

# **CITY OF SACRAMENTO**

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

**Russell Fehr, City Treasurer**



## **MONTHLY INVESTMENT REPORT SEPTEMBER 2011**

**Quarter Meeting on: October 27, 2011**

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# INVESTMENT COMMITTEE MEETING

October 27, 2011  
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  
John Colville, Chief Investment Officer  
Lydia Abreu, Investment and Operations Manager  
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)  
Rivkah Sass, Denise Davis, Roxana Puerner and Johnny Ea (Sacramento Public Library Authority-  
SPLA)  
City Treasurer's Office Staff

Please read: July 28, 2011 minutes

## Agenda

Economic Commentary and Market Conditions	John Colville
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:

*for*   
Russell Fehr, City Treasurer

10/25/11  
Date

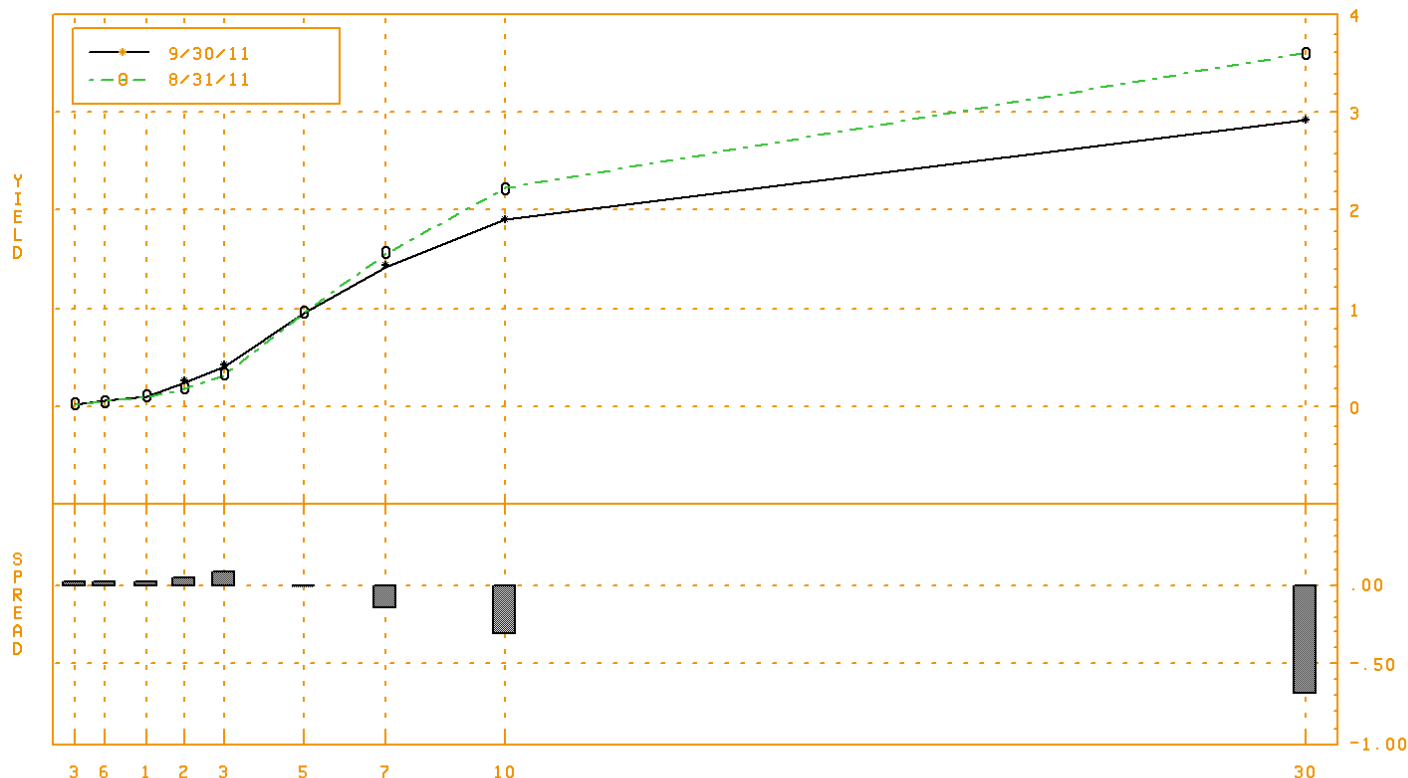
**TO:** Investment Committee Members  
**FROM:** John Colville  
**RE:** **No Minutes - See Minutes on July 28, 2011**

**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, October 27, 2011 at 10:00 a.m.** in the City Treasurer's Conference Room.

### HISTORICAL YIELD CURVE

DATE RANGE **8/31/11** **9/30/11**

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 2011 Bloomberg Finance L.P.  
 SN 458975 PDT GMT-7:00 G457-1033-3 17-Oct-2011 10:05:21

### HISTORICAL YIELD CURVE

DATE RANGE **8/31/11** **9/30/11**

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

	<u>8/31/11</u>	<u>9/30/11</u>	<u>Change</u>
3 MONTH	0.010	0.020	0.0102
6 MONTH	0.041	0.051	0.0102
1 YEAR	0.097	0.102	0.0051
2 YEAR	0.200	0.243	0.0435
3 YEAR	0.319	0.402	0.0828
5 YEAR	0.961	0.952	-0.0097
7 YEAR	1.564	1.432	-0.1323
10 YEAR	2.223	1.915	-0.3080
30 YEAR	3.601	2.913	-0.6875

**CITY OF SACRAMENTO - INVESTMENT POOL A**  
**6-MONTH CASH FLOW ANALYSIS**  
**October 1, 2011 - March 31, 2012**

*In millions*

Cash Balances:	
Bank of America	1.391
Bank of America Overnight Sweep	0.738
CalTrust	55.219
LAIF	43.000
Fidelity Fund	1.908
Less: Required bank balance by policy	(0.500)
<b><i>Cash available at beginning of period:</i></b>	<b>101.756</b>
Projected net cash flow:	
October-11	26.560
November-11	41.752
December-11	49.458
January-12	22.082
February-12	70.241
March-12	(1.551)
<b><i>Net cash flow during period:</i></b>	<b>208.541</b>
<b><i>Cash in excess of policy: <sub>1</sub></i></b>	<b>310.297</b>
Cash Balances of non-City and/or Pool A Participants:	
SCERS Cash:	
Fixed Bonds	(6.810)
Large Cap Growth	(1.598)
International	(2.072)
Equity Income	(0.134)
Retirement Trust Operating Fund	(2.542)
SHRA Pool J	(1.315)
SHRA Pool L	(11.126)
Ann Land/Bertha Henschel Endowment Fund	(0.060)
Ethel Hart Mutual Endowment Fund	(0.070)
George H. Clark Memorial Scholarship Fund	(0.015)
Capitol Area Development Authority (CADA)	(18.659)
American River Flood Control District (ARFCD)	(3.919)
The Natomas Basin Conservancy (TNBC)	(6.131)
Sacramento Public Library Authority (SPLA)	(18.993)
Gifts to Share	(0.796)
Sacramento Convention and Visitors Bureau	0.073
Other Misc Non-City Funds (CalEPA, Sports Commission, N Natomas Housing Trust, etc)	(4.900)
<b><i>Total cash balances of non-City and/or Pool A participants: <sub>2</sub></i></b>	<b>(79.067)</b>
<b><i>Excess or (Shortfall) if all Pool A participants withdraw all funds within 6 months: <sub>3</sub></i></b>	<b>231.230</b>

<sup>1</sup>The City will be able to meet its cash flow needs for the next six months, with \$310 mm to cover on going expenditures

<sup>2</sup> Non-City and/or Pool A participants have \$79 mm invested in Pool A

<sup>3</sup> If all non-City and/or Pool A participants withdraw the entire \$79 mm within the next twelve months, the City will have \$231 mm to cover on going expenditures

**CITY OF SACRAMENTO - INVESTMENT POOL A**  
**12-MONTH CASH FLOW ANALYSIS**  
**October 1, 2011 - September 30, 2012**

*In millions*

Cash Balances:	
Bank of America	1.391
Bank of America Overnight Sweep	0.738
CalTrust	55.219
LAIF	43.000
Fidelity Fund	1.908
Less: Required bank balance by policy	(0.500)
<b><i>Cash available at beginning of period:</i></b>	<b>101.756</b>
Projected net cash flow:	
October-11	26.560
November-11	41.752
December-11	49.458
January-12	22.082
February-12	70.241
March-12	(1.551)
April-12	17.349
May-12	31.645
June-12	(15.036)
July-12	(6.929)
August-12	(18.587)
September-12	(10.534)
<b><i>Net cash flow during period:</i></b>	<b>206.450</b>
<b><i>Cash in excess of policy: <sub>1</sub></i></b>	<b>308.206</b>
Cash Balances of non-City and/or Pool A Participants:	
SCERS Cash:	
Fixed Bonds	(6.810)
Large Cap Growth	(1.598)
International	(2.072)
Equity Income	(0.134)
Retirement Trust Operating Fund	(2.542)
SHRA Pool J	(1.315)
SHRA Pool L	(11.126)
Ann Land/Bertha Henschel Endowment Fund	(0.060)
Ethel Hart Mutual Endowment Fund	(0.070)
George H. Clark Memorial Scholarship Fund	(0.015)
Capitol Area Development Authority (CADA)	(18.659)
American River Flood Control District (ARFCD)	(3.919)
The Natomas Basin Conservancy (TNBC)	(6.131)
Sacramento Public Library Authority (SPLA)	(18.993)
Gifts to Share	(0.796)
Sacramento Convention and Visitors Bureau	0.073
Other Misc Non-City Funds (CalEPA, Sports Commission, N Natomas Housing Trust, etc)	(4.900)
<b><i>Total cash balances of non-City and/or Pool A participants: <sub>2</sub></i></b>	<b>(79.067)</b>
<b><i>Excess or (Shortfall) if all Pool A participants withdraw all funds within 12 months: <sub>3</sub></i></b>	<b>229.139</b>

<sup>1</sup>The City will be able to meet its cash flow needs for the next twelve months, with \$308 mm to cover on going expenditures

<sup>2</sup> Non-City and/or Pool A participants have \$79 mm invested in Pool A

<sup>3</sup> If all non-City and/or Pool A participants withdraw the entire \$79 mm within the next twelve months, the City will have \$229 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 - SEPTEMBER 2011

### 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).

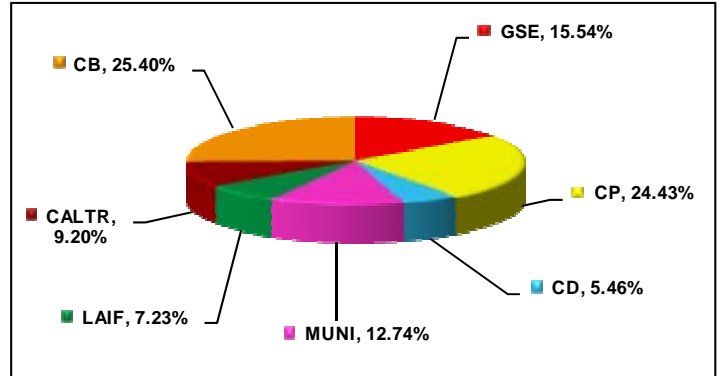
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	\$ 619,687,117
Earned Interest Yield for the Month	3.02%
Weighted Average Maturity (Yrs)	1.43
Estimated Duration (Yrs)	1.33
Historical Book Value	\$ 598,432,186
Month-End Market Value	\$ 603,070,180
Percent of Market to Book Value	100.78%

#### External third party Investment Managers

State Treasurer's Office (LAIF)	\$ 43,000,000
CaITrust	\$ 55,218,633

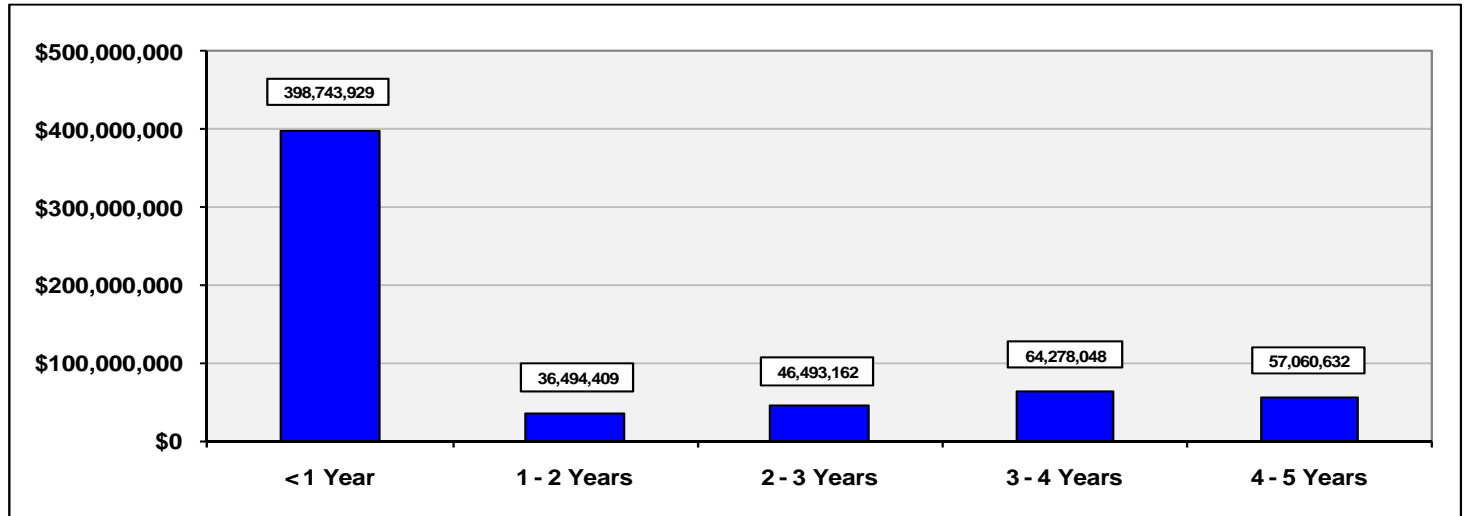
### PORTFOLIO BY ASSET CLASS



### MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	398,743,929	66.12%
1 - 2 Years	36,494,409	6.05%
2 - 3 Years	46,493,162	7.71%
3 - 4 Years	64,278,048	10.66%
4 - 5 Years	57,060,632	9.46%
Total	\$ 603,070,180	100.00%

