



Butte County

LAND OF NATURAL WEALTH AND BEAUTY

C. LINDA BARNES
TREASURER - TAX COLLECTOR

COUNTY ADMINISTRATIVE BUILDING
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August 9, 2011

Butte County Board of Supervisors
Butte County Chief Administrative Officer
Treasury Oversight Committee

The attached investment report for June 30, 2011 is submitted in accordance with the Butte County Statement of Investment Policy dated July 1, 2010. All investments are in compliance with this policy.

The attached Investment Report demonstrates that sufficient liquidity is available to meet anticipated expenditures during the next six months.

The Local Agency Investment Fund (LAIF) is used as a benchmark for portfolio performance. A look at the 5 year moving average for the Butte County Treasury yields vs. LAIF yields demonstrates that, over time, a medium term, laddered portfolio will generally outperform a shorter term investment strategy, which LAIF usually mirrors. The 5 year moving average for Butte County's FY 09/10 and FY 10/11 performance compared to LAIF shows margins of .592% and .917%, respectively. Using \$300,000,000 as a baseline portfolio (actively invested balance), this translates to enhanced earnings averaging \$2,751,000 per year for the past five years.

Investments are marked to market monthly based on a current market price determined by US Bancorp Investments. **The fair value of the pooled Treasury portfolio is 101.38% of the cost-carried balance as of 6-30-11. As of today's date, Standard & Poor's Rating Agency has downgraded US Government debt (Treasuries) and its Agencies, including FHLB, FHLMC, FNMA, FFCB and FDIC insured debt, to AA+. The two other rating agencies, Moody's and Fitch, have reaffirmed these same debt issuers at the AAA rating level.**

Quarterly Investment Reports are made available on the Treasurer-Tax Collector website at <http://www.buttecounty.net/ttc>.

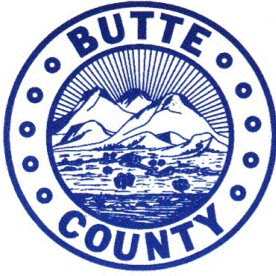
Yours truly,

Handwritten signature of C. Linda Barnes in blue ink.

C. Linda Barnes
Butte County Treasurer-Tax Collector

cc: Butte County Auditor-Controller
Butte County Board of Supervisor
Butte County District Attorney
Butte County Schools-JPA
Butte County Sheriff
Butte County Superintendent of Schools
Butte County Special Districts

Butte-Glenn Community College
Iturria, Greg – Chief Financial Officer
Jessee, Meegan – Deputy Chief Financial Officer
Limper, Tom – Deputy Chief Financial Officer
Liu, Annie – Internal Auditor
Ricci, David – Manager, Gov't. Accounting
CDIAC



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Treasurer's Investment Report - Introduction

The Butte County Treasurer's office manages investments on behalf of the County, various Trust and Agency Funds, School Districts and Special Districts within the County. "Pooling" deposits from local agencies and other participants is in the public interest because banking and investment activities are consolidated, thereby reducing duplication, achieving economies of scale and carrying out coherent investment strategies. Butte County's portfolio management is an active management strategy in that a broad range of market analysis techniques, investment options, and cash management tools are employed in making investment decisions. The medium term, laddered maturity portfolio allows participants to benefit from higher earnings than might otherwise be possible. The objective of this strategy is to obtain the highest return feasible, consistent with a high degree of safety of principal and the level of liquidity necessary to meet the needs of the County and agencies participating in the Treasury. Earnings on the pooled investments are paid quarterly on a pro-rata basis to pool participants.

The Treasurer's Investment Report is designed to provide specific and general investment information to pool participants and to interested members of the public. The cover letter indicates our compliance with the Butte County Treasurer's Statement of Investment Policy, identifies U.S. Bank as the source of the market value of investments held in the investment pool, and states our ability to meet estimated liquidity needs for the next six months.

The cover letter also compares the portfolio yield and that of the State Treasurer on a five-year rolling average basis, which serves to effectively demonstrate the bottom line in terms of enhanced earnings to pool participants. The Butte County Pooled Treasury Portfolio's medium term, laddered investment strategy outperformed the State of California's Local Agency Investment Fund (LAIF) in Fiscal Year (FY 09/10 by a margin of 2.202% and by 1.796% in FY 10/11.* Market conditions (lowering interest rates) allowed the portfolio to significantly outperform LAIF in three of the past five years. In a rising market, the portfolio's yield will more closely approximate that of LAIF and may drop below LAIF's yield, from time to time. A look at the 5 year moving average for the Butte County Treasury yields vs. LAIF yields demonstrates that, over time, a medium term, laddered portfolio will generally outperform a shorter term investment strategy, which LAIF usually mirrors. The 5 year moving average for Butte County's FY 09/10 and FY 10/11 performance compared to LAIF shows margins of .592% and .917%, respectively.* Looking at a ten year average, the portfolio exceeded LAIF's yields by a healthy 1.305%.

