

City of Hallandale Beach

Investment Performance Review
Quarter Ended June 30, 2010



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Table of Contents

Tab I.

Section A Market Review

Tab II.

Section B Executive Summary & Investment Portfolio Performance

Section C Asset Allocation Chart

Tab III.

June 30, 2010 PFM Month-End Statement

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Investors who employed defensive strategies were rewarded in the second quarter as the European sovereign debt crisis dominated all markets, punishing global stock markets, widening credit spreads and pushing some U.S. Treasury yields down to all-time lows.

The sovereign debt crisis, a product of years of poor fiscal policies and over spending, will create significant financial headwinds in the future. It will also likely be one of the main challenges for global economies and investor confidence over the next few months. Additionally, some recent economic indicators suggest that the recovery may be losing momentum. Despite continued growth in GDP, weaknesses still exist throughout the economy with high unemployment, a depressed real estate sector and demands for government austerity threatening to slow what is to date only a modest recovery.

If the sovereign debt crisis is resolved and the recovery picks up speed again, ongoing volatility and the prospect for higher interest rates will continue to justify defensive strategies that are aimed at producing competitive absolute returns while limiting downside market risk.

Defensive strategies focus on maintaining durations short of benchmarks to protect against declines in market value while overweighting U.S. Treasuries and other instruments in the safest asset classes. These strategies are designed to produce competitive absolute returns while simultaneously mitigating market risk.

Interest Rates and Returns

Through the first quarter of 2010, strength in the manufacturing sector, a rise in personal spending, and better-than-expected employment reports caused U.S. Treasury yields to continue their upward trend. However, by mid-April, investor sentiment changed as the European crisis took center stage.

As fear of contagion gripped global markets, investors fled from riskier asset classes and began aggressively purchasing U.S. Treasuries, bidding up prices and sending yields sharply lower. By the end of the quarter, the 2-year U.S. Treasury Note had fallen by 0.40% to its all-time low of 0.61%. Longer-term maturities experienced an even greater decline; the 10-year U.S. Treasury Note plummeted by 0.87% to a yield of 2.95%. The following table illustrates quarter-end yields for various U.S. Treasury securities.

In response to the panic-driven flight to quality, the June statement of the Federal Open Market Committee explicitly recognized the overseas challenges

and re-stated a pledge to maintain the Federal Funds target rate at a range of 0.00% to 0.25% for “an extended period.” The market now predicts that the Fed will be on hold at least through the end of the year as illustrated by Fed Funds futures contracts.

Summary of U.S. Treasury Security Yields

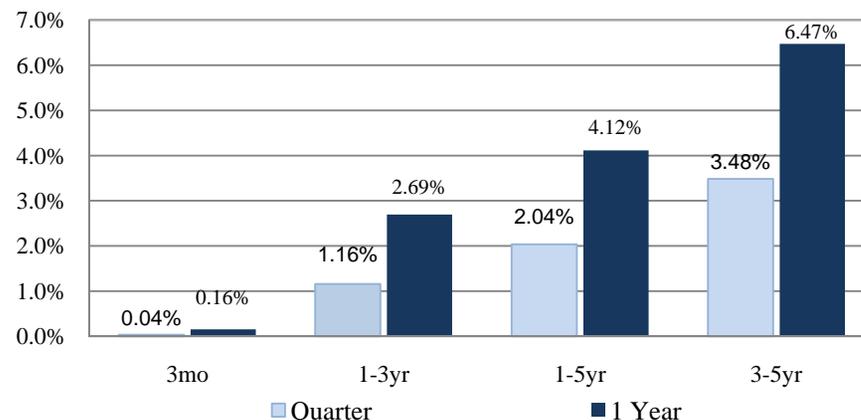
Quarter Ending	3M	6M	1Y	2Y	3Y	5Y	10Y
June 2010	0.17%	0.22%	0.32%	0.61%	0.98%	1.79%	2.95%
March 2010	0.15%	0.23%	0.38%	1.02%	1.57%	2.54%	3.83%
Change over Quarter	0.02%	-0.01%	-0.06%	-0.41%	-0.59%	-0.75%	-0.88%
June 2009	0.18%	0.34%	0.48%	1.11%	1.62%	2.56%	3.53%
Change over Year	-0.01%	-0.12%	-0.16%	-0.50%	-0.64%	-0.77%	-0.58%

Source data: Bloomberg

With the decline in interest rates, the market values of fixed-income portfolios increased. As the accompanying chart illustrates, portfolios with longer durations outperformed those with shorter durations. During the quarter the 1-3 year U.S. Treasury Note Index benchmark returned 1.16% (4.73% annualized), while the 3-5 year U.S. Treasury Note index benchmark returned 3.48% (14.72% annualized). The duration of the 3-5 year U.S. Treasury Note Index benchmark was 3.80 versus 1.82 for the 1-3 year U.S. Treasury Note Index benchmark.

Merrill Lynch U.S. Treasury Indices

Quarterly and 12-Month Total Return as of June 30, 2010

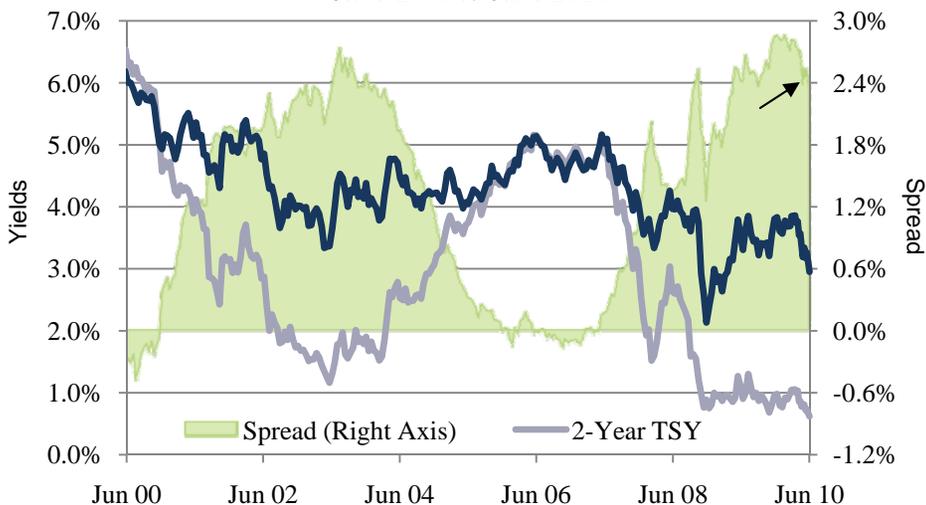


Source data: Bloomberg

The yield curve remained at historically steep levels through April 2010 before flattening slightly as a fixed income market rally took hold. At the beginning of the quarter, the difference between two and ten year U.S. Treasury rates was 2.81%. By quarter end, the difference was 2.33%. With short-term rates at or near historic lows and investors chasing yield at any cost, some speculate that the steepness of the U.S. Treasury curve may be evidence that a new bubble may soon develop.

U.S. Treasury Yields and Yield Curve Steepness

June 2000 to June 2010



Source data: Bloomberg

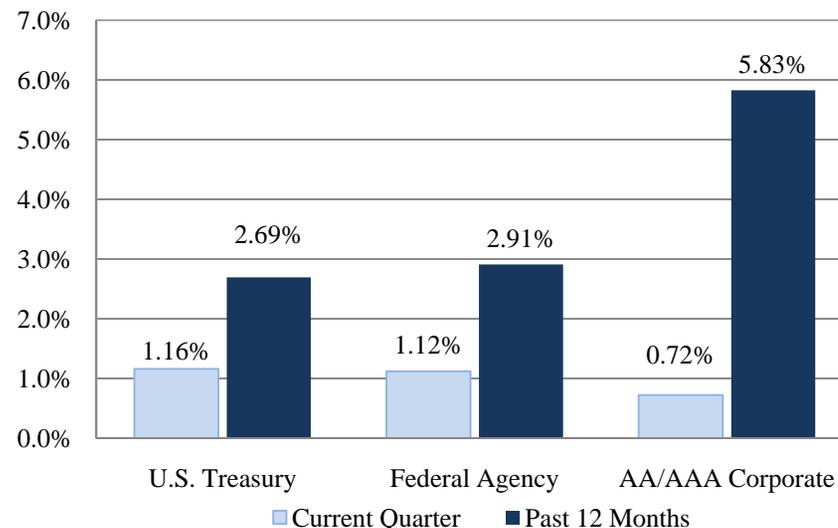
Interest Rate Spreads

The difference, or spread, between interest rates on risk-free U.S. Treasury obligations and other asset classes widened during the second quarter. Fears of solvency contagion caused corporate bond spreads to widen during the period. As the next chart shows, this led high-quality (AA/AAA) corporate bonds to underperform U.S. Treasury and federal agency benchmarks of comparable duration by a significant margin. This demonstrates how during times of volatility defensive strategies may outperform strategies which rely on riskier, higher-yielding securities. With high volatility expected to continue through the remainder of the year, we will continue to rely on the safest asset classes of securities and continue to implement defensive strategies to help protect the

market value of portfolios and give us the flexibility to restructure when appropriate.

Duration Adjusted Returns of Merrill Lynch 1-3 Year Indices

Quarterly and 12-Month Total Return as of June 30, 2010



Source data: Bloomberg

Duration-adjusted return incorporates an adjustment to the market value return (but not the income return) of each benchmark to account for their varied durations, making it easier for investors to assess the relative risk and return of benchmarks of different lengths.

