

## CITY OF ALAMEDA

### Memorandum

To: Honorable Mayor and  
Members of the City Council

From: John A. Russo  
City Manager

Date: November 14, 2013

Re: Accept the Treasury Report for the Quarter Ended September 30, 2013

### BACKGROUND

Each fiscal quarter, an Investment Summary Report is provided to the City Council for review, per City policy. Exhibit 2 to this report is the Treasury Report for the fiscal quarter ending September 30, 2013, which includes detailed information on the City's investments, including average duration, market values and effective yields.

### DISCUSSION

The investment report contained in Exhibit 2 includes all cash and investments available as summarized in the six categories listed below as of September 30, 2013. The overall effective yield compares favorably with the two-year rate for U.S. Treasury bills, which was .37% at September 30, 2013.

<b>Investment Type</b>	<b>Market Value</b>	<b>Amount Over (Under) Cost</b>	<b>Average Length of Duration</b>	<b>Effective Yield</b>
Cash-on-hand and deposits	\$ 10,251,417	\$ -	1 day	0.05%
Certificates of Deposit (CDs)	5,712,690	(2,546)	318 days	0.53%
Local Agency Investment Fund	18,010,212	10,212	239 days	0.27%
Government Treasuries/Agencies	58,358,670	(46,076)	2.65 years	0.82%
Corporate Bonds	20,816,153	(166,571)	1.85 years	1.44%
Bond Proceeds	26,270,535	-	11 days	0.02%
<b>Total</b>	<b>\$ 139,419,677</b>	<b>\$ (204,981)</b>	<b>1.52 years</b>	<b>0.62%</b>

The investments in Government Treasuries/Agencies and Corporate Bonds are managed by PFM Asset Management and Chandler Asset Management, the City's two registered investment advisors. PFM is responsible for managing investments ranging from one to three years, and Chandler manages investments ranging from one to five years, all of which have been made in accordance with the City's investment policy. These advisors invested approximately 69% of their investments in U.S. treasuries and agency notes and 25% in Corporate Notes and Commercial Paper. Most of their investments were rated either AA or AAA by independent rating firms, with none having a rating below an A-. As of September 30, 2013, approximately 69% of LAIF's investments were in U.S. treasuries and agency notes, 21% in CDs, and 10% in other types of investments.

Governmental Accounting Standards Board Statement 40 requires the City to recognize the fair market value of its investments at the end of each fiscal year. The market values of investments included in this report are obtained from the State Controller's office for LAIF and from the City's registered investment advisors and bond trustees for longer term investments and for funds held with fiscal agents. These market valuations are subject to daily changes in market value. The change in market values is considered to be temporary in nature, as it is the City's general intention to hold its investments until maturity, when they would be redeemed at cost.

Of the total cash and investments reported above, only the portions held in the City's General Fund (approximately \$16 million, or 12%) and Internal Service Funds (approximately \$15 million, or 11%) are unrestricted, although a portion of these amounts may be committed for existing obligations or designated for specific purposes. The remaining \$108 million (77%) of the City's cash and investments are restricted for specific uses, in accordance with federal, State or local agency rules and regulations.

#### FINANCIAL IMPACT

The City's expenditure requirements for the next three months are covered by anticipated revenues from City operations and liquidity from maturing investments. The difference between market value and cost as of September 30, 2013 will be reflected in the City's financial statements for Fiscal Year 2013-14 as an adjustment to interest income for each of the City's funds on a pro rata basis.

#### MUNICIPAL CODE/POLICY DOCUMENT CROSS REFERENCE

All investments were made in accordance with the provisions of the City's approved Investment Policy. The policy emphasizes safety, liquidity and diversification.

ENVIRONMENTAL REVIEW

This activity is not a project and is exempt from the California Environmental Quality Act (CEQA) pursuant to section 15378 (b)(4) of the CEQA Guidelines, because it involves governmental fiscal activities (acceptance of the Treasury report), which does not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment.

RECOMMENDATION

Accept the Treasury Report for the quarter ending September 30, 2013.

Respectfully submitted,

Fred Marsh  
Finance Director

Exhibits:

1. Review Letter from Kevin Kennedy, City Treasurer
2. Investment Portfolio Summary Report

cc: Kevin Kennedy, City Treasurer



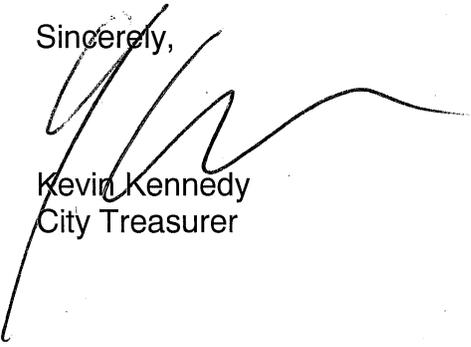
**City of Alameda**  
**Administrative Services - Finance Division**  
**2263 Santa Clara Avenue, Room 220**  
**Alameda, California 94501**  
**(510) 747-4881**