Page 1 of the Investment Report shows the portfolio balance (separately identifying the actively managed portfolio), the average number of days to maturity and the yield to maturity for the investments held by the pool. The balances invested are shown in three different ways: Par Value (the value at maturity of the instrument), Fair Value (the value if sold on the date of the report) and Cost Carried (the amount paid for the investment, amortized to reach Par Value by maturity). The difference between the fair value of the investments and the cost carried is considered to be “unrealized” gain or loss. A gain or loss is only realized if a security is sold prior to maturity (T-Bills, Agency Notes and Commercial Paper are redeemed at a pre-established Par Value at maturity). It is important to note that the Butte County Pooled Treasury typically uses a “buy and hold” investment strategy. Cash flow and liquidity needs are carefully analyzed prior to making investments to ensure liquidity needs are met. The bottom portion of page 1 indicates the ability of the pool to meet projected cash flow requirements for the next six months. Please note, however, that the projected and actual results will vary, sometimes materially, because events and circumstances do not always occur as predicted.

School Bond Proceeds and, if appropriate, Tax and Revenue Anticipation Notes (TRAN) proceeds are separately accounted for in the report, and are invested in the State Treasurer’s Local Agency Investment Fund (LAIF) or other securities as deemed appropriate. Note that the annual portfolio yields quoted (the yield method used is “weighted yield to maturity”) exclude separately invested Bond and TRAN proceeds, as well as investments managed by Trustees, as they are not part of the actively managed portfolio. Investments of School Bond Proceeds are detailed on page 2 of the report, and investments managed by outside Trustees as part of financing agreements are detailed on page 3.

Page 4 of the Report contains chart information that is very helpful in providing a quick overview of the diversification of the portfolio by type of instrument and maturity ranges. Included is a chart showing the Treasury Portfolio balance fluctuations from 2003 through the current month (Investments Managed by Trustees, TRAN and Bond proceeds are not included in the charted information). An analysis of this chart clearly demonstrates that the Treasury maintains a stable average balance of approximately \$275,000,000, which supports the philosophy of medium term investment of funds not anticipated to be drawn upon to meet ongoing liquidity needs. Page 5 provides a listing of specific investment instruments (listed in order of maturity date), credit ratings, purchase and maturity dates, balances invested and yields obtained.

The Treasury Oversight Committee and the Board of Supervisors receive the Treasurer’s Investment Report on a quarterly basis. The Treasury Oversight Committee was established in April of 2000 in accordance with California Government Codes 27131 through 27137 and serves to ensure that representatives of pool participants are involved in the oversight of the Butte County Treasury pooled investment portfolio.

Questions regarding the Investment Report may be directed to Peggy Moak, Assistant Treasurer-Tax Collector (Treasury), at 530-538-7443, or pmoak@buttecounty.net.

* The margins quoted represent the difference between the annual yields of the Butte County Pooled Treasury Investment Portfolio and the Local Agency Investment Fund.



BUTTE COUNTY TREASURER'S INVESTMENT REPORT

Butte County Pooled Treasury Fair Value as of 6/30/11*

Investment	Cost Carried (CC)	Fair Value (FV)	Percentage (FV/CC)
LAIF	\$ 68,530,334.56	\$ 68,638,370.58	100.1576470%
CalTrust	\$ 3,957.02	\$ 3,957.02	100.0000000%
Rabobank	\$ 20,025,503.74	\$ 20,025,503.74	100.0000000%
Bank CDs	\$ 500,000.00	\$ 500,000.00	100.0000000%
Negotiable CDs	\$ 750,000.00	\$ 750,000.00	100.0000000%
Federal Agency Notes	251,223,106.50	256,352,661.10	102.0418323%
FDIC Insured Medium Term Notes	\$ 10,009,507.19	\$ 10,271,600.00	102.6184387%
School Bonds			
LAIF	\$ 27,259,763.15	\$ 27,302,737.35	100.1576470%
Federal Agency Notes	\$ 2,711,869.96	\$ 2,750,630.40	101.4292883%
Money Market Funds	\$ 24,531.91	\$ 24,531.91	100.0000000%
Investments under Mgmt of Trustees			
LAIF	\$ 4,339,605.13	\$ 4,346,446.39	100.1576470%
Federal Agency Notes	\$ 1,615,962.04	\$ 1,628,023.88	100.7464185%
Money Market Funds	\$ 2,521,328.03	\$ 2,521,328.03	100.0000000%
Umpqua Bank-Workers' Comp Admin	\$ 117,305.34	\$ 117,305.34	100.0000000%
Cash on Hand			
US Bank Checking Accounts	\$ 16,109,979.23	\$ 16,109,979.23	100.0000000%
Cash	\$ 54,587.74	\$ 54,587.74	100.0000000%
TOTAL	\$ 405,797,341.54	\$ 411,397,662.70	101.3800783%

101.38%

* The fair value of the pooled Treasury portfolio, including cash on hand, is 101.38% of the cost-carried balance as of 6-30-11.