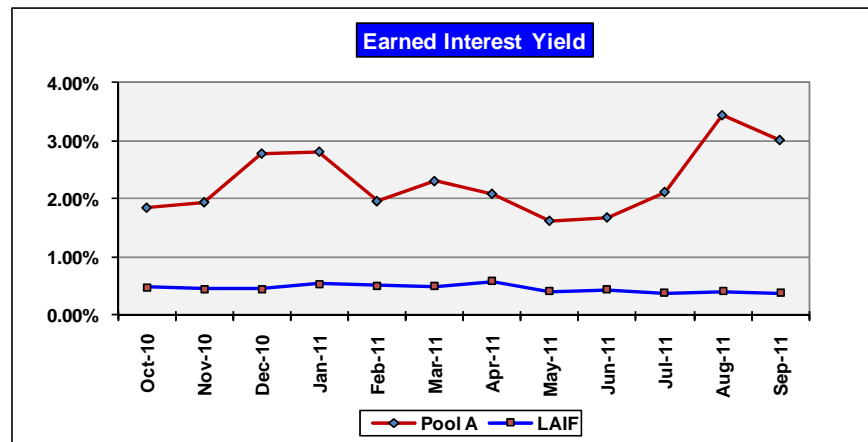
Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	15.54%	1.00%
Commercial Paper (CP)	24.43%	0.29%
Certificates of Deposit (CD)	5.46%	0.43%
Municipals	12.74%	2.68%
LAIF	7.23%	0.38%
CaITRUST	9.20%	0.94%
Corporate Bonds (CB)	25.40%	3.97%



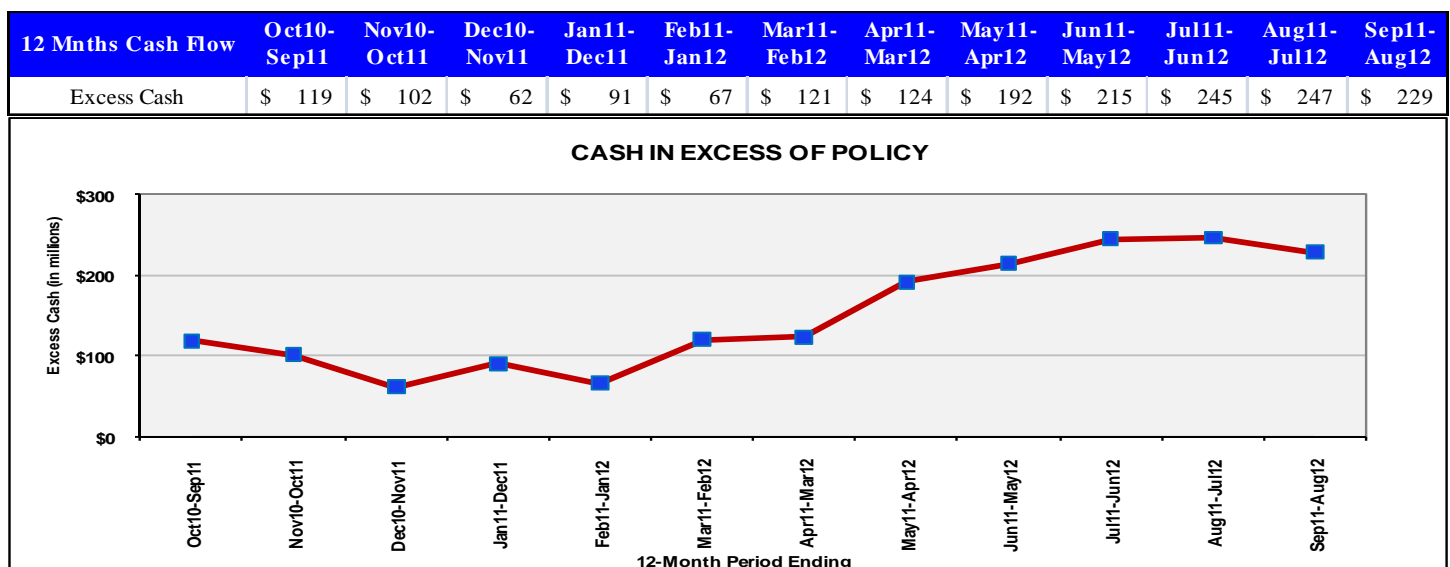
## MONTHLY HIGHLIGHTS

Fixed income markets posted mixed results in September, as rates fell precipitously at the intermediate and long ends of the curve, and rose modestly at the short end. The FOMC's "Operation Twist II" program, weak U.S. economic data, and concerns over the European sovereign debt crisis all contributed to the fall in interest rates. During the month, the Pool experienced an outflow of \$2.5M in debt service payments. Also during the month, staff took advantage of market conditions to swap \$5 million of Caterpillar corporate debt for slightly longer State of California municipal debt and booked nearly \$600k in capital gains. Additionally we participated in the State of California RAN issuance and purchased \$25 million of notes that will be maturing at fiscal year end. These notes only yielded 40 basis points, but relative to treasuries that was huge. Given the Fed's insistence that they will be keeping rates low through mid 2013, we do not anticipate much opportunity to gain yield. Instead, we will continue to try and find swap deals like above that will add to the pool's performance.

Earned Interest Yield		
Month	Pool A	LAIF
Oct-10	1.85%	0.48%
Nov-10	1.94%	0.45%
Dec-10	2.79%	0.46%
Jan-11	2.82%	0.54%
Feb-11	1.96%	0.51%
Mar-11	2.31%	0.50%
Apr-11	2.09%	0.59%
May-11	1.62%	0.41%
Jun-11	1.68%	0.45%
Jul-11	2.12%	0.38%
Aug-11	3.45%	0.41%
Sep-11	3.02%	0.38%
<b>FYTD</b>	<b>2.86%</b>	<b>0.39%</b>



## CASH IN EXCESS OF POLICY (IN MILLIONS)



City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 September 30, 2011

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	Bond Status	Call Put Date
<b>CASH AND EQUIVALENTS</b>																
	cashbofa	B Of A Cash		1,391,084		1,391,084		1,391,084	0.23	0.050	696	0.05				
	caltrust-mt	Caltrust Medium-Term		33,022,726		33,022,726		33,022,726	5.50	1.310	432,598	1.31				
	caltrust-mm	Caltrust Money Market		7,154,719		7,154,719		7,154,719	1.19	0.110	7,870	0.11				
	caltrust-st	Caltrust Short-Term		15,041,188		15,041,188		15,041,188	2.51	0.540	81,222	0.54				
	fidfund	Fidelity Fund		1,907,820		1,907,820		1,907,820	0.32	0.010	191	0.01				
	laifa	Local Agency Investment Fund, Pool A		43,000,000		43,000,000		43,000,000	7.17	0.378	162,540	0.38				
	miscintrec	Misc Interest Receivable		94,116		94,116		94,116	0.02	4.000	3,765	4.00				
	sweep	Overnight Sweep		737,648		737,648		737,648	0.12	0.010	74	0.01				
	sliab	Securities Lending Liability		-3,673,000		-3,673,000		-3,673,000	-0.61	0.000	0	0.00				
				98,676,301		98,676,301		98,676,301	16.44		688,955	0.70				
<b>CERTIFICATES OF DEPOSIT</b>																
8,000,000	07370sjc0	Beal Bank Nevada 0.250% Due 10-26-11	100.00	8,000,000	100.00	8,000,000	7,068	8,007,068	1.33	0.250	20,000	0.25	NA	NA		
5,000,000	63873eas0	Natixis NY 0.400% Due 11-15-11	100.00	5,000,000	100.00	5,000,000	7,444	5,007,444	0.83	0.400	20,000	0.40	A1	P1		
5,000,000	05945agg3	Banco Bilbao Viz Arg NY 0.670% Due 11-16-11	100.00	5,000,000	100.00	5,000,000	12,469	5,012,469	0.83	0.670	33,500	0.67	A1+	P1		
4,000,000	00279hys9	Abbey National 0.590% Due 12-05-11	100.00	4,000,000	100.00	4,000,000	7,604	4,007,604	0.67	0.590	23,600	0.59	A1+	P1		
10,000,000	90267av29	UBS AG Stamford Ct 0.280% Due 12-27-11	100.00	10,000,000	100.00	10,000,000	7,467	10,007,467	1.67	0.280	28,000	0.28	A1	P1		
250,000	350000675	Bank Of Sacramento Cd (non-Negotiable) 2.100% Due 01-26-13	100.00	250,000	100.00	250,000	8,867	258,867	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	9,369	259,369	0.04	2.230	5,575	2.23				
250,000	830031422	River City Bank (non-Negotiable) 1.980% Due 02-02-13	100.00	250,000	100.00	250,000	8,264	258,264	0.04	1.980	4,950	1.98				
				32,750,000		32,750,000	68,553	32,818,553	5.46		140,875	0.43				
<b>COMMERCIAL PAPER</b>																
4,000,000	4042f1x46	HSBC Finance 0.250% Due 10-04-11	99.91	3,996,333	100.00	4,000,000	0	4,000,000	0.67	0.250	10,000	0.25	A1	P1		
11,000,000	89233hx41	Toyota Motor Credit Corp 0.240% Due 10-04-11	99.91	10,989,660	100.00	11,000,000	0	11,000,000	1.83	0.240	26,400	0.24	A1	P1		
14,000,000	7443m3xj8	Prudential PLC 0.330% Due 10-18-11	99.86	13,980,237	100.00	14,000,000	0	14,000,000	2.33	0.330	46,200	0.33	A1	P1		
13,000,000	90262dxx8	Ubs Finance 0.215% Due 10-31-11	99.90	12,987,034	100.00	13,000,000	0	13,000,000	2.17	0.215	27,950	0.21	A1	P1		
9,000,000	4042f1y11	HSBC Finance 0.300% Due 11-01-11	99.87	8,988,000	100.00	9,000,000	0	9,000,000	1.50	0.300	27,000	0.30	A1	P1		
5,000,000	4042f1y29	HSBC Finance 0.280% Due 11-02-11	99.88	4,994,011	100.00	5,000,000	0	5,000,000	0.83	0.280	14,000	0.28	A1	P1		
4,000,000	19121byv5	Coca Cola Company 0.150% Due 11-29-11	99.95	3,998,017	100.00	4,000,000	0	4,000,000	0.67	0.150	6,000	0.15	A1	P1		
2,500,000	36959jyv9	General Electric Capital Corp 0.200% Due 11-29-11	99.90	2,497,611	100.00	2,500,000	0	2,500,000	0.42	0.200	5,000	0.20	A1	P1		
6,000,000	74433hyv0	Prudential Fund 0.250% Due 11-29-11	99.90	5,993,958	100.00	6,000,000	0	6,000,000	1.00	0.250	15,000	0.25	A1	P1		

