

# **CITY OF SACRAMENTO**

## **OFFICE OF THE CITY TREASURER INVESTMENT SERVICES**

**Russell Fehr, City Treasurer**



## **MONTHLY INVESTMENT REPORT JANUARY 2010**

**Quarter Meeting on: APRIL 22, 2010**

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# INVESTMENT COMMITTEE MEETING

April 22, 2010  
10:00 AM to 11:00 AM  
City Treasurer's Conference Room  
915 I Street, HCH 2<sup>nd</sup> Floor  
(916) 808-5168

Meeting called by: Russell Fehr, City Treasurer  
Thomas S. Berke, Chief Investment Officer  
Lydia Abreu, Investment and Operations Manager  
John Colville, Senior Investment Officer  
Robert Tokunaga, Senior Investment Officer

Invitees: Leyne Milstein, Dennis Kauffman and Brad Wasson, (Department of Finance)  
Don Cavier (SHRA)  
Noelle Mussen (CADA)  
Tim Kerr (American River Flood Control District - ARFCD)  
Kimberli S. Burns (The Natomas Basin Conservancy – TNBC)  
Richard A. Teichert (Sacramento Public Library Authority – SPLA)  
Vicki Johnson (Sacramento Public Library authority- SPLA)  
City Treasurer's Office Staff

Please read: **January 28, 2010 minutes**


## Agenda

Economic Commentary and Market Conditions	Thomas Berke
Monthly Yield Curve Analysis	John Colville
Cash Flow Analysis	Lydia Abreu
Pooled Funds Analysis - City Pool A and SHRA Pools	John Colville
Miscellaneous Topics	All

## Additional Information

Special notes: If unable to attend, please feel free to call with any questions or comments.

This report has been reviewed and approved by:

  
Russell Fehr, City Treasurer

2/19/10  
Date

**TO:** Investment Committee Members  
**FROM:** John Colville  
**RE:** **Minutes of Investment Monthly Meeting held on January 28, 2010**

**Attendees Present:** Russell Fehr, Thomas Berke, Lydia Abreu, John Colville, Robert Tokunaga, Don Cavier, Vicki Johnson, Jason Bader, and Dennis Kauffman.

**1) Along the Yield Curve**

The U.S. fixed income markets sold off across the board in the fourth quarter of 2009. Yields rose across the curve as investors started to take on more risk by selling Treasury securities in favor of equities and corporate bonds. With the Federal Reserve maintaining its policy to not raise the Fed Funds rates in the near future, investors continue to flock to the short end of the curve not willing to risk price decline further down the yield curve. The result is a steep curve in which the 2-year to 10-year treasury spread that had been 235 basis points now reaching historical highs at 270 basis points. Also the threat of inflation looming gave investors even less motivation to extend their portfolios by buying further down the yield curve.

**2) Cash Flow**

The projected Pool A cash flow is adequate to meet expected obligations over the next twelve months. If all non-City Pool A participants withdraw funds, the analysis shows an expected ~ \$207 million in excess cash for the next 6-month and ~ \$94 million for the 12-month period.

**3) City Pool A**

Pool A rate of return on book value (at cost) posted 2.16%, compared with LAIF's 0.57% rate of return on book value (at cost) a variance of 159 bps. The average maturity for Pool A was 1.7 year; approximately 61% of the portfolio matures within the 1-year period with the remaining 39% maturing within the next 5 years.

**4) SHRA Pool D**

Pool D posted a rate of return of 2.15% at book value, compared with LAIF's 0.57%, a variance of 158 bps. Approximately 60% of this portfolio matures within 1 year and 40% maturing in the next 5 years.

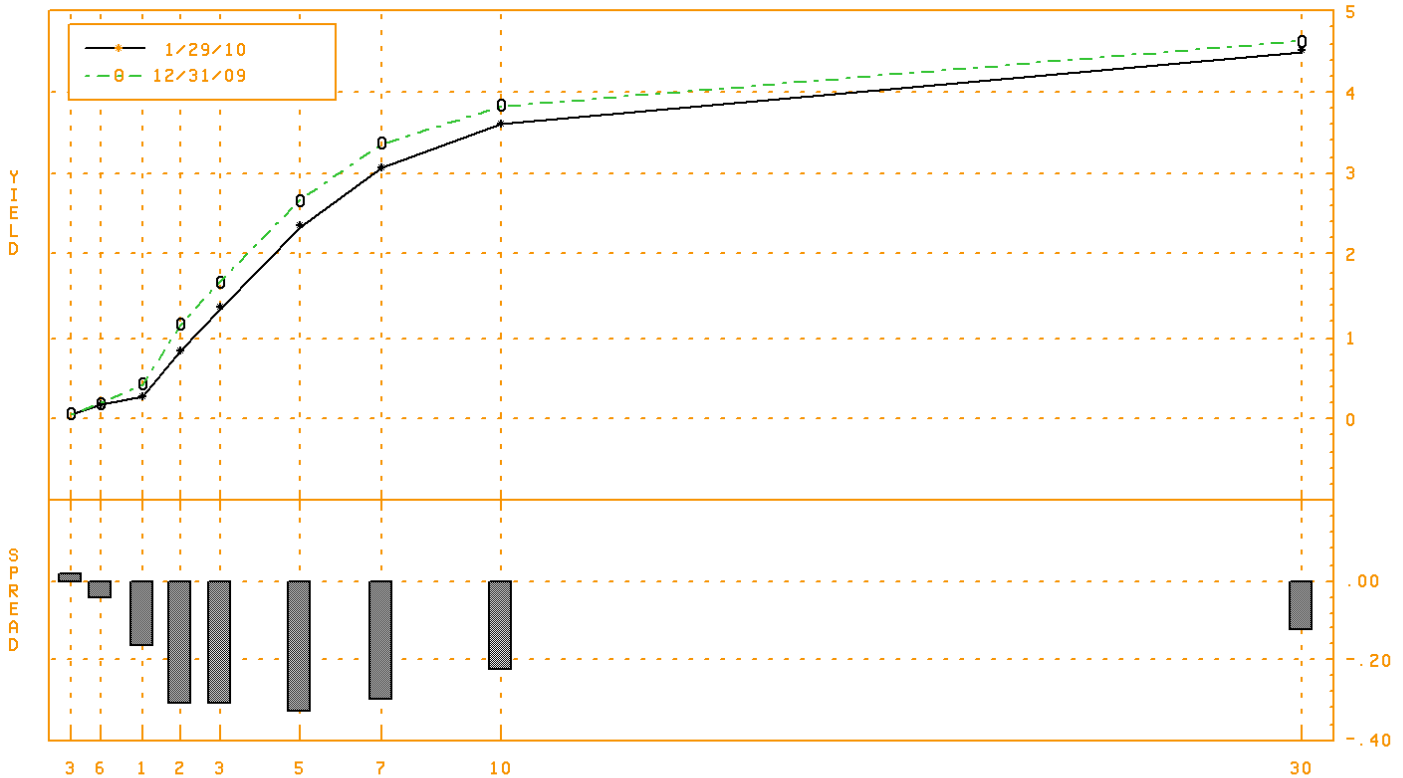
**5) Other business: No other business**

**Next Meeting:** It was recommended and agreed that this Investment Committee meetings will be held on a quarterly basis. Therefore, the next quarterly meeting is scheduled for **Thursday, April 22, 2010 at 10:00 a.m.** in the City Treasurer's Conference Room.

**HISTORICAL YIELD CURVE**

DATE RANGE **12/31/09** **1/29/10**

MTY RANGE **3M** **30Y**



Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000  
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2010 Bloomberg Finance L.P.  
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**HISTORICAL YIELD CURVE**

DATE RANGE **12/31/09** **1/29/10**

MTY RANGE **3M** **30Y**

	<u>12/31/09</u>	<u>1/29/10</u>	<u>Change</u>
3 MONTH	0.051	0.071	0.0203
6 MONTH	0.183	0.142	-0.0406
1 YEAR	0.437	0.274	-0.1630
2 YEAR	1.135	0.828	-0.3078
3 YEAR	1.671	1.364	-0.3067
5 YEAR	2.675	2.347	-0.3288
7 YEAR	3.379	3.082	-0.2964
10 YEAR	3.833	3.609	-0.2235
30 YEAR	4.634	4.508	-0.1262

**CITY OF SACRAMENTO - INVESTMENT POOL A  
6-MONTH CASH FLOW ANALYSIS**

February 1, 2010 - July 31, 2010

*In millions*

<b>Cash Balances:</b>	
Bank of America	2.150
Bank of America Overnight Sweep	2.190
CalTrust	70.042
LAIF	45.000
Fidelity Fund	2.874
Less: Required bank balance by policy	(0.500)
<b><i>Cash available at beginning of period:</i></b>	<b>121.756</b>
<b>Projected net cash flow:</b>	
February-10	10.826
March-10	9.947
April-10	44.265
May-10	82.893
June-10	7.676
July-10	(13.526)
<b><i>Net cash flow during period:</i></b>	<b>142.081</b>
<b><i>Cash in excess of policy: <sup>1</sup></i></b>	<b>263.837</b>
<b>Cash Balances of non-City and/or Pool A Participants:</b>	
<b>SCERS Cash:</b>	
Fixed Bonds	(9.507)
Large Cap Growth	(16.358)
International	(7.298)
Equity Income	(2.874)
Retirement Trust Operating Fund	(17.743)
SHRA Pool J	(3.968)
SHRA Pool L	(14.143)
SHRA Trust	-
Ann Land/Bertha Henschel Endowment Fund	(0.076)
Ethel Hart Mutual Endowment Fund	(0.160)
George H. Clark Memorial Scholarship Fund	(0.045)
Capitol Area Development Authority (CADA)	(15.253)
American River Flood Control District (ARFCD)	(3.072)
The Natomas Basin Conservancy (TNBC)	(5.845)
Sacramento Public Library Authority (SPLA)	(15.322)
Gifts to Share	(1.120)
Sacramento Convention and Visitors Bureau	(2.035)
Other Misc Non-City Funds (CalEPA, Sports Commission, N Natomas Housing Trust, etc)	(3.756)
<b><i>Total cash balances of non-City and/or Pool A participants: <sup>2</sup></i></b>	<b>(118.575)</b>
<b><i>Excess or (Shortfall) if all Pool A participants withdraw all funds within 6 months: <sup>3</sup></i></b>	<b>145.262</b>

<sup>1</sup>The City will be able to meet its cash flow needs for the next six months, with \$264 mm to cover on going expenditures

<sup>2</sup> Non-City and/or Pool A participants have \$119 mm invested in Pool A

<sup>3</sup> If all non-City and/or Pool A participants withdraw the entire \$119 mm within the next six months, the City will have \$145 mm to cover on going expenditures

**CITY OF SACRAMENTO - INVESTMENT POOL A  
12-MONTH CASH FLOW ANALYSIS**

February 1, 2010 - January 31, 2011

*In millions*

Cash Balances:	
Bank of America	2.150
Bank of America Overnight Sweep	2.190
CalTrust	70.04
LAIF	45.000
Fidelity Fund	2.874
Less: Required bank balance by policy	(0.500)
<b><i>Cash available at beginning of period:</i></b>	<b>121.756</b>
Projected net cash flow:	
February-10	10.826
March-10	9.947
April-10	44.265
May-10	82.893
June-10	7.676
July-10	(13.526)
August-10	(0.960)
September-10	(20.129)
October-10	(30.412)
November-10	(52.072)
December-10	18.199
January-11	50.930
<b><i>Net cash flow during period:</i></b>	<b>107.638</b>
<b><i>Cash in excess of policy: <sub>1</sub></i></b>	<b>229.394</b>
Cash Balances of non-City and/or Pool A Participants:	
SCERS Cash:	
Fixed Bonds	(9.507)
Large Cap Growth	(16.358)
International	(7.298)
Equity Income	(2.874)
Retirement Trust Operating Fund	(17.743)
SHRA Pool J	(3.968)
SHRA Pool L	(14.143)
SHRA Trust	-
Ann Land/Bertha Henschel Endowment Fund	(0.076)
Ethel Hart Mutual Endowment Fund	(0.160)
George H. Clark Memorial Scholarship Fund	(0.045)
Capitol Area Development Authority (CADA)	(15.253)
American River Flood Control District (ARFCD)	(3.072)
The Natomas Basin Conservancy (TNBC)	(5.845)
Sacramento Public Library Authority (SPLA)	(15.322)
Gifts to Share	(1.120)
Sacramento Convention and Visitors Bureau	(2.035)
Other Misc Non-City Funds (CalEPA, Sports Commission, N Natomas Housing Trust, etc)	(3.756)
<b><i>Total cash balances of non-City and/or Pool A participants: <sub>2</sub></i></b>	<b>(118.575)</b>
<b><i>Excess or (Shortfall) if all Pool A participants withdraw all funds within 12 months: <sub>3</sub></i></b>	<b>110.819</b>

<sub>1</sub>The City will be able to meet its cash flow needs for the next twelve months, with \$229 mm to cover on going expenditures

<sub>2</sub> Non-City and/or Pool A participants have \$119 mm invested in Pool A

<sub>3</sub> If all non-City and/or Pool A participants withdraw the entire \$119 mm within the next twelve months, the City will have \$111 mm to cover on going expenditures

# **City of Sacramento**

## **Investment**

### **Pool A**

This fund portfolio invests under the guidelines of California Government Code section 53601, and any deviation from this government code will require City Council approval prior to execution of such investment.

