



Item 3

# San Diego County Regional Airport Authority

## Investment Report As of January 31, 2011

Presented by:

Vernon D. Evans, CPA

Vice-President-Finance/Treasurer and CFO

February 22, 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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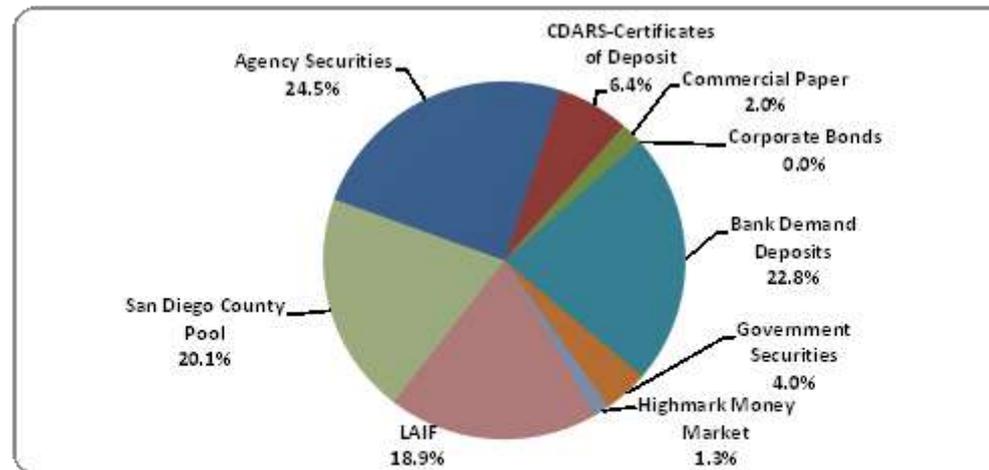
Vernon D. Evans  
Chief Financial Officer/Treasurer  
San Diego County Regional Airport Authority

# Total Portfolio Summary

	Current Period January 31, 2011	Prior Period December 31, 2010	Change From Prior
Book Value	\$248,995,000	\$260,106,000	(\$11,111,000)
Market Value	\$249,191,000	\$260,016,000	(\$10,825,000)
Market Value%	100.12%	100.09%	0.03%
Unrealized Gain / (Loss)	\$196,000	(\$90,000)	\$286,000
Weighted Average Maturity (Days)	262 days	232 days	30
Weighted Average Yield as of Period End	0.85%	0.89%	(0.04%)
Cash Interest Received- Current Month	\$378,000	\$163,000	\$215,000
Cash Interest Received-Year-to-Date	\$1,568,000	\$1,190,000	\$378,000
Accrued Interest	\$208,000	\$446,000	(\$238,000)

# Portfolio Composition by Security Type

	January 31, 2011		December 31, 2010		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 61,129,000	24.5%	\$ 58,018,000	22.3%	100%
CDARS-Certificates of Deposit	15,867,000	6.4%	15,861,000	6.1%	30%
Commercial Paper	4,996,000	2.0%	4,993,000	1.9%	25%
Corporate Bonds	-	0.0%	2,000,000	0.8%	15%
Bank Demand Deposits	56,802,000	22.8%	68,238,000	26.2%	100%
Government Securities	10,052,000	4.0%	11,597,000	4.5%	100%
Highmark Money Market	3,260,000	1.3%	2,265,000	0.9%	20%
LAF	47,014,000	18.9%	47,070,000	18.1%	\$50 million <sup>(1)</sup>
San Diego County Pool	50,071,000	20.1%	49,974,000	19.2%	\$50 million <sup>(2)</sup>
<b>Total:</b>	<b>\$ 243,191,000</b>	<b>100.0%</b>	<b>\$ 268,016,000</b>	<b>100.0%</b>	

