



## +COUNCIL AGENDA REPORT

# City of Anaheim OFFICE OF THE CITY TREASURER

**DATE: DECEMBER 15, 2009**  
**FROM: OFFICE OF THE CITY TREASURER**  
**SUBJECT: INVESTMENT PORTFOLIO REPORT – NOVEMBER 2009**

**ATTACHMENT (Y/N): YES ITEM #**

### **RECOMMENDATION:**

That the City Council, by Motion, approve the Investment Portfolio Report for November 2009.

### **DISCUSSION:**

This is the investment report for the City's general pool for the month ending November 30, 2009. The report is provided to ensure that the City Council is informed as to the investment activities and fulfills the reporting requirements of the City's adopted investment policy.

### **COMPLIANCE:**

All investment transactions were executed in accordance with the California Government Code and the City's Investment Policy. There is sufficient liquidity to meet the City's anticipated expenditure requirements for the next six months.

### **INVESTMENT SUMMARY:**

The following table shows summary investment information for the month ending November 30, 2009:

	<b>Short-term Portfolio</b>	<b>Long-term Portfolio</b>	<b>Total Portfolio Values</b>
Portfolio Balance (Market Value)	\$ 119,609,833	\$ 229,587,543	\$ 349,197,376
Effective Yield	0.29 %	2.87 %	1.97 %
Avg. Weighted Maturity	6 Days	2.5 Years	1.6 Years
Net Earnings	\$ 27,293	\$ 535,450	\$ 562,743
Benchmark*	0.02 %	0.85 %	0.45 %

\* Benchmark value is the Interpolated Treasury Yield to the Portfolio's Avg. Weighted Maturity

### **INVESTMENT ACTIVITIES**

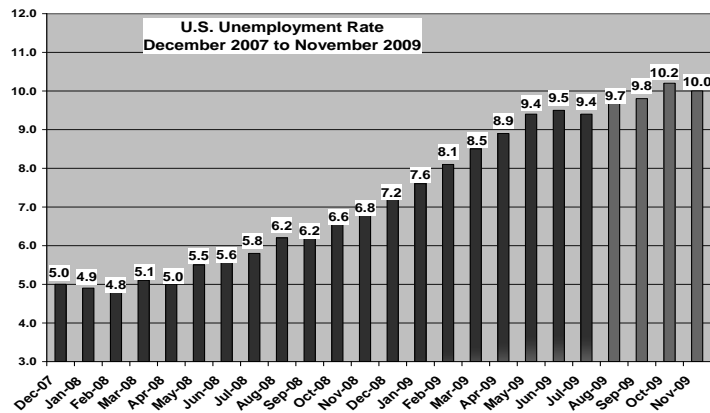
The City Treasurer's Investment Portfolio received a credit rating of AAf and a volatility rating of S1 from Standard and Poor's in July 2008. The portfolio is reviewed monthly by Standard and Poor's for portfolio holdings, liquidity values and the overall management of the investment staff. Standard and Poor's reaffirmed the City's AAf credit rating during their annual July 2009 due diligence review. The City of Anaheim is only the fourth City in the country at this time to receive the prestigious credit rating.

In addition to independent verification of the high standard for the City’s investment program, the AAaf credit rating is recognized by leading bond insurer's as a highly safe investment option for future City bond issues and to include the City’s portfolio as a ‘permitted investment’ in the bond covenants.

On August 11, 2008, the City of Anaheim’s Investment Policy was recognized and certified by the Association of Professional Treasurers of the United States and Canada (APT US&C) as meeting all standards and criteria established by the APT US&C.

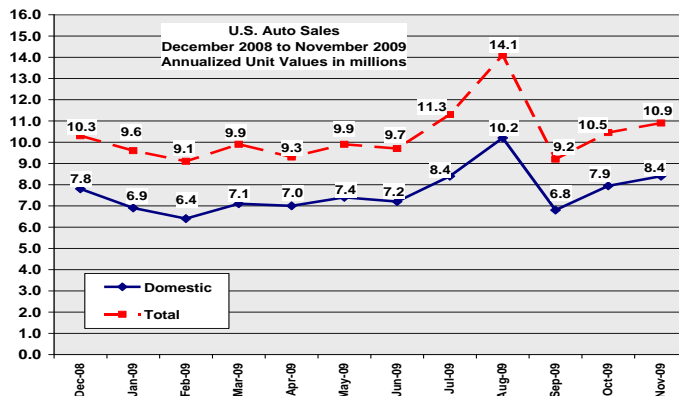
**INVESTMENT ENVIRONMENT**

The latest economic indicators are showing signs of stability. The key unemployment numbers continue to show business restructuring the core functions as non-performing divisions of companies are reduced or eliminated, providing increasing numbers of people unemployed. The good news is the monthly numbers of people being laid off is declining and the unemployment number for November 2009 was released as 10.0%, down from the 10.2% value for October 2009. From the chart below, it appears that we may be reaching a top in unemployment at around 10%, however, the recovery to lower the unemployment rate may be slow. The chart below shows the national unemployment rate for the past twenty four months:



Source: Bureau of Statistics, Dept of Labor

The largest driving force for economic recovery is the consumer. A key measure of this activity is retail sales, both related to auto and non-auto sales. The following chart shows the trend in auto sales, both domestic and total:

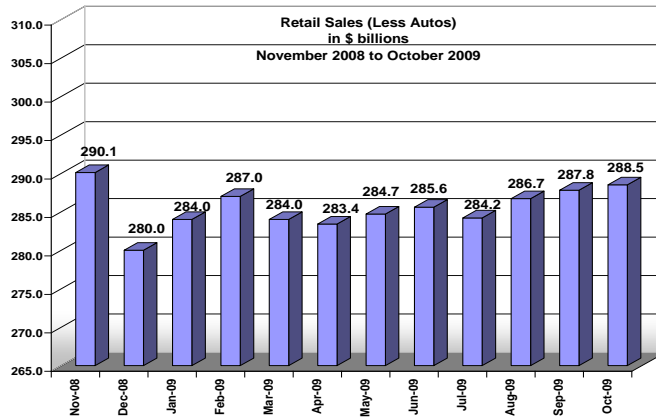


Source: Bloomberg Financial Systems

As the chart shows, there was a large spike in auto sales for August 2009, caused by the ‘Cash for Clunkers’ stimulus package from Washington. However, with the end of the stimulus program in August 2009, the September 2009 auto sales show a large drop in sales and a corresponding low level for October 2009. It appears for the next

