

DATE: MAY 2, 2017

TO: MAYOR AND COUNCIL MEMBERS

FROM: ANDREA MILLER, FINANCE DIRECTOR

DINA ROSALES, CITY TREASURER

SUBJECT: RECEIVE THE QUARTERLY INVESTMENT REPORT FOR THE

**QUARTER ENDING MARCH 31, 2017** 

### RECOMMENDATION

Receive the Quarterly Investment Report for the quarter ending March 31, 2017.

## **BACKGROUND**

The City of Pinole Investment Policy calls for a Quarterly Investment Report to be submitted to the City Council. The enclosed Investment Report for the reporting period ended March 31, 2017 conforms to the reporting guidelines for California public agencies set forth in Section 53646 of the Government Code.

### **REVIEW AND ANALYSIS**

All investments held at March 31, 2017 conform to the City's Investment Policy and State Regulations. A summary of the balances held in the investment portfolio (Attachment A), at March 31, 2017, follows:

Investments	Market Value	% of Portfolio
Investment Pool - LAIF	93,375	0.30%
Investment Pool - JPA	3,072,802	9.89%
Money Market Savings	18,721,033	60.26%
Mutual Funds	1,143,548	3.68%
Certificates of Deposit	3,956,153	12.74%
Medium-Term Corporate Notes	1,056,147	3.40%
Federal Agency Securities	2,925,485	9.42%
Municipal Bonds	96,423	0.31%
Investment Total	\$ 31,064,965	100.0%

#### **Investment Yield and Duration:**

The current aggregate yield of the City's investment portfolio is stabilized at 1.507%. This investment yield is higher than the current yield of 0.83% for the State of California's Local Agency Investment Fund (LAIF), and slightly lower than the Merrill Lynch US Corporate 1-3 Year effective yield of 2.05%, a comparable "performance" benchmark of similar "duration" and "weighted average maturity." This is primarily the result of unrealized losses on investments held during the second quarter even though we had gains in interest during the third quarter. Earnings on investments held until maturity typically fluctuate with market conditions and are considered "unrealized" prior to maturity. Losses on investments are typical during an election year and the City expects to yield a gain on all investments at maturity.

#### Cash Flows:

Sufficient cash inflows were available from January through March 2017 to meet all City expenditures. In addition, the City has sufficient cash flow at March 31, 2017 to cover anticipated expenditures through the next six months.

### **Investment Strategy:**

The City applies a "laddered maturity" investment strategy to the asset allocation in our investment portfolio. A laddered portfolio is structured with securities that have different maturity dates. As securities are called or mature, proceeds are reinvested in a new security with a longer term at the end of the ladder. Laddering helps to minimize interest-rate risk, increase liquidity, and diversify credit risk.

Applying a "laddered maturity" investment strategy to our investment portfolio will generate a significant improvement in aggregate investment yield as compared to investing a large portion of the portfolio in the Mechanics Bank Money Market, LAIF and CalTrust investment alternatives.

### **Safekeeping for a General Reserve Investment Account:**

The City continues to maintain a Safekeeping account to augment the City's participation in the State's Local Agency Investment Fund (LAIF) and the County's CalTrust Pools. This provides the Finance Director with the ability to implement a directed investment plan with longer investment duration thereby yielding significantly greater investment earnings on federal agency securities of comparable credit risk.

## **FISCAL IMPACT**

All City cash and investments are pooled and interest is allocated to funds quarterly based on the average balance of each fund during the quarter ending. Interest earnings for the period ending March 31, 2017 are in line with prior year's third quarter earnings.

