



# REPORT TO COUNCIL

## City of Sacramento

915 I Street, Sacramento, CA 95814-2604  
[www.CityofSacramento.org](http://www.CityofSacramento.org)

CONSENT  
**November 18, 2008**

Honorable Mayor and  
 Members of the City Council

**Title:** Investment Report for the Quarter Ended September 30, 2008 and the  
 Monthly Transactions for the Month Ended September 30, 2008

**Location/Council District:** Citywide

**Recommendation:** 1) Adopt a **Resolution** approving the City Investment Policy and delegate investment authority to the City Treasurer for the next 12 months; and 2) accept the Quarterly Investment Report for quarter ended September 30, 2008 and the Monthly Investment Transactions for the month ended September 30, 2008.

**Contacts:** Lydia Abreu, Investment and Operations Manager, 808-7746; John Colville, Senior Investment Officer, 808-8297; Shirley Tupaz, Investment Operations Analyst, 808-8295

**Presenters:** None

**Department:** City Treasurer

**Division:** Investment and Operations

**Organization No:** 0900

### Description/Analysis:

**Issue:** Quarterly Investment Reports are required by California Government Code, Statutes of 1996, Chapter 749 and Statutes of 1995, Chapter 783. Chapter 783 also requires that the City Council consider the City Treasurer's Investment Policies and any proposed changes or revisions.

**Policy Considerations:** The City Council has previously reviewed and approved the City's Investment Policy. The last revision to the City Investment Policy was approved by the City Council on May 23, 2006. This report does not recommend any additional amendments to the City's Investment Policy at this time.

### Environmental Considerations:

**California Environmental Quality Act (CEQA):** Under the California



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Environmental Quality Act (QEDA) guidelines, continuing administrative activities do not constitute a project and are therefore exempt from review.

**Sustainability Considerations:** There are no sustainability considerations applicable to this action.

**Commission/Committee Action:** None

**Rationale for Recommendation:** The City Treasurer is responsible for investing and reporting in accordance with the authority granted by City Charter Section 73, City Council ordinances and resolutions.

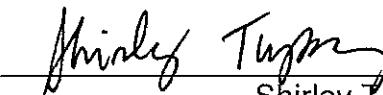
**Financial Considerations:** None.

**Emerging Small Business Development (ESBD):** Not Applicable.

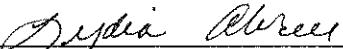
Respectfully Submitted by:

  
John Colville  
Senior Investment Officer

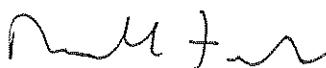
Respectfully Submitted by:

  
Shirley Tupaz  
Investment Operations Analyst

Approved by:

  
Lydia Abreu  
Investment and Operations Manager

Recommendation Approved:

  
Russell Fehr  
City Treasurer

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**Attachment 1**

**Background:**

California Government Code Chapter 749, Statutes of 1996 and Chapter 783, Statutes of 1995 were enacted to help avoid a repeat of the December 1994 Orange County investment fiasco which resulted in investment losses exceeding \$1.7 billion for Orange County and other local government entities. The City's first Chapter 783 quarterly investment report in compliance with this legislation was heard by City Council on May 7, 1996. The City's first Chapter 749 monthly transaction report was presented to City Council on March 18, 1997. AB 2853 was enacted effective September 2004 through the Budget Acts which had suspended these mandates through the elimination of funding. The Legislature encourages local agency officials to continue taking the actions formerly mandated. This report is submitted to City Council which combines both reporting requirements.

**CHAPTER 783**

Chapter 783 has two main requirements. The first is that the City Council annually considers the City Treasurer's investment policies and any proposed changes or revisions. The City Council first approved the City Treasurer's investment policies in 1978. City Council has approved minor technical modifications in the past including an amendment related to SHRA on March 18, 2003. The City Council approved a revised Investment Policy that is California Government Code compliant on February 24, 2004. The last revision to the City Investment Policy (**Exhibit A**) was approved by the City Council on May 23, 2006.

This report addresses the second main requirement which focuses on prompt and full reporting of all securities held by the City Treasurer and under management of any outside party. Chapter 783 specifies that the quarterly investment report shall:

"....include the type of investment, issuer, date of maturity par and dollar amount invested on all securities, investments and moneys held by the local agency, and shall additionally include a description of any of the local agency's funds, investments, or programs, that are under the management of contracted parties, including lending programs. With respect to all securities held by the local agency, and under management of any outside party that is not also a local agency or the State of California Local Agency Investment Fund, the report shall also include a current market value as of the date of the report, and shall include the source of this same valuation."

"....State compliance of the portfolio to the statement of investment policy, or manner in which the portfolio is not in compliance."

"....include a statement denoting the ability of the local agency to meet its pool's expenditure requirements for the next six months, or provide an explanation as to why sufficient money shall, or may, not be available."

*INVESTMENTS HELD*

**City Investment Pool A** is a short-term investment vehicle for the cash balances of all operating funds of the City of Sacramento. Investments purchased for this pool are invested according to the investment guidelines of government code (Sections 53601 & 53635) and may be expanded to include investments deemed prudent by the City Treasurer. **Exhibit C** illustrates the portfolio composition and performance comparison. **Exhibit C-1** is a detailed list of the investments held as of September 30, 2008.

The **Ethel MacLeod Hart Mutual Endowment Fund** for Senior Citizens is a bequest to the City of Sacramento to be used for constructing and maintaining a facility available to senior citizens for their use, enjoyment and comfort. The Ethel MacLeod Hart Advisory Committee was appointed by the Mayor to provide advice to City staff and the City Council on the appropriate use of the funds consistent with the terms of the bequest and intent of the donor. The Committee is composed of seven members including individual senior citizens and representatives from senior citizen advocacy and advisory organizations. The Committee advises the City Council on the appropriate use of the funds; City Council authorized the City Treasurer to prudently invest the monies. **Exhibit D** is a detailed list of the investments held as of September 30, 2008.

The **Ann Land/Bertha Henschel Endowment Fund** was set up to collectively manage the investment of proceeds from two separate donations to the City of Sacramento. In 1914 William Land donated \$271,720 to the City for the poor, indigent, and needy citizens in Sacramento in memory of his mother. In 1953 a similar gift of \$278,000 was given by Bertha Henschel and several others. The original bequests are to remain in perpetuity but all income derived from these funds is to be paid to benefit the indigent and needy citizens of Sacramento. The Ann Land-Bertha Henschel Memorial Funds Commission was created and exists pursuant to the provisions of the Sacramento City Code. The Commission consists of eight members appointed by the Mayor and Council. The Commission is responsible for the disbursement of the income from the funds, while the City Treasurer has the authority and responsibility for the investment of the funds. **Exhibit E** is a detailed list of the investments held as of September 30, 2008.

**City Funds with a Third Party Trustee** consists of proceeds from debt financing and monies for the City's deferred compensation program. Debt financing is generally for specific purposes and has various restrictions imposed by bond covenants. To protect the interests of the concerned parties, the proceeds are held by a third party trustee in various distinct accounts. Bank of New York and U.S. Bank are the trustees currently used by the City of Sacramento. **Exhibit F** is a detailed list of the investments held as of September 30, 2008.

The City has a **Deferred Compensation program** established under the guidelines of the Internal Revenue Code Section 457. Currently the funds are held in a Trust exclusively for the benefit of the contributing employees. The program is administered and the investments managed under the guidance of the International City Management Association Retirement Corporation (ICMA-RC). As of September 30, 2008, City assets held in a trust for the exclusive use of City employees by ICMA-RC total \$217,751,671.46

**Securities Lending** is a program wherein investments that we currently own are lent to other parties. This enables us to earn additional income for City Pool A, SHRA and SCERS. This program is managed by the Bank of New York, which also performs the custody services for the City of Sacramento. **Exhibit G** is a summary of the collateral held as of September 30, 2008.

**Non-City Funds** are either trust funds or non-City entities whose accounting records are maintained by the City. These funds have their operating cash invested in the City's Pool A. Therefore, their investments outstanding as of September 30, 2008 would be their pro-rata share of the investments as shown in **Exhibit C**. These funds and the amount that they have invested in Pool A as of September 30, 2008 are listed in **Exhibit H**.

**Sacramento Housing and Redevelopment Agency (SHRA) Funds** are federal, local operating or bond proceeds managed by the City Treasurer at the request of SHRA. These funds, and the security lending activity associated with these funds, as well as SHRA Funds held with a third party trustee, are reported to City Council for informational purposes only (**Exhibits I-1 & I-2**, respectively). SHRA will report separately to the appropriate SHRA oversight entity pursuant to Chapter 783, Statutes of 1995. By reporting these funds in this report, the City Treasurer does not warrant or represent compliance with the investment policy adopted by SHRA or that sufficient monies are available to meet SHRA's cash flow needs for the next six months.

**The Sacramento City Employees' Retirement System (SCERS)** is a closed-end fund for employees who worked for the City of Sacramento prior to 1977. As set by City Charter, a five-member Administration, Investment and Fiscal Management Board (Board) oversees the investments of SCERS. Monthly and quarterly investment reports are presented to this Board by the City Treasurer. These reports are available in the Office of the City Treasurer for review. **Exhibit J** is a detailed list of the investments held as of September 30, 2008.

**The George H. Clark Memorial Scholarship Fund** was established in 1951 through a will executed by George H. Clark in 1921. The fund provides scholarship benefits that will help defray the expenses incidental to providing a college education for the high school senior student, male or female, who attains the highest degree of success throughout his or her high school experience. The George H. Clark Memorial Scholarship Trust Fund was established in agreement with the Mayor of the City of Sacramento, the Superintendent of the Sacramento City Unified School District, and the Principal of the most populous high school in the City of Sacramento. **Exhibit K** is a detailed list of investments held as of September 30, 2008.

**Earl William's Endowment of the United Way of Sacramento** is a non-City entity and the City Treasurer provides investment management services with City Council approval by Resolution No. 99-370, approved and adopted by the City Council on September 29, 1999. **Exhibit L-1** is a detailed list of the investments held as of September 30, 2008.

**Capitol Area Development Authority (CADA)** is an Authority governed in part by a Joint Exercise of Powers Agreement, dated July 1, 1978. Section 10<sup>©</sup> of that Agreement provides that the Director of Finance of the City is designated as the Controller of the Authority with the powers establish by Government Code § 6505.5 Section 20. Its funds

are Federal and local operating revenues managed by the City Treasurer within Pool A portfolio, at the request of CADA. **Exhibit L-2** is a detailed list of the investments held as of September 30, 2008.

**American River Flood Control District (ARFCD)** - On August 24, 2004, the City Council approved and authorized the City Treasurer to accept the American River Flood Control District (ARFCD) reserve funds to be invested in the City of Sacramento's Pool A portfolio. **Exhibit L-3** is a detailed list of investments held as of September 30, 2008.

**The Natomas Basin Conservancy (TNBC)** serves as a "Plan Operator" for the Natomas Basin. Its mission is to promote biological conservation along with economic development and continuation of agriculture in the Natomas Basin. TNBC is a non-City entity whose funds are managed by the City Treasurer within the City of Sacramento's Pool A. **Exhibit L-4** is a detailed list of investments held as of September 30, 2008.

**Sacramento Public Library Authority (SPLA)** is a Joint Powers Authority (JPA) formed by City and the County on August 31, 1993. The JPA agreement was restructured effective July 1, 2007 to add the five surrounding cities and included certain administrative changes. Subsequently, the Board of Directors of the JPA appointed the Deputy Director, Administrative Services as Treasurer and Auditor and approved the investment policy authorizing the investment of JPA funds in the City's Pool A portfolio. As of September 30, 2008 the SPLA funds are 100% invested in the City's Pool A as detailed in **Exhibit L-5**.

#### *COMPLIANCE WITH INVESTMENT POLICY*

The City investments held are in compliance with the City Treasurer's previously reviewed, and current Investment Policy except for the following:

- No exceptions

#### *ABILITY TO MEET EXPENDITURES REQUIREMENT*

Based on the City Council's adopted City budget, past revenue and expenditure trends and economic forecasts, the City Treasurer projects that the City has sufficient monies on hand, anticipated revenues, and/or investments maturing to meet the City's expenditure requirements through March 31, 2009.

#### CHAPTER 749

Chapter 749 has two main points. The first point states that the City Council is authorized to annually delegate authority to the City Treasurer to invest or reinvest City funds and to sell or exchange securities purchased for a period of one year. After the delegation, the City Treasurer shall assume full responsibility for the transactions until the delegation of authority is revoked or the one-year period expires. The attached Resolution delegates this authority. The second point requires the City Treasurer to submit a monthly report of the transactions to the City Council. For informational purposes, we have taken this

opportunity to include the transactions of all the monies the City Treasurer invests in lieu of only the required Local Agency funds. The transactions for the month ended September 30, 2008 are attached as follows:

- Exhibit M: Summary of Transactions
- Exhibit N: City Investment Pool A
- Exhibit O: The Ethel MacLeod Hart Mutual Endowment Fund
- Exhibit P: The Ann Land/Bertha Henschel Endowment Fund
- Exhibit Q: George H. Clark Memorial Scholarship Fund  
                    Outside Agency Funds
- Exhibit R: Sacramento Housing and Redevelopment Agency (SHRA)
- Exhibit S-1: SCERS Fixed Bonds
- Exhibit S-2: SCERS Equity Income
- Exhibit S-3: SCERS Large Capital Growth
- Exhibit S-4: SCERS S&P Barra Value
- Exhibit S-5: SCERS International
- Exhibit T: Capitol Area Development Authority (CADA)
- Exhibit U: United Way
- Exhibit V: American River Flood Control District (ARFCD)
- Exhibit W: The Natomas Basin Conservancy (TNBC)
- Exhibit X: Sacramento Public Library Authority (SPLA)

**RESOLUTION NO. 2008-**

Adopted by the Sacramento City Council

November 18, 2008

**APPROVING THE CITY OF SACRAMENTO'S INVESTMENT POLICY  
AND THE DELEGATION OF AUTHORITY TO THE CITY TREASURER**

**BACKGROUND**

- A. California Government Code Chapter 749, Statutes of 1996 authorized the legislative body of a local government to delegate its investment authority to the Treasurer of the local agency for a one-year period.
- B. The City Council has reviewed the City of Sacramento's Investment Policy, as Exhibit A.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL  
RESOLVES AS FOLLOWS:**

- Section 1. The City Council approves the Investment Policy attached as Exhibit A. The Investment Funds shall be invested in consideration of the City's amended Investment Policy and City Resolutions 89-167 and 95-108, herein incorporated as Exhibit B.
- Section 2. In accordance with the authority granted by City Charter Section 73, City Council ordinances and resolutions authorize the City Treasurer to invest and report upon surplus funds.
- Section 3. The City Treasurer shall assume full responsibility for the transactions until delegation of authority is revoked or the one-year period expires.

