

City of Huntington Beach City Treasurer's Report



Quarter ending: March 2016

**Alisa Cutchen, CCMT, CPFIM
City Treasurer**

Economic and Market Overview January – March 2016:

- ❖ **Fed Funds rate remains $\frac{1}{4}$ to $\frac{1}{2}$ percent**
- ❖ **2-year Treasury down from 1.02% to 0.73%**
- ❖ **March Unemployment Rate: 5.00%**
- ❖ **Dec Labor Participation Rate: 63.0%**

Portfolio Overview 03/31/16:

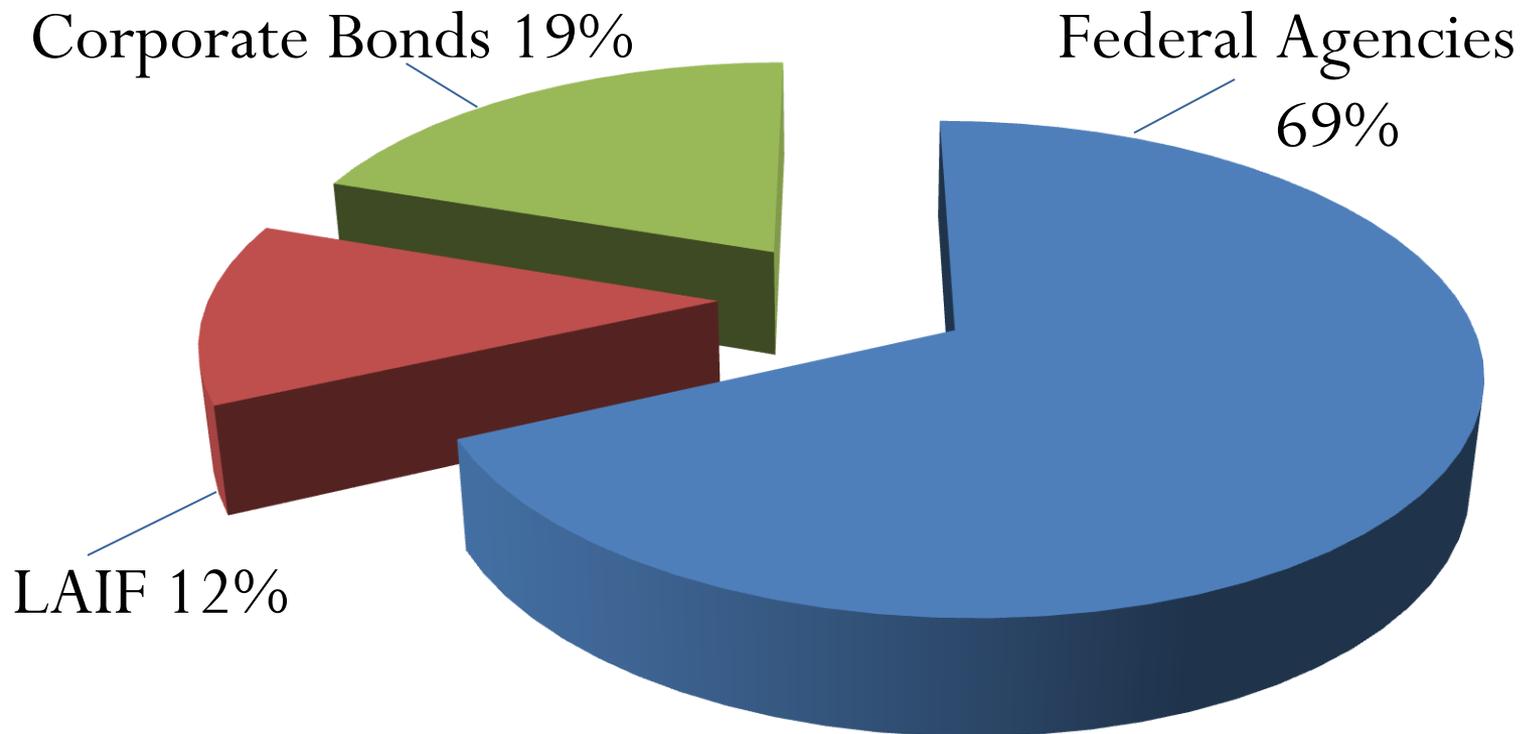
As of March 31, 2016:

\$ in millions

<u>Investment Type</u>	<u>Market Value</u>	<u>Book Value</u>	<u>% Portfolio</u>
Federal Agency Issues	\$ 148.2	\$148.1	69%
Local Agency Investment Fund (LAIF)	\$ 25.4	\$ 25.4	12%
Corporate Bonds	\$ 40.8	\$ 40.7	19%
Total Portfolio	\$214.4	\$214.1	100%

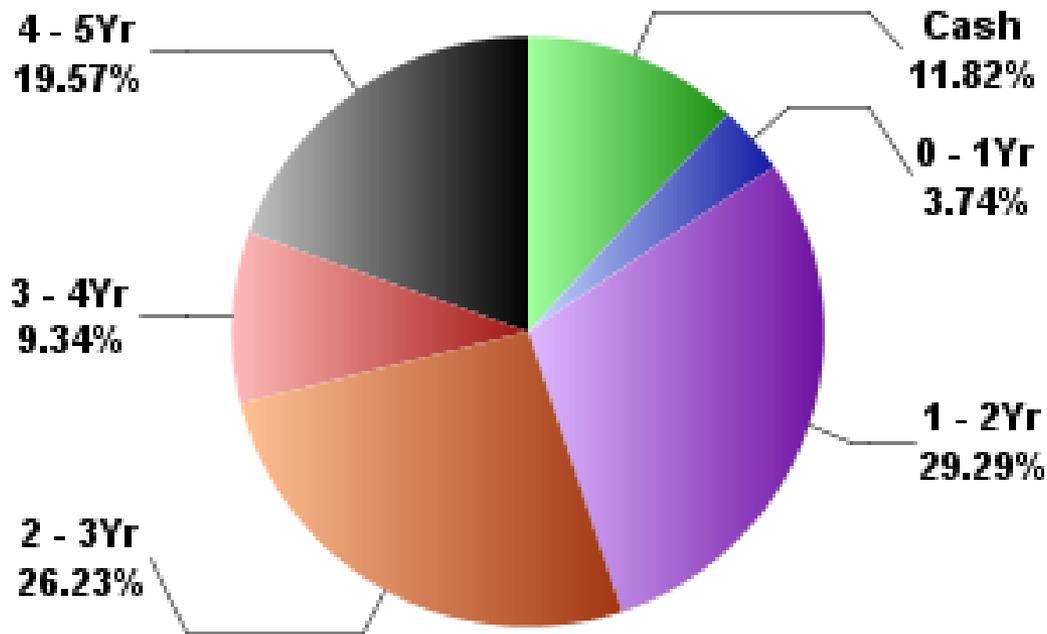
Portfolio Composition 03/31/16:

- **Investments By Type:**



Maturity Details 03/31/16:

- **Market Value % by Maturity:**

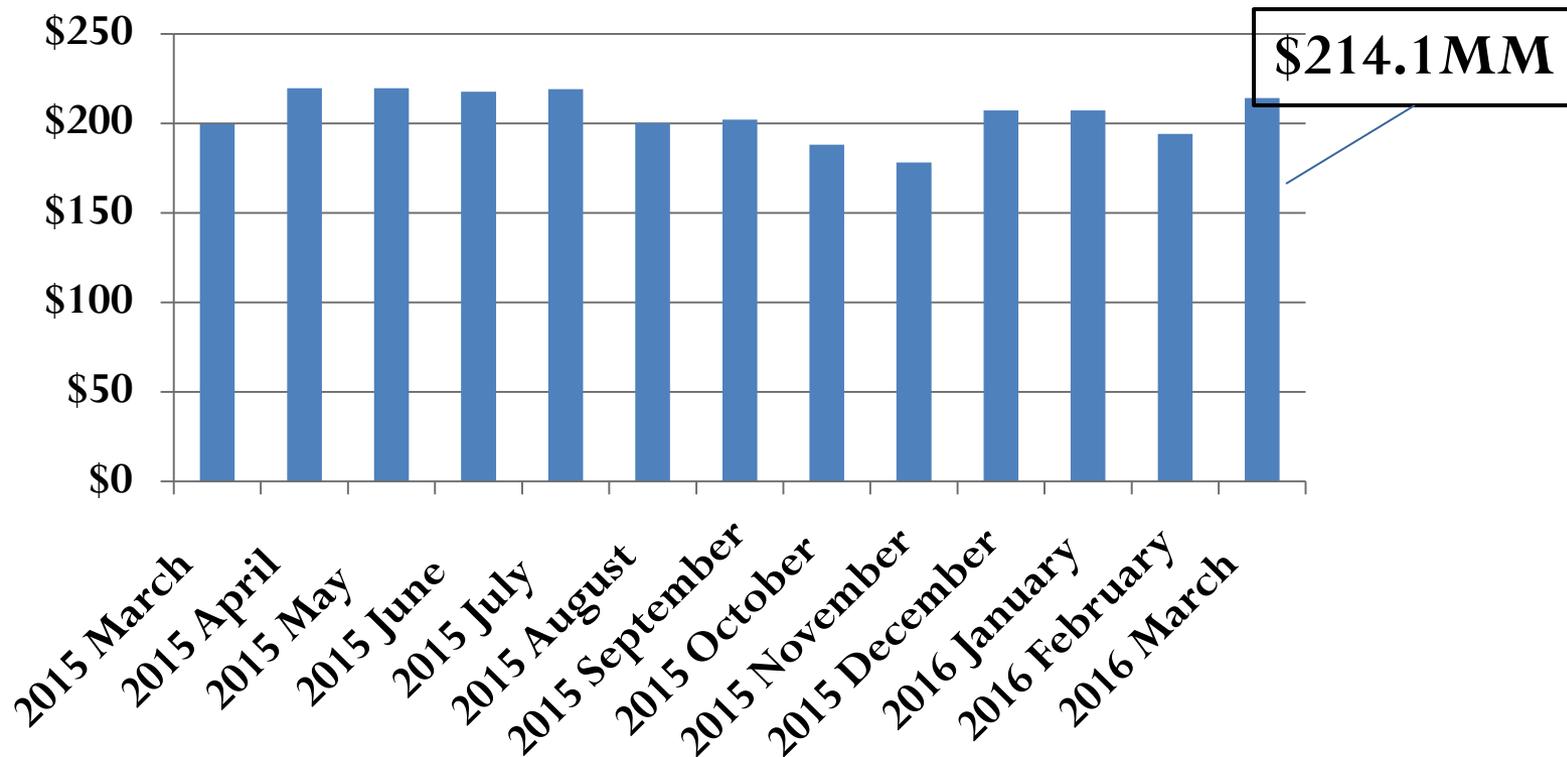


Market Value % of Portfolio By Maturity Bucket

Book Value by Month 03/31/16

- **Historical Book Value**

\$ in millions

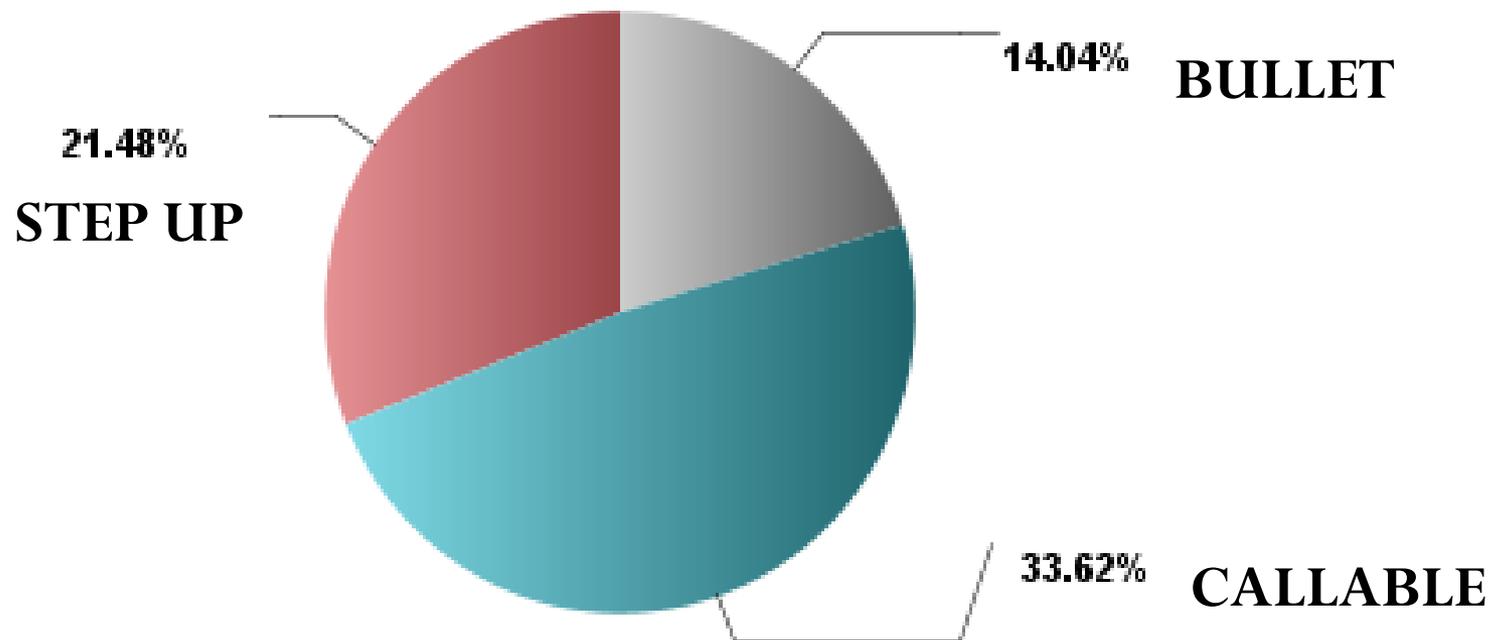


Current Agency Holdings 03/31/16:

- **Federal Agency Holdings:**
 - Federal Home Loan Bank
 - Federal National Mortgage Association (Fannie Mae)
 - Federal Farm Credit Bank
 - Federal Home Loan Mortgage Corp. (Freddie Mac)

Agency Structure 03/31/16:

- **Federal Agency Structure Composition:**



Book Value % of Portfolio By Agency Type

Corporate Holdings 03/31/16:

- **Select Corporate Bond Issuers:**
 - Apple Inc.
 - Caterpillar Financial Corp.
 - GE Capital Corp.
 - Coca Cola Co.
 - Merck & Co Inc.
 - Oracle Corp.
 - Toyota Motor Credit

Portfolio Earnings:

Quarter ending 03/31/16:

<u>Total Earnings:</u>	<u>Month end 3/31/16:</u>	<u>FYTD 2015/16:</u>
Current Year	\$188,760	\$1,072,011
Current Budget	\$110,000	\$660,000
Last Year Actual	\$175,525	\$893,851
<i>Effective Rate of Return</i>	1.10%	1.10%
<i>versus benchmark:</i>	0.73%	

Conclusion:

- ❖ Earnings utilized to offset taxpayer funds for operations, capital expenditures and other City projects
- ❖ City Portfolio remains compliant with all State regulations and Investment Policy
- ❖ No losses

QUESTIONS?

Thank you