

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

Date: March 30, 2018
To: Mayor and City Council
From: David Persselin, Finance Director
Subject: Cash and Investments Report – February 2018

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.

David Persselin
Finance Director

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**CITY OF FREMONT
NARRATIVES AND HIGHLIGHTS
February 2018**

EXECUTIVE SUMMARY

City liquidity needs were met in February 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 1.73% to 1.76% this month. The yield for the same month last year was 1.48%. The LAIF (State of California Local Agency Investment Funds) apportionment yield of 1.41% was 0.35% 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 1.50%. The Federal Reserve Open Market Committee federal funds rate target remained in the range of 1.25%-1.50%. The two-year U.S. Treasury Note yield increased from 2.14% to 2.25% and the five-year U.S. Treasury Note yield increased from 2.52% to 2.65%.

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

Pooled cash and investment balances increased by \$10.1 million during February to a total of \$319.6 million. Pooled cash and investment balances were \$29.7 million higher than the \$289.9 million on hand last year. Compared to January, cash increased in the General Fund by \$1.3 million, in the Park Benefit and Impact Fee Funds by \$1.2 million, in the Housing Funds by \$5.2 million, and in the Development Cost Center Funds by \$1.2 million. All the remaining funds combined netted an increase of \$1.2 million. General Fund cash flows were as follows:

<u>Inflows:</u>	<u>Millions</u>	<u>Totals (Millions)</u>
Sales and use tax	\$ 4.6	
Business license fees	2.4	
Franchises	0.9	
Transient occupancy tax	0.7	
Other revenues	1.2	
Transfers-in	<u>0.6</u>	\$10.4
<u>Outflows:</u>		
Payroll	\$ 5.9	
Supplies, services, and other	1.5	
Internal service allocations	1.2	
Transfers-out	<u>0.5</u>	<u>(9.1)</u>
Net General Fund cash increase		<u>\$ 1.3</u>

Other Fund changes greater than \$1 million

1. The Park Benefit and Impact Fee Funds increased by 1.2 million due to the receipt of impact fees.

2. The Housing Funds increased \$5.2 million due to the receipt of inclusionary housing in lieu fees.
3. The Development Cost Center Funds increased \$1.2 million due to the receipt of development fees.

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 February negative month end estimated valuation adjustment of \$3.8 million decreased by \$600 thousand from the prior month. Valuations for the portfolio taken as a whole are shown in Chart 2 on page 3 for 2016, 2017, and 2018.

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

Money market and pooled funds account percentages of the pooled portfolio increased from 34.7% to 38.9% 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 \$315 thousand, exclusive of the fair value adjustment, was \$217 thousand less than the prior month. Accrued interest (earned but not yet received) related to City investments at the end of February was \$735 thousand.

This month, \$9.8 million of available funds were newly invested at an average rate of 1.22% (328 day average maturity), compared to \$3.6 million at 1.43% (1128 days) in January, and \$8.9 million at 1.76% (1183 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 decreased by 23 days compared to last month and was a decrease of 89 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 February 2018, January 2018, and February 2017. 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 02/28/2018	Prior Month 01/31/2018	Prior Year 02/28/2017	Change from Prior Month 02/18 to 01/18	Change from Prior Year 02/18 to 02/17
CASH AND INVESTMENTS - TOTAL CITY					
INVESTMENTS CITY POOL					
Investment in Securities at Cost	\$ 183,840,509	\$ 178,044,298	\$ 175,968,112	\$ 5,796,211	\$ 7,872,397
Adjustments to Fair Value (Chart 2)	(3,808,654)	(3,209,590)	(1,058,441)	(599,064)	(2,750,213)
State of California Local Agency Investment Funds (LAIF)	65,000,000	65,000,000	65,000,000	-	-
California Asset Management Program	49,560,866	49,501,057	28,121,812	59,809	21,439,054
Subtotal - Investments (City Pool)	<u>294,592,721</u>	<u>289,335,765</u>	<u>268,031,483</u>	<u>5,256,956</u>	<u>26,561,238</u>
Impound and Other Cash	893,715	990,285	820,865	(96,570)	72,850
General Checking Account	24,064,914	19,119,718	21,025,715	4,945,196	3,039,199
Total - Cash and Investments (Chart 1)	<u>319,551,350</u>	<u>309,445,768</u>	<u>289,878,063</u>	<u>10,105,582</u>	<u>29,673,287</u>
PETTY CASH	25,860	25,860	25,860	-	-
CASH WITH FISCAL AGENTS	<u>5,932,365</u>	<u>6,628,772</u>	<u>14,059,127</u>	<u>(696,407)</u>	<u>(8,126,762)</u>
GRAND TOTAL - CASH AND INVESTMENTS, PETTY CASH & CASH WITH FISCAL AGENTS	<u>\$ 325,509,575</u>	<u>\$ 316,100,400</u>	<u>\$ 303,963,050</u>	<u>\$ 9,409,175</u>	<u>\$ 21,546,525</u>

Chart 1
TOTAL CASH & INVESTMENT

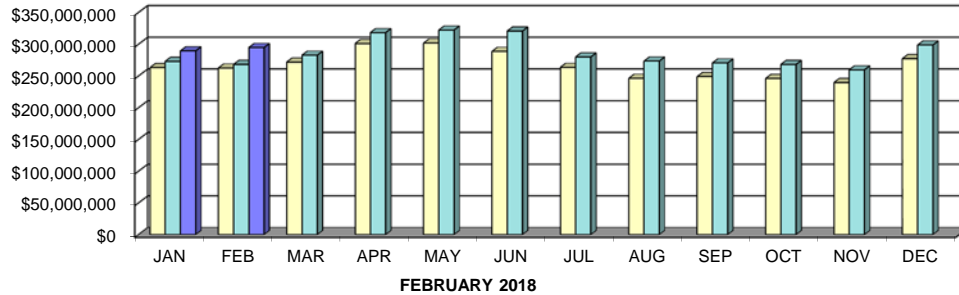
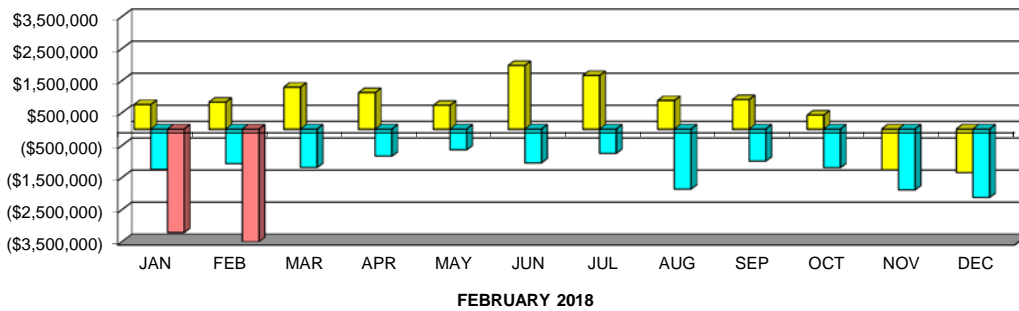


