

STAFF REPORT
COUNCIL MEETING DATE:
August 27, 2012

ITEM FOR COUNCIL CONSIDERATION:

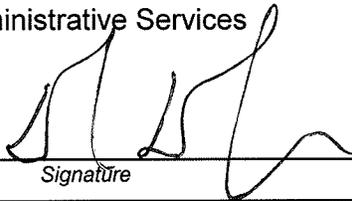
REVIEW OF QUARTERLY INVESTMENT RESULTS AND CERTIFICATIONS
CONCERNING COMPLIANCE WITH INVESTMENT POLICY AND CASH FLOW
NEEDS FOR THE NEXT SIX MONTHS

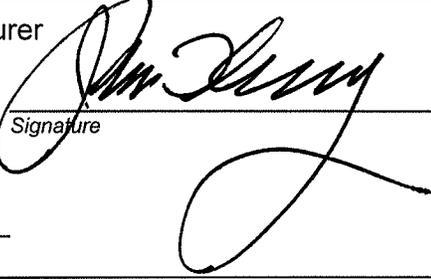
Report prepared by: John Thornberry, City Treasurer

Department: Administrative Services

Reviewed by:

City Manager


Signature


Signature

STAFF RECOMMENDATION:

ACTION ITEM ___; **NON-ACTION ITEM** x

STAFF RECOMMENDATION: Receive and file the report

MOTION: None Required

I. BACKGROUND:

California Government Code Section 53600 states that "all governing bodies of local agencies or persons authorized to make investment decisions on behalf of those local agencies are trustees and therefore fiduciaries subject to the "prudent investor standard"

The prudent investor standard states that "a trustee shall act with the care, skill, prudence and diligence that a prudent person acting in a like capacity would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency. When investing public funds, the primary objective of a trustee shall be to safeguard the principal of the funds under its control. The secondary objective shall be to meet the liquidity needs of the depositor. The third objective shall be to achieve a return on the funds under its control."

California Government Code Section 53646 mandates that cities annually adopt a written investment policy and that quarterly reports be prepared concerning the City's financial holdings, a statement of compliance with the policy and a statement concerning the City's ability to meet its cash flow needs in the ensuing six months.

This report is no longer mandatory but is provided each quarter because it is informative for the Council and the public, and because the cost of preparation is minimal. However, because the City chooses to prepare the report, copies of the second and fourth calendar quarter reports must be submitted to the California Debt and Investment Advisory Commission within 60 days after the close of the second and fourth calendar quarters.

II. POLICY:

All portfolio investment transactions for the quarter ended June 30, 2012, have been made in full compliance with the Statement of Investment Policy adopted September 26, 2011 per Resolution No. 5341.

As a part of the City's 2004 work program, the Council directed staff to investigate alternative investment practices that could yield better returns while maintaining security. The first step in this process was the change in the investment policy. On September 27, 2004 the City Council, by adoption of Resolution 4898, modified the City's investment policy, expanding the list of 'Authorized Investments'. Now, in addition to investment in the Local Agency Investment Fund and other FDIC insured accounts, the City can invest in 'Other investments authorized and governed by California Government Code 53601.

On November 22, 2004 the City Council adopted Resolution 4910 authorizing investments in the Treasury Direct program whereby Treasury Securities would be purchased directly from the United States Treasury.

III. FINANCIAL CONSIDERATIONS:

Cash Statement: At June 30, 2012 the City held cash investments as shown in the table below.

Table I

	Bank Balance at 06/30/12	Quarterly Earnings	Avg. Annualized Return
Treasury Direct/Schwab	\$9,580,779.16	\$45,513.98	1.87%
LAIF	20,508.07	18.22	0.38%
MB&T Checking	31,064.49	0	0.00%
MB&T Money Market	5,608,199.06	4,196.47	0.35%
Total	\$15,240,550.78	\$49,728.67	1.38%

Investments:

Changes in the market value of Treasury securities are inversely proportional to changes in interest rates demanded in the open market, i.e. when rates rise market values fall, when rates fall market values rise. The sensitivity of a portfolio's market value to these changes in market rates is a function of its days to maturity and its coupon rate. Securities with longer maturities

and/or lower coupon rates are more sensitive to changes in market interest rates. As a security matures, changes in its value become less sensitive to market rate changes.

At June 30 the portfolio's average days to maturity was 913 days or 2.50 years, the average coupon rate was 1.83%, the average yield to maturity was 1.91% and the par value was \$9,598,400. The portfolio had a net negative cash flow of (\$109,143.70) during the quarter.

