

City of Hallandale Beach, Florida



Investment Performance Review Quarter Ended September 30, 2013

Investment Advisors

Steven Alexander, CTP, CGFO, Managing Director
D. Scott Stitcher, CFA, Senior Managing Consultant
Richard Pengelly, CFA, Senior Managing Consultant
Gregg Manjerovic, CFA, Portfolio Manager
Rebecca Geyer, CTP, Senior Analyst

PFM Asset Management LLC

One Keystone Plaza, Suite 300
North Front & Market Streets
Harrisburg, PA 17101-2044
717-232-2723 • 717-233-6073 fax

300 S. Orange Avenue, Suite 1170
Orlando, FL 32801
(407) 648-2208
(407) 648-1323 fax

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.

September 30, 2013 PFM Month-End Statement

(PFM Month End Statement is available online at www.pfm.com)

PFM Funds September 30, 2013 Month-End Statement

(PFM Funds Month End Statement is available online at www.pfmfunds.com)

This material is based on information obtained from sources generally believed to be reliable and available to the public, however PFM Asset Management LLC cannot guarantee its accuracy, completeness or suitability. This material is for general information purposes only and is not intended to provide specific advice or recommendation. The information contained in this report is not an offer to purchase or sell any securities.

TAB I

Economic Conditions

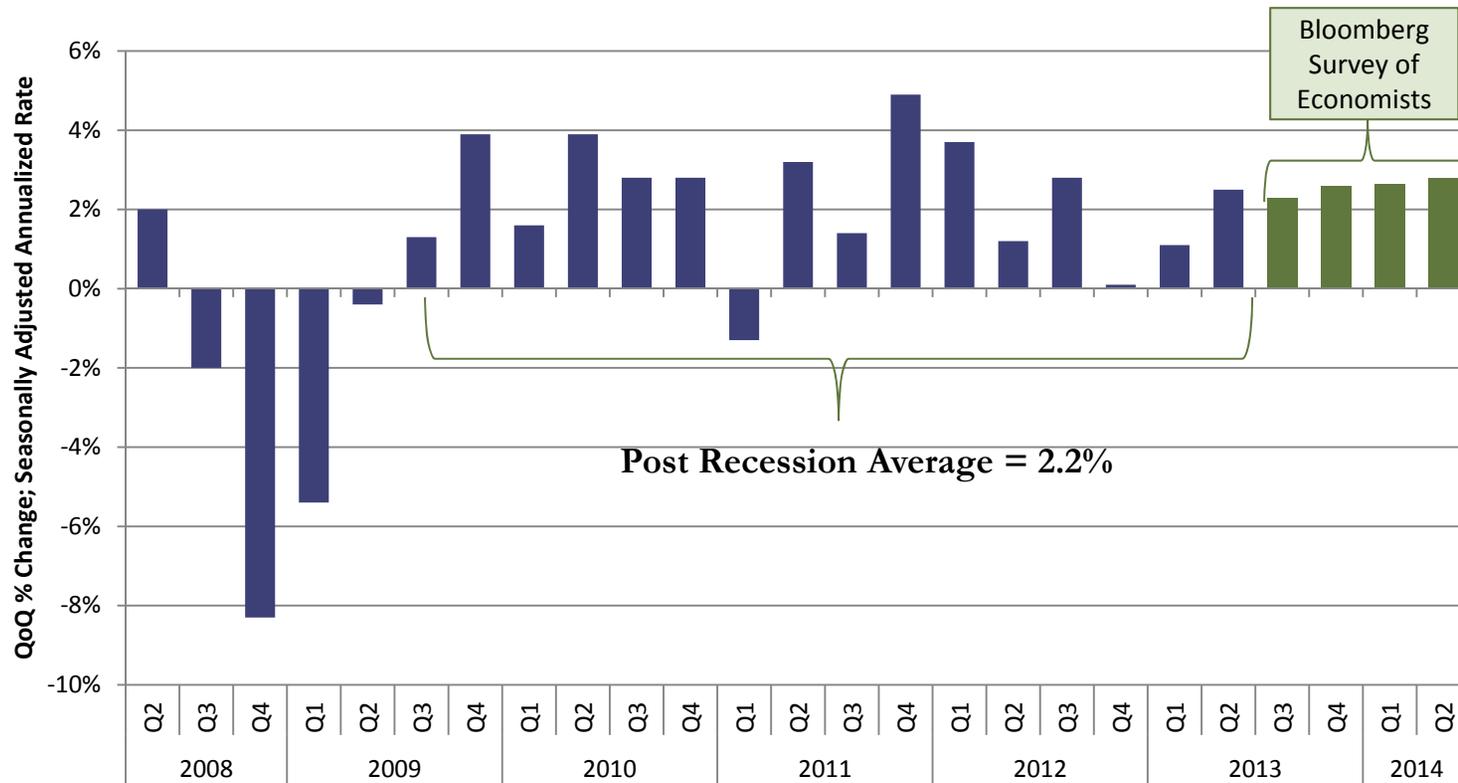
- Q2 GDP's upward revision to 2.5% provides a more optimistic view of economic conditions than the originally reported 1.7%
- U.S. job creation disappoints by producing 169,000 jobs in August; June and July estimates restated lower by a combined 74,000 jobs
- Global Markets weigh the potential impact of Middle East unrest as U.S. Government considers military intervention in Syrian Civil War
- FOMC prepares for their highly anticipated September policy meeting; Obama Administration delays nomination of next Fed Chair as it focuses on Syria

Market Reaction

- Treasury yields continue to climb, breaking through recent trading ranges to reach their highest levels in over two years
- Market volatility increases as participants attempt to process and balance mixed economic news and the expectation for a reduction in FOMC bond purchases
- Yield spreads remain relatively flat, MBS spreads tighten marginally on lower pre-payment risk associated with higher mortgage rates
- Domestic and European equity markets pull back; Asian equity markets continue their recent rally

Economic Growth Restated

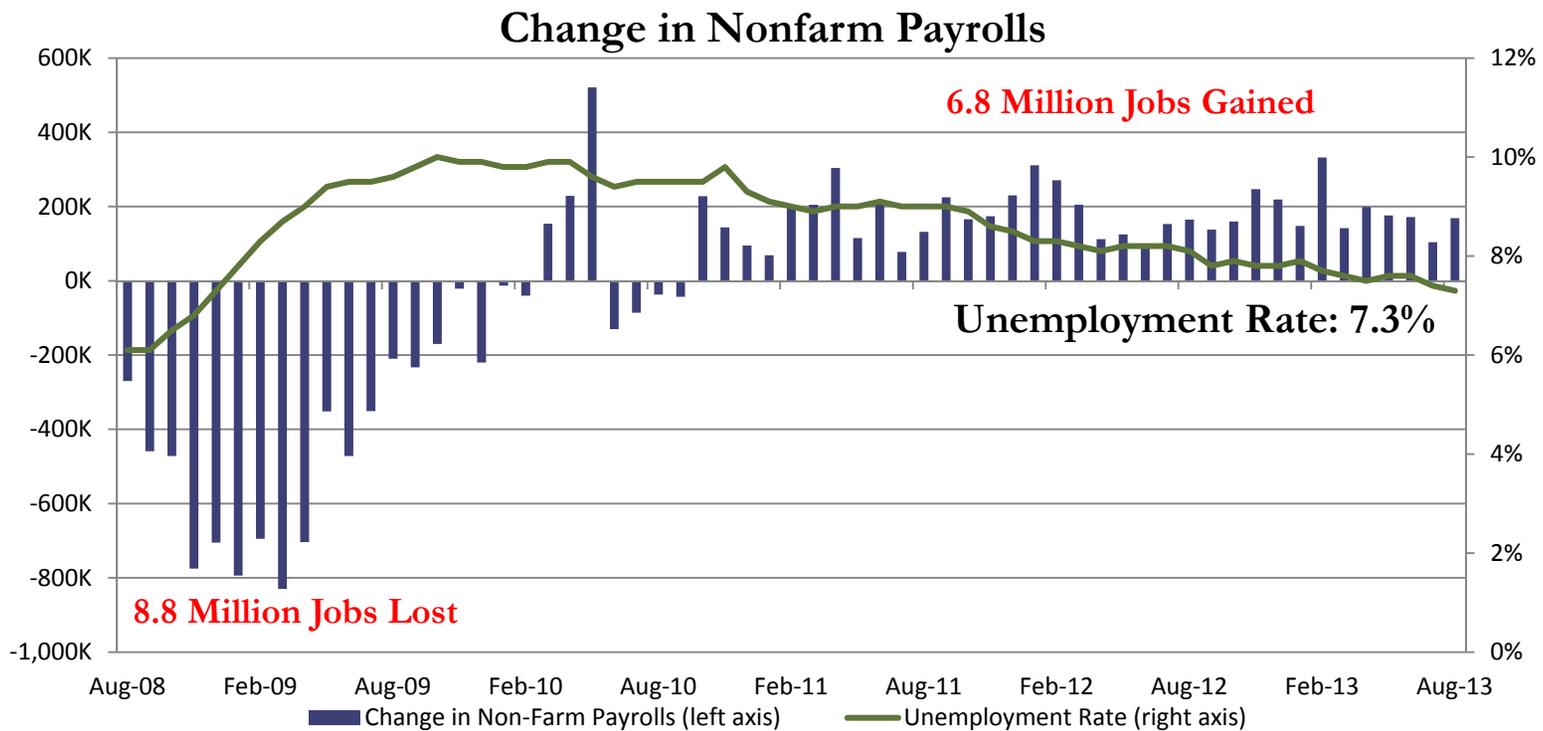
- The Q2 GDP figure was revised upward to 2.5% from the previously reported 1.7%. This restated number provided a more positive outlook of the country’s economic position headed into the second half of 2013.



Source: Bloomberg

Labor Market Condition

- While the creation of 169,000 jobs in August failed to meet market expectations, the greater disappointment was a downward revision of the prior two months' estimates which reduced the employment number by a combined 74,000 jobs. The economy is now averaging 180,000 new jobs each month.
- The Unemployment Rate fell to 7.3% on decreased labor participation.

