

# San Diego County Regional Airport Authority

Investment Report  
As of April 30, 2012



Presented by:  
Vernon D. Evans, CPA  
Vice President, Finance / Treasurer & CFO

May 29, 2012



This report is prepared for the San Diego County Regional Airport Authority (the "Authority") in accordance with California Government Code Section 53646, which states that "the treasurer or chief fiscal officer may render a quarterly report to the chief executive officer, the internal auditor, and the legislative body of the local agency within 30 days following the end of the quarter covered by the report."

The investment report and investment portfolio are in compliance with California Government Code Section 53646 and the Authority's approved Investment Policy. All investment transactions made in the Authority's portfolio during this period were made on behalf of the Authority. Sufficient liquidity and anticipated revenue are available to meet expenditure requirements for the next six months.

A handwritten signature in black ink that reads "Vernon D. Evans". The signature is written in a cursive style and is positioned above a horizontal line.

Vernon D. Evans  
Chief Financial Officer/Treasurer  
San Diego County Regional Airport Authority



# Total Portfolio Summary



	Current Period April 30, 2012	Prior Period March 31, 2012	Change From Prior
Book Value	\$263,304,000	\$275,217,000	(\$11,913,000)
Market Value	\$263,528,000	\$275,420,000	(\$11,892,000)
Market Value%	100.10%	100.08%	0.02%
Unrealized Gain / (Loss)	\$224,000	\$203,000	\$21,000
Weighted Average Maturity (Days)	320 days	294 days	26
Weighted Average Yield as of Period End	0.60%	0.56%	0.04%
Cash Interest Received- Current Month	\$144,000	\$84,000	\$60,000
Cash Interest Received-Year-to-Date	\$1,200,000	\$1,056,000	\$144,000
Accrued Interest	\$154,000	\$208,000	(\$54,000)

## Notes:

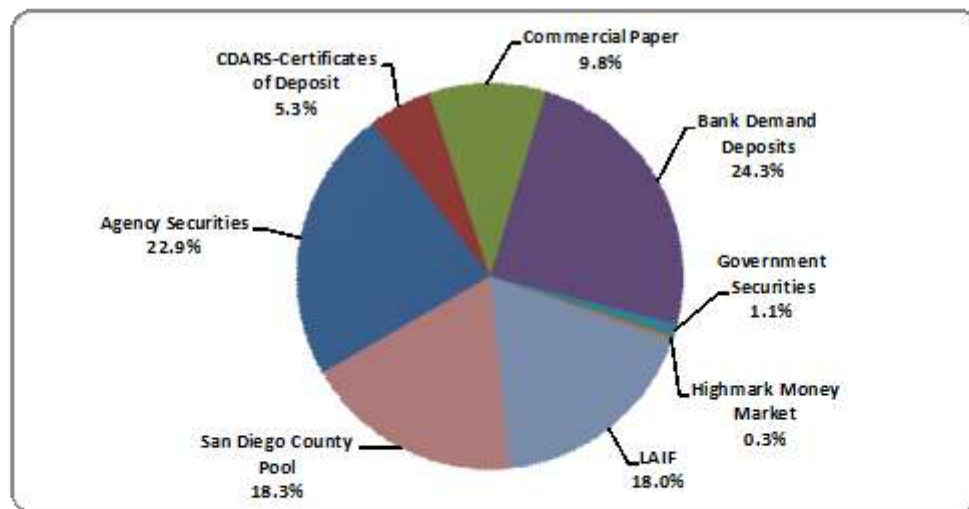
(1) Decrease in cash balance was predominantly due to capital disbursements that exceeded receipts on capital projects.



