

## **Board of Trustees Agenda Item**

**Board Meeting Date:** 08/29/11

**Title of Item:** Listing of District Investments as of March 31, 2011

### **Background and Analysis:**

Provisions with SB 564 require local agencies to report all external investments on a quarterly basis. In accordance with the aforementioned requirement, attached is a listing of the District's investments as of March 31, 2011.

The District invested its cash, \$237,435,887.57 on March 31, 2011, in the County's Commingled Investments Pool. As of on March 31, 2011, the current yield on the commingled investments pool was 0.88%. As a comparison for the same time period, the yield on a two-year Treasury Note was 0.82%; the yield on a 6-month Treasury Bill was 0.17%; and the Local Agency Investment Fund (LAIF) was 0.45%.

In addition, the County Treasury held various securities totaling \$8,311,932.92 for Measure C Project Fund. The yield of the securities ranges from 4.19% to 6.13% with maturity date ranges from April 18, 2011 to March 15, 2012.

**Recommendation:** Information only

Submitted by:	Kevin McElroy
Additional contact names:	Hector Quinonez
Is backup provided?	Yes

# County of Santa Clara



## Finance Agency Controller-Treasurer Department

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June 10, 2011

Prepared by: Jacqueline A. Flippin  
Jacqueline A. Flippin, Investment Officer

Reviewed by: Irene Lui  
Irene Lui, Controller- Treasurer

TO: BOARD OF TRUSTEES, SANTA CLARA COUNTY SCHOOL DISTRICTS  
BOARDS OF DIRECTORS, SANTA CLARA COUNTY SPECIAL PURPOSE DISTRICTS

FROM: VINOD K. SHARMA, DIRECTOR OF FINANCE VK Sharma

SUBJECT: COUNTY OF SANTA CLARA TREASURY INVESTMENT PORTFOLIO STATUS

### RECOMMENDATION

Receive and file the March 31, 2011 Detailed Investment Portfolio Listing.

### DISCUSSION

In compliance with the State of California Government Code as amended by Chapters 783 and 784, Statutes of 1995 and in compliance with County Policy, the Santa Clara County Treasury Investment Portfolio Report as of March 31, 2011 is submitted for your review and acceptance.

The attached detailed investment reports list each investment of the County Treasury Pool as well as individual reports for specific investment funds that each school district or special district has in the County Treasury. The reports include the respective purchase and maturity dates, par value, amortized cost, market value, and yield to maturity for each investment.

A summary of market value versus cost is provided below for Commingled Investments of the County Pool.

	Cost	Market Value	Increase ( Decrease)	Percent
Commingled Investments	\$3,712,340,086	\$3,717,417,620	\$5,077,534	0.137%

The yield of the pool on March 31, 2011 was 0.88%. As a comparison, on March 31, 2011 the yield of a 6-month Treasury Bill was 0.17%. A two-year Treasury Note was .82%. The State of California Local Agency Investment Fund (LAIF) yield was 0.45%.

Attached with the current investment strategy is a schedule that lists the average maturities and yield for the commingled funds over the past six months. A chart of investment concentration and maturity is provided for the Treasury Pool. Also included is a chart showing the one-year history of the pool and selected interest rates.

Securities are purchased with the expectation that they will be held to maturity, so unrealized gains or losses are not reflected in the yield calculations.

The market values of securities were taken from pricing services provided by Bank of New York, Bloomberg Analytics, dealer quotes, and an independent pricing service.

The investment portfolio is in compliance with the current investment policy as indicated in the attached report from the County Auditor. A combination of securities maturing, new revenues, and tax receipts will adequately cover the anticipated cash flow needs for the next six months. Cash flows are continually monitored and are considered paramount in the selection of securities purchased for the Pool.

If any Board member would like further information on this report, please let me know.

Attachments

## INVESTMENT REVIEW AND STRATEGY

March 31, 2011

Gross domestic product, the total value of all goods and services produced in the U.S., grew by a meager rate of 1.8% rate in the first three months of the year. That is the slowest pace of growth in three quarters and a clear deceleration from the 3.1% rate posted in the fourth quarter of 2010. Most recently in April and May, economic indicators strongly suggested that the pace of economic activity continued to slow. Economic releases, ranging from those covering consumer confidence, creation of private sector jobs, factory orders, employment and consumer spending appeared to reiterate the theme of slowing growth and an ongoing sluggish recovery. The U.S. economy only added 54,000 jobs in May, the fewest since September. A surge in gas and grocery prices more than likely dampened consumer confidence and spending. Employment was affected by cutbacks from state and local governments. The Japan situation has no doubt contributed to weakness. The disruptions to its own production but also supply chain disruptions (particularly in autos and electronics) had an impact.

The dollar has dropped almost 8% against a trade weighted basket of currencies this year. A weak dollar makes imported products such as oil more expensive to US consumers and therefore spurs inflation. The decline in the dollar, among other factors, has contributed to the rising prices of global commodities such as oil. The price index for personal consumption expenditures, an inflation measure closely followed by the Fed, rose at a 3.8% annual rate, the fastest pace since the third quarter of 2008. Excluding the volatile energy and food sectors and which gives Fed officials a better sense of long run inflation trends, the index rose at a 1.5% annual rate. Federal Reserve Officials say they expect inflation pressures to ease as the year goes on and that the recent up-tick in inflation levels will not alter the Fed's commitment to maintain its target Fed Funds interest rate at the near zero level where it has been since December of 2008. Although yields on Treasury bonds with longer maturities increased by approximately 27 basis points over the first three months of the year, by the end of May bond yields had reversed direction and erased the earlier increases due to higher demand. Signs of a slowing economy, social unrest in the Middle East and North Africa and the ongoing European debt crisis prompted investors to seek safety in the Treasury markets.

The annualized GDP growth since the economic recovery began in mid 2009 has been 2.8 percent, much slower than those recoveries between 1960 and 1985, whose growth rates fell in the range of 4.5 to 7 percent. However, the current recovery is similar to those from 1991 and 2001, the two prior recoveries. Recovery growth in 1991 and 2001 occurred in a modest range of 2.7 to 3.3 percent. Perhaps, the consistency with recent prior periods supports those economists who suggest that the U.S. economy has undergone structural changes and therefore the current slow pace of economic activity should not be considered unusual. But what is different about the current period is a very high unemployment rate (9.1%) whose presence imposes constraints on spending and growth. This past May, private-sector employers added 83,000 jobs, the fewest since June

2010 while the government sector cut 29,000 workers as a result of state and local budget reductions. Given that population growth adds 75,000 to 85,000 to the labor force in an average month, new jobs are not occurring fast enough to keep up with population growth or to reduce the unemployment rate.

The U.S. manufacturing sector grew robustly in the first quarter and at a pace that has not been this strong since 1997. Growth did, however, slow in April and May. The sector's growth has been fueled in part by spending on computers, equipment and other machinery and has been the biggest beneficiary of the weak dollar. Other forces driving manufacturing has been stronger sales of cars and heavy duty trucks, as well as exports of goods like building, mining and farming equipment to fast growing markets in China, India and Latin America. Moreover the strong demand for capital goods like construction machinery and factory equipment partly reflects purchases that companies postponed during the recession to conserve cash. For now at least, food price inflation is boosting spending worldwide on agricultural equipment. Infrastructure projects in China, Latin America, India and Africa are ratcheting up demand for construction equipment. Globally, rising metal and oil prices have encouraged spending on mines and oil and minerals exploration.

The housing sector remains very weak. The enormous supply of existing homes either in foreclosure or soon to be will continue to exert downward pressure on prices for some time. Moreover, the delays in foreclosure proceedings caused by ongoing litigation with lenders over origination documentation will cease at some point and increase the number of distressed homes for sale. Although mortgage rates are low and house prices have reached more affordable levels, mortgage credit is still difficult to obtain and potential homebuyers are reluctant due to possible future declines in home values. S&P/Case-Schiller home price data indicate that the housing sector has undergone a "double dip." Housing prices in 20 big U.S. metropolitan areas fell in March to their lowest level since 2003, erasing all the price level gains that had been earned last year.

Our portfolio strategy remains focused on the purchase of high quality assets and on those issuers whose credit strength is bolstered by U.S. government support. The quality standards set by the investment policy, under which the Pool is managed, for most of our securities, are higher than those required by state code. Government sponsored enterprises (GSEs) FHLMC, FNMA and FHLB will remain core holdings. Legislation enacted in July 2008 reaffirmed and strengthened the support available from the U.S. government for the GSEs. Furthermore, the significant ownership stake (80 percent) in FNMA and FHLMC that has been assumed by the U.S. Treasury provides senior debt holders with ample credit support. Currently, FNMA and FHLMC guarantee \$5.5 trillion of U.S. home mortgages. We also like bank debt that is secured by FDIC and NCUA guarantees. This debt benefits from the full faith and credit of the U.S. government for timely return of both principle and interest.

With the Fed setting its target rate at 0%, interest rates, particularly short rates are at trough levels. The amount of time it takes for the economy to recover will solely determine how long rates remain this low. As portfolio bonds with attractive coupons

mature those proceeds must be reinvested at lower rates, lowering the overall pool's acquisition yield.

Given that we expect interest rates will eventually move upward, we want to position the portfolio to fully take advantage of interest rates moving upward whenever that occurs. A material change in rates may not occur until mid-2012. Nevertheless, our bias is to defensively structure the portfolio so that it is less sensitive to interest rate shifts and its market value is shielded from significant declines. We continue to look selectively at callable securities. They are typically bought as substitutes for securities with short maturities. We also find some floating rate securities attractive. Rates change quarterly and are pegged to LIBOR, a market rate which recently has begun to increase. Inflation protected notes may also be appropriate given a potential inflation ramp-up. And lastly, during those periods when we find the yield curve steep, slightly longer securities that are advantaged by the curve add value to the portfolio.

	<u><b>MAR</b></u>	<u><b>FEB</b></u>	<u><b>JAN</b></u>	<u><b>DEC</b></u>	<u><b>NOV</b></u>	<u><b>OCT</b></u>
Average Days to Maturity	347	263	266	244	293	309
County Yield (end of month)	0.88%	0.84%	0.85%	0.81%	0.95%	1.02%
LAIF Yield (end of month)	0.45%	0.45%	0.44%	0.46%	0.45%	0.45%

**Santa Clara County Commingled Pool and Segregated Investments**  
**Cost vs Market Value and Historical Yield Comparisons**

**March 31, 2011**

<b><u>Fund</u></b>	<b><u>Cost</u></b>	<b><u>Market Value</u></b>	<b><u>Increase (Decrease)</u></b>	<b><u>Percent Increase (Decrease)</u></b>
Commingled Investments	3,712,340,086	3,717,417,620	\$5,077,534	0.137%
Retiree Health Fixed Income*	140,457,575	143,475,148	\$3,017,572	2.148%
Retiree Health Equity*	11,174,065	11,515,776	\$341,711	3.058%
Foothill Comm Col Series B	8,311,933	8,442,874	\$130,941	1.575%
Mountain View-Los Altos***	2,001,100	2,000,185	-\$915	-0.046%
Reserve Series 2005	923,156	923,156	\$0	0.000%
Schools & Special Districts***	6,415,376	6,413,697	-\$1,680	-0.026%
West Valley Mission CCD - Building Fund**	135,555,595	135,485,601	-\$69,995	-0.052%
(1) Medical Malpractice Ins Fund	13,434,063	13,624,456	\$190,393	1.417%

(1) Managed by Chandler Asset Management, Inc.

