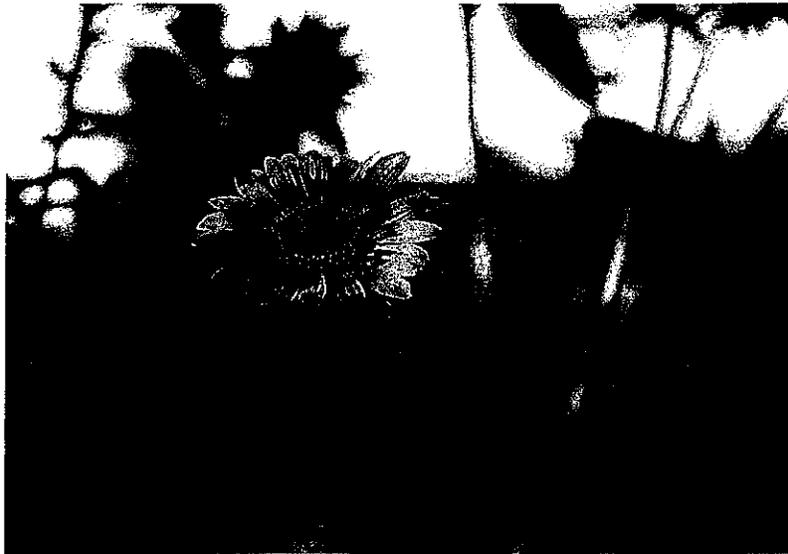


Permanent Fund Committee

Regular Meeting
August 9, 2012
5:15 p.m.



City Hall
Conference Room
491 E. Pioneer Avenue
Homer, Alaska

**NOTICE OF MEETING
REGULAR MEETING AGENDA**

- 1. CALL TO ORDER**
- 2. APPROVAL OF AGENDA**
- 3. PUBLIC COMMENTS REGARDING ITEMS ON THE AGENDA**
- 4. APPROVAL OF MINUTES**
 - A. Synopsis of Regular Meeting of May 10, 2012 Page 1
- 5. VISITORS**
- 6. STAFF & COUNCIL REPORT/COMMITTEE REPORTS/BOROUGH REPORTS**
- 7. PUBLIC HEARING**
- 8. PENDING BUSINESS**
- 9. NEW BUSINESS**
 - A. Recommendation to City Council for a Fund Distribution.
 - B. Review of the Established Investment Policies of the Permanent Fund – 5% Allocation for Grants to Benefit the Community. Page 5
- 10. INFORMATIONAL MATERIALS**
 - A. U.S. Bank Reports for period ending June 30, 2012 Page 11
- 11. COMMENTS OF THE AUDIENCE (3 MINUTE TIME LIMIT)**
- 12. COMMENTS OF THE CITY STAFF**
- 13. COMMENTS OF THE COUNCILMEMBER**
- 14. COMMENTS OF THE CHAIR**
- 15. COMMENTS OF THE COMMISSION**
- 16. ADJOURNMENT/NEXT REGULAR MEETING** is scheduled for Thursday, November 8, 2012 at 5:15 p.m. in the Homer City Hall Cowles Council Chambers, 491 E. Pioneer Avenue, Homer, Alaska.

Session 12-02 a Regular Meeting of the Permanent Fund Committee was called to order on May 10, 2012 at 5:15 p.m. by Chair Barbara Howard at the City Hall Cowles Council Chambers located at 491 E. Pioneer Avenue, Homer, Alaska.

PRESENT: COMMITTEE MEMBERS: BARBARA HOWARD, JO JOHNSON, BETH WYTHE

ABSENT: REGINA MAURAS, MATT NORTH (excused)

APPROVAL OF AGENDA

WYTHE/JOHNSON - MOVED TO APPROVE THE AGENDA AS PRESENTED.

There was no discussion.

VOTE: YES. NON OBJECTION. UNANIMOUS CONSENT.

Motion carried.

PUBLIC COMMENTS REGARDING ITEMS ON THE AGENDA

There were no public comments.

APPROVAL OF MINUTES

A. Synopsis of Regular Meeting of February 9, 2012

JOHNSON/WYTHE - MOVED TO APPROVE MY SYNOPSIS OF FEBRUARY 9TH.

There was no discussion.

VOTE: YES. NON OBJECTION. UNANIMOUS CONSENT.

Motion carried.

VISITORS

STAFF & COUNCIL REPORT/COMMITTEE REPORTS/BOROUGH REPORTS

PUBLIC HEARING

PENDING BUSINESS

NEW BUSINESS

A. U.S. Bank Reports for period ending March 31, 2012

Accounting Supervisor Laurie Moore provided a report on the Permanent Fund earnings with U.S. Bank for the period ending March 31, 2012.

The fund has done well the first quarter with an increase of \$128,917. First quarter activity includes:

Administrative Fees - \$2,784

Interest /Dividends Earned \$9,728

Unrealized Gain/Losses \$122,958

Accrued Interest \$986

The beginning balance on January 1, 2012 was \$1,488,393; ending balance for March 31, 2012 was \$1,617,309.

Committee member Wythe commented the interest Council would be able to release in the 2013 budget would be earnings from 2011. The earnings from 2012 would not be available until the 2014 budget.

INFORMATIONAL MATERIALS

COMMENTS OF THE AUDIENCE (3 MINUTE TIME LIMIT)

There were no comments of the audience.

COMMENTS OF THE CITY STAFF

There were no comments from the staff.

COMMENTS OF THE COUNCILMEMBER

Councilmember Wythe asked that the July agenda should include a recommendation to Council for a fund distribution. The earnings from the growth side of 2011 would be available for the general fund budget allocation for 2013.

COMMENTS OF THE CHAIR

Chair Howard commented it was okay to open the quarterly statement after this quarter in comparison to past envelopes. She expressed the need to review the policies and make recommendations to Council. She is concerned we will not have a good quorum in July. We need to find another member of the committee. For the August meeting we will have a proposal for the fund distribution and review of the ordinance.

COMMENTS OF THE COMMISSION

Committee member Johnson commented it was nice to see a positive statement again. She will verify the number of members on the PFC.

ADJOURNMENT

There being no further business to come before the Committee, the meeting was adjourned at 5:21 p.m. The next Regular Meeting is scheduled for Thursday, August 9, 2012 at 5:15 p.m. in the Homer City Hall Cowles Council Chambers, 491 E. Pioneer Avenue, Homer, Alaska.

Submitted by Jo Johnson

Homer City Code

Chapter 3.10.130 Governance of Homer Permanent Fund Assets.

a. In investing and managing the monies of the Permanent Fund established pursuant to HCC Chapter 3.12, the persons having responsibility for making decisions shall exercise the judgment and care under the circumstances then prevailing which an institutional investor of ordinary prudence, discretion, and intelligence exercises in the management of large investments entrusted to it, not in regard to speculation, but in regard to the long term investment of funds considering the probable safety of capital as well as probable income, in accordance with the stated objectives of the Permanent Fund.

b. In order to ensure sound investment strategy, the city council will take action in the following manner:

1. The city council shall establish written investment policies by formal resolution which shall be adhered to without exception;

2. The city council shall review the investment policies of the permanent fund at least once each year during the first quarter and shall, by formal resolution, re-adopt or modify said policies;

3. The city council shall establish, by formal resolution, a plan for the allocation of investment assets each year that provides for the following:

(a) That earnings available for annual appropriation and distribution shall be confined to the interest, dividends or coupon discounts derived from the investments of the fund. Realized or unrealized gains to the portfolio value are not considered earnings,

(b) The portfolio of growth sub-fund will be invested primarily in equities, and is exempt from HCC 3.10.040.

