

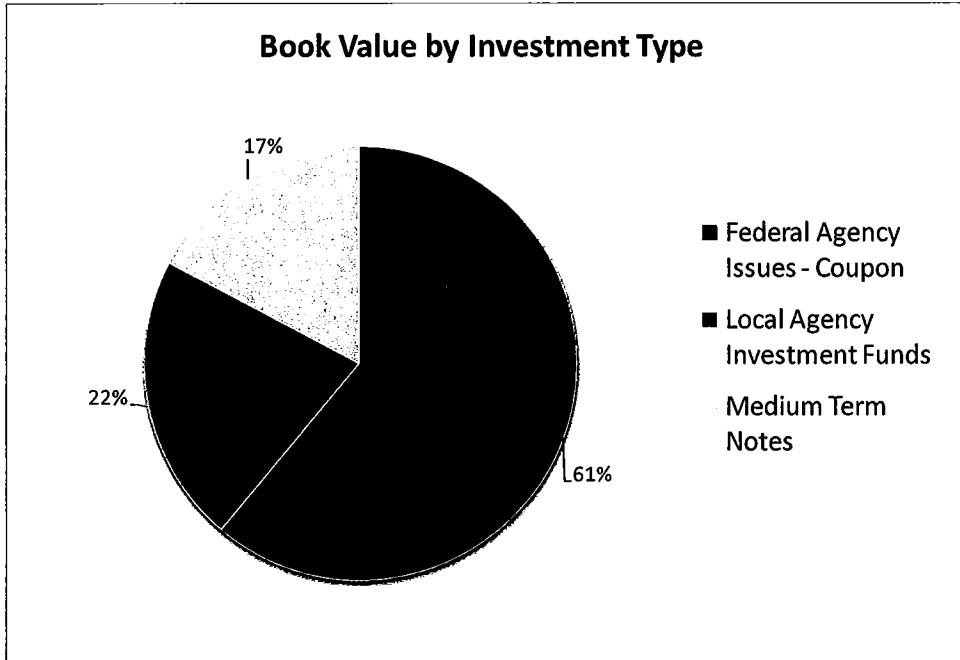
ATTACHMENT #1



City of Huntington Beach
Monthly Investment Report
Period Ending: November 30, 2011
Prepared by: Alisa Cutchen, City Treasurer

Portfolio Overview:

Portfolio composition as of November 30, 2011:



<u>Investment Type</u>	<u>Market Value</u>	<u>Book Value</u>	<u>% of Portfolio</u>
Federal Agency Issues	85,111,860	84,994,492	61%
Local Agency Investment Fund (LAIF)	30,028,426	30,028,426	22%
Medium Term Notes - Corporate	24,261,761	24,070,309	17%
Totals	\$139,402,047	\$139,093,228	100%

