



SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY

Board Communication

Date: October 26, 2010
To: Board Members
Via: Thella F. Bowens, President/CEO
From: Vernon D. Evans, Vice President, Finance/Treasurer
Subject: Investment Report as of September 30, 2010

The attached report is to be received at the November 4, 2010 Board meeting.





Item 3

San Diego County Regional Airport Authority

Investment Report As of September 30, 2010

Presented by:

Vernon D. Evans, CPA

Vice-President-Finance/Treasurer and CFO

October 25, 2010

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.



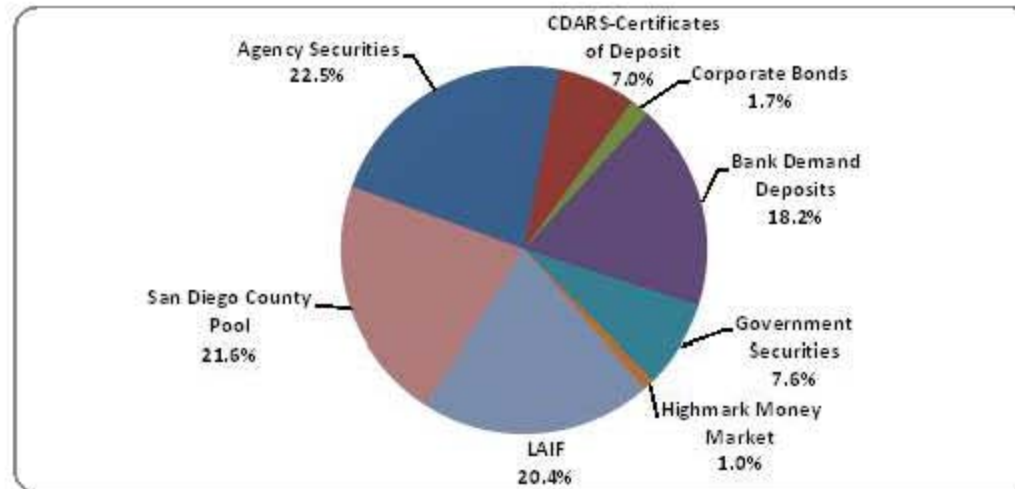
Vernon D. Evans
Chief Financial Officer/Treasurer
San Diego County Regional Airport Authority

Total Portfolio Summary

	Current Period September 30, 2010	Prior Period June 30, 2010	Change From Prior
Book Value	\$230,645,000	\$246,187,000	(\$15,542,000)
Market Value	\$230,579,000	\$246,197,000	(\$15,618,000)
Market Value%	100.10%	100.14%	(0.04%)
Unrealized Gain / (Loss)	(\$66,000)	\$10,000	(\$76,000)
Weighted Average Maturity (Days)	288 days	238 days	51
Weighted Average Yield as of Period End	1.03%	1.17%	(0.14%)
Cash Interest Received- Current Month	\$188,000		
Cash Interest Received- Quarter-to-Date	\$678,000	\$662,000	\$16,000
Accrued Interest	\$412,000	\$531,000	(\$119,000)

Portfolio Composition by Security Type

	September 30, 2010		June 30, 2010		Permitted by Policy
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio	
Agency Securities	\$ 51,754,000	22.5%	\$ 68,114,000	27.7%	100%
CDARS-Certificates of Deposit	16,052,000	7.0%	16,031,000	6.5%	30%
Corporate Bonds	4,016,000	1.7%	4,031,000	1.6%	15%
Bank Demand Deposits	41,941,000	18.2%	48,674,000	19.8%	100%
Government Securities	17,636,000	7.6%	9,610,000	3.9%	100%
Highmark Money Market	2,386,000	1.0%	3,212,000	1.2%	20%
LAIF	47,011,000	20.4%	46,906,000	19.1%	\$50 million ⁽¹⁾
San Diego County Pool	49,783,000	21.6%	49,619,000	20.2%	\$50 million ⁽²⁾
Total:	\$ 238,573,000	100.0%	\$ 246,197,000	100.0%	