# **ATTACHMENTS**

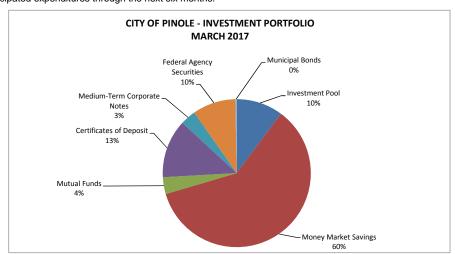
Attachment A –Investment Report - Quarter Ending March 31, 2017

#### CITY OF PINOLE INVESTMENT REPORT MARCH 2017 PORTFOLIO SUMMARY

Investments	Par Value	Market Value	Book Value	% of Portfolio	Days to Maturity	Yield	Weighted Average Maturity
Investment Pool - LAIF	93,375	93,375	93,375	0.30%	1	0.830	0
		•			1		
Investment Pool - JPA	3,072,802	3,072,802	3,072,802	9.89%	1	1.135	0
Money Market Savings	18,721,033	18,721,033	18,721,033	60.26%	1	0.038	0
Mutual Funds	1,143,548	1,143,548	1,143,548	3.68%	1	0.120	0
Certificates of Deposit	3,972,000	3,956,153	3,956,153	12.74%	1,178	1.864	8
Medium-Term Corporate Notes	1,030,000	1,056,147	1,056,147	3.40%	1,009	3.717	15
Federal Agency Securities	3,000,000	2,925,485	2,925,485	9.42%	1,469	1.560	36
Municipal Bonds	95,000	96,423	96,423	0.31%	761	2.220	2
Subtotal Investments	\$ 31,127,757	\$ 31,064,965	31,064,965	100.00%	631	1.507	9
				Ī.	Average Years:		1.7
Cash				_			
Mechanics Bank - Vendor Checking *	1,534,663	1,534,663	1,534,663		1		
Bank of the West - Payroll Checking *	1,551,078	1,551,078	1,551,078		1		
Bank of the West - Checking (Credit Card Clearing) *	1,749,161	1,749,161	1,749,161		1		
Subtotal Cash	4,834,902	4,834,902	4,834,902		1		
_							
Total Cash and Investments	\$ 35,962,659	\$ 35,899,868	35,899,868	·			

<sup>\*</sup>Not included in yield calculations

The above investments are consistent with the City's Investment Policy and allowable under current legislation of the State of California. Investments were selected using safety, liquidity and yield as the criteria. The source of the market values for the investments are provided by US Bank in accordance with the California Government Code requirement. The City has sufficient cash flow to cover anticipated expenditures through the next six months.