(c) The portfolio of the income sub-fund will be invested primarily in bonds and the other fixed rate securities authorized by HCC 3.10.040.

(d) The income sub-fund may be used as a revolving loan for various city capital projects as provided in HCC Chapter 3.12.

(e) Sets forth portfolio duration, and which establishes performance benchmarks, and which estimates the percentage or amount of that year's annual earnings that would be necessary to retain to inflation-proof the fund principal;

4. The city council shall establish a permanent fund investment committee consisting of the finance director, the city clerk, two members of the city council, and two members of the community at-large. The term of each appointment shall be two years, with initial terms of the city council members and members at-large staggered so that half of the terms will expire each year. The committee shall be appointed by the mayor and confirmed by the city council. The appointment of any city official will automatically terminate on the date when the person no longer holds such city office. Any city council member or member at-large may be removed from the committee at any time by the City Council.

5. The committee shall meet at least quarterly to provide direction as required for maintenance of the fund. The committee shall provide regular reports of its activity to the city council.

6. The city administration shall maintain on file within the offices of the Finance Department monthly reports which indicate transactions affecting the investment account, to include, at a minimum, transfers of cash into and out of the account, and interest or dividends received by the account;

7. The city administration shall order an objective performance evaluation of the investment program every year;

8. The city administration shall retain one or more bank custodians to hold all investment cash and fixed income securities of the permanent fund and require that the custodians shall render monthly reports to the administration regarding assets held at both book and market values, and individual transactions which have taken place; that the banks shall have adequate fidelity insurance, and that written contracts be entered into between the city and the custodian banks.

c. The city, with the approval of the city council, shall retain one or more professional investment managers to design portfolios and invest funds in accordance with the written investment policies adopted by the city council. The investment managers shall be registered financial advisers with both the United States Securities and Exchange Commission and the state of Alaska, unless otherwise exempt from registration, and the investment managers shall agree to serve as a fiduciary to the city. Each investment manager shall carry professional liability insurance in an amount satisfactory to the city, and the terms of the investment relationship shall be memorialized in a written contract entered into between the city and the respective investment advisers.(Ord. 05-14(S) §2), 2006)

Chapter 3.12 Permanent Fund

Sections:

3.12.010 Homer Permanent Fund Established.

3.12.020 Contributions.

3.12.030 Allocation to sub-funds.

3.12.040 Additions to fund.

3.12.050 Investment of fund.

3.12.060 Expenditures of income.

3.12.070 Loans from income sub-fund.

3.12.080 Expenditure of principal.

3.12.010 Homer Permanent Fund Established. There is hereby established the Homer Permanent Fund. The Permanent Fund

shall be governed by this chapter. (Ord. 05-14(S) §2), 2006)

3.12.020 Contributions. a. If monies from the distribution of the Exxon Valdez settlement or other forms of wind-fall monies become available to the City, 95% of such funds shall be placed in the Homer Permanent Fund.

b. Wind-fall monies shall be defined as any new monies received by the City from any source other than standard budgeted operating revenues and not allocated to any specific purpose. Wind-fall monies do not include bond proceeds, grant funds allocated to a specified purpose, or the proceeds of non-Exxon Valdez litigation when such proceeds are recovered as damages to compensate or reimburse the city for expenditures previously made by the city. In all cases, the City Council's determination of whether monies are wind-fall is final and conclusive.

c. The remaining five percent of Exxon Valdez settlement funds and other wind-fall monies are available to be appropriated by the City Council for grants to the Homer Foundation or other local non-profit organizations for the benefit of the community. (Ord. 05-14(S) §2), 2006)

3.12.030 Allocation to sub-funds. When a contribution is made to the Permanent Fund pursuant to HCC 3.12.020, the money received shall be allocated to two sub-funds as follows:

a. Sixty percent of each contribution shall be allocated to an income sub-fund.

b. Forty percent of each contribution shall be allocated to a growth sub-fund. (Ord. 05-14(S) §2), 2006)

3.12.040 Additions to fund. a. The City Council may elect to contribute monies to the Permanent Fund. Unless otherwise allocated by the council, such contributions shall be allocated to sub-funds pursuant to HCC 3.12.030. (Ord. 05-14(S) §2), 2006)

3.12.050 Investment of fund. The sub-funds of Permanent Fund

shall be invested and managed in accordance with HCC 3.10.130. (Ord. 05-14(S) §2), 2006)

3.12.060 Expenditures of income. a. Expenditures of Permanent Fund income may be made only as authorized in this chapter.

b. The income from the income sub-fund may be appropriated by the City Council and be expended for general governmental purposes, including but not limited to ordinary operating expenses.

c. The income from the growth sub-fund shall not be expended. It shall be added to the principal of the growth sub-fund and reinvested. (Ord. 05-14(S) §2), 2006)

3.12.070 Loans from income sub-fund. The principal of the income sub-fund may be used as a source of loan funds for city capital projects, and not as a grant. To be eligible for such a loan the project must receive a majority of its funding from other sources. Such loans shall be on terms approved by resolution of the City Council, which must provide for the repayment of the loan over a reasonable period of time. (Ord. 05-14(S) §2), 2006)

3.12.080 Expenditure of principal. a. Expenditures of Permanent Fund principal may be made only as authorized in this section.

b. Except as a source of loan funds as provided in subsection 3.12.070, the principal of both the income sub-fund and the growth sub-fund shall neither be distributed nor spent without the authorization of sixty percent of city voters at a regular or special election.

c. Prior to submitting to the voters the question of whether to distribute or spend funds from the principal of the Permanent Fund, the City Council shall find that all reasonable options for borrowing have been exhausted, including the option of borrowing from the Homer Permanent Fund pursuant to section 3.12.070. (Ord. 05-14(S) §2), 2006)

CITY OF HOMER

PERMANENT FUND - ORDINANCE 05-14(S)

INVESTMENT PORTFOLIO:

| | U.S. BANK | | |
|--|---|---------------------------------------|-----------|
| | Income - 999-1043 | GROWTH - 999-806-302 | |
| | First American Prime Oblig Fund - 19-504340 | First American Prime Oblig -19-504341 | |
| | INCOME - 999-1043 /301 | GROWTH - 999-1044 / 302 | Total |
| 1/1/2012 Balance | | 907,261 | 1,488,393 |
| Administrative Expenses - 5611 | (1,082) | (1,701) | (2,784) |
| Recognized Gain/Loss | | | - |
| Interest Received - 4801 | 2,501 | | 2,501 |
| 01/31/2012 Balance | 582,550 | 905,560 | 1,488,110 |
| Unrealized Gain/Loss | 3,446 | 58,981 | 62,427 |
| Accrued Interest (Earned but not paid) | (1,360) | | (1,360) |
| January Market Value | 584,636 | 964,541 | 1,549,177 |
| Administrative Expenses - 5611 | | | - |
| Recognized Gain/Loss | | | - |
| Interest Received - 4801 | 682 | 4,042 | 4,724 |
| 02/28/2012 Balance | 585,318 | 968,583 | 1,553,901 |
| Unrealized Gain/Loss | 919 | 40,790 | 41,709 |
| Accrued Interest (Earned but not paid) | 457 | | 457 |
| February Market Value | 586,695 | 1,009,372 | 1,596,067 |
| Administrative Expenses - 5611 | | | - |
| Recognized Gain/Loss | | | - |
| Interest Received - 4801 | 1,555 | 948 | 2,504 |
| 03/31/2012 Balance | 588,250 | 1,010,321 | 1,598,571 |
| Unrealized Gain/Loss | (2,637) | 21,458 | 18,821 |
| Accrued Interest (Earned but not paid) | (395) | 313 | (83) |
| March Market Value | 585,218 | 1,032,092 | 1,617,309 |
| Administrative Expenses - 5611 | (1,093) | (1,935) | (3,027) |
| Recognized Gain/Loss | | | - |
| Interest Received - 4801 | 729 | 313 | 1,042 |
| 04/30/2012 Balance | 584,854 | 1,030,470 | 1,615,324 |
| Unrealized Gain/Loss | 3,049 | (7,350) | (4,301) |
| Accrued Interest (Earned but not paid) | 444 | (313) | 131 |
| April Market Value | 588,347 | 1,022,807 | 1,611,154 |
| Administrative Expenses - 5611 | | | - |
| Recognized Gain/Loss | (1,601) | | (1,601) |
| Interest Received - 4801 | 827 | | 827 |
| 05/31/2012 Balance | 587,574 | 1,022,807 | 1,610,381 |
| Unrealized Gain/Loss | 1,353 | (80,122) | (78,769) |
| Accrued Interest (Earned but not paid) | 267 | | 267 |
| May Market Value | 589,193 | 942,685 | 1,531,878 |
| Administrative Expenses - 5611 | | | - |
| Recognized Gain/Loss | | | - |
| Interest Received - 4801 | 234 | 2,426 | 2,660 |
| 06/30/2012 Balance | 589,427 | 945,111 | 1,534,538 |
| Unrealized Gain/Loss | (363) | 30,996 | 30,633 |
| Accrued Interest (Earned but not paid) | 564 | 341 | 904 |
| June Market Value | 589,627 | 976,448 | 1,566,075 |

| Balance as of 1/1/2012 | | | |
|-----------------------------|----------------|----------------|------------------|
| | 581,132 | 907,261 | 1,488,393 |
| 2012 Activity | Income | Growth | Total |
| Administrative Fees | 2,175 | 3,636 | 5,811 |
| Interest / Dividends Earned | 6,528 | 7,729 | 14,257 |
| Recognized Gains/Losses | (1,601) | - | (1,601) |
| Unrealized Gain/Losses | 5,767 | 64,753 | 70,520 |
| Accrued Interest | (25) | 341 | 316 |
| 12/31/2012 Balance | 589,627 | 976,448 | 1,566,075 |

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Account Number: 19-504341
CITY OF HOMER
PERMANENT FUND - INCOME



This statement is for the period from June 1, 2012 to June 30, 2012

Questions?

If you have any questions regarding your account or this statement, please contact your Account Manager.

Account Manager:
SARAH VIELE
555 SW OAK ST
PORTLAND OR 97204
Phone: 503-275-4401
E-mail: sarah.viele@usbank.com



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CITY OF HOMER
ATTN: REGINA HARVILLE
491 E. PIONEER AVE
HOMER, AK 99603-7624

2428219-504340 014001411391



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CITY OF HOMER - GROWTH
ACCOUNT 19-504341

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| Cost Reconciliation | 4 |
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| Transaction Detail | 11 |

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CITY OF HOMER - GROWTH
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 Period from June 1, 2012 to June 30, 2012

MARKET VALUE RECONCILIATION

| | CURRENT PERIOD 06/01/2012 TO 06/30/2012 | YEAR TO DATE 01/01/2012 TO 06/30/2012 |
|-----------------------------------|--|--|
| Beginning Market Value | 942,664.87 | 907,260.94 |
| Disbursements | | |
| Administrative Expenses* | .00 | - 3,635.71 |
| Total Disbursements | .00 | - 3,635.71 |
| Asset Activity | | |
| Taxable Dividends | 2,426.15 | 3,687.36 |
| Realized Gain/Loss | .00 | 4,041.70 |
| Change in Unrealized Gain/Loss | 30,995.95 | 64,752.68 |
| Change in Accrued Income | 340.89 | 340.89 |
| Total Asset Activity | 33,762.99 | 72,822.63 |
| Net Change in Market Value | 33,762.99 | 69,186.92 |
| Ending Market Value | 976,447.86 | 976,447.86 |

MARKET VALUE RECONCILIATION MESSAGES

* Includes Professional Fees, Contract Administrator Fees and Investment Advisory Fees



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CITY OF HOMER - GROWTH
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COST RECONCILIATION

| | CURRENT PERIOD 06/01/2012 TO 06/30/2012 | YEAR TO DATE 01/01/2012 TO 06/30/2012 |
|-----------------------------|--|--|
| Beginning Cost | 877,969.50 | 876,302.30 |
| Disbursements | | |
| Administrative Expenses* | .00 | - 3,635.71 |
| Total Disbursements | .00 | - 3,635.71 |
| Asset Activity | | |
| Taxable Dividends | 2,426.15 | 3,687.36 |
| Realized Gain/Loss | .00 | 4,041.70 |
| Change in Accrued Income | 340.89 | 340.89 |
| Total Asset Activity | 2,767.04 | 8,069.95 |
| Ending Cost | 880,736.54 | 880,736.54 |

COST RECONCILIATION MESSAGES

* Includes Professional Fees, Contract Administrator Fees and Investment Advisory Fees



CITY OF HOMER - GROWTH
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ASSET CLASS SUMMARY