The Economy

With increased investor anxiety about spiraling fiscal deficits and mounting sovereign debt, the world leaders at the G20 Summit in June pledged to cut budget deficits by 2013. Paradoxically, in order to cut budget deficits governments must reduce spending, which in turn negatively impacts GDP growth – government spending accounts for a significant portion of GDP. Decreased spending by governments can be detrimental to employment and aggregate demand, which may cause the private sector to refrain from making large business investments or hiring additional workers during this period of uncertainty. Unfortunately, with the economy already suffering from the after-effects of recession, the private sector may not have enough strength to continue to be the catalyst for economic recovery.

During the first quarter, the U.S. economy expanded at a 2.7% rate, revised downwards from 3.2% that was initially reported in April. Current estimates are for the economy to expand at a rate of 3.3% for the entire year. Early reports suggest that corporations will continue to generate strong earnings. Although the oil spill in the Gulf Coast has had a devastating environmental impact and is expected to strain tourism and tourism-related industries, it is not expected to have an impact on overall U.S. GDP growth.

Although the U.S. manufacturing sector continues to expand, the pace of expansion has recently slowed. This trend has continued globally as evidenced by the China Manufacturing PMI Index and Eurozone Manufacturing PMI Market Survey (two surveys that are similar in form to the ISM Manufacturing Index), which showed a declining pace in the expansion of manufacturing. Some believe this provides further evidence that the overall recovery is losing momentum, both globally and domestically.

For many observers, the health of the economy is viewed from the perspective of employment and the housing market in the United States. During the second quarter, non-farm payrolls increased by 621,000. Although this would appear to be a strong result, much of this hiring is attributable to the government hiring census workers. These jobs are only temporary and started to disappear in June. Initial jobless claims remained above 450,000 in June for the sixth straight month. The unemployment rate ended the quarter at 9.5%, which is less than the 9.8% economists expected.

The housing market has been mixed in recent months as the Case-Shiller Home Price Indices showed home prices in major metropolitan areas increased throughout the quarter. Year-over-year, the 20-city composite index is up. However, new home sales in May decreased by 33% to the lowest level since 1963 as the federal homebuyer tax credit expired, leading some economists to speculate that demand for housing is not strong enough without the tax credit.

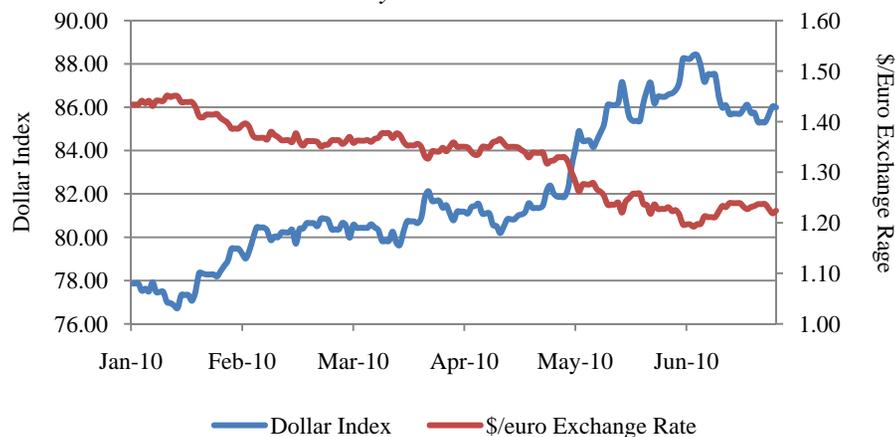
The banking sector showed some signs of strength, although bank failures remained problematic. During the second quarter, 48 banks failed, raising the year-to-date total to 85. The number of banks on the FDIC's problem list increased by 73 to 775 banks and \$431 billion of assets. The FDIC's problem list consists of banks the FDIC is closely monitoring due to concerns regarding solvency. This problem list accounts for approximately 9.8% of all banks reporting to the FDIC and 3% of total system assets. Ninety-one banks and thrifts skipped the May dividend payment under the Troubled Asset Relief Program, or TARP. It was the first missed payment for 23 of the banks. However, with home prices finally stabilizing, the banking sector was able to

reduce the rate of reserves to cover non-performing loans. Loan loss provisions and write-offs were down 16.6% year-over-year. During the quarter ending March 31, 2010, banks and institutions insured by the FDIC posted an \$18 billion profit, and more than half (52.2%) of banks reported growth in net income.

The sovereign debt crisis focused investors on the global economy to help formulate opinions regarding the recovery and guide investment strategies. The sovereign debt crisis stems from concerns that the debt-to-GDP and/or budget-deficit-to-GDP ratios of several countries—most notably Greece, Portugal, and Spain—exceeds thresholds as established in the 1997 Stability and Growth Pact, an agreement among all members of the European Union. Greek, Portuguese, and Spanish credit default swaps (“CDS”), derivative contracts that transfer default risk from the buyer of the CDS to the seller, reached record highs during the quarter. Meanwhile, Standard and Poor's and Moody's downgraded Greece's sovereign debt to junk status. The rating agencies also have taken steps, albeit less severe, to reduce the credit ratings of Portugal and Spain.

The debt crisis caused the Euro to tumble by 12.3% in value relative to the U.S. dollar in the first half of the year. As illustrated in the chart on the next page, the U.S. dollar also has strengthened relative to other currencies. The U.S. Dollar Index, a measure of the value of the dollar versus a basket of foreign currencies including the euro, Japanese yen, Pound sterling, Canadian dollar, Swiss franc, and Swedish krona, increased by 8.4% since the beginning of 2010.

Although a stronger U.S. dollar increases the purchasing power of U.S. consumers, a rapid change can have destabilizing effects. In order to ensure ample liquidity in the U.S. dollar market, the Federal Open Market Committee in May authorized the re-establishment of currency swap lines through January 2011. These currency swap lines are with other central banks including the European Central Bank, Bank of Japan, Bank of England, Bank of Canada, and Swiss National Bank. Currency swap lines are arrangements designed to enhance liquidity in U.S. dollars to overseas markets in which the Fed and a counterparty trade a fixed amount of currency at current market rates, while agreeing to swap back at the same rate in the future.

Dollar Index vs. Dollar/Euro Exchange Rate*January 2010 - June 2010**Source data: Bloomberg*

Gold, considered a safe haven in times of financial instability, continued to make record highs and finished the quarter up 10.7% while the Dow Jones Industrial Average and S&P 500 Index declined by 11.35% and 12.51%, respectively, during the quarter. By June 30, 2010, the Dow Jones Industrial Average and S&P 500 Index had fallen by 7.11% and 8.30% from December 31, 2009 levels.

Outlook

Despite tumultuous market conditions, economists are projecting GDP growth in the range of 3.3% for the second quarter of 2010. Growth is expected to taper off for the remainder of the year, to the 2.8% to 3.0% range.

The challenges of a weak housing market, high unemployment rate, modest income growth, and tight credit remain. The sovereign debt crisis and, more importantly, the austerity measures governments put in place to provide relief will have a significant effect on the global recovery. Increasing taxes and decreasing government spending may smother the embers of a fragile economic recovery.

With volatility expected to remain high for the foreseeable future, we will continue to employ defensive strategies. With rates at such low levels, we will continue to maintain shorter durations relative to benchmarks because a rate rise will depress returns of longer-duration portfolios. Additionally, we will

continue to underweight investments with a credit component, including corporate obligations and, to a degree, federal agency instruments. While these defensive strategies may underperform over the short-run if interest rates remain at current levels or decline even further, defensive strategies should perform well through the next leg of the business cycle when rates rise toward historic norms.

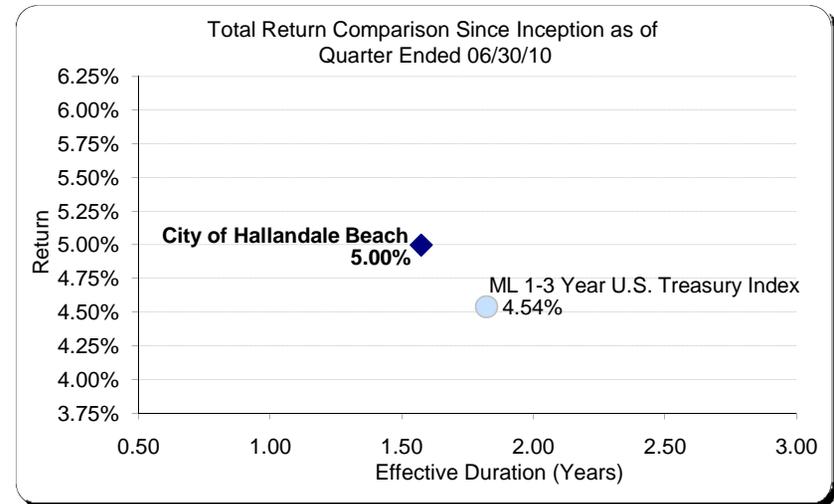
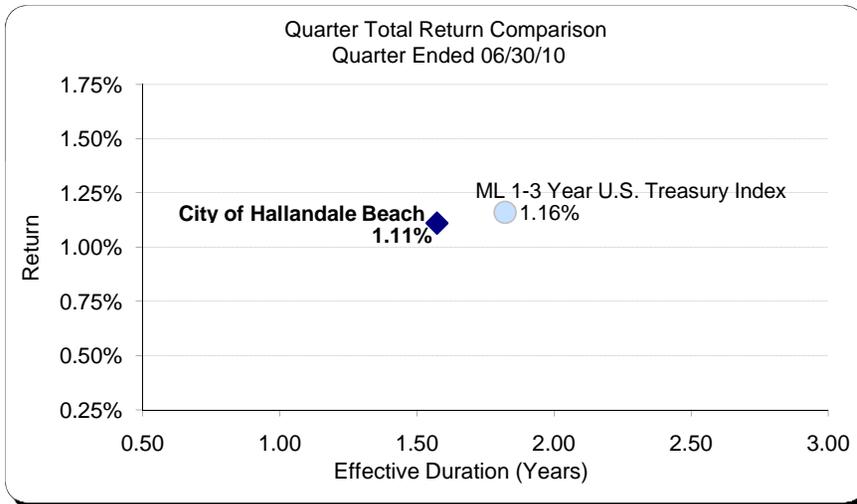
Executive Summary