**Summary of Yields\*\* for Select Santa Clara County Investment Funds**

<b><u>Fund</u></b>	<b><u>2011</u></b>			<b><u>2010</u></b>
	<b><u>Jan 31</u></b>	<b><u>Feb 28</u></b>	<b><u>Mar 31</u></b>	<b><u>Mar 31</u></b>
Commingled Investments	0.85%	0.84%	0.88%	1.03%
Retiree Health Fixed Income	3.87%	3.80%	3.98%	4.21%
<b>Weighted Yield</b>	<b>0.96%</b>	<b>0.95%</b>	<b>0.99%</b>	<b>1.14%</b>

\*These accounts reflect two components of the Retiree Health Fund. The third component is included in the Commingled Pool.

\*\*Yield to maturity (YTM) is the rate of return paid on a bond, note, or other fixed income security if the investor buys and holds it to its maturity date and if the coupon interest paid over the life of the bond is reinvested at the same rate as the coupon rate. The calculation for YTM is based on the coupon rate, length of time to maturity, and market price at time of purchase.

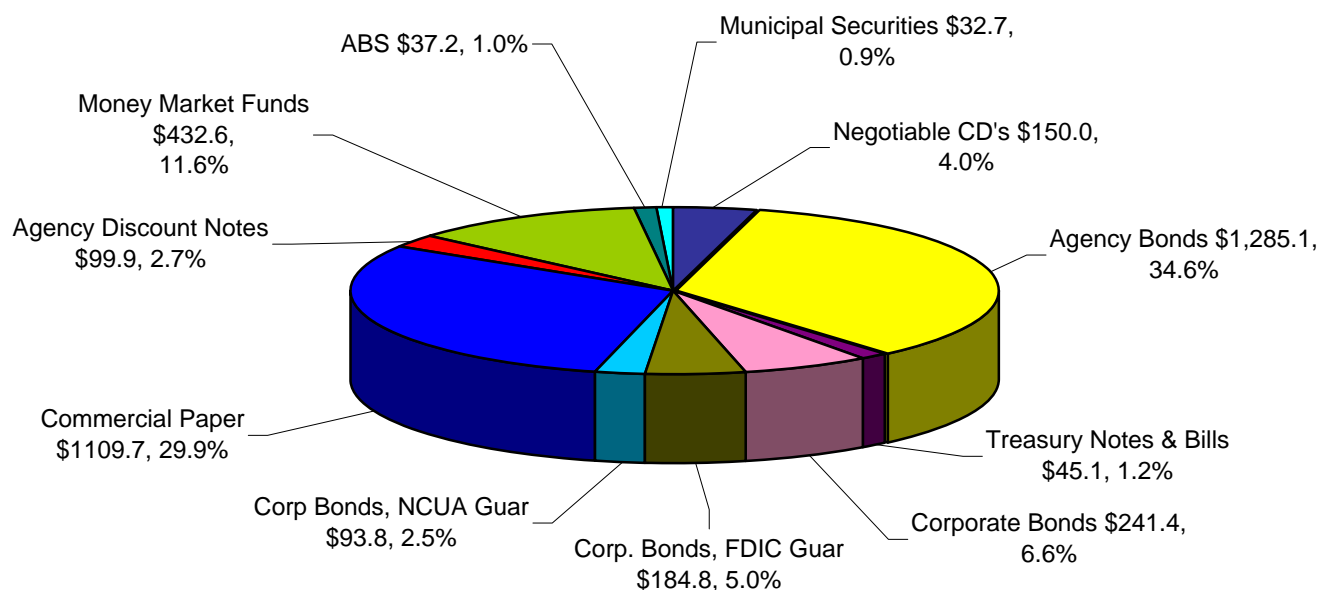
Yield is a snapshot measure of the yield of the portfolio on the day it was measured based on the current portfolio holdings on that day. This is not a measure of total return, and is not intended to be, since it does not factor in unrealized capital gains and losses and reinvestment rates are dependent upon interest rate changes

\*\*\*Individual securities within municipal security accounts are from time purchased at a premium price. The purpose of the price premium is to adjust the bond's price higher as an offset to the bond's above market coupon. With the passage of time, the price of the security approaches par because that is what the holder will receive at maturity. At this time, because of the premium, and not necessarily due to a decline in value, the security's cost will exceed its market value.

## SANTA CLARA COUNTY TREASURY-COMMINGLED POOL INVESTMENT CONCENTRATION AND MATURITY DISTRIBUTION

March 31, 2011

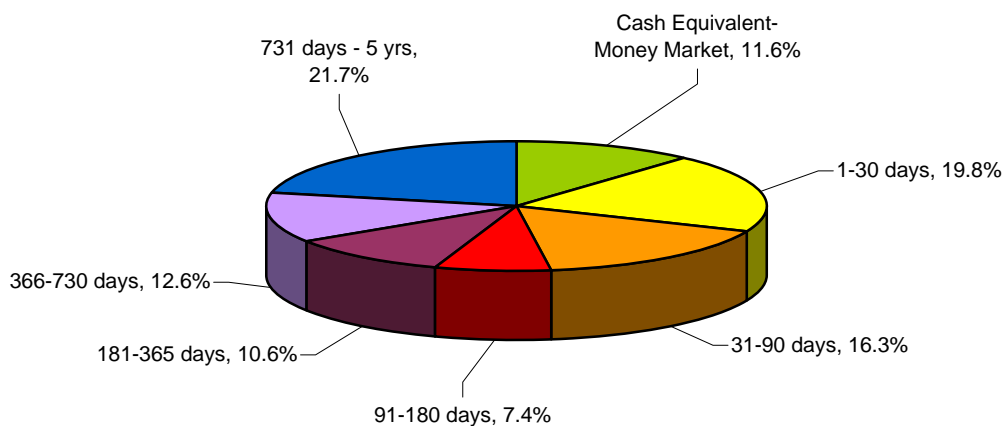
### SECURITIES BY TYPE\*



\*Amounts are based on book value and in millions.

A total par amount of \$93.8 million in corporate bonds are guaranteed by NCUA (National Credit Union Administration) and \$184.8 million are guaranteed by FDIC.

