

**City of Pasadena  
Quarterly Investment Report**

**Quarter Ending 12/31/11**

**Prepared by the Department of Finance  
Treasury Division**

# **Quarterly Investment Report**

- I. Pooled Investment Portfolio
- II. Capital Endowment Portfolio
- III. Power Reserve Portfolio
- IV. Miscellaneous Portfolios
- V. Investments Held by Trustees

## I. Pooled Investment Portfolio



**CITY OF PASADENA**  
**Treasurer's Pooled Investment Portfolio**

Vicken Erganian  
 City Treasurer

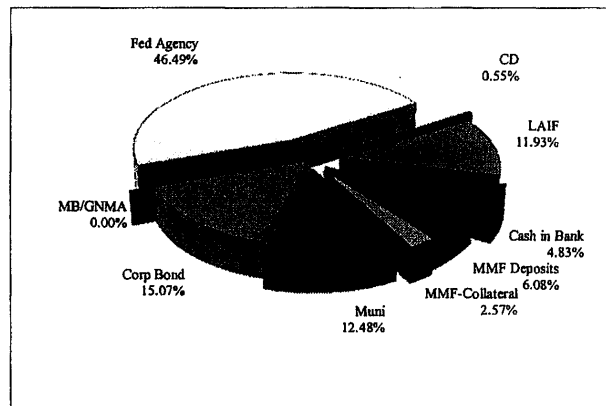
**DECEMBER 2011**

**PORTFOLIO COMPLIANCE**

The Treasurer's investment portfolio is in compliance with the California Government Code Section 53601 and the City's Investment Policy approved by the City Council on September 26, 2011. The holdings in the investment pool are in compliance with the current investment policy statement. Further information on compliance issues can be obtained by calling the City of Pasadena Treasurer's Office. A complete copy of the monthly investment report on the investment portfolio including a detailed listing of each investment, is available by calling the Treasurer's office at (626)744-4422.

**PORTFOLIO STRUCTURE AS OF 12/31/11**

TYPE	MARKET VALUE	PERCENT
Money Market Fund	19,115,209	6.08%
Money Market - Collateralized	8,074,491	2.57%
Municipal Bonds	39,211,787	12.48%
Corporate Bonds	47,368,381	15.07%
Mortgage Backed Securities/GNMAs	144	0.00%
Federal Agencies	146,108,647	46.49%
Certificates of Deposit	1,744,000	0.55%
LAIF	37,484,353	11.93%
Cash in Bank	15,187,672	4.83%
<b>TOTALS:</b>	<b>314,294,684</b>	<b>100.00%</b>
Accrued Interest Receivable	1,117,795	
<b>GRAND TOTAL:</b>	<b>315,412,480</b>	



**PORTFOLIO LIQUIDITY AS OF 12/31/11**

Aging Interval	Par Value	Percent of Portfolio
0-30 Days	64,674,061	21.78%
31 days - 1 Year	18,275,087	6.15%
1 - 2 Years	26,000,042	8.76%
2 - 3 Years	64,744,000	21.80%
3 - 4 Years	51,955,000	17.50%
4 - 5 Years	71,300,000	24.01%
Over 5 Years	-	0.00%
<b>TOTAL:</b>	<b>296,948,190</b>	<b>100.00%</b>

**PORTFOLIO STATISTICS**

	Dec-11	Nov-11	Oct-11	Sep-11	Aug-11	Jul-11
Month-End Mkt Value	315,412,480	314,436,122	317,790,657	314,552,589	317,734,868	315,742,741
Modified Duration	2.22	2.35	2.17	1.86	2.11	2.04
Weighted Average Maturity	2.45	2.52	2.26	1.94	2.20	2.24
Current Book Yield to Maturity	1.314%	1.290%	1.220%	1.125%	1.262%	1.335%
Effective yield - Year to Date	1.310%	1.230%	1.220%	1.240%	1.260%	1.240%
Interest Earned	447,398	385,613	362,744	338,815	350,361	341,547
Fiscal Year To Date Interest Earned	2,226,478	1,779,080	1,393,467	1,030,723	691,908	341,547
Fair Value Change Gain/(Loss)	86,742	(449,391)	(380)	(576,217)	(271,492)	(67,833)
Fiscal Year To Date change in fair value	(1,278,572)	(1,365,314)	(915,923)	(915,543)	(339,325)	(67,833)
Total Fiscal YTD earnings	947,906	413,767	477,544	115,181	352,582	273,714

note:

**CITY POOLED PORTFOLIO**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2011**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
<b>LAIF</b>												
SYS864	864	Local Agency Investment Fund	17,484,353.00		37,484,353.00	37,484,353.00	37,484,353.00	0.380		0.380	1	
		<b>Subtotal and Average</b>	<b>17,484,353.00</b>		<b>37,484,353.00</b>	<b>37,484,353.00</b>	<b>37,484,353.00</b>	<b>0.380</b>		<b>0.380</b>	<b>1</b>	
<b>Money Market Fund</b>												
SYS13129	13129	BANK OF THE WEST		08/22/2011	14,033,231.19	14,033,231.19	14,033,231.19	0.400		0.406	1	
SYS13128	13128	INLAND COMMUNITY BANK		08/22/2011	5,000,000.00	5,000,000.00	5,000,000.00	0.500		0.507	1	
SYS12466	12466	BA MERRILL LYNCH			81,978.07	81,978.07	81,978.07	0.080		0.081	1	
		<b>Subtotal and Average</b>	<b>21,538,337.85</b>		<b>19,115,209.26</b>	<b>19,115,209.26</b>	<b>19,115,209.26</b>	<b>0.431</b>		<b>0.431</b>	<b>1</b>	
<b>Money Market FDIC Insured Account</b>												
SYS12746	12746	EAST WEST BANK			0.00	0.00	0.00	0.350		0.350	1	
SYS12747	12747	EAST WEST BANK			0.00	0.00	0.00	0.200		0.200	1	
		<b>Subtotal and Average</b>	<b>0.00</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.000</b>		<b>0.000</b>	<b>0</b>	
<b>Mortgage Backs</b>												
362102T70	143	GOVERNMENT NATL MORTGAGE ASSOC		06/01/1994	136.54	143.57	136.54	11.500	Aaa	11.500	500	05/15/2013
		<b>Subtotal and Average</b>	<b>140.47</b>		<b>136.54</b>	<b>143.57</b>	<b>136.54</b>	<b>11.500</b>		<b>11.500</b>	<b>500</b>	
<b>Collateralized Money Market</b>												
SYS13067	13067	EAST WEST BANK			8,074,490.90	8,074,490.90	8,074,490.90	0.400		0.400	1	
		<b>Subtotal and Average</b>	<b>9,846,838.97</b>		<b>8,074,490.90</b>	<b>8,074,490.90</b>	<b>8,074,490.90</b>	<b>0.400</b>		<b>0.400</b>	<b>1</b>	
<b>Municipal Bonds</b>												
702274AC5E	13153	PPFA MUNI - 2008 PASEO BONDS		11/14/2011	7,000,000.00	7,000,000.00	7,000,000.00	1.600	Aa+	1.428	60	03/01/2012
702274AC5F	13163	PPFA MUNI - 2008 PASEO BONDS		12/31/2011	1,275,000.00	1,275,000.00	1,275,000.00	1.600	Aa+	3.682	90	03/31/2012
789036AR5	13002	RIVERSIDE CALIFORNIA POB		05/18/2011	5,000,000.00	5,006,250.00	5,000,000.00	1.000	MIG1	1.000	152	06/01/2012
79765A7D2	12901	SAN FRANCISCO INTL AIRPORT		02/22/2011	5,000,000.00	5,250,150.00	5,136,308.09	4.000	A1	2.770	851	06/01/2014
492246ME	13051	KERN COUNTY GOs		06/29/2011	2,500,000.00	2,525,350.00	2,500,000.00	1.984	Aa	1.984	943	08/01/2014
79766DCS6	13126	SAN FRANCISCO INTL AIRPORT		09/20/2011	830,000.00	835,594.20	830,000.00	1.921	A1	1.921	1,216	05/01/2015
13069BHZ8	13139	STATE OF CALIFORNIA GO BONDS		10/03/2011	10,000,000.00	10,484,200.00	10,648,637.60	3.950	A1	2.215	1,400	11/01/2015
713580AR9	13160	Peralta CA Community College D		12/16/2011	4,000,000.00	4,608,080.00	4,649,341.94	6.423	A1	2.319	1,400	11/01/2015
835574BY9	13083	SONOMA COUNTY CA POBS		07/15/2011	1,090,000.00	1,133,501.90	1,115,198.92	2.904	Aa	2.411	1,430	12/01/2015
79766DCT4	13125	SAN FRANCISCO INTL AIRPORT		09/20/2011	1,000,000.00	1,012,220.00	1,000,000.00	2.321	A1	2.321	1,582	05/01/2016
		<b>Subtotal and Average</b>	<b>36,915,522.08</b>		<b>37,695,000.00</b>	<b>39,130,346.10</b>	<b>39,154,486.55</b>	<b>2.039</b>		<b>2.039</b>	<b>859</b>	