Chart 2
ADJUSTMENTS TO FAIR VALUE



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

	Current Month 2/28/2018	Prior Month 1/31/2018	Prior Year 2/28/2017	Change from Prior Month 02/18 to 01/18	Change from Prior Year 02/18 to 02/17
CASH AND INVESTMENT BALANCES BY FUND					
General Fund	\$ 8,156,950	\$ 6,857,724	\$ 5,365,645	\$ 1,299,226	\$ 2,791,305
Capital Improvement Funds	74,483,756	73,584,779	66,826,824	898,977	7,656,932
Park Benefit & Impact Fee Funds	73,701,557	72,521,010	63,143,686	1,180,547	10,557,871
Internal Service Funds	25,711,791	25,152,847	23,966,232	558,944	1,745,559
Housing Funds	49,686,470	44,432,060	35,645,692	5,254,410	14,040,778
Development Cost Center Funds	20,774,608	19,560,793	19,139,731	1,213,815	1,634,877
Traffic Impact Fee Funds	12,934,942	12,403,584	13,528,111	531,358	(593,169)
Recreation Fund	10,306,427	10,232,813	10,013,624	73,614	292,803
Gas Tax Funds	6,535,162	6,813,450	7,646,279	(278,288)	(1,111,117)
Local Improvement Districts	11,203,073	11,420,559	8,527,947	(217,486)	2,675,126
Integrated Waste Management Fund	7,178,358	6,647,223	8,220,558	531,135	(1,042,200)
Other Agency Funds	3,394,944	3,325,868	7,959,619	69,076	(4,564,675)
Low and Moderate Income Housing Asset Fund	4,367,418	5,267,298	5,291,174	(899,880)	(923,756)
Community Assistance	4,031,142	3,906,436	4,266,057	124,706	(234,915)
County Roads Measure B Fund	3,075,965	3,073,086	4,776,086	2,879	(1,700,121)
Other Funds	1,577,844	1,722,102	2,372,146	(144,258)	(794,302)
Family Resource Center	-	-	1,121,478	-	(1,121,478)
Police Grants	288,151	242,144	422,206	46,007	(134,055)
Urban Runoff Funds	231,640	372,295	615,035	(140,655)	(383,395)
General Obligation Bond - Fire	1,911,152	1,909,697	1,029,933	1,455	881,219
Total - Cash and Investments	319,551,350	309,445,768	289,878,063	10,105,582	29,673,287
PETTY CASH	25,860	25,860	25,860	-	-
CASH WITH FISCAL AGENTS					
Local Improvement District Trust Accounts	5,089,877	5,084,886	6,951,772	4,991	(1,861,895)
Other Agency Trust Accounts	100	147,009	2,448,475	(146,909)	(2,448,375)
Lease Revenue Bonds	215,616	770,821	-	(555,205)	215,616
Lease Financing	626,772	626,056	4,658,880	716	(4,032,108)
Total - Cash with Fiscal Agents	5,932,365	6,628,772	14,059,127	(696,407)	(8,126,762)
GRAND TOTAL - CASH & INVESTMENTS, PETTY CASH AND CASH WITH FISCAL AGENT	\$ 325,509,575	\$ 316,100,400	\$ 303,963,050	\$ 9,409,175	\$ 21,546,525

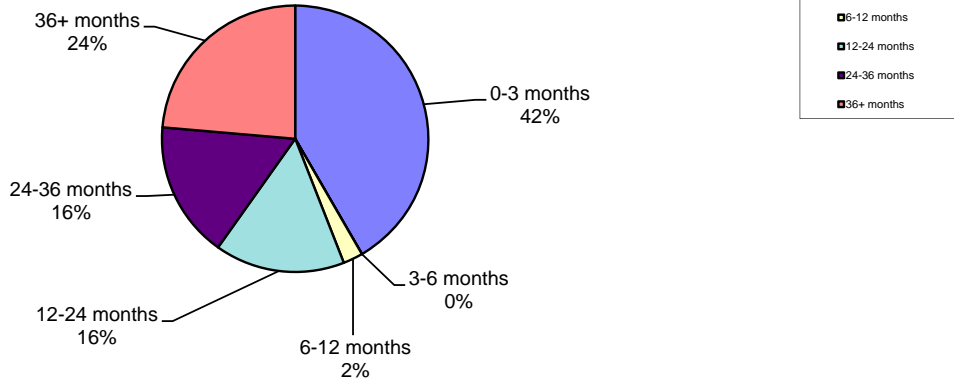
CITY OF FREMONT
Summary of Cash and Investments by Funds

Cash Balance

Cash & Investments January 2018	\$ 309,445,768
Receipts for the month of February 2018	24,250,655
Disbursements for the month of February 2018	(13,546,009)
February 2018 Fair Value Adjustment	(599,064)
Total Cash & Investments February 2018	\$ 319,551,350

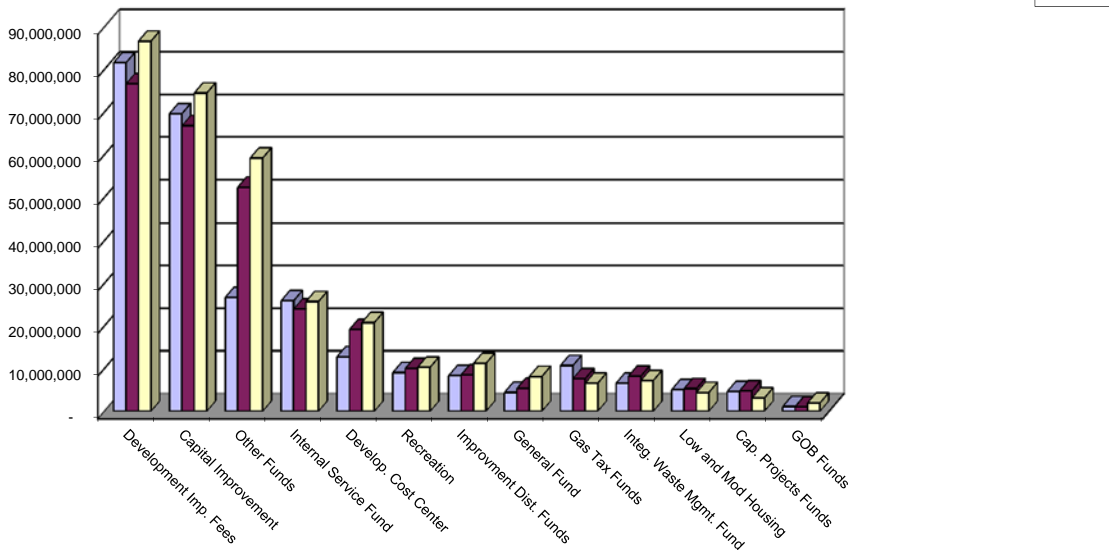
Cash & Investments City Pool	\$ 294,592,721
Cash & Investments, Impound and Other Cash	893,715
Bank of America Checking Account	24,064,914
Total Cash & Investments February 2018	\$ 319,551,350