(Please refer to attached "Treasurer's Investment Report - Introduction" for additional perspective)



June 30, 2011

BUTTE COUNTY TREASURER'S INVESTMENT REPORT

ACTIVELY MANAGED PORTFOLIO:	YIELD TO MATURITY	WEIGHTED AVERAGE MATURITY (DAYS)*	PAR VALUE	FAIR VALUE	COST CARRIED
LOCAL AGENCY INVESTMENT FUND (LAIF)	0.480%	1	68,530,334.56	68,638,370.58	68,530,334.56
CALTRUST	0.535%	1	3,957.02	3,957.02	3,957.02
BANK MONEY MARKET (COLLATERALIZED)	0.560%	1	20,025,503.74	20,025,503.74	20,025,503.74
COMMERCIAL PAPER**	-	-	0.00	0.00	0.00
FDIC CORPORATE NOTES**	3.024%	350	10,000,000.00	10,271,600.00	10,009,507.19
NEGOTIABLE CDS**	1.533%	1,080	750,000.00	750,000.00	750,000.00
CERTIFICATES OF DEPOSIT	4.850%	299	500,000.00	500,000.00	500,000.00
FEDERAL AGENCY NOTES**	2.718%	1,080	250,600,000.00	256,352,661.10	251,223,106.50
TOTAL ACTIVELY MANAGED PORTFOLIO:	2.168%	786	350,409,795.32	356,542,092.44	351,042,409.01

INVESTMENT OF NOTE/BOND PROCEEDS AND OPERATING CASH

<u>SCHOOL BOND PROCEEDS</u> (see page 2 for details)	29,984,295.06	30,077,899.66	29,996,165.02
<u>OPERATING ACCOUNTS</u>			
US BANK CHECKING ACCOUNT DEPOSITS	16,109,979.23	16,109,979.23	16,109,979.23
OPERATING CASH	54,587.74	54,587.74	54,587.74
OTHER	0.00	0.00	0.00
TOTAL TREASURER'S FUND LEDGER BALANCE:	396,558,657.35	402,784,559.07	397,203,141.00
<u>INVESTMENTS UNDER MANAGEMENT OF TRUSTEES</u> (see page 3 for details)	8,580,238.50	8,613,103.64	8,594,200.54

	PAR VALUE	FAIR VALUE	COST CARRIED
TOTAL CASH AND INVESTMENTS:	405,138,895.85	411,397,662.70	405,797,341.54

SIX MONTH LIQUIDITY PROJECTIONS

Estimated Cash Receipts for Next Six Months	442,231,625
Estimated Disbursements for Next Six Months	(459,346,718)
Estimated Net Cash Flow for Next Six Months***	(17,115,093) (A1)
Contingency Cashflow Needs (based on potential State budget shortfall)	(30,000,000) (A2)
Securities Maturing	44,000,000 (B)
Local Agency Investment Fund / Cal Trust / MMF (includes TRAN)	88,559,795 (C)
Total Liquidity for Next Six Months	85,444,702 (A+B+C)
Estimated Cash Available for Long Term Investment	(30,000,000)
Remaining Available Liquidity	55,444,702

Total Par Value of actively managed investments maturing in less than 12 months:	135,059,795
Total Par Value of actively managed investments maturing in more than 12 months:	215,350,000

* Actual Weighted Average Maturity will be shorter, and actual dollar amount of investments maturing in less than 12 months will be higher than stated, due to call features on investments
 ** See page 5 for detailed list of investments.
 *** Includes TRAN (Tax and Revenue Anticipation Notes) receipts and disbursements.