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**CITY POOLED PORTFOLIO**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2011**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
<b>Certificates of Deposit - Bank</b>												
36160XRU3	13030	GE CAPITAL FINANCIAL		06/10/2011	250,000.00	250,000.00	250,000.00	1.000		1.000	526	06/10/2013
36159SZW4	13031	GE MONEY BANK		06/10/2011	250,000.00	250,000.00	250,000.00	1.000		1.000	526	06/10/2013
02005QQU0	13029	ALLY BANK		06/15/2011	250,000.00	250,000.00	250,000.00	1.000		1.000	533	06/17/2013
06425P2X5	13028	BANK OF CHINA		06/15/2011	250,000.00	250,000.00	250,000.00	1.000		1.000	533	06/17/2013
02587DCX4	13133	AMERICAN EXPRESS BANK		09/08/2011	248,000.00	248,000.00	248,000.00	1.400	P-1	1.400	981	09/08/2014
254670V66	13132	DISCOVER BANK		09/07/2011	248,000.00	248,000.00	248,000.00	1.300		1.300	981	09/08/2014
3814264W2	13131	GOLDMAN SACHS BANK		09/07/2011	248,000.00	248,000.00	248,000.00	1.200		1.200	981	09/08/2014
<b>Subtotal and Average</b>					<b>1,744,000.00</b>	<b>1,744,000.00</b>	<b>1,744,000.00</b>			<b>1.128</b>	<b>722</b>	

**Federal Agency Issues - Coupon**

3133755W3	13109	Federal Home Loan Bank		08/23/2011	5,000,000.00	5,001,825.00	5,000,000.00	0.700	Aaa	0.700	600	08/23/2013
3136FPGA9	12780	FED NATIONAL MORTGAGE ASSN		09/20/2010	5,000,000.00	5,001,665.00	4,996,417.82	1.000	Aaa	1.042	628	09/20/2013
31331KBR0	12915	Federal Farm Credit Bank		02/14/2011	10,000,000.00	10,013,400.00	10,000,000.00	1.480	Aaa	1.480	775	02/14/2014
31398A3R1	12781	FED NATIONAL MORTGAGE ASSN		09/21/2010	5,000,000.00	5,073,785.00	5,000,000.00	1.350	Aaa	1.350	810	03/21/2014
313375CH8	13114	Federal Home Loan Bank		08/22/2011	5,000,000.00	4,985,110.00	5,000,000.00	0.650	Aaa	0.650	964	08/22/2014
3135GOCN1	13122	FED NATIONAL MORTGAGE ASSN		08/29/2011	5,000,000.00	4,994,290.00	5,000,000.00	0.650	Aaa	0.650	970	08/28/2014
313375KZ9	13130	Federal Home Loan Bank		09/16/2011	5,000,000.00	4,987,085.00	5,000,000.00	0.700	Aaa	0.700	989	09/16/2014
3134GAW40	13138	FED HOME LOAN MORTGAGE CORP		10/24/2011	5,000,000.00	4,968,495.00	5,000,000.00	0.800	Aaa	0.932	1,027	10/24/2014
3135GOFZ1	13154	FED NATIONAL MORTGAGE ASSN		12/05/2011	5,000,000.00	4,998,930.00	5,000,000.00	1.000	Aaa	1.000	1,069	12/05/2014
3135GOFZ1	13155	FED NATIONAL MORTGAGE ASSN		12/05/2011	5,000,000.00	4,998,930.00	4,999,024.07	1.000	Aaa	1.007	1,069	12/05/2014
3136FRZJ5	13072	FED NATIONAL MORTGAGE ASSN		07/20/2011	5,000,000.00	5,002,130.00	5,000,000.00	1.400	Aaa	1.400	1,115	01/20/2015
31331KBD1	12902	Federal Farm Credit Bank		02/02/2011	5,000,000.00	5,004,795.00	5,000,000.00	2.000	Aaa	2.000	1,128	02/02/2015
31331KBD1	12903	Federal Farm Credit Bank		02/02/2011	5,000,000.00	5,004,795.00	5,000,000.00	2.000	Aaa	2.000	1,128	02/02/2015
31331KVR8	13120	Federal Farm Credit Bank		08/22/2011	10,000,000.00	10,000,170.00	10,000,000.00	1.050	Aaa	1.050	1,237	05/22/2015
31331KG61	13142	Federal Farm Credit Bank		10/19/2011	5,000,000.00	5,022,055.00	4,995,250.00	1.290	Aaa	1.316	1,387	10/19/2015
31331JSA9	12825	Federal Farm Credit Bank		11/23/2010	560,000.00	563,552.08	560,000.00	2.000	Aaa	2.000	1,422	11/23/2015
313372TR5	12940	Federal Home Loan Bank		03/14/2011	5,000,000.00	5,024,345.00	5,000,000.00	2.640	Aaa	2.640	1,534	03/14/2016
3135G0BV4	13077	FED NATIONAL MORTGAGE ASSN		07/26/2011	5,000,000.00	5,036,100.00	5,000,000.00	2.250	Aaa	2.250	1,668	07/26/2016
3136FR4Q3	13134	FED NATIONAL MORTGAGE ASSN		09/26/2011	5,000,000.00	5,018,470.00	5,000,000.00	1.320	Aaa	1.320	1,730	09/26/2016
31331KD49	13137	Federal Farm Credit Bank		10/03/2011	5,000,000.00	5,011,750.00	5,000,000.00	1.480	Aaa	1.480	1,737	10/03/2016
31331KM98	13150	Federal Farm Credit Bank		11/04/2011	5,000,000.00	5,005,385.00	5,000,000.00	1.625	Aaa	1.625	1,737	10/03/2016
31331KM98	13151	Federal Farm Credit Bank		11/04/2011	5,000,000.00	5,005,385.00	5,000,000.00	1.625	Aaa	1.625	1,737	10/03/2016
3134G2V93	13136	FED HOME LOAN MORTGAGE CORP		10/26/2011	5,000,000.00	5,003,735.00	5,000,000.00	1.600	Aaa	1.600	1,760	10/26/2016
313375VK0	13145	Federal Home Loan Bank		10/27/2011	5,300,000.00	5,306,784.00	5,300,000.00	0.750	Aaa	0.750	1,761	10/27/2016
3134G22W1	13144	FED HOME LOAN MORTGAGE CORP		11/09/2011	5,000,000.00	5,015,755.00	5,000,000.00	1.750	Aaa	1.750	1,774	11/09/2016
3134G23Y6	13147	FED HOME LOAN MORTGAGE CORP		11/15/2011	5,000,000.00	5,033,865.00	5,000,000.00	1.570	Aaa	1.408	1,780	11/15/2016

