



City of Carson Report to Mayor and City Council

January 18, 2011
New Business Consent

SUBJECT: CONSIDERATION OF MONTHLY TREASURER'S REPORT

Submitted by Karen Avilla, CCMT
City Treasurer

Approved by Clifford W. Graves
Interim City Manager

THIS IS A JOINT AGENDA ITEM

I. SUMMARY

In response to a Public Records Act request, research has determined that conflicting statutes exist within the California Government Code that address the presentation of a monthly Treasurer's Report on the Council/Agency agenda. Government Code Section 53607, last amended 1996, with reference to the reporting of investment transactions states that "...the Treasurer...shall make a monthly report of those transactions to the legislative body..." (Exhibit No. 1) Government Code Section 53646 (b) (1), last amended 2004, with reference to discussion related to establishment of an Investment Policy and investment reporting states that "The Treasurer or chief fiscal officer may render a quarterly report..." (Exhibit No. 2) This matter has been discussed with the city's/agency's auditor and city/agency's attorney, to determine the applicable code inasmuch as reference to Government Code Section 53607 or non-compliance thereof has never been included in past audit findings. While Government Code Section 53646 (b) (1) which is the most current version related to Investment Reporting utilizes the word "may" indicating the reporting mechanism is optional, to err on the side of caution, presented for council/agency review is the first in the city's/agency's history of a monthly Treasurer's Report submitted on the council/agency agenda (Exhibit No. 3). Subsequent reports will be provided on a monthly basis at the second meeting of each month.

II. RECOMMENDATION

RECEIVE and FILE.

III. ALTERNATIVES

TAKE other action as the Council deems appropriate.

IV. BACKGROUND

A Public Records Act request was received seeking monthly and quarterly Treasurer's Reports in accordance with Government Code Section 6500-6536 which refers to Joint Powers Authorities and therefore is not applicable to the city and Government Code Section 53607 which we believe is applicable, requiring

7.

followed Government Code Section 53646 which provides for the optional submission of a quarterly investment report and have provided such periodically or at the request of the Council/Agency. In order to ensure that we are in compliance with all Government Codes a new procedure of submitting monthly reports on the Council/Agency agenda is being implemented. Each subsequent report will be provided the second meeting of each month.

The report before you provides detail of the cash and investments on hand as of December 31, 2010. For all City funds the investment balance is \$23,612,343.33 and the cash balance is \$3,505,638.60 for a total of \$27,117,981.93. The average rate of return for those funds is 1.18% with an average maturity of 174 days. For all Agency funds the investment balance is \$153,584,390.98 and the cash balance is \$770,773.92 for a total of \$154,355,164.90. The average rate of return for those funds is 1.16% with an average maturity of 468 days. Market valuation was obtained utilizing our third party custodian, Bank of New York and the State of California for funds held in the Local Agency Investment Fund. In accordance with Government Code Section 53646 (b) (3) and based upon approved budget expenditures, sufficient funds exist to meet the expenditure requirements for a minimum of the next six months.

V. FISCAL IMPACT

None.

VI. EXHIBITS

1. Government Code Section 53607. (pg. 4)
2. Government Code Section 53646. (pgs. 5-6)
3. Treasurer's Report -- December 31, 2010. (pgs. 7-12)

Document2

Prepared by: Karen Avilla

TO: Rev010511

Reviewed by:

City Clerk	<u>City Treasurer</u>
<u>Administrative Services</u>	<u>Development Services</u>
<u>Economic Development Services</u>	<u>Public Services</u>

Action taken by City Council	
Date _____	Action _____



LEXSTAT CALIFORNIA GOVERNMENT CODE SECTION 53607

DEERING'S CALIFORNIA CODE ANNOTATED
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*** THIS SECTION IS CURRENT THROUGH THE 2011 SUPPLEMENT ***
(ALL 2010 LEGISLATION)
SPECIAL NOTICE: CHAPTERS ENACTED BETWEEN OCTOBER 20, 2009, AND
NOVEMBER 2, 2010, ARE SUBJECT TO REPEAL BY PROPOSITION 22.