December 17, 2013

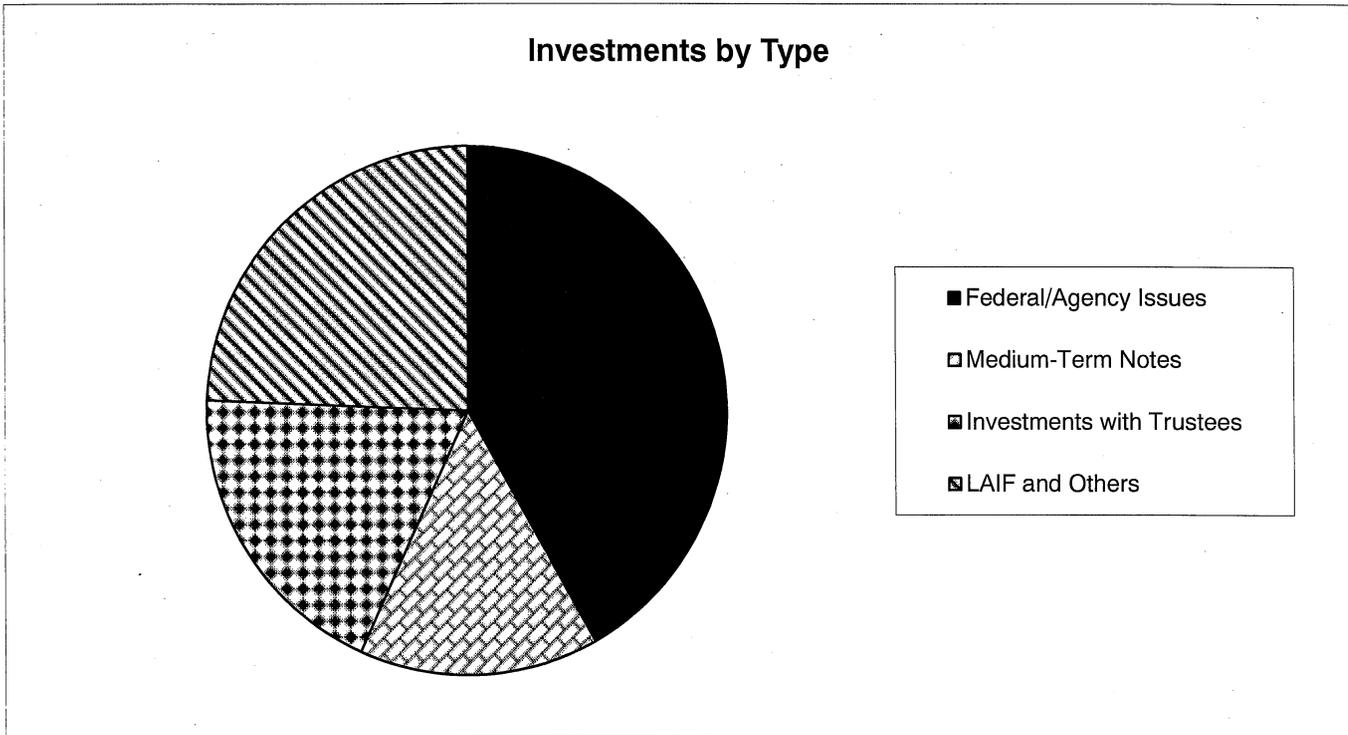
Honorable Mayor and City Council:

I have reviewed the City of Alameda's Treasury Report for the quarter ending September 30, 2013, and find that it complies with the Investment Policy established by my office.

Sincerely,



Kevin Kennedy  
City Treasurer



	Book Value	% of Total	Average Duration in Days	Average Yield	Market Value*
Cash on Hand	\$7,600	0%	1	0.00%	\$7,600
Cash on Deposit	10,243,817	7%	1	0.05%	10,243,817
Certificates of Deposit	5,715,236	4%	318	0.53%	5,712,690
Federal/Agency Issues	58,404,746	42%	966	0.82%	58,358,670
Medium Term Notes/Commercial Paper	20,982,724	15%	675	1.44%	20,816,153
Investments with Bond Trustees	26,270,535	19%	11	0.02%	26,270,535
Local Agency Investment Fund	18,000,000	13%	239	0.27%	18,010,212
<b>Total Investment Portfolio</b>	<b>\$139,624,657</b>	<b>100%</b>	<b>553</b>	<b>0.62%</b>	<b>\$139,419,677</b>

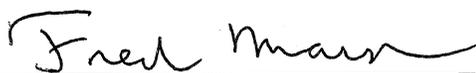
1.52 years

	General Fund	All Funds**
FY12-13 Interest Income	\$437,851	\$1,496,056
FY13-14 Estimated Interest Income	\$97,743	\$110,990
Total Callable investments / % of Total	\$ 3,144,408	2%

\* Market Value from sources including:  
--PFM Asset Management  
--Chandler Asset Management  
--Bank of New York  
--Union Bank

\*\* not all funds budget for interest earnings

I verify that this investment portfolio is in conformity with all state laws and the City's investment policy, which is reviewed annually by the City Council and the City Treasurer of the City of Alameda.

