

San Diego County Regional Airport Authority

Review of the Authority's Investment Report As of November 30, 2011



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

December 21, 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.

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	Prior Period	Change From Prior
	November 30, 2011	October 31, 2011	
Book Value	\$246,665,000	\$231,999,000	\$14,666,000
Market Value	\$246,865,000	\$231,822,000	\$15,043,000
Market Value%	100.06%	99.90%	0.16%
Unrealized Gain / (Loss)	\$200,000	(\$177,000)	\$377,000
Weighted Average Maturity (Days)	265 days	275 days	(10)
Weighted Average Yield as of Period End	0.69%	0.69%	0.00%
Cash Interest Received- Current Month	\$18,000	\$172,000	(\$154,000)
Cash Interest Received-Year-to-Date	\$2,827,000	\$2,809,000	\$18,000
Accrued Interest	\$267,000	\$159,000	\$108,000

Notes:

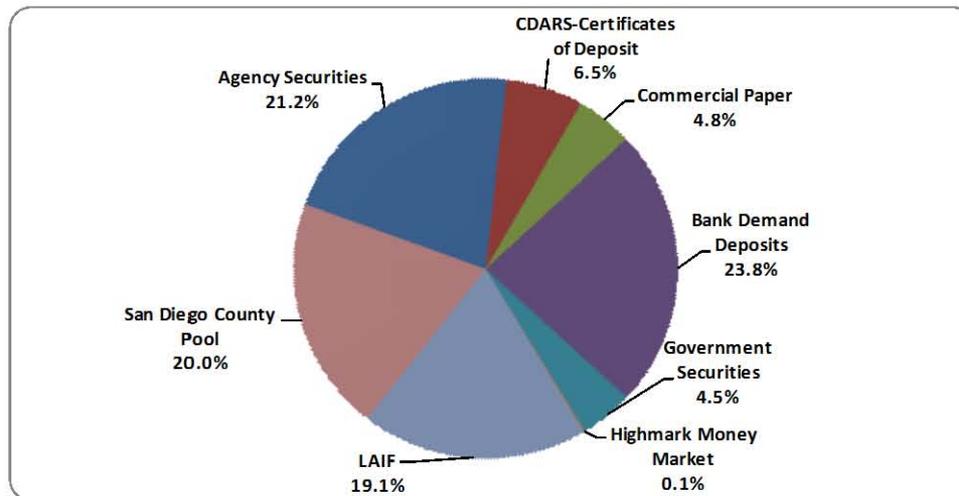
(1) Increase in cash balance was predominantly due to capital reimbursements for the month that exceeded spending on capital projects and positive operating cash flow.



Portfolio Composition by Security Type



	November 30, 2011		October 31, 2011		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 52,477,000	21.2%	\$ 49,472,000	21.2%	100%
CDARS-Certificates of Deposit	15,927,000	6.5%	15,922,000	6.9%	30%
Commercial Paper	11,963,000	4.8%	11,956,000	5.2%	25%
Bank Demand Deposits	58,721,000	23.8%	44,074,000	19.0%	100%
Government Securities	11,015,000	4.5%	11,021,000	4.8%	100%
Highmark Money Market	227,000	0.1%	3,227,000	1.4%	20%
LAIF	47,269,000	19.1%	47,246,000	20.4%	\$50 million ⁽¹⁾
San Diego County Pool	49,266,000	20.0%	48,904,000	21.1%	\$50 million ⁽²⁾
Total:	\$ 246,865,000	100.0%	\$ 231,822,000	100.0%	



Notes:

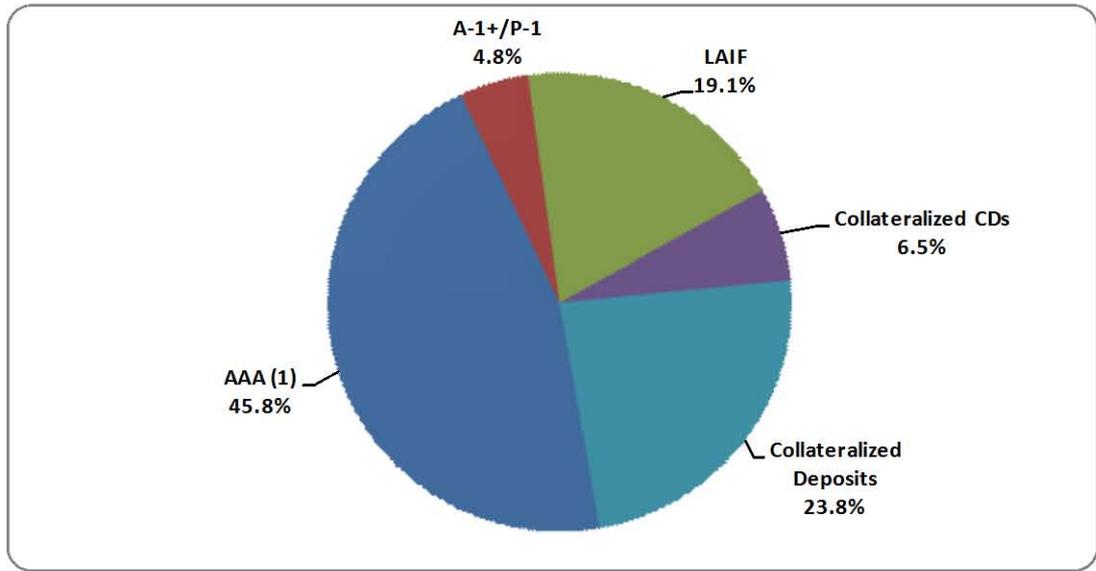
- 1.) The \$50 million limit on LAIF is a non-statutory LAIF internal limit. It does not apply to bond proceeds.
- 2.) The San Diego County Investment Pool mirrors the LAIF internal limit and does not apply to bond proceeds.
- 3.) LAIF & San Diego County Pool reported one month in arrears.



Portfolio Composition by Credit Rating



	November 30, 2011		October 31, 2011	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA ⁽¹⁾	\$ 112,985,000	45.8%	\$ 112,624,000	48.5%
A-1+/P-1	11,963,000	4.8%	11,956,000	5.2%
LAIF	47,269,000	19.1%	47,246,000	20.4%
Collateralized CDs	15,927,000	6.5%	15,922,000	6.9%
Collateralized Deposits	58,721,000	23.8%	44,074,000	19.0%
Total:	\$ 246,865,000	100.0%	\$ 231,822,000	100.0%



Notes:

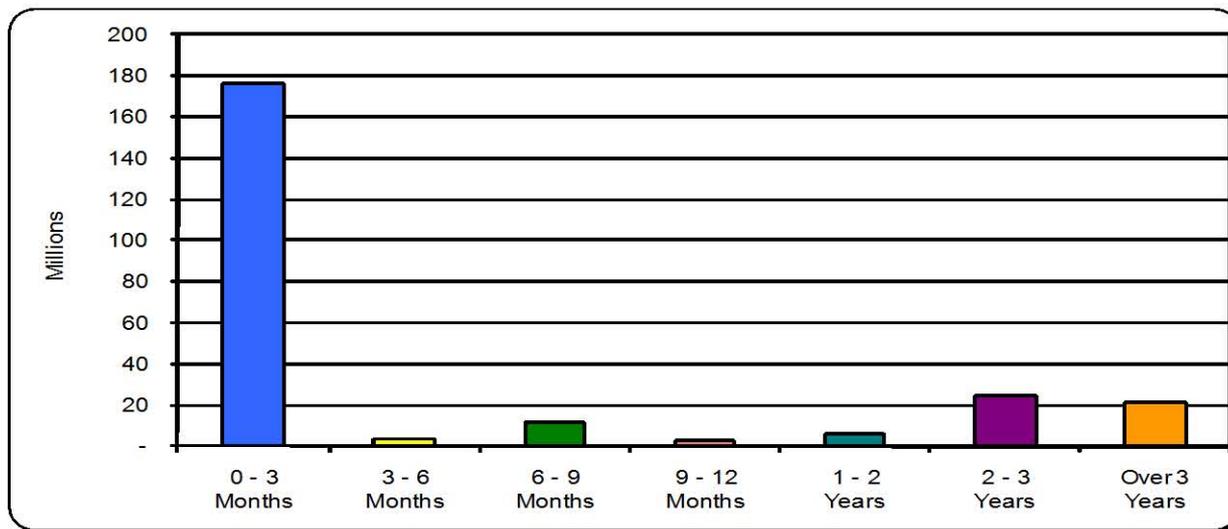
1.) Includes investments that have split ratings between S&P (AA+), Moodys (AAA) and Fitch (AAA)



