



SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY

Board Communication

Date: 01/20/11

To: Board Members

Via: Thella F. Bowens, President/CEO

From: Vernon D. Evans, Vice President, Finance/Treasurer

Subject: Receive the Authority's Investment Report as of
December 31, 2010

The attached report is to be received at the February 10, 2011 Board meeting.





Item 9

San Diego County Regional Airport Authority

Investment Report As of December 31, 2010

Presented by:

Vernon D. Evans, CPA

Vice-President-Finance/Treasurer and CFO

February 10, 2011

This report is prepared for the San Diego County Regional Airport Authority (the "Authority") in accordance with California Government Code Section 53646, which states that "the treasurer or chief fiscal officer may render a quarterly report to the chief executive officer, the internal auditor, and the legislative body of the local agency within 30 days following the end of the quarter covered by the report."

The investment report and investment portfolio are in compliance with California Government Code Section 53646 and the Authority's approved Investment Policy. All investment transactions made in the Authority's portfolio during this period were made on behalf of the Authority. Sufficient liquidity and anticipated revenue are available to meet expenditure requirements for the next six months.



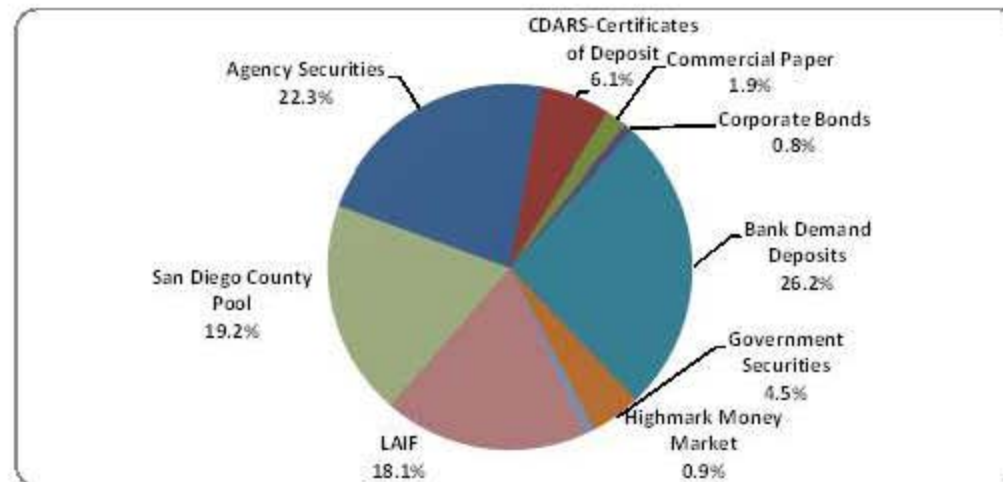
Vernon D. Evans
Chief Financial Officer/Treasurer
San Diego County Regional Airport Authority

Total Portfolio Summary

	Current Period	Prior Period	Change From Prior
	December 31, 2010	September 30, 2010	
Book Value	\$260,106,000	\$230,645,000	\$29,461,000
Market Value	\$260,016,000	\$230,579,000	\$29,437,000
Market Value%	100.09%	100.10%	(0.01%)
Unrealized Gain / (Loss)	(\$90,000)	(\$66,000)	(\$24,000)
Weighted Average Maturity (Days)	232 days	288 days	(56)
Weighted Average Yield as of Period End	0.89%	1.03%	(0.14%)
Cash Interest Received- Current Month	\$163,000	\$188,000	(\$25,000)
Cash Interest Received- Quarter-to-Date	\$512,000	\$678,000	(\$166,000)
Cash Interest Received-Year-to-Date	\$1,190,000	\$678,000	\$512,000
Accrued Interest	\$446,000	\$412,000	\$34,000

