

CITY OF SANTA BARBARA
Activity and Interest Report
August 31, 2016

INVESTMENT ACTIVITY

PURCHASES OR DEPOSITS

8/8 LAIF Deposit - City	\$ 6,000,000
8/16 Federal National Mortgage Association (FNMA)	<u>2,000,000</u>
Total	\$ 8,000,000

SALES, MATURITIES, CALLS OR WITHDRAWALS

8/24 Federal Home Loan Mortgage Corp (FHLMC) - Call	\$ (2,000,000)
8/25 Federal National Mortgage Association (FNMA) - Call	(2,000,000)
8/31 United States Treasury Note (USTN) - Maturity	<u>(2,000,000)</u>
Total	\$ (6,000,000)

ACTIVITY TOTAL

\$ 2,000,000

INVESTMENT INCOME

POOLED INVESTMENTS

Interest Earned on Investments	\$ 131,819
Amortization	<u>(1,978)</u>
Total	\$ 129,842

INCOME TOTAL

\$ 129,842

ATTACHMENT

CITY OF SANTA BARBARA
Summary of Cash and Investments
August 31, 2016

ENDING BALANCE AS OF JULY 31, 2016

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 20,539,585	0.400%	14.23%	1
State of California LAIF	44,000,000	0.588%	30.49%	1
Certificates of Deposit	7,000,000	1.644%	4.85%	672
Treasury Securities	4,003,866	0.554%	2.77%	121
Federal Agency Issues - Coupon	56,000,831	1.365%	38.80%	808
Corporate/Medium Term Notes	8,008,178	1.752%	5.55%	552
	<u>139,552,459</u>	<u>0.991%</u>	<u>96.69%</u>	<u>394</u>
SB Airport Promissory Note	4,775,296	4.195%	3.31%	4,716
Totals and Averages	<u>\$ 144,327,755</u>	<u>1.097%</u>	<u>100.00%</u>	<u>537</u>
Total Cash and Investments	<u>\$ 144,327,755</u>			

NET CASH AND INVESTMENT ACTIVITY FOR AUGUST 2016 **\$ 5,896,170**

ENDING BALANCE AS OF AUGUST 31, 2016

Description	Book Value	Yield to Maturity (365 days)	Percent of Portfolio	Average Days to Maturity
MUFG Union Bank NA Checking Account	\$ 24,437,733	0.400%	16.27%	1 (1)
State of California LAIF	50,000,000	0.614%	33.28%	1 (2)
Certificates of Deposit	7,000,000	1.644%	4.66%	641
Treasury Securities	2,002,607	0.607%	1.33%	180
Federal Agency Issues - Coupon	54,000,738	1.322%	35.95%	762
Corporate/Medium Term Notes	8,007,551	1.752%	5.33%	521
	<u>145,448,629</u>	<u>0.953%</u>	<u>96.82%</u>	<u>345</u>
SB Airport Promissory Note	4,775,296	4.195%	3.18%	4,685
Totals and Averages	<u>\$ 150,223,925</u>	<u>1.056%</u>	<u>100.00%</u>	<u>483</u>
Total Cash and Investments	<u>\$ 150,223,925</u>			

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 August 31, 2016 is 162 days.