Portfolio Composition by Maturity Distribution⁽¹⁾



	November 30, 2011		October 31, 2011	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 175,903,000	71.3%	\$ 158,961,000	68.5%
3 - 6 Month	3,487,000	1.4%	4,907,000	2.1%
6 - 9 Months	11,993,000	4.9%	15,476,000	6.7%
9 - 12 Months	3,006,000	1.2%	-	0.0%
1 - 2 Years	5,998,000	2.4%	9,006,000	3.9%
2 - 3 Years	24,996,000	10.1%	24,993,000	10.8%
Over 3 Years	21,482,000	8.7%	18,479,000	8.0%
Total:	\$ 246,865,000	100.0%	\$ 231,822,000	100.0%

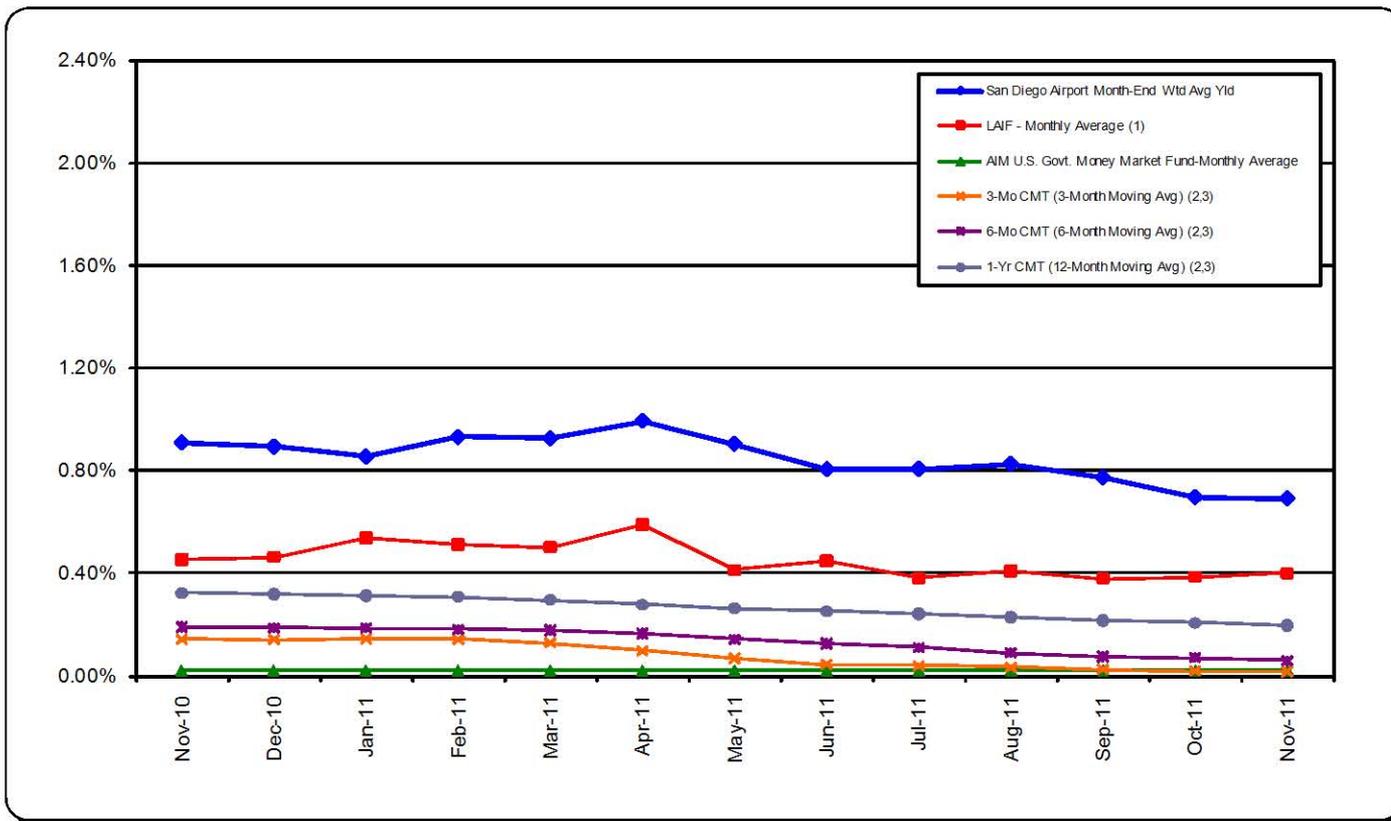


Notes:

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 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 November 30, 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
08/01/11	FHLMC	0.450	07/26/13	07/26/12	3,000,000	100.000	3,000,000	99.911	2,997,330	604	0.726
06/23/11	FHLMC	0.750	09/23/13	12/23/11	3,000,000	99.975	2,998,500	100.025	3,000,750	663	0.773
01/27/11	FNMA	0.750	01/27/14	01/27/12	5,000,000	99.950	4,997,500	100.036	5,001,800	789	1.597
06/23/11	FNMA	0.750	06/23/14	12/23/11	3,000,000	100.000	3,000,000	100.009	3,000,270	936	1.348
06/23/11	FHLMC	0.758	06/23/14	12/23/11	3,000,000	99.975	2,999,250	100.007	3,000,210	936	1.458
06/30/11	FHLB	0.500	06/30/14	12/30/11	3,000,000	99.975	2,999,250	99.992	2,999,760	943	1.294
