

**CITY OF SANTA BARBARA**  
**Activity and Interest Report**  
February 28, 2015

**INVESTMENT ACTIVITY****INVESTMENT INCOME****PURCHASES OR DEPOSITS**

2/11 Federal Farm Credit Bank (FFCB)	\$ 2,000,000
<b>Total</b>	<b>\$ 2,000,000</b>

**POOLED INVESTMENTS**

Interest Earned on Investments	\$ 171,409
Amortization	(10,405)
<b>Total</b>	<b>\$ 161,005</b>

**SALES, MATURITIES, CALLS OR WITHDRAWALS**

2/17 LAIF Withdrawal - City	\$ (5,000,000)
2/24 LAIF Withdrawal - City	(3,000,000)
<b>Total</b>	<b>\$ (8,000,000)</b>

**ACTIVITY TOTAL**

<b>\$ (6,000,000)</b>
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**INCOME TOTAL**

<b>\$ 161,005</b>
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**CITY OF SANTA BARBARA**  
**Summary of Cash and Investments**  
**February 28, 2015**

**ENDING BALANCE AS OF JANUARY 31, 2015**

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 18,552,393	0.400%	10.20%	1
State of California LAIF	36,000,000	0.262%	19.79%	1
Certificates of Deposit	9,000,000	1.311%	4.95%	722
Treasury Securities	10,158,557	0.458%	5.58%	425
Federal Agency Issues - Coupon	90,996,192	1.357%	50.02%	1,055
Corporate/Medium Term Notes	12,019,583	1.910%	6.61%	671
	<u>176,726,723</u>	<u>1.017%</u>	<u>97.14%</u>	<u>650</u>
SB Airport Promissory Note	5,200,182	4.195%	2.86%	5,263
Totals and Averages	<u>\$ 181,926,905</u>	<u>1.108%</u>	<u>100.00%</u>	<u>782</u>
<b>Total Cash and Investments</b>	<b><u>\$ 181,926,905</u></b>			

**NET CASH AND INVESTMENT ACTIVITY FOR FEBRUARY 2015**      **\$ (9,381,258)**

**ENDING BALANCE AS OF FEBRUARY 28, 2015**

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 15,181,540	0.400%	8.80%	1 (1)
State of California LAIF	28,000,000	0.266%	16.23%	1 (2)
Certificates of Deposit	9,000,000	1.311%	5.22%	694
Treasury Securities	10,148,923	0.458%	5.88%	397
Federal Agency Issues - Coupon	92,996,853	1.361%	53.90%	1,036
Corporate/Medium Term Notes	12,018,150	1.910%	6.97%	643
	<u>167,345,466</u>	<u>1.073%</u>	<u>96.99%</u>	<u>684</u>
SB Airport Promissory Note	5,200,182	4.195%	3.01%	5,235
Totals and Averages	<u>\$ 172,545,647</u>	<u>1.167%</u>	<u>100.00%</u>	<u>821</u>
<b>Total Cash and Investments</b>	<b><u>\$ 172,545,647</u></b>			

Note:

- (1) Interest earnings allowance is provided at the rate of 0.400% by MUFG Union Bank, N.A. to help offset banking fees.
- (2) The average life of the LAIF portfolio as of February 28, 2015 is 208 days.