PORTFOLIO STRATEGY

- The City of Hallandale Beach's Investment Portfolio is of high credit quality and maintains adequate liquidity. The portfolio is invested entirely in Federal Agency, U.S. Treasury, FDIC guaranteed corporate and corporate securities. The securities are allocated among high quality issuers rated AAA and AA+.
- 2-year U.S. Treasury rates ended the quarter at record lows, falling over 0.40% from 1.06% on April 1, 2010 to 0.61% on June 30, 2010. Continued fallout from the European debt crisis was a large driver of the flight to quality that characterized the second quarter. Concerns of slower than expected global growth compounded with low inflation forecasts in the United States led market participants to increase demand for U.S. Treasuries, driving intermediate-term rates to their lowest levels ever.
- Spreads between U.S. Treasuries and Federal Agencies widened from 0.16% in the beginning of April to 0.29% in mid-May, closer to their 10-year historical average of 0.35%. By the end of the quarter, 2-year spreads had narrowed to 0.20%.
- At the June FOMC meeting, the Fed continued to call for "an extended period" of low rates. At the beginning of the quarter, investors in the federal funds futures market were betting that the Fed would first raise its target rate to 0.50% by the end of 2010. By the end of the quarter, investors did not expect that increase to occur until the middle of 2011.
- There are signs of growing strength in the U.S. economy, including robust manufacturing, positive GDP growth, and rising non-farm payrolls. Still, the current high level of unemployment, weakness in the housing sector, and slowed global growth are keeping a full recovery in check. Additionally, as long as inflation does not present a problem, the Fed is likely to continue expansionary monetary policy, keeping its target rate low.
- During the quarter, we found value in floating rate federal agency notes. Floating rate notes offer a yield advantage over bulleted securities of comparable durations as well as some protection in a rising interest rate environment. Additionally, they do not add significantly to the portfolio's overall duration and, thus, can be purchased in a barbell structure with longer-dated securities.
- We continued to emphasize safety and liquidity in our management of the portfolio. During this period of historically low interest rates, we relied heavily on active management to safely enhance the portfolio's long-term performance.
- At the beginning of the quarter, we targeted a duration of 90-95% of the benchmark duration in order to benefit from the yield and roll down offered by the steep yield curve. We were slightly short of the benchmark to provide some market value protection if rates rose quickly. Over the quarter, as rates decreased, we allowed the duration of the portfolio to drift shorter to 82-87% of the benchmark duration in anticipation of rising rates. As a result of being shorter than the benchmark, the portfolio's return of 1.11%, slightly underperformed the benchmark's return of 1.16% by 5 basis points (0.05%). We will continue to position the portfolio short of the benchmark in this period of historic low interest rates to limit interest rate risk and the market value erosion that will occur if rates rise.
- PFM will continue to follow the prudent investment strategies that have safely provided the City with favorable long-term performance during this period of historic low interest rates.
- With intermediate-term rates at their lowest levels ever, PFM seeks to preserve market value in the event interest rates rise by positioning portfolio duration near 85% of the benchmark duration. While this positioning gives up yield and roll down in the short-run, we aim to protect against potential market value losses and possible negative returns for the benchmark if rates rise. As interest rates rise, we will begin bringing the portfolio's duration more in line with that of the benchmark.
- We will continue to follow the markets carefully for opportunities to actively manage the portfolio through duration adjustments and purchases in the federal agency and corporate sectors. As sector spreads begin to widen closer to historical averages, we plan to decrease our allocation to Treasuries and increase our allocation to other sectors.
- In the coming quarter, we will continue to use floating rate notes in a barbell structure with longer-dated securities. This offers both the yield advantage of securities further out on the yield curve and shorter-term securities that will reset their rates periodically, which acts as a safeguard in a rising interest rate environment.
- Additionally, we are planning to purchase "cushion callables," which are callable federal agency securities with higher than market coupons. They offer an attractive yield compared with bulleted agencies of similar duration. The higher than market coupons mean they will more than likely be called allowing the portfolio to pickup additional income without having a significant impact on duration.

Investment Portfolio Performance

Total Portfolio Value^{1,2}		June 30, 2010	March 31, 2010			
	Market Value	\$47,778,580.19	\$47,254,145.11			
	Amortized Cost	\$47,317,925.47	\$47,043,402.69			
Total Return^{1,2,3,4,5,6,7,8}		Quarterly Return June 30, 2010	Calendar Year to Date	Last 12 Months	Last 24 Months	Since Inception December 31, 2005
Investment Portfolio		1.11%	1.86%	2.68%	4.29%	5.00%
Merril Lynch 1-3 Year U.S. Treasury Index		1.16%	1.87%	2.69%	3.54%	4.54%
Effective Duration(Years)⁴		June 30, 2010	March 31, 2010	Yields	June 30, 2010	March 31, 2010
Investment Portfolio		1.57	1.73	Yield at Market	0.84%	1.35%
Merril Lynch 1-3 Year U.S. Treasury Index		1.82	1.84	Yield at Cost	1.38%	1.63%
Portfolio Duration % of Benchmark Duration		86%	94%			

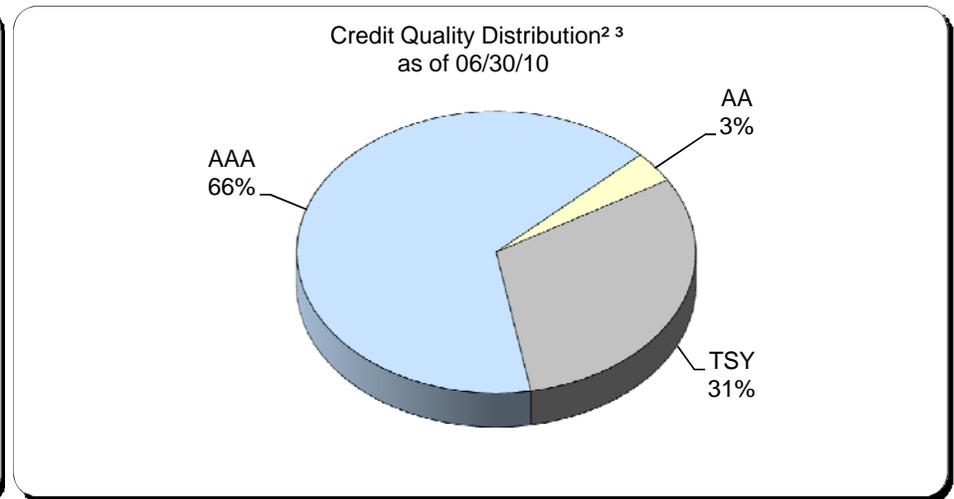
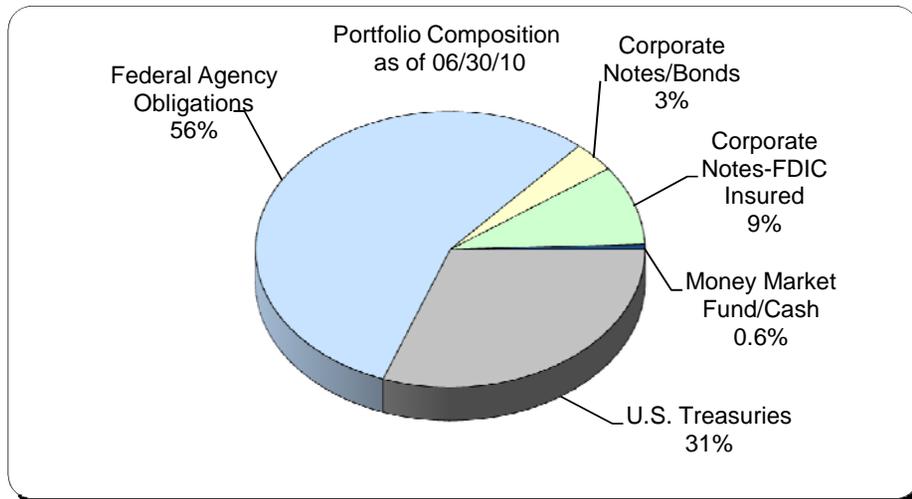


Notes:

1. In order to comply with GASB accrual accounting reporting requirements; forward settling trades are included in the monthly balances.
2. End of quarter trade-date market values of portfolio holdings, including accrued interest.
3. Performance on trade date basis, gross (i.e., before fees), is in accordance with The CFA Institute's Global Investment Performance Standards (GIPS).
4. Merrill Lynch Indices provided by Bloomberg Financial Markets.
5. Quarterly returns are presented on both an unannualized and annualized basis. The annualized return assumes the quarterly return is compounded at the same rate for four quarters and is presented for reference only. The actual annual return will be the result of chaining the most recent four quarterly returns.
6. Includes money market fund/cash in performance and duration computations.
7. Returns presented for 12 months or longer are presented on an annual basis.
8. Past performance is not indicative of future results.