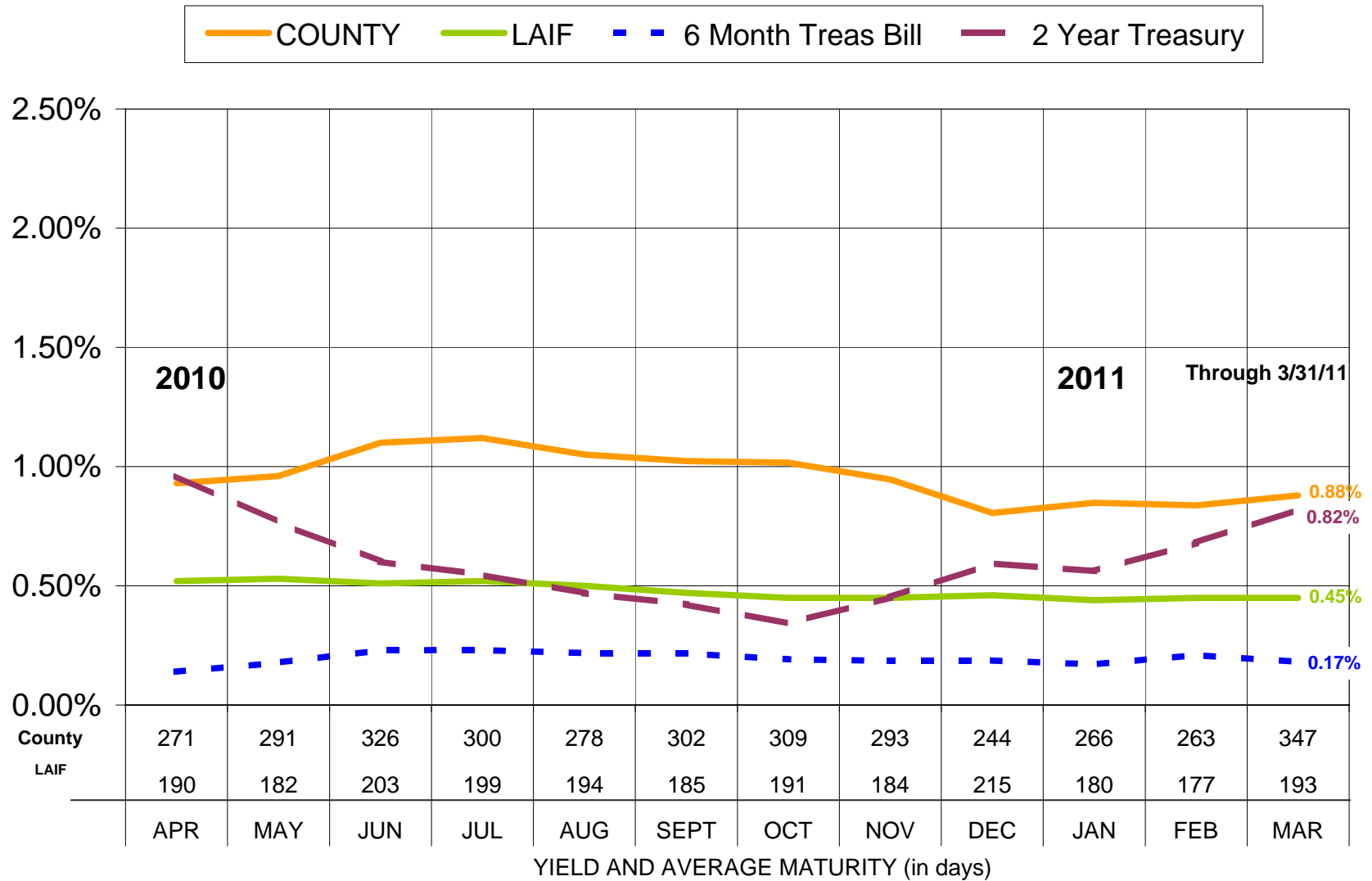
### SECURITIES BY MATURITY





# PORTFOLIO HISTORY 2010-2011

ATTACHMENT D





**SANTA CLARA COUNTY INVESTMENTS**  
**Fund C - COMMINGLED POOL**  
**Investments by Fund**  
**March 31, 2011**

SANTA CLARA COUNTY  
70 WEST HEDDING  
EAST WING 6TH FLOOR  
SAN JOSE, CA 95110

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Negotiable CDs</b>											
06416P4T3	28828	BANK OF NOVA SCOTIA	03/08/2010	25,000,000.00	25,000,000.00	25,031,200.00	0.560	0.586	0.594	03/05/2012	339
90267AWP7	30066	UBS AG STAMFORD CT	10/26/2010	40,000,000.00	40,000,000.00	40,033,960.00	0.535	0.535	0.542	07/27/2011	117
90267AH66	31093	UBS AG STAMFORD CT	03/21/2011	50,000,000.00	50,000,000.00	50,000,000.00	0.245	0.245	0.248	06/24/2011	84
90267AJ72	31140	UBS AG STAMFORD CT	03/29/2011	35,000,000.00	35,000,000.00	35,000,000.00	0.345	0.345	0.349	09/23/2011	175
<b>Subtotal and Average</b>				<b>150,000,000.00</b>	<b>150,000,000.00</b>	<b>150,065,160.00</b>		<b>0.403</b>	<b>0.408</b>		<b>156</b>
<b>MBS</b>											
31398JNB5	30100	FHLMC	11/02/2010	7,239,043.30	7,146,363.90	7,207,097.99	1.850	0.968	0.982	08/15/2014	1,232
<b>Subtotal and Average</b>				<b>7,239,043.30</b>	<b>7,146,363.90</b>	<b>7,207,097.99</b>		<b>0.969</b>	<b>0.982</b>		<b>1,232</b>
<b>Federal Agency Bonds</b>											
31315PLT4	30297	FARMER MAC	12/06/2010	34,956,843.06	35,000,000.00	34,885,935.00	1.250	1.279	1.297	12/06/2013	980
31331VJ80	26513	FFCB NOTES	01/08/2009	25,261,914.84	25,000,000.00	25,391,775.00	5.375	1.731	1.755	07/18/2011	108
31331GV30	27950	FFCB NOTES	10/08/2009	25,003,780.99	25,000,000.00	25,040,775.00	0.361	0.352	0.357	10/01/2012	549
31331G6D6	28218	FFCB NOTES	12/15/2009	34,956,210.98	35,000,000.00	35,137,620.00	0.875	1.044	1.058	12/09/2011	252
31331JPK3	29448	FFCB NOTES	05/25/2010	34,920,903.78	35,000,000.00	35,342,125.00	1.375	1.458	1.479	06/25/2013	816
31331KET3	31109	FFCB NOTES	03/23/2011	9,986,818.22	10,000,000.00	9,953,900.00	0.980	1.019	1.034	09/23/2013	906
3133XRY46	25729	FHLB NOTES	08/27/2008	25,002,351.19	25,000,000.00	25,394,050.00	3.750	3.674	3.725	09/09/2011	161
3133XVNT4	28067	FHLB NOTES	11/19/2009	40,067,235.84	40,000,000.00	40,653,720.00	1.750	1.625	1.647	12/14/2012	623
3133XUMR1	28136	FHLB NOTES	12/04/2009	17,221,285.60	16,775,000.00	17,642,418.48	3.250	2.393	2.427	09/12/2014	1,260
3133XVNT4	28166	FHLB NOTES	12/09/2009	35,124,972.90	35,000,000.00	35,572,005.00	1.750	1.513	1.534	12/14/2012	623
3133XXYX9	29065	FHLB NOTES	04/08/2010	24,951,431.05	25,000,000.00	25,477,425.00	1.875	1.939	1.965	06/21/2013	812
3133XXYX9	29066	FHLB NOTES	04/08/2010	4,990,286.21	5,000,000.00	5,095,485.00	1.875	2.828	2.867	06/21/2013	812
3133XJUT3	29090	FHLB NOTES	04/09/2010	15,741,220.10	15,200,000.00	15,861,017.60	5.000	1.138	1.154	03/09/2012	343
3133XVSY8	29207	FHLB NOTES	04/22/2010	25,003,245.26	25,000,000.00	25,034,575.00	0.700	0.634	0.643	06/24/2011	84
3133XYLD5	29446	FHLB NOTES	05/25/2010	25,003,358.33	25,000,000.00	25,079,150.00	0.785	0.753	0.764	11/25/2011	238
3133XYPH2	29447	FHLB NOTES	05/25/2010	25,000,000.00	25,000,000.00	25,016,875.00	0.550	0.542	0.550	05/25/2011	54
313371HG4	30071	FHLB NOTES	10/27/2010	20,000,686.67	20,000,000.00	20,003,440.00	0.300	0.289	0.293	10/27/2011	209
313371F27	31052	FHLB NOTES	03/15/2011	19,882,036.06	20,000,000.00	19,726,600.00	0.875	1.092	1.107	10/28/2013	941
3128X8TZ5	26732	FHLMC NOTES	04/16/2009	25,000,000.00	25,000,000.00	25,011,125.00	2.500	2.465	2.499	04/08/2013	738
3137EABZ1	28839	FHLMC NOTES	03/09/2010	15,762,218.83	15,750,000.00	15,766,773.75	1.625	0.496	0.503	04/26/2011	25

Portfolio SCL2

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**Fund C - COMMINGLED POOL**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Federal Agency Bonds</b>											
3128X9C73	29892	FHLMC NOTES	09/10/2010	25,659,955.21	25,000,000.00	25,560,425.00	2.175	1.219	1.236	02/19/2014	1,055
3128X23A1	29957	FHLMC NOTES	09/30/2010	7,448,661.34	6,769,000.00	7,358,261.76	4.500	1.068	1.083	04/02/2014	1,097
3128X9C73	30053	FHLMC NOTES	10/22/2010	20,777,329.32	20,000,000.00	20,448,340.00	2.175	0.794	0.806	02/19/2014	1,055
3128X33E1	30273	FHLMC NOTES	12/02/2010	10,286,760.25	9,102,000.00	10,163,256.79	5.050	1.499	1.520	01/26/2015	1,396
3128X33E1	30285	FHLMC NOTES	12/03/2010	1,417,691.88	1,255,000.00	1,401,327.98	5.050	1.512	1.533	01/26/2015	1,396
3134G1P65	30844	FHLMC NOTES	02/14/2011	39,907,345.40	40,000,000.00	40,011,200.00	0.750	0.872	0.884	12/28/2012	637
3134G1X66	31022	FHLMC NOTES	03/10/2011	24,928,959.73	25,000,000.00	24,861,475.00	1.375	1.457	1.477	02/03/2014	1,039
3134G13F9	31031	FHLMC NOTES	03/11/2011	14,991,204.31	15,000,000.00	14,930,175.00	1.125	1.134	1.149	08/22/2013	874
3134G17G3	31092	FHLMC NOTES	03/21/2011	30,000,000.00	30,000,000.00	29,970,300.00	1.625	1.602	1.625	03/21/2014	1,085
3134G17L2	31110	FHLMC NOTES	03/23/2011	40,007,928.89	40,000,000.00	39,949,840.00	1.350	1.323	1.341	09/23/2013	906
3134G2BD3	31132	FHLMC NOTES	03/28/2011	10,916,851.77	10,925,000.00	10,907,388.90	0.520	0.562	0.570	09/28/2012	546
3134G2AH5	31150	FHLMC NOTES	03/30/2011	8,000,000.00	8,000,000.00	7,983,832.00	1.300	1.282	1.300	09/30/2013	913
3134G2AH5	31151	FHLMC NOTES	03/30/2011	30,000,000.00	30,000,000.00	29,939,370.00	1.300	1.282	1.300	09/30/2013	913
3136F9CB7	23897	FNMA NOTES	03/11/2008	25,000,000.00	25,000,000.00	26,522,100.00	4.000	3.945	4.000	03/11/2013	710
31398APG1	26405	FNMA NOTES	11/26/2008	39,997,647.25	40,000,000.00	40,029,560.00	2.750	2.929	2.970	04/11/2011	10
31398AUU4	26517	FNMA NOTES	01/09/2009	24,998,906.02	25,000,000.00	25,324,275.00	2.000	1.978	2.005	01/09/2012	283
31398AXH0	26960	FNMA NOTES	05/13/2009	40,000,000.00	40,000,000.00	40,004,760.00	0.166	0.290	0.294	05/13/2011	42
31398AP71	29170	FNMA NOTES	04/19/2010	39,974,542.53	40,000,000.00	40,368,880.00	1.250	1.285	1.303	06/22/2012	448
31398AP22	29221	FNMA NOTES	04/26/2010	30,000,000.00	30,000,000.00	30,032,850.00	2.050	2.021	2.050	04/26/2013	756
31359MPF4	29891	FNMA NOTES	09/10/2010	26,312,710.34	25,000,000.00	26,358,275.00	4.375	2.579	2.615	09/15/2012	533
3136FPGF8	29930	FNMA NOTES	09/23/2010	25,000,000.00	25,000,000.00	24,547,725.00	1.750	1.726	1.750	03/23/2015	1,452
31398A4A7	29944	FNMA NOTES	09/27/2010	25,012,962.96	25,000,000.00	24,886,375.00	1.200	1.162	1.178	09/27/2013	910
31398A4H2	29997	FNMA NOTES	10/08/2010	20,000,000.00	20,000,000.00	19,813,460.00	1.125	1.109	1.125	10/08/2013	921
31398A4M1	30108	FNMA NOTES	11/03/2010	25,271,750.70	25,000,000.00	24,326,100.00	1.625	1.359	1.378	10/26/2015	1,669
31398A5B4	30120	FNMA NOTES	11/05/2010	9,500,000.00	9,500,000.00	9,468,669.00	0.550	0.542	0.549	11/01/2012	580
3135G0AK9	30619	FNMA NOTES	01/18/2011	29,958,249.34	30,000,000.00	29,959,920.00	0.750	0.954	0.967	02/26/2013	697
3135G0AH6	30620	FNMA NOTES	01/27/2011	40,000,000.00	40,000,000.00	39,802,280.00	1.375	1.356	1.375	01/27/2014	1,032
3135G0AW3	30998	FNMA NOTES	03/08/2011	30,079,253.98	30,000,000.00	30,115,110.00	1.700	1.584	1.606	02/25/2014	1,061
31359MWJ8	30999	FNMA NOTES	03/08/2011	27,489,063.99	25,000,000.00	27,506,500.00	4.625	2.295	2.326	10/15/2014	1,293
31359MSL8	31030	FNMA NOTES	03/11/2011	13,258,568.93	12,325,000.00	13,186,283.33	4.375	1.010	1.024	07/17/2013	838
31398A2M3	31032	FNMA NOTES	03/11/2011	24,989,973.07	25,000,000.00	24,971,575.00	1.125	1.125	1.141	09/30/2013	913
31398A3R1	31053	FNMA NOTES	03/15/2011	20,052,810.31	20,000,000.00	19,840,980.00	1.350	1.241	1.259	03/21/2014	1,085