  
Fred Marsh, Finance Director

**City of Alameda - Details on Investment Portfolio Summary Report  
For the Quarter Ended September 30, 2013**

<u>DESCRIPTION</u>	<u>BOOK VALUE</u>	<u>RATE</u>	<u>YIELD</u>	<u>PURCHASE DATE</u>	<u>MATURITY DATE</u>	<u>LIFE TO MATURITY DAYS</u>	<u>REMAINING LIFE DAYS</u>	<u>Call Date</u>	<u>S&amp;P RATING</u>	<u>PAR VALUE</u>	<u>MARKET VALUE</u>
<b>CASH ON HAND</b>											
PETTY CASH	\$ 4,830									\$ 4,830	\$ 4,830
CHANGE BOXES	2,270									2,270	2,270
CASH VAULT	500									500	500
<b>TOTAL</b>	<b>\$ 7,600</b>									<b>\$ 7,600</b>	<b>\$ 7,600</b>
<b>1. CASH IN BANK</b>											
WELLS FARGO GENERAL CHECKING	\$ 8,583,629		0.000%							\$ 8,583,629	\$ 8,583,629
BANK OF ALAMEDA TIDELANDS PM REALTY(BUSINESS)	735,950		0.250%							735,950	735,950
BANK OF ALAMEDA TIDELANDS PM REALTY(OPERATING)	5,030		0.000%							5,030	5,030
BANK OF ALAMEDA GARAGE LOAN REPAYMENT ACCOUNT	177,736		0.000%							177,736	177,736
BANK OF ALAMEDA FISC PM REALTY(BUSINESS)	127,938		0.100%							127,938	127,938
BANK OF ALAMEDA FISC PM REALTY(OPERATING)	18,517		0.000%							18,517	18,517
BANK OF ALAMEDA ALAMEDA POINT RENTAL G & L CHECKING	22,347		0.040%							22,347	22,347
BANK OF ALAMEDA ALAMEDA POINT PM REALTY (BUSINESS)	181,538		0.180%							181,538	181,538
BANK OF ALAMEDA ALAMEDA POINT PM REALTY (OPERATING)	72,504		0.000%							72,504	72,504
OSHKOSH 701-10507 LEASE ESCROW	74,321		0.000%							74,321	74,321
OSHKOSH 701-10508 LEASE ESCROW	199,375		0.000%							199,375	199,375
ABAG - DEPOSIT 001-10058	44,932		0.000%							44,932	44,932
<b>TOTAL</b>	<b>\$ 10,243,817</b>		<b>0.057%</b>							<b>\$ 10,243,817</b>	<b>\$ 10,243,817</b>
<b>2. CERTIFICATES OF DEPOSITS</b>											
BANK OF ALAMEDA	\$ 25,000	0.7000%	0.7000%	08/19/12	08/19/13	365	(42)			\$ 25,000	\$ 25,000
BANK OF ALAMEDA	50,000	0.3500%	0.3500%	03/30/13	03/30/14	365	181			50,000	50,000
BANK OF ALAMEDA	95,430	0.4500%	0.4500%	01/30/13	01/30/14	365	122			95,430	95,430
TRANS PACIFIC BANK	95,000	0.3000%	0.3000%	02/05/13	02/05/14	365	128			95,000	95,000
AUSTRALIAN & N ZEALAND BK GRP NY FLT CD	1,250,000	0.53%	0.55%	01/24/13	01/29/15	735	486	A-1+		1,250,000	1,250,211
BANK OF NOVA SCOTIA HOUS CERT DEPOS (FLT	1,200,000	0.51%	0.59%	03/04/13	03/06/15	732	522	A-1		1,200,000	1,201,022
RABOBANK NEDERLAND NV NY CD	1,100,000	0.60%	0.61%	04/25/13	04/29/15	734	576	AA-		1,100,000	1,096,042
SVENSKA HANDELSBANKEN NY FLOATING LT CD	1,199,806	0.42%	0.48%	04/03/13	10/06/14	551	371	A-1+		1,200,000	1,201,813
TORONTO DOMINION BANK NY LT CD	700,000	0.60%	0.60%	08/22/13	03/03/15	558	519	AA-		700,000	698,172
<b>TOTAL AND AVERAGES</b>	<b>\$ 5,715,236</b>	<b>0.529%</b>	<b>0.529%</b>			<b>530</b>	<b>318</b>			<b>\$ 5,715,430</b>	<b>\$ 5,712,690</b>
<b>3. GOVERNMENT TREASURIES &amp; AGENCIES</b>											
CA ST DEPT OF WATER TXBL REV BONDS	\$ 400,000	0.65%	0.65%	09/19/12	12/01/15	1,168	792			\$ 400,000	\$ 400,084
FANNIE MAE GLOBAL NOTES	581,316	0.88%	1.57%	09/23/13	05/21/18	1,701	1,694			600,000	582,927
FANNIE MAE GLOBAL NOTES	248,650	0.50%	0.71%	08/29/13	03/30/16	944	912			250,000	249,389
FANNIE MAE GLOBAL NOTES	872,760	0.88%	0.93%	02/22/13	12/20/17	1,762	1,542			875,000	859,625
FANNIE MAE GLOBAL NOTES	349,846	0.50%	0.51%	02/15/13	03/30/16	1,139	912			350,000	349,144
FANNIE MAE GLOBAL NOTES	1,028,826	0.50%	0.54%	02/14/13	03/30/16	1,140	912			1,030,000	1,027,481
FANNIE MAE GLOBAL NOTES	434,987	0.88%	0.88%	01/04/13	08/28/17	1,697	1,428			435,000	430,685
FANNIE MAE GLOBAL NOTES	683,404	0.38%	0.45%	11/14/12	12/21/15	1,132	812			685,000	683,188
FANNIE MAE GLOBAL NOTES	358,960	0.50%	0.59%	04/17/12	05/27/15	1,135	604			360,000	361,069
FANNIE MAE GLOBAL NOTES	866,119	1.25%	1.10%	02/14/12	01/30/17	1,812	1,218			860,000	869,643
FANNIE MAE GLOBAL NOTES	435,646	2.25%	1.69%	07/28/11	03/15/16	1,692	897			425,000	442,033
FANNIE MAE NOTES	151,760	1.38%	1.11%	03/30/12	11/15/16	1,691	1,142			150,000	152,499
FANNIE MAE NOTES	706,565	1.38%	1.17%	01/25/12	11/15/16	1,756	1,142			700,000	711,661
FEDERAL FARM CREDIT BANK BONDS	874,501	0.43%	0.45%	12/24/12	11/16/15	1,057	777			875,000	874,384
FEDERAL HOME LOAN BANK GLOBAL NOTES	1,184,953	0.38%	0.38%	08/08/13	08/28/15	750	697			1,185,000	1,184,831
FEDERAL HOME LOAN BANK GLOBAL NOTES	758,123	1.00%	0.74%	03/26/13	06/21/17	1,548	1,360			750,000	750,224
FFCB BONDS	702,014	2.63%	1.02%	10/06/10	04/17/14	1,289	199			665,000	674,134
FFCB BONDS	803,044	1.90%	1.96%	06/09/10	06/02/14	1,454	245			805,000	814,583
FFCB BONDS	237,093	3.00%	2.32%	12/04/09	09/22/14	1,753	357			230,000	236,374
FFCB BONDS	577,450	3.00%	2.31%	12/04/09	09/22/14	1,753	357			560,000	575,518
FFCB NOTES	110,189	0.55%	0.49%	10/24/12	08/17/15	1,027	686			110,000	110,127
FFCB NOTES	712,016	0.55%	0.45%	10/24/12	08/17/15	1,027	686			710,000	710,817
FFCB NOTES	440,000	0.83%	0.83%	09/18/12	09/21/17	1,829	1,452			440,000	432,748

