

*Finance Department
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Date: June 6, 2018
To: Mayor and City Council
From: David Persselin, Finance Director
Subject: Cash and Investments Report – April 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
April 2018**

EXECUTIVE SUMMARY

City liquidity needs were met in April 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 1.78% to 1.89% this month. The yield for the same month last year was 1.49%. The LAIF (State of California Local Agency Investment Funds) apportionment yield of 1.66% was 0.23% 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 1.84%. The Federal Reserve Open Market Committee federal funds rate target remained in the range of 1.50%-1.75%. The two-year U.S. Treasury Note yield increased from 2.27% to 2.49% and the five-year U.S. Treasury Note yield increased from 2.56% to 2.79%.

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

Pooled cash and investment balances increased by \$36.9 million during April to a total of \$368.3 million. Pooled cash and investment balances were \$30.9 million higher than the \$337.4 million on hand last year. Compared to March, cash increased in the General Fund by \$22.7 million, in the Park Benefit and Impact Fee Funds by \$2.5 million, in the Housing Funds by \$3.5 million, in the Local Improvement District Funds by \$1.3 million, in the Capital Improvement Funds by \$3.3 million, and in the Development Cost Center Funds by \$1.1 million. All the remaining funds combined netted an increase of \$2.5 million. General Fund cash flows were as follows:

<u>Inflows:</u>	<u>Millions</u>	<u>Totals (Millions)</u>
Property tax	\$25.4	
Sales and use tax	3.1	
Business license fees	2.2	
Franchises	3.9	
Transient occupancy tax	0.7	
Other revenues	1.9	
Transfers-in	<u>0.8</u>	\$38.0
<u>Outflows:</u>		
Payroll	\$ 7.2	
Supplies, services, and other	1.8	
Internal service allocations	1.5	
Transfers-out	<u>4.8</u>	(15.3)
Net General Fund cash increase		<u>\$22.7</u>

Other Fund changes greater than \$1 million

1. The Park Benefit and Impact Fee Funds increased by \$2.5 million due to the receipt of impact fees.
2. The Housing Funds increased \$3.5 million due to the receipt of inclusionary housing in lieu fees.
3. The Local Improvement District Funds increased \$1.3 million due to the receipt of Property Taxes from the County.
4. The Capital Improvement Funds increased by \$3.3 million as a result of transfers from the General Fund.
5. The Development Cost Center Funds increased by \$1.1 million as a result of 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 April negative month end estimated valuation adjustment of \$4.0 million decreased by \$320 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 40.3% to 44.4% 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 \$154 thousand, exclusive of the fair value adjustment, was \$158 thousand less than the prior month. Accrued interest (earned but not yet received) related to City investments at the end of April was \$985 thousand.

This month, \$62.8 million of available funds were newly invested at an average rate of 0.54% (270 day average maturity), compared to \$6.2 million at 0.37% (230 days) in March, and \$41.8 million at 0.22% (45 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 66 days compared to last month and was a decrease of 61 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.

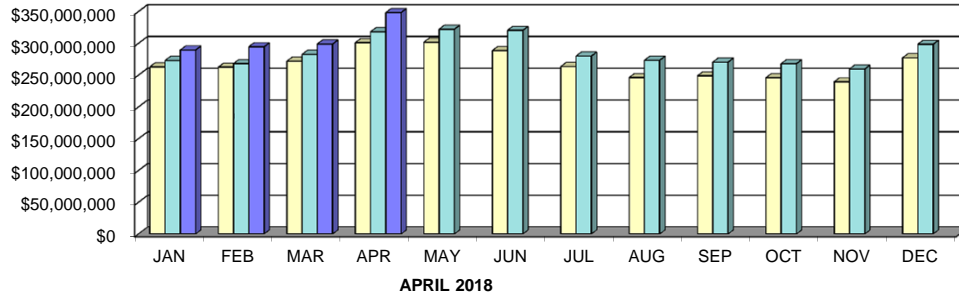
THE YIELD CURVE (Page 6)

Page 6 compares U.S. Treasury bill and note yield curves at the end of April 2018, March 2018, and April 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.

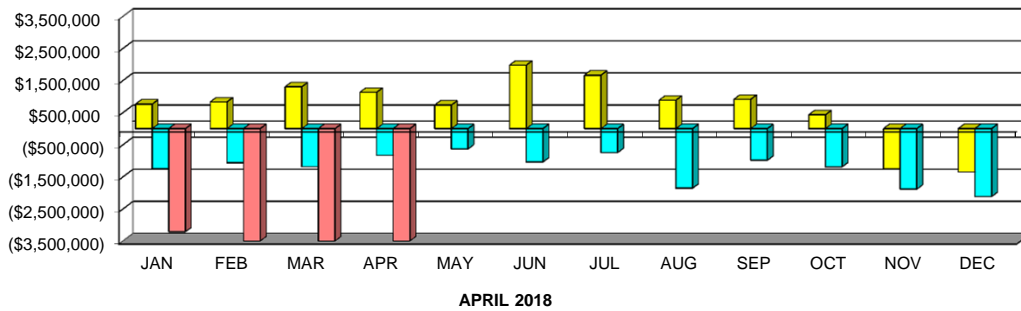
**SUMMARY OF CASH AND INVESTMENTS - TOTAL CITY
WITH COMPARISON**

	Current Month 04/30/2018	Prior Month 03/31/2018	Prior Year 04/30/2017	Change from Prior Month 04/18 to 03/18	Change from Prior Year 04/18 to 04/17
CASH AND INVESTMENTS - TOTAL CITY					
INVESTMENTS CITY POOL					
Investment in Securities at Cost	\$ 197,742,028	\$ 188,036,101	\$ 190,862,040	\$ 9,705,927	\$ 6,879,988
Adjustments to Fair Value (Chart 2)	(4,044,765)	(3,724,269)	(829,182)	(320,496)	(3,215,583)
State of California Local Agency Investment Funds (LAIF)	65,000,000	65,000,000	65,000,000	-	-
California Asset Management Program	89,686,427	49,617,984	63,163,474	40,068,443	26,522,953
Subtotal - Investments (City Pool)	<u>348,383,690</u>	<u>298,929,816</u>	<u>318,196,332</u>	<u>49,453,874</u>	<u>30,187,358</u>
Impound and Other Cash	478,321	141,170	1,272,341	337,151	(794,020)
General Checking Account	19,456,543	32,337,641	17,941,049	(12,881,098)	1,515,494
Total - Cash and Investments (Chart 1)	<u>368,318,554</u>	<u>331,408,627</u>	<u>337,409,722</u>	<u>36,909,927</u>	<u>30,908,832</u>
PETTY CASH	25,860	25,860	25,860	-	-
CASH WITH FISCAL AGENTS	<u>5,822,231</u>	<u>6,332,796</u>	<u>11,929,844</u>	<u>(510,565)</u>	<u>(6,107,613)</u>
GRAND TOTAL - CASH AND INVESTMENTS, PETTY CASH & CASH WITH FISCAL AGENTS	<u>\$ 374,166,645</u>	<u>\$ 337,767,283</u>	<u>\$ 349,365,426</u>	<u>\$ 36,399,362</u>	<u>\$ 24,801,219</u>