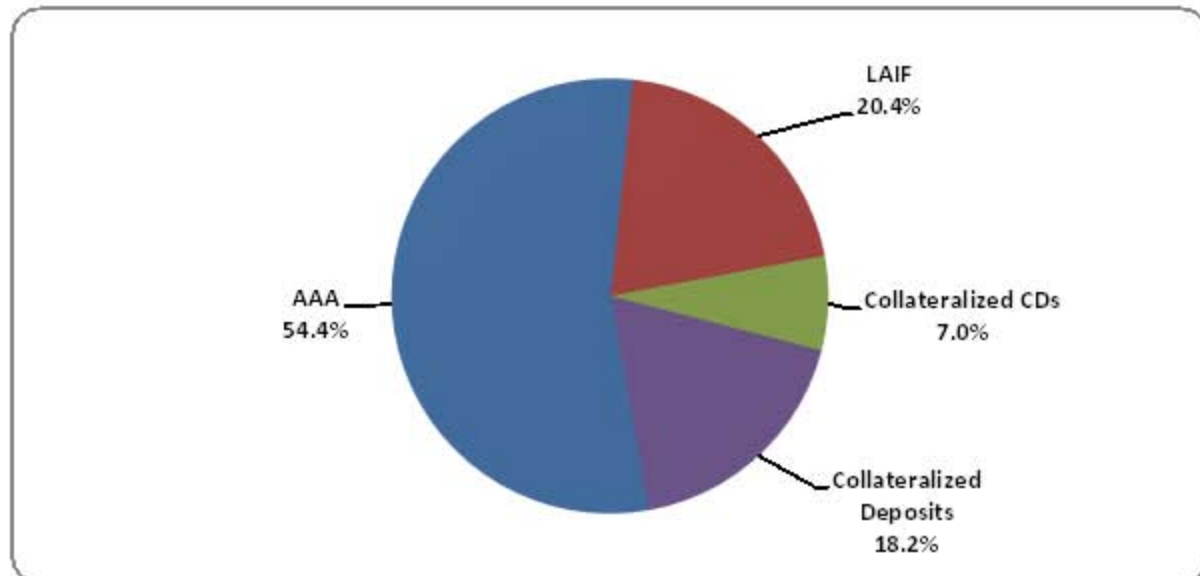


Notes:

- 1) The \$50 million limit on LAIF is a non-stipulatory 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 Rating

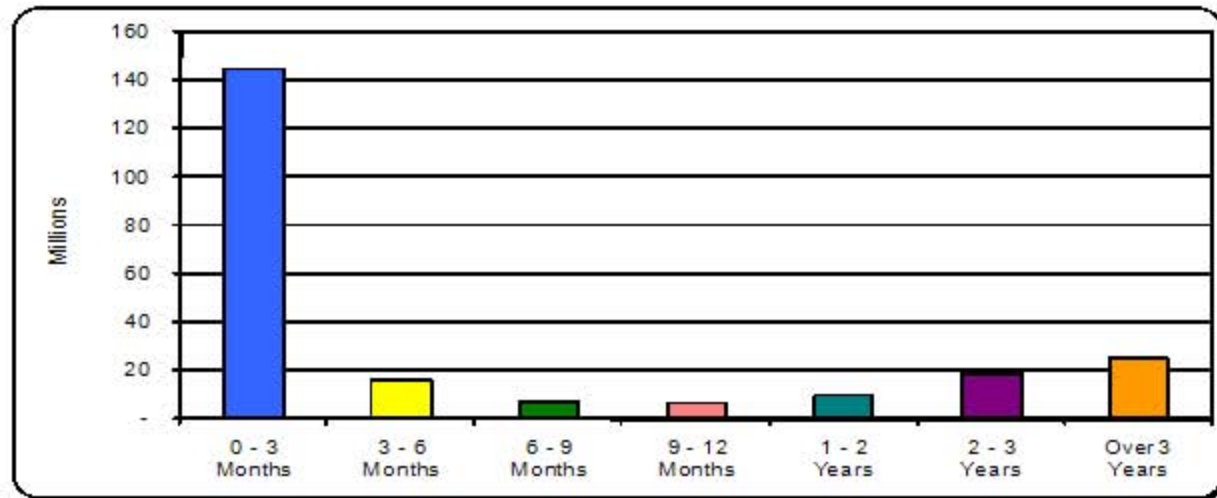
	September 30, 2010		June 30, 2010	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
AAA	\$ 125,575,000	54.4%	\$ 134,586,000	54.6%
LAIF	47,011,000	20.4%	46,906,000	19.1%
Collateralized CDs	16,052,000	7.0%	16,031,000	6.5%
Collateralized Deposits	41,941,000	18.2%	48,674,000	19.8%
Total:	\$ 230,579,000	100.0%	\$ 246,197,000	100.0%