**City of Alameda - Details on Investment Portfolio Summary Report  
For the Quarter Ended September 30, 2013**

DESCRIPTION	BOOK VALUE	RATE	YIELD	PURCHASE DATE	MATURITY DATE	LIFE TO MATURITY DAYS	REMAINING LIFE DAYS	Call Date	S&P RATING	PAR VALUE	MARKET VALUE
FHCB NOTES	476,720	2.35%	2.27%	03/29/11	12/22/15	1,729	813			475,000	494,560
FHLB NOTES	868,534	1.38%	1.54%	08/13/13	03/09/18	1,669	1,621			875,000	872,693
FHLB NOTES	714,821	0.88%	0.70%	03/14/13	03/10/17	1,457	1,257			710,000	707,225
FHLB NOTES	434,386	1.00%	0.78%	09/21/12	06/09/17	1,722	1,348			430,000	428,212
FHLB NOTES	232,102	1.01%	0.82%	07/26/12	06/19/17	1,789	1,358			230,000	229,006
FHLB NOTES	802,848	1.13%	1.05%	04/25/12	03/10/17	1,780	1,257			800,000	803,624
FHLB NOTES	430,396	1.05%	1.03%	02/28/12	02/27/17	1,826	1,246			430,000	428,915
FHLB NOTES	730,736	3.13%	1.15%	11/21/11	03/11/16	1,572	893			675,000	716,274
FHLB NOTES	747,697	2.13%	1.10%	11/10/11	06/10/16	1,674	984			715,000	742,542
FHLB NOTES	117,015	2.13%	1.75%	07/20/11	06/10/16	1,787	984			115,000	119,430
FHLB NOTES	538,829	2.45%	1.87%	07/08/11	03/30/16	1,727	912			525,000	548,251
FHLMC NOTES	435,087	0.75%	1.51%	06/26/13	01/12/18	1,661	1,565			450,000	438,496
FHLMC NOTES	444,015	0.75%	1.03%	01/28/13	01/12/18	1,810	1,565			450,000	438,496
FHLMC NOTES	857,882	1.25%	1.06%	05/30/12	05/12/17	1,808	1,320			850,000	855,800
FHLMC NOTES	849,745	2.50%	1.86%	06/15/11	05/27/16	1,808	970			825,000	864,603
FNMA (CALLABLE) NOTES	439,133	1.00%	0.75%	04/24/13	02/27/17	1,405	1,246			435,000	435,033
FNMA NOTES	855,289	1.25%	1.36%	10/17/11	09/28/16	1,808	1,094			860,000	872,483
FNMA NOTES (CALLABLE)	999,900	0.50%	0.50%	08/02/12	08/07/15	1,100	676			1,000,000	1,000,184
FNMA NOTES (EX-CALLABLE)	487,944	1.57%	0.65%	09/27/11	09/24/14	1,093	359			475,000	481,569
FNMA NOTES (EX-CALLABLE)	439,603	2.00%	1.22%	08/25/11	03/08/16	1,657	890			425,000	439,620
FREDDIE MAC (CALLABLE) GLOBAL NOTES	810,000	0.32%	0.32%	04/29/13	04/29/15	730	576			810,000	809,956
FREDDIE MAC GLOBAL NOTES	859,294	0.88%	1.27%	06/12/13	03/07/18	1,729	1,619			875,000	854,687
FREDDIE MAC GLOBAL NOTES	101,086	1.00%	0.76%	12/27/12	07/28/17	1,674	1,397			100,000	99,692
FREDDIE MAC GLOBAL NOTES	438,337	1.00%	0.84%	08/07/12	07/28/17	1,816	1,397			435,000	433,659
FREDDIE MAC GLOBAL NOTES	1,201,464	0.50%	0.46%	07/30/12	08/28/15	1,124	697			1,200,000	1,201,770
FREDDIE MAC GLOBAL NOTES	438,154	1.00%	0.85%	07/27/12	06/29/17	1,798	1,368			435,000	434,000
FREDDIE MAC GLOBAL NOTES	1,469,052	0.75%	0.50%	05/30/12	11/25/14	909	421			1,460,000	1,469,496
FREDDIE MAC GLOBAL NOTES	363,122	2.00%	1.19%	11/09/11	08/25/16	1,751	1,060			350,000	362,662