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**Fund C - COMMINGLED POOL**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Federal Agency Bonds</b>											
31398A2S0	31065	FNMA NOTES	03/16/2011	19,999,803.31	20,000,000.00	19,912,520.00	1.000	0.986	1.000	09/23/2013	906
<b>Subtotal and Average</b>				<b>1,285,075,730.74</b>	<b>1,275,601,000.00</b>	<b>1,287,550,179.59</b>		<b>1.447</b>	<b>1.467</b>		<b>706</b>
<b>US Treasury Notes</b>											
912828LG3	29603	U.S. TREASURY NOTES	06/17/2010	25,043,625.37	25,000,000.00	25,071,300.00	1.000	0.465	0.471	07/31/2011	121
912828MM9	29902	U.S. TREASURY NOTES	09/13/2010	20,049,282.24	20,000,000.00	20,069,540.00	0.750	0.373	0.378	11/30/2011	243
<b>Subtotal and Average</b>				<b>45,092,907.61</b>	<b>45,000,000.00</b>	<b>45,140,840.00</b>		<b>0.424</b>	<b>0.430</b>		<b>175</b>
<b>Corporate Bonds</b>											
06406HBK4	25730	BANK OF NEW YORK	08/27/2008	3,993,206.71	4,000,000.00	4,345,540.00	5.125	5.134	5.206	08/27/2013	879
084670AY4	29842	BERKSHIRE HATHWY	08/27/2010	15,059,013.10	15,000,000.00	15,093,150.00	0.742	0.544	0.551	02/11/2013	682
19416QDQ0	30101	COLGATE-PALMOLIVE CO	11/03/2010	14,896,484.98	15,000,000.00	14,314,200.00	1.375	1.510	1.531	11/01/2015	1,675
166751AK3	26579	CHEVRON CORP.	03/03/2009	14,999,723.33	15,000,000.00	15,410,715.00	3.450	3.404	3.452	03/03/2012	337
36962GW59	16671	GENERAL ELECTRIC	04/28/2006	2,999,939.70	3,000,000.00	3,009,951.00	5.500	5.455	5.531	04/28/2011	27
36962G3J1	22196	GENERAL ELECTRIC	09/28/2007	25,000,000.00	25,000,000.00	25,048,350.00	0.659	1.921	1.947	09/28/2011	180
36962GW42	28075	GENERAL ELECTRIC	11/20/2009	29,985,299.43	30,000,000.00	30,006,360.00	0.394	1.074	1.089	04/28/2011	27
36962G2U7	29661	GENERAL ELECTRIC	06/25/2010	974,358.42	1,000,000.00	993,097.00	0.462	1.620	1.642	08/08/2013	860
36962G2U7	29662	GENERAL ELECTRIC	06/25/2010	9,651,020.16	9,905,000.00	9,836,625.79	0.462	1.620	1.642	08/08/2013	860
36962GV68	29950	GENERAL ELECTRIC	09/28/2010	14,925,257.09	15,000,000.00	15,011,595.00	0.420	0.955	0.968	03/02/2012	336
36962G4T8	30190	GENERAL ELECTRIC	11/09/2010	4,996,545.83	5,000,000.00	4,803,335.00	2.250	2.234	2.265	11/09/2015	1,683
59157BAB8	29943	METROPOLITAN LIFE	09/27/2010	18,000,000.00	18,000,000.00	18,043,254.00	0.709	0.704	0.714	03/27/2012	361
59217GAE9	30573	METROPOLITAN LIFE	01/11/2011	19,992,037.63	20,000,000.00	19,887,360.00	2.000	1.987	2.014	01/10/2014	1,015
6944P0AF2	25086	PACIFIC LIFE GLOBAL	06/09/2008	14,964,187.91	15,000,000.00	14,983,380.00	0.533	2.373	2.406	06/22/2011	82
892332AQ0	16824	TOYOTA MOTOR CREDIT	05/18/2006	9,999,469.94	10,000,000.00	10,063,760.00	5.450	5.421	5.496	05/18/2011	47
90327QCR8	28106	USAA CAP CORP	11/27/2009	10,229,963.81	10,000,000.00	10,239,990.00	4.996	4.024	4.080	12/12/2011	255
91159HGZ7	30099	U S BANK	11/02/2010	9,987,331.82	10,000,000.00	9,885,670.00	1.125	3.432	3.480	10/30/2013	943
931142CW1	30060	WALMART	10/25/2010	14,955,981.67	15,000,000.00	14,870,850.00	0.750	0.854	0.866	10/25/2013	938
<b>Subtotal and Average</b>				<b>235,609,821.53</b>	<b>235,905,000.00</b>	<b>235,847,182.79</b>		<b>2.003</b>	<b>2.031</b>		<b>535</b>
<b>Corporate Bonds - Cont.</b>											
90331HLG6	21065	U S BANK	06/08/2007	5,804,482.19	5,805,616.03	6,107,740.29	5.920	5.843	5.924	05/25/2012	420
<b>Subtotal and Average</b>				<b>5,804,482.19</b>	<b>5,805,616.03</b>	<b>6,107,740.29</b>		<b>5.843</b>	<b>5.925</b>		<b>420</b>

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**Fund C - COMMINGLED POOL**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>FDIC Guaranteed Corporate Bonds</b>											
36185JAA7	30077	ALLY FINANCIAL INC-FDIC GTD	10/28/2010	20,397,196.68	20,000,000.00	20,334,740.00	1.750	0.479	0.485	10/30/2012	578
06050BAG6	28105	B of A-FDIC GUARANTEED	11/27/2009	25,226,781.21	25,000,000.00	25,458,150.00	2.100	1.227	1.244	04/30/2012	395
17313YAL5	27990	CITI-FDIC GUARANTEED	10/27/2009	30,061,527.35	30,000,000.00	30,567,510.00	1.875	1.715	1.738	10/22/2012	570
17313UAE9	28936	CITI-FDIC GUARANTEED	03/25/2010	13,917,572.28	13,783,000.00	14,043,733.01	2.125	1.190	1.206	04/30/2012	395
17313YAL5	29698	CITI-FDIC GUARANTEED	04/14/2010	11,680,728.29	11,625,000.00	11,844,910.13	1.875	1.538	1.560	10/22/2012	570
846042AB5	28104	SOVEREIGN BANCORP-FDIC GUARANT	11/27/2009	10,140,351.49	10,000,000.00	10,216,320.00	2.500	1.294	1.312	06/15/2012	441
85748KAA1	29816	STATE STREET CORP-FDIC GTD	08/18/2010	10,164,053.76	10,000,000.00	10,176,710.00	2.150	0.612	0.621	04/30/2012	395
90390QAA9	26637	USAA CAPITAL CORP -FDIC GUARAN	03/30/2009	19,989,266.50	20,000,000.00	20,254,680.00	2.240	2.264	2.296	03/30/2012	364
949744AB2	26458	WELLS FARGO-FDIC GUARANTEED	12/10/2008	35,000,000.00	35,000,000.00	35,224,945.00	1.152	1.427	1.447	12/09/2011	252
929903CF7	29866	WELLS FARGO-FDIC GUARANTEED	09/03/2010	8,198,941.69	8,000,000.00	8,200,608.00	5.300	1.144	1.160	10/15/2011	197
<b>Subtotal and Average</b>				<b>184,776,419.25</b>	<b>183,408,000.00</b>	<b>186,322,306.14</b>		<b>1.357</b>	<b>1.376</b>		<b>418</b>
<b>NCUA Guaranteed Corporate Bonds</b>											
90345AAA0	27972	US CENTRAL FED CRED-GTD	10/19/2009	49,992,987.50	50,000,000.00	50,287,550.00	1.250	1.258	1.275	10/19/2011	201
90345AAC6	30024	US CENTRAL FED CRED-GTD	10/15/2010	7,209,077.95	7,061,000.00	7,194,855.38	1.900	0.530	0.537	10/19/2012	567
95806AAB	28008	WEST CORP FED CRED UNION -GTD	11/02/2009	9,993,391.20	10,000,000.00	10,162,510.00	1.750	1.768	1.792	11/02/2012	581
95806AAB	31111	WEST CORP FED CRED UNION -GTD	03/23/2011	26,622,234.27	26,126,000.00	26,550,573.63	1.750	0.537	0.545	11/02/2012	581
<b>Subtotal and Average</b>				<b>93,817,690.92</b>	<b>93,187,000.00</b>	<b>94,195,489.01</b>		<b>1.052</b>	<b>1.067</b>		<b>377</b>
<b>Asset Backed Securities</b>											
92867DAC4	31149	VOLKSWAGEN AUTO LOAN ENHANCED	03/30/2011	29,996,839.10	30,000,000.00	29,935,539.00	1.000	1.219	1.236	06/20/2015	1,541
<b>Subtotal and Average</b>				<b>29,996,839.10</b>	<b>30,000,000.00</b>	<b>29,935,539.00</b>		<b>1.219</b>	<b>1.236</b>		<b>1,541</b>
<b>Municipal Bonds</b>											
54466UDT1	30542	LOS ANGELES COUNTY LEASING	01/05/2011	6,700,000.00	6,700,000.00	6,700,000.00	0.260	0.256	0.260	04/05/2011	4
79765A3T1	29042	SAN FRANCISCO AIRPORT	04/07/2010	10,000,000.00	10,000,000.00	10,001,300.00	1.150	1.128	1.144	05/01/2011	30
79817SAF2	31077	CITY OF SAN JOSE AIRPORT	03/17/2011	16,021,000.00	16,021,000.00	16,021,000.00	0.250	0.250	0.253	04/07/2011	6
<b>Subtotal and Average</b>				<b>32,721,000.00</b>	<b>32,721,000.00</b>	<b>32,722,300.00</b>		<b>0.520</b>	<b>0.527</b>		<b>12</b>
<b>Commercial Paper, Discount Notes</b>											
06737JS48	30957	BARCLAYS U S FDG CORP	03/02/2011	49,990,833.33	50,000,000.00	49,990,833.35	0.200	0.200	0.202	05/04/2011	33
06737JTV7	31144	BARCLAYS U S FDG CORP	03/29/2011	49,969,097.23	50,000,000.00	49,969,097.25	0.250	0.250	0.253	06/29/2011	89