**CITY POOLED PORTFOLIO**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2011**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
313376CJ2	13152	Federal Home Loan Bank	157,463,581.41	11/16/2011	10,000,000.00	10,025,590.00	10,000,000.00	1.500	Aaa	1.500	1,781	11/16/2016
		<b>Subtotal and Average</b>	<b>157,463,581.41</b>		<b>145,860,000.00</b>	<b>146,108,196.08</b>	<b>145,860,691.89</b>			<b>1.355</b>	<b>1,301</b>	
<b>Corporate Bonds - Coupon</b>												
64952WAS2	13084	NEW YORK LIFE GL		07/18/2011	5,000,000.00	5,066,310.00	5,081,513.34	2.250	Aaa	0.530	348	12/14/2012
2515A0T45	12968	DEUTSCHE BANK		03/30/2011	2,500,000.00	2,481,472.50	2,524,791.73	2.375	Aa3	1.394	376	01/11/2013
949746NY3	12969	WELLS FARGO BANK		03/30/2011	2,500,000.00	2,583,762.50	2,580,688.03	4.375	A2	1.340	396	01/31/2013
36962G4Q4	12787	GE CAPITAL		10/05/2010	5,000,000.00	5,061,585.00	5,011,534.87	1.875	Aa2	1.736	624	09/16/2013
38141GDQ4	12790	Goldman Sach Corporate Bond		10/14/2010	5,000,000.00	5,101,670.00	5,297,842.55	5.250	A1	1.814	653	10/15/2013
36962G4C5	13123	GE Capital Corp		08/26/2011	2,500,000.00	2,737,880.00	2,719,780.25	5.900	Aa2	2.060	863	05/13/2014
14912L4V0	13143	CATERPILLAR		10/20/2011	5,000,000.00	5,062,595.00	5,029,279.89	1.375	A2	1.125	870	05/20/2014
46825HBV1	13112	JPMORGAN SECURITIES		08/10/2011	4,000,000.00	4,217,204.00	4,284,670.06	5.125	A1	2.380	988	09/15/2014
36962G4N1	12775	GE Capital Corp		08/16/2010	2,975,000.00	2,836,084.28	2,975,000.00	1.199	Aa2	1.448	1,318	08/11/2015
36962G4S0	12796	GE Capital Corp		10/21/2010	2,500,000.00	2,366,187.50	2,499,052.14	1.229	Aa2	1.424	1,368	09/30/2015
46825HHW3	12904	JPMORGAN SECURITIES		02/01/2011	10,000,000.00	9,853,630.00	9,801,134.53	2.600	Aa3	3.134	1,475	01/15/2016
		<b>Subtotal and Average</b>	<b>50,081,413.18</b>		<b>46,975,000.00</b>	<b>47,368,380.78</b>	<b>47,805,287.39</b>			<b>1.841</b>	<b>901</b>	
		<b>Total and Average</b>	<b>295,074,186.98</b>		<b>296,948,189.70</b>	<b>299,025,119.69</b>	<b>299,228,655.53</b>			<b>1.314</b>	<b>895</b>	

**CITY POOLED PORTFOLIO**  
**Portfolio Management**  
**Portfolio Details - Cash**  
**December 31, 2011**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity
		Average Balance	0.00			81,892.41	81,892.41				0
		Subtotal				81,892.41	81,892.41				
		Total Cash and Investments	295,074,186.98		296,948,188.70	299,107,012.10	299,310,547.94			1.314	895
					Cash	15,187,872.06					
					Accrued Interest	1,117,795.35					
					Total	315,412,479.51					



