

# San Diego County Regional Airport Authority

## Investment Report As of November 30, 2012



Presented by:  
Vernon D. Evans, CPA  
Vice President, Finance / Treasurer & CFO  
Scott Brickner, CPA  
Director, Financial Planning and Budget  
December 20, 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 November 30, 2012	Prior Period October 31, 2012	Change From Prior
Book Value (1)	\$271,035,000	\$273,705,000	(\$2,670,000)
Market Value	\$271,434,000	\$274,060,000	(\$2,626,000)
Market Value%	100.17%	100.15%	0.02%
Unrealized Gain / (Loss)	\$399,000	\$355,000	\$44,000
Weighted Average Maturity (Days)	272 days	278 days	(6)
Weighted Average Yield as of Period End	0.50%	0.50%	0.00%
Cash Interest Received- Current Month	\$51,000	\$203,000	(\$152,000)
Cash Interest Received-Year-to-Date	\$602,000	\$551,000	\$51,000
Accrued Interest	\$176,000	\$148,000	\$28,000

## Notes:

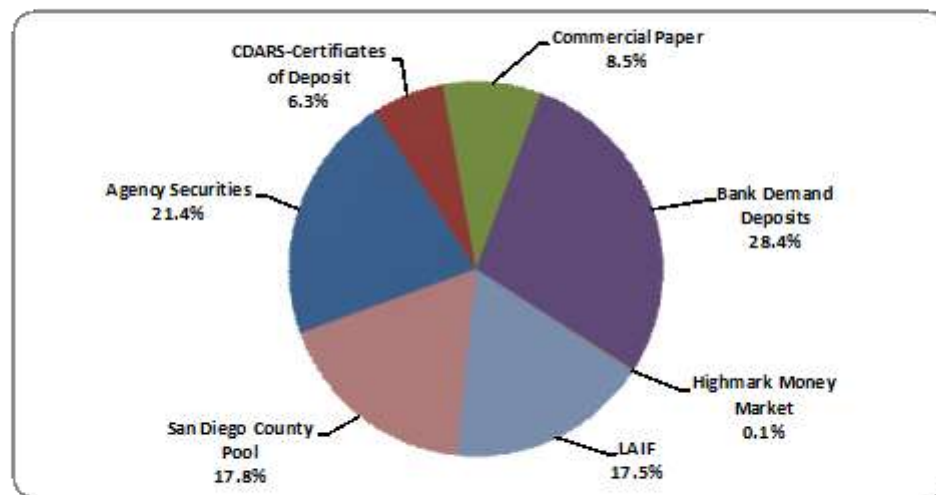
(1) Decrease in cash balance was predominantly due to capital receipts that were lower than disbursements on capital projects, somewhat offset by higher cash flow from operating activities.



# Portfolio Composition by Security Type



	November 30, 2012		October 31, 2012		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 58,250,000	21.4%	\$ 58,223,000	21.1%	100%
CDARS-Certificates of Deposit	17,035,000	6.3%	17,032,000	6.2%	30%
Commercial Paper	22,970,000	8.5%	22,971,000	8.4%	25%
Bank Demand Deposits	77,193,000	28.4%	76,901,000	28.1%	100%
Government Securities	-	0.0%	\$ -	0.0%	100%
Highmark Money Market	192,000	0.1%	3,161,000	1.2%	20%
LAIF	47,394,000	17.5%	47,352,000	17.3%	\$50 million <sup>1)</sup>
San Diego County Pool	48,400,000	17.8%	48,420,000	17.7%	\$50 million <sup>2)</sup>
<b>Total:</b>	<b>\$ 271,434,000</b>	<b>100.0%</b>	<b>\$ 274,060,000</b>	<b>100.0%</b>	



## Notes:

- 1.) The \$50 million limit on LAIF is a non-salary LAIF internal limit. It does not apply to bond proceeds.
- 2.) The San Diego County Investment Pool is over the LAIF internal limit and does not apply to bond proceeds.

