**NEW ISSUE — BOOK-ENTRY ONLY**

**RATINGS: Moody's: "Aa1"**
**S&P: "AA"**
**(See "MISCELLANEOUS – Ratings" herein.)**

*In the opinion of Orrick, Herrington & Sutcliffe LLP, Bond Counsel to the District, based upon an analysis of existing laws, regulations, rulings, and court decisions, and assuming, among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Bonds (the "Bonds") is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 and is exempt from State of California personal income taxes. In the further opinion of Bond Counsel, interest on the Bonds is not a specific preference item for purposes of the federal individual or corporate alternative minimum taxes, although we observe that it is included in adjusted current earnings when calculating corporate alternative minimum taxable income. Bond Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the accrual or receipt of interest on, the Bonds. See "TAX MATTERS."*

# $106,565,000
# CONTRA COSTA COMMUNITY COLLEGE DISTRICT
## (Contra Costa County, California)
## 2012 General Obligation Refunding Bonds

**Dated: Date of Delivery** **Due: August 1, as shown on inside cover**

*This cover page is not a summary of this issue; it is only a reference to the information contained in this Official Statement. Investors must read the entire Official Statement to obtain information essential to the making of an informed investment decision.*

The above captioned bonds (the "Bonds") are issued by the Contra Costa Community College District (the "District") (i) to advance refund a portion of the outstanding bonds of the District; and (ii) to pay costs of issuance of the Bonds. The Board of Supervisors of Contra Costa County (the "County") is empowered and is obligated to levy *ad valorem* taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except as to certain personal property which is taxable at limited rates), for the payment of principal of and interest on the Bonds, all as more fully described herein. See "SECURITY AND SOURCE OF PAYMENT FOR THE BONDS."

The Bonds will be issued as current interest bonds. Interest on the Bonds is payable on February 1, 2013, and thereafter on each August 1 and February 1. Principal of the Bonds is payable on August 1 in each of the years and in the amounts set forth in the table on the inside cover page hereof. Payments of principal of and interest on the Bonds will be made by the Paying Agent, initially The Bank of New York Mellon Trust Company, N.A., to The Depository Trust Company, New York, New York ("DTC"), for subsequent disbursement to DTC Participants, who will remit such payments to the beneficial owners of the Bonds. See "THE BONDS – Payment of Principal and Interest."

The Bonds will be issued in book-entry form only, and will be initially issued and registered in the name of a nominee of DTC. Purchasers will not receive physical certificates representing their interests in the Bonds. See "THE BONDS – Form and Registration."

**The Bonds are subject to redemption, as more fully described herein. See "THE BONDS – Redemption."**

**MATURITY SCHEDULE**
***See Inside Cover***

*The Bonds will be offered when, as and if issued by the District and received by the Underwriters, subject to the approval of legality by Orrick, Herrington & Sutcliffe LLP, Bond Counsel to the District. Orrick, Herrington & Sutcliffe LLP is also acting as Disclosure Counsel with respect to the Bonds. Certain legal matters will be passed upon for the Underwriters by Nossaman LLP, Irvine, California. It is anticipated that the Bonds, in definitive form, will be available for delivery through the facilities of DTC on or about November 15, 2012.*

**Backstrom McCarley Berry & Co., LLC**

The date of this Official Statement is October 18, 2012.

## MATURITY SCHEDULE

**$106,565,000**
**CONTRA COSTA COMMUNITY COLLEGE DISTRICT**
**(Contra Costa County, California)**
**2012 General Obligation Refunding Bonds**

| Maturity (August 1) | Principal Amount | Interest Rate | Yield* | Price* | CUSIP† (212204) |
|---|---|---|---|---|---|
| 2013 | $ 2,025,000 | 2.00% | 0.20% | 101.278 | FS5 |
| 2016 | 2,865,000 | 4.00 | 0.49 | 112.892 | FT3 |
| 2017 | 3,115,000 | 4.00 | 0.69 | 115.316 | FU0 |
| 2018 | 3,375,000 | 4.00 | 0.86 | 117.461 | FV8 |
| 2019 | 3,685,000 | 5.00 | 1.13 | 124.942 | FW6 |
| 2020 | 4,025,000 | 4.00 | 1.42 | 118.779 | FX4 |
| 2021 | 4,385,000 | 5.00 | 1.71 | 126.519 | FY2 |
| 2022 | 4,800,000 | 4.00 | 1.89 | 118.637 | FZ9 |
| 2023 | 5,115,000 | 5.00 | 2.10 | 125.353‡ | GA3 |
| 2024 | 1,000,000 | 2.25 | 2.56 | 96.878 | GB1 |
| 2024 | 4,530,000 | 5.00 | 2.26 | 123.767‡ | GC9 |
| 2025 | 1,000,000 | 2.50 | 2.73 | 97.541 | GD7 |
| 2025 | 4,965,000 | 5.00 | 2.33 | 123.081‡ | GE5 |
| 2026 | 1,000,000 | 2.50 | 2.85 | 96.048 | GF2 |
| 2026 | 5,445,000 | 5.00 | 2.40 | 122.399‡ | GG0 |
| 2027 | 11,225,000 | 5.00 | 2.46 | 121.818‡ | GH8 |
| 2028 | 5,000,000 | 3.00 | 3.10 | 98.760 | GK1 |
| 2028 | 7,000,000 | 4.00 | 2.77 | 110.406‡ | GJ4 |
| 2029 | 12,660,000 | 4.00 | 2.88 | 109.425‡ | GL9 |
| 2030 | 11,515,000 | 4.00 | 2.94 | 108.894‡ | GM7 |
| 2031 | 3,845,000 | 3.50 | 3.15 | 102.905‡ | GN5 |
| 2032 | 3,990,000 | 3.50 | 3.21 | 102.399‡ | GP0 |

* Prices and yields certified by the Underwriters. The District takes no responsibility for the accuracy thereof.

† Copyright, American Bankers Association. CUSIP data herein is provided by Standard and Poor's, CUSIP Service Bureau, a division of The McGraw-Hill Companies, Inc. This data is not intended to create a database and does not serve in any way as a substitute for the CUSIP Service. CUSIP numbers are provided for convenience of reference only. Neither the District nor the Underwriters take any responsibility for the accuracy of such numbers.

‡ Priced to the call date of August 1, 2022.

This Official Statement does not constitute an offering of any security other than the original offering of the Bonds by the District. No dealer, broker, salesperson or other person has been authorized by the District to give any information or to make any representations other than as contained in this Official Statement, and if given or made, such other information or representation not so authorized should not be relied upon as having been given or authorized by the District.

The issuance and sale of the Bonds have not been registered under the Securities Act of 1933, as amended, in reliance upon an exemption under Section 3(a)2 thereof. This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy in any state in which such offer or solicitation is not authorized or in which the person making such offer or solicitation is not qualified to do so, or to any person to whom it is unlawful to make such offer or solicitation.

The information set forth herein other than that furnished by the District, although obtained from sources which are believed to be reliable, is not guaranteed as to accuracy or completeness, and is not to be construed as a representation by the District. The information and expressions of opinion herein are subject to change without notice and neither delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District since the date hereof. This Official Statement is submitted in connection with the sale of the Bonds referred to herein and may not be reproduced or used, in whole or in part, for any other purpose.

The Underwriters have provided the following sentence for inclusion in this Official Statement: The Underwriters have reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriters do not guarantee the accuracy or completeness of such information.

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITERS MAY OVERALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICES OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME. THE UNDERWRITERS MAY OFFER AND SELL THE BONDS TO CERTAIN SECURITIES DEALERS AND DEALER BANKS AND BANKS ACTING AS AGENT AT PRICES LOWER THAN THE PUBLIC OFFERING PRICES STATED ON THE INSIDE COVER PAGE HEREOF AND SAID PUBLIC OFFERING PRICES MAY BE CHANGED FROM TIME TO TIME BY THE UNDERWRITERS.

**CONTRA COSTA COMMUNITY COLLEGE DISTRICT**
**GOVERNING BOARD**

Tomi Van de Brooke
*President*

Sheila A. Grilli
*Vice President*

John E. Márquez
*Secretary*

Robert Calone
*Member*

John T. Nejedly
*Member*

Debora van Eckhardt
*Student Trustee*

**ADMINISTRATION**

Helen Benjamin, Ph.D
*Chancellor*

John al-Amin, Ph.D
*Vice Chancellor, Administrative Services*

Jonah Nicholas
*Director of District Finance Services*

**BOND COUNSEL**
**AND DISCLOSURE COUNSEL**

Orrick, Herrington & Sutcliffe LLP
*San Francisco, California*

**FINANCIAL ADVISOR**

Keygent LLC
*El Segundo, California*

**PAYING AGENT AND ESCROW AGENT**

The Bank of New York Mellon Trust Company, N.A.
*San Francisco, California*

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**$106,565,000**
**CONTRA COSTA COMMUNITY COLLEGE DISTRICT**
**(Contra Costa County, California)**
**2012 General Obligation Refunding Bonds**

## INTRODUCTION

This Official Statement, which includes the cover page, inside cover page, and appendices hereto, is provided to furnish information in connection with the sale of the Contra Costa Community College District 2012 General Obligation Refunding Bonds (the "Bonds").

This Official Statement speaks only as of its date, and the information contained herein is subject to change. Except as required by the Continuing Disclosure Certificate to be executed by the Contra Costa Community College District (the "District"), the District has no obligation to update the information in this Official Statement. See "OTHER LEGAL MATTERS – Continuing Disclosure."

The purpose of this Official Statement is to supply information to prospective buyers of the Bonds. Quotations from and summaries and explanations of the Bonds, the Paying Agent Agreement providing for the issuance of the Bonds, and the constitutional provisions, statutes and other documents described herein, do not purport to be complete, and reference is hereby made to said documents, constitutional provisions and statutes for the complete provisions thereof. Any statements in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement is not to be construed as a contract or agreement between the District and the purchasers or owners of any of the Bonds.

Copies of documents referred to herein and information concerning the Bonds are available from the District from the Office of the Vice Chancellor Administrative Services, 500 Court Street, Martinez, CA 94553. The District may impose a charge for copying, handling and mailing such requested documents.

### The District

The District, whose boundaries are contiguous with all but 48 square miles of the boundaries of Contra Costa County, California, was established in 1948, and operates three colleges: Contra Costa College, Diablo Valley College and Los Medanos College, as well as the San Ramon Campus and the Brentwood Center. Combined, the three colleges of the District annually serve approximately 58,000 individual students and 27,770 funded full-time-equivalent students (FTES), and offer the first two years of college-level instruction in a wide variety of transfer programs and vocational-technical programs, as well as noncredit courses in job skills and lifelong learning/adult education. Students can earn either Associate in Arts or Science degrees or receive Certificates of Proficiency in their chosen fields. Each college is fully accredited by the Western Association of Schools and Colleges, the recognized local accrediting agency for the western United States, affiliated with the Federation of Regional Accrediting Commissions of Higher Education. As of September 1, 2012, the District employed approximately 2,413 staff, many on an hourly or part-time basis, including certificated (credentialed teaching) staff, classified (non-teaching) staff, and management personnel. The District has adopted a fiscal year 2012-13 budget with total general fund expenditures of approximately $179 million. Total assessed valuation of taxable property in the District in fiscal year 2012-13 is approximately 141 billion.

The District is governed by an elected governing board consisting of five members (the "Board"). The voting members are elected to four-year terms. The day-to-day operations are managed by a board-appointed Chancellor. The Chancellor, Dr. Helen Benjamin, has worked in the Contra Costa Community College District since 1990. She began her career at Los Medanos College as Dean of Language Arts and Humanistic Studies and Related Occupations. Dr. Benjamin has held the following positions beginning with the most recent: President of Contra Costa College; Interim President of Contra Costa and Los Medanos Colleges; Vice Chancellor, Educational Programs and Services; and Associate Chancellor at District headquarters.

For additional information about the District, see APPENDIX A: "INFORMATION RELATING TO THE DISTRICT'S OPERATIONS AND BUDGET."

## THE BONDS

### Authority for Issuance; Purpose

The Bonds are issued pursuant to the Constitution and laws of the State of California (the "State"), including the provisions of Articles 9 and 11 of Chapter 3 of Part 1 of Division 2 of Title 5 of Government Code of the State and other applicable provisions of law. The Bonds are authorized by a resolution adopted by the Governing Board of the District on October 10, 2012 (the "Resolution"), and issued pursuant to a Paying Agent Agreement dated as of November 1, 2012 (the "Paying Agent Agreement") between the District and The Bank of New York Mellon Trust Company, N.A., as paying agent (the "Paying Agent"). The Government Code permits the issuance of bonds payable from *ad valorem* property taxes without a vote of the electors solely in order to refund other outstanding bonds, provided that the total debt service to maturity on the refunding bonds not exceed the total debt service to maturity on the bonds being refunded.

The District received authorization at an election held on March 5, 2002, by more than 55% of the votes cast by eligible voters within the District, to issue bonds in an aggregate principal amount not to exceed $120 million for the construction, reconstruction and repair of college facilities. The District issued its Contra Costa Community College District General Obligation Bonds Election of 2002, Series 2002 in the aggregate principal amount of $50,000,000 on July 2, 2002 (the "2002 Bonds"), its Contra Costa Community College District General Obligation Bonds Election of 2002, Series 2004 in the aggregate principal amount of $45,000,000 on August 25, 2004 (the "2004 Bonds"), and its Contra Costa Community College District General Obligation Bonds Election of 2002, Series 2006 in the aggregate principal amount of $25,000,000 on May 11, 2006 (the "2006 Bonds"). No issuing authorization remains from the 2002 election.

The District received authorization at an election held on June 6, 2006, by more than 55% of the votes cast by eligible voters within the District, to issue bonds in an aggregate principal amount not to exceed $286.5 million for the construction, reconstruction and repair of college facilities. The District issued its Contra Costa Community College District General Obligation Bonds Election of 2006, Series 2007 in the aggregate principal amount of $73,000,000 on August 16, 2007 (the "2007 Bonds"), and its Contra Costa Community College District General Obligation Bonds Election of 2006, Series 2010A in the aggregate principal amount of $22,695,000 and Contra Costa Community College District General Obligation Bonds Election of 2006, Series 2010B (Federally Taxable Build America Bonds) in the aggregate principal amount of $50,305,000 on March 30, 2010 (the "2010 Bonds"). There remains $140,500,000 of unissued authorization from the 2006 election.

The Bonds are being issued (i) to advance refund a portion of the 2004 Bonds, 2006 Bonds and 2007 Bonds (the "Prior Bonds"); and (ii) to pay costs of issuance of the Bonds. See "PLAN OF REFUNDING" herein.

### Form and Registration

The Bonds will be issued in fully registered book-entry form only, in denominations of $5,000 principal amount each or any integral multiple thereof. The Bonds will initially be registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the Bonds. Purchases of Bonds under the DTC system must be made by or through a DTC participant, and ownership interests in Bonds or any transfer thereof will be recorded as entries on the books of said participants. Except in the event that use of this book-entry system is discontinued for the Bonds, beneficial owners will not receive physical certificates representing their ownership interests. See APPENDIX F: "BOOK-ENTRY ONLY SYSTEM."

### Payment of Principal and Interest

The Bonds will be dated the date of their delivery and bear interest at the rates set forth on the inside cover page hereof, payable on February 1 and August 1 of each year commencing February 1, 2013 (each, an "Interest Payment Date"), until payment of the principal amount thereof. Interest is computed on the basis of a year of 360 days comprising twelve 30-day months. Bonds authenticated and registered on any date prior to the close of business on January 15, 2013, will bear interest from the date of their delivery. Bonds authenticated during the

period between the 15th day of the calendar month immediately preceding an Interest Payment Date (the "Record Date") and the close of business on that Interest Payment Date will bear interest from that Interest Payment Date. Any other Bond will bear interest from the Interest Payment Date immediately preceding the date of its authentication. If, at the time of authentication of any Bond, interest is then in default on outstanding Bonds, such Bond will bear interest from the Interest Payment Date to which interest has previously been paid or made available for payment thereon.

Payment of interest on any Bond on each Interest Payment Date (or on the following Business Day, as defined below, if the Interest Payment Date does not fall on a Business Day) will be made to the person appearing on the registration books of the Paying Agent with respect to the Bonds as of the preceding Record Date, such interest to be paid by check or draft mailed to such Owner at such Owner's address as it appears on such registration books or at such other address as the Owner may have filed with the Paying Agent for that purpose on or before the Record Date. The Owner of an aggregate principal amount of $1,000,000 or more of Bonds may request in writing to the Paying Agent to be paid interest by wire transfer to the bank and account number on file with the Paying Agent as of the applicable Record Date.

A "Business Day" is any day other than a Saturday, Sunday, or a day on which banks located in the city where the corporate trust office of the Paying Agent is located are required or authorized to remain closed.

Principal will be payable at maturity, or upon redemption prior to maturity, upon surrender of Bonds at the principal office of the Paying Agent. The interest, principal and redemption premiums, if any, on the Bonds will be payable in lawful money of the United States of America from moneys on deposit in the interest and sinking fund of the District (the "Interest and Sinking Fund") within the County treasury, consisting of *ad valorem* taxes collected and held by the County Treasurer-Tax Collector (the "County Treasurer"), together with any net premium and accrued interest received upon issuance of the Bonds. So long as all outstanding Bonds are held in book-entry form and registered in the name of a securities depository or its nominee, all payments of principal of, redemption premium, if any, and interest on the Bonds and all notices with respect to such Bonds will be made and given, respectively, to such securities depository or its nominee and not to beneficial owners. So long as the Bonds are held by Cede & Co., as nominee of DTC, payment will be made by wire transfer.

**Redemption**

*Optional Redemption of Bonds*. The Bonds maturing on or before August 1, 2022 are not subject to redemption prior to their respective stated maturity dates. The Bonds maturing on and after August 1, 2023, are subject to redemption prior to their respective stated maturity dates, at the option of the District, from any source of available funds, as a whole or in part on any date on or after August 1, 2022, at a redemption price equal to 100% of the principal amount of Bonds to be redeemed, without premium, together with interest accrued thereon to the redemption date. Under current federal tax law, the refunding Bonds may not be advance refunded a second time.

*Selection of Bonds for Redemption.* If less than all of the Bonds are called for redemption, such Bonds shall be redeemed in inverse order of maturities or as otherwise directed by the District. Whenever less than all of the Bonds of any one maturity are designated for redemption, the Paying Agent shall select the Bonds to be redeemed by lot in any manner deemed fair by the Paying Agent. For purposes of such selection, each Bond shall be deemed to consist of individual Bonds of $5,000 denominations each, which may be separately redeemed.

*Notice of Redemption.* Notice of redemption of any Bond will be given by the Paying Agent not less than 20 nor more than 60 days prior to the redemption date (i) by first class mail to the respective owners of any Bond designated for redemption at their addresses appearing on the bond registration books; (ii) by secured mail to all organizations registered with the Securities and Exchange Commission as securities depositories; and (iii) as may be further required in accordance with the Continuing Disclosure Certificate of the District. See APPENDIX D: "FORM OF CONTINUING DISCLOSURE CERTIFICATE."

Each notice of redemption will contain the following information: (i) the date of such notice; (ii) the name of the Bonds and the date of issue of the Bonds; (iii) the redemption date; (iv) the redemption price; (v) the dates of maturity of the Bonds to be redeemed; (vi) if less than all of the then outstanding Bonds are to be called for redemption, the distinctive serial numbers of the Bonds of each maturity to be redeemed; (vii) in the case of Bonds

redeemed in part only, the respective portions of the principal amount of the Bonds of each maturity to be redeemed; (viii) the CUSIP number, if any, of each maturity of Bonds to be redeemed; (ix) a statement that such Bonds must be surrendered by the owners at the principal corporate trust office of the Paying Agent; and (x) notice that further interest on such Bonds will not accrue after the designated redemption date. The actual receipt by the Owner of any Bond or by any securities depository or information service of notice of redemption shall not be a condition precedent to redemption, and failure to receive such notice, or any defect in the notice given, shall not affect the validity of the proceedings for the redemption of such Bonds or the cessation of interest on the date fixed for redemption.

*Effect of Notice of Redemption.* When notice of redemption has been given substantially as provided for in the Resolution, and when the redemption price of the Bonds called for redemption is set aside for the purpose as described in the Resolution, the Bonds designated for redemption shall become due and payable on the specified redemption date and interest shall cease to accrue thereon as of the redemption date, and upon presentation and surrender of such Bonds at the place specified in the notice of redemption, such Bonds shall be redeemed and paid at the redemption price thereof out of the money provided therefor. The owners of Bonds so called for redemption after such redemption date shall look for the payment of such Bonds and the redemption premium thereon, if any, only to moneys on deposit for the purpose in the Interest and Sinking Fund of the District or the escrow fund established for such purpose. All Bonds redeemed shall be cancelled forthwith by the Paying Agent and shall not be reissued.

*Conditional Notice of Redemption.* Any notice of optional redemption delivered hereunder may be conditioned on any fact or circumstance stated therein, and if such condition shall not have been satisfied on or prior to the redemption date stated in such notice, said notice shall be of no force and effect on and as of the stated redemption date, and the redemption shall be cancelled and the District shall not be required to redeem the Bonds that were the subject of the notice. The Paying Agent shall give notice of such cancellation and the reason therefor in the same manner in which notice of redemption was originally given. The actual receipt by the owner of any Bond of notice of such cancellation shall not be a condition precedent to cancellation, and failure to receive such notice or any defect in such notice shall not affect the validity of the cancellation.

*Rescission of Notice of Redemption.* The District may rescind any optional redemption and notice thereof for any reason on any date prior to the date fixed for redemption by causing written notice of the rescission to be given to the owners of the Bonds so called for redemption. Any optional redemption and notice thereof shall be rescinded if for any reason on the date fixed for redemption moneys are not available in the Interest and Sinking Fund or otherwise held in trust for such purpose in an amount sufficient to pay in full on said date the principal of, interest, and any premium due on the Bonds called for redemption. Notice of rescission of redemption shall be given in the same manner in which notice of redemption was originally given. The actual receipt by the owner of any Bond of notice of such rescission shall not be a condition precedent to rescission, and failure to receive such notice or any defect in such notice shall not affect the validity of the rescission.

**Defeasance of Bonds**

The District may pay and discharge any or all of the Bonds by depositing in trust with the Paying Agent or an escrow agent at or before maturity, money or non-callable direct obligations of the United States of America or other non-callable obligations the payment of the principal of and interest on which is guaranteed by a pledge of the full faith and credit of the United States of America, in an amount which, together with the interest to accrue thereon and available moneys then on deposit in the Interest and Sinking Fund of the District, will be fully sufficient, in the opinion of a certified public accountant, to pay and discharge the indebtedness on such Bonds (including all principal, interest and redemption premiums) at or before their respective maturity dates.

**Unclaimed Moneys**

Any money held in any fund created pursuant to this Resolution, or by the Paying Agent in trust, for the payment of the principal of, redemption premium, if any, or interest on the Bonds and remaining unclaimed for two years after the principal of all of the Bonds has become due and payable (whether by maturity or upon prior redemption) shall be transferred to the Interest and Sinking Fund of the District for payment of any outstanding

bonds of the District payable from said fund; or, if no such bonds of the District are at such time outstanding, said moneys shall be transferred to the general fund of the District as provided and permitted by law.

## PLAN OF REFUNDING

A portion of the proceeds from the sale of the Bonds will be deposited in an escrow fund (the "Escrow Fund") to be created and maintained by The Bank of New York Mellon Trust Company N.A., acting as Escrow Agent under that certain Escrow Agreement by and between the District and the Escrow Agent, dated as of November 1, 2012 (the "Escrow Agreement"). Moneys in the Escrow Fund will be invested in non-callable direct obligations of the United States Treasury or other non-callable obligations the payment of the principal of and interest on which is guaranteed by a pledge of the full faith and credit of the United States of America and applied to pay all principal of, redemption premium and interest on the Prior Bonds on the date designated for their redemption as tentatively set forth below. Causey Demgen & Moore, Inc., Denver, Colorado, a Certified Public Accountant licensed to practice in the State, acting as escrow verification agent (the "Escrow Verification Agent") with respect to the Escrow Funds, has verified the mathematical accuracy of the computations relating to the sufficiency of the moneys proposed to be deposited and invested in the Escrow Fund, together with earnings thereon, for the payment of interest on the Prior Bonds to the redemption date and the payment and redemption on that date of all or a portion of said Prior Bonds. Amounts on deposit in the Escrow Fund are not available for payment of the Bonds.

A portion of the proceeds of the Bonds will be retained by the Paying Agent in a Costs of Issuance Account and used to pay costs associated with the issuance of the Bonds and the refunding of the Prior Bonds. Any proceeds of sale of the Bonds not needed to fund the Escrow Fund or to pay costs of issuance of the Bonds will be transferred to the County Treasurer for deposit in the District's Interest and Sinking Fund in the County treasury, and applied only for payment of principal of and interest on outstanding bonds of the District.

Amounts deposited into the Interest and Sinking Fund, as well as proceeds of taxes held therein for payment of the Bonds, will be invested at the sole discretion of the County Treasurer pursuant to law and the investment policy of the County. APPENDIX E: "CONTRA COSTA COUNTY INVESTMENT POLICY AND DESCRIPTION OF INVESTMENT POOL."

## ESTIMATED SOURCES AND USES OF FUNDS

The proceeds of the Bonds are expected to be applied as follows:

| | |
|---|---|
| Sources of Funds | |
| Principal Amount of Bonds | $106,565,000.00 |
| Reoffering Premium | 15,378,014.25 |
| Total Sources | $121,943,014.25 |
| Uses of Funds | |
| Deposit to Escrow Fund | $121,355,190.00 |
| Underwriters' Discount | 332,482.80 |
| Costs of Issuance[1] | 255,341.45 |
| Total Uses | $121,943,014.25 |

[1] Includes financial advisor fee, bond counsel fee, disclosure counsel fee, rating agency fees, printing fee, paying agent fee, escrow agent fee, verification agent fee, and other miscellaneous expenses.

## SCHEDULED DEBT SERVICE

### Semi-Annual Debt Service

Scheduled debt service obligations for the Bonds, assuming no redemptions prior to maturity, are as shown in the table below:

**Contra Costa Community College District**
**2012 General Obligation Refunding Bonds**
**Semi-Annual Debt Service**

| Period Ending | Principal | Interest | Semi-Annual Debt Service | Annual Debt Service |
|---|---|---|---|---|
| 2/1/2013 | – | $945,550.84 | $945,550.84 | – |
| 8/1/2013 | $2,025,000.00 | 2,239,462.50 | 4,264,462.50 | $5,210,013.34 |
| 2/1/2014 | – | 2,219,212.50 | 2,219,212.50 | – |
| 8/1/2014 | – | 2,219,212.50 | 2,219,212.50 | 4,438,425.00 |
| 2/1/2015 | – | 2,219,212.50 | 2,219,212.50 | – |
| 8/1/2015 | – | 2,219,212.50 | 2,219,212.50 | 4,438,425.00 |
| 2/1/2016 | – | 2,219,212.50 | 2,219,212.50 | – |
| 8/1/2016 | 2,865,000.00 | 2,219,212.50 | 5,084,212.50 | 7,303,425.00 |
| 2/1/2017 | – | 2,161,912.50 | 2,161,912.50 | – |
| 8/1/2017 | 3,115,000.00 | 2,161,912.50 | 5,276,912.50 | 7,438,825.00 |
| 2/1/2018 | – | 2,099,612.50 | 2,099,612.50 | – |
| 8/1/2018 | 3,375,000.00 | 2,099,612.50 | 5,474,612.50 | 7,574,225.00 |
| 2/1/2019 | – | 2,032,112.50 | 2,032,112.50 | – |
| 8/1/2019 | 3,685,000.00 | 2,032,112.50 | 5,717,112.50 | 7,749,225.00 |
| 2/1/2020 | – | 1,939,987.50 | 1,939,987.50 | – |
| 8/1/2020 | 4,025,000.00 | 1,939,987.50 | 5,964,987.50 | 7,904,975.00 |
| 2/1/2021 | – | 1,859,487.50 | 1,859,487.50 | – |
| 8/1/2021 | 4,385,000.00 | 1,859,487.50 | 6,244,487.50 | 8,103,975.00 |
| 2/1/2022 | – | 1,749,862.50 | 1,749,862.50 | – |
| 8/1/2022 | 4,800,000.00 | 1,749,862.50 | 6,549,862.50 | 8,299,725.00 |
| 2/1/2023 | – | 1,653,862.50 | 1,653,862.50 | – |
| 8/1/2023 | 5,115,000.00 | 1,653,862.50 | 6,768,862.50 | 8,422,725.00 |
| 2/1/2024 | – | 1,525,987.50 | 1,525,987.50 | – |
| 8/1/2024 | 5,530,000.00 | 1,525,987.50 | 7,055,987.50 | 8,581,975.00 |
| 2/1/2025 | – | 1,401,487.50 | 1,401,487.50 | – |
| 8/1/2025 | 5,965,000.00 | 1,401,487.50 | 7,366,487.50 | 8,767,975.00 |
| 2/1/2026 | – | 1,264,862.50 | 1,264,862.50 | – |
| 8/1/2026 | 6,445,000.00 | 1,264,862.50 | 7,709,862.50 | 8,974,725.00 |
| 2/1/2027 | – | 1,116,237.50 | 1,116,237.50 | – |
| 8/1/2027 | 11,225,000.00 | 1,116,237.50 | 12,341,237.50 | 13,457,475.00 |
| 2/1/2028 | – | 835,612.50 | 835,612.50 | – |
| 8/1/2028 | 12,000,000.00 | 835,612.50 | 12,835,612.50 | 13,671,225.00 |
| 2/1/2029 | – | 620,612.50 | 620,612.50 | – |
| 8/1/2029 | 12,660,000.00 | 620,612.50 | 13,280,612.50 | 13,901,225.00 |
| 2/1/2030 | – | 367,412.50 | 367,412.50 | – |
| 8/1/2030 | 11,515,000.00 | 367,412.50 | 11,882,412.50 | 12,249,825.00 |
| 2/1/2031 | – | 137,112.50 | 137,112.50 | – |
| 8/1/2031 | 3,845,000.00 | 137,112.50 | 3,982,112.50 | 4,119,225.00 |
| 2/1/2032 | – | 69,825.00 | 69,825.00 | – |
| 8/1/2032 | 3,990,000.00 | 69,825.00 | 4,059,825.00 | 4,129,650.00 |
| TOTAL | $106,565,000.00 | $58,172,263.34 | $164,737,263.34 | $164,737,263.34 |

**Combined Annual Debt Service**

The District has previously issued and currently has outstanding its General Obligation Bonds Election of 2002, Series 2004 and Series 2006; its General Obligation Bonds Election of 2006, Series 2007, Series 2010A and Series 2010B; and its 2011 General Obligation Refunding Bonds. See "APPENDIX A—DISTRICT FINANCIAL AND OPERATING INFORMATION—FINANCIAL AND DEMOGRAPHIC INFORMATION—District Debt Structure" herein. The annual debt service of all the outstanding general obligation bonds (without regard to redemption prior to maturity) is as follows:

**Contra Costa Community College District**
**All Outstanding Bonds**
**Annual Debt Service—Bond Year Basis[1]**

| Year Ending (August 1) | Series 2004 Debt Service | Series 2006 Debt Service | Series 2007 Debt Service | Series 2010A Debt Service | Series 2010B Debt Service[2] | Series 2011 Debt Service | The Bonds Debt Service | Total Annual Debt Service |
|---|---|---|---|---|---|---|---|---|
| 2013 | $221,750.00 | $758,055.00 | $2,181,900.00 | $327,550.00 | $3,233,428.70 | $3,490,500.00 | $5,210,013.34 | $15,423,197.04 |
| 2014 | 60,750.00 | 732,680.00 | 2,166,650.00 | 402,550.00 | 3,233,428.70 | 3,768,300.00 | 4,438,425.00 | 14,802,783.70 |
| 2015 | 208,000.00 | 644,800.00 | 2,142,400.00 | 565,300.00 | 3,233,428.70 | 3,802,300.00 | 4,438,425.00 | 15,034,653.70 |
| 2016 | – | – | – | 708,100.00 | 3,233,428.70 | 3,781,700.00 | 7,303,425.00 | 15,026,653.70 |
| 2017 | – | – | – | 852,500.00 | 3,233,428.70 | 3,803,500.00 | 7,438,825.00 | 15,328,253.70 |
| 2018 | – | – | – | 995,500.00 | 3,233,428.70 | 3,817,750.00 | 7,574,225.00 | 15,620,903.70 |
| 2019 | – | – | – | 1,149,750.00 | 3,233,428.70 | 3,840,500.00 | 7,749,225.00 | 15,972,903.70 |
| 2020 | – | – | – | 1,304,500.00 | 3,233,428.70 | 3,846,000.00 | 7,904,975.00 | 16,288,903.70 |
| 2021 | – | – | – | 1,469,250.00 | 3,233,428.70 | 3,849,750.00 | 8,103,975.00 | 16,656,403.70 |
| 2022 | – | – | – | 1,638,000.00 | 3,233,428.70 | 3,841,500.00 | 8,299,725.00 | 17,012,653.70 |
| 2023 | – | – | – | – | 5,043,428.70 | 3,876,500.00 | 8,422,725.00 | 17,342,653.70 |
| 2024 | – | – | – | – | 5,181,964.50 | 3,897,250.00 | 8,581,975.00 | 17,661,189.50 |
| 2025 | – | – | – | – | 5,316,089.40 | 3,914,000.00 | 8,767,975.00 | 17,998,064.40 |
| 2026 | – | – | – | – | 5,445,215.20 | 3,916,500.00 | 8,974,725.00 | 18,336,440.20 |
| 2027 | – | – | – | – | 5,572,737.20 | – | 13,457,475.00 | 19,030,212.20 |
| 2028 | – | – | – | – | 5,681,072.40 | – | 13,671,225.00 | 19,352,297.40 |
| 2029 | – | – | – | – | 5,780,220.80 | – | 13,901,225.00 | 19,681,445.80 |
| 2030 | – | – | – | – | 5,889,532.00 | – | 12,249,825.00 | 18,139,357.00 |
| 2031 | – | – | – | – | 5,982,054.80 | – | 4,119,225.00 | 10,101,279.80 |
| 2032 | – | – | – | – | 6,077,464.00 | – | 4,129,650.00 | 10,207,114.00 |
| 2033 | – | – | – | – | 10,764,133.60 | – | – | 10,764,133.60 |
| 2034 | – | – | – | – | 10,756,904.00 | – | – | 10,756,904.00 |
| TOTAL | $490,500.00 | $2,135,535.00 | $6,490,950.00 | $9,413,000.00 | $109,825,103.60 | $53,446,050.00 | $164,737,263.34 | $346,538,401.94 |

[1] Reflects the Prior Bonds to be refunded from proceeds of the Bonds.
[2] Expected subsidy payments for the Build America Bonds are not included in the debt service table.

## SECURITY AND SOURCE OF PAYMENT FOR THE BONDS

### General

In order to provide sufficient funds for repayment of principal and interest when due on the Bonds, the Board of Supervisors of the County is empowered and is obligated by law to levy *ad valorem* taxes upon all property subject to taxation by the District, without limitation as to rate or amount (except as to certain personal property which is taxable at limited rates). Such taxes are in addition to other taxes levied upon property within the District. When collected, the tax revenues will be deposited by the County Treasurer in the District's Interest and Sinking Fund, which is required by law to be maintained by the County and to be used solely for the payment of bonds of the District.

### Property Taxation System

Property tax revenues result from the application of the appropriate tax rate to the total assessed value of taxable property in the District. Community college districts levy property taxes for payment of voter-approved bonds and receive property taxes for general operating purposes as well. The District receives approximately 31.9% of its total general fund revenues from local property taxes.

Local property taxation is the responsibility of various county officers. For each taxing jurisdiction located in a county, the county assessor computes the value of locally assessed taxable property. Based on the assessed value of property and the scheduled debt service on outstanding bonds in each year, the county auditor-controller computes the rate of tax necessary to pay such debt service, and presents the tax rolls (including rates of tax for all taxing jurisdictions in the county) to the county board of supervisors for approval. The County Treasurer prepares and mails tax bills to taxpayers and collects the taxes. In addition, the treasurer-tax collector, as *ex officio* treasurer of each school and community college district located in the county, holds and invests community college district funds, including taxes collected for payment of community college district bonds, and is charged with payment of principal and interest on such bonds when due. Taxes on property in a community college district whose boundaries extend into more than one county are administered separately by each county in which the property is located. The State Board of Equalization also assesses certain special classes of property, as described later in this section.

### Assessed Valuation of Property Within the District

Under Proposition 13, an amendment to the California Constitution adopted in 1978, the county assessor's valuation of real property is established as shown on the fiscal year 1975-76 tax bill, or, thereafter, as the appraised value of real property when purchased, newly constructed, or a change in ownership has occurred. Assessed value of property may be increased annually to reflect inflation at a rate not to exceed 2% per year, or reduced to reflect a reduction in the consumer price index or comparable data for the area under taxing jurisdiction or in the event of declining property value caused by substantial damage, destruction, market forces or other factors. As a result of these rules, real property that has been owned by the same taxpayer for many years can have an assessed value that is much lower than the market value of the property and of similar properties more recently sold. Likewise, changes in ownership of property and reassessment of such property to market value commonly lead to increases in aggregate assessed value even when the rate of inflation or consumer price index would not permit the full 2% increase on any property that has not changed ownership. See generally, APPENDIX A: "INFORMATION RELATING TO THE DISTRICT'S OPERATIONS AND BUDGET – CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS."

All property (real, personal and intangible) is taxable unless an exemption is granted by the California Constitution or United States law. For assessment and tax collection purposes, property is classified either as "secured" or "unsecured," and is listed accordingly on separate parts of the assessment roll. The "secured roll" is that part of the assessment roll containing State-assessed property and other property (real or personal) for which there is a lien on real property sufficient, in the opinion of the County Assessor, to secure payment of the taxes. All other property is "unsecured," and is assessed on the "unsecured roll."

The greater the assessed value of taxable property in the District, the lower the tax rate necessary to generate taxes sufficient to pay scheduled debt service on the Bonds. The following table shows recent history of taxable property assessed valuation in the District.

**Contra Costa Community College District**
**Summary of Assessed Valuation**

| Fiscal Year | Local Secured | Utility | Unsecured | Total Before Redevelopment Increment | Total After Redevelopment Increment[1] |
|---|---|---|---|---|---|
| 2005-06 | $ 123,680,824,113 | $ 778,008,389 | $ 4,359,165,041 | $128,817,997,543 | $114,311,154,540 |
| 2006-07 | 138,981,709,682 | 657,680,011 | 4,523,422,141 | 144,162,811,834 | 127,085,552,124 |
| 2007-08 | 151,552,494,770 | 558,065,472 | 4,607,800,088 | 156,718,360,330 | 137,947,538,637 |
| 2008-09 | 151,510,844,221 | 576,695,232 | 4,996,033,333 | 157,083,572,786 | 138,010,140,203 |
| 2009-10 | 139,873,965,883 | 557,056,345 | 5,286,590,539 | 145,717,612,767 | 129,061,363,358 |
| 2010-11 | 135,148,079,624 | 560,296,728 | 5,036,561,893 | 140,744,938,245 | 124,795,007,251 |
| 2011-12 | 134,765,284,339 | 539,960,865 | 5,240,695,911 | 140,545,941,115 | – |
| 2012-13 | 135,211,033,192 | 590,750,775 | 5,454,593,736 | 141,256,377,703 | – |

[1] For discussion of redevelopment agency tax increment and community college district funding, see "Tax Collections and Delinquencies - *Impact of Redevelopment Agency Project Areas*."
*Source:* California Municipal Statistics, Inc.

*Appeals of Assessed Valuation.* State law affords an appeal procedure to taxpayers who disagree with the assessed value of their taxable property. Taxpayers may request a reduction in assessment directly from the County Assessor (the "Assessor"), who may grant or refuse the request, and may appeal an assessment directly to the Contra Costa County Board of Equalization, which rules on appealed assessments whether or not settled by the Assessor. The Assessor is also authorized to reduce the assessed value of any taxable property upon a determination that the market value has declined below the then-current assessment, whether or not appealed by the taxpayer. Much of the decline in aggregate District assessed value since 2008 is attributable to Assessor-initiated reductions.

The District can make no predictions as to the changes in assessed values that might result from pending or future appeals by taxpayers or actions by the Assessor. Any reduction in aggregate District assessed valuation due to appeals, as with any reduction in assessed valuation due to other causes, will cause the tax rate levied to repay the Bonds to increase accordingly, so that the fixed debt service on the Bonds (and other outstanding bonds) may be paid. Any refund of paid taxes triggered by a successful assessment appeal will be debited by the County against all taxing agencies who received tax revenues, including the District.

*Bonding Capacity.* The District may issue bonds in an amount up to 2.5% of the assessed valuation of taxable property within its boundaries. The District's gross bonding capacity is approximately $3.53 billion. Taking into account all of the outstanding bonds of the District, the District's net bonding capacity is approximately $3.32 billion, not taking into account the issuance of the Bonds or the defeasance of the Prior Bonds. Refunding bonds, including the Bonds, may be issued without regard to this limitation; however, once issued, the outstanding principal of any refunding bonds is included when calculating the District's bonding capacity.

*Assessed Valuation by Land Use*. The following table gives a distribution of taxable real property located in the District by principal purpose for which the land is used, and the assessed valuation and number of parcels for each use.

**Contra Costa Community College District**
**2012-13 Assessed Valuation and Parcels by Land Use**

| Non-Residential: | 2012-13 Assessed Valuation[1] | % of Total | No. of Parcels | % of Total |
|---|---|---|---|---|
| Agricultural/Rural | $ 312,320,854 | 0.23% | 1,012 | 0.28% |
| Commercial/Office | 12,006,120,856 | 8.91 | 7,683 | 2.14 |
| Vacant Commercial | 184,408,403 | 0.14 | 1,433 | 0.40 |
| Industrial | 13,550,759,761 | 10.05 | 2,562 | 0.71 |
| Vacant Industrial | 1,074,616,915 | 0.80 | 1,236 | 0.34 |
| Recreational | 285,586,597 | 0.21 | 850 | 0.24 |
| Government/Social/Institutional | 759,440,538 | 0.56 | 3,194 | 0.89 |
| Power Plants/Non-Unitary Utility | 590,750,775 | 0.44 | 179 | 0.05 |
| Miscellaneous Non-Residential | 181,104,881 | 0.13 | 1,666 | 0.46 |
| Subtotal Non-Residential | $28,945,109,580 | 21.47% | 19,815 | 5.52% |
| Residential: | | | | |
| Single Family Residence | $ 88,077,748,906 | 65.34% | 267,975 | 74.62% |
| Condominium/Townhouse | 10,371,814,072 | 7.69 | 48,215 | 13.43 |
| Mobile Home | 44,925,038 | 0.03 | 1,584 | 0.44 |
| 2-4 Residential Units | 1,161,268,204 | 0.86 | 6,086 | 1.69 |
| 5+ Residential Units/Apartments | 5,077,971,618 | 3.77 | 2,520 | 0.70 |
| Miscellaneous Residential | 200,851,398 | 0.15 | 940 | 0.26 |
| Vacant Residential | 917,352,476 | 0.68 | 12,003 | 3.34 |
| Subtotal Residential | $105,851,931,712 | 78.53% | 339,323 | 94.48% |
| Total | $134,797,041,292 | 100.00% | 359,138 | 100.00% |

[1] Total Secured Assessed Valuation; excluding tax-exempt property.
*Source*: California Municipal Statistics, Inc.

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*Assessed Valuation of Single-Family Residential Properties*. The following table focuses on single-family residential properties only, which comprise approximately 62% of the assessed value of taxable property in the District. The average assessed value per parcel is $328,679, and the median assessed value per parcel is $239,500.

**Contra Costa Community College District**
**2012-13 Per Parcel Assessed Valuation of Single Family Homes**

| | No. of Parcels | 2012-13 Assessed Valuation | Average Assessed Valuation | Median Assessed Valuation |
|---|---|---|---|---|
| Single Family Residential | 267,975 | $88,077,748,906 | $328,679 | $239,500 |

| 2012-13 Assessed Valuation | No. of Parcels (1) | % of Total | Cumulative % of Total | Total Valuation | % of Total | Cumulative % of Total |
|---|---|---|---|---|---|---|
| $0 - $49,999 | 7,926 | 2.958% | 2.958% | $ 306,926,933 | 0.348% | 0.348% |
| $50,000 - $99,999 | 29,940 | 11.173 | 14.130 | 2,246,411,047 | 2.550 | 2.899 |
| $100,000 - $149,999 | 34,515 | 12.880 | 27.010 | 4,337,010,608 | 4.924 | 7.823 |
| $150,000 - $199,999 | 35,836 | 13.373 | 40.383 | 6,238,294,252 | 7.083 | 14.906 |
| $200,000 - $249,999 | 31,732 | 11.841 | 52.225 | 7,106,731,768 | 8.069 | 22.974 |
| $250,000 - $299,999 | 24,780 | 9.247 | 61.472 | 6,788,906,859 | 7.708 | 30.682 |
| $300,000 - $349,999 | 19,860 | 7.411 | 68.883 | 6,431,667,564 | 7.302 | 37.985 |
| $350,000 - $399,999 | 13,770 | 5.139 | 74.021 | 5,127,906,271 | 5.822 | 43.807 |
| $400,000 - $449,999 | 10,487 | 3.913 | 77.935 | 4,443,805,705 | 5.045 | 48.852 |
| $450,000 - $499,999 | 8,050 | 3.004 | 80.939 | 3,817,867,952 | 4.335 | 53.187 |
| $500,000 - $549,999 | 7,187 | 2.682 | 83.621 | 3,768,889,112 | 4.279 | 57.466 |
| $550,000 - $599,999 | 6,094 | 2.274 | 85.895 | 3,499,406,684 | 3.973 | 61.439 |
| $600,000 - $649,999 | 5,757 | 2.148 | 88.043 | 3,595,665,084 | 4.082 | 65.521 |
| $650,000 - $699,999 | 5,134 | 1.916 | 89.959 | 3,464,190,830 | 3.933 | 69.454 |
| $700,000 - $749,999 | 4,571 | 1.706 | 91.665 | 3,310,428,684 | 3.759 | 73.213 |
| $750,000 - $799,999 | 3,950 | 1.474 | 93.139 | 3,058,055,440 | 3.472 | 76.685 |
| $800,000 - $849,999 | 3,194 | 1.192 | 94.331 | 2,632,420,624 | 2.989 | 79.673 |
| $850,000 - $899,999 | 2,788 | 1.040 | 95.371 | 2,434,472,800 | 2.764 | 82.437 |
| $900,000 - $949,999 | 2,202 | 0.822 | 96.193 | 2,031,641,495 | 2.307 | 84.744 |
| $950,000 - $999,999 | 1,641 | 0.612 | 96.805 | 1,598,377,487 | 1.815 | 86.559 |
| $1,000,000 and greater | 8,561 | 3.195 | 100.000 | 11,838,671,707 | 13.441 | 100.000 |
| Total | 267,975 | 100.000% | | $88,077,748,906 | 100.000% | |

(1) Improved single family residential parcels. Excludes condominiums and parcels with multiple family units.
*Source:* California Municipal Statistics, Inc.

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*Largest Taxpayers in District*. The twenty taxpayers in the District with the greatest combined assessed valuation of taxable property on the 2012-13 tax roll, and the assessed valuations thereof, are shown in the following table.

The more property (by assessed value) owned by a single taxpayer, the more tax collections are exposed to weakness in the taxpayer's financial situation and ability or willingness to pay property taxes. In 2012-13, no single taxpayer owned more than 3.89% of the total taxable property in the District. Each taxpayer listed is a unique name on the tax rolls. The District cannot determine from County assessment records whether individual persons, corporations or other organizations are liable for tax payments with respect to multiple properties held in various names that in aggregate may be larger than is suggested by the table.

**Contra Costa Community College District**
**Largest 2012-13 Total Secured Taxpayers**

| | Property Owner | Primary Land Use | 2012-13 Assessed Valuation | % of Total[1] |
|---|---|---|---|---|
| 1. | Chevron USA Inc. | Industrial/Office Building | $ 5,249,258,894 | 3.89% |
| 2. | Equilon Enterprises LLC | Industrial | 2,209,103,442 | 1.64 |
| 3. | Tesoro Refining & Marketing Co. | Industrial | 1,565,598,669 | 1.16 |
| 4. | Tosco Corporation | Industrial | 1,521,174,118 | 1.13 |
| 5. | Shapell Industries | Residential Properties | 591,677,581 | 0.44 |
| 6. | Delta Energy Center LLC | Power Plant | 381,500,000 | 0.28 |
| 7. | Sunset Building Company LLC | Office Building | 376,042,543 | 0.28 |
| 8. | USS Posco Industriers | Industrial | 260,206,439 | 0.19 |
| 9. | First Walnut Creek Mutual | Cooperatives-Rossmoor | 213,809,205 | 0.16 |
| 10. | Sierra Pacific Properties Inc. | Office Building | 210,440,436 | 0.16 |
| 11. | Pacific Atlantic Terminals LLC | Industrial | 185,323,882 | 0.14 |
| 12. | Taubman Land Associates LLC | Shopping Center | 165,925,734 | 0.12 |
| 13. | Second Walnut Creek Mutual | Cooperatives-Rossmoor | 163,880,640 | 0.12 |
| 14. | Annabel Investment Co. | Office Building | 156,160,947 | 0.12 |
| 15. | Essex Portfolio LP | Apartments | 156,160,295 | 0.12 |
| 16. | Dow Chemical Company | Industrial | 148,082,788 | 0.11 |
| 17. | SDC 7 | Office Building | 146,864,196 | 0.11 |
| 18. | Guardian & KW Hilltop LLC | Apartments | 143,381,659 | 0.11 |
| 19. | Bio-Rad Laboratories Inc. | Industrial | 132,710,414 | 0.10 |
| 20. | Sugar Acquisition Corp. | Industrial | 123,741,820 | 0.09 |
| | | | $14,101,043,702 | 10.46% |

[1] 2012-13 Total Secured Assessed Valuation: $134,797,041,292
*Source:* California Municipal Statistics, Inc.

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*State-Assessed Property.* Under the Constitution, the State Board of Equalization assesses property of State-regulated transportation and communications utilities, including railways, telephone and telegraph companies, and companies transmitting or selling gas or electricity. The Board of Equalization also is required to assess pipelines, flumes, canals and aqueducts lying within two or more counties. The value of property assessed by the Board of Equalization is allocated by a formula to local jurisdictions in the county, including school districts, and taxed by the local county tax officials in the same manner as for locally assessed property. Taxes on privately owned railway cars, however, are levied and collected directly by the Board of Equalization. Property used in the generation of electricity by a company that does not also transmit or sell that electricity is taxed locally instead of by the Board of Equalization. Thus, the reorganization of regulated utilities and the transfer of electricity-generating property to non-utility companies, as often occurred under electric power deregulation in California, affects how those assets are assessed, and which local agencies benefit from the property taxes derived. In general, the transfer of State-assessed property located in the District to non-utility companies will increase the assessed value of property in the District, since the property's value will no longer be divided among all taxing jurisdictions in the County. The transfer of property located and taxed in the District to a State-assessed utility will have the opposite effect, generally reducing the assessed value in the District as the value is shared among the other jurisdictions in the County. The District is unable to predict future transfers of State-assessed property in the District and the County, the impact of such transfers on its utility property tax revenues, or whether future legislation or litigation may affect ownership of utility assets, the State's methods of assessing utility property, or the method by which tax revenues of utility property is allocated to local taxing agencies, including the District.

The State Constitution permits the levy of an *ad valorem* tax on taxable property not to exceed 1% of the full cash value of the property, and State law requires the full 1% tax to be levied. The levy of special *ad valorem* property taxes in excess of the 1% levy is permitted as necessary to provide for debt service payments on school bonds and other voter-approved indebtedness.

*Risk of Decline in Property Values; Earthquake Risk.* Property values could be reduced by factors beyond the District's control, including earthquake and a depressed real estate market due to general economic conditions in the County, the region and the State.

The District is located in a seismically active region. Active earthquake faults underlie both the District and the surrounding Bay Area, including the Hayward and Calaveras Faults. Both are branches of the more famous San Andreas Fault underlying San Francisco and much of California. The Hayward Fault is considered one of the most active faults in California. The Calaveras Fault is a fork of the Hayward Fault. Significant recent seismic events include the 1989 Loma Prieta earthquake on the San Andreas Fault, centered about 60 miles south of San Francisco, which registered 6.9 on the Richter scale of earthquake intensity. That earthquake caused fires and collapses of and structural damage to buildings, highways and bridges in the Bay Area.

In April 2008, the Working Group on California Earthquake Probabilities (a collaborative effort of the U.S. Geological Survey, the California Geological Society, and the Southern California Earthquake Center) reported that there is a 63% chance that one or more quakes of magnitude 6.7 or larger will occur in the Bay Area before the year 2038. Such earthquakes may be very destructive. For example, the U.S.G.S. predicts a magnitude 7 earthquake occurring today on the Hayward Fault would likely cause hundreds of deaths and almost $100 billion of damage. Property within the District could sustain extensive damage in a major earthquake, and a major earthquake could adversely affect the area's economic activity.

Other possible causes for a reduction in assessed values include the complete or partial destruction of taxable property caused by other natural or manmade disasters, such as flood, fire, toxic dumping, acts of terrorism, etc., or reclassification of property to a class exempt from taxation, whether by ownership or use (such as exemptions for property owned by State and local agencies and property used for qualified educational, hospital, charitable or religious purposes). Lower assessed values could necessitate a corresponding increase in the annual tax rate to be levied to pay the principal of and interest on the Bonds. Issuance of additional bonds in the future might also cause the tax rate to increase.

The following table shows *ad valorem* property tax rates for the last five years in a typical Tax Rate Area of the District (TRA 8-001). TRA 8-001 comprises approximately 5.0% of the total assessed value of taxable property in the District.

**Contra Costa Community College District**
**Summary of Ad Valorem Tax Rates**
**Typical Tax Rate per $100 Assessed Valuation (TRA 8-001)[1]**

| | 2008-09 | 2009-10 | 2010-11 | 2011-12 | 2012-13 |
|---|---|---|---|---|---|
| General Tax Rate | 1.0000 | 1.0000 | 1.0000 | 1.000 | 1.0000 |
| City of Richmond | .1400 | .1400 | .1400 | .1400 | .1400 |
| Bay Area Rapid Transit District | .0090 | .0057 | .0031 | .0041 | .0043 |
| East Bay Regional Park District | .0100 | .0108 | .0084 | .0071 | .0051 |
| West Contra Costa Unified School District | .1230 | .1828 | .1869 | .2322 | .2157 |
| Contra Costa Community College District | .0066 | .0126 | .0133 | .0144 | .0087 |
| Total Tax Rate | 1.2886 | 1.3519 | 1.3517 | 1.3978 | 1.3738 |

[1] 2012-13 Assessed Valuation for TRA 8-001: $7,023,818,091
*Source*: California Municipal Statistics, Inc.

**Tax Collections and Delinquencies**

As required by State Law, the District utilizes the services of the County for the assessment and collection of taxes for District purposes. District taxes are collected at the same time and on the same tax rolls as are County, city and other special district taxes.

Taxes are levied for each fiscal year on taxable real and personal property assessed as of the preceding January 1. When necessitated by changes in assessed value in the course of a year, a supplemental assessment is prepared, and taxes are pro-rated for the portion of the tax year remaining after the change.

Property taxes on the secured roll are due in two equal installments, on November 1 and February 1 of each fiscal year, and become delinquent on December 10 and April 10, respectively. A penalty of 10% attaches immediately to all delinquent payments. If the taxes have not been paid by June 30, the tax is deemed to be in default. Secured roll property may thereafter be redeemed by payment of a penalty of 1.5% per month to the time of redemption, plus costs and a redemption fee. If the taxes are unpaid for a period of five years or more, the tax-defaulted property is subject to sale at a public auction by the County Treasurer.

Property taxes on the unsecured roll are due as of the lien date of January 1 and become delinquent if unpaid on August 31. A 10% penalty attaches to delinquent taxes on property on the unsecured roll, and an additional penalty of 1.5% per month begins to accrue on November 1. To collect unpaid taxes, the County Treasurer may obtain a judgment lien upon and cause the sale of all property owned by the taxpayer in the County, and may seize and sell personal property, improvements and possessory interests of the taxpayer. The County Treasurer may also bring a civil suit against the taxpayer for payment.

The following table shows real property tax collections and delinquencies in the District for the last several years.

**Contra Costa Community College District**
**Secured Tax Charges and Delinquencies**

| Year | % Del. June 30 |
|---|---|
| 2006-07 | 1.88% |
| 2007-08 | 3.40 |
| 2008-09 | 4.79 |
| 2009-10 | 2.68 |
| 2010-11 | 1.72 |
| 2011-12 | 2.72 |

(1) Bond debt service levy only.
*Source:* California Municipal Statistics, Inc.

*Teeter Plan*. The County has adopted the Alternative Method of Distribution of Tax Levies and Collections and of Tax Sale Proceeds (the "Teeter Plan"), as provided for in Section 4701 and following of the California Revenue and Taxation Code. Under the Teeter Plan, each participating local agency levying property taxes in the County, including the District, receives the full amount of uncollected taxes credited to its fund (including delinquent taxes, if any), in the same manner as if the full amount due from taxpayers had been collected. In return, the County receives and retains delinquent payments, penalties and interest as collected, that would have been due the local agency. The County applies the Teeter Plan to taxes levied for repayment of school and community college district bonds.

The Teeter Plan is to remain in effect unless the County Board of Supervisors orders its discontinuance or unless, prior to the commencement of any fiscal year of the County (which commences on July 1), the Board of Supervisors receives a petition for its discontinuance from two-thirds of the participating revenue districts in the County. The Board of Supervisors may also, after holding a public hearing on the matter, discontinue the Teeter Plan with respect to any tax levying agency or assessment levying agency in the County if the rate of secured tax delinquency in that agency in any year exceeds 3% of the total of all taxes and assessments levied on the secured roll in that agency.

*Direct and Overlapping Debt.* The following table was prepared by California Municipal Statistics Inc., and is included for general information purposes only. The District has not reviewed this table for completeness or accuracy and makes no representations in connection therewith. The first column in the table names each public agency which has outstanding debt as of October 1, 2012, and whose territory overlaps the District in whole or in part. Column 2 shows the percentage of each overlapping agency's assessed value located within the boundaries of the District. This percentage, multiplied by the total outstanding debt of each overlapping agency (which is not shown in the table) produces the amount shown in column 3, which is the apportionment of each overlapping agency's outstanding debt to taxable property in the District.

The table generally includes long-term obligations sold in the public credit markets by the public agencies listed. Such long-term obligations generally are not payable from revenues of the District (except as indicated) nor are they necessarily obligations secured by land within the District. In many cases, long-term obligations issued by a public agency are payable only from the general fund or other revenues of such public agency.

**Contra Costa Community College District**
**Direct and Overlapping and Bonded Debt**

2012-13 Assessed Valuation: $141,256,377,703

| DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT: | % Applicable | Debt 10/1/12 |
|---|---|---|
| Bay Area Rapid Transit District | 28.103% | $115,416,211 |
| **Contra Costa Community College District** | **100.000** | **214,855,000**[1] |
| Antioch Unified School District School Facilities Improvement District No. 1 | 100.000 | 39,927,391 |
| John Swett Unified School District | 100.000 | 27,658,513 |
| Martinez Unified School District | 100.000 | 42,858,563 |
| Mt. Diablo Unified School District | 100.000 | 451,795,057 |
| Pittsburg Unified School District | 100.000 | 197,613,211 |
| San Ramon Valley Unified School District | 98.568 | 249,534,646 |
| West Contra Costa Unified School District | 100.000 | 797,215,136 |
| Acalanes and Liberty Union High School District | 100.000 | 208,723,506 |
| School Districts | 100.000 | 147,355,058 |
| Cities | 100.000 | 37,939,977 |
| West Contra Costa Healthcare District Parcel Tax Obligations | 100.000 | 60,845,000 |
| East Bay Municipal Utility District Special District No. 1 | 5.537 | 1,198,761 |
| East Bay Regional Park District | 43.431 | 59,669,851 |
| Pleasant Hill Recreation and Park District | 100.000 | 27,425,000 |
| Community Facilities Districts | 100.000 | 224,174,412 |
| 1915 Act Assessment Bonds | 100.000 | 337,416,598 |
| TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT | | $3,241,621,891 |

| DIRECT AND OVERLAPPING GENERAL FUND DEBT: | | |
|---|---|---|
| Contra Costa County General Fund Obligations | 99.616% | $300,290,416 |
| Contra Costa County Pension Obligations | 99.616 | 357,118,379 |
| Alameda-Contra Costa Transit District Certificates of Participation | 11.271 | 3,536,840 |
| **Contra Costa Community College District General Fund Obligations** | **100.000** | **855,000** |
| Antioch Unified School District Certificates of Participation | 100.000 | 19,245,000 |
| Pittsburg Unified School District Certificates of Participation | 100.000 | 28,175,000 |
| Other School District Certificates of Participation | 98.568-100.000 | 35,171,058 |
| City of Antioch General Fund Obligations | 100.000 | 27,845,000 |
| City of Brentwood General Fund Obligations | 100.000 | 54,280,000 |
| City of Concord General Fund Obligations | 100.000 | 10,680,000 |
| City of Hercules General Fund Obligations | 100.000 | 17,330,000 |
| City of Pittsburg Pension Obligations | 100.000 | 38,351,056 |
| City of Richmond General Fund and Pension Obligations | 100.000 | 241,815,133 |
| City of San Ramon General Fund and Pension Obligations | 100.000 | 29,168,706 |
| Other City General Fund Obligations | 100.000 | 45,822,180 |
| Byron-Bethany Irrigation District General Fund Obligations | 18.106 | 934,270 |
| Contra Costa County Fire Protection District Pension Obligations | 100.000 | 106,185,000 |
| San Ramon Valley Fire Protection District Certificates of Participation | 98.402 | 12,674,178 |
| Pleasant Hill Recreation and Park District Certificates of Participation | 100.000 | 2,305,000 |
| TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT | | $1,331,782,216 |
| Less: Contra Costa County self-supporting obligations | | 112,832,848 |
| City of Richmond supported obligations | | 49,760,800 |
| TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT | | $1,169,188,568 |

("Direct and Overlapping and Bonded Debt" Continued on Next Page)

| OVERLAPPING TAX INCREMENT DEBT: | % Applicable | Debt 10/1/12 |
|---|---|---|
| Contra Costa County Redevelopment Agency | 100.000% | $116,785,000 |
| Concord Redevelopment Agency | 100.000 | 49,385,000 |
| Hercules Redevelopment Agency | 100.000 | 122,530,000 |
| Pinole Redevelopment Agency | 100.000 | 42,380,000 |
| Pittsburg Redevelopment Agency | 100.000 | 373,680,856 |
| Richmond Redevelopment Agency | 100.000 | 106,962,002 |
| San Pablo Redevelopment Agency | 100.000 | 77,587,670 |
| San Ramon Redevelopment Agency | 100.000 | 76,496,570 |
| Other Redevelopment Agencies | 100.000 | 114,050,000 |
| TOTAL OVERLAPPING TAX INCREMENT DEBT | | $1,079,857,098 |
| | | |
| GROSS COMBINED TOTAL DEBT | | $5,653,261,205[(2)] |
| NET COMBINED TOTAL DEBT | | $5,490,667,557 |

Ratios to 2012-13 Assessed Valuation:

**Direct Debt ($214,855,000)..... 0.15%**
**Combined Direct Debt ($215,710,000) ..... 0.15%**
Total Direct and Overlapping Tax and Assessment Debt..... 2.29%
Gross Combined Total Debt ..... 4.00%
Net Combined Total Debt..... 3.89%

Ratios to Redevelopment Incremental Valuation ($14,909,007,031):

Overlapping Tax Increment Debt ..... 7.24%

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(1) Excludes general obligation bonds to be sold.
(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.
*Source:* California Municipal Statistics, Inc.

## TAX MATTERS

In the opinion of Orrick, Herrington & Sutcliffe LLP bond counsel to the District ("Bond Counsel"), based upon an analysis of existing laws, regulations, rulings, and court decisions, and assuming, among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Bonds is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code") and is exempt from State of California personal income taxes. In the further opinion of Bond Counsel, interest on the Bonds is not a specific preference item for purposes of the federal individual or corporate alternative minimum taxes, although Bond Counsel observes that it is included in adjusted current earnings when calculating corporate alternative minimum taxable income. A complete copy of the proposed form of opinion of Bond Counsel is set forth in APPENDIX C hereto.

To the extent the issue price of any maturity of the Bonds is less than the amount to be paid at maturity of such Bonds (excluding amounts stated to be interest and payable at least annually over the term of such Bonds), the difference constitutes "original issue discount," the accrual of which, to the extent properly allocable to each beneficial owner thereof, is treated as interest on the Bonds which is excluded from gross income for federal income tax purposes and State of California personal income taxes. For this purpose, the issue price of a particular maturity of the Bonds is the first price at which a substantial amount of such maturity of the Bonds is sold to the public (excluding bond houses, brokers, or similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers). The original issue discount with respect to any maturity of the Bonds accrues daily over the term to maturity of such Bonds on the basis of a constant interest rate compounded semiannually (with straight-line interpolations between compounding dates). The accruing original issue discount is added to the

adjusted basis of such Bonds to determine taxable gain or loss upon disposition (including sale, redemption, or payment on maturity) of such Bonds. Beneficial owners of the Bonds should consult their own tax advisors with respect to the tax consequences of ownership of Bonds with original issue discount, including the treatment of beneficial owners who do not purchase such Bonds in the original offering to the public at the first price at which a substantial amount of such Bonds is sold to the public.

Bonds purchased, whether at original issuance or otherwise, for an amount higher than their principal amount payable at maturity (or, in some cases, at their earlier call date) ("Premium Bonds") will be treated as having amortizable bond premium. No deduction is allowable for the amortizable bond premium in the case of bonds, like the Premium Bonds, the interest on which is excluded from gross income for federal income tax purposes. However, the amount of tax-exempt interest received, and a beneficial owner's basis in a Premium Bond, will be reduced by the amount of amortizable bond premium properly allocable to such beneficial owner. Beneficial owners of Premium Bonds should consult their own tax advisors with respect to the proper treatment of amortizable bond premium in their particular circumstances.

The Code imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal income tax purposes of interest on obligations such as the Bonds. The District has made certain representations and covenanted to comply with certain restrictions, conditions and requirements designed to ensure that interest on the Bonds will not be included in federal gross income. Inaccuracy of these representations or failure to comply with these covenants may result in interest on the Bonds being included in gross income for federal income tax purposes, possibly from the date of original issuance of the Bonds. The opinion of Bond Counsel assumes the accuracy of these representations and compliance with these covenants. Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken), or events occurring (or not occurring), or any other matters coming to Bond Counsel's attention after the date of issuance of the Bonds may adversely affect the value of, or the tax status of interest on, the Bonds. Accordingly, the opinion of Bond Counsel is not intended to, and may not, be relied upon in connection with any such actions, events or matters.

Although Bond Counsel is of the opinion that interest on the Bonds is excluded from gross income for federal income tax purposes and is exempt from State of California personal income taxes, the ownership or disposition of, or the accrual or receipt of interest on, the Bonds may otherwise affect a beneficial owner's federal, state or local tax liability. The nature and extent of these other tax consequences depends upon the particular tax status of the beneficial owner or the beneficial owner's other items of income or deduction. Bond Counsel expresses no opinion regarding any such other tax consequences.

Current and future legislative proposals, if enacted into law, clarification of the Code or court decisions may cause interest on the Bonds to be subject, directly or indirectly, to federal income taxation or to be subject to or exempted from state income taxation, or otherwise prevent Beneficial Owners from realizing the full current benefit of the tax status of such interest. As one example, on September 12, 2011, the Obama Administration announced a legislative proposal entitled the American Jobs Act of 2011. For tax years beginning on or after January 1, 2013, the American Jobs Act of 2011 generally would limit the exclusion from gross income of interest on obligations like the Bonds to some extent for taxpayers who are individuals and whose income is subject to higher marginal income tax rates. Other proposals have been made that could significantly reduce the benefit of, or otherwise affect, the exclusion from gross income of interest on obligations like the Bonds. The introduction or enactment of any such legislative proposals, clarification of the Code or court decisions may also affect, perhaps significantly, the market price for, or marketability of, the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal or state tax legislation, regulations or litigation, and regarding the impact of future legislation, regulations or litigation, as to which Bond Counsel expresses no opinion.

The opinion of Bond Counsel is based on current legal authority, covers certain matters not directly addressed by such authorities, and represents Bond Counsel's judgment as to the proper treatment of the Bonds for federal income tax purposes. It is not binding on the IRS or the courts. Furthermore, Bond Counsel cannot give and has not given any opinion or assurance about the future activities of the District, or about the effect of future changes in the Code, the applicable regulations, the interpretation thereof or the enforcement thereof by the IRS. The District has covenanted, however, to comply with the requirements of the Code.

Bond Counsel's engagement with respect to the Bonds ends with the issuance of the Bonds, and, unless separately engaged, Bond Counsel is not obligated to defend the District or the beneficial owners regarding the tax-exempt status of the Bonds in the event of an audit examination by the IRS. Under current procedures, parties other than the District and its appointed counsel, including the beneficial owners, would have little, if any, right to participate in the audit examination process. Moreover, because achieving judicial review in connection with an audit examination of Bonds is difficult, obtaining an independent review of IRS positions with which the District legitimately disagrees may not be practicable. Any action of the Internal Revenue Service, including but not limited to selection of the Bonds for audit, or the course or result of such audit, or an audit of bonds presenting similar tax issues, may affect the market price for, or the marketability of, the Bonds, and may cause the District or the beneficial owners to incur significant expense.

## OTHER LEGAL MATTERS

### Legal Opinion

The validity of the Bonds and certain other legal matters are subject to the approving opinion of Orrick, Herrington & Sutcliffe LLP, San Francisco, California, Bond Counsel to the District. A complete copy of the proposed form of Bond Counsel opinion is contained in Appendix C hereto. Bond Counsel undertakes no responsibility for the accuracy, completeness or fairness of this Official Statement. Certain legal matters will be passed upon for E. J. De La Rosa & Co., Inc. and Backstrom McCarley Berry & Co., LLC (the "Underwriters") by its counsel, Nossaman LLP, Irvine, California and Rosales Law Partners, San Francisco, California.

### Legality for Investment in California

Under provisions of the California Financial Code, the Bonds are legal investments for commercial banks in California to the extent that the Bonds, in the informed opinion of the bank, are prudent for the investment of funds of depositors, and, under provisions of the Government Code of the State, are eligible securities for the deposit of public moneys in the State.

### No Litigation

No litigation is pending or threatened concerning the validity of the Bonds, or the District's ability to receive *ad valorem* taxes and to collect other revenues, or contesting the District's ability to issue and retire the Bonds. The District is not aware of any litigation pending or threatened questioning the political existence of the District or contesting the title to their offices of District or County officials who will sign the Bonds and other certifications relating to the Bonds, or the powers of those offices. A certificate (or certificates) to that effect will be furnished to purchasers at the time of the original delivery of the Bonds.

The District is routinely subject to lawsuits and claims. In the opinion of the District, the aggregate amount of the uninsured liabilities of the District under these lawsuits and claims will not materially affect the financial position or operations of the District.

### Continuing Disclosure

The District has covenanted for the benefit of the holders and beneficial owners of the Bonds to provide certain financial information and operating data relating to the District (the "Annual Report") by not later than nine months following the end of the District's fiscal year (currently ending June 30), commencing with the report for the 2011-12 Fiscal Year (which is due no later than April 1, 2013) and to provide notices of the occurrence of certain enumerated events, if material. The Annual Report and the notices of material events will be filed by the District with the Municipal Securities Rulemaking Board. The specific nature of the information to be contained in the Annual Report or the notices of material events is summarized in APPENDIX D: "FORM OF CONTINUING DISCLOSURE CERTIFICATE." These covenants have been made in order to assist the Underwriters in complying with Securities and Exchange Commission Rule 15c2-12(b)(5). In the past five years, the District has not failed to comply in all material respects with its undertakings with regard to said Rule to provide annual reports or notices of material events.

## ESCROW VERIFICATION

The arithmetical accuracy of certain computations included in the schedules provided by the Underwriters relating to the computation of projected receipts of the projected payments of principal, redemption premium and interest to retire the Prior Bonds to be refunded will be verified by the Escrow Verification Agent. Such computations will be based solely on assumptions and information supplied by the District and the Underwriters. The Escrow Verification Agent will restrict its procedures to verifying the arithmetical accuracy of certain computations and will not make any study to evaluate the assumptions and information on which the computations are based, and will express no opinion on the data used, the reasonableness of the assumptions or the achievability of the projected outcome.

## MISCELLANEOUS

### Ratings

The Bonds have received underlying ratings of "Aa1" by Moody's Investors Service and "AA" by Standard & Poor's. Rating agencies generally base their ratings on their own investigations, studies and assumptions. The District has provided certain additional information and materials to the rating agencies (some of which does not appear in this Official Statement). The ratings reflect only the current views of the rating agencies, and any explanation of the significance of such ratings may be obtained only from Moody's at www.moodys.com and from Standard & Poor's at www.standardandpoors.com. There is no assurance that any rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely by a rating agency, if, in the judgment of the rating agency, circumstances so warrant. Any such downward revision or withdrawal of a rating may have an adverse effect on the market price of the Bonds. The District undertakes no responsibility to oppose any such downward revision, suspension or withdrawal.

### Professionals Involved in the Offering

Orrick, Herrington & Sutcliffe LLP is acting as Bond Counsel to the District and as Disclosure Counsel with respect to the Bonds, and will receive compensation from the District contingent upon the sale and delivery of the Bonds. Keygent LLC is acting as financial advisor to the District with respect to the Bonds, and will receive compensation from the District contingent upon the sale and delivery of the Bonds.

### Underwriting

The Bonds are being purchased by the Underwriters pursuant to the terms of a bond purchase agreement between the District and the Underwriters dated October 18, 2012 (the "Purchase Agreement"). The Purchase Agreement provides that the Underwriters will purchase all of the Bonds if any are purchased, the obligation of the Underwriters to purchase the Bonds being subject to certain terms and conditions to be satisfied by the District.

The Underwriters have agreed to purchase all of the Bonds for an aggregate purchase price of $121,610,531.45, subject to certain conditions set forth in the Purchase Contract. The purchase price for the Bonds reflects an Underwriters' discount of $322,482.80.

The initial offering prices and initial reoffering yields shown on the inside cover page hereof have been provided by the Underwriters for inclusion herein. The District makes no representation as to the accuracy thereof. The Underwriters may offer and sell the Bonds to certain dealers and others at prices lower than the offering prices stated on the inside cover page. The offering prices may be changed from time to time by the Underwriters.

**Additional Information**

Quotations from and summaries and explanations of the Bonds and the Paying Agent Agreement providing for issuance and payment of the Bonds, and the constitutional provisions, statutes and other documents described herein, do not purport to be complete, and reference is hereby made to said documents, constitutional provisions and statutes for the complete provisions thereof.

* * *

All data contained herein have been taken or constructed from the District's records and other sources, as indicated. This Official Statement and its distribution have been duly authorized and approved by the District.

**CONTRA COSTA COMMUNITY COLLEGE DISTRICT**

By: /s/ John al-Amin, Ph.D
Vice Chancellor Administrative Services

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## APPENDIX A

## INFORMATION RELATING TO THE DISTRICT'S OPERATIONS AND BUDGET

*The information in this appendix concerning the operations of the District, the District's finances, and State funding of education is provided as supplementary information only, and it should not be inferred from the inclusion of this information in this Official Statement that the principal of or interest on the Bonds is payable from the general fund of the District or from State revenues. The Bonds are payable from the proceeds of an ad valorem tax approved by the voters of the District pursuant to all applicable laws and Constitutional requirements, and required to be levied by the County on property within the District in an amount sufficient for the timely payment of principal and interest on the Bonds. See "SECURITY AND SOURCE OF PAYMENT FOR THE BONDS" in the front portion of this Official Statement.*

## DISTRICT FINANCIAL INFORMATION

### General

The District's annual revenues are determined by a State funding formula, and consist of local property taxes, student fees, and State appropriations that are based upon student attendance. Because approximately 80% of the District's general fund operating revenues are tied to this State funding formula, and over 45% of these revenues are provided directly by the State, the District's fiscal position is closely tied to the fiscal health of the State. And because the State Constitution commands that approximately 40% of the State's general fund budget be used to fund local school districts and community college districts, funding for education is at the heart of an often-contentious annual State budget approval process.

This Appendix discusses overall State funding of education through the State's constitutional funding formula known as "Proposition 98", funding of the community college system, and the District's budget process. Specific information is presented regarding the District's current budgeted revenues and expenditures, as well as long-term obligations and capital financing.

The State's community college funding model adopted in 2006 equalized funding among the 72 community college districts and their 111 community colleges. The model provides for a base allocation by size of college, and an allocation for State-approved and grandfathered college "centers". The primary basis of the State apportionment is the calculation of Full-Time Equivalent Students (FTES). For fiscal year 2012-13, the District is budgeted to receive a base allocation of $12.7 million for three colleges and two approved centers. Student attendance in approved credit courses (generally, those courses leading to a degree) are funded at a rate of $4,565 per FTES; attendance in designated non-credit courses (including lifelong/adult learning, remedial basic skills courses, English as a Second Language, and other courses designed to lead to improved job opportunities) are funded at $2,745 per FTES. The District does not offer unenhanced courses.

A recent history of actual audited attendance and the current budgeted attendance measured in terms of FTES is shown in the table on the following page. Since completion of the year-end financial audits, the District has made corrections to its historical FTES for certain years.

**Contra Costa Community College District**
**Resident Full-Time Equivalent Students**

| Fiscal Year | Resident Full-Time Equivalent Students |
|---|---|
| 2005-06 | 30,429 |
| 2006-07 | 25,524 |
| 2007-08 | 30,838[(1)] |
| 2008-09 | 28,566[(1)] |
| 2009-10 | 32,246 |
| 2010-11 | 30,584 |
| 2011-12 | 28,618 |
| 2012-13 | 27,200[(2)] |

[(1)] Approximately 2,050 summer session FTES from summer 2008 accounted for in fiscal year 2007-08.
[(2)] Projected. Due to the uncertainty of funding tied to the Temporary Tax Measure, the District has chosen an in-between FTES funding level. The figure is preliminary depending on whether the Temporary Tax Measure passes.