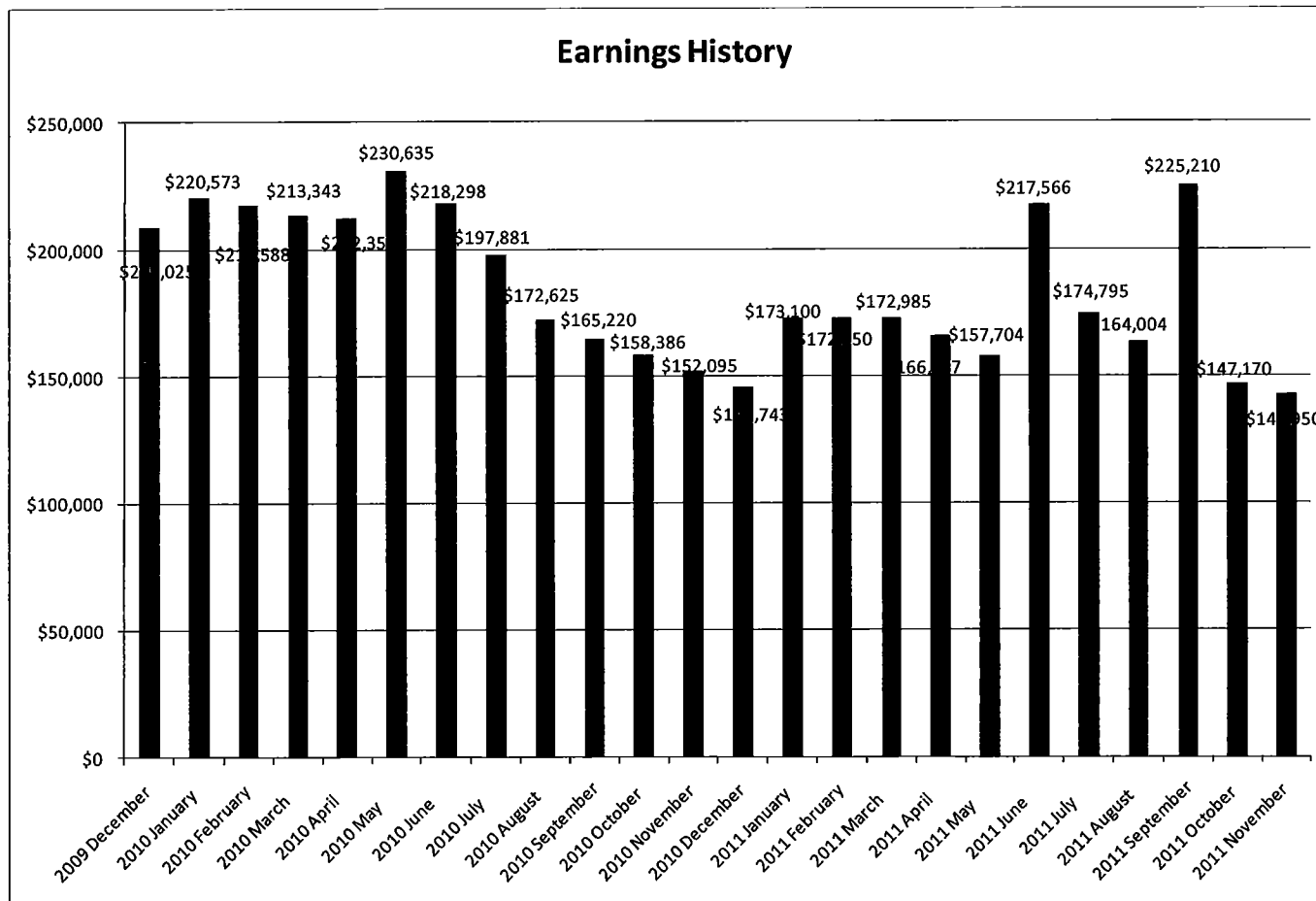
As of November 30, 2011, the market value of the investment portfolio was \$139,402,047 with a book value of \$139,093,228. As well, there was investment cash in the bank of approximately \$17.8MM, bringing the total book value of the investment portfolio to approximately **\$156.9MM**. This compares to the previous month's book value of approximately \$156.5MM.

The portfolio is invested in only those investments allowable by State regulations and the City's Investment Policy. Such investments are purchased to meet the portfolio objectives of preservation of principal, maintenance of sufficient operating liquidity, and to attain a market rate of return throughout budgetary and economic cycles, in that order of absolute priority.

Portfolio Earnings and Performance:

Monthly Earnings	
Interest:	\$157,679
Adj. Premiums/Discounts	-\$14,729
Capital Gains:	\$0
Monthly Budgeted Interest Income	\$112,000
Monthly Effective Rate of Return	1.17%
Fiscal YTD Earnings	\$290,119
Fiscal YTD Budget	\$224,000
Fiscal YTD Effective Rate of Return	1.14%
Benchmark (1)	0.44%
Bank Cash Balance	\$17,762,455

(1) Benchmark: The average of the monthly LAIF rate and the 12-month rolling average 2-year Constant Maturity Treasury (CMT) rate.



Monthly investment income for the month of November, 2011 was \$142,950, above the budgeted amount of \$112,000. The monthly effective rate of return of 1.17% was up slightly from the previous month's rate of return of 1.11%. The portfolio yield overall continues to remain low, as expected, due to historically low investment yields. It is anticipated that the portfolio yield will remain at these low levels and that it will take some time for portfolio yields to increase, even as interest rates begin to move upward, as existing securities will continue to remain in the portfolio until maturity unless sold.

Portfolio Activity:

Security maturities and calls totaled \$8 million for the month, consisting of 2 Agency bonds. These bonds were called due to the current low interest environment, allowing the issuer to issue bonds at current lower rates. There were no purchases for the month.

Compliance:

The portfolio is in conformity with all State laws and the Investment Policy statement filed with the City Council on December 20, 2010. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months' obligations.



