251	Federal Home Loan Bank	07/13/2016	2,000,000.00	1,975,840.00	2,000,000.00	1.480	AA+	1.480	773	07/13/2021
3134G9M79	FAC0258	Federal Home Loan Mortgage	03/13/2017	2,000,000.00	1,995,220.00	1,990,439.77	1.875	AA+	2.076	786	07/26/2021
3137EAEC9	FAC0269	Federal Home Loan Mortgage	01/25/2018	2,000,000.00	1,962,720.00	1,942,733.48	1.125	AA+	2.154	803	08/12/2021
3136G36C4	FAC0252	Fannie Mae	09/29/2016	2,000,000.00	1,983,120.00	2,000,000.00	1.600	AA+	1.600	851	09/29/2021
3133EGYB5	FAC0253	FED FARM CR BK	10/14/2016	2,000,000.00	1,979,320.00	1,999,000.00	1.540	AA+	1.550	864	10/12/2021
3133EG2P9	FAC0257	FED FARM CR BK	12/29/2016	1,000,000.00	1,000,010.00	1,000,000.00	2.320	AA+	2.320	942	12/29/2021
3130AC3B8	FAC0264	Federal Home Loan Bank	08/16/2017	1,000,000.00	999,850.00	1,000,000.00	2.000	AA+	2.000	991	02/16/2022
3133EHCT8	FAC0259	FED FARM CR BK	05/22/2017	1,000,000.00	1,004,800.00	1,008,390.91	2.150	AA+	1.894	1,018	03/15/2022
3135G0T45	FAC0261	Fannie Mae	05/22/2017	1,000,000.00	997,760.00	1,001,150.00	1.875	AA+	1.850	1,039	04/05/2022
880591EN8	FAC0277	Tennessee Valley Authority	12/12/2018	2,000,000.00	1,990,100.00	1,933,319.73	1.875	AA+	2.793	1,171	08/15/2022
880591EN8	FAC0279	Tennessee Valley Authority	02/14/2019	1,000,000.00	995,050.00	977,190.00	1.875	AA+	2.493	1,171	08/15/2022
3130AC2H6	FAC0265	Federal Home Loan Bank	08/30/2017	2,000,000.00	2,000,300.00	2,000,000.00	2.160	AA+	2.160	1,180	08/24/2022
3134GBX64	FAC0266	Federal Home Loan Mortgage	11/22/2017	2,000,000.00	2,000,300.00	2,000,000.00	2.350	AA+	2.350	1,270	11/22/2022
3130A3KM5	FAC0268	Federal Home Loan Bank	01/10/2018	2,000,000.00	2,034,100.00	2,011,833.29	2.500	AA+	2.357	1,287	12/09/2022
3133EJDE6	FAC0271	FED FARM CR BK	02/16/2018	2,000,000.00	2,042,560.00	1,990,786.80	2.570	AA+	2.708	1,356	02/16/2023
3133EJSD2	FAC0276	FED FARM CR BK	10/02/2018	2,000,000.00	2,070,960.00	1,990,360.00	2.890	AA+	3.000	1,479	06/19/2023
3133EJK57	FAC0278	FED FARM CR BK	12/12/2018	2,000,000.00	2,087,760.00	2,023,824.65	3.080	AA+	2.840	1,514	07/24/2023
<b>Subtotal and Average</b>				<b>55,000,000.00</b>	<b>54,990,090.00</b>	<b>54,782,517.43</b>			<b>2.032</b>	<b>746</b>	
<b>Treasury Securities - Coupon</b>											
912828NT3	UST0025	US TREASURY	05/21/2018	1,000,000.00	1,005,700.00	1,000,312.50	2.625		2.610	441	08/15/2020
9128282V1	UST0026	US TREASURY	05/21/2018	1,000,000.00	990,820.00	979,778.84	1.375		2.529	472	09/15/2020
912828D72	UST0023	US TREASURY	02/16/2018	1,000,000.00	1,001,370.00	987,869.73	2.000		2.439	822	08/31/2021
912828F21	UST0024	US TREASURY	02/16/2018	1,000,000.00	1,004,380.00	990,277.46	2.125		2.478	852	09/30/2021
912828XQ8	UST0027	US TREASURY	12/12/2018	2,000,000.00	2,005,780.00	1,950,725.74	2.000		2.681	1,156	07/31/2022
912828XQ8	UST0028	US TREASURY	02/14/2019	1,000,000.00	1,002,890.00	983,515.00	2.000		2.510	1,156	07/31/2022
912828L57	UST0031	US TREASURY	03/25/2019	1,000,000.00	994,920.00	983,281.25	1.750		2.201	1,217	09/30/2022
9128283C2	UST0032	US TREASURY	03/25/2019	1,000,000.00	1,002,850.00	991,406.25	2.000		2.250	1,248	10/31/2022
912828S92	UST0029	US TREASURY	02/14/2019	1,000,000.00	972,970.00	946,718.75	1.250		2.525	1,521	07/31/2023

