

**CITY OF TRACY**  
**CITY TREASURER'S REPORT**  
**SUMMARY OF ALL INVESTMENTS**  
For the Month ending June 30, 2010

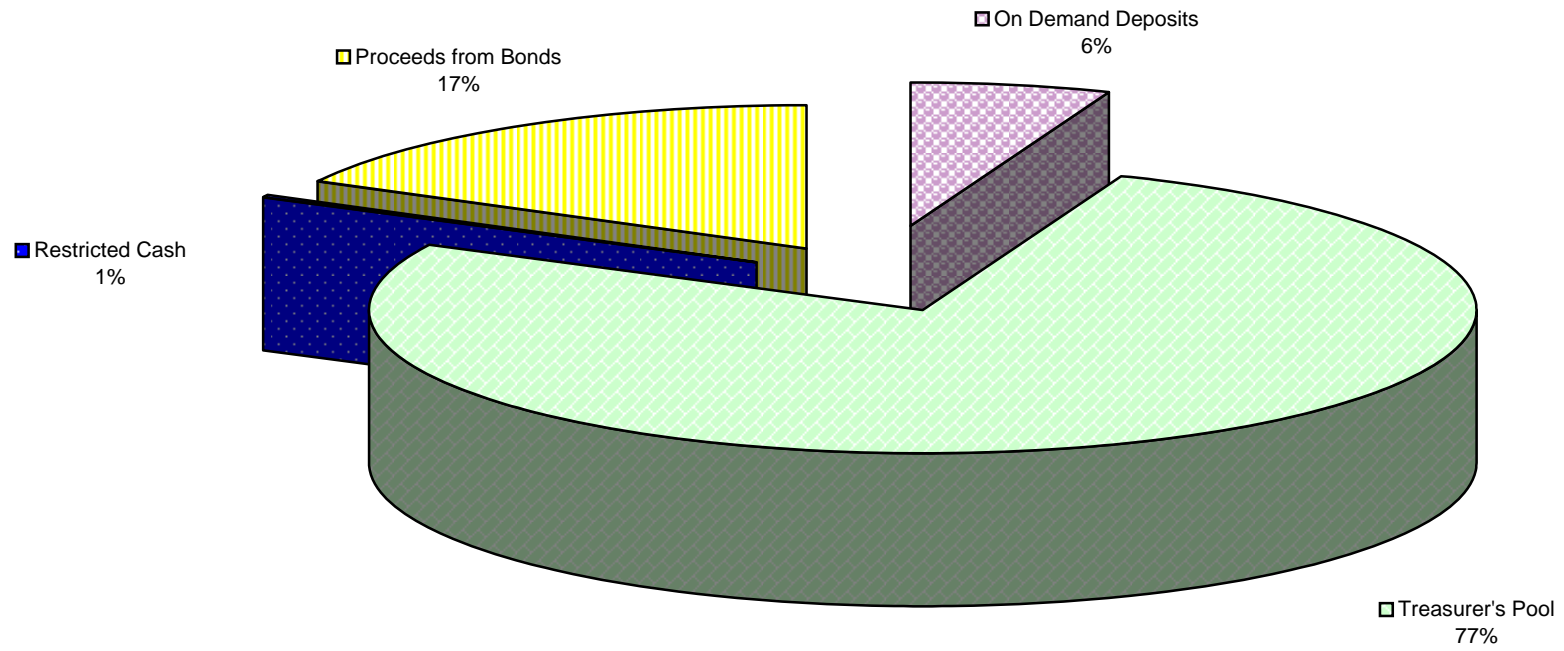
Category	Maturity		Average Interest Rate	HISTORICAL Book Value	GASB 31 ADJ Market Value
	Days	Years			
<b>Pooled Investments:</b>					
1. ON DEMAND DEPOSITS			0.010%	14,303,988.77	14,303,988.77
2. TREASURER'S INVESTMENTS				187,883,933.79	189,792,811.13
<b>Total - Pooled Investments</b>	503	1.38	2.128%	<b>202,187,922.56</b>	<b>204,096,766.90</b>
3. RESTRICTED CASH				986,201.77	986,201.77
4. PROCEEDS FROM BOND ISSUES				42,333,790.80	42,333,790.80
<b>Total - Non-Pooled Investments</b>				<b>43,319,992.57</b>	<b>43,319,992.57</b>
<b>GRAND TOTAL ALL INVESTMENTS</b>				<b>245,507,915.13</b>	<b>247,416,759.47</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**  
**June 30, 2010 \$247,416,759.47 Market value**