**City of HB
Portfolio Management
Portfolio Summary
November 30, 2011**

City of Huntington Beach
2000 Main St.
Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM/C 360 Equiv.	YTM/C 365 Equiv.
Federal Agency issues - Coupon	85,000,000.00	85,111,860.00	84,994,492.41	61.11	1,458	160	1.432	1.452
Local Agency Investment Funds	30,028,425.69	30,028,425.69	30,028,425.69	21.59	1	1	0.396	0.401
Medium Term Notes	23,810,000.00	24,261,760.90	24,070,309.47	17.31	1,059	336	1.762	1.787
Investments	138,838,425.69	139,402,046.59	139,093,227.57	100.00%	1,075	156	1.265	1.283
<hr/>								
Cash and Accrued Interest								
Accrued Interest at Purchase		30,654.68	30,654.68					
Subtotal		30,654.68	30,654.68					
Total Cash and Investments	138,838,425.69	139,432,701.27	139,123,882.25		1,075	156	1.265	1.283

Total Earnings	November 30	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year		142,949.55	290,119.35	
Current Budget		112,000.00	224,000.00	1,344,000.00
Last Year Actual		156,250.00	312,500.00	1,875,000.00
Average Daily Balance		148,389,001.57	152,140,081.69	
Effective Rate of Return		1.17%	1.14%	

I certify that this report accurately reflects all City and Redevelopment Agency pooled investments and is in conformity with all State laws and the investment policy statement filed with the City Council on December 20, 2010. A copy of this policy is available at the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six month's obligations. Market Values provided by Union Bank via Interactive Data Corporation.

Alisa Cutchen 12-22-11
Alisa Cutchen, CITY TREASURER

Reporting period 11/01/2011-11/30/2011

Run Date: 12/19/2011 - 11:12

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City of HB
Portfolio Management
Portfolio Details - Investments
November 30, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM/C 365	Days to Maturity	Maturity Date
Federal Agency Issues - Coupon												
31331J5E9	3867	Federal Farm Credit Bank		12/15/2010	3,000,000.00	3,002,400.00	3,000,000.00	2.480	AA	2.480	14	12/15/2015
3133747F1	3885	Federal Home Loan Bank		06/27/2011	5,000,000.00	5,007,600.00	5,000,000.00	0.700	AA	0.700	209	09/27/2013
3134G2MG4	3886	Federal Home Loan Mort Corp		06/30/2011	5,000,000.00	5,004,300.00	5,000,000.00	1.500	AA	2.229	29	06/30/2016
3134G2LY6	3892	Federal Home Loan Mort Corp		06/29/2011	5,000,000.00	5,045,850.00	5,000,000.00	2.000	AA	2.000	211	06/29/2016
3134G2H39	3896	Federal Home Loan Mort Corp		09/29/2011	5,000,000.00	4,988,250.00	5,000,000.00	0.800	AA	0.800	119	09/29/2014
31398A3L4	3854	Fed. Nat'l Mort. Assoc.		09/17/2010	3,000,000.00	3,035,070.00	3,000,000.00	1.125	AA	1.125	656	09/17/2013
3136FPV79	3871	Fed. Nat'l Mort. Assoc.		12/28/2010	3,000,000.00	3,002,700.00	3,000,000.00	1.500	AA	1.709	27	12/28/2015
3136FRQJ5	3884	Fed. Nat'l Mort. Assoc.		06/20/2011	5,000,000.00	5,019,400.00	5,000,000.00	1.170	AA	1.170	202	06/20/2014
3136FRTW3	3887	Fed. Nat'l Mort. Assoc.		06/30/2011	5,000,000.00	5,002,800.00	5,000,000.00	1.100	AA	1.100	29	06/30/2014
3136FRTD5	3888	Fed. Nat'l Mort. Assoc.		06/30/2011	3,000,000.00	3,001,980.00	2,998,625.83	1.500	AA	2.240	29	06/30/2016
3136FRVH3	3889	Fed. Nat'l Mort. Assoc.		06/29/2011	5,000,000.00	5,032,450.00	5,000,000.00	1.500	AA	2.229	211	06/29/2016
3136FRVX8	3891	Fed. Nat'l Mort. Assoc.		07/05/2011	5,000,000.00	5,008,150.00	5,000,000.00	2.200	AA	2.200	35	07/05/2016
3136FRD59	3893	Fed. Nat'l Mort. Assoc.		07/25/2011	5,000,000.00	5,003,900.00	5,000,000.00	1.125	AA	1.125	55	07/25/2014
3136FRV59	3894	Fed. Nat'l Mort. Assoc.		09/14/2011	8,000,000.00	8,008,240.00	8,000,000.00	1.050	AA	1.516	288	09/14/2016
3135G0DT7	3904	Fed. Nat'l Mort. Assoc.		10/17/2011	5,000,000.00	4,977,000.00	4,998,321.30	0.700	AA	0.712	138	10/17/2014
3135G0DT7	3905	Fed. Nat'l Mort. Assoc.		10/17/2011	3,000,000.00	2,986,200.00	2,998,992.78	0.700	AA	0.712	138	10/17/2014
3136FR4V2	3907	Fed. Nat'l Mort. Assoc.		09/28/2011	2,000,000.00	1,992,120.00	1,998,552.50	1.375	AA	1.391	118	09/28/2016
3136FR5P4	3908	Fed. Nat'l Mort. Assoc.		09/30/2011	5,000,000.00	4,977,550.00	5,000,000.00	0.750	AA	0.750	120	09/30/2014
3136FTFG9	3909	Fed. Nat'l Mort. Assoc.		10/26/2011	5,000,000.00	5,015,900.00	5,000,000.00	1.250	AA	1.722	330	10/26/2016
Subtotal and Average			91,894,430.65		85,000,000.00	85,111,860.00	84,994,492.41			1.452	160	
Local Agency Investment Funds												
SYS982	982	Laif City			30,028,425.69	30,028,425.69	30,028,425.69	0.401		0.401	1	
SYS2206	2206	LAIIF-Redevelopment Agency			0.00	0.00	0.00	0.401		0.401	1	
Subtotal and Average			32,417,080.51		30,028,425.69	30,028,425.69	30,028,425.69			0.401	1	
Medium Term Notes												
06050BAJ0	3734	Bank of America FDIC Insured		04/30/2009	2,000,000.00	2,026,220.00	2,005,887.95	2.375	AA	1.830	204	06/22/2012
084664AT8	3895	Berkshire Hathaway Fin		08/26/2011	1,310,000.00	1,440,200.90	1,447,749.84	4.850	AA	1.390	1,141	01/15/2015
17314AAF9	3723	Citigroup FDIC Insured		03/30/2009	2,000,000.00	2,012,400.00	1,999,407.20	2.000	AA	2.093	120	03/30/2012
36962G4X9	3906	General Electric Capital Corp		09/29/2011	2,000,000.00	2,012,720.00	2,021,755.79	2.100	AA	1.570	768	01/07/2014
36962GZY3	3997	General Electric Capital Corp		09/16/2011	1,500,000.00	1,568,190.00	1,570,733.74	5.450	AA	1.200	411	01/15/2013
36967HBB2	3805	GE Capital FDIC Insured		11/03/2009	2,000,000.00	2,030,780.00	2,004,484.84	2.000	AA	1.720	302	09/28/2012
36967HAN7	3733	General Electric Cap FDIC Insu		04/30/2009	2,000,000.00	2,012,040.00	2,002,994.77	2.250	AA	1.701	102	03/12/2012
36967HAH0	3735	General Electric Cap FDIC Insu		04/30/2009	2,000,000.00	2,022,200.00	2,003,515.87	2.200	AA	1.850	190	06/08/2012
36186CBF9	3763	GMAC FDIC Insured		06/30/2009	2,000,000.00	2,040,800.00	1,996,779.89	2.200	AA	2.361	384	12/19/2012