07/11/11	FNMA	1.200	07/11/14	01/11/12	3,000,000	100.000	3,000,000	100.055	3,010,650	954	1.200
08/29/11	FHLMC	0.500	08/29/14	02/29/12	5,000,000	99.950	4,997,500	99.987	4,999,350	1003	1.139
09/29/11	FHLMC	0.800	09/29/14	03/29/12	3,000,000	100.000	3,000,000	99.765	2,992,950	1034	0.800
06/30/11	FHLB	0.750	12/30/14	03/30/12	4,435,000	99.950	4,432,783	100.006	4,435,266	1126	1.469
11/02/11	FNMA	1.450	11/02/15	05/02/12	3,000,000	100.000	3,000,000	100.358	3,010,740	1433	1.450
06/30/11	FNMA	1.200	06/30/16	12/30/11	5,000,000	100.000	5,000,000	100.065	5,003,250	1674	2.545
07/19/11	FNMA	1.250	07/19/16	07/19/12	2,000,000	99.800	1,996,000	100.517	2,010,340	1693	2.360
08/22/11	FNMA	1.875	07/20/16	01/20/12	4,000,000	100.481	4,019,240	100.207	4,008,280	1694	2.004
10/26/11	FNMA	1.375	10/26/16	10/26/12	3,000,000	100.481	3,000,000	100.475	3,014,250	1792	1.689
Agency Total					52,435,000		52,440,023		52,476,196	1152	1.485
02/10/11	Neighborhood Nat'l Bk CD	1.150	02/09/12		4,911,570	100.000	4,911,570	100.000	4,911,570	71	1.138
09/20/11	Union Bank CD	0.200	12/19/11		4,000,000	100.000	4,000,000	100.000	4,000,000	19	0.200
06/28/11	East West Bk CD	0.850	06/28/12		7,015,503	100.000	7,015,503	100.000	7,015,503	211	0.846
CD's Total					15,927,074		15,927,074		15,927,074	120	0.774