**CITY OF SANTA BARBARA**

**Investment Portfolio**

**February 28, 2015**

DESCRIPTION	PURCHASE DATE	MATURITY DATE	QUALITY RATING		STATED RATE	YIELD AT 365	FACE VALUE	BOOK VALUE	MARKET VALUE	BOOK GAIN/(LOSS)	COMMENTS
			MOODY'S	S & P							
<b>LOCAL AGENCY INVESTMENT FUNDS</b>											
LOCAL AGENCY INVESTMENT FUND	-	-	-	-	0.266	0.266	28,000,000.00	28,000,000.00	28,000,000.00	0.00	
<b>Subtotal, LAIF</b>							28,000,000.00	28,000,000.00	28,000,000.00	0.00	
<b>CERTIFICATES OF DEPOSIT</b>											
AMERICAN EXPRESS BANK FSB	10/23/14	10/23/19	-	-	2.200	2.200	250,000.00	250,000.00	249,745.00	(255.00)	FDIC Certificate 35328
CAPITAL ONE BANK USA NA	10/29/14	10/29/19	-	-	1.900	1.900	250,000.00	250,000.00	249,697.50	(302.50)	FDIC Certificate 33954
GE CAPITAL BANK	10/17/14	10/17/19	-	-	2.000	2.000	250,000.00	250,000.00	249,682.50	(317.50)	FDIC Certificate 33778
GOLDMAN SACHS BANK USA	10/29/14	10/29/19	-	-	2.150	2.150	250,000.00	250,000.00	249,700.00	(300.00)	FDIC Certificate 33124
MONTECITO BANK & TRUST	11/18/13	11/18/15	-	-	0.600	0.600	2,000,000.00	2,000,000.00	2,000,000.00	0.00	
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	
UNION BANK	08/31/12	08/31/17	-	-	1.490	1.511	4,000,000.00	4,000,000.00	4,000,000.00	0.00	
<b>Subtotal, Certificates of deposit</b>							9,000,000.00	9,000,000.00	8,998,825.00	(1,175.00)	
<b>TREASURY SECURITIES - COUPON</b>											
U S TREASURY NOTE	10/25/12	03/15/15	Aaa	AA+	0.375	0.342	2,000,000.00	2,000,025.11	1,999,840.00	(185.11)	
U S TREASURY NOTE	10/25/12	10/31/15	Aaa	AA+	1.250	0.397	2,000,000.00	2,011,323.23	2,013,900.00	2,576.77	
U S TREASURY NOTE	02/22/13	05/15/16	Aaa	AA+	5.125	0.442	2,000,000.00	2,112,192.01	2,114,060.00	1,867.99	
U S TREASURY NOTE	02/22/13	08/31/16	Aaa	AA+	1.000	0.502	2,000,000.00	2,014,808.27	2,015,940.00	1,131.73	
U S TREASURY NOTE	02/22/13	02/28/17	Aaa	AA+	0.875	0.607	2,000,000.00	2,010,574.30	2,009,540.00	(1,034.30)	
<b>Subtotal, Treasury Securities</b>							10,000,000.00	10,148,922.92	10,153,280.00	4,357.08	
<b>FEDERAL AGENCY ISSUES - COUPON</b>											
FED AGRICULTURAL MTG CORP	10/03/13	10/03/18	-	-	1.720	1.720	2,000,000.00	2,000,000.00	2,023,620.00	23,620.00	
FED AGRICULTURAL MTG CORP	12/12/13	12/12/18	-	-	1.705	1.705	2,000,000.00	2,000,000.00	2,037,480.00	37,480.00	
FEDERAL FARM CREDIT BANK	01/22/15	07/22/19	Aaa	AA+	1.720	1.720	2,000,000.00	2,000,000.00	1,984,680.00	(15,320.00)	Callable 04/22/15, then continuous