# City of Sacramento Investment Pool A

## Monthly Review - January 2010

### STRATEGY

The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

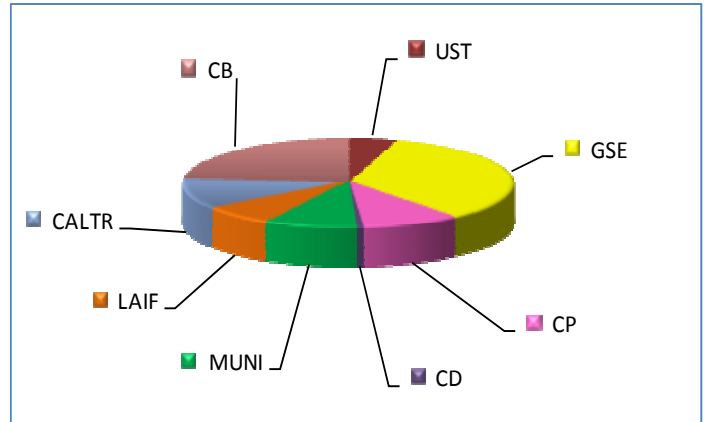
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	\$ 593,421,190
Earned Interest Yield for the Month	2.08%
Weighted Average Maturity (Yrs)	1.69
Estimated Duration (Yrs)	1.57
Historical Book Value	\$ 627,332,303
Month-End Market Value	\$ 640,140,052
Percent of Market to Book Value	102.04%

#### External third party Investment Managers

State Treasurer's Office (LAIF)	\$ 45,000,000
CalTrust	\$ 70,042,023

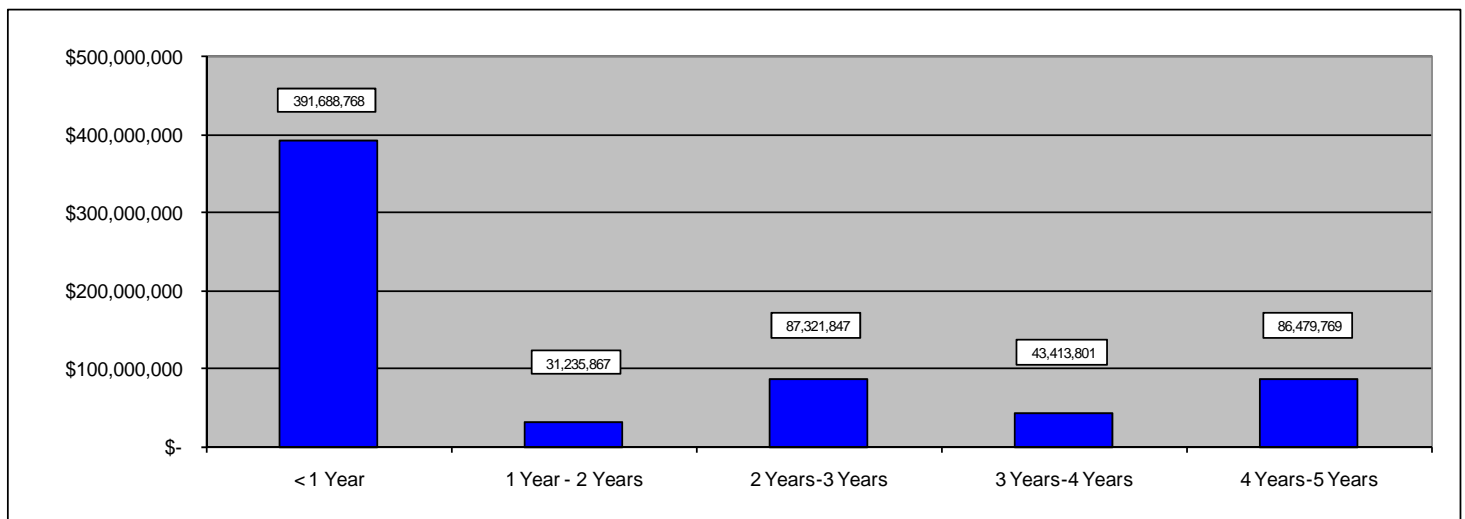
### PORTFOLIO BY ASSET CLASS



### MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	391,688,768	61.19%
1 Year - 2 Years	31,235,867	4.88%
2 Years-3 Years	87,321,847	13.64%
3 Years-4 Years	43,413,801	6.78%
4 Years-5 Years	86,479,769	13.51%
Total	\$ 640,140,052	100.00%

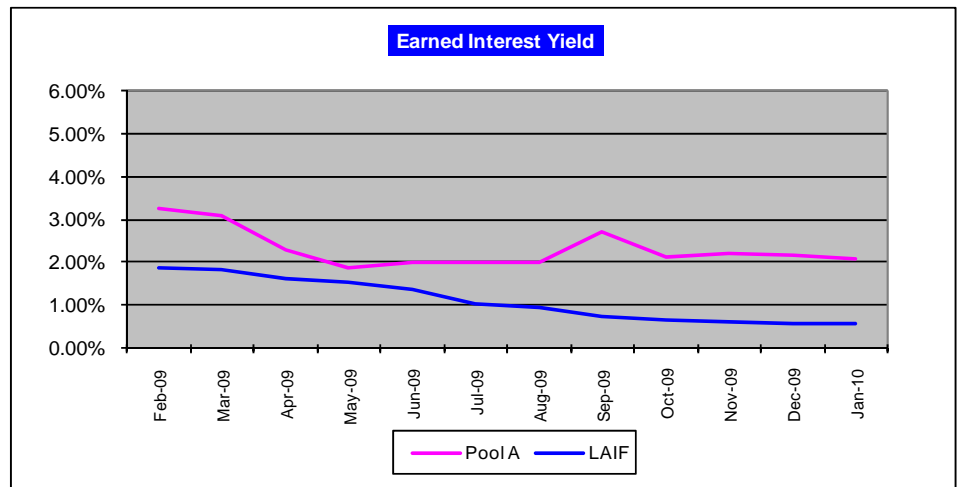
Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
US Treasury Notes (UST)	4.88%	0.56%
US Agency Notes (GSE)	34.05%	1.36%
Subtotal Agency/Notes	38.93%	1.26%
Commercial Paper (CP)	9.65%	0.20%
Certificates of Deposit (CD)	0.66%	2.16%
Municipals	8.96%	3.91%
LAIF	7.07%	0.56%
CaITRUST	11.00%	0.78%
Corporate Bonds (CB)	23.73%	5.13%



## MONTHLY HIGHLIGHTS

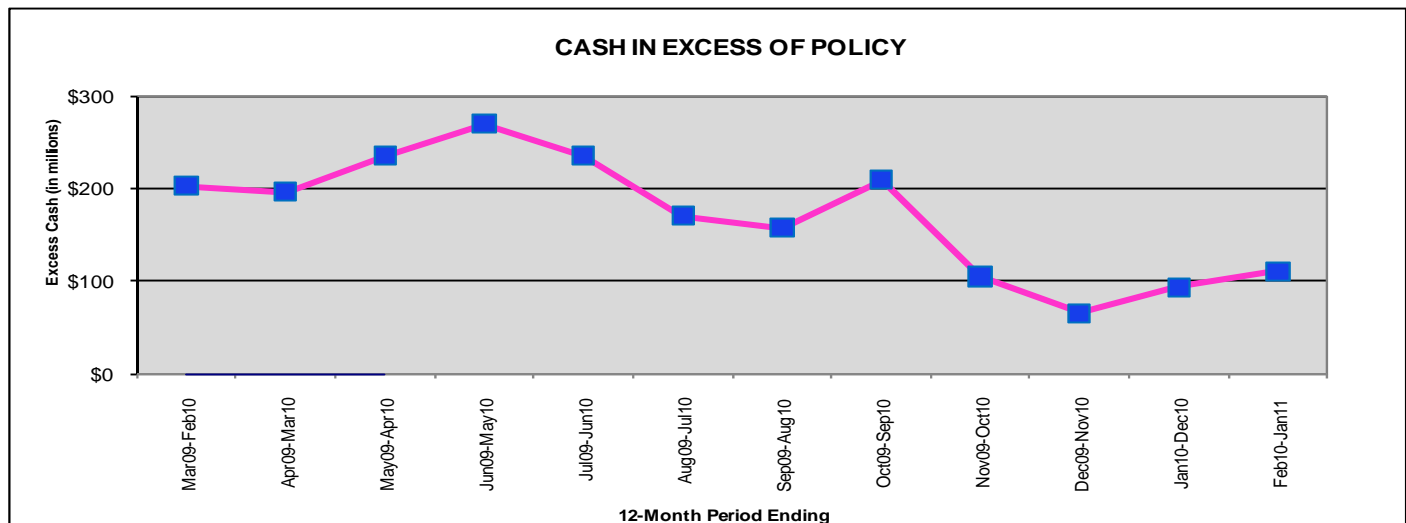
Most of the U.S. fixed income markets rallied in January as interest rates fell on concerns over a prolonged economic recession as employment and housing numbers showed little improvement. Poor economic indicators had investors running for cover in the form of US Treasury securities. During the month, the Pool received \$62 million in property tax receipts from the County. With these funds investment staff ladder out the investments for the next six months to meet City obligations in the absence of better performing opportunities. Given the on-going decline in the Pool's fund balance, staff has been diligent about investing any new cash into short-term liquid assets that are readily accessible. While inflation measures are thus far benign, staff has begin looking into floating rate securities that may insulate the portfolio against the inflation risk that is bound to present itself, given the significant stimulus activities of the last few years. But until then, staff will continue to utilize CalTRUST, LAIF, and other short-term, highly-rated investment vehicles to park assets until yields become more attractive. Yet given the Fed's stance and the uncertainty regarding the job market, inflation and the economy, the prospect for high interest rates within the next six months seems bleak.

Earned Interest Yield		
Month	Pool A	LAIF
Feb-09	3.25%	1.87%
Mar-09	3.08%	1.82%
Apr-09	2.30%	1.61%
May-09	1.88%	1.53%
Jun-09	2.01%	1.38%
Jul-09	1.98%	1.04%
Aug-09	2.00%	0.93%
Sep-09	2.70%	0.75%
Oct-09	2.12%	0.65%
Nov-09	2.19%	0.61%
Dec-09	2.16%	0.57%
Jan-10	2.08%	0.56%
<b>FYTD</b>	<b>2.17%</b>	<b>0.73%</b>



## CASH IN EXCESS OF POLICY (IN MILLIONS)

12 Mnths Cash Flow	Mar09- Feb10	Apr09- Mar10	May09- Apr10	Jun09- May10	Jul09- Jun10	Aug09- Jul10	Sep09- Aug10	Oct09- Sep10	Nov09- Oct10	Dec09- Nov10	Jan10- Dec10	Feb10- Jan11
Excess Cash	\$ 204	\$ 197	\$ 236	\$ 270	\$ 236	\$ 171	\$ 158	\$ 210	\$ 105	\$ 66	\$ 94	\$ 111



City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
<b>CASH AND EQUIVALENTS</b>														
	cashbofa	B Of A Cash		2,150,379		2,150,379		2,150,379	0.34	0.050	1,075	0.05		
	caltrust-mt	CalTRUST Medium-term		15,748,816		15,748,816		15,748,816	2.47	1.400	220,483	1.40		
	caltrust-mm	CalTRUST Money Market		20,217,320		20,217,320		20,217,320	3.18	0.160	32,348	0.16		
	caltrust-st	CalTRUST Short-term		34,075,887		34,075,887		34,075,887	5.35	0.590	201,048	0.59		
	fidfund	Fidelity Fund		2,873,745		2,873,745		2,873,745	0.45	0.010	287	0.01		
	laifa	Local Agency Investment Fund, Pool A		45,000,000		45,000,000		45,000,000	7.07	0.558	251,100	0.56		
	miscintrec	Misc Interest Receivable		65,066		65,066		65,066	0.01	4.000	2,603	4.00		
	sweep	Overnight Sweep		2,189,672		2,189,672		2,189,672	0.34	0.050	1,095	0.05		
	slliab	Securities Lending Liability		-3,673,000		-3,673,000		-3,673,000	-0.58	0.000	0	0.00		
				<u>118,647,885</u>		<u>118,647,885</u>		<u>118,647,885</u>	<u>18.63</u>		<u>710,039</u>	<u>0.60</u>		
<b>CERTIFICATES OF DEPOSIT</b>														
250,000	350000675	Bank of Sacramento CD (Non-Negotiable) 2.100% Due 01-26-13	100.00	250,000	100.00	250,000	87	250,087	0.04	2.100	5,250	2.10		
250,000	430011649	American River Bank CD (Non-Negotiable) 2.230% Due 01-29-13	100.00	250,000	100.00	250,000	46	250,046	0.04	2.230	5,575	2.23		
				<u>500,000</u>		<u>500,000</u>	<u>134</u>	<u>500,134</u>	<u>0.08</u>		<u>10,825</u>	<u>2.16</u>		
<b>COMMERCIAL PAPER</b>														
Not Classified														
9,000,000	4042f1b99	HSBC Finance 0.250% Due 02-09-10	99.93	8,993,875	99.99	8,999,269	0	8,999,269	1.41	0.250	22,500	0.25	A1	P1
4,000,000	89233hb94	Toyota Motor Credit Corp 0.160% Due 02-09-10	99.98	3,999,004	99.99	3,999,700	0	3,999,700	0.63	0.160	6,400	0.16	A1	P1
2,000,000	4042f1bp3	HSBC Finance 0.200% Due 02-23-10	99.96	1,999,222	99.98	1,999,682	0	1,999,682	0.31	0.200	4,000	0.20	A1	P1
2,000,000	36959jc19	General Electric Capital Corp 0.180% Due 03-01-10	99.96	1,999,240	99.98	1,999,630	0	1,999,630	0.31	0.180	3,600	0.18	A1	P1
3,000,000	4042f1c15	HSBC Finance 0.190% Due 03-01-10	99.96	2,998,670	99.98	2,999,382	0	2,999,382	0.47	0.190	5,700	0.19	A1	P1
9,000,000	4042f1d63	HSBC Finance 0.300% Due 04-06-10	99.89	8,990,100	99.95	8,995,864	0	8,995,864	1.41	0.300	27,000	0.30	A1	P1
5,000,000	89233hd15	Toyota Motor Credit Corp 0.230% Due 04-20-10	99.91	4,995,719	99.96	4,997,850	0	4,997,850	0.78	0.230	11,500	0.23	A1	P1
3,500,000	36959jdw0	General Electric Capital Corp 0.220% Due 04-30-10	99.92	3,497,241	99.95	3,498,320	0	3,498,320	0.55	0.220	7,700	0.22	A1	P1
8,000,000	36959je41	General Electric Capital Corp 0.180% Due 05-04-10	99.95	7,996,120	99.95	7,996,000	0	7,996,000	1.26	0.180	14,400	0.18	A1	P1
7,000,000	16759qav3	Chicago ( City of) 0.350% Due 05-05-10	100.00	7,000,000	99.98	6,998,365	0	6,998,365	1.10	0.350	24,500	0.35	A1	P1
9,000,000	0660p1fv8	Bank of America Corp 0.240% Due 06-29-10	99.90	8,990,820	99.88	8,988,809	0	8,988,809	1.41	0.240	21,600	0.24	A1	P1
				<u>61,460,012</u>		<u>61,472,872</u>	<u>0</u>	<u>61,472,872</u>	<u>9.65</u>		<u>148,900</u>	<u>0.24</u>		
				61,460,012		61,472,872	0	61,472,872	9.65		148,900	0.24		
<b>GOVT AGENCY DISCOUNT PAPER</b>														
Not Classified														
11,700,000	313397t15	Freddie Mac 0.130% Due 02-23-10	99.95	11,694,719	100.00	11,700,000	0	11,700,000	1.84	0.130	15,210	0.13	AAA	Aaa
13,000,000	313397ua7	Freddie Mac 0.110% Due 03-09-10	99.96	12,995,352	99.99	12,998,700	0	12,998,700	2.04	0.110	14,300	0.11	AAA	Aaa