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 September 30, 2011

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	Bond Status	Call Put Date
5,000,000	4042f1yw3	HSBC Finance 0.300% Due 11-30-11	99.87	4,993,375	100.00	5,000,000	0	5,000,000	0.83	0.300	15,000	0.30	A1	P1		
6,600,000	89233hyw8	Toyota Motor Credit Corp 0.240% Due 11-30-11	99.90	6,593,609	100.00	6,600,000	0	6,600,000	1.10	0.240	15,840	0.24	A1	P1		
9,000,000	74433hzd9	Prudential Fund 0.280% Due 12-13-11	99.85	8,986,350	100.00	9,000,000	0	9,000,000	1.50	0.280	25,200	0.28	A1	P1		
5,000,000	4042f1ze2	HSBC Finance 0.300% Due 12-14-11	99.85	4,992,667	100.00	5,000,000	0	5,000,000	0.83	0.300	15,000	0.30	A1	P1		
2,000,000	4042f0aa9	HSBC Finance 0.320% Due 01-10-12	99.88	1,997,529	100.00	2,000,000	0	2,000,000	0.33	0.320	6,400	0.32	A1	P1		
5,000,000	89233gaa4	Toyota Motor Credit Corp 0.290% Due 01-10-12	99.88	4,993,757	100.00	5,000,000	0	5,000,000	0.83	0.290	14,500	0.29	A1+	P1		
5,000,000	9612c0ab5	WestPac Bank Crp 0.280% Due 01-11-12	99.87	4,993,467	100.00	5,000,000	0	5,000,000	0.83	0.280	14,000	0.28	A1	P1		
9,000,000	36959haq0	General Electric Capital Corp 0.210% Due 01-24-12	99.90	8,991,232	100.00	9,000,000	0	9,000,000	1.50	0.210	18,900	0.21	A1+	P1		
5,000,000	89233gar7	Toyota Motor Credit Corp 0.310% Due 01-25-12	99.85	4,992,422	100.00	5,000,000	0	5,000,000	0.83	0.310	15,500	0.31	A1	P1		
2,000,000	36959hb71	General Electric Capital Corp 0.270% Due 02-07-12	99.87	1,997,495	100.00	2,000,000	0	2,000,000	0.33	0.270	5,400	0.27	A1+	P1		
7,000,000	90262cb71	UBS Finance 0.400% Due 02-07-12	99.82	6,987,167	100.00	7,000,000	0	7,000,000	1.17	0.400	28,000	0.40	A1	P1		
2,500,000	36959hbm8	General Electric Capital Corp 0.270% Due 02-21-12	99.88	2,496,887	100.00	2,500,000	0	2,500,000	0.42	0.270	6,750	0.27	A1+	P1		
3,500,000	89233gbv7	Toyota Motor Credit Corp 0.400% Due 02-29-12	99.80	3,492,922	100.00	3,500,000	0	3,500,000	0.58	0.400	14,000	0.40	A1+	P1		
8,500,000	36959hc62	General Electric Capital Corp 0.300% Due 03-06-12	99.87	8,488,562	100.00	8,500,000	0	8,500,000	1.42	0.300	25,500	0.30	A1+	P1		
3,000,000	89233gcl8	Toyota Motor Credit Corp 0.420% Due 03-20-12	99.80	2,993,945	100.00	3,000,000	0	3,000,000	0.50	0.420	12,600	0.42	A1+	P1		
				146,416,248		146,600,000	0	146,600,000	24.43		410,140	0.28				
<b>GOVT AGENCY DISCOUNT PAPER</b>																
25,000,000	313588pa7	Fannie Mae 0.090% Due 11-09-11	99.96	24,989,000	100.00	25,000,000	0	25,000,000	4.17	0.090	22,500	0.09	AAA	Aaa		
2,000,000	313384px1	Federal Home Loan Bank 0.110% Due 11-30-11	99.93	1,998,625	100.00	2,000,000	0	2,000,000	0.33	0.110	2,200	0.11	AAA	Aaa		
4,000,000	313396tj2	Freddie Mac 0.070% Due 02-21-12	99.97	3,998,701	100.00	4,000,000	0	4,000,000	0.67	0.070	2,800	0.07	AAA	Aaa		
				30,986,326		31,000,000	0	31,000,000	5.17		27,500	0.09				
<b>FEDERAL HOME LOAN BANK</b>																
4,000,000	313375c62	Federal Home Loan Bank 0.130% Due 05-15-12	99.97	3,998,800	99.92	3,996,680	664	3,997,344	0.67	0.130	5,200	0.13	NA	Aaa		
<b>FEDERAL NATIONAL MORTGAGE ASSN. (FNMA)</b>																
2,000,000	31398auu4	Fannie Mae 2.000% Due 01-09-12	100.74	2,014,880	100.50	2,010,080	9,111	2,019,191	0.33	2.000	40,000	1.99	AA+	Aaa		
4,000,000	31398ah54	Fannie Mae 1.000% Due 04-04-12	100.51	4,020,240	100.39	4,015,720	19,667	4,035,387	0.67	1.000	40,000	1.00	AA+	Aaa		
5,000,000	3135g0ca9	Fannie Mae 1.625% Due 08-08-14	100.56	5,028,050	100.38	5,018,850	11,962	5,030,812	0.84	1.625	81,250	1.62	AA+	Aaa		02-08-12
5,000,000	3136firm26	Fannie Mae 1.000% Due 08-22-14	100.00	5,000,000	100.13	5,006,700	5,417	5,012,117	0.83	1.000	50,000	1.00	AA+	Aaa		02-22-12

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 September 30, 2011

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	Bond Status	Call Put Date
5,000,000	3135g0bd4	Fannie Mae 2.750% Due 03-21-16	101.45	5,072,500	101.06	5,053,050	3,819	5,056,869	0.84	2.750	137,500	2.72	AA+	Aaa		03-21-12
				<u>21,135,670</u>		<u>21,104,400</u>	<u>49,976</u>	<u>21,154,376</u>	<u>3.52</u>		<u>348,750</u>	<u>1.65</u>				
<b>FEDERAL FARM CREDIT BANK - FRMMT</b>																
Not Classified																
5,000,000	31331kua6	Federal Farm Credit Bank 1.850% Due 08-15-16	100.00	5,000,000	100.09	5,004,350	11,819	5,016,169	0.83	1.850	92,500	1.85	AA+	Aaa		11-15-11
				<u>5,000,000</u>		<u>5,004,350</u>	<u>11,819</u>	<u>5,016,169</u>	<u>0.83</u>		<u>92,500</u>	<u>1.85</u>				
<b>MUNICIPAL BONDS</b>																
Not Classified																
25,000,000	13063blk6	California St RANs Ser A2 2.000% Due 06-26-12	101.21	25,303,500	101.23	25,307,750	12,500	25,320,250	4.22	2.000	500,000	1.98	SP1+			
4,000,000	54515ecm4	Los Angeles Cnty Calif Schs Po 2.000% Due 06-29-12	101.52	4,060,960	101.23	4,049,120	20,000	4,069,120	0.67	2.000	80,000	1.98	SP1+			
3,000,000	759911s76	Regional Transn Auth Ill Go Workin 2.843% Due 07-01-12	100.00	3,000,000	101.61	3,048,180	21,322	3,069,502	0.51	2.843	85,290	2.80	AA	Aa3		
2,070,000	21224rah9	Contra Costa Cnty Calif Fire P Pension Obligation 4.760% Due 08-01-13	104.77	2,168,656	105.74	2,188,859	16,422	2,205,281	0.36	4.760	98,532	4.50	AA-	Aa2		
1,235,000	785849ra0	Sacramento Calif City Fing Aut Tax Alloc 5.110% Due 12-01-13	96.00	1,185,600	102.36	1,264,183	21,036	1,285,219	0.21	5.110	63,108	4.99	A-	WR		
9,555,000	13063a5b6	California St Go Bds 5.250% Due 04-01-14	104.55	9,989,874	108.69	10,385,521	250,819	10,636,339	1.73	5.250	501,637	4.83	A-	A1		
4,000,000	13062tzv9	California St 5.100% Due 08-01-14	105.79	4,231,800	105.12	4,204,840	34,000	4,238,840	0.70	5.100	204,000	4.85	A-	A1		
14,000,000	13063a7f5	California St Go Bds 4.850% Due 10-01-14	100.93	14,130,460	107.62	15,067,500	339,500	15,407,000	2.51	4.850	679,000	4.51	A-	A1		
6,200,000	saforcabn1	SAFCA Bond Anticipation Note, Series 2011 3.500% Due 06-15-16	100.00	6,200,000	100.00	6,200,000	59,072	6,259,072	1.03	3.500	217,000	3.50	NA	NA		
4,450,000	13063a5f7	California St Go Bds 5.650% Due 04-01-39	103.00	4,583,500	105.83	4,709,346	125,712	4,835,058	0.78	5.650	251,425	5.34	A	A1	p	04-01-13
				<u>74,854,350</u>		<u>76,425,299</u>	<u>900,384</u>	<u>77,325,683</u>	<u>12.74</u>		<u>2,679,993</u>	<u>3.51</u>				
				<u>74,854,350</u>		<u>76,425,299</u>	<u>900,384</u>	<u>77,325,683</u>	<u>12.74</u>		<u>2,679,993</u>	<u>3.51</u>				
<b>CORPORATE BONDS</b>																
<b>CONSUMER DISCRETIONARY</b>																
4,000,000	254687av8	Disney Walt Co Mtns Be 4.700% Due 12-01-12	99.77	3,990,880	104.53	4,181,360	62,667	4,244,027	0.70	4.700	188,000	4.50	A	A2		
<b>FINANCIAL</b>																
3,000,000	441812jw5	Household Finance Corp 6.375% Due 10-15-11	102.69	3,080,700	100.14	3,004,320	88,187	3,092,507	0.50	6.375	191,250	6.37	A	A3		
5,000,000	36962gz56	General Electric Capital Corp 5.500% Due 11-15-11	100.00	5,000,000	100.54	5,027,000	103,889	5,130,889	0.84	5.500	275,000	5.47	AA+	Aa2		
5,000,000	36962gxs8	General Electric Capital Corp 5.875% Due 02-15-12	104.26	5,213,200	101.91	5,095,500	37,535	5,133,035	0.85	5.875	293,750	5.76	AA+	Aa2		
5,000,000	713448bf4	Pepsico Inc 5.150% Due 05-15-12	99.95	4,997,650	102.76	5,137,900	97,278	5,235,178	0.86	5.150	257,500	5.01	A-	Aa3		

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 September 30, 2011

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	Bond Status	Call Put Date
3,000,000	36962gyy4	General Electric Capital Corp 6.000% Due 06-15-12	99.45	2,983,376	103.71	3,111,180	53,000	3,164,180	0.52	6.000	180,000	5.79	AA+	Aa2		
5,000,000	949746nw7	Wells Fargo & Co New 5.250% Due 10-23-12	99.77	4,988,550	104.25	5,212,350	115,208	5,327,558	0.87	5.250	262,500	5.04	AA-	A2		
5,000,000	38144lac4	Goldman Sachs Group Inc 5.450% Due 11-01-12	101.21	5,060,600	103.08	5,154,250	113,542	5,267,792	0.86	5.450	272,500	5.29	A	A1		
5,000,000	36962g3t9	General Electric Capital Corp 4.800% Due 05-01-13	99.79	4,989,550	105.02	5,251,050	100,000	5,351,050	0.88	4.800	240,000	4.57	AA+	Aa2		
2,850,000	64953bap3	New York Life Global 4.650% Due 05-09-13	98.20	2,798,785	105.59	3,009,258	52,274	3,061,532	0.50	4.650	132,525	4.40	AA+	A1		
6,000,000	38141gdq4	Goldman Sachs Group Inc 5.250% Due 10-15-13	106.90	6,414,000	103.90	6,234,300	145,250	6,379,550	1.04	5.250	315,000	5.05	A	A1		
5,000,000	12572qad7	Cme Group Inc 5.750% Due 02-15-14	100.98	5,049,040	109.83	5,491,300	36,736	5,528,036	0.92	5.750	287,500	5.24	AA	Aa3		
5,000,000	61748aae6	Morgan Stanley 4.750% Due 04-01-14	103.49	5,174,500	95.03	4,751,600	118,750	4,870,350	0.79	4.750	237,500	5.00	A-	A3		
3,000,000	172967ez0	Citigroup Inc 5.500% Due 10-15-14	103.08	3,092,430	103.89	3,116,850	76,083	3,192,933	0.52	5.500	165,000	5.29	A	A3		
5,000,000	09247xad3	Blackrock Inc 3.500% Due 12-10-14	100.57	5,028,500	100.00	5,000,000	53,958	5,053,958	0.83	3.500	175,000	3.50	A+	A1		
10,000,000	53947maa4	Lloyds Tsb Bank Plc 144a 4.375% Due 01-12-15	102.03	10,203,000	97.84	9,784,100	96,007	9,880,107	1.63	4.375	437,500	4.47	A+	Aa3		
5,759,000	61747yce3	Morgan Stanley 6.000% Due 04-28-15	102.73	5,916,451	99.53	5,731,818	146,854	5,878,672	0.96	6.000	345,540	6.03	A	A2		
5,000,000	36962g4l5	General Electric Capital Corp 3.500% Due 06-29-15	101.26	5,062,980	103.29	5,164,750	44,722	5,209,472	0.86	3.500	175,000	3.39	AA+	Aa2		
3,000,000	78010xag6	Royal Bk Scotland Plc 3.950% Due 09-21-15	99.79	2,993,790	94.05	2,821,380	3,621	2,825,001	0.47	3.950	118,500	4.20	A+	Aa3		
2,000,000	61747yct0	Morgan Stanley 3.450% Due 11-02-15	97.30	1,946,000	92.09	1,841,900	28,558	1,870,458	0.31	3.450	69,000	3.75	A	A2		
3,000,000	36962g4t8	General Electric Capital Corp 2.250% Due 11-09-15	95.80	2,874,000	98.85	2,965,410	26,625	2,992,035	0.49	2.250	67,500	2.28	AA+	Aa2		
3,000,000	06406hbs7	Bank New York Mtn Bk Ent 2.500% Due 01-15-16	102.73	3,081,794	102.01	3,060,180	15,833	3,076,013	0.51	2.500	75,000	2.45	AA-	Aa2		
5,000,000	539473ag3	Lloyds TSB Bank PLC 4.875% Due 01-21-16	99.92	4,996,050	98.57	4,928,750	47,396	4,976,146	0.82	4.875	243,750	4.95	A+	Aa3		
2,000,000	06051geg0	Bank Amer Corp 3.625% Due 03-17-16	100.40	2,007,946	91.03	1,820,620	2,819	1,823,439	0.30	3.625	72,500	3.98	A	Baa1		
3,000,000	06051gea3	Bank Amer Corp 6.500% Due 08-01-16	105.50	3,165,000	99.30	2,979,150	32,500	3,011,650	0.50	6.500	195,000	6.55	A	Baa1		
5,000,000	06739fgf2	Barclays Bk Plc 5.000% Due 09-22-16	103.70	5,185,000	100.22	5,011,200	6,250	5,017,450	0.84	5.000	250,000	4.99	AA-	Aa3		
				111,302,892		110,706,116	1,642,877	112,348,992	18.45		5,334,315	4.82				
<b>HEALTHCARE</b>																
3,000,000	88166bab6	Teva Pharmaceutical Fin Iii Ll 1.500% Due 06-15-12	99.90	2,997,060	100.57	3,017,160	13,250	3,030,410	0.50	1.500	45,000	1.49	A-	A3		
5,000,000	377372ac1	Glaxosmithkline Cap Inc 4.850% Due 05-15-13	100.50	5,025,000	106.68	5,334,000	91,611	5,425,611	0.89	4.850	242,500	4.55	A+	A1		
3,182,000	771196aq5	Roche Holdings Inc 5.000% Due 03-01-14	99.27	3,158,899	109.95	3,498,641	13,258	3,511,899	0.58	5.000	159,100	4.55	AA-	A1		
				11,180,959		11,849,801	118,119	11,967,920	1.97		446,600	3.77				
				126,474,730		126,737,276	1,823,663	128,560,939	21.12		5,968,915	4.71				

