



**CITY OF LOS ALTOS
CITY COUNCIL MEETING
November 24, 2015**

CONSENT CALENDAR

Agenda Item # 5

SUBJECT: Receive the Investment Portfolio Report through September 30, 2015

BACKGROUND

This report presents the status of the City's investment portfolio through September 30, 2015. The reporting model has been developed in coordination with PFM Asset Management LLC (PFM).

EXISTING POLICY

City Investment Policy

PREVIOUS COUNCIL CONSIDERATION

August 25, 2015

DISCUSSION

The summary provided below, along with the investment ladder in Attachment 1, presents the sum total of all City investment holdings. The City's portfolio book value, excluding operating cash and bond holdings, as of September 30, 2015, was \$62,085,593.

As of September 30, 2015, 18% of the City's portfolio was placed in Federal Agency Securities (Fannie Mae, Federal Home Loan Bank, Federal Home Loan Mortgage and Federal Farm Credit), 24% in U.S. Treasuries, 9% in medium-term Corporate Notes and Commercial Paper, with the balance of 49% in LAIF. This portfolio mix is illustrated as part of Attachment 2.

Full compliance with the City's Investment Policy is monitored closely and on a per-trade basis as illustrated in Attachment 3.

As part of these quarterly updates, a status report is prepared by PFM that is included as Attachment 4 – Investment Performance Review Third Quarter 2015. It is important to note that this report highlights the performance of City investments that fall outside its liquid holdings with LAIF. This has been intentionally crafted to isolate the performance of the City's independently-managed investments. The total return of the portfolio since inception is 0.78%, which is highlighted on page 8 of the PFM Investment Review report.

PUBLIC CONTACT

A review of the third quarter investment activity was presented at the October 19, 2015 Financial Commission meeting.

Posting of the meeting agenda serves as notice to the general public.

FISCAL/RESOURCE IMPACT

None

ENVIRONMENTAL REVIEW

Not applicable

RECOMMENDATION

Receive the Investment Portfolio Report through September 30, 2015

ALTERNATIVES

Request additional information regarding the Investment Portfolio Report through September 30, 2015.

Prepared by: Kim Juran-Karageorgiou, Administrative Services Director

Approved by: Marcia Somers, City Manager

ATTACHMENTS:

1. Citywide Holdings and Investment Ladder
2. Portfolio Mix Chart
3. Investment Policy Compliance Chart
4. Investment Performance Review Third Quarter 2015

Receive the Investment Portfolio Report through September 30, 2015

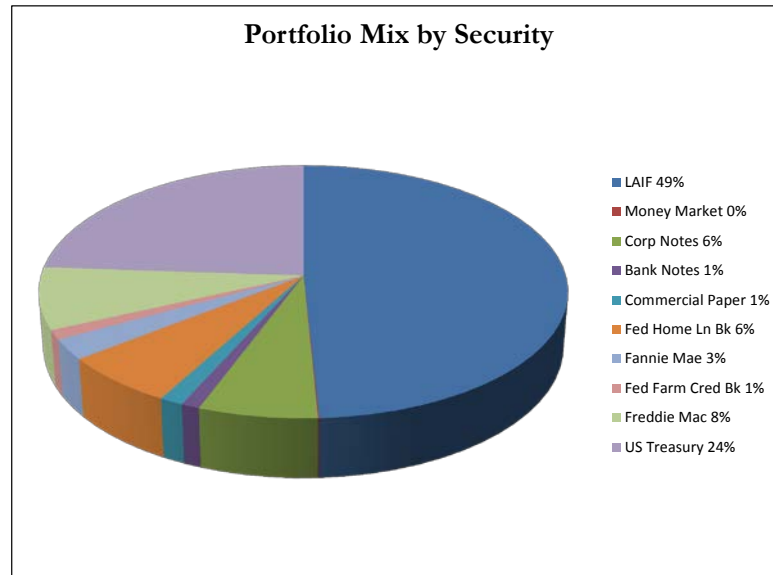
Attachment 1
Citywide Holdings and Investment Ladder
September 30, 2015