Portfolio Composition by Security Type

	December 31, 2010		September 30, 2010		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 58,018,000	22.3%	\$ 51,754,000	22.5%	100%
CDARS-Certificates of Deposit	15,861,000	6.1%	16,052,000	7.0%	30%
Commercial Paper	4,993,000	1.9%	-	0.0%	25%
Corporate Bonds	2,000,000	0.8%	4,016,000	1.7%	15%
Bank Demand Deposits	68,238,000	26.2%	41,941,000	18.2%	100%
Government Securities	11,597,000	4.5%	17,636,000	7.6%	100%
Highmark Money Market	2,265,000	0.9%	2,386,000	1.0%	20%
LAIF	47,070,000	18.1%	47,011,000	20.4%	\$50 million ⁽¹⁾
San Diego County Pool	49,974,000	19.2%	49,783,000	21.6%	\$50 million ⁽²⁾
Total:	\$ 260,016,000	100.0%	\$ 230,579,000	100.0%	

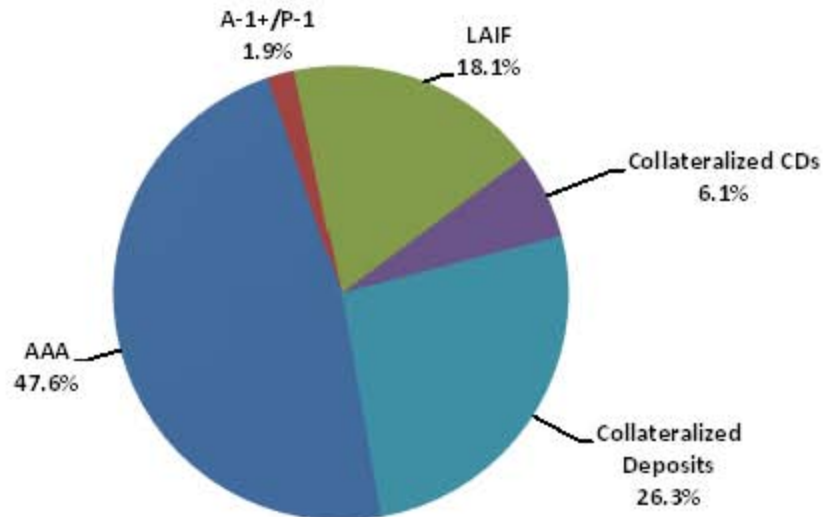


Notes:

- 1.) The \$50 million limit on LAIF is a non-statutory LAIF internal limit. It does not apply to bond proceeds.
- 2.) The San Diego County investment Pool mirrors the LAIF internal limit and does not apply to bond proceeds.