**Chart 1
TOTAL CASH & INVESTMENT**



**Chart 2
ADJUSTMENTS TO FAIR VALUE**



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

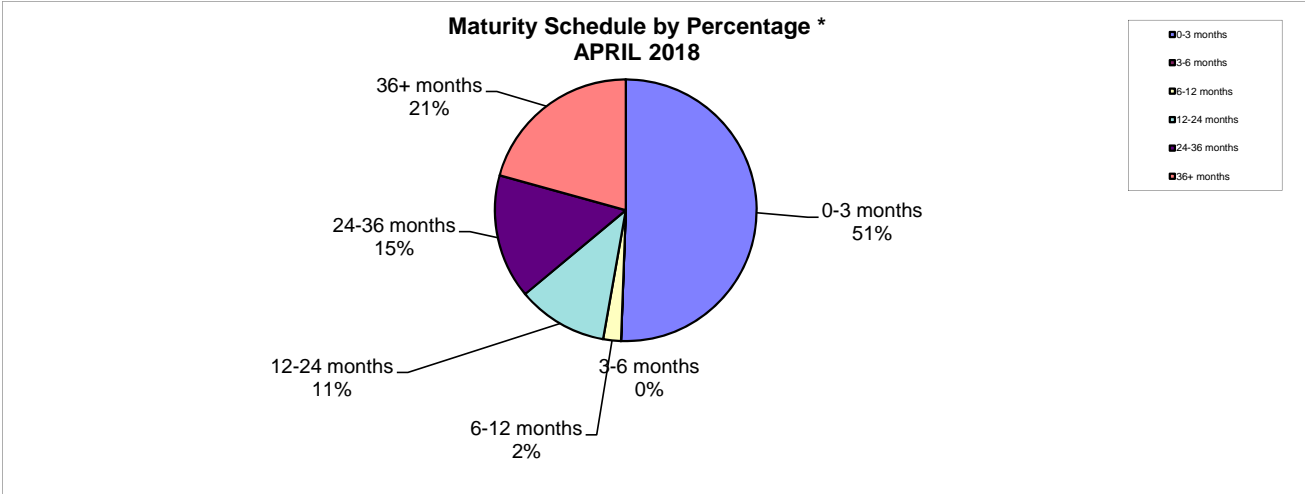
	Current Month <i>04/30/2018</i>	Prior Month <i>03/31/2018</i>	Prior Year <i>04/30/2017</i>	Change from Prior Month <i>04/18 to 03/18</i>	Change from Prior Year <i>04/18 to 04/17</i>
CASH AND INVESTMENT BALANCES BY FUND					
General Fund	\$ 38,180,020	\$ 15,434,848	\$ 36,147,501	\$ 22,745,172	\$ 2,032,519
Capital Improvement Funds	77,378,684	74,106,282	69,152,132	3,272,402	8,226,552
Park Benefit & Impact Fee Funds	77,192,045	74,704,365	67,303,758	2,487,680	9,888,287
Internal Service Funds	26,642,742	25,794,405	25,167,377	848,337	1,475,365
Housing Funds	54,916,744	51,452,550	40,862,009	3,464,194	14,054,735
Development Cost Center Funds	22,273,328	21,115,144	18,537,474	1,158,184	3,735,854
Traffic Impact Fee Funds	13,682,048	12,909,937	13,636,564	772,111	45,484
Recreation Fund	10,814,076	10,143,043	10,361,501	671,033	452,575
Gas Tax Funds	6,019,017	6,381,206	7,122,742	(362,189)	(1,103,725)
Local Improvement Districts	13,486,093	12,208,925	10,955,603	1,277,168	2,530,490
Integrated Waste Management Fund	7,429,122	7,658,356	7,036,797	(229,234)	392,325
Other Agency Funds	2,874,988	3,204,624	7,325,950	(329,636)	(4,450,962)
Low and Moderate Income Housing Asset Fund	3,218,566	3,249,714	5,355,597	(31,148)	(2,137,031)
Community Assistance	4,147,858	3,626,542	5,249,144	521,316	(1,101,286)
County Roads Measure B Fund	3,707,938	3,785,327	5,907,083	(77,389)	(2,199,145)
Other Funds	2,212,827	2,365,410	2,568,453	(152,583)	(355,626)
Family Resource Center	-	-	1,215,086	-	(1,215,086)
Police Grants	287,419	295,145	166,899	(7,726)	120,520
Urban Runoff Funds	613,830	380,060	944,976	233,770	(331,146)
General Obligation Bond - Fire	3,241,209	2,592,744	2,393,076	648,465	848,133
Total - Cash and Investments	<u>368,318,554</u>	<u>331,408,627</u>	<u>337,409,722</u>	<u>36,909,927</u>	<u>30,908,832</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	5,100,659	5,094,678	5,053,102	5,981	47,557
Other Agency Trust Accounts	100	100	2,214,042	-	(2,213,942)
Lease Revenue Bonds	210,550	610,658	-	(400,108)	210,550
Lease Financing	510,922	627,360	4,662,700	(116,438)	(4,151,778)
Total - Cash with Fiscal Agents	<u>5,822,231</u>	<u>6,332,796</u>	<u>11,929,844</u>	<u>(510,565)</u>	<u>(6,107,613)</u>
GRAND TOTAL - CASH & INVESTMENTS, PETTY CASH AND CASH WITH FISCAL AGENT					
	<u>\$ 374,166,645</u>	<u>\$ 337,767,283</u>	<u>\$ 349,365,426</u>	<u>\$ 36,399,362</u>	<u>\$ 24,801,219</u>