GOVERNMENT CODE
Title 5. Local Agencies
Division 2. Cities, Counties, and Other Agencies
Part 1. Powers and Duties Common to Cities, Counties, and Other Agencies
Chapter 4. Financial Affairs
Article 1. Investment of Surplus

GO TO CALIFORNIA CODES ARCHIVE DIRECTORY

Cal Gov Code § 53607 (2010)

§ 53607. Delegation of authority to invest funds or to sell or exchange securities

The authority of the legislative body to invest or to reinvest funds of a local agency, or to sell or exchange securities so purchased, may be delegated for a one-year period by the legislative body to the treasurer of the local agency, who shall thereafter assume full responsibility for those transactions until the delegation of authority is revoked or expires, and shall make a monthly report of those transactions to the legislative body. Subject to review, the legislative body may renew the delegation of authority pursuant to this section each year.

HISTORY:

Added Stats 1957 ch 220 § 1. Amended Stats 1996 ch 749 § 6 (SB 109).

NOTES:

Amendments:

1996 Amendment:

(1) Added "for a one-year period"; (2) substituted "those" for "such" after "responsibility for" and after "report of"; (3) substituted "the delegation of authority is revoked or expires" for "such time as the delegation of authority is revoked"; and (4) added the last sentence.

Collateral References:





LEXSTAT CALIFORNIA GOVERNMENT CODE SECTION 53646

DEERING'S CALIFORNIA CODE ANNOTATED
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GOVERNMENT CODE
Title 5. Local Agencies
Division 2. Cities, Counties, and Other Agencies
Part 1. Powers and Duties Common to Cities, Counties, and Other Agencies
Chapter 4. Financial Affairs
Article 2. Deposit of Funds

GO TO CALIFORNIA CODES ARCHIVE DIRECTORY

Cal Gov Code § 53646 (2010)

§ 53646. Statement of investment policy; Report on investments

(a)

(1) In the case of county government, the treasurer may annually render to the board of supervisors and any oversight committee a statement of investment policy, which the board shall review and approve at a public meeting. Any change in the policy shall also be reviewed and approved by the board at a public meeting.

(2) In the case of any other local agency, the treasurer or chief fiscal officer of the local agency may annually render to the legislative body of that local agency and any oversight committee of that local agency a statement of investment policy, which the legislative body of the local agency shall consider at a public meeting. Any change in the policy shall also be considered by the legislative body of the local agency at a public meeting.

(b)

(1) The treasurer or chief fiscal officer may render a quarterly report to the chief executive officer, the internal auditor, and the legislative body of the local agency. The quarterly report shall be so submitted within 30 days following the end of the quarter covered by the report. Except as provided in subdivisions (e) and (f), this report shall include the type of investment, issuer, date of maturity, par and dollar amount invested on all securities, investments and moneys held by the local agency, and shall additionally include a description of any of the local agency's funds, investments, or programs, that are under the management of contracted parties, including lending programs. With respect to all securities held by the local agency, and under management of any outside party that is not also a local agency or the State of California Local Agency Investment Fund, the report shall also include a current market value as of the date of the report, and shall include the source of this same valuation.

(2) The quarterly report shall state compliance of the portfolio to the statement of investment policy, or manner in which the portfolio is not in compliance.



(3) The quarterly report shall include a statement denoting the ability of the local agency to meet its pool's expenditure requirements for the next six months, or provide an explanation as to why sufficient money shall, or may, not be available.

(4) In the quarterly report, a subsidiary ledger of investments may be used in accordance with accepted accounting practices.

(c) Pursuant to subdivision (b), the treasurer or chief fiscal officer shall report whatever additional information or data may be required by the legislative body of the local agency.

(d) The legislative body of a local agency may elect to require the report specified in subdivision (b) to be made on a monthly basis instead of quarterly.

(e) For local agency investments that have been placed in the Local Agency Investment Fund, created by Section 16429.1, in National Credit Union Share Insurance Fund-insured accounts in a credit union, in accounts insured or guaranteed pursuant to *Section 14858 of the Financial Code*, or in Federal Deposit Insurance Corporation-insured accounts in a bank or savings and loan association, in a county investment pool, or any combination of these, the treasurer or chief fiscal officer may supply to the governing body, chief executive officer, and the auditor of the local agency the most recent statement or statements received by the local agency from these institutions in lieu of the information required by paragraph (1) of subdivision (b) regarding investments in these institutions.

