

**EL SEGUNDO CITY COUNCIL
AGENDA ITEM STATEMENT**

MEETING DATE: March 15, 2016
AGENDA HEADING: Presentation

AGENDA DESCRIPTION:

Presentation of Investment Portfolio Report
(Fiscal Impact: None)

RECOMMENDED COUNCIL ACTION:


1. Receive and File
2. Alternatively, discuss and take other action related to this item.

ATTACHED SUPPORTING DOCUMENTS:

Investment Portfolio Report –December, 2015

FISCAL IMPACT: \$ None

Amount Budgeted: N/A
Additional Appropriation: N/A
Account Number(s): N/A

PREPARED BY: Dino Marsocci, Deputy City Treasurer II 
REVIEWED BY: Crista Binder, Treasurer
APPROVED BY: Greg Carpenter, City Manager

BACKGROUND & DISCUSSION:

The Treasury Department presents the December, 2015 Investment Portfolio Report which provides a status of Treasury Investment activities and related economic indicators.

This report will be created and submitted to Council on a quarterly basis. The report will also be posted to the City's web site under the Treasury Department.



City of El Segundo

Office of the City Treasurer

Date: March 15, 2016

From: Office of the City Treasurer

To: El Segundo City Council

RE: Investment Portfolio Report – As of December 31, 2015

Introduction:

This report will serve as a summary for the City of El Segundo's Treasury Department investment reporting, compliance, investment environment and future plans; as well as subsidiary schedules which will support the Portfolio Summary and provide additional analysis of our investments.

Investment Summary:

The investments as of December 31, 2015 are as follows:

December Portfolio Summary			
<u>Security Type</u>	<u>Cost</u>	<u>Market value</u>	<u>Market % of Total</u>
Government	14,266,451.50	14,219,430.40	22.07%
Corp. Bonds	3,301,142.77	3,258,480.00	5.06%
CD's	9,903,938.75	9,885,579.18	15.34%
Union Bank Trust	27,471,533.02	27,363,489.58	42.47%
LAIF Immediate	\$16,526,764.21	\$16,526,764.21	25.65%
LAIF - LAWA	\$15,057,716.33	\$15,057,716.33	23.37%
LAIF Subtotal	\$31,584,480.54	\$31,584,480.54	49.02%
Total Invested	59,056,013.56	58,947,970.12	91.50%
Trust Acct. Cash	-	-	0.00%
Chase Bank - Cash	5,478,905.62	5,478,905.62	8.50%
Total Portfolio	64,534,919.18	64,426,875.74	100.00%

The portfolio Breakdown by Short Term (< 1 year) and Long Term is:

	Short Term	Long Term	Total
Portfolio Value (Market)	\$ 37,084,513	\$ 21,863,457	\$ 58,947,970
Effective Yield	0.454%	1.296%	0.766%
Average Wtd. Maturity	39.00 Days	2.65 Years	1.05 Years
Benchmark Yield	0.14%	1.31%	0.65%

* Benchmark value is the Interpolated Treasury Yield to the Portfolio's Avg. Weighted Maturity

Compliance:

It is the intention of the City Treasurer's office to ensure that our investments are in compliance with the maturity time limits and percentage allocation limits with all of our investments. The City is currently in compliance as demonstrated below:

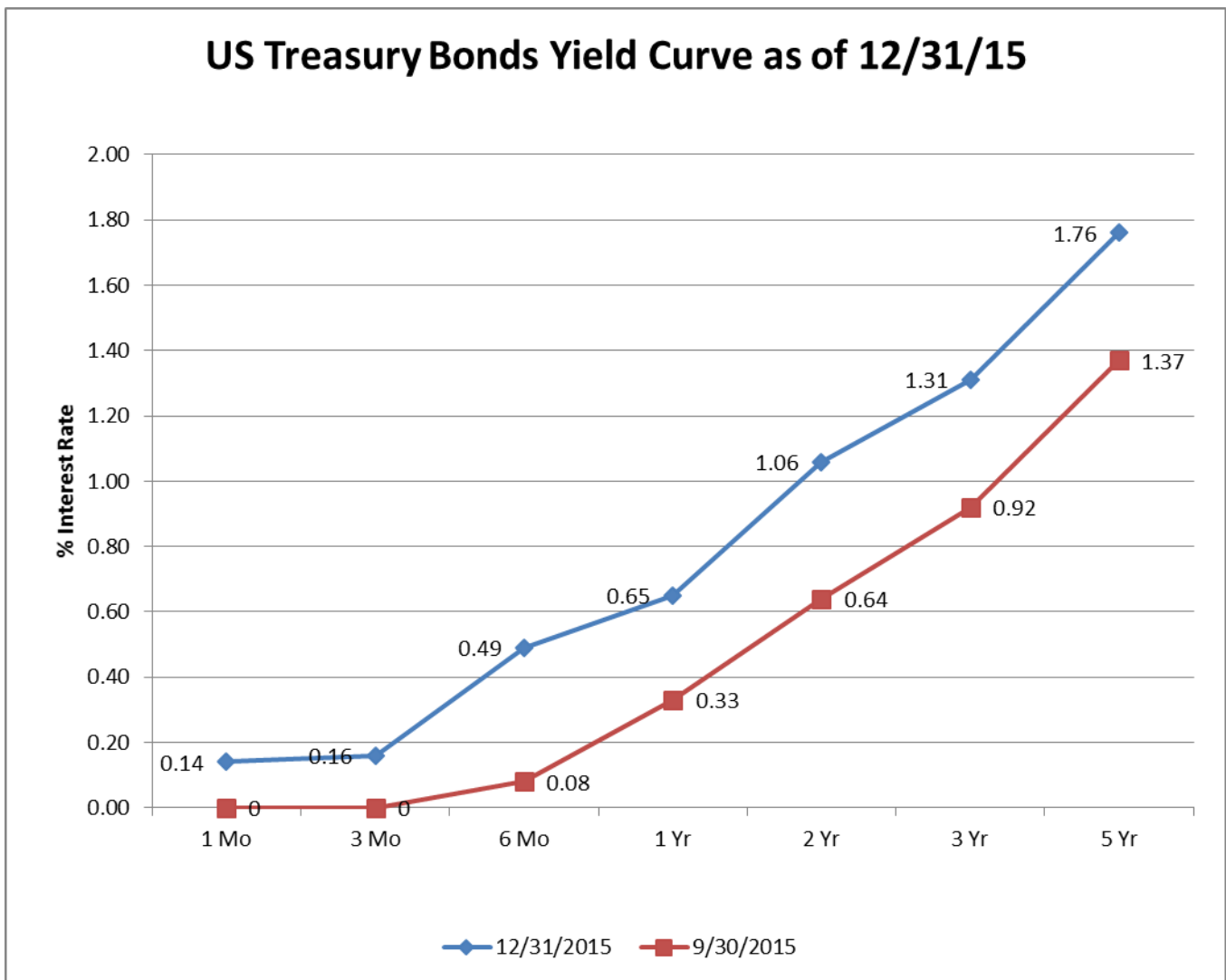
Partial List of Allowable Investment Instruments for Local Agencies					
Investment Type	Maximum Maturity	Maximum Specified % of Portfolio	Minimum Quality Requirements	City of El Segundo Investments	In Compliance Y/N
Local Agency Bonds	5 years	None	None	0.00%	Y
U. S Treasury Obligations	5 years	None	None	0.00%	Y
US Agency Obligations	5 years	None	None	22.07%	Y
Negotiable Certificates of Deposit	5 years	30%	None	15.34%	Y
Medium Term Notes	5 years	30%	"A" Rating	5.06%	Y
Local Agency Investment Fund (LAIF)	N/A	None	None	49.02%	Y

Investment Type: Medium Term Notes - As of: December 31, 2015					
Issuer	Maximum Specified % of Portfolio	Minimum Quality Requirements	City of El Segundo Investments	In Compliance Y/N	MARKET VALUE
TOTAL	15%	"A" Rating	5.06%	Y	3,258,480
GLAXOSMITHKLINE	3%	"A" Rating	0.39%	Y	250,045
IBM CORP	3%	"A" Rating	0.78%	Y	502,990
WELLS FARGO & CO.	3%	"A" Rating	0.78%	Y	504,960
CATERPILLAR FINANCIAL SVCS	3%	"A" Rating	0.77%	Y	498,070
GENERAL ELECTRIC CAP CORP	3%	"A" Rating	0.78%	Y	503,250
WALT DISNEY CO	3%	"A" Rating	0.77%	Y	498,420
BANK OF NEW YORK MELLON	3%	"A" Rating	0.78%	Y	500,745

Investment Environment:

The Federal Reserve raised the Fed Funds Rate by 0.25% in December, and bond rates increased significantly leading up to the anticipated announcement, and for a short while thereafter. Subsequently, due to great volatility in the Global economy rates quickly dropped, with February 29th levels for 3-5 year investments lower than they were on September 30, 2015. The Federal Reserve was initially looking to possibly raise rates four times in 2016, but the lower than desired inflation and erratic international markets are once again giving pause to those possible increases. Many traders are now pricing in a 50% chance that the Fed will raise rates one time by the end of 2016.

