File Code No. 260.02



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: October 29, 2013

TO: Mayor and Councilmembers

FROM: Treasury Division, Finance Department

SUBJECT: September 30, 2013, Investment Report And September 30, 2013,

Fiscal Agent Report

RECOMMENDATION: That Council:

A. Accept the September 30, 2013, Investment Report; and

B. Accept the September 30, 2013, Fiscal Agent Report.

DISCUSSION:

On a quarterly basis, staff submits a comprehensive report on the City's portfolio and related activity pursuant to the City's Annual Statement of Investment Policy. The current report covers the investment activity for the period of July through September 2013.

During the third quarter 2013, rates fluctuated with a slight spike in August. By the end of the quarter, there was a slight decrease in investment rates, and the overall market rates still remain very low.

As shown in the table to the right, the change in Treasury yields ranged from a decrease of 2 basis points on the 3-month Treasury note to a decrease of 5 basis points on the 1-year Treasury note. Longer term maturities saw an increase in Treasury

U.S. Treasury Market												
	6/30/2013	7/31/2013	8/31/2013	9/30/2013	Cumulative Change							
3 Month	0.04%	0.04%	0.03%	0.02%	-0.02%							
6 Month	0.10%	0.08%	0.05%	0.04%	-0.06%							
1 Year	0.15%	0.11%	0.13%	0.10%	-0.05%							
2 Year	0.36%	0.31%	0.39%	0.33%	-0.03%							
3 Year	0.66%	0.61%	0.79%	0.63%	-0.03%							
4 Year	1.02%	0.98%	1.21%	1.00%	-0.02%							
5 Year	1.41%	1.38%	1.62%	1.39%	-0.02%							
10 Year	2.52%	2.60%	2.78%	2.64%	0.12%							
30 Year	3.52%	3.64%	3.70%	3.69%	0.17%							
LAIF	0.24%	0.26%	0.26%	0.26%	0.02%							

yield, while the 5 year note and below all decreased slightly by the end of the quarter.

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Investment Activity

As shown in the Investment Activity table below, the City invested \$7 million in "AAA" rated Federal Agency callable securities and \$6 million in "AAA" rated Federal Agency bullets. The purchases replaced \$3 million in securities that matured during this quarter and a portion of the securities that matured or were called by issuers the previous quarter.

	Face	Purchase	Final	Call	Yield	Yield
	Amount	Date	Maturity	Date	To Call	To Maturity
\$	2,000,000	07/10/13	07/10/18	07/10/14	1.700%	1.700%
	2,000,000	07/17/13	07/17/18	10/17/13	1.750%	1.750%
	2,000,000	07/17/13	07/17/17	-	-	1.300%
	2,000,000	07/25/13	07/25/18	07/25/14	1.800%	1.800%
	1,000,000	07/30/13	07/30/18	01/30/14	1.000%	1.896%
	2,000,000	09/13/13	09/14/18	-	-	1.910%
	2,000,000	09/18/13	09/18/17	-	-	1.550%
\$	13,000,000					
\$	-					
\$	-					
\$	1,000,000	09/22/11	08/28/13	-	-	0.381%
ľ	2,000,000	09/17/09	09/13/13	_	-	2.272%
\$	3,000,000					
	\$ \$ \$	\$ 2,000,000 2,000,000 2,000,000 2,000,000 1,000,000 2,000,000 \$ 13,000,000 \$ - \$ - \$ 1,000,000 2,000,000	Amount Date \$ 2,000,000 07/10/13 2,000,000 07/17/13 2,000,000 07/25/13 1,000,000 07/30/13 2,000,000 09/13/13 2,000,000 \$ 13,000,000 \$ - \$ 1,000,000 09/22/11 2,000,000 09/17/09	Amount Date Maturity \$ 2,000,000 07/10/13 07/10/18 2,000,000 07/17/13 07/17/18 2,000,000 07/17/13 07/17/17 2,000,000 07/25/13 07/25/18 1,000,000 07/30/13 07/30/18 2,000,000 09/13/13 09/14/18 3 13,000,000 09/18/13 09/18/17 \$ 1,000,000 09/22/11 08/28/13 2,000,000 09/17/09 09/13/13	Amount Date Maturity Date \$ 2,000,000 07/10/13 07/10/18 07/10/14 2,000,000 07/17/13 07/17/18 10/17/13 2,000,000 07/17/13 07/17/17 - 2,000,000 07/25/13 07/25/18 07/25/14 1,000,000 07/30/13 07/30/18 01/30/14 2,000,000 09/13/13 09/14/18 - \$ 13,000,000 09/18/13 09/18/17 - \$ 1,000,000 09/22/11 08/28/13 - \$ 1,000,000 09/17/09 09/13/13 -	Amount Date Maturity Date To Call \$ 2,000,000 07/10/13 07/10/18 07/10/14 1.700% 2,000,000 07/17/13 07/17/18 10/17/13 1.750% 2,000,000 07/17/13 07/17/17 - - 2,000,000 07/25/13 07/25/18 07/25/14 1.800% 1,000,000 07/30/13 07/30/18 01/30/14 1.000% 2,000,000 09/13/13 09/14/18 - - \$ 13,000,000 09/18/13 09/18/17 - - \$ 1,000,000 09/22/11 08/28/13 - - \$ 1,000,000 09/17/09 09/13/13 - -

Summary of Cash and Investments

The book rate of return, or portfolio yield, measures the rate of return of actual earnings generated from the portfolio. As shown in the table to the right, during the quarter, the City's book rate of return decreased by 1.2 basis points from 1.267 percent at June 30, 2013 to 1.255 percent at September 30, 2013. The book rate of return will continue to

Mo. Ended	Yield	Days to Maturity
6/30/2013	1.267%	959
7/31/2013	1.265%	1051
8/31/2013	1.234%	993
9/30/2013	1.255%	1024

decline through the attrition of higher-yielding securities and reinvestment at the current market rates at historic lows.

