CITY OF MILPITAS
INVESTMENT PORTFOLIO STATUS

PERCENT OF TOTAL DOLLARS INVESTED AT QUARTER ENDED

TYPE OF SECURITY	Dec-15	Sep-15	Jun-15	Mar-15
LAIF & Money Market	27	21	27	28
Corporate Medium Term Notes	8	11	9	8
Treasury Notes / Bills	19	19	16	18
Federal Agency	44	47	47	45
Negotiable CD's	2	2	1	1
	100	100	100	100

	Dec-15	Sep-15	Jun-15	Mar-15
Market Value	167,579,204	153,400,751	182,525,010	162,631,657
Cost	167,737,007	152,869,838	182,337,137	162,155,260
Days				
Weighted Average Maturity	473	558	507	510
Rates				
Average Yield	0.81%	0.84%	0.70%	0.66%
Benchmarks:				
LAIF	0.40%	0.34%	0.30%	0.27%
2 Year Treasury - (12 Month Average)	0.70%	0.60%	0.56%	0.52%

Investment Portfolio By Type as of December 31, 2015

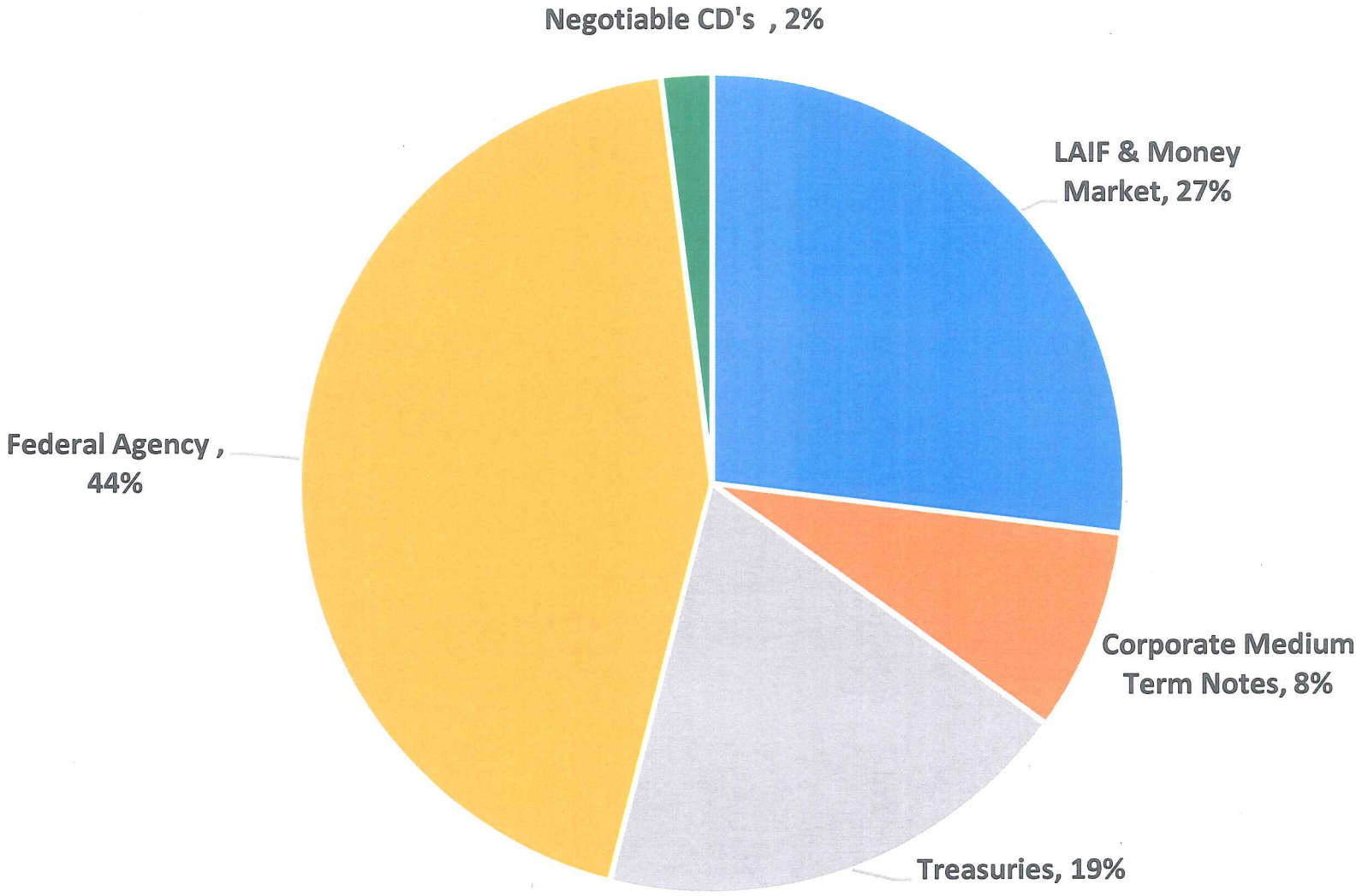
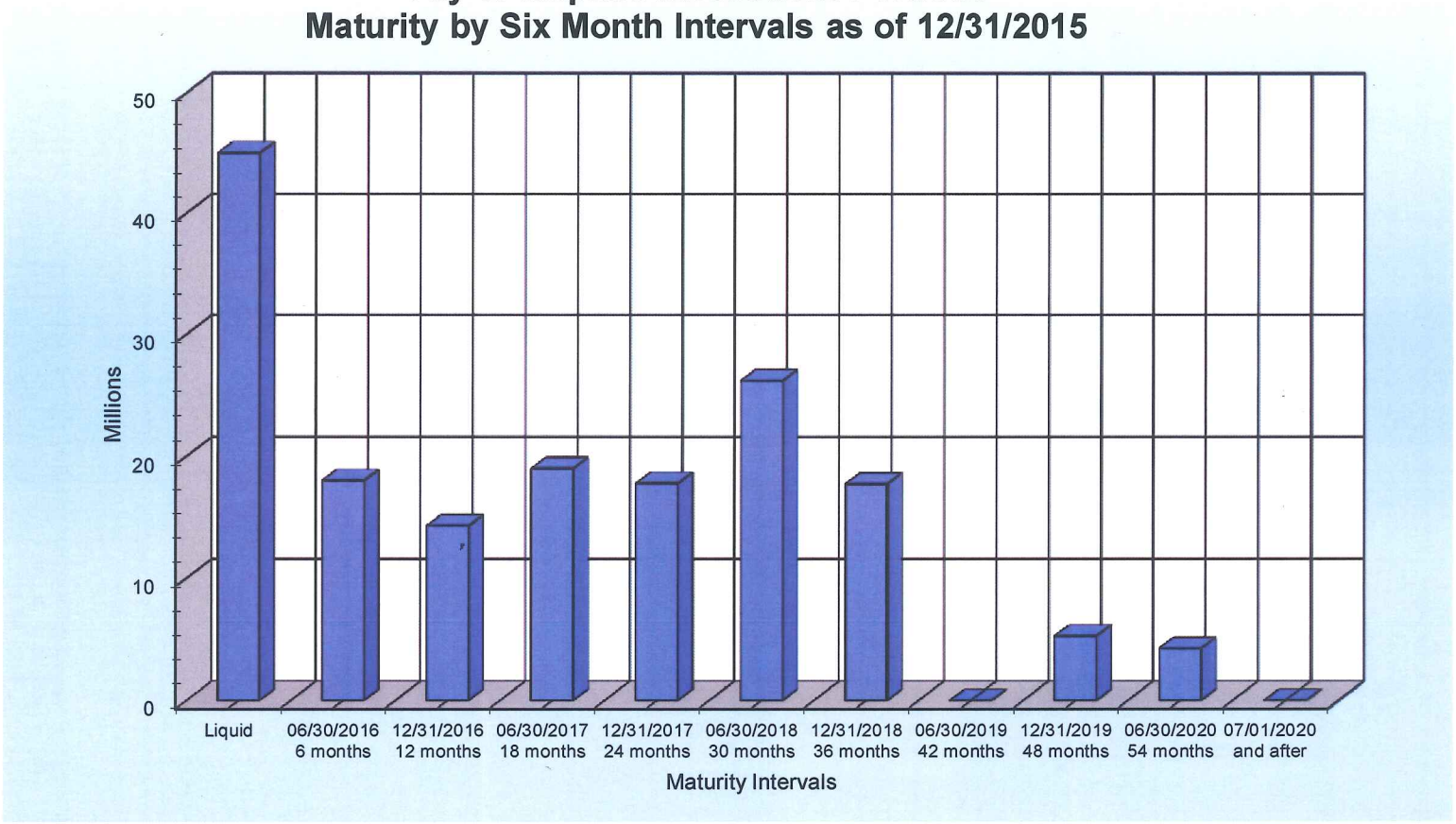