Notes:

Portfolio Composition by Maturity Distribution⁽¹⁾

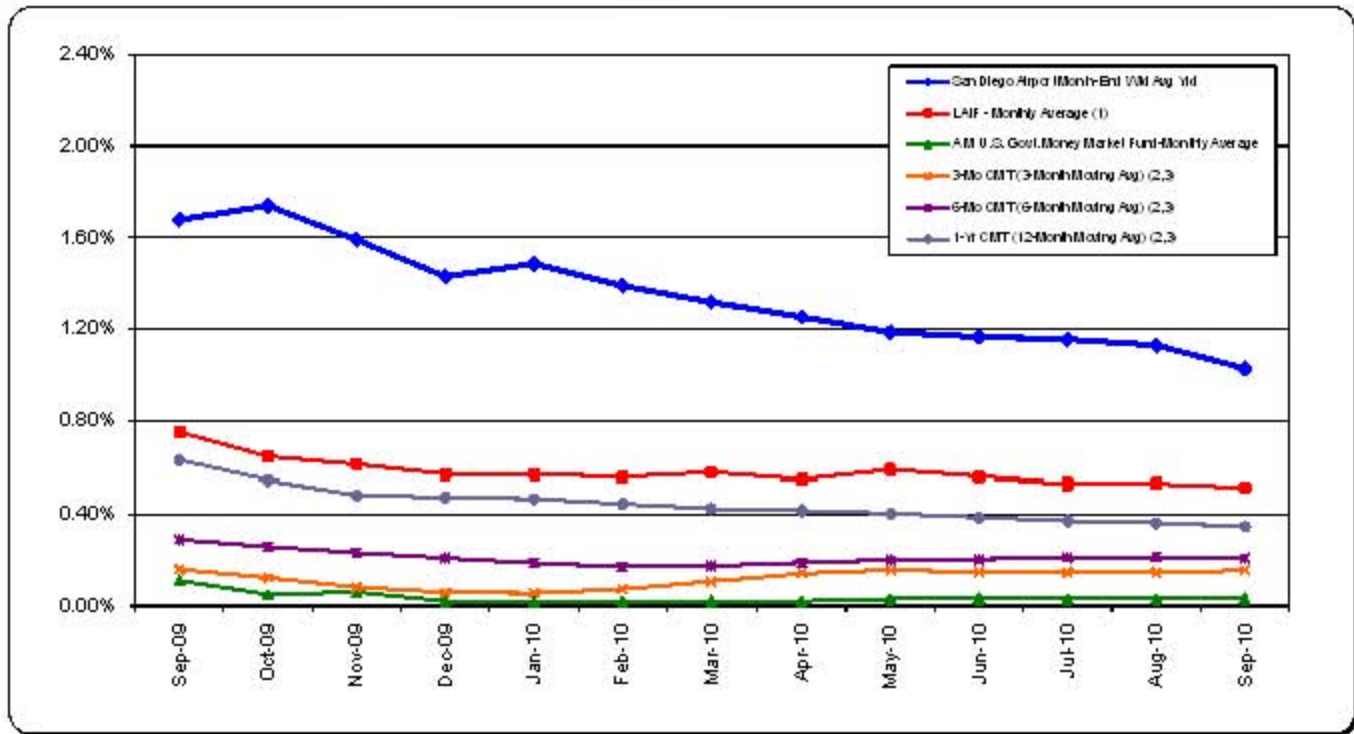
	September 30, 2010		June 30, 2010	
	Market Value	Percent of Portfolio	Market Value	Percent of Portfolio
0 - 3 Months	\$ 145,126,000	63.0%	\$ 165,100,000	67.1%
3 - 6 Month	16,667,000	7.2%	10,058,000	4.1%
6 - 9 Months	7,693,000	3.3%	14,677,000	5.9%
9 - 12 Months	7,001,000	3.0%	13,719,000	5.6%
1 - 2 Years	10,064,000	4.4%	13,000,000	5.3%
2 - 3 Years	19,043,000	8.3%	14,027,000	5.7%
Over 3 Years	24,985,000	10.8%	15,618,000	6.3%
Total:	\$ 230,579,000	100.0%	\$ 246,197,000	100.0%



