

City of Hallandale Beach, Florida



Investment Performance Review Quarter Ended December 31, 2013

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December 31, 2013 PFM Month-End Statement

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

PFM Funds December 31, 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

Summary

- Over the quarter, the labor and housing markets showed signs of considerable improvement, reflecting a strengthening economic recovery and absorbing less of an impact from the temporary government shutdown than what was previously anticipated.
- Yields on intermediate- and longer-term bonds rose as the Federal Reserve (Fed) decided to begin reducing its monthly bond purchases.
- The U.S. Senate confirmed Janet Yellen, current vice chair of the Fed, to succeed Ben Bernanke when his term expires at the end of January 2014.

Economic Snapshot

- Third-quarter U.S. gross domestic product (GDP) growth was 4.1%, marking its fastest pace in two years as personal consumption and inventories exceeded expectations. Inflation, as measured by the Personal Consumption Expenditures (PCE) index, was mostly unchanged at an annualized rate of 0.9%.
- U.S. retail sales were strong, increasing by 0.7% in November and marking the largest gain in five months.
- In the housing market, new home sales, housing starts, and building permits all reached five-year highs during the quarter. Home prices also marched higher, with the S&P Case-Shiller Index reporting that prices for homes in 20 U.S. cities had increased 13.6% year over year in October—the largest 12-month gain since February 2006.
- In the euro zone, the pace of economic activity picked up, with December results from the Markit purchasing managers index (PMI) showing the second largest increase in business activity since June 2011 and the best quarter in two-and-a-half years.

Interest Rates

- At its December 17-18 meeting, the Federal Open Market Committee (FOMC) announced that it would begin tapering its bond-buying programs. The FOMC decided it would reduce its purchases of Treasuries and mortgage-backed securities each by \$5 billion a month beginning in January. Throughout 2013, the FOMC has bought \$85 billion of these securities each month to keep downward pressure on long-term interest rates. The FOMC announcement left the federal funds target rate unchanged.
- The FOMC's outlook seemed to take its cue from the flow of positive economic data, as the Committee raised its GDP forecasts for the coming years and reduced its projections for the unemployment rate.
- Interest rates seem to be on a path towards normalization from record lows as the Fed gradually unwinds its unprecedented monetary policy actions.

Sector Performance

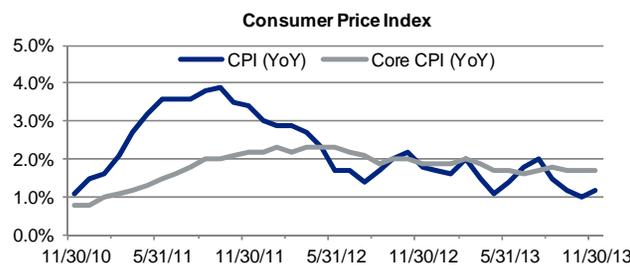
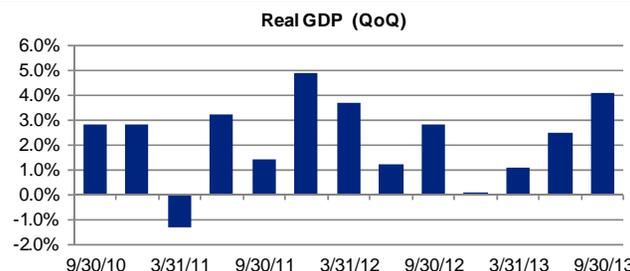
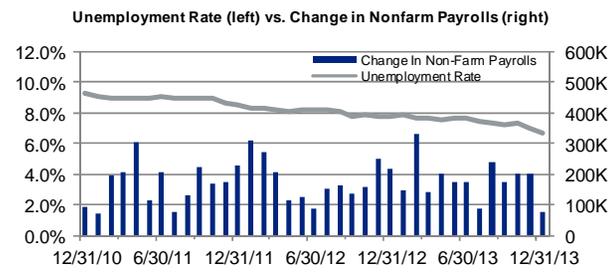
- Treasuries sold off during the quarter as interest rates resumed their move to higher levels.
- As was the case last quarter, fixed-income securities that were perceived to have the most risk (such as corporate bonds with the lowest credit ratings) performed best. On the other hand, U.S. Treasuries were the worst performers, with longer-term Treasuries hit especially hard.
- Within short to intermediate maturities, municipal bonds performed best in December due to a lack of supply and an increase in demand.

Economic Snapshot

Labor Market		Latest	Sep 2013	Dec 2012
Unemployment Rate	Dec'13	6.7%	7.2%	7.8%
Change In Non-Farm Payrolls	Dec'13	74,000	175,000	219,000
Average Hourly Earnings (YoY)	Dec'13	1.8%	2.1%	2.1%
Personal Income (YoY)	Nov13	2.3%	3.9%	7.9%
Initial Jobless Claims (week)	Dec 27	339,000	308,000	372,000

Growth				
Real GDP (QoQ SAAR)	2013 Q3	4.1%	2.5% ¹	0.1% ²
GDP Personal Consumption (QoQ SAAR)	2013 Q3	2.0%	1.8% ¹	1.7% ²
Retail Sales (YoY)	Nov13	4.7%	3.5%	5.2%
ISM Manufacturing Survey (month)	Dec'13	57.0	56.2	50.2
Existing Home Sales SAAR (month)	Nov13	4.90 mil.	5.29 mil.	4.90 mil.

Inflation / Prices				
Personal Consumption Expenditures (YoY)	Nov13	0.9%	0.9%	1.5%
Consumer Price Index (YoY)	Nov13	1.2%	1.2%	1.7%
Consumer Price Index Core (YoY)	Nov13	1.7%	1.7%	1.9%
Crude Oil Futures (WTI, per barrel)	Dec 31	\$98.42	\$102.33	\$91.82
Gold Futures (oz)	Dec 31	\$1,202	\$1,327	\$1,676



1. Data as of Second Quarter 2013 2. Data as of Fourth Quarter 2012
 3. Some recent economic data has not been released due to the U.S. Government shutdown

Source: Bloomberg

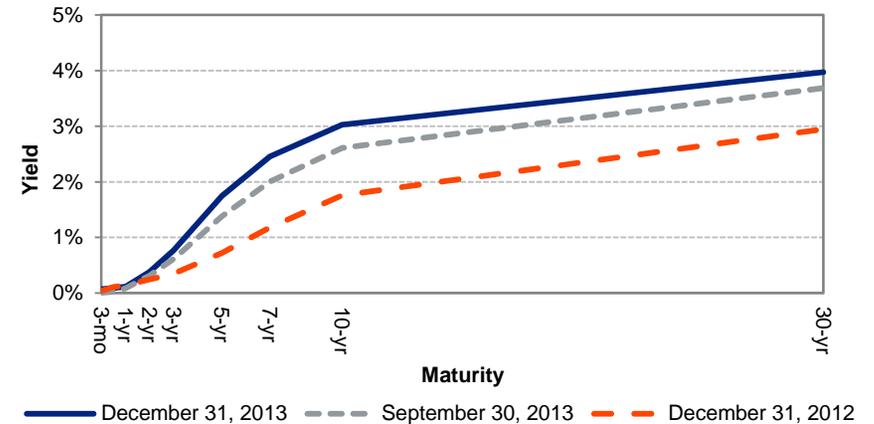
Note: YoY = year over year, QoQ = quarter over quarter, SAAR = seasonally adjusted annual rate, WTI = West Texas Intermediate crude oil

Investment Rate Overview

U.S. Treasury Note Yields



U.S. Treasury Yield Curve

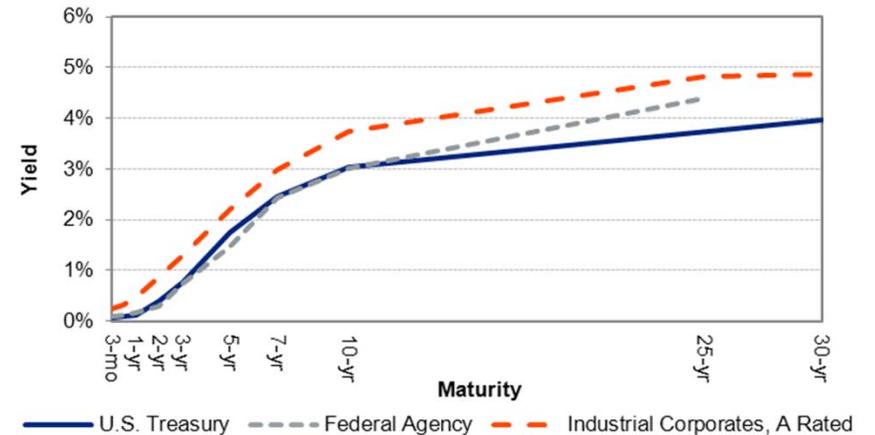


U.S. Treasury Yields

Maturity	12/31/13	9/30/13	Change over Quarter	12/31/12	Change over Year
3-month	0.07%	0.01%	+0.06%	0.04%	+0.03%
1-year	0.14%	0.11%	+0.03%	0.14%	+0.00%
2-year	0.36%	0.32%	+0.04%	0.27%	+0.09%
5-year	1.76%	1.39%	+0.37%	0.74%	+1.02%
10-year	3.11%	2.67%	+0.44%	1.81%	+1.30%
30-year	3.97%	3.68%	+0.29%	2.94%	+1.03%

