



Item 3

# San Diego County Regional Airport Authority

## Investment Report As of February 28, 2011

Presented by:

Vernon D. Evans, CPA

Vice-President-Finance/Treasurer and CFO

March 28, 2011



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.

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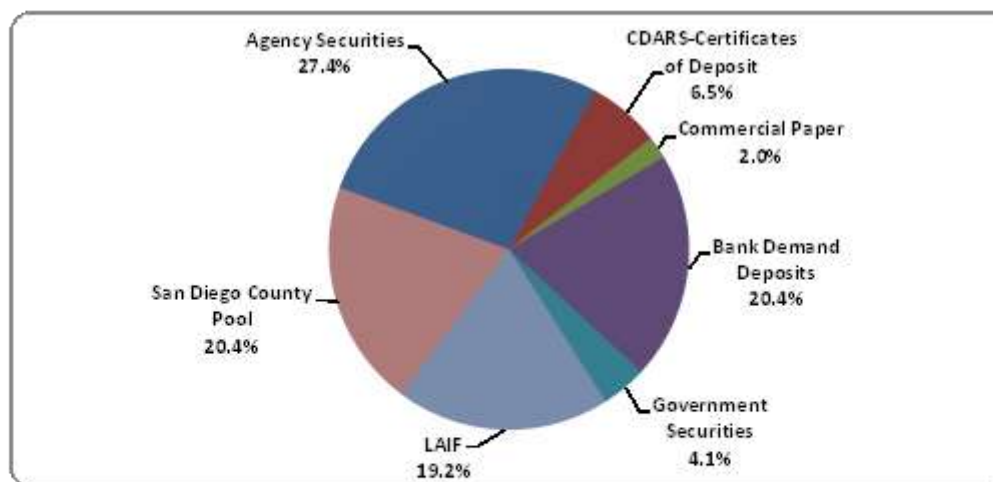
Vernon D. Evans  
Chief Financial Officer/Treasurer  
San Diego County Regional Airport Authority

# *Total Portfolio Summary*

	Current Period February 28, 2011	Prior Period January 31, 2011	Change From Prior
Book Value	\$245,030,000	\$248,995,000	(\$3,965,000)
Market Value	\$245,192,000	\$249,191,000	(\$3,999,000)
Market Value%	100.10%	100.11%	(0.01%)
Unrealized Gain / (Loss)	\$162,000	\$196,000	(\$34,000)
Weighted Average Maturity (Days)	299 days	262 days	37
Weighted Average Yield as of Period End	0.93%	0.85%	0.08%
Cash Interest Received- Current Month	\$22,000	\$378,000	(\$356,000)
Cash Interest Received-Year-to-Date	\$1,590,000	\$1,568,000	\$22,000
Accrued Interest	\$325,000	\$208,000	\$117,000

# Portfolio Composition by Security Type

	February 28, 2011		January 31, 2011		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 67,049,000	27.4%	\$ 61,129,000	24.5%	100%
CDARS-Certificates of Deposit	15,871,000	6.5%	15,867,000	6.4%	30%
Commercial Paper	4,997,000	2.0%	4,996,000	2.0%	25%
Bank Demand Deposits	50,028,000	20.4%	56,802,000	22.8%	100%
Government Securities	10,047,000	4.1%	10,052,000	4.0%	100%
Highmark Money Market	18,000	0.0%	3,260,000	1.3%	20%
LAIF	47,111,000	19.2%	47,014,000	18.9%	\$50 million <sup>(1)</sup>
San Diego County Pool	50,071,000	20.4%	50,071,000	20.1%	\$50 million <sup>(2)</sup>
<b>Total:</b>	<b>\$ 245,152,000</b>	<b>100.0%</b>	<b>\$ 243,191,000</b>	<b>100.0%</b>	