The portfolio's average days to maturity, including the long-term Airport promissory note, increased by 65 days from 959 to 1024 days. Excluding the Airport note, the portfolio's average days to maturity is 846 days, reflecting reinvestment of maturities and calls during the quarter in the one-to-five year range in accordance with the City's Annual Statement of Investment Policy. The Annual Statement of Investment Policy requires that the average days to maturity on the portfolio not exceed 912 days, excluding any investments with a final maturity longer than 5 years that were separately authorized by Council, such as the Airport promissory note.

The average LAIF rate at which the City earned interest for funds invested was at 0.26 percent for the quarter ended September 30, 2013, up two basis points from last quarter. The City's LAIF holdings at the end of the quarter were \$29 million. Staff expects to reinvest a portion of the LAIF balances in fixed-term or callable securities during the next quarter.

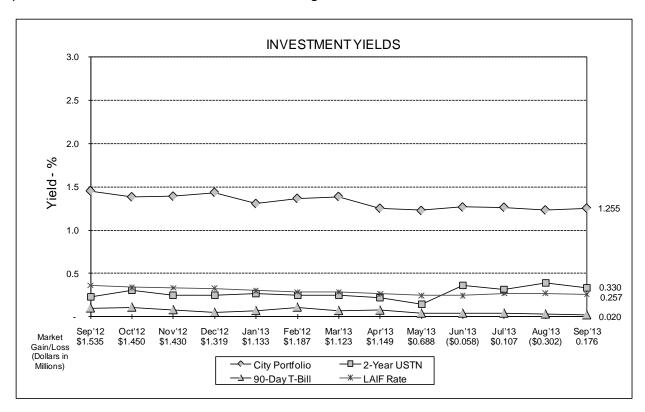
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Credit Quality on Corporate Notes

There were no changes to the four corporate issuers of the medium-term notes held in the portfolio (i.e., Berkshire Hathaway Financial, General Electric Capital Corp, Proctor & Gamble, and Toyota Motor Credit), and the ratings of all corporate notes remain within the City's Investment Policy guidelines of "A" or better.

Portfolio Market Gains/Losses

As shown in the Investment Yields chart below, the City's portfolio continues to significantly outperform the three benchmark measures (the 90-day T-Bill, 2-year T-Note and LAIF). The City's portfolio reflected a very minimal market gain at September 30th as a result of the modest decrease in market yields during the quarter compared to the yields on securities currently held in the portfolio. At September 30, 2013, the portfolio had an overall unrealized market gain of \$0.176 million.



On a quarterly basis, staff reports the five securities with the largest percentage of unrealized losses when comparing book value to market value. There were five securities trading below purchase price at the end of the quarter. Market losses occur when current market yields rise above the yields on securities held in the portfolio. However, because securities in the City's portfolio are held to maturity, no market losses would be realized.

Issuer	Face Amount	Maturity	\$ Mkt Change	% Mkt Change
FEDERAL NATL MORTGAGE ASSN	\$2,000,000	02/05/18	-\$37,300	-1.87%
FEDERAL NATL MORTGAGE ASSN	\$4,000,000	12/26/17	-\$73,120	-1.83%
FEDERAL NATL MORTGAGE ASSN	\$3,000,000	01/30/18	-\$53,400	-1.78%
FEDERAL HOME LOAN BANK	\$4,000,000	01/16/18	-\$70,120	-1.75%
FEDERAL NATL MORTGAGE ASSN	\$2,000,000	12/12/17	-\$33,840	-1.69%

On a quarterly basis, staff also reports all securities with monthly market declines of greater than 1 percent compared to the prior month. There were no securities in the portfolio with a market decline of greater than 1 percent compared to the prior month.

Additional Reporting Requirements

The following confirmations are made pursuant to California Code Sections 53600 et seq.: (1) the City's portfolio as of September 30, 2013, is in compliance with the City's Statement of Investment Policy; and (2) there are sufficient funds available to meet the City's expenditure requirements for the next six months.

Fiscal Agent Investments

In addition to reporting requirements for public agency portfolios, a description of any of the agency's investments under the management of contracted parties is also required on a quarterly basis. Attachment 2 includes bond funds and the police and fire service retirement fund as of September 30, 2013.

ATTACHMENTS: 1. September 30, 2013, Investment Report

2. September 30, 2013, Fiscal Agent Report

PREPARED BY: Genie Wilson, Treasury Manager

SUBMITTED BY: Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

CITY OF SANTA BARBARA Activity and Interest Report September 30, 2013

INVESTMENT ACTIVITY			INVESTMENT INCOME	
PURCHASES OR DEPOSITS			POOLED INVESTMENTS	
9/13 Federal Home Loan Bank (FHLB)	\$	2,000,000	Interest Earned on Investments	\$ 182,939
9/18 Federal Farm Credit Bank (FFCB)		2,000,000	Amortization	(21,576)
Total	\$	4,000,000	Total	\$ 161,362
SALES, MATURITIES, CALLS OR WITHDRAWALS				
9/5 LAIF Withdrawal - City	\$	(1,000,000)		
9/13 LAIF Withdrawal - City		(1,000,000)		
9/13 Federal Home Loan Bank (FHLB) - Maturity		(2,000,000)		
9/19 LAIF Withdrawal - City		(2,000,000)		
Total	\$	(6,000,000)		
ACTIVITY TOTAL	<u> </u>	(2,000,000)	INCOME TOTAL	\$ 161,362

CITY OF SANTA BARBARA

Summary of Cash and Investments

September 30, 2013

ENDING BALANCE AS OF AUGUST 31, 2013

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
State of California LAIF	\$ 33,000,000	0.271%	21.09%	1
Certificates of Deposit	8,000,000	1.267%	5.11%	932
Treasury Securities - Coupon	10,336,781	0.458%	6.60%	943
Federal Agency Issues - Coupon	89,527,844	1.409%	57.20%	1,099
Corporate/Medium Term Notes	10,038,887	1.950%	6.41%	736
	150,903,513	1.123%	96.41%	815
SB Airport Promissory Note	5,603,520	4.195%	3.58%	5,781
Totals and Averages	\$ 156,507,033	1.234%	100.00%	993
UB Money Market Account	3,249,050			
UB Trust Money Market Funds	1,000,000			
Total Cash and Investments	\$ 160,756,083			

NET CASH AND INVESTMENT ACTIVITY FOR SEPTEMBER 2013

\$ (633,281)