## COMPLIANCE REPORT

**Pooled Investment Portfolio  
As of 12/31/11**

	Diversification		Credit Quality		Maturity
	Portfolio % of total	State Govt Code limits	Portfolio compliance	Portfolio Credit Quality	
Money Market Fund	8.65%	100%	In compliance	Credit Quality per Gov Code	Maturity
Municipal Bonds	12.48%	100%	In compliance	102% Collateral AAA/Aaa	In compliance
Negotiable CDs	0.55%	30%	In compliance	A or better	In compliance
Corporate Bonds	15.07%	30%	In compliance	Collateralized AA	In compliance
Agency CMOs/Mortgage Backed	0.00%	20%	In compliance	A or better	In compliance
Federal Agency Issues	46.49%	100%	In compliance	AAA/aaa	In compliance
Repurchase Agreements	0.00%	100%	In compliance	AAA/aaa	In compliance
LAIF	11.93%	100%	In compliance	102% Collateral	In compliance
Cash	4.83%	100%	In compliance	n/a	In compliance
Treasury Securities	0.00%	100%	In compliance	Collateralized	In compliance
Bank Notes	0.00%	100%	In compliance	AAA/aaa	In compliance
Federal Agency Discount	0.00%	100%	In compliance	AAA/Aaa	In compliance
	100.00%			AAA/aaa	In compliance

**Portfolio Value 315,412,480**

INVESTMENTS IN ISSUERS REPRESENTING OVER 5%  
OF THE POOL PORTFOLIO

	<u>December 31, 2011</u>	
	Market Value	% of Total
FHLB	35,330,739.00	11.20%
FHLMC	20,021,850.00	6.35%
FNMA	40,124,320.00	12.72%
FFCB	50,631,738.46	16.05%
Total Fed Agencies	146,108,647.46	46.32%
OTHER PORTFOLIO INVESTMENTS	169,303,832.05	53.68%
Total Investments	315,412,479.51 *	100.00%

note: \* Includes Cash at Bank and Accrued Interest Receivable

CITY POOLED PORTFOLIO  
 Portfolio Management  
 Distribution of Investments By Type - Historic  
 (By Market Values)  
 In %

Investment Type	Fiscal Year Total															
	June 2001	June 2002	June 2003	June 2004	June 2005	June 2006	June 2007	June 2008	June 2009	June 2010	June 2011	1st Qtr 2012	2nd Qtr 2012	3rd Qtr 2012	4th Qtr 2012	
Money Market	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	12.56	20.30	9.52	9.32	6.08			
Money Market Collateralized	3.25	1.30	1.00	0.79	0.68	0.60	0.49	1.76	9.21	1.77	1.71	13.69	2.57			
Municipal Bonds	1.33	1.02	0.81	0.27	0.26	0.27	0.20	0.20	0.18	5.81	4.61	5.42	12.48			
Corporate Bonds - Coupon	22.66	13.28	14.68	6.95	6.46	5.62	5.58	14.99	14.10	12.16	13.40	15.16	15.07			
Agency CMOs/Mortgage Backed	0.03	1.66	0.55	0.19	0.09	0.04	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Federal Agency Issues - Coupon	48.60	57.48	47.80	68.59	74.65	74.65	70.76	56.14	48.56	41.32	49.13	43.29	46.49			
Repurchase Agreements	0.89	10.88	8.23	4.99	8.93	15.26	17.87	0.00	0.00	0.00	3.28	0.00	0.00			
L.A.I.F.	19.76	9.45	16.29	14.21	5.36	0.23	0.23	13.99	12.88	16.54	16.14	10.34	11.93			
Cash	1.92	0.67	2.08	1.00	0.73	0.68	0.41	0.51	0.84	2.10	1.87	2.23	4.83			
Treasury Securities	0.00	0.00	8.17	1.81	1.69	2.65	4.46	0.00	0.00	0.00	0.00	0.00	0.00			
Bank Notes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.66	0.00	0.00	0.00	0.00			
Federal Agency Discount	0.00	1.54	0.39	1.09	0.78	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Commerical Paper - Disc (Amortizing)	0.00	0.08	0.00	0.12	0.37	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Asset Backed Securities	1.56	0.19	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Mutual Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Certificates of Deposit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.33	0.56	0.55			
Total	100.00	97.55	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	0.00	0.00

