Item No: 14

Report to the City Council
Council Meeting of August 23, 2016

Agenda Section: **Consent**

Subject: **Consideration and proposed approval of a resolution and rescinding Resolution No. 2015-147 and approving an Investment Policy for the City of St. Helena and review annual Investment Report**

CEQA Status: **Not a CEQA project**

Prepared By: **Jennifer Phillips, City Manager**

April Mitts, Finance Director

Approved By: **Jennifer Phillips, City Manager**

BACKGROUND

California Government Code Section 53646(a)(2) states that the treasurer or chief fiscal officer of any other local agency (other than County agencies) may annually render to its legislative body and any oversight committee an investment policy and that the legislative body shall consider this policy at a public meeting.

The City utilizes PFM Asset Management LLC to manage the City's investment accounts and also has funds in the Local Agency Investment Fund (LAIF). The City meets with its investment advisor at least twice a year to review the City's portfolio and discuss economic conditions and market trends. Staff also receives quarterly reports from LAIF.

DISCUSSION

Investment Policy

PFM reviews the City's Investment Policy each year and recommends changes based on legislation or best practices. Effective 2016, there was only one change to the California Government Code Section 53601—AB 283 revised the requirements of Code sections 53601.8 and 53635.8 regarding the use of placement service deposits. However, the City's Policy does not permit this investment type, so no revision is needed. However, PFM has recommended several changes as follows:

Section 7 Authorized Financial Dealers and Institutions
As a minor clarification, PFM recommends the City change the Policy's reference to the National Association of Security Dealers to the Financial Industry Regulatory Authority, which is the current name of the regulatory body.

Section 8.c. Supranationals
PFM believes that the City could benefit from including **supranational securities** in the Policy's list of permitted investments. AB 1933, which took effect January 1, 2015, added subsection (q) to Code Section 53601. This subsection allows local agencies to invest in the senior debt obligations of three supranational issuers, specifically the International Bank for Reconstruction and Development, International Finance Corporation, and Inter-American Development Bank. The Code change simply extended to local agencies the same authority to invest in supranationals that the Local Agency Investment Fund (LAIF) has had for decades.

Supranational debt is the term for debt of an international or multi-lateral financial agency. Supranationals are well capitalized and in most cases have strong credit support from contingent capital calls from their member countries. Large supranational debt is rated AAA by most Nationally Recognized Statistical Rating Organizations (NRSROs) and is highly liquid. In addition, it is issued and available in a wide range of maturities. The yields on these supranational issuers are generally comparable to the Federal Agency issuers.

One of the primary reasons PFM recommends adding this sector is to open up a new asset class for the City's portfolio in order to increase diversification and enhance portfolio return safely. Having broader investment opportunities is important as the mandated wind-down of Federal Home Loan Mortgage Corporation (FHLMC) and the Federal National Mortgage Association (FNMA) will result in reduced Agency supply going forward.

Section 8.f. Savings Accounts
As a clarification to the Policy's current requirements, PFM recommends that the City add language to this subsection, which recognizes that savings accounts must comply with all of the requirements of Code Sections 53630 et. seq., such as the collateralization of deposits and the requirement that funds only be placed with depositories located in California.

Section 8.i. Negotiable Certificates of Deposits
As this investment type can be issued with either short- or long-term ratings, PFM recommends the City revise the Policy to reference both short- and long-term credit ratings to avoid any confusion regarding the Policy's rating requirements.

Section 8.n. Asset-Backed Securities
PFM believes that the City could benefit from including **asset-backed securities** ("ABS") to the list of permitted investments. An asset-backed security is a security whose income payments and hence value is derived from and collateralized (or

"backed") by a specified pool of underlying assets (generally receivables). Pooling the assets into financial instruments allows them to be sold to general investors—a process called securitization—and allows the risk of investing in the underlying assets to be diversified because each security will represent a fraction of the total value of the diverse pool of underlying assets. The pools of underlying assets can comprise common payments credit cards, auto loans, mortgage loans, and other types of assets. ABS are permitted under Code section 53601(o). Inclusion of this sector may provide the City the opportunity to increase diversification and value to the portfolio.

Section 10. Safekeeping and Custody
As a minor clarification to the Policy's current requirements, PFM recommends that the City indicate the Policy's requirement that securities be held by the custodian and be transacted on a DVP basis only applies to deliverable securities. Certain investments permitted by the Policy, such as LAIF, CAMP, money market funds, and Time Deposits are not deliverable.

PFM and LAIF Accounts
The City of St. Helena currently has an investment portfolio of approximately $8.4 million with PFM in an account called California Asset Management Program (CAMP) and approximately $6.9 million invested in LAIF.

The majority of the funds in the PFM portfolio are impact fees being held until the capital improvement projects listed in the impact fee study are initiated. Impact fees are special revenue funds that can only be spent for specific purposes. The impact fees include public safety, civic improvement, park, traffic mitigation, storm drain improvement, housing, water and sewer. Recent Impact Fee balances and activity can be found in the following places: (1) The annual AB 1600 impact fee report presented to City Council on November 24, 2015, (2) FY 2016-17 Adopted Budget, pages 213-221, and (3) 2015 Comprehensive Annual Financial Report (CAFR), pages 54-106.

In addition to the PFM portfolio, which primarily holds impact fees, LAIF also holds funds for the City. LAIF is a low interest bearing investment account held by the State of California. The source of the majority of funds invested in LAIF require accessibility such as the General Fund Reserve, water and wastewater net position, and other various special revenue funds. Recent Special Revenue fund balances and activity can be found in the following places: (1) FY 2016-17 Adopted Budget, pages 173-221 and (2) 2015 CAFR, pages 54-106.

The City's portfolio is well diversified by both sector and the holdings are in compliance with California Code and the City's Investment Policy. In addition the portfolio holdings are diversified by maturity with the majority in the 1-3 year range.

FISCAL IMPACT
None

RECOMMENDED ACTION

Approve Resolution 2016-__ and Rescinding Resolution No. 2015-147 and Approving an Investment Policy for the City of St. Helena.

ATTACHMENTS

Attachment A – 2015 Investment Policy with redlined changes
Attachment B – 2016 Investment Policy
Attachment C – Resolution No. 2016-__
Attachment D – City of St. Helena PFM Account Statement ending June 30, 2016
Attachment E – City of St. Helena Local Agency Investment Fund Remittance Advice

Attachment A

CITY OF ST. HELENA
STATEMENT OF INVESTMENT POLICY
~~November~~ July ~~2015~~2016

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1. Policy

It is the policy of the City of St. Helena ("the City") to invest public funds in a manner that will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all California laws and local statutes governing the investment of public funds.

2. Scope

This investment policy applies to all the funds and investment activities under the direct authority of the City as accounted for in the Comprehensive Annual Financial Report (CAFR). Policy statements outlined in this document focus on the City's pooled funds, but will also apply to all other funds under the City Treasurers' span of control unless specifically exempted by statue or ordinance. This policy is applicable, but not limited to, all funds listed below:

- General Fund
- Enterprise Funds
- Special Revenue Funds
- Capital Project Funds
- Trust and Agency Funds

Excluded funds are those held with a fiscal agent, which has their own specific "permitted investments" section in the bond covenants. These funds include funds reserved for debt service and pension funds.

3. Prudence

Pursuant to California Government Code Section 53600.3, all persons authorized to make investment decisions on behalf of the City are trustees and therefore fiduciaries subject to the prudent investor standard: "When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency."

The City Treasurer and/or City Manager, acting within the intent and scope of the investment policy and other written procedures and exercising due diligence, shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations that result in a loss of principal are reported to the City Manager immediately,

and to the City Council at their next meeting addressing appropriate actions to be taken to control adverse developments.

4. Objective

The primary objectives in priority order of the City's investment activities shall be:

4.1. ***Safety:*** Safety of principal is the foremost objective of the investment program. Investments of the City shall be undertaken in a manner that seeks to ensure that capital losses are avoided, whether from securities default, broker-dealer default, or erosion of market value. To attain this objective, diversification is required in order that potential losses on individual securities would not exceed the income generated from the remainder of the portfolio.

4.2. ***Liquidity:*** The City's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements that might be reasonably anticipated.

4.3. ***Return:*** 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 City's investment risk constraints and the cash flow characteristics of the portfolio.

5. Delegation of Authority

Authority to manage the City's investment program is derived from the California Government Code. Management responsibility for the investment program is hereby delegated to the Treasurer, who shall establish written procedures for the operation of the investment program consistent with this investment policy. Procedures shall include, but not limited to, references to: safekeeping, wire transfer agreements, collateral/depository agreements, banking services contracts, local banking preferences, and other investment-related activities. Such procedures shall include explicit delegation of authority to persons responsible for investment transactions. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established by the Treasurer. The Treasurer shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinates.

The Treasurer may delegate investment decision making and execution authority to an investment advisor. The advisor shall follow the Investment Policy and such other written instructions as are provided.

Delegation of authority shall expire one year from the date of adoption of this policy as required by State law.

6. Ethics and Conflicts of Interest

The City Council, City Manager and City Treasurer shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Council members, City Manager and City Treasurer shall disclose to the City Attorney any material financial interests in financial institutions that

conduct business within the jurisdiction, and they shall further disclose any large personal financial/investment positions that could be related to the performance of the City's portfolio. The City Attorney and Treasurer shall review all disclosures made to insure there are no conflicts with any planned investment.

7. Authorized Financial Dealers and Institutions

The Treasurer will maintain a list of financial institutions and primary dealers authorized to provide investment services. "Primary" dealers include those that regularly report to the Federal Reserve Bank and should qualify under Securities and Exchange Commission Rule 15C3-1 (uniform net capital rule).

All financial institutions, dealers and cash managers who desire to become qualified bidders for investment transactions must supply the City with the following: audited financial statements, proof of Financial Industry Regulatory Authority~~National Association of Security Dealers~~ certification when applicable, completed questionnaire and certification of having read the City of St. Helena's investment policy and depository contracts.

If the City has an investment advisor, the investment advisor may use their own list of authorized broker/dealers to conduct transactions on behalf of the City.

Purchase and sale of securities shall be made on the basis of competitive bids and offers with a minimum of three quotes being obtained, when practical.

8. Authorized Investments and Limitations on Investments

Investment of City funds is governed by the California Government Code Sections 53600 et seq. Within the context of the limitations, the following investments are authorized, as further limited herein:

a) United States Treasury Bills, Bonds, and Notes or those for which the full faith and credit of the United States are pledged for payment of principal and interest. There is no percentage limitation of the portfolio that can be invested in this category.

b) Federal Agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises.

~~b)~~c) Supranationals which are United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC), or Inter-American Development Bank (IADB), with a maximum remaining maturity of five years or less, and eligible for purchase and sale within the United States. Investments under this subdivision shall be rated "AA", its equivalent, or better by at least one NRSRO,

Purchases of supranationals shall not exceed 30 percent of the investment portfolio of the City.

~~c)~~d) Local Agency Investment Fund (LAIF) which is a State of California managed investment pool may be used up to the maximum permitted by LAIF. The LAIF portfolio should be reviewed periodically.

~~d)~~e) California Asset Management Program (CAMP), which is a Joint Powers Authority, which offers an investment pool and individually managed portfolios.

f) FDIC insured or collateralized~~Insured~~ savings accounts in financial institutions located in California~~are permitted without limitations~~. Savings accounts must meet the requirements of Government Code Section 53630 et seq. Collateral may be waived for any portion that is covered by federal deposit insurance. There is no percentage limitation of the portfolio that can be invested in this category.

~~e)~~

Investments detailed in items ~~f~~g) through ~~l~~n) are further restricted to 10% of the market value of all investments and cash accounts (the portfolio) at the time of purchase, in any one issuer name. Credit criteria listed refer to the credit of the issuing organization at the time the security is purchased. In the event a rating drops below the minimum allowed rating category for that given investment type, the investment advisor, if any, shall notify the City Treasurer and/or Designee and recommend a plan of action.

~~f)~~g) Bills of exchange or time drafts drawn on and accepted by commercial banks, otherwise known as banker's acceptances are permitted. Banker's acceptances purchased may not exceed 180 days to maturity or 40% of the cost value of the portfolio.