CITY OF FREMONT
Summary of Cash and Investments by Funds

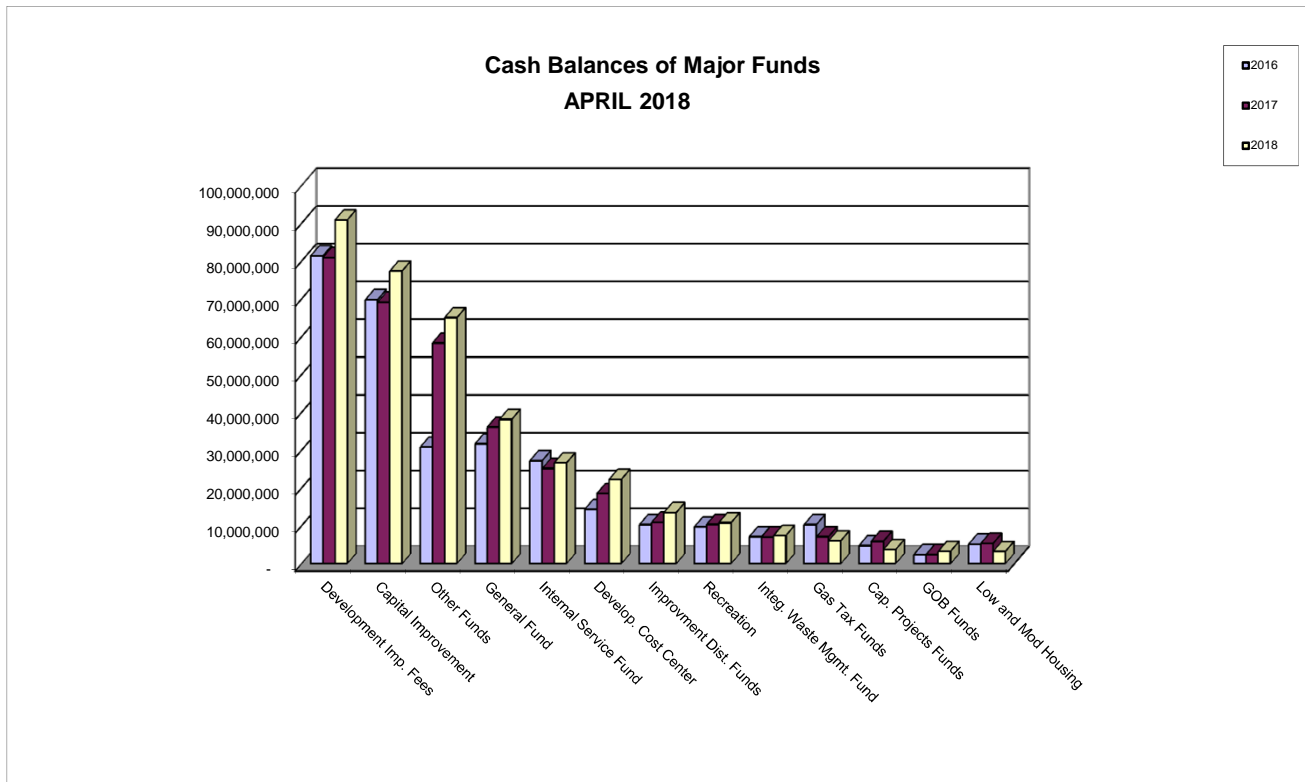
Cash Balance

Cash & Investments March 2018	\$ 331,408,627
Receipts for the month of April 2018	69,797,309
Disbursements for the month of April 2018	(32,566,886)
April 2018 Fair Value Adjustment	(320,496)
Total Cash & Investments April 2018	\$ 368,318,554

Cash & Investments City Pool	\$ 348,383,690
Cash & Investments, Impound and Other Cash	478,321
Bank of America Checking Account	19,456,543
Total Cash & Investments April 2018	\$ 368,318,554



* Subject to bond call provisions



**INVESTMENT PERFORMANCE
WITH COMPARISON
CITY POOLED INVESTMENTS**

	Current Month 04/30/2018	Prior Month 03/31/2018	Prior Year 04/30/2017	Change from Prior Month 04/18 to 03/18	Change from Prior Year 04/18 to 04/17
INVESTMENT YIELD					
State Pool	1.66%	1.52%	0.88%	0.14%	0.78%
California Asset Management Program	1.84%	1.62%	0.96%	0.22%	0.88%
City of Fremont - End of Month	1.89%	1.78%	1.49%	0.11%	0.40%
City of Fremont - Fiscal Year to Date	1.71%	1.69%	1.41%	0.02%	0.30%

AVERAGE LIFE OF PORTFOLIO (In Days)

State Pool	184	183	188	1	(4)
City of Fremont	490	556	551	(66)	(61)

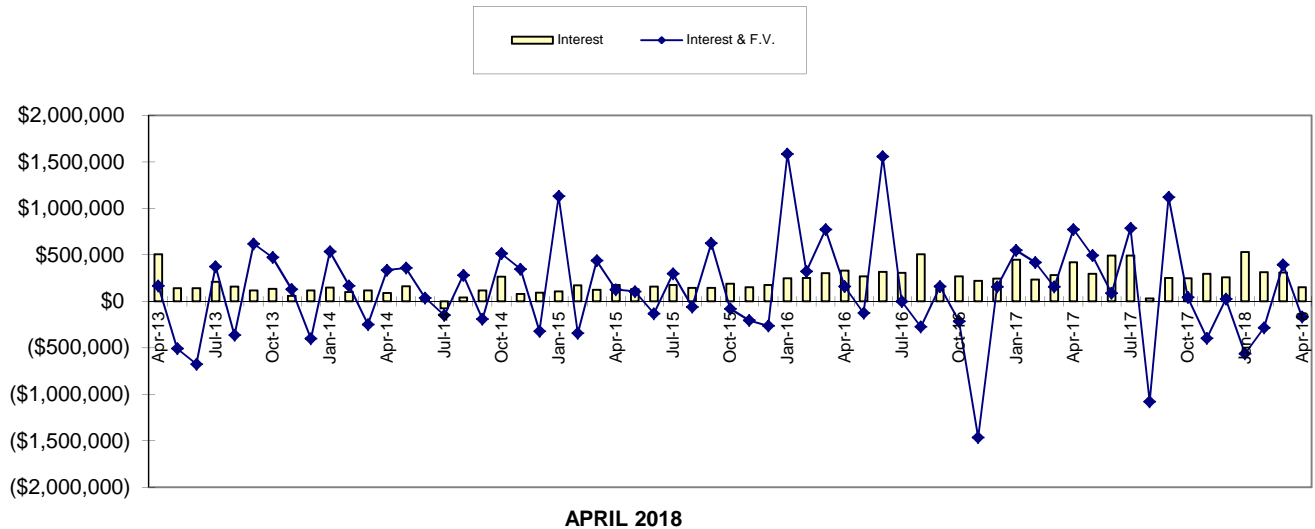
**EARNINGS CURRENT MONTH
INTEREST EARNINGS (DISTRIBUTED)**

General, Capital and Grant Funds	\$ 148,121	\$ 300,514	\$ 408,632	\$ (152,393)	\$ (260,511)
Local Improvement Districts	5,516	10,783	11,329	(5,267)	(5,813)
Total	153,637	311,297	419,961	(157,660)	(266,324)
FAIR VALUE ADJUSTMENTS	(320,496)	84,385	354,561	(404,881)	(675,057)
TOTAL INTEREST EARNINGS	\$ (166,859)	\$ 395,682	\$ 774,522	\$ (562,541)	\$ (941,381)