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
13,000,000	313397uq2	Freddie Mac 0.120% Due 03-23-10	99.96	12,994,390	99.99	12,998,700	0	12,998,700	2.04	0.120	15,600	0.12	AAA	Aaa
8,000,000	313397ve8	Freddie Mac 0.080% Due 04-06-10	99.97	7,997,760	99.99	7,999,200	0	7,999,200	1.26	0.080	6,400	0.08	AAA	Aaa
8,000,000	313397vu2	Freddie Mac 0.090% Due 04-20-10	99.96	7,997,200	99.98	7,998,400	0	7,998,400	1.26	0.090	7,200	0.09	AAA	Aaa
12,000,000	313385wy8	Federal Home Loan Bank 0.160% Due 05-18-10	99.93	11,991,947	99.97	11,996,400	0	11,996,400	1.88	0.160	19,200	0.16	AAA	Aaa
18,000,000	459053xn9	Intl Bk For Recon & Dev Disc Nt 0.170% Due 06-01-10	99.94	17,989,375	99.96	17,992,800	0	17,992,800	2.83	0.170	30,600	0.17	AAA	Aaa
35,000,000	313589za4	Fannie Mae 0.180% Due 07-07-10	99.90	34,965,350	99.95	34,982,500	0	34,982,500	5.49	0.180	63,000	0.18	AAA	Aaa
5,000,000	313397zg9	Freddie Mac 0.200% Due 07-13-10	99.89	4,994,556	99.95	4,997,500	0	4,997,500	0.78	0.200	10,000	0.20	AAA	Aaa
				123,620,648		123,664,200	0	123,664,200	19.42		181,510	0.15		
				123,620,648		123,664,200	0	123,664,200	19.42		181,510	0.15		
<b>U.S. GOVERNMENT BONDS</b>														
Not Classified														
8,000,000	912828kk5	U.S. Treasury Note 1.375% Due 04-15-12	100.00	8,000,156	100.91	8,073,120	32,940	8,106,060	1.27	1.375	110,000	1.36	AAA	Aaa
				8,000,156		8,073,120	32,940	8,106,060	1.27		110,000	1.36		
				8,000,156		8,073,120	32,940	8,106,060	1.27		110,000	1.36		
<b>FEDERAL HOME LOAN BANK</b>														
Not Classified														
10,000,000	3133xqu26	Federal Home Loan Bank 2.750% Due 06-18-10	99.91	9,990,600	101.00	10,100,000	32,847	10,132,847	1.59	2.750	275,000	2.72	AAA	Aaa
5,000,000	3133xcqz9	Federal Home Loan Bank 4.375% Due 09-17-10	98.80	4,940,000	102.50	5,125,000	81,424	5,206,424	0.80	4.375	218,750	4.27	AAA	Aaa
5,000,000	3133xuyr8	Federal Home Loan Bank 2.050% Due 09-28-12	100.00	5,000,000	100.25	5,012,500	34,736	5,047,236	0.79	2.050	102,500	2.04	AAA	Aaa
				19,930,600		20,237,500	149,007	20,386,507	3.18		596,250	2.95		
				19,930,600		20,237,500	149,007	20,386,507	3.18		596,250	2.95		
<b>FEDERAL NATIONAL MORTGAGE ASSN. (FNMA)</b>														
Not Classified														
2,500,000	31359mc76	Fannie Mae 4.500% Due 06-01-10	98.35	2,458,725	101.41	2,535,156	18,750	2,553,906	0.40	4.500	112,500	4.44	AAA	Aaa
5,000,000	31398av13	Fannie Mae 2.000% Due 03-02-11	100.00	5,000,000	100.16	5,007,812	41,389	5,049,201	0.79	2.000	100,000	2.00	AAA	Aaa
5,000,000	31398ame9	Fannie Mae 4.000% Due 01-28-13	99.82	4,991,250	106.53	5,326,562	1,667	5,328,229	0.84	4.000	200,000	3.75	AAA	Aaa
5,000,000	3136fjag6	Fannie Mae 3.250% Due 09-15-14	99.85	4,992,500	100.37	5,018,750	61,389	5,080,139	0.79	3.250	162,500	3.24	AAA	Aaa
5,000,000	3136fjd99	Fannie Mae 3.100% Due 12-30-14	100.00	5,000,000	100.19	5,009,375	13,347	5,022,722	0.79	3.100	155,000	3.09	AAA	Aaa
5,000,000	31398ab84	Fannie Mae 3.000% Due 12-30-14	99.65	4,982,500	99.69	4,984,375	12,917	4,997,292	0.78	3.000	150,000	3.01	AAA	Aaa
				27,424,975		27,882,031	149,458	28,031,490	4.38		880,000	3.16		
				27,424,975		27,882,031	149,458	28,031,490	4.38		880,000	3.16		

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
<b>FEDERAL HOME LOAN MORTGAGE CORP. (FHLMC)</b>														
Not Classified														
15,000,000	3128x9fs4	Freddie Mac 2.000% Due 10-01-12	99.80	14,970,000	100.24	15,035,700	100,000	15,135,700	2.36	2.000	300,000	2.00	AAA	Aaa
4,000,000	3128x8my5	Freddie Mac 3.250% Due 03-03-14	99.78	3,991,212	100.25	4,009,960	53,444	4,063,404	0.63	3.250	130,000	3.24	AAA	Aaa
7,000,000	3128x8wf5	Freddie Mac 3.000% Due 04-21-14	100.58	7,040,719	100.27	7,019,180	58,333	7,077,513	1.10	3.000	210,000	2.99	AAA	Aaa
				26,001,931		26,064,840	211,778	26,276,618	4.09		640,000	2.46		
				26,001,931		26,064,840	211,778	26,276,618	4.09		640,000	2.46		
<b>MUNICIPAL BONDS</b>														
Not Classified														
2,500,000	79765ax27	San Francisco City & County Int'l Airport 5.500% Due 05-01-10	99.30	2,482,625	101.16	2,528,975	34,375	2,563,350	0.40	5.500	137,500	5.44	A	A1
2,500,000	79765ax35	San Francisco City & County Int'l Airport 6.500% Due 05-01-10	100.69	2,517,225	101.30	2,532,550	40,625	2,573,175	0.40	6.500	162,500	6.42	A	A1
10,000,000	13063a5t7	California St Rev Antic 3.000% Due 05-25-10	101.13	10,113,100	100.63	10,062,800	101,667	10,164,467	1.58	3.000	300,000	2.98	SP-1	MIG1
2,070,000	21224rah9	Contra Costa Cnty Calif Fire P Pension Obligation 4.760% Due 08-01-13	104.77	2,168,656	105.19	2,177,350	49,266	2,226,616	0.34	4.760	98,532	4.53	AA-	Aa3
10,000,000	13063a7e8	California St Go Bds 3.750% Due 10-01-13	100.00	10,000,000	100.40	10,040,400	110,417	10,150,817	1.58	3.750	375,000	3.73	A-	Baa1
1,235,000	785849ra0	Sacramento Calif City Fing Aut Tax Alloc 5.110% Due 12-01-13	96.00	1,185,600	99.24	1,225,614	10,518	1,236,132	0.19	5.110	63,108	5.15	A	WR
9,555,000	13063a5b6	California St Go Bds 5.250% Due 04-01-14	104.55	9,989,874	101.91	9,737,692	167,212	9,904,904	1.53	5.250	501,637	5.15	A-	Baa1
14,000,000	13063a7f5	California St Go Bds 4.850% Due 10-01-14	100.93	14,130,460	100.68	14,095,480	199,928	14,295,408	2.21	4.850	679,000	4.82	A-	Baa1
4,450,000	13063a5f7	California St Go Bds 5.650% Due 04-01-39	103.00	4,583,500	103.85	4,621,503	83,808	4,705,311	0.73	5.650	251,425	5.44	A	Baa1
				57,171,040		57,022,364	797,816	57,820,180	8.96		2,568,703	4.50		
				57,171,040		57,022,364	797,816	57,820,180	8.96		2,568,703	4.50		
<b>CORPORATE BONDS</b>														
CONSUMER DISCRETIONARY														
4,000,000	254687av8	Disney Walt Co Mtns Be 4.700% Due 12-01-12	99.77	3,990,880	108.52	4,341,000	31,333	4,372,333	0.68	4.700	188,000	4.33	A	A2
FINANCIAL														
5,000,000	172967da6	Citigroup Inc 4.625% Due 08-03-10	93.58	4,679,050	101.79	5,089,400	114,340	5,203,740	0.80	4.625	231,250	4.54	A	A3
5,000,000	64952wae3	New York Life Global 4.625% Due 08-16-10	101.72	5,086,000	101.72	5,086,000	105,990	5,191,990	0.80	4.625	231,250	4.55	AAA	Aaa
5,000,000	68402iae4	Oracle Corp 5.000% Due 01-15-11	99.13	4,956,750	103.78	5,188,950	11,111	5,200,061	0.81	5.000	250,000	4.82	A	A2
1,627,000	172967dh1	Citigroup Inc 5.125% Due 02-14-11	99.79	1,623,518	103.47	1,683,522	38,681	1,722,203	0.26	5.125	83,384	4.95	A	A3
5,000,000	40429caa0	Hsbc Finance Corp 6.750% Due 05-15-11	102.71	5,135,521	105.94	5,297,200	71,250	5,368,450	0.83	6.750	337,500	6.37	A	A3

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
10,000,000	822582aa0	Shell International Fin Bv 5.625% Due 06-27-11	103.88	10,387,734	106.73	10,673,200	53,125	10,726,325	1.68	5.625	562,500	5.27	AA	Aa1
3,000,000	441812jw5	Household Finance Corp 6.375% Due 10-15-11	102.69	3,080,700	106.89	3,206,820	56,312	3,263,132	0.50	6.375	191,250	5.96	A	A3
5,000,000	36962gz56	General Electric Capital Corp 5.500% Due 11-15-11	100.00	5,000,000	100.97	5,048,500	58,056	5,106,556	0.79	5.500	275,000	5.45	AA+	Aa2
5,000,000	36962gxs8	General Electric Capital Corp 5.875% Due 02-15-12	104.26	5,213,200	107.62	5,381,100	135,451	5,516,551	0.85	5.875	293,750	5.46	AA+	Aa2
5,000,000	713448bf4	Pepsico Inc 5.150% Due 05-15-12	99.95	4,997,650	108.24	5,411,850	54,361	5,466,211	0.85	5.150	257,500	4.76	A+	Aa2
5,000,000	36962gyy4	General Electric Capital Corp 6.000% Due 06-15-12	99.45	4,972,293	108.26	5,413,000	38,333	5,451,333	0.85	6.000	300,000	5.54	AA+	Aa2
5,000,000	59018yj36	Merrill Lynch & Co 6.050% Due 08-15-12	95.02	4,751,100	108.04	5,402,150	139,486	5,541,636	0.85	6.050	302,500	5.60	A	A2
5,000,000	949746nw7	Wells Fargo & Co New 5.250% Due 10-23-12	99.77	4,988,550	108.06	5,402,850	71,458	5,474,308	0.85	5.250	262,500	4.86	AA-	A1
5,000,000	06406hbe8	Bank of New York Mellon 4.950% Due 11-01-12	99.90	4,994,950	108.89	5,444,531	61,875	5,506,406	0.86	4.950	247,500	4.55	AA-	Aa2
5,000,000	38144lac4	Goldman Sachs Group Inc 5.450% Due 11-01-12	101.21	5,060,600	107.60	5,380,200	68,125	5,448,325	0.84	5.450	272,500	5.06	A	A1
10,000,000	36962g3t9	General Electric Capital Corp 4.800% Due 05-01-13	99.79	9,979,100	105.95	10,594,700	120,000	10,714,700	1.66	4.800	480,000	4.53	AA+	Aa2
2,850,000	64953bap3	New York Life Global 4.650% Due 05-09-13	98.20	2,798,785	106.09	3,023,508	30,186	3,053,694	0.47	4.650	132,525	4.38	AAA	Aaa
5,000,000	0258m0cy3	American Express Credit Corp 7.300% Due 08-20-13	99.83	4,991,750	113.61	5,680,750	163,236	5,843,986	0.89	7.300	365,000	6.43	BBB+	A2
5,000,000	12572qad7	CME Group Inc 5.750% Due 02-15-14	100.98	5,049,040	110.32	5,515,900	132,569	5,648,469	0.87	5.750	287,500	5.21	AA	Aa3
5,000,000	1491214f5	Caterpillar Finl Svcs Mtns Be 6.125% Due 02-17-14	99.76	4,988,150	112.81	5,640,750	139,514	5,780,264	0.89	6.125	306,250	5.43	A	A2
5,000,000	09247xad3	Blackrock Inc 3.500% Due 12-10-14	100.57	5,028,500	100.22	5,011,050	24,792	5,035,842	0.79	3.500	175,000	3.49	A+	A1
				107,762,941		114,575,931	1,688,252	116,264,183	17.99		5,844,659	5.10		
<b>HEALTHCARE</b>														
5,000,000	771196an2	Roche Holdings Inc 4.500% Due 03-01-12	99.47	4,973,500	106.51	5,325,300	93,750	5,419,050	0.84	4.500	225,000	4.23	AA-	A2
5,000,000	377372ac1	Glaxosmithkline Cap Inc 4.850% Due 05-15-13	100.50	5,025,000	108.63	5,431,350	51,194	5,482,544	0.85	4.850	242,500	4.46	A+	A1
5,000,000	771196aq5	Roche Holdings Inc 5.000% Due 03-01-14	99.27	4,963,700	108.18	5,408,950	104,167	5,513,117	0.85	5.000	250,000	4.62	AA-	A2
				14,962,200		16,165,600	249,111	16,414,711	2.54		717,500	4.44		
				126,716,021		135,082,531	1,968,697	137,051,228	21.21		6,750,159	5.00		
<b>TREASURY BILLS</b>														
Not Classified														
5,000,000	912795t27	U. S. Treasury Bill 0.650% Due 02-11-10	99.38	4,968,764	100.00	5,000,000	0	5,000,000	0.79	0.650	32,500	0.65	AAA	Aaa
3,000,000	912795u33	U. S. Treasury Bill 0.510% Due 04-08-10	99.49	2,984,785	99.99	2,999,670	0	2,999,670	0.47	0.510	15,300	0.51	AAA	Aaa
15,000,000	912795uw9	U. S. Treasury Bill 0.115% Due 07-08-10	99.95	14,992,237	99.95	14,992,050	0	14,992,050	2.35	0.115	17,250	0.12	AAA	Aaa
				22,945,786		22,991,720	0	22,991,720	3.61		65,050	0.28		
				22,945,786		22,991,720	0	22,991,720	3.61		65,050	0.28		