**Table of Contents:**

Exhibit A: City of Sacramento Investment Policy

Exhibit B: Resolution No. 89-167 and Resolution No. 95-108

Investment Report Quarter and Month Ended September 30, 2008 November 18, 2008

PASSED AND ADOPTED by the City of Sacramento City Council on November 18, 2008  
by the following vote:

Ayes:

Noes:

Abstain:

Absent:

---

Mayor Heather Fargo

ATTEST:

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Shirley Concolino, City Clerk

**CITY OF SACRAMENTO  
Investment Policy**

**I. INTRODUCTION**

The purpose of this document is to state the policies and procedures that enhance opportunities for a prudent and systematic investment process within the City of Sacramento Treasurer's office. The City Treasurer is responsible for investing and reporting upon the surplus funds in the City Treasury in accordance with the authority granted by City Charter Section 73, City Council ordinances and resolutions, California Government Code, the Administration, Investment and Fiscal Management Board of the Sacramento City Employees Retirement System (SCERS), the Ann Land/Bertha Henschel Memorial Fund Commission, the Ethel MacLeod Hart Fund Commission, George H. Clark Scholarship Memorial Fund Trustees, Sacramento Housing and Redevelopment Agency Ordinances and resolutions, and other entities as approved by the City Council.

**II. INVESTMENT POLICY**

The investment policy of the City of Sacramento is established in the Sacramento City Code and authorizes the City Treasurer to make investments deemed wise and prudent. As it pertains to City investment Pool A and public funds invested with the City of Sacramento, the Treasurer with the approval of City Council determined that the investment would be consistent with California Government Code Sections 53600.5 and 53601 compliant. However, when in the opinion of the City Treasurer deviation from these current guidelines is prudent and in the best interest of the City, the City Treasurer shall seek City Council approval to expand the guidelines of the government code program to make such investments.

- A. Investment program goals and objectives, on a portfolio-by-portfolio basis;
- B. Programs applying recognized portfolio management techniques;
- C. Delegation of investment authority limits for staff, and
- D. Investment Committee strategies approved by the City Treasurer.

**III. INVESTMENT PROGRAM GOAL**

The primary investment goal of the City Treasurer is to earn a maximum rate of return on investments that follow "Prudent Person" guidelines as outlined in California Civil Code Section 2261, California Government Code Section 53600.3 or other investment

CITY OF SACRAMENTO

Investment Policy

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management portfolio guidelines that are considered standards for the investment of public and trust funds.

**IV. OBJECTIVE**

A. SCERS

- To earn a rate of return from investments at least equal to the actuarial earnings assumption of the SCERS through the prudent implementation of investment policy, guidelines and approved current investment strategy.

B. CITY POOL A OR OTHER CITY PUBLIC INVESTMENT FUNDS

- To earn a rate of return from investment at least equal to the Local Agency Investment Fund of the State of California or other appropriate index through the prudent implementation of investment policy, guidelines and approved current investment strategy. The allowable investments for purchase without previous City Council approval to purchase and deemed prudent by the City Treasurer are shown as *Exhibit A-1* (Allowable Investment Instruments per State Government Code 53601).

C. SACRAMENTO HOUSING AND REDEVELOPMENT AGENCY (SHRA)

- Pool D
  - For investment of federal funds the primary objective is liquidity and safety. The funds, as identified by SHRA, will be invested in U.S. Government securities and investments. It should be invested prudently in conformance with federal regulations and scheduled to mature to meet the estimated cash needs of SHRA.
  - For non-federal funds, to be in conformance with State investment guidelines for local governmental entities, especially redevelopment agencies. To earn a rate of return from investment at least equal to the Local Agency Investment Fund of the State of California or other appropriate index through the prudent implementation of investment policy, guidelines and approved current investment strategy.
- Other SHRA Pools
  - The primary objective is liquidity and safety. The funds will be invested consistent with State investment guidelines and bond

## **Exhibit A**

CITY OF SACRAMENTO

Investment Policy

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covenants and using prudent investment practices in accordance with SHRA's investment guidelines and approved current investment strategy.

**D. TRUST FUNDS OR OTHER INVESTMENT FUNDS MANAGED BY THE CITY TREASUER WITH CITY COUNCIL APPROVAL AS OUTLINED IN *Exhibit A-2*.**

- To earn a rate of return from investments that maximizes interest income through the prudent implementation of investment policy, guidelines and approved current investment strategy.

**V. ADDITIONAL CONSIDERATIONS**

**A. IMPORTANT FACTORS TO CONSIDER**

- Portfolio management shall be conducted in a prudent manner, and
- Reasonable care shall be taken with respect to the preservation of principal of invested capital, and
- The City's investment portfolios shall maximize earnings after consideration that the portfolio is sufficiently liquid to meet all operating requirements.

**B. IMPLEMENTATION STRATEGIES AND GUIDELINES**

The following strategies should be considered:

- Credit and financial analysis for selection of approved investments and/or issuers;
- Routine reviews of current U.S. economic policy;
- Analysis and interpretation of Federal Reserve policy;
- Interface with Wall Street economists;
- Maintenance and forecast of yield curve patterns;
- Awareness of market conditions and ability to execute orders;
- Routine reviews of investments and funds available to assure maximum return is achieved;
- Routine reports on investment activity consummated and investment results
- Development and maintenance of investment manuals for each investment portfolio managed, and
- Routine reviews of investment policy and strategies at Investment Committee meetings.

**C. RECOGNIZED PORTFOLIO MANAGEMENT TECHNIQUES**

## Exhibit A

### CITY OF SACRAMENTO

#### Investment Policy

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- Rate anticipation swaps on the condition that no more than 10% of any investment portfolio may be in such condition at any given time.
- Arbitrage swaps, which take advantage of additional, yield by switching from the same or an equivalent security in order to take advantage of unusual price discrepancies. For the above to be considered as execution of recognized portfolio management techniques, the following requirements regarding the maturity date of the instrument ultimately purchased are as follows:

For securities that mature within 3 years from date of initial action:

The maturity date of the investment ultimately purchased must be within 30 days prior to or after the maturity date of the security initially owned.

For securities that mature longer than 3 years from date of original action:

The maturity date of the investment ultimately purchased must be within 6 months prior to or after the maturity date of the investment security initially owned.

- Sector and/or time spread swaps, which take advantage of the potential for additional yield by restructuring the portfolio when normal relationships are out of line.
- Reverse Repurchase Agreements or Security Loans to enhance investment income of the portfolio.
- Interfund Purchase – Sales are only permitted to maximize the investment income of the affected managed funds, whenever the internal handling costs would be exorbitant or a temporary price distortion would occur in the market place as a result of the restricted marketability of the investment vehicle to be sold. Such transactions shall be made in compliance with the adopted Interfund Investment Transfer Procedures.

#### D. BOOKKEEPING GAINS (LOSSES)

- Net gain (loss) limits
- Bookkeeping losses for investment portfolio management techniques are permitted so long as the ultimate interest income earned from an alternative investment exceeds the bookkeeping loss. Bookkeeping gains (losses) not to exceed \$10,000 on a single sale are within the authority of the Investment and Operations Manager. Any bookkeeping gains (losses) to be incurred in excess of \$10,000 in a single sale must first be approved by the Assistant City Treasurer, with a maximum limit on net-booked gains (losses) of \$100,000 per month without further approval of the City Treasurer. The

## Exhibit A

CITY OF SACRAMENTO

Investment Policy

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intent of the trading operation is to enhance investment income and maintain a net trading benefit position.

- Net trading benefit position is defined as the additional net investment income that will be earned as a result of the execution of portfolio management techniques. The criteria to measure such benefits will be to calculate the net investment income that would have been earned from an authorized investment security had the portfolio management technique not been executed, and comparing this amount to the net investment income that will be earned as a result of execution of the portfolio management technique.

### E. QUALIFICATION OF BROKER, DEALERS, AND FINANCIAL INSTITUTIONS:

- Authorized broker/dealers and financial institutions will be selected and evaluated pursuant to the City Treasurer's Broker/Dealer Selection Policy. The procedure considers such issues as services provided, credit characteristics and financial history of the firm, and the evaluation of the "Success/Opportunity Ratio" throughout the period in which the firm is transacting business with the City.

## VI. DELEGATION OF INVESTMENT AUTHORITY

### A. The City Treasurer delegates investment authority to the following:

- Assistant City Treasurer
- Chief Investment Officer
- Investment and Operations Manager
- Investment Officer(s)

### B. Investment transactions in excess of trading limits are to be directed and approved by the City Treasurer.

### C. Trading limits are established for transactions not covered in Section VI-B, above.

Trading limits authorize investment transactions as follows:

- City Treasurer:  
10% of the investment portfolio(s) at any time, with additional authority as justified by the occasion. A report will be made to the appropriate entity when more than 10% of the portfolio is traded at one time.
- Assistant City Treasurer

CITY OF SACRAMENTO

Investment Policy

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7.5% of the investment portfolio(s) at any time without additional approval of the City Treasurer.

- Chief Investment Officer:  
5% of the investment portfolio(s) at any time without additional approval of the City Treasurer or Assistant City Treasurer.
- Investment and Operations Manager:  
4% of the investment portfolio(s) at any time without additional approval of the City Treasurer or Assistant City Treasurer.
- Senior Investment Officer:  
3% of the investment portfolio(s) without prior approval of the Investment and Operations Manager.
- Investment Officer II:  
1-1/2% of the investment portfolio(s) without prior approval of the Sr. Investment Officer.
- Investment Officer I:  
May execute a transaction of up to \$5MM in Repo without prior approval of Sr. Investment Officer.
- Trading limit guidelines and definitions:  
The transaction limits (except Repo) apply to one side of a trade.  
Example: a \$2MM security is sold, a \$2MM security may be purchased. This should not be construed to mean that the authority allows \$4MM in purchases.
- Trading limits permit investment staff limited discretion for investment selections that may not have been approved in advance by the City Treasurer or the appropriate regulatory body.
- Transactions falling into the trading limit category should be reported to the City Treasurer within 48 hours and at the next scheduled Investment Committee meeting.
- Trading limits do not authorize over-trading, churning or chaining investment activity.

**VII. INVESTMENT STRATEGIES**

- A. An Investment Committee is established and comprised of the following:

**Exhibit A**

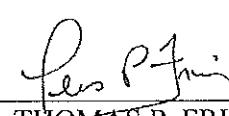
CITY OF SACRAMENTO  
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- City Treasurer
- Assistant City Treasurer
- Chief Investment Officer
- Investment and Operations Manager
- Investment Officer(s)

The intent of the Investment Committee is to report and review all investment activity and investment strategies. The Investment Committee will meet periodically, as prudent and required.

Investment strategies, which have been approved by the City Treasurer, shall be in force and implemented through the direction of the Assistant City Treasurer. Investment strategies will be reviewed at least quarterly.

Approved:



THOMAS P. FRIERY  
City Treasurer

Date: May 23, 2006

City of Sacramento  
Tax ID# 94-6000410

## Exhibit A-1

FIGURE 1

ALLOWABLE INVESTMENT INSTRUMENTS  
PER STATE GOVERNMENT CODE (AS OF JANUARY 1, 2007)<sup>A</sup>  
APPLICABLE TO ALL LOCAL AGENCIES<sup>B</sup>

*see "Table of Notes for Figure 1" on the next page for footnotes related to this figure*

INVESTMENT INSTRUMENT	MAXIMUM Maturity <sup>C</sup>	MAXIMUM AMOUNT <sup>D</sup>	MINIMUM ODDITY <sup>E</sup> RATING <sup>F</sup>
LOCAL AGENCY BONDS	5 YEARS	— NONE —	— NONE —
U.S. TREASURY OBLIGATIONS	5 YEARS	— NONE —	— NONE —
STATE OF CA OBLIGATIONS	5 YEARS	— NONE —	— NONE —
CA LOCAL AGENCY OBLIGATIONS	5 YEARS	— NONE —	— NONE —
U.S AGENCIES	5 YEARS	— NONE —	— NONE —
BANKERS' ACCEPTANCES	180 DAYS	40% <sup>E</sup>	— NONE —
COMMERCIAL PAPER —SELECT AGENCIES <sup>F</sup>	270 DAYS	25% OF THE AGENCY'S MONEY <sup>G</sup>	"A-1/P-1/F-1"; <i>if the issuer has issued long-term debt it must be rated "A" with- out regard to modifiers<sup>H</sup></i>
COMMERCIAL PAPER —OTHER AGENCIES <sup>I</sup>	270 DAYS	40% OF THE AGENCY'S MONEY <sup>J</sup>	"A-1/P-1/F-1"; <i>if the issuer has issued long-term debt it must be rated "A" with- out regard to modifiers<sup>H</sup></i>
NEGOTIABLE CERTIFICATES OF DEPOSIT	5 YEARS	30% <sup>K</sup>	— NONE —
CD PLACEMENT SERVICE	5 YEARS	30% <sup>K</sup>	— NONE —
REPURCHASE AGREEMENTS	1 YEAR	— NONE —	— NONE —
REVERSE REPURCHASE AGREEMENTS AND SECURITIES LENDING AGREEMENTS	92 DAYS <sup>I</sup>	20% OF THE BASE VALUE OF THE PORTFOLIO	— NONE — <sup>M</sup>
MEDIUM-TERM NOTES <sup>N</sup>	5 YEARS	30%	"A" RATING
MUTUAL FUNDS AND MONEY MARKET MUTUAL FUNDS	N/A	20% <sup>O</sup>	MULTIPLE <sup>P,Q</sup>
COLLATERALIZED BANK DEPOSITS	5 YEARS	— NONE —	— NONE —
MORTGAGE PASS-THROUGH SECURITIES	5 YEARS	20%	"AA" RATING <sup>R</sup>
BANK/TIME DEPOSITS	5 YEARS	— NONE —	— NONE —
COUNTY POOLED INVESTMENT FUNDS	N/A	— NONE —	— NONE —
JOINT POWERS AUTHORITY POOL	N/A	— NONE —	MULTIPLE <sup>S</sup>
LOCAL AGENCY INVESTMENT FUND (LAIF)	N/A	— NONE —	— NONE —