ENDING BALANCE AS OF SEPTEMBER 30, 2013

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity	
State of California LAIF	\$ 29,000,000	0.257%	18.77%	1	(1)
Certificates of Deposit	8,000,000	1.267%	5.18%	902	
Treasury Securities - Coupon	10,326,459	0.458%	6.68%	913	
Federal Agency Issues - Coupon	91,526,484	1.404%	59.24%	1,117	
Corporate/Medium Term Notes	10,037,533	1.950%	6.50%	706	
	148,890,476	1.144%	96.37%	846	
SB Airport Promissory Note	5,603,520	4.195%	3.63%	5,751	
Totals and Averages	\$ 154,493,996	1.255%	100.00%	1,024	
UB Money Market Account	5,628,806	_			
Total Cash and Investments	\$ 160,122,802	_			

⁽¹⁾ The average life of the LAIF portfolio as of September 30, 2013 is 239 days.

CITY OF SANTA BARBARA

Investment Portfolio September 30, 2013

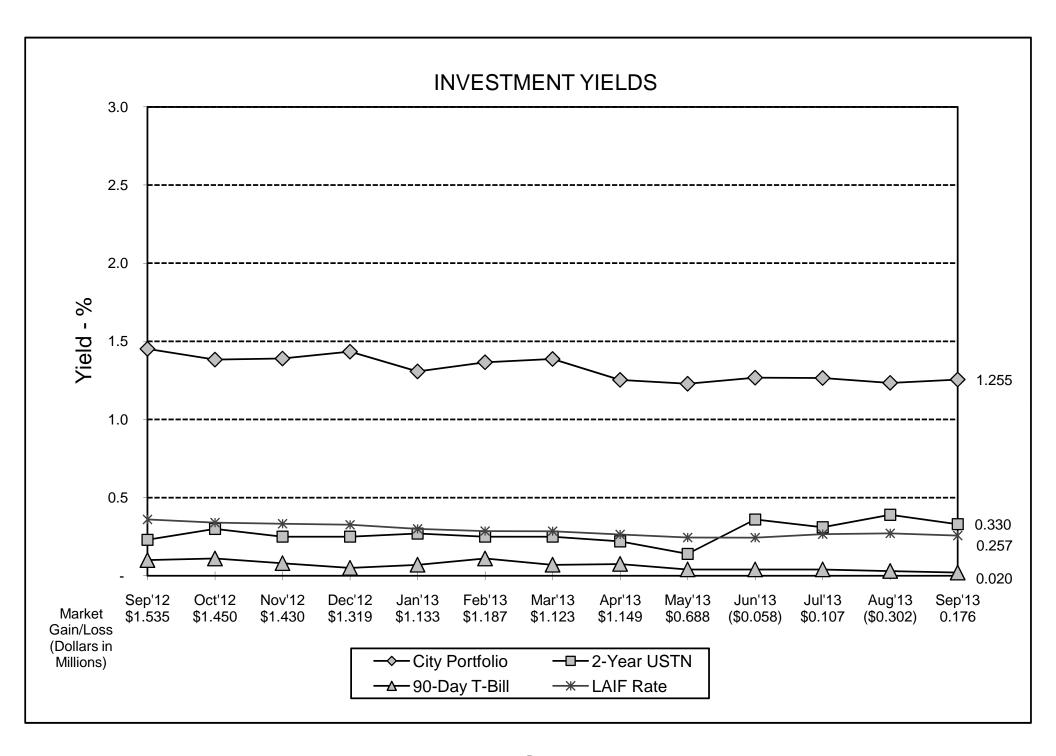
DESCRIPTION OATE	DESCRIPTION	PURCHASE		QUALITY		STATED	YIELD AT	FACE	воок	MARKET	BOOK	COMMENTS
Column Lange Lan		DATE	DATE	WOOD13	3 & P	KAIE	303	VALUE	VALUE	VALUE	GAIN/(LUSS)	COMMENTS
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NONE No Notation No Notation No Notation No	MONTECITO BANK & TRUST	11/18/11	11/18/13	-	-	0.800	0.800	2,000,000.00	2,000,000.00	2,000,000.00	0.00	
Subtolal, Certificates of deposit Subtolal, Certificates of de	UNION BANK	08/31/12	08/31/15	-	-	1.230	1.247	2,000,000.00	2,000,000.00	2,000,000.00	0.00	
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U S TREASURY NOTE 10/25/12 10/31/15 Aaa AA+ 1.250 0.397 2.000,000.00 2.035,268.07 2.037,040.00 1,770.93 U S TREASURY NOTE 02/22/13 05/15/16 Aaa AA+ 5.125 0.422 2.000,000.00 2.243,464.29 2.241,260.00 (2.241,260.00	TREASURY SECURITIES - COUPON											
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US TREASURY NOTE Subtoal, Treasury Securities 8	U S TREASURY NOTE	02/22/13	05/15/16	Aaa	AA+	5.125	0.442	2,000,000.00	2,243,464.29	2,241,260.00	(2,204.29)	
Subtotal, Treasury Securities 10,000,000.00 10,326,459.30 10,307,280.00 19,179.30	U S TREASURY NOTE	02/22/13	08/31/16	Aaa	AA+	1.000	0.502	2,000,000.00	2,028,726.43	2,021,260.00	(7,466.43)	
FEDERAL FARM CREDIT BANK 02/10/11 02/10/14 Aaa AA+ 1.375 1.375 2.000,000.00 2.000,000.00 1.984,160.00 (15,840.00) Callable, Continuous FEDERAL FARM CREDIT BANK 08/15/12 08/15/17 Aaa AA+ 0.980 0.980 2.000,000.00 2.000,000.00 1.984,160.00 (15,840.00) Callable, Continuous FEDERAL FARM CREDIT BANK 09/18/17 Aaa AA+ 0.500 0.980 2.000,000.00 2.000,000.00 2.002,960.00 2.960.00 2.960.00 FEDERAL FARM CREDIT BANK 09/18/17 Aaa AA+ 1.550 1.550 2.000,000.00 2.000,000.00 2.005,700.00 2.002,960.00 2.960.00 FEDERAL FARM CREDIT BANK 07/17/13 07/17/17 Aaa AA+ 1.300 1.300 2.000,000.00 2.000,000.00 2.005,700.00 95,720.00 95,720.00 FEDERAL FARM CREDIT BANK 07/17/13 07/17/17 Aaa AA+ 1.300 1.300 2.000,000.00 2.000,000.00 2.001,500.00 10,420.00 FEDERAL FARM CREDIT BANK 09/15/13 Aaa AA+ 1.305 1.375 2.000,000.00 2.000,000.00 2.001,500.00 1.500.00 1.500.00 FEDERAL HOME LOAN BANK 09/15/10 10/15/13 Aaa AA+ 1.305 1.375 2.000,000.00 2.000,000.00 2.001,500.00 1.500.00 1.500.00 FEDERAL HOME LOAN BANK 09/15/10 12/13/13 Aaa AA+ 2.000 1.910 2.000,000.00 2.000,000.00 2.002,500.00	U S TREASURY NOTE	02/22/13	02/28/17	Aaa	AA+	0.875	0.607	2,000,000.00	2,018,048.74	2,002,960.00	(15,088.74)	
FEDERAL FARM CREDIT BANK	Subtotal, Treasury Securities						•	10,000,000.00	10,326,459.30	10,307,280.00	(19,179.30)	
FEDERAL FARM CREDIT BANK PEDERAL FARM CREDIT BANK PARA PARA PARA PARA PARA PARA PARA PARA	FEDERAL AGENCY ISSUES - COUPON											
FEDERAL FARM CREDIT BANK 09/18/13 09/18/17 Aaa AA+ 1.550 1.550 2.000,000.00 2.000,000.00 2.092,960.00 22,960.00 95,720.00 FEDERAL FARM CREDIT BANK 07/17/13 07/17/17 Aaa AA+ 1.300 1.300 2.000,000.00 2.000,000.00 2.005,720.00 95,720.00 95,720.00 FEDERAL FARM CREDIT BANK 07/17/13 07/17/17 Aaa AA+ 1.300 1.300 2.000,000.00 2.000,000.00 2.001,0420.00 10,420.00 10,420.00 FEDERAL HOME LOAN BANK 08/05/10 09/12/14 Aaa AA+ 2.000 2.000 2.000 2.000,000.00 2.000,000.00 2.001,500.00 10,500.00 10,500.00 FEDERAL HOME LOAN BANK 08/05/10 09/12/14 Aaa AA+ 1.375 1.375 2.000,000.00 2.000,000.00 2.022,900.00 22,920.00 FEDERAL HOME LOAN BANK 09/13/13 09/14/18 Aaa AA+ 2.000 1.910 2.000,000.00 2.008,454.65 2.037,640.00 29,185.35 FEDERAL HOME LOAN BANK 09/13/13 Aaa AA+ 3.125 2.440 2.000,000.00 2.000,000.00 2.000,680.00 6,180.00 9.594.12 FEDERAL HOME LOAN BANK 01/16/13 Aaa AA+ 1.000 1.000 4.000,000.00 2.000,000.00 2.000,680.00 6,180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 07/17/18 Aaa AA+ 1.000 1.000 4.000,000.00 2.000,000.00 3.929,880.00 (70,120.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 01/16/13 08/27/18 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.000,000.00 3.999,580.00 3.9580.00 3.9580.00 3.9580.00 5.4560.00 54.	FEDERAL FARM CREDIT BANK	02/10/11	02/10/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,009,280.00	9,280.00	