Maturity Schedule by Percentage *
FEBRUARY 2018



* Subject to bond call provisions

Cash Balances of Major Funds
FEBRUARY 2018



**INVESTMENT PERFORMANCE
WITH COMPARISON
CITY POOLED INVESTMENTS**

	Current Month 2/28/2018	Prior Month 1/31/2018	Prior Year 2/28/2017	Change from Prior Month 02/18 to 01/18	Change from Prior Year 02/18 to 02/17
INVESTMENT YIELD					
State Pool	1.41%	1.35%	0.79%	0.06%	0.62%
California Asset Management Program	1.50%	1.43%	0.85%	0.07%	0.65%
City of Fremont - End of Month	1.76%	1.73%	1.48%	0.03%	0.28%
City of Fremont - Fiscal Year to Date	1.68%	1.67%	1.41%	0.01%	0.27%

AVERAGE LIFE OF PORTFOLIO (In Days)

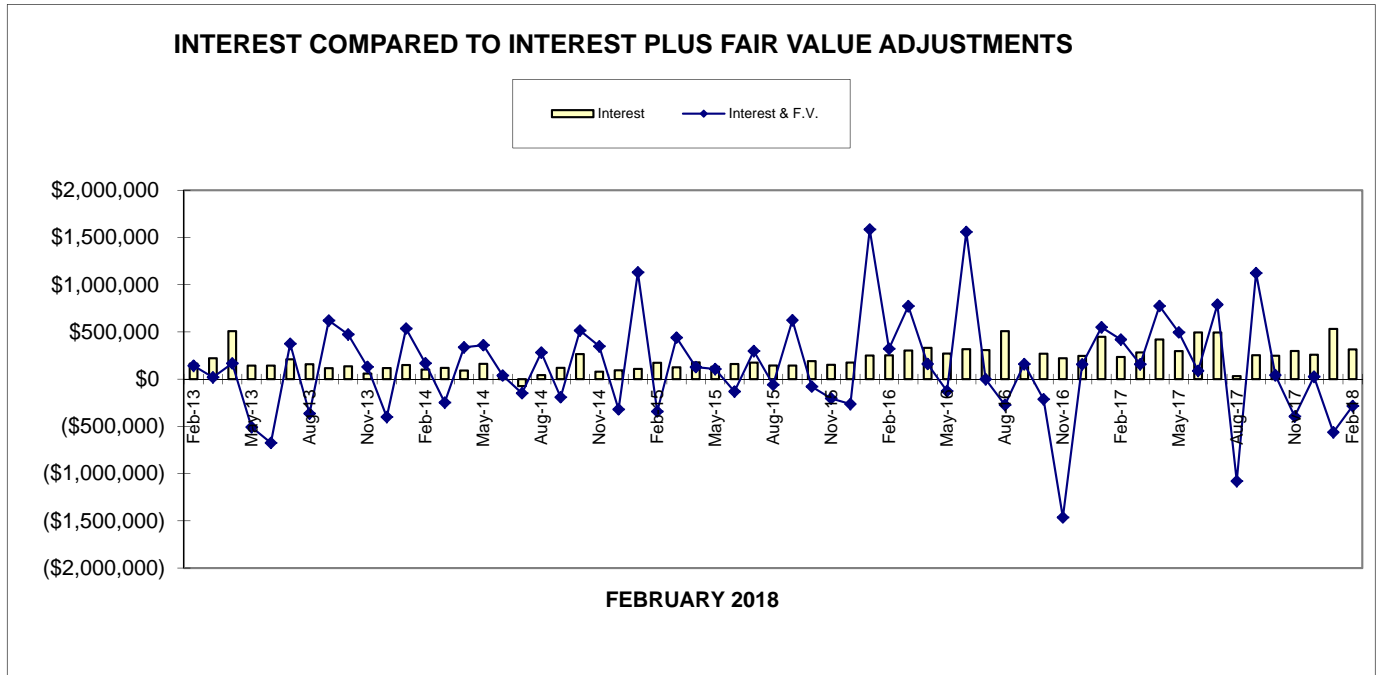
State Pool	172	179	186	(7)	(14)
City of Fremont	574	597	663	(23)	(89)

EARNINGS CURRENT MONTH

INTEREST EARNINGS (DISTRIBUTED)					
General, Capital and Grant Funds	\$ 303,504	\$ 513,066	\$ 232,538	\$ (209,562)	\$ 70,966
Local Improvement Districts	11,132	18,761	2,304	(7,629)	8,828
Total	314,636	531,827	234,842	(217,191)	79,794
FAIR VALUE ADJUSTMENTS	(599,064)	(1,094,511)	184,537	495,447	(783,601)
TOTAL INTEREST EARNINGS	\$ (284,428)	\$ (562,684)	\$ 419,379	\$ 278,256	\$ (703,807)