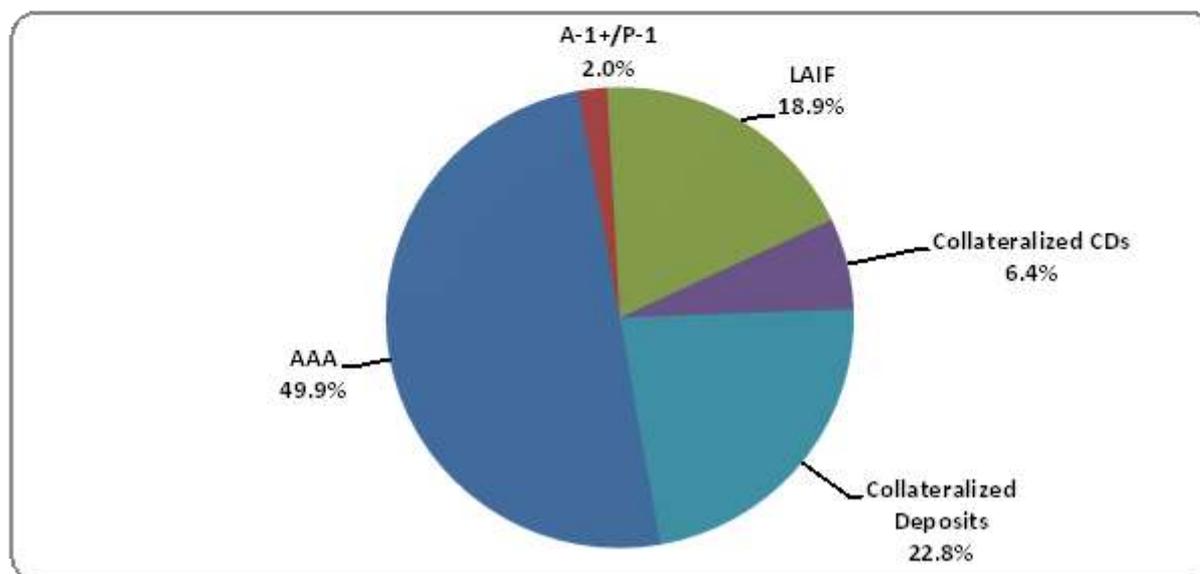


**Notes:**

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

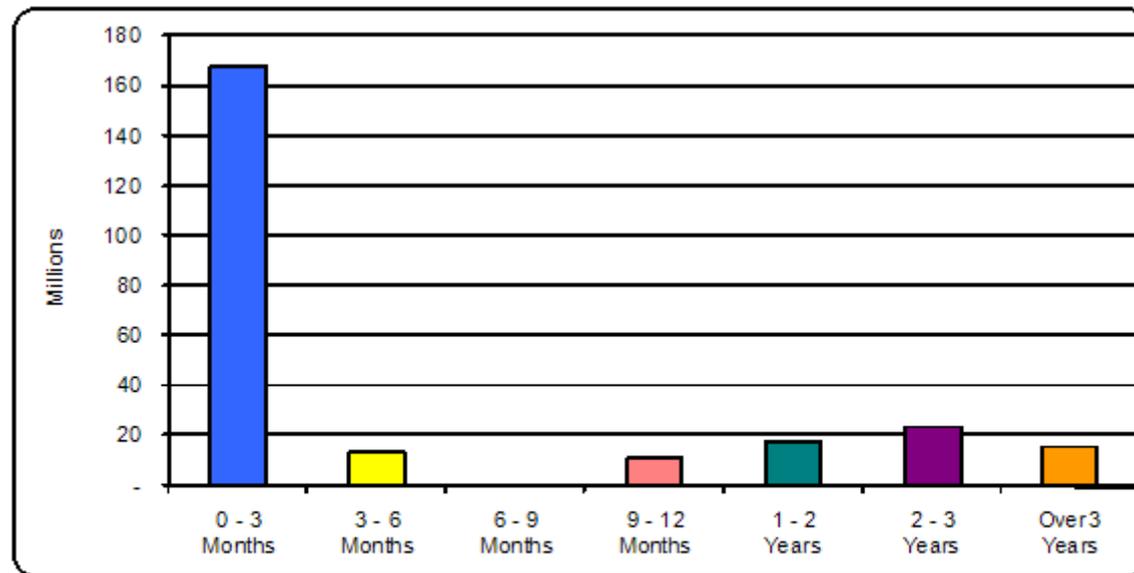
# Portfolio Composition by Credit Rating

	January 31, 2011		December 31, 2010	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA	\$ 124,512,000	49.9%	\$ 123,853,000	47.6%
A-1+/P-1	4,996,000	2.0%	4,993,000	1.9%
LAIF	47,014,000	18.9%	47,070,000	18.1%
Collateralized CDs	15,867,000	6.4%	15,861,000	6.1%
Collateralized Deposits	56,802,000	22.8%	68,239,000	26.3%
<b>Total</b>	<b>\$ 249,191,000</b>	<b>100.0%</b>	<b>\$ 260,016,000</b>	<b>100.0%</b>



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

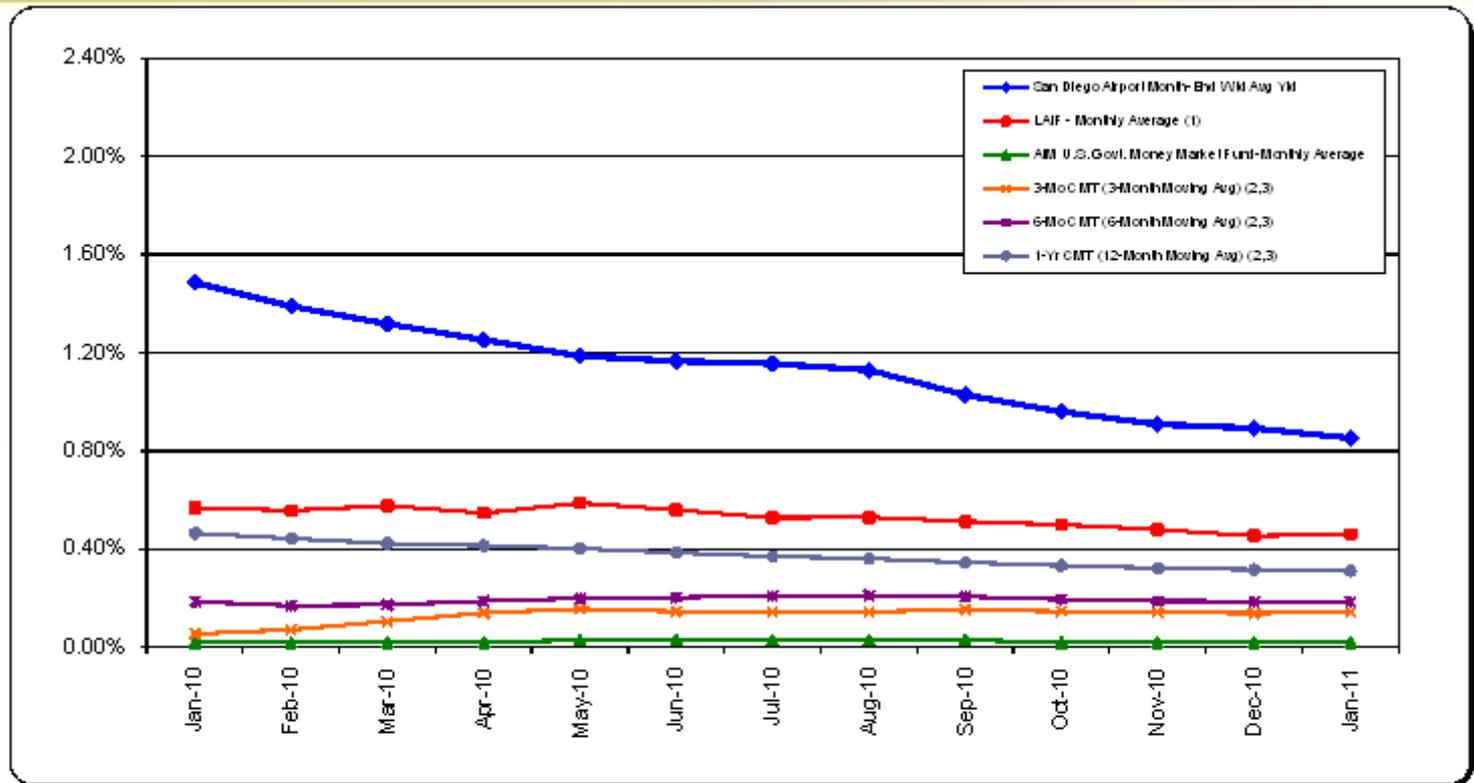
	January 31, 2011		December 31, 2010	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 168,014,000	67.4%	\$ 181,955,000	69.9%
3 - 6 Month	13,655,000	5.5%	15,663,000	6.0%
6 - 9 Months	-	0.0%	-	0.0%
9 - 12 Months	11,050,000	4.4%	2,998,000	1.2%
1 - 2 Years	18,108,000	7.3%	21,534,000	8.3%
2 - 3 Years	23,359,000	9.4%	22,366,000	8.6%
Over 3 Years	15,005,000	6.0%	15,500,000	6.0%
<b>Total:</b>	<b>\$ 249,191,000</b>	<b>100.0%</b>	<b>\$ 260,016,000</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 (1)



## 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.

**San Diego County Regional Airport Authority**  
**DETAIL OF SECURITY HOLDINGS**  
*As of January 31, 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	101.674	1,657,286.20	104	5.122
12/29/10	FHLB	0.500	12/29/11	03/29/11	3,000,000.00	100.000	3,000,000.00	100.004	3,000,120.00	332	0.500
12/22/10	FHLMC	0.669	06/22/12	03/22/11	3,000,000.00	99.935	2,998,050.00	100.036	3,001,080.00	508	0.669
12/06/10	FNMA	0.750	12/06/12	06/06/11	4,000,000.00	99.990	3,999,600.00	99.927	3,997,080.00	675	0.755
12/21/10	FNMA	0.900	12/21/12	06/21/11	2,500,000.00	100.000	2,500,000.00	99.940	2,498,500.00	690	0.900
06/28/10	FHLB	0.750	12/28/12	03/28/11	2,000,000.00	100.000	2,000,000.00	100.067	2,001,340.00	697	1.343
08/11/10	FNMA	2.050	04/26/13	04/26/11	2,000,000.00	101.116	2,022,314.00	100.346	2,006,920.00	816	1.627
06/28/10	FNMA	2.000	06/24/13	06/24/11	2,000,000.00	100.980	2,019,600.00	100.489	2,009,780.00	875	1.662
07/08/10	FHLMC	1.000	07/08/13	07/08/11	4,000,000.00	100.199	4,007,960.00	100.125	4,005,000.00	889	1.758
08/26/10	FNMA	0.550	08/26/13	08/26/11	3,000,000.00	100.000	3,000,000.00	99.927	2,997,810.00	938	1.509
09/17/10	FHLMC	0.500	09/17/13	03/17/11	3,000,000.00	99.950	2,998,500.00	99.952	2,998,560.00	960	1.405
09/23/10	FHLMC	1.125	09/23/13	03/23/11	4,350,000.00	99.990	4,349,565.00	99.968	4,348,608.00	966	1.128
11/01/10	FNMA	1.600	09/30/14	03/30/11	2,500,000.00	100.433	2,510,825.00	99.868	2,496,700.00	1338	1.486
06/29/10	FNMA	1.000	06/29/15	12/29/10	4,000,000.00	100.000	4,000,000.00	100.105	4,004,200.00	1610	3.496
07/28/10	FNMA	1.550	07/28/15	07/28/11	2,500,000.00	99.880	2,497,000.00	99.983	2,499,575.00	1639	2.280
12/16/10	FHLB	1.000	12/16/15	03/16/11	2,500,000.00	100.000	2,500,000.00	100.088	2,502,200.00	1780	2.942
01/07/11	FNMA	1.000	12/28/12	06/28/11	3,600,700.00	100.000	3,600,000.00	100.126	3,605,220.00	697	1.000
01/07/11	FNMA	1.015	01/07/13	07/07/11	3,000,000.00	99.970	2,999,100.00	100.170	3,005,100.00	707	1.015
01/27/11	FNMA	0.800	01/27/14	01/27/12	5,000,000.00	99.950	4,997,500.00	99.848	4,992,400.00	1092	1.597
01/28/11	FNMA	1.250	01/28/16	07/28/11	3,500,000.00	100.000	3,500,000.00	100.070	3,502,450.00	1823	3.187
<b>Agency Total</b>					<b>61,080,700.00</b>		<b>61,180,633.65</b>		<b>61,129,929.20</b>	<b>984</b>	<b>1.699</b>
02/04/10	Neighborhood Nat'l Bk CD	1.550	02/03/11		4,865,871.80	100.000	4,865,871.80	100.000	4,865,871.80	3	1.549
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	50	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	136	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	136	1.103
<b>CD's Total</b>					<b>15,867,361.89</b>		<b>15,867,361.89</b>		<b>15,867,361.89</b>	<b>74</b>	<b>1.087</b>

