The City of San Diego

MEMORANDUM

DATE: October 27, 2016

TO: Distribution

FROM: Gail R. Granewich, City Treasurer Robbin Kulik for

SUBJECT: Monthly Investment Report – September 30, 2016

Attached is the City Treasurer's Monthly Investment Report. Three schedules are presented:

I. Schedule I:
   a. City's pooled investment holdings
   b. City's pooled investment maturity distribution schedule
   c. City's pooled investment historical earned income yields and weighted average days to maturity

II. Schedule II: Pooled Portfolio Position Detail Report

III. Appendix: Glossary of Investment Terms

These investments are in conformance with the City Treasurer's Investment Policy, and are sufficiently liquid to meet the City's expenditure requirements for the next six months.

GRG/tmm

Attachment

Distribution:
Honorable Mayor Kevin L. Faulconer
Honorable Council President Lightner and Members of the City Council
Jan I. Goldsmith, City Attorney
Scott Chadwick, Chief Operating Officer
Stacey LoMedico, Assistant Chief Operating Officer
Mary Lewis, Chief Financial Officer
Andrea Tevlin, Independent Budget Analyst
Deborah Higgins, Investment Advisory Committee
Stefan Meierhofer, Investment Advisory Committee
Jayson Schmitt, Investment Advisory Committee
Lakshmi Kommi, Investment Advisory Committee
Kent J. Morris, Chief Investment Officer, Office of the City Treasurer
Tracy McCraner, Director, Financial Management Department

ASSET ALLOCATION

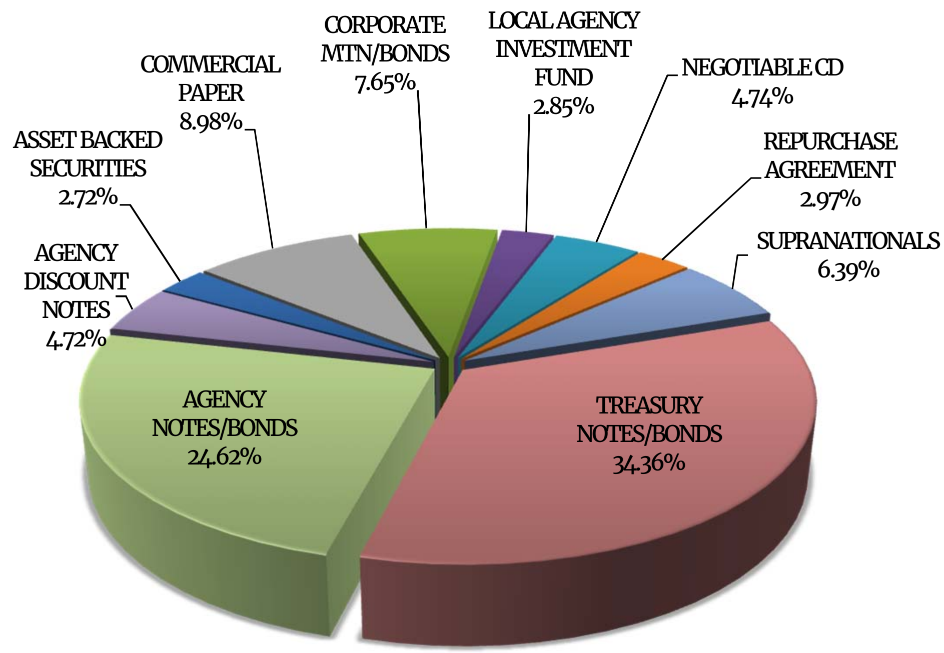
Assets (000's)	Current Par Value	Current Book Value	Market Value	Mkt/Book	Yield to Maturity
ASSET BACKED SECURITIES	57,280	57,292	57,360	100.12%	1.02%
COMMERCIAL PAPER	190,000	189,302	189,544	100.13%	0.68%
CORPORATE MTN/BONDS	161,450	161,148	161,882	100.46%	1.22%
LOCAL AGENCY INVESTMENT FUND	60,152	60,152	60,152	100.00%	0.55%
NEGOTIABLE CD	100,000	100,000	100,062	100.06%	1.18%
REPURCHASE AGREEMENT	62,500	62,500	62,500	100.00%	0.23%
SUPRANATIONALS	135,000	134,690	135,284	100.44%	1.16%
TREASURY NOTES/BONDS	725,000	724,390	726,542	100.30%	0.93%
AGENCY NOTES/BONDS	519,510	519,057	519,689	100.12%	0.88%
AGENCY DISCOUNT NOTES	100,000	99,474	99,853	100.38%	0.61%
Totals (000's):	**2,110,893**	**2,108,004**	**2,112,867**	**100.23%**	**0.90%**

Portfolio Breakdown & Statistics

	Liquidity	Core
Portfolio Size	$682,448,558	$1,425,555,888
% of total pool	32.37%	67.63%
Portfolio Duration*	0.32	1.68
Index Duration*	0.38	1.90
% of index	84.96%	87.97%
Weighted Average Days to Maturity	119	677
Earned Income Yield	0.725%	1.077%

* Macaulay's Duration for Liquidity and Effective Duration for Core.