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*City Investment Pool A*  
 September 30, 2011

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	Bond Status	Call Put Date
<b>VARIABLE RATE SECURITIES</b>																
Not Classified																
14,000,000	0556m5z57	BNP Paribas N Y Brh CD 0.633% Due 11-30-11	100.12	14,016,660	100.00	14,000,000	7,629	14,007,629	2.33	0.633	88,589	0.63	NA	NA		
5,000,000	3133743y4	Federal Home Loan Bank 0.750% Due 12-16-14	100.00	5,000,000	100.10	5,004,950	10,937	5,015,887	0.83	0.750	37,500	0.75	AA+	Aaa		03-16-12
4,000,000	3134g2lr1	Freddie Mac 1.000% Due 12-29-14	100.00	4,000,000	100.07	4,002,680	10,222	4,012,902	0.67	1.000	40,000	1.00	AA+	Aaa		12-29-11
5,000,000	06738kcc3	Barclays Bank Plc 2.200% Due 02-25-15	99.90	4,995,000	96.16	4,808,050	11,000	4,819,050	0.80	2.200	110,000	2.29	AA-	Aa3		02-25-12
3,000,000	61745ef30	Morgan Stanley D W Disc Srmtms 4.500% Due 08-30-15	100.00	3,000,000	99.05	2,971,440	11,625	2,983,065	0.50	4.500	135,000	4.54	A	A2		
5,000,000	3136fpv79	Fannie Mae 1.500% Due 12-28-15	100.65	5,032,650	100.29	5,014,750	625	5,015,375	0.84	1.500	75,000	1.50	AA+	Aaa		12-28-11
5,000,000	3134g2ds8	Freddie Mac 2.250% Due 04-21-16	100.00	5,000,000	100.11	5,005,700	50,000	5,055,700	0.83	2.250	112,500	2.25	AA+	Aaa		10-21-11
9,100,000	313374ge4	Federal Home Loan Bank 1.000% Due 07-20-16	99.95	9,095,450	100.03	9,103,003	17,947	9,120,950	1.52	1.000	91,000	1.00	AA+	Aaa	c	10-20-11
4,000,000	3136frr88	Fannie Mae 1.000% Due 08-22-16	100.00	4,000,000	99.69	3,987,600	4,333	3,991,933	0.66	1.000	40,000	1.00	AA+	Aaa		02-22-12
4,000,000	38143uxv8	Goldman Sachs Group Inc 3.250% Due 08-24-16	100.00	4,000,000	97.12	3,884,960	13,361	3,898,321	0.65	3.250	130,000	3.35	A	A1		
				58,139,760		57,783,133	137,680	57,920,813	9.63		859,589	1.49				
				58,139,760		57,783,133	137,680	57,920,813	9.63		859,589	1.49				
<b>TOTAL PORTFOLIO</b>				<b>598,432,186</b>		<b>600,077,440</b>	<b>2,992,740</b>	<b>603,070,179</b>	<b>100.00</b>		<b>11,222,417</b>	<b>1.87</b>				

City of Sacramento  
**PURCHASE AND SALE**  
*City Investment Pool A*  
From 09-01-11 To 09-30-11

Trade Date	Settle Date	Sec Type Code	Security Symbol	Cusip	Quantity	Security	S & P	Moody	Unit Price	Amount
<b>PURCHASES</b>										
09-07-11	09-07-11	dpus	313396tj2	313396TJ2	4,000,000	Freddie Mac 0.070% Due 02-21-12	AAA	Aaa	100	3,998,701
09-08-11	09-08-11	cpus	36959hbm8	36959HBM8	2,500,000	General Electric Capital Corp 0.270% Due 02-21-12	A1+	P1	100	2,496,887
09-08-11	09-13-11	mbus	13062tzv9	13062TZV9	4,000,000	California St 5.100% Due 08-01-14	A-	A1	106	4,231,800
09-09-11	09-09-11	cpus	4042f1w19	4042F1WL9	1,500,000	HSBC Finance 0.080% Due 09-20-11	A1	P1	100	1,499,963
09-13-11	09-16-11	cbus	06051gea3	06051GEA3	3,000,000	Bank Amer Corp 6.500% Due 08-01-16	A	Baa1	105	3,165,000
09-15-11	09-15-11	cpus	4042f1w19	4042F1WL9	5,000,000	HSBC Finance 0.080% Due 09-20-11	A1	P1	100	4,999,944
09-15-11	09-22-11	mbus	13063blk6	13063BLK6	25,000,000	California St RANs Ser A2 2.000% Due 06-26-12	SP1+		101	25,303,500
09-23-11	09-23-11	cpus	36959hc62	36959HC62	3,500,000	General Electric Capital Corp 0.300% Due 03-06-12	A1+	P1	100	3,495,187
09-29-11	09-29-11	cpus	36959hc62	36959HC62	5,000,000	General Electric Capital Corp 0.300% Due 03-06-12	A1+	P1	100	4,993,375
09-29-11	09-29-11	cpus	89233gcl8	89233GCL8	3,000,000	Toyota Motor Credit Corp 0.420% Due 03-20-12	A1+	P1	100	2,993,945
										57,178,304
<b>SALES</b>										
09-01-11	09-01-11	cpus	0660p1w15	0660P1W15	7,000,000	Bank of America Corp 0.380% Due 09-01-11	A1	P1	100	6,984,336
09-02-11	09-02-11	cpus	4042f1w21	4042F1W21	2,000,000	HSBC Finance 0.420% Due 09-02-11	A1	P1	100	1,995,030
09-06-11	09-06-11	cpus	4042f1w62	4042F1W62	1,000,000	HSBC Finance 0.230% Due 09-06-11	A1	P1	100	999,208
09-06-11	09-06-11	dpus	313384lj6	313384LJ6	9,000,000	Federal Home Loan Bank 0.070% Due 09-06-11	AAA	Aaa	100	8,997,725
09-07-11	09-07-11	cpus	74433hw75	74433HW75	4,000,000	Prudential Fund 0.230% Due 09-07-11	A1	P1	100	3,996,933
09-07-11	09-07-11	cpus	89233hw75	89233HW75	4,500,000	Toyota Motor Credit Corp 0.240% Due 09-07-11	A1	P1	100	4,496,220
09-08-11	09-13-11	cbus	14912l4f5	14912L4F5	5,000,000	Caterpillar Finl Svcs Mtns Be 6.125% Due 02-17-14	A	A2	112	5,591,500
09-20-11	09-20-11	cpus	4042f1w19	4042F1WL9	6,500,000	HSBC Finance 0.080% Due 09-20-11	A1	P1	100	6,499,908
09-20-11	09-20-11	vrus	59157baa0	59157BAA0	1,800,000	Metlife Instl Fdg Ii 0.396% Due 09-20-11	A1	P1	100	1,800,000
09-21-11	09-21-11	dpus	313396lz4	313396LZ4	11,000,000	Freddie Mac 0.100% Due 09-21-11	AAA	Aaa	100	10,995,661

City of Sacramento  
**PURCHASE AND SALE**  
*City Investment Pool A*  
 From 09-01-11 To 09-30-11

<u>Trade Date</u>	<u>Settle Date</u>	<u>Sec Type Code</u>	<u>Security Symbol</u>	<u>Cusip</u>	<u>Quantity</u>	<u>Security</u>	<u>S &amp; P</u>	<u>Moody</u>	<u>Unit Price</u>	<u>Amount</u>
09-30-11	09-30-11	vrus	313374bj8	313374BJ8	5,000,000	Federal Home Loan Bank 1.375% Due 06-30-16	AA+	Aaa	100	5,000,000
										57,356,521

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

# Sacramento Housing & Redevelopment Agency (SHRA)

## MONTHLY REVIEW - SEPTEMBER 2011

### 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).

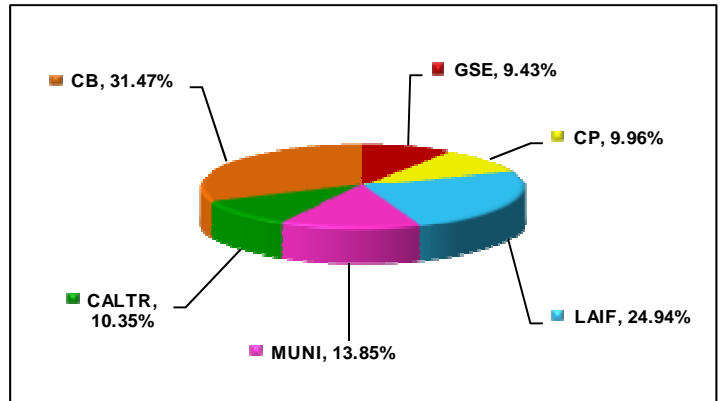
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	200,278,772
Earned Interest Yield for the Month	3.82%
Weighted Average Maturity (Yrs)	2.46
Estimated Duration (Yrs)	2.29
Historical Book Value	\$ 189,370,192
Month-End Market Value	\$ 192,001,067
Percent of Market to Book Value	101.39%

#### External third party Investment Managers

State Treasurer's Office (LAIF)	\$ 47,000,000
CalTrust	19,743,627

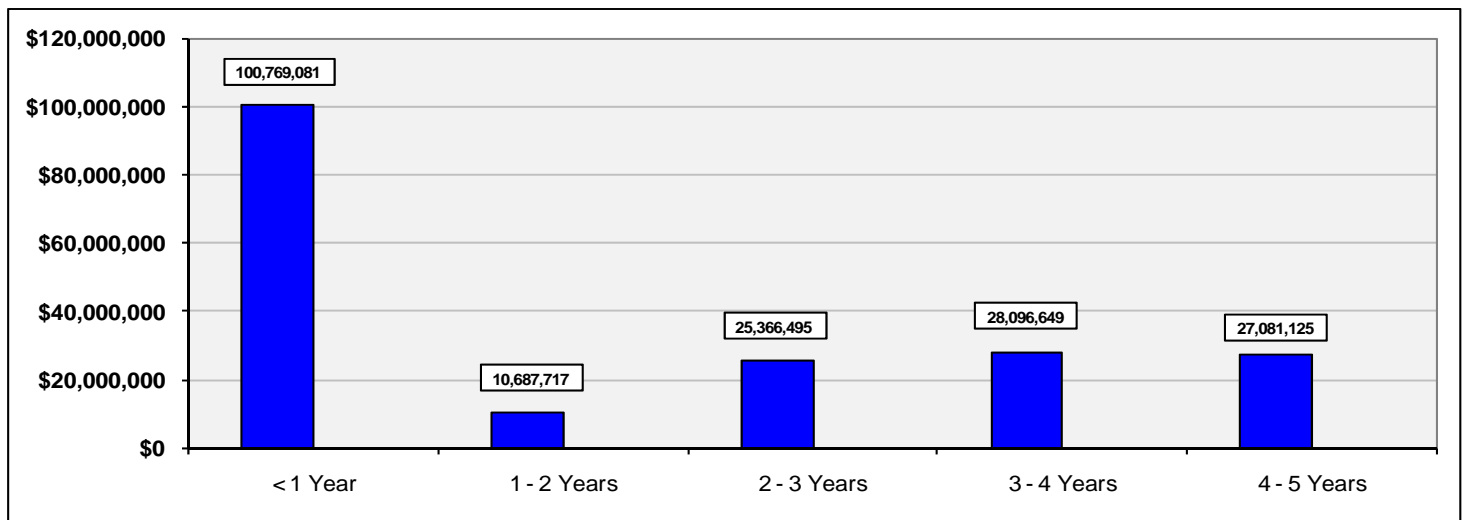
### PORTFOLIO BY ASSET CLASS



### MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	100,769,081	52.48%
1 - 2 Years	10,687,717	5.57%
2 - 3 Years	25,366,495	13.21%
3 - 4 Years	28,096,649	14.63%
4 - 5 Years	27,081,125	14.11%
Total	192,001,067	100.00%

