

**CITY OF TRACY**  
**CITY TREASURER'S REPORT**  
**SUMMARY OF ALL INVESTMENTS**  
For the Month ending October 31, 2010

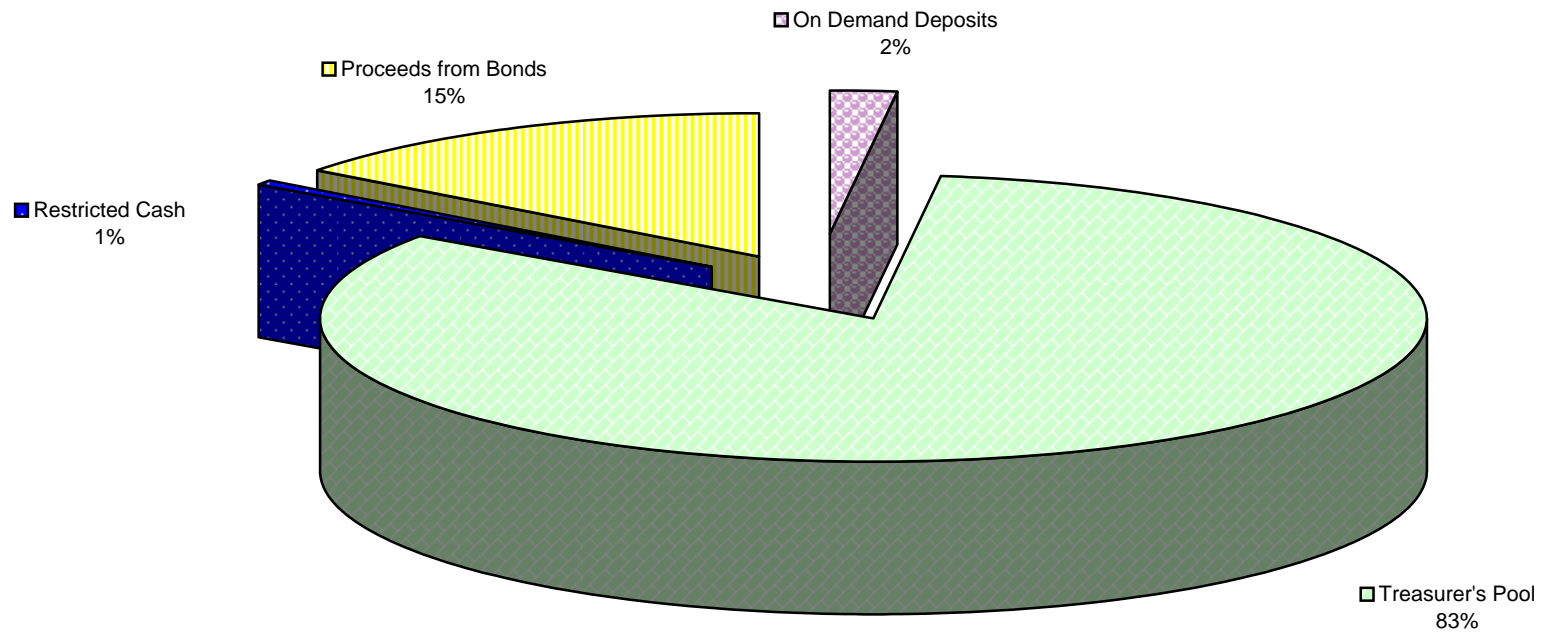
Category	Maturity		Average Interest Rate	HISTORICAL Book Value	GASB 31 ADJ Market Value
	Days	Years			
<b>Pooled Investments:</b>					
1. ON DEMAND DEPOSITS			0.010%	4,808,194.40	4,808,194.40
2. TREASURER'S INVESTMENTS				189,997,446.57	191,770,647.00
<b>Total - Pooled Investments</b>	536	1.43	2.439%	<b>194,805,640.97</b>	<b>196,578,841.40</b>
3. RESTRICTED CASH				986,319.66	986,319.66
4. PROCEEDS FROM BOND ISSUES				34,401,924.76	34,401,924.76
<b>Total - Non-Pooled Investments</b>				<b>35,388,234.42</b>	<b>35,388,234.42</b>
<b>GRAND TOTAL ALL INVESTMENTS</b>				<b>230,193,875.39</b>	<b>231,967,075.82</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**  
**October 31, 2010 \$231,967,075.82 Market value**