Note: These figures do not include the effects of trades settling over month-end. After the trades settle, Liquidity duration increases to 0.337 and Core duration increases to 1.741.



Pooled Portfolio Composition by Book Value

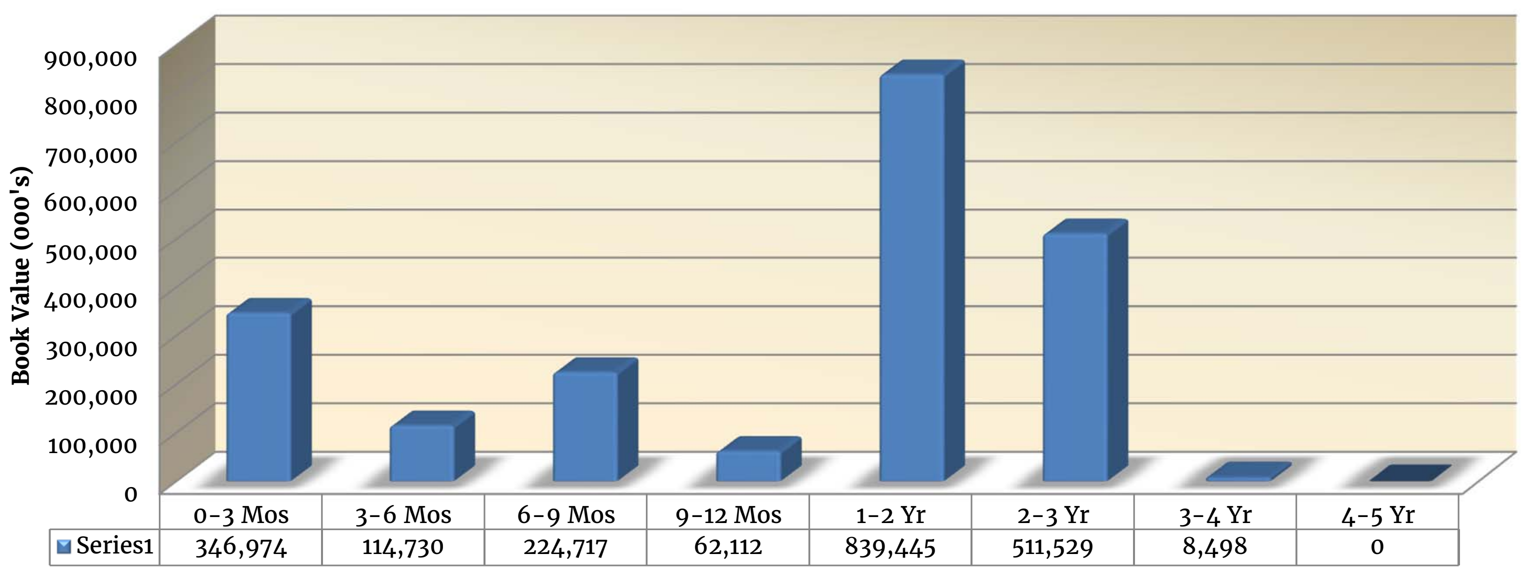
POOLED INVESTMENTS AT SEPTEMBER 30, 2016 - MATURITY DISTRIBUTION

City of San Diego
Office of the City Treasurer

MATURITY DISTRIBUTION

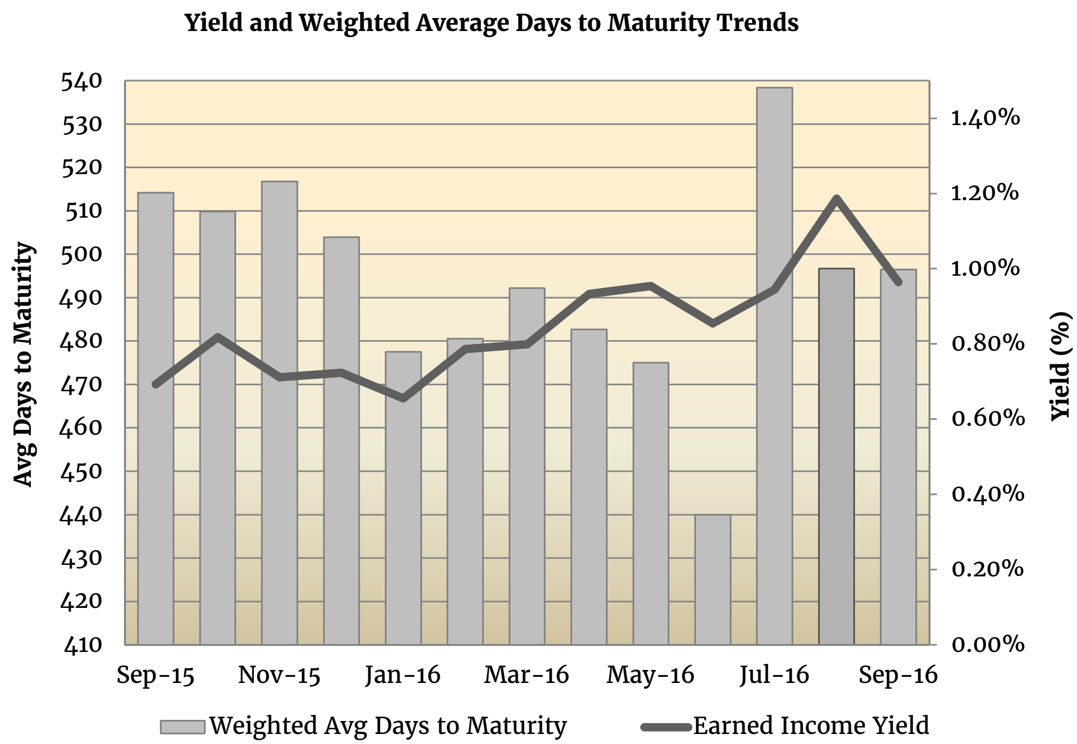
Current Book Value (000's)	0-3 Mos	3-6 Mos	6-9 Mos	9-12 Mos	1-2 Yr	2-3 Yr	3-4 Yr	4-5 Yr	Totals (000's)
ASSET BACKED SECURITIES				2,127	14,142	32,525	8,498		57,292
COMMERCIAL PAPER	114,923		74,379						189,302
CORPORATE MTN/BONDS		15,000	15,484	15,000	95,674	19,990			161,148
LOCAL AGENCY INVESTMENT FUND	60,152								60,152
NEGOTIABLE CD	25,000		75,000						100,000
REPURCHASE AGREEMENT	62,500								62,500
SUPRANATIONALS					49,928	84,762			134,690
TREASURY NOTES/BONDS				24,984	474,937	224,469			724,390
AGENCY NOTES/BONDS	59,509	50,004	34,996	20,000	204,764	149,785			519,057
AGENCY DISCOUNT NOTES	24,890	49,726	24,858						99,474
Totals (000's):	**346,974**	**114,730**	**224,717**	**62,112**	**839,445**	**511,529**	**8,498**	**0**	**2,108,004**
% of Portfolio	16.46%	5.44%	10.66%	2.95%	39.82%	24.27%	0.40%	0.00%	100.00%

Maturity Distribution
September 30, 2016



PORTFOLIO - EARNED INCOME YIELD

Month	Earned Income Yield	Weighted Avg Days to Maturity
Sep-15	0.69%	514.17
Oct-15	0.82%	509.83
Nov-15	0.71%	516.77
Dec-15	0.72%	503.92
Jan-16	0.66%	477.52
Feb-16	0.79%	480.58
Mar-16	0.80%	492.22
Apr-16	0.93%	482.67
May-16	0.95%	475.01
Jun-16	0.85%	439.98
Jul-16	0.95%	538.38
Aug-16	1.19%	496.71
Sep-16	0.96%	496.51



