

*Finance Department
Tel. (510) 494-4610
Fax (510) 494-4611*

Date: January 18, 2018
To: Mayor and City Council
From: David Persselin, Finance Director
Subject: Cash and Investments Report – November 2017

The following information concerning cash and investments is hereby transmitted to the City Council:

Cash & Investments

- Narrative and Highlights
- Summary of Cash and Investments
- Investment Performance
- Investment Rate Performance
- Investments Compared to Limits
- Investment Summary
- Investment Activity
- Detail of Cash and Investments, Petty Cash and Cash with Fiscal Agents

The treasurer's report has been prepared to comply with state regulations contained in Government Code Section 53646. Detailed information is provided on all investments and monies held by fiscal agents.

I verify that all investment activities since the last report have been made in full compliance with the City's investment policy, which has been approved by the City Council. The Treasurer's cash management program provides sufficient liquidity to meet expenditures for the next six months.

This report is available on the City's internet site.

A blue ink signature of David Persselin, consisting of a stylized 'D' and 'P' followed by a horizontal line.

David Persselin
Finance Director

jab

**CITY OF FREMONT
NARRATIVES AND HIGHLIGHTS
November 2017**

EXECUTIVE SUMMARY

City liquidity needs were met in November and investment categories were well within the allowed percentages under California law and the City investment policy (see page 5 for component percentages).

The overall portfolio month end yield increased from 1.68% last month to 1.72% this month. The yield for the same month last year was 1.37%. The LAIF (State of California Local Agency Investment Funds) apportionment yield of 1.17% was 0.55% lower than the City's average month end yield. (See the portfolio-benchmark comparative yield graph on page 5.) The CAMP (California Asset Management Program) yield was 1.20%. The Federal Reserve Open Market Committee federal funds rate target remained in the range of 1.00%-1.25%. The two-year U.S. Treasury Note yield increased from 1.60% to 1.78% and the five-year U.S. Treasury Note yield increased from 2.01% to 2.14%.

CHANGES IN CASH AND INVESTMENT POOLED BALANCES (Pages 3, 3.1, and 3.2)

Pooled cash and investment balances decreased by \$11.3 million during November to a total of \$275.9 million. Pooled cash and investment balances were \$16.9 million higher than the \$259.0 million on hand last year. Compared to October, cash decreased in the General Fund by \$5.3 million, in the Capital Improvement Funds by \$1.4 million, and in the Housing Funds by \$4.3 million. Cash increased in the Development Cost Center Funds by \$1.2 million. All the remaining funds combined netted a decrease of \$1.5 million. General Fund cash flows were as follows:

<u>Inflows:</u>	<u>Millions</u>	<u>Totals (Millions)</u>
Property tax	\$ 0.4	
Sales and use tax	4.5	
Business license fees	0.6	
Franchises	0.8	
Transient occupancy tax	0.9	
Other revenues	0.7	
Transfers-in	<u>0.6</u>	\$8.5
 <u>Outflows:</u>		
Payroll	\$10.1	
Supplies, services, and other	2.0	
Internal service allocations	1.2	
Transfers-out	<u>0.5</u>	<u>(13.8)</u>
Net General Fund cash decrease		<u>(\$ 5.3)</u>

Other Fund changes greater than \$1 million

1. The Capital Improvement Funds decreased by \$1.4 million due to payments for pavement, the Downtown Project, and the Niles Blvd. Bridge Replacement Project.

2. The Housing Funds decreased by \$4.3 million as a result of housing loan payments to Stevenson Place and Eden Housing.
3. The Development Cost Center Funds increased by \$1.2 million due to several large development permits being issued.

CHANGES IN THE PORTFOLIO FAIR MARKET VALUE ADJUSTMENT (Page 3)

The City periodically adjusts its investment carrying value to fair market value to comply with governmental accounting standards. Market Prices are supplied by PFM Asset Management. The graph entitled *Interest Compared to Interest plus Fair Value Adjustments* on page 4 shows the impact of unrealized gains/(losses) on the actual interest revenue.

The November negative month end estimated valuation adjustment of \$1.9 million decreased by \$693 thousand from the prior month. Valuations for the portfolio taken as a whole are shown in Chart 2 on page 3 for 2015, 2016, and 2017.

INVESTMENT ACTIVITY AND INTEREST RATE PERFORMANCE (Pages 4, 5 and 6)

Money market and pooled funds account percentages of the pooled portfolio increased from 27.1% to 32.2% compared to last year. These highly liquid investments enable the City to meet its near-term operating needs and reserve requirements. The yield of the LAIF and CAMP investment pools is roughly equivalent to that of a one-month U.S. Treasury bill.

Current month interest income of \$298 thousand, exclusive of the fair value adjustment, was \$50 thousand more than the prior month. Accrued interest (earned but not yet received) related to City investments at the end of November 2017 was \$624 thousand.

This month, \$8.9 million of available funds were newly invested at an average rate of 2.08% (1281 day average maturity), compared to \$9.8 million at 1.93% (1251 days) in October, and \$9.9 million at 1.48% (970 days) in the same month one year ago. (See page 7) The City did not enter into any repurchase or reverse repurchase agreements during the month.

The dollar weighted-average portfolio life increased by 27 days compared to last month and was a decrease of 24 days from the prior year. The dollar weighted-average portfolio life only uses maturity dates and does not take early calls into account so it overstates the actual expected portfolio life. However, the statistic is a useful trend indicator.

THE YIELD CURVE (Page 6)

Page 6 compares U.S. Treasury bill and note yield curves at the end of November 2017, October 2017, and November 2016. The U.S. Treasury yield curve and comparable yield curves for other types of investments retained their “normal-curve” shape and are expected to do so for at least the next year.

**SUMMARY OF CASH AND INVESTMENTS - TOTAL CITY
WITH COMPARISON**

	Current Month 11/30/2017	Prior Month 10/31/2017	Prior Year 11/30/2016	Change from Prior Month 11/17 to 10/17	Change from Prior Year 11/17 to 11/16
CASH AND INVESTMENTS - TOTAL CITY					
INVESTMENTS CITY POOL					
Investment in Securities at Cost	\$ 177,945,950	\$ 180,701,177	\$ 178,725,746	\$ (2,755,227)	\$ (779,796)
Adjustments to Fair Value (Chart 2)	(1,883,293)	(1,190,208)	(1,254,995)	(693,085)	(628,298)
State of California Local Agency Investment Funds (LAIF)	65,000,000	65,000,000	60,000,000	-	5,000,000
California Asset Management Program	18,447,836	23,424,597	2,083,468	(4,976,761)	16,364,368
Subtotal - Investments (City Pool)	<u>259,510,493</u>	<u>267,935,566</u>	<u>239,554,219</u>	<u>(8,425,073)</u>	<u>19,956,274</u>
Impound and Other Cash	892,021	1,074,339	321,549	(182,318)	570,472
General Checking Account	15,523,345	18,178,881	19,146,286	(2,655,536)	(3,622,941)
Total - Cash and Investments (Chart 1)	<u>275,925,859</u>	<u>287,188,786</u>	<u>259,022,054</u>	<u>(11,262,927)</u>	<u>16,903,805</u>
PETTY CASH	25,860	25,860	25,860	-	-
CASH WITH FISCAL AGENTS	<u>6,722,467</u>	<u>7,139,806</u>	<u>16,416,122</u>	<u>(417,339)</u>	<u>(9,693,655)</u>
GRAND TOTAL - CASH AND INVESTMENTS, PETTY CASH & CASH WITH FISCAL AGENTS	<u>\$ 282,674,186</u>	<u>\$ 294,354,452</u>	<u>\$ 275,464,036</u>	<u>\$ (11,680,266)</u>	<u>\$ 7,210,150</u>

