

Q1 FY2017

Ethel Hart Mutual Endowment Fund Quarterly Investment Report September 30, 2016



Office of the City Treasurer - City of Sacramento

John Colville, Interim City Treasurer

Q1 FY2017

INTRODUCTION

In 1993, Ethel MacLeod Hart left a bequest of \$1,498,719.07 to the City of Sacramento for the “.. use, enjoyment and comfort of senior citizens.” On the recommendation of the Ethel MacLeod Hart Advisory Committee a permanent endowment of \$1,000,000 was established. The balance of the bequest was retained in an operating fund account (Hart Operating Fund) and used over the next five-year period for appropriate projects. Annually the amount available for disbursement will be reported to the Board by Rosanne Bernardy, Superintendent of the Office of Human Services. The Hart Trust Endowment Fund (“the Fund”) will be invested with a growth objective. The minimum return objective on these dollars over a five year period is \$400,000 or roughly 7% compounded annually.

The Advisory Committee is responsible for providing advice to City staff and the City Council on the appropriate use of the Ethel MacLeod Hart Trust Fund for Senior Citizens consistent with the terms of the bequest, the interest of the donor, and the approved general guidelines. The Advisory Committee consists of seven members appointed by the Mayor. Appointees must be residents of the City and at least sixty (60) years of age. Two Advisory Committee members must be representatives of specific organizations: American Association of Retired Persons and Sacramento County Adult and Aging Commission.

STRATEGY

- * Adhere to prudent investment practices to provide for the preservation and growth of principal; and

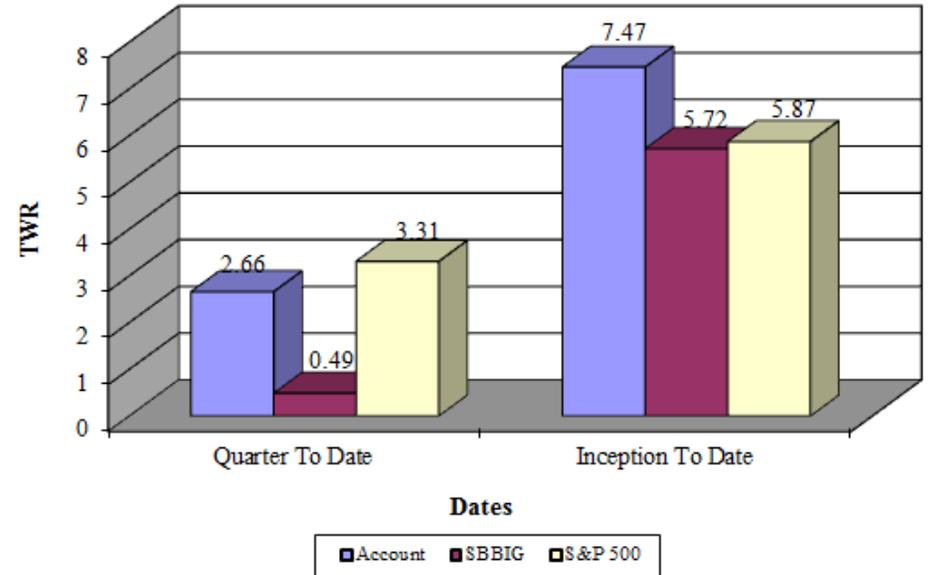
OBJECTIVES

- * The objective for this fund is growth and capital preservation; and
- * To earn a total rate of return on the Hart Trust Endowment Fund to meet the return objectives of \$400,000 (approximately 7% compounded annually) over subsequent five-year periods; and
- * Provide liquidity for the Hart Operating Fund for the “..use, enjoyment and comfort of senior citizens” based on recommendations to City Council by the Advisory Committee.

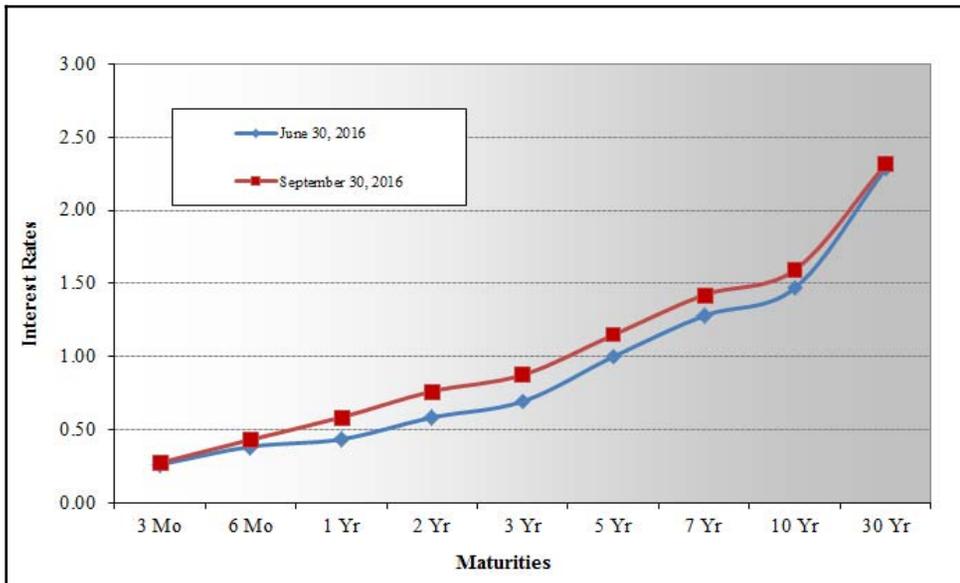
City of Sacramento
Ethel Hart Mutual Endowment Fund
 September 30, 2016

Performance

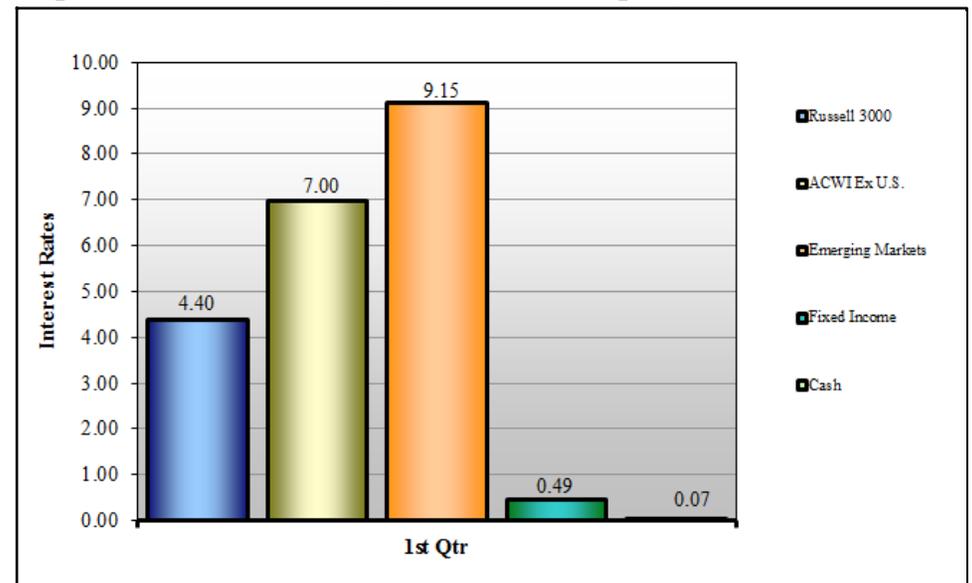
	Quarter To Date	Inception To Date
Account	2.66	7.47
SBBIG	0.49	5.72
S&P 500	3.31	5.87



U.S. Treasury Yield Curve - Fiscal Year 2016-17



Capital Market Returns - Quarter Ended Sep 30, 2016



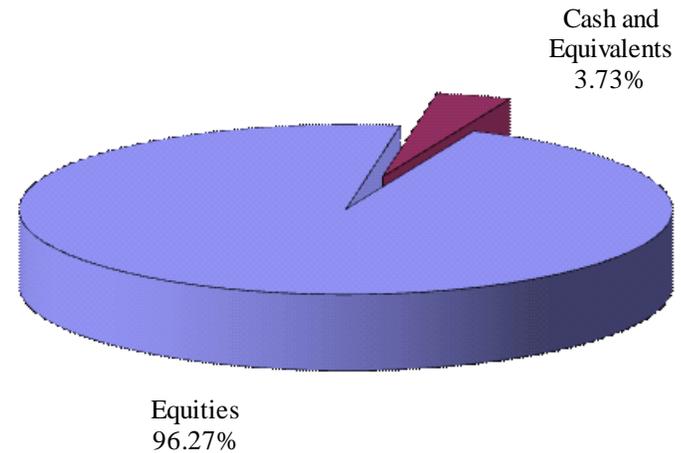
City of Sacramento
Ethel Hart Mutual Endowment Fund
 September 30, 2016