Source: Bloomberg

Yield Curves as of 12/31/13



BofA Merrill Lynch Index Returns

	As of 12/31/2013		Returns for Periods ended 12/31/2013		
	Duration	Yield	3 Month	1 Year	3 Years
1-3 Year Indices					
U.S. Treasury	1.91	0.40%	0.06%	0.36%	0.78%
Federal Agency	1.77	0.49%	0.15%	0.42%	0.93%
U.S. Corporates, A-AAA rated	1.85	0.91%	0.46%	1.41%	2.34%
Agency MBS (0 to 3 years)	1.80	1.06%	0.82%	0.85%	1.87%
Municipals	1.81	0.59%	0.34%	1.07%	1.49%
1-5 Year Indices					
U.S. Treasury	2.70	0.76%	(0.11%)	(0.19%)	1.35%
Federal Agency	2.48	0.83%	0.11%	0.03%	1.28%
U.S. Corporates, A-AAA rated	2.76	1.46%	0.52%	1.14%	3.16%
Agency MBS (0 to 5 years)	3.42	2.55%	0.49%	0.00%	2.51%
Municipals	2.55	0.93%	0.55%	1.24%	2.17%
Master Indices (Maturities 1 Year or Greater)					
U.S. Treasury	5.61	1.64%	(0.92%)	(3.35%)	2.72%
Federal Agency	3.97	1.47%	(0.20%)	(1.79%)	1.93%
U.S. Corporates, A-AAA rated	6.40	2.86%	0.63%	(1.87%)	4.70%
Agency MBS (0 to 30 Years)	5.57	3.18%	(0.47%)	(1.39%)	2.40%
Municipals	8.09	3.50%	0.37%	(2.89%)	5.01%

1. Duration and yield are after the indices were rebalanced at month end.

2. Returns are rolling returns. Returns for periods greater than one year are annualized.

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.

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TAB II

Executive Summary

PORTFOLIO STRATEGY

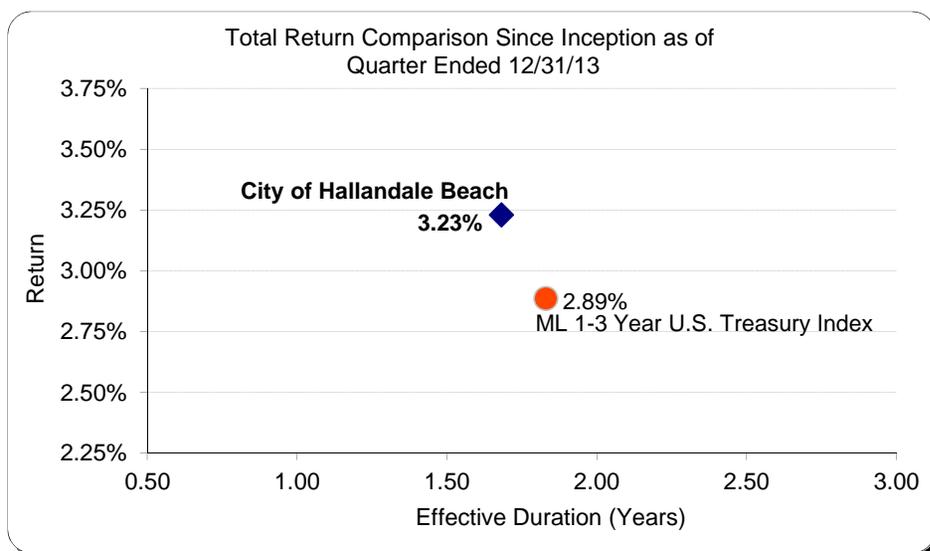
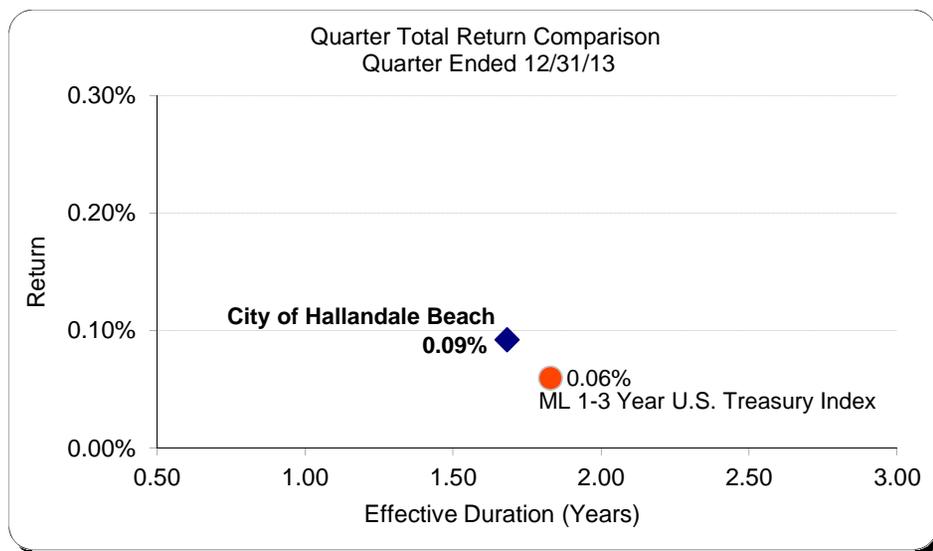
- The City's Investment Portfolio is of high credit quality and invested in U.S. Treasury, Federal Agency, high quality corporate, commercial paper, and municipal securities.
- PFM continued to actively manage the City's Portfolio during the fourth quarter and found value in the market, taking advantage of market inefficiencies or changes in economic outlook. As a result, the Portfolio realized \$19,967 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 0.09%, outperforming the benchmark's performance of 0.06% by 0.03%. Over the past year, the Portfolio earned 0.35%, versus 0.36% for the benchmark.
- Our investment strategy was based on the view that interest rates would eventually rise in anticipation of a tapering of the Federal Reserve's large scale bond purchase program, after being surprised by no such action in Q3. We expected that growth in the U.S. economy would be sufficient to support such a move in late 2013 or early 2014. The key pillars of our strategy for Q4 included:
 - Maintaining a defensive posture, positioning portfolio durations shorter than benchmarks,
 - Continuing to emphasize investment-grade credit instruments (e.g. corporates, municipals, commercial paper) that benefit from favorable credit market conditions that include strong balance sheets, historically low funding rates, and strengthening economic conditions in the U.S. and most developed markets around the globe,
 - Generally cautious toward investments with optionality, that could underperform if rates spiked, and make duration management – a key part of our strategy – more difficult,
 - Maintaining a more laddered maturity distribution, in recognition of the potential for the yield curve to steepen, and
 - Carefully monitoring yield spreads, which caused some sectors and maturities to narrow to a point where it no longer made sense to hold them.
- Yields drifted modestly lower in October and November, then jumped sharply in anticipation of the Fed's tapering of bond purchases. Longer-term yields ended the quarter near their highs for the year. Our shorter duration strategy was the right one, but the magnitude of the yield increases in December dampened all fixed-income returns for the quarter.
- For short maturities (under 1 year), we found value in commercial paper. Where feasible, we looked for opportunities to swap low yielding Treasury and Agency holdings into higher yielding securities in various money market sectors.
- We added incrementally to our holdings of municipal bonds in Q4, but supply dried up later in the quarter causing Municipal/Treasury yield ratios to fall below the level where they had value.
- Corporate bonds were a primary source of outperformance in 2013 due to both higher initial yields (so called "positive carry") and capital appreciation from spread tightening. With corporate spreads now at the tightest levels in recent years, further improvement is unlikely. Corporates should, however, continue to provide superior income return in 2014 and benefit from rolling down the yield curve.
- As always, we strive to maintain safety of principal and appropriate liquidity, while maximizing value through careful, prudent management. Our strategy will remain 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	December 31, 2013	<u>September 30, 2013</u>
Market Value	\$43,707,503.09	\$43,669,729.03
Amortized Cost	\$43,664,095.89	\$43,582,741.56

