



AGENDA REPORT

Meeting Date: June 7, 2012
Item Number: H-6
To: Honorable Mayor & City Council
From: Noel Marquis, Assistant Director of Administrative Services
Subject: Portfolio Report – Quarter Ending December 31, 2011
Attachments: Portfolio Report – December 31, 2011

Transmitted herewith are the City's investment reports as of October 31, 2011, November 30, 2011 and December 31, 2011.

A summary of portfolio balances and activities at market value during the months follows. Original cost and par value figures are included in the attached report showing investment holdings at December 31, 2011.

Period Covered	General Portfolio			Restricted Portfolio	Total Portfolio
	Bank of New York	City National Bank	Local Agency Investment Fund	U.S. Bank	
Beginning 10/01/11 @ Market	162,674,979.00	96,787,701.28	25,873,317.59	70,870,825.58	356,206,823.45
Net Investment Activity	29,677,500.00	(39,328,190.62)	-	-	(9,650,690.62)
Income	322,500.00	784.22	24,806.80	1,786.38	349,877.40
Change in Market Value	166,243.50	-	-	-	166,243.50
Ending 10/31/11 @ Market	192,841,222.50	57,460,294.88	25,898,124.39	70,872,611.96	347,072,253.73

Beginning 11/01/11 @ Market	192,841,222.50	57,460,294.88	25,898,124.39	70,872,611.96	347,072,253.73
Net Investment Activity	(254,688.98)	(7,592,235.61)	-	5,881,769.62	(1,965,154.97)
Income	244,125.00	670.46	-	-	244,795.46
Change in Market Value	(500,142.77)	-	-	-	(500,142.77)
Ending 11/30/11 @ Market	192,330,515.75	49,868,729.73	25,898,124.39	76,754,381.58	344,851,751.45

Beginning 12/01/11 @ Market	192,330,515.75	49,868,729.73	25,898,124.39	76,754,381.58	344,851,751.45
Net Investment Activity	25,871,650.00	(4,710,184.18)	-	(14,765,564.49)	6,395,901.33
Income	1.66	487.38	-	1,801.08	2,290.12
Change in Market Value	231,144.00	-	-	-	231,144.00
Ending 12/31/11 @ Market	218,433,311.41	45,159,032.93	25,898,124.39	61,990,618.17	351,481,086.90

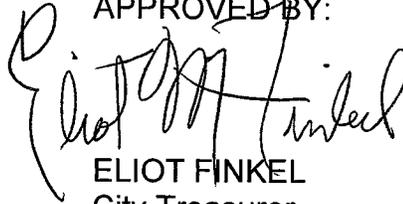
Annualized Returns

Period Covered	General Portfolio			Restricted Portfolio	Total Portfolio
	Bank of New York	City National Bank	Local Agency Investment Fund	U.S. Bank	
Latest Quarter	1.02%	0.01%	0.38%	0.02%	0.56%
Fiscal Year to Date	1.79%	0.01%	0.43%	3.00%	0.85%
April 2005 to Date	3.66%	1.87%	2.83%	1.99%	2.77%

The City's general portfolio experienced an increase of \$4.2 million during the quarter due to normal timing differences between expenditures and revenue streams throughout the year. Restricted proceeds were reduced by \$8.8 million as bonded construction project funding was expended.

The portfolio is in compliance with the City's Investment Policy. Adequate liquidity exists within the portfolio to meet all known City requirements through at least June 30, 2012. It is also believed that the City will have adequate liquidity to meet all requirements for the foreseeable future, beyond June 30, 2012, based upon existing maturity schedules and the current investment policy.

APPROVED BY:

A handwritten signature in black ink, appearing to read "Eliot Finkel", is written over the printed name and title.

ELIOT FINKEL
City Treasurer

Attachment 1

CITY OF BEVERLY HILLS

FINANCE ADMINISTRATION

Investments held at 12/31/11

Issuer	Purchase Date	Maturity Date	Days to Maturity	PAR Value	Purchase Cost	Current Market Value	Current Earnings Percent	Current Earnings Dollars
Summary								
General Portfolio, City Administered			1,012	285,307,157	288,357,083	289,490,467	1.4640%	348,078
Average Weighted Months to Maturity			33.72					
Average Weighted Years to Maturity			2.81					
Portfolio Composition								
Local Agency	25,898,124	9.08%				Difference Cost to Market in Dollars:		1,133,384
Money Market	45,159,033	15.83%						
CD	0	0.00%						
Corporate	55,200,000	19.35%				Difference Cost to Market in Percentage:		0.3930%
Treasuries	-	0.00%						
Tstate or City	20,000,000	7.01%						
FFCB	16,550,000	5.80%						
FHLB	-	0.00%						
FNMA	52,500,000	18.40%						
FHLMC	<u>70,000,000</u>	<u>24.53%</u>						
TOTAL	285,307,157	100.00%						

Safe keeping is provided by BNY Western Trust.

Bond Proceeds: Funds under administration by Trust Agent - US Bank

Construction Accounts								
08 Water			0	0	0	0	0.0000%	0
09 Lease Revenue			1	9,074,102	9,074,102	9,074,102	0.0800%	605
10 Lease Revenue			1	34,973,788	34,973,788	34,973,788	0.0800%	2,332
Reserve Accounts								
07 Water			1	2,915,051	2,915,051	2,915,051	0.0800%	194
07 Refunding			1	6,365,893	6,365,893	6,365,893	0.0800%	424
08 Water			1	2,737,338	2,737,338	2,737,338	0.0800%	182
08 Water			1	1,623,750	1,623,750	1,623,750	0.0800%	108
08 Water			1	4,300,696	4,300,696	4,300,696	0.0800%	287
Total Portfolio			831	347,297,775	350,347,701	351,481,085	0.0243%	352,210
Average Weighted Months to Maturity			27					
Average Weighted Years to Maturity			2.28					
Dollars maturing in 2011				133,047,775	38.31%			
Dollars maturing in 2012				10,000,000	2.88%			
Dollars maturing in 2013				15,000,000	4.32%			
Dollars maturing in 2014 AND Beyond				<u>189,250,000</u>	<u>54.49%</u>			
Total dollars				347,297,775	100.00%			
Difference Cost to Market in Dollars				1,133,384				
Difference Cost to Market in Percentage				0.3235%				

NOTE: Market Value is based on US Bank and BNY monthly account statements. These reports use market prices which are based on the market trends for the date of the report, generally the last banking day of the month.