30-Sep-15																	
30-Sep-15 Month	2015				2016				2017				2018				
	YTM	Sec	Call Date	Amount	YTM	Sec	Call Date	Amount	YTM	Sec	Call Date	Amount	YTM	Sec	Call Date	Amount	
LAIIF				\$ 30,530,869													
MMKT				\$ 39,724													
Jan																	
										1/27/2017	0.58% FHLMC	1,400,000	1/16/2018	1.61% Wells Fargo	625,000		
										1/30/2017	0.85% USBANK	12/30/2016	625,000	1/31/2018	1.21% USTreas	1,000,000	
Feb																	
Mar																	
					3/4/2016	0.51%	Bank of Tokyo	800,000					3/1/2018	1.83%	JP Morgan	625,000	
													3/2/2018	1.25%	Chevron	450,000	
													3/6/2018	1.29%	Exxon	500,000	
					3/30/2016	0.52%	FNMA	750,000		3/24/2017	0.84% FHLB	3/24/2017	500,000	3/31/2018	0.75% USTreas	325,000	
													3/31/2018	0.75%	USTreas	1,100,000	
Apr																	
										4/30/2017	0.86%	USTreas	650,000	4/2/2018	1.44%	General Electric	650,000
													4/30/2018	0.93%	USTreas	800,000	
May					5/13/2016	0.41%	FHLMC	500,000					5/3/2018	1.42%	Apple	625,000	
					5/13/2016	0.72%	FHLMC	2,000,000					5/31/2018	0.99%	USTreas	1,475,000	
Jun					6/15/2016	0.50%	USTreas	1,150,000		6/15/2017	0.64%	USTreas	2,000,000				
					6/24/2016	0.77%	FHLB	1,200,000		6/30/2017	0.87%	USTreas	1,050,000				
Jul																	
					7/15/2016	0.59%	USTreas	350,000		7/28/2017	0.80%	FHLMC	1,000,000				
										7/31/2017	0.85%	USTreas	725,000				
										7/31/2017	0.62%	USTreas	950,000				
Aug																	
					8/31/2016	0.60%	USTreas	525,000					8/10/2018	1.78%	John Deere	540,000	
Sep																	
					9/28/2016	0.45%	FHLB	1,275,000									
Oct																	
Nov					11/23/2016	0.57%	FHLB	1,000,000		11/30/2017	0.99%	USTreas	1,000,000				
					11/30/2016	0.48%	USTreas	750,000									
Dec																	
					12/28/2015	0.41%	FFCB	750,000		12/31/2017	0.87%	USTreas	1,000,000				
Total								\$750,000				\$10,300,000				\$10,900,000	\$9,565,000
Count/Percent	1		0	3.42%	11		0	46.92%	11		2	49.66%	13		0	43.58%	
Avg YTM/Days	0.41%		89		0.56%		-3,557		0.80%		634		1.26%			-2,321	
Total Face Value				\$ 750,000				\$ 11,050,000				\$ 21,950,000				\$ 31,515,000	

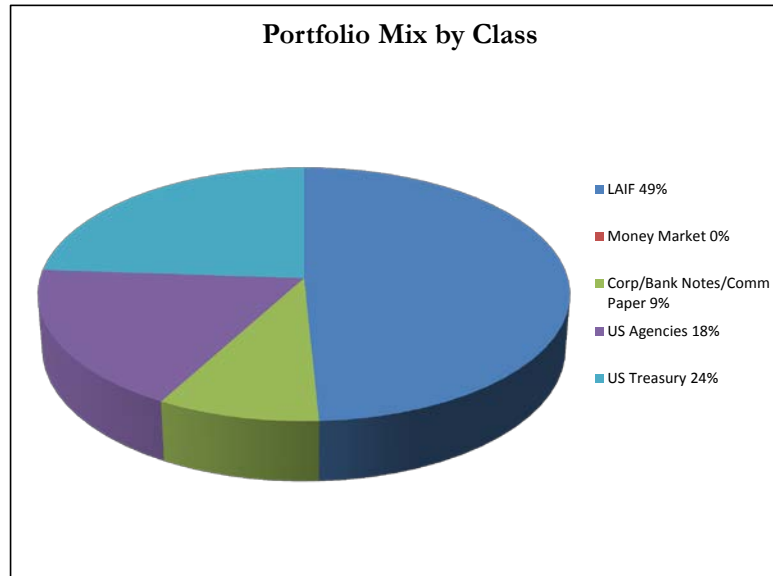
	No of Inv	Ladder Yield	Spread Over LAIF	%	Avg Maturity	# of Callables	Face Value
LAIIF	1	0.267%	0.000%	49%	1	0	30,530,869
Money Mkt	0	0.010%	-0.257%	0%	1	0	39,724
2015	1	0.410%	0.143%	1%	89	0	750,000
2016	11	0.556%	0.289%	17%	-3557	0	10,300,000
2017	11	0.797%	0.530%	18%	634	2	10,900,000
2018	13	1.264%	1.254%	15%	-2321	0	9,565,000
	24	0.56%	0.32%	100%	-835	2	\$62,085,593

**Attachment 2
Portfolio Mix Charts
September 30, 2015**

Security Type	% of Total	Portfolio Mix by Security
LAIF	49%	30,530,869
Money Market	0%	39,724
Corp Notes	6%	4,015,000
Bank Notes	1%	625,000
Commercial Paper	1%	800,000
Fed Home Ln Bk	6%	3,975,000
Fannie Mae	3%	1,600,000
Fed Farm Cred Bk	1%	750,000
Freddie Mac	8%	4,900,000
US Treasury	24%	14,850,000
	100%	62,085,593



Security Type	% of Total	Portfolio Mix Par Value	Market Value
LAIF	49%	30,530,869	30,530,869
Money Market	0%	39,724	39,724
Corp/Bank Notes/Comm Paper	9%	5,440,000	5,442,944
US Agencies	18%	11,225,000	11,241,910
US Treasury	24%	14,850,000	14,872,821
	100%	62,085,593	62,128,268
Corp Notes		5,440,000	5,442,944
US Treasury/Agencies		26,075,000	26,114,731
Accrued Interest			54,620
		31,515,000	31,612,295
Margin Over (Under) Par			97,295