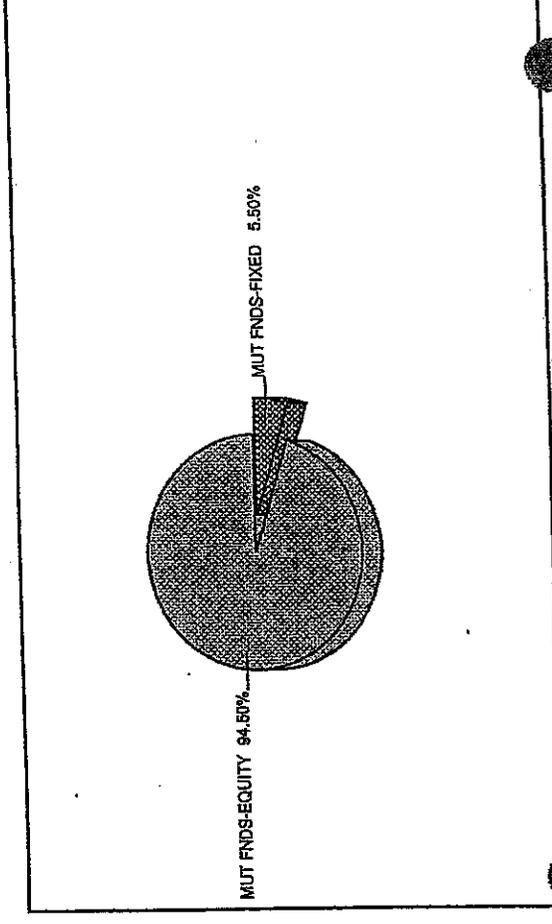
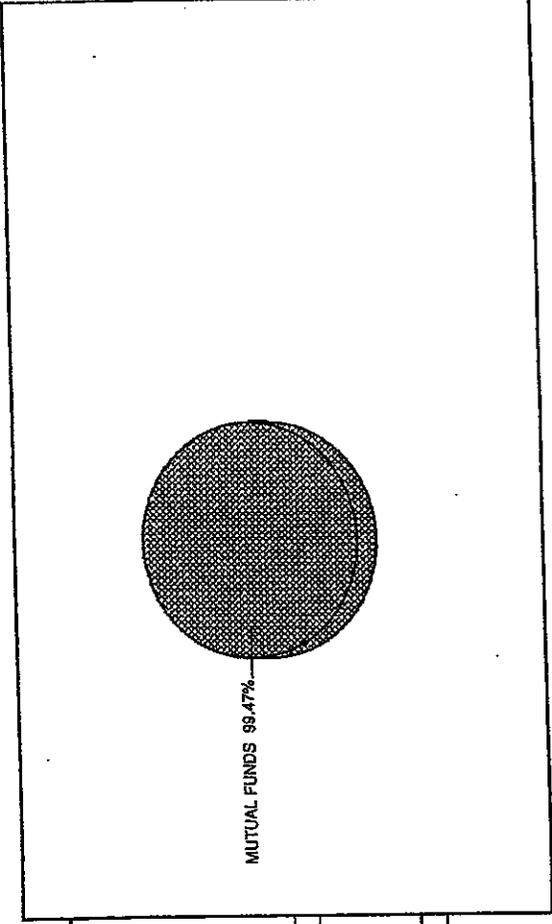
| | BEGINNING FEDERAL TAX COST | ENDING FEDERAL TAX COST | BEGINNING MARKET | ENDING MARKET | % OF MARKET |
|---------------------------|----------------------------------|-------------------------------|---------------------|-------------------|----------------|
| Money Markets | 4,865.61 | 4,865.61 | 4,865.61 | 4,865.61 | 0.50 |
| Mutual Funds-Equity | 814,501.84 | 816,927.99 | 884,063.84 | 915,678.83 | 93.78 |
| Mutual Funds-Fixed Income | 58,602.05 | 58,602.05 | 58,755.42 | 55,562.53 | 5.69 |
| Total Assets | 877,969.50 | 880,395.65 | 942,684.87 | 976,106.97 | 99.97 |
| Accrued Income | .00 | 340.89 | .00 | 340.89 | 0.03 |
| Grand Total | 877,969.50 | 880,736.54 | 942,684.87 | 976,447.86 | 100.00 |

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CITY OF HOMER - GROWTH
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ASSET SUMMARY

| ASSETS | 06/30/2012 MARKET VALUE | % OF MARKET |
|---------------------------|----------------------------|----------------|
| Cash And Equivalents | 4,865.61 | 0.50 |
| Mutual Funds-Equity | 915,678.83 | 93.78 |
| Mutual Funds-Fixed Income | 55,562.53 | 5.69 |
| Total Assets | 976,106.97 | 99.97 |
| Accrued Income | 340.89 | 0.03 |
| Grand Total | 976,447.86 | 100.00 |



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CITY OF HOMER - GROWTH
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Period from June 1, 2012 to June 30, 2012

ASSET DETAIL

| DESCRIPTION | SHARES/ FACE AMOUNT | MARKET PRICE/UNIT | FEDERAL TAX COST | UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD | ENDING ACCRUAL | YIELD ON MKT |
|---|------------------------|------------------------|---------------------|---|-------------------|--------------------|
| Cash And Equivalents | | | | | | |
| Money Markets | | | | | | |
| First Amer Prime Oblig Fund Cl Y 31846V104 Asset Minor Code 1 | 4,865.610 | 4,865.61 1.0000 | 4,865.61 | .00 .00 | .00 | 0.00 |
| Total Money Markets | 4,865.610 | 4,865.61 | 4,865.61 | .00 .00 | .00 | 0.00 |
| Total Cash And Equivalents | | | | | | |
| | 4,865.610 | 4,865.61 | 4,865.61 | .00 .00 | .00 | 0.00 |
| Mutual Funds | | | | | | |
| Mutual Funds-Equity | | | | | | |
| American Cent Small Cap Valu Ins 025076845 Asset Minor Code 98 | 12,249.114 | 101,300.17 8.2700 | 95,272.73 | 6,027.44 3,312.58 | .00 | 1.46 |
| Dodge & Cox Stock Fund 256219106 Asset Minor Code 98 | 1,842.900 | 203,585.16 110.4700 | 176,876.35 | 26,708.81 9,553.38 | .00 | 1.80 |
| Harbor Capital Aprction Inst 411511504 Asset Minor Code 98 | 5,319.265 | 217,664.32 40.9200 | 171,867.93 | 45,796.39 3,457.52 | .00 | 0.10 |
| Nuveen Santa Barbara Div Growth Fd I 67065W639 Asset Minor Code 98 | 2,346.133 | 60,131.39 25.6300 | 59,920.24 | 211.15 1,618.83 | 340.89 | 2.14 |
| Oppenheimer Developing Mkts Fds Cl Y 663974505 Asset Minor Code 98 | 2,508.312 | 78,610.50 31.3400 | 72,013.64 | 6,596.86 4,213.97 | .00 | 2.15 |
| Rowe T Price Mid-Cap Growth Fd #64 779556109 Asset Minor Code 98 | 2,806.167 | 159,334.16 56.7800 | 145,603.42 | 13,730.74 3,563.83 | .00 | 0.00 |
| Scout International Fund 81063U503 Asset Minor Code 98 | 3,250.791 | 95,053.13 29.2400 | 95,373.68 | - 320.55 3,468.73 | .00 | 1.58 |



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CITY OF HOMER - GROWTH
 ACCOUNT 19-504341

ASSET DETAIL (continued)

| DESCRIPTION | SHARES/ FACE AMOUNT | MARKET PRICE/UNIT | FEDERAL TAX COST | UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD | ENDING ACCRUAL | YIELD ON MKI |
|---|------------------------|----------------------|---------------------|---|-------------------|--------------------|
| Total Mutual Funds-Equity | 30,322.682 | 915,678.83 | 816,927.99 | 98,750.84 29,188.84 | 340.89 | 1.07 |
| Mutual Funds-Fixed Income | | | | | | |
| Inv Balance Risk Comm Str Y 00888Y508 Asset Minor Code 99 | 2,741.091 | 27,904.31 10.1800 | 27,465.74 | 438.57 603.04 | .00 | 0.00 |
| Credit Suisse Comm Ret ST Co 22544R305 Asset Minor Code 99 | 3,541.386 | 27,658.22 7.8100 | 31,136.31 | -3,478.09 1,204.07 | .00 | 0.00 |
| Total Mutual Funds-Fixed Income | 6,282.477 | 55,562.53 | 58,602.05 | -3,039.52 1,807.11 | .00 | 0.00 |
| Total Mutual Funds | 36,605.159 | 971,241.36 | 875,530.04 | 95,711.32 30,995.95 | 340.89 | 1.01 |
| Total Assets | 41,470.769 | 976,106.97 | 880,395.65 | 95,711.32 30,995.95 | 340.89 | 1.01 |
| Accrued Income | .000 | 340.89 | 340.89 | | | |
| Grand Total | 41,470.769 | 976,447.86 | 880,736.54 | | | |

ASSET DETAIL MESSAGES

Time of trade execution and trading party (if not disclosed) will be provided upon request.