Exhibit 2

City of Milpitas Investment Portfolio
Maturity by Six Month Intervals as of 12/31/2015



City of Milpitas Investment Portfolio Yields Compared to Benchmarks for the Quarters Ended 03/31/13– 12/31/15

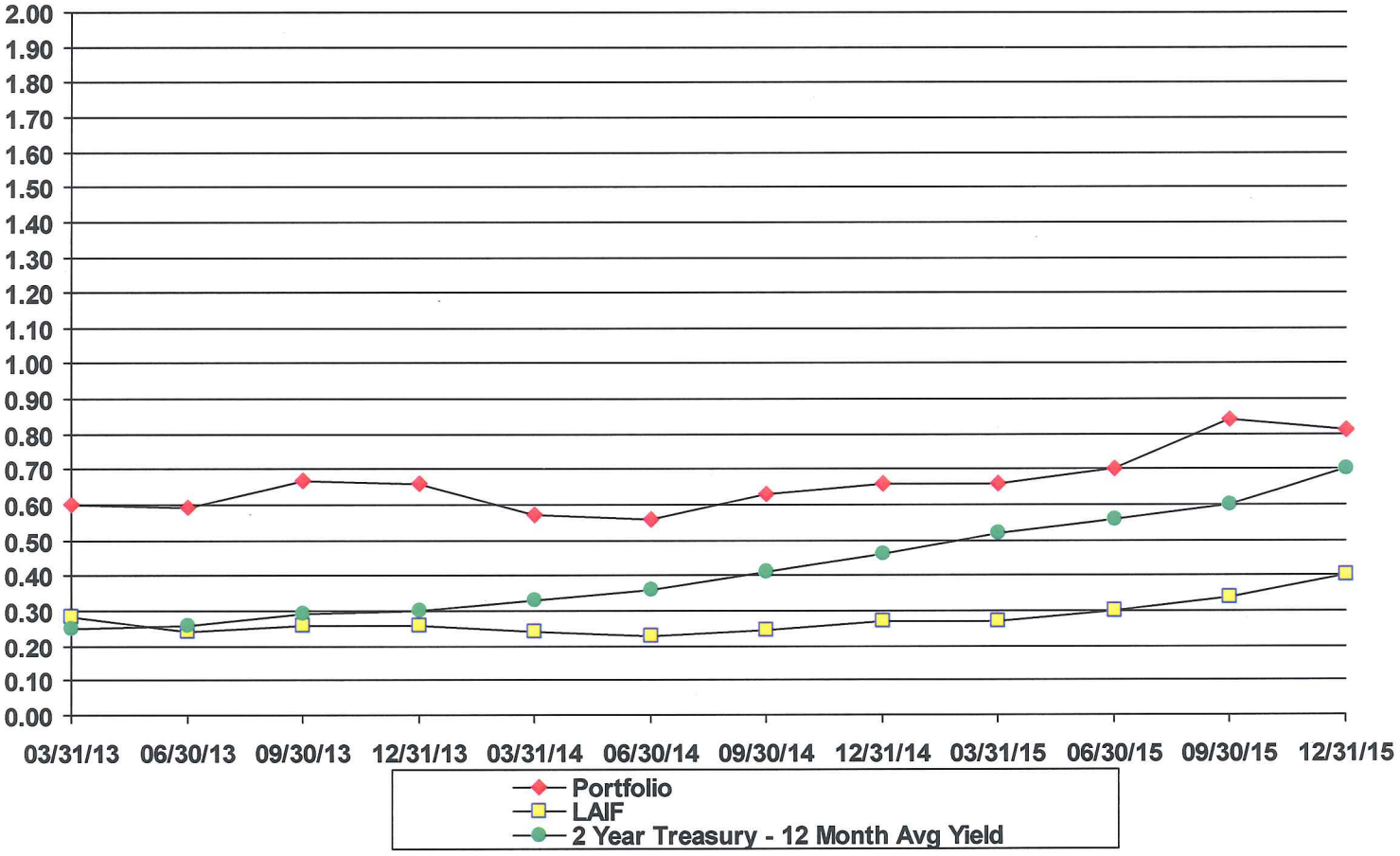


Exhibit 4

City of Milpitas
Portfolio Management
Portfolio Summary
December 31, 2015

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
LAIF	44,800,000.00	44,763,575.95	44,800,000.00	26.71	1	1	0.395	0.400
Money Market Funds	428,299.34	428,299.34	428,299.34	0.26	1	1	0.016	0.016
Corporate Notes	14,000,000.00	13,974,650.00	14,040,692.81	8.37	1,357	627	1.004	1.018
Federal Agency	73,000,000.00	72,935,401.39	72,998,149.33	43.52	1,391	703	1.078	1.093
Treasury Coupon Securities	32,000,000.00	31,956,913.02	31,962,124.13	19.05	1,182	508	0.895	0.907
GNMA	7,740.92	7,816.56	7,740.92	0.00	7,212	454	8.042	8.154
Negotiable CDs -2	3,500,000.00	3,512,547.71	3,500,000.00	2.09	1,097	837	1.302	1.320
Investments	**167,736,040.26**	**167,579,203.97**	**167,737,006.53**	**100.00%**	**968**	**473**	**0.857**	**0.869**
Cash								
Passbook/Checking (not included in yield calculations)	1,827,778.70	1,827,778.70	1,827,778.70		1	1	0.025	0.026
Total Cash and Investments	**169,563,818.96**	**169,406,982.67**	**169,564,785.23**		**968**	**473**	**0.857**	**0.869**

Total Earnings	December 31 Month Ending	Fiscal Year To Date
Current Year	115,053.76	636,853.60
Average Daily Balance	**167,352,009.39**	**163,164,479.26**
Effective Rate of Return	**0.81%**	**0.77%**

To the best of my knowledge, this report accurately reflects all City and RDA pooled investments and is in conformity with all State laws and the City's investment policy. A copy of the policy is available at the office of the City Clerk. This investment program herein shown provides sufficient cash flow liquidity to meet next six months' estimated expenditures.