## Exhibit A-1

(A) 502(g)(1)(B)(ii) (C)(1)(G)(1)	
<p>A. Sources: Government Code Sections 16429.1, 53601, 53601.8, 53635, and 53638.</p> <p>B. Municipal Utilities Districts have the authority under the Public Utilities Code Section 12871 to invest in certain securities not addressed here.</p> <p>C. Government Code Section 53601 provides that the maximum term of any investment authorized under this section, unless otherwise stated, is five years. However, the legislative body may grant express authority to make investments either specifically or as a part of an investment program approved by the legislative body that exceeds this five year maturity limit. Such approval must be issued no less than three months prior to the purchase of any security exceeding the five-year maturity limit.</p> <p>D. Percentages apply to all portfolio investments regardless of source of funds. For instance, cash from a reverse repurchase agreement would be subject to the restrictions.</p> <p>E. No more than 30 percent of the agency's money may be in Bankers' Acceptances of any one commercial bank.</p> <p>F. "Select Agencies" are defined as a "city, a district, or other local agency that does] not pool money in deposits or investment with other local agencies, other than local agencies that have the same governing body."</p> <p>G. No more than 10 percent of agency's money may be invested in any one issuer's commercial paper.</p> <p>H. Issuing corporation must be organized and operating with the U.S. and have assets in excess of \$500,000,000.</p> <p>I. "Other Agencies" are counties, a city and county, or other local agency "that pools money in deposits or investments with other local agencies, including local agencies that have the same governing body." Local agencies that pool exclusively with other local agencies that have the same governing body must adhere to the limits set for "Select Agencies," above.</p> <p>J. No more than 10 percent of the agency's money may be invested in the Commercial Paper of any one corporate issuer.</p> <p>K. No more than 30 percent of the agency's total funds may be invested in CDs authorized under Sections 53601.8, 53635.8, and 53601 (h) combined.</p>	<p>L. Reverse repurchase agreements or securities lending agreements may exceed the 92-day term if the agreement includes a written codicil guaranteeing a minimum earning or spread for the entire period between the sale of a security using a reverse repurchase agreement or securities lending agreement and the final maturity dates of the same security.</p> <p>M. Reverse repurchase agreements must be made with primary dealers of the Federal Reserve Bank of New York or with a nationally or state chartered bank that has a significant relationship with the local agency. The local agency must have held the securities used for the agreements for at least 30 days.</p> <p>N. "Medium-term notes" are defined in Government Code Section 53601 as "all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating with the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S."</p> <p>O. No more than 10 percent invested in any one mutual fund.</p> <p>P. A mutual fund must receive the highest ranking by not less than two nationally recognized rating agencies or the fund must retain an investment advisor who is registered with the SEC (or exempt from registration), has assets under management in excess of \$500 million, and has at least five years experience investing in instruments authorized by Government Code Sections 53601 and 53635.</p> <p>Q. A money market mutual fund must receive the highest ranking by not less than two nationally recognized statistical rating organizations or retain an investment advisor registered with the SEC or exempt from registration and who has not less than five years experience investing in money market instruments with assets under management in excess of \$500 million.</p> <p>R. Issuer must have an "A" rating or better for the issuer's debt as provided by a nationally recognized rating agency.</p> <p>S. A joint powers authority pool must retain an investment advisor who is registered with the SEC (or exempt from registration), has assets under management in excess of \$500 million, and has at least five years experience investing in instruments authorized by Government Code Section 53601, subdivisions (a) to (n).</p>

**Exhibit A-2**

CITY OF SACRAMENTO  
Investment Policy  
Chapter IV, Section D.

**TRUST FUNDS AND OTHER INVESTMENT FUNDS**

Ann Land/Bertha Henschel Public Trust Mutual Fund

Ethel Macleod Hart Fund

George H. Clark Memorial Scholarship

Capital Area Development Authority

United Way of Sacramento

The Natomas Basin Conservancy

Sacramento Public Library Authority

American River Flood Control District

## RESOLUTION NO. 89-167

ADOPTED BY THE SACRAMENTO CITY COUNCIL ON DATE OF

FEB 28 1989

A RESOLUTION AMENDING RESOLUTION NO. 446, ADOPTED DECEMBER 17, 1964, RELATING TO THE AUTHORIZATION OF THE INVESTMENT OF SURPLUS MONEY IN THE TREASURY OF THE CITY OF SACRAMENTO

WHEREAS, Government Code Section 53601 provides that investment of municipal funds cannot be made in certain securities having a term remaining to maturity in excess of five years unless the legislative body has approved such investments as part of an investment program, no less than three months prior to the investment; and

WHEREAS, the City Treasurer has recommended that the City Council amend Resolution 446, relating to investment of surplus funds by the City Treasurer, to provide that the Treasurer's authority extend to investments having a term remaining to maturity in excess of five years;

NOW THEREFORE BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO:

1. Resolution No. 446 is hereby amended to read as follows under item 1: "The City Treasurer is hereby authorized and instructed to invest such portion of any such surplus in such a manner as he deems wise and prudent as long as such investments are legal for cities as set forth in the Government Code of the State of California. This includes those investments with maturities in excess of five years."

Anne Reeder  
Mayor

ATTEST:

Anne J. Mason  
ACTING City Clerk

89-167  
RESOLUTION NO. 89-167  
FEB 28 1989

95-108

## RESOLUTION NO.

ADOPTED BY THE SACRAMENTO CITY COUNCIL

MAR 14 1995

ON DATE OF \_\_\_\_\_

### RESOLUTION STATING THE CITY COUNCIL'S PRINCIPLES REGARDING LOCAL INVESTMENT AUTHORITY

WHEREAS, as the result of the December 1994 Orange County investment problem, legislation has been introduced which may adversely impact the City's investment program, and

WHEREAS, the City Council believes that the City has a sound and prudent investment program, and

WHEREAS, the City Council believes that local control of City finance, including the investment program, should be maintained,

NOW, THEREFORE, BE IT RESOLVED that the City Council hereby adopts the following eight principles regarding local investment authority:

1. The Sacramento City Council has sole authority and responsibility for City investment policies.
2. The City Treasurer, pursuant to authority granted by the City Charter and the City Council, is responsible for the prudent investment of City funds.
3. Full disclosure and prompt reporting of investment policy, strategies, programs and actual investments is required.
4. City officials involved in the investment programs are held to the "prudent person" standard, which requires sufficient expertise, experience and training to make knowledgeable and informed investment decisions.

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FOR CITY CLERK USE ONLY

95-108

RESOLUTION NO.: \_\_\_\_\_

MAR 14 1995

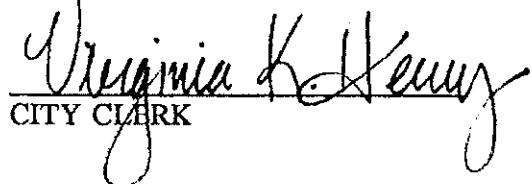
DATE ADOPTED: \_\_\_\_\_

5. City officials involved in the investment programs have a fiduciary responsibility for the monies managed.
6. Speculative investments are prohibited.
7. Internal controls, reviews and reporting procedures must be maintained to assure adherence to these principles.
8. Investments should be evaluated first to meet the cash flow needs of the City, second for safety of principal, third for liquidity, and lastly for yield.



*Joe L. Kennedy, Jr.*  
MAYOR

ATTEST



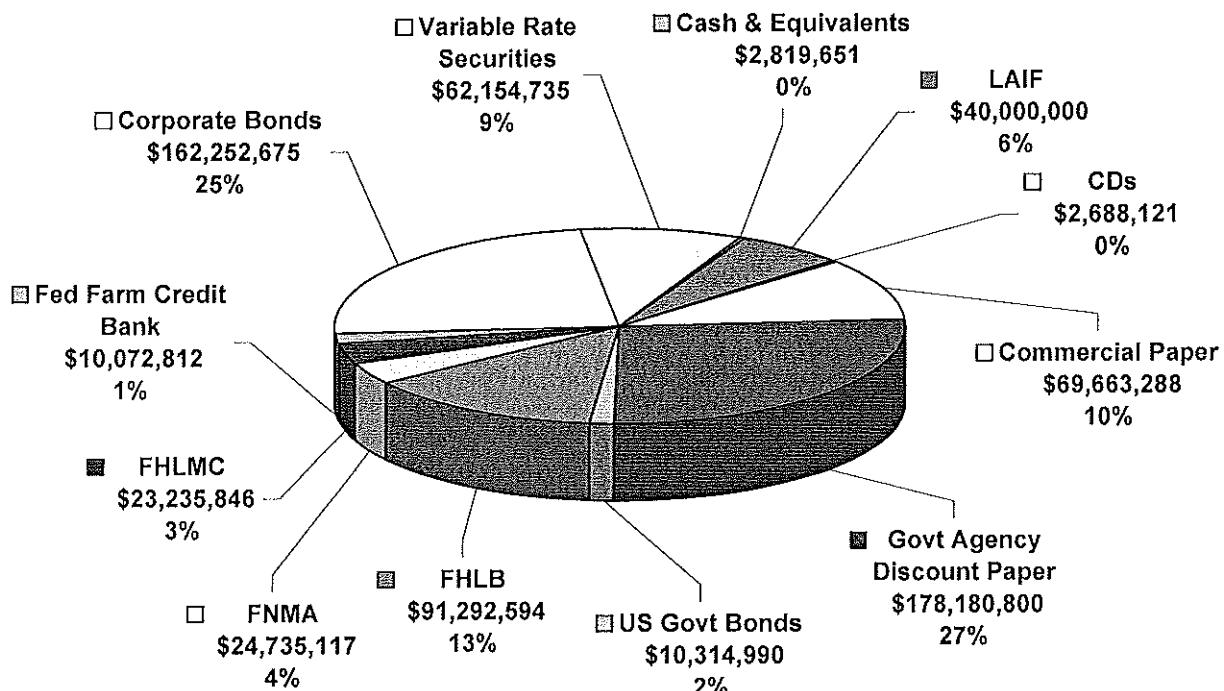
*Virginia K. Henry*  
CITY CLERK

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FOR CITY CLERK USE ONLY

RESOLUTION NO.: 95-108  
DATE ADOPTED: MAR 14 1995

**City of Sacramento Pool A  
PORTFOLIO COMPOSITION  
(Including Accrued Interest)  
\$677 Million  
September 30, 2008**

**DISTRIBUTION BY MATURITY**

Maturity	Market Value	%
Under 1 Yr	\$ 405,581,505	59.87%
1 Yr - 2 Yrs	\$ 63,804,198	9.42%
2 Yrs - 3 Yrs	\$ 56,384,515	8.32%
3 Yrs - 4 Yrs	\$ 34,612,356	5.11%
4 Yrs - 5 Yrs	\$ 117,028,055	17.28%
<b>TOTAL</b>	<b>\$ 677,410,629</b>	<b>100.00%</b>

**WEIGHTED AVERAGES**

Yield To Maturity	3.60
Maturity (yrs)	1.50
Coupon (%)	3.55
Duration	1.40

**PERFORMANCE COMPARISON**

Interval	City Pool A	Comparative Indices <sup>1</sup>			
		LAIF	MLPFS	90-Day T-Bill	Fed Funds
FY 2009:					
1st Qtr FY 2009	<b>3.60%</b>	2.77%	2.19%	1.45%	1.65%
FY 2008	<b>4.50%</b>	4.33%	3.86%	2.81%	3.56%
FY 2007	<b>4.80%</b>	5.12%	4.66%	4.98%	5.25%
FY 2006	<b>3.66%</b>	3.85%	3.51%	4.04%	4.20%
FY 2005	<b>2.54%</b>	2.23%	1.57%	2.20%	2.18%
FY 2004	<b>2.43%</b>	1.53%	0.53%	0.97%	1.00%

<sup>1</sup> LAIF - Local Agency Investment Fund managed by the State Treasurer; MLPFS - Merrill Lynch invests in short-term money market securities with average maturity of 90 days; 90-Day T-Bill - US Treasury Bills with maturity of 90 days; Fed Funds - the lending rate charged by banks when banks borrow from each other overnight









City of Sacramento  
Asset Listing  
***Ethel Hart Mutual Endowment Fund***  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
73755L107	pot	Potash Corp Sask Inc Com			150	35,173	19,801	0.30	0.00	B	
73935X229	pgf	Powershares Eff Trust Finl Prfd Prtl			1,700	36,482	23,188	10.57	0.00		
7422718109	pg	Procter & Gamble Co			300	18,896	20,907	2.30	0.00	A+	
735111507	rtn	Raytheon Company			800	38,608	42,808	2.09	0.00	B	
760975102	rimm	Research In Motion Ltd			300	36,901	20,490	0.00	0.00	B	
84265V105	pou	Southern Copper Corp Com			900	32,216	17,172	11.95	0.00	B	
78463V107	gld	Spdr Gold Trust Gold Shs			400	35,580	34,028	0.00	0.00		
91232N108	uso	United States Oil Fund Units			350	32,719	28,703	0.00	0.00		
913017109	urx	United Technologies			500	30,549	30,030	2.13	0.00	A+	
92343V104	vz	Verizon Communications Inc			750	28,308	24,067	5.73	0.00	B	
		TOTAL PORTFOLIO			30,745	1,496,078	1,241,670	0	3.67	0.00	
					80,745	1,627,995	1,375,126	23	3.74	0.23	