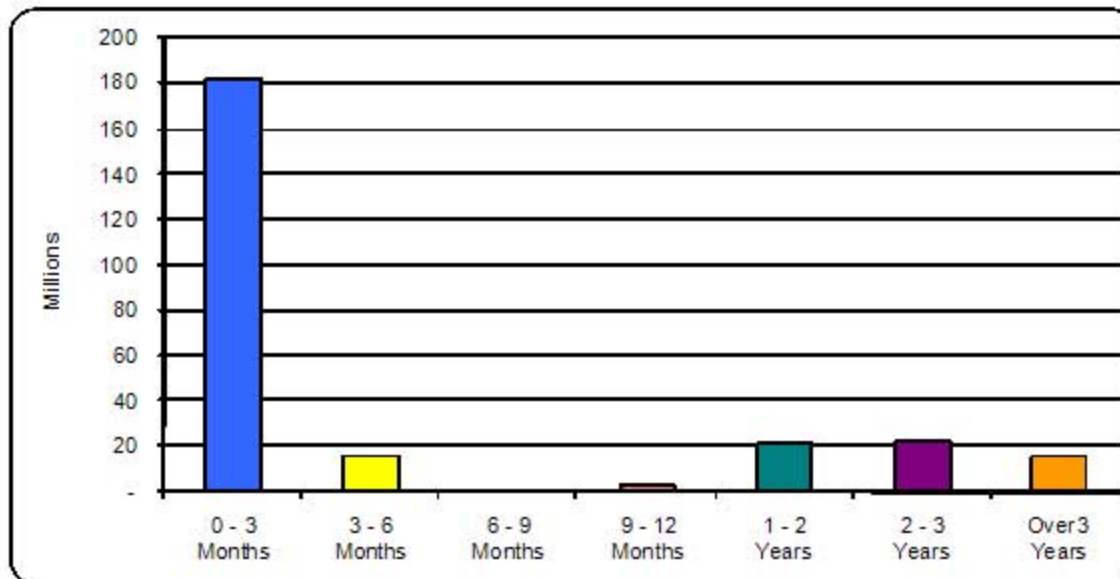
Portfolio Composition by Credit Rating

	December 31, 2010		September 30, 2010	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA	\$ 123,853,000	47.6%	\$ 125,575,000	54.4%
A-1+/P-1	4,993,000	1.9%	-	0.0%
LAIF	47,070,000	18.1%	47,011,000	20.4%
Collateralized CDs	15,861,000	6.1%	16,052,000	7.0%
Collateralized Deposits	68,239,000	26.3%	41,941,000	18.2%
Total	\$ 260,016,000	100.0%	\$ 230,579,000	100.0%



Portfolio Composition by Maturity Distribution⁽¹⁾