Chart 1
TOTAL CASH & INVESTMENT

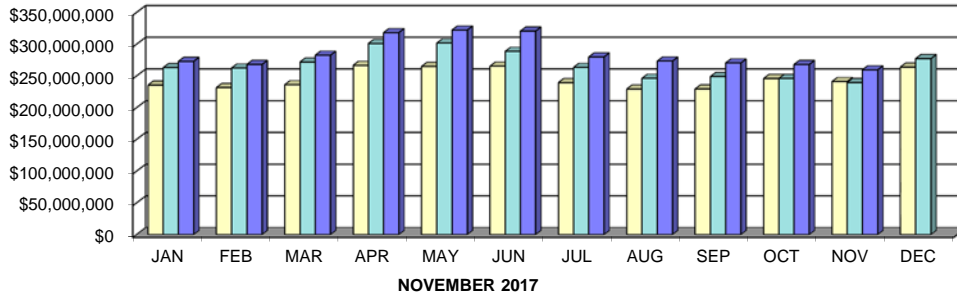
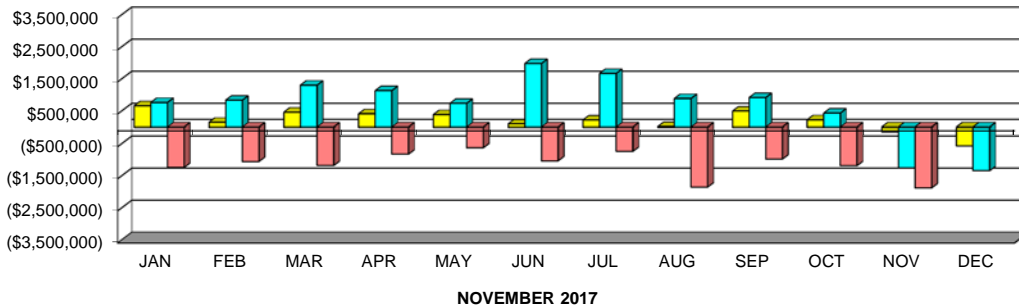


Chart 2
ADJUSTMENTS TO FAIR VALUE



**SUMMARY OF CASH AND INVESTMENTS BY FUND
WITH COMPARISON**

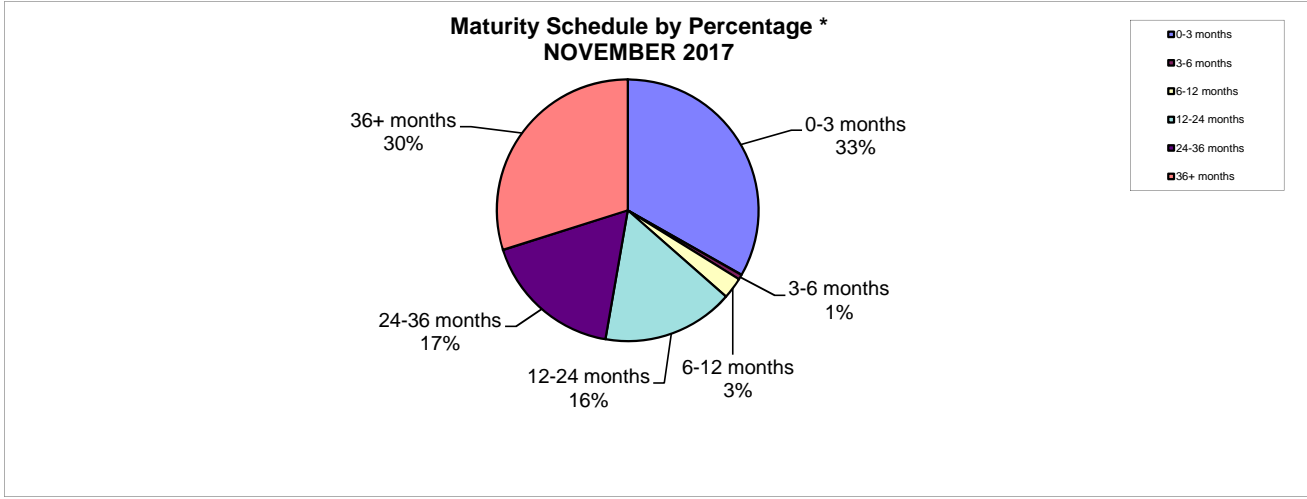
	Current Month <i>11/30/2017</i>	Prior Month <i>10/31/2017</i>	Prior Year <i>11/30/2016</i>	Change from Prior Month <i>11/17 to 10/17</i>	Change from Prior Year <i>11/17 to 11/16</i>
CASH AND INVESTMENT BALANCES BY FUND					
General Fund	\$ (20,198,501)	\$ (14,935,240)	\$ (12,144,151)	\$ (5,263,261)	\$ (8,054,350)
Capital Improvement Funds	71,398,589	72,801,134	66,952,999	(1,402,545)	4,445,590
Park Benefit & Impact Fee Funds	72,878,344	73,159,530	60,835,020	(281,186)	12,043,324
Internal Service Funds	23,297,487	23,184,595	23,060,980	112,892	236,507
Housing Funds	43,381,324	47,666,072	28,564,952	(4,284,748)	14,816,372
Development Cost Center Funds	19,155,230	17,973,814	17,298,057	1,181,416	1,857,173
Traffic Impact Fee Funds	11,613,487	11,799,637	15,257,462	(186,150)	(3,643,975)
Recreation Fund	10,183,379	10,535,449	10,272,347	(352,070)	(88,968)
Gas Tax Funds	7,388,127	7,855,940	8,678,613	(467,813)	(1,290,486)
Local Improvement Districts	8,539,562	8,793,476	7,740,692	(253,914)	798,870
Integrated Waste Management Fund	6,712,280	6,557,293	7,114,507	154,987	(402,227)
Other Agency Funds	3,221,105	3,228,754	7,024,252	(7,649)	(3,803,147)
Low and Moderate Income Housing Asset Fund	6,703,310	6,229,340	5,392,507	473,970	1,310,803
Community Assistance	6,617,509	7,018,177	4,796,095	(400,668)	1,821,414
County Roads Measure B Fund	2,912,229	2,716,645	3,680,841	195,584	(768,612)
Other Funds	1,607,595	1,684,622	1,650,678	(77,027)	(43,083)
Family Resource Center	-	-	1,117,171	-	(1,117,171)
Police Grants	211,867	209,410	831,913	2,457	(620,046)
Urban Runoff Funds	(120,361)	303,090	503,635	(423,451)	(623,996)
General Obligation Bond - Fire	423,297	407,048	393,484	16,249	29,813
Total - Cash and Investments	<u>275,925,859</u>	<u>287,188,786</u>	<u>259,022,054</u>	<u>(11,262,927)</u>	<u>16,903,805</u>
PETTY CASH	<u>25,860</u>	<u>25,860</u>	<u>25,860</u>	<u>-</u>	<u>-</u>
CASH WITH FISCAL AGENTS					
Local Improvement District Trust Accounts	5,076,422	5,072,699	5,045,742	3,723	30,680
Other Agency Trust Accounts	444	444	3,235,201	-	(3,234,757)
Lease Revenue Bonds	219,349	15,050	-	204,299	219,349
Lease Financing	1,426,252	2,051,613	8,135,179	(625,361)	(6,708,927)
Total - Cash with Fiscal Agents	<u>6,722,467</u>	<u>7,139,806</u>	<u>16,416,122</u>	<u>(417,339)</u>	<u>(9,693,655)</u>
GRAND TOTAL - CASH & INVESTMENTS, PETTY CASH AND CASH WITH FISCAL AGENT	<u>\$ 282,674,186</u>	<u>\$ 294,354,452</u>	<u>\$ 275,464,036</u>	<u>\$ (11,680,266)</u>	<u>\$ 7,210,150</u>