Attachment 3
Investment Policy Compliance Chart
September 30, 2015

City Investment	% Mix	Par Value	Latest Term	City Policy \$ Limitation	City Policy % Limitation	CAPACITY	% Compliance Yes/No	Term Compliance Yes/No
LAIF	49%	30,530,869	3/31/2020	50,000,000	100%	19,469,131	Yes	N/A
M FUND	0%	39,724	3/31/2020		20%	12,377,394	Yes	N/A
MTNs	6%	5,440,000	3/31/2020		15%	3,872,839	Yes	Yes
FHLB	6%	3,975,000	3/31/2020		20%	8,442,119	Yes	Yes
FNMA	3%	1,600,000	3/31/2020		20%	10,817,119	Yes	Yes
FFCB	1%	750,000	3/31/2020		20%	11,667,119	Yes	Yes
FHLM	8%	4,900,000	3/31/2020		20%	7,517,119	Yes	Yes
All Agencies	18%		3/31/2020		100%	50,860,593	Yes	Yes
TREAS	24%	14,850,000	3/31/2020		100%	47,235,593	Yes	Yes
	100%	62,085,593						
All Agencies		18%	11,225,000					
Callables		2%	1,125,000					



Managed Account Summary Statement

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Transaction Summary - Managed Account

Opening Market Value	\$31,475,413.30
Maturities/Calls	0.00
Principal Dispositions	(3,328,383.90)
Principal Acquisitions	3,337,607.78
Unsettled Trades	0.00
Change in Current Value	73,037.71
Closing Market Value	\$31,557,674.89

Cash Transactions Summary - Managed Account

Maturities/Calls	0.00
Sale Proceeds	4,148,123.17
Coupon/Interest/Dividend Income	18,823.57
Principal Payments	0.00
Security Purchases	(4,189,787.10)
Net Cash Contribution	0.00
Reconciling Transactions	0.00

Earnings Reconciliation (Cash Basis) - Managed Account

Interest/Dividends/Coupons Received	30,594.09
Less Purchased Interest Related to Interest/Coupons	(3,556.32)
Plus Net Realized Gains/Losses	(504.25)
Total Cash Basis Earnings	\$26,533.52

Cash Balance

Closing Cash Balance	\$39,724.39
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Earnings Reconciliation (Accrual Basis)

	Total
Ending Amortized Value of Securities	31,478,723.53
Ending Accrued Interest	54,619.82
Plus Proceeds from Sales	3,339,197.90
Plus Proceeds of Maturities/Calls/Principal Payments	0.00
Plus Coupons/Dividends Received	18,823.57
Less Cost of New Purchases	(3,341,164.10)
Less Beginning Amortized Value of Securities	(31,460,952.72)
Less Beginning Accrued Interest	(60,592.36)
Total Accrual Basis Earnings	\$28,655.64



Portfolio Summary and Statistics

For the Month Ending **September 30, 2015**

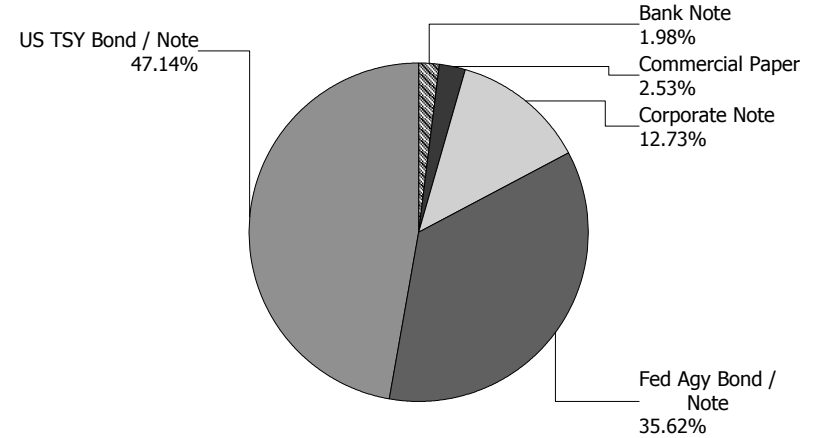
CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Account Summary

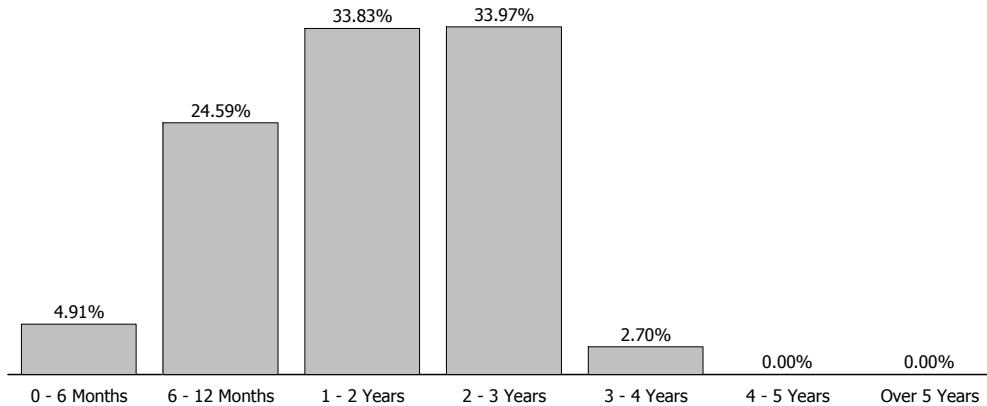
Description	Par Value	Market Value	Percent
U.S. Treasury Bond / Note	14,850,000.00	14,872,821.36	47.14
Federal Agency Bond / Note	11,225,000.00	11,241,910.00	35.62
Corporate Note	4,015,000.00	4,018,503.65	12.73
Commercial Paper	800,000.00	798,468.00	2.53
Bank Note	625,000.00	625,971.88	1.98
Managed Account Sub-Total	31,515,000.00	31,557,674.89	100.00%
Accrued Interest		54,619.82	
Total Portfolio	31,515,000.00	31,612,294.71	

