



+COUNCIL AGENDA REPORT

City of Anaheim OFFICE OF THE CITY TREASURER

DATE: SEPTEMBER 25, 2012
FROM: OFFICE OF THE CITY TREASURER
SUBJECT: INVESTMENT PORTFOLIO REPORT – AUGUST 2012

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

RECOMMENDATION:

That the City Council, by Motion, approve the Investment Portfolio Report for August 2012.

DISCUSSION:

This is the investment report for the City's general pool for the month ending August 31, 2012. 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 August 31, 2012:

| | Short-term Portfolio | Long-term Portfolio | Total Portfolio Values |
|------------------------------------|-----------------------------|----------------------------|-------------------------------|
| Portfolio Balance (Market Value) * | \$ 128,310,646 | \$ 269,502,499 | \$ 397,813,145 |
| Effective Yield | 0.24 % | 2.06 % | 1.47 % |
| Avg. Weighted Maturity | 8 Days | 2.1 Years | 1.4 Years |
| Net Earnings | \$ 24,973 | \$ 445,961 | \$ 470,934 |
| Benchmark** | 0.07% | 0.24% | 0.20 % |

* Portfolio balance includes approximately \$68.4 million of the 2011A Electric Bond project funds (July 2012)

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

INVESTMENT ACTIVITIES

The City Treasurer's Investment Portfolio has a current rating of "AAf" from Standard and Poor's (S&P). This rating was effective August 8, 2011, as a result of the action of S&P downgrading the debt issues of the United States Treasury and Federal Agencies from a credit rating of "AAA" to "AA+". The credit rating reflects the investment holdings of the City's Investment Portfolio (approximately 51% of funds in Federal Agency issues) and not the management of the investment fund.

It should be pointed out the downgrade in credit rating is the sole action of Standard and Poor’s, since the other two major national credit firms of Moody’s Investor Services and Fitch Ratings have maintained the “AAA” credit rating on all U.S. Treasury and Federal Agency debt issues. Even with the credit downgrade to the investment portfolio, the investment portfolio is still eligible and qualifies as a ‘permitted investment’ for City bond funds (i.e., project or acquisition funds).

This credit rating is for the City’s investment portfolio and does NOT reflect the credit rating of the City’s bond issues.

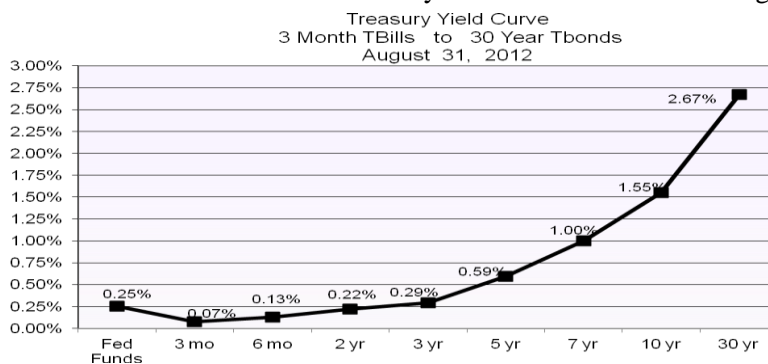
On August 11, 2008, the City of Anaheim’s Investment Policy was recognized and certified by the Association of Professional Treasurers of the United States and Canada (APT US&C) as meeting all standards and criteria established by the APT US&C.

INVESTMENT ENVIRONMENT

The month of August 2012 saw short-term interest rates unchanged from the previous month of July 2012, with a slight increase in the longer ten and thirty year maturities. The financial issues in Europe are still a primary focus, however, a majority of European firms and governments go on vacation in August, which remove the need for immediate action for refunding and adoption of austerity programs. With the beginning of September, the serious business of refunding outstanding sovereign debt issues will be taken up by the European Monetary Fund (EMF). We still see Greece struggling with the proposed austerity proposals and there is increasing civil unrest in Spain as cessation activities by secular groups push their agendas. The Mediterranean European countries are under growing stress to address their trade and economic imbalances, which will continue to have investors looking for “safe” havens for the investment of their capital funds. Excluding the immediate financial crises, the entire European union appears to be entering a period of recessionary economic activity, which could impact the revenues of United States multi-national corporations, since the European market accounts for nearly 25 percent of U.S. sales and exports.

This uncertainty in the financial markets has kept interest rates at near historically record lows. The three month U.S. Treasury bill closed the month of August 2012 at 0.07%, the two year U.S. Treasury Note closed at 0.22% and the ten year U.S. Treasury Note closed the month at 1.55%. Keeping interest rates at historic low levels is the concern for European issues and the continued “slow” growth of the U.S. economy.

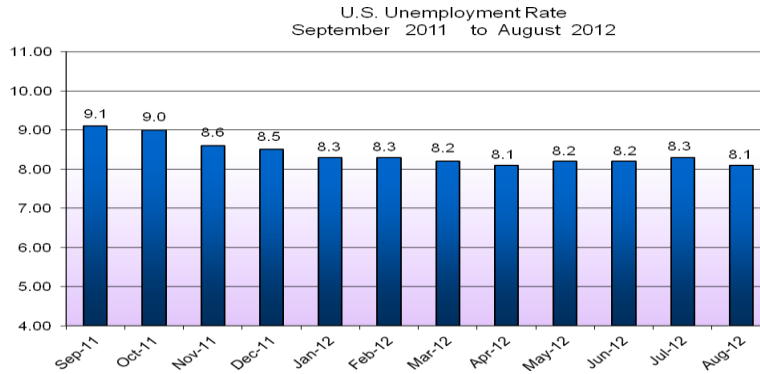
The Federal Reserve continues to maintain the benchmark “Federal Funds” rate in the established range of 0.00% to 0.25%. The Fed Funds rate has been at this rate for nearly three and a half years, since the Federal Open Market Committee (FOMC) took action at their December 2008 meeting. The FOMC meeting of September 13, 2012 continued its policy statement that the low rate action is in response to “risk to growth.” Federal Reserve Chairman Bernanke has voiced his concern for the lack of new job creation in the economy and has indicated he is prepared to advance additional stimulus, which the financial markets are calling “qualitative easing” or QE 3. Mr. Bernanke has also stated he intends to keep rates at these levels through the end of calendar year 2014 and even into 2015. The chart below shows the interest rates for U. S. Treasury issues for the month ending August 2012:



Source: Bloomberg Financial Systems

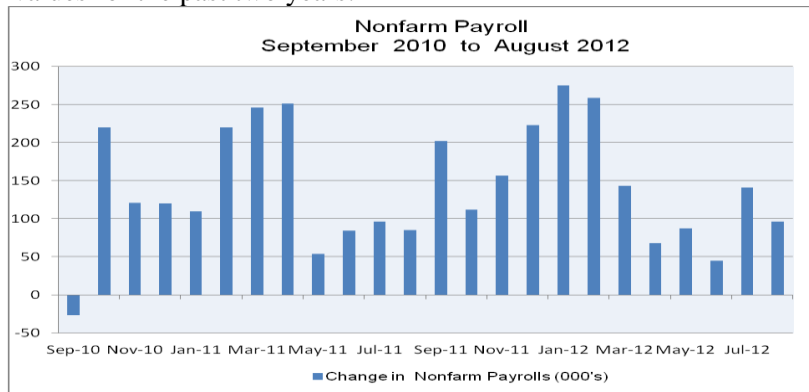
The U.S. economy continues to show slow incremental growth. One economic indicator we monitor is the national unemployment rate, which tends to show the overall health of the national economy. For the month of August 2012, the national unemployment rate was reported at 8.1%, down 0.2% from the July 2012 level of 8.3%; however, this increase is still significantly below the annual average rate of 9.0% for the past twelve months.