# Portfolio Composition by Security Type



	April 30, 2012		March 31, 2012		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 60,261,000	22.9%	\$ 60,834,000	22.1%	100%
CDARS-Certificates of Deposit	13,977,000	5.3%	13,974,000	5.1%	30%
Commercial Paper	25,909,000	9.8%	20,928,000	7.6%	25%
Bank Demand Deposits	64,026,000	24.3%	79,606,000	28.9%	100%
Government Securities	3,003,000	1.1%	3,004,000	1.1%	100%
Highmark Money Market	717,000	0.3%	1,481,000	0.5%	20%
LAIF	47,305,000	18.0%	47,289,000	17.2%	\$50 million <sup>(1)</sup>
San Diego County Pool	48,330,000	18.3%	48,302,000	17.5%	\$50 million <sup>(2)</sup>
<b>Total:</b>	<b>\$ 263,528,000</b>	<b>100.0%</b>	<b>\$ 275,428,000</b>	<b>100.0%</b>	



## Notes:

- 1.) The \$50 million limit on LAIF is a non-statutory LAIF internal limit. It does not apply to bond proceeds.
- 2.) The San Diego County Investment Pool invests in the LAIF internal limit and does not apply to bond proceeds.
- 3.) LAIF & San Diego County Pool reported one month in arrears.

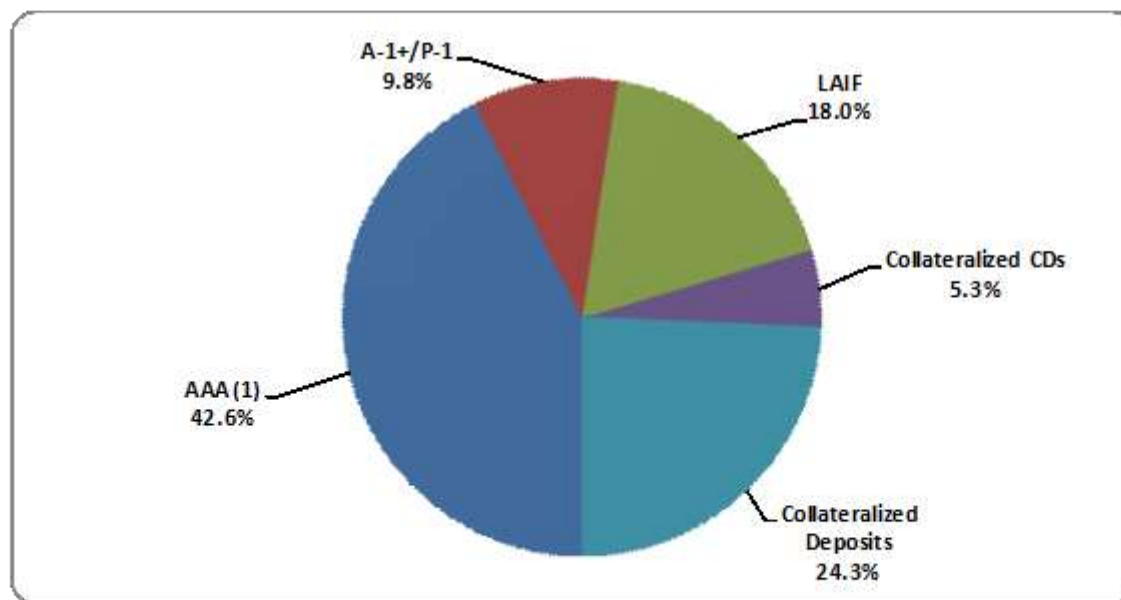




# Portfolio Composition by Credit Rating



	April 30, 2012		March 31, 2012	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA <sup>(1)</sup>	\$ 112,311,000	42.6%	\$ 113,621,000	41.2%
A-1+/P-1	25,909,000	9.8%	20,928,000	7.6%
LAIF	47,305,000	18.0%	47,289,000	17.2%
Collateralized CDs	13,977,000	5.3%	13,974,000	5.1%
Collateralized Deposits	64,026,000	24.3%	79,608,000	28.9%
<b>Total</b>	<b>\$ 263,528,000</b>	<b>100.0%</b>	<b>\$ 275,420,000</b>	<b>100.0%</b>