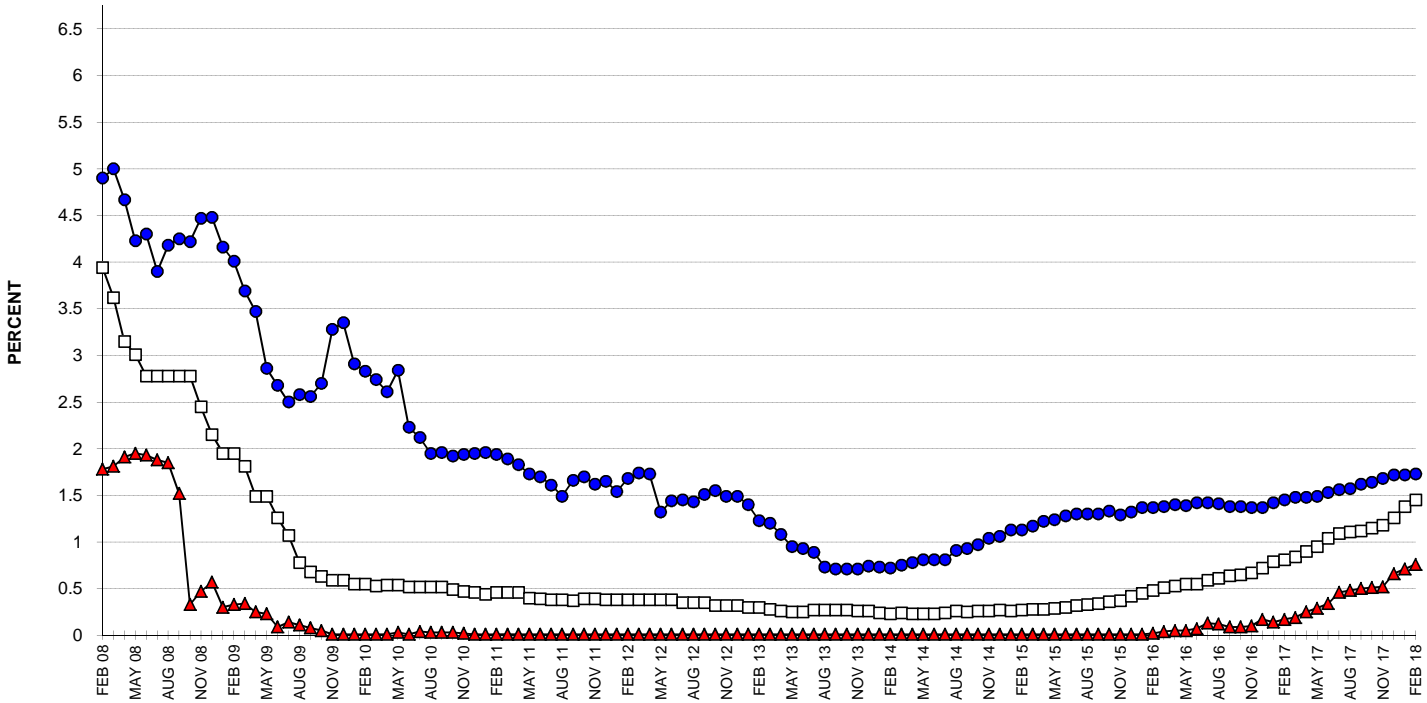
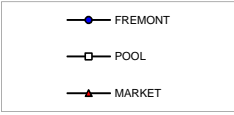
FISCAL YEAR TO DATE EARNINGS

General, Capital and Grant Funds	\$ (329,162)	\$ (53,849)	\$ (649,073)	\$ (275,313)	\$ 319,911
Local Improvement Districts	(12,461)	(3,346)	(17,497)	(9,115)	5,036
Total	\$ (341,623)	\$ (57,195)	\$ (666,570)	\$ (284,428)	\$ 324,947



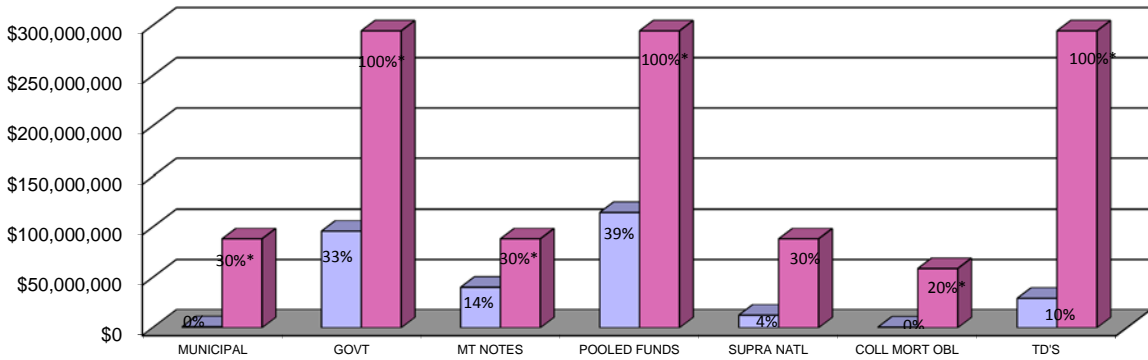
INTEREST RATE PERFORMANCE

FEBRUARY 2018



INVESTMENTS COMPARED TO LIMITS

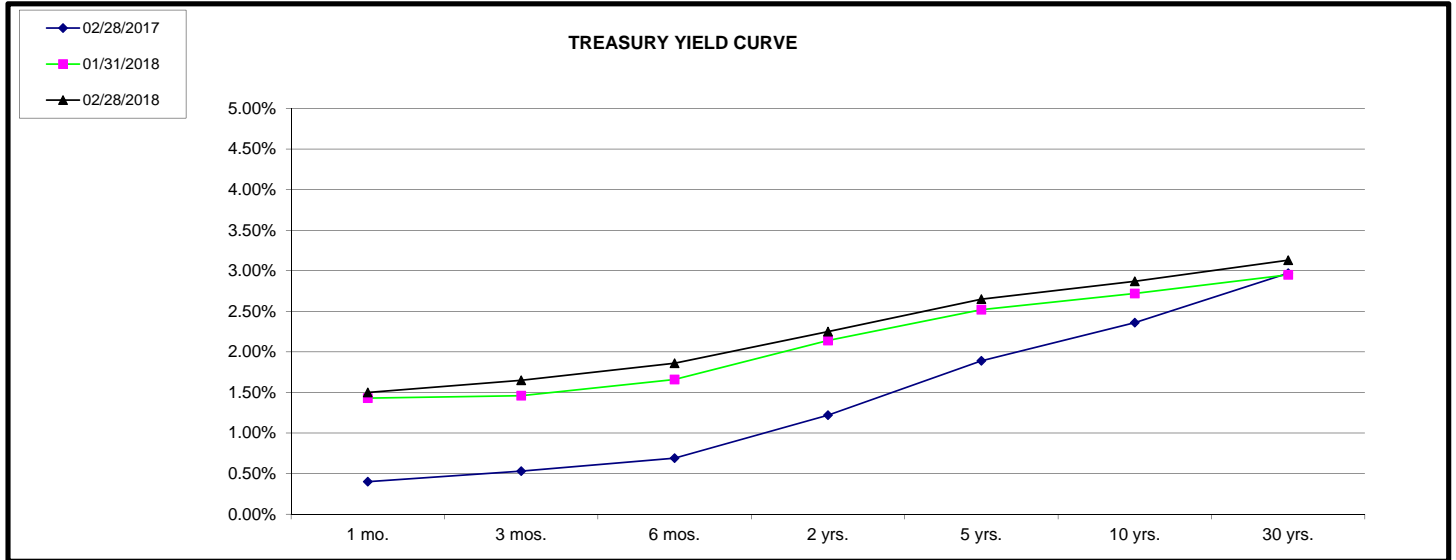
FEBRUARY 2018



*Limit represents maximum allowable percentage portion of portfolio.