**San Diego County Regional Airport Authority**  
**DETAIL OF SECURITY HOLDINGS**  
*As of January 31, 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	99.917	3,497,095.00	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	99.913	1,498,695.00	178	0.451
<b>Commercial Paper Total</b>					<b>5,000,000.00</b>		<b>4,988,731.25</b>		<b>4,995,790.00</b>	<b>178</b>	<b>0.451</b>
09/27/10	U.S. Treasury	1.000	12/31/11		4,033,593.75	100.840	4,033,593.72	99.826	4,026,560.00	334	0.330
09/15/09	U.S. Treasury	0.875	03/31/11		2,000,000.00	100.313	2,006,250.00	100.109	2,002,180.00	59	0.671
09/30/10	U.S. Treasury	0.875	12/31/11		4,028,906.25	100.723	4,028,906.24	99.856	4,023,120.00	334	0.332
<b>Government Total</b>					<b>10,062,500.00</b>		<b>10,068,749.96</b>		<b>10,051,860.00</b>	<b>279</b>	<b>0.399</b>
US Bank General Acct					13,229,076.06	100.000	13,229,076.06	100.000	13,229,076.06	1	0.350
<b>US Bank Accounts Total</b>					<b>13,229,076.06</b>		<b>13,229,076.06</b>		<b>13,229,076.06</b>	<b>1</b>	<b>0.350</b>
Highmark US Govt MMF					3,259,697.34	100.000	3,259,697.34	100.000	3,259,697.34	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
<b>Highmark Money Market Total</b>					<b>3,259,707.41</b>		<b>3,259,707.41</b>		<b>3,259,707.41</b>	<b>1</b>	<b>0.040</b>
Local Agency Invstmnt Fd					46,944,940.86	100.000	46,944,940.86	100.146	47,013,542.59	1	0.462
San Diego County Inv Pool					49,882,280.04	100.000	49,882,280.04	100.377	50,070,569.54	1	0.686
Bank of the West					12,013,390.32	100.000	12,013,390.32	100.000	12,013,390.32	1	0.450
East West Bank					15,784,699.12	100.000	15,784,699.12	100.000	15,784,699.12	1	0.600
East West Bank					15,764,183.89	100.000	15,764,183.89	100.000	15,764,183.89	1	0.600
<b>East West Bank Total</b>					<b>31,548,883.01</b>		<b>31,548,883.01</b>	<b>100.000</b>	<b>31,548,883.01</b>	<b>1</b>	<b>0.600</b>
Union Bk Cash					10,845.71	100.000	10,845.71	100.000	10,845.71	1	0.000
<b>Grand Total</b>					<b>\$ 248,899,685</b>	<b>100.06</b>	<b>\$ 248,994,600</b>	<b>100.12</b>	<b>\$ 249,190,956</b>	<b>262</b>	<b>0.853</b>