Notes:

1.) The 0-3 Month category includes investments held in the LNF 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 September 30, 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
04/16/09	FHLMC	1.550	12/15/10		\$ 2,000,000.00	100.592	\$ 2,011,830.00	100.258	\$ 2,005,160.00	106	1.190
04/20/09	TVA	5.625	01/18/11		2,000,000.00	107.498	2,149,960.00	101.581	2,031,620.00	140	1.264
06/01/07	FNMA	6.000	05/15/11		1,630,000.00	103.106	1,680,619.65	103.500	1,687,050.00	257	5.122
07/06/10	FHLMC	0.750	07/06/12	01/06/11	2,000,000.00	100.000	2,000,000.00	100.094	2,001,880.00	675	1.300
06/28/10	FHLMC	1.250	12/28/12	12/28/10	2,000,000.00	100.000	2,000,000.00	100.149	2,002,980.00	850	1.250
06/28/10	FHLB	0.750	12/28/12	03/28/11	2,000,000.00	100.000	2,000,000.00	100.125	2,002,500.00	850	1.340
08/11/10	FNMA	2.050	04/26/13	04/26/11	2,000,000.00	101.116	2,022,314.00	100.750	2,015,000.00	969	1.620
06/28/10	FNMA	2.000	06/24/13	06/24/11	2,000,000.00	100.980	2,019,600.00	100.844	2,016,880.00	1028	1.660
07/08/10	FHLMC	1.000	07/08/13	07/08/11	4,000,000.00	100.199	4,007,960.00	100.175	4,007,000.00	1042	1.758
07/26/10	FHLMC	1.000	07/26/13	01/26/11	4,000,000.00	100.000	4,000,000.00	100.064	4,002,560.00	1060	1.657
08/26/10	FNMA	0.550	08/26/13	08/26/11	3,000,000.00	100.000	3,000,000.00	99.875	2,996,250.00	1091	1.151
09/17/10	FHLMC	0.500	09/17/13		3,000,000.00	99.950	2,998,500.00	99.853	2,995,590.00	1113	1.400
09/23/10	FHLMC	1.125	09/23/13	03/23/11	4,350,000.00	99.990	4,349,565.00	100.224	4,359,744.00	1119	1.145
07/28/10	FNMA	1.000	01/28/14	01/28/11	4,000,000.00	100.000	4,000,000.00	100.094	4,003,760.00	1246	1.980
07/29/10	FHLB	0.750	01/29/14	10/29/10	2,500,000.00	99.950	2,498,750.00	100.000	2,500,000.00	1247	1.920
05/26/10	FNMA	2.250	05/26/15	11/26/10	1,600,000.00	100.000	1,600,000.00	100.250	1,604,000.00	1729	3.396
06/10/10	FNMA	1.500	06/10/15	12/10/10	3,000,000.00	100.000	3,000,000.00	100.125	3,003,750.00	1744	3.430
06/29/10	FNMA	1.000	06/29/15	12/29/10	4,000,000.00	100.000	4,000,000.00	100.063	4,002,520.00	1763	3.490
07/28/10	FNMA	1.550	07/28/15	07/28/11	2,500,000.00	99.880	2,497,000.00	100.625	2,515,625.00	1792	2.280
Agency Total					51,580,000.00		51,836,098.65		51,753,869.00	1104	1.978
02/04/10	Neighborhood Nat'l Bk CD	1.550	02/03/11		5,051,004.07	100.000	5,051,004.07	100.000	5,051,004.07	156	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	203	0.500
06/16/10	East West Bk CDARS	1.090	06/16/11		250,800.10	100.000	250,800.10	100.000	250,800.10	289	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	289	1.103
CD's Total					16,051,804.17		16,051,804.17		16,051,804.17	226	1.092



