



City of  
Santa Rosa

**City of Santa Rosa**  
**Monthly Investment Report**  
**July 31, 2016**

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# City's Investment Objectives

- **Investment Objectives:** In accordance with the City's Investment Policy, the City's primary objectives in order of priority are:
  - **Safety** – Safety of principal is the foremost objective of the investment program. Investments of the City will be made in a manner that seeks to ensure the preservation of capital in the overall portfolio.
  - **Liquidity** – The City's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.
  - **Yield** – The City's investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints, liquidity needs, and cash flow characteristics of the portfolio.
- **Certification:** The City has sufficient funds to meet expenditures for the following six-month period.

# Investment Guidelines

- The City invests in permitted securities consistent with California Government Code sections §53601, 53635, and 16429.1. The City's Investment Policy includes additional sector allocation and maturity restrictions that reflect the City's risk tolerances.

Security Type	California Government Code	City's Investment Policy
U.S Treasury Notes	✓	✓
Federal Agencies	✓	✓
International Bank for Reconstruction and Development, International Finance Corporation, or Inter-American Development Bank Bonds	✓	
CA Municipal Investments	✓	✓
State Municipals	✓	✓
Corporate Notes	✓	✓
Mortgage-Backed Securities	✓	✓
Commercial Paper	✓	✓
Time Certificates of Deposit	✓	✓
Negotiable Certificates of Deposit	✓	✓
Bankers' Acceptances	✓	✓
Repurchase Agreements	✓	✓
Reverse Repurchase Agreements	✓	
Mutual Funds	✓	✓
Money Market Funds	✓	✓
Local Government Pools	✓	✓
Local Agency Investment Fund (LAIF)	✓	✓

# Market Summary

## Economic Conditions

- The volatile effects of “Brexit” — Britain’s surprising vote to leave the European Union (EU) in late June — quickly dissipated as investors concluded that any negative consequences will take up to two years to play out. The result was a strong recovery in global equity markets, driving the S&P 500 Index to new all-time highs in July. Global sovereign bond yields pared declines, but remained below pre-Brexit levels as central banks around the world remained accommodative.
- The U.S. economy grew at an annual rate of just 1.2% in the second quarter, according to the Commerce Department’s advance estimate. That reading was far below the median forecast of 2.5% growth. Personal consumption in the second quarter contributed the most to growth since 2014, confirming the strength seen in retail sales. But inventories, business investment, investment in housing, and state and local government spending all detracted from growth.
- June’s nonfarm payrolls rebounded strongly from May’s near zero level as employers added 287,000 jobs, exceeding nearly all expectations. The unemployment rate ticked higher to 4.9% as labor force participation rose.
- The housing market continued to strengthen across all sectors. Existing home sales rose to the highest level since early 2007, as low borrowing costs enticed buyers. New home sales told the same story, rising to the highest annual rate since 2008.

## Market Reaction

- 10-year and 30-year U.S. Treasury yields fell to record lows during the month, as uncertain global economic growth prospects, persistently low inflation expectations, and negative yields abroad combined to create strong demand. Lower long-term yields combined with higher short-term yields resulted in the flattest yield curve since late 2007. Short-duration Treasury bond indices posted negative returns for the month, while returns on indices with durations greater than five years were strongly positive.
- Federal agency yield spreads were modestly lower as agency yields moved in tandem with those of comparable-maturity Treasuries. As a result, most agency indexes slightly outperformed those of similar duration Treasuries.
- Investment-grade corporate yield spreads tightened over the month as post-Brexit volatility abated and second quarter corporate earnings season kicked off with mildly positive results. Corporate bonds again outperformed comparable maturity Treasuries.
- Money market securities — those with maturities of one year or less — continued to offer very attractive yields versus short-term Treasuries and agencies. Looming money market fund reform in October remains the main driver of yield spreads in the sector.

# Portfolio Information Summary

## Funds Included In Report

- The following report includes the City's funds held in overnight investment vehicles (savings accounts, money market funds, and CA state investment pool) and portfolio of individual fixed-income securities (operating and bond proceeds).

## Portfolio Summary and Characteristics

- Funds are shown on a par, amortized cost, and market value basis.
  - Par Value. Face value, stated value or maturity value of a security.
  - Amortized Cost Value (Book Value). Represents the original cost of an investment adjusted for amortization of premium or accretion of discount.
  - Market Value. The current price at which that security is trading between buyers and sellers. Valuation highly dependent on interest rate movements.
- The investment sector and credit-ratings distribution is shown based on market value basis.
- Demonstrates level of diversification by investment type and credit quality. Additionally, illustrates active management of funds to optimize value in the current market.