## 2. TREASURER'S INVESTMENTS

GASB 31 Adjusted

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

June 30, 2010

Custodian/Description	Purchase Date	Maturity Date	Days to Maturity	Interest Rate	HISTORICAL Book Value	Market Value (no accruals)
					-	
WELLS FARGO, Sweep			1	0.10%	<b>7,699,705.00</b>	7,699,705.00
WELLS FARGO, Checking			1		<b>6,604,283.77</b>	6,604,283.77
Highmark Limited Maturity Port(990)	*	Transferred to (07)			-	
CHANDLER ASSET MNGT (04)	*		704	3.19%	<b>51,447,955.06</b>	52,005,812.00
PFM (05)	*		726	2.01%	<b>49,152,313.41</b>	49,942,797.36
Wells Fargo Advisors	*		879	1.58%	<b>18,378,220.36</b>	18,444,333.44
HIGHMARK (07)	*		248	2.24%	<b>58,681,314.70</b>	59,175,705.07
Tracy Federal Credit Union	11/5/2009	5/4/2010	4	0.88%	<b>104,180.33</b>	104,180.33
PACIFIC STATE BANK CD	7-Mar-10	7-Sep-10	152	0.70%	<b>95,000.00</b>	95,000.00
CDARS FDIC Bank program		Closed				
Central Valley Community Bank MM(col)			1	0.53%	<b>8,164,127.69</b>	8,164,127.69
LOCAL AGENCY INVESTMENT FUND			1	0.56%	<b>1,860,822.24</b>	1,860,822.24
City of Tracy						

Yield to Maturity/Market

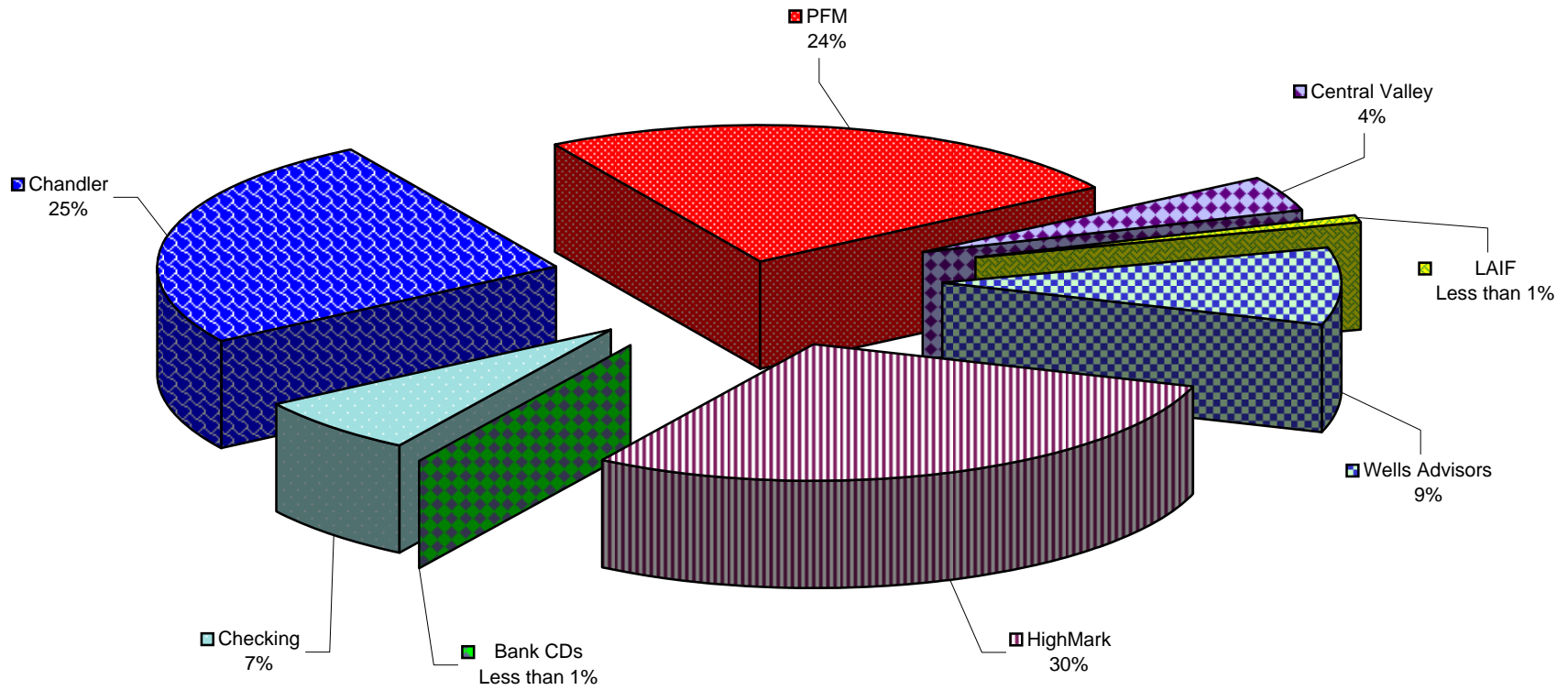
Benchmark 2 year treasury 0.605

ML 1-5 year YTM GVAO 0.953 BVAO 1.47%

\* Priced By Union Bank of Cal

TOTAL INVESTMENTS	<b>THIS MONTH</b>	<b>202,187,922.56</b>	204,096,766.90
GASB 31 218,759,507.93	<b>LAST MONTH</b>	197,145,063.49	198,699,660.56
	INCREASE(DECREASE) FROM LAST MONTH	5,042,859.07	5,397,106.34
	AVERAGE INTEREST RATE	2.128%	
	AVERAGE DAYS TO MATURITY	503	

**City of Tracy's Investments**  
**June 30, 2010 - \$204,096,766.90 Market Value**



### 3. RESTRICTED CASH

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

June 30, 2010

Item	Institution	Acct. # or Description	Book Value
HUD	Bank of America	00481-05700	15,104.77
HUD		489-01031 CD 7/24/10	97,766.10
HUD	Local Agency Inv. Fund	65-39-002	870,986.81
		HUD and Housing Funds	
RDA	Community Banks	Acc #100428249	2,344.09
		Community Cultural Arts Comm.	

TOTAL RESTRICTED CASH	<b>This Month</b>	<b>986,201.77</b>
	Last Month	984,161.65
	INCREASE(DECREASE) FROM LAST MONTH	2,040.12

#### 4. PROCEEDS FROM BOND ISSUES

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

June 30, 2010

District	Description		Book Value
93 Bonds	Water Revenue Bonds	Reserve Fund	
CFD 93-1	Tracy Marketplace*	Reserve Fund	545,809.37
AD 98-4	Morrison Homes*	Reserve Fund	305,965.49
AD 2000-02	Heartland 3	Reserve Fund	121,408.38
CFD 99-2	South MacArthur*	Reserve Fund	988,446.60
TOPJPA 94-1	AD 94-1 Refinancing*	Reserve Fund	128,220.77
RFD 94-1	AD 94-1 Refinancing*	Reserve Fund	587,818.18
CFD 99-2	South MacArthur Series 2002*	Reserve & Improvement Fund	797,522.05
CFD 93-1	Series 2002*	Reserve Fund	214,414.55
Wastewater 2003	Morrison Homes*	Reserve Fund	334,010.37
AD 2003-01	Berg Avenue*	Reserve Fund	124,487.24
TOPJPA 2003A	I-205 Residential*	Reserve Fund	1,629,193.33
TOPJPA 2003B	I-205 Residential*	Reserve Fund	59,380.50
TOPJPA 2003C	87-3 Refinancing*	Reserve Fund	4,136,485.88
TOPJPA 2003D	87-3 Refinancing*	Reserve Fund	270,166.35
CFD 89-1 2003A	89-1 Refinancing*	Reserve Fund	2,218,118.09
CFD 89-1 2003B	89-1 Refinancing*	Reserve Fund	123,847.03
CDA 2003A&B	CDA 03A & 03B	Reserve & Project Funds	3,717,942.74
Wastewater 2004	WWTP COP's	Construction Fund	0.00
CFD 99-1	Series 2004 - NEI Phase 1	Multi Funds	1,673,754.30
TOPJA 2005 Clearing	Refinance of CDF 98-1,01 & 03	Special Tax Fund	2,759,187.10
TOPJA 2005 Series B	Plan C	Reserve Fund	109,595.33
TOPJA 2005 Project		Multi Funds	3,131,582.99
TOPJA 2005, Series C	2000-01 Presidio	Multi Funds	435,545.84
CFD 2006-01 NEI	NEI - Phase 2	Improvement Fund	6,273,414.61
TOPJA 2007 A & B		Improvement Fund	2,640,985.12
TOPJA JPA 2008	Revenue Bond	Improvement Fund	9,006,488.59