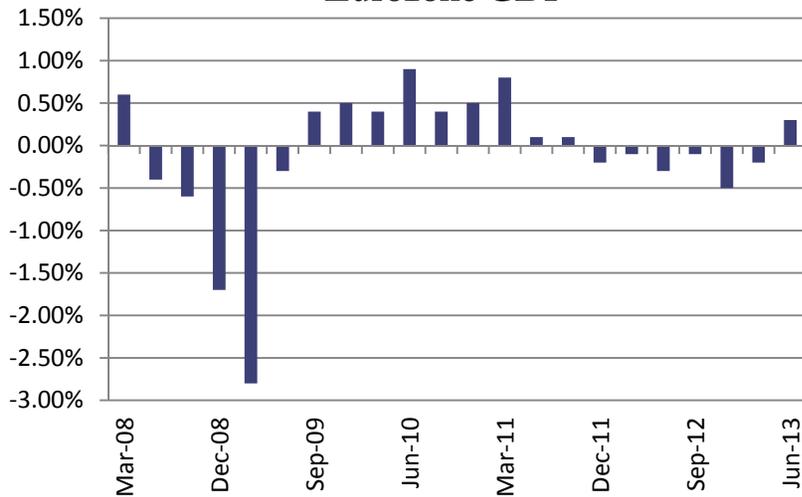


Source: Bloomberg

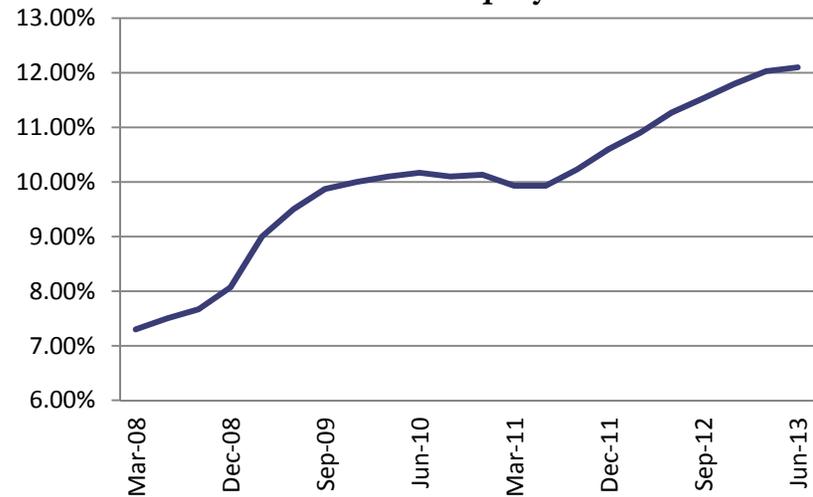
Eurozone Weakness Persists

- While the Eurozone economy has ended its longest recession since the end of World War II, there are increasing concerns surrounding the area’s continuously rising unemployment rate.
- The Eurozone remains an important economic partner and its strength is vital to a continued global recovery.

Eurozone GDP



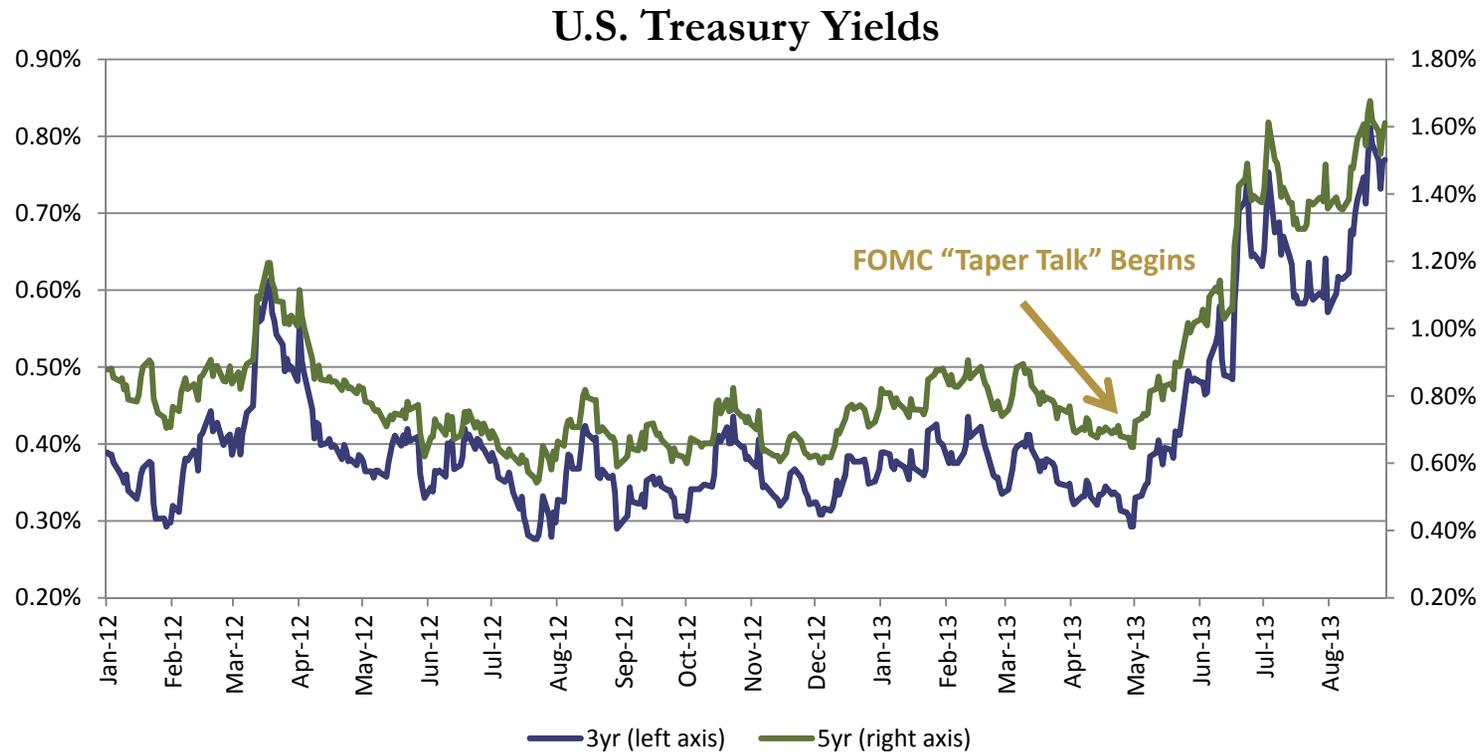
Eurozone Unemployment Rate



Source: Bloomberg

Rate Rising Trend Resumes

- The markets saw another month of rising rates in August as investors continued to prepare for an anticipated reduction, and eventual completion, in FOMC asset purchases.
- While the yield on securities with maturities of less than a year are persistently anchored by Fed Policy, the curve has resumed its recent steepening in short and intermediate maturities.



Source: Bloomberg

Disclosures

The views expressed within this material constitute the perspective and judgment of PFM Asset Management LLC (PFMAM) at the time of distribution and are subject to change. Information is obtained from sources generally believed to be reliable and available to the public; however, PFMAM cannot guarantee its accuracy, completeness, or suitability. This material is for general information purposes only and is not intended to provide specific advice or recommendation. The information contained in this report is not an offer to purchase or sell any securities.

Further distribution is not permitted without prior written consent.

TAB II

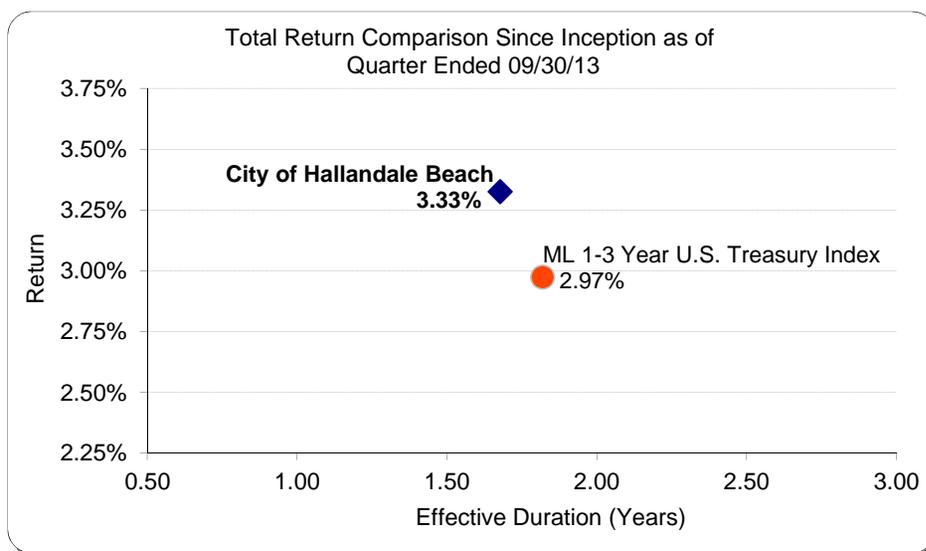
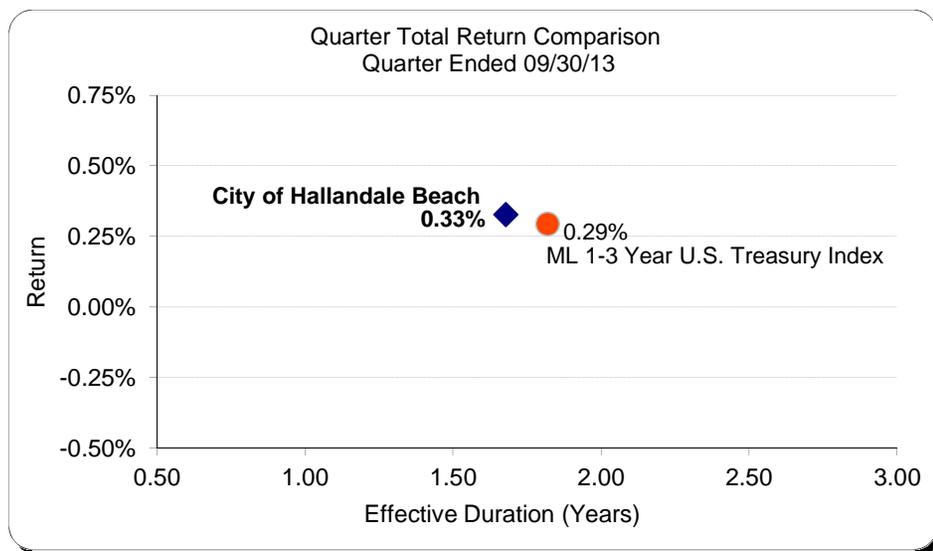
Executive Summary