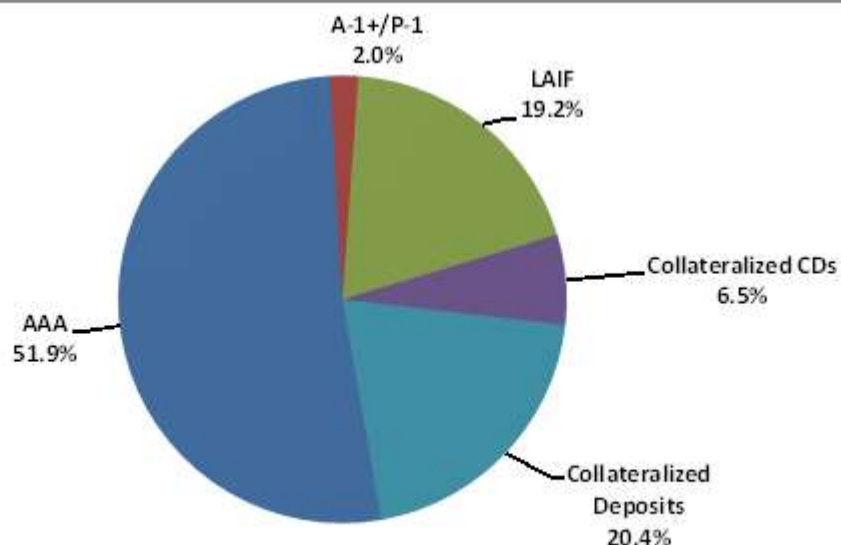


## Notes:

- 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 mirrors the LAIF internal limit and does not apply to bond proceeds.
- 3) LAIF & San Diego County Pool reported one month in arrears.

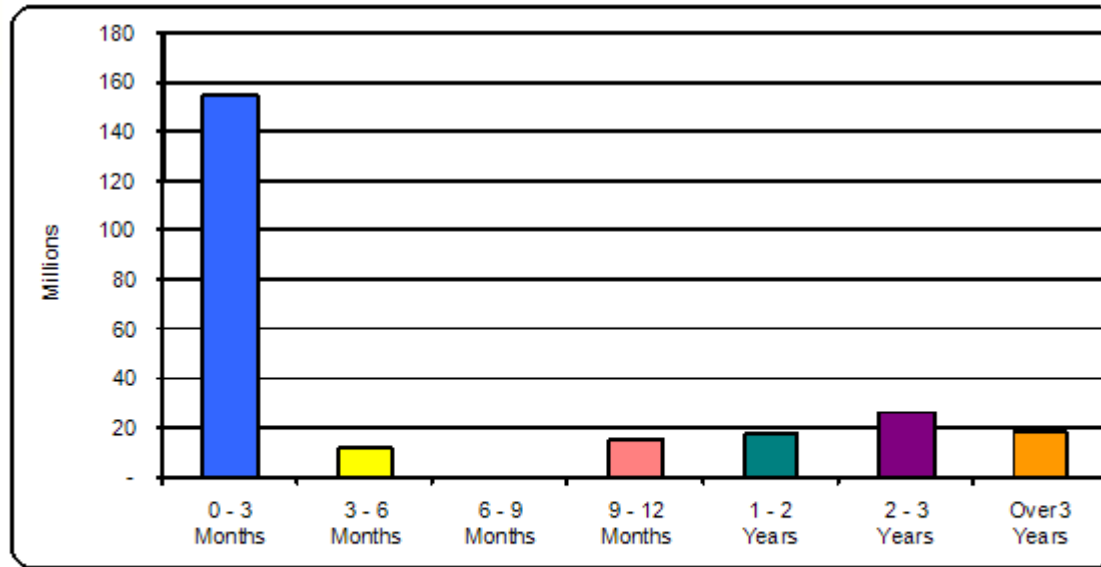
# *Portfolio Composition by Credit Rating*

	February 28, 2011		January 31, 2011	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA	\$ 127,185,000	51.9%	\$ 124,512,000	49.9%
A-1+/P-1	4,997,000	2.0%	4,996,000	2.0%
LAIF	47,111,000	19.2%	47,014,000	18.9%
Collateralized CDs	15,871,000	6.5%	15,867,000	6.4%
Collateralized Deposits	50,028,000	20.4%	56,802,000	22.8%
<b>Total:</b>	<b>\$ 245,192,000</b>	<b>100.0%</b>	<b>\$ 249,191,000</b>	<b>100.0%</b>