**CITY OF MANHATTAN BEACH**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**May 31, 2019**

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
<b>Treasury Securities - Coupon</b>											
9128282D1	UST0030	US TREASURY	02/14/2019	1,000,000.00	977,380.00	951,171.88	1.375		2.432	1,552	08/31/2023
912828W48	UST0033	US TREASURY	05/13/2019	1,000,000.00	1,008,130.00	995,039.06	2.125		2.234	1,734	02/29/2024
912828W71	UST0034	US TREASURY	05/13/2019	1,000,000.00	1,008,280.00	994,687.50	2.125		2.240	1,765	03/31/2024
<b>Subtotal and Average</b>				<b>13,000,000.00</b>	<b>12,975,470.00</b>	<b>12,754,783.96</b>			<b>2.446</b>	<b>1,159</b>	
<b>Total and Average</b>				<b>127,700,000.00</b>	<b>127,656,620.00</b>	<b>127,132,811.77</b>			<b>2.241</b>	<b>550</b>	

**CITY OF MANHATTAN BEACH  
Portfolio Management  
Portfolio Details - Cash  
May 31, 2019**

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
<b>Money Market Fund</b>										
SYS39903-39902	39901	UNION BANK		2,424,254.66	2,424,254.66	2,424,254.66			0.000	1
<b>Subtotal and Average</b>										1
<b>Total Cash and Investments</b>				<b>130,124,254.66</b>	<b>130,080,874.66</b>	<b>129,557,066.43</b>			<b>2.241</b>	<b>550</b>

**City of Manhattan Beach**  
**Investment Portfolio Summary**  
*As of May 31, 2019*

<b>PORTFOLIO PROFILE</b>	<b>May 31, 2019</b>	<b>Apr 30, 2019</b>	<b>Mar 31, 2019</b>	<b>Feb 28, 2019</b>	<b>Jan 31, 2019</b>
Total Book Value (Excluding Trust Funds)	\$127,132,812	\$121,154,250	\$115,153,960	\$114,191,353	\$114,333,823
Increase/(Decrease) from Prior Period	5,978,562	6,000,290	962,608	(142,471)	2,000,000
Percentage Change	4.9%	5.2%	0.8%	(0.1%)	1.8%
Average Yield to Maturity (365 Days)	2.241%	2.216%	2.193%	2.194%	2.150%
Increase/(Decrease) from Prior Period	0.025%	0.023%	(0.001%)	0.044%	0.017%

**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*	\$39,200,000	30.70%	2.449%	Next 12 months	45%
Medium Term Notes	20,500,000	16.1%	2.274%	Months 13-24	16%
Federal Agencies	55,000,000	43.1%	2.032%	Months 25-36	17%
U.S. Treasuries	13,000,000	10.2%	2.446%	Months 37-48	15%
<b>Total</b>	<b>\$127,700,000</b>	<b>100.0%</b>	<b>2.241%</b>	Months 49-60	8%
				<b>Total</b>	<b>100.0%</b>