The unemployment rate is considered a “lagging” economic indicator and does not reflect immediate or current financial and economic events. The unemployment rate does indicate the level of idle workers as a percentage of the overall labor force. The chart below shows the national unemployment rate for the past twelve months:



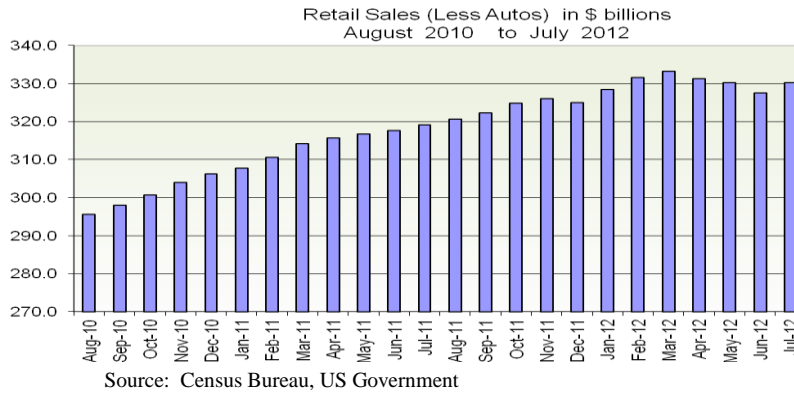
Source: Bureau of Statistics, Dept of Labor

What is more troubling is the slowdown in job creation. The Bureau of Labor Statistics publishes monthly the value of US Employees on nonfarm payrolls, which is an indication of how the corporate or business sector is hiring. For the month of August 2012, the nonfarm payroll number was reported to be 96,000 new jobs created, down from the prior month value of 141,000 new jobs. It should be noted the July 2012 value was revised downward as were the June 2012 values. The August 2012 value shows that employers are not ready to “restock” their employee positions and some news reports indicate there is still corporate downsizing going on. Economists have cited a minimum value of 150,000 monthly nonfarm jobs is necessary to sustain our economic recovery. The chart below shows the nonfarm payroll values for the past two years:

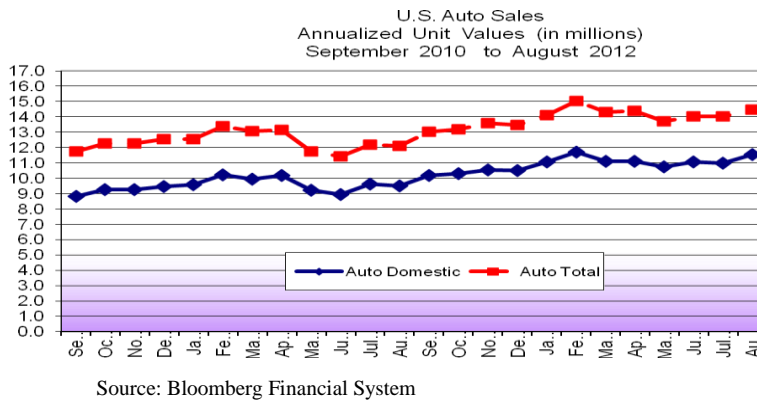


Source: U.S. Bureau of Labor Statistics

Another economic factor we watch is the monthly Retail Sales (less Autos), which measures the level of consumer spending and provides an indication of the underlying vitality of the overall national economy. The August 2012 retail sales data was not available at the time this report was prepared, and the chart reflects retail sales data through July 2012. For the first seven months of 2012, the national retail sales number has stalled around \$327 billion with no substantial growth. This trend combined with reduced job creation is contributing to a slowdown in the economic activity as consumers are becoming more cautious of the future vitality of the economy. The chart below shows the monthly increase in consumer spending for the past twenty four months:



Supporting the trend in retail sales, we see the annualized rate of auto sales showing an annualized value at approximately 14 million units. This economic statistic is cyclical and driven by a combination of consumer confidence, the price of gasoline and the overall health of the economy. The chart below shows the monthly annualized auto sales for the past twenty four months:



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 August 31, 2012, the City Treasurer’s Investment Portfolio performance was:

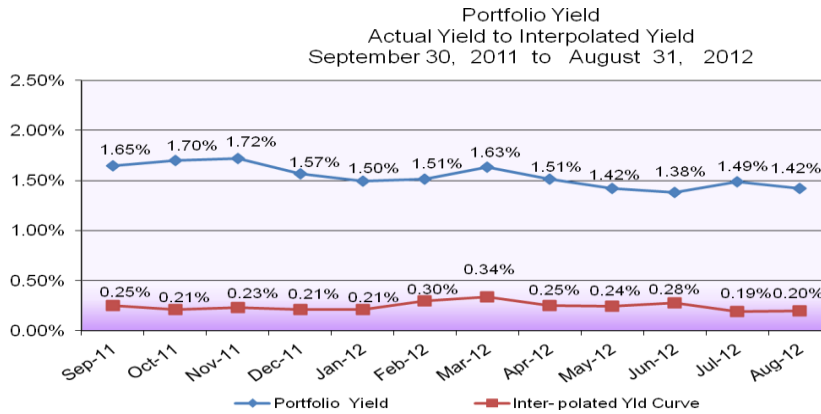
| | Amount of Funds (Market Value) | Maturity | Effective Yield | Interpolated Yield | Total Return Monthly | Total Return Annual |
|----------------------|--------------------------------|-----------|-----------------|--------------------|----------------------|---------------------|
| Short-Term Portfolio | \$ 128,310,646 | 8 days | 0.24 % | 0.07 % | 0.019 | 0.227 |
| Long-Term Portfolio | \$ 269,502,499 | 2.1 years | 2.14 % | 0.24 % | 0.201 | 1.960 |
| Total Portfolio | \$ 397,813,145 | 1.4 years | 1.47 % | 0.20 % | 0.138 | 1.428 |

The portfolio balance includes a deposit, as of July 31, 2012 of \$68,371,530 for acquisition funds from the 2011A Electric Bonds. As a “AA” credit rated portfolio, we are recognized as a permitted investment by the bond indenture of the above bonds. These funds enjoy the advantage of superior market rates of return in a historically low interest rate environment.

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 above market rates of return on funds invested as shown in the following graph which shows the City's net overall performance to a market indicator for the past twelve months:



Source: Treasurer's Office, Anaheim

A complete listing of the portfolio holdings and investment activity for the City of Anaheim's Investment Portfolio for the month of August 2012 is on the following pages.

IMPACT ON BUDGET:

There is no impact on the General Fund.