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
<b>VARIABLE RATE SECURITIES</b>														
Not Classified														
3,150,000	40429jag2	HSBC Finance Corp 0.524% Due 05-10-10	92.74	2,921,247	100.01	3,150,378	3,806	3,154,184	0.49	0.524	16,508	0.52	A	A3
5,000,000	0258m0cv9	American Express Credit Co 1.631% Due 05-27-10	100.00	5,000,000	100.40	5,020,150	1,132	5,021,282	0.79	1.631	81,531	1.62	BBB+	A2
5,000,000	02666qc35	American Honda Finance 0.705% Due 06-07-10	100.00	5,000,000	99.91	4,995,450	5,486	5,000,936	0.78	0.705	35,265	0.71	A+	A1
3,000,000	59018yw11	Merrill Lynch & Co. 0.000% Due 12-14-10	100.00	3,000,000	98.19	2,945,730	0	2,945,730	0.46	0.000	0	0.00	A	A2
5,000,000	3133xw2n8	Federal Home Loan Bank 0.750% Due 12-11-12	99.97	4,998,750	100.06	5,003,125	5,208	5,008,333	0.79	0.750	37,500	0.75	AAA	Aaa
6,000,000	3133xuu92	Federal Home Loan Bank 2.250% Due 09-30-14	100.00	6,000,000	100.16	6,009,375	45,375	6,054,750	0.94	2.250	135,000	2.25	AAA	Aaa
3,000,000	3133xuvv2	Federal Home Loan Bank 2.250% Due 10-08-14	99.90	2,997,000	100.19	3,005,625	21,187	3,026,812	0.47	2.250	67,500	2.25	AAA	Aaa
5,000,000	3136fjwj6	Fannie Mae 2.000% Due 12-18-14	99.92	4,996,250	99.34	4,967,187	11,944	4,979,132	0.78	2.000	100,000	2.01	AAA	Aaa
				34,913,247		35,097,020	94,139	35,191,160	5.51		473,305	1.35		
				34,913,247		35,097,020	94,139	35,191,160	5.51		473,305	1.35		
<b>TOTAL PORTFOLIO</b>				<b>627,332,303</b>		<b>636,736,083</b>	<b>3,403,969</b>	<b>640,140,052</b>	<b>100.00</b>		<b>13,134,741</b>	<b>2.06</b>		

City of Sacramento  
**PURCHASE AND SALE**  
*City Investment Pool A*  
From 01-01-10 To 01-31-10

Trade Date	Settle Date	Sec Type Code	Security Symbol	Cusip	Quantity	Security	S & P	Moody	Unit Price	Amount
<b>PURCHASES</b>										
01-05-10	01-05-10	cpus	36960mac7	36960MAC7	13,000,000	General Electric 0.110% Due 01-12-10	A1	P1	100	12,999,722
01-06-10	01-06-10	fmus	31398ab84	31398AB84	5,000,000	Fannie Mae 3.000% Due 12-30-14	AAA	Aaa	100	4,982,500
01-07-10	01-07-10	cpus	16759qav3	16759QAV3	7,000,000	Chicago ( City of) 0.350% Due 05-05-10	A1	P1	100	7,000,000
01-22-10	01-27-10	mbus	13063a7f5	13063A7F5	4,000,000	California St Go Bds 4.850% Due 10-01-14	A-	Baa1	101	4,036,360
01-26-10	01-26-10	cdus	350000675	350000675	250,000	Bank of Sacramento CD (Non-Negotiable) 2.100% Due 01-26-13			100	250,000
01-26-10	01-29-10	mbus	13063a5b6	13063A5B6	2,555,000	California St Go Bds 5.250% Due 04-01-14	A-	Baa1	102	2,617,214
01-27-10	01-27-10	cpus	36959je41	36959JE41	8,000,000	General Electric Capital Corp 0.180% Due 05-04-10	A1	P1	100	7,996,120
01-27-10	01-27-10	cpus	0660p1fv8	0660P1FV8	9,000,000	Bank of America Corp 0.240% Due 06-29-10	A1	P1	100	8,990,820
01-27-10	01-27-10	dpus	459053xn9	459053XN9	18,000,000	Intl Bk For Recon & Dev Disc Nt 0.170% Due 06-01-10	AAA	Aaa	100	17,989,375
01-27-10	01-27-10	fhus	3128x8wf5	3128X8WF5	7,000,000	Freddie Mac 3.000% Due 04-21-14	AAA	Aaa	101	7,040,719
01-27-10	01-27-10	tbus	912795uw9	912795UW9	15,000,000	U. S. Treasury Bill 0.115% Due 07-08-10	AAA	Aaa	100	14,992,237
01-29-10	01-29-10	cdus	430011649	430011649	250,000	American River Bank CD (Non-Negotiable) 2.230% Due 01-29-13			100	250,000
										89,145,068
<b>SALES</b>										
01-05-10	01-05-10	cpus	04529ua56	04529UA56	13,000,000	Aspen Funding 0.250% Due 01-05-10	A1	P1	100	12,991,153
01-07-10	01-07-10	vrus	3136fht39	3136FHT39	5,000,000	Fannie Mae 2.300% Due 07-07-14	AAA	Aaa	100	5,000,000
01-12-10	01-12-10	cpus	36960mac7	36960MAC7	13,000,000	General Electric 0.110% Due 01-12-10	A1	P1	100	12,999,722
01-25-10	01-25-10	cdus	06050yg70	06050YG70	13,000,000	Bank of America CD 0.260% Due 01-25-10	A1	P1	100	13,000,000
										43,990,875

**Sacramento Housing  
&  
Redevelopment  
Agency  
(SHRA)**

# Sacramento Housing & Redevelopment Agency (SHRA)

## Monthly Review - January 2010

### STRATEGY

The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the SHRA. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

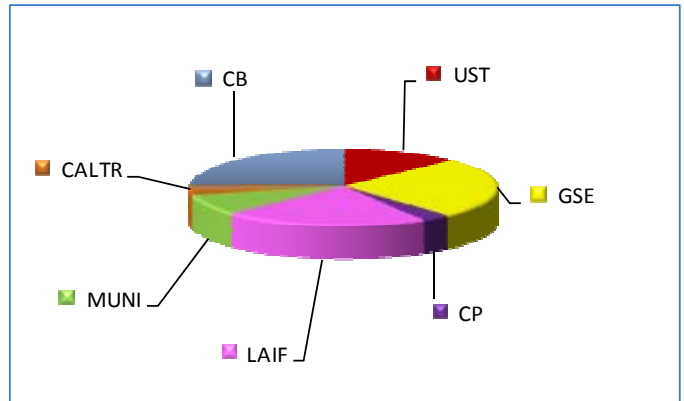
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	218,691,906
Earned Interest Yield for the Month	2.24%
Weighted Average Maturity (Yrs)	2.22
Estimated Duration (Yrs)	2.04
Historical Book Value	\$ 224,609,058
Month-End Market Value	\$ 229,435,823
Percent of Market to Book Value	102.15%

#### External third party Investment Managers

State Treasurer's Office (LAIF)	\$ 49,920,000
CalTrust	8,010,811

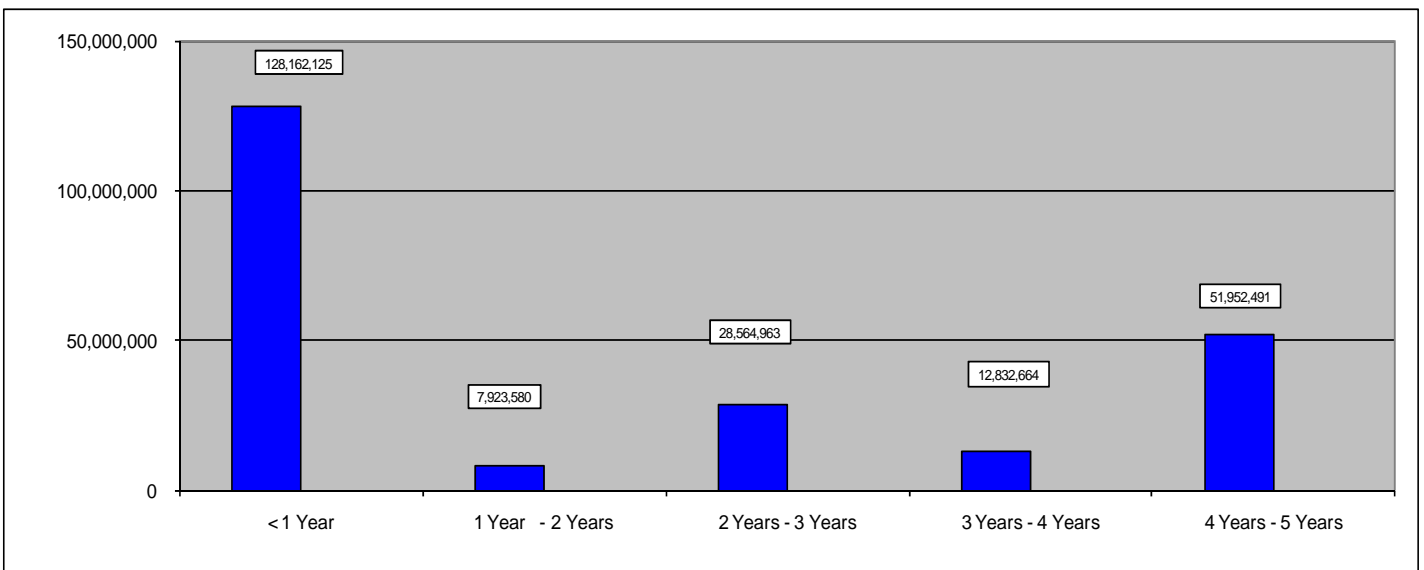
### PORTFOLIO BY ASSET CLASS



### MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	128,162,125	55.86%
1 Year - 2 Years	7,923,580	3.45%
2 Years - 3 Years	28,564,963	12.45%
3 Years - 4 Years	12,832,664	5.59%
4 Years - 5 Years	51,952,491	22.65%
Total	229,435,823	100.00%

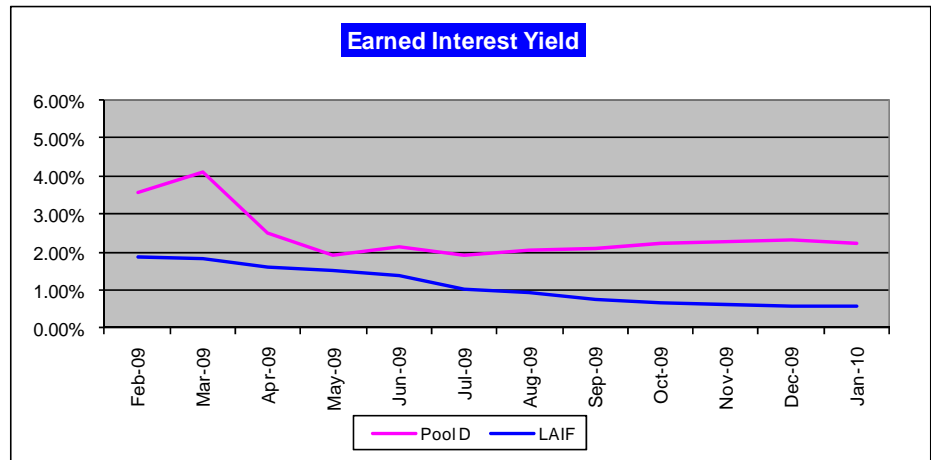
Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
US Treasury Notes (UST)	12.74%	0.96%
US Agency Notes (GSE)	25.59%	1.85%
Subtotal Agency/Notes	38.33%	1.55%
CP	3.07%	0.35%
LAIF	21.39%	0.56%
Muni	8.56%	4.31%
CalTRUST	3.52%	0.50%
Corporate Bonds (CB)	25.13%	4.40%



## MONTHLY HIGHLIGHTS

Most of the U.S. fixed income markets rallied in January as interest rates fell on concerns over a prolonged economic recession as employment and housing numbers showed little improvement. Poor economic indicators had investors running for cover in the form of US Treasury securities. During the month, the Pool received \$7.1 million in property tax receipts from the County. With these funds investment staff ladder out the investments for the next six months to meet anticipated Agency obligations in the absence of better performing opportunities. While inflation measures are thus far benign, staff has begin looking into floating rate securities that may insulate the portfolio against the inflation risk that is bound to present itself, given the significant stimulus activities of the last few years. But until then, staff will continue to utilize CalTRUST, LAIF, and other short-term, highly-rated investment vehicles to park assets until yields become more attractive. Yet given the Fed's stance and the uncertainty regarding the job market, inflation and the economy, the prospect for high interest rates within the next six months seems bleak.