Staff estimates the market value of the portfolio at \$10,022,924. This represents a net unrealized gain of \$442,145 or 4.61% of the net investment of \$9,580,779. In other words, if the City were to sell all of its holdings, the proceeds from the sale would be approximately this much more than what was paid for them. The City does not intend to sell nor does it have any foreseeable need to sell any securities. The intention of the City's investment policy is to hold all securities to maturity; and securities so held are redeemed at par value resulting in no net market gain or loss.

Attached for your review are statements from Treasury Direct, Charles Schwab, LAIF, and Montecito Bank & Trust as of June 30, 2012. Also attached is a recap of investment activity during the quarter, a subsidiary ledger listing showing the various yields and maturities of securities in the Treasury Direct/Charles Schwab portfolio, a Treasury Note portfolio segment analysis and a market value estimate calculation.

The City of Carpinteria will meet all expenditure obligations that might reasonably be anticipated for the six-month period ending December 31, 2012.

IV. LEGAL ISSUES:

This report has been prepared in compliance with California Government Code Sections 53600 and 53646.

V. ATTACHMENTS:

Treasury Direct statement
Charles Schwab statement
LAIF statement
Montecito Bank & Trust bank statements
Investment Activity Recap
Treasury Direct/Charles Schwab Subsidiary Ledger Listing
Treasury Direct/Charles Schwab portfolio segment analysis
Market value estimate calculation

Legacy Treasury Direct

www.treasurydirect.gov
 1-800-722-2678
 1-304-480-6464 (Outside the U.S.)

CITY OF CARPINTERIA CA
 5775 CARPINTERIA AVENUE
 CARPINTERIA CA 93013

STATEMENT OF ACCOUNT

Page 1 of 8

Your Site:	TREASURY RETAIL SECURITIES SITE P O BOX 9150 MINNEAPOLIS MN 55480-9150 PHONE: (800) 722-2678
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8303

Telephone Number:	(805) 684-5405
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Payer Identification No.:	Confidential
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Tax Withholding Status:	No withholding
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Payment Information:	Payments made by direct deposit to: MONTECITO BANK & TRUST Routing Number: 122234783 Name on Account: CITY OF CARPINTERIA CHECKING Account Number: Confidential
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Legacy Treasury Direct Account Number:	4800-770-3487	Total Par as of 07/06/2012:	\$6,183,700
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ACCOUNT HOLDINGS

SECURITY		SECURITY SUB-ACCOUNT					SCHED	NEXT				
QUSEB	Total Par	No.	Par Amount	Issue Date	Purchase Price \$100 of Par	Yield Rate (%)	Disc Rate (%)	No.	Term	Date	Type	Amount
912828GZ7 4 5/8 NOTE N 12 07/31/12	123,000	01	123,000	07/31/07	99.953745	4.64				07/31/12	Par and Interest	125,844.38
912828NQ9 0 5/8 NOTE AN 12 07/31/12	108,400	01	108,400	08/02/10	99.920863	0.665				07/31/12	Par and Interest	108,732.75
912828HC7 4 1/8 NOTE P 12 08/31/12	131,000	01	131,000	08/31/07	99.451138	4.248				08/31/12	Par and Interest	133,701.88
912828PH7 0 3/8 NOTE AP 12 08/31/12	115,000	01	115,000	08/31/10	99.755524	0.498				08/31/12	Par and Interest	115,215.63
912828HE3 4 1/4 NOTE Q 12 09/30/12	130,000	01	130,000	10/01/07	99.999760	4.25				09/30/12	Par and Interest	132,762.50

RECEIVED

JUL 12 2012

CITY OF CARPINTERIA

IF YOU HAVE QUESTIONS CONCERNING THIS STATEMENT, PLEASE CONTACT YOUR TREASURY RETAIL SECURITIES SITE AND PROVIDE YOUR ACCOUNT NUMBER

Schwab One® Account
Account Number: 8975-8685

Statement Period: June 1, 2012 to June 30, 2012
Page 1 of 5

Last Statement: May 31, 2012

*Cut paper clutter.
Switch to eStatements at schwab.com/paperless.
Questions? Call 1-800-435-4000*

06/29-00000-DN6J0301 *1-2-3-4
CITY OF CARPINTERIA
5775 CARPINTERIA AVE
CARPINTERIA CA 93013-2603

Account Value Summary

Cash & Sweep Money Market Funds	\$ 0.00
Total Investments Long	\$ 2,710,155.11
Total Investments Short	\$ 0.00
Total Account Value	\$ 2,710,155.11

Change in Account Value

Starting Account Value	\$ 2,716,797.95
Transactions & Income	\$ 0.00
Income Reinvested	\$ 0.00
Change in Value of Investments	\$ (6,642.84)
Ending Account Value	\$ 2,710,155.11
Year-to-Date Change in Value Since 1/1/12	\$ 1,635,935.13