BUTTE COUNTY TREASURER'S INVESTMENT REPORT
INVESTMENT OF SCHOOL BOND PROCEEDS
June 30, 2011

BOND/NOTE DESCRIPTION	INVESTMENT TYPE	MATURITY DATE	DESCRIPTION	ANNUAL YIELD*	PAR VALUE	FAIR VALUE	COST CARRIED
BONDS - LOCAL AGENCY INVESTMENT FUND (LAIF)							
Chico Unified School District "A"				0.480%	0.00	0.00	0.00
Chico Unified School District "B"				0.480%	17,064,435.88	17,091,337.45	17,064,435.88
Chico Unified School District "B"	LAIF BOND FUND			0.480%	5,456,642.79	5,465,245.02	5,456,642.79
Paradise Unified School District "M"				0.480%	3,087,817.44	3,092,685.29	3,087,817.44
Oroville Union High School District GO 2008				0.480%	1,629,095.32	1,631,663.54	1,629,095.32
Butte/Glenn Comm College District "C"				0.480%	21,771.72	21,806.04	21,771.72
SUBTOTAL					27,259,763.15	27,302,737.35	27,259,763.15
BONDS - WELLS FARGO BANK							
WELLS FARGO BANK, TRUSTEE							
Chico Unified School District "B"							
Account # XXX1791	Money Market		Gov MM Mutual Fund	0.010%	24,531.91	24,531.91	24,531.91
	US Treas/Agency	12/14/12	FHLB # 3133XVNT4	1.530%	2,700,000.00	2,750,630.40	2,711,869.96
SUBTOTAL					2,724,531.91	2,775,162.31	2,736,401.87
					PAR VALUE	FAIR VALUE	COST CARRIED
GRAND TOTAL					29,984,295.06	30,077,899.66	29,996,165.02

* Yields quoted above are a snapshot per investment type. Actual yields earned on school bonds are calculated by the Treasurer's office and are a composite of investment earnings less Treasury costs.

BUTTE COUNTY TREASURER'S INVESTMENT REPORT
INVESTMENTS UNDER MANAGEMENT OF TRUSTEES
June 30, 2011

LOAN PROGRAM	INVESTMENT TYPE	MATURITY DATE	DESCRIPTION	ANNUAL YIELD	PAR VALUE	FAIR VALUE	COST CARRIED
2003 REFUNDING COP							
U.S. BANK, TRUSTEE							
Expense Fund #XXXX6106	Money Market		US Bank MMF 4	0.100%	12,481.74	12,481.74	12,481.74
Reserve Fund #XXXX6101	Money Market		US Bank MMF 4	0.100%	51,139.50	51,139.50	51,139.50
	US Treas/Agency	10/18/13	FHLB #3133XSAE8	2.820%	385,000.00	410,914.35	398,962.04
Lease Payment #XXXX6100	Money Market		US Bank MMF 4	0.100%	399,931.15	399,931.15	399,931.15
SUBTOTAL					848,552.39	874,466.74	862,514.43
2004 PENSION OBLIGATION BONDS							
WELLS FARGO BANK, TRUSTEE							
Series A Bond Fund # XXXX1106	Money Market		Gov MMF Service Fund #1752	0.039%	1,161.65	1,161.65	1,161.65
Int. Rate Stabilization Fund # XXXX1109	Money Market		Advantage Prime MM #1752	0.039%	196,484.63	196,484.63	196,484.63
	Pooled Agency Funds		Local Agency Investment Fund	0.480%	4,339,605.13	4,346,446.39	4,339,605.13
Series B Interest Fund #XXXX1301	Money Market		Advantage Prime MM #1752	0.039%	853,648.04	853,648.04	853,648.04
SUBTOTAL					5,390,899.45	5,397,740.71	5,390,899.45
2004 WORKERS' COMPENSATION							
YORK INSURANCE SERVICE GROUP							
- Claims Administrators							
Umpqua Bank #XXXX5374	Commercial Bank		Business Checking	0.000%	117,305.34	117,305.34	117,305.34
SUBTOTAL					117,305.34	117,305.34	117,305.34
2006 COP - NEAL ROAD RECYCLING & WASTE FACILITY							
WELLS FARGO BANK, TRUSTEE							
Certificate Reserve Fund #XXXX0800	Money Market		Gov MMF Service Fund #743	0.011%	506.08	506.08	506.08
	US Treas/Agency	01/07/13	FFCB #31331J6T5	0.890%	1,217,000.00	1,217,109.53	1,217,000.00
Base Rental Payment Fund #XXXX0801	Money Market		Gov MMF Service Fund #743	0.011%	995,743.92	995,743.92	995,743.92
Expense Fund #XXXX0802	Money Market		Gov MMF Service Fund #743	0.011%	10,231.32	10,231.32	10,231.32
SUBTOTAL					2,223,481.32	2,223,590.85	2,223,481.32
					PAR	FAIR	COST
					VALUE	VALUE	CARRIED
GRAND TOTAL					8,580,238.50	8,613,103.64	8,594,200.54