## Investment Program Maturity Summary

- The maturity distribution of the City's funds (market value plus accrued interest) from one day to the five year mandated limit.
- The change in by percentage in maturity distribution month-over-month is shown in the table.
- Demonstrates level of diversification by maturity date. Shows placement of funds to take advantage of opportunities while ensuring that the City has funds to meet its cash flow needs.

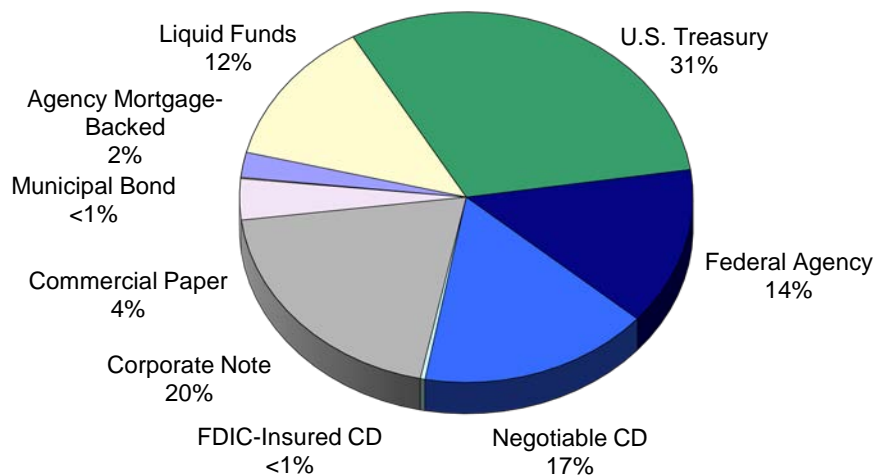
## Portfolio Yield Summary

- The historical yield and duration of the City's funds, effective monthly yield for the California Local Government Investment Fund (LAIF), and the monthly yield for the Bank of America/Merrill Lynch 1-3 year Treasury Index is shown for the trailing 6-months.
- A historical record of the City's overall fund balance and earnings rates.

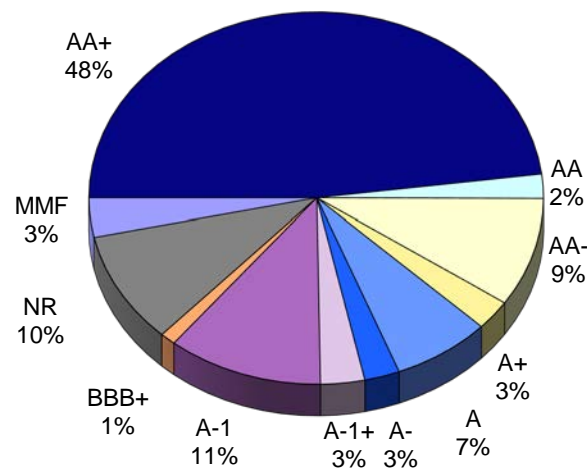
# Portfolio Summary and Characteristics

Security Type	Par Value	Amortized Cost Value <sup>1</sup>	Market Value <sup>1</sup>	July 31, 2016 % of Portfolio <sup>3</sup>
U.S. Treasury	\$111,434,000	\$112,660,286	\$113,414,342	31%
Federal Agency	\$50,365,000	\$50,382,786	\$50,511,634	14%
Federal Agency Mortgage-Backed	\$7,955,407	\$8,021,518	\$8,024,919	2%
Negotiable CD	\$60,100,000	\$60,391,876	\$60,520,628	17%
FDIC-Insured CD	\$1,232,145	\$1,234,855	\$1,231,936	<1%
Corporate Note	\$71,460,000	\$71,836,233	\$72,407,754	20%
Commercial Paper	\$13,174,000	\$13,156,684	\$13,157,526	4%
Municipal Bond	\$350,000	\$351,272	\$352,563	<1%
Liquid Funds <sup>2</sup>	\$46,808,005	\$46,808,005	\$46,808,005	12%
<b>Total Value</b>	<b>\$362,878,557</b>	<b>\$364,843,514</b>	<b>\$366,429,307</b>	<b>100%</b>