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CITY OF HOMER - GROWTH
ACCOUNT 19-504341



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Period from June 1, 2012 to June 30, 2012

ASSET DETAIL MESSAGES (continued)

Publicly traded assets are valued in accordance with market quotations or valuation methodologies from financial industry services believed by us to be reliable. Assets that are not publicly traded may be reflected at values from other external sources. Assets for which a current value is not available may be reflected at a previous value or as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could be bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

For further information, please contact your account manager or relationship manager.



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CITY OF HOMER - GROWTH
 ACCOUNT 19-504341

INCOME ACCRUAL DETAIL

| SHARES/ FACE AMOUNT | DESCRIPTION | EX DATE | PAY DATE | ANN RATE | BEGINNING ACCRUAL | INCOME EARNED | INCOME RECEIVED | ENDING ACCRUAL |
|----------------------------------|---|------------|-------------|-------------|----------------------|------------------|--------------------|-------------------|
| Mutual Funds-Equity | | | | | | | | |
| 12,249.114 | American Cent Small Cap Valu Ins 025076845 | 06/12/12 | 06/12/12 | 0.12 | .00 | 602.57 | 602.57 | .00 |
| 1,842.900 | Dodge & Cox Stock Fund 256219106 | 06/26/12 | 06/27/12 | 1.99 | .00 | 1,135.97 | 1,135.97 | .00 |
| 2,346.133 | Nuveen Santa Barbara Div Growth Fd I 67065W639 | 06/29/12 | 07/02/12 | 0.55 | .00 | 340.89 | .00 | 340.89 |
| 3,250.791 | Scout International Fund 81063U503 | 06/22/12 | 06/22/12 | 0.46 | .00 | 687.61 | 687.61 | .00 |
| Total Mutual Funds-Equity | | | | | | 2,767.04 | 2,426.15 | 340.89 |
| Grand Total | | | | | | 2,767.04 | 2,426.15 | 340.89 |

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CITY OF HOMER - GROWTH
 ACCOUNT 19-504341



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 Period from June 1, 2012 to June 30, 2012

TRANSACTION DETAIL

| DATE | DESCRIPTION | CASH | FEDERAL TAX COST |
|--------------------------|--|------------|-------------------|
| Beginning Balance | | | |
| 06/12/2012 | Cash Receipt Of Dividend Earned On American Cent Small Cap Valu Ins 0.0495 USD/Share On 12,173.128 Shares Due 6/12/12 Dividend Payable 6/12/12 025076845 | 602.57 | .00 |
| 06/12/2012 | Purchased 75,986 Shares American Cent Small Cap Valu Ins @ 7.93 USD Through Reinvestment Of Cash Dividend Due 6/12/12 025076845 | - 602.57 | 602.57 |
| 06/22/2012 | Cash Receipt Of Dividend Earned On Scout International Fund 0.2131 USD/Share On 3,226.723 Shares Due 6/22/12 Dividend Payable 6/22/12 81063U503 | 687.61 | .00 |
| 06/22/2012 | Purchased 24,068 Shares Scout International Fund @ 28.57 USD Through Reinvestment Of Cash Dividend Due 6/22/12 81063U503 | - 687.61 | 687.61 |
| 06/26/2012 | Cash Receipt Of Dividend Earned On Dodge & Cox Stock Fund 0.62 USD/Share On 1,832.217 Shares Due 6/27/12 Dividend Payable 6/27/12 256219106 | 1,135.97 | .00 |
| 06/26/2012 | Purchased 10,683 Shares Dodge & Cox Stock Fund @ 106.33 USD Through Reinvestment Of Cash Dividend Due 6/27/12 256219106 | - 1,135.97 | 1,135.97 |
| Ending Balance | | .00 | 880,395.65 |



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Account Number: 19-504340
CITY OF HOMER
PERMANENT FUND - INCOME

This statement is for the period from June 1, 2012 to June 30, 2012

Questions?

If you have any questions regarding your account or this statement, please contact your Account Manager.

Account Manager:

SARAH VIELE

555 SW OAK ST

PORTLAND OR 97204

Phone: 503-275-4401

E-mail: sarah.viele@usbank.com



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CITY OF HOMER
ATTN: REGINA HARVILLE
491 E. PIONEER AVE.
HOMER, AK 99603-7624

24286219-504340 014001411391



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CITY OF HOMER - INCOME
ACCOUNT 19-504340

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| Asset Detail | 7 |
| Income Accrual Detail | 12 |
| Transaction Detail..... | 14 |
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CITY OF HOMER - INCOME
 ACCOUNT 19-504340



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 Period from June 1, 2012 to June 30, 2012

MARKET VALUE RECONCILIATION

| | CURRENT PERIOD 06/01/2012 TO 06/30/2012 | YEAR TO DATE 01/01/2012 TO 06/30/2012 |
|-----------------------------------|--|--|
| Beginning Market Value | 589,193.47 | 581,132.08 |
| Disbursements | | |
| Administrative Expenses* | .00 | -2,175.02 |
| Total Disbursements | .00 | -2,175.02 |
| Asset Activity | | |
| Taxable Interest | .00 | 5,020.36 |
| Taxable Dividends | 233.70 | 1,507.85 |
| Realized Gain/Loss | .00 | -1,600.50 |
| Change In Unrealized Gain/Loss | -363.39 | 5,767.49 |
| Change In Accrued Income | 563.57 | -24.91 |
| Total Asset Activity | 433.88 | 10,670.29 |
| Net Change in Market Value | 433.88 | 8,495.27 |
| Ending Market Value | 589,627.35 | 589,627.35 |

MARKET VALUE RECONCILIATION MESSAGES

* Includes Professional Fees, Contract Administrator Fees and Investment Advisory Fees



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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

COST RECONCILIATION

CURRENT PERIOD YEAR TO DATE
 06/01/2012 TO 06/30/2012 01/01/2012 TO 06/30/2012

| | | |
|--------------------------|------------|------------|
| Beginning Cost | 579,791.78 | 577,861.27 |
| Disbursements | | |
| Administrative Expenses* | .00 | - 2,175.02 |
| Total Disbursements | .00 | - 2,175.02 |
| Asset Activity | | |
| Taxable Interest | .00 | 5,020.36 |
| Taxable Dividends | 233.70 | 1,507.85 |
| Realized Gain/Loss | .00 | - 1,600.50 |
| Change in Accrued Income | 563.57 | - 24.91 |
| Total Asset Activity | 797.27 | 4,902.80 |
| Ending Cost | 580,589.05 | 580,589.05 |

COST RECONCILIATION MESSAGES

* Includes Professional Fees, Contract Administrator Fees and Investment Advisory Fees

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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

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 Period from June 1, 2012 to June 30, 2012