Rate Summary

Value Adv Money Fd SWVXX	0.01%
Sch Investor Money Fund	0.01%

Income Summary

Description	This Period	Year to Date
Federally Taxable		
Schwab One® Interest		0.16
Corporate Bond and Other Interest		63.13
Treasury Bond Interest		4,141.26
Total Income	0.00	4,204.55

Investment Detail

Description	Symbol	Quantity	Price	Market Value
Investments				
US TREAS NOT 1%03/17 UST NOTE DUE 03/31/17 CURRENT YIELD 0.98598%		271,000.0000 ✓	101.4219	274,853.35

Please see "Endnotes For Your Account" section for an explanation of the endnote codes and symbols on this statement.

Schwab One® Account
Account Number: 8975-8685

Statement Period: June 1, 2012 to June 30, 2012
Page 2 of 5

Investment Detail (continued)

Description	Symbol	Quantity	Price	Market Value
Investments (continued)				
US TREAS NOT 0.25%02/14 UST NOTE DUE 02/28/14 CURRENT YIELD 0.25027%		1,000.0000 ✓	99.8906	998.91
US TREAS NOT 0.25%11/13 UST NOTE DUE 11/30/13 CURRENT YIELD 0.25019%		1,000.0000 ✓	99.9219	999.22
US TREAS NOT 0.875%01/17 UST NOTE DUE 01/31/17 CURRENT YIELD 0.86727%		263,000.0000 ✓	100.8906	265,342.28
US TREAS NOT 0.875%02/17 UST NOTE DUE 02/28/17 CURRENT YIELD 0.86727%		280,000.0000 ✓	100.8906	282,493.68
US TREAS NT 1%08/16 UST NOTE DUE 08/31/16 CURRENT YIELD 0.984%		93,000.0000 ✓	101.6250	94,511.25
US TREAS NT 1%09/16 UST NOTE DUE 09/30/16 CURRENT YIELD 0.98431%		93,000.0000 ✓	101.5938	94,482.23
US TREAS NT 1%10/16 UST NOTE DUE 10/31/16 CURRENT YIELD 0.98476%		240,000.0000 ✓	101.5469	243,712.56
US TREAS NT 1.5%07/16 UST NOTE DUE 07/31/16 CURRENT YIELD 1.44709%		93,000.0000 ✓	103.6563	96,400.36
US TREAS NT 0.25%01/14 UST NOTE DUE 01/31/14 CURRENT YIELD 0.25023%		1,000.0000 ✓	99.9063	999.06
US TREAS NT 0.25%03/14 UST NOTE DUE 03/31/14 CURRENT YIELD 0.25031%		1,000.0000 ✓	99.8750	998.75
US TREAS NT 0.25%04/14 UST NOTE DUE 04/30/14 CURRENT YIELD 0.25031%		1,000.0000 ✓	99.8750	998.75
US TREAS NT 0.25%05/14 UST NOTE DUE 05/31/14 CURRENT YIELD 0.25031%		1,000.0000 ✓	99.8750	998.75
US TREAS NT 0.25%10/13 UST NOTE DUE 10/31/13 CURRENT YIELD 0.25015%		1,000.0000 ✓	99.9375	999.38
US TREAS NT 0.125%08/13 UST NOTE DUE 08/31/13 CURRENT YIELD 0.12521%		101,000.0000 ✓	99.8281	100,826.38
US TREAS NT 0.125%09/13 UST NOTE DUE 09/30/13 CURRENT YIELD 0.12525%		101,000.0000 ✓	99.7969	100,794.87
US TREAS NT 0.125%12/13 UST NOTE DUE 12/31/13 CURRENT YIELD 0.12533%		1,000.0000 ✓	99.7344	997.34

Please see "Endnotes For Your Account" section for an explanation of the endnote codes and symbols on this statement.