FISCAL YEAR TO DATE EARNINGS

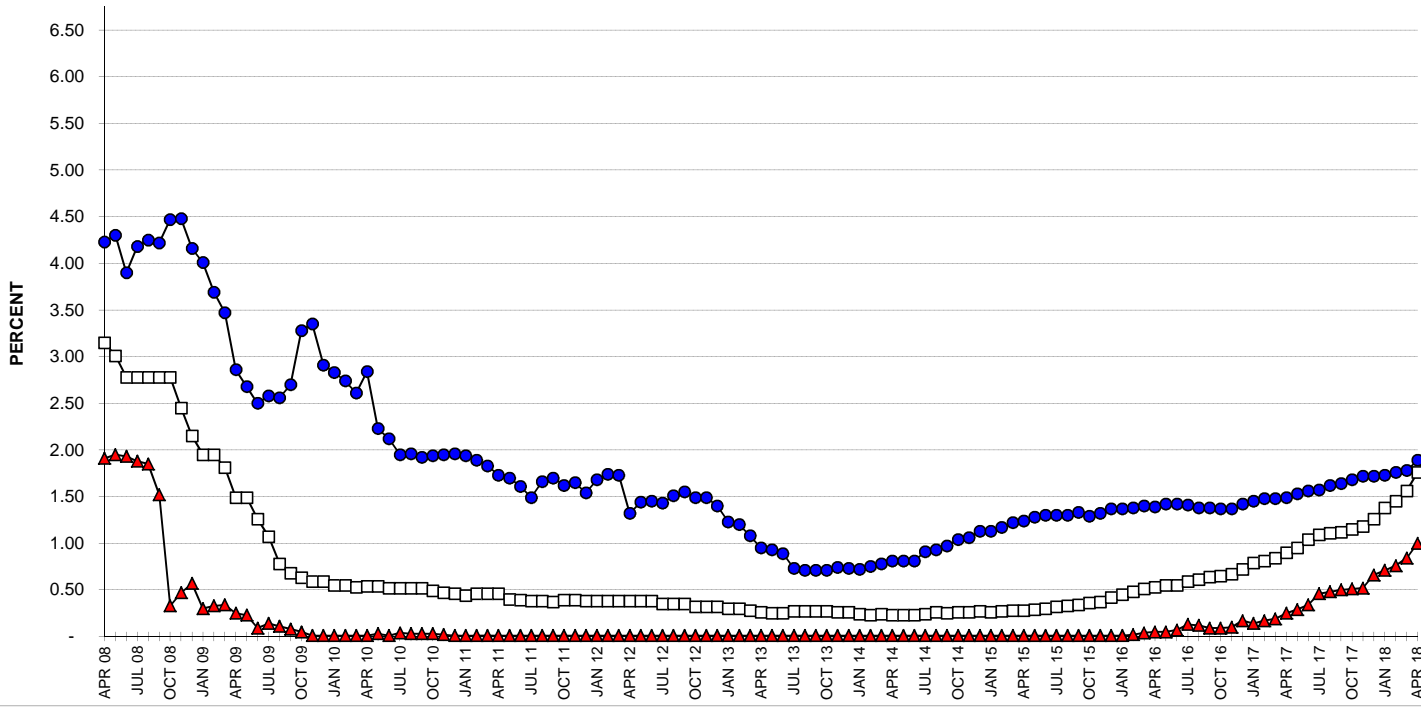
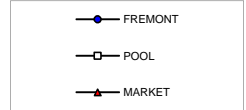
General, Capital and Grant Funds	\$ (107,356)	\$ 52,664	\$ 254,861	\$ (160,020)	\$ (362,217)
Local Improvement Districts	(5,444)	1,395	10,149	(6,839)	(15,593)
Total	\$ (112,800)	\$ 54,059	\$ 265,010	\$ (166,859)	\$ (377,810)

INTEREST COMPARED TO INTEREST PLUS FAIR VALUE ADJUSTMENTS



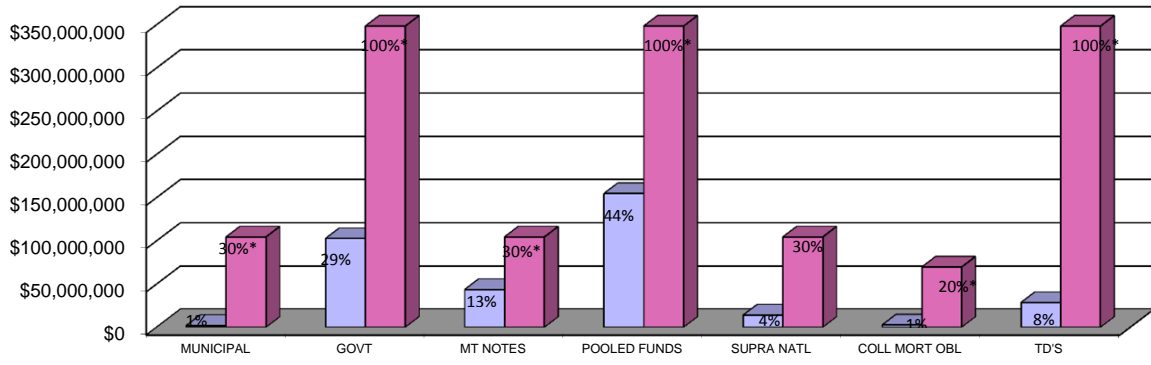
INTEREST RATE PERFORMANCE

APRIL 2018



INVESTMENTS COMPARED TO LIMITS

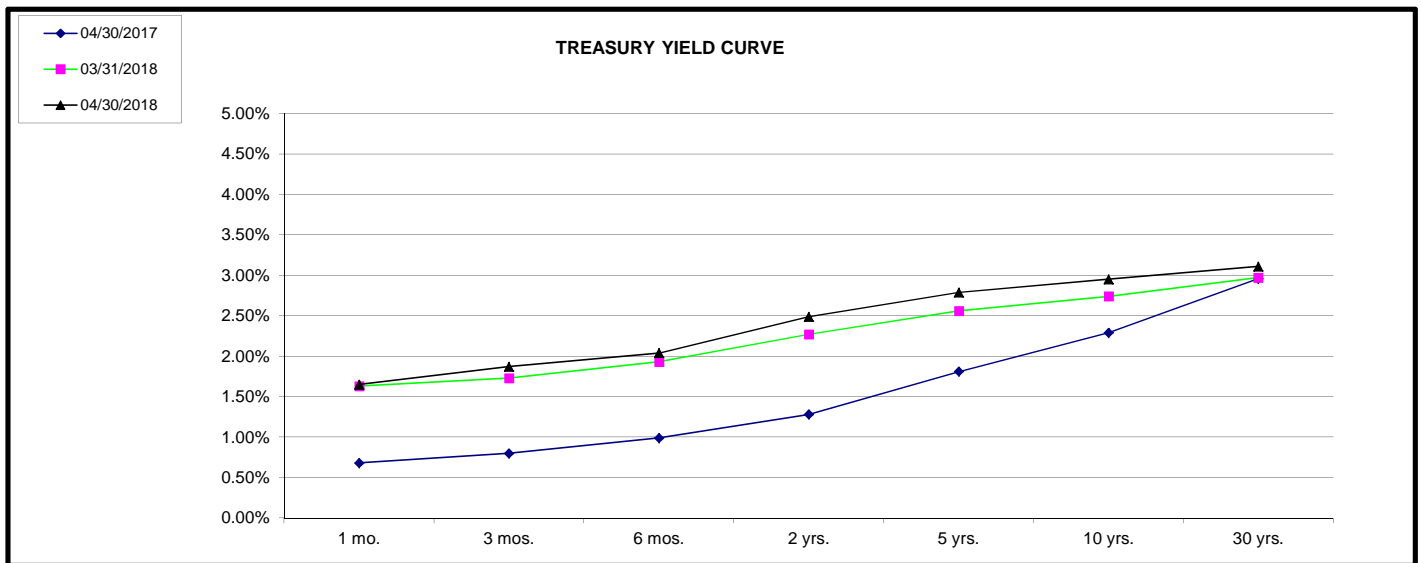
APRIL 2018



*Limit represents maximum allowable percentage portion of portfolio.