CITY OF FREMONT
Summary of Cash and Investments by Funds

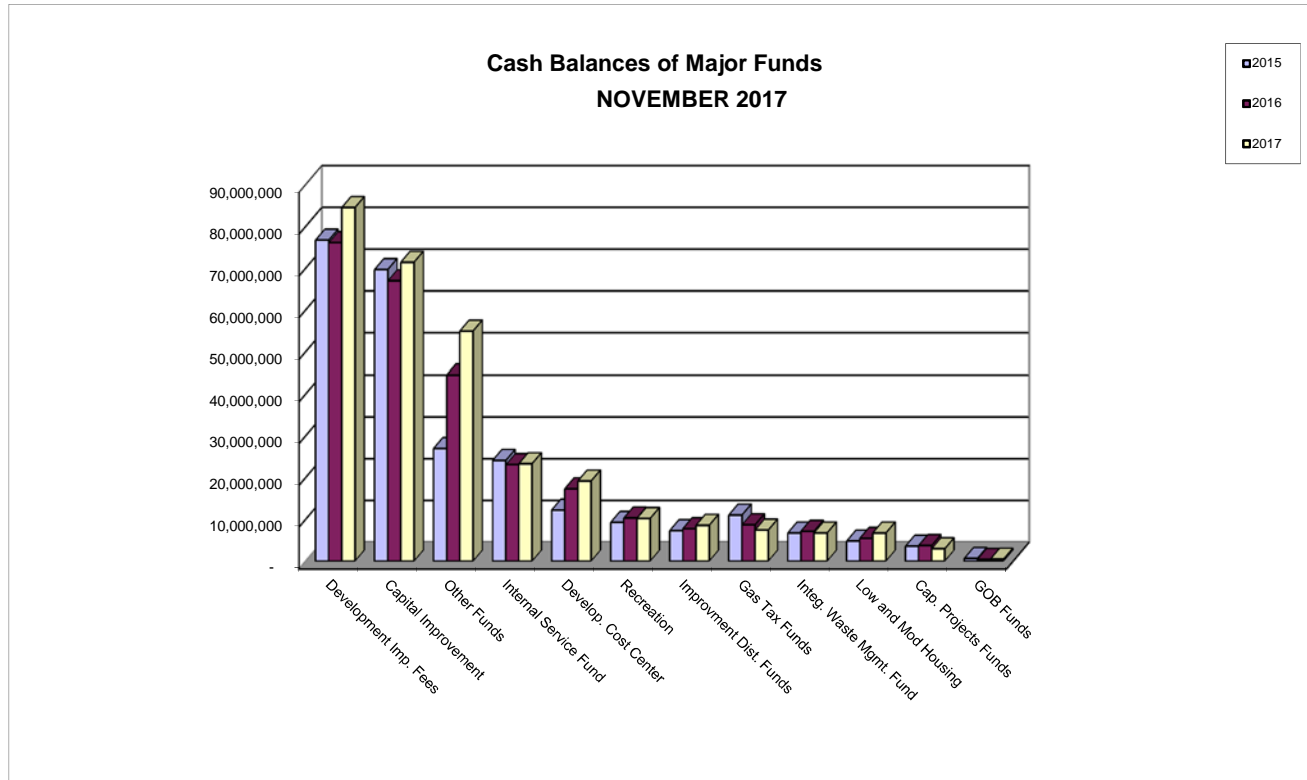
Cash Balance

Cash & Investments October 2017	\$ 287,188,786
Receipts for the month of November 2017	15,768,300
Disbursements for the month of November 2017	(26,338,142)
November 2017 Fair Value Adjustment	(693,085)
Total Cash & Investments November 2017	<u>\$ 275,925,859</u>

Cash & Investments City Pool	\$ 259,510,493
Cash & Investments, Impound and Other Cash	892,021
Bank of America Checking Account	15,523,345
Total Cash & Investments November 2017	<u>\$ 275,925,859</u>



* Subject to bond call provisions



**INVESTMENT PERFORMANCE
WITH COMPARISON
CITY POOLED INVESTMENTS**

	Current Month 11/30/2017	Prior Month 10/31/2017	Prior Year 11/30/2016	Change from Prior Month 11/17 to 10/17	Change from Prior Year 11/17 to 11/16
INVESTMENT YIELD					
State Pool	1.17%	1.14%	0.68%	0.03%	0.49%
California Asset Management Program	1.20%	1.17%	0.66%	0.03%	0.54%
City of Fremont - End of Month	1.72%	1.68%	1.37%	0.04%	0.35%
City of Fremont - Fiscal Year to Date	1.65%	1.63%	1.38%	0.02%	0.27%

AVERAGE LIFE OF PORTFOLIO (In Days)

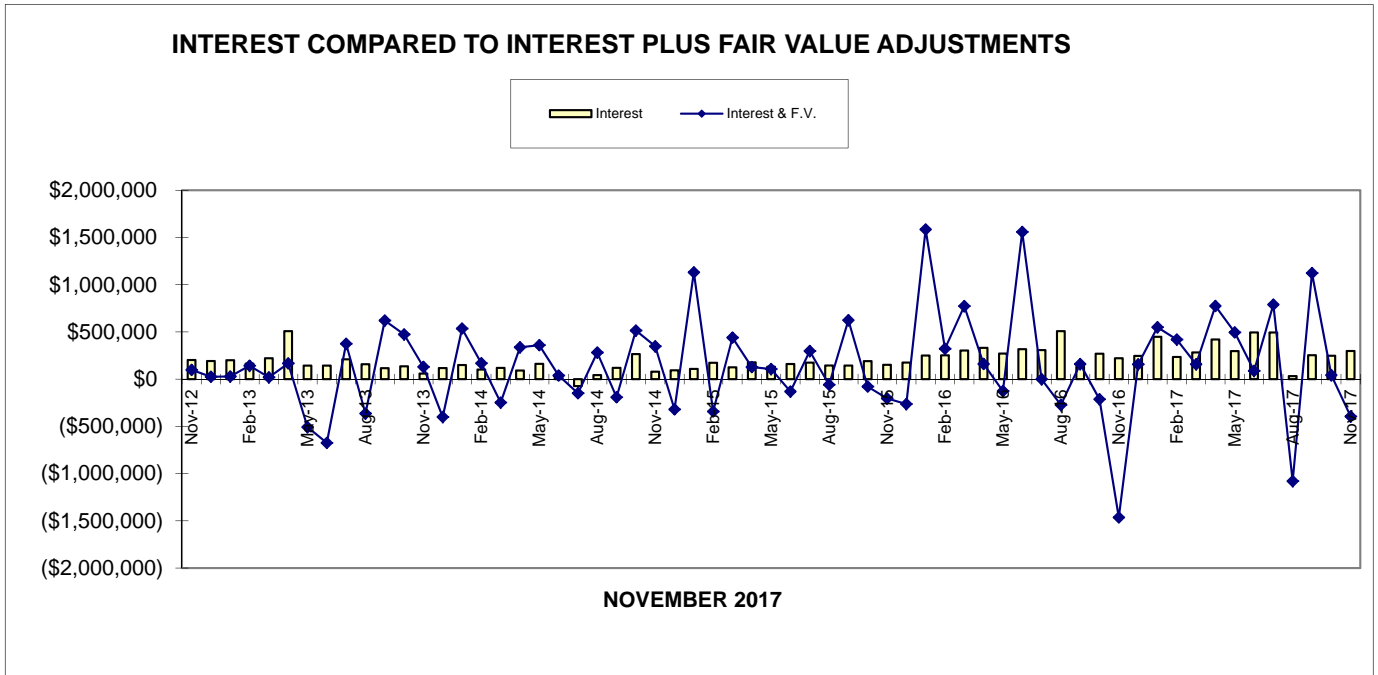
State Pool	180	184	167	(4)	13
City of Fremont	685	658	709	27	(24)