(f) The treasurer or chief fiscal officer shall not be required to render a quarterly report, as required by subdivision (b), to a legislative body or any oversight committee of a school district or county office of education for securities, investments, or moneys held by the school district or county office of education in individual accounts that are less than twenty-five thousand dollars (\$25,000).

(g) In recognition of the state and local interests served by the actions made optional in subdivisions (a) and (b), the Legislature encourages the local agency officials to continue taking the actions formerly mandated by this section. However, nothing in this subdivision may be construed to impose any liability on a local agency that does not continue to take the formerly mandated action.

HISTORY:

Added Stats 1995 ch 783 § 3 (SB 564). Amended Stats 1996 ch 156 § 10 (SB 864), effective July 12, 1996, ch 749 § 8 (SB 109); Stats 1997 ch 825 § 36 (AB 287), effective October 9, 1997; Stats 1998 ch 82 § 1 (AB 1898); Stats 2000 ch 687 § 2 (AB 943); Stats 2002 ch 454 § 22 (SB 1326); Stats 2004 ch 889 § 3 (AB 2853), effective September 29, 2004; Stats 2008 ch 709 § 11 (SB 1124), effective January 1, 2009; Stats 2009 ch 332 § 68.5 (SB 113), effective January 1, 2010.

NOTES:

Former Sections:

Former § 53646, relating to statement of accrued interest, was added Stats 1949 ch 81 § 1, amended Stats 1983 ch 105 § 8, operative January 1, 1991, Stats 1984 ch 1226 § 3, Stats 1985 ch 1526 § 3, Stats 1993 ch 59 § 6, effective June 30, 1993, and repealed Stats 1995 ch 783 § 2.

Amendments:

1996 Amendment (ch 156):

Amended subd (e) by (1) substituting "For local agency investments that have been placed" for "If a local agency has placed all of its investments"; (2) deleting "or" after "Section 16429.1,"; and (3) adding "regarding investments in these institutions" at the end.



1996 Amendment (ch 749):

(1) Designated former subd (a) to be subd (a)(1); (2) amended subd (a)(1) by substituting (a) "In the case of county government, the treasurer" for "The treasurer or chief fiscal officer" in the beginning; (b) "board of supervisors" and "board" for "legislative body of the local agency"; (c) "review and approve" for "consider"; (d) "change" for "changes"; and (e) "reviewed and approved by the board" for "considered by the legislative body of the local agency"; and (3) added subd (a)(2).

1997 Amendment:

(1) Substituted "subdivisions (e) and (f)" for "subdivision (e)" in the third sentence of subd (b)(1); and (2) added subd (f).

1998 Amendment:

Added "in National Credit Union Share Insurance Fund-insured accounts in a credit union, in accounts insured or guaranteed pursuant to *Section 14858 of the Financial Code*, or" in subd (e).

2000 Amendment:

Added subds (g)-(i).

2002 Amendment:

(1) Substituted "written statement" for "certification" before "within 60 days" in subd (g); and (2) added subd (j).

2004 Amendment:

(1) Substituted "may for "shall" in the first sentences of subds (a)(1), (a)(2), and (b)(1); and (2) added subd (k).

2008 Amendment:

(1) Added the comma after "date of maturity" in the third sentence of subd (b)(1); (2) deleted former subds (g)-(i) which read: "(g) Except as provided in subdivisions (h) and (i), each city, county, or city and county shall submit copies of its second and fourth quarter reports to the California Debt and Investment Advisory Commission within 60 days after the close of the second and fourth quarters of each calendar year. Any city, county, or city and county not required to submit a report pursuant to subdivision (h) or (i) shall file with the commission a written statement within 60 days of the end of the second and fourth quarters of the calendar year stating the distribution and amount of its investment portfolio and that it is therefore not subject to this reporting requirement. This subdivision shall become inoperative on January 1, 2007.