INVESTMENT ACTIVITY FEBRUARY 2018

DATE	REDEMPTION POOLS /			PURCHASES POOLS /			AVG. RATE	AVG. MAT. DAYS
	SECURITIES	MONEY MARKET	TOTAL	SECURITIES	MONEY MARKET	TOTAL		
02/01/2018	\$0.00	\$0.00	\$0.00	\$0.00	\$59,808.61	\$59,808.61	0.01%	1
02/08/2018	-	-	-	1,000,000.00	-	1,000,000.00	2.67%	729
02/20/2018	(3,400,000.00)	-	(3,400,000.00)	-	-	-	-	-
02/22/2018	-	-	-	3,400,000.00	-	3,400,000.00	2.72%	728
01/25/2018	(521,459.42)	-	(521,459.42)	-	-	-	-	-
02/28/2018	-	-	-	-	5,317,670.89	5,317,670.89	0.01%	1
TOTAL 02/18	(\$3,921,459.42)	\$0.00	(\$3,921,459.42)	\$4,400,000.00	\$5,377,479.50	\$9,777,479.50	1.22%	328
TOTAL 01/18	(\$2,227,591.43)	(\$9,533,454.69)	(\$11,761,046.12)	\$2,607,323.45	\$1,033,725.70	\$3,641,049.15	1.43%	1128
TOTAL 02/17	(\$8,907,294.12)	(\$5,000,000.00)	(\$13,907,294.12)	\$8,856,025.30	\$23,758.95	\$8,879,784.25	1.76%	1183