**Sector Distribution**



**Credit Quality Distribution**



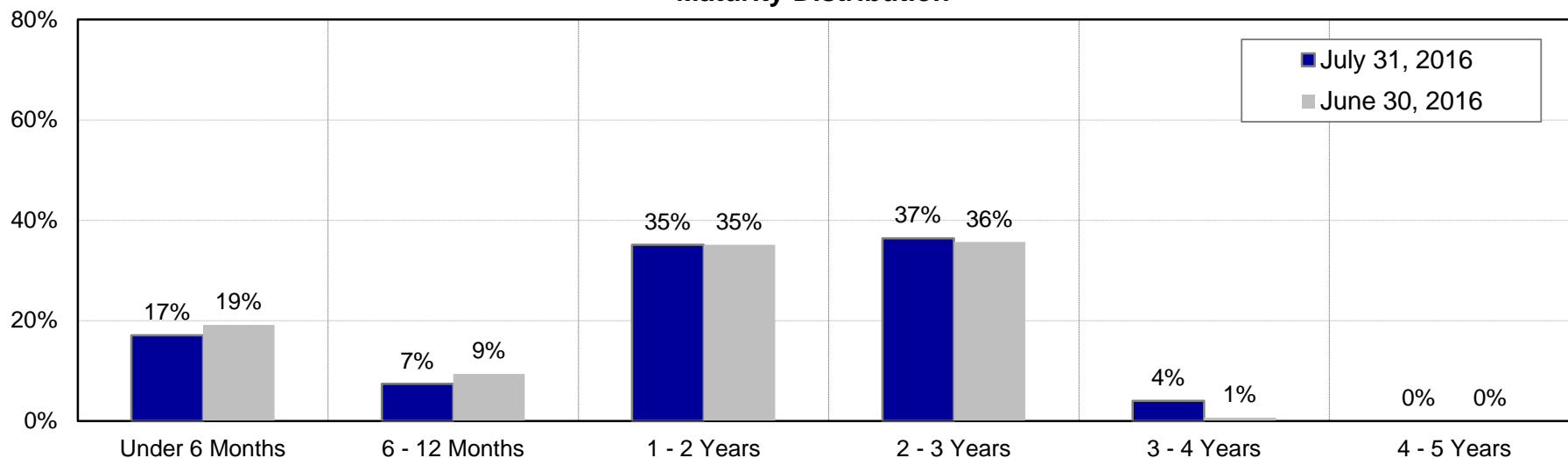
Ratings by Standard & Poor's

1. Security market values include accrued interest as of trade date.
2. Liquid Funds include the City's LAIF, PFM Funds-Prime Money Market Fund, Wells Fargo Peg & Sweep, and custody account cash balances.
3. Based on market value plus accrued interest.
4. Credit rating for security was compliant at the time of purchase. City has elected to hold security until it is advantageous to sell or to maturity.

# Investment Program Maturity Summary

Maturity <sup>1</sup>	Market Value <sup>2</sup>	July 31, 2016 % of Portfolio	June 30, 2016 % of Portfolio
Under 6 Months	\$62,648,413	17%	19%
6 - 12 Months	\$27,071,924	7%	9%
1 - 2 Years	\$128,729,717	35%	35%
2 - 3 Years	\$133,345,955	37%	36%
3 - 4 Years	\$14,633,298	4%	1%
4 - 5 Years	\$0	0%	0%
<b>Total Market Value</b>	<b>\$366,429,307</b>	<b>100%</b>	<b>100%</b>