INVESTMENT ACTIVITY APRIL 2018

DATE	REDEMPTION			PURCHASES			AVG. RATE	AVG. MAT. DAYS
	SECURITIES	POOLS / MONEY MARKET	TOTAL	SECURITIES	POOLS / MONEY MARKET	TOTAL		
04/01/2018	(\$3,347.15)	\$0.00	(\$3,347.15)	\$0.00	\$68,443.19	\$68,443.19	0.01%	1
04/03/2018	-	-	-	-	10,000,000.00	10,000,000.00	0.01%	1
04/05/2018	(4,242,860.00)	-	(4,242,860.00)	4,148,730.47	-	4,148,730.47	2.00%	1670
04/09/2018	(873,635.00)	-	(873,635.00)	882,451.17	-	882,451.17	3.09%	1599
04/10/2018	(3,397,348.00)	-	(3,397,348.00)	2,675,000.00	-	2,675,000.00	2.74%	731
04/13/2018	(1,553,906.25)	-	(1,553,906.25)	1,486,785.00	-	1,486,785.00	3.12%	1743
04/16/2018	-	-	-	-	30,000,000.00	30,000,000.00	0.01%	1
04/19/2018	(998,440.00)	-	(998,440.00)	1,421,865.00	-	1,421,865.00	2.63%	1096
04/23/2018	(1,522,621.00)	-	(1,522,621.00)	-	-	-	-	-
04/25/2018	(412,096.27)	-	(412,096.27)	880,035.20	-	880,035.20	2.80%	1081
04/29/2018	-	-	-	1,193,272.47	-	1,193,272.47	3.56%	1244
04/30/2018	-	-	-	-	10,022,040.63	10,022,040.63	0.01%	1
TOTAL 04/18	(\$13,004,253.67)	\$0.00	(\$13,004,253.67)	\$12,688,139.31	\$50,090,483.82	\$62,778,623.13	0.54%	270
TOTAL 03/18	(\$1,932,524.37)	\$0.00	(\$1,932,524.37)	\$2,815,401.32	\$3,369,833.16	\$6,185,234.48	0.37%	230
TOTAL 04/17	(\$6,461,684.29)	\$0.00	(\$6,461,684.29)	\$6,491,919.80	\$35,280,413.52	\$41,772,333.32	0.22%	45