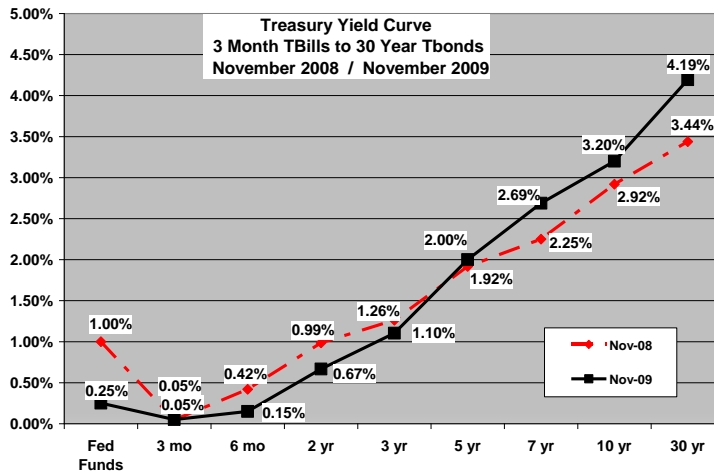
several months that total autos sales should be in the range of 9.2 to 10.7 million units annualized. This is a large drop from the total auto sales of 2006 and 2007 which averaged 16.0 million annualized units.

Another factor in consumer spending is the value for retail sales less autos. This number has also fallen from earlier years, however, retail sales (less autos) for the calendar year 2009 have shown year to date values of \$284 billion in January 2009 (the low) to \$288.5 billion in October 2009 (the high), indicating the consumer is spending, but at an average of ten to fifteen percent less than spending in 2007 or 2008. The following chart shows Retail Sales (Less Autos) for the period of November 2008 to October 2009:



Source: Bloomberg Financial Systems

Interest rates for the month of November 2009 moved dramatically lower. Fueled by the Federal Reserve action to keep short-term rates low for the foreseeable future, the bond markets showed significant declines in interest rates along the entire Treasury yield curve. The three month Treasury bill closed at 0.05%, unchanged from October 2009, however, the two year Treasury Note closed November at 0.67%, down 0.22% compared to the October 2009 close of 0.89%. The five year Treasury Note ended November at 2.00%, down from 2.31% from October. The Federal Open Market Committee (FOMC) met on November 4, 2009 and re-affirmed the benchmark federal funds rate as a range of 0.0% to 0.25%. The next scheduled FOMC meeting is December 16, 2009 and market expectations are for the Federal Funds rate to remain unchanged. This interest rate level has been maintained since December 16, 2008, as the Federal Reserve continues to provide liquidity to the financial markets. Major economists are now projecting short-term interest rates will remain at the current levels through 2010. The chart below shows the interest rates for Treasury issues for the period of November 2008 and November 2009:



Source: Bloomberg Financial Systems

The City’s investment portfolio remains strongly diversified and invested in high credit quality issues of U.S. Treasuries, Federal Agencies, Medium Term Corporate Notes and high grade commercial paper. Investments in money market accounts are restricted to U.S. Treasury and Federal Agencies only and a review of the State of California Local Agency Investment Fund (LAIF) shows high levels of liquidity and safe investments. The City’s investment strategy continues to focus on safety and providing liquidity for the City’s operational requirements.

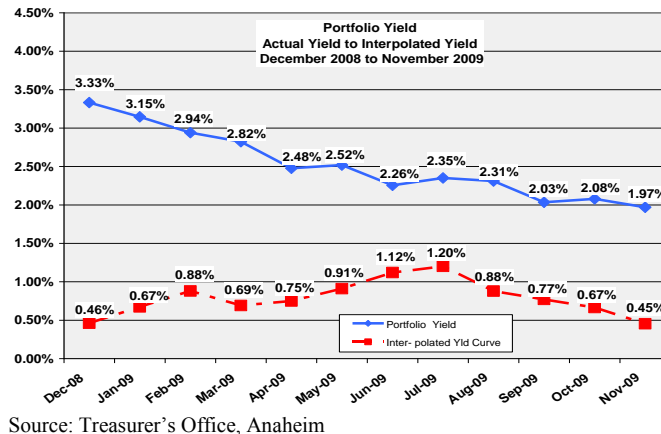
**INVESTMENT PERFORMANCE**

For November 2009, the City Treasurer’s Investment Portfolio performance was:

	Amount of Funds (Market Value)	Maturity	Effective Yield	Interpolated Yield	Total Return Monthly	Total Return Annual
Short-Term Portfolio	\$ 119,609,833	6 days	0.29 %	0.02 %	0.023	0.703
Long-Term Portfolio	\$ 229,587,543	2.5 years	2.87 %	0.85 %	0.595	4.418
Total Portfolio	\$ 349,197,376	1.6 years	1.97 %	0.45 %	0.395	3.819

Please note the use of interpolated yield values and total return values are guidelines and not used in the performance evaluation of the portfolio. The investment of public funds is exposed to a large range of variable factors, such as increases or decreases in revenues and expenditures as well as seasonal timing, which can affect the cash flow of the City.

The City’s investment portfolio continues to provide a market rate of return on funds as shown in the following graph which shows the City’s net overall performance to a market indicator for the past twelve months:



A complete listing of the portfolio holdings for the City of Anaheim’s Investment Portfolio for the month of November 2009 is on the following pages.

**IMPACT ON BUDGET:**

None.