PORTFOLIO STRATEGY

- The City's Investment Portfolio is of high credit quality and invested in U.S. Treasury, Federal Agency, high quality corporate, commercial paper and municipal securities.
- PFM continued to actively manage the Investment Portfolio during the third quarter and found value in the market, taking advantage of market inefficiencies or changes in economic outlook. As a result the Portfolio realized over \$13,955 in gains on sales (based on amortized cost) during the quarter. PFM is continually in the market monitoring for opportunities to add value to the Portfolio.
- The Investment Portfolio's quarterly total return performance was 0.33%, outperforming the benchmark's performance of 0.29% by 0.04%. Over the past year, the Portfolio earned 0.37%, versus 0.37% for the benchmark.
- Our investment strategy was based on the view that interest rates will trend gradually higher as modest economic expansion in the U.S. continues. The Federal Reserve must eventually curtail its bond purchases and rates will begin to normalize from artificially low levels. The key pillars of our strategy included:
 - Keeping duration a bit shorter and more conservative than benchmarks,
 - Careful timing of purchases when rates were near the top of their recent range,
 - Emphasizing credit instruments (e.g. corporates, municipals) that will benefit from favorable credit market conditions and improving fundamentals,
 - Under-weighting investments with "negative convexity," such as callable agencies and mortgage-backed securities (MBS), that typically under-perform in volatile or rising rate environments, and
 - Making greater use of floating-rate instruments that are historically less susceptible to market risk when rates rise.
- Unlike stock market indexes whose composition remains fairly constant (e.g. Dow Jones 30 industrials or S&P 500), bond market indexes change constituents every month. Shorter maturity bonds drop out and newly-issued or longer maturity bonds roll into the designated maturity range (e.g. 1-3 year, 1-5 year). This causes the average maturity of the typical bond index to extend at the beginning of each new month. Portfolio managers normally execute monthly trades to match the extension of their benchmarks. Because rates were rising, however, PFMAM chose not to extend at the beginning of July and August, preferring to wait as rates marched even higher. We did finally extend at the end of August to match the indexes' September lengthening. This was fortuitous, as rates fell sharply in September.
- Our expectations are that U.S. economic growth will continue, but Fed projections may prove too optimistic. We believe that the U.S. will not default on its debt, and Janet Yellen will be confirmed as the next Chair of the Federal Reserve and will continue Bernanke's accommodative monetary policies.
- Treasury yields will likely be range bound due to the unevenness of the economic recovery. The tradable range for Treasury yields will gradually rise as monetary policy accommodation is slowly removed.
- The current modestly conservative duration posture for portfolios will likely be maintained for the foreseeable future. Bouts of market weakness may be used to match monthly index extensions at favorable levels, when deemed appropriate.
- We will focus more than ever on safety of principal and appropriate liquidity in this new and challenging environment, while maximizing value through careful, prudent active management. Our strategy will remain appropriately flexible and may change in response to changes in interest rates, economic data, market outlook or specific opportunities that arise.

Investment Portfolio Performance

| | | | | | | |
|--|--|----------------------|-------------------|-----------------|---------------------------|--------------------------------------|
| Total Portfolio Value¹ | <u>September 30, 2013</u> | <u>June 30, 2013</u> | | | | |
| Market Value | \$43,669,729.03 | \$43,527,103.73 | | | | |
| Amortized Cost | \$43,582,741.56 | \$43,502,769.24 | | | | |
| Total Return^{2,3,4} | Quarterly Return September 30, 2013 | Last 6 Months | Last 12 Months | Last 2 Years | Last 5 Years | Since Inception December 31, 2005 |
| Investment Portfolio | 0.33% | 0.14% | 0.37% | 0.75% | 2.20% | 3.33% |
| Merrill Lynch 1-3 Year U.S. Treasury Index | 0.29% | 0.18% | 0.37% | 0.46% | 1.62% | 2.97% |
| Effective Duration(Years)^{4,5} | <u>September 30, 2013</u> | <u>June 30, 2013</u> | Yields | | <u>September 30, 2013</u> | <u>June 30, 2013</u> |
| Investment Portfolio | 1.68 | 1.78 | Yield at Market | | 0.40% | 0.47% |
| Merrill Lynch 1-3 Year U.S. Treasury Index | 1.82 | 1.81 | Yield at Cost | | 0.60% | 0.61% |
| Portfolio Duration % of Benchmark Duration | 92% | 99% | | | | |

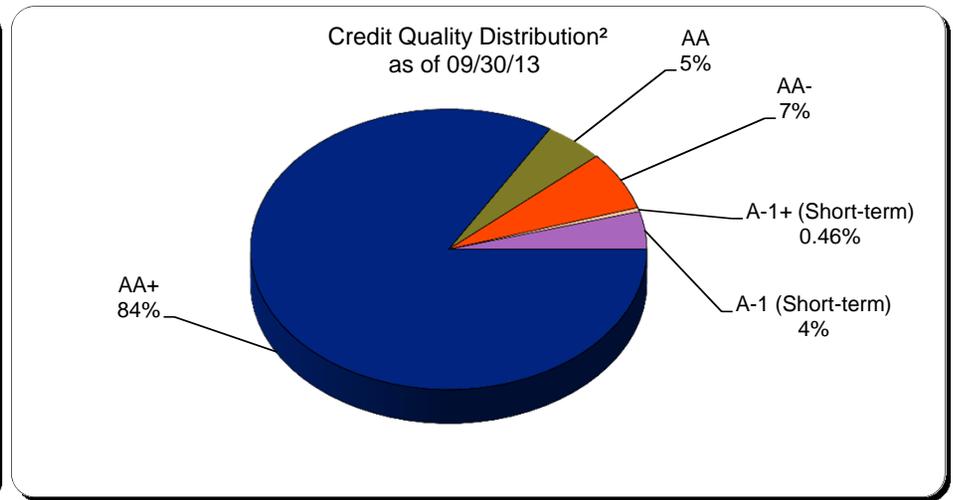
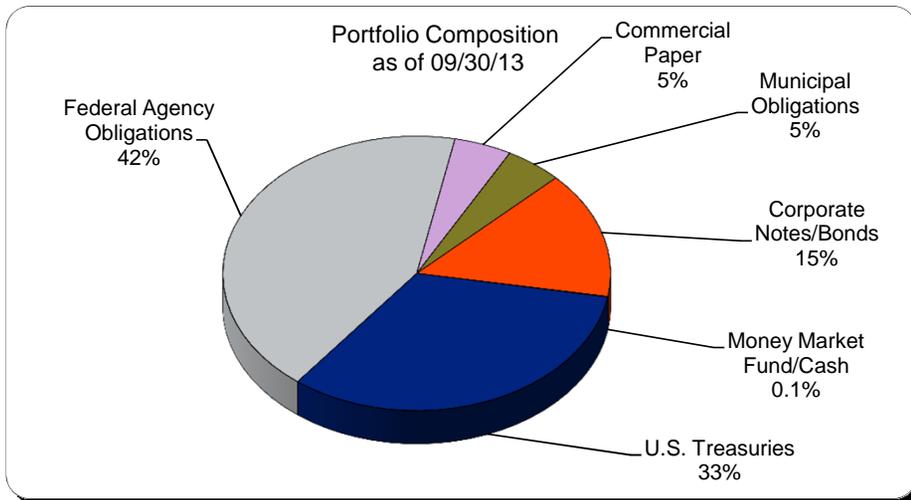


Notes:

1. In order to comply with GASB accrual accounting reporting requirements; forward settling trades are included in the monthly balances. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. Performance on trade date basis, gross (i.e., before fees), is in accordance with The CFA Institute's Global Investment Performance Standards (GIPS). Quarterly returns are presented on an unannualized basis. Returns presented for 12 months or longer are presented on an annual basis. Past performance is not indicative of future results.
3. Since Inception the benchmark has been the Merrill Lynch 1-3 Year U.S. Treasury Note Index.
4. Merrill Lynch Indices provided by Bloomberg Financial Markets.
5. Includes money market fund/cash in performance and duration computations.

Investment Portfolio Composition and Credit Quality Characteristics

| <u>Security Type¹</u> | <u>September 30, 2013</u> | <u>% of Portfolio</u> | <u>June 30, 2013</u> | <u>% of Portfolio</u> |
|----------------------------------|---------------------------|-----------------------|------------------------|-----------------------|
| U.S. Treasuries | \$14,301,623.07 | 32.7% | \$14,990,765.65 | 34.4% |
| Federal Agencies | 18,620,864.69 | 42.6% | 19,278,851.45 | 44.3% |
| Commercial Paper | 2,097,570.70 | 4.8% | 1,798,881.80 | 4.1% |
| 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 | 2,086,524.62 | 4.8% | 903,273.00 | 2.1% |
| Corporate Notes/Bonds | 6,531,008.00 | 15.0% | 6,462,224.83 | 14.8% |
| Corporate Notes-FDIC Insured | 0.00 | 0.0% | 0.00 | 0.0% |
| Mortgage Backed | 0.00 | 0.0% | 0.00 | 0.0% |
| Money Market Fund/Cash | 32,137.95 | 0.1% | 93,107.00 | 0.2% |
| Totals | \$43,669,729.03 | 100.0% | \$43,527,103.73 | 100.0% |