FEDERAL FARM CREDIT BANK	07/09/14	07/09/18	Aaa	AA+	1.470	1.470	2,000,000.00	2,000,000.00	2,003,260.00	3,260.00	Callable 07/09/15, then continuous
FEDERAL FARM CREDIT BANK	01/22/15	01/22/19	Aaa	AA+	1.480	1.480	2,000,000.00	2,000,000.00	1,999,820.00	(180.00)	Callable 01/22/16, then 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	1,996,560.00	(3,440.00)	Callable, continuous
FEDERAL FARM CREDIT BANK	09/18/13	09/18/17	Aaa	AA+	1.550	1.550	2,000,000.00	2,000,000.00	2,029,340.00	29,340.00	
FEDERAL FARM CREDIT BANK	12/16/14	12/16/19	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,000,740.00	740.00	Callable 12/16/15, then continuous
FEDERAL FARM CREDIT BANK	02/11/15	02/11/19	Aaa	AA+	1.520	1.520	2,000,000.00	2,000,000.00	1,995,900.00	(4,100.00)	Callable 02/11/16, then continuous
FEDERAL FARM CREDIT BANK	02/16/11	02/16/16	Aaa	AA+	2.570	2.570	2,000,000.00	2,000,000.00	2,044,280.00	44,280.00	
FEDERAL FARM CREDIT BANK	07/17/13	07/17/17	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,019,220.00	19,220.00	
FEDERAL HOME LOAN BANK	09/13/13	09/14/18	Aaa	AA+	2.000	1.910	2,000,000.00	2,006,036.32	2,047,460.00	41,423.68	
FEDERAL HOME LOAN BANK	04/17/14	04/17/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,001,780.00	1,780.00	Callable, 04/17/15 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	3,972,640.00	(27,360.00)	Callable 04/16/15, then qtrly
FEDERAL HOME LOAN BANK	01/17/14	04/17/18	Aaa	AA+	1.480	1.480	2,000,000.00	2,000,000.00	2,021,600.00	21,600.00	
FEDERAL HOME LOAN BANK	06/26/14	06/26/19	Aaa	AA+	1.250	2.062	2,000,000.00	2,000,000.00	1,997,380.00	(2,620.00)	SU 1.25%-6% Call 03/26/15, then qtrly
FEDERAL HOME LOAN BANK	11/26/14	11/26/19	Aaa	AA+	1.500	2.102	2,000,000.00	2,000,000.00	2,004,360.00	4,360.00	SU 1.5%-5% Call 05/26/15, 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	2,001,320.00	1,320.00	SU 1.125%-2.5% Call 03/27/15, then qtrly
FEDERAL HOME LOAN BANK	05/22/14	05/22/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,998,740.00	(1,260.00)	Callable, continuous
FEDERAL HOME LOAN BANK	04/15/11	05/27/15	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,008,800.00	8,800.00	
FEDERAL HOME LOAN BANK	12/16/13	12/14/18	Aaa	AA+	1.750	1.650	2,000,000.00	2,007,231.94	2,028,740.00	21,508.06	
FEDERAL HOME LOAN BANK	06/18/14	06/09/17	Aaa	AA+	1.000	1.003	2,000,000.00	1,999,847.25	2,010,380.00	10,532.75	
FEDERAL HOME LOAN BANK	10/22/14	11/18/16	Aaa	AA+	0.750	0.500	2,000,000.00	2,008,502.36	2,006,300.00	(2,202.36)	