FEDERAL FARM CREDIT BANK 09/18/13 09/18/17 Aaa AA+ 1.550 1.550 2.000,000.00 2.000,000.00 2.092,960.00 22,960.00 95,720.00 FEDERAL FARM CREDIT BANK 07/17/13 07/17/17 Aaa AA+ 1.300 1.300 2.000,000.00 2.000,000.00 2.005,720.00 95,720.00 95,720.00 FEDERAL FARM CREDIT BANK 07/17/13 07/17/17 Aaa AA+ 1.300 1.300 2.000,000.00 2.000,000.00 2.001,0420.00 10,420.00 10,420.00 FEDERAL HOME LOAN BANK 08/05/10 09/12/14 Aaa AA+ 2.000 2.000 2.000 2.000,000.00 2.000,000.00 2.001,500.00 10,500.00 10,500.00 FEDERAL HOME LOAN BANK 08/05/10 09/12/14 Aaa AA+ 1.375 1.375 2.000,000.00 2.000,000.00 2.022,900.00 22,920.00 FEDERAL HOME LOAN BANK 09/13/13 09/14/18 Aaa AA+ 2.000 1.910 2.000,000.00 2.008,454.65 2.037,640.00 29,185.35 FEDERAL HOME LOAN BANK 09/13/13 Aaa AA+ 3.125 2.440 2.000,000.00 2.000,000.00 2.000,680.00 6,180.00 9.594.12 FEDERAL HOME LOAN BANK 01/16/13 Aaa AA+ 1.000 1.000 4.000,000.00 2.000,000.00 2.000,680.00 6,180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 07/17/18 Aaa AA+ 1.000 1.000 4.000,000.00 2.000,000.00 3.929,880.00 (70,120.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 01/16/13 08/27/18 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.000,000.00 3.999,580.00 3.9580.00 3.9580.00 3.9580.00 5.4560.00 54.	FEDERAL FARM CREDIT BANK	08/15/12	08/15/17	Aaa	AA+	0.980	0.980	2,000,000.00	2,000,000.00	1,984,160.00	(15,840.00)	Callable, Continuous
FEDERAL FARM CREDIT BANK 07/17/13 07/17/17 Aaa AA+ 1.300 1.300 2.000,000.00 2.000,000.00 2.010,420.00 10,420.00 10,420.00 FEDERAL HOME LOAN BANK 04/15/10 10/15/13 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.001,500.00 1,500.00 1,500.00 FEDERAL HOME LOAN BANK 08/05/10 09/12/14 Aaa AA+ 1.375 1.375 2.000,000.00 2.000,000.00 2.022,920.00 22,920.00 22,920.00 FEDERAL HOME LOAN BANK 09/13/13 09/14/18 Aaa AA+ 2.000 1.910 2.000,000.00 2.008,454.65 2.037,640.00 9,594.12 FEDERAL HOME LOAN BANK 09/17/19 12/13/13 Aaa AA+ 3.125 2.440 2.000,000.00 2.002,585.88 2.012,180.00 9,594.12 FEDERAL HOME LOAN BANK 04/05/10 11/29/13 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.006,180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 01/16/18 Aaa AA+ 1.000 1.000 4.000,000.00 2.000,000.00 2.006,180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 01/16/18 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,997,520.00 (2,480.00) 6.180.00 FEDERAL HOME LOAN BANK 06/27/13 06/27/18 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) 81.125%-2.5% Call 12/27/13, then qtf FEDERAL HOME LOAN BANK 02/29/10 10/129/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) 81.125%-2.5% Call 12/27/13, then qtf FEDERAL HOME LOAN BANK 02/29/11 01/29/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) 81.125%-2.5% Call 12/27/13, then qtf FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) 81.125%-2.5% Call 12/27/13, then qtf FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.003,880.10 8.3580.00 8.3	FEDERAL FARM CREDIT BANK	09/18/13	09/18/17	Aaa	AA+	1.550	1.550	2,000,000.00	2,000,000.00	2,022,960.00	22,960.00	
FEDERAL HOME LOAN BANK 04/15/10 07/15/13 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.000,000.00 2.002,920.00 1,500.00 1,500.00 1,500.00 FEDERAL HOME LOAN BANK 09/13/13 09/14/18 Aaa AA+ 2.000 1.910 2.000,000.00 2.000,000.00 2.022,920.00 22,920.00 FEDERAL HOME LOAN BANK 09/13/13 09/14/18 Aaa AA+ 3.125 2.440 2.000,000.00 2.002,585.88 2.012,180.00 9,594.12 FEDERAL HOME LOAN BANK 04/05/10 11/29/13 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.000,6180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 01/16/18 Aaa AA+ 1.000 1.000 4.000,000.00 2.000,000.00 3.929,880.00 (70,120.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 07/17/13 07/17/18 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,997,520.00 (2,480.00) Callable 10/17/13, then qtrly FEDERAL HOME LOAN BANK 07/17/13 07/13 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/22/10 10/129/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 09/26/11 05/27/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.003,801.00 39,580.00 54,560.00 54,	FEDERAL FARM CREDIT BANK	02/16/11	02/16/16	Aaa	AA+	2.570	2.570	2,000,000.00	2,000,000.00	2,095,720.00	95,720.00	