\*LAIF YTM as of May 31, 2019

**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>
MTN - 2.3% Coupon	5/13/2019	5/18/2022	1,000,000		2.500%
MTN - 2.5% Coupon	5/13/2019	10/15/2022	1,000,000		2.640%
T - 2.125% Coupon	5/13/2019	2/29/2024	1,000,000		2.234%
T - 2.125% Coupon	5/13/2019	3/31/2024	1,000,000		2.240%
<b>Total Purchases</b>			<b>\$4,000,000</b>		<b>2.404%</b>
Matured: MTN - 1.625% Coupon	3/15/2019	3/15/2019		1,000,000	1.810%
Called: FHLMC - 3% Coupon	3/15/2019	3/15/2023		2,000,000	3.000%
Called: FFCB - 3.23% Coupon	3/27/2019	9/27/2022		1,000,000	3.257%
Matured: MTN - 1.4% Coupon	4/26/2019	4/26/2019		1,000,000	1.411%
Matured: FFCB - 1.65% Coupon	5/15/2019	5/15/2019		2,000,000	1.542%
<b>Total Maturing/Calls</b>				<b>\$7,000,000</b>	<b>2.223%</b>



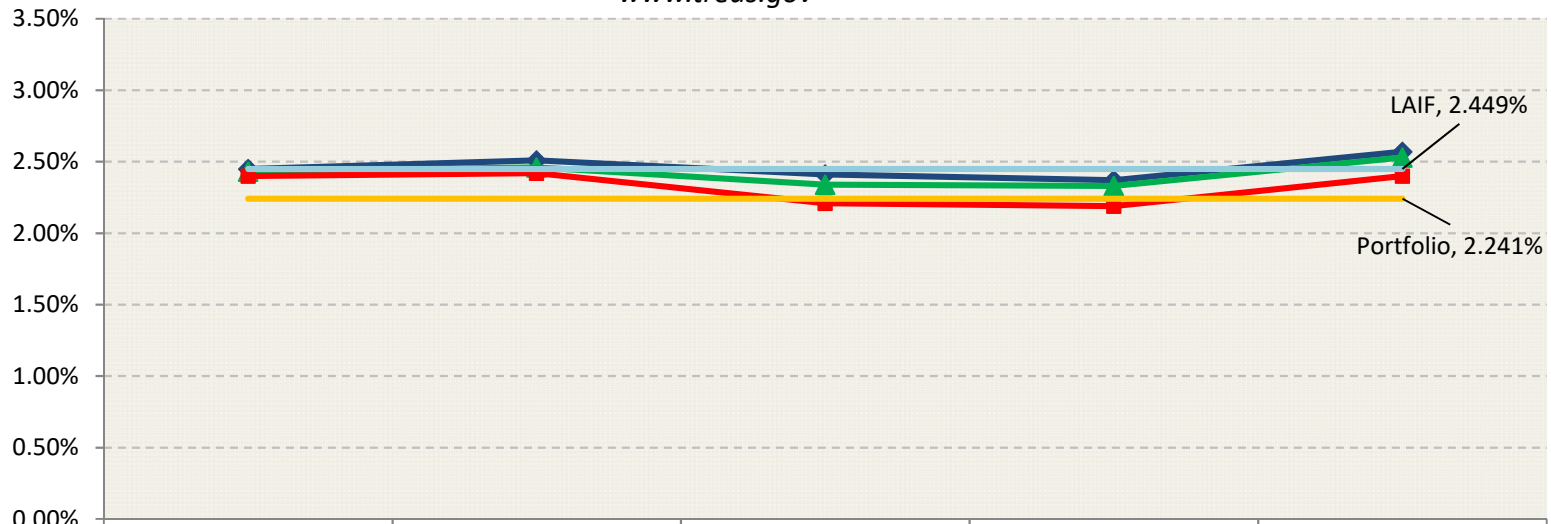
**City of Manhattan Beach**  
**Investment Portfolio Summary**  
*As of May 31, 2019*