Activity

From 06-30-16 to 09-30-16

Portfolio Value on 06-30-16	2,188,539
Contributions	0
Withdrawals	-300,000
Realized Gains	0
Unrealized Gains	15,294
Interest	159
Dividends	34,835
Portfolio Value on 09-30-16	1,938,826

Actual Asset Allocation



Top 10 Holdings

Securities	Market Value	Pct.
Ishares US Technology ETF	238,000	12.28
Select Sector Spdr Tr Sbi Int-Finl	96,500	4.98
Select Sector Spdr Tr Sbi Cons Discr	80,040	4.13
Altria Group Inc	69,553	3.59
Pool A Cash	69,254	3.57
Merck & Co Inc (new)	68,651	3.54
General Electric Co	59,240	3.06
Johnson & Johnson	59,065	3.05
Mcdonald's Corp	57,680	2.97
Microsoft Corp	57,600	2.97

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
September 30, 2016

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
CASH AND EQUIVALENTS														
	divacc	Dividend Accrual		2,893		2,893		2,893	0.15	4.00				
	PoolA	Pool A Cash		69,254		69,254		69,254	3.57	1.34				
	intreceiv	Pool A Interest Receivable		159		159		159	0.01	1.34				
				<u>72,306</u>		<u>72,306</u>		<u>72,306</u>	3.73	1.45				
COMMON STOCK														
MATERIALS														
320	mon	Monsanto C0 New Com	43.22	13,831	102.20	32,704		32,704	1.69	2.11	A			
INDUSTRIALS														
325	ba	Boeing Co Com	139.46	45,323	131.74	42,815		42,815	2.21	3.31	A-			
350	cat	Caterpillar Inc Del Com	69.21	24,223	88.77	31,069		31,069	1.60	3.47	A-			
300	de	Deere & Co Com	81.10	24,329	85.35	25,605		25,605	1.32	2.81	A-			
2,000	ge	General Electric Co	34.68	69,367	29.62	59,240		59,240	3.06	3.11	B+			
250	iyt	Ishares Tr Transp Ave Idx	77.24	19,310	145.24	36,310		36,310	1.87	1.14				
				<u>182,551</u>		<u>195,040</u>		<u>195,040</u>	10.06	2.80				
TELECOMMUNICATION SERVICES														
1,100	t	At&t Inc	37.42	41,159	40.61	44,671		44,671	2.30	4.73	B+			
1,000	vz	Verizon Communications Inc	39.15	39,153	51.98	51,980		51,980	2.68	4.44	B			
				<u>80,312</u>		<u>96,651</u>		<u>96,651</u>	4.99	4.58				
CONSUMER DISCRETIONARY														
600	dis	Disney (Walt) Com	43.82	26,292	92.86	55,716		55,716	2.87	1.53	A+			
400	hd	Home Depot Inc	79.80	31,920	128.68	51,472		51,472	2.65	2.14	A			
500	mc	Mcdonald's Corp	52.28	26,140	115.36	57,680		57,680	2.97	3.26	A			
1,000	xly	Select Sector Spdr Tr Sbi Cons Discr	29.60	29,600	80.04	80,040		80,040	4.13	1.53				
				<u>113,952</u>		<u>244,908</u>		<u>244,908</u>	12.63	2.07				
CONSUMER STAPLES														
1,100	mo	Altria Group Inc	26.65	29,317	63.23	69,553		69,553	3.59	3.86	A-			
800	ko	Coca Cola Co Com	32.30	25,844	42.32	33,856		33,856	1.75	3.31	A			
550	pm	Philip Morris Intl Inc Com	48.11	26,462	97.22	53,471		53,471	2.76	4.28				
				<u>81,623</u>		<u>156,880</u>		<u>156,880</u>	8.09	3.88				
ENERGY														
300	cvx	Chevron Corporation	102.37	30,711	102.92	30,876		30,876	1.59	4.16	B+			
1,335	kmi	Kinder Morgan Inc Del Com	41.38	55,242	23.13	30,879		30,879	1.59	2.16	B			
525	xle	Select Sector Spdr Tr Sbi Int-Energy	75.56	39,667	70.61	37,070		37,070	1.91	2.61				
650	oih	Vaneck Vectors Etf Tr Oil Svcs Etf	37.87	24,615	29.28	19,032		19,032	0.98	2.16				
				<u>150,236</u>		<u>117,857</u>		<u>117,857</u>	6.08	2.83				

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
 September 30, 2016

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
FINANCIAL														
750	jpm	Jpmorgan Chase & Co	45.10	33,825	66.59	49,942		49,942	2.58	2.64	B+			
5,000	xlf	Select Sector Spdr Tr Sbi Int-Finl	11.50	57,521	19.30	96,500		96,500	4.98	2.63				
400	kie	Spdr S&p Insurance Etf	40.64	16,256	74.10	29,640		29,640	1.53	1.67				
800	usb	U. S. Bancorp	31.49	25,192	42.89	34,312		34,312	1.77	2.61	B+			
750	wfc	Wells Fargo & Company	41.80	31,350	44.28	33,210		33,210	1.71	3.43	A-			
				164,144		243,604		243,604	12.56	2.62				
HEALTHCARE														
250	iyh	Ishares US Healthcare ETF	76.89	19,222	150.21	37,552		37,552	1.94	2.13				
500	jnj	Johnson & Johnson	61.41	30,704	118.13	59,065		59,065	3.05	2.71	A			
1,100	mrk	Merck & Co Inc (new)	47.16	51,875	62.41	68,651		68,651	3.54	2.95	B			
1,200	pfe	Pfizer Inc	25.02	30,024	33.87	40,644		40,644	2.10	3.54	B+			
				131,826		205,912		205,912	10.62	2.85				
INFORMATION TECHNOLOGY														
420	aapl	Apple Inc.	90.36	37,951	113.05	47,481		47,481	2.45	2.02	B+			
300	ibm	International Bus Mach	122.35	36,705	158.85	47,655		47,655	2.46	3.53	A+			
2,000	iyw	Ishares US Technology ETF	44.52	89,041	119.00	238,000		238,000	12.28	1.16				
1,000	msft	Microsoft Corp	24.44	24,435	57.60	57,600		57,600	2.97	2.71	A-			
				188,132		390,736		390,736	20.15	1.78				
REAL ESTATE INVESTMENT TRUSTS														
695	xlre	Select Sector Spdr Tr RI Est Sel Sec	31.99	22,233	32.77	22,775		22,775	1.17	3.32				
UTILITIES														
400	d	Dominion Res Va New Com	36.45	14,579	74.27	29,708		29,708	1.53	3.77	B			
600	pnw	Pinnacle West Cap Corp	47.13	28,276	75.99	45,594		45,594	2.35	3.29	B+			
1,000	xlu	Select Sector Spdr Tr Sbi Int-Utils	42.25	42,250	48.99	48,990		48,990	2.53	3.35				
				85,105		124,292		124,292	6.41	3.43				
				1,213,946		1,831,360		1,831,360	94.46	2.69				
AMERICAN DEPOSITORY RECEIPTS														
ENERGY														
1,000	bp	BP Plc Sponsored Adr	42.25	42,250	35.16	35,160		35,160	1.81	6.77				
				42,250		35,160		35,160	1.81	6.77				
TOTAL PORTFOLIO				1,328,502		1,938,826	0	1,938,826	100.00	2.72				

City of Sacramento
PURCHASE/SALE AND GAIN/LOSS
Ethel Hart Mutual Endowment Fund
 From 07-01-16 To 09-30-16

<u>Trade Date</u>	<u>Settle Date</u>	<u>Quantity</u>	<u>Security</u>	<u>Unit Price</u>	<u>Amount</u>	<u>09-30-2016 Price</u>	<u>Difference</u>
<u>Purchases</u>							
COMMON STOCK							
09-19-2016	09-22-2016	696	Select Sector Spdr Tr Rl Est Sel Sec	31.99	22,256	32.77	1
					22,256		
Total Purchases					22,256		

City of Sacramento
PURCHASE/SALE AND GAIN/LOSS
Ethel Hart Mutual Endowment Fund
 From 07-01-16 To 09-30-16

<u>Trade Date</u>	<u>Settle Date</u>	<u>Quantity</u>	<u>Security</u>	<u>Unit Price</u>	<u>Amount</u>	<u>Original Price</u>	<u>Gain/Loss</u>
<u>Sales</u>							
COMMON STOCK							
09-27-2016	09-27-2016	1	Select Sector Spdr Tr Rl Est Sel Sec	32.55	24	31.99	0
					24		0
Total Sales					24		0