The table below represents non-resident, out-of-state and international students who pay full tuition to the District. These students are excluded from the State funding formula calculation.

| Fiscal Year | Non-Resident International Students |
|---|---|
| 2004-05 | 1,192 |
| 2005-06 | 1,550 |
| 2006-07 | 1,420 |
| 2007-08 | 1,774 |
| 2008-09 | 1,744 |
| 2009-10 | 1,743 |
| 2010-11 | 2,000 |
| 2011-12 | 2,003 |
| 2012-13 | 2,268[(1)] |

[(1)] Budgeted.

**State Funding of the Community College System; State Budget Process**

*General.* As is true for all community college districts in California, the District's operating income consists primarily of these components: (i) a State portion funded from the State's general fund, (ii) a local portion derived from the District's share of the county-wide property tax; (iii) revenues generated from the district's operations, consisting primarily of student fees and sales; and (iv) federal government grants and transfers. The District receives over 47% of its general fund revenues from State funds, budgeted at approximately $66.9 million in fiscal year 2012-13. As a result, decreases in State revenues, or in State legislative appropriations made to fund higher education, may significantly affect District operations.

State funding is guaranteed to a minimum level for community college districts, school districts, and other State agencies that provide direct elementary and secondary instructional programs. The funding guarantee is known as "Proposition 98", a constitutional and statutory initiative amendment adopted by the State's voters in 1988, and amended by Proposition 111 in 1990 (now found at Article XVI, Sections 8 and 8.5 of the Constitution).

The Proposition 98 funding mandate normally commands about 45% of all State general fund revenues, and community colleges normally receive about 11% of the Proposition 98 figure. However, recent years have seen frequent disruptions in the three components of State general fund revenues, State personal income taxes, sales and use taxes, and corporate taxes. This has made it increasingly difficult for the State to meet its obligations under Proposition 98 while providing for other fixed State costs and priority programs and services.

*Adoption of Annual State Budget.* According to the State Constitution, the Governor of the State (the "Governor") must propose a budget to the State Legislature no later than January 10 of each year. Under a initiative constitutional amendment approved by the State's voters on November 2, 2010 as "Proposition 25", a final budget must be adopted by a majority vote (rather than a supermajority vote, as before) of each house of the Legislature no later than June 15, although this deadline has been routinely breached in the past. The budget becomes law upon the signature of the Governor, who may veto specific items of expenditure. Community college district budgets must generally be adopted by July 1, and revised by the community college board within 45 days after the Governor signs the budget act to reflect any changes in budgeted revenues and expenditures made necessary by the adopted State budget.

When the State budget is not adopted on time, basic appropriations and the categorical funding portion of each district's State funding are affected differently. Under the rule of *White v. Davis* (also referred to as *Jarvis v. Connell*), a State Court of Appeal decision reached in 2002, there is no constitutional mandate for appropriations to community college districts without an adopted budget or emergency appropriation, and funds for State programs cannot be disbursed by the State Controller until that time unless the expenditure is (i) authorized by a continuing appropriation found in statute, (ii) mandated by the Constitution (such as appropriations for salaries of elected state officers), or (iii) mandated by federal law (such as payments to State workers at no more than minimum wage). The State Controller has consistently stated that basic State funding for community colleges is continuously appropriated by statute, but that special and categorical funds may not be appropriated without an adopted budget. The Controller has posted guidance as to what can and cannot be paid during a budget impasse at its website: www.sco.ca.gov. Should the Legislature fail to pass the budget or emergency appropriation before the start of any fiscal year, the District might experience delays in receiving certain expected revenues. The District is authorized to borrow temporary funds to cover its annual cash flow deficits, and as a result of the *White* decision, the District might find it necessary to increase the size or frequency of its cash flow borrowings, or to borrow earlier in the fiscal year. The District does not expect the *White* decision to have any long-term effect on its operating budgets.

*Aggregate State Education Funding.* The Proposition 98 guaranteed amount for education is based on prior-year funding, as adjusted through various formulas and tests that take into account State proceeds of taxes, local property tax proceeds, community college enrollment, per-capita personal income, and other factors. The State's share of the guaranteed amount is based on State general fund tax proceeds and is not based on the general fund in total or on the State budget. The local share of the guaranteed amount is funded from local property taxes. The total guaranteed amount varies from year to year and throughout the stages of any given fiscal year's budget, from the Governor's initial budget proposal to actual expenditures to post-year-end revisions, as better information regarding the various factors becomes available. Over the long run, the guaranteed amount will increase as enrollment and per capita personal income grow.

If, at year-end, the guaranteed amount is calculated to be higher than the amount actually appropriated in that year, the difference becomes an additional education funding obligation, referred to as "settle-up." If the amount appropriated is higher than the guaranteed amount in any year, that higher funding level permanently increases the base guaranteed amount in future years. The Proposition 98 guaranteed amount is reduced in years when general fund revenue growth lags personal income growth, and may be suspended for one year at a time by enactment of an urgency statute. In either case, in subsequent years when State general fund revenues grow faster than personal income (or sooner, as the Legislature may determine), the funding level must be restored to the guaranteed amount, the obligation to do so being referred to as "maintenance factor".

In recent years, the State's response to fiscal difficulties has had a significant impact on Proposition 98 funding and settle-up treatment. The State has sought to avoid or delay paying settle-up amounts when funding has lagged the guaranteed amount. In response, teachers' unions, the State Superintendent, and others, sued the State or Governor in 1995, 2005, and 2009, to force them to fund schools in the full amount required. The settlement of the 1995 and 2004 lawsuits has so far resulted in over $4 billion in accrued State settle-up obligations. However,

legislation enacted to pay down the obligations through additional education funding over time, including the Quality Education Investment Act of 2006 (QEIA), have also become part of annual budget negotiations, resulting in repeated adjustments and deferrals of the settle-up amounts.

The State has also sought to preserve general fund cash while avoiding increases in the base guaranteed amount through various mechanisms: by treating any excess appropriations as advances against subsequent years' Proposition 98 minimum funding levels rather than current year increases; by temporarily deferring apportionments of Proposition 98 funds one fiscal year to the next; by permanently deferring the year-end apportionment from June 30 to July 2; by suspending Proposition 98, and by proposing to amend the Constitution's definition of the guaranteed amount and settle-up requirement under certain circumstances.

Community college district budgeting begins each year with the State Budget process discussed above. The District prepares a preliminary budget by June 30 of each year for the upcoming fiscal year commencing July 1. By September 15 of the budget year, the Governing Board of the District is required to formally adopt a revised budget, and deliver it to the State Chancellor not later than October 10, pursuant to Section 58305 of the California Code of Regulations, Title V. Once adopted, the budget may be amended throughout the fiscal year as the District's financial circumstances change. Set forth below is information relating to the District's adopted fiscal year 2012-13 budget.

The statewide governing board of the California Community Colleges and the State Chancellor have established expectations for sound district fiscal management and a process for monitoring and evaluating the financial condition to ensure the financial health of California's community college districts. In accordance with statutory and regulatory provisions, the State Chancellor has been given the responsibility to identify districts at risk and, when necessary, the authority to intervene to bring about improvement in their financial condition. To stabilize a district's financial condition, the State Chancellor may, as a last resort, seek an appropriation for an emergency apportionment.

The monitoring and evaluation process is designed to provide early detection and amelioration that will stabilize the financial condition of a district before an emergency apportionment is necessary. This is accomplished by (1) assessing the financial condition of districts through the use of various information sources, and (2) taking appropriate and timely follow-up action to bring about improvement in a district's financial condition, as needed. A variety of instruments and sources of information are used to provide a composite of each district's financial condition, including quarterly financial status reports, annual financial and budget reports, attendance reports, annual district audit reports, district input and other financial records. In assessing each district's financial condition, the State Chancellor will pay special attention to each district's general fund balance, spending pattern, and full-time equivalent student patterns. Those districts with greater financial difficulty will receive follow-up visits from the State Chancellor's Office where financial solutions to the district's problems will be addressed and implemented.

*The 2012-13 State Budget.* The Governor signed the fiscal year 2012-13 State budget (the "2012-13 State Budget") on June 27, 2012. The 2012-13 State Budget closes a $15.7 billion budget gap and builds a reserve of nearly $1 billion with (i) $8.1 billion in expenditure reductions, (ii) $6 billion in increased revenues (which assumes the approval by the voters of temporary taxes at the November 2012 election, as further described below) and (iii) $2.5 billion from certain loan and transfer measures. This $15.7 billion budget gap is less than the $26.6 billion budget gap encountered for fiscal year 2011-12. The 2012-13 State Budget purports to position the State to have a balanced budget in an ongoing manner for the first time in over a decade, with future spending expected to stay within available revenues.

The 2012-13 State Budget assumes the passage of The Schools and Local Public Safety Protection Act (the "Temporary Tax Measure") at the November 2012 election. Such measure, if approved by the voters, would increase the personal income tax on the State's wealthiest taxpayers by up to three percent for a period of seven years, and increase the sales tax by one-quarter percent for a period of four years. The 2012-13 State Budget projects that the Temporary Tax Measure will generate an estimated $8.5 billion in revenues in fiscal year 2012-13. Such additional revenues would increase the State's Proposition 98 obligation by $2.9 billion and provide a net benefit of $5.6 billion to the State's general fund.

With the assumed voter approval of the Temporary Tax Measure, the 2012-13 State Budget provides $53.6 billion in Proposition 98 funding for K-12 schools and community colleges, a $6.7 billion (or 14%) increase from fiscal year 2011-12. Of such increased amount, $600 million is designated for community colleges. The 2012-13 State Budget maintains level Proposition 98 programmatic funding for all K-12 schools, pays off $2.2 billion in the amount of payments to K-12 schools and community colleges that are deferred each year, and funds the Quality Education Investment Act program (as described below) within the Proposition 98 guarantee. According to the 2012-13 State Budget, the Temporary Tax Measure is expected to increase Proposition 98 funding for K-12 schools and community colleges by an aggregate amount of $17.2 billion (or 37%) over the next four fiscal years when compared to fiscal year 2011-12. This projected increase reverses years of cuts in funding for K-12 schools and community colleges.

Due to the uncertainty of the passage of the Governor's tax proposal, the District has budgeted at a level that will allow mid-year budget adjustments with minimal impact to the District's operations if the Temporary Tax Measure should fail.

Community college adjustments provided in the 2012-13 State Budget include:

- Mandates Block Grant. An increase of $23.8 million Proposition 98 general fund over the 2011-12 funding level, to provide a total of $33.3 million for community college mandates through a new voluntary block grant. Participating community colleges would receive $28 per student. Community colleges that choose not to participate in the block grant program would retain their right to submit claims for reimbursement, subject to audits by the State Controller.

- Apportionments. An increase of $159.9 million for apportionment funding that will retire apportionment deferrals. Also, $50 million will be available for general apportionment growth. Both of these apportionment adjustments are contingent on voter approval of the Temporary Tax Measure.

- Redevelopment Agency Revenue. The 2012-13 Budget includes $451.1 million to reflect revenue from the elimination of redevelopment agencies. Of this amount, $211.5 million is from the liquidation of cash assets. In the event that a portion of these revenues does not materialize for community colleges, the state will supplement with Proposition 98 general fund to ensure that no negative fiscal effect will be borne by the community colleges.

As stated above, the increased Proposition 98 funding for community colleges schools, among other things, is contingent upon the approval of the Temporary Tax Measure. If the Temporary Tax Measure is not approved by the voters at the November 2012 election, the 2012-13 State Budget includes a backup plan of $6 billion in trigger cuts which would go into effect on January 1, 2013. With respect to community colleges, such cuts would (i) reduce funding for K-12 schools and community colleges by $5.4 billion – a funding decrease equivalent to three weeks of instruction, and (ii) eliminate the ability of the State to begin repaying funding deferrals.

The complete 2012-13 State Budget is available from the California Department of Finance website at www.dof.ca.gov. The District can take no responsibility for the continued accuracy of this interest address or for the accuracy, completeness or timeliness of information posted there, and such information is not incorporated herein by such reference.

***Dissolution of Redevelopment Agencies.*** Under California law, a city or county could, and did, prior to California legislation dissolving redevelopment agencies as described below, create a redevelopment agency in territory within one or more school districts. Upon formation of a "project area" of a redevelopment agency, most property tax revenues attributable to the growth in assessed value of taxable property within the project area (known as "tax increment") belong to the redevelopment agency, causing a loss of general fund tax revenues (relating to the 1% countywide general fund levy) to other local taxing agencies, including school districts, from that time forward. However, special *ad valorem* property taxes (in excess of the 1% general fund levy) collected for payment of debt service on school bonds are based on assessed valuation before reduction for redevelopment increment and such special *ad valorem* property taxes are not affected or diverted by the operation of a redevelopment agency project area.

As to operating revenues, any loss of local property taxes that contribute to the revenue limit target of a revenue limit district is made up by an increase in State equalization aid, until the base revenue limit is reached. "Pass-through" payments of local tax revenues required by law to be paid to the school district by a local redevelopment agency will count toward the revenue limit, except for any portion dedicated to capital facilities or deferred maintenance.

Commencing February 1, 2012, property taxes that would have been allocated to each redevelopment agency if the agencies had not been dissolved will instead be deposited in a "redevelopment property tax trust fund" created for each former redevelopment agency by the related county auditor-controller and held and administered by the related county auditor-controller as provided in AB1X 26. AB1X 26 generally requires each county auditor-controller, on May 16, 2012 and June 1, 2012 and each January 16 and June 1 thereafter, to apply amounts in a related redevelopment property tax trust fund, after deduction of the county auditor-controller's administrative costs, in the following order of priority:

- To pay pass-through payments to affected taxing entities in the amounts that would have been owed had the former redevelopment agency not been dissolved; provided, however, that if a successor agency determines that insufficient funds will be available to make payments on the recognized obligation payment schedule and the county auditor-controller and State Controller verify such determination, pass-through payments that had previously been subordinated to debt service may be reduced;

- To the former redevelopment agency's successor agency for payments listed on the successor agency's recognized obligation payment schedule for the ensuing six-month period;

- To the former redevelopment agency's successor agency for payment of administrative costs; and

- Any remaining balance to school entities and local taxing agencies.

*Prohibitions on Diverting Local Revenues for State Purposes.* Beginning in 1992-93, the State satisfied a portion of its Proposition 98 obligations by shifting part of the property tax revenues otherwise belonging to cities, counties, special districts, and redevelopment agencies, to school and college districts through a local Educational Revenue Augmentation Fund (ERAF) in each county. Local agencies, objecting to invasions of their local revenues by the State, sponsored a statewide ballot initiative intended to eliminate the practice. In response, the State Legislature proposed an amendment to the State Constitution, which the State's voters approved as Proposition 1A at the November 2004 election. That measure was generally superseded by the passage of a new initiative constitutional amendment at the November 2010 election, known as "Proposition 22."

The effect of Proposition 22 is to prohibit the State, even during a period of severe fiscal hardship, from delaying the distribution of tax revenues for transportation, redevelopment, or local government projects and services. It prevents the State from redirecting redevelopment agency property tax increment to any other local government, including school districts, or from temporarily shifting property taxes from cities, counties and special districts to schools, as in the ERAF program. This is intended to, among other things, stabilize local government revenue sources by restricting the State's control over local property taxes. One effect of this amendment will be to deprive the State of fuel tax revenues to pay debt service on most State bonds for transportation projects, reducing the amount of State general fund resources available for other purposes, including education.

Prior to the passage of Proposition 22, the State invoked Proposition 1A to divert $1.935 billion in local property tax revenues in 2009-10 from cities, counties, and special districts to the State to offset State general fund spending for education and other programs, and included another diversion in the adopted 2009-10 State budget of $1.7 billion in local property tax revenues from local redevelopment agencies, which local redevelopment agencies have now been dissolved. Redevelopment agencies had sued the State over this latter diversion. However, the lawsuit was decided against the California Redevelopment Association on May 1, 2010. Because Proposition 22 reduces the State's authority to use or shift certain revenue sources, fees and taxes for State general fund purposes, the State will have to take other actions to balance its budget in some years—such as reducing State spending or increasing State taxes, and school and community college districts that receive Proposition 98 or other funding from the State will be more directly dependent upon the State's general fund.

**District Operating Revenues**

In fiscal year 2011-12, local property tax revenues made up 37.9% of the District's total general fund revenues, State apportionments accounted for approximately 30.3%, other State and local revenues accounted for another 22.3% federal revenues accounted for approximately 2.2%, and student enrollment fees accounted for approximately 7.3% of total District general fund revenues. In its 2012-13 adopted budget, the District projects local property tax revenues of $56.6 million, State general apportionment funds of $65.2 million, State subventions and non-tax revenues of $3.3 million, and student enrollment and tuition fees of $14.7 million. The State's workload reduction formula in the State's 2012-13 budget is expected to result in a revenue loss of $9.2 million.

The balance of the District's general fund revenues in each fiscal year are derived from auxiliary enterprise revenues (such as bookstore, cafeteria and information technology operations), lottery income, special purpose apportionments, interest, and miscellaneous other sources. Lottery funds, which are distributed to community college districts proportional to their total enrollment, are budgeted at $130 per FTES in 2012-13, or about $3.54 million

The District's restricted general fund revenues for fiscal year 2011-12 were $21.1 million. Fiscal year 2012-13 restricted general fund revenues are budgeted at $15.9 million, reflecting in large part the District's practice of taking such revenues into account when funding becomes more certain over the course of the year. A portion of the District's restricted general fund revenues come from State funding earmarked for specific categorical programs. The volume and allocation of categorical funding is subject to the discretion of the State legislature and the District's continued qualification for each such program. The District experienced funding reductions to a variety of categorical programs in fiscal years 2010-11 and 2011-12. The District cannot predict how State funding of categorical programs will vary in the future.

*Tax and Revenue Anticipation Notes.* Because District revenues from local property taxes and State apportionments are received at irregular intervals throughout the year, while expenditures tend to be incurred on a regular monthly basis, the District has at times found it necessary to borrow for short-term cash flow needs by issuance of tax and revenue anticipation notes. The District's notes are a general obligation of the District, payable from the District's general fund and any other lawfully available moneys. The District has not issued a Tax and Revenue Anticipation Note since 2005.

*Parcel Tax.* The District has placed a ballot measure ("Measure A") on the November 6, 2012 ballot asking voters to decide whether the District should levy a parcel tax on each parcel of taxable real property within the District, beginning July 1, 2013, and continuing for six years. If Measure A passes, effective July 1, 2013, the District would levy a parcel tax in the amount of $11 per parcel per year. The parcel tax would expire on June 30, 2019. Total annual taxes would reach an estimated $3.9 million.

*Foundations.* Each of the colleges of the District is supported by an independent not-for-profit foundation. Each foundations acts primarily as a fundraising organization to provide grants and scholarships to students and other financial support to the programs of the District, according to the foundation's means, its own funding priorities, and restrictive terms of donor grants. The foundations are considered as component units of the District for financial reporting purposes, and the District provides facilities, staff, and operational support to each of the three foundations. In 2011-12, the three foundations provided a total of $1.8 million in direct support to District programs.

**Major District Expenditures**

The largest part of each community college district's general fund budget is used to pay salaries and benefits of certificated (credentialed teaching) and classified (non-instructional) employees. Changes in salary and benefit expenditures from year to year are generally based on changes in staffing levels, negotiated salary increases, and the overall cost of employee benefits. In its fiscal year 2012-13 budget, the District projects that it will expend $148.5 million in salaries and benefits, or approximately 85% of its unrestricted and restricted general fund expenditures. This amount represents a decrease of approximately 1.1% from the $150.2 million the District estimates it expended in salaries and benefits in fiscal year 2011-12.

*Labor Relations*. As of September 1, 2012, the District employed 440 full-time certificated professionals, 475 full-time classified employees and 98 managers. In addition, the District employs 1,000 part-time faculty and 400 part-time staff. As of September 1, 2012, 1,915 full-time-equivalent employees were represented by labor organizations, as shown in the table below. The remainder are not represented by any formal bargaining unit.

**Contra Costa Community College District**
**Labor Organizations**

| Labor Organization | Represented Employees (FTEs) | Contract Expiration |
|---|---|---|
| United Faculty | 440 (Full-time)<br>1,000 (Part-time) | 06/30/2014 |
| Local 1 | 475 | 06/30/2013[(1)] |

[(1)] Contingent upon upcoming member ratification vote.

*Retirement Programs*. The District participates in the State Teachers' Retirement System ("STRS") for all full-time and some part-time certificated employees. Each community college district is required by statute to contribute 8.25% of eligible employees' salaries to STRS on a monthly basis. Employees are required to contribute 8.0% of eligible salary. The State is required to contribute as well. The District's employer contribution to STRS is estimated at $5.18 million for fiscal year 2011-12, and is budgeted at $5.20 million for fiscal year 2012-13.

The District also participates in the California Public Employees' Retirement System ("CalPERS") for all full-time and some part-time classified employees. The District is required to contribute toward CalPERS at a State-determined percentage of CalPERS-eligible salaries. For fiscal year 2011-12, the contribution percentage was 10.92%. In fiscal year 2011-12, the total was approximately $4.0 million. For fiscal year 2012-13, the District has budgeted approximately $4.1 million.

The District is unable to predict what the amount of State pension liabilities will be in the future, or the amount of the contributions which the District may be required to make. See APPENDIX B: "ANNUAL FINANCIAL REPORT, JUNE 30, 2011," Note 14.

**Summary of General Fund Revenues and Expenditures**

The following table summarizes the District's total budgeted and audited general fund revenues and expenditures for fiscal years 2008-09 through 2012-13. The District's audited financial statements for the year ending June 30, 2011, are presented in Appendix B.

| | 2008-09 | | 2009-10 | | 2010-11 | | 2011-12 | | 2012-13 |
|---|---|---|---|---|---|---|---|---|---|
| REVENUES | **Budget** | **Actuals** | **Budget** | **Actuals** | **Budget** | **Actuals** | **Budget** | **Estimated Actuals** | **Adopted Budget** |
| Federal | $4,715,424 | $ 3,401,992 | $28,000 | $5,633,901 | $1,621,429 | $3,751,623 | $1,823,987 | $3,052,635 | $2,899,627 |
| State | 100,149,419 | 91,877,502 | 69,832,890 | 88,425,708 | 81,860,817 | 89,817,139 | 77,579,341 | 74,268,961 | 77,765,638 |
| Local | 94,757,897 | 100,290,429 | 94,102,411 | 97,071,679 | 93,292,212 | 96,956,832 | 87,214,817 | 101,416,009 | 94,367,392 |
| **TOTAL** | 199,622,740 | 195,569,923 | 163,963,301 | 191,131,288 | 176,774,458 | 190,525,594 | 166,618,145 | 178,737,605 | 175,032,657 |
| EXPENDITURES | | | | | | | | | |
| Academic Salaries | 73,974,075 | 79,536,806 | 75,601,020 | 79,637,545 | 74,264,510 | 75,950,228 | 70,598,568 | 72,753,340 | 70,624,363 |
| Classified Salaries | 39,854,735 | 41,085,497 | 38,388,196 | 41,399,049 | 37,388,269 | 38,700,932 | 32,291,458 | 34,554,603 | 33,841,518 |
| Employee Benefits | 39,090,078 | 38,212,512 | 39,050,095 | 40,560,595 | 41,843,767 | 41,126,809 | 43,370,245 | 42,902,359 | 44,056,204 |
| Supplies and Materials | 5,637,061 | 5,593,295 | 4,060,861 | 4,328,140 | 7,490,245 | 4,075,618 | 6,738,417 | 3,858,592 | 5,975,664 |
| Other Operating Expenses and Services | 23,403,668 | 21,488,813 | 7,673,997 | 20,057,936 | 15,675,093 | 17,790,802 | 14,660,508 | 18,543,666 | 16,509,893 |
| Capital Outlay | 3,122,972 | 3,586,105 | 1,677,939 | 2,562,041 | 1,834,129 | 1,822,962 | 1,819,901 | 1,878,525 | 2,571,893 |
| **TOTAL** | 185,082,589 | 189,503,028 | 166,452,108 | 188,545,306 | 178,496,013 | 179,467,351 | 169,479,097 | 174,491,085 | 173,579,535 |
| **EXCESS/(DEFICIENCY)** | 14,540,151 | 6,066,895 | (2,488,807) | 2,585,982 | (1,721,555) | 11,058,243 | (2,860,952) | 4,246,520 | 1,453,122 |
| Other Financing Sources | 826,299 | 601,287 | – | 137,753 | 147,409 | 1,345,603 | – | – | – |
| Other Outgo | (10,295,087) | (4,657,407) | (1,156,898) | (3,266,949) | (1,554,669) | (2,861,251) | (1,777,258) | (5,817,082) | (4,893,742) |
| **NET INCREASE/ (DECREASE) IN FUND BALANCE** | 5,071,363 | 2,010,775 | (3,645,705) | (543,214) | (3,128,815) | 9,542,595 | (4,638,210) | (1,570,562) | (3,440,620) |
| Fund Balance, beginning of year | 26,811,572 | 26,811,572 | 29,432,049 | 29,432,049 | 28,888,835 | 28,888,835 | 38,431,430 | 38,431,430 | 36,860,868 |
| Fund Adjustment | – | 609,702 | – | – | – | – | – | – | – |
| Fund Balance, end of year | $31,882,935 | $29,432,049 | $25,786,344 | $28,888,835 | $25,760,020 | $38,431,430 | $33,793,220 | $36,860,868 | $33,420,248 |
| Ending Balance as % of Revenues | 16.0% | 15.0% | 15.7% | 15.1% | 14.6% | 20.2% | 20.3% | 20.6% | 19.1% |
| Ending Balance as % of Expenditures | 17.2% | 15.5% | 15.5% | 15.3% | 14.4% | 21.4% | 19.9% | 21.1% | 19.3% |

Source: The District.

**Accounting Practices; Annual Audit**

The accounting policies of the District conform to generally accepted accounting principles in accordance with the definitions, instructions and procedures of the California Community Colleges Budget and Accounting Manual (BAM). The Budget and Accounting Manual has the authority of regulation in accordance with Title 5, Section 59011 of the California Code of Regulations (CCR), as defined in California Education Code Section 70901. Each community college district is required to follow the Budget and Accounting Manual in accordance with Education Code Section 84030. For most activities and funds, a modified accrual basis is used. Revenues are recognized only when they are earned, measurable and available: collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are recognized when an event or transaction is expected to draw upon current spendable resources

The District's financial statements are presented in accordance with Governmental Accounting Standards Board ("GASB") Procedures No. 34 and No. 35, following a business-type activity model. These financial statements allow for the presentation of financial activity and results with respect to the District as a whole, rather than focusing on individual funds. The District's financial statements are presented using an accrual basis of accounting, recognizing revenues when earned and expenses when an obligation has been incurred.

Vavrinek, Trine, Day & Company, LLP, Pleasanton, California, serves as independent auditor to the District and its report for fiscal year Ended June 30, 2011, is attached hereto as APPENDIX B. The District considers its audited financial statements to be public information, and accordingly no consent has been sought or obtained from the auditor in connection with the inclusion of such statements in this Official Statement. The auditor has made no representation in connection with inclusion of the audit herein that there has been no material change in the financial condition of the District since the audit was concluded. The District is required by law to file its audited financial statements with the County Clerk, County Superintendent of Schools, the Board of Governors of the California Community Colleges, and the State Department of Finance no later than December 31 following the close of each fiscal year.

**Long-Term Obligations**

The District carries on its books long-term obligations consisting of post-employment benefits, accrued vacation and other obligations, general obligation bonds, certificates of participation and capital lease obligations. See, generally, APPENDIX B: "ANNUAL FINANCIAL REPORT, JUNE 30, 2011," Note 10.

*Post-Employment Benefits.* The District offers subsidized health insurance benefits to all employees who retire from the District and meet the age and service requirements for eligibility (age 55 for certificated and 50 for classified employees; minimum ten years of service). The amount of the District's contribution towards such annual premiums per employee is determined according to collective bargaining agreements or court settlements. The District recognizes the cost of providing those benefits and related administrative costs when paid. Costs associated with employee benefits, including post-retirement benefits, have been rapidly increasing due to rising health care costs and health insurance premiums.

Beginning in fiscal year 2007-08, the District was required to implement Governmental Accounting Standards Board Statement No. 45 ("GASB 45") which directs certain changes in accounting for post-employment healthcare benefits in order to quantify a government agency's current liability for future benefit payments. On November 4, 2011, Total Compensation Systems, Inc., actuarial consultants, completed a study of the District's outstanding post-employment benefit obligations as of February 1, 2011.

The report calculates the value of all future benefits already earned by current retirees and current employees, known as the "actuarial accrued liability" (AAL). As of the date of the report, the District had an actuarial accrued liability of approximately $198.6 million for 1,069 current beneficiaries and 671 active plan participants. The AAL is an actuarial estimate that depends on a variety of assumptions about future events such as health care costs and beneficiary mortality. Every year, the AAL increases by the amount of future benefit costs incurred with respect to active employees in that year, which annual increment is known as the "normal cost". The report estimated the normal cost at approximately $3.1 million in the year beginning February 1, 2011. To the extent that the District has not set aside moneys with which to pay these accrued and accruing future liabilities, there

is an unfunded accrued actuarial liability (UAAL). As of the date of the report, the District had set aside $49.4 million to fund its future obligations, while $213.3 million remained unfunded. The annual required contribution (ARC) is the amount required to fund each year's normal cost plus an annual amortization of the unfunded accrued actuarial liability, assuming the UAAL will be fully funded over a 30-year period. If the amount budgeted and funded in any year is less than the ARC, the difference reflects the amount by which the UAAL is growing. In 2008, the ARC was determined to be $23.3 million. In 2010-11, the District funded $9.32 million in pay-as-you-go to the OPEB trust. The District's 2011-12 contribution towards post-retirement benefits was $9.73 million.

As of July 1, 2012, the District had funded approximately $39.6 million of its actuarial accrued liability, including a 2011-12 contribution of $8.8 million for future expenses. In addition the District has a designated fund for current and future retiree health benefits that had a balance of $41 million as of September 30, 2012.

*Accrued Vacation and other Obligations:* The long-term portion of accumulated and unpaid employee vacation for the District as of June 30, 2011, was approximately $14.0 million.

*General Obligation Bonds.* Since 2002, the District has conducted two bond elections and issued bonds as described below. All such bonds are payable from a special *ad valorem* property tax which the County is required to levy in an amount sufficient to pay such obligations.

On March 5, 2002, the voters of the District approved a bond proposition authorizing the issuance of $120 million of bonds of the District to: "repair outmoded facilities (for energy savings, safety and handicapped accessibility improvements); and update facilities used by vocational programs (for fire science, nursing, police, culinary arts and technology programs) and transfer programs at Contra Costa College, Diablo Valley College, Los Medanos College, San Ramon Valley Center and the Brentwood/Delta Science Centers." The bonds were issued in three series, as shown in the table below.

On June 6, 2006, the voters of the District approved a bond proposition authorizing the issuance of $286.5 million of bonds of the District to: "renovate outmoded college facilities (making energy savings, safety, and handicapped accessibility improvements), and update facilities used by transfer, career and vocational students (for math, science, nursing, technology and other programs) at Contra Costa College, Diablo Valley College, Los Medanos College, the San Ramon Valley and Brentwood Centers." To date, three series of bonds have been issued, as shown in the table below.

On November 15, 2011, the District issued its Contra Costa Community College District 2011 General Obligation Refunding Bonds in the principal amount of $38, 595,000 to refund the outstanding 2002 Bonds.

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**Summary of Outstanding General Obligation Bond Issues**
**As of September 1, 2012**
*(Table does not reflect the issuance of the Bonds or refunding of Prior Bonds)*

| Name | Initial Principal | Outstanding Principal | Issued |
|---|---|---|---|
| *Election of 2002* | | | |
| Series 2002 | $50,000,000 | $0 | 07/02/02 |
| Series 2004 | 45,000,000 | 39,350,000 | 08/25/04 |
| Series 2006 | 25,000,000 | 21,840,000 | 05/11/06 |
| SUBTOTAL | $120,000,000 | $61,190,000 | |
| *Election of 2006* | | | |
| Series 2007 | $73,000,000 | $58,675,000 | 08/16/07 |
| Series 2010A | 22,695,000 | 6,865,000 | 03/30/10 |
| Series 2010B | 50,305,000 | 50,305,000 | 03/30/10 |
| SUBTOTAL | $146,000,000 | $115,845,000 | |
| *Refunding Bonds* | | | |
| Series 2011 | $38,595,000 | $37,820,000 | 11/15/11 |
| SUBTOTAL | $38,595,000 | $37,820,000 | |
| TOTAL | $304,595,000 | $214,855,000 | |

*Certificates of Participation.* On June 20, 1996, $1,605,000 of Certificates of Participation (representing proportionate interests in lease revenues derived from a lease – lease-back financing structure) were issued on behalf of the District. The District's remaining annual rental payment obligations range from $75,000 to $115,000 through 2021. The proceeds were used to fund completion of the Diablo Valley College Student Center/Student Union Building. As of June 30, 2012, $855,000 principal amount of the Certificates remained outstanding. The rental payment is an obligation payable from the general fund of the District.

*Capital Lease Obligations.* The District leases equipment under various capital leases. Rental payments thereunder are an obligation payable from the general fund of the District. Future minimum lease payments are as follows:

| Year Ending June 30 | Lease Payment |
|---|---|
| 2013 | 5,236 |
| Total | $5,236 |

**Capital Financing Plan**

The District has identified approximately $430 million in capital project needs over the next five years, including modernization projects at all three of the District's community college campuses. The District last completed a comprehensive facilities master plan in 2002, and is currently in the process of completing an analysis of districtwide seismic retrofitting needs. Of the identified amount, the District's Measure A approved by voters in 2006 will provide approximately $286 million. Additional funding is being and will be sought from the State's Capital Outlay Program for community colleges. Other available funding sources include State deferred maintenance funds, bond proceeds from the District's 2002 bond measure encumbered for specific projects, and remaining unencumbered interest and contingency funds related to the 2002 bond measure earmarked for Contra Costa College projects.

**Insurance, Risk Pooling and Joint Powers Arrangements**

The District participates in Bay Area Community College District Joint Powers Authority ("BACCD JPA") and Contra Costa County Schools Insurance Group ("CCCSIG") for selected insurance coverage. BACCD JPA

administers a cooperative insurance program for member districts. For property damage, the District has coverage of $250,000,000 per occurrence, with a deductible of $10,000 per occurrence and the BACCD JPA has a deductible of $250,000 per occurrence. For liability insurance, the District has coverage of $25,000,000 per occurrence, with a deductible of $10,000 per occurrence and the BACCD JPA has a deductible of $100,000 per occurrence.

CCCSIG provides a cooperative program of self-insurance for workers' compensation for member districts. CCCSIG is self-insured for individual workers' compensation claims less than $1,000,000 and is covered by insurance for individual claims exceeding such amount to a maximum of $10,000,000 per claim, with a statutory maximum of $150,000,000. Each participant's individual claims performance dictates whether the participant will be required to contribute more to cover pooled insurance costs or derive dividends from pool savings.

The relationship between the District and BACCD JPA and CCCSIG is such that these Joint Powers Authorities are not considered to be component units of the District for financial reporting purposes. The District does not directly bear liability for the losses of other members of either BACCD JPA or CCCSIG; however in the event of numerous large local losses, either JPA's self-insured retention fund could be exhausted, and member districts such as the District could be required to make further contributions to cover member claims.

## CONSTITUTIONAL AND STATUTORY PROVISIONS AFFECTING DISTRICT REVENUES AND APPROPRIATIONS

### Limitations on Revenues

*Article XIIIA of the California Constitution*. Article XIIIA of the State Constitution, adopted and known as Proposition 13, was approved by the voters in June 1978. Section 1(a) of Article XIIIA limits the maximum *ad valorem* tax on real property to 1% of "full cash value," and provides that such tax shall be collected by the counties and apportioned according to State law. Section 1(b) of Article XIIIA provides that the 1% limitation does not apply to *ad valorem* taxes levied to pay interest and redemption charges on (i) indebtedness approved by the voters prior to July 1, 1978, or (ii) bonded indebtedness for the acquisition or improvement of real property approved on or after July 1, 1978, by two-thirds of the votes cast on the proposition, or (iii) bonded indebtedness incurred by a school district or community college district for the construction, reconstruction, rehabilitation or replacement of school facilities or the acquisition or lease of real property for school facilities, approved by 55% of the voters of the district, but only if certain accountability measures are included in the bond proposition.

Section 2 of Article XIIIA defines "full cash value" to mean the county assessor's valuation of real property as shown on the fiscal year 1975-76 tax bill, or, thereafter, the appraised value of real property when purchased, newly constructed, or a change in ownership has occurred. The full cash value may be adjusted annually to reflect inflation at a rate not to exceed 2% per year, or to reflect a reduction in the consumer price index or comparable data for the area under taxing jurisdiction, or may be reduced in the event of declining property value caused by substantial damage, destruction or other factors. The Revenue and Taxation Code permits county assessors who have reduced the assessed valuation of a property as a result of natural disasters, economic downturns or other factors, to subsequently "recapture" such value (up to the pre-decline value of the property) at an annual rate higher than 2%, depending on the assessor's measure of the restored value of the damaged property. The California courts have upheld the constitutionality of this procedure. Legislation enacted by the State Legislature to implement Article XIIIA provides that, notwithstanding any other law, local agencies may not levy any *ad valorem* property tax except the 1% base tax levied by each County and taxes to pay debt service on indebtedness approved by the voters as described above.

Since its adoption, Article XIIIA has been amended a number of times. These amendments have created a number of exceptions to the requirement that property be reassessed when purchased, newly constructed or a change in ownership has occurred. These exceptions include certain transfers of real property between family members, certain purchases of replacement dwellings for persons over age 55 and by property owners whose original property has been destroyed in a declared disaster, and certain improvements to accommodate disabled persons and for seismic upgrades to property. These amendments have resulted in marginal reductions in the property tax revenues of the District.

Both the California State Supreme Court and the United States Supreme Court have upheld the validity of Article XIIIA.

*Article XIIIC and Article XIIID of the California Constitution*. On November 5, 1996, the voters of the State approved Proposition 218, the so-called "Right to Vote on Taxes Act." Proposition 218 added Articles XIIIC and XIIID to the State Constitution, which contain a number of provisions affecting the ability of local agencies, including community college districts, to levy and collect both existing and future taxes, assessments, fees and charges. Among other things, Article XIIIC establishes that every tax is either a "general tax" (imposed for general governmental purposes) or a "special tax" (imposed for specific purposes); prohibits special purpose government agencies such as community college districts from levying general taxes; and prohibits any local agency from imposing, extending or increasing any special tax beyond its maximum authorized rate without a two-thirds vote. Article XIIIC also provides that no tax may be assessed on property other than *ad valorem* property taxes imposed in accordance with Articles XIII and XIIIA of the California Constitution and special taxes approved by a two-thirds vote under Article XIIIA, Section 4.

Article XIIIC also provides that the initiative power shall not be limited in matters of reducing or repealing local taxes, assessments, fees and charges. The State Constitution and the laws of the State impose a duty on the County Treasurer to levy a property tax sufficient to pay debt service on community college district bonds coming due in each year. The initiative power cannot be used to reduce or repeal the authority and obligation to levy such taxes which are pledged as security for payment of the Bonds or to otherwise interfere with performance of the duty of the District and the County with respect to such taxes. Legislation adopted in 1997 provides that Article XIIIC shall not be construed to mean that any owner or beneficial owner of a municipal security assumes the risk of or consents to any initiative measure which would constitute an impairment of contractual rights under the contracts clause of the U.S. Constitution.

Article XIIID deals with assessments and property-related fees and charges. Article XIIID explicitly provides that nothing in Article XIIIC or XIIID shall be construed to affect existing laws relating to the imposition of fees or charges as a condition of property development; however it is not clear whether the initiative power is therefore unavailable to repeal or reduce developer and mitigation fees imposed by the District. Developer fees are neither pledged nor available to pay the Bonds.

The interpretation and application of Proposition 218 will ultimately be determined by the courts with respect to a number of the matters discussed above, and it is not possible at this time to predict with certainty the outcome of such determination.

**Expenditures and Appropriations**

*Article XIIIB of the California Constitution*. In addition to the limits Article XIIIA imposes on property taxes that may be collected by local governments, certain other revenues of the State and local governments are subject to an annual "appropriations limit" or "Gann Limit" imposed by Article XIIIB of the State Constitution, which effectively limits the amount of such revenues that government entities are permitted to spend. Article XIIIB, approved by the voters in June 1979, was modified substantially by Proposition 111 in 1990. The appropriations limit of each government entity applies to "proceeds of taxes," which consist of tax revenues, state subventions and certain other funds, including proceeds from regulatory licenses, user charges or other fees to the extent that such proceeds exceed "the cost reasonably borne by such entity in providing the regulation, product or service." "Proceeds of taxes" excludes tax refunds and some benefit payments such as unemployment insurance. No limit is imposed on the appropriation of funds which are not "proceeds of taxes," such as reasonable user charges or fees, and certain other non-tax funds.

Article XIIIB also does not limit appropriation of local revenues to pay debt service on bonds existing or authorized by January 1, 1979, or subsequently authorized by the voters, appropriations required to comply with mandates of courts or the federal government, appropriations for qualified capital outlay projects, and appropriation by the State of revenues derived from any increase in gasoline taxes and motor vehicle weight fees above January 1, 1990, levels. The appropriations limit may also be exceeded in cases of emergency; however, the appropriations limit for the three years following such emergency appropriation must be reduced to the extent by which it was

exceeded, unless the emergency arises from civil disturbance or natural disaster declared by the Governor, and the expenditure is approved by two-thirds of the legislative body of the local government.

The State and each local government entity has its own appropriations limit. Each year, the limit is adjusted to allow for changes, if any, in the cost of living, the population of the jurisdiction, and any transfer to or from another government entity of financial responsibility for providing services. Each school or community college district is required to establish an appropriations limit each year. In the event that a district's revenues exceed its spending limit, the district may increase its appropriations limit to equal its spending by taking appropriations limit from the State.

Proposition 111 requires that each agency's actual appropriations be tested against its limit every two years. If the aggregate "proceeds of taxes" for the preceding two-year period exceeds the aggregate limit, the excess must be returned to the agency's taxpayers through tax rate or fee reductions over the following two years. If the State's aggregate "proceeds of taxes" for the preceding two-year period exceeds the aggregate limit, 50% of the excess is transferred to fund the State's contribution to school and community college districts.

In fiscal year 2011-12 the District had an appropriations limit of $218,153,032 million. In fiscal year 2010-11 the District estimates an appropriations limit of $205,412,895 million and appropriations subject to the limit of $126,502,085 million.

*Future Initiatives.* Article XIIIA, Article XIIIB, Article XIIIC, Article XIIID, as well as Propositions 98 and 111, were each adopted as measures that qualified for the ballot pursuant to the State's initiative process. From time to time other initiative measures could be adopted, further affecting District revenues or the District's ability to expend revenues.

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**APPENDIX B**

**ANNUAL FINANCIAL REPORT**
**JUNE 30, 2011**

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# CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## ANNUAL FINANCIAL REPORT

**JUNE 30, 2011 AND 2010**

# CONTRA COSTA COMMUNITY COLLEGE DISTRICT

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# *FINANCIAL SECTION*

VAVRINEK, TRINE, DAY
& COMPANY, LLP
*Certified Public Accountants*

VALUE THE DIFFERENCE

# INDEPENDENT AUDITORS' REPORT

Board of Trustees
Contra Costa Community College District
Martinez, California

We have audited the accompanying basic financial statements of Contra Costa Community College District (the District) as of and for the years ended June 30, 2011 and 2010, (and its discretely presented component units as listed in the Table of Contents. These basic financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards.* An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audits provide a reasonable basis for our opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of Contra Costa Community College District (and its discretely presented component units), as of June 30, 2011 and 2010, and the respective changes in financial position and cash flows, for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and is important for assessing the results of our audit.


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Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 11 and the Schedule of Other Postemployment Benefits (OPEB) Funding Progress on page 51 be presented to supplement the basic financial statements. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information listed in the Table of Contents, including the Schedule of Expenditures of Federal Awards, which is required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Vavrinek, Trine, Day & Co LLP

Pleasanton, California
December 30, 2011

### *USING THIS ANNUAL REPORT*

The purpose of this annual report is to provide readers with information about the activities, programs, and financial condition of the Contra Costa Community College District (the District) as of June 30, 2011. The report consists of three basic financial statements: the Statement of Net Assets, Statement of Revenues, Expenses, and Changes in Net Assets, and Statement of Cash Flows and provides information about the District as a whole. This section of the annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2011. Please read it in conjunction with the District's financial statements, which immediately follow this section. Responsibility for the completeness and accuracy of this information rests with the District management.

### *OVERVIEW OF THE FINANCIAL STATEMENTS*

The Contra Costa Community College District's financial statements are presented in accordance with Governmental Accounting Standards Board Statements No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* and No. 35, *Basic Financial Statements - and Management Discussion and Analysis - for Public College and Universities.* These statements allow for the presentation of financial activity and results of operations which focuses on the District as a whole. The entity-wide financial statements present the overall results of operations whereby all of the District's activities are consolidated into one total versus the traditional presentation by fund type. The focus of the Statement of Net Assets is designed to be similar to the bottom line results of the District. This statement combines and consolidates current financial resources with capital assets and long-term obligations. The Statement of Revenues, Expenses, and Changes in Net Assets focuses on the costs of the District's operational activities with revenues and expenses categorized as operating and nonoperating, and expenses are reported by natural classification. The Statement of Cash Flows provides an analysis of the sources and uses of cash within the operations of the District.

The California Community Colleges Chancellor's Office has recommended that all State community colleges follow the Business Type Activity (BTA) model for financial statement reporting purposes.

The Contra Costa, Diablo Valley, and Los Medanos Foundations (the Foundations) are legally separate, tax-exempt component units of the District. The Foundations act primarily as a fundraising organization to provide grants and scholarships to students and support to employees, programs, and departments of the District. Financial statements for the Foundations can be obtained from the Foundations Business Offices at each of the colleges.

### *FINANCIAL HIGHLIGHTS*

The District's primary funding source is general revenue comprised of local property taxes, student enrollment fees, and apportionment received from the State of California, based upon student attendance. A basic allocation established by State regulations plus an amount per full time equivalent student (FTES) is the primary basis of the total general revenue. In 2010-11, CCCCD received a basic allocation of $147,771,937 and FTES was funded at $4,565 per credit FTES and $2,745 per non-credit FTES, the same as in 2009-10. The State's economic crisis had a multi-layered affect on community colleges. High unemployment prevailed and resulted in increased demand for enrollments at the same time that the State Budget was continuing to see severe cuts in funding. While the State restored a portion of the 2009-10 resident FTES workload reduction, CCCCD still experienced an overall decline in FTES from 32,246 in 2009-10 to 30,585 in 2010-11 in response to the reduced funding level. 2010-11 is the third consecutive year of no cost of living adjustment (COLA) for general revenue.

While all employees received contractual step and column increases, no funding was available to augment salaries in the form of a cost of living adjustment. The District was able to fund the 10.5-11% increase in health benefits, as well as the additional increases to unemployment insurance and CalPERS contributions. A minor reduction in workforce, primarily affecting hourly instructors and classified staff contributed to the expenditure reductions necessary due to the loss of FTES revenue.

During the 2010-2011 fiscal year, the District provided in excess of $34.4 million in financial aid to students attending classes at the three colleges. This aid was provided in the form of grants, scholarships, loans, and fee waivers funded through the Federal government, the State System Office, and local funding.

The District is continuing several construction and modernization projects at our three college campuses resulting in completed or in-progress building and improvements to sites of approximately $12.6 million in the 2010-2011 fiscal year. These projects are funded both through State construction revenues and through our voter approved general obligation bonds.

## *THE DISTRICT AS A WHOLE*

### Net Assets

**Table 1**

| ASSETS | 2011 | 2010 | Change | 2009 | Change |
|---|---|---|---|---|---|
| Current Assets | | | | | |
| Cash and investments | $ 159,534,340 | $ 177,681,661 | $ (18,147,321) | $ 115,278,093 | $ 62,403,568 |
| Accounts receivable (net) | 25,701,163 | 30,873,808 | (5,172,645) | 34,086,725 | (3,212,917) |
| Other current assets | 5,460,374 | 5,608,148 | (147,774) | 9,590,708 | (3,982,560) |
| Total Current Assets | 190,695,877 | 214,163,617 | (23,467,740) | 158,955,526 | 55,208,091 |
| Other assets | 25,873,045 | 26,226,151 | (353,106) | 25,929,533 | 296,618 |
| Capital assets (net) | 288,051,220 | 275,468,985 | 12,582,235 | 271,059,874 | 4,409,111 |
| Total Assets | $ 504,620,142 | $ 515,858,753 | $ (11,238,611) | $ 455,944,933 | $ 59,913,820 |
| LIABILITIES | | | | | |
| Current Liabilities | | | | | |
| Accounts payable and accrued liabilities | $ 25,332,939 | $ 34,591,512 | $ (9,258,573) | $ 30,505,386 | $ 4,086,126 |
| Amounts held in trust for others [1] | - | - | - | 1,631,352 | (1,631,352) |
| Current portion of long-term debt | 10,887,913 | 8,930,852 | 1,957,061 | 3,586,274 | 5,344,578 |
| Total Current Liabilities | 36,220,852 | 43,522,364 | (7,301,512) | 35,723,012 | 7,799,352 |
| Long-term Debt | 278,923,273 | 283,966,698 | (5,043,425) | 223,726,958 | 60,239,740 |
| Total Liabilities | 315,144,125 | 327,489,062 | (12,344,937) | 259,449,970 | 68,039,092 |
| NET ASSETS | | | | | |
| Invested in capital assets | 139,134,751 | 146,929,444 | (7,794,693) | 138,730,749 | 8,198,695 |
| Restricted | 26,103,285 | 25,724,666 | 378,619 | 18,630,553 | 7,094,113 |
| Unrestricted | 24,237,981 | 15,715,581 | 8,522,400 | 39,133,661 | (23,418,080) |
| Total Net Assets | 189,476,017 | 188,369,691 | 1,106,326 | 196,494,963 | (8,125,272) |
| Total Liabilities and Net Assets | $ 504,620,142 | $ 515,858,753 | $ (11,238,611) | $ 455,944,933 | $ 59,913,820 |

[1] Beginning with the 2009-10 financial statements, the presentation has been changed to exclude fiduciary funds from the Statements of Net Assets – Primary Government, and to include those amounts on a separate Statement of Fiduciary Net Assets.

Cash and investments consist primarily of funds held in the Contra Costa County Treasury and the Local Agency Investment Fund (LAIF). The changes in our cash position are explained in the Statement of Cash Flows on pages 14 and 15.

Much of the unrestricted net assets have been designated by the Board or by contracts for such purposes as our required general reserve for ongoing financial health, commitments on contracts, other post employment benefits, and bookstore and cafeteria reserves.

**Operating Results for the Year**

The results of this year's operations for the District as a whole are reported in the *Statement of Revenues, Expenses, and Changes in Net Assets* on page 13.

**Table 2**

| | 2011 | 2010 | Change | 2009 | Change |
|---|---|---|---|---|---|
| Operating Revenues | | | | | |
| Tuition and fees | $ 24,895,127 | $ 24,929,345 | $ (34,218) | $ 21,074,951 | $ 3,854,394 |
| Auxiliary sales, charges and other | 13,787,568 | 14,490,517 | (702,949) | 16,828,795 | (2,338,278) |
| Total Operating Revenues | 38,682,695 | 39,419,862 | (737,167) | 37,903,746 | 1,516,116 |
| Operating Expenses | | | | | |
| Salaries and benefits [1] | 164,562,501 | 164,004,497 | 558,004 | 181,924,813 | (17,920,316) |
| Supplies and other expenses | 69,627,055 | 68,510,796 | 1,116,259 | 67,345,926 | 1,164,870 |
| Depreciation | 10,966,336 | 9,800,292 | 1,166,044 | 8,797,042 | 1,003,250 |
| Total Operating Expenses | 245,155,892 | 242,315,585 | 2,840,307 | 258,067,781 | (15,752,196) |
| Loss on Operations | (206,473,197) | (202,895,723) | (3,577,474) | (220,164,035) | 17,268,312 |
| Nonoperating Revenues | | | | | |
| State apportionments | 66,153,449 | 67,963,777 | (1,810,328) | 68,800,023 | (836,246) |
| Property taxes | 86,032,914 | 85,766,697 | 266,217 | 84,283,816 | 1,482,881 |
| State revenues [2] | 22,704,444 | 24,576,399 | (1,871,955) | 27,487,658 | (2,911,259) |
| Federal revenues [2] | 36,890,097 | 32,533,611 | 4,356,486 | 20,001,260 | 12,532,351 |
| Net interest expense | (10,042,132) | (5,293,765) | (4,748,367) | (556,755) | (4,737,010) |
| Other nonoperating revenues [1] | 4,052,626 | (14,634,696) | 18,687,322 | 4,399,547 | (19,034,243) |
| Total Nonoperating Revenue | 205,791,398 | 190,912,023 | 14,879,375 | 204,415,549 | (13,503,526) |
| Other Revenues | | | | | |
| State and local capital income | 1,788,125 | 3,858,428 | (2,070,303) | 6,342,529 | (2,484,101) |
| Net Increase in Net Assets | $ 1,106,326 | $ (8,125,272) | $ 9,231,598 | $ (9,405,957) | $ 1,280,685 |

[1] During the 2010-2011 fiscal year, the District contributed $9,100,000 to an irrevocable trust for employee benefits. The prior year benefit expense amounts included increases for annual unfunded retirement costs, whereas, the current year unfunded change is significantly smaller than prior years due to the first time funding of this irrevocable trust.

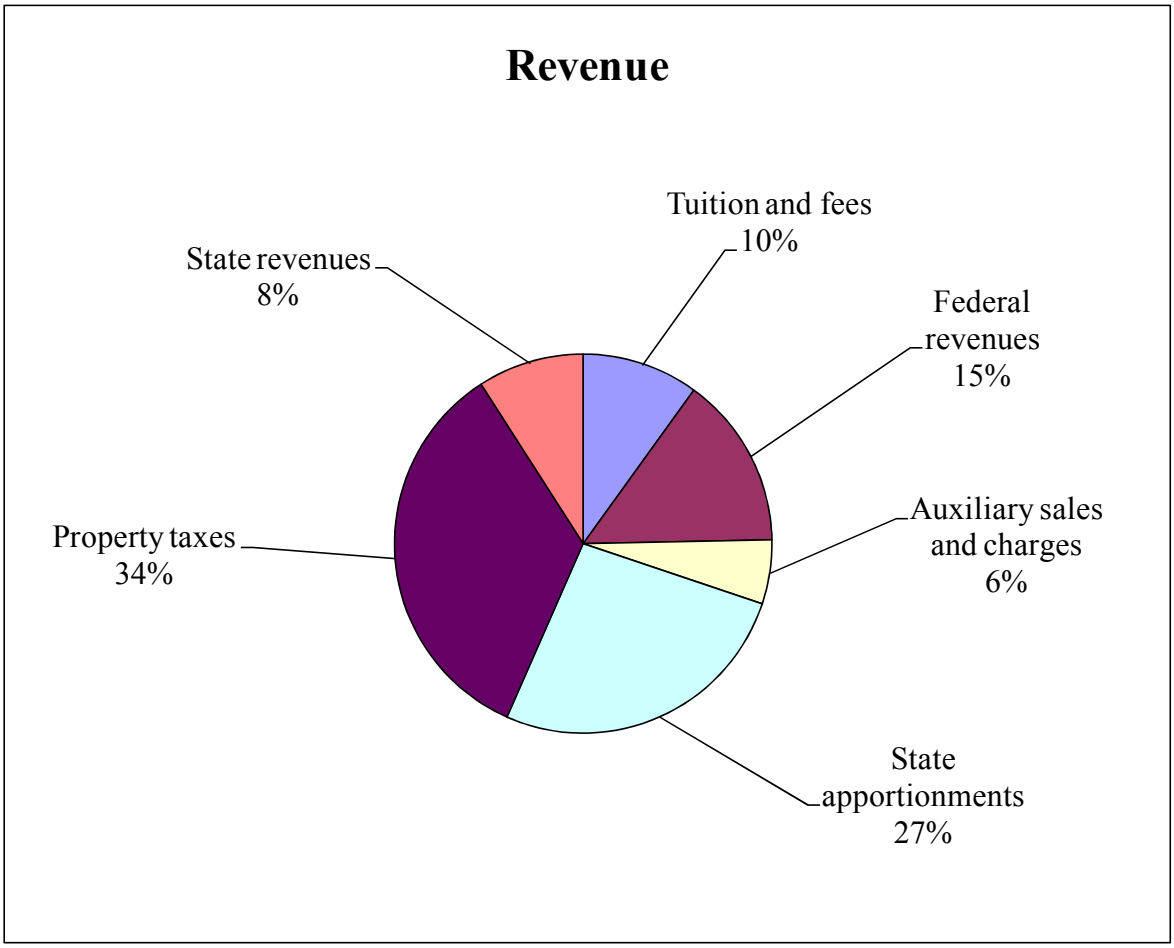
[2] Beginning in the 2009-2010 fiscal year, grant revenues were separated into Federal and State components for purposes of this analysis, thereby, creating classification differences in those two lines. When comparing these amounts to prior year amounts it would be more appropriate to consider the two amounts in total.

As previously stated, the District's primary funding comes from general revenue comprised of local property taxes, student enrollment fees, and State apportionment. In 2010-11, Contra Costa County's property revenue declined, as did most of the State. Any amount short of the State's budgeted target for property taxes is absorbed by the community college districts in the form of a "deficit factor." Enrollment fees for CCCCD show an increase reflective of the increased number of students served. As with property taxes, any statewide shortfall in collection of enrollment fees could result in a deficit factor shared by all districts. The District experienced a minor increase in non-resident FTES, from 2,019 in 2009-10 to 2,106 in 2010-11. Revenue from non-resident tuition is retained by the District

Auxiliary revenue consists of bookstore and cafeteria net revenues, as well as information technology services provided to Contra Costa County Office of Education and certain K-12 school districts. The three college campuses each maintain their own bookstores and cafeterias to provide services to the students and faculty of the college. The operations are self-supporting and contribute to the student programs on each campus.

Federal and state revenues relate primarily to student financial aid as well as to specific Federal and State grants received for programs serving the students and programs of the District. These grant and program revenues are restricted as to the allowable expenses related to the programs.

Interest income of $1.3 million was off-set by interest expense of $11.3 million. Interest income is significantly down from prior years due primarily to large cash deferrals by the State (delays is distributing apportionment) and greatly reduced interest rates on pooled cash accounts and local agency investment funds (LAIF).



In accordance with requirements set forth by the California Community Colleges Chancellor's Office, the District reports operating expenses by object code. Operating expenses by functional classification are as follows:

**Table 3**

Year ended June 30, 2011:

| | Salaries | Employee Benefits | Supplies, Material, and Other Expenses and Services | Depreciation | Total |
|---|---|---|---|---|---|
| Instructional activities | $ 63,699,912 | $ 22,414,443 | $ 2,531,430 | $ - | $ 88,645,785 |
| Academic support | 10,408,276 | 3,081,601 | 1,046,232 | - | 14,536,109 |
| Student services | 12,151,390 | 3,698,779 | 3,053,469 | - | 18,903,638 |
| Plant operations and maintenance | 7,261,581 | 2,974,219 | 6,821,470 | - | 17,057,270 |
| Instructional support services | 14,121,950 | 11,124,722 | 5,864,019 | 8,168 | 31,118,859 |
| Community services and economic development | 1,377,814 | 382,787 | 291,357 | - | 2,051,958 |
| Ancillary services and auxiliary operations | 9,288,388 | 2,576,639 | 15,882,298 | 214,903 | 27,962,228 |
| Student aid | - | - | 34,136,780 | - | 34,136,780 |
| Unallocated depreciation | - | - | - | 10,743,265 | 10,743,265 |
| Total | $ 118,309,311 | $ 46,253,190 | $ 69,627,055 | $ 10,966,336 | $ 245,155,892 |

Year ended June 30, 2010:

| | Salaries | Employee Benefits | Supplies, Material, and Other Expenses and Services | Depreciation | Total |
|---|---|---|---|---|---|
| Instructional activities | $ 66,356,998 | $ 19,724,725 | $ 2,742,318 | $ - | $ 88,824,041 |
| Academic support | 10,696,333 | 2,581,259 | 1,158,628 | - | 14,436,220 |
| Student services | 12,492,510 | 3,115,160 | 2,960,603 | - | 18,568,273 |
| Plant operations and maintenance | 7,244,734 | 2,814,124 | 8,991,258 | - | 19,050,116 |
| Instructional support services | 15,069,917 | 8,512,212 | 5,807,499 | - | 29,389,628 |
| Community services and economic development | 1,459,779 | 336,702 | 347,643 | - | 2,144,124 |
| Ancillary services and auxiliary operations | 11,139,415 | 2,460,629 | 18,300,023 | - | 31,900,067 |
| Student aid | - | - | 28,202,824 | - | 28,202,824 |
| Unallocated depreciation | - | - | - | 9,800,292 | 9,800,292 |
| Total | $ 124,459,686 | $ 39,544,811 | $ 68,510,796 | $ 9,800,292 | $ 242,315,585 |

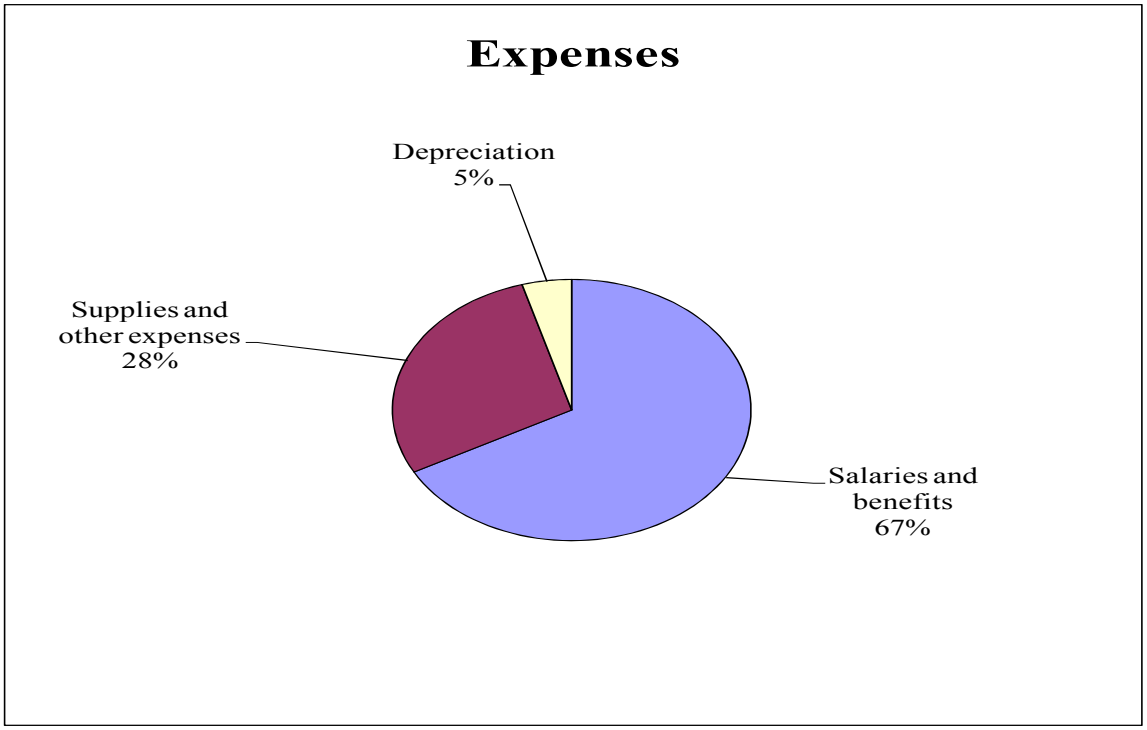



**Table 4**

**Changes in Cash Position**

| | 2011 | 2010 | Change | 2009 | Change |
|---|---|---|---|---|---|
| Cash Provided by (Used in) | | | | | |
| Operating activities | $ (200,935,001) | $ (196,445,959) | $ (4,489,042) | $ (228,071,881) | $ 31,625,922 |
| Noncapital financing activities | 201,963,532 | 190,560,451 | 11,403,081 | 206,395,850 | (15,835,399) |
| Capital financing activities | (20,481,084) | 65,003,591 | (85,484,675) | (554,520) | 65,558,111 |
| Investing activities | 1,305,232 | 3,530,808 | (2,225,576) | 4,733,525 | (1,202,717) |
| Net Increase (Decrease) in Cash | (18,147,321) | 62,648,891 | (80,796,212) | (17,497,026) | 80,145,917 |
| Cash, Beginning of Year | 177,681,661 | 115,032,770 | 62,648,891 | 132,529,796 | (17,497,026) |
| Cash, End of Year | $ 159,534,340 | $ 177,681,661 | $ (18,147,321) | $ 115,032,770 | $ 62,648,891 |

The Statement of Cash Flows on pages 14 and 15 provides information about our cash receipts and payments during the year. This statement also assists users in assessing the District's ability to meet its obligations as they come due and its need for external financing. Our primary operating receipts are student tuition and fees and Federal, State, and local grants and contracts. The primary operating expense of the District is the payment of salaries and benefits to instructional and classified support staff.

While State apportionment revenues and property taxes are the primary source of noncapital related revenue, the GASB accounting standards require that this source of revenue is shown as nonoperating revenue as it comes from the general resources of the State and not from the primary users of the college's programs and services – our students. The District depends upon this funding to continue the current level of operations.

## *CAPITAL ASSET AND DEBT ADMINISTRATION*

### Capital Assets

At June 30, 2011, the District had $288.0 million in a broad range of capital assets, including land, buildings, and furniture and equipment. At June 30, 2010, our net capital assets were $275.5 million. The District is currently in the middle of a major capital improvement program with construction ongoing throughout the college campuses. These projects are primarily funded through our general obligation bonds resulting from voter-approved Measure A 2002 and Measure A+ 2006. These projects are accounted for within our Construction in Progress account until the project is completed at which time the cost of the buildings and/or improvements will be brought in to the depreciable Buildings and Improvement category.

Capital projects are continuing through the 2011-2012 fiscal year and beyond with primary funding through our general obligation bond.

**Table 5**

| | Balance Beginning of Year | Additions | Deletions | Balance End of Year |
|---|---|---|---|---|
| Land and construction in progress | $ 35,051,285 | $ 13,006,256 | $ 12,423,574 | $ 35,633,967 |
| Buildings and improvements | 308,015,620 | 20,997,821 | - | 329,013,441 |
| Furniture and equipment | 46,992,259 | 1,968,069 | 11,123 | 48,949,205 |
| Subtotal | 390,059,164 | 35,972,146 | 12,434,697 | 413,596,613 |
| Accumulated depreciation | (114,590,179) | (10,966,337) | (11,123) | (125,545,393) |
| | $ 275,468,985 | $ 25,005,809 | $ 12,423,574 | $ 288,051,220 |

### Obligations

At the end of the 2010-2011 fiscal year, the District had $237.1 million in general obligation bonds outstanding. These bonds are repaid annually in accordance with the obligation requirements through an increase in the assessed property taxes on property within the Contra Costa Community College District boundaries. Other obligations for the District includes Certificates of Participation issued to fund the student center and bookstore building project at Diablo Valley College and a Note Payable to fund energy retrofitting projects and a three-year repayment agreement with the State Chancellor's Office for over-reported FTES in prior years related to instructional services agreements.

In addition to the above obligations, the District is obligated to employees of the District for vacation and load banking benefits, retiree benefits, and lease purchase agreements for equipment.

**Table 6**

| | Balance Beginning of Year | Additions | Deletions | Balance End of Year |
|---|---|---|---|---|
| General obligation bonds | $ 245,795,000 | $ - | $ 8,700,000 | $ 237,095,000 |
| COPs and notes payable | 990,000 | - | 65,000 | 925,000 |
| OPEB (retiree benefits) | 28,889,667 | 19,655,935 | 18,383,262 | 30,162,340 |
| Other liabilities | 17,222,883 | 4,571,815 | 165,852 | 21,628,846 |
| Total Long-Term Debt | $ 292,897,550 | $ 24,227,750 | $ 27,314,114 | $ 289,811,186 |
| | | | | |
| Amount due within one year | | | | $ 10,854,913 |

***GENERAL FUND BUDGETARY HIGHLIGHTS***

Over the course of the year, the District revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. The Governing Board adopted the final amendment to the budget for the 2010-2011 fiscal year on September 14, 2011.

Within the Unrestricted General Fund, operating costs continue to increase. Approximately 86% of the District budget is directed to labor-related costs and many components are experiencing predictable annual increases. Unfortunately, the revenue stream for the State Budget has not kept pace with these increases. To minimize a structural deficit, the District has reduced course offerings and personnel to align expenditures with FTES revenue. The reduction in course offerings has resulted in higher faculty productivity, allowing higher enrollments than would have been seen in previous years.

The District has continued to set aside funding for post retirement employment benefits and contributed $9.1 million in 2010-11 to the irrevocable trust established in 2008-09 for this purpose. An additional $8.8 million will be contributed in 2011-12 bringing the total contributed to the trust to $42,838,171, with an additional $22,350,324 set aside in a reserve in Fund 69 (Retiree Health Benefits Reserve Fund). The total present value of retiree health benefits per the 2011 actuarial is $217,406,689.

***ECONOMIC FACTORS AFFECTING THE FUTURE OF THE CONTRA COSTA COMMUNITY COLLEGE DISTRICT***

The economic position of the District is closely tied to the State of California as general revenue is allocated to the District represents the majority of the total unrestricted sources of revenues within the General Fund. The State approved a 2011-12 budget based on many uncertainties and provided “budget triggers” that would reduce community college funding mid-year if revenues fail to materialize. The District conservatively budgeted for these mid-year cuts and it is expected that the State will pull the budget trigger for Tier Two cuts on December 15, 2011, resulting in $102 million in reductions system-wide.

Student enrollment fees increased from $26/unit to $36/unit effective Fall 2011 and it is expected that the fees will increase to $46/unit Summer 2012. The affects of a 77% increase in fees over a one-year period on student enrollment are unknown at this time, but historically fee increases of any size have resulted in enrollment decline.

Despite the declining State revenues, the CCCCD Governing Board has conservatively maintained the District's reserves in anticipation of two to three more years of flat or declining resources. A District-wide minimum reserve of 5%, a Board Contingency Reserve of 5%, plus college-level reserves are expected to yield a $31 million ending fund balance in 2011-12.