"(h) A city shall not be required to submit a quarterly report to the commission if, during the entire reporting period, the city has maintained 100 percent of its investment portfolio in (1) the treasury of the county in which it is located for investment by the county treasurer pursuant to Section 53684, (2) the Local Agency Investment Fund created by Section 16429.1, (3) National Credit Union Share Insurance Fund-insured accounts in a credit union, in accounts insured or guaranteed pursuant to *Section 14858 of the Financial Code*, or in Federal Deposit Insurance Corporation-insured accounts in a bank or savings and loan association, or (4) in any combination of these.

"(i) A county or city and county shall not be required to submit a quarterly report to the commission if, during the entire reporting period, the county has maintained 100 percent of its investment portfolio in (1) the Local Agency Investment Fund created by Section 16429.1, (2) National Credit Union Share Insurance Fund-insured accounts in a credit union, in accounts insured or guaranteed pursuant to *Section 14858 of the Financial Code*, or in Federal Deposit Insurance Corporation-insured accounts in a bank or savings and loan association, or (3) in any combination of these."; and (3) redesignated former subds (j) and (k) to be subds (g) and (h).

2009 Amendment:

(1) Deleted former subd (g) which read: "(g) The city, county, or city and county investor of any public funds, no later than 60 days after the close of the second quarter of each calendar year and 60 days after the subsequent amendments thereto, shall provide the statement of investment policy required pursuant to this section, to the California Debt and Investment Advisory Commission."; and (2) redesignated former subd (h) to be subd (g).

Historical Derivation:

Stats 1933 ch 189 § 2.

Note

Stats 2008 ch 709 provides:

SECTION 1. (a) This act shall be known and may be cited as the Local Government Omnibus Act of 2008.

(b) The Legislature finds and declares that Californians want their governments to be run efficiently and economically and that public officials should avoid waste and duplication whenever possible. The Legislature further finds and declares that it desires to control its own costs by reducing the number of separate bills. Therefore, it is the intent of the Legislature in enacting this act to combine several minor, noncontroversial statutory changes relating to local government into a single measure.

Stats 2009 ch 332 provides:

SECTION 1. (a) This act shall be known and may be cited as the Local Government Omnibus Act of 2009.

(b) The Legislature finds and declares that Californians want their governments to be run efficiently and economically and that public officials should avoid waste and duplication whenever possible. The Legislature further finds and declares that it desires to control its own costs by reducing the number of separate bills. Therefore, it is the intent of the Legislature in enacting this act to combine several minor, noncontroversial statutory changes relating to the common theme, purpose, and subject of local government into a single measure.

Cross References:

County treasury oversight committee: *Gov C §§ 27131 et seq.*



Treasurer's Report December 31, 2010

City of Carson Funds

Investments:	Amount	%
Bonds	\$ 1,000,000.00	4.00
Certificate of Deposit	\$ 14,748,000.00	62.00
Money Market	\$ 2,007,785.65	9.00
LAIF Pool	\$ 5,856,557.68	25.00
	<u>\$ 23,612,343.33</u>	<u>100.00</u>
 Cash	 <u>\$ 3,505,638.60</u>	
 Total funds available December 31, 2010	 <u><u>\$ 27,117,981.93</u></u>	

Average rate of return = 1.18%
Average days to maturity = 174

Carson Redevelopment Agency Funds

Investments:	Amount	%
Bonds	\$ 1,000,000.00	0.10
Certificate of Deposit	\$ 36,297,753.00	24.00
Money Market	\$ 5,790,681.36	3.80
LAIF Pool	\$ 13,681,328.55	9.00
Government Sponsored Enterprise	\$ 96,814,628.07	63.10
	<u>\$ 153,584,390.98</u>	<u>100.00</u>
 Cash	 <u>\$ 770,773.92</u>	
 Total funds available December 31, 2010	 <u><u>\$ 154,355,164.90</u></u>	