Maturity Distribution<sup>2</sup>

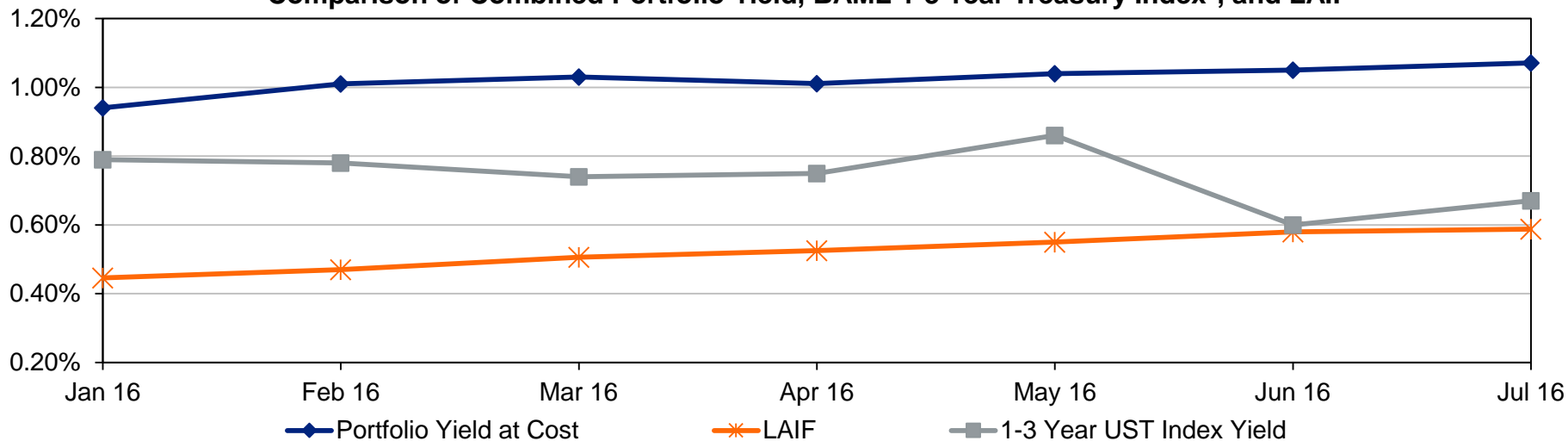


1. Funds held in LAIF are included in the under 6 month range because they can be accessed within one day.
2. Security market values include accrued interest as of trade date.

# Portfolio Yield Summary

Date	Market Value <sup>1</sup>	Portfolio Duration	Portfolio Yield (Cost)	LAIF Yield (Monthly Effective) <sup>2</sup>	1-3 Year Treasury Index Yield <sup>2</sup>
Jan-16	\$367,312,045	1.40	0.94%	0.45%	0.79%
Feb-16	\$362,571,482	1.55	1.01%	0.47%	0.78%
Mar-16	\$366,052,452	1.54	1.03%	0.51%	0.74%
Apr-16	\$379,096,223	1.44	1.01%	0.53%	0.75%
May-16	\$376,601,239	1.48	1.04%	0.55%	0.86%
Jun-16	\$376,821,935	1.51	1.05%	0.58%	0.60%
Jul-16	\$366,429,307	1.56	1.04%	0.59%	0.67%

Comparison of Combined Portfolio Yield, BAML 1-3 Year Treasury Index<sup>2</sup>, and LAIF<sup>3</sup>



1. Security market values include accrued interest as of trade date.
2. Source: Bank of America/Merrill Lynch Global Bond Indices
3. Source: California State Treasurer's Website. Average monthly effective yield.





## Managed Account Security Transactions & Interest

For the Month Ending July 31, 2016

### CITY OF SANTA ROSA (PFM)

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>BUY</b>										
07/06/16	07/08/16	US TREASURY NOTES DTD 06/02/2014 1.500% 05/31/2019	912828WL0	13,300,000.00	(13,615,355.47)	(20,713.11)	(13,636,068.58)			
07/07/16	07/08/16	FHLB NOTES DTD 07/08/2016 0.625% 08/07/2018	3130A8PK3	6,750,000.00	(6,735,960.00)	0.00	(6,735,960.00)			
07/19/16	07/20/16	FHLMC REFERENCE NOTE DTD 07/20/2016 0.875% 07/19/2019	3137EAEB1	7,250,000.00	(7,232,455.00)	0.00	(7,232,455.00)			
<b>07/28/16</b>	<b>08/04/16</b>	<b>APPLE INC CORP NOTES DTD 08/04/2016 1.100% 08/02/2019</b>	<b>037833CB4</b>	<b>2,900,000.00</b>	<b>(2,897,100.00)</b>	<b>0.00</b>	<b>(2,897,100.00)</b>			
<b>07/29/16</b>	<b>08/02/16</b>	<b>FNMA BENCHMARK NOTE DTD 08/02/2016 0.875% 08/02/2019</b>	<b>3135G0N33</b>	<b>9,200,000.00</b>	<b>(9,184,544.00)</b>	<b>0.00</b>	<b>(9,184,544.00)</b>			
<b>Transaction Type Sub-Total</b>				<b>39,400,000.00</b>	<b>(39,665,414.47)</b>	<b>(20,713.11)</b>	<b>(39,686,127.58)</b>			
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	1.40	1.40			
07/01/16	07/25/16	FNMA SERIES 2015-M15 ASQ2 DTD 11/01/2015 1.898% 01/01/2019	3136AQSW1	1,160,000.00	0.00	1,834.81	1,834.81			
07/01/16	07/25/16	FNMA SERIES 2016-M9 ASQ2 DTD 06/01/2016 1.785% 06/01/2019	3136ASPX8	2,150,000.00	0.00	3,198.13	3,198.13			
07/01/16	07/25/16	FNMA SERIES 2015-M3 FA DTD 02/01/2015 0.652% 06/01/2018	3136AMMC0	851,434.08	0.00	467.37	467.37			
07/01/16	07/25/16	FNMA SERIES 2015-M7 ASQ2 DTD 04/01/2015 1.550% 04/01/2018	3136ANJY4	1,280,000.00	0.00	1,653.33	1,653.33			
07/01/16	07/25/16	FANNIE MAE SERIES 2015-M13 ASQ2 DTD 10/01/2015 1.646% 09/01/2019	3136AODO0	2,525,000.00	0.00	3,463.46	3,463.46			
07/12/16	07/12/16	TOYOTA MOTOR CREDIT CORP NOTE DTD 01/12/2015 1.450% 01/12/2018	89236TCA1	1,705,000.00	0.00	12,361.25	12,361.25			
07/13/16	07/13/16	TOYOTA MOTOR CREDIT CORP DTD 07/13/2015 1.550% 07/13/2018	89236TCP8	1,300,000.00	0.00	10,075.00	10,075.00			
07/17/16	07/17/16	PEPSICO, INC DTD 07/17/2015 1.125% 07/17/2017	713448CW6	3,940,000.00	0.00	22,162.50	22,162.50			