**San Diego County Regional Airport Authority**  
**Consolidated Investments**  
**INVESTMENT TRANSACTIONS**  
*From 01-01-11 To 01-31-11*

Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
<b>PURCHASES</b>								
01/07/11	FNMA	AGCY CALL	3136FPZ75	1.000	12/28/12	06/28/11	100.000	3,600,700.00
01/07/11	FNMA	AGCY CALL	31398A7H9	1.015	01/07/13	07/07/11	99.970	3,000,000.00
01/27/11	FNMA	AGCY STEP	3136FP3T2	0.800	01/27/14	01/27/12	99.950	5,000,000.00
01/28/11	FNMA	AGCY STEP	3136FP2Y2	1.250	01/28/16	07/28/11	100.000	3,500,000.00
								\$ 15,100,700
<b>CALLS</b>								
07/06/10	FHLMC	AGCY STEP	3134G1JB1	0.750	07/06/12	01/06/11	100.000	2,000,000.00
07/26/10	FHLMC	AGCY STEP	3134G1MR2	1.000	07/26/13	01/26/11	100.000	4,000,000.00
07/28/10	FNMA	AGCY STEP	3136FMX41	1.000	01/28/14	01/28/11	100.000	4,000,000.00
								\$ 10,000,000
<b>MATURITIES</b>								
04/28/09	GE Capital TLGP (FDIC)	CORPORATE	36967HAG2	1.625	01/07/11		100.645	2,000,000.00
01/11/08	U.S. Treasury	TREAS NOTE	912828ES5	4.250	01/15/11		104.406	1,543,000.00
04/20/09	TVA	AGCY BULET	880591DN9	5.625	01/18/11		107.498	2,000,000.00
								\$ 5,543,000

# Bond Proceeds Summary

As of: January 31, 2011

(in thousands)

Fund	Series A	Series B	Series C	Total	Yield	Rating
<b><u>Project Fund</u></b>						
CAMP	\$ -	\$ -	\$ 3,348	\$ 3,348	0.18%	AAAm
LAIF*	69,305	-	59,925	129,230	0.46%	N/R
SDCIP*	114,357	-	83,962	198,319	0.69%	AAAf
	<u>183,662</u>	<u>-</u>	<u>147,235</u>	<u>330,897</u>		
<b><u>Capitalized Interest</u></b>						
CAMP	6	-	4	10	0.18%	AAAm
SDCIP*	19,025	-	13,131	32,156	0.69%	AAAf
	<u>19,031</u>	<u>-</u>	<u>13,135</u>	<u>32,166</u>		
<b><u>Debt Service Reserve Fund</u></b>						
CAMP	9	-	5	14	0.18%	AAAm
East West Bank CD	10,015	-	5,009	15,024	1.14%	
Bank of the West DDA	13,004	-	7,002	20,006	0.45%	
FNMA Global Notes	9,618	-	6,324	15,942	0.66%	AAA
	<u>32,646</u>	<u>-</u>	<u>18,340</u>	<u>50,986</u>		
<b><u>Cost of Issuance</u></b>						
JP Morgan Federal MM Reserve	25	4	16	45	0.02%	AAAm
	<u>\$ 235,364</u>	<u>\$ 4</u>	<u>\$ 178,726</u>	<u>\$ 414,094</u>	0.62%	

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

CAMP Yield as of 1/31/2011

LAIF Yield as of 12/31/2010

SDCIP Yield as of 12/31/2010

**San Diego County Regional Airport Authority**  
**Bond Proceeds Investments**  
**INVESTMENT TRANSACTIONS**  
*From 01-01-11 To 01-31-11*

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>								
1/3/2011	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	5,517,870
1/12/2011	Local Agency Investment Fund*	LAIF		0.46			100.000	1,433,000
1/28/2011	California Asset Management Program	CAMP		0.18			100.000	383,345
							\$	7,334,214.62

\*Transaction will be reflected in next month's balance due to LAIF balances being reported one month in arrears.



# Questions