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

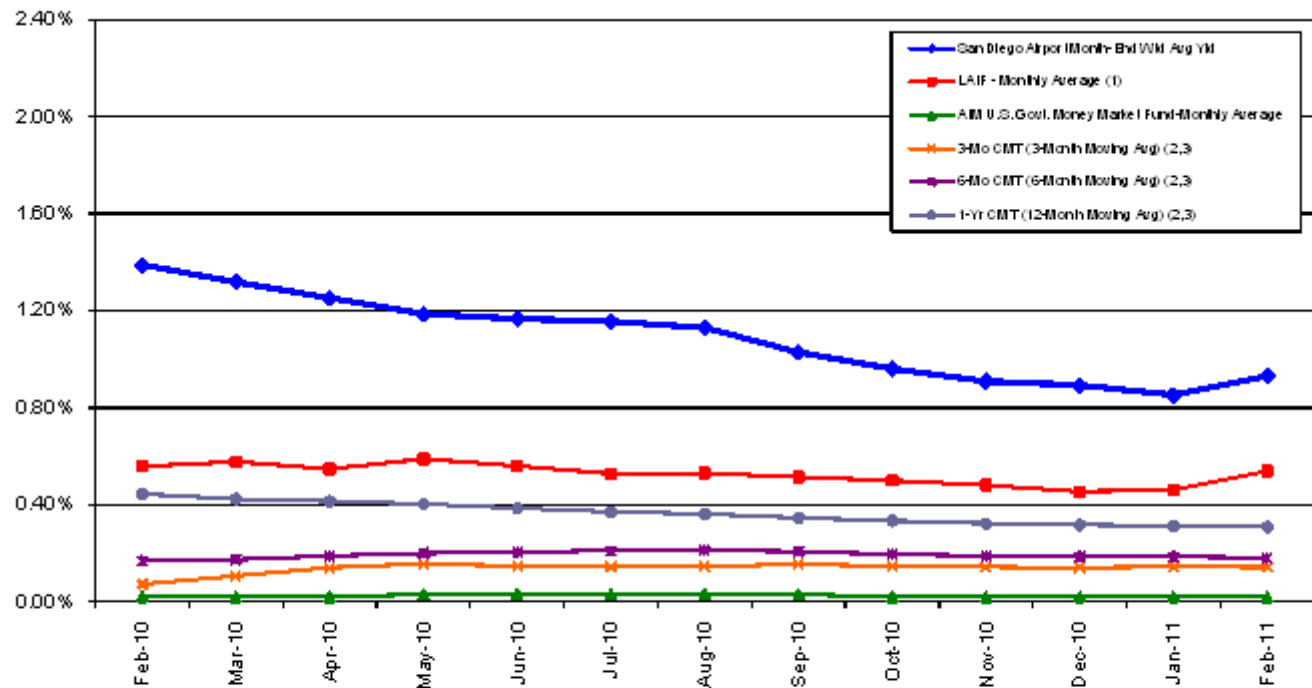
	February 28, 2011		January 31, 2011	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 154,878,000	63.2%	\$ 168,014,000	67.4%
3 - 6 Month	11,999,000	4.9%	13,655,000	5.5%
6 - 9 Months	-	0.0%	-	0.0%
9 - 12 Months	15,915,000	6.5%	11,050,000	4.4%
1 - 2 Years	18,089,000	7.4%	18,108,000	7.3%
2 - 3 Years	26,343,000	10.7%	23,359,000	9.4%
Over 3 Years	17,968,000	7.3%	15,005,000	6.0%
<b>Total</b>	<b>\$ 245,192,000</b>	<b>100.0%</b>	<b>\$ 249,191,000</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 LAF 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.

