

**CITY OF TRACY**  
**CITY TREASURER'S REPORT**  
**SUMMARY OF ALL INVESTMENTS**  
For the Month ending December 31, 2012

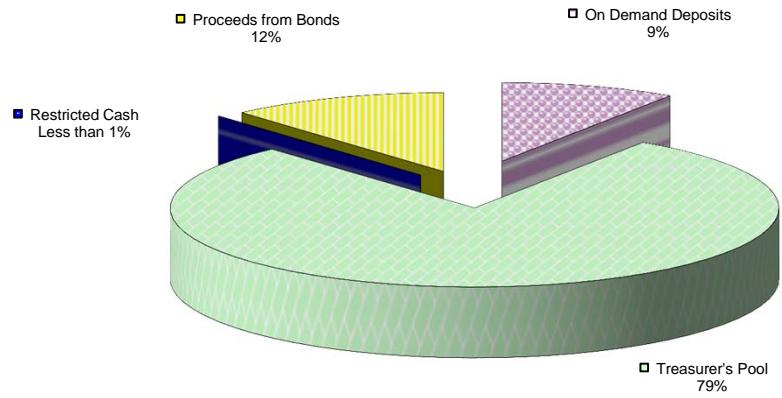
Category	Maturity		Average Interest Rate	HISTORICAL Book Value	GASB 31 ADJ Market Value
	Days	Years			
<b>Pooled Investments:</b>					
1. ON DEMAND DEPOSITS			0.020%	18,697,475.24	18,697,475.24
2. TREASURER'S INVESTMENTS				158,632,634.39	158,193,892.85
<b>Total - Pooled Investments</b>	509	1.39	1.488%	<b>177,330,109.63</b>	<b>176,891,368.09</b>
3. RESTRICTED CASH				113,560.78	113,560.78
4. PROCEEDS FROM BOND ISSUES				23,108,530.69	23,108,530.69
<b>Total - Non-Pooled Investments</b>				<b>23,222,091.47</b>	<b>23,222,091.47</b>
<b>GRAND TOTAL ALL INVESTMENTS</b>				<b>200,552,201.10</b>	<b>200,113,459.56</b>

I certify that categories #1 & #2 above comply with the City's investment policy in all respects including maturity length and permitted investments. A listing of assets owned by the City is available at the Treasurer's Office. Categories #3 & #4 are not managed by the City Treasurer but must be carried on the City's books. A copy of the City's "Investment Policy" is available at the office of the City Clerk. The City has the ability to meet projected expenditures for the next six months.

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**Raymond McCray**  
City Treasurer

\_\_\_\_\_  
Date

**City of Tracy - Investment Summary  
December 31, 2012 \$200,113,459.56 Market value**



## 2. TREASURER'S INVESTMENTS

GASB 31 Adjusted

These investments comply with the City's adopted investment policy.

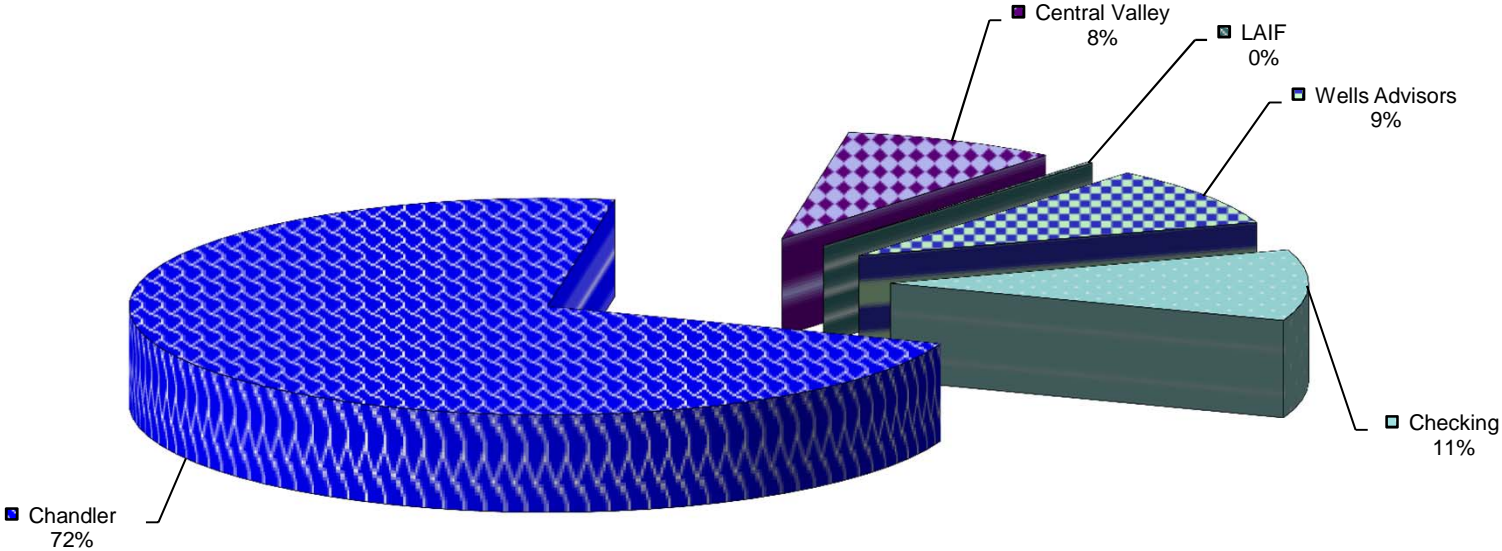
December 31, 2012

Custodian/Description	Average Purchase YTM	Days to Maturity	Interest Rate	HISTORICAL Book Value	Market Value (no accruals)	
				-		
WELLS FARGO, Sweep		1	0.02%	<b>6,129,949.24</b>	6,129,949.24	
WELLS FARGO, Checking		1		<b>12,567,526.00</b>	12,567,526.00	
Highmark	Closed		0.00%	-		
CHANDLER ASSET MNGT (120)	*	0.951%	653	1.78%	<b>127,741,189.68</b>	127,332,448.14
	*					
J.P. Morgan Securities (992)	*	1.119%	423	2.00%	<b>15,743,792.01</b>	15,743,792.01
	*					
Rabobank MM(col)		1		-	-	
Central Valley Community Bank MM(col)		1	0.33%	<b>14,733,370.83</b>	14,733,370.83	
LOCAL AGENCY INVESTMENT FUND		1	0.34%	<b>384,281.87</b>	384,281.87	
City of Tracy						
	Yield to Maturity/Market					
	Benchmark 2 year treasury	0.251				
	ML 1-5 year YTM GVAO	0.39	BVAO	0.70%		

\* Priced By Union Bank of Cal

TOTAL INVESTMENTS	<b>THIS MONTH</b>	<b>177,300,109.63</b>	176,891,368.09
GASB 31 170,030,622.79	<b>LAST MONTH</b>	159,895,811.55	159,566,634.06
	INCREASE(DECREASE) FROM LAST MONTH	17,404,298.08	17,324,734.03
	AVERAGE INTEREST RATE	1.488%	
	AVERAGE DAYS TO MATURITY	509	

**City of Tracy's Investments**  
**December 31, 2012 - \$176,891,368.09 Market Value**



**3. RESTRICTED CASH**

Monies in this category are limited for specific benefit  
and therefore are not available for pooled investment.

December 31, 2012

Item	Institution	Acct. # or Description	Book Value
HUD	Bank of America	00481-05700	15,126.69
		489-01031 CD 1/27/13 0.26%	98,434.09

TOTAL RESTRICTED CASH	<b>This Month</b>	<b>113,560.78</b>
	Last Month	113,560.78
	INCREASE(DECREASE) FROM LAST MONTH	-

#### 4. PROCEEDS FROM BOND ISSUES

Funds in this category are held by a Trustee or other investment  
which is governed by the bond documents.

December 31, 2012

District	Description		Book Value
93 Bonds	Water Revenue Bonds	Reserve Fund	245,074.50
1994-Re AD2002	TopJPA Naglee	Reserve Fund	130,849.04
2002TOPJPA	RFD 94-1	Reserve&Redemption	391,309.69
CFD1993-1	Series 2002 I-205	Reserve Fund	235,086.69
2003 Wastewater	Wastewater Refunding	Reserve Fund	340,784.42
Wastewater 2003	Berg Avenue	Reserve Fund	88,183.14
TOPJPA Series 2003A	Consolidated 5 Bond Issues	Reserve Fund	1,181,523.77
TOPJPA 2003A	Junior Lien	Reserve Fund	60,582.81
89-1	87-3 Refinancing Senior*	Reserve Fund	1,187,034.20
CDF 89-1	Junior Lien	Reserve Fund	122,176.31
CFD 89-1 2003 A	89-1 Refinancing*	Reserve Fund	3,722,561.13
Plant Upgrade	2004 wastewater	Installment Fund	
CFD 99-1	Refinance of CDF 98-1,01 & 03	Multi Funds	812,305.00
CFD 98-1	2005 Series B	Reserve Fund	286,625.47
CFD98-1	2005-A	Reserve Fund	109,596.10
TOPJA 2005 Clearing	Plan C	Reserve Fund	3,131,605.32
TOPJA 2005 Series B	Presidio	Multi Funds	25,108.38
CFD 2006-01 NEI	NEI Phase 2	Multi Funds	5,057,461.28
TOPJPA 2007 A & B	NEI - Phase 2	Improvement Fund	
TOPJA JPA 2008		Improvement Fund	3,832,755.55
TOPJA Rev Bonds 2011A	Revenue Bond	Improvement Fund	1,038,407.44
Tracy LOB 2011-1		Revenue	193,509.73
Tracy CFD 2011A		Reserve	915,990.72