Total Return^{2,3,4}	Quarterly Return December 31, 2013	Last 6 Months	Last 12 Months	Last 2 Years	Last 5 Years	Since Inception December 31, 2005
Investment Portfolio	0.09%	0.42%	0.35%	0.67%	1.44%	3.23%
Merrill Lynch 1-3 Year U.S. Treasury Index	0.06%	0.35%	0.36%	0.40%	1.09%	2.89%

Effective Duration(Years)^{4,5}	December 31, 2013	September 30, 2013	Yields	December 31, 2013	September 30, 2013
Investment Portfolio	1.68	1.67	Yield at Market	0.44%	0.40%
Merrill Lynch 1-3 Year U.S. Treasury Index	1.83	1.82	Yield at Cost	0.59%	0.60%
Portfolio Duration % of Benchmark Duration	92%	92%			

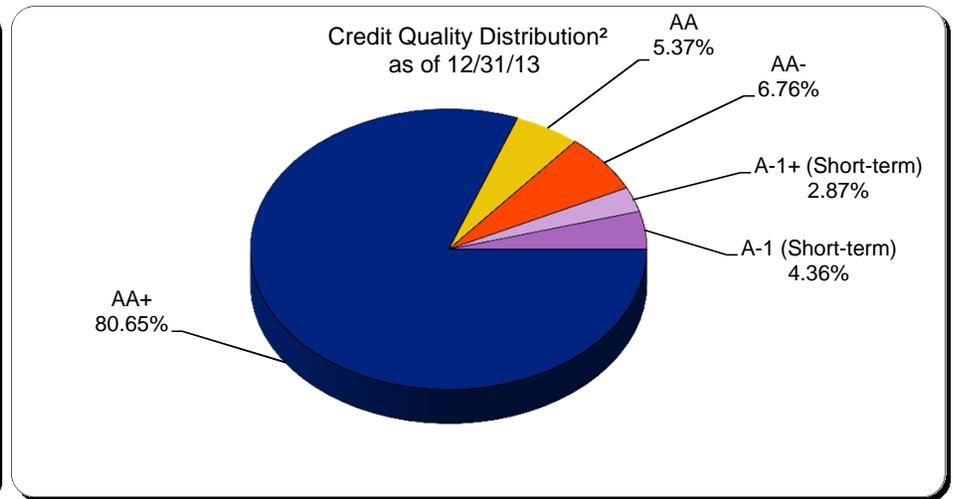
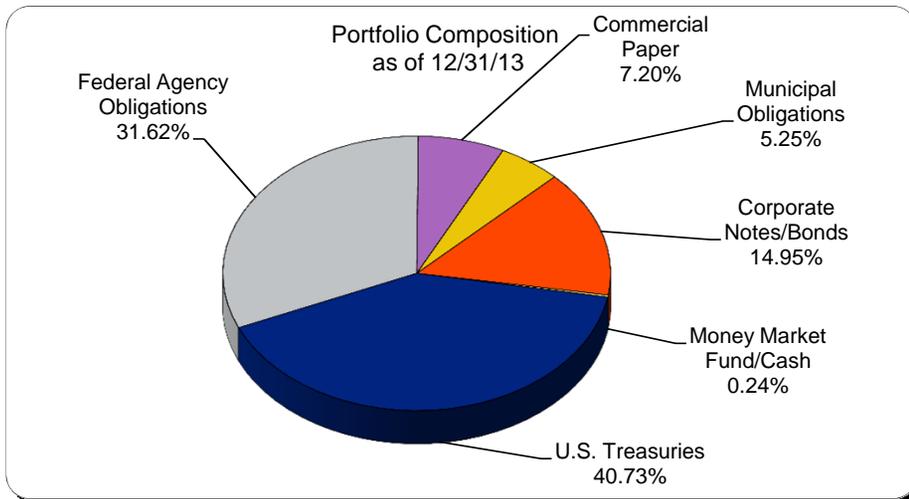


Notes:

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>December 31, 2013</u>	<u>% of Portfolio</u>	<u>September 30, 2013</u>	<u>% of Portfolio</u>
U.S. Treasuries	\$17,803,271.88	40.7%	\$14,301,623.07	32.7%
Federal Agencies	13,821,308.46	31.6%	18,620,864.69	42.6%
Commercial Paper	3,148,330.85	7.2%	2,097,570.70	4.8%
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	2,295,745.93	5.3%	2,086,524.62	4.8%
Corporate Notes/Bonds	6,533,215.83	14.9%	6,531,008.00	15.0%
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	105,630.14	0.2%	32,137.95	0.1%
Totals	\$43,707,503.09	100.0%	\$43,669,729.03	100.0%

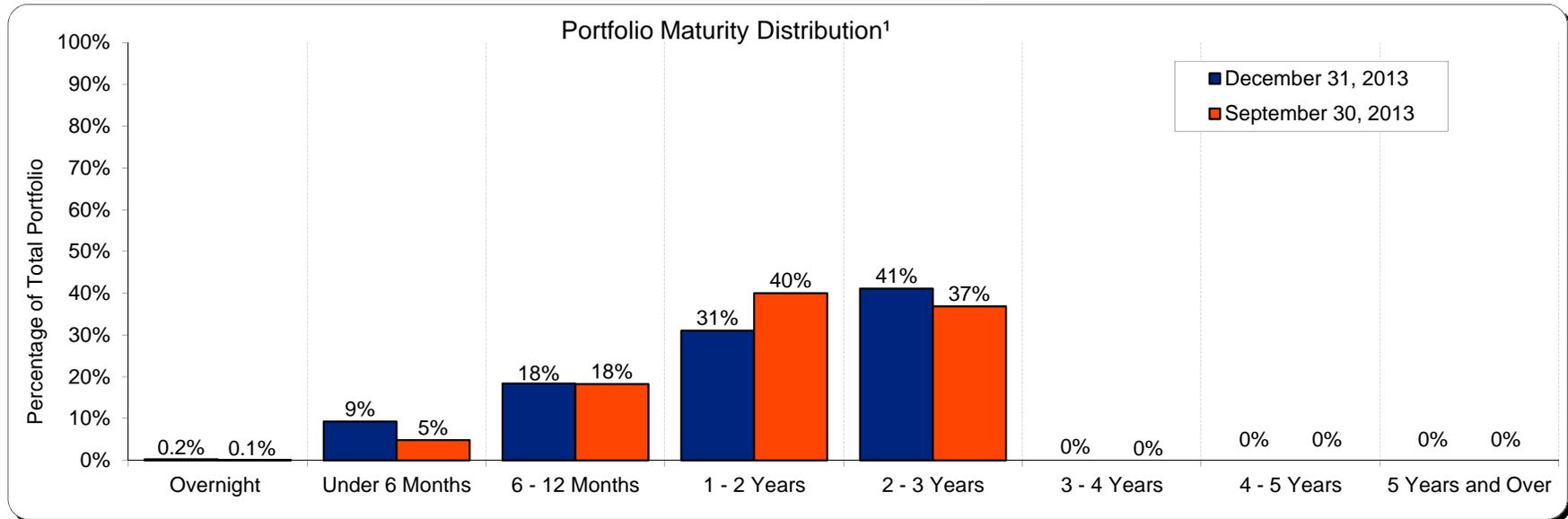


Notes:

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

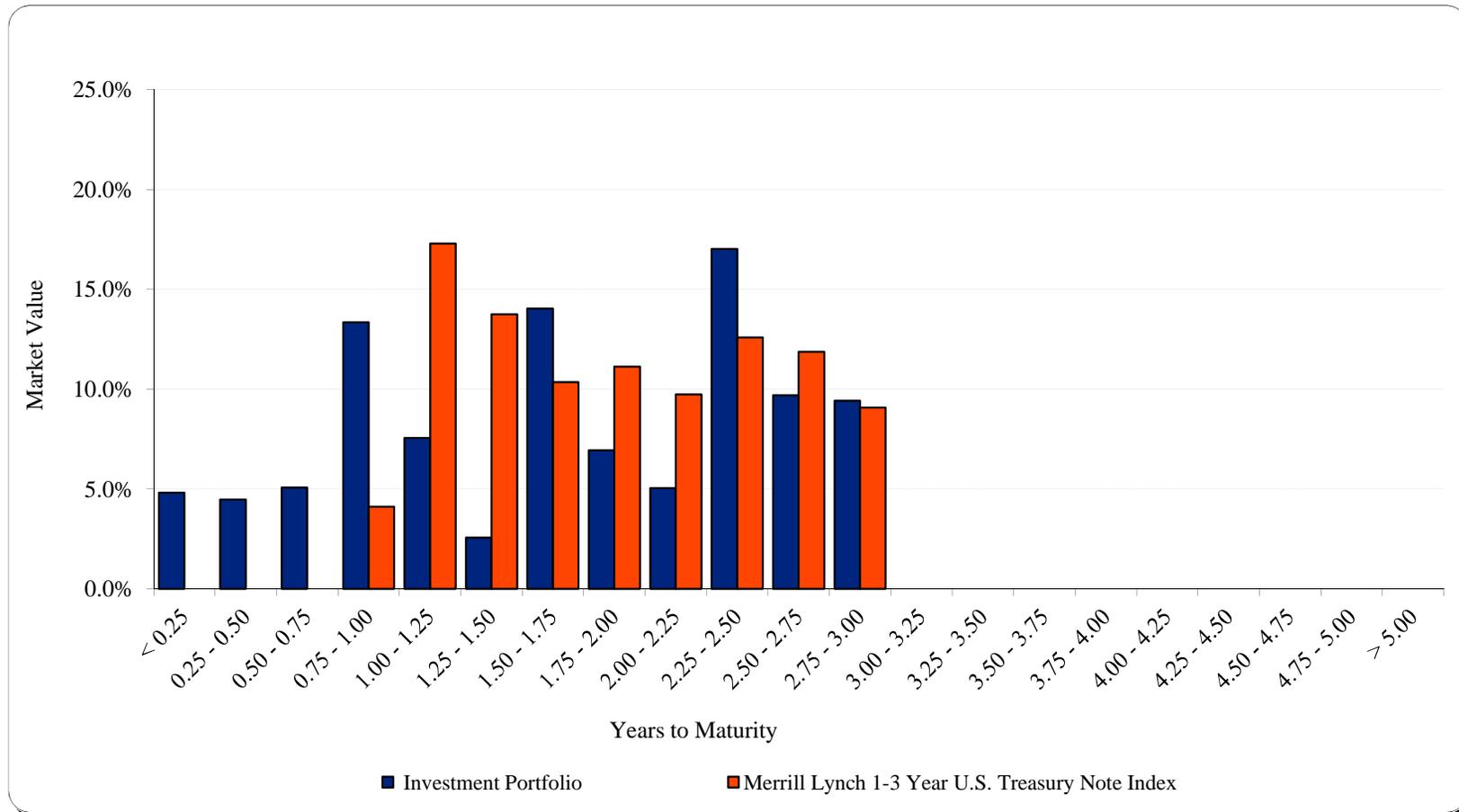
<u>Maturity Distribution¹</u>	<u>December 31, 2013</u>	<u>September 30, 2013</u>
Overnight (Money Market Fund)	\$105,630.14	\$32,137.95
Under 6 Months	4,050,838.85	2,097,570.70
6 - 12 Months	8,032,381.99	7,961,880.59
1 - 2 Years	13,560,995.96	17,465,438.46
2 - 3 Years	17,957,656.15	16,112,701.33
3 - 4 Years	0.00	0.00
4 - 5 Years	0.00	0.00
5 Years and Over	0.00	0.00
Totals	\$43,707,503.09	\$43,669,729.03



Notes:

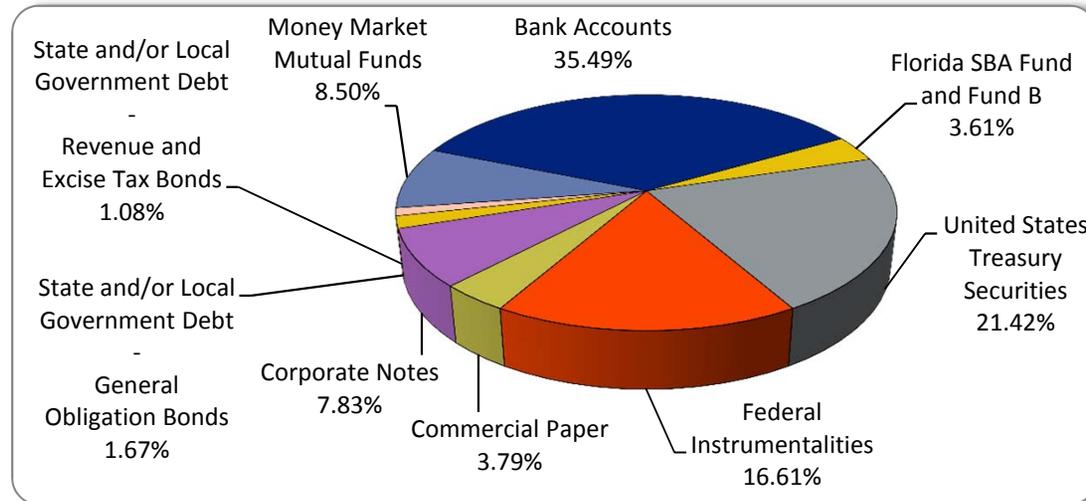
1. Callable securities in portfolio are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.

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	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Florida SBA Fund and Fund B	2,996,871.58	3.61%	2	100%	YES
United States Treasury Securities	17,806,104.84	21.42%		100%	YES
United States Government Agency Securities	-	0.00%	3	100%	YES
Federal Instrumentalities	13,803,717.92	16.61%	3	100%	YES
Mortgage-Backed Securities	-	0.00%		40%	YES
Certificates of Deposit	-	0.00%		10%	YES
Repurchase Agreements	-	0.00%		20%	YES
Commercial Paper	3,148,019.56	3.79%		25%	YES
Corporate Notes	6,511,087.92	7.83%		15%	YES
Bankers' Acceptances	-	0.00%		25%	YES
State and/or Local Government Debt - General Obligation Bonds	1,388,737.51	1.67%		25%	YES
State and/or Local Government Debt - Revenue and Excise Tax Bonds	900,798.00	1.08%		10%	YES
Money Market Mutual Funds	7,063,991.88	8.50%		20%	YES
Intergovernmental Investment Pool	-	0.00%		25%	YES
Bank Accounts	29,497,588.19	35.49%		100%	YES

Notes:

1. End of month trade-date amortized cost of portfolio holdings, including accrued interest.

2. Managed by the City.

3. The combined total of Federal Instrumentalities and Mortgage Backed Securities can not be more than 100%. The combined total as of December 31, 2013 is 16.61%.

* No Bond Proceeds

Individual Issuer Breakdown	Amortized Cost (Includes Interest)	Allocation Percentage	Notes	Permitted by Policy	In Compliance
Government National Mortgage Association (GNMA)	-	0.00%		40%	YES
Federal Farm Credit Bank (FFCB)	-	0.00%		40%	YES
Federal Home Loan Bank (FHLB)	2,326,250.12	2.80%		40%	YES
Federal National Mortgage Association (FNMA)	5,946,108.63	7.15%		40%	YES
Federal Home Loan Mortgage Corporation (FHLMC)	5,531,359.17	6.65%		40%	YES
Toyota Commercial Paper	199,933.33	0.24%		5%	YES
Bank of Tokyo Mitsubishi Commercial Paper	1,898,918.06	2.28%		5%	YES
Rabobank USA Finance LLC Commercial Paper	1,049,168.17	1.26%		5%	YES
General Electric Corporate Notes	1,737,045.63	2.09%		5%	YES
Berkshire Hathaway Corporate Notes	576,796.78	0.69%		5%	YES
Toyota Corporate Notes	1,074,787.24	1.29%		5%	YES
Wal-Mart Corporate Notes	370,293.44	0.45%		5%	YES
Apple Inc. Corporate Notes	589,593.83	0.71%		5%	YES
IBM Corporate Notes	1,647,484.23	1.98%		5%	YES
Chevron Corporate Notes	280,048.40	0.34%		5%	YES
Coca-Cola Corporate Notes	235,038.37	0.28%		5%	YES
Regional Trans Authority, IL Revenue Bond	900,798.00	1.08%		10%	YES
Minnesota State GO Bond	1,181,968.46	1.42%		10%	YES
Mississippi State Taxable GO Bond	206,769.05	0.25%		10%	YES
Money Market Fund - Sweep Account	105,630.14	0.13%		10%	YES
PFM Funds Prime Series Money Market Fund	6,958,361.74	8.37%		10%	YES
Florida Prime	2,834,111.61	3.41%	2	100%	YES
SBA Fund B	162,759.97	0.20%	2	N/A	YES
City National Bank Account	29,497,588.19	35.49%	2	100%	YES

Notes:

1. End of month trade-date amortized cost of portfolio holdings, including accrued interest.
2. Managed by the City.
3. The combined total of Federal Instrumentalities and Mortgage Backed Securities can not be more than 100%. The combined total as of December 31, 2013 is 16.61%.