**San Diego County Regional Airport Authority**  
**DETAIL OF SECURITY HOLDINGS**  
*As of February 28, 2011*

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
06/01/07	FNMA	6.000	05/15/11		1,630,000.00	103.106	1,680,619.65	101.195	1,649,478.50	76	5.122
12/29/10	FHLB	0.500	12/29/11	03/29/11	3,000,000.00	100.000	3,000,000.00	99.987	2,999,610.00	304	0.500
12/22/10	FHLMC	0.669	06/22/12	03/22/11	3,000,000.00	99.935	2,998,050.00	99.975	2,999,250.00	480	0.669
12/06/10	FNMA	0.750	12/06/12	06/06/11	4,000,000.00	99.990	3,999,600.00	99.805	3,992,200.00	647	0.755
12/21/10	FNMA	0.900	12/21/12	06/21/11	2,500,000.00	100.000	2,500,000.00	99.808	2,495,200.00	662	0.900
06/28/10	FHLB	0.750	12/28/12	03/28/11	2,000,000.00	100.000	2,000,000.00	100.033	2,000,660.00	669	1.343
08/11/10	FNMA	2.050	04/26/13	04/26/11	2,000,000.00	101.116	2,022,314.00	100.233	2,004,660.00	788	1.627
06/28/10	FNMA	2.000	06/24/13	06/24/11	2,000,000.00	100.980	2,019,600.00	100.408	2,008,160.00	847	1.662
07/08/10	FHLMC	1.000	07/08/13	07/08/11	4,000,000.00	100.199	4,007,960.00	100.117	4,004,680.00	861	1.758
08/26/10	FNMA	0.550	08/26/13	08/26/11	3,000,000.00	100.000	3,000,000.00	99.970	2,999,100.00	910	1.509
09/17/10	FHLMC	0.500	09/17/13	03/17/11	3,000,000.00	99.950	2,998,500.00	99.953	2,998,590.00	932	1.405
09/23/10	FHLMC	1.125	09/23/13	03/23/11	4,350,000.00	99.990	4,349,565.00	99.683	4,336,210.50	938	1.128
11/01/10	FNMA	1.600	09/30/14	03/30/11	2,500,000.00	100.433	2,510,825.00	99.049	2,476,225.00	1310	1.486
06/29/10	FNMA	1.000	06/29/15	03/29/11	4,000,000.00	100.000	4,000,000.00	100.050	4,002,000.00	1582	3.496
07/28/10	FNMA	1.550	07/28/15	07/28/11	2,500,000.00	99.880	2,497,000.00	99.526	2,488,150.00	1611	2.280
12/16/10	FHLB	1.000	12/16/15	03/16/11	2,500,000.00	100.000	2,500,000.00	100.032	2,500,800.00	1752	2.942
01/07/11	FNMA	1.000	12/28/12	06/28/11	3,600,700.00	100.000	3,600,000.00	100.003	3,600,792.00	669	1.000
01/07/11	FNMA	1.015	01/07/13	07/07/11	3,000,000.00	99.970	2,999,100.00	100.042	3,001,260.00	679	1.015
01/27/11	FNMA	0.800	01/27/14	01/27/12	5,000,000.00	99.950	4,997,500.00	99.790	4,989,500.00	1064	1.597
01/28/11	FNMA	1.250	01/28/16	07/28/11	3,500,000.00	100.000	3,500,000.00	100.017	3,500,595.00	1795	3.187
02/25/11	FHLB	1.125	02/25/16	05/25/11	3,000,000.00	99.800	2,994,000.00	99.997	2,999,910.00	1823	3.662
02/11/11	FHLMC	1.000	02/11/14	05/11/11	3,000,000.00	100.000	3,000,000.00	100.076	3,002,280.00	1079	1.698
<b>Agency Total</b>					<b>67,080,700.00</b>		<b>67,174,633.65</b>		<b>67,049,311.00</b>	<b>1000</b>	<b>1.787</b>
02/10/11	Neighborhood Nat'l Bk CD	1.150	02/09/12		4,869,199.02	100.000	4,869,199.02	100.000	4,869,199.02	346	1.138
03/22/10	Union Bank CD	0.500	03/22/11		4,000,000.00	100.000	4,000,000.00	100.000	4,000,000.00	22	0.500
06/16/10	East West Bk CDARS	1.090	06/16/11		251,490.09	100.000	251,490.09	100.000	251,490.09	108	1.055
06/17/10	East West Bk CDARS	1.100	06/16/11		6,750,000.00	100.000	6,750,000.00	100.000	6,750,000.00	108	1.103
<b>CD's Total</b>					<b>15,870,689.11</b>		<b>15,870,689.11</b>		<b>15,870,689.11</b>	<b>159</b>	<b>0.961</b>

**San Diego County Regional Airport Authority**  
**DETAIL OF SECURITY HOLDINGS**  
*As of February 28, 2011*

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
10/29/10	FCAR Owner Trust CP	0.451	04/27/11		3,500,000.00	99.775	3,492,125.00	99.949	3,498,215.00	178	0.451
11/01/10	FCAR Owner Trust CP	0.451	05/02/11		1,500,000.00	99.775	1,496,606.25	99.938	1,499,070.00	178	0.451
Commercial Paper Total					5,000,000.00		4,988,731.25		4,997,285.00	178	0.451
09/27/10	U.S. Treasury	1.000	12/31/11		4,033,593.75	100.840	4,033,593.72	99.771	4,024,360.00	306	0.330
09/15/09	U.S. Treasury	0.875	03/31/11		2,000,000.00	100.313	2,006,250.00	100.055	2,001,100.00	31	0.671
09/30/10	U.S. Treasury	0.875	12/31/11		4,028,906.25	100.723	4,028,906.24	99.822	4,021,720.00	306	0.332
Government Total					10,062,500.00		10,068,749.96		10,047,180.00	251	0.399
US Bank General Acct					10,677,475.40	100.000	10,677,475.40	100.000	10,677,475.40	1	0.350
US Bank Accounts Total					10,677,475.40		10,677,475.40		10,677,475.40	1	0.350
Highmark US Govt MMF					18,250.14	100.000	18,250.14	100.000	18,250.14	1	0.040
Highmark US Govt MMF					5.04	100.000	5.04	100.000	5.04	1	0.040
Highmark US Govt MMF					0.01	100.000	0.01	100.000	0.01	1	0.040
Highmark US Govt MMF					5.02	100.000	5.02	100.000	5.02	1	0.040
Highmark Money Market Total					18,260.21		18,260.21		18,260.21	1	0.040
Local Agency Invstmnt Fd					46,998,861.91	100.000	46,998,861.91	100.239	47,111,160.82	1	0.538
San Diego County Inv Pool					49,882,280.04	100.000	49,882,280.04	100.377	50,070,569.54	1	0.698
Bank of the West					7,016,397.81	100.000	7,016,397.81	100.000	7,016,397.81	1	0.450
East West Bank					15,791,964.43	100.000	15,791,964.43	100.000	15,791,964.43	1	0.600
East West Bank					16,531,121.68	100.000	16,531,121.68	100.000	16,531,121.68	1	0.600
East West Bank Total					32,323,086.11		32,323,086.11	100.000	32,323,086.11	1	0.600
Union Bk Cash					10,822.17	100.000	10,822.17	100.000	10,822.17	1	0.000
<b>Grand Total</b>					<b>\$ 244,941,073</b>	<b>100.06</b>	<b>\$ 245,029,988</b>	<b>100.10</b>	<b>\$ 245,192,237</b>	<b>299</b>	<b>0.930</b>