The graphs and charts below show some of the key interest rates on items we invest in. As rates are expected to rise over the next few years, we want to time our investments to take advantage of the increases as they occur.



Composite Bond Rates (as of 12/30/15)

US Treasury Bonds				
Maturity	Yield	Yesterday	Last Week	Last Month
3 Month	0.13	0.19	0.17	0.15
6 Month	0.42	0.46	0.46	0.33
2 Year	1	1.02	0.96	0.91
3 Year	1.32	1.34	1.29	1.2
5 Year	1.75	1.77	1.7	1.63
Municipal Bonds				
Maturity	Yield	Yesterday	Last Week	Last Month
2yr AA	0.65	0.68	0.73	0.58
2yr AAA	0.57	0.59	0.62	0.57
2yr A	0.81	0.82	0.85	0.83
5yr AAA	0.95	0.97	1.03	1.09
5yr AA	1.16	1.14	1.14	1.15
5yr A	1.34	1.38	1.33	1.37
Corporate Bonds				
Maturity	Yield	Yesterday	Last Week	Last Month
2yr AA	1.07	1.15	1.11	0.97
2yr A	1.3	1.34	1.29	1.16
5yr AAA	1.59	1.68	1.69	1.62
5yr AA	2.09	2.12	2.09	1.99
5yr A	2.33	2.36	2.31	2.21

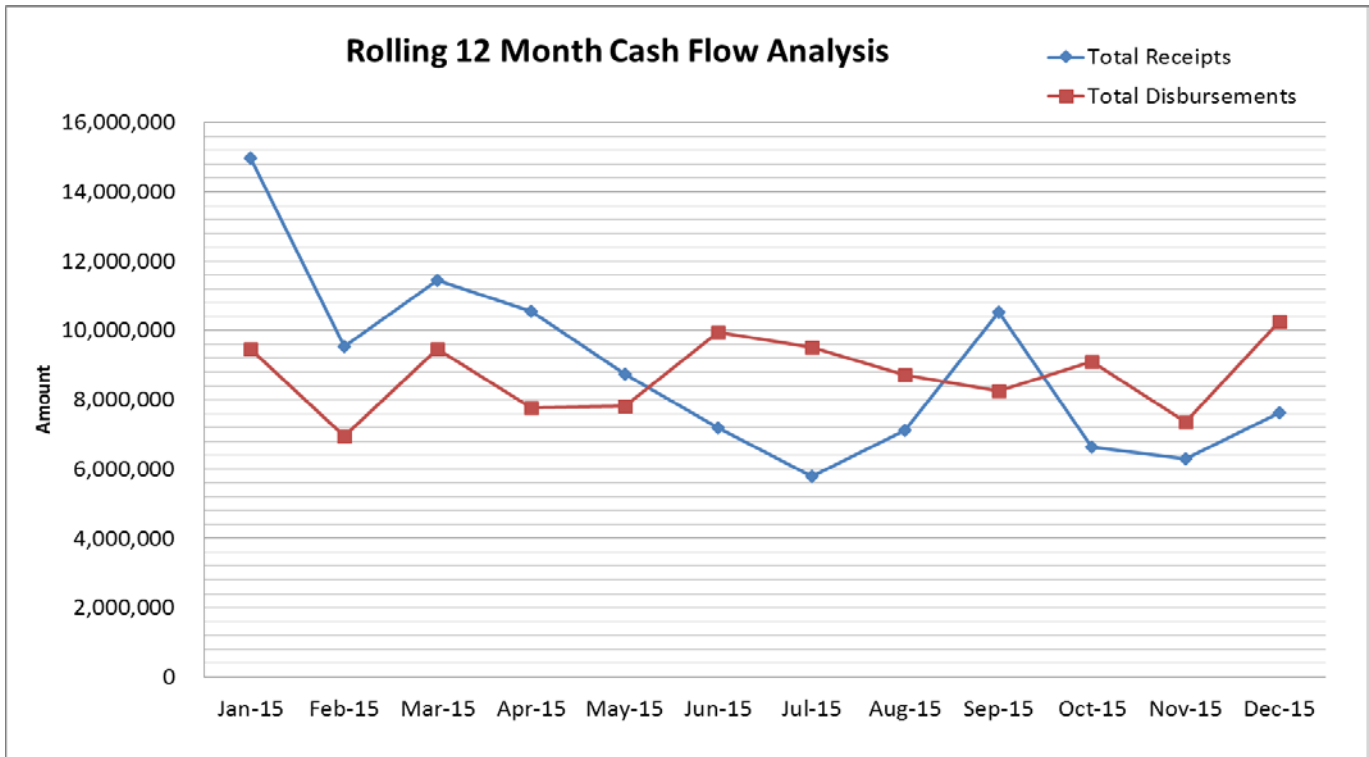
[Data provided by ValuBond.](#)

Source: http://finance.yahoo.com/bonds/composite_bond_rates

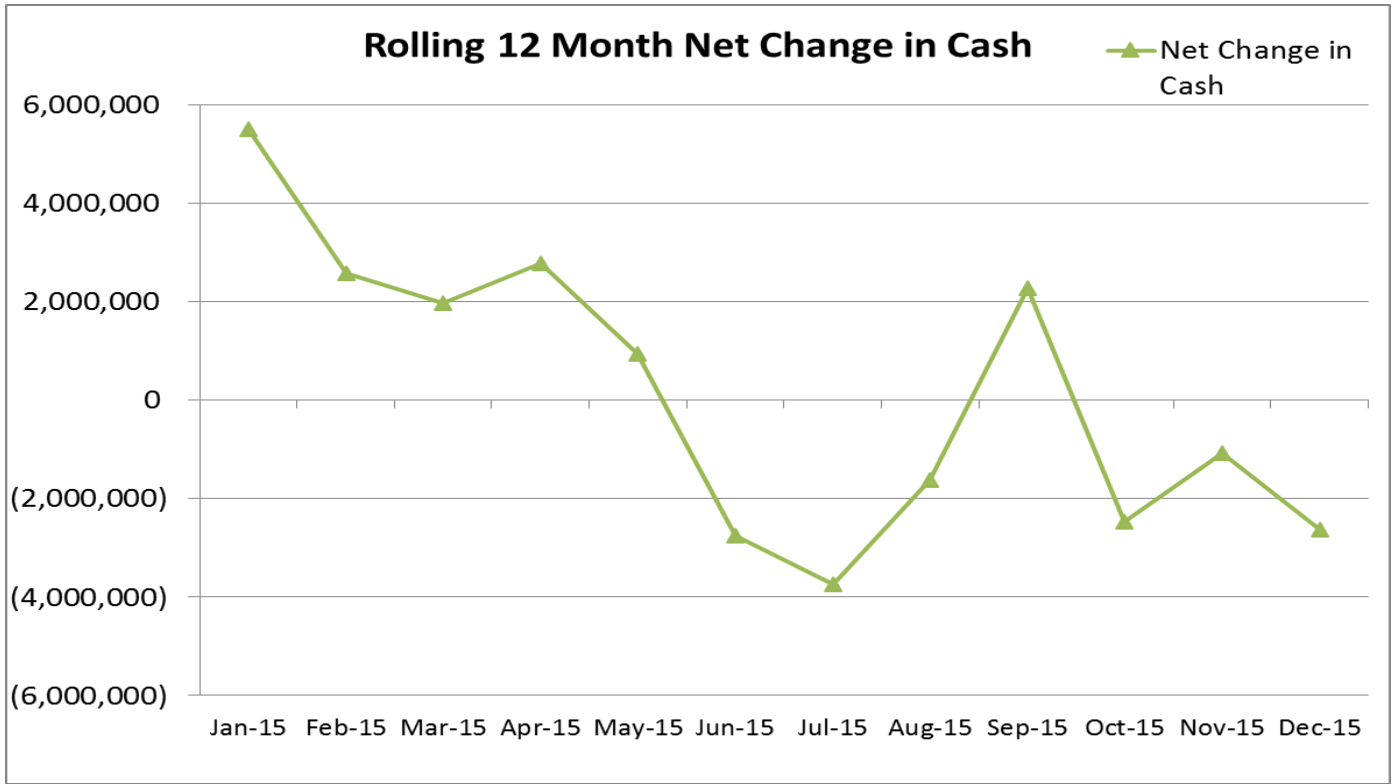
Cash Flow Analysis:

The chart below shows the historical cash flow for the last 12 months. We can see that the majority of our funds are received in the second quarter of the fiscal year, January thru March, primarily due to Business License Renewals and the annual Chevron Payment. We also receive Sales and UUT taxes during the first few months of the year as well.

Our investments will be purchased with the liquidity relative to our cash flow needs.



This chart shows the net change in Cash as related to the Cash Flow Analysis above. Some of the larger disbursements occur in the third and fourth quarters of the fiscal year. During Q-3, March to June, we have a significant payment to CalPERS for our Other Post-Employment Benefits, and in Q-4, July- September, a payment to ICRMA for our citywide insurance premiums, and a large infrastructure payment for roadwork which was completed several years ago.



Additional Economic Indicators:

Economic Projections from September Meeting

The Economic Indicators presented below are key items that the Federal Reserve will look at in deciding whether or not to change interest rates going forward.