## Managed Account Security Transactions & Interest

For the Month Ending July 31, 2016

### CITY OF SANTA ROSA (PFM)

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>INTEREST</b>										
07/31/16	07/31/16	AMERICAN EXPRESS CRD CRP NT (CALLABLE) DTD 07/31/2015 1.800% 07/31/2018	0258M0DV8	2,500,000.00	0.00	22,500.00	22,500.00			
07/31/16	07/31/16	US TREASURY NOTES DTD 07/31/2013 1.375% 07/31/2018	912828V00	1,000,000.00	0.00	6,875.00	6,875.00			
07/31/16	07/31/16	US TREASURY NOTES DTD 01/31/2013 0.875% 01/31/2018	912828UJ7	5,025,000.00	0.00	21,984.38	21,984.38			
07/31/16	07/31/16	US TREASURY NOTES DTD 01/31/2014 1.500% 01/31/2019	912828B33	6,500,000.00	0.00	48,750.00	48,750.00			
07/31/16	07/31/16	US TREASURY NOTES DTD 07/31/2013 1.375% 07/31/2018	912828V00	4,200,000.00	0.00	28,875.00	28,875.00			
07/31/16	07/31/16	US TREASURY NOTES DTD 07/31/2013 1.375% 07/31/2018	912828V00	5,000,000.00	0.00	34,375.00	34,375.00			
<b>Transaction Type Sub-Total</b>				<b>39,136,434.08</b>	<b>0.00</b>	<b>218,576.63</b>	<b>218,576.63</b>			
<b>PAYDOWNS</b>										
07/01/16	07/25/16	FNMA SERIES 2015-M3 FA DTD 02/01/2015 0.652% 06/01/2018	3136AMMC0	11,026.78	11,026.78	0.00	11,026.78	2.88	0.00	
<b>Transaction Type Sub-Total</b>				<b>11,026.78</b>	<b>11,026.78</b>	<b>0.00</b>	<b>11,026.78</b>	<b>2.88</b>	<b>0.00</b>	
<b>SELL</b>										
07/06/16	07/08/16	US TREASURY NOTES DTD 11/01/2010 1.875% 10/31/2017	912828PF1	7,250,000.00	7,372,910.16	25,488.28	7,398,398.44	(21,240.23)	13,941.50	SPEC LOT
07/07/16	07/08/16	GENERAL ELECTRIC CORP NOTES (CALLABLE) DTD 05/15/2014 1.250% 05/15/2017	36962G7J7	4,500,000.00	4,514,940.00	8,281.25	4,523,221.25	2,295.00	11,207.88	SPEC LOT
07/07/16	07/08/16	TOYOTA MOTOR CREDIT CORPORATE NOTE DTD 05/22/2012 1.750% 05/22/2017	89233P6D3	2,000,000.00	2,014,880.00	4,472.22	2,019,352.22	(18,352.00)	356.16	SPEC LOT
07/07/16	07/08/16	FNMA NOTES DTD 08/25/2014 1.000% 09/27/2017	3135G0ZL0	6,400,000.00	6,430,144.00	17,955.56	6,448,099.56	52,992.00	39,260.80	SPEC LOT
07/19/16	07/20/16	US TREASURY NOTES DTD 06/02/2014 1.500% 05/31/2019	912828WLO	625,000.00	637,109.37	1,280.74	638,390.11	2,050.78	2,999.10	SPEC LOT