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# Fund C - COMMINGLED POOL

## Investments by Fund

March 31, 2011

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Commercial Paper, Discount Notes</b>											
0556N1TW3	31069	BNP PARIBAS	03/16/2011	49,958,750.00	50,000,000.00	49,958,750.00	0.330	0.330	0.334	06/30/2011	90
0556N1RS4	31079	BNP PARIBAS	03/17/2011	49,992,361.11	50,000,000.00	49,992,361.10	0.220	0.220	0.223	04/26/2011	25
0556N1R54	31141	BNP PARIBAS	03/29/2011	49,999,166.67	50,000,000.00	49,999,166.65	0.150	0.150	0.152	04/05/2011	4
06416KRB8	31094	BANK OF NOVA SCOTIA	03/21/2011	99,995,555.56	100,000,000.00	99,995,555.60	0.160	0.160	0.162	04/11/2011	10
06416KR10	31125	BANK OF NOVA SCOTIA	03/25/2011	25,000,000.00	25,000,000.00	25,000,000.00	0.130	0.130	0.131	04/01/2011	0
17307SR79	30967	CITIGROUP FUNDING INC	03/03/2011	49,998,083.33	50,000,000.00	49,998,083.35	0.230	0.230	0.233	04/07/2011	6
36959JS46	31126	GENERAL ELECTRIC	03/25/2011	99,985,333.33	100,000,000.00	99,985,333.30	0.160	0.160	0.162	05/04/2011	33
36959JSX2	31143	GENERAL ELECTRIC	03/29/2011	24,991,666.67	25,000,000.00	24,991,666.68	0.200	0.200	0.202	05/31/2011	60
74977LRC3	30681	RABOBANK	01/25/2011	49,995,875.00	50,000,000.00	49,995,875.00	0.270	0.270	0.273	04/12/2011	11
74977LTP2	31102	RABOBANK	03/22/2011	49,972,909.72	50,000,000.00	49,972,909.70	0.235	0.235	0.238	06/23/2011	83
74977LTV9	31131	RABOBANK	03/28/2011	49,970,333.33	50,000,000.00	49,970,333.35	0.240	0.240	0.243	06/29/2011	89
79540BR73	31142	SALISBURY REC CO	03/29/2011	44,998,725.00	45,000,000.00	44,998,725.02	0.170	0.170	0.172	04/07/2011	6
82124MR51	30908	SHEFFIELD RECEIV	02/23/2011	24,999,361.11	25,000,000.00	24,999,361.10	0.230	0.230	0.233	04/05/2011	4
86257CU26	30532	STRAIGHT-A FUNDING LLC	01/04/2011	24,999,479.17	25,000,000.00	24,999,479.18	0.250	0.250	0.253	04/04/2011	3
86257CX64	30776	STRAIGHT-A FUNDING LLC	02/04/2011	24,994,270.83	25,000,000.00	24,994,270.83	0.250	0.250	0.253	05/04/2011	33
86257C2N1	31042	STRAIGHT-A FUNDING LLC	03/11/2011	24,988,833.33	25,000,000.00	24,988,833.33	0.240	0.240	0.243	06/07/2011	67
89233HTN4	30041	TOYOTA MOTOR CREDIT	10/20/2010	34,965,719.44	35,000,000.00	34,965,719.42	0.430	0.436	0.442	06/22/2011	82
89233HUM4	30458	TOYOTA MOTOR CREDIT	12/23/2010	49,941,416.67	50,000,000.00	49,958,000.00	0.380	0.385	0.390	07/21/2011	111
89233HX41	30585	TOYOTA MOTOR CREDIT	01/11/2011	29,936,450.00	30,000,000.00	29,950,200.00	0.410	0.415	0.421	10/04/2011	186
93114FR14	31055	WALMART	03/15/2011	50,000,000.00	50,000,000.00	50,000,000.00	0.140	0.140	0.141	04/01/2011	0
93114FRS5	31078	WALMART	03/17/2011	49,994,444.44	50,000,000.00	49,994,444.45	0.160	0.160	0.162	04/26/2011	25
93114FRK2	31103	WALMART	03/22/2011	49,996,250.00	50,000,000.00	49,996,250.00	0.150	0.150	0.152	04/19/2011	18
<b>Subtotal and Average</b>				<b>1,109,634,915.27</b>	<b>1,110,000,000.00</b>	<b>1,109,665,248.66</b>		<b>0.223</b>	<b>0.226</b>		<b>41</b>
<b>Federal Agency, Discount Notes</b>											
313384GC7	29490	FHLB DISCOUNT NOTE	06/01/2010	19,983,822.22	20,000,000.00	19,998,437.50	0.520	0.529	0.536	05/27/2011	56
313384DU0	30518	FHLB DISCOUNT NOTE	12/31/2010	25,000,000.00	25,000,000.00	25,000,000.00	0.160	0.160	0.162	04/01/2011	0
313588EU5	29295	FNMA DISCOUNT NOTE	05/05/2010	29,989,800.00	30,000,000.00	29,999,610.00	0.510	0.519	0.526	04/25/2011	24
313588ME2	30023	FNMA DISCOUNT NOTE	10/15/2010	24,967,861.11	25,000,000.00	24,980,250.00	0.260	0.264	0.267	09/26/2011	178
<b>Subtotal and Average</b>				<b>99,941,483.33</b>	<b>100,000,000.00</b>	<b>99,978,297.50</b>		<b>0.368</b>	<b>0.373</b>		<b>62</b>
<b>Dreyfus Money Market Fund</b>											

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**Fund C - COMMINGLED POOL**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Dreyfus Money Market Fund</b>											
SYS23519	23519	DREYFUS CASH MANAGEMENT	02/01/2008	164,292,730.54	164,292,730.54	164,292,730.54	0.110	0.108	0.110		1
<b>Subtotal and Average</b>				<b>164,292,730.54</b>	<b>164,292,730.54</b>	<b>164,292,730.54</b>		<b>0.108</b>	<b>0.110</b>		<b>1</b>
<b>Other Money Market Funds</b>											
SYS26388	26388	BLACKROCK MMK	11/24/2008	228,337,022.30	228,337,022.30	228,337,022.30	0.200	0.197	0.200		1
SYS8506	8506	LOCAL AGENCY INVEST FUND	07/01/2004	40,000,000.00	40,000,000.00	40,050,486.20	0.450	0.443	0.450		1
<b>Subtotal and Average</b>				<b>268,337,022.30</b>	<b>268,337,022.30</b>	<b>268,387,508.50</b>		<b>0.234</b>	<b>0.237</b>		<b>1</b>
<b>Total Investments and Average</b>				<b>3,712,340,086.08</b>	<b>3,701,403,732.77</b>	<b>3,717,417,620.01</b>		<b>0.868</b>	<b>0.880</b>		<b>347</b>



**SANTA CLARA COUNTY INVESTMENTS**  
**Fund CP - RETIREE HEALTH**  
**Investments by Fund**  
**March 31, 2011**

SANTA CLARA COUNTY  
70 WEST HEDDING  
EAST WING 6TH FLOOR  
SAN JOSE, CA 95110

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>MBS</b>											
31297QSX8	13758	FHLMC 30 YR MBS	05/12/2005	1,046,646.35	1,057,719.35	1,109,312.38	5.000	5.131	5.203	06/01/2035	8,827
31296SMB9	13785	FHLMC 30 YR MBS	05/12/2005	360,935.16	357,085.33	383,692.78	5.500	5.126	5.197	01/01/2034	8,311
31296SMB9	13786	FHLMC 30 YR MBS	05/12/2005	360,935.15	357,085.32	383,692.77	5.500	5.126	5.197	01/01/2034	8,311
31292H7J7	13787	FHLMC 30 YR MBS	05/12/2005	259,065.12	256,301.87	274,999.19	5.500	5.130	5.201	03/01/2034	8,370
31396HAN9	15906	FHRR R005 AB	02/17/2006	641,798.44	644,922.28	668,967.18	5.500	5.667	5.745	12/15/2018	2,815
31406E2D5	13695	FNMA 15 YR MBS	05/12/2005	649,106.84	673,085.51	690,562.19	4.500	5.018	5.088	03/01/2035	8,735
31404WC79	13722	FNMA 15 YR MBS	05/17/2005	8,465.17	8,415.20	9,004.86	5.000	4.748	4.814	07/01/2019	3,013
31405HA24	13723	FNMA 15 YR MBS	05/17/2005	42,723.52	42,471.35	45,447.36	5.000	4.902	4.970	07/01/2019	3,013
31405FKM3	13724	FNMA 15 YR MBS	05/17/2005	193,421.32	192,279.66	205,752.90	5.000	4.902	4.970	08/01/2019	3,044
31402VHF0	13725	FNMA 15 YR MBS	05/17/2005	8,087.68	8,039.94	8,608.33	5.000	4.902	4.970	09/01/2018	2,710
31405FJR4	13726	FNMA 15 YR MBS	05/17/2005	65,180.03	64,795.31	69,335.59	5.000	4.902	4.970	06/01/2019	2,983
31405UEY1	13727	FNMA 15 YR MBS	05/17/2005	189,768.42	188,648.32	201,867.11	5.000	4.902	4.970	01/01/2020	3,197
31402VAT7	13728	FNMA 15 YR MBS	05/17/2005	7,268.71	7,225.81	7,736.65	5.000	4.902	4.970	09/01/2018	2,710
31402DEK2	13729	FNMA 15 YR MBS	05/17/2005	61,217.40	60,856.07	65,158.35	5.000	4.902	4.970	12/01/2018	2,801
31404WBY1	13730	FNMA 15 YR MBS	05/17/2005	214,807.19	213,539.30	228,502.23	5.000	4.902	4.970	07/01/2019	3,013
31405TLN0	13731	FNMA 15 YR MBS	05/17/2005	80,222.16	79,748.65	85,336.72	5.000	4.902	4.970	11/01/2019	3,136
31403V2Y4	13732	FNMA 15 YR MBS	05/17/2005	133,776.98	132,987.37	142,305.94	5.000	4.902	4.970	02/01/2019	2,863
31407RZ49	14624	FNMA 15 YR MBS	09/19/2005	948,679.94	930,363.41	1,009,682.18	5.500	5.319	5.393	10/01/2020	3,471
31402RJC4	14625	FNMA 15 YR MBS	09/19/2005	86,379.99	83,787.80	90,772.17	6.000	5.740	5.819	06/01/2020	3,349
31371MDH7	14626	FNMA 15 YR MBS	09/19/2005	989,684.51	1,003,959.56	1,059,933.21	4.500	4.726	4.792	07/01/2020	3,379
31405EB61	13675	FNMA 30 YR MBS	05/12/2005	38,692.95	37,176.83	41,916.19	6.500	6.159	6.245	08/01/2034	8,523
31405SUJ1	13676	FNMA 30 YR MBS	05/12/2005	76,859.99	73,848.36	83,262.66	6.500	4.756	4.823	03/01/2035	8,735
31379YSC8	13677	FNMA 30 YR MBS	05/12/2005	1,292.52	1,241.87	1,404.84	6.500	4.756	4.823	08/01/2028	6,332
31377Z3U4	13678	FNMA 30 YR MBS	05/12/2005	137,886.82	132,483.96	149,870.04	6.500	4.756	4.823	02/01/2028	6,150
31405CNC9	13679	FNMA 30 YR MBS	05/12/2005	0.00	0.00	0.00	6.500	5.949	6.031	08/01/2034	8,523
31406YGL8	13696	FNMA 30 YR MBS	05/12/2005	2,053,476.40	2,034,088.99	2,185,897.83	5.500	5.373	5.448	05/01/2035	8,796
31402RDG1	14585	FNMA 30 YR MBS	09/14/2005	859,921.14	841,641.73	926,184.95	6.000	5.792	5.872	04/01/2035	8,766
31411WWN3	20674	FNMA 30 YR MBS	05/14/2007	1,100,256.53	1,112,599.43	1,192,506.15	5.500	5.730	5.810	05/01/2037	9,527
31407JFT4	20675	FNMA 30 YR MBS	05/14/2007	1,443,617.92	1,414,444.99	1,590,340.52	6.500	5.844	5.925	10/01/2036	9,315
31409HDV3	20676	FNMA 30 YR MBS	05/14/2007	1,825,561.18	1,788,669.87	2,011,102.72	6.500	5.777	5.857	05/01/2036	9,162