FEDERAL HOME LOAN BANK 08/05/10 09/12/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,022,920.00 22,920.00 29,185.35 FEDERAL HOME LOAN BANK 09/13/13 09/14/18 Aaa AA+ 2.000 1.910 2,000,000.00 2,008,454.65 2,037,640.00 29,185.35 FEDERAL HOME LOAN BANK 09/17/09 12/13/13 Aaa AA+ 2.000 2.000 2.000 2,000,000.00 2,002,685.88 2,012,180.00 9,594.12 FEDERAL HOME LOAN BANK 04/05/10 11/29/13 Aaa AA+ 2.000 2.000 2.000 2,000,000.00 2,000,000.00 2,006,180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 01/16/18 Aaa AA+ 1.000 1.000 4,000,000.000 4,000,000.00 3,929,880.00 (70,120.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 07/17/13 07/17/18 Aaa AA+ 1.250 1.493 2,000,000.000 2,000,000.00 1,997,520.00 (2,480.00) Callable 10/17/13, then qtrly FEDERAL HOME LOAN BANK 06/27/13 Aaa AA+ 1.250 1.493 2,000,000.00 2,000,000.00 1,997,520.00 (2,480.00) SU1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.250 1.493 2,000,000.00 2,000,000.00 1,990,800.00 (19,920.00) SU1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/29/11 10/129/15 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 2,003,801.14 2,012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/29/11 10/29/15 Aaa AA+ 2.000 2.000 2.000,000.00 2,000,000.00 2,039,580.00 39,580.00 54,560.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 2.000 2.000,000.00 2,000,000.00 2,003,801.14 2,012,180.00 54,560.00 54,560.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 2.000 2.000,000.00 2,000,000.00 2,003,580.00 39,580.00 54,560.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 2,003,580.00 54,560.00 54,560.00 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,360.00 10,	FEDERAL FARM CREDIT BANK	07/17/13	07/17/17	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,010,420.00	10,420.00	
FEDERAL HOME LOAN BANK 09/13/13 09/14/18 Aaa AA+ 2.000 1.910 2.000,000.00 2.008,454.65 2.037,640.00 29,185.35 FEDERAL HOME LOAN BANK 09/17/09 12/13/13 Aaa AA+ 2.000 2.000 2.000 2.000,000.00 2.002,585.88 2.012,180.00 9,594.12 FEDERAL HOME LOAN BANK 01/16/13 01/16/18 Aaa AA+ 1.000 1.000 4.000,000.00 4.000,000.00 2.006,180.00 6,180.00 FEDERAL HOME LOAN BANK 07/17/13 07/17/18 Aaa AA+ 1.750 1.750 1.750 2.000,000.00 2.000,000.00 1.997,520.00 (2,480.00) 6lable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 06/27/13 06/27/18 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1.980,080.00 (19,920.00) 8u 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 1.750 2.000,000.00 2.000,000.00 1.980,080.00 (19,920.00) 8u 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 1.750 2.000,000.00 2.000,000.00 1.980,080.00 (19,920.00) 8u 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 1.750 2.000,000.00 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 2.000 2.000,000.00 2.000,000.00 2.003,801.14 2.012,180.00 54,560.00	FEDERAL HOME LOAN BANK	04/15/10	10/15/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,001,500.00	1,500.00	
FEDERAL HOME LOAN BANK 09/17/09 12/13/13 Aaa AA+ 3.125 2.440 2.000,000.00 2.002,585.88 2.012,180.00 9,594.12 FEDERAL HOME LOAN BANK 04/05/10 11/29/13 Aaa AA+ 2.000 2.000 2.000 2.000,000.00 2.000,000.00 2.006,180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 01/16/18 Aaa AA+ 1.000 1.000 4.000,000.00 4.000,000.00 3,929,880.00 (70,120.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 07/17/13 07/17/18 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,997,520.00 (2,480.00) Callable 10/17/13, then qtrly FEDERAL HOME LOAN BANK 06/27/13 06/27/18 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 2.000 2.000 2.000 2.000,000.00 2.000,000.00 2.039,580.00 39,580.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 0.400 1.500,000.00 1.500,000.00 2.005,4560.00 54,560.00 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2.000,000.00 2.000,000.00 2.001,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2.000,000.00 2.000,000.00 2.001,000.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2.000,000.00 2.000,000.00 2.015,300.00 15,300.00 Callable 03/28/14, once	FEDERAL HOME LOAN BANK	08/05/10	09/12/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,022,920.00	22,920.00	