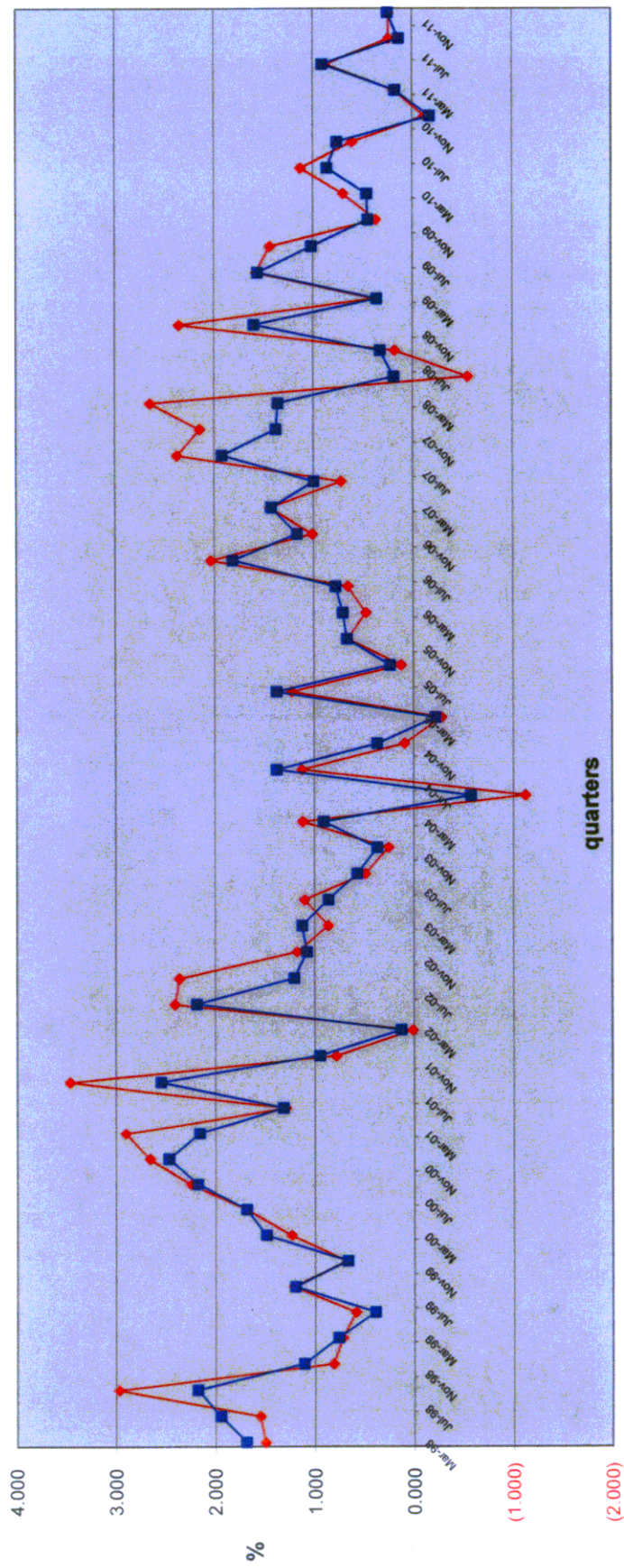
**Pooled Portfolio - Total Return Performance**

		<b>ML 1-3 Index</b>	<b>Pooled</b>
		<b><u>Corp/Gov</u></b>	<b><u>Portfolio</u></b>
<b>2002</b>	Annual	5.972	4.612
<b>2003</b>	Annual	2.717	2.931
<b>2004</b>	Annual	1.226	2.090
<b>2005</b>	Annual	1.746	2.073
<b>2006</b>	Annual	4.195	4.474
<b>2007</b>	1st quarter	1.442	1.431
	2nd quarter	0.725	1.000
	3rd quarter	2.389	1.925
	4th quarter	<u>2.150</u>	<u>1.380</u>
		6.706	5.736
<b>2008</b>	1st quarter	2.656	1.360
	2nd quarter	(0.548)	0.193
	3rd quarter	0.183	0.331
	4th quarter	<u>2.358</u>	<u>1.590</u>
		4.649	3.474
<b>2009</b>	1st quarter	0.393	0.365
	2nd quarter	1.580	1.563
	3rd quarter	1.441	1.020
	4th quarter	<u>0.370</u>	<u>0.450</u>
		3.784	3.398
<b>2010</b>	1st quarter	0.699	0.360
	2nd quarter	1.130	0.856
	3rd quarter	0.613	0.760
	4th quarter	<u>(0.120)</u>	<u>(0.170)</u>
		2.322	1.806
<b>2011</b>	1st quarter	0.190	0.180
	2nd quarter	0.877	0.910
	3rd quarter	0.240	0.140
	4th quarter	<u>0.239</u>	<u>0.252</u>
		1.546	1.482

<b>Effective Yield</b>	<b><u>Fiscal YTD</u></b>
Pooled Portfolio effective yield	<b>1.31%</b>
State Treasurer's LAIF yield	0.38%
2 Year Average US Treasury yield	0.26%

# Total Return - Pool vs ML 1-3 Corp/Agency Index Returns (Quarterly)

—♦— Index Return    —■— Pooled Portfolio



## II. Capital Endowment Portfolio



**CITY OF PASADENA**  
**Capital Endowment Portfolio**

Vicken Erganian  
City Treasurer

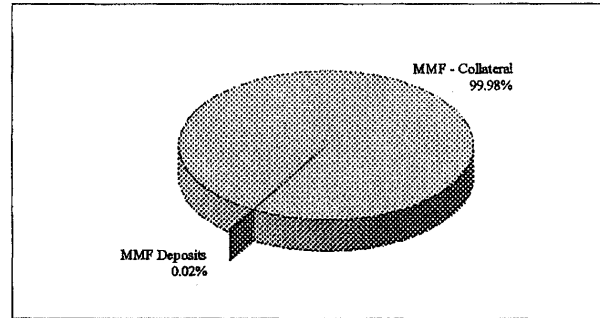
DECEMBER 2011

**PORTFOLIO COMPLIANCE**

The Treasurer's investment portfolio is in compliance with the California Government Code Section 53601 and the City's Investment Policy approved by the City Council on September 26, 2011. The holdings in the investment pool are in compliance with the current investment policy statement. Further information on compliance issues can be obtained by calling the City of Pasadena Treasurer's Office. A complete copy of the monthly investment report on the investment portfolio including a detailed listing of each investment, is available by calling the Treasurer's office at (626)744-4422.

