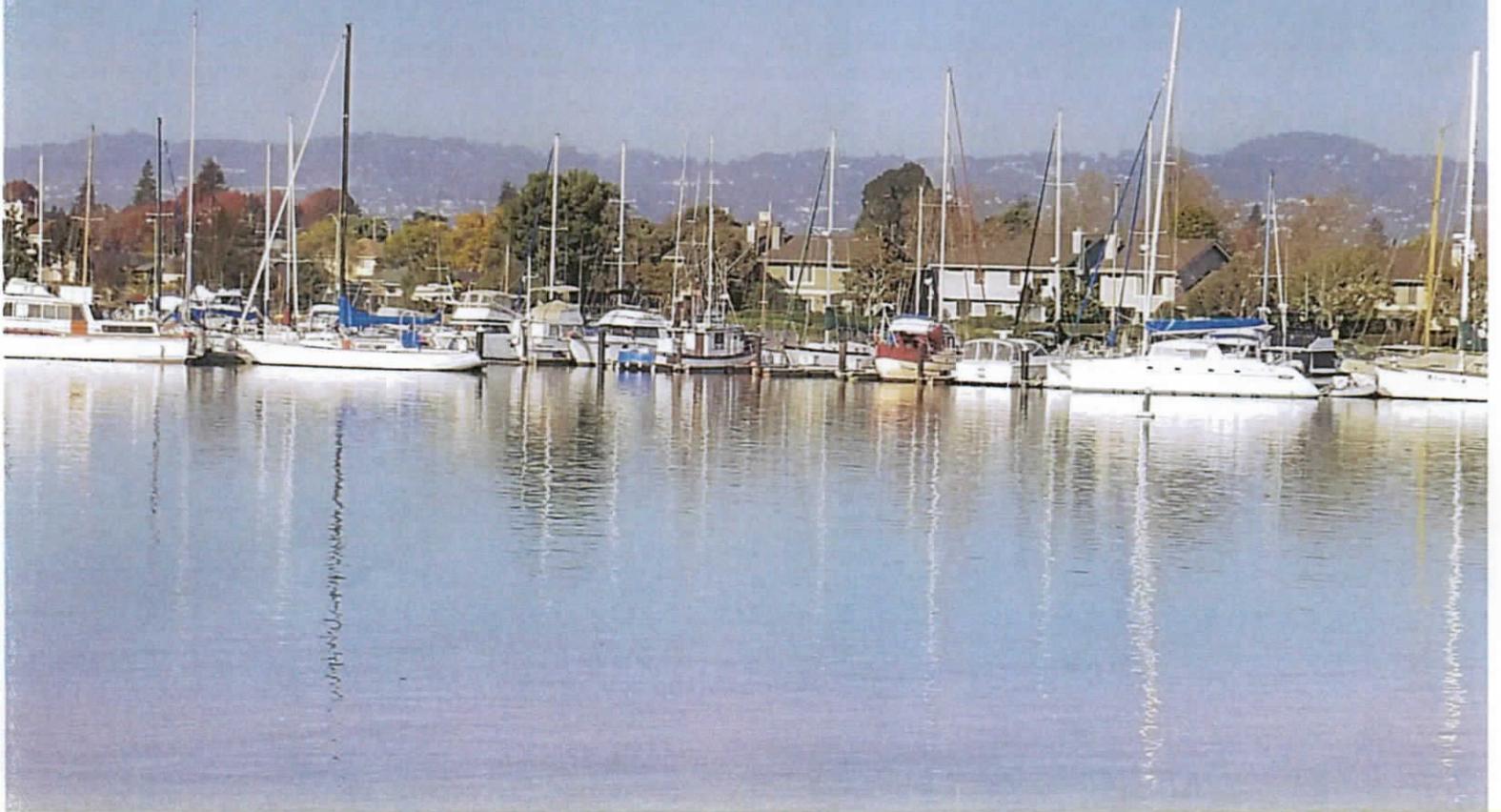


CITY OF Alameda
California

Quarterly Investment Report





City of Alameda

Staff Report

File Number:2015-1490

City Council

Agenda Date: 6/11/2015

File Type: Joint Consent Item

Agenda Number: 3-B

Recommendation to Accept the Treasury Report for the Quarter Ending March 31, 2015 [City Council]. (Finance 2410)

To: Honorable Mayor and Members of the City Council

From: Elizabeth D. Warmerdam, Interim City Manager

Re: Recommendation to Accept the Treasury Report for the Quarter Ending March 31, 2015

BACKGROUND

Each fiscal quarter, a Treasury Report is provided to the City Council for review, per council policy. Attached is the Treasury Report for the fiscal quarter ending March 31, 2015, which includes detailed information on the City's cash and investments.

DISCUSSION

The investment report includes all cash and investments as summarized in the six categories listed below as of March 31, 2015. The City utilizes U.S. Bank as its third-party safekeeping custodian for safekeeping of all investments with the exception of the Local Agency Investment Fund (LAIF) and investments held by Bond Trustees. LAIF being a money market fund administered by the State Treasurer has many governmental agency participants and holds securities through its own administrator. Investments held by Bond Trustees are administered in accordance with individual bond indentures.

The investment portfolio average yield of 0.79% (before adjustments for changes in market value) is slightly over the two-year rate for U.S. Treasury bills, which was 0.55% as of March 31, 2015.

City Council

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Investment Type	Market Value	Amount Over (Under) Cost	Average Length of Duration	Average Yield
Cash on Hand	\$ 10,075	\$ -	1	0.00%
Cash on Deposit	9,252,352	-	1	0.04%
Investments with Bond Trustees	9,411,114	-	22	0.06%
Cash on Hand and with Bond Trustees	18,673,541	-	1	0.05%
Local Agency Investment Fund	47,063,311	18,052	1	0.27%
Certificates of Deposit	6,635,996	4,938	328	0.49%
Federal/Agency Issues	56,718,006	313,875	890	1.07%
Medium Term Notes/Commercial Paper	23,609,401	102,029	957	1.26%
Total Investment Portfolio	134,026,714	438,894	344	0.79%
Total Portfolio	<u>\$ 152,700,255</u>	<u>438,894</u>		

The investments in Federal/Agency Issues and Medium Term Notes/Commercial Paper are managed by PFM Asset Management (PFM) and Chandler Asset Management (Chandler), 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 66% of the portfolios' investments in U.S. treasuries and agency notes and 34% in Corporate Notes and Commercial Paper. Most of these investments were rated either AA or AAA by independent rating firms, with none having a rating below an A-.

As of March 31, 2015, approximately 54% of the State's Local Agency Investment Fund (LAIF) investments were in U.S. treasuries and agency notes, 19% in CDs, and 27% in other types of investments. Additional economic summaries and specific information related to each of the investment advisors and LAIF are included in the Quarterly Investment Report attached to this report.

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 all other investments. These market valuations are subject to daily changes. 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 market value.

There may be differences between the market values provided by PFM versus those provided by the custodian (U.S. Bank). PFM's monthly statement, which includes market values, is intended to detail its investment advisory activity as well as the activity of any accounts held by the City in pools that are managed by PFM. The custodian bank maintains the control of assets and executes (i.e., settles) all investment transactions. The custodian statement is the official record of security and cash holdings and transactions. PFM recognizes that the City may use its reports to facilitate record

City Council

Agenda Date: 6/11/2015

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keeping and that the custodian bank statement and the PFM statement should be reconciled and differences resolved. Many custodians use a settlement date basis which may result in the need to reconcile due to a timing difference.

