

**CITY OF TRACY**  
**CITY TREASURER'S REPORT**  
**SUMMARY OF ALL INVESTMENTS**  
For the Month ending August 31, 2011

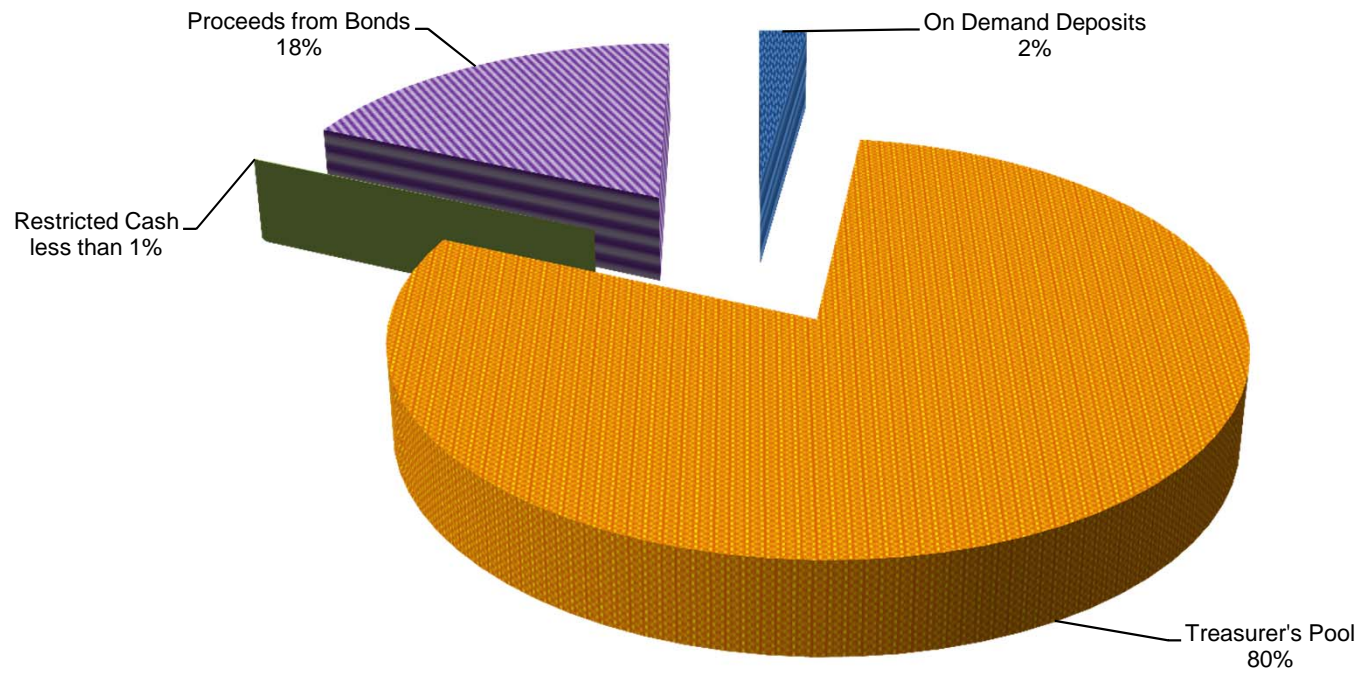
Category	Maturity		Average Interest Rate	HISTORICAL Book Value	GASB 31 ADJ Market Value
	Days	Years			
<b>Pooled Investments:</b>					
1. ON DEMAND DEPOSITS			0.050%	4,804,616.60	4,804,616.60
2. TREASURER'S INVESTMENTS				172,951,639.31	172,928,662.99
<b>Total - Pooled Investments</b>	488	1.34	2.306%	<b>177,756,255.91</b>	<b>177,733,279.59</b>
3. RESTRICTED CASH				113,235.62	113,235.62
4. PROCEEDS FROM BOND ISSUES				39,740,438.18	39,740,438.18
<b>Total - Non-Pooled Investments</b>				<b>39,853,673.80</b>	<b>39,853,673.80</b>
<b>GRAND TOTAL ALL INVESTMENTS</b>				<b>217,609,929.71</b>	<b>217,586,953.39</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's Investments**  
**August 31, 2011 - \$217,586,953.39**



## 2. TREASURER'S INVESTMENTS

GASB 31 Adjusted

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

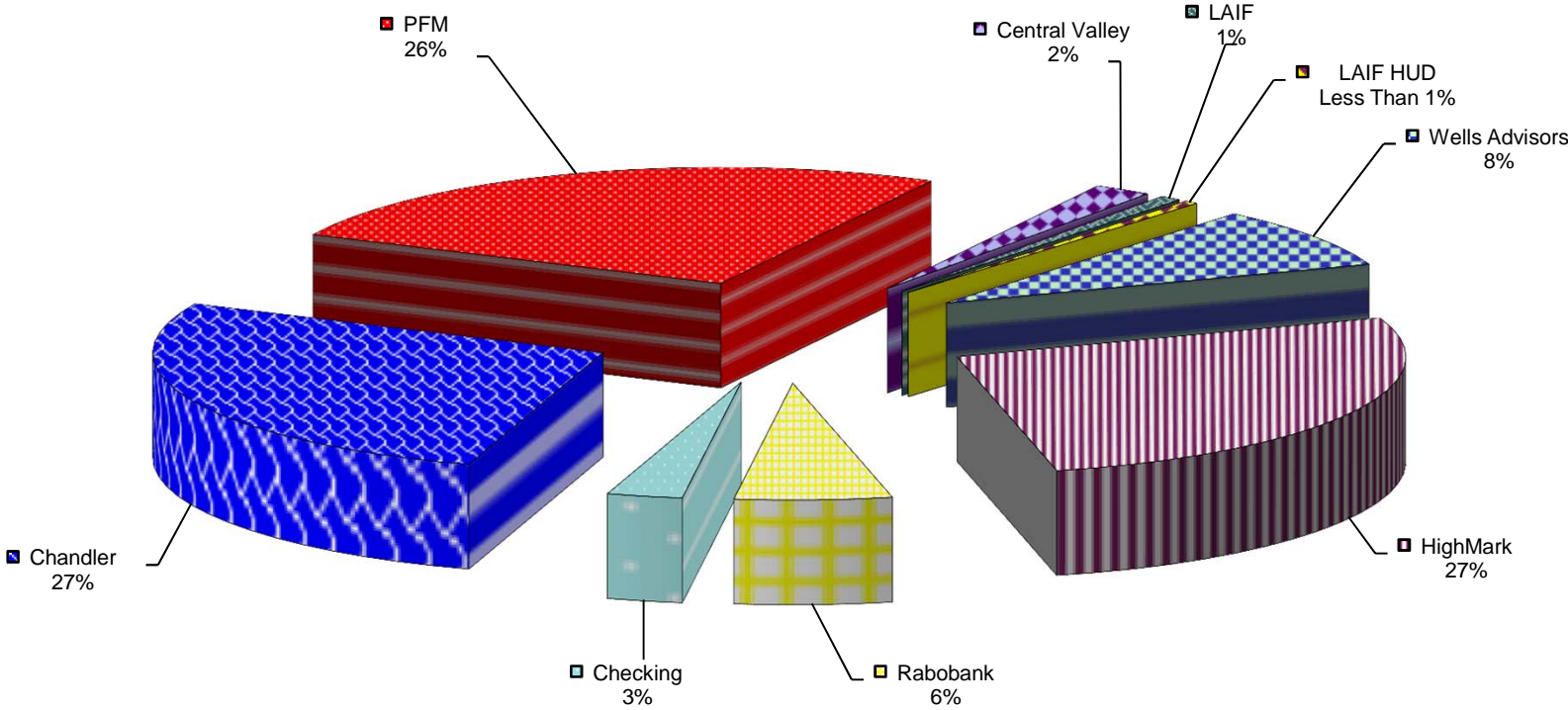
August 31, 2011

Custodian/Description	Average Purchase YTM	Days to Maturity	Interest Rate	HISTORICAL Book Value	Market Value (no accruals)	
				-		
WELLS FARGO, Sweep		1	0.05%	<b>33,849.00</b>	33,849.00	
WELLS FARGO, Checking		1		<b>4,770,167.60</b>	4,770,167.60	
				-		
CHANDLER ASSET MNGT (04)	*	1.714%	693	2.75%	<b>48,108,749.70</b>	48,206,225.72
PFM (05)	*	1.128%	661	1.92%	<b>45,748,208.55</b>	45,943,662.28
Wells Fargo Advisors	*	1.361%	745	3.12%	<b>15,300,930.09</b>	15,075,568.55
HIGHMARK (07)	*	1.749%	303	3.05%	<b>47,826,947.65</b>	47,736,403.12
Rabobank MM(col)				0.51%	<b>10,016,597.78</b>	10,016,597.78
LAIF/HUD			1	0.39%	<b>876,456.63</b>	876,456.63
Central Valley Community Bank MM(col)			1	0.38%	<b>3,696,441.45</b>	3,696,441.45
LOCAL AGENCY INVESTMENT FUND City of Tracy			1	0.39%	<b>1,377,907.46</b>	1,377,907.46
	Yield to Maturity/Market					
	Benchmark 2 year treasury	0.357				
	ML 1-5 year YTM GVAO	0.614	BVAO	1.01%		

\* Priced By Union Bank of Cal

TOTAL INVESTMENTS	<b>THIS MONTH</b>	<b>177,756,255.91</b>	177,733,279.59
GASB 31 218,759,507.93	<b>LAST MONTH</b>	184,463,454.50	184,554,047.96
	INCREASE(DECREASE) FROM LAST MONTH	(6,707,198.59)	(6,820,768.37)
	AVERAGE INTEREST RATE	2.368%	
	AVERAGE DAYS TO MATURITY	503	

**City of Tracy's Investments**  
**August 31, 2011 - \$177,733,279.59 Market Value**



### 3. RESTRICTED CASH

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

August 31, 2011

Item	Institution	Acct. # or Description	Book Value
HUD	Bank of America	00481-05700	15,118.38
		489-01031 CD 10/27/11 0.26%	98,117.24

TOTAL RESTRICTED CASH	<b>This Month</b>	<b>113,235.62</b>
	Last Month	113,127.58
	INCREASE(DECREASE) FROM LAST MONTH	108.04

#### 4. PROCEEDS FROM BOND ISSUES

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

August 31, 2011

District	Description		Book Value
93 Bonds	Water Revenue Bonds	Reserve Fund	
CFD 93-1	Tracy Marketplace*	Reserve Fund	704,986.10
AD 98-4	Morrison Homes*	Reserve Fund	346,656.07
AD 2000-02	Heartland 3	Reserve Fund	136,838.03
CFD 99-2	South MacArthur*	Reserve Fund	1,002,997.30
TOPJPA 94-1	AD 94-1 Refinancing*	Reserve Fund	132,633.06
RFD 94-1	AD 94-1 Refinancing*	Reserve Fund	676,942.00
CFD 99-2	South MacArthur Series 2002*	Reserve & Improvement Fund	822,601.79
CFD 93-1	Series 2002*	Reserve Fund	232,473.07
Wastewater 2003	Morrison Homes*	Reserve Fund	337,525.58
AD 2003-01	Berg Avenue*	Reserve Fund	137,388.55
TOPJPA 2003A	I-205 Residential*	Reserve Fund	1,858,829.95
TOPJPA 2003B	I-205 Residential*	Reserve Fund	60,004.45
TOPJPA 2003C	87-3 Refinancing*	Reserve Fund	2,819,286.50
TOPJPA 2003D	87-3 Refinancing*	Reserve Fund	271,099.95
CFD 89-1 2003A	89-1 Refinancing*	Reserve Fund	2,246,840.60
CFD 89-1 2003B	89-1 Refinancing*	Reserve Fund	122,081.12
CDA 2003A&B	CDA 03A & 03B	Reserve & Project Funds	5,016,981.49
Wastewater 2004	Upgrade	Installment Fund	
CFD 99-1	Series 2004 - NEI Phase 1	Multi Funds	1,342,682.05
TOPJA 2005 Clearing	Refinance of CDF 98-1,01 & 03	Special Tax Fund	
TOPJA 2005 Series B	Plan C	Reserve Fund	109,595.93
TOPJA 2005 Project		Multi Funds	3,131,599.88
TOPJA 2005, Series C	2000-01 Presidio	Multi Funds	591,026.92
CFD 2006-01 NEI	NEI - Phase 2	Improvement Fund	6,557,272.64
TOPJA 2007 A & B		Improvement Fund	2,735,027.67
TOPJA JPA 2008	Revenue Bond	Improvement Fund	8,347,067.48

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

TOTAL BOND PROCEEDS	<b>THIS MONTH</b>	<b>39,740,438.18</b>
	LAST MONTH	39,595,771.54
	Increase(Decrease) From Last Month	144,666.64

## 5. STATISTICAL SUMMARY

GASB 31 Adjusted

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

August 31, 2011

### 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 7/11</b>	488	1.34	2.306%	184,465,454.50	184,554,047.96	(88,593.46)
<b>This Month (8/11)</b>	503	1.38	2.368%	177,756,255.91	177,733,279.59	22,976.32
<b>FISCAL YEAR AVERAGE</b>	501	1.36	2.315%	181,110,855.21	181,143,663.78	(32,808.57)

### 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>
204,096,766.90	196,755,748.99	<b>July,10</b>	244,632,356.63	242,550,133.98
194,372,539.39	192,448,517.44	<b>August,10</b>	240,166,841.44	238,242,819.49
198,999,129.52	197,298,905.50	<b>September,10</b>	235,051,284.09	233,351,060.07
196,578,841.40	194,805,640.97	<b>October,10</b>	231,967,075.82	230,193,875.39
189,520,496.44	188,488,588.83	<b>November,10</b>	224,908,730.86	223,876,793.25
197,048,051.39	196,716,089.05	<b>December,10</b>	234,040,105.24	233,708,634.35
192,725,693.65	192,340,625.85	<b>January,11</b>	234,374,322.59	233,989,254.79
195,194,063.23	195,175,348.24	<b>February,11</b>	237,177,680.55	237,196,395.54
191,970,781.32	192,408,647.40	<b>March,11</b>	230,201,108.55	230,638,974.63
189,105,786.46	189,232,986.49	<b>April, 11</b>	226,754,859.30	226,882,059.33
188,547,279.62	188,511,591.21	<b>May,11</b>	226,854,874.49	226,819,286.08
192,845,503.29	192,809,735.24	<b>June,11</b>	230,479,403.30	230,515,171.35
184,554,047.96	184,465,245.50	<b>July,11</b>	224,263,054.44	224,172,251.98
177,756,255.91	177,733,279.50	<b>August,11</b>	217,586,935.39	217,609,929.71

	Total	Total	Total	Total	Total
INTEREST EARNINGS	Month	FY 11-12	FY 10-11	FY 09-10	FY 08-09
Pooled Investments					
Interest Earnings Net	386,962.99	622,095.26	4,438,435.08	4,431,889.09	6,554,499.08
Pooled Investments					
Gain (loss) on sale	<b>Capital gain/loss</b> 58,711.31				

## 6. TRACY CONSOLIDATED

Portfolio Summary Information

Period Ending August 31, 2011

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### Sector/Quality Distribution

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<u>Sector</u>	<u>Market Value</u>	<u>Quality</u>
Treasury	4.3%	TSY
Agency	39.9%	AAA
Corporate	30.0%	AA-
ABS	0.0%	
CMO	0.0%	
Time Deposits	0.0%	NR
LAIF	1.3%	NR
Negotiable CD	1.7%	
Commercial Paper	5.9%	AAA
Money Market Funds	10.5%	TSY
Municipal Bonds	0.0%	
Corporate FDIC Guaranteed	6.5%	AAA

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### Duration/Maturity Distribution

% of Portfolio

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<u>Years</u>	<u>Maturity</u>
0 - .25	21.4%
.25 -.50	6.5%
.5 - 1	12.1%
1 year-2 year	28.0%
2 year-3 year	22.7%
3 year- 4 year	6.6%
4 -year- 5 year	2.8%
5 year +	0.0%