Q2 FY2017

Ethel Hart Mutual Endowment Fund Quarterly Investment Report December 31, 2016



Office of the City Treasurer - City of Sacramento

John Colville, Interim City Treasurer

Q2 FY2017

INTRODUCTION

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STRATEGY

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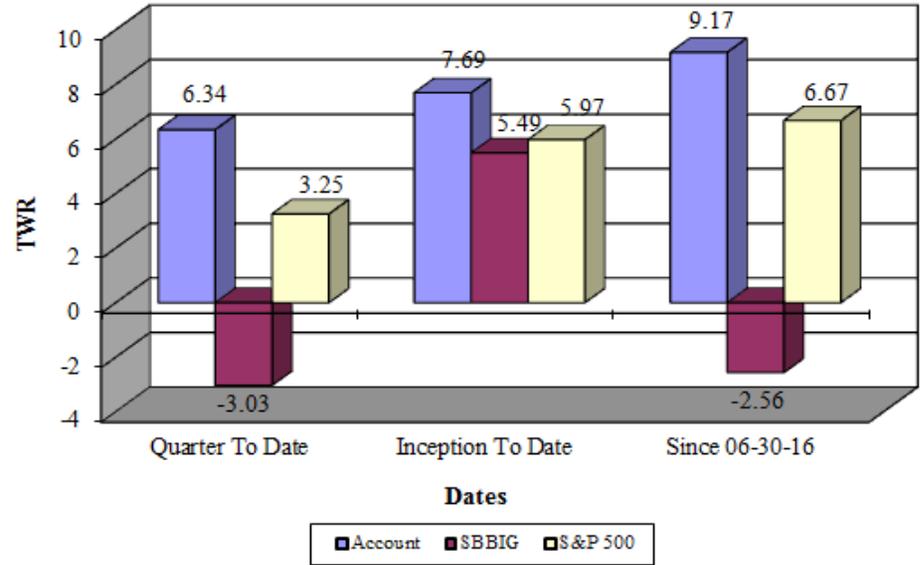
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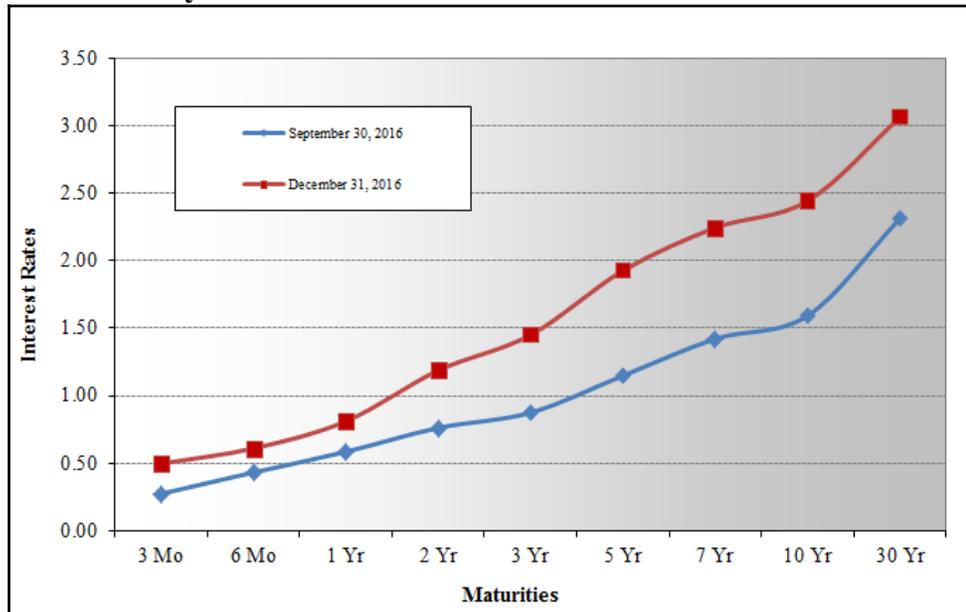
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Ethel Hart Mutual Endowment Fund
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Performance

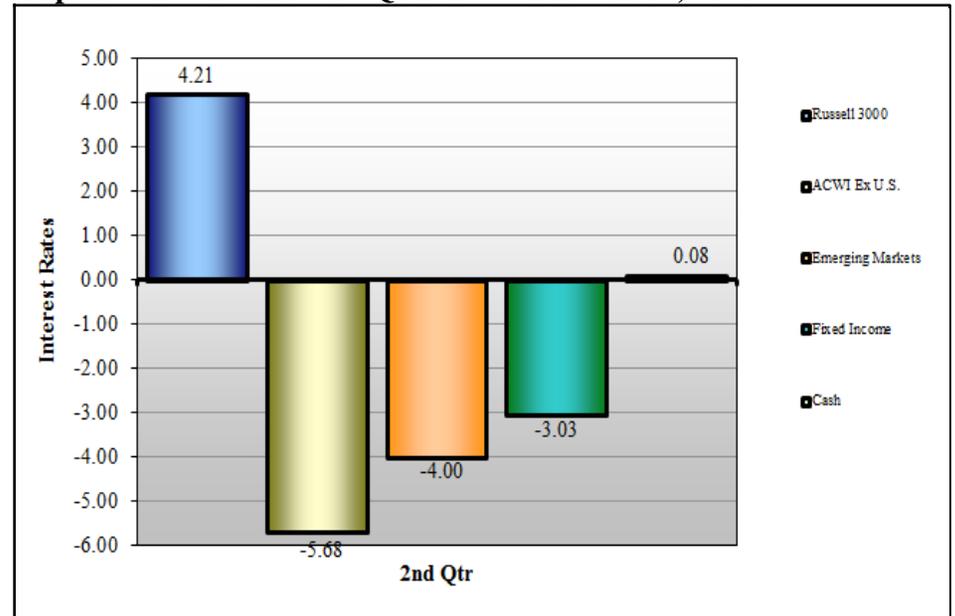
	Quarter To Date	Inception To Date	Since 06-30-16
Account	6.34	7.69	9.17
SBBIG	-3.03	5.49	-2.56
S&P 500	3.25	5.97	6.67



U.S. Treasury Yield Curve - Fiscal Year 2016-17



Capital Market Returns - Quarter Ended Dec 31, 2016



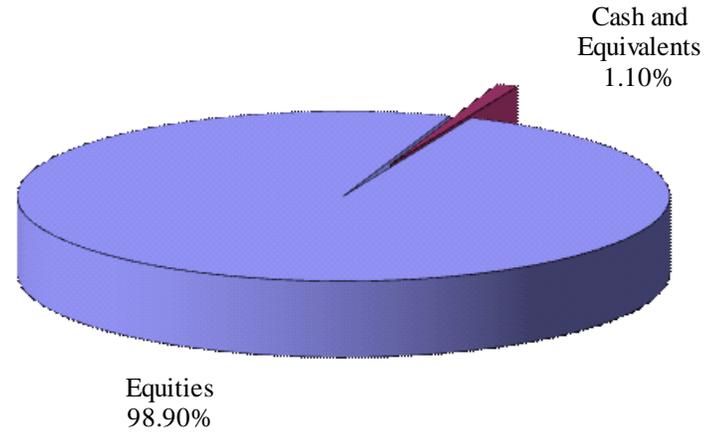
City of Sacramento
Ethel Hart Mutual Endowment Fund
 December 31, 2016

Activity

From 09-30-16 to 12-31-16

Portfolio Value on 09-30-16	1,938,826
Contributions	0
Withdrawals	0
Realized Gains	-1,183
Unrealized Gains	110,065
Interest	82
Dividends	13,951
Portfolio Value on 12-31-16	2,061,742

Actual Asset Allocation



Top 10 Holdings

Securities	Market Value	Pct.
Ishares US Technology ETF	240,500	11.66
Select Sector Spdr Tr Sbi Int-Finl	151,125	7.33
Altria Group Inc	74,382	3.61
Merck & Co Inc (new)	64,757	3.14
Jpmorgan Chase & Co	64,717	3.14
General Electric Co	63,200	3.07
Disney (Walt) Com	62,532	3.03
Microsoft Corp	62,140	3.01
Mcdonald's Corp	60,860	2.95
Johnson & Johnson	57,605	2.79