* No Bond Proceeds

TAB III

Insert Month End Statement here to complete the report.

In consideration of the safety and security of our client's sensitive information, PFM Asset Management's compliance department does not allow the inclusion of month end statements in any electronic communication including this version of the quarterly performance 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.pmfunds.com**

The most current statements are always available to the client online, however they can only be accessed with the designated username and password.



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 Harrisburg, PA 17108-1813

ACCOUNT STATEMENT

For the Month Ending
December 31, 2013

CITY OF HALLANDALE BEACH

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Accounts included in Statement

33880100 CITY OF HALLANDALE BEACH INV PORT

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 400 SOUTH FEDERAL HIGHWAY
 HALLANDALE BEACH, FL 33009

Online Access <http://www.pfm.com>

Customer Service 1-717-232-2723

**Important Disclosures****Important Disclosures**

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

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

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

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

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

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

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

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

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

Rating Information provided for ratings is based upon a good faith inquiry of selected sources, but its accuracy and completeness cannot be guaranteed. Shares of some money market and TERM funds are marketed through representatives of PFM's wholly owned subsidiary, PFM Fund Distributors, Inc. PFM Fund Distributors, Inc. is registered with the SEC as a broker/dealer and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Municipal Securities Rulemaking Board ("MSRB"). You may reach the FINRA by calling the FINRA Regulator Public Disclosure Hotline at 1-888-289-9999 or at the FINRA Regulation Internet website address www.nasd.com. A brochure describing the FINRA Regulation Public Disclosure Program is also available from the FINRA upon request.

Key Terms and Definitions

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

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

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

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

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

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

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

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

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

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



Managed Account Summary Statement

For the Month Ending **December 31, 2013**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Transaction Summary - Managed Account

Opening Market Value	\$43,576,219.28
Maturities/Calls	0.00
Principal Dispositions	(1,040,093.60)
Principal Acquisitions	1,074,677.50
Unsettled Trades	0.00
Change in Current Value	(97,905.36)
Closing Market Value	\$43,512,897.82

Cash Transactions Summary - Managed Account

Maturities/Calls	0.00
Sale Proceeds	3,472,583.38
Coupon/Interest/Dividend Income	67,689.60
Principal Payments	0.00
Security Purchases	(3,501,123.84)
Net Cash Contribution	(2,500.00)
Reconciling Transactions	0.00

Earnings Reconciliation (Cash Basis) - Managed Account

Interest/Dividends/Coupons Received	71,625.38
Less Purchased Interest Related to Interest/Coupons	(158.65)
Plus Net Realized Gains/Losses	9,698.40
Total Cash Basis Earnings	\$81,165.13

Cash Balance

Closing Cash Balance **\$105,630.14**

Earnings Reconciliation (Accrual Basis)

	Total
Ending Amortized Value of Securities	43,469,490.62
Ending Accrued Interest	88,975.13
Plus Proceeds from Sales	1,040,657.51
Plus Proceeds of Maturities/Calls/Principal Payments	0.00
Plus Coupons/Dividends Received	67,689.60
Less Cost of New Purchases	(1,074,677.50)
Less Beginning Amortized Value of Securities	(43,451,253.30)
Less Beginning Accrued Interest	(119,417.03)
Total Accrual Basis Earnings	\$21,465.03



Portfolio Summary and Statistics

For the Month Ending **December 31, 2013**

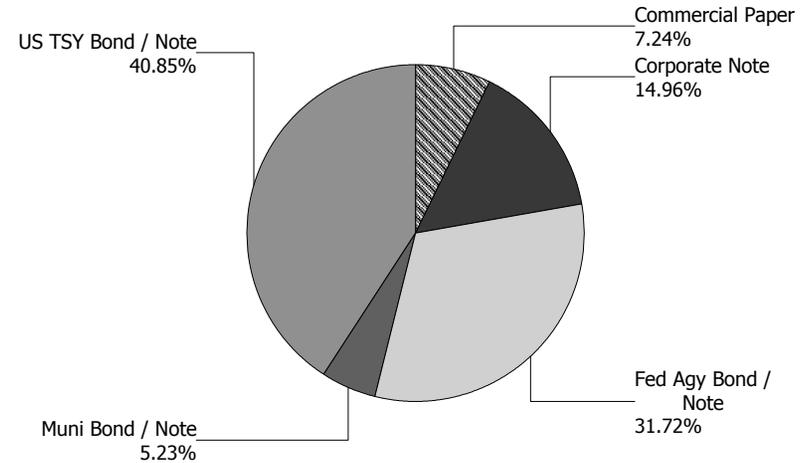
CITY OF HALLANDALE BEACH INV PORT - 33880100

Account Summary

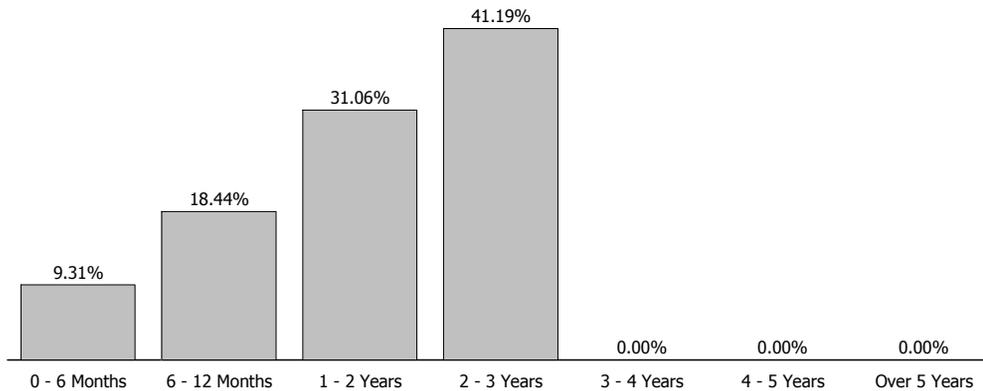
Description	Par Value	Market Value	Percent
U.S. Treasury Bond / Note	17,440,000.00	17,781,131.29	40.85
Municipal Bond / Note	2,165,000.00	2,274,500.70	5.23
Federal Agency Bond / Note	13,760,000.00	13,800,239.59	31.72
Corporate Note	6,490,000.00	6,508,695.39	14.96
Commercial Paper	3,150,000.00	3,148,330.85	7.24
Managed Account Sub-Total	43,005,000.00	43,512,897.82	100.00%
Accrued Interest		88,975.13	
Total Portfolio	43,005,000.00	43,601,872.95	

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

Sector Allocation



Maturity Distribution



Characteristics

Yield to Maturity at Cost	0.59%
Yield to Maturity at Market	0.44%
Duration to Worst	1.69
Weighted Average Days to Maturity	626



Managed Account Issuer Summary

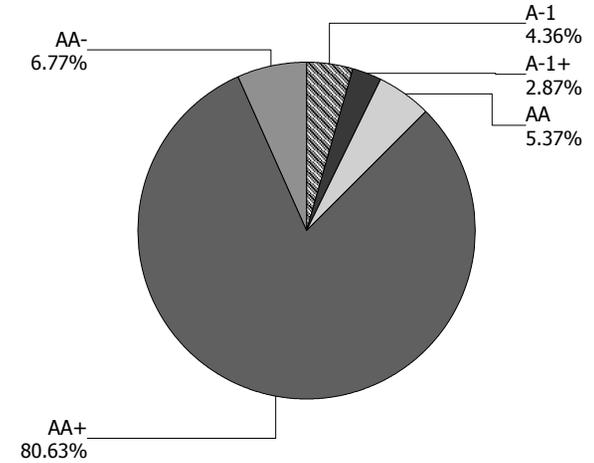
For the Month Ending **December 31, 2013**

CITY OF HALLANDALE BEACH INV PORT - 33880100

Issuer Summary

Issuer	Market Value of Holdings	Percent
APPLE INC	585,716.60	1.35
BERKSHIRE HATHAWAY INC	577,608.20	1.33
CHEVRON CORP	280,664.72	0.65
COCA-COLA COMPANY	233,727.24	0.54
FANNIE MAE	5,939,062.70	13.65
FEDERAL HOME LOAN BANKS	2,323,971.88	5.34
FREDDIE MAC	5,537,205.01	12.73
GENERAL ELECTRIC CO	1,751,501.80	4.03
IBM CORP	1,636,077.30	3.76
MINNESOTA ST	1,166,672.70	2.68
MISSISSIPPI STATE	206,118.00	0.47
MITSUBISHI UFJ FINANCIAL GROUP INC	1,899,101.30	4.36
RABOBANK NEDERLAND	1,049,251.35	2.41
REGIONAL TRANS AUTH, IL	901,710.00	2.07
TOYOTA MOTOR CORP	1,273,915.34	2.93
UNITED STATES TREASURY	17,781,131.29	40.85
WAL-MART STORES INC	369,462.39	0.85
Total	\$43,512,897.82	100.00%