<b>FUNDS HELD IN TRUST</b>	<b>Value</b>
Police/Fire Refunding Bonds	\$721
Marine Avenue Refunding Bonds	83
Metlox & Water/Wastewater Refunding Bonds	172
UUAD Assessment Refunding Bonds	523,092
PARS Investment Trust	783,540
<b>Total Funds Held in Trust</b>	<b>\$1,307,609</b>

*As of May 31, 2019*

### US Treasuries Yield Curve

*www.treas.gov*



	3-Month	6-Month	2-Year	5-Year	10-Year
◆ March 2019	2.45%	2.51%	2.41%	2.37%	2.57%
▲ April 2019	2.43%	2.46%	2.34%	2.33%	2.53%
■ May 2019	2.40%	2.42%	2.21%	2.19%	2.40%

Monthly yields are interpolated by the Treasury from the daily yield curve.

**CITY OF MANHATTAN BEACH**  
**Portfolio Maturity Structure**

June 2019 through May 2024

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

Mth	Mat.	YTM	Inv	Call	Amt	Mth	Mat.	YTM	Inv	Call	Amt	Mth	Mat.	YTM	Inv	Call	Amt	Mth	Mat.	YTM	Inv	Call	Amt	Mth	Mat.	YTM	Inv	Call	Amt	
Jun 19	6/1/19	1.8%	MTN	nc	\$1.0M	Jun 20	6/15/20	1.78%	FFCB	nc	\$2.0M	Jun 21	6/3/21	2.71%	MTN	MW: 10	\$1.0M	Jun 22						Jun 23	6/19/23	3.00%	FFCB	nc	\$2.0M	
Jul 19	7/12/19	2.0%	MTN	nc	\$1.0M	Jul 20	7/28/20	1.25%	FNMA	7/28/17	\$2.0M	Jul 21	7/13/21	1.48%	FHLB	1/13/17	\$2.0M	Jul 22	7/31/22	2.68%	T	nc	\$2.0M	Jul 23	7/24/23	2.84%	FFCB	nc	\$2.0M	
							7/30/20	1.98%	FNMA	nc	\$2.0M		7/26/21	2.08%	FHLMC	nc	\$2.0M		7/31/22	2.51%	T	nc	\$1.0M		7/31/23	2.53%	T	nc	\$1.0M	
							7/30/20	2.17%	FHLB	nc	\$2.0M		7/28/21	1.55%	MTN	nc	\$0.5M													
Aug 19	8/1/19	1.8%	FHLMC	nc	\$2.0M	Aug 20	8/15/20	2.61%	T	nc	\$1.0M	Aug 21	8/15/21	2.15%	MTN	nc	\$1.0M	Aug 22	8/24/22	2.16%	FHLB	11/24/17	\$2.0M	Aug 23	8/31/23	2.43%	T	nc	\$1.0M	
	8/7/19	1.7%	MTN	nc	\$1.0M								8/12/21	2.15%	FHLMC	nc	\$2.0M		8/15/22	2.79%	TVA	nc	\$2.0M							
	8/8/19	1.1%	MTN	nc	\$1.0M								8/31/21	2.44%	T	nc	\$1.0M		8/15/22	2.49%	TVA	nc	\$1.0M							
Sep 19	9/20/19	1.5%	FHLMC	9/20/17	\$2.0M	Sep 20	9/15/20	2.53%	T	nc	\$1.0M	Sep 21	9/1/21	1.61%	MTN	nc	\$1.0M	Sep 22	9/12/22	3.06%	MTN	MW: 7.5	\$1.0M	Sep 23	9/20/23	3.46%	MTN	nc	\$1.0M	