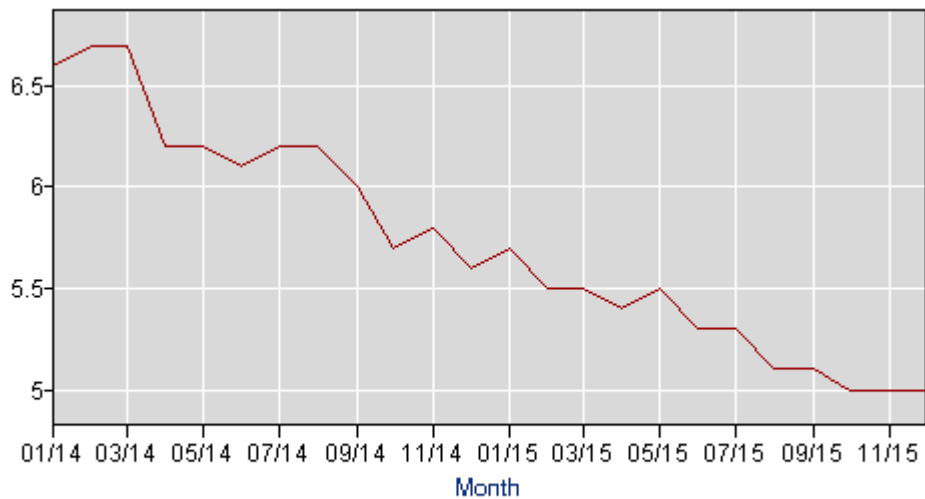
The GDP, or Gross Domestic Product, represents the market value of all goods and services produced by the economy during the period measured, including personal consumption, government purchases, private inventories, paid-in construction costs and the foreign trade balance (exports are added, imports are subtracted). This is a key indicator the Federal Reserve will look at when deciding on interest rate changes. The target level for GDP is in the 2.5% to 3.5% range.

The Unemployment Rate shows the percentage of the labor force that is unemployed but seeking work. The target level for Unemployment is around 5.6%.

The PCE Inflation is the Personal Consumption Expenditures rate of inflation. This index is essentially a measure of goods and services targeted toward individuals and consumed by individuals. The long term inflation target is around 2% per year. Core PCE Inflation excludes items such as food and energy due to the nature of their potential price swings.

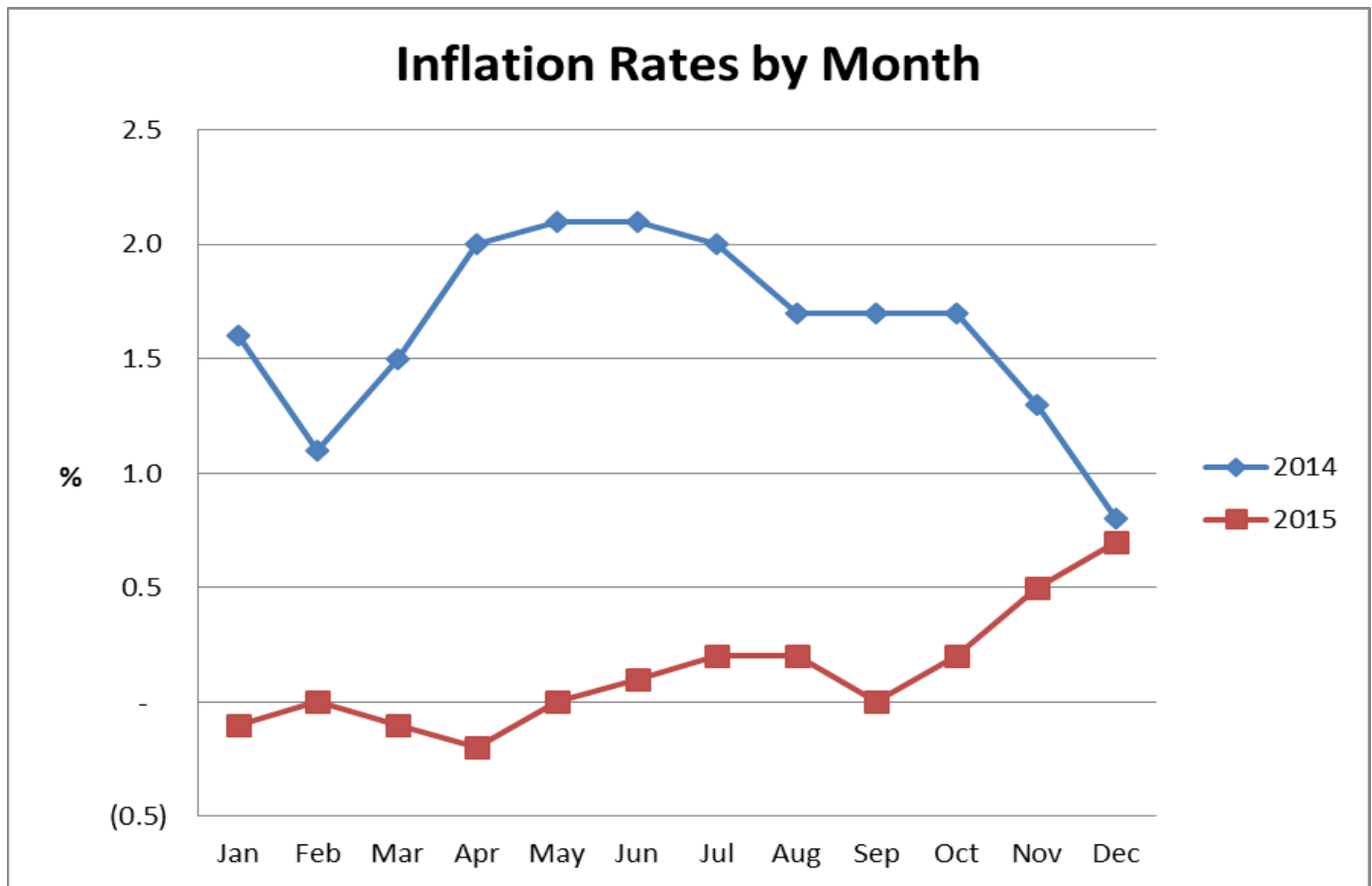
Fed Economic Projections (central tendencies as of December 2015)					
Variable	2015	2016	2017	2018	Longer run
Change in real GDP	2.1	2.3 - 2.5	2.0 - 2.3	1.8 - 2.2	1.8 - 2.2
September projection	2.0 - 2.3	2.2 - 2.6	2.0 - 2.4	1.8 - 2.2	1.8 - 2.2
Unemployment rate	5.0	4.6 - 4.8	4.6 - 4.8	4.6 - 5.0	4.8 - 5.0
September projection	5.0 - 5.1	4.7 - 4.9	4.7 - 4.9	4.7 - 5.0	4.9 - 5.2
PCE inflation	0.4	1.2 - 1.7	1.8 - 2.0	1.9 - 2.0	2.0
September projection	0.3 - 0.5	1.5 - 1.8	1.8 - 2.0	2.0	2.0
Core PCE inflation ⁴	1.3	1.5 - 1.7	1.7 - 2.0	1.9 - 2.0	
September projection	1.3 - 1.4	1.5 - 1.8	1.8 - 2.0	1.9 - 2.0	
Memo: Projected appropriate policy path					
Federal funds rate	0.4	0.9 - 1.4	1.9 - 3.0	2.9 - 3.5	3.3 - 3.5
September projection	0.1 - 0.6	1.1 - 2.1	2.1 - 3.4	3.0 - 3.6	3.3 - 3.8