Russell J. Morreale, Director of Finance — 1/20/2016

City of Milpitas
Portfolio Management
Portfolio Details - Investments
December 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
LAIF												
SYS82000010	82000010	Local Agency Invest. Fd - City			29,800,000.00	29,775,771.50	29,800,000.00	0.400		0.400	1	
SYS97090401	97090401	Local Agency Invest. Fd - MPFA			15,000,000.00	14,987,804.45	15,000,000.00	0.400		0.400	1	
		Subtotal and Average	**42,274,193.55**		**44,800,000.00**	**44,763,575.95**	**44,800,000.00**			**0.400**	**1**	
Money Market Funds												
SYS	150601930	Dreyfus Treasury & Agency Fund			98,186.64	98,186.64	98,186.64	0.050	AAA	0.050	1	
HBOC	150701103	Heritage Bank of Commerce		07/01/2015	128,423.35	128,423.35	128,423.35			0.000	1	
SYS	150317318	U S Bank			0.00	0.00	0.00	0.010	AAA	0.010	1	
SYS	150317319	U S Bank			201,689.35	201,689.35	201,689.35	0.010	AAA	0.010	1	
		Subtotal and Average	**2,471,083.00**		**428,299.34**	**428,299.34**	**428,299.34**			**0.016**	**1**	
Corporate Notes												
38259PAC6	12120602	Google Inc		12/06/2012	1,000,000.00	1,005,810.00	1,005,543.31	2.125	AA	0.660	139	05/19/2016
742718DV8	13051302	Proctor & Gamble Co		05/13/2013	1,000,000.00	1,002,590.00	1,005,638.23	1.450	AA-	0.535	227	08/15/2016
89233P5E2	13052001	Toyota Motor Credit		05/20/2013	1,000,000.00	1,008,070.00	1,008,230.03	2.000	AA-	0.815	258	09/15/2016
88579YAD3	12021401	3M Company		02/14/2012	2,000,000.00	2,005,120.00	2,005,437.26	1.375	AA-	1.000	272	09/29/2016
166764AA8	13060501	Chevron Corporation		06/05/2013	1,000,000.00	993,120.00	998,573.44	1.104	AA	1.180	704	12/05/2017
166764AV2	15041701	Chevron Corporation		04/17/2015	1,000,000.00	992,000.00	1,006,497.01	1.365	AA	1.060	791	03/02/2018
30231GAL6	15031201	Exxon Capital Corp		03/12/2015	1,000,000.00	998,410.00	1,000,657.82	1.305	AAA	1.274	795	03/06/2018