Earned Interest Yield		
Month	Pool D	LAIF
Feb-09	3.58%	1.87%
Mar-09	4.11%	1.82%
Apr-09	2.50%	1.61%
May-09	1.93%	1.53%
Jun-09	2.12%	1.38%
Jul-09	1.93%	1.04%
Aug-09	2.05%	0.93%
Sep-09	2.08%	0.75%
Oct-09	2.22%	0.65%
Nov-09	2.26%	0.61%
Dec-09	2.31%	0.57%
Jan-10	2.24%	0.56%
<b>CYTD</b>	<b>2.24%</b>	<b>0.56%</b>



## SHRA LOCAL MONEY

Pool	Beginning Balance	Additions/ Withdrawals	Interest Earnings /Gains	Ending Balance	Rate of Return
<b>D</b>	\$ 218,691,906	\$ 9,627,490	\$ 1,116,427	\$ 229,435,824	2.24%
<b>J*</b>	\$ 4,011,932		\$ 7,101	\$ 4,019,034	2.08%
<b>L*</b>	\$ 14,321,361		\$ 25,350	\$ 14,346,711	2.08%
<b>M**</b>	\$ 1,331,350		\$ 2,533	\$ 1,333,883	2.24%
<b>N**</b>	\$ 4,984,772		\$ 9,483	\$ 4,994,255	2.24%
<b>Q**</b>	\$ 16,605,669		\$ 31,591	\$ 16,637,260	2.24%
<b>R**</b>	\$ 23,196,748		\$ 44,130	\$ 23,240,878	2.24%
<b>S**</b>	\$ 4,925,283		\$ 9,370	\$ 4,934,653	2.24%
<b>T**</b>	\$ 725,363		\$ 1,380	\$ 726,743	2.24%
<b>U**</b>	\$ 5,895,104		\$ 11,215	\$ 5,906,319	2.24%
<b>V**</b>	\$ 2,441,968		\$ 4,646	\$ 2,446,613	2.24%

\* Pools J & L are invested in City's Pool A.

\*\* Pools M, N, Q, R, S, T, U & V are invested in Pool D.

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool D*  
**SHRA Local Money**  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
<b>CASH AND EQUIVALENTS</b>														
	caltrust-mm	CalTRUST Money Market		3,000,404		3,000,404		3,000,404	1.32	0.160	4,801	0.16		
	caltrust-st	CalTRUST Short-term		5,010,407		5,010,407		5,010,407	2.20	0.590	29,561	0.59		
	laifd	Local Agency Investment Fund, Pool D		49,920,000		49,920,000		49,920,000	21.88	0.558	278,554	0.56		
	miscintrec	Misc Interest Receivable		30,492		30,492		30,492	0.01	4.000	1,220	4.00		
	nattsy	Nations Treasury Fund		127,884		127,884		127,884	0.06	0.000	0	0.00		
	slliab	Securities Lending Liability		-1,277,000		-1,277,000		-1,277,000	-0.56	0.000	0	0.00		
				<u>56,812,188</u>		<u>56,812,188</u>		<u>56,812,188</u>	<u>24.91</u>		<u>314,135</u>	<u>0.55</u>		
<b>COMMERCIAL PAPER</b>														
	Not Classified													
7,000,000	16759qav3	Chicago ( City of) 0.350% Due 05-05-10	100.00	7,000,000	99.98	6,998,365	0	6,998,365	3.07	0.350	24,500	0.35	A1	P1
				<u>7,000,000</u>		<u>6,998,365</u>	<u>0</u>	<u>6,998,365</u>	<u>3.07</u>		<u>24,500</u>	<u>0.35</u>		
<b>GOVT AGENCY DISCOUNT PAPER</b>														
	Not Classified													
10,000,000	313385up9	Federal Home Loan Bank 0.100% Due 03-22-10	99.97	9,997,472	99.99	9,999,000	0	9,999,000	4.38	0.100	10,000	0.10	AAA	Aaa
7,000,000	313385wy8	Federal Home Loan Bank 0.160% Due 05-18-10	99.93	6,995,302	99.97	6,997,900	0	6,997,900	3.07	0.160	11,200	0.16	AAA	Aaa
				<u>16,992,774</u>		<u>16,996,900</u>	<u>0</u>	<u>16,996,900</u>	<u>7.45</u>		<u>21,200</u>	<u>0.12</u>		
				<u>16,992,774</u>		<u>16,996,900</u>	<u>0</u>	<u>16,996,900</u>	<u>7.45</u>		<u>21,200</u>	<u>0.12</u>		
<b>U.S. GOVERNMENT BONDS</b>														
	Not Classified													
8,000,000	912828hx1	U.S. Treasury Note 2.125% Due 04-30-10	99.33	7,946,118	100.49	8,039,040	43,674	8,082,714	3.52	2.125	170,000	2.11	AAA	Aaa
4,000,000	912828kk5	U.S. Treasury Note 1.375% Due 04-15-12	100.09	4,003,750	100.91	4,036,560	16,470	4,053,030	1.77	1.375	55,000	1.36	AAA	Aaa
				<u>11,949,868</u>		<u>12,075,600</u>	<u>60,144</u>	<u>12,135,744</u>	<u>5.29</u>		<u>225,000</u>	<u>1.86</u>		
				<u>11,949,868</u>		<u>12,075,600</u>	<u>60,144</u>	<u>12,135,744</u>	<u>5.29</u>		<u>225,000</u>	<u>1.86</u>		
<b>FEDERAL HOME LOAN BANK</b>														
	Not Classified													
2,300,000	3133xtex0	Federal Home Loan Bank 0.930% Due 03-25-10	99.95	2,298,850	100.12	2,302,875	7,486	2,310,361	1.01	0.930	21,390	0.93	AAA	Aaa
5,000,000	3133xqu26	Federal Home Loan Bank 2.750% Due 06-18-10	99.91	4,995,300	101.00	5,050,000	16,424	5,066,424	2.21	2.750	137,500	2.72	AAA	Aaa
				<u>7,294,150</u>		<u>7,352,875</u>	<u>23,910</u>	<u>7,376,785</u>	<u>3.22</u>		<u>158,890</u>	<u>2.16</u>		
				<u>7,294,150</u>		<u>7,352,875</u>	<u>23,910</u>	<u>7,376,785</u>	<u>3.22</u>		<u>158,890</u>	<u>2.16</u>		
<b>FEDERAL NATIONAL MORTGAGE ASSN. (FNMA)</b>														
	Not Classified													
3,000,000	3136fjag6	Fannie Mae 3.250% Due 09-15-14	99.85	2,995,500	100.37	3,011,250	36,833	3,048,083	1.32	3.250	97,500	3.24	AAA	Aaa
5,000,000	3136fjd99	Fannie Mae 3.100% Due 12-30-14	100.00	5,000,000	100.19	5,009,375	13,347	5,022,722	2.20	3.100	155,000	3.09	AAA	Aaa

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool D*  
**SHRA Local Money**  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
5,000,000	31398ab84	Fannie Mae 3.000% Due 12-30-14	99.65	4,982,500	99.69	4,984,375	12,917	4,997,292	2.19	3.000	150,000	3.01	AAA	Aaa
				<u>12,978,000</u>		<u>13,005,000</u>	<u>63,097</u>	<u>13,068,097</u>	<u>5.70</u>		<u>402,500</u>	<u>3.09</u>		
				12,978,000		13,005,000	63,097	13,068,097	5.70		402,500	3.09		
<b>FEDERAL HOME LOAN MORTGAGE CORP. (FHLMC)</b>														
Not Classified														
10,000,000	3128x9fs4	Freddie Mac 2.000% Due 10-01-12	99.80	9,980,000	100.24	10,023,800	66,667	10,090,467	4.39	2.000	200,000	2.00	AAA	Aaa
3,000,000	3128x8my5	Freddie Mac 3.250% Due 03-03-14	99.78	2,993,409	100.25	3,007,470	40,083	3,047,553	1.32	3.250	97,500	3.24	AAA	Aaa
3,000,000	3128x8wf5	Freddie Mac 3.000% Due 04-21-14	100.58	3,017,451	100.27	3,008,220	25,000	3,033,220	1.32	3.000	90,000	2.99	AAA	Aaa
				<u>15,990,860</u>		<u>16,039,490</u>	<u>131,750</u>	<u>16,171,240</u>	<u>7.03</u>		<u>387,500</u>	<u>2.42</u>		
				15,990,860		16,039,490	131,750	16,171,240	7.03		387,500	2.42		
<b>MUNICIPAL BONDS</b>														
Not Classified														
3,300,000	13063a5t7	California St Rev Antic 3.000% Due 05-25-10	101.13	3,337,323	100.63	3,320,724	33,550	3,354,274	1.46	3.000	99,000	2.98	SP-1	MIG1
4,320,000	13063a7e8	California St Go Bds 3.750% Due 10-01-13	100.00	4,320,000	100.40	4,337,453	47,700	4,385,153	1.90	3.750	162,000	3.73	A-	Baa1
705,000	130685xz8	California St Pub Wks Brd Leas Lease Rev 5.000% Due 11-01-13	106.01	747,342	106.96	754,040	5,875	759,915	0.33	5.000	35,250	4.67	BBB+	Baa2
3,000,000	13063a5b6	California St Go Bds 5.250% Due 04-01-14	105.23	3,156,990	101.91	3,057,360	52,500	3,109,860	1.34	5.250	157,500	5.15	A-	Baa1
8,000,000	13063a7f5	California St Go Bds 4.850% Due 10-01-14	100.93	8,074,320	100.68	8,054,560	114,244	8,168,804	3.53	4.850	388,000	4.82	A-	Baa1
				<u>19,635,975</u>		<u>19,524,137</u>	<u>253,869</u>	<u>19,778,006</u>	<u>8.56</u>		<u>841,750</u>	<u>4.31</u>		
				19,635,975		19,524,137	253,869	19,778,006	8.56		841,750	4.31		
<b>CORPORATE BONDS</b>														
FINANCIAL														
2,000,000	172967da6	Citigroup Inc 4.625% Due 08-03-10	93.58	1,871,620	101.79	2,035,760	45,736	2,081,496	0.89	4.625	92,500	4.54	A	A3
2,350,000	64952wae3	New York Life Global 4.625% Due 08-16-10	101.72	2,390,420	101.72	2,390,420	49,815	2,440,235	1.05	4.625	108,687	4.55	AAA	Aaa
2,500,000	40429caa0	Hsbc Finance Corp 6.750% Due 05-15-11	102.71	2,567,760	105.94	2,648,600	35,625	2,684,225	1.16	6.750	168,750	6.37	A	A3
2,000,000	441812jw5	Household Finance Corp 6.375% Due 10-15-11	102.69	2,053,800	106.89	2,137,880	37,542	2,175,422	0.94	6.375	127,500	5.96	A	A3
3,000,000	36962gz56	General Electric Capital Corp 5.500% Due 11-15-11	100.00	3,000,000	100.97	3,029,100	34,833	3,063,933	1.33	5.500	165,000	5.45	AA+	Aa2
1,985,000	36962gyy4	General Electric Capital Corp 6.000% Due 06-15-12	96.75	1,920,547	108.26	2,148,961	15,218	2,164,179	0.94	6.000	119,100	5.54	AA+	Aa2
1,250,000	40429cfz0	HSBC Finance Corp 5.900% Due 06-19-12	101.65	1,270,662	107.79	1,347,425	8,604	1,356,029	0.59	5.900	73,750	5.47	A	A3
2,000,000	59018yj36	Merrill Lynch & Co 6.050% Due 08-15-12	95.02	1,900,440	108.04	2,160,860	55,794	2,216,654	0.95	6.050	121,000	5.60	A	A2

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool D*  
**SHRA Local Money**  
 January 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
2,000,000	949746nw7	Wells Fargo & Co New 5.250% Due 10-23-12	99.77	1,995,420	108.06	2,161,140	28,583	2,189,723	0.95	5.250	105,000	4.86	AA-	A1
3,000,000	911312ag1	United Parcel Service Inc 4.500% Due 01-15-13	99.57	2,987,250	107.91	3,237,450	6,000	3,243,450	1.42	4.500	135,000	4.17	AA-	Aa3
3,000,000	02666qb69	American Honda Finance 4.625% Due 04-02-13	97.20	2,916,062	103.70	3,111,120	45,865	3,156,985	1.36	4.625	138,750	4.46	A+	A1
2,000,000	0258m0cy3	American Express Credit Corp 7.300% Due 08-20-13	99.83	1,996,700	113.61	2,272,300	65,294	2,337,594	1.00	7.300	146,000	6.43	BBB+	A2
2,250,000	12572qad7	CME Group Inc 5.750% Due 02-15-14	101.05	2,273,647	110.32	2,482,155	59,656	2,541,811	1.09	5.750	129,375	5.21	AA	Aa3
3,000,000	1491214f5	Caterpillar Finl Svcs Mtns Be 6.125% Due 02-17-14	99.76	2,992,890	112.81	3,384,450	83,708	3,468,158	1.48	6.125	183,750	5.43	A	A2
3,000,000	09247xad3	Blackrock Inc 3.500% Due 12-10-14	100.57	3,017,100	100.22	3,006,630	14,875	3,021,505	1.32	3.500	105,000	3.49	A+	A1
				35,154,319		37,554,251	587,150	38,141,401	16.46		1,919,162	5.11		
<b>HEALTHCARE</b>														
3,000,000	771196an2	Roche Holdings Inc 4.500% Due 03-01-12	99.47	2,984,100	106.51	3,195,180	56,250	3,251,430	1.40	4.500	135,000	4.23	AA-	A2
2,000,000	377372ac1	Glaxosmithkline Cap Inc 4.850% Due 05-15-13	100.50	2,010,000	108.63	2,172,540	20,478	2,193,018	0.95	4.850	97,000	4.46	A+	A1
1,000,000	66989haa6	Novartis Capital Corp 4.125% Due 02-10-14	99.90	998,970	105.99	1,059,880	19,594	1,079,474	0.46	4.125	41,250	3.89	AA-	Aa2
3,000,000	771196aq5	Roche Holdings Inc 5.000% Due 03-01-14	99.27	2,978,220	108.18	3,245,370	62,500	3,307,870	1.42	5.000	150,000	4.62	AA-	A2
				8,971,290		9,672,970	158,822	9,831,792	4.24		423,250	4.38		
<b>INFORMATION TECHNOLOGY</b>														
3,000,000	594918ab0	Microsoft Corp 2.950% Due 06-01-14	100.68	3,020,280	102.41	3,072,360	14,750	3,087,110	1.35	2.950	88,500	2.88	AAA	Aaa
				47,145,889		50,299,581	760,722	51,060,303	22.05		2,430,912	4.83		
<b>TREASURY BILLS</b>														
Not Classified														
7,000,000	912795u33	U. S. Treasury Bill 0.510% Due 04-08-10	99.49	6,964,498	99.99	6,999,230	0	6,999,230	3.07	0.510	35,700	0.51	AAA	Aaa
10,000,000	912795uu3	U. S. Treasury Bill 0.170% Due 06-17-10	99.92	9,991,594	99.96	9,996,000	0	9,996,000	4.38	0.170	17,000	0.17	AAA	Aaa
				16,956,093		16,995,230	0	16,995,230	7.45		52,700	0.31		
				16,956,093		16,995,230	0	16,995,230	7.45		52,700	0.31		
<b>VARIABLE RATE SECURITIES</b>														
Not Classified														
2,000,000	40429jag2	HSBC Finance Corp 0.524% Due 05-10-10	92.74	1,854,760	100.01	2,000,240	2,416	2,002,656	0.88	0.524	10,481	0.52	A	A3
5,000,000	0258m0cv9	American Express Credit Co 1.631% Due 05-27-10	100.00	5,000,000	100.40	5,020,150	1,132	5,021,282	2.20	1.631	81,531	1.62	BBB+	A2
3,000,000	3133xuu92	Federal Home Loan Bank 2.250% Due 09-30-14	100.00	3,000,000	100.16	3,004,687	22,687	3,027,375	1.32	2.250	67,500	2.25	AAA	Aaa

