

# City of Huntington Beach City Treasurer's Report



**Quarter ending: December 31, 2015**

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

# Economic and Market Overview

## Oct – Dec 2015:

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- ❖ **Federal Reserve raised interest rates 25bps**
- ❖ **2-year Treasury up from 0.64% to 1.06%**
- ❖ **Equity Markets flat for year**
- ❖ **Dec. Unemployment Rate: 5.01%**
- ❖ **Dec. Labor Participation Rate: 62.6%**

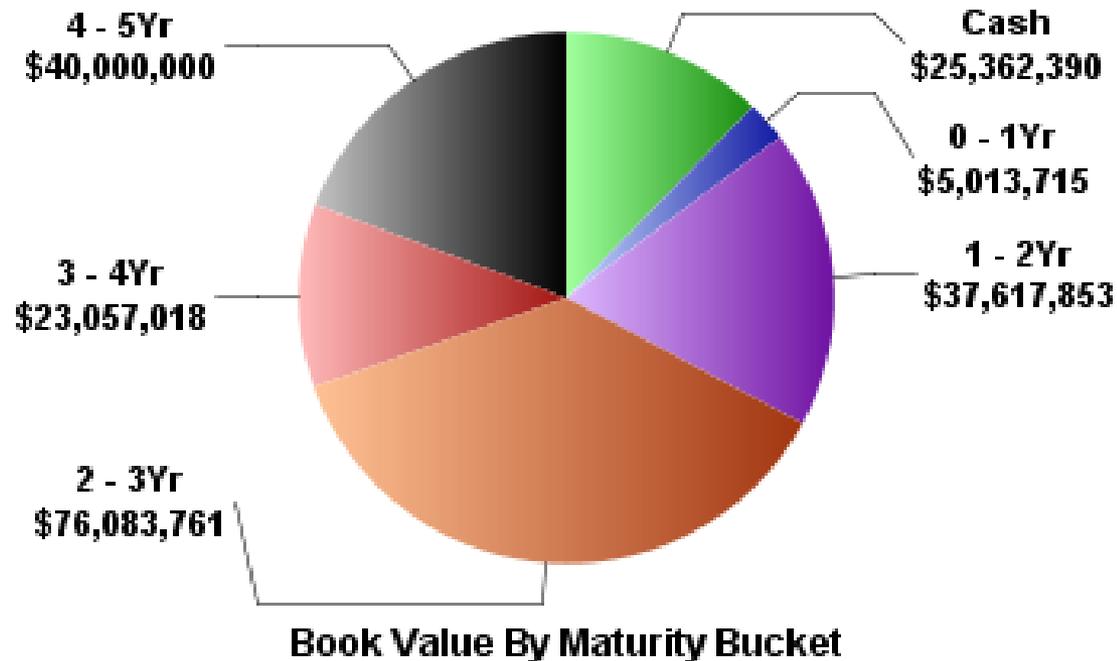
# Portfolio Overview 12/31/15:

\$ in millions:

<u>Investment Type</u>	<u>Market Value</u>	<u>Book Value</u>	<u>% of Portfolio</u>	<u>Policy Limit</u>
Federal Agency Issues	\$ 140.6	\$ 141.1	68%	None
Local Agency Investment Fund (LAIF)	25.4	25.4	12%	\$50 million
Corporate Bonds	40.4	40.7	20%	30%
<b>Total Portfolio</b>	<b>\$206.4</b>	<b>\$207.2</b>	<b>100%</b>	