EARNINGS CURRENT MONTH

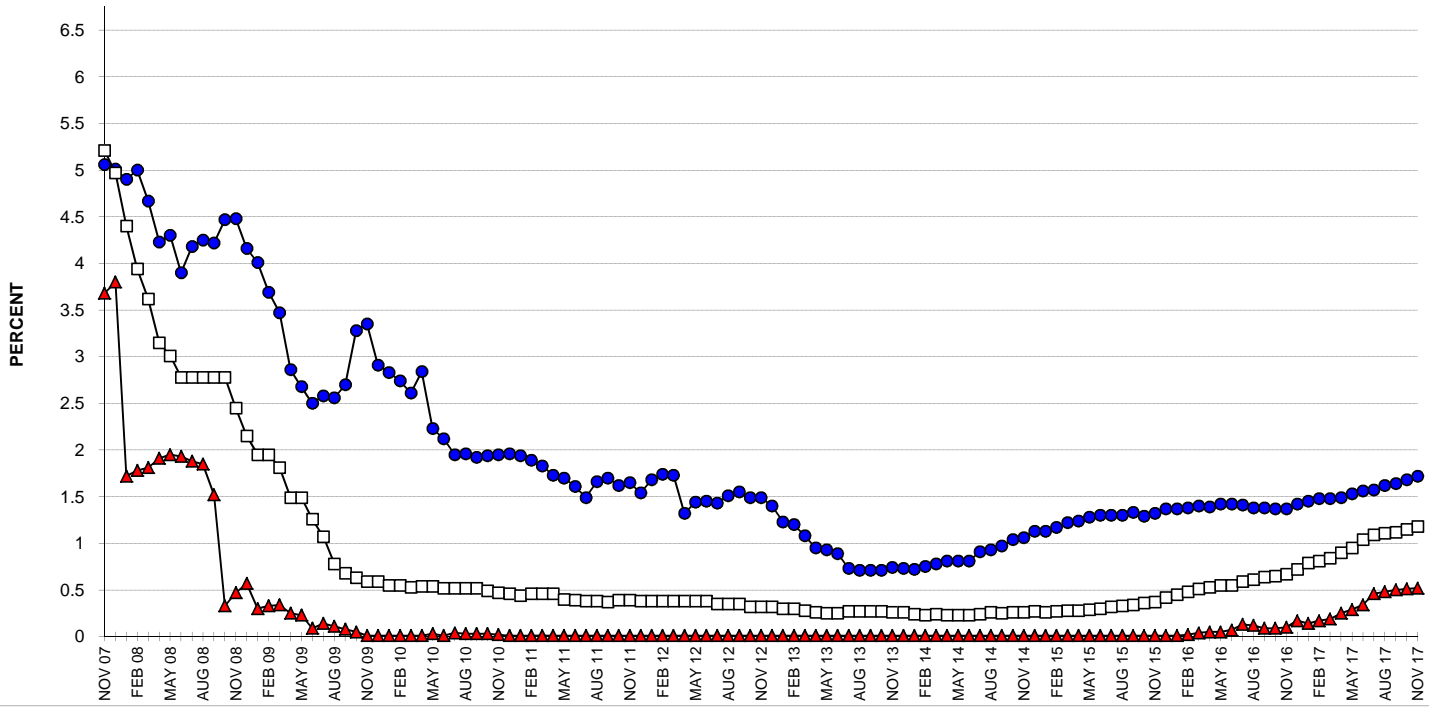
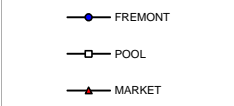
INTEREST EARNINGS (DISTRIBUTED)					
General, Capital and Grant Funds	\$ 289,703	\$ 240,781	\$ 215,144	\$ 48,922	\$ 74,559
Local Improvement Districts	8,261	7,007	6,192	1,254	2,069
Total	297,964	247,788	221,336	50,176	76,628
FAIR VALUE ADJUSTMENTS	(693,085)	(205,541)	(1,685,675)	(487,544)	992,590
TOTAL INTEREST EARNINGS	\$ (395,121)	\$ 42,247	\$ (1,464,339)	\$ (437,368)	\$ 1,069,218

FISCAL YEAR TO DATE EARNINGS

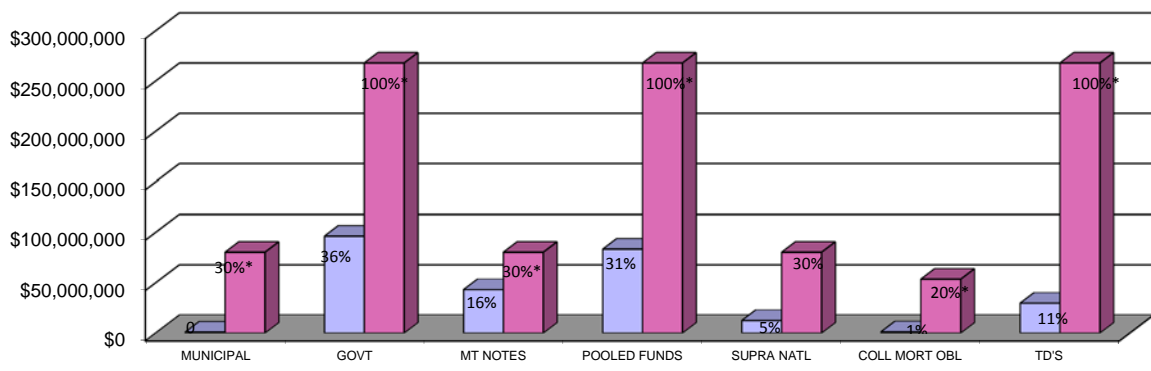
General, Capital and Grant Funds	\$ 462,080	\$ 846,960	\$ (1,743,072)	\$ (384,880)	\$ 2,205,152
Local Improvement Districts	17,031	27,272	(48,940)	(10,241)	65,971
Total	\$ 479,111	\$ 874,232	\$ (1,792,012)	\$ (395,121)	\$ 2,271,123



INTEREST RATE PERFORMANCE NOVEMBER 2017



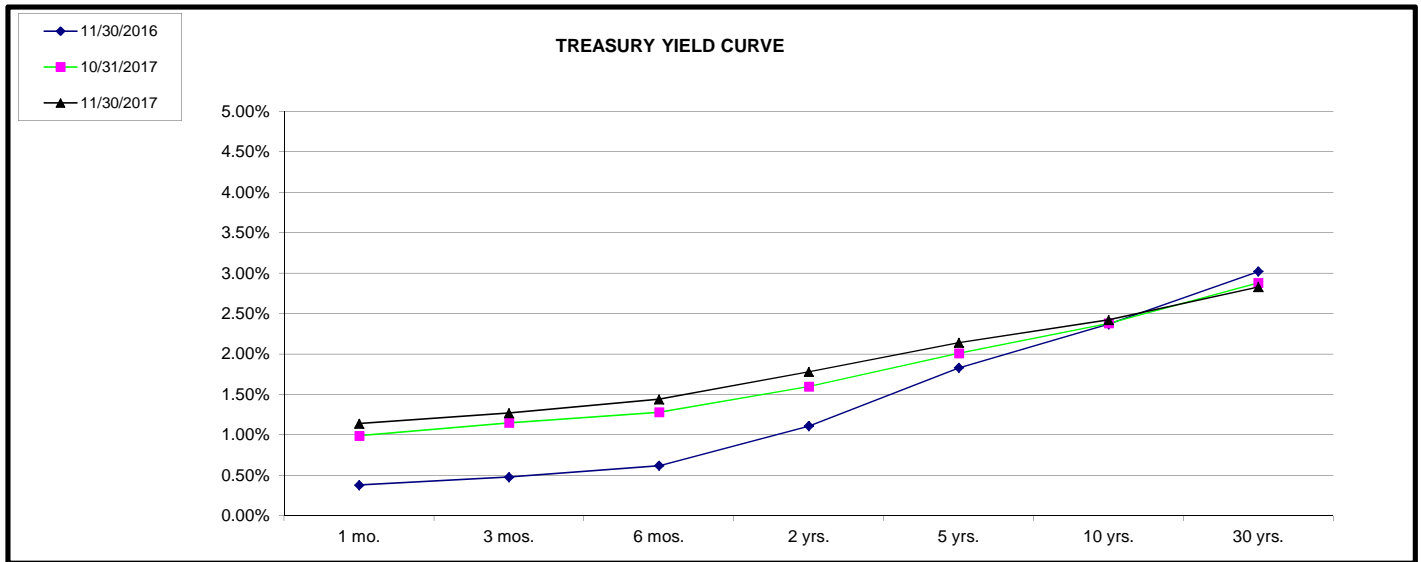
INVESTMENTS COMPARED TO LIMITS NOVEMBER 2017



*Limit represents maximum allowable percentage portion of portfolio.