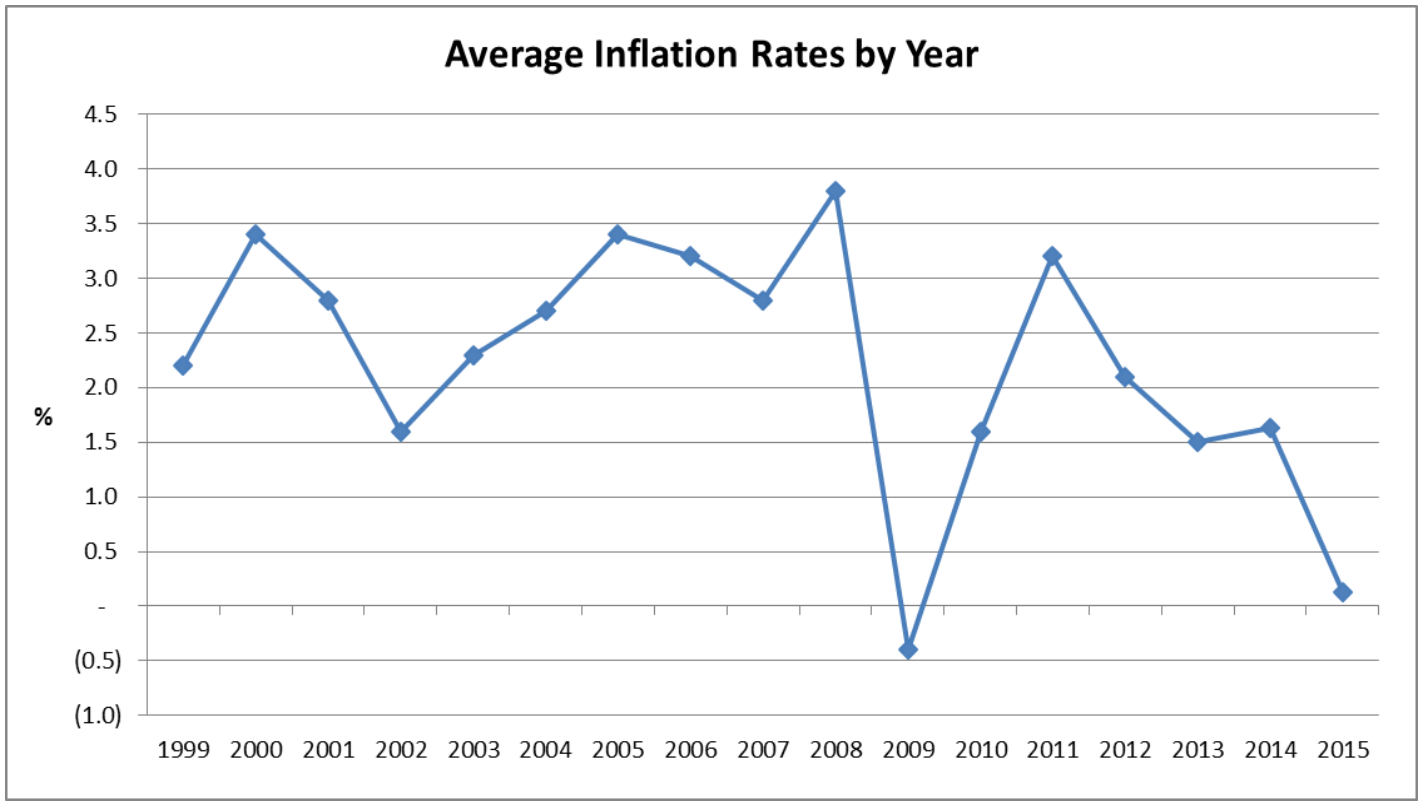
Unemployment



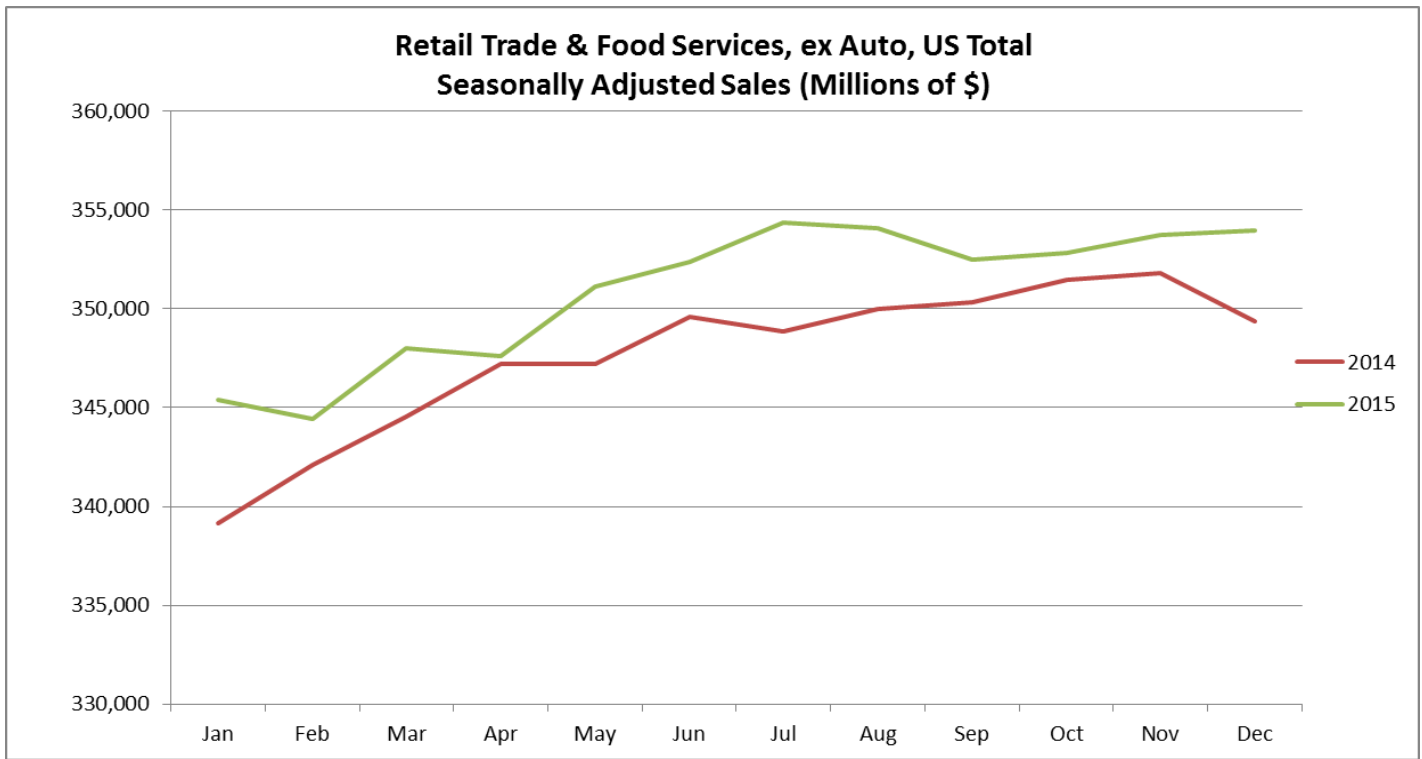
Source: <http://data.bls.gov/cgi-bin/surveymost?bls>

Inflation:





Source: <http://www.usinflationcalculator.com/inflation/current-inflation-rates/>



Source: United States Census Bureau - <http://www.census.gov/retail/index.html>

Investment Strategy:

It is the City and City Treasurer's policy to invest funds in accordance with the Investment Policy and to meet all legal requirements regarding the safeguarding of funds.

As a part of the City's migration to a new banking structure, we have maintained a cash balance in order to offset our bank fees, and are now looking at our cash flow needs in order to determine which investments will maximize return while providing the proper level of liquidity.

The Liquidity Schedule provides an overview of when our current investments are due to mature. We will plan our future investments to coordinate with these maturities in order to ensure a liquidity balance to our portfolio. The Investments by Security Type schedule provides an additional breakdown of how our funds are presently allocated.

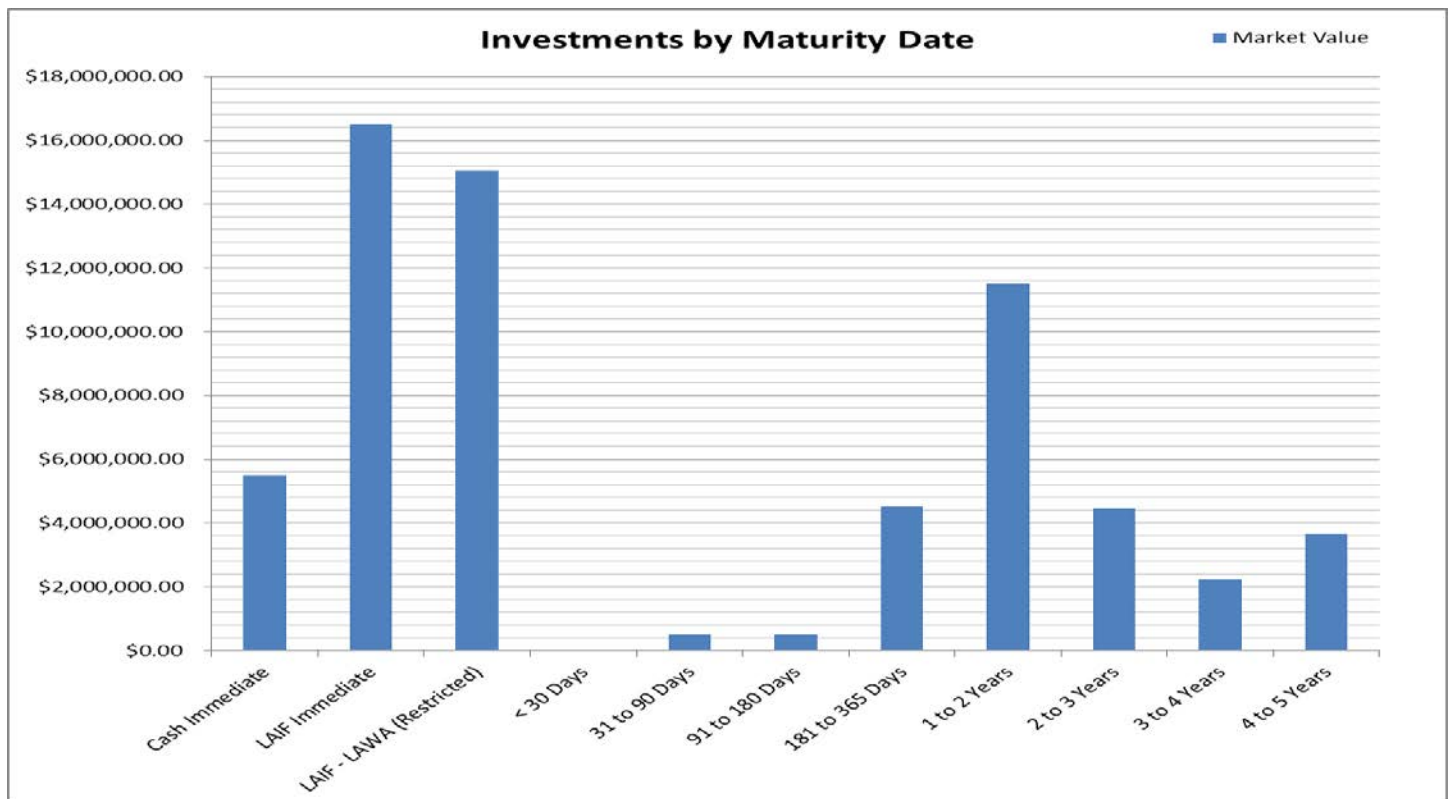
The Portfolio Summary for the month is included as an attachment to this report.