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**Fund CP - RETIREE HEALTH**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>MBS</b>											
31407JFT4	20677	FNMA 30 YR MBS	05/14/2007	72,181.02	70,722.37	79,517.16	6.500	5.844	5.925	10/01/2036	9,315
31407FGG9	20678	FNMA 30 YR MBS	05/14/2007	15,719.94	16,717.78	17,177.98	4.500	5.551	5.628	07/01/2035	8,857
31407G6Z6	20679	FNMA 30 YR MBS	05/14/2007	20,148.00	21,426.92	21,983.27	4.500	5.548	5.625	08/01/2035	8,888
31407YRS0	20680	FNMA 30 YR MBS	05/14/2007	378,258.52	402,268.95	412,713.87	4.500	5.541	5.618	10/01/2035	8,949
31371MJ65	20681	FNMA 30 YR MBS	05/14/2007	22,586.70	24,020.42	24,644.11	4.500	5.541	5.618	10/01/2035	8,949
31407MZK4	20682	FNMA 30 YR MBS	05/14/2007	24,700.94	26,268.86	26,950.93	4.500	5.544	5.621	09/01/2035	8,919
31403CZL8	20683	FNMA 30 YR MBS	05/14/2007	500,299.36	532,056.48	545,871.34	4.500	5.533	5.609	12/01/2035	9,010
31409BDG9	20754	FNMA 30 YR MBS	05/17/2007	1,582,747.49	1,579,539.05	1,711,242.09	5.500	5.413	5.488	03/01/2021	3,622
31410WDM7	20755	FNMA 30 YR MBS	05/17/2007	823,242.56	835,116.88	888,675.91	5.000	5.349	5.424	04/01/2022	4,018
36292CCK8	14347	GNMA 30YR	08/18/2005	640,825.37	643,540.34	685,873.26	5.000	5.023	5.093	08/15/2035	8,902
36225B6K9	14348	GNMA 30YR	08/18/2005	368,979.94	353,090.85	399,875.39	6.500	6.134	6.220	05/15/2034	8,445
36291RN24	14349	GNMA 30YR	08/18/2005	-0.04	-0.04	-0.04	6.000	5.745	5.825	10/15/2034	8,598
<b>Subtotal and Average</b>				<b>18,335,425.33</b>	<b>18,304,282.30</b>	<b>19,737,681.26</b>		<b>5.411</b>	<b>5.486</b>		<b>7,097</b>
<b>Federal Agency Bonds</b>											
3133XGDD3	24746	FHLB NOTES	05/13/2008	14,803,222.00	13,900,000.00	14,179,834.80	5.375	3.215	3.260	08/19/2011	140
3133XMFY2	28187	FHLB NOTES	12/11/2009	4,364,000.00	4,000,000.00	4,489,124.00	5.375	4.374	4.435	09/30/2022	4,200
3137EAAS8	26120	FHLMC NOTES	10/17/2008	2,003,700.00	2,000,000.00	2,239,966.00	5.000	4.904	4.973	04/18/2017	2,209
31359MGK3	14207	FNMA NOTES	07/28/2005	750,924.00	600,000.00	757,562.40	6.625	4.815	4.882	11/15/2030	7,168
31359MGK3	14209	FNMA NOTES	07/28/2005	250,240.00	200,000.00	252,520.80	6.625	4.817	4.884	11/15/2030	7,168
<b>Subtotal and Average</b>				<b>22,172,086.00</b>	<b>20,700,000.00</b>	<b>21,919,008.00</b>		<b>3.668</b>	<b>3.719</b>		<b>1,443</b>
<b>US Treasury Notes</b>											
912828DM9	13674	US TREASURY	05/12/2005	4,999,099.22	5,070,000.00	5,506,496.58	4.000	4.118	4.175	02/15/2015	1,416
9128277L0	13703	US TREASURY	05/16/2005	2,956,078.13	2,800,000.00	2,912,109.20	4.875	3.872	3.926	02/15/2012	320
912810FP8	13784	US TREASURY	05/24/2005	2,190,937.50	1,900,000.00	2,172,828.60	5.375	4.316	4.376	02/15/2031	7,260
912828DV9	14770	US TREASURY	10/13/2005	2,426,953.13	2,500,000.00	2,729,687.50	4.125	4.441	4.503	05/15/2015	1,505
912810FM5	15504	US TREASURY	12/30/2005	1,243,125.00	1,000,000.00	1,260,312.00	6.250	4.520	4.583	05/15/2030	6,984
912828EE6	15505	US TREASURY	12/30/2005	1,977,031.25	2,000,000.00	2,195,156.00	4.250	4.336	4.397	08/15/2015	1,597
912810QD3	28215	US TREASURY	12/14/2009	487,968.75	500,000.00	489,140.50	4.375	4.460	4.522	11/15/2039	10,455
912810FP8	28620	US TREASURY	02/09/2010	1,926,312.50	1,700,000.00	1,944,109.80	5.375	4.337	4.397	02/15/2031	7,260
912828FF2	17481	U.S. TREASURY NOTES	08/03/2006	4,555,546.88	4,500,000.00	5,126,835.94	5.125	4.895	4.963	05/15/2016	1,871

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**Fund CP - RETIREE HEALTH**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>US Treasury Notes</b>											
912810FT0	19461	U.S. TREASURY NOTES	02/23/2007	922,212.89	975,000.00	984,445.80	4.500	4.784	4.851	02/15/2036	9,086
912828GK0	19674	U.S. TREASURY NOTES	03/12/2007	2,508,593.75	2,500,000.00	2,598,242.19	4.625	4.484	4.546	02/29/2012	334
912828HA1	22427	U.S. TREASURY NOTES	11/01/2007	1,022,187.50	1,000,000.00	1,120,938.00	4.750	4.405	4.466	08/15/2017	2,328
912828HE3	22664	U.S. TREASURY NOTES	11/28/2007	1,036,093.75	1,000,000.00	1,055,078.00	4.250	3.386	3.433	09/30/2012	548
912828HE3	23483	U.S. TREASURY NOTES	02/05/2008	2,132,187.50	2,000,000.00	2,110,156.00	4.250	2.689	2.726	09/30/2012	548
912828JH4	26085	U.S. TREASURY NOTES	10/10/2008	2,040,000.00	2,000,000.00	2,139,688.00	4.000	3.703	3.754	08/15/2018	2,693
912828JR2	26520	U.S. TREASURY NOTES	01/12/2009	1,669,218.75	1,500,000.00	1,575,937.50	3.750	2.418	2.452	11/15/2018	2,785
912828JH4	26598	U.S. TREASURY NOTES	03/20/2009	2,819,921.88	2,500,000.00	2,674,610.00	4.000	2.433	2.467	08/15/2018	2,693
912828LJ7	27768	U.S. TREASURY NOTES	09/04/2009	7,584,829.69	7,410,000.00	7,660,087.50	3.625	3.298	3.344	08/15/2019	3,058
912828MR8	28890	U.S. TREASURY NOTES	03/17/2010	499,804.69	500,000.00	512,190.00	2.375	2.350	2.383	02/28/2015	1,429
912828MQ0	28935	U.S. TREASURY NOTES	03/24/2010	1,996,562.50	2,000,000.00	2,010,460.00	0.875	0.951	0.964	02/29/2012	334
912828LK4	31154	U.S. TREASURY NOTES	03/31/2011	13,925,681.05	13,500,000.00	13,896,562.50	2.375	1.461	1.482	08/31/2014	1,248
912828MH0	31155	U.S. TREASURY NOTES	03/31/2011	1,947,194.10	1,900,000.00	1,939,187.50	2.250	1.654	1.677	01/31/2015	1,401
912810QK7	31156	U.S. TREASURY NOTES	03/31/2011	1,704,698.90	1,900,000.00	1,700,203.60	3.875	4.478	4.541	08/15/2040	10,729
<b>Subtotal and Average</b>				<b>64,572,239.31</b>	<b>62,655,000.00</b>	<b>66,314,462.71</b>		<b>3.197</b>	<b>3.242</b>		<b>2,494</b>
<b>Corporate Bonds</b>											
013817AQ4	19501	ALCOA	02/23/2007	378,000.00	378,000.00	386,825.17	5.870	5.789	5.870	02/23/2022	3,981
00206RAP7	26325	AT & T CORP	11/17/2008	998,290.00	1,000,000.00	1,125,642.00	6.700	6.648	6.741	11/15/2013	959
060505BD5	14237	BANK OF AMERICA	08/02/2005	1,406,202.00	1,400,000.00	1,471,890.00	4.750	4.618	4.682	08/15/2013	867
097014AL8	27989	BOEING CAPITAL CORP	10/27/2009	999,290.00	1,000,000.00	1,055,793.00	4.700	4.644	4.708	10/27/2019	3,131
079860AD4	14246	BELL SOUTH	08/03/2005	1,151,380.00	1,000,000.00	1,087,794.00	6.875	5.670	5.749	10/15/2031	7,502
172967CC3	13836	CITICORP	06/01/2005	1,403,907.00	1,290,000.00	1,231,806.81	6.000	5.315	5.388	10/31/2033	8,249
25156PAH6	16212	DEUTSCHE TELECOM	03/23/2006	496,775.00	500,000.00	559,795.50	5.750	5.756	5.836	03/23/2016	1,818
263534CD9	29929	DUPONT EI NEMOUR	09/23/2010	990,470.00	1,000,000.00	962,653.00	1.950	2.096	2.125	01/15/2016	1,750
278642AA1	30076	EBAY INC	10/28/2010	997,930.00	1,000,000.00	989,069.00	0.875	2.504	2.538	10/15/2013	928
36962GP65	14236	GENERAL ELECTRIC	08/02/2005	1,110,527.00	1,100,000.00	1,186,032.10	4.875	4.683	4.749	03/04/2015	1,433
369604BC6	22800	GENERAL ELECTRIC	12/06/2007	495,975.00	500,000.00	544,499.50	5.250	5.281	5.355	12/06/2017	2,441
38141GEA8	14247	GOLDMAN SACHS	08/03/2005	1,006,900.00	1,000,000.00	1,068,580.00	5.125	4.963	5.031	01/15/2015	1,385
428236BB8	29897	HEWLETT-PACKARD CO	09/13/2010	999,210.00	1,000,000.00	997,073.00	1.250	1.259	1.276	09/13/2013	896
40429CCS9	14371	HSBC FIN CORP	08/22/2005	993,100.00	1,000,000.00	1,071,557.00	5.000	5.016	5.085	06/30/2015	1,551
459200AS0	13835	IBM	06/01/2005	1,432,471.68	1,224,000.00	1,449,257.62	6.500	5.137	5.209	01/15/2028	6,133