Graph Source: US Treasury - Daily Treasury Yield Curve Rates, February 28, 2018

**DETAIL OF CASH AND INVESTMENT, PETTY CASH AND CASH WITH FISCAL AGENTS
FEBRUARY 2018**

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
022665WAH4	AMERICAN HONDA FINANCE	2.25%	08/15/19	2.29%	2,450,000.00	2,445,467.50	2,436,434.35	2,450.00	A+	A2
12189TBC7	BURLINGTON NORTH CORP	4.70%	10/01/19	1.47%	800,000.00	883,120.00	826,440.00	15,666.67	A	A3
38145GAJ9	GOLDMAN SACHS GROUP INC	2.30%	12/31/19	2.33%	1,700,000.00	1,698,725.00	1,685,395.30	8,471.67	BBB+	A3
94974BGF1	WELLS FARGO & COMPANY	2.15%	01/30/20	2.00%	1,000,000.00	1,006,990.00	985,837.00	1,851.39	A	A2
94974BGF1	WELLS FARGO & COMPANY	2.15%	01/30/20	2.11%	1,000,000.00	1,001,590.00	985,837.00	1,851.39	A	A2
89236TCF0	TOYOTA MOTOR CREDIT	2.15%	03/12/20	1.96%	800,000.00	807,104.00	792,133.60	8,074.44	AA-	Aa3
437076B04	HOME DEPOT INC	1.80%	06/05/20	1.82%	705,000.00	704,591.10	694,035.14	3,031.50	A	A2
25468PDU7	WALT DISNEY COMPANY	1.80%	06/05/20	1.84%	1,000,000.00	998,840.00	984,831.00	4,300.00	A+	A2
46625HLW8	JP MORGAN CHASE & CO	2.75%	06/23/20	2.49%	1,000,000.00	1,011,320.00	997,093.00	5,194.44	A-	A3
94974BGM6	WELLS FARGO & COMPANY	2.60%	07/22/20	2.48%	450,000.00	452,524.50	446,415.30	1,267.50	A	A2
94974BGM6	WELLS FARGO & COMPANY	2.60%	07/22/20	2.31%	1,000,000.00	1,013,030.00	992,034.00	2,816.67	A	A2
06406HDD8	BNY MELLON CORP	2.60%	08/17/20	2.21%	1,000,000.00	1,017,630.00	992,804.00	1,011.11	A	A1
14913Q2A6	CATERPILLAR	1.85%	09/04/20	1.88%	1,120,000.00	1,119,059.20	1,094,296.00	10,014.67	A	A3
713448DC9	PEPSICO	2.15%	10/14/20	2.09%	1,250,000.00	1,232,010.00	1,232,010.50	10,227.43	A+	A1
037833DJ6	Apple, Inc.	2.00%	11/13/20	2.03%	1,700,000.00	1,698,572.00	1,672,084.30	10,200.00	AA+	Aa1
931142EA7	Wal-Mart Stores Inc	1.90%	12/15/20	1.95%	3,210,000.00	3,205,345.50	3,146,483.73	22,193.58	AA	Aa2
44932HAB9	IBM CREDIT	1.80%	01/20/21	1.86%	1,500,000.00	1,496,895.00	632,199.04	2,214.22	A+	A1
882508AY0	TEXAS INSTRUMENTS INC	2.75%	03/12/21	2.12%	320,000.00	327,292.80	1,456,725.00	3,075.00	A+	A1
61746BEA0	MORGAN STANLEY CORP	2.50%	04/21/21	2.36%	850,000.00	855,440.00	320,098.24	4,131.11	BBB+	A3
06406FAB9	BANK OF NEW YORK MELLON CORP.	2.05%	05/03/21	2.00%	1,000,000.00	1,002,130.00	835,458.20	7,673.61	A	A1
0258M0EB1	AMERICAN EXPRESS CREDIT	2.25%	05/05/21	2.13%	850,000.00	854,649.50	970,681.00	6,719.44	A-	A2
05531FAV5	BRANCH BANKING & TRUST	2.05%	05/10/21	2.06%	850,000.00	849,439.00	829,447.00	6,162.50	A-	A2
857477AV5	STATE STREET	1.95%	05/19/21	2.04%	460,000.00	458,045.00	825,491.10	5,372.71	A	A1
68389XBK0	ORACLE CORP	1.90%	09/15/21	2.44%	1,045,000.00	1,020,432.05	446,928.18	2,541.50	AA-	A1
713448DL9	PEPSICO INC	1.70%	10/06/21	2.34%	925,000.00	899,044.50	1,010,102.23	9,155.36	A+	A1
20030NBV2	COMCAST CORP	1.63%	01/15/22	2.65%	850,000.00	809,939.50	887,271.10	6,333.68	A-	A3
91159HHP8	US BANCORP	2.62%	01/24/22	2.55%	1,000,000.00	1,003,430.00	806,977.25	1,764.93	A+	A1
037833AY6	APPLE INC	2.15%	02/09/22	2.18%	1,000,000.00	998,660.00	984,766.00	2,697.92	AA+	Aa1
594918BA1	MICROSOFT CORP	2.38%	02/12/22	2.27%	850,000.00	853,927.00	970,503.00	1,313.89	AAA	Aaa
0258M0EG0	AMERICAN EXPRESS CREDIT	2.70%	03/03/22	2.49%	675,000.00	675,000.00	833,013.60	1,065.45	A-	A2
25468PDC6	WALT DISNEY COMPANY	2.45%	03/04/22	2.44%	575,000.00	575,184.00	661,881.38	9,011.25	A+	A2
05531FAX1	BB&T CORPORATION	2.75%	04/01/22	2.30%	850,000.00	866,124.50	564,801.23	6,926.35	A-	A2
458140BB5	INTEL CORP	2.35%	05/11/22	2.22%	1,000,000.00	1,005,870.00	838,016.70	9,739.58	A+	A1
68389XB00	ORACLE CORP	2.50%	05/15/22	2.19%	1,000,000.00	1,013,490.00	977,959.00	7,180.56	AA-	A1
911312BC9	UNITED PARCEL SERVICE	2.35%	05/16/22	2.11%	1,000,000.00	1,010,920.00	978,325.00	7,361.11	A+	A1
459200HG9	IBM CORP	1.87%	08/01/22	2.24%	1,750,000.00	1,719,550.00	973,837.00	6,854.17	A+	A1
89236TEC5	TOYOTA	2.15%	09/08/22	2.18%	1,000,000.00	998,820.00	1,659,812.00	2,734.38	AA-	Aa3
24422ETZ2	JOHN DEERE CAPITAL	2.35%	01/08/21	2.37%	640,000.00	639,667.20	962,260.00	10,331.94	A	A2
	SUBTOTAL				40,175,000.00	40,257,063.85	39,390,724.47	228,383.12		
FEDERAL AGENCY BOND / NOTE - BROKER										
3135GON33	FNMA - GOLDMAN SACHS	0.87%	08/02/19	0.93%	4,250,000.00	4,242,860.00	4,171,621.50	2,995.66	AA+	Aaa