## Managed Account Security Transactions & Interest

For the Month Ending July 31, 2016

### CITY OF SANTA ROSA (PFM)

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>SELL</b>										
07/19/16	07/20/16	US TREASURY NOTES DTD 06/02/2014 1.500% 05/31/2019	912828WLO	6,475,000.00	6,600,453.13	13,268.44	6,613,721.57	(28,075.19)	(26,352.66)	SPEC LOT
<b>07/29/16</b>	<b>08/02/16</b>	<b>US TREASURY NOTES DTD 06/02/2014 1.500% 05/31/2019</b>	<b>912828WLO</b>	<b>6,825,000.00</b>	<b>6,964,965.82</b>	<b>17,621.93</b>	<b>6,982,587.75</b>	<b>(21,861.33)</b>	<b>(18,078.66)</b>	<b>SPEC LOT</b>
07/29/16	08/02/16	PEPSICO, INC DTD 07/17/2015 1.125% 07/17/2017	713448CW6	3,940,000.00	3,950,086.40	1,846.88	3,951,933.28	11,347.20	10,694.03	SPEC LOT
07/29/16	08/02/16	JOHN DEERE CAPITAL CORP NOTES DTD 06/12/2014 1.125% 06/12/2017	24422ESNO	1,000,000.00	1,001,770.00	1,562.50	1,003,332.50	3,300.00	2,246.82	SPEC LOT
<b>Transaction Type Sub-Total</b>				<b>39,015,000.00</b>	<b>39,487,258.88</b>	<b>91,777.80</b>	<b>39,579,036.68</b>	<b>(17,543.77)</b>	<b>36,274.97</b>	
<b>Managed Account Sub-Total</b>					<b>(167,128.81)</b>	<b>289,641.32</b>	<b>122,512.51</b>	<b>(17,540.89)</b>	<b>36,274.97</b>	
<b>Total Security Transactions</b>					<b>(\$167,128.81)</b>	<b>\$289,641.32</b>	<b>\$122,512.51</b>	<b>(\$17,540.89)</b>	<b>\$36,274.97</b>	

Bolded items are forward settling trades.



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

**SANTA ROSA FNTNGROVE 2011 A RESERVE FUND**

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.21	0.21			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>0.21</b>	<b>0.21</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>0.21</b>	<b>0.21</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$0.21</b>	<b>\$0.21</b>			



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

**SANTA ROSA SKYHAWK 2011A RESERVE FUND**

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.16	0.16			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>0.16</b>	<b>0.16</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>0.16</b>	<b>0.16</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$0.16</b>	<b>\$0.16</b>			



## Managed Account Security Transactions & Interest

For the Month Ending **July 31, 2016**

### SANTA ROSA WSTWTR 2002B RESERVE AC

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.01	0.01			
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.01	0.01			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>0.02</b>	<b>0.02</b>			
<b>TRANSFER OUT</b>										
07/18/16	07/18/16	BANK OF TOKYO MITSUBISHI COMM PAPER	06538BJ12	1,655,000.00	1,653,959.01	0.00	1,653,959.01	0.00	0.00	FIFO
		-- 0.000% 09/01/2016								
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	1,660,000.00	1,687,363.44	9,472.83	1,696,836.27	0.00	0.00	FIFO
<b>Transaction Type Sub-Total</b>				<b>3,315,000.00</b>	<b>3,341,322.45</b>	<b>9,472.83</b>	<b>3,350,795.28</b>	<b>0.00</b>	<b>0.00</b>	
<b>Managed Account Sub-Total</b>					<b>3,341,322.45</b>	<b>9,472.85</b>	<b>3,350,795.30</b>	<b>0.00</b>	<b>0.00</b>	
<b>Total Security Transactions</b>					<b>\$3,341,322.45</b>	<b>\$9,472.85</b>	<b>\$3,350,795.30</b>	<b>\$0.00</b>	<b>\$0.00</b>	