CITY FUNDS WITH THIRD PARTY TRUSTEE  
 SB64 ASSET LISTING  
 As of September 30, 2008

Account Number	Security Name/Issuer	Maturity Date	Quantity	Book Value	Market Value	CUSIP	Average Weighted Yield	Moody's	S&P
1999 Revenue Sacramento Hotel 317159	BNY Hamilton Trsy Premier Money Fund Avg. Weighted Days to Maturity:	n/a	-	-	-	\$99990560	n/a	Aaa*	AAAm*
Sub-Total							<u>0.00</u>		
1999 N. Natomas CF# 99-04, Series A 411571	BNY Hamilton Trsy Premier Money Fund US Treasury Note 6.125% †Dreyfus Instl Res Treasury #6541 Avg. Weighted Days to Maturity:	08/15/29 n/a	0.01 211,000.00 2,357.10	212,055.00 2,327.21	260,074.38 2,327.21	\$99990560 \$99994190	0.01 4.96 1.21	Aaa*	AAAm*
Sub-Total			<u>7,433</u>	<u>213,327.11</u>	<u>214,382.22</u>	<u>262,401.60</u>	<u>.492</u>		
2001 N. Natomas CFD No. 4, Series B 411577	BNY Hamilton Trsy Premier Money Fund †Dreyfus Instl Res Treasury #6541 Avg. Weighted Days to Maturity:	n/a n/a	- 862,524.21	- 862,524.21	- 862,524.21	\$99990560 \$99994190	0.00 1.22	Aaa*	AAAm*
Sub-Total				<u>862,524.21</u>	<u>862,524.21</u>	<u>862,524.21</u>	<u>1.22</u>		
2001 CIRB 411583	†Dreyfus Instl Res Treasury #6541 †Dreyfus Instl Res Treasury #6541 Avg. Weighted Days to Maturity:	n/a n/a	1.51 585.97	1.51 585.97	1.51 585.97	\$99990560 \$99994190	1.32 1.44	Aaa*	AAAm*
Sub-Total			<u>587.48</u>	<u>587.48</u>	<u>587.48</u>	<u>587.48</u>	<u>1.44</u>		
2001 Westlake CFD No. 2000-01 411589	BNY Hamilton Trsy Premier Money Fund Federal Home Loan Bank - Notes †Dreyfus Instl Res Treasury #6541 Avg. Weighted Days to Maturity:	n/a n/a 195	1,200,000.00 24.19	1,154,856.00 24.19	1,198,500.00 24.19	\$99990560 \$99994190	n/a 3.00 3.00	Aaa*	AAAm*
Sub-Total			<u>1,200,024.19</u>	<u>1,154,880.19</u>	<u>1,198,524.19</u>	<u>1,198,524.19</u>	<u>3.00</u>		

† - Switched from BNY Hamilton due to merger

\* - Issuer Long Term Credit Rating

\*\* - Credit Rating on Actual Security



## Exhibit F

**CITY FUNDS WITH THIRD PARTY TRUSTEE**  
**SB564 ASSET LISTING**  
As of September 30, 2008

Account Number	Security Name/Issuer	Maturity Date	Quantity	Book Value	Market Value	CUSIP	Average Weighted Yield	Moody's	S&P
2003 CURB	AMBAC Surety Bond	12/01/33	1.00	1.00	1.00	n/a	A2*	AA*	
411782	Avg. Weighted Days to Maturity:	9,061							
Sub-Total:			1,00	1,00	1,00		0.00		
2003 N. Natomas CFD No. 4, Series C	BNY Hamilton Trst Premier Money Fund	n/a	8,964.88	8,964.88	8,964.88	\$99990560	0.00	Aaa*	AAAmm*
411564	†Dreyfus Instl Res Treasury #6541	n/a	2,295,000.00	2,298,944.53	2,297,151.56	\$99994190	1.21	Aaa*	AAAmm*
411565	US Treasury Notes 3.125%	10/15/08				9112828BM1	3.12		
Avg. Weighted Days to Maturity:		/5	2,363,964.88	2,307,909.41	2,316,116.44		3.11		
Sub-Total:									
Midtown Assessment District 2003-05	First American Treas. Money Mkrt.	n/a	2,708.76	2,708.76	2,708.76	311846V401	1.51	Aaa**	AAAmm*
783041000	Federal Home Loan Bank - Notes	05/15/09	15,000.00	15,000.00	15,098.40		4.23	Aaa*	AAA*
Avg. Weighted Days to Maturity:		/91							
Sub-Total:			17,708.76	17,708.76	17,807.16		3.87		
Tahoe Park West Assmt. Dist. 2003-06	First American Treas. Money Mkrt.	n/a	32,985.13	32,985.13	32,985.13	311846V302	1.51	Aaa**	AAAmm*
801090700	Avg. Weighted Days to Maturity:								
Sub-Total:			32,985.13	32,985.13	32,985.13		1.51		
1999 N. Natomas CFD No. 99-04, Series B	Federal Home Loan Bank - Notes	8/18/09	250,000.00	250,667.50	251,250.00	\$99990560	3.73	Aaa*	AAA*
411568	†Dreyfus Instl Res Treasury #6541	n/a	5,302.39	5,302.39	5,302.39	\$99994190	1.22	Aaa*	AAAmm*
Avg. Weighted Days to Maturity:		/11							
Sub-Total:			255,302.39	255,969.89	256,552.39		3.68		
N. Natomas CRD 95-01, Series B	First American Treas. Money Mkrt.	n/a	-	-	-		0.00	Aaa*	AAAmm*
788182000	Avg. Weighted Days to Maturity:								
Sub-Total:							0.00		

† - Switched from BNY Hamilton due to merger

\* - Issuer Long Term Credit Rating

\*\* - Credit Rating on Actual Security





CITY FUNDS WITH THIRD PARTY TRUSTEE  
 SB564 ASSET LISTING  
 As of September 30, 2008

Account Number	Security Name/Issuer	Maturity Date	Quantity	Book Value	Market Value	CUSIP	Average Weighted Yield	Moody's	S&P
<b>2006 CIRB, Ser C, D &amp; E</b>									
411431	†Dreyfus Instl Res Treasury #6541	n/a	0.59	0.59	0.59	\$89984190	1.69	Aaa*	AA,AAm*
411438	Ambac Assurance Corporation	12/01/33	1.00	1.00	1.00	\$86492270	n/a	A2*	AA*
411535	Ambac Assurance Corporation	12/01/33	1.00	1.00	1.00	\$86492280	n/a	A2*	AA*
411958	Ambac Assurance Corporation	12/01/33	1.00	1.00	1.00	\$86482190	n/a	A2*	AA*
Sub-Total	<i>Avg. Weighted Days to Maturity:</i>	9.061	5.00	3.00	3.00		0.00		
<b>N. Notorious CFD 4</b>									
<b>Series D Special Tax Bonds</b>									
410236	†Dreyfus Instl Res Treasury #6541	n/a	1.17	1.17	1.17	\$89984190	0.85	Aaa*	AA,AAm*
410237	†Dreyfus Instl Res Treasury #6541	n/a	2,484,925.45	2,484,925.45	2,484,925.45	\$89984190	1.21	Aaa*	AA,AAm*
Sub-Total	<i>Avg. Weighted Days to Maturity:</i>	-	2,484,926.62	2,384,926.62	2,484,926.62		1.21		
<b>College Square</b>									
CFD 2005-01	US Treasury Notes 4.125%	11/15/13	1,076,000.00	1,114,164.38	1,119,965.36	921828EDS	3.96		
807330	†Dreyfus Instl Res Treasury #6541	n/a	1,296.77	1,296.77	1,296.77	\$86482190	1.21	Aaa*	AA,AAm*
Sub-Total	<i>Avg. Weighted Days to Maturity:</i>	193	1,077,296.77	1,115,461.15	1,121,262.13		0.51		
CITY TOTAL:	<i>Avg. Weighted Days to Maturity:</i>	1,047	440,892,124.16	429,591,565.65	441,628,451.69		3.78		
SHRA TOTAL			16,600,706.00	55,756.38	55,756.38		0.00		
COMBINED TOTAL			457,492,830.16	429,647,322.03	441,681,208.07		3.65		

Source: S. Finance & Banking Finance Files TR1.SFF; Current FY Only Inv. Report

† - Switched from BNY Hamilton due to merger

\* - Issuer Long Term Credit Rating

\*\* - Credit Rating on Actual Security





## Exhibit H

CITY OF SACRAMENTO  
LISTING OF NON-CITY FUNDS  
AS OF SEPTEMBER 30, 2008

---

<u>Operating Cash Balance</u>	
SHRA TRUST	\$ 49,795
SCERS TRUST	15,365,180
SACRAMENTO CONVENTION & VISITORS BUREAU	1,611,220
GIFTS TO SHARE	957,225
OTHER NON-CITY FUNDS*	<u>4,432,633</u>
	<u>\$ 22,416,053</u>

\* CalEPA, Sports Commission, North Natomas Housing Trust, etc.





City of Sacramento  
Asset Listing  
**Pool D**

**SHRA Local Money**  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
89233FW44	89233pw44	Toyota Motor Credit Corp	3.26	05-07-10		3,000,000	2,997,690	14,959	3.27	1.53	AAAe	Aaae
0258M0CV9	0258m0cv9	American Express Credit Co	5.11	05-27-10		5,000,000	4,702,000	1,419	5.43	1.52	AA3	A+
						28,000,000	27,941,335	27,564,145				
<b>TOTAL PORTFOLIO</b>					<b>227,597,000</b>	<b>264,497,778</b>	<b>261,783,236</b>	<b>2,340,591</b>	<b>3.75</b>	<b>1.41</b>		

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento  
Asset Listing  
*Pool J*

**SHRA 1999 TAB**  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
<b>CASH AND EQUIVALENTS</b>												
POOLA	PoolA	Pool A Cash	3.80			3,844,432	3,844,432		3.80	0.30		
INTRECEIV	intrecrv	Pool A Interest Receivable	3.80			164.551	164.551		3.80	0.00		
						0.00	4,008,983	4,008,983	0	3.80	0.00	
		<b>TOTAL PORTFOLIO</b>				0.00	4,008,983	4,008,983	0	3.80	0.00	

City of Sacramento  
Asset Listing  
**Pool K**

**SHRA 1998 Bonds**  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
<b>CASH AND EQUIVALENTS</b>											
MISCINTREC	miscintrec	Misc Interest Receivable	4.00			1		1		4.00	0.00
NATTISY	natty	Nations Treasury Fund	1.35			879		879		1.35	0.00
						880		880		0	1.35
FEDERAL NATIONAL MORTGAGE ASSN. (FNMA)											
3136FPM9	3136FPM9	Fannie Mae	4.00	11-15-12	3,000,000	3,000,000	2,993,437	45,333	4.01	3.71	AAA AAA
TOTAL PORTFOLIO					3,000,000	3,000,000	2,993,437	45,333	4.01	3.71	
					3,000,000	3,000,880	2,994,317	45,333	4.01	3.71	

City of Sacramento  
Asset Listing

**SHRA 2002 Revenue Bonds**  
*As of September 30, 2008*

**Pool L**

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
<b>CASH AND EQUIVALENTS</b>												
POOLA	PoolA	Pool A Cash	3.80			16,876,435	16,876,435			3.80	0.00	
INTRECEIV	intreceiv	Pool A Interest Receivable	3.80			691,035	691,035			3.80	0.00	
						0.00	17,567,470	17,567,470		0	3.80	0.00
		<b>TOTAL PORTFOLIO</b>				0.00	<b>17,567,470</b>	<b>17,567,470</b>		<b>0</b>	<b>3.80</b>	<b>0.00</b>

**Exhibit I-1**

City of Sacramento  
Asset Listing

**SHRA 2003 TAB, Series A**  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
<b>CASH AND EQUIVALENTS</b>											
POOLD	Pool D Cash	Pool D Cash	4.10		0.00	1,480.814	1,480.814	1,480.814	4.10	0.00	
TOTAL PORTFOLIO					0.00	1,480.814	1,480.814	0	4.10	0.00	

Funds in this portfolio are invested in Pool D.

City of Sacramento  
Asset Listing  
**Pool N**

**SHRA 2003 TAB, Series C**  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
CASH AND EQUIVALENTS POOL D	PoolD	Pool D Cash	4.10		0.00	6,302,305	6,302,305			4.10	0.00	
TOTAL PORTFOLIO					0.00	6,302,305	6,302,305	0		4.10	0.00	

Funds in this portfolio are invested in Pool D.