Additional Notes:

The City has funds of \$209,016.28 which belong to the El Segundo Senior Citizens Housing Development Corporation and are a part of our LAIF balance. There are also LAWA RSI (Los Angeles World Airports Residential Sound Insulation) funds of \$15,057,716.33 included in the City's LAIF balances. The applicable interest for these accounts is accrued monthly and posted quarterly in the same manner as the regular City LAIF interest posting.

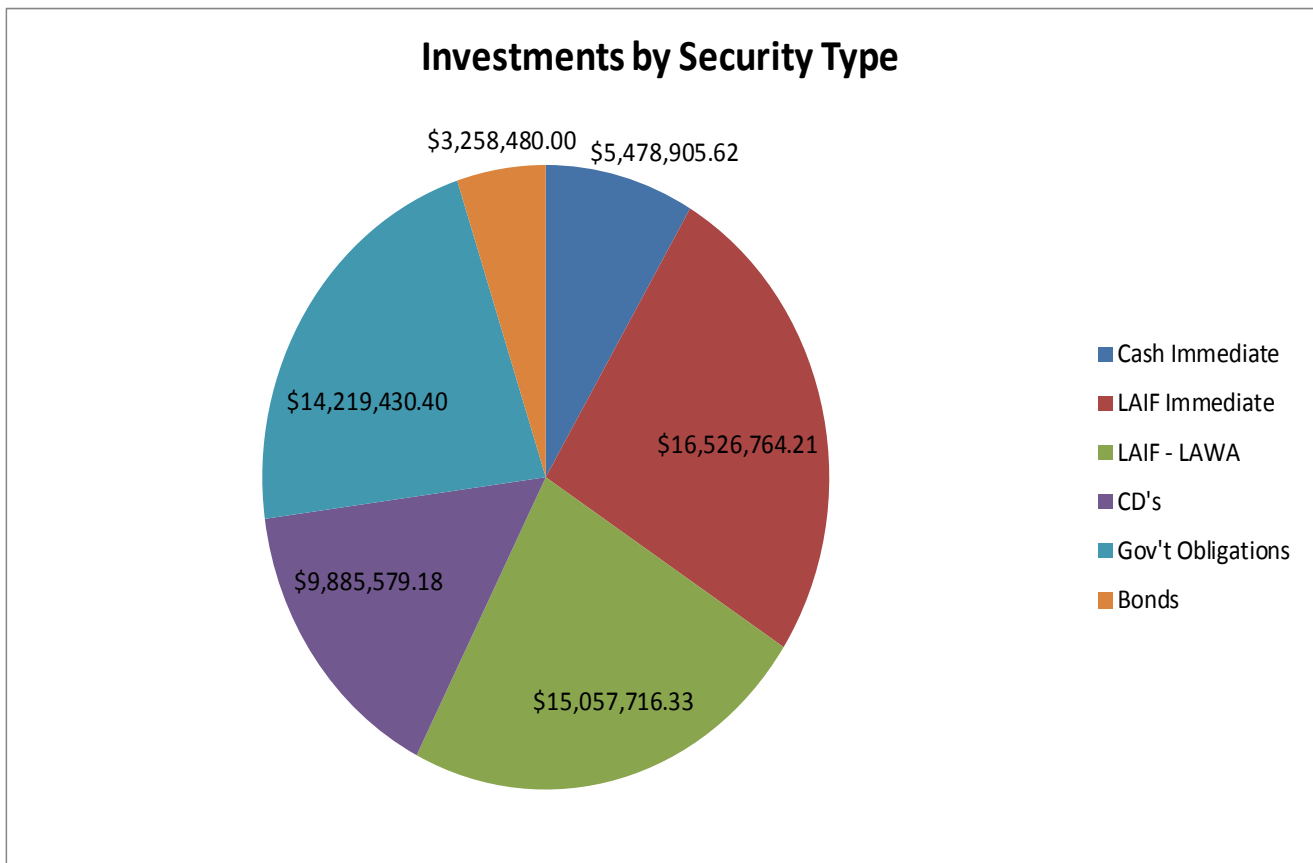
City of El Segundo
Investment Advisory Committee
Liquidity Schedule
As of: December 31, 2015

<u>Item</u>	<u>Availability</u>	<u>Market Value</u>	<u>Cumulative Balances</u>	<u>Cumulative % of Total Assets</u>	<u>% of Total Assets</u>
Cash in Bank					
Chase	Immediate	5,478,905.62			
Union Bank - Trust Account	Immediate	<u>\$0.00</u>			
	Cash in Bank - Total	<u>\$5,478,905.62</u>	\$5,478,905.62	8.50%	8.50%
L.A.I.F. (State of California)	LAIF Immediate	<u>16,526,764.21</u>	\$22,005,669.83	34.16%	25.65%
	Cash Immediate	<u>\$22,005,669.83</u>			
L.A.I.F. - LAWA (Restricted)	LAIF Immediate	15,057,716.33	\$37,063,386.16	57.53%	23.37%
Portfolio Investments:	< 30 Days	0.00	\$37,063,386.16	57.53%	0.00%
	31 to 90 Days	\$500,087.50	\$37,563,473.66	58.30%	0.78%
	91 to 180 Days	\$500,050.00	\$38,063,523.66	59.08%	0.78%
	181 to 365 Days	\$4,499,895.42	\$42,563,419.08	66.06%	6.98%
	1 to 2 Years	\$11,491,454.16	\$54,054,873.24	83.90%	17.84%
	2 to 3 Years	\$4,469,389.05	\$58,524,262.29	90.84%	6.94%
	3 to 4 Years	\$2,225,920.35	\$60,750,182.64	94.29%	3.45%
	4 to 5 Years	\$3,676,693.10	\$64,426,875.74	100.00%	5.71%
	Subtotal	<u>\$42,421,205.91</u>			
Grand Total		<u>\$64,426,875.74</u>			<u>100.00%</u>
Investment Portfolio subtotal		<u>\$58,947,970.12</u>			



City of El Segundo
Investment Advisory Committee
Investments by Security Type
As of: December 31, 2015

<u>Item</u>	<u>Availability</u>	<u>Market Value</u>	<u>Cumulative Balances</u>	<u>Cumulative % of Total Assets</u>	<u>% of Total Assets</u>
Cash in Bank					
Chase	Immediate	5,478,905.62			
Union Bank - Trust Account	Immediate	\$0.00			
	Cash in Bank - Total	\$5,478,905.62	\$5,478,905.62	8.50%	8.50%
L.A.I.F. (State of California)	LAIF Immediate	16,526,764.21	\$22,005,669.83	34.16%	25.65%
	Cash Immediate	\$22,005,669.83			
L.A.I.F. - LAWA (Restricted)	LAIF Immediate	15,057,716.33	\$37,063,386.16	57.53%	23.37%
Portfolio Investments:	CD's	\$9,885,579.18	\$46,948,965.34	72.87%	15.34%
	Gov't Obligations	\$14,219,430.40	\$61,168,395.74	94.94%	22.07%
	Bonds	\$3,258,480.00	\$64,426,875.74	100.00%	5.06%
	Subtotal	\$42,421,205.91			
	Grand Total	\$64,426,875.74			100.00%
	Investment Portfolio subtotal	\$58,947,970.12			





City of El Segundo
 City of Segundo - Portfolio Management > Summary
 Report Format: By Totals
 Group By: Asset Category
 Portfolio/Report Group: All Portfolios
 As of 12/31/2015

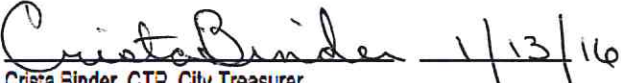
Description	CUSIP/Ticker	YTM @ Cost	Face Amount/Shares	Market Value	Cost Value	Book Value	Days To Maturity	Accrued Interest	% of Portfolio
Certificates of Deposit - Bank		1.313	9,904,000.00	9,885,579.18	9,903,938.75	9,903,939.26	857	20,759.08	16.78
Federal Agency Issues - Coupon		1.102	14,265,000.00	14,219,430.40	14,266,451.50	14,265,900.76	849	21,632.15	24.17
Local Agency Investment Funds		0.400	31,584,480.54	31,584,480.54	31,584,480.54	31,584,480.54	1	27,352.81	53.52
Miscellaneous Securities - Coupon		1.190	3,250,000.00	3,258,480.00	3,301,142.77	3,265,001.00	620	10,082.63	5.53
Total / Average		0.767	59,003,480.54	58,947,970.12	59,056,013.56	59,019,321.56	384	79,826.67	100

I certify that this report accurately reflects all pooled investments and it is in conformity with the investment policy as approved by the City Council on 8/4/11. A copy of this policy is available in the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months estimated expenditures.