Schwab One® Account
Account Number: 8975-8685

Statement Period: June 1, 2012 to June 30, 2012

Page 3 of 5

Investment Detail (continued)

Description	Symbol	Quantity	Price	Market Value
Investments (continued)				
US TREAS NT 0.375%07/13 UST NOTE DUE 07/31/13 CURRENT YIELD 0.37459%		101,000.0000 ✓	100.1094	101,110.49
US TREAS NT 0.625%05/17 UST NOTE DUE 05/31/17 CURRENT YIELD 0.62764%		287,000.0000 ✓	99.5781	285,789.15
US TREAS NT 0.875%04/17 UST NOTE DUE 04/30/17 CURRENT YIELD 0.86808%		271,000.0000 ✓	100.7969	273,159.60
US TREAS NT 0.875%11/16 UST NOTES DUE 11/30/16 CURRENT YIELD 0.8662%		242,000.0000 ✓	101.0156	244,457.75
US TREAS NT 0.875%12/16 UST NOTE DUE 12/31/16 CURRENT YIELD 0.867%		242,000.0000 ✓	100.9219	244,231.00
Total Account Value				2,710,155.11

Trades Pending Settlement

Settle Date	Trade Date	Transaction Description	Symbol	Quantity	Price	Total
07/02	06/26	Bought US TREAS NT 0.25%14		1,000.0000 ✓	99.8748	(998.76)
07/02	06/27	Bought US TREAS NT 0.75%06/17		298,000.0000 ✓	99.9901	(297,982.94)

Pending transactions are not included in account value.

2,985,000 ✓

Endnotes For Your Account

For information on how Schwab pays its representatives, go to <http://aboutschwab.com/about/overview/compensation.html>.

Please see "Endnotes For Your Account" section for an explanation of the endnote codes and symbols on this statement.





JOHN CHIANG

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name	CARPINTERIA
Account Number	98-42-142

As of 07/13/2012, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 06/30/2012.

Earnings Ratio		.00000976192855700
Interest Rate		0.36%
Dollar Day Total	\$	1,866,003.25
Quarter End Principal Balance	\$	20,508.07
Quarterly Interest Earned	\$	18.22



Montecito
Bank & Trust®

P.O. Box 2460
Santa Barbara, CA 93120-2460
(805) 963-7511

000 00005 01
ACCOUNT:

PAGE: 1
195024588 06/29/2012

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City of Carpinteria

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* HOLD AT BRANCH *

When opportunity knocks, it often takes a loan to open the door. That's why our suite of Business Maximizer small business loans has financing solutions up to \$250,000. From short-term working capital needs to helping with your payroll, our lines of credit offer check access and online transfers for your convenience and total control. If you're looking to purchase equipment or make other long-term investments in your business, our term loan has a variety of flexible repayment options. Keep the cash flowing while your business is growing with Business Maximizer. To talk with one of our Business Maximizer Specialists, visit any of our branches or call (805) 560-3443. Customized financing solutions - one of the many Paths to prosperity you'll find at Montecito Bank & Trust.

SUMMARY OF ACCOUNTS

ACCOUNT TYPE	ACCOUNT NUMBER	CURRENT BALANCE	MATURITY DATE
Business Money Market ACCOUNT	195020078	5,608,199.06	
Analysis Checking ACCOUNT	195024588	31,064.49	
TOTAL CURRENT BALANCE		5,639,263.55	

Analysis Checking ACCOUNT 195024588

DOCUMENTS-DEBITS:	CREDITS:	LAST STATEMENT 05/31/12	419,050.72
MINIMUM BALANCE	197.29	89 CREDITS	1,329,060.99
AVG AVAILABLE BALANCE	207,209.66	220 DEBITS	1,717,047.22
AVERAGE BALANCE	214,192.44	THIS STATEMENT 06/29/12	31,064.49

* * * C O N T I N U E D * * *



Investment Activity Recap

June 30, 2012

Month	Average Daily Investment	Return	ROI %	Ending Balance	% Portfolio
Treasury Direct					
4	\$9,423,815.94	\$15,527.73	1.98%	\$9,470,129.49	64.10%
5	9,470,129.49	15,177.94	1.92%	9,521,496.10	62.23%
6	9,521,496.10	14,808.31	1.87%	9,580,779.16	62.86%
Total / Average	\$9,471,795.33	\$45,513.98	1.92%		

LAIF					
4	\$20,489.85		0.39%	\$20,489.85	0.14%
5	20,489.85		0.39%	20,489.85	0.13%
6	20,489.85	18.22	0.38%	20,508.07	0.13%
Total / Average	\$20,508.07	\$18.22	0.38%		

Montecito Bank & Trust Checking					
4	\$103,283.27			\$351,592.04	2.38%
5	101,272.60			419,050.72	2.74%
6	214,192.44			31,064.49	0.20%
Total / Average	\$139,161.78				

Montecito Bank & Trust Money Market					
4	\$4,098,510.02	\$1,270.85	0.37%	\$4,932,673.44	33.39%
5	4,996,576.66	1,485.28	0.36%	5,340,158.72	34.90%
6	5,179,558.72	1,440.34	0.33%	5,608,199.06	36.80%
Total / Average	\$4,760,834.49	\$4,196.47	0.35%		