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
 December 31, 2016

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
CASH AND EQUIVALENTS														
	divacc	Dividend Accrual		3,112		3,112		3,112	0.15	4.00				
	PoolA	Pool A Cash		19,235		19,235		19,235	0.93	1.17				
	intreceiv	Pool A Interest Receivable		241		241		241	0.01	1.17				
				<u>22,588</u>		<u>22,588</u>		<u>22,588</u>	1.10	1.56				
COMMON STOCK														
MATERIALS														
320	mon	Monsanto C0 New Com	43.22	13,831	105.21	33,667		33,667	1.63	2.05	A-			
INDUSTRIALS														
325	ba	Boeing Co Com	139.46	45,323	155.68	50,596		50,596	2.45	3.65	A-			
300	de	Deere & Co Com	81.10	24,329	103.04	30,912		30,912	1.50	2.33	B+			
2,000	ge	General Electric Co	34.68	69,367	31.60	63,200		63,200	3.07	3.04	B+			
300	hon	Honeywell	109.78	32,933	115.85	34,755		34,755	1.69	2.30	A			
250	iyt	Ishares Tr Transp Ave Idx	77.24	19,310	162.84	40,710		40,710	1.97	0.96				
				<u>191,261</u>		<u>220,173</u>		<u>220,173</u>	10.68	2.58				
TELECOMMUNICATION SERVICES														
1,100	t	At&t Inc	37.42	41,159	42.53	46,783		46,783	2.27	4.61	B+			
1,000	vz	Verizon Communications Inc	39.15	39,153	53.38	53,380		53,380	2.59	4.33	B			
				<u>80,312</u>		<u>100,163</u>		<u>100,163</u>	4.86	4.46				
CONSUMER DISCRETIONARY														
600	dis	Disney (Walt) Com	43.82	26,292	104.22	62,532		62,532	3.03	1.50	A+			
400	hd	Home Depot Inc	79.80	31,920	134.08	53,632		53,632	2.60	2.06	A			
500	mcd	Mcdonald's Corp	52.28	26,140	121.72	60,860		60,860	2.95	3.09	A			
600	xly	Select Sector Spdr Tr Sbi Cons Discr	29.60	17,760	81.40	48,840		48,840	2.37	1.71				
600	wsm	Williams Sonoma Inc Com	46.22	27,732	48.39	29,034		29,034	1.41	3.06	A-			
				<u>129,844</u>		<u>254,898</u>		<u>254,898</u>	12.36	2.21				
CONSUMER STAPLES														
1,100	mo	Altria Group Inc	26.65	29,317	67.62	74,382		74,382	3.61	3.61	A-			
800	ko	Coca Cola Co Com	32.30	25,844	41.46	33,168		33,168	1.61	3.38	A			
550	pm	Philip Morris Intl Inc Com	48.11	26,462	91.49	50,319		50,319	2.44	4.55				
				<u>81,623</u>		<u>157,869</u>		<u>157,869</u>	7.66	3.86				
ENERGY														
300	cvx	Chevron Corporation	102.37	30,711	117.70	35,310		35,310	1.71	3.67	B+			
230	xom	Exxon Mobil Corporation	87.33	20,087	90.26	20,760		20,760	1.01	2.79	A-			
1,335	kmi	Kinder Morgan Inc Del Com	41.38	55,242	20.71	27,648		27,648	1.34	2.41	B			
525	xle	Select Sector Spdr Tr Sbi Int-Energy	75.56	39,667	75.32	39,543		39,543	1.92	2.26				
				<u>145,708</u>		<u>123,261</u>		<u>123,261</u>	5.98	2.79				

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
 December 31, 2016

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
FINANCIAL														
100	blk	Blackrock Inc Com	341.58	34,158	380.54	38,054		38,054	1.85	2.29	A			
750	jpm	Jpmorgan Chase & Co	45.10	33,825	86.29	64,717		64,717	3.14	2.04	B+			
700	met	Metlife Inc Com	47.62	33,331	53.89	37,723		37,723	1.83	2.97	B			
6,500	xlf	Select Sector Spdr Tr Sbi Int-Finl	13.41	87,177	23.25	151,125		151,125	7.33	2.00				
400	kie	Spdr S&p Insurance Etf	40.64	16,256	82.95	33,180		33,180	1.61	1.55				
800	usb	U. S. Bancorp	31.49	25,192	51.37	41,096		41,096	1.99	2.18	B+			
				229,939		365,895		365,895	17.75	2.12				
HEALTHCARE														
250	iyh	Ishares US Healthcare ETF	76.89	19,222	144.13	36,032		36,032	1.75	1.29				
500	jnj	Johnson & Johnson	61.41	30,704	115.21	57,605		57,605	2.79	2.78	A			
1,100	mrk	Merck & Co Inc (new)	47.16	51,875	58.87	64,757		64,757	3.14	3.19	B			
1,200	pfe	Pfizer Inc	25.02	30,024	32.48	38,976		38,976	1.89	3.94	B+			
				131,826		197,370		197,370	9.57	2.87				
INFORMATION TECHNOLOGY														
420	aapl	Apple Inc.	90.36	37,951	115.82	48,644		48,644	2.36	1.97	B+			
300	ibm	International Bus Mach	122.35	36,705	165.99	49,797		49,797	2.42	3.37	A+			
2,000	iyw	Ishares US Technology ETF	44.52	89,041	120.25	240,500		240,500	11.66	1.14				
1,000	msft	Microsoft Corp	24.44	24,435	62.14	62,140		62,140	3.01	2.51	A-			
				188,132		401,081		401,081	19.45	1.73				
REAL ESTATE INVESTMENT TRUSTS														
695	xlre	Select Sector Spdr Tr Rl Est Sel Sec	31.99	22,233	30.75	21,371		21,371	1.04	4.22				
UTILITIES														
400	d	Dominion Res Va New Com	36.45	14,579	76.59	30,636		30,636	1.49	3.66	B			
600	pnw	Pinnacle West Cap Corp	47.13	28,276	78.03	46,818		46,818	2.27	3.36	B+			
1,000	xlu	Select Sector Spdr Tr Sbi Int-Utills	42.25	42,250	48.57	48,570		48,570	2.36	3.41				
				85,105		126,024		126,024	6.11	3.45				
				1,299,814		2,001,774		2,001,774	97.09	2.58				
AMERICAN DEPOSITORY RECEIPTS														
ENERGY														
1,000	bp	BP Plc Sponsored Adr	42.25	42,250	37.38	37,380		37,380	1.81	6.37				
				42,250		37,380		37,380	1.81	6.37				
TOTAL PORTFOLIO				1,364,652		2,061,742	0	2,061,742	100.00	2.64				

City of Sacramento
PURCHASE/SALE AND GAIN/LOSS
Ethel Hart Mutual Endowment Fund
 From 10-01-16 To 12-31-16

<u>Trade Date</u>	<u>Settle Date</u>	<u>Quantity</u>	<u>Security</u>	<u>Unit Price</u>	<u>Amount</u>	<u>12-31-2016 Price</u>	<u>Difference</u>
<u>Purchases</u>							
COMMON STOCK							
10-31-2016	11-03-2016	100	Blackrock Inc Com	341.58	34,158	380.54	39
10-12-2016	10-17-2016	230	Exxon Mobil Corporation	87.33	20,087	90.26	3
10-31-2016	11-03-2016	300	Honeywell	109.78	32,933	115.85	6
10-12-2016	10-17-2016	700	Metlife Inc Com	47.62	33,331	53.89	6
10-31-2016	11-03-2016	1,500	Select Sector Spdr Tr Sbi Int-Finl	19.77	29,655	23.25	3
10-31-2016	11-03-2016	600	Williams Sonoma Inc Com	46.22	27,732	48.39	2
					177,897		
Total Purchases					177,897		

City of Sacramento
PURCHASE/SALE AND GAIN/LOSS
Ethel Hart Mutual Endowment Fund
From 10-01-16 To 12-31-16

<u>Trade Date</u>	<u>Settle Date</u>	<u>Quantity</u>	<u>Security</u>	<u>Unit Price</u>	<u>Amount</u>	<u>Original Price</u>	<u>Gain/Loss</u>
<u>Sales</u>							
COMMON STOCK							
10-31-2016	11-03-2016	350	Caterpillar Inc Del Com	83.64	29,272	69.21	5,050
10-31-2016	11-03-2016	400	Select Sector Spdr Tr Sbi Cons Discr	78.16	31,266	29.60	19,426
10-12-2016	10-17-2016	650	Vaneck Vectors Etf Tr Oil Svcs Etf	30.03	19,520	37.87	-5,095
10-12-2016	10-17-2016	750	Wells Fargo & Company	45.45	34,086	41.80	2,736
					114,145		22,117
Total Sales					114,145		22,117

Q3 FY2017

Ethel Hart Mutual Endowment Fund Quarterly Investment Report March 31, 2017



Office of the City Treasurer - City of Sacramento

John Colville, City Treasurer

Q3 FY2017

INTRODUCTION

In 1993, Ethel MacLeod Hart left a bequest of \$1,498,719.07 to the City of Sacramento for the “.. use, enjoyment and comfort of senior citizens.” On the recommendation of the Ethel MacLeod Hart Advisory Committee a permanent endowment of \$1,000,000 was established. The balance of the bequest was retained in an operating fund account (Hart Operating Fund) and used over the next five-year period for appropriate projects. Annually the amount available for disbursement will be reported to the Board by Rosanne Bernardy, Superintendent of the Office of Human Services. The Hart Trust Endowment Fund (“the Fund”) will be invested with a growth objective. The minimum return objective on these dollars over a five year period is \$400,000 or roughly 7% compounded annually.