## Notes:

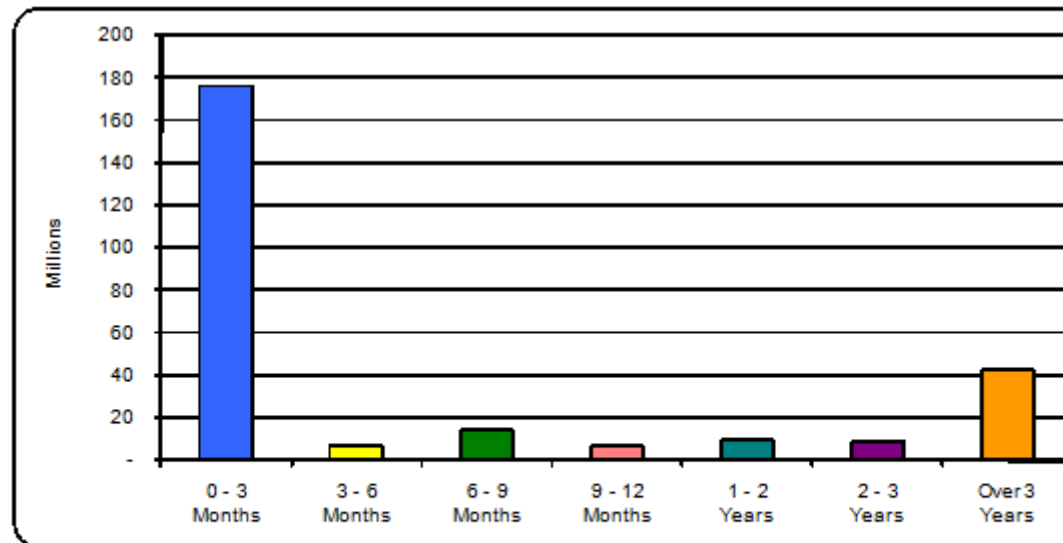
1.) Includes investments that have split ratings between S&P (AA+), Moodys (AAA) and Fitch (AAA)



# Portfolio Composition by Maturity Distribution<sup>(1)</sup>



	April 30, 2012		March 31, 2012	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 175,920,000	66.7%	\$ 192,218,000	69.7%
3 - 6 Months	6,479,000	2.5%	2,989,000	1.1%
6 - 9 Months	13,937,000	5.3%	12,451,000	4.5%
9 - 12 Months	6,932,000	2.6%	6,928,000	2.5%
1 - 2 Years	9,014,000	3.4%	13,680,000	5.0%
2 - 3 Years	8,578,000	3.3%	12,564,000	4.6%
Over 3 Years	42,668,000	16.2%	34,590,000	12.6%
<b>Total:</b>	<b>\$ 263,528,000</b>	<b>100.0%</b>	<b>\$ 275,420,000</b>	<b>100.0%</b>