BUTTE COUNTY TREASURER'S INVESTMENT REPORT
ACTIVELY MANAGED PORTFOLIO "AT-A-GLANCE"
June 30, 2011

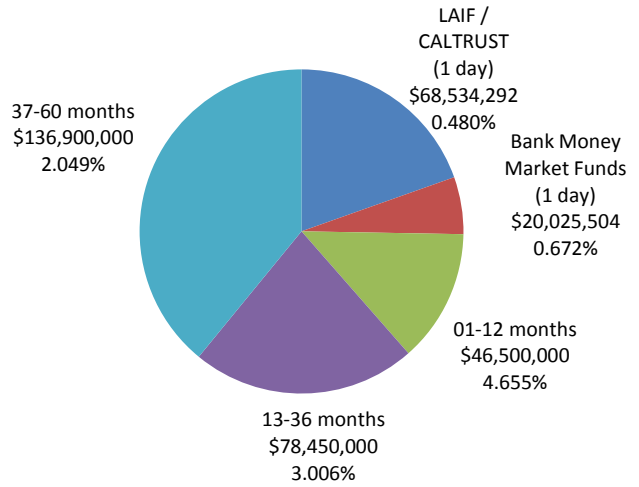
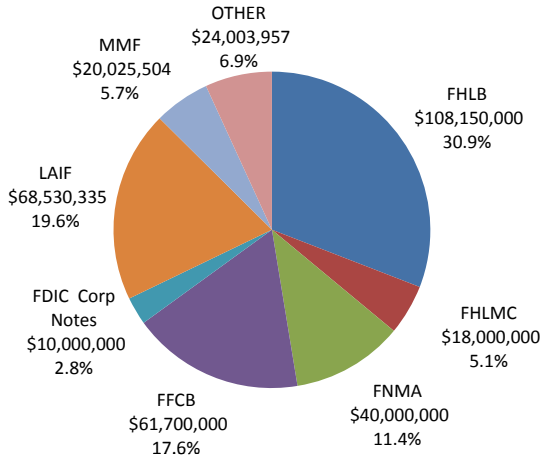
INVESTMENTS BY TYPE*

Federal Home Loan Bank	FHLB	\$ 108,150,000.00
Fed Home Loan Mortgage Corp	FHLMC	\$ 18,000,000.00
Fed National Mortgage Assn	FNMA	\$ 40,000,000.00
Federal Farm Credit Bank	FFCB	\$ 61,700,000.00
FDIC Corporate Notes	FDIC	\$ 10,000,000.00
Local Agency Investment Fund	LAIF	\$ 68,530,334.56
Rabobank MMF	MMF	\$ 20,025,503.74
CD, TVA, FAMCA, CALTRUST	OTHER	\$ 24,003,957.02
TOTAL PAR VALUE		\$ 350,409,795.32