The Advisory Committee is responsible for providing advice to City staff and the City Council on the appropriate use of the Ethel MacLeod Hart Trust Fund for Senior Citizens consistent with the terms of the bequest, the interest of the donor, and the approved general guidelines. The Advisory Committee consists of seven members appointed by the Mayor. Appointees must be residents of the City and at least sixty (60) years of age. Two Advisory Committee members must be representatives of specific organizations: American Association of Retired Persons and Sacramento County Adult and Aging Commission.

STRATEGY

- * Adhere to prudent investment practices to provide for the preservation and growth of principal; and

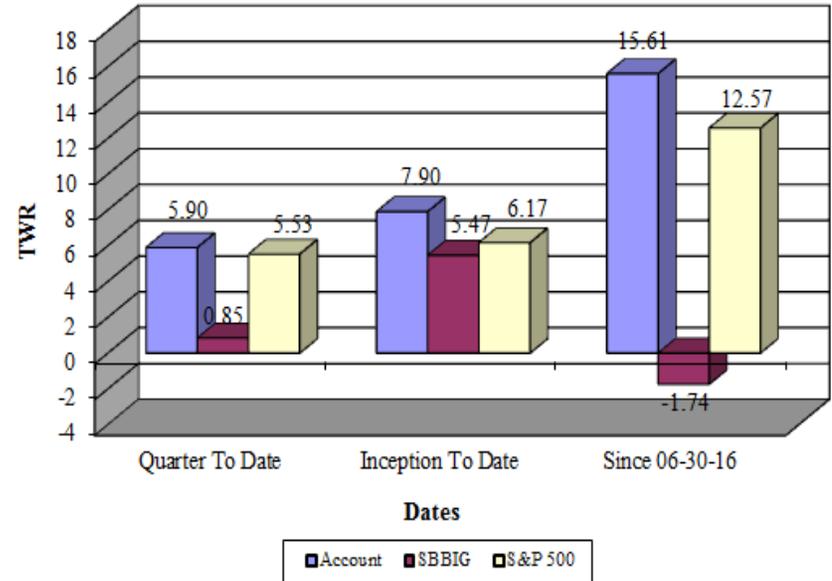
OBJECTIVES

- * The objective for this fund is growth and capital preservation; and
- * To earn a total rate of return on the Hart Trust Endowment Fund to meet the return objectives of \$400,000 (approximately 7% compounded annually) over subsequent five-year periods; and
- * Provide liquidity for the Hart Operating Fund for the “..use, enjoyment and comfort of senior citizens” based on recommendations to City Council by the Advisory Committee.

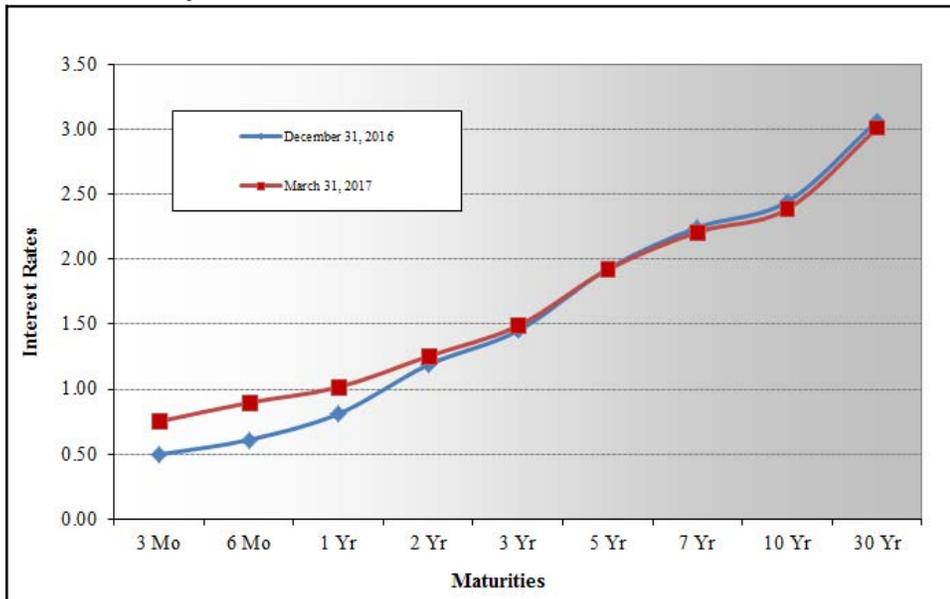
City of Sacramento
Ethel Hart Mutual Endowment Fund
 March 31, 2017

Performance

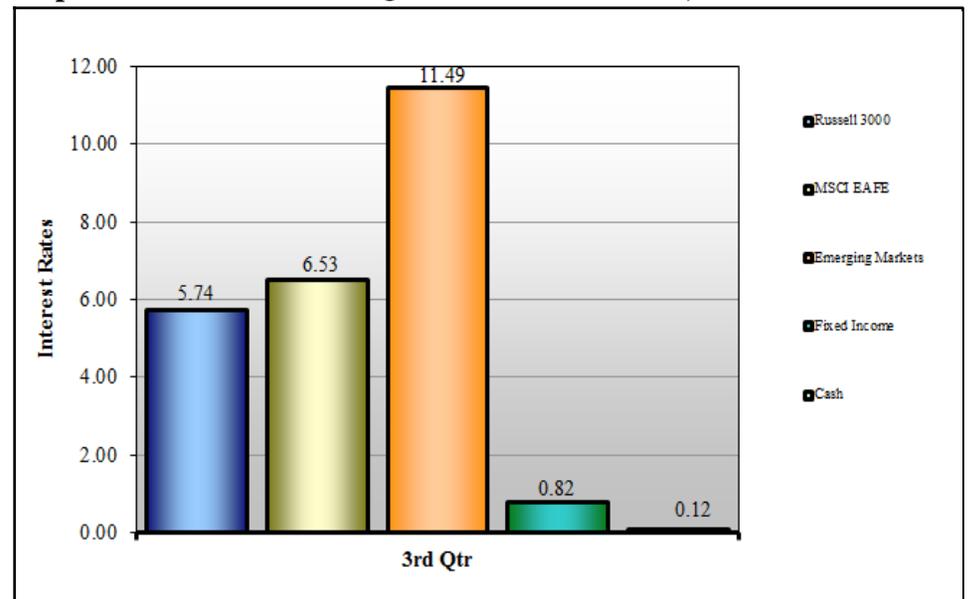
	Quarter To Date	Inception To Date	Since 06-30-16
Account	5.90	7.90	15.61
SBBIG	0.85	5.47	-1.74
S&P 500	5.53	6.17	12.57



U.S. Treasury Yield Curve - Fiscal Year 2016-17



Capital Market Returns - Quarter Ended Mar 31, 2017



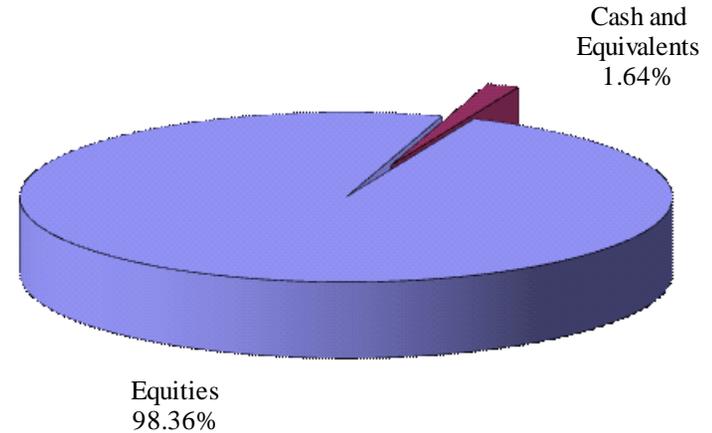
City of Sacramento
Ethel Hart Mutual Endowment Fund
 March 31, 2017