### *CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT*

This financial report is designed to provide our citizens, taxpayers, students, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need any additional financial information, contact the Contra Costa Community College District, Finance Department, (925) 229-1000.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## STATEMENTS OF NET ASSETS – PRIMARY GOVERNMENT
## JUNE 30, 2011 AND 2010

| ASSETS | 2011 | 2010 |
|---|---|---|
| **Current Assets** | | |
| Cash and cash equivalents | $ 17,937,705 | $ 56,117,827 |
| Restricted cash and cash equivalents | 141,596,635 | 121,563,834 |
| Accounts receivable, net | 25,701,163 | 30,873,808 |
| Due from fiduciary funds | 164,274 | 98,960 |
| Notes receivable - current portion | 266,732 | 295,094 |
| Prepaid expenses - current portion | 2,457,874 | 2,320,156 |
| Stores inventories | 2,482,274 | 2,804,718 |
| Deferred charges - current portion | 89,220 | 89,220 |
| **Total Current Assets** | 190,695,877 | 214,163,617 |
| **Noncurrent Assets** | | |
| Investments - noncurrent portion | 24,152,084 | 24,415,970 |
| Deferred charges - noncurrent portion | 1,720,961 | 1,810,181 |
| Nondepreciable capital assets | 35,633,967 | 35,051,285 |
| Depreciable capital assets, net of depreciation | 252,417,253 | 240,417,700 |
| **Total Noncurrent Assets** | 313,924,265 | 301,695,136 |
| **TOTAL ASSETS** | 504,620,142 | 515,858,753 |
| **LIABILITIES** | | |
| **Current Liabilities** | | |
| Accounts payable | 9,251,517 | 13,276,453 |
| Interest payable | 5,456,984 | 4,384,851 |
| Claims payable | 42,480 | 98,568 |
| Due to fiduciary funds | 2,611,054 | 9,386,120 |
| Deferred revenue | 7,970,904 | 7,445,520 |
| Notes payable - current portion | 70,000 | 65,000 |
| Bonds payable - current portion | 9,155,000 | 8,700,000 |
| Bond premiums - current portion | 158,399 | 158,399 |
| Lease obligations - current portion | 5,186 | 7,453 |
| Other long-term liabilities - current portion | 1,499,328 | - |
| **Total Current Liabilities** | 36,220,852 | 43,522,364 |
| **Noncurrent Liabilities** | | |
| Compensated absences payable - noncurrent portion | 13,978,339 | 13,904,508 |
| Notes payable - noncurrent portion | 855,000 | 925,000 |
| Bonds payable - noncurrent portion | 227,940,000 | 237,095,000 |
| Bond premiums - noncurrent portion | 2,983,872 | 3,142,271 |
| Lease obligations - noncurrent portion | 5,066 | 10,252 |
| OPEB Liability | 30,162,340 | 28,889,667 |
| Other long-term liabilities - noncurrent portion | 2,998,656 | - |
| **Total Noncurrent Liabilities** | 278,923,273 | 283,966,698 |
| **TOTAL LIABILITIES** | 315,144,125 | 327,489,062 |
| **NET ASSETS** | | |
| Invested in capital assets, net of related debt | 139,134,751 | 146,929,444 |
| Restricted for: | | |
| Debt service | 17,115,995 | 18,101,437 |
| Capital projects | 8,175,250 | 7,078,199 |
| Educational programs | 606,159 | 331,952 |
| Other activities | 205,881 | 213,078 |
| Unrestricted | 24,237,981 | 15,715,581 |
| **TOTAL NET ASSETS** | $ 189,476,017 | $ 188,369,691 |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS – PRIMARY GOVERNMENT FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

| | 2011 | 2010 |
|---|---|---|
| **OPERATING REVENUES** | | |
| Student Tuition and Fees | $ 32,934,055 | $ 32,948,032 |
| Less: Scholarship discount and allowance | (8,038,928) | (8,018,687) |
| Net tuition and fees | 24,895,127 | 24,929,345 |
| Auxiliary Enterprise Sales and Charges | | |
| Bookstore | 11,533,879 | 12,261,070 |
| Cafeteria | 1,054,349 | 1,048,718 |
| Other enterprise | 1,199,340 | 1,180,729 |
| **TOTAL OPERATING REVENUES** | 38,682,695 | 39,419,862 |
| **OPERATING EXPENSES** | | |
| Salaries | 118,309,311 | 124,459,686 |
| Employee benefits | 46,253,190 | 39,544,811 |
| Supplies and materials | 4,380,490 | 4,645,115 |
| Services and other operating costs | 30,889,590 | 35,676,374 |
| Student financial aid | 34,356,975 | 28,189,307 |
| Depreciation | 10,966,336 | 9,800,292 |
| **TOTAL OPERATING EXPENSES** | 245,155,892 | 242,315,585 |
| **OPERATING LOSS** | (206,473,197) | (202,895,723) |
| **NONOPERATING REVENUES (EXPENSES)** | | |
| State apportionments, noncapital | 66,153,449 | 67,963,777 |
| Local property taxes, levied for general purposes | 66,602,537 | 67,376,337 |
| Taxes levied for other specific purposes | 19,430,377 | 18,390,360 |
| Federal revenues | 36,890,097 | 32,533,611 |
| State revenues, other | 21,905,334 | 23,611,527 |
| State taxes and other revenues | 799,110 | 964,872 |
| Investment income | 1,005,819 | 2,887,561 |
| Unrealized gains/losses | 299,413 | 54,957 |
| Interest expense on capital related debt | (11,381,299) | (8,261,368) |
| Investment income on capital asset-related debt, net | 33,935 | 25,085 |
| Transfer from agency fund | 266,559 | 123,000 |
| Transfer to agency funds | (9,100,763) | (19,431,167) |
| Other nonoperating revenue | 12,886,830 | 4,673,471 |
| **TOTAL NONOPERATING REVENUES (EXPENSES)** | 205,791,398 | 190,912,023 |
| **INCOME (LOSS) BEFORE OTHER REVENUES AND EXPENSES** | (681,799) | (11,983,700) |
| State revenues, capital | 240,747 | 2,819,833 |
| Local revenues, capital | 1,547,378 | 1,038,595 |
| **TOTAL INCOME BEFORE OTHER REVENUES AND EXPENSES** | 1,788,125 | 3,858,428 |
| **CHANGE IN NET ASSETS** | 1,106,326 | (8,125,272) |
| **NET ASSETS, BEGINNING OF YEAR** | 188,369,691 | 196,494,963 |
| **NET ASSETS, END OF YEAR** | $ 189,476,017 | $ 188,369,691 |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## STATEMENTS OF CASH FLOWS – PRIMARY GOVERNMENT
## FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

| | 2011 | 2010 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Tuition and fees | $ 24,733,457 | $ 24,763,738 |
| Payments to vendors for supplies and services | (33,857,168) | (40,314,176) |
| Payments to or on behalf of employees | (168,734,208) | (164,617,948) |
| Payments to students for scholarships and grants | (34,239,393) | (28,189,307) |
| Auxiliary enterprise sales and charges | 13,787,568 | 14,490,517 |
| Other operating receipts (payments) | (2,625,257) | (2,578,783) |
| **Net Cash Flows From Operating Activities** | (200,935,001) | (196,445,959) |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES** | | |
| State apportionments | 67,901,043 | 66,614,124 |
| Property taxes - nondebt related | 66,602,537 | 67,376,337 |
| Federal grants and contracts | 35,978,395 | 33,710,609 |
| State grants and contracts | 21,870,751 | 18,429,328 |
| Local grants and contracts | 2,219,952 | 4,274,355 |
| Other nonoperating | 7,390,854 | 155,698 |
| **Net Cash Flows From Noncapital Financing Activities** | 201,963,532 | 190,560,451 |
| **CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES** | | |
| Purchase of capital assets | (24,231,442) | (14,857,465) |
| State revenue, capital projects | 240,747 | 2,819,833 |
| Local revenue, capital projects | 1,547,379 | 1,038,595 |
| Proceeds from sale of bonds | - | 74,059,339 |
| Deferred cost on issuance | - | (673,411) |
| Property taxes - related to capital debt | 19,430,377 | 18,390,360 |
| Net change in OPEB obligation | 1,272,673 | (5,093,742) |
| Principal paid on capital debt | (8,765,000) | (3,315,000) |
| Interest paid on capital debt | (10,009,753) | (7,390,003) |
| Interest received on capital asset-related debt | 33,935 | 25,085 |
| **Net Cash Flows From Capital Financing Activities** | (20,481,084) | 65,003,591 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Proceeds from sales and maturities of investments | 299,413 | 245,323 |
| Interest received from investments | 1,005,819 | 3,285,485 |
| **Net Cash Flows From Investing Activities** | 1,305,232 | 3,530,808 |
| **NET CHANGE IN CASH AND CASH EQUIVALENTS** | (18,147,321) | 62,648,891 |
| **CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR** | 177,681,661 | 115,032,770 |
| **CASH AND CASH EQUIVALENTS, END OF YEAR** | $ 159,534,340 | $ 177,681,661 |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## STATEMENTS OF CASH FLOWS, - PRIMARY GOVERNMENT Continued
## FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

| | 2011 | 2010 |
|---|---|---|
| **RECONCILIATION OF NET OPERATING LOSS TO NET CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Operating Loss | $ (206,473,197) | $ (202,895,723) |
| Adjustments to Reconcile Operating Loss to Net Cash Flows from Operating Activities: | | |
| Depreciation and amortization expense | 10,966,336 | 9,800,292 |
| Changes in Assets and Liabilities: | | |
| Receivables | (740,538) | 156,997 |
| Stores inventories | 322,444 | (281,980) |
| Prepaid expenses | (137,718) | 4,399,209 |
| Accounts payable and accrued liabilities | 1,377,355 | (4,324,251) |
| Deferred revenue | 525,384 | (1,669,151) |
| Funds held for others | (6,775,067) | (1,631,352) |
| Total Adjustments | 5,538,196 | 6,449,764 |
| **Net Cash Flows From Operating Activities** | $ (200,935,001) | $ (196,445,959) |
| | | |
| **CASH AND CASH EQUIVALENTS CONSIST OF THE FOLLOWING:** | | |
| Cash in banks | $ 328,629 | $ 1,873,687 |
| Cash in county treasury | 129,239,630 | 121,962,365 |
| Cash in LAIF | 29,966,081 | 53,845,609 |
| **Total Cash and Cash Equivalents** | $ 159,534,340 | $ 177,681,661 |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## STATEMENTS OF FIDUCIARY NET ASSETS
## JUNE 30, 2011 AND 2010

| | 2011 | | 2010 | |
|---|---|---|---|---|
| | Trust | Agency Funds | Trust | Agency Funds |
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 495,584 | $ 2,119,663 | $ 493,685 | $ 1,847,463 |
| Investments | 28,009,468 | - | 9,764,442 | - |
| Accounts receivable, net | 31,800 | 10,902 | 487 | 88,632 |
| Due from other funds | 2,281,116 | 68,884 | 9,102,302 | 115,788 |
| **Total Assets** | 30,817,968 | $ 2,199,449 | 19,360,916 | $ 2,051,883 |
| **LIABILITIES** | | | | |
| Accounts payable | 6,021 | $ 240,914 | - | $ 204,988 |
| Due to other funds | - | 164,274 | 2,063 | 89,224 |
| Due to student groups | - | 1,794,261 | - | 1,757,671 |
| **Total Liabilities** | 6,021 | $ 2,199,449 | 2,063 | $ 2,051,883 |
| **NET ASSETS** | | | | |
| Reserved | 30,811,947 | | 19,358,853 | |
| **Total Net Assets** | $ 30,811,947 | | $ 19,358,853 | |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## STATEMENTS CHANGES IN FIDUCIARY NET ASSETS
## FOR THE YEAR ENDED JUNE 30, 2011 AND 2010

| | 2011 Trust | 2010 Trust |
|---|---|---|
| **ADDITIONS** | | |
| Investment income | $ 2,423,544 | $ 666,802 |
| **Total Additions** | 2,423,544 | 666,802 |
| **DEDUCTIONS** | | |
| Services and operating expenditures | 70,450 | 57,006 |
| **Total Deductions** | 70,450 | 57,006 |
| **OTHER FINANCING SOURCES (USES)** | | |
| Operating transfers in | 9,100,000 | 18,200,000 |
| **Total Other Financing Sources (Uses)** | 9,100,000 | 18,200,000 |
| **Change in Net Assets** | 11,453,094 | 18,809,796 |
| **Net Assets - Beginning** | 19,358,853 | 549,057 |
| **Net Assets - Ending** | $ 30,811,947 | $ 19,358,853 |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## DISCRETELY PRESENTED COMPONENT UNITS
## CONTRA COSTA, DIABLO VALLEY, AND LOS MEDANOS FOUNDATIONS
## STATEMENT OF FINANCIAL POSITION
## JUNE 30, 2011

| | Contra Costa | Diablo Valley | Los Medanos | Total |
|---|---|---|---|---|
| **ASSETS** | | | | |
| **CURRENT ASSETS** | | | | |
| Cash and cash equivalents | $ 1,052,857 | $ 477,000 | $ 313,661 | $ 1,843,518 |
| Investments | 1,110,054 | 2,849,976 | 512,832 | 4,472,862 |
| Accounts receivable | - | 1,193 | 24,688 | 25,881 |
| Prepaid expenses | - | 12,740 | - | 12,740 |
| **Total Current Assets** | 2,162,911 | 3,340,909 | 851,181 | 6,355,001 |
| **NONCURRENT ASSETS** | | | | |
| Investments | - | - | 121,000 | 121,000 |
| Equipment, net | - | - | 651 | 651 |
| **Total Noncurrent Assets** | - | - | 121,651 | 121,651 |
| **TOTAL ASSETS** | $ 2,162,911 | $ 3,340,909 | $ 972,832 | $ 6,476,652 |
| **LIABILITIES AND NET ASSETS** | | | | |
| **CURRENT LIABILITIES** | | | | |
| Accounts payable | $ - | $ 14,108 | $ 109,449 | $ 123,557 |
| Deferred revenue | - | 181,580 | - | 181,580 |
| Funds held for others | 322,225 | - | 310,720 | 632,945 |
| **TOTAL LIABILITIES** | 322,225 | 195,688 | 420,169 | 938,082 |
| **NET ASSETS** | | | | |
| Unrestricted | 1,113,405 | 370,679 | 137,138 | 1,621,222 |
| Temporarily restricted | 202,167 | 1,606,535 | 415,525 | 2,224,227 |
| Permanently restricted | 525,114 | 1,168,007 | - | 1,693,121 |
| **Total Net Assets** | 1,840,686 | 3,145,221 | 552,663 | 5,538,570 |
| **Total Liabilities and Net Assets** | $ 2,162,911 | $ 3,340,909 | $ 972,832 | $ 6,476,652 |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## DISCRETELY PRESENTED COMPONENT UNIT
## CONTRA COSTA COLLEGE FOUNDATION
## STATEMENT OF ACTIVITIES
## FOR THE YEAR ENDED JUNE 30, 2011
## WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2010

| | Unrestricted | Temporarily Restricted | Permanently Restricted | Total | Total |
|---|---|---|---|---|---|
| **REVENUES** | | | | | |
| Donations | $ 7,793 | $ 202,405 | $ - | $ 210,198 | $ 187,679 |
| Program income | 2,369 | - | - | 2,369 | 7,535 |
| Event income, net of expenses | 53,368 | - | - | 53,368 | 3,976 |
| Investment income | 41,545 | 14,412 | - | 55,957 | 55,340 |
| Other income | - | - | - | - | (518) |
| Satisfaction of program restrictions | 246,221 | (227,977) | (18,244) | - | - |
| Total Revenues | 351,296 | (11,160) | (18,244) | 321,892 | 254,012 |
| **EXPENSES** | | | | | |
| Program services | 242,910 | - | - | 242,910 | 255,097 |
| Management and general | 5,801 | - | - | 5,801 | 7,377 |
| Fundraising | 2,250 | - | - | 2,250 | 6,303 |
| Total Expenses | 250,961 | - | - | 250,961 | 268,777 |
| **CHANGE IN NET ASSETS** | 100,335 | (11,160) | (18,244) | 70,931 | (14,765) |
| **NET ASSETS, BEGINNING OF YEAR** | 1,013,070 | 213,327 | 543,358 | 1,769,755 | 1,784,520 |
| **NET ASSETS, END OF YEAR** | $ 1,113,405 | $ 202,167 | $ 525,114 | $1,840,686 | $1,769,755 |

The accompanying notes are an integral part of these financial statements.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## DISCRETELY PRESENTED COMPONENT UNIT
## DIABLO VALLEY COLLEGE FOUNDATION
## STATEMENT OF ACTIVITIES
## FOR THE YEAR ENDED JUNE 30, 2011
## WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2010

| | Unrestricted | Temporarily Restricted | Permanently Restricted | Total | Total |
|---|---|---|---|---|---|
| **REVENUES** | | | | | |
| Donations | $ 41,788 | $ 350,036 | $ 80,000 | $ 471,824 | $ 339,754 |
| District in kind support | 294,120 | - | - | 294,120 | 418,377 |
| Other in kind donations | 2,831 | - | - | 2,831 | 2,564 |
| Event income, net of expenses | 86,519 | - | - | 86,519 | 66,370 |
| Investment income (loss) | 341,534 | 128,954 | - | 470,488 | 183,885 |
| Other income | 479 | - | - | 479 | 8,104 |
| Satisfaction of program restrictions | 340,715 | (321,967) | (18,748) | - | - |
| Total Revenues | 1,107,986 | 157,023 | 61,252 | 1,326,261 | 1,019,054 |
| **EXPENSES** | | | | | |
| Program services | 229,602 | - | - | 229,602 | 359,095 |
| Management and general | 464,345 | - | - | 464,345 | 342,642 |
| Fundraising | 165,519 | - | - | 165,519 | 134,151 |
| Total Expenses | 859,466 | - | - | 859,466 | 835,888 |
| **CHANGE IN NET ASSETS** | 248,520 | 157,023 | 61,252 | 466,795 | 183,166 |
| **NET ASSETS, BEGINNING OF YEAR** | 122,159 | 1,449,512 | 1,106,755 | 2,678,426 | 2,495,260 |
| **NET ASSETS, END OF YEAR** | $ 370,679 | $ 1,606,535 | $ 1,168,007 | $ 3,145,221 | $ 2,678,426 |

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## DISCRETELY PRESENTED COMPONENT UNIT
## LOS MEDANOS COLLEGE FOUNDATION
## STATEMENT OF ACTIVITIES
## FOR THE YEAR ENDED JUNE 30, 2011

| | Unrestricted | Temporarily Restricted | Total | Total |
|---|---|---|---|---|
| **REVENUES** | | | | |
| Donations | $ 33,001 | $ 175,574 | $ 208,575 | $ 248,623 |
| District in kind support | 277,721 | - | 277,721 | 236,735 |
| Other in kind donations | 26,697 | - | 26,697 | 161,125 |
| Event income, net of expenses | 445 | - | 445 | 624 |
| Interest income | 2,657 | 276 | 2,933 | 8,873 |
| Other income | 52,849 | - | 52,849 | 140 |
| Satisfaction of program restrictions | 180,533 | (180,533) | - | - |
| Total Revenues | 573,903 | (4,683) | 569,220 | 656,120 |
| **EXPENSES** | | | | |
| Program services | 405,354 | - | 405,354 | 517,971 |
| Management and general | 265,176 | - | 265,176 | 182,016 |
| Fundraising | 6,587 | - | 6,587 | - |
| Total Expenses | 677,117 | - | 677,117 | 699,987 |
| **CHANGE IN NET ASSETS** | (103,214) | (4,683) | (107,897) | (43,867) |
| **NET ASSETS, BEGINNING OF YEAR** | 240,352 | 420,208 | 660,560 | 704,427 |
| **NET ASSETS, END OF YEAR** | $ 137,138 | $ 415,525 | $ 552,663 | $ 660,560 |

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## DISCRETELY PRESENTED COMPONENT UNITS
## CONTRA COSTA, DIABLO VALLEY AND LOS MEDANOS FOUNDATIONS
## STATEMENT OF CASH FLOWS
## FOR THE YEAR ENDED JUNE 30, 2011

| | Contra Costa | Diablo Valley | Los Medanos | Total |
|---|---|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | | |
| Change in Net Assets | $ 70,931 | $ 466,795 | $ (107,897) | $ 429,829 |
| Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities | | | | |
| Unrealized gain | - | (427,933) | - | (427,933) |
| Depreciation | - | - | 290 | 290 |
| Changes in Assets and Liabilities | | | | |
| Accounts receivable | - | (543) | (24,688) | (25,231) |
| Prepaids assets | - | 6,627 | - | 6,627 |
| Accounts payable | - | 1,088 | 109,449 | 110,537 |
| Deferred revenue | - | 22,220 | - | 22,220 |
| Funds held for others | - | - | 125,828 | 125,828 |
| **Net Cash Flows From Operating Activities** | 70,931 | 68,254 | 102,982 | 94,119 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | | |
| Proceeds from sales and maturities of investments | - | 3,116,642 | 466,775 | 3,583,417 |
| Purchase of investments | - | (3,541,730) | (469,817) | (4,011,547) |
| Interest received from investments | 74,616 | - | - | 74,616 |
| **Net Cash Flows From Investing Activities** | 74,616 | (425,088) | (3,042) | (353,514) |
| **NET CHANGE IN CASH AND CASH EQUIVALENTS** | 145,547 | (356,834) | 99,940 | (111,347) |
| **CASH AND CASH EQUIVALENTS, BEGINNING** | 907,310 | 833,834 | 213,721 | 1,954,865 |
| **CASH AND CASH EQUIVALENTS, END OF YEAR** | $ 1,052,857 | $ 477,000 | $ 313,661 | $ 1,843,518 |

The accompanying notes are an integral part of these financial statements.

## *NOTE 1 - ORGANIZATION*

### Financial Reporting Entity

The Contra Costa Community College District (the District) was established in 1948 and began operating in 1949 as a political subdivision of the State of California and provides educational services to residents of the surrounding area. The District operates under a locally elected six-member Governing Board form of government, which establishes the policies and procedures by which the District operates. The Board must approve the annual budgets for the General Fund, special revenue funds, and capital project funds, but these budgets are managed at the department level. Currently, the District operates three colleges, Diablo Valley College located in Pleasant Hill, Contra Costa College located in San Pablo, and Los Medanos College located in Pittsburg. In addition, there are two satellite centers located within Contra Costa County, California. While the District is a political subdivision of the State of California, it is not a component unit of the State in accordance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 39.

### Component Units

Component units are legally separate organizations for which the District is financially accountable. Component units may also include organizations that are fiscally dependent on the District, in that the District approves their budget, the issuance of their debt or the levying of their taxes. In addition, component units are other legally separate organizations for which the District is not financially accountable but the nature and significance of the organization's relationship with the District is such that exclusion would cause the District's financial statements to be misleading or incomplete.

For financial reporting purposes, the financing corporation component unit has a financial and operational relationship which meets the reporting entity definition criteria of the Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and thus is included in the financial statements of the District. The component unit, although a legally separate entity, is reported in the financial statements using the blended presentation method as if were part of the District's operations because the governing board of the component unit is essentially the same as the governing board of the District and because its purpose is to finance the construction of facilities to be used for the direct benefit of the District. The Financing Corporation's financial activity is presented in the financial statements in the Capital Project and the Debt Service Funds Certificates of participation issued by the Corporation are included as long-term liabilities in the government-wide financial statements. Individually-prepared financial statements are not prepared for the Financing Corporation.

The District also applies GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units.* This statement amends GASB Statement No. 14, *The Financial Reporting Entity,* to provide additional guidance to determine whether certain organizations, for which the District is not financially accountable, should be reported as component units based on the nature and significance of their relationship with the District. The three components used to determine the presentation are: providing a "direct benefit", the "environment and ability to access/influence reporting", and the "significance" criterion.

The component units determined under GASB Statement No. 39, although legally separate tax-exempt entities, are reported in the financial statements using the discrete presentation method as the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the District; the District is entitled to, or has the ability to otherwise access a majority of the economic resources received or held by the separate organization; and the economic resources received from or held by an individual organization are significant to the District.

The discretely presented component units are as follows:

- Contra Costa, Diablo Valley and Los Medanos Foundations

  The Contra Costa, Diablo Valley, and Los Medanos Foundations (the Foundations) are legally separate, tax-exempt component units of the District. The Foundations act primarily as a fundraising organization to provide grants and scholarships to students and support to employees, programs, and departments of the District. The boards of the Foundations consist of community members, alumni, and other supporters of the Foundation. Although the District does not control the timing or amount of receipts from the Foundations, the majority of resources, or income thereon, that the Foundations holds and invests are restricted to the activities of the District by the donors. Because these restricted resources held by the Foundations can only be used by, or for the benefit of, the District, the Foundations are considered component units of the District. The Foundations are reported in separate financial statements because of the difference in its reporting model, as further described below.

  The Foundations are not-for-profit organization under Internal Revenue Code (IRC) Section 501(c)(3) that reports its financial results in accordance with Financial Accounting Standards Board Codifications. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundations' financial information in the District's financial reporting entity for these differences; however, significant note disclosures to the Foundation's financial statements have been incorporated into the District's notes to the financial statements. The Contra Costa Foundation reports its activities on the cash basis.

  Financial statements for the Foundations can be obtained from the Foundations Business Offices at each of the colleges.

## *NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES*

### Measurement Focus, Basis of Accounting, and Financial Statement Presentation

For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities as defined by GASB Statements No. 34 and No. 35 as amended by GASB Statements No. 37 and No. 38. This presentation provides a comprehensive entity-wide perspective of the District's assets, liabilities, activities, and cash flows and replaces the fund group perspective previously required. Accordingly, the District's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All material intra-agency and intra-fund transactions have been eliminated.

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are classified as operating revenues. These transactions are recorded on the accrual basis when the exchange takes place. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, operating revenues consist primarily of student fees and auxiliary activities through the bookstore and cafeteria.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include State apportionments, property taxes, certain grants, entitlements, and donations are classified as nonoperating revenue. Federal and State grants received to provide direct grants to students are classified as nonoperating revenues because the District does not generally receive any direct benefit from the grants and are recognized in the fiscal year in which all eligibility requirements are satisfied. Eligibility requirements may include time and/or purpose requirements. Property tax revenue is recognized in the fiscal year received. State apportionment revenue is earned based upon criteria set forth from the Community Colleges Chancellor's Office and includes reporting of full-time equivalent student (FTES) attendance. The corresponding apportionment revenue is recognized in the period the FTES are generated. Revenue from Federal and State grants and entitlements are recognized in the fiscal year in which all eligible requirements have been satisfied, Eligibility requirements may include time/or purpose requirements.

Operating expenses are costs incurred to provide instructional services including support costs, auxiliary services, and depreciation of capital assets. All other expenses not meeting this definition are reported as nonoperating. Expenses are recorded on the accrual basis as they are incurred, when goods are received, or services are rendered.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America (US GAAP) as applicable to colleges and universities, as well as those prescribed by the California Community Colleges Chancellor's Office. The District reports are based on all applicable GASB pronouncements, as well as applicable FASB pronouncements issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements. The District has not elected to apply FASB pronouncements after that date. When applicable, certain prior year amounts have been reclassified to conform to current year presentation. The budgetary and financial accounts of the District are maintained in accordance with the State Chancellor's Office's *Budget and Accounting Manual*.

The financial statements are presented in accordance with the reporting model as prescribed in GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments,* and GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities,* as amended by GASB Statements No. 37 and No. 38. The business-type activities model followed by the District requires the following components of the District's financial statements:

- Management's Discussion and Analysis
- Basic Financial Statements for the District as a whole including:
  - Statement of Net Assets
  - Statement of Revenues, Expenses, and Changes in Net Assets
  - Statement of Cash Flows
- Notes to the Financial Statements

**Cash and Cash Equivalents**

The District's cash and cash equivalents are considered to be unrestricted cash on hand, demand deposits, and short-term unrestricted investments with original maturities three months or less from the date of acquisition. Cash equivalents also include cash with county treasury balances for purposes of the statement of cash flows. Restricted cash and cash equivalents represented balances restricted by external sources such as grants and contracts or specifically restricted for the repayment of capital debt.

**Investments**

Investments held at June 30, 2011 and 2010, with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value are stated at cost or amortized cost. Fair values of investments in county and State investment pools are determined by the program sponsor.

Restricted Assets

Restricted assets arise when restrictions on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other governmental or imposed by enabling legislation. Restricted assets represent investments required to be set aside by the District for the purpose of satisfying certain requirements of the bonded debt issuance.

**Accounts Receivable**

Accounts receivable include amounts due from the Federal, State and/or local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the District's grants and contracts. Accounts receivable also consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty, and staff, the majority of each residing in the State of California. The District provides for an allowance for uncollectible accounts as an estimation of amounts that may not be received. This allowance is based upon management's estimates and analysis. The allowance was estimated at $1,326,000 as of June 30, 2011 and 2010.

**Prepaid Expenses**

Prepaid expenses represent payments made to vendors and others for services that will benefit periods beyond June 30.

**Inventories**

Inventories consist primarily of bookstore merchandise and cafeteria food and supplies held for resale to the students and faculty of the colleges. Inventories are stated at cost. The cafeteria fund uses the first-in, first-out method and the bookstore uses the retail method. The cost is recorded as an expense as the inventory is consumed.

**Capital Assets and Depreciation**

Capital assets are long-lived assets of the District as a whole and include land, construction-in-progress, buildings, leasehold improvements, and equipment. The District maintains an initial unit cost capitalization threshold of $25,000 for building and land improvements and $1,000 for all other capital assets. Assets are recorded at historical cost, or estimated historical cost, when purchased or constructed. The District does not possess any infrastructure. Donated capital assets are recorded at estimated fair market value at the date of donation. Improvements to buildings and land that significantly increase the value or extend the useful life of the asset are capitalized; the costs of routine maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are charged as an operating expense in the year in which the expense was incurred. Major outlays for capital improvements are capitalized as construction-in-progress as the projects are constructed.

Depreciation of capital assets is computed and recorded utilizing the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: buildings 25 to 50 years; improvements 20 years; equipment 5 to 15 years, and vehicles 8 years.

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported in the entity-wide financial statements.

**Deferred Issuance Costs, Premiums, and Discounts**

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight line method.

**Compensated Absences**

Accumulated unpaid employee vacation benefits are accrued as a liability as the benefits are earned. The entire compensated absence liability is reported on the entity-wide financial statements. The amounts have been recorded in the fund from which the employees, who have accumulated the leave, are paid. The District also participates in "load-banking" with eligible academic employees whereby the employee may teach extra courses in one period in exchange for time off in another period.

Sick leave is accumulated without limit for each employee based upon negotiated contracts. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees are never paid for any sick leave balance at termination of employment or any other time. Therefore, the value of accumulated sick leave is not recognized as a liability in the District's financial statements. However, retirement credit for unused sick leave is applicable to all academic school members who retire after January 1, 1999. At retirement, each member will receive .004 year of service credit for each day of unused sick leave. Credit for unused sick leave is applicable to all certificated employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full time.

**Deferred Revenue**

Deferred revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Deferred revenues include (1) amounts received for tuition and fees prior to the end of the fiscal year that are related to the subsequent fiscal year and (2) amounts received from Federal and State grants received before the eligibility requirements are met.

**Noncurrent Liabilities**

Noncurrent liabilities include bonds and certificates of participation compensated absences, capital lease obligations, instructional service agreement apportionment repayments, and OPEB obligations with maturities greater than one year.

**Net Assets**

GASB Statements No. 34 and No. 35 report equity as "Net Assets" and represent the difference between assets and liabilities. Net assets are classified according to imposed restrictions or availability of assets for satisfaction of District obligations according to the following net asset categories:

**Invested in Capital Assets, Net of Related Debt**: Capital Assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction, or improvement of those assets.

**Restricted - Nonexpendable**: Net assets whose use by the District has been externally restricted in perpetuity such as Endowment funds where future investment earnings may be used for the donor stipulated purpose. The District has no nonexpendable net assets.

**Restricted - Expendable**: Net assets whose use by the District is subject to externally imposed constraints that can be fulfilled by actions of the District pursuant to those constraints or by the passage of time. Net assets may be restricted for capital projects, debt repayment, and/or educational programs.

None of the District's restricted net assets have resulted from enabling legislation adopted by the District.

**Unrestricted**: Net assets that are not subject to externally imposed constraints. Unrestricted net assets may be designated for specific purposes by action of the Governing Board or may otherwise be limited by contractual agreements with outside parties.

When both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first and the unrestricted resources when they are needed.

**State Apportionments**

Certain current year apportionments from the State are based on financial and statistical information of the previous year. Any corrections due to the recalculation of the apportionment are made in February of the subsequent year. When known and measurable, these reclassifications and corrections are accrued in the year in which the FTES are generated.

**Property Taxes**

Secured property taxes attach as an enforceable lien on property as of January 1. The County Assessor is responsible for assessment of all taxable real property. Taxes are payable in two installments on November 1 and February 1 and become delinquent on December 10 and April 10, respectively. Unsecured property taxes are payable in one installment on or before August 31. The County of Contra Costa bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when received.

The voters of the District passed General Obligation Bonds in 2002 and 2006 for the acquisition, construction, and remodeling of certain District capital property. As a result of the passage of the Bond, property taxes are assessed on the property within the District specifically for the repayment of the debt incurred. The taxes are billed and collected as noted above and remitted to the District when collected.

**Scholarship Discounts and Allowances**

Student tuition and fee revenue is reported net of scholarship discounts and allowances in the Statement of Revenues, Expenditures, and Changes in Net Assets. Scholarship discounts and allowances represent the difference between stated charges for enrollment fees and the amount that is paid by students or third parties making payments on the students' behalf. To the extent that fee waivers and discounts have been used to satisfy tuition and fee charges, the District has recorded a scholarship discount and allowance.

**Federal Financial Assistance Programs**

The District participates in federally funded Pell Grants, SEOG Grants, Federal Work-Study, and Stafford Loan programs, as well as other programs funded by the Federal government. Financial aid to students is either reported as operating expenses or scholarship allowances, which reduce revenues. The amount reported as operating expense represents the portion of aid that was provided to the student in the form of cash. These programs are audited in accordance with the Single Audit Act Amendments of 1996, and the U.S. Office of Management and Budget's revised Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations,* and the related *Compliance Supplement.* During the years ended June 30, 2011 and 2010, the District distributed $2,171,067 and $1,604,386 in direct lending through the U.S. Department of Education. These amounts have not been included as revenues or expenses within the accompanying financial statements as the amounts were passed directly to qualifying students; however, the amounts are included on the Schedule of Expenditures of Federal Awards.

**On-Behalf Payments**

GASB Statement No. 24 requires direct on-behalf payments for fringe benefits and salaries made by one entity to a third party recipient for the employees for another legally separate entity be recognized as revenues and expenditures by the employer entity. The State of California makes direct on-behalf payments to the California State Teachers' Retirement System (CalSTRS) and the California Public Employees' Retirement System (CalPERS) on behalf of all community colleges in California. The amounts of on-behalf payments were $2,600,006 and $0 for CalSTRS and CalPERS, respectively.

**Estimates**

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**Interfund Activity**

Interfund transfers and interfund receivables and payables are eliminated during the consolidation process in the entity-wide financial statements.

**Foundation Presentation**

The Contra Costa, Diablo Valley, and Los Medanos Foundation's present its financial statements in accordance with Statement of Financial Accounting Codifications. Under these reporting requirements, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the codification, the Foundation does not use fund accounting.

**Permanently Restricted Net Assets** - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on related investments for general or specific purposes.

**Temporarily Restricted Net Assets** - Net assets subject to donor-imposed stipulations that will be met by actions of the Foundation and/or the passage of time.

**Unrestricted Net Assets** - Net assets not subject to donor-imposed restrictions.

Revenues and expenses are recorded when incurred in accordance with the accrual basis of accounting. Revenues are reported as increases in the unrestricted net assets classification unless use of the related assets is limited by donor-imposed restrictions. Contributions, including unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give are not recognized as revenue until the conditions on which they depend are substantially met. Contributions for in-kind gifts from outside sources are recorded at their fair market value on the date of the donation.

Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

Financial assets (Investments) are reported at fair value in accordance with FASB Topic ASC 820, *Fair Value Measurements and Disclosures.*

The Foundations are not-for-profit organizations that are exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and related California Franchise Tax Codes.

**New Accounting Pronouncements**

In November 2010, the GASB issued GASB Statement No. 61, *The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34*. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments,* were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements.

This Statement modifies certain requirements for inclusion of component units in the financial reporting entity. For organizations that previously were required to be included as component units by meeting the fiscal dependency criterion, a financial benefit or burden relationship also would need to be present between the primary government and that organization for it to be included in the reporting entity as a component unit. Further, for organizations that do not meet the financial accountability criteria for inclusion as component units but that, nevertheless, should be included because the primary government's management determines that it would be misleading to exclude them, this Statement clarifies the manner in which that determination should be made and the types of relationships that generally should be considered in making the determination.

This Statement also amends the criteria for reporting component units as if they were part of the primary government (that is, blending) in certain circumstances. For component units that currently are blended based on the "substantively the same governing body" criterion, it additionally requires that (1) the primary government and the component unit have a financial benefit or burden relationship or (2) management (below the level of the elected officials) of the primary government have operational responsibility (as defined in paragraph 8a) for the activities of the component unit. New criteria also are added to require blending of component units whose total debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government. The blending provisions are amended to clarify that funds of a blended component unit have the same financial reporting requirements as a fund of the primary government. Lastly, additional reporting guidance is provided for blending a component unit if the primary government is a business-type activity that uses a single column presentation for financial reporting.

This Statement also clarifies the reporting of equity interests in legally separate organizations. It requires a primary government to report its equity interest in a component unit as an asset. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012. Early implementation is encouraged.

**Comparative Financial Information**

Comparative financial information for the prior year has been presented for additional analysis; certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

## *NOTE 3 – DEPOSITS AND INVESTMENTS*

**Policies and Practices**

The District is authorized under California Government Code or the Entity's investment policy if different to make direct investments in local agency bonds, notes, or warrants within the State; U.S. Treasury instruments; registered State warrants or treasury notes; securities of the U.S. Government, or its agencies; bankers acceptances; commercial paper; certificates of deposit placed with commercial banks and/or savings and loan companies; repurchase or reverse repurchase agreements; medium term corporate notes; shares of beneficial interest issued by diversified management companies, certificates of participation, obligations with first priority security; and collateralized mortgage obligations.

**Investment in County Treasury -** The District is considered to be an involuntary participant in an external investment pool as the District is required to deposit all receipts and collections of monies with their County Treasurer (Education Code Section 41001). The fair value of the District's investment in the pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

**Investment in the State Investment Pool -** The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California government code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the District's investment in the pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which is recorded on the amortized cost basis.

**General Authorizations**

Limitations as they relate to interest rate risk, credit risk, and concentration of credit risk are indicated in the schedules below:

| Authorized Investment Type | Maximum Remaining Maturity | Maximum Percentage of Portfolio | Maximum Investment in One Issuer |
|---|---|---|---|
| Local Agency Bonds, Notes, Warrants | 5 years | 30% | None |
| U.S. Treasury Obligations | 5 years | 100% | None |
| U.S. Agency Securities | 5 years | 75% | None |
| Commercial Paper | 270 days | 30% | 10% |
| County Pooled Investment Funds | N/A | None | None |
| Local Agency Investment Fund (LAIF) | N/A | 50% | None |

**Summary of Deposits and Investments**

Deposits and investments as of June 30, 2011, consist of the following:

| | Primary Government | Fiduciary Funds |
|---|---|---|
| Cash on hand and in banks | $ 150,259 | $ 549,204 |
| Cash in revolving | 178,370 | 500 |
| Investments | 183,357,795 | 30,075,011 |
| Total Deposits and Investments | $ 183,686,424 | $ 30,624,715 |
| | | |
| Cash and cash equivalents - current | $ 17,937,705 | $ - |
| Cash and cash equivalents - restricted | 141,596,635 | 2,615,247 |
| Total Cash and cash equivalents | 159,534,340 | 2,615,247 |
| Total Investments | 24,152,084 | 28,009,468 |
| Total Deposits and Investments | $ 183,686,424 | $ 30,624,715 |

**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District manages its exposure to interest rate risk by investing in the County pool and LAIF and purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

**Segmented Time Distribution**

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following schedule that shows the distribution of the District's investments by maturity:

| Investment Type - Primary Government | Fair Value | 12 Months or Less | More than 12 Months |
|---|---|---|---|
| U.S. Treasuries | $ 5,247,472 | $ 656,652 | $ 4,590,820 |
| Federal Agency Bonds | 10,362,491 | 988,335 | 9,374,156 |
| Municipal Bonds | 1,003,390 | 1,003,390 | - |
| Corporate Notes | 7,132,424 | - | 7,132,424 |
| Mortgage Backed Securities | 406,307 | 406,307 | - |
| County Pool | 129,239,630 | 129,239,630 | - |
| State Investment Pool | 29,966,081 | 29,966,081 | - |
| Total | $ 183,357,795 | $ 162,260,395 | $21,097,400 |

**Segmented Time Distribution (Continued)**

| Investment Type - Fiduciary Funds | Fair Value | 12 Months or Less | More than 12 Months |
|---|---|---|---|
| Common Stocks | $ 11,661,303 | $ - | $11,661,303 |
| Fixed Income | 16,348,165 | - | 16,348,165 |
| County Pool | 1,886,771 | 1,886,771 | - |
| State Investment Pool | 178,772 | 178,772 | - |
| Total | $ 30,075,011 | $ 2,065,543 | $28,009,468 |

**Credit Risk**

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District's investments in the County pool and LAIF are not required to be rated, nor have they been rated as of June 30, 2011.

| Investment Type | Fair Value | Minimum Legal Rating | Rating as of Year End | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | | AAA | AA+ | AA | AA- | A+ | Unrated |
| U.S. Treasuries | $ 5,247,472 | n/a | $ - | $ - | $ - | $ - | $ - | $ 5,247,472 |
| Federal Agency Bonds | 10,362,491 | n/a | 10,362,491 | - | - | - | - | - |
| Municipal Bonds | 1,003,390 | A | - | 1,003,390 | - | - | - | - |
| Corporate Notes | 7,132,424 | A | 400,950 | 982,995 | 1,022,118 | 1,985,405 | 2,740,956 | - |
| Mortgage Backed Securities | 406,307 | A | 406,307 | - | - | - | - | - |
| County Pool | 129,239,630 | n/a | - | - | - | - | - | 129,239,630 |
| State Investment Pool | 29,966,081 | n/a | - | - | - | - | - | 29,966,081 |
| Total | $ 183,357,795 | | $11,169,748 | $1,986,385 | $1,022,118 | $1,985,405 | $2,740,956 | $ 164,453,183 |

**Concentration of Credit Risk**

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond the stipulated by the California Government code. The District investments (other than U.S Treasuries, mutual funds and external investment pools, which are exempt from this disclosure) in any one issuer that represents five percent or more of the total investments were as follows:

| Investment Type | Issuer | Reported Amount | Percentage of Investments |
|---|---|---|---|
| Federal Agency Bonds | Fannie Mae | $ 4,208,345 | 17.5% |
| Federal Agency Bonds | Freddie Mac | 4,313,665 | 17.9% |
| Total | | $ 8,522,010 | |

**Concentration of Credit Risk, Continued**

| Investment Type - Fiduciary Funds | Issuer | Reported Amount | Percentage of Investments |
|---|---|---|---|
| Mutual Funds | Artio Total Return Bond Fund | $ 2,775,381 | 9.9% |
| Mutual Funds | Delaware Diversified Income Fund | 1,493,978 | 5.3% |
| Mutual Funds | Pimco Total Return Fund | 2,634,970 | 9.4% |
| Mutual Funds | Templeton Global Bond Advantage Fund | 2,765,971 | 9.9% |
| Mutual Funds | Western Asset Core Plus Bond Fund | 2,749,380 | 9.8% |
| Mutual Funds | Metropolitan West Total Return Bond Fund | 2,782,616 | 9.9% |
| Total | | $ 15,202,296 | |

**Custodial Credit Risk - Deposits**

This is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk. However, the California Government Code requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under State law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agency. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105 percent of the secured deposits. As of June 30, 2011, the District's approximately $500,000 of the District’s $8 million bank balance was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the name of the District.

### *NOTE 4 - ACCOUNTS RECEIVABLE*

Receivables for the District consisted primarily of intergovernmental grants, entitlements, interest, and other local sources.

The accounts receivable are as follows:

| | Primary Government | |
|---|---|---|
| | 2011 | 2010 |
| Federal Government | | |
| Categorical aid | $ 2,147,210 | $ 1,235,508 |
| State Government | | |
| Apportionment | 15,868,797 | 17,616,391 |
| Categorical aid | 1,814,654 | 4,380,077 |
| Lottery | 788,276 | 1,377,494 |
| Local Sources | | |
| Interest | 339,964 | 310,648 |
| Other local sources | 1,963,813 | 3,915,779 |
| Total, excluding student receivables | 22,922,714 | 28,835,897 |
| Student receivables | 4,104,985 | 3,364,447 |
| Less allowance for bad debt | (1,326,536) | (1,326,536) |
| Student receivables, net | 2,778,449 | 2,037,911 |
| Total | $ 25,701,163 | $ 30,873,808 |

| | Fiduciary Funds | |
|---|---|---|
| | 2011 | 2010 |
| Local Sources | | |
| Interest | $ 33,922 | $ 1,502 |
| Other local sources | 8,780 | 87,617 |
| Total | $ 42,702 | $ 89,119 |

**Discretely Presented Component Unit**

The Foundations' accounts receivable consist primarily of short-term donations. In the opinion of management, all amounts have been deemed to be fully collectable.

### *NOTE 5 - PREPAID EXPENSES AND OTHER ASSETS*

The District has prepaid health insurance costs for periods after June 30, 2011.

### *NOTE 6 - CAPITAL ASSETS*

Capital asset activity for the District for the fiscal year ended June 30, 2011, was as follows:

| **2011** | Balance Beginning of Year | Additions | Deductions | Balance End of Year |
|---|---|---|---|---|
| Capital Assets Not Being Depreciated | | | | |
| Land | $ 13,651,216 | $ - | $ 19,000 | $ 13,632,216 |
| Construction in progress | 21,400,069 | 13,006,256 | 12,404,574 | 22,001,751 |
| Total Capital Assets Not Being Depreciated | 35,051,285 | 13,006,256 | 12,423,574 | 35,633,967 |
| Capital Assets Being Depreciated | | | | |
| Land improvements | 50,289,781 | 13,091,477 | - | 63,381,258 |
| Buildings and improvements | 257,725,839 | 7,906,344 | - | 265,632,183 |
| Furniture and equipment | 46,992,259 | 1,968,069 | 11,123 | 48,949,205 |
| Total Capital Assets Being Depreciated | 355,007,879 | 22,965,890 | 11,123 | 377,962,646 |
| Total Capital Assets | 390,059,164 | 35,972,146 | 12,434,697 | 413,596,613 |
| Less Accumulated Depreciation | | | | |
| Land improvements | 15,735,299 | 2,871,415 | - | 18,606,714 |
| Buildings and improvements | 62,209,519 | 5,159,439 | - | 67,368,958 |
| Furniture and equipment | 36,645,361 | 2,935,483 | 11,123 | 39,569,721 |
| Total Accumulated Depreciation | 114,590,179 | 10,966,337 | 11,123 | 125,545,393 |
| Net Capital Assets Being Depreciated | 240,417,700 | 11,999,553 | - | 252,417,253 |
| Net Capital Assets | $ 275,468,985 | $ 25,005,809 | $ 12,423,574 | $ 288,051,220 |

Depreciation expense for the year was $10,966,337.

Capital asset activity for the District for the fiscal year ended June 30, 2010, was as follows:

| **2010** | Balance Beginning of Year | Additions | Deductions | Balance End of Year |
|---|---|---|---|---|
| Capital Assets Not Being Depreciated | | | | |
| Land | $ 13,651,216 | $ - | $ - | $ 13,651,216 |
| Construction in progress | 43,516,042 | 11,075,187 | 33,191,160 | 21,400,069 |
| Total Capital Assets Not Being Depreciated | 57,167,258 | 11,075,187 | 33,191,160 | 35,051,285 |
| Capital Assets Being Depreciated | | | | |
| Land improvements | 16,952,148 | 33,339,522 | 1,889 | 50,289,781 |
| Buildings and improvements | 256,389,655 | 1,336,184 | - | 257,725,839 |
| Furniture and equipment | 46,781,094 | 2,119,775 | 1,908,610 | 46,992,259 |
| Total Capital Assets Being Depreciated | 320,122,897 | 36,795,481 | 1,910,499 | 355,007,879 |
| Total Capital Assets | 377,290,155 | 47,870,668 | 35,101,659 | 390,059,164 |
| Less Accumulated Depreciation | | | | |
| Land improvements | 14,413,269 | 1,323,919 | 1,889 | 15,735,299 |
| Buildings and improvements | 57,170,982 | 5,038,537 | - | 62,209,519 |
| Furniture and equipment | 34,646,030 | 3,206,755 | 1,207,424 | 36,645,361 |
| Total Accumulated Depreciation | 106,230,281 | 9,569,211 | 1,209,313 | 114,590,179 |
| Net Capital Assets Being Depreciated | 213,892,616 | 27,226,270 | 701,186 | 240,417,700 |
| Net Capital Assets | $ 271,059,874 | $ 38,301,457 | $ 33,892,346 | $ 275,468,985 |

Depreciation expense for the year was $9,569,211.

**Discretely Presented Component Unit**

All of the Foundations' capital assets are equipment purchases. At June 30, 2011, total equipment and accumulated depreciation were $5,048 and $4,397, respectively. Depreciation expense as of June 30, 2011 was $290.

### *NOTE 7 - ACCOUNTS PAYABLE*

Accounts payable for the District consisted of the following:

| | Primary Government | |
|---|---|---|
| | 2011 | 2010 |
| Accrued payroll | $ 5,367,693 | $ 9,043,013 |
| Claims payable | 40,630 | 98,568 |
| Construction | 1,889,010 | 2,552,880 |
| Vendors | 1,996,664 | 1,680,560 |
| Total | $ 9,293,997 | $ 13,375,021 |

**Fiduciary Funds**

| | Fiduciary Funds | |
|---|---|---|
| | 2011 | 2010 |
| Accrued payroll | $ 4,986 | $ - |
| Vendors | 241,949 | 204,988 |
| Total | $ 246,935 | $ 204,988 |

### *NOTE 8 - DEFERRED REVENUE*

Deferred revenue consisted of the following:

| | Primary Government | |
|---|---|---|
| | 2011 | 2010 |
| Federal financial assistance | $ - | $ 1,039 |
| State categorical aid | 2,744,259 | 2,858,021 |
| Enrollment and other student fees | 4,844,221 | 4,265,353 |
| Other local | 382,424 | 321,107 |
| Total | $ 7,970,904 | $ 7,445,520 |

### *NOTE 9 - INTERFUND TRANSACTIONS*

**Interfund Receivables and Payables (Due To/Due From)**

Interfund receivables and payable arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. Interfund activity within the governmental fund and fiduciary funds has been eliminated respectively in the consolidated process of the basic financial statements. Balances owing between the primary government and the fiduciary funds are not eliminated in the consolidation process.

As of June 3, 2011, the amount owed between the government and the fiduciary funds were $164,274 and $2,350,000 net of claims on cash, respectively.

**Interfund Operating Transfers**

Operating transfers between funds of the District are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use restricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Operating transfers within the funds of the District have been eliminated in the consolidation process. Transfers between the primary government and the transferred funds are not eliminated in the consolidation process. During the 2011, fiscal year the amount transferred to the primary government from the fiduciary fund amounted to $266,559. The amount transferred to the fiduciary funds from the primary government were $9,100,763.

## *NOTE 10 - LONG-TERM OBLIGATIONS*

**Summary**

The changes in the District's long-term obligations during the 2011 fiscal year consisted of the following:

**2011**

| | Balance Beginning of Year | Additions/ Adjustment | Deductions | Balance End of Year | Due in One Year |
|---|---|---|---|---|---|
| Bonds and Notes Payable | | | | | |
| General obligation bonds | $ 245,795,000 | $ - | $ 8,700,000 | $ 237,095,000 | $ 9,155,000 |
| Certificates of participation | 990,000 | - | 65,000 | 925,000 | 70,000 |
| Debt premium, net | 3,300,669 | - | 158,399 | 3,142,270 | 158,399 |
| Total Bonds and Notes Payable | 250,085,669 | - | 8,923,399 | 241,162,270 | 9,383,399 |
| Other Liabilities | | | | | |
| Compensated absences | 13,904,508 | 73,831 | - | 13,978,339 | - |
| Capital leases | 17,706 | - | 7,453 | 10,253 | 5,186 |
| State apportionment | - | 4,497,984 | - | 4,497,984 | 1,499,328 |
| Net OPEB obligation | 28,889,667 | 19,655,935 | 18,383,262 | 30,162,340 | - |
| Total Other Liabilities | 42,811,881 | 24,227,750 | 18,390,715 | 48,648,916 | 1,504,514 |
| Total Long-Term Debt | $ 292,897,550 | $ 24,227,750 | $27,314,114 | $ 289,811,186 | $ 10,887,913 |

The changes in the District's long-term obligations during the 2010 fiscal year consisted of the following:

**2010**

| | Balance Beginning of Year | Additions/ Adjustment | Deductions | Balance End of Year | Due in One Year |
|---|---|---|---|---|---|
| Bonds and Notes Payable | | | | | |
| General obligation bonds | $ 176,050,000 | $ 73,000,000 | $ 3,255,000 | $ 245,795,000 | $ 8,700,000 |
| Certificates of participation | 1,050,000 | - | 60,000 | 990,000 | 65,000 |
| Debt premium, net | 1,961,753 | 1,497,315 | 158,399 | 3,300,669 | 158,399 |
| Total Bonds and Notes Payable | 179,061,753 | 74,497,315 | 3,473,399 | 250,085,669 | 8,923,399 |
| Other Liabilities | | | | | |
| Compensated absences | 14,112,822 | - | 208,314 | 13,904,508 | - |
| Capital leases | 155,248 | - | 137,542 | 17,706 | 7,453 |
| Net OPEB obligation | 33,983,409 | 13,533,900 | 18,627,642 | 28,889,667 | - |
| Total Other Liabilities | 48,251,479 | 13,533,900 | 18,973,498 | 42,811,881 | 7,453 |
| Total Long-Term Debt | $ 227,313,232 | $ 88,031,215 | $22,446,897 | $ 292,897,550 | $ 8,930,852 |

Payments on the Certificates of Participation are paid by the Debt Service Fund. Payments on the general obligation bonds are made by the bond interest and redemption fund with local property tax revenues. Payments on the capital leases and instructional service agreement apportionment repayments are paid by the general fund. The compensated absences and OPEB obligations will be paid by the fund for which the employee worked.

**Description of Bonds**

On March 5, 2002, $120,000,000 in general obligation bonds were authorized by the voters under Proposition 39/Measure A in an election held within the Contra Costa Community College District. In July 2002, the District issued its first series in the amount of $50,000,000. The bonds require annual principal payments and semi-annual interest payments beginning August 2003 through August 2026. Annual interest rates range from 3.5% to 6.0%.

In August 2004, the District issued its second series in the amount of $45,000,000. The bonds require annual principal payments and semi-annual interest payments beginning February 2005 through August 2029. Annual interest rates range from 4.0% to 5.0%.

In May 2006, the District issued the third series in the amount of $25,000,000. The bonds require annual principal payments and semi-annual interest payments beginning February 2007 through August 2027. Annual interest rates range from 4.0% to 4.5%.

On June 6, 2006, $286,500,000 in general obligation bonds were authorized by the voters under Proposition 39/Measure A+ in an election held within the Contra Costa Community College District. In August 2007, the District issued its first series in the amount of $73,000,000. The bonds require annual principal payments and semi-annual interest payments beginning August 2008 through August 2028. Annual interest rates range from 4.0% to 5.0%.

In March 16, 2010, the District issued the second series in the amount of $73,000,000. The bonds require annual principal payments and semi-annual interest payments beginning February 2011 through August 2034. Annual interest rates range from 0.75% to 6.504%.

**Debt Maturity**

**General Obligation Bonds**

| Issue Date | Maturity Date | Interest Rate | Original Issue | Bonds Outstanding July 1, 2010 | Issued | Redeemed | Bonds Outstanding June 30, 2011 |
|---|---|---|---|---|---|---|---|
| 6/11/2002 | 8/1/2026 | 3.5%-6% | $ 50,000,000 | $ 43,350,000 | $ - | $ 150,000 | $ 43,200,000 |
| 8/11/2004 | 8/1/2029 | 4.0%-5.5% | 45,000,000 | 41,850,000 | - | 1,150,000 | 40,700,000 |
| 4/25/2006 | 8/1/2030 | 4.0%-4.5% | 25,000,000 | 23,625,000 | - | 545,000 | 23,080,000 |
| 8/2/2007 | 8/1/2032 | 4.0%-5.0% | 73,000,000 | 63,970,000 | - | 1,695,000 | 62,275,000 |
| 3/16/2010 | 8/1/2034 | 0.75%-6.504% | 73,000,000 | 73,000,000 | - | 5,160,000 | 67,840,000 |
| | | | | $ 245,795,000 | $ - | $ 8,700,000 | $ 237,095,000 |

The bonds mature through 2035 as follows:

| Fiscal Year | Principal | Interest to Maturity | Total |
|---|---|---|---|
| 2012 | $ 9,155,000 | $ 11,617,634 | $ 20,772,634 |
| 2013 | 9,555,000 | 11,372,159 | 20,927,159 |
| 2014 | 4,530,000 | 11,131,334 | 15,661,334 |
| 2015 | 4,940,000 | 10,892,394 | 15,832,394 |
| 2016 | 8,115,000 | 14,142,097 | 22,257,097 |
| 2017-2021 | 36,520,000 | 48,236,494 | 84,756,494 |
| 2022-2026 | 55,390,000 | 37,507,517 | 92,897,517 |
| 2027-2031 | 72,095,000 | 19,567,055 | 91,662,055 |
| 2032-2035 | 36,795,000 | 4,828,141 | 41,623,141 |
| Total | $ 237,095,000 | $ 169,294,825 | $ 406,389,825 |

**Certificates of Participation**

In June 1996, the Financing Corporation issued $1,605,000 of Certificates of Participation (COPs), with effective interest rates ranging from 4.5% to 5.35% maturing through 2021. The COPs proceeds were used to fund various construction projects. The COPs mature as follows:

| Year Ending June 30, | Principal | Interest | Total |
|---|---|---|---|
| 2012 | $ 70,000 | $ 55,500 | $ 125,500 |
| 2013 | 75,000 | 51,300 | 126,300 |
| 2014 | 80,000 | 46,800 | 126,800 |
| 2015 | 85,000 | 42,000 | 127,000 |
| 2016 | 90,000 | 36,900 | 126,900 |
| 2017-2021 | 525,000 | 97,500 | 622,500 |
| Total | $ 925,000 | $ 330,000 | $ 1,255,000 |

**Capital Leases**

The District has entered into various capital lease arrangements and has recorded capital assets in the amount of $2,166,463, with corresponding depreciation of $2,147,314, at June 30, 2011. The District's liability on lease agreements with option to purchase is summarized below:

| Year Ending June 30, | Lease Payment |
|---|---|
| 2012 | $ 5,712 |
| 2013 | 5,236 |
| Total | 10,948 |
| Less: Amount Representing Interest | 696 |
| Present Value of Minimum Lease Payments | $ 10,252 |

**State Apportionment**

The District initiated a review of the District's course offerings known as Instructional Service Agreements (ISA). The initial review indicated an adjustment of $4,497,984 due back to the state. This amount will be withheld from future apportionment receipts in the amount of $1,499,328 per year for June 30, 2012, 2013, and 2014.

### *NOTE 11 – POSTEMPLOYMENT HEALTH CARE PLAN AND OTHER POSTEMPLOYMENT BENEFIT (OPEB) OBLIGATION*

The District provides postemployment health care benefits for retired employees in accordance with negotiated contracts with the various bargaining units of the District.

**Funding Policy**

The contribution requirements of plan members and the District are established and may be amended by the District and the District's bargaining units. The required contribution is based on projected pay-as-you-go financing requirements with an additional amount to prefund benefits as determined annually through agreements between the District and the bargaining units.

**Annual OPEB Cost and Net OPEB Obligation**

The District's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the payments of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial accrued liabilities (UAAL) (or funding costs) over a period not to exceed 30 years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually paid during the year, and changes in the District's net OPEB obligation:

| | |
|---|---|
| Annual required contribution | $ 17,239,736 |
| Interest on net OPEB obligation | 2,416,199 |
| Annual OPEB cost | 19,655,935 |
| Contributions made | (18,383,262) |
| Increase in net OPEB obligation | 1,272,673 |
| Net OPEB obligation, beginning of year | 28,889,667 |
| Net OPEB obligation, end of year | $ 30,162,340 |

**Funding Status and Funding Progress**

The annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the past three years is as follows:

| Year Ended June 30, | Annual OPEB Cost | Actual Contributions | Percentage Contributed | Net OPEB Obligation |
|---|---|---|---|---|
| 2009 | $ 22,986,100 | $ 8,546,774 | 37% | $ 33,983,409 |
| 2010 | 13,818,362 | 18,200,000 | 132% | 28,889,667 |
| 2011 | 19,655,935 | 18,383,262 | 94% | 30,162,340 |

Actuarial valuation of an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contribution of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information, follow the notes to the financial statements, presents multi-year trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive Plan (the Plan as understood by the employer and the Plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the Plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial values of assets, consistent with the long-term perspective of the calculations.

In the February 1, 2011, actuarial valuation, the entry age normal method was used. The actuarial assumptions included a 6.65 percent investment rate of return (net of administrative expenses), on Plan assets funded in an irrevocable employee benefit trust fund invested in a long-term fixed income portfolio. Healthcare cost trend rates used were 4% per year. The UAAL is being amortized at a level dollar method. The remaining amortization period at February 1, 2011, was 27 years. The actuarial value of assets was $23,373,801 at the time of the actuarial valuation.

## *NOTE 12 - LEASE REVENUES*

The District has property held for lease. Currently no significant long-term lease agreements have been entered into with various lessees for terms that exceed one year.

## *NOTE 13 - RISK MANAGEMENT*

**Insurance Coverages**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destructions of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year ending June 30, 2011, the District contracted with the Bay Area Community College District Joint Powers Authority for property and liability insurance coverage. Settled claims have not exceeded this coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

**Workers' Compensation**

The District provides a cooperative program of self-insurance for workers' compensation for member districts. The District is self insured for individual worker's compensation claims less than $1,000,000, and is covered by insurance for individual claims exceeding such amounts to a Statutory maximum per claim. Each participant's individual claims performance dictates whether the participant will be required to contribute more to cover pooled insurance costs or derive dividends from pool savings. Participation in the JPA is limited to K-12 and community college districts that can meet the JPA's selection criteria.

| Insurance Program / Company Name | Type of Coverage | Limits |
|---|---|---|
| Contra Costa Schools Insurance Group | Workers' Compensation | State Statutory Limit |
| Statewide Association of Community Colleges | Liability | $25,000,000 per occurance |
| Statewide Association of Community Colleges | Property | $250,000,000 per occurance |

**Employee Medical Benefits**

The District has contracted with Kaiser, Healthnet, and Blue Cross to provide employee medical benefits. Rates are set through an annual calculation process. The District pays monthly contributions as applicable to each of these plans.

**Claims Liabilities**

The District establishes a liability for both reported and unreported events, which includes estimates of both future payments of losses and related claim adjustment expenses. The following represent the changes in approximate aggregate liabilities for the District from July 1, 2009 to June 30, 2011:

| | Property and Liability |
|---|---|
| Liability Balance, July 1, 2009 | $ 90,971 |
| Claims and changes in estimates | 539,103 |
| Claims payments | (531,506) |
| Liability Balance, June 30, 2010 | 98,568 |
| Claims and changes in estimates | 38,517 |
| Claims payments | (96,455) |
| Liability Balance, June 30, 2011 | $ 40,630 |
| Assets Available to Pay Claims at June 30, 2011 | $ 497,272 |

## *NOTE 14 - EMPLOYEE RETIREMENT SYSTEMS*

Qualified employees are covered under multiple-employer contributory retirement plans maintained by agencies of the State of California. Certificated employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

**CalSTRS**

**Plan Description**

The District contributes to CalSTRS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalSTRS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and survivor benefits to beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. CalSTRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalSTRS annual financial report may be obtained from CalSTRS, 7919 Folsom Blvd., Sacramento, California 95826.

**Funding Policy**

Active members are required to contribute 8.0 percent of their salary while the District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalSTRS Teachers' Retirement Board. The required employer contribution rate for fiscal year 2010-2011 was 8.25 percent of covered payroll. The contribution requirements of the plan members are established by State statute. The District's total contributions to CalSTRS for the fiscal years ended June 30, 2011, 2010, and 2009, were $5,026,962, $5,243,305, and $5,253,436, respectively, and equal 100 percent of the required contributions for each year.

**CalPERS**

**Plan Description**

The District contributes to the School Employer Pool under the CalPERS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Laws. CalPERS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, California 95811.

**Funding Policy**

Active plan members are required to contribute 7.0 percent of their salary (7.0 percent of monthly salary over $133.33 if the member participates in Social Security), and the District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS Board of Administration. The District's contribution rate to CalPERS for fiscal year 2010-2011 was 10.707 percent of annual payroll. The District's contributions to CalPERS for fiscal years ending June 30, 2011, 2010, and 2009, were $3,869,382, $3,752,530, and $3,530,999, respectively, and equaled 100 percent of the required contributions for each year.

**Other**

As established by Federal law, all public section employees who are not members of their employer's existing retirement system (CalSTRS or CalPERS) must be covered by Social Security or an alternative plan. The District has elected to use the Cash Balance Plan as its alternative plan. The Cash Balance Plan (CB Plan), is an alternative to the CalSTRS contribution plan for instructors. Instructors who choose not to sign up for CalSTRS or FICA may participate in the CB plan. The District contribution rate for the year ended June 30, 2011, was 4 person of annual payroll. Contributions for the year ended June 30, 2011, were $357,917.

The District also provides a 403(b) Tax Deferred Annuity Plan (TDA), which is a defined contribution pension plan. A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on investments of those contributions, and forfeitures of other participants' benefits that may be allocated to such participant's account. The District does not contribute to this plan.

**On-Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the District. These payments consist of State General Fund contributions to CalSTRS which amounted to $2,600,006, $2,963,675, and $2,873,441 for the years ended June 30, 2011, 2010, and 2009, respectively and were (4.267 percent) of salaries subject to CalSTRS. A contribution to CalPERS was not required for the years ended June 30, 2011 or, 2010. These amounts have been reflected in the basic financial statements as a component of nonoperating revenue and employee benefit expense.

**Deferred Compensation**

The District offers its employees a CalPERS administered 457 Deferred Compensation Program (the Program). The Program, available to all permanent employees, permits them to defer a portion of pre-tax salary into investment of an individual's own choosing until future years. The deferred compensation is not available to the employees or their beneficiaries until termination, retirement, death, or an unforeseeable emergency. The CalPERS Board controls the investment and administrative functions of the CalPERS 457 Deferred Compensation Program. The Board for the exclusive benefit of participating employees, which adds security, holds the assets in trust. The District does not contribute to this plan.

## *NOTE 17 - PARTICIPATION IN PUBLIC ENTITY RISK POOLS AND JOINT POWERS AUTHORITIES*

The District is a member of the Contra Costa Schools Insurance Group and the Bay Area Community College District Joint Powers Authority JPAs. The District pays annual premiums for its property liability, health, and workers' compensation coverage. The relationship between the District and the JPA is such that it is not a component unit of the District for financial reporting purposes.

The JPAs have budgeting and financial reporting requirements independent of member units and their financial statements are not presented in these financial statements; however, transactions between the JPAs and the District are included in these statements. Audited financial statements are available from the respective entities.

The District's share of year-end assets, liabilities, or fund equity has not been calculated.
During the year ended June 30, 2011, the District made payments of $2,037,053 and $1,186,031 to the Contra Costa Schools Insurance Group and the Bay Area Community College District JPA, respectively.

## *NOTE 15 - COMMITMENTS AND CONTINGENCIES*

### Grants

The District receives financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. In the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2011.

### Apportionment

The District conducted an internal investigation into an instructional service agreement and found deficiencies in the administration of some of the agreements. These were self reported to the State Chancellor's Office (Chancellor's Office), and subsequently the Chancellor's Office has requested the District conduct an internal compliance review of all instructional service agreements. The District will file a FTES Discrepancy report with the Chancellor's Office once any FTES that may be out of compliance are determined.

### Litigation

The District is involved in various litigation arising from the normal course of business. In the opinion of management and legal counsel, the disposition of all litigation pending is not expected to have a material adverse effect on the overall financial position of the District at June 30, 2011.

### Operating Leases

The District has entered into various operating leases for buildings and equipment with lease terms in excess of one year. None of these agreements contain purchase options. All agreements contain a termination clause providing for cancellation after a specified number of days written notice to lessors, but it is unlikely that the District will cancel any of the agreements prior to the expiration date. Future minimum lease payments under these agreements are as follows:

| Year Ending June 30, | Facility Leases |
|---|---|
| 2012 | $ 130,499 |
| Total | $ 130,499 |

### Related Party Transactions

The District provides facilities, staff, and operational support to each of the three Foundations.

**Construction Commitments**

As of June 30, 2011, the District had the following commitments with respect to the unfinished capital projects:

| CAPITAL PROJECT | Remaining Construction Commitment | Expected Date of Completion |
|---|---|---|
| **2006 Bond** | | |
| *Diablo Valley* | | |
| Commons project | $ 1,422,128 | Nov-12 |
| *Los Medanos* | | |
| Student services remodel | 821,808 | Jun-15 |
| Nursing/EMT remodel | 2,782,418 | Mar-12 |
| Brentwood new center | 41,356 | Sep-17 |
| Campus project admin | 47,751 | Jun-12 |
| Program studies | 4,295 | ongoing |
| *Contra Costa* | | |
| Athletic area | 30,450 | Jun-11 |
| College center | 251,252 | May-14 |
| *District Wide* | | |
| Energy conservation studies | 5,674 | ongoing |
| Campus project admin | 20,005 | Jun-12 |
| IT Infrastructure | 134,992 | ongoing |
| Program studies | 37,729 | ongoing |
| Total 2006 Bond | 5,599,858 | |
| **2002 Bond** | | |
| *Diablo Valley* | | |
| Planeterium | 6,076 | Jun-11 |
| *Los Medanos* | | |
| Science building | 6,454 | Jun-11 |
| *Contra Costa* | | |
| Card access | 9,556 | Dec-11 |
| Applied arts building | 176,111 | Oct-11 |
| Music building | 96,291 | Jun-12 |
| VA building | 2,417 | Jun-11 |
| Utility upgrade | 17,224 | Jun-12 |
| College center | 531,535 | May-14 |
| Total 2002 Bond | 845,664 | |
| **Other Funding Sources** | | |
| *Diablo Valley* | | |
| Elevator controls | 14,520 | Jun-11 |
| *Los Medanos* | | |
| Art area remodel | 305,665 | Dec-11 |
| PE alarm system | 4,349 | Jun-11 |
| Gym hydronic pipe | 7,727 | Jun-11 |
| Total Other Funding Sources | 332,261 | |
| Total All Sites and Funding Sources | $ 6,777,783 | |

The projects are funded through a combination of general obligation bonds, certificates of participation, and capital project apportionments from the State Chancellor's Office.

**Deferral of State Apportionments**

Certain apportionments owed to the District for funding of FTES, categorical programs, and construction reimbursements which are attributable to the 2010-2011 fiscal year have been deferred to the 2011-2012 fiscal year. The total amount of funding deferred into the 2011-2012 fiscal year and received in July 2011 was $14,799,273. These deferrals of apportionment are considered permanent with future funding also being subject to deferral into future years.

**Subsequent Events**

In July 2011, the District acquired a land parcel that will be used to develop a Brentwood center.

# *REQUIRED SUPPLEMENTARY INFORMATION*

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## SCHEDULE OF OTHER POSTEMPLOYMENT BENEFITS (OPEB) FUNDING PROGRESS
## FOR THE YEAR ENDED JUNE 30, 2011

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) - Projected Unit Credit (b) | Unfunded AAL (UAAL) (b - a) | Funded Ratio (a / b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ([b-a] / c) |
|---|---|---|---|---|---|---|
| June 30, 2006 | $ - | $ 335,136,700 | $ 335,136,700 | - | $ 65,849,200 | 509% |
| June 30, 2008 | $ - | $ 262,768,400 | $ 262,768,400 | - | $ 70,661,000 | 372% |
| February 1, 2011 | $ 23,373,801 | $ 198,640,665 | $ 175,266,864 | 13% | $ 73,907,620 | 237% |

# *SUPPLEMENTARY INFORMATION*

# CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## DISTRICT ORGANIZATION
## JUNE 30, 2011

The Contra Costa Community College District was established in 1948, and is comprised of an area of approximately 686 square miles located in Contra Costa County. There were no changes in the boundaries of the District during the current year. The District's three colleges are each accredited by the Accrediting Commission for Community and Junior Colleges Western Association of Schools and Colleges.

### BOARD OF TRUSTEES

| MEMBER | OFFICE | TERM EXPIRES |
|---|---|---|
| John T. Nejedly | President | 2014 |
| Tomi Van de Brooke | Vice President | 2012 |
| Sheila A. Grilli | Secretary | 2014 |
| John E. Márquez | Member | 2014 |
| Robert Calone | Member | 2012 |
| Francisco Hinojosa | Student Trustee | 2012 |

### ADMINISTRATION

| | |
|---|---|
| Dr Helen Benjamin | Chancellor |
| Kindred Murillo | Vice Chancellor, District-Wide Administrative Services |
| Judy Breza | Director, Fiscal Services |

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
## FOR THE YEAR ENDED JUNE 30, 2011

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title | Federal CFDA Number | Pass-Through Entity Identifying Number | Total Expenditures |
|---|---|---|---|
| **U.S. DEPARTMENT OF EDUCATION** | | | |
| **STUDENT FINANCIAL AID CLUSTER** | | | |
| Federal Pell Grant Programs (PELL) | 84.063 | [1] | $29,757,882 |
| Federal Pell Administrative Allowance | 84.063 | [1] | 38,945 |
| Federal Supplemental Educational Opportunity Grants (FSEOG) | 84.007 | [1] | 463,716 |
| Federal Direct Loans (FDL) | 84.268 | [1] | 2,171,067 |
| Federal College Work Study (FWS) | 84.033 | [1] | 319,858 |
| Academic Competitiveness Grants (ACG) | 84.375 | [1] | 175,279 |
| Subtotal Student Financial Aid Cluster | | | 32,926,747 |
| Title V, Hispanic Serving Institutions | 84.031S | [1] | 260,440 |
| TRIO - Talent Search | 84.044 | [1] | 316,681 |
| Childcare Access Means Parents In School | 84.335 | [1] | 15,050 |
| ARRA - Workability | 84.390A | [1] | 15,946 |
| Atlas Grant | 84.999 | [1] | 94,328 |
| **PASS THROUGH FUNDS** | | | |
| Career Technical Education Act - Basic Grants To States (Perkins IV) | 84.048 | 03303 | 1,217,003 |
| Career Technical Education Act - Title II | 84.051 | [2] | 209,124 |
| Career Technical Education Act - Tech Prep Demonstration | 84.051 | [2] | 213,206 |
| Subtotal Career Techncial Education Cluster | | | 1,639,333 |
| ARRA- State Fiscal Stabilization Fund | 84.394 | 25008 | 101,551 |
| Total U.S. Department of Education | | | 35,370,076 |
| **NATIONAL SCIENCE FOUNDATION** | | | |
| National Science Foundation - Minority Science & Environmental | 47.075 | 03797 | 58,169 |
| National Science Foundation STEM | 47.076 | 03797 | 92,555 |
| Total National Science Foundation | | | 150,724 |

See accompanying note to supplementary information.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
## FOR THE YEAR ENDED JUNE 30, 2011

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title | Federal CFDA Number | Pass-Through Entity Identifying Number | Total Expenditures |
|---|---|---|---|
| **U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES** | | | |
| **PASS THROUGH FUNDS** | | | |
| Foster Care - Title IV E - Foster Parent Training | 93.658 | 10011 | 287,157 |
| Foster Care - Title IV E - Foster Relative | 93.658 | 10011 | 50,550 |
| Temporary Assistance for Needy Families (TANF) | 93.558 | [2] | 153,919 |
| Total U.S. Department of Health and Human Services | | | 491,626 |
| **U.S. DEPARTMENT OF LABOR** | | | |
| Veterans' Administrative Reporting Fee | 17.802 | [1] | 2,135 |
| **PASS THROUGH FUNDS** | | | |
| President's Community Training | 17.269 | 03064 | 265,489 |
| **WORKFORCE INVESTMENT ACT CLUSTER** | | | |
| ARRA WIA Green Building & Clean Energy Retraining Partnership | 17.258 | 03573 | 207,052 |
| Workforce Investment Act - Nursing LVN (ARRA) | 17.258 | [2] | 18,605 |
| Subtotal Workforce Investment Act Cluster | | | 225,657 |
| Total U.S. Department of Labor | | | 493,281 |
| **U.S. DEPARTMENT OF ENERGY** | | | |
| **PASS THROUGH FUNDS** | | | |
| ARRA - State Energy Program - Energy Commission - Green Building & Clean Energy Retraining Partnership | 81.041 | [2] | 384,390 |
| Total Expenditures of Federal Awards | | | $36,890,097 |

[1] Pass through number not applicable.
[2] Pass through number not available.

See accompanying note to supplementary information.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## SCHEDULE OF EXPENDITURES OF STATE AWARDS
## FOR THE YEAR ENDED JUNE 30, 2011

| Program | Program Revenues | | | | Total Program Expenditures |
|---|---|---|---|---|---|
| | Cash Received | Accounts Receivable | Deferred Income | Total Revenue | |
| AB1725 Staff Diversity | $ 130,503 | $ - | $ 129,340 | $ 1,163 | $ 1,163 |
| Allied Health | 247,201 | 152,140 | - | 399,341 | 399,341 |
| Basic Skills | 1,064,262 | - | 435,566 | 628,696 | 628,696 |
| AB602 Board Financial Aid Staffing | 967,208 | - | 148,533 | 818,675 | 818,675 |
| BOGG Admin Allowance Revenue | 127,120 | - | - | 127,120 | 127,120 |
| Cal Grants | 1,411,031 | 75,731 | - | 1,486,762 | 1,486,762 |
| CalWORKS | 509,826 | - | - | 509,826 | 509,826 |
| CARE | 267,964 | - | - | 267,964 | 267,964 |
| Career Tech Collaborative | - | 18,297 | - | 18,297 | 18,297 |
| Career Tech Collaborative #3 | 302,262 | - | 65,591 | 236,671 | 236,671 |
| Career Tech Education | 202,471 | - | 48 | 202,423 | 202,423 |
| Career Tech Project Supplement | 141,287 | | 64,168 | 77,119 | 77,119 |
| Career Tech Workforce Innovation | 100,428 | - | - | 100,428 | 100,428 |
| Career Academy Advancement | 664,500 | - | 649,481 | 15,019 | 15,019 |
| Disabled Student Program and Services | 1,921,443 | - | - | 1,921,443 | 1,921,443 |
| Environmental Tech Leadership | 169 | - | 169 | - | - |
| Extended Opportunity Programs and Services | 1,967,722 | - | - | 1,967,722 | 1,967,722 |
| Faculty and Staff Development | 12,386 | - | - | 12,386 | 12,386 |
| Foster Parent Training | 164,202 | 100,867 | - | 265,069 | 265,069 |
| Foster Relative | 7,500 | 9,350 | - | 16,850 | 16,850 |
| Instructional Equipment, One-time | 252,683 | - | 252,683 | - | - |
| Instructional Equipment, On-going | 694,111 | - | 677,349 | 16,762 | 16,762 |
| Lottery | 3,389,387 | 310,711 | - | 3,700,098 | 3,700,098 |
| Lottery, Prop 20 | 117,975 | 477,565 | - | 595,540 | 595,540 |
| Matriculation-(Credit) | 1,066,061 | - | - | 1,066,061 | 1,066,061 |
| Matriculation-(Non-Credit) | 7,475 | - | - | 7,475 | 7,475 |
| MCHS SciMath | 39,782 | 59,672 | - | 99,454 | 99,454 |
| Nursing Capacity Building | 142,225 | - | 142,225 | - | - |
| Nursing WIA LVN | 27,310 | 29,837 | - | 57,147 | 57,147 |
| Part-Time Insurance | 33,015 | - | - | 33,015 | 33,015 |
| Part-Time Faculty Allocation | 649,465 | - | - | 649,465 | 649,465 |
| Part-Time Faculty Office Hours | 151,767 | - | - | 151,767 | 151,767 |
| Puente Project | - | 1,183,000 | - | 1,183,000 | 1,183,000 |
| Responsive Training (EWD) | 123,314 | | 111,840 | 11,474 | 11,474 |
| RN Enrollment Growth | 269,782 | 23,340 | - | 293,122 | 293,122 |
| State Pre-School | 1,383,391 | - | - | 1,383,391 | 1,383,391 |
| Strengthening Existing Programs | 617 | - | - | 617 | 617 |
| TTIP | 104,791 | - | 67,266 | 37,525 | 37,525 |
| Workability III | 173,193 | 162,421 | - | 335,614 | 335,614 |
| State Construction Grants | 240,747 | - | - | 240,747 | 240,747 |
| Subtotal | $19,076,576 | $ 2,602,931 | $ 2,744,259 | $18,935,248 | $ 18,935,248 |

See accompanying note to supplementary information.

## CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## SCHEDULE OF WORKLOAD MEASURES FOR STATE GENERAL APPORTIONMENT - ANNUAL/ACTUAL ATTENDANCE FOR THE YEAR ENDED JUNE 30, 2011

| CATEGORIES | Annual Reported Data | Audit Adjustments | Audited Data |
|---|---|---|---|
| A. Summer Intersession (Summer 2009 only) | | | |
| 1. Noncredit | 7.12 | - | 7.12 |
| 2. Credit | 2,884.37 | - | 2,884.37 |
| B. Summer Intersession (Summer 2010 - prior to July 1, 2010) | | | |
| 1. Noncredit | - | - | - |
| 2. Credit | 10.55 | - | 10.55 |
| C. Primary Terms (Exclusive of Summer Intersession) | | | |
| 1. Census Procedure Courses | | | |
| (a) Weekly Census Contact Hours | 23,143.76 | (15.79) | 23,127.97 |
| (b) Daily Census Contact Hours | 1,240.61 | (0.25) | 1,240.36 |
| 2. Actual Hours of Attendance Procedure Courses | | | |
| (a) Noncredit | 115.44 | - | 115.44 |
| (b) Credit | 1,171.81 | (2.80) | 1,169.01 |
| 3. Independent Study/Work Experience Education Courses | | | |
| (a) Weekly Census Procedure Courses | 918.45 | - | 918.45 |
| (b) Daily Census Procedure Courses | 1,033.40 | - | 1,033.40 |
| (c ) Noncredit Independent Study/Distance Education Courses | - | - | - |
| D. Total FTES | 30,525.51 | (18.84) | 30,506.67 |
| Basic Skills Courses and Immigrant Education | | | |
| (a) Noncredit | 46.66 | - | 46.66 |
| (b) Credit | 1,481.49 | - | 1,481.49 |

See accompanying note to supplementary information.

None noted

See accompanying note to supplementary information.

# NOTES TO SUPPLEMENTARY INFORMATION
# JUNE 30, 2011

## *NOTE 1 - PURPOSE OF SCHEDULES*

### Schedule of Expenditures of Federal Awards

The accompanying schedule of expenditures of Federal awards includes the Federal grant activity of the District and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the United States Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

### Schedule of Expenditures of State Awards

The accompanying schedule of expenditures of State awards includes the State grant activity of the District and is presented on the modified accrual basis of accounting. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

### Schedule of Workload Measures for State General Apportionment - Annual/Actual Attendance

Full-Time Equivalent Students (FTES) is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made to community college districts. This schedule provides information regarding the attendance of students throughout the District.

### Reconciliation of Annual Financial and Budget Report with Fund Financial Statements

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Form CCFS-311 to the fund financial statements.

# *INDEPENDENT AUDITORS' REPORTS*

VAVRINEK, TRINE, DAY
& COMPANY, LLP
*Certified Public Accountants*

VALUE THE DIFFERENCE

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Trustees
Contra Costa Community College District
Martinez, California

We have audited the basic financial statements of Contra Costa Community College District (the District) and its discretely presented component unit for the years ended June 30, 2011 and 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 30, 2011. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

The management of Contra Costa Community College District is responsible for establishing and maintaining effective internal control over financial reporting.

In planning and performing our audits, we considered Contra Costa Community College District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Contra Costa Community College District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Contra Costa Community College District's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Contra Costa Community College District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Contra Costa Community College District in a separate letter dated December 30, 2011.

This report is intended solely for the information and use of the Board of Trustees, Audit Committee, District Management, the California Community Colleges Chancellor's Office, and the District's Federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Vavrinek, Trine, Day & Co LLP

Pleasanton, California
December 30, 2011

VAVRINEK, TRINE, DAY
& COMPANY, LLP
*Certified Public Accountants*

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Trustees
Contra Costa Community College District
Martinez, California

**Compliance**

We have audited Contra Costa Community College District's (the District's) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Contra Costa Community College District's major Federal programs for the year ended June 30, 2011. Contra Costa Community College District's major Federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major Federal programs is the responsibility of Contra Costa Community College District's management. Our responsibility is to express an opinion on Contra Costa Community College District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about Contra Costa Community College District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Contra Costa Community College District's compliance with those requirements.


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In our opinion, Contra Costa Community College District complied, in all material respects, with the compliance requirements referred to above could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2011. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2011-1.