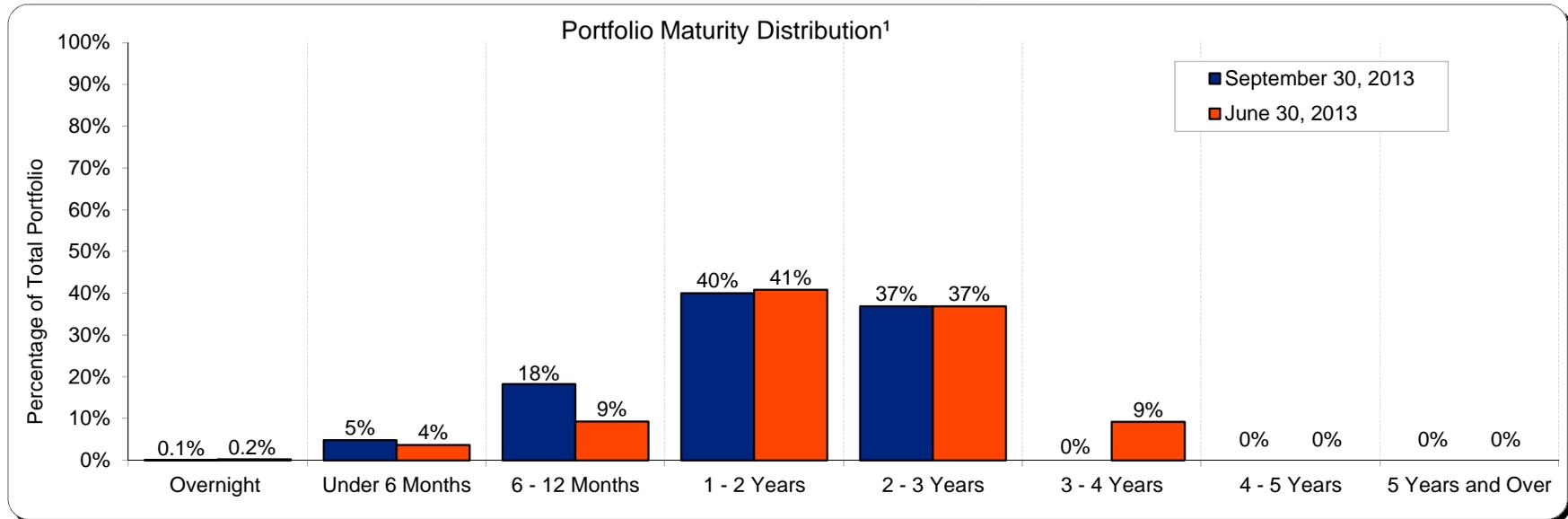


Notes:

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. Standard & Poor's is the source of the credit ratings.

Investment Portfolio Maturity Distribution

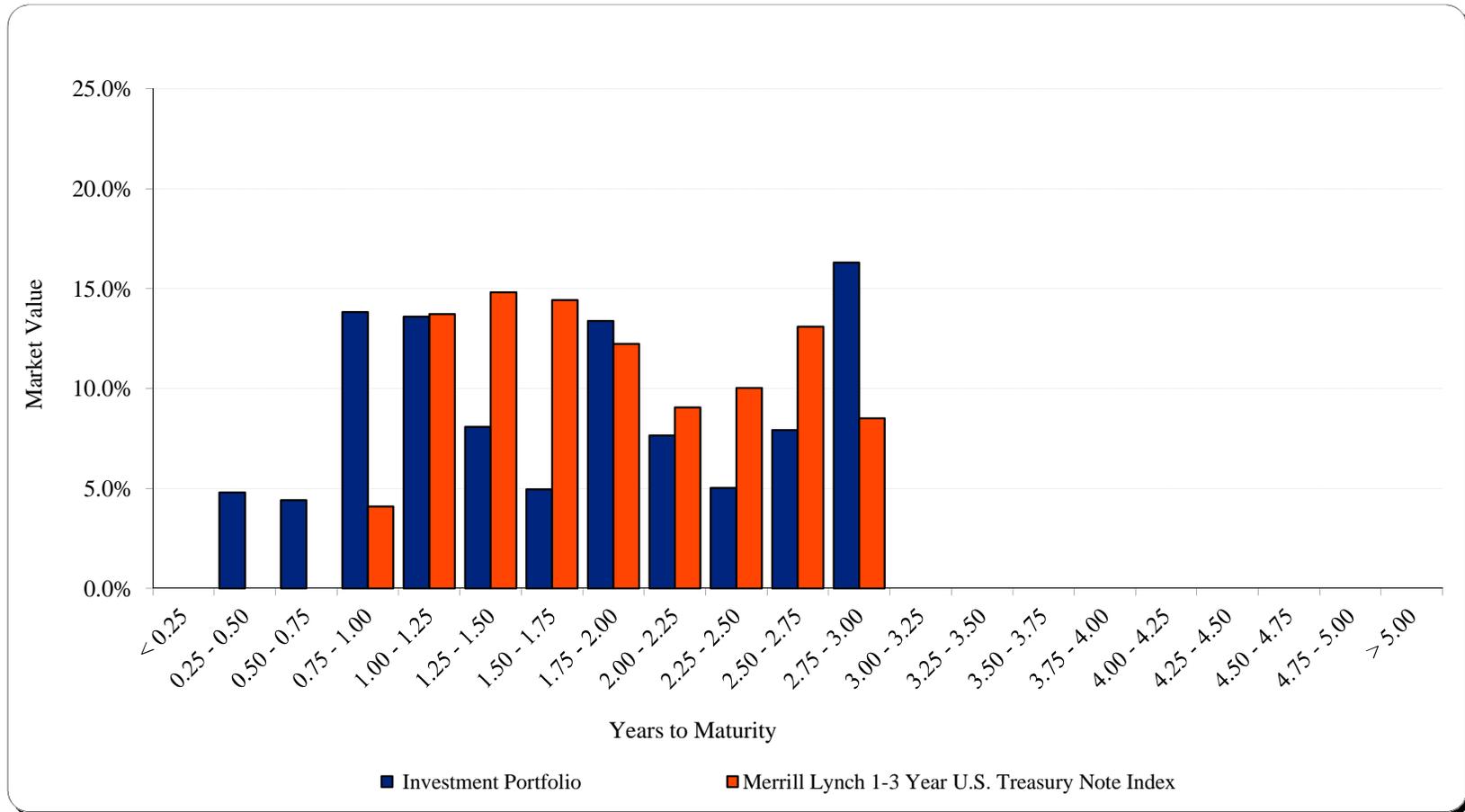
| <u>Maturity Distribution¹</u> | <u>September 30, 2013</u> | <u>June 30, 2013</u> |
|--|---------------------------|------------------------|
| Overnight (Money Market Fund) | \$32,137.95 | \$93,107.00 |
| Under 6 Months | 2,097,570.70 | 1,599,195.20 |
| 6 - 12 Months | 7,961,880.59 | 4,037,084.03 |
| 1 - 2 Years | 17,465,438.46 | 17,765,073.18 |
| 2 - 3 Years | 16,112,701.33 | 16,033,467.94 |
| 3 - 4 Years | 0.00 | 3,999,176.38 |
| 4 - 5 Years | 0.00 | 0.00 |
| 5 Years and Over | 0.00 | 0.00 |
| Totals | \$43,669,729.03 | \$43,527,103.73 |



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.

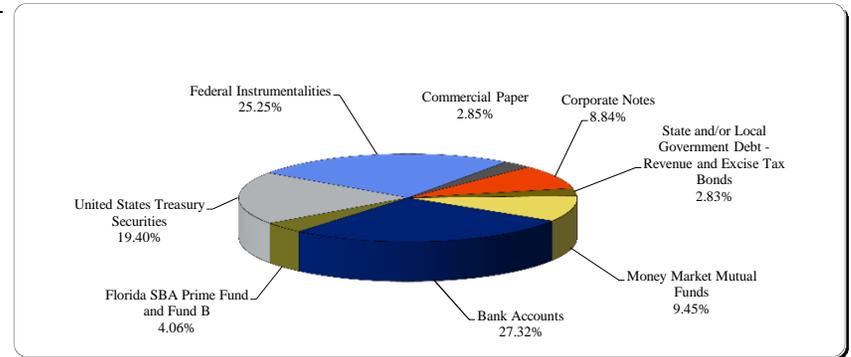
Investment Portfolio Maturity Distribution versus the Benchmark¹



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 ¹ | September 30, 2013 | September 30, 2013 | Notes | Permitted by Policy |
|---|--------------------|--------------------|-------|---------------------|
| Florida SBA Prime Fund and Fund B | 2,987,454.92 | 4.06% | 2 | 100% |
| United States Treasury Securities | 14,282,203.14 | 19.40% | | 100% |
| United States Government Agency Securities | - | 0.00% | | 100% |
| Federal Instrumentalities | 18,581,708.48 | 25.25% | 1 | 100% |
| Mortgage-Backed Securities | - | 0.00% | 1 | 40% |
| Certificates of Deposit | - | 0.00% | | 10% |
| Repurchase Agreements | - | 0.00% | | 20% |
| Commercial Paper | 2,097,509.73 | 2.85% | | 25% |
| Corporate Notes | 6,505,731.51 | 8.84% | | 15% |
| Bankers' Acceptances | - | 0.00% | | 25% |
| State and/or Local Government Debt - General Obligation Bonds | - | 0.00% | | 25% |
| State and/or Local Government Debt - Revenue and Excise Tax Bonds | 2,083,450.75 | 2.83% | | 10% |
| Money Market Mutual Funds | 6,956,924.59 | 9.45% | | 20% |
| Intergovernmental Investment Pool | - | 0.00% | | 25% |
| Bank Accounts | 20,107,689.07 | 27.32% | 2 | 100% |



| Individual Issuer Breakdown | September 30, 2013 | September 30, 2013 | 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) | - | 0.00% | | 40% |
| Federal Home Loan Bank (FHLB) | 2,264,838.67 | 3.08% | | 40% |
| Federal National Mortgage Association (FNMA) | 7,946,264.95 | 10.80% | | 40% |
| Federal Home Loan Mortgage Corporation (FHLMC) | 8,370,604.86 | 11.37% | | 40% |

| Individual Issuer Breakdown | September 30, 2013 | September 30, 2013 | Notes | Permitted by Policy |
|---|--------------------|--------------------|-------|---------------------|
| Toyota Commercial Paper | 199,805.56 | 0.27% | | 5% |
| Bank of Tokyo Mitsubishi Commercial Paper | 1,897,704.17 | 2.58% | | 5% |
| General Electric Corporate Notes | 1,727,650.77 | 2.35% | | 5% |
| Berkshire Hathaway Corporate Notes | 575,406.06 | 0.78% | | 5% |
| Toyota Corporate Notes | 1,312,074.57 | 1.78% | | 5% |
| Wal-Mart Corporate Notes | 370,826.66 | 0.50% | | 5% |
| Apple Inc. Corporate Notes | 590,169.01 | 0.80% | | 5% |
| IBM Corporate Notes | 1,648,933.74 | 2.24% | | 5% |
| Chevron Corporate Notes | 280,670.70 | 0.38% | | 5% |
| Regional Trans Authority, IL Revenue Bond | 903,192.00 | 1.23% | | 10% |
| Minnesota State GO Bond | 1,180,258.75 | 1.60% | | 10% |
| PFM Funds Prime Series Money Market Fund | 6,956,924.59 | 9.45% | | 10% |
| Florida Prime | 2,786,226.03 | 3.79% | 2 | 100% |
| SBA Fund B | 201,228.89 | 0.27% | 2 | N/A |
| City National Bank Account | 20,107,689.07 | 27.32% | 2 | 100% |

Notes:

- The combined total of Federal Instrumentalities and Mortgage Backed Securities can not be more than 100%. The combined total as of September 30, 2013 is 25.25%.
 - Managed by the City.
 - End of month trade-date amortized cost of portfolio holdings, including accrued interest.
- * No Bond Proceeds

TAB III

Insert Month End Statement here to complete the report.