CITY OF SANTA BARBARA

Investment Portfolio

August 31, 2016

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							
LOCAL AGENCY INVESTMENT FUNDS											
LOCAL AGENCY INVESTMENT FUND	-	-	-	-	0.614	0.614	50,000,000.00	50,000,000.00	50,000,000.00	0.00	
Subtotal, LAIF							50,000,000.00	50,000,000.00	50,000,000.00	0.00	
CERTIFICATES OF DEPOSIT											
ALLY BANK	09/24/15	09/25/17	-	-	1.250	1.250	250,000.00	250,000.00	251,140.00	1,140.00	FDIC Certificate 57803
AMERICAN EXPRESS BANK FSB	10/23/14	10/23/19	-	-	2.200	2.200	250,000.00	250,000.00	257,352.50	7,352.50	FDIC Certificate 35328
AMERICAN EXPRESS CENTURION BK	09/30/15	09/30/20	-	-	2.250	2.250	250,000.00	250,000.00	259,210.00	9,210.00	FDIC Certificate 27471
BMO HARRIS BANK NA	09/30/15	09/29/17	-	-	1.100	1.100	250,000.00	250,000.00	251,122.50	1,122.50	FDIC Certificate 16571
BMW BK NORTH AMERICA	09/30/15	09/30/20	-	-	2.200	2.200	250,000.00	250,000.00	259,220.00	9,220.00	FDIC Certificate 35141
CAPITAL ONE BANK USA NA	10/29/14	10/29/19	-	-	1.900	1.900	250,000.00	250,000.00	257,405.00	7,405.00	FDIC Certificate 33954
CAPITAL ONE NA	09/30/15	09/30/20	-	-	2.250	2.250	250,000.00	250,000.00	259,210.00	9,210.00	FDIC Certificate 4297
DISCOVER BANK	09/30/15	09/30/20	-	-	2.300	2.300	250,000.00	250,000.00	260,207.50	10,207.50	FDIC Certificate 5649
EVERBANK	09/30/15	09/29/17	-	-	1.100	1.100	250,000.00	250,000.00	251,122.50	1,122.50	FDIC Certificate 34775
GE CAPITAL BANK	10/17/14	10/17/19	-	-	2.000	2.000	250,000.00	250,000.00	257,290.00	7,290.00	FDIC Certificate 33778
GOLDMAN SACHS BANK USA	10/29/14	10/29/19	-	-	2.150	2.150	250,000.00	250,000.00	257,370.00	7,370.00	FDIC Certificate 33124
KEY BANK NA	09/30/15	10/02/17	-	-	1.150	1.150	250,000.00	250,000.00	251,152.50	1,152.50	FDIC Certificate 17534
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	
Subtotal, Certificates of deposit							7,000,000.00	7,000,000.00	7,071,802.50	71,802.50	
TREASURY SECURITIES - COUPON											
U S TREASURY NOTE	02/22/13	02/28/17	Aaa	AA+	0.875	0.607	2,000,000.00	2,002,607.36	2,003,500.00	892.64	
Subtotal, Treasury Securities							2,000,000.00	2,002,607.36	2,003,500.00	892.64	
FEDERAL AGENCY ISSUES - COUPON											
FED AGRICULTURAL MTG CORP	10/03/13	10/03/18	-	-	1.720	1.720	2,000,000.00	2,000,000.00	2,029,840.00	29,840.00	
FED AGRICULTURAL MTG CORP	12/12/13	12/12/18	-	-	1.705	1.705	2,000,000.00	2,000,000.00	2,031,480.00	31,480.00	
FEDERAL FARM CREDIT BANK	09/18/13	09/18/17	Aaa	AA+	1.550	1.550	2,000,000.00	2,000,000.00	2,015,700.00	15,700.00	
FEDERAL FARM CREDIT BANK	07/17/13	07/17/17	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,010,380.00	10,380.00	
FEDERAL FARM CREDIT BANK	06/24/15	06/24/19	Aaa	AA+	1.520	1.520	2,000,000.00	2,000,000.00	2,025,840.00	25,840.00	
FEDERAL HOME LOAN BANK	09/13/13	09/14/18	Aaa	AA+	2.000	1.910	2,000,000.00	2,003,475.75	2,042,600.00	39,124.25	
FEDERAL HOME LOAN BANK	01/17/14	04/17/18	Aaa	AA+	1.480	1.480	2,000,000.00	2,000,000.00	2,019,180.00	19,180.00	
FEDERAL HOME LOAN BANK	01/26/16	04/26/19	Aaa	AA+	1.500	1.500	2,000,000.00	2,000,000.00	2,003,640.00	3,640.00	Callable 01/26/17, once
FEDERAL HOME LOAN BANK	12/16/13	12/14/18	Aaa	AA+	1.750	1.650	2,000,000.00	2,004,366.75	2,034,960.00	30,593.25	
FEDERAL HOME LOAN BANK	06/18/14	06/09/17	Aaa	AA+	1.000	1.003	2,000,000.00	1,999,948.09	2,005,100.00	5,151.91	
FEDERAL HOME LOAN BANK	10/22/14	11/18/16	Aaa	AA+	0.750	0.500	2,000,000.00	2,001,061.07	2,001,760.00	698.93	
FEDERAL HOME LOAN MTG CORP	06/30/16	06/30/21	Aaa	AA+	1.875	1.875	2,000,000.00	2,000,000.00	2,000,320.00	320.00	Callable 09/30/16, then qtrly
FEDERAL HOME LOAN MTG CORP	11/20/13	09/29/17	Aaa	AA+	1.000	1.030	1,000,000.00	999,681.56	1,002,870.00	3,188.44	
FEDERAL NATL MORTGAGE ASSN	01/30/13	01/30/18	Aaa	AA+	1.030	1.030	3,000,000.00	3,000,000.00	2,996,760.00	(3,240.00)	Callable 10/30/16, 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	2,000,100.00	100.00	Callable 09/12/16, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/15/13	10/26/17	Aaa	AA+	0.875	1.062	2,000,000.00	1,995,788.67	2,003,420.00	7,631.33	
FEDERAL NATL MORTGAGE ASSN	12/11/13	11/27/18	Aaa	AA+	1.625	1.606	2,000,000.00	2,000,812.32	2,031,760.00	30,947.68	
FEDERAL NATL MORTGAGE ASSN	05/26/16	05/26/20	Aaa	AA+	1.375	1.375	2,000,000.00	2,000,000.00	2,002,080.00	2,080.00	Callable 05/26/17, once