Unsettled Trades **0.00** **0.00**

Sector Allocation



Maturity Distribution



Characteristics

Yield to Maturity at Cost	0.84%
Yield to Maturity at Market	0.68%
Duration to Worst	1.60
Weighted Average Days to Maturity	600



Managed Account Issuer Summary

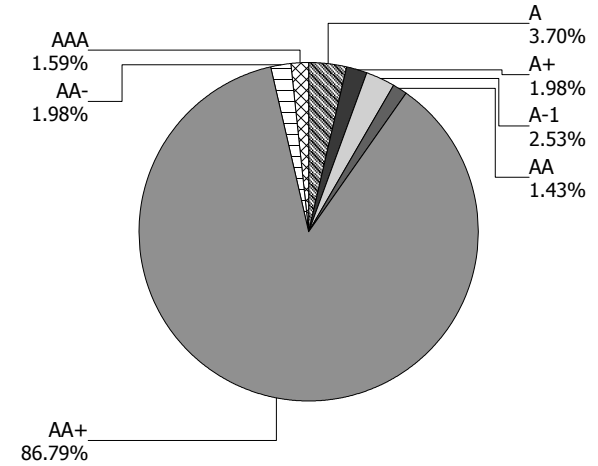
For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Issuer Summary

Issuer	Market Value of Holdings	Percent
APPLE INC	622,081.25	1.97
CHEVRON CORP	450,407.25	1.43
DEERE & COMPANY	543,437.64	1.72
EXXON MOBIL CORP	501,180.00	1.59
FANNIE MAE	1,604,507.30	5.08
FEDERAL FARM CREDIT BANKS	750,593.25	2.38
FEDERAL HOME LOAN BANKS	3,977,649.25	12.60
FREDDIE MAC	4,909,160.20	15.56
GENERAL ELECTRIC CO	653,412.50	2.07
JP MORGAN CHASE & CO	623,578.13	1.98
MITSUBISHI UFJ FINANCIAL GROUP INC	798,468.00	2.53
UNITED STATES TREASURY	14,872,821.36	47.13
US BANCORP	625,971.88	1.98
WELLS FARGO & COMPANY	624,406.88	1.98
Total	\$31,557,674.89	100.00%

Credit Quality (S&P Ratings)





Managed Account Detail of Securities Held

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 06/17/2013 0.500% 06/15/2016	912828VG2	1,150,000.00	AA+	Aaa	12/19/13	12/24/13	1,150,134.77	0.50	1,696.72	1,150,038.59	1,152,006.75
US TREASURY NOTES DTD 07/15/2013 0.625% 07/15/2016	912828VL1	350,000.00	AA+	Aaa	07/22/13	07/23/13	350,382.81	0.59	463.65	350,101.94	350,829.50
US TREASURY NOTES DTD 08/31/2011 1.000% 08/31/2016	912828RF9	525,000.00	AA+	Aaa	10/21/13	10/22/13	530,947.27	0.60	447.12	526,915.91	527,932.65
US TREASURY NOTES DTD 11/30/2011 0.875% 11/30/2016	912828RU6	750,000.00	AA+	Aaa	09/04/15	09/10/15	753,632.81	0.48	2,205.43	753,462.75	753,798.75
US TREASURY NOTES DTD 04/30/2012 0.875% 04/30/2017	912828SS0	650,000.00	AA+	Aaa	05/01/14	05/02/14	650,380.86	0.86	2,380.10	650,202.37	653,250.00
US TREASURY NOTES DTD 06/16/2014 0.875% 06/15/2017	912828WP1	2,000,000.00	AA+	Aaa	05/13/15	05/14/15	2,009,765.63	0.64	5,163.93	2,007,984.76	2,009,714.00
US TREASURY NOTES DTD 07/02/2012 0.750% 06/30/2017	912828TB6	1,050,000.00	AA+	Aaa	05/16/14	05/19/14	1,046,062.50	0.87	1,990.15	1,047,780.14	1,052,884.35
US TREASURY NOTES DTD 07/31/2012 0.500% 07/31/2017	912828TG5	725,000.00	AA+	Aaa	02/13/15	02/17/15	718,826.17	0.85	610.73	720,379.10	723,659.48
US TREASURY NOTES DTD 07/31/2012 0.500% 07/31/2017	912828TG5	950,000.00	AA+	Aaa	02/02/15	02/03/15	947,142.58	0.62	800.27	947,895.61	948,243.45
US TREASURY NOTES DTD 11/30/2012 0.625% 11/30/2017	912828UA6	1,000,000.00	AA+	Aaa	11/10/14	11/10/14	988,945.31	0.99	2,100.41	992,135.81	998,177.00
US TREASURY NOTES DTD 12/31/2012 0.750% 12/31/2017	912828UE8	1,000,000.00	AA+	Aaa	01/23/15	01/26/15	996,679.69	0.87	1,895.38	997,445.37	1,000,417.00
US TREASURY NOTES DTD 01/31/2013 0.875% 01/31/2018	912828UJ7	1,000,000.00	AA+	Aaa	12/29/14	12/31/14	989,921.88	1.21	1,474.18	992,349.52	1,002,656.00
US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	325,000.00	AA+	Aaa	03/23/15	03/24/15	323,032.23	0.95	6.66	323,368.48	324,534.60
US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	1,100,000.00	AA+	Aaa	03/27/15	03/30/15	1,093,382.81	0.95	22.54	1,094,483.61	1,098,424.80