Credit Quality (S&P Ratings)





Managed Account Detail of Securities Held

For the Month Ending **December 31, 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	2,850,000.00	AA+	Aaa	10/27/11	10/31/11	2,851,224.61	0.49	3,053.57	2,850,327.32	2,858,014.20
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	120.26	1,028,611.80	1,030,844.60
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	972.62	1,027,906.96	1,030,724.09
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	4,327.44	1,375,436.11	1,376,965.82
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	888.47	421,894.47	421,873.23
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	3,211.33	1,523,881.52	1,524,843.00
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	94.72	1,129,507.82	1,125,553.13
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	98.76	1,176,678.80	1,173,562.50
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	140.06	1,665,599.35	1,664,325.00
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	6,421.82	1,899,365.48	1,907,718.75
US TREASURY NOTES	DTD 11/30/2011 0.875% 11/30/2016	912828RU6	1,455,000.00	AA+	Aaa	10/31/13	11/01/13	1,466,196.68	0.62	1,119.23	1,465,595.22	1,459,660.37
US TREASURY NOTES	DTD 11/30/2011 0.875% 11/30/2016	912828RU6	2,200,000.00	AA+	Aaa	11/27/13	12/03/13	2,219,679.69	0.57	1,692.31	2,219,159.40	2,207,046.60
Security Type Sub-Total			17,440,000.00					17,877,533.01	0.51	22,140.59	17,783,964.25	17,781,131.29
Municipal Bond / Note												



Managed Account Detail of Securities Held

For the Month Ending **December 31, 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												
REGIONAL TRANS AUTH, IL TXBL REV BONDS		759911U32	900,000.00	AA	Aa3	06/14/12	06/26/12	900,000.00	1.06	798.00	900,000.00	901,710.00
DTD 06/26/2012 1.064% 06/01/2014												
MN ST T/E GO BONDS		604129J80	525,000.00	AA+	Aa1	08/06/13	08/15/13	571,798.50	0.43	9,916.67	562,811.92	564,070.50
DTD 08/15/2013 5.000% 08/01/2015												
MN ST T/E GO BONDS		604129J98	540,000.00	AA+	Aa1	08/06/13	08/15/13	607,586.40	0.72	10,200.00	599,039.87	602,602.20
DTD 08/15/2013 5.000% 08/01/2016												
MS ST TXBL GO BONDS		605581DR5	200,000.00	AA	Aa2	11/13/13	12/03/13	206,608.00	1.00	330.56	206,438.49	206,118.00
DTD 12/03/2013 2.125% 12/01/2016												

Security Type Sub-Total **2,165,000.00** **2,285,992.90** **0.81** **21,245.23** **2,268,290.28** **2,274,500.70**

Federal Agency Bond / Note												
FREDDIE MAC GLOBAL NOTES		3134G2WG3	2,200,000.00	AA+	Aaa	08/30/11	08/31/11	2,211,528.00	0.58	4,537.50	2,202,750.33	2,209,251.00
DTD 08/05/2011 0.750% 09/22/2014												
FREDDIE MAC GLOBAL NOTES		3137EACY3	1,915,000.00	AA+	Aaa	05/30/12	05/31/12	1,926,873.00	0.50	1,436.25	1,919,319.57	1,925,124.61
DTD 10/06/2011 0.750% 11/25/2014												
FANNIE MAE GLOBAL NOTES		3135G0KM4	1,120,000.00	AA+	Aaa	04/17/12	04/19/12	1,116,763.20	0.59	528.89	1,118,527.46	1,122,968.00
DTD 04/19/2012 0.500% 05/27/2015												
FEDERAL HOME LOAN BANK GLOBAL NOTES		313383V81	1,250,000.00	AA+	Aaa	08/08/13	08/09/13	1,249,950.00	0.38	1,601.56	1,249,959.41	1,250,772.50
DTD 08/09/2013 0.375% 08/28/2015												
FREDDIE MAC GLOBAL NOTES		3134G3ZA1	1,400,000.00	AA+	Aaa	07/30/12	07/31/12	1,401,708.00	0.46	2,391.67	1,400,923.85	1,402,829.40
DTD 07/11/2012 0.500% 08/28/2015												
FANNIE MAE GLOBAL NOTES		3135G0NV1	1,500,000.00	AA+	Aaa	09/21/12	09/24/12	1,502,280.00	0.45	1,937.50	1,501,322.40	1,502,650.50
DTD 08/17/2012 0.500% 09/28/2015												
FHLB (CALLABLE) GLOBAL NOTES		3130A0GK0	1,075,000.00	AA+	Aaa	12/12/13	12/30/13	1,074,677.50	0.39	11.20	1,074,677.95	1,073,199.38
DTD 12/30/2013 0.375% 12/30/2015												
FANNIE MAE (CALLABLE) GLOBAL NOTES		3135G0TS2	2,200,000.00	AA+	Aaa	04/02/13	04/03/13	2,200,000.00	0.50	5,072.22	2,200,000.00	2,197,738.40
DTD 01/15/2013 0.500% 01/15/2016												



Managed Account Detail of Securities Held

For the Month Ending **December 31, 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											
FNMA NOTES DTD 08/19/2011 1.250% 09/28/2016	3135G0CM3	1,100,000.00	AA+	Aaa	10/01/13	10/03/13	1,116,506.71	0.74	3,552.08	1,115,168.08	1,115,705.80
Security Type Sub-Total		13,760,000.00					13,800,286.41	0.51	21,068.87	13,782,649.05	13,800,239.59

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	17,668.22	1,719,377.41	1,751,501.80
TOYOTA MOTOR CREDIT CORP DTD 02/17/2012 1.000% 02/17/2015	89233P5Z5	490,000.00	AA-	Aa3	03/01/13	03/06/13	494,454.10	0.53	1,823.89	492,585.18	493,318.28
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	493.33	369,800.11	369,462.39
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	427.75	589,166.08	585,716.60
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	1,134.38	1,646,349.85	1,636,077.30
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	567.11	579,811.06	580,618.86
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	48.40	280,000.00	280,664.72
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	2,063.61	574,733.17	577,608.20
COCA-COLA CO/THE GLOBAL NOTES DTD 11/01/2013 0.750% 11/01/2016	191216BD1	235,000.00	AA-	Aa3	10/29/13	11/01/13	234,729.75	0.79	293.75	234,744.62	233,727.24
Security Type Sub-Total		6,490,000.00					6,485,868.90	1.07	24,520.44	6,486,567.48	6,508,695.39

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	199,933.33	199,978.20



Managed Account Detail of Securities Held

For the Month Ending **December 31, 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
Commercial Paper												
BANK OF TOKYO MITSUBISHI LTD COMM PAPER	-- 0.000% 03/24/2014	06538CCQ2	1,900,000.00	A-1	P-1	09/23/13	09/23/13	1,897,598.61	0.25	0.00	1,898,918.06	1,899,101.30
RABOBANK USA FIN CORP COMM PAPER	-- 0.000% 05/05/2014	74977LE52	1,050,000.00	A-1+	P-1	11/05/13	11/06/13	1,048,792.50	0.23	0.00	1,049,168.17	1,049,251.35
Security Type Sub-Total			3,150,000.00					3,146,021.67	0.24	0.00	3,148,019.56	3,148,330.85
Managed Account Sub-Total			43,005,000.00					43,595,702.89	0.59	88,975.13	43,469,490.62	43,512,897.82
Securities Sub-Total			\$43,005,000.00					\$43,595,702.89	0.59%	\$88,975.13	\$43,469,490.62	\$43,512,897.82
Accrued Interest												\$88,975.13
Total Investments												\$43,601,872.95