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool D*  
**SHRA Local Money**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Unit Income</u>	<u>Annual Income</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
2,000,000	3136fjwj6	Fannie Mae 2.000% Due 12-18-14	99.92	1,998,500	99.34	1,986,875	4,778	1,991,653	0.87	2.000	40,000	2.01	AAA	Aaa
				<u>11,853,260</u>		<u>12,011,952</u>	<u>31,014</u>	<u>12,042,967</u>	<u>5.27</u>		<u>199,513</u>	<u>1.66</u>		
				11,853,260		12,011,952	31,014	12,042,967	5.27		199,513	1.66		
<b>TOTAL PORTFOLIO</b>				<b>224,609,058</b>		<b>228,111,317</b>	<b>1,324,506</b>	<b>229,435,824</b>	<b>100.00</b>		<b>5,058,601</b>	<b>2.22</b>		

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento  
**PURCHASE AND SALE**  
*Pool D*  
**SHRA Local Money**  
*From 01-01-10 To 01-31-10*

Trade Date	Settle Date	Sec Type Code	Security Symbol	Cusip	Quantity	Security	S & P	Moody	Unit Price	Amount
<b>PURCHASES</b>										
01-06-10	01-06-10	fmsu	31398ab84	31398AB84	5,000,000	Fannie Mae 3.000% Due 12-30-14	AAA	Aaa	100	4,982,500
01-07-10	01-07-10	cpus	16759qav3	16759QAV3	7,000,000	Chicago ( City of) 0.350% Due 05-05-10	A1	P1	100	7,000,000
01-22-10	01-27-10	mbus	13063a7f5	13063A7F5	3,000,000	California St Go Bds 4.850% Due 10-01-14	A-	Baa1	101	3,027,270
01-27-10	01-27-10	fhus	3128x8wf5	3128X8WF5	3,000,000	Freddie Mac 3.000% Due 04-21-14	AAA	Aaa	101	3,017,451
										18,027,221
<b>SALES</b>										
01-07-10	01-07-10	vrus	3136fht39	3136FHT39	4,000,000	Fannie Mae 2.300% Due 07-07-14	AAA	Aaa	100	4,000,000

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool J*  
**SHRA 1999 TAB**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolA	Pool A Cash		3,967,806		3,967,806		3,967,806	98.73	2.08		
	intreceiv	Pool A Interest Receivable		51,227		51,227		51,227	1.27	2.08		
				4,019,034		4,019,034		4,019,034	100.00	2.08		
<b>TOTAL PORTFOLIO</b>				<b>4,019,034</b>		<b>4,019,034</b>	<b>0</b>	<b>4,019,034</b>	<b>100.00</b>	<b>2.08</b>		

Funds in this portfolio are invested in City's Pool A.

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool L*  
**SHRA 2002 Revenue Bonds**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolA	Pool A Cash		14,142,770		14,142,770		14,142,770	98.58	2.08		
	intreceiv	Pool A Interest Receivable		203,940		203,940		203,940	1.42	2.08		
				14,346,711		14,346,711		14,346,711	100.00	2.08		
<b>TOTAL PORTFOLIO</b>				<b>14,346,711</b>		<b>14,346,711</b>	<b>0</b>	<b>14,346,711</b>	<b>100.00</b>	<b>2.08</b>		

Funds in this portfolio are invested in City's Pool A.

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool M*  
**SHRA 2003 TAB, Series A**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		1,333,883		1,333,883		1,333,883	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>1,333,883</b>		<b>1,333,883</b>	<b>0</b>	<b>1,333,883</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D.

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool N*  
**SHRA 2003 TAB, Series C**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		4,994,255		4,994,255		4,994,255	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>4,994,255</b>		<b>4,994,255</b>	<b>0</b>	<b>4,994,255</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D.

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool Q*  
**SHRA 2005 Taxable Bond Proceeds**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		16,637,260		16,637,260		16,637,260	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>16,637,260</b>		<b>16,637,260</b>	<b>0</b>	<b>16,637,260</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool R*  
**SHRA 2005 Tax-Exempt Bond Proceeds**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		23,240,878		23,240,878		23,240,878	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>23,240,878</b>		<b>23,240,878</b>	<b>0</b>	<b>23,240,878</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool S*  
**SHRA 2006 TABs, Series A (Tax-Exempt)**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		4,934,653		4,934,653		4,934,653	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>4,934,653</b>		<b>4,934,653</b>	<b>0</b>	<b>4,934,653</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool T*  
**SHRA 2006 TABs, Series B (Taxable)**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		726,743		726,743		726,743	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>726,743</b>		<b>726,743</b>	<b>0</b>	<b>726,743</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool U*  
**SHRA 2006 Revenue Bonds - Taxable**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		5,906,319		5,906,319		5,906,319	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>5,906,319</b>		<b>5,906,319</b>	<b>0</b>	<b>5,906,319</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool V*  
**SHRA 2006 Revenue Bonds - Tax Exempt**  
*January 31, 2010*

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Cur. Yield</u>	<u>S &amp; P</u>	<u>Moody</u>
<b>CASH AND EQUIVALENTS</b>												
	PoolD	Pool D Cash		2,446,613		2,446,613		2,446,613	100.00	2.24		
<b>TOTAL PORTFOLIO</b>				<b>2,446,613</b>		<b>2,446,613</b>	<b>0</b>	<b>2,446,613</b>	<b>100.00</b>	<b>2.24</b>		

Funds in this portfolio are invested in Pool D

**Capitol Area  
Development  
Authority**

# Capitol Area Development Authority

## Monthly Review - January 2010

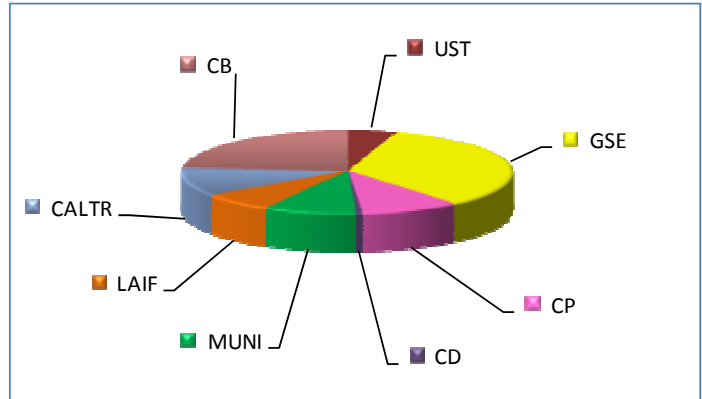
### STRATEGY

The CADA funds are invested in the City of Sacramento's Pool A investment fund. The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

### POOL A BY ASSET CLASS

### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	11,907,661
Contributions	280,000
Withdrawals	(530,000)
Interest Earned	21,186
Month-End Market Value	11,678,847



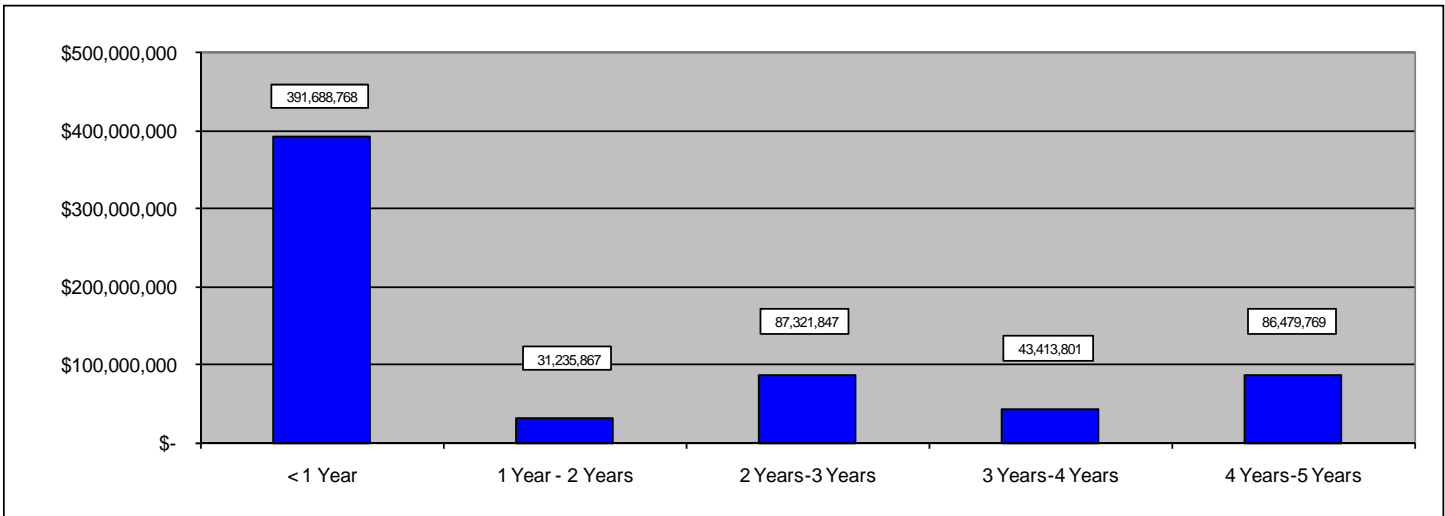
### PERFORMANCE

Earned Interest Yield for the Month	2.08%
Laif Rate of Return (book value)	0.56%
ML Ready Asset	0.00%
90 Day T-Bill	0.05%
Federal Funds	0.11%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
US Treasury Notes (UST)	4.88%	0.56%
US Agency Notes (GSE)	34.05%	1.36%
Subtotal Agency/Notes	38.93%	1.26%
Commercial Paper (CP)	9.65%	0.20%
Certificates of Deposit (CD)	0.66%	2.16%
Municipals	8.96%	3.91%
LAIF	7.07%	0.56%
CaITRUST	11.00%	0.78%
Corporate Bonds (CB)	23.73%	5.13%

### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	391,688,768	61.19%
1 Year - 2 Years	31,235,867	4.88%
2 Years-3 Years	87,321,847	13.64%
3 Years-4 Years	43,413,801	6.78%
4 Years-5 Years	86,479,769	13.51%
Total	\$ 640,140,052	100.00%



City of Sacramento  
**CASH LEDGER**  
*Capitol Area Development Authority - Banking*  
*From 01-01-10 To 01-31-10*

**All Cash Accounts**

<u>Trade Date</u>	<u>Settle Date</u>	<u>Tran Code</u>	<u>Quantity</u>	<u>Security</u>	<u>Amount</u>	<u>Cash Balance</u>
<b>Pool A Cash</b>						
01-01-10				Beginning Balance		11,765,751.62
01-19-10	01-19-10	li		Pool A Cash	280,000.00	12,045,751.62
01-28-10	01-28-10	lo		Pool A Cash	-150,000.00	11,895,751.62
01-29-10	01-29-10	lo		Pool A Cash	-380,000.00	11,515,751.62
					-250,000.00	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>11,515,751.62</b>
<b>Pool A Interest Receivable</b>						
01-01-10				Beginning Balance		141,909.82
01-31-10	01-31-10	in		Pool A Cash	21,185.98	163,095.80
				Jan10 estimated Pool A interest		
					21,185.98	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>163,095.80</b>

# Capitol Area Development Authority – Tax Exempt

## Monthly Review - January 2010

### STRATEGY

The CADA funds are invested in the City of Sacramento’s Pool A investment fund. The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

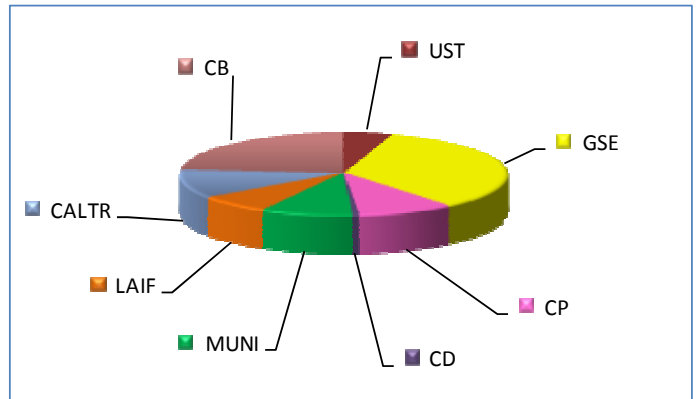
### PORTFOLIO STATISTICS

Portfolio’s Beginning Balance	1,066,313
Contributions	0
Withdrawals	(40,229)
Interest Earned	1,858
Month-End Market Value	1,027,942