Sources for the valuations are as follows:

Federal Agency Issues, Treasury Securities and Miscellaneous Securities: Union Bank, the custodial agent for the City of El Segundo.

Detail information on all purchase and sale transactions follows the Investment Portfolio Details section.


 Crista Sinder, CTP, City Treasurer

City of El Segundo
 City of Segundo - Portfolio Management > Detail
 Report Format: By Transaction
 Group By: Asset Category
 Portfolio/Report Group: All Portfolios
 As of 12/31/2015

Description	CUSIP/Ticker	Transaction ID	Settlement Date	YTM @ Cost	Face Amount/Shares	Cost Value	Book Value	Market Value	Maturity Date	Days To Maturity	Accrued Interest	% of Portfolio
Certificates of Deposit - Bank												
Ally Bank Midvale Utah 1.6 12/10/2018	02006LWJ8	0838	12/22/2015	1.609	245,000.00	244,938.75	244,939.26	243,351.15	12/10/2018	1075	225.53	0.42
American Express Centurion Bank 1.25 8/16/2016	02587DKW7	0258	8/16/2012	1.250	248,000.00	248,000.00	248,000.00	248,788.64	8/16/2016	229	1,138.08	0.42
Bank of Holland 1 11/14/2017-13	062649YF9	0275	11/14/2012	1.000	249,000.00	249,000.00	249,000.00	247,072.74	11/14/2017	684	320.63	0.42
Bankers Bank 1 8/31/2017	06610QBF7	0264	8/31/2012	1.000	249,000.00	249,000.00	249,000.00	247,779.90	8/31/2017	609	0.00	0.42
Barclays Bank / Delaware 1.9 9/16/2019	06740KJJ7	0831	9/16/2015	1.900	245,000.00	245,000.00	245,000.00	244,277.25	9/16/2019	1355	1,351.86	0.42
Blue Hills Bank 1 10/24/2017-13	095577AB8	0270	10/24/2012	1.000	248,000.00	248,000.00	248,000.00	246,293.76	10/24/2017	663	462.03	0.42
BMW BANK NORTH AMERICA 0.95 9/19/2016	05580AAS3	0811	9/19/2014	0.950	250,000.00	250,000.00	250,000.00	249,977.50	9/19/2016	263	670.21	0.42
Capital One Bank 0.65 4/8/2016	140420PU8	812	10/8/2014	0.650	250,000.00	250,000.00	250,000.00	250,057.50	4/8/2016	99	373.97	0.42
Capital One NA 2.3 7/15/2020	14042E4P2	0824	7/15/2015	2.300	245,000.00	245,000.00	245,000.00	243,873.00	7/15/2020	1658	2,609.08	0.42
CIT BANK SALT LAKE CITY UTAH 2 5/28/2020	17284DBB7	0817	5/28/2015	2.000	245,000.00	245,000.00	245,000.00	241,626.35	5/28/2020	1610	449.17	0.42
Comenity Capital Bank 1.05 9/21/2017	98146QDM0	0266	9/21/2012	1.050	250,000.00	250,000.00	250,000.00	251,802.50	9/21/2017	630	71.92	0.42
	20451PKG0	0802	6/11/2014	0.750	250,000.00	250,000.00	250,000.00	250,135.00	12/12/2016	347	102.74	0.42

Description	CUSIP/Ticker	Transaction ID	Settlement Date	YTM @ Cost	Face Amount/Shares	Cost Value	Book Value	Market Value	Maturity Date	Days To Maturity	Accrued Interest	% of Portfolio
Compass Bank 0.75 12/12/2016												
Discover Bank 1.7 8/1/2017	254671ER7	0254	8/1/2012	1.700	245,000.00	245,000.00	245,000.00	247,273.60	8/1/2017	579	1,734.47	0.42
Eagle Bank 0.7 11/8/2016	27002YBQ8	0273	11/8/2012	0.700	249,000.00	249,000.00	249,000.00	248,706.18	11/8/2016	313	109.83	0.42
EAST BOSTON SAVINGS BANK BOSTON MA 1.6 6/30/2020	27113PAQ4	0833	10/30/2015	1.600	245,000.00	245,000.00	245,000.00	243,630.45	6/30/2020	1643	0.00	0.42
ENERBANK USA SALT LAKE CITY 1.5 10/16/2019	29266NS24	0834	10/16/2015	1.500	245,000.00	245,000.00	245,000.00	244,034.70	10/16/2019	1385	151.03	0.42
Everbank Jacksonville FLA 1.95 6/30/2020	29976DYV6	0823	6/30/2015	1.950	245,000.00	245,000.00	245,000.00	242,922.40	6/30/2020	1643	13.09	0.42
First Business Bank Madison WIS 1.7 9/16/2019	31938QP24	0828	9/16/2015	1.700	245,000.00	245,000.00	245,000.00	244,363.00	9/16/2019	1355	1,209.56	0.42
First Merit Bank (Ohio) 1 10/31/2016	320844PB3	813	10/31/2014	1.000	250,000.00	250,000.00	250,000.00	250,342.50	10/31/2016	305	410.96	0.42
Firstbank P R Santurce 1.75 9/11/2018	33767APL9	0829	9/11/2015	1.750	245,000.00	245,000.00	245,000.00	244,367.90	9/11/2018	985	234.93	0.42
Georgia Bank 1 10/17/2017	373128DS3	0268	10/17/2012	1.000	250,000.00	250,000.00	250,000.00	251,467.50	10/17/2017	656	95.89	0.42
Goldman Sachs BK New York 2.35 8/5/2020	38148JA43	0826	8/5/2015	2.350	245,000.00	245,000.00	245,000.00	244,370.35	8/5/2020	1679	2,334.55	0.42
Guaranty Bank 1 8/30/2017	400820BD7	0263	8/31/2012	1.000	250,000.00	250,000.00	250,000.00	252,262.50	8/30/2017	608	0.00	0.42
Investors Community Bank 1 9/7/2017	46147UPZ7	0265	9/7/2012	1.000	250,000.00	250,000.00	250,000.00	252,235.00	9/7/2017	616	164.38	0.42
Kansas State Bank 0.9 12/8/2017-13	485382DR3	0280	12/10/2012	0.900	250,000.00	250,000.00	250,000.00	247,340.00	12/8/2017	708	129.45	0.42
LCA Bank 0.85 12/4/2017	501798EM0	0279	12/3/2012	0.850	248,000.00	248,000.00	248,000.00	249,237.52	12/4/2017	704	161.71	0.42

Description	CUSIP/Ticker	Transaction ID	Settlement Date	YTM @ Cost	Face Amount/Shares	Cost Value	Book Value	Market Value	Maturity Date	Days To Maturity	Accrued Interest	% of Portfolio
Medallion Bank Salt Lake City UT 1.75 9/16/2019	58403BZ90	0830	9/15/2015	1.750	245,000.00	245,000.00	245,000.00	244,100.85	9/16/2019	1355	187.95	0.42
Merrick BK South Jordan UT 1.8 9/30/2020	59013JJP5	0832	9/30/2015	1.800	245,000.00	245,000.00	245,000.00	243,892.60	9/30/2020	1735	12.08	0.42
Northern Bank 0.8 11/28/2016-13	66476QAS7	0278	11/28/2012	0.800	249,000.00	249,000.00	249,000.00	248,850.60	11/28/2016	333	169.18	0.42
ORIENTAL BANK & TRUST 0.65 2/22/2016	686184UX8	0805	8/22/2014	0.650	250,000.00	250,000.00	250,000.00	250,042.50	2/22/2016	53	40.07	0.42
Orrstown Bank 2 12/28/2020-16	687377DU2	0839	12/28/2015	2.000	245,000.00	245,000.00	245,000.00	242,770.50	12/28/2020	1824	40.27	0.42
PEOPLES UNITED BANK 0.85 9/19/2016	71270QGZ3	0810	9/17/2014	0.850	250,000.00	250,000.00	250,000.00	250,117.50	9/19/2016	263	628.77	0.42
Sallie Mae Bank 1.25 8/15/2016	795450NW1	0257	8/15/2012	1.250	250,000.00	250,000.00	250,000.00	250,792.50	8/15/2016	228	1,181.51	0.42
Silvergate Bank 0.95 11/16/2017-13	828373EG1	0274	11/16/2012	0.950	249,000.00	249,000.00	249,000.00	246,823.74	11/16/2017	686	97.21	0.42
State Bank of India - Chicago 2.1 12/16/2019	856283ZH2	0837	12/22/2015	2.100	245,000.00	245,000.00	245,000.00	243,184.55	12/16/2019	1446	225.53	0.42
Synchrony Bank 2.3 7/10/2020	87164XJJ6	0825	7/20/2015	2.300	245,000.00	245,000.00	245,000.00	243,801.95	7/10/2020	1653	2,686.27	0.42
TCF National Bank 0.5 6/13/2016	872278FG6	0803	6/11/2014	0.500	250,000.00	250,000.00	250,000.00	249,992.50	6/13/2016	165	68.49	0.42
UNITED BANKERS BK BLOOMINGTON 0.8 11/29/2016	909557DY3	0807	8/29/2014	0.800	250,000.00	250,000.00	250,000.00	249,847.50	11/29/2016	334	16.44	0.42
WESTERN ST BK DEVILS LAKE NORTH DAKOTA 1.75 10/21/	95960NJH1	0836	10/21/2015	1.750	245,000.00	245,000.00	245,000.00	243,750.50	10/21/2020	1756	834.01	0.42
WILSHIRE ST BANK 0.75 8/22/2016	97200ABE0	0806	8/22/2014	0.750	250,000.00	250,000.00	250,000.00	250,022.50	8/22/2016	235	46.23	0.42