INVESTMENT ACTIVITY NOVEMBER 2017

DATE	REDEMPTION POOLS / MONEY MARKET			PURCHASES POOLS / MONEY MARKET			AVG. RATE	AVG. MAT. DAYS
	SECURITIES		TOTAL	SECURITIES		TOTAL		
11/01/2017	\$0.00	\$0.00	\$0.00	\$0.00	\$23,239.51	23,239.51	0.01%	1
11/09/2017	-	(5,000,000.00)	(5,000,000.00)	-	-	-	-	-
11/13/2017	(1,018,867.19)	-	(1,018,867.19)	1,698,572.00	-	1,698,572.00	2.00%	1096
11/15/2017	(405,468.75)	-	(405,468.75)	634,941.45	-	634,941.45	1.93%	1522
11/17/2017	(3,400,000.00)	-	(3,400,000.00)	3,400,000.00	-	3,400,000.00	2.27%	1095
11/21/2017	(2,869,480.00)	-	(2,869,480.00)	1,764,681.77	-	1,764,681.77	1.93%	1522
11/22/2017	-	-	-	1,369,893.69	-	1,369,893.69	1.99%	1574
11/25/2017	(602,748.63)	-	(602,748.63)	-	-	-	-	-
11/30/2017	-	(3,326,751.17)	(3,326,751.17)	-	-	-	-	-
TOTAL 11/17	(\$8,296,564.57)	(\$8,326,751.17)	(\$16,623,315.74)	\$8,868,088.91	\$23,239.51	\$8,891,328.42	2.08%	1281
TOTAL 10/17	(\$9,935,665.03)	(\$1,994,825.60)	(\$11,930,490.63)	\$9,728,881.11	\$25,667.75	\$9,754,548.86	1.93%	1251
TOTAL 11/16	(\$9,483,196.55)	(\$5,000,000.00)	(\$14,483,196.55)	\$9,818,746.20	\$100,641.35	\$9,919,387.55	1.48%	970