931142DF7	15031202	Walmart Stores		03/12/2015	1,000,000.00	995,830.00	997,877.91	1.125	AA	1.220	831	04/11/2018
594918AS3	15060502	Microsoft Corp		06/05/2015	1,000,000.00	991,900.00	998,851.63	1.000	AAA	1.050	851	05/01/2018
037833AJ9	13051301	Apple Inc		05/13/2013	2,000,000.00	1,983,760.00	1,997,723.31	1.000	AA+	1.050	853	05/03/2018
084664BW0	15060501	Berkshire Hathaway Financial		06/05/2015	1,000,000.00	991,660.00	1,002,089.08	1.300	AA	1.210	865	05/15/2018
594918AV6	15052601	Microsoft Corp		05/26/2015	1,000,000.00	1,006,380.00	1,013,573.78	1.625	AAA	1.151	1,070	12/06/2018
		Subtotal and Average	**14,139,344.48**		**14,000,000.00**	**13,974,650.00**	**14,040,692.81**			**1.018**	**627**	
Federal Agency												
3133ECTC8	13062801	Federal Farm Credit Bank		06/28/2013	2,000,000.00	2,000,740.00	1,999,918.71	0.640	AA+	0.695	27	01/28/2016
313375RN9	12020901	Federal Home Loan Bank		02/09/2012	2,000,000.00	2,002,520.00	2,001,069.97	1.000	AA+	0.720	70	03/11/2016
313375RN9	12062903	Federal Home Loan Bank		06/29/2012	2,000,000.00	2,002,520.00	2,001,342.51	1.000	AA+	0.650	70	03/11/2016
3133EARB6	12062902	Federal Farm Credit Bank		06/29/2012	1,000,000.00	1,001,380.00	1,000,371.62	0.750	AA+	0.650	137	05/17/2016
3133EAUH9	12061401	Federal Farm Credit Bank		06/14/2012	3,000,000.00	3,001,380.00	3,000,000.00	0.750	AA+	0.750	165	06/14/2016
3133EAVQ8	12062901	Federal Farm Credit Bank		06/29/2012	2,000,000.00	2,001,040.00	2,000,000.00	0.800	AA+	0.800	335	12/01/2016
313383FB2	13061901	Federal Home Loan Bank		06/19/2013	2,000,000.00	1,996,440.00	2,000,000.00	0.580	AA+	0.580	353	12/19/2016
3133EDNC2	14061301A	Federal Farm Credit Bank		06/13/2014	1,600,000.00	1,600,512.00	1,600,000.00	0.700	AA+	0.700	378	01/13/2017
3133EDNC2	14061301B	Federal Farm Credit Bank		06/13/2014	400,000.00	400,128.00	400,000.00	0.700	AA+	0.700	378	01/13/2017