TREASURY NOTES/BONDS	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
US Treasury Note	US Treasury	912828TS9	0.625	0.657	0.998	9/30/2015	9/30/2017	25,000,000.00	24,984,375.00	24,988,250.00	99.953	IDC-FIS
US Treasury Note	US Treasury	912828F54	0.875	0.923	1.035	10/31/2014	10/15/2017	25,000,000.00	24,964,843.75	25,048,750.00	100.195	IDC-FIS
US Treasury Note	US Treasury	912828TW0	0.750	0.785	1.078	11/5/2015	10/31/2017	25,000,000.00	24,982,778.46	25,017,500.00	100.070	IDC-FIS
US Treasury Note	US Treasury	912828G20	0.875	0.896	1.118	12/1/2014	11/15/2017	25,000,000.00	24,984,375.00	25,047,750.00	100.191	IDC-FIS
US Treasury Note	US Treasury	912828M72	0.875	0.922	1.160	11/30/2015	11/30/2017	25,000,000.00	24,976,562.50	25,048,750.00	100.195	IDC-FIS
US Treasury Note	US Treasury	912828G79	1.000	1.142	1.201	12/24/2014	12/15/2017	25,000,000.00	24,896,484.38	25,089,000.00	100.356	IDC-FIS
US Treasury Note	US Treasury	912828N55	1.000	1.097	1.243	12/31/2015	12/31/2017	25,000,000.00	24,952,148.44	25,088,000.00	100.352	IDC-FIS
US Treasury Note	US Treasury	912828H37	0.875	0.772	1.285	1/30/2015	1/15/2018	25,000,000.00	25,075,195.31	25,049,750.00	100.199	IDC-FIS
US Treasury Note	US Treasury	912828P20	0.750	0.780	1.328	2/1/2016	1/31/2018	25,000,000.00	24,985,351.56	25,008,750.00	100.035	IDC-FIS
US Treasury Note	US Treasury	912828H94	1.000	1.024	1.368	2/27/2015	2/15/2018	25,000,000.00	24,982,421.88	25,093,750.00	100.375	IDC-FIS
US Treasury Note	US Treasury	912828UR9	0.750	0.803	1.411	3/1/2016	2/28/2018	25,000,000.00	24,973,632.81	25,007,750.00	100.031	IDC-FIS
US Treasury Note	US Treasury	912828J68	1.000	0.899	1.451	4/1/2015	3/15/2018	25,000,000.00	25,073,242.19	25,096,750.00	100.387	IDC-FIS
US Treasury Note	US Treasury	912828Q45	0.875	0.792	1.493	3/31/2016	3/31/2018	25,000,000.00	25,041,015.63	25,050,750.00	100.203	IDC-FIS
US Treasury Note	US Treasury	912828Q94	0.750	0.778	1.572	5/2/2016	4/30/2018	25,000,000.00	24,987,347.15	25,003,000.00	100.012	IDC-FIS
US Treasury Note	US Treasury	912828XA3	1.000	0.935	1.610	6/1/2015	5/15/2018	25,000,000.00	25,046,875.00	25,099,500.00	100.398	IDC-FIS
US Treasury Note	US Treasury	912828XF2	1.125	0.999	1.692	6/30/2015	6/15/2018	25,000,000.00	25,091,796.88	25,155,250.00	100.621	IDC-FIS
US Treasury Note	US Treasury	912828R93	0.625	0.592	1.741	7/1/2016	6/30/2018	25,000,000.00	25,017,026.15	24,945,250.00	99.781	IDC-FIS
US Treasury Note	US Treasury	912828XK1	0.875	1.066	1.779	7/31/2015	7/15/2018	25,000,000.00	24,861,328.13	25,046,000.00	100.184	IDC-FIS
US Treasury Note	US Treasury	9128282C3	0.750	0.788	1.905	9/1/2016	8/31/2018	25,000,000.00	24,981,963.27	24,995,250.00	99.981	IDC-FIS
US Treasury Note	US Treasury	912828L40	1.000	0.914	1.943	10/1/2015	9/15/2018	25,000,000.00	25,062,500.00	25,100,500.00	100.402	IDC-FIS
US Treasury Note	US Treasury	912828L81	0.875	1.027	2.020	10/30/2015	10/15/2018	25,000,000.00	24,889,648.44	25,041,000.00	100.164	IDC-FIS
US Treasury Note	US Treasury	912828M64	1.250	1.250	2.094	11/27/2015	11/15/2018	25,000,000.00	25,000,000.00	25,228,500.00	100.914	IDC-FIS