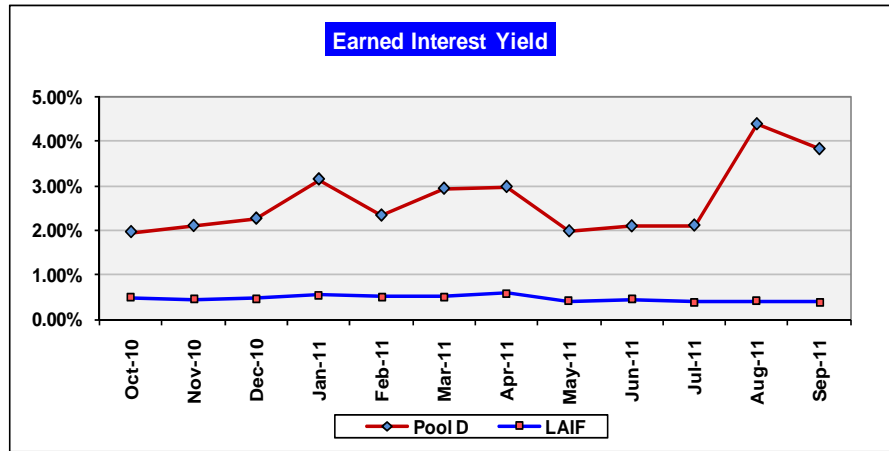
Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	9.43%	1.60%
CP	9.96%	0.41%
LAIF	24.94%	0.38%
Muni	13.85%	3.68%
CalTRUST	10.35%	0.40%
Corporate Bonds (CB)	31.47%	4.11%



## MONTHLY HIGHLIGHTS

Fixed income markets posted mixed results in September, as rates fell precipitously at the intermediate and long ends of the curve, and rose modestly at the short end. The FOMC's "Operation Twist II" program, weak U.S. economic data, and concerns over the European sovereign debt crisis all contributed to the fall in interest rates. During the month, the Pool experienced an outflow of \$9.7M in daily fund requests. Also during the month, staff took advantage of market conditions to swap \$3 million of Caterpillar corporate debt for slightly longer State of California municipal debt and booked nearly \$360k in capital gains. Additionally we added State of California GO's to the portfolio that were yielding over 3%. Comparable treasuries were yielding less than 50 basis points. Given the Fed's insistence that they will be keeping rates low through mid 2013, we do not anticipate much opportunity to gain yield. Instead, we will continue to try and find swap deals like above that will add to the pool's performance.

Earned Interest Yield		
Month	Pool D	LAIF
Oct-10	1.95%	0.48%
Nov-10	2.09%	0.45%
Dec-10	2.25%	0.46%
Jan-11	3.14%	0.54%
Feb-11	2.32%	0.51%
Mar-11	2.93%	0.50%
Apr-11	2.97%	0.59%
May-11	1.97%	0.41%
Jun-11	2.08%	0.45%
Jul-11	2.10%	0.38%
Aug-11	4.38%	0.41%
Sep-11	3.82%	0.38%
CYTD	2.85%	0.46%



## SHRA LOCAL MONEY

Pool	Beginning Balance	Additions/Withdrawals	Interest Earnings /Gains	Ending Balance	Rate of Return
<b>D</b>	\$ 200,278,772	\$ (7,700,000)	\$ (577,704)	\$ 192,001,067	3.82%
<b>J*</b>	\$ 1,328,960	\$ -	\$ 3,301	\$ 1,332,261	3.02%
<b>L*</b>	\$ 11,183,272	\$ -	\$ 27,780	\$ 11,211,052	3.02%
<b>M**</b>	\$ 963,428	\$ -	\$ 3,026	\$ 966,454	3.82%
<b>N**</b>	\$ 3,297,028	\$ -	\$ 10,356	\$ 3,307,384	3.82%
<b>Q**</b>	\$ 11,712,450	\$ -	\$ 36,787	\$ 11,749,237	3.82%
<b>R**</b>	\$ 17,762,129	\$ -	\$ 55,789	\$ 17,817,918	3.82%
<b>S**</b>	\$ 1,446,532	\$ -	\$ 4,543	\$ 1,451,075	3.82%
<b>T**</b>	\$ 754,156	\$ -	\$ 2,369	\$ 756,525	3.82%
<b>U**</b>	\$ 5,508,622	\$ -	\$ 17,302	\$ 5,525,924	3.82%
<b>V**</b>	\$ 878,360	\$ -	\$ 2,759	\$ 881,119	3.82%

\* 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**  
September 30, 2011

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	Bond Status	Call Put Date
<b>CASH AND EQUIVALENTS</b>																
	caltrust-mm	Caltrust Money Market		6,626,510		6,626,510		6,626,510	3.47	0.110	7,289	0.11				
	caltrust-st	Caltrust Short-Term		13,117,117		13,117,117		13,117,117	6.88	0.540	70,832	0.54				
	fidfund	Fidelity Fund		1,814,625		1,814,625		1,814,625	0.95	0.010	181	0.01				
	laifd	Local Agency Investment Fund, Pool D		47,000,000		47,000,000		47,000,000	24.64	0.378	177,660	0.38				
	miscintrec	Misc Interest Receivable		52,503		52,503		52,503	0.03	4.000	2,100	4.00				
	nattsy	Nations Treasury Fund		0		0		0	0.00	0.000	0	0.00				
	sliab	Securities Lending Liability		-1,277,000		-1,277,000		-1,277,000	-0.67	0.000	0	0.00				
				67,333,755		67,333,755		67,333,755	35.30		258,063	0.38				
<b>COMMERCIAL PAPER</b>																
6,000,000	25153kxu6	Deutsche Bank Financial 0.430% Due 10-28-11	99.68	5,980,722	100.00	6,000,000	0	6,000,000	3.15	0.430	25,800	0.43	A1	P1		
10,000,000	83365syw7	Societe Generale 0.410% Due 11-30-11	99.74	9,974,489	100.00	10,000,000	0	10,000,000	5.24	0.410	41,000	0.41	A1	P1		
3,000,000	36959hex1	General Electric Capital Corp 0.350% Due 05-31-12	99.74	2,992,212	100.00	3,000,000	0	3,000,000	1.57	0.350	10,500	0.35	A1+	P1		
				18,947,423		19,000,000	0	19,000,000	9.96		77,300	0.41				
<b>FEDERAL NATIONAL MORTGAGE ASSN. (FNMA)</b>																
3,000,000	3136fmpH1	Fannie Mae 2.050% Due 11-14-13	100.00	3,000,000	100.15	3,004,440	23,404	3,027,844	1.57	2.050	61,500	2.05	AA+	Aaa		11-14-11
2,000,000	3136fry98	Fannie Mae 1.000% Due 06-19-15	100.00	2,000,000	99.61	1,992,180	667	1,992,847	1.04	1.000	20,000	1.00	AA+	Aaa		06-19-12
3,000,000	3136fr4q3	Fannie Mae 1.320% Due 09-26-16	99.90	2,997,000	99.96	2,998,920	550	2,999,470	1.57	1.320	39,600	1.32	AA+	Aaa		09-26-12
				7,997,000		7,995,540	24,621	8,020,161	4.19		121,100	1.51				
<b>FEDERAL FARM CREDIT BANK - FRMMT</b>																
3,000,000	31331kua6	Federal Farm Credit Bank 1.850% Due 08-15-16	100.00	3,000,000	100.09	3,002,610	7,092	3,009,702	1.57	1.850	55,500	1.85	AA+	Aaa		11-15-11
				3,000,000		3,002,610	7,092	3,009,702	1.57		55,500	1.85				
<b>MUNICIPAL BONDS</b>																
1,000,000	196632mc4	Colorado Springs Colo Utils Re Util Sys 1.324% Due 11-15-11	100.29	1,002,870	100.29	1,002,870	5,002	1,007,872	0.53	1.324	13,240	1.32	AA	Aa2		
900,000	769036ar5	Riverside Calif Pension Oblig 1.000% Due 06-01-12	100.00	900,000	100.21	901,908	3,325	905,233	0.47	1.000	9,000	1.00	SP1+			
3,000,000	759911s76	Regional Transn Auth III Go Workin 2.843% Due 07-01-12	100.00	3,000,000	101.61	3,048,180	21,322	3,069,502	1.60	2.843	85,290	2.80	AA	Aa3		
705,000	130685xz8	California St Pub Wks Brd Leas Lease Rev 5.000% Due 11-01-13	106.01	747,342	107.21	755,830	14,687	770,518	0.40	5.000	35,250	4.66	BBB+	A2		
7,735,000	13063a5b6	California St Go Bds 5.250% Due 04-01-14	106.05	8,203,310	108.69	8,407,326	203,044	8,610,370	4.41	5.250	406,087	4.83	A-	A1		
Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V.																

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool D*  
**SHRA Local Money**  
September 30, 2011

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	Bond Status	Call Put Date
2,000,000	13062tzv9	California St 5.100% Due 08-01-14	105.79	2,115,900	105.12	2,102,420	17,000	2,119,420	1.10	5.100	102,000	4.85	A-	A1		
8,000,000	13063a7f5	California St Go Bds 4.850% Due 10-01-14	100.93	8,074,320	107.62	8,610,000	194,000	8,804,000	4.51	4.850	388,000	4.51	A-	A1		
1,500,000	13063bhz8	California St Go Bds 3.950% Due 11-01-15	100.57	1,508,505	105.88	1,588,170	24,687	1,612,857	0.83	3.950	59,250	3.73	A-	A1		
				25,552,248		26,416,705	483,068	26,899,773	13.85		1,098,117	4.16				
				25,552,248		26,416,705	483,068	26,899,773	13.85		1,098,117	4.16				
<b>CORPORATE BONDS</b>																
<b>FINANCIAL</b>																
2,000,000	441812jw5	Household Finance Corp 6.375% Due 10-15-11	102.69	2,053,800	100.14	2,002,880	58,792	2,061,672	1.05	6.375	127,500	6.37	A	A3		
3,000,000	36962gz56	General Electric Capital Corp 5.500% Due 11-15-11	100.00	3,000,000	100.54	3,016,200	62,333	3,078,533	1.58	5.500	165,000	5.47	AA+	Aa2		
1,250,000	40429cfz0	Hsbc Finance Corp 5.900% Due 06-19-12	101.65	1,270,662	102.78	1,284,712	20,896	1,305,608	0.67	5.900	73,750	5.74	A	A3		
2,000,000	949746nw7	Wells Fargo & Co New 5.250% Due 10-23-12	99.77	1,995,420	104.25	2,084,940	46,083	2,131,023	1.09	5.250	105,000	5.04	AA-	A2		
3,000,000	911312ag1	United Parcel Service Inc 4.500% Due 01-15-13	99.57	2,987,250	105.03	3,150,900	28,500	3,179,400	1.65	4.500	135,000	4.28	AA-	Aa3		
3,000,000	02666qb69	American Honda Finance 4.625% Due 04-02-13	97.20	2,916,062	104.60	3,138,060	68,990	3,207,050	1.64	4.625	138,750	4.42	A+	A1		
2,250,000	12572qad7	Cme Group Inc 5.750% Due 02-15-14	101.05	2,273,647	109.83	2,471,085	16,531	2,487,616	1.30	5.750	129,375	5.24	AA	Aa3		
2,000,000	61748aae6	Morgan Stanley 4.750% Due 04-01-14	103.49	2,069,800	95.03	1,900,640	47,500	1,948,140	1.00	4.750	95,000	5.00	A-	A3		
3,300,000	172967ez0	Citigroup Inc 5.500% Due 10-15-14	103.08	3,401,673	103.89	3,428,535	83,692	3,512,227	1.80	5.500	181,500	5.29	A	A3		
3,000,000	09247xad3	Blackrock Inc 3.500% Due 12-10-14	100.57	3,017,100	100.00	3,000,000	32,375	3,032,375	1.57	3.500	105,000	3.50	A+	A1		
1,985,000	36962g4l5	General Electric Capital Corp 3.500% Due 06-29-15	103.15	2,047,508	103.29	2,050,406	17,755	2,068,160	1.07	3.500	69,475	3.39	AA+	Aa2		
3,000,000	78010xag6	Royal Bk Scotland Plc 3.950% Due 09-21-15	99.79	2,993,790	94.05	2,821,380	3,621	2,825,001	1.48	3.950	118,500	4.20	A+	Aa3		
3,000,000	539473ag3	Lloyds TSB Bank PLC 4.875% Due 01-21-16	99.92	2,997,630	98.57	2,957,250	28,437	2,985,687	1.55	4.875	146,250	4.95	A+	Aa3		
1,000,000	06051gea3	Bank Amer Corp 6.500% Due 08-01-16	105.50	1,055,000	99.30	993,050	10,833	1,003,883	0.52	6.500	65,000	6.55	A	Baa1		
4,000,000	06739fgf2	Barclays Bk Plc 5.000% Due 09-22-16	103.70	4,148,000	100.22	4,008,960	5,000	4,013,960	2.10	5.000	200,000	4.99	AA-	Aa3		
				38,227,342		38,308,998	531,338	38,840,336	20.08		1,855,100	4.84				
<b>HEALTHCARE</b>																
2,000,000	377372ac1	Glaxosmithkline Cap Inc 4.850% Due 05-15-13	100.50	2,010,000	106.68	2,133,600	36,644	2,170,244	1.12	4.850	97,000	4.55	A+	A1		
1,000,000	66989haa6	Novartis Capital Corp 4.125% Due 02-10-14	99.90	998,970	107.53	1,075,260	5,844	1,081,104	0.56	4.125	41,250	3.84	AA-	Aa2		