Investment Portfolio Composition and Credit Quality Characteristics

<u>Security Type¹</u>	<u>June 30, 2010</u>	<u>% of Portfolio</u>	<u>March 31, 2010</u>	<u>% of Portfolio</u>
U.S. Treasuries	\$14,619,016.25	30.6%	\$12,815,961.59	27.1%
Federal Agencies	26,705,444.57	55.9%	28,192,908.58	59.7%
Commercial Paper	0.00	0.0%	0.00	0.0%
Certificates of Deposit	0.00	0.0%	0.00	0.0%
Bankers Acceptances	0.00	0.0%	0.00	0.0%
Repurchase Agreements	0.00	0.0%	0.00	0.0%
Municipal Obligations	0.00	0.0%	0.00	0.0%
Corporate Notes/Bonds	1,704,205.19	3.6%	1,693,266.14	3.6%
Corporate Notes-FDIC Insured	4,466,598.85	9.3%	4,485,428.89	9.4%
Mortgage Backed	0.00	0.0%	0.00	0.0%
Money Market Fund/Cash	283,315.33	0.6%	66,579.91	0.1%
Totals	\$47,778,580.19	100.0%	\$47,254,145.11	99.9%

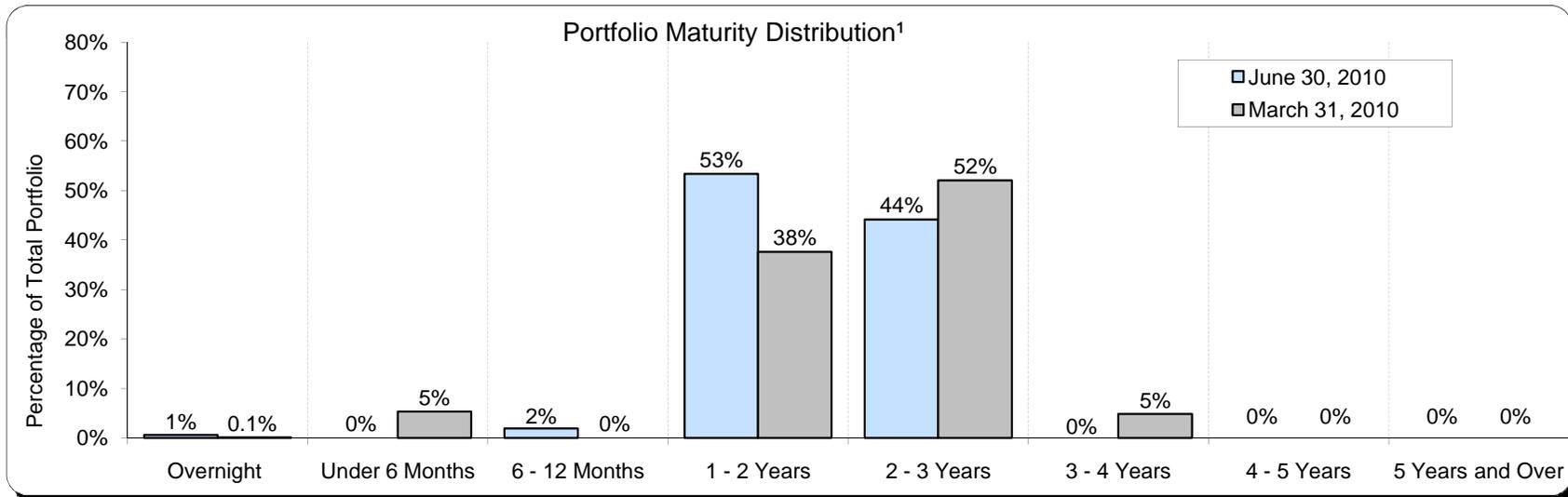


Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. Credit rating of securities held in portfolio, exclusive of money market fund/LGIP.
3. A rating of "TSY" indicates the security is an obligation of, or explicitly guaranteed by the U. S. Government.

Investment Portfolio Maturity Distribution

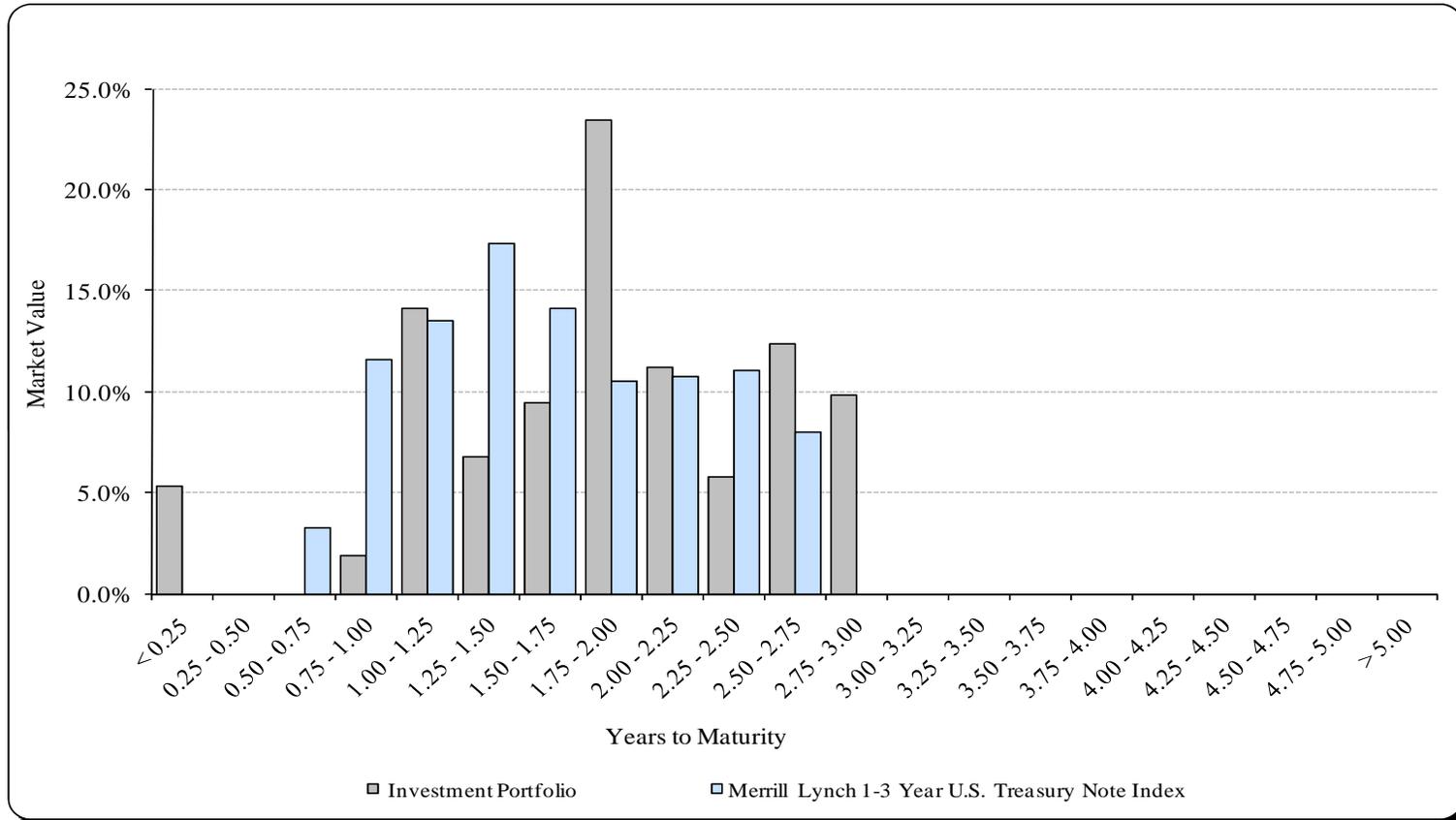
<u>Maturity Distribution¹</u>	<u>June 30, 2010</u>	<u>March 31, 2010</u>
Overnight (Money Market Fund)	\$283,315.33	\$66,579.91
Under 6 Months	0.00	2,518,495.66
6 - 12 Months	898,925.40	0.00
1 - 2 Years	25,506,434.40	17,784,374.89
2 - 3 Years	21,089,905.06	24,595,547.77
3 - 4 Years	0.00	2,289,146.88
4 - 5 Years	0.00	0.00
5 Years and Over	0.00	0.00
Totals	\$47,778,580.19	\$47,254,145.11



Notes:

1. Callable securities in portfolio are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.

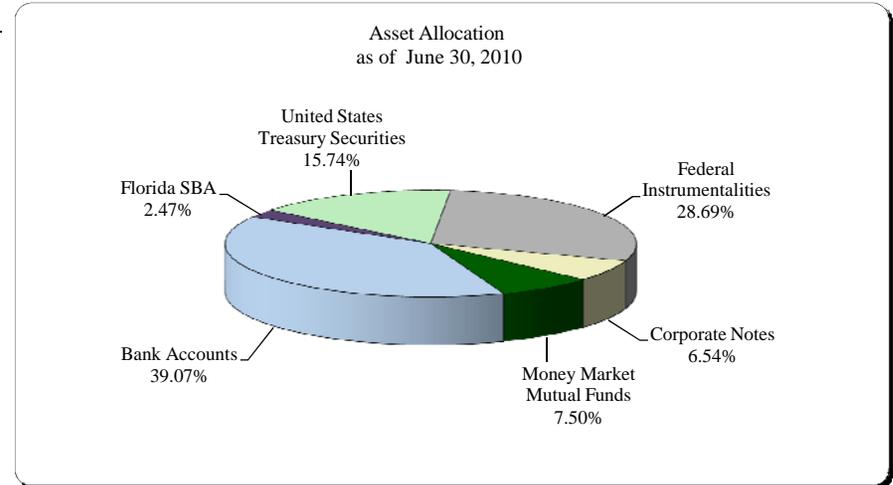
Investment Portfolio Maturity Distribution versus the Benchmark¹



Notes:

1. Due to the nature of the security, Mortgage-Backed Securities are represented based on their average life maturity rather than their final maturity.

