

APPROVE DEPARTMENTAL RECOMMENDATION



Treasurer-Tax Collector-County Clerk CHARLES LOMELI

January 30, 2013

The Honorable Members of the Board of Supervisors
County of Solano County
675 Texas Street, Suite 6500
Fairfield CA 94533

Honorable Members of the Board:

It is my pleasure to present the quarterly report for the second quarter of the 2012/2013 fiscal year.

State of the Treasury

The economic growth in December remained below the three to five percent annual rate deemed necessary to reduce long term unemployment rates to the targeted level of 6.5%. Additionally, Gross Domestic Product as reported by the Bureau of Economic Analysis in the advanced release for the quarter appears to be negative. The data is subject to revision in late February. Gross Domestic Product is the market value of all officially recognized final goods and services produced within the country in a given period of time. This down turn was a nasty surprise to economist, if the number is confirmed negative and is negative in the coming quarter, the country will be back in recession. As a consequence the Federal Reserve continues to provide liquidity to the markets and interest rates remain at or near zero.

To be prudent in this environment, the Solano County investment pool continues to be conservatively managed as interest rate and credit risk is largely avoided. These risk parameters are monitored in a number of ways including a credit risk analysis performed monthly by Standard & Poor's (S&P). As a result of the monitoring, S&P continues to rate the investment pool AA+ S-1.

To mitigate the uncertainties regarding the state financial condition and the economy as a whole, the effective duration of the portfolio is being maintained at 1.0, with a barbell approach of longer term investments paired with increased cash levels for liquidity. As a result of this strategy, the book yield of the portfolio is .62%.

In the final month of the last fiscal quarter, Treasury assets swelled, as the first installment of 2012/13 property tax revenues were collected. This cash was invested in short term securities so it could be paid out through tax apportionment to the cities, school districts and special districts before the end of the quarter in December. As the Board is aware, short term securities are currently yielding extremely low rates of interest, and the necessity of holding them has had a detrimental impact to the overall performance of the Treasury portfolio. This detriment should be reduced in the current fiscal quarter as the money has been paid out, and the duration of the Treasury portfolio has increased.

Continued actions taken by the Federal Reserve's Open Market committee, briefly described below and explained in detail in a memorandum provided to the Board and pool participants during the quarter, continue to drive interest rates lower and reduce the yield of the pool.

Economy

During the quarter, the Federal Reserve Open Market Committee (FOMC) announced that it will keep short term interest rates at 0 to .25% until the unemployment rate reaches 6.5% which they estimate could take well into 2015. This is significant to the performance of the Treasury pool because the majority of securities in the investment pool have final maturities of less than five years. Over time, as existing higher yielding securities in the pool mature, they are replaced by lower yielding securities, thereby reducing the interest earnings of the pool.

In addition to keeping overnight interest rates near zero, the FOMC also announced a continuation of a program to purchase long term Treasury and Mortgage securities in the combined amount of \$85 billion a month to keep long term rates down.

The economy had been improved at a slow rate, marked in part by housing; which continues to improve nationally and even somewhat locally. Notices of default filed in the County, which is the start of the foreclosure process, continue to fall. In addition, legislation is being considered in Washington to provide additional assistance to underwater homeowners aimed at further reducing the default rate. Any assistance to homeowners in trouble should add discretionary income into the economy and provide a boost to the recovery.

US retail sales improved month over month by 5.1 % which is slightly above the annualized retail and services grow rate of 4.9%, as reported by the Census Bureau. Auto sales have also improved in both the recent quarter and the calendar year; reporting numbers of 9% sales growth in December and 13% for the year.

The start of 2013 has brought in one factor which may not as yet be accounted for in terms of future economic growth. As part of the fiscal cliff negotiations, payroll taxes returned to their pre 2008 level. Additionally, higher income tax rates, and sales tax rates at the Federal, State, and Local levels; coupled with a number of local property tax bond measures, and other local tax increases may place a strain on consumer discretionary income. History has shown that declines in discretionary income can result in declines in discretionary spending and therefore have some detrimental impact to economic growth.