US Treasury Note	US Treasury	912828N22	1.250	1.330	2.177	12/18/2015	12/15/2018	25,000,000.00	24,941,406.25	25,234,500.00	100.938	IDC-FIS
US Treasury Note	US Treasury	912828P95	1.000	1.151	2.434	3/15/2016	3/15/2019	25,000,000.00	24,888,671.88	25,095,750.00	100.383	IDC-FIS
US Treasury Note	US Treasury	912828Q52	0.875	1.009	2.509	4/28/2016	4/15/2019	25,000,000.00	24,910,113.56	25,016,500.00	100.066	IDC-FIS
US Treasury Note	US Treasury	912828R44	0.875	1.015	2.592	5/19/2016	5/15/2019	25,000,000.00	24,899,838.66	25,012,750.00	100.051	IDC-FIS
US Treasury Note	US Treasury	912828R44	0.875	1.030	2.592	5/31/2016	5/15/2019	25,000,000.00	24,897,206.18	25,012,750.00	100.051	IDC-FIS
US Treasury Note	US Treasury	912828R85	0.875	0.697	2.676	7/1/2016	6/15/2019	25,000,000.00	25,139,445.65	25,006,750.00	100.027	IDC-FIS
US Treasury Note	US Treasury	9128282B5	0.750	0.896	2.847	9/1/2016	8/15/2019	25,000,000.00	24,902,216.37	24,913,000.00	99.652	IDC-FIS
	Total Count 29		0.897	0.930	1.736			725,000,000.00	724,389,810.48	726,541,750.00	100.213	

AGENCY NOTES/BONDS	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Agency Note	Federal Farm Credit Bank	3133EFUM7	0.628	0.628	0.011	1/4/2016	11/4/2016	25,000,000.00	25,000,000.00	25,007,250.00	100.029	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A6AS6	0.550	0.571	0.112	6/2/2016	11/10/2016	14,510,000.00	14,508,694.10	14,514,643.20	100.032	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A6R74	0.550	0.550	0.153	11/30/2015	11/25/2016	20,000,000.00	20,000,000.00	20,005,000.00	100.025	IDC-FIS
Agency Note	Federal Home Loan Mortgage Corporation	3137EADU0	0.500	0.658	0.326	2/1/2016	1/27/2017	25,000,000.00	24,961,100.00	25,007,750.00	100.031	IDC-FIS
Agency Note	Federal Home Loan Mortgage Corporation	3137EADT3	0.875	0.698	0.397	3/2/2016	2/22/2017	25,000,000.00	25,042,900.00	25,039,750.00	100.159	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A7U60	0.700	0.700	0.632	4/29/2016	5/18/2017	20,000,000.00	20,000,000.00	20,003,800.00	100.019	IDC-FIS
Agency Note	Federal Farm Credit Bank	3133EEX62	0.800	0.814	0.709	6/25/2015	6/16/2017	15,000,000.00	14,995,950.00	15,025,200.00	100.168	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A9LQ2	0.500	0.500	0.996	9/29/2016	9/29/2017	20,000,000.00	20,000,000.00	19,992,000.00	99.960	IDC-FIS
Agency Note	Federal Home Loan Mortgage Corporation	3137EADX4	1.000	1.052	1.201	12/11/2015	12/15/2017	25,000,000.00	24,974,250.00	25,086,250.00	100.345	IDC-FIS
Agency Note	Federal Farm Credit Bank	3133EEFE5	1.125	1.152	1.208	12/18/2014	12/18/2017	10,000,000.00	9,991,970.00	10,043,400.00	100.434	IDC-FIS
Agency Note	Federal National Mortgage Association	3135G0TD5	1.000	1.000	1.237	12/31/2012	12/28/2017	10,000,000.00	10,000,000.00	10,002,600.00	100.026	IDC-FIS
Agency Note	Federal Home Loan Mortgage Corporation	3137EAEA3	0.750	0.829	1.514	4/7/2016	4/9/2018	25,000,000.00	24,960,750.00	24,977,500.00	99.910	IDC-FIS
Agency Note	Federal Farm Credit Bank	3133EF3B1	0.750	0.818	1.539	4/12/2016	4/18/2018	25,000,000.00	24,966,000.00	24,964,750.00	99.859	IDC-FIS