San Diego County Regional Airport Authority
DETAIL OF SECURITY HOLDINGS
As of September 30, 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
12/11/08	JPM Chase TLGP (FDIC)	2.625	12/01/10		2,000,000.00	100.366	2,007,320.00	100.400	2,008,000.00	92	2.434
04/28/09	GE Capital TLGP (FDIC)	1.625	01/07/11		2,000,000.00	100.645	2,012,890.60	100.395	2,007,900.00	129	1.238
Corporate Bonds Total					4,000,000.00		4,020,210.60		4,015,900.00	111	1.835
09/15/09	U.S. Treasury	1.500	10/31/10		2,000,000.00	101.168	2,022,773.43	100.094	2,001,880.00	61	0.458
10/13/09	U.S. Treasury	1.500	10/31/10		2,000,000.00	101.168	2,022,773.43	100.094	2,001,880.00	61	0.439
09/15/09	U.S. Treasury	1.250	11/30/10		2,000,000.00	100.922	2,018,437.50	100.164	2,003,280.00	91	0.483
09/27/10	U.S. Treasury	1.000	12/31/11		4,033,593.75	100.840	4,033,593.72	100.004	4,033,760.00	487	0.330
01/11/08	U.S. Treasury	4.250	01/15/11		1,543,000.00	104.406	1,610,988.44	101.133	1,560,482.19	137	2.716
09/15/09	U.S. Treasury	0.875	03/31/11		2,000,000.00	100.313	2,006,250.00	100.320	2,006,400.00	212	0.671
09/30/10	U.S. Treasury	0.875	12/31/11		4,028,906.25	100.723	4,028,906.24	99.992	4,028,600.00	487	0.332
Government Total					17,605,500.00		17,743,722.76		17,636,282.19	282	0.630
	US Bank CFC Acct				0.31	100.000	0.31	100.000	0.31	1	0.350
	US Bank General Acct				13,720,543.58	100.000	13,720,543.58	100.000	13,720,543.58	1	0.350
US Bank Accounts Total					13,720,543.89		13,720,543.89		13,720,543.89	1	0.350
	Highmark US Govt MMF				511,262.72	100.000	511,262.72	100.000	511,262.72	1	0.050
	Highmark US Govt MMF				966.59	100.000	966.59	100.000	966.59	1	0.050
	Highmark US Govt MMF				508,910.53	100.000	508,867.31	100.000	508,910.53	1	0.050
	Highmark US Govt MMF				1,365,133.84	100.000	1,365,133.84	100.000	1,365,133.84	1	0.050
Highmark Money Market Total					2,386,273.68		2,386,230.46		2,386,273.68	1	0.050
Local Agency Invstmnt Fd					47,010,550.76	100.000	46,884,387.50	100.000	47,010,550.76	1	0.531
San Diego County Inv Pool					49,781,495.32	100.000	49,781,495.32	100.003	49,783,000.00	1	1.004
	East West Bank				15,174,147.66	100.000	15,174,147.66	100.000	15,174,147.66	1	0.690
	East West Bank				13,035,022.16	100.000	13,035,022.16	100.000	13,035,022.16	1	0.630
East West Bank Total					28,209,169.82		28,209,169.82	100.000	28,209,169.82	1	0.662
Union Bk Cash					11,618.81	100.000	11,618.81	100.000	11,618.81	1	0.000
Grand Total					\$ 230,356,956	100.21	\$ 230,645,282	100.10	\$ 230,579,012	288	1.028



San Diego County Regional Airport Authority
Consolidated Investments
INVESTMENT TRANSACTIONS
From 07-01-10 To 09-31-10