3135GOP49	FNMA - GOLDMAN SACHS & CO	1.00%	08/28/19	1.05%	3,400,000.00	3,394,696.00	3,339,575.20	283.33	AA+	Aaa
3130AA3R7	FHLB - MERRILL LYNCH	1.37%	11/15/19	1.38%	3,685,000.00	3,684,152.45	3,631,976.54	14,919.13	AA+	Aaa
3135GOZ12	FNMA - MORGAN STANLEY DEAN WITTER	1.75%	11/26/19	1.62%	2,000,000.00	2,012,900.00	1,982,704.00	9,236.11	AA+	Aaa
3135GOT29	FNMA - JP MORGAN SECURITIES INC	1.50%	02/28/20	1.52%	3,700,000.00	3,697,632.00	3,639,926.80	462.50	AA+	Aaa
3130A8QS5	FHLB - KEYBANC CAPITAL MARKETS	1.12%	07/14/21	1.16%	1,450,000.00	1,446,926.00	4,038,390.20	6,205.47	AA+	Aaa
3130A8QS5	FHLB - TD SECURITIES LLC	1.13%	07/14/21	1.25%	4,225,000.00	4,199,307.78	1,385,956.40	2,129.69	AA+	Aaa
3135GON82	FNMA - TD SECURITIES (USA) LLC	1.25%	08/17/21	1.32%	415,000.00	413,580.29	397,436.37	201.74	AA+	Aaa
3135GON82	FNMA - CITIGROUP GLOBAL MARKETS INC	1.25%	08/17/21	1.33%	1,335,000.00	1,329,593.25	1,278,500.13	648.96	AA+	Aaa
	SUBTOTAL				24,460,000.00	24,421,647.77	23,866,087.14	37,082.59		
FEDERAL AGENCY COLLATERALIZED MORTGAGE OBLIGATION										
3136ANJY4	GOLDMAN SACHS - FNMA Series 2015-M7 ASQ2	1.55%	04/01/18	0.83%	11,133.70	11,245.00	11,116.09	14.38	AA+	Aaa
3136AQS1W	GOLDMAN SACHS - FNMA Series 2015-M15 ASQ2	1.90%	01/01/19	1.20%	188,660.89	190,547.48	188,195.96	298.41	AA+	Aaa
3136AQDQ0	MORGAN STANLEY - FNMA Series 2015-M13 ASQ2	1.65%	09/01/19	1.08%	506,460.52	511,532.16	503,728.72	684.70	AA+	Aaa
	SUBTOTAL				706,255.11	713,324.64	703,040.67	1,007.49		
US TREASURY NOTES - BROKER										
912828D23	CITIGROUP	1.63%	04/30/19	1.06%	1,165,000.00	1,180,927.74	1,158,174.27	6,327.85	AA+	Aaa
912828U01	MERRILL LYNCH	1.25%	02/29/20	1.55%	335,000.00	330,812.50	328,260.81	11.38	AA+	Aaa
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	325,000.00	328,986.33	318,842.88	1,866.07	AA+	Aaa
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	455,000.00	460,794.14	446,380.03	2,612.50	AA+	Aaa
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	1,010,000.00	1,021,480.86	990,865.55	5,799.18	AA+	Aaa
912828V99	CITIGROUP	2.13%	08/31/20	1.74%	700,000.00	727,289.06	1,173,040.36	68.14	AA+	Aaa
912828V99	MORGAN STANLEY	2.13%	08/31/20	1.74%	1,180,000.00	1,200,419.53	695,871.40	40.42	AA+	Aaa
912828WC0	MERRILL LYNCH	1.75%	10/31/20	1.35%	4,050,000.00	4,124,988.28	3,982,923.90	23,690.26	AA+	Aaa
912828PC8	HSBC	2.63%	11/15/20	1.21%	2,560,000.00	2,718,800.00	2,575,900.16	19,677.35	AA+	Aaa
912828A83	MERRILL LYNCH	2.38%	12/31/20	1.28%	2,550,000.00	2,678,097.66	2,547,608.10	10,037.98	AA+	Aaa
912828N89	CITIGROUP	1.38%	01/31/21	1.35%	2,500,000.00	2,502,636.72	2,425,977.50	2,753.80	AA+	Aaa
912828B90	MORGAN STANLEY	2.00%	02/28/21	0.92%	875,000.00	917,792.97	863,960.13	47.55	AA+	Aaa
912828Q37	CITIGROUP	1.25%	03/31/21	0.98%	1,415,000.00	1,433,019.14	1,364,535.44	7,385.99	AA+	Aaa
912828WN6	BARCLAYS	2.00%	05/31/21	1.87%	3,500,000.00	3,518,867.19	4,876,329.15	24,750.00	AA+	Aaa
912828WN6	HSBC	2.00%	05/31/21	1.22%	4,950,000.00	5,127,890.63	3,447,909.50	17,500.00	AA+	Aaa
912828D72	HSB SECURITIES (USA) Inc	2.00%	08/31/21	1.93%	1,400,000.00	1,452,554.69	1,375,609.20	76.09	AA+	Aaa
912828D72	HSBC	2.00%	08/31/21	1.93%	5,450,000.00	5,466,179.69	5,355,050.10	296.20	AA+	Aaa
912828T67	MERRILL LYNCH	1.25%	10/31/21	2.11%	655,000.00	630,181.64	3,335,454.40	22,729.28	AA+	Aaa
912828F96	CITIGROUP	2.00%	10/31/21	1.84%	3,400,000.00	3,448,476.56	626,652.73	2,736.71	AA+	Aaa
912828J65	MERRILL LYNCH	1.75%	11/30/21	1.82%	3,000,000.00	2,991,093.75	2,914,923.00	13,125.00	AA+	Aaa
912828G87	BARCLAYS	2.13%	12/31/21	1.72%	7,250,000.00	7,377,441.41	7,137,001.50	25,536.22	AA+	Aaa
912828V72	BARCLAYS	1.88%	01/31/22	1.88%	700,000.00	699,699.22	681,926.00	1,051.45	AA+	Aaa
912828L24	BNP-PARI	1.88%	02/01/22	2.08%	3,000,000.00	2,972,343.75	2,905,782.00	152.85	AA+	Aaa
912828W9	MERRILL LYNCH	1.88%	09/30/22	2.24%	2,000,000.00	1,967,656.25	1,934,766.00	15,659.34	AA+	Aaa
	SUBTOTAL				54,425,000.00	55,278,429.71	53,462,744.11	203,930.61		
MUNICIPAL BONDS										
91412GUV5	UNIVERSITY OF CALIFORNIA TAXABLE REV BONDS	1.90%	05/15/18	1.90%	420,000.00	420,000.00	420,012.60	2,354.61	AA	Aa2
20772JZK1	CONNECTICUT STATE TAXABLE GO BONDS	1.97%	03/15/19	1.90%	700,000.00	701,967.00	696,556.00	6,371.63	A+	A1
	SUBTOTAL				1,120,000.00	1,121,967.00	1,116,568.60	8,726.24		