Respectfully submitted,

Henry W. Stern, CTP
City Treasurer

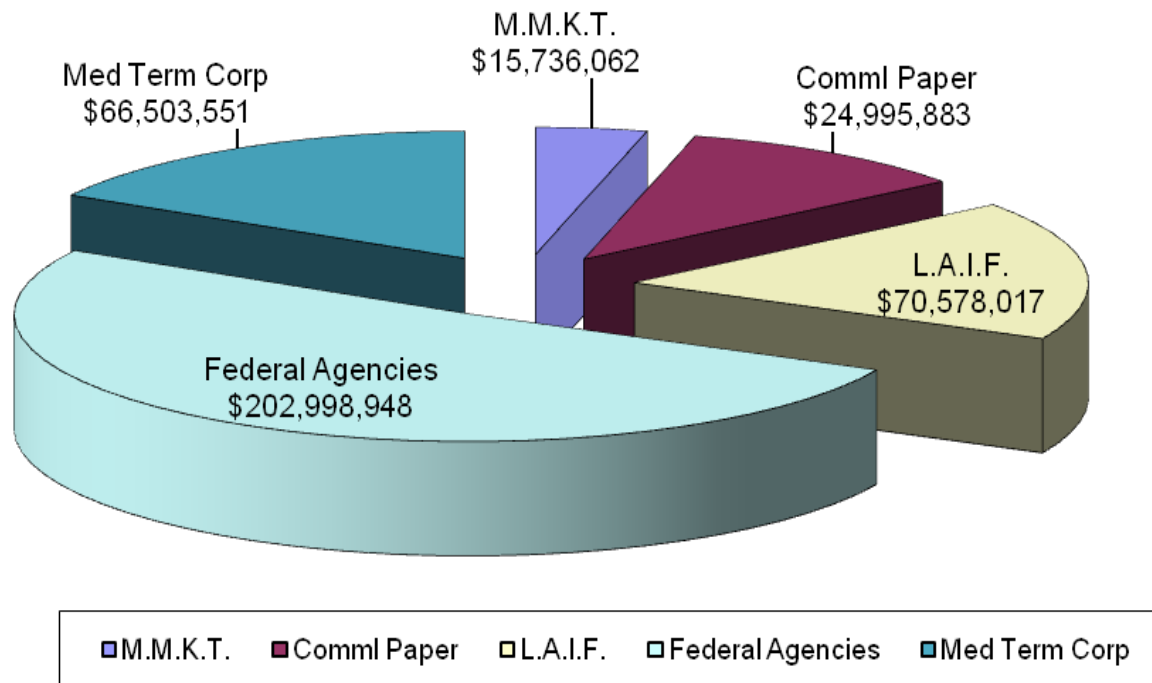
Attachment

1. City Treasurer's Investment Report

Balances, Yields and Average Maturities
August 31, 2012

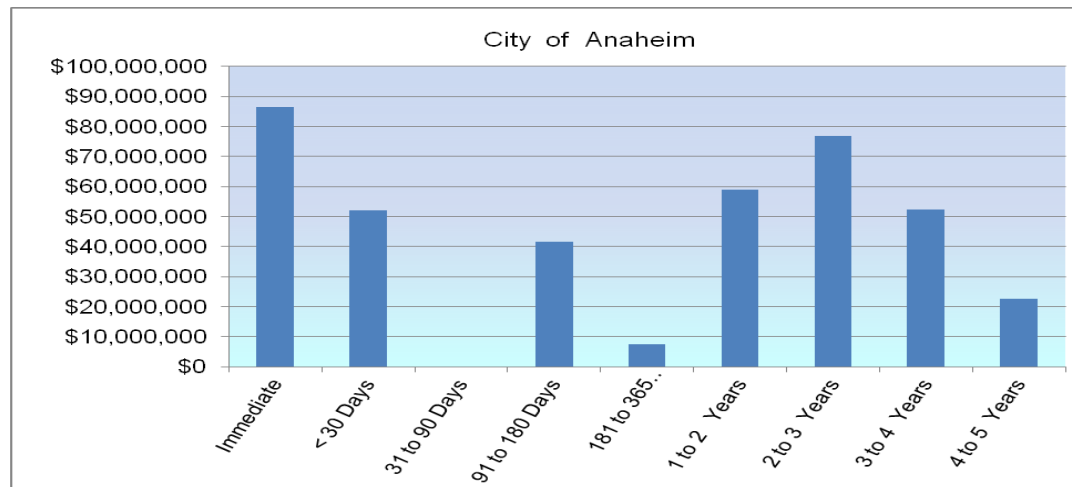
| <u>Description</u> | <u>Par Value</u> | <u>Book Value</u> | <u>Market Value</u> | <u>Yield to Maturity</u> | <u>Percent of Total Funds</u> | <u>Average Weighted Maturity</u> | |
|--|----------------------|----------------------|----------------------|--------------------------|-------------------------------|----------------------------------|--------------|
| | | | | | | <u>Days</u> | <u>Years</u> |
| Short-Term Portfolio | | | | | | | |
| Money Market Funds | \$15,736,062 | \$15,736,062 | \$15,736,062 | 0.01% | 3.96% | 1 | 0.00 |
| L.A.I.F. (State of California | \$70,578,017 | \$70,578,017 | \$70,578,017 | 0.36% | 17.74% | 1 | 0.00 |
| subtotal: Cash and Overnight Investments | \$86,314,079 | \$86,314,079 | \$86,314,079 | | 21.70% | 1 | 0.00 |
| Commercial Paper | \$42,000,000 | \$41,996,567 | \$41,996,567 | 0.14% | 10.56% | 21 | 0.06 |
| 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 | \$42,000,000 | \$41,996,567 | \$41,996,567 | 0.14% | 10.56% | 21 | 0.06 |
| Total Short-Term Portfolio: | \$128,314,079 | \$128,310,646 | \$128,310,646 | 0.24% | 32.25% | 8 | 0.02 |
| Long -Term Portfolio | | | | | | | |
| Commercial Paper | \$0 | \$0 | \$0 | | 0.00% | 0 | 0.00 |
| Medium Term Corporate Notes | \$64,386,000 | \$64,608,332 | \$66,503,551 | 2.96% | 16.72% | 752 | 2.06 |
| U.S. Federal Agencies | \$199,725,000 | \$199,512,133 | \$202,998,948 | 1.77% | 51.03% | 776 | 2.13 |
| U.S. Treasury | \$0 | \$0 | \$0 | 0.00% | 0.00% | 0 | 0.00 |
| Total Long-Term Portfolio: | \$264,111,000 | \$264,120,464 | \$269,502,499 | 2.06% | 67.75% | 770 | 2.11 |
| Total Cash and Pooled Investments | \$392,425,079 | \$392,431,110 | \$397,813,145 | 1.47% | 100.00% | 521 | 1.43 |

City of Anaheim
Investment Portfolio Asset Allocation
August 31, 2012
\$ 397,813,145



Liquidity Schedule
 August 31, 2012

| | <u>Availability</u> | <u>Market Value</u> | <u>Cumulative Balances</u> | <u>% of Total Assets</u> |
|------------------------------------|---------------------|---------------------|----------------------------|--------------------------|
| Money Market Funds | Immediate | \$15,736,062 | \$15,736,062 | 3.96% |
| L.A.I.F. (State of California) | Immediate | \$70,578,017 | \$86,314,079 | 21.70% |
| Pooled Investment Maturities: | < 30 Days | \$52,009,497 | \$138,323,576 | 34.77% |
| | 31 to 90 Days | \$0 | \$138,323,576 | 34.77% |
| | 91 to 180 Days | \$41,547,554 | \$179,871,130 | 45.21% |
| | 181 to 365 Days | \$7,404,906 | \$187,276,036 | 47.08% |
| | 1 to 2 years | \$58,897,017 | \$246,173,053 | 61.88% |
| | 2 to 3 years | \$76,822,548 | \$322,995,601 | 81.19% |
| | 3 to 4 years | \$52,324,621 | \$375,320,223 | 94.35% |
| | 4 to 5 years | \$22,492,923 | \$397,813,145 | 100.00% |
| Total Cash and Pooled Investments: | | \$397,813,145 | | |