Security Type ⁴	June 30, 2010	Notes	Permitted by Policy
Florida SBA	2.47%		100%
United States Treasury Securities	15.74%		100%
United States Government Agency Securities	0.00%		100%
Federal Instrumentalities	28.69%	1	100%
Certificates of Deposit	0.00%		10%
Repurchase Agreements	0.00%		20%
Commercial Paper	0.00%		25%
Corporate Notes	6.54%		15%
Mortgage-Backed Securities	0.00%	1	40%
Bankers' Acceptances	0.00%		25%
State and/or Local Government Debt	0.00%		25%
Money Market Mutual Funds	7.50%		20%
Intergovernmental Investment Pool	0.00%		25%
Bank Accounts	39.07%	3	100%



Individual Issuer Breakdown	June 30, 2010	Notes	Permitted by Policy
Government National Mortgage Association (GNMA)	0.00%		40%
US Export-Import Bank (Ex-Im)	0.00%		40%
Farmers Home Administration (FMHA)	0.00%		40%
Federal Financing Bank	0.00%		40%
Federal Housing Administration (FHA)	0.00%		40%
General Services Administration	0.00%		40%
New Communities Act Debentures	0.00%		40%
US Public Housing Notes & Bonds	0.00%		40%
US Dept. of Housing and Urban Development	0.00%		40%
Federal Farm Credit Bank (FFCB)	4.48%		40%
Federal Home Loan Bank (FHLB)	8.17%		40%
Federal National Mortgage Association (FNMA)	11.75%		40%
Federal Home Loan Mortgage Corporation (FHLMC)	4.29%		40%
Student Loan Marketing Association (SLMA)	0.00%		0%

Individual Issuer Breakdown	June 30, 2010	Notes	Permitted by Policy
CD - Bank A	0.00%		10%
CD - Bank B	0.00%		10%
Fully collateralized Repo - A	0.00%		10%
Fully collateralized Repo - B	0.00%		10%
CP A	0.00%		5%
CP B	0.00%		5%
CP C	0.00%		5%
General Electric Corporate Notes	1.81%		5%
Morgan Stanley FDIC Corporate Notes	1.44%		5%
Citigroup FDIC Corporate Notes	1.08%		5%
Bank of America Corporate Notes - FDIC insured	2.21%		5%
Corporate Notes B - FDIC insured	0.00%		5%
BA Bank A	0.00%		5%
BA Bank B	0.00%		5%
Money Market Fund - PFM Funds	7.50%	2	10%
City National Bank Account	31.91%	3	100%
Bank of America Bank Account	7.16%	3	100%
Wachovia Bank Account - Payroll	0.00%		100%

Notes:

1. The combined total of Federal Instrumentalities and Mortgage Backed Securities can not be more than 100%. The combined total as of June 30, 2010 is 28.69%.
 2. In September 2008 CCRF Money Market fund became PFM Funds.
 3. Managed by the City.
 4. End of month trade-date amortized cost of portfolio holdings, including accrued interest.
- * No Bond Proceeds



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ACCOUNT STATEMENT

For the Month Ending
June 30, 2010

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Contents

- Cover/Disclosures
- Summary Statement
- Individual Accounts

Accounts included in Statement

33880100 CITY OF HALLANDALE BEACH INV PORT

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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; therefore 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.

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 from purchase date to maturity, stated as a percentage.

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



Managed Account Summary Statement

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Transaction Summary - Managed Account	
Opening Market Value	\$47,277,151.39
Maturities/Calls	(1,950,000.00)
Principal Dispositions	(11,160,253.71)
Principal Acquisitions	13,053,568.72
Unsettled Trades	0.00
Change in Current Value	169,081.98
Closing Market Value	\$47,389,548.38

Cash Transactions Summary - Managed Account	
Maturities/Calls	1,950,000.00
Sale Proceeds	11,203,164.14
Coupon/Interest Income	116,807.66
Principal Payments	0.00
Security Purchases	(13,070,910.35)
Net Cash Contribution	(0.01)
Reconciling Transactions	0.00

Earnings Reconciliation (Cash Basis) - Managed Account	
Interest/Coupons Received	159,718.10
Less Purchased Interest Related to Interest/Coupons	(17,341.63)
Plus Net Realized Gains/Losses	42,150.42
Total Cash Basis Earnings	\$184,526.89

Cash Balance	
Closing Cash Balance	\$283,315.33

Earnings Reconciliation (Accrual Basis)		Total
Ending Amortized Value of Securities		46,928,893.66
Ending Accrued Interest		105,716.48
Plus Proceeds from Sales		11,203,164.14
Plus Proceeds of Maturities/Calls/Principal Payments		1,950,000.00
Plus Coupons Received		116,807.66
Less Cost of New Purchases		(13,070,910.35)
Less Beginning Amortized Value of Securities		(46,946,106.65)
Less Beginning Accrued Interest		(186,172.27)
Total Accrual Basis Earnings		\$101,392.67



Portfolio Summary and Statistics

For the Month Ending **June 30, 2010**

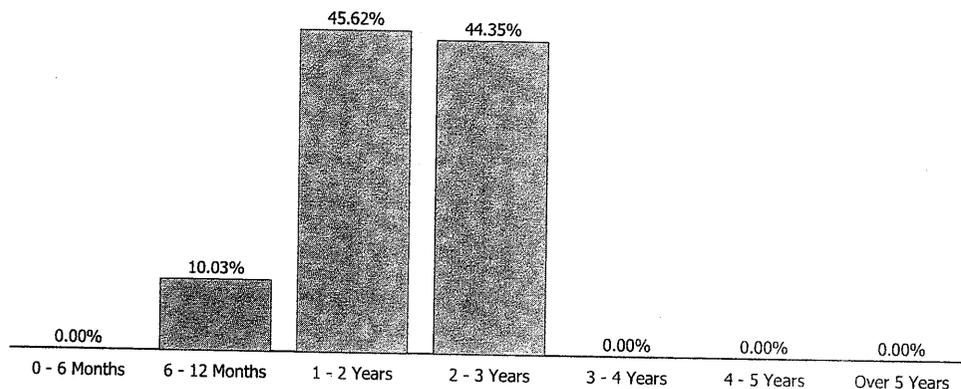
CITY OF HALLANDALE BEACH INV PORT - 33880100

Account Summary

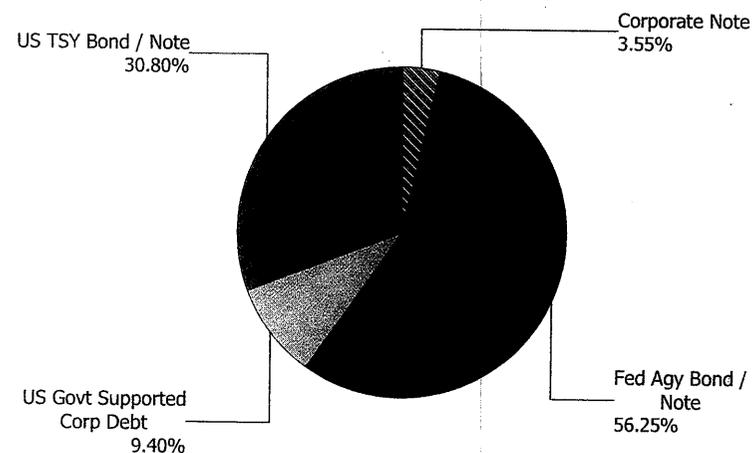
Description	Par Value	Market Value	Percent
U.S. Treasury Bond / Note	14,440,000.00	14,594,060.06	30.80
U.S. Government Supported Corporate Debt	4,327,000.00	4,454,131.28	9.40
Federal Agency Bond / Note	26,425,000.00	26,659,328.24	56.25
Corporate Note	1,650,000.00	1,682,028.80	3.55
Managed Account Sub-Total	46,842,000.00	47,389,548.38	100.00%
Accrued Interest		105,716.48	
Total Portfolio	46,842,000.00	47,495,264.86	

Unsettled Trades 0.00 0.00

Maturity Distribution



Sector Allocation



Characteristics

Yield to Maturity at Cost	1.38%
Yield to Maturity at Market	0.84%
Duration to Worst	1.71
Weighted Average Days to Maturity	711



Managed Account Issuer Summary

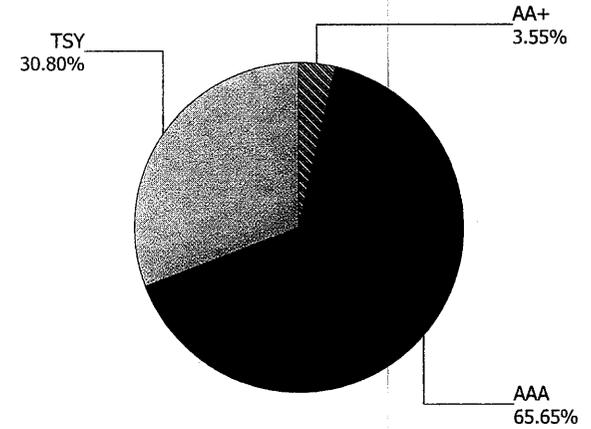
For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Issuer Summary