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 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	2,850,000.00	BARCLAYS		100.28	2,858,014.20	6,789.59	7,686.88	0.79	0.79	0.14
US TREASURY NOTES	DTD 12/15/2011 0.250% 12/15/2014	912828RV4	1,030,000.00	BARCLAYS		100.08	1,030,844.60	5,109.44	2,232.80	0.95	0.95	0.16
US TREASURY NOTES	DTD 02/15/2012 0.250% 02/15/2015	912828SE1	1,030,000.00	CITIGRP		100.07	1,030,724.09	6,236.20	2,817.13	1.12	1.12	0.19
US TREASURY NOTES	DTD 09/30/2010 1.250% 09/30/2015	912828NZ9	1,355,000.00	JPMCHASE		101.62	1,376,965.82	(14,079.30)	1,529.71	1.73	1.73	0.32
US TREASURY NOTES	DTD 11/01/2010 1.250% 10/31/2015	912828PE4	415,000.00	BARCLAYS		101.66	421,873.23	(4,052.94)	(21.24)	1.81	1.81	0.34
US TREASURY NOTES	DTD 11/01/2010 1.250% 10/31/2015	912828PE4	1,500,000.00	BARCLAYS		101.66	1,524,843.00	(14,707.78)	961.48	1.81	1.81	0.34
US TREASURY NOTES	DTD 06/30/2009 3.250% 06/30/2016	912828KZ2	1,055,000.00	CITIGRP		106.69	1,125,553.13	(22,624.80)	(3,954.69)	2.42	2.42	0.55
US TREASURY NOTES	DTD 06/30/2009 3.250% 06/30/2016	912828KZ2	1,100,000.00	GOLDMAN		106.69	1,173,562.50	(21,226.56)	(3,116.30)	2.42	2.42	0.55
US TREASURY NOTES	DTD 06/30/2009 3.250% 06/30/2016	912828KZ2	1,560,000.00	HSBC		106.69	1,664,325.00	(25,837.50)	(1,274.35)	2.42	2.42	0.55
US TREASURY NOTES	DTD 08/31/2011 1.000% 08/31/2016	912828RF9	1,890,000.00	JPMCHASE		100.94	1,907,718.75	7,161.33	8,353.27	2.62	2.62	0.64
US TREASURY NOTES	DTD 11/30/2011 0.875% 11/30/2016	912828RU6	1,455,000.00	BARCLAYS		100.32	1,459,660.37	(6,536.31)	(5,934.85)	2.87	2.87	0.76
US TREASURY NOTES	DTD 11/30/2011 0.875% 11/30/2016	912828RU6	2,200,000.00	GOLDMAN		100.32	2,207,046.60	(12,633.09)	(12,112.80)	2.87	2.87	0.76
Security Type Sub-Total			17,440,000.00				17,781,131.29	(96,401.72)	(2,832.96)	1.99	1.99	0.46
Municipal Bond / Note												
REGIONAL TRANS AUTH, IL TXBL REV BONDS	DTD 06/26/2012 1.064% 06/01/2014	759911U32	900,000.00	JPMCHASE		100.19	901,710.00	1,710.00	1,710.00	0.42	0.42	0.60
MN ST T/E GO BONDS	DTD 08/15/2013 5.000% 08/01/2015	604129J80	525,000.00	CITIGRP		107.44	564,070.50	(7,728.00)	1,258.58	1.52	1.52	0.29



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 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
Municipal Bond / Note											
MN ST T/E GO BONDS DTD 08/15/2013 5.000% 08/01/2016	604129J98	540,000.00	CITIGRP		111.59	602,602.20	(4,984.20)	3,562.33	2.42	2.42	0.48
MS ST TXBL GO BONDS DTD 12/03/2013 2.125% 12/01/2016	605581DR5	200,000.00	MORGANST		103.06	206,118.00	(490.00)	(320.49)	2.83	2.83	1.06
Security Type Sub-Total		2,165,000.00				2,274,500.70	(11,492.20)	6,210.42	1.44	1.44	0.53

Federal Agency Bond / Note											
FREDDIE MAC GLOBAL NOTES DTD 08/05/2011 0.750% 09/22/2014	3134G2WG3	2,200,000.00	BARCLAYS		100.42	2,209,251.00	(2,277.00)	6,500.67	0.72	0.72	0.17
FREDDIE MAC GLOBAL NOTES DTD 10/06/2011 0.750% 11/25/2014	3137EACY3	1,915,000.00	JPMCHASE		100.53	1,925,124.61	(1,748.39)	5,805.04	0.90	0.90	0.16
FANNIE MAE GLOBAL NOTES DTD 04/19/2012 0.500% 05/27/2015	3135G0KM4	1,120,000.00	CITIGRP		100.27	1,122,968.00	6,204.80	4,440.54	1.40	1.40	0.31
FEDERAL HOME LOAN BANK GLOBAL NOTES DTD 08/09/2013 0.375% 08/28/2015	313383V81	1,250,000.00	DEUTSCHE		100.06	1,250,772.50	822.50	813.09	1.65	1.65	0.34
FREDDIE MAC GLOBAL NOTES DTD 07/11/2012 0.500% 08/28/2015	3134G3ZA1	1,400,000.00	BNP PARI		100.20	1,402,829.40	1,121.40	1,905.55	1.65	1.65	0.38
FANNIE MAE GLOBAL NOTES DTD 08/17/2012 0.500% 09/28/2015	3135G0NV1	1,500,000.00	MORGANST		100.18	1,502,650.50	370.50	1,328.10	1.73	1.73	0.40
FHLB (CALLABLE) GLOBAL NOTES DTD 12/30/2013 0.375% 12/30/2015	3130A0GK0	1,075,000.00	JPMCHASE	09/30/14	99.83	1,073,199.38	(1,478.12)	(1,478.57)	1.54	1.99	0.46
FANNIE MAE (CALLABLE) GLOBAL NOTES DTD 01/15/2013 0.500% 01/15/2016	3135G0TS2	2,200,000.00	MIZUHO	01/15/14	99.90	2,197,738.40	(2,261.60)	(2,261.60)	1.51	2.02	0.55
FNMA NOTES DTD 08/19/2011 1.250% 09/28/2016	3135G0CM3	1,100,000.00	BNP PARI		101.43	1,115,705.80	(800.91)	537.72	2.69	2.69	0.72
Security Type Sub-Total		13,760,000.00				13,800,239.59	(46.82)	17,590.54	1.44	1.55	0.37

Corporate Note											
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015	36962G5M2	1,720,000.00	CITIGRP		101.83	1,751,501.80	33,290.60	32,124.39	1.00	1.00	0.35



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 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											
TOYOTA MOTOR CREDIT CORP DTD 02/17/2012 1.000% 02/17/2015	89233P5Z5	490,000.00	GOLDMAN		100.68	493,318.28	(1,135.82)	733.10	1.12	1.12	0.40
WAL-MART STORES INC GLOBAL NOTES DTD 04/11/2013 0.600% 04/11/2016	931142DE0	370,000.00	MORGANST		99.85	369,462.39	(274.91)	(337.72)	2.26	2.26	0.66
APPLE INC GLOBAL NOTES DTD 05/03/2013 0.450% 05/03/2016	037833AH3	590,000.00	GOLDMAN		99.27	585,716.60	(3,215.50)	(3,449.48)	2.98	2.32	0.76
IBM CORP GLOBAL NOTES (EX-CALLABLE) DTD 05/07/2013 0.450% 05/06/2016	459200HL8	1,650,000.00	MERRILL		99.16	1,636,077.30	(9,269.70)	(10,272.55)	2.98	2.33	0.81
TOYOTA MOTOR CREDIT CORP DTD 05/17/2013 0.800% 05/17/2016	89236TAL9	580,000.00	CITIGRP		100.11	580,618.86	856.66	807.80	2.35	2.35	0.75
CHEVRON CORP GLOBAL NOTES DTD 06/24/2013 0.889% 06/24/2016	166764AC4	280,000.00	BARCLAYS		100.24	280,664.72	664.72	664.72	2.45	2.45	0.79
BERKSHIRE HATHAWAY FIN GLOBAL NOTES DTD 08/15/2013 0.950% 08/15/2016	084664BX8	575,000.00	WELLSFAR		100.45	577,608.20	2,912.95	2,875.03	2.58	2.58	0.77
COCA-COLA CO/THE GLOBAL NOTES DTD 11/01/2013 0.750% 11/01/2016	191216BD1	235,000.00	HSBC		99.46	233,727.24	(1,002.51)	(1,017.38)	2.79	2.79	0.94
Security Type Sub-Total		6,490,000.00				6,508,695.39	22,826.49	22,127.91	2.14	1.92	0.64
Commercial Paper											
TOYOTA MOTOR CREDIT CORP COMM PAPER -- 0.000% 02/18/2014	89233HBJ2	200,000.00	TOYOTA		99.99	199,978.20	347.64	44.87	0.13	0.13	0.08
BANK OF TOKYO MITSUBISHI LTD COMM PAPER -- 0.000% 03/24/2014	06538CCO2	1,900,000.00	BTM_DIR		99.95	1,899,101.30	1,502.69	183.24	0.23	0.23	0.21
RABOBANK USA FIN CORP COMM PAPER -- 0.000% 05/05/2014	74977LE52	1,050,000.00	BARCLAYS		99.93	1,049,251.35	458.85	83.18	0.34	0.34	0.21
Security Type Sub-Total		3,150,000.00				3,148,330.85	2,309.18	311.29	0.26	0.26	0.20
Managed Account Sub-Total		43,005,000.00				43,512,897.82	(82,805.07)	43,407.20	1.68	1.69	0.44