City of Milpitas
Portfolio Management
Portfolio Details - Investments
December 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Federal Agency												
3136G1E88	13022702	Federal Nat'l. Mortgage Assoc		02/27/2013	1,000,000.00	998,490.00	1,000,000.00	0.750	AA+	0.750	423	02/27/2017
3133ECT79	13062701	Federal Farm Credit Bank		06/27/2013	2,000,000.00	2,003,600.00	2,000,000.00	1.000	AA+	1.000	425	03/01/2017
3133ECMM3	13042501	Federal Farm Credit Bank		04/25/2013	2,000,000.00	1,987,760.00	2,000,000.00	0.600	AA+	0.600	480	04/25/2017
3133ECPA6	13051502	Federal Farm Credit Bank		05/15/2013	2,000,000.00	1,987,640.00	2,000,000.00	0.600	AA+	0.600	500	05/15/2017
3134G43S5	13051501	Fed Home Loan Mortgage Corp		05/15/2013	2,000,000.00	1,990,380.00	2,000,000.00	0.650	AA+	0.650	500	05/15/2017
3133EDPC0	14062701	Federal Farm Credit Bank		06/27/2014	2,000,000.00	2,000,960.00	2,000,000.00	1.000	AA+	1.000	543	06/27/2017
3133EDEB4	14012801	Federal Farm Credit Bank		01/28/2014	2,000,000.00	2,003,660.00	2,000,000.00	1.100	AA+	1.100	544	06/28/2017
3133EDXH0	14101401	Federal Farm Credit Bank		10/14/2014	2,000,000.00	2,016,580.00	2,000,000.00	1.000	AA+	1.000	560	07/14/2017
3133EDKP6	14050101	Federal Farm Credit Bank		05/01/2014	2,000,000.00	2,001,480.00	2,000,000.00	1.070	AA+	1.070	609	09/01/2017
3134G3J68	13053001	Fed Home Loan Mortgage Corp		05/30/2013	2,000,000.00	1,995,100.00	1,998,318.00	0.900	AA+	0.950	626	09/18/2017
3133ED3Z3	13100401	Federal Farm Credit Bank		10/04/2013	2,000,000.00	2,003,220.00	2,000,000.00	1.230	AA+	1.230	642	10/04/2017
3130A3QQ0	14122901	Federal Home Loan Bank		12/29/2014	1,000,000.00	1,000,630.00	1,000,000.00	1.150	AA+	1.150	728	12/29/2017
3135G0UE1	13021401	Federal Nat'l. Mortgage Assoc		02/14/2013	3,000,000.00	2,984,610.00	3,000,000.00	1.000	AA+	1.000	775	02/14/2018
3136G23B1	14081501	Federal Nat'l. Mortgage Assoc		08/15/2014	2,000,000.00	2,004,620.00	2,000,000.00	1.300	AA+	1.300	776	02/15/2018
3133EEQM5	15022001	Federal Farm Credit Bank		02/20/2015	2,000,000.00	1,995,420.00	2,000,000.00	1.110	AA	1.110	781	02/20/2018
3136G1DG1	13022701	Federal Nat'l. Mortgage Assoc		02/27/2013	2,000,000.00	1,994,660.00	2,000,000.00	1.050	AA+	1.050	788	02/27/2018
3130A4Y71	15041501	Federal Home Loan Bank		04/15/2015	2,000,000.00	1,984,140.00	2,000,000.00	1.000	AA+	1.000	896	06/15/2018
3130A5BK4	15052201	Federal Home Loan Bank		05/22/2015	2,000,000.00	1,983,300.00	1,998,183.10	1.000	AA+	1.037	910	06/29/2018
3130A57J2	15050601	Federal Home Loan Bank		05/06/2015	2,000,000.00	1,985,060.00	2,000,000.00	1.000	AA+	1.000	917	07/06/2018
3133ECW75	13080101	Federal Farm Credit Bank		08/01/2013	2,000,000.00	2,005,500.00	2,000,000.00	1.610	AA+	1.610	943	08/01/2018
3133EE6G0	15081701	Federal Farm Credit Bank		08/17/2015	1,000,000.00	995,041.39	1,000,010.28	1.150	AA+	1.163	948	08/06/2018
3130A4DP4	15022701	Federal Home Loan Bank		02/27/2015	2,000,000.00	1,998,720.00	2,000,000.00	1.300	AA+	1.300	969	08/27/2018
3130A6AB3	15082801	Federal Home Loan Bank		08/28/2015	2,000,000.00	1,990,780.00	2,000,000.00	1.200	AA+	1.200	970	08/28/2018
3130A5K73	15061201	Federal Home Loan Bank		06/12/2015	2,000,000.00	1,992,720.00	1,998,935.14	1.200	AA+	1.220	999	09/26/2018
3133EFNF0	15110601	Federal Farm Credit Bank		11/06/2015	2,000,000.00	1,978,600.00	2,000,000.00	1.080	AA+	1.080	1,040	11/06/2018
3136G24C8	14082901	Federal Nat'l. Mortgage Assoc		08/29/2014	3,000,000.00	3,024,570.00	3,000,000.00	2.000	AA+	2.000	1,333	08/26/2019
3136G25W3	14091201	Federal Nat'l. Mortgage Assoc		09/12/2014	2,000,000.00	2,001,020.00	2,000,000.00	1.000	AA+	2.174	1,350	09/12/2019
3136G2C96	15012301	Federal Nat'l. Mortgage Assoc		01/23/2015	2,000,000.00	2,011,260.00	2,000,000.00	2.000	AA+	2.000	1,483	01/23/2020
3130A5NN5	15063001	Federal Home Loan Bank		06/30/2015	2,000,000.00	2,009,220.00	2,000,000.00	2.000	AA+	2.000	1,642	06/30/2020
		Subtotal and Average	**72,998,542.09**		**73,000,000.00**	**72,935,401.39**	**72,998,149.33**			**1.093**	**703**	
Treasury Coupon Securities												
912828UG3	13012801	United States Treasury Note		01/28/2013	3,000,000.00	3,000,120.00	2,999,971.43	0.375	AA+	0.400	14	01/15/2016
912828VC1	13053101	United States Treasury Note		05/31/2013	2,000,000.00	1,998,600.00	1,998,515.62	0.250	AA+	0.452	135	05/15/2016
912828VG2	13062401	United States Treasury Note		06/24/2013	2,000,000.00	1,999,840.00	1,998,401.27	0.500	AA+	0.678	166	06/15/2016
912828VL1	13071501	United States Treasury Note		07/15/2013	2,000,000.00	2,000,160.00	1,998,994.96	0.625	AA+	0.720	196	07/15/2016