FEDERAL HOME LOAN BANK 04/05/10 11/29/13 Aaa AA+ 2.000 2.000 2.000,000.000 2.000,000.000 2.006,180.00 6,180.00 FEDERAL HOME LOAN BANK 01/16/13 01/16/18 Aaa AA+ 1.000 1.000 4.000,000.00 4.000,000.00 3,929,880.00 (70,120.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 07/17/13 07/17/18 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,997,520.00 (2,480.00) Callable 10/17/13, then qtrly FEDERAL HOME LOAN BANK 06/27/13 06/27/18 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.003,881.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.039,580.00 39,580.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 2.000 2.000 2.000,000.00 2.000,000.00 2.054,560.00 54,560.00 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2.000,000.00 2.000,000.00 2.010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.400 1.400 2.000,000.00 2.000,000.00 2.010,300.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2.000,000.00 2.000,000.00 2.015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN BANK	09/13/13	09/14/18	Aaa	AA+	2.000	1.910	2,000,000.00	2,008,454.65	2,037,640.00	29,185.35	
FEDERAL HOME LOAN BANK 01/16/13 01/16/13 Aaa AA+ 1.000 1.000 4,000,000.00 4,000,000.00 3,929,880.00 (70,120.00) Callable 10/16/13, then qtrly FEDERAL HOME LOAN BANK 07/17/13 07/17/18 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 1,997,520.00 (2,480.00) Callable 10/17/13, then qtrly FEDERAL HOME LOAN BANK 06/27/18 Aaa AA+ 1.250 1.493 2,000,000.00 2,000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2,000,000.00 2,003,801.14 2,012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 2,039,580.00 39,580.00 FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 2.000 2.000 2,000,000.00 2,000,000.00 2,039,580.00 39,580.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 0.400 1,500,000.00 1,501,923.46 1,502,325.00 401.54 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,000.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 1,972,520.00 (27,480.00) Callable 07/25/14, once	FEDERAL HOME LOAN BANK	09/17/09	12/13/13	Aaa	AA+	3.125	2.440	2,000,000.00	2,002,585.88	2,012,180.00	9,594.12	
FEDERAL HOME LOAN BANK 07/17/13 07/17/18 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 1,997,520.00 (2,480.00) Callable 10/17/13, then qtrly FEDERAL HOME LOAN BANK 06/27/13 06/27/18 Aaa AA+ 1.250 1.493 2.000,000.00 2.000,000.00 1,980,080.00 (19,920.00) SU 1.125%-2.5% Call 12/27/13, then qtrly FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 3.125 2.130 2.000,000.00 2.003,801.14 2.012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2.000,000.00 2.000,000.00 2.039,580.00 39,580.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 2.000 2.000 2.000,000.00 2.000,000.00 2.054,560.00 54,560.00 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2.000,000.00 2.000,000.00 2.010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2.000,000.00 2.000,000.00 2.015,300.00 15,300.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2.000,000.00 2.000,000.00 2.015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN BANK	04/05/10	11/29/13	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,006,180.00	6,180.00	
FEDERAL HOME LOAN BANK 06/27/13 06/27/18 Aaa AA+ 1.250 1.493 2,000,000.00 2,000,000.00 1,980,080.00 (19,920.00) 8,378.86 FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 2,000,000.00 2,003,801.14 2,012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 2,000,000.00 2,003,801.14 2,012,180.00 8,378.86 FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 2.000 2.000 2.000,000.00 2,000,000.00 2,004,000.00 2,004,560.00 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 2,000,000.00 2,010,000.00 1,972,520.00 (27,480.00) Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,000,000.00 2,010,000.00 1,972,520.00 (27,480.00) Callable 07/25/14, once	FEDERAL HOME LOAN BANK	01/16/13	01/16/18	Aaa	AA+	1.000	1.000	4,000,000.00	4,000,000.00	3,929,880.00	(70,120.00)	Callable 10/16/13, then qtrly