~~g)~~h) Commercial paper of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization (NRSRO). Commercial paper purchased may not exceed 270 days to maturity or 25% of the cost value of the portfolio. The City may purchase no more than 10% of the outstanding commercial paper of any single issuer. The entity that issues the commercial paper shall meet all of the following conditions in either paragraph (1) or paragraph (2):

(1) The entity meets the following criteria:
- (A) Is organized and operating in the United States as a general corporation.
- (B) Has total assets in excess of five hundred million dollars ($500,000,000).
- (C) Has debt other than commercial paper, if any, that is rated "A" or higher by a nationally recognized statistical-rating organization (NRSRO).

(2) The entity meets the following criteria:
- (A) Is organized within the United States as a special purpose corporation, trust, or limited liability company.

(B) Has program wide credit enhancements including, but not limited to, overcollateralization, letters of credit, or surety bond.
(C) Has commercial paper that is rated "A-1" or higher, or the equivalent, by a nationally recognized statistical-rating organization (NRSRO).

~~h)~~i) Negotiable certificates of deposit issued by nationally or state chartered banks or state or federal savings institutions or by a federally-licensed or state-licensed branch of a foreign bank; provided that the senior debt obligations of the issuing institution have a long-term debt rating of "A" or better and/or have a short-term debt rating of "A-1"~~are rated "A"~~ or better by a NRSRO. Purchases of negotiable certificates of deposit may not exceed 30% of total portfolio.

~~i)~~j) Obligations of the State of California or any local agency within the state, including bonds payable solely out of revenues from a revenue-producing property owned, controlled or operated by the state or any local agency or by a department, board, agency or authority of the state or any local agency; provided that the obligations are rated "A" or higher by a NRSRO.

~~j)~~k) Registered treasury notes or bonds of any of the other 49 United States in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 United States, in addition to California. Obligations are required to be rated in the "A" category or better by a NRSRO.

~~k)~~l) Time deposits, non-negotiable and collateralized in accordance with the California Government Code, may be purchased through banks or savings and loan associations. Since time deposits are not liquid, no more than 25% of the investment portfolio may be invested in this investment type.

m) Medium-Term Notes, defined as all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States. Securities eligible for investment shall be rated "A" or better by a NRSRO. Purchase of medium term notes may not exceed 30% of the purchase value of the portfolio and no more than 5% of the purchase value of the portfolio may be invested in notes issued by one corporation.

~~l)~~n) Mortgage- and Asset-Backed Securities, which are consist of any mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond of a maximum of five years' maturity. Securities eligible for investment under this subdivision shall be issued by an issuer having at least an "A" rating, or its equivalent, for the issuer's debt as provided by a NRSRO and rated at least "AA", or its equivalent, by a NRSRO. A maximum of 20% of the portfolio may be invested in this category.

m)o) Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment Company Act of 1940. To be eligible for investment pursuant to this subdivision these companies shall either: (1) attain the highest ranking letter or numerical rating provided by not less than two of the three largest nationally recognized rating services or (2) have an investment advisor registered with the Securities and Exchange Commission with not less than five years experience investing in securities and obligations authorized by Government Code section 53601 and with assets under management in excess of $500,000,000. The purchase price of shares shall not exceed 15% of the investment portfolio.

9. Ineligible Investments

The City shall not invest any funds in inverse floaters, range notes, or interest-only strips that are derived from a pool or mortgages, or in any security that could result in zero interest accrual if held to maturity, or any other investment not listed in this policy.

10. Safekeeping and Custody

All deliverable securities owned by the City, including collateral for repurchase agreements, shall be held in safekeeping by the City's custodian bank or a third party bank trust department, acting as agent for the City under the terms of a custody or trustee agreement executed by the bank and by the City. All deliverable securities will be received and delivered using standard delivery-versus-payment (DVP) procedures.

11. Percentage Limitations

Where a section specifies a percentage limitation for a particular category or investments, that percentage is applicable only at the date of purchase. Where a section does not specify a limitation on the term or remaining maturity at the time of the investment, no investment shall be made in any security that at the time of the investment has a term remaining to maturity in excess of five years, unless the City Council has granted express authority to make that investment either specifically or as a part of an investment program approved by the City Council no less than three months prior to the investment.

12. Reporting Requirements

The Treasurer shall annually, render to the City Council a statement of investment policy, which the Council must consider at a public meeting. The Council at a public meeting shall also consider any changes to the policy.

The Treasurer shall render a monthly transaction report to the City Council.

The Treasurer shall periodically render an investment report to the Council, which shall include for each individual investment:

- Description of investment instrument

- Issuer name
- Maturity date
- Purchase price
- Par value
- Current market value and the source of the valuation.

The report shall also include the following: (I) state compliance of the portfolio to the investment policy, or manner in which the portfolio is not in compliance, (II) include a description of any of the City's funds, investments or programs that are under the management of contracted parties, including lending programs, and (III) include a statement denoting the ability of the City to meet its expenditure requirements for the next six months, or provide an explanation as to why sufficient money shall, or may not be available.

GLOSSARY

AGENCIES: Federal agency securities.

ASSET-BACKED SECURITIES (ABS): Securities whose income payments and hence value is derived from and collateralized (or "backed") by a specified pool of underlying assets which are receivables (such as, as auto loans/leases, credit card receivables, equipment loans/leases, student loans, or home equity loans). Pooling the assets into financial instruments allows them to be sold to general investors; a process called securitization, and allows the risk of investing in the underlying assets to be diversified because each security will represent a fraction of the total value of the diverse pool of underlying assets. The pools of underlying assets can comprise common payments credit cards, auto loans, mortgage loans, and other types of assets. Interest and principal is paid to investors from borrowers who are paying down their debt.

BANKERS ACCEPTANCE (BA): A bearer time draft for a specified amount payable on a specified date. It is drawn on a bank by an individual or business seeking to finance domestic or international trade. The BA is collateralized by commodity products. Sale of goods is usually the source of the borrower's repayment to the bank. The bank finances the borrower's transaction and then often sells the BA on a discount basis to an investor. At maturity, the bank is repaid and the investor holding the BA receives par value from the bank.

BOND: An interest-bearing security issued by a corporation, quasi-governmental agency or other body, which can be executed through a bank or trust company. A bond is a form of debt with an interest rate, maturity, and face value, and is usually secured by specific assets. Most bonds have a maturity of greater than one year, and generally pay interest semiannually.

BOND RATING: The classification of a bond's investment quality.

BOOK VALUE: The amount at which a security is carried on the books of the holder or issuer. The book value is often the cost, plus or minus amortization, and may differ significantly from the market value.

BROKER: A broker brings buyers and sellers together for a commission paid by the initiator of the transaction or by both sides; he does not position. In the money market, brokers are active in markets in which banks buy and sell money and in interdealer markets.

CERTIFICATE OF DEPOSIT (CD): A time deposit debt instrument issued by a bank with a specific maturity evidenced by a certificate. Institutional CD's are issued in denominations of $100,000 or more. Maturities range from a few weeks to several years. Interest rates are set by competitive forces in the marketplace.

COMMERCIAL PAPER: Short-term obligations with maturities ranging from 2 to 270 days issued by banks, corporations, and other borrowers to investors with temporarily idle cash. Such instruments are unsecured and usually discounted, although some are interest bearing.

COLLATERAL: Securities, evidence of deposit or other property which a borrower pledges to secure repayment of a loan. Also refers to securities pledges by a bank to secure deposits of public monies.

COUPON: The annual rate of interest that a bond's issuer promises to pay the bondholder on the bond's face value. A certificate attached to a bond evidencing interest due on a payment date.

DEALER: A dealer, as opposed to a broker acts as a principal in all transactions, buying and selling for his own account.

DELIVERY VERSUS PAYMENT: There are two methods of delivery of securities: delivery versus payment and delivery versus receipts (also called free). Delivery versus payment is delivery of securities with an exchange of money for the securities. Delivery versus receipts is delivery of securities with an exchange of signed receipt for the securities.

DEBENTURES: A bond secured only by the general credit of the issuer.

DISCOUNT: The difference between the cost price of a security and its value at maturity when quoted at lower than face value. A security selling below original offering price shortly after sale also is considered to be at a discount.

DISCOUNT SECURITIES: Non-interest bearing money market instruments that are issued at discount and redeemed at maturity for full face value, e.g. U.S. Treasury bills.

DIVERSIFICATION: Dividing investment funds among a variety of securities offering independent returns.

FEDERAL DEPOSIT INSURANCE COPRORATION (FDIC): A federal agency established in 1933 that guarantees (within limits) funds on deposit in member banks and performs other functions such as making loans to or buying assets from members banks to facilitate mergers or prevent failures.

FISCAL YEAR: An accounting or tax period comprising any twelve-month period. The City's fiscal year begins on July 1.

FULL FAITH AND CREDIT: The unconditional guarantee of the United States government backing a debt for repayment.

INTEREST RATE: The interest payable each year on borrowed funds, expresses as a percentage of the principal.

INVESTMENT: Use of capital to create more money, either through income-producing vehicles or through more risk-oriented ventures designed to result in capital gains.

INVESTMENT PORTFOLIO: A collection of securities held by a bank, individual, institution, or government agency for investment purposes.

LAIF: Trade name for the California State Local Agency Investment Fund.

LIQUIDITY: A liquid asset is one that can be converted easily and rapidly into cash without substantial loss of value.

LOCAL AGENCY INVESTMENT FUND (LAIF): Funds from local governmental units may be remitted to the California State Treasurer for deposit in this special fund 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.

MEDIUM-TERM NOTES: Debt obligations issued by corporations and banks, usually in the form of unsecured promissory notes. These are negotiable instruments that can be bought and sold in a large and active secondary market. For the purposes of California Government Code, the term

"Medium Term" refers to a maximum remaining maturity of five years or less. They can be issued with fixed or floating-rate coupons, and with or without early call features, although the vast majority are fixed-rate and non-callable. Corporate notes have greater risk than Treasuries or Agencies because they rely on the ability of the issuer to make payment of principal and interest.

MONEY MARKET: The market in which short-term debt instruments (bills, commercial paper, bankers' acceptances, etc.) are issued and traded.

NEGOTIABLE CERTIFICATES OF DEPOSIT: Large-denomination CDs that are issued at face value and typically pay interest at maturity, if maturing in less than 12 months. CDs that mature beyond this range pay interest semi-annually. Negotiable CDs are issued by U.S. banks (domestic CDs), U.S. branches of foreign banks (Yankee CDs), and thrifts. There is an active secondary market for negotiable domestic and Yankee CDs. However, the negotiable thrift CD secondary market is limited. Yields on CDs exceed those on U.S. treasuries and agencies of similar maturities. This higher yield compensates the investor for accepting the risk of reduced liquidity and the risk that the issuing bank might fail. State law does not require the collateralization of negotiable CDs.

PORTFOLIO: The collection of securities held by an investor.

PRIMARY DEALER: A group of government securities dealers that submit daily reports of market activity and positions and monthly financial statements to the Federal Reserve Bank of New York and are subject to its informal oversight. Primary dealers include Securities and Exchange Commission (SEC) registered securities broker-dealers, banks, and a few unregulated firms.

PRINCIPAL: The face or par value of an instrument.

RATE OF RETURN: 1) The yield obtainable on a security based on its purchase price or its current market price. 2) Income earned on an investment, expressed as a percentage of the cost of the investment. This may be the amortized yield to maturity on a bond or the current income return.

RATING: The designation used by investors' services to rate the quality of a security's creditworthiness. Moody's ratings range from the highest Aaa, down through Aa, A, Bbb, Ba, B, etc. while Standard and Poor's rating range from the highest AAA, down through AA, A, BBB, BB, B, etc.

SAFEKEEPING: A service offered to customers for a fee, where securities and valuables of all types and descriptions are held in the vaults for protection.

SECONDARY MARKET: A market made for the purchase and sale of outstanding issues following the initial distribution.

SECURITIES: Investment instruments such as bonds, stocks and other instruments of indebtedness or equity.

SPREAD: The difference between two figures or percentages. For example, it may be the difference between the bid and asked prices of a quote, or between the amount paid when brought and the amount received when sold.

SUPERNATIONALS: Organizations formed by two or more central governments with the purpose of promoting economic development for the member countries. Supranational institutions finance their activities by issuing debt, such as supranational bonds. Examples of supranational

institutions include the European Investment Bank and the World Bank. Similarly to the government bonds, the bonds issued by these institutions are considered direct obligations of the issuing nations and have a high credit rating. The Government Code only allows local agencies in securities issued by three specific supernationals in which the United States Government is the lead shareholder.