**CITY OF SANTA BARBARA**

**Investment Portfolio**

**February 28, 2015**

DESCRIPTION	PURCHASE	MATURITY	QUALITY RATING		STATED	YIELD AT	FACE	BOOK	MARKET	BOOK	COMMENTS
	DATE	DATE	MOODY'S	S & P							
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	1,998,700.00	(1,300.00)	Callable 03/26/15, then qtrly
FEDERAL HOME LOAN MTG CORP	12/18/13	12/18/18	Aaa	AA+	1.500	1.839	1,000,000.00	1,000,000.00	1,000,600.00	600.00	SU 1.5%-2.75% Call 03/18/15, then qtrly
FEDERAL HOME LOAN MTG CORP	04/23/12	04/17/15	Aaa	AA+	0.500	0.534	2,000,000.00	1,999,913.48	1,999,700.00	(213.48)	
FEDERAL HOME LOAN MTG CORP	06/30/14	06/30/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,004,660.00	4,660.00	Callable 06/30/15, once
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	1,994,760.00	(5,240.00)	Callable 03/12/15, 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	3,998,160.00	(1,840.00)	Callable 04/16/15, then qtrly
FEDERAL HOME LOAN MTG CORP	11/26/14	11/26/19	Aaa	AA+	2.000	2.000	2,000,000.00	2,000,000.00	2,005,960.00	5,960.00	Callable 05/26/15, then qtrly
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	2,001,580.00	1,580.00	Callable 03/26/15, then qtrly
FEDERAL HOME LOAN MTG CORP	11/20/13	09/29/17	Aaa	AA+	1.000	1.030	1,000,000.00	999,238.36	1,001,900.00	2,661.64	
FEDERAL NATL MORTGAGE ASSN	01/30/13	01/30/18	Aaa	AA+	1.030	1.030	3,000,000.00	3,000,000.00	2,974,950.00	(25,050.00)	Callable 04/30/15, 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	1,984,420.00	(15,580.00)	Callable 03/12/15, 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	1,998,800.00	(1,200.00)	Callable 03/19/15, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/15/13	10/26/17	Aaa	AA+	0.875	1.062	2,000,000.00	1,990,308.87	1,996,560.00	6,251.13	
FEDERAL NATL MORTGAGE ASSN	12/11/13	11/27/18	Aaa	AA+	1.625	1.606	2,000,000.00	2,001,356.55	2,021,700.00	20,343.45	
FEDERAL NATL MORTGAGE ASSN	11/08/12	11/08/17	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,985,600.00	(14,400.00)	Callable 05/08/15, 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	1,985,600.00	(14,400.00)	Callable 05/08/15, 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	3,977,240.00	(22,760.00)	Callable 03/26/15, 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	2,020,080.00	20,080.00	
FEDERAL NATL MORTGAGE ASSN	12/10/10	10/26/15	Aaa	AA+	1.625	2.067	2,000,000.00	1,994,534.51	2,018,620.00	24,085.49	
FEDERAL NATL MORTGAGE ASSN	02/05/13	02/05/18	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	1,983,200.00	(16,800.00)	Callable 05/05/15, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/20/13	10/26/17	Aaa	AA+	0.875	1.070	<u>2,000,000.00</u>	<u>1,989,883.47</u>	<u>1,996,560.00</u>	<u>6,676.53</u>	
<b>Subtotal, Federal Agencies</b>							<u>93,000,000.00</u>	<u>92,996,853.11</u>	<u>93,183,750.00</u>	<u>186,896.89</u>	
<b>CORPORATE/MEDIUM TERM NOTES</b>											
BERKSHIRE HATHAWAY FIN	12/15/10	12/15/15	Aa2	AA	2.450	2.530	2,000,000.00	1,998,816.67	2,031,560.00	32,743.33	
BERKSHIRE HATHAWAY INC	11/29/13	02/09/18	Aa2	AA	1.550	1.550	2,000,000.00	2,000,000.00	2,020,520.00	20,520.00	
GENERAL ELECTRIC CAPITAL CORP	11/10/10	11/09/15	A1	AA+	2.250	2.250	2,000,000.00	2,000,000.00	2,023,980.00	23,980.00	
GENERAL ELECTRIC CAPITAL CORP	01/14/14	01/14/19	A1	AA+	2.300	2.250	2,000,000.00	2,003,637.28	2,052,220.00	48,582.72	
PROCTOR & GAMBLE	09/20/11	11/15/15	Aa3	AA-	1.800	1.085	2,000,000.00	2,009,837.19	2,018,520.00	8,682.81	
TOYOTA MOTOR CREDIT	09/26/11	09/15/16	Aa3	AA-	2.000	1.800	<u>2,000,000.00</u>	<u>2,005,858.96</u>	<u>2,038,640.00</u>	<u>32,781.04</u>	
<b>Subtotal, Corporate Securities</b>							<u>12,000,000.00</u>	<u>12,018,150.10</u>	<u>12,185,440.00</u>	<u>167,289.90</u>	
<b>SB AIRPORT PROMISSORY NOTE (LT)</b>											
SANTA BARBARA AIRPORT	07/14/09	06/30/29	-	-	3.500	4.195	<u>5,200,181.75</u>	<u>5,200,181.75</u>	<u>5,200,181.75</u>	<u>0.00</u>	
<b>Subtotal, SBA Note</b>							<u>5,200,181.75</u>	<u>5,200,181.75</u>	<u>5,200,181.75</u>	<u>0.00</u>	
<b>CHECKING ACCOUNT</b>											
MUFG UNION BANK NA CHKNG ACCNT	-	-	-	-	0.400	0.400	<u>15,181,539.61</u>	<u>15,181,539.61</u>	<u>15,181,539.61</u>	<u>0.00</u>	
<b>Subtotal, Checking Account</b>							<u>15,181,539.61</u>	<u>15,181,539.61</u>	<u>15,181,539.61</u>	<u>0.00</u>	
<b>TOTALS</b>							<u>172,381,721.36</u>	<u>172,545,647.49</u>	<u>172,903,016.36</u>	<u>357,368.87</u>	

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