FEDERAL HOME LOAN BANK 02/22/10 12/13/13 Aaa AA+ 3.125 2.130 2,000,000.00 2,003,801.14 2,012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 2,000,000.00 2,003,801.14 2,012,180.00 8,378.86 FEDERAL HOME LOAN BANK 02/09/11 05/27/15 Aaa AA+ 2.000 2.000 2.000,000.00 2,000,000.00 2,000,000.00 2,054,560.00 54,560.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 0.400 1,500,000.00 1,501,923.46 1,502,325.00 401.54 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,000.00 1,972,520.00 (27,480.00) Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,000,000.00 2,010,000.00 1,972,520.00 (27,480.00) Callable 07/25/14, once	FEDERAL HOME LOAN BANK	07/17/13	07/17/18	Aaa	AA+	1.750	1.750	2,000,000.00	2,000,000.00	1,997,520.00	(2,480.00)	Callable 10/17/13, then qtrly
FEDERAL HOME LOAN BANK 02/09/11 01/29/15 Aaa AA+ 1.750 1.750 2,000,000.00 2,000,000.00 2,039,580.00 39,580.00 FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 2.000 2.000 2,000,000.00 2,000,000.00 2,054,560.00 54,560.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 0.400 1,500,000.00 1,501,923.46 1,502,325.00 401.54 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,000.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 2,015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN BANK	06/27/13	06/27/18	Aaa	AA+	1.250	1.493	2,000,000.00	2,000,000.00	1,980,080.00	(19,920.00)	SU 1.125%-2.5% Call 12/27/13, then qtrl
FEDERAL HOME LOAN BANK 04/15/11 05/27/15 Aaa AA+ 2.000 2.000 2.000,000.000 2.000,000.00 2.054,560.00 54,560.00 54,560.00 FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 0.400 1,500,000.00 1,501,923.46 1,502,325.00 401.54 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,000.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 1,972,520.00 (27,480.00) Callable 12/26/13, then qtrly FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN BANK	02/22/10	12/13/13	Aaa	AA+	3.125	2.130	2,000,000.00	2,003,801.14	2,012,180.00	8,378.86	
FEDERAL HOME LOAN BANK 09/26/11 10/30/13 Aaa AA+ 2.000 0.400 1,500,000.00 1,501,923.46 1,502,325.00 401.54 FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,000.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 1,972,520.00 (27,480.00) Callable 12/26/13, then qtrly FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN BANK	02/09/11	01/29/15	Aaa	AA+	1.750	1.750	2,000,000.00	2,000,000.00	2,039,580.00	39,580.00	
FEDERAL HOME LOAN MTG CORP 01/06/11 02/25/14 Aaa AA+ 1.375 1.375 2,000,000.00 2,000,000.00 2,010,360.00 10,360.00 FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,000.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 1,972,520.00 (27,480.00) Callable 12/26/13, then qtrly FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN BANK	04/15/11	05/27/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,054,560.00	54,560.00	
FEDERAL HOME LOAN MTG CORP 03/28/12 03/28/17 Aaa AA+ 1.350 1.350 2,000,000.00 2,000,000.00 2,010,000.00 10,000.00 Callable 03/28/14, once FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 1,972,520.00 (27,480.00) Callable 12/26/13, then qtrly FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN BANK	09/26/11	10/30/13	Aaa	AA+	2.000	0.400	1,500,000.00	1,501,923.46	1,502,325.00	401.54	
FEDERAL HOME LOAN MTG CORP 06/26/13 06/26/18 Aaa AA+ 1.400 1.400 2,000,000.00 2,000,000.00 1,972,520.00 (27,480.00) Callable 12/26/13, then qtrly FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,015,300.00 15,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN MTG CORP	01/06/11	02/25/14	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,010,360.00	10,360.00	
FEDERAL HOME LOAN MTG CORP 07/25/13 07/25/18 Aaa AA+ 1.800 1.800 2,000,000.00 2,000,000.00 2,015,300.00 15,300.00 Callable 07/25/14, once	FEDERAL HOME LOAN MTG CORP	03/28/12	03/28/17	Aaa	AA+	1.350	1.350	2,000,000.00	2,000,000.00	2,010,000.00	10,000.00	Callable 03/28/14, once
	FEDERAL HOME LOAN MTG CORP	06/26/13	06/26/18	Aaa	AA+	1.400	1.400	2,000,000.00	2,000,000.00	1,972,520.00	(27,480.00)	Callable 12/26/13, then qtrly
FEDERAL HOME LOAN MTG CORP 02/21/12 02/21/17 Aaa AA+ 1.300 1.300 2,000,000.00 2,000,000.00 2,006,860.00 6,860.00 Callable 02/21/14, once	FEDERAL HOME LOAN MTG CORP	07/25/13	07/25/18	Aaa	AA+	1.800	1.800	2,000,000.00	2,000,000.00	2,015,300.00	15,300.00	Callable 07/25/14, once
	FEDERAL HOME LOAN MTG CORP	02/21/12	02/21/17	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,006,860.00	6,860.00	Callable 02/21/14, once