CITY OF SANTA BARBARA

Investment Portfolio

August 31, 2016

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							
FEDERAL NATL MORTGAGE ASSN	08/16/16	08/16/21	Aaa	AA+	1.500	1.500	2,000,000.00	2,000,000.00	1,990,420.00	(9,580.00)	Callable 08/16/17, 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	4,000,400.00	400.00	Callable 09/26/16, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/27/15	11/27/19	Aaa	AA+	1.125	1.678	2,000,000.00	2,000,000.00	2,010,200.00	10,200.00	SU 1.125%-2.250%, Call 11/27/17, once
FEDERAL NATL MORTGAGE ASSN	07/26/16	07/26/19	Aaa	AA+	1.125	1.125	2,000,000.00	2,000,000.00	1,994,860.00	(5,140.00)	Callable 07/26/17, once
FEDERAL NATL MORTGAGE ASSN	02/05/13	02/05/18	Aaa	AA+	1.000	1.000	2,000,000.00	2,000,000.00	2,000,000.00	0.00	Callable 11/05/16, then qtrly
FEDERAL NATL MORTGAGE ASSN	11/20/13	10/26/17	Aaa	AA+	0.875	1.070	2,000,000.00	1,995,603.81	2,003,420.00	7,816.19	
FEDERAL NATL MORTGAGE ASSN	11/27/15	11/28/18	Aaa	AA+	1.200	1.200	2,000,000.00	2,000,000.00	2,001,620.00	1,620.00	Callable 11/28/16, once
FEDERAL NATL MORTGAGE ASSN	05/26/16	11/26/19	Aaa	AA+	1.300	1.300	2,000,000.00	2,000,000.00	2,006,080.00	6,080.00	Callable 05/26/17, once
Subtotal, Federal Agencies							<u>54,000,000.00</u>	<u>54,000,738.02</u>	<u>54,264,790.00</u>	<u>264,051.98</u>	
CORPORATE/MEDIUM TERM NOTES											
BERKSHIRE HATHAWAY INC	11/29/13	02/09/18	Aa2	AA	1.550	1.550	2,000,000.00	2,000,000.00	2,014,940.00	14,940.00	
GENERAL ELECTRIC CAPITAL CORP	01/14/14	01/14/19	A1	AA+	2.300	2.250	2,000,000.00	2,002,227.28	2,053,800.00	51,572.72	
TOYOTA MOTOR CREDIT	09/26/11	09/15/16	Aa3	AA-	2.000	1.800	2,000,000.00	2,000,148.06	2,000,620.00	471.94	
TOYOTA MOTOR CREDIT	11/20/15	07/13/18	Aa3	AA-	1.550	1.408	2,000,000.00	2,005,175.74	2,013,740.00	8,564.26	
Subtotal, Corporate Securities							<u>8,000,000.00</u>	<u>8,007,551.08</u>	<u>8,083,100.00</u>	<u>75,548.92</u>	
SB AIRPORT PROMISSORY NOTE (LT)											
SANTA BARBARA AIRPORT	07/14/09	06/30/29	-	-	3.500	4.195	4,775,295.56	4,775,295.56	4,775,295.56	0.00	
Subtotal, SBA Note							<u>4,775,295.56</u>	<u>4,775,295.56</u>	<u>4,775,295.56</u>	<u>0.00</u>	
CHECKING ACCOUNT											
MUFG UNION BANK NA CHKNG ACCNT	-	-	-	-	0.400	0.400	24,437,732.85	24,437,732.85	24,437,732.85	0.00	
Subtotal, Checking Account							<u>24,437,732.85</u>	<u>24,437,732.85</u>	<u>24,437,732.85</u>	<u>0.00</u>	
TOTALS							150,213,028.41	150,223,924.87	150,636,220.91	412,296.04	

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.