Activity

From 12-31-16 to 03-31-17

Portfolio Value on 12-31-16	2,061,742
Contributions	0
Withdrawals	0
Realized Gains	0
Unrealized Gains	108,436
Interest	90
Dividends	13,122
Portfolio Value on 03-31-17	2,183,390

Actual Asset Allocation



Top 10 Holdings

Securities	Market Value	Pct.
Ishares US Technology ETF	270,340	12.38
Select Sector Spdr Tr Sbi Int-Finl	154,245	7.06
Altria Group Inc	78,562	3.60
Merck & Co Inc (new)	69,894	3.20
Disney (Walt) Com	68,034	3.12
Jpmorgan Chase & Co	65,880	3.02
Microsoft Corp	65,860	3.02
Mcdonald's Corp	64,805	2.97
Johnson & Johnson	62,275	2.85
Philip Morris Intl Inc Com	62,095	2.84

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
 March 31, 2017

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
CASH AND EQUIVALENTS														
	divacc	Dividend Accrual		2,940		2,940		2,940	0.13	4.00				
	PoolA	Pool A Cash		32,544		32,544		32,544	1.49	1.47				
	intreceiv	Pool A Interest Receivable		316		316		316	0.01	1.47				
				<u>35,800</u>		<u>35,800</u>		<u>35,800</u>	1.64	1.68				
COMMON STOCK														
MATERIALS														
320	mon	Monsanto C0 New Com	43.22	13,831	113.20	36,224		36,224	1.66	1.91	A-			
INDUSTRIALS														
325	ba	Boeing Co Com	139.46	45,323	176.86	57,479		57,479	2.63	3.21	A			
300	de	Deere & Co Com	81.10	24,329	108.86	32,658		32,658	1.50	2.20	B+			
2,000	ge	General Electric Co	34.68	69,367	29.80	59,600		59,600	2.73	3.22	B+			
300	hon	Honeywell	109.78	32,933	124.87	37,461		37,461	1.72	2.13	A			
250	iyt	Ishares Tr Transp Ave Idx	77.24	19,310	163.99	40,997		40,997	1.88	1.00				
				<u>191,261</u>		<u>228,196</u>		<u>228,196</u>	10.45	2.50				
TELECOMMUNICATION SERVICES														
1,100	t	At&t Inc	37.42	41,159	41.55	45,705		45,705	2.09	4.72	B			
1,000	vz	Verizon Communications Inc	39.15	39,153	48.75	48,750		48,750	2.23	4.74	B			
				<u>80,312</u>		<u>94,455</u>		<u>94,455</u>	4.33	4.73				
CONSUMER DISCRETIONARY														
600	dis	Disney (Walt) Com	43.82	26,292	113.39	68,034		68,034	3.12	1.38	A+			
400	hd	Home Depot Inc	79.80	31,920	146.83	58,732		58,732	2.69	2.42	A+			
500	mcd	Mcdonald's Corp	52.28	26,140	129.61	64,805		64,805	2.97	2.90	A			
600	xly	Select Sector Spdr Tr Sbi Cons Discr	29.60	17,760	87.95	52,770		52,770	2.42	1.51				
600	wsm	Williams Sonoma Inc Com	46.22	27,732	53.62	32,172		32,172	1.47	2.91	A			
				<u>129,844</u>		<u>276,513</u>		<u>276,513</u>	12.66	2.16				
CONSUMER STAPLES														
1,100	mo	Altria Group Inc	26.65	29,317	71.42	78,562		78,562	3.60	3.42	A-			
800	ko	Coca Cola Co Com	32.30	25,844	42.44	33,952		33,952	1.56	3.49	A-			
550	pm	Philip Morris Intl Inc Com	48.11	26,462	112.90	62,095		62,095	2.84	3.68	B			
				<u>81,623</u>		<u>174,609</u>		<u>174,609</u>	8.00	3.53				
ENERGY														
300	cvx	Chevron Corporation	102.37	30,711	107.37	32,211		32,211	1.48	4.02	B			
230	xom	Exxon Mobil Corporation	87.33	20,087	82.01	18,862		18,862	0.86	3.07	B+			
1,335	kmi	Kinder Morgan Inc Del Com	41.38	55,242	21.74	29,023		29,023	1.33	2.30	B			
525	xle	Select Sector Spdr Tr Sbi Int-Energy	75.56	39,667	69.90	36,697		36,697	1.68	2.39				
				<u>145,708</u>		<u>116,794</u>		<u>116,794</u>	5.35	2.93				

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
 March 31, 2017

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
FINANCIAL														
100	blk	Blackrock Inc Com	341.58	34,158	383.51	38,351		38,351	1.76	2.61	A			
750	jpm	Jpmorgan Chase & Co	45.10	33,825	87.84	65,880		65,880	3.02	2.28	A-			
700	met	Metlife Inc Com	47.62	33,331	52.82	36,974		36,974	1.69	3.03	B			
6,500	xlf	Select Sector Spdr Tr Sbi Int-Finl	13.41	87,177	23.73	154,245		154,245	7.06	1.81				
400	kie	Spdr S&p Insurance Etf	40.64	16,256	85.94	34,376		34,376	1.57	1.51				
800	usb	U. S. Bancorp	31.49	25,192	51.50	41,200		41,200	1.89	2.17	B+			
				229,939		371,026		371,026	16.99	2.11				
HEALTHCARE														
250	iyh	Ishares US Healthcare ETF	76.89	19,222	155.70	38,925		38,925	1.78	1.24				
500	jnj	Johnson & Johnson	61.41	30,704	124.55	62,275		62,275	2.85	2.57	A			
1,100	mrk	Merck & Co Inc (new)	47.16	51,875	63.54	69,894		69,894	3.20	2.96	B			
1,200	pfe	Pfizer Inc	25.02	30,024	34.21	41,052		41,052	1.88	3.74	B+			
				131,826		212,146		212,146	9.72	2.68				
INFORMATION TECHNOLOGY														
420	aapl	Apple Inc.	90.36	37,951	143.66	60,337		60,337	2.76	1.59	B+			
300	ibm	International Bus Mach	122.35	36,705	174.14	52,242		52,242	2.39	3.22	A			
2,000	iyw	Ishares US Technology ETF	44.52	89,041	135.17	270,340		270,340	12.38	0.98				
1,000	msft	Microsoft Corp	24.44	24,435	65.86	65,860		65,860	3.02	2.37	A-			
				188,132		448,779		448,779	20.55	1.52				
REAL ESTATE INVESTMENT TRUSTS														
695	xlre	Select Sector Spdr Tr Rl Est Sel Sec	31.99	22,233	31.60	21,962		21,962	1.01	3.77				
UTILITIES														
400	d	Dominion Res Va New Com	36.45	14,579	77.57	31,028		31,028	1.42	3.89	B			
600	pnw	Pinnacle West Cap Corp	47.13	28,276	83.38	50,028		50,028	2.29	3.14	A-			
1,000	xlu	Select Sector Spdr Tr Sbi Int-Utills	42.25	42,250	51.31	51,310		51,310	2.35	3.27				
				85,105		132,366		132,366	6.06	3.37				
				1,299,814		2,113,070		2,113,070	96.78	2.46				
AMERICAN DEPOSITORY RECEIPTS														
ENERGY														
1,000	bp	BP Plc Sponsored Adr	42.25	42,250	34.52	34,520		34,520	1.58	6.89				
				42,250		34,520		34,520	1.58	6.89				
TOTAL PORTFOLIO				1,377,864		2,183,390	0	2,183,390	100.00	2.52				

City of Sacramento
PURCHASE/SALE AND GAIN/LOSS
Ethel Hart Mutual Endowment Fund
From 01-01-17 To 03-31-17

<u>Trade Date</u>	<u>Settle Date</u>	<u>Quantity</u>	<u>Security</u>	<u>Unit Price</u>	<u>Amount</u>	<u>Original Price</u>	<u>Gain/Loss</u>
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No transactions within the specified date range were found!

Q4 FY2017

Ethel Hart Mutual Endowment Fund Quarterly Investment Report June 30, 2017



Office of the City Treasurer - City of Sacramento

John Colville, City Treasurer

Q4 FY2017

INTRODUCTION

In 1993, Ethel MacLeod Hart left a bequest of \$1,498,719.07 to the City of Sacramento for the “.. use, enjoyment and comfort of senior citizens.” On the recommendation of the Ethel MacLeod Hart Advisory Committee a permanent endowment of \$1,000,000 was established. The balance of the bequest was retained in an operating fund account (Hart Operating Fund) and used over the next five-year period for appropriate projects. Annually the amount available for disbursement will be reported to the Board by Rosanne Bernardy, Superintendent of the Office of Human Services. The Hart Trust Endowment Fund (“the Fund”) will be invested with a growth objective. The minimum return objective on these dollars over a five year period is \$400,000 or roughly 7% compounded annually.