Graph Source: US Treasury - Daily Treasury Yield Curve Rates, November 30, 2017

**DETAIL OF CASH AND INVESTMENT, PETTY CASH AND CASH WITH FISCAL AGENTS
NOVEMBER 2017**

LD.#	SECURITY LISTING	FACE RATE	MATURITY DATE	PURCHASE YIELD	PAR	ORIGINAL COST	MARKET VALUE	ACCRUED INTEREST	CREDIT RATING	CREDIT RATING
GENERAL CITY INVESTMENTS										
	CORPORATE NOTES - ISSUER								S & P	Moody's
46625HJR2	JP MORGAN CHASE & CO	2.35%	01/28/19	2.16%	\$ 2,450,000.00	\$ 2,469,208.00	\$ 2,458,976.80	\$ 19,671.46	A-	A3
17275RAR3	CISCO SYSTEMS	2.13%	03/01/19	1.90%	1,143,000.00	1,153,858.50	1,145,127.12	6,072.19	AA-	A1
02665WAH4	AMERICAN HONDA FINANCE	2.25%	08/15/19	2.29%	2,450,000.00	2,445,467.50	2,455,228.30	16,231.25	A+	A2
12189TBC7	BURLINGTON NORTH CORP	4.70%	10/01/19	1.47%	800,000.00	883,120.00	836,337.60	6,266.67	A	A3
38145GAJ9	GOLDMAN SACHS GROUP INC	2.30%	12/13/19	2.33%	1,700,000.00	1,698,725.00	1,697,523.10	18,246.67	BBB+	A3
94974BGF1	WELLS FARGO & COMPANY	2.15%	01/30/20	2.00%	1,000,000.00	1,006,990.00	997,090.00	7,226.39	A	A2
94974BGF1	WELLS FARGO & COMPANY	2.15%	01/30/20	2.11%	1,000,000.00	1,001,590.00	997,090.00	7,226.39	A	A2
89236TCF0	TOYOTA MOTOR CREDIT	2.15%	03/12/20	1.96%	800,000.00	807,104.00	799,237.60	3,774.44	AA-	Aa3
437076BQ4	HOME DEPOT INC	1.80%	06/05/20	1.82%	705,000.00	704,591.10	700,671.30	6,204.00	A	A2
25468PDU7	WALT DISNEY COMPANY	1.80%	06/05/20	1.84%	1,000,000.00	998,840.00	993,663.00	8,750.00	A+	A2
46625HLW8	JP MORGAN CHASE & CO	2.75%	06/23/20	2.49%	1,000,000.00	1,011,320.00	1,009,335.00	12,069.44	A-	A3
94974BGM6	WELLS FARGO & COMPANY	2.60%	07/22/20	2.48%	450,000.00	452,524.50	452,907.90	4,192.50	A	A2
94974BGM6	WELLS FARGO & COMPANY	2.60%	07/22/20	2.31%	1,000,000.00	1,013,030.00	1,006,462.00	9,316.67	A	A2
06406HDD8	BNY MELLON CORP	2.60%	08/17/20	2.21%	1,000,000.00	1,017,630.00	1,009,096.00	7,511.11	A	A1
14913Q2A6	CATERPILLAR	1.85%	09/04/20	1.88%	1,120,000.00	1,119,059.20	1,108,808.96	4,834.67	A	A3
713448DC9	PEPSICO	2.15%	10/14/20	2.09%	1,250,000.00	1,253,400.00	1,249,273.75	3,508.68	A+	A1
037833DJ6	Apple, Inc.	2.00%	11/13/20	2.03%	1,700,000.00	1,698,572.00	1,691,715.90	1,700.00	AA	Aa1
931142EA7	Wal-Mart Stores Inc	1.90%	12/15/20	1.95%	3,210,000.00	3,205,345.50	3,188,932.77	6,946.08	AA	Aa2
44932HAB9	IBM CREDIT	1.80%	01/20/21	1.86%	1,500,000.00	1,496,895.00	1,478,146.50	6,225.00	A+	A1
882508AY0	TEXAS INSTRUMENTS INC	2.75%	03/12/21	2.12%	320,000.00	327,292.80	325,024.96	1,931.11	A+	A1
61746BEA0	MORGAN STANLEY CORP	2.50%	04/21/21	2.36%	850,000.00	855,440.00	846,509.05	2,361.11	BBB+	A3
06406FAB9	BANK OF NEW YORK MELLON CORP.	2.05%	05/03/21	2.00%	1,000,000.00	1,002,130.00	982,185.00	1,594.44	A	A1
0258MOEB1	AMERICAN EXPRESS CREDIT	2.25%	05/05/21	2.13%	850,000.00	854,649.50	844,018.55	1,381.25	A-	A2
05531FAV5	BRANCH BANKING & TRUST	2.05%	05/10/21	2.06%	850,000.00	849,439.00	838,370.00	1,016.46	A-	A2
857477AV5	STATE STREET	1.95%	05/19/21	2.04%	460,000.00	458,045.00	451,005.16	299.00	A	A1
68389XBK0	ORACLE CORP	1.90%	09/15/21	2.44%	1,045,000.00	1,020,432.05	1,029,315.60	4,191.61	AA-	A1
713448DL9	PEPSICO INC	1.70%	10/06/21	2.34%	925,000.00	899,044.50	904,551.03	2,402.43	A+	A1
20030NBV2	COMCAST CORP	1.63%	01/15/22	2.65%	850,000.00	809,939.50	818,994.55	5,218.06	A-	A3
91159HHP8	US BANCORP	2.62%	01/24/22	2.55%	1,000,000.00	1,003,430.00	1,007,693.00	9,260.42	A+	A1
037833AY6	APPLE INC	2.15%	02/09/22	2.18%	1,000,000.00	998,660.00	989,560.00	6,688.89	AA+	Aa1
594918BA1	MICROSOFT CORP	2.38%	02/12/22	2.27%	850,000.00	853,927.00	850,083.30	6,112.33	AAA	Aaa
0258MOEG0	AMERICAN EXPRESS CREDIT	2.70%	03/03/22	2.49%	675,000.00	680,805.00	678,399.30	4,455.00	A-	A2
25468PDO6	WALT DISNEY COMPANY	2.45%	03/04/22	2.44%	575,000.00	575,184.00	574,045.50	3,404.48	A+	A2
05531FAX1	BB&T CORPORATION	2.75%	04/01/22	2.30%	850,000.00	866,124.50	855,587.90	3,895.83	A-	A2
458140BB5	INTEL CORP	2.35%	05/11/22	2.22%	1,000,000.00	1,005,870.00	994,396.00	1,305.56	A+	A1
68389XB00	ORACLE CORP	2.50%	05/15/22	2.19%	1,000,000.00	1,013,490.00	1,001,401.00	1,111.11	AA-	A1
911312BC9	UNITED PARCEL SERVICE	2.35%	05/16/22	2.11%	1,000,000.00	1,010,920.00	997,061.00	979.17	A+	A1
459200HG9	IBM CORP	1.87%	08/01/22	2.24%	1,750,000.00	1,719,550.00	1,696,686.25	10,937.50	A+	A1
89236TEC5	TOYOTA	2.15%	09/08/22	2.18%	1,000,000.00	998,820.00	983,946.00	4,966.94	AA-	Aa3
	SUBTOTAL				43,128,000.00	43,240,463.15	42,944,457.05	229,476.31		
FEDERAL AGENCY BOND / NOTE - BROKER										
3135GON33	FNMA - GOLDMAN SACHS	0.87%	08/02/19	0.93%	4,250,000.00	4,242,860.00	4,184,647.75	12,292.53	AA+	Aaa
3135GOP49	FNMA - GOLDMAN SACHS & CO	1.00%	08/28/19	1.05%	3,400,000.00	3,394,696.00	3,352,022.60	8,783.33	AA+	Aaa
3130AA3R7	FHLB - MERRILL LYNCH	1.37%	11/15/19	1.38%	3,685,000.00	3,684,152.45	3,644,243.90	2,251.94	AA+	Aaa
3135GOZ22	FNMA - MORGAN STANLEY DEAN WITTER	1.75%	11/26/19	1.62%	2,000,000.00	2,012,900.00	1,996,926.00	486.11	AA+	Aaa
3135GOT29	FNMA - JP MORGAN SECURITIES INC	1.50%	02/28/20	1.52%	3,700,000.00	3,697,632.00	3,667,314.20	14,337.50	AA+	Aaa
3130A8QS5	FHLB - KEYBANC CAPITAL MARKETS	1.12%	07/14/21	1.16%	1,450,000.00	1,446,926.00	1,403,916.10	6,207.81	AA+	Aaa
3130A8QS5	FHLB - TD SECURITIES LLC	1.13%	07/14/21	1.25%	4,225,000.00	4,199,307.78	4,090,721.05	18,088.28	AA+	Aaa
3135GON82	FNMA - TD SECURITIES (USA) LLC	1.25%	08/17/21	1.32%	415,000.00	413,580.29	402,782.82	1,498.61	AA+	Aaa
3135GON82	FNMA - CITIGROUP GLOBAL MARKETS INC	1.25%	08/17/21	1.33%	1,335,000.00	1,329,593.25	1,295,698.94	4,820.83	AA+	Aaa
	SUBTOTAL				24,460,000.00	24,421,647.77	24,038,273.36	68,766.94		
FEDERAL AGENCY COLLATERALIZED MORTGAGE OBLIGATION										
3136AMKW8	MERRILL LYNCH - FNMA Series 2015-M1-ASQ2	1.63%	02/01/18	1.26%	223,826.91	226,063.50	223,600.62	303.29	AA+	Aaa
3136ANJY4	GOLDMAN SACHS - FNMA Series 2015-M7 ASQ2	1.55%	04/01/18	0.83%	222,930.77	225,159.28	222,727.30	287.95	AA+	Aaa
3136AQSW1	GOLDMAN SACHS - FNMA Series 2015-M15 ASQ2	1.90%	01/01/19	1.20%	227,073.42	229,344.13	227,022.58	359.17	AA+	Aaa
3136AQDQ0	MORGAN STANLEY - FNMA Series 2015-M13 ASQ2	1.65%	09/01/19	1.08%	652,764.85	659,301.57	650,997.42	895.38	AA+	Aaa
	SUBTOTAL				1,326,595.95	1,339,868.48	1,324,347.92	1,845.79		
US TREASURY NOTES - BROKER										
912828D23	CITIGROUP	1.63%	04/30/19	1.06%	1,790,000.00	1,814,472.66	1,786,713.56	2,490.92	AA+	Aaa
912828UQ1	MERRILL LYNCH	1.25%	02/29/20	1.55%	335,000.00	330,812.50	330,721.05	1,064.23	AA+	Aaa
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	325,000.00	328,986.33	321,496.18	761.16	AA+	Aaa
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	455,000.00	460,794.14	450,094.65	1,065.63	AA+	Aaa
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	1,010,000.00	1,021,480.86	999,111.19	2,365.45	AA+	Aaa
912828V99	CITIGROUP	2.13%	08/31/20	1.74%	700,000.00	727,289.06	704,429.60	3,780.39	AA+	Aaa
912828V99	MORGAN STANLEY	2.13%	08/31/20	1.74%	1,180,000.00	1,200,419.53	1,187,467.04	6,372.65	AA+	Aaa
912828WC0	MERRILL LYNCH	1.75%	10/31/20	1.35%	4,050,000.00	4,124,988.28	4,031,965.35	6,069.41	AA+	Aaa
912828PC8	HSBC	2.63%	11/15/20	1.21%	2,560,000.00	2,718,800.00	2,612,200.96	2,970.17	AA+	Aaa
912828A83	MERRILL LYNCH	2.38%	12/31/20	1.28%	2,550,000.00	2,678,097.66	2,583,667.65	25,344.09	AA+	Aaa
912828N89	CITIGROUP	1.38%	01/31/21	1.35%	2,500,000.00	2,502,636.72	2,455,370.00	11,489.47	AA+	Aaa
912828B90	MORGAN STANLEY	2.00%	02/28/21	0.92%	875,000.00	917,792.97	876,025.50	4,447.51	AA+	Aaa
912828Q37	CITIGROUP	1.25%	03/31/21	0.98%	1,415,000.00	1,433,019.14	1,381,669.68	3,012.71	AA+	Aaa
912828WN6	BARCLAYS	2.00%	05/31/21	1.87%	3,500,000.00	3,518,867.19	3,500,000.00	192.31	AA+	Aaa
912828WN6	HSBC	2.00%	05/31/21	1.22%	4,950,000.00	5,127,890.63	4,950,000.00	271.98	AA+	Aaa
912828D72	HSB SECURITIES (USA) Inc	2.00%	08/31/21	1.21%	1,400,000.00	1,452,554.69	1,398,577.60	7,116.02	AA+	Aaa
912828D72	HSBC	2.00%	08/31/21	1.93%	5,450,000.00	5,466,179.69	5,444,462.80	27,701.66	AA+	Aaa
912828F67	MERRILL LYNCH	1.25%	10/31/21	2.11%	655,000.00	630,181.64	635,298.91	701.14	AA+	Aaa
912828F96	CITIGROUP	2.00%	10/31/21	1.84%	3,400,000.00	3,448,476.56	3,393,492.40	5,823.20	AA+	Aaa
912828U65	US TREASURY N/B	1.75%	11/30/21	1.82%	3,000,000.00	2,991,093.75	2,984,141.00	144.23	AA+	Aaa
912828G87	BARCLAYS	2.13%	12/31/21	1.72%	7,250,000.00	7,377,441.41	7,268,973.25	64,471.81	AA+	Aaa
912828V72	BARCLAYS	1.88%	01/31/22	1.88%	700,000.00	699,699.22	694,011.50	4,386.89	AA+	Aaa
	SUBTOTAL				50,050,000.00	50,971,974.63	49,969,899.87	182,043.03		
MUNICIPAL BONDS										
91412GUV5	UNIVERSITY OF CALIFORNIA TAXABLE REV BONDS	1.90%	05/15/18	1.90%	420,000.00	420,000.00	420,625.80	355.41	AA	Aa2
20772JZK1	CONNECTICUT STATE TAXABLE GO BONDS	1.97%	03/15/19	1.90%	700,000.00	701,967.00	698,838.00	2,917.13	A+	A1
	SUBTOTAL				1,120,000.00	1,121,967.00	1,119,463.80	3,272.54		