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

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool D*  
**SHRA Local Money**  
September 30, 2011

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	Bond Status	Call Put Date
1,910,000	771196aq5	Roche Holdings Inc 5.000% Due 03-01-14	99.27	1,896,133	109.95	2,100,064	7,958	2,108,022	1.10	5.000	95,500	4.55	AA-	A1		
				4,905,103		5,308,924	50,447	5,359,371	2.78		233,750	4.40				
<b>INFORMATION TECHNOLOGY</b>																
3,000,000	594918ab0	Microsoft Corp 2.950% Due 06-01-14	100.68	3,020,280	106.13	3,183,960	29,500	3,213,460	1.67	2.950	88,500	2.78	AAA	Aaa		
4,320,000	882508ar5	Texas Instruments Inc 2.375% Due 05-16-16	103.14	4,455,475	102.54	4,429,858	36,480	4,466,338	2.32	2.375	102,600	2.32	A+	A1		
				7,475,755		7,613,818	65,980	7,679,798	3.99		191,100	2.51				
				50,608,201		51,231,740	647,765	51,879,505	26.86		2,279,950	4.45				
<b>VARIABLE RATE SECURITIES</b>																
Not Classified																
2,000,000	3133743y4	Federal Home Loan Bank 0.750% Due 12-16-14	100.00	2,000,000	100.10	2,001,980	4,375	2,006,355	1.05	0.750	15,000	0.75	AA+	Aaa		03-16-12
1,935,000	06738kaf8	Barclays Bank Plc 2.200% Due 02-03-15	99.90	1,933,065	96.13	1,860,115	6,858	1,866,974	0.98	2.200	42,570	2.29	AA-	Aa3		02-03-12
2,000,000	61745ef30	Morgan Stanley D W Disc Srmtns 4.500% Due 08-30-15	100.00	2,000,000	99.05	1,980,960	7,750	1,988,710	1.04	4.500	90,000	4.54	A	A2		
2,000,000	3134g2ds8	Freddie Mac 2.250% Due 04-21-16	100.00	2,000,000	100.11	2,002,280	20,000	2,022,280	1.05	2.250	45,000	2.25	AA+	Aaa		10-21-11
3,000,000	90261jhc0	UBS Ag Jersey Brh 2.000% Due 06-15-16	100.00	3,000,000	100.00	3,000,120	17,667	3,017,787	1.57	2.000	60,000	2.00	A+			12-15-11
3,000,000	313374ge4	Federal Home Loan Bank 1.000% Due 07-20-16	99.95	2,998,500	100.03	3,000,990	5,917	3,006,907	1.57	1.000	30,000	1.00	AA+	Aaa	c	10-20-11
2,000,000	38143uxv8	Goldman Sachs Group Inc 3.250% Due 08-24-16	100.00	2,000,000	97.12	1,942,480	6,681	1,949,161	1.02	3.250	65,000	3.35	A	A1		
				15,931,565		15,788,925	69,247	15,858,173	8.28		347,570	2.20				
				15,931,565		15,788,925	69,247	15,858,173	8.28		347,570	2.20				
<b>TOTAL PORTFOLIO</b>				<b>189,370,192</b>		<b>190,769,275</b>	<b>1,231,792</b>	<b>192,001,067</b>	<b>100.00</b>		<b>4,237,601</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 09-01-11 To 09-30-11*

Trade Date	Settle Date	Sec Type Code	Security Symbol	Cusip	Quantity	Security	S & P	Moody	Unit Price	Amount
<b>PURCHASES</b>										
09-07-11	09-07-11	cpus	36959hex1	36959HEX1	3,000,000	General Electric Capital Corp 0.350% Due 05-31-12	A1+	P1	100	2,992,212
09-08-11	09-13-11	mbus	13062tzv9	13062TZV9	2,000,000	California St 5.100% Due 08-01-14	A-	A1	106	2,115,900
09-13-11	09-16-11	cbus	06051gea3	06051GEA3	1,000,000	Bank Amer Corp 6.500% Due 08-01-16	A	Baa1	105	1,055,000
09-15-11	09-26-11	fmus	3136fr4q3	3136FR4Q3	3,000,000	Fannie Mae 1.320% Due 09-26-16	AA+	Aaa	100	2,997,000
09-20-11	09-20-11	cpus	4042f1ws4	4042F1WS4	3,500,000	HSBC Finance 0.080% Due 09-26-11	A1	P1	100	3,499,953
09-20-11	09-23-11	mbus	13063a5b6	13063A5B6	2,000,000	California St Go Bds 5.250% Due 04-01-14	A-	A1	110	2,190,160
										14,850,226
<b>SALES</b>										
09-08-11	09-13-11	cbus	14912l4f5	14912L4F5	3,000,000	Caterpillar Finl Svcs Mtns Be 6.125% Due 02-17-14	A	A2	112	3,354,900
09-16-11	09-16-11	fhus	3134g2kr2	3134G2KR2	5,000,000	Freddie Mac 0.900% Due 09-16-13	AA+	Aaa	100	5,000,000
09-19-11	09-19-11	cpus	04821uwk4	04821UWK4	2,500,000	Atlantic Asset 0.280% Due 09-19-11	A1	P1	100	2,499,494
09-20-11	09-20-11	vrus	3134g2kx9	3134G2KX9	3,000,000	Freddie Mac 1.000% Due 06-20-16	AA+	Aaa	100	3,000,000
09-26-11	09-26-11	cpus	4042f1ws4	4042F1WS4	3,500,000	HSBC Finance 0.080% Due 09-26-11	A1	P1	100	3,499,953
09-30-11	09-30-11	vrus	3133743p3	3133743P3	4,550,000	Federal Home Loan Bank 1.000% Due 06-30-16	AA+	Aaa	100	4,550,000
09-30-11	09-30-11	vrus	313374bj8	313374BJ8	3,000,000	Federal Home Loan Bank 1.375% Due 06-30-16	AA+	Aaa	100	3,000,000
										24,904,348

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

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool J*  
**SHRA 1999 TAB**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolA	Pool A Cash		1,314,961		1,314,961		1,314,961	98.70	3.02				
	intreceiv	Pool A Interest Receivable		17,300		17,300		17,300	1.30	3.45				
				<u>1,332,261</u>		<u>1,332,261</u>		<u>1,332,261</u>	100.00	3.03				
<b>TOTAL PORTFOLIO</b>				<b>1,332,261</b>		<b>1,332,261</b>	<b>0</b>	<b>1,332,261</b>	<b>100.00</b>	<b>3.03</b>				

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

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool L*  
**SHRA 2002 Revenue Bonds**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolA	Pool A Cash		11,125,989		11,125,989		11,125,989	99.24	3.02				
	intreceiv	Pool A Interest Receivable		85,063		85,063		85,063	0.76	3.45				
				<u>11,211,053</u>		<u>11,211,053</u>		<u>11,211,053</u>	100.00	3.02				
<b>TOTAL PORTFOLIO</b>				<b>11,211,053</b>		<b>11,211,053</b>	<b>0</b>	<b>11,211,053</b>	<b>100.00</b>	<b>3.02</b>				

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

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool M*  
**SHRA 2003 TAB, Series A**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		966,454		966,454		966,454	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>966,454</b>		<b>966,454</b>	<b>0</b>	<b>966,454</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D.

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool N*  
**SHRA 2003 TAB, Series C**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		3,307,384		3,307,384		3,307,384	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>3,307,384</b>		<b>3,307,384</b>	<b>0</b>	<b>3,307,384</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D.

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool Q*  
**SHRA 2005 Taxable Bond Proceeds**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		11,749,238		11,749,238		11,749,238	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>11,749,238</b>		<b>11,749,238</b>	<b>0</b>	<b>11,749,238</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool R*  
**SHRA 2005 Tax-Exempt Bond Proceeds**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		17,817,917		17,817,917		17,817,917	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>17,817,917</b>		<b>17,817,917</b>	<b>0</b>	<b>17,817,917</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool S*  
**SHRA 2006 TABs, Series A (Tax-Exempt)**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		1,451,075		1,451,075		1,451,075	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>1,451,075</b>		<b>1,451,075</b>	<b>0</b>	<b>1,451,075</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool T*  
**SHRA 2006 TABs, Series B (Taxable)**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		756,525		756,525		756,525	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>756,525</b>		<b>756,525</b>	<b>0</b>	<b>756,525</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool U*  
**SHRA 2006 Revenue Bonds - Taxable**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		5,525,923		5,525,923		5,525,923	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>5,525,923</b>		<b>5,525,923</b>	<b>0</b>	<b>5,525,923</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool V*  
**SHRA 2006 Revenue Bonds - Tax Exempt**  
*September 30, 2011*

<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>	<u>Bond Status</u>	<u>Call Put Date</u>
<b>CASH AND EQUIVALENTS</b>														
	PoolD	Pool D Cash		881,119		881,119		881,119	100.00	3.82				
<b>TOTAL PORTFOLIO</b>				<b>881,119</b>		<b>881,119</b>	<b>0</b>	<b>881,119</b>	<b>100.00</b>	<b>3.82</b>				

Funds in this portfolio are invested in Pool D

**Capitol Area  
Development  
Authority**

# Capitol Area Development Authority

## MONTHLY REVIEW - SEPTEMBER 2011

### 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).

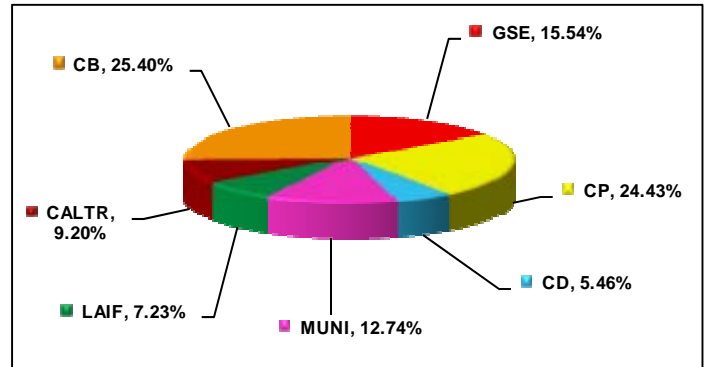
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	14,971,255
Contributions	0
Withdrawals	(151,000)
Interest Earned	37,165
Month-End Market Value	14,857,420

### PERFORMANCE

Earned Interest Yield for the Month	3.02%
Laif Rate of Return (book value)	0.38%
ML Ready Asset	0.00%
90 Day T-Bill	0.01%
Federal Funds	0.11%

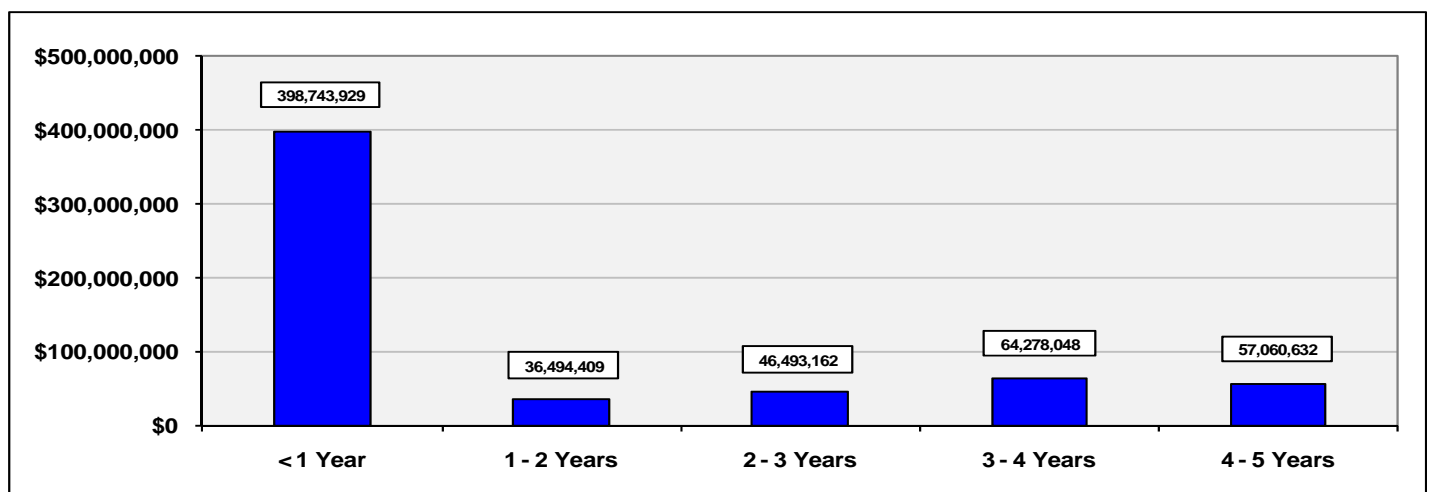
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	398,743,929	66.12%
1 - 2 Years	36,494,409	6.05%
2 - 3 Years	46,493,162	7.71%
3 - 4 Years	64,278,048	10.66%
4 - 5 Years	57,060,632	9.46%
Total	\$ 603,070,180	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	15.54%	1.00%
Commercial Paper (CP)	24.43%	0.29%
Certificates of Deposit (CD)	5.46%	0.43%
Municipals	12.74%	2.68%
LAIF	7.23%	0.38%
CalTRUST	9.20%	0.94%
Corporate Bonds (CB)	25.40%	3.97%