CITY OF SANTA BARBARA

Investment Portfolio September 30, 2013

	PURCHASE	MATURITY	QUALITY	RATING	STATED	YIELD AT	FACE	воок	MARKET	воок	
DESCRIPTION	DATE	DATE	MOODY'S	S&P	RATE	365	VALUE	VALUE	VALUE	GAIN/(LOSS)	COMMENTS
FEDERAL HOME LOAN MTG CORP	04/23/12	04/17/15	Aaa	AA+	0.500	0.534	2,000,000.00	1,998,954.26	2,007,040.00	8,085.74	
FEDERAL HOME LOAN MTG CORP	06/12/12	06/12/17	Aaa	AA+	1.250	1.250	2,000,000.00	2,000,000.00	1,998,580.00	(1,420.00)	Callable 06/12/14, then qtrly
FEDERAL HOME LOAN MTG CORP	07/24/12	07/24/17	Aaa	AA+	1.125	1.125	2,000,000.00	2,000,000.00	1,988,380.00	(11,620.00)	Callable 10/24/13, then qtrly
FEDERAL HOME LOAN MTG CORP	09/12/12	09/12/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,975,380.00	(24,620.00)	Callable 12/12/13, then qtrly
FEDERAL HOME LOAN MTG CORP	01/16/13	01/16/18	Aaa	AA+	1.050	1.050	4,000,000.00	4,000,000.00	3,935,600.00	(64,400.00)	Callable 10/16/13, then qtrly
FEDERAL HOME LOAN MTG CORP	02/11/11	04/02/14	Aaa	AA+	4.500	1.615	2,000,000.00	2,028,166.22	2,043,500.00	15,333.78	
FEDERAL HOME LOAN MTG CORP	06/26/13	06/26/18	Aaa	AA+	1.500	1.500	2,000,000.00	2,000,000.00	1,976,160.00	(23,840.00)	Callable 12/26/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	10/28/11	10/28/16	Aaa	AA+	1.500	1.521	2,000,000.00	1,999,925.00	2,001,820.00	1,895.00	Callable 10/28/13, once
FEDERAL NATL MORTGAGE ASSN	01/30/13	01/30/18	Aaa	AA+	1.030	1.030	3,000,000.00	3,000,000.00	2,946,600.00	(53,400.00)	Callable 01/30/14, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/17/10	11/17/14	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,024,960.00	24,960.00	
FEDERAL NATL MORTGAGE ASSN	08/28/12	08/28/17	Aaa	AA+	1.150	1.150	2,000,000.00	2,000,000.00	1,990,060.00	(9,940.00)	Callable 11/28/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	12/12/12	12/12/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,966,160.00	(33,840.00)	Callable 12/12/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	06/19/13	12/19/16	Aaa	AA+	0.750	0.750	2,000,000.00	2,000,000.00	1,990,880.00	(9,120.00)	Callable 12/19/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	07/30/13	07/30/18	Aaa	AA+	1.000	1.896	1,000,000.00	1,000,000.00	1,001,570.00	1,570.00	SU 1%-2% Callable 01/30/14, once
FEDERAL NATL MORTGAGE ASSN	11/08/12	11/08/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,968,820.00	(31,180.00)	Callable 11/08/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/08/12	11/08/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,968,820.00	(31,180.00)	Callable 11/08/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	12/26/12	12/26/17	Aaa	AA+	1.000	1.000	4,000,000.00	4,000,000.00	3,926,880.00	(73,120.00)	Callable 12/26/13, then qtrly
FEDERAL NATL MORTGAGE ASSN	07/10/13	07/10/18	Aaa	AA+	1.700	1.700	2,000,000.00	2,000,000.00	1,997,580.00	(2,420.00)	Callable 07/10/14, then qtrly
FEDERAL NATL MORTGAGE ASSN	09/21/10	09/21/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,062,660.00	62,660.00	
FEDERAL NATL MORTGAGE ASSN	12/10/10	10/26/15	Aaa	AA+	1.625	2.067	2,000,000.00	1,982,673.23	2,048,920.00	66,246.77	
FEDERAL NATL MORTGAGE ASSN	02/05/13	02/05/18	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,962,700.00	(37,300.00)	Callable 02/05/15, then qtrly
Subtotal, Federal Agencies							91,500,000.00	91,526,483.84	91,517,195.00	(9,288.84)	
CORPORATE/MEDIUM TERM NOTES											
BERKSHIRE HATHAWAY FIN	12/15/10	12/15/15	Aa2	AA	2.450	2.530	2,000,000.00	1,996,691.67	2,073,380.00	76,688.33	
GENERAL ELECTRIC CAPITAL CORP	11/10/10	11/09/15	A1	AA+	2.250	2.250	2,000,000.00	2,000,000.00	2,053,300.00	53,300.00	
GENERAL ELECTRIC CAPITAL CORP	01/07/11	01/07/14	A1	AA+	2.100	2.100	2,000,000.00	2,000,000.00	2,009,400.00	9,400.00	
PROCTOR & GAMBLE	09/20/11	11/15/15	Aa3	AA-	1.800	1.085	2,000,000.00	2,029,589.03	2,051,480.00	21,890.97	
TOYOTA MOTOR CREDIT	09/26/11	09/15/16	Aa3	AA-	2.000	1.800	2,000,000.00	2,011,252.59	2,054,820.00	43,567.41	
Subtotal, Corporate Securities							10,000,000.00	10,037,533.29	10,242,380.00	204,846.71	
SB AIRPORT PROMISSORY NOTE (LT)											
SANTA BARBARA AIRPORT	07/14/09	06/30/29	-	-	3.500	4.195	5,603,519.96	5,603,519.96	5,603,519.96	0.00	
Subtotal, SBA Note						•	5,603,519.96	5,603,519.96	5,603,519.96	0.00	
TOTALS							154,103,519.96	154,493,996.39	154,670,374.96	176,378.57	

Market values have been obtained from the City's safekeeping agent, Union Bank The Private Bank (UBTPB). UBTPB uses Interactive Data Pricing Service, Bloomberg and DTC.



CITY OF SANTA BARBARA Fiscal Agent Investments September 30, 2013

Guaranteed

	CASH & CASH	Investment								
	EQUIVALENTS	Contracts (GIC)	STO		BON		US GOVT &		ТОТ	
	Book & Market	Book & Market	Book	Market	Book	Market	Book	Market	Book	Market
BOND FUNDS RESERVE FUNDS										
2004 RDA - Housing Bonds	2.71	-	-	-	-	-	-	-	2.71	2.71
2002 Municipal Improvement - Refunding COPs	10,885.51	547,530.00	-	-	-	-	-	-	558,415.51	558,415.51
2009 Airport Bonds	3,146,857.15	-	-	-	-	-	-	-	3,146,857.15	3,146,857.15
2002 Waterfront - Refunding COPs	949,537.02	1,393,262.50	-	-	-	-	-	-	2,342,799.52	2,342,799.52
Subtotal, Reserve Funds	4,107,282.39	1,940,792.50	-	-	-	-	-	-	6,048,074.89	6,048,074.89
PROJECT FUNDS 2001 RDA Bonds	2,366,215.00	-	-	-	-	-	-	-	2,366,215.00	2,366,215.00
2003 RDA Bonds	8,506,604.01	-	-	-	-	-	-	-	8,506,604.01	8,506,604.01
2013 Water - Refunding COPS	665,505.72	428,069.44	-	-	-	-	-	-	1,093,575.16	1,093,575.16
2004 Sewer - Revenue Bonds	1,025,235.90	1,357,140.00	-	-	-	-	-	-	2,382,375.90	2,382,375.90
Subtotal, Project Funds	12,563,560.63	1,785,209.44	-	-	-	-	-	-	14,348,770.07	14,348,770.07
SUBTOTAL BOND FUNDS	16,670,843.02	3,726,001.94	-	-	-	-	-	-	20,396,844.96	20,396,844.96
POLICE/FIRE - SVC RETIREMENT FUND										
Police/Fire Funds	68,468.35	-	173,759.91	263,217.42	215,277.66	220,341.30	-	-	457,505.92	552,027.07
	68,468.35	-	173,759.91	263,217.42	215,277.66	220,341.30	-	-	457,505.92	552,027.07
TOTAL FISCAL AGENT										
INVESTMENTS	16,739,311.37	3,726,001.94	173,759.91	263,217.42	215,277.66	220,341.30		-	20,854,350.88	20,948,872.03

Notes:

- (1) Cash & cash equivalents include money market funds.
- (2) Market values have been obtained from the following trustees: US Bank, Bank of New York and Union Bank N.A.