Recap					
4	\$13,646,099.08	\$16,798.58	1.48%	\$14,774,884.82	100.00%
5	14,588,468.60	16,663.22	1.37%	15,301,195.39	100.00%
6	14,935,737.11	16,266.87	1.31%	15,240,550.78	100.00%
Total / Average	\$14,392,299.67	\$49,728.67	1.38%		

City of Carpinteria
 Treasury Direct Subsidiary Ledger Listing
 Portfolio

June 30, 2012

Line	Type	Issue Date	CUSIP	Maturity Date	Net	Discount	Par Value	Coupon \$	Coupon %	Yield %	Days to Maturity	Accrued Interest \$/\$1,000	Pr
1	2	06/30/2010	912828NS5	06/30/2012	117,037.33	262.67	117,300.00	366.56	0.6250%	0.7380%	*	*	
2	5	06/30/2007	912828GW4	06/30/2012	122,649.15	350.85	123,000.00	2,998.13	4.8750%	4.9401%	*	0.26495	
3	5	07/31/2007	912828GZ7	07/31/2012	122,918.51	81.49	123,000.00	2,844.38	4.6250%	4.6400%	31	*	
4	2	07/31/2010	912828NQ9	07/31/2012	108,314.22	85.78	108,400.00	338.75	0.6250%	0.6649%	31	0.03397	
5	5	08/31/2007	912828HC7	08/31/2012	130,280.99	719.01	131,000.00	2,701.88	4.1250%	4.2480%	62	*	
6	2	08/31/2010	912828PH7	08/31/2012	114,718.85	281.15	115,000.00	215.63	0.3750%	0.4980%	62	*	
7	5	09/30/2007	912828HE3	09/30/2012	129,999.69	0.31	130,000.00	2,762.50	4.2500%	4.2501%	92	0.11612	
8	2	09/30/2010	912828NX4	09/30/2012	99.87	0.13	100.00	0.19	0.3750%	0.4410%	92	*	
9	5	10/31/2007	912828HG8	10/31/2012	122,348.01	651.99	123,000.00	2,383.13	3.8750%	3.9930%	123	*	
10	2	10/31/2010	912828PD6	10/31/2012	99.95	0.05	100.00	0.19	0.3750%	0.4000%	123	0.01036	
11	5	11/30/2007	912828HK9	11/30/2012	123,773.78	226.22	124,000.00	2,092.50	3.3750%	3.4150%	153	*	
12	2	11/30/2010	912828PV6	11/30/2012	99.96	0.04	100.00	0.25	0.5000%	0.5200%	153	*	
13	5	12/31/2007	912828HM5	12/31/2012	122,855.05	144.95	123,000.00	2,229.38	3.6250%	3.6510%	184	*	
14	2	12/31/2010	912828PW4	12/31/2012	104,561.17	238.83	104,800.00	327.50	0.6250%	0.7400%	184	*	
15	5	01/31/2008	912828HQ6	01/31/2013	126,800.41	199.59	127,000.00	1,825.63	2.8750%	2.9090%	215	*	
16	2	01/31/2011	912828PR5	01/31/2013	103,348.72	51.28	103,400.00	323.13	0.6250%	0.6500%	215	*	
17	2	02/28/2011	912828QK9	02/28/2013	108,341.77	258.23	108,600.00	339.38	0.6250%	0.7450%	243	*	