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 2013**

CITY OF HALLANDALE BEACH INV PORT - 33880100							
Securities Sub-Total	\$43,005,000.00	\$43,512,897.82	(\$8,805.07)	\$43,407.20	1.68	1.69	0.44%
Accrued Interest		\$88,975.13					
Total Investments		\$43,601,872.95					



Managed Account Security Transactions & Interest

For the Month Ending **December 31, 2013**

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									
BUY										
11/13/13	12/03/13	MS ST TXBL GO BONDS DTD 12/03/2013 2.125% 12/01/2016	605581DR5	200,000.00	(206,608.00)	0.00	(206,608.00)			
11/27/13	12/03/13	US TREASURY NOTES DTD 11/30/2011 0.875% 11/30/2016	912828RU6	2,200,000.00	(2,219,679.69)	(158.65)	(2,219,838.34)			
12/12/13	12/30/13	FHLB (CALLABLE) GLOBAL NOTES DTD 12/30/2013 0.375% 12/30/2015	3130A0GK0	1,075,000.00	(1,074,677.50)	0.00	(1,074,677.50)			
Transaction Type Sub-Total				3,475,000.00	(3,500,965.19)	(158.65)	(3,501,123.84)			
INTEREST										
12/01/13	12/01/13	REGIONAL TRANS AUTH, IL TXBL REV BONDS DTD 06/26/2012 1.064% 06/01/2014	759911U32	900,000.00	0.00	4,788.00	4,788.00			
12/02/13	12/02/13	MONEY MARKET FUND	MONEY0002	0.00	0.00	0.75	0.75			
12/15/13	12/15/13	US TREASURY NOTES DTD 12/15/2011 0.250% 12/15/2014	912828RV4	1,030,000.00	0.00	1,287.50	1,287.50			
12/24/13	12/24/13	CHEVRON CORP GLOBAL NOTES DTD 06/24/2013 0.889% 06/24/2016	166764AC4	280,000.00	0.00	1,244.60	1,244.60			
12/31/13	12/31/13	US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016	912828KZ2	1,560,000.00	0.00	25,350.00	25,350.00			
12/31/13	12/31/13	US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016	912828KZ2	1,055,000.00	0.00	17,143.75	17,143.75			
12/31/13	12/31/13	US TREASURY NOTES DTD 06/30/2009 3.250% 06/30/2016	912828KZ2	1,100,000.00	0.00	17,875.00	17,875.00			
Transaction Type Sub-Total				5,925,000.00	0.00	67,689.60	67,689.60			
SELL										
11/29/13	12/03/13	FNMA NOTES DTD 07/18/2011 0.875% 08/28/2014	3135G0BY8	620,000.00	623,286.00	1,431.60	624,717.60	(3,149.60)	817.87	SPEC LOT
11/29/13	12/03/13	FREDDIE MAC GLOBAL NOTES DTD 08/05/2011 0.750% 09/22/2014	3134G2WG3	200,000.00	200,948.00	295.83	201,243.83	(100.00)	671.20	SPEC LOT
11/29/13	12/03/13	FHLMC NOTES DTD 08/12/2011 0.500% 09/19/2014	3134G2YJ5	1,600,000.00	1,604,320.00	1,644.44	1,605,964.44	12,854.40	6,619.52	SPEC LOT



Managed Account Security Transactions & Interest

For the Month Ending **December 31, 2013**

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									
SELL										
12/16/13	12/30/13	FREDDIE MAC (CALLABLE) GLOBAL NOTES DTD 04/29/2013 0.320% 04/29/2015	3134G42V9	1,040,000.00	1,040,093.60	563.91	1,040,657.51	93.60	93.60	SPEC LOT
Transaction Type Sub-Total				3,460,000.00	3,468,647.60	3,935.78	3,472,583.38	9,698.40	8,202.19	
Managed Account Sub-Total					(32,317.59)	71,466.73	39,149.14	9,698.40	8,202.19	
Total Security Transactions					(\$32,317.59)	\$71,466.73	\$39,149.14	\$9,698.40	\$8,202.19	



Customer Service
PO Box 11813
Harrisburg, PA 17108-1813

ACCOUNT STATEMENT

For the Month Ending

December 31, 2013

CITY OF HALLANDALE BEACH

Client Management Team

Steven Alexander, CTP, CGFO

Managing Director

300 South Orange Avenue, Suite 1170

Orlando, FL 32801

407-648-2208

alexanders@pfm.com

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Cover/Disclosures

Summary Statement

Individual Accounts

Accounts included in Statement

511-00

CITY OF HALLANDALE BEACH

Important Messages

PFM Funds will be closed on 01/01/2014 for New Year's Day.

PFM Funds will be closed on 01/20/2014 for Martin Luther King Jr Day.

CITY OF HALLANDALE BEACH
MR. ROBERT FRAIDENBURG
400 SOUTH FEDERAL HIGHWAY
HALLANDALE BEACH, FL 33009

Online Access <http://www.pfmfunds.com>

Customer Service 1-800-338-3383

Important Disclosures

Important Disclosures

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

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

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

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

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

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

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

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

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

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

Rating Information provided for ratings is based upon a good faith inquiry of selected sources, but its accuracy and completeness cannot be guaranteed. Shares of some money market and TERM funds are marketed through representatives of PFM's wholly owned subsidiary, PFM Fund Distributors, Inc. PFM Fund Distributors, Inc. is registered with the SEC as a broker/dealer and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Municipal Securities Rulemaking Board ("MSRB"). You may reach the FINRA by calling the FINRA Regulator Public Disclosure Hotline at 1-888-289-9999 or at the FINRA Regulation Internet website address www.nasd.com. A brochure describing the FINRA Regulation Public Disclosure Program is also available from the FINRA upon request.

Key Terms and Definitions

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

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

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

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

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

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

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

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

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

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

Account Statement - Transaction Summary

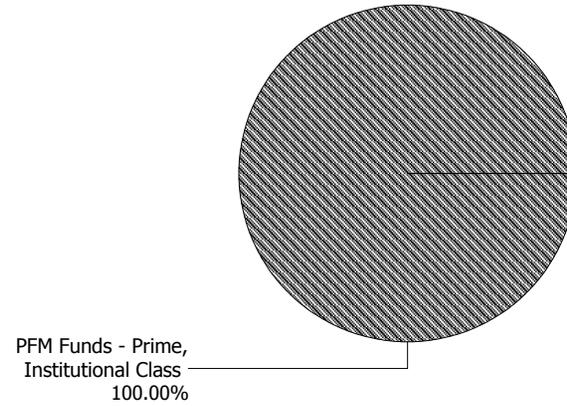
 For the Month Ending **December 31, 2013**

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

PFM Funds - Prime, Institutional Class	
Opening Market Value	6,957,931.43
Purchases	430.31
Redemptions	0.00
Unsettled Trades	0.00
Change in Value	0.00
Closing Market Value	\$6,958,361.74
Cash Dividends and Income	430.31

Asset Summary	December 31, 2013	November 30, 2013
PFM Funds - Prime, Institutional Class	6,958,361.74	6,957,931.43
Total	\$6,958,361.74	\$6,957,931.43

Asset Allocation	
PFM Funds - Prime, Institutional Class	100.00%



Account Statement

 For the Month Ending **December 31, 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					6,957,931.43
12/31/13	01/02/14	Accrual Income Div Reinvestment - Distributions	1.00	430.31	6,958,361.74
Closing Balance					6,958,361.74

	Month of December	Fiscal YTD January-December		
Opening Balance	6,957,931.43	6,950,657.78	Closing Balance	6,958,361.74
Purchases	430.31	7,703.96	Average Monthly Balance	6,957,945.31
Redemptions (Excl. Checks)	0.00	0.00	Monthly Distribution Yield	0.07%
Check Disbursements	0.00	0.00		
Closing Balance	6,958,361.74	6,958,361.74		
Cash Dividends and Income	430.31	7,703.96		