### PERFORMANCE

Earned Interest Yield for the Month	2.08%
Laif Rate of Return (book value)	0.56%
ML Ready Asset	0.00%
90 Day T-Bill	0.05%
Federal Funds	0.11%

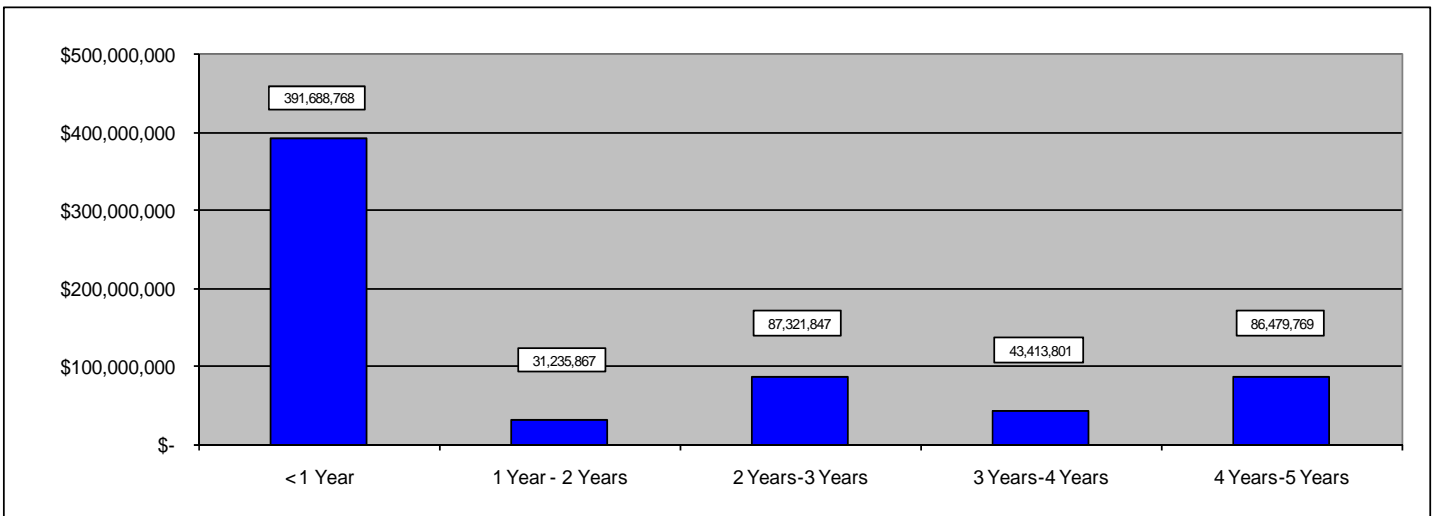
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	391,688,768	61.19%
1 Year - 2 Years	31,235,867	4.88%
2 Years-3 Years	87,321,847	13.64%
3 Years-4 Years	43,413,801	6.78%
4 Years-5 Years	86,479,769	13.51%
Total	\$ 640,140,052	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
<i>US Treasury Notes (UST)</i>	4.88%	0.56%
<i>US Agency Notes (GSE)</i>	34.05%	1.36%
Subtotal Agency/Notes	38.93%	1.26%
Commercial Paper (CP)	9.65%	0.20%
Certificates of Deposit (CD)	0.66%	2.16%
Municipals	8.96%	3.91%
LAIF	7.07%	0.56%
CalTRUST	11.00%	0.78%
Corporate Bonds (CB)	23.73%	5.13%



City of Sacramento  
**CASH LEDGER**  
*Capitol Area Development Authority - Tax Exempt*  
*From 01-01-10 To 01-31-10*

**All Cash Accounts**

<u>Trade Date</u>	<u>Settle Date</u>	<u>Tran Code</u>	<u>Quantity</u>	<u>Security</u>	<u>Amount</u>	<u>Cash Balance</u>
<b>Pool A Cash</b>						
01-01-10				Beginning Balance		1,054,633.00
01-19-10	01-19-10	lo		Pool A Cash	-40,228.94	1,014,404.06
					-40,228.94	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>1,014,404.06</b>
<b>Pool A Interest Receivable</b>						
01-01-10				Beginning Balance		11,680.06
01-31-10	01-31-10	in		Pool A Cash	1,857.60	13,537.66
				Jan10 estimated Pool A interest		
					1,857.60	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>13,537.66</b>

# Capitol Area Development Authority – Taxable

## Monthly Review - January 2010

### STRATEGY

The CADA funds are invested in the City of Sacramento’s Pool A investment fund. The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

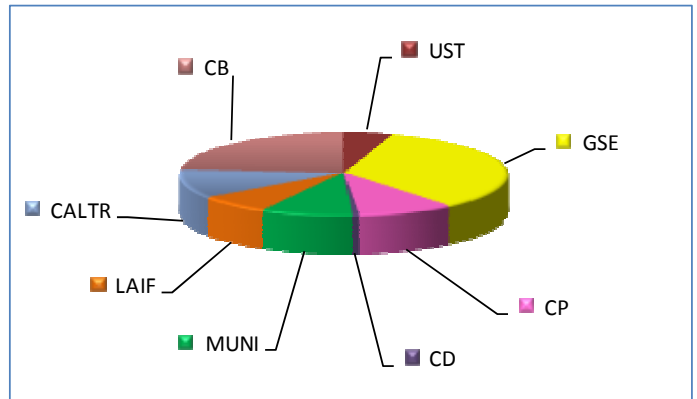
### PORTFOLIO STATISTICS

Portfolio’s Beginning Balance	2,939,559
Contributions	0
Withdrawals	(185,101)
Interest Earned	5,066
Month-End Market Value	2,759,524

### PERFORMANCE

Earned Interest Yield for the Month	2.08%
Laif Rate of Return (book value)	0.56%
ML Ready Asset	0.00%
90 Day T-Bill	0.05%
Federal Funds	0.11%

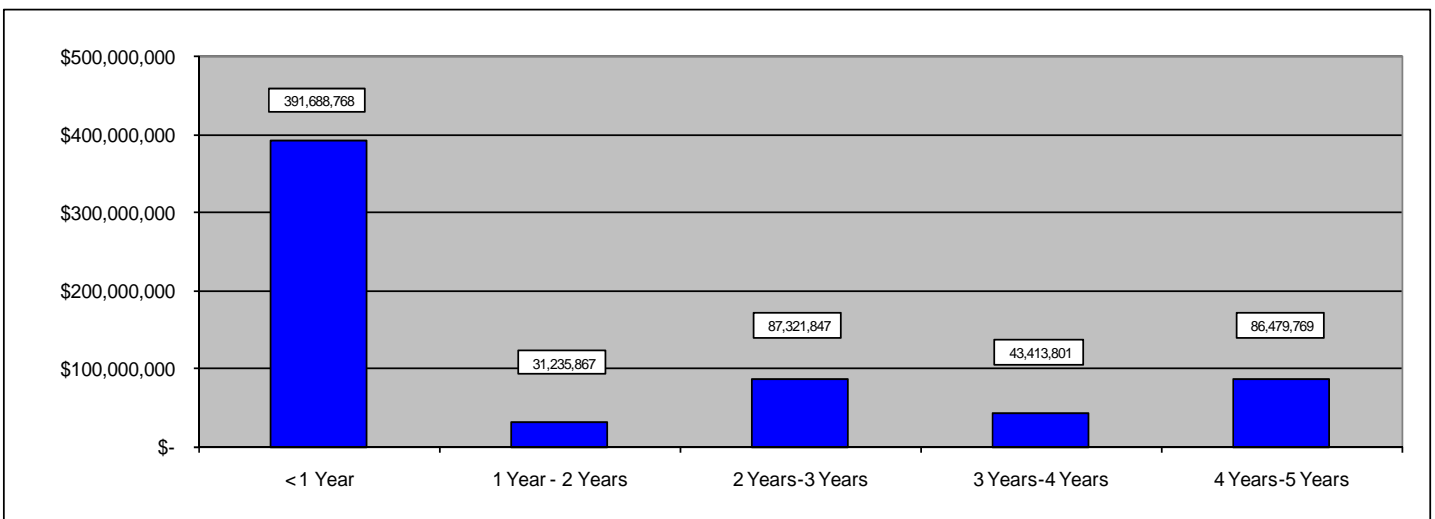
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	391,688,768	61.19%
1 Year - 2 Years	31,235,867	4.88%
2 Years-3 Years	87,321,847	13.64%
3 Years-4 Years	43,413,801	6.78%
4 Years-5 Years	86,479,769	13.51%
Total	\$ 640,140,052	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
US Treasury Notes (UST)	4.88%	0.56%
US Agency Notes (GSE)	34.05%	1.36%
Subtotal Agency/Notes	38.93%	1.26%
Commercial Paper (CP)	9.65%	0.20%
Certificates of Deposit (CD)	0.66%	2.16%
Municipals	8.96%	3.91%
LAIF	7.07%	0.56%
CaTRUST	11.00%	0.78%
Corporate Bonds (CB)	23.73%	5.13%



City of Sacramento  
**CASH LEDGER**  
*Capitol Area Development Authority - Taxable*  
*From 01-01-10 To 01-31-10*

**All Cash Accounts**

<u>Trade Date</u>	<u>Settle Date</u>	<u>Tran Code</u>	<u>Quantity</u>	<u>Security</u>	<u>Amount</u>	<u>Cash Balance</u>
<b>Pool A Cash</b>						
01-01-10				Beginning Balance		2,907,360.37
01-19-10	01-19-10	lo		Pool A Cash	-185,100.67	2,722,259.70
					-185,100.67	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>2,722,259.70</b>
<b>Pool A Interest Receivable</b>						
01-01-10				Beginning Balance		32,199.13
01-31-10	01-31-10	in		Pool A Cash	5,065.85	37,264.98
				Jan10 estimated Pool A interest		
					5,065.85	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>37,264.98</b>

**American River  
Flood Control  
District**

# American River Flood Control District

## Monthly Review - January 2010

### STRATEGY

The ARFCD funds are invested in the City of Sacramento's Pool A investment fund. The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

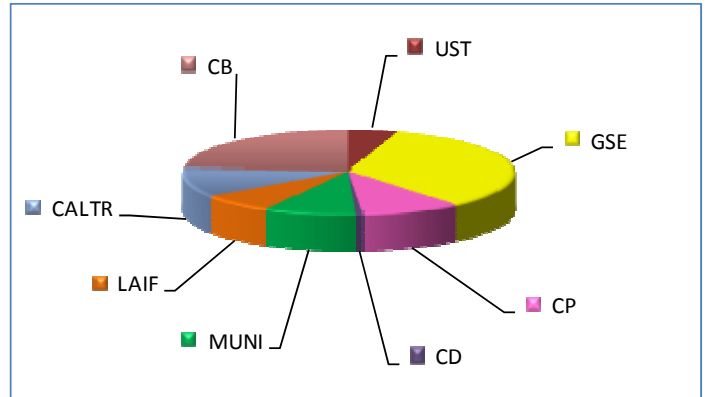
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	3,105,998
Contributions	0
Withdrawals	0
Interest Earned	5,498
Month-End Market Value	3,111,496

### PERFORMANCE

Earned Interest Yield for the Month	2.08%
Laif Rate of Return (book value)	0.56%
ML Ready Asset	0.00%
90 Day T-Bill	0.05%
Federal Funds	0.11%

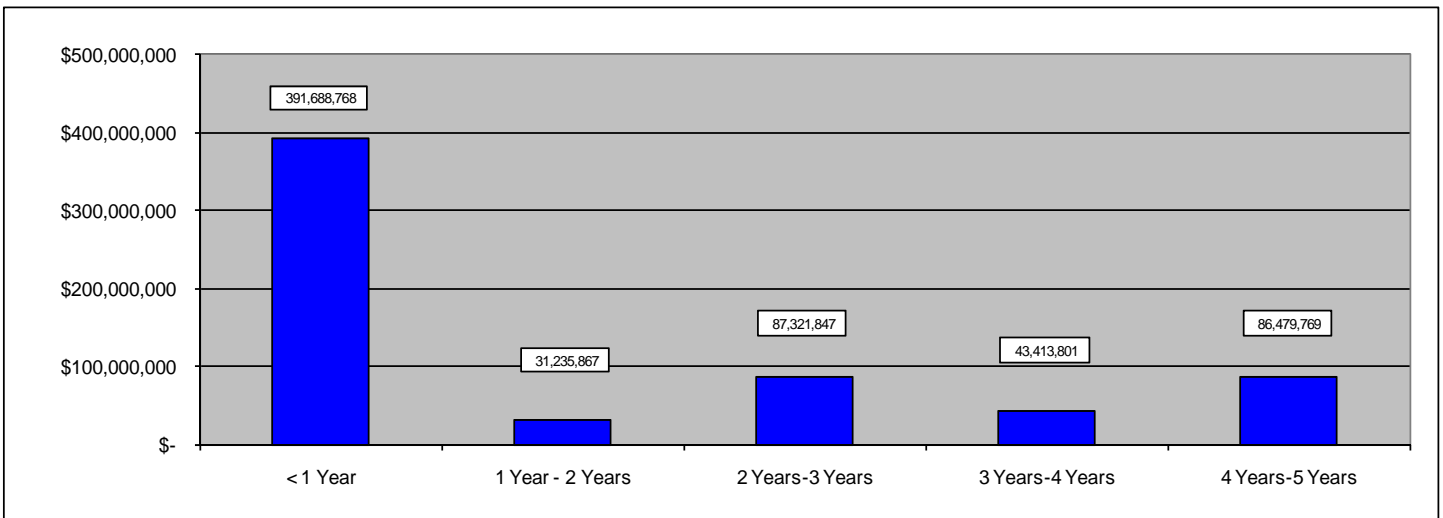
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	391,688,768	61.19%
1 Year - 2 Years	31,235,867	4.88%
2 Years-3 Years	87,321,847	13.64%
3 Years-4 Years	43,413,801	6.78%
4 Years-5 Years	86,479,769	13.51%
Total	\$ 640,140,052	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
<i>US Treasury Notes (UST)</i>	4.88%	0.56%
<i>US Agency Notes (GSE)</i>	34.05%	1.36%
Subtotal Agency/Notes	38.93%	1.26%
Commercial Paper (CP)	9.65%	0.20%
Certificates of Deposit (CD)	0.66%	2.16%
Municipals	8.96%	3.91%
LAIF	7.07%	0.56%
CalTRUST	11.00%	0.78%
Corporate Bonds (CB)	23.73%	5.13%