Agency Note	Federal Home Loan Mortgage Corporation	3134G8XS3	1.050	1.050	1.559	4/27/2016	4/27/2018	10,000,000.00	10,000,000.00	9,991,900.00	99.919	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A8BD4	0.875	0.992	1.734	5/27/2016	6/29/2018	20,000,000.00	19,951,800.00	20,076,800.00	100.384	IDC-FIS
Agency Note	Federal Home Loan Mortgage Corporation	3134G92H9	0.850	0.847	1.812	7/27/2016	7/27/2018	20,000,000.00	20,001,200.00	19,989,600.00	99.948	IDC-FIS
Agency Note	Federal National Mortgage Association	3135G0M75	0.875	0.977	1.812	7/27/2016	7/27/2018	15,000,000.00	14,969,850.00	14,962,950.00	99.753	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A8PK3	0.625	0.726	1.843	7/8/2016	8/7/2018	25,000,000.00	24,948,000.00	24,902,500.00	99.610	IDC-FIS
Agency Note	Federal Home Loan Mortgage Corporation	3134GACF9	1.100	1.100	1.881	8/23/2016	8/23/2018	20,000,000.00	20,000,000.00	20,003,800.00	100.019	IDC-FIS
Agency Note	Federal National Mortgage Association	3135G0H63	1.375	1.396	2.294	1/8/2016	1/28/2019	25,000,000.00	24,984,500.00	25,276,250.00	101.105	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A8DB6	1.125	1.139	2.683	6/3/2016	6/21/2019	25,000,000.00	24,989,500.00	25,103,750.00	100.415	IDC-FIS
Agency Note	Federal Home Loan Mortgage Corporation	3137EAEB1	0.875	0.957	2.770	7/20/2016	7/19/2019	25,000,000.00	24,939,500.00	24,912,750.00	99.651	IDC-FIS
Agency Note	Federal National Mortgage Association	3135G0N33	0.875	0.932	2.806	8/2/2016	8/2/2019	25,000,000.00	24,958,000.00	24,902,750.00	99.611	IDC-FIS
Agency Note	Federal Home Loan Bank	3130A8Y72	0.875	0.940	2.815	8/4/2016	8/5/2019	25,000,000.00	24,952,000.00	24,907,500.00	99.630	IDC-FIS
Agency Note	Federal National Mortgage Association	3135G0P49	1.000	1.053	2.880	9/2/2016	8/28/2019	25,000,000.00	24,961,000.00	24,988,500.00	99.954	IDC-FIS
	Total Count 25		0.842	0.879	1.541			519,510,000.00	519,056,964.10	519,688,943.20	100.034	

AGENCY DISCOUNT NOTES	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Agency Discount Note	Federal Farm Credit Bank	313312P95	0.630	0.633	0.134	3/11/2016	11/18/2016	25,000,000.00	24,889,750.00	24,993,000.00	99.972	IDC-FIS
Agency Discount Note	Federal Farm Credit Bank	313313BP2	0.670	0.674	0.356	3/7/2016	2/7/2017	25,000,000.00	24,843,201.39	24,971,000.00	99.884	IDC-FIS
Agency Discount Note	Federal Farm Credit Bank	313313CW6	0.560	0.563	0.441	5/13/2016	3/10/2017	25,000,000.00	24,882,944.44	24,957,250.00	99.829	IDC-FIS
Agency Discount Note	Federal National Mortgage Association	313589FE8	0.580	0.583	0.594	5/18/2016	5/5/2017	25,000,000.00	24,858,222.22	24,931,750.00	99.727	IDC-FIS
	Total Count 4		0.610	0.613	0.381			100,000,000.00	99,474,118.05	99,853,000.00	99.853	