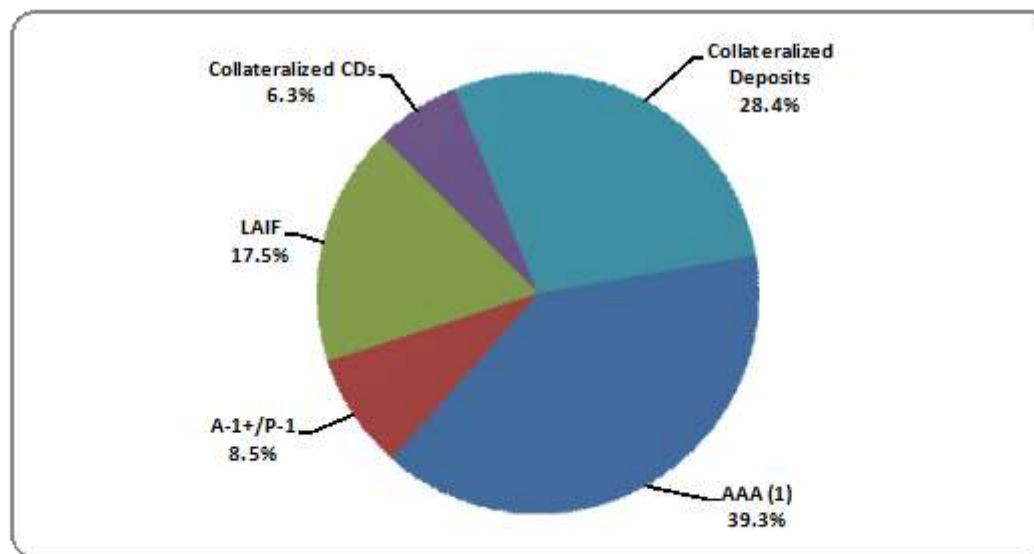




# Portfolio Composition by Credit Rating



	November 30, 2012		October 31, 2012	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA (1)	\$ 106,842,000	39.3%	\$ 109,804,000	40.0%
A-1+/P-1	22,970,000	8.5%	22,971,000	8.4%
LAIF	47,394,000	17.5%	47,352,000	17.3%
Collateralized CDs	17,035,000	6.3%	17,032,000	6.2%
Collateralized Deposits	77,193,000	28.4%	76,901,000	28.1%
<b>Total:</b>	<b>\$ 271,434,000</b>	<b>100.0%</b>	<b>\$ 274,060,000</b>	<b>100.0%</b>



## Notes:

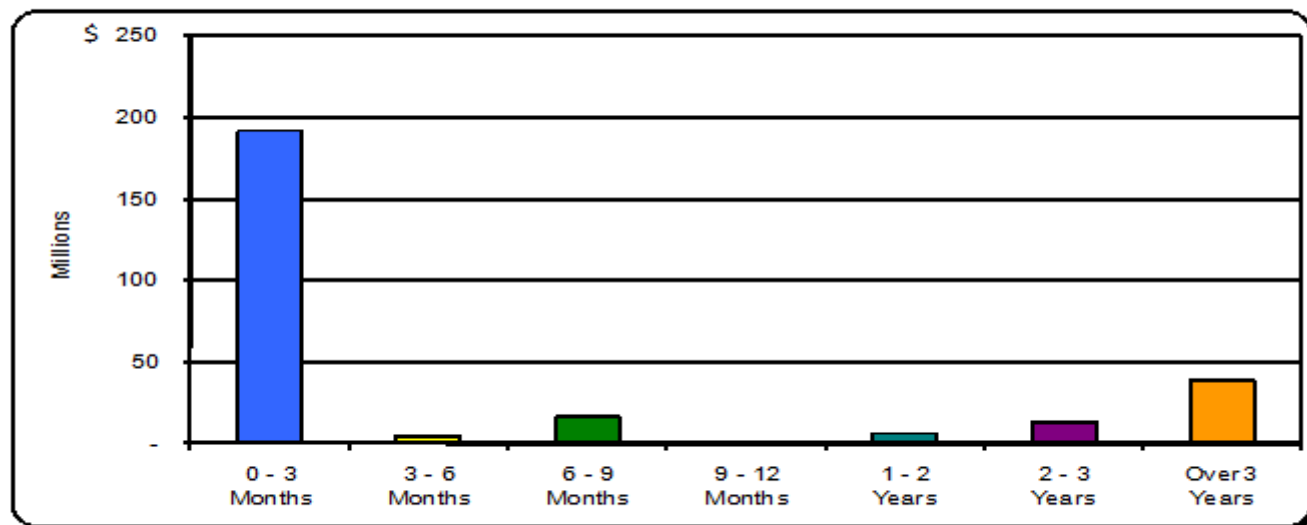
1.) Includes investment entities that have split ratings between S&P (AA+), Moodys (AAA) and Fitch (AAA)