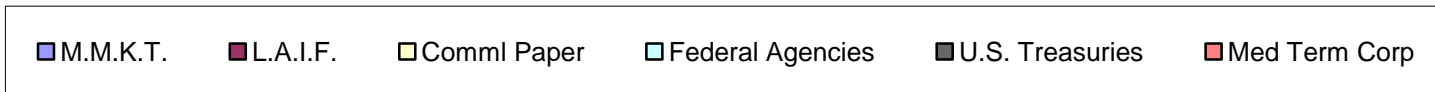
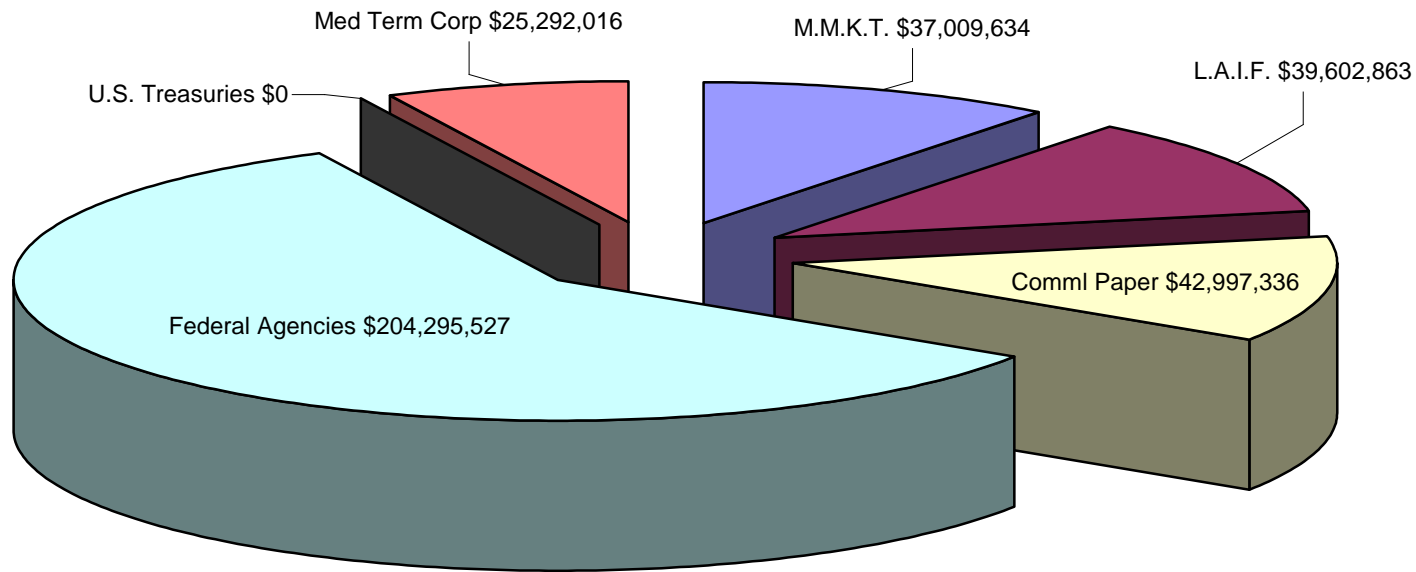
Respectfully submitted,

Henry W. Stern, CTP  
 City Treasurer

**Balances, Yields and Average Maturities****November 30, 2009**

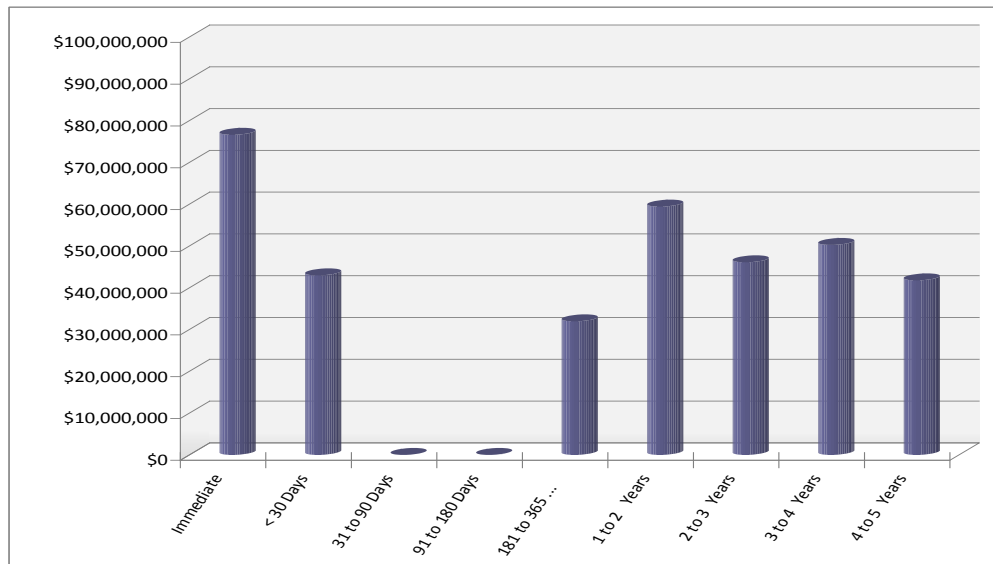
<u>Description</u>	<u>Par Value</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Yield to Maturity</u>	<u>Percent of Total Funds</u>	<u>Average Weighted Maturity</u>	
						<u>Days</u>	<u>Years</u>
<b>Short-Term Portfolio</b>							
Money Market Funds	\$37,009,634	\$37,009,634	\$37,009,634	0.07%	10.60%	1	0.00
L.A.I.F. (State of California)	\$39,602,863	\$39,602,863	\$39,602,863	0.62%	11.34%	1	0.00
subtotal: Cash and Overnight Investments	\$76,612,497	\$76,612,497	\$76,612,497		21.94%	1	0.00
Commercial Paper	\$43,000,000	\$42,997,336	\$42,997,336	0.16%	12.31%	15	0.04
Medium Term Corporate Notes	\$0	\$0	\$0	0.00%	0.00%	0	0.00
U.S. Federal Agencies	\$0	\$0	\$0	0.00%	0.00%	0	0.00
U.S. Treasury	\$0	\$0	\$0	0.00%	0.00%	0	0.00
subtotal: Pooled Investments	\$43,000,000	\$42,997,336	\$42,997,336	0.16%	12.31%	15	0.04
<b>Total Short-Term Portfolio:</b>	<b>\$119,612,497</b>	<b>\$119,609,833</b>	<b>\$119,609,833</b>	<b>0.29%</b>	<b>34.25%</b>	<b>6</b>	<b>0.02</b>
<b>Long -Term Portfolio</b>							
Commercial Paper	\$0	\$0	\$0		0.00%	0	0.00
Medium Term Corporate Notes	\$24,364,000	\$24,307,230	\$25,292,016	4.26%	7.24%	765	2.10
U.S. Federal Agencies	\$199,598,000	\$199,652,615	\$204,295,527	2.70%	58.50%	923	2.53
U.S. Treasury	\$0	\$0	\$0	0.00%	0.00%	0	0.00
<b>Total Long-Term Portfolio:</b>	<b>\$223,962,000</b>	<b>\$223,959,845</b>	<b>\$229,587,543</b>	<b>2.87%</b>	<b>65.75%</b>	<b>906</b>	<b>2.48</b>
<b>Total Cash and Pooled Investments</b>	<b>\$343,574,497</b>	<b>\$343,569,678</b>	<b>\$349,197,376</b>	<b>1.97%</b>	<b>100.00%</b>	<b>593</b>	<b>1.62</b>

**City of Anaheim  
Investment Portfolio Asset Allocation  
November 30, 2009  
\$ 349,197,376**



### Liquidity Schedule November 30, 2009

	<u>Availability</u>	<u>Market Value</u>	<u>Cumulative Balances</u>	<u>% of Total Assets</u>
Money Market Funds	Immediate	\$37,009,634	\$37,009,634	10.60%
L.A.I.F. (State of California)	Immediate	\$39,602,863	\$76,612,497	21.94%
Pooled Investment Maturities:	< 30 Days	\$42,997,336	\$119,609,833	34.25%
	31 to 90 Days	\$0	\$119,609,833	34.25%
	91 to 180 Days	\$0	\$119,609,833	34.25%
	181 to 365 Days	\$31,973,825	\$151,583,658	43.41%
	1 to 2 years	\$59,436,696	\$211,020,355	60.43%
	2 to 3 years	\$46,103,309	\$257,123,664	73.63%
	3 to 4 years	\$50,272,650	\$307,396,314	88.03%
	4 to 5 years	\$41,801,062	\$349,197,376	100.00%
<b>Total Cash and Pooled Investments:</b>		<b>\$349,197,376</b>		



**Summary and Comparison of Yields and Balances  
November 30, 2009**

<u>Description</u>	Current Month <u>November 30, 2009</u>	Prior Month <u>October 31, 2009</u>
Yield to Maturity (at market):		
Money Market Funds (US Treasuries)	0.07%	0.12%
L.A.I.F. (State of California)	0.62%	0.64%
U.S. Treasuries	0.00%	0.00%
Federal Agency Bonds	2.70%	2.70%
Commercial Paper	0.16%	0.15%
Medium Term Corporate Notes	4.26%	4.46%
	1.97%	2.08%
Weighted Average Maturity (Days)	593	621
Weighted Average Maturity (Years)	1.62	1.70
Balances (at Market Value)		
Money Market Funds (US Gov Sec)	\$37,009,634	\$44,926,082
L.A.I.F. (State of California)	\$39,602,863	\$39,602,863
U.S. Treasuries	\$0	\$0
Federal Agencies	\$204,295,527	\$203,495,982
Commercial Paper	\$42,997,336	\$24,998,145
Medium Term Corporate Notes	\$25,292,016	\$30,119,081
Total Portfolio:	\$349,197,376	\$343,142,153
	Current Month	Fiscal Year to
		<u>Date</u>
Earnings:	<u>November 30, 2009</u>	<u>Earnings</u>
Total Interest Earnings for Month:	\$564,206.32	\$3,344,026.69
Total Adjustments from Premiums and Discounts	-\$1,463.33	-\$62,424.31
Total Capital Gains or Losses	\$0.00	\$156,730.51
Total Earnings for Month	\$562,742.99	\$3,438,332.89



**City of Anaheim  
Short-Term Portfolio Listing**

**November 30, 2009**

CUSIP	Security #	Issuer	Security Type	S & P Rating	Par Value	Book Value	Market Value	Purchase Date	Maturity Date	Stated Rate
SYS17430	17430	LAIF	MMKT	AA	20,448,179.86	20,448,179.86	20,448,179.86			0.620
SYS17431	17431	LAIF	MMKT	AA	19,154,682.79	19,154,682.79	19,154,682.79			0.620
SYS987	987	FIDELITY GOVMENT MMKT	MMKT	AAA	13,815,481.25	13,815,481.25	13,815,481.25			0.070
SYS500	500	GOLDMAN SACHS MMKT	MMKT	AAA	23,194,153.12	23,194,153.12	23,194,153.12			0.070
19121AZ38	1414	COCA COLA	CP	A-1+	4,000,000.00	3,999,960.66	3,999,960.66	09/04/2009	12/03/2009	0.180
4662J0Z39	1433	JP Morgan	CP	A-1+	4,000,000.00	3,999,965.04	3,999,965.04	11/03/2009	12/03/2009	0.160
89233GZ41	1429	Toyota Motor Credit	CP	A1	4,000,000.00	3,999,954.11	3,999,954.11	10/23/2009	12/04/2009	0.140
0660P0Z71	1438	BANK OF AMERICA	CP	A-1+	4,000,000.00	3,999,888.56	3,999,888.56	11/13/2009	12/07/2009	0.170
36960LZB4	1432	GE Company	CP	A1	5,000,000.00	4,999,795.13	4,999,795.13	11/03/2009	12/11/2009	0.150
36959HZJ9	1430	GE Company	CP	A1	5,000,000.00	4,999,605.29	4,999,605.29	11/02/2009	12/18/2009	0.170
89233GZP4	1431	Toyota Motor Credit	CP	A1	4,000,000.00	3,999,663.45	3,999,663.45	11/03/2009	12/23/2009	0.140
00282CZU9	1437	Abbott Labs	CP	A-1+	3,000,000.00	2,999,778.72	2,999,778.72	11/13/2009	12/28/2009	0.100
36960LZU2	1436	GE Company	CP	A1	5,000,000.00	4,999,336.26	4,999,336.26	11/13/2009	12/28/2009	0.180
89233GZX7	1435	Toyota Motor Credit	CP	A1	5,000,000.00	4,999,388.73	4,999,388.73	11/13/2009	12/31/2009	0.150
<b>Total Short-Term Portfolio:</b>					<b><u>119,612,497.02</u></b>	<b><u>119,609,832.97</u></b>	<b><u>119,609,832.97</u></b>			<b><u>0.285</u></b>

**City of Anaheim  
Long-Term Portfolio Listing**

**November 30, 2009**

CUSIP	Security #	Issuer	Security Type	S & P Rating	Par Value	Book Value	Market Value	Purchase Date	Maturity Date	Stated Rate
92976WAT3	1340	Wells Fargo Corp	MTN	AA	3,000,000.00	3,013,978.41	3,056,415.00	01/20/2009	06/01/2010	4.375
31331Y3U2	1298	Fed Farm Credit Note	Fed Agy	AAA	10,000,000.00	9,999,776.39	10,187,500.00	07/21/2008	07/21/2010	3.300
3136FHFE0	1363	Fed Natl Mort Assoc Note	Fed Agy	AAA	10,000,000.00	10,020,465.71	10,056,250.00	04/01/2009	09/16/2010	1.500
94974BAZ3	1334	Wells Fargo Corp	MTN	AA	8,364,000.00	8,366,883.45	8,673,660.37	12/23/2008	10/29/2010	3.980
31331GJY6	1338	Fed Farm Credit Note	Fed Agy	AAA	5,000,000.00	5,004,250.49	5,062,500.00	01/15/2009	01/12/2011	1.600
3136FHAA3	1352	Fed Natl Mort Assoc Note	Fed Agy	AAA	5,000,000.00	4,999,402.78	5,017,187.50	02/11/2009	02/11/2011	2.000
31398AVL3	1371	Fed Natl Mort Assoc Note	Fed Agy	AAA	3,090,000.00	3,102,611.67	3,103,518.75	04/29/2009	03/02/2011	2.000
3133XT4D5	1365	Fed Home Loan Bank Note	Fed Agy	AAA	10,000,000.00	10,024,931.91	10,146,875.00	04/01/2009	03/16/2011	1.625

City Treasurer's Investment Report – November 2009

Attachment 1

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**City of Anaheim  
Long-Term Portfolio Listing**

**November 30, 2009**

<b>CUSIP</b>	<b>Security #</b>	<b>Issuer</b>	<b>Security Type</b>	<b>S &amp; P Rating</b>	<b>Par Value</b>	<b>Book Value</b>	<b>Market Value</b>	<b>Purchase Date</b>	<b>Maturity Date</b>	<b>Stated Rate</b>
3133XTJ64	1380	Fed Home Loan Bank Note	Fed Agy	AAA	10,000,000.00	10,005,404.64	10,125,000.00	05/01/2009	05/16/2011	1.375
3128X8C26	1382	Fed Home Loan Mort Corp	Fed Agy	AAA	10,000,000.00	9,993,975.31	10,047,240.00	05/11/2009	08/11/2011	1.625
3133XH6G2	1039 C	Fed Home Loan Bank Note	Fed Agy	AAA	5,000,000.00	5,000,000.00	5,421,875.00	09/29/2006	09/29/2011	5.340
31331Y3P3	1296	Fed Farm Credit Note	Fed Agy	AAA	10,000,000.00	9,989,366.84	10,512,500.00	07/15/2008	10/03/2011	3.500
3133XSQH4	1335	Fed Home Loan Bank Note	Fed Agy	AAA	4,485,000.00	4,485,000.00	4,493,409.38	12/29/2008	12/29/2011	3.000
3128X8EM0	1349	Fed Home Loan Mort Corp	Fed Agy	AAA	10,000,000.00	10,007,876.16	10,017,890.00	01/26/2009	01/20/2012	2.250
3136FHEV3	1362	Fed Natl Mort Assoc Note	Fed Agy	AAA	8,000,000.00	8,052,776.12	8,130,000.00	04/01/2009	03/23/2012	2.375
3128X8A93	1376	Fed Home Loan Mort Corp	Fed Agy	AAA	5,000,000.00	5,000,000.00	5,028,790.00	05/11/2009	05/11/2012	2.050
3128X8H62	1391	Fed Home Loan Mort Corp	Fed Agy	AAA	5,000,000.00	5,000,000.00	5,030,095.00	06/08/2009	06/08/2012	1.750
3136F94U4	1342	Fed Natl Mort Assoc Note	Fed Agy	AAA	2,500,000.00	2,500,000.00	2,537,500.00	02/03/2009	08/03/2012	2.000
31359MPF4	1286	Fed Natl Mort Assoc Note	Fed Agy	AAA	10,000,000.00	10,052,049.47	10,865,625.00	06/25/2008	09/15/2012	4.375
31331YQP8	1204	Fed Farm Credit Note	Fed Agy	AAA	5,000,000.00	5,000,000.00	5,026,562.50	01/25/2008	01/25/2013	3.800
31398AME9	1206	Fed Natl Mort Assoc Note	Fed Agy	AAA	10,000,000.00	10,000,000.00	10,759,375.00	01/28/2008	01/28/2013	4.000
949746NY3	1333	Wells Fargo Corp	MTN	AA	8,000,000.00	7,928,436.56	8,385,376.00	12/23/2008	01/31/2013	4.375
3133XSTQ1	1351	Fed Home Loan Bank Note	Fed Agy	AAA	5,000,000.00	4,998,015.63	5,021,875.00	02/04/2009	02/04/2013	2.875
02666QB69	1237	American Honda	MTN	A	5,000,000.00	4,997,931.61	5,176,565.00	04/02/2008	04/02/2013	4.625
3128X8TZ5	1368	Fed Home Loan Mort Corp	Fed Agy	AAA	3,955,000.00	3,951,870.81	4,024,924.40	04/14/2009	04/08/2013	2.500
3136F9PL1	1264	Fed Natl Mort Assoc Note	Fed Agy	AAA	10,000,000.00	10,000,000.00	10,168,750.00	05/14/2008	05/14/2013	4.000
3133XTNY8	1390	Fed Home Loan Bank Note	Fed Agy	AAA	1,685,000.00	1,683,154.11	1,709,221.88	06/03/2009	06/03/2013	2.375
3133XSP93	1330	Fed Home Loan Bank Note	Fed Agy	AAA	6,845,000.00	6,876,784.71	7,170,137.50	12/15/2008	12/13/2013	3.125
31398AWH1	1367	Fed Natl Mort Assoc Note	Fed Agy	AAA	5,000,000.00	5,022,577.30	5,076,562.50	04/14/2009	04/07/2014	2.900
31331GTJ8	1369	Fed Farm Credit Note	Fed Agy	AAA	8,000,000.00	8,004,202.67	8,187,500.00	04/17/2009	04/17/2014	2.625
31331GTJ8	1379	Fed Farm Credit Note	Fed Agy	AAA	4,500,000.00	4,480,741.21	4,605,468.75	05/01/2009	04/17/2014	2.625
3128X8YK2	1381	Fed Home Loan Mort Corp	Fed Agy	AAA	4,038,000.00	4,020,168.12	4,087,174.76	05/01/2009	04/29/2014	2.750
31331GVG1	1392	Fed Farm Credit Note	Fed Agy	AAA	5,000,000.00	4,917,738.19	5,087,500.00	05/28/2009	05/06/2014	2.750
3133XTRN8	1393	Fed Home Loan Bank Note	Fed Agy	AAA	7,500,000.00	7,459,475.00	7,586,718.75	06/02/2009	06/02/2014	3.000
<b>Total Long-Term Portfolio</b>					<b><u>223,962,000.00</u></b>	<b><u>223,959,845.27</u></b>	<b><u>229,587,543.04</u></b>			<b><u>2.868</u></b>
<b>Total Portfolio Holdings:</b>					<b><u>343,574,497.02</u></b>	<b><u>343,569,678.24</u></b>	<b><u>349,197,376.01</u></b>			<b><u>1.969</u></b>