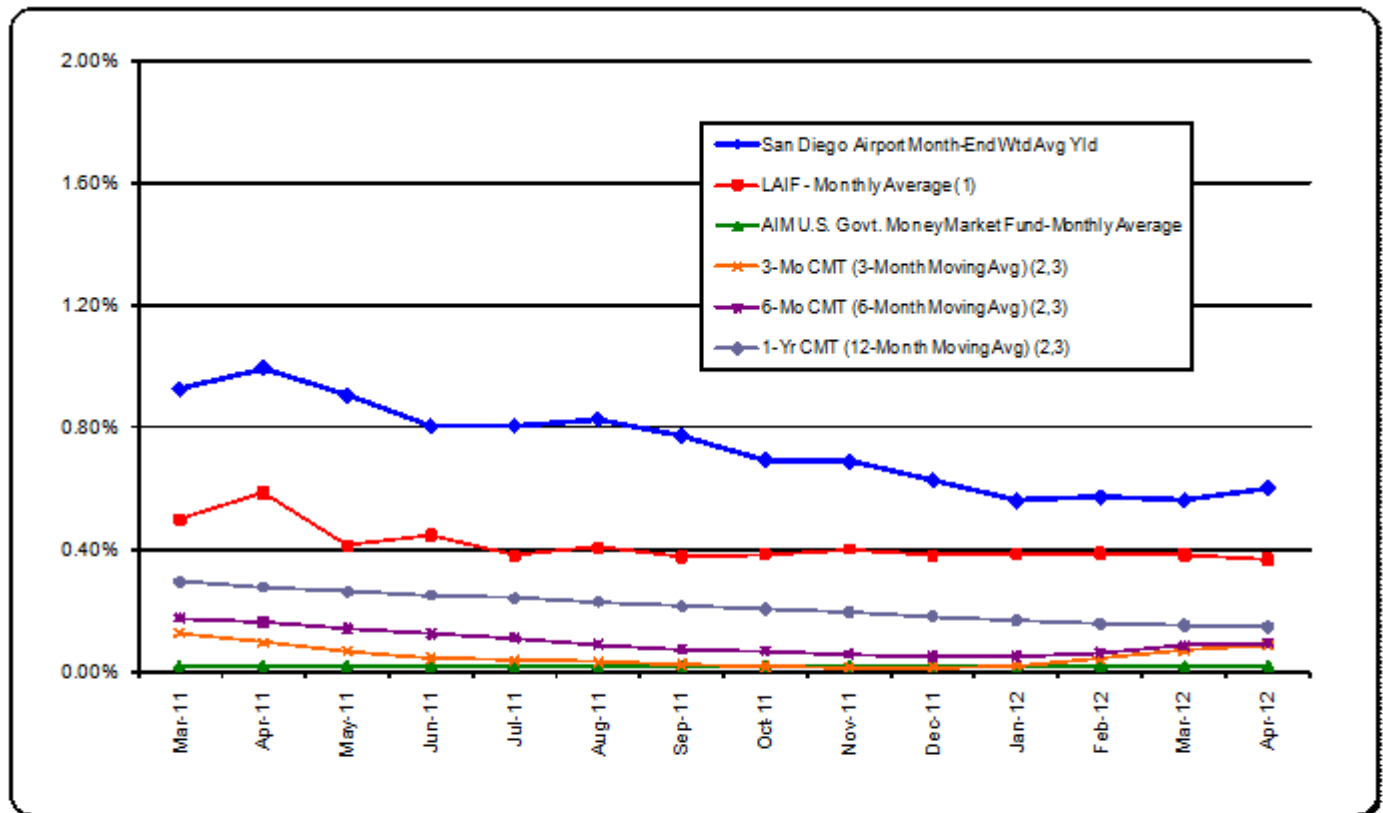


## Notes:

1.) The 0-3 Month category includes investments held in the LAF and the San Diego County Investment Pool.



# Benchmark Comparison



## Notes:

- 1) Benchmark data for LAIF is the average monthly effective yield.
- 2) CMT stands for Constant Maturity Treasury. This data is published in Federal Reserve Statistical Release H.15 and represents an average of all actively traded Treasury securities having that time remaining until maturity. This is a standard industry benchmark for Treasury securities.
- 3) The CMT benchmarks are moving averages. The 3-month CMT is the daily average for the previous 3 months, the 6-month CMT is the daily average for the previous 6 months, and the 1-year CMT is the daily average for the previous 12 months.