City of Milpitas
Portfolio Management
Portfolio Details - Investments
December 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Treasury Coupon Securities												
912828VR8	13082601	United States Treasury Note		08/26/2013	2,000,000.00	1,999,540.00	1,997,858.80	0.625	AA+	0.800	227	08/15/2016
912828RJ1	11101101	United States Treasury Note		10/11/2011	2,000,000.00	2,003,980.00	1,999,271.84	1.000	AA+	1.050	273	09/30/2016
912828C32	14032001	United States Treasury Note		03/20/2014	1,000,000.00	998,550.00	998,616.81	0.750	AA+	0.867	439	03/15/2017
912828WH9	14051501	United States Treasury Note		05/15/2014	2,000,000.00	1,998,760.00	1,999,060.22	0.875	AA+	0.910	500	05/15/2017
912828TB6	14061302	United States Treasury Note		06/13/2014	1,000,000.00	996,880.00	997,317.22	0.750	AA+	0.932	546	06/30/2017
912828WT3	14071501	United States Treasury Note		07/15/2014	2,000,000.00	1,996,640.00	1,995,841.13	0.875	AA+	1.013	561	07/15/2017
912828G20	14111701	United States Treasury Note		11/17/2014	2,000,000.00	1,993,040.00	1,995,398.32	0.875	AA+	1.000	684	11/15/2017
912828G79	14121501	United States Treasury Note		12/15/2014	2,000,000.00	1,997,260.00	1,996,539.12	1.000	AA+	1.090	714	12/15/2017
912828J68	15031601	United States Treasury Note		03/16/2015	2,000,000.00	1,993,040.00	1,996,974.90	1.000	AA+	1.070	804	03/15/2018
912828VE7	13062101	United States Treasury Note		06/21/2013	2,000,000.00	1,989,760.00	1,986,730.09	1.000	AA+	1.285	881	05/31/2018
912828XF2	15061501	United States Treasury Note		06/15/2015	2,000,000.00	1,995,320.00	2,000,000.00	1.125	AA+	1.125	896	06/15/2018
912828M64	15111601	United States Treasury Note		11/16/2015	3,000,000.00	2,995,423.02	3,002,632.40	1.250	AA+	1.220	1,049	11/15/2018
		Subtotal and Average	**31,960,845.53**		**32,000,000.00**	**31,956,913.02**	**31,962,124.13**			**0.907**	**508**	
GNMA												
36216NNL3	88021601A	GNMA		07/01/1997	393.72	394.97	393.72	9.500	AA+	9.615	288	10/15/2016
362174T46	87042001C	GNMA		07/01/1997	1,667.04	1,683.89	1,667.04	8.000	AA+	8.075	439	03/15/2017
36217FKE8	87042001A	GNMA		07/01/1997	5,680.16	5,737.70	5,680.16	8.000	AA+	8.076	470	04/15/2017
		Subtotal and Average	**8,000.73**		**7,740.92**	**7,816.56**	**7,740.92**			**8.154**	**454**	
Negotiable CDs -2												
254672BR8	14101602	Discover Bank		10/16/2014	250,000.00	250,239.60	250,000.00	1.050	BBB	0.844	290	10/17/2016
05573J4P6	15092301	BMO Harris Bank NA		09/23/2015	250,000.00	249,699.53	250,000.00	1.100	A+	1.101	630	09/22/2017
49306SVE3	15093002	Key Bank NA		09/30/2015	250,000.00	249,918.75	250,000.00	1.150	A-	1.152	640	10/02/2017
36163CWS5	14101001	GE Capital Bank		10/10/2014	250,000.00	251,251.55	250,000.00	1.450	AA+	1.451	648	10/10/2017
140420QD5	14101601	Capital One Bank USA		10/16/2014	250,000.00	251,263.08	250,000.00	1.450	BBB+	1.451	654	10/16/2017
38148JBF7	14102901	Goldman Sachs Bank USA		10/29/2014	250,000.00	251,290.03	250,000.00	1.450	A	1.249	668	10/30/2017
05580AAY0	14111401	BMW Bank of North America		11/14/2014	250,000.00	251,089.55	250,000.00	1.400		1.401	683	11/14/2017
29266NF28	14120501	EnerBank USA		12/05/2014	250,000.00	250,159.63	250,000.00	1.200	NR	1.201	704	12/05/2017
564759QQ4	15051301	Manufacturers & Traders Trust		05/13/2015	250,000.00	248,841.95	250,000.00	1.050	A	0.904	864	05/14/2018
02587CDK3	15070801	American Express Bk FSB		07/08/2015	250,000.00	252,276.00	250,000.00	1.650	A-	1.422	920	07/09/2018
06740KJH1	15091601	Barclays Bank Delaware		09/16/2015	250,000.00	251,835.78	250,000.00	1.600	NR	1.379	990	09/17/2018
14042RAG6	15093001	Capital One NA		09/30/2015	250,000.00	252,065.23	250,000.00	1.650	BBB+	1.422	1,004	10/01/2018
02587DC71	15100701	American Express Centurion Bnk		10/07/2015	250,000.00	254,229.53	250,000.00	2.000	A-	2.001	1,375	10/07/2019
94986TUG0	15063002	Wells Fargo Bank		06/30/2015	250,000.00	248,387.50	250,000.00	1.500	AA-	1.502	1,642	06/30/2020