SUPRANATIONALS	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Supranationals	Intl Bank of Reconstruction & Development	459058FE8	0.875	0.965	1.790	4/19/2016	7/19/2018	25,000,000.00	24,955,750.00	25,005,000.00	100.020	IDC-FIS
Supranationals	Inter-American Development Bank	4581X0CQ9	1.125	1.163	1.900	8/28/2015	8/28/2018	25,000,000.00	24,972,000.00	25,079,500.00	100.318	IDC-FIS
Supranationals	Intl Bank of Reconstruction & Development	459058ER0	1.000	1.069	1.989	10/7/2015	10/5/2018	25,000,000.00	24,957,500.00	25,036,000.00	100.144	IDC-FIS
Supranationals	Intl Bank of Reconstruction & Development	45905UVC5	1.350	1.350	2.372	2/26/2016	2/26/2019	10,000,000.00	10,000,000.00	10,001,800.00	100.018	IDC-FIS
Supranationals	Inter-American Development Bank	458182DX7	1.000	1.099	2.582	4/12/2016	5/13/2019	25,000,000.00	24,925,000.00	24,997,500.00	99.990	IDC-FIS
Supranationals	Intl Bank of Reconstruction & Development	459058EV1	1.250	1.415	2.776	1/28/2016	7/26/2019	25,000,000.00	24,879,250.00	25,164,250.00	100.657	IDC-FIS
	Total Count 6		1.072	1.157	2.220			135,000,000.00	134,689,500.00	135,284,050.00	100.210	

LOCAL AGENCY INVESTMENT FUND	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Local Agency Investment Fund	California State Pool		0.550	0.550	0.003	3/31/2003	10/1/2016	60,152,498.64	60,152,498.64	60,152,498.64	100.000	BOOK
	Total Count 1		0.550	0.550	0.003			60,152,498.64	60,152,498.64	60,152,498.64	100.000	

ASSET BACKED SECURITIES	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Asset Backed Security	Toyota Auto Rec Owners Trust	89236WAB4	0.710	0.711	0.416	3/4/2015	7/17/2017	79,076.37	79,028.87	79,067.77	99.989	UPRICE
Asset Backed Security	Honda Auto Receivables Owners Trust	43813NAB2	0.690	0.695	0.474	5/20/2015	8/21/2017	2,049,189.24	2,048,350.64	2,048,597.64	99.971	UPRICE
Asset Backed Security	Toyota Auto Rec Owners Trust	89237CAB7	0.770	0.775	0.582	6/17/2015	11/15/2017	2,084,846.52	2,084,408.42	2,084,227.95	99.970	UPRICE
Asset Backed Security	Nissan Auto Receivables 2015-B	65475WAB4	0.830	0.835	0.914	7/22/2015	7/16/2018	7,309,053.98	7,308,042.83	7,306,817.41	99.969	UPRICE
Asset Backed Security	Toyota Auto Rec Owners Trust	89237KAB9	1.030	1.036	0.913	3/2/2016	7/16/2018	4,750,000.00	4,749,631.88	4,751,996.90	100.042	UPRICE
Asset Backed Security	Nissan Auto Receivables 2015-C	65478AAB9	0.870	0.875	1.079	10/14/2015	11/15/2018	7,507,883.38	7,507,120.38	7,502,629.36	99.930	UPRICE
Asset Backed Security	Chase Issuance Trust	161571GJ7	1.150	1.157	1.161	1/27/2014	1/15/2019	5,000,000.00	4,999,095.50	5,003,001.00	100.060	UPRICE
Asset Backed Security	Chase Issuance Trust	161571GJ7	1.150	1.012	1.162	6/15/2016	1/15/2019	10,000,000.00	10,018,359.38	10,006,002.00	100.060	UPRICE
Asset Backed Security	Chase Issuance Trust	161571GW8	0.774	0.774	1.287	4/29/2015	4/15/2019	10,000,000.00	10,000,000.00	10,006,966.00	100.070	UPRICE
Asset Backed Security	Chase Issuance Trust	161571HA5	1.620	1.631	1.895	7/29/2015	7/15/2020	8,500,000.00	8,497,679.50	8,570,812.65	100.833	UPRICE
	Total Count 10		1.036	1.016	1.183			57,280,049.49	57,291,717.40	57,360,118.68	100.140	

REPURCHASE AGREEMENT	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Repurchase Agreement	Overnight Repo		0.230	0.230	0.008	9/30/2016	10/3/2016	62,500,000.00	62,500,000.00	62,500,000.00	100.000	BOOK
	Total Count 1		0.230	0.230	0.008			62,500,000.00	62,500,000.00	62,500,000.00	100.000	

COMMERCIAL PAPER	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Commercial Paper	BNP Paribas NY	09659BK33	0.280	0.280	0.008	9/30/2016	10/3/2016	50,000,000.00	49,998,833.33	49,998,694.44	99.997	IDC-FIS
Commercial Paper	Toyota Motor Credit Corp.	89233GKR6	0.430	0.430	0.068	9/23/2016	10/25/2016	15,000,000.00	14,994,266.67	14,995,300.00	99.969	IDC-FIS
Commercial Paper	Microsoft Corp.	59515MLH6	0.500	0.501	0.131	8/17/2016	11/17/2016	25,000,000.00	24,968,055.56	24,984,659.72	99.939	IDC-FIS
Commercial Paper	Microsoft Corp.	59515MLV5	0.530	0.531	0.164	8/17/2016	11/29/2016	25,000,000.00	24,961,722.22	24,980,743.06	99.923	IDC-FIS
Commercial Paper	Toyota Motor Credit Corp.	89233GR32	0.990	0.997	0.507	7/7/2016	4/3/2017	25,000,000.00	24,814,375.00	24,883,722.22	99.535	IDC-FIS
Commercial Paper	Toyota Motor Credit Corp.	89233GSS6	1.170	1.180	0.652	8/31/2016	5/26/2017	50,000,000.00	49,564,500.00	49,700,458.33	99.401	IDC-FIS
	Total Count 6		0.680	0.684	0.285			190,000,000.00	189,301,752.78	189,543,577.77	99.760	