TREASURY BILLS (T-Bill): A non-interest bearing security issued by the U.S. Treasury to finance the national debt. Most bills are issued to mature in three month, six month, or one year, and are sold in minimum amounts of $10,000 in multiples of $5,000 above the minimum. Treasury Bills are issued in book entry form only and are sold on a discount basis

TREASURY BONDS: Treasury Bonds are issued for a term of 30 years and pay a fixed rate of interest every six months until they mature.

TREASURY NOTES: Intermediate term coupon bearing U.S. Treasury securities having initial maturities of from one to ten years.

TRUSTEE: A bank designated as the custodian of funds and the official representative for bondholders.

UNDERWRITER: A dealer bank or financial institution, which arranges for the sale and distribution of a large batch of securities and assumes the responsibility for paying the net purchase price.

UNIFORM NET CAPITAL RULE: Securities and Exchange Commission requirement that member firms as well as nonmember broker-dealers in securities maintain maximum ratios of indebtedness to liquid capital of 15 to 1: also called net capital rule and net capital ratio. Indebtedness covers all money owed to a firm, including margin loans and commitments to purchase securities, one-reason new public issues are spread among members of underwriting syndicates. Liquid capital includes cash and assets easily converted into cash.

U.S. GOVERNMENT AGENCIES: Instruments issued by various U.S. government agencies most of which are secured only by the credit worthiness of the particular agency.

YIELD: The rate of annual income return on an investment, expressed as a percentage. a) INCOME YIELD is obtained by dividing the current dollar income by the current market price for the security. b) NET YIELD or YIELD TO MATURITY is the current income yield minus any premium above par or plus any discount from par in purchase price, with the adjustment spread over the period from the date of purchase to the date of maturity of the bond.

CITY OF ST. HELENA
STATEMENT OF INVESTMENT POLICY
July 2016

1. Policy

It is the policy of the City of St. Helena ("the City") to invest public funds in a manner that will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all California laws and local statutes governing the investment of public funds.

2. Scope

This investment policy applies to all the funds and investment activities under the direct authority of the City as accounted for in the Comprehensive Annual Financial Report (CAFR). Policy statements outlined in this document focus on the City's pooled funds, but will also apply to all other funds under the City Treasurers' span of control unless specifically exempted by statue or ordinance. This policy is applicable, but not limited to, all funds listed below:

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- Capital Project Funds
- Trust and Agency Funds

Excluded funds are those held with a fiscal agent, which has their own specific "permitted investments" section in the bond covenants. These funds include funds reserved for debt service and pension funds.

3. Prudence

Pursuant to California Government Code Section 53600.3, all persons authorized to make investment decisions on behalf of the City are trustees and therefore fiduciaries subject to the prudent investor standard: "When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency."

The City Treasurer and/or City Manager, acting within the intent and scope of the investment policy and other written procedures and exercising due diligence, shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations that result in a loss of principal are reported to the City Manager immediately,

and to the City Council at their next meeting addressing appropriate actions to be taken to control adverse developments.

4. Objective

The primary objectives in priority order of the City's investment activities shall be:

4.1. ***Safety:*** Safety of principal is the foremost objective of the investment program. Investments of the City shall be undertaken in a manner that seeks to ensure that capital losses are avoided, whether from securities default, broker-dealer default, or erosion of market value. To attain this objective, diversification is required in order that potential losses on individual securities would not exceed the income generated from the remainder of the portfolio.

4.2. ***Liquidity:*** The City's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements that might be reasonably anticipated.

4.3. ***Return:*** 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 City's investment risk constraints and the cash flow characteristics of the portfolio.

5. Delegation of Authority

Authority to manage the City's investment program is derived from the California Government Code. Management responsibility for the investment program is hereby delegated to the Treasurer, who shall establish written procedures for the operation of the investment program consistent with this investment policy. Procedures shall include, but not limited to, references to: safekeeping, wire transfer agreements, collateral/depository agreements, banking services contracts, local banking preferences, and other investment-related activities. Such procedures shall include explicit delegation of authority to persons responsible for investment transactions. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established by the Treasurer. The Treasurer shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinates.

The Treasurer may delegate investment decision making and execution authority to an investment advisor. The advisor shall follow the Investment Policy and such other written instructions as are provided.

Delegation of authority shall expire one year from the date of adoption of this policy as required by State law.

6. Ethics and Conflicts of Interest

The City Council, City Manager and City Treasurer shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Council members, City Manager and City Treasurer shall disclose to the City Attorney any material financial interests in financial institutions that

conduct business within the jurisdiction, and they shall further disclose any large personal financial/investment positions that could be related to the performance of the City's portfolio. The City Attorney and Treasurer shall review all disclosures made to insure there are no conflicts with any planned investment.

7. Authorized Financial Dealers and Institutions

The Treasurer will maintain a list of financial institutions and primary dealers authorized to provide investment services. "Primary" dealers include those that regularly report to the Federal Reserve Bank and should qualify under Securities and Exchange Commission Rule 15C3-1 (uniform net capital rule).

All financial institutions, dealers and cash managers who desire to become qualified bidders for investment transactions must supply the City with the following: audited financial statements, proof of Financial Industry Regulatory Authority certification when applicable, completed questionnaire and certification of having read the City of St. Helena's investment policy and depository contracts.

If the City has an investment advisor, the investment advisor may use their own list of authorized broker/dealers to conduct transactions on behalf of the City.

Purchase and sale of securities shall be made on the basis of competitive bids and offers with a minimum of three quotes being obtained, when practical.

8. Authorized Investments and Limitations on Investments

Investment of City funds is governed by the California Government Code Sections 53600 et seq. Within the context of the limitations, the following investments are authorized, as further limited herein:

a) United States Treasury Bills, Bonds, and Notes or those for which the full faith and credit of the United States are pledged for payment of principal and interest. There is no percentage limitation of the portfolio that can be invested in this category.

b) Federal Agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises.

c) Supranationals which are United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC), or Inter-American Development Bank (IADB), with a maximum remaining maturity of five years or less, and eligible for purchase and sale within the United States. Investments under this subdivision shall be rated "AA", its equivalent, or better by at least one NRSRO.

Purchases of supranationals shall not exceed 30 percent of the investment portfolio of the City.

d) Local Agency Investment Fund (LAIF) which is a State of California managed investment pool may be used up to the maximum permitted by LAIF. The LAIF portfolio should be reviewed periodically.

e) California Asset Management Program (CAMP), which is a Joint Powers Authority, which offers an investment pool and individually managed portfolios.

f) FDIC insured or collateralized savings accounts in financial institutions located in California. Savings accounts must meet the requirements of Government Code Section 53630 et seq. Collateral may be waived for any portion that is covered by federal deposit insurance. There is no percentage limitation of the portfolio that can be invested in this category.

Investments detailed in items g) through n) are further restricted to 10% of the market value of all investments and cash accounts (the portfolio) at the time of purchase, in any one issuer name. Credit criteria listed refer to the credit of the issuing organization at the time the security is purchased. In the event a rating drops below the minimum allowed rating category for that given investment type, the investment advisor, if any, shall notify the City Treasurer and/or Designee and recommend a plan of action.

g) Bills of exchange or time drafts drawn on and accepted by commercial banks, otherwise known as banker's acceptances are permitted. Banker's acceptances purchased may not exceed 180 days to maturity or 40% of the cost value of the portfolio.

h) Commercial paper of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization (NRSRO). Commercial paper purchased may not exceed 270 days to maturity or 25% of the cost value of the portfolio. The City may purchase no more than 10% of the outstanding commercial paper of any single issuer. The entity that issues the commercial paper shall meet all of the following conditions in either paragraph (1) or paragraph (2):

(1) The entity meets the following criteria:
   (A) Is organized and operating in the United States as a general corporation.
   (B) Has total assets in excess of five hundred million dollars ($500,000,000).
   (C) Has debt other than commercial paper, if any, that is rated "A" or higher by a nationally recognized statistical-rating organization (NRSRO).

(2) The entity meets the following criteria:
   (A) Is organized within the United States as a special purpose corporation, trust, or limited liability company.
   (B) Has program wide credit enhancements including, but not limited to, overcollateralization, letters of credit, or surety bond.

(C) Has commercial paper that is rated "A-1" or higher, or the equivalent, by a nationally recognized statistical-rating organization (NRSRO).

i) Negotiable certificates of deposit issued by nationally or state chartered banks or state or federal savings institutions or by a federally-licensed or state-licensed branch of a foreign bank; provided that the senior debt obligations of the issuing institution have a long-term debt rating of "A" or better and/or have a short-term debt rating of "A-1"or better by a NRSRO. Purchases of negotiable certificates of deposit may not exceed 30% of total portfolio.

j) Obligations of the State of California or any local agency within the state, including bonds payable solely out of revenues from a revenue-producing property owned, controlled or operated by the state or any local agency or by a department, board, agency or authority of the state or any local agency; provided that the obligations are rated "A" or higher by a NRSRO.

k) Registered treasury notes or bonds of any of the other 49 United States in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 United States, in addition to California. Obligations are required to be rated in the "A" category or better by a NRSRO.

l) Time deposits, non-negotiable and collateralized in accordance with the California Government Code, may be purchased through banks or savings and loan associations. Since time deposits are not liquid, no more than 25% of the investment portfolio may be invested in this investment type.

m) Medium-Term Notes, defined as all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States. Securities eligible for investment shall be rated "A" or better by a NRSRO. Purchase of medium term notes may not exceed 30% of the purchase value of the portfolio and no more than 5% of the purchase value of the portfolio may be invested in notes issued by one corporation.

n) Mortgage- and Asset-Backed Securities, which are consist of any mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond of a maximum of five years' maturity. Securities eligible for investment under this subdivision shall be issued by an issuer having at least an "A" rating, or its equivalent, for the issuer's debt as provided by a NRSRO and rated at least "AA", or its equivalent, by a NRSRO. A maximum of 20% of the portfolio may be invested in this category.

o) Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment Company Act of 1940. To be eligible for investment pursuant to this subdivision these companies shall either: (1) attain the highest ranking letter or numerical rating provided by not less than two of the three largest nationally recognized rating services or (2) have an investment advisor registered with the Securities and Exchange Commission with not less than five years experience investing in securities and obligations authorized by Government Code section 53601 and with assets under management in excess of $500,000,000. The purchase price of shares shall not exceed 15% of the investment portfolio.

9. Ineligible Investments

The City shall not invest any funds in inverse floaters, range notes, or interest-only strips that are derived from a pool or mortgages, or in any security that could result in zero interest accrual if held to maturity, or any other investment not listed in this policy.

10. Safekeeping and Custody

All deliverable securities owned by the City, including collateral for repurchase agreements, shall be held in safekeeping by the City's custodian bank or a third party bank trust department, acting as agent for the City under the terms of a custody or trustee agreement executed by the bank and by the City. All deliverable securities will be received and delivered using standard delivery-versus-payment (DVP) procedures.

11. Percentage Limitations

Where a section specifies a percentage limitation for a particular category or investments, that percentage is applicable only at the date of purchase. Where a section does not specify a limitation on the term or remaining maturity at the time of the investment, no investment shall be made in any security that at the time of the investment has a term remaining to maturity in excess of five years, unless the City Council has granted express authority to make that investment either specifically or as a part of an investment program approved by the City Council no less than three months prior to the investment.

12. Reporting Requirements

The Treasurer shall annually, render to the City Council a statement of investment policy, which the Council must consider at a public meeting. The Council at a public meeting shall also consider any changes to the policy.

The Treasurer shall render a monthly transaction report to the City Council.

The Treasurer shall periodically render an investment report to the Council, which shall include for each individual investment:

- Description of investment instrument
- Issuer name

- Maturity date
- Purchase price
- Par value
- Current market value and the source of the valuation.

The report shall also include the following: (I) state compliance of the portfolio to the investment policy, or manner in which the portfolio is not in compliance, (II) include a description of any of the City's funds, investments or programs that are under the management of contracted parties, including lending programs, and (III) include a statement denoting the ability of the City to meet its expenditure requirements for the next six months, or provide an explanation as to why sufficient money shall, or may not be available.