Description	CUSIP/Ticker	Transaction ID	Settlement Date	YTM @ Cost	Face Amount/Shares	Cost Value	Book Value	Market Value	Maturity Date	Days To Maturity	Accrued Interest	% of Portfolio
Sub Total / Average				1.313	9,904,000.00	9,903,938.75	9,903,939.26	9,885,579.18		857	20,759.08	16.79
Federal Agency Issues - Coupon												
FAMCA 1.84 11/20/2019	31315PM22	0814	11/21/2014	1.861	500,000.00	499,500.00	499,610.96	505,215.00	11/20/2019	1420	1,047.78	0.85
FFCB 0.7 6/5/2017	3133ECKV5	0790	4/5/2013	0.700	1,000,000.00	1,000,000.00	1,000,000.00	995,070.00	6/5/2017	522	505.56	1.69
FFCB 0.82 12/12/2017-13	3133EC7A6	0786	12/12/2012	0.820	1,000,000.00	1,000,000.00	1,000,000.00	992,520.00	12/12/2017	712	432.78	1.69
FFCB 0.85 11/20/2017-13	3133EC2Y9	0784	11/27/2012	0.860	915,000.00	914,542.50	914,826.46	909,107.40	11/20/2017	690	885.77	1.55
FFCB 1 3/1/2017	3133ECT79	0795	6/27/2013	1.000	500,000.00	500,000.00	500,000.00	500,900.00	3/1/2017	426	1,666.67	0.85
FFCB 1 6/27/2017	3133EDPC0	0816	5/27/2015	0.760	350,000.00	351,729.00	351,234.35	350,168.00	6/27/2017	544	38.89	0.59
FHLB 0.7 12/29/2016	3130A2XK7	0809	9/11/2014	0.785	250,000.00	249,515.00	249,789.83	250,170.00	12/29/2016	364	9.72	0.42
FHLB 1.7 10/19/2020-17	3130A6LQ8	0835	10/19/2015	1.700	1,000,000.00	1,000,000.00	1,000,000.00	987,760.00	10/19/2020	1754	3,400.00	1.69
FHLB Step 9/18/2020-17	3130A6DM6	0827	9/18/2015	2.174	500,000.00	500,000.00	500,000.00	498,295.00	9/18/2020	1723	1,430.56	0.85
FHLMC 0.875 10/14/2016	3137EADS5	0808	9/11/2014	0.650	250,000.00	251,165.00	250,439.16	250,185.00	10/14/2016	288	467.88	0.42
FHLMC 1 9/20/2017-13	3134G3H94	0778	9/20/2012	1.000	1,000,000.00	1,000,000.00	1,000,000.00	1,001,770.00	9/20/2017	629	2,805.56	1.69
FHLMC 1.325 9/24/2018-15	3134G65E9	0822	6/24/2015	1.325	1,000,000.00	1,000,000.00	1,000,000.00	998,100.00	9/24/2018	998	3,570.14	1.69
FHLMC 1.35 12/17/2018-15	3134G6S95	0819	6/17/2015	1.350	1,000,000.00	1,000,000.00	1,000,000.00	995,510.00	12/17/2018	1082	525.00	1.69
FHLMC 1.375 12/24/2018-16	3134G65N9	0821	6/24/2015	1.375	1,000,000.00	1,000,000.00	1,000,000.00	995,380.00	12/24/2018	1089	267.36	1.69
FNMA 0.625 11/28/2016-14	3136G07E5	0783	11/28/2012	0.625	1,000,000.00	1,000,000.00	1,000,000.00	998,970.00	11/28/2016	333	572.92	1.69
FNMA 0.9 10/3/2017-14	3136G0L33	0780	10/3/2012	0.900	1,000,000.00	1,000,000.00	1,000,000.00	996,730.00	10/3/2017	642	2,200.00	1.69
FNMA 1 12/26/2017-13	3135G0SJ3	0785	12/26/2012	1.000	1,000,000.00	1,000,000.00	1,000,000.00	1,000,900.00	12/26/2017	726	138.89	1.69
	3135G0WM1	0793	4/30/2013	1.000	1,000,000.00	1,000,000.00	1,000,000.00	992,680.00	4/30/2018	851	1,666.67	1.69

Description	CUSIP/Ticker	Transaction ID	Settlement Date	YTM @ Cost	Face Amount/Shares	Cost Value	Book Value	Market Value	Maturity Date	Days To Maturity	Accrued Interest	% of Portfolio
FNMA 1 4/30/2018-15												
Sub Total / Average				1.102	14,265,000.00	14,266,451.50	14,265,900.76	14,219,430.40		849	21,632.15	24.18
Local Agency Investment Funds												
LAIF LGIP-Quarterly	LAIF9272	0001	9/30/2013	0.400	16,526,764.21	16,526,764.21	16,526,764.21	16,526,764.21	N/A	1	12,262.11	28.01
LAIF LGIP-Quarterly	LAIF9272		4/23/2014	0.400	15,057,716.33	15,057,716.33	15,057,716.33	15,057,716.33	N/A	1	15,090.70	25.52
Sub Total / Average				0.400	31,584,480.54	31,584,480.54	31,584,480.54	31,584,480.54		1	27,352.81	53.53
Miscellaneous Securities - Coupon												
BANK OF NEW YORK MELLON 2.2 5/15/2019-19	06406HCU1	0815	11/25/2014	2.102	500,000.00	502,085.00	501,572.69	500,745.00	5/15/2019	1231	1,405.56	0.85
Caterpillar Financial 1.25 11/6/2017	14912L5J6	0788	3/28/2013	1.140	500,000.00	502,460.00	500,987.51	498,070.00	11/6/2017	676	954.86	0.85
Disney Walt Company 1.1 12/1/2017-13	25468PCV6	0791	4/16/2013	0.953	500,000.00	503,300.00	501,368.82	498,420.00	12/1/2017	701	458.33	0.85
General Electric Capital 1.6 11/20/2017	36962G6K5	0789	4/1/2013	1.501	500,000.00	502,200.00	500,896.10	503,250.00	11/20/2017	690	911.11	0.85
GlaxoSmithKline 0.7 3/18/2016	377372AG2	0799	6/6/2014	0.445	250,000.00	251,127.77	250,135.12	250,045.00	3/18/2016	78	500.69	0.42
IBM Corporation 1.95 7/22/2016-11	459200GX3	0787	3/28/2013	0.735	500,000.00	519,865.00	503,343.61	502,990.00	7/22/2016	204	4,306.25	0.85
Wells Fargo 2.1 5/8/2017	94974BFD7	0792	4/16/2013	1.085	500,000.00	520,105.00	506,697.15	504,960.00	5/8/2017	494	1,545.83	0.85
Sub Total / Average				1.191	3,250,000.00	3,301,142.77	3,265,001.00	3,258,480.00		621	10,082.63	5.51
Total / Average				0.767	59,003,480.54	59,056,013.56	59,019,321.56	58,947,970.12		384	79,826.67	100

City of El Segundo
 MONTHLY Transaction Summary Report
 Portfolio/Report Group: All Portfolios
 From 12/1/2015 To 12/31/2015

Description	CUSIP/Ticker	Transaction ID	Broker/Dealer	Settlement Date	Face Amount/Shares	Principal	Interest/Dividends	Total	Price	YTM @ Cost
BUY										
Ally Bank Midvale Utah 1.6 12/10/2018	02006LWJ8	0838	Multi-Bank Securities, Inc.	12/22/2015	245,000.00	244,938.75	128.88	245,067.63	99.975	1.609
Orrstown Bank 2 12/28/2020-16	687377DU2	0839	Multi-Bank Securities, Inc.	12/28/2015	245,000.00	245,000.00	0.00	245,000.00	100	2.000
State Bank of India - Chicago 2.1 12/16/2019	856283ZH2	0837	Multi-Bank Securities, Inc.	12/22/2015	245,000.00	245,000.00	98.67	245,098.67	100	2.100
Sub Total / Average					735,000.00	734,938.75	227.55	735,166.30		
CALLED										
FHLMC 1.375 12/4/2018-15	3134G64L4	0818	Higgins Capital Management	12/4/2015	1,000,000.00	1,000,000.00	0.00	1,000,000.00	0	0.000
Sub Total / Average					1,000,000.00	1,000,000.00	0.00	1,000,000.00		
DEPOSIT										
LAIF LGIP-Quarterly	LAIF9272	1486845	None	12/11/2015	5,500,000.00	5,500,000.00	0.00	5,500,000.00	100	0.000
Sub Total / Average					5,500,000.00	5,500,000.00	0.00	5,500,000.00		
INTEREST										
Apple Bank 0.4 12/11/2015	0378305R3		None	12/11/2015	0.00	0.00	501.37	501.37		0.000
Bankers Bank 1 8/31/2017	06610QBF7		None	12/30/2015	0.00	0.00	204.66	204.66		0.000
Comenity Capital Bank 1.05 9/21/2017	98146QDM0		None	12/21/2015	0.00	0.00	215.75	215.75		0.000