Summary and Comparison of Yields and Balances
August 31, 2012

| <u>Description</u> | <u>Current Month</u> <u>August 31, 2012</u> | <u>Prior Month</u> <u>July 31, 2012</u> |
|---|--|---|
| Yield to Maturity (at market): | | |
| Money Market Funds (US Treasuries) | 0.01% | 0.01% |
| L.A.I.F. (State of California) | 0.36% | 0.36% |
| U.S. Treasuries | 0.00% | 0.00% |
| Federal Agency Bonds | 1.77% | 1.86% |
| Commercial Paper | 0.14% | 0.13% |
| Medium Term Corporate Notes | 2.96% | 2.96% |
| | 1.47% | 1.49% |
| Weighted Average Maturity (Days) | 521 | 503 |
| Weighted Average Maturity (Years) | 1.43 | 1.38 |
| Balances (at Market Value) | | |
| Money Market Funds (US Gov Sec) | \$15,736,062 | \$10,080,948 |
| L.A.I.F. (State of California) | \$70,578,017 | \$63,808,017 |
| U.S. Treasuries | \$0 | \$0 |
| Federal Agencies | \$202,998,948 | \$188,124,418 |
| Commercial Paper | \$41,996,567 | \$56,994,342 |
| Medium Term Corporate Notes | \$66,503,551 | \$66,391,517 |
| Total Portfolio: | \$397,813,145 | \$385,399,241 |
| Earnings: | <u>Current Month</u> <u>August 31, 2012</u> | <u>Fiscal Year to</u> <u>Date Earnings</u> |
| Total Interest Earnings for Month: | \$482,503.17 | \$971,825.38 |
| Total Adjustments from Premiums and Discounts | -\$11,569.65 | -\$21,957.84 |
| Total Capital Gains or Losses | \$0.00 | \$0.00 |
| Total Earnings for Month | <u>\$470,933.52</u> | <u>\$949,867.54</u> |

City of Anaheim
Investment Portfolio Summary

| <u>Month / Yr</u> | <u>Core Portfolio</u> | <u>Reserve Portfolio</u> | <u>Portfolio Balance (market value)</u> | <u>Portfolio Yield</u> | <u>Avg Wgt Mat.- Days</u> | <u>Avg Wgt Mat. - Yrs</u> | <u>Inter - polated Yld Curve</u> | <u>Difference: City Yield / Interpolated</u> |
|-------------------|-----------------------|--------------------------|---|----------------------------|-----------------------------------|---------------------------------------|--|--|
| Jun-09 | \$92,988,732 | \$316,049,180 | \$409,037,911 | 2.26% | 752 | 2.06 | 1.12% | 1.14% |
| Jun-10 | \$127,268,510 | \$256,712,953 | \$383,981,463 | 1.87% | 536 | 1.47 | 0.45% | 1.42% |
| Jun-11 | \$180,459,755 | \$261,836,213 | \$442,295,968 | 1.52% | 554 | 1.52 | 0.35% | 1.17% |
| Jul-11 | \$110,147,815 | \$302,809,741 | \$412,957,556 | 1.71% | 676 | 1.85 | 0.33% | 1.38% |
| Aug-11 | \$112,051,416 | \$303,126,356 | \$415,177,772 | 1.71% | 650 | 1.78 | 0.19% | 1.52% |
| Sep-11 | \$115,751,976 | \$291,999,974 | \$407,751,950 | 1.65% | 624 | 1.71 | 0.25% | 1.40% |
| Oct-11 | \$97,174,816 | \$287,167,526 | \$384,342,342 | 1.70% | 665 | 1.82 | 0.21% | 1.49% |
| Nov-11 | \$92,886,921 | \$284,326,047 | \$377,212,968 | 1.72% | 654 | 1.79 | 0.23% | 1.49% |
| Dec-11 | \$129,691,517 | \$272,170,290 | \$401,861,807 | 1.57% | 573 | 1.57 | 0.21% | 1.35% |
| Jan-12 | \$108,441,692 | \$304,366,034 | \$412,807,726 | 1.50% | 685 | 1.88 | 0.21% | 1.28% |
| Feb-12 | \$94,579,193 | \$314,333,654 | \$408,912,847 | 1.51% | 721 | 1.98 | 0.30% | 1.21% |
| Mar-12 | \$68,764,668 | \$293,380,467 | \$362,145,135 | 1.63% | 716 | 1.96 | 0.34% | 1.29% |
| Apr-12 | \$120,322,637 | \$268,779,964 | \$389,102,601 | 1.51% | 575 | 1.58 | 0.25% | 1.26% |
| May-12 | \$150,877,446 | \$263,058,671 | \$413,936,117 | 1.42% | 521 | 1.43 | 0.24% | 1.18% |
| Jun-12 | \$161,711,522 | \$259,031,847 | \$420,743,369 | 1.38% | 484 | 1.33 | 0.28% | 1.11% |
| Jul-12 | \$130,883,306 | \$254,515,935 | \$385,399,241 | 1.49% | 503 | 1.38 | 0.19% | 1.29% |
| Aug-12 | \$128,310,646 | \$269,502,499 | \$397,813,145 | 1.47% | 521 | 1.43 | 0.20% | 1.27% |

Note: August 2012 balance reflects acquisition funds from 2011A Electric Bonds, approx \$68.3 million (July 2012)
Portfolio balances from June 2011 through April 2012 reflect additional funds from 2011A Electric Bonds

City Treasurer's Investment Report – August 2012

Attachment 1

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CITY OF
ANAHEIM
Short-Term Portfolio Listing

August 31, 2012

| 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+ | 35,313,222.04 | 35,313,222.04 | 35,313,222.04 | | 9/1/2012 | 0.36% |
| SYS17432 | 17432 | LAIF | MMKT | AA+ | 35,264,794.65 | 35,264,794.65 | 35,264,794.65 | | 9/1/2012 | 0.36% |
| SYS987 | 987 | FIDELITY GOVERNMENT MMKT | MMKT | AAA | 0.00 | 0.00 | 0.00 | | 9/1/2012 | 0.01% |
| SYS500 | 500 | GOLDMAN SACHS PRIME | MMKT | AAA | 15,736,062.41 | 15,736,062.41 | 15,736,062.41 | | 9/1/2012 | 0.01% |
| 71344TJ78 | 1664 | PEPSICO | CP | A1/P1 | 5,000,000.00 | 4,999,894.03 | 4,999,894.03 | 06/21/2012 | 09/07/2012 | 0.13% |
| 89233GJ72 | 1670 | TOYOTA MOTOR CREDIT | CP | A1/P1 | 5,000,000.00 | 4,999,902.18 | 4,999,902.18 | 07/10/2012 | 09/07/2012 | 0.12% |
| 03948GJM6 | 1674 | ARCHER DANIELS | CP | A1/P1 | 5,000,000.00 | 4,999,673.99 | 4,999,673.99 | 08/21/2012 | 09/21/2012 | 0.12% |
| 9497F0JM5 | 1663 | WELLS FARGO CO | CP | A1/P1 | 7,000,000.00 | 6,999,391.32 | 6,999,391.32 | 06/19/2012 | 09/21/2012 | 0.16% |
| 89233GK13 | 1673 | TOYOTA MOTOR CREDIT | CP | A1/P1 | 5,000,000.00 | 4,999,385.33 | 4,999,385.33 | 07/20/2012 | 10/01/2012 | 0.15% |
| 89233GK13 | 1675 | TOYOTA MOTOR CREDIT | CP | A1/P1 | 5,000,000.00 | 4,999,467.34 | 4,999,467.34 | 08/24/2012 | 10/01/2012 | 0.13% |
| 90526MK14 | 1676 | UNION BANK OF CALIFORNIA | CP | A1/P1 | 10,000,000.00 | 9,998,852.76 | 9,998,852.76 | 08/24/2012 | 10/01/2012 | 0.14% |
| Total Short-Term Portfolio: | | | | | <u>128,314,079.10</u> | <u>128,310,646.05</u> | <u>128,310,646.05</u> | | | <u>0.24%</u> |