Statements are available online at **www.pfm.com**
login and click on the link to “Monthly Statements”
on the left side of the screen.

PFM Funds statements are available online at **www.pfmfunds.com**



Managed Account Summary Statement

For the Month Ending **September 30, 2013**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Transaction Summary - Managed Account

| | |
|-----------------------------|------------------------|
| Opening Market Value | \$43,192,568.64 |
| Maturities/Calls | (1,600,000.00) |
| Principal Dispositions | 0.00 |
| Principal Acquisitions | 1,897,598.61 |
| Unsettled Trades | 0.00 |
| Change in Current Value | 50,103.11 |
| Closing Market Value | \$43,540,270.36 |

Cash Transactions Summary - Managed Account

| | |
|---------------------------------|----------------|
| Maturities/Calls | 1,600,000.00 |
| Sale Proceeds | 0.00 |
| Coupon/Interest/Dividend Income | 25,220.61 |
| Principal Payments | 0.00 |
| Security Purchases | (1,897,598.61) |
| Net Cash Contribution | 0.00 |
| Reconciling Transactions | 0.00 |

Earnings Reconciliation (Cash Basis) - Managed Account

| | |
|---|--------------------|
| Interest/Dividends/Coupons Received | 25,220.61 |
| Less Purchased Interest Related to Interest/Coupons | 0.00 |
| Plus Net Realized Gains/Losses | 1,322.67 |
| Total Cash Basis Earnings | \$26,543.28 |

Cash Balance

| | |
|-----------------------------|--------------------|
| Closing Cash Balance | \$32,137.95 |
|-----------------------------|--------------------|

Earnings Reconciliation (Accrual Basis)

| | Total |
|--|--------------------|
| Ending Amortized Value of Securities | 43,453,282.89 |
| Ending Accrued Interest | 97,320.72 |
| Plus Proceeds from Sales | 0.00 |
| Plus Proceeds of Maturities/Calls/Principal Payments | 1,600,000.00 |
| Plus Coupons/Dividends Received | 25,220.61 |
| Less Cost of New Purchases | (1,897,598.61) |
| Less Beginning Amortized Value of Securities | (43,171,294.61) |
| Less Beginning Accrued Interest | (85,463.45) |
| Total Accrual Basis Earnings | \$21,467.55 |



Portfolio Summary and Statistics

For the Month Ending **September 30, 2013**

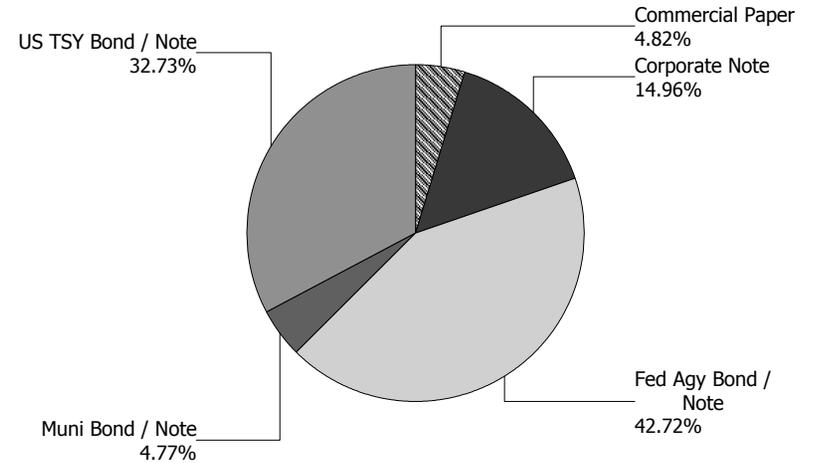
CITY OF HALLANDALE BEACH INV PORT - 33880100

Account Summary

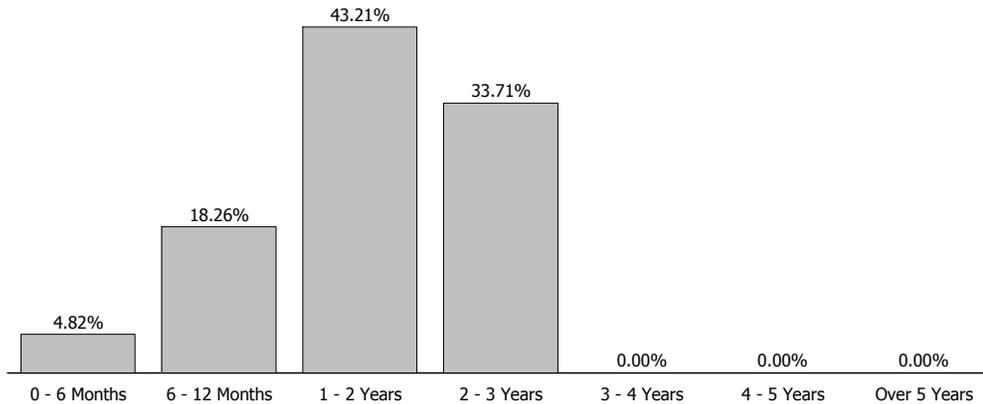
| Description | Par Value | Market Value | Percent |
|----------------------------------|----------------------|----------------------|----------------|
| U.S. Treasury Bond / Note | 13,885,000.00 | 14,251,528.73 | 32.73 |
| Municipal Bond / Note | 1,965,000.00 | 2,076,528.45 | 4.77 |
| Federal Agency Bond / Note | 18,545,000.00 | 18,601,149.44 | 42.72 |
| Corporate Note | 6,490,000.00 | 6,513,493.04 | 14.96 |
| Commercial Paper | 2,100,000.00 | 2,097,570.70 | 4.82 |
| Managed Account Sub-Total | 42,985,000.00 | 43,540,270.36 | 100.00% |
| Accrued Interest | | 97,320.72 | |
| Total Portfolio | 42,985,000.00 | 43,637,591.08 | |

Unsettled Trades **0.00** **0.00**

Sector Allocation



Maturity Distribution



Characteristics

| | |
|-----------------------------------|-------|
| Yield to Maturity at Cost | 0.60% |
| Yield to Maturity at Market | 0.40% |
| Duration to Worst | 1.64 |
| Weighted Average Days to Maturity | 626 |



Managed Account Issuer Summary

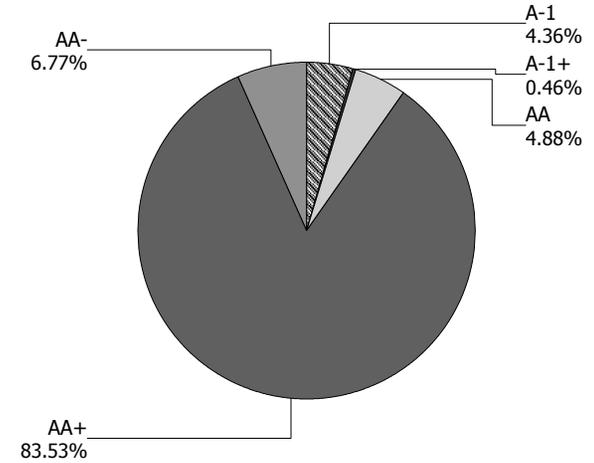
For the Month Ending **September 30, 2013**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Issuer Summary

| Issuer | Market Value of Holdings | Percent |
|------------------------------------|--------------------------|----------------|
| APPLE INC | 585,872.36 | 1.35 |
| BERKSHIRE HATHAWAY INC | 575,748.08 | 1.32 |
| CHEVRON CORP | 281,093.96 | 0.65 |
| FANNIE MAE | 7,944,804.34 | 18.25 |
| FEDERAL HOME LOAN BANKS | 2,268,108.30 | 5.21 |
| FREDDIE MAC | 8,388,236.80 | 19.26 |
| GENERAL ELECTRIC CO | 1,755,683.12 | 4.03 |
| IBM CORP | 1,636,314.90 | 3.76 |
| MINNESOTA ST | 1,175,205.45 | 2.70 |
| MITSUBISHI UFJ FINANCIAL GROUP INC | 1,897,725.70 | 4.36 |
| REGIONAL TRANS AUTH, IL | 901,323.00 | 2.07 |
| TOYOTA MOTOR CORP | 1,510,137.07 | 3.47 |
| UNITED STATES TREASURY | 14,251,528.73 | 32.72 |
| WAL-MART STORES INC | 368,488.55 | 0.85 |
| Total | \$43,540,270.36 | 100.00% |

Credit Quality (S&P Ratings)