**DETAIL OF CASH AND INVESTMENT, PETTY CASH AND CASH WITH FISCAL AGENTS
NOVEMBER 2017**

LD.#	SECURITY LISTING	FACE RATE	MATURITY DATE	PURCHASE YIELD	PAR	ORIGINAL COST	MARKET VALUE	ACCRUED INTEREST	CREDIT RATING	CREDIT RATING
GENERAL CITY INVESTMENTS (CONTINUED)										
ASSET-BACKED SECURITY / COLLATERALIZED MTG OBLIGATION - BROKER										
89237CAD3	TOYOTA ABS 2015-B A3	1.27%	05/15/19	1.27%	412,904.02	412,881.68	412,579.85	233.06	AAA	Aaa
14314EAB7	CARMAX ABS 2016-3 A2A	1.17%	08/15/19	1.18%	315,776.36	315,750.59	315,448.55	164.20	AAA	NR
65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	1.06%	279,084.11	279,025.44	278,584.74	130.24	NR	Aaa
34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	1.16%	223,577.55	223,556.87	223,188.26	115.27	NR	Aaa
43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	1.23%	301,410.85	301,368.02	300,407.27	132.79	AAA	NR
34530YAD5	FORD ABS 2015-C A3	1.41%	02/15/20	1.42%	319,628.07	319,565.87	319,246.27	200.30	AAA	Aaa
89237KAD5	TOYOTA ABS 2016-A A3	1.25%	03/15/20	1.25%	320,512.40	320,494.22	319,474.32	178.06	AAA	Aaa
65475WAD0	NISSAN ABS 2015-B A3	1.34%	03/15/20	1.34%	404,460.29	404,428.12	403,732.59	240.88	NR	Aaa
47789NAC2	JOHN DEERE ABS 2016-B-A3	1.25%	06/15/20	1.25%	365,000.00	364,970.95	363,019.33	202.78	NR	Aaa
02007LAC6	ALLY ABS 2016-3 A3	1.44%	08/15/20	1.44%	600,000.00	599,941.74	598,616.10	384.00	AAA	Aaa
44930UAD8	HYUNDAI ABS 2016-A A3	1.56%	09/15/20	1.57%	95,000.00	94,981.57	94,779.10	65.87	AAA	Aaa
34532EAD7	FORD ABS 2016-B A3	1.33%	10/15/20	1.33%	230,000.00	229,978.20	228,935.49	135.96	Aaa	NR
65478WAD7	NISSAN ABS 2016-C A3	1.18%	01/15/21	1.18%	320,000.00	319,989.41	317,285.50	167.82	NR	Aaa
17305EGAT	CCCIT ABS 2017-A2-A2	1.74%	10/15/20	1.75%	1,450,000.00	1,449,722.33	1,447,368.83	9,391.17	AAA	Aaa
89238MAD0	TOYOTA ABS 2017-A A3	1.73%	02/15/21	1.74%	310,000.00	309,963.51	309,195.18	238.36	AAA	Aaa
44891EAC3	HYUNDAI ABS 2016-B A3	1.29%	04/15/21	1.30%	880,000.00	879,881.55	870,728.50	504.53	AAA	Aaa
34531EAD8	FORD ABS 2017-A A3	1.67%	06/15/21	1.67%	475,000.00	474,998.24	473,030.98	352.56	NR	Aaa
44931PAD8	HAROT ABS 2017-A A3	1.76%	08/15/21	1.76%	430,000.00	429,965.21	428,249.17	336.36	AAA	NR
43811BAC8	HYUNDAI ABS 2017-2 A3	1.68%	08/15/21	1.68%	1,500,000.00	1,499,870.25	1,489,167.30	1,120.00	AAA	Aaa
47788BAD6	JOHN DEERE ABS 2017-B A3	1.82%	10/15/21	1.82%	600,000.00	599,956.08	596,443.68	485.33	NR	Aaa
89237RAD0	TOYOTA ABS 2017-C A3	1.78%	11/15/21	2.00%	250,000.00	249,980.08	248,533.98	197.78	AAA	Aaa
02582JHG8	AMXCA 2017-4 A	1.64%	12/15/21	1.65%	560,000.00	559,910.29	557,727.07	408.18	AAA	NR
89238KAD4	Toyota Auto Receivables	1.93%	01/15/22	2.26%	635,000.00	634,941.45	633,515.81	544.69	AAA	Aaa
02007YAC8	Ally Auto Receivables Trust	1.99%	03/15/22	1.99%	1,370,000.00	1,369,893.69	1,367,731.55	681.58	AAA	Aaa
34532AAD5	Ford Credit Auto Owner Trust	2.01%	03/15/22	2.02%	1,765,000.00	1,764,681.77	1,764,681.77	985.46	AAA	NR
	SUBTOTAL				14,412,353.65	14,410,677.13	14,361,651.19	17,597.23		
CERTIFICATES OF DEPOSIT										
13606A5Z7	CANADIAN IMPERIAL BANK NY	1.76%	11/30/18	1.80%	3,400,000.00	3,397,348.00	3,405,895.60	166.22	A-1	P-1
65558LWA6	NORDEA BANK FINLAND NY	1.76%	11/30/18	1.76%	3,400,000.00	3,400,000.00	3,405,895.60	166.22	A-1+	P-1
06427KRC3	BANK OF MONTREAL CHICAGO	1.88%	02/07/19	1.88%	2,500,000.00	2,500,000.00	2,507,340.00	14,883.33	A+	A1
06417GUE5	BANK OF NOVA SCOTIA	1.91%	04/05/19	1.91%	3,400,000.00	3,400,000.00	3,393,380.20	10,282.17	A+	A1
86563YVNO	SUMITOMO MITSUI BANK NY	2.05%	05/03/19	2.05%	2,450,000.00	2,450,000.00	2,448,481.00	3,906.39	A	A1
83050FTX3	SKANDINAV ENSKILDA BK NY	1.84%	08/02/19	1.85%	3,400,000.00	3,398,674.00	3,376,559.28	20,679.56	A+	Aa3
06539RGM3	Mitsubishi UFJ Financial Group	2.07%	09/25/19	2.07%	1,700,000.00	1,700,000.00	1,696,666.30	6,353.75	A+	A1
96121TAA3	WESTPAC BANKING CORP	2.05%	08/03/20	2.05%	2,660,000.00	2,660,000.00	2,664,444.86	17,267.83	AA-	Aa3
87019U6D6	Swedbank	2.27%	11/16/20	2.30%	3,400,000.00	3,400,000.00	3,391,697.20	3,001.44	AA-	Aa3
	SUBTOTAL				26,310,000.00	26,306,022.00	26,290,360.04	76,706.91		
SUPRA-NATIONAL AGENCY BOND / NOTE										
458182DX7	INTER-AMERICAN DEVELOPMENT BANK SN	1.00%	05/13/19	1.10%	2,380,000.00	2,372,860.00	2,350,990.18	1,190.00	AAA	Aaa
459058FS7	INTL BK RECON & DEVELOPMENT	1.12%	11/27/19	1.49%	1,750,000.00	1,735,647.67	1,722,605.50	218.75	AAA	Aaa
459058GA5	INTL BK RECON & DEVELOPMENT	1.62%	09/04/20	1.63%	2,000,000.00	1,999,580.00	1,979,312.00	8,305.56	AAA	Aaa
45905UP32	Intl Bank of Reconstruction and Dev	1.56%	09/12/20	1.64%	3,000,000.00	2,992,800.00	2,952,360.00	9,366.00	AAA	Aaa
4581X0CD8	Inter-American Development Bank	2.13%	11/09/20	1.81%	3,500,000.00	3,532,441.86	3,508,946.00	4,545.14	AAA	Aaa
	SUBTOTAL				12,630,000.00	12,633,329.53	12,514,213.68	23,625.45		
ADJUST INVESTMENTS FROM AMORTIZED COST TO FAIR VALUE										
							(1,883,292.78)			
TOTAL INVESTMENTS PFM ASSET MANAGEMENT					173,436,949.60	172,562,656.91	172,562,656.91	603,334.20		
TIME DEPOSITS - ISSUER										
1413714	HERITAGE BANK OF COMMERCE	0.50%	12/14/17	0.50%	500,000.00	500,000.00	499,708.36	120.39		
273841000	FREMONT BANK	0.50%	12/29/17	0.50%	1,000,000.00	1,000,000.00	998,687.07	35.31		
272111000	FREMONT BANK	0.50%	12/31/17	0.50%	1,000,000.00	1,000,000.00	998,585.50	13.70		
1414442	HERITAGE BANK OF COMMERCE	0.60%	05/01/18	0.80%	1,000,000.00	1,000,000.00	991,717.51	904.11		
	SUBTOTAL				3,500,000.00	3,500,000.00	3,488,698.44	1,073.51		
MONEY MARKET ACCOUNTS										
5080200	MMA/BANK OF AMERICA SWEEP ACCOUNT	0.87%	Daily	0.87%	-	-	-	559.37		
					-	-	-	559.37		
POOLED INVESTMENT FUNDS										
6037-001	CAMP (California Asset Management Program)	1.13%	Daily	1.13%	18,447,836.20	18,447,836.20	18,447,836.20	19,495.11		
98-01-318	LAIF (State of California Local Agency Investment Funds)	1.09%	Daily	1.09%	65,000,000.00	65,000,000.00	65,000,000.00	-		
	SUBTOTAL				83,447,836.20	83,447,836.20	83,447,836.20	19,495.11		
TOTAL GENERAL CITY INVESTMENTS					\$ 260,384,785.80	\$ 259,510,493.11	\$ 259,499,191.55	\$ 624,462.19		
MORGAN STANLEY GOVT INSTL SWEEP ACCOUNT						857,907.96				
BANK OF AMERICA CHECKING ACCOUNT						15,523,344.64				SI
POLICE-NARCOTIC(S) SACMCTF FLASH FUND/ BOFA						33,612.73				
POLICE-BAIL ACCOUNT/ BOFA						500.00				
TOTAL CASH & INVESTMENTS						275,925,858.44				
PETTY CASH										
	CITY MANAGER (12001)					500.00				
	FINANCE (14000)					2,750.00				
	HUMAN RESOURCES (15000)					200.00				
	POLICE CHIEF'S OFF (21010)					7,000.00				
	POLICE ADMINISTRATION (21020)					7,400.00				
	POLICE INVESTIGATIVE SERVICES-BAIL (21999)					200.00				
	ANIMAL CONTROL (21910)					500.00				
	YOUTH & FAMILY SERVICES-PETTY CASH (53410, 10853990)					270.00				
	SENIOR CENTER #186 (53310)					250.00				
	RECREATION ADMIN #189 (61002)					2,000.00				
	RECR REGISTRATION #189 (61003)					200.00				
	SPORTS TENNIS CENTER #189 (61022)					175.00				
	RECR WATER PARK #189 (61011)					500.00				
	RECREATION SNACK BARS #189 (00000)					3,500.00				
	PKS BOAT RENTAL #189 (61047)					375.00				
	FRC SUPPORT SVC PRG (530304)					40.00				
	TOTAL CITY PETTY CASH					25,860.00				