City of Sacramento  
**CASH LEDGER**  
*Capitol Area Development Authority - Banking*  
*From 09-01-11 To 09-30-11*

**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>						
09-01-11				Beginning Balance		14,905,599.97
09-29-11	09-29-11	lo		Pool A Cash	-151,000.00	14,754,599.97
					-151,000.00	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>14,754,599.97</b>
<b>Pool A Interest Receivable</b>						
09-01-11				Beginning Balance		65,655.17
09-30-11	09-30-11	in		Pool A Cash	37,164.76	102,819.93
				September 2011 estimated Pool A interest		
					37,164.76	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>102,819.93</b>

# Capitol Area Development Authority – Tax Exempt

## MONTHLY REVIEW - SEPTEMBER 2011

### 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).

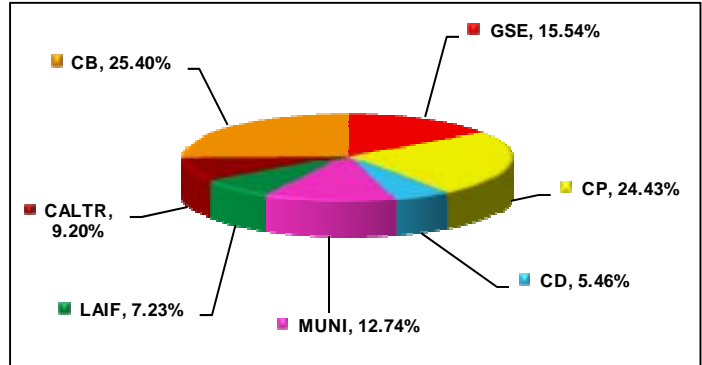
### PORTFOLIO STATISTICS

Portfolio’s Beginning Balance	1,064,805
Contributions	0
Withdrawals	0
Interest Earned	2,645
Month-End Market Value	1,067,450

### PERFORMANCE

Earned Interest Yield for the Month	3.02%
Laif Rate of Return (book value)	0.38%
ML Ready Asset	0.00%
90 Day T-Bill	0.01%
Federal Funds	0.11%

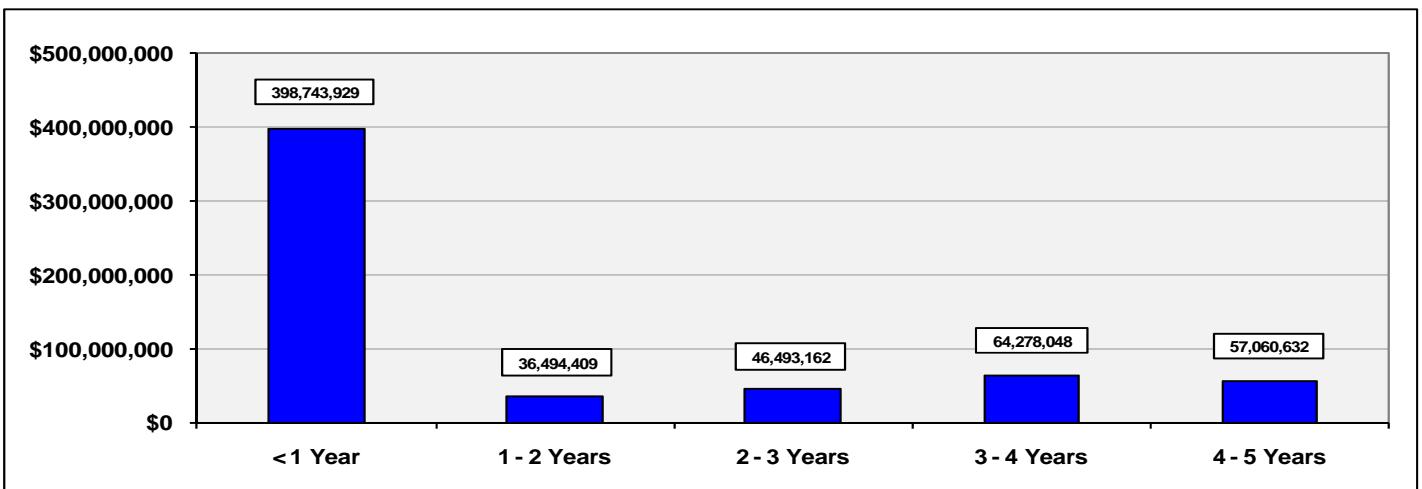
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	398,743,929	66.12%
1 - 2 Years	36,494,409	6.05%
2 - 3 Years	46,493,162	7.71%
3 - 4 Years	64,278,048	10.66%
4 - 5 Years	57,060,632	9.46%
Total	\$ 603,070,180	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	15.54%	1.00%
Commercial Paper (CP)	24.43%	0.29%
Certificates of Deposit (CD)	5.46%	0.43%
Municipals	12.74%	2.68%
LAIF	7.23%	0.38%
CaITRUST	9.20%	0.94%
Corporate Bonds (CB)	25.40%	3.97%



City of Sacramento  
**CASH LEDGER**  
*Capitol Area Development Authority - Tax Exempt*  
*From 09-01-11 To 09-30-11*

**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>						
09-01-11				Beginning Balance		5,019.90
09-30-11	09-30-11	in		Pool A Cash	2,645.06	7,664.96
				September 2011 estimated Pool A interest		
					2,645.06	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>7,664.96</b>
<b>Pool A Cash</b>						
09-01-11				Beginning Balance		1,059,785.55
<b>09-30-11</b>				<b>Ending Balance</b>		<b>1,059,785.55</b>

# Capitol Area Development Authority – Taxable

## MONTHLY REVIEW - SEPTEMBER 2011

### 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).

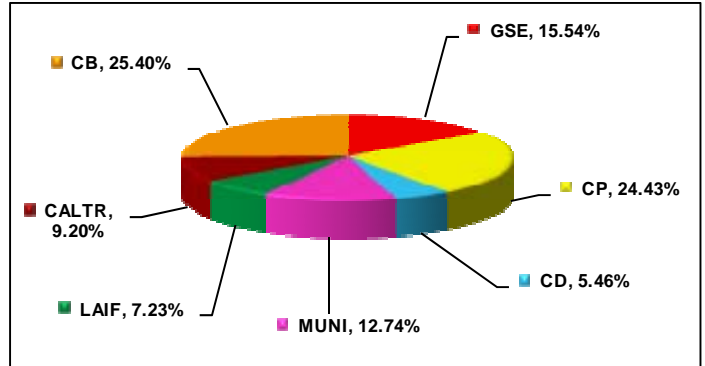
### PORTFOLIO STATISTICS

Portfolio’s Beginning Balance	2,858,490
Contributions	0
Withdrawals	0
Interest Earned	7,101
Month-End Market Value	2,865,591

### PERFORMANCE

Earned Interest Yield for the Month	3.02%
Laif Rate of Return (book value)	0.38%
ML Ready Asset	0.00%
90 Day T-Bill	0.01%
Federal Funds	0.11%

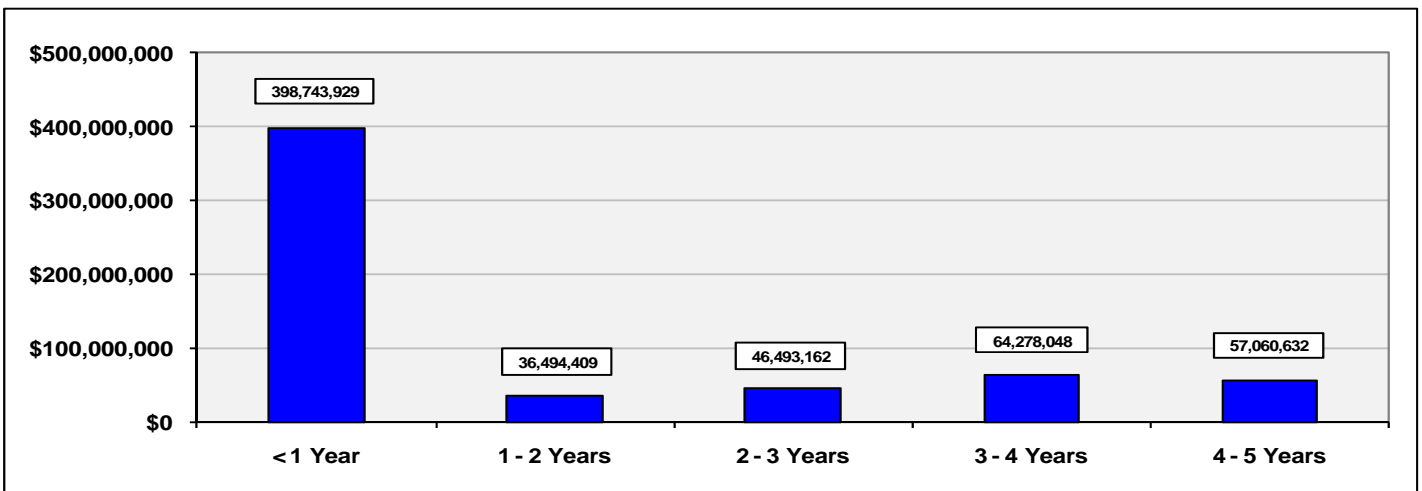
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	398,743,929	66.12%
1 - 2 Years	36,494,409	6.05%
2 - 3 Years	46,493,162	7.71%
3 - 4 Years	64,278,048	10.66%
4 - 5 Years	57,060,632	9.46%
Total	\$ 603,070,180	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	15.54%	1.00%
Commercial Paper (CP)	24.43%	0.29%
Certificates of Deposit (CD)	5.46%	0.43%
Municipals	12.74%	2.68%
LAIF	7.23%	0.38%
CaITRUST	9.20%	0.94%
Corporate Bonds (CB)	25.40%	3.97%



City of Sacramento  
**CASH LEDGER**  
*Capitol Area Development Authority - Taxable*  
*From 09-01-11 To 09-30-11*

**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>						
09-01-11				Beginning Balance		13,476.02
09-30-11	09-30-11	in		Pool A Cash	7,100.71	20,576.73
				September 2011 estimated Pool A interest		
					7,100.71	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>20,576.73</b>
<b>Pool A Cash</b>						
09-01-11				Beginning Balance		2,845,013.78
<b>09-30-11</b>				<b>Ending Balance</b>		<b>2,845,013.78</b>

**American River  
Flood Control  
District**

# American River Flood Control District

## MONTHLY REVIEW - SEPTEMBER 2011

### 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).

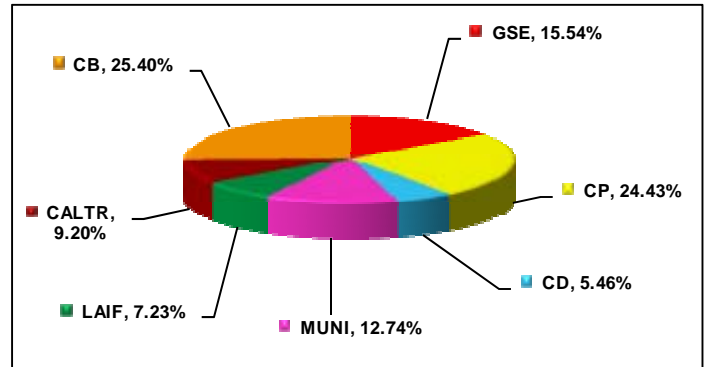
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	3,937,369
Contributions	0
Withdrawals	0
Interest Earned	9,781
Month-End Market Value	3,947,150

### PERFORMANCE

Earned Interest Yield for the Month	3.02%
Laif Rate of Return (book value)	0.38%
ML Ready Asset	0.00%
90 Day T-Bill	0.01%
Federal Funds	0.11%