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**City of HB
Portfolio Management
Portfolio Details - Investments
November 30, 2011**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM/C 365	Days to Maturity	Maturity Date
Medium Term Notes												
36185JAA7	3804	GMAC FDIC Insured		11/03/2009	2,000,000.00	2,030,660.00	1,999,401.26	1.750	AA	1.784	334	10/30/2012
481247AK0	3738	JP Morgan Chase FDIC Insured		04/30/2009	2,000,000.00	2,023,200.00	2,004,487.00	2.200	AA	1.770	197	06/15/2012
49328CAA3	3770	Key Bank FDIC Insured		06/30/2009	2,000,000.00	2,034,360.00	2,012,492.51	3.200	AA	2.000	197	06/15/2012
91160HAC1	3743	US Bank FDIC Insured		05/19/2009	1,000,000.00	1,007,990.00	1,000,618.81	1.800	AA	1.660	166	05/15/2012
Subtotal and Average			24,077,490.41		23,810,000.00	24,261,760.90	24,070,309.47			1.787	336	
Total and Average			148,389,001.57		138,838,425.69	139,402,046.59	139,093,227.57			1.283	156	

**City of HB
Portfolio Management
Activity By Type
November 1, 2011 through November 30, 2011**

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Federal Agency Issues - Coupon							
313373QJ4	3880	Federal Home Loan Bank	1.125	11/25/2011	0.00	3,000,000.00	
3134G2KA9	3881	Federal Home Loan Mort Corp	1.250	11/28/2011	0.00	5,000,000.00	
Subtotal					0.00	8,000,000.00	84,994,492.41
Local Agency Investment Funds (Monthly Summary)							
SYS2206	2206	LAIF-Redevelopment Agency	0.401		0.00	3,257,256.57	
Subtotal					0.00	3,257,256.57	30,028,425.69
Medium Term Notes							
Subtotal							24,070,309.47
Total					0.00	11,257,256.57	139,093,227.57