Issuer	Market Value of Holdings	Percent
BANK OF AMERICA CORP TLGP	2,048,120.00	4.32
CITIGROUP INC	1,031,088.00	2.18
FANNIE MAE	10,903,760.94	23.01
FEDERAL FARM CREDIT BANKS	4,156,574.66	8.77
FEDERAL HOME LOAN BANKS	7,617,859.38	16.07
FREDDIE MAC	3,981,133.26	8.40
GENERAL ELECTRIC CO	1,682,028.80	3.55
MORGAN STANLEY	1,374,923.28	2.90
UNITED STATES TREASURY	14,594,060.06	30.80
Total	\$47,389,548.38	100.00%

Credit Quality (S&P Ratings)





Managed Account Detail of Securities Held

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

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											
US TREASURY NOTES DTD 05/31/2006 4.875% 05/31/2011	912828FH8	860,000.00	TSY	TSY	05/29/08	05/30/08	906,023.44	3.00	3,551.02	874,459.25	895,374.38
US TREASURY NOTES DTD 06/30/2009 1.125% 06/30/2011	912828LF5	1,910,000.00	TSY	TSY	07/28/09	07/29/09	1,913,282.81	1.03	58.39	1,911,714.11	1,923,803.57
US TREASURY NOTES DTD 06/30/2009 1.125% 06/30/2011	912828LF5	1,920,000.00	TSY	TSY	12/23/09	12/24/09	1,933,275.00	0.67	58.70	1,928,730.95	1,933,875.84
US TREASURY NOTES DTD 07/31/2009 1.000% 07/31/2011	912828LG3	900,000.00	TSY	TSY	06/10/10	06/11/10	905,167.97	0.49	3,754.14	904,918.10	905,625.00
US TREASURY NOTES DTD 12/31/2009 1.000% 12/31/2011	912828ML1	1,190,000.00	TSY	TSY	06/21/10	06/22/10	1,197,391.02	0.59	32.34	1,197,271.39	1,198,692.95
US TREASURY NOTES DTD 12/31/2009 1.000% 12/31/2011	912828ML1	1,220,000.00	TSY	TSY	01/21/10	01/22/10	1,222,811.72	0.88	33.15	1,222,176.24	1,228,912.10
US TREASURY NOTES DTD 03/31/2010 1.000% 03/31/2012	912828MU1	190,000.00	TSY	TSY	06/21/10	06/22/10	191,135.55	0.66	477.60	191,119.91	191,440.20
US TREASURY NOTES DTD 03/31/2010 1.000% 03/31/2012	912828MU1	560,000.00	TSY	TSY	04/06/10	04/08/10	558,534.37	1.13	1,407.65	558,703.10	564,244.80
US TREASURY NOTES DTD 04/30/2010 1.000% 04/30/2012	912828NB2	1,900,000.00	TSY	TSY	05/26/10	05/28/10	1,907,496.09	0.79	3,201.09	1,907,138.66	1,914,250.00
US TREASURY NOTES DTD 01/15/2010 1.375% 01/15/2013	912828MG2	990,000.00	TSY	TSY	06/22/10	06/23/10	999,938.67	0.98	6,279.80	999,854.57	1,003,303.62
US TREASURY NOTES DTD 03/15/2010 1.375% 03/15/2013	912828MT4	520,000.00	TSY	TSY	03/18/10	03/19/10	517,968.75	1.51	2,098.37	518,157.34	526,744.40
US TREASURY NOTES DTD 05/15/2010 1.375% 05/15/2013	912828NC0	2,280,000.00	TSY	TSY	06/02/10	06/07/10	2,287,748.44	1.26	4,003.94	2,287,579.77	2,307,793.20
Security Type Sub-Total		14,440,000.00					14,540,773.83	1.04	24,956.19	14,501,823.39	14,594,060.06
U.S. Government Supported Corporate Debt											
MORGAN STANLEY (FDIC) GLOBAL NOTES DTD 12/02/2008 3.250% 12/01/2011	61757UAB6	1,327,000.00	AAA	Aaa	11/26/08	12/02/08	1,326,548.82	3.26	3,593.96	1,326,780.91	1,374,923.28





Managed Account Detail of Securities Held

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

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. Government Supported Corporate Debt											
CITIGROUP INC (FDIC) GLOBAL NOTE DTD 12/09/2008 2.875% 12/09/2011	17313UAA7	1,000,000.00	AAA	Aaa	12/02/08	12/09/08	997,520.00	2.96	1,756.94	998,783.54	1,031,088.00
BANK OF AMERICA CORP (FDIC) GLOBAL MTN DTD 01/30/2009 2.100% 04/30/2012	06050BAG6	2,000,000.00	AAA	Aaa	12/23/09	12/24/09	2,035,360.00	1.33	7,116.67	2,027,644.68	2,048,120.00
Security Type Sub-Total		4,327,000.00					4,359,428.82	2.31	12,467.57	4,353,209.13	4,454,131.28
Federal Agency Bond / Note											
FHLMC MTN (FLOATING) DTD 03/26/2010 0.317% 09/26/2011	3128X93D0	1,920,000.00	AAA	Aaa	04/06/10	04/08/10	1,918,291.20	0.28	84.58	1,918,660.92	1,919,673.60
FNMA GLOBAL NOTES DTD 10/09/2009 1.000% 11/23/2011	31398AZN5	800,000.00	AAA	Aaa	10/08/09	10/09/09	798,064.00	1.12	844.44	798,721.63	805,000.00
FHLMC NOTES (CALLABLE) DTD 06/30/2010 0.825% 12/30/2011	3134G1JH8	1,040,000.00	AAA	Aaa	06/29/10	06/30/10	1,040,696.80	0.78	23.83	1,040,695.51	1,041,772.16
FNMA NOTES (CALLABLE) DTD 02/09/2010 1.125% 02/09/2012	3136FJ3V1	1,010,000.00	AAA	Aaa	02/01/10	02/09/10	1,009,091.00	1.17	4,481.88	1,009,268.71	1,010,631.25
FFCB (FLOATING) NOTES DTD 04/23/2010 0.357% 04/23/2012	31331JLP6	2,870,000.00	AAA	Aaa	06/23/10	06/24/10	2,869,471.92	0.37	227.81	2,869,477.80	2,869,405.91
FHLMC GLOBAL NOTES DTD 05/21/2009 1.750% 06/15/2012	3137EACC1	1,000,000.00	AAA	Aaa	07/29/09	07/30/09	998,450.00	1.81	777.78	998,942.17	1,019,687.50
FHLB GLOBAL BONDS DTD 05/29/2009 1.875% 06/20/2012	3133XTS49	1,060,000.00	AAA	Aaa	06/10/09	06/15/09	1,048,605.00	2.25	607.29	1,052,467.12	1,083,187.50
FNMA GLOBAL NOTES DTD 04/19/2010 1.250% 06/22/2012	31398AP71	1,400,000.00	AAA	Aaa	04/15/10	04/19/10	1,398,418.00	1.30	437.50	1,398,555.80	1,413,125.00
FNMA NOTES (CALLABLE) DTD 04/16/2010 1.500% 07/16/2012	31398AM82	2,520,000.00	AAA	Aaa	04/09/10	04/16/10	2,518,488.00	1.53	7,875.00	2,518,627.78	2,520,787.50
FNMA GLOBAL NOTES DTD 06/07/2010 1.125% 07/30/2012	31398AT77	1,555,000.00	AAA	Aaa	06/03/10	06/07/10	1,554,611.25	1.14	1,166.25	1,554,621.02	1,565,204.69





Managed Account Detail of Securities Held

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

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 Bond / Note											
FHLB GLOBAL BONDS DTD 06/18/2010 0.875% 08/22/2012	3133XYWB7	2,010,000.00	AAA	Aaa	06/17/10	06/18/10	2,007,407.10	0.94	635.10	2,007,448.83	2,011,884.38
FHLB STEP CPN BONDS (CALLABLE) DTD 09/30/2009 1.500% 09/25/2012	3133XUZU0	1,040,000.00	AAA	Aaa	09/18/09	09/30/09	1,040,000.00	2.29	4,160.00	1,040,000.00	1,042,600.00
FHLB GLOBAL BONDS DTD 10/05/2007 4.625% 10/10/2012	3133XML66	400,000.00	AAA	Aaa	09/22/09	09/23/09	433,108.00	1.82	4,162.50	424,886.64	434,250.00
FHLB GLOBAL BONDS DTD 10/15/2009 1.625% 11/21/2012	3133XVEM9	1,000,000.00	AAA	Aaa	10/14/09	10/15/09	997,840.00	1.70	1,805.56	998,321.54	1,016,562.50
FFCB BONDS DTD 10/29/2009 1.875% 12/07/2012	31331G2R9	1,260,000.00	AAA	Aaa	10/27/09	10/29/09	1,259,634.60	1.88	1,575.00	1,259,704.68	1,287,168.75
FNMA GLOBAL NOTES DTD 01/15/2010 1.750% 02/22/2013	31398AE24	1,220,000.00	AAA	Aaa	01/14/10	01/15/10	1,218,243.20	1.80	7,650.42	1,218,491.75	1,243,637.50
FHLB GLOBAL BONDS DTD 02/19/2010 1.625% 03/20/2013	3133XX7F8	2,000,000.00	AAA	Aaa	02/18/10	02/19/10	1,996,360.00	1.69	9,118.06	1,996,774.70	2,029,375.00
FNMA GLOBAL NOTES DTD 05/21/2010 1.500% 06/26/2013	31398AT44	2,320,000.00	AAA	Aaa	05/19/10	05/21/10	2,319,582.40	1.51	483.33	2,319,587.20	2,345,375.00
Security Type Sub-Total		26,425,000.00					26,426,362.47	1.30	46,116.33	26,425,253.80	26,659,328.24
Corporate Note											
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 08/13/2009 3.500% 08/13/2012	36962G4E1	650,000.00	AA+	Aa2	08/12/09	08/17/09	649,577.50	3.52	8,720.83	649,697.93	670,924.80
GENERAL ELECTRIC CAPITAL CORP NOTES DTD 01/08/2010 2.800% 01/08/2013	36962G4H4	1,000,000.00	AA+	Aa2	01/05/10	01/08/10	998,710.00	2.85	13,455.56	998,909.41	1,011,104.00
Security Type Sub-Total		1,650,000.00					1,648,287.50	3.12	22,176.39	1,648,607.34	1,682,028.80
Managed Account Sub-Total		46,842,000.00					46,974,852.62	1.38	105,716.48	46,928,893.66	47,389,548.38