GLOSSARY

AGENCIES: Federal agency securities.

ASSET-BACKED SECURITIES (ABS): Securities whose income payments and hence value is derived from and collateralized (or "backed") by a specified pool of underlying assets which are receivables (such as, as auto loans/leases, credit card receivables, equipment loans/leases, student loans, or home equity loans). Pooling the assets into financial instruments allows them to be sold to general investors; a process called securitization, and allows the risk of investing in the underlying assets to be diversified because each security will represent a fraction of the total value of the diverse pool of underlying assets. The pools of underlying assets can comprise common payments credit cards, auto loans, mortgage loans, and other types of assets. Interest and principal is paid to investors from borrowers who are paying down their debt.

BANKERS ACCEPTANCE (BA): A bearer time draft for a specified amount payable on a specified date. It is drawn on a bank by an individual or business seeking to finance domestic or international trade. The BA is collateralized by commodity products. Sale of goods is usually the source of the borrower's repayment to the bank. The bank finances the borrower's transaction and then often sells the BA on a discount basis to an investor. At maturity, the bank is repaid and the investor holding the BA receives par value from the bank.

BOND: An interest-bearing security issued by a corporation, quasi-governmental agency or other body, which can be executed through a bank or trust company. A bond is a form of debt with an interest rate, maturity, and face value, and is usually secured by specific assets. Most bonds have a maturity of greater than one year, and generally pay interest semiannually.

BOND RATING: The classification of a bond's investment quality.

BOOK VALUE: The amount at which a security is carried on the books of the holder or issuer. The book value is often the cost, plus or minus amortization, and may differ significantly from the market value.

BROKER: A broker brings buyers and sellers together for a commission paid by the initiator of the transaction or by both sides; he does not position. In the money market, brokers are active in markets in which banks buy and sell money and in interdealer markets.

CERTIFICATE OF DEPOSIT (CD): A time deposit debt instrument issued by a bank with a specific maturity evidenced by a certificate. Institutional CD's are issued in denominations of $100,000 or more. Maturities range from a few weeks to several years. Interest rates are set by competitive forces in the marketplace.

COMMERCIAL PAPER: Short-term obligations with maturities ranging from 2 to 270 days issued by banks, corporations, and other borrowers to investors with temporarily idle cash. Such instruments are unsecured and usually discounted, although some are interest bearing.

COLLATERAL: Securities, evidence of deposit or other property which a borrower pledges to secure repayment of a loan. Also refers to securities pledges by a bank to secure deposits of public monies.

COUPON: The annual rate of interest that a bond's issuer promises to pay the bondholder on the bond's face value. A certificate attached to a bond evidencing interest due on a payment date.

DEALER: A dealer, as opposed to a broker acts as a principal in all transactions, buying and selling for his own account.

DELIVERY VERSUS PAYMENT: There are two methods of delivery of securities: delivery versus payment and delivery versus receipts (also called free). Delivery versus payment is delivery of securities with an exchange of money for the securities. Delivery versus receipts is delivery of securities with an exchange of signed receipt for the securities.

DEBENTURES: A bond secured only by the general credit of the issuer.

DISCOUNT: The difference between the cost price of a security and its value at maturity when quoted at lower than face value. A security selling below original offering price shortly after sale also is considered to be at a discount.

DISCOUNT SECURITIES: Non-interest bearing money market instruments that are issued at discount and redeemed at maturity for full face value, e.g. U.S. Treasury bills.

DIVERSIFICATION: Dividing investment funds among a variety of securities offering independent returns.

FEDERAL DEPOSIT INSURANCE COPRORATION (FDIC): A federal agency established in 1933 that guarantees (within limits) funds on deposit in member banks and performs other functions such as making loans to or buying assets from members banks to facilitate mergers or prevent failures.

FISCAL YEAR: An accounting or tax period comprising any twelve-month period. The City's fiscal year begins on July 1.

FULL FAITH AND CREDIT: The unconditional guarantee of the United States government backing a debt for repayment.

INTEREST RATE: The interest payable each year on borrowed funds, expresses as a percentage of the principal.

INVESTMENT: Use of capital to create more money, either through income-producing vehicles or through more risk-oriented ventures designed to result in capital gains.

INVESTMENT PORTFOLIO: A collection of securities held by a bank, individual, institution, or government agency for investment purposes.

LAIF: Trade name for the California State Local Agency Investment Fund.

LIQUIDITY: A liquid asset is one that can be converted easily and rapidly into cash without substantial loss of value.

LOCAL AGENCY INVESTMENT FUND (LAIF): Funds from local governmental units may be remitted to the California State Treasurer for deposit in this special fund 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.

MEDIUM-TERM NOTES: Debt obligations issued by corporations and banks, usually in the form of unsecured promissory notes. These are negotiable instruments that can be bought and sold in a large and active secondary market. For the purposes of California Government Code, the term

"Medium Term" refers to a maximum remaining maturity of five years or less. They can be issued with fixed or floating-rate coupons, and with or without early call features, although the vast majority are fixed-rate and non-callable. Corporate notes have greater risk than Treasuries or Agencies because they rely on the ability of the issuer to make payment of principal and interest.

MONEY MARKET: The market in which short-term debt instruments (bills, commercial paper, bankers' acceptances, etc.) are issued and traded.

NEGOTIABLE CERTIFICATES OF DEPOSIT: Large-denomination CDs that are issued at face value and typically pay interest at maturity, if maturing in less than 12 months. CDs that mature beyond this range pay interest semi-annually. Negotiable CDs are issued by U.S. banks (domestic CDs), U.S. branches of foreign banks (Yankee CDs), and thrifts. There is an active secondary market for negotiable domestic and Yankee CDs. However, the negotiable thrift CD secondary market is limited. Yields on CDs exceed those on U.S. treasuries and agencies of similar maturities. This higher yield compensates the investor for accepting the risk of reduced liquidity and the risk that the issuing bank might fail. State law does not require the collateralization of negotiable CDs.

PORTFOLIO: The collection of securities held by an investor.

PRIMARY DEALER: A group of government securities dealers that submit daily reports of market activity and positions and monthly financial statements to the Federal Reserve Bank of New York and are subject to its informal oversight. Primary dealers include Securities and Exchange Commission (SEC) registered securities broker-dealers, banks, and a few unregulated firms.

PRINCIPAL: The face or par value of an instrument.

RATE OF RETURN: 1) The yield obtainable on a security based on its purchase price or its current market price. 2) Income earned on an investment, expressed as a percentage of the cost of the investment. This may be the amortized yield to maturity on a bond or the current income return.

RATING: The designation used by investors' services to rate the quality of a security's creditworthiness. Moody's ratings range from the highest Aaa, down through Aa, A, Bbb, Ba, B, etc. while Standard and Poor's rating range from the highest AAA, down through AA, A, BBB, BB, B, etc.

SAFEKEEPING: A service offered to customers for a fee, where securities and valuables of all types and descriptions are held in the vaults for protection.

SECONDARY MARKET: A market made for the purchase and sale of outstanding issues following the initial distribution.

SECURITIES: Investment instruments such as bonds, stocks and other instruments of indebtedness or equity.

SPREAD: The difference between two figures or percentages. For example, it may be the difference between the bid and asked prices of a quote, or between the amount paid when brought and the amount received when sold.

SUPERNATIONALS: Organizations formed by two or more central governments with the purpose of promoting economic development for the member countries. Supranational institutions finance their activities by issuing debt, such as supranational bonds. Examples of supranational

institutions include the European Investment Bank and the World Bank. Similarly to the government bonds, the bonds issued by these institutions are considered direct obligations of the issuing nations and have a high credit rating. The Government Code only allows local agencies in securities issued by three specific supernationals in which the United States Government is the lead shareholder.

TREASURY BILLS (T-Bill): A non-interest bearing security issued by the U.S. Treasury to finance the national debt. Most bills are issued to mature in three month, six month, or one year, and are sold in minimum amounts of $10,000 in multiples of $5,000 above the minimum. Treasury Bills are issued in book entry form only and are sold on a discount basis

TREASURY BONDS: Treasury Bonds are issued for a term of 30 years and pay a fixed rate of interest every six months until they mature.

TREASURY NOTES: Intermediate term coupon bearing U.S. Treasury securities having initial maturities of from one to ten years.

TRUSTEE: A bank designated as the custodian of funds and the official representative for bondholders.

UNDERWRITER: A dealer bank or financial institution, which arranges for the sale and distribution of a large batch of securities and assumes the responsibility for paying the net purchase price.

UNIFORM NET CAPITAL RULE: Securities and Exchange Commission requirement that member firms as well as nonmember broker-dealers in securities maintain maximum ratios of indebtedness to liquid capital of 15 to 1: also called net capital rule and net capital ratio. Indebtedness covers all money owed to a firm, including margin loans and commitments to purchase securities, one-reason new public issues are spread among members of underwriting syndicates. Liquid capital includes cash and assets easily converted into cash.

U.S. GOVERNMENT AGENCIES: Instruments issued by various U.S. government agencies most of which are secured only by the credit worthiness of the particular agency.

YIELD: The rate of annual income return on an investment, expressed as a percentage. a) INCOME YIELD is obtained by dividing the current dollar income by the current market price for the security. b) NET YIELD or YIELD TO MATURITY is the current income yield minus any premium above par or plus any discount from par in purchase price, with the adjustment spread over the period from the date of purchase to the date of maturity of the bond.

Attachment C

CITY OF ST. HELENA

RESOLUTION NO. 2016-

Rescinding Resolution 2015-147 and Approving an Investment Policy for the City of St. Helena

RECITALS

A. The City of St. Helena has an Investment Policy, which was adopted by Resolution 94-13. Government Code Sections 53600 et seq. were amended following the aftermath of the Orange County financial disaster. Many restrictions were placed on government investment practices, and reporting requirements were tightened. These changes went into effect on January 1, 1997, and call for the investment policy to be reviewed by the Council annually at a regular meeting; and

B. The proposed policy meets all state standards and has stricter standards in many areas. The policy will be reviewed each year.

RESOLUTION

The City Council of the City of St. Helena hereby resolves as follows:

1. City Resolution 2015-147 and any other previous resolutions adopting an investment policy for the City are hereby rescinded, and The Statement of Investment Policy, a copy of which is attached and hereby made a part of this resolution, is hereby approved and shall remain in effect for one year.

Approved at a Regular Meeting of the St. Helena City Council on August 23, 2016, by the following vote:

Mayor Galbraith: _____

Vice Mayor White: _____

Councilmember Crull: _____

Councilmember Dohring: _____

Councilmember Pitts: _____

APPROVED:

Alan Galbraith, Mayor

ATTEST:

Cindy Black, City Clerk

Customer Service
PO Box 11813
Harrisburg, PA 17108-1813

ACCOUNT STATEMENT

For the Month Ending
June 30, 2016

CITY OF ST HELENA

Client Management Team

Nancy Jones
Managing Director
50 California Street, Suite 2300
San Francisco, CA 94111
415-982-5544
jonesn@pfm.com

Charles Cook
Senior Analyst
50 California St. Suite 2300
San Francisco, CA 94111
415-393-7266
cookc@pfm.com

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Summary Statement
Individual Accounts

Accounts Included in Statement

521-00	OPERATING FUND

Important Messages

CAMP will be closed on 07/04/2016 for Independence Day.

CITY OF ST HELENA
APRIL MITTS
1480 MAIN STREET
SAINT HELENA, CA 94574

Online Access www.camponline.com **Customer Service** 1-800-729-7665

Attachment D

Important Disclosures

This statement is for general information purposes only and is not intended to provide specific advice or recommendations. PFM Asset Management LLC ("PFM") is an investment advisor registered with the Securities and Exchange Commission, and is required to maintain a written disclosure statement of our background and business experience. If you would like to receive a copy of our current disclosure statement, please contact Service Operations at the address below

Proxy Voting PFM does not normally receive proxies to vote on behalf of its clients. However, it does on occasion receive consent requests. In the event a consent request is received the portfolio manager contacts the client and then proceeds according to their instructions. PFM's Proxy Voting Policy is available upon request by contacting Service Operations at the address below

Questions About an Account PFM's monthly statement is intended to detail our investment advisory activity as well as the activity of any accounts held by clients in pools that are managed by PFM. The custodian bank maintains the control of assets and executes (i.e., settles) all investment transactions. The custodian statement is the official record of security and cash holdings and transactions. PFM recognizes that clients may use these reports to facilitate record keeping and that the custodian bank statement and the PFM statement should be reconciled and differences resolved. Many custodians use a settlement date basis which may result in the need to reconcile due to a timing difference.