**CITY OF ANAHEIM  
 Purchases Report  
 Sorted by Fund - Issuer  
 November 1, 2009 - November 30, 2009**

CUSIP	Investment #	Fund	Sec. Type Issuer	Original Par Value	Purchase Date	Payment Periods	Principal Purchased	Accrued Interest at Purchase	Rate at Purchase	Maturity Date	YTM	Ending Book Value
<b>SHORT- TERM PORTFOLIO</b>												
00282CZU9	1437	01	ACP ABT	3,000,000.00	11/13/2009	12/28 - At Maturity	2,999,625.00		0.100	12/28/2009	0.100	2,999,778.72
0660PQZ71	1438	01	ACP BAC	4,000,000.00	11/13/2009	12/07 - At Maturity	3,999,546.67		0.170	12/07/2009	0.170	3,999,888.56
36959HZJ9	1430	01	ACP GE COM	5,000,000.00	11/02/2009	12/18 - At Maturity	4,998,913.89		0.170	12/18/2009	0.170	4,999,605.29
36960LZB4	1432	01	ACP GE COM	5,000,000.00	11/03/2009	12/11 - At Maturity	4,999,208.33		0.150	12/11/2009	0.150	4,999,795.13
36960LZU2	1436	01	ACP GE COM	5,000,000.00	11/13/2009	12/28 - At Maturity	4,998,875.00		0.180	12/28/2009	0.180	4,999,336.26
4662JQZ39	1433	01	ACP JPM	4,000,000.00	11/03/2009	12/03 - At Maturity	3,999,466.67		0.160	12/03/2009	0.160	3,999,965.04
89233GZP4	1431	01	ACP TOYCC	4,000,000.00	11/03/2009	12/23 - At Maturity	3,999,222.22		0.140	12/23/2009	0.140	3,999,663.45
89233GZX7	1435	01	ACP TOYCC	5,000,000.00	11/13/2009	12/31 - At Maturity	4,999,000.00		0.150	12/31/2009	0.150	4,999,388.73
<b>Subtotal</b>				<b>36,000,000.00</b>			<b>34,983,867.78</b>	<b>0.00</b>				<b>34,987,421.18</b>

<b>Managed Pool Deposits</b>				Deposit Amount	Deposit Date	Deposit Amount	Rate
SYS987	987	01	PA2 FIDELI	7,094,000.00	11/02/2009	7,094,000.00	0.510
SYS987	987	01	PA2 FIDELI	68,750.00	11/06/2009	68,750.00	0.510
SYS987	987	01	PA2 FIDELI	8,454,000.00	11/10/2009	8,454,000.00	0.510
SYS987	987	01	PA2 FIDELI	4,000,000.00	11/10/2009	4,000,000.00	0.510
SYS987	987	01	PA2 FIDELI	51,250.00	11/11/2009	51,250.00	0.510
SYS987	987	01	PA2 FIDELI	81,250.00	11/11/2009	81,250.00	0.510
SYS987	987	01	PA2 FIDELI	5,000,000.00	11/16/2009	5,000,000.00	0.510
SYS987	987	01	PA2 FIDELI	200,000.00	11/16/2009	200,000.00	0.510
SYS987	987	01	PA2 FIDELI	80,208.33	11/16/2009	80,208.33	0.510
SYS987	987	01	PA2 FIDELI	451,242.67	11/16/2009	451,242.67	0.510
SYS987	987	01	PA2 FIDELI	6,768,000.00	11/18/2009	6,768,000.00	0.510
SYS987	987	01	PA2 FIDELI	2,900,000.00	11/27/2009	2,900,000.00	0.510
SYS500	500	01	PA2 GOLDSA	907,000.00	11/03/2009	907,000.00	0.288
SYS500	500	01	PA2 GOLDSA	2,376,000.00	11/04/2009	2,376,000.00	0.288
SYS500	500	01	PA2 GOLDSA	1,034,000.00	11/05/2009	1,034,000.00	0.288
SYS500	500	01	PA2 GOLDSA	3,272,000.00	11/17/2009	3,272,000.00	0.288
SYS500	500	01	PA2 GOLDSA	1,813,000.00	11/19/2009	1,813,000.00	0.288
SYS500	500	01	PA2 GOLDSA	1,101,000.00	11/24/2009	1,101,000.00	0.288
SYS500	500	01	PA2 GOLDSA	2,629,896.00	11/30/2009	2,629,896.00	0.288

