



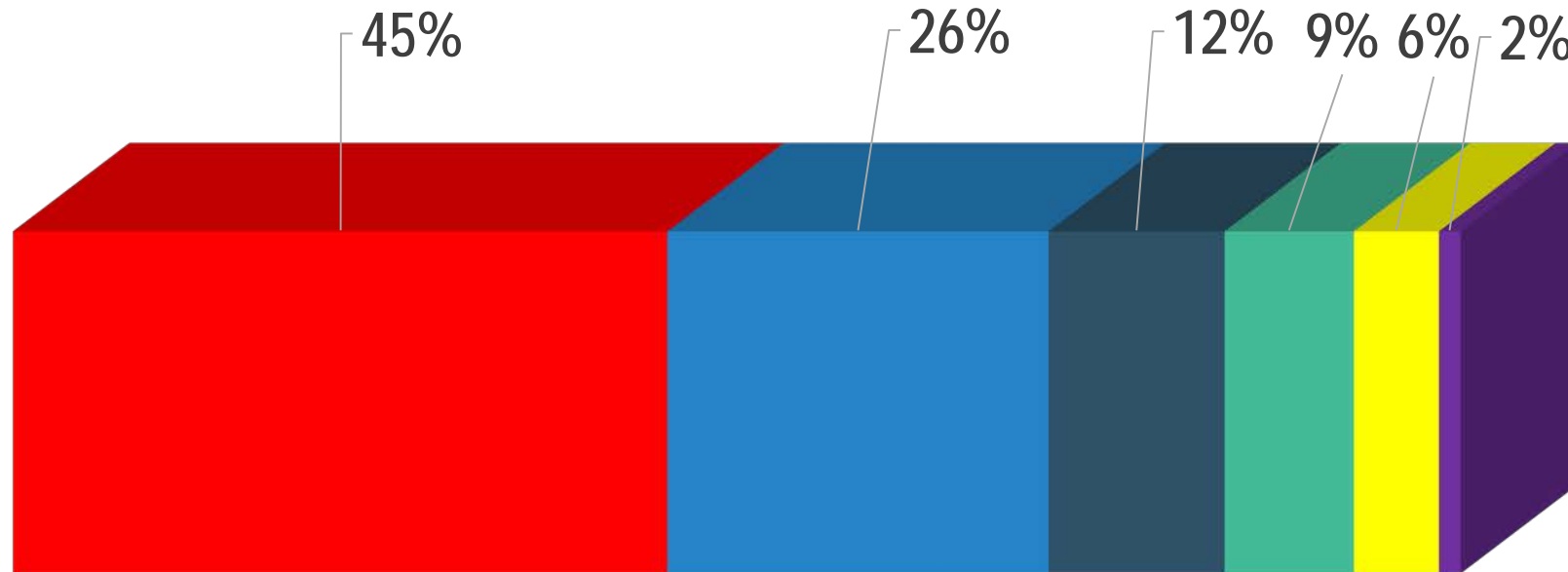
**CITY OF HUNTINGTON BEACH
QUARTERLY INVESTMENT REPORT
CITY TREASURER, ALISA BACKSTROM, MBA, CCMT, CPFIM
QUARTER ENDED: DECEMBER 30, 2022**

INVESTMENT PORTFOLIO – SUMMARY

at 12/31/22:

Investment Type \$ in millions	Market Value	Book Value
Federal Agency Issues	\$ 137.7	\$ 147.1
CA Asset Management Program (CAMP)	\$ 19.1	\$ 19.1
Treasury Securities	\$ 81.5	\$ 85.7
Supranationals	\$ 27.1	\$ 29.1
Corporate Bonds	\$ 38.5	\$ 39.6
Commercial Paper	\$ 4.9	\$ 4.9
TOTAL	\$ 308.7	\$ 325.4

INVESTMENT PORTFOLIO – INVESTMENTS BY TYPE at 12/31/22:



■ Federal Agencies

■ Treasuries

■ Corporate Bonds

■ MTN-Supras

■ CAMP

■ Commercial Paper

INVESTMENT PORTFOLIO – SELECTED ACTIVITY

QUARTER END 12/31/22:

MATURITIES

- Liquidity funds moved from LAIF to CAMP
- \$5MM commercial paper matured

PURCHASES

- \$8MM Federal Agencies purchased
- \$5MM corporate bond (Bristol-Myers Squibb) purchased
- \$5MM commercial paper purchased
- \$8MM US Treasuries purchased

INVESTMENT PORTFOLIO – EARNINGS

MONTH/ QUARTER END 12/ 31/ 22:

Current Year - Month

- ❑ December 2022: \$462,460
- ❑ Up 77% from prior year

Current Fiscal Year-to-date

- ❑ Through 12/30/22: \$2,232,897
- ❑ Up 43% from prior year

Effective Rate of Return

- ❑ December 2022: 1.74%
- ❑ Fiscal Year-to-date: 1.44%

Benchmark

- ❑ December 2022: 2.84%
- ❑ 12-month moving average 1.5-year Treasury

INTEREST RATES – US CONSTANT MATURITY TREASURY RATES

JANUARY 1, 2022 – DECEMBER 30, 2022:



2-year US Treasury
4.41%
at 12/30

5-year US Treasury
3.99%
at 12/30

SELECTED INVESTMENT POLICY COMPLIANCE REQUIREMENTS

at 12/31/22:

INVESTMENT TYPE	MAXIMUM MATURITY	MAXIMUM SPECIFIED %/\$ OF PORTFOLIO/ MAXIMUM PER ISSUER	MINIMUM QUALITY REQUIREMENTS	IN COMPLIANCE
Commercial Paper	270 days	25%/10%	A1, "A" Rating	YES
U.S. Treasuries	5 years	None	None	YES
Federal Agencies	5 years	None	None	YES
Supranationals	5 years	10%	"AA" Rating	YES
Corporate Bonds	5 years	30%/10%	"A" Rating	YES
CA Asset Mgt Program (CAMP)	N/A	Up to \$75,000,000	None	YES

(Requirements are at purchase)

SUMMARY:

- Safety – No principal losses
- Liquidity – Sufficient funds for operations
- Market rate of return – 1.74% December, 1.44% fiscal year-to-date (upward trend)
- Prudently managed – No compliance issues
- Positive contributor to City – Earnings of \$2.23 million fiscal-year-to-date 2022-23