	9/23/19	1.8%	MTN	8/23/19	\$1.0M		9/28/20	2.56%	FHLB	nc	\$2.0M		9/29/21	1.60%	FNMA	3/29/17	\$2.0M		9/30/22	2.20%	T	nc	\$1.0M							
													9/30/21	2.48%	T	nc	\$1.0M													
Oct 19	10/9/19	1.4%	FHLMC	nc	\$1.0M	Oct 20	10/30/20	1.60%	FNMA	nc	\$1.0M	Oct 21	10/12/21	1.55%	FFCB	10/12/17	\$2.0M	Oct 22	10/31/22	2.25%	T	nc	\$1.0M	Oct 23	10/18/23	2.63%	MTN	nc	\$1.0M	
																			10/15/22	2.64%	MTN	MW: 12.5	\$1.0M							
Nov 19	11/26/19	1.6%	FNMA	nc	\$2.0M	Nov 20	11/10/20	2.17%	MTN	nc	\$2.0M	Nov 21						Nov 22	11/22/22	2.35%	FHLMC	5/22/18	\$2.0M	Nov 23						
Dec 19	12/15/19	1.9%	MTN	nc	\$1.0M	Dec 20	12/30/20	1.33%	FHLMC	12/30/16	\$1.0M	Dec 21	12/29/21	2.32%	FFCB	12/29/17	\$1.0M	Dec 22	12/9/22	2.36%	FHLB	nc	\$2.0M	Dec 23						
	12/19/19	1.6%	FFCB	nc	\$1.0M																									
Jan 20						Jan 21						Jan 22						Jan 23						Jan 24						
Feb 20						Feb 21	2/2/21	2.11%	MTN	MW: 10	\$1.0M	Feb 22	2/16/22	2.00%	FHLB	2/16/18	\$1.0M	Feb 23	2/16/23	2.71%	FFCB	nc	\$2.0M	Feb 24	2/29/24	2.23%	T	nc	\$1.0M	
							2/26/21	1.92%	FNMA	nc	\$1.0M																			
Mar 20	3/6/20	2.0%	MTN	MW: 5	\$1.0M	Mar 21	3/15/21	1.69%	FHLB	3/15/17	\$2.0M	Mar 22	3/15/22	1.89%	FFCB	nc	\$1.0M	Mar 23						Mar 24	3/31/24	2.24%	T	nc	\$1.0M	
	3/19/20	1.5%	FHLMC	nc	\$1.0M																									
	3/15/20	2.6%	TVA	nc	\$2.0M																									
Apr 20						Apr 21						Apr 22	4/5/22	1.85%	FNMA	nc	\$1.0M	Apr 23						Apr 24						
May 20						May 21						May 22	5/16/22	3.19%	MTN	MW: 10	\$1.0M	May 23	5/3/23	3.30%	MTN	MW: 15	\$1.0M	May 24						
													5/18/22	2.50%	MTN	MW: 10	\$1.0M													
<b>Total By Year (excl LAIF)</b>					<b>\$18.00m</b>						<b>\$20.00m</b>						<b>\$21.50m</b>						<b>\$19.00m</b>						<b>\$10.00m</b>	
<b>% of Total Securities (excl LAIF)</b>					<b>20%</b>						<b>23%</b>						<b>24%</b>						<b>21%</b>						<b>11%</b>	
<b>% of Total Investments (incl LAIF)</b>					<b>45%</b>						<b>16%</b>						<b>17%</b>						<b>15%</b>						<b>8%</b>	