Settle Date	Security Description	Security Type	CUSIP	Coupon	Mature Date	Call Date	Unit Price	Amount
PURCHASES								
7/6/2010	FHLMC	AGCY STEP	3134G1JB1	0.750	7/6/2012	01/06/11	100.000	\$ 2,000,000.00
7/8/2010	FHLMC	AGCY STEP	3134G1JG0	0.800	7/8/2013	07/08/11	100.000	4,007,960.00
7/26/2010	FHLMC	AGCY STEP	3134G1MR2	1.000	7/26/2013	01/26/11	100.000	4,000,000.00
7/28/2010	FNMA	AGCY STEP	3136FMX41	1.000	1/28/2014	01/28/11	100.000	4,000,000.00
7/28/2010	FNMA	AGCY STEP	3136FM3T9	1.550	7/28/2015	07/28/11	100.116	2,497,107.64
7/29/2010	FHLB	AGCY STEP	313370CB2	0.750	1/29/2014	10/29/10	99.950	2,498,750.00
8/10/2010	FNMA	AGCY CALL	31398AP22	2.050	4/26/2013	04/26/11	101.116	2,022,314.00
8/26/2010	FNMA	AGCY STEP	3136FPAK3	0.550	8/26/2013	08/26/11	100.000	3,000,000.00
9/17/2010	FHLMC	AGCY STEP	3134G1ST2	0.500	9/17/2013		99.950	3,000,000.00
9/23/2010	FHLMC	AGCY CALL	3134G1TD6	1.125	9/23/2013	03/23/11	99.990	4,350,000.00
9/27/2010	U.S. Treasury	TREAS NOTE	912828ML1	1.000	12/31/2011		100.840	4,033,593.75
9/30/2010	U.S. Treasury	TREAS NOTE	912828MJ6	0.875	1/31/2012		100.723	4,028,906.25
								\$ 39,438,631.64
CALLS								
7/7/2009	FHLMC	AGCY STEP	3128X82D3	1.750	7/6/2011	07/06/10	100.000	\$ 4,000,000.00
1/13/2010	FNMA	AGCY STEP	3136FJG39	1.250	1/13/2012	07/13/10	100.000	4,000,000.00
1/28/2010	FHLMC	AGCY STEP	3128X9VE7	1.000	1/28/2013	07/28/10	100.000	3,000,000.00
1/26/2010	FNMA	AGCY STEP	3136FJX97	2.250	1/26/2015	07/26/10	100.000	4,000,000.00
5/11/2010	FHLB	AGCY STEP	3133XYAE5	1.000	5/11/2015	8/10/2010	100.000	3,007,500.00
6/17/2010	FHLB	AGCY CALL	3133XYPF6	0.750	6/17/2011	09/17/10	100.000	3,000,000.00
3/9/2010	FHLMC	AGCY STEP	3128X9K25	0.550	3/9/2012	09/09/10	100.000	2,000,000.00
1/12/2010	FHLB	AGCY STEP	3133XVYR6	0.500	3/21/2012	09/21/10	99.950	2,998,500.00
12/17/2009	FHLB	AGCY STEP	3133XW2G3	0.750	12/17/2012	09/17/10	100.000	3,000,000.00
6/28/2010	FNMA	AGCY STEP	3136FMC51	1.125	6/28/2013	09/28/10	100.000	2,000,000.00
								\$ 31,006,000.00
MATURITIES								
7/9/2007	FHLMC	AGCY BULET	3134A4VB7	4.125	7/12/2010		100.130	\$ 1,530,000.00
2/24/2009	FHLB	AGCY BULET	3133XT6D3	1.300	7/30/2010		100.060	2,000,000.00
8/24/2007	FNMA	AGCY BULET	31359MYN7	4.250	8/15/2010		100.000	1,049,000.00
8/24/2007	FHLMC	AGCY CALL	3128X4GV7	4.875	8/16/2010		100.000	503,000.00
3/9/2009	FFCB	AGCY BULET	31331GPQ6	1.250	9/9/2010		99.978	4,000,000.00
3/9/2009	FHLB	AGCY BULET	3133XTAP1	1.375	9/9/2010		99.985	4,900,000.00
11/14/2007	FNMA	AGCY BULET	31398AGU0	4.375	9/13/2010		100.674	2,655,000.00
								\$ 16,637,000.00

Questions