DETAIL OF CASH AND INVESTMENT, PETTY CASH AND CASH WITH FISCAL AGENTS FEBRUARY 2018

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%	\$ 234,565.86	\$ 234,553.17	\$ 234,261.35	\$ 132.40	AAA	Aaa
14314EAB7	CARMAX ABS 2016-3 A2A	1.17%	08/15/19	1.18%	144,219.31	144,207.54	144,135.13	74.99	AAA	NR
65477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	1.06%	176,059.17	176,022.16	175,625.48	82.16	NR	Aaa
34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	1.16%	141,930.32	141,917.19	141,625.50	73.17	NR	Aaa
43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	1.23%	230,334.98	230,302.25	229,174.09	101.48	AAA	NR
34530YAD5	FORD ABS 2015-C A3	1.41%	02/15/20	1.42%	229,043.41	228,998.83	228,354.08	143.53	AAA	Aaa
89237KAD5	TOYOTA ABS 2016-A A3	1.25%	03/15/20	1.25%	308,601.40	308,601.40	307,345.67	183.79	AAA	Aaa
65475WAD0	NISSAN ABS 2015-B A3	1.34%	03/15/20	1.34%	251,964.45	251,964.45	250,479.02	139.98	NR	Aaa
47788NAC2	JOHN DEERE ABS 2016-B-A3	1.25%	06/15/20	1.25%	365,000.00	364,970.95	362,385.36	202.78	NR	Aaa
02007LAC6	ALLY ABS 2016-3 A3	1.44%	08/15/20	1.44%	480,071.68	480,025.07	477,940.50	307.25	AAA	Aaa
44930UAD8	HYUNDAI ABS 2016-A A3	1.56%	09/15/20	1.57%	95,000.00	94,981.57	94,490.48	65.87	AAA	Aaa
34532EAD7	FORD ABS 2016-B A3	1.33%	10/15/20	1.33%	221,221.23	221,200.26	219,765.75	130.77	Aaa	NR
65478WAD7	NISSAN ABS 2016-C A3	1.18%	01/15/21	1.18%	320,000.00	319,969.41	315,994.21	167.82	NR	Aaa
17305EGAT	CCIT ABS 2017-A2-A2	1.74%	01/17/21	1.75%	1,450,000.00	1,449,722.33	1,442,380.98	3,083.67	AAA	Aaa
89238MAD0	TOYOTA ABS 2017-A A3	1.73%	02/15/21	1.74%	310,000.00	309,963.51	307,187.06	238.36	AAA	Aaa
44891EAC3	HYUNDAI ABS 2016-B A3	1.29%	04/15/21	1.30%	880,000.00	879,881.55	867,963.62	504.53	AAA	Aaa
34531EAD8	FORD ABS 2017-A A3	1.67%	06/15/21	1.67%	475,000.00	474,998.24	469,698.76	352.56	NR	Aaa
44931PAD8	HAROT ABS 2017-2 A3	1.76%	08/15/21	1.76%	1,500,000.00	1,499,965.21	1,480,945.65	1,120.00	AAA	NR
43811BAC8	HYUNDAI ABS 2017-2 A3	1.68%	08/15/21	1.68%	430,000.00	429,970.25	425,502.29	336.36	AAA	Aaa
47788BAD6	JOHN DEERE ABS 2017-B A3	1.82%	10/15/21	1.82%	600,000.00	599,956.08	591,512.70	485.33	NR	Aaa
89237RAD0	TOYOTA ABS 2017-C A3	1.78%	11/15/21	2.00%	250,000.00	249,980.08	246,217.30	197.78	AAA	Aaa
02582JHG8	AMXCA 2017-4 A	1.64%	12/15/21	1.65%	560,000.00	559,910.29	554,547.84	408.18	AAA	NR
89238KAD4	Toyota Auto Receivables	1.93%	01/15/22	2.26%	635,000.00	634,941.45	626,095.08	544.69	AAA	Aaa
02007YAC8	Ally Auto Receivables Trust	1.99%	03/15/22	1.99%	1,370,000.00	1,369,893.69	1,352,857.05	1,211.69	AAA	Aaa
34532AAD5	Ford Credit Auto Owner Trust	2.01%	03/15/22	2.02%	1,765,000.00	1,764,681.77	1,746,042.31	1,576.73	AAA	NR
SUBTOTAL						13,423,011.81	13,421,439.86	13,292,527.26	11,865.87	
CERTIFICATES OF DEPOSIT										
13806A5Z7	CANADIAN IMPERIAL BANK NY	1.76%	11/30/18	1.80%	3,400,000.00	3,397,348.00	3,392,384.00	15,126.22	A-1	P-1
06427KRC3	BANK OF MONTREAL CHICAGO	1.88%	02/07/19	1.88%	2,500,000.00	2,500,000.00	2,499,622.50	3,133.33	A+	A1
06417GUE6	BANK OF NOVA SCOTIA	1.91%	04/05/19	1.91%	3,400,000.00	3,400,000.00	3,383,040.80	26,517.17	A	A1
86563YVN0	SUMITOMO MITSUBI BANK NY	2.05%	05/03/19	2.05%	2,450,000.00	2,450,000.00	2,444,146.95	16,462.64	A	A1
83050FTX3	SCANDINAVIENSKILDA BK NY	1.84%	08/02/19	1.85%	3,400,000.00	3,398,674.00	3,307,326.30	4,692.00	A+	Aa3
06539RGM3	Mitsubishi UFJ Financial Group	2.07%	09/25/19	2.07%	1,700,000.00	1,700,000.00	1,686,151.90	15,151.25	A	A1
22549LFR1	Credit Suisse New York	2.67%	02/7/2020	2.67%	1,000,000.00	1,000,000.00	1,005,783.00	1,705.83		
65590ASN7	Nordea Bank	2.72%	02/20/20	2.72%	3,400,000.00	3,400,000.00	3,397,052.20	2,312.00		
96121TA43	WESTPAC BANKING CORP	2.05%	08/03/20	2.05%	2,660,000.00	2,660,000.00	2,636,480.28	3,635.33	AA-	Aa3
87019U6D6	Swedbank	2.27%	11/16/20	2.30%	3,400,000.00	3,400,000.00	3,357,336.80	22,296.44	AA-	Aa3
SUBTOTAL						27,310,000.00	27,306,022.00	27,109,324.63	111,032.21	
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	2,344,538.00	7,140.00	AAA	Aaa
459058FS7	INTL BK RECON & DEVELOPMENT	1.12%	11/27/19	1.49%	1,750,000.00	1,735,647.67	1,713,174.75	5,140.63	AAA	Aaa
459058GA5	INTL BK RECON & DEVELOPMENT	1.62%	09/04/20	1.63%	2,000,000.00	1,999,580.00	1,957,404.00	16,430.56	AAA	Aaa
45905UP32	Intl Bank of Reconstuction and Dev	1.56%	09/12/20	1.64%	3,000,000.00	2,992,800.00	2,922,450.00	21,073.50	AAA	Aaa
4581XOCD8	Inter-American Development Bank	2.13%	11/09/20	1.81%	3,500,000.00	3,532,441.86	3,465,987.00	23,138.89	AAA	Aaa
SUBTOTAL						12,630,000.00	12,633,329.53	12,403,553.75	72,923.58	
ADJUST INVESTMENTS FROM AMORTIZED COST TO FAIR VALUE										
						(3,808,653.73)				
TOTAL INVESTMENTS PFM ASSET MANAGEMENT						174,249,266.92	171,344,570.63	171,344,570.63	675,551.71	
TIME DEPOSITS - ISSUER										
273941000	FREMONT BANK	1.37%	12/29/18	1.37%	1,000,000.00	1,000,000.00	995,926.93	516.79		
1414442	HERITAGE BANK OF COMMERCE	0.60%	05/01/18	0.60%	1,000,000.00	1,000,000.00	991,409.84	114.23		
SUBTOTAL						2,000,000.00	2,000,000.00	1,987,336.77	631.02	
MONEY MARKET ACCOUNTS										
5080200	MMA/BANK OF AMERICA SWEEP ACCOUNT	0.76%	Daily	0.76%	6,687,285.20	6,687,285.20	6,687,285.20	1,681.72		
SUBTOTAL						6,687,285.20	6,687,285.20	1,681.72		
POOLED INVESTMENT FUNDS										
6037-001	CAMP (California Asset Management Program)	1.50%	Daily	1.50%	49,560,865.62	49,560,865.62	49,560,865.62	57,118.36		
98-01-318	LAIF (State of California Local Agency Investment Funds)	1.35%	Daily	1.35%	65,000,000.00	65,000,000.00	65,000,000.00	-		
SUBTOTAL						114,560,865.62	114,560,865.62	57,118.36		
TOTAL GENERAL CITY INVESTMENTS						\$ 297,497,417.74	\$ 294,592,721.45	\$ 294,580,058.22	\$ 734,982.81	
MORGAN STANLEY GOVT INSTL SWEEP ACCOUNT							859,579.59			
BANK OF AMERICA CHECKING ACCOUNT							24,064,914.11			
POLICE-NARCOTIC(S) SACMCTF FLASH FUND/ BOFA							33,634.84			
POLICE-BAIL ACCOUNT/ BOFA							500.00			
TOTAL CASH & INVESTMENTS							319,551,349.99			
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				
	ANIMAL CONTROL (21910)					500.00				
	POLICE INVESTIGATIVE SERVICES-BAIL (21999)					200.00				
	YOUTH & FAMILY SERVICES-PETTY CASH (53410, 10853990)					270.00				
	FRC SUPPORT SVC PRG (530304)					40.00				
	SENIOR CENTER #186 (53310)					250.00				
	RECREATION SNACK BARS #189 (00000)					3,500.00				
	RECREATION ADMIN #189 (61002)					2,000.00				
	RECR REGISTRATION #189 (61003)					200.00				
	RECR WATER PARK #189 (61011)					500.00				
	SPORTS TENNIS CENTER #189 (61022)					175.00				
	PKS BOAT RENTAL #189 (61047)					375.00				
TOTAL CITY PETTY CASH							25,860.00			
CASH WITH FISCAL AGENTS										
LOCAL IMPROVEMENT/ COMMUNITY FACILITY DISTRICTS										
515408	2015 CFD#1 (PACIFIC COMMONS) RESERVE FUND - BNY	0.00%		0.0000%		5,062,923.31				
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%		25,893.09				
515454	2015 CFD#1 (PACIFIC COMMONS) ESCROW FUND - BNY	0.00%		0.0000%		2.00				

**DETAIL OF CASH AND INVESTMENT, PETTY CASH AND CASH WITH FISCAL AGENTS
FEBRUARY 2018**

ID.#	SECURITY LISTING	FACE RATE	MATURITY DATE	PURCHASE YIELD	PAR	ORIGINAL COST	MARKET VALUE	ACCRUED INTEREST	CREDIT RATING	CREDIT RATING
						5,089,876.55				
CASH WITH FISCAL AGENTS (CONTINUED)										
CERTIFICATES OF PARTICIPATION/GO BONDS										
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%		97.67				
6711981502	2012 - FIXED COP, SERIES A - RESERVE FUND - Union Bank	0.00%		0.0000%		1.00				
						99.67				
LEASE REVENUE BONDS										
6712196601	2017A - LRB REVENUE FUND- Union Bank	0.60%		0.6000%		273.59				
6712196605	2017A - LRB PROJECT FUND- Union Bank	0.06%		0.0600%		209,719.51				
657938	2017B - BOND FUND-BNY					26.38				
657939	2017B - INTEREST ACCOUNT-BNY					5,596.98				
						215,616.46				
LEASE FINANCING										
743930	2016 - ENERGY & WATER EFFICIENCY LEASE - ESCROW FUND - BNY	0.01%		0.0100%		626,772.27				
	TOTAL CASH WITH FISCAL AGENTS					5,932,364.95				
	GRAND TOTAL					\$ 325,509,574.94				