City of Sacramento  
Asset Listing

**SHRA 2005 Taxable Bond Proceeds**

*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
CASH AND EQUIVALENTS POOLD	PoolD	Pool D Cash	4.10		0.00	19,671,986	19,671,986		4.10	0.00		
TOTAL PORTFOLIO					0.00	19,671,986	19,671,986	0	4.10	0.00		

**Exhibit I-1**

City of Sacramento  
Asset Listing

**SHRA 2005 Tax-Exempt Bond Proceeds**

*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
CASH AND EQUIVALENTS POOLD	PoolD	Pool D Cash	4.10		0.00	44,398,012	44,398,012		4.10	0.00	
TOTAL PORTFOLIO					0.00	44,398,012	44,398,012	0	4.10	0.00	

Funds in this portfolio are invested in Pool D

City of Sacramento  
Asset Listing  
*Pool S*

**SHRA 2006 TABs, Series A (Tax-Exempt)**  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
CASH AND EQUIVALENTS POOLD	PoolD	Pool D Cash	4.10		0.00	4,919,953	4,919,953		4.10	0.00	
TOTAL PORTFOLIO					0.00	4,919,953	4,919,953	0	4.10	0.00	

Funds in this portfolio are invested in Pool D

City of Sacramento  
Asset Listing  
*Pool T*

**SHRA 2006 TABS, Series B (Taxable)**  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
CASH AND EQUIVALENTS POOLD	PoolD	Pool D Cash	4.10		0.00	2,317,389	2,317,389			4.10	0.00	
TOTAL PORTFOLIO					0.00	2,317,389	2,317,389	0	4.10	0.00		

Funds in this portfolio are invested in Pool D

City of Sacramento  
Asset Listing

**SHRA 2006 Revenue Bonds - Taxable**

As of September 30, 2008

**Pool U**

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
CASH AND EQUIVALENTS												
POOLD	PoolD	Pool D Cash	4.10		0.00	7,232,397	7,232,397		4.10	0.00		
TOTAL PORTFOLIO					0.00	7,232,397	7,232,397	0	4.10	0.00		

Funds in this portfolio are invested in Pool D

City of Sacramento  
Asset Listing  
*Pool V*

**SHRA 2006 Revenue Bonds - Tax Exempt**

*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
CASH AND EQUIVALENTS POOLD	PoolID	PoolID Cash	4.10		0.00	7,741,312	7,741,312		4.10	0.00	
TOTAL PORTFOLIO					0.00	7,741,312	7,741,312	0	4.10	0.00	

**Exhibit I-1**

Funds in this portfolio are invested in Pool D

## Exhibit I-2

**SHRA FUNDS WITH THIRD PARTY TRUSTEE**  
**SB541 ASSET LISTING**  
As of September 30, 2008

Account Number	Security Name/Issuer	Maturity Date	Quantity	Book Value	Market Value	Average Weighted Yield	Moody's	S&P
1993 TABs, Series A & B 94803690 94803692 94803693	First American Treas. Money Mkt. First American Treas. Money Mkt. First American Treas. Money Mkt. Avg. Weighted Days to Maturity:	n/a n/a n/a	1,887.06 0.01 349.17	1,887.06 0.01 349.17	1,887.06 0.01 349.17	0.26 n/a 0.29	Aaa* AAA** Aaa* AAA**	AAA** AAA** AAA** AAA**
Sub-Total:			<u>2,236.24</u>	<u>2,236.24</u>	<u>2,236.24</u>	<u>0.26</u>		
1998 TABs, Series A, B & C 95450520 95450530 95450543 95450543	First American Treas. Money Mkt. First American Treas. Money Mkt. First American Treas. Money Mkt. First American Treas. Money Mkt. Avg. Weighted Days to Maturity:	n/a n/a n/a n/a	6,390.83 3,387.19 2,346.44 2,007.37	6,390.83 3,387.19 2,346.44 2,007.37	6,390.83 3,387.19 2,346.44 2,007.37	0.27 0.27 0.26 0.25	Aaa* AAA** Aaa* AAA**	AAA** AAA** Aaa* AAA**
Sub-Total:			<u>14,131.83</u>	<u>14,131.83</u>	<u>14,131.83</u>	<u>0.27</u>		
2000 TABs, Series A & B 95457360	First American Treas. Money Mkt. Avg. Weighted Days to Maturity:	n/a	395.39	395.39	395.39	0.25	Aaa*	AAA*
Sub-Total:			<u>395.39</u>	<u>395.39</u>	<u>395.39</u>	<u>0.25</u>		
2005 TABs, Series A & B 791767000 791767006 791767007	First American Treas. Financial Guaranty Insurance Financial Guaranty Insurance Avg. Weighted Days to Maturity:	n/a n/a n/a	1,788.90 11,842,349.26 2,935,550.00	1,788.90 1,00 1,00	1,788.90 1,00 1,00	0.28 n/a n/a	Aaa* BB* BB*	AAA** BB* BB*
Sub-Total:			<u>14,779,688.16</u>	<u>1,790.90</u>	<u>1,790.90</u>	<u>0.00</u>		
2006 TABs, Series A & B 792959000 792959005 792959008	First American Treas. Financial Guaranty Insurance Financial Guaranty Insurance First American Treas. Money Mkt. Avg. Weighted Days to Maturity:	n/a n/a n/a n/a	58.17 793,276.84 973,777.52 37,141.85	58.17 1,00 1,00 37,141.85	58.17 1,00 1,00 37,141.85	2.57 n/a n/a 0.27	Aaa* B1* B1* Aaa*	AAA** BB* BB* AAA**
Sub-Total:			<u>1,814,254.38</u>	<u>37,202.02</u>	<u>37,202.02</u>	<u>0.01</u>		
Sub-TOTAL	Avg. Weighted Days to Maturity:		<u>16,604,706.00</u>	<u>55,756.38</u>	<u>55,756.38</u>	<u>0.00</u>		

Source: S. Finance & Banking Finance Files TRUSTEE Current FY Qtrly Inv Report

† - Switched from BNY Hamilton due to merger

\* - Issuer Long Term Credit Rating

\*\* - Credit Rating on Actual Security









City of Sacramento  
**Asset Listing**  
**Large Cap Growth**  
**SCERS**

*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
98956P102	zmh	Zimmer Holdings Inc			20,000	1,408,322	1,291,200	0.00	0.00			
					1,064,500	67,451,323	51,056,885	0	1.61	0.00		
<b>TOTAL PORTFOLIO</b>					<b>1,064,500</b>	<b>68,487,266</b>	<b>52,072,828</b>		<b>1.65</b>	<b>0.00</b>		



City of Sacramento  
**Asset Listing**  
*International*  
**SCERS**

As of September 30, 2008

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
<b>CASH AND EQUIVALENTS</b>											
DIVACC	divacc	Dividend Accrual	4.00			13,600	13,600		4.00	0.00	
MISCINTREC	miscintrec	Misc Interest Receivable	4.00			7,796	7,796		4.00	0.00	
POOLA	PoolA	Pool A Cash	3.80			1,252,382	1,252,382		3.80	0.00	
INTRECEIV	intreceiv	Pool A Interest Receivable	3.80			55,142	55,142		3.80	0.00	
					0.00	1,329,420	1,329,420		0	3.80	0.00
<b>COMMON STOCK</b>											
03938L104	mt	Arcelor Mittal Class A N Y Registry	15,000			1,489,297	740,700		2.58	0.00	
05545E209	bbl	Bhp Billiton Plc Sponsored Adr	28,000			1,765,032	1,285,480		3.05	0.00	
20440W105	sid	Companhia Siderurgica Sponsored Adr	30,000			1,396,845	637,800		7.46	0.00	
204412209	rio	Companhia Vale Do Rio Sponsored Adr	62,000			2,088,662	1,187,300		0.61	0.00	
464286400	ewz	Ishares Inc Msci Brazil	40,000			3,370,367	2,252,400		2.25	0.00	
464286657	bkf	Ishares Inc Msci Bric Indx	35,000			1,974,511	1,215,703		0.90	0.00	
464286848	ewj	Ishares Inc Msci Japan	105,000			1,537,783	1,119,300		1.12	0.00	
464287184	fxi	Ishares Tr Fisse Xnhua Indx	90,000			4,292,092	3,102,300		3.26	0.00	
464287465	efa	Ishares Tr Msci Eafe Indx	45,000			3,583,796	2,533,500		4.65	0.00	
464287734	eem	Ishares Tr Msci Emerg Mkt	30,000			1,459,990	1,025,100		3.03	0.00	
464287790	ilf	Ishares Tr S&p Ln Am 40	100,000			4,787,855	3,875,000		2.73	0.00	
583840103	rml	Mechel Oao Sponsored Adr	30,000			1,749,031	538,800		5.16	0.00	
767204100	rtp	Rio Tinto PLC Sponsored ADR	5,000			1,695,753	1,247,500		2.44	0.00	
803866300	ssi	Sasol Ltd Sponsored Adr	20,000			1,150,882	849,800		3.74	0.00	
880311M109	ts	Tenaris S A Sponsored Adr	18,000			1,227,029	671,220		2.04	0.00	
			653,000			33,563,906	22,281,903		0	2.90	0.00
<b>TOTAL PORTFOLIO</b>											
			653,000			34,898,326	23,611,323		0	2.95	0.00



City of Sacramento  
**Asset Listing**  
***United Way***

*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
<b>CASH AND EQUIVALENTS</b>												
DIVACC	divacc	Dividend Accrual	4.00			6.174	6,174		4.00	0.00		
MISCINTREC	misceintrec	Misc Interest Receivable	4.00			554	554		4.00	0.00		
NATCASH	natcash	Nations Cash Fund	2.09			33,311	33,311		2.09	0.00		
FEDERAL HOME LOAN MORTGAGE CORP. (FHLMC)												
3128X4W72		Freddie Mac	5.50	03-28-16	50,000	49,805	51,344		23	5.36	6.11	AAA
3128X4W72					50,000	49,805	51,344		23	5.36	6.11	AAA
<b>COMMON STOCK</b>												
88379Y101	mmm	3m Company			1,050	83,756	71,725		2.93	0.00	A+	
00724F101	adbe	Adobe Sys Inc Com			1,200	52,027	47,364		0.00	0.00	B+	
02209S103	mo	Altria Group Inc			1,800	39,514	37,712		6.45	0.00	A	
023608102	aee	Ameren Corp Com			1,000	50,043	39,030		6.51	0.00	A-	
03485F201	zaauk	Anglo Ameri Plc Adr			1,000	29,865	16,730		3.65	0.00		
037833100	aapl	Apple Inc.			300	40,293	34,098		0.00	0.00	B	
038496204	ara	Aracruz Celulose S A Spon Adr Pfd B			500	44,538	18,355		3.31	0.00		
00206R102	t	At&t Inc			2,500	100,248	69,800		5.73	0.00	B+	
067806109	b	Barnes Group Inc Com			1,400	41,891	28,308		3.17	0.00	B+	
1512020104	celfg	Cellgen Corporation			700	37,425	44,296		0.00	0.00	B-	
122269100	cf	Cf Industries Holdings Inc.			700	102,283	64,022		0.00	0.00	A	
1651167107	ctk	Chesapeake Energy Corp Com			800	30,063	28,688		0.84	0.00	B	
191216100	ko	Coca Cola Co Com			700	45,227	37,016		2.87	0.00	A	
194162103	cl	Colgate Palmolive Co Com			750	49,260	56,512		2.12	0.00	A+	
244199105	de	Deere & Co Com			600	48,657	29,700		2.26	0.00	A-	
Y2066G104	dsx	Diana Shipping Inc Com			1,400	40,044	27,566		14.93	0.00		
244687106	dis	Disney (wall) Com			1,000	30,709	30,690		1.14	0.00	B	
25746U109	d	Dominion Res Va New Com			900	36,066	38,502		3.69	0.00	B+	
280543103	dow	Dow Chem Co Com			1,300	60,581	41,314		5.29	0.00	B	
26441C105	duk	Duke Energy Corp			1,125	17,572	19,609		5.28	0.00	B	
2822505104	eca	Encana Corp Com			500	38,632	32,865		2.43	0.00	B+	
29444U502	eqix	Equinix Inc Com New			500	46,664	34,730		0.00	0.00	A-	
30161N101	exc	Exelon Corp			500	39,457	31,310		3.19	0.00	B+	
32671DS7	fcr	Freeport-McMoran Cop & G Cl B			400	35,984	22,740		3.52	0.00	B+	
33906A108	frt	Frontier Communication Com			3,500	41,016	40,250		8.70	0.00	B-	
G33682E127	fro	Frontline Ltd.			800	33,923	38,456		22.36	0.00	B	
339604103	ge	General Electric Co			3,000	105,248	76,500		4.86	0.00	A+	
375558103	grid	Grilead Sciences Inc			1,400	46,987	63,812		0.00	0.00	B-	
38259508	goog	Google Inc Cl A			60	42,482	20,486		0.00	0.00		
438140100	intc	Intel Corp			1,500	40,377	28,095		2.99	0.00	B+	
439200101	ibm	International Bus Mach			500	63,610	58,480		1.71	0.00	A	
464287796	iyc	Ishares Tr Dj Us Energy			900	36,846	33,804		1.24	0.00		
464287721	iyw	Ishares Tr Dj Us Tech Sec			700	39,613	33,201		0.33	0.00		
464287465	era	Ishares Tr Maci Eatex Idx			400	31,788	22,520		4.65	0.00		
464287200	ivv	Ishares Tr S&p 500 Index			300	41,926	35,046		2.17	0.00		
478160104	jnj	Johnson & Johnson			1,000	61,837	69,280		2.66	0.00	A+	