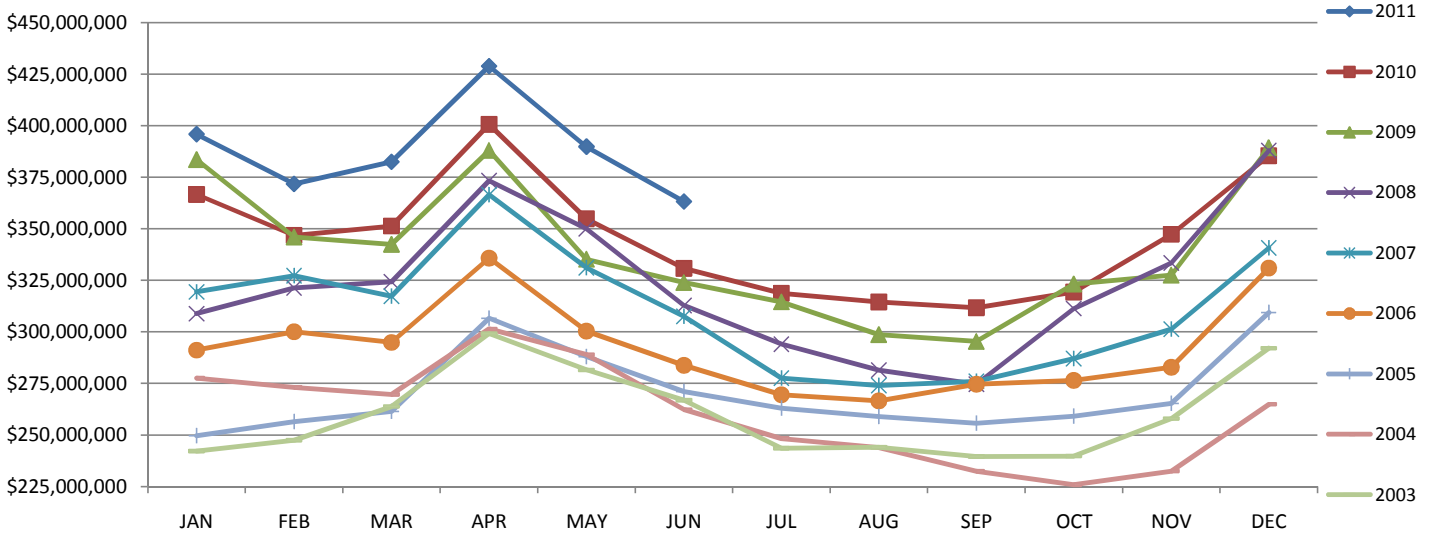
INVESTMENTS BY MATURITY & YIELD*

LAIF / CALTRUST / (1 day)	0.480%	\$ 68,534,291.58
Bank Money Market Funds (1 day)	0.672%	\$ 20,025,503.74
01-12 months	4.655%	\$ 46,500,000.00
13-36 months	3.006%	\$ 78,450,000.00
37-60 months	2.049%	\$136,900,000.00
TOTAL PAR VALUE		\$350,409,795.32

* Investments managed by Trustees & School Bond Proceeds not included.
 Final maturity dates are used; probable call dates are not considered.



Butte County Pooled Treasury Portfolio Balance**
Net of Tax and Revenue Notes (TRAN) and Bond Proceeds



** This chart does not include deposits from TRAN, Bond Proceeds, or Investments under Management of Trustees.
 It is intended to demonstrate cash flow trends and establish a baseline for the portfolio, enabling medium term investments.