Total Securities	69%	\$88.5M
LAIF	31%	\$39.2M
<b>Total Investments</b>	<b>100%</b>	<b>\$127.7M</b>

Shaded rows indicate months with significant cash inflows.

# City of Manhattan Beach

## Investment Policy Compliance Chart

As of May 31, 2019

Instrument		% of Total	Dollar Compliance		Percentage Compliance		Term Compliance	
			Limit	Compliant?	Limit	Compliant?	Limit	Compliant?
Local Agency Investment Fund (LAIF)	\$39,200,000	30.7%	\$50,000,000	Yes	Temporary Suspension			
<b>Treasury Securities</b>								
US Treasury	\$13,000,000	10.2%					5 Years	Yes
<b>Total U.S. Treasuries (12)</b>		<b>\$13,000,000</b>	<b>10.2%</b>					
<b>Medium Term (Corporate) Notes</b>								
Costco	2,000,000	1.6%			5.0%	Yes	5 Years	Yes
<i>Total Consumer Staples Sector</i>		<i>\$2,000,000</i>	<i>1.6%</i>			<i>10.0%</i>	<i>Yes</i>	
Coca-Cola	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
Unilever Capital	500,000	0.4%			5.0%	Yes	5 Years	Yes
Proctor & Gamble	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
<i>Total Consumer Goods Sector</i>		<i>\$2,500,000</i>	<i>2.0%</i>			<i>10.0%</i>	<i>Yes</i>	
Natl Australia Bank/NY	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
JP Morgan Chase	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
Berkshire Hathaway	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
Toyota Motor Credit	2,000,000	1.6%			5.0%	Yes	5 Years	Yes
<i>Total Financial Sector</i>		<i>\$5,000,000</i>	<i>3.9%</i>			<i>10.0%</i>	<i>Yes</i>	
Exxon Mobil	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
<i>Total Energy Sector</i>		<i>\$1,000,000</i>	<i>0.8%</i>			<i>10.0%</i>	<i>Yes</i>	
Pfizer Inc	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
Johnson & Johnson	2,000,000	1.6%			5.0%	Yes	5 Years	Yes
<i>Total Healthcare Sector</i>		<i>\$3,000,000</i>	<i>2.3%</i>			<i>10.0%</i>	<i>Yes</i>	
GE Company	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
United Parcel Service	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
<i>Total Industrials Sector</i>		<i>\$2,000,000</i>	<i>1.6%</i>			<i>10.0%</i>	<i>Yes</i>	
Apple Inc	2,000,000	1.6%			5.0%	Yes	5 Years	Yes
Microsoft	2,000,000	1.6%			5.0%	Yes	5 Years	Yes
Oracle Corp	1,000,000	0.8%			5.0%	Yes	5 Years	Yes
<i>Total Technology Sector</i>		<i>\$5,000,000</i>	<i>3.9%</i>			<i>10.0%</i>	<i>Yes</i>	
<b>Total Medium Term Notes (20)</b>		<b>\$20,500,000</b>	<b>16.1%</b>			<b>20.0%</b>	<b>Yes</b>	
<b>Federal Agencies</b>								
Federal Home Loan Bank (FHLB)	\$13,000,000	10.2%			33.3%	Yes	5 Years	Yes
Federal Farm Credit (FFCB)	13,000,000	10.2%			33.3%	Yes	5 Years	Yes
Fannie Mae (FNMA)	11,000,000	8.6%			33.3%	Yes	5 Years	Yes
Freddie Mac (FHLMC)	13,000,000	10.2%			33.3%	Yes	5 Years	Yes
Tennessee Valley Authority (TVA)	5,000,000	3.9%			33.3%	Yes	5 Years	Yes
<b>Total Federal Agencies (33)</b>		<b>\$55,000,000</b>	<b>43.1%</b>			<b>60.0%</b>	<b>Yes</b>	
<b>Total Portfolio</b>	<b>\$127,700,000</b>	<b>100.0%</b>						



**CITY OF MANHATTAN BEACH  
TREASURER'S REPORT  
May 31, 2019**

<b><u>Investments</u></b>	<b>Book Value</b>
LAIF	\$39,200,000.00
Medium Term Notes	20,395,510.38
Federal Agency Issues-Coupon	54,782,517.43
Treasury Securities	12,754,783.96
<b>Subtotal Investments</b>	<b><u>\$127,132,811.77</u></b>
<b><u>Demand Deposit/Petty Cash</u></b>	
Cash in Bank	\$2,424,254.66
Petty Cash	3,640.25
<b>Subtotal Demand Deposit</b>	<b><u>\$2,427,894.91</u></b>
<b>Subtotal City Cash &amp; Investments</b>	<b><u>\$129,560,706.68</u></b>
<b><u>Bond Funds Held in Trust</u></b>	
Police Fire Refunding	\$720.55
Marine Ave Park Refunding	83.47
Metlox & Water/Wastewater Refunding	172.36
Utility Assessment Districts	523,092.43
<b>Subtotal Bonds Held in Trust</b>	<b><u>\$524,068.81</u></b>
<b><u>Investment Trust Funds</u></b>	
PARS Pension Rate Stabilization Trust	783,540.38
 <b>Treasurer's Balance</b>	 <b><u><u>\$130,868,315.87</u></u></b>