FREDDIE MAC GLOBAL NOTES	493,497	2.00%	1.19%	09/14/11	08/25/16	1,807	1,060			475,000	492,185
FREDDIE MAC GLOBAL NOTES	1,507,860	0.75%	0.58%	08/30/11	09/22/14	1,119	357			1,500,000	1,508,511
US TREASURY NOTES	1,510,371	1.00%	0.12%	08/01/13	05/15/14	287	227			1,500,000	1,508,496
US TREASURY NOTES	878,417	0.75%	1.28%	07/30/13	03/31/18	1,705	1,643			900,000	880,875
US TREASURY NOTES	2,166,875	3.25%	0.52%	05/29/13	06/30/16	1,128	1,004			2,000,000	2,146,876
US TREASURY NOTES	1,558,657	3.25%	0.44%	05/22/13	06/30/16	1,135	1,004			1,435,000	1,540,384
US TREASURY NOTES	674,759	3.25%	0.40%	05/10/13	06/30/16	1,147	1,004			620,000	665,532
US TREASURY NOTES	399,330	0.50%	0.54%	04/30/13	07/31/17	1,553	1,400			400,000	392,469
US TREASURY NOTES	1,994,258	2.00%	0.38%	03/27/13	04/30/16	1,130	943			1,900,000	1,973,477
US TREASURY NOTES	799,440	0.25%	0.28%	12/27/12	01/15/15	749	472			800,000	800,750
US TREASURY NOTES	2,162,262	1.38%	0.40%	11/01/12	11/30/15	1,124	791			2,100,000	2,144,953
US TREASURY NOTES	708,975	1.25%	0.34%	09/06/12	09/30/15	1,119	730			690,000	702,722
US TREASURY NOTES	1,026,602	1.25%	0.38%	08/29/12	09/30/15	1,127	730			1,000,000	1,018,438
US TREASURY NOTES	734,461	0.88%	0.60%	07/30/12	04/30/17	1,735	1,308			725,000	724,377
US TREASURY NOTES	3,476,873	0.38%	0.41%	06/27/12	03/15/15	991	531			3,480,000	3,488,293
US TREASURY NOTES	831,770	0.88%	0.69%	06/13/12	01/31/17	1,693	1,219			825,000	826,998
US TREASURY NOTES	785,772	0.25%	0.43%	02/22/12	02/15/15	1,089	503			790,000	790,586
US TREASURY NOTES	1,234,866	0.25%	0.39%	01/05/12	12/15/14	1,075	441			1,240,000	1,241,357
US TREASURY NOTES	859,499	0.88%	0.89%	12/23/11	11/30/16	1,804	1,157			860,000	863,830
US TREASURY NOTES	860,259	2.25%	1.32%	06/28/11	03/31/16	1,738	913			825,000	861,802
US TREASURY NOTES	889,948	1.38%	1.63%	05/17/11	11/30/15	1,658	791			900,000	919,265
US TREASURY NOTES	912,062	2.00%	1.70%	05/17/11	01/31/16	1,720	853			900,000	933,047
US TREASURY NOTES	836,520	1.75%	1.99%	04/07/11	07/31/15	1,576	669			845,000	867,346
<b>TOTAL AND AVERAGES</b>	<b>\$ 58,404,746</b>	<b>0.824%</b>	<b>0.824%</b>			<b>1,444</b>	<b>966</b>			<b>\$ 57,575,000</b>	<b>\$ 58,358,670</b>
<b>4. MEDIUM-TERM NOTES (CORP. BONDS)</b>											
APPLE INC GLOBAL NOTES	\$ 544,863	1.00%	1.20%	05/20/13	05/03/18	1,809	1,676			\$ 550,000	\$ 529,790
APPLE INC GLOBAL NOTES	429,222	0.45%	0.51%	04/30/13	05/03/16	1,099	946			430,000	426,992
BANK OF NEW YORK INC CORPORATE NOTES	332,341	4.95%	1.96%	10/04/10	03/15/15	1,623	531			295,000	312,284
BANK OF NEW YORK INC CORPORATE NOTES	295,507	4.95%	2.29%	08/12/10	03/15/15	1,676	531			265,000	280,526
BANK OF NEW YORK MELLON (CALLABLE)	449,735	0.70%	0.72%	03/04/13	03/04/16	1,096	886			450,000	445,984