**City of HB
Portfolio Management
Activity Summary
November 2010 through November 2011**

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
November	2010	39	141,605,221.96	1.220	1.237	0.454	1	4	677	488
December	2010	46	144,716,923.18	1.337	1.356	0.462	12	5	869	712
January	2011	49	163,147,527.45	1.365	1.384	0.538	3	0	878	710
February	2011	49	165,474,398.24	1.367	1.386	0.512	0	0	889	701
March	2011	47	160,698,872.49	1.353	1.372	0.500	0	2	890	677
April	2011	44	157,507,665.91	1.292	1.309	0.588	0	3	845	647
May	2011	46	157,665,657.64	1.242	1.259	0.413	4	2	869	679
June	2011	45	166,927,847.24	1.278	1.296	0.448	9	10	901	745
July	2011	43	183,784,185.57	1.269	1.286	0.381	3	5	940	784
August	2011	39	169,814,312.73	1.263	1.281	0.408	1	5	936	761
September	2011	37	152,819,771.51	1.189	1.205	0.378	6	8	932	776
October	2011	36	155,770,159.22	1.239	1.256	0.385	3	2	1,049	167
November	2011	34	148,389,001.57	1.265	1.283	0.401	0	2	1,075	156
Average		43	159,124,797.93	1.283%	1.301%	0.451	3	4	904	616

**City of HB
Portfolio Management
Interest Earnings Summary
November 30, 2011**

November 30 Month Ending

Fiscal Year To Date

	November 30 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	61,048.61	114,361.11
Plus Accrued Interest at End of Period	523,383.28	523,383.28
Less Accrued Interest at Beginning of Period	(437,437.32)	(345,146.88)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	146,994.57	292,597.51
Adjusted by Premiums and Discounts	-14,729.34	-29,459.99
Adjusted by Capital Gains or Losses	0.00	2,561.97
Earnings during Periods	132,265.23	265,699.49
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	0.00	50,411.04
Plus Accrued Interest at End of Period	27,482.48	27,482.48
Less Accrued Interest at Beginning of Period	(16,798.16)	(53,473.66)
Interest Earned during Period	10,684.32	24,419.86
Total Interest Earned during Period	157,678.89	317,017.37
Total Adjustments from Premiums and Discounts	-14,729.34	-29,459.99
Total Capital Gains or Losses	0.00	2,561.97
Total Earnings during Period	142,949.55	290,119.35



Statement of Cash Receipts and Disbursements and Summary of Cash by Fund

Finance Department
November 2011

Cash Receipts and Disbursements	October 2011	November 2011
Receipts		
Property Tax Receipts	\$310,367	\$3,317,212
Utility Tax Receipts (UUT)	1,765,373	1,675,817
Sales Tax Receipts	1,368,000	1,824,000
1/2 Cent Safety Sales Tax Receipts	139,657	140,917
Highway Users Tax Receipts (HUT)	-	909,223
Transient Occupancy Tax Receipts (TOT)	532,727	577,847
Government Funds	130,295	45,510
Capital Funds	137,558	41,801
Debt Service Funds	3,764	90,765
Enterprise Funds	5,013,561	4,662,519
Fiduciary Funds	1,501,571	805,508
Special Revenue Funds	2,785,026	2,529,944
All Other Receipts	11,713,375	4,176,517
Total Receipts	\$25,401,274	\$20,797,580
Disbursements		
Total Disbursements	(33,388,381)	(19,441,471)
Net Change in Cash Flow	(\$7,987,107)	\$1,356,108
 Summary of Cash by Fund		
	October 2011	November 2011
General Fund	46,408,258	46,977,473
Government Funds	865,077	842,886
Capital Funds	4,783,972	4,114,204
Debt Service Funds	405,446	689,435
Enterprise Funds	80,049,976	82,077,835
Fiduciary Funds	1,263,047	1,383,118
Internal Service Fund	1,675,000	1,527,341
Special Revenue Funds	19,139,858	19,953,182
General Ledger Cash Balances	154,590,634	157,565,473 *

* Total cash will differ from investment portfolio total due to outstanding checks and/or other timing differences.

Note: Above information was obtained from the City's accounting system records. The above information includes receipts from maturing investments and payments for purchased investments in the city investment portfolio. This statement is prepared in compliance with the City's Charter.