NEGOTIABLE CD	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Negotiable CD	Wells Fargo Bank NA	94988ESY5	0.870	0.870	0.019	3/29/2016	10/7/2016	25,000,000.00	25,000,000.00	25,002,373.51	100.009	IDC-FIS
Negotiable CD	Wells Fargo Bank NA	94988EWS3	1.200	1.200	0.687	6/8/2016	6/8/2017	25,000,000.00	25,000,000.00	25,016,574.84	100.066	IDC-FIS
Negotiable CD	Toronto-Dominion Bank NY	89113WGV2	1.310	1.310	0.747	8/17/2016	6/30/2017	25,000,000.00	25,000,000.00	25,018,422.01	100.074	IDC-FIS
Negotiable CD	Toronto-Dominion Bank NY	89113WHZ2	1.340	1.340	0.747	9/1/2016	6/30/2017	25,000,000.00	25,000,000.00	25,024,176.37	100.097	IDC-FIS
	Total Count 4		1.180	1.180	0.550			100,000,000.00	100,000,000.00	100,061,546.73	100.062	

CORPORATE MTN/BONDS	Issuer	CUSIP	Coupon Rate	Yield to Maturity	Modified Duration	Purchase Date	Maturity Date	Current Par Value	Current Book Value	Market Value	Market Price	Price Source
Medium Term Note	US Bank N.A.	90331HMD2	0.982	0.982	0.333	1/30/2014	1/30/2017	15,000,000.00	15,000,000.00	15,003,600.00	100.024	IDC-FIS
Medium Term Note	Apple Inc.	037833BB5	0.900	0.935	0.614	5/13/2016	5/12/2017	5,000,000.00	4,998,279.73	4,999,900.00	99.998	IDC-FIS
Medium Term Note	Apple Inc.	037833BB5	0.900	0.717	0.614	8/3/2016	5/12/2017	10,450,000.00	10,485,634.50	10,449,791.00	99.998	IDC-FIS
Medium Term Note	PepsiCo Inc.	713448CV8	0.929	0.929	0.795	7/17/2015	7/17/2017	10,000,000.00	10,000,000.00	10,016,100.00	100.161	IDC-FIS
Medium Term Note	Home Depot Inc.	437076BJ0	1.220	1.220	0.956	9/15/2015	9/15/2017	5,000,000.00	5,000,000.00	5,013,750.00	100.275	IDC-FIS
Medium Term Note	PepsiCo Inc.	713448DB1	1.000	1.107	1.029	10/14/2015	10/13/2017	5,000,000.00	4,989,450.00	5,000,900.00	100.018	IDC-FIS
Medium Term Note	Oracle Corp.	68389XAN5	1.200	1.312	1.033	5/8/2014	10/15/2017	10,000,000.00	9,962,500.00	10,000,400.00	100.004	IDC-FIS
Medium Term Note	Johnson & Johnson	478160BL7	1.125	1.152	1.133	11/21/2014	11/21/2017	5,000,000.00	4,996,050.00	5,009,700.00	100.194	IDC-FIS
Medium Term Note	Berkshire Hathaway Fin	084664CD1	0.967	0.967	1.278	1/15/2015	1/12/2018	7,000,000.00	7,000,000.00	7,016,590.00	100.237	IDC-FIS
Medium Term Note	Wells Fargo Bank NA	94988J5B9	1.442	1.442	1.299	1/29/2016	1/22/2018	7,000,000.00	7,000,000.00	7,032,480.00	100.464	IDC-FIS
Medium Term Note	US Bank N.A.	90331HMU4	1.450	1.209	1.320	6/3/2016	1/29/2018	6,000,000.00	6,023,580.00	6,016,680.00	100.278	IDC-FIS
Medium Term Note	US Bank N.A.	90331HMV2	1.332	1.332	1.319	1/29/2016	1/29/2018	5,000,000.00	5,000,000.00	5,018,500.00	100.370	IDC-FIS
Medium Term Note	International Business Machines Corp.	459200HK0	1.250	1.345	1.346	2/8/2013	2/8/2018	5,000,000.00	4,977,100.00	5,006,050.00	100.121	IDC-FIS
Medium Term Note	Cisco Systems Inc.	17275RAZ5	1.411	1.411	1.380	2/29/2016	2/21/2018	5,000,000.00	5,000,000.00	5,028,950.00	100.579	IDC-FIS
Medium Term Note	Wal-Mart Stores Inc.	931142DF7	1.125	1.253	1.514	6/8/2015	4/11/2018	10,000,000.00	9,964,290.00	10,021,500.00	100.215	IDC-FIS
Medium Term Note	Texas Instruments Inc.	882508AV6	1.000	1.193	1.571	5/8/2013	5/1/2018	5,000,000.00	4,953,500.00	4,994,400.00	99.888	IDC-FIS
Medium Term Note	Apple Inc.	037833AJ9	1.000	1.461	1.577	6/4/2014	5/3/2018	10,000,000.00	9,825,200.00	9,986,100.00	99.861	IDC-FIS
Medium Term Note	Merck & Co Inc.	58933YAG0	1.300	1.348	1.614	5/20/2013	5/18/2018	5,000,000.00	4,988,450.00	5,019,000.00	100.380	IDC-FIS
Medium Term Note	Cisco Systems Inc.	17275RAU6	1.650	1.656	1.684	6/17/2015	6/15/2018	5,000,000.00	4,999,150.00	5,041,050.00	100.821	IDC-FIS
Medium Term Note	The Walt Disney Co.	25468PDD5	1.500	1.529	1.942	9/17/2015	9/17/2018	6,000,000.00	5,994,900.00	6,046,860.00	100.781	IDC-FIS
Medium Term Note	Microsoft Corp.	594918BF0	1.300	1.334	2.060	11/3/2015	11/3/2018	10,000,000.00	9,990,000.00	10,048,800.00	100.488	IDC-FIS
Medium Term Note	Apple Inc.	037833BR0	1.637	1.637	2.354	2/23/2016	2/22/2019	5,000,000.00	5,000,000.00	5,077,700.00	101.554	IDC-FIS
Medium Term Note	Cisco Systems Inc.	17275RAQ5	1.342	1.342	2.398	3/3/2014	3/1/2019	5,000,000.00	5,000,000.00	5,032,850.00	100.657	IDC-FIS
	Total Count 23		1.177	1.218	1.274			161,450,000.00	161,148,084.23	161,881,651.00	100.267	
							Grand Total	2,110,892,548.13	2,108,004,445.68	2,112,867,136.02		