**City of Alameda - Details on Investment Portfolio Summary Report  
For the Quarter Ended September 30, 2013**

DESCRIPTION	BOOK VALUE	RATE	YIELD	PURCHASE DATE	MATURITY DATE	LIFE TO MATURITY DAYS	REMAINING LIFE DAYS	Call Date	S&P RATING	PAR VALUE	MARKET VALUE
BANK OF NOVA SCOTIA NY COMM PAPER	698,702	0.00%	0.25%	08/28/13	05/23/14	268	235			700,000	698,825
BANK OF TOKYO MITSUBISHI LTD COMM PAPER	649,485	0.00%	0.23%	06/13/13	10/15/13	124	15			650,000	649,965
BERKSHIRE HATHAWAY FIN CORP NOTES	97,294	3.20%	2.65%	06/10/10	02/11/15	1,707	499			95,000	98,481
BERKSHIRE HATHAWAY FIN CORP NOTES	504,581	3.20%	3.22%	02/08/10	02/11/15	1,829	499			505,000	523,503
BLACKROCK INC CORPORATE NOTES	154,343	3.50%	2.81%	06/10/10	12/10/14	1,644	436			150,000	155,233
BLACKROCK INC CORPORATE NOTES	123,760	3.50%	2.75%	06/08/10	12/10/14	1,646	436			120,000	124,187
BLACKROCK INC CORPORATE NOTES	66,448	3.50%	2.97%	06/04/10	12/10/14	1,650	436			65,000	67,268
BLACKROCK INC CORPORATE NOTES	61,349	3.50%	2.96%	06/04/10	12/10/14	1,650	436			60,000	62,093
CATERPILLAR FINANCIAL SE	1,215,828	1.13%	0.57%	07/25/12	12/15/14	873	441			1,200,000	1,211,064
CATERPILLAR FINANCIAL SE NOTES	279,653	0.70%	0.74%	02/25/13	02/26/16	1,096	879			280,000	278,715
CHEVRON CORP (CALLABLE) GLOBAL NOTES	33,174	1.10%	1.70%	08/27/13	12/05/17	1,561	1,527			34,000	33,512
CHEVRON CORP (CALLABLE) GLOBAL NOTES	157,120	1.10%	1.69%	08/27/13	12/05/17	1,561	1,527			161,000	158,690
CHEVRON CORP (CALLABLE) GLOBAL NOTES	100,346	1.10%	1.03%	01/10/13	12/05/17	1,790	1,527			100,000	98,565
CHEVRON CORP (CALLABLE) GLOBAL NOTES	155,000	1.10%	1.10%	12/05/12	12/05/17	1,826	1,527			155,000	152,776
COCA-COLA CO CORPORATE NOTES	264,446	0.75%	0.82%	03/14/12	03/13/15	1,094	529			265,000	266,049
COCA-COLA CO CORPORATE NOTES	264,703	0.75%	0.79%	03/13/12	03/13/15	1,095	529			265,000	266,049
EBAY INC CORP NOTES	648,863	1.63%	1.66%	10/25/10	10/15/15	1,816	745			650,000	662,454
GENERAL ELEC CAP CORP	1,767,445	1.50%	1.35%	08/15/13	07/12/16	1,062	1,016			1,760,000	1,771,769
GENERAL ELEC CAP CORP (FLOATING)	800,000	0.92%	0.93%	07/09/13	07/12/16	1,099	1,016			800,000	802,857
GENERAL ELECTRIC CAPITAL CORP NOTES	44,727	5.90%	1.67%	06/28/11	05/13/14	1,050	225			40,000	41,376
GENERAL ELECTRIC CAPITAL CORP NOTES	203,843	5.90%	2.08%	09/27/10	05/13/14	1,324	225			180,000	186,193
GENERAL ELECTRIC CAPITAL CORP NOTES	519,689	5.90%	4.47%	08/10/09	05/13/14	1,737	225			490,000	506,859
GENERAL ELECTRIC CAPITAL CORP NOTES	63,706	5.90%	4.44%	08/10/09	05/13/14	1,737	225			60,000	62,064
GOOGLE INC GLOBAL NOTES	125,672	2.13%	0.75%	11/16/12	05/19/16	1,280	962			120,000	124,368
GOOGLE INC GLOBAL NOTES	267,062	2.13%	0.75%	11/16/12	05/19/16	1,280	962			255,000	264,283
IBM CORP GLOBAL NOTES	174,144	0.55%	0.72%	02/06/12	02/06/15	1,096	494			175,000	175,223
INTEL CORP CORPORATE NOTES	215,559	1.35%	1.30%	12/12/12	12/15/17	1,829	1,537			215,000	212,222
INTEL CORP CORPORATE NOTES	336,082	1.35%	1.28%	12/12/12	12/15/17	1,829	1,537			335,000	330,672