**DETAIL OF CASH AND INVESTMENT, PETTY CASH AND CASH WITH FISCAL AGENTS
NOVEMBER 2017**

LD.#	SECURITY LISTING	FACE RATE	MATURITY DATE	PURCHASE YIELD	PAR	ORIGINAL COST	MARKET VALUE	ACCRUED INTEREST	CREDIT RATING	CREDIT RATING
CASH WITH FISCAL AGENTS										
LOCAL IMPROVEMENT/ COMMUNITY FACILITY DISTRICTS										
515408	2015 CFD#1 (PACIFIC COMMONS) RESERVE FUND - BNY	0.00%		0.0000%		5,049,536.83				
515409	2015 CFD#1 (PACIFIC COMMONS) BOND FUND - BNY	0.00%		0.0000%		52.07				
515437	2015 CFD#1 (PACIFIC COMMONS) SPECTAX FUND - BNY	0.00%		0.0000%		1,006.08				
515439	2015 CFD#1 (PACIFIC COMMONS) IMPROVEMENT FUND - BNY	0.00%		0.0000%		25,824.58				
515454	2015 CFD#1 (PACIFIC COMMONS) ESCROW FUND - BNY	0.00%		0.0000%		2.00				
						5,076,421.56				
CERTIFICATES OF PARTICIPATION/GO BONDS										
110485	2008 - FIXED COP LEASE PAYMENT FUND - BNY	0.00%		0.0000%		-				
110487	2008 - FIXED COP RESERVE FUND - BNY	0.00%		0.0000%		-				
6711981500	2012 - FIXED COP, SERIES A - FEE ACCOUNT - Union Bank					1.00				
6711981501	2012 - FIXED COP, SERIES A - LEASE PMT FUND - Union Bank	0.59%		0.5900%		442.31				
6711981502	2012 - FIXED COP, SERIES A - RESERVE FUND - Union Bank	0.00%		0.0000%		1.00				
						444.31				
LEASE REVENUE BONDS										
6712196601	2017A - VRD LRB PROJECT REVENUE FUND- Union Bank	0.60%		0.6000%		4,022.49				
6712196604	2017A - VRD LRB PROJECT COI FUND- Union Bank	0.60%		0.6000%		-				
6712196605	2017A - VRD LRB PROJECT FUND- Union Bank	0.06%		0.0600%		209,718.67				
657936	2017B - LRB COI FUND- BNY	0.14%		0.1400%		5,586.35				
657938	2017B - BOND FUND-BNY					15.60				
657939	2017B - INTEREST ACCOUNT-BNY					6.36				
						219,349.47				
LEASE FINANCING										
743930	2016 - ENERGY & WATER EFFICIENCY LEASE - ESCROW FUND - BNY	0.01%		0.0100%		1,426,251.90				
	TOTAL CASH WITH FISCAL AGENTS					6,722,467.24				
	GRAND TOTAL					\$ 282,674,185.68				