Average rate of return = 1.16%
Average days to maturity = 468

City of Carson									
Investment Report - December 31, 2010									
Maturity Date	Acct./ Cert. #	Invest. Type	Bank/ Issuer	Book Value	Par Value	Market Value	Interest Rate	Days to Maturity	
02/14/11	366249016689	CD	U S Bank (Downey)	\$ 99,000.00	\$ 99,000.00	\$ 99,000.00	0.50%	45	
03/24/11	15456122	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.39%	83	
05/07/11	13381751	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.39%	127	
05/07/11	13320643	CD	East West Bank	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	1.39%	127	
05/25/11	13063BHX3	Bond	St. of California	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,006,850.00	2.97%	145	
06/25/11	15456148	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.24%	176	
06/30/11	78059820	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.25%	181	
06/30/11	78059010	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.25%	181	
06/30/11	6220586238	CD	Commerce Bank	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	0.85%	181	
06/30/11	9104327	CD	Merchants Bank	\$ 250,000.00	\$ 250,000.00	\$ 250,000.00	1.10%	181	
08/01/11	13424320	CD	East West Bank	\$ 400,000.00	\$ 400,000.00	\$ 400,000.00	0.95%	213	
08/01/11	13424320	CD	East West Bank	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	0.95%	213	
08/19/11	305407	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.46%	231	
08/19/11	305408	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.46%	231	
11/10/11	1212000153	CD	Community Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	0.70%	314	
12/14/11	5501383	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.29%	348	
12/21/11	000010013669	CD	First California Bank	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	0.96%	355	
12/30/11	78059002	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.40%	364	
12/31/11	15456130	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.29%	365	
01/28/12	305226	CD	Preferred Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	2.11%	393	
02/25/12	305283	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.07%	421	
02/25/12	305284	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.07%	421	
03/11/12	305293	CD	Preferred Bank	\$ 250,000.00	\$ 250,000.00	\$ 250,000.00	2.06%	436	
05/16/12	0106353	CD	International City Bank	\$ 249,000.00	\$ 249,000.00	\$ 249,000.00	1.75%	502	
01/01/11		MMkt	Dreyfus Fund	\$ 86.52	\$ 86.52	\$ 86.52	0.01%	1	
01/01/11	20-13001660	MMkt	East West Bank	\$ 2,007,699.13	\$ 2,007,699.13	\$ 2,007,699.13	0.50%	1	
01/01/11	98-19-143	POOL	L.A.I.F.	\$ 5,856,557.68	\$ 5,856,557.68	\$ 5,865,342.52	0.46%	1	
TOTAL INVESTMENTS AT DECEMBER 31, 2010:				\$ 23,612,343.33	\$ 23,612,343.33	\$ 23,627,978.17	1.18%	174	

Carson Redevelopment Agency

Investment Report - December 31, 2010

Maturity	Acct. /	Invest.	Bank /	Book Value	Face Value	Market Value	Interest Rate	Days to Maturity
Date	Cert. #	Type	Issuer					
04/28/11	1212000128	CD	Community Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	0.950%	118
05/07/11	13424247	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.390%	127
05/07/11	13457981	CD	East West Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	1.390%	127
05/07/11	13424288	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.390%	127
05/07/11	13424361	CD	East West Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	1.390%	127
05/07/11	13381611	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.390%	127
05/07/11	13457999	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.390%	127
05/07/11	13458005	CD	East West Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	1.390%	127
05/07/11	13950712	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.390%	127
06/27/11	005-57-00083-3	CD	Comm Commerce Bk	\$ 99,000.00	\$ 99,000.00	\$ 99,000.00	1.100%	178
06/30/11	178041182	CD	East West Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	1.245%	181
06/30/11	998008403	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.245%	181
06/30/11	9104335	CD	Merchants Bank	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	1.100%	181
06/30/11	9108069	CD	Merchants Bank	\$ 150,000.00	\$ 150,000.00	\$ 150,000.00	1.100%	181
07/22/11	305389	CD	Preferred Bank	\$ 2,500,000.00	\$ 2,500,000.00	\$ 2,500,000.00	1.500%	203
07/29/11	305396	CD	Preferred Bank	\$ 750,000.00	\$ 750,000.00	\$ 750,000.00	1.490%	210
07/29/11	305397	CD	Preferred Bank	\$ 250,000.00	\$ 250,000.00	\$ 250,000.00	1.490%	210
07/29/11	305398	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.490%	210
08/23/11	13458302	CD	East West Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	1.690%	235
11/10/11	1212000129	CD	Community Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	0.710%	314
11/26/11	305466	CD	Preferred Bank	\$ 2,000,000.00	\$ 2,000,000.00	\$ 2,000,000.00	1.160%	330
12/23/11	15454374	CD	East West Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	1.290%	357
12/23/11	15454382	CD	East West Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	1.290%	357
12/30/11	178059028	CD	East West Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	1.395%	364
01/28/12	305227	CD	Preferred Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	2.110%	393
02/01/12	305240	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.110%	397
02/01/12	305241	CD	Preferred Bank	\$ 1,700,000.00	\$ 1,700,000.00	\$ 1,700,000.00	2.110%	397
02/01/12	305242	CD	Preferred Bank	\$ 1,300,000.00	\$ 1,300,000.00	\$ 1,300,000.00	2.110%	397
02/04/12	304886	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.100%	400
02/07/12	305247	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.100%	403
02/18/12	305275	CD	Preferred Bank	\$ 750,000.00	\$ 750,000.00	\$ 750,000.00	2.080%	414