## 2. TREASURER'S INVESTMENTS

GASB 31 Adjusted

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

October 31, 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>4,712,912.40</b>	4,712,912.40
WELLS FARGO, Checking			1		<b>95,282.00</b>	95,282.00
Highmark Limited Maturity Port(990)	*	Transferred to (07)			-	
CHANDLER ASSET MNGT (04)	*		734	3.14%	<b>51,894,167.99</b>	52,630,415.38
PFM (05)	*		748	1.98%	<b>49,895,235.83</b>	50,576,152.98
Wells Fargo Advisors	*		898	2.26%	<b>18,391,976.51</b>	18,436,936.24
HIGHMARK (07)	*		226	2.81%	<b>59,072,731.54</b>	59,383,807.70
Valley First Credit Union	11/4/2010	5/4/2011	164	0.75%	<b>104,497.18</b>	104,497.18
PACIFIC STATE BANK CD	7-Sep-10	7-Mar-11	181	1.00%	<b>95,000.00</b>	95,000.00
CDARS FDIC Bank program		Closed				
Central Valley Community Bank MM(col)			1	0.47%	<b>5,676,108.53</b>	5,676,108.53
LOCAL AGENCY INVESTMENT FUND			1	0.45%	<b>4,867,728.99</b>	4,867,728.99
City of Tracy						

Yield to Maturity/Market

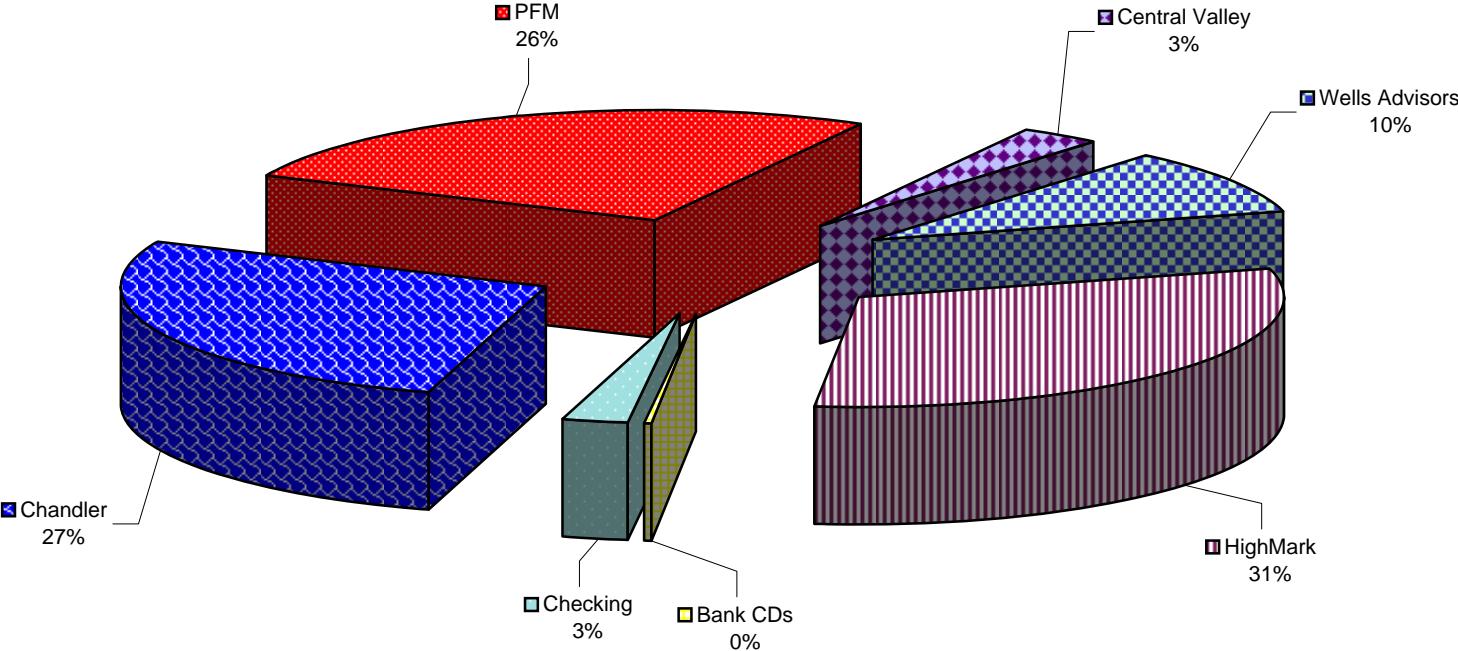
Benchmark 2 year treasury 0.43

ML 1-5 year YTM GVAO 0.642 BVAO 1.05%

\* Priced By Union Bank of Cal

TOTAL INVESTMENTS	<b>THIS MONTH</b>	<b>194,805,640.97</b>	196,578,841.40
GASB 31 218,759,507.93	<b>LAST MONTH</b>	197,298,905.51	198,999,129.52
	INCREASE(DECREASE) FROM LAST MONTH	(2,493,264.54)	(2,420,288.12)
	AVERAGE INTEREST RATE	2.439%	
	AVERAGE DAYS TO MATURITY	536	

**City of Tracy's Investments**  
**October 31, 2010 - \$196,578,841.40 Market Value**



**3. RESTRICTED CASH**

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

October 31, 2010

Item	Institution	Acct. # or Description	Book Value
HUD	Bank of America	00481-05700	15,109.77
		489-01031 CD 12/27/10	97,889.12
HUD			
HUD	Local Agency Inv. Fund	65-39-002	873,320.77
		HUD and Housing Funds	

TOTAL RESTRICTED CASH	<b>This Month</b>	<b>986,319.66</b>
	Last Month	984,161.65
	INCREASE(DECREASE) FROM LAST MONTH	2,158.01

#### 4. PROCEEDS FROM BOND ISSUES

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

October 31, 2010

District	Description		Book Value
93 Bonds	Water Revenue Bonds	Reserve Fund	
CFD 93-1	Tracy Marketplace*	Reserve Fund	448,877.91
AD 98-4	Morrison Homes*	Reserve Fund	201,900.44
AD 2000-02	Heartland 3	Reserve Fund	84,140.20
CFD 99-2	South MacArthur*	Reserve Fund	461,640.12
TOPJPA 94-1	AD 94-1 Refinancing*	Reserve Fund	128,124.00
RFD 94-1	AD 94-1 Refinancing*	Reserve Fund	377,698.19
CFD 99-2	South MacArthur Series 2002*	Reserve & Improvement Fund	796,883.72
CFD 93-1	Series 2002*	Reserve Fund	214,256.35
Wastewater 2003	Morrison Homes*	Reserve Fund	333,753.58
AD 2003-01	Berg Avenue*	Reserve Fund	85,330.32
TOPJPA 2003A	I-205 Residential*	Reserve Fund	1,072,127.47
TOPJPA 2003B	I-205 Residential*	Reserve Fund	59,334.80
TOPJPA 2003C	87-3 Refinancing*	Reserve Fund	2,841,959.04
TOPJPA 2003D	87-3 Refinancing*	Reserve Fund	270,175.65
CFD 89-1 2003A	89-1 Refinancing*	Reserve Fund	1,162,540.47
CFD 89-1 2003B	89-1 Refinancing*	Reserve Fund	120,718.37
CDA 2003A&B	CDA 03A & 03B	Reserve & Project Funds	3,714,973.19
Wastewater 2004	WWTP COP's	Construction Fund	0.00
CFD 99-1	Series 2004 - NEI Phase 1	Multi Funds	801,300.39
TOPJA 2005 Clearing	Refinance of CDF 98-1,01 & 03	Special Tax Fund	271,569.78
TOPJA 2005 Series B	Plan C	Reserve Fund	109,595.51
TOPJA 2005 Project		Multi Funds	3,131,588.30
TOPJA 2005, Series C	2000-01 Presidio	Multi Funds	5,032.81
CFD 2006-01 NEI	NEI - Phase 2	Improvement Fund	6,082,274.60
TOPJA 2007 A & B		Improvement Fund	2,641,936.07
TOPJA JPA 2008	Revenue Bond	Improvement Fund	8,984,193.48