Graph Source: US Treasury - Daily Treasury Yield Curve Rates, April 30, 2018

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

LD.#	SECURITY LISTING	FACE RATE	MATURITY DATE	PURCHASE YIELD	PAR	ORIGINAL COST	MARKET VALUE	ACCRUED INTEREST	CREDIT RATING	CREDIT RATING	
GENERAL CITY INVESTMENTS										S & P	Moody's
CORPORATE NOTES - ISSUER											
02665WAH4	AMERICAN HONDA FINANCE	2.25%	08/15/19	2.29%	\$ 2,450,000.00	\$ 2,445,467.50	\$ 2,433,585.00	\$ 11,637.50	A+	A2	
12189TBC7	BURLINGTON NORTH CORP	4.70%	10/01/19	1.47%	800,000.00		820,328.80	3,133.33	A	A3	
38145GAJ9	GOLDMAN SACHS GROUP INC	2.30%	12/13/19	2.33%	1,700,000.00	1,698,725.00	1,684,003.00	14,988.33	BBB+	A3	
94974BGF1	WELLS FARGO & COMPANY	2.15%	01/30/20	2.00%	1,000,000.00	1,006,990.00	986,815.00	5,434.72	A	A2	
94974BGF1	WELLS FARGO & COMPANY	2.15%	01/30/20	2.11%	1,000,000.00	1,001,590.00	986,815.00	5,434.72	A	A2	
89236TCF0	TOYOTA MOTOR CREDIT	2.15%	03/12/20	1.96%	800,000.00	807,104.00	789,533.60	2,341.11	AA-	Aa3	
437076BQ4	HOME DEPOT INC	1.80%	06/05/20	1.82%	705,000.00	704,591.10	691,993.46	5,146.50	A	A2	
25468PDU7	WALT DISNEY COMPANY	1.80%	06/05/20	1.84%	1,000,000.00	998,840.00	980,491.00	7,300.00	A+	A2	
46625HLW8	JP MORGAN CHASE & CO	2.75%	06/23/20	2.49%	1,000,000.00	1,011,320.00	993,393.00	9,777.78	A-	A3	
94974BGM6	WELLS FARGO & COMPANY	2.60%	07/22/20	2.48%	450,000.00	452,524.50	445,297.50	3,217.50	A	A2	
94974BGM6	WELLS FARGO & COMPANY	2.60%	07/22/20	2.31%	1,000,000.00	1,013,030.00	989,550.00	7,150.00	A	A2	
06406HDD8	BNY MELLON CORP	2.60%	08/17/20	2.21%	1,000,000.00	1,017,630.00	991,968.00	5,344.44	A	A1	
14913Q2A6	CATERPILLAR	1.85%	09/04/20	1.88%	1,120,000.00	1,119,059.20	1,091,196.96	3,280.67	A	A3	
713448DC9	PEPSICO	2.15%	10/14/20	2.09%	1,250,000.00	1,253,400.00	1,230,423.75	1,269.10	A+	A1	
594918BB8	MICROSOFT CORP	2.00%	11/03/20	2.69%	2,000,000.00	1,965,500.00	1,966,128.00	19,777.78	AAA	Aaa	
037833DJ6	APPLE, INC.	2.00%	11/13/20	2.03%	1,700,000.00	1,698,572.00	1,666,829.60	15,866.67	AA+	Aa1	
931142EA7	WAL-MART STORES INC	1.90%	12/15/20	1.95%	3,210,000.00	3,205,345.50	3,142,654.20	32,358.58	AA	Aa2	
24422ETZ2	JOHN DEERE CAPITAL	2.35%	01/08/21	2.37%	640,000.00	639,667.20	628,640.00	4,720.89	A	A2	
44932HAB9	IBM CREDIT	1.80%	01/20/21	1.86%	1,500,000.00	1,496,895.00	1,454,076.00	7,575.00	A+	A1	
882508AY0	TEXAS INSTRUMENTS INC	2.75%	03/12/21	2.12%	320,000.00	327,292.80	318,598.72	1,197.78	A+	A1	
61746BEA0	MORGAN STANLEY CORP	2.50%	04/21/21	2.36%	850,000.00	855,440.00	830,614.90	590.28	BBB+	A3	
06406FAB9	BANK OF NEW YORK MELLON CORP.	2.05%	05/03/21	2.00%	1,000,000.00	1,002,130.00	969,599.00	10,136.11	A	A1	
0258MOEB1	AMERICAN EXPRESS CREDIT	2.25%	05/05/21	2.13%	850,000.00	854,649.50	828,302.90	9,350.00	A-	A2	
05531FAV5	BRANCH BANKING & TRUST	2.05%	05/10/21	2.06%	850,000.00	849,439.00	821,203.70	8,276.88	A-	A2	
857477AV5	STATE STREET	1.95%	05/19/21	2.04%	460,000.00	458,045.00	445,352.22	4,036.50	A	A1	
68389XBK0	ORACLE CORP	1.90%	09/15/21	2.44%	1,045,000.00	1,020,432.05	1,008,571.30	2,537.03	AA-	A1	
713448DL9	PEPSICO INC	1.70%	10/06/21	2.34%	925,000.00	899,044.50	885,644.95	1,092.01	A+	A1	
20030NBV2	COMCAST CORP	1.63%	01/15/22	2.65%	850,000.00	809,939.50	801,119.05	4,067.01	A-	A3	
91159HHP8	US BANCORP	2.62%	01/24/22	2.55%	1,000,000.00	1,003,430.00	979,939.00	7,072.92	A+	A1	
037833AY6	APPLE INC	2.15%	02/09/22	2.18%	1,000,000.00	998,660.00	967,635.00	4,897.22	AA+	Aa1	
594918BA1	MICROSOFT CORP	2.38%	02/12/22	2.27%	850,000.00	853,927.00	829,134.20	4,430.03	AAA	Aaa	
0258MOEG0	AMERICAN EXPRESS CREDIT	2.70%	03/03/22	2.49%	675,000.00	680,805.00	660,600.90	2,936.25	A-	A2	
25468PDO6	WALT DISNEY COMPANY	2.45%	03/04/22	2.44%	575,000.00	575,184.00	560,373.73	2,230.52	A+	A2	
05531FAX1	BB&T CORPORATION	2.75%	04/01/22	2.30%	850,000.00	866,124.50	831,089.20	1,947.92	A-	A2	
458140BB5	INTEL CORP	2.35%	05/11/22	2.22%	1,000,000.00	1,005,870.00	970,712.00	11,097.22	A+	A1	
68389XBB0	ORACLE CORP	2.50%	05/15/22	2.19%	1,000,000.00	1,013,490.00	976,081.00	11,527.78	AA-	A1	
911312BC9	UNITED PARCEL SERVICE	2.35%	05/16/22	2.11%	1,000,000.00	1,010,920.00	968,616.00	10,770.83	A+	A1	
459200HG9	IBM CORP	1.87%	08/01/22	2.24%	1,750,000.00	1,719,550.00	1,649,711.00	8,203.13	A+	A1	
89236TEC5	TOYOTA	2.15%	09/08/22	2.18%	1,000,000.00	998,820.00	954,095.00	3,165.28	AA-	Aa3	
06051GGE3	BANK OF AMERICA	3.12%	01/20/23	3.33%	1,500,000.00	1,486,785.00	1,476,544.50	13,146.83	A-	A3	