Managed Account Detail of Securities Held

For the Month Ending **September 30, 2013**

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 10/17/2011 0.500% 10/15/2014 | 912828RL6 | 2,950,000.00 | AA+ | Aaa | 10/27/11 | 10/31/11 | 2,951,267.58 | 0.49 | 6,810.79 | 2,950,447.49 | 2,961,292.60 |
| US TREASURY NOTES DTD 12/15/2011 0.250% 12/15/2014 | 912828RV4 | 1,030,000.00 | AA+ | Aaa | 01/05/12 | 01/06/12 | 1,025,735.16 | 0.39 | 759.84 | 1,028,246.34 | 1,031,126.82 |
| US TREASURY NOTES DTD 02/15/2012 0.250% 02/15/2015 | 912828SE1 | 1,030,000.00 | AA+ | Aaa | 02/22/12 | 02/27/12 | 1,024,487.89 | 0.43 | 328.87 | 1,027,442.06 | 1,030,764.26 |
| US TREASURY NOTES DTD 09/30/2010 1.250% 09/30/2015 | 912828NZ9 | 1,355,000.00 | AA+ | Aaa | 08/29/12 | 08/30/12 | 1,391,045.12 | 0.38 | 46.53 | 1,378,387.23 | 1,379,983.49 |
| US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015 | 912828PE4 | 415,000.00 | AA+ | Aaa | 11/29/12 | 12/05/12 | 425,926.17 | 0.34 | 2,170.86 | 422,844.37 | 422,684.14 |
| US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015 | 912828PE4 | 1,500,000.00 | AA+ | Aaa | 10/16/12 | 10/18/12 | 1,539,550.78 | 0.38 | 7,846.47 | 1,527,170.63 | 1,527,774.00 |
| US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016 | 912828KZ2 | 1,055,000.00 | AA+ | Aaa | 05/10/13 | 05/15/13 | 1,148,177.93 | 0.40 | 8,665.05 | 1,136,923.18 | 1,132,477.09 |
| US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016 | 912828KZ2 | 1,100,000.00 | AA+ | Aaa | 05/22/13 | 05/28/13 | 1,194,789.06 | 0.44 | 9,034.65 | 1,184,306.19 | 1,180,781.80 |
| US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016 | 912828KZ2 | 1,560,000.00 | AA+ | Aaa | 05/29/13 | 05/31/13 | 1,690,162.50 | 0.52 | 12,812.77 | 1,676,091.27 | 1,674,563.28 |
| US TREASURY NOTES DTD 08/31/2011 1.000% 08/31/2016 | 912828RF9 | 1,890,000.00 | AA+ | Aaa | 08/29/13 | 08/30/13 | 1,900,557.42 | 0.81 | 1,618.51 | 1,900,250.04 | 1,910,081.25 |
| Security Type Sub-Total | | 13,885,000.00 | | | | | 14,291,699.61 | 0.49 | 50,094.34 | 14,232,108.80 | 14,251,528.73 |
| Municipal Bond / Note | | | | | | | | | | | |
| REGIONAL TRANS AUTH, IL TXBL REV BONDS DTD 06/26/2012 1.064% 06/01/2014 | 759911U32 | 900,000.00 | AA | Aa3 | 06/14/12 | 06/26/12 | 900,000.00 | 1.06 | 3,192.00 | 900,000.00 | 901,323.00 |
| MN ST T/E GO BONDS DTD 08/15/2013 5.000% 08/01/2015 | 604129J80 | 525,000.00 | AA+ | Aa1 | 08/06/13 | 08/15/13 | 571,798.50 | 0.43 | 3,354.17 | 568,758.92 | 569,336.25 |



Managed Account Detail of Securities Held

For the Month Ending **September 30, 2013**

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 |
|---|-----------|---------------------|---------------|-------------------|---------------|----------------|---------------------|----------------|---------------------|---------------------|---------------------|
| Municipal Bond / Note | | | | | | | | | | | |
| MN ST T/E GO BONDS DTD 08/15/2013 5.000% 08/01/2016 | 604129J98 | 540,000.00 | AA+ | Aa1 | 08/06/13 | 08/15/13 | 607,586.40 | 0.72 | 3,450.00 | 604,695.66 | 605,869.20 |
| Security Type Sub-Total | | 1,965,000.00 | | | | | 2,079,384.90 | 0.79 | 9,996.17 | 2,073,454.58 | 2,076,528.45 |
| Federal Agency Bond / Note | | | | | | | | | | | |
| FEDERAL HOME LOAN BANK GLOBAL NOTES DTD 04/15/2011 1.375% 05/28/2014 | 313373JR4 | 1,010,000.00 | AA+ | Aaa | 04/14/11 | 04/15/11 | 1,008,656.70 | 1.42 | 4,744.90 | 1,009,710.77 | 1,018,287.05 |
| FNMA NOTES DTD 07/18/2011 0.875% 08/28/2014 | 3135G0BY8 | 2,000,000.00 | AA+ | Aaa | 09/21/12 | 09/24/12 | 2,020,760.00 | 0.33 | 1,604.17 | 2,009,804.96 | 2,013,240.00 |
| FHLMC NOTES DTD 08/12/2011 0.500% 09/19/2014 | 3134G2YJ5 | 1,600,000.00 | AA+ | Aaa | 09/28/11 | 09/30/11 | 1,591,465.60 | 0.68 | 266.67 | 1,597,203.06 | 1,605,155.20 |
| FREDDIE MAC GLOBAL NOTES DTD 08/05/2011 0.750% 09/22/2014 | 3134G2WG3 | 2,400,000.00 | AA+ | Aaa | 08/30/11 | 08/31/11 | 2,412,576.00 | 0.58 | 450.00 | 2,404,032.89 | 2,413,617.60 |
| FREDDIE MAC GLOBAL NOTES DTD 10/06/2011 0.750% 11/25/2014 | 3137EACY3 | 1,915,000.00 | AA+ | Aaa | 05/30/12 | 05/31/12 | 1,926,873.00 | 0.50 | 5,026.88 | 1,920,516.00 | 1,927,455.16 |
| FREDDIE MAC (CALLABLE) GLOBAL NOTES DTD 04/29/2013 0.320% 04/29/2015 | 3134G42V9 | 1,040,000.00 | AA+ | Aaa | 04/29/13 | 04/30/13 | 1,040,000.00 | 0.32 | 1,405.16 | 1,040,000.00 | 1,039,943.84 |
| FANNIE MAE GLOBAL NOTES DTD 04/19/2012 0.500% 05/27/2015 | 3135G0KM4 | 1,120,000.00 | AA+ | Aaa | 04/17/12 | 04/19/12 | 1,116,763.20 | 0.59 | 1,928.89 | 1,118,266.86 | 1,123,326.40 |
| FNMA NOTES (CALLABLE) DTD 08/07/2012 0.500% 08/07/2015 | 3135G0NG4 | 1,110,000.00 | AA+ | Aaa | 08/02/12 | 08/07/12 | 1,109,889.00 | 0.50 | 832.50 | 1,109,931.36 | 1,110,204.24 |
| FEDERAL HOME LOAN BANK GLOBAL NOTES DTD 08/09/2013 0.375% 08/28/2015 | 313383V81 | 1,250,000.00 | AA+ | Aaa | 08/08/13 | 08/09/13 | 1,249,950.00 | 0.38 | 429.69 | 1,249,953.31 | 1,249,821.25 |
| FREDDIE MAC GLOBAL NOTES DTD 07/11/2012 0.500% 08/28/2015 | 3134G3ZA1 | 1,400,000.00 | AA+ | Aaa | 07/30/12 | 07/31/12 | 1,401,708.00 | 0.46 | 641.67 | 1,401,062.53 | 1,402,065.00 |
| FANNIE MAE GLOBAL NOTES DTD 08/17/2012 0.500% 09/28/2015 | 3135G0NV1 | 1,500,000.00 | AA+ | Aaa | 09/21/12 | 09/24/12 | 1,502,280.00 | 0.45 | 62.50 | 1,501,511.49 | 1,502,728.50 |
| FANNIE MAE (CALLABLE) GLOBAL NOTES DTD 01/15/2013 0.500% 01/15/2016 | 3135G0TS2 | 2,200,000.00 | AA+ | Aaa | 04/02/13 | 04/03/13 | 2,200,000.00 | 0.50 | 2,322.22 | 2,200,000.00 | 2,195,305.20 |



Managed Account Detail of Securities Held

For the Month Ending **September 30, 2013**

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 | | | | | | | | | | | |
| Security Type Sub-Total | | 18,545,000.00 | | | | | 18,580,921.50 | 0.54 | 19,715.25 | 18,561,993.23 | 18,601,149.44 |
| Corporate Note | | | | | | | | | | | |
| GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015 | 36962G5M2 | 1,720,000.00 | AA+ | A1 | 01/04/12 | 01/09/12 | 1,718,211.20 | 2.19 | 8,423.22 | 1,719,227.55 | 1,755,683.12 |
| TOYOTA MOTOR CREDIT CORP DTD 02/17/2012 1.000% 02/17/2015 | 89233P5Z5 | 725,000.00 | AA- | Aa3 | 03/01/13 | 03/06/13 | 731,590.25 | 0.53 | 886.11 | 729,669.94 | 730,800.73 |
| WAL-MART STORES INC GLOBAL NOTES DTD 04/11/2013 0.600% 04/11/2016 | 931142DE0 | 370,000.00 | AA | Aa2 | 04/04/13 | 04/11/13 | 369,737.30 | 0.62 | 1,048.33 | 369,778.33 | 368,488.55 |
| APPLE INC GLOBAL NOTES DTD 05/03/2013 0.450% 05/03/2016 | 037833AH3 | 590,000.00 | AA+ | Aa1 | 04/30/13 | 05/03/13 | 588,932.10 | 0.51 | 1,091.50 | 589,077.51 | 585,872.36 |
| IBM CORP GLOBAL NOTES (EX-CALLABLE) DTD 05/07/2013 0.450% 05/06/2016 | 459200HL8 | 1,650,000.00 | AA- | Aa3 | 05/02/13 | 05/07/13 | 1,645,347.00 | 0.55 | 2,970.00 | 1,645,963.74 | 1,636,314.90 |
| TOYOTA MOTOR CREDIT CORP DTD 05/17/2013 0.800% 05/17/2016 | 89236TAL9 | 580,000.00 | AA- | Aa3 | 05/14/13 | 05/17/13 | 579,762.20 | 0.81 | 1,727.11 | 579,791.41 | 579,491.34 |
| CHEVRON CORP GLOBAL NOTES DTD 06/24/2013 0.889% 06/24/2016 | 166764AC4 | 280,000.00 | AA | Aa1 | 06/17/13 | 06/24/13 | 280,000.00 | 0.89 | 670.70 | 280,000.00 | 281,093.96 |
| BERKSHIRE HATHAWAY FIN GLOBAL NOTES DTD 08/15/2013 0.950% 08/15/2016 | 084664BX8 | 575,000.00 | AA | Aa2 | 08/06/13 | 08/15/13 | 574,695.25 | 0.97 | 697.99 | 574,708.07 | 575,748.08 |
| Security Type Sub-Total | | 6,490,000.00 | | | | | 6,488,275.30 | 1.06 | 17,514.96 | 6,488,216.55 | 6,513,493.04 |
| Commercial Paper | | | | | | | | | | | |
| TOYOTA MOTOR CREDIT CORP COMM PAPER -- 0.000% 02/18/2014 | 89233HBJ2 | 200,000.00 | A-1+ | P-1 | 05/24/13 | 05/28/13 | 199,630.56 | 0.25 | 0.00 | 199,805.56 | 199,845.00 |
| BANK OF TOKYO MITSUBISHI LTD COMM PAPER -- 0.000% 03/24/2014 | 06538CCO2 | 1,900,000.00 | A-1 | P-1 | 09/23/13 | 09/23/13 | 1,897,598.61 | 0.25 | 0.00 | 1,897,704.17 | 1,897,725.70 |