# CALIFORNIA STATE TREASURER FIONA MA, CPA



## PMIA Performance Report

Date	Daily Yield*	Quarter to Date Yield	Average Maturity (in days)
05/07/19	2.45	2.45	180
05/08/19	2.45	2.45	181
05/09/19	2.45	2.45	180
05/10/19	2.45	2.45	180
05/11/19	2.45	2.45	180
05/12/19	2.45	2.45	180
05/13/19	2.45	2.45	177
05/14/19	2.45	2.45	176
05/15/19	2.45	2.45	178
05/16/19	2.45	2.45	179
05/17/19	2.45	2.45	179
05/18/19	2.45	2.45	179
05/19/19	2.45	2.45	179
05/20/19	2.45	2.45	176
05/21/19	2.45	2.45	175
05/22/19	2.45	2.45	174
05/23/19	2.45	2.45	174
05/24/19	2.45	2.45	176
05/25/19	2.45	2.45	176
05/26/19	2.45	2.45	176
05/27/19	2.45	2.45	176
05/28/19	2.45	2.45	172
05/29/19	2.45	2.45	174
05/30/19	2.45	2.45	174
05/31/19	2.45	2.45	180
06/01/19	2.45	2.45	180
06/02/19	2.45	2.45	180
06/03/19	2.45	2.45	177
06/04/19	2.45	2.45	177
06/05/19	2.45	2.45	176
06/06/19	2.45	2.45	176

\*Daily yield does not reflect capital gains or losses

[View Prior Month Daily Rates](#)

## LAIF Performance Report

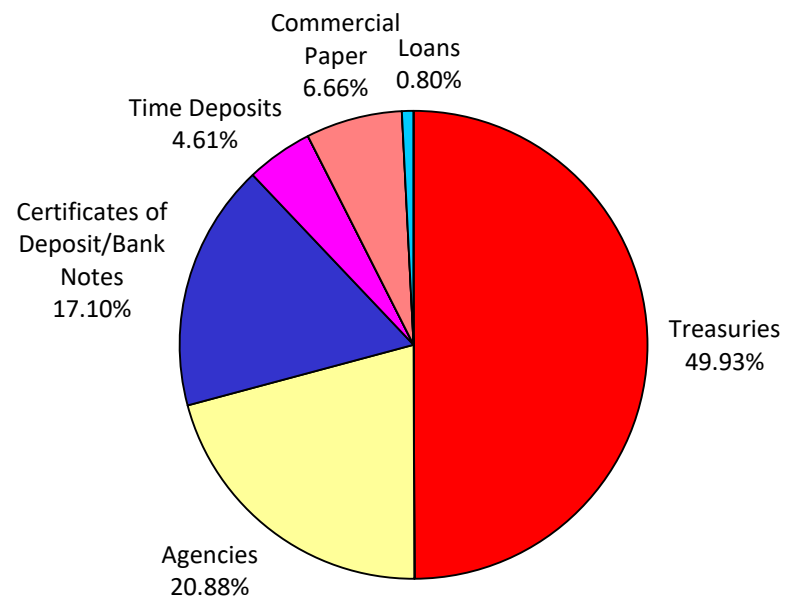
Quarter Ending 03/31/19

Apportionment Rate: 2.55  
 Earnings Ratio: 0.00006976322349099  
 Fair Value Factor: 1.000146954  
     Daily: 2.44%  
 Quarter to Date: 2.39%  
 Average Life: 179

### PMIA Average Monthly Effective Yields

**May 2019    2.449**  
 Apr 2019    2.445  
 Mar 2019    2.436

## Pooled Money Investment Account Portfolio Composition 04/30/19 \$102.7 billion



Percentages may not total 100% due to rounding

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1)

Based on data available as of 06/06/2019