**PORTFOLIO STRUCTURE AS OF 12/31/11**

TYPE	MARKET VALUE	PERCENT
Money Market Fund	851	0.02%
Money Market - Collateralized	3,592,927	99.98%
<b>TOTALS:</b>	<b>3,593,778</b>	<b>100.00%</b>
Accrued Interest Receivable	2,274	
<b>GRAND TOTAL:</b>	<b>3,596,052</b>	



**PORTFOLIO LIQUIDITY AS OF 12/31/11**

Aging Interval	Par Value	Percent of Portfolio
0-30 Days	3,593,778	100.00%
31 days - 1 Year	-	0.00%
1 - 2 Years	-	0.00%
2 - 3 Years	-	0.00%
3 - 4 Years	-	0.00%
4 - 5 Years	-	0.00%
Over 5 Years	-	0.00%
<b>TOTAL:</b>	<b>3,593,778</b>	<b>100.00%</b>

**PORTFOLIO STATISTICS**

	Dec-11	Nov-11	Oct-11	Sep-11	Aug-11	Jul-11
Month-End Mkt Value	3,596,052	3,636,649	3,592,924	3,591,372	3,590,841	3,584,452
Modified Duration	0.00	0.00	0.00	1.09	1.12	1.14
Weighted Average Maturity	0.00	0.00	0.00	1.14	1.16	1.19
Current Book Yield to Maturity	0.400%	0.350%	0.350%	0.730%	0.730%	0.766%
Effective Yield - Year to Date	0.760%	0.800%	0.870%	0.770%	0.840%	0.890%
Interest Earned	1,220	2,017	1,981	2,140	2,243	2,687
Fiscal Year To Date Interest Earned	12,288	11,068	9,051	7,070	4,930	2,687
Fair Value Change Gain/(Loss)	-	-	(862)	(1,277)	4,046	5,278
Fiscal Year To Date change in fair value	7,185	7,185	7,185	8,047	9,324	5,278
Total Fiscal YTD earnings	19,473	18,253	16,236	15,117	14,254	7,965

note:

**CAPITAL ENDOWMENT**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2011**

5

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM 365	Days to Maturity	Maturity Date
<b>Money Market Fund</b>												
SYS12467	12467	BA MERRILL LYNCH			850.97	850.97	850.97	0.080		0.081	1	
		Subtotal and Average	850.96		850.97	850.97	850.97			0.081	1	
<b>Collateralized Money Market</b>												
SYS13057	13057	EAST WEST BANK			3,592,927.14	3,592,927.14	3,592,927.14	0.400		0.400	1	
		Subtotal and Average	3,591,513.76		3,592,927.14	3,592,927.14	3,592,927.14			0.400	1	
		Total and Average	3,592,364.72		3,593,778.11	3,593,778.11	3,593,778.11			0.400	1	
		Accrued Interest			2,274.14							
		Total			3,596,052.25							



## COMPLIANCE REPORT

Capital Endowment Portfolio  
As of 12/31/11

Diversification		Credit Quality		Maturity
	<u>Portfolio % of total</u>	<u>State Gov't Code limits</u>	<u>Portfolio compliance</u>	
Money Market Fund	100.00%	100%	In compliance	
Federal Agency Issues	0.00%	100%	In compliance	
Corporate Bonds	0.00%	30%	In compliance	
LAIF	0.00%	100%	In compliance	
Money Market	0.00%	100%	In compliance	
Agency CMOs/Mortgage Backed	0.00%	20%	In compliance	
Municipal Bonds	0.00%	100%	In compliance	
Negotiable CDs	0.00%	30%	In compliance	
Treasury Securities	0.00%	100%	In compliance	
	100.00%			
			<u>Portfolio Credit Quality</u> 102% Collateral AAA/Aaa n/a n/a AAA n/a n/a n/a AAA/Aaa	<u>Portfolio compliance</u> In compliance In compliance In compliance In compliance In compliance In compliance In compliance In compliance Collateralized AAA/Aaa
				<u>Maturity</u> In compliance In compliance In compliance In compliance In compliance In compliance In compliance In compliance In compliance In compliance

Portfolio Value	3,596,052
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INVESTMENTS IN ISSUERS REPRESENTING OVER 5%  
OF THE CAPITAL ENDOWMENT PORTFOLIO