Unemployment remains stubbornly high both at the national level, and within the state. The San Francisco Federal Reserve Districts November Beige book report indicates economic activity in the district, which encompasses California and other Western States, expanded at a modest pace, and inflation remained subdued. Manufacturing was uneven but expanded on balance. Agricultural output and sales increased. Commercial real-estate was stable, and loan demand remained unchanged. The State budget proposed by the Governor is deemed balanced by the Legislative Analyst.

Going Forward

We will accumulate large amounts of cash toward the end of the current fiscal quarter as the second installment of taxes is collected into the Treasury. This money will be invested in short term securities to maintain adequate liquidity for apportionment to the cities, schools and districts in April. After sufficient liquidity is on hand, liquidity levels will be reduced as the economy continues to improve within our risk tolerances.

Given continued low interest rates going forward, the yield on the portfolio will continue to slowly decrease. We continue to search all of the allowable investment categories available to us to improve yield including municipal and corporate bonds. We will continue to match maturities to cash needs to reduce interest rate risk. Finally, mindful that interest rates will increase at some time in the future, we will manage the duration and average maturities to take advantage of the higher rates when they rise.

Respectfully Submitted,

CHARLES LOMELI
Treasurer – Tax Collector – County Clerk



Treasurer-Tax Collector-County Clerk CHARLES LOMELI

STATEMENT OF COMPLIANCE

December 31, 2012

Liquidity:

The Treasury has a cash and cash equivalent position (securities maturing within 6 months) of \$241 million dollars as of December 31, 2012. Based on historical trend analysis and projections by the various school districts, it is estimated that this cash position is adequate to meet projected liquidity requirements of the pool participants for the next six months.

Should the treasury experience unusual demands on cash, the liquidity position will be adjusted accordingly.

Investments:

The investment portfolio has been reviewed by the Treasurer-Tax Collector-County Clerk on December 31, 2012 and found to be in compliance with the Investment Policy.

Reporting and Distribution:

In accordance with the Government Code this report is submitted to:

County Administrator
Auditor-Controller
Board of Supervisors
California Debt & Investment Advisory Commission

This report is also made available to the Superintendent of Schools, the business managers of each district, many pool participants and the public at large via the Internet.

Respectfully Submitted,

CHARLES LOMELI
Treasurer-Tax Collector-County Clerk

Solano County Treasury
Detailed Investment Holdings

Row Labels	Values		
	Sum of Par	Sum of Book	Sum of Market
2013			
Jan	191,935,807	191,942,928	192,135,105
CASH	8,470,089	8,470,089	8,470,089
Cash on Hand	8,470,089	8,470,089	8,470,089
CASH	8,470,089	8,470,089	8,470,089
JPA	63,968,475	63,968,475	64,157,804
Caltrust Medium	17,066,832	17,066,832	17,120,394
CALTMED	17,066,832	17,066,832	17,120,394
Caltrust Short	46,901,644	46,901,644	47,037,410
CALTSHORT	46,901,644	46,901,644	47,037,410
LAIF	47,966,821	47,966,821	47,966,821
Local Agency Investment Fund	47,966,821	47,966,821	47,966,821
LAIF	47,966,821	47,966,821	47,966,821
MEDTERM	11,140,000	11,147,121	11,149,969
UNITED PARCEL SERVICE	5,000,000	5,005,040	5,007,175
911312AG1	5,000,000	5,005,040	5,007,175
MET LIFE GLOBAL FUNDING	6,140,000	6,142,081	6,142,794
59217GAA7	6,140,000	6,142,081	6,142,794
MMY	60,390,423	60,390,423	60,390,423
Bank of America Money Market	0	0	0
BANK AMERICA MMY	0	0	0
Union Bank Money Market	136,541	136,541	136,541
UNION BANK MMY	136,541	136,541	136,541
Wells Fargo Bank Money Market	0	0	0
WELLS MMY	0	0	0
Camp Money Market	15,898,266	15,898,266	15,898,266
CAMP MMY	15,898,266	15,898,266	15,898,266
Cal Trust Money Market	44,355,616	44,355,616	44,355,616
CAL TRUST MMY	44,355,616	44,355,616	44,355,616
Feb	240,000	240,000	240,000
CD	240,000	240,000	240,000
COMMUNITY BUSINESS BANK CD	240,000	240,000	240,000
501000429	240,000	240,000	240,000
Apr	5,265,000	5,282,364	5,289,468
TREASURY	5,000,000	5,016,446	5,023,440
US TREASURY	5,000,000	5,016,446	5,023,440
912828MX5	5,000,000	5,016,446	5,023,440
CALSTATE	265,000	265,918	266,028
BURLINGAME CA FING AUTH & WASTEWATER REV	265,000	265,918	266,028
12145NCX6	265,000	265,918	266,028
May	20,000,000	20,028,569	20,072,990
FEDCOUP	5,000,000	5,000,000	5,002,560
FFCB	5,000,000	5,000,000	5,002,560
31331K2J8	5,000,000	5,000,000	5,002,560
TREASURY	10,000,000	10,028,569	10,046,480
US TREASURY	10,000,000	10,028,569	10,046,480
912828NC0	10,000,000	10,028,569	10,046,480
CALSTATE	5,000,000	5,000,000	5,023,950
UNIVERSITY OF CA REVS-BAB	5,000,000	5,000,000	5,023,950
91412GEV3	5,000,000	5,000,000	5,023,950
Jun	24,452,000	24,496,343	24,598,018

FEDCOUP	8,257,000	8,257,224	8,257,140
FFCB	8,257,000	8,257,224	8,257,140
31331K3X6	8,257,000	8,257,224	8,257,140
TREASURY	10,000,000	10,022,943	10,045,310
US TREASURY	10,000,000	10,022,943	10,045,310
912828NH9	10,000,000	10,022,943	10,045,310
CALSTATE	6,195,000	6,216,176	6,295,567
PACIFICA CA POB	1,195,000	1,195,000	1,205,217
69511AAC8	1,195,000	1,195,000	1,205,217
CA STATEWIDE COMMUNITIES	5,000,000	5,021,176	5,090,350
130795R66	5,000,000	5,021,176	5,090,350
Jul	2,055,000	2,061,020	2,060,543
SOL	1,250,000	1,250,000	1,250,000
SOLANO-TXB-RF-PE	1,250,000	1,250,000	1,250,000
834127BU5	1,250,000	1,250,000	1,250,000
CALSTATE	305,000	308,532	308,883
SOUTH COAST CA WATER DISTRICT	305,000	308,532	308,883
837433CW9	305,000	308,532	308,883
NATMUNI	500,000	502,487	501,660
HAWAII AIRPORT SYSTEM	500,000	502,487	501,660
419794YM8	500,000	502,487	501,660
Aug	11,680,000	11,884,139	11,885,897
TREASURY	10,000,000	10,195,182	10,194,530
US TREASURY	10,000,000	10,195,182	10,194,530
912828JK7	10,000,000	10,195,182	10,194,530
CALSTATE	1,680,000	1,688,957	1,691,367
BENICIA USD	300,000	302,182	302,565
082023MF6	300,000	302,182	302,565
FAIRFIELD SUISUN USD	1,120,000	1,126,775	1,128,602
304747EB0	1,120,000	1,126,775	1,128,602
GROSSMONT CA UNION HIGH SCH DISTRICT	260,000	260,000	260,200
399262HM9	260,000	260,000	260,200
Sep	22,000,000	22,032,809	22,063,164
FEDCOUP	10,000,000	9,994,325	9,996,000
FHLB	10,000,000	9,994,325	9,996,000
313380TF4	10,000,000	9,994,325	9,996,000
MEDTERM	7,000,000	7,021,912	7,041,464
MICROSOFT CORP	5,000,000	5,006,109	5,021,740
594918AF1	5,000,000	5,006,109	5,021,740
GENERAL ELECTRIC CAP CORP	2,000,000	2,015,802	2,019,724
36962G4Q4	2,000,000	2,015,802	2,019,724
CALSTATE	5,000,000	5,016,573	5,025,700
CA STATE TAXABLE	5,000,000	5,016,573	5,025,700
13063BNN8	5,000,000	5,016,573	5,025,700
Oct	10,000,000	9,998,775	10,015,310
FEDCOUP	10,000,000	9,998,775	10,015,310
FREDDIE MAC	10,000,000	9,998,775	10,015,310
3134G2U42	10,000,000	9,998,775	10,015,310
Dec	8,000,000	8,258,586	8,296,870
MEDTERM	5,000,000	5,258,586	5,260,900
XTO ENERGY INC	5,000,000	5,258,586	5,260,900
98385XAS5	5,000,000	5,258,586	5,260,900
CALSTATE	3,000,000	3,000,000	3,035,970
SACRAMENTO MUNICIPAL UTILITIES	3,000,000	3,000,000	3,035,970
786134SR8	3,000,000	3,000,000	3,035,970

2014

Jan		17,000,000	17,125,064	17,166,590
	FEDCOUP	10,000,000	10,000,000	10,017,040
	FFCB	10,000,000	10,000,000	10,017,040
	31331K7J3	10,000,000	10,000,000	10,017,040
	MEDTERM	5,000,000	5,037,753	5,066,470
	RABOBANK NEDERLAND	5,000,000	5,037,753	5,066,470
	21685WBS5	5,000,000	5,037,753	5,066,470
	NATMUNI	2,000,000	2,087,311	2,083,080
	NEBRASKA STATE PUBLIC POWER	2,000,000	2,087,311	2,083,080
	63968AMY8	2,000,000	2,087,311	2,083,080
Feb		5,000,000	5,195,309	5,200,135
	MEDTERM	5,000,000	5,195,309	5,200,135
	NOVARTIS CAPITAL CORP	5,000,000	5,195,309	5,200,135
	66989HAA6	5,000,000	5,195,309	5,200,135
Mar		7,000,000	7,147,474	7,141,666
	MEDTERM	4,000,000	4,146,434	4,150,276
	THE COCA COLA CO	4,000,000	4,146,434	4,150,276
	191216AL4	4,000,000	4,146,434	4,150,276
	NATMUNI	3,000,000	3,001,041	2,991,390
	MINNESOTA ST GEN FUND REVENUE	3,000,000	3,001,041	2,991,390
	604146AA8	3,000,000	3,001,041	2,991,390
Apr		5,000,000	4,993,396	5,009,885
	FEDCOUP	5,000,000	4,993,396	5,009,885
	FREDDIE MAC	5,000,000	4,993,396	5,009,885
	3134G3SB7	5,000,000	4,993,396	5,009,885
May		21,725,000	22,028,558	22,148,512
	FEDCOUP	10,000,000	9,995,172	10,000,230
	FFCB	10,000,000	9,995,172	10,000,230
	3133EABW7	10,000,000	9,995,172	10,000,230
	MEDTERM	11,725,000	12,033,386	12,148,282
	GOOGLE INC	4,325,000	4,358,304	4,378,392
	38259PAA0	4,325,000	4,358,304	4,378,392
	CITIGROUP	5,000,000	5,171,766	5,267,290
	172967CK5	5,000,000	5,171,766	5,267,290
	STANFORD UNIVERSITY	2,400,000	2,503,316	2,502,600
	854403AA0	2,400,000	2,503,316	2,502,600
Jun		7,399,000	7,811,787	7,848,657
	MEDTERM	6,649,000	7,028,646	7,068,552
	MET LIFE GLOBAL FUNDING	6,649,000	7,028,646	7,068,552
	59217EBW3	6,649,000	7,028,646	7,068,552
	CALSTATE	750,000	783,142	780,105
	CONTRA COSTA CNTY CA PENSION	450,000	483,142	479,475
	212257BD0	450,000	483,142	479,475
	CARMEL BY SEA	300,000	300,000	300,630
	143170AB4	300,000	300,000	300,630
Jul		6,695,000	6,709,427	6,713,579
	FEDCOUP	5,000,000	4,998,459	4,999,680
	FFCB	5,000,000	4,998,459	4,999,680
	3133EAW38	5,000,000	4,998,459	4,999,680
	SOL	1,250,000	1,250,000	1,250,000
	SOLANO-TXB-RF-PE	1,250,000	1,250,000	1,250,000
	834127BV3	1,250,000	1,250,000	1,250,000
	CALSTATE	445,000	460,967	463,899
	SOUTH COAST CA WATER DISTRICT	445,000	460,967	463,899
	837433CX7	445,000	460,967	463,899
Aug		35,030,000	35,467,416	35,613,726