**Internal Control Over Compliance**

The management of Contra Costa Community College District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to Federal programs. In planning and performing our audit, we considered Contra Costa Community College District's internal control over compliance with the requirements that could have a direct and material effect on a major Federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Contra Costa Community College District's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Contra Costa Community College District's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Contra Costa Community College District's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the Board of Trustees, Audit Committee, District Management, the California Community Colleges Chancellor's Office, and the District's Federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Vavrinek, Trine, Day & Co LLP

Pleasanton, California
December 30, 2011

VAVRINEK, TRINE, DAY
& COMPANY, LLP
*Certified Public Accountants*

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**REPORT ON STATE COMPLIANCE**

Board of Trustees
Contra Costa Community College District
Martinez, California

We have audited the basic financial statements of Contra Costa Community College District (the District), as of and for the year ended June 30, 2011, and have issued our report thereon dated December 30, 2011.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Compliance with the requirements of laws, regulations, contracts, and grants listed below is the responsibility of Contra Costa Community College District's management. In connection with the audit referred to above, we selected and tested transactions and records to determine the Contra Costa Community College District's compliance with the State laws and regulations applicable to the following items:

| | |
|---|---|
| Section 421 | Salaries of Classroom Instructors: 50 Percent Law |
| Section 423 | Apportionment for Instructional Service Agreements/Contracts |
| Section 424 | State General Apportionment Required Data Elements |
| Section 425 | Residency Determination for Credit Courses |
| Section 426 | Students Actively Enrolled |
| Section 427 | Concurrent Enrollment of K-12 Students in Community College Credit Courses |
| Section 431 | Gann Limit Calculation |
| Section 432 | Enrollment Fee |
| Section 433 | CalWORKS – Use of State and Federal TANF Funding |
| Section 435 | Open Enrollment |
| Section 437 | Student Fee – Instructional Materials and Health Fees |
| Section 473 | Economic and Workforce Development (EWD) |
| Section 474 | Extended Opportunity Programs and Services (EOPS) |
| Section 475 | Disabled Student Programs and Services (DSPS) |



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Section 477 Cooperative Agencies Resources for Education (CARE)
Section 478 Preference for Veterans and Qualified Spouses for Federally Funded Qualified Training Programs
Section 479 To Be Arranged Hours (TBA)

Based on our audit, we found that for the items tested, the Contra Costa Community College District complied with the State laws and regulations referred to above, except as described in the Schedule of State Award Findings and Questioned Costs section of the accompanying Schedule of Findings and Questioned Costs. Our audit does not provide a legal determination on Contra Costa Community College District's compliance with the State laws and regulations referred to above.

Contra Costa Community College District's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Contra Costa Community College District's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information of the Board of Trustees, Audit Committee, District Management, the California Community Colleges Chancellor's Office, the California Department of Finance, and the California Department of Education, and is not intended to be and should not be used by anyone other than these specified parties.

Vavrinek, Trine, Day & Co LLP

Pleasanton, California
December 30, 2011

# *SCHEDULE OF FINDINGS AND QUESTIONED COSTS*

# CONTRA COSTA COMMUNITY COLLEGE DISTRICT

## SUMMARY OF AUDITORS' RESULTS
## FOR THE YEAR ENDED JUNE 30, 2011

**FINANCIAL STATEMENTS**

| | |
|---|---|
| Type of auditors' report issued: | Unqualified |
| Internal control over financial reporting: | |
| Material weaknesses identified? | No |
| Significant deficiencies identified? | None reported |
| Noncompliance material to financial statements noted? | No |

**FEDERAL AWARDS**

| | |
|---|---|
| Internal control over major programs: | |
| Material weaknesses identified? | No |
| Significant deficiencies identified? | Yes |
| Type of auditors' report issued on compliance for major programs: | Unqualified |
| Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a) | No |

Identification of major programs:

| CFDA Number(s) | Name of Federal Program or Cluster |
|---|---|
| 84.007, 84.032, 84.033 (ARRA), 84.063, 84.268, 84.375 (ARRA) | Student Financial Aid Cluster (including ARRA) |
| 17.258 (ARRA), 81.041 | Green Building and Clean Energy Retraining Partnership (including ARRA) |

| | |
|---|---|
| Dollar threshold used to distinguish between Type A and Type B programs: | $ 300,000 |
| Auditee qualified as low-risk auditee? | Yes |

**STATE AWARDS**

| | |
|---|---|
| Internal control over State programs: | |
| Material weaknesses identified? | No |
| Significant deficiencies identified not considered to be material weaknesses? | Yes |
| Type of auditors' report issued on compliance for State programs: | Qualified |

## FINANCIAL STATEMENT FINDINGS AND RECOMMENDATIONS FOR THE YEAR ENDED JUNE 30, 2011

None noted.

# FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2011

The following findings represent significant deficiencies, material weaknesses, and/or instances of noncompliance including questioned costs that are required to be reported by OMB Circular A-133.

## 2011-1 Finding – Federal Direct Loans, CFDA 84.268

*Significant Deficiency – Internal Control Over Compliance*

### Criteria or Specific Requirement

34 CFR Section 668.165(a)(2)(ii) requires that if an institution credits a student's account at the institution with Direct Loan, the institution must notify the student or parent of the student's right, or the parent's right, to cancel all or a portion of that loan and have the loan proceeds returned to the Secretary.

In addition, the Direct Loan School Guide, maps the administrative requirements for participating schools, to the systems data that the school exchanges with the Department. The Guide requires that a school that participates in the Direct Loan Program is required to reconcile the funds that it has received from the G5 system to pay its students, with the actual disbursement records that it has forwarded to the Common Origination and Disbursement (COD) system.

### Condition

One College did not notify the students or parents of their right to cancel all or a portion of the loan or loan disbursement or the procedure and time by which the student or parent must notify the institution that he or she wishes to cancel the loan. In addition, two Colleges were unable to provide evidence that reconciliations of amounts received, compared to the COD system, are being performed.

### Questioned Costs

Direct loans processed by the College that did not provide cancellation information were $731,509, and the amounts processed by the other College that did not provide reconciliation were $1,261,214.

### Context

We reviewed 12 direct loans for the Fall 2010 and Spring 2011 semesters and noted that the cancellation information was not provided to any of the 12 students. In addition, two of the three Colleges were able to provide evidence that the amounts received were reconciled to the COD system.

### Effect

Students or parents not be aware of their cancellation rights and may not have all information to make an informed decision about loan cancellation options. In addition, not maintaining evidence of reconciliation of amounts received to the COD system may result in detection of errors or potential misappropriations not being detected in a timely manner.

**Cause**

The Direct Loan program is a new program for the District's Colleges.

**Recommendation**

Consider including a cancellation procedure on each College's website or provide to students and/or parents in another manner. In addition, each College should consider the need to send a notification to the student each time a disbursement is scheduled. Each College should also reconcile the amounts received to the COD system, ensure that reconciliation is reviewed, and that the review is indication in some manner that can be verified at a later date.

**District Response**

The District has implemented a standardized letter for all three colleges to provide students and/or parents receiving federal direct loans, information detailing their rights and procedures. In addition, all colleges will be directed to document their existing procedures for monthly reconciliations of funds received from the G5 system and disbursed to students.

The following findings represent instances of noncompliance and/or questioned costs relating to State program laws and regulations.

**2011-2 Finding – State General Apportionment Funding System**
*Significant Deficiency – Compliance*

**Criteria or Specific Requirement**

Title 5 Section 58003.1 and the Student Attendance Accounting Manual define the characteristics of various classifications of courses used in the Form 320 reporting and the quantification of contact hours for various types of courses.

**Condition**

During our review of the courses claimed for apportionment on the second period Form 320, we noted differences in contact hour calculations. In addition, we noted a few courses in which the contact hours claimed for apportionment exceeded the contact hours on the outlines.

**Questioned Costs**

- Positive attendance courses were overstated by 2.58 FTES.
- Overstatement of 1.61 FTES for courses (daily courses 0.25 FTES, weekly courses 1.14 FTES, and positive attendance 0.22 FTES), in which hours claimed exceeded outlines.

**Context**

- Positive attendance courses from each site were reviewed and we noted an overstatement of 1,352 contact hours of 14,143 tested, or 9.56 percent.
- We reviewed courses from each site totaling approximately 130 courses, and noted ten courses where the contact hours claimed exceeded the contact hours per the outlines.

**Effect**

The FTES noted above reported on the second period Form 320, were not supported by available documents. In addition, apportionment claimed for some of the courses was inconsistent with the limit applied based on the course descriptions in the outlines.

**Cause**

The faculty was unaware of and/or were not complying with the requirement to retain documentation (roll sheets) for positive attendance classes. Auditors were unable to validate reported attendance hours.

**Recommendation**

We recommend the district review the contact hour data used for the Form 320 for the courses where differences were noted and ensure that future contact hour data is adjusted as necessary.

**District Response**

District and college administration/staff will communicate to faculty the importance of collecting and retaining attendance documentation and will develop a process to monitor compliance. Curricula will be reviewed to validate that hours defined in course outlines match the hours scheduled and reported on the CCFS Form 320.

**2011-3 Finding – To Be Arranged Hours (TBA)**
*Significant Deficiency – Compliance*

**Criteria or Specific Requirement**

Pursuant to Title 5, Sections 58003.1(b) and (c), the TBA portion of a course uses an alternative method for regularly scheduling a credit course. In addition, Legal Advisory 08-02 To Be Arranged (TBA) Hours Compliance Advice indicates that documentation is required to substantiate that each student has completed the TBA requirements as appropriate for either the Weekly or Daily census attendance accounting procedures.

Title 5, Section 55002(a)(3), 55002(b)(2), 58050(5), and 58051(a)(1) require that specific instructional activities, including those conducted during TBA hours, expected of all students enrolled in the course be included in the official course outline. In addition, Title 5 Section 58102 and 58108 require that a clear description of the course, including the number of TBA hours required be published in the official general catalog or addendum thereto and in the official schedule of classes or addendum thereto.

**Condition**

- We noted that contact hours for students where documentation of participation for at least 50 minutes of the To Be Arranged time was not available had not been removed from the 320.
- We noted courses where instructional activities to be conducted during the TBA hours were not indicated in the official course outlines or syllabi.
- We noted courses where the number of TBA hours required was not documented in the catalog or in the official schedule of classes.

**Questioned Costs**

7,690 contact hours, or 14.65 FTES, should be removed from weekly courses to remove contact hours of students who did not demonstrate TBA activity participation.

**Context**

- We reviewed 36 TBA weekly courses, including a selection from each College site, out of a population of approximately 800 courses. We noted that TBA contact hours of 7,689 of 529,201 tested, were not supported by documented attendance records. There was no significant level of TBA daily courses noted.
- 18 of the 36 courses reviewed did not include a clear description of the instructional activities to be conducted during the TBA hours in the official course outlines.
- 18 of the 36 courses reviewed had TBA hours that were not documented in the catalog.

**Effect**

FTES reported on the Form 320 were overstated and the District received apportionment funding for those FTES. In addition, course materials do not concisely and consistently describe the TBA expectations, activities and hours.

**Cause**

The District was not adjusting Form 320 data for those students who did not participate for a minimum amount of To Be Arranged Hours. In addition, course materials are not consistent with each other.

**Recommendation**

We recommend the District review participation records for all To Be Arranged courses and remove contact hours for those students who are not participating. We also recommend the District review all TBA course outline, catalogs and course schedule material, and syllabi to verify that TBA is appropriately noticed and described.

**District Response**

The District concurs with the finding and has taken corrective measures to ensure all TBA hours are correctly reported. All hours that were reported in the final CCFS Form 320 were corrected and in compliance. To ensure future compliance, a checklist of the compliance elements will be developed for all courses with TBA hours. Faculty is now required to review the checklist and submit it to the appropriate dean, along with appropriate TBA-related supporting documentation. The internal auditor and the instruction offices will audit to ensure that appropriate documentation supports the actual hours reported for compliance.

# SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS FOR THE YEAR ENDED JUNE 30, 2011

Except as specified in previous sections of this report, summarized below is the current status of all audit findings reported in the prior year's schedule of audit findings and questioned costs.

***Financial Statement Findings***

**2010-1 - Finding – Student Financial Aid Cluster, Pell Grants, CFDA # 84.063**
*Significant Deficiency – Internal Control Over Compliance*

**Criteria or Specific Requirement**

OMB A133 compliance supplement guidelines in Part 5, Cluster Programs for Student Financial Aid includes requirements that a District calculate funds not earned by students receiving financial aid and submit a report to a centralized reporting system within prescribed timelines. The critical timelines for this process are as follows: 1) determine the student's withdrawal date within 30 days after the student withdrew, 2) return the unearned Title IV funds within 45 days after the date the District determined the student withdrew, and 3) report the student to NSLDS (national system database), within 45 days from the date the student is notified of overpayment.

**Condition**

We reviewed the transactions related to seventeen students at Diablo Valley College and noted the following: in six cases the district did not meet the timeline for requirement #1, in seven cases the District did not meet the timeline for requirement #2. In addition, we reviewed eighteen students at Los Medanos College and noted that in eleven cases the District did not meet the timeline for requirement #1, and in seventeen cases the District did not meet the timeline for requirement #2.

**Questioned Costs**

None, as the report was prepared accurately but was not timely filed.

**Context**

We reviewed the reporting of withdrawals and other dates between December 2009 and June 2010 for seventeen students from Diablo Valley College and eighteen students from Los Medanos College, and five students from Contra Costa College.

**Effect**

Information on the NSDL website was not updated timely. As a result, there is a potential risk that the student would be able to obtain a grant from another college without the other institution being aware there is a repayment requirement at another District.

**Cause**

In Fall 2009 it was noted by Student Financial Aid department personnel that the automated system performing the Return to Title IV calculations was not operating correctly. The departments put a hold on the inaccurate automated calculations to investigate the problem. The calculation method was then switched to manual calculation. The time needed to investigate the problem and to define the manual method caused delays in processing, which resulted in the District missing the required timelines.

**Recommendation**

The Financial Aid Departments should be proactive in monitoring progress on meeting timelines and interact with other departments to resolve issues on a more timely basis as they occur.

**Current Status**

Implemented

**2010-2 Finding – Instructional Material Fees**
*Significant Deficiency – Compliance*

**Criteria or Specific Requirement**

Per Education Code Section 76355, districts are permitted to require students to purchase instructional materials, but must demonstrate that the District supplies the materials at a cost that is no more than the district's actual cost.

**Condition**

It was noted that one course Health Care Provider, CPR, RNURS-014-205-2053 charged an instructional material fee that appeared to exceed the cost for the instructional materials required for the class.

**Questioned Costs**

None.

**Context**

We reviewed nine instructional material fees in order to determine if the instructional material fees charged were within allowable guidelines.

**Effect**

The District was not in compliance with the requirement for the upper limit on the amount established as instructional material fees.

**Cause**

The documentation provided for the purchase of the instructional materials indicated that a bulk purchase allowed the District to purchase the items for $1.66 each however, the instructional material fee was set at $3.00.

**Recommendation**

The District should ensure that instructional material fees are limited to the actual purchase costs of the materials.

**Current Status**

Implemented

**2010-3 Finding – Calworks**
*Significant Deficiency - Compliance*

**Criteria or Specific Requirement**

Calworks requirements are incorporated in Education Code 79200-79203 & 84759 and the CalWORKS Program Handbook Section V (Eligibility Determination) and requirements of the State System's Office requires certain eligibility documents to be obtained and included within student files as support for eligibility determinations. Education code and the Handbook also indicate that the student's eligibility should be verified at the beginning of each semester.

**Condition**

Contra Costa College does not have a procedure in place to document and maintain the required eligibility documentation through the County Welfare Department for each academic term the recipient was served. In addition, the eligibility of CalWORKS program was not verified at each academic term.

**Questioned Costs**

State Calworks expenditures for Contra Costa College were $197,813.

**Context**

We reviewed eligibility documentation for 25 CalWORKS students at each of the three Colleges.

**Effect**

The College may be at risk of providing services to individuals who are not eligible to receive the specific services from the CalWORKS and/or TANF programs.

**Cause**

The College does not have a procedure in place to effectively coordinate with the County Welfare Department to ensure that required documentation is obtained for each academic term the recipient was served.

**Recommendation**

Contra Costa College should maintain documentation to support the eligibility of all individuals receiving services through the CalWORKS and TANF programs in one central program area to support that services are properly provided. Student files should be checked at the beginning of each semester to determine that all required documents are included as well as the required certification from the County. Use of a checklist may assist in ensuring the student files are well organized and complete.

**Current Status**

Implemented.

**2010-4 Finding – Concurrent Enrollment**
*Significant Deficiency – Compliance*

**Criteria or Specific Requirement**

A community college district may claim FTES for the attendance of K-12 pupils who take courses offered by the district under the concurrent enrollment arrangement only if it complies with specific conditions. Per Education Code Section 48800(a), the District governing board may authorize those pupils, upon recommendation of the principal of the pupil's school of attendance, and with parental consent, to attend a community college during any session or term.

In addition, Education Code 76002(a)(4) states that not more than 10% of concurrent student enrollment in a physical education course can be claimed for apportionment.

**Condition**

During our testing of concurrently enrolled students, we noted the following:

- Authorizations - none of the 25 students tested at Contra Costa College had evidence of approval from the principal of the pupil's school of attendance to attend the college courses.
- Physical Education Courses - PE-002-7568 and PE-014-758 at Los Medanos College and PE-098-6211 and PE-098-4621 at Contra Costa College had more than 10% of concurrent students enrolled.

**Questioned Costs**

Total FTES overstated is 1.902.

**Context**

- We reviewed 25 concurrently enrolled student files and reports at Contra Costa College, Diablo Valley College, and Los Medanos College from the Fall 2009 and Spring 2010 semesters.
- 17 physical education courses were reviewed between the three within the District with four of the 17 being found to be over the 10% limit.

**Effect**

The District was out of compliance with the State requirements regarding maintaining evidence of approvals from the principal for the special full time and part time students and the limits placed on concurrent enrollment on physical education courses and therefore overstated apportionment by the amount of concurrent students that should have been removed.

**Cause**

- Contra Costa College was using a form that did not include a field for a signature of the principal for the concurrent students tested.
- Contra Costa College and Los Medanos College do not appear to have a process to review for compliance with this requirement.

**Recommendation**

The District should work with the College to develop procedures to obtain the necessary approvals for the concurrently enrolled students and limits on enrollment used for FTES reporting in order to be in compliance with the State requirements.

**Current Status**

Implemented.

## APPENDIX C

## PROPOSED FORM OF OPINION OF BOND COUNSEL

[Date of Delivery]

Governing Board
Contra Costa Community College District
Martinez, California

Contra Costa Community College District
2012 General Obligation Refunding Bonds
(Final Opinion)

Ladies and Gentlemen:

We have acted as bond counsel to the Contra Costa Community College District (the "District"), which is located in the County of Contra Costa, California (the "County"), in connection with the issuance by the District of $106,565,000 aggregate principal amount of bonds designated as "Contra Costa Community College District 2012 General Obligation Refunding Bonds" (the "Bonds"). The Bonds are authorized by a resolution of the Governing Board of the District adopted on October 10, 2012 (the "Resolution"), and issued pursuant to a paying agent agreement dated as of November 1, 2012 (the "Paying Agent Agreement") by and between the District and The Bank of New York Mellon, N.A. as paying agent (the "Paying Agent").

In such connection, we have reviewed the Resolution, the Paying Agent Agreement, the tax certificate of the District for the Bonds dated the date hereof (the "Tax Certificate"), certificates of the District, the County, and others, and such other documents and matters to the extent we deemed necessary to render the opinions set forth herein.

The opinions expressed herein are based on an analysis of existing laws, regulations, rulings and court decisions and cover certain matters not directly addressed by such authorities. Such opinions may be affected by actions taken or omitted or events occurring after the date hereof. We have not undertaken to determine, or to inform any person, whether any such actions are taken or omitted or events do occur or any other matters come to our attention after the date hereof. Accordingly, this letter speaks only as of its date and is not intended to, and may not, be relied upon or otherwise used in connection with any such actions, events or matters. Our engagement with respect to the Bonds has concluded with their issuance, and we disclaim any obligation to update this letter. We have assumed the genuineness of all documents and signatures presented to us (whether as originals or as copies) and the due and legal execution and delivery thereof by, and validity against, any parties other than the District. We have assumed, without undertaking to verify, the accuracy of the factual matters represented, warranted or certified in the documents referred to in the second paragraph hereof. Furthermore, we have assumed compliance with all covenants and agreements contained in the Paying Agent Agreement, Escrow Agreement, and the Resolution. We call attention to the fact that the rights and obligations under the Bonds, the Escrow Agreement, the Paying Agent Agreement, and the Resolution and their enforceability may be subject to bankruptcy, insolvency, reorganization, arrangement, fraudulent conveyance, moratorium and other laws relating to or affecting creditors' rights, to the application of equitable principles, to the exercise of judicial discretion in appropriate cases, and to the limitations on legal remedies against school districts and counties in the State of California. We express no opinion with respect to any indemnification, contribution, penalty, arbitration, judicial reference, choice of law, choice of forum, choice of venue, waiver or severability provisions contained in the documents mentioned in the preceding sentence. Our services did not include financial or other non legal advice. Finally, we undertake no responsibility for the accuracy, completeness or fairness of the Official Statement or other offering material relating to the Bonds and express no opinion with respect thereto.

Based on and subject to the foregoing and in reliance thereon, as of the date hereof, we are of the following opinions:

1. The Bonds constitute valid and binding obligations of the District.

2. The Paying Agent Agreement constitutes a valid and binding obligation of the District.

3. The Board of Supervisors of the County has power and is obligated to levy *ad valorem* taxes without limitation as to rate or amount upon all property within the District's boundaries subject to taxation by the District (except certain personal property which is taxable at limited rates) for the payment of the Bonds and the interest thereon.

4. Interest on the Bonds is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986. Interest on the Bonds is not a specific preference item for purposes of the federal individual and corporate alternative minimum taxes, but is included in adjusted current earnings when calculating corporate alternative minimum taxable income. Interest on the Bonds is exempt from State of California personal income taxes. We express no opinion regarding any other tax consequences related to the ownership or disposition of, or the accrual or receipt of interest on, the Bonds.

Faithfully yours,

ORRICK, HERRINGTON & SUTCLIFFE LLP

per

**APPENDIX D**

**FORM OF CONTINUING DISCLOSURE CERTIFICATE**

**$106,565,000**
**CONTRA COSTA COMMUNITY COLLEGE DISTRICT**
**(Contra Costa County, California)**
**2012 General Obligation Refunding Bonds**

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the Contra Costa Community College District (the "District") in connection with the issuance of the above-named bonds (collectively, the "Bonds"). The Bonds are being issued as authorized by a resolution adopted by the Board of Trustees of the District on October 10, 2012, and in accordance with the terms of a Paying Agent Agreement, dated as of November 1, 2012 (the "Paying Agent Agreement"), by and between the District and The Bank of New York Mellon Trust Company, N.A., as paying agent (the "Paying Agent"). The District covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the District for the benefit of the Holders and Beneficial Owners of the Bonds and in order to assist the Participating Underwriters in complying with Securities and Exchange Commission Rule 15c2-12(b)(5).

SECTION 2. Definitions. In addition to the definitions set forth in the Paying Agent Agreement, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Annual Report" shall mean any Annual Report provided by the District pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

"Beneficial Owner" shall mean any person which has or shares the power, directly or indirectly, to make investment decisions concerning ownership of any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries).

"Dissemination Agent" shall mean the District, or any successor Dissemination Agent designated in writing by the District and which has filed with the District a written acceptance of such designation.

"Holder" shall mean the person in whose name any Bond shall be registered.

"Listed Events" shall mean any of the events listed in Section 5(a) or (b) of this Disclosure Certificate.

"MSRB" shall mean the Municipal Securities Rulemaking Board or any other entity designated or authorized by the Securities and Exchange Commission to receive reports pursuant to the Rule. Until otherwise designated by the MSRB or the Securities and Exchange Commission, filings with the MSRB are to be made through the Electronic Municipal Market Access (EMMA) website of the MSRB, currently located at *http://emma.msrb.org*.

"Participating Underwriters" shall mean E. J. De La Rosa & Co., Inc. and Backstrom McCarley Berry & Co., LLC, the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

"Rule" shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

SECTION 3. Provision of Annual Reports.

(a) The District shall, or shall cause the Dissemination Agent to, not later than nine months after the end of the District's fiscal year (currently ending June 30), commencing with the report for the 2011-12 Fiscal Year (which is due not later than April 1, 2013), provide to each Repository an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report must be submitted in electronic format, accompanied by such identifying information as is prescribed by the MSRB, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided, that the audited financial statements of the District may be submitted separately from the balance of the Annual Report and later than the date required above for the filing of the Annual Report if they are not available by that date. If the District's fiscal year changes, it shall give notice of such change in the same manner as for a Listed Event under Section 5(c). The Annual Report shall be submitted on a standard form in use by industry participants or other appropriate form and shall identify the Bonds by name and CUSIP number.

(b) Not later than 15 business days prior to said date, the District shall provide the Annual Report to the Dissemination Agent (if other than the District). If the District is unable to provide to the MSRB an Annual Report by the date required in subsection (a), the District shall send a notice to the MSRB in substantially the form attached as Exhibit A.

(c) The Dissemination Agent shall (if the Dissemination Agent is other than the District) file a report with the District certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided to the MSRB.

SECTION 4. Content of Annual Reports. The District's Annual Report shall contain or include by reference the following:

* Audited financial statements of the District for the preceding fiscal year, prepared in accordance with the laws of the State of California and including all statements and information prescribed for inclusion therein by the Controller of the State of California. If the District's audited financial statements are not available by the time the Annual Report is required to be provided to the MSRB pursuant to Section 3(a), the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained in the final Official Statement, and the audited financial statements shall be filed in the same manner as the Annual Report when they become available.

To the extent not included in the audited financial statement of the District, the Annual Report shall also include the following:

* Adopted budget of the District for the current fiscal year, or a summary thereof, and any interim budget reports approved as of the date of filing of the Annual Report.
* District average daily attendance.
* District outstanding debt.
* Information regarding total assessed valuation of taxable properties within the District, if and to the extent provided to the District by the County.
* Information regarding total secured tax charges and delinquencies on taxable properties within the District, if and to the extent provided to the District by the County.

Any or all of the items listed above may be set forth in one or a set of documents or may be included by specific reference to other documents, including official statements of debt issues of the District or related public entities, which have been made available to the public on the MSRB's website. The District shall clearly identify each such other document so included by reference.

SECTION 5. Reporting of Significant Events.

(a) The District shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Bonds not later than ten business days after the occurrence of the event:

1. Principal and interest payment delinquencies;

2. Unscheduled draws on debt service reserves reflecting financial difficulties;

3. Unscheduled draws on credit enhancements reflecting financial difficulties;

4. Substitution of credit or liquidity providers, or their failure to perform;

5. Adverse tax opinions or issuance by the Internal Revenue Service of proposed or final determination of taxability or of a Notice of Proposed Issue (IRS Form 5701 TEB);

6. Tender offers;

7. Defeasances;

8. Rating changes; or

9. Bankruptcy, insolvency, receivership or similar event of the obligated person.

Note: for the purposes of the event identified in subparagraph (9), the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for an obligated person in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the obligated person, or if such jurisdiction has been assumed by leaving the existing governmental body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the obligated person.

(b) The District shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Bonds, if material, not later than ten business days after the occurrence of the event:

1. Unless described in paragraph 5(a)(5), other material notices or determinations by the Internal Revenue Service with respect to the tax status of the Bonds or other material events affecting the tax status of the Bonds;

2. Modifications to rights of Bond holders;

3. Optional, unscheduled or contingent Bond calls;

4. Release, substitution, or sale of property securing repayment of the Bonds;

5. Non-payment related defaults;

6. The consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake

such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms; or

7. Appointment of a successor or additional trustee or the change of name of a trustee.

(c) The District shall give, or cause to be given, in a timely manner, notice of a failure to provide the annual financial information on or before the date specified in Section 3, as provided in Section 3(b).

(d) Whenever the District obtains knowledge of the occurrence of a Listed Event described in Section 5(b), the District shall determine if such event would be material under applicable federal securities laws.

(e) If the District learns of the occurrence of a Listed Event described in Section 5(a), or determines that knowledge of a Listed Event described in Section 5(b) would be material under applicable federal securities laws, the District shall within ten business days of occurrence file a notice of such occurrence with the MSRB in electronic format, accompanied by such identifying information as is prescribed by the MSRB. Notwithstanding the foregoing, notice of the Listed Event described in subsection (b)(3) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to Holders of affected Bonds pursuant to the Resolution.

SECTION 6. Termination of Reporting Obligation. The District's obligations under this Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds. If such termination occurs prior to the final maturity of the Bonds, the District shall give notice of such termination in the same manner as for a Listed Event under Section 5(e).

SECTION 7. Dissemination Agent. The District may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The Dissemination Agent shall not be responsible in any manner for the content of any notice or report prepared by the District pursuant to this Disclosure Certificate. The initial Dissemination Agent shall be the District.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Certificate, the District may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, provided that the following conditions are satisfied:

(a) If the amendment or waiver relates to the provisions of Sections 3(a), 4, or 5(a) or (b), it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature or status of an obligated person with respect to the Bonds, or the type of business conducted;

(b) The undertaking, as amended or taking into account such waiver, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule at the time of the original issuance of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(c) The amendment or waiver does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the Holders or Beneficial Owners of the Bonds.

In the event of any amendment or waiver of a provision of this Disclosure Certificate, the District shall describe such amendment in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the District. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given in the same manner as for a Listed Event under Section 5(e), and (ii) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

SECTION 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the District from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the District chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the District shall have no obligation under this Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the District to comply with any provision of this Disclosure Certificate any Holder or Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the District to comply with its obligations under this Disclosure Certificate; provided, that any such action may be instituted only in Superior Court of the State of California in and for the County of Contra Costa or in U.S. District Court in or nearest to the County. A default under this Disclosure Certificate shall not be deemed an event of default under the Paying Agent Agreement, and the sole remedy under this Disclosure Certificate in the event of any failure of the District to comply with this Disclosure Certificate shall be an action to compel performance.

SECTION 11. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the District, the Dissemination Agent, the Participating Underwriters and Holders and Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

Date: November 15, 2012.

CONTRA COSTA COMMUNITY COLLEGE DISTRICT

By _____
Authorized District Representative

**CONTINUING DISCLOSURE EXHIBIT A**

FORM OF NOTICE TO THE MUNICIPAL SECURITIES RULEMAKING BOARD
OF FAILURE TO FILE ANNUAL REPORT

| | |
|---|---|
| Name of District: | CONTRA COSTA COMMUNITY COLLEGE DISTRICT |
| Name of Bond Issue: | CONTRA COSTA COMMUNITY COLLEGE DISTRICT 2012 GENERAL OBLIGATION REFUNDING BONDS |
| Date of Issuance: | November 15, 2012 |

NOTICE IS HEREBY GIVEN that the District has not provided an Annual Report with respect to the above-named Bonds as required by Section 4 of the Continuing Disclosure Certificate of the District, dated the Date of Issuance. [The District anticipates that the Annual Report will be filed by _____.]

Dated: _____

CONTRA COSTA COMMUNITY COLLEGE DISTRICT

_____[to be signed only if filed]_____

## APPENDIX E

## CONTRA COSTA COUNTY
## INVESTMENT POLICY AND
## DESCRIPTION OF INVESTMENT POOL

*The following information has been furnished by the Office of the Treasurer-Tax Collector, County of Contra Costa. It describes (i) the policies applicable to investment of District funds, including bond proceeds and tax levies, and funds of other agencies held by the County Treasurer and (ii) the composition, carrying amount, market value and other information relating to the investment pool. Further information may be obtained directly from the Treasurer-Tax Collector, 625 Court Street, Room 100, Martinez, California, 94553, phone number (925) 957-2850.*

**CONTRA COSTA COUNTY INVESTMENT POOL**

**TREASURER'S QUARTERLY INVESTMENT REPORT**

# CONTRA COSTA COUNTY

## TREASURER'S

# ANNUAL INVESTMENT POLICY

FISCAL YEAR 2012-2013

APPROVED BY THE BOARD OF SUPERVISORS

JUNE 2012

The Contra Costa County Treasurer will annually present to both the Board of Supervisors (Board) and the Treasury Oversight Committee (Committee) a statement of investment policy, which the Board shall review and approve at a public meeting. Any changes in the policy shall also be reviewed and approved by the Board at a public meeting (Gov't Code §53646(a)(1)).

**OFFICE OF COUNTY TREASUER-TAX COLLCTOR**
625 COURTS STREET, ROOM 100
MARTINEZ, CALIFORNIA 94553

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CONTRA COSTA COUNTY

# TREASURER'S ANNUAL INVESTMENT POLICY

## 1.0 PURPOSE

The purpose of this Investment Policy (Policy) is to establish cash management and investment guidelines of surplus funds entrusted to the care of the Contra Costa County Treasurer's Office (Treasurer's Office) in accordance with applicable sections of California Government Code. All portfolio activities will be judged by the standards of the Policy and its ranking of investment objectives.

## 2.0 SCOPE

This Policy applies to all funds over which the Treasurer's Office has been granted fiduciary responsibility and direct control for their management.

## 3.0 PARTICIPANTS

This Policy restricts deposits to those agencies mandated by California Government Code as treasury deposits. However, subject to the consent of the Treasurer's Office and in accordance with section 53684, exemptions may be granted to non-mandatory depositing agencies, if it is determined that the additional deposit provides a benefit to the investment pool as a whole while not creating unmanageable liquidity risk.

## 4.0 IMPLEMENTATION

In order to provide direction to those responsible for management of surplus funds, the County Treasurer has established this Policy and presented it to the Treasury Oversight Committee and the Board of Supervisors, and has made available the report to the legislative body of local agencies that participates in the County Treasurer's investment program.

The Policy explains investable funds; authorized instruments; credit quality required; maximum maturities and concentrations; collateral requirements; qualifications of broker-dealers and financial institutions doing business with, or on behalf of, the County; limits on gifts and honoraria; the reporting requirements; the Treasury Oversight Committee; the manner of appropriating costs; and the criteria to request withdrawal of funds.

## 5.0 OBJECTIVES

**Gov't Code §53600.5:** When investing, reinvesting, purchasing, acquiring, exchanging, selling or managing 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 controls.

**5.1 Safety** of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. The objective will be to mitigate credit risk and market risk.

**5.1.a** *Credit Risk*

The Treasurer will minimize credit risk, the risk of loss due to the failure of the security issuer or backer, by:

1. Limiting investments to the safest type of securities

2. Pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisers with which the Treasurer's Office will do business
3. Diversifying the investment portfolio so that potential losses on individual securities will be minimized.

**5.1.b** *Market Risk*

The Treasurer's Office will minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates, by:

1. Structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity
2. Investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

**5.2 Liquidity:** The investment portfolio shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated. This is accomplished by structuring the portfolio so that securities mature concurrent with cash needs to meet anticipated demands. Furthermore, since all possible cash demands cannot be anticipated, the portfolio should consist largely of securities with active secondary or resale markets. A portion of the portfolio also may be placed in money market mutual funds or local government investment pools which offer same-day liquidity for short-term funds.

**5.3 Yield:** The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and liquidity needs. Return on investment is of secondary importance compared to the safety and liquidity objectives described above. The core of investments is limited to relatively low risk securities in anticipation of earning a fair return relative to the risk being assumed. Securities may be sold prior to maturity when deemed prudent and necessary. Reasons of selling include but not limited to:

1. **A security with declining credit may be sold early to minimize loss of principal.**
2. **A security swap would improve the quality, yield, or target duration in the portfolio.**
3. **Liquidity needs of the portfolio require that the security be sold.**
4. **Portfolio rebalancing would bring the portfolio back into compliance.**

Investments will be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

**5.4 Public Trust:** All investments will be in conformance with state law and county ordinances and policies. The investment of public funds is a task that must maintain the public trust.

## 6.0 GENERAL STRATEGY

**6.1 Buy and Hold:** The Treasurer will generally use the passive investment strategy known as BUY AND HOLD whereas securities are purchased with the intent of holding them to maturity. Interest income and the reinvestment of interest income usually are the only sources of return in the portfolio.

The investment program will focus on purchasing securities that will limit or reduce the potential default risk and ensure the reliability of cash flows from interest income. Generally, purchases will be laddered throughout the portfolio in order to minimize the number and cost of investment transactions.

**6.2 Directed Investment:** Local agencies may direct the investment, exchange, liquidation and reinvestment of their assets, but must meet the provisions of the investment objectives of this policy. The withdrawal of funds in the Treasury shall coincide with investment maturities or authorized sales of securities by the local agency's legislative or governing body.

## 7.0 STANDARD OF CARE

The following policies are designed in accordance with Government Code to provide transparency to the investment program while enhancing portfolio controls:

**7.1 Prudent Investor Standard:** **"**Governing bodies of local agencies or persons authorized to make investment decisions on behalf of those local agencies investing public funds are trustees and therefore fiduciaries subject to the prudent investor standard. When investing, reinvesting, purchasing, acquiring, exchanging, selling or managing public funds, a trustee shall act with care, skill, prudence and diligence under the circumstances then prevailing, that a prudent person acting in a like capacity and familiarity with those matters 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. Within the limitations of this section and considering individual investments as part to an overall strategy, investments may be acquired as authorized by law." (Gov't Code §53600.3.1)

**7.2 Limits on Honoraria, Gifts, and Gratuities**

In accordance with California Government Code Section 27133(d), this Policy establishes limits for the Director of Finance; individuals responsible for management of the portfolios; and members of the Investment Group and Review Group who direct individual investment decisions, select individual investment advisors and broker/dealers, and conduct day-to-day investment trading activity. The limits also apply to members of the Oversight Committee. Any individual who receives an aggregate total of gifts, honoraria and gratuities in excess of $50 in a calendar year from a broker/dealer, bank or service provider to the Pooled Investment Fund must report the gifts, dates and firms to the designated filing official and complete the appropriate State forms.

No individual may receive aggregate gifts, honoraria, and gratuities in a calendar year in excess of the amount specified in Section 18940.2(a) of Title 2, Division 6 of the California Code of Regulations. This limitation is $420 for the period January 1, 2011, to December 31, 2012. Any violation must be reported to the State Fair Political Practices Commission.

*Please refer to the Contra Costa County Treasurer-Tax Collector's Conflict of Interest Code for further explanation of the prohibited activities, and their enforcements and exceptions.*

**7.3 Delegation of Authority**

**7.4.a** Subject to Section 53607, the board of supervisors may, by ordinance, delegate to the county treasurer the authority to invest or reinvest the funds of the county and the funds of other depositors in the county treasury, pursuant to Chapter 4 (commencing with Section 53600) of Part 1 of Division 2 of Title 5. The county treasurer shall thereafter assume full responsibility for those transactions until the board of supervisors either revokes its delegation of authority, by ordinance, or decides not to renew the annual delegation, as provided in Section 53607 (Gov't Code §27000.1).

**7.4.b** The authority of the legislative body to invest or to reinvest funds of a local agency, or to sell or exchange securities so purchased, may be delegated for a one-year period by the legislative body to the treasurer of the local agency, who shall thereafter assume full responsibility for those transactions until the delegation of authority is revoked or

expires, and shall make a monthly report of those transactions to the legislative body. Subject to review, the legislative body may renew the delegation of authority pursuant to this section each year (Gov't Code §53607).

**7.4.c** Responsibility for the operation of the investment program is hereby delegated to the County Treasurer, who shall act in accordance with established written procedures and internal controls for the operation of the investment program consistent with this investment policy. Procedures include references to: safekeeping, delivery vs. payment, investment accounting, repurchase agreements, wire transfer agreements, and collateral/depository agreements. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established by the County Treasurer.

**7.5 Treasury Oversight Committee:** In compliance with a Board Order of the Contra Costa County Board of Supervisors, the County Contra Costa County Treasury Oversight Committee was established in November 6 of 1995. The intent of the Committee is to allow local agencies, including school districts, as well as the public, to participate in reviewing the policies that guide the investment of public funds. The mandate for the existence of the Committee was suspended in 2004 by the State of California; however, the Committee serves an important function and the Treasurer's Office has elected to continue the program.

**7.5.a** The Committee shall annually review and monitor the County's Investment Policy.

**7.5.b** The Committee shall cause an annual audit to determine the County Treasurer's compliance with the Investment Policy and all investment funds in the county Treasury.

## 8.0 SAFEKEEPING AND CUSTODY

**8.1 Delivery vs. Payment:** All trades of marketable securities will be executed (cleared and settled) on a delivery vs. payment (DVP) basis to ensure that securities are deposited in the County Treasurer's safekeeping institution prior to the release of funds.

**8.2 Third-party Safekeeping:** Securities will be held by an independent third-party safekeeping institution selected by the County Treasurer. All securities will be evidenced by safekeeping receipts in the County's name or in a name designated by the County Treasurer. The safekeeping institution shall annually provide a copy of its most recent report on internal controls - Service Organization Control Reports (formerly 70, or SAS 70) prepared in accordance with the Statement on Standards for Attestation Engagements (SSAE) No. 16 (effective June 15, 2011.)

**8.2.a** A local agency purchasing or obtaining any securities prescribed in this section, in a negotiable, bearer, registered or non-registered format, shall require delivery of the securities to the local agency, including those purchased for the agency by financial advisors, consultants or managers using the agency's funds, by book entry, physical delivery or by third-party custodial agreement. The transfer of securities to the counterparty bank's customer book-entry account may be used for book-entry delivery. For purposes of this section, "counterparty" means the other party to the transaction. A counterparty bank's trust department or separate safekeeping department may be used for the physical delivery of the security if the security is held in the name of the local agency. Where this section specifies a percentage limitation for a particular category of investment, that percentage is applicable only at the date of purchase. Where this section does not specify a limitation on the term of remaining maturity at the time of

the investment, no investment shall be made in any security other than a security underlying a repurchase or reverse repurchase agreement authorized by this section.

**8.2.b** In compliance with this section, the securities of Contra Costa County and its agencies shall be in safekeeping at The Bank of New York Trust Company, N. A., a counterparty bank's trust department or as defined in the debt indenture and contract.

**8.3 Internal Controls:** The County Treasurer is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Treasurer are protected from loss, theft or misuse. Specifics for the internal controls shall be documented in an investment procedures manual that shall be reviewed and updated periodically by the County Treasurer.

The internal control structure shall be designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

## 9.0 AUTHORIZED BROKERS/DEALERS AND FINANCIAL INSTITUTIONS

**9.1** All transactions initiated on behalf of the Pooled Investment Fund and Contra Costa County shall be executed only through either of the following:

1. Government security dealers reporting as primary dealers to the Market Reports Division of the Federal Reserve Bank of New York;
2. Banks and financial institutions that directly issue their own securities which have been placed on the Approved List of Broker/Dealers and Financial Institutions;
3. Brokers/dealers in the State of California approved by the County Treasurer based on the reputation and expertise of the company and individuals employed.

**Broker/dealers and financial institutions which have exceeded the political contribution limits as contained in Rule G-37 of the Municipal Securities Rulemaking Board within a four year period to the County Treasurer or an member of the governing board of a local agency or any candidate for those offices, are prohibited from the Approval List of Broker/Dealers and Financial Institutions.**

**9.2 Qualifications:** All financial institutions and broker/dealers who desire to become qualified for investment transactions must complete Contra Costa County Treasurer's Office Broker/Dealer Due Diligence Questionnaire which can be obtained at www.cctax.us.An annual review of the financial condition and registration of qualified financial institutions and broker/dealers will be conducted by the Treasurer's Office.

**9.3 List of Approved Financial Institutions, Security Brokers and Dealers**
A list will be maintained of financial institutions authorized to provide investment services. In addition, a list also will be maintained of approved security broker/dealers selected by creditworthiness and qualifications stated in section 9.2. However, the County Treasury will not be limited to the financial institutions and brokers/dealers on the list. Others will be included as long as conditions for authorized financial institutions and brokers/dealers set forth in this Policy are met. Additionally, deletions and additions are based on the maintenance of required credit quality as rated by a nationally recognized statistical-rating organization (NRSRO) or reliable financial sources.

## 10.0 SUITABLE AND AUTHORIZED INVESTMENTS

**10.1 Authorized Investment Types:** (Gov't Code §53601 et seq.) The legislative body of a local agency having moneys in a sinking fund or moneys in its treasury not required for the immediate

needs of the local agency may invest any portion of the moneys that it deems wise or expedient in those investments set forth below. A local agency purchasing or obtaining any securities prescribed in this section, in a negotiable, bearer, registered, or nonregistered format, shall require delivery of the securities to the local agency, including those purchased for the agency by financial advisers, consultants, or managers using the agency's funds, by book entry, physical delivery, or by third-party custodial agreement. The transfer of securities to the counterparty bank's customer book entry account may be used for book entry delivery.

For purposes of this section, "counterparty" means the other party to the transaction. A counterparty bank's trust department or separate safekeeping department may be used for the physical delivery of the security if the security is held in the name of the local agency. Where this section specifies a percentage limitation for a particular category of investment, that percentage is applicable only at the date of purchase. Where this section does not specify a limitation on the term or remaining maturity at the time of the investment, no investment shall be made in any security, other than a security underlying a repurchase or reverse repurchase agreement or securities lending agreement authorized by this section, that at the time of the investment has a term remaining to maturity in excess of five years, unless the legislative body has granted express authority to make that investment either specifically or as a part of an investment program approved by the legislative body no less than three months prior to the investment:

**10.1.a** **Bonds issued by the local agencies**, including bonds payable solely out of the revenues from a revenue-producing property, owned, controlled, or operated by the local agency or by a department, board, agency or authority of the local agency.

**10.1.b** **United States Treasury notes, bonds, bills or certificates of indebtedness**, or those for which the faith and credit of the United States are pledged for the payment of principal and interest.

**10.1.c** **Registered state warrants or treasury notes or bonds of this state**, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the state or by a department, board, agency or authority of the state.

**10.1.d** **Registered treasury notes or bonds of any of the other 49 states** in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 states, in addition to California.

**10.1.e** **Bonds, notes, warrants or other evidences of indebtedness of any local agency within this state**, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled or operated by the local agency, or by a department, board, agency or authority of the local agency.

**10.1.f** **Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments**, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises.

**10.1.g** **Bankers acceptances otherwise known as bills of exchange or time drafts** drawn on and accepted by a commercial bank. Purchases of banker’s acceptances may not exceed 180 days’ maturity or 40 percent of the agency’s money that may be invested pursuant to this section. However, no more than 30 percent of the agency’s money may be invested in the banker’s acceptances of any one commercial bank pursuant to this section. This subdivision does not preclude a municipal utility district from investing any

money in its treasury in any manner authorized by the Municipal Utility District Act (Division 6, commencing with Section 11501, of the Public Utilities Code).

**10.1.h** **Commercial paper** of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization (NRSRO). The entity that issues the commercial paper shall meet all of the following conditions in either paragraph (i) or paragraph (ii):

**1.** The entity meets the following criteria:

**A.** Is organized and operating in the United States as a general corporation.

**B.** Has total assets in excess of five hundred million dollars ($500,000,000).

**C.** Has debt other than commercial paper, if any, that is rated "A" or higher by a nationally recognized statistical-rating organization (NRSRO).

**2.** The entity meets the following criteria:

**A.** Is organized within the United States as a special purpose corporation, trust, or limited liability company.

**B.** Has program-wide credit enhancements including, but not limited to, over collateralization, letters of credit, or surety bond.

**C.** Has commercial paper that is rated "A-1" or higher, or the equivalent, by a nationally recognized statistical-rating organization (NRSRO).

Eligible commercial paper shall have a maximum maturity of 270 days or less. Local agencies, other than counties or a city and county, may invest no more than 25 percent of their moneys in eligible commercial paper. Local agencies, other than counties or a city and county, may purchase no more than 10 percent of the outstanding commercial paper of any single issuer. Counties or a city and county may invest in commercial paper pursuant to the concentration limits in subdivision (a) of Section 53635:

**i.** Not more than 40 percent of the local agency's money may be invested in eligible commercial paper.

**ii.** Not more than 10 percent of the total assets of the investments held by a local agency may be invested in any one issuer's commercial paper.

**10.1.i** **Negotiable certificates of deposit** issued by a nationally- or state-chartered bank or a savings association or federal association (as defined by Section 5102 of the Financial Code), a state or federal credit union, or by a state-licensed branch of a foreign bank. Purchases of negotiable certificates of deposit may not exceed 30 percent of the agency's money that may be invested pursuant to this section. For purposes of this section, negotiable certificates of deposits do not come within Article 2 (commencing with Section 53630), except that the amount so invested shall be subject to the limitations of Section 53638. The legislative body of a local agency and the treasurer or other official of the local agency having legal custody of the money are prohibited from investing local agency funds, or funds in the custody of the local agency, in negotiable certificates of deposit issued by a state or federal credit union if a member of the legislative body of the local agency, or any person with investment decision making authority in the administrative office, manager's office, budget office, auditor-controller's office, or treasurer's office of the local agency also serves on the board of directors, or any committee appointed by the board of directors, or the credit committee or the supervisory committee of the state or federal credit union issuing the negotiable certificates of deposit.

### 10.1.j Repurchase and reverse repurchase agreements

1. Investments in ***repurchase agreements*** or ***reverse repurchase agreements*** of any securities authorized by this section, as long as the agreements are subject to this subdivision, including the delivery requirements specified in this section.

2. Investments in repurchase agreements may be made on any investment authorized in this section when the term of the agreement does not exceed one year. The market value of securities that underlay a repurchase agreement shall be valued at 102 percent or greater of the funds borrowed against those securities and the value shall be adjusted no less than quarterly. Since the market value of the underlying securities is subject to daily market fluctuations, the investments in repurchase agreements shall be in compliance if the value of the underlying securities is brought back up to 102 percent no later than the next business day.

3. Reverse repurchase agreements or securities lending agreements may be utilized only when all of the following conditions are met:

   **A.** The security to be sold using a reverse repurchase agreement or securities lending agreement has been owned and fully paid for by the local agency for a minimum of 30 days prior to sale.

   **B.** The total of all reverse repurchase agreements and securities lending agreements on investments owned by the local agency does not exceed 20 percent of the base value of the portfolio.

   **C.** The agreement does not exceed a term of 92 days, unless the agreement includes a written codicil guaranteeing a minimum earning or spread for the entire period between the sale of a security using a reverse repurchase agreement or securities lending agreement and the final maturity date of the same security.

   **D.** Funds obtained or funds within the pool of an equivalent amount to that obtained from selling a security to a counterparty using a reverse repurchase agreement or securities lending agreement shall not be used to purchase another security with a maturity longer than 92 days from the initial settlement date of the reverse repurchase agreement or securities lending agreement, unless the reverse repurchase agreement or securities lending agreement includes a written codicil guaranteeing a minimum earning or spread for the entire period between the sale of a security using a reverse repurchase agreement or securities lending agreement and the final maturity date of the same security.

4. Prior approval of the governing body; only with primary dealers:

   **A.** Investments in reverse repurchase agreements, securities lending agreements, or similar investments in which the local agency sells securities prior to purchase with a simultaneous agreement to repurchase the security may be made only upon prior approval of the governing body of the local agency and shall be made only with primary dealers of the Federal Reserve Bank of New York or with a nationally or state-chartered bank that has or has had a significant banking relationship with a local agency.

   **B.** For purposes of this policy, "significant banking relationship" means any of the following activities of a bank:

      **i.** Involvement in the creation, sale, purchase, or retirement of a local agency's bonds, warrants, notes, or other evidence of indebtedness.

**ii.** Financing of a local agency's activities.

**iii.** Acceptance of a local agency's securities or funds as deposits.

**5.** Definitions and terms of repos, securities and securities lending:

**A.** "Repurchase agreement" means a purchase of securities by the local agency pursuant to an agreement by which the counterparty seller will repurchase the securities on or before a specified date and for a specified amount and the counterparty will deliver the underlying securities to the local agency by book entry, physical delivery, or by third-party custodial agreement. The transfer of underlying securities to the counterparty bank's customer book-entry account may be used for book-entry delivery.

**B.** "Securities," for purposes of repurchase under this subdivision, means securities of the same issuer, description, issue date, and maturity.

**C.** "Reverse repurchase agreement" means a sale of securities by the local agency pursuant to an agreement by which the local agency will repurchase the securities on or before a specified date and includes other comparable agreements.

**D.** "Securities lending agreement" means an agreement under which a local agency agrees to transfer securities to a borrower who, in turn, agrees to provide collateral to the local agency. During the term of the agreement, both the securities and the collateral are held by a third party. At the conclusion of the agreement, the securities are transferred back to the local agency in return for the collateral.

**E.** For purposes of this section, the base value of the local agency's pool portfolio shall be that dollar amount obtained by totaling all cash balances placed in the pool by all pool participants, excluding any amounts obtained through selling securities by way of reverse repurchase agreements, securities lending agreements, or other similar borrowing methods.

**F.** For purposes of this section, the spread is the difference between the cost of funds obtained using the reverse repurchase agreement and the earnings obtained on the reinvestment of the funds.

**10.1.k** **Medium-term notes**, defined as all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States. Notes eligible for investment under this subdivision shall be rated "A" or better by an NRSRO. Purchases of medium-term notes shall not include other instruments authorized by this section and may not exceed 30 percent of the agency's moneys that may be invested pursuant to this section.

**10.1.l** **Shares of beneficial interest**

**1.** Shares of beneficial interest issued by diversified management companies that invest in the securities and obligations as authorized by subdivisions (a) to (k), inclusive, and subdivisions (m) to (o), inclusive, and that comply with the investment restrictions of this article and Article 2 (commencing with Section 53630). However, notwithstanding these restrictions, a counterparty to a reverse repurchase agreement or securities lending agreement is not required to be a primary dealer of the Federal Reserve Bank of New York if the company's board of directors finds that the counterparty presents a minimal risk of default, and the value of the securities

underlying a repurchase agreement or securities lending agreement may be 100 percent of the sales price if the securities are marked to market daily.

2. Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment Company Act of 1940 (l5 U.S.C. Sec. 80a-1 et seq.).

3. If investment is in shares issued pursuant to paragraph (1), the company shall have met either of the following criteria:

   **A.** Attained the highest ranking or the highest letter and numerical rating provided by not less than two NRSROs.

   **B.** Retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience investing in the securities and obligations authorized by subdivisions (a) to (k), inclusive, and subdivisions (m) to (o), inclusive, and with assets under management in excess of five hundred million dollars ($500,000,000).

4. If investment is in shares issued pursuant to paragraph (2), the company shall have met the following criteria:

   **A.** Attained the highest ranking or the highest letter and numerical rating provided by not less than two nationally recognized statistical rating organizations.

   **B.** Retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience investing in the securities and obligations authorized by subdivisions (a) to (k), inclusive, and subdivisions (m) to (o), inclusive, and with assets under management in excess of five hundred million dollars ($500,000,000).

5. The purchase price of shares of beneficial interest purchased pursuant to this subdivision shall not include any commission that the companies may charge and shall not exceed 20 percent of the agency's money that may be invested pursuant to this section. However, no more than 10 percent of the agency's funds may be invested in shares of beneficial interest of any one mutual fund pursuant to paragraph (1).

**10.1.m** **Moneys held by a trustee or fiscal agent** and pledged to the payment of security of bonds or other indebtedness, or obligations under a lease, installment sale, or other agreement of a local agency, or certificates of participation in those bonds, indebtedness, or lease installment sale, or other agreements, may be invested in accordance with the statutory provisions governing the issuance of those bonds, indebtedness, or lease installment sale, or other agreement, or to the extent not inconsistent therewith or if there are not specific statutory provision, in accordance with the ordinance, resolution, indenture, or agreement of the local agency providing for the issuance.

**10.1.n** **Notes, bonds, or other obligations that are at all times secured by a valid first-priority security interest** in securities of the types listed by Section 53651 as eligible securities for the purpose of securing local agency deposits having a market value at least equal to that required by Section 53652 for the purpose of securing local agency deposits. The securities serving as collateral shall be placed by delivery or book entry into the custody of a trust company or the trust department of a bank that is not affiliated with the issuer of the secured obligation, and the security interest shall be perfected in accordance with the requirements of the Uniform Commercial Code or federal regulations applicable to the types of securities in which the security interest is granted.

**10.1.o** **Any mortgage pass-through security, collaterialized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond** of a maximum of five years' maturity. Securities eligible for investment under this subdivision shall be issued by an issuer having an "A" or higher rating for the issuer's debt as provided by a nationally recognized rating service and rated in a rating category of "AA" or its equivalent or better by a nationally recognized rating service. Purchase of securities authorized by this subdivision may not exceed 20 percent of the agency's surplus money that may be invested pursuant to this section.

**10.1.p** **Shares of beneficial interest issued by a joint powers authority** organized pursuant to Section 6509.7 that invests in the securities and obligations authorized in subdivisions (a) to (n), inclusive. Each share shall represent an equal proportional interest in the underlying pool of securities owned by the joint powers authority. To be eligible under this section, the joint powers authority issuing shares shall have retained an investment adviser that meets all of the following criteria:

1. The adviser is registered or exempt from registration with the Securities and Exchange Commission.
2. The adviser has not less than five years of experience investing in the securities and obligations authorized in subdivisions (a) to (n) inclusive.
3. The adviser has assets under management in excess of five hundred million dollars ($500,000,000).

## 11.0 RESTRICTIONS AND PROHIBITIONS

### 11.1 Restrictions set by the Treasurer

**11.1.a** All investments purchased by the Treasurer's Office shall be of investment grade. The minimum credit rating of purchased investments shall be as defined by Government Code 53600 et. seq.

**11.1.b** All legal securities issued by a tobacco-related company are prohibited. A tobacco-related company is defined as 1) an entity that makes smoking products from tobacco used in cigarettes, cigars and/or snuff, or for smoking in pipes or 2) a company that has total revenues of 15 percent or more from the sale of such tobacco products. The tobacco-related issuers restricted from any investment are Alliance One, Altria Group, Inc., Auri Inc., British American Tobacco PLC, Imperial Tobacco Group PLC, Kirin International Holding Inc., Lorillard, Philip Morris International, Reynolds American, Inc., Schweitzer-Mauduit International Inc., Smokefree Innotec Inc., Star Scientific Inc., Universal Corp., and Vector Group, Ltd. Annually the Treasury staff will update the list of tobacco-related companies.

**11.1.c** Financial futures or financial option contracts will each be approved on a per trade basis by the County Treasurer.

**11.1.d** Reverse repurchase agreements will be used strictly for the purpose of supplementing income with a limit of 10 percent of the total portfolio with prior approval of the Treasurer.

**11.1.e** SBA loans require prior approval of the Treasurer in every transaction.

**11.1.f** Securities purchased through brokers will be held in safekeeping at The Bank of New York Trust Company, N.A. or as designated by the specific contract(s) for government securities and tri-party repurchase agreements.

**11.1.g** Swaps and Trades will each be approved on a per-trade basis by Treasurer or Assistant Treasurer.

**11.1.h** Bank CDs or non-negotiable CDs will be collateralized at 110 percent by government securities or 150 percent by current mortgages. There will be no waiver of the first $100,000 collateral except by special arrangement with the Treasurer.

**11.2 Prohibitions by Government Code (§53601.6)**

**11.2.a** A local agency shall not invest any funds pursuant to this Article or pursuant to Article 2 (commencing with Section 53630) in inverse floaters, range notes or interest-only strips that are derived from a pool of mortgages.

**11.2.b** A local agency shall not invest any funds pursuant to this article or pursuant to Article 2 (commencing with Section 53630) in any security that could result in zero interest accrual if held to maturity. However, a local agency may hold prohibited instruments until their maturity dates. The limitation in this subdivision shall not apply to local agency investments in shares of beneficial interest issued by diversified management companies registered under the Investment Company Act of 1940 (15 U.S.C. Sec. 80a-1,et seq.) that are authorized for investment pursuant to subdivision (l) of Section 53601.

## 12.0 INVESTMENT PARAMETERS

**12.1 Diversification:** Investments shall be diversified so as to minimize the risk of loss and to maximize the rate of return by:

1. Limiting investment to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities),
2. Limiting investment in securities that have higher credit risks,
3. Investing in securities with varying maturities, and
4. Continuously investing a portion of the portfolio in readily available funds such as investment pools, money market funds or overnight repurchase agreements to ensure that appropriate liquidity is maintained in order to meet ongoing obligations.

**12.2 Maximum Maturities:** To the extent possible, the County Treasurer shall attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the Treasurer will not directly invest in securities maturing more than five (5) years from the date of purchase or in accordance with state and local statutes and ordinances. The Treasurer shall adopt weighted average maturity limitations (which often range from 90 days to 3 years), consistent with the investment objectives.

Because of inherent difficulties in accurately forecasting cash flow requirements, a portion of the portfolio should be continuously invested in readily available funds such as LAIF, money market funds, or overnight repurchase agreements to ensure that appropriate liquidity is maintained to meet ongoing obligations.

**12.3 Exception to Maximum Maturity**: In accordance with Government Code §53601 the County Treasurer retains the right to petition the Board of Supervisors for approval to invest in securities with a final maturity in excess of five years. The Board of Supervisors adoption of any resolution allowing maturities beyond five years shall be considered an allowed modification to this policy and any investments made in accordance with the modification shall be allowable under this policy.

**12.4 Investment Criteria[1]:** All limitations set forth in this Policy are applicable only at the time of purchase. The County Treasurer has the full discretion to rebalance the portfolio when it is out of compliance owing to various reasons, such as market fluctuation.

| INVESTMENT TYPE | MAXIMUM % of PORTFOLIO | MAXIUM MATURITY | MAXIMUM % of ISSUE | OTHER RESTRICTIONS |
|---|---|---|---|---|
| Bonds issued by local agencies, §53601 (a) | 100% | 5 years | 100% | |
| U.S. Treasury Obligations, §53601 (b) | 100% | 5 years | 100% | |
| Registered State Warrants, and CA Treasury Notes and bonds, §53601 (c) | 100% | 5 years | 100% | |
| Bonds and Notes issued by other local agencies in California, §53601 (e) | 100% | 5 years | 100% | |
| Obligations of U.S. Agencies or government sponsored enterprises, §53601 (f)<br>U.S. Agencies Callables | 100%<br>100% | 5 years<br>5 years | 100%<br>25% | |
| Bankers Acceptances), §53601 (g)<br>*Domestic: ($5B min. assets)<br>*Foreign: ($5B min. assets) | 40%<br>40% | 180 days<br>180 days | 30% Aggregate<br>5% Aggregate | |
| Commercial paper, §53601 (h) and §53635 (a) | 40% | 270 days or less | 10% Aggregate | No more than 10 % of the local agency's money may be invested in the outstanding commercial paper of any single issuer. |
| Negotiable Certificates of Deposit ($5 billion minimum assets), §53601 (i) | 30% | 5 years | 10% Aggregate | |
| Repurchase Agreements secured by U.S. Treasury or agency obligation (102% collateral), §53601 (j) | 100% | 1 year | See limitations for Treasuries and Agencies above | Generally limited to Wells Fargo Bank, Bank of America or other institutions with whom the County treasury has executed tri-party agreements. Collateral will be held by a third party to the transaction that may include the trust department of particular banks. Collateral will be only securities that comply with Government Code 53601. |
| Reverse Repurchase Agreements and Securities Lending Agreements, §53601 (j) | 20% | 92 days | See limitations for Treasuries and Agencies above | |
| Corporate bonds, Medium Term Notes & Covered, §53601 (k) | 30% | 5 years | 5% Aggregate | |
| Shares of beneficial interest issued by diversified mgt. companies §53601 (l) | 20% | N/A | 10% Aggregate | |
| Moneys held by a trustee or fiscal agent, §53601 (m) | 20% | N/A | | |
| Collateralized Time Deposits | 15% | 5 years | 5% Aggregate | Collateralized at 110 % by gov't securities or 150 % by current mrtgs. (§53652). |
| Mrtg Backed Securities/CMO's:<br>Asset Backed Securities §53601 (o) | 20%<br>20% | 5 Years<br>5 Years | 5% Aggregate | No Inverse Floaters<br>No Range Notes<br>No Interest only strips derived from a pool of mortgages |

[1] The rating requirement for each investment type is referenced in the relevant sections of California Government Code.

| INVESTMENT TYPE | MAXIMUM % of PORTFOLIO | MAXIUM MATURITY | MAXIMUM % of ISSUE | OTHER RESTRICTIONS |
|---|---|---|---|---|
| Joint Powers Authority, CalTRUST, §53601 (P) | As limited by CalTRUST | N/A | Up to the current CA limit | |
| Local Agency Investment Fund (LAIF), §16429.1 | As Limited by LAIF | N/A | Up to the current CA limit | |

## 13.0 CALIFORNIA LOCAL AGENCY INVESTMENT FUND (LAIF)

### 13.1 General Information (Gov't Code §16305.9).

**13.1.a** All money in the Local Agency Investment Fund shall be held in trust in the custody of the State Treasurer.

**13.1.b** All money in the Local Agency Investment Fund is nonstate money. That money shall be held in a trust account or accounts. The Controller shall be responsible for maintaining those accounts to record the Treasurer's accountability, and shall maintain a separate account for each trust deposit in the Local Agency Investment Fund.

**13.1.c** That money shall be subject to audit by the Department of Finance and to cash count as provided for in Sections 13297, 13298, and 13299. It may be withdrawn only upon the order of the depositing entity or its disbursing officers. The system that the Director of Finance has established for the handling, receiving, holding, and disbursing of state agency money shall also be used for the money in the Local Agency Investment Fund.

**13.1.d** All money in the Local Agency Investment Fund shall be deposited, invested, and reinvested in the same manner and to the same extent as if it were state money in the State Treasury.

### 13.2 Investment and Distribution of Deposits (§16429.1).

**13.2.a** There is in trust in the custody of the Treasurer the Local Agency Investment Fund, which fund is hereby created. The Controller shall maintain a separate account for each governmental unit having deposits in this fund.

**13.2.b** Notwithstanding any other provisions of law, a local governmental official, with the consent of the governing body of that agency, having money in its treasury not required for immediate needs, may remit the money to the Treasurer for deposit in the Local Agency Investment Fund for the purpose of investment.

**13.2.c** Notwithstanding any other provisions of law, an officer of any nonprofit corporation whose membership is confined to public agencies or public officials, or an officer of a qualified quasi-governmental agency, with the consent of the governing body of that agency, having money in its treasury not required for immediate needs, may remit the money to the Treasurer for deposit in the Local Agency Investment Fund for the purpose of investment.

**13.2.d** Notwithstanding any other provision of law or of this section, a local agency, with the approval of its governing body, may deposit in the Local Agency Investment Fund proceeds of the issuance of bonds, notes, certificates of participation, or other evidences of indebtedness of the agency pending expenditure of the proceeds for the authorized purpose of their issuance. In connection with these deposits of proceeds, the Local Agency Investment Fund is authorized to receive and disburse moneys, and to provide information, directly with or to an authorized officer of a

trustee or fiscal agency engaged by the local agency, the Local Agency Investment Fund is authorized to hold investments in the name and for the account of that trustee or fiscal agent, and the Controller shall maintain a separate account for each deposit of proceeds.

**13.2.e** The local governmental unit, the nonprofit corporation, or the quasi-governmental agency has the exclusive determination of the length of time its money will be on deposit with the Treasurer.

**13.2.f** The trustee or fiscal agent of the local governmental unit has the exclusive determination of the length of time proceeds from the issuance of bonds will be on deposit with the Treasurer.

**13.2.g** The Local Investment Advisory Board shall determine those quasi-governmental agencies which qualify to participate in the Local Agency Investment Fund.

**13.2.h** The Treasurer may refuse to accept deposits into the fund if, in the judgment of the Treasurer, the deposit would adversely affect the state's portfolio.

**13.2.i** The Treasurer may invest the money of the fund in securities prescribed in Section 16430. The Treasurer may elect to have the money of the fund invested through the Surplus Money Investment Fund as provided in Article 4 (commencing with Section 16470) of Chapter 3 of Part 2 of Division 4 of Title 2.

**13.2.j** Money in the fund shall be invested to achieve the objective of the fund, that is to realize the maximum return consistent with safe and prudent treasury management.

**13.2.k** All instruments of title of all investments of the fund shall remain in the Treasurer's vault or be held in safekeeping under control of the Treasurer in any federal reserve bank, or any branch thereof, or the Federal Home Loan Bank of San Francisco, with any trust company, or the trust department of any state or national bank.

**13.2.l** Immediately at the conclusion of each calendar quarter, all interest earned and other increment derived from investments shall be distributed by the Controller to the contributing governmental units or trustees or fiscal agents, nonprofit corporations, and quasi-governmental agencies in amounts directly proportionate to the respective amounts deposited in the Local Agency Investment fund and the length of time the amounts remained therein. An amount equal to the reasonable costs incurred in carrying out the provisions of this section, not to exceed a maximum of one-half of one percent of the earnings of this fund, shall be deducted from the earnings prior to distribution. The amount of this deduction shall be credited as reimbursements to the state agencies having incurred costs in carrying out the provisions of this section.

**13.2.m** The Treasurer shall prepare for distribution a monthly report of investments made during the preceding month.

## 14.0 PORTFOLIO MANAGEMENT ACTIVITY

### 14.1 Passive Portfolio Management:

(See Section 6.0., General Strategy)

### 14.2 Competitive Bidding:

Investments will be purchased in the most cost effective and efficient manner by using a competitive bidding process for the purchase of securities. Competitive bidding is required

from a pre-approved list of broker/dealers on all investment transactions except for new issue securities.

**14.3 Reviewing and Monitoring of the Portfolio:**

Monthly reports will review portfolio investments to ensure they are kept track of in a timely manner. The reports will also monitor the County Treasurer's investment practices and the results of such practices.

**14.4 Portfolio Adjustments:**

Certain actions may be taken if the portfolio becomes out of compliance. For instance, should a concentration limitation be exceeded due to an incident such as a fluctuation in portfolio size, the affected securities may be held to maturity to avoid losses; however, the County Treasurer may choose to rebalance the portfolio earlier to bring it back into compliance if the portfolio will not suffer any losses for selling the investment prior to maturity.

**14.5 Performance Standards:**

The investment portfolio will be managed in accordance with the parameters specified within this Policy. The portfolio should obtain a market average rate of return during a market/economic environment of stable interest rates. A series of appropriate benchmarks shall be established against which portfolio performance shall be compared on a regular basis.

## 15.0 REPORTING

**15.1 Methodology:** The County Treasurer shall prepare an investment report at least quarterly, including a management summary that provides an analysis of the status of the current investment portfolio and transactions made over the last quarter. This management summary will be prepared in a manner which will allow the County Treasurer to ascertain whether investment activities during the reporting period have conformed to the investment policy. The report shall be provided to the Chief Administrative Officer, the County Auditor, the Board of Supervisors, Treasury Oversight Committee and any pool participants [Government Code 27133(e), and 53646(b)]. The report will include the following:

1. The type of investment, issuer, date of maturity, par and dollar amount invested on all securities, investments and moneys held by the County Treasurer
2. A description of any of the local agency's funds, investments, or programs that are under the management of contracted parties, including lending programs.
3. A current market value as of the date of the report of all securities held by the local agency, and under management of any outside party that is not also a local agency or the State of California Local Agency Investment Fund, and the source of this same valuation.
4. A statement that the portfolio is in compliance with the investment policy, or the manner in which the portfolio is not in compliance.
5. A statement denoting the ability of the County Treasurer to meet its pool's expenditure requirements for the next six months, or an explanation as to why sufficient money shall, or may, not be available.
6. Listing of individual securities by type and maturity date held at the end of the reporting period.

**A.** PLEDGE REPORT: Any securities that are pledged or loaned for any purpose shall be reported in the Quarterly Investment Report. The transaction detail will be provided, including purpose, beginning and termination dates and all parties to the contract. The security descriptions as to type, name, maturity date, coupon rate, CUSIP and other material information will be included.

**B.** REVERSE REPURCHASE AGREEMENTS REPORT: All reverse repurchase agreements entered into, whether active or inactive by the end of each quarter, shall be reported in the Treasurer's Quarterly Investment Report.

**7.** Realized and unrealized gains or losses resulting from appreciation or depreciation by listing the cost and market value of securities over one-year duration that are not intended to be held until maturity.

**8.** Average maturity and duration of portfolio on investments as well as current and cumulative performance of the portfolio, by yield and by total return, as compared to applicable benchmarks.

**9.** Percentage of the total portfolio which each type of investment represents.

**10.** Whatever additional information or data may be required by the legislative body of the local agency.

**15.2** **Marking to Market:** The market value of the portfolio shall be calculated at least quarterly and a statement of the market value of the portfolio shall be issued at least quarterly. This will ensure that review of the investment portfolio, in terms of value and price volatility, has been performed on a regular basis.

## 16.0 COMPENSATION

In accordance with Government Code §§27013 and 53684, the County Treasurer will charge all pool participants for administrative and overhead costs. Costs include, but are not limited to, employee salaries and benefits, portfolio management, bank and custodial fees, software maintenance fees and other indirect costs incurred from handling and managing funds. In addition, when applicable, the costs associated with the Treasury Oversight provisions of Government Code §§ 27130-27137 shall be included as administrative costs. Costs will be deducted from interest earnings on the pool prior to apportioning and payment of interest. The County Treasurer shall annually prepare a proposed budget providing a detailed itemization of all estimated costs which comprise the administrative fee charged in accordance with Government Code §27013. The administrative fee will be subject to change. Fees will be deducted from interest earnings.

**16.1** **Deduction of Costs:** The County Treasurer deducts actual costs and makes any adjustments from the interest earning and apportions the remaining earnings to all participants based on the positive average daily balance.

## 17.0 CALCULATING AND APPORTIONING POOL EARNINGS

The Investment Pool Fund is comprised of monies from multiple units of the County, agencies, school districts and special districts. Each entity has unique cash flow demands, which dictate the type of investments the Treasurer's Office may purchase. To ensure parity among the pool members when apportioning interest earnings, the following procedures have been developed:

**1.** Interest is apportioned on at least a quarterly basis in accordance with Government Code §53684.

2. Interest is apportioned to pool participants based on the participant's average daily fund balance and the total average daily balance of deposits in the investment pool.

3. Interest is calculated on an accrual basis for all investments in the County Treasurer's investment pool and reported to the Auditor-Controller for distribution into the funds of the participants.

4. Specific fee schedules are as follow:

   A. **Regular and Routine Investments**

      $20 per investment transaction; i.e., $20 at placement and $20 at maturity.

      .00333 of interest income; i.e., $3.33 per $1,000 of interest income.

      The above is charged quarterly by journal entry.

   B. **Special Reports and Research:** Actual staff time and materials.

   C. **Special Bank Transactions:** Actual bank fee schedule, staff time and materials.

5. Negative average daily fund balance will be charged interest at the rate of interest that is being apportioned.

## 18.0 NON-MANDATED DEPOSITS AND WITHDRAWALS IN THE TREASURY

### 18.1 Deposit by Resolution

Following are the terms and conditions for deposit of funds for investment purposes by entities that are not legally required to deposit their funds in the County Treasury.

**18.1.a** Resolution by the County Board of Supervisors authorizing the acceptance of outside participants by the County Treasury.

**18.1.b** Resolution by the legislative or governing body of the local agency authorizing the investment of funds pursuant to Government Code 53684.

**18.1.c** Treasury investments will be directed transactions. For each transaction, the local agency must indicate the fund source, the amount to be invested and the duration of the investment.

### 18.2 Withdrawal Request

**18.2.a Statutory Participants**

The withdrawal of mandated deposits in the County Treasury Investment Pool will coincide with investment maturities and/or authorized sale of securities by authorized personnel of the local agency. Except for funds in the California State Local Agency Fund, a five-business-days notification may be required when authorized sale of securities is involved. However, the following section on evaluation of request for withdrawal of funds for use outside the County treasury pool by both statutory and voluntary participants shall also apply

**Evaluation of Request for Withdrawal of Funds for Use Outside the County Treasury Investment Pool by Both Mandated and Non-Mandated Treasury Pool Participants**

Pursuant to Section 27136(a), "Notwithstanding any other provisions of law, any local agency, public agency, public entity or public official that has funds on deposit in the County treasury pool and that seeks to withdraw funds for the purpose of investing or depositing those funds outside the County treasury pool shall first submit the request for withdrawal to the County Treasurer before withdrawing funds from the County treasury pool."

The County Treasurer shall evaluate each proposed withdrawal and may require up to 30 days in order to assess the effect of the proposed withdrawal on the stability and predictability of the investments in the Treasury Pool and that the interests of the other depositors will not be adversely affected

**18.2.b Voluntary Participants**

For outside participants who utilize Government Code section 53684, where the County Treasurer does not serve as the agency's treasurer, any withdrawal of funds from the Treasury shall coincide with investment maturities or authorized sale of securities by the legislative or governing body of the local agency. Except for funds in the California State Local Agency Investment Fund, a five-business-days notification may be required when authorized sale of securities is involved. However, the above section on evaluation of request for withdrawal of funds for use outside the County treasury pool by both mandated and non-mandated treasury pool participants shall also apply.

## 19.0 TEMPORARY BORROWING OF POOL FUNDS

Section 6 of Article XVI of the California Constitution provides in part that "the treasurer of any city, county, or city and county shall have power and the duty to make such temporary transfers from the funds in custody as may be necessary to provide funds for meeting the obligations incurred for maintenance purposes by city, county, city and county, district, or other political subdivision whose funds are in custody and are paid out solely through the treasurer's office."

The County Auditor-Controller and the County Treasurer shall make a temporary transfer of funds to the requesting agency, not to exceed 85% of the amount of money which will accrue to the agency during the fiscal year, provided that the amount of such transfer has been determined by the County Auditor-Controller to be transferable under the constitutional and statutory provisions cited in Article XVI and has been certified by the County Treasurer-Tax Collector to be available. Such temporary transfer of funds shall not be made prior to the first day of the fiscal year nor after the last Monday in April of the current fiscal year.

## 20.0 INVESTMENT OF BOND PROCEEDS

The County Treasurer shall invest bond proceeds using the standards of this Investment Policy. The bond proceeds will be invested in securities permitted by the bond documents. If the bond documents are silent, the bond proceeds will be invested in securities permitted by this Policy.

## 21.0 DISASTER RECOVERY PLAN

The Contra Costa County Treasurer's Disaster Recovery Plan includes critical phone numbers and addresses of key personnel as well as active bankers and brokers/dealers. Laptops, iPads and BlackBerry phones shall be issued to key personnel for communicating between staff, bank and broker/dealers. Copies of the plan shall be distributed to the investment staff: Assistant County Treasurer, the Treasurer's Investment Officer, and the Investment Operations Analyst. The investment staff shall interact with one another by home phone, cell phone, or e-mail to decide an alternate location from which to conduct daily operations.

In the event investment staff is unable to conduct normal business operations, the custodial bank will automatically sweep all uninvested cash into an interest bearing account at the end of the business day. Until normal business operations have been restored, the limitations on the size of an individual issuer and the percentage restrictions by investment type would be allowed to exceed those approved in this investment policy.

## 22.0 POLICY CONSIDERATIONS

### 22.1 Exemption

Any investment currently held that does not meet the guidelines of this policy shall be exempted from the requirements of this policy. At maturity or liquidation, such monies shall be reinvested only as provided by this policy.