CITY OF ANAHEIM
Long-Term Portfolio Listing

August 31, 2012

| CUSIP | Security # | Issuer | Security Type | S & P Rating | Par Value | Book Value | Market Value | Purchase Date | Maturity Date | Stated Rate |
|-----------|------------|--------------------------|---------------|--------------|---------------|---------------|---------------|---------------|---------------|-------------|
| 31359MPF4 | 1286 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 10,000,000.00 | 10,000,725.79 | 10,012,930.00 | 06/25/2008 | 09/15/2012 | 4.38% |
| 3133XVNT4 | 1470 | FEDERAL HOME LOAN BANKS | Fed Agy | AA+ | 9,850,000.00 | 9,853,437.65 | 9,892,640.65 | 02/04/2010 | 12/14/2012 | 1.75% |
| 3137EACG2 | 1469 | FED HOME LOAN MORT CORP | Fed Agy | AA+ | 5,000,000.00 | 4,995,356.98 | 5,021,425.00 | 01/29/2010 | 01/09/2013 | 1.38% |
| 31398AME9 | 1206 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 10,000,000.00 | 10,000,000.00 | 10,149,000.00 | 01/28/2008 | 01/28/2013 | 4.00% |
| 949746NY3 | 1333 | WELLS FARGO CO | MTN | A+ | 8,000,000.00 | 7,990,638.32 | 8,127,112.00 | 12/23/2008 | 01/31/2013 | 4.38% |
| 59018YM40 | 1516 | BANK OF AMERICA | MTN | A- | 8,206,000.00 | 8,267,764.18 | 8,357,376.08 | 06/23/2010 | 02/05/2013 | 5.45% |
| 38141GDB7 | 1517 | GOLDMAN SACHS GROUP | MTN | A- | 2,224,000.00 | 2,247,468.99 | 2,280,496.27 | 06/23/2010 | 04/01/2013 | 5.25% |
| 02666QB69 | 1237 | AMERICAN HONDA | MTN | A+ | 5,000,000.00 | 4,999,636.61 | 5,124,410.00 | 04/02/2008 | 04/02/2013 | 4.63% |
| 31331JZ25 | 1547 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 5,000,000.00 | 4,981,947.31 | 5,040,485.00 | 01/07/2011 | 11/26/2013 | 0.92% |
| 3133XSP93 | 1330 | FEDERAL HOME LOAN BANKS | Fed Agy | AA+ | 6,845,000.00 | 6,855,113.32 | 7,096,882.31 | 12/15/2008 | 12/13/2013 | 3.13% |
| 3134G3DT4 | 1642 | FED HOME LOAN MORT CORP | Fed Agy | AA+ | 6,310,000.00 | 6,315,495.20 | 6,315,388.74 | 01/24/2012 | 12/27/2013 | 0.55% |
| 3133EAAG3 | 1643 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 10,000,000.00 | 9,991,163.19 | 10,005,200.00 | 01/30/2012 | 01/30/2014 | 0.33% |
| 31398A3K6 | 1567 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 5,000,000.00 | 4,996,230.72 | 5,075,990.00 | 03/23/2011 | 03/14/2014 | 1.25% |
| 31331GTJ8 | 1369 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 8,000,000.00 | 8,001,562.67 | 8,304,208.00 | 04/17/2009 | 04/17/2014 | 2.63% |
| 31331GTJ8 | 1379 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 4,500,000.00 | 4,492,839.05 | 4,671,117.00 | 05/01/2009 | 04/17/2014 | 2.63% |

City Treasurer's Investment Report – August 2012

Attachment 1

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CITY OF
ANAHEIM
Long-Term Portfolio Listing