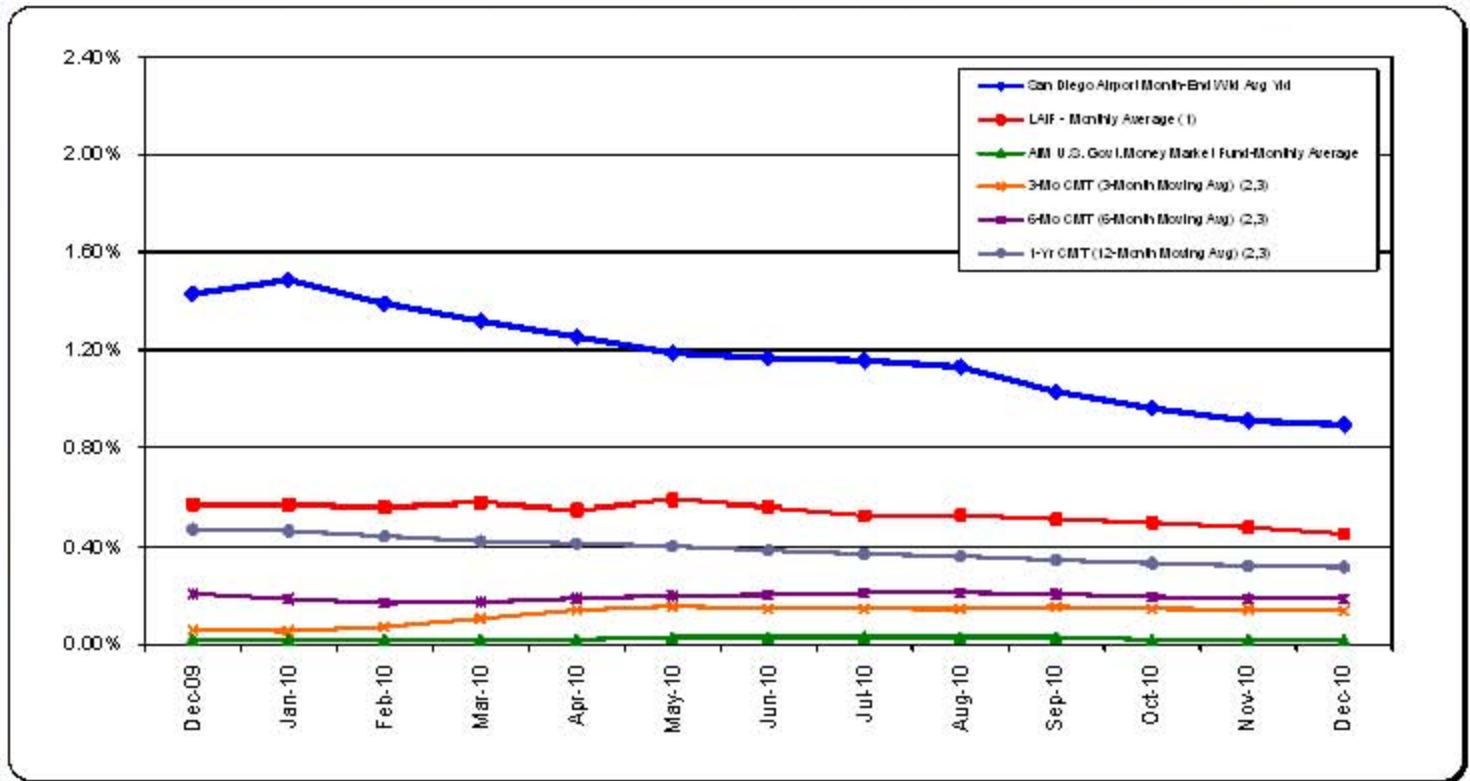
	December 31, 2010		September 30, 2010	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 181,955,000	69.9%	\$ 145,126,000	63.0%
3 - 6 Month	15,663,000	6.0%	16,667,000	7.2%
6 - 9 Months	-	0.0%	7,693,000	3.3%
9 - 12 Months	2,998,000	1.2%	7,001,000	3.0%
1 - 2 Years	21,534,000	8.3%	10,064,000	4.4%
2 - 3 Years	22,366,000	8.6%	19,043,000	8.3%
Over 3 Years	15,500,000	6.0%	24,985,000	10.8%
Total:	\$ 260,016,000	100.0%	\$ 230,579,000	100.0%