Maturity	Acct./	Invest.	Bank/	Book Value	Face Value	Market Value	Interest Rate	Days to Maturity
Date	Cert. #	Type	Issuer					
02/18/12	305274	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.080%	414
02/18/12	305276	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.080%	414
02/18/12	305277	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.080%	414
02/18/12	305278	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.080%	414
02/18/12	305279	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.080%	414
02/18/12	305280	CD	Preferred Bank	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	2.080%	414
02/18/12	305281	CD	Preferred Bank	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	2.080%	414
02/18/12	305256	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.080%	414
02/25/12	305262	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.070%	421
02/25/12	305284	CD	Preferred Bank	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00	2.070%	421
02/25/12	305285	CD	Preferred Bank	\$ 350,000.00	\$ 350,000.00	\$ 350,000.00	2.070%	421
03/11/12	305294	CD	Preferred Bank	\$ 250,000.00	\$ 250,000.00	\$ 250,000.00	2.060%	436
05/16/12	0106353	CD	International City Bank	\$ 249,000.00	\$ 249,000.00	\$ 249,000.00	1.750%	502
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 3.11	\$ 3.11	\$ 3.11	0.001%	1
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 56.46	\$ 56.46	\$ 56.46	0.001%	1
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 94.16	\$ 94.16	\$ 94.16	0.001%	1
01/01/11	65-19-016		LAIF	\$ 13,679,770.65	\$ 13,679,770.65	\$ 13,700,290.31	0.462%	1
01/01/11	11-19-003		LAIF	\$ 1,557.90	\$ 1,557.90	\$ 1,560.24	0.462%	1
				\$ 49,729,482.28	\$ 49,729,482.28	\$ 49,750,004.28		
PROJ 1-2003 Bond								
04/14/11	3133XQHP0	GSE	Federal Home Ln Bnk	\$ 4,245,000.00	\$ 4,245,000.00	\$ 4,276,413.00	3.120%	104
03/15/12	3133XVWF4	GSE	Federal Home Ln Bnk	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,007,160.00	1.040%	440
08/22/12	3133XYWB7	GSE	Federal Home Ln Bnk	\$ 1,507,402.50	\$ 1,500,000.00	\$ 1,507,455.00	0.870%	600
01/28/13	3128X96A3	GSE	Federal Home Ln MC	\$ 2,000,000.00	\$ 2,000,000.00	\$ 2,001,875.00	1.740%	759
03/25/13	31398AK35	GSE	Federal Natl Mtg Assn	\$ 3,000,000.00	\$ 3,000,000.00	\$ 3,008,550.00	1.840%	815
03/29/13	31398AL59	GSE	Federal Natl Mtg Assn	\$ 3,000,000.00	\$ 3,000,000.00	\$ 3,002,790.00	0.990%	819
04/19/13	3134G1VN1	GSE	Federal Home Ln MC	\$ 3,500,000.00	\$ 3,500,000.00	\$ 3,500,035.00	0.490%	840
06/28/13	3136FPU70	GSE	Federal Natl Mtg Assn	\$ 4,710,000.00	\$ 4,710,000.00	\$ 4,710,094.20	0.740%	910
10/15/13	3133717L4	GSE	Federal Home Ln Bnk	\$ 1,000,000.00	\$ 1,000,000.00	\$ 995,590.00	0.500%	1019
10/18/13	3136FBNT0	GSE	Federal Natl Mtg Assn	\$ 1,000,000.00	\$ 1,000,000.00	\$ 993,880.00	0.620%	1022
12/03/13	313371RN8	GSE	Federal Home Ln Bnk	\$ 879,327.15	\$ 885,000.00	\$ 879,982.05	0.500%	1068
12/30/13	313372AY0	GSE	Federal Home Ln Bnk	\$ 4,000,000.00	\$ 4,000,000.00	\$ 4,001,400.00	0.990%	1095
04/21/14	313371BF2	GSE	Federal Home Ln Bnk	\$ 1,000,000.00	\$ 1,000,000.00	\$ 989,350.00	0.630%	1207
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 1,706,812.31	\$ 1,706,812.31	\$ 1,706,812.31	0.001%	1

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Maturity	Acct. /	Invest.	Bank /	Book Value	Face Value	Market Value	Interest	Days to
Date	Cert. #	Type	Issuer				Rate	Maturity
M/A 2003 C/D Bond				\$ 32,548,541.96	\$ 32,546,812.31	\$ 32,581,386.56		
04/14/11	3133XQHP0	GSE	Federal Home Ln Bnk	\$ 3,500,000.00	\$ 3,500,000.00	\$ 3,525,900.00	3.120%	104
05/25/11	13063BHX3	Bond	St. of California	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,006,850.00	2.970%	145
03/15/12	3133XVWF4	GSE	Federal Home Ln Bnk	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,007,160.00	1.040%	440
08/22/12	3133XYWB7	GSE	Federal Home Ln Bnk	\$ 2,009,870.00	\$ 2,000,000.00	\$ 2,009,940.00	0.870%	600
04/19/13	3134G1VN1	GSE	Federal Home Ln MC	\$ 3,500,000.00	\$ 3,500,000.00	\$ 3,500,035.00	0.490%	840
06/28/13	3136FPU70	GSE	Federal Natl Mtg Assn	\$ 5,000,000.00	\$ 5,000,000.00	\$ 5,000,100.00	0.740%	910
10/15/13	3133717L4	GSE	Federal Home Ln Bnk	\$ 1,000,000.00	\$ 1,000,000.00	\$ 995,590.00	0.500%	1019
10/18/13	3136FBNT0	GSE	Federal Natl Mtg Assn	\$ 1,000,000.00	\$ 1,000,000.00	\$ 993,880.00	0.620%	1022
12/03/13	313371RN8	GSE	Federal Home Ln Bnk	\$ 2,682,693.00	\$ 2,700,000.00	\$ 2,684,691.00	0.500%	1068
04/21/14	313371BF2	GSE	Federal Home Ln Bnk	\$ 1,000,000.00	\$ 1,000,000.00	\$ 989,350.00	0.630%	1207
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 1,098,598.87	\$ 1,098,598.87	\$ 1,098,598.87	0.001%	1
				\$ 22,791,161.87	\$ 22,798,598.87	\$ 22,812,094.87		
PROJ 4-2006 Bond								
03/16/11	3133XT4D5	GSE	Federal Home Ln Bnk	\$ 2,531,000.00	\$ 2,500,000.00	\$ 2,507,575.00	1.620%	75
04/21/11	31331YG46	GSE	Federal Farm Credit	\$ 2,559,050.00	\$ 2,500,000.00	\$ 2,518,150.00	2.600%	111
04/26/11	3137EABZ1	GSE	Federal Home Ln MC	\$ 2,532,900.00	\$ 2,500,000.00	\$ 2,511,300.00	1.600%	116
04/28/11	31398AWQ1	GSE	Federal Natl Mtg Assn	\$ 2,526,225.00	\$ 2,500,000.00	\$ 2,509,600.00	1.360%	118
04/13/12	3133XTAW6	GSE	Federal Home Ln Bnk	\$ 1,533,967.50	\$ 1,500,000.00	\$ 1,533,930.00	2.200%	469
04/20/12	31398AWK4	GSE	Federal Natl Mtg Assn	\$ 1,521,325.50	\$ 1,500,000.00	\$ 1,526,865.00	1.840%	476
06/25/12	3191405HB	CD	First Bank Highland Pk	\$ 249,753.00	\$ 249,753.00	\$ 245,000.00	2.750%	542
08/16/12	3128X9XB1	GSE	Federal Home Ln MC	\$ 999,980.00	\$ 1,000,000.00	\$ 1,000,980.00	1.240%	594
04/09/13	31398AMW9	GSE	Federal Natl Mtg Assn	\$ 523,502.00	\$ 500,000.00	\$ 527,880.00	3.070%	830
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 752,906.47	\$ 752,906.47	\$ 752,906.47	0.001%	1
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 132,299.38	\$ 132,299.38	\$ 132,299.38	0.001%	1
				\$ 15,862,908.85	\$ 15,634,958.85	\$ 15,766,485.85		
HSG - 2010 Bond-A								
06/22/12	3134G1L51	GSE	Federal Home Ln MC	\$ 2,000,000.00	\$ 2,000,000.00	\$ 1,999,020.00	0.620%	539
12/28/12	3134G1R48	GSE	Federal Home Ln MC	\$ 2,000,000.00	\$ 2,000,000.00	\$ 1,999,780.00	0.920%	728
08/16/13	31398A2L5	GSE	Federal Natl Mtg Assn	\$ 2,000,000.00	\$ 2,000,000.00	\$ 2,001,460.00	1.240%	959
09/20/13	3136FPGA9	GSE	Federal Natl Mtg Assn	\$ 2,989,500.00	\$ 3,000,000.00	\$ 2,989,110.00	1.000%	994
09/20/13	3134G1UD4	GSE	Federal Home Ln MC	\$ 4,488,188.75	\$ 4,495,000.00	\$ 4,489,650.95	1.250%	994
10/07/13	3134G1UD4	GSE	Federal Home Ln MC	\$ 1,993,720.00	\$ 2,000,000.00	\$ 1,994,687.50	1.130%	1011