	SUBTOTAL				43,675,000.00	43,709,348.85	42,707,260.14	288,464.15			
FEDERAL AGENCY BOND / NOTE - BROKER											
3130AA3R7	FHLB - MERRILL LYNCH	1.37%	11/15/19	1.38%	3,685,000.00	3,684,152.45	3,627,440.30	23,363.92	AA+	Aaa	
3135GOZ2Y	FNMA - MORGAN STANLEY DEAN WITTER	1.75%	11/26/19	1.62%	2,000,000.00	2,012,900.00	1,978,274.00	15,069.44	AA+	Aaa	
3135GOT29	FNMA - JP MORGAN SECURITIES INC	1.50%	02/28/20	1.52%	3,700,000.00	3,697,632.00	3,633,777.40	9,712.50	AA+	Aaa	
3130A8QS5	FHLB - KEYBANC CAPITAL MARKETS	1.12%	07/14/21	1.16%	1,450,000.00	1,446,926.00	1,424,798.38	14,127.34	AA+	Aaa	
3130A8QS5	FHLB - TD SECURITIES LLC	1.13%	07/14/21	1.25%	4,225,000.00	4,199,307.78	4,181,291.75	4,848.44	AA+	Aaa	
3135GON82	FNMA - TD SECURITIES (USA) LLC	1.25%	08/17/21	1.32%	415,000.00	413,580.29	395,705.82	1,066.32	AA+	Aaa	
3135GON82	FNMA - CITIGROUP GLOBAL MARKETS INC	1.25%	08/17/21	1.33%	1,335,000.00	1,329,593.25	1,272,933.18	3,430.21	AA+	Aaa	
	SUBTOTAL				16,810,000.00	16,784,091.77	16,314,220.83	71,618.17			
FEDERAL AGENCY COLLATERALIZED MORTGAGE OBLIGATION											
3136AQS5W1	Federal National Mortgage Association	1.90	01/01/19	1.20%	132,684.07	134,010.90	132,159.26	209.87	AA+	Aaa	
3136AQDQ0	Federal National Mortgage Association	1.65	09/01/19	1.08%	429,253.88	433,552.38	426,508.42	588.79	AA+	Aaa	
3136B1XP4	Federal National Mortgage Association	3.56	09/25/21	2.27%	1,170,000.00	1,193,272.47	1,188,534.56	3,471.00	AA+	Aaa	
3137BM6P6	Federal Home Loan Mortgage Corp	3.09	08/25/22	2.61%	875,000.00	882,451.17	876,150.63	2,253.13	AA+	Aaa	
	SUBTOTAL				2,606,937.95	2,643,286.92	2,623,352.87	6,522.79			
US TREASURY NOTES - BROKER											
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	325,000.00	328,986.33	318,258.85	378.50	AA+	Aaa	
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	455,000.00	460,794.14	445,562.39	529.90	AA+	Aaa	
912828J84	CITIGROUP	1.38%	03/31/20	1.04%	1,010,000.00	1,021,480.86	989,050.58	1,176.26	AA+	Aaa	
912828V9	MORGAN STANLEY	2.13%	08/31/20	1.74%	1,180,000.00	1,200,419.53	1,168,476.12	4,224.59	AA+	Aaa	
912828V9	MORGAN STANLEY	2.13%	08/31/20	1.23%	700,000.00	727,289.06	693,163.00	2,506.11	AA+	Aaa	
912828WC0	MERRILL LYNCH	1.75%	10/31/20	1.35%	4,050,000.00	4,124,988.28	3,968,526.15	192.60	AA+	Aaa	
912828PC8	HSBC	2.63%	11/15/20	1.21%	2,560,000.00	2,718,800.00	2,562,401.28	31,001.10	AA+	Aaa	
912828A83	MERRILL LYNCH	2.38%	12/31/20	1.28%	2,550,000.00	2,678,097.66	2,535,357.90	20,243.27	AA+	Aaa	
912828N89	CITIGROUP	1.38%	01/31/21	1.35%	2,500,000.00	2,502,636.72	2,418,360.00	8,546.27	AA+	Aaa	
912828B90	MORGAN STANLEY	2.00%	02/28/21	0.92%	875,000.00	917,792.97	860,234.38	2,948.37	AA+	Aaa	
912828Q37	CITIGROUP	1.25%	03/31/21	0.98%	1,415,000.00	1,433,019.14	1,360,499.86	1,498.12	AA+	Aaa	
912828WN6		2.00%	05/31/21	1.22%	3,450,000.00	3,573,984.38	3,383,829.00	28,813.19	AA+	Aaa	
912828WN6	BARCLAYS	2.00%	05/31/21	1.87%	3,500,000.00	3,518,867.19	3,432,870.00	29,230.77	AA+	Aaa	
912828D72	HSB SECURITIES (USA) Inc	2.00%	08/31/21	1.93%	1,400,000.00	1,452,554.69	1,369,375.00	4,717.39	AA+	Aaa	
912828D72	HSBC	2.00%	08/31/21	1.93%	5,450,000.00	5,466,179.69	5,330,775.00	18,364.13	AA+	Aaa	
912828F96	CITIGROUP	2.00%	10/31/21	1.64%	3,400,000.00	3,448,476.56	3,321,375.00	184.78	AA+	Aaa	
912828T67	MERRILL LYNCH	1.25%	10/31/21	2.11%	655,000.00	630,181.64	623,605.85	22.25	AA+	Aaa	
912828U65	MERRILL LYNCH	1.75%	11/30/21	1.82%	3,000,000.00	2,991,093.75	2,902,734.00	21,923.08	AA+	Aaa	
912828G87	BARCLAYS	2.13%	12/31/21	1.72%	7,250,000.00	7,377,441.41	7,103,586.25	51,496.03	AA+	Aaa	
912828V72	BARCLAYS	1.88%	01/31/22	1.88%	700,000.00	699,699.22	679,163.80	3,263.12	AA+	Aaa	
912828L24	BNP-PARI	1.88%	02/01/22	2.08%	3,000,000.00	2,972,343.75	2,893,008.00	9,476.90	AA+	Aaa	
912828W9	MERRILL LYNCH	1.88%	09/30/22	2.24%	2,000,000.00	1,967,656.25	1,926,640.00	3,176.23	AA+	Aaa	
9128283C2		2.00%	10/31/22	2.56%	4,250,000.00	4,148,730.47	4,112,372.25	230.98	AA+	Aaa	
	SUBTOTAL				55,675,000.00	56,361,513.69	54,399,231.71	244,143.94			
MUNICIPAL BONDS											
91412GUV5	UNIVERSITY OF CALIFORNIA TAXABLE REV BONDS	1.90%	05/15/18	1.90%	420,000.00	420,000.00	419,991.60	3,687.41	AA	Aa2	
20772JZK1	CONNECTICUT STATE TAXABLE GO BONDS	1.97%	03/15/19	1.90%	700,000.00	701,967.00	696,465.00	1,765.63	A+	A1	
13063DGAO	STATE OF CALIFORNIA	2.80%	04/01/21	2.80%	880,000.00	880,035.20	879,058.40	410.67	AA-	Aa3	
	SUBTOTAL				2,000,000.00	2,002,002.20	1,995,515.00	5,863.71			