City of Milpitas
Portfolio Management
Portfolio Details - Investments
December 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
		Subtotal and Average	3,500,000.00		3,500,000.00	3,512,547.71	3,500,000.00			1.320	837
		Total and Average	167,352,009.39		167,736,040.26	167,579,203.97	167,737,006.53			0.869	473

City of Milpitas
Portfolio Management
Portfolio Details - Cash
December 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
Money Market Funds											
SYS1000	1000	Cash in Bank			288,904.00	288,904.00	288,904.00	0.160		0.160	1
SYS1000	131127930	Cash in Bank			48,937.56	48,937.56	48,937.56	0.020		0.020	1
SYS1030	1030A	Cash with Fiscal Agent			1,474,709.40	1,474,709.40	1,474,709.40			0.000	1
SYS1030	1030B	Cash with Fiscal Agent			15,227.74	15,227.74	15,227.74			0.000	1
		Average Balance	**0.00**								**1**
		Total Cash and Investments	**167,352,009.39**		**169,563,818.96**	**169,406,982.67**	**169,564,785.23**			**0.869**	**473**

City of Milpitas
Portfolio Management
Activity By Type
December 1, 2015 through December 31, 2015

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
LAIF (Monthly Summary)							
SYS82000010	82000010	Local Agency Invest. Fd - City	0.400		4,700,000.00	2,000,000.00	
SYS97090401	97090401	Local Agency Invest. Fd - MPFA	0.400		3,000,000.00	0.00	
		Subtotal			**7,700,000.00**	**2,000,000.00**	**44,800,000.00**
Money Market Funds (Monthly Summary)							
SYS1000	1000	Cash in Bank	0.160		288,904.00	486,760.00	
SYS1000	131127930	Cash in Bank	0.020		0.78	15,396.67	
SYS	150601930	Dreyfus Treasury & Agency Fund	0.050		3.70	0.00	
SYS1030	1030A	Cash with Fiscal Agent			1,474,709.40	1,474,701.55	
SYS1030	1030B	Cash with Fiscal Agent			15,227.74	15,228.12	
HBOC	150701103	Heritage Bank of Commerce			128,423.35	106,202.96	
SYS	150317319	U S Bank	0.010		0.22	116,979.25	
		Subtotal			**1,907,269.19**	**2,215,268.55**	**428,299.34**
Corporate Notes							
822582AU6	12120601	Shell Int'l Finance BV	0.625	12/04/2015	0.00	1,000,000.00	
		Subtotal			**0.00**	**1,000,000.00**	**14,040,692.81**
Federal Agency							
		Subtotal					**72,998,149.33**
Treasury Coupon Securities							
		Subtotal					**31,962,124.13**
GNMA							
36217FKE8	87042001A	GNMA	8.000	12/15/2015	0.00	376.46	
362174T46	87042001C	GNMA	8.000	12/15/2015	0.00	128.69	
36216NNL3	88021601A	GNMA	9.500	12/15/2015	0.00	70.15	
		Subtotal			**0.00**	**575.30**	**7,740.92**
Negotiable CDs -2							
		Subtotal					**3,500,000.00**
		Total			**9,607,269.19**	**5,215,843.85**	**167,737,006.53**

City of Milpitas

Investment Broker Dealer List

Dreyfus Institutional Services

Mischler Financial Group, Inc.

Morgan Stanley Smith Barney

State of California Local Agency Investment Fund

US Bank, N.A.

Vining Sparks IBG, L.P.