Notes:

1.) The 0-3 Month category includes investments held in the LAIF and the San Diego County Investment Pool.

Benchmark Comparison (1)



Notes:

- 1.) Benchmark data for LAF is the average monthly effective yield.
- 2.) CMT stands for Constant Maturity Treasury. This data is published in Federal Reserve Statistical Release H.15 and represents an average of all actively traded Treasury securities having that time remaining until maturity. This is a standard industry benchmark for Treasury securities.
- 3.) The CMT benchmarks are moving averages. The 3-month CMT is the daily average for the previous 3 months, the 6-month CMT is the daily average for the previous 6 months, and the 1-year CMT is the daily average for the previous 12 months.

San Diego County Regional Airport Authority
DETAIL OF SECURITY HOLDINGS
As of December 31, 2010

Settlement Date	Security Description	Coupon	Maturity Date	Next Call Date	Par Value	Purchase Price	Book Value	Market Price	Market Value	Days to Maturity	Yield to Maturity
04/20/09	TVA	5.625	01/18/11		2,000,000.00	107.498	2,149,960.00	100.195	2,003,900.00	18	1.264
06/01/07	FNMA	6.000	05/15/11		1,630,000.00	103.106	1,680,619.65	102.116	1,664,490.80	135	5.122
12/29/10	FHLB	0.500	12/29/11	03/29/11	3,000,000.00	100.000	3,000,000.00	99.941	2,998,230.00	363	1.758
12/22/10	FHLMC	0.669	06/22/12	03/22/11	3,000,000.00	99.935	2,998,050.00	99.951	2,998,530.00	539	1.758
07/06/10	FHLMC	0.750	07/06/12	01/06/11	2,000,000.00	100.000	2,000,000.00	100.003	2,000,060.00	553	1.309
12/06/10	FNMA	0.750	12/06/12	06/06/11	4,000,000.00	99.990	3,999,600.00	99.773	3,990,920.00	706	1.758
12/21/10	FNMA	0.900	12/21/12	06/21/11	2,500,000.00	100.000	2,500,000.00	99.777	2,494,425.00	721	1.758
06/28/10	FHLB	0.750	12/28/12	03/28/11	2,000,000.00	100.000	2,000,000.00	100.092	2,001,840.00	728	1.343
08/11/10	FNMA	2.050	04/26/13	04/26/11	2,000,000.00	101.116	2,022,314.00	100.442	2,008,840.00	847	1.627
06/28/10	FNMA	2.000	06/24/13	06/24/11	2,000,000.00	100.980	2,019,600.00	100.571	2,011,420.00	906	1.662
07/08/10	FHLMC	1.000	07/08/13	07/08/11	4,000,000.00	100.199	4,007,960.00	100.133	4,005,320.00	920	1.758
07/26/10	FHLMC	1.000	07/26/13	01/26/11	4,000,000.00	100.000	4,000,000.00	100.014	4,000,560.00	938	1.657
08/26/10	FNMA	0.550	08/26/13	08/26/11	3,000,000.00	100.000	3,000,000.00	99.928	2,997,840.00	969	1.509
09/17/10	FHLMC	0.500	09/17/13	03/17/11	3,000,000.00	99.950	2,998,500.00	99.888	2,996,640.00	991	1.405
09/23/10	FHLMC	1.125	09/23/13	03/23/11	4,350,000.00	99.990	4,349,565.00	99.889	4,345,171.50	997	1.128
07/28/10	FNMA	1.000	01/28/14	01/28/11	4,000,000.00	100.000	4,000,000.00	100.018	4,000,720.00	1124	1.981
11/01/10	FNMA	1.600	09/30/14	03/30/11	2,500,000.00	100.433	2,510,825.00	99.764	2,494,100.00	1369	1.486
06/29/10	FNMA	1.000	06/29/15	12/29/10	4,000,000.00	100.000	4,000,000.00	100.162	4,006,480.00	1641	3.496
07/28/10	FNMA	1.550	07/28/15	07/28/11	2,500,000.00	99.880	2,499,000.00	99.969	2,499,225.00	1670	2.280
12/16/10	FHLB	1.000	12/16/15	03/16/11	2,500,000.00	100.000	2,500,000.00	99.961	2,499,025.00	1811	1.758
Agency Total					57,980,000.00		58,233,993.65		58,017,737.30	937	1.860
02/04/10	Neighborhood Nat'l Bk CD	1.550	02/03/11		4,859,470.42	100.000	4,859,470.42	100.000	4,859,470.42	34	1.549
03/22/10	Union Bank CD	0.500	03/22/11		4,000,000.00	100.000	4,000,000.00	100.000	4,000,000.00	81	0.500
06/16/10	East West Bk CDARS	1.090	06/16/11		251,490.09	100.000	251,490.09	100.000	251,490.09	167	1.055
06/17/10	East West Bk CDARS	1.100	06/16/11		6,750,000.00	100.000	6,750,000.00	100.000	6,750,000.00	167	1.103
CD's Total					15,860,960.51		15,860,960.51		15,860,960.51	105	1.087



San Diego County Regional Airport Authority
DETAIL OF SECURITY HOLDINGS
As of December 31, 2010