GLOSSARY OF INVESTMENT TERMS

ASSET BACKED SECURITIES: Securities, such as bonds or notes, collateralized by receivables such as credit card or auto loans.

BOOK VALUE: The original cost of the investment, plus accrued interest and amortization of any premium or discount.

CERTIFICATE OF DEPOSIT (CD or NCD): A deposit of funds at a bank for a specified period of time that earns interest at a specified rate. Commonly known as "CDs" or "negotiable CDs."

COUPON: The annual rate at which a bond pays interest.

CUSIP: The number identifying all stocks and registered bonds, using the Committee on Uniform Securities Identification Procedures (CUSIP).

DURATION: Duration measures the price sensitivity of a bond to changes in interest rates.
(a) EFFECTIVE DURATION is a duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change.
(b) MACAULAY'S DURATION is the weighted average maturity of the bond's cash flows, where the present values of the cash flows serves as the weights. The greater the duration of the bond, the greater its percentage price volatility.

LOCAL AGENCY INVESTMENT FUND (LAIF): An investment pool sponsored by the State of California and administered/managed by the State Treasurer's Office. Local government units, with consent of the local governing body of that agency, may voluntarily deposit surplus funds for the purpose of investment.

MARKET VALUE: The price at which a security is trading and could presumably be purchased or sold.

MATURITY: The date upon which the principal or stated value of an investment becomes due and payable.

PAR VALUE: The amount of principal which must be paid at maturity. Also referred to as the face amount of a bond, normally quoted in $1.000 increments per bond.

REPURCHASE AGREEMENT (RP OR REPO): The purchase of securities, on a temporary basis, with the seller's simultaneous agreement to repurchase the securities at a later date at a specified price that includes interest for the buyer's holding period. In essence, this is a collateralized investment whereby the security "buyer" lends the "seller" money for the period of the agreement.

SUPRANATIONAL: An entity formed by two or more central governments through international treaties, for the purpose of promoting economic development for member countries. Two examples of supranational institutions are the International Bank for Reconstruction and Development (World Bank) and the Inter-American Development Bank.

U. S. GOVERNMENT AGENCY SECURITIES: Debt securities issued by U. S. Government sponsored enterprises and federally related institutions. These government agencies include: Federal Home Loan Banks (FHLB); Federal Home Loan Mortgage Corporation (FHLMC, or "Freddie Mac"); Federal National Mortgage Association (FNMA, or "Fannie Mae"); Federal Farm Credit Banks (FFCB); and Tennessee Valley Authority (TVA).

U.S. TREASURY SECURITIES: Securities issued by the U. S. Treasury and backed by the full faith and credit of the United States. Treasuries are considered to have no credit risk, and are the benchmark for interest rates on all other securities in the U.S. and overseas. The Treasury issues both discounted securities and fixed coupon notes and bonds.

WEIGHTED AVERAGE DAYS TO MATURITY: The weighted average of the remaining term to maturity of all of the assets in an investment pool or securities portfolio, as expressed in days.

YIELD: The rate of annual income return on an investment, expressed as a percentage.
(a) EARNED INCOME YIELD is the annual income from an investment divided by the current market value.
(b) YIELD TO MATURITY is the rate of return earned on an investment considering all cash flows and timing factors: interest earnings, discounts, and premiums above par.

For additional glossary terms, previous Investment Reports, and City Investment Policy, please visit the Office of the City Treasurer's website at:
http://www.sandiego.gov/treasurer/investments/