August 31, 2012

| CUSIP | Security # | Issuer | Security Type | S & P Rating | Par Value | Book Value | Market Value | Purchase Date | Maturity Date | Stated Rate |
|----------------------------|------------|--------------------------|---------------|--------------|-----------------------|-----------------------|-----------------------|---------------|---------------|--------------|
| 31331GTJ8 | 1468 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 4,000,000.00 | 4,021,448.06 | 4,152,104.00 | 01/29/2010 | 04/17/2014 | 2.63% |
| 31398AXJ6 | 1496 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 5,000,000.00 | 5,016,753.13 | 5,188,995.00 | 04/30/2010 | 05/15/2014 | 2.50% |
| 478160AX2 | 1584 | JOHNSON & JOHNSON | MTN | AAA | 3,000,000.00 | 2,997,995.22 | 3,046,647.00 | 05/20/2011 | 05/15/2014 | 1.20% |
| 313370JS8 | 1568 | FEDERAL HOME LOAN BANKS | Fed Agy | AA+ | 8,000,000.00 | 7,969,285.12 | 8,174,168.00 | 03/23/2011 | 09/12/2014 | 1.38% |
| 31331KHW3 | 1580 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 5,000,000.00 | 5,026,631.59 | 5,150,620.00 | 05/16/2011 | 11/19/2014 | 1.63% |
| 31398AZV7 | 1495 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 8,000,000.00 | 8,010,289.56 | 8,413,064.00 | 04/30/2010 | 11/20/2014 | 2.63% |
| 313371W51 | 1557 | FEDERAL HOME LOAN BANKS | Fed Agy | AA+ | 5,000,000.00 | 4,948,555.36 | 5,092,680.00 | 01/24/2011 | 12/12/2014 | 1.25% |
| 36962G5M2 | 1638 | GENERAL ELEC CAP CORP | MTN | AA+ | 5,000,000.00 | 5,039,945.47 | 5,152,365.00 | 01/18/2012 | 01/09/2015 | 2.15% |
| 46625HHP8 | 1637 | JP MORGAN | MTN | A | 6,000,000.00 | 6,177,198.52 | 6,365,250.00 | 01/18/2012 | 01/20/2015 | 3.70% |
| 3134G3JX9 | 1647 | FED HOME LOAN MORT CORP | Fed Agy | AA+ | 10,000,000.00 | 9,998,939.58 | 10,047,970.00 | 01/30/2012 | 01/30/2015 | 0.65% |
| 3133XWX95 | 1481 | FEDERAL HOME LOAN BANKS | Fed Agy | AA+ | 2,000,000.00 | 2,000,803.73 | 2,119,884.00 | 03/19/2010 | 03/13/2015 | 2.75% |
| 31331KFS4 | 1569 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 5,000,000.00 | 4,988,013.82 | 5,166,005.00 | 03/24/2011 | 03/24/2015 | 1.67% |
| 31331KKU3 | 1579 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 5,000,000.00 | 5,000,804.47 | 5,014,430.00 | 05/16/2011 | 05/13/2015 | 1.93% |
| 94974BFE5 | 1665 | WELLS FARGO CO | MTN | A+ | 1,000,000.00 | 998,155.72 | 1,015,457.00 | 06/27/2012 | 07/01/2015 | 1.50% |
| 36962G5Z3 | 1668 | GE CAPITAL SERVICES | MTN | AA+ | 5,000,000.00 | 4,995,982.18 | 5,087,705.00 | 07/02/2012 | 07/02/2015 | 1.63% |
| 3134G3JY7 | 1636 | FED HOME LOAN MORT CORP | Fed Agy | AA+ | 10,000,000.00 | 10,000,000.00 | 10,022,950.00 | 01/30/2012 | 07/30/2015 | 0.84% |
| 594918AG9 | 1591 | MICROSOFT CORP | MTN | AAA | 5,000,000.00 | 5,000,000.00 | 5,186,740.00 | 06/09/2011 | 09/25/2015 | 1.63% |
| 3134G3FZ8 | 1625 | FED HOME LOAN MORT CORP | Fed Agy | AA+ | 2,200,000.00 | 2,199,857.00 | 2,204,353.80 | 12/28/2011 | 09/28/2015 | 1.05% |
| 31398A4K5 | 1574 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 3,000,000.00 | 2,999,449.99 | 3,125,940.00 | 05/11/2011 | 10/15/2015 | 1.88% |
| 931142CX9 | 1581 | WALMART | MTN | AA | 2,956,000.00 | 2,911,648.12 | 3,037,313.65 | 05/18/2011 | 10/25/2015 | 1.50% |
| 31331J3T8 | 1549 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 5,000,000.00 | 4,917,125.00 | 5,177,765.00 | 01/07/2011 | 12/01/2015 | 1.75% |
| 31331J3T8 | 1558 | FEDERAL FARM CREDIT BANK | Fed Agy | AA+ | 5,000,000.00 | 4,924,924.44 | 5,177,765.00 | 01/24/2011 | 12/01/2015 | 1.75% |
| 3136FTXD6 | 1626 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 5,000,000.00 | 5,000,000.00 | 5,011,005.00 | 12/28/2011 | 12/28/2015 | 1.10% |
| 38143USC6 | 1560 | GOLDMAN SACHS GROUP | MTN | A- | 5,000,000.00 | 4,993,610.45 | 5,183,845.00 | 02/08/2011 | 02/07/2016 | 3.63% |
| 3134G3LJ7 | 1646 | FED HOME LOAN MORT CORP | Fed Agy | AA+ | 5,000,000.00 | 4,996,343.23 | 5,045,475.00 | 02/10/2012 | 02/10/2016 | 0.95% |
| 3135G0NM1 | 1678 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 5,000,000.00 | 4,999,505.73 | 5,008,660.00 | 08/27/2012 | 02/16/2016 | 0.56% |
| 3135G0NJ8 | 1679 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 5,000,000.00 | 4,999,267.14 | 5,003,690.00 | 08/27/2012 | 02/22/2016 | 0.60% |
| 478160AY0 | 1583 | JOHNSON & JOHNSON | MTN | AAA | 3,000,000.00 | 2,993,199.94 | 3,162,069.00 | 05/20/2011 | 05/15/2016 | 2.15% |
| 36962G5H3 | 1617 | GENERAL ELEC CAP CORP | MTN | AA+ | 5,000,000.00 | 4,995,087.94 | 5,376,765.00 | 10/17/2011 | 10/17/2016 | 3.35% |
| 3136FTLJ6 | 1619 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 3,000,000.00 | 3,000,865.96 | 3,007,932.00 | 11/25/2011 | 11/14/2016 | 1.63% |
| 313376RQ0 | 1635 | FEDERAL HOME LOAN BANKS | Fed Agy | AA+ | 4,020,000.00 | 4,018,764.30 | 4,029,185.70 | 01/24/2012 | 01/24/2017 | 1.15% |
| 3136FTZB8 | 1644 | FED NATL MORTGAGE ASSN | Fed Agy | AA+ | 5,000,000.00 | 4,992,099.14 | 5,068,295.00 | 01/30/2012 | 01/30/2017 | 1.25% |
| 3134G3C81 | 1677 | FED HOME LOAN MORT CORP | Fed Agy | AA+ | 5,000,000.00 | 4,998,534.29 | 5,010,745.00 | 08/27/2012 | 08/22/2017 | 1.01% |
| Total Long-Term Portfolio: | | | | | <u>264,111,000.00</u> | <u>264,120,464.18</u> | <u>269,502,499.20</u> | | | <u>2.06%</u> |
| Total Portfolio Holdings: | | | | | <u>392,425,079.10</u> | <u>392,431,110.23</u> | <u>397,813,145.25</u> | | | <u>1.47%</u> |

**Mat Call Sale Purch
Purchases Report
Sorted by Fund - Fund
August 1, 2012 - August 31, 2012**

| CUSIP | Investment # | Fund | Sec. Type Issuer | Original Par Value | Purchase Date | Payment Periods | Prtnlpal Purohased | Accrued Interest at Purchase | Rate at Purchase | Maturity Date | YTM % | Ending Book Value |
|------------------------------|--------------|------|------------------|-----------------------|---------------------|---------------------|-----------------------|------------------------------|------------------|---------------|-------|----------------------|
| SHORT- TERM PORTFOLIO | | | | | | | | | | | | |
| 03948GJM5 | 1674 | 01 | ACP ADMPP | 5,000,000.00 | 08/21/2012 | 09/21 - At Maturity | 4,999,483.33 | | 0.120 | 09/21/2012 | 0.120 | 4,999,673.99 |
| 89233GK13 | 1675 | 01 | ACP TOYCC | 5,000,000.00 | 08/24/2012 | 10/01 - At Maturity | 4,999,313.89 | | 0.130 | 10/01/2012 | 0.130 | 4,999,467.34 |
| 90526MK14 | 1676 | 01 | ACP UN BK | 10,000,000.00 | 08/24/2012 | 10/01 - At Maturity | 9,998,522.22 | | 0.140 | 10/01/2012 | 0.140 | 9,998,852.76 |
| | | | Subtotal | 20,000,000.00 | | | 18,887,319.44 | 0.00 | | | | 18,887,884.08 |
| LONG-TERM PORTFOLIO | | | | | | | | | | | | |
| 3134G3C81 | 1677 | 02 | FAC FHLMC | 5,000,000.00 | 08/27/2012 | 02/22 - 08/22 | 4,998,500.00 | 701.39 | 1.010 | 08/22/2017 | 1.002 | 4,998,534.29 |
| 3135GONM1 | 1678 | 02 | FAC FNMA | 5,000,000.00 | 08/27/2012 | 02/16 - 08/16 | 4,999,500.00 | 855.56 | 0.560 | 02/16/2016 | 0.555 | 4,999,505.73 |
| 3135GONJ8 | 1679 | 02 | FAC FNMA | 5,000,000.00 | 08/27/2012 | 02/22 - 08/22 | 4,999,250.00 | 416.67 | 0.600 | 02/22/2016 | 0.596 | 4,999,267.14 |
| | | | Subtotal | 15,000,000.00 | | | 14,887,250.00 | 1,873.62 | | | | 14,887,387.16 |
| Managed Pool Deposits | | | | | | | | | | | | |
| | | | | Deposit Amount | Deposit Date | | Deposit Amount | | Rate | | | |
| SY887 | 987 | 01 | PA2 FIDELI | 5,000,000.00 | 08/03/2012 | | 5,000,000.00 | | 0.010 | | | |
| SY887 | 987 | 01 | PA2 FIDELI | 223,613.50 | 08/06/2012 | | 223,613.50 | | 0.010 | | | |
| SY887 | 987 | 01 | PA2 FIDELI | 90,625.00 | 08/07/2012 | | 90,625.00 | | 0.010 | | | |
| SY887 | 987 | 01 | PA2 FIDELI | 1,037,000.00 | 08/10/2012 | | 1,037,000.00 | | 0.010 | | | |
| SY887 | 987 | 01 | PA2 FIDELI | 5,000,000.00 | 08/13/2012 | | 5,000,000.00 | | 0.010 | | | |
| SY887 | 987 | 01 | PA2 FIDELI | 5,000,000.00 | 08/17/2012 | | 5,000,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 6,279,000.00 | 08/01/2012 | | 6,279,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 1,680,000.00 | 08/02/2012 | | 1,680,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 1,668,000.00 | 08/06/2012 | | 1,668,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 2,368,000.00 | 08/08/2012 | | 2,368,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 1,116,002.00 | 08/14/2012 | | 1,116,002.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 4,972,000.00 | 08/15/2012 | | 4,972,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 1,900,000.00 | 08/16/2012 | | 1,900,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 7,513,000.00 | 08/17/2012 | | 7,513,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 1,824,000.00 | 08/21/2012 | | 1,824,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 3,537,000.00 | 08/23/2012 | | 3,537,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 1,812,000.00 | 08/29/2012 | | 1,812,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 2,260,000.00 | 08/30/2012 | | 2,260,000.00 | | 0.010 | | | |
| SY850 | 500 | 01 | PA2 GOLDSA | 112.72 | 08/31/2012 | | 112.72 | | 0.010 | | | |