CITY OF ANAHEIM  
 Purchases Report  
 November 1, 2009 - November 30, 2009

CUSIP	Investment #	Fund	Sec. Type	Issuer	Original Par Value	Purchase Date	Payment Periods	Prtnolpal Purohased	Accrued Interest at Purohase	Rate at Purohase	Maturity Date	YTM	Ending Book Value
<b>Managed Pool Deposits</b>					<b>Deposit Amount</b>	<b>Deposit Date</b>		<b>Deposit Amount</b>		<b>Rate</b>			
SYS500	500	01	PA2	GOLDSA	944.98	11/30/2009		944.98		0.288			
					<b>Subtotal</b>			<b>48,282,641.88</b>					
<b>Total Purohases and Deposits</b>					<b>83,282,641.88</b>			<b>83,278,386.78</b>	<b>0.00</b>				<b>34,867,421.18</b>

**CITY OF ANAHEIM**  
**Maturity Report**  
**Sorted by Maturity Date**  
 Amounts due during November 1, 2009 - November 30, 2009

CUBIP	Investment #	Fund	Sec. Type	Issuer	Par Value	Maturity Date	Purchase Date	Rate of Maturity	Book Value at Maturity	Interest	Maturity Proceeds	Net Income
423328BM4	1019	02	MTN	HELLER	5,000,000.00	11/01/2009	05/10/2006	7.375	5,000,000.00	184,375.00	5,184,375.00	184,375.00
89233GY67	1426	01	ACP	TOYCC	4,000,000.00	11/06/2009	10/13/2009	0.120	4,000,000.00	0.00	4,000,000.00	0.00
19416EYA9	1427	01	ACP	COLG-C	4,000,000.00	11/10/2009	10/16/2009	0.100	4,000,000.00	0.00	4,000,000.00	0.00
36959HYC5	1425	01	ACP	GE COM	4,000,000.00	11/12/2009	10/13/2009	0.160	4,000,000.00	0.00	4,000,000.00	0.00
0660PYG2	1428	01	ACP	BAC	5,000,000.00	11/16/2009	10/23/2009	0.180	5,000,000.00	0.00	5,000,000.00	0.00
<b>Total Maturities</b>					<b>22,000,000.00</b>				<b>22,000,000.00</b>	<b>184,375.00</b>	<b>22,184,375.00</b>	<b>184,375.00</b>

**CITY OF ANAHEIM**  
**Sales/Call Report**  
**Sorted by Issuer - Investment Number**  
**November 1, 2009 - November 30, 2009**

CUSIP	Investment #	Fund	Issuer Sec. Type	Purchase Date	Redem. Date Matur. Date	Par Value	Rate at Redem.	Book Value at Redem.	Redemption Principal	Redemption Interest	Total Amount	Net Income
<b>Managed Pool Withdrawals</b>					<b>Withdrawal Date</b>	<b>Withdrawal Amount</b>	<b>Current Rate</b>		<b>Withdrawal Amount</b>		<b>Withdrawal Amount</b>	
	500		GOLDSA	11/01/2009		1,919.60	0.075		1,919.60		1,919.60	
	500		GOLDSA	11/09/2009		440,000.00	0.075		440,000.00		440,000.00	
	500		GOLDSA	11/20/2009		7,985,000.00	0.075		7,985,000.00		7,985,000.00	
	500		GOLDSA	11/27/2009		2,900,000.00	0.075		2,900,000.00		2,900,000.00	
	987		FIDELI	11/03/2009		12,997,897.22	0.070		12,997,897.22		12,997,897.22	
	987		FIDELI	11/06/2009		7,574,000.00	0.070		7,574,000.00		7,574,000.00	
	987		FIDELI	11/12/2009		500,000.00	0.070		500,000.00		500,000.00	
	987		FIDELI	11/13/2009		10,257,000.00	0.070		10,257,000.00		10,257,000.00	
	987		FIDELI	11/25/2009		10,647,000.00	0.070		10,647,000.00		10,647,000.00	
					<b>Subtotal</b>	<b>63,302,818.82</b>			<b>63,302,818.82</b>		<b>63,302,818.82</b>	
			<b>Total Sales and Withdrawals</b>			<b>63,302,818.82</b>		<b>0.00</b>	<b>63,302,818.82</b>	<b>0.00</b>	<b>63,302,818.82</b>	<b>0.00</b>



**FUND PROFILE**

March 31, 2009

**City of Anaheim Treasurer Investment Pool**



**Credit Quality Ratings Definitions**

**AAAF** The fund's portfolio holdings provide extremely strong protection against losses from credit defaults.

**AAf** The fund's portfolio holdings provide very strong protection against losses from credit defaults.

**Af** The fund's portfolio holdings provide strong protection against losses from credit defaults.

**BBBf** The fund's portfolio holdings provide adequate protection against losses from credit defaults.

**BBf** The fund's portfolio holdings provide uncertain protection against losses from credit defaults.

**Bf** The fund's portfolio holdings exhibit vulnerability to losses from credit defaults.

**CCCF** The fund's portfolio holdings make it extremely vulnerable to losses from credit defaults.

**Plus (+) or Minus (-)** The ratings from 'AAf' to 'CCCF' may be modified to show relative standing within the major rating categories.

Credit quality ratings, identified by the 'f' subscript, are assigned to bond funds and other actively managed funds that exhibit variable net asset values. These ratings are current assessments of the overall credit quality of a fund's portfolio. The ratings reflect the level of protection against losses from credit defaults and are based on an analysis of the credit quality of the portfolio investments and the likelihood of counterparty defaults.

**About the Fund**

Fund Rating	<b>AAAF / S1</b>
Fund Type	Variable NAV Government Investment Pool
Investment Adviser	City of Anaheim CA
Portfolio Manager	Henry Stern
Date Rating Assigned	July 2008

**Fund Highlights**

- Average maturity 2 years or less
- The portfolio must purchase securities with a rating of A or better

**Management**

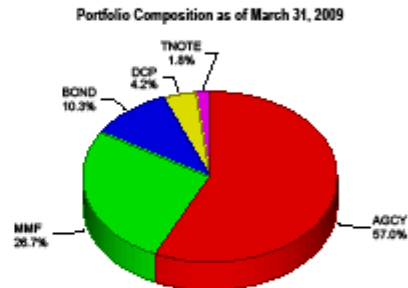
The Treasurer for the city of Anaheim, CA is responsible for overall management of the portfolio. The Treasurer has prior experience managing S&P rated government investment pools during his tenure at the cities of Los Angeles and Long Beach. The city of Anaheim's \$500+ million portfolio is being divided into a shorter-term and a longer term portion, where \$100-\$125 million comprises the shorter-term component. The investment policy, which was last revised and approved in January 2008, apply to all cash and investments controlled by the Anaheim Treasurer on behalf of the City.