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



	November 30, 2012		October 31, 2012	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 191,635,000	70.7%	\$ 190,328,000	69.5%
3 - 6 Month	4,996,000	1.8%	11,946,000	4.4%
6 - 9 Months	16,555,000	6.1%	13,563,000	4.9%
9 - 12 Months	-	0.0%	-	0.0%
1 - 2 Years	6,067,000	2.2%	6,069,000	2.2%
2 - 3 Years	13,514,000	5.0%	13,513,000	4.9%
Over 3 Years	38,667,000	14.2%	38,641,000	14.1%
<b>Total:</b>	<b>\$ 271,434,000</b>	<b>100.0%</b>	<b>\$ 274,060,000</b>	<b>100.0%</b>

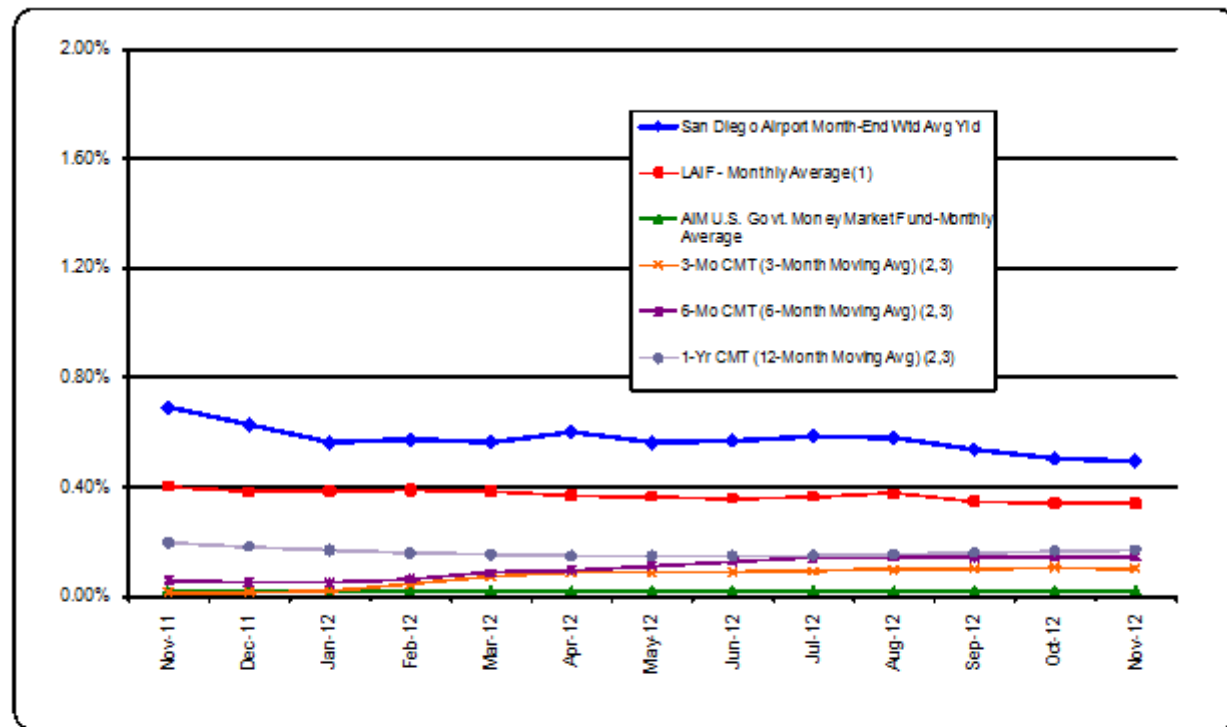


## Notes:

1.) The 0-3 Month category includes investments held in the LAIF 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 benchmark 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 November 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
03/26/12	FHLMC	0.625	12/23/13	12/23/13	3,000,000	100.335	3,010,050	100.387	3,011,610	388	0.432
03/30/12	FNMA	1500	09/08/14	09/08/14	3,000,000	102.390	3,071,700	101.857	3,055,710	647	0.513
01/09/12	FHLMC	0.850	01/09/15	01/09/13	3,000,000	100.000	3,000,000	100.054	3,001,620	770	0.850
02/13/12	FHLMC	0.700	02/13/15	02/13/13	2,500,000	100.000	2,500,000	100.094	2,502,350	805	0.700
04/30/12	FNMA	0.700	04/30/15	04/30/13	4,000,000	100.000	4,000,000	100.128	4,005,120	881	0.700
10/19/12	FHLMC	0.500	10/09/15	10/09/13	4,000,000	100.015	4,000,600	100.132	4,005,280	1043	0.494