Account Control PFM does not have the authority to withdraw funds from or deposit funds to the custodian. Our clients retain responsibility for their internal accounting policies; implementing and enforcing internal controls and generating ledger entries or otherwise recording transactions.

Market Value Generally, PFM's market prices are derived from closing bid prices as of the last business day of the month as supplied by Interactive Data, Bloomberg or Telerate. Where prices are not available from generally recognized sources the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. Non-negotiable FDIC-insured bank certificates of deposit are priced at par. Although PFM believes the prices to be reliable, the values of the securities do not always represent the prices at which the securities could have been bought or sold. Explanation of the valuation methods for money market and TERM funds is contained in the appropriate fund information statement.

Amortized Cost The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short term securities (those with less than one year to maturity at time of issuance) is amortized on a straightline basis. Such discount or premium with respect to longer term securities is amortized using the constant yield basis.

Tax Reporting Cost data and realized gains / losses are provided for informational purposes only. Please review for accuracy and consult your tax advisor to determine the tax consequences of your security transactions. PFM does not report such information to the IRS or other taxing authorities and is not responsible for the accuracy of such information that may be required to be reported to federal, state or other taxing authorities.

Financial Situation In order to better serve you, PFM should be promptly notified of any material change in your investment objective or financial situation.

Callable Securities Securities subject to redemption prior to maturity may be redeemed in whole or in part before maturity, which could affect the yield represented

Portfolio The securities in this portfolio, including shares of mutual funds, are not guaranteed or otherwise protected by PFM, the FDIC (except for certain non-negotiable certificates of deposit) or any government agency. Investment in securities involves risks, including the possible loss of the amount invested.

Rating Information provided for ratings is based upon a good faith inquiry of selected sources, but its accuracy and completeness cannot be guaranteed.

Shares of some money market and TERM funds are marketed through representatives of PFM's wholly owned subsidiary, PFM Fund Distributors, Inc. PFM Fund Distributors, Inc. is registered with the SEC as a broker/dealer and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Municipal Securities Rulemaking Board ("MSRB"). You may reach the FINRA by calling the FINRA Regulator Public Disclosure Hotline at 1-888-289-9999 or at the FINRA Regulation Internet website address www.nasd.com. A brochure describing the FINRA Regulation Public Disclosure Program is also available from the FINRA upon request.

Key Terms and Definitions

Dividends on money market funds consist of interest earned, plus any discount ratably amortized to the date of maturity, plus all realized gains and losses on the sale of securities prior to maturity, less ratable amortization of any premium and all accrued expenses to the fund. Dividends are accrued daily and may be paid either monthly or quarterly. The monthly earnings on this statement represent the estimated dividend accrued for the month for any program that distributes earnings on a quarterly basis. There is no guarantee that the estimated amount will be paid on the actual distribution date.

Current Yield is the net change, exclusive of capital changes and income other than investment income, in the value of a hypothetical fund account with a balance of one share over the seven-day base period including the statement date, expressed as a percentage of the value of one share (normally $1.00 per share) at the beginning of the seven-day period. This resulting net change in account value is then annualized by multiplying it by 365 and dividing the result by 7. The yields quoted should not be considered a representation of the yield of the fund in the future, since the yield is not fixed.

Average maturity represents the average maturity of all securities and investments of a portfolio, determined by multiplying the par or principal value of each security or investment by its maturity (days or years), summing the products, and dividing the sum by the total principal value of the portfolio. The stated maturity date of mortgage backed or callable securities are used in this statement. However the actual maturity of these securities could vary depending on the level or prepayments on the underlying mortgages or whether a callable security has or is still able to be called.

Monthly distribution yield represents the net change in the value of one share (normally $1.00 per share) resulting from all dividends declared during the month by a fund expressed as a percentage of the value of one share at the beginning of the month. This resulting net change is then annualized by multiplying it by 365 and dividing it by the number of calendar days in the month.

YTM at Cost The yield to maturity at cost is the expected rate of return, based on the original cost, the annual interest receipts, maturity value and the time period from purchase date to maturity, stated as a percentage, on an annualized basis.

YTM at Market The yield to maturity at market is the rate of return, based on the current market value, the annual interest receipts, maturity value and the time period remaining until maturity, stated as a percentage, on an annualized basis.

Managed Account A portfolio of investments managed discretely by PFM according to the client's specific investment policy and requirements. The investments are directly owned by the client and held by the client's custodian.

Unsettled Trade A trade which has been executed however the final consummation of the security transaction and payment has not yet taken place.

Please review the detail pages of this statement carefully. If you think your statement is wrong, missing account information, or if you need more information about a transaction, please contact PFM within 60 days of receipt. If you have other concerns or questions regarding your account you should contact a member of your client management team or PFM Service Operations at the address below

PFM Asset Management LLC
Attn. Service Operations
One Keystone Plaza, Suite 300
N. Front & Market Sts
Harrisburg, PA 17101

Attachment D

Account Statement - Transaction Summary

For the Month Ending **June 30, 2016**

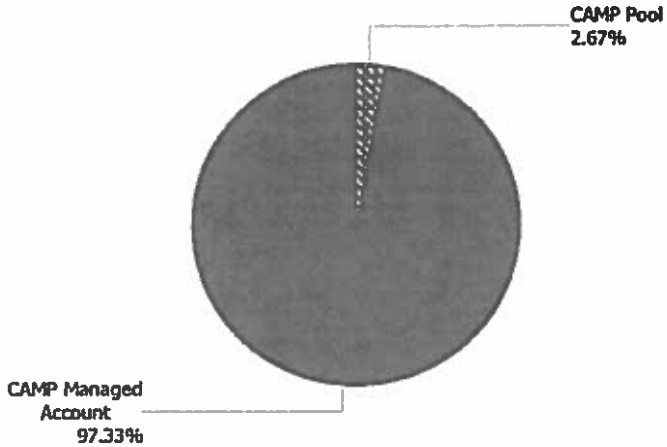
CITY OF ST HELENA - OPERATING FUND - 521-00

CAMP Pool	
Opening Market Value	61,754.36
Purchases	988,174.93
Redemptions	(825,794.79)
Unsettled Trades	0.00
Change in Value	0.00
Closing Market Value	**$224,134.50**
Cash Dividends and Income	52.36

CAMP Managed Account	
Opening Market Value	8,299,860.16
Purchases	823,570.39
Redemptions	(981,815.98)
Unsettled Trades	0.00
Change in Value	32,952.73
Closing Market Value	**$8,174,567.30**
Cash Dividends and Income	2,039.40

Asset Summary	June 30, 2016	May 31, 2016
CAMP Pool	224,134.50	61,754.36
CAMP Managed Account	8,174,567.30	8,299,860.16
Total	**$8,398,701.80**	**$8,361,614.52**

Asset Allocation



Attachment D

CAMP

Managed Account Summary Statement

For the Month Ending **June 30, 2016**

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

Transaction Summary - Money Market	
Opening Market Value	**$61,754.36**
Purchases	988,174.93
Redemptions	(825,794.79)
Closing Market Value	**$224,134.50**
Dividend	52.36

Transaction Summary - Managed Account	
Opening Market Value	**$8,299,860.16**
Maturities/Calls	(7,138.57)
Principal Dispositions	(974,677.41)
Principal Acquisitions	823,570.39
Unsettled Trades	0.00
Change in Current Value	32,952.73
Closing Market Value	**$8,174,567.30**

Account Total	
Opening Market Value	**$8,361,614.52**
Closing Market Value	**$8,398,701.80**

Earnings Reconciliation (Cash Basis) - Managed Account	
Interest/Dividends/Coupons Received	6,306.59
Less Purchased Interest Related to Interest/Coupons	(1,443.16)
Plus Net Realized Gains/Losses	(2,824.03)
Total Cash Basis Earnings	**$2,039.40**

Cash Balance	
Closing Cash Balance	**$0.00**

Earnings Reconciliation (Accrual Basis)	Managed Account	Total
Ending Amortized Value of Securities	8,129,090.36	8,353,224.86
Ending Accrued Interest	25,532.46	25,532.46
Plus Proceeds from Sales	977,810.26	1,803,605.05
Plus Proceeds of Maturities/Calls/Principal Payments	7,138.57	7,138.57
Plus Coupons/Dividends Received	3,173.74	3,173.74
Less Cost of New Purchases	(825,013.55)	(1,813,188.48)
Less Beginning Amortized Value of Securities	(8,285,903.56)	(8,347,657.92)
Less Beginning Accrued Interest	(21,745.28)	(21,745.28)
Dividends	0.00	52.36
Total Accrual Basis Earnings	**$10,083.00**	**$10,135.36**

Cash Transactions Summary- Managed Account	
Maturities/Calls	0.00
Sale Proceeds	977,810.26
Coupon/Interest/Dividend Income	3,173.74
Principal Payments	7,138.57
Security Purchases	(825,013.55)
Net Cash Contribution	(163,109.02)
Reconciling Transactions	0.00

Attachment D

PFM Asset Management LLC

CAMP

Portfolio Summary and Statistics

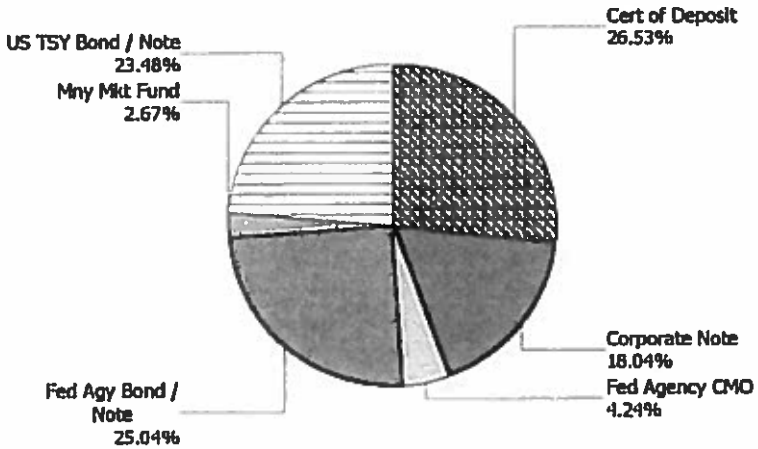
For the Month Ending **June 30, 2016**

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

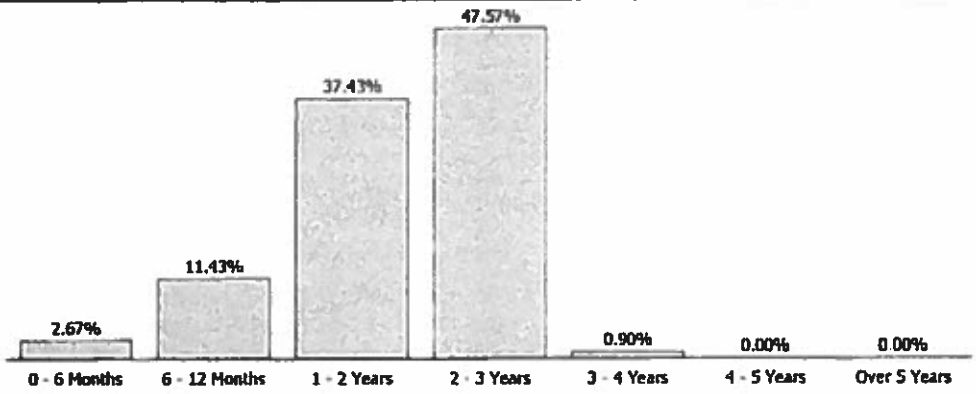
Account Summary

Description	Par Value	Market Value	Percent
U.S. Treasury Bond / Note	1,940,000.00	1,971,968.23	23.48
Federal Agency Collateralized Mortgage Obligation	352,761.54	355,835.79	4.24
Federal Agency Bond / Note	2,090,000.00	2,103,422.57	25.04
Corporate Note	1,500,000.00	1,515,072.86	18.04
Certificate of Deposit	2,225,000.00	2,228,267.85	26.53
Managed Account Sub-Total	**8,107,761.54**	**8,174,567.30**	**97.33%**
Accrued Interest		25,532.46	
Total Portfolio	**8,107,761.54**	**8,200,099.76**	
CAMP Pool	224,134.50	224,134.50	2.67
Total Investments	**8,331,896.04**	**8,424,234.26**	**100.00%**
Unsettled Trades	**0.00**	**0.00**	