City of Sacramento  
Asset Listing  
***United Way***

*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
494550106	kmp	Kinder Morgan Energy Partners Ltd			800	39,017	41,624	7.61	0.00		
570601605	moo	Market Vectors Etf Tr Agribus Etf			800	49,701	29,440	0.00	0.00		
576206106	mee	Massey Energy Corp Com			400	35,436	14,268	0.56	0.00		
580135101	mcg	McDonald's Corp			1,000	53,456	61,700	3.24	0.00	A-	
589331107	mrk	Merck & Co Inc			1,500	62,265	47,340	4.82	0.00	B+	
594918104	msft	Microsoft Corp			1,000	36,788	26,690	1.95	0.00	B+	
61166W101	mon	Monsanto Co New Com			500	17,909	49,490	0.97	0.00		
61945A107	mos	Mosaic Co Com			500	42,835	34,010	0.29	0.00		
70336T104	pccx	Patriot Coal Corp Com			600	46,218	17,430	0.00	0.00		
707885109	pwe	Penn West Energy Tr Tr Unit			1,200	34,421	28,920	15.85	0.00		
7165AV408	pbr	Petroleo Brasileiro SA Sponsored ADR			800	41,891	35,160	0.07	0.00		
717081103	pfe	Pfizer Inc			2,000	42,830	36,880	6.94	0.00	B+	
7181T2109	pm	Philip Morris Int'l Inc Com			1,000	50,607	48,100	4.49	0.00		
723484101	pnw	Pinnacle West Cap Corp			1,000	41,917	34,410	6.10	0.00	B+	
69355IT106	ppl	Ppl Corp Com			900	27,136	33,318	3.62	0.00	B+	
742718109	pg	Procter & Gamble Co			500	35,160	34,845	2.30	0.00	A+	
74386K104	pvx	Provident Energy Tr Tr Unit			3,000	32,634	26,940	14.97	0.00		
755111507	rn	Raytheon Company			700	36,939	37,457	0.00	0.00		
760975102	rimm	Research In Motion Ltd			400	51,488	27,320	0.00	0.00	B	
761713106	rai	Reynolds American Inc Com			800	45,644	38,896	6.99	0.00	B+	
767204100	rtp	Rio Tinto PLC Sponsored ADR			150	42,733	37,425	2.44	0.00		
78463V107	gld	Spxt Gold Trust Gold Shs			500	44,475	42,535	0.00	0.00		
84756Q109	se	Spectra Energy Corp WI			1,300	32,144	30,940	4.20	0.00		
85771P102	sto	Statoil Asa Sponsored Adr			1,000	32,031	23,800	2.90	0.00		
91232N108	uso	United States Oil Fund Units			350	32,719	28,703	0.00	0.00		
913017109	utx	United Technologies			700	44,363	42,042	2.13	0.00	A+	
902911106	ust	Ust Inc Com			800	44,048	53,232	3.79	0.00	B+	
92343V104	vz	Verizon Communications Inc			2,250	86,447	72,202	5.73	0.00	B	
92826G839	v	Visa Inc Com Cl A			500	22,000	30,695	0.68	0.00		
931142103	wmt	Wal Mart Stores Inc			800	42,869	47,912	1.59	0.00	A+	
					64,435	2,974,554	2,534,338	0	3.56	0.00	
					114,435	3,064,398	2,625,721	23	3.58	0.12	

TOTAL PORTFOLIO

City of Sacramento

## Asset Listing

*Capitol Area Development Authority - Banking**As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
<b>CASH AND EQUIVALENTS</b>												
POOLA	Pool A Cash		3.80			11,295.381	11,295.381		3.80	0.00		
INTRECEIV	Pool A Interest Receivable		3.80			352.664	352.664		3.80	0.00		
						0.00	11,648.045	11,648.045	0	3.80	0.00	
<b>TOTAL PORTFOLIO</b>												
						0.00	11,648.045	11,648.045	0	3.80	0.00	

City of Sacramento

## Asset Listing

## Capitol Area Development Authority - Tax Exempt

As of September 30, 2008

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
<b>CASH AND EQUIVALENTS</b>											
POOLA	PoolA	Pool A Cash	3.80			1,242,504	1,242,504		3.80	0.00	
INTRECEIV	intrecriv	Pool A Interest Receivable	3.80			41,970	41,970		3.80	0.00	
						0.00	1,284,474	1,284,474	0	3.80	0.00
<b>TOTAL PORTFOLIO</b>											
						0.00	1,284,474	1,284,474	0	3.80	0.00

City of Sacramento

## Asset Listing

*Capitol Area Development Authority - Taxable**As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
CASH AND EQUIVALENTS												
POOLA	PoolA	Pool A Cash	3.80			3,500,663	3,500,663		3.80	0.00		
INTRECEIV	intreciv	Pool A Interest Receivable	3.80			122,629	122,629		3.80	0.00		
TOTAL PORTFOLIO						3,623,292	3,623,292		0	3.80	0.00	

City of Sacramento  
Asset Listing  
*American River Flood Control District*  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
CASH AND EQUIVALENTS												
POOL A	PoolA	Pool A Cash	3.80			1,754,403	1,754,403		3.80	0.00		
INTRECEIV	intreceiv	Pool A Interest Receivable	3.80			30,663	30,663		3.80	0.00		
TOTAL PORTFOLIO						0.00	1,785,066	1,785,066		0	3.80	0.00

Report run at 04:50:14 PM on Wednesday, October 15, 2008

City of Sacramento  
Asset Listing

*The Natomas Basin Conservancy*  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P Moody
<b>CASH AND EQUIVALENTS</b>											
POOLA	Pool A Cash	3.80				5,460,973	5,460,973		3.80	0.00	
INTRECEIV	Pool A Interest Receivable	3.80				174,562	174,562		3.80	0.00	
						0.00	5,635,535	5,635,535	0	3.80	0.00
	<b>TOTAL PORTFOLIO</b>					0.00	5,635,535	5,635,535	0	3.80	0.00

City of Sacramento  
**Asset Listing**  
*Sacramento Public Library Authority*  
*As of September 30, 2008*

Cusip	Security Symbol	Security Name / Issuer	Int Rate	Maturity Date	Quantity	Unadjusted Cost	Market Value	Accrued Interest	Yield	Dur	S & P	Moody
<b>CASH AND EQUIVALENTS</b>												
POOLA	PoolA	Pool A Cash	3.80			17,257,463	17,257,463		3.80	0.00		
INTRECEIV	intreceiv	Pool A Interest Receivable	3.80			685,513	685,513		3.80	0.00		
						0.00	17,942,977					
							17,942,977					
<b>TOTAL PORTFOLIO</b>												
						0.00	17,942,977	17,942,977	0	3.80	0.00	

**City of Sacramento  
Summary of Transactions  
September-08**

**Exhibit M**

**Local Agency Funds:**

	Pool A	Ethel Hart Trust	Public Trust	George Clark	Total
Purchases	\$ 179,651,925	\$ -	\$ -	\$ -	\$ 179,651,925
Sales	110,573,780	-	-	-	110,573,780
Maturities	103,334,836	-	-	18	103,334,854
Calls	-	-	-	-	-
Contributions	40,247,256	-	-	-	40,247,256
Withdrawals	71,431,249	-	16,299	1,726	71,449,274
Total	<u>\$ 505,239,046</u>	<u>\$ -</u>	<u>\$ 16,299</u>	<u>\$ 1,744</u>	<u>\$ 505,257,089</u>

**Outside Agency Funds:**

**Sacramento Housing & Redevelopment Agency (SHRA) Funds:**

	Pool D	Pool J	Pool K	Pool L	Pool M	Pool N	Total
Purchases	\$ 45,036,761	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,036,761
Sales	36,274,076	-	-	-	-	-	36,274,076
Maturities	23,023,640	-	-	-	-	-	23,023,640
Calls	-	-	-	-	-	-	-
Contributions	3,082,959	-	-	-	-	-	3,082,959
Withdrawals	17,900,000	14,198	-	48,761	6,274	18,965	17,988,198
Total	<u>\$ 125,317,436</u>	<u>\$ 14,198</u>	<u>\$ -</u>	<u>\$ 48,761</u>	<u>\$ 6,274</u>	<u>\$ 18,965</u>	<u>\$ 125,405,634</u>
	Pool Q	Pool R	Pool S	Pool T	Pool U	Pool V	Total
Purchases	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-	-	-	-
Maturities	-	-	-	-	-	-	-
Calls	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Withdrawals	75,921	156,544	14,642	6,994	23,737	2,705	280,543
Total	<u>\$ 75,921</u>	<u>\$ 156,544</u>	<u>\$ 14,642</u>	<u>\$ 6,994</u>	<u>\$ 23,737</u>	<u>\$ 2,705</u>	<u>\$ 280,543</u>
							Total SHRA \$ 125,686,177

**City of Sacramento  
Summary of Transactions  
September-08**

**Exhibit M**

**Sacramento City Employees' Retirement System (SCERS) Funds:**

	<u>Fixed Bonds</u>	<u>Equity Income</u>	<u>Large Cap</u>	<u>S&amp;P Barra Value</u>	<u>International</u>	<u>Total</u>
Purchases	\$ 4,490,800	\$ -	\$ 2,987,506	\$ -	\$ -	\$ 7,478,306
Sales	-	-	2,128,673	1,523,171	-	3,651,844
Expenses	1,423	-	-	-	-	1,423
Maturities	246,368	-	-	-	-	246,368
Calls	-	-	-	-	-	-
Contributions	-	-	-	-	-	-
Withdrawals	366,656	378,496	76,568	58,719	42,820	923,259
Total	<u>\$ 5,105,247</u>	<u>\$ 378,496</u>	<u>\$ 5,192,747</u>	<u>\$ 1,581,890</u>	<u>\$ 42,820</u>	<u>\$ 12,301,200</u>

**Capitol Area Development Authority (CADA) Funds:**

	<u>CADA</u>	<u>CADA-A</u>	<u>CADA-B</u>	<u>Total</u>
Purchases	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-
Maturities	-	-	-	-
Calls	-	-	-	-
Contributions	206,000	-	-	206,000
Withdrawals	794,000	656	51,846	846,502
Total	<u>\$ 1,000,000</u>	<u>\$ 656</u>	<u>\$ 51,846</u>	<u>\$ 1,052,502</u>

**All Other Funds:**

	<u>United Way</u>	<u>American River</u>	<u>TNBC</u>	<u>SPLA</u>	<u>Total</u>
Purchases	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-	-
Expenses	-	-	-	-	-
Maturities	-	-	-	-	-
Calls	-	-	-	-	-
Contributions	-	-	61,775	-	61,775
Withdrawals	-	-	-	650,000	650,000
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,775</u>	<u>\$ 650,000</u>	<u>\$ 711,775</u>
<b>GRAND TOTAL</b>					<b><u>\$ 645,008,743</u></b>

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**City Investment Pool A**  
**From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b>PURCHASES</b>			
09/12/08	American General Finance Corp 2.150% Due 09-15-08	1,180,000	\$ 1,179,789
09/08/08	American General Finance Corp 3.000% Due 11-18-08	2,900,000	2,882,441
09/12/08	American General Finance Corp 3.040% Due 12-02-08	6,000,000	5,958,960
09/24/08	Citigroup Inc 4.625% Due 08-03-10	5,000,000	4,679,050
09/16/08	Federal Home Loan Bank 2.110% Due 11-17-08	33,200,000	33,079,355
09/16/08	Federal Home Loan Bank 2.120% Due 12-15-08	50,000,000	49,735,000
09/30/08	Federal Home Loan Bank 3.100% Due 02-02-09	4,400,000	4,352,639
09/16/08	Federal Home Loan Bank 2.420% Due 03-13-09	20,000,000	19,760,689
09/17/08	Federal Home Loan Bank 2.540% Due 04-13-09	10,000,000	9,853,950
09/17/08	Federal Home Loan Bank 3.000% Due 04-15-09	5,000,000	5,008,900
09/09/08	General Electric 1.980% Due 09-11-08	3,500,000	3,499,615
09/26/08	General Electric 0.750% Due 09-29-08	4,000,000	3,999,750
09/17/08	General Electric Capital Corp 6.000% Due 06-15-12	3,015,000	2,917,103
09/05/08	General Electric Capital Corp 2.030% Due 09-10-08	2,200,000	2,199,380
09/16/08	General Electric Capital Corp 1.800% Due 09-17-08	800,000	799,960
09/05/08	General Electric Capital Corp 2.500% Due 12-02-08	5,000,000	4,969,444
09/18/08	HSBC Finance 2.050% Due 09-22-08	3,600,000	3,599,180
09/22/08	HSBC Finance 2.000% Due 09-24-08	3,200,000	3,199,644

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**City Investment Pool A**  
**From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
09/23/08	HSBC Finance 1.850% Due 09-25-08	2,400,000	2,399,753
09/25/08	HSBC Finance 1.100% Due 09-29-08	1,700,000	1,699,792
09/29/08	HSBC Finance 1.900% Due 09-30-08	3,000,000	2,999,842
09/30/08	HSBC Finance 2.100% Due 10-01-08	3,000,000	2,999,825
09/18/08	HSBC Finance 2.950% Due 12-16-08	3,000,000	2,978,121
09/15/08	Toyota Motor Credit Corp 2.000% Due 09-16-08	2,000,000	1,999,889
09/17/08	UBS Finance 2.250% Due 09-18-08	1,650,000	1,649,897
09/24/08	UBS Finance 1.250% Due 09-25-08	1,250,000	1,249,957
<b>TOTAL PURCHASES</b>		<b>180,995,000</b>	<b>\$ 179,651,925</b>

**SALES**

09/16/08	U. S. Treasury Bill 1.670% Due 11-06-08	20,000,000	\$ 19,831,144
09/16/08	U. S. Treasury Bill 1.710% Due 11-13-08	13,200,000	13,085,886
09/15/08	U.S. Treasury Note 2.625% Due 03-15-09	38,000,000	38,359,875
09/17/08	U.S. Treasury Note 3.875% Due 05-15-09	5,000,000	5,114,062
09/17/08	U.S. Treasury Note 4.500% Due 04-30-09	5,000,000	5,121,094
09/15/08	U.S. Treasury Note 2.000% Due 02-28-10	20,000,000	20,142,578
09/15/08	U.S. Treasury Note 1.750% Due 03-31-10	9,000,000	8,919,141