Of the total cash and investments reported above, only the portions held in the City's General Fund (approximately \$26 million, or 16%) and Internal Service Funds (approximately \$24 million, or 15%) are unrestricted, although a portion of these amounts may be committed for existing obligations or designated for specific purposes. The remaining \$103 million (67%) 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 six months are covered by anticipated revenues from City operations and liquidity from maturing investments.

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 March 31, 2015.

Respectfully submitted by,
Elena Adair, Finance Director

Exhibit:

1. Quarterly Investment 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

May 26, 2015

Honorable Mayor and City Council:

I have reviewed the City of Alameda's Treasury Report for the quarter ending March 2015, and find that it complies with the Investment Policy established by my office.

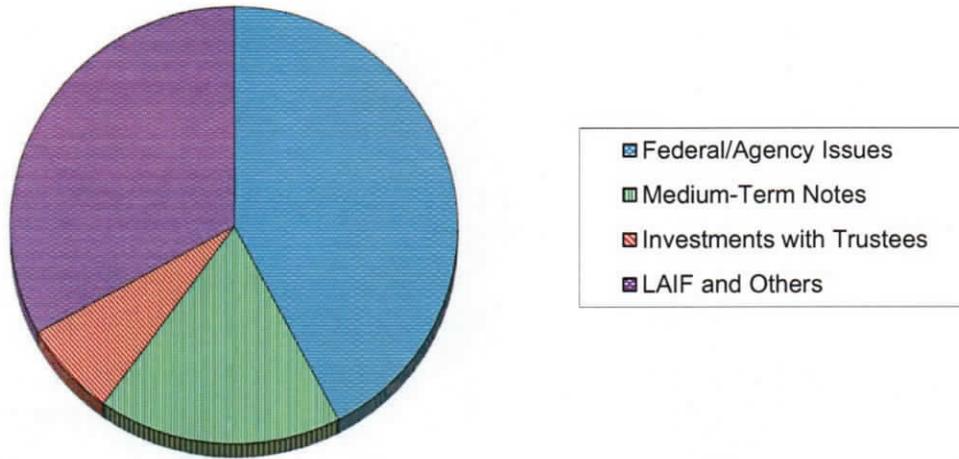
Sincerely,

A handwritten signature in blue ink, appearing to read "Kevin Kennedy", is written over the typed name below.

Kevin Kennedy
City Treasurer

City of Alameda, California
Investment Portfolio Summary Report
For the Quarter Ended March 31, 2015

Investments by Type



	<u>Book Value</u>	<u>% of Total</u>	<u>Average Duration in Days</u>	<u>Average Yield</u>	<u>Market Value*</u>
Cash on Hand	\$ 10,075	0.01%	1	0.00%	\$ 10,075
Cash on Deposit	9,252,352	6.07%	1	0.04%	9,252,352
Investments with Bond Trustees	9,411,114	6.18%	22	0.06%	9,411,114
Cash on Hand and with Bond Trustees	<u>\$ 18,673,541</u>	<u>12.26%</u>	<u>1</u>	<u>0.05%</u>	<u>\$ 18,673,541</u>
Local Agency Investment Fund	\$ 47,045,259	30.90%	1	0.27%	\$ 47,063,311
Certificates of Deposit	6,631,058	4.36%	328	0.49%	6,635,996
Federal/Agency Issues	56,404,131	37.04%	890	1.07%	56,718,006
Medium Term Notes/Commercial Paper	23,507,372	15.44%	957	1.26%	23,609,401
Total Investment Portfolio	<u>\$ 133,587,820</u>	<u>87.74%</u>	<u>344</u>	<u>0.79%</u>	<u>\$ 134,026,714</u>
Total Portfolio	<u>\$ 152,261,361</u>				<u>\$ 152,700,255</u>

Amount over (under) market value vs. Book Value \$ 438,894
 % of Portfolio -0.29%
 Average Maturity of Portfolio 0.94 years

	<u>General Fund</u>	<u>All Funds**</u>
FY13-14 Interest Income	\$ 54,310	\$ 663,904
FY14-15 Interest Income	\$ 321,543	\$ 821,875
Total Callable investments / % of Total	\$ 2,805,485	2%

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

Yield shown does not account for change in market value of investments
 ** 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.

Elena Adair, Finance Director

**City of Alameda - Details on Investment Portfolio Summary Report
For the Quarter Ended March 31, 2015**

DESCRIPTION	BOOK VALUE	RATE	YIELD	PURCHASE DATE	MATURITY DATE	LIFE TO MATURITY DAYS	REMAINING LIFE DAYS	CALL DATE	SEF RATING	PAR VALUE	MARKET VALUE
CASH ON HAND											
PETTY CASH	5,330		0.000%							\$ 5,330	\$ 5,330
CHANGE BOXES	4,745		0.000%							4,745	4,745
TOTAL	10,075		0.000%							\$ 10,075	\$ 10,075
1. CASH IN BANK											
WELLS FARGO GENERAL CHECKING	5,641,456	0.000%	0.000%							\$ 5,641,456	\$ 5,641,456
BANK OF MARIN TIDELANDS PM REALTY(BUSINESS)	1,042,860	0.250%	0.250%							1,042,860	1,042,860
BANK OF MARIN TIDELANDS PM REALTY(OPERATING)	6,368	0.000%	0.000%							6,368	6,368
BANK OF MARIN GARAGE LOAN REPAYMENT ACCOUNT	400,299	0.000%	0.000%							400,299	400,299
BANK OF MARIN FISC PM REALTY(BUSINESS)	135,020	0.100%	0.100%							135,020	135,020
BANK OF MARIN FISC PM REALTY(OPERATING)	7,269	0.000%	0.000%							7,269	7,269
BANK OF MARIN ALAMEDA POINT RENTAL G & L CHECKING	11,879	0.000%	0.000%							11,879	11,879
BANK OF MARIN ALAMEDA POINT PM REALTY (BUSINESS)	261,937	0.120%	0.180%							261,937	261,937
BANK OF MARIN ALAMEDA POINT PM REALTY (OPERATING)	7,881	0.250%	0.250%							7,881	7,881
First Community Bank - Escrow	1,000,015	0.000%	0.000%							1,000,015	1,000,015
OSHKOSH 701-10507 LEASE ESCROW	13,556	0.000%	0.000%							13,556	13,556
ABAG - DEPOSIT	44,931	0.000%	0.000%							44,931	44,931
OPERA TRUST	256,628	0.000%	0.000%							256,628	256,628
RISK MANAGEMENT ESCROW	50,000	0.000%	0.000%							50,000	50,000
US Bank - Fidelity Institution MMA (Chandler)	279,015	0.000%	0.000%							279,015	279,015
US Bank - Fidelity Institution MMA (PFM)	93,238	0.000%	0.000%							93,238	93,238
TOTAL	9,252,352	0.033%	0.035%							\$ 9,252,352	\$ 9,252,352
2. LOCAL AGENCY INVESTMENT											
TOTAL	47,045,259	0.270%	0.270%	03/31/15	04/01/15	1	1			\$ 47,045,259	\$ 47,063,311
3. CERTIFICATES OF DEPOSITS											
TOTAL AND AVERAGES	47,045,259	0.270%	0.270%			1	1			\$ 47,045,259	\$ 47,063,311
BANK OF MARIN	96,100	0.450%	0.450%	01/30/15	01/30/16	365	305			\$ 96,100	\$ 96,100
BANK OF MARIN - ALAMEDA WEST LAGOON	50,000	0.145%	0.145%	03/30/15	03/30/16	366	365			50,000	50,000
BANK OF MARIN - Harbor Bay CD	25,000	0.145%	0.145%	08/19/14	08/19/15	365	141			25,000	25,000
BANK OF MARIN - MASTICK CD	465,562	0.195%	0.185%	02/05/15	02/04/16	364	310			465,562	465,562
BANK OF NOVA SCOTIA HOUS CD FLOAT	999,396	0.445%	0.282%	06/11/14	06/10/16	730	437			1,000,000	999,838
BMO HARRIS BANK NA CERT DEPOS	1,000,000	0.540%	0.536%	02/11/15	02/10/16	364	316			1,000,000	999,961
CITIBANK NA FLOATING CERT DEPOS	1,000,000	0.373%	0.373%	08/12/14	08/11/15	364	133			1,000,000	999,890
HSBC BANK USA NA CD	800,000	0.880%	0.880%	02/11/15	08/15/16	551	503			800,000	803,838
RABOBANK NEDERLAND NV NY CD	1,100,000	0.716%	0.713%	05/09/14	05/06/16	728	402			1,100,000	1,099,713
TRANS PACIFIC BANK	95,000	0.300%	0.300%	02/05/15	02/05/16	365	311			95,000	95,289
WESTPAC BANKING CORP NY LT FLOAT CD	1,000,000	0.433%	0.409%	04/16/14	04/15/16	730	381			1,000,000	1,000,805
TOTAL AND AVERAGES	6,631,058	0.521%	0.492%			481	328			\$ 6,631,662	\$ 6,635,996
4. GOVERNMENT TREASURIES & AGENCIES											
CA ST DEPT OF WATER TXBL REV BONDS	400,000	0.850%	0.850%	09/19/12	12/01/15	1,168	245			\$ 400,000	\$ 400,728
FANNIE MAE BENCHMARK NOTE	250,513	1.875%	1.831%	03/20/14	02/19/19	1,797	1,421			250,000	255,768
FANNIE MAE BENCHMARK NOTE	636,672	1.875%	1.875%	03/03/14	02/19/19	1,814	1,421			630,000	644,535
FANNIE MAE GLOBAL NOTES	101,498	1.625%	1.205%	03/30/15	11/27/18	1,338	1,337			100,000	101,588
FANNIE MAE GLOBAL NOTES	293,038	0.875%	1.529%	09/18/14	05/21/18	1,341	1,147			300,000	299,287
FANNIE MAE GLOBAL NOTES	434,987	0.875%	0.876%	01/04/13	08/28/17	1,697	881			435,000	435,543
FANNIE MAE GLOBAL NOTES	581,316	0.875%	1.571%	09/23/13	05/21/18	1,701	1,147			600,000	598,574

**City of Alameda - Details on Investment Portfolio Summary Report
For the Quarter Ended March 31, 2015**

DESCRIPTION	BOOK VALUE	RATE	YIELD	PURCHASE DATE	MATURITY DATE	LIFE TO MATURITY DAYS	REMAINING LIFE DAYS	CALL DATE	RATING	PAR VALUE	MARKET VALUE
FANNIE MAE GLOBAL NOTES	796,816	1.625%	1.709%	12/18/13	11/27/18	1,807	1,337		AA+	800,000	812,705
FANNIE MAE GLOBAL NOTES	874,760	0.875%	0.929%	02/22/13	12/20/17	1,762	995		AA+	875,000	875,054
FEDERAL FARM CREDIT BANK BONDS	874,501	0.430%	0.460%	12/24/12	11/16/15	1,057	230		AA+	875,000	876,173
FEDERAL HOME LOAN BANK GLOBAL NOTES	758,123	1.000%	0.740%	03/26/13	08/21/17	1,548	813		AA+	750,000	754,869
FICB NOTES	110,189	0.550%	0.488%	10/24/12	08/17/15	1,027	139		AA+	110,000	110,155
FICB NOTES	200,724	0.830%	0.830%	03/29/11	12/22/15	1,729	266		AA+	200,000	203,018
FICB NOTES	440,000	0.830%	0.830%	09/18/12	09/21/17	1,829	905		AA+	440,000	438,623
FICB NOTES	712,016	0.550%	0.448%	10/24/12	08/17/15	1,027	139		AA+	710,000	710,998
FICB GLOBAL NOTES (CALLABLE)	800,000	0.840%	0.940%	03/17/15	03/24/17	738	724	03/24/16	AA+	800,000	801,430
FICB NOTES	117,015	2.125%	1.749%	07/20/11	08/10/16	1,787	437		AA+	115,000	117,328
FICB NOTES	171,554	1.010%	0.819%	07/26/12	06/19/17	1,789	811		AA+	170,000	171,086
FICB NOTES	424,371	0.625%	0.685%	06/26/14	12/28/16	916	638		AA+	425,000	425,519
FICB NOTES	430,396	1.050%	1.031%	02/28/12	02/27/17	1,826	689		AA+	430,000	433,619
FICB NOTES	434,386	1.000%	0.779%	09/21/12	06/09/17	1,722	801		AA+	430,000	432,599
FICB NOTES	513,170	2.450%	1.865%	07/08/11	03/30/16	1,727	365		AA+	500,000	509,894
FICB NOTES	714,821	0.875%	0.702%	03/14/13	03/10/17	1,457	710		AA+	710,000	713,558
FICB NOTES	747,697	2.125%	1.099%	11/10/11	08/10/16	1,674	437		AA+	715,000	729,480
FICB NOTES	802,848	1.125%	1.050%	04/25/12	03/10/17	1,780	710		AA+	800,000	806,659
FICB NOTES	843,099	0.500%	0.606%	08/06/14	09/28/16	784	547		AA+	845,000	845,031
FICB NOTES	868,534	1.375%	1.543%	08/13/13	03/09/18	1,669	1,074		AA+	875,000	845,714
FICB NOTES	882,920	1.125%	1.017%	03/20/15	04/25/18	1,132	1,121		AA+	890,000	894,447
FICB NOTES	435,087	0.750%	1.508%	06/26/13	01/12/18	1,661	1,018		AA+	450,000	449,204
FICB NOTES	444,015	0.750%	1.026%	01/28/13	01/12/18	1,810	1,018		AA+	450,000	449,204
FILM/C NOTES	857,882	1.250%	1.057%	05/30/12	08/12/17	1,808	773		AA+	850,000	860,139
FILM/C NOTES	885,483	0.500%	0.587%	01/15/15	01/27/17	743	668		AA+	867,000	865,508
FILM/C REFERENCE NOTE	438,429	1.000%	1.118%	08/21/14	08/27/17	1,133	911		AA+	440,000	441,662
FNMA NOTES	507,503	1.250%	0.741%	10/01/13	09/28/16	1,093	547		AA+	500,000	505,578
FNMA NOTES	523,126	1.000%	1.118%	08/21/14	08/27/17	1,133	911		AA+	525,000	526,983
FNMA NOTES	902,043	1.750%	1.701%	10/29/14	09/12/19	1,779	1,626		AA+	900,000	914,435
FNMA NOTES (EX-CALLABLE)	439,603	2.000%	1.219%	08/25/11	03/08/16	1,657	343		AA+	425,000	431,672
FNMA NOTES	79,990	1.000%	1.004%	08/12/14	07/28/17	1,081	850		AA+	80,000	80,597
FREDDIE MAC GLOBAL NOTES	101,086	1.000%	0.758%	12/27/12	07/28/17	1,674	850		AA+	100,000	100,746
FREDDIE MAC GLOBAL NOTES	259,735	2.000%	1.187%	09/14/11	08/25/16	1,807	513		AA+	250,000	255,322
FREDDIE MAC GLOBAL NOTES	363,122	2.000%	1.193%	11/09/11	08/25/16	1,751	513		AA+	350,000	357,450
FREDDIE MAC GLOBAL NOTES	419,972	1.000%	1.002%	08/12/14	07/28/17	1,081	850		AA+	420,000	423,132
FREDDIE MAC GLOBAL NOTES	438,154	1.000%	0.849%	07/27/12	08/29/17	1,798	821		AA+	435,000	437,421
FREDDIE MAC GLOBAL NOTES	438,336	1.000%	0.842%	08/07/12	07/28/17	1,816	850		AA+	435,000	438,244
FREDDIE MAC GLOBAL NOTES	859,294	0.875%	1.267%	08/12/13	03/07/18	1,729	1,072		AA+	875,000	873,594
FREDDIE MAC GLOBAL NOTES	877,977	1.250%	1.778%	11/24/14	10/02/19	1,773	1,646		AA+	900,000	892,502
FREDDIE MAC GLOBAL NOTES	885,175	1.250%	1.835%	09/04/14	08/01/19	1,792	1,584		AA+	910,000	908,538
TENN VALLEY AUTHORITY	259,789	1.750%	1.771%	09/18/14	10/15/18	1,488	1,294		AA+	260,000	264,932
TENN VALLEY AUTHORITY	266,950	1.750%	1.595%	10/29/13	10/15/18	1,812	1,294		AA+	265,000	270,027
TENN VALLEY AUTHORITY	368,092	1.567%	1.567%	10/30/13	10/15/18	1,811	1,294		AA+	355,000	361,734
US TREASURY NOTES	97,938	1.250%	1.633%	03/20/14	01/31/19	1,778	1,402		AA+	100,000	100,375
US TREASURY NOTES	108,479	0.500%	0.959%	07/01/14	07/31/17	1,126	853		AA+	110,000	109,579
US TREASURY NOTES	175,479	0.875%	0.780%	05/27/14	04/30/17	1,069	761		AA+	175,000	175,998
US TREASURY NOTES	178,495	0.500%	0.842%	02/06/15	07/31/17	906	853		AA+	180,000	179,311
US TREASURY NOTES	219,745	1.250%	1.780%	09/18/14	04/30/19	1,685	1,491		AA+	225,000	225,281
US TREASURY NOTES	222,470	1.250%	1.488%	03/03/14	01/31/19	1,795	1,402		AA+	225,000	225,844
US TREASURY NOTES	224,403	0.625%	0.718%	12/23/13	11/15/16	1,058	595		AA+	225,000	225,580
US TREASURY NOTES	307,347	0.875%	0.622%	10/31/13	11/30/16	1,126	610		AA+	305,000	307,073
US TREASURY NOTES	399,329	0.500%	0.540%	04/30/13	07/31/17	1,553	853		AA+	400,000	398,469
US TREASURY NOTES	482,215	0.750%	0.945%	10/30/14	10/31/17	1,097	945		AA+	485,000	484,662
US TREASURY NOTES	494,631	0.500%	0.844%	05/30/14	07/31/17	1,158	853		AA+	500,000	488,085
US TREASURY NOTES	569,364	1.250%	1.468%	05/27/14	01/31/19	1,710	1,402		AA+	575,000	577,166
US TREASURY NOTES	661,529	1.250%	1.677%	06/11/14	04/30/19	1,784	1,491		AA+	675,000	675,844
US TREASURY NOTES	707,152	0.625%	0.997%	08/28/14	08/31/17	1,099	884		AA+	715,000	713,715

**City of Alameda - Details on Investment Portfolio Summary Report
For the Quarter Ended March 31, 2015**

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
US TREASURY NOTES	734,461	0.875%	0.596%	07/30/12	04/30/17	1,735	761		AA+	725,000	729,135
US TREASURY NOTES	831,770	0.875%	0.694%	06/31/12	01/31/17	1,693	672		AA+	825,000	830,414
US TREASURY NOTES	880,259	2.250%	1.319%	06/28/11	03/31/16	1,738	366		AA+	825,000	840,984
US TREASURY NOTES	878,417	0.750%	1.281%	07/30/13	03/31/18	1,705	1,096		AA+	900,000	895,992
US TREASURY NOTES	885,483	1.375%	1.719%	04/01/14	02/28/19	1,794	1,430		AA+	900,000	906,750
US TREASURY NOTES	889,316	1.250%	1.504%	12/16/13	10/31/18	1,780	1,310		AA+	900,000	904,852
US TREASURY NOTES	894,835	0.625%	0.857%	02/28/15	08/31/17	917	884		AA+	900,000	898,383
US TREASURY NOTES	895,699	1.000%	1.670%	11/18/14	11/30/19	1,808	1,705		AA+	925,000	910,981
US TREASURY NOTES	912,062	2.000%	1.702%	05/17/11	01/31/16	1,720	306		AA+	900,000	913,148
US TREASURY NOTES	975,229	0.875%	0.670%	06/02/14	01/31/17	974	672		AA+	970,000	976,365
US TREASURY NOTES	1,003,789	0.875%	0.689%	12/05/14	12/31/16	757	641		AA+	1,000,000	1,006,797
US TREASURY NOTES	1,011,973	0.875%	0.796%	07/29/14	01/31/17	917	672		AA+	1,010,000	1,016,628
US TREASURY NOTES	1,092,342	1.000%	0.928%	03/19/14	03/31/17	1,108	731		AA+	1,090,000	1,099,111
US TREASURY NOTES	1,540,758	0.875%	0.485%	02/04/15	11/30/16	665	610		AA+	1,530,000	1,540,399
US TREASURY NOTES	1,978,622	0.625%	0.857%	02/02/15	08/31/17	941	884		AA+	1,980,000	1,976,981
US TREASURY NOTES	1,722,600	0.875%	1.206%	12/29/14	01/31/18	1,129	1,037		AA+	1,740,000	1,741,495
US TREASURY NOTES	2,431,625	0.750%	1.004%	03/26/15	03/31/18	1,101	1,086		AA+	2,450,000	2,439,080
US TREASURY NOTES	2,843,991	0.750%	1.049%	02/26/15	03/31/18	1,129	1,096		AA+	2,870,000	2,857,220
US TREASURY NOTES	3,227,520	0.875%	0.844%	10/01/14	04/30/17	942	761		AA+	3,225,000	3,243,392
TOTAL AND AVERAGES	\$ 56,404,131	1.038%	1.069%			1,438	890			\$ 56,482,000	\$ 56,718,006
5. MEDIUM-TERM NOTES (CORP. BONDS)											
AMERICAN EXPRESS CORP NOTES	872,865	1.125%	1.208%	06/02/14	06/05/17	1,099	797		A-	875,000	874,828
AMERICAN HONDA FINANCE CORPORATE NOTES	297,242	2.125%	1.969%	12/10/13	10/10/18	1,765	1,289		A+	295,000	300,485
AMERICAN HONDA FINANCE CORPORATE NOTES	389,637	1.550%	1.582%	12/08/14	12/11/17	1,099	986		A+	390,000	393,378
AMERICAN HONDA FINANCE GLOBAL NOTES	343,799	1.125%	1.244%	10/03/13	10/07/16	1,100	556		A+	345,000	346,889
APPLE INC GLOBAL NOTES	544,863	0.700%	1.195%	05/20/13	05/03/16	1,069	1,129		AA+	550,000	546,791
BANK OF NEW YORK MELLON (CALLABLE)	449,735	1.000%	1.295%	03/04/13	03/04/16	1,833	339		A+	450,000	450,712
BANK OF NEW YORK MELLON NT (CALLABLE)	185,287	2.300%	2.267%	09/08/14	09/11/19	1,829	1,625		A+	185,000	188,293
BANK OF NEW YORK MELLON NT (CALLABLE)	369,930	2.300%	2.304%	08/11/14	08/11/19	1,833	1,625		A+	370,000	376,586
BANK OF TOKYO MITSUBISHI UFJ COMM PAPER	899,118	0.000%	0.280%	02/20/15	06/29/15	129	90		A-1	900,000	899,415
BERKSHIRE HATHAWAY FIN GLOBAL NOTES	339,354	0.950%	1.018%	10/08/13	08/15/16	1,042	503		AA	340,000	341,519
BOEING COMPANY (FLOATING) NOTE	500,000	0.380%	0.362%	10/28/14	10/30/17	1,098	944		A	500,000	500,434
CATERPILLAR FINANCIAL SE	1,214,892	1.350%	0.910%	10/22/13	09/08/16	1,050	525		A	1,200,000	1,211,670
CHEVRON CORP (CALLABLE) GLOBAL NOTES	24,714	1.104%	1.399%	12/05/13	12/05/17	1,050	980		AA	25,000	25,022
CHEVRON CORP (CALLABLE) GLOBAL NOTES	33,174	1.104%	1.697%	08/27/13	12/05/17	1,561	980		AA	34,000	34,030
CHEVRON CORP (CALLABLE) GLOBAL NOTES	100,346	1.104%	1.031%	01/10/13	12/05/17	1,461	980		AA	100,000	100,089
CHEVRON CORP (CALLABLE) GLOBAL NOTES	155,000	1.104%	1.104%	12/05/12	12/05/17	1,826	980		AA	155,000	155,137
CHEVRON CORP (CALLABLE) GLOBAL NOTES	157,120	1.104%	1.692%	08/27/13	12/05/17	1,561	980		AA	161,000	161,142
CHEVRON CORP (CALLABLE) GLOBAL NOTES	440,000	1.345%	1.345%	11/10/14	11/15/17	1,101	960		AA	440,000	443,587
CHEVRON CORP NOTE	64,890	2.125%	2.161%	03/07/14	03/01/19	1,820	1,431		AA-	65,000	66,331
CISCO SYSTEMS INC GLOBAL NOTES	170,264	2.125%	2.092%	03/06/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	170,891	2.125%	2.014%	03/04/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	171,272	2.125%	1.967%	03/04/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	170,264	2.125%	2.092%	03/06/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	170,891	2.125%	2.014%	03/04/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	171,272	2.125%	1.967%	03/04/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	170,264	2.125%	2.092%	03/06/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	170,891	2.125%	2.014%	03/04/14	03/01/19	1,823	1,431		AA-	170,000	173,481
CISCO SYSTEMS INC GLOBAL NOTES	171,272	2.125%	1.967%	03/04/14	03/01/19	1,823	1,431		AA-	170,000	173,481
COSTCO WHOLESALE CORPORATE NOTES	224,741	0.750%	0.789%	10/29/13	11/01/16	1,099	581		A+	225,000	225,304
COSTCO WHOLESALE CORPORATE NOTES	364,617	1.750%	1.772%	02/05/15	02/15/20	1,836	1,782		A+	365,000	363,954
COSTCO WHOLESALE CORPORATE NOTES	648,863	1.625%	1.662%	10/25/10	10/15/15	1,816	198		A	650,000	653,111
EBAV INC CORP NOTES	1,767,445	1.500%	1.350%	08/15/13	07/12/16	1,062	469		AA+	1,760,000	1,778,744
GENERAL ELECTRIC CAP CORP	230,064	2.300%	2.294%	01/08/14	01/14/19	1,832	1,385		AA+	230,000	235,396
GENERAL ELECTRIC CAPITAL CORP NOTES	324,389	2.300%	2.340%	01/08/14	01/14/19	1,832	1,385		AA+	325,000	332,625
GENERAL ELECTRIC CAPITAL CORP NOTES	125,672	2.125%	0.753%	11/16/12	05/19/16	1,280	415		AA	120,000	122,318
GOOGLE INC GLOBAL NOTES	267,062	2.125%	0.752%	11/16/12	05/19/16	1,280	415		AA	265,000	268,925
GOOGLE INC GLOBAL NOTES	399,928	1.500%	1.506%	11/05/14	11/13/17	1,104	958		A	400,000	401,556
HSBC USA INC NOTES	568,262	1.125%	1.229%	02/03/15	02/06/18	1,099	1,043		AA-	570,000	568,593
IBM CORP NOTES	847,408	1.125%	1.228%	02/03/15	02/06/18	1,099	1,043		AA-	850,000	847,901

**City of Alameda - Details on Investment Portfolio Summary Report
For the Quarter Ended March 31, 2015**

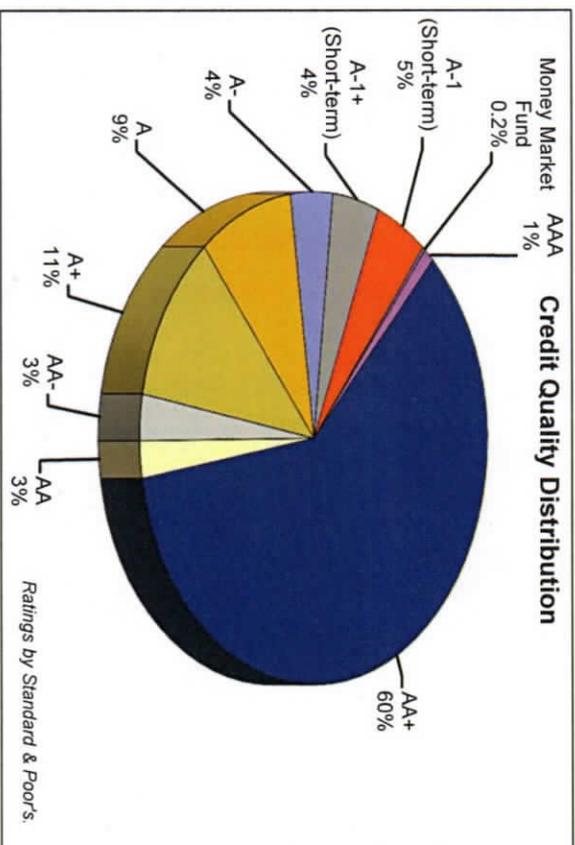
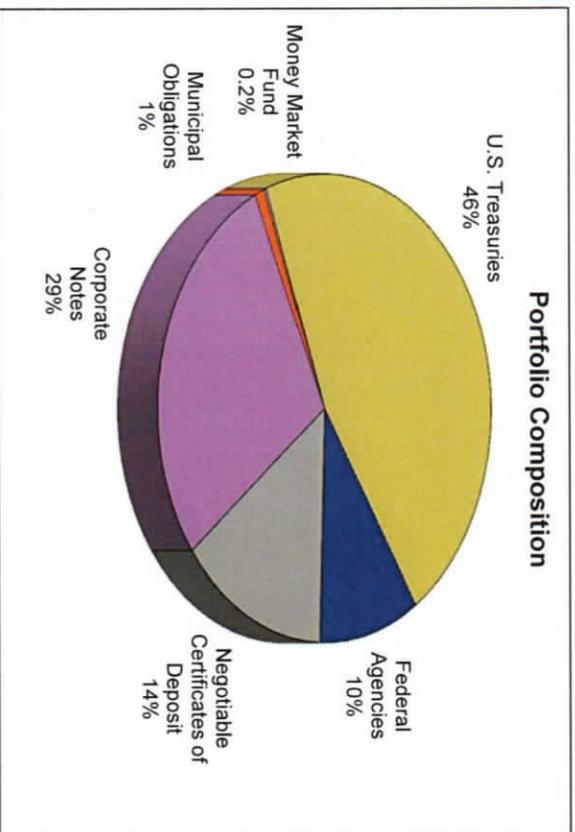
DESCRIPTION	BOOK VALUE	RATE	YIELD	PURCHASE DATE	MATURITY DATE	LIFE TO MATURITY DAYS	REMAINING LIFE DAYS	CALL DATE	RATING	PAR VALUE	MARKET VALUE
INTEL CORP CORPORATE NOTES	215,559	1.350%	1.286%	12/12/12	12/15/17	1,829	990		A+	215,000	216,084
INTEL CORP CORPORATE NOTES	336,082	1.350%	1.283%	12/12/12	12/15/17	1,829	990		A+	336,000	336,689
JOHN DEERE CAPITAL CORP	499,365	1.050%	1.093%	10/08/13	10/11/16	1,089	560		A	500,000	502,647
JOHN DEERE CAPITAL CORP GLOBAL NOTES	99,938	0.875%	0.886%	04/13/12	04/17/15	1,089	17		A	100,000	100,021
JOHN DEERE CAPITAL CORP NOTES	169,638	1.950%	1.995%	12/12/13	12/13/18	1,827	1,353		A	170,000	173,057
JOHN DEERE CAPITAL CORP NOTES	338,036	2.000%	1.050%	09/11/12	01/13/17	1,585	654		A	325,000	331,857
JPMORGAN CHASE & CO	999,500	1.350%	1.367%	02/12/14	02/15/17	1,089	687		A	1,000,000	1,003,864
OCCIDENTAL PETROLEUM CORPORATE NOTES	445,366	1.750%	1.127%	03/08/13	02/15/17	1,440	687		A	435,000	440,285
ORACLE CORP NOTES	598,557	1.200%	1.479%	11/05/13	10/15/17	1,440	929		A+	605,000	606,967
PERSCOR CORP NOTES	749,145	0.950%	0.989%	02/25/14	02/22/17	1,093	694		A+	750,000	751,277
PEZZER INC CORPORATE NOTE	179,842	1.100%	1.130%	05/12/14	05/15/17	1,099	776		AA	180,000	181,134
PRAXAIR INC (MAKE WHOLE CALL) CORP NOTES	561,034	1.250%	1.677%	01/08/15	11/07/18	1,399	1,317		A	570,000	565,503
TOYOTA MOTOR CREDIT CORP	289,881	0.800%	0.814%	05/14/13	05/17/16	1,099	413		AA-	290,000	290,940
TOYOTA MOTOR CREDIT CORP INT BEAR CP	800,000	0.300%	0.154%	01/30/15	10/02/15	245	185		A-1+	800,000	800,000
TOYOTA MOTOR CREDIT CORP NOTE	129,822	1.450%	1.497%	01/07/15	01/12/18	1,101	1,018		AA-	130,000	130,832
UNITED TECHNOLOGIES CORP NOTES	144,801	1.450%	1.497%	01/07/15	01/12/18	1,101	1,018		AA-	145,000	145,928
US BANCORP NOTES (CALLABLE)	39,966	1.800%	1.818%	08/01/12	06/01/17	1,826	793		A	40,000	40,736
US BANK NA (CALLABLE) CORPORATE NOTES	70,148	1.950%	1.993%	02/12/14	11/15/18	1,737	1,325		A+	70,000	71,092
US BANK NA (CALLABLE) CORPORATE NOTES	95,641	2.200%	2.053%	06/10/14	04/25/19	1,780	96,885		A+	95,000	96,685
US BANK NA (CALLABLE) CORPORATE NOTES	154,716	2.200%	2.239%	05/01/14	04/25/19	1,820	1,486		A+	155,000	157,749
US BANK NA (CALLABLE) CORPORATE NOTES	209,675	2.200%	2.233%	05/01/14	04/25/19	1,820	1,486		A+	210,000	213,725
WAL-MART STORES INC GLOBAL NOTES	319,706	1.125%	1.144%	04/05/13	04/11/18	1,832	1,107		AA	320,000	320,390
WELLS FARGO & CO	115,000	2.150%	2.179%	02/02/15	01/30/20	1,823	1,766		A+	115,000	115,993
WELLS FARGO & COMPANY (FLOATING)	459,374	2.150%	2.179%	02/02/15	01/30/20	1,823	1,766		A+	460,000	462,373
WELLS FARGO & COMPANY NOTES	825,000	0.787%	0.798%	07/22/13	07/20/16	1,094	477		A+	825,000	828,089
WELLS FARGO & COMPANY NOTES	998,740	1.150%	1.193%	05/27/14	06/02/17	1,102	794		A+	1,000,000	999,697
TOTAL AND AVERAGES	\$ 23,507,372	1.291%	1.267%			1,422	957			\$ 23,480,000	\$ 23,609,401
6. INVESTMENTS WITH TRUSTEES											
City of Alameda Pooled Cash Account	\$ 370,494	0.240%	1.193%	03/31/15	04/01/15	1	1			\$ 370,494	\$ 370,494
BNY - GOLDMAN SACHS FINANCIAL FEDERAL	3,016,708	0.000%	0.000%	03/31/15	04/01/15	1	1			3,016,708	3,016,708
UNION BANK - BLACKROCK INST. FUND A/C 6711721201-210	1,682	0.010%	0.010%	03/31/15	04/01/15	1	1			1,682	1,682
UNION BANK - BLACKROCK INST. FUND A/C 6711809101-07	543,415	0.010%	0.010%	03/31/15	04/01/15	1	1			543,415	543,415
UNION BANK - BLACKROCK INST. FUND A/C 6711809201-02	668,529	0.010%	0.010%	03/31/15	04/01/15	1	1			668,529	668,529
BNY - MBIA FINANCIAL GUARANTY INSURANCE A/C 139010	1	0.000%	0.000%	03/31/15	04/01/15	1	1			1	1
BANK OF MARIAN 0020-700283	589,737	0.195%	0.195%	02/08/15	02/08/16	365	314			589,737	589,737
UNION BANK - BLACKROCK LIQUIDITY FUND 6711851901-03	2	0.000%	0.000%	03/31/15	04/01/15	1	1			2	2
UNION BANK - BLACKROCK INST. FUND A/C 6711939800-07	1,103,541	0.010%	0.010%	03/31/15	04/01/15	1	1			1,103,541	1,103,541
BNY - Cash A/C 852790	-	0.010%	0.010%	03/31/15	04/01/15	1	1			-	-
BNY - Goldman Sachs Financial Federal A/C 852792	779,643	0.000%	0.000%	03/31/15	04/01/15	1	1			779,643	779,643
BNY - Goldman Sachs Financial Federal A/C 852795	2,312,416	0.000%	0.000%	03/31/15	04/01/15	1	1			2,312,416	2,312,416
Union Bank - Debt Service A/C 6712109701	2	0.010%	0.010%	03/31/15	04/01/15	1	1			2	2
Union Bank - Interest A/C 6712109702	24,943	0.000%	0.000%	03/31/15	04/01/15	1	1			24,943	24,943
Union Bank - Reserve A/C 6712109704	1	0.000%	0.000%	03/31/15	04/01/15	1	1			1	1
TOTAL AND AVERAGES	\$ 9,411,114	0.012%	0.062%			25	22			\$ 9,411,114	\$ 9,411,114
TOTAL	\$ 152,261,361									\$ 152,312,462	\$ 152,700,255