Managed Account Detail of Securities Held

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Securities Sub-Total	\$46,842,000.00	\$46,974,852.62	1.38%	\$105,716.48	\$46,928,893.66	\$47,389,548.38
Accrued Interest						\$105,716.48
Total Investments						\$47,495,264.86



Managed Account Fair Market Value & Analytics

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

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	Duration to Worst	YTM at Mkt
U.S. Treasury Bond / Note											
US TREASURY NOTES	DTD 05/31/2006 4.875% 05/31/2011	912828FH8	860,000.00	HSBC		104.11	895,374.38	(10,649.06)	20,915.13	0.90	0.38
US TREASURY NOTES	DTD 06/30/2009 1.125% 06/30/2011	912828LF5	1,910,000.00	JPMCHASE		100.72	1,923,803.57	10,520.76	12,089.46	1.00	0.40
US TREASURY NOTES	DTD 06/30/2009 1.125% 06/30/2011	912828LF5	1,920,000.00	CITIGRP		100.72	1,933,875.84	600.84	5,144.89	1.00	0.40
US TREASURY NOTES	DTD 07/31/2009 1.000% 07/31/2011	912828LG3	900,000.00	BK AMER		100.63	905,625.00	457.03	706.90	1.08	0.42
US TREASURY NOTES	DTD 12/31/2009 1.000% 12/31/2011	912828ML1	1,190,000.00	BARCLAYS		100.73	1,198,692.95	1,301.93	1,421.56	1.49	0.51
US TREASURY NOTES	DTD 12/31/2009 1.000% 12/31/2011	912828ML1	1,220,000.00	CITIGRP		100.73	1,228,912.10	6,100.38	6,735.86	1.49	0.51
US TREASURY NOTES	DTD 03/31/2010 1.000% 03/31/2012	912828MU1	190,000.00	BARCLAYS		100.76	191,440.20	304.65	320.29	1.73	0.56
US TREASURY NOTES	DTD 03/31/2010 1.000% 03/31/2012	912828MU1	560,000.00	BNP PARI		100.76	564,244.80	5,710.43	5,541.70	1.73	0.56
US TREASURY NOTES	DTD 04/30/2010 1.000% 04/30/2012	912828NB2	1,900,000.00	BARCLAYS		100.75	1,914,250.00	6,753.91	7,111.34	1.81	0.59
US TREASURY NOTES	DTD 01/15/2010 1.375% 01/15/2013	912828MG2	990,000.00	MORGANST		101.34	1,003,303.62	3,364.95	3,449.05	2.48	0.84
US TREASURY NOTES	DTD 03/15/2010 1.375% 03/15/2013	912828MT4	520,000.00	BK AMER		101.30	526,744.40	8,775.65	8,587.06	2.65	0.89
US TREASURY NOTES	DTD 05/15/2010 1.375% 05/15/2013	912828NC0	2,280,000.00	BK AMER		101.22	2,307,793.20	20,044.76	20,213.43	2.81	0.94
Security Type Sub-Total			14,440,000.00				14,594,060.06	53,286.23	92,236.67	1.67	0.59
U.S. Government Supported Corporate Debt											
MORGAN STANLEY (FDIC) GLOBAL NOTES	DTD 12/02/2008 3.250% 12/01/2011	61757UAB6	1,327,000.00	MORGANST		103.61	1,374,923.28	48,374.46	48,142.37	1.39	0.69



Managed Account Fair Market Value & Analytics

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

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	Duration to Worst	YTM at Mkt
U.S. Government Supported Corporate Debt										
CITIGROUP INC (FDIC) GLOBAL NOTE DTD 12/09/2008 2.875% 12/09/2011	17313UAA7	1,000,000.00	CITIGRP		103.11	1,031,088.00	33,568.00	32,304.46	1.42	0.70
BANK OF AMERICA CORP (FDIC) GLOBAL MTN DTD 01/30/2009 2.100% 04/30/2012	06050BAG6	2,000,000.00	RBS_SEC		102.41	2,048,120.00	12,760.00	20,475.32	1.80	0.78
Security Type Sub-Total		4,327,000.00				4,454,131.28	94,702.46	100,922.15	1.58	0.73
Federal Agency Bond / Note										
FHLMC MTN (FLOATING) DTD 03/26/2010 0.317% 09/26/2011	3128X93D0	1,920,000.00	BK AMER		99.98	1,919,673.60	1,382.40	1,012.68	1.24	0.33
FNMA GLOBAL NOTES DTD 10/09/2009 1.000% 11/23/2011	31398AZN5	800,000.00	BK AMER		100.63	805,000.00	6,936.00	6,278.37	1.39	0.55
FHLMC NOTES (CALLABLE) DTD 06/30/2010 0.825% 12/30/2011	3134G1JH8	1,040,000.00	CITIGRP	12/30/10	100.17	1,041,772.16	1,075.36	1,076.65	0.50	0.71
FNMA NOTES (CALLABLE) DTD 02/09/2010 1.125% 02/09/2012	3136FJ3V1	1,010,000.00	JEFFERIE	08/09/10	100.06	1,010,631.25	1,540.25	1,362.54	0.11	1.09
FFCB (FLOATING) NOTES DTD 04/23/2010 0.357% 04/23/2012	31331JLP6	2,870,000.00	HSBC		99.98	2,869,405.91	(66.01)	(71.89)	1.81	0.37
FHLMC GLOBAL NOTES DTD 05/21/2009 1.750% 06/15/2012	3137EACC1	1,000,000.00	JEFFERIE		101.97	1,019,687.50	21,237.50	20,745.33	1.93	0.74
FHLB GLOBAL BONDS DTD 05/29/2009 1.875% 06/20/2012	3133XTS49	1,060,000.00	JPMCHASE		102.19	1,083,187.50	34,582.50	30,720.38	1.94	0.76
FNMA GLOBAL NOTES DTD 04/19/2010 1.250% 06/22/2012	31398AP71	1,400,000.00	BARCLAYS		100.94	1,413,125.00	14,707.00	14,569.20	1.95	0.77
FNMA NOTES (CALLABLE) DTD 04/16/2010 1.500% 07/16/2012	31398AM82	2,520,000.00	JPMCHASE	07/16/10	100.03	2,520,787.50	2,299.50	2,159.72	0.04	1.48
FNMA GLOBAL NOTES DTD 06/07/2010 1.125% 07/30/2012	31398AT77	1,555,000.00	GOLDMAN		100.66	1,565,204.69	10,593.44	10,583.67	2.06	0.81
FHLB GLOBAL BONDS DTD 06/18/2010 0.875% 08/22/2012	3133XYWB7	2,010,000.00	DEUTSCHE		100.09	2,011,884.38	4,477.28	4,435.55	2.12	0.83

Account **33880100** Page 9



PFM Asset Management LLC



Managed Account Fair Market Value & Analytics

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

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	Duration to Worst	YTM at Mkt
Federal Agency Bond / Note											
FHLB STEP CPN BONDS (CALLABLE) DTD 09/30/2009 1.500% 09/25/2012		3133XUZU0	1,040,000.00	JPMCHASE	09/25/10	100.25	1,042,600.00	2,600.00	2,600.00	0.24	2.45
FHLB GLOBAL BONDS DTD 10/05/2007 4.625% 10/10/2012		3133XML66	400,000.00	CITIGRP		108.56	434,250.00	1,142.00	9,363.36	2.16	0.82
FHLB GLOBAL BONDS DTD 10/15/2009 1.625% 11/21/2012		3133XVEM9	1,000,000.00	DEUTSCHE		101.66	1,016,562.50	18,722.50	18,240.96	2.34	0.92
FFCB BONDS DTD 10/29/2009 1.875% 12/07/2012		31331G2R9	1,260,000.00	CSFB		102.16	1,287,168.75	27,534.15	27,464.07	2.38	0.98
FNMA GLOBAL NOTES DTD 01/15/2010 1.750% 02/22/2013		31398AE24	1,220,000.00	BK AMER		101.94	1,243,637.50	25,394.30	25,145.75	2.57	1.01
FHLB GLOBAL BONDS DTD 02/19/2010 1.625% 03/20/2013		3133XX7F8	2,000,000.00	MIZUHO		101.47	2,029,375.00	33,015.00	32,600.30	2.65	1.08
FNMA GLOBAL NOTES DTD 05/21/2010 1.500% 06/26/2013		31398AT44	2,320,000.00	DEUTSCHE		101.09	2,345,375.00	25,792.60	25,787.80	2.92	1.13
Security Type Sub-Total			26,425,000.00				26,659,328.24	232,965.77	234,074.44	1.72	0.92
Corporate Note											
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 08/13/2009 3.500% 08/13/2012		36962G4E1	650,000.00	BARCLAYS		103.22	670,924.80	21,347.30	21,226.87	2.02	1.94
GENERAL ELECTRIC CAPITAL CORP NOTES DTD 01/08/2010 2.800% 01/08/2013		36962G4H4	1,000,000.00	MORGANST		101.11	1,011,104.00	12,394.00	12,194.59	2.39	2.34
Security Type Sub-Total			1,650,000.00				1,682,028.80	33,741.30	33,421.46	2.24	2.18
Managed Account Sub-Total			46,842,000.00				47,389,548.38	414,695.76	460,654.72	1.71	0.84
Securities Sub-Total			\$46,842,000.00				\$47,389,548.38	\$414,695.76	\$460,654.72	1.71	0.84%
Accrued Interest							\$105,716.48				
Total Investments							\$47,495,264.86				