City of Sacramento  
**CASH LEDGER**  
*American River Flood Control District*  
*From 01-01-10 To 01-31-10*

**All Cash Accounts**

<u>Trade Date</u>	<u>Settle Date</u>	<u>Tran Code</u>	<u>Quantity</u>	<u>Security</u>	<u>Amount</u>	<u>Cash Balance</u>
<b>Pool A Interest Receivable</b>						
01-01-10				Beginning Balance		34,026.35
01-31-10	01-31-10	in		Pool A Cash	5,497.86	39,524.21
				Jan10 estimated Pool A interest		
					5,497.86	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>39,524.21</b>
<b>Pool A Cash</b>						
01-01-10				Beginning Balance		3,071,971.30
<b>01-31-10</b>				<b>Ending Balance</b>		<b>3,071,971.30</b>

**Sacramento  
Public Library  
Authority**

# Sacramento Public Library Authority

## Monthly Review - January 2010

### STRATEGY

The SPLA funds are invested in the City of Sacramento's Pool A investment fund. The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	14,842,574
Contributions	2,310,527
Withdrawals	(1,600,000)
Interest Earned	25,519
Month-End Market Value	15,578,620

### PERFORMANCE

Earned Interest Yield for the Month	2.08%
Laif Rate of Return (book value)	0.56%
ML Ready Asset	0.00%
90 Day T-Bill	0.05%
Federal Funds	0.11%

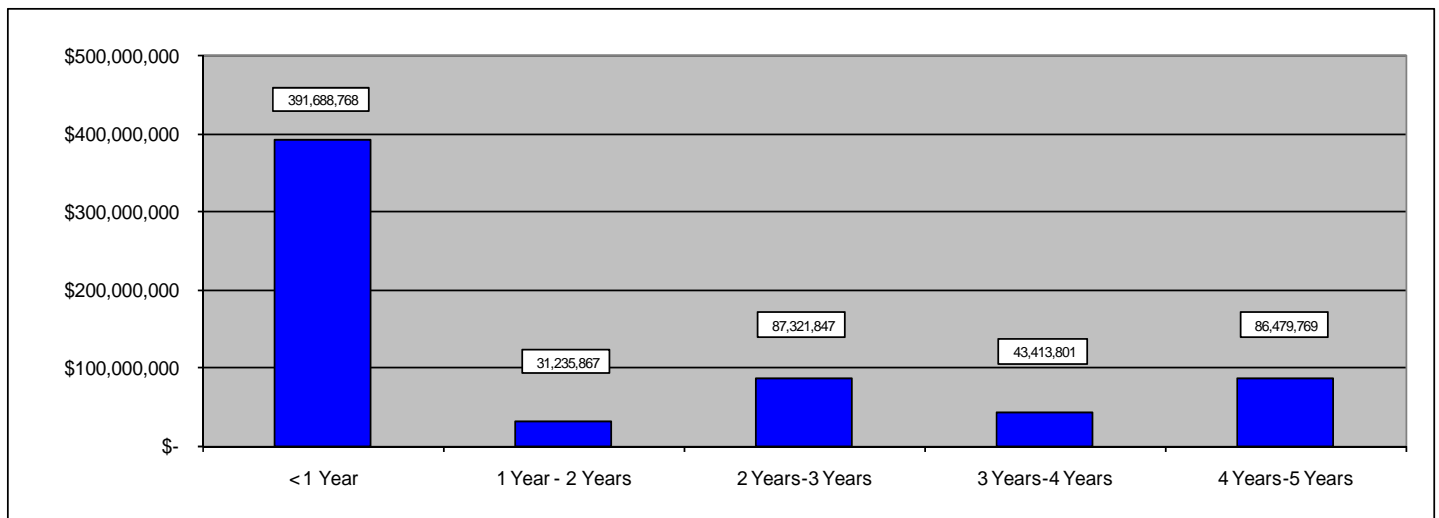
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	391,688,768	61.19%
1 Year - 2 Years	31,235,867	4.88%
2 Years-3 Years	87,321,847	13.64%
3 Years-4 Years	43,413,801	6.78%
4 Years-5 Years	86,479,769	13.51%
Total	\$ 640,140,052	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
US Treasury Notes (UST)	4.88%	0.56%
US Agency Notes (GSE)	34.05%	1.36%
Subtotal Agency/Notes	38.93%	1.26%
Commercial Paper (CP)	9.65%	0.20%
Certificates of Deposit (CD)	0.66%	2.16%
Municipals	8.96%	3.91%
LAIF	7.07%	0.56%
CaITRUST	11.00%	0.78%
Corporate Bonds (CB)	23.73%	5.13%



City of Sacramento  
**CASH LEDGER**  
*Sacramento Public Library Authority*  
*From 01-01-10 To 01-31-10*

**All Cash Accounts**

<u>Trade Date</u>	<u>Settle Date</u>	<u>Tran Code</u>	<u>Quantity</u>	<u>Security</u>	<u>Amount</u>	<u>Cash Balance</u>
<b>Pool A Cash</b>						
01-01-10				Beginning Balance		14,611,418.77
01-08-10	01-08-10	lo		Pool A Cash	-850,000.00	13,761,418.77
01-22-10	01-22-10	lo		Pool A Cash	-300,000.00	13,461,418.77
01-27-10	01-27-10	li		Pool A Cash	2,310,526.87	15,771,945.64
				Property Tax & Assessment Revenue Distribution, per AJ#94394		
01-29-10	01-29-10	lo		Pool A Cash	-450,000.00	15,321,945.64
					710,526.87	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>15,321,945.64</b>
<b>Pool A Interest Receivable</b>						
01-01-10				Beginning Balance		231,154.88
01-31-10	01-31-10	in		Pool A Cash	25,518.96	256,673.84
				Jan10 estimated Pool A interest		
					25,518.96	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>256,673.84</b>

# **The Natomas Basin Conservancy**

# The Natomas Basin Conservancy

## Monthly Review - January 2010

### STRATEGY

The TNBC funds are invested in the City of Sacramento's Pool A investment fund. The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

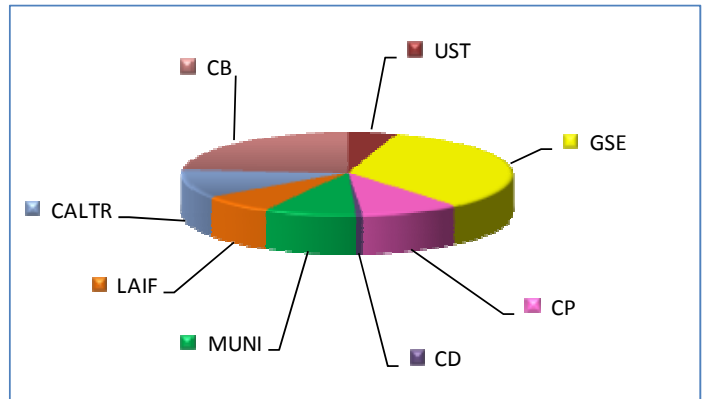
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	5,908,524
Contributions	0
Withdrawals	0
Interest Earned	10,459
Month-End Market Value	5,918,983

### PERFORMANCE

Earned Interest Yield for the Month	2.08%
Laif Rate of Return (book value)	0.56%
ML Ready Asset	0.00%
90 Day T-Bill	0.05%
Federal Funds	0.11%

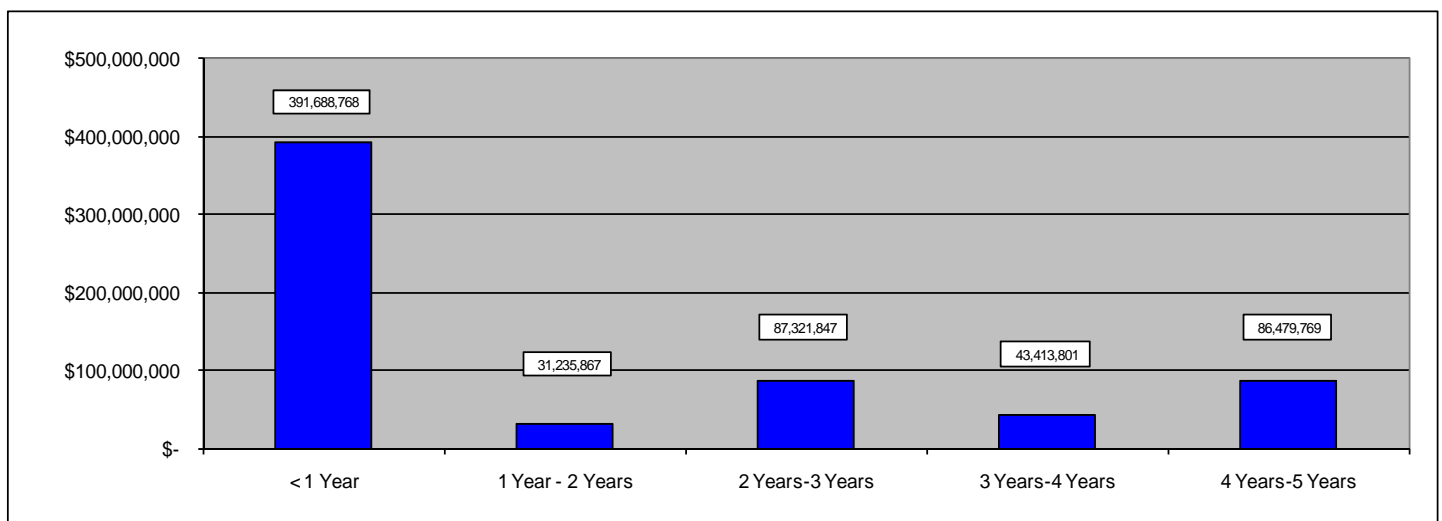
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	391,688,768	61.19%
1 Year - 2 Years	31,235,867	4.88%
2 Years-3 Years	87,321,847	13.64%
3 Years-4 Years	43,413,801	6.78%
4 Years-5 Years	86,479,769	13.51%
Total	\$ 640,140,052	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
US Treasury Notes (UST)	4.88%	0.56%
US Agency Notes (GSE)	34.05%	1.36%
Subtotal Agency/Notes	38.93%	1.26%
Commercial Paper (CP)	9.65%	0.20%
Certificates of Deposit (CD)	0.66%	2.16%
Municipals	8.96%	3.91%
LAIF	7.07%	0.56%
CaITRUST	11.00%	0.78%
Corporate Bonds (CB)	23.73%	5.13%



City of Sacramento  
**CASH LEDGER**  
*The Natomas Basin Conservancy*  
*From 01-01-10 To 01-31-10*

**All Cash Accounts**

<u>Trade Date</u>	<u>Settle Date</u>	<u>Tran Code</u>	<u>Quantity</u>	<u>Security</u>	<u>Amount</u>	<u>Cash Balance</u>
<b>Pool A Interest Receivable</b>						
01-01-10				Beginning Balance		63,731.57
01-31-10	01-31-10	in		Pool A Cash	10,458.55	74,190.12
				Jan10 estimated Pool A interest		
					10,458.55	
<b>01-31-10</b>				<b>Ending Balance</b>		<b>74,190.12</b>
<b>Pool A Cash</b>						
01-01-10				Beginning Balance		5,844,792.48
<b>01-31-10</b>				<b>Ending Balance</b>		<b>5,844,792.48</b>

## GLOSSARY OF INVESTMENT TERMS

*Average Daily Funds Invested* designates the average daily amount of monies that was actually invested by the City Treasurer's Investment and Operations Unit during the reporting period.

*Cal Trust Investment Accounts* invests in fixed income securities for local agency investment pursuant to California Government Code Sections 53601 and 53635. A Board of Trustees supervises and administers the investment programs of the JPA. Four pooled accounts are administered within the program. 1) Money Market account invests in an existing SEC-registered money market fund, which is rated "AAA" and "Aaa" by Moody's. 2) Short Term account has a duration of 0-2 years, 3) Medium Term account with a duration of 1.5-3.5 years and 4) Long Term account with a target duration of 5-7 years (the Trustees have elected to defer the opening of the Long-Term account until the interest rate environment is more favorable for longer term securities.)

*Federal Funds Average* is the average cost of Federal funds in the U. S. Banking System and is considered a measure of short-term Federal Reserve economic policy.

*Interest Income Earned* represents, on an accrual accounting basis, the income earned in the reporting period. Interest income earned is apportioned to the majority of City funds and fund managed in the various portfolios.

*Investment Cost Recovery Fee* is a charge by the City Treasurer's Office to the funds managed which is intended to recover the direct investment costs incurred by the City's General Fund in permitting the City Treasurer's Office to manage the investment funds.

*Local Agency Investment Fund* (LAIF) is an optional investment pool managed by the State Treasurers for local governments and special districts in California to participate in. The enabling legislation for the LAIF is Section 16429.1 et seq. of the California Government Code. The LAIF is part of the Pooled Money Investment Account (PMIA). The PMIA began in 1955 and oversight is provided by the Pooled Money Investment Board (PMIB) and an in-house Investment Committee.

*Rate of Return* designates the annualized rate of investment return earned. The calculation requires annualizing interest income earned within the reporting period and dividing the actual dollars invested for the period.

*Trust Funds* Additional investment activity is conducted by the City Treasurer's Office for the Sacramento City Employees Retirement System and certain of the separately invested Trust Funds of the City and third parties. Additionally, the City Treasurer's Office manages short-term investment pools for the Sacramento Housing and Redevelopment Agency.

*90-Day UST Bill Average* is the average cost of money incurred by the U. S. Treasury in their weekly sales of 90-day U. S. Treasury Bills and is considered a measure of the trend of short-term interest rates.

*Weighted Average Life* Dollar/time weighted calculation to measure how long all the dollars in a portfolio are invested at that particular time. It is calculated by determining the number of days from the calculation date to the maturity date of the investment and multiplying the dollars invested by the number of days. The sum of all dollar day weightings are then divided by the total dollars invested to determine the average life.