Managed Account Detail of Securities Held

For the Month Ending **September 30, 2013**

| CITY OF HALLANDALE BEACH INV PORT - 33880100 | | | | | | | | | | | |
|--|-------|------------------------|--------|---------|-------|--------|------------------------|--------------|--------------------|------------------------|------------------------|
| Security Type/Description | | | S&P | Moody's | Trade | Settle | Original | YTM | Accrued | Amortized | Market |
| Dated Date/Coupon/Maturity | CUSIP | Par | Rating | Rating | Date | Date | Cost | at Cost | Interest | Cost | Value |
| Security Type Sub-Total | | 2,100,000.00 | | | | | 2,097,229.17 | 0.25 | 0.00 | 2,097,509.73 | 2,097,570.70 |
| Managed Account Sub-Total | | 42,985,000.00 | | | | | 43,537,510.48 | 0.60 | 97,320.72 | 43,453,282.89 | 43,540,270.36 |
| Securities Sub-Total | | \$42,985,000.00 | | | | | \$43,537,510.48 | 0.60% | \$97,320.72 | \$43,453,282.89 | \$43,540,270.36 |
| Accrued Interest | | | | | | | | | | | \$97,320.72 |
| Total Investments | | | | | | | | | | | \$43,637,591.08 |



Managed Account Fair Market Value & Analytics

For the Month Ending **September 30, 2013**

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 | Effective Duration | Duration to Worst at Mkt | YTM |
|---|--------------|----------------------|---------------|-----------------------|---------------------|----------------------|---------------------------|------------------------------|---------------------------|---------------------------------|-------------|
| U.S. Treasury Bond / Note | | | | | | | | | | | |
| US TREASURY NOTES DTD 10/17/2011 0.500% 10/15/2014 | 912828RL6 | 2,950,000.00 | BARCLAYS | | 100.38 | 2,961,292.60 | 10,025.02 | 10,845.11 | 1.04 | 1.04 | 0.13 |
| US TREASURY NOTES DTD 12/15/2011 0.250% 12/15/2014 | 912828RV4 | 1,030,000.00 | BARCLAYS | | 100.11 | 1,031,126.82 | 5,391.66 | 2,880.48 | 1.20 | 1.20 | 0.16 |
| US TREASURY NOTES DTD 02/15/2012 0.250% 02/15/2015 | 912828SE1 | 1,030,000.00 | CITIGRP | | 100.07 | 1,030,764.26 | 6,276.37 | 3,322.20 | 1.37 | 1.37 | 0.20 |
| US TREASURY NOTES DTD 09/30/2010 1.250% 09/30/2015 | 912828NZ9 | 1,355,000.00 | JPMCHASE | | 101.84 | 1,379,983.49 | (11,061.63) | 1,596.26 | 1.98 | 1.98 | 0.32 |
| US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015 | 912828PE4 | 415,000.00 | BARCLAYS | | 101.85 | 422,684.14 | (3,242.03) | (160.23) | 2.05 | 2.05 | 0.36 |
| US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015 | 912828PE4 | 1,500,000.00 | BARCLAYS | | 101.85 | 1,527,774.00 | (11,776.78) | 603.37 | 2.05 | 2.05 | 0.36 |
| US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016 | 912828KZ2 | 1,055,000.00 | CITIGRP | | 107.34 | 1,132,477.09 | (15,700.84) | (4,446.09) | 2.63 | 2.63 | 0.56 |
| US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016 | 912828KZ2 | 1,100,000.00 | GOLDMAN | | 107.34 | 1,180,781.80 | (14,007.26) | (3,524.39) | 2.63 | 2.63 | 0.56 |
| US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016 | 912828KZ2 | 1,560,000.00 | HSBC | | 107.34 | 1,674,563.28 | (15,599.22) | (1,527.99) | 2.63 | 2.63 | 0.56 |
| US TREASURY NOTES DTD 08/31/2011 1.000% 08/31/2016 | 912828RF9 | 1,890,000.00 | JPMCHASE | | 101.06 | 1,910,081.25 | 9,523.83 | 9,831.21 | 2.87 | 2.87 | 0.63 |
| Security Type Sub-Total | | 13,885,000.00 | | | | 14,251,528.73 | (40,170.88) | 19,419.93 | 1.99 | 1.99 | 0.37 |
| Municipal Bond / Note | | | | | | | | | | | |
| REGIONAL TRANS AUTH, IL TXBL REV BONDS DTD 06/26/2012 1.064% 06/01/2014 | 759911U32 | 900,000.00 | JPMCHASE | | 100.15 | 901,323.00 | 1,323.00 | 1,323.00 | 0.66 | 0.66 | 0.84 |
| MN ST T/E GO BONDS DTD 08/15/2013 5.000% 08/01/2015 | 604129J80 | 525,000.00 | CITIGRP | | 108.45 | 569,336.25 | (2,462.25) | 577.33 | 1.77 | 1.77 | 0.38 |
| MN ST T/E GO BONDS DTD 08/15/2013 5.000% 08/01/2016 | 604129J98 | 540,000.00 | CITIGRP | | 112.20 | 605,869.20 | (1,717.20) | 1,173.54 | 2.67 | 2.67 | 0.65 |
| Security Type Sub-Total | | 1,965,000.00 | | | | 2,076,528.45 | (2,856.45) | 3,073.87 | 1.55 | 1.55 | 0.66 |



Managed Account Fair Market Value & Analytics

For the Month Ending **September 30, 2013**

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 | Effective Duration | Duration to Worst at Mkt | YTM |
|-------------------------------------|-----------------------------------|--------------|----------------------|---------------|-----------------------|---------------------|----------------------|---------------------------|------------------------------|---------------------------|---------------------------------|-------------|
| Federal Agency Bond / Note | | | | | | | | | | | | |
| FEDERAL HOME LOAN BANK GLOBAL NOTES | | 313373JR4 | 1,010,000.00 | MIZUHO | | 100.82 | 1,018,287.05 | 9,630.35 | 8,576.28 | 0.66 | 0.66 | 0.13 |
| DTD 04/15/2011 1.375% 05/28/2014 | | | | | | | | | | | | |
| FNMA NOTES | | 3135G0BY8 | 2,000,000.00 | BNP PARI | | 100.66 | 2,013,240.00 | (7,520.00) | 3,435.04 | 0.91 | 0.91 | 0.15 |
| DTD 07/18/2011 0.875% 08/28/2014 | | | | | | | | | | | | |
| FHLMC NOTES | | 3134G2YJ5 | 1,600,000.00 | BNP PARI | | 100.32 | 1,605,155.20 | 13,689.60 | 7,952.14 | 0.97 | 0.97 | 0.17 |
| DTD 08/12/2011 0.500% 09/19/2014 | | | | | | | | | | | | |
| FREDDIE MAC GLOBAL NOTES | | 3134G2WG3 | 2,400,000.00 | BARCLAYS | | 100.57 | 2,413,617.60 | 1,041.60 | 9,584.71 | 0.98 | 0.98 | 0.17 |
| DTD 08/05/2011 0.750% 09/22/2014 | | | | | | | | | | | | |
| FREDDIE MAC GLOBAL NOTES | | 3137EACY3 | 1,915,000.00 | JPMCHASE | | 100.65 | 1,927,455.16 | 582.16 | 6,939.16 | 1.15 | 1.15 | 0.18 |
| DTD 10/06/2011 0.750% 11/25/2014 | | | | | | | | | | | | |
| FREDDIE MAC (CALLABLE) GLOBAL NOTES | | 3134G42V9 | 1,040,000.00 | MORGANST | 10/29/13 | 99.99 | 1,039,943.84 | (56.16) | (56.16) | 1.41 | 1.57 | 0.32 |
| DTD 04/29/2013 0.320% 04/29/2015 | | | | | | | | | | | | |
| FANNIE MAE GLOBAL NOTES | | 3135G0KM4 | 1,120,000.00 | CITIGRP | | 100.30 | 1,123,326.40 | 6,563.20 | 5,059.54 | 1.65 | 1.65 | 0.32 |
| DTD 04/19/2012 0.500% 05/27/2015 | | | | | | | | | | | | |
| FNMA NOTES (CALLABLE) | | 3135G0NG4 | 1,110,000.00 | JPMCHASE | 11/07/13 | 100.02 | 1,110,204.24 | 315.24 | 272.88 | 1.47 | 0.10 | 0.49 |
| DTD 08/07/2012 0.500% 08/07/2015 | | | | | | | | | | | | |
| FEDERAL HOME LOAN BANK GLOBAL NOTES | | 313383V81 | 1,250,000.00 | DEUTSCHE | | 99.99 | 1,249,821.25 | (128.75) | (132.06) | 1.90 | 1.90 | 0.38 |
| DTD 08/09/2013 0.375% 08/28/2015 | | | | | | | | | | | | |
| FREDDIE MAC GLOBAL NOTES | | 3134G3ZA1 | 1,400,000.00 | BNP PARI | | 100.15 | 1,402,065.00 | 357.00 | 1,002.47 | 1.90 | 1.90 | 0.42 |
| DTD 07/11/2012 0.500% 08/28/2015 | | | | | | | | | | | | |
| FANNIE MAE GLOBAL NOTES | | 3135G0NV1 | 1,500,000.00 | MORGANST | | 100.18 | 1,502,728.50 | 448.50 | 1,217.01 | 1.98 | 1.98 | 0.41 |
| DTD 08/17/2012 0.500% 09/28/2015 | | | | | | | | | | | | |
| FANNIE MAE (CALLABLE) GLOBAL NOTES | | 3135G0TS2 | 2,200,000.00 | MIZUHO | 10/15/13 | 99.79 | 2,195,305.20 | (4,694.80) | (4,694.80) | 1.71 | 2.27 | 0.59 |
| DTD 01/15/2013 0.500% 01/15/2016 | | | | | | | | | | | | |
| Security Type Sub-Total | | | 18,545,000.00 | | | | 18,601,149.44 | 20,227.94 | 39,156.21 | 1.36 | 1.36 | 0.31 |
| Corporate Note | | | | | | | | | | | | |
| GENERAL ELEC CAP CORP GLOBAL NOTES | | 36962G5M2 | 1,720,000.00 | CITIGRP | | 102.07 | 1,755,683.12 | 37,471.92 | 36,455.57 | 1.26 | 1.26 | 0.52 |
| DTD 01/09/2012 2.150% 01/09/2015 | | | | | | | | | | | | |
| TOYOTA MOTOR CREDIT CORP | | 89233P5Z5 | 725,000.00 | GOLDMAN | | 100.80 | 730,800.73 | (789.52) | 1,130.79 | 1.37 | 1.37 | 0.42 |
| DTD 02/17/2012 1.000% 02/17/2015 | | | | | | | | | | | | |