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**Fund CP - RETIREE HEALTH**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Corporate Bonds</b>											
459200GN5	26100	IBM	10/15/2008	996,470.00	1,000,000.00	1,125,910.00	6.500	6.493	6.584	10/15/2013	928
46625HAN0	20800	JPMORGAN	05/22/2007	1,450,006.25	1,375,000.00	1,451,076.00	6.625	5.250	5.323	03/15/2012	349
46625HHB9	24543	JPMORGAN	04/28/2008	996,830.00	1,000,000.00	1,062,304.00	4.750	4.755	4.821	05/01/2013	761
52517PR60	18995	LEHMAN BROTHERS	01/12/2007	998,940.00	1,000,000.00	256,250.00	5.250	5.200	5.272	02/06/2012	311
6174467N3	29744	MORGAN STANLEY	07/26/2010	996,550.00	1,000,000.00	1,016,280.00	4.000	20.061	20.339	07/24/2015	1,575
665859AL8	30119	NORTHERN TRUST CORP	11/04/2010	998,830.00	1,000,000.00	948,904.00	3.450	3.416	3.463	11/04/2020	3,505
717081CZ4	26607	PFIZER	03/24/2009	998,630.00	1,000,000.00	1,037,024.00	4.450	4.438	4.500	03/15/2012	349
74456QAP1	14509	PUBLIC SERVICE ELECTRIC	09/07/2005	1,221,960.00	1,200,000.00	1,158,744.00	5.250	5.058	5.129	07/01/2035	8,857
87612EAT3	23327	TARGET CORP	01/17/2008	498,370.00	500,000.00	535,326.50	5.125	5.128	5.200	01/15/2013	655
911312AM8	30145	UNITED PARCEL SERVICE	11/12/2010	993,300.00	1,000,000.00	926,593.00	3.125	3.158	3.202	01/15/2021	3,577
92343VAM6	24258	VERIZON COMMUNICATIONS	04/04/2008	994,790.00	1,000,000.00	1,120,776.00	6.100	6.722	6.815	04/15/2018	2,571
949746NX5	22824	WELLS FARGO	12/10/2007	995,840.00	1,000,000.00	1,092,218.00	5.625	5.602	5.680	12/11/2017	2,446
931142BY8	14427	WALMART	08/29/2005	981,040.00	1,000,000.00	1,081,518.00	4.500	4.677	4.742	07/01/2015	1,552
931142CJ0	23426	WALMART	01/30/2008	1,046,050.00	1,000,000.00	1,138,819.00	5.800	5.133	5.205	02/15/2018	2,512
<b>Subtotal and Average</b>				<b>29,028,033.93</b>	<b>28,467,000.00</b>	<b>29,140,010.20</b>		<b>5.297</b>	<b>5.371</b>		<b>2,679</b>
<b>FDIC Guaranteed Corporate Bonds</b>											
59157CAA8	26619	METROPOLITAN LIFE	03/26/2009	2,000,000.00	2,000,000.00	2,009,748.00	0.628	0.731	0.741	06/29/2012	455
90390QAA9	26638	USAA CAPITAL CORP -FDIC GUARAN	03/30/2009	1,996,770.98	2,000,000.00	2,025,468.00	2.240	2.264	2.296	03/30/2012	364
<b>Subtotal and Average</b>				<b>3,996,770.98</b>	<b>4,000,000.00</b>	<b>4,035,216.00</b>		<b>1.497</b>	<b>1.518</b>		<b>409</b>
<b>NCUA Guaranteed Corporate Bonds</b>											
62888WAC0	30346	NCUA GUARANTEED NOTE	12/09/2010	1,795,422.74	1,799,862.28	1,771,172.48	2.400	2.394	2.427	12/08/2020	3,539
<b>Subtotal and Average</b>				<b>1,795,422.74</b>	<b>1,799,862.28</b>	<b>1,771,172.48</b>		<b>2.395</b>	<b>2.428</b>		<b>3,539</b>
<b>Dreyfus Money Market Fd-CP</b>											
SYS13571	13571	DREYFUS CASH MANAGEMENT FUND	12/31/2004	557,596.99	557,596.99	557,596.99	0.110	0.108	0.110		1
<b>Subtotal and Average</b>				<b>557,596.99</b>	<b>557,596.99</b>	<b>557,596.99</b>		<b>0.108</b>	<b>0.110</b>		<b>1</b>
<b>Total Investments and Average</b>				<b>140,457,575.28</b>	<b>136,483,741.57</b>	<b>143,475,147.64</b>		<b>3.924</b>	<b>3.978</b>		<b>2,911</b>

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**Fund FH B - FOOTHILL SERIES B**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Federal Agency Bonds</b>											
3133XGDD3	25105	FHLB NOTES	05/11/2007	754,796.15	740,000.00	754,897.68	5.375	5.097	5.168	08/19/2011	140
3133XF5T9	25106	FHLB NOTES	05/11/2007	543,172.45	540,000.00	551,229.30	5.000	4.779	4.846	09/09/2011	161
3133XHPH9	25118	FHLB NOTES	05/11/2007	1,131,111.92	1,130,000.00	1,162,374.50	4.875	5.107	5.177	11/18/2011	231
3137EAAB5	25101	FHLMC NOTES	05/11/2007	747,029.04	740,000.00	741,755.28	5.125	4.789	4.856	04/18/2011	17
3134A4FM1	25103	FHLMC NOTES	05/11/2007	782,883.55	751,000.00	760,214.77	6.000	4.776	4.842	06/15/2011	75
3137EAAF6	25104	FHLMC NOTES	05/11/2007	764,288.00	753,000.00	764,612.01	5.250	4.781	4.848	07/18/2011	108
31359MJH7	25102	FNMA NOTES	05/11/2007	753,398.53	724,000.00	729,217.87	6.000	4.806	4.873	05/15/2011	44
31359MZ30	25107	FNMA NOTES	05/11/2007	569,298.53	566,000.00	580,529.22	5.000	4.784	4.851	10/15/2011	197
31359M5H2	25120	FNMA NOTES	05/11/2007	569,090.64	566,000.00	588,810.37	5.000	4.801	4.868	02/16/2012	321
31359MMQ3	25121	FNMA NOTES	05/11/2007	991,537.35	941,000.00	992,325.90	6.125	4.798	4.865	03/15/2012	349
<b>Subtotal and Average</b>				<b>7,606,606.16</b>	<b>7,451,000.00</b>	<b>7,625,966.90</b>		<b>4.868</b>	<b>4.935</b>		<b>168</b>
<b>Zero Coupon Bonds</b>											
31359YBP1	25119	FNMA NOTES	05/11/2007	464,451.76	580,000.00	576,032.22	4.194	4.805	4.872	01/15/2012	289
<b>Subtotal and Average</b>				<b>464,451.76</b>	<b>580,000.00</b>	<b>576,032.22</b>		<b>4.806</b>	<b>4.872</b>		<b>289</b>
<b>Dreyfus Money Market Fd-FH B</b>											
SYS25146	25146	DREYFUS CASH MANAGEMENT FUND	05/10/2007	240,875.00	240,875.00	240,875.00	0.110	0.108	0.110		1
<b>Subtotal and Average</b>				<b>240,875.00</b>	<b>240,875.00</b>	<b>240,875.00</b>		<b>0.108</b>	<b>0.110</b>		<b>1</b>
<b>Total Investments and Average</b>				<b>8,311,932.92</b>	<b>8,271,875.00</b>	<b>8,442,874.12</b>		<b>4.726</b>	<b>4.792</b>		<b>170</b>

**Fund MVLA - MOUNTAIN VIEW-LOS ALTOS**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Municipal Bonds</b>											
13078JRQ3	30761	CALIF STATE UNIV	02/03/2011	60,000.00	60,000.00	60,000.00	0.260	0.256	0.260	05/04/2011	33
196729BL0	30383	COLORADO ST GEN FD	12/15/2010	60,549.33	60,000.00	60,249.00	2.000	0.308	0.312	06/27/2011	87
917542NU2	30641	UTAH ST	01/19/2011	51,176.00	50,000.00	50,561.50	5.000	0.316	0.321	07/01/2011	91
<b>Subtotal and Average</b>				<b>171,725.33</b>	<b>170,000.00</b>	<b>170,810.50</b>		<b>0.293</b>	<b>0.297</b>		<b>69</b>
<b>Tax Exempt Money Market Funds</b>											
SYS29890	29890	JP MORGAN TAX FREE MMK-INST	09/13/2010	1,829,374.92	1,829,374.92	1,829,374.92	0.080	0.078	0.080		1
<b>Subtotal and Average</b>				<b>1,829,374.92</b>	<b>1,829,374.92</b>	<b>1,829,374.92</b>		<b>0.079</b>	<b>0.080</b>		<b>1</b>
<b>Total Investments and Average</b>				<b>2,001,100.25</b>	<b>1,999,374.92</b>	<b>2,000,185.42</b>		<b>0.097</b>	<b>0.099</b>		<b>6</b>