Maturity	Acct./	Invest.	Bank/	Book Value	Face Value	Market Value	Interest Rate	Days to Maturity
Date	Cert. #	Type	Issuer					
10/08/13	31398A4H2	GSE	Federal Natl Mtg Assn	\$ 1,395,800.00	\$ 1,400,000.00	\$ 1,390,375.00	1.130%	1012
12/30/13	313371Z74	GSE	Federal Home Ln Bnk	\$ 1,995,000.00	\$ 2,000,000.00	\$ 1,986,580.00	1.000%	1095
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 96,887.18	\$ 96,887.18	\$ 96,887.18	0.001%	1
HSG-2010 Bond-AT				\$ 18,959,095.93	\$ 18,991,887.18	\$ 18,947,550.63		
09/28/12	3134G1VM3	GSE	Federal Home Ln Bnk	\$ 1,996,000.00	\$ 2,000,000.00	\$ 1,995,600.00	0.700%	637
02/25/13	31398A2N1	GSE	Federal Natl Mtg Assn	\$ 3,000,000.00	\$ 3,000,000.00	\$ 3,003,060.00	1.040%	787
12/30/13	313371Z74	GSE	Federal Home Ln Bnk	\$ 1,995,000.00	\$ 2,000,000.00	\$ 1,986,580.00	1.000%	1095
12/30/13	3136FPX85	GSE	Federal Natl Mtg Assn	\$ 1,700,000.00	\$ 1,700,000.00	\$ 1,701,190.00	0.740%	1095
03/16/11	313588DC6	GSE	Federal Natl Mtg Assn	\$ 2,999,176.67	\$ 3,000,000.00	\$ 2,999,400.00	0.120%	75
01/01/11	S99991740	MMkt	Dreyfus Gov't Cash Fund	\$ 2,003,023.42	\$ 2,003,023.42	\$ 2,003,023.42	0.001%	1
				\$ 13,693,200.09	\$ 13,703,023.42	\$ 13,688,853.42		
TOTAL INVESTMENTS AT DECEMBER 31, 2010:				\$ 153,584,390.98	\$ 153,404,762.91	\$ 153,546,375.61	1.162%	468