# Detail of Security Holdings

## As of April 30, 2012



Settlement Date	Security Description	Coupon	Maturity Date	Next Call Date	Par Value	Purchase Price	Book Value	Market Price	Market Value	Days to Maturity	Yield to Maturity
08/01/11	FHLMC	0.450	07/26/13	07/26/12	3,000,000	100.000	3,000,000	99.992	2,999,760	452	0.726
03/26/12	FHLMC	0.625	12/23/13	12/23/13	3,000,000	100.335	3,010,050	100.459	3,013,770	602	0.432
12/27/11	FNMA	0.550	12/27/13	06/27/12	3,000,000	99.995	2,999,850	100.027	3,000,810	606	0.553
03/30/12	FNMA	1.500	09/08/14	09/08/14	3,000,000	102.390	3,071,700	102.184	3,065,520	861	0.513
01/09/12	FHLMC	0.850	01/09/15	01/09/13	3,000,000	100.000	3,000,000	100.235	3,007,050	984	0.850
02/13/12	FHLMC	0.700	02/13/15	02/13/13	2,500,000	100.000	2,500,000	100.210	2,505,250	1019	0.700
04/30/12	FNMA	0.700	04/30/15	04/30/13	4,000,000	100.000	4,000,000	99.978	3,999,120	1095	0.700
11/02/11	FNMA	1.450	11/02/15	05/02/12	3,000,000	100.000	3,000,000	100.003	3,000,090	1281	1.450
12/28/11	FNMA	0.750	12/28/15	12/28/12	5,000,000	99.970	4,998,500	100.080	5,004,000	1337	1.498
02/10/12	FHLMC	1.000	02/10/16	02/10/14	3,000,000	100.475	3,014,250	100.549	3,016,470	1381	0.879
02/24/12	FNMA	0.800	02/24/16	02/24/14	3,000,000	99.785	2,993,550	99.951	2,998,530	1395	0.855
03/21/12	FNMA	0.625	03/21/16	09/21/12	3,000,000	100.000	3,000,000	100.046	3,001,380	1421	1.304
07/19/11	FNMA	1.250	07/19/16	07/19/12	2,000,000	99.800	1,996,000	100.236	2,004,720	1541	2.360
01/11/12	FHLMC	1.500	09/21/16	09/21/12	3,000,000	100.345	3,010,341	100.296	3,008,880	1605	1.424
10/26/11	FNMA	1.375	10/26/16	10/26/12	3,000,000	100.000	3,000,000	100.602	3,018,060	1640	1.689
01/18/12	FNMA	0.700	01/18/17	07/18/13	4,000,000	100.000	4,000,000	100.347	4,013,880	1724	1.599
01/27/12	FHLMC	2.250	01/23/17	01/23/14	2,500,000	102.885	2,572,125	103.280	2,582,000	1729	1.645
02/06/12	FNMA	0.750	02/06/17	02/06/13	3,000,000	99.900	2,997,000	100.142	3,004,260	1743	1.700
04/17/12	FNMA	1.550	04/17/17	10/17/12	4,000,000	99.950	3,998,000	100.426	4,017,040	1813	1.560
Agency Total					60,000,000		60,161,366		60,260,590	1285	1.177
02/09/12	Neighborhood Nat'l Bk CD	0.850	02/07/13		4,931,823	100.000	4,931,823	100.000	4,931,823	283	0.850
02/27/12	Union Bank CD	0.200	02/27/13		2,000,000	100.000	2,000,000	100.000	2,000,000	303	0.200
06/28/11	East West Bk CD	0.850	06/28/12		7,045,464	100.000	7,045,464	100.000	7,045,464	59	0.850
CD's Total					13,977,288		13,977,288		13,977,288	173	0.757





# Detail of Security Holdings

## As of April 30, 2012



Settlement Date	Security Description	Coupon	Maturity Date	Next Call Date	Par Value	Purchase Price	Book Value	Market Price	Market Value	Days to Maturity	Yield to Maturity
08/26/11	FCAR Owner Trust CP	0.550	05/22/12		3,500,000	99.588	3,485,563	99.981	3,499,335	22	0.552
09/09/11	Toyota Motor Credit CP	0.603	06/05/12		3,000,000	99.550	2,986,500	99.958	2,998,740	36	0.603
09/30/11	Toyota Motor Credit CP	0.643	06/26/12		2,000,000	99.520	1,990,400	99.927	1,998,540	57	0.643
12/19/11	Toyota Motor Credit CP	0.760	09/14/12		3,000,000	99.430	2,982,900	99.728	2,991,840	137	0.764
01/20/12	FCAR Owner Trust CP	0.650	10/16/12		3,500,000	99.513	3,482,938	99.622	3,486,770	169	0.653
02/16/12	FCAR Owner Trust CP	0.000	11/09/12		3,000,000	99.540	2,986,205	99.520	2,985,600	193	0.620
03/30/12	Toyota Motor Credit CP	0.000	12/24/12		3,000,000	99.589	2,987,671	99.375	2,981,250	238	0.552
04/13/12	FCAR Owner Trust CP		01/08/13		5,000,000	99.550	4,977,500	99.335	4,966,750	253	0.600
Commercial Paper Total					26,000,000		25,879,676		25,908,825	148	0.620
03/29/11	U.S. Treasury	0.375	10/31/12		3,000,000	99.740	2,992,148	100.105	3,003,150	184	0.541
Government Total					3,000,000		2,992,148		3,003,150	184	0.541
US Bank General Acct					15,148,336	100.000	15,148,336	100.000	15,148,336	1	0.035
US Bank Accounts Total					15,148,336		15,148,336		15,148,336	1	0.035
Highmark US Govt MMF					717,021	100.000	717,021	100.000	717,021	1	0.000
Highmark Money Market Total					717,021		717,021		717,021	1	0.000
Local Agency Invstmnt Fd					47,248,303	100.000	47,248,303	100.121	47,305,420	1	0.367
San Diego County Inv Pool					48,302,651	100.000	48,302,651	100.056	48,329,679	1	0.510
Bank of the West					20,237,917	100.000	20,237,917	100.000	20,237,917	1	0.350
East West Bank					102,554	100.000	102,554	100.000	102,554	1	0.350
East West Bank					28,530,205	100.000	28,530,205	100.000	28,530,205	1	0.350
East West Bank Total					28,632,759		28,632,759	100.000	28,632,759	1	0.350
Union Bk Cash					6,994.72	100.000	6,994.72	100.000	6,994.72	1	0.000
Grand Total					\$ 263,271,269	100.01	\$ 263,304,460	100.10	\$ 263,527,979	320	0.603