#### CITY OF PINOLE INVESTMENT REPORT MARCH 2017 PORTFOLIO DETAILS

Investment Pool	Type / Account Number	CUSIP	Issuer	Investment Description	Manager	Par Value	Market Value	Book Value	Rate	Yield	Days to Maturity	S&P Rating	Maturity Date	Weighted Average Maturity Date
Carlinate - Standard From Front (City)   Policy Treatings - American Standard Processor   Policy Treatings - Policy Treating														
Company   Comp			Local Agency Investment Fund (LAIF)	Pooled Treasury - State of California	LAIF	93,375	93,375	93,375	0.830	0.830	1	N/A		0 3/31/2017
March   Substitut   Substitu			CalTrust - Short Term Fund (City)	Pooled Treasury - Joint Power Financing Authority	CalTrust	22,811	22,811	22,811	1.030	1.030	1	N/A		0
Montable   Services   March   Services   March   March   Services   City   16,402,005   16,402,005   2,058			CalTrust - Medium Term Fund (City)	Pooled Treasury - Joint Power Financing Authority	CalTrust	3,049,991	3,049,991	3,049,991	1.240	1.240	1	N/A		0
March Same   Mar				Subtotal and Average	_	3,166,176	3,166,176	3,166,176	1.033	1.033	1			0
March Same   Mar					_									
Marcial Position   Section   Marcial Section	Money Marke	t Savings												
Marcia   M														1
Subtool and Average														
Mutual Funds	84501100	999491905	Wells Fargo Bank		Wells Fargo									
19-91-91-91-91-91-91-91-91-91-91-91-91-9				Subtotal and Average	_	18,721,033	18,721,033	18,721,033	0.037	0.038	1			0
19-91-91-91-91-91-91-91-91-91-91-91-91-9														
19-51696  316-97/203   14-American Treatury Chilgiston Fund   Multual Fund Shares - Class 17 - CAPUT Treat   16-95   18-American Treatury Chilgiston Fund   Multual Fund Shares - Class 17 - CAPUT Treat   16-95   18-American Treatury Chilgiston Fund   Multual Fund Shares - Class 17 - CAPUT Treat   16-95   18-American Treatury Chilgiston Fund   Multual Fund Shares - Class 17 - CAPUT Treat   18-95		IS												
1,000,000   1,000,000   1,000,000   1,000,000   1,000,000   1,000,000   1,000,000   1,000														
Certificates of Deposit   Certificates of						, .								-
Certificates of Deposit   Certificates of	108663000	31846V302	1st American Treasury Obligation Fund		US Bank _							N/A		
19-5 16880   20-587U.350				Subtotal and Average	-	1,143,548	1,143,548	1,143,548	0.120	0.120	1			
19-5 16880   20-587U.350	Certificates	f Denosit												
19-516880   140-120A-95   Capital Cone Sank   Certificates of Deposit - Oily Reserves   U.S. Bank   248,000   241,887   241,987   1.600   1.640   1.586   NA   83/2021   12   19-516880   299/170/D08   Everbank Jackscorville FL   Certificates of Deposit - Oily Reserves   U.S. Bank   249,000   249,374   1.750			American Express Centurion	Certificates of Denosit - City Reserves	IIS Bank	247 000	249 774	249 774	2 250	2 220	1 3/10	N/A	12/9/2020	11
19-516880   29286NY79   Emethank USA   Certificates of Deposit - City Reserves   US Bank   125,000   122,100   122,100   120, 100   150														
19-516880   2987RODAB   Everbank Jacksonwille FL   Certificates of Deposit - City Reserves   US Bank   247,000   122,100   122,100   1.500														
19-516880   49-120X-AHB   JP Morgan Chases Bank   Certificates of Deposit - City Reserves   U.S. Bank   125,000   126,306														
19-516880   79-5460/MIX   Sallie Mare Bank   Certificates of Deposit - City Reserves   US Bank   125,000   126,396   126,396   1.750														
19-516880   19748/NW   Wells Fargo Bank   Certificates of Deposit - PALC Trust   US Bank   247,000   244,906   244,906   1.750   1.780   1.839   NA   41720217   12   108685000   758450RAS   Salle Mea Bank   Certificates of Deposit - PALC Trust   US Bank   125,000   126,484														
108683000   794567BAS   Salile Mae Bank   Certificates of Deposit - PALC Trust   US Bank   125,000   126,484   126,484   21.50   21.30   2 N/A   103002018   0   108685000   268184WI7 Officinates of Deposit - PALC Trust   US Bank   250,000   252,888   252,888   22.00   21.70   1.70   1.75   1.75   268   NA   127172018   5   108685000   27116AMNTS Martin Business Bank   Certificates of Deposit - PALC Trust   US Bank   247,000   244,748   244,848   1.400   1.	19-516680	9497485W3	Wells Fargo Bank		US Bank	249,000		244,906	1.750	1.780	1,539	N/A	6/17/2021	12
