

San Diego County Regional Airport Authority

Investment Report
As of October 31, 2011



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

November 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 October 31, 2011	Prior Period September 30, 2011	Change From Prior
Book Value	\$231,999,000	\$225,555,000	\$6,444,000
Market Value	\$231,822,000	\$225,803,000	\$6,019,000
Market Value%	99.90%	100.09%	(0.19%)
Unrealized Gain / (Loss)	(\$177,000)	\$248,000	(\$425,000)
Weighted Average Maturity (Days)	275 days	320 days	(45)
Weighted Average Yield as of Period End	0.69%	0.77%	(0.08%)
Cash Interest Received- Current Month	\$172,000	\$88,000	\$84,000
Cash Interest Received-Year-to-Date	\$2,809,000	\$2,638,000	\$171,000
Accrued Interest	\$159,000	\$241,000	(\$82,000)

Notes:

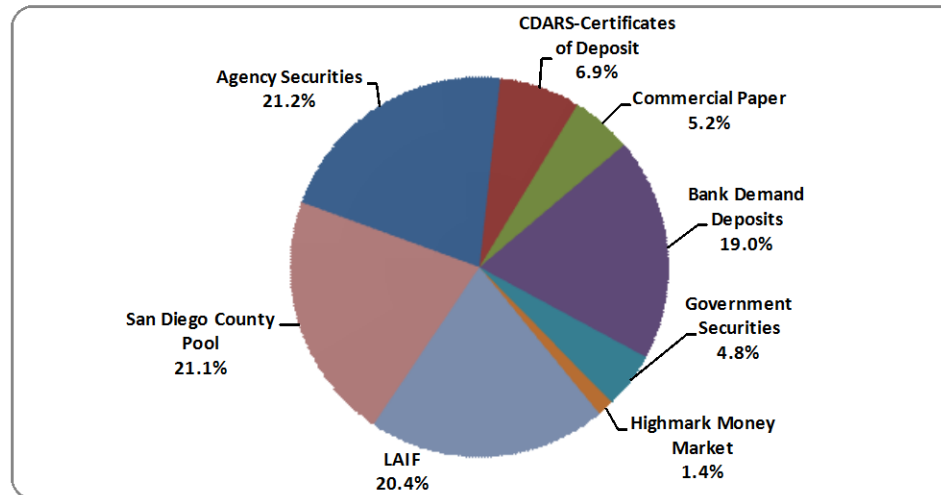
(1) Increase in cash balance was predominantly due to bond and grant reimbursements for the month that exceeded spending on capital projects.



Portfolio Composition by Security Type



	October 31, 2011		September 30, 2011		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 49,472,000	21.2%	\$ 55,475,000	24.7%	100%
CDARS-Certificates of Deposit	15,922,000	6.9%	15,918,000	7.0%	30%
Commercial Paper	11,956,000	5.2%	11,953,000	5.3%	25%
Bank Demand Deposits	44,074,000	19.0%	34,870,000	15.4%	100%
Government Securities	11,021,000	4.8%	11,026,000	4.9%	100%
Highmark Money Market	3,227,000	1.4%	108,000	0.0%	20%
LAIF	47,246,000	20.4%	47,248,000	20.9%	\$50 million ⁽¹⁾
San Diego County Pool	48,904,000	21.1%	49,205,000	21.8%	\$50 million ⁽²⁾
Total:	\$ 231,822,000	100.0%	\$ 225,803,000	100.0%	



Notes:

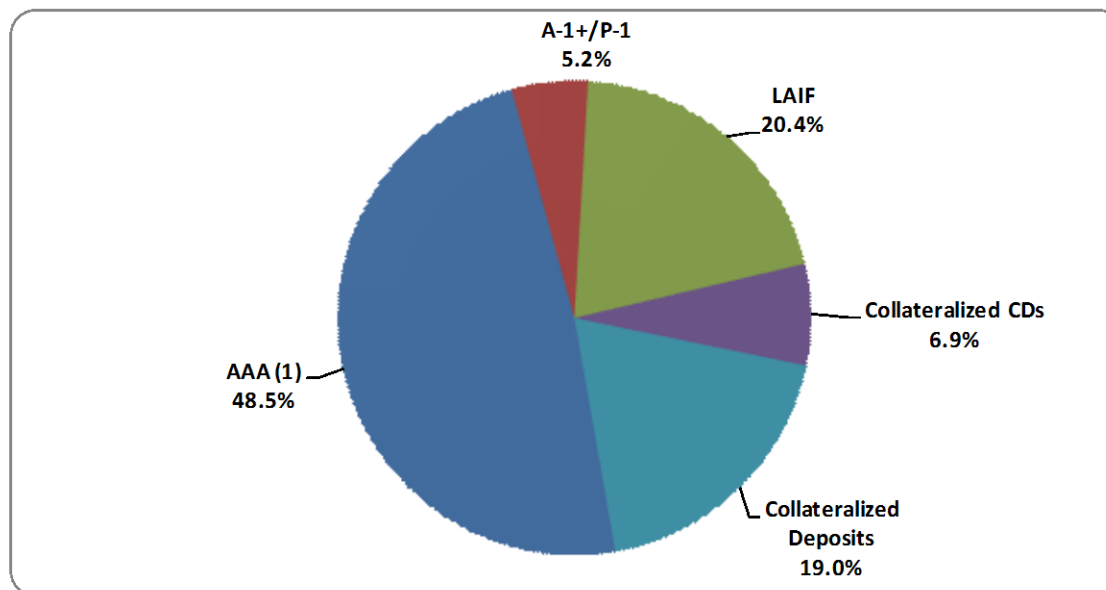
- 1.) The \$50 million limit on LAIF is a non-statutory LAIF internal limit. It does not apply to bond proceeds.
- 2.) The San Diego County Investment Pool mirrors the LAIF internal limit and does not apply to bond proceeds.
- 3.) LAIF & San Diego County Pool reported one month in arrears.



Portfolio Composition by Credit Rating



	October 31, 2011		September 30, 2011	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA ⁽¹⁾	\$ 112,624,000	48.5%	\$ 115,814,000	51.4%
A-1+/P-1	11,956,000	5.2%	11,953,000	5.3%
LAIF	47,246,000	20.4%	47,248,000	20.9%
Collateralized CDs	15,922,000	6.9%	15,918,000	7.0%
Collateralized Deposits	44,074,000	19.0%	34,870,000	15.4%
Total:	\$ 231,822,000	100.0%	\$ 225,803,000	100.0%



Notes:

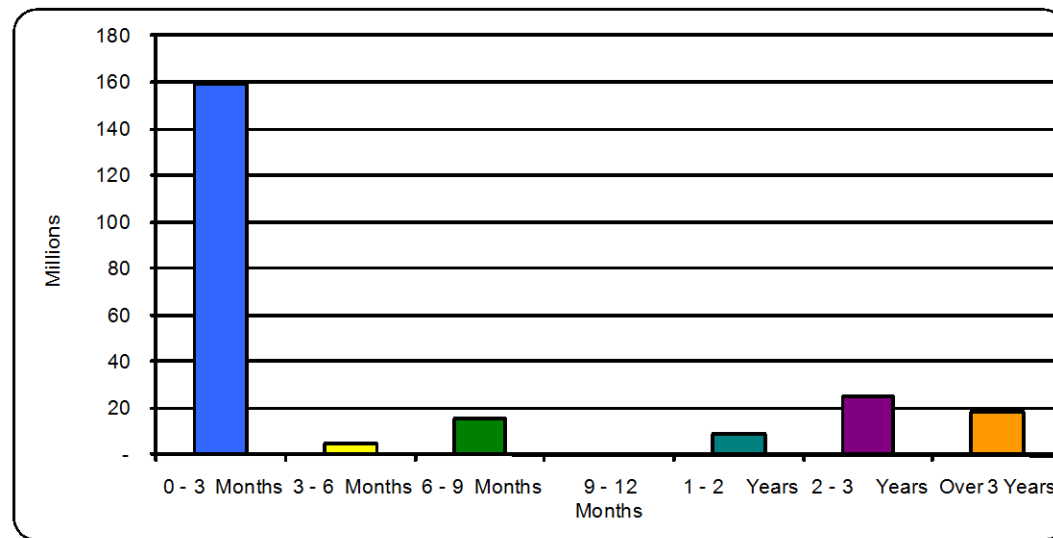
1.) Includes investments that have split ratings between S&P (AA+), Moodys (AAA) and Fitch (AAA)