\*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>42,333,790.80</b>
	LAST MONTH	43,005,285.52
	Increase(Decrease) From Last Month	(671,494.72)

## 5. STATISTICAL SUMMARY

GASB 31 Adjusted

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

June 30, 2010

### 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 5/10)</b>	568	1.56	2.313%	197,145,093.59	198,699,660.56	(1,554,566.97)
<b>This Month (6/10)</b>	503	1.38	2.128%	202,187,922.56	204,096,766.90	(1,908,844.34)
FISCAL YEAR AVERAGE	544	1.49	2.406%	206,257,670.20	208,207,067.20	(1,949,397.00)

### HISTORICAL

Pooled Investments  <u>Market Value</u>	Pooled Investments  <u>Book Value</u>	<b>Monthly Totals  Compared</b>	Total Investments  <u>Market Value</u>	Total Investments  <u>Book Value</u>
220,705,863.83	218,759,507.93	<b>June,09</b>	264,006,218.72	262,059,862.82
216,044,264.67	214,300,114.13	<b>July,09</b>	261,725,714.05	259,981,563.51
213,596,948.28	211,488,529.46	<b>August,09</b>	257,431,623.02	255,323,204.20
208,397,163.84	206,411,864.92	<b>September,09</b>	245,756,592.54	243,771,293.62
206,780,820.02	204,255,073.25	<b>October,09</b>	243,248,192.84	240,722,446.07
207,792,577.65	204,826,713.27	<b>November,09</b>	242,892,905.67	245,858,770.05
215,079,718.89	213,419,063.79	<b>December,09</b>	251,106,905.51	249,446,250.40
210,284,014.19	208,343,605.42	<b>January,10</b>	253,443,625.51	251,503,206.02
205,649,799.01	203,722,455.05	<b>February,10</b>	248,809,479.85	246,882,135.89
204,164,445.07	202,880,439.90	<b>March,10</b>	243,357,217.75	244,641,222.92
207,898,626.55	206,408,167.05	<b>April,10</b>	247,789,113.06	246,289,953.56
198,699,660.56	197,145,093.49	<b>May,10</b>	242,690,308.38	241,135,741.31
204,096,766.90	202,187,922.56	<b>June,10</b>	247,416,759.47	245,507,915.13

	Total	Total	Total	Total	Total
INTEREST EARNINGS	<b>Month</b>	<u>FY 09-10</u>	<u>FY 08-09</u>	<u>FY 07-08</u>	<u>FY 06-07</u>
Pooled Investments					
Interest Earnings Net	628,575.59	4,431,889.09	6,554,499.08	9,060,621.44	9,027,366.00
Pooled Investments					
Gain (loss) on sale	<b>Capital gain/loss</b> (19,032.91)				

## 6. TRACY CONSOLIDATED

Portfolio Summary Information

Period Ending June 30, 2010

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### Sector/Quality Distribution

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<u>Sector</u>	<u>Market Value</u>	<u>Quality</u>
Treasury	7.5%	TSY
Agency	39.2%	AAA
Corporate	13.1%	AA-
ABS	0.0%	
CMO	0.0%	
Time Deposits	0.1%	NR
LAIF	0.9%	NR
Negotiable CD	3.4%	
Commercial Paper	6.9%	AAA
Money Market Funds	15.5%	TSY
Municipal Bonds	0.0%	
Corporate FDIC Guaranteed	13.2%	AAA

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### Duration/Maturity Distribution

% of Portfolio

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<u>Years</u>	<u>Maturity</u>
0 - .25	29.2%
.25 -.50	2.2%
.5 - 1	11.0%
1 year-2 year	31.5%
2 year-3 year	13.0%
3 year- 4 year	11.1%
4 -year- 5 year	1.9%
5 year +	0.0%