Managed Account Fair Market Value & Analytics

For the Month Ending **September 30, 2013**

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 | Effective Duration | Duration to Worst at Mkt | YTM |
|--|--------------|------------------------|---------------|-----------------------|---------------------|------------------------|---------------------------|------------------------------|---------------------------|---------------------------------|--------------|
| Corporate Note | | | | | | | | | | | |
| WAL-MART STORES INC GLOBAL NOTES DTD 04/11/2013 0.600% 04/11/2016 | 931142DE0 | 370,000.00 | MORGANST | | 99.59 | 368,488.55 | (1,248.75) | (1,289.78) | 2.50 | 2.50 | 0.76 |
| APPLE INC GLOBAL NOTES DTD 05/03/2013 0.450% 05/03/2016 | 037833AH3 | 590,000.00 | GOLDMAN | | 99.30 | 585,872.36 | (3,059.74) | (3,205.15) | 2.98 | 2.57 | 0.72 |
| IBM CORP GLOBAL NOTES (EX-CALLABLE) DTD 05/07/2013 0.450% 05/06/2016 | 459200HL8 | 1,650,000.00 | MERRILL | | 99.17 | 1,636,314.90 | (9,032.10) | (9,648.84) | 2.98 | 2.57 | 0.77 |
| TOYOTA MOTOR CREDIT CORP DTD 05/17/2013 0.800% 05/17/2016 | 89236TAL9 | 580,000.00 | CITIGRP | | 99.91 | 579,491.34 | (270.86) | (300.07) | 2.59 | 2.59 | 0.83 |
| CHEVRON CORP GLOBAL NOTES DTD 06/24/2013 0.889% 06/24/2016 | 166764AC4 | 280,000.00 | BARCLAYS | | 100.39 | 281,093.96 | 1,093.96 | 1,093.96 | 2.69 | 2.69 | 0.74 |
| BERKSHIRE HATHAWAY FIN GLOBAL NOTES DTD 08/15/2013 0.950% 08/15/2016 | 084664BX8 | 575,000.00 | WELLSFAR | | 100.13 | 575,748.08 | 1,052.83 | 1,040.01 | 2.83 | 2.83 | 0.90 |
| Security Type Sub-Total | | 6,490,000.00 | | | | 6,513,493.04 | 25,217.74 | 25,276.49 | 2.25 | 2.11 | 0.67 |
| Commercial Paper | | | | | | | | | | | |
| TOYOTA MOTOR CREDIT CORP COMM PAPER -- 0.000% 02/18/2014 | 89233HBJ2 | 200,000.00 | TOYOTA | | 99.92 | 199,845.00 | 214.44 | 39.44 | 0.39 | 0.39 | 0.20 |
| BANK OF TOKYO MITSUBISHI LTD COMM PAPER -- 0.000% 03/24/2014 | 06538CCQ2 | 1,900,000.00 | BTM_DIR | | 99.88 | 1,897,725.70 | 127.09 | 21.53 | 0.48 | 0.48 | 0.25 |
| Security Type Sub-Total | | 2,100,000.00 | | | | 2,097,570.70 | 341.53 | 60.97 | 0.47 | 0.47 | 0.24 |
| Managed Account Sub-Total | | 42,985,000.00 | | | | 43,540,270.36 | 2,759.88 | 86,987.47 | 1.67 | 1.64 | 0.40 |
| Securities Sub-Total | | \$42,985,000.00 | | | | \$43,540,270.36 | \$2,759.88 | \$86,987.47 | 1.67 | 1.64 | 0.40% |
| Accrued Interest | | | | | | \$97,320.72 | | | | | |
| Total Investments | | | | | | \$43,637,591.08 | | | | | |



Managed Account Security Transactions & Interest

For the Month Ending **September 30, 2013**

CITY OF HALLANDALE BEACH INV PORT - 33880100

| Transaction Type | | | | | Principal | Accrued | | Realized G/L | Realized G/L | Sale |
|------------------------------------|----------|--|-----------|---------------------|-----------------------|--------------------|-----------------------|-------------------|---------------|--------|
| Trade | Settle | Security Description | CUSIP | Par | Proceeds | Interest | Total | Cost | Amort Cost | Method |
| BUY | | | | | | | | | | |
| 09/23/13 | 09/23/13 | BANK OF TOKYO MITSUBISHI LTD COMM PAPER -- 0.000% 03/24/2014 | 06538CCQ2 | 1,900,000.00 | (1,897,598.61) | 0.00 | (1,897,598.61) | | | |
| Transaction Type Sub-Total | | | | 1,900,000.00 | (1,897,598.61) | 0.00 | (1,897,598.61) | | | |
| INTEREST | | | | | | | | | | |
| 09/03/13 | 09/03/13 | MONEY MARKET FUND | MONEY0002 | 0.00 | 0.00 | 1.86 | 1.86 | | | |
| 09/19/13 | 09/19/13 | FHLMC NOTES DTD 08/12/2011 0.500% 09/19/2014 | 3134G2YJ5 | 1,600,000.00 | 0.00 | 4,000.00 | 4,000.00 | | | |
| 09/22/13 | 09/22/13 | FREDDIE MAC GLOBAL NOTES DTD 08/05/2011 0.750% 09/22/2014 | 3134G2WG3 | 2,400,000.00 | 0.00 | 9,000.00 | 9,000.00 | | | |
| 09/28/13 | 09/28/13 | FANNIE MAE GLOBAL NOTES DTD 08/17/2012 0.500% 09/28/2015 | 3135G0NV1 | 1,500,000.00 | 0.00 | 3,750.00 | 3,750.00 | | | |
| 09/30/13 | 09/30/13 | US TREASURY NOTES DTD 09/30/2010 1.250% 09/30/2015 | 912828NZ9 | 1,355,000.00 | 0.00 | 8,468.75 | 8,468.75 | | | |
| Transaction Type Sub-Total | | | | 6,855,000.00 | 0.00 | 25,220.61 | 25,220.61 | | | |
| MATURITY | | | | | | | | | | |
| 09/23/13 | 09/23/13 | BANK OF TOKYO MITSUBISHI COMM PAPER -- 0.000% 09/23/2013 | 06538BWP4 | 1,600,000.00 | 1,600,000.00 | 0.00 | 1,600,000.00 | 1,322.67 | 0.00 | |
| Transaction Type Sub-Total | | | | 1,600,000.00 | 1,600,000.00 | 0.00 | 1,600,000.00 | 1,322.67 | 0.00 | |
| Managed Account Sub-Total | | | | | (297,598.61) | 25,220.61 | (272,378.00) | 1,322.67 | 0.00 | |
| Total Security Transactions | | | | | (\$297,598.61) | \$25,220.61 | (\$272,378.00) | \$1,322.67 | \$0.00 | |

Account Statement - Transaction Summary

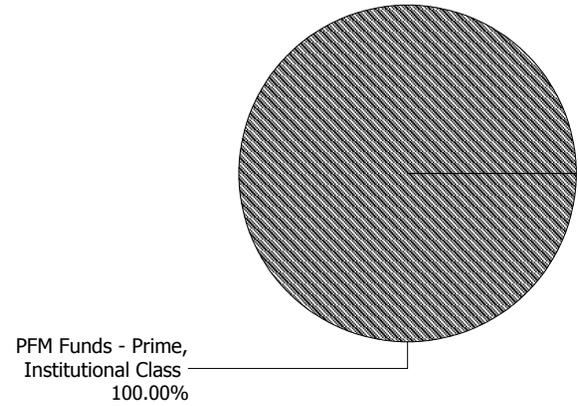
For the Month Ending **September 30, 2013**

CITY OF HALLANDALE BEACH - CITY OF HALLANDALE BEACH - 511-00

| PFM Funds - Prime, Institutional Class | |
|--|-----------------------|
| Opening Market Value | 6,956,446.45 |
| Purchases | 478.14 |
| Redemptions | 0.00 |
| Unsettled Trades | 0.00 |
| Change in Value | 0.00 |
| Closing Market Value | \$6,956,924.59 |
| Cash Dividends and Income | 478.14 |

| Asset Summary | | |
|---|-----------------------|-----------------------|
| | September 30, 2013 | August 31, 2013 |
| PFM Funds - Prime, Institutional Class | 6,956,924.59 | 6,956,446.45 |
| Total | \$6,956,924.59 | \$6,956,446.45 |

| Asset Allocation | |
|--|---------|
| PFM Funds - Prime, Institutional Class | 100.00% |



Account Statement

 For the Month Ending **September 30, 2013**

CITY OF HALLANDALE BEACH - CITY OF HALLANDALE BEACH - 511-00

| Trade Date | Settlement Date | Transaction Description | Share or Unit Price | Dollar Amount of Transaction | Total Shares Owned |
|---|-----------------|---|---------------------|------------------------------|---------------------|
| PFM Funds - Prime, Institutional Class | | | | | |
| Opening Balance | | | | | 6,956,446.45 |
| 09/30/13 | 10/01/13 | Accrual Income Div Reinvestment - Distributions | 1.00 | 478.14 | 6,956,924.59 |
| Closing Balance | | | | | 6,956,924.59 |

| | Month of September | Fiscal YTD January-September |
|-----------------------------------|---------------------|------------------------------|
| Opening Balance | 6,956,446.45 | 6,950,657.78 |
| Purchases | 478.14 | 6,266.81 |
| Redemptions (Excl. Checks) | 0.00 | 0.00 |
| Check Disbursements | 0.00 | 0.00 |
| Closing Balance | 6,956,924.59 | 6,956,924.59 |
| Cash Dividends and Income | 478.14 | 6,266.81 |

| | |
|-----------------------------------|--------------|
| Closing Balance | 6,956,924.59 |
| Average Monthly Balance | 6,956,462.39 |
| Monthly Distribution Yield | 0.08% |