<b>TOTAL SALES</b>	<b>110,200,000</b>	<b>\$ 110,573,780</b>
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**City of Sacramento**  
**TRANSACTION SUMMARY**  
**City Investment Pool A**  
**From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>MATURITIES</u></b>			
09/18/08	American General Finance 3.062% Due 09-18-08	10,000,000	\$ 9,996,421
09/02/08	American General Finance Corp 2.500% Due 09-02-08	2,600,000	2,599,097
09/15/08	American General Finance Corp 2.150% Due 09-15-08	1,180,000	1,179,789
09/12/08	Federal Home Loan Bank 4.250% Due 09-12-08	3,800,000	3,814,645
09/05/08	Federal Home Loan Bank 2.500% Due 09-05-08	10,000,000	10,013,300
09/11/08	General Electric 1.980% Due 09-11-08	3,500,000	3,499,615
09/29/08	General Electric 0.750% Due 09-29-08	4,000,000	3,999,750
09/10/08	General Electric Capital Corp 2.030% Due 09-10-08	2,200,000	2,199,380
09/17/08	General Electric Capital Corp 1.800% Due 09-17-08	800,000	799,960
09/22/08	HSBC Finance 2.050% Due 09-22-08	3,600,000	3,599,180
09/24/08	HSBC Finance 2.000% Due 09-24-08	3,200,000	3,199,644
09/25/08	HSBC Finance 1.850% Due 09-25-08	2,400,000	2,399,753
09/29/08	HSBC Finance 1.100% Due 09-29-08	1,700,000	1,699,792
09/30/08	HSBC Finance 1.900% Due 09-30-08	3,000,000	2,999,842
09/02/08	Morgan Stanley 2.670% Due 09-02-08	5,000,000	5,000,000
09/19/08	Santander US Debt SA Uni 2.861% Due 09-19-08	5,200,000	5,198,721
09/02/08	Toyota Motor Credit Corp 2.070% Due 09-02-08	5,900,000	5,895,590
09/09/08	Toyota Motor Credit Corp 2.500% Due 09-09-08	6,300,000	6,244,875
09/16/08	Toyota Motor Credit Corp	2,000,000	1,999,889

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**City Investment Pool A**  
**From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
	2.000% Due 09-16-08		
09/23/08	Toyota Motor Credit Corp	10,000,000	9,916,667
	2.400% Due 09-23-08		
09/18/08	UBS Finance	1,650,000	1,649,897
	2.250% Due 09-18-08		
09/25/08	UBS Finance	1,250,000	1,249,957
	1.250% Due 09-25-08		
09/09/08	US Bank CD	4,200,000	4,200,000
	2.560% Due 09-09-08		
09/05/08	Westpac Banking Corp NY	10,000,000	9,979,073
	2.451% Due 09-05-08		
<b>TOTAL MATURITIES</b>		<b>103,480,000</b>	<b>\$ 103,334,836</b>

**CONTRIBUTIONS**

09/02/08	B Of A Cash	\$ 25,727
09/02/08	B Of A Cash	448,996
09/03/08	B Of A Cash	1,403,823
09/04/08	B Of A Cash	1,562,741
09/05/08	B Of A Cash	3,281,765
09/08/08	B Of A Cash	1,666,496
09/09/08	B Of A Cash	206,000
09/09/08	B Of A Cash	2,110,556
09/10/08	B Of A Cash	715,224
09/11/08	B Of A Cash	1,132,329
09/12/08	B Of A Cash	961,440
09/15/08	B Of A Cash	143,058
09/15/08	B Of A Cash	108,783
09/16/08	B Of A Cash	1,123,536
09/17/08	B Of A Cash	1,661,456
09/18/08	B Of A Cash	1,765,675
09/19/08	B Of A Cash	1,906,747
09/22/08	B Of A Cash	1,851,783
09/23/08	B Of A Cash	1,083,134
09/24/08	B Of A Cash	3,932
09/25/08	B Of A Cash	1,338,615
09/26/08	B Of A Cash	5,070,782
09/29/08	B Of A Cash	1,299,992

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**City Investment Pool A**  
**From 09-01-08 To 09-30-08**

Trade Date	Security	Quantity	Total Cost
09/30/08	B Of A Cash		5,463,887
09/02/08	Fidelity Fund		1,492
09/02/08	Fidelity Fund		545
09/02/08	Fidelity Fund		624
09/02/08	Fidelity Fund		15,575
09/03/08	Fidelity Fund		25,600
09/05/08	Fidelity Fund		598
09/05/08	Fidelity Fund		513
09/05/08	Fidelity Fund		28,500
09/08/08	Fidelity Fund		840
09/08/08	Fidelity Fund		252
09/09/08	Fidelity Fund		460
09/09/08	Fidelity Fund		230
09/09/08	Fidelity Fund		230
09/10/08	Fidelity Fund		831
09/10/08	Fidelity Fund		160
09/10/08	Fidelity Fund		64
09/10/08	Fidelity Fund		67,819
09/10/08	Fidelity Fund		12,500
09/10/08	Fidelity Fund		2,400
09/11/08	Fidelity Fund		5,850
09/12/08	Fidelity Fund		375
09/12/08	Fidelity Fund		275
09/12/08	Fidelity Fund		150
09/12/08	Fidelity Fund		10,250
09/12/08	Fidelity Fund		18,900
09/15/08	Fidelity Fund		883
09/15/08	Fidelity Fund		327
09/15/08	Fidelity Fund		73
09/15/08	Fidelity Fund		559,684
09/15/08	Fidelity Fund		7,308
09/15/08	Fidelity Fund		61,257
09/15/08	Fidelity Fund		2,422
09/15/08	Fidelity Fund		19,860
09/16/08	Fidelity Fund		2,060
09/16/08	Fidelity Fund		187
09/16/08	Fidelity Fund		75
09/16/08	Fidelity Fund		9,375
09/16/08	Fidelity Fund		43,604

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**City Investment Pool A**  
**From 09-01-08 To 09-30-08**

Trade Date	Security	Quantity	Total Cost
09/19/08	Fidelity Fund		4,500
09/19/08	Fidelity Fund		2,700
09/19/08	Fidelity Fund		144,000
09/19/08	Fidelity Fund		250
09/22/08	Fidelity Fund		276
09/22/08	Fidelity Fund		26
09/22/08	Fidelity Fund		18,170
09/22/08	Fidelity Fund		347
09/22/08	Fidelity Fund		9,639
09/25/08	Fidelity Fund		1,608,686
09/25/08	Fidelity Fund		22,960
09/25/08	Fidelity Fund		98,127
09/26/08	Fidelity Fund		170,773
09/29/08	Fidelity Fund		1,375
09/29/08	Fidelity Fund		800,235
09/30/08	Fidelity Fund		2,611
09/30/08	Fidelity Fund		1,494
09/30/08	Fidelity Fund		65,811
09/30/08	Fidelity Fund		27,500
09/30/08	Fidelity Fund		29,147
<b>TOTAL CONTRIBUTIONS</b>			<b>\$ 40,247,256</b>

**WITHDRAWALS**

09/02/08	B Of A Cash	\$ 4,596,419
09/02/08	B Of A Cash	20,000
09/03/08	B Of A Cash	96,000
09/03/08	B Of A Cash	1,590,444
09/04/08	B Of A Cash	652,321
09/05/08	B Of A Cash	1,400,849
09/08/08	B Of A Cash	1,035,226
09/09/08	B Of A Cash	656
09/09/08	B Of A Cash	51,846
09/09/08	B Of A Cash	10,687,888
09/10/08	B Of A Cash	2,541,817
09/11/08	B Of A Cash	325,024
09/12/08	B Of A Cash	581,539
09/15/08	B Of A Cash	849,699

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**City Investment Pool A**  
**From 09-01-08 To 09-30-08**

Trade Date	Security	Quantity	Total Cost
09/16/08	B Of A Cash		756,939
09/17/08	B Of A Cash		440,000
09/17/08	B Of A Cash		734,912
09/18/08	B Of A Cash		1,539,321
09/19/08	B Of A Cash		650,000
09/19/08	B Of A Cash		512,732
09/22/08	B Of A Cash		1,079,806
09/23/08	B Of A Cash		105,000
09/23/08	B Of A Cash		9,432,096
09/24/08	B Of A Cash		1,006,776
09/25/08	B Of A Cash		3,396,784
09/26/08	B Of A Cash		482,711
09/29/08	B Of A Cash		153,000
09/29/08	B Of A Cash		1,007,769
09/30/08	B Of A Cash		629,710
09/02/08	Fidelity Fund		8,786,137
09/02/08	Fidelity Fund		1,061,442
09/03/08	Fidelity Fund		31,759
09/03/08	Fidelity Fund		32,239
09/03/08	Fidelity Fund		3,689,698
09/04/08	Fidelity Fund		5,025,183
09/19/08	Fidelity Fund		4,606,425
09/25/08	Fidelity Fund		1,778,120
09/29/08	Fidelity Fund		14,198
09/29/08	Fidelity Fund		48,761
<b>TOTAL WITHDRAWALS</b>			<b>\$ 71,431,249</b>
<b>TOTAL TRANSACTIONS</b>			<b><u>394,675,000</u>    \$ 505,239,046</b>
<b>SUMMARY</b>			
Purchases and Contributions			\$ 219,899,181
Sales, Calls, Maturities and Withdrawals			<u>285,339,865</u>
<b>TOTAL TRANSACTIONS</b>			<b><u>\$ 505,239,046</u></b>

**City of Sacramento  
TRANSACTION SUMMARY  
Ethel Hart Mutual Endowment Fund  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
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No transactions were found!

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**Ann Land/Bertha Henschel Endowment Fund**  
**From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
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**WITHDRAWALS**

09/30/08	Pool A Cash	\$ 16,299
<b>TOTAL WITHDRAWALS</b>		<b>\$ 16,299</b>
<b>TOTAL TRANSACTIONS</b>		<b>\$ 16,299</b>

**SUMMARY**

Purchases and Contributions	\$ -
Sales and Withdrawals	<u>16,299</u>
<b>TOTAL TRANSACTIONS</b>	<b>\$ 16,299</b>

**City of Sacramento  
TRANSACTION SUMMARY  
George H. Clark Memorial Scholarship Fund  
From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
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**MATURITIES**

09/20/08	GNMA2 POOL #2754 6.500% Due 05-20-29	18	\$ 18
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<b>TOTAL MATURITIES</b>	<b>18</b>	<b>\$ 18</b>
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**WITHDRAWALS**

09/30/08	Pool A Cash	\$ 1,726
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<b>TOTAL WITHDRAWALS</b>	<b>\$ 1,726</b>
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<b>TOTAL TRANSACTIONS</b>	<b>18</b>	<b>\$ 1,744</b>
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**SUMMARY**

Purchases and Contributions	\$ -
Sales, Maturities and Withdrawals	<u>1,744</u>

<b>TOTAL TRANSACTIONS</b>	<b>\$ 1,744</b>
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**City of Sacramento**  
**TRANSACTION SUMMARY**  
**SHRA Local Money**  
**From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>POOL D</u></b>			
<b><u>PURCHASES</u></b>			
09/24/08	Citigroup Inc 4.625% Due 08-03-10	2,000,000	\$ 1,871,620
09/16/08	Federal Home Loan Bank 2.110% Due 11-17-08	12,000,000	11,956,393
09/03/08	Federal Home Loan Bank 2.820% Due 03-09-09	4,000,000	3,941,407
09/16/08	Federal Home Loan Bank 2.420% Due 03-13-09	5,000,000	4,940,172
09/17/08	Federal Home Loan Bank 2.540% Due 04-13-09	9,000,000	8,868,555
09/17/08	Federal Home Loan Bank 3.000% Due 04-15-09	5,000,000	5,008,900
09/02/08	General Electric 1.950% Due 09-03-08	890,000	889,952
09/17/08	General Electric Capital Corp 6.000% Due 06-15-12	1,985,000	1,920,547
09/16/08	General Electric Capital Corp 1.800% Due 09-17-08	700,000	699,965
09/18/08	HSBC Finance 2.050% Due 09-22-08	2,600,000	2,599,408
09/22/08	HSBC Finance 2.000% Due 09-24-08	690,000	689,923
09/15/08	Toyota Motor Credit Corp 2.000% Due 09-16-08	160,000	159,991
09/17/08	UBS Finance 2.250% Due 09-18-08	750,000	749,953
09/24/08	UBS Finance 1.250% Due 09-25-08	740,000	739,974
<b>TOTAL PURCHASES</b>		<b>45,515,000</b>	<b>\$ 45,036,761</b>
<b><u>SALES</u></b>			
09/16/08	U. S. Treasury Bill	12,000,000	\$ 11,896,260

**City of Sacramento  
TRANSACTION SUMMARY  
SHRA Local Money  
From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
09/15/08	1.710% Due 11-13-08		
09/15/08	U.S. Treasury Note	9,000,000	9,078,750
09/17/08	2.625% Due 03-15-09		
09/17/08	U.S. Treasury Note	4,000,000	4,046,250
09/17/08	3.125% Due 04-15-09		
09/17/08	U.S. Treasury Note	5,000,000	5,114,062
09/15/08	3.875% Due 05-15-09		
09/15/08	U.S. Treasury Note	985,000	990,048
09/15/08	2.000% Due 02-28-10		
09/15/08	U.S. Treasury Note	3,700,000	3,658,809
09/15/08	1.750% Due 03-31-10		
09/15/08	U.S. Treasury Note	1,500,000	1,489,897
	2.125% Due 04-30-10		
<b>TOTAL SALES</b>		<b>36,185,000</b>	<b>\$ 36,274,076</b>

**MATURITIES**

09/02/08	American General Finance Corp	1,000,000	\$ 999,764
	2.500% Due 09-02-08		
09/12/08	Fannie Mae	3,000,000	2,957,840
	2.480% Due 09-12-08		
09/03/08	General Electric	890,000	889,952
	1.950% Due 09-03-08		
09/17/08	General Electric Capital Corp	700,000	699,965
	1.800% Due 09-17-08		
09/22/08	HSBC Finance	2,600,000	2,599,408
	2.050% Due 09-22-08		
09/24/08	HSBC Finance	690,000	689,923
	2.000% Due 09-24-08		
09/02/08	Morgan Stanley	3,000,000	3,000,000
	2.670% Due 09-02-08		
09/16/08	Toyota Motor Credit Corp	160,000	159,991
	2.000% Due 09-16-08		
09/18/08	U. S. Treasury Bill	9,600,000	9,536,869
	1.330% Due 09-18-08		
09/18/08	UBS Finance	750,000	749,953
	2.250% Due 09-18-08		
09/25/08	UBS Finance	740,000	739,974

**City of Sacramento  
TRANSACTION SUMMARY  
SHRA Local Money  
From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
	1.250% Due 09-25-08		
<b>TOTAL MATURITIES</b>		<b>23,130,000</b>	<b>\$ 23,023,640</b>

**CONTRIBUTIONS**

09/02/08	Local Agency Investment Fund, Pool D	\$ 20,000
09/03/08	Nations Treasury Fund	3,000,000
09/29/08	Nations Treasury Fund	14,198
09/29/08	Nations Treasury Fund	48,761
<b>TOTAL CONTRIBUTIONS</b>		<b>\$ 3,082,959</b>

**WITHDRAWALS**

09/08/08	Local Agency Investment Fund, Pool D	\$ 1,000,000
09/09/08	Local Agency Investment Fund, Pool D	800,000
09/11/08	Local Agency Investment Fund, Pool D	5,000,000
09/17/08	Local Agency Investment Fund, Pool D	3,000,000
09/23/08	Local Agency Investment Fund, Pool D	600,000
09/25/08	Local Agency Investment Fund, Pool D	260,000
09/02/08	Nations Treasury Fund	500,000
09/16/08	Nations Treasury Fund	6,000,000
09/25/08	Nations Treasury Fund	740,000
<b>TOTAL WITHDRAWALS</b>		<b>\$ 17,900,000</b>
<b>TOTAL POOL D</b>		<b>\$ 125,317,436</b>

**POOL J****WITHDRAWALS**

09/29/08	Pool A Cash	\$ 14,198
<b>TOTAL WITHDRAWALS</b>		<b>\$ 14,198</b>

**City of Sacramento  
TRANSACTION SUMMARY  
SHRA Local Money  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b>TOTAL POOL J</b>			<b>\$ 14,198</b>

**POOL K**

No transactions were found!