Managed Account Detail of Securities Held

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 04/30/2013 0.625% 04/30/2018	912828UZ1	800,000.00	AA+	Aaa	04/29/15	04/30/15	792,875.00	0.93	2,092.39	793,857.43	795,896.00
US TREASURY NOTES DTD 05/31/2013 1.000% 05/31/2018	912828VE7	1,475,000.00	AA+	Aaa	05/13/15	05/14/15	1,475,288.09	0.99	4,956.97	1,475,253.70	1,480,397.03
Security Type Sub-Total		14,850,000.00					14,817,400.41	0.81	28,306.63	14,823,655.09	14,872,821.36
Federal Agency Bond / Note											
FEDERAL FARM CREDIT BANK BONDS DTD 12/28/2012 0.440% 12/28/2015	3133ECBD5	750,000.00	AA+	Aaa	01/15/13	01/17/13	750,673.50	0.41	852.50	750,055.52	750,593.25
FANNIE MAE GLOBAL NOTES DTD 02/15/2013 0.500% 03/30/2016	3135G0VA8	750,000.00	AA+	Aaa	10/21/13	10/22/13	749,587.50	0.52	10.42	749,915.53	750,964.50
FREDDIE MAC GLOBAL NOTES DTD 03/07/2013 0.500% 05/13/2016	3137EADO9	500,000.00	AA+	Aaa	04/17/13	04/18/13	501,325.00	0.41	958.33	500,267.50	500,533.00
FREDDIE MAC GLOBAL NOTES DTD 03/07/2013 0.500% 05/13/2016	3137EADO9	2,000,000.00	AA+	Aaa	06/27/13	06/28/13	1,987,780.00	0.72	3,833.33	1,997,358.78	2,002,132.00
FEDERAL HOME LOAN BANK GLOBAL NOTES DTD 05/10/2013 0.375% 06/24/2016	3133834R9	1,200,000.00	AA+	Aaa	06/27/13	06/28/13	1,186,020.00	0.77	1,212.50	1,196,554.39	1,198,849.20
FHLB NOTES DTD 08/07/2014 0.500% 09/28/2016	3130A2T97	1,275,000.00	AA+	Aaa	10/20/14	10/21/14	1,276,211.25	0.45	53.13	1,275,621.92	1,275,971.55
FHLB NOTES DTD 11/17/2014 0.625% 11/23/2016	3130A3J70	1,000,000.00	AA+	Aaa	01/23/15	01/26/15	1,000,970.00	0.57	2,222.22	1,000,610.14	1,001,476.00
FHLMC REFERENCE NOTE DTD 01/16/2015 0.500% 01/27/2017	3137EADU0	1,400,000.00	AA+	Aaa	02/05/15	02/06/15	1,397,802.00	0.58	1,244.44	1,398,526.44	1,399,731.20
FHLB GLOBAL NOTES (CALLABLE) DTD 03/24/2015 0.840% 03/24/2017	3130A4OV7	500,000.00	AA+	Aaa	03/17/15	03/24/15	500,000.00	0.84	81.67	500,000.00	501,352.50
FREDDIE MAC GLOBAL NOTES DTD 06/25/2012 1.000% 07/28/2017	3137EADJ5	1,000,000.00	AA+	Aaa	03/23/15	03/24/15	1,004,520.00	0.80	1,750.00	1,003,527.10	1,006,764.00
FNMA BENCHMARK NOTE DTD 09/01/2015 1.125% 10/19/2018	3135G0E58	850,000.00	AA+	Aaa	08/27/15	09/01/15	848,623.00	1.18	796.88	848,657.34	853,542.80



Managed Account Detail of Securities Held

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
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Federal Agency Bond / Note

Security Type Sub-Total		11,225,000.00					11,203,512.25	0.66	13,015.42	11,221,094.66	11,241,910.00
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Corporate Note

WELLS FARGO & COMPANY GLOBAL NOTES DTD 12/26/2012 1.500% 01/16/2018	94974BFG0	625,000.00	A+	A2	09/08/15	09/11/15	623,431.25	1.61	1,953.13	623,468.33	624,406.88
JP MORGAN CHASE CORP NOTES (CALLABLE) DTD 03/02/2015 1.700% 03/01/2018	46623EKD0	625,000.00	A	A3	09/08/15	09/11/15	623,056.25	1.83	885.42	623,099.26	623,578.13
CHEVRON CORP NOTES DTD 03/03/2015 1.365% 03/02/2018	166764AV2	450,000.00	AA	Aa1	03/23/15	03/26/15	451,485.00	1.25	494.81	451,229.48	450,407.25
EXXON MOBIL CORP NOTES DTD 03/06/2015 1.305% 03/06/2018	30231GAL6	500,000.00	AAA	Aaa	03/13/15	03/18/15	500,230.00	1.29	453.13	500,189.61	501,180.00
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 04/02/2013 1.625% 04/02/2018	36962G6W9	650,000.00	AA+	A1	07/02/15	07/08/15	653,139.50	1.44	5,251.91	652,883.70	653,412.50
APPLE INC GLOBAL NOTES DTD 05/03/2013 1.000% 05/03/2018	037833AJ9	625,000.00	AA+	Aa1	07/23/15	07/28/15	617,943.75	1.42	2,569.44	618,384.33	622,081.25
JOHN DEERE CAPITAL CORP NOTE DTD 09/11/2015 1.750% 08/10/2018	24422ETA7	540,000.00	A	A2	09/08/15	09/11/15	539,470.80	1.78	525.00	539,480.34	543,437.64