**Credit Quality**

The 'AAAF' fund credit quality rating is based on our analysis of the credit quality of the Portfolio's eligible investments, the counterparties, and overall management by the portfolio's investment managers. The 'AAAF' rating signifies that the portfolio holdings provide extremely strong protection against losses from credit defaults. The 'S1' volatility rating signifies that a fund possesses low sensitivity to changing market conditions and a level of risk that is less than or equal to that of a portfolio comprised of the highest quality fixed-income instruments with an average maturity of one to three years. As part of our volatility analysis, we assessed the management, portfolio-level risk, target durations, and comparable return strategies of the Portfolio.

**Portfolio Assets**

Eligible portfolio holdings are typically comprised of highly rated securities, including money-market



AGCY - Agency Fixed Rate; MMF - Money Market Fund; BOND - Corporate Fixed Rate; DCP - Commercial Paper; TNOTE - US Treasury Note

\*As assessed by Standard & Poor's

funds, investment-grade corporate debt, CP, the Local Agency Investment Fund (LAIF), U.S. Treasury and Agency securities. The portfolio has to purchase securities with a rating of A or better. The Anaheim Treasurer's Investment Pool's primary objective is to provide safety of principal followed by maintenance of liquidity and return on investment. The various city departments are the Investment Pool's predominant investors. The short-term portfolio's benchmark is the ninety-one day T-bill and it is managed with the view that cash is needed for operating purposes within a 6-month period. The long-term portfolio uses the ML 1-3 Year US Treasury benchmark. The Investment Pool's overall duration is currently 1.2 years with a maximum duration of 3 years. Union Bank of CA is the custodian for the pool.

Standard & Poor's Analyst: Guyna Johnson - (1) 312-233-7008

www.standardandpoors.com

Investors should consider the investment objectives, risks and charges and expenses of the fund before investing. The prospectus which can be obtained from your broker-dealer, contains this and other information about the fund and should be read carefully before investing.

City Treasurer's Investment Report – November 2009

Attachment 1

CITY OF ANAHEIM  
BOND FUND INVESTMENTS  
October 31, 2009

<u>Debt Issue</u>	<u>Trustee</u>	<u>Book Value</u>	<u>Total Trustee Holdings</u>
Decommissioning Trust	Union Bank of Calif.	\$ 113,448,760	
APFA Revenue Bds, 1998 Series	Union Bank of Calif.	\$ 1	\$ 113,448,761
COP 1992 Convention Ctr.	US Bank	\$ 7,355,668	
1993 Land Acquisition Program Lease	US Bank	\$ 3,236,336	
Anaheim R/A Tax Allocation Bond - Escrow Fd	US Bank	\$ 28,096,466	
Anaheim CFD no. 1989-3	US Bank	\$ 805,063	
APFR Rev Bds. - Escrow Fd	US Bank	\$ 6,410,000	
Anaheim CFD 1989 - 1, Sycamore Canyon	US Bank	\$ 440,293	
Anaheim CFD 1989 - 2, Highlands Sp Tax Bds	US Bank	\$ 639,174	
CITY OF ANAHEIM CFD DIST 06-2 2007	US Bank	\$ 690,700	
Anaheim RDA 2007 Tax Allocation Refunding Bds	US Bank	\$ 19,928,038	
APFA Lease Revenue Refunding Bonds Ser 2008	US Bank	\$ 5,182,000	\$ 72,783,739
Anaheim Dist Sys 99	BNY Western Trust	\$ 147,798	
Anaheim Arena 03	BNY Western Trust	\$ -	
Anaheim 04 Electric Purchase	BNY Western Trust	\$ 10,240,052	
Anaheim Debt Service Payment Account	BNY Western Trust	\$ -	
Anaheim/Disney Lease Revenue 1997A	BNY Western Trust	\$ 32,995,089	
Anaheim Lenain Reserve	BNY Western Trust	\$ 1,039,277	
APFA 02 A	BNY Western Trust	\$ 8,168,889	
APFA 03 B	BNY Western Trust	\$ 7,003,857	
Anaheim 03 A	BNY Western Trust	\$ 3,668,757	
Anaheim 03 B	BNY Western Trust	\$ -	
Anaheim 93 A Reserve Fund	BNY Western Trust	\$ 2,205,046	
Anaheim 04 Water	BNY Western Trust	\$ 1,210,500	
APFA 2007A	BNY Western Trust	\$ 16,645,207	
APFA 2007A Farecal Escrow	BNY Western Trust	\$ 2,151,479	
Anaheim Sewer Rev Bds 2007	BNY Western Trust	\$ 35,186,334	
Anaheim (Dsnry) 2007 Ref Ser A	BNY Western Trust	\$ 1,561,459	
Anaheim (Dsnry) 2007 Ref Ser B	BNY Western Trust	\$ 473,289	
Anaheim/Disney 97 Series A-1/B Escrow	BNY Western Trust	\$ 0	
Anaheim/Disney 97 Series A-2 Escrow	BNY Western Trust	\$ -	
Farecal Anaheim	BNY Western Trust	\$ -	
Anaheim 08 Water	BNY Western Trust	\$ 10,526,789	
Anaheim 09A Electric	BNY Western Trust	\$ 34,761,692	\$ 167,985,513
Total Bond Funds with external Trustees:			\$ 354,218,013
Anaheim RDA PFA 1992 Tax Alloc Rev	City Treasurer	\$ 23,444	
2000 RDA SubAccount	City Treasurer	\$ 5,477,912	
2007 RDA Bond - A	City Treasurer	\$ 38,757	
2007 RDA Bond - B	City Treasurer	\$ 2,105,841	
2007 RDA Bond - D	City Treasurer	\$ -	
Total Bond Funds with City Treasurer:			\$ 7,645,953
Total Bond Funds:			\$ 361,863,967