ASSET CLASS SUMMARY

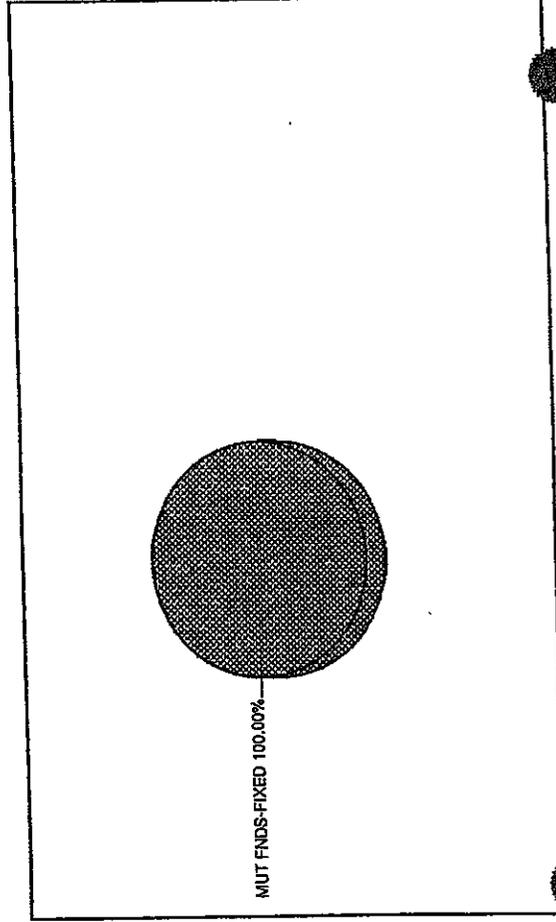
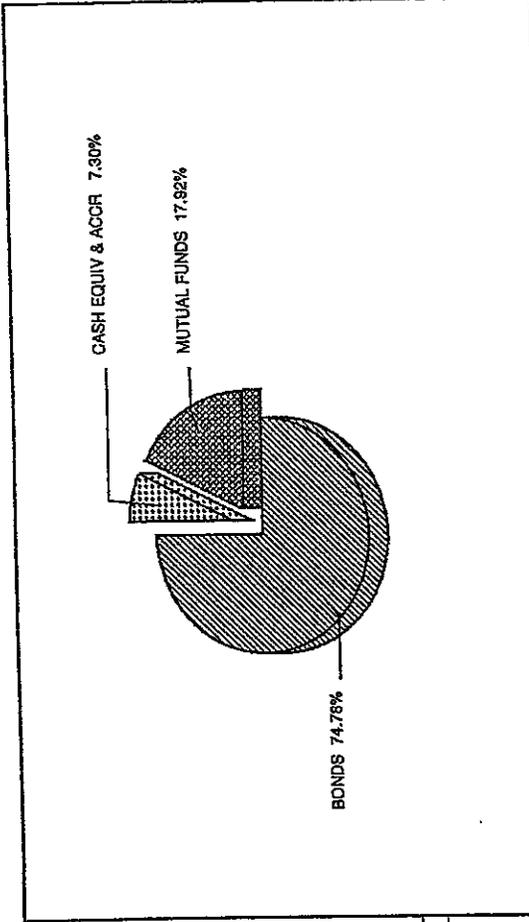
| | BEGINNING FEDERAL TAX COST | ENDING FEDERAL TAX COST | BEGINNING MARKET | ENDING MARKET | % OF MARKET |
|---------------------------|----------------------------------|-------------------------------|---------------------|-------------------|----------------|
| Money Markets | | | | | |
| Cash | 39,036.40 | 39,270.14 | 39,036.40 | 39,270.14 | 6.66 |
| US Government Issues | 233.74 | 233.70 | 233.74 | 233.70 | 0.04 |
| Corporate Issues | 74,955.25 | 74,955.25 | 76,451.25 | 76,404.75 | 12.96 |
| Foreign Issues | 255,101.00 | 255,101.00 | 262,552.75 | 262,170.75 | 44.46 |
| Mutual Funds-Fixed Income | 100,995.75 | 100,995.75 | 102,511.50 | 102,364.25 | 17.36 |
| | 106,500.00 | 106,500.00 | 105,438.19 | 105,650.55 | 17.92 |
| Total Assets | 576,822.14 | 577,055.84 | 586,223.83 | 586,094.14 | 99.40 |
| Accrued Income | 2,969.64 | 3,533.21 | 2,969.64 | 3,533.21 | 0.60 |
| Grand Total | 579,791.78 | 580,589.05 | 589,193.47 | 589,627.35 | 100.00 |

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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

ASSET SUMMARY

| ASSETS | 06/30/2012 MARKET VALUE | % OF MARKET |
|---------------------------|----------------------------|----------------|
| Cash And Equivalents | 39,503.84 | 6.70 |
| U.S. Government Issues | 76,404.75 | 12.96 |
| Corporate Issues | 262,170.75 | 44.46 |
| Foreign Issues | 102,364.25 | 17.36 |
| Mutual Funds-Fixed Income | 105,650.55 | 17.92 |
| Total Assets | 586,094.14 | 99.40 |
| Accrued Income | 3,533.21 | 0.60 |
| Grand Total | 589,627.35 | 100.00 |



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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

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 Period from June 1, 2012 to June 30, 2012

ASSET DETAIL

| DESCRIPTION | SHARES/ FACE AMOUNT | MARKET PRICE/UNIT | FEDERAL TAX COST | UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD | ENDING ACCRUAL | YIELD ON MKT |
|--|------------------------|-----------------------|---------------------|---|-------------------|--------------------|
| Cash And Equivalents | | | | | | |
| Money Markets | | | | | | |
| First Amer Prime Oblig Fund Cl Y 31846V104 Asset Minor Code 1 | 39,270.140 | 39,270.14 1.0000 | 39,270.14 | .00 .00 | .00 | 0.00 |
| Total Money Markets | 39,270.140 | 39,270.14 | 39,270.14 | .00 | .00 | 0.00 |
| Cash | | | | | | |
| Cash | | 233.70 | 233.70 | | | |
| Total Cash | .000 | 233.70 | 233.70 | .00 | .00 | 0.00 |
| Total Cash And Equivalents | 39,270.140 | 39,503.84 | 39,503.84 | .00 | .00 | 0.00 |
| US Government Issues | | | | | | |
| U S Treasury Nt 0.375% 8/31/12 Standard & Poors Rating: N/A Moody's Rating: AAA 912828PH7 Asset Minor Code 21 | 25,000.000 | 25,010.75 100.0430 | 24,951.26 | 59.49 -5.75 | 31.33 | 0.39 |
| U S Treasury Nt 0.750% 9/15/13 Standard & Poors Rating: N/A Moody's Rating: AAA 912828NY2 Asset Minor Code 21 | 25,000.000 | 25,141.50 100.5660 | 25,003.99 | 137.51 -21.50 | 55.03 | 0.69 |
| FN M A M T N 2.000% 12/30/15 Standard & Poors Rating: AA+ Moody's Rating: AAA 3136FPKH9 Asset Minor Code 22 | 25,000.000 | 26,252.50 105.0100 | 25,000.00 | 1,252.50 -19.25 | 1.39 | 1.90 |



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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