109863000   688148/UR7   Oriental Bank   Certificates of Deposit - PALC Trust   US Bank   247,000   247,467   247,467   1.750   1.750   826   N/A   1217/2018   5   109863000   700854AX   Park National Bank   Certificates of Deposit - PALC Trust   US Bank   247,000   247,348   247,348   1.800   1.800   1.095   N/A   30302020   9   109863000   7116AWN/5 Mariful Business Bank   Certificates of Deposit - PALC Trust   US Bank   247,000   244,848   247,448   1.800   1.800   1.095   N/A   30302020   10   109863000   5716AWN/5 Mariful Business Bank   Certificates of Deposit - PALC Trust   US Bank   247,000   249,749   249,749   2.250   2.220   1.358   N/A   1218/2020   11   109863000   4617/USH   Investment Park   Certificates of Deposit - PALC Trust   US Bank   247,000   245,856   245,856   1.800   1.810   1.428   N/A   2278/2021   11   109863000   299760206   Everbank Jacksonville FL   Certificates of Deposit - PALC Trust   US Bank   247,000   246,736   2.150   2.150   1.500   1.540   1.959   N/A   81/2020   6   1.9666300   24672X73   Discover Bank Greenwood Del   Certificates of Deposit - PALC Trust   US Bank   247,000   246,738   2.150   2.150   1.500   1.540   1.728   N/A   81/2020   6   1.9666300   247,6730   247,6730   247,6730   247,6730   247,6730   247,6730   247,6730   247,6730   247,6730   247,6730   247,6730   247,5730   247,6730   247,5730   247	108663000	36157PCD9	GE Capital Retail Bank	Certificates of Deposit - PALC Trust	US Bank	247,000	247,082	247,082	1.850	1.850	13	N/A	4/13/2017	0
108669300   38148JGL9   Goldman Sachs Bank   Certificates of Deposit -PALC Trust   US Bank   247,000   247,348   244,848   1.800   1.056   1.050   1.050   1	108663000	795450RA5	Sallie Mae Bank	Certificates of Deposit - PALC Trust	US Bank	125,000	126,484	126,484	2.150	2.130	2	N/A	10/30/2018	0
108683000   700554AX   Park National Bank   Certificates of Deposit -PALC Trust   U.S. Bank   247,000   247,348   247,348   1.800   1.800   1.905   NA   33,002020   9   108683000   700554AX   Park National Bank   Certificates of Deposit -PALC Trust   U.S. Bank   227,000   249,749   249,749   2.250   2.220   1.38   N/A   12/18/2020   11   108683000   23767648   247,000   246,565   245,665   2	108663000	686184WJ7	Oriental Bank	Certificates of Deposit - PALC Trust	US Bank	247,000	247,467	247,467	1.750	1.750	626	N/A	12/17/2018	5
108683000   57116ANM/5 Marlin Business Bank   Certificates of Deposit - PALC Trust   US Bank   250,000   244,848   244,948   244,948   249,79   242,949	108663000	38148JGL9	Goldman Sachs Bank	Certificates of Deposit - PALC Trust	US Bank	250,000	252,898	252,898	2.200	2.170	1,012	N/A	1/7/2020	8
108683000   05890ADM3   BMW Bank   Certificates of Deposit PALC Trust   US Bank   247,000   249,749   249,749   249,749   2220   1.358   N/A   2718/2020   11	108663000													
108683000   46147USN1   Investors Community Bank   Certificates of Deposit - PALC Trust   US Bank   247,000   245,866   245,866   1,800   1,810   1,285   NA   8/12/2021   16   108683000   22997BDQ66   Everbank Jacksonwille F.   Certificates of Deposit - PALC Trust   US Bank   247,000   246,738   246,738   2,150   1,726   NA   8/12/2021   14   108683000   254672X37   Discover Bank Greenwood Del   Certificates of Deposit - PALC Trust   US Bank   247,000   246,738   246,738   2,150   1,726   NA   12/21/2021   14   14   108683000   254672X37   Discover Bank Greenwood Del   Certificates of Deposit - PALC Trust   US Bank   247,000   2,46,738   246,738   2,150   1,726   NA   12/21/2021   14   14   108683000   254672X37   Discover Bank Greenwood Del   Certificates of Deposit - PALC Trust   US Bank   247,000   246,738   246,738   2,150   1,726   NA   12/21/2021   14   14   14   14   14   14   14														