### 22.2 Amendments

This policy shall be reviewed on an annual basis. Any changes must be approved by the County Treasurer and any other appropriate authority.

## AUTHORIZATION FOR LAIF INVESTMENTS

C.67

**THE BOARD OF SUPERVISORS OF CONTRA COSTA COUNTY, CALIFORNIA**

**and for Special Districts, Agencies and Authorities Governed by the Board**

**Adopted this Resolution on 04/03/2012 by the following vote:**

| | | |
|---|---|---|
| **AYES:** | 4 | **John Gioia**<br>**Mary N. Piepho**<br>**Karen Mitchoff**<br>**Federal D. Glover** |
| **NOES:** | | |
| **ABSENT:** | 1 | **Gayle B. Uilkema** |
| **ABSTAIN:** | | |
| **RECUSE:** | | |

**Resolution No. 2012/129**

Resolution of Contra Costa County an in accordance with California Government Code Section 16429.1 Authorizing Investment of Monies in the Local Agency Investment Fund (Account #99-07-000)

WHEREAS, Pursuant to Chapter 730 of the statutes of 1976 Section 16429.1 was added to the California Government Code to create a Local Agency Investment Fund in the State Treasury for the deposit of money of a local agency for purposes of investment by the State Treasurer; and

WHEREAS, the Board of Supervisors does hereby find that the deposit and withdrawal of money in the Local Agency Investment Fund in accordance with the provisions of Section 16429.1 of the Government Code for the purpose of investment as stated therein as in the best interests of the CONTRA COSTA COUNTY.

NOW THEREFORE, BE IT RESOLVED, that the Board of Supervisors does hereby authorize the deposit and withdrawal of CONTRA COSTA COUNTY monies in the Local Agency Investment Fund in the State Treasury in accordance with the provisions of Section 16429.1 of the Government Code for the purpose of investment as stated therein, and verification by the State Treasurer's Office of all banking information provided in that regard.

BE IT FURTHER RESOLVED, that the following CONTRA COSTA COUNTY officers or their successors in office shall be authorized to order the deposit or withdrawal of monies in the Local Agency Investment Fund:

| Russell V. Watts,<br>Treasurer-Tax Collector | Brice Bins,<br>Chief Deputy Treasurer-Tax Collector | Belinda Zhu,<br>Assistant Treasurer |
|---|---|---|
| (SIGNATURE) | (SIGNATURE) | (SIGNATURE) |

I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown.

**Contact: Brice Bins, 925-957-2848**

**ATTESTED: April 3, 2012**

David J. Twa, County Administrator and Clerk of the Board of Supervisors

By: June McHuen, Deputy

**cc:**

## APPROVED BROKERS AND ISSUERS

ABN AMRO, Incorporated
American Express Credit Corporation
Associates Corporation of North America
Associates First Capital
Bank of America
Bank of New York Mellon
Bank of the West
Bankers Trust Company
Barclays Capital, Incorporated
California Arbitrage Management Program
Chevron Corporation
Chevron Funding
Citibank
Citigroup Funding Inc.
Credit Suisse First Boston
Deere & Company
Exxon Mobil Corporation
General Electric Capital Corporation
General Electric Capital Services
General Electric Company
Goldman, Sachs & Company
Government Perspectives
John Deere Capital Corporation
J.P. Morgan Securities LLC
Mechanics Bank
Prudential Securities, Incorporated
Public Financial Management, Incorporated
Toyota Motors Credit Corporation
UBS Financial Services
Union Bank
US Bancorp
Wells Fargo Bank
Westamerica Bank

**Note**: The County Treasury will not be limited to the above list. Others will be included as long as all conditions for authorized brokers and dealers set forth in this policy are met. Additionally, deletions and additions are based on the maintenance of required credit quality as rated by Standard and Poor's, Moody's and other recognized rating services and reliable financial sources.

## APPROVED PRIMARY DEALERS

BNP Paribas Securities Corp.
Barclays Capital Inc.
Cantor Fitzgerald & Co.
Citigroup Global Markets, Inc.
Credit Suisse Securities (USA) LLC
Daiwa Capital Markets America Inc.
Deutsche Bank Securities Inc.
Goldman, Sachs & Co.
HSBC Securities (USA) Inc.
Jefferies & Company, Inc.
J.P. Morgan Securities, Inc.
Merrill Lynch, Pierce, Fenner & Smith Incorporated
MF Global Inc.
Mizuho Securities USA Inc.
Morgan Stanley & Co. Incorporated
Nomura Securities Inc.
RBC Capital Markets, LLC
RBS Securities Inc.
SG Americas Securities, LLC
UBS Securities LLC.

**Note:** Approved primary government securities dealers reporting to the Market Reports Division of the Federal Reserve Bank of New York as of February 2, 2011.

## GLOSSARY OF TERMS

**ACCRUED INTEREST** The accumulated interest due on a bond as of the last interest payment made by the issure.

**AGENCY** A debt security issued by a federal or federally sponsored agency. Federal agencies are backed by the full faith and credit of the U.S. Government. Federally sponsored agencies (FSAs) are backed by each particular agency with a market perception that there is an implicit government guarantee. An example of federal agency is the Government National mortgage Association (GNMA). An example of a FSA is the Federal National Mortgage Association (FNMA).

**AMORTIZATION** The systematic reduction of the amount owed on a debt issue through periodic payments of principal.

**AVERAGE LIFE** The average length of time that an issue of serial bonds and/or term bonds with a mandatory sinking fund feature is expected to be outstanding.

**BANKERS ACCEPTANCES** A time bill of exchange drawn on and accepted by a commercial bank to finance the exchange of goods. When a bank "accepts" such a bill, the time draft becomes, in effect, a predated, certified check payable to the bearer at some future specified date. The commercial bank assumes primary liability once the draft is accepted.

**BASIS POINT** A unit of measurement used in the valuation of fixed-income securities equal to 1/100 of one percent of yield. For example, if interest rates increase from 8.25% to 8.50%, the difference is referred to as a 25-basis-point increase.

**BENCHMARK** A comparative base for measuring the performance or risk tolerance of the investment portfolio. A benchmark should represent a close correlation to the level of risk and the average duration of the portfolio's investment.

**BID** The indicated price at which a buyer is willing to purchase a security or commodity.

**BLUE SKY LAWS** Common term for state securities law, which vary from state to state. Generally refers to provision related to prohibitions against fraud, dealer and broker regulations and securities registration.

**BOND** A bond is essentially a loan made by an investor to a division of the government, a government agency or a corporation. The bond is a promissory note to repay the loan in full at the end of a fixed time period. The date on which the principal must be repaid is called the maturity date or maturity. In addition, the issuer of the bond, that is the agency or corporation receiving the loan proceeds and issuing the promissory note, agrees to make regular payments of interest at a rate initially stated on the bond. Bonds are rated according to many factors, including cost, degree of risk and rate of income.

**BOOK VALUE** Refers to value of a held security as carried in the records of an investor. May differ from current market value of the security.

**BROKER/DEALER** Any person engaged in the business of effecting transaction in securities in this state for the account of others or for her/his own account. Broker/dealer also includes a person engaged in

the regular business of issuing or guaranteeing options with regard to securities not of her/his own issue.

**CALLABLE BOND** A bond issue in which all or part of its outstanding principal amount may be redeemed before maturity by the issuer under specified conditions.

**CALL PRICE** The price at which an issuer may redeem a bond prior to maturity. The price is usually at a slight premium to the bond's original issue price to compensate the holder for the loss of income and ownership.

**CALL RISK** The risk to the bondholder that a bond may be redeemed prior to maturity.

**CASH SALE/PURCHASE** A transaction which calls for delivery and payment of securities on the same day that the transaction is initiated.

**CERTIFICATES OF DEPOSIT (CD)** Certificates issued against funds deposited in a commercial bank for a definite period of time and earning a specified rate of return. They are issued in two forms, negotiable and non-negotiable.

**CLEAN UP CALL** An action of a debt instrument issuer requiring early redemption of the instrument to reduce its own administrative expenses. This normally occurs when the principal outstanding is significantly reduced to a small amount, e.g., less than 10% of the original issue.

**COLLATERALIZATION** Process by which a borrower pledges securities, property, or other deposits for the purpose of securing the repayment of a loan and/or security.

**COMMERCIAL PAPER** Short-term, unsecured promissory notes issued in either registered or bearer form and usually backed by a line of credit with a bank. Maturities do not exceed 270 days and generally average 30-45 days.

**CONVEXITY** A measure of a bond's price sensitivity to changing interest rates. A high convexity indicates greater sensitivity of a bond's price to interest rate changes.

**COUPON RATE** The annual rate of interest received by an investor from the issuer of certain types of fixed-income securities. Also known as the "interest rate."

**CREDIT QUALITY** The measurement of the financial strength of a bond issuer. This measurement helps an investor to understand an issuer's ability to make timely interest payments and repay the loan principal upon maturity. Generally, the higher the credit quality of a bond issuer, the lower the interest rate paid by the issuer because the risk of default is lower. Credit quality ratings are provided by nationally recognized rating agencies.

**CREDIT RISK** The risk to an investor that an issuer will default in the payment of interest and/or principal on a security.

**CURRENT YIELD (CURRENT RETURN)** A yield calculation determined by dividing the annual interest received on a security by the current market price of that security.

**CUSIP NUMBERS** CUSIP is an acronym for Committee on Uniform Security Identification Procedures. CUSIP numbers are identification numbers assigned each maturity of a security issue and usually printed

on the face of each individual security in the issue. The CUSIP numbers are intended to facilitate identification and clearance of securities.

**DELIVERY VERSUS PAYMENT (DVP)** A type of securities transaction in which the purchaser pays for the securities when they are delivered either to the purchaser or his/her custodian.

**DERIVATIVE SECURITY** Financial instrument created from, or whose value depends upon, one or more underlying assets or indexes of asset values.

**DISCOUNT** The amount by which the par value of a security exceeds the price paid for the security.

**DIVERSIFICATION** A process of investing assets among a range of security types by sector, maturity, and quality rating.

**DURATION** A measure of the timing of the cash flows, such as the interest payments and the principal repayment, to be received from a given fixed-income security. This calculation is based on three variables: term to maturity, coupon rate, and yield to maturity. The duration of a security is a useful indicator of its price volatility for given changes in interest rates.

**EARNINGS APPORTIONMENT** The quarterly interest distribution of the Pool Participants where the actual investment costs incurred by the Treasurer are deducted from the interest earnings of the Pool

**FAIR VALUE** The amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**FEDERAL FUNDS (FED FUNDS)** Funds placed in Federal Reserve banks by depository institutions in excess of current reserve requirements. These depository institutions may lend fed funds to each other overnight or on a longer basis. They may also transfer funds among each other on a same-day basis through the Federal Reserve banking system. Fed funds are considered to be immediately available funds.

**FEDERAL FUNDS RATE** Interest rate charged by one institution lending federal funds to the other.

**FEDERAL OPEN MARKET COMMITTEE (FOMC)** This committee sets Federal Reserve guidelines regarding purchases and sales of government securities in the open market as a means of influencing the volume of bank credit and money.

**FIDUCIARY** An individual who holds something in trust for another and bears liability for its safekeeping.

**FLOATING RATE NOTE** A debt security whose interest rate is reset periodically (monthly, quarterly, annually) and is based on a market index (e.g., Treasury bills, LIBOR, etc.).

**FUTURES** Commodities and other investments sold to be delivered at a future date.

**GOVERNMENT SECURITIES** An obligation of the U.S. government, backed by the full faith and credit of the government. These securities are regarded as the highest quality of investment securities available in the U.S. securities market. *See* "Treasury Bills, Notes and Bonds."

**INTEREST RATE** *See* "Coupon Rate."

**INTERNAL CONTROLS** An internal control structure designed to ensure that the assets of the Treasurer's Investment Pool are protected from loss, theft, or misuse. The internal control structure is designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management. Internal controls should address the following points:

1. Control of collusion—Collusion is a situation where two or more employees are working in conjunction to defraud their employer.
2. Separation of transaction authority from accounting and record keeping—By separating the person who authorizes or performs the transaction from the people who record or otherwise account for the transaction, a separation of duties is achieved.
3. Custodial safekeeping—Securities purchased from a bank or dealer including appropriate collateral (as defined by state law) shall be placed with an independent third party for custodial safekeeping.
4. Avoidance of physical delivery securities—Book-entry securities are much easier to transfer and account for since actual delivery of a document never takes place. Delivered securities must be properly safeguarded against loss or destruction. The potential for fraud and loss increases with physically delivered securities.
5. Clear delegation of authority to subordinate staff members—Subordinate staff members must have a clear understanding of their authority and responsibilities to avoid improper actions. Clear delegation of authority also preserves the internal control structure that is contingent on the various staff positions and their respective responsibilities.
6. Written confirmation of transactions for investments and wire transfers—Due to the potential for error and improprieties arising from telephone and electronic transactions, all transactions should be supported by written communications and approved by the appropriate person. Written communications may be via fax if on letterhead and if the safekeeping institution has a list of authorized signatures.
7. Development of a wire transfer agreement with the lead bank and third-party custodian—The designated official should ensure that an agreement will be entered into and will address the following points: controls, security provisions, and responsibilities of each party making and receiving wire transfers.

**INVERSE FLOATERS** An adjustable interest rate note keyed to various indices such as LIBOR, commercial paper, federal funds, treasuries and derivative structures. The defined interest rate formula is the opposite or inverse of these indices. Interest rates and pay dates may reset daily, weekly, monthly, quarterly, semi-annually or annually.

**INVERTED YIELD CURVE** A chart formation that illustrates long-term securities having lower yields than short-term securities. This configuration usually occurs during periods of high inflation coupled with low levels of confidence in the economy and a restrictive monetary policy.

**INVESTMENT COMPANY ACT OF 1940** Federal legislation which sets the standards by which investment companies, such as mutual funds, are regulated in the areas of advertising, promotion, performance reporting requirements, and securities valuations.

**INVESTMENT POLICY** A concise and clear statement of the objectives and parameters formulated by the investor or investment manager for a portfolio of investment securities.

**INVESTMENT-GRADE OBLIGATIONS** An investment instrument suitable for purchase by institutional investors under the prudent person rule. Investment-grade is restricted to those obligations rated BBB or higher by a rating agency.

**LIQUIDITY** Usually refers to the ability to convert assets (such as investments) into cash.

**LOCAL AGENCY INVESTMENT FUND (LAIF)** The State of California investment pool in which money of local agencies is pooled as a method for managing and investing local funds.

**MAKE WHOLE CALL** A type of call provision on a bond allowing the borrower to pay off remaining debt early. The borrower has to make a lump sum payment derived from a formula based on the net present value of future coupon payments that will not be paid because of the call.

**MARK TO MARKET** Valuing the inventory of held securities at its current market value.

**MARKET RISK** The risk that the value of a security will rise or decline as a result of changes in market conditions.

**MARKET VALUE** Price at which a security can be traded in the current market.

**MASTER REPURCHASE AGREEMENT** A written contract covering all future transactions between the parties to repurchase-reverse repurchase agreements that establishes each party's rights in the transaction. A master agreement will often specify, among other things, the right of the buyer-lender to liquidate the underlying securities in the event of default by the seller-borrower.

**MATURITY** The date upon which the principal of a security becomes due and payable to the holder.

**MEDIUM-TERM NOTES (MTNS)** Corporate debt obligations continuously offered in a broad range of maturities. MTNs were created to bridge the gap between commercial paper and corporate bonds. The key characteristic of MTNs is that they are issued on a continuous basis.

**MONEY MARKET INSTRUMENTS** Private and government obligations of one year or less.

**MONEY MARKET MUTUAL FUNDS** Mutual funds that invest solely in money market instruments (short-term debt instruments, such as Treasury bills, commercial paper, banker's acceptances, repos and federal funds).

**MUTUAL FUND** An investment company that pools money and can invest in a variety of securities, including fixed-income securities and money market instruments. Mutual funds are regulated by the Investment Company Act of 1940 and must abide by the following Securities and Exchange Commission (SEC) disclosure guidelines:

1. Report standardized performance calculations.
2. Disseminate timely and accurate information regarding the fund's holdings, performance, management and general investment policy.
3. Have the fund's investment policies and activities supervised by a board of trustees, which are independent of the adviser, administrator or other vendor of the fund.

4. Maintain the daily liquidity of the fund's shares.
5. Value their portfolios on a daily basis.
6. Have all individuals who sell SEC-registered products licensed with a self-regulating organization (SRO) such as the National Association of Securities Dealers (NASD).
7. Have an investment policy governed by a prospectus which is updated and filed by the SEC annually.

**MUTUAL FUND STATISTICAL SERVICES** Companies that track and rate mutual funds, e.g., IBC/Donoghue, Lipper Analytical Services and Morningstar.

**NATIONAL ASSOCIATION OF SECURITIES DEALERS (NASD)** A self-regulatory organization (SRO) of brokers and dealers in the over-the counter securities business. Its regulatory mandate includes authority over firms that distribute mutual fund shares as well as other securities.

**NEGOTIABLE CERTIFICATES OF DEPOSIT** May be sold by one holder to another prior to maturity. This is possible because the issuing bank agrees to pay the amount of the deposit plus interest earned to the bearer of the certificate at maturity.

**NET ASSET VALUE** The market value of one share of an investment company, such as a mutual fund. This figure is calculated by totaling a fund's assets which includes securities, cash, and any accrued earnings, subtracting this from the fund's liabilities and dividing this total by the number of shares outstanding. This is calculated once a day based on the closing price for each security in the fund's portfolio. (See below)

[(Total assets) – (Liabilities]/(Number of shares outstanding)

**NO LOAD FUND** A mutual fund which does not levy a sales charge on the purchase of its shares.

**NOMINAL YIELD** The stated rate of interest that a bond pays its current owner, based on par value of the security. It is also known as the "coupon," "coupon rate," or "interest rate."

**NON-NEGOTIABLE CERTIFICATES OF DEPOSIT** For public funds, these certificates are collateralized and are not money market instruments since they cannot be traded in the secondary market. They are issued on a fixed-maturity basis and often pay higher interest rates than are permissible on other savings or time-deposit accounts.

**OFFER** The price of a security at which a person is willing to sell.

**OPTION** A contract that provides the right, but not the obligation, to buy or to sell a specific amount of a specific security within a predetermined time period. A call option provides the right to buy the underlying security. A put option provides the right to sell the underlying security. The seller of the contracts is called the writer.

**PAR** Face value of principal value of a bond, typically $1,000 per bond.

**PAR VALUE** The stated or face value of a security expressed as a specific dollar amount marked on the face of the security; the amount of money due at maturity. Par value should not be confused with market value.

**POSITIVE YIELD CURVE** A chart formation that illustrates short-term securities having lower yields than long-term securities.

**PREMIUM** The amount by which the price paid for a security exceeds par value, generally representing the difference between the nominal interest rate and the actual or effective return to the investor.

**PRIME RATE** A preferred interest rate charged by commercial banks to their most creditworthy customers. Many interest rates are keyed to this rate.

**PRINCIPAL** The face value or par value of a debt instrument. Also may refer to the amount of capital invested in a given security.

**PROSPECTUS** A legal document that must be provided to any prospective purchaser of a new securities offering registered with the SEC. This can include information on the issuer, the issuer's business, the proposed use of proceeds, the experience of the issuer's management, and certain certified financial statements.

**PRUDENT PERSON RULE** An investment standard outlining the fiduciary responsibilities of public funds investors relating to investment practices.

**RANGE NOTES** A security whose rate of return is pegged to an index. The note defines the interest rate minimum or floor and the interest rate maximum or cap. An example of an index may be federal funds. The adjustable rate of interest is determined within the defined range of the funds.

**RATE OF RETURN** The yield obtainable on a security based on its purchase price or its current market price. This may be the amortized yield to maturity on a bond and the current income return.

**REINVESTMENT RISK** The risk that a fixed-income investor will be unable to reinvest income proceeds from a security holding at the same rate of return currently generated by that holding.

**REPURCHASE AGREEMENT OR RP OR REPO** An agreement consisting of two simultaneous transactions whereby the investor purchases securities from a bank or dealer and the bank or dealer agrees to repurchase the securities at the same price on a certain future date. The interest rate on a RP is that which the dealer pays the investor for the use of his funds. Reverse repurchase agreements are the mirror image of the RPs when the bank or dealer purchases securities from the investor under an agreement to sell them back to the investor.

**REVERSE REPURCHASE AGREEMENT (REVERSE REPO)** An agreement of one party to sell securities at a specified price to a second party and a simultaneous agreement of the first party to repurchase the securities at a specified price or at a specified later date.

**RULE 2A-7 OF THE INVESTMENT COMPANY ACT** Applies to all money market mutual funds and mandates such funds to maintain certain standards, including a 13-month maturity limit and a 90-day average maturity on investments, to help maintain a constant net asset value of one dollar ($1.00).

**SAFEKEEPING** Holding of assets (e.g., securities) by a financial institution.

**SECURITIES LENDING** A transaction wherein the Treasurer's Pool transfers its securities to a broker/dealer or other entities for collateral which may be cash or securities and simultaneously agrees to return the collateral for the same securities in the future.

**SERIAL BOND** A bond issue, usually of a municipality, with various maturity dates scheduled at regular intervals until the entire issue is retired.

**SETTLEMENT DATE** The date used in price and interest computations, usually the date of delivery.

**SINKING FUND** Money accumulated on a regular basis in a separate custodial account that is used to redeem debt securities or preferred stock issues.

**SLUGS** An acronym for State and Local Government Series. SLUGS are special United States Government securities sold by the Secretary of the Treasury to states, municipalities and other local government bodies through individual subscription agreements. The interest rates and maturities of SLUGS are arranged to comply with arbitrage restrictions imposed under Section 103 of the Internal Revenue Code. SLUGS are most commonly used for deposit in escrow in connection with the issuance of refunding bonds.

**STRIPS** US Treasury acronym for "separate trading of registered interest and principal of securities." Certain registered Treasury securities can be divided into separate interest and principal components, which may then be traded as separate entities.

**SWAP** Generally refers to an exchange of securities, with essentially the same par value, but may vary in coupon rate, type of instrument, name of issuer and number of days to maturity. The purpose of the SWAP may be to enhance yield, to shorten the maturity or any benefit deemed by the contracting parties.

**TERM BONDS** Bonds comprising a large part or all of a particular issue which come due in a single maturity. The issuer usually agrees to make periodic payments into a sinking fund for mandatory redemption of term bonds before maturity.

**TOTAL RETURN** The sum of all investment income plus changes in the capital value of the portfolio. For mutual funds, return on an investment is composed of share price appreciation plus any realized dividends or capital gains. This is calculated by taking the following components during a certain time period: (Price Appreciation) + (Dividends paid) + (Capital gains) = Total Return

**TREASURY SECURITIES** Debt obligations of the United States Government sold by the Treasury Department in the form of bills, notes and bonds:

1. **Bills** Short-term obligations that mature in one year or less and are sold at a discount in lieu of paying periodic interest.
2. **Notes** Interest-bearing obligations that mature between one year and 10 years.
3. **Bonds** Interest-bearing long-term obligations that generally mature in 10 years or more.

**UNIFORM NET CAPITAL RULE** SEC Rule 15C3-1 outlining capital requirements for broker/dealers.

**U.S. AGENCY OBLIGATIONS** Federal agency or United States government-sponsored enterprise obligations, participants, or other instruments. The obligations are issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises.

**U.S. TREASURY OBLIGATIONS** Securities issued by the U.S. Treasury and backed by the full faith and credit of the United States. Treasuries are considered to have no credit risk and are the benchmark for

interest rates on all other securities in the U.S. and overseas. The Treasury issues both discounted securities and fixed coupon notes and bonds.

**VOLATILITY** A degree of fluctuation in the price and valuation of securities.

**"VOLATILITY RISK" RATING** A rating system to clearly indicate the level of volatility and other non-credit risks associated with securities and certain bond funds. The ratings for bond funds range from those that have extremely low sensitivity to changing market conditions and offer the greatest stability of the returns ("aaa" by S&P; "V-1" by Fitch) to those that are highly sensitive with currently identifiable market volatility risk ("ccc-" by S&P, "V-10" by Fitch).

**WEIGHTED AVERAGE MATURITY (WAM)** The average maturity of all the securities that comprise a portfolio. According to SEC rule 2a-7, the WAM for SEC registered money market mutual funds may not exceed 90 days and no one security may have a maturity that exceeds 397 days.

**WHEN ISSUED (WI)** A conditional transaction in which an authorized new security has not been issued. All "when issued" transactions are settled when the actual security is issued.

**YIELD** The current rate of return on an investment security generally expressed as a percentage of the security's current price.

**YIELD-TO-CALL (YTC)** The rate of return an investor earns from a bond assuming the bond is redeemed (called) prior to its nominal maturity date.

**YIELD CURVE** A graphic representation that depicts the relationship at a given point in time between yields and maturity for bonds that are identical in every way except maturity. A normal yield curve may be alternatively referred to as a positive yield curve.

**YIELD-TO-MATURITY** The rate of return yielded by a debt security held to maturity when both interest payments and the investor's potential capital gain or loss are included in the calculation of return.

**ZERO-COUPON SECURITY** A security that makes no periodic interest payments but instead is sold at a discount from its face value.

# CONTRA COSTA COUNTY

# TREASURER'S QUARTERLY INVESTMENT REPORT

# AS OF MARCH 31, 2012

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# EXECUTIVE SUMMARY

- The Treasurer's investment portfolio is in compliance with Government Code 53600 et. seq..

- The Treasurer's investment portfolio is in compliance with the Treasurer's current investment policy.

- The Treasurer's investment portfolio has no securities lending, reverse repurchase agreements or derivatives.

- The total cost of the investment portfolio was equal to **$2,067,641,918** on March 31, 2012. The fair value was **$2,070,076,922** which was 100.12% of cost.

- The weighted average maturity of the total investment pool was 184 days. More than 82 percent of the portfolio or over $1.70 billion will mature in less than a year. Historical activities combined with future cash flow projections indicate that the County is able to meet its cash flow needs for the next six months. However, the State's deferral policies and budget deficit could have a significant impact on the County's cash flow during the next six months.

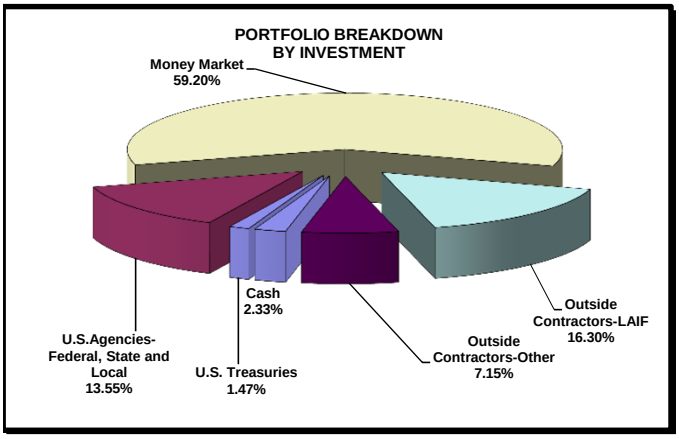
# CONTRA COSTA COUNTY INVESTMENT POOL
## As of March 31, 2012

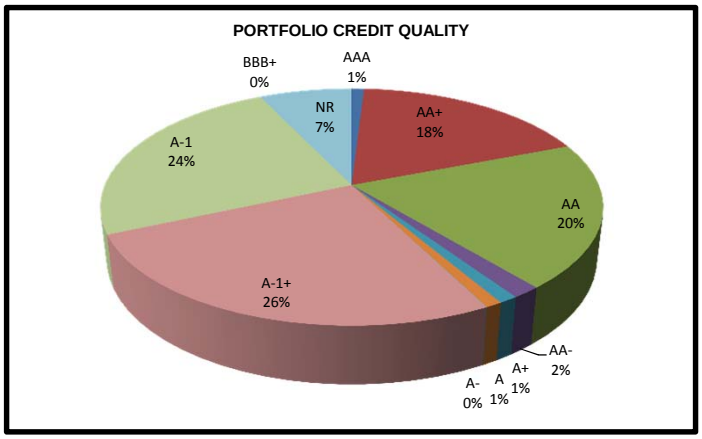
| TYPE | PAR VALUE | COST | FAIR VALUE | PERCENT OF TOTAL COST |
|---|---|---|---|---|
| **A. Investments Managed by Treasurer's Office** | | | | |
| 1. U.S. Treasuries (STRIPS, Bills, Notes) | $29,277,000.00 | $30,463,360.71 | $30,384,646.80 | 1.47% |
| 2. U.S. Agencies | | | | |
| Federal Agriculture Mortgage Corporation | 0.00 | 0.00 | 0.00 | 0.00% |
| Federal Home Loan Banks | 73,570,000.00 | 74,197,768.43 | 74,791,868.55 | 3.59% |
| Federal National Mortgage Association | 70,908,000.00 | 72,700,712.67 | 72,644,663.15 | 3.52% |
| Federal Farm Credit Banks | 155,000.00 | 168,181.20 | 166,140.63 | 0.01% |
| Federal Home Loan Mortgage Corporation | 126,388,000.00 | 127,941,266.51 | 128,532,328.46 | 6.19% |
| Municipal Bonds | 4,595,000.00 | 5,170,389.45 | 5,168,853.90 | 0.25% |
| Subtotal | 275,616,000.00 | 280,178,318.26 | 281,303,854.69 | 13.55% |
| 3. Money Market Instruments | | | | |
| Bankers Acceptances | 0.00 | 0.00 | 0.00 | 0.00% |
| Repurchase Agreement | 80,000,000.00 | 80,000,000.00 | 80,000,000.00 | 3.87% |
| Commercial Paper | 561,595,000.00 | 560,489,683.58 | 561,325,303.28 | 27.11% |
| Negotiable Certificates of Deposit | 476,720,000.00 | 476,728,201.99 | 477,003,327.68 | 23.06% |
| Medium Term Certificates of Deposit | 2,347,000.00 | 2,348,430.58 | 2,346,986.42 | 0.11% |
| Corporate Notes | 102,990,000.00 | 103,878,955.37 | 104,409,460.16 | 5.02% |
| Money Market Accounts | 565,318.32 | 565,318.32 | 565,318.32 | 0.03% |
| Time Deposit | 3,200.00 | 3,200.00 | 3,200.00 | 0.00% |
| Subtotal | 1,224,220,518.32 | 1,224,013,789.84 | 1,225,653,595.86 | 59.20% |
| **TOTAL (Section A.)** | 1,529,113,518.32 | 1,534,655,468.81 | 1,537,342,097.35 | 74.22% |
| **B. Investments Managed by Outside Contractors** | | | | |
| 1. Local Agency Investment Fund | 336,994,607.22 | 336,994,607.22 | 336,994,607.22 | 16.30% |
| 2. Other | | | | |
| a. EBRCS Bond | 2,455,113.76 | 2,455,113.76 | 2,455,113.76 | 0.12% |
| b. Miscellaneous (BNY, Mechanics, CCFCU) | 249,883.08 | 249,883.08 | 249,883.08 | 0.01% |
| c. Wells Capital Management | 44,322,439.38 | 44,856,963.99 | 44,780,280.41 | 2.17% |
| d. BofA Global Capital Management | 37,246,249.94 | 37,861,033.76 | 37,686,092.59 | 1.83% |
| e. CalTRUST (Short-Term Fund) | 62,330,448.62 | 62,330,448.62 | 62,330,448.62 | 3.01% |
| Subtotal | 146,604,134.78 | 147,753,443.21 | 147,501,818.46 | 7.15% |
| **TOTAL (Section B.)** | 483,598,742.00 | 484,748,050.43 | 484,496,425.68 | 23.44% |
| **C. Cash** | 48,238,398.53 | 48,238,398.53 | 48,238,398.53 | 2.33% |
| ***GRAND TOTAL (FOR A , B, & C)** | $2,060,950,658.85 | $2,067,641,917.77 | $2,070,076,921.56 | 100.00% |

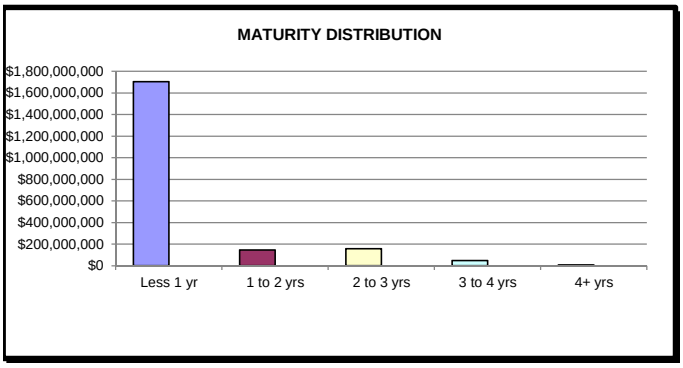
* Does not include the Futuris Public Entity Trust of the Contra Costa Community College District Retirement Board of Authority

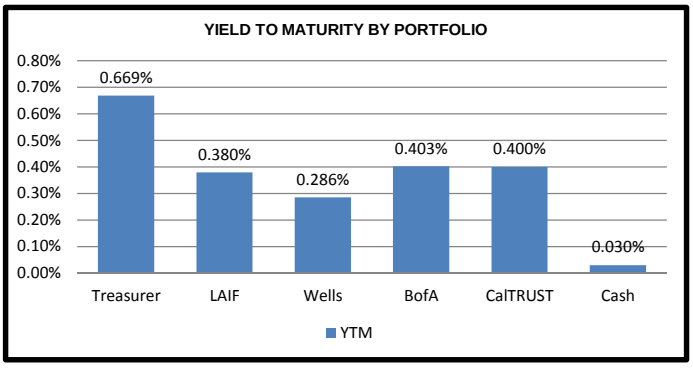
# CONTRA COSTA COUNTY
# INVESTMENT POOL
# AT A GLANCE

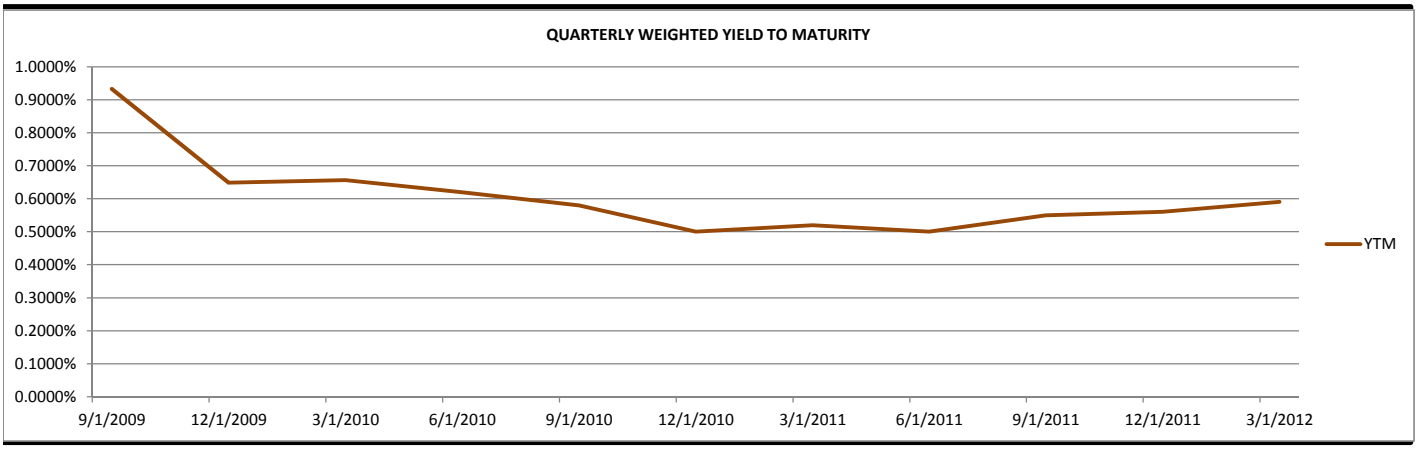
***AS OF MARCH 31, 2012***




**NOTES TO INVESTMENT PORTFOLIO SUMMARY AND AT A GLANCE AS OF MARCH 31, 2012**

1. All report information is unaudited but due diligence was utilized in its preparation.
2. There may be slight differences between the portfolio summary page and the attached exhibits and statements for investments managed by outside contractors or trustees. The variance is due to the timing difference in recording transactions associated with outside contracted parties during interim periods and later transmitted to the appropriate county agency and/or the Treasurer's Office. In general, the Treasurer's records reflect booked costs at the beginning of a period.
3. All securities and amounts included in the portfolio are denominated in United States Dollars.
4. The Contra Costa County investment portfolio maintains Standard & Poor's highest credit quality rating of AAAf and lowest volatility of S1+. The portfolio consists of a large portion of short-term investments with credit rating of A-1/P-1 or better. The majority of the long-term investments in the portfolio are rated AA or better.
5. In accordance with Contra Costa County's Investment Policy, the Treasurer's Office has constructed a portfolio that safeguard the principal, meet the liquidity and achieve a return. As a result, more than 82% of the portfolio will mature in less than a year with a weighted average maturity of 184 days.

# SECTION III

## APPENDIX

## A. INVESTMENT PORTFOLIO DETAIL - MANAGED BY TREASURER'S OFFICE

1

CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

PAGE: 1

(RPTMKT)

RUN: 04/05/12 16:34:39

INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| SUBTOTAL (Inv Type) 12 | TREASURY NOTES | 1.98%(M) | | | 1.9776 | 29,277,000.00 | 30,384,646.80 | 127,102.36 | 87,137.02 |
| | | | | | .4955 | 30,463,360.71 | 103.7833340000 | | -101,240.08 |
| SUBTOTAL (Inv Type) 18 | FNMA FLTG RATE ACT/360 | .06%(M) | | | .3199 | 950,000.00 | 950,890.63 | 147.25 | .00 |
| | | | | | .1758 | 950,950.00 | 100.0937500000 | | -59.37 |
| SUBTOTAL (Inv Type) 22 | FEDERAL HOME LOAN BANKS | 4.67%(M) | | | 1.8977 | 70,570,000.00 | 71,791,946.88 | 298,351.79 | 736,388.69 |
| | | | | | 1.5862 | 71,197,952.18 | 101.7315390000 | | -140,298.24 |
| SUBTOTAL (Inv Type) 23 | FEDERAL NATIONAL MORTGA | 4.14%(M) | | | 1.8845 | 61,958,000.00 | 63,694,821.89 | 354,991.58 | 117,508.74 |
| | | | | | .9623 | 63,761,314.75 | 102.8032250000 | | -170,977.99 |
| SUBTOTAL (Inv Type) 27 | FEDERAL FARM CREDIT BAN | .01%(M) | | | 4.3000 | 155,000.00 | 166,140.63 | 351.76 | .00 |
| | | | | | 2.4502 | 168,181.20 | 107.1875000000 | | -2,040.57 |
| SUBTOTAL (Inv Type) 28 | FEDERAL HOME LOAN MORTG | 1.84%(M) | | | .1479 | 28,279,000.00 | 28,276,997.79 | 34,594.13 | 6,173.64 |
| | | | | | .1542 | 28,236,239.38 | 99.99292000000 | | |
| SUBTOTAL (Inv Type) 29 | FHLMC NOTES | 6.52%(M) | | | 1.5490 | 98,109,000.00 | 100,255,330.67 | 313,657.03 | 819,666.97 |
| | | | | | 1.0636 | 99,705,027.13 | 102.1877000000 | | -254,261.59 |
| SUBTOTAL (Inv Type) 31 | MUNICIPAL BONDS | .34%(M) | | | 4.7701 | 4,595,000.00 | 5,168,853.90 | 47,838.89 | .00 |
| | | | | | 1.0988 | 5,170,389.45 | 112.4886590000 | | |
| SUBTOTAL (Inv Type) 41 | FNMA DISCOUNT NOTES | .52%(M) | | | .1398 | 8,000,000.00 | 7,998,950.63 | 8,481.03 | 2,078.15 |
| | | | | | .1601 | 7,988,447.92 | 99.98688300000 | | -56.47 |
| SUBTOTAL (Inv Type) 43 | FHLB DISCOUNT NOTES | .20%(M) | | | .0450 | 3,000,000.00 | 2,999,921.67 | 7.50 | 97.92 |
| | | | | | .0450 | 2,999,816.25 | 99.99738900000 | | |
| SUBTOTAL (Inv Type) 61 | REPURCHASE AGREEMENTS | 5.20%(M) | | | .0300 | 80,000,000.00 | 80,000,000.00 | 133.33 | .00 |
| | | | | | .0300 | 80,000,000.00 | 100.0000000000 | | |
| SUBTOTAL (Inv Type) 71 | COMMERCIAL PAPER DISCOU | 36.51%(M) | | | .5143 | 561,595,000.00 | 561,325,303.28 | 683,252.70 | 155,733.66 |
| | | | | | .5725 | 560,489,683.58 | 99.95197700000 | | -3,366.66 |
| SUBTOTAL (Inv Type) 72 | NEGOTIABLE CERT OF DEPO | 31.03%(M) | | | .5694 | 476,720,000.00 | 477,003,327.68 | 435,830.01 | 284,872.90 |
| | | | | | .5658 | 476,728,201.99 | 100.0594330000 | | -8,159.15 |
| SUBTOTAL (Inv Type) 73 | CORP NOTE FLTG RT ACT- | .80%(M) | | | 1.1064 | 12,200,000.00 | 12,231,437.50 | 12,683.14 | 16,125.00 |
| | | | | | .9115 | 12,228,947.00 | 100.2576840000 | | -13,634.50 |
| SUBTOTAL (Inv Type) 74 | CERT OF DEPOSIT MED TER | .15%(M) | | | 1.5086 | 2,347,000.00 | 2,346,986.42 | 5,136.78 | .00 |
| | | | | | 1.3847 | 2,348,430.58 | 99.99942100000 | | -997.16 |

1

CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

PAGE: 2

(RPTMKT)

RUN: 04/05/12 16:34:39

INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| SUBTOTAL (Inv Type) 75 CORPORATE NOTES | | 6.00%(M) | | | 1.8159 | 90,790,000.00 | 92,178,022.66 | 423,334.85 | 776,413.98 |
| | | | | | 1.3030 | 91,650,008.37 | 101.5288280000 | | -145,485.19 |
| SUBTOTAL (Inv Type) 99 MONEY MARKET ACCOUNTS | | .04%(M) | | | 0.0000 | 565,318.32 | 565,318.32 | .00 | .00 |
| | | | | | .0000 | 565,318.32 | 100.0000000000 | | |
| SUBTOTAL (Inv Type) 1000 TD WITH CALC CODE OF | | .00%(M) | | | 1.4000 | 3,200.00 | 3,200.00 | 38.95 | .00 |
| | | | | | 1.4000 | 3,200.00 | 100.0000000000 | | |
| GRAND TOTAL | | | | | .8122 | 1529113518.32 | 1537342097.35 | 2,745,933.08 | 3,002,196.67 |
| | | | | | .6739 | 1534655468.81 | 100.5381270000 | | -840,576.97 |

* MARKET = BOOK LESS PURCHASE INTEREST

**NOTE: GRAND TOTAL EXCLUDES RETIREMENT INVESTMENTS**

1

CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

PAGE: 1
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INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 78335 | CCCCD GOV US TREASURY NOTES | 912828MR8 | 14 | 7903 | 2.3750 | 220,000.00 | 231,682.00 | 454.34 | 11,057.52 |
| | 03/02/10 02/28/15 | | 37 | 000 | 2.3117 | 220,624.48 | 105.3100000000 | SUNGARD | |
| 78395 | CCCCD GOV US TREASURY NOTES | 912828MR8 | 14 | 7903 | 2.3750 | 675,000.00 | 710,842.50 | 1,394.03 | 39,986.01 |
| | 03/30/10 02/28/15 | | 37 | 000 | 2.5747 | 670,856.49 | 105.3100000000 | SUNGARD | |
| 78717 | CCCCD GOV TREASURY NOTE | 912828NL0 | 14 | 7903 | 1.8750 | 527,000.00 | 548,554.30 | 2,497.46 | 22,027.78 |
| | 07/14/10 06/30/15 | | 37 | 000 | 1.8940 | 526,526.52 | 104.0900000000 | SUNGARD | |
| 79001 | CCCSIG GOV US TREAS | 912828PB0 | 14 | 6911 | .5000 | 1,025,000.00 | 1,027,972.50 | 2,366.46 | 2,598.21 |
| | 11/03/10 10/15/13 | | 37 | 000 | .4840 | 1,025,374.29 | 100.2900000000 | SUNGARD | |
| 79451 | CCCCD GOV US TREAS | 912828LK4 | 14 | 7903 | 2.3750 | 600,000.00 | 627,780.00 | 1,239.13 | 11,467.50 |
| | 04/07/11 08/31/14 | | 37 | 000 | 1.5500 | 616,312.50 | 104.6300000000 | SUNGARD | |
| 80010 | CCCSIG GOV US TREASURY NOTES | 912828LC2 | 14 | 6911 | 2.6250 | 1,465,000.00 | 1,539,568.50 | 6,444.58 | |
| | 10/31/11 07/31/14 | | 37 | 000 | .4610 | 1,551,526.56 | 105.0900000000 | SUNGARD | -11,958.06 |
| 80190 | AUHSD GOVT TREASURY NOTE | 912828NS5 | 14 | 5007 | .6250 | 990,000.00 | 991,287.00 | 1,563.88 | |
| | 01/03/12 06/30/12 | | 49 | 000 | .0453 | 992,872.50 | 100.1300000000 | SUNGARD | -1,534.50 |
| 80191 | AUHSD GOVT TREASURY NOTE | 912828RL6 | 14 | 5007 | .5000 | 40,000.00 | 40,040.00 | 92.35 | |
| | 01/03/12 10/15/14 | | 49 | 000 | .3842 | 40,171.72 | 100.1000000000 | SUNGARD | -88.00 |
| 80193 | AUHSD GOVT TREASURY NOTE | 912828NX4 | 14 | 5007 | .3750 | 1,295,000.00 | 1,296,424.50 | 13.26 | |
| | 01/03/12 09/30/12 | | 49 | 000 | .1168 | 1,297,473.45 | 100.1100000000 | SUNGARD | -1,048.95 |
| 80194 | AUHSD GOVT TREASURY NOTE | 912828PR5 | 14 | 5007 | .6250 | 1,400,000.00 | 1,404,900.00 | 1,466.35 | |
| | 01/03/12 01/31/13 | | 49 | 000 | .1709 | 1,406,832.00 | 100.3500000000 | SUNGARD | -1,932.00 |
| 80204 | AUHSD GOVT TREASURY NOTES | 912828NQ9 | 14 | 5033 | .6250 | 150,000.00 | 150,240.00 | 157.11 | |
| | 01/03/12 07/31/12 | | 49 | 000 | .0762 | 150,474.00 | 100.1600000000 | SUNGARD | -234.00 |
| 80205 | AUHSD GOVT TREASURY NOTES | 912828PR5 | 14 | 5033 | .6250 | 40,000.00 | 40,140.00 | 41.90 | |
| | 01/03/12 01/31/13 | | 49 | 000 | .1709 | 40,195.20 | 100.3500000000 | SUNGARD | -55.20 |
| 80299 | CCCSIG GOV TREASURY NOTE | 912828MH0 | 14 | 6911 | 2.2500 | 1,660,000.00 | 1,740,842.00 | 6,259.20 | |
| | 01/26/12 01/31/15 | | 37 | 000 | .4003 | 1,751,883.59 | 104.8700000000 | SUNGARD | -11,041.59 |
| 80300 | CCCCD GOV TREASURY NOTE | 912828RX0 | 14 | 7903 | .8750 | 300,000.00 | 298,440.00 | 663.46 | |
| | 01/26/12 12/31/16 | | 37 | 000 | .9132 | 299,636.72 | 99.48000000000 | SUNGARD | -1,009.22 |
| 80304 | CCCSIG GOV US TREASURY NOTES | 912828MH0 | 14 | 6911 | 2.2500 | 2,455,000.00 | 2,574,558.50 | 9,256.83 | |
| | 01/27/12 01/31/15 | | 37 | 000 | .3103 | 2,597,600.98 | 104.8700000000 | SUNGARD | -23,042.48 |
| 80305 | CCCCD GOV US TREASURY NOTES | 912828MH0 | 14 | 7903 | 2.2500 | 1,720,000.00 | 1,803,764.00 | 6,485.44 | |
| | 01/27/12 01/31/15 | | 37 | 000 | .3103 | 1,819,907.81 | 104.8700000000 | SUNGARD | -16,143.81 |
| 80343 | CCCCD GOV TREASURY NOTE | 912828RX0 | 14 | 7903 | .8750 | 345,000.00 | 343,206.00 | 762.98 | |
| | 01/09/12 12/31/16 | | 37 | 000 | .8686 | 345,182.45 | 99.48000000000 | SUNGARD | -1,901.81 |
| 80344 | CCCSIG GOV TREASURY NOTE | 912828RV4 | 14 | 6911 | .2500 | 1,000,000.00 | 994,000.00 | 737.71 | |
| | 01/09/12 12/15/14 | | 37 | 000 | .3922 | 996,030.15 | 99.40000000000 | SUNGARD | -1,859.38 |
| 80356 | CCCSIG GOV TREASURY NOTE | 912828JQ4 | 14 | 6911 | 2.7500 | 1,910,000.00 | 1,982,962.00 | 22,077.81 | |
| | 02/13/12 10/31/13 | | 37 | 000 | .2730 | 2,005,878.78 | 103.8200000000 | SUNGARD | -7,765.34 |
| 80373 | CCCSIG GOV US TREASURY NOTES | 912828LS7 | 14 | 6911 | 2.3750 | 2,450,000.00 | 2,569,315.00 | 24,457.93 | |
| | 02/23/12 10/31/14 | | 37 | 000 | .4190 | 2,596,147.08 | 104.8700000000 | SUNGARD | -8,448.67 |
| 80374 | CCCCD GOV US TREASURY NOTES | 912828KZ2 | 14 | 7903 | 3.2500 | 450,000.00 | 494,595.00 | 3,696.43 | |
| | 02/23/12 06/30/16 | | 37 | 000 | .7465 | 500,316.12 | 109.9100000000 | SUNGARD | -3,551.48 |
| 80432 | CCCCD GOV US TREASURY NOTES | 912828MR8 | 14 | 7903 | 2.3750 | 735,000.00 | 774,028.50 | 1,527.32 | |
| | 03/14/12 02/28/15 | | 37 | 000 | .5103 | 775,859.41 | 105.3100000000 | SUNGARD | -1,166.81 |
| 80433 | CCCSIG GOV US TREASURY NOTES | 912828MR8 | 14 | 6911 | 2.3750 | 4,300,000.00 | 4,528,330.00 | 8,963.23 | |
| | 03/14/12 02/28/15 | | 37 | 000 | .5103 | 4,539,041.44 | 105.3100000000 | SUNGARD | -6,826.25 |
| 80457 | CCCCD GOV US TREASURY NOTES | 912828MR8 | 14 | 7903 | 2.3750 | 395,000.00 | 415,974.50 | 815.76 | |
| | 03/29/12 02/28/15 | | 37 | 000 | .5160 | 417,001.39 | 105.3100000000 | SUNGARD | -287.61 |

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CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

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INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 80458 | CCCSIG GOV US TREASURY NOTES | 912828KV1 | 14 | 6911 | 2.2500 | 3,130,000.00 | 3,255,200.00 | 23,667.41 | |
| | 03/29/12 05/31/14 | | 37 | 000 | .3792 | 3,279,635.08 | 104.0000000000 | SUNGARD | -1,344.92 |
| SUBTOTAL (Inv Type) 12 TREASURY NOTES | | 1.98%(M) | | | 1.9776 | 29,277,000.00 | 30,384,646.80 | 127,102.36 | 87,137.02 |
| | | | | | .4955 | 30,463,360.71 | 103.7833340000 | | -101,240.08 |
| 80203 | AUHSD GOVT FNMA FLTG RATE | 31398A3X8 | 14 | 5033 | .3199 | 350,000.00 | 350,328.13 | 54.24 | |
| | 01/03/12 09/13/12 | | 49 | 000 | .1758 | 350,350.00 | 100.0937500000 | SUNGARD | -21.87 |
| 80207 | AUHSD GOVT FNMA FLTG RATE | 31398A3X8 | 14 | 5007 | .3199 | 600,000.00 | 600,562.50 | 93.01 | |
| | 01/03/12 09/13/12 | | 49 | 000 | .1758 | 600,600.00 | 100.0937500000 | SUNGARD | -37.50 |
| SUBTOTAL (Inv Type) 18 FNMA FLTG RATE ACT/360 | | .06%(M) | | | .3199 | 950,000.00 | 950,890.63 | 147.25 | .00 |
| | | | | | .1758 | 950,950.00 | 100.0937500000 | | -59.37 |
| 74640 | WT GOV FHLB NOTES | 3133XML66 | 14 | 8451 | 4.6250 | 170,000.00 | 174,037.50 | 3,734.69 | 3,257.20 |
| | 10/22/07 10/10/12 | | 17 | 000 | 4.5201 | 170,780.30 | 102.3750000000 | SUNGARD | |
| 76507 | RM GOV FHLB NOTES | 3133XCTG8 | 14 | 8169 | 4.5000 | 4,895,000.00 | 4,988,310.94 | 10,401.88 | 14,795.14 |
| | 10/20/08 09/14/12 | | 16 | 000 | 4.0502 | 4,973,515.80 | 101.9062500000 | SUNGARD | |
| 77422 | RM GOV FHLB NOTES | 3133XTGT7 | 14 | 8169 | 1.9500 | 4,080,000.00 | 4,082,550.00 | 37,128.00 | |
| | 04/15/09 04/13/12 | | 17 | 000 | 1.8001 | 4,097,748.00 | 100.0625000000 | SUNGARD | -15,198.00 |
| 77572 | RM GOV FHLB NOTES | 3133XTXC5 | 14 | 8167 | 2.2500 | 2,000,000.00 | 2,008,125.00 | 13,750.00 | 8,125.00 |
| | 06/12/09 06/11/12 | | 16 | 000 | 2.2500 | 2,000,000.00 | 100.4062500000 | SUNGARD | |
| 77686 | RM GOV FHLB NOTES | 3133XUCX9 | 14 | 8167 | 1.8750 | 2,500,000.00 | 2,513,281.25 | 8,854.16 | 16,556.25 |
| | 07/24/09 07/23/12 | | 17 | 000 | 1.9201 | 2,496,725.00 | 100.5312500000 | SUNGARD | |
| 77728 | RM GOV FHLB NOTES | 3133XTS49 | 14 | 8169 | 1.8750 | 3,000,000.00 | 3,011,250.00 | 15,781.25 | 16,710.00 |
| | 08/07/09 06/20/12 | | 17 | 000 | 1.9402 | 2,994,540.00 | 100.3750000000 | SUNGARD | |
| 77824 | RM GOV FHLB NOTES | 3133XUUJ0 | 14 | 8167 | 1.6250 | 2,515,000.00 | 2,533,076.56 | 19,299.14 | 25,143.71 |
| | 09/11/09 09/26/12 | | 29 | 000 | 1.7201 | 2,507,932.85 | 100.7187500000 | SUNGARD | |
| 77988 | WT GOV FHLB NOTES | 3133XUMR1 | 14 | 8451 | 3.2500 | 165,000.00 | 175,776.56 | 297.91 | 6,479.96 |
| | 10/28/09 09/12/14 | | 16 | 000 | 2.6754 | 169,296.60 | 106.5312500000 | SUNGARD | |
| 78350 | RM GOV FHLB NOTES | 3133XWX87 | 14 | 8167 | 1.7500 | 2,500,000.00 | 2,532,812.50 | 2,795.13 | 30,687.50 |
| | 03/12/10 03/08/13 | | 17 | 000 | 1.7202 | 2,502,125.00 | 101.3125000000 | SUNGARD | |
| 78467 | WT GOV FHLB NOTES | 3133XWX95 | 14 | 8451 | 2.7500 | 170,000.00 | 180,412.50 | 233.74 | 10,033.40 |
| | 04/19/10 03/13/15 | | 17 | 000 | 2.7001 | 170,379.10 | 106.1250000000 | SUNGARD | |
| 78542 | RM GOV FHLB NOTES | 3133XWKV0 | 14 | 8169 | 2.3750 | 6,960,000.00 | 7,227,525.00 | 7,805.83 | 188,389.80 |
| | 05/12/10 03/14/14 | | 17 | 000 | 2.0650 | 7,039,135.20 | 103.8437500000 | SUNGARD | |
| 78630 | RM GOV FHLB NOTES | 3133XYHD0 | 14 | 8167 | 1.6250 | 3,930,000.00 | 3,993,862.50 | 18,981.35 | 50,893.50 |
| | 06/11/10 06/14/13 | | 16 | 000 | 1.5120 | 3,942,969.00 | 101.6250000000 | SUNGARD | |
| 78631 | RM GOV FHLB NOTES | 3133XWE70 | 14 | 8169 | 2.5000 | 2,900,000.00 | 3,027,781.25 | 21,750.01 | 70,013.25 |
| | 06/11/10 06/13/14 | | 17 | 000 | 1.9802 | 2,957,768.00 | 104.4062500000 | SUNGARD | |
| 78816 | RM GOV FHLB NOTE | 3133XUE41 | 14 | 8171 | 1.7500 | 2,445,000.00 | 2,460,281.25 | 4,635.32 | |
| | 08/27/10 08/22/12 | | 29 | 000 | .6594 | 2,497,529.28 | 100.6250000000 | SUNGARD | -37,248.03 |
| 79123 | RM GOV FHLB NOTES | 313371W51 | 14 | 8169 | 1.2500 | 6,075,000.00 | 6,162,328.13 | 22,992.23 | 165,574.13 |
| | 12/10/10 12/12/14 | | 29 | 000 | 1.5830 | 5,996,754.00 | 101.4375000000 | SUNGARD | |
| 79124 | RM GOV FHLB NOTES | 3133XVVH1 | 14 | 8167 | 2.0200 | 1,940,000.00 | 1,992,743.75 | 14,042.37 | |
| | 12/10/10 11/22/13 | | 17 | 000 | 1.0701 | 1,993,369.40 | 102.7187500000 | SUNGARD | -625.65 |

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CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

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INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION / PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE / YTM TR | PAR/SHARES / BOOK | MARKET VALUE / MARKET PRICE | CURR ACCR INT / PRICE SOURCE | UNREALIZED GAIN / UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 79130 | RM GOV FHLB NOTES | 31339X2M5 | 14 | 8167 | 3.8750 | 1,870,000.00 | 1,950,643.75 | 21,537.47 | |
| | 06/22/10 06/14/13 | | 11 | 000 | 1.2866 | 2,010,960.60 | 104.3125000000 | SUNGARD | -60,316.85 |
| 79131 | RM GOV FHLB NOTES | 3133XWE70 | 14 | 8169 | 2.5000 | 4,885,000.00 | 5,100,245.31 | 36,637.50 | 107,042.56 |
| | 06/21/10 06/13/14 | | 16 | 000 | 1.9189 | 4,993,202.75 | 104.4062500000 | SUNGARD | |
| 79714 | CCCCD GOV FHLB TAP ISSUE | 3133XSP93 | 14 | 7903 | 3.1250 | 300,000.00 | 313,968.75 | 2,812.50 | |
| | 06/29/11 12/13/13 | | 10 | 000 | .7578 | 317,244.00 | 104.6562500000 | SUNGARD | -3,275.25 |
| 79715 | CCCSIG GOV FHLB TAP ISSUE | 3133XSP93 | 14 | 6911 | 3.1250 | 1,820,000.00 | 1,904,743.75 | 17,062.50 | |
| | 06/29/11 12/13/13 | | 10 | 000 | .7578 | 1,924,613.60 | 104.6562500000 | SUNGARD | -19,869.85 |
| 79859 | CCCSIG GOV FHLB NOTES | 313374Y61 | 14 | 6911 | .5000 | 1,540,000.00 | 1,543,850.00 | 705.83 | 5,990.60 |
| | 07/21/11 08/28/13 | | 37 | 000 | .5669 | 1,537,859.40 | 100.2500000000 | SUNGARD | |
| 79950 | RM GOV FHLB NOTES | 313375WG8 | 14 | 8168 | .2000 | 300,000.00 | 300,093.75 | 293.33 | 123.75 |
| | 10/13/11 10/05/12 | | 37 | 000 | .2102 | 299,983.33 | 100.0312500000 | SUNGARD | |
| 80031 | CCCSIG GOV FHLB NOTES | 3133762C8 | 14 | 6911 | .3750 | 2,365,000.00 | 2,365,739.06 | 3,054.80 | 5,445.41 |
| | 11/15/11 11/27/13 | | 37 | 000 | .4735 | 2,360,293.65 | 100.0312500000 | SUNGARD | |
| 80032 | CCCCD GOV FHLB NOTES | 3133762C8 | 14 | 7903 | .3750 | 760,000.00 | 760,237.50 | 981.66 | 1,749.90 |
| | 11/15/11 11/27/13 | | 37 | 000 | .4735 | 758,487.60 | 100.0312500000 | SUNGARD | |
| 80088 | CCCSIG GOV FHLB NOTES | 3133762C8 | 14 | 6911 | .3750 | 4,895,000.00 | 4,896,529.69 | 6,322.71 | 8,333.74 |
| | 11/30/11 11/27/13 | | 37 | 000 | .4452 | 4,888,348.92 | 100.0312500000 | SUNGARD | |
| 80197 | CCCCD GOV FHLB NOTES | 3133762C8 | 14 | 7903 | .3750 | 555,000.00 | 555,173.44 | 716.87 | 944.89 |
| | 11/30/11 11/27/13 | | 37 | 000 | .4452 | 554,245.89 | 100.0312500000 | SUNGARD | |
| 80199 | AUHSD GOVT FHLB | 313373JR4 | 14 | 5033 | 1.3750 | 50,000.00 | 51,062.50 | 234.90 | 99.00 |
| | 01/03/12 05/28/14 | | 49 | 000 | .5663 | 51,030.34 | 102.1250000000 | SUNGARD | |
| 80270 | CCCSIG GOV FHLB NOTES | 3133762C8 | 14 | 6911 | .3750 | 2,400,000.00 | 2,400,750.00 | 3,100.00 | |
| | 01/12/12 11/27/13 | | 37 | 000 | .3434 | 2,402,541.00 | 100.0312500000 | SUNGARD | -666.00 |
| 80271 | CCCCD GOV FHLB NOTES | 3133762C8 | 14 | 7903 | .3750 | 900,000.00 | 900,281.25 | 1,162.51 | |
| | 01/12/12 11/27/13 | | 37 | 000 | .3376 | 901,050.98 | 100.0312500000 | SUNGARD | -347.85 |
| 80361 | CCCSIG GOV FHLB NOTES | 313376UF0 | 14 | 6911 | .3750 | 1,685,000.00 | 1,684,473.44 | 1,246.20 | |
| | 02/07/12 01/29/14 | | 37 | 000 | .3080 | 1,687,522.59 | 99.96875000000 | SUNGARD | -2,750.76 |
| SUBTOTAL (Inv Type) 22 FEDERAL HOME LOAN BANKS 4.67%(M) | | | | | 1.8977 | 70,570,000.00 | 71,791,946.88 | 298,351.79 | 736,388.69 |
| | | | | | 1.5862 | 71,197,952.18 | 101.7315390000 | | -140,298.24 |
| 75459 | WT GOV FNMA NOTES | 31359MQV8 | 14 | 8451 | 4.7500 | 165,000.00 | 171,548.44 | 870.83 | |
| | 04/02/08 02/21/13 | | 17 | 000 | 3.5302 | 173,954.55 | 103.9687500000 | SUNGARD | -2,406.11 |
| 76489 | WT GOV FNMA NOTES | 31359MSL8 | 14 | 8451 | 4.3750 | 160,000.00 | 168,300.00 | 1,438.89 | 4,828.00 |
| | 10/14/08 07/17/13 | | 17 | 000 | 3.8701 | 163,472.00 | 105.1875000000 | SUNGARD | |
| 78483 | RM GOV FNMA NOTES | 31398AWK4 | 14 | 8169 | 1.8750 | 4,000,000.00 | 4,003,750.00 | 33,541.67 | |
| | 04/20/10 04/20/12 | | 11 | 000 | 1.0769 | 4,063,000.00 | 100.0937500000 | SUNGARD | -59,250.00 |
| 78840 | CCCCD GOV FNMA NOTES | 31398AU34 | 14 | 7903 | 2.3750 | 730,000.00 | 769,693.75 | 3,034.06 | 16,143.95 |
| | 09/07/10 07/28/15 | | 37 | 000 | 1.6850 | 753,549.80 | 105.4375000000 | SUNGARD | |
| 78851 | RM GOV FNMA NOTES | 31398AX31 | 14 | 8169 | 1.2500 | 2,479,000.00 | 2,509,987.50 | 3,529.13 | 11,973.57 |
| | 09/10/10 08/20/13 | | 29 | 000 | .9850 | 2,498,013.93 | 101.2500000000 | SUNGARD | |
| 79350 | RM GOV FNMA NOTES | 3135G0AK9 | 14 | 8171 | .7500 | 1,895,000.00 | 1,903,882.81 | 1,381.74 | 15,193.16 |
| | 02/07/11 02/26/13 | | 29 | 000 | .9141 | 1,888,689.65 | 100.4687500000 | SUNGARD | |
| 79569 | RM GOV FNMA NOTES | 31359MA45 | 14 | 8169 | 5.0000 | 4,406,000.00 | 4,978,780.00 | 101,582.78 | |
| | 05/16/11 04/15/15 | | 29 | 000 | 1.5552 | 4,980,101.80 | 113.0000000000 | SUNGARD | -1,321.80 |

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CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

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INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 79716 | CCCCD GOV FNMA NOTES | 31398A5W8 | 14 | 7903 | .7500 | 525,000.00 | 528,609.38 | 1,126.56 | 3,635.63 |
| | 06/29/11 12/18/13 | | 37 | 000 | .7520 | 524,973.75 | 100.6875000000 | SUNGARD | |
| 79717 | CCCSIG GOV FNMA NOTES | 31398A5W8 | 14 | 6911 | .7500 | 2,130,000.00 | 2,144,643.75 | 4,570.64 | 14,750.25 |
| | 06/29/11 12/18/13 | | 37 | 000 | .7520 | 2,129,893.50 | 100.6875000000 | SUNGARD | |
| 79771 | CCCSIG GOV FNMA NOTES | 31398A5W8 | 14 | 6911 | .7500 | 905,000.00 | 911,221.88 | 1,941.98 | 3,543.08 |
| | 08/03/11 12/18/13 | | 37 | 000 | .6242 | 907,678.80 | 100.6875000000 | SUNGARD | |
| 79772 | CCCCD GOV FNMA NOTES | 31398A5W8 | 14 | 7903 | .7500 | 270,000.00 | 271,856.25 | 579.39 | 1,057.05 |
| | 08/03/11 12/18/13 | | 37 | 000 | .6242 | 270,799.20 | 100.6875000000 | SUNGARD | |
| 79774 | CCCSIG GOV FNMA NOTES | 31359MTG8 | 14 | 6911 | 4.6250 | 2,580,000.00 | 2,749,312.50 | 55,022.08 | |
| | 08/03/11 10/15/13 | | 37 | 000 | .5693 | 2,808,422.88 | 106.5625000000 | SUNGARD | -59,110.38 |
| 79848 | CCCCD GOV FNMA NOTES | 31359MA45 | 14 | 7903 | 5.0000 | 350,000.00 | 395,500.00 | 8,069.44 | |
| | 08/29/11 04/15/15 | | 37 | 000 | .7490 | 403,147.50 | 113.0000000000 | SUNGARD | -7,647.50 |
| 79869 | RM GOV FNMA NOTES | 3136FPBB2 | 14 | 8167 | 2.2500 | 898,000.00 | 941,216.25 | 2,020.50 | |
| | 09/09/11 08/25/15 | | 17 | 000 | .8502 | 946,860.18 | 104.8125000000 | SUNGARD | -5,643.93 |
| 79870 | RM GOV FNMA NOTES | 3136FPBB2 | 14 | 8169 | 2.2500 | 2,692,000.00 | 2,821,552.50 | 6,057.00 | |
| | 09/09/11 08/25/15 | | 17 | 000 | .8502 | 2,838,471.72 | 104.8125000000 | SUNGARD | -16,919.22 |
| 79920 | CCCCD GOV FNMA NOTES | 31398A4M1 | 14 | 7903 | 1.6250 | 700,000.00 | 721,000.00 | 4,897.57 | 2,093.00 |
| | 09/27/11 10/26/15 | | 37 | 000 | .9486 | 718,907.00 | 103.0000000000 | SUNGARD | |
| 79947 | RM GOV FNMA NOTES | 31398A3T7 | 14 | 8169 | 2.0000 | 3,605,000.00 | 3,740,187.50 | 2,002.78 | 16,114.35 |
| | 10/13/11 09/21/15 | | 17 | 000 | 1.1400 | 3,724,073.15 | 103.7500000000 | SUNGARD | |
| 80020 | WT GOV FNMA NOTES | 3135G0CM3 | 14 | 8451 | 1.2500 | 173,000.00 | 173,973.13 | 18.02 | 236.15 |
| | 11/09/11 09/28/16 | | 17 | 000 | 1.1600 | 173,736.98 | 100.5625000000 | SUNGARD | |
| 80095 | CCCSIG GOV FNMA NOTES | 31398AXJ6 | 14 | 6911 | 2.5000 | 2,480,000.00 | 2,590,825.00 | 23,422.22 | 18.60 |
| | 11/23/11 05/15/14 | | 37 | 000 | .6785 | 2,592,184.18 | 104.4687500000 | SUNGARD | |
| 80110 | GOV FNMA CALLABLE NOTES | 3135G0FZ1 | 14 | 8177 | 1.0000 | 10,000,000.00 | 10,006,250.00 | 32,222.22 | 11,250.00 |
| | 12/05/11 12/05/14 | | 7 | 000 | 1.0170 | 9,995,000.00 | 100.0625000000 | SUNGARD | |
| 80118 | RM GOV FNMA NOTES | 31398A4M1 | 14 | 8169 | 1.6250 | 6,000,000.00 | 6,180,000.00 | 41,979.16 | 12,900.00 |
| | 12/09/11 10/26/15 | | 29 | 000 | .8931 | 6,178,745.83 | 103.0000000000 | SUNGARD | |
| 80145 | GOV FNMA NOTES | 3135G0GP2 | 14 | 8177 | .7500 | 10,000,000.00 | 10,003,125.00 | 21,250.00 | 3,125.00 |
| | 12/19/11 12/19/14 | | 7 | 000 | .7500 | 10,000,000.00 | 100.0312500000 | SUNGARD | |
| 80201 | AUHSD GOVT FNMA | 3135G0AP8 | 14 | 5033 | 1.2500 | 90,000.00 | 91,631.25 | 106.25 | 364.95 |
| | 01/03/12 02/27/14 | | 49 | 000 | .5904 | 91,266.30 | 101.8125000000 | SUNGARD | |
| 80202 | AUHSD GOVT FNMA | 31398A2S0 | 14 | 5033 | 1.0000 | 300,000.00 | 302,812.50 | 66.67 | |
| | 01/03/12 09/23/13 | | 49 | 000 | .4143 | 303,012.00 | 100.9375000000 | SUNGARD | -199.50 |
| 80241 | AUHSD GOVT FNMA | 3135G0DE0 | 14 | 5007 | .5000 | 300,000.00 | 300,000.00 | 50.00 | 282.00 |
| | 01/03/12 09/19/13 | | 49 | 000 | .5552 | 299,718.00 | 100.0000000000 | SUNGARD | |
| 80242 | AUHSD GOVT FNMA | 31359MRG0 | 14 | 5007 | 4.3750 | 90,000.00 | 93,543.75 | 175.00 | |
| | 01/03/12 03/15/13 | | 49 | 000 | .2630 | 94,430.70 | 103.9375000000 | SUNGARD | -886.95 |
| 80281 | RM GOV FNMA NOTES | 3135G0AL7 | 14 | 8169 | 2.2500 | 4,035,000.00 | 4,221,618.75 | 4,035.00 | |
| | 01/23/12 03/15/16 | | 17 | 000 | 1.0002 | 4,239,211.35 | 104.6250000000 | SUNGARD | -17,592.60 |
| SUBTOTAL (Inv Type) 23 FEDERAL NATIONAL MORTGA 4.14%(M) | | | | | 1.8845 | 61,958,000.00 | 63,694,821.89 | 354,991.58 | 117,508.74 |
| | | | | | .9623 | 63,761,314.75 | 102.8032250000 | | -170,977.99 |
| 77421 | WT GOV FFCB NOTES | 31331TWZ0 | 14 | 8451 | 4.3000 | 155,000.00 | 166,140.63 | 351.76 | |
| | 04/15/09 03/12/14 | | 16 | 000 | 2.4502 | 168,181.20 | 107.1875000000 | SUNGARD | -2,040.57 |

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TREASURER'S OFFICE
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(RPTMKT) RUN: 04/20/12 13:28:21
INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| SUBTOTAL (Inv Type) 27 FEDERAL FARM CREDIT BAN | | .01%(M) | | | 4.3000 | 155,000.00 | 166,140.63 | 351.76 | .00 |
| | | | | | 2.4502 | 168,181.20 | 107.1875000000 | | -2,040.57 |
| 79618 | PW GOV FHLMC DISC | 313396XM0 | 14 | 1392 | .1900 | 16,030,000.00 | 16,029,474.57 | 25,634.65 | 4,466.13 |
| | 06/03/11 05/30/12 | | 17 | 000 | .1904 | 15,999,373.79 | 99.99672222222 | SUNGARD | |
| 79619 | PW GOV FHLMC DISC | 313396XM0 | 14 | 1114 | .1900 | 5,010,000.00 | 5,009,835.78 | 8,011.82 | 1,395.84 |
| | 06/03/11 05/30/12 | | 17 | 000 | .1904 | 5,000,428.12 | 99.99672222222 | SUNGARD | |
| 79647 | RM GOV FHLMC DISC | 313396WY5 | 14 | 8168 | .1900 | 250,000.00 | 249,993.61 | 410.35 | 54.30 |
| | 05/26/11 05/17/12 | | 17 | 000 | .1904 | 249,528.96 | 99.99744444444 | SUNGARD | |
| 80232 | MET GOVT FHLMC DISCO | 313396VU4 | 14 | 8138 | .0200 | 4,000,000.00 | 3,999,960.00 | 184.44 | |
| | 01/09/12 04/19/12 | | 17 | 000 | .0200 | 3,999,775.56 | 99.99900000000 | SUNGARD | .00 |
| 80269 | RM GOV FHLMC DISC | 313396VU4 | 14 | 8171 | .0300 | 1,992,000.00 | 1,991,980.08 | 132.80 | 9.96 |
| | 01/12/12 04/19/12 | | 17 | 000 | .0300 | 1,991,837.32 | 99.99900000000 | SUNGARD | |
| 80369 | RM GOV FHLMC DISC NOTES | 313397BW0 | 14 | 8170 | 0.0000 | 997,000.00 | 995,753.75 | 220.07 | 247.41 |
| | 02/16/12 02/14/13 | | 17 | 000 | .1703 | 995,295.63 | 99.87500000000 | SUNGARD | |
| SUBTOTAL (Inv Type) 28 FEDERAL HOME LOAN MORTG | | 1.84%(M) | | | .1479 | 28,279,000.00 | 28,276,997.79 | 34,594.13 | 6,173.64 |
| | | | | | .1542 | 28,236,239.38 | 99.99292000000 | | |
| 78482 | RM GOV FHLMC NOTES | 3137EACJ6 | 14 | 8169 | 1.6250 | 3,998,000.00 | 4,054,221.88 | 29,957.26 | 62,298.84 |
| | 04/20/10 04/15/13 | | 29 | 000 | 1.6769 | 3,991,923.04 | 101.4062500000 | SUNGARD | |
| 78760 | RM GOV FHLMC NOTES | 3134A4UU6 | 14 | 8169 | 5.0000 | 1,765,000.00 | 1,945,912.50 | 18,630.56 | |
| | 07/28/10 07/15/14 | | 29 | 000 | 1.5749 | 1,996,409.15 | 110.2500000000 | SUNGARD | -50,496.65 |
| 78768 | RM GOV FHLMC NOTES | 3134A4UU6 | 14 | 8169 | 5.0000 | 4,418,000.00 | 4,870,845.00 | 46,634.44 | |
| | 08/02/10 07/15/14 | | 29 | 000 | 1.3620 | 5,034,443.54 | 110.2500000000 | SUNGARD | -163,598.54 |
| 78850 | RM GOV FHLMC NOTES | 3137EACD9 | 14 | 8169 | 3.0000 | 2,340,000.00 | 2,485,518.75 | 12,285.00 | |
| | 09/10/10 07/28/14 | | 17 | 000 | 1.3300 | 2,487,402.71 | 106.2187500000 | SUNGARD | -1,883.96 |
| 78867 | WT GOV FHLMC NOTES | 3137EACM9 | 14 | 8451 | 1.7500 | 170,000.00 | 175,631.25 | 173.54 | 4,983.55 |
| | 09/14/10 09/10/15 | | 29 | 000 | 1.6701 | 170,647.70 | 103.3125000000 | SUNGARD | |
| 78935 | CCCSIG GOV FHLMC | 3137EABS7 | 14 | 6911 | 4.1250 | 1,150,000.00 | 1,214,687.50 | 527.08 | |
| | 10/07/10 09/27/13 | | 37 | 000 | .8351 | 1,238,690.01 | 105.6250000000 | SUNGARD | -24,002.51 |
| 78937 | CCCCD GOV FHLMC NOTE | 3137EACM9 | 14 | 7903 | 1.7500 | 755,000.00 | 780,009.38 | 770.73 | 17,237.47 |
| | 10/07/10 09/10/15 | | 37 | 000 | 1.5269 | 762,771.91 | 103.3125000000 | SUNGARD | |
| 79198 | RM GOV FHLMC NOTES | 3134G1P65 | 14 | 8171 | .7500 | 3,494,000.00 | 3,508,194.38 | 6,769.63 | 9,861.82 |
| | 01/04/11 12/28/12 | | 16 | 000 | .6869 | 3,498,332.56 | 100.4062500000 | SUNGARD | |
| 79284 | CCCCD GOV FHLMC NOTES | 3137EACD9 | 14 | 7903 | 3.0000 | 1,150,000.00 | 1,221,515.63 | 6,037.50 | 13,509.63 |
| | 02/04/11 07/28/14 | | 37 | 000 | 1.5081 | 1,208,006.00 | 106.2187500000 | SUNGARD | |
| 79289 | RM GOV FHLMC NOTE | 3137EACR8 | 14 | 8167 | 1.3750 | 3,915,000.00 | 3,998,193.75 | 5,383.13 | 98,109.90 |
| | 02/07/11 02/25/14 | | 29 | 000 | 1.5028 | 3,900,083.85 | 102.1250000000 | SUNGARD | |
| 79309 | GOV FHLMC CALLABLE NO | 3134G1C36 | 14 | 8177 | 1.0000 | 10,000,000.00 | 10,090,625.00 | 27,222.22 | 230,625.00 |
| | 02/14/11 12/23/13 | | 29 | 000 | 1.5021 | 9,860,000.00 | 100.9062500000 | SUNGARD | |
| 79321 | RM GOV FHLMC NOTES | 3137EACH0 | 14 | 8169 | 2.8750 | 5,800,000.00 | 6,175,187.50 | 24,086.11 | 182,221.50 |
| | 02/18/11 02/09/15 | | 17 | 000 | 2.0000 | 5,992,966.00 | 106.4687500000 | SUNGARD | |
| 79343 | WT GOV FHLMC NOTES | 3134A4ZT4 | 14 | 8451 | 4.7500 | 155,000.00 | 177,184.38 | 1,472.50 | 4,917.38 |
| | 02/25/11 01/19/16 | | 17 | 000 | 2.3306 | 172,267.00 | 114.3125000000 | SUNGARD | |

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CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

PAGE: 6
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INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 79367 | RM GOV FHLMC NOTES | 3137EACH0 | 14 | 8169 | 2.8750 | 5,006,000.00 | 5,329,825.63 | 20,788.81 | 129,042.17 |
| | 03/11/11 02/09/15 | | 29 | 000 | 1.8391 | 5,200,783.46 | 106.4687500000 | SUNGARD | |
| 79501 | MDUSD GOV FHLMC NOTES | 3128X23A1 | 14 | 7530 | 4.5000 | 45,000.00 | 48,585.94 | 1,006.89 | |
| | 04/21/11 04/02/14 | | 11 | 000 | 1.2700 | 49,191.30 | 107.9687500000 | SUNGARD | -605.36 |
| 79566 | PW GOV FHLMC NOTES | 3134G2CL4 | 14 | 1388 | 1.3500 | 1,610,000.00 | 1,640,690.63 | 9,177.00 | 17,005.63 |
| | 05/13/11 04/29/14 | | 29 | 000 | 1.0576 | 1,623,685.00 | 101.9062500000 | SUNGARD | |
| 79726 | CCCSIG GOV FHLMC | 3137EACV9 | 14 | 6911 | 1.0000 | 880,000.00 | 891,275.00 | 831.12 | 12,921.28 |
| | 07/05/11 08/27/14 | | 37 | 000 | 1.0630 | 878,353.72 | 101.2812500000 | SUNGARD | |
| 79850 | CCCSIG GOV FHLMC | 3134G2WG3 | 14 | 6911 | .7500 | 4,000,000.00 | 4,022,500.00 | 749.99 | 1,540.00 |
| | 08/31/11 09/22/14 | | 37 | 000 | .5769 | 4,020,960.00 | 100.5625000000 | SUNGARD | |
| 79858 | CCCCD GOV FHLMC | 3137EACV9 | 14 | 7903 | 1.0000 | 1,000,000.00 | 1,012,812.50 | 944.43 | |
| | 08/15/11 08/27/14 | | 37 | 000 | .5249 | 1,014,280.00 | 101.2812500000 | SUNGARD | -1,467.50 |
| 79928 | CCCSIG GOV FHLMC | 3134G2WG3 | 14 | 6911 | .7500 | 1,010,000.00 | 1,015,681.25 | 189.38 | 3,746.66 |
| | 09/30/11 09/22/14 | | 37 | 000 | .6820 | 1,011,934.59 | 100.5625000000 | SUNGARD | |
| 79930 | CCCCD GOV FHLM | 3137EACM9 | 14 | 7903 | 1.7500 | 680,000.00 | 702,525.00 | 694.17 | 1,744.20 |
| | 09/30/11 09/10/15 | | 37 | 000 | .9586 | 700,780.80 | 103.3125000000 | SUNGARD | |
| 80132 | CCCCD GOV FHLMC NOTES | 3137EACU1 | 14 | 7903 | 1.0000 | 445,000.00 | 450,840.63 | 754.03 | 1,359.48 |
| | 12/14/11 07/30/14 | | 37 | 000 | .6130 | 449,481.15 | 101.3125000000 | SUNGARD | |
| 80144 | GOV FHLMC STRUCTURED NOT | 3134G3ES5 | 14 | 8177 | .6250 | 10,000,000.00 | 10,009,375.00 | 17,708.33 | 9,375.00 |
| | 12/19/11 12/19/14 | | 6 | 000 | .6250 | 10,000,000.00 | 100.0937500000 | SUNGARD | |
| 80149 | CCCCD GOV FHLMC NOTES | 3134G3BF6 | 14 | 7903 | .6250 | 875,000.00 | 878,281.25 | 1,488.71 | 751.62 |
| | 12/21/11 12/23/13 | | 37 | 000 | .4800 | 877,529.63 | 100.3750000000 | SUNGARD | |
| 80150 | CCCSIG GOV FHLMC NOTES | 3134G3BF6 | 14 | 6911 | .6250 | 3,935,000.00 | 3,949,756.25 | 6,694.97 | 3,380.16 |
| | 12/21/11 12/23/13 | | 37 | 000 | .4800 | 3,946,376.09 | 100.3750000000 | SUNGARD | |
| 80153 | GOV FHLMC CALLABLE NOTES | 3134G3EN6 | 14 | 8177 | 1.0000 | 10,000,000.00 | 10,006,250.00 | 25,277.78 | 6,250.00 |
| | 12/30/11 06/30/15 | | 17 | 000 | 1.0000 | 10,000,000.00 | 100.0625000000 | SUNGARD | |
| 80183 | AUHSD GOVT FHLMC NOTES | 3134G2WG3 | 14 | 5007 | .7500 | 500,000.00 | 502,812.50 | 93.75 | 1,362.50 |
| | 01/03/12 09/22/14 | | 49 | 000 | .6422 | 501,450.00 | 100.5625000000 | SUNGARD | |
| 80184 | AUHSD GOVT FHLMC NOTES | 3134G2YJ5 | 14 | 5007 | .5000 | 190,000.00 | 189,881.25 | 31.67 | 605.15 |
| | 01/03/12 09/19/14 | | 49 | 000 | .6419 | 189,276.10 | 99.93750000000 | SUNGARD | |
| 80192 | AUHSD GOVT FHLMC NOTE | 3137EACL1 | 14 | 5007 | .8750 | 1,570,000.00 | 1,582,756.25 | 5,838.44 | 996.95 |
| | 01/03/12 10/28/13 | | 49 | 000 | .4611 | 1,584,239.68 | 100.8125000000 | SUNGARD | |
| 80196 | AUHSD GOVT FHLMC NOTES | 3137EACZ0 | 14 | 5007 | .3750 | 1,010,000.00 | 1,010,315.63 | 1,578.12 | 2,345.73 |
| | 01/03/12 11/27/13 | | 49 | 000 | .4814 | 1,008,622.19 | 100.0312500000 | SUNGARD | |
| 80200 | AUHSD GOVT FHLMC | 3134G2YJ5 | 14 | 5033 | .5000 | 110,000.00 | 109,931.25 | 18.33 | 350.35 |
| | 01/03/12 09/19/14 | | 49 | 000 | .6419 | 109,580.90 | 99.93750000000 | SUNGARD | |
| 80206 | AUHSD GOVT FHLMC NOTES | 3137EACS6 | 14 | 5033 | .7500 | 40,000.00 | 40,200.00 | 2.50 | |
| | 01/03/12 03/28/13 | | 49 | 000 | .3054 | 40,219.20 | 100.5000000000 | SUNGARD | -19.20 |
| 80276 | RM GOV FHLMC NOTES | 3137EADA4 | 14 | 8169 | .6250 | 4,473,000.00 | 4,479,989.06 | 8,153.91 | |
| | 01/18/12 12/29/14 | | 17 | 000 | .5202 | 4,489,172.38 | 100.1562500000 | SUNGARD | -6,698.32 |
| 80293 | GOV FHLMC CALLABLE NOTE | 3134G3EU0 | 14 | 8177 | .6000 | 10,000,000.00 | 10,003,125.00 | 15,666.67 | 3,125.00 |
| | 12/27/11 12/27/13 | | 7 | 000 | .6000 | 10,000,000.00 | 100.0312500000 | SUNGARD | |
| 80306 | CCCSIG GOV FHLMC NT | 3137EACB3 | 14 | 6911 | 2.5000 | 1,450,000.00 | 1,512,531.25 | 15,909.72 | |
| | 01/27/12 04/23/14 | | 37 | 000 | .4339 | 1,526,136.28 | 104.3125000000 | SUNGARD | -4,139.75 |
| 80411 | WT GOV FHLMC NOT | 3137EADC0 | 14 | 8451 | 1.0000 | 170,000.00 | 167,662.50 | 108.61 | |
| | 03/12/12 03/08/17 | | 17 | 000 | 1.1201 | 169,031.19 | 98.62500000000 | SUNGARD | -1,349.80 |
| SUBTOTAL (Inv Type) 29 FHLMC NOTES | | 6.52%(M) | | | 1.5490 | 98,109,000.00 | 100,255,330.67 | 313,657.03 | 819,666.97 |
| | | | | | 1.0636 | 99,705,027.13 | 102.1877000000 | | -254,261.59 |

1 CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE PAGE: 7
(RPTMKT) RUN: 04/20/12 13:28:21
INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION / PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE / YTM TR | PAR/SHARES / BOOK | MARKET VALUE / MARKET PRICE | CURR ACCR INT / PRICE SOURCE | UNREALIZED GAIN / UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 80092 | CCCSIG MUNI SAN FRANCIS | 797646PU4 | 14 | 6911 | 5.0000 | 730,000.00 | 809,329.10* | 12,268.06 | 0.00 |
| | 11/30/11 06/15/14 | | 37 | 000 | .6800 | 809,329.10 | 110.8670000000 | BOOK | |
| 80094 | CCCCD MUNI SAN FRANCISCO CA | 797646PV2 | 14 | 7903 | 5.0000 | 400,000.00 | 455,084.00* | 6,722.22 | 0.00 |
| | 11/30/11 06/15/15 | | 37 | 000 | 1.0302 | 455,084.00 | 113.7710000000 | BOOK | |
| 80198 | AUHSD MUNI COMPTON CA CNTY REDE | 204712FD0 | 14 | 5033 | 0.0000 | 10,000.00 | 7,453.00* | .00 | 0.00 |
| | 01/03/12 08/01/16 | | 49 | 000 | 6.5258 | 7,453.00 | 74.53000000000 | BOOK | |
| 80208 | AUHSD MUNI CHICAGO IL PREFUND | 167486JB6 | 14 | 5055 | 5.0000 | 170,000.00 | 197,776.30* | 2,125.00 | 0.00 |
| | 01/03/12 01/01/17 | | 49 | 000 | 1.4858 | 197,823.52 | 116.3390000000 | BOOK | |
| 80209 | AUHSD MUNI CHICAGO IL UNREF | 167486JC4 | 14 | 5055 | 5.0000 | 390,000.00 | 434,514.60* | 4,875.00 | 0.00 |
| | 01/03/12 01/01/17 | | 49 | 000 | 2.4356 | 434,622.93 | 111.4140000000 | BOOK | |
| 80210 | AUHSD MUNI WASHINGTON ST SER D | 93974B3K6 | 14 | 5055 | 5.0000 | 600,000.00 | 728,724.00* | 7,500.00 | 0.00 |
| | 01/03/12 01/01/18 | | 49 | 000 | 1.1696 | 728,890.67 | 121.4540000000 | BOOK | |
| 80211 | AUHSD MUNI FORT WORTH TX GEN | 349425F78 | 14 | 5055 | 4.0000 | 460,000.00 | 494,270.00* | 1,533.33 | 0.00 |
| | 01/03/12 03/01/14 | | 49 | 000 | .5080 | 494,270.00 | 107.4500000000 | BOOK | |
| 80212 | AUHSD MUNI MECKLENBURG COUNTY N | 584002NF2 | 14 | 5055 | 5.0000 | 435,000.00 | 458,881.50* | 1,812.50 | 0.00 |
| | 01/03/12 03/01/13 | | 49 | 000 | .2535 | 458,881.50 | 105.4900000000 | BOOK | |
| 80213 | AUHSD MUNI SOUTH BEND IN CMNTY | 836496NW5 | 14 | 5055 | 5.0000 | 505,000.00 | 572,180.15* | 5,330.56 | 0.00 |
| | 01/03/12 01/15/16 | | 49 | 000 | 1.5822 | 572,180.15 | 113.3030000000 | BOOK | |
| 80214 | AUHSD MUNI PENNSYLVANIA ST FIRS | 70914PHZ8 | 14 | 5055 | 5.0000 | 505,000.00 | 572,846.75* | 1,122.22 | 0.00 |
| | 01/03/12 03/15/15 | | 49 | 000 | .7433 | 572,846.75 | 113.4350000000 | BOOK | |
| 80215 | AUHSD MUNI WICOMICO CNTY MD | 967545R89 | 14 | 5055 | 3.5000 | 390,000.00 | 437,794.50* | 4,550.00 | 0.00 |
| | 01/03/12 12/01/18 | | 49 | 000 | 1.6184 | 439,007.83 | 112.2550000000 | BOOK | |
| SUBTOTAL (Inv Type) 31 MUNICIPAL BONDS | | | .34%(M) | | 4.7701 | 4,595,000.00 | 5,168,853.90 | 47,838.89 | .00 |
| | | | | | 1.0988 | 5,170,389.45 | 112.4886590000 | | |
| 79564 | PW GOV FNMA DISC | 313588WH4 | 14 | 1123 | .2000 | 1,503,000.00 | 1,503,000.00 | 2,705.40 | 258.85 |
| | 05/13/11 05/02/12 | | 17 | 000 | .2004 | 1,500,035.75 | 100.0000000000 | SUNGARD | |
| 79565 | PW GOV FNMA DISC | 313588WH4 | 14 | 1388 | .2000 | 1,628,000.00 | 1,628,000.00 | 2,930.40 | 280.38 |
| | 05/13/11 05/02/12 | | 17 | 000 | .2004 | 1,624,789.22 | 100.0000000000 | SUNGARD | |
| 79697 | CLT GOV FNMA DISC NOTES | 313588YD1 | 14 | 1207 | .1900 | 253,000.00 | 253,000.00 | 372.54 | 100.15 |
| | 06/27/11 06/15/12 | | 17 | 000 | .1904 | 252,527.31 | 100.0000000000 | SUNGARD | |
| 79882 | CDD GOV FNMA DISC | 313588E92 | 14 | 4695 | .1800 | 2,245,000.00 | 2,244,298.44 | 2,245.00 | 1,083.21 |
| | 09/14/11 09/07/12 | | 17 | 000 | .1803 | 2,240,970.23 | 99.96875000000 | SUNGARD | |
| 80179 | RM FNMA DISC NOTE | 313588T39 | 14 | 8168 | .1100 | 371,000.00 | 370,652.19 | 107.69 | |
| | 12/28/11 12/14/12 | | 17 | 000 | .1101 | 370,600.97 | 99.90625000000 | SUNGARD | -56.47 |
| 80396 | MTC GOV FNMA DISC NOTES | 313588YJ8 | 14 | 8138 | 0.0000 | 2,000,000.00 | 2,000,000.00 | 120.00 | 355.56 |
| | 03/05/12 06/20/12 | | 17 | 000 | .0800 | 1,999,524.44 | 100.0000000000 | SUNGARD | |
| SUBTOTAL (Inv Type) 41 FNMA DISCOUNT NOTES | | | .52%(M) | | .1398 | 8,000,000.00 | 7,998,950.63 | 8,481.03 | 2,078.15 |
| | | | | | .1601 | 7,988,447.92 | 99.98688300000 | | -56.47 |
| 80478 | MTC GOV FHLB DISC NOTES | 313384WZ8 | 14 | 8138 | .0450 | 3,000,000.00 | 2,999,921.67 | 7.50 | 97.92 |
| | 03/30/12 05/18/12 | | 17 | 000 | .0450 | 2,999,816.25 | 99.99738888889 | SUNGARD | |

* MARKET = BOOK LESS PURCHASE INTEREST

1 CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE PAGE: 8
(RPTMKT) RUN: 04/20/12 13:28:21
INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| SUBTOTAL (Inv Type) 43 FHLB DISCOUNT NOTES | | | .20%(M) | | .0450 | 3,000,000.00 | 2,999,921.67 | 7.50 | 97.92 |
| | | | | | .0450 | 2,999,816.25 | 99.99738900000 | | |
| 80459 | REPO BANK OF AMERICA | | 2 | 8177 | .0300 | 80,000,000.00 | 80,000,000.00* | 133.33 | 0.00 |
| | 03/30/12 04/02/12 | | 11 | 100 | .0300 | 80,000,000.00 | 100.0000000000 | BOOK | |
| SUBTOTAL (Inv Type) 61 REPURCHASE AGREEMENTS | | | 5.20%(M) | | .0300 | 80,000,000.00 | 80,000,000.00 | 133.33 | .00 |
| | | | | | .0300 | 80,000,000.00 | 100.0000000000 | | |
| 79973 | CCCSD CP BNP PARIBAS | 0556N0DL6 | 14 | 3407 | .8000 | 2,500,000.00 | 2,499,670.14 | 9,111.11 | 725.70 |
| | 10/20/11 04/20/12 | | 10 | 000 | .8033 | 2,489,833.33 | 99.98680555556 | SUNGARD | |
| 80080 | PW CP UBS FINANCE DE | 90262CF10 | 14 | 1123 | .7500 | 1,505,000.00 | 1,504,107.45 | 3,825.21 | 1,020.05 |
| | 12/01/11 06/01/12 | | 29 | 000 | .7529 | 1,499,262.19 | 99.94069444444 | SUNGARD | |
| 80091 | CP NORDEA NORTH AM | 6555P0DG1 | 14 | 8177 | .5300 | 25,000,000.00 | 24,997,395.83 | 45,270.84 | 2,916.66 |
| | 11/30/11 04/16/12 | | 17 | 000 | .5311 | 24,949,208.33 | 99.98958333333 | SUNGARD | |
| 80100 | CP ABBEY NATIONAL NA | 0027A0DG3 | 14 | 8177 | .6800 | 25,000,000.00 | 24,997,395.83 | 55,722.23 | 4,479.16 |
| | 12/05/11 04/16/12 | | 17 | 000 | .6817 | 24,937,194.44 | 99.98958333333 | SUNGARD | |
| 80101 | CP BNP PARIBAS | 0556N0DR3 | 14 | 8177 | .7800 | 20,000,000.00 | 19,996,666.67 | 51,133.33 | 7,066.67 |
| | 12/05/11 04/25/12 | | 10 | 000 | .7824 | 19,938,466.67 | 99.98333333333 | SUNGARD | |
| 80102 | CP BNP PARIBAS | 0556N0DG7 | 14 | 8177 | .7800 | 25,000,000.00 | 24,997,395.83 | 63,916.67 | 5,520.83 |
| | 12/05/11 04/16/12 | | 10 | 000 | .7823 | 24,927,958.33 | 99.98958333333 | SUNGARD | |
| 80114 | CP UNION BANK OF CALIFORNIA | 90526MDG9 | 14 | 8177 | .4000 | 25,000,000.00 | 24,997,395.83 | 31,666.66 | 1,562.50 |
| | 12/09/11 04/16/12 | | 16 | 000 | .4006 | 24,964,166.67 | 99.98958333333 | SUNGARD | |
| 80115 | CP UBS FINANCE DE | 90262CDG9 | 14 | 8177 | .6300 | 25,000,000.00 | 24,997,395.83 | 49,875.00 | 3,958.33 |
| | 12/09/11 04/16/12 | | 29 | 000 | .6314 | 24,943,562.50 | 99.98958333333 | SUNGARD | |
| 80121 | CP UBS FINANCE DE | 90262CDG9 | 14 | 8177 | .6250 | 25,000,000.00 | 24,997,395.83 | 48,177.08 | 3,906.25 |
| | 12/12/11 04/16/12 | | 29 | 000 | .6264 | 24,945,312.50 | 99.98958333333 | SUNGARD | |
| 80122 | CP RABOBANK USA FIN CORP | 74977KDG1 | 14 | 8177 | .4900 | 25,000,000.00 | 24,997,395.83 | 37,770.83 | 2,500.00 |
| | 12/12/11 04/16/12 | | 17 | 000 | .4908 | 24,957,125.00 | 99.98958333333 | SUNGARD | |
| 80123 | CP ABBEY NATIONAL NA LLC | 0027A0DG3 | 14 | 8177 | .6600 | 20,000,000.00 | 19,997,916.67 | 40,700.00 | 3,416.67 |
| | 12/12/11 04/16/12 | | 29 | 000 | .6615 | 19,953,800.00 | 99.98958333333 | SUNGARD | |
| 80124 | CP UBS FINANCE DE | 90262CDG9 | 14 | 8177 | .6250 | 25,000,000.00 | 24,997,395.83 | 47,743.05 | 3,906.25 |
| | 12/13/11 04/16/12 | | 29 | 000 | .6264 | 24,945,746.53 | 99.98958333333 | SUNGARD | |
| 80125 | CCCFPD CP UNION BANK OF CALIFOR | 90526MFD4 | 14 | 2024 | .4700 | 8,000,000.00 | 7,994,322.22 | 11,488.89 | 1,946.66 |
| | 12/13/11 06/13/12 | | 16 | 000 | .4711 | 7,980,886.67 | 99.92902777778 | SUNGARD | |
| 80126 | CP UNION BANK OF CALIFORNIA | 90526MFD4 | 14 | 8177 | .4700 | 17,000,000.00 | 16,987,934.72 | 24,413.89 | 4,136.67 |
| | 12/13/11 06/13/12 | | 16 | 000 | .4711 | 16,959,384.16 | 99.92902777778 | SUNGARD | |
| 80136 | CP RABOBANK USA FIN | 74977KEM7 | 14 | 8177 | .5600 | 25,000,000.00 | 24,991,319.44 | 41,611.11 | 10,763.89 |
| | 12/16/11 05/21/12 | | 17 | 000 | .5614 | 24,938,944.44 | 99.96527777778 | SUNGARD | |
| 80137 | RM CP BNP PARIBAS | 0556N0FD2 | 14 | 8170 | .9700 | 1,005,000.00 | 1,004,286.73 | 2,897.47 | 1,263.51 |
| | 12/16/11 06/13/12 | | 10 | 000 | .9747 | 1,000,125.75 | 99.92902777778 | SUNGARD | |
| 80297 | CP UNION BANK | 90526MEB9 | 14 | 8177 | .4100 | 20,000,000.00 | 19,994,444.44 | 15,033.33 | 3,555.55 |
| | 01/26/12 05/11/12 | | 16 | 000 | .4105 | 19,975,855.56 | 99.97222222222 | SUNGARD | |

* MARKET = BOOK LESS PURCHASE INTEREST

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CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

PAGE: 9

(RPTMKT)

RUN: 04/20/12 13:28:21

INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION | PURCHASE | MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 80302 | CP ABBEY NATIONAL NA | 01/27/12 | 05/25/12 | 0027A0ER8 | 14 | 8177 | .6900 | 20,000,000.00 | 19,992,500.00 | 24,916.67 | 13,200.00 |
| | | | | | 7 | 000 | .6916 | 19,954,383.33 | 99.96250000000 | SUNGARD | |
| 80308 | CP UNION BANK OF CALIFORNIA | 01/30/12 | 05/21/12 | 90526MEM5 | 14 | 8177 | .4000 | 20,000,000.00 | 19,993,055.56 | 13,777.78 | 4,166.67 |
| | | | | | 16 | 000 | .4005 | 19,975,111.11 | 99.96527777778 | SUNGARD | |
| 80311 | HR CP ABBEY NATL NA LLC | 01/31/12 | 04/02/12 | 0027A0D24 | 14 | 8172 | .4400 | 2,678,000.00 | 2,677,981.40 | 1,996.60 | 14.13 |
| | | | | | 7 | 000 | .4403 | 2,675,970.67 | 99.99930555556 | SUNGARD | |
| 80312 | HR CP ABBEY NATL NA LLC | 01/31/12 | 04/02/12 | 0027A0D24 | 14 | 8166 | .4400 | 2,844,000.00 | 2,843,980.25 | 2,120.36 | 15.01 |
| | | | | | 7 | 000 | .4403 | 2,841,844.88 | 99.99930555556 | SUNGARD | |
| 80313 | HR CP ABBEY NATL NA LLC | 01/31/12 | 04/02/12 | 0027A0D24 | 14 | 8165 | .4400 | 2,890,000.00 | 2,889,979.93 | 2,154.66 | 15.25 |
| | | | | | 7 | 000 | .4403 | 2,887,810.02 | 99.99930555556 | SUNGARD | |
| 80314 | CP ABBEY NATL NA LLC | 01/31/12 | 04/02/12 | 0027A0D24 | 14 | 8177 | .4400 | 11,588,000.00 | 11,587,919.53 | 8,639.50 | 61.16 |
| | | | | | 7 | 000 | .4403 | 11,579,218.87 | 99.99930555556 | SUNGARD | |
| 80388 | PW CP ABBEY NATIONAL | 02/29/12 | 05/29/12 | 0027A0EV9 | 14 | 2566 | 0.0000 | 3,755,000.00 | 3,753,487.57 | 2,069.42 | 2,238.40 |
| | | | | | 17 | 000 | .6210 | 3,749,179.75 | 99.95972222222 | SUNGARD | |
| 80398 | PW CP BNP PARIBAS | 03/01/12 | 06/01/12 | 0556N0F18 | 14 | 1392 | 0.0000 | 6,003,000.00 | 5,999,439.89 | 3,101.55 | 2,542.94 |
| | | | | | 10 | 000 | .6009 | 5,993,795.40 | 99.94069444444 | SUNGARD | |
| 80399 | PW CP BNP PARIBAS | 03/01/12 | 06/01/12 | 0556N0F18 | 14 | 1290 | 0.0000 | 433,000.00 | 432,743.21 | 223.72 | 183.42 |
| | | | | | 10 | 000 | .6009 | 432,336.07 | 99.94069444444 | SUNGARD | |
| 80400 | PW CP BNP PARIBAS | 03/01/12 | 06/01/12 | 0556N0F18 | 14 | 1399 | 0.0000 | 423,000.00 | 422,749.14 | 218.55 | 179.20 |
| | | | | | 10 | 000 | .6009 | 422,351.39 | 99.94069444444 | SUNGARD | |
| 80401 | PW CP BNP PARIBAS | 03/01/12 | 06/01/12 | 0556N0F18 | 14 | 1114 | 0.0000 | 1,003,000.00 | 1,002,405.17 | 518.22 | 424.88 |
| | | | | | 10 | 000 | .6009 | 1,001,462.07 | 99.94069444444 | SUNGARD | |
| 80404 | PW CP BNP PARIBAS | 03/07/12 | 06/05/12 | 0556N0F59 | 14 | 2519 | .6000 | 1,000,000.00 | 999,368.06 | 416.67 | 451.39 |
| | | | | | 10 | 000 | .6009 | 998,500.00 | 99.93680555556 | SUNGARD | |
| 80405 | CP BNP PARIBAS | 03/07/12 | 07/10/12 | 0556N0GA7 | 14 | 8177 | .6000 | 25,000,000.00 | 24,968,055.56 | 12,326.39 | 17,361.11 |
| | | | | | 10 | 000 | .7118 | 24,938,368.06 | 99.87222222222 | SUNGARD | |
| 80408 | CP UNION BANK OF CALIF | 03/09/12 | 07/11/12 | 90526MGB7 | 14 | 8177 | 0.0000 | 20,000,000.00 | 19,974,188.89 | 5,111.11 | |
| | | | | | 16 | 000 | .4006 | 19,972,444.44 | 99.87094444444 | SUNGARD | -3,366.66 |
| 80409 | CP BNP PARIBAS | 03/09/12 | 07/25/12 | 0556N0GR0 | 14 | 8177 | 0.0000 | 20,000,000.00 | 19,970,611.11 | 9,072.22 | 15,972.22 |
| | | | | | 10 | 000 | .7119 | 19,945,566.67 | 99.85305555556 | SUNGARD | |
| 80412 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 1122 | .5000 | 5,780,000.00 | 5,778,233.89 | 1,525.27 | 1,766.11 |
| | | | | | 10 | 000 | .5004 | 5,774,942.51 | 99.96944444444 | SUNGARD | |
| 80413 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2505 | .5000 | 1,251,000.00 | 1,250,617.75 | 330.13 | 382.25 |
| | | | | | 10 | 000 | .5004 | 1,249,905.37 | 99.96944444444 | SUNGARD | |
| 80414 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2517 | .5000 | 1,601,000.00 | 1,600,510.81 | 422.49 | 489.20 |
| | | | | | 10 | 000 | .5004 | 1,599,599.12 | 99.96944444444 | SUNGARD | |
| 80415 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2520 | .5000 | 9,007,000.00 | 9,004,247.86 | 2,376.85 | 2,752.13 |
| | | | | | 10 | 000 | .5004 | 8,999,118.88 | 99.96944444444 | SUNGARD | |
| 80416 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2521 | .5000 | 3,252,000.00 | 3,251,006.33 | 858.16 | 993.66 |
| | | | | | 10 | 000 | .5004 | 3,249,154.51 | 99.96944444444 | SUNGARD | |
| 80417 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2552 | .5000 | 1,426,000.00 | 1,425,564.28 | 376.30 | 435.72 |
| | | | | | 10 | 000 | .5004 | 1,424,752.26 | 99.96944444444 | SUNGARD | |
| 80418 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2554 | .5000 | 1,125,000.00 | 1,124,656.25 | 296.87 | 343.75 |
| | | | | | 10 | 000 | .5004 | 1,124,015.63 | 99.96944444444 | SUNGARD | |
| 80419 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2558 | .5000 | 851,000.00 | 850,739.97 | 224.57 | 260.03 |
| | | | | | 10 | 000 | .5004 | 850,255.37 | 99.96944444444 | SUNGARD | |
| 80420 | PW CP BNP PARIBAS | 03/13/12 | 05/15/12 | 0556N0EF8 | 14 | 2562 | .5000 | 901,000.00 | 900,724.69 | 237.77 | 275.30 |
| | | | | | 10 | 000 | .5004 | 900,211.62 | 99.96944444444 | SUNGARD | |

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CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

PAGE: 10
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INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 80421 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2566 | .5000 | 3,678,000.00 | 3,676,876.17 | 970.58 | 1,123.83 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 3,674,781.76 | 99.96944444444 | SUNGARD | |
| 80422 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2571 | .5000 | 901,000.00 | 900,724.69 | 237.77 | 275.30 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 900,211.62 | 99.96944444444 | SUNGARD | |
| 80423 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2572 | .5000 | 501,000.00 | 500,846.92 | 132.21 | 153.09 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 500,561.62 | 99.96944444444 | SUNGARD | |
| 80424 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2578 | .5000 | 801,000.00 | 800,755.25 | 211.38 | 244.75 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 800,299.12 | 99.96944444444 | SUNGARD | |
| 80425 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2579 | .5000 | 976,000.00 | 975,701.78 | 257.56 | 298.22 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 975,146.00 | 99.96944444444 | SUNGARD | |
| 80426 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2581 | .5000 | 776,000.00 | 775,762.89 | 204.78 | 237.11 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 775,321.00 | 99.96944444444 | SUNGARD | |
| 80427 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2583 | .5000 | 651,000.00 | 650,801.08 | 171.79 | 198.92 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 650,430.37 | 99.96944444444 | SUNGARD | |
| 80428 | PW CP BNP PARIBAS | 0556N0EF8 | 14 | 2584 | .5000 | 601,000.00 | 600,816.36 | 158.60 | 183.64 |
| | 03/13/12 05/15/12 | | 10 | 000 | .5004 | 600,474.12 | 99.96944444444 | SUNGARD | |
| 80442 | CCCSD CP UBS FINANCE DELAWARE | 90262CJM0 | 14 | 3407 | .7150 | 4,516,000.00 | 4,503,629.92 | 986.62 | 3,146.77 |
| | 03/21/12 09/21/12 | | 29 | 000 | .7176 | 4,499,496.53 | 99.72608333333 | SUNGARD | |
| 80445 | CP UBS FINANCE DELAWARE LLC | 90262CGT8 | 14 | 8177 | .5050 | 25,000,000.00 | 24,962,625.00 | 3,506.94 | 3,656.25 |
| | 03/22/12 07/27/12 | | 29 | 000 | .5059 | 24,955,461.81 | 99.85050000000 | SUNGARD | |
| 80452 | CP ABBEY NATIONAL N AMERICA | 0027A0GR6 | 14 | 8177 | .6800 | 25,000,000.00 | 24,963,263.89 | 2,361.11 | 17,569.45 |
| | 03/27/12 07/25/12 | | 17 | 000 | .6815 | 24,943,333.33 | 99.85305555556 | SUNGARD | |
| 80479 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 1056 | .3400 | 677,500.00 | 677,363.56 | 12.80 | 49.12 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 677,301.64 | 99.97986111111 | SUNGARD | |
| 80480 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 1141 | .3400 | 550,000.00 | 549,889.24 | 10.39 | 39.89 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 549,838.96 | 99.97986111111 | SUNGARD | |
| 80481 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 1142 | .3400 | 439,000.00 | 438,911.59 | 8.29 | 31.83 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 438,871.47 | 99.97986111111 | SUNGARD | |
| 80484 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 1360 | .3400 | 4,201,250.00 | 4,200,403.91 | 79.36 | 304.58 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 4,200,019.97 | 99.97986111111 | SUNGARD | |
| 80485 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 2629 | .3400 | 5,301,500.00 | 5,300,432.34 | 100.14 | 384.35 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 5,299,947.85 | 99.97986111111 | SUNGARD | |
| 80486 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 2656 | .3400 | 5,001,400.00 | 5,000,392.77 | 94.47 | 362.60 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 4,999,935.70 | 99.97986111111 | SUNGARD | |
| 80487 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 1056 | .3400 | 1,867,250.00 | 1,866,873.96 | 35.27 | 135.38 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 1,866,703.31 | 99.97986111111 | SUNGARD | |
| 80501 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 1147 | .3400 | 1,125,050.00 | 1,124,823.43 | 21.25 | 81.57 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 1,124,720.61 | 99.97986111111 | SUNGARD | |
| 80502 | SO CP ABBEY NATL N AMERICA | 0027A0DW8 | 14 | 1334 | .3400 | 1,210,050.00 | 1,209,806.31 | 22.86 | 87.73 |
| | 03/30/12 04/30/12 | | 17 | 000 | .3401 | 1,209,695.72 | 99.97986111111 | SUNGARD | |
| SUBTOTAL (Inv Type) 71 COMMERCIAL PAPER DISCOU 36.51%(M) | | | | | .5143 | 561,595,000.00 | 561,325,303.28 | 683,252.70 | 155,733.66 |
| | | | | | .5725 | 560,489,683.58 | 99.95197700000 | | -3,366.66 |
| 79972 | CCCSD YCD BNP PARIBAS | 05572NFG6 | 14 | 3407 | .8000 | 2,500,000.00 | 2,500,915.89 | 9,111.11 | 915.89 |
| | 10/20/11 04/20/12 | | 10 | 000 | .8000 | 2,500,000.00 | 100.0366356444 | SUNGARD | |

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CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

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INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 80107 | NCD BANK OF AMERICA | 0605C05F5 | 14 | 8177 | .5000 | 25,000,000.00 | 25,006,245.54 | 39,930.56 | 6,245.54 |
| | 12/08/11 04/25/12 | | 11 | 000 | .5000 | 25,000,000.00 | 100.0249821777 | SUNGARD | |
| 80108 | NCD BANK OF AMERICA | 0605C05G3 | 14 | 8177 | .5000 | 20,000,000.00 | 20,002,198.55 | 31,944.44 | 2,198.55 |
| | 12/08/11 04/11/12 | | 11 | 100 | .5000 | 20,000,000.00 | 100.0109927566 | SUNGARD | |
| 80109 | YCD SVENSKA HANDELSBANKEN NY | 86959BQ65 | 14 | 8177 | .5400 | 25,000,000.00 | 25,002,498.42 | 43,125.00 | 2,072.12 |
| | 12/08/11 04/09/12 | | 7 | 000 | .5350 | 25,000,426.30 | 100.0099936652 | SUNGARD | |
| 80117 | NCD UNION BANK OF CALIFORNIA | 90527MXD3 | 14 | 8177 | .4200 | 25,000,000.00 | 25,003,108.87 | 33,250.00 | 3,108.87 |
| | 12/09/11 04/16/12 | | 16 | 000 | .4200 | 25,000,000.00 | 100.0124354677 | SUNGARD | |
| 80127 | YCD NORDEA BANK FIN NY | 65557VQ46 | 14 | 8177 | .5400 | 25,000,000.00 | 25,004,441.60 | 41,625.00 | 3,568.22 |
| | 12/12/11 04/16/12 | | 17 | 000 | .5300 | 25,000,873.38 | 100.0177664056 | SUNGARD | |
| 80142 | YCD BNP PARIBAS | 05572NFY7 | 14 | 8177 | .9400 | 5,000,000.00 | 5,008,437.98 | 13,577.78 | 8,437.98 |
| | 12/19/11 06/15/12 | | 10 | 000 | .9400 | 5,000,000.00 | 100.1687595230 | SUNGARD | |
| 80147 | CCCSD YCD UBS FINANCE | 90267RAQ2 | 14 | 3407 | .8050 | 5,000,000.00 | 5,007,290.78 | 11,515.97 | 7,290.78 |
| | 12/20/11 06/18/12 | | 29 | 000 | .8050 | 5,000,000.00 | 100.1458156855 | SUNGARD | |
| 80231 | NCD UNION BANK | 90527MYR1 | 14 | 8177 | .5000 | 20,000,000.00 | 20,014,389.36 | 23,888.89 | 14,389.36 |
| | 01/06/12 06/11/12 | | 16 | 000 | .5000 | 20,000,000.00 | 100.0719467993 | SUNGARD | |
| 80233 | RM YCD BNP PARIBAS | 05572NGE0 | 14 | 8170 | 1.0000 | 1,020,000.00 | 1,021,780.78 | 2,351.67 | 1,780.78 |
| | 01/09/12 07/09/12 | | 10 | 000 | 1.0000 | 1,020,000.00 | 100.1745864590 | SUNGARD | |
| 80280 | YCD BNP PARIBAS | 05572NGK6 | 14 | 8177 | .9000 | 25,000,000.00 | 25,036,394.83 | 45,625.00 | 36,394.83 |
| | 01/19/12 06/08/12 | | 10 | 000 | .9000 | 25,000,000.00 | 100.1455793029 | SUNGARD | |
| 80298 | NCD UNION BANK OF CALIF | 90527MZE9 | 14 | 8177 | .4200 | 25,000,000.00 | 25,007,773.62 | 19,250.00 | 7,773.62 |
| | 01/26/12 05/10/12 | | 16 | 000 | .4200 | 25,000,000.00 | 100.0310944779 | SUNGARD | |
| 80309 | NCD BANK OF AMERICA | 0605C06F4 | 14 | 8177 | .4400 | 25,000,000.00 | 25,010,619.20 | 18,944.44 | 10,619.20 |
| | 01/30/12 05/21/12 | | 11 | 000 | .4400 | 25,000,000.00 | 100.0424767886 | SUNGARD | |
| 80317 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2505 | .2900 | 1,250,000.00 | 1,250,015.62 | 594.10 | 15.62 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 1,250,000.00 | 100.0012494403 | SUNGARD | |
| 80318 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2520 | .2900 | 4,000,000.00 | 4,000,049.98 | 1,901.11 | 49.98 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 4,000,000.00 | 100.0012494403 | SUNGARD | |
| 80319 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2521 | .2900 | 1,750,000.00 | 1,750,021.87 | 831.74 | 21.87 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 1,750,000.00 | 100.0012494403 | SUNGARD | |
| 80320 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2546 | .2900 | 325,000.00 | 325,004.06 | 154.47 | 4.06 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 325,000.00 | 100.0012494403 | SUNGARD | |
| 80321 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2552 | .2900 | 1,150,000.00 | 1,150,014.37 | 546.57 | 14.37 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 1,150,000.00 | 100.0012494403 | SUNGARD | |
| 80322 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2554 | .2900 | 800,000.00 | 800,010.00 | 380.22 | 10.00 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 800,000.00 | 100.0012494403 | SUNGARD | |
| 80323 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2558 | .2900 | 600,000.00 | 600,007.50 | 285.17 | 7.50 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 600,000.00 | 100.0012494403 | SUNGARD | |
| 80324 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2562 | .2900 | 825,000.00 | 825,010.31 | 392.10 | 10.31 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 825,000.00 | 100.0012494403 | SUNGARD | |
| 80325 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2571 | .2900 | 1,050,000.00 | 1,050,013.12 | 499.04 | 13.12 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 1,050,000.00 | 100.0012494403 | SUNGARD | |
| 80326 | PW YCD UBS AG STAMFORD | 90267REP0 | 14 | 2579 | .2900 | 1,350,000.00 | 1,350,016.87 | 641.63 | 16.87 |
| | 02/02/12 04/03/12 | | 29 | 000 | .2900 | 1,350,000.00 | 100.0012494403 | SUNGARD | |
| 80327 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1115 | .6550 | 5,000,000.00 | 5,003,712.15 | 5,367.36 | 3,712.15 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 5,000,000.00 | 100.0742429881 | SUNGARD | |
| 80328 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1234 | .6550 | 1,100,000.00 | 1,100,816.67 | 1,180.82 | 816.67 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 1,100,000.00 | 100.0742429881 | SUNGARD | |

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TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE
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(RPTMKT) RUN: 04/20/12 13:28:21
INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 80329 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1240 | .6550 | 1,900,000.00 | 1,901,410.62 | 2,039.60 | 1,410.62 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 1,900,000.00 | 100.0742429881 | SUNGARD | |
| 80330 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1242 | .6550 | 4,000,000.00 | 4,002,969.72 | 4,293.89 | 2,969.72 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 4,000,000.00 | 100.0742429881 | SUNGARD | |
| 80331 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1260 | .6550 | 1,900,000.00 | 1,901,410.62 | 2,039.60 | 1,410.62 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 1,900,000.00 | 100.0742429881 | SUNGARD | |
| 80332 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1270 | .6550 | 3,100,000.00 | 3,102,301.53 | 3,327.76 | 2,301.53 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 3,100,000.00 | 100.0742429881 | SUNGARD | |
| 80333 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1282 | .6550 | 5,000,000.00 | 5,003,712.15 | 5,367.36 | 3,712.15 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 5,000,000.00 | 100.0742429881 | SUNGARD | |
| 80334 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 1395 | .6550 | 900,000.00 | 900,668.19 | 966.13 | 668.19 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 900,000.00 | 100.0742429881 | SUNGARD | |
| 80335 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 8214 | .6550 | 3,000,000.00 | 3,002,227.29 | 3,220.42 | 2,227.29 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 3,000,000.00 | 100.0742429881 | SUNGARD | |
| 80336 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 8215 | .6550 | 4,800,000.00 | 4,803,563.66 | 5,152.67 | 3,563.66 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 4,800,000.00 | 100.0742429881 | SUNGARD | |
| 80337 | PW YCD UBS AG STAMFORD | 90267REQ8 | 14 | 8216 | .6550 | 4,400,000.00 | 4,403,266.69 | 4,723.28 | 3,266.69 |
| | 02/02/12 07/03/12 | | 29 | 000 | .6550 | 4,400,000.00 | 100.0742429881 | SUNGARD | |
| 80339 | PW YCD BNP PARIBAS | 05572NGN0 | 14 | 2401 | 1.2000 | 4,000,000.00 | 4,014,352.41 | 7,733.33 | 14,352.41 |
| | 02/03/12 11/14/12 | | 10 | 000 | 1.2000 | 4,000,000.00 | 100.3588102471 | SUNGARD | |
| 80340 | PW YCD BNP PARIBAS | 05572NGN0 | 14 | 2480 | 1.2000 | 1,000,000.00 | 1,003,588.10 | 1,933.33 | 3,588.10 |
| | 02/03/12 11/14/12 | | 10 | 000 | 1.2000 | 1,000,000.00 | 100.3588102471 | SUNGARD | |
| 80341 | PW YCD BNP PARIBAS | 05572NGN0 | 14 | 2758 | 1.2000 | 2,000,000.00 | 2,007,176.20 | 3,866.67 | 7,176.20 |
| | 02/03/12 11/14/12 | | 10 | 000 | 1.2000 | 2,000,000.00 | 100.3588102471 | SUNGARD | |
| 80348 | PW YCD BNP PARIBAS | 05572NGR1 | 14 | 1401 | .5700 | 1,000,000.00 | 1,000,107.47 | 855.00 | 107.47 |
| | 02/07/12 04/09/12 | | 10 | 000 | .5700 | 1,000,000.00 | 100.0107466868 | SUNGARD | |
| 80349 | PW YCD BNP PARIBAS | 05572NGR1 | 14 | 1401 | .5700 | 800,000.00 | 800,085.97 | 684.00 | 85.97 |
| | 02/07/12 04/09/12 | | 10 | 000 | .5700 | 800,000.00 | 100.0107466868 | SUNGARD | |
| 80353 | CCCSIG YCD ROYAL BANK OF CANADA | 78009NDY9 | 14 | 6911 | .4900 | 2,500,000.00 | 2,493,707.62 | 1,735.42 | |
| | 02/10/12 02/08/13 | | 37 | 000 | .4900 | 2,500,000.00 | 99.74830491648 | SUNGARD | -6,292.38 |
| 80354 | CCCSIG YCD BANK OF NOVA SCOTIA | 06417EYU1 | 14 | 6911 | 1.0000 | 2,450,000.00 | 2,450,000.00* | 3,470.83 | 0.00 |
| | 02/10/12 02/10/14 | | 37 | 000 | 1.0000 | 2,450,000.00 | 100.0000000000 | BOOK | |
| 80359 | PW YCD BNP PARIBAS | 05572NGV2 | 14 | 1105 | 1.3700 | 500,000.00 | 502,598.14 | 894.31 | 2,598.14 |
| | 02/14/12 02/14/13 | | 10 | 000 | 1.3700 | 500,000.00 | 100.5196279720 | SUNGARD | |
| 80360 | YCD BNP PARIBAS | 05572NGV2 | 14 | 8177 | 1.3700 | 500,000.00 | 502,598.14 | 894.31 | 2,598.14 |
| | 02/14/12 02/14/13 | | 10 | 000 | 1.3700 | 500,000.00 | 100.5196279720 | SUNGARD | |
| 80364 | CCCFPD YCD RABOBANK NEDERLAND N | 74977MM44 | 14 | 2022 | .5200 | 8,000,000.00 | 8,003,357.06 | 6,008.89 | 1,757.06 |
| | 02/16/12 07/10/12 | | 17 | 000 | .4702 | 8,002,408.89 | 100.0419633030 | SUNGARD | |
| 80365 | CCCSIG YCD NATNL AUSTRALIA BK N | 63253TMM7 | 14 | 6911 | .5000 | 2,250,000.00 | 2,248,133.23 | 1,406.25 | |
| | 02/16/12 11/16/12 | | 37 | 000 | .5000 | 2,250,000.00 | 99.91703241674 | SUNGARD | -1,866.77 |
| 80397 | CCCSD YCD RABO BANK | 74977MN35 | 14 | 3407 | .5100 | 5,000,000.00 | 5,002,385.34 | 2,691.67 | 1,565.34 |
| | 03/05/12 08/01/12 | | 17 | 000 | .4702 | 5,001,599.17 | 100.0477067606 | SUNGARD | |
| 80430 | YCD RABOBANK NEDERLAND NY | 74977MQ65 | 13 | 8177 | .4700 | 25,000,000.00 | 25,008,177.40 | 6,201.39 | 6,302.40 |
| | 03/13/12 07/27/12 | | 17 | 000 | .4501 | 25,001,875.00 | 100.0327096080 | SUNGARD | |
| 80437 | YCD BNP PARIBAS SF BRANCH | 05572NHG4 | 14 | 8177 | .6000 | 20,000,000.00 | 20,021,968.76 | 5,333.33 | 21,968.76 |
| | 03/16/12 06/25/12 | | 10 | 000 | .6000 | 20,000,000.00 | 100.1098437911 | SUNGARD | |

* MARKET = BOOK LESS PURCHASE INTEREST

1 CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE PAGE: 13
(RPTMKT) RUN: 04/20/12 13:28:21
INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION / PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE / YTM TR | PAR/SHARES / BOOK | MARKET VALUE / MARKET PRICE | CURR ACCR INT / PRICE SOURCE | UNREALIZED GAIN / UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 80440 | YCD BNP PARIBAS | 05572NHH2 | 14 | 8177 | .8400 | 25,000,000.00 | 25,043,016.27 | 7,000.00 | 43,016.27 |
| | 03/20/12 08/10/12 | | 10 | 000 | .8400 | 25,000,000.00 | 100.1720650773 | SUNGARD | |
| 80444 | YCD UBS AG STAMFORD CT | 90267RFU8 | 14 | 8177 | .5050 | 25,000,000.00 | 25,011,045.28 | 3,506.94 | 11,045.28 |
| | 03/22/12 07/27/12 | | 29 | 000 | .5050 | 25,000,000.00 | 100.0441811068 | SUNGARD | |
| 80454 | YCD BNP PARIBAS SF BRANCH | 05572NHL3 | 14 | 8177 | .7000 | 30,000,000.00 | 30,032,416.56 | 2,333.33 | 32,416.56 |
| | 03/28/12 07/27/12 | | 10 | 000 | .7000 | 30,000,000.00 | 100.1080551843 | SUNGARD | |
| 80456 | NCD UNION BANK OF CALIFORNIA | 90527MF76 | 14 | 8177 | .4000 | 20,000,000.00 | 20,002,246.27 | 666.67 | 2,246.27 |
| | 03/29/12 08/13/12 | | 16 | 000 | .4000 | 20,000,000.00 | 100.0112313332 | SUNGARD | |
| 80460 | YCD RABOBANK NEDERLAND NY | 74977MT62 | 14 | 8177 | .4100 | 25,000,000.00 | 25,004,049.05 | 569.44 | 3,029.80 |
| | 03/30/12 08/24/12 | | 17 | 000 | .4000 | 25,001,019.25 | 100.0161962099 | SUNGARD | |
| | SUBTOTAL (Inv Type) 72 NEGOTIABLE CERT OF DEPO 31.03%(M) | | | | .5694 | 476,720,000.00 | 477,003,327.68 | 435,830.01 | 284,872.90 |
| | | | | | .5658 | 476,728,201.99 | 100.0594330000 | | -8,159.15 |
| 79241 | CCCCD CORP WACHOVIA CORP FLTG | 92976WBK1 | 14 | 7903 | 2.3169 | 1,000,000.00 | 1,018,437.50 | 3,862.14 | |
| | 01/25/11 05/01/13 | | 37 | 000 | .0011 | 1,028,947.00 | 101.8437500000 | SUNGARD | -10,509.50 |
| 79355 | CORP GE CAPITAL CORP FLTG RATE | 36962G4U5 | 14 | 8177 | .9758 | 10,000,000.00 | 9,996,875.00 | 7,046.60 | |
| | 12/06/10 02/06/14 | | 16 | 000 | .9758 | 10,000,000.00 | 99.96875000000 | SUNGARD | -3,125.00 |
| 79805 | CCCSIG CORP BERKSHIRE HATHAWAY | 084670BA5 | 14 | 6911 | 1.1572 | 1,200,000.00 | 1,216,125.00 | 1,774.40 | 16,125.00 |
| | 08/15/11 08/15/14 | | 37 | 000 | 1.1572 | 1,200,000.00 | 101.3437500000 | SUNGARD | |
| | SUBTOTAL (Inv Type) 73 CORP NOTE FLTG RT ACT- .80%(M) | | | | 1.1064 | 12,200,000.00 | 12,231,437.50 | 12,683.14 | 16,125.00 |
| | | | | | .9115 | 12,228,947.00 | 100.2576840000 | | -13,634.50 |
| 80218 | AUHSD CD MED TERM SALLIE MAE BK | 795450JY2 | 14 | 5007 | 2.9000 | 97,000.00 | 96,986.42 | 1,131.04 | |
| | 01/03/12 05/07/12 | | 49 | 000 | -.06800 | 98,430.58 | 99.98600000000 | SUNGARD | -997.16 |
| 80366 | CCCSIG YCD WESTPAC BNKNG FLTR | 96121TLT3 | 14 | 6911 | 1.4480 | 2,250,000.00 | 2,250,000.00* | 4,005.74 | 0.00 |
| | 02/16/12 02/14/14 | | 37 | 000 | 1.4480 | 2,250,000.00 | 100.0000000000 | BOOK | |
| | SUBTOTAL (Inv Type) 74 CERT OF DEPOSIT MED TER .15%(M) | | | | 1.5086 | 2,347,000.00 | 2,346,986.42 | 5,136.78 | .00 |
| | | | | | 1.3847 | 2,348,430.58 | 99.99942100000 | | -997.16 |
| 76267 | CCCCD CORP BNY MELLON | 06406HBK4 | 14 | 7903 | 5.1250 | 280,000.00 | 296,887.50 | 1,355.28 | 16,400.74 |
| | 08/29/08 08/27/13 | | 37 | 000 | 5.0180 | 280,486.76 | 106.0312500000 | SUNGARD | |
| 78744 | CCCCD CORP US BANCORP | 91159HGX2 | 14 | 7903 | 2.4500 | 600,000.00 | 619,218.75 | 2,613.33 | 19,806.75 |
| | 07/27/10 07/27/15 | | 37 | 000 | 2.4710 | 599,412.00 | 103.2031250000 | SUNGARD | |
| 78809 | CCCCD CORP CREDIT SUISSE | 22541LAH6 | 14 | 7903 | 5.5000 | 550,000.00 | 577,757.81 | 3,865.28 | |
| | 08/24/10 08/15/13 | | 37 | 000 | 1.7901 | 608,855.50 | 105.0468750000 | SUNGARD | -31,097.69 |
| 79020 | CCCCD CORP GENERAL E | 36962G4T8 | 14 | 7903 | 2.2500 | 1,000,000.00 | 1,027,656.25 | 8,875.00 | 28,406.25 |
| | 11/09/10 11/09/15 | | 37 | 000 | 2.2660 | 999,250.00 | 102.7656250000 | SUNGARD | |
| 79043 | CCCCD CORP PROCTOR & GAM | 742718DS5 | 14 | 7903 | 1.8000 | 200,000.00 | 206,343.75 | 1,360.00 | 7,979.75 |
| | 11/18/10 11/15/15 | | 37 | 000 | 1.9729 | 198,364.00 | 103.1718750000 | SUNGARD | |

* MARKET = BOOK LESS PURCHASE INTEREST

1

CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE

PAGE: 14
(RPTMKT) RUN: 04/20/12 13:28:21

INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 79220 | CORP BERKSHIRE HATHAWAY CALL | 084664BR1 | 14 | 8177 | 1.5000 | 10,000,000.00 | 10,156,250.00 | 33,750.00 | 156,550.00 |
| | 01/11/11 01/10/14 | | 16 | 000 | 1.5010 | 9,999,700.00 | 101.5625000000 | SUNGARD | |
| 79223 | CCCSIG CORP BERKSHIRE | 084664BR1 | 14 | 6911 | 1.5000 | 1,300,000.00 | 1,320,312.50 | 4,387.49 | 23,796.50 |
| | 01/11/11 01/10/14 | | 37 | 000 | 1.5919 | 1,296,516.00 | 101.5625000000 | SUNGARD | |
| 79228 | CORP MICROSOFT CORPORATION | 594918AF1 | 14 | 8177 | .8750 | 10,000,000.00 | 10,073,437.50 | 972.22 | 102,237.50 |
| | 01/14/11 09/27/13 | | 16 | 000 | .9831 | 9,971,200.00 | 100.7343750000 | SUNGARD | |
| 79297 | CORP GE CAPITAL CO | 36962G4Q4 | 14 | 8177 | 1.8750 | 10,000,000.00 | 10,157,812.50 | 7,812.50 | 138,912.50 |
| | 02/09/11 09/16/13 | | 16 | 000 | 1.8001 | 10,018,900.00 | 101.5781250000 | SUNGARD | |
| 79574 | CCCCD CORP ABBOTT CA | 002824AX8 | 14 | 7903 | 2.7000 | 550,000.00 | 579,132.81 | 5,115.00 | 10,592.31 |
| | 05/17/11 05/27/15 | | 37 | 000 | 1.8280 | 568,540.50 | 105.2968750000 | SUNGARD | |
| 79582 | CORP IBM CORPORATION | 459200GW5 | 14 | 8177 | 1.2500 | 10,000,000.00 | 10,123,437.50 | 48,263.89 | 104,537.50 |
| | 05/20/11 05/12/14 | | 16 | 000 | 1.1852 | 10,018,900.00 | 101.2343750000 | SUNGARD | |
| 79804 | CCCSIG CORP NOTES PROCTOR & GAM | 742718DU0 | 14 | 6911 | .7000 | 500,000.00 | 501,562.50 | 447.22 | 3,617.50 |
| | 08/15/11 08/15/14 | | 37 | 000 | .8390 | 497,945.00 | 100.3125000000 | SUNGARD | |
| 79953 | CCCCD CORP WAL-MART | 931142DC4 | 14 | 7903 | 2.8000 | 440,000.00 | 467,912.50 | 5,680.89 | 29,536.10 |
| | 04/18/11 04/15/16 | | 37 | 000 | 2.8799 | 438,376.40 | 106.3437500000 | SUNGARD | |
| 80022 | CCCCD CORP JOHNSON & | 478160AY0 | 14 | 7903 | 2.1500 | 400,000.00 | 416,500.00 | 3,248.89 | 17,720.00 |
| | 05/20/11 05/15/16 | | 37 | 000 | 2.2150 | 398,780.00 | 104.1250000000 | SUNGARD | |
| 80033 | CCCSIG CORP IBM | 459200GW5 | 14 | 6911 | 1.2500 | 3,000,000.00 | 3,037,031.25 | 14,479.17 | 39,851.25 |
| | 05/12/11 05/12/14 | | 37 | 000 | 1.2820 | 2,997,180.00 | 101.2343750000 | SUNGARD | |
| 80034 | CCCCD CORP IBM CORP | 459200GW5 | 14 | 7903 | 1.2500 | 830,000.00 | 840,245.31 | 4,005.90 | 11,025.51 |
| | 05/12/11 05/12/14 | | 37 | 000 | 1.2820 | 829,219.80 | 101.2343750000 | SUNGARD | |
| 80066 | CORP BANK OF NEW YORK | 06406HBZ1 | 14 | 7903 | 1.7000 | 455,000.00 | 462,109.38 | 2,750.22 | 7,587.13 |
| | 11/23/11 11/24/14 | | 37 | 000 | 1.7360 | 454,522.25 | 101.5625000000 | SUNGARD | |
| 80129 | CORP JP MORGAN CHASE AND CO | 46625HHB9 | 14 | 8177 | 4.7500 | 10,000,000.00 | 10,414,062.50 | 197,916.67 | |
| | 12/13/11 05/01/13 | | 7 | 000 | 1.2719 | 10,530,716.67 | 104.1406250000 | SUNGARD | -61,237.50 |
| 80182 | AUHSD CORP CATERPILL | 14912L4Q1 | 14 | 5007 | 1.5500 | 340,000.00 | 345,312.50 | 1,478.53 | 1,127.10 |
| | 01/03/12 12/20/13 | | 49 | 000 | .9160 | 344,375.71 | 101.5625000000 | SUNGARD | |
| 80187 | AUHSD CORP GECC | 36962G4Q4 | 14 | 5007 | 1.8750 | 605,000.00 | 614,547.66 | 472.65 | 2,239.26 |
| | 01/03/12 09/16/13 | | 49 | 000 | 1.1561 | 612,308.40 | 101.5781250000 | SUNGARD | |
| 80188 | AUHSD CORP JP MORGAN | 46623EJE0 | 14 | 5007 | 2.0500 | 545,000.00 | 554,452.34 | 2,079.33 | 9,386.94 |
| | 01/03/12 01/24/14 | | 49 | 000 | 2.0437 | 545,065.40 | 101.7343750000 | SUNGARD | |
| 80189 | AUHSD CORP JOHNSON & JOHNSON | 478160AX2 | 14 | 5007 | 1.2000 | 490,000.00 | 498,498.44 | 2,221.33 | 1,300.34 |
| | 01/03/12 05/15/14 | | 49 | 000 | .5741 | 497,982.10 | 101.7343750000 | SUNGARD | |
| 80235 | CCCSIG CORP GECC | 36962G5M2 | 14 | 6911 | 2.1500 | 1,370,000.00 | 1,399,326.56 | 6,709.19 | 30,714.10 |
| | 01/09/12 01/09/15 | | 37 | 000 | 2.1860 | 1,368,612.46 | 102.1406250000 | SUNGARD | |
| 80238 | CCCCD CORP JP MORGAN | 46625HHN3 | 14 | 7903 | 4.6500 | 225,000.00 | 239,871.09 | 3,487.50 | 2,129.34 |
| | 01/09/12 06/01/14 | | 37 | 000 | 2.2079 | 238,846.12 | 106.6093750000 | SUNGARD | |
| 80263 | CCCCD CORP JP MORGAN | 46623EJE0 | 14 | 7903 | 2.0500 | 215,000.00 | 218,728.91 | 820.28 | 3,114.01 |
| | 01/11/12 01/24/14 | | 37 | 000 | 1.9060 | 215,614.90 | 101.7343750000 | SUNGARD | |
| 80272 | CCCCD CORP JP MORGAN | 46623EJE0 | 14 | 7903 | 2.0500 | 250,000.00 | 254,335.94 | 953.82 | 3,563.44 |
| | 01/12/12 01/24/14 | | 37 | 000 | 1.8942 | 250,772.50 | 101.7343750000 | SUNGARD | |
| 80345 | CCCSIG CORP GENERAL ELEC CAP CR | 36962G4X9 | 14 | 6911 | 2.1000 | 1,645,000.00 | 1,679,185.16 | 8,060.50 | 1,038.41 |
| | 02/08/12 01/07/14 | | 37 | 000 | 1.0338 | 1,681,121.46 | 102.0781250000 | SUNGARD | |
| 80435 | CORP TOYOTA MOTOR CREDIT CORP | 89233P5Z5 | 14 | 8177 | 1.0000 | 10,000,000.00 | 9,998,437.50 | 12,222.22 | |
| | 03/15/12 02/17/15 | | 16 | 000 | .8261 | 10,057,877.78 | 99.98437500000 | SUNGARD | -51,662.50 |
| 80448 | CORP WALMART STORES INC | 931142CX9 | 14 | 8177 | 1.5000 | 5,000,000.00 | 5,102,343.75 | 32,500.00 | 3,243.75 |
| | 03/23/12 10/25/15 | | 29 | 000 | .9370 | 5,129,933.33 | 102.0468750000 | SUNGARD | |

1 CONTRA COSTA COUNTY
TREASURER'S OFFICE
INVESTMENT INVENTORY WITH MARKET VALUE PAGE: 15
(RPTMKT) RUN: 04/20/12 13:28:21
INVESTMENTS OUTSTANDING AS OF 03/31/12
MAJOR SORT KEY IS ICC#

| INVEST NUMBER | DESCRIPTION PURCHASE MATURITY DATE | CUSIP | BANK BROK | FUND SAFE | CPN RATE YTM TR | PAR/SHARES BOOK | MARKET VALUE MARKET PRICE | CURR ACCR INT PRICE SOURCE | UNREALIZED GAIN UNREALIZED LOSS |
|---|---|---|---|---|---|---|---|---|---|
| 80450 | CORP ROYAL BANK OF | 78008T2C7 | 14 | 8177 | 1.1500 | 10,000,000.00 | 9,995,312.50 | 5,430.55 | |
| | 03/26/12 03/13/15 | | 16 | 000 | 1.1610 | 10,000,633.33 | 99.95312500000 | SUNGARD | -1,487.50 |
| SUBTOTAL (Inv Type) 75 CORPORATE NOTES | | 6.00%(M) | | | 1.8159 | 90,790,000.00 | 92,178,022.66 | 423,334.85 | 776,413.98 |
| | | | | | 1.3030 | 91,650,008.37 | 101.5288280000 | | -145,485.19 |
| 80277 | AUHSD MM DREYFUS TAX EXEMPT | 26202K205 | 14 | 5055 | 0.0000 | 537,226.12 | 537,226.12* | .00 | 0.00 |
| | 01/03/12 04/01/12 | | 49 | 000 | .0000 | 537,226.12 | 100.0000000000 | BOOK | |
| 80303 | AUHSD MM DREYFUS TAX EXEMPT | 26202K205 | 14 | 5055 | 0.0000 | 28,092.20 | 28,092.20* | .00 | 0.00 |
| | 01/25/12 04/01/12 | | 49 | 000 | .0000 | 28,092.20 | 100.0000000000 | BOOK | |
| SUBTOTAL (Inv Type) 99 MONEY MARKET ACCOUNTS | | .04%(M) | | | 0.0000 | 565,318.32 | 565,318.32 | .00 | .00 |
| | | | | | .0000 | 565,318.32 | 100.0000000000 | | |
| 79591 | CD CCCCD BERTA KAMM WESTAMERICA | 121101042 | 29 | 8175 | 1.4000 | 3,200.00 | 3,200.00* | 38.95 | 0.00 |
| | 05/24/11 05/24/14 | | 24 | 2400 | 1.4000 | 3,200.00 | 100.0000000000 | BOOK | |
| SUBTOTAL (Inv Type) 1000 TD WITH CALC CODE OF | | .00%(M) | | | 1.4000 | 3,200.00 | 3,200.00 | 38.95 | .00 |
| | | | | | 1.4000 | 3,200.00 | 100.0000000000 | | |
| GRAND TOTAL | | | | | .8122 | 1529113518.32 | 1537342097.35 | 2,745,933.08 | 3,002,196.67 |
| | | | | | .6739 | 1534655468.81 | 100.5381270000 | | -840,576.97 |

* MARKET = BOOK LESS PURCHASE INTEREST

**NOTE: GRAND TOTAL EXCLUDES RETIREMENT INVESTMENTS**

**SUNGARD**®

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January 18, 2012

Brice E. Bines
Contra Costa County
Chief Deputy Treasury-Tax Collector
625 Court Street, Room 102
Martinez, CA 94533

Dear Brice,

Per your request, I am confirming for you the source of the SunGard market pricing data.

Monthly you receive two pricing files from us, RAPID and PRICES. The data within the RAPID file and the PRICES file is obtained from Interactive Data Corp. The content of the PRICES file consists of prices for overnight repos, TDs, CDs, CPs, B/As and government discount issues other than Treasury Bills. The content of the RAPID file consists of prices for U.S. government issues and Treasuries.

If you need further information, please do not hesitate to contact me at 818-223-2457.

Sincerely,

SunGard AvantGard

Karen Tanaka

Karen M. Tanaka
Senior Financial Applications Analyst

23975 Park Sorrento • 1st Flr, Suite #100 • Calabasas, CA 91302

# SECTION III

## APPENDIX

## B. INVESTMENT PORTFOLIO DETAIL – MANAGED BY OUTSIDE CONTRACTED PARTIES

### B.1. STATE OF CALIFORNIA LOCAL AGENCY INVESTMENT FUND (LAIF)

**CONTRA COSTA COUNTY**
**AS OF MARCH 31, 2012**

| CALIFORNIA STATE LOCAL AGENCY INVESTMENT ACCOUNTS | STATE CONTROLLER ACCOUNT NUMBER | ACCOUNT BALANCE | ESTIMATED FAIR VALUE |
|---|---|---|---|
| ACALANES UNION HIGH SCHOOL | 75-07-010 | 34,339,930.95 | 34,381,520.49 |
| ANTIOCH UNIFIED SCHOOL DISTRICT | 75-07-005 | 16,372,583.34 | 16,392,412.39 |
| BRENTWOOD UNION SCHOOL DISTRICT | 75-07-013 | 11,500,355.63 | 11,514,283.86 |
| BYRON UNION SCHOOL DISTRICT | 75-07-017 | 7,113,668.78 | 7,122,284.24 |
| CANYON ELEMENTARY SCHOOL DISTRICT | 75-07-018 | 190,336.81 | 190,567.33 |
| CENTRAL CONTRA COSTA SANITARY DISTRICT | 70-07-001 | 24,700,000.00 | 24,729,914.49 |
| CONTRA COSTA COMMUNITY COLLEGE | 75-07-001 | 609,056.64 | 609,794.28 |
| CONTRA COSTA COMMUNITY COLLEGE (AB3107) | 11-07-034 | 23,716,724.15 | 23,745,447.78 |
| CONTRA COSTA COUNTY | 99-07-000 | 50,000,000.00 | 50,060,555.65 |
| CONTRA COSTA COUNTY OFFICE OF EDUCATION | 75-07-007 | 1,268,075.26 | 1,269,611.04 |
| CONTRA COSTA COUNTY SCHOOL INSURANCE GROUP | 35-07-001 | 2,207,523.52 | 2,210,197.08 |
| CROCKETT COMMUNITY SERVICES DISTRICT | 16-07-004 | 2,086,343.40 | 2,088,870.20 |
| DELTA DIABLO SANITATION DISTRICT | 70-07-003 | 71,801.60 | 71,888.56 |
| EAST CONTRA COSTA REG FEE & FINANCING AUTH | 40-07-006 | 1.97 | 1.97 |
| JOHN SWETT UNIFIED SCHOOL DISTRICT | 75-07-020 | 17,057,232.59 | 17,077,890.83 |
| KENSINGTON FIRE PROTECTION DISTRICT | 17-07-011 | 2,950,521.37 | 2,954,094.78 |
| KENSINGTON POLICE PROTECTION & COMMUNITY SERVICES DISTRICT | 16-07-003 | 1,102,919.46 | 1,104,255.22 |
| KNIGHTSEN SCHOOL DISTRICT | 75-07-019 | 0.94 | 0.94 |
| LAFAYETTE SCHOOL DISTRICT | 75-07-012 | 7,717,908.76 | 7,727,256.02 |
| MARTINEZ UNIFIED SCHOOL DISTRICT | 75-07-011 | 7,245,251.96 | 7,254,026.78 |
| MORAGA ORINDA FIRE DISTRICT | 17-07-003 | 26,831.44 | 26,863.94 |
| MT DIABLO UNIFIED SCHOOL DISTRICT | 75-07-008 | 14,481,509.66 | 14,499,048.40 |
| MT VIEW SANITARY DISTRICT | 70-07-008 | 6,719,022.83 | 6,727,160.33 |
| OAKLEY UNION SCHOOL DISTRICT | 75-07-009 | 244,535.12 | 244,831.28 |
| ORINDA UNION SCHOOL DISTRICT | 75-07-015 | 2,345,773.34 | 2,348,614.34 |
| PITTSBURG UNIFIED SCHOOL DISTRICT | 75-07-002 | 1,396,742.16 | 1,398,433.77 |
| RECLAMATION DISTRICT 800 | 60-07-003 | 3,930,484.22 | 3,935,244.48 |
| REDEVELOPMENT AGENCY | 65-07-015 | 0.00 | - |
| RODEO -HERCULES FIRE PROTECTION DISTRICT | 17-07-001 | 313,238.98 | 313,618.35 |
| SAN RAMON VALLEY UNIFIED SCHOOL DISTRICT | 75-07-004 | 441,948.54 | 442,483.79 |
| WALNUT CREEK SCHOOL DISTRICT | 75-07-003 | 1,638,919.67 | 1,640,904.59 |
| WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT | 75-07-014 | 29,761,652.11 | 29,797,696.83 |
| WEST CONTRA COSTA UNIFIED SD 2005 SERIES C-1 | 11-07-038 | 40,211,155.62 | 40,259,855.87 |
| WEST CONTRA COSTA UNIFIED SD 2005 SERIES C-2 | 11-07-039 | 12,139,727.81 | 12,154,430.39 |
| WEST CONTRA COSTA UNIFIED SD 2005 SERIES D-1 | 11-07-040 | 13,092,828.59 | 13,108,685.48 |
| | TOTAL | 336,994,607.22 | 337,402,745.77 |

# SECTION III

## APPENDIX

## B. INVESTMENT PORTFOLIO DETAIL – MANAGED BY OUTSIDE CONTRACTED PARTIES

### B.2. ASSET MANAGEMENT FUNDS

a. **WELLS CAPITAL MANAGEMENT**
b. **BofA GLOBAL CAPITAL MANAGEMENT**
c. **CalTRUST**

WELLS CAPITAL MANAGEMENT

# WC-Contra Costa County

131235

| | |
|---|---|
| **Begin Date** | **1/1/2012** |
| **End Date** | **3/31/2012** |

The information contained in this report represents estimated trade date investment calculations provided via Clearwater Analytics for Wells Capital Management clients. Certain calculations may not be available for all time periods. Please refer to your custody statement for official portfolio holdings and transactions. Note that certain accounting methods may cause differences between this investment report and your custody statement.