Sector Allocation



Maturity Distribution



Characteristics

Yield to Maturity at Cost	1.15%
Yield to Maturity at Market	0.87%
Duration to Worst	1.91
Weighted Average Days to Maturity	712

Attachment D

CAMP

Managed Account Issuer Summary

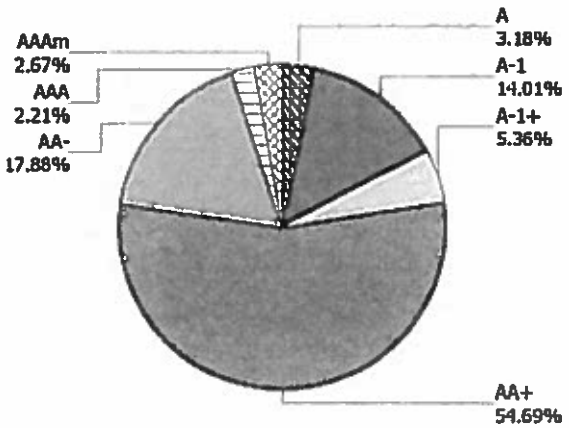
For the Month Ending June 30, 2016

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

Issuer Summary

Issuer	Market Value of Holdings	Percent
3M COMPANY	136,333.67	1.62
BANK OF MONTREAL	200,379.00	2.39
BANK OF NEW YORK CO INC	166,641.75	1.98
BANK OF NOVA SCOTIA	276,421.75	3.29
CAMP Pool	224,134.50	2.67
CANADIAN IMPERIAL BANK OF COMMERCE	250,057.50	2.98
CHEVRON CORP	100,522.00	1.20
CISCO SYSTEMS INC	278,180.95	3.31
EXXON MOBIL CORP	161,248.64	1.92
FANNIE MAE	1,600,968.23	19.06
FEDERAL HOME LOAN BANKS	799,146.20	9.52
FREDDIE MAC	59,143.93	0.70
HSBC HOLDINGS PLC	200,373.00	2.39
IBM CORP	203,509.80	2.42
JOHNSON & JOHNSON	186,027.59	2.21
NORDEA BANK AB	150,075.00	1.79
RABOBANK NEDERLAND	249,970.00	2.98
SKANDINAVISKA ENSKIDA BANKEN AB	200,212.00	2.38
SVENSKA HANDELSBANKEN	250,125.00	2.98
TORONTO-DOMINION BANK	249,985.00	2.98
TOYOTA MOTOR CORP	182,300.76	2.17
UNITED STATES TREASURY	1,971,968.23	23.48
US BANCORP	200,669.60	2.39
WELLS FARGO & COMPANY	100,307.70	1.19
Total	**$8,398,701.80**	**100.00%**

Credit Quality (S&P Ratings)



Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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											
UNITED STATES TREASURY NOTES DTD 07/15/2015 0.875% 07/15/2018	912828XK1	45,000.00	AA+	Aaa	01/06/16	01/11/16	44,646.68	1.19	181.73	44,712.38	45,242.60
US TREASURY NOTES DTD 08/01/2011 2.250% 07/31/2018	912828OY9	100,000.00	AA+	Aaa	07/01/15	07/06/15	103,425.78	1.11	939.56	102,337.18	103,386.70
US TREASURY NOTES DTD 07/31/2013 1.375% 07/31/2018	912828VO0	240,000.00	AA+	Aaa	05/03/16	05/06/16	243,112.50	0.79	1,378.02	242,900.53	243,768.72
US TREASURY NOTES DTD 09/15/2015 1.000% 09/15/2018	912828L40	635,000.00	AA+	Aaa	12/02/15	12/04/15	632,370.70	1.15	1,863.59	632,908.52	640,159.38
US TREASURY NOTES DTD 09/30/2011 1.375% 09/30/2018	912828RH5	390,000.00	AA+	Aaa	10/08/15	10/14/15	394,935.94	0.94	1,347.95	393,759.85	396,443.97
US TREASURY NOTES DTD 10/31/2013 1.250% 10/31/2018	912828WD8	30,000.00	AA+	Aaa	11/05/15	11/09/15	30,089.06	1.15	63.18	30,070.06	30,416.01
US TREASURY NOTES DTD 04/15/2016 0.875% 04/15/2019	912828Q52	10,000.00	AA+	Aaa	05/26/16	05/27/16	9,957.81	1.02	18.41	9,959.20	10,047.66
US TREASURY NOTES DTD 04/30/2014 1.625% 04/30/2019	912828D23	485,000.00	AA+	Aaa	06/27/16	06/29/16	497,560.74	0.70	1,327.82	497,536.91	497,390.30
US TREASURY NOTES DTD 06/02/2014 1.500% 05/31/2019	912828WL0	5,000.00	AA+	Aaa	03/30/16	03/31/16	5,079.30	0.99	6.35	5,073.11	5,112.89
Security Type Sub-Total		**1,940,000.00**					**1,961,178.51**	**0.95**	**7,126.61**	**1,959,257.74**	**1,971,968.23**
Federal Agency Collateralized Mortgage Obligation											
FNMA SERIES 2012-M14 ASQ2 DTD 10/01/2012 1.114% 02/01/2017	3136A9MK1	109,345.58	AA+	Aaa	06/18/15	06/23/15	109,712.91	0.79	101.51	109,418.82	109,453.09
FHLMC SERIES KP03 A1 DTD 04/01/2016 1.738% 03/01/2019	31378NMZ4	58,415.96	AA+	Aaa	04/15/16	04/28/16	58,999.65	0.99	84.61	58,956.10	59,143.93
FNMA SERIES 2016-M9 ASQ2 DTD 06/01/2016 1.785% 06/01/2019	3136ASPX8	110,000.00	AA+	Aaa	06/09/16	06/30/16	111,099.95	1.05	163.63	111,098.89	111,431.78
FANNIE MAE SERIES 2015-M13 ASQ2 DTD 10/01/2015 1.646% 09/01/2019	3136AODO0	75,000.00	AA+	Aaa	10/07/15	10/30/15	75,751.04	1.08	102.88	75,602.41	75,806.98

Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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
Federal Agency Collateralized Mortgage Obligation											
Security Type Sub-Total		352,761.54					355,563.55	0.97	452.63	355,076.22	355,835.79
Federal Agency Bond / Note											
FHLB NOTES DTD 02/18/2016 0.875% 03/19/2018	3130A7CX1	350,000.00	AA+	Aaa	02/17/16	02/18/16	349,891.50	0.89	867.71	349,910.18	351,230.95
FNMA NOTE DTD 03/04/2016 0.875% 03/28/2018	3135G0J61	260,000.00	AA+	Aaa	03/02/16	03/04/16	259,480.00	0.97	587.71	259,560.89	260,894.92
FEDERAL HOME LOAN BANKS AGCY DTD 05/27/2016 0.875% 06/29/2018	3130A8BD4	230,000.00	AA+	Aaa	05/26/16	05/27/16	229,445.70	0.99	11.18	229,470.17	230,920.69
FANNIE MAE GLOBAL NOTES DTD 10/01/2013 1.625% 11/27/2018	3135G0YT4	150,000.00	AA+	Aaa	04/22/16	04/27/16	152,359.50	1.01	230.21	152,199.30	153,193.05
FNMA NOTES DTD 11/03/2015 1.125% 12/14/2018	3135G0G72	200,000.00	AA+	Aaa	03/02/16	03/04/16	200,230.00	1.08	106.25	200,204.10	201,818.20
FNMA BENCHMARK NOTE DTD 02/23/2016 1.000% 02/26/2019	3135G0J53	150,000.00	AA+	Aaa	02/19/16	02/23/16	149,646.00	1.08	520.83	149,687.25	150,738.00
FNMA BENCHMARK NOTE DTD 02/23/2016 1.000% 02/26/2019	3135G0J53	235,000.00	AA+	Aaa	05/03/16	05/06/16	235,216.45	0.97	815.97	235,205.11	236,156.20
FNMA BENCHMARK NOTE DTD 02/23/2016 1.000% 02/26/2019	3135G0J53	300,000.00	AA+	Aaa	03/02/16	03/04/16	299,007.00	1.11	1,041.67	299,113.98	301,476.00
FHLB GLOBAL NOTE DTD 06/03/2016 1.125% 06/21/2019	3130A8DB6	215,000.00	AA+	Aaa	06/02/16	06/03/16	214,909.70	1.14	67.19	214,911.67	216,994.56
Security Type Sub-Total		2,090,000.00					2,090,185.85	1.02	4,248.72	2,090,262.65	2,103,422.57
Corporate Note											
WELLS FARGO & COMPANY CORP NOTES DTD 09/09/2014 1.400% 09/08/2017	94974BGB0	100,000.00	A	A2	09/02/14	09/09/14	99,901.00	1.43	439.44	99,960.32	100,307.70
CHEVRON CORP NOTE DTD 11/18/2014 1.345% 11/15/2017	166764AL4	100,000.00	AA-	Aa2	11/10/14	11/18/14	100,000.00	1.35	171.86	100,000.00	100,522.0[illegible]

Attachment D

CAMP

Managed Account Detail of Securities Held

For the Month Ending June 30, 2016

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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
Corporate Note											
JOHNSON & JOHNSON CORP NOTES DTD 11/21/2014 1.125% 11/21/2017	478160BL7	115,000.00	AAA	Aaa	11/18/14	11/21/14	114,909.15	1.15	143.75	114,957.56	115,620.54
CISCO SYSTEMS INC CORP NOTE DTD 02/29/2016 1.400% 02/28/2018	17275RBA9	100,000.00	AA-	A1	02/22/16	02/29/16	100,000.00	1.40	470.56	100,000.00	100,905.60
EXXON MOBIL CORP NOTES DTD 03/06/2015 1.305% 03/06/2018	30231GAL6	160,000.00	AA+	Aaa	03/04/15	03/06/15	160,000.00	1.31	667.00	160,000.00	161,248.64
BANK OF NEW YORK MELLON CORP (CALLABLE) DTD 05/29/2015 1.600% 05/22/2018	06406HDB2	165,000.00	A	A1	05/22/15	05/29/15	164,985.15	1.60	286.00	164,990.37	166,641.75
CISCO SYSTEMS INC CORP NOTE DTD 06/17/2015 1.650% 06/15/2018	17275RAU6	175,000.00	AA-	A1	06/10/15	06/17/15	174,970.25	1.66	128.33	174,980.37	177,275.35
3M COMPANY CORP NOTE DTD 08/07/2015 1.375% 08/07/2018	88579YAP6	135,000.00	AA-	A1	08/04/15	08/07/15	134,759.70	1.44	742.50	134,830.73	136,333.67
TOYOTA MOTOR CREDIT CORP DTD 02/19/2016 1.700% 02/19/2019	89236TCU7	180,000.00	AA-	Aa3	02/16/16	02/19/16	179,978.40	1.70	1,122.00	179,980.98	182,300.76
JOHNSON & JOHNSON CORP NOTES DTD 03/01/2016 1.125% 03/01/2019	478160BR4	70,000.00	AAA	Aaa	02/26/16	03/01/16	69,991.60	1.13	262.50	69,992.52	70,407.05
IBM CORP NOTES DTD 02/19/2016 1.800% 05/17/2019	459200JE2	200,000.00	AA-	Aa3	02/16/16	02/19/16	199,918.00	1.81	1,320.00	199,929.29	203,509.80
Security Type Sub-Total		1,500,000.00					1,499,413.25	1.50	5,753.94	1,499,622.14	1,515,072.86
Certificate of Deposit											
CANADIAN IMPERIAL BANK NY YCD DTD 04/10/2015 1.010% 04/06/2017	13606JYY9	250,000.00	A-1	P-1	04/06/15	04/10/15	250,000.00	1.01	596.18	250,000.00	250,057.50
RABOBANK NEDERLAND NV CERT DEPOS DTD 04/27/2015 1.070% 04/21/2017	21684BXH2	250,000.00	A-1	P-1	04/22/15	04/27/15	250,000.00	1.07	520.14	250,000.00	249,970.00
BMO HARRIS BANK NA CD DTD 10/23/2015 1.000% 04/24/2017	05574BFW5	200,000.00	A-1	Aa3	10/22/15	10/23/15	200,000.00	1.01	1,400.00	200,000.00	200,379.08