Settlement Date	Security Description	Coupon	Maturity Date	Next Call Date	Par Value	Purchase Price	Book Value	Market Price	Market Value	Days to Maturity	Yield to Maturity
04/28/09	GE Capital TLGP (FDIC)	1.625	01/07/11		2,000,000.00	100.645	2,012,890.60	100.004	2,000,080.00	7	1.238
Corporate Bonds Total					2,000,000.00		2,012,890.60		2,000,080.00	7	1.238
10/29/10	FCAR Owner Trust CP	0.451	04/27/11		3,500,000.00	99.775	3,492,125.00	99.870	3,495,450.00	178	0.451
11/01/10	FCAR Owner Trust CP	0.451	05/02/11		1,500,000.00	99.775	1,496,606.25	99.864	1,497,960.00	178	0.451
Commercial Paper Total					5,000,000.00		4,988,731.25		4,993,410.00	178	0.451
09/27/10	U.S. Treasury	1.000	12/31/11		4,033,593.75	100.840	4,033,593.72	99.814	4,026,080.00	365	0.330
01/11/08	U.S. Treasury	4.250	01/15/11		1,543,000.00	104.406	1,610,988.44	100.125	1,544,928.75	15	2.716
09/15/09	U.S. Treasury	0.875	03/31/11		2,000,000.00	100.313	2,006,250.00	100.164	2,003,280.00	90	0.671
09/30/10	U.S. Treasury	0.875	12/31/11		4,028,906.25	100.723	4,028,906.24	99.838	4,022,360.00	365	0.332
Government Total					11,605,500.00		11,679,738.40		11,596,648.75	269	0.718
	US Bank CFC Acct				0.31	100.000	0.31	100.000	0.31	1	0.350
	US Bank General Acct				24,961,024.14	100.000	24,961,024.14	100.000	24,961,024.14	1	0.350
US Bank Accounts Total					24,961,024.45		24,961,024.45		24,961,024.45	1	0.350
	Highmark US Govt MMF				2,264,605.49	100.000	2,264,605.49	100.000	2,264,605.49	1	0.040
	Highmark US Govt MMF				0.00	100.000	0.00	100.000	0.00	1	0.040
	Highmark US Govt MMF				0.00	100.000	0.00	100.000	0.00	1	0.040
	Highmark US Govt MMF				0.00	100.000	0.00	100.000	0.00	1	0.040
Highmark Money Market Total					2,264,605.49		2,264,605.49		2,264,605.49	1	0.040
	Local Agency Invstmnt Fd				46,944,940.86	100.000	46,944,940.86	100.267	47,070,120.48	1	0.454
	San Diego County Inv Pool				49,882,280.04	100.000	49,882,280.04	100.184	49,974,199.43	1	0.790
	Bank of the West				12,008,800.66	100.000	12,008,800.66	100.000	12,008,800.66	1	0.440
	East West Bank				15,776,659.49	100.000	15,776,659.49	100.000	15,776,659.49	1	0.600
	East West Bank				15,480,184.19	100.000	15,480,184.19	100.000	15,480,184.19	1	0.600
East West Bank Total					31,256,843.68		31,256,843.68	100.000	31,256,843.68	1	0.600
	Union Bk Cash				11,572.83	100.000	11,572.83	100.000	11,572.83	1	0.000
Grand Total					\$ 259,776,529	100.16	\$ 260,106,382	100.09	\$ 260,016,004	232	0.893

San Diego County Regional Airport Authority
Consolidated Investments
INVESTMENT TRANSACTIONS
From 10-01-10 To 12-31-10

Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
PURCHASES								
10/29/10	FCAR Owner Trust CP	CP - DISC	3024A1RT2	0.451	04/27/11		99.775	3,492,125.00
11/01/10	FCAR Owner Trust CP	CP - DISC	3024A1S20	0.451	05/02/11		99.775	1,496,606.25
11/01/10	FNMA	AGCY CALL	3136FPKF3	1.600	09/30/14		100.433	2,510,825.00
12/06/10	FNMA	AGCY CALL	31398A6N7	0.750	12/06/12	06/06/11	99.990	4,000,000.00
12/16/10	FHLB	AGCY STEP	313371XS0	1.000	12/16/15	03/16/11	100.000	2,500,000.00
12/21/10	FNMA	AGCY CALL	31398A6Z0	0.900	12/21/12	06/21/11	100.000	2,500,000.00
12/22/10	FHLMC	AGCY CALL	3134G1L51	0.669	06/22/12	03/22/11	99.935	3,000,000.00
12/29/10	FHLB	AGCY CALL	313371YR1	0.500	12/29/11	03/29/11	100.000	3,000,000.00
								\$ 22,499,556
CALLS								
07/29/10	FHLB	AGCY STEP	313370CB2	0.750	01/29/14	10/29/10	100.000	2,504,687.50
05/26/10	FNMA	AGCY STEP	3136FMSH8	2.250	05/26/15	11/26/10	100.000	1,600,000.00
06/10/10	FNMA	AGCY STEP	3136FMVB7	1.500	06/10/15	12/10/10	100.000	3,000,000.00
06/28/10	FHLMC	AGCY CALL	3134G1LB8	1.250	12/28/12	12/28/10	100.000	2,000,000.00
								\$ 9,104,688
MATURITIES								
09/15/09	U.S. Treasury	TREAS NOTE	912828JP6	1.500	10/31/10		100.000	4,000,000.00
09/15/09	U.S. Treasury	TREAS NOTE	912828JP6	1.500	10/31/10		101.168	2,023,359.38
10/13/09	U.S. Treasury	TREAS NOTE	912828JP6	1.500	10/31/10		101.168	2,022,187.50
09/15/09	U.S. Treasury	TREAS NOTE	912828JS0	1.250	11/30/10		100.922	2,018,437.50
04/16/09	FHLMC	AGCY BULET	3128X8QY1	1.550	12/15/10		100.592	2,000,000.00
12/11/08	JPM Chase TLGP (FDIC)	CORPORATE	481247AD6	2.625	12/01/10		100.366	2,000,000.00
								\$ 14,063,984