18	5	02/29/2008	912828HT0	02/28/2013	131,969.37	30.63	132,000.00	1,815.00	2.7500%	2.7550%	243	*	
19	5	03/31/2008	912828HV5	03/31/2013	126,437.66	562.34	127,000.00	1,587.50	2.5000%	2.5950%	274	*	
20	2	03/31/2011	912828QL7	03/31/2013	105,418.51	81.49	105,500.00	395.63	0.7500%	0.7890%	274	*	
21	2	04/30/2011	912828QE3	04/30/2013	101,004.00	96.00	101,100.00	315.94	0.6250%	0.6729%	304	0.03397	
22	5	04/30/2008	912828HY9	04/30/2013	125,803.29	196.71	126,000.00	1,968.75	3.1250%	3.1590%	304	*	
23	5	05/31/2008	912828JB7	05/31/2013	139,872.32	127.68	140,000.00	2,450.00	3.5000%	3.5201%	335	0.19126	
24	2	05/31/2011	912828QZ6	05/31/2013	109,968.80	131.20	110,100.00	275.25	0.5000%	0.5600%	335	*	
25	2	06/30/2011	912828RA0	06/30/2013	114,554.39	45.61	114,600.00	214.88	0.3750%	0.3950%	365	*	
26	5	07/31/2008	912828JG6	07/31/2013	130,611.90	388.10	131,000.00	2,210.63	3.3750%	3.4400%	396	*	
27	2	07/31/2011	912828QW3	07/31/2013	101,418.14	(418.14)	101,000.00	189.38	0.3750%	0.1676%	396	0.54010	
28	2	08/31/2011	912828RD4	08/31/2013	100,819.32	180.68	101,000.00	63.13	0.1250%	0.2147%	427	0.08931	
29	5	08/31/2008	912828JK7	08/31/2013	129,975.79	24.21	130,000.00	2,031.25	3.1250%	3.1291%	427	0.17265	
30	2	09/30/2011	912828RK8	09/30/2013	100,750.30	249.70	101,000.00	63.13	0.1250%	0.2490%	457	*	
31	5	09/30/2008	912828JM3	09/30/2013	129,976.10	23.90	130,000.00	2,031.25	3.1250%	3.1290%	457	*	
32	5	10/31/2008	912828JQ4	10/31/2013	126,558.75	441.25	127,000.00	1,746.25	2.7500%	2.8250%	488	*	
33	2	10/31/2011	912828RN2	10/31/2013	999.38	0.62	1,000.00	1.25	0.2500%	0.2810%	488	*	
34	2	11/30/2011	912828RS1	11/30/2013	999.40	0.60	1,000.00	1.25	0.2500%	0.2800%	518	*	
35	5	11/30/2008	912828JT8	11/30/2013	126,340.65	659.35	127,000.00	1,270.00	2.0000%	2.1100%	518	0.05495	
36	2	12/31/2011	912828RW2	12/31/2013	997.72	2.28	1,000.00	0.63	0.1250%	0.2395%	549	0.01030	
37	5	12/31/2008	912828JW1	12/31/2013	123,768.13	231.87	124,000.00	930.00	1.5000%	1.5390%	549	*	
38	5	01/31/2009	912828JZ4	01/31/2014	126,577.30	422.70	127,000.00	1,111.25	1.7500%	1.8199%	580	0.09669	
39	2	01/31/2012	912828SB7	01/31/2014	1,000.00	*	1,000.00	1.25	0.2500%	0.2500%	580	*	