JOHN DEERE CAPITAL CORP GLOBAL NOTES	99,938	0.88%	0.90%	04/13/12	04/17/15	1,099	564			100,000	100,552
JOHN DEERE CAPITAL CORP NOTE	99,901	1.60%	1.63%	03/01/11	03/03/14	1,098	154			100,000	100,553
JOHN DEERE CAPITAL CORP NOTES	338,036	2.00%	1.05%	09/11/12	01/13/17	1,585	1,201			325,000	332,595
JP MORGAN CHASE NOTES	231,613	3.70%	2.90%	02/22/11	01/20/15	1,428	477			225,000	233,032
JP MORGAN CHASE NOTES	131,053	3.70%	3.51%	03/25/10	01/20/15	1,762	477			130,000	134,641
JP MORGAN CHASE NOTES	273,424	3.70%	3.41%	03/19/10	01/20/15	1,768	477			270,000	279,638
JPMORGAN CHASE & CO GLOBAL NOTES	999,590	1.10%	1.11%	10/15/12	10/15/15	1,095	745			1,000,000	1,001,914
NORTHERN TRUST CORPORATE NOTES	72,323	4.63%	1.33%	10/21/10	05/01/14	1,288	213			65,000	66,624
NORTHERN TRUST CORPORATE NOTES	405,296	4.63%	2.60%	02/02/10	05/01/14	1,549	213			375,000	384,370
OCCIDENTAL PETROLEUM CORPORATE NOTES	445,366	1.75%	1.13%	03/08/13	02/15/17	1,440	1,234			435,000	438,989
PEPSICO INC CORPORATE NOTES	107,438	3.10%	1.28%	10/22/10	01/15/15	1,546	472			100,000	103,224
PEPSICO INC CORPORATE NOTES	112,665	3.10%	1.32%	10/14/10	01/15/15	1,554	472			105,000	108,385
PEPSICO INC CORPORATE NOTES	273,268	3.10%	2.38%	06/08/10	01/15/15	1,682	472			265,000	273,543
PEPSICO INC CORPORATE NOTES	133,072	3.10%	2.55%	06/04/10	01/15/15	1,686	472			130,000	134,191
PEPSICO INC GLOBAL NOTES	299,895	0.70%	0.71%	02/25/13	02/26/16	1,096	879			300,000	299,120
PFIZER INC NOTE	42,120	4.50%	3.28%	05/21/09	02/15/14	1,731	138			40,000	40,596
PFIZER INC NOTE	304,239	4.50%	3.37%	05/11/09	02/15/14	1,741	138			290,000	294,324
PRAXAIR INC CORPORATE NOTES	16,727	4.63%	1.99%	08/20/10	03/30/15	1,683	546			15,000	15,901
PRAXAIR INC CORPORATE NOTES	174,293	4.63%	2.63%	06/08/10	03/30/15	1,756	546			160,000	169,612
PRAXAIR INC NOTES	229,052	5.25%	1.60%	09/28/10	11/15/14	1,509	411			200,000	210,739
TOYOTA MOTOR CREDIT CORP	419,828	0.80%	0.81%	05/14/13	05/17/16	1,099	960			420,000	419,632
TOYOTA MOTOR CREDIT CORP COMM PAPER	848,483	0.00%	0.25%	08/28/13	05/12/14	257	224			850,000	848,836
UNITED TECHNOLOGIES CORP NOTES	39,966	1.80%	1.82%	06/01/12	06/01/17	1,826	1,340			40,000	40,699
WAL-MART STORES INC GLOBAL NOTES	319,706	1.13%	1.14%	04/05/13	04/11/18	1,832	1,654			320,000	312,850
WALT DISNEY COMPANY CORP NOTES	32,650	4.50%	1.26%	03/01/11	12/15/13	1,020	76			30,000	30,246
WALT DISNEY COMPANY CORP NOTES	408,589	4.50%	1.23%	02/24/11	12/15/13	1,025	76			375,000	378,079
WELLS FARGO & CO CORPORATE NOTES	249,274	4.75%	3.11%	02/22/11	02/09/15	1,448	497			235,000	247,030
WELLS FARGO & CO CORPORATE NOTES	405,787	4.75%	3.83%	03/23/10	02/09/15	1,784	497			390,000	409,965
WELLS FARGO & COMPANY	599,440	1.50%	0.82%	02/12/13	07/01/15	869	639			590,000	597,399
WELLS FARGO & COMPANY (FLOATING)	825,000	0.79%	0.80%	07/22/13	07/20/16	1,094	1,024			825,000	827,983
<b>TOTAL AND AVERAGES</b>	<b>\$ 20,982,724</b>	<b>1.440%</b>	<b>1.440%</b>			<b>1,400</b>	<b>675</b>			<b>\$ 20,580,000</b>	<b>\$ 20,816,153</b>
<b>5. INVESTMENTS WITH TRUSTEES</b>											