Security Type Sub-Total		4,015,000.00					4,008,756.55	1.53	12,132.84	4,008,735.05	4,018,503.65
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Commercial Paper

BANK OF TOKYO MITSUBISHI UFJ COMM PAPER -- 0.000% 03/04/2016	06538BC43	800,000.00	A-1	P-1	09/08/15	09/11/15	798,016.67	0.51	0.00	798,243.34	798,468.00
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Security Type Sub-Total		800,000.00					798,016.67	0.51	0.00	798,243.34	798,468.00
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Bank Note

US BANK CORP NOTE (CALLABLE) DTD 01/30/2014 1.100% 01/30/2017	90331HMC4	625,000.00	AA-	A1	02/03/15	02/06/15	628,031.25	0.85	1,164.93	626,995.39	625,971.88
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Managed Account Detail of Securities Held

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Security Type/Description	Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Bank Note												
Security Type Sub-Total			625,000.00					628,031.25	0.85	1,164.93	626,995.39	625,971.88
Managed Account Sub-Total			31,515,000.00					31,455,717.13	0.84	54,619.82	31,478,723.53	31,557,674.89
Securities Sub-Total			\$31,515,000.00					\$31,455,717.13	0.84%	\$54,619.82	\$31,478,723.53	\$31,557,674.89
Accrued Interest												\$54,619.82
Total Investments												\$31,612,294.71



Managed Account Fair Market Value & Analytics

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Security Type/Description	Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	Duration to Worst at Mkt	YTM
U.S. Treasury Bond / Note												
US TREASURY NOTES	DTD 06/17/2013 0.500% 06/15/2016	912828VG2	1,150,000.00	MORGANST		100.17	1,152,006.75	1,871.98	1,968.16	0.71	0.71	0.25
US TREASURY NOTES	DTD 07/15/2013 0.625% 07/15/2016	912828VL1	350,000.00	RBC CAP		100.24	350,829.50	446.69	727.56	0.79	0.79	0.32
US TREASURY NOTES	DTD 08/31/2011 1.000% 08/31/2016	912828RF9	525,000.00	CITIGRP		100.56	527,932.65	(3,014.62)	1,016.74	0.91	0.91	0.39
US TREASURY NOTES	DTD 11/30/2011 0.875% 11/30/2016	912828RU6	750,000.00	MERRILL		100.51	753,798.75	165.94	336.00	1.16	1.16	0.44
US TREASURY NOTES	DTD 04/30/2012 0.875% 04/30/2017	912828SS0	650,000.00	MORGANST		100.50	653,250.00	2,869.14	3,047.63	1.57	1.57	0.56
US TREASURY NOTES	DTD 06/16/2014 0.875% 06/15/2017	912828WP1	2,000,000.00	MERRILL		100.49	2,009,714.00	(51.63)	1,729.24	1.69	1.69	0.59
US TREASURY NOTES	DTD 07/02/2012 0.750% 06/30/2017	912828TB6	1,050,000.00	JPMCHASE		100.27	1,052,884.35	6,821.85	5,104.21	1.73	1.73	0.59
US TREASURY NOTES	DTD 07/31/2012 0.500% 07/31/2017	912828TG5	725,000.00	MORGANST		99.82	723,659.48	4,833.31	3,280.38	1.82	1.82	0.60
US TREASURY NOTES	DTD 07/31/2012 0.500% 07/31/2017	912828TG5	950,000.00	MERRILL		99.82	948,243.45	1,100.87	347.84	1.82	1.82	0.60
US TREASURY NOTES	DTD 11/30/2012 0.625% 11/30/2017	912828UA6	1,000,000.00	JPMCHASE		99.82	998,177.00	9,231.69	6,041.19	2.14	2.14	0.71
US TREASURY NOTES	DTD 12/31/2012 0.750% 12/31/2017	912828UE8	1,000,000.00	MORGANST		100.04	1,000,417.00	3,737.31	2,971.63	2.22	2.22	0.73
US TREASURY NOTES	DTD 01/31/2013 0.875% 01/31/2018	912828UJ7	1,000,000.00	CITIGRP		100.27	1,002,656.00	12,734.12	10,306.48	2.30	2.30	0.76
US TREASURY NOTES	DTD 04/01/2013 0.750% 03/31/2018	912828UU2	325,000.00	MERRILL		99.86	324,534.60	1,502.37	1,166.12	2.47	2.47	0.81
US TREASURY NOTES	DTD 04/01/2013 0.750% 03/31/2018	912828UU2	1,100,000.00	MERRILL		99.86	1,098,424.80	5,041.99	3,941.19	2.47	2.47	0.81
US TREASURY NOTES	DTD 04/30/2013 0.625% 04/30/2018	912828UZ1	800,000.00	CITIGRP		99.49	795,896.00	3,021.00	2,038.57	2.55	2.55	0.83
US TREASURY NOTES	DTD 05/31/2013 1.000% 05/31/2018	912828VE7	1,475,000.00	MORGANST		100.37	1,480,397.03	5,108.94	5,143.33	2.62	2.62	0.86
Security Type Sub-Total			14,850,000.00				14,872,821.36	55,420.95	49,166.27	1.87	1.87	0.63