## Managed Account Security Transactions & Interest

For the Month Ending July 31, 2016

### SANTA ROSA WSTWTR 2008A RSV AC

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.02	0.02			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>0.02</b>	<b>0.02</b>			
<b>TRANSFER OUT</b>										
07/18/16	07/18/16	BANK OF TOKYO MITSUBISHI COMM PAPER	06538BJ12	2,775,000.00	2,773,082.48	0.00	2,773,082.48	0.00	0.00	FIFO
		-- 0.000% 09/01/2016								
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	2,745,000.00	2,790,248.58	15,664.40	2,805,912.98	0.00	0.00	FIFO
<b>Transaction Type Sub-Total</b>				<b>5,520,000.00</b>	<b>5,563,331.06</b>	<b>15,664.40</b>	<b>5,578,995.46</b>	<b>0.00</b>	<b>0.00</b>	
<b>Managed Account Sub-Total</b>					<b>5,563,331.06</b>	<b>15,664.42</b>	<b>5,578,995.48</b>	<b>0.00</b>	<b>0.00</b>	
<b>Total Security Transactions</b>					<b>\$5,563,331.06</b>	<b>\$15,664.42</b>	<b>\$5,578,995.48</b>	<b>\$0.00</b>	<b>\$0.00</b>	



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

SANTA ROSA WATER 2008 RSV AC

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.01	0.01			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>0.01</b>	<b>0.01</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>0.01</b>	<b>0.01</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$0.01</b>	<b>\$0.01</b>			





**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

**SANTA ROSA 2012A WSTWTR RESERVE**

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>TRANSFER OUT</b>										
07/18/16	07/18/16	BANK OF TOKYO MITSUBISHI COMM PAPER -- 0.000% 09/01/2016	06538BJ12	1,065,000.00	1,064,264.09	0.00	1,064,264.09	0.00	0.00	FIFO
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	1,045,000.00	1,062,225.78	5,963.32	1,068,189.10	0.00	0.00	FIFO
<b>Transaction Type Sub-Total</b>				<b>2,110,000.00</b>	<b>2,126,489.87</b>	<b>5,963.32</b>	<b>2,132,453.19</b>	<b>0.00</b>	<b>0.00</b>	
<b>Managed Account Sub-Total</b>					<b>2,126,489.87</b>	<b>5,963.32</b>	<b>2,132,453.19</b>	<b>0.00</b>	<b>0.00</b>	
<b>Total Security Transactions</b>					<b>\$2,126,489.87</b>	<b>\$5,963.32</b>	<b>\$2,132,453.19</b>	<b>\$0.00</b>	<b>\$0.00</b>	



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

**SANTA ROSA 2014A WASTEWATER RESERVE FUND**

Transaction Type										
Trade	Settle	Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
<b>TRANSFER OUT</b>										
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	280,000.00	284,615.52	1,597.83	286,213.35	0.00	0.00	FIFO
<b>Transaction Type Sub-Total</b>				<b>280,000.00</b>	<b>284,615.52</b>	<b>1,597.83</b>	<b>286,213.35</b>	<b>0.00</b>	<b>0.00</b>	
<b>Managed Account Sub-Total</b>					<b>284,615.52</b>	<b>1,597.83</b>	<b>286,213.35</b>	<b>0.00</b>	<b>0.00</b>	
<b>Total Security Transactions</b>					<b>\$284,615.52</b>	<b>\$1,597.83</b>	<b>\$286,213.35</b>	<b>\$0.00</b>	<b>\$0.00</b>	



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

**SANTA ROSA 2001B WASTEWATER PROJECT FUND**

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	1.39	1.39			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>1.39</b>	<b>1.39</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>1.39</b>	<b>1.39</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$1.39</b>	<b>\$1.39</b>			



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

**SANTA ROSA 2002B WASTEWATER PROJECT FUND**

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	12.00	12.00			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>12.00</b>	<b>12.00</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>12.00</b>	<b>12.00</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$12.00</b>	<b>\$12.00</b>			



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

SANTA ROSA 2008A LOCAL WSTWTR PROJECT FD

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	3.17	3.17			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>3.17</b>	<b>3.17</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>3.17</b>	<b>3.17</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$3.17</b>	<b>\$3.17</b>			



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

SANTA ROSA 2008A SUBREGIONAL WSTWTR PROJ

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	6.77	6.77			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>6.77</b>	<b>6.77</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>6.77</b>	<b>6.77</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$6.77</b>	<b>\$6.77</b>			