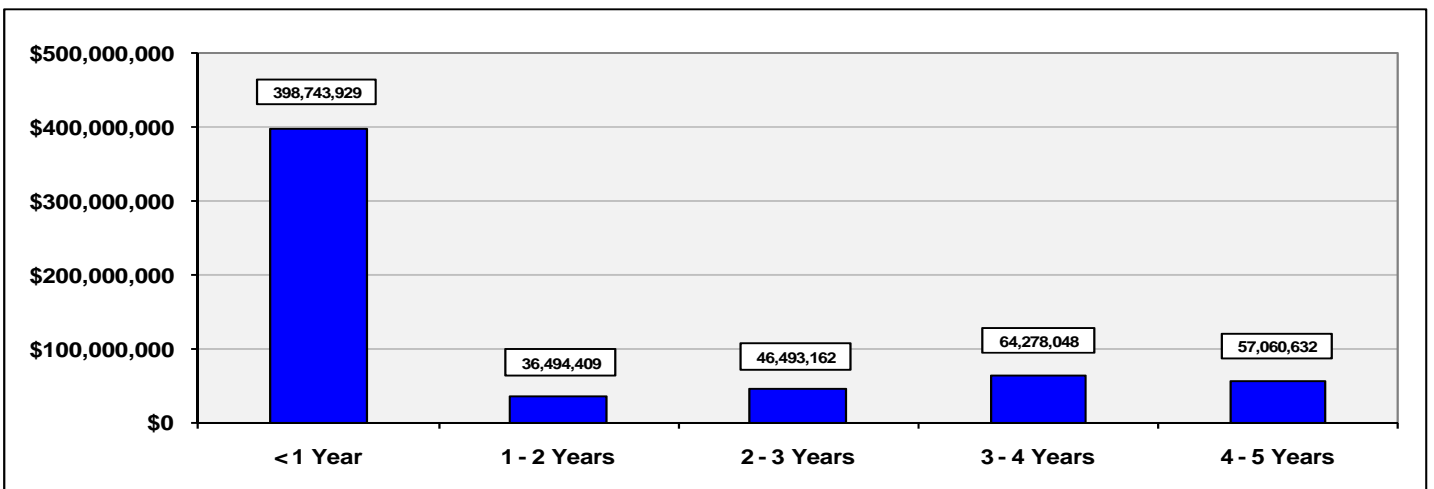
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	398,743,929	66.12%
1 - 2 Years	36,494,409	6.05%
2 - 3 Years	46,493,162	7.71%
3 - 4 Years	64,278,048	10.66%
4 - 5 Years	57,060,632	9.46%
Total	\$ 603,070,180	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	15.54%	1.00%
Commercial Paper (CP)	24.43%	0.29%
Certificates of Deposit (CD)	5.46%	0.43%
Municipals	12.74%	2.68%
LAIF	7.23%	0.38%
CaITRUST	9.20%	0.94%
Corporate Bonds (CB)	25.40%	3.97%



City of Sacramento  
**CASH LEDGER**  
*American River Flood Control District*  
*From 09-01-11 To 09-30-11*

**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>						
09-01-11				Beginning Balance		18,562.27
09-30-11	09-30-11	in		Pool A Cash	9,780.73	28,343.00
				September 2011 estimated Pool A interest		
					9,780.73	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>28,343.00</b>
<b>Pool A Cash</b>						
09-01-11				Beginning Balance		3,918,806.94
<b>09-30-11</b>				<b>Ending Balance</b>		<b>3,918,806.94</b>

**Sacramento  
Public Library  
Authority**

# Sacramento Public Library Authority

## MONTHLY REVIEW - SEPTEMBER 2011

### 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).

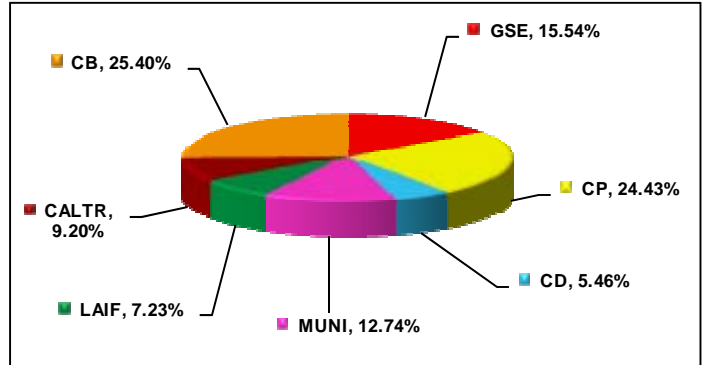
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	22,940,628
Contributions	0
Withdrawals	(3,763,000)
Interest Earned	(14,415)
Month-End Market Value	19,163,213

### PERFORMANCE

Earned Interest Yield for the Month	3.02%
Laif Rate of Return (book value)	0.38%
ML Ready Asset	0.00%
90 Day T-Bill	0.01%
Federal Funds	0.11%

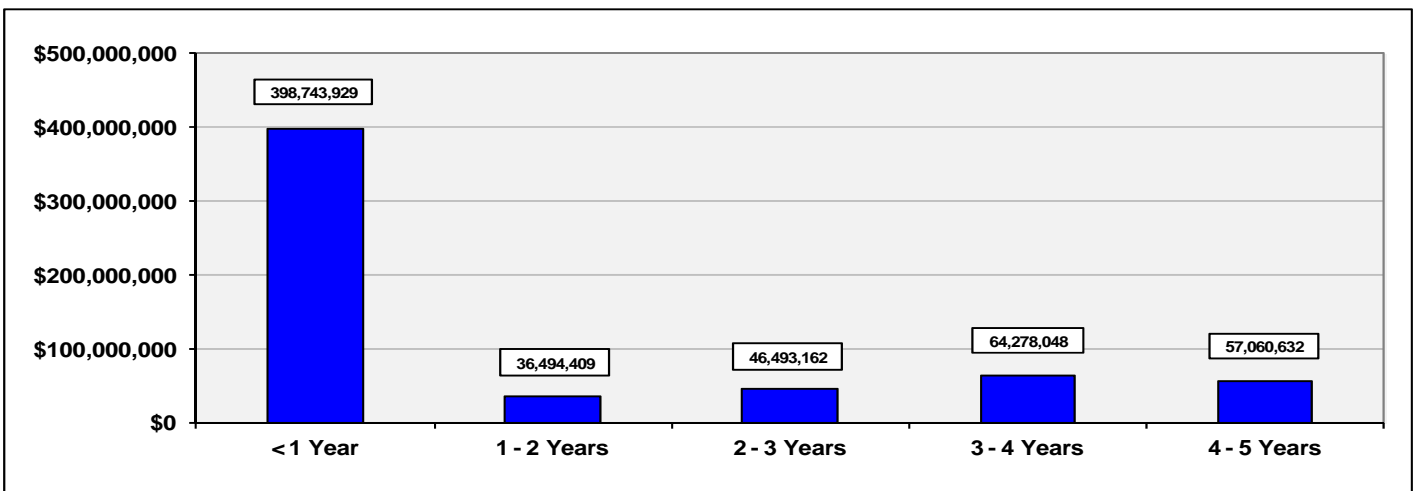
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	398,743,929	66.12%
1 - 2 Years	36,494,409	6.05%
2 - 3 Years	46,493,162	7.71%
3 - 4 Years	64,278,048	10.66%
4 - 5 Years	57,060,632	9.46%
Total	\$ 603,070,180	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	15.54%	1.00%
Commercial Paper (CP)	24.43%	0.29%
Certificates of Deposit (CD)	5.46%	0.43%
Municipals	12.74%	2.68%
LAIF	7.23%	0.38%
CaITRUST	9.20%	0.94%
Corporate Bonds (CB)	25.40%	3.97%



City of Sacramento  
**CASH LEDGER**  
*Sacramento Public Library Authority*  
*From 09-01-11 To 09-30-11*

**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>						
09-01-11				Beginning Balance		22,756,483.72
09-02-11	09-02-11	lo		Pool A Cash	-1,023,000.00	21,733,483.72
09-16-11	09-16-11	lo		Pool A Cash	-1,500,000.00	20,233,483.72
09-23-11	09-23-11	lo		Pool A Cash	-640,000.00	19,593,483.72
09-30-11	09-30-11	lo		Pool A Cash	-600,000.00	18,993,483.72
					<u>-3,763,000.00</u>	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>18,993,483.72</b>
<b>Pool A Interest Receivable</b>						
09-01-11				Beginning Balance		184,144.11
09-01-11	09-01-11	in		Pool A Cash	-66,608.32	117,535.79
				Adj to Aug'11 estimated Pool A int, posted as 136,551.95,S/B 69,943.63		
09-30-11	09-30-11	in		Pool A Cash	52,193.12	169,728.91
				September 2011 estimated Pool A interest		
					<u>-14,415.20</u>	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>169,728.91</b>

# **The Natomas Basin Conservancy**

# The Natomas Basin Conservancy

## MONTHLY REVIEW - SEPTEMBER 2011

### 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).

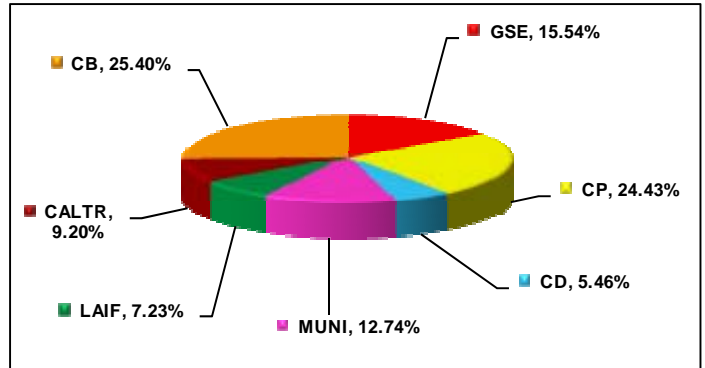
### PORTFOLIO STATISTICS

Portfolio's Beginning Balance	6,160,379
Contributions	0
Withdrawals	0
Interest Earned	15,303
Month-End Market Value	6,175,682

### PERFORMANCE

Earned Interest Yield for the Month	3.02%
Laif Rate of Return (book value)	0.38%
ML Ready Asset	0.00%
90 Day T-Bill	0.01%
Federal Funds	0.11%

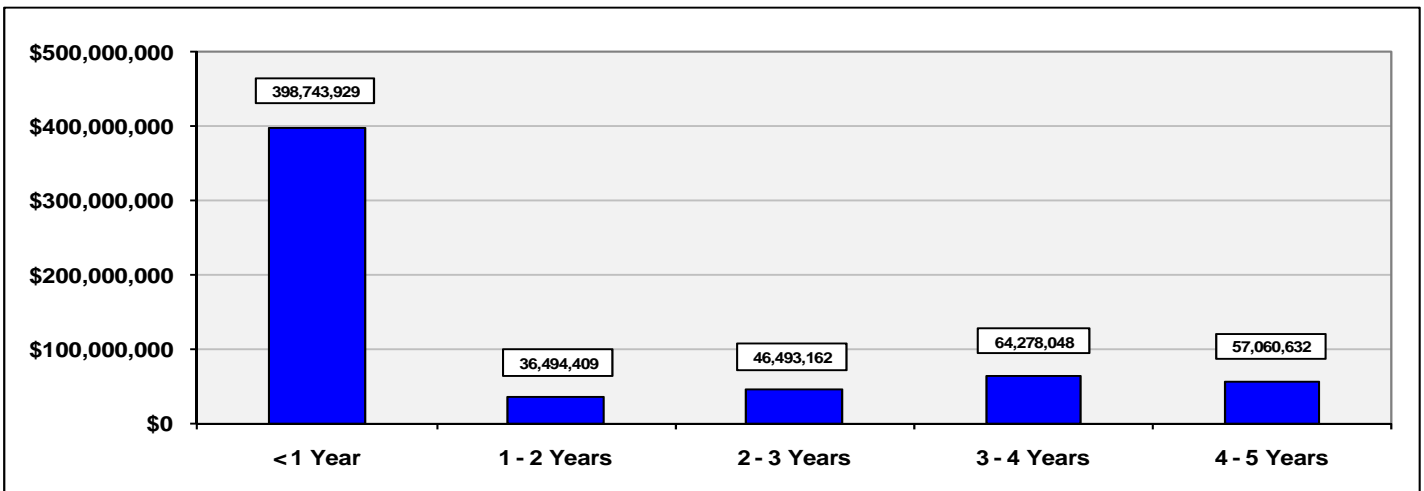
### POOL A BY ASSET CLASS



### POOL A MATURITY SCHEDULE

Maturity	Market Value	%
< 1 Year	398,743,929	66.12%
1 - 2 Years	36,494,409	6.05%
2 - 3 Years	46,493,162	7.71%
3 - 4 Years	64,278,048	10.66%
4 - 5 Years	57,060,632	9.46%
Total	\$ 603,070,180	100.00%

Investment Description	Portfolio at Cost	Yield at Month End
US Agency Notes (GSE)	15.54%	1.00%
Commercial Paper (CP)	24.43%	0.29%
Certificates of Deposit (CD)	5.46%	0.43%
Municipals	12.74%	2.68%
LAIF	7.23%	0.38%
CaITRUST	9.20%	0.94%
Corporate Bonds (CB)	25.40%	3.97%



City of Sacramento  
**CASH LEDGER**  
*The Natomas Basin Conservancy*  
*From 09-01-11 To 09-30-11*

**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>						
09-01-11				Beginning Balance		29,073.16
09-30-11	09-30-11	in		Pool A Cash	15,302.86	44,376.02
				September 2011 estimated Pool A interest		
					15,302.86	
<b>09-30-11</b>				<b>Ending Balance</b>		<b>44,376.02</b>
<b>Pool A Cash</b>						
09-01-11				Beginning Balance		6,131,305.67
<b>09-30-11</b>				<b>Ending Balance</b>		<b>6,131,305.67</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.