Managed Account Fair Market Value & Analytics

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	Duration to Worst at Mkt	YTM
Federal Agency Bond / Note											
FEDERAL FARM CREDIT BANK BONDS DTD 12/28/2012 0.440% 12/28/2015	3133ECBD5	750,000.00	JPMCHASE		100.08	750,593.25	(80.25)	537.73	0.24	0.24	0.12
FANNIE MAE GLOBAL NOTES DTD 02/15/2013 0.500% 03/30/2016	3135G0VA8	750,000.00	SOC GEN		100.13	750,964.50	1,377.00	1,048.97	0.50	0.50	0.24
FREDDIE MAC GLOBAL NOTES DTD 03/07/2013 0.500% 05/13/2016	3137EADO9	500,000.00	WELLSFAR		100.11	500,533.00	(792.00)	265.50	0.62	0.62	0.33
FREDDIE MAC GLOBAL NOTES DTD 03/07/2013 0.500% 05/13/2016	3137EADQ9	2,000,000.00	NOMURA		100.11	2,002,132.00	14,352.00	4,773.22	0.62	0.62	0.33
FEDERAL HOME LOAN BANK GLOBAL NOTES DTD 05/10/2013 0.375% 06/24/2016	3133834R9	1,200,000.00	TD SEC U		99.90	1,198,849.20	12,829.20	2,294.81	0.73	0.73	0.51
FHLB NOTES DTD 08/07/2014 0.500% 09/28/2016	3130A2T97	1,275,000.00	BNP PARI		100.08	1,275,971.55	(239.70)	349.63	0.99	0.99	0.42
FHLB NOTES DTD 11/17/2014 0.625% 11/23/2016	3130A3J70	1,000,000.00	GOLDMAN		100.15	1,001,476.00	506.00	865.86	1.14	1.14	0.50
FHLMC REFERENCE NOTE DTD 01/16/2015 0.500% 01/27/2017	3137EADU0	1,400,000.00	BNP PARI		99.98	1,399,731.20	1,929.20	1,204.76	1.32	1.32	0.51
FHLB GLOBAL NOTES (CALLABLE) DTD 03/24/2015 0.840% 03/24/2017	3130A4QV7	500,000.00	CITIGRP	03/24/16	100.27	501,352.50	1,352.50	1,352.50	1.06	0.48	0.66
FREDDIE MAC GLOBAL NOTES DTD 06/25/2012 1.000% 07/28/2017	3137EADJ5	1,000,000.00	KEYBAN		100.68	1,006,764.00	2,244.00	3,236.90	1.81	1.81	0.63
FNMA BENCHMARK NOTE DTD 09/01/2015 1.125% 10/19/2018	3135G0E58	850,000.00	BARCLAYS		100.42	853,542.80	4,919.80	4,885.46	2.99	2.99	0.99
Security Type Sub-Total		11,225,000.00				11,241,910.00	38,397.75	20,815.34	1.08	1.05	0.47

Corporate Note											
WELLS FARGO & COMPANY GLOBAL NOTES DTD 12/26/2012 1.500% 01/16/2018	94974BFG0	625,000.00	MERRILL		99.91	624,406.88	975.63	938.55	2.24	2.24	1.54
JP MORGAN CHASE CORP NOTES (CALLABLE) DTD 03/02/2015 1.700% 03/01/2018	46623EKD0	625,000.00	JPMCHASE	02/01/18	99.77	623,578.13	521.88	478.87	2.36	2.36	1.80
CHEVRON CORP NOTES DTD 03/03/2015 1.365% 03/02/2018	166764AV2	450,000.00	CREDITAG		100.09	450,407.25	(1,077.75)	(822.23)	2.37	2.37	1.33



Managed Account Fair Market Value & Analytics

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	Duration to Worst at Mkt	YTM
Corporate Note											
EXXON MOBIL CORP NOTES DTD 03/06/2015 1.305% 03/06/2018	30231GAL6	500,000.00	GOLDMAN		100.24	501,180.00	950.00	990.39	2.39	2.39	1.21
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 04/02/2013 1.625% 04/02/2018	36962G6W9	650,000.00	GOLDMAN		100.53	653,412.50	273.00	528.80	2.43	2.43	1.41
APPLE INC GLOBAL NOTES DTD 05/03/2013 1.000% 05/03/2018	037833AJ9	625,000.00	MORGANST		99.53	622,081.25	4,137.50	3,696.92	2.54	2.54	1.18
JOHN DEERE CAPITAL CORP NOTE DTD 09/11/2015 1.750% 08/10/2018	24422ETA7	540,000.00	CITIGRP		100.64	543,437.64	3,966.84	3,957.30	2.78	2.78	1.52
Security Type Sub-Total		4,015,000.00				4,018,503.65	9,747.10	9,768.60	2.44	2.44	1.44
Commercial Paper											
BANK OF TOKYO MITSUBISHI UFJ COMM PAPER -- 0.000% 03/04/2016	06538BC43	800,000.00	BTM_DIR		99.81	798,468.00	451.33	224.66	0.43	0.43	0.44
Security Type Sub-Total		800,000.00				798,468.00	451.33	224.66	0.43	0.43	0.44
Bank Note											
US BANK CORP NOTE (CALLABLE) DTD 01/30/2014 1.100% 01/30/2017	90331HMC4	625,000.00	KEYBAN	12/30/16	100.16	625,971.88	(2,059.37)	(1,023.51)	1.28	1.24	0.98
Security Type Sub-Total		625,000.00				625,971.88	(2,059.37)	(1,023.51)	1.28	1.24	0.98
Managed Account Sub-Total		31,515,000.00				31,557,674.89	101,957.76	78,951.36	1.61	1.60	0.68
Securities Sub-Total		\$31,515,000.00				\$31,557,674.89	\$101,957.76	\$78,951.36	1.61	1.60	0.68%
Accrued Interest						\$54,619.82					
Total Investments						\$31,612,294.71					