## *WC-Contra Costa County*

**Risk Summary** . . . . . 1
**Perf Summary TotIdxExc GrossOfFees** . . . . . 4
**Perf Summary TotIdxExc NetOfFees** . . . . . 5
**Financials** . . . . . 6
**Income Detail** . . . . . 7
**Balance Sheet Classification** . . . . . 9
**Trading Activity** . . . . . 11
**Transaction Detail** . . . . . 13
**MMF Transaction Detail** . . . . . 15

# Risk Summary (WC-Contra Costa County)

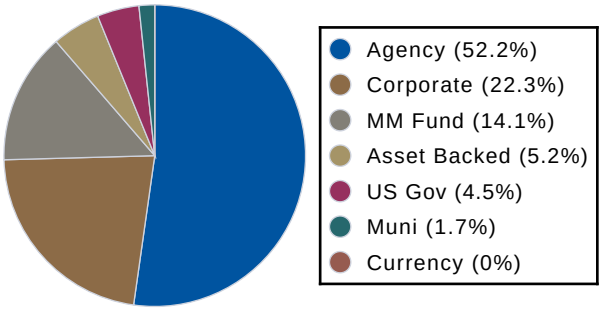
3/31/2012

Dated: 4/2/2012

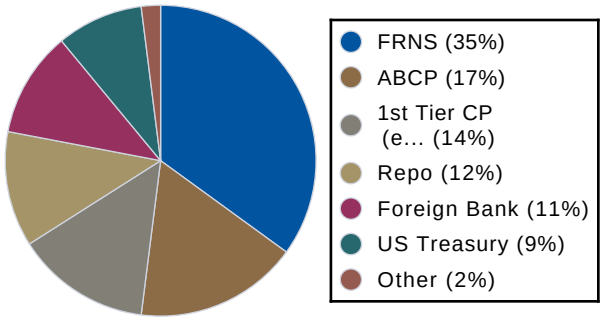
## Summary

| | |
|---|---|
| Cash | 6,310,527.45 |
| Fixed Income | 38,469,752.96 |
| Duration | 0.559 |
| Convexity | --- |
| Weighted Avg Life | 0.792 |
| Weighted Avg Maturity | 0.787 |
| Weighted Avg Eff Maturity | 0.578 |
| Yield | 0.286% |
| Purchase Yield | 0.375% |
| Avg Credit Rating | AA/Aa2/AA |

## Security Type



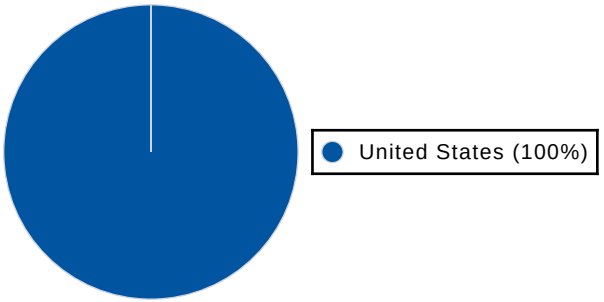

## MMF Asset Allocation



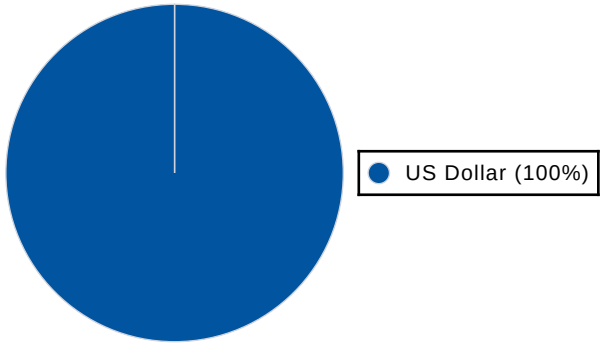

## Issuer Concentration

| | |
|---|---|
| Federal Home Loan Banks Office of... | 20.3% |
| Federal Home Loan Mortgage Corpor... | 16.8% |
| MMF - WELLS FARGO ADV HER MMKT-INS | 14.1% |
| Federal Farm Credit Banks Consoli... | 9.0% |
| Federal National Mortgage Associa... | 6.2% |
| Government of the United States | 4.5% |
| General Electric Company | 1.8% |
| U.S. Bancorp | 1.8% |
| Other | 25.5% |

## Country

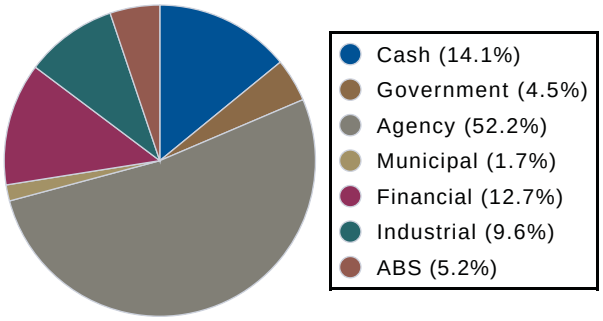



## Currency

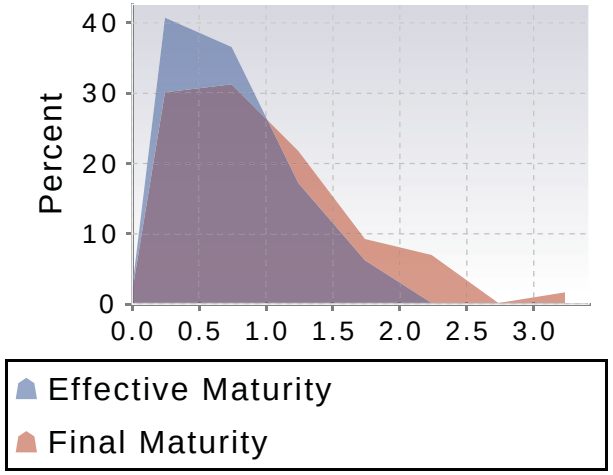



WELLS CAPITAL MANAGEMENT

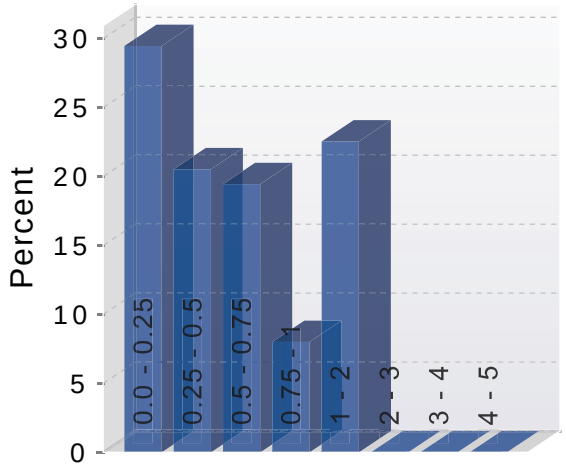
## Market Sectors



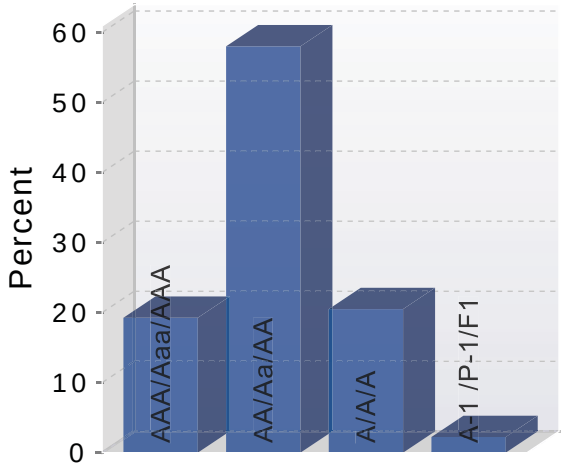

## Time to Maturity (Years)




## Duration



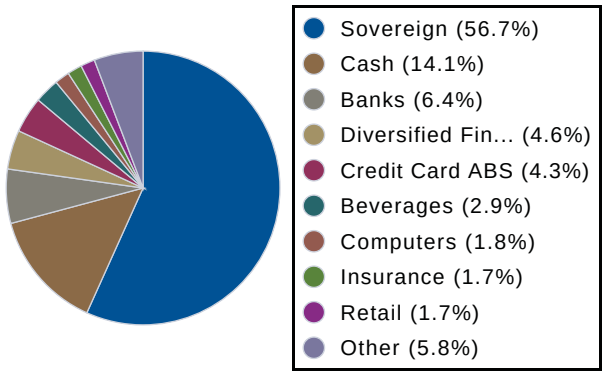

## Credit Ratings




## Credit Duration

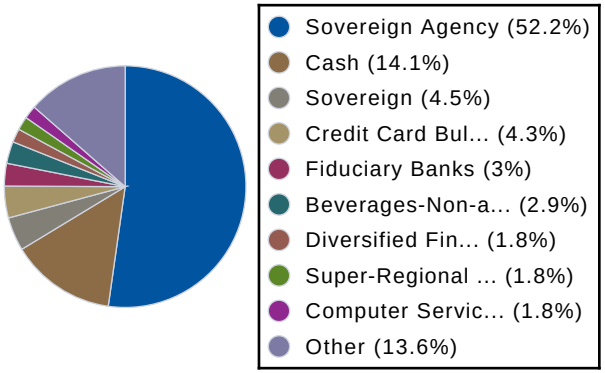
| | 0.0 - 0.25 | 0.25 - 0.5 | 0.5 - 0.75 | 0.75 - 1 | 1 - 2 | 2 - 3 | 3 - 4 | 4 - 5 |
|---|---|---|---|---|---|---|---|---|
| **AAA** | 19.5 | 2.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **AA** | 2.3 | 18.5 | 14.6 | 8.0 | 14.7 | 0.0 | 0.0 | 0.0 |
| **A** | 7.8 | 0.0 | 4.9 | 0.0 | 7.9 | 0.0 | 0.0 | 0.0 |
| **BBB** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **BB** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **B** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **CCC** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **CC** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **C** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

## Industry Sectors



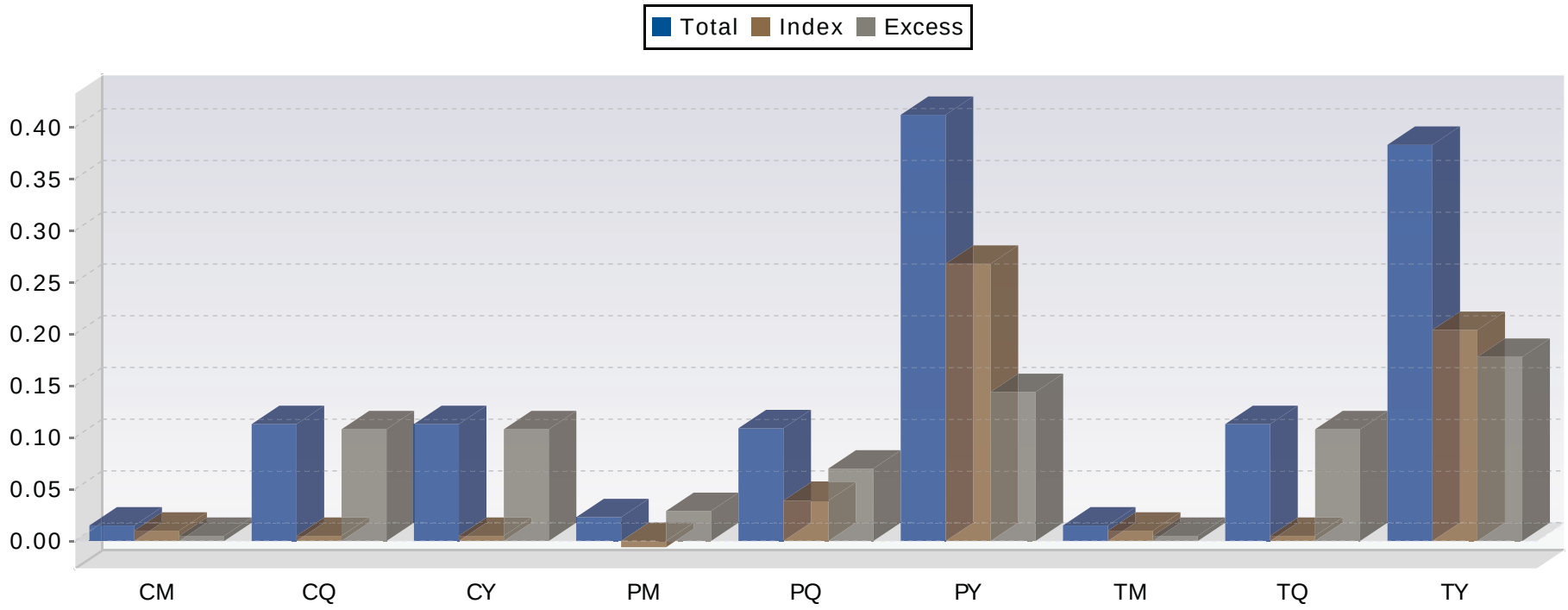

WELLS CAPITAL MANAGEMENT

## Industry Subsectors



# Summary Performance **(WC-Contra Costa County)**

3/31/2012




| | Curr Month 3/1/12-3/31/12 | Curr Quarter 1/1/12-3/31/12 | Curr Year 1/1/12-3/31/12 | Prev Month 2/1/12-2/29/12 | Prev Quarter 10/1/11-12/31/11 | Prev Year 1/1/11-12/31/11 | Trailing Month 3/1/12-3/31/12 | Trailing Quarter 1/1/12-3/31/12 | Trailing Year 4/1/11-3/31/12 |
|---|---|---|---|---|---|---|---|---|---|
| **Total Return** | 0.015% | 0.113% | 0.113% | 0.023% | 0.109% | 0.412% | 0.015% | 0.113% | 0.383% |
| **Index Return** | 0.010% | 0.005% | 0.005% | -0.006% | 0.039% | 0.268% | 0.010% | 0.005% | 0.204% |
| **Excess Return** | 0.005% | 0.108% | 0.108% | 0.029% | 0.070% | 0.144% | 0.005% | 0.108% | 0.178% |

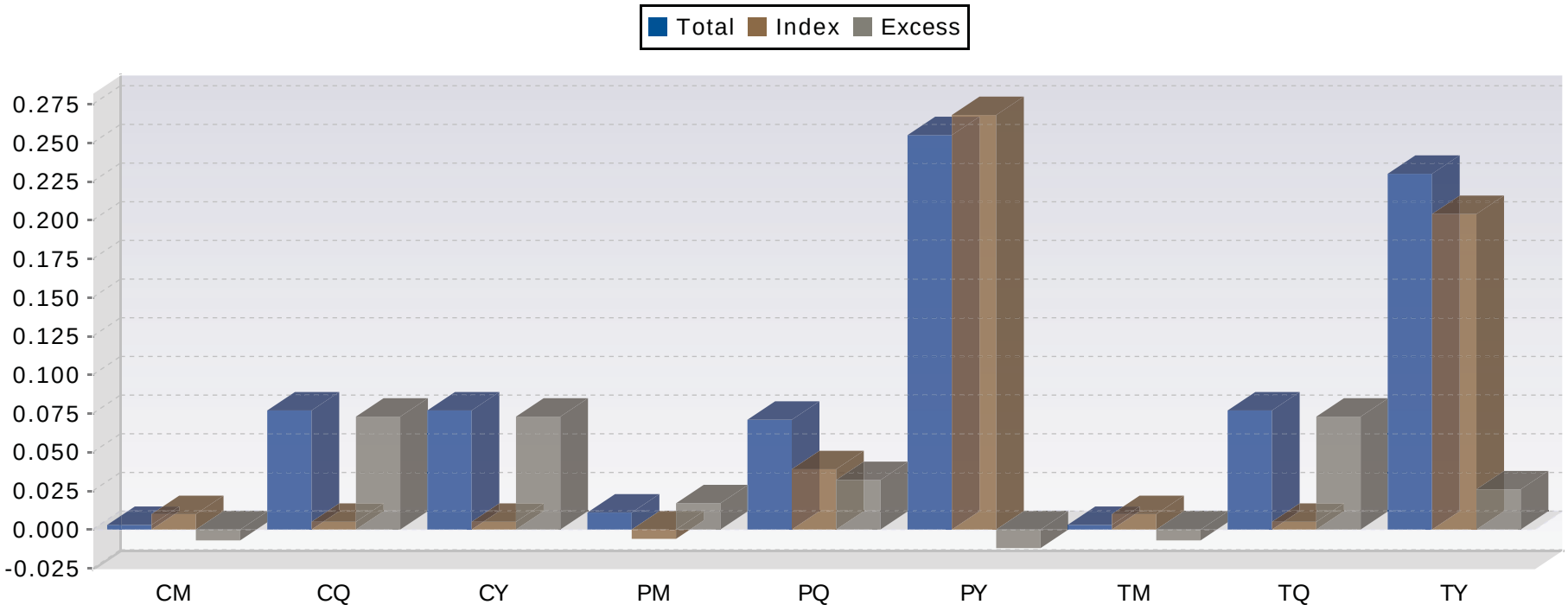
Index: BofA Merrill Lynch 6 Month Treasury Bill Index (G0O2) (G0O2)
Gross of Fees (includes trading expenses)
Returns are actual and have not been annualized.

WELLS CAPITAL MANAGEMENT

# Summary Performance **(WC-Contra Costa County)**

3/31/2012

Dated: 4/2/2012




| | Curr Month 3/1/12-3/31/12 | Curr Quarter 1/1/12-3/31/12 | Curr Year 1/1/12-3/31/12 | Prev Month 2/1/12-2/29/12 | Prev Quarter 10/1/11-12/31/11 | Prev Year 1/1/11-12/31/11 | Trailing Month 3/1/12-3/31/12 | Trailing Quarter 1/1/12-3/31/12 | Trailing Year 4/1/11-3/31/12 |
|---|---|---|---|---|---|---|---|---|---|
| **Total Return** | 0.003% | 0.077% | 0.077% | 0.011% | 0.071% | 0.255% | 0.003% | 0.077% | 0.230% |
| **Index Return** | 0.010% | 0.005% | 0.005% | -0.006% | 0.039% | 0.268% | 0.010% | 0.005% | 0.204% |
| **Excess Return** | -0.007% | 0.073% | 0.073% | 0.017% | 0.032% | -0.012% | -0.007% | 0.073% | 0.026% |

Index: BofA Merrill Lynch 6 Month Treasury Bill Index (G0O2) (G0O2)
Net of Fees (includes management and trading)
Returns are actual and have not been annualized.

WELLS CAPITAL MANAGEMENT

| Balance Sheet | WC-Contra Costa County | |
|---|---|---|
| As of: | 12/31/2011 | 3/31/2012 |
| Original Cost | 44,969,411.22 | 44,856,963.99 |
| Amortization/Accretion | -259,518.24 | -237,894.90 |
| Realized Impairment Loss | 0.00 | 0.00 |
| **Amortized Cost** | **44,709,892.98** | **44,619,069.09** |
| Accrued Interest | 140,021.61 | 141,096.88 |
| **Ending Book Value** | **44,849,914.59** | **44,760,165.97** |
| Unrealized Gain | 21,071.30 | 26,536.89 |
| Unrealized Loss | -8,036.65 | -6,422.46 |
| **Net Unrealized Gain/Loss** | **13,034.65** | **20,114.43** |
| **Total Market Value** | **44,862,949.23** | **44,780,280.41** |

| Income Statement | Begin Date<br>End Date | 1/1/2012<br>3/31/2012 |
|---|---|---|
| Net Transfers In/Out | | **-117,393.46** |
| Amortization/Accretion | | **-89,715.39** |
| Interest Income | 129,974.48 | |
| Dividend Income | 0.00 | |
| Other Income | 0.00 | |
| **Income Subtotal** | | **129,974.48** |
| Realized Gain | 3,175.93 | |
| Realized Loss | -0.00 | |
| Realized Impairment Loss | 0.00 | |
| **Net Gain/Loss** | | **3,175.92** |
| Expenses | | **-15,790.16** |
| **Net Income** | | **27,644.85** |

| Statement of Cash Flows | Begin Date<br>End Date | 1/1/2012<br>3/31/2012 |
|---|---|---|
| Net Income | | **27,644.85** |
| Amortization/Accretion | 89,715.39 | |
| Change in MV on CE Securities | 0.00 | |
| Change in Accrued | 37,985.06 | |
| Net Gain/Loss | -3,175.92 | |
| Balance Sheet Reclassifications | 0.00 | |
| **Non Cash Adjustments** | | **124,524.53** |
| Purchases of Marketable Securities | -11,097,839.45 | |
| Purchased Accrued of Marketable Securities | -40,477.01 | |
| Sales of Marketable Securities | 2,860,432.07 | |
| Sold Accrued of Marketable Securities | 1,416.67 | |
| Maturities of Marketable Securities | 2,600,000.00 | |
| **Net Purchases/Sales** | | **-5,676,467.72** |
| Transfers of Cash & Cash Equivalents | | **-117,393.46** |
| Net Change in Cash & Cash Equivalents | | **-5,641,691.80** |
| Beginning Cash & Cash Equivalents | | **11,952,219.25** |
| **Ending Cash & Cash Equivalents** | | **6,310,527.45** |

| Cusip/ISIN | Curr Face | Description | Coupon | Maturity | Eff Maturity | Net Transfers | Net G/L | Amortization/ Accretion | Income | Expenses | Net Income | Settle Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 002819AA8 | 700,000.00 | ABBOTT LABORATORIES | 5.150 | 11/30/2012 | 11/30/2012 | 0.00 | 0.00 | -7,911.49 | 9,012.50 | 0.00 | 1,101.01 | 05/18/2011 |
| 039483BA9 | 700,000.00 | ARCHER-DANIELS-MIDLAND C | 0.670 | 08/13/2012 | 08/13/2012 | 0.00 | 0.00 | 0.00 | 1,137.69 | 0.00 | 1,137.69 | 02/11/2011 |
| 06406HBK4 | 650,000.00 | BANK OF NEW YORK MELLON | 5.125 | 08/27/2013 | 08/27/2013 | 0.00 | 0.00 | -3,487.45 | 4,071.53 | 0.00 | 584.08 | 02/17/2012 |
| 084664BG5 | 725,000.00 | BERKSHIRE HATHAWAY FIN | 5.000 | 08/15/2013 | 08/15/2013 | 0.00 | 0.00 | -7,376.78 | 9,062.50 | 0.00 | 1,685.72 | 09/14/2011 |
| 14912L4Q1 | 700,000.00 | CATERPILLAR FINANCIAL SE | 1.550 | 12/20/2013 | 12/20/2013 | 0.00 | 0.00 | -207.50 | 301.39 | 0.00 | 93.89 | 03/21/2012 |
| 161571AN4 | 700,000.00 | CHAIT 2005-A6 A6 | 0.312 | 07/15/2014 | 06/19/2012 | 0.00 | 0.00 | -20.57 | 66.68 | 0.00 | 46.11 | 03/21/2012 |
| 17305EDX0 | 700,000.00 | CCCIT 2007-A7 A7 | 0.592 | 08/20/2014 | 08/20/2012 | 0.00 | 0.00 | -451.91 | 1,089.39 | 0.00 | 637.49 | 06/01/2011 |
| 191216AQ3 | 700,000.00 | COCA-COLA CO/THE | 0.553 | 05/15/2012 | 05/15/2012 | 0.00 | 0.00 | -107.11 | 938.09 | 0.00 | 830.98 | 02/18/2011 |
| 22541LAC7 | 0.00 | CREDIT SUISSE USA INC | 6.500 | 01/15/2012 | 01/15/2012 | 0.00 | 0.00 | -1,591.92 | 2,022.22 | 0.00 | 430.30 | 08/18/2010 |
| 313312WQ9 | 1,000,000.00 | FED FARM CRD DISCOUNT NT | 0.000 | 05/09/2012 | 05/09/2012 | 0.00 | 0.00 | 505.56 | 0.00 | 0.00 | 505.56 | 05/10/2011 |
| 31331G2R9 | 1,000,000.00 | FEDERAL FARM CREDIT BANK | 1.875 | 12/07/2012 | 12/07/2012 | 0.00 | 0.00 | -3,956.52 | 4,687.50 | 0.00 | 730.98 | 08/12/2011 |
| 31331GYP8 | 1,000,000.00 | FEDERAL FARM CREDIT BANK | 2.125 | 06/18/2012 | 06/18/2012 | 0.00 | 0.00 | -4,695.11 | 5,312.50 | 0.00 | 617.39 | 06/14/2011 |
| 31331K2J8 | 1,000,000.00 | FEDERAL FARM CREDIT BANK | 0.250 | 05/24/2013 | 05/24/2013 | 0.00 | 0.00 | 23.89 | 590.28 | 0.00 | 614.17 | 01/06/2012 |
| 313370BJ6 | 0.00 | FEDERAL HOME LOAN BANK | 0.650 | 01/30/2012 | 01/30/2012 | 0.00 | 0.00 | -105.53 | 523.61 | 0.00 | 418.08 | 08/05/2010 |
| 313374K66 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 0.260 | 07/06/2012 | 07/06/2012 | 0.00 | 0.00 | 9.97 | 650.00 | 0.00 | 659.97 | 07/07/2011 |
| 313374TP5 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 0.250 | 07/18/2012 | 07/18/2012 | 0.00 | 0.00 | 9.95 | 625.00 | 0.00 | 634.95 | 07/18/2011 |
| 313374XE5 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 0.250 | 07/20/2012 | 07/20/2012 | 0.00 | 0.00 | -14.92 | 625.00 | 0.00 | 610.08 | 07/20/2011 |
| 313376BC8 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 0.180 | 11/14/2012 | 11/14/2012 | 0.00 | 0.00 | 58.37 | 450.00 | 0.00 | 508.37 | 12/07/2011 |
| 313376KA2 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 0.400 | 07/09/2013 | 07/09/2013 | 0.00 | 0.00 | -62.12 | 1,000.00 | 0.00 | 937.89 | 12/01/2011 |
| 313376L86 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 0.125 | 11/30/2012 | 11/30/2012 | 0.00 | 0.00 | 168.89 | 312.50 | 0.00 | 481.39 | 12/05/2011 |
| 3133XQU34 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 3.625 | 05/29/2013 | 05/29/2013 | 0.00 | 0.00 | -2,125.70 | 2,215.28 | 0.00 | 89.59 | 03/09/2012 |
| 3133XUUJ0 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 1.625 | 09/26/2012 | 09/26/2012 | 0.00 | 0.00 | -3,140.90 | 4,062.50 | 0.00 | 921.60 | 06/30/2011 |
| 3133XW7L7 | 1,000,000.00 | FEDERAL HOME LOAN BANK | 1.500 | 01/16/2013 | 01/16/2013 | 0.00 | 0.00 | -3,233.50 | 3,750.00 | 0.00 | 516.50 | 12/19/2011 |
| 3134G12L7 | 0.00 | FREDDIE MAC | 0.850 | 02/08/2013 | 02/08/2013 | 0.00 | 0.00 | -467.69 | 873.61 | 0.00 | 405.92 | 05/24/2011 |
| 3134G1GQ1 | 1,500,000.00 | FREDDIE MAC | 1.000 | 08/28/2012 | 08/28/2012 | 0.00 | 0.00 | -1,879.68 | 3,750.00 | 0.00 | 1,870.32 | 03/24/2011 |
| 3134G1VX9 | 1,500,000.00 | FREDDIE MAC | 0.800 | 04/19/2013 | 04/19/2013 | 0.00 | 0.00 | -1,566.51 | 3,000.00 | 0.00 | 1,433.49 | 09/28/2011 |
| 3134G1WT7 | 1,500,000.00 | FREDDIE MAC | 0.515 | 11/26/2012 | 11/26/2012 | 0.00 | 0.00 | -945.45 | 1,308.96 | 0.00 | 363.51 | 01/30/2012 |
| 3134G2SL7 | 1,000,000.00 | FREDDIE MAC | 0.625 | 08/08/2013 | 08/08/2012 | 0.00 | 0.00 | -679.33 | 1,562.50 | 0.00 | 883.17 | 08/15/2011 |
| 3135G0CC5 | 750,000.00 | FANNIE MAE | 0.550 | 08/23/2013 | 08/23/2012 | 0.00 | 0.00 | -152.87 | 252.09 | 0.00 | 99.21 | 03/09/2012 |
| 3135G0DK6 | 0.00 | FANNIE MAE | 0.600 | 09/27/2013 | 09/27/2013 | 0.00 | 0.00 | -461.70 | 1,111.50 | 0.00 | 649.80 | 01/09/2012 |
| 3135G0EU3 | 1,000,000.00 | FANNIE MAE | 0.625 | 10/25/2013 | 10/25/2012 | 0.00 | 0.00 | 0.00 | 1,562.50 | 0.00 | 1,562.50 | 11/14/2011 |
| 3135G0FG3 | 1,000,000.00 | FANNIE MAE | 0.600 | 11/14/2013 | 11/14/2012 | 0.00 | 0.00 | -174.70 | 416.66 | 0.00 | 241.96 | 03/06/2012 |
| 3137EACP2 | 2,000,000.00 | FREDDIE MAC | 0.375 | 11/30/2012 | 11/30/2012 | 0.00 | 0.00 | -854.08 | 1,875.00 | 0.00 | 1,020.92 | 12/08/2011 |
| 36159JBM2 | 500,000.00 | GEMNT 2009-2 A | 3.690 | 07/15/2015 | 07/15/2012 | 0.00 | 0.00 | -3,781.97 | 4,612.50 | 0.00 | 830.53 | 06/20/2011 |
| 36962G4H4 | 800,000.00 | GENERAL ELEC CAP CORP | 2.800 | 01/08/2013 | 01/08/2013 | 0.00 | 0.00 | -3,302.31 | 5,600.00 | 0.00 | 2,297.69 | 05/24/2011 |
| 428236AL7 | 0.00 | HEWLETT-PACKARD CO | 5.250 | 03/01/2012 | 03/01/2012 | 0.00 | 0.00 | -6,258.06 | 7,000.00 | 0.00 | 741.94 | 02/23/2011 |
| 44924EAB6 | 750,000.00 | IBM INTL GROUP CAPITAL | 5.050 | 10/22/2012 | 10/22/2012 | 0.00 | 0.00 | -7,472.93 | 9,468.75 | 0.00 | 1,995.82 | 02/18/2011 |
| 46623EJA8 | 700,000.00 | JPMORGAN CHASE & CO | 1.141 | 02/26/2013 | 02/26/2013 | 0.00 | 0.00 | -451.69 | 2,041.58 | 0.00 | 1,589.89 | 12/14/2011 |
| 477867AB1 | 406,911.93 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | 07/11/2012 | 0.00 | -0.00 | 10.42 | 829.47 | 0.00 | 839.89 | 04/20/2011 |
| 637432LM5 | 500,000.00 | NATIONAL RURAL UTIL COOP | 5.500 | 07/01/2013 | 07/01/2013 | 0.00 | 0.00 | -3,029.19 | 3,437.50 | 0.00 | 408.31 | 02/16/2012 |

# Income Detail **(WC-Contra Costa County)**

1/1/2012 - 3/31/2012

| Cusip/ISIN | Curr Face | Description | Coupon | Maturity | Eff Maturity | Net Transfers | Net G/L | Amortization/ Accretion | Income | Expenses | Net Income | Settle Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 665859AH7 | 630,000.00 | NORTHERN TRUST CORP | 5.200 | 11/09/2012 | 11/09/2012 | 0.00 | 0.00 | -6,726.79 | 8,190.00 | 0.00 | 1,463.21 | 04/15/2011 |
| 713448BF4 | 600,000.00 | PEPSICO INC | 5.150 | 05/15/2012 | 05/15/2012 | 0.00 | 0.00 | -6,924.27 | 7,725.00 | 0.00 | 800.73 | 04/15/2011 |
| 87612EAY2 | 750,000.00 | TARGET CORP | 0.610 | 01/11/2013 | 01/11/2013 | 0.00 | 0.00 | 0.00 | 1,015.83 | 0.00 | 1,015.83 | 01/12/2012 |
| 91159HGS3 | 0.00 | US BANCORP | 2.125 | 02/15/2013 | 02/15/2013 | 0.00 | 3,175.93 | -2,013.17 | 3,494.45 | 0.00 | 4,657.21 | 05/13/2011 |
| 91159HGZ7 | 800,000.00 | US BANCORP | 1.125 | 10/30/2013 | 09/30/2013 | 0.00 | 0.00 | -113.09 | 400.00 | 0.00 | 286.91 | 03/15/2012 |
| 912828LB4 | 2,000,000.00 | US TREASURY N/B | 1.500 | 07/15/2012 | 07/15/2012 | 0.00 | 0.00 | -4,757.92 | 7,487.46 | 0.00 | 2,729.54 | 02/14/2011 |
| 91412GFA8 | 750,000.00 | CA UNI-FLTG-TXB-Y-2 | 0.642 | 07/01/2014 | 01/01/2014 | 0.00 | 0.00 | 0.00 | 200.63 | 0.00 | 200.63 | 03/16/2012 |
| 949917397 | 6,310,460.91 | WELLS FARGO ADV HER MMKT-INS | 0.010 | --- | --- | 0.00 | 0.00 | 0.00 | 252.32 | 0.00 | 252.32 | --- |
| CCYUSD | 66.54 | US Dollar | --- | --- | --- | -117,393.46 | 0.00 | 0.00 | 0.00 | -15,790.16 | -15,790.16 | --- |
| **---** | **---** | **---** | **---** | **---** | **---** | **-117,393.46** | **3,175.92** | **-89,715.39** | **129,974.48** | **-15,790.16** | **27,644.85** | **---** |

# Balance Sheet Classification **(WC-Contra Costa County)**

3/31/2012

## Cash Equivalent (3) 14.09% 6,310,527.45

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 949917397 | WELLS FARGO ADV HER MMKT-INS | 6,310,460.91 | Cash | AAAm/Aaa/NA | 0.010 | --- | --- | 0.010 | 0.010 | 6,310,460.91 | 6,310,460.91 | 0.00 | 1.000 | 0.00 | 6,310,460.91 | 6,310,460.91 |
| CCYUSD | US Dollar | 3.16 | Cash | AAA/Aaa/AAA | 0.000 | --- | --- | 0.000 | 0.000 | 3.16 | 3.16 | 0.00 | 1.000 | 0.00 | 3.16 | 3.16 |
| CCYUSD | Net Receivables/Payables | 63.38 | Cash | AAA/Aaa/AAA | 0.000 | --- | --- | 0.000 | 0.000 | 63.38 | 63.38 | 0.00 | 1.000 | 0.00 | 63.38 | 63.38 |
| **---** | **---** | **6,310,527.45** | **---** | **---** | **---** | **---** | **---** | **0.010** | **0.010** | **6,310,527.45** | **6,310,527.45** | **0.00** | **---** | **0.00** | **6,310,527.45** | **6,310,527.45** |

## Short Term (23) 52.61% 23,557,117.21

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 002819AA8 | ABBOTT LABORATORIES | 700,000.00 | Industrial | AA/A1/A+ | 5.150 | 11/30/2012 | 11/30/2012 | 0.571 | 0.583 | 748,860.00 | 721,126.30 | 108.20 | 103.034 | 12,116.81 | 721,234.50 | 733,351.31 |
| 039483BA9 | ARCHER-DANIELS-MIDLAND C | 700,000.00 | Industrial | A/A2/A | 0.670 | 08/13/2012 | 08/13/2012 | 0.680 | 0.276 | 700,000.00 | 700,000.00 | 1,008.00 | 100.144 | 625.33 | 701,008.00 | 701,633.33 |
| 191216AQ3 | COCA-COLA CO/THE | 700,000.00 | Industrial | A+/Aa3/A+ | 0.553 | 05/15/2012 | 05/15/2012 | 0.492 | 0.101 | 700,532.00 | 700,051.79 | 348.61 | 100.057 | 494.27 | 700,400.40 | 700,894.67 |
| 313312WQ9 | FED FARM CRD DISCOUNT NT | 1,000,000.00 | Agency | A-1+*/P-1*/F1+* | 0.000 | 05/09/2012 | 05/09/2012 | 0.204 | 0.036 | 997,972.22 | 999,788.89 | 180.11 | 99.997 | 0.00 | 999,969.00 | 999,969.00 |
| 31331G2R9 | FEDERAL FARM CREDIT BANK | 1,000,000.00 | Agency | AA+/Aaa/AAA* | 1.875 | 12/07/2012 | 12/07/2012 | 0.279 | 0.209 | 1,021,000.00 | 1,010,869.57 | 496.43 | 101.137 | 5,937.50 | 1,011,366.00 | 1,017,303.50 |
| 31331GYP8 | FEDERAL FARM CREDIT BANK | 1,000,000.00 | Agency | AA+/Aaa/AAA* | 2.125 | 06/18/2012 | 06/18/2012 | 0.234 | 0.186 | 1,019,090.00 | 1,004,024.38 | 99.62 | 100.412 | 6,079.86 | 1,004,124.00 | 1,010,203.86 |
| 313374K66 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/F1+* | 0.260 | 07/06/2012 | 07/06/2012 | 0.264 | 0.160 | 999,960.00 | 999,989.48 | 245.52 | 100.024 | 613.89 | 1,000,235.00 | 1,000,848.89 |
| 313374TP5 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/F1+* | 0.250 | 07/18/2012 | 07/18/2012 | 0.254 | 0.141 | 999,960.00 | 999,988.20 | 305.80 | 100.029 | 506.94 | 1,000,294.00 | 1,000,800.94 |
| 313374XE5 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/F1+* | 0.250 | 07/20/2012 | 07/20/2012 | 0.244 | 0.140 | 1,000,060.00 | 1,000,018.03 | 281.97 | 100.030 | 493.06 | 1,000,300.00 | 1,000,793.06 |
| 313376BC8 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/F1+* | 0.180 | 11/14/2012 | 11/14/2012 | 0.204 | 0.196 | 999,780.00 | 999,854.40 | 51.60 | 99.991 | 685.00 | 999,906.00 | 1,000,591.00 |
| 313376L86 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/F1+* | 0.125 | 11/30/2012 | 11/30/2012 | 0.193 | 0.200 | 999,330.00 | 999,549.00 | -48.00 | 99.950 | 420.14 | 999,501.00 | 999,921.14 |
| 3133XUUJ0 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/AAA* | 1.625 | 09/26/2012 | 09/26/2012 | 0.356 | 0.168 | 1,015,670.00 | 1,006,143.74 | 935.26 | 100.708 | 225.69 | 1,007,079.00 | 1,007,304.69 |
| 3133XW7L7 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/AAA* | 1.500 | 01/16/2013 | 01/16/2013 | 0.196 | 0.241 | 1,014,000.00 | 1,010,304.57 | -348.57 | 100.996 | 3,125.00 | 1,009,956.00 | 1,013,081.00 |
| 3134G1GQ1 | FREDDIE MAC | 1,500,000.00 | Agency | AA+/Aaa/AAA* | 1.000 | 08/28/2012 | 08/28/2012 | 0.493 | 0.146 | 1,510,803.00 | 1,503,077.72 | 2,089.78 | 100.345 | 1,375.00 | 1,505,167.50 | 1,506,542.50 |
| 3134G1WT7 | FREDDIE MAC | 1,500,000.00 | Agency | AA+/Aaa/AAA | 0.515 | 11/26/2012 | 11/26/2012 | 0.142 | 0.200 | 1,504,590.00 | 1,503,644.55 | -569.55 | 100.205 | 2,682.29 | 1,503,075.00 | 1,505,757.29 |
| 3137EACP2 | FREDDIE MAC | 2,000,000.00 | Agency | AA+/Aaa/AAA | 0.375 | 11/30/2012 | 11/30/2012 | 0.203 | 0.142 | 2,003,360.00 | 2,002,280.67 | 817.33 | 100.155 | 2,520.83 | 2,003,098.00 | 2,005,618.83 |
| 36962G4H4 | GENERAL ELEC CAP CORP | 800,000.00 | Financial | AA+/Aa2/NR | 2.800 | 01/08/2013 | 01/08/2013 | 1.116 | 0.594 | 821,592.00 | 810,233.52 | 3,344.88 | 101.697 | 5,164.44 | 813,578.40 | 818,742.84 |
| 44924EAB6 | IBM INTL GROUP CAPITAL | 750,000.00 | Industrial | A+/Aa3/A+ | 5.050 | 10/22/2012 | 10/22/2012 | 1.011 | 0.174 | 800,257.50 | 766,752.50 | 3,748.00 | 102.733 | 16,728.12 | 770,500.50 | 787,228.62 |
| 46623EJA8 | JPMORGAN CHASE & CO | 700,000.00 | Financial | A/Aa3/AA- | 1.141 | 02/26/2013 | 02/26/2013 | 0.900 | 0.464 | 702,184.00 | 701,642.96 | 2,645.94 | 100.613 | 754.06 | 704,288.90 | 705,042.96 |
| 665859AH7 | NORTHERN TRUST CORP | 630,000.00 | Financial | A+/A1/AA- | 5.200 | 11/09/2012 | 11/09/2012 | 0.862 | 0.629 | 672,430.50 | 646,410.40 | 1,045.64 | 102.771 | 12,922.00 | 647,456.04 | 660,378.04 |
| 713448BF4 | PEPSICO INC | 600,000.00 | Industrial | A-/Aa3/A | 5.150 | 05/15/2012 | 05/15/2012 | 0.496 | 0.949 | 630,132.00 | 603,348.00 | -219.60 | 100.521 | 11,673.33 | 603,128.40 | 614,801.73 |
| 87612EAY2 | TARGET CORP | 750,000.00 | Industrial | A+/A2/A- | 0.610 | 01/11/2013 | 01/11/2013 | 0.621 | 0.431 | 750,000.00 | 750,000.00 | 1,056.00 | 100.141 | 1,015.83 | 751,056.00 | 752,071.83 |
| 912828LB4 | US TREASURY N/B | 2,000,000.00 | Government | AA+*/Aaa/AAA | 1.500 | 07/15/2012 | 07/15/2012 | 0.541 | 0.144 | 2,027,031.25 | 2,005,489.91 | 2,400.09 | 100.395 | 6,346.15 | 2,007,890.00 | 2,014,236.15 |
| **---** | **---** | **23,330,000.00** | **---** | **---** | **---** | **---** | **---** | **0.417** | **0.244** | **23,638,594.47** | **23,444,588.58** | **20,023.06** | **---** | **92,505.57** | **23,464,611.64** | **23,557,117.21** |

## Long Term (18) 33.30% 14,912,635.74

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 06406HBK4 | BANK OF NEW YORK MELLON | 650,000.00 | Financial | A+/Aa3/AA- | 5.125 | 08/27/2013 | 08/27/2013 | 0.650 | 0.811 | 694,148.00 | 690,660.55 | -1,475.95 | 106.028 | 3,146.18 | 689,184.60 | 692,330.78 |
| 084664BG5 | BERKSHIRE HATHAWAY FIN | 725,000.00 | Financial | AA+/Aa2/A+ | 5.000 | 08/15/2013 | 08/15/2013 | 0.873 | 0.672 | 781,825.50 | 765,612.80 | 2,258.62 | 105.913 | 4,631.94 | 767,871.42 | 772,503.37 |
| 14912L4Q1 | CATERPILLAR FINANCIAL SE | 700,000.00 | Financial | A/A2/A | 1.550 | 12/20/2013 | 12/20/2013 | 0.558 | 0.634 | 712,054.00 | 711,846.50 | -881.00 | 101.567 | 3,044.03 | 710,965.50 | 714,009.53 |
| 161571AN4 | CHAIT 2005-A6 A6 | 700,000.00 | Asset Backed | AAA/Aaa/AAA | 0.312 | 07/15/2014 | 06/19/2012 | 0.219 | 0.207 | 700,218.75 | 700,198.18 | -51.11 | 100.021 | 103.05 | 700,147.07 | 700,250.12 |
| 17305EDX0 | CCCIT 2007-A7 A7 | 700,000.00 | Asset Backed | AAA/Aaa/AAA | 0.592 | 08/20/2014 | 08/20/2012 | 0.342 | 0.279 | 702,214.84 | 700,700.21 | 133.56 | 100.119 | 138.08 | 700,833.77 | 700,971.84 |
| 31331K2J8 | FEDERAL FARM CREDIT BANK | 1,000,000.00 | Agency | AA+/Aaa*/AAA | 0.250 | 05/24/2013 | 05/24/2013 | 0.260 | 0.292 | 999,860.00 | 999,883.89 | -351.89 | 99.953 | 798.61 | 999,532.00 | 1,000,330.61 |

# Balance Sheet Classification **(WC-Contra Costa County)**

3/31/2012

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 313376KA2 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa*/AAA* | 0.400 | 07/09/2013 | 07/09/2013 | 0.375 | 0.346 | 1,000,400.00 | 1,000,316.72 | 377.28 | 100.069 | 911.11 | 1,000,694.00 | 1,001,605.11 |
| 3133XQU34 | FEDERAL HOME LOAN BANK | 1,000,000.00 | Agency | AA+/Aaa/AAA* | 3.625 | 05/29/2013 | 05/29/2013 | 0.245 | 0.281 | 1,041,220.00 | 1,039,094.30 | -354.30 | 103.874 | 12,284.72 | 1,038,740.00 | 1,051,024.72 |
| 3134G1VX9 | FREDDIE MAC | 1,500,000.00 | Agency | AA+/Aaa/AAA | 0.800 | 04/19/2013 | 04/19/2013 | 0.379 | 0.343 | 1,509,795.00 | 1,506,593.12 | 600.88 | 100.480 | 5,400.00 | 1,507,194.00 | 1,512,594.00 |
| 3134G2SL7 | FREDDIE MAC | 1,000,000.00 | Agency | AA+/Aaa/AAA | 0.625 | 08/08/2013 | 08/08/2012 | 0.351 | 0.440 | 1,002,680.00 | 1,000,963.01 | -324.01 | 100.064 | 920.14 | 1,000,639.00 | 1,001,559.14 |
| 3135G0CC5 | FANNIE MAE | 750,000.00 | Agency | AA+/Aaa/AAA | 0.550 | 08/23/2013 | 08/23/2012 | 0.225 | 0.390 | 751,110.00 | 750,957.13 | -485.38 | 100.063 | 435.42 | 750,471.75 | 750,907.17 |
| 3135G0EU3 | FANNIE MAE | 1,000,000.00 | Agency | AA+/Aaa/AAA | 0.625 | 10/25/2013 | 10/25/2012 | 0.625 | 0.467 | 1,000,000.00 | 1,000,000.00 | 901.00 | 100.090 | 2,708.33 | 1,000,901.00 | 1,003,609.33 |
| 3135G0FG3 | FANNIE MAE | 1,000,000.00 | Agency | AA+/Aaa*/AAA | 0.600 | 11/14/2013 | 11/14/2012 | 0.353 | 0.468 | 1,001,700.00 | 1,001,525.30 | -694.30 | 100.083 | 2,283.33 | 1,000,831.00 | 1,003,114.33 |
| 36159JBM2 | GEMNT 2009-2 A | 500,000.00 | Asset Backed | AAA/Aaa/AAA | 3.690 | 07/15/2015 | 07/15/2012 | 0.640 | 1.142 | 516,250.00 | 504,363.81 | 398.24 | 100.952 | 820.00 | 504,762.05 | 505,582.05 |
| 477867AB1 | JDOT 2011-A A2 | 406,911.93 | Asset Backed | NA/Aaa/AAA | 0.640 | 06/16/2014 | 07/11/2012 | 0.644 | 0.485 | 406,888.98 | 406,902.83 | 189.04 | 100.044 | 115.74 | 407,091.87 | 407,207.61 |
| 637432LM5 | NATIONAL RURAL UTIL COOP | 500,000.00 | Financial | A+/A1/Withdrawn | 5.500 | 07/01/2013 | 07/01/2013 | 0.568 | 0.669 | 533,725.00 | 530,695.81 | -618.81 | 106.015 | 6,875.00 | 530,077.00 | 536,952.00 |
| 91159HGZ7 | US BANCORP | 800,000.00 | Financial | A/Aa3/AA- | 1.125 | 10/30/2013 | 09/30/2013 | 0.818 | 0.782 | 803,752.00 | 803,638.91 | 439.49 | 100.510 | 3,775.00 | 804,078.40 | 807,853.40 |
| 91412GFA8 | CA UNI-FLTG-TXB-Y-2 | 750,000.00 | Municipal | AA/Aa1/AA+ | 0.642 | 07/01/2014 | 01/01/2014 | 0.643 | 0.322 | 750,000.00 | 750,000.00 | 30.00 | 100.004 | 200.63 | 750,030.00 | 750,230.62 |
| --- | --- | **14,681,911.93** | --- | --- | --- | --- | --- | **0.464** | **0.470** | **14,907,842.07** | **14,863,953.06** | **91.37** | --- | **48,591.31** | **14,864,044.43** | **14,912,635.74** |

## Summary **44,780,280.41**

| Total Orig Face / Shares | Total Curr Face / Shares | Yield | Purchase Yield | Total Orig Cost | Total Book Value | Total Amort Cost | Total Unreal G/L | Total Accr Int | Total Fair Value | Total Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|
| 44,515,527.45 | 44,322,439.38 | 0.29 | 0.38 | 44,856,963.99 | 44,760,165.97 | 44,619,069.09 | 20,114.43 | 141,096.88 | 44,639,183.52 | 44,780,280.41 |

| | *Purchases* | *Sales* | *Maturities* |
|---|---|---|---|
| Cash Equivalents (<= 90 days) | -3,804,609.33 | 9,446,200.74 | 0.00 |
| Marketable Securities | | | |
| Short Term | -1,505,963.33 | 813,760.67 | 2,600,000.00 |
| Long Term | -9,632,353.13 | 2,048,088.07 | 0.00 |
| Equities | 0.00 | 0.00 | 0.00 |
| Funds | 0.00 | 0.00 | 0.00 |
| Alternative Investments | 0.00 | 0.00 | 0.00 |
| **Totals** | **-14,942,925.79** | **12,308,049.48** | **2,600,000.00** |

| *Trade Date* | *Settle Date* | *Type* | *Cusip/ISIN* | *Description* | *Coupon* | *Maturity* | *Broker/Dealer* | *Orig Face* | *Notional* | *Price* | *Original Cost* | *Principal* | *Accr Int* | *Real G/L* | *Comm* | *Proceeds* | *Class* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 01/05/2012 | 01/06/2012 | BUY | 31331K2J8 | FEDERAL FARM CREDIT BANK | 0.250 | 05/24/2013 | GX CLARKE & CO. | 1,000,000.00 | 1,000,000.00 | 99.986 | 999,860.00 | -999,860.00 | 208.33 | 0.00 | 0.00 | -1,000,068.33 | LT |
| 01/06/2012 | 01/09/2012 | BUY | 3135G0DK6 | FANNIE MAE | 0.600 | 09/27/2013 | CASTLEOAK SECURITIES INC | 855,000.00 | 855,000.00 | 100.054 | 855,461.70 | -855,461.70 | 1,453.50 | 0.00 | 0.00 | -856,915.20 | LT |
| 01/09/2012 | 01/12/2012 | BUY | 87612EAY2 | TARGET CORP | 0.610 | 01/11/2013 | Goldman Sachs | 750,000.00 | 750,000.00 | 100.000 | 750,000.00 | -750,000.00 | 0.00 | 0.00 | 0.00 | -750,000.00 | LT |
| 01/15/2012 | 01/17/2012 | PPD | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 18,527.98 | 18,527.98 | --- | 18,526.94 | 18,527.98 | 0.00 | -0.00 | 0.00 | 18,527.98 | LT |
| 01/15/2012 | 01/15/2012 | MTY | 22541LAC7 | CREDIT SUISSE USA INC | 6.500 | 01/15/2012 | --- | 800,000.00 | 800,000.00 | 100.000 | 858,560.00 | 800,000.00 | 0.00 | 0.00 | 0.00 | 800,000.00 | ST |
| 01/27/2012 | 01/30/2012 | BUY | 3134G1WT7 | FREDDIE MAC | 0.515 | 11/26/2012 | BNP Paribas | 1,500,000.00 | 1,500,000.00 | 100.306 | 1,504,590.00 | -1,504,590.00 | 1,373.33 | 0.00 | 0.00 | -1,505,963.33 | ST |
| 01/30/2012 | 01/30/2012 | MTY | 313370BJ6 | FEDERAL HOME LOAN BANK | 0.650 | 01/30/2012 | --- | 1,000,000.00 | 1,000,000.00 | 100.000 | 1,001,976.00 | 1,000,000.00 | 0.00 | 0.00 | 0.00 | 1,000,000.00 | ST |
| 02/08/2012 | 02/08/2012 | CRDM | 3134G12L7 | FREDDIE MAC | 0.850 | 02/08/2013 | --- | 1,000,000.00 | 1,000,000.00 | 100.000 | 1,003,200.00 | 1,000,000.00 | 0.00 | 0.00 | 0.00 | 1,000,000.00 | LT |
| 02/13/2012 | 02/16/2012 | BUY | 637432LM5 | NATIONAL RURAL UTIL COOP | 5.500 | 07/01/2013 | MIZUHO SECURITIES USA INC. | 500,000.00 | 500,000.00 | 106.745 | 533,725.00 | -533,725.00 | 3,437.50 | 0.00 | 0.00 | -537,162.50 | LT |
| 02/14/2012 | 02/17/2012 | BUY | 06406HBK4 | BANK OF NEW YORK MELLON | 5.125 | 08/27/2013 | UBS WARBURG LLC | 650,000.00 | 650,000.00 | 106.792 | 694,148.00 | -694,148.00 | 15,730.90 | 0.00 | 0.00 | -709,878.90 | LT |
| 02/15/2012 | 02/15/2012 | PPD | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 104,722.95 | 104,722.95 | --- | 104,717.04 | 104,722.95 | 0.00 | -0.00 | 0.00 | 104,722.95 | LT |
| 03/01/2012 | 03/01/2012 | MTY | 428236AL7 | HEWLETT-PACKARD CO | 5.250 | 03/01/2012 | --- | 800,000.00 | 800,000.00 | 100.000 | 838,800.00 | 800,000.00 | 0.00 | 0.00 | 0.00 | 800,000.00 | ST |
| 03/05/2012 | 03/06/2012 | BUY | 3135G0FG3 | FANNIE MAE | 0.600 | 11/14/2013 | CASTLEOAK SECURITIES INC | 1,000,000.00 | 1,000,000.00 | 100.170 | 1,001,700.00 | -1,001,700.00 | 1,866.67 | 0.00 | 0.00 | -1,003,566.67 | LT |
| 03/08/2012 | 03/09/2012 | BUY | 3135G0CC5 | FANNIE MAE | 0.550 | 08/23/2013 | CASTLEOAK SECURITIES INC | 750,000.00 | 750,000.00 | 100.148 | 751,110.00 | -751,110.00 | 183.33 | 0.00 | 0.00 | -751,293.33 | LT |
| 03/08/2012 | 03/09/2012 | BUY | 3133XQU34 | FEDERAL HOME LOAN BANK | 3.625 | 05/29/2013 | MIZUHO SECURITIES USA INC. | 1,000,000.00 | 1,000,000.00 | 104.122 | 1,041,220.00 | -1,041,220.00 | 10,069.44 | 0.00 | 0.00 | -1,051,289.44 | LT |
| 03/12/2012 | 03/15/2012 | BUY | 91159HGZ7 | US BANCORP | 1.125 | 10/30/2013 | US Bancorp Piper-DTC | 800,000.00 | 800,000.00 | 100.469 | 803,752.00 | -803,752.00 | 3,375.00 | 0.00 | 0.00 | -807,127.00 | LT |
| 03/12/2012 | 03/15/2012 | SELL | 91159HGS3 | US BANCORP | 2.125 | 02/15/2013 | US Bancorp Piper-DTC | 800,000.00 | 800,000.00 | 101.543 | 817,520.00 | 812,344.00 | 1,416.67 | 3,175.93 | 0.00 | 813,760.67 | ST |
| 03/15/2012 | 03/15/2012 | PPD | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 69,837.14 | 69,837.14 | --- | 69,833.20 | 69,837.14 | 0.00 | 0.00 | 0.00 | 69,837.14 | LT |
| 03/15/2012 | 03/16/2012 | BUY | 91412GFA8 | CA UNI-FLTG-TXB-Y-2 | 0.642 | 07/01/2014 | Goldman Sachs | 750,000.00 | 750,000.00 | 100.000 | 750,000.00 | -750,000.00 | 0.00 | 0.00 | 0.00 | -750,000.00 | LT |
| 03/16/2012 | 03/21/2012 | BUY | 161571AN4 | CHAIT 2005-A6 A6 | 0.312 | 07/15/2014 | KEYBANC CAPITAL MARKETS INC | 700,000.00 | 700,000.00 | 100.031 | 700,218.75 | -700,218.75 | 36.37 | 0.00 | 0.00 | -700,255.12 | LT |
| 03/16/2012 | 03/21/2012 | BUY | 14912L4Q1 | CATERPILLAR FINANCIAL SE | 1.550 | 12/20/2013 | Dain Rauscher | 700,000.00 | 700,000.00 | 101.722 | 712,054.00 | -712,054.00 | 2,742.64 | 0.00 | 0.00 | -714,796.64 | LT |

# Trading Activity **(WC-Contra Costa County)**

1/1/2012 - 3/31/2012

| Trade Date | Settle Date | Type | Cusip/ISIN | Description | Coupon | Maturity | Broker/Dealer | Orig Face | Notional | Price | Original Cost | Principal | Accr Int | Real G/L | Comm | Proceeds | Class |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/27/2012 | 03/27/2012 | CRDM | 3135G0DK6 | FANNIE MAE | 0.600 | 09/27/2013 | --- | 855,000.00 | 855,000.00 | 100.000 | 855,461.70 | 855,000.00 | 0.00 | 0.00 | 0.00 | 855,000.00 | LT |
| --- | --- | NMMF_BUY | 949917397 | WELLS FARGO ADV HER MMKT-INS | --- | --- | Unknown | 3,804,609.33 | 3,804,609.33 | 1.000 | 3,804,609.33 | -3,804,609.33 | 0.00 | 0.00 | 0.00 | -3,804,609.33 | CE |
| --- | --- | NMMF_SELL | 949917397 | WELLS FARGO ADV HER MMKT-INS | --- | --- | Unknown | 9,446,200.74 | 9,446,200.74 | 1.000 | 9,446,200.74 | 9,446,200.74 | 0.00 | 0.00 | 0.00 | 9,446,200.74 | CE |
| **---** | **---** | **---** | **---** | **---** | **---** | **---** | **---** | **29,653,898.14** | **---** | **---** | **29,917,244.40** | **4,184.03** | **41,893.68** | **3,175.92** | **0.00** | **-34,876.31** | **---** |

## Summary

| Cusip/ISIN | Beginning Balance | Ending Balance |
|---|---|---|
| CCYUSD | 3.17 | 3.16 |

## Cash Affecting Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Description | Coupon | Maturity | Price | Amount |
|---|---|---|---|---|---|---|---|---|---|
| --- | --- | NMMF_BUY | --- | 949917397 | WELLS FARGO ADV HER MMKT-INS | --- | --- | 1.000 | -3,804,609.33 |
| --- | --- | NMMF_SELL | --- | 949917397 | WELLS FARGO ADV HER MMKT-INS | --- | --- | 1.000 | 9,446,200.74 |
| 12/31/2011 | 01/01/2012 | MMF | --- | 949917397 | WELLS FARGO ADV HER MMKT-INS | 0.010 | --- | --- | 163.76 |
| 01/05/2012 | 01/06/2012 | BUY | 1,000,000.00 | 31331K2J8 | FEDERAL FARM CREDIT BANK | 0.250 | 05/24/2013 | 99.986 | -1,000,068.33 |
| 01/06/2012 | 01/06/2012 | CPN | --- | 313374K66 | FEDERAL HOME LOAN BANK | 0.260 | 07/06/2012 | --- | 1,300.00 |
| 01/06/2012 | 01/09/2012 | BUY | 855,000.00 | 3135G0DK6 | FANNIE MAE | 0.600 | 09/27/2013 | 100.054 | -856,915.20 |
| 01/08/2012 | 01/09/2012 | CPN | --- | 36962G4H4 | GENERAL ELEC CAP CORP | 2.800 | 01/08/2013 | --- | 11,200.00 |
| 01/09/2012 | 01/09/2012 | CPN | --- | 313376KA2 | FEDERAL HOME LOAN BANK | 0.400 | 07/09/2013 | --- | 455.56 |
| 01/09/2012 | 01/12/2012 | BUY | 750,000.00 | 87612EAY2 | TARGET CORP | 0.610 | 01/11/2013 | 100.000 | -750,000.00 |
| 01/13/2012 | 01/13/2012 | TRN | --- | CCYUSD | US Dollar | --- | --- | --- | -53,746.12 |
| 01/15/2012 | 01/17/2012 | CPN | --- | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 320.00 |
| 01/15/2012 | 01/17/2012 | PPD | --- | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 18,527.98 |
| 01/15/2012 | 01/15/2012 | MTY | 800,000.00 | 22541LAC7 | CREDIT SUISSE USA INC | 6.500 | 01/15/2012 | 100.000 | 800,000.00 |
| 01/15/2012 | 01/17/2012 | CPN | --- | 912828LB4 | US TREASURY N/B | 1.500 | 07/15/2012 | --- | 15,000.00 |
| 01/15/2012 | 01/17/2012 | CPN | --- | 22541LAC7 | CREDIT SUISSE USA INC | 6.500 | 01/15/2012 | --- | 26,000.00 |
| 01/15/2012 | 01/17/2012 | CPN | --- | 36159JBM2 | GEMNT 2009-2 A | 3.690 | 07/15/2015 | --- | 1,537.50 |
| 01/16/2012 | 01/16/2012 | CPN | --- | 3133XW7L7 | FEDERAL HOME LOAN BANK | 1.500 | 01/16/2013 | --- | 7,500.00 |
| 01/18/2012 | 01/18/2012 | CPN | --- | 313374TP5 | FEDERAL HOME LOAN BANK | 0.250 | 07/18/2012 | --- | 1,250.00 |
| 01/20/2012 | 01/20/2012 | CPN | --- | 313374XE5 | FEDERAL HOME LOAN BANK | 0.250 | 07/20/2012 | --- | 1,250.00 |
| 01/20/2012 | 01/20/2012 | CPN | --- | 17305EDX0 | CCCIT 2007-A7 A7 | 0.592 | 08/20/2014 | --- | 382.67 |
| 01/20/2012 | 01/20/2012 | MEXP | --- | CCYUSD | US Dollar | --- | --- | --- | -5,215.16 |
| 01/27/2012 | 01/30/2012 | BUY | 1,500,000.00 | 3134G1WT7 | FREDDIE MAC | 0.515 | 11/26/2012 | 100.306 | -1,505,963.33 |
| 01/30/2012 | 01/30/2012 | CPN | --- | 313370BJ6 | FEDERAL HOME LOAN BANK | 0.650 | 01/30/2012 | --- | 3,250.00 |
| 01/30/2012 | 01/30/2012 | MTY | 1,000,000.00 | 313370BJ6 | FEDERAL HOME LOAN BANK | 0.650 | 01/30/2012 | 100.000 | 1,000,000.00 |
| 01/31/2012 | 02/01/2012 | MMF | --- | 949917397 | WELLS FARGO ADV HER MMKT-INS | 0.010 | --- | --- | 87.98 |
| 02/08/2012 | 02/08/2012 | CPN | --- | 3134G12L7 | FREDDIE MAC | 0.850 | 02/08/2013 | --- | 4,250.00 |
| 02/08/2012 | 02/08/2012 | CPN | --- | 3134G2SL7 | FREDDIE MAC | 0.625 | 08/08/2013 | --- | 3,125.00 |
| 02/08/2012 | 02/08/2012 | CRDM | 1,000,000.00 | 3134G12L7 | FREDDIE MAC | 0.850 | 02/08/2013 | 100.000 | 1,000,000.00 |
| 02/13/2012 | 02/13/2012 | CPN | --- | 039483BA9 | ARCHER-DANIELS-MIDLAND C | 0.670 | 08/13/2012 | --- | 1,096.20 |
| 02/13/2012 | 02/16/2012 | BUY | 500,000.00 | 637432LM5 | NATIONAL RURAL UTIL COOP | 5.500 | 07/01/2013 | 106.745 | -537,162.50 |
| 02/14/2012 | 02/14/2012 | TRN | --- | CCYUSD | US Dollar | --- | --- | --- | -32,856.15 |
| 02/14/2012 | 02/17/2012 | BUY | 650,000.00 | 06406HBK4 | BANK OF NEW YORK MELLON | 5.125 | 08/27/2013 | 106.792 | -709,878.90 |
| 02/15/2012 | 02/15/2012 | CPN | --- | 084664BG5 | BERKSHIRE HATHAWAY FIN | 5.000 | 08/15/2013 | --- | 18,125.00 |
| 02/15/2012 | 02/15/2012 | CPN | --- | 191216AQ3 | COCA-COLA CO/THE | 0.553 | 05/15/2012 | --- | 907.36 |

# Transaction Detail **(WC-Contra Costa County)**

1/1/2012 - 3/31/2012

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Description | Coupon | Maturity | Price | Amount |
|---|---|---|---|---|---|---|---|---|---|
| 02/15/2012 | 02/15/2012 | CPN | --- | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 310.12 |
| 02/15/2012 | 02/15/2012 | PPD | --- | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 104,722.95 |
| 02/15/2012 | 02/15/2012 | CPN | --- | 91159HGS3 | US BANCORP | 2.125 | 02/15/2013 | --- | 8,500.00 |
| 02/15/2012 | 02/15/2012 | CPN | --- | 36159JBM2 | GEMNT 2009-2 A | 3.690 | 07/15/2015 | --- | 1,537.50 |
| 02/21/2012 | 02/21/2012 | CPN | --- | 17305EDX0 | CCCIT 2007-A7 A7 | 0.592 | 08/20/2014 | --- | 392.56 |
| 02/21/2012 | 02/21/2012 | MEXP | --- | CCYUSD | US Dollar | --- | --- | --- | -5,336.42 |
| 02/27/2012 | 02/27/2012 | CPN | --- | 46623EJA8 | JPMORGAN CHASE & CO | 1.141 | 02/26/2013 | --- | 2,055.51 |
| 02/27/2012 | 02/27/2012 | CPN | --- | 06406HBK4 | BANK OF NEW YORK MELLON | 5.125 | 08/27/2013 | --- | 16,656.25 |
| 02/28/2012 | 02/28/2012 | CPN | --- | 3134G1GQ1 | FREDDIE MAC | 1.000 | 08/28/2012 | --- | 7,500.00 |
| 02/29/2012 | 03/01/2012 | MMF | --- | 949917397 | WELLS FARGO ADV HER MMKT-INS | 0.010 | --- | --- | 100.96 |
| 03/01/2012 | 03/01/2012 | CPN | --- | 428236AL7 | HEWLETT-PACKARD CO | 5.250 | 03/01/2012 | --- | 21,000.00 |
| 03/01/2012 | 03/01/2012 | MTY | 800,000.00 | 428236AL7 | HEWLETT-PACKARD CO | 5.250 | 03/01/2012 | 100.000 | 800,000.00 |
| 03/05/2012 | 03/06/2012 | BUY | 1,000,000.00 | 3135G0FG3 | FANNIE MAE | 0.600 | 11/14/2013 | 100.170 | -1,003,566.67 |
| 03/08/2012 | 03/09/2012 | BUY | 750,000.00 | 3135G0CC5 | FANNIE MAE | 0.550 | 08/23/2013 | 100.148 | -751,293.33 |
| 03/08/2012 | 03/09/2012 | BUY | 1,000,000.00 | 3133XQU34 | FEDERAL HOME LOAN BANK | 3.625 | 05/29/2013 | 104.122 | -1,051,289.44 |
| 03/08/2012 | 03/08/2012 | TRN | --- | CCYUSD | US Dollar | --- | --- | --- | -30,791.19 |
| 03/12/2012 | 03/15/2012 | BUY | 800,000.00 | 91159HGZ7 | US BANCORP | 1.125 | 10/30/2013 | 100.469 | -807,127.00 |
| 03/12/2012 | 03/15/2012 | SELL | 800,000.00 | 91159HGS3 | US BANCORP | 2.125 | 02/15/2013 | 101.543 | 813,760.67 |
| 03/15/2012 | 03/15/2012 | PPD | --- | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 69,837.14 |
| 03/15/2012 | 03/15/2012 | CPN | --- | 36159JBM2 | GEMNT 2009-2 A | 3.690 | 07/15/2015 | --- | 1,537.50 |
| 03/15/2012 | 03/15/2012 | CPN | --- | 477867AB1 | JDOT 2011-A A2 | 0.640 | 06/16/2014 | --- | 254.27 |
| 03/15/2012 | 03/16/2012 | BUY | 750,000.00 | 91412GFA8 | CA UNI-FLTG-TXB-Y-2 | 0.642 | 07/01/2014 | 100.000 | -750,000.00 |
| 03/16/2012 | 03/21/2012 | BUY | 700,000.00 | 161571AN4 | CHAIT 2005-A6 A6 | 0.312 | 07/15/2014 | 100.031 | -700,255.12 |
| 03/16/2012 | 03/21/2012 | BUY | 700,000.00 | 14912L4Q1 | CATERPILLAR FINANCIAL SE | 1.550 | 12/20/2013 | 101.722 | -714,796.64 |
| 03/20/2012 | 03/20/2012 | MEXP | --- | CCYUSD | US Dollar | --- | --- | --- | -5,238.58 |
| 03/20/2012 | 03/20/2012 | CPN | --- | 17305EDX0 | CCCIT 2007-A7 A7 | 0.592 | 08/20/2014 | --- | 324.22 |
| 03/26/2012 | 03/26/2012 | CPN | --- | 3133XUUJ0 | FEDERAL HOME LOAN BANK | 1.625 | 09/26/2012 | --- | 8,125.00 |
| 03/27/2012 | 03/27/2012 | CPN | --- | 3135G0DK6 | FANNIE MAE | 0.600 | 09/27/2013 | --- | 2,565.00 |
| 03/27/2012 | 03/27/2012 | CRDM | 855,000.00 | 3135G0DK6 | FANNIE MAE | 0.600 | 09/27/2013 | 100.000 | 855,000.00 |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | **-0.01** |

## Payable/Receivable Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Description | Coupon | Maturity | Price | Amount |
|---|---|---|---|---|---|---|---|---|---|
| 03/31/2012 | 04/02/2012 | MMF | --- | 949917397 | WELLS FARGO ADV HER MMKT-INS | 0.010 | --- | --- | 63.38 |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | **63.38** |

| Cusip/ISIN | Description | Beginning Balance | Ending Balance |
|---|---|---|---|
| 949917397 | WELLS FARGO ADV HER MMKT-INS | 11,952,052.32 | 6,310,460.91 |

## Cash Affecting Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Ticker | Description | Real G/L | Amount |
|---|---|---|---|---|---|---|---|---|
| 01/03/2012 | 01/03/2012 | BUY | 163.76 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -163.76 |
| 01/06/2012 | 01/06/2012 | SELL | 998,768.33 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 998,768.33 |
| 01/09/2012 | 01/09/2012 | SELL | 845,259.64 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 845,259.64 |
| 01/12/2012 | 01/12/2012 | SELL | 750,000.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 750,000.00 |
| 01/13/2012 | 01/13/2012 | SELL | 53,746.12 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 53,746.12 |
| 01/17/2012 | 01/17/2012 | BUY | 848,820.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -848,820.00 |
| 01/18/2012 | 01/18/2012 | BUY | 21,315.48 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -21,315.48 |
| 01/20/2012 | 01/20/2012 | SELL | 3,965.16 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 3,965.16 |
| 01/23/2012 | 01/23/2012 | BUY | 382.67 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -382.67 |
| 01/30/2012 | 01/30/2012 | SELL | 502,713.33 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 502,713.33 |
| 01/31/2012 | 02/01/2012 | MMF | 0.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 87.98 |
| 02/01/2012 | 02/01/2012 | BUY | 87.97 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -87.97 |
| 02/08/2012 | 02/08/2012 | BUY | 1,007,375.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -1,007,375.00 |
| 02/13/2012 | 02/13/2012 | BUY | 1,096.20 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -1,096.20 |
| 02/14/2012 | 02/14/2012 | SELL | 32,856.15 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 32,856.15 |
| 02/15/2012 | 02/15/2012 | BUY | 105,033.07 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -105,033.07 |
| 02/15/2012 | 02/15/2012 | BUY | 1,537.50 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -1,537.50 |
| 02/15/2012 | 02/15/2012 | BUY | 26,625.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -26,625.00 |
| 02/16/2012 | 02/16/2012 | SELL | 537,162.50 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 537,162.50 |
| 02/16/2012 | 02/16/2012 | BUY | 907.36 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -907.36 |
| 02/17/2012 | 02/17/2012 | SELL | 709,878.90 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 709,878.90 |
| 02/21/2012 | 02/21/2012 | SELL | 4,943.86 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 4,943.86 |
| 02/27/2012 | 02/27/2012 | BUY | 18,711.76 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -18,711.76 |
| 02/28/2012 | 02/28/2012 | BUY | 7,500.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -7,500.00 |

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Ticker | Description | Real G/L | Amount |
|---|---|---|---|---|---|---|---|---|
| 02/29/2012 | 03/01/2012 | MMF | 0.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 100.96 |
| 03/01/2012 | 03/01/2012 | BUY | 821,100.98 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -821,100.98 |
| 03/06/2012 | 03/06/2012 | SELL | 1,003,566.67 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 1,003,566.67 |
| 03/08/2012 | 03/08/2012 | SELL | 30,791.19 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 30,791.19 |
| 03/09/2012 | 03/09/2012 | SELL | 1,802,582.77 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 1,802,582.77 |
| 03/15/2012 | 03/15/2012 | BUY | 1,537.50 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -1,537.50 |
| 03/15/2012 | 03/15/2012 | BUY | 76,725.08 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -76,725.08 |
| 03/16/2012 | 03/16/2012 | SELL | 750,000.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 750,000.00 |
| 03/20/2012 | 03/20/2012 | SELL | 4,914.36 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 4,914.36 |
| 03/21/2012 | 03/21/2012 | SELL | 1,415,051.76 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 1,415,051.76 |
| 03/26/2012 | 03/26/2012 | BUY | 8,125.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -8,125.00 |
| 03/27/2012 | 03/27/2012 | BUY | 857,565.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | -857,565.00 |
| --- | --- | --- | --- | --- | --- | --- | **0.00** | **5,641,780.35** |

## Payable/Receivable Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Ticker | Description | Real G/L | Amount |
|---|---|---|---|---|---|---|---|---|
| 03/31/2012 | 04/02/2012 | MMF | 0.00 | 949917397 | SHIXX | WELLS FARGO ADV HER MMKT-INS | 0.00 | 63.38 |
| --- | --- | --- | --- | --- | --- | --- | **0.00** | **63.38** |

# BofA™ Global Capital Management

BACM-Contra Costa Co

| | |
|---|---|
| **Begin Date** | **1/1/2012** |
| **End Date** | **3/31/2012** |

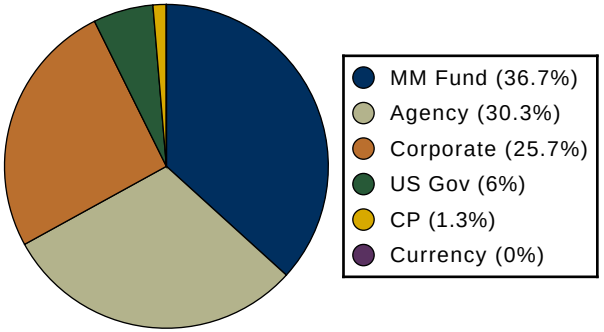
# Risk Summary (BACM-Contra Costa Co)

3/31/2012

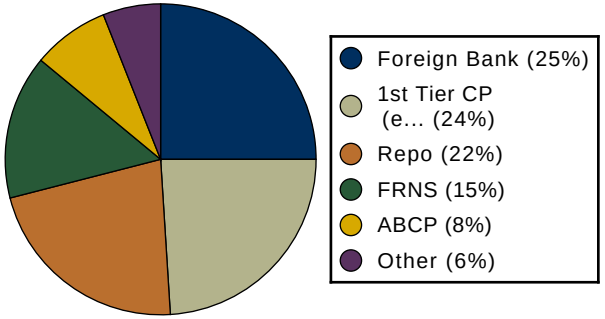
## Summary

| | |
|---|---|
| Cash | 13,842,249.94 |
| Fixed Income | 23,843,842.65 |
| Duration | 0.446 |
| Convexity | 0.008 |
| Weighted Avg Life | 0.451 |
| Weighted Avg Maturity | 0.451 |
| Weighted Avg Eff Maturity | 0.451 |
| Yield | 0.403% |
| Purchase Yield | 0.399% |
| Avg Credit Rating | AA/Aa2/AA |

## Security Type



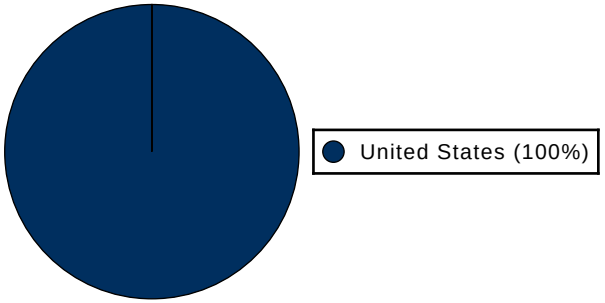

## MMF Asset Allocation



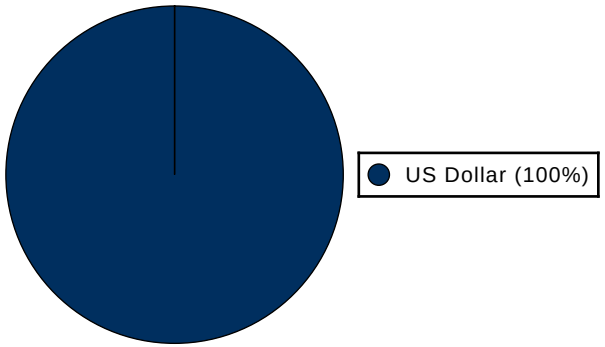

## Issuer Concentration

| | |
|---|---|
| MMF - BOFA CASH RESERVES-CAPTL | 36.7% |
| Federal National Mortgage Associa... | 20.9% |
| Federal Home Loan Banks Office of... | 7.4% |
| Government of the United States | 6.0% |
| The Goldman Sachs Group, Inc. | 2.7% |
| International Business Machines C... | 2.6% |
| Deere & Company | 2.6% |
| JPMorgan Chase & Co. | 2.1% |
| Other | 19.0% |

## Country




## Currency

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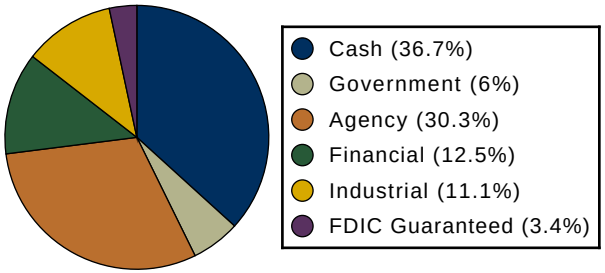
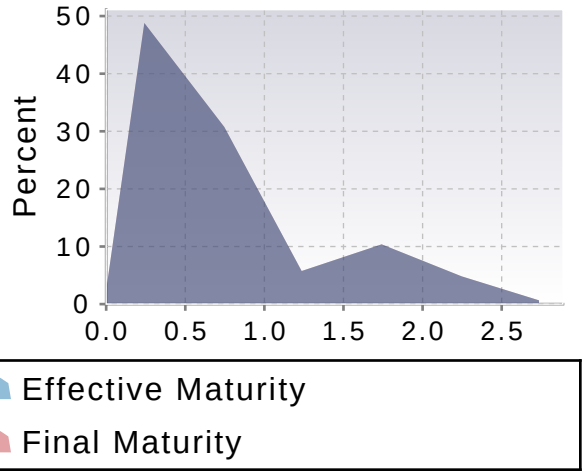
# Risk Summary (BACM-Contra Costa Co)

3/31/2012

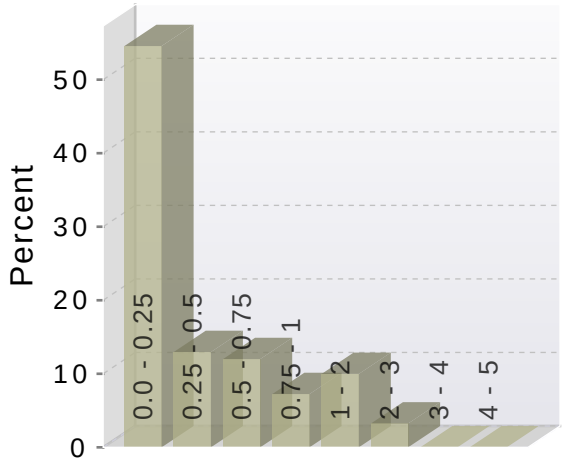
## Market Sectors



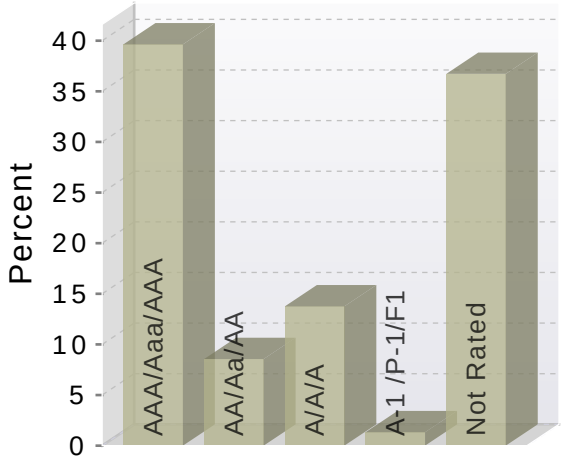

## Time to Maturity (Years)




## Duration



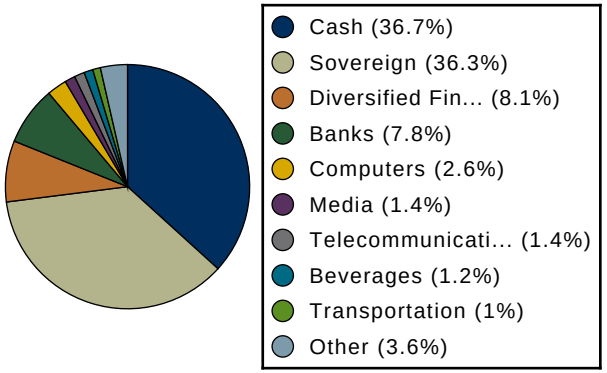

## Credit Ratings




## Credit Duration

| | 0.0 - 0.25 | 0.25 - 0.5 | 0.5 - 0.75 | 0.75 - 1 | 1 - 2 | 2 - 3 | 3 - 4 | 4 - 5 |
|---|---|---|---|---|---|---|---|---|
| **AAA** | 14.8 | 11.3 | 9.3 | 3.4 | 0.0 | 2.0 | 0.0 | 0.0 |
| **AA** | 1.6 | 0.0 | 2.7 | 1.0 | 3.2 | 0.0 | 0.0 | 0.0 |
| **A** | 1.4 | 1.6 | 0.0 | 2.8 | 6.8 | 1.2 | 0.0 | 0.0 |
| **BBB** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **BB** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **B** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **CCC** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **CC** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **C** | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| **NA** | 36.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

## Industry Sectors

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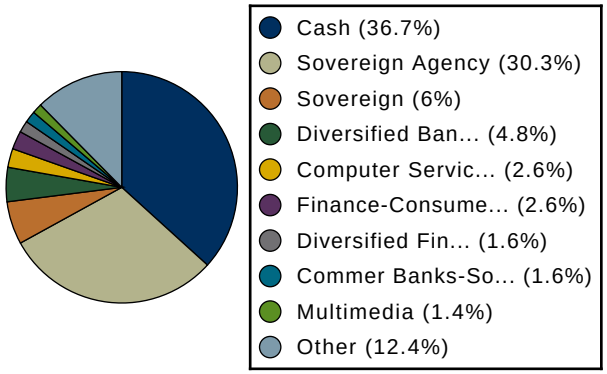
# Risk Summary (BACM-Contra Costa Co)

3/31/2012

## Industry Subsectors

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# Disclosure

BofA Global Capital Management is an asset management division of Bank of America Corporation. BofA Global Capital Management entities furnish investment management services and products for institutional and individual investors.