Mat Call Sale Purch
 Purchases Report
 August 1, 2012 - August 31, 2012

| 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 360 | Ending Book Value |
|------------------------------|--------------|------|-------------------------------------|-----------------------|---------------------|-----------------|-----------------------|------------------------------|------------------|---------------|---------|----------------------|
| Managed Pool Deposits | | | | Deposit Amount | Deposit Date | | Deposit Amount | | Rate | | | |
| SYS17430 | 17430 | 01 | PA1 LAIF | 6,770,000.00 | 08/22/2012 | | 6,770,000.00 | | 0.448 | | | |
| | | | Subtotal | 80,060,363.22 | | | 80,060,363.22 | | | | | |
| | | | Total Purohases and Deposits | 86,060,363.22 | | | 86,044,922.88 | 1,873.62 | | | | 34,886,301.26 |

Mat Call Sale Purch
Maturity Report
Sorted by Maturity Date
 Receipts during August 1, 2012 - August 31, 2012

| CUSIP | Investment # | Fund | Sec. Type Issuer | Par Value | Maturity Date | Purchase Date | Rate at Maturity | Book Value at Maturity | Interest | Maturity Proceeds | Net Income |
|-------------------------|--------------|------|------------------|----------------------|---------------|---------------|------------------|------------------------|-------------|----------------------|-------------|
| 14177TH31 | 1672 | 01 | ACP CARGIL | 5,000,000.00 | 08/03/2012 | 07/20/2012 | 0.110 | 5,000,000.00 | 0.00 | 5,000,000.00 | 0.00 |
| 19121AHA2 | 1655 | 01 | ACP COCA C | 5,000,000.00 | 08/10/2012 | 05/22/2012 | 0.150 | 5,000,000.00 | 0.00 | 5,000,000.00 | 0.00 |
| 71344THA3 | 1661 | 01 | ACP PEPSIC | 5,000,000.00 | 08/10/2012 | 05/30/2012 | 0.120 | 5,000,000.00 | 0.00 | 5,000,000.00 | 0.00 |
| 47816FHD6 | 1656 | 01 | ACP JNJ | 5,000,000.00 | 08/13/2012 | 05/23/2012 | 0.110 | 5,000,000.00 | 0.00 | 5,000,000.00 | 0.00 |
| 71344THH8 | 1669 | 01 | ACP PEPSIC | 5,000,000.00 | 08/17/2012 | 07/10/2012 | 0.080 | 5,000,000.00 | 0.00 | 5,000,000.00 | 0.00 |
| 89233GHQ2 | 1666 | 01 | ACP TOYCC | 5,000,000.00 | 08/24/2012 | 06/28/2012 | 0.120 | 5,000,000.00 | 0.00 | 5,000,000.00 | 0.00 |
| 36960LHT5 | 1671 | 01 | ACP GE COM | 5,000,000.00 | 08/27/2012 | 07/20/2012 | 0.140 | 5,000,000.00 | 0.00 | 5,000,000.00 | 0.00 |
| Total Maturities | | | | 35,000,000.00 | | | | 35,000,000.00 | 0.00 | 35,000,000.00 | 0.00 |



FUND PROFILE

July 29, 2011



City of Anaheim Treasurer Investment Pool

Fund 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.

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

BBB+ The fund's portfolio holdings provide adequate protection against losses from credit defaults.

BB+ The fund's portfolio holdings provide uncertain protection against losses from credit defaults.

B+ The fund's portfolio holdings exhibit vulnerability to losses from credit defaults.

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

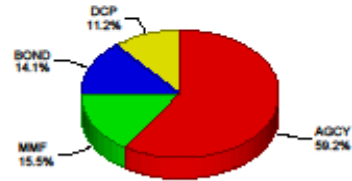
Plus (+) or Minus (-) The ratings from 'AA+' to 'CCC+' may be modified to show relative standing within the major rating categories.

Fund 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 portfolio investments and the likelihood of counterparty defaults.

About the Fund

| | |
|--------------------|---|
| Fund Rating | AAf / S1 |
| Fund Type | Variable NAV Government Investment Pool |
| Investment Adviser | City of Anaheim CA |
| Portfolio Manager | Henry Stern |
| Fund Rated Since | July 2008 |

Portfolio Composition as of July 29, 2011



AGCY - Agency Fixed Rate; MMF - Money Market Fund; BOND - Corporate Fixed Rate; DCP - Commercial Paper

*As assessed by Standard & Poor's

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 \$300+ million portfolio is divided into a short term and a long term portfolios, where \$95-\$120 million comprises the shorter-term component. The investment policy is reviewed and submitted to the City Council annually, with the current 2011 policy in effect, applies to all cash and investments controlled by the Anaheim Treasurer on behalf of the City.

Credit Quality

The 'AAf' 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 'AAf' rating signifies that the portfolio holdings provide very 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

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 1.5 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 OF ANAHEIM
BOND FUND INVESTMENTS
July 31, 2012