12/28/11	FNMA	0.750	12/28/15	12/28/12	5,000,000	99.970	4,998,500	100.016	5,000,800	1123	0.498
02/10/12	FHLMC	1.000	02/10/16	02/10/14	3,000,000	100.475	3,014,250	100.712	3,021,360	1167	0.879
02/24/12	FNMA	0.800	02/24/16	02/24/14	3,000,000	99.785	2,993,550	100.544	3,016,320	1181	0.855
10/29/12	FNMA	0.550	04/29/16	04/29/13	6,000,000	99.863	5,991,750	100.089	6,005,340	1246	0.592
01/18/12	FNMA	0.700	01/18/17	07/18/13	4,000,000	100.000	4,000,000	100.373	4,014,920	1510	1.599
01/27/12	FHLMC	2.250	01/23/17	01/23/14	2,500,000	102.885	2,572,125	102.408	2,560,200	1515	1.645
02/06/12	FNMA	0.750	02/06/17	02/06/13	3,000,000	99.900	2,997,000	100.126	3,003,780	1529	1.700
05/09/12	FNMA	1.000	05/09/16	05/09/13	4,000,000	99.990	3,999,600	100.317	4,012,680	1256	1.003
09/21/12	FNMA	1.125	06/28/17	06/28/13	3,000,000	100.368	3,011,040	100.462	3,013,860	1671	1.050
07/26/12	FNMA	0.750	07/26/17	07/26/13	2,000,000	99.875	1,997,500	100.336	2,006,720	1699	1.220
09/21/12	FHLMC	1.000	09/12/17	09/12/13	3,000,000	99.975	2,999,250	100.378	3,011,340	1747	1.000
Agency Total					58,000,000		58,566,915		58,249,010	1178	0.886
02/09/12	Neighborhood Nat'l Bk CD	0.850	02/07/13		4,956,463	100.000	4,956,463	100.000	4,956,463	69	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	89	0.200
06/28/12	East West Bk CD	0.750	07/02/13		10,078,932	100.000	10,078,932	100.000	10,078,932	214	0.750
CD's Total					17,035,395		17,035,395		17,035,395	157	0.715