City of Carpinteria
 Treasury Direct Subsidiary Ledger Listing
 Portfolio

June 30, 2012

Line	Type	Issue Date	CUSIP	Maturity Date	Net	Discount	Par Value	Coupon \$	Coupon %	Yield %	Days to Maturity	Accrued Interest \$/\$1,000	Pr
40	2	02/28/2012	912828SG6	02/28/2014	998.80	1.20	1,000.00	1.25	0.2500%	0.3099%	608	*	
41	5	02/28/2009	912828KF6	02/28/2014	134,297.06	702.94	135,000.00	1,265.63	1.8750%	1.9849%	608	0.10192	
42	5	03/31/2009	912828KJ8	03/31/2014	126,402.17	597.83	127,000.00	1,111.25	1.7500%	1.8490%	639	*	
43	2	03/31/2012	912828SL5	03/31/2014	998.21	1.79	1,000.00	1.25	0.2500%	0.3398%	639	0.01366	
44	5	04/30/2009	912828KN9	04/30/2014	118,633.11	366.89	119,000.00	1,115.63	1.8750%	1.9400%	669	*	
45	2	04/30/2012	912828SR2	04/30/2014	999.60	0.40	1,000.00	1.25	0.2500%	0.2700%	669	*	
46	2	05/31/2012	912828SW1	05/31/2014	999.00	1.00	1,000.00	1.25	0.2500%	0.3000%	700	*	
47	5	05/31/2009	912828KV1	05/31/2014	124,348.70	351.30	124,700.00	1,402.88	2.2500%	2.3100%	700	0.06148	
48	5	06/30/2009	912828KY5	06/30/2014	118,585.17	414.83	119,000.00	1,561.88	2.6250%	2.7000%	730	*	
49	2	06/30/2012	912828TA8	06/30/2014	998.75	1.25	1,000.00	1.25	0.2500%	0.3128%	730	0.01359	
50	5	07/31/2009	912828LC2	07/31/2014	124,229.25	370.75	124,600.00	1,635.38	2.6250%	2.6890%	761	*	
51	5	08/31/2009	912828LK4	08/31/2014	119,133.73	666.27	119,800.00	1,422.63	2.3750%	2.4940%	792	*	
52	5	09/30/2009	912828LQ1	09/30/2014	118,073.10	526.90	118,600.00	1,408.38	2.3750%	2.4700%	822	*	
53	5	10/31/2009	912828LS7	10/31/2014	115,629.40	70.60	115,700.00	1,373.94	2.3750%	2.3880%	853	0.13122	
54	5	11/30/2009	912828LZ1	11/30/2014	114,329.92	270.08	114,600.00	1,217.63	2.1250%	2.1750%	883	*	
55	5	12/31/2009	912828ME7	12/31/2014	113,488.41	211.59	113,700.00	1,492.31	2.6250%	2.6650%	914	*	
56	5	01/31/2010	912828MH0	01/31/2015	115,546.42	653.58	116,200.00	1,307.25	2.2500%	2.3700%	945	0.06215	
57	5	02/28/2010	912828MR8	02/28/2015	119,288.07	111.93	119,400.00	1,417.88	2.3750%	2.3950%	973	0.06454	
58	5	03/31/2010	912828MW7	03/31/2015	101,699.97	500.03	102,200.00	1,277.50	2.5000%	2.6050%	1004	*	
59	5	04/30/2010	912828MZ0	04/30/2015	95,621.13	178.87	95,800.00	1,197.50	2.5000%	2.5400%	1034	*	
60	5	05/31/2010	912828NF3	05/31/2015	107,074.68	25.32	107,100.00	1,137.94	2.1250%	2.1300%	1065	0.05806	
61	5	06/30/2010	912828NL0	06/30/2015	106,491.29	608.71	107,100.00	1,004.06	1.8750%	1.9950%	1095	*	
62	5	07/31/2010	912828NP1	07/31/2015	98,783.29	216.71	99,000.00	866.25	1.7500%	1.7960%	1126	0.09511	
63	5	08/31/2010	912828NV8	08/31/2015	104,372.94	627.06	105,000.00	656.25	1.2500%	1.3740%	1157	*	
64	5	09/30/2010	912828NZ9	09/30/2015	179,713.14	86.86	179,800.00	1,123.75	1.2500%	1.2600%	1187	*	
65	5	10/31/2010	912828PE4	10/31/2015	142,946.71	553.29	143,500.00	896.88	1.2500%	1.3300%	1218	0.03453	
66	5	11/30/2010	912828PJ3	11/30/2015	140,256.64	243.36	140,500.00	965.94	1.3750%	1.4110%	1248	*	
67	5	12/31/2010	912828PM6	12/31/2015	95,591.66	108.34	95,700.00	1,016.81	2.1250%	2.1490%	1279	*	
68	5	01/31/2011	912828PS3	01/31/2016	94,216.91	183.09	94,400.00	944.00	2.0000%	2.0410%	1310	*	
69	5	02/28/2011	912828QJ2	02/28/2016	108,267.41	332.59	108,600.00	1,153.88	2.1250%	2.1900%	1338	*	
70	5	03/31/2011	912828QA1	03/31/2016	96,254.71	45.29	96,300.00	1,083.38	2.2500%	2.2600%	1370	*	
71	5	04/30/2011	912828QF0	04/30/2016	91,760.24	539.76	92,300.00	923.00	2.0000%	2.1239%	1400	0.10870	
72	5	05/31/2011	912828QP8	05/31/2016	100,098.95	301.05	100,400.00	878.50	1.7500%	1.8130%	1431	*	
73	5	06/30/2011	912828QR4	06/30/2016	104,024.42	575.58	104,600.00	784.50	1.5000%	1.6150%	1461	*	
74	5	07/31/2011	912828QX1	07/31/2016	96,218.76	(3,218.76)	93,000.00	697.50	1.5000%	0.7926%	1492	2.32333	
75	5	08/31/2011	912828RF9	08/31/2016	93,617.58	(617.58)	93,000.00	465.00	1.0000%	0.8640%	1523	0.71430	
76	5	09/30/2011	912828RJ1	09/30/2016	92,932.16	67.84	93,000.00	465.00	1.0000%	1.0150%	1553	*	
77	5	10/31/2011	912828RM4	10/31/2016	239,358.75	641.25	240,000.00	1,200.00	1.0000%	1.0550%	1584	*	
78	5	11/30/2011	912828RU6	11/30/2016	241,268.77	731.23	242,000.00	1,058.75	0.8750%	0.9370%	1614	*	