BUTTE COUNTY TREASURER'S INVESTMENT REPORT
MANAGED PORTFOLIO - DETAILS OF SECURITIES HELD
 June 30, 2011

<u>Security</u>	<u>Description</u>	<u>Credit Rating</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Yield to Maturity (%)</u>	<u>Par Value</u>	<u>Fair Value</u>	<u>Cost Carried*</u>
31339YPU0	FHLB STEP-UP	AAA	12/14/2006	7/29/2011	4.850	1,000,000.00	1,004,090.00	1,000,116.20
3133MGYH3	FHLB CONSOL BOND	AAA	10/26/2006	8/15/2011	5.150	3,000,000.00	3,021,174.00	3,002,185.30
3133XF5T9	FEDERAL HOME LOAN BANK	AAA	10/2/2006	9/9/2011	4.939	3,000,000.00	3,027,852.00	3,000,344.40
3133XF5T9	FEDERAL HOME LOAN BANK	AAA	12/18/2006	9/9/2011	4.855	3,000,000.00	3,027,852.00	3,000,813.12
31331V5Y8	FEDERAL FARM CREDIT BANK	AAA	11/27/2006	10/3/2011	4.892	3,000,000.00	3,038,445.00	3,000,820.85
3134A1CV0	FEDERAL HOME LOAN MTG CORP	AAA	12/11/2006	10/24/2011	5.006	1,000,000.00	1,021,541.00	1,006,007.76
3133XHRK0	FEDERAL HOME LOAN BANK	AAA	1/25/2007	12/9/2011	5.084	3,000,000.00	3,060,393.00	2,996,151.79
3133XSWM6	FEDERAL HOME LOAN BANK	AAA	1/23/2009	1/23/2012	2.100	5,000,000.00	5,052,685.00	5,000,000.00
31331XSFO	FEDERAL FARM CREDIT BANK	AAA	3/12/2007	3/12/2012	4.872	3,000,000.00	3,096,939.00	2,999,595.92
31331XVH2	FEDERAL FARM CREDIT BANK	AAA	4/16/2007	4/12/2012	5.005	3,000,000.00	3,108,765.00	2,997,332.06
880591DT6	TENN VALLEY AUTHORITY BD	AAA	5/23/2007	5/23/2012	5.014	3,000,000.00	3,173,352.00	3,045,613.62
3133XLEA7	FEDERAL HOME LOAN BANK	AAA	6/14/2007	6/8/2012	5.526	5,000,000.00	5,240,190.00	4,993,894.93
06050BA9	BANK OF AMERICA CORP	AAA	12/8/2008	6/15/2012	3.027	10,000,000.00	10,271,600.00	10,009,068.35
31331S2T9	FEDERAL FARM CREDIT BANK	AAA	11/16/2007	8/10/2012	4.391	2,700,000.00	2,826,783.90	2,704,539.33
3128X4HF1	FEDERAL HOME LOAN MTG CORP	AAA	12/28/2007	8/15/2012	4.218	2,000,000.00	2,102,816.00	2,016,756.18
3133XLT73	FEDERAL HOME LOAN BANK	AAA	11/16/2007	9/14/2012	4.397	2,500,000.00	2,637,382.50	2,517,209.13
3133XML66	FEDERAL HOME LOAN BANK	AAA	12/28/2007	10/10/2012	4.158	3,000,000.00	3,165,855.00	3,016,968.61
31331VPS9	FEDERAL FARM CREDIT BANK	AAA	12/4/2008	11/6/2012	3.009	5,000,000.00	5,292,425.00	5,112,685.98
31331J2K8	FEDERAL FARM CREDIT BANK	AAA	11/23/2010	11/16/2012	0.614	3,000,000.00	3,000,099.00	2,997,396.56
3133XXKY2	FEDERAL HOME LOAN BANK	AAA	3/19/2010	5/30/2013	1.730	3,000,000.00	3,070,311.00	3,001,113.41
3133XFLF1	FEDERAL HOME LOAN BANK	AAA	11/21/2008	6/14/2013	3.785	3,000,000.00	3,282,720.00	3,086,721.87
3133XRFL9	FEDERAL HOME LOAN BANK	AAA	6/16/2008	6/14/2013	4.236	5,000,000.00	5,361,765.00	5,001,245.30
3133XRFL9	FEDERAL HOME LOAN BANK	AAA	7/17/2008	6/14/2013	4.116	5,000,000.00	5,361,765.00	5,012,154.86
31331Y2Q2	FEDERAL FARM CREDIT BANK	AAA	7/17/2008	7/8/2013	4.067	3,000,000.00	3,221,268.00	3,010,229.15
880591DW9	TENNESSEE VALLEY AUTHORITY	AAA	10/23/2008	8/1/2013	4.048	5,000,000.00	5,417,515.00	5,067,484.94
3133XPFV1	FHLB 4.02 08/13	AAA	11/21/2008	8/14/2013	3.884	2,000,000.00	2,144,552.00	2,005,331.59
3133XD6A4	FEDERAL HOME LOAN BANK	AAA	9/26/2008	9/13/2013	4.130	5,000,000.00	5,410,040.00	5,024,704.02
3133XD6A4	FEDERAL HOME LOAN BANK	AAA	10/23/2008	9/13/2013	4.131	3,000,000.00	3,246,024.00	3,014,742.00
36159CUT1	GE MONEY BANK	NR	10/8/2010	10/8/2013	1.300	250,000.00	250,000.00	250,000.00
3133XSP93	FEDERAL HOME LOAN BANK	AAA	1/23/2009	12/13/2013	2.843	5,000,000.00	5,291,585.00	5,032,314.36
31331KAA8	FEDERAL FARM CREDIT BANK	AAA	1/24/2011	1/24/2014	1.399	3,000,000.00	3,019,536.00	2,999,359.03
31331KDA5	FEDERAL FARM CREDIT BANK	AAA	2/24/2011	2/24/2014	1.649	5,000,000.00	5,040,785.00	5,001,618.06
31331KDA5	FEDERAL FARM CREDIT BANK	AAA	3/23/2011	2/24/2014	1.043	5,000,000.00	5,040,785.00	5,021,117.83