ASSET DETAIL (continued)

| DESCRIPTION | SHARES/ FACE AMOUNT | MARKET PRICE/UNIT | FEDERAL TAX COST | UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD | ENDING ACCRUAL | YIELD ON MKT |
|---|------------------------|-----------------------|---------------------|---|-------------------|--------------------|
| Total US Government Issues | 75,000.000 | 76,404.75 | 74,955.25 | 1,449.50 - 46.50 | 87.75 | 1.01 |
| Corporate Issues | | | | | | |
| Gen Elec Cap M T N 2.800% 1/08/13 Standard & Poors Rating: AA+ Moody's Rating: A1 36962G4H4 Asset Minor Code 28 | 25,000.000 | 25,291.50 101.1660 | 25,775.00 | - 483.50 - 29.00 | 336.39 | 2.76 |
| Hewlett Packard Co 1.250% 9/13/13 Standard & Poors Rating: BBB+ Moody's Rating: A3 428236BB8 Asset Minor Code 28 | 25,000.000 | 24,980.50 99.9220 | 25,131.50 | - 151.00 32.75 | 93.75 | 1.20 |
| Wells Fargo Co Mtn 3.750% 10/01/14 Standard & Poors Rating: A+ Moody's Rating: A2 94974BET3 Asset Minor Code 28 | 25,000.000 | 26,394.75 105.5790 | 26,412.50 | - 17.75 31.50 | 234.38 | 3.50 |
| Bk Of Ny Mellon Mtn 2.500% 1/15/16 Standard & Poors Rating: A+ Moody's Rating: AA3 06406HBS7 Asset Minor Code 28 | 25,000.000 | 25,898.75 103.5950 | 25,241.25 | 657.50 - 39.25 | 288.19 | 2.41 |
| Dupont Et Nemour 1.950% 1/15/16 Standard & Poors Rating: A Moody's Rating: A2 263534CD9 Asset Minor Code 28 | 25,000.000 | 25,864.50 103.4580 | 24,292.00 | 1,572.50 - 48.00 | 224.79 | 1.83 |
| Paccar Finl Corp Mtn 1.600% 3/15/17 Standard & Poors Rating: A+ Moody's Rating: A1 69371RK54 Asset Minor Code 28 | 25,000.000 | 25,259.25 101.0370 | 25,077.75 | 181.50 167.75 | 127.78 | 1.58 |
| Campbell Soup Co 3.050% 7/15/17 Standard & Poors Rating: A- Moody's Rating: A2 134429AV1 Asset Minor Code 28 | 25,000.000 | 26,956.75 107.8270 | 26,102.50 | 854.25 - 58.00 | 351.60 | 2.78 |



CITY OF HOMER - INCOME
ACCOUNT 19-504340

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Period from June 1, 2012 to June 30, 2012

ASSET DETAIL (continued)

| DESCRIPTION | SHARES/ FACE AMOUNT | MARKET PRICE/UNIT | FEDERAL TAX COST | UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD | ENDING ACCRUAL | YIELD ON MKT |
|--|------------------------|-----------------------|---------------------|---|-------------------|--------------------|
| John Deere Cap Min 2.800% 9/18/17 Standard & Poors Rating: A Moody's Rating: A2 24422EQZ5 Asset Minor Code 28 | 25,000.000 | 26,645.00 106.5800 | 24,996.75 | 1,648.25 - 26.75 | 200.28 | 2.62 |
| Duke Energy Ind 3.750% 7/15/20 Standard & Poors Rating: A Moody's Rating: A2 263901AC4 Asset Minor Code 28 | 25,000.000 | 27,336.25 109.3450 | 26,027.00 | 1,309.25 - 273.25 | 432.29 | 3.38 |
| Target Corp 3.875% 7/15/20 Standard & Poors Rating: A+ Moody's Rating: A2 87612EAV8 Asset Minor Code 28 | 25,000.000 | 27,543.50 110.1740 | 26,044.75 | 1,498.75 - 139.75 | 446.70 | 3.53 |
| Total Corporate Issues | 250,000.000 | 262,170.75 | 255,101.00 | 7,069.75 - 382.00 | 2,736.15 | 2.58 |
| Foreign Issues | | | | | | |
| Shell Intl Fin 1.875% 3/25/13 Standard & Poors Rating: AA Moody's Rating: AA1 822582AL6 Asset Minor Code 35 | 25,000.000 | 25,268.75 101.0750 | 25,542.50 | - 273.75 - 38.00 | 125.00 | 1.87 |
| Can Impl Bk 1.450% 9/13/13 Standard & Poors Rating: A+ Moody's Rating: AA2 136069DP3 Asset Minor Code 33 | 25,000.000 | 25,246.50 100.9860 | 25,111.00 | 135.50 - 4.50 | 108.75 | 1.38 |
| Westpac Banking 3.000% 8/04/15 Standard & Poors Rating: AA- Moody's Rating: AA2 961214EN2 Asset Minor Code 35 | 25,000.000 | 25,896.00 103.5840 | 25,418.00 | 478.00 - 139.25 | 306.25 | 2.89 |
| Total Capital 2.300% 9/15/16 Standard & Poors Rating: AA- Moody's Rating: AA1 89152UAE2 Asset Minor Code 35 | 25,000.000 | 25,953.00 103.8120 | 24,924.25 | 1,028.75 34.50 | 169.31 | 2.21 |



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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

ASSET DETAIL (continued)

| DESCRIPTION | SHARES/ FACE AMOUNT | MARKET PRICE/UNIT | FEDERAL TAX COST | UNREALIZED GAIN (LOSS) SINCE INCEPTION/ CURRENT PERIOD | ENDING ACCRUAL | YIELD ON MKI |
|---|------------------------|----------------------|---------------------|---|-------------------|--------------------|
| Total Foreign Issues | 100,000.000 | 102,364.25 | 100,995.75 | 1,368.50 - 147.25 | 709.31 | 2.10 |
| Mutual Funds | | | | | | |
| Mutual Funds-Fixed Income | | | | | .00 | 2.71 |
| Nuveen Short Term Bond Fund Cl I 670678648 Asset Minor Code 99 | 10,618.146 | 105,650.55 9.9500 | 106,500.00 | - 849.45 212.36 | | |
| Total Mutual Funds-Fixed Income | 10,618.146 | 105,650.55 | 106,500.00 | - 849.45 212.36 | .00 | 2.71 |
| Total Mutual Funds | 10,618.146 | 105,650.55 | 106,500.00 | - 849.45 212.36 | .00 | 2.71 |
| Total Assets | 474,888.286 | 586,094.14 | 577,055.84 | 9,038.30 - 363.39 | 3,533.21 | 2.14 |
| Accrued Income | .000 | 3,533.21 | 3,533.21 | | | |
| Grand Total | 474,888.286 | 589,627.35 | 580,589.05 | | | |

ASSET DETAIL MESSAGES

Time of trade execution and trading party (if not disclosed) will be provided upon request.

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CITY OF HOMER - INCOME
ACCOUNT 19-504340

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Period from June 1, 2012 to June 30, 2012

ASSET DETAIL MESSAGES (continued)

Publicly traded assets are valued in accordance with market quotations or valuation methodologies from financial industry services believed by us to be reliable. Assets that are not publicly traded may be reflected at values from other external sources. Assets for which a current value is not available may be reflected at a previous value or as not valued, at par value, or at a nominal value. Values shown do not necessarily reflect prices at which assets could be bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

For further information, please contact your account manager or relationship manager.