Attachment D

CAMP

Managed Account Detail of Securities Held

For the Month Ending **June 30, 2016**

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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
Certificate of Deposit											
NORDEA BANK FINLAND NY CD DTD 05/29/2015 1.150% 05/26/2017	65558LFA5	150,000.00	AA-	Aa3	05/27/15	05/29/15	150,000.00	1.15	172.50	150,000.00	150,075.00
SVENSKA HANDELSBANKEN NY FLT CERT DEPOS DTD 11/24/2015 1.111% 08/24/2017	86958DH54	250,000.00	A-1+	P-1	11/20/15	11/24/15	250,000.00	0.84	293.26	250,000.00	250,125.00
US BANK NA CINCINNATI (CALLABLE) CD DTD 09/11/2014 1.375% 09/11/2017	90333VPF1	200,000.00	AA-	Aa1	09/09/14	09/11/14	199,678.00	1.41	840.28	199,871.61	200,669.60
BANK OF NOVA SCOTIA HOUSTON YCD DTD 11/09/2015 1.560% 11/06/2017	06417GAS7	275,000.00	A-1	P-1	11/06/15	11/09/15	275,000.00	1.55	655.42	275,000.00	276,421.75
SKANDINAVISKA ENSKILDA BANKEN NY CD DTD 11/17/2015 1.480% 11/16/2017	83050FBG5	200,000.00	A-1	P-1	11/16/15	11/17/15	200,000.00	1.48	1,866.44	200,000.00	200,212.00
HSBC BANK USA NA FLOATING CERT DEPOS DTD 11/18/2015 1.218% 11/17/2017	40428AR41	200,000.00	A-1+	P-1	11/17/15	11/18/15	200,000.00	0.97	304.40	200,000.00	200,373.00
TORONTO DOMINION BANK NY CD DTD 03/14/2016 1.720% 03/14/2018	89113E5E2	250,000.00	AA-	Aa1	03/14/16	03/16/16	250,000.00	1.72	1,301.94	250,000.00	249,985.00
Security Type Sub-Total		**2,225,000.00**					**2,224,678.00**	**1.23**	**7,950.56**	**2,224,871.61**	**2,228,267.85**
Managed Account Sub-Total		**8,107,761.54**					**8,131,019.16**	**1.15**	**25,532.46**	**8,129,090.36**	**8,174,567.30**
Money Market Fund											
CAMP Pool		224,134.50	AAAm	NR			224,134.50		0.00	224,134.50	224,134.50
Money Market Sub-Total		**224,134.50**					**224,134.50**		**0.00**	**224,134.50**	**224,134.50**
Securities Sub-Total		**$8,331,896.04**					**$8,355,153.66**	**1.15%**	**$25,532.46**	**$8,353,224.86**	**$8,398,701.80**
Accrued Interest											**$25,532.46**
Total Investments											**$8,424,234.26**

Attachment D

PFM Asset Management LLC

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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	YTM at Mkt
U.S. Treasury Bond / Note											
UNITED STATES TREASURY NOTES DTD 07/15/2015 0.875% 07/15/2018	912828XK1	45,000.00	CITIGRP		100.54	45,242.60	595.92	530.22	2.01	2.01	0.61
US TREASURY NOTES DTD 08/01/2011 2.250% 07/31/2018	912828OY9	100,000.00	WELLSFAR		103.39	103,386.70	(39.08)	1,049.52	2.03	2.03	0.61
US TREASURY NOTES DTD 07/31/2013 1.375% 07/31/2018	912828VO0	240,000.00	JEFFERIE		101.57	243,768.72	656.22	868.19	2.05	2.05	0.62
US TREASURY NOTES DTD 09/15/2015 1.000% 09/15/2018	912828L40	635,000.00	MORGANST		100.81	640,159.38	7,788.68	7,250.86	2.18	2.18	0.63
US TREASURY NOTES DTD 09/30/2011 1.375% 09/30/2018	912828RH5	390,000.00	MORGANST		101.65	396,443.97	1,508.03	2,684.12	2.21	2.21	0.63
US TREASURY NOTES DTD 10/31/2013 1.250% 10/31/2018	912828WD8	30,000.00	MORGANST		101.39	30,416.01	326.95	345.95	2.30	2.30	0.65
US TREASURY NOTES DTD 04/15/2016 0.875% 04/15/2019	912828O52	10,000.00	HSBC		100.48	10,047.66	89.85	88.46	2.75	2.75	0.70
US TREASURY NOTES DTD 04/30/2014 1.625% 04/30/2019	912828D23	485,000.00	MERRILL		102.55	497,390.30	(170.44)	(146.61)	2.77	2.77	0.71
US TREASURY NOTES DTD 06/02/2014 1.500% 05/31/2019	912828WL0	5,000.00	MORGANST		102.26	5,112.89	33.59	39.78	2.85	2.85	0.72
Security Type Sub-Total		**1,940,000.00**				**1,971,968.23**	**10,789.72**	**12,710.49**	**2.31**	**2.31**	**0.65**
Federal Agency Collateralized Mortgage Obligation											
FNMA SERIES 2012-M14 ASQ2 DTD 10/01/2012 1.114% 02/01/2017	3136A9MK1	109,345.58	MORGANST		100.10	109,453.09	(259.82)	34.27	0.55	0.49	0.76
FHLMC SERIES KP03 A1 DTD 04/01/2016 1.738% 03/01/2019	3137BNMZ4	58,415.96	MERRILL		101.25	59,143.93	144.28	187.83	2.02	2.44	1.18
FNMA SERIES 2016-M9 ASQ2 DTD 06/01/2016 1.785% 06/01/2019	3136ASPX8	110,000.00	CSFB		101.30	111,431.79	331.84	332.90	1.99	2.69	1.26
FANNIE MAE SERIES 2015-M13 ASQ2 DTD 10/01/2015 1.646% 09/01/2019	3136AQDO0	75,000.00	MORGANST		101.08	75,806.98	55.94	204.57	2.15	2.94	1.24
Security Type Sub-Total		**352,761.54**				**355,835.79**	**272.24**	**759.57**	**1.58**	**2.02**	**1.0[illegible]**
Federal Agency Bond / Note											

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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	YTM at Mkt
Federal Agency Bond / Note											
FHLB NOTES DTD 02/18/2016 0.875% 03/19/2018	3130A7CX1	350,000.00	BARCLAYS		100.35	351,230.95	1,339.45	1,320.77	1.70	1.70	0.67
FNMA NOTE DTD 03/04/2016 0.875% 03/28/2018	3135G0J61	260,000.00	CITIGRP		100.34	260,894.92	1,414.92	1,334.03	1.73	1.73	0.68
FEDERAL HOME LOAN BANKS AGCY DTD 05/27/2016 0.875% 06/29/2018	3130A8BD4	230,000.00	MORGANST		100.40	230,920.69	1,474.99	1,450.52	1.98	1.98	0.67
FANNIE MAE GLOBAL NOTES DTD 10/01/2013 1.625% 11/27/2018	3135G0YT4	150,000.00	MERRILL		102.13	153,193.05	833.55	993.75	2.36	2.36	0.73
FNMA NOTES DTD 11/03/2015 1.125% 12/14/2018	3135G0G72	200,000.00	GOLDMAN		100.91	201,818.20	1,588.20	1,614.10	2.42	2.42	0.75
FNMA BENCHMARK NOTE DTD 02/23/2016 1.000% 02/26/2019	3135G0J53	150,000.00	JPMCHASE		100.49	150,738.00	1,092.00	1,050.75	2.61	2.61	0.81
FNMA BENCHMARK NOTE DTD 02/23/2016 1.000% 02/26/2019	3135G0J53	235,000.00	CITIGRP		100.49	236,156.20	939.75	951.09	2.61	2.61	0.81
FNMA BENCHMARK NOTE DTD 02/23/2016 1.000% 02/26/2019	3135G0J53	300,000.00	WELLSFAR		100.49	301,476.00	2,469.00	2,362.02	2.61	2.61	0.81
FHLB GLOBAL NOTE DTD 06/03/2016 1.125% 06/21/2019	3130A8DB6	215,000.00	WELLSFAR		100.93	216,994.56	2,084.86	2,082.89	2.92	2.92	0.81
Security Type Sub-Total		2,090,000.00				2,103,422.57	13,236.72	13,159.92	2.27	2.27	0.74
Corporate Note											
WELLS FARGO & COMPANY CORP NOTES DTD 09/09/2014 1.400% 09/08/2017	94974BGB0	100,000.00	WELLSFAR		100.31	100,307.70	406.70	347.38	1.17	1.17	1.14
CHEVRON CORP NOTE DTD 11/18/2014 1.345% 11/15/2017	166764AL4	100,000.00	MERRILL		100.52	100,522.00	522.00	522.00	1.36	1.36	0.96
JOHNSON & JOHNSON CORP NOTES DTD 11/21/2014 1.125% 11/21/2017	478160BL7	115,000.00	JPMCHASE		100.54	115,620.54	711.39	662.98	1.38	1.38	0.73
CISCO SYSTEMS INC CORP NOTE DTD 02/29/2016 1.400% 02/28/2018	17275RBA9	100,000.00	MERRILL		100.91	100,905.60	905.60	905.60	1.63	1.63	0.85
EXXON MOBIL CORP NOTES DTD 03/06/2015 1.305% 03/06/2018	30231GAL6	160,000.00	JPMCHASE		100.78	161,248.64	1,248.64	1,248.64	1.66	1.66	0.84

Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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	YTM at Mkt
Corporate Note											
BANK OF NEW YORK MELLON CORP (CALLABLE) DTD 05/29/2015 1.600% 05/22/2018	06406HDB2	165,000.00	GOLDMAN	04/22/18	101.00	166,641.75	1,656.60	1,651.38	1.75	1.78	1.07
CISCO SYSTEMS INC CORP NOTE DTD 06/17/2015 1.650% 06/15/2018	17275RAU6	175,000.00	GOLDMAN		101.30	177,275.35	2,305.10	2,294.98	1.92	1.92	0.98
3M COMPANY CORP NOTE DTD 08/07/2015 1.375% 08/07/2018	88579YAP6	135,000.00	GOLDMAN		100.99	136,333.67	1,573.97	1,502.94	2.06	2.06	0.90
TOYOTA MOTOR CREDIT CORP DTD 02/19/2016 1.700% 02/19/2019	89236TCU7	180,000.00	CITIGRP		101.28	182,300.76	2,322.36	2,319.78	2.56	2.56	1.21
JOHNSON & JOHNSON CORP NOTES DTD 03/01/2016 1.125% 03/01/2019	478160BR4	70,000.00	JPMCHASE		100.58	70,407.05	415.45	414.53	2.62	2.62	0.90
IBM CORP NOTES DTD 02/19/2016 1.800% 05/17/2019	459200JE2	200,000.00	JPMCHASE		101.75	203,509.80	3,591.80	3,580.51	2.79	2.79	1.18
Security Type Sub-Total		**1,500,000.00**				**1,515,072.86**	**15,659.61**	**15,450.72**	**1.97**	**1.97**	**1.00**
Certificate of Deposit											
CANADIAN IMPERIAL BANK NY YCD DTD 04/10/2015 1.010% 04/06/2017	13606JYY9	250,000.00	GOLDMAN		100.02	250,057.50	57.50	57.50	0.76	0.76	0.97
RABOBANK NEDERLAND NV CERT DEPOS DTD 04/27/2015 1.070% 04/21/2017	21684BXH2	250,000.00	GOLDMAN		99.99	249,970.00	(30.00)	(30.00)	0.80	0.80	1.07
BMO HARRIS BANK NA CD DTD 10/23/2015 1.000% 04/24/2017	05574BFW5	200,000.00	MERRILL		100.19	200,379.00	379.00	379.00	0.82	0.82	0.75
NORDEA BANK FINLAND NY CD DTD 05/29/2015 1.150% 05/26/2017	65558LFA5	150,000.00	MERRILL		100.05	150,075.00	75.00	75.00	0.90	0.90	1.08
SVENSKA HANDELSBANKEN NY FLT CERT DEPOS DTD 11/24/2015 1.111% 08/24/2017	86958DH54	250,000.00	MERRILL		100.05	250,125.00	125.00	125.00	0.25	1.14	1.08
US BANK NA CINCINNATI (CALLABLE) CD DTD 09/11/2014 1.375% 09/11/2017	90333VPF1	200,000.00	US BANK	08/11/17	100.33	200,669.60	991.60	797.99	1.11	1.11	1.06
BANK OF NOVA SCOTIA HOUSTON YCD DTD 11/09/2015 1.560% 11/06/2017	06417GAS7	275,000.00	UBS AG		100.52	276,421.75	1,421.75	1,421.75	1.35	1.35	1.15
SKANDINAVISKA ENSKILDA BANKEN NY CD DTD 11/17/2015 1.480% 11/16/2017	83050FBG5	200,000.00	GOLDMAN		100.11	200,212.00	212.00	212.00	1.38	1.38	0.[illegible]

Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

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	YTM at Mkt
Certificate of Deposit											
HSBC BANK USA NA FLOATING CERT DEPOS DTD 11/18/2015 1.218% 11/17/2017	40428AR41	200,000.00	HSBC		100.19	200,373.00	373.00	373.00	0.25	1.37	1.10
TORONTO DOMINION BANK NY CD DTD 03/14/2016 1.720% 03/14/2018	89113E5E2	250,000.00	TD SEC U		99.99	249,985.00	(15.00)	(15.00)	1.69	1.69	1.72
Security Type Sub-Total		2,225,000.00				2,228,267.85	3,589.85	3,396.24	0.94	1.14	1.05
Managed Account Sub-Total		8,107,761.54				8,174,567.30	43,548.14	45,476.94	1.83	1.91	0.87
Money Market Fund											
CAMP Pool		224,134.50			1.00	224,134.50	0.00	0.00	0.00	0.00	
Money Market Sub-Total		224,134.50				224,134.50	0.00	0.00	0.00	0.00	
Securities Sub-Total		$8,331,896.04				$8,398,701.80	$43,548.14	$45,476.94	1.83	1.91	0.87%
Accrued Interest						$25,532.46					
Total Investments						$8,424,234.26					

Attachment D

CAMP

Managed Account Security Transactions & Interest

For the Month Ending June 30, 2016

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

Transaction Type Trade	Settle	Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
BUY										
06/02/16	06/03/16	FHLB GLOBAL NOTE DTD 06/03/2016 1.125% 06/21/2019	3130A8DB6	215,000.00	(214,909.70)	0.00	(214,909.70)			
06/09/16	06/30/16	FNMA SERIES 2016-M9 ASQ2 DTD 06/01/2016 1.785% 06/01/2019	3136ASPX8	110,000.00	(111,099.95)	(158.17)	(111,258.12)			
06/27/16	06/29/16	US TREASURY NOTES DTD 04/30/2014 1.625% 04/30/2019	912828D23	485,000.00	(497,560.74)	(1,284.99)	(498,845.73)			
Transaction Type Sub-Total				**810,000.00**	**(823,570.39)**	**(1,443.16)**	**(825,013.55)**			
INTEREST										
06/01/16	06/25/16	FNMA SERIES 2012-M14 ASQ2 DTD 10/01/2012 1.114% 02/01/2017	3136A9MK1	115,735.48	0.00	116.59	116.59			
06/01/16	06/25/16	FHLMC SERIES KP03 A1 DTD 04/01/2016 1.738% 03/01/2019	3137BNMZ4	59,164.63	0.00	85.69	85.69			
06/01/16	06/25/16	FANNIE MAE SERIES 2015-M13 ASQ2 DTD 10/01/2015 1.646% 09/01/2019	3136AODO0	75,000.00	0.00	102.88	102.88			
06/14/16	06/14/16	FNMA NOTES DTD 11/03/2015 1.125% 12/14/2018	3135G0G72	200,000.00	0.00	1,125.00	1,125.00			
06/15/16	06/15/16	CISCO SYSTEMS INC CORP NOTE DTD 06/17/2015 1.650% 06/15/2018	17275RAU6	175,000.00	0.00	1,443.75	1,443.75			
06/21/16	06/21/16	FHLB GLOBAL NOTE DTD 06/03/2016 1.125% 06/21/2019	3130A8DB6	215,000.00	0.00	120.94	120.94			
06/29/16	06/29/16	FEDERAL HOME LOAN BANKS AGCY DTD 05/27/2016 0.875% 06/29/2018	3130A8BD4	230,000.00	0.00	178.89	178.89			
Transaction Type Sub-Total				**1,069,900.11**	**0.00**	**3,173.74**	**3,173.74**			
PAYDOWNS										
06/01/16	06/25/16	FHLMC SERIES KP03 A1 DTD 04/01/2016 1.738% 03/01/2019	3137BNMZ4	748.67	748.67	0.00	748.67	(7.48)	0.00	
06/01/16	06/25/16	FNMA SERIES 2012-M14 ASQ2 DTD 10/01/2012 1.114% 02/01/2017	3136A9MK1	6,389.90	6,389.90	0.00	6,389.90	(21.47)	0.00	
Transaction Type Sub-Total				**7,138.57**	**7,138.57**	**0.00**	**7,138.57**	**(28.95)**	**0.00**	

Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00 - (12512360)

Transaction Type Trade	Settle	Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
SELL										
06/02/16	06/03/16	US TREASURY NOTES DTD 06/02/2014 1.500% 05/31/2019	912828WL0	90,000.00	91,244.53	11.07	91,255.60	(182.81)	(105.50)	SPEC LOT
06/02/16	06/03/16	US TREASURY NOTES DTD 04/15/2016 0.875% 04/15/2019	912828Q52	125,000.00	124,472.66	146.43	124,619.09	0.00	(3.46)	SPEC LOT
06/14/16	06/17/16	US TREASURY NOTES DTD 08/01/2011 2.250% 07/31/2018	912828QY9	110,000.00	113,519.14	938.32	114,457.46	(249.22)	901.38	SPEC LOT
06/27/16	06/29/16	FREDDIE MAC GLOBAL NOTES DTD 06/25/2012 1.000% 07/28/2017	3137EADJ5	80,000.00	80,329.60	335.56	80,665.16	57.60	204.08	SPEC LOT
06/27/16	06/29/16	FHLB GLOBAL NOTE (CALLABLE) DTD 08/25/2015 0.900% 08/25/2017	3130A64C8	250,000.00	250,130.00	775.00	250,905.00	180.00	158.99	SPEC LOT
06/27/16	06/29/16	US TREASURY NOTES DTD 11/30/2010 2.250% 11/30/2017	912828PK0	210,000.00	214,946.48	374.39	215,320.87	(2,731.65)	851.52	SPEC LOT
06/28/16	06/29/16	WELLS FARGO & COMPANY DTD 07/29/2013 1.250% 07/20/2016	94974BFL9	100,000.00	100,035.00	552.08	100,587.08	131.00	36.91	SPEC LOT
Transaction Type Sub-Total				**965,000.00**	**974,677.41**	**3,132.85**	**977,810.26**	**(2,795.08)**	**2,043.92**	
Managed Account Sub-Total					**158,245.59**	**4,863.43**	**163,109.02**	**(2,824.03)**	**2,043.92**	
Total Security Transactions					**$158,245.59**	**$4,863.43**	**$163,109.02**	**($2,824.03)**	**$2,043.92**	

Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00

Trade Date	Settlement Date	Transaction Description	Share or Unit Price	Dollar Amount of Transaction	Total Shares Owned
CAMP Pool					
Opening Balance					61,754.36
06/03/16	06/03/16	Purchase - Interest 912828Q52	1.00	146.43	61,900.79
06/03/16	06/03/16	Purchase - Principal 912828Q52	1.00	124,472.66	186,373.45
06/03/16	06/03/16	Purchase - Interest 912828WL0	1.00	11.07	186,384.52
06/03/16	06/03/16	Purchase - Principal 912828WL0	1.00	91,244.53	277,629.05
06/03/16	06/03/16	Redemption - Principal 3130A8DB6	1.00	(214,909.70)	62,719.35
06/14/16	06/14/16	Purchase - Interest 3135G0G72	1.00	1,125.00	63,844.35
06/15/16	06/15/16	Purchase - Interest 17275RAU6	1.00	1,443.75	65,288.10
06/17/16	06/17/16	Purchase - Interest 912828QY9	1.00	938.32	66,226.42
06/17/16	06/17/16	Purchase - Principal 912828QY9	1.00	113,519.14	179,745.56
06/21/16	06/21/16	Purchase - Interest 3130A8DB6	1.00	120.94	179,866.50
06/27/16	06/27/16	Purchase - Interest 3136A9MK1	1.00	107.44	179,973.94
06/27/16	06/27/16	Purchase - Interest 3136AQDQ0	1.00	102.88	180,076.82
06/27/16	06/27/16	Purchase - Interest 3137BNMZ4	1.00	85.69	180,162.51
06/27/16	06/27/16	Purchase - Principal 3136A9MK1	1.00	6,389.90	186,552.41
06/27/16	06/27/16	Purchase - Principal 3137BNMZ4	1.00	748.67	187,301.08
06/28/16	06/28/16	Purchase - Interest 3136A9MK1	1.00	9.15	187,310.23
06/28/16	06/28/16	IP Fees May 2016	1.00	(707.38)	186,602.85
06/28/16	06/28/16	U.S. Bank Fees April 2016	1.00	(73.86)	186,528.99
06/29/16	06/29/16	Purchase - Interest 3130A8BD4	1.00	178.89	186,707.88
06/29/16	06/29/16	Purchase - Interest 3137EADJ5	1.00	335.56	187,043.44
06/29/16	06/29/16	Purchase - Principal 3137EADJ5	1.00	80,329.60	267,373.04

Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00

Trade Date	Settlement Date	Transaction Description	Share or Unit Price	Dollar Amount of Transaction	Total Shares Owned
CAMP Pool					
06/29/16	06/29/16	Purchase - Interest 912828PK0	1.00	374.39	267,747.43
06/29/16	06/29/16	Purchase - Principal 912828PK0	1.00	214,946.48	482,693.91
06/29/16	06/29/16	Purchase - Interest 94974BFL9	1.00	552.08	483,245.99
06/29/16	06/29/16	Purchase - Principal 94974BFL9	1.00	100,035.00	583,280.99
06/29/16	06/29/16	Purchase - Interest 3130A64C8	1.00	775.00	584,055.99
06/29/16	06/29/16	Purchase - Principal 3130A64C8	1.00	250,130.00	834,185.99
06/29/16	06/29/16	Redemption - Interest 912828D23	1.00	(1,284.99)	832,901.00
06/29/16	06/29/16	Redemption - Principal 912828D23	1.00	(497,560.74)	335,340.26
06/30/16	06/30/16	Redemption - Interest 3136ASPX8	1.00	(158.17)	335,182.09
06/30/16	06/30/16	Redemption - Principal 3136ASPX8	1.00	(111,099.95)	224,082.14
06/30/16	07/01/16	Accrual Income Div Reinvestment - Distributions	1.00	52.36	224,134.50

Attachment D

CITY OF ST HELENA - OPERATING FUND - 521-00

Trade Date	Settlement Date	Transaction Description	Share or Unit Price	Dollar Amount of Transaction	Total Shares Owned
Closing Balance					**224,134.50**

	Month of June	Fiscal YTD January-June
Opening Balance	61,754.36	11,039.93
Purchases	988,174.93	4,695,295.41
Redemptions (Excl. Checks)	(825,794.79)	(4,482,200.84)
Check Disbursements	0.00	0.00
Closing Balance	**224,134.50**	**224,134.50**
Cash Dividends and Income	52.36	96.02

Closing Balance	224,134.50
Average Monthly Balance	124,644.27
Monthly Distribution Yield	0.51%

Attachment D

Attachment E

BETTY T. YEE

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name	ST HELENA
Account Number	98-28-897

As of 07/15/2016, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 06/30/2016.

Earnings Ratio		.00001495296852820
Interest Rate		0.55%
Dollar Day Total	$	627,547,660.04
Quarter End Principal Balance	$	6,897,351.60
Quarterly Interest Earned	$	9,383.70

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