Bond Proceeds Summary

As of: December 31, 2010
(in thousands)

Fund	Series A	Series B	Series C	Total	Yield	Rating
<u>Project Fund</u>						
CAMP	\$ 1	\$ -	\$ 3,731	\$ 3,732	0.17%	AAAm
LAIF*	69,305	-	59,925	129,230	0.45%	N/R
SDCIP*	114,357	-	83,962	198,319	0.79%	AAAf
	183,663	-	147,618	331,281		
<u>Capitalized Interest</u>						
CAMP	6	-	4	10	0.17%	AAAm
SDCIP*	19,025	-	13,131	32,156	0.79%	AAAf
JP Morgan Federal MM Reserve	3,370	-	2,148	5,518	0.02%	AAAm
	22,401	-	15,283	37,684		
<u>Debt Service Reserve Fund</u>						
CAMP	9	-	2	11	0.17%	AAAm
FNMA Global Notes	10,013	-	5,008	15,021	0.66%	AAA
East West Bank CD	13,004	-	7,002	20,006	1.14%	
Bank of the West DDA	9,614	-	6,322	15,936	0.45%	
	32,640	-	18,334	50,974		
<u>Cost of Issuance</u>						
JP Morgan Federal MM Reserve	25	4	16	45	0.02%	AAAm
	\$ 238,729	\$ 4	\$ 181,251	\$ 419,984	0.67%	

*Bond proceeds are not included in deposit limits as applied to operating funds

**January 2011 principle and interest payments for the 2010 bonds are not included in these totals

CAMP Yield as of 12/31/2010

LAIF Quarterly Yield as of 11/30/2010

SDCIP Yield as of 11/30/2010

San Diego County Regional Airport Authority
Bond Proceeds Investments
INVESTMENT TRANSACTIONS
From 10-01-10 To 12-31-10

Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
PURCHASES								
12/29/2010	FNMA	AGCY Bullet	31398AP71	1.25	6/22/2012		100.000	14,996,749.32
								\$ 14,996,749.32
CALLS								
								\$ -
MATURITIES								
								\$ -
Deposits								
10/5/2010	San Diego County Investment Pool	SDCIP		1.04			100.000	198,318,481.00
10/5/2010	California Asset Management Program	CAMP		0.20			100.000	49,238,972.00
10/8/2010	California Asset Management Program	CAMP		0.20			100.000	5,939,533.00
10/8/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	114,999,376.59
10/12/2010	Local Agency Investment Fund	LAIF		0.49			100.000	129,230,000.00
10/14/2010	California Asset Management Program	CAMP		0.20			100.000	88,599,376.59
10/15/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	778,410.49
10/21/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	2,665,800.62
11/24/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	235,579
12/20/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	1,839,095
								591,844,625
Withdrawals								
10/20/2010	California Asset Management Program	CAMP		0.20			100.000	6,895,062
10/13/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	26,400,000
10/14/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	88,599,377
10/18/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	776,929
10/20/2010	California Asset Management Program	CAMP		0.20			100.000	2,373,868
10/27/2010	California Asset Management Program	CAMP		0.20			100.000	30,378,786
11/4/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	37,099
11/17/2010	JP Morgan Federal Money Market Fund	JPMM		0.02			100.000	210,332
12/24/2010	California Asset Management Program	CAMP		0.20			100.000	14,183,790
								169,855,242



Questions