108663000   29976D066   Everhank Jacksonville FL   Certificates of Deposit - PALC Trust   US Bank   125,000   122,100   122,100   120,00   150,00   1540   1,595   NA   122/2021   14   108663000   74267GUU9   Private Bank Trust   Certificates of Deposit - PALC Trust   US Bank   250,000   250,328   250,328   1,900   1,900   1,028   NA   1/23/2020   8   250,028   1,900   1,900   1,028   NA   1/23/2020   1,028   NA   1/23/20	108663000								2.250					
10863000   254672X37   Discover Bank Greenwood Del   Certificates of Deposit - PALC Trust   US Bank   247,000   246,738   246,738   24,150   2,150   1,728   N/A   1221/2021   14   12663000   74267GUU9   Private Bank Trust   US Bank   250,000   250,328   250,328   1,900   1,900   1,0028   N/A   1/23/2020   8   1/25   1,000														
108663000   74267GUU9   Private Bank Trust   Certificates of Deposit - PALC Trust   Subtotal and Average   US Bank   250,000   3,956,153   3,956,153   1,800   1,002   N/A   1/23/2020   8								,						•
Subtotal and Average   3,972,000   3,956,153   3,956,153   1,858   1,864   1,178   8														
Medium-Term Corporate Notes   19-516680   037833BS8   Apple Inc.   2.25% Corporate MTN 02/23/2021 - City Reserves   US Bank   500,000   501,515   501,515   2.250   2.240   1,425   AA+   2/23/2021   23   108663000   393142C36   Wal Mart Stores, Inc.   3.75% Corporate MTN 04/05/2017 - PALC Trust   US Bank   130,000   130,000   130,000   5.375   5.380   5.8A   415/2017   0   0   0   0   0   0   0   0   0	108663000	74267GUU9	Private Bank Trust	•	US Bank _							N/A	1/23/2020	
19-516680 037833BS8 Apple Inc.				Subtotal and Average	_	3,972,000	3,956,153	3,956,153	1.858	1.864	1,178			8
19-516680 037833BS8 Apple Inc.	Modium Ta	Cornerate M	ato o											
108663000 91142Cg6 Wal Mart Stores, Inc. 108663000 984670BC1 Berkshire Hathaway, Inc. 108663000 184670BC1 Berkshire Hathaway, Inc. 108663000 184680BC1 Berks				2.259/ Corporate MTN 02/22/2024 City P	LIC Port	E00.000	E01 545	E01 E15	2 250	2 240	1 405	۸۸.	2/22/2024	22
108663000   084670BC1   Berkshire Hathaway, Inc.   3.75% Corporate MTN 8/15/2021 - PALC Trust Subtotal and Average   US Bank   400,000   424,632   424,632   3.750   3.530   1,598   AA   8/15/2021   22   1,000,000   1,056,147   1,056,147   1,056,147   3.792   3.717   1,009   15														
Subtotal and Average   1,030,000   1,056,147   1,056,147   3.792   3.717   1,009   15														
Federal Agency Securities 19-516680 3130A2D2 Federal Home Loan Banks 1.52% Agency Bond 8/25/2021 - City Reserves US Bank 1,000,000 970,770 970,770 1.520 1.570 1,608 AA+ 8/25/2021 50 108663000 3135GA2B Federal Ram Credit Banks 1.58% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 493,560 493,560 1.400 1.420 1.242 AA+ 8/24/2020 20 108663000 3133EGA2B Federal Farm Credit Banks 1.58% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 493,755 493,755 1.580 1.600 1.419 AA+ 2/17/2021 23 108663000 3134G9SL7 Federal Home Loan Mortgage Corp. 1.60% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 967,400 967,400 967,400 1.600 1.650 1.650 1.660 AA+ 8/25/2021 50 1.600 AA+ 8/25/2021 PALC Trust US Bank 500,000 96,400 967,400 1.600 1.650 1.650 1.660 1.469 36 1.600 AA+ 8/25/2021 PALC Trust US Bank 500,000 96,400 967,400 967,400 1.600 1.650 1.650 1.660 1.650 1.660 AA+ 8/25/2021 PALC Trust US Bank 500,000 96,400 967,400 967,400 1.600 1.650 1.650 1.660 1.650 1.660 1.650 1.660 1.650 1.660 1.600 1.	100003000	004070001	Derksille Hallaway, Ilic.		OS Balik _							ЛЛ	0/13/2021	