Portfolio Composition by Maturity Distribution⁽¹⁾



	October 31, 2011		September 30, 2011	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 158,961,000	68.5%	\$ 135,430,000	59.9%
3 - 6 Month	4,907,000	2.1%	16,417,000	7.3%
6 - 9 Months	15,476,000	6.7%	6,469,000	2.9%
9 - 12 Months	-	0.0%	9,005,000	4.0%
1 - 2 Years	9,006,000	3.9%	9,006,000	4.0%
2 - 3 Years	24,993,000	10.8%	29,445,000	13.0%
Over 3 Years	18,479,000	8.0%	20,031,000	8.9%
Total:	\$ 231,822,000	100.0%	\$ 225,803,000	100.0%

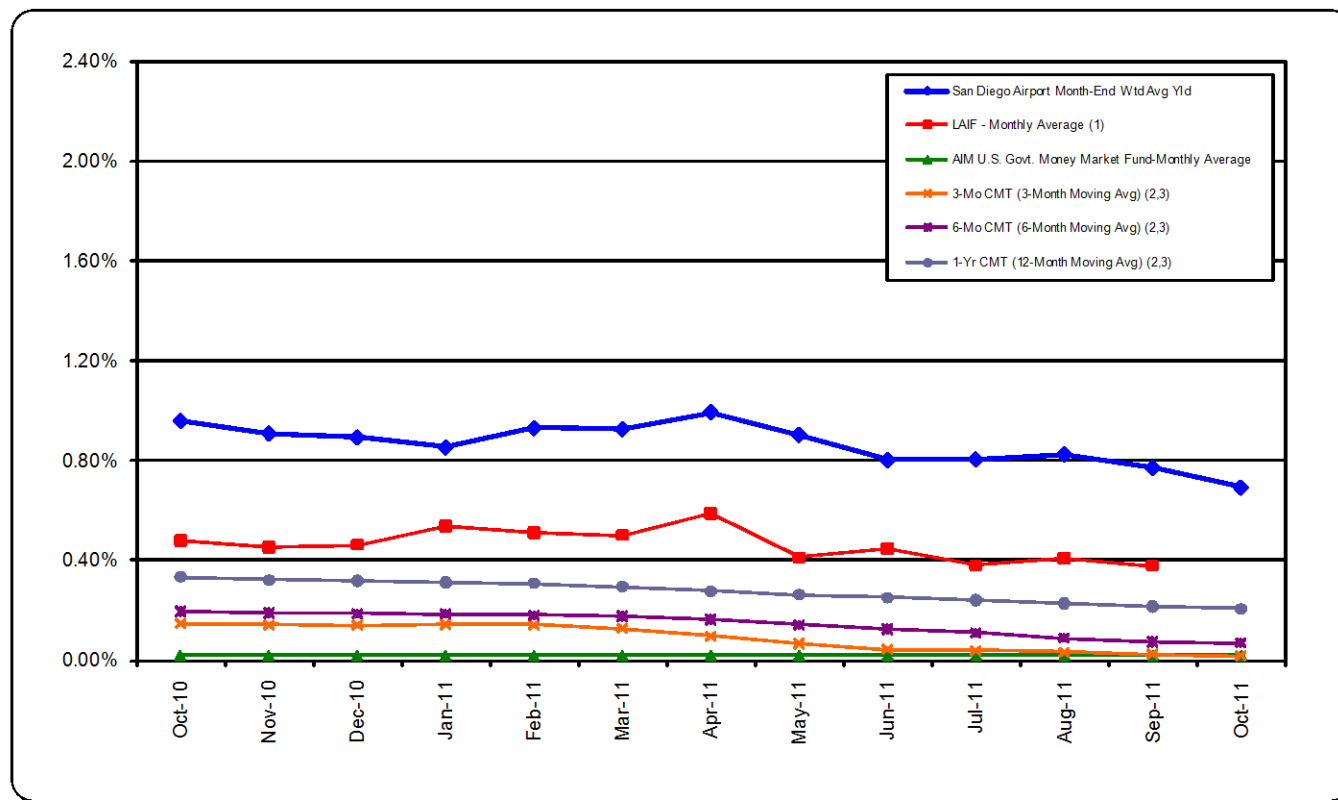


Notes:

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. October yield has not been released as of 11/8/2011
- 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 October 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
08/01/11	FHLMC	0.450	07/26/13	07/26/12	3,000,000	100.000	3,000,000	99.921	2,997,630	634	0.726
06/23/11	FHLMC	0.750	09/23/13	12/23/11	3,000,000	99.975	2,998,500	100.067	3,002,010	693	0.773
01/27/11	FNMA	0.750	01/27/14	01/27/12	5,000,000	99.950	4,997,500	100.061	5,003,050	819	1.597
06/23/11	FNMA	0.750	06/23/14	12/23/11	3,000,000	100.000	3,000,000	100.026	3,000,780	966	1.348
06/23/11	FHLMC	0.758	06/23/14	12/23/11	3,000,000	99.975	2,999,250	100.018	3,000,540	966	1.458
06/30/11	FHLB	0.500	06/30/14	12/30/11	3,000,000	99.975	2,999,250	99.987	2,999,610	973	1.294
06/30/11	FHLB	0.750	06/30/14	03/30/12	4,435,000	99.950	4,432,783	99.992	4,434,645	973	1.469
07/11/11	FNMA	1.200	07/11/14	01/11/12	3,000,000	100.000	3,000,000	100.090	3,002,700	984	1.200
08/29/11	FHLMC	0.500	08/29/14	11/29/11	5,000,000	99.950	4,997,500	99.981	4,999,050	1033	1.139
09/29/11	FHLMC	0.800	09/29/14	03/29/12	3,000,000	100.000	3,000,000	99.574	2,987,220	1064	0.800
06/30/11	FNMA	1.200	06/30/16	12/30/11	5,000,000	100.000	5,000,000	100.147	5,007,350	1704	2.545
07/19/11	FNMA	1.250	07/19/16	07/19/12	2,000,000	99.800	1,996,000	100.584	2,011,680	1723	2.360
08/22/11	FNMA	1.875	07/20/16	01/20/12	4,000,000	100.481	4,019,240	100.308	4,012,320	1724	2.004
10/26/11	FNMA	1.375	10/26/16	10/26/12	3,000,000	100.481	3,000,000	100.439	3,013,170	1822	1.690
Agency Total					49,435,000		49,440,023		49,471,755	1148	1.487
02/10/11	Neighborhood Nat'l Bk CD	1.150	02/09/12		4,906,930	100.000	4,906,930	100.000	4,906,930	101	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	49	0.200
06/28/11	East West Bk CD	0.850	06/28/12		7,000,000	100.000	7,000,489	100.221	7,015,503	241	0.846
CD's Total					15,906,930		15,907,419		15,922,433	150	0.773