FEDCOUP	20,000,000	20,096,643	20,121,720
FHLB	10,000,000	10,000,000	10,005,040
313380A64	5,000,000	5,000,000	5,003,670
313380E60	5,000,000	5,000,000	5,001,370
FREDDIE MAC	10,000,000	10,096,643	10,116,680
3134G2UA8	10,000,000	10,096,643	10,116,680
TREASURY	10,000,000	10,230,886	10,353,910
US TREASURY	10,000,000	10,230,886	10,353,910
912828LK4	10,000,000	10,230,886	10,353,910
CALSTATE	4,540,000	4,649,887	4,647,168
BENICIA USD	310,000	319,376	321,036
082023MG4	310,000	319,376	321,036
FAIRFIELD SUISUN USD	1,650,000	1,669,778	1,682,423
304747EC8	1,650,000	1,669,778	1,682,423
GROSSMONT CA UNION HIGH SCH DISTRICT	580,000	580,000	583,950
399262HN7	580,000	580,000	583,950
KERN CTY POB RF	2,000,000	2,080,733	2,059,760
492279CJ1	2,000,000	2,080,733	2,059,760
CD	490,000	490,000	490,928
APPLE BANK FOR SAVINGS	245,000	245,000	245,465
037830PD2	245,000	245,000	245,465
DISCOVER BANK	245,000	245,000	245,463
254671FE5	245,000	245,000	245,463
Sep	11,650,000	11,701,730	11,716,879
FEDCOUP	5,000,000	5,009,194	5,019,505
FREDDIE MAC	5,000,000	5,009,194	5,019,505
3134G2YJ5	5,000,000	5,009,194	5,019,505
MEDTERM	6,650,000	6,692,535	6,697,374
USAA CAPITAL CORP	1,650,000	1,645,728	1,657,374
90327QCV9	1,650,000	1,645,728	1,657,374
TORONTO DOMINION BANK	5,000,000	5,046,807	5,040,000
891145RA4	5,000,000	5,046,807	5,040,000
Oct	32,600,000	33,091,662	33,298,802
FEDCOUP	8,000,000	7,997,967	8,000,240
FFCB	8,000,000	7,997,967	8,000,240
3133EAMS4	8,000,000	7,997,967	8,000,240
MEDTERM	13,000,000	13,133,158	13,214,650
YALE UNIVERSITY	3,000,000	3,099,951	3,130,380
98458PAB1	3,000,000	3,099,951	3,130,380
IBM CORP	10,000,000	10,033,207	10,084,270
459200GZ8	10,000,000	10,033,207	10,084,270
TREASURY	10,000,000	10,243,650	10,385,160
US TREASURY	10,000,000	10,243,650	10,385,160
912828LS7	10,000,000	10,243,650	10,385,160
NATMUNI	1,600,000	1,716,887	1,698,752
SALES TAX ASSET REC CORP NY	1,600,000	1,716,887	1,698,752
794665BE8	1,600,000	1,716,887	1,698,752
Nov	16,785,000	17,754,105	17,790,466
FEDCOUP	15,000,000	15,800,920	15,845,030
FREDDIE MAC	10,000,000	10,804,709	10,840,250
3128X3L76	10,000,000	10,804,709	10,840,250
FANNIE MAE	5,000,000	4,996,212	5,004,780
3135G0KV4	5,000,000	4,996,212	5,004,780
NATMUNI	1,785,000	1,953,185	1,945,436
OHIO STATE	1,785,000	1,953,185	1,945,436
677519LD0	1,785,000	1,953,185	1,945,436