Managed Account Security Transactions & Interest

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
BUY										
08/27/15	09/01/15	FNMA BENCHMARK NOTE DTD 09/01/2015 1.125% 10/19/2018	3135G0E58	850,000.00	(848,623.00)	0.00	(848,623.00)			
09/04/15	09/10/15	US TREASURY NOTES DTD 11/30/2011 0.875% 11/30/2016	912828RU6	750,000.00	(753,632.81)	(1,828.89)	(755,461.70)			
09/08/15	09/11/15	WELLS FARGO & COMPANY GLOBAL NOTES DTD 12/26/2012 1.500% 01/16/2018	94974BFG0	625,000.00	(623,431.25)	(1,432.29)	(624,863.54)			
09/08/15	09/11/15	JP MORGAN CHASE CORP NOTES (CALLABLE) DTD 03/02/2015 1.700% 03/01/2018	46623EKD0	625,000.00	(623,056.25)	(295.14)	(623,351.39)			
09/08/15	09/11/15	BANK OF TOKYO MITSUBISHI UFJ COMM PAPER -- 0.000% 03/04/2016	06538BC43	800,000.00	(798,016.67)	0.00	(798,016.67)			
09/08/15	09/11/15	JOHN DEERE CAPITAL CORP NOTE DTD 09/11/2015 1.750% 08/10/2018	24422ETA7	540,000.00	(539,470.80)	0.00	(539,470.80)			
Transaction Type Sub-Total				4,190,000.00	(4,186,230.78)	(3,556.32)	(4,189,787.10)			
INTEREST										
09/01/15	09/01/15	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.63	0.63			
09/02/15	09/02/15	CHEVRON CORP NOTES DTD 03/03/2015 1.365% 03/02/2018	166764AV2	450,000.00	0.00	3,054.19	3,054.19			
09/06/15	09/06/15	EXXON MOBIL CORP NOTES DTD 03/06/2015 1.305% 03/06/2018	30231GAL6	500,000.00	0.00	3,262.50	3,262.50			
09/24/15	09/24/15	FHLB GLOBAL NOTES (CALLABLE) DTD 03/24/2015 0.840% 03/24/2017	3130A4OV7	500,000.00	0.00	2,100.00	2,100.00			
09/28/15	09/28/15	FHLB NOTES DTD 08/07/2014 0.500% 09/28/2016	3130A2T97	1,275,000.00	0.00	3,187.50	3,187.50			
09/30/15	09/30/15	US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	1,100,000.00	0.00	4,125.00	4,125.00			
09/30/15	09/30/15	FANNIE MAE GLOBAL NOTES DTD 02/15/2013 0.500% 03/30/2016	3135G0VA8	750,000.00	0.00	1,875.00	1,875.00			
09/30/15	09/30/15	US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	325,000.00	0.00	1,218.75	1,218.75			



Managed Account Security Transactions & Interest

For the Month Ending **September 30, 2015**

CITY OF LOS ALTOS INVESTMENT PORTFOLIO - 53301000

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
Transaction Type Sub-Total				4,900,000.00	0.00	18,823.57	18,823.57			
SELL										
08/26/15	09/01/15	US TREASURY NOTES DTD 07/31/2013 1.375% 07/31/2018	912828V00	800,000.00	807,968.75	956.52	808,925.27	125.00	516.53	SPEC LOT
09/04/15	09/10/15	3M CORP NOTES DTD 09/29/2011 1.375% 09/29/2016	88579YAD3	750,000.00	756,322.50	4,611.98	760,934.48	(7,432.50)	1,051.19	SPEC LOT
09/08/15	09/11/15	US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	400,000.00	398,000.00	1,344.26	399,344.26	2,031.25	1,340.46	SPEC LOT
09/08/15	09/11/15	US TREASURY NOTES DTD 04/01/2013 0.750% 03/31/2018	912828UU2	225,000.00	223,875.00	756.15	224,631.15	237.31	28.89	SPEC LOT
09/08/15	09/11/15	US TREASURY NOTES DTD 05/31/2013 1.000% 05/31/2018	912828VE7	525,000.00	525,041.02	1,477.46	526,518.48	(61.52)	(51.11)	SPEC LOT
09/08/15	09/11/15	US TREASURY NOTES DTD 01/31/2013 0.875% 01/31/2018	912828UJ7	625,000.00	624,609.38	624.15	625,233.53	5,908.21	4,500.95	SPEC LOT
09/08/15	09/11/15	WAL-MART STORES INC GLOBAL NOTES DTD 04/11/2013 0.600% 04/11/2016	931142DE0	800,000.00	800,536.00	2,000.00	802,536.00	(1,312.00)	170.73	SPEC LOT
Transaction Type Sub-Total				4,125,000.00	4,136,352.65	11,770.52	4,148,123.17	(504.25)	7,557.64	
Managed Account Sub-Total					(49,878.13)	27,037.77	(22,840.36)	(504.25)	7,557.64	
Total Security Transactions					(\$49,878.13)	\$27,037.77	(\$22,840.36)	(\$504.25)	\$7,557.64	