# Portfolio Investment Transactions

From April 1<sup>st</sup>, 2012 – April 30<sup>th</sup>, 2012



Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
FNMA	AGCY CALL	3136G0AC5	1.550	04/17/17	10/17/12	99.950	3,998,000.00
FNMA	AGCY CALL	3135G0KH5	0.700	04/30/15	04/30/13	100.000	4,000,000.00
FCAR Owner Trust CP	CP - DISC	3024A0N84	0.000	01/08/13	01/08/13	99.550	4,977,500.00
							<b>\$ 12,975,500</b>
FNMA	AGCY CALL	3135G0DV2	0.550	10/18/13	04/18/12	100.028	4,671,298
FHLMC	AGCY CALL	31378JA0	0.750	03/26/15	04/26/12	100.000	4,000,000
							<b>\$ 8,671,298</b>
							<b>\$ -</b>
							<b>\$ -</b>
							<b>\$ -</b>



# Bond Proceeds Summary



As of: April 30, 2012

(in thousands)

Fund	Series A	Series B	Series C	Total	Yield	Rating
<b><u>Project Fund</u></b>						
LAIF <sup>(1)</sup>	\$ 1	\$ -	\$ 7	\$ 8	0.37%	N/R
SDCIP <sup>(2)</sup>	76,981	-	75,596	152,577	0.51%	AAAf
	76,982	-	75,603	152,585		
<b><u>Capitalized Interest</u></b>						
SDCIP <sup>(2)</sup>	6,348	-	4,552	10,900	0.51%	AAAf
JP Morgan Federal MM Reserve	6	-	4	10	0.00%	AAAm
	6,354	-	4,556	10,910		
<b><u>Debt Service Reserve Fund</u></b>						
FNMA Global Notes	9,925	-	4,964	14,889	0.66%	AA+/AAA
East West Bank CD	13,178	-	7,093	20,271	0.75%	
Bank of the West DDA	9,677	-	6,355	16,032	0.45%	
JP Morgan Federal MM Reserve	136	-	67	203	0.00%	AAAm
	32,916	-	18,479	51,395		
	\$ 116,252	\$ -	\$ 98,638	\$ 214,890	0.54%	

\*Bond proceeds are not included in deposit limits as applied to operating funds

\*\*LAIF & SDCIP Market Value & Interest Earned are one month in arrears.

(1) LAIF Yield as of 4/30/2012

(2) SDCIP Yield as of 03/31/2012



# Bond Proceeds Investment Transactions

From April 1<sup>st</sup>, 2012 – April 30<sup>th</sup>, 2012



Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
<b>PURCHASES</b>								
								\$ -
<b>CALLS</b>								
								\$ -
<b>MATURITIES</b>								
								\$ -
<b>Deposits</b>								
								\$ -
<b>Withdrawals</b>								
								\$ -





# *Questions*