PFM
Investment Report
 First Quarter 2015

**Fixed Income
 Management**

Portfolio Composition and Credit Quality Characteristics

Security Type ¹	March 31, 2015		December 31, 2014		Permitted by Policy
		% of Portfolio		% of Portfolio	
U.S. Treasuries	\$19,420,152	46%	\$21,574,277	52%	100%
Federal Agencies	\$4,050,314	10%	\$3,591,060	9%	100%
Negotiable Certificates of Deposit	\$5,910,571	14%	\$4,097,958	10%	30%
Commercial Paper	\$0	0%	\$0	0%	25%
Municipal Obligations	\$401,595	1%	\$401,121	1%	100%
Medium-Term Corporate Notes	\$11,961,391	29%	\$11,894,554	29%	30%
Money Market Fund	\$93,238	<1%	\$39,879	<1%	20%
Totals	\$41,837,260	100%	\$41,598,849	100%	



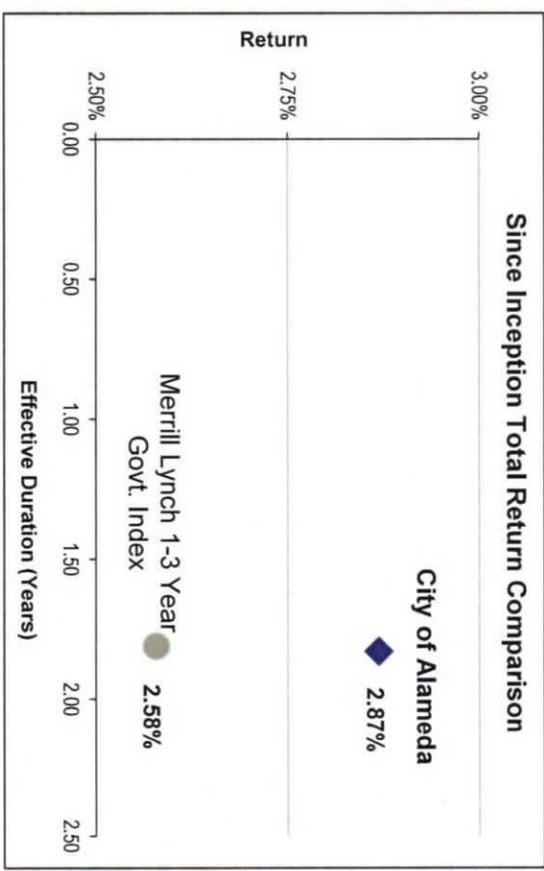
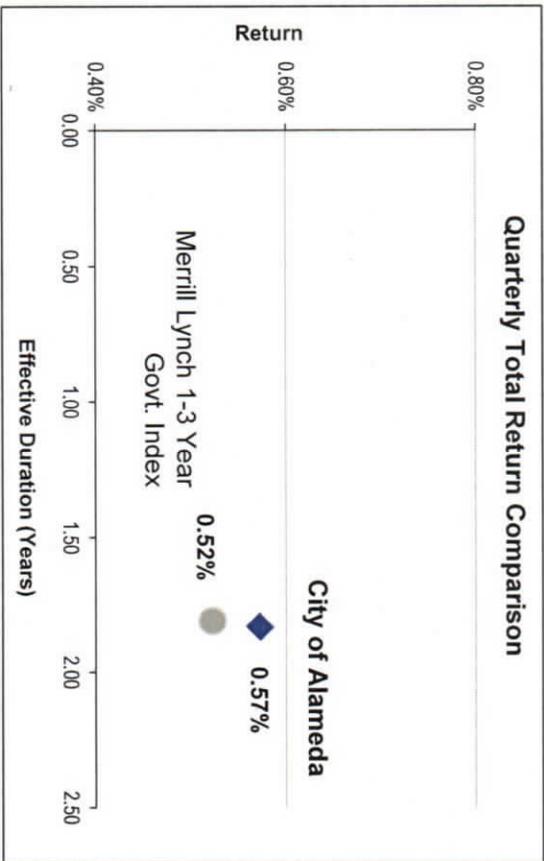
Notes:

- Numbers may not add up to 100% due to rounding.
- End of quarter trade-date market values of portfolio holdings, including accrued interest.

PFM
Investment Report
 First Quarter 2015
Fixed Income Management

Portfolio Performance

	Quarter Ended	Past Year	Past 3 Years	Past 5 Years	Since Inception
	March 31, 2015	Year	3 Years	5 Years	Inception
Total Return ^{1,2,3,4,5}					
City of Alameda	0.57%	1.20%	0.90%	1.28%	2.87%
Merrill Lynch 1-3 Year Govt. Index	0.52%	1.01%	0.68%	1.04%	2.58%
Effective Duration	March 31, 2015	December 31, 2014	Yields	March 31, 2015	December 31, 2014
City of Alameda	1.83	1.76	Yield at Market	0.69%	0.80%
Merrill Lynch 1-3 Year Govt. Index	1.78	1.81	Yield on Cost	0.88%	0.82%