	<u>December 31, 2011</u>	
	Market Value	% of Total
FHLB	-	0.00%
FHLMC		0.00%
FNMA		0.00%
<b>Total Fed Agencies</b>	-	0.00%
<b>OTHER PORTFOLIO INVESTMENTS</b>	3,596,052.25	100.00%
<b>Total Investments</b>	3,596,052.25 *	100.00%

note: \* Includes Accrued Interest Receivable

CAPITAL ENDOWMENT  
 Portfolio Management  
 Distribution of Investments By Type - Historic  
 (By Market Values)  
 In %

Investment Type	Fiscal Year Total															
	June 2001	June 2002	June 2003	June 2004	June 2005	June 2006	June 2007	June 2008	June 2009	June 2010	June 2011	1st Qtr 2012	2nd Qtr 2012	3rd Qtr 2012	4th Qtr 2012	
Money Market	14.80	32.55	28.86	7.76	4.38	0.00	8.75	20.25	40.32	53.86	44.09	72.06	100.00			
Federal Agency Issues - Coupon	85.20	67.45	35.54	92.24	95.62	100.00	91.25	49.16	26.62	46.14	55.90	27.93	0.00			
Corporate Bonds - Coupon	0.00	0.00	15.92	0.00	0.00	0.00	0.00	30.59	33.06	0.00	0.00	0.00	0.00			
Municipal Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
L.A.I.F.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Certificate of Deposit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Federal Agency Discount	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Treasury Securities	0.00	0.00	19.68	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Agency CMOs/Mortgage Backed	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Commerical Paper - Disc (Amortizing)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Asset Backed Securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Mutual Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
Total	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	0.00	0.00

### III. Power Reserve Portfolio



**CITY OF PASADENA**  
**Power Reserve Portfolio**

Vicken Erganian  
City Treasurer

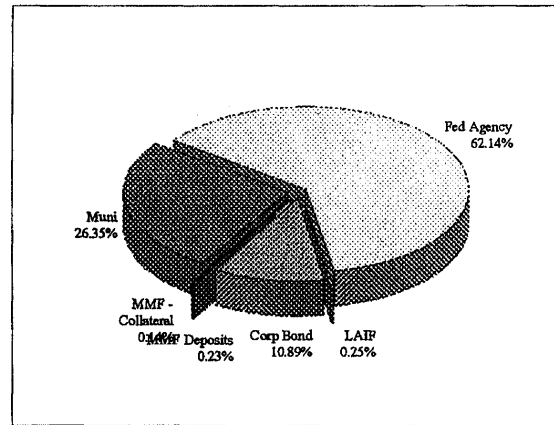
DECEMBER 2011

**PORTFOLIO COMPLIANCE**

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**PORTFOLIO STRUCTURE AS OF 12/31/11**

TYPE	MARKET VALUE	PERCENT
Money Market Fund	147,579	0.23%
Money Market - Collateralized	89,281	0.14%
Municipal Bonds	16,864,936	26.35%
Federal Agencies	39,776,827	62.14%
L.A.I.F.	160,433	0.25%
Corporate Bonds	6,970,575	10.89%
<b>TOTALS:</b>	<b>64,009,632</b>	<b>100.00%</b>
Accrued Interest Receivable	427,827	
<b>GRAND TOTAL:</b>	<b>64,437,459</b>	



**PORTFOLIO LIQUIDITY AS OF 12/31/11**

Aging Interval	Par Value	Percent of Portfolio
0 - 30 days	397,294	0.65%
31 days - 1 Year	1,000,000	1.63%
1 - 2 Years	2,000,000	3.26%
2 - 3 Years	6,000,000	9.77%
3 - 4 Years	14,000,000	22.80%
4 - 5 Years	23,000,000	37.46%
Over 5 Years	15,000,000	24.43%
<b>TOTAL:</b>	<b>61,397,294</b>	<b>100.00%</b>

**PORTFOLIO STATISTICS**

	Dec -11	Nov -11	Oct -11	Sep -11	Aug -11	Jul -11
Month-End Mkt Value	64,437,459	64,090,183	64,223,187	64,011,511	64,083,419	63,929,944
Modified Duration	4.11	3.44	3.40	3.62	3.17	2.63
Weighted Average Maturity	4.50	3.82	3.76	4.00	3.44	2.98
Current Book Yield to Maturity	2.156%	1.966%	1.936%	2.011%	1.766%	1.587%
Effective Yield - Year to Date	1.840%	1.840%	1.820%	1.760%	1.700%	1.780%
Interest Earned	153,091	148,433	151,478	136,677	109,918	104,689
Fiscal Year To Date Interest Earned	804,286	651,195	502,761	351,284	214,607	104,689
Fair Value Change Gain/(Loss)	119,012	(280,631)	142,190	(207,528)	43,254	(842)
Fiscal Year To Date change in fair value	(184,545)	(303,557)	(22,926)	(165,116)	42,412	(842)
Total Fiscal YTD earnings	619,741	347,638	479,835	186,168	257,019	103,847

note: