

REPORT

To the Honorable Mayor and City Council
From the City Manager

December 13, 2005

Subject

Monthly Investment Report for Period Ending November 30, 2005

Background

The attached investment report indicates that on November 30, 2005 surplus funds (excluding cash with fiscal agents) from all sources in the amount of \$105,331,180.46 were invested producing an average yield of 3.25%. The target Fed Funds rate for November is 4.00%.

The attached investment listing represents all securities in which City funds, including all trust funds and agency funds, are invested (excluding deferred compensation plans) and indicates any security dealers that were used to invest City funds during the month.

As of November 30, the City has sufficient liquid resources available to meet expenditure requirements for the next six months.

The City's Investment Policy requires that the Council be advised each month of the current value of any securities with a maturity of greater than one year. The City presently has 18 securities meeting the criteria.

All City investments are in compliance with the City's Investment Policy.

Brian J. Ponty
Director of Finance and Financial Planning

Sandy Jennings
Deputy Treasurer

cc: Edward P. Everett, City Manager

INVESTMENT PORTFOLIO

November 30, 2005

TYPE	CUSIP NO.	DATE PURCHASED	PURCHASE PRICE (\$)	MATURITY DATE	YIELD %	PAR VALUE (\$)	% OF PORTFOLIO	MARKET VALUE (\$)	Average MATURITY (Months)	CALL DATE	BROKER USED FOR CURRENT MONTH
US AGENCIES, SECURITIES, AND CORPORATE NOTES											
Fed Nat'l Mort. Association	3136F3U53	7/24/2003	3,000,000.00	7/24/2006	2.070	3,000,000.00	1.792	2,965,320.00	(2)	0.30	
Fed Home Loan Bank	31339Y2P0	8/14/2003	2,000,000.00	8/14/2006	2.550	2,000,000.00	1.195	1,971,880.00	(2)	0.23	
Fed Home Loan Bank	31339Y2P0	8/14/2003	2,991,000.00	8/14/2006	2.655	3,000,000.00	1.792	2,957,820.00	(2)	0.35	
Citigroup	172967BH3	10/9/2003	1,080,380.00	8/9/2006	2.540	1,000,000.00	0.597	1,005,330.00	(2)	0.12	
Fed Home Loan Bank	3133X14N4	1/2/2004	3,031,875.00	9/15/2006	2.460	3,000,000.00	1.792	2,959,680.00	(2)	0.39	
Fed Home Loan Bank	3133X2F89	11/24/2003	2,998,125.00	11/24/2006	2.872	3,000,000.00	1.792	2,947,500.00	(2)	0.48	
Fed Home Loan Bank	(1) 3133X2UH6	12/29/2003	3,000,000.00	12/29/2006	3.140	3,000,000.00	1.792	2,952,180.00	(2)	0.52	
Fed Nat'l Mort. Association	(1) 31359MLZ4	1/22/2004	3,221,640.00	1/15/2007	2.416	3,000,000.00	1.792	3,010,320.00	(2)	0.57	
Fed Home Loan Mtg Corp	(1) 3128X2TX3	2/9/2004	2,995,560.00	2/9/2007	2.802	3,000,000.00	1.792	2,933,550.00	(2)	0.61	
Fed Home Loan Mtg Corp	(1) 3128X2TX3	3/12/2004	3,019,410.00	2/9/2007	2.026	3,000,000.00	1.792	2,933,550.00	(2)	0.61	
Fed Home Loan Mtg Corp	(1) 3134A4UN2	2/3/2004	2,984,700.00	2/15/2007	2.550	3,000,000.00	1.792	2,919,390.00	(2)	0.61	
Fed Nat'l Mort. Association	(1) 31359MFL2	3/2/2004	3,412,500.00	3/15/2007	2.401	3,000,000.00	1.792	3,090,000.00	(2)	0.65	
Fed Home Loan Mtg Corp	(1) 3134A4NWO	3/16/2004	3,236,430.00	3/15/2007	2.146	3,000,000.00	1.792	3,006,570.00	(2)	0.65	
Fed Nat'l Mort. Association	(1) 31359MMP5	4/19/2004	3,206,790.00	4/15/2007	2.829	3,000,000.00	1.792	3,021,570.00	(2)	0.70	
Fed Nat'l Mort. Association	(1) 3136F5RY9	4/27/2004	2,988,000.00	4/27/2007	3.015	3,000,000.00	1.792	2,926,890.00	(2)	0.70	
Fed Nat'l Mort. Association	(1) 3133MNPF8	5/11/2004	3,116,790.00	5/15/2007	3.501	3,000,000.00	1.792	3,006,570.00	(2)	0.74	
Fed Home Loan Bank	(1) 3133XAM79	3/21/2005	2,978,940.00	8/24/2007	4.106	3,000,000.00	1.792	2,954,070.00	(2)	0.87	
Fed Nat'l Mort. Association	(1) 3136F6AG4	9/7/2004	3,000,000.00	9/7/2007	2.750	3,000,000.00	1.792	2,967,180.00	(2)	0.91	
Fed Nat'l Mort. Association	(1) 31359MQM8	1/4/2005	2,975,625.00	1/15/2008	3.535	3,000,000.00	1.792	2,912,820.00	(2)	1.09	
Fed Home Loan Bank	(1) 3133XAN37	2/17/2005	2,986,875.00	2/15/2008	3.781	3,000,000.00	1.792	2,931,570.00	(2)	1.13	
Fed Home Loan Bank	(1) 3133XAY68	7/8/2005	2,991,600.00	3/24/2008	4.358	3,000,000.00	1.792	2,963,430.00	(2)	1.17	
Fed Nat'l Mort. Association	(1) 31359MDU4	5/3/2005	3,171,562.50	5/15/2008	3.979	3,000,000.00	1.792	3,090,000.00	(2)	1.26	
Fed Home Loan Mtg Corp	(1) 3128X4BD2	6/2/2005	3,007,500.00	6/2/2008	4.260	3,000,000.00	1.792	2,964,150.00	(2)	1.30	6/2/2006
Fed Nat'l Mort. Association	(1) 31359MSB0	6/29/2005	2,891,880.00	6/15/2008	3.798	3,000,000.00	1.792	2,841,570.00	(2)	1.30	
<i>Total Governments</i>			<u>70,287,182.50</u>		*	<u>69,000,000.00</u>	<u>41.213</u>	<u>68,232,910.00</u>		<u>17.26</u>	
LIQUID ACCOUNTS											
County of San Mateo - City of Redwood City					3.440	5,362,781.36	3.203			98.78	
County of San Mateo - Redevelopment Agency					3.440	8,402,448.90	5.019			154.78	
County of San Mateo - Public Financing Authority					3.440	1,780,115.78	1.063			32.79	
State of California LAIF - City of Redwood City					3.636	20,785,834.42	12.415			382.88	
<i>Total Liquid Accounts</i>						<u>36,331,180.46</u>	<u>21.700</u>			<u>669.23</u>	
SUB-TOTAL			(average weighted yield)	3.250		<u>105,331,180.46</u>	<u>62.91</u>			<u>686.49</u>	
CASH AND INVESTMENTS WITH FISCAL AGENTS											
1997 Tax Alloc Refunding Bonds - Reserve Fund					6.190	1,543,018.65	0.922			US Bank	
1997 Tax Alloc Refunding Bonds - I&R Fund					3.330	16,328.59	0.010			US Bank	
1998 Refunding Bonds Series A - US Treasury					3.330	1,222,669.80	0.730			US Bank	
1998 Refunding Bonds Series A - I&R Fund					3.330	566.12	0.000			US Bank	
1999 Seaport Consolidated Bonds - US Treasury					3.220	1,036,589.35	0.619			US Bank	
2000A Pacific Shores Bonds - Construction Fund - Money Market					3.220	1,285,452.23	0.768			Bank Of New York	
2000A Pacific Shores Bonds - Reserve Fund					3.220	656,574.98	0.392			Bank Of New York	
2000A Pacific Shores Bonds - Special Tax Fund					3.230	15,125.67	0.009			Bank Of New York	
2000A Pacific Shores Bonds - I&R Fund					3.230	961.86	0.001			Bank Of New York	
2001A RWS Trans Imprvmt Bonds - Adm Expense Fund					3.140	4.14	0.000			Bank Of New York	
2001A RWS Trans Imprvmt Bonds - Reserve Fund					3.220	326,774.65	0.195			Bank Of New York	
2001A RWS Trans Imprvmt Bonds - I&R Fund					3.230	130.21	0.000			Bank Of New York	
2003 PFA Lease Revenue Refunding Bonds - Reserve Fund					3.230	69,850.09	0.042			Bank Of New York	
2003 PFA Lease Revenue Refunding Bonds - I&R Fund					3.220	912.16	0.001			Bank Of New York	
2003 PFA Lease Revenue Refunding Bonds - Courthouse Project					3.230	2,889,862.73	1.726			Bank Of New York	
2003A RDA Tax Allocation Bonds - Money Market					3.330	874,948.42	0.523			US Bank	
2003A RDA Tax Allocation Bonds - Construction Fund					3.230	5,106,215.35	3.050			Bank Of New York	
2003A RDA Tax Allocation Bonds - I&R Fund					2.340	4,519.93	0.003			US Bank	
2003B RWS Traffic Improvement Phase II Bonds - Construction Fund					0.000	4,277.64	0.003			Bank Of New York	
2003B RWS Traffic Improvement Phase II Bonds - Reserve Fund					3.220	43,366.05	0.026			Bank Of New York	
2003B RWS Traffic Improvement Phase II Bonds - I&R Fund					3.230	152.56	0.000			Bank Of New York	
2005A PFA Water Bonds Project					3.230	22,747,016.80	13.587			Bank Of New York	
2005A PFA Water Bonds Project - Reserve Fund					3.230	2,225,332.21	1.329			Bank Of New York	
LAIF-PFA Certificates of Participation - City Hall - Reserve Fund					3.636	1,050,538.35	0.627			US Bank	
PFA Bonds - Housing Project Fund					3.600	157,559.05	0.094			California Arbitrage Management Program	
Traffic Impact Fund					3.220	6,152,742.23	3.675			Bank Of New York	
Capital Project Fund					3.230	13,124,626.52	7.839			Bank Of New York	
PAL Bldg. Loan & RDA Projects					3.230	1,534,690.03	0.917			Bank Of New York	
<i>Total with Fiscal Agents</i>						<u>62,090,806.37</u>	<u>37.086</u>				
TOTAL PORTFOLIO						<u>167,421,986.83</u>	<u>100.000</u>				

* Difference in value between Principal Amount and Market Value may be due to timing of purchase. Some of these investments may have been purchased when interest rates were low. Principal amount also indicates PAR (face) value and does not reflect whether investment was purchased at a discount or premium. As interest rates increase or decrease, the value of the investment will decrease or increase accordingly. The City's investment intention is to hold the investments to maturity thereby receiving PAR value at maturity unless the City will realize a profit by liquidating the investment prior to maturity date.

(1) Denotes investments with a maturity date greater than one (1) year.

(2) Market values obtained from the Principal Portfolio statement issued by Union Bank of California, Redwood City's third party administrator.