City of Carpinteria
 Treasury Direct Subsidiary Ledger Listing
 Portfolio

June 30, 2012

Line	Type	Issue Date	CUSIP	Maturity Date	Net	Discount	Par Value	Coupon \$	Coupon %	Yield %	Days to Maturity	Accrued Interest \$/\$1,000	Pr
79	5	12/31/2011	<u>912828RX0</u>	12/31/2016	241,940.96	59.04	242,000.00	1,058.75	0.8750%	0.8800%	1645	0.07212	
80	5	01/31/2012	<u>912828SC5</u>	01/31/2017	262,692.06	307.94	263,000.00	1,150.63	0.8750%	0.8990%	1676		*
81	5	02/28/2012	<u>912828SJ0</u>	02/28/2017	279,658.51	341.49	280,000.00	1,225.00	0.8750%	0.9000%	1704		*
82	5	03/31/2012	<u>912828SM3</u>	03/31/2017	270,473.67	526.33	271,000.00	1,355.00	1.0000%	1.0400%	1735	0.05464	
83	5	04/30/2012	<u>912828SM3</u>	04/30/2017	270,841.30	158.70	271,000.00	1,185.63	0.8750%	0.8870%	1765		*
84	5	05/31/2012	<u>912828SY7</u>	05/31/2017	285,270.72	1,729.28	287,000.00	896.88	0.6250%	0.7480%	1796		*
85	5	06/30/2012	<u>912828TB6</u>	06/30/2017	297,970.79	29.21	298,000.00	1,117.50	0.7500%	0.7520%	1826	0.04076	
*****				12/29/2014	9,820,465.64	\$18,234.36	\$9,838,700.00		*	1.8325%	1.9089%	913	0.06057
less Maturations					239,686.48	613.52	240,300.00						
					\$9,580,779.16	\$17,620.84	\$9,598,400.00						
					\$6,407,596.43	TD 1	\$6,424,000.00						
					428,646.56	TD 2	429,700.00						
					2,984,222.65	Schwab	2,985,000.00						
					\$9,820,465.64		\$9,838,700.00						

June 30, 2012

Portfolio Segment Analysis

Month	Average Daily Investment	Return	ROI %	Net Cash Flow
4	\$9,423,815.94	\$15,527.73	1.9773%	(\$29,470.94)
5	9,470,129.49	15,177.94	1.9233%	(34,976.45)
6	9,521,496.10	14,808.31	1.8663%	(44,696.31)
Total / Average	\$9,471,795.33	\$45,513.98	1.9221%	(\$109,143.70)

ALL NOTES / BILLS	
Net Investment	\$9,580,779.16
Discount	17,620.84
Par Value	\$9,598,400.00
Coupon %	1.8325%
Yield to Maturity	1.9089%
Annual Yield \$	\$183,222.46
Days to Maturity	913
Years to Maturity	2.5012
Modified Duration	2.4290

	5 YEAR NOTES			
	All	Most Recent	Maximum	Minimum
Net	\$8,298,270.33	\$297,970.79	\$297,970.79	\$91,760.24
Discount	16,329.67	29.21	1,729.28	(3,218.76)
Par	8,314,600.00	298,000.00	298,000.00	92,300.00
Coupon \$	84,507.86	1,117.50	2,998.13	465.00
Coupon %	2.0328%	0.7500%	4.8750%	0.6250%
Yield %	2.2676%	0.7520%	4.9401%	0.7480%
Years to Maturity	2.84	5.00	5.00	

86.62%

	2 YEAR NOTES			
	All	Most Recent	Maximum	Minimum
Net	\$1,282,508.83	\$998.75	\$117,037.33	\$99.87
Discount	1,291.17	1.25	281.15	(418.14)
Par	1,283,800.00	1,000.00	117,300.00	100.00
Coupon \$	3,439.55	1.25	395.63	0.19
Coupon %	0.5358%	0.2500%	0.7500%	0.1250%
Yield %	0.4920%	0.3128%	0.7890%	0.1676%
Years to Maturity	0.75	2.00	2.00	

13.38%

June 30, 2012

Market Value Estimate Calculation

Years/Days	Portfolio Weighted Average Duration Date	CUSIP	Issue Date	Maturity Date	Coupon %	Market Price per \$100	Market Yield
5	03/26/2015	912828MW7	03/31/2010	03/31/2015	2.5000%	105.6990	0.4136%
2	03/29/2013	912828QL7	03/31/2011	03/31/2013	0.7500%	100.3771	0.2463%

Years/Days	A Actual Yield	B Market Yield	C Duration in years	D Estimated Market Value	E Par Value	F Net Value	G Unrealized Gain / (Loss)
5	2.2676%	0.4136%	2.7386	\$8,736,770	\$8,314,600	\$8,298,270	\$438,499
2	0.4920%	0.2463%	0.7468	1,286,155	1,283,800	1,282,509	3,646
All			2.4522	\$10,022,924	\$9,598,400	\$9,580,779	\$442,145

Percent of Par 4.61%

$$D=(1+(A-B)*C)*E$$

$$G=D-F$$