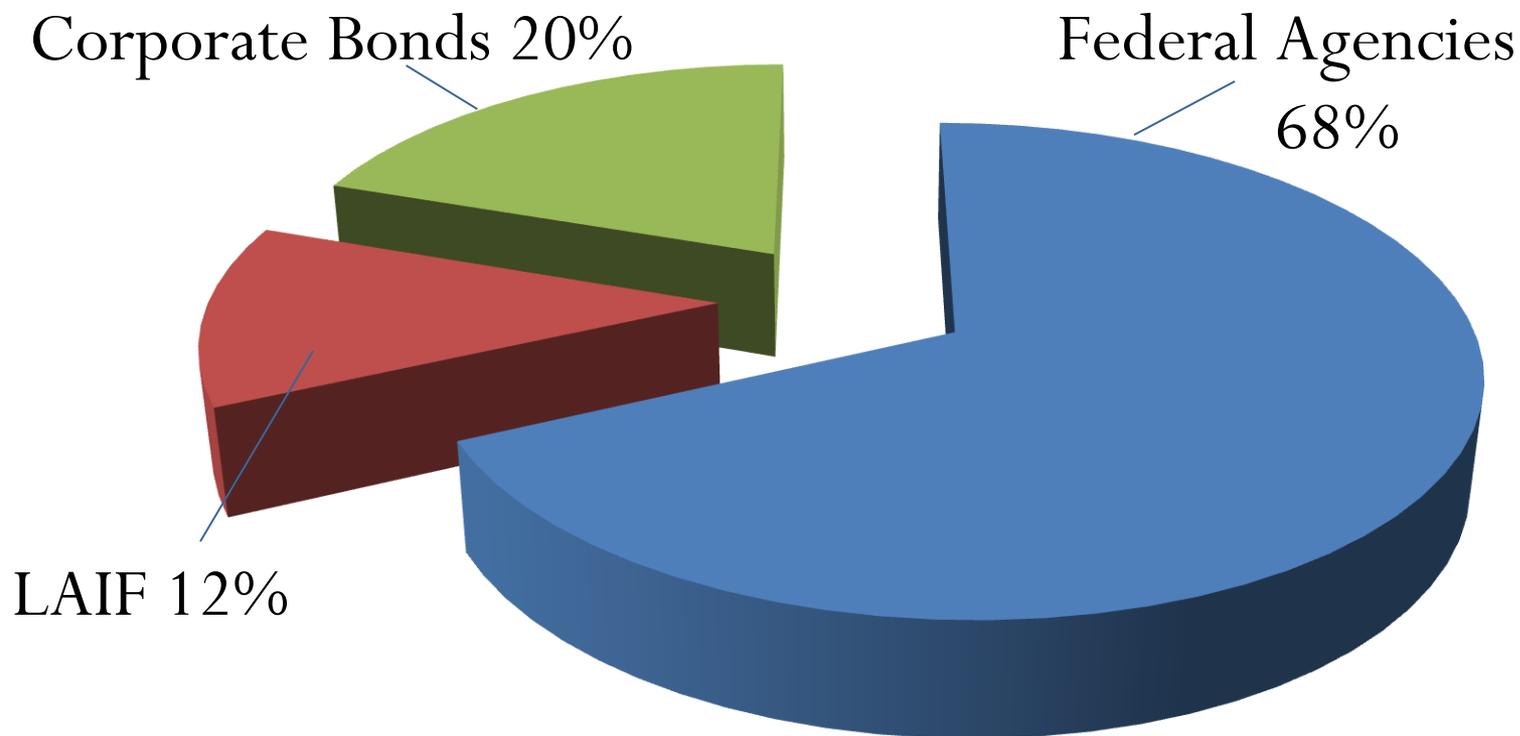
# Portfolio Overview 12/31/15:

- **Book Value by Maturity:**



# Portfolio Overview 12/31/15:

- **Portfolio Composition:**

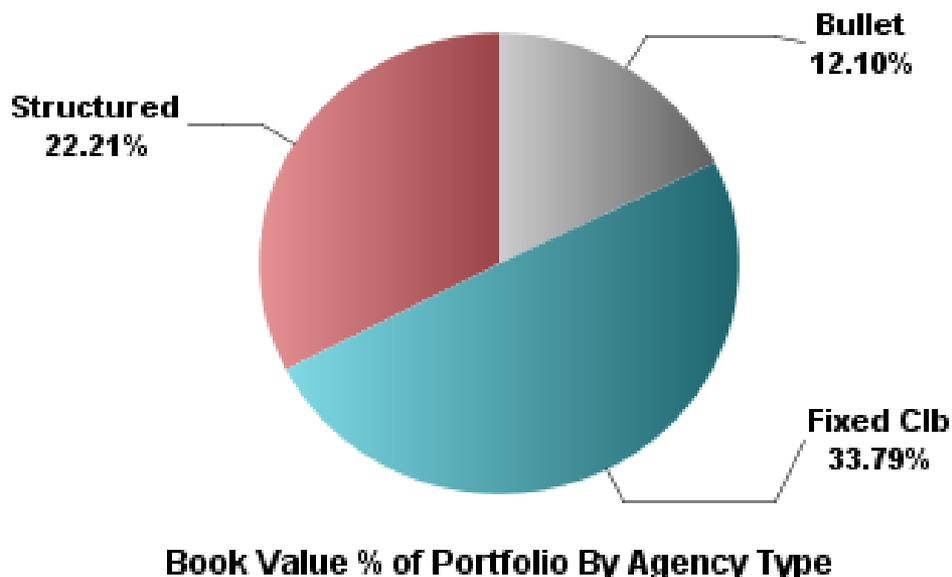


# Portfolio Overview 12/31/15:

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

# Portfolio Overview 12/31/15:

- **Federal Agency Structure Composition:**



# Portfolio Overview 12/31/15:

- **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 12/31/15:

	Month Ending 12/31/15	Fiscal YTD 2015/16
<b>Total Earnings:</b>		
<b>Current Year</b>	\$ 170,245	\$ 499,734
<b>Current Budget</b>	\$ 110,000	\$ 330,000
<b>Last Year Actual</b>	\$ 140,610	\$ 413,850
<b>Effective Rate of Return</b>	1.07%	1.09%
<i>versus benchmark:</i>	0.64%	

# Conclusion:

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- ❖ **City Portfolio remains within compliance with all governmental regulations and the City's Investment Policy**
- ❖ **No losses**

QUESTIONS?

Thank you