19-516680 1303A2D2 Federal Home Loan Banks 1.52% Agency Bond 8/25/2021 - City Reserves US Bank 1,000,000 970,770 970,770 1.520 1.570 1,608 AA+ 8/25/2021 50 108663000 3133EGAN66 Federal National Mortgage Assn. 1.40% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 493,560 493,560 1.400 1.420 1.422 AA+ 8/24/2020 20 1.60663000 3133EGAZE Federal Farm Credit Banks 1.58% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 493,755 493,755 1.580 1.600 1.419 AA+ 2/17/2021 PALC Trust US Bank 500,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average US Bank 1,000,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Adverage 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Adverage 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Adverage 95,000 96,423 96,423 2.250 2.2				Cabicial and Average	=	.,000,000	1,000,147	.,550,147	0.132	3.717	1,000			
19-516680 1303A2D2 Federal Home Loan Banks 1.52% Agency Bond 8/25/2021 - City Reserves US Bank 1,000,000 970,770 970,770 1.520 1.570 1,608 AA+ 8/25/2021 50 108663000 3133EGAN66 Federal National Mortgage Assn. 1.40% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 493,560 493,560 1.400 1.420 1.422 AA+ 8/24/2020 20 1.60663000 3133EGAZE Federal Farm Credit Banks 1.58% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 493,755 493,755 1.580 1.600 1.419 AA+ 2/17/2021 PALC Trust US Bank 500,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average US Bank 1,000,000 967,400 967,400 967,400 1.600 1.650 1.608 AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average US Bank 1,000,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Adverage 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Adverage 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Adverage 95,000 96,423 96,423 2.250 2.2	Federal Agen	cv Securities												
108663000 3135GAXB Federal National Mortgage Assn. 1.40% Agency Bond 8/24/2020 - PALC Trust US Bank 500,000 493,560 493,560 1.400 1.420 1.242 AA+ 8/24/2020 20 1.08663000 3133GGAXB Federal Farm Credit Banks 1.58% Agency Bond 2/17/2021 - PALC Trust US Bank 500,000 493,755 493,755 1.580 1.600 1.6			Federal Home Loan Banks	1.52% Agency Bond 8/25/2021 - City Reserves	US Bank	1,000.000	970.770	970.770	1.520	1.570	1.608	AA+	8/25/2021	50
1.58% Agency Bond 2/17/2021 - PALC Trust 108663000 3133EGAZ8 Federal Home Loan Mortgage Corp. 1.66% Agency Bond 8/25/2021 - PALC Trust 108 Bank 1,000,000 967,400 967,400 1.600 1.650 1.60% AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust 108 Bank 1,000,000 967,400 967,400 1.600 1.650 1.60% AA+ 8/25/2021 50 1.60% AA+ 8/25/2021 50 1.60% Agency Bond 8/25/2021 - PALC Trust 108 Bank 1,000,000 2.925,485 2.925,485 1.525 1.560 1.60% AA+ 8/25/2021 50 1.60%														
1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal and Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agency Bond 8/25/2021 - PALC Trust Subtotal Average  1.60% Agenc			3.3.											
Subtotal and Average 3,000,000 2,925,485 2,925,485 1.525 1.560 1,469 36  Municipal Bonds 108663000 13063CKL3 State of California 2.25% Muni Bond due 05/01/2019 - PALC Trust Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 AA 5/1/2019 2  Investment Portfolio Total and Average \$31,127,757 \$31,064,965 \$31,064,965 \$1.516 1.507 631 9														
108663000 13063CKL3 State of California 2.25% Muni Bond due 05/01/2019 - PALC Trust US Bank 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 95,000 96,423 96,423 2.250 2.200 761 AP- 5/1/2019 2 10.0000 10			'		_	3,000,000		2,925,485	1.525	1.560				36
108663000 13063CKL3 State of California 2.25% Muni Bond due 05/01/2019 - PALC Trust US Bank 95,000 96,423 96,423 2.250 2.220 761 AA- 5/1/2019 2 95,000 96,423 96,423 2.250 2.200 761 AP- 5/1/2019 2 10.0000 10				-	_									
Subtotal and Average 95,000 96,423 96,423 2.250 2.220 761 2  Investment Portfolio Total and Average \$ 31,127,757 \$ 31,064,965 \$ 31,064,965 1.516 1.507 631 9														
Investment Portfolio Total and Average \$ 31,127,757 \$ 31,064,965 \$ 31,064,965 1.516 1.507 631 9	108663000	13063CKL3	State of California		US Bank							AA-	5/1/2019	
				Subtotal and Average	_	95,000	96,423	96,423	2.250	2.220	761			2
					_									
Average Years: 1.7				Investment Portfolio Total and Average	=	\$ 31,127,757	\$ 31,064,965	\$ 31,064,965	1.516	1.507	631			<u> </u>
Average Years: 1.7														
												Average	Years :	1.7