Dec		750,000	773,714	770,400
NATMUNI		750,000	773,714	770,400
VERMONT STATE MUNI		750,000	773,714	770,400
924214FK0		750,000	773,714	770,400
2015				
Feb		10,245,000	10,245,000	10,282,448
FEDCOUP		10,000,000	10,000,000	10,037,360
FANNIE MAE		10,000,000	10,000,000	10,037,360
3135G0HN6		10,000,000	10,000,000	10,037,360
CD		245,000	245,000	245,088
GOLDMAN SACHS		245,000	245,000	245,088
38143AXZ3		245,000	245,000	245,088
Mar		22,000,000	22,186,296	22,164,162
FEDCOUP		10,000,000	10,000,000	10,003,350
FNMA		10,000,000	10,000,000	10,003,350
3135G0PE7		10,000,000	10,000,000	10,003,350
CD		12,000,000	12,186,296	12,160,812
ROYAL BANK OF CANADA		10,000,000	10,136,511	10,108,530
78008T2C7		10,000,000	10,136,511	10,108,530
COMMONWEALTH BANK OF AUSTRALIA		2,000,000	2,049,785	2,052,282
20271RAA8		2,000,000	2,049,785	2,052,282
Apr		15,150,000	16,321,767	16,324,587
CALSTATE		12,150,000	13,320,291	13,345,317
CA STATE TAXABLE VAR PURP 3		12,150,000	13,320,291	13,345,317
13063A5C4		12,150,000	13,320,291	13,345,317
NATMUNI		3,000,000	3,001,476	2,979,270
TEXAS ST TRANSPORTATION COMM		3,000,000	3,001,476	2,979,270
8827226X4		3,000,000	3,001,476	2,979,270
May		7,000,000	7,010,045	7,066,172
MEDTERM		2,000,000	2,010,045	2,014,322
MCDONALD'S CORP		2,000,000	2,010,045	2,014,322
58013MEP5		2,000,000	2,010,045	2,014,322
CALSTATE		5,000,000	5,000,000	5,051,850
PASADENA CA PENSION OBLIGATION		5,000,000	5,000,000	5,051,850
70227RAA8		5,000,000	5,000,000	5,051,850
Jun		7,810,000	7,813,813	7,851,660
FEDCOUP		5,000,000	5,000,000	5,035,255
FREDDIE MAC		5,000,000	5,000,000	5,035,255
3134G3EN6		5,000,000	5,000,000	5,035,255
CALSTATE		300,000	300,000	300,783
CARMEL BY THE SEA		300,000	300,000	300,783
143170AC2		300,000	300,000	300,783
NATMUNI		2,510,000	2,513,813	2,515,622
OHIO STATE WATER REDEVELOPMENT AUTH		2,510,000	2,513,813	2,515,622
67766WUT7		2,510,000	2,513,813	2,515,622
Jul		2,700,000	2,700,860	2,701,953
SOL		2,000,000	2,000,000	2,000,000
SOLANO-TXB-RF-PE		2,000,000	2,000,000	2,000,000
834127BW1		2,000,000	2,000,000	2,000,000
NATMUNI		700,000	700,860	701,953
INDIANA ST FIN AUTH REVENUE		700,000	700,860	701,953
4550574N6		700,000	700,860	701,953
Aug		11,445,000	11,477,109	11,479,066
FEDCOUP		5,000,000	4,992,132	4,994,120
FFCB		5,000,000	4,992,132	4,994,120
3133EC7H1		5,000,000	4,992,132	4,994,120