Detail of Security Holdings

As of October 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
04/27/11	FCAR Owner Trust CP	0.530	01/20/12		3,500,000	99.605	3,486,191	99.882	3,495,870	81	0.532
08/26/11	FCAR Owner Trust CP	0.550	05/22/12		3,500,000	99.588	3,485,563	99.571	3,484,985	204	0.552
09/09/11	Toyota Motor Credit CP	0.603	06/05/12		3,000,000	99.550	2,986,500	99.530	2,985,900	218	0.603
09/30/11	Toyota Motor Credit CP	0.643	06/26/12		2,000,000	99.520	1,990,400	99.484	1,989,680	239	0.643
Commercial Paper Total					12,000,000		11,948,653		11,956,435	177	0.574
09/27/10	U.S. Treasury	1.000	12/31/11		4,033,594	100.840	4,033,594	99.322	4,006,240	61	0.330
09/30/10	U.S. Treasury	0.875	12/31/11		4,028,906	100.723	4,028,906	99.488	4,008,280	61	0.332
03/29/11	U.S. Treasury	0.375	10/31/12		3,000,000	99.740	2,992,148	100.207	3,006,210	366	0.541
Government Total					11,062,500		11,054,648		11,020,730	144	0.388
	US Bank General Acct				19,913,076	100.000	19,913,076	100.000	19,913,076	1	0.350
US Bank Accounts Total					19,913,076		19,913,076		19,913,076	1	0.350
	Highmark US Govt MMF				3,227,178	100.000	3,227,178	100.000	3,227,178	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					3,227,178		3,227,178		3,227,178	1	0.000
Local Agency Invstmnt Fd					47,158,679	100.000	47,158,679	100.185	47,245,839	1	0.378
San Diego County Inv Pool					49,188,091	100.000	49,188,091	99.422	48,903,704	1	0.600
Bank of the West					223,679	100.000	223,679	100.000	223,679	1	0.450
	East West Bank				102,375	100.000	102,375	100.000	102,375	1	0.400
	East West Bank				23,825,648	100.000	23,825,648	100.000	23,825,648	1	0.400
East West Bank Total					23,928,023		23,928,023	100.000	23,928,023	1	0.400
Union Bk Cash					9,050.28	100.000	9,050.28	100.000	9,050.28	1	0.000
Grand Total					\$ 232,052,206	100.01	\$ 231,998,519	99.90	\$ 231,821,902	272	0.694



Portfolio Investment Transactions

From October 1st, 2011 – October 31st, 2011



Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
PURCHASES								
10/26/11	FNMA	AGCY STEP	3136FTEP0	1375	10/26/16	10/26/12	100.481	3,000,000
								\$ 3,000,000
CALLS								
07/21/11	FNMA	AGCY BULLET	31398A5G3	110	04/29/14	10/29/11	100.000	3,000,000
04/27/11	FNMA	AGCY STEP	3136FRHT3	1000	04/27/15	10/27/11	100.000	3,000,000
07/27/11	FHLMC	AGCY STEP	3134G2RH7	1050	07/27/16	10/27/11	100.000	3,000,000
								\$ 9,000,000
MATURITIES								
								\$ -
Deposits								
								\$ -
Withdrawals								
								\$ -



Bond Proceeds Summary



As of: **October 31, 2011**

(in thousands)

Fund	Series A	Series B	Series C	Total	Yield	Rating
<u>Project Fund</u>						
LAIF ⁽¹⁾	\$ 28,786	\$ -	\$ 28,162	\$ 56,948	0.38%	N/R
SDCIP ⁽²⁾	114,371	-	83,972	198,343	0.60%	AAAf
	143,157	-	112,134	255,291		
<u>Capitalized Interest</u>						
CAMP	6	-	4	10	0.12%	AAAm
SDCIP ⁽²⁾	12,100	-	8,773	20,873	0.60%	AAAf
	12,106	-	8,777	20,883		
<u>Debt Service Reserve Fund</u>						
CAMP	9	-	5	14	0.12%	AAAm
FNMA Global Notes	10,038	-	5,019	15,057	0.66%	AA+/AAA
East West Bank CD	13,117	-	7,060	20,177	1.14%	
Bank of the West DDA	9,655	-	6,340	15,995	0.45%	
JP Morgan Federal MM Reserve	65	-	31	97	0.00%	AAAm
	32,884	-	18,455	51,340		
	\$ 188,147	\$ -	\$ 139,366	\$ 327,514	0.59%	

*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 9/30/2011

(2) SDCIP Yield as of 9/30/2011



Bond Proceeds Investment Transactions

From October 1st, 2011 – October 31st, 2011



Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
PURCHASES								
							\$	-
CALLS								
							\$	-
MATURITIES								
							\$	-
Deposits								
							\$	-
Withdrawals								
10/31/2011	Local Agency Investment Fund	LAIF		0.378*			100.000	12,874,501
							\$	12,874,501

*September Rate - October rate not yet available

October



Questions