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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

INCOME ACCRUAL DETAIL

| SHARES/ FACE AMOUNT | DESCRIPTION | EX DATE | PAY DATE | ANN RATE | BEGINNING ACCRUAL | INCOME EARNED | INCOME RECEIVED | ENDING ACCRUAL |
|-----------------------------------|-----------------------------------|------------|-------------|-------------|----------------------|------------------|--------------------|-------------------|
| US Government Issues | | | | | | | | |
| 25,000.000 | FNMA M TN 3136FPKH9 | | | 2.000% | 12/30/15 | 209.72 | -208.33 | 1.39 |
| 25,000.000 | U S Treasury Nt 912828NY2 | | | 0.750% | 9/15/13 | 39.74 | 15.29 | 55.03 |
| 25,000.000 | U S Treasury Nt 912828PH7 | | | 0.375% | 8/31/12 | 23.69 | 7.64 | 31.33 |
| Total US Government Issues | | | | | | 273.15 | -185.40 | 87.75 |
| Corporate Issues | | | | | | | | |
| 25,000.000 | Bk Of Ny Mellon Mtn 06406HBS7 | | | 2.500% | 1/15/16 | 236.11 | 52.08 | 288.19 |
| 25,000.000 | Campbell Soup Co 134429AV1 | | | 3.050% | 7/15/17 | 288.06 | 63.54 | 351.60 |
| 25,000.000 | John Deere Cap Mtn 24422EQZ5 | | | 2.800% | 9/18/17 | 141.94 | 58.34 | 200.28 |
| 25,000.000 | Dupont Ei Nemour 263534CD9 | | | 1.950% | 1/15/16 | 184.17 | 40.62 | 224.79 |
| 25,000.000 | Duke Energy Ind 263901AC4 | | | 3.750% | 7/15/20 | 354.16 | 78.13 | 432.29 |
| 25,000.000 | Gen Elec Cap M TN 36962G4H4 | | | 2.800% | 1/08/13 | 278.06 | 58.33 | 336.39 |
| 25,000.000 | Hewlett Packard Co 428236BB8 | | | 1.250% | 9/13/13 | 67.71 | 26.04 | 93.75 |
| 25,000.000 | Paccar Finl Corp Mtn 69371RK54 | | | 1.600% | 3/15/17 | 94.44 | 33.34 | 127.78 |
| 25,000.000 | Target Corp 87612EAV8 | | | 3.875% | 7/15/20 | 365.97 | 80.73 | 446.70 |

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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

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 Period from June 1, 2012 to June 30, 2012



INCOME ACCRUAL DETAIL (continued)

| SHARES/ FACE AMOUNT | DESCRIPTION | EX DATE | PAY ANN DATE | ANN RATE | BEGINNING ACCRUAL | INCOME EARNED | INCOME RECEIVED | ENDING ACCRUAL |
|--|--|------------|--------------------|-------------|----------------------|------------------|--------------------|-------------------|
| 25,000.000 | Wells Fargo Co Min 94974BET3 | 3.750% | 10/01/14 | | 156.25 | 78.13 | .00 | 234.38 |
| Total Corporate Issues | | | | | 2,166.87 | 569.28 | .00 | 2,736.15 |
| Foreign Issues | | | | | | | | |
| 25,000.000 | Can Impl Bk 136069DP3 | 1.450% | 9/13/13 | | 78.54 | 30.21 | .00 | 108.75 |
| 25,000.000 | Shell Intl Fin 822582AL6 | 1.875% | 3/25/13 | | 85.94 | 39.06 | .00 | 125.00 |
| 25,000.000 | Total Capital 89152UAE2 | 2.300% | 3/15/16 | | 121.39 | 47.92 | .00 | 169.31 |
| 25,000.000 | Westpac Banking 961214BN2 | 3.000% | 8/04/15 | | 243.75 | 62.50 | .00 | 306.25 |
| Total Foreign Issues | | | | | 529.62 | 179.69 | .00 | 709.31 |
| Mutual Funds-Fixed Income | | | | | | | | |
| 10,618.146 | Nuveen Short Term Bond Fund C I I 670678648 | | 08/01/12 | 08/01/12 | 0.27 | 233.70 | 233.70 | .00 |
| Total Mutual Funds-Fixed Income | | | | | .00 | 233.70 | 233.70 | .00 |
| Grand Total | | | | | 2,969.64 | 797.27 | 233.70 | 3,533.21 |



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CITY OF HOMER - INCOME
ACCOUNT 19-504340

TRANSACTION DETAIL

| DATE | DESCRIPTION | CASH | FEDERAL TAX COST |
|--------------------------|--|----------|------------------|
| Beginning Balance | | 233.74 | 576,688.40 |
| 06/04/2012 | Purchased 233.74 Units Of First Amer Prime Oblig Fund CI Y Trade Date 6/4/12 31846V104 | - 233.74 | 233.74 |
| 06/30/2012 | Cash Receipt Of Dividend Earned On Nuveen Short Term Bond Fund CI I Dividend From 6/1/12 To 6/30/12 670678648 | 233.70 | .00 |
| Ending Balance | | 233.70 | 576,822.14 |

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CITY OF HOMER - INCOME
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 Period from June 1, 2012 to June 30, 2012

BOND SUMMARY

| | PAR VALUE | MARKET VALUE | PERCENTAGE OF |
|--|-----------|--------------|---------------|
| | | | CATEGORY |

SHORT-TERM MATURITY DETAIL

| | | | |
|--------------------------------|------------------|------------------|---------------|
| 61 to 90 Days | | | |
| U S Treasury Nt 0.375% 8/31/12 | 25,000.00 | 25,010.75 | 100.00 |
| Total 61 to 90 Days | 25,000.00 | 25,010.75 | 100.00 |

Total

| | | | |
|--|-----------|-----------|--------|
| | 25,000.00 | 25,010.75 | 100.00 |
|--|-----------|-----------|--------|

MATURITY SUMMARY

| | | | |
|--------------|-------------------|-------------------|---------------|
| 2012 | 25,000.00 | 25,010.75 | 5.68 |
| 2013 | 125,000.00 | 125,928.75 | 28.56 |
| 2014 | 25,000.00 | 26,394.75 | 5.99 |
| 2015 | 50,000.00 | 52,148.50 | 11.83 |
| 2016 | 75,000.00 | 77,716.25 | 17.62 |
| 2017 | 75,000.00 | 78,861.00 | 17.88 |
| 2018 | .00 | .00 | 0.00 |
| 2019 | .00 | .00 | 0.00 |
| 2020 | 50,000.00 | 54,879.75 | 12.44 |
| Total | 425,000.00 | 440,939.75 | 100.00 |

MOODY'S RATING

| | | | |
|--------------|-------------------|-------------------|---------------|
| AAA | 75,000.00 | 76,404.75 | 17.33 |
| AA1 | 50,000.00 | 51,221.75 | 11.62 |
| AA2 | 50,000.00 | 51,142.50 | 11.60 |
| AA3 | 25,000.00 | 25,898.75 | 5.87 |
| A1 | 50,000.00 | 50,650.75 | 11.46 |
| A2 | 150,000.00 | 160,740.75 | 36.45 |
| A3 | 25,000.00 | 24,980.50 | 5.67 |
| Total | 425,000.00 | 440,939.75 | 100.00 |

S&P RATING

24286219-504340 014001411391



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CITY OF HOMER - INCOME
 ACCOUNT 19-504340

BOND SUMMARY (continued)

| | PAR VALUE | MARKET VALUE | PERCENTAGE OF |
|--------------|-------------------|-------------------|---------------|
| | | | CATEGORY |
| | 75,000.00 | 79,845.75 | 18.11 |
| | 125,000.00 | 130,342.75 | 29.56 |
| | 25,000.00 | 26,956.75 | 6.11 |
| | 25,000.00 | 25,268.75 | 5.73 |
| | 50,000.00 | 51,544.00 | 11.69 |
| | 50,000.00 | 51,849.00 | 11.76 |
| | 25,000.00 | 24,980.50 | 5.67 |
| | 50,000.00 | 50,152.25 | 11.37 |
| Total | 425,000.00 | 440,939.75 | 100.00 |