Detail of Security Holdings

As of November 30, 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
04/27/11	FCAR Owner Trust CP	0.530	01/20/12		3,500,000	99.605	3,486,191	99.938	3,497,830	51	0.532
08/26/11	FCAR Owner Trust CP	0.550	05/22/12		3,500,000	99.588	3,485,563	99.635	3,487,225	174	0.552
09/09/11	Toyota Motor Credit CP	0.603	06/05/12		3,000,000	99.550	2,986,500	99.574	2,987,220	188	0.603
09/30/11	Toyota Motor Credit CP	0.643	06/26/12		2,000,000	99.520	1,990,400	99.526	1,990,520	209	0.643
Commercial Paper Total					12,000,000		11,948,653		11,962,795	147	0.574
09/27/10	U.S. Treasury	1.000	12/31/11		4,033,594	100.840	4,033,594	99.245	4,003,120	31	0.330
09/30/10	U.S. Treasury	0.875	12/31/11		4,028,906	100.723	4,028,906	99.423	4,005,640	31	0.332
03/29/11	U.S. Treasury	0.375	10/31/12		3,000,000	99.740	2,992,148	100.215	3,006,450	336	0.541
Government Total					11,062,500		11,054,648		11,015,210	114	0.388
	US Bank General Acct				34,553,377	100.000	34,553,377	100.000	34,553,377	1	0.350
US Bank Accounts Total					34,553,377		34,553,377		34,553,377	1	0.350
	Highmark US Govt MMF				227,180	100.000	227,180	100.000	227,180	1	0.000
	Highmark US Govt MMF				0	100.000	0	100.000	0	1	0.000
	Highmark US Govt MMF				0	100.000	0	100.000	0	1	0.000
	Highmark US Govt MMF				0	100.000	0	100.000	0	1	0.000
Highmark Money Market Total					227,180		227,180		227,180	1	0.000
	Local Agency Invstmnt Fd				47,158,679	100.000	47,158,679	100.234	47,269,030	1	0.401
	San Diego County Inv Pool				49,188,091	100.000	49,188,091	100.159	49,266,201	1	0.568
	Bank of the West				223,762	100.000	223,762	100.000	223,762	1	0.450
	East West Bank				102,405	100.000	102,405	100.000	102,405	1	0.400
	East West Bank				23,832,502	100.000	23,832,502	100.000	23,832,502	1	0.400
East West Bank Total					23,934,907		23,934,907		23,934,907	1	0.400
	Union Bk Cash				9,027.73	100.000	9,027.73	100.000	9,027.73	1	0.000
Grand Total					\$ 246,719,596	100.01	\$ 246,665,420	100.06	\$ 246,864,759	265	0.689



Portfolio Investment Transactions

From November 1st, 2011 – November 30th, 2011



Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
PURCHASES								
11/02/11	FNMA	AGCY CALL	3135G0EP4	1450	11/02/15	05/02/12	100.000	3,000,000
								\$ 3,000,000
CALLS								
								\$ -
MATURITIES								
								\$ -
Deposits								
								\$ -
Withdrawals								
								\$ -



Bond Proceeds Summary



As of: November 30, 2011

(in thousands)

Fund	Series A	Series B	Series C	Total	Yield	Rating
<u>Project Fund</u>						
LAIF ⁽¹⁾	\$ 18,629	\$ -	\$ 22,603	\$ 41,232	0.40%	N/R
SDCIP ⁽²⁾	115,219	-	84,595	199,814	0.57%	AAAf
	133,848	-	107,198	241,046		
<u>Capitalized Interest</u>						
CAMP	6	-	4	10	0.16%	AAAm
SDCIP ⁽²⁾	12,189	-	8,838	21,027	0.57%	AAAf
	12,195	-	8,842	21,037		
<u>Debt Service Reserve Fund</u>						
CAMP	9	-	5	14	0.16%	AAAm
FNMA Global Notes	10,034	-	5,017	15,051	0.66%	AA+/AAA
East West Bank CD	13,117	-	7,060	20,177	1.14%	
Bank of the West DDA	9,659	-	6,343	16,002	0.45%	
JP Morgan Federal MM Reserve	66	-	31	97	0.00%	AAAm
	32,885	-	18,456	51,341		
	\$ 178,928	\$ -	\$ 134,496	\$ 313,424	0.58%	

*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 11/30/2011

(2) SDCIP Yield as of 10/31/2011



Bond Proceeds Investment Transactions

From November 1st, 2011 – November 30th, 2011



Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
PURCHASES								
								\$ -
CALLS								
								\$ -
MATURITIES								
								\$ -
Deposits								
								\$ -
Withdrawals								
11/14/2011	Local Agency Investment Fund	LAIF		0.40			100.000	15,720,000
11/14/2011	JP Morgan Federal Money Market Fund	JPMM		0.00			100.000	794
								\$ 15,720,794



Questions