**San Diego County Regional Airport Authority**  
**Consolidated Investments**  
**INVESTMENT TRANSACTIONS**  
*From 02-01-11 To 02-28-11*

Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
<b>PURCHASES</b>								
02/10/11	Neighborhood Nat'l Bk CDARs	CD-SHORT	CDAR-6182	1.150	02/09/12		100.000	4,866,285.16
02/11/11	FHLMC	AGCY STEP	3134G1Y73	1.000	02/11/14	05/11/11	100.000	3,000,000.00
02/25/11	FHLB	AGCY STEP	313372LA0	1.125	02/25/16	05/25/11	99.800	2,994,000.00
								<b>\$ 10,860,285</b>
<b>CALLS</b>								
								<b>\$ -</b>
<b>MATURITIES</b>								
02/03/11	Neighborhood Nat'l Bk CDARs	CD-SHORT	CDAR-2678	1.550	02/03/11		100.000	4,865,871.80
								<b>\$ 4,865,872</b>
<b>Deposits</b>								
								<b>-</b>
<b>Withdrawals</b>								
								<b>-</b>

# Bond Proceeds Summary

As of: February 28, 2011  
(in thousands)

Fund	Series A	Series B	Series C	Total	Yield	Rating
<b><u>Project Fund</u></b>						
CAMP	\$ -	\$ -	\$ 3,349	\$ 3,349	0.18%	AAAm
LAIF*	65,455	-	59,986	125,441	0.54%	N/R
SDCIP*	114,788	-	84,279	199,067	0.70%	AAAf
	<u>180,243</u>	<u>-</u>	<u>147,614</u>	<u>327,857</u>		
<b><u>Capitalized Interest</u></b>						
CAMP	6	-	4	10	0.18%	AAAm
SDCIP*	19,050	-	13,148	32,198	0.70%	AAAf
	<u>19,056</u>	<u>-</u>	<u>13,152</u>	<u>32,208</u>		
<b><u>Debt Service Reserve Fund</u></b>						
CAMP	9	-	5	14	0.18%	AAAm
FNMA Global Notes	10,004	-	5,004	15,008	1.14%	
East West Bank CD	13,004	-	7,002	20,006	0.45%	
Bank of the West DDA	9,621	-	6,326	15,947	0.66%	AAA
	<u>32,638</u>	<u>-</u>	<u>18,337</u>	<u>50,975</u>		
<b><u>Cost of Issuance</u></b>						
JP Morgan Federal MM						
Reserve	25	4	16	45	0.00%	AAAm
	<u>\$ 231,962</u>	<u>\$ 4</u>	<u>\$ 179,119</u>	<u>\$ 411,085</u>	0.65%	

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

CAMP Yield as of 2/28/2011

LAIF Yield as of 1/31/2011

SDCIP Yield as of 1/31/2011

# San Diego County Regional Airport Authority

## Bond Proceeds Investments INVESTMENT TRANSACTIONS

From 02-01-11 To 02-28-11

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>								
2/11/2011	Local Agency Investment Fund*	LAIF		0.54			100.000	2,487,000
2/15/2011	California Asset Management Program	CAMP		0.18			100.000	787
							\$	2,487,787

# Questions