**POOL L****WITHDRAWALS**

09/29/08	Pool A Cash	\$ 48,761
<b>TOTAL WITHDRAWALS</b>		<b>\$ 48,761</b>
<b>TOTAL POOL L</b>		<b>\$ 48,761</b>

**POOL M****WITHDRAWALS**

09/29/08	Pool D Cash	\$ 6,274
<b>TOTAL WITHDRAWALS</b>		<b>\$ 6,274</b>
<b>TOTAL POOL M</b>		<b>\$ 6,274</b>

**POOL N****WITHDRAWALS**

09/29/08	Pool D Cash	\$ 18,965
<b>TOTAL WITHDRAWALS</b>		<b>\$ 18,965</b>
<b>TOTAL POOL N</b>		<b>\$ 18,965</b>

**City of Sacramento  
TRANSACTION SUMMARY  
SHRA Local Money  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
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**POOL Q****WITHDRAWALS**

09/29/08	Pool D Cash	\$ 75,921
<b>TOTAL WITHDRAWALS</b>		<b>\$ 75,921</b>
<b>TOTAL POOL Q</b>		<b>\$ 75,921</b>

**POOL R****WITHDRAWALS**

09/29/08	Pool D Cash	\$ 156,544
<b>TOTAL WITHDRAWALS</b>		<b>\$ 156,544</b>
<b>TOTAL POOL R</b>		<b>\$ 156,544</b>

**POOL S****WITHDRAWALS**

09/29/08	Pool D Cash	\$ 14,642
<b>TOTAL WITHDRAWALS</b>		<b>\$ 14,642</b>
<b>TOTAL POOL S</b>		<b>\$ 14,642</b>

**City of Sacramento  
TRANSACTION SUMMARY  
SHRA Local Money  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>POOL T</u></b>			
<b><u>WITHDRAWALS</u></b>			
09/29/08	Pool D Cash		\$ 6,994
<b>TOTAL WITHDRAWALS</b>			<b>\$ 6,994</b>
<b>TOTAL POOL T</b>			<b>\$ 6,994</b>
<b><u>POOL U</u></b>			
<b><u>WITHDRAWALS</u></b>			
09/29/08	Pool D Cash		\$ 23,737
<b>TOTAL WITHDRAWALS</b>			<b>\$ 23,737</b>
<b>TOTAL POOL U</b>			<b>\$ 23,737</b>
<b><u>POOL V</u></b>			
<b><u>WITHDRAWALS</u></b>			
09/29/08	Pool D Cash		\$ 2,705
<b>TOTAL WITHDRAWALS</b>			<b>\$ 2,705</b>
<b>TOTAL POOL V</b>			<b>\$ 2,705</b>
<b>TOTAL TRANSACTIONS</b>			<b>\$ 23,130,000 \$ 125,686,177</b>
<b><u>SUMMARY</u></b>			
Purchases and Contributions			\$ 48,119,720
Sales, Calls, Maturities and Withdrawals			<b>\$ 77,566,457</b>
<b>TOTAL TRANSACTIONS</b>			<b>\$ 125,686,177</b>

**City of Sacramento  
TRANSACTION SUMMARY  
Fixed Bonds  
SCERS  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>PURCHASES</u></b>			
09/16/08	General Electric Capital Corp 5.625% Due 05-01-18	5,000,000	\$ 4,490,800
<b>TOTAL PURCHASES</b>		<b>5,000,000</b>	<b>\$ 4,490,800</b>
<b><u>MATURITIES</u></b>			
09/15/08	2484 Natomas Park Dr. 7.500% Due 07-01-12	4,318	\$ 4,318
09/15/08	2660 W. Covell Blvd/West Davis Assoc 7.250% Due 08-01-12	6,763	6,763
09/15/08	Alhambra Medical Building 7.000% Due 05-01-09	33,196	33,196
09/15/08	GNMA POOL #150426 9.000% Due 05-15-16	64	70
09/15/08	GNMA POOL #157445 9.000% Due 06-15-16	202	205
09/15/08	GNMA POOL #164169 9.000% Due 06-15-16	25	24
09/15/08	GNMA POOL #167166 9.500% Due 08-15-16	22	23
09/15/08	GNMA POOL #208975 9.500% Due 03-15-17	89	89
09/15/08	GNMA POOL #211421 9.500% Due 04-15-17	135	136
09/25/08	GNMA POOL #256393 6.000% Due 09-01-36	33,791	33,680
09/15/08	GNMA POOL #27166 9.000% Due 12-15-08	114	97
09/15/08	GNMA POOL #320296 8.000% Due 03-15-22	324	318
09/15/08	GNMA POOL #329837 7.500% Due 11-15-22	506	498
09/15/08	GNMA POOL #439515 7.000% Due 03-15-27	89	87

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**Fixed Bonds**  
**SCERS**  
**From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
09/15/08	GNMA POOL #450066 7.500% Due 12-15-26	33	33
09/15/08	GNMA POOL #550718 5.000% Due 11-15-35	101,351	98,627
09/15/08	GNMA POOL #648348 5.500% Due 10-15-35	58,716	58,514
09/25/08	GNMA POOL #952254 6.000% Due 11-01-37	324	326
09/02/08	Walgreens Drugs/Adahi, Inc 6.500% Due 05-01-24	9,365	9,365
<b>TOTAL MATURITIES</b>		<b>249,427</b>	<b>\$ 246,368</b>

**EXPENSES**

09/02/08	Portfolio Investment Fees Payable	\$ 256
09/15/08	Portfolio Investment Fees Payable	1,168
<b>TOTAL EXPENSES</b>		<b>\$ 1,423</b>

**WITHDRAWALS**

09/30/08	Pool A Cash	\$ 366,656
<b>TOTAL WITHDRAWALS</b>		<b>\$ 366,656</b>
<b>TOTAL TRANSACTIONS</b>		<b>5,249,427 \$ 5,105,247</b>

**SUMMARY**

Purchases and Contributions	\$ 4,490,800
Calls, Maturities, Expenses and Withdrawals	614,447
<b>TOTAL TRANSACTIONS</b>	<b>\$ 5,105,247</b>

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**Equity Income**  
**SCERS**  
**From 09-01-08 To 09-30-08**

Trade Date	Security	Quantity	Total Cost
<b><u>WITHDRAWALS</u></b>			
09/30/08	Pool A Cash		\$ 378,496
	<b>TOTAL WITHDRAWALS</b>		<b>\$ 378,496</b>
	<b>TOTAL TRANSACTIONS</b>		<b>\$ 378,496</b>
<b>SUMMARY</b>			
	Purchases and Contributions	\$ -	
	Sales and Withdrawals		<u>378,496</u>
	<b>TOTAL TRANSACTIONS</b>		<b>\$ 378,496</b>

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**Large Cap Growth**  
**SCERS**  
**From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>PURCHASES</u></b>			
09/24/08	Dryships Inc Shs	11,000	\$ 501,146
09/22/08	Spdr Gold Trust Gold Shs	20,000	1,778,120
09/23/08	Spdr Gold Trust Gold Shs	8,000	708,240
<b>TOTAL PURCHASES</b>		<b>39,000</b>	<b>\$ 2,987,506</b>
<b><u>SALES</u></b>			
09/23/08	Edwards Lifesciences Com	3,000	\$ 170,194
09/24/08	Edwards Lifesciences Com	22,000	1,248,090
09/23/08	Spdr Gold Trust Gold Shs	8,000	710,389
<b>TOTAL SALES</b>		<b>33,000</b>	<b>\$ 2,128,673</b>
<b><u>WITHDRAWALS</u></b>			
09/30/08	Pool A Cash		\$ 76,568
<b>TOTAL WITHDRAWALS</b>			<b>\$ 76,568</b>
<b>TOTAL TRANSACTIONS</b>		<b>72,000</b>	<b>\$ 5,192,747</b>
<b>SUMMARY</b>			
Purchases and Contributions			\$ 2,987,506
Sales and Withdrawals			<u>\$ 2,205,241</u>
<b>TOTAL TRANSACTIONS</b>			<b>\$ 5,192,747</b>

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**S&P / Barra Value**  
**SCERS**  
**From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>SALES</u></b>			
09/22/08	Northern Tr Corp	22,000	\$ 1,523,171
<b>TOTAL SALES</b>		<b>22,000</b>	<b>\$ 1,523,171</b>
<b><u>WITHDRAWALS</u></b>			
09/30/08	Pool A Cash		\$ 58,719
<b>TOTAL WITHDRAWALS</b>			<b>\$ 58,719</b>
<b>TOTAL TRANSACTIONS</b>		<b>22,000</b>	<b>\$ 1,581,890</b>
<b><u>SUMMARY</u></b>			
Purchases and Contributions		\$ -	
Sales and Withdrawals			<u>1,581,890</u>
<b>TOTAL TRANSACTIONS</b>		<b>\$ 1,581,890</b>	

**City of Sacramento**  
**TRANSACTION SUMMARY**  
**International**  
**SCERS**  
**From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>WITHDRAWALS</u></b>			
09/30/08	Pool A Cash		\$ 42,820
<b>TOTAL WITHDRAWALS</b>			<b>\$ 42,820</b>
<b>TOTAL TRANSACTIONS</b>			<b>\$ 42,820</b>
<b>SUMMARY</b>			
Purchases and Contributions		\$ -	
Sales and Withdrawals			<u>42,820</u>
<b>TOTAL TRANSACTIONS</b>			<b>\$ 42,820</b>

**City of Sacramento  
TRANSACTION SUMMARY  
Capitol Area Development Authority  
From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
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**CADA - BANKING****CONTRIBUTIONS**

09/09/08	Pool A Cash	\$ 206,000
<b>TOTAL CONTRIBUTIONS</b>		<b>\$ 206,000</b>

**WITHDRAWALS**

09/03/08	Pool A Cash	\$ 96,000
09/17/08	Pool A Cash	440,000
09/23/08	Pool A Cash	105,000
09/29/08	Pool A Cash	153,000
<b>TOTAL WITHDRAWALS</b>		<b>\$ 794,000</b>
<b>TOTAL CADA - BANKING</b>		<b>\$ 1,000,000</b>

**CADA - TAX EXEMPT****WITHDRAWALS**

09/09/08	Pool A Cash	\$ 656
<b>TOTAL WITHDRAWALS</b>		<b>\$ 656</b>
<b>TOTAL CADA - BANKING</b>		<b>\$ 656</b>

**City of Sacramento  
TRANSACTION SUMMARY  
Capitol Area Development Authority  
From 09-01-08 To 09-30-08**

<b>Trade Date</b>	<b>Security</b>	<b>Quantity</b>	<b>Total Cost</b>
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**CADA - TAXABLE****WITHDRAWALS**

09/09/08	Pool A Cash	\$ 51,846
<b>TOTAL WITHDRAWALS</b>		<b>\$ 51,846</b>
<b>TOTAL CADA - BANKING</b>		<b>\$ 51,846</b>
<b>TOTAL TRANSACTIONS</b>		<b><u>\$ 1,052,502</u></b>

**SUMMARY**

Purchases and Contributions	\$ 206,000
Sales and Withdrawals	<u>846,502</u>
<b>TOTAL TRANSACTIONS</b>	
<b><u>\$ 1,052,502</u></b>	

**City of Sacramento  
TRANSACTION SUMMARY  
United Way  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
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No transactions were found!

**City of Sacramento  
TRANSACTION SUMMARY  
American River Flood Control District  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
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No transactions were found!

**City of Sacramento  
TRANSACTION SUMMARY  
The Natomas Basin Conservancy  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>CONTRIBUTIONS</u></b>			
09/24/08	Pool A Cash		\$ 61,775
<b><u>TOTAL CONTRIBUTIONS</u></b>			
<b><u>TOTAL TRANSACTIONS</u></b>			
<b><u>SUMMARY</u></b>			
Purchases and Contributions		\$ 61,775	
Sales and Withdrawals		-	
<b><u>TOTAL TRANSACTIONS</u></b>			

**City of Sacramento  
TRANSACTION SUMMARY  
Sacramento Public Library Authority  
From 09-01-08 To 09-30-08**

<u>Trade Date</u>	<u>Security</u>	<u>Quantity</u>	<u>Total Cost</u>
<b><u>WITHDRAWALS</u></b>			
09/19/08	Pool A Cash		\$ 650,000
<b>TOTAL WITHDRAWALS</b>			
<b>TOTAL TRANSACTIONS</b>			
<b>SUMMARY</b>			
Purchases and Contributions			
Sales and Withdrawals			
<b>TOTAL TRANSACTIONS</b>			