The Advisory Committee is responsible for providing advice to City staff and the City Council on the appropriate use of the Ethel MacLeod Hart Trust Fund for Senior Citizens consistent with the terms of the bequest, the interest of the donor, and the approved general guidelines. The Advisory Committee consists of seven members appointed by the Mayor. Appointees must be residents of the City and at least sixty (60) years of age. Two Advisory Committee members must be representatives of specific organizations: American Association of Retired Persons and Sacramento County Adult and Aging Commission.

STRATEGY

- * Adhere to prudent investment practices to provide for the preservation and growth of principal; and

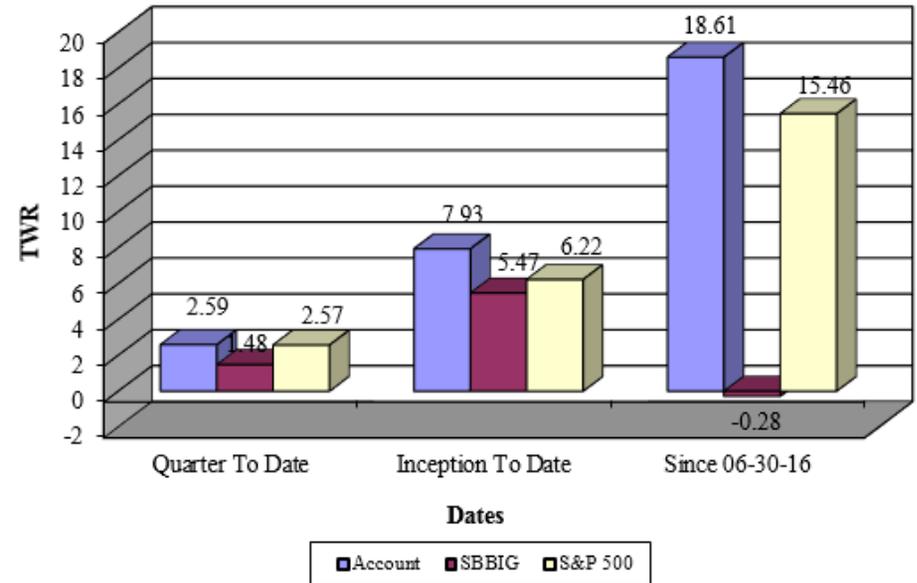
OBJECTIVES

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- * To earn a total rate of return on the Hart Trust Endowment Fund to meet the return objectives of \$400,000 (approximately 7% compounded annually) over subsequent five-year periods; and
- * Provide liquidity for the Hart Operating Fund for the “..use, enjoyment and comfort of senior citizens” based on recommendations to City Council by the Advisory Committee.

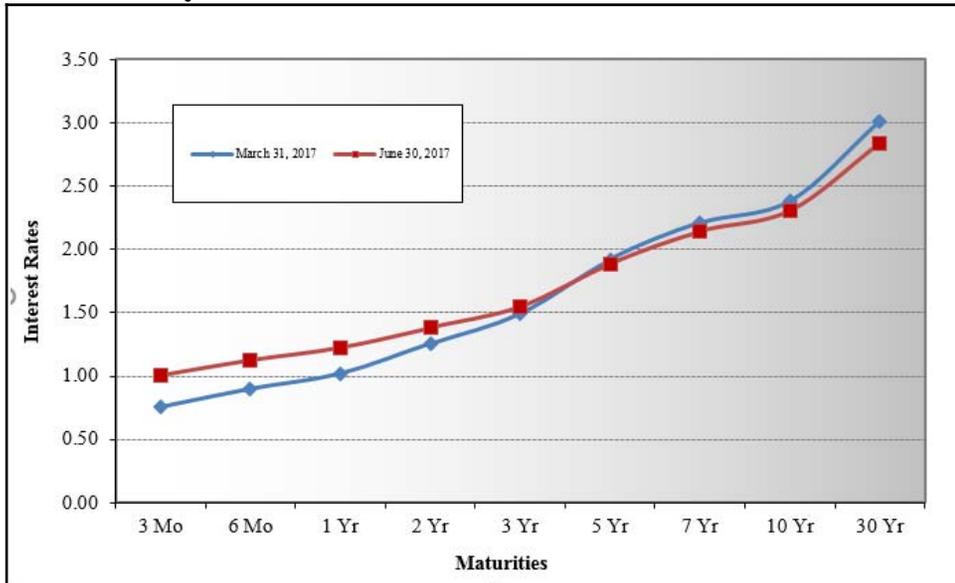
City of Sacramento
Ethel Hart Mutual Endowment Fund
 June 30, 2017

Performance

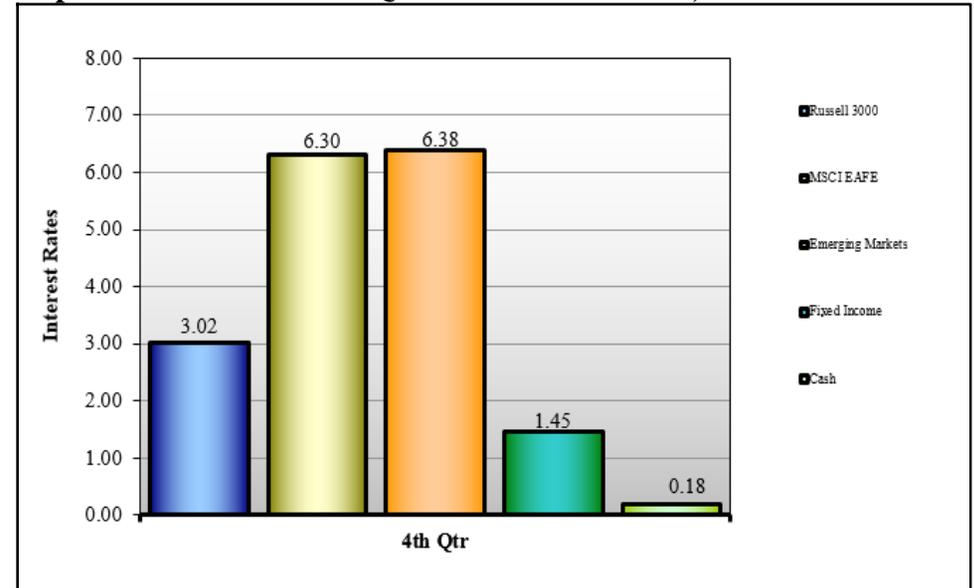
	Quarter To Date	Inception To Date	Since 06-30-2016
Account	2.59	7.93	18.61
SBBIG	1.48	5.47	-0.28
S&P 500	2.57	6.22	15.46



U.S. Treasury Yield Curve - Fiscal Year 2016-17



Capital Market Returns - Quarter Ended June 30, 2017



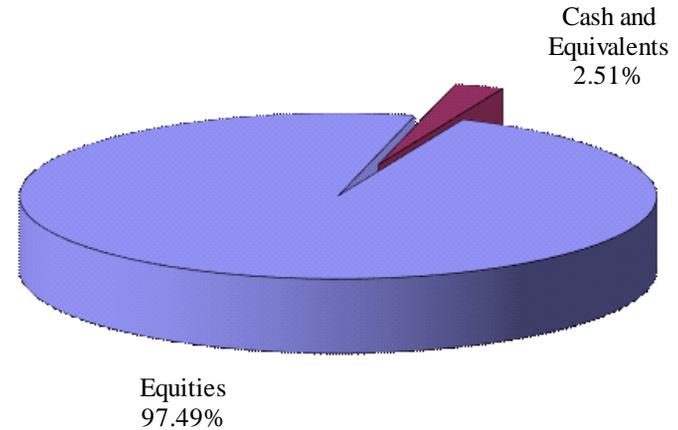
City of Sacramento
Ethel Hart Mutual Endowment Fund
 June 30, 2017

Activity

From 03-31-17 to 06-30-17

Portfolio Value on 03-31-17	2,183,390
Contributions	0
Withdrawals	0
Realized Gains	348
Unrealized Gains	42,977
Interest	137
Dividends	13,057
Portfolio Value on 06-30-17	2,239,908

Actual Asset Allocation



Top 10 Holdings

Securities	Market Value	Pct.
Ishares US Technology ETF	167,664	7.49
Select Sector Spdr Tr Sbi Int-Finl	160,355	7.16
Altria Group Inc	81,917	3.66
Mcdonald's Corp	76,580	3.42
Merck & Co Inc (new)	70,499	3.15
Microsoft Corp	68,930	3.08
Jpmorgan Chase & Co	68,550	3.06
Johnson & Johnson	66,145	2.95
Philip Morris Intl Inc Com	64,597	2.88
Boeing Co Com	64,269	2.87