\*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>34,401,924.76</b>
	LAST MONTH	35,068,170.07
	Increase(Decrease) From Last Month	(666,245.31)

## 5. STATISTICAL SUMMARY

GASB 31 Adjusted

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

October 31, 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 9/10)</b>	489	1.34	2.068%	197,298,905.50	198,999,129.52	(1,700,224.02)
<b>This Month (10/10)</b>	536	1.43	2.439%	194,805,640.97	196,578,841.40	(1,773,200.43)
FISCAL YEAR AVERAGE	523	1.42	2.242%	195,327,203.23	197,197,120.49	(1,869,917.26)

### 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>
208,397,163.84	204,255,073.25	<b>October,09</b>	243,248,192.84	240,722,446.07
206,780,820.02	204,826,713.27	<b>November,09</b>	242,892,905.67	245,858,770.05
207,792,577.65	213,419,063.79	<b>December,09</b>	251,106,905.51	249,446,250.40
215,079,718.89	208,343,605.42	<b>January,10</b>	253,443,625.51	251,503,206.02
210,284,014.19	203,722,455.05	<b>February,10</b>	248,809,479.85	246,882,135.89
205,649,799.01	202,880,439.90	<b>March,10</b>	243,357,217.75	244,641,222.92
204,164,445.07	206,408,167.05	<b>April,10</b>	247,789,113.06	246,289,953.56
207,898,626.55	197,145,093.49	<b>May,10</b>	242,690,308.38	241,135,741.31
198,699,660.56	202,187,922.56	<b>June,10</b>	247,416,759.47	245,507,915.13
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

	Total	Total	Total	Total	Total
	<b>Month</b>	<u>FY 10-11</u>	<u>FY 09-10</u>	<u>FY 08-09</u>	<u>FY 07-08</u>
INTEREST EARNINGS					
Pooled Investments					
Interest Earnings Net	199,521.67	1,367,520.00	4,431,889.09	6,554,499.08	9,060,621.44
Pooled Investments					
Gain (loss) on sale	<b>Capital gain/loss</b> (11,425.00)				

## 6. TRACY CONSOLIDATED

Portfolio Summary Information

Period Ending October 30, 2010

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### Sector/Quality Distribution

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<u>Sector</u>	<u>Market Value</u>	<u>Quality</u>
Treasury	6.2%	TSY
Agency	41.5%	AAA
Corporate	21.4%	AA-
ABS	0.0%	
CMO	0.0%	
Time Deposits	0.2%	NR
LAIF	2.5%	NR
Negotiable CD	0.8%	
Commercial Paper	8.0%	AAA
Money Market Funds	5.5%	TSY
Municipal Bonds		
Corporate FDIC Guaranteed	13.9%	AAA

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### Duration/Maturity Distribution

% of Portfolio

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<u>Years</u>	<u>Maturity</u>
0 - .25	19.7%
.25 -.50	8.4%
.5 - 1	8.4%
1 year-2 year	30.9%
2 year-3 year	22.8%
3 year- 4 year	7.3%
4 -year- 5 year	2.5%
5 year +	0.0%