**Managed Account Security Transactions & Interest**

For the Month Ending **July 31, 2016**

**SANTA ROSA 2008 WATER BOND PROJECT FUND**

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	1.83	1.83			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>1.83</b>	<b>1.83</b>			
<b>Managed Account Sub-Total</b>					<b>0.00</b>	<b>1.83</b>	<b>1.83</b>			
<b>Total Security Transactions</b>					<b>\$0.00</b>	<b>\$1.83</b>	<b>\$1.83</b>			



## Managed Account Security Transactions & Interest

For the Month Ending **July 31, 2016**

### SANTA ROSA 2014A WASTEWATER PROJECT FUND

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>BUY</b>										
07/28/16	07/29/16	BANK OF TOKYO MITSUBISHI COMM PAPER -- 0.000% 11/01/2016	06538BL19	907,000.00	(905,252.77)	0.00	(905,252.77)			
<b>Transaction Type Sub-Total</b>				<b>907,000.00</b>	<b>(905,252.77)</b>	<b>0.00</b>	<b>(905,252.77)</b>			
<b>INTEREST</b>										
07/01/16	07/01/16	MONEY MARKET FUND	MONEY0002	0.00	0.00	42.11	42.11			
<b>Transaction Type Sub-Total</b>				<b>0.00</b>	<b>0.00</b>	<b>42.11</b>	<b>42.11</b>			
<b>MATURITY</b>										
07/29/16	07/29/16	BANK OF TOKYO MITSUBISHI COMM PAPER -- 0.000% 07/29/2016	06538BGV9	905,000.00	905,000.00	0.00	905,000.00	335.35	0.00	
<b>Transaction Type Sub-Total</b>				<b>905,000.00</b>	<b>905,000.00</b>	<b>0.00</b>	<b>905,000.00</b>	<b>335.35</b>	<b>0.00</b>	
<b>Managed Account Sub-Total</b>					<b>(252.77)</b>	<b>42.11</b>	<b>(210.66)</b>	<b>335.35</b>	<b>0.00</b>	
<b>Total Security Transactions</b>					<b>(\$252.77)</b>	<b>\$42.11</b>	<b>(\$210.66)</b>	<b>\$335.35</b>	<b>\$0.00</b>	





### Managed Account Security Transactions & Interest

For the Month Ending July 31, 2016

SANTA ROSA WSTWTR REV BDS COM RES

Transaction Type					Principal	Accrued		Realized G/L	Realized G/L	Sale
Trade	Settle	Security Description	CUSIP	Par	Proceeds	Interest	Total	Cost	Amort Cost	Method
<b>TRANSFER IN</b>										
07/18/16	07/18/16	BANK OF TOKYO MITSUBISHI COMM PAPER -- 0.000% 09/01/2016	06538BJ12	1,065,000.00	1,064,264.09	0.00	1,064,264.09	0.00	0.00	
07/18/16	07/18/16	BANK OF TOKYO MITSUBISHI COMM PAPER -- 0.000% 09/01/2016	06538BJ12	1,655,000.00	1,653,959.01	0.00	1,653,959.01	0.00	0.00	
07/18/16	07/18/16	BANK OF TOKYO MITSUBISHI COMM PAPER -- 0.000% 09/01/2016	06538BJ12	2,775,000.00	2,773,082.48	0.00	2,773,082.48	0.00	0.00	
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	1,660,000.00	1,687,363.44	9,472.83	1,696,836.27	0.00	0.00	
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	2,745,000.00	2,790,248.58	15,664.40	2,805,912.98	0.00	0.00	
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	1,045,000.00	1,062,225.78	5,963.32	1,068,189.10	0.00	0.00	
07/18/16	07/18/16	US TREASURY NOTES DTD 08/31/2011 1.500% 08/31/2018	912828RE2	280,000.00	284,615.52	1,597.83	286,213.35	0.00	0.00	
<b>Transaction Type Sub-Total</b>				<b>11,225,000.00</b>	<b>11,315,758.90</b>	<b>32,698.38</b>	<b>11,348,457.28</b>	<b>0.00</b>	<b>0.00</b>	
<b>Managed Account Sub-Total</b>					<b>11,315,758.90</b>	<b>32,698.38</b>	<b>11,348,457.28</b>	<b>0.00</b>	<b>0.00</b>	
<b>Total Security Transactions</b>					<b>\$11,315,758.90</b>	<b>\$32,698.38</b>	<b>\$11,348,457.28</b>	<b>\$0.00</b>	<b>\$0.00</b>	