Managed Account Security Transactions & Interest

For the Month Ending June 30, 2010

CITY OF HALLANDALE BEACH INV PORT - 33880100

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											
	06/02/10	06/07/10	US TREASURY NOTES DTD 05/15/2010 1.375% 05/15/2013	912828NC0	2,280,000.00	(2,287,748.44)	(1,959.38)	(2,289,707.82)			
	06/03/10	06/07/10	FNMA GLOBAL NOTES DTD 06/07/2010 1.125% 07/30/2012	31398AT77	1,555,000.00	(1,554,611.25)	0.00	(1,554,611.25)			
	06/10/10	06/11/10	US TREASURY NOTES DTD 07/31/2009 1.000% 07/31/2011	912828LG3	900,000.00	(905,167.97)	(3,256.91)	(908,424.88)			
	06/17/10	06/18/10	FHLB GLOBAL BONDS DTD 06/18/2010 0.875% 08/22/2012	3133XYWB7	2,010,000.00	(2,007,407.10)	0.00	(2,007,407.10)			
	06/21/10	06/22/10	US TREASURY NOTES DTD 03/31/2010 1.000% 03/31/2012	912828MU1	190,000.00	(191,135.55)	(430.87)	(191,566.42)			
	06/21/10	06/22/10	US TREASURY NOTES DTD 12/31/2009 1.000% 12/31/2011	912828ML1	1,190,000.00	(1,197,391.02)	(5,687.02)	(1,203,078.04)			
	06/22/10	06/23/10	US TREASURY NOTES DTD 01/15/2010 1.375% 01/15/2013	912828MG2	990,000.00	(999,938.67)	(5,978.97)	(1,005,917.64)			
	06/23/10	06/24/10	FFCB (FLOATING) NOTES DTD 04/23/2010 0.357% 04/23/2012	31331JLP6	2,870,000.00	(2,869,471.92)	(28.48)	(2,869,500.40)			
	06/29/10	06/30/10	FHLMC NOTES (CALLABLE) DTD 06/30/2010 0.825% 12/30/2011	3134G1JH8	1,040,000.00	(1,040,696.80)	0.00	(1,040,696.80)			

Transaction Type Sub-Total					13,025,000.00	(13,053,568.72)	(17,341.63)	(13,070,910.35)			
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INTEREST											
	06/01/10	06/01/10	MONEY MARKET FUND	MONEY0002	0.00	0.00	58.12	58.12			
	06/01/10	06/01/10	MORGAN STANLEY (FDIC) GLOBAL NOTES DTD 12/02/2008 3.250% 12/01/2011	61757UAB6	1,327,000.00	0.00	21,563.75	21,563.75			
	06/07/10	06/07/10	FFCB BONDS DTD 10/29/2009 1.875% 12/07/2012	31331G2R9	1,260,000.00	0.00	11,812.50	11,812.50			
	06/09/10	06/09/10	CITIGROUP INC (FDIC) GLOBAL NOTE DTD 12/09/2008 2.875% 12/09/2011	17313UAA7	1,000,000.00	0.00	14,375.00	14,375.00			



Managed Account Security Transactions & Interest

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Transaction Type	Trade	Settle	Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
INTEREST											
	06/11/10	06/11/10	FHLMC NOTES (CALLED, OMD 3/11/2013) DTD 03/11/2010 2.000% 06/11/2010	3128X9D64	910,000.00	0.00	4,550.00	4,550.00			
	06/15/10	06/15/10	FHLMC GLOBAL NOTES DTD 05/21/2009 1.750% 06/15/2012	3137EACC1	1,000,000.00	0.00	8,750.00	8,750.00			
	06/20/10	06/20/10	FHLB GLOBAL BONDS DTD 05/29/2009 1.875% 06/20/2012	3133XTS49	1,060,000.00	0.00	9,937.50	9,937.50			
	06/22/10	06/22/10	FNMA GLOBAL NOTES DTD 04/19/2010 1.250% 06/22/2012	31398AP71	1,400,000.00	0.00	3,062.50	3,062.50			
	06/26/10	06/26/10	FNMA GLOBAL NOTES DTD 05/21/2010 1.500% 06/26/2013	31398AT44	2,320,000.00	0.00	3,383.33	3,383.33			
	06/26/10	06/26/10	FHLMC MTN (FLOATING) DTD 03/26/2010 0.317% 09/26/2011	3128X93D0	1,920,000.00	0.00	521.21	521.21			
	06/29/10	06/29/10	FHLMC GLOBAL NOTES (CALLED OMD 3/29/13) DTD 03/29/2010 2.000% 06/29/2010	3128X9X62	1,040,000.00	0.00	5,200.00	5,200.00			
	06/30/10	06/30/10	US TREASURY NOTES DTD 12/31/2009 1.000% 12/31/2011	912828ML1	1,220,000.00	0.00	6,100.00	6,100.00			
	06/30/10	06/30/10	US TREASURY NOTES DTD 06/30/2009 1.125% 06/30/2011	912828LF5	1,920,000.00	0.00	10,800.00	10,800.00			
	06/30/10	06/30/10	US TREASURY NOTES DTD 12/31/2009 1.000% 12/31/2011	912828ML1	1,190,000.00	0.00	5,950.00	5,950.00			
	06/30/10	06/30/10	US TREASURY NOTES DTD 06/30/2009 1.125% 06/30/2011	912828LF5	1,910,000.00	0.00	10,743.75	10,743.75			
Transaction Type Sub-Total					19,477,000.00	0.00	116,807.66	116,807.66			

MATURITY											
	06/11/10	06/11/10	FHLMC NOTES (CALLED, OMD 3/11/2013) DTD 03/11/2010 2.000% 06/11/2010	3128X9D64	910,000.00	910,000.00	0.00	910,000.00	0.00	0.00	





Managed Account Security Transactions & Interest

For the Month Ending June 30, 2010

CITY OF HALLANDALE BEACH INV PORT - 33880100

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
MATURITY										
06/29/10	06/29/10	FHLMC GLOBAL NOTES (CALLED OMD 3/29/13) DTD 03/29/2010 2.000% 06/29/2010	3128X9X62	1,040,000.00	1,040,000.00	0.00	1,040,000.00	0.00	0.00	
Transaction Type Sub-Total				1,950,000.00	1,950,000.00	0.00	1,950,000.00	0.00	0.00	
SELL										
06/02/10	06/07/10	US TREASURY NOTES DTD 08/31/2009 1.000% 08/31/2011	912828LV0	930,000.00	934,976.95	2,501.90	937,478.85	108.98	1,499.39	FIFO
06/02/10	06/07/10	US TREASURY NOTES DTD 04/30/2009 0.875% 04/30/2011	912828KL3	379,000.00	380,598.91	342.44	380,941.35	133.25	758.85	FIFO
06/02/10	06/07/10	US TREASURY NOTES DTD 11/30/2009 0.750% 11/30/2011	912828MM9	970,000.00	971,212.50	139.14	971,351.64	4,054.30	3,392.06	FIFO
06/03/10	06/07/10	US TREASURY NOTES DTD 03/31/2010 1.000% 03/31/2012	912828MU1	190,000.00	190,779.30	353.01	191,132.31	927.74	914.06	FIFO
06/03/10	06/07/10	US TREASURY NOTES DTD 03/31/2010 1.000% 03/31/2012	912828MU1	1,360,000.00	1,365,578.12	2,526.78	1,368,104.89	9,137.49	8,844.81	FIFO
06/17/10	06/18/10	US TREASURY NOTES DTD 04/30/2010 1.000% 04/30/2012	912828NB2	2,000,000.00	2,011,953.13	2,663.04	2,014,616.17	4,062.50	4,294.89	FIFO
06/21/10	06/22/10	FHLB GLOBAL BONDS DTD 11/16/2009 1.000% 12/28/2011	3133XVRS2	1,200,000.00	1,206,204.00	5,800.00	1,212,004.00	9,000.00	8,216.16	FIFO
06/21/10	06/22/10	FHLMC GLOBAL NOTES DTD 02/19/2009 2.125% 03/23/2012	3137EABY4	190,000.00	194,466.90	998.16	195,465.06	428.26	1,149.94	FIFO
06/22/10	06/23/10	FHLMC GLOBAL NOTES DTD 12/02/2009 1.375% 01/09/2013	3137EACG2	1,000,000.00	1,007,230.00	7,677.08	1,014,907.08	8,200.00	8,024.05	FIFO
06/22/10	06/23/10	FNMA GLOBAL NOTES (CALLABLE) DTD 02/19/2010 2.000% 02/19/2013	31398AF49	2,890,000.00	2,897,253.90	19,908.89	2,917,162.79	6,097.90	6,894.27	FIFO
Transaction Type Sub-Total				11,109,000.00	11,160,253.71	42,910.44	11,203,164.14	42,150.42	43,988.48	
Managed Account Sub-Total				45,561,000.00	56,684.99	142,376.47	199,061.45	42,150.42	43,988.48	



Managed Account Security Transactions & Interest

For the Month Ending **June 30, 2010**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Total Security Transactions	\$45,561,000.00	\$56,684.99	\$142,376.47	\$199,061.45	\$42,150.42	\$43,988.48
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