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
 June 30, 2017

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
CASH AND EQUIVALENTS														
	divacc	Dividend Accrual		3,058		3,058		3,058	0.14	4.00				
	PoolA	Pool A Cash		53,262		53,262		53,262	2.38	1.50				
				56,320		56,320		56,320	2.51	1.64				
COMMON STOCK														
MATERIALS														
320	mon	Monsanto C0 New Com	43.22	13,831	118.36	37,875		37,875	1.69	1.82	A-			
INDUSTRIALS														
325	ba	Boeing Co Com	139.46	45,323	197.75	64,269		64,269	2.87	2.87	A			
300	de	Deere & Co Com	81.10	24,329	123.59	37,077		37,077	1.66	1.94	B+			
2,000	ge	General Electric Co	34.68	69,367	27.01	54,020		54,020	2.41	3.55	B+			
300	hon	Honeywell	109.78	32,933	133.29	39,987		39,987	1.79	2.00	A			
250	iyt	Ishares Tr Transp Ave Idx	77.24	19,310	172.07	43,017		43,017	1.92	0.98				
380	unp	Union Pac Corp Com	109.96	41,786	108.91	41,386		41,386	1.85	0.99	A			
				233,047		279,756		279,756	12.49	2.19				
TELECOMMUNICATION SERVICES														
1,100	t	At&t Inc	37.42	41,159	37.73	41,503		41,503	1.85	5.19	B			
1,000	vz	Verizon Communications Inc	39.15	39,153	44.66	44,660		44,660	1.99	5.17	B			
				80,312		86,163		86,163	3.85	5.18				
CONSUMER DISCRETIONARY														
600	dis	Disney (Walt) Com	43.82	26,292	106.25	63,750		63,750	2.85	1.47	A+			
400	hd	Home Depot Inc	79.80	31,920	153.40	61,360		61,360	2.74	2.32	A+			
500	med	Mcdonald's Corp	52.28	26,140	153.16	76,580		76,580	3.42	2.45	A			
600	xly	Select Sector Spdr Tr Sbi Cons Discr	29.60	17,760	89.63	53,778		53,778	2.40	1.48				
				102,112		255,468		255,468	11.41	1.97				
CONSUMER STAPLES														
1,100	mo	Altria Group Inc	26.65	29,317	74.47	81,917		81,917	3.66	3.55	A-			
1,120	ko	Coca Cola Co Com	36.12	40,455	44.85	50,232		50,232	2.24	3.30	A-			
300	pep	Pepsico Inc	117.43	35,229	115.49	34,647		34,647	1.55	2.79	A			
550	pm	Philip Morris Intl Inc Com	48.11	26,462	117.45	64,597		64,597	2.88	3.54	B			
450	pg	Procter & Gamble Co	88.20	39,690	87.15	39,217		39,217	1.75	3.17	A			
				171,152		270,611		270,611	12.08	3.35				
ENERGY														
540	cvx	Chevron Corporation	102.80	55,510	104.33	56,338		56,338	2.52	4.14	B			
580	xom	Exxon Mobil Corporation	83.25	48,286	80.73	46,823		46,823	2.09	3.82	B+			
525	xle	Select Sector Spdr Tr Sbi Int-Energy	75.56	39,667	64.92	34,083		34,083	1.52	2.59				
				143,464		137,245		137,245	6.13	3.64				

City of Sacramento
PORTFOLIO APPRAISAL
Ethel Hart Mutual Endowment Fund
 June 30, 2017

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Cur. Yield	S & P	Moody	Bond Status	Call Put Date
FINANCIAL														
100	blk	Blackrock Inc Com	341.58	34,158	422.41	42,241		42,241	1.89	2.37	A			
750	jpm	Jpmorgan Chase & Co	45.10	33,825	91.40	68,550		68,550	3.06	2.19	A-			
700	met	Metlife Inc Com	47.62	33,331	54.94	38,458		38,458	1.72	2.91	B			
6,500	xlf	Select Sector Spdr Tr Sbi Int-Finl	13.41	87,177	24.67	160,355		160,355	7.16	1.63				
400	kie	Spdr S&p Insurance Etf	40.64	16,256	88.06	35,224		35,224	1.57	1.54				
800	usb	U. S. Bancorp	31.49	25,192	51.92	41,536		41,536	1.85	2.16	B+			
				229,939		386,364		386,364	17.25	1.99				
HEALTHCARE														
250	iyh	Ishares US Healthcare ETF	76.89	19,222	166.26	41,565		41,565	1.86	1.14				
500	jnj	Johnson & Johnson	61.41	30,704	132.29	66,145		66,145	2.95	2.54	A			
1,100	mrk	Merck & Co Inc (new)	47.16	51,875	64.09	70,499		70,499	3.15	2.93	B			
1,200	pfe	Pfizer Inc	25.02	30,024	33.59	40,308		40,308	1.80	3.81	B+			
				131,826		218,517		218,517	9.76	2.63				
INFORMATION TECHNOLOGY														
420	aapl	Apple Inc.	90.36	37,951	144.02	60,488		60,488	2.70	1.75	B+			
300	ibm	International Bus Mach	122.35	36,705	153.83	46,149		46,149	2.06	3.90	A			
1,200	iyw	Ishares US Technology ETF	44.52	53,424	139.72	167,664		167,664	7.49	0.96				
1,000	msft	Microsoft Corp	24.44	24,435	68.93	68,930		68,930	3.08	2.26	A-			
				152,516		343,231		343,231	15.32	1.75				
UTILITIES														
400	d	Dominion Energy Inc	36.45	14,579	76.63	30,652		30,652	1.37	3.94	B			
600	pnw	Pinnacle West Cap Corp	47.13	28,276	85.16	51,096		51,096	2.28	3.08	A-			
1,000	xlu	Select Sector Spdr Tr Sbi Int-Utils	42.25	42,250	51.96	51,960		51,960	2.32	3.28				
				85,105		133,708		133,708	5.97	3.35				
				1,343,304		2,148,938		2,148,938	95.94	2.53				
AMERICAN DEPOSITORY RECEIPTS														
ENERGY														
1,000	bp	BP Plc Sponsored Adr	42.25	42,250	34.65	34,650		34,650	1.55	6.87				
				42,250		34,650		34,650	1.55	6.87				
TOTAL PORTFOLIO				1,441,874		2,239,908	0	2,239,908	100.00	2.57				

City of Sacramento
PURCHASE/SALE AND GAIN/LOSS
Ethel Hart Mutual Endowment Fund
 From 04-01-17 To 06-30-17

<u>Trade Date</u>	<u>Settle Date</u>	<u>Quantity</u>	<u>Security</u>	<u>Unit Price</u>	<u>Amount</u>	<u>06-30-2017 Price</u>	<u>Difference</u>
<u>Purchases</u>							
COMMON STOCK							
05-31-2017	06-05-2017	240	Chevron Corporation	103.33	24,799	104.33	1
05-31-2017	06-05-2017	320	Coca Cola Co Com	45.66	14,611	44.85	-1
05-31-2017	06-05-2017	350	Exxon Mobil Corporation	80.57	28,199	80.73	0
05-31-2017	06-05-2017	300	Pepsico Inc	117.43	35,229	115.49	-2
05-31-2017	06-05-2017	450	Procter & Gamble Co	88.20	39,690	87.15	-1
05-31-2017	06-05-2017	380	Union Pac Corp Com	109.96	41,786	108.91	-1
					184,314		
Total Purchases					184,314		

City of Sacramento
PURCHASE/SALE AND GAIN/LOSS
Ethel Hart Mutual Endowment Fund
 From 04-01-17 To 06-30-17

<u>Trade Date</u>	<u>Settle Date</u>	<u>Quantity</u>	<u>Security</u>	<u>Unit Price</u>	<u>Amount</u>	<u>Original Price</u>	<u>Gain/Loss</u>
<u>Sales</u>							
COMMON STOCK							
05-31-2017	06-05-2017	800	Ishares US Technology ETF	144.03	115,221	44.52	79,605
05-31-2017	06-05-2017	1,335	Kinder Morgan Inc Del Com	18.80	25,097	41.38	-30,145
05-31-2017	06-05-2017	695	Select Sector Spdr Tr R1 Est Sel Sec	31.89	22,163	31.99	-70
05-31-2017	06-05-2017	600	Williams Sonoma Inc Com	48.60	29,159	46.22	1,427
					191,641		50,817
Total Sales					191,641		50,817