**DETAIL OF CASH AND INVESTMENT, PETTY CASH AND CASH WITH FISCAL AGENTS
APRIL 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%	\$ 125,514.15	\$ 125,507.36	\$ 125,361.94	\$ 70.85	AAA	Aaa
14314EAB7	CARMAX ABS 2016-3 A2A	1.17%	08/15/19	1.18%	26,646.41	26,644.24	26,639.42	13.86	AAA	NR
85477UAC4	NISSAN ABS 2015-A A3	1.05%	10/15/19	1.06%	112,825.76	112,802.05	112,586.21	52.65	NR	Aaa
34530VAD1	FORD ABS 2015-B A3	1.16%	11/15/19	1.16%	92,691.40	92,682.83	92,492.15	47.79	NR	Aaa
43814NAC9	HONDA ABS 2016-1 A3	1.22%	12/18/19	1.23%	186,441.33	186,414.84	185,411.20	82.14	AAA	NR
34530YAD5	FORD ABS 2015-C A3	1.41%	02/15/20	1.42%	172,770.37	172,736.74	172,281.62	108.27	AAA	Aaa
65475WAD0	NISSAN ABS 2015-B A3	1.34%	03/15/20	1.34%	247,134.46	247,114.80	245,989.71	147.18	NR	Aaa
89237KAD5	TOYOTA ABS 2016-A A3	1.25%	03/15/20	1.25%	208,646.53	208,634.70	207,535.70	115.91	AAA	Aaa
47788NAC2	JOHN DEERE ABS 2016-B-A3	1.25%	06/15/20	1.25%	329,791.43	329,765.18	327,425.51	183.22	NR	Aaa
02007LAC6	ALLY ABS 2016-3 A3	1.44%	08/15/20	1.44%	402,406.18	402,367.11	400,400.71	257.54	AAA	Aaa
44930UAD8	HYUNDAI ABS 2016-A A3	1.56%	09/15/20	1.57%	91,955.77	91,937.93	91,455.20	63.76	AAA	Aaa
34532EAD7	FORD ABS 2016-B A3	1.33%	10/15/20	1.33%	190,650.10	190,632.03	189,216.20	112.70	AAA	NR
65478WAD7	NISSAN ABS 2016-C A3	1.18%	01/15/21	1.18%	320,000.00	319,969.41	316,222.72	167.82	NR	Aaa
17305EGAD7	CCIT ABS 2017-A2-A2	1.74%	01/17/21	1.75%	1,450,000.00	1,449,722.33	1,442,137.67	7,288.67	AAA	Aaa
89238MAD0	TOYOTA ABS 2017-A A3	1.73%	02/15/21	1.74%	310,000.00	309,963.51	306,609.75	238.36	AAA	Aaa
44891EAC3	HYUNDAI ABS 2016-B A3	1.29%	04/15/21	1.30%	880,000.00	879,881.55	867,279.95	504.53	AAA	Aaa
34531EAD8	FORD ABS 2017-A A3	1.67%	06/15/21	1.67%	475,000.00	474,998.24	468,734.42	352.56	NR	Aaa
44931PAD8	HAROT ABS 2017-A A3	1.76%	08/15/21	1.76%	1,500,000.00	1,499,965.21	1,476,746.55	1,120.00	AAA	NR
43811BAC8	HYUNDAI ABS 2017-2 A3	1.68%	08/15/21	1.68%	430,000.00	429,870.25	423,611.79	336.36	AAA	Aaa
47788BAD6	JOHN DEERE ABS 2017-B A3	1.82%	10/15/21	1.82%	600,000.00	599,956.08	590,062.50	485.33	NR	Aaa
89237RAD0	TOYOTA ABS 2017-C A3	1.78%	11/15/21	2.00%	250,000.00	249,980.08	245,621.43	197.78	AAA	Aaa
02582JHG8	AMXCA 2017-4 A	1.64%	12/15/21	1.65%	560,000.00	559,910.29	554,508.30	408.18	AAA	NR
89238KAD4	TOYOTA AUTO RECEIVABLES	1.93%	01/15/22	2.26%	635,000.00	634,941.45	624,378.36	544.69	AAA	Aaa
02007YAC8	ALLY AUTO RECEIVABLES TRUST	1.99%	03/15/22	1.99%	1,370,000.00	1,369,893.69	1,353,410.12	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	1,741,811.25	1,576.73	AAA	NR
02582JH06	AMXCA 2018-1 A	2.67%	10/17/22	2.67%	850,000.00	849,901.32	848,115.55	1,008.67	NR	Aaa
	SUBTOTAL				13,582,473.89	13,580,874.99	13,436,045.93	16,697.24		
CERTIFICATES OF DEPOSIT										
06427KRC3	BANK OF MONTREAL CHICAGO	1.88%	02/07/19	1.88%	2,500,000.00	2,500,000.00	2,497,155.00	10,966.67	A+	A1
06417GUE6	BANK OF NOVA SCOTIA	1.91%	04/05/19	1.91%	3,400,000.00	3,400,000.00	3,381,306.80	4,690.11	A+	A1
86563YVNO	SUMITOMO MITSUI BANK NY	2.05%	05/03/19	2.05%	2,450,000.00	2,450,000.00	2,441,562.20	24,972.99	A	A1
83050FX13	SKANDINAV ENSKILDA BK NY	1.84%	08/02/19	1.85%	3,400,000.00	3,398,674.00	3,372,670.80	15,292.44	A+	Aa3
06539RGM3	MTSUBISHI UFJ FINANCIAL GROUP	2.07%	09/25/19	2.07%	1,700,000.00	1,700,000.00	1,684,286.90	21,114.00	A	A1
22549LFR1	CREDIT SUISSE NEW YORK	2.67%	02/7/2020	2.67%	1,000,000.00	1,000,000.00	1,002,673.00	6,155.83	A	A1
65590ASN7	NORDEA BANK	2.72%	02/20/20	2.72%	3,400,000.00	3,400,000.00	3,388,865.00	17,725.33	AA-	Aa3
13866BVF0	CANADIAN IMPERIAL BANK NY	2.74%	04/10/20	2.78%	2,675,000.00	2,675,000.00	2,675,492.20	4,271.58	A+	A1
96121TA43	WESTPAC BANKING CORP	2.05%	08/03/20	2.05%	2,660,000.00	2,660,000.00	2,624,438.46	12,723.67	AA-	Aa3
87019U6D6	SVEDBANK	2.27%	11/16/20	2.30%	3,400,000.00	3,400,000.00	3,337,419.60	35,374.17	AA-	Aa3
	SUBTOTAL				26,585,000.00	26,583,674.00	26,405,869.96	153,286.79		
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	2,344,031.06	11,106.67	AAA	Aaa
459058FS7	INTL BK RECON & DEVELOPMENT	1.12%	11/27/19	1.49%	1,750,000.00	1,735,647.67	1,711,907.75	8,421.88	AAA	Aaa
459058GA5	INTL BK RECON & DEVELOPMENT	1.62%	09/04/20	1.63%	2,000,000.00	1,999,580.00	1,952,208.00	5,145.83	AAA	Aaa
45905UP32	INTL BANK OF RECONSTRUCTION AND DEV	1.56%	09/12/20	1.64%	3,000,000.00	2,992,800.00	2,915,085.00	6,374.08	AAA	Aaa
4581X0CD8	INTER-AMERICAN DEVELOPMENT BANK	2.13%	11/09/20	1.81%	3,500,000.00	3,532,441.86	3,453,219.00	35,534.72	AAA	Aaa
4581X0DB1	INTER-AMERICAN DEVELOPMENT BANK	2.63%	04/19/21	2.70%	1,425,000.00	1,421,865.00	1,417,275.08	1,246.88	AAA	Aaa
	SUBTOTAL				14,055,000.00	14,055,194.53	13,793,725.89	67,830.06		
ADJUST INVESTMENTS FROM AMORTIZED COST TO FAIR VALUE										
						(4,044,764.62)				
TOTAL INVESTMENTS PFM ASSET MANAGEMENT					174,989,411.84	171,675,222.33	171,675,222.33	854,426.85		
TIME DEPOSITS - ISSUER										
273941000	FREMONT BANK	1.37%	12/29/18	1.37%	1,000,000.00	1,000,000.00	999,934.71	516.79		
1414442	HERITAGE BANK OF COMMERCE	0.60%	05/01/18	0.60%	1,000,000.00	1,000,000.00	992,034.27	114.22		
	SUBTOTAL				2,000,000.00	2,000,000.00	1,991,968.98	631.01		
MONEY MARKET ACCOUNTS										
5080200	MMMA/BANK OF AMERICA SWEEP ACCOUNT	1.00%	Daily	1.00%	20,022,040.63	20,022,040.63	20,022,040.63	16,927.68		
					20,022,040.63	20,022,040.63	20,022,040.63	16,927.68		
POOLED INVESTMENT FUNDS										
6037-001	CAMP (California Asset Management Program)	1.62%	Daily	1.62%	89,686,427.17	89,686,427.17	89,686,427.17	112,727.08		
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				154,686,427.17	154,686,427.17	154,686,427.17	112,727.08		
TOTAL GENERAL CITY INVESTMENTS					\$ 351,697,879.64	348,383,690.13	\$ 348,375,659.11	\$ 984,712.62		
MORGAN STANLEY GOVT INSTL SWEEP ACCOUNT										
						444,173.93				
BANK OF AMERICA CHECKING ACCOUNT										
		0.00%				19,456,543.33				
POLICE-NARCOTIC(S) SACMCTFL FLASH FUND/ BOFA										
		0.20%				33,646.08				
POLICE-BAIL ACCOUNT/ BOFA										
		0.00%				500.00				
TOTAL CASH & INVESTMENTS						368,318,553.47				
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				

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

ID.#	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%		5,073,650.93				
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%		25,948.01				
515454	2015 CFD#1 (PACIFIC COMMONS) ESCROW FUND - BNY	0.00%		0.0000%		2.00				
						5,100,659.09				
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%		727.04				
6712196605	2017A - LRB PROJECT FUND- Union Bank	0.06%		0.0600%		209,719.51				
657938	2017B - BOND FUND-BNY					103.17				
657939	2017B - INTEREST ACCOUNT-BNY					-				
						210,549.72				
LEASE FINANCING										
743930	2016 - ENERGY & WATER EFFICIENCY LEASE - ESCROW FUND - BNY	0.01%		0.0100%		510,922.67				
	TOTAL CASH WITH FISCAL AGENTS					5,822,231.15				
	GRAND TOTAL					\$ 374,166,644.62				