*\*These accounts may also have tax receipts in balance of account until next bond principal or interest payment*

<b>TOTAL BOND PROCEEDS</b>	<b>THIS MONTH</b>	<b>23,108,530.69</b>
	LAST MONTH	25,419,770.60
	Increase(Decrease) From Last Month	(2,311,239.91)

## 5. STATISTICAL SUMMARY

GASB 31 Adjusted

The following is selected statistical information and trends concerning the Investment Portfolio.

December 31, 2012

### TRENDS

	Days	Maturity Years	Average Int Rate	Historical Book Value	Market Value	Difference
Bench Mark Month (3/95)	5,993	16.42	4.577%	46,953,583.62	27,962,754.31	18,990,829.31
<b>Last Month(11/12)</b>	557	1.53	1.590%	159,895,811.55	159,566,634.06	329,177.49
<b>This Month (12/12)</b>	509	1.39	1.488%	177,330,109.63	176,891,368.09	438,741.54
FISCAL YEAR AVERAGE	523	1.44	1.622%	169,316,341.84	168,858,280.00	458,061.84

32.00

### HISTORICAL

Pooled Investments	Pooled Investments	Monthly Totals	Total Investments	Total Investments
<u>Market Value</u>	<u>Book Value</u>	<u>Compared</u>	<u>Market Value</u>	<u>Book Value</u>
171,659,779.82	172,998,627.80	<b>November, 11</b>	203,047,165.73	204,089,013.71
170,413,334.35	171,324,047.53	<b>December, 11</b>	204,668,029.41	205,278,742.59
176,591,234.54	177,252,517.50	<b>January, 12</b>	218,638,674.99	219,299,957.95
178,973,762.16	179,758,295.85	<b>February, 12</b>	219,861,767.67	220,646,301.36
174,220,435.40	175,288,757.96	<b>March, 12</b>	209,326,276.71	210,394,609.27
172,530,846.24	173,279,808.86	<b>April, 12</b>	207,061,964.02	207,810,926.64
174,474,882.25	175,237,751.37	<b>May, 12</b>	215,336,473.19	216,099,342.31
170,030,622.79	170,721,393.92	<b>June, 12</b>	210,261,570.85	210,952,340.98
169,866,160.31	170,338,547.63	<b>July, 12</b>	210,112,679.80	210,585,067.12
168,741,672.47	169,309,492.49	<b>August, 12</b>	202,301,006.71	20,288,986.73
169,682,109.00	170,156,968.57	<b>September, 12</b>	197,343,205.56	197,818,065.23
168,401,738.00	168,867,094.07	<b>October, 12</b>	195,332,253.39	195,797,609.46
159,566,634.06	159,895,811.55	<b>November, 12</b>	185,429,142.93	186,100,265.44
176,891,368.09	177,330,109.63	<b>December, 12</b>	200,113,459.56	200,552,201.10

	Total	Total	Total	Total
	<u>FY 12-13</u>	<u>FY 11-12</u>	<u>FY 10-11</u>	<u>FY 09-10</u>
INTEREST EARNINGS				
Pooled Investments	<b>Month</b>			
Interest Earnings Net	276,275.95	1,388,226.55	4,383,252.57	4,438,438.08
Pooled Investments				
Gain (loss) on sale	<b>Capital gain/loss</b>			
	(31,597.10)			

## 6. TRACY CONSOLIDATED

Portfolio Summary Information

Period Ending December 31, 2012

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### Sector/Quality Distribution

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<u>Sector</u>	<u>Market Value</u>	<u>Quality</u>
Treasury	8.5%	TSY
Agency	40.5%	AAA
Corporate	22.7%	AA-
ABS	0.0%	
CMO	0.0%	
Time Deposits	0.0%	NR
LAIF	0.2%	NR
Negotiable CD	0.6%	
Commercial Paper	3.6%	AAA
Money Market Funds	23.7%	TSY
Municipal Bonds	0.3%	
Corporate FDIC Guaranteed	0.0%	AAA

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### Duration/Maturity Distribution

% of Portfolio

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<u>Years</u>	<u>Maturity</u>
0 - .25	31.8%
.25 -.50	6.1%
.5 - 1	15.4%
1 year-2 year	13.1%
2 year-3 year	19.3%
3 year- 4 year	9.6%
4 -year- 5 year	4.7%
5 year +	0.0%