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# Account Summary (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

## Accounting

### Balance Sheet Classification

| | Book Value | Market Value |
|---|---|---|
| Cash & Cash Equivalents | 14,341,992.16 | 14,342,026.29 |
| Short Term Investments | 18,210,200.14 | 18,225,732.68 |
| Long Term Investments | 4,960,641.77 | 4,962,189.29 |
| Equity | 0.00 | 0.00 |
| Alternative Investments | 0.00 | 0.00 |
| Accrued Interest Receivable | 156,144.33 | 156,144.33 |
| **Total** | **37,668,978.41** | **37,686,092.59** |

### Interest Income Detail

| | Tax Exempt | Taxable |
|---|---|---|
| Beginning Accrued | 0.00 | 182,392.26 |
| Purchased Accrued | 0.00 | 21,111.82 |
| Sold Accrued | 0.00 | 0.00 |
| Coupons Received | 0.00 | 206,843.49 |
| Equity Dividends Received | 0.00 | 0.00 |
| Interest Accrued In Period | 0.00 | 159,483.75 |
| Other Income | 0.00 | 0.00 |
| **Interest Income Total** | **0.00** | **159,483.75** |
| Ending Accrued | 0.00 | 156,144.33 |

### Amortization/Accretion

| | Tax Exempt | Taxable |
|---|---|---|
| Beginning Amortized Cost | 0.00 | 37,667,774.21 |
| Purchases | 0.00 | 6,368,345.01 |
| Sales | 0.00 | 6,404,684.67 |
| Ending Amortized Cost | 0.00 | 37,510,530.59 |
| **Amortization/Accretion** | **0.00** | **-120,903.97** |

### Realized Gain/Loss

| | |
|---|---|
| Realized Gain | 0.00 |
| Realized Loss | 0.00 |
| Realized Impairment Loss | 0.00 |
| **Net Realized Gain/Loss** | **0.00** |

| | |
|---|---|
| **Expenses** | **-8,905.00** |
| **Net Income** | **29,674.78** |

## Transactions

### Purchases/Sales/Maturities

| | Purchases | Sales | Maturities |
|---|---|---|---|
| Cash & Cash Equivalents | -3,422,123.19 | 3,536,684.67 | 0.00 |
| Short Term Marketable Securities | 0.00 | 0.00 | 2,868,000.00 |
| Long Term Marketable Securities | -2,967,333.64 | 0.00 | 0.00 |
| Equities | 0.00 | 0.00 | 0.00 |
| Funds | 0.00 | 0.00 | 0.00 |
| Alternative Investments | 0.00 | 0.00 | 0.00 |
| **Total** | **-6,389,456.83** | **3,536,684.67** | **2,868,000.00** |

### Contributions/Distributions

| | |
|---|---|
| Contributions | 0.00 |
| Distributions | -212,562.64 |
| **Total** | **-212,562.64** |

## Performance

### Summary

| | 1 Month 2/29/12-3/31/12 | 3 Month 12/31/11-3/31/12 | YTD 12/31/11-3/31/12 |
|---|---|---|---|
| Income Return | 0.03% | 0.08% | 0.08% |
| Price Return | -0.02% | -0.01% | -0.01% |
| Total Return | 0.02% | 0.07% | 0.07% |

| | 1 Year 12/31/10-12/31/11 | 3 Year 12/31/08-12/31/11 | Since Inception 2/1/98-3/31/12 |
|---|---|---|---|
| Income Return | 0.31% | ---% | ---% |
| Price Return | 0.01% | ---% | ---% |
| Total Return | 0.32% | 0.34% | 3.14% |

## Compliance

**Compliant**

## Risk

### Summary

| | |
|---|---|
| Purchase Yield | 0.399 |
| Duration (Years) | 0.446 |
| Duration (Days) | 162 |
| WAM (Effective) | 0.451 |
| Avg Credit | B-/B3/B- |

### Duration

| | |
|---|---|
| 0-90 Days | 52.58 |
| 90-180 Days | 14.95 |
| 180-365 Days | 19.25 |
| 1-2 Years | 9.98 |
| Over 2 Years | 3.24 |

### Credit Ratings

| | |
|---|---|
| AAA/Aaa/AAA | 40.96 |
| AA/Aa/AA | 8.55 |
| A/A/A | 13.76 |
| BBB/Baa/BBB | 0.00 |
| Non-Investment Grade | 0.00 |
| Not Rated | 36.72 |

### Sectors

| | |
|---|---|
| Cash | 36.73 |
| Government | 5.99 |
| Agency | 30.27 |
| Municipal | 0.00 |
| Corporate | 27.00 |
| Asset Backed | 0.00 |
| Mortgage Backed | 0.00 |

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# Financials (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

| Balance Sheet | BACM-Contra Costa Co | |
|---|---|---|
| *As of:* | *12/31/2011* | *3/31/2012* |
| Original Cost | 38,067,943.41 | 37,861,033.76 |
| Amortization/Accretion | -398,469.40 | -348,199.68 |
| Realized Impairment Loss | 0.00 | 0.00 |
| **Amortized Cost** | **37,669,474.01** | **37,512,834.08** |
| Accrued Interest | 182,392.26 | 156,144.33 |
| **Ending Book Value** | **37,851,866.27** | **37,668,978.41** |
| Unrealized Gain | 26,322.49 | 22,207.48 |
| Unrealized Loss | -4,856.80 | -5,093.30 |
| **Net Unrealized Gain/Loss** | **21,465.69** | **17,114.18** |
| **Total Market Value** | **37,873,331.96** | **37,686,092.59** |

| Income Statement | *Begin Date*<br>*End Date* | *1/1/2012*<br>*3/31/2012* |
|---|---|---|
| Net Transfers In/Out | | **-212,562.64** |
| Amortization/Accretion | | **-120,903.97** |
| Interest Income | 159,483.75 | |
| Dividend Income | 0.00 | |
| Other Income | 0.00 | |
| **Income Subtotal** | | **159,483.75** |
| Realized Gain | 0.00 | |
| Realized Loss | 0.00 | |
| Realized Impairment Loss | 0.00 | |
| **Net Gain/Loss** | | **0.00** |
| Expenses | | **-8,905.00** |
| **Net Income** | | **29,674.78** |

| Statement of Cash Flows | *Begin Date*<br>*End Date* | *1/1/2012*<br>*3/31/2012* |
|---|---|---|
| Net Income | | **29,674.78** |
| Amortization/Accretion | 120,903.97 | |
| Change in MV on CE Securities | 138.85 | |
| Change in Accrued | 47,359.74 | |
| Net Gain/Loss | 0.00 | |
| Balance Sheet Reclassifications | 0.00 | |
| **Non Cash Adjustments** | | **168,402.56** |
| Purchases of Marketable Securities | -2,946,221.82 | |
| Purchased Accrued of Marketable Securities | -21,111.82 | |
| Sales of Marketable Securities | 0.00 | |
| Sold Accrued of Marketable Securities | 0.00 | |
| Maturities of Marketable Securities | 2,868,000.00 | |
| **Net Purchases/Sales** | | **-99,333.64** |
| Transfers of Cash & Cash Equivalents | | **-212,562.64** |
| Net Change in Cash & Cash Equivalents | | **-113,818.94** |
| Beginning Cash & Cash Equivalents | | **14,455,845.23** |
| **Ending Cash & Cash Equivalents** | | **14,342,026.29** |

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# Income Detail (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

| Cusip/ISIN | Curr Face | Description | Coupon | Maturity | Eff Maturity | Net Transfers | Net G/L | Amortization/ Accretion | Income | Expenses | Net Income | Settle Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 05531FAC7 | 600,000.00 | BB&T CORPORATION | 3.850 | 07/27/2012 | 07/27/2012 | 0.00 | 0.00 | -4,736.75 | 5,775.00 | 0.00 | 1,038.25 | 11/02/2011 |
| 064057BA9 | 245,000.00 | BANK OF NEW YORK MELLON | 6.375 | 04/01/2012 | 04/01/2012 | 0.00 | 0.00 | -2,896.98 | 3,904.69 | 0.00 | 1,007.71 | 06/21/2010 |
| 064057BA9 | 255,000.00 | BANK OF NEW YORK MELLON | 6.375 | 04/01/2012 | 04/01/2012 | 0.00 | 0.00 | -2,991.30 | 4,064.06 | 0.00 | 1,072.76 | 06/21/2010 |
| 097014AH7 | 340,000.00 | BOEING CAPITAL CORP | 5.800 | 01/15/2013 | 01/15/2013 | 0.00 | 0.00 | -4,331.60 | 4,930.00 | 0.00 | 598.40 | 11/16/2011 |
| 097100853 | 13,839,946.45 | BOFA CASH RESERVES-CAPTL | 0.210 | --- | --- | 0.00 | 0.00 | 0.00 | 6,322.26 | 0.00 | 6,322.26 | --- |
| 10138MAB1 | 213,000.00 | BOTTLING GROUP LLC | 4.625 | 11/15/2012 | 11/15/2012 | 0.00 | 0.00 | -2,205.56 | 2,462.81 | 0.00 | 257.25 | 08/19/2011 |
| 14912L4Q1 | 300,000.00 | CATERPILLAR FINANCIAL SE | 1.550 | 12/20/2013 | 12/20/2013 | 0.00 | 0.00 | -647.47 | 1,162.50 | 0.00 | 515.03 | 11/25/2011 |
| 17275RAJ1 | 500,000.00 | CISCO SYSTEMS INC | 1.625 | 03/14/2014 | 03/14/2014 | 0.00 | 0.00 | -606.99 | 857.64 | 0.00 | 250.65 | 02/23/2012 |
| 191216AL4 | 209,000.00 | COCA-COLA CO/THE | 3.625 | 03/15/2014 | 03/15/2014 | 0.00 | 0.00 | -970.86 | 1,136.43 | 0.00 | 165.57 | 02/07/2012 |
| 24422EQJ1 | 0.00 | JOHN DEERE CAPITAL CORP | 5.350 | 01/17/2012 | 01/17/2012 | 0.00 | 0.00 | -415.68 | 475.56 | 0.00 | 59.87 | 03/21/2011 |
| 24422ERA9 | 700,000.00 | JOHN DEERE CAPITAL CORP | 1.600 | 03/03/2014 | 03/03/2014 | 0.00 | 0.00 | -1,391.55 | 2,800.00 | 0.00 | 1,408.45 | 12/22/2011 |
| 24424DAA7 | 248,000.00 | JOHN DEERE CAPITAL CORP TLGP | 2.875 | 06/19/2012 | 06/19/2012 | 0.00 | 0.00 | -1,498.87 | 1,782.50 | 0.00 | 283.63 | 04/08/2011 |
| 254687AW6 | 340,000.00 | WALT DISNEY COMPANY/THE | 4.500 | 12/15/2013 | 12/15/2013 | 0.00 | 0.00 | -3,274.55 | 3,825.00 | 0.00 | 550.45 | 09/23/2011 |
| 25468PCQ7 | 150,000.00 | WALT DISNEY COMPANY/THE | 0.875 | 12/01/2014 | 12/01/2014 | 0.00 | 0.00 | -67.11 | 167.70 | 0.00 | 100.60 | 02/15/2012 |
| 263534BS7 | 316,000.00 | E.I. DU PONT DE NEMOURS | 5.000 | 01/15/2013 | 01/15/2013 | 0.00 | 0.00 | -3,108.97 | 3,423.34 | 0.00 | 314.37 | 01/13/2012 |
| 3024A6F49 | 500,000.00 | FCAR OWNER TRUST | 0.000 | 06/04/2012 | 06/04/2012 | 0.00 | 0.00 | 104.72 | 0.00 | 0.00 | 104.72 | 03/06/2012 |
| 313374JP6 | 750,000.00 | FEDERAL HOME LOAN BANK | 0.250 | 06/29/2012 | 06/29/2012 | 0.00 | 0.00 | 0.00 | 468.75 | 0.00 | 468.75 | 07/01/2011 |
| 3133XP2W3 | 500,000.00 | FEDERAL HOME LOAN BANK | 3.375 | 02/27/2013 | 02/27/2013 | 0.00 | 0.00 | -3,731.71 | 4,218.75 | 0.00 | 487.04 | 10/14/2011 |
| 3133XUE41 | 700,000.00 | FEDERAL HOME LOAN BANK | 1.750 | 08/22/2012 | 08/22/2012 | 0.00 | 0.00 | -2,288.70 | 3,062.50 | 0.00 | 773.80 | 04/15/2011 |
| 3133XUUJ0 | 500,000.00 | FEDERAL HOME LOAN BANK | 1.625 | 09/26/2012 | 09/26/2012 | 0.00 | 0.00 | -1,136.10 | 2,031.25 | 0.00 | 895.15 | 12/15/2010 |
| 3133XUUJ0 | 300,000.00 | FEDERAL HOME LOAN BANK | 1.625 | 09/26/2012 | 09/26/2012 | 0.00 | 0.00 | -783.42 | 1,218.75 | 0.00 | 435.33 | 03/02/2011 |
| 3135G0BJ1 | 750,000.00 | FANNIE MAE | 1.125 | 06/27/2014 | 06/27/2014 | 0.00 | 0.00 | -1,043.69 | 1,828.12 | 0.00 | 784.44 | 01/13/2012 |
| 3137EACE7 | 750,000.00 | FREDDIE MAC | 2.125 | 09/21/2012 | 09/21/2012 | 0.00 | 0.00 | -3,535.85 | 3,984.38 | 0.00 | 448.53 | 09/29/2011 |
| 31398A3N0 | 2,000,000.00 | FANNIE MAE | 0.625 | 09/24/2012 | 09/24/2012 | 0.00 | 0.00 | -1,114.32 | 3,125.00 | 0.00 | 2,010.68 | 11/01/2010 |
| 31398A4T6 | 2,000,000.00 | FANNIE MAE | 0.500 | 10/30/2012 | 10/30/2012 | 0.00 | 0.00 | -1,503.03 | 2,500.00 | 0.00 | 996.97 | 11/09/2011 |
| 31398ABX9 | 1,279,000.00 | FANNIE MAE | 4.875 | 05/18/2012 | 05/18/2012 | 0.00 | 0.00 | -14,748.61 | 15,587.81 | 0.00 | 839.20 | 06/30/2011 |
| 31398AKY7 | 750,000.00 | FANNIE MAE | 3.625 | 02/12/2013 | 02/12/2013 | 0.00 | 0.00 | -5,160.14 | 6,796.88 | 0.00 | 1,636.74 | 03/01/2011 |
| 31398AWK4 | 1,000,000.00 | FANNIE MAE | 1.875 | 04/20/2012 | 04/20/2012 | 0.00 | 0.00 | -3,778.08 | 4,687.50 | 0.00 | 909.42 | 10/21/2010 |
| 369550AK4 | 314,000.00 | GENERAL DYNAMICS CORP | 4.250 | 05/15/2013 | 05/15/2013 | 0.00 | 0.00 | -2,606.01 | 2,928.48 | 0.00 | 322.48 | 01/12/2012 |
| 36962G2L7 | 600,000.00 | GENERAL ELEC CAP CORP | 5.000 | 04/10/2012 | 04/10/2012 | 0.00 | 0.00 | -5,887.01 | 7,500.00 | 0.00 | 1,612.99 | 12/06/2010 |
| 38141GBU7 | 0.00 | GOLDMAN SACHS GROUP INC | 6.600 | 01/15/2012 | 01/15/2012 | 0.00 | 0.00 | -359.31 | 513.33 | 0.00 | 154.02 | 03/17/2010 |
| 38146FAA9 | 1,000,000.00 | GOLDMAN SACHS GROUP INC TLGP | 3.250 | 06/15/2012 | 06/15/2012 | 0.00 | 0.00 | -5,962.09 | 8,125.00 | 0.00 | 2,162.91 | 06/29/2010 |
| 428236AU7 | 0.00 | HEWLETT-PACKARD CO | 4.250 | 02/24/2012 | 02/24/2012 | 0.00 | 0.00 | -1,606.37 | 2,189.93 | 0.00 | 583.56 | 03/01/2010 |
| 438516AY2 | 300,000.00 | HONEYWELL INTERNATIONAL | 3.875 | 02/15/2014 | 02/15/2014 | 0.00 | 0.00 | -2,325.99 | 2,906.25 | 0.00 | 580.26 | 11/17/2011 |
| 459200GR6 | 200,000.00 | IBM CORP | 2.100 | 05/06/2013 | 05/06/2013 | 0.00 | 0.00 | -793.88 | 1,050.00 | 0.00 | 256.12 | 12/23/2011 |
| 459200GR6 | 325,000.00 | IBM CORP | 2.100 | 05/06/2013 | 05/06/2013 | 0.00 | 0.00 | -650.91 | 834.17 | 0.00 | 183.26 | 02/17/2012 |
| 459200GT2 | 450,000.00 | IBM CORP | 1.000 | 08/05/2013 | 08/05/2013 | 0.00 | 0.00 | -445.05 | 1,125.00 | 0.00 | 679.95 | 11/22/2011 |
| 46625HGT1 | 750,000.00 | JPMORGAN CHASE & CO | 5.375 | 10/01/2012 | 10/01/2012 | 0.00 | 0.00 | -8,258.09 | 10,078.13 | 0.00 | 1,820.03 | 07/28/2011 |

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# Income Detail (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

Dated: 4/3/2012

| Cusip/ISIN | Curr Face | Description | Coupon | Maturity | Eff Maturity | Net Transfers | Net G/L | Amortization/ Accretion | Income | Expenses | Net Income | Settle Date |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 494368AR4 | 0.00 | KIMBERLY-CLARK CORP | 5.625 | 02/15/2012 | 02/15/2012 | 0.00 | 0.00 | -1,910.53 | 2,440.62 | 0.00 | 530.09 | 03/01/2010 |
| 532457AU2 | 0.00 | ELI LILLY & CO | 6.000 | 03/15/2012 | 03/15/2012 | 0.00 | 0.00 | -4,028.16 | 4,686.67 | 0.00 | 658.51 | 01/06/2011 |
| 58013MDR2 | 0.00 | MCDONALD'S CORP | 5.750 | 03/01/2012 | 03/01/2012 | 0.00 | 0.00 | -3,569.38 | 4,072.92 | 0.00 | 503.54 | 01/14/2011 |
| 61746BCW4 | 0.00 | MORGAN STANLEY | 5.625 | 01/09/2012 | 01/09/2012 | 0.00 | 0.00 | -409.24 | 500.00 | 0.00 | 90.76 | 01/14/2011 |
| 69371RK39 | 300,000.00 | PACCAR FINANCIAL CORP | 1.550 | 09/29/2014 | 09/29/2014 | 0.00 | 0.00 | -157.78 | 297.08 | 0.00 | 139.30 | 03/08/2012 |
| 69373UAB3 | 0.00 | PACCAR INC | 6.375 | 02/15/2012 | 02/15/2012 | 0.00 | 0.00 | -1,673.03 | 1,784.29 | 0.00 | 111.26 | 04/19/2011 |
| 87612EAH9 | 0.00 | TARGET CORP | 5.875 | 03/01/2012 | 03/01/2012 | 0.00 | 0.00 | -2,913.69 | 3,221.45 | 0.00 | 307.76 | 03/29/2011 |
| 87612EAT3 | 350,000.00 | TARGET CORP | 5.125 | 01/15/2013 | 01/15/2013 | 0.00 | 0.00 | -3,970.43 | 4,484.37 | 0.00 | 513.95 | 08/19/2011 |
| 911312AG1 | 370,000.00 | UNITED PARCEL SERVICE | 4.500 | 01/15/2013 | 01/15/2013 | 0.00 | 0.00 | -3,407.49 | 4,162.50 | 0.00 | 755.01 | 03/30/2011 |
| 912828KP4 | 750,000.00 | US TREASURY N/B | 1.375 | 05/15/2012 | 05/15/2012 | 0.00 | 0.00 | -2,173.94 | 2,578.12 | 0.00 | 404.18 | 05/18/2011 |
| 912828PD6 | 500,000.00 | US TREASURY N/B | 0.375 | 10/31/2012 | 10/31/2012 | 0.00 | 0.00 | 108.10 | 468.75 | 0.00 | 576.85 | 04/21/2011 |
| 912828PD6 | 1,000,000.00 | US TREASURY N/B | 0.375 | 10/31/2012 | 10/31/2012 | 0.00 | 0.00 | -40.51 | 937.50 | 0.00 | 896.99 | 05/16/2011 |
| CCYUSD | 2,303.49 | US Dollar | --- | --- | --- | -212,562.64 | 0.00 | 0.00 | 0.00 | -8,905.00 | -8,905.00 | --- |
| **---** | **---** | **---** | **---** | **---** | **---** | **-212,562.64** | **0.00** | **-120,903.97** | **159,483.75** | **-8,905.00** | **29,674.78** | **---** |

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# Balance Sheet Classification (BACM-Contra Costa Co)

3/31/2012

## Cash Equivalent (3) 38.06% 14,342,026.29

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 097100853 | BOFA CASH RESERVES-CAPTL | 13,839,946.45 | Cash | NA/NA/NA | 0.210 | --- | --- | 0.210 | 0.210 | 13,839,946.45 | 13,839,946.45 | 0.00 | 1.000 | 0.00 | 13,839,946.45 | 13,839,946.45 |
| 3024A6F49 | FCAR OWNER TRUST | 500,000.00 | Financial | A-1/P-1/NR | 0.000 | 06/04/2012 | 06/04/2012 | 0.290 | 0.248 | 499,637.50 | 499,742.22 | 34.13 | 99.955 | 0.00 | 499,776.35 | 499,776.35 |
| CCYUSD | Net Receivables/Payables | 2,303.49 | Cash | AAA/Aaa/AAA | 0.000 | --- | --- | 0.000 | 0.000 | 2,303.49 | 2,303.49 | 0.00 | 1.000 | 0.00 | 2,303.49 | 2,303.49 |
| --- | --- | **14,342,249.94** | --- | --- | --- | --- | --- | **0.213** | **0.211** | **14,341,887.44** | **14,341,992.16** | **34.13** | --- | **0.00** | **14,342,026.29** | **14,342,026.29** |

## Short Term (26) 48.72% 18,360,145.62

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 05531FAC7 | BB&T CORPORATION | 600,000.00 | Financial | A-/A2/A+ | 3.850 | 07/27/2012 | 07/27/2012 | 0.677 | 0.578 | 613,950.00 | 606,090.11 | 269.89 | 101.060 | 4,106.67 | 606,360.00 | 610,466.67 |
| 064057BA9 | BANK OF NEW YORK MELLON | 245,000.00 | Financial | A/A1/A+ | 6.375 | 04/01/2012 | 04/01/2012 | 1.539 | 6.179 | 265,692.70 | 245,000.00 | 0.00 | 100.000 | 7,809.38 | 245,000.00 | 252,809.38 |
| 064057BA9 | BANK OF NEW YORK MELLON | 255,000.00 | Financial | A/A1/A+ | 6.375 | 04/01/2012 | 04/01/2012 | 1.575 | 6.179 | 276,366.45 | 255,000.00 | 0.00 | 100.000 | 8,128.12 | 255,000.00 | 263,128.12 |
| 097014AH7 | BOEING CAPITAL CORP | 340,000.00 | Financial | A/A2/A | 5.800 | 01/15/2013 | 01/15/2013 | 0.647 | 0.542 | 360,277.60 | 353,756.40 | 343.40 | 104.147 | 4,163.11 | 354,099.80 | 358,262.91 |
| 10138MAB1 | BOTTLING GROUP LLC | 213,000.00 | Industrial | A/Aa3/A | 4.625 | 11/15/2012 | 11/15/2012 | 0.439 | 0.560 | 224,003.58 | 218,526.03 | -132.65 | 102.532 | 3,721.58 | 218,393.37 | 222,114.96 |
| 24424DAA7 | JOHN DEERE CAPITAL CORP TLGP | 248,000.00 | Financial | AA+/Aaa/AAA* | 2.875 | 06/19/2012 | 06/19/2012 | 0.436 | 0.217 | 255,214.32 | 249,301.21 | 143.88 | 100.583 | 2,020.17 | 249,445.10 | 251,465.26 |
| 263534BS7 | E.I. DU PONT DE NEMOURS | 316,000.00 | Industrial | A/A2/A | 5.000 | 01/15/2013 | 01/15/2013 | 0.428 | 0.630 | 330,482.28 | 327,373.31 | -489.01 | 103.444 | 3,335.56 | 326,884.30 | 330,219.86 |
| 313374JP6 | FEDERAL HOME LOAN BANK | 750,000.00 | Agency | A-1+*/Aaa/F1+* | 0.250 | 06/29/2012 | 06/29/2012 | 0.250 | 0.172 | 750,000.00 | 750,000.00 | 144.75 | 100.019 | 473.96 | 750,144.75 | 750,618.71 |
| 3133XP2W3 | FEDERAL HOME LOAN BANK | 500,000.00 | Agency | AA+/Aaa/AAA* | 3.375 | 02/27/2013 | 02/27/2013 | 0.358 | 0.248 | 520,585.94 | 513,614.61 | 559.39 | 102.835 | 1,593.75 | 514,174.00 | 515,767.75 |
| 3133XUE41 | FEDERAL HOME LOAN BANK | 700,000.00 | Agency | AA+/Aaa/AAA* | 1.750 | 08/22/2012 | 08/22/2012 | 0.430 | 0.172 | 712,449.50 | 703,596.52 | 755.38 | 100.622 | 1,327.08 | 704,351.90 | 705,678.98 |
| 3133XUUJ0 | FEDERAL HOME LOAN BANK | 500,000.00 | Agency | AA+/Aaa/AAA* | 1.625 | 09/26/2012 | 09/26/2012 | 0.705 | 0.176 | 508,127.50 | 502,222.27 | 1,317.23 | 100.708 | 112.85 | 503,539.50 | 503,652.35 |
| 3133XUUJ0 | FEDERAL HOME LOAN BANK | 300,000.00 | Agency | AA+/Aaa/AAA* | 1.625 | 09/26/2012 | 09/26/2012 | 0.567 | 0.176 | 304,941.60 | 301,532.41 | 591.29 | 100.708 | 67.71 | 302,123.70 | 302,191.41 |
| 3137EACE7 | FREDDIE MAC | 750,000.00 | Agency | AA+/Aaa/AAA* | 2.125 | 09/21/2012 | 09/21/2012 | 0.225 | 0.180 | 763,910.25 | 756,721.99 | 199.76 | 100.923 | 442.71 | 756,921.75 | 757,364.46 |
| 31398A3N0 | FANNIE MAE | 2,000,000.00 | Agency | AA+/Aaa/AAA | 0.625 | 09/24/2012 | 09/24/2012 | 0.400 | 0.114 | 2,008,486.00 | 2,002,155.17 | 2,776.83 | 100.247 | 243.06 | 2,004,932.00 | 2,005,175.06 |
| 31398A4T6 | FANNIE MAE | 2,000,000.00 | Agency | AA+/Aaa/AAA | 0.500 | 10/30/2012 | 10/30/2012 | 0.198 | 0.193 | 2,005,880.00 | 2,003,501.57 | 72.43 | 100.179 | 4,194.44 | 2,003,574.00 | 2,007,768.44 |
| 31398ABX9 | FANNIE MAE | 1,279,000.00 | Agency | AA+/Aaa/AAA* | 4.875 | 05/18/2012 | 05/18/2012 | 0.234 | 0.218 | 1,331,349.47 | 1,286,617.42 | 316.22 | 100.620 | 23,035.32 | 1,286,933.64 | 1,309,968.96 |
| 31398AKY7 | FANNIE MAE | 750,000.00 | Agency | AA+/Aaa/AAA* | 3.625 | 02/12/2013 | 02/12/2013 | 0.824 | 0.266 | 790,487.25 | 767,975.43 | 3,817.32 | 102.906 | 3,700.52 | 771,792.75 | 775,493.27 |
| 31398AWK4 | FANNIE MAE | 1,000,000.00 | Agency | AA+/Aaa/AAA* | 1.875 | 04/20/2012 | 04/20/2012 | 0.353 | 0.320 | 1,022,710.00 | 1,000,788.83 | 73.17 | 100.086 | 8,385.42 | 1,000,862.00 | 1,009,247.42 |
| 36962G2L7 | GENERAL ELEC CAP CORP | 600,000.00 | Financial | AA+/Aa2/NR | 5.000 | 04/10/2012 | 04/10/2012 | 1.024 | 2.375 | 631,764.00 | 600,582.23 | -154.43 | 100.071 | 14,250.00 | 600,427.80 | 614,677.80 |
| 38146FAA9 | GOLDMAN SACHS GROUP INC TLGP | 1,000,000.00 | Financial | AA+/Aaa/AAA | 3.250 | 06/15/2012 | 06/15/2012 | 0.830 | 0.295 | 1,046,976.00 | 1,004,913.81 | 1,232.19 | 100.615 | 9,569.44 | 1,006,146.00 | 1,015,715.44 |
| 46625HGT1 | JPMORGAN CHASE & CO | 750,000.00 | Financial | A/Aa3/AA- | 5.375 | 10/01/2012 | 10/01/2012 | 0.902 | 0.663 | 789,112.50 | 766,606.93 | 1,100.57 | 102.361 | 20,156.25 | 767,707.50 | 787,863.75 |
| 87612EAT3 | TARGET CORP | 350,000.00 | Industrial | A+/A2/A- | 5.125 | 01/15/2013 | 01/15/2013 | 0.534 | 0.678 | 372,470.00 | 362,609.38 | -345.73 | 103.504 | 3,786.81 | 362,263.65 | 366,050.46 |
| 911312AG1 | UNITED PARCEL SERVICE | 370,000.00 | Industrial | AA-/Aa3/NA | 4.500 | 01/15/2013 | 01/15/2013 | 0.756 | 0.484 | 394,601.30 | 380,821.58 | 904.09 | 103.169 | 3,515.00 | 381,725.67 | 385,240.67 |
| 912828KP4 | US TREASURY N/B | 750,000.00 | Government | AA+*/Aaa/AAA | 1.375 | 05/15/2012 | 05/15/2012 | 0.207 | 0.199 | 758,671.88 | 751,051.14 | 61.86 | 100.148 | 3,909.68 | 751,113.00 | 755,022.68 |
| 912828PD6 | US TREASURY N/B | 500,000.00 | Government | AA+*/Aaa/AAA | 0.375 | 10/31/2012 | 10/31/2012 | 0.462 | 0.168 | 499,335.94 | 499,746.97 | 858.53 | 100.121 | 788.12 | 500,605.50 | 501,393.62 |
| 912828PD6 | US TREASURY N/B | 1,000,000.00 | Government | AA+*/Aaa/AAA | 0.375 | 10/31/2012 | 10/31/2012 | 0.359 | 0.168 | 1,000,237.72 | 1,000,094.82 | 1,116.18 | 100.121 | 1,576.24 | 1,001,211.00 | 1,002,787.24 |
| --- | --- | **18,066,000.00** | --- | --- | --- | --- | --- | **0.495** | **0.508** | **18,538,083.78** | **18,210,200.14** | **15,532.54** | --- | **134,412.94** | **18,225,732.68** | **18,360,145.62** |

## Long Term (13) 13.22% 4,983,920.68

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 14912L4Q1 | CATERPILLAR FINANCIAL SE | 300,000.00 | Financial | A/A2/A | 1.550 | 12/20/2013 | 12/20/2013 | 0.676 | 0.634 | 305,379.00 | 304,468.27 | 231.23 | 101.567 | 1,304.58 | 304,699.50 | 306,004.08 |

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# Balance Sheet Classification (BACM-Contra Costa Co)

3/31/2012

| Cusip/ISIN | Description | Curr Face | Sector | Rating | Coupon | Maturity | Eff Maturity | Pur Yield | Yield | Orig Cost | Amort Cost | Unreal G/L | Price | Accr Int | Fair Value | Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 17275RAJ1 | CISCO SYSTEMS INC | 500,000.00 | Industrial | A+/A1/NA | 1.625 | 03/14/2014 | 03/14/2014 | 0.454 | 0.584 | 511,980.00 | 511,373.01 | -1,266.01 | 102.021 | 383.68 | 510,107.00 | 510,490.68 |
| 191216AL4 | COCA-COLA CO/THE | 209,000.00 | Industrial | A+/Aa3/A+ | 3.625 | 03/15/2014 | 03/15/2014 | 0.472 | 0.644 | 222,789.82 | 221,818.96 | -715.77 | 105.791 | 336.72 | 221,103.19 | 221,439.91 |
| 24422ERA9 | JOHN DEERE CAPITAL CORP | 700,000.00 | Financial | A/A2/NA | 1.600 | 03/03/2014 | 03/03/2014 | 0.794 | 0.663 | 712,264.00 | 710,719.53 | 1,799.97 | 101.789 | 871.11 | 712,519.50 | 713,390.61 |
| 254687AW6 | WALT DISNEY COMPANY/THE | 340,000.00 | Industrial | A/A2/A | 4.500 | 12/15/2013 | 12/15/2013 | 0.601 | 0.553 | 369,291.00 | 362,418.05 | 367.73 | 106.702 | 4,505.00 | 362,785.78 | 367,290.78 |
| 25468PCQ7 | WALT DISNEY COMPANY/THE | 150,000.00 | Industrial | A/A2/A | 0.875 | 12/01/2014 | 12/01/2014 | 0.517 | 0.707 | 151,488.00 | 151,420.89 | -754.74 | 100.444 | 433.85 | 150,666.15 | 151,100.00 |
| 3135G0BJ1 | FANNIE MAE | 750,000.00 | Agency | AA+/Aaa/AAA | 1.125 | 06/27/2014 | 06/27/2014 | 0.478 | 0.340 | 761,837.25 | 760,793.56 | 2,341.19 | 101.751 | 2,203.12 | 763,134.75 | 765,337.88 |
| 369550AK4 | GENERAL DYNAMICS CORP | 314,000.00 | Industrial | A/A2/A | 4.250 | 05/15/2013 | 05/15/2013 | 0.453 | 0.564 | 329,929.22 | 327,323.21 | -361.92 | 104.128 | 5,041.44 | 326,961.29 | 332,002.74 |
| 438516AY2 | HONEYWELL INTERNATIONAL | 300,000.00 | Industrial | A/A2/A | 3.875 | 02/15/2014 | 02/15/2014 | 0.727 | 0.696 | 320,985.00 | 317,508.80 | 223.60 | 105.911 | 1,485.42 | 317,732.40 | 319,217.82 |
| 459200GR6 | IBM CORP | 200,000.00 | Industrial | A+/Aa3/A+ | 2.100 | 05/06/2013 | 05/06/2013 | 0.500 | 0.474 | 204,362.00 | 203,489.60 | 73.00 | 101.781 | 1,691.67 | 203,562.60 | 205,254.27 |
| 459200GR6 | IBM CORP | 325,000.00 | Industrial | A+/Aa3/A+ | 2.100 | 05/06/2013 | 05/06/2013 | 0.436 | 0.474 | 331,568.25 | 330,917.34 | -128.12 | 101.781 | 2,748.96 | 330,789.23 | 333,538.18 |
| 459200GT2 | IBM CORP | 450,000.00 | Industrial | A+/Aa3/A+ | 1.000 | 08/05/2013 | 08/05/2013 | 0.600 | 0.522 | 453,042.00 | 452,401.32 | 482.28 | 100.641 | 700.00 | 452,883.60 | 453,583.60 |
| 69371RK39 | PACCAR FINANCIAL CORP | 300,000.00 | Financial | A+/A1/NA | 1.550 | 09/29/2014 | 09/29/2014 | 0.740 | 0.841 | 306,147.00 | 305,989.22 | -744.92 | 101.748 | 25.83 | 305,244.30 | 305,270.13 |
| --- | --- | **4,838,000.00** | --- | --- | --- | --- | --- | **0.582** | **0.569** | **4,981,062.54** | **4,960,641.77** | **1,547.51** | --- | **21,731.40** | **4,962,189.29** | **4,983,920.68** |

## Summary 37,686,092.59

| Total Orig Face / Shares | Total Curr Face / Shares | Yield | Purchase Yield | Total Orig Cost | Total Book Value | Total Amort Cost | Total Unreal G/L | Total Accr Int | Total Fair Value | Total Mkt Value |
|---|---|---|---|---|---|---|---|---|---|---|
| 37,246,249.94 | 37,246,249.94 | 0.40 | 0.40 | 37,861,033.76 | 37,668,978.41 | 37,512,834.08 | 17,114.18 | 156,144.33 | 37,529,948.26 | 37,686,092.59 |

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# Trading Activity (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

| | *Purchases* | *Sales* | *Maturities* |
|---|---|---|---|
| Cash Equivalents (<= 90 days) | -3,422,123.19 | 3,536,684.67 | 0.00 |
| Marketable Securities | | | |
| Short Term | 0.00 | 0.00 | 2,868,000.00 |
| Long Term | -2,967,333.64 | 0.00 | 0.00 |
| Equities | 0.00 | 0.00 | 0.00 |
| Funds | 0.00 | 0.00 | 0.00 |
| Alternative Investments | 0.00 | 0.00 | 0.00 |
| **Totals** | **-6,389,456.83** | **3,536,684.67** | **2,868,000.00** |

| *Trade Date* | *Settle Date* | *Type* | *Cusip/ISIN* | *Description* | *Coupon* | *Maturity* | *Broker/Dealer* | *Orig Face* | *Notional* | *Price* | *Original Cost* | *Principal* | *Accr Int* | *Real G/L* | *Comm* | *Proceeds* | *Class* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 01/09/2012 | 01/09/2012 | MTY | 61746BCW4 | MORGAN STANLEY | 5.625 | 01/09/2012 | --- | 400,000.00 | 400,000.00 | 100.000 | 418,416.00 | 400,000.00 | 0.00 | 0.00 | 0.00 | 400,000.00 | ST |
| 01/09/2012 | 01/12/2012 | BUY | 369550AK4 | GENERAL DYNAMICS CORP | 4.250 | 05/15/2013 | Unknown | 314,000.00 | 314,000.00 | 105.073 | 329,929.22 | -329,929.22 | 2,112.96 | 0.00 | 0.00 | -332,042.18 | LT |
| 01/10/2012 | 01/13/2012 | BUY | 263534BS7 | E.I. DU PONT DE NEMOURS | 5.000 | 01/15/2013 | Unknown | 316,000.00 | 316,000.00 | 104.583 | 330,482.28 | -330,482.28 | 7,812.22 | 0.00 | 0.00 | -338,294.50 | LT |
| 01/12/2012 | 01/13/2012 | BUY | 3135G0BJ1 | FANNIE MAE | 1.125 | 06/27/2014 | Unknown | 750,000.00 | 750,000.00 | 101.578 | 761,837.25 | -761,837.25 | 375.00 | 0.00 | 0.00 | -762,212.25 | LT |
| 01/15/2012 | 01/15/2012 | MTY | 38141GBU7 | GOLDMAN SACHS GROUP INC | 6.600 | 01/15/2012 | --- | 200,000.00 | 200,000.00 | 100.000 | 217,170.00 | 200,000.00 | 0.00 | 0.00 | 0.00 | 200,000.00 | ST |
| 01/17/2012 | 01/17/2012 | MTY | 24422EQJ1 | JOHN DEERE CAPITAL CORP | 5.350 | 01/17/2012 | --- | 200,000.00 | 200,000.00 | 100.000 | 207,846.00 | 200,000.00 | 0.00 | 0.00 | 0.00 | 200,000.00 | ST |
| 02/02/2012 | 02/07/2012 | BUY | 191216AL4 | COCA-COLA CO/THE | 3.625 | 03/15/2014 | Unknown | 209,000.00 | 209,000.00 | 106.598 | 222,789.82 | -222,789.82 | 2,988.41 | 0.00 | 0.00 | -225,778.23 | LT |
| 02/10/2012 | 02/15/2012 | BUY | 25468PCQ7 | WALT DISNEY COMPANY/THE | 0.875 | 12/01/2014 | Unknown | 150,000.00 | 150,000.00 | 100.992 | 151,488.00 | -151,488.00 | 266.15 | 0.00 | 0.00 | -151,754.15 | LT |
| 02/14/2012 | 02/17/2012 | BUY | 459200GR6 | IBM CORP | 2.100 | 05/06/2013 | Unknown | 325,000.00 | 325,000.00 | 102.021 | 331,568.25 | -331,568.25 | 1,914.79 | 0.00 | 0.00 | -333,483.04 | LT |
| 02/15/2012 | 02/15/2012 | MTY | 494368AR4 | KIMBERLY-CLARK CORP | 5.625 | 02/15/2012 | --- | 355,000.00 | 355,000.00 | 100.000 | 385,398.65 | 355,000.00 | 0.00 | 0.00 | 0.00 | 355,000.00 | ST |
| 02/15/2012 | 02/15/2012 | MTY | 69373UAB3 | PACCAR INC | 6.375 | 02/15/2012 | --- | 229,000.00 | 229,000.00 | 100.000 | 240,227.87 | 229,000.00 | 0.00 | 0.00 | 0.00 | 229,000.00 | ST |
| 02/17/2012 | 02/23/2012 | BUY | 17275RAJ1 | CISCO SYSTEMS INC | 1.625 | 03/14/2014 | Unknown | 500,000.00 | 500,000.00 | 102.396 | 511,980.00 | -511,980.00 | 3,588.54 | 0.00 | 0.00 | -515,568.54 | LT |
| 02/24/2012 | 02/24/2012 | MTY | 428236AU7 | HEWLETT-PACKARD CO | 4.250 | 02/24/2012 | --- | 350,000.00 | 350,000.00 | 100.000 | 371,567.00 | 350,000.00 | 0.00 | 0.00 | 0.00 | 350,000.00 | ST |
| 03/01/2012 | 03/01/2012 | MTY | 58013MDR2 | MCDONALD'S CORP | 5.750 | 03/01/2012 | --- | 425,000.00 | 425,000.00 | 100.000 | 449,509.75 | 425,000.00 | 0.00 | 0.00 | 0.00 | 425,000.00 | ST |
| 03/01/2012 | 03/01/2012 | MTY | 87612EAH9 | TARGET CORP | 5.875 | 03/01/2012 | --- | 329,000.00 | 329,000.00 | 100.000 | 345,413.81 | 329,000.00 | 0.00 | 0.00 | 0.00 | 329,000.00 | ST |
| 03/05/2012 | 03/08/2012 | BUY | 69371RK39 | PACCAR FINANCIAL CORP | 1.550 | 09/29/2014 | Unknown | 300,000.00 | 300,000.00 | 102.049 | 306,147.00 | -306,147.00 | 2,053.75 | 0.00 | 0.00 | -308,200.75 | LT |
| 03/06/2012 | 03/06/2012 | BUY | 3024A6F49 | FCAR OWNER TRUST | 0.000 | 06/04/2012 | Unknown | 500,000.00 | 500,000.00 | 99.928 | 499,637.50 | -499,637.50 | 0.00 | 0.00 | 0.00 | -499,637.50 | CE |
| 03/15/2012 | 03/15/2012 | MTY | 532457AU2 | ELI LILLY & CO | 6.000 | 03/15/2012 | --- | 380,000.00 | 380,000.00 | 100.000 | 403,624.60 | 380,000.00 | 0.00 | 0.00 | 0.00 | 380,000.00 | ST |
| --- | --- | NMMF_SELL | 097100853 | BOFA CASH RESERVES-CAPTL | --- | --- | Unknown | 3,536,684.67 | 3,536,684.67 | 1.000 | 3,536,684.67 | 3,536,684.67 | 0.00 | 0.00 | 0.00 | 3,536,684.67 | CE |
| --- | --- | NMMF_BUY | 097100853 | BOFA CASH RESERVES-CAPTL | --- | --- | Unknown | 2,922,485.69 | 2,922,485.69 | 1.000 | 2,922,485.69 | -2,922,485.69 | 0.00 | 0.00 | 0.00 | -2,922,485.69 | CE |
| **---** | **---** | **---** | **---** | **---** | **---** | **---** | **---** | **12,691,170.36** | **---** | **---** | **12,944,203.36** | **36,339.66** | **21,111.82** | **0.00** | **0.00** | **15,227.84** | **---** |

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Bank of America

# Transaction Detail (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

## Summary

| Cusip/ISIN | Beginning Balance | Ending Balance |
|---|---|---|
| CCYUSD | 0.00 | 0.00 |

## Cash Affecting Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Description | Coupon | Maturity | Price | Amount |
|---|---|---|---|---|---|---|---|---|---|
| --- | --- | NMMF_BUY | --- | 097100853 | BOFA CASH RESERVES-CAPTL | --- | --- | 1.000 | -2,922,485.69 |
| --- | --- | NMMF_SELL | --- | 097100853 | BOFA CASH RESERVES-CAPTL | --- | --- | 1.000 | 3,536,684.67 |
| 12/31/2011 | 01/03/2012 | MMF | --- | 097100853 | BOFA CASH RESERVES-CAPTL | 0.210 | --- | --- | 1,699.80 |
| 01/04/2012 | 01/04/2012 | TRN | --- | CCYUSD | US Dollar | --- | --- | --- | -212,562.64 |
| 01/09/2012 | 01/09/2012 | MTY | 400,000.00 | 61746BCW4 | MORGAN STANLEY | 5.625 | 01/09/2012 | 100.000 | 400,000.00 |
| 01/09/2012 | 01/09/2012 | CPN | --- | 61746BCW4 | MORGAN STANLEY | 5.625 | 01/09/2012 | --- | 11,250.00 |
| 01/09/2012 | 01/12/2012 | BUY | 314,000.00 | 369550AK4 | GENERAL DYNAMICS CORP | 4.250 | 05/15/2013 | 105.073 | -332,042.18 |
| 01/10/2012 | 01/13/2012 | BUY | 316,000.00 | 263534BS7 | E.I. DU PONT DE NEMOURS | 5.000 | 01/15/2013 | 104.583 | -338,294.50 |
| 01/12/2012 | 01/13/2012 | BUY | 750,000.00 | 3135G0BJ1 | FANNIE MAE | 1.125 | 06/27/2014 | 101.578 | -762,212.25 |
| 01/15/2012 | 01/15/2012 | CPN | --- | 097014AH7 | BOEING CAPITAL CORP | 5.800 | 01/15/2013 | --- | 9,860.00 |
| 01/15/2012 | 01/15/2012 | CPN | --- | 911312AG1 | UNITED PARCEL SERVICE | 4.500 | 01/15/2013 | --- | 8,325.00 |
| 01/15/2012 | 01/15/2012 | CPN | --- | 38141GBU7 | GOLDMAN SACHS GROUP INC | 6.600 | 01/15/2012 | --- | 6,600.00 |
| 01/15/2012 | 01/15/2012 | CPN | --- | 87612EAT3 | TARGET CORP | 5.125 | 01/15/2013 | --- | 8,968.75 |
| 01/15/2012 | 01/15/2012 | CPN | --- | 263534BS7 | E.I. DU PONT DE NEMOURS | 5.000 | 01/15/2013 | --- | 7,900.00 |
| 01/15/2012 | 01/15/2012 | MTY | 200,000.00 | 38141GBU7 | GOLDMAN SACHS GROUP INC | 6.600 | 01/15/2012 | 100.000 | 200,000.00 |
| 01/17/2012 | 01/17/2012 | MTY | 200,000.00 | 24422EQJ1 | JOHN DEERE CAPITAL CORP | 5.350 | 01/17/2012 | 100.000 | 200,000.00 |
| 01/17/2012 | 01/17/2012 | CPN | --- | 24422EQJ1 | JOHN DEERE CAPITAL CORP | 5.350 | 01/17/2012 | --- | 5,350.00 |
| 01/27/2012 | 01/27/2012 | CPN | --- | 05531FAC7 | BB&T CORPORATION | 3.850 | 07/27/2012 | --- | 11,550.00 |
| 01/31/2012 | 02/01/2012 | MMF | --- | 097100853 | BOFA CASH RESERVES-CAPTL | 0.210 | --- | --- | 2,014.11 |
| 02/02/2012 | 02/07/2012 | BUY | 209,000.00 | 191216AL4 | COCA-COLA CO/THE | 3.625 | 03/15/2014 | 106.598 | -225,778.23 |
| 02/05/2012 | 02/06/2012 | CPN | --- | 459200GT2 | IBM CORP | 1.000 | 08/05/2013 | --- | 2,250.00 |
| 02/09/2012 | 02/09/2012 | MEXP | --- | CCYUSD | US Dollar | --- | --- | --- | -8,905.00 |
| 02/10/2012 | 02/15/2012 | BUY | 150,000.00 | 25468PCQ7 | WALT DISNEY COMPANY/THE | 0.875 | 12/01/2014 | 100.992 | -151,754.15 |
| 02/12/2012 | 02/13/2012 | CPN | --- | 31398AKY7 | FANNIE MAE | 3.625 | 02/12/2013 | --- | 13,593.75 |
| 02/14/2012 | 02/17/2012 | BUY | 325,000.00 | 459200GR6 | IBM CORP | 2.100 | 05/06/2013 | 102.021 | -333,483.04 |
| 02/15/2012 | 02/15/2012 | MTY | 355,000.00 | 494368AR4 | KIMBERLY-CLARK CORP | 5.625 | 02/15/2012 | 100.000 | 355,000.00 |
| 02/15/2012 | 02/15/2012 | MTY | 229,000.00 | 69373UAB3 | PACCAR INC | 6.375 | 02/15/2012 | 100.000 | 229,000.00 |
| 02/15/2012 | 02/15/2012 | CPN | --- | 438516AY2 | HONEYWELL INTERNATIONAL | 3.875 | 02/15/2014 | --- | 5,812.50 |
| 02/15/2012 | 02/15/2012 | CPN | --- | 69373UAB3 | PACCAR INC | 6.375 | 02/15/2012 | --- | 7,299.37 |
| 02/15/2012 | 02/15/2012 | CPN | --- | 494368AR4 | KIMBERLY-CLARK CORP | 5.625 | 02/15/2012 | --- | 9,984.37 |
| 02/17/2012 | 02/23/2012 | BUY | 500,000.00 | 17275RAJ1 | CISCO SYSTEMS INC | 1.625 | 03/14/2014 | 102.396 | -515,568.54 |
| 02/22/2012 | 02/22/2012 | CPN | --- | 3133XUE41 | FEDERAL HOME LOAN BANK | 1.750 | 08/22/2012 | --- | 6,125.00 |

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Advisory services provided by BofA Advisors, LLC, a nonbank subsidiary of

Bank of America

# Transaction Detail (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Description | Coupon | Maturity | Price | Amount |
|---|---|---|---|---|---|---|---|---|---|
| 02/24/2012 | 02/24/2012 | CPN | --- | 428236AU7 | HEWLETT-PACKARD CO | 4.250 | 02/24/2012 | --- | 7,437.50 |
| 02/24/2012 | 02/24/2012 | MTY | 350,000.00 | 428236AU7 | HEWLETT-PACKARD CO | 4.250 | 02/24/2012 | 100.000 | 350,000.00 |
| 02/27/2012 | 02/27/2012 | CPN | --- | 3133XP2W3 | FEDERAL HOME LOAN BANK | 3.375 | 02/27/2013 | --- | 8,437.50 |
| 02/29/2012 | 03/01/2012 | MMF | --- | 097100853 | BOFA CASH RESERVES-CAPTL | 0.210 | --- | --- | 2,004.66 |
| 03/01/2012 | 03/01/2012 | MTY | 425,000.00 | 58013MDR2 | MCDONALD'S CORP | 5.750 | 03/01/2012 | 100.000 | 425,000.00 |
| 03/01/2012 | 03/01/2012 | CPN | --- | 58013MDR2 | MCDONALD'S CORP | 5.750 | 03/01/2012 | --- | 12,218.75 |
| 03/01/2012 | 03/01/2012 | MTY | 329,000.00 | 87612EAH9 | TARGET CORP | 5.875 | 03/01/2012 | 100.000 | 329,000.00 |
| 03/01/2012 | 03/01/2012 | CPN | --- | 87612EAH9 | TARGET CORP | 5.875 | 03/01/2012 | --- | 9,664.37 |
| 03/03/2012 | 03/05/2012 | CPN | --- | 24422ERA9 | JOHN DEERE CAPITAL CORP | 1.600 | 03/03/2014 | --- | 5,600.00 |
| 03/05/2012 | 03/08/2012 | BUY | 300,000.00 | 69371RK39 | PACCAR FINANCIAL CORP | 1.550 | 09/29/2014 | 102.049 | -308,200.75 |
| 03/06/2012 | 03/06/2012 | BUY | 500,000.00 | 3024A6F49 | FCAR OWNER TRUST | 0.000 | 06/04/2012 | 99.928 | -499,637.50 |
| 03/14/2012 | 03/14/2012 | CPN | --- | 17275RAJ1 | CISCO SYSTEMS INC | 1.625 | 03/14/2014 | --- | 4,062.50 |
| 03/15/2012 | 03/15/2012 | CPN | --- | 532457AU2 | ELI LILLY & CO | 6.000 | 03/15/2012 | --- | 11,400.00 |
| 03/15/2012 | 03/15/2012 | MTY | 380,000.00 | 532457AU2 | ELI LILLY & CO | 6.000 | 03/15/2012 | 100.000 | 380,000.00 |
| 03/15/2012 | 03/15/2012 | CPN | --- | 191216AL4 | COCA-COLA CO/THE | 3.625 | 03/15/2014 | --- | 3,788.12 |
| 03/21/2012 | 03/21/2012 | CPN | --- | 3137EACE7 | FREDDIE MAC | 2.125 | 09/21/2012 | --- | 7,968.75 |
| 03/24/2012 | 03/26/2012 | CPN | --- | 31398A3N0 | FANNIE MAE | 0.625 | 09/24/2012 | --- | 6,250.00 |
| 03/26/2012 | 03/26/2012 | CPN | --- | 3133XUUJ0 | FEDERAL HOME LOAN BANK | 1.625 | 09/26/2012 | --- | 6,500.00 |
| 03/29/2012 | 03/29/2012 | CPN | --- | 69371RK39 | PACCAR FINANCIAL CORP | 1.550 | 09/29/2014 | --- | 2,325.00 |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | **0.00** |

## Payable/Receivable Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Description | Coupon | Maturity | Price | Amount |
|---|---|---|---|---|---|---|---|---|---|
| 03/31/2012 | 04/02/2012 | MMF | --- | 097100853 | BOFA CASH RESERVES-CAPTL | 0.210 | --- | --- | 2,303.49 |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | **2,303.49** |

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# MMF Transaction Detail (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

| Cusip/ISIN | Description | Beginning Balance | Ending Balance |
|---|---|---|---|
| 097100853 | BOFA CASH RESERVES-CAPTL | 14,454,145.43 | 13,839,946.45 |

## Cash Affecting Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Ticker | Description | Real G/L | Amount |
|---|---|---|---|---|---|---|---|---|
| 01/03/2012 | 01/03/2012 | BUY | 1,699.80 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -1,699.80 |
| 01/04/2012 | 01/04/2012 | SELL | 212,562.64 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 212,562.64 |
| 01/09/2012 | 01/09/2012 | BUY | 411,250.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -411,250.00 |
| 01/12/2012 | 01/12/2012 | SELL | 332,042.18 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 332,042.18 |
| 01/13/2012 | 01/13/2012 | SELL | 1,100,506.75 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 1,100,506.75 |
| 01/17/2012 | 01/17/2012 | BUY | 447,003.75 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -447,003.75 |
| 01/27/2012 | 01/27/2012 | BUY | 11,550.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -11,550.00 |
| 01/31/2012 | 02/01/2012 | MMF | 0.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 2,014.11 |
| 02/01/2012 | 02/01/2012 | BUY | 2,014.11 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -2,014.11 |
| 02/06/2012 | 02/06/2012 | BUY | 2,250.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -2,250.00 |
| 02/07/2012 | 02/07/2012 | SELL | 225,778.23 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 225,778.23 |
| 02/09/2012 | 02/09/2012 | SELL | 8,905.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 8,905.00 |
| 02/13/2012 | 02/13/2012 | BUY | 13,593.75 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -13,593.75 |
| 02/15/2012 | 02/15/2012 | BUY | 455,342.11 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -455,342.11 |
| 02/15/2012 | 02/15/2012 | SELL | 0.02 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 0.02 |
| 02/17/2012 | 02/17/2012 | SELL | 333,483.04 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 333,483.04 |
| 02/22/2012 | 02/22/2012 | BUY | 6,125.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -6,125.00 |
| 02/23/2012 | 02/23/2012 | SELL | 515,568.54 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 515,568.54 |
| 02/24/2012 | 02/24/2012 | BUY | 357,437.50 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -357,437.50 |
| 02/27/2012 | 02/27/2012 | BUY | 8,437.50 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -8,437.50 |
| 02/29/2012 | 03/01/2012 | MMF | 0.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 2,004.66 |
| 03/01/2012 | 03/01/2012 | BUY | 777,887.79 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -777,887.79 |
| 03/01/2012 | 03/01/2012 | SELL | 0.01 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 0.01 |
| 03/05/2012 | 03/05/2012 | BUY | 5,600.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -5,600.00 |
| 03/06/2012 | 03/06/2012 | SELL | 499,637.50 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 499,637.50 |
| 03/08/2012 | 03/08/2012 | SELL | 308,200.75 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 308,200.75 |
| 03/14/2012 | 03/14/2012 | BUY | 4,062.50 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -4,062.50 |
| 03/15/2012 | 03/15/2012 | BUY | 395,188.13 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -395,188.13 |
| 03/15/2012 | 03/15/2012 | SELL | 0.01 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 0.01 |
| 03/21/2012 | 03/21/2012 | BUY | 7,968.75 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -7,968.75 |
| 03/26/2012 | 03/26/2012 | BUY | 12,750.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -12,750.00 |
| 03/29/2012 | 03/29/2012 | BUY | 2,325.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | -2,325.00 |
| --- | --- | --- | --- | --- | --- | --- | **0.00** | **618,217.75** |

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Bank of America

# MMF Transaction Detail (BACM-Contra Costa Co)

1/1/2012 - 3/31/2012

## Payable/Receivable Transactions

| Trade Date | Settle Date | Type | Notional | Cusip/ISIN | Ticker | Description | Real G/L | Amount |
|---|---|---|---|---|---|---|---|---|
| 03/31/2012 | 04/02/2012 | MMF | 0.00 | 097100853 | CPMXX | BOFA CASH RESERVES-CAPTL | 0.00 | 2,303.49 |
| --- | --- | --- | --- | --- | --- | --- | **0.00** | **2,303.49** |

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Bank of America

# Disclosure

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100 Federal Street, Boston, MA 02110
www.bofacapital.com

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Bank of America

**CONTRA COSTA COUNTY**
**STATEMENT FOR PERIOD**
**March 01, 2012 - March 31, 2012**

CalTrust Short Term Fund

201-000004-10

| Date | Transaction | Shares | Price Per Share | Amount | Average Cost NAV | Average Cost Amount | Realized Gain/Loss* |
|---|---|---|---|---|---|---|---|
| 02/29/2012 | BALANCE FORWARD | 6,217,936.869 | 10.02 | 62,303,727.43 | 9.99303909 | 62,136,086.20 | |
| 03/01/2012 | INCOME DISTRIBUTION - FEBRUARY | 2,666.786 | 10.02 | 26,721.20 | 9.99305065 | 26,721.20 | 0.00 |
| 03/31/2012 | UNREALIZED GAIN (LOSS) | 0.000 | | -0.01 | | 0.00 | |
| 03/31/2012 | ENDING BALANCE | 6,220,603.655 | 10.02 | 62,330,448.62 | | 62,162,807.40 | |
| | INCOME DISTRIBUTION PAID - FEBRUARY | | | 0.00 | | | |
| | INCOME ACCRUAL - MARCH | | | 22,291.93 | | | |
| | CUMULATIVE UNREALIZED GAIN (LOSS) | | | 167,641.22 | | | |

* Please note that this information should not be construed as tax advice and it is recommended that you consult with a tax professional regarding your account.

**For Inquiries About Your Account, Contact:**

**Nottingham Investment Administration**
**116 South Franklin Street**
**Rocky Mount, NC 27804**
**Attention: CalTRUST Shareholder Services**
**Phone: 800.773.3863**
**Fax: 252-972-1908**
**Email: caltrustsupport@ncfunds.com**

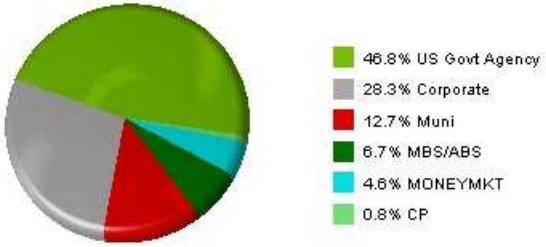
CONTRA COSTA COUNTY
ATTN: BRICE BINS
625 COURT STREET
ROOM 102
MARTINEZ CA 94553-1281

CalTrust Short Term Fund
MONTH END PORTFOLIO STATISTICS
March 31, 2012

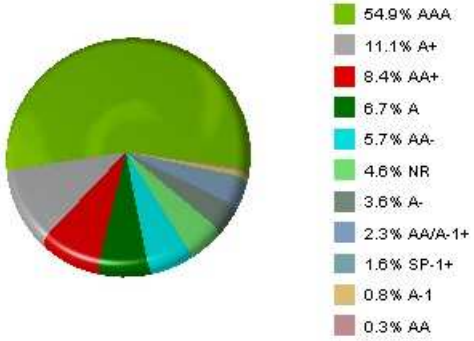
| | CalTrust Short Term | LAIF |
|---|---|---|
| Market Value | $604,305,140.27 | N/A |
| NAV per Share | $10.02 | N/A |
| Yield | 0.40% | 0.38% |
| Period Total Return | 0.02% | N/A |
| Period Yield Return | 0.04% | 0.03% |
| Effective Duration | 0.62 Yrs. | |
| Average Maturity | 1.19 Yrs. | 0.66 Yrs. |

| | CalTrust Short Term Total Return | CalTrust Short Term Yield Return | LAIF Yield Return |
|---|---|---|---|
| One Month | 0.02% | 0.04% | 0.03% |
| Three Month | 0.24% | 0.12% | 0.09% |
| Six Month | 0.32% | 0.25% | 0.19% |
| Y-T-D | 0.24% | 0.12% | 0.09% |
| One Year | 0.49% | 0.52% | 0.39% |
| Two Year | 0.58% | 0.55% | 0.44% |
| Three Year | 1.07% | 0.61% | 0.59% |
| Five Year | 1.86% | 1.81% | 1.87% |
| Since Inception | 2.61% | 2.58% | 2.55% |

**Portfolio Sector Breakdown**




**Portfolio Quality Breakdown**




Inception date of the Portfolio - February 13, 2005. See disclosure below.
Returns are Net of Fees. Rating Source - Standard & Poor's.
Yield represents the 7 Day Net Distribution on investments for the period.

## Disclosure to Performance Information

- This performance information is based on an inception date of February 13, 2005, when the CalTrust Short-Term portfolio commenced investment operations according to its investment objective, and does not include any investment returns from temporary investments held before the commencement of those operations.
- First-month index returns, February 13-28, 2005, are intra-period and were calculated by calculating the average daily return during the month and multiplying the average daily return by number of days in the shortened period.
- Performance was calculated net of investment advisory and program administration fees.
- The Local Agency Investment Fund (LAIF) is a diversified portfolio managed by the State of California for local governments and special districts.
- Performance for the CalTRUST Short Term Account is on a trade date basis. LAIF?s monthly performance was calculated by taking the average monthly effective yield and dividing it by 365 then multiplying the result by the number of days in the month.
- Past performance is no guarantee of future results.

CALTRUST
Investment Trust of California

Service Center
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<<Back | CalTrust Short Term Fund | View | Export | Print | Home

Search | Complete Listing | Effective Date: 3/30/2012 | Go

| Ticker | CUSIP | Description | S&P Rating 3/30/2012* | Mat. Date | Years | Shares | Price | Value |
|---|---|---|---|---|---|---|---|---|
| AE031615 | 02582JDS6 | AMERICAN EXPRESS CREDIT 3/16/2015 | AAA | 3/16/2015 | 3.0 | 8,000,000.00 | 100.0192 | $8,001,536.00 |
| AH080513 | 02666QG49 | AMERICAN HONDA FINANCE 8/5/2013 | A+ | 8/5/2013 | 1.4 | 1,200,000.00 | 100.0010 | $1,200,012.00 |
| AH110712 | 02666QH55 | AMERICAN HONDA FINANCE 11/7/2012 | A+ | 11/7/2012 | 0.7 | 7,800,000.00 | 100.1406 | $7,810,966.80 |
| AT011513 | 00206RAF9 | AT&T INC 4.95% 1/15/2013 | A- | 1/15/2013 | 0.8 | 2,000,000.00 | 103.3927 | $2,067,854.00 |
| BN082713 | 06406HBK4 | BANK OF NEW YORK MELLON 5.125 8/27/13 | A+ | 8/27/2013 | 1.4 | 2,650,000.00 | 106.0284 | $2,809,752.60 |
| BN072814 | 06406HBW8 | BANK OF NEW YORK MEL FLOATING 7/28/2014 | A+ | 7/28/2014 | 2.3 | 6,900,000.00 | 100.1462 | $6,910,087.80 |
| BS042612 | 079860AA0 | BELLSOUTH CORP 4.295 04/26/2012 | A- | 4/26/2012 | 0.1 | 4,000,000.00 | 100.2264 | $4,009,056.00 |
| BH081514 | 084670BA5 | BERKSHIRE HATHAWAY INC 8/15/2014 | AA+ | 8/15/2014 | 2.4 | 6,400,000.00 | 101.3356 | $6,485,478.40 |
| BH21113 | 084670AU2 | BERKSHIRE HATHAWAY INC 2.125% 2/11/2013 | AA+ | 2/11/2013 | 0.9 | 4,000,000.00 | 101.4448 | $4,057,792.00 |
| BG111512 | 10138MAB1 | BOTTLING GROUP LLC 4.625% 11/15/2012 | A | 11/15/2012 | 0.7 | 6,572,000.00 | 102.5321 | $6,738,409.61 |
| CA040512 | 12476ED55 | CAFCO LLC 4/5/2012 | A-1 | 4/5/2012 | 0.1 | 5,000,000.00 | 1.0000 | $4,999,816.31 |
| CI100113 | 13034ABJ8 | CALIFORNIA INFRA- STRUCTURE 10/01/2013 | AAA | 10/1/2013 | 1.6 | 1,000,000.00 | 99.8830 | $998,830.00 |
| CS062612 | 13063BLK6 | CALIFORNIA ST 2.00% 6/26/2012 | SP-1+ | 6/26/2012 | 0.2 | 4,000,000.00 | 100.4170 | $4,016,680.00 |
| CS050114 | 13066YDU0 | CALIFORNIA ST DEPT WTR 5.5% 5/1/2014 | AA- | 5/1/2014 | 2.2 | 4,000,000.00 | 101.4010 | $4,056,040.00 |
| CT040139 | 13063A5F7 | CALIFORNIA ST TAX- ABLE 5.65% 4/1/2039 | A- | 4/1/2039 | 27.1 | 2,300,000.00 | 104.8830 | $2,412,309.00 |
| CF120712 | 14912L3N9 | CATERPILLAR FIN SERV 4.85% 12/7/2012 | A | 12/7/2012 | 0.8 | 1,458,000.00 | 103.0113 | $1,501,904.75 |
| CF121712 | 14912L4J7 | CATERPILLAR FIN SERV CRP 1.9% 12/17/2012 | A | 12/17/2012 | 0.8 | 2,500,000.00 | 101.0489 | $2,526,222.50 |
| CF020915 | 14912L5A5 | CATERPILLAR FINANCI- AL SE 2/9/2015 | A | 2/9/2015 | 2.9 | 5,000,000.00 | 100.4277 | $5,021,385.00 |
| CH121514 | 161571AX2 | CHASE ISSUANCE TRUST 12/15/2014 | AAA | 12/15/2014 | 2.8 | 3,000,000.00 | 100.0387 | $3,001,161.00 |
| CI071514 | 161571AN4 | CHASE ISSUANCE TRUST 7/15/2014 | AAA | 7/15/2014 | 2.3 | 1,733,000.00 | 100.0210 | $1,733,363.93 |
| CI101514 | 161571CH5 | CHASE ISSUANCE TRUST 10/15/14 | AAA | 10/15/2014 | 2.6 | 4,950,000.00 | 102.5610 | $5,076,769.50 |
| CB082014 | 17305EDX0 | CITIBANK CREDIT CARD 8/20/2014 | AAA | 8/20/2012 | 0.4 | 5,300,000.00 | 100.1191 | $5,306,312.30 |
| CC031414 | 191216AW0 | COCA-COLA CO/THE 3/14/2014 | A+ | 3/14/2014 | 2.0 | 5,900,000.00 | 100.0786 | $5,904,637.40 |
| DI091013 | 24702RAK7 | DELL INC 1.40% 9/10/2013 | A- | 9/10/2013 | 1.5 | 7,000,000.00 | 100.9993 | $7,069,951.00 |
| DI40114 | 24702RAR2 | DELL INC 4/1/2014 | A- | 4/1/2014 | 2.1 | 1,500,000.00 | 100.5330 | $1,507,995.00 |
| EI032514 | 263534CH0 | EI DU PONT DE NEMOURS 3/25/2014 | A | 3/25/2014 | 2.0 | 1,000,000.00 | 100.7305 | $1,007,305.00 |
| FN091512 | 31359MPF4 | FANNIE MAE 4.375% 9/15/2012 | AAA | 9/15/2012 | 0.5 | 15,000,000.00 | 101.9090 | $15,286,350.00 |
| FN122713 | 3135G0GU1 | FANNIE MAE 0.5% 12/27/2013 | AAA | 12/27/2013 | 1.8 | 6,900,000.00 | 100.0565 | $6,903,898.50 |
| FM091913 | 3135G0DE0 | FANNIE MAE 0.50% 9/19/2013 | AAA | 9/19/2013 | 1.5 | 3,150,000.00 | 100.0028 | $3,150,088.20 |
| FM092412 | 31398A3N0 | FANNIE MAE 0.625% 9/24/2012 | AAA | 9/24/2012 | 0.5 | 23,000,000.00 | 100.2466 | $23,056,718.00 |
| FM102513 | 3135G0EH2 | FANNIE MAE 0.625% 10/25/2013 | AAA | 10/25/2013 | 1.6 | 5,000,000.00 | 100.0161 | $5,000,805.00 |
| FM120514 | 3135G0GH0 | FANNIE MAE 0.9% 12/5/2014 | AAA | 12/5/2014 | 2.8 | 5,000,000.00 | 100.3664 | $5,018,320.00 |
| FM040412 | 31398AH54 | FANNIE MAE 1.00% 4/4/2012 | AAA | 4/4/2012 | 0.1 | 4,000,000.00 | 100.0047 | $4,000,188.00 |
| FM092313 | 31398A2S0 | FANNIE MAE 1.00% 9/23/2013 | AAA | 9/23/2013 | 1.5 | 9,000,000.00 | 100.9454 | $9,085,086.00 |
| FM073012 | 31398AT77 | FANNIE MAE 1.125% 7/30/2012 | AAA | 7/30/2012 | 0.3 | 13,000,000.00 | 100.3193 | $13,041,509.00 |
| FN093013 | 31398A2M3 | FANNIE MAE 1.125% 9/30/2013 | AAA | 9/30/2013 | 1.5 | 15,000,000.00 | 101.1684 | $15,175,260.00 |
| FF042516 | 31331KJL5 | FEDERAL FARM CREDIT BANK 4/25/16 | AAA | 4/25/2016 | 4.1 | 5,909,801.54 | 101.0446 | $5,971,535.33 |
| FF061313 | 31331KMZ0 | FEDERAL FARM CREDIT BANK 0.6% 6/13/2013 | AAA | 6/13/2013 | 1.2 | 9,500,000.00 | 100.0455 | $9,504,322.50 |
| FF101212 | 31331JR47 | FEDERAL FARM CREDIT BANK 10/12/2012 | AAA | 10/12/2012 | 0.6 | 5,000,000.00 | 100.0571 | $5,002,855.00 |
| FF120613 | 31331J4L4 | FEDERAL FARM CREDIT BANK 12/6/2013 | AAA | 12/6/2013 | 1.8 | 5,892,000.00 | 100.1088 | $5,898,410.50 |
| FH012913 | 313374VY3 | FEDERAL HOME LOAN BANK 0.375% 1/29/13 | AAA | 1/29/2013 | 0.8 | 5,000,000.00 | 100.1275 | $5,006,375.00 |
| FH032713 | 313372RK2 | FEDERAL HOME LOAN BANK 1.00% 3/27/2013 | AAA | 3/27/2013 | 1.0 | 10,000,000.00 | 100.7492 | $10,074,920.00 |
| FH050213 | 313376XM2 | FEDERAL HOME LOAN BANK 0.2% 5/2/2013 | AAA | 5/2/2013 | 1.2 | 10,000,000.00 | 99.9374 | $9,993,740.00 |
| FH073013 | 313376VB8 | FEDERAL HOME LOAN BANK 0.25% 7/30/2013 | AAA | 7/30/2013 | 1.3 | 11,625,000.00 | 99.9250 | $11,616,281.25 |
| FH092612 | 3133XUUJ0 | FEDERAL HOME LOAN BANK 1.625% 9/26/12 | AAA | 9/26/2012 | 0.5 | 26,000,000.00 | 100.7079 | $26,184,054.00 |
| FH112112 | 3133XVEM9 | FEDERAL HOME LOAN BANK 1.625% 11/21/12 | AAA | 11/21/2012 | 0.7 | 7,500,000.00 | 100.9069 | $7,568,017.50 |
| FH112713 | 3137EACZ0 | FREDDIE MAC 0.375% 11/27/2013 | AAA | 11/27/2013 | 1.7 | 20,000,000.00 | 100.0203 | $20,004,060.00 |
| FM113012 | 3137EACP2 | FREDDIE MAC 0.375% 11/30/2012 | AAA | 11/30/2012 | 0.7 | 2,500,000.00 | 100.1549 | $2,503,872.50 |
| FM010914 | 3134G3JR2 | FREDDIE MAC 0.45% 1/9/2014 | AAA | 1/9/2014 | 1.8 | 10,000,000.00 | 100.1248 | $10,012,480.00 |
| FM010314 | 3134G3GZ7 | FREDDIE MAC 0.50% 1/3/2014 | AAA | 1/3/2014 | 1.8 | 15,000,000.00 | 100.1092 | $15,016,380.00 |
| FM101813 | 3134G2S86 | FREDDIE MAC 0.50% 10/18/2013 | AAA | 10/18/2013 | 1.6 | 7,000,000.00 | 100.0074 | $7,000,518.00 |
| FM122713 | 3134G3DT4 | FREDDIE MAC 0.55% 12/27/2013 | AAA | 12/27/2013 | 1.8 | 10,000,000.00 | 100.0806 | $10,008,060.00 |
| FM122812 | 3137EACQ0 | FREDDIE MAC 0.625% 12/28/2012 | AAA | 12/28/2012 | 0.8 | 8,000,000.00 | 100.3064 | $8,024,512.00 |
| FM11413 | 3134G22H4 | FREDDIE MAC 0.7 11/4/2013 | AAA | 11/4/2013 | 1.7 | 2,220,000.00 | 100.0284 | $2,220,630.48 |
| FM41913 | 3134G1VX9 | FREDDIE MAC 0.8% 4/19/2013 | AAA | 4/19/2013 | 1.1 | 2,800,000.00 | 100.4796 | $2,813,428.80 |
| FM072712 | 3137EACK3 | FREDDIE MAC 1.125% 7/27/2012 | AAA | 7/27/2012 | 0.3 | 7,000,000.00 | 100.2984 | $7,020,888.00 |
| FM110413 | 3134G25F5 | FREDDIE MAC 11/4/13 | AAA | 11/4/2013 | 1.7 | 4,000,000.00 | 99.9875 | $3,999,500.00 |
| FM031515 | 31398V2J4 | FREDDIE MAC 3/15/15 | AAA | 3/15/2015 | 3.0 | 2,553,088.39 | 100.4718 | $2,565,133.86 |
| FC081512 | 358266CP7 | FRESNO CNTY CA PENSN 4.048% 8/15/2012 | AA- | 8/15/2012 | 0.4 | 2,100,000.00 | 101.2690 | $2,126,649.00 |
| GE071515 | 36159JBM2 | GE CAPITAL CREDIT CARD 3.69% 7/15/15 | AAA | 7/15/2015 | 3.3 | 3,000,000.00 | 100.9524 | $3,028,572.00 |
| GE010714 | 36962G4W1 | GENERAL ELEC CAP CORP 1/7/2014 | AA+ | 1/7/2014 | 1.8 | 6,000,000.00 | 100.6430 | $6,038,580.00 |
| GE050113 | 36962G3T9 | GENERAL ELEC CAP CORP 4.8% 5/1/2013 | AA+ | 5/1/2013 | 1.2 | 2,397,000.00 | 104.3629 | $2,501,578.71 |
| GE091514 | 36962GK94 | GENERAL ELEC CAP CORP 9/15/2014 | AA+ | 9/15/2014 | 2.5 | 3,040,000.00 | 98.6668 | $2,999,470.72 |
| HA091513 | 43813UAB6 | HONDA AUTO RECEIV- ABLES 9/15/2013 | AAA | 9/15/2013 | 1.5 | 7,400,000.00 | 100.0443 | $7,403,278.20 |
| IC080513 | 459200GT2 | IBM CORP 1.00% 8/5/2013 | A+ | 8/5/2013 | 1.4 | 2,000,000.00 | 100.6408 | $2,012,816.00 |
| IC051214 | 459200GW5 | IBM CORP 1.25% 5/12/2014 | A+ | 5/12/2014 | 2.2 | 2,000,000.00 | 101.2357 | $2,024,714.00 |
| II102212 | 44924EAB6 | IBM INTL GROUP CAPITAL 5.05% | A+ | 10/22/2012 | 0.6 | 5,975,000.00 | 102.7334 | $6,138,320.65 |
| IC070113 | 452874EC0 | IMPERIAL CA IRR DIST COPS 4.84% 7/1/2013 | AA | 7/1/2013 | 1.3 | 1,495,000.00 | 105.4800 | $1,576,926.00 |
| IR091512 | 463655GT1 | IRVINE RANCH CA WTR DIST 1.784 9/15/2012 | AA+ | 9/15/2012 | 0.5 | 2,000,000.00 | 100.6720 | $2,013,