# Fund R5 - SCC RESERVE SERIES 2005

## Investments by Fund

March 31, 2011

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Dreyfus Money Market Fd-SCCR5</b>											
SYS25123	25123	DREYFUS CASH MANAGEMENT FUND	02/01/2008	923,156.18	923,156.18	923,156.18	0.110	0.108	0.110		1
<b>Subtotal and Average</b>				<b>923,156.18</b>	<b>923,156.18</b>	<b>923,156.18</b>		<b>0.108</b>	<b>0.110</b>		<b>1</b>
<b>Total Investments and Average</b>				<b>923,156.18</b>	<b>923,156.18</b>	<b>923,156.18</b>		<b>0.108</b>	<b>0.110</b>		<b>1</b>

**Fund PA - PALO ALTO UNIFIED**  
**Investments by Fund**  
**March 31, 2011**

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Municipal Bonds</b>											
01083PAU6	30609	ALAMEDA COUNTY. CA SEROES 2010	01/13/2011	500,000.00	500,000.00	500,000.00	0.250	0.246	0.250	04/06/2011	5
13078JRQ3	30762	CALIF STATE UNIV	02/03/2011	140,000.00	140,000.00	140,000.00	0.260	0.256	0.260	05/04/2011	33
196729BL0	30384	COLORADO ST GEN FD	12/15/2010	90,824.00	90,000.00	90,373.50	2.000	0.308	0.312	06/27/2011	87
54243TGK0	30607	LONG BEACH CALIF GAS UTIL	01/13/2011	1,000,000.00	1,000,000.00	1,000,000.00	0.250	0.246	0.250	04/06/2011	5
88276VBE2	30605	TEX PUBLIC FIN AUTH	01/13/2011	1,600,000.00	1,600,000.00	1,600,000.00	0.290	0.286	0.290	04/06/2011	5
917542NU2	30640	UTAH ST	01/19/2011	102,352.00	100,000.00	101,123.00	5.000	0.316	0.321	07/01/2011	91
<b>Subtotal and Average</b>				<b>3,433,176.00</b>	<b>3,430,000.00</b>	<b>3,431,496.50</b>		<b>0.269</b>	<b>0.273</b>		<b>10</b>
<b>Tax Exempt Money Market Funds</b>											
SYS17030	17030	JPM TE MMK FD	06/09/2006	1,854,923.55	1,854,923.55	1,854,923.55	0.030	0.029	0.030		1
<b>Subtotal and Average</b>				<b>1,854,923.55</b>	<b>1,854,923.55</b>	<b>1,854,923.55</b>		<b>0.030</b>	<b>0.030</b>		<b>1</b>
<b>Dreyfus Money Market Fd-PA</b>											
SYS23601	23601	DREYFUS CASH MANAGEMENT FUND	02/01/2008	1,127,276.46	1,127,276.46	1,127,276.46	0.110	0.108	0.110		1
<b>Subtotal and Average</b>				<b>1,127,276.46</b>	<b>1,127,276.46</b>	<b>1,127,276.46</b>		<b>0.108</b>	<b>0.110</b>		<b>1</b>
<b>Total Investments and Average</b>				<b>6,415,376.01</b>	<b>6,412,200.01</b>	<b>6,413,696.51</b>		<b>0.172</b>	<b>0.174</b>		<b>6</b>

# Fund WVM - WEST VALLEY MISSION-CCD

## Investments by Fund

March 31, 2011

CUSIP	Investment #	Issuer	Purchase Date	Book Value	Par Value	Market Value	Current Rate	YTM 360	YTM 365	Maturity Date	Days To Maturity
<b>Municipal Bonds</b>											
01083PAU6	30608	ALAMEDA COUNTY. CA SEROES 2010	01/13/2011	3,000,000.00	3,000,000.00	3,000,000.00	0.250	0.246	0.250	04/06/2011	5
13078JRK3	30760	CALIF STATE UNIV	02/03/2011	5,300,000.00	5,300,000.00	5,300,000.00	0.260	0.256	0.260	05/04/2011	33
196729BL0	30382	COLORADO ST GEN FD	12/15/2010	3,885,248.89	3,850,000.00	3,865,977.50	2.000	0.308	0.312	06/27/2011	87
2548396J7	29064	NATIONAL PUBLIC RADIO INC	04/07/2010	526,510.00	500,000.00	516,200.00	3.000	1.598	1.620	04/01/2014	1,096
54466UDT1	30541	LOS ANGELES COUNTY LEASING	01/05/2011	6,000,000.00	6,000,000.00	6,000,000.00	0.260	0.256	0.260	04/05/2011	4
64711RGH3	30358	NEW MEXICO FIN AUTH ST TRANSN	12/13/2010	1,023,420.00	1,000,000.00	1,009,050.00	5.000	0.354	0.359	06/15/2011	75
64989QRY1	31020	NEW YORK ST POWER AUTH	03/10/2011	1,000,000.00	1,000,000.00	1,000,000.00	0.220	0.216	0.220	04/07/2011	6
64970LTX3	30864	NEW YORK CITY MUNI WATER	02/16/2011	1,000,000.00	1,000,000.00	1,000,000.00	0.300	0.295	0.300	05/11/2011	40
801320AU6	29691	SANTA BARBARA CNTY CALIF	07/01/2010	2,032,180.00	2,000,000.00	2,007,980.00	2.000	0.375	0.380	06/30/2011	90
917542NU2	30639	UTAH ST	01/19/2011	153,528.00	150,000.00	151,684.50	5.000	0.316	0.321	07/01/2011	91
<b>Subtotal and Average</b>				<b>23,920,886.89</b>	<b>23,800,000.00</b>	<b>23,850,892.00</b>		<b>0.308</b>	<b>0.312</b>		<b>60</b>
<b>Tax Exempt Money Market Funds</b>											
SYS27353	27353	JP MORGAN TAX FREE MMK-INST	06/23/2009	111,634,708.57	111,634,708.57	111,634,708.57	0.080	0.078	0.080		1
<b>Subtotal and Average</b>				<b>111,634,708.57</b>	<b>111,634,708.57</b>	<b>111,634,708.57</b>		<b>0.079</b>	<b>0.080</b>		<b>1</b>
<b>Dreyfus Money Market Fd-WVM</b>											
SYS27169	27169	DREYFUS	06/02/2009	0.00	0.00	0.00	0.090	0.088	0.090		1
<b>Subtotal and Average</b>				<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>0.000</b>	<b>0.000</b>		<b>0</b>
<b>Total Investments and Average</b>				<b>135,555,595.46</b>	<b>135,434,708.57</b>	<b>135,485,600.57</b>		<b>0.119</b>	<b>0.121</b>		<b>11</b>

Portfolio SCL2

CC



**County of Santa Clara**  
**Finance Agency**  
**Controller-Treasurer Department**  
**Internal Audit Division**



County Government Center  
70 W. Hedding Street, East Wing, 2nd Floor  
San Jose, California 95110-1705  
(408) 299-6830 FAX (408) 289-8629

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June 9, 2011

Board of Supervisors  
County of Santa Clara

**INDEPENDENT AUDITOR'S REPORT  
APPLYING AGREED-UPON PROCEDURES  
CASH AND INVESTMENTS**

We have performed the procedures enumerated below on the cash and investments in the County's commingled fund as of March 31, 2011. The procedures were agreed to by the Director, Finance Agency to determine whether the accountability for the cash and investments by the Controller-Treasurer's Department is accurate and whether investments comply with the County's policies and State law.

Based upon the work performed, we found that investments comply with County policy and State law and that cash and investments are accounted for in the Accounting and Treasury Divisions of the Controller-Treasurer's Department in accordance with policy and established procedures. One irregularity is noted in paragraph c; there were no other material exceptions or irregularities found.

The procedures applied follow:

- a. On March 31, 2011 there was no difference between the accounting for cash and investments maintained by the Treasury Division and the records of the Accounting Division.
- b. For the securities purchased in March and held at March 31, 2011, we compared the issuers' credit ratings to the minimum rating requirements to determine compliance with County policy and State law.
- c. We identified and/or computed the investment limitations for each type of investment and tested actual investments by type and issuer to the limitations permitted by law and policy. On March 31, 2011, the portfolio included \$125M of negotiable certificates of deposit issued by UBS; the maximum allowable on that date was \$83M. On April 25, 2011, the Division sold \$50M of these certificates.
- d. We tested the automated system's computation of the weighted average of maturities to the maximum permitted by policy (the accuracy of the system was previously tested).
- e. We compared the cash and securities held by the depository and custodial banks to these banks' equity balances and verified the deposit/equity or securities book value/equity ratios were within the legal requirements.

Board of Supervisors: Mike Wasserman, George Shirakawa, Dave Cortese, Ken Yeager, Liz Kniss  
County Executive: Jeffrey V. Smith

- f. We examined supporting documentation for the purchase of investments.
- g. We determined the existence of investments held in safekeeping by comparing the investments included in the County custodian's records with the details of the County's investment listing.
- h. From the schedule of investments, we examined individual investments with maturity dates exceeding one year and tested the receipt of interest. We reviewed the amounts recorded as revenue received to the amounts reported by the custodial bank as actually received.
- i. We reviewed the reconciliation, completed as of March 31, 2011, of the County's depository account bank balance to the Treasury Division's accountability to determine whether all transactions are valid and are being accounted for in accordance with policy and in a timely manner. The Bank of America's bank reconciliation is now current with no material reconciling items exceeding the Controller's policy of 30 days.
- j. We determined the existence of bank accounts by confirming the balances with the depository banks and with the State's Local Agency Investment Fund.
- k. We verified the existence of the items listed on the Schedule of Investments by Fund that is submitted to the Board with the quarterly investment report.

Brian P. Mark  
Auditor-in-charge

A handwritten signature in black ink, appearing to read "Bill Perrone", with a long horizontal flourish extending to the right.

Bill Perrone  
Manager, Internal Audit

Foothill-De Anza Community College District  
Cash Balances  
March 31, 2011

Commingled Investment Pool

<u>Fund</u>	<u>Amount</u>	<u>Fund Description</u>
5710	14,229,574.33	Measure E Building Fund
5711	72,346,782.26	District Operating Fund
5712	8,691,961.68	Auxiliary Fund
5713	64,873,049.55	Measure C Series A Building Fund
5714	77,294,519.75	Measure C Series B Building Fund
Total	<u>237,435,887.57</u>	

Securities

5713	-	Measure C Series A Building Fund
5714	8,311,932.92	Measure C Series B Building Fund
Total	<u>8,311,932.92</u>	