**City of Alameda - Details on Investment Portfolio Summary Report  
For the Quarter Ended September 30, 2013**

<u>DESCRIPTION</u>	<u>BOOK VALUE</u>	<u>RATE</u>	<u>YIELD</u>	<u>PURCHASE DATE</u>	<u>MATURITY DATE</u>	<u>LIFE TO MATURITY DAYS</u>	<u>REMAINING LIFE DAYS</u>	<u>Call Date</u>	<u>S&amp;P RATING</u>	<u>PAR VALUE</u>	<u>MARKET VALUE</u>
BANK OF ALAMEDA- CERTIFICATE OF DEPOSIT	\$ 585,480	0.500%	0.500%	02/08/13	02/08/14	365	131			\$ 585,480	\$ 585,480
BNY - Cash	2,938	0.0000%	0.0000%	09/30/13	10/01/13	1	1			2,938	2,938
BNY - Goldman Sachs Financial Federal	779,572	0.0100%	0.0100%	09/30/13	10/01/13	1	1			779,572	779,572
BNY - Goldman Sachs Financial Federal	12,125,923	0.0000%	0.0000%	09/30/13	10/01/13	1	1			12,125,923	12,125,923
BNY - MBIA FINANCIAL GUARANTY INSURANCE	1	0.0000%	0.0000%	09/30/13	10/01/13	1	1			1	1
BNY - Mellon	165,000	0.0000%	0.0000%	09/30/13	10/01/13	1	1			165,000	165,000
BNY - WELLS FARGO TREASURY PLUS	88,002	0.0100%	0.0100%	09/30/13	10/01/13	1	1			88,002	88,002
BNY - WELLS FARGO TREASURY PLUS	829,500	0.0000%	0.0000%	09/30/13	10/01/13	1	1			829,500	829,500
C.A.M.P. - MONEY MARKET (IMPROVEMENT FUND)	381,808	0.0700%	0.0700%	10/01/13	01/01/14	92	93			381,808	381,808
DEUTSCHE BANK ESCROW ACCOUNT	5,478	0.0100%	0.0100%	09/30/13	10/01/13	1	1			5,478	5,478
UNION BANK - BLACKROCK INST. FUND	1,097	0.0100%	0.0100%	09/30/13	10/01/13	1	1			1,097	1,097
UNION BANK - BLACKROCK INST. FUND	48,369	0.0100%	0.0100%	09/30/13	10/01/13	1	1			48,369	48,369
UNION BANK - BLACKROCK INST. FUND	238,587	0.0100%	0.0100%	09/30/13	10/01/13	1	1			238,587	238,587
UNION BANK - BLACKROCK INST. FUND	543,297	0.0100%	0.0100%	09/30/13	10/01/13	1	1			543,297	543,297
UNION BANK - BLACKROCK INST. FUND	1,724,284	0.0100%	0.0100%	09/30/13	10/01/13	1	1			1,724,284	1,724,284
UNION BANK - BLACKROCK INST. FUND	1,262,083	0.0100%	0.0100%	09/30/13	10/01/13	1	1			1,262,083	1,262,083
UNION BANK - BLACKROCK INST. FUND	1,013,546	0.0100%	0.0100%	09/30/13	10/01/13	1	1			1,013,546	1,013,546
UNION BANK - BLACKROCK INST. FUND	1,067,666	0.0100%	0.0100%	09/30/13	10/01/13	1	1			1,067,666	1,067,666
UNION BANK - BLACKROCK INST. FUND	1,103,511	0.0100%	0.0100%	09/30/13	10/01/13	1	1			1,103,511	1,103,511
UNION BANK - BLACKROCK INST. FUND	1,736,553	0.0100%	0.0100%	09/30/13	10/01/13	1	1			1,736,553	1,736,553
UNION BANK - BLACKROCK INST. FUND	2,567,837	0.0100%	0.0100%	09/30/13	10/01/13	1	1			2,567,837	2,567,837
UNION BANK - BLACKROCK LIQUIDITY FUND	3	0.0000%	0.0000%	09/30/13	10/01/13	1	1			3	3
<b>TOTAL AND AVERAGES</b>	<b>\$ 26,270,535</b>	<b>0.016%</b>	<b>0.016%</b>			<b>22</b>	<b>11</b>			<b>\$ 26,270,535</b>	<b>\$ 26,270,535</b>
<b>6. LOCAL AGENCY INVESTMENT</b>	<b>\$ 18,000,000</b>	<b>0.270%</b>	<b>0.270%</b>	<b>09/30/13</b>	<b>05/27/14</b>	<b>239</b>	<b>239</b>			<b>\$ 18,000,000</b>	<b>\$ 18,010,212</b>
<b>TOTAL AND AVERAGES</b>	<b>\$ 18,000,000</b>	<b>0.270%</b>	<b>0.270%</b>			<b>239</b>	<b>239</b>			<b>\$ 18,000,000</b>	<b>\$ 18,010,212</b>
<b>Total</b>	<b>\$ 139,624,657</b>									<b>\$ 139,624,657</b>	<b>\$ 139,419,677</b>