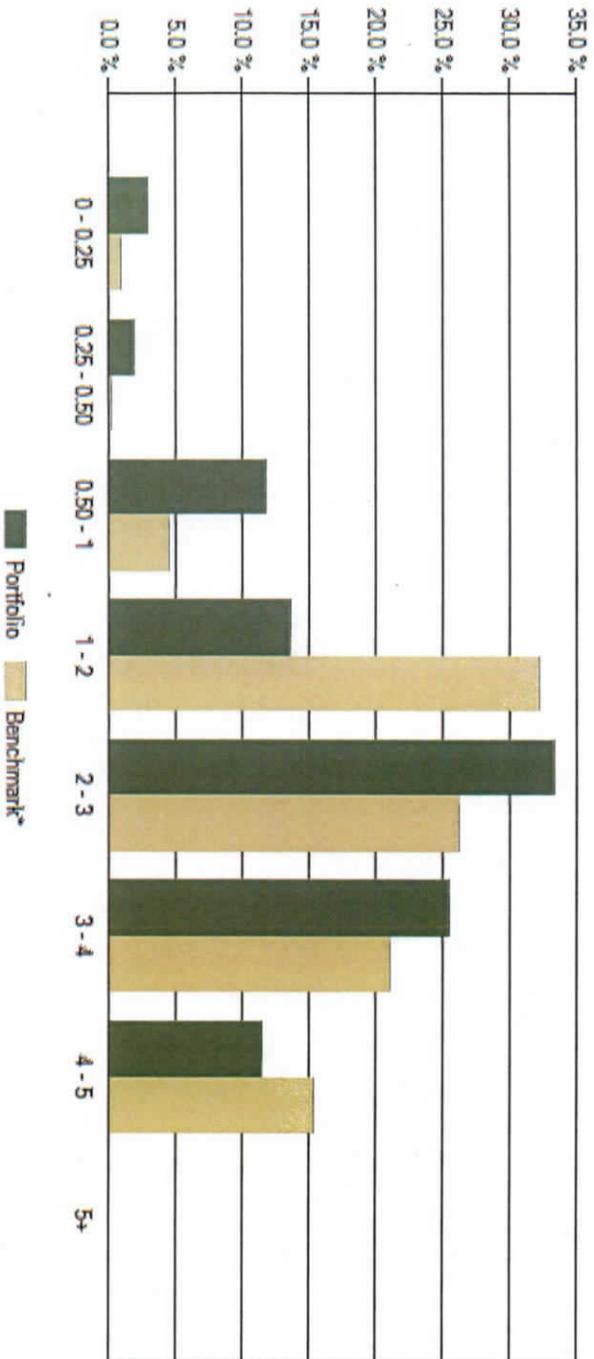
- Notes:**
1. Performance on trade date basis, gross (i.e., before fees), in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).
 2. Quarterly returns are presented on an unannualized basis. Performance numbers for periods greater than one year are presented on an annualized basis.
 3. Merrill Lynch Indices provided by Bloomberg Financial Markets.
 4. Performance and duration computations include money market fund.
 5. Inception Date is Third Quarter 2002.



Duration Distribution

City of Alameda

Portfolio Compared to the Benchmark as of March 31, 2015

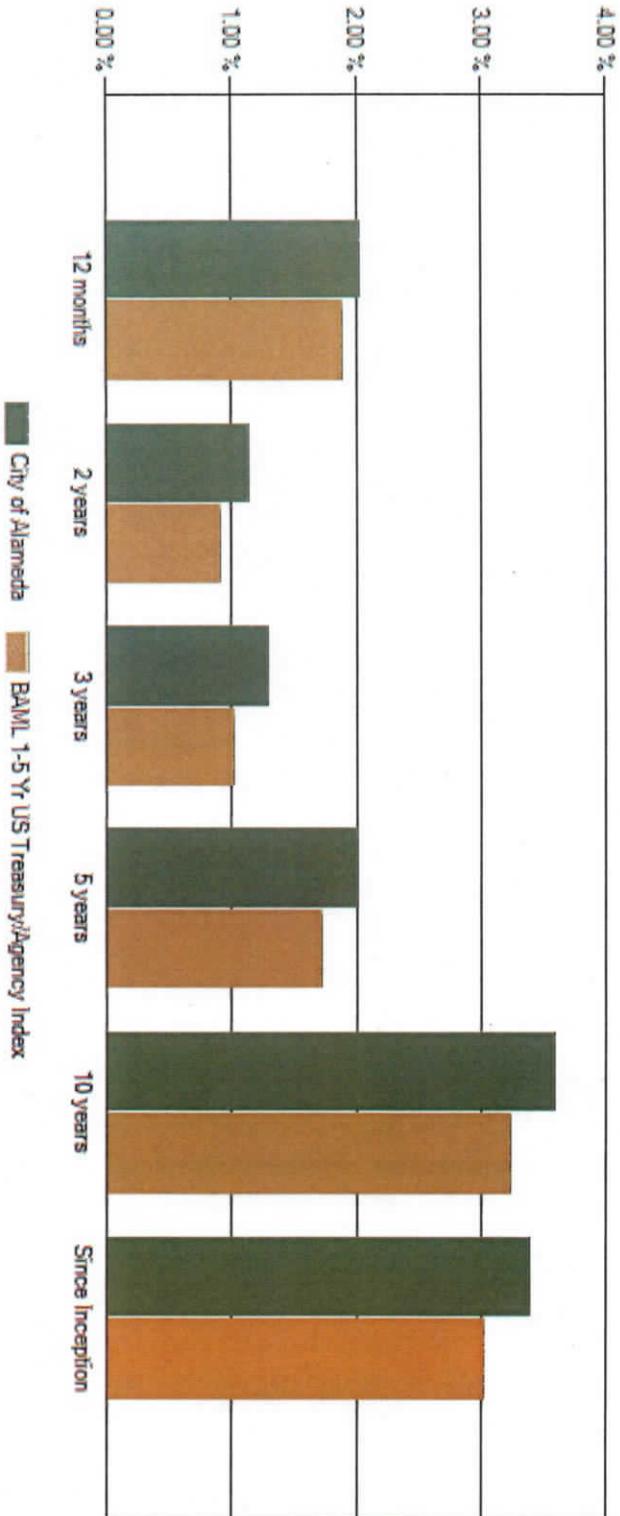


* BAML 1-5 Yr US Treasury/Agency Index



Investment Performance

City of Alameda
 Period Ending
March 31, 2015
 Total Rate of Return
 Annualized Since Inception
 July 31, 2002



	Annualized						
	3 months	12 months	2 years	3 years	5 years	10 years	Since Inception
City of Alameda	0.97 %	2.04 %	1.15 %	1.30 %	2.02 %	3.59 %	3.40 %
BAML 1-5 Yr US Treasury/Agency Index	0.91 %	1.90 %	0.92 %	1.03 %	1.74 %	3.25 %	3.03 %

Total rate of return: A measure of a portfolio's performance over time. It is the internal rate of return, which equates the beginning value of the portfolio with the ending value; it includes interest earnings, realized and unrealized gains and losses in the portfolio.



**JOHN CHIANG
TREASURER
STATE OF CALIFORNIA**



PMIA Performance Report

Date	Daily Yield*	Quarter to Date Yield	Average Maturity (in days)
04/15/15	0.28	0.29	201
04/16/15	0.28	0.29	203
04/17/15	0.28	0.29	204
04/18/15	0.28	0.29	204
04/19/15	0.28	0.29	204
04/20/15	0.28	0.28	209
04/21/15	0.28	0.28	216
04/22/15	0.28	0.28	214
04/23/15	0.28	0.28	214
04/24/15	0.28	0.28	214
04/25/15	0.28	0.28	214
04/26/15	0.28	0.28	214
04/27/15	0.28	0.28	215
04/28/15	0.28	0.28	216

*Daily yield does not reflect capital gains or losses

LAIF Performance Report

Quarter Ending 03/31/15

Apportionment Rate: 0.26%
 Earnings Ratio: 0.00000712637778462
 Fair Value Factor: 1.000383728
 Daily: 0.27%
 Quarter to Date: 0.27%
 Average Life: 191

PMIA Average Monthly Effective Yields

MAR 2015 0.278%
 FEB 2015 0.266%
 JAN 2015 0.262%

**Pooled Money Investment Account
Portfolio Composition
\$63.5 billion
3/31/15**