| <u>Debt Issue</u> | <u>Trustee</u> | <u>Book Value</u> | <u>Total Trustee Holdings</u> |
|---|----------------------|-------------------|-------------------------------|
| Decommissioning Trust | Union Bank of Calif. | \$ 123,151,806 | |
| APFA Revenue Bds, 1998 Series | Union Bank of Calif. | \$ - | \$ 123,151,806 |
| COP 1992 Convention Ctr. | US Bank | \$ 8,652,484 | |
| 1993 Land Acquisition Program Lease | US Bank | \$ 1,936,887 | |
| Anaheim R/A Tax Allocation Bond - Escrow Fd | US Bank | \$ 31,032,088 | |
| Anaheim CFD no. 1989-3 | US Bank | \$ 1,565,678 | |
| APFR Rev Bds. - Escrow Fd | US Bank | \$ 5,260,000 | |
| Anaheim CFD 1989 - 1, Sycamore Canyon | US Bank | \$ 910,178 | |
| Anaheim CFD 1989 - 2, Highlands Sp Tax Bds | US Bank | \$ 1,473,586 | |
| CITY OF ANAHEIM CFD DIST 06-2 2007 | US Bank | \$ 1,070,980 | |
| Anaheim CFD 08-1 2010 Platinum Triangle | US Bank | \$ 25,497,889 | |
| Anaheim RDA 2007 Tax Allocation Refunding Bds | US Bank | \$ 25,311,047 | |
| APFA Lease Revenue Refunding Bonds Ser 2008 | US Bank | \$ 9,236,125 | |
| APFA Water System Bonds 2010-A & 2010-B | US Bank | \$ 15,527,484 | |
| Anaheim RDA 2010 Tax Allocation Bond | US Bank | \$ 840,315 | |
| Anaheim Deposit Account Agreement | US Bank | \$ 2,749,291 | |
| Anaheim 11A Electric | US Bank | \$ 76,790,096 | \$ 207,854,127 |
| Anaheim Dist Sys 99 | BNY Western Trust | \$ 2,100,098 | |
| Anaheim Arena 03 | BNY Western Trust | \$ - | |
| Anaheim 04 Electric Purchase | BNY Western Trust | \$ 10,116,270 | |
| Anaheim Debt Service Payment Account | BNY Western Trust | \$ 4,133,285 | |
| Anaheim/Disney Lease Revenue 1997A | BNY Western Trust | \$ 66,839,880 | |
| Anaheim Lenain Reserve | BNY Western Trust | \$ 1,276,517 | |
| APFA 02 A | BNY Western Trust | \$ 7,369,600 | |
| APFA 03 B | BNY Western Trust | \$ 9,881,120 | |
| Anaheim 03 A | BNY Western Trust | \$ 5,044,740 | |
| Anaheim 03 B | BNY Western Trust | \$ - | |
| Anaheim 93 A Reserve Fund | BNY Western Trust | \$ - | |
| Anaheim 04 Water | BNY Western Trust | \$ 1,280,665 | |
| APFA 2007A | BNY Western Trust | \$ 18,036,105 | |
| APFA 2007A Farecal Escrow | BNY Western Trust | \$ 1 | |
| Anaheim Sewer Rev Bds 2007 | BNY Western Trust | \$ 25,485,346 | |
| Anaheim (Dsny) 2007 Ref Ser A | BNY Western Trust | \$ 3,903,646 | |
| Anaheim (Dsny) 2007 Ref Ser B | BNY Western Trust | \$ 4,266,173 | |
| Anaheim/Disney 97 Series A-2 Escrow | BNY Western Trust | \$ - | |
| Farecal Anaheim | BNY Western Trust | \$ - | |
| Anaheim 08 Water | BNY Western Trust | \$ 4,176,651 | |
| Anaheim 09A Electric | BNY Western Trust | \$ 41 | \$ 163,910,136 |
| Total Bond Funds with external Trustees: | | | \$ 494,916,069 |
| Anaheim RDA PFA 1992 Tax Alloc Rev | City Treasurer | \$ 46 | |
| 2000 RDA SubAccount | City Treasurer | \$ 23,968 | |
| 2007 RDA Bond - A | City Treasurer | \$ 0 | |
| 2007 RDA Bond - B | City Treasurer | \$ 6 | |
| 2007 RDA Bond - D | City Treasurer | \$ - | |
| Total Bond Funds with City Treasurer: | | | \$ 24,021 |
| Total Bond Funds: | | | \$ 494,940,090 |

CITY OF ANAHEIM
BOND FUND INVESTMENTS
August 31, 2012

| <u>Debt Issue</u> | <u>Trustee</u> | <u>Book Value</u> | <u>Total Trustee Holdings</u> |
|---|----------------------|-------------------|-------------------------------|
| Decommissioning Trust | Union Bank of Calif. | \$ 123,357,263 | |
| APFA Revenue Bds, 1998 Series | Union Bank of Calif. | \$ - | \$ 123,357,263 |
| COP 1992 Convention Ctr. | US Bank | \$ 8,652,519 | |
| 1993 Land Acquisition Program Lease | US Bank | \$ 1,936,888 | |
| Anaheim R/A Tax Allocation Bond - Escrow Fd | US Bank | \$ 31,032,088 | |
| Anaheim CFD no. 1989-3 | US Bank | \$ 1,596,894 | |
| APFR Rev Bds. - Escrow Fd | US Bank | \$ 4,045,000 | |
| Anaheim CFD 1989 - 1, Sycamore Canyon | US Bank | \$ 918,463 | |
| Anaheim CFD 1989 - 2, Highlands Sp Tax Bds | US Bank | \$ 1,490,939 | |
| CITY OF ANAHEIM CFD DIST 06-2 2007 | US Bank | \$ 1,077,773 | |
| Anaheim CFD 08-1 2010 Platinum Triangle | US Bank | \$ 25,517,768 | |
| Anaheim RDA 2007 Tax Allocation Refunding Bds | US Bank | \$ 19,928,037 | |
| APFA Lease Revenue Refunding Bonds Ser 2008 | US Bank | \$ 4,022,062 | |
| APFA Water System Bonds 2010-A & 2010-B | US Bank | \$ 9,947,251 | |
| Anaheim RDA 2010 Tax Allocation Bond | US Bank | \$ 657,061 | |
| Anaheim Deposit Account Agreement | US Bank | \$ 2,749,352 | |
| Anaheim 11A Electric | US Bank | \$ 69,473,123 | \$ 183,045,220 |
| Anaheim Dist Sys 99 | BNY Western Trust | \$ 2,625,123 | |
| Anaheim Arena 03 | BNY Western Trust | \$ - | |
| Anaheim 04 Electric Purchase | BNY Western Trust | \$ 10,116,270 | |
| Anaheim Debt Service Payment Account | BNY Western Trust | \$ - | |
| Anaheim/Disney Lease Revenue 1997A | BNY Western Trust | \$ 68,419,135 | |
| Anaheim Lenain Reserve | BNY Western Trust | \$ 1,276,528 | |
| APFA 02 A | BNY Western Trust | \$ 7,369,600 | |
| APFA 03 B | BNY Western Trust | \$ 9,914,901 | |
| Anaheim 03 A | BNY Western Trust | \$ 5,044,740 | |
| Anaheim 03 B | BNY Western Trust | \$ - | |
| Anaheim 93 A Reserve Fund | BNY Western Trust | \$ - | |
| Anaheim 04 Water | BNY Western Trust | \$ 1,280,665 | |
| APFA 2007A | BNY Western Trust | \$ 18,036,105 | |
| APFA 2007A Farecal Escrow | BNY Western Trust | \$ 1 | |
| Anaheim Sewer Rev Bds 2007 | BNY Western Trust | \$ 24,426,078 | |
| Anaheim (Dsny) 2007 Ref Ser A | BNY Western Trust | \$ 4,684,377 | |
| Anaheim (Dsny) 2007 Ref Ser B | BNY Western Trust | \$ 4,760,907 | |
| Anaheim/Disney 97 Series A-2 Escrow | BNY Western Trust | \$ - | |
| Farecal Anaheim | BNY Western Trust | \$ - | |
| Anaheim 08 Water | BNY Western Trust | \$ 4,176,653 | |
| Anaheim 09A Electric | BNY Western Trust | \$ 41 | \$ 162,131,123 |
| Total Bond Funds with external Trustees: | | | \$ 468,533,606 |
| Anaheim RDA PFA 1992 Tax Alloc Rev | City Treasurer | \$ 46 | |
| 2000 RDA SubAccount | City Treasurer | \$ 23,968 | |
| 2007 RDA Bond - A | City Treasurer | \$ 0 | |
| 2007 RDA Bond - B | City Treasurer | \$ 6 | |
| 2007 RDA Bond - D | City Treasurer | \$ - | |
| Total Bond Funds with City Treasurer: | | | \$ 24,021 |
| Total Bond Funds: | | | \$ 468,557,627 |