Description	CUSIP/Ticker	Transaction ID	Broker/Dealer	Settlement Date	Face Amount/Shares	Principal	Interest/Dividends	Total	Price	YTM @ Cost
Compass Bank 0.75 12/12/2016	20451PKG0		None	12/11/2015	0.00	0.00	940.07	940.07		0.000
Eagle Bank 0.7 11/8/2016	27002YBQ8		None	12/8/2015	0.00	0.00	143.26	143.26		0.000
EAST BOSTON SAVINGS BANK BOSTON MA 1.6 6/30/2020	27113PAQ4		None	12/30/2015	0.00	0.00	322.19	322.19		0.000
ENERBANK USA SALT LAKE CITY 1.5 10/16/2019	29266NS24		None	12/16/2015	0.00	0.00	302.05	302.05		0.000
Everbank Jacksonville FLA 1.95 6/30/2020	29976DYV6		None	12/30/2015	0.00	0.00	2,395.29	2,395.29		0.000
FFCB 0.7 6/5/2017	3133ECKV5		None	12/7/2015	0.00	0.00	3,500.00	3,500.00		0.000
FFCB 0.82 12/12/2017-13	3133EC7A6		None	12/14/2015	0.00	0.00	4,100.00	4,100.00		0.000
FFCB 1 6/27/2017	3133EDPC0		None	12/28/2015	0.00	0.00	1,750.00	1,750.00		0.000
FHLB 0.7 12/29/2016	3130A2XK7		None	12/29/2015	0.00	0.00	875.00	875.00		0.000
FHLMC 1.35 12/17/2018-15	3134G6S95		None	12/17/2015	0.00	0.00	6,750.00	6,750.00		0.000
FHLMC 1.375 12/24/2018-16	3134G65N9		None	12/24/2015	0.00	0.00	6,875.00	6,875.00		0.000
FHLMC 1.375 12/4/2018-15	3134G64L4	0818	Higgins Capital Management	12/4/2015	0.00	0.00	6,875.00	6,875.00		0.000
Firstbank P R Santurce 1.75 9/11/2018	33767APL9		None	12/11/2015	0.00	0.00	352.40	352.40		0.000
FNMA 1 12/26/2017-13	3135G0SJ3		None	12/28/2015	0.00	0.00	5,000.00	5,000.00		0.000
Georgia Bank 1 10/17/2017	373128DS3		None	12/17/2015	0.00	0.00	205.48	205.48		0.000
Guaranty Bank 1 8/30/2017	400820BD7		None	12/30/2015	0.00	0.00	205.48	205.48		0.000
	46147UPZ7		None	12/7/2015	0.00	0.00	205.48	205.48		0.000

Description	CUSIP/Ticker	Transaction ID	Broker/Dealer	Settlement Date	Face Amount/Shares	Principal	Interest/Dividends	Total	Price	YTM @ Cost
Investors Community Bank 1 9/7/2017										
Kansas State Bank 0.9 12/8/2017-13	485382DR3		None	12/10/2015	0.00	0.00	184.93	184.93		0.000
LCA Bank 0.85 12/4/2017	501798EM0		None	12/3/2015	0.00	0.00	1,056.89	1,056.89		0.000
Medallion Bank Salt Lake City UT 1.75 9/16/2019	58403BZ90		None	12/15/2015	0.00	0.00	352.40	352.40		0.000
Merrick BK South Jordan UT 1.8 9/30/2020	59013JJP5		None	12/30/2015	0.00	0.00	362.47	362.47		0.000
ORIENTAL BANK & TRUST 0.65 2/22/2016	686184UX8		None	12/22/2015	0.00	0.00	133.56	133.56		0.000
Silvergate Bank 0.95 11/16/2017- 13	828373EG1		None	12/16/2015	0.00	0.00	194.42	194.42		0.000
TCF National Bank 0.5 6/13/2016	872278FG6		None	12/11/2015	0.00	0.00	626.71	626.71		0.000
UNITED BANKERS BK BLOOMINGTON 0.8 11/29/2016	909557DY3		None	12/29/2015	0.00	0.00	164.38	164.38		0.000
WILSHIRE ST BANK 0.75 8/22/2016	97200ABE0		None	12/22/2015	0.00	0.00	154.11	154.11		0.000
Sub Total / Average					0.00	0.00	44,948.35	44,948.35		
MATURED										
Apple Bank 0.4 12/11/2015	0378305R3		Higgins Capital Management	12/11/2015	250,000.00	250,000.00	0.00	250,000.00	0	0.000
Sub Total / Average					250,000.00	250,000.00	0.00	250,000.00		

City of El Segundo
GASB 40 Report
 Report Format: By Totals
 Group By: Security Type
Portfolio/Report Group: All Portfolios
As of 12/31/2015

Description	CUSIP/Ticker	Issuer	Face Amount/Shares	Book Value	Market Value	Credit Rating 1	Credit Rating 2	% of Portfolio	Days To Maturity	Days To Call/Maturity	Maturity Date	Next Call Date	Duration To Maturity
Corporate Bond			3,250,000.00	3,265,001.00	3,258,480.00			5.51	621	616			1.67
FAMC Bond			500,000.00	499,610.96	505,215.00			0.85	1420	1420			3.76
FFCB Bond			3,765,000.00	3,766,060.81	3,747,765.40			6.38	603	603			1.64
FHLB Bond			1,750,000.00	1,749,789.83	1,736,225.00			2.97	1547	607			4.07
FHLMC Bond			4,250,000.00	4,250,439.16	4,240,945.00			7.20	911	567			2.45
FNMA Bond			4,000,000.00	4,000,000.00	3,989,280.00			6.78	638	273			1.73
Local Government Investment Pool - Quarterly			31,584,480.54	31,584,480.54	31,584,480.54			53.53	1	1			0.00
Negotiable Certificate Of Deposit			9,904,000.00	9,903,939.26	9,885,579.18			16.79	857	791			2.28
Total / Average			59,003,480.54	59,019,321.56	58,947,970.12			100	384	295			1.03

City of El Segundo
 GASB 31 Compliance Detail
 Report Format: By Totals
 Group By: Security Type
 Portfolio/Report Group: All Portfolios
 Begin Activity Date: 11/30/2015, End Activity Date: 12/31/2015, Carrying Value Date: 11/30/2015

Description	CUSIP/Ticker	Settlement Date	Maturity Date	Beginning Face Amount/Shares	Ending Face Amount/Shares	Beginning MV	Buy Principal	Sell Principal	Ending MV	Change in MV	Interest Earned During Period-MV	Investment Income-MV	Portfolio Name
Cash				7,398.38	0.00	7,398.38	0.00	7,398.38	0.00	0.00	0.00	0.00	
Corporate Bond				3,250,000.00	3,250,000.00	3,267,172.50	0.00	0.00	3,258,480.00	-8,692.50	4,542.35	-4,150.15	
FAMC Bond				500,000.00	500,000.00	507,570.00	0.00	0.00	505,215.00	-2,355.00	792.22	-1,562.78	
FFCB Bond				3,765,000.00	3,765,000.00	3,753,637.00	0.00	0.00	3,747,765.40	-5,871.60	2,710.57	-3,161.03	
FHLB Bond				1,750,000.00	1,750,000.00	1,750,110.00	0.00	0.00	1,736,225.00	-13,885.00	2,045.14	-11,839.86	
FHLMC Bond				5,250,000.00	4,250,000.00	5,245,750.00	0.00	1,000,000.00	4,240,945.00	-4,805.00	4,689.77	-115.23	
FNMA Bond				4,000,000.00	4,000,000.00	3,983,310.00	0.00	0.00	3,989,280.00	5,970.00	3,007.65	8,977.65	
Local Government Investment Pool - Quarterly				26,084,480.54	31,584,480.54	26,084,480.54	5,500,000.00	0.00	31,584,480.54	0.00	11,246.99	11,246.99	
Negotiable Certificate Of Deposit				9,419,000.00	9,904,000.00	9,449,637.10	734,938.75	250,000.00	9,885,579.18	-48,996.67	10,133.80	-38,862.87	
Total / Average				54,025,878.92	59,003,480.54	54,049,065.52	6,234,938.75	1,257,398.38	58,947,970.12	-78,635.77	39,168.49	-39,467.28	