MEDTERM	5,000,000	5,028,559	5,006,380
PEPSICO INC	5,000,000	5,028,559	5,006,380
713448CA4	5,000,000	5,028,559	5,006,380
CALSTATE	1,200,000	1,211,418	1,233,324
FAIRFIELD SUISUN USD	1,200,000	1,211,418	1,233,324
304747ED6	1,200,000	1,211,418	1,233,324
CD	245,000	245,000	245,242
ALLY BANK	245,000	245,000	245,242
02005QP64	245,000	245,000	245,242
Sep	20,245,000	20,450,883	20,528,231
MEDTERM	5,000,000	4,994,958	5,008,110
GENERAL ELECTRIC CAP CORP	5,000,000	4,994,958	5,008,110
36962G4S0	5,000,000	4,994,958	5,008,110
TREASURY	10,000,000	9,973,042	9,978,120
TREASURY BILL	10,000,000	9,973,042	9,978,120
912828TP5	10,000,000	9,973,042	9,978,120
CALSTATE	5,000,000	5,237,883	5,296,900
CA STATE VARIABLE PURPOSE	5,000,000	5,237,883	5,296,900
13063BLM2	5,000,000	5,237,883	5,296,900
CD	245,000	245,000	245,101
SALLIE MAE BANK	245,000	245,000	245,101
795450PG4	245,000	245,000	245,101
Dec	10,000,000	10,229,828	10,239,325
FEDCOUP	5,000,000	4,997,549	4,992,445
FFCB	5,000,000	4,997,549	4,992,445
3133EC5X8	5,000,000	4,997,549	4,992,445
CD	5,000,000	5,232,279	5,246,880
CANADIAN IMPERIAL BANK	5,000,000	5,232,279	5,246,880
136069DS7	5,000,000	5,232,279	5,246,880
2016			
Feb	5,000,000	5,016,078	5,036,035
FEDCOUP	5,000,000	5,016,078	5,036,035
FREDDIE MAC	5,000,000	5,016,078	5,036,035
3134G3NH9	5,000,000	5,016,078	5,036,035
Mar	4,720,000	5,389,633	5,370,982
NATMUNI	4,720,000	5,389,633	5,370,982
NORTH CAROLINA STATE	4,720,000	5,389,633	5,370,982
658256A9	4,720,000	5,389,633	5,370,982
Apr	2,000,000	2,063,065	2,038,100
NATMUNI	2,000,000	2,063,065	2,038,100
TEXAS ST TRANSPORTATION COMM	2,000,000	2,063,065	2,038,100
8827226Y2	2,000,000	2,063,065	2,038,100
Jun	5,585,000	5,894,202	5,992,860
MEDTERM	5,000,000	5,309,202	5,405,520
WELLS FARGO & COMPANY	5,000,000	5,309,202	5,405,520
949746QU8	5,000,000	5,309,202	5,405,520
CALSTATE	585,000	585,000	587,340
CARMEL BY SEA	585,000	585,000	587,340
143170AD0	585,000	585,000	587,340
Jul	14,255,000	14,901,463	14,883,576
FEDCOUP	10,000,000	10,000,000	10,010,410
FANNIE MAE	10,000,000	10,000,000	10,010,410
3136G02Q3	10,000,000	10,000,000	10,010,410
NATMUNI	4,255,000	4,901,463	4,873,166
OKLAHOMA STATE	4,255,000	4,901,463	4,873,166
679077RQ2	4,255,000	4,901,463	4,873,166

Sep		10,000,000	10,547,474	10,564,710
FEDCOUP		10,000,000	10,547,474	10,564,710
FHLB		10,000,000	10,547,474	10,564,710
313370TW8		10,000,000	10,547,474	10,564,710
Oct		245,000	245,000	245,519
CD		245,000	245,000	245,519
AMERICAN EXPRESS CENTURION		245,000	245,000	245,519
02587DLC0		245,000	245,000	245,519
Nov		5,000,000	5,123,096	5,209,540
MEDTERM		5,000,000	5,123,096	5,209,540
US BANCORP		5,000,000	5,123,096	5,209,540
91159HHB9		5,000,000	5,123,096	5,209,540
2017				
Mar		5,250,000	5,239,568	5,242,125
FEDCOUP		5,250,000	5,239,568	5,242,125
FFCB		5,250,000	5,239,568	5,242,125
3133ECAK0		5,250,000	5,239,568	5,242,125
May		5,000,000	5,000,000	5,015,800
FEDCOUP		5,000,000	5,000,000	5,015,800
FREDDIE MAC		5,000,000	5,000,000	5,015,800
3134G3UH1		5,000,000	5,000,000	5,015,800
Sep		5,000,000	5,011,473	4,993,830
FEDCOUP		5,000,000	5,011,473	4,993,830
FHLB		5,000,000	5,011,473	4,993,830
313380EC7		5,000,000	5,011,473	4,993,830
2018				
Jan		950,000	1,087,795	1,098,352
SOL		950,000	1,087,795	1,098,352
SOLANO COUNTY CA		950,000	1,087,795	1,098,352
83413QAL3		950,000	1,087,795	1,098,352
2019				
Sep		1,500,000	1,500,000	2,014,755
CALSTATE		1,500,000	1,500,000	2,014,755
SAN LUIS OBISPO COUNTY		1,500,000	1,500,000	2,014,755
798703BD5		1,500,000	1,500,000	2,014,755
Grand Total		633,361,807	641,479,622	643,420,451