3133736G2	FEDERAL HOME LOAN BANK	AAA	4/14/2011	4/14/2014	1.625	5,000,000.00	5,002,505.00	5,000,000.00
31331JS61	FEDERAL FARM CREDIT BANK	AAA	1/18/2011	4/21/2014	1.358	3,000,000.00	3,000,366.00	2,969,002.56
313372NY6	FEDERAL HOME LOAN BANK	AAA	2/22/2011	8/22/2014	1.826	4,250,000.00	4,289,176.50	4,249,237.02
3133XUNF6	FEDERAL HOME LOAN BANK	AAA	8/28/2009	8/26/2014	3.084	3,000,000.00	3,014,595.00	3,000,758.36
31315PND7	FARMER MAC	NR	9/3/2009	9/3/2014	3.200	4,750,000.00	5,073,019.00	4,750,000.00
02004MW82	ALLY BANK UT CD	NR	10/15/2010	10/15/2014	1.750	250,000.00	250,000.00	250,000.00
05568PYZ4	BMW BK OF NA	NR	10/22/2010	10/22/2014	1.550	250,000.00	250,000.00	250,000.00
31331J2N2	FEDERAL FARM CREDIT BANK	AAA	12/9/2010	11/17/2014	1.711	5,000,000.00	5,000,610.00	4,924,964.74
31315PES4	FARMER MAC	NR	12/31/2009	12/30/2014	3.100	5,000,000.00	5,241,165.00	4,954,955.78
3133XWHU6	FEDERAL HOME LOAN BANK	AAA	1/20/2010	1/20/2015	3.000	3,000,000.00	3,039,288.00	3,000,000.00
31331JHA4	FEDERAL FARM CREDIT BANK	AAA	3/16/2010	3/16/2015	2.850	3,000,000.00	3,014,619.00	3,000,000.00
31331J3E1	FEDERAL FARM CREDIT BANK	AAA	12/9/2010	6/3/2015	1.996	5,000,000.00	5,000,945.00	4,972,661.09
3134G1KJ2	FEDERAL HOME LOAN MTG CORP	AAA	7/15/2010	7/15/2015	2.550	5,000,000.00	5,005,515.00	5,000,000.00
3134G1LN2	FEDERAL HOME LOAN MTG CORP	AAA	7/20/2010	7/20/2015	2.375	5,000,000.00	5,006,275.00	5,000,000.00
3136FM3D4	FNMA STEP CPN 15-12	AAA	7/28/2010	7/28/2015	1.500	5,000,000.00	5,005,675.00	5,000,000.00
3136FMV92	FNMA STEP-UP	AAA	7/28/2010	7/28/2015	1.750	5,000,000.00	5,007,040.00	5,000,000.00
31398A2A9	FEDERAL NATL MORTGAGE ASSN	AAA	8/5/2010	8/5/2015	2.125	5,000,000.00	5,009,605.00	5,000,000.00
3136FM5E0	FEDERAL NATL MORTGAGE ASSN	AAA	8/10/2010	8/10/2015	2.000	5,000,000.00	5,060,500.00	5,000,000.00
3134G1PD0	FEDERAL HOME LOAN MTG CORP	AAA	8/12/2010	8/12/2015	2.250	5,000,000.00	5,013,190.00	5,000,000.00
313370NE4	FEDERAL HOME LOAN BANK	AAA	8/20/2010	8/20/2015	1.609	5,000,000.00	5,036,155.00	5,004,094.75
313370RA8	FEDERAL HOME LOAN BANK	AAA	8/24/2010	8/24/2015	1.820	5,000,000.00	5,015,170.00	5,000,000.00
3136FPAD9	FEDERAL NATL MORTGAGE ASSN	AAA	8/24/2010	8/24/2015	2.000	5,000,000.00	5,014,870.00	5,000,000.00
3136FPPE3	FEDERAL NATL MORTGAGE ASSN	AAA	9/14/2010	9/14/2015	1.750	5,000,000.00	4,973,360.00	4,994,956.67
313370SX7	FHLB STEP-UP	AAA	9/15/2010	9/15/2015	1.260	3,000,000.00	3,001,860.00	2,998,738.33
31331JT45	FEDERAL FARM CREDIT BANK	AAA	10/19/2010	10/19/2015	1.500	5,000,000.00	4,985,235.00	5,000,000.00
3136FPQW0	FEDERAL NATL MORTGAGE ASSN	AAA	10/19/2010	10/19/2015	1.625	5,000,000.00	5,023,365.00	5,000,000.00
313371DL7	FEDERAL HOME LOAN BANK	AAA	10/27/2010	10/27/2015	1.725	5,000,000.00	4,992,060.00	5,000,000.00
31398A4Y5	FEDERAL NATL MORTGAGE ASSN	AAA	10/27/2010	10/27/2015	1.571	5,000,000.00	4,986,195.00	4,995,677.78
313371WT9	FEDERAL HOME LOAN BANK	AAA	12/6/2010	12/3/2015	2.082	2,400,000.00	2,407,291.20	2,396,810.68
313371VB9	FEDERAL HOME LOAN BANK	AAA	12/10/2010	12/10/2015	2.042	3,000,000.00	3,000,756.00	2,994,670.00
31315PTA7	FARMER MAC	NR	4/13/2011	3/9/2016	2.695	5,000,000.00	5,074,915.00	5,002,377.30
3133735L2	FEDERAL HOME LOAN BANK	AAA	3/30/2011	3/28/2016	1.675	5,000,000.00	5,307,120.00	5,206,372.73
31331KQQ6	FEDERAL FARM CREDIT BANK	AAA	6/29/2011	6/29/2016	2.090	5,000,000.00	4,961,485.00	5,000,000.00
3133745B2	FHLB STEP-UP	AAA	6/30/2011	6/30/2016	1.500	5,000,000.00	4,981,445.00	5,000,000.00

2.727% 261,350,000.00 267,374,261.10 261,860,914.30

Source: US Bank Safekeeping

* Values may differ from Treasurer's Cost Carried due to accretion method variation.

Notes: Federal Agricultural Mortgage Corporation securities are issued by a U.S. Government agency and are not rated. Negotiable CD's are not rated, but are FDIC insured.