# Detail of Security Holdings

## As of November 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
06/05/12	Toyota Motor Credit CP	0.600	03/01/13		3,000,000	99.361	2,986,550	99.932	2,997,960	91	0.603
06/27/12	Toyota Motor Credit CP	0.530	03/22/13		2,000,000	99.520	1,992,109	99.900	1,998,000	112	0.532
03/30/12	Toyota Motor Credit CP	0.552	12/24/12		3,000,000	99.589	2,987,671	99.988	2,999,640	24	0.552
04/13/12	FCAR Owner Trust CP	0.600	01/08/13		5,000,000	99.550	4,977,500	99.978	4,998,900	39	0.600
05/22/12	FCAR Owner Trust CP	0.570	01/17/13		3,500,000	99.620	3,486,700	99.973	3,499,055	48	0.570
10/16/12	FCAR Owner Trust CP	0.500	07/12/13		3,500,000	99.626	3,486,924	99.659	3,488,065	224	0.502
11/09/12	FCAR Owner Trust CP	0.500	08/06/13		3,000,000	99.625	2,988,750	99.616	2,988,480	249	0.502
Commercial Paper Total					23,000,000		22,906,203		22,970,100	107	0.556
US Bank General Acct					26,864,752	100.000	26,864,752	100.000	26,864,752	1	0.035
US Bank Accounts Total					26,864,752		26,864,752		26,864,752	1	0.035
Highmark US Govt MMF					192,080	100.000	192,080	100.000	192,080	1	0.000
Highmark Money Market Total					192,080		192,080		192,080	1	0.000
Local Agency Invstmnt Fd					47,248,303	100.000	47,248,303	100.309	47,394,234	1	0.340
San Diego County Inv Pool					48,302,481	100.000	48,302,481	100.202	48,400,100	1	0.500
Bank of the West					14,374,091	100.000	14,374,091	100.000	14,374,091	1	0.300
Wells Fargo Bank					2,000,603	100.000	2,000,603	100.000	2,000,603	1	0.300
East West Bank					102,765	100.000	102,765	100.000	102,765	1	0.350
East West Bank					33,846,356	100.000	33,846,356	100.000	33,846,356	1	0.350
East West Bank Total					33,949,120		33,949,120	100.000	33,949,120	1	0.350
Union Bk Cash					4,870.12	100.000	4,870.12	100.000	4,870.12	1	0.000
Grand Total					\$ 270,971,695	100.02	\$ 271,034,813	100.17	\$ 271,434,354	272	0.496



# Portfolio Investment Transactions

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



Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
<b>PURCHASES</b>								
11/09/12	FCAR Owner Trust CP	CP - DISC	3024A0V69	0.500	08/06/13	--	99.625	2,998,750
								\$ 2,998,750
<b>CALLS</b>								
								\$ -
<b>MATURITIES</b>								
02/16/12	FCAR Owner Trust CP	CP - DISC	3024A0L94	0.620	11/09/12	--	99.540	3,000,000
								\$ 3,000,000
<b>Deposits</b>								
								\$ -
<b>Withdrawals</b>								
								\$ -



# Bond Proceeds Summary



As of: November 30, 2012

(in thousands)

Fund	Series A/B	Series C	Total	Yield	Rating
<b><u>Project Fund</u></b>					
SDCIP <sup>(1)</sup>	\$ 2,251	\$ 21,577	\$ 23,828	0.50%	AAAf
	2,251	21,577	23,828		
<b><u>Capitalized Interest</u></b>					
SDCIP <sup>(1)</sup>	513	371	884	0.50%	AAAf
JP Morgan Federal MM Reserve	6	4	10	0.00%	AAAm
	519	375	894		
<b><u>Debt Service Reserve Fund</u></b>					
East West Bank CD	13,228	7,120	20,348	0.75%	
Bank of the West DDA	9,702	6,372	16,074	0.45%	
SDCIP <sup>(1)</sup>	9,817	4,812	14,629	0.50%	AAAf
	32,747	18,304	51,051		
	\$ 35,517	\$ 40,256	\$ 75,773	0.56%	

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

(1) SDCIP Yield as of 10/31/2012



# Bond Proceeds Investment Transactions

From November 1<sup>st</sup>, 2012 – November 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>								
11/29/2012	San Diego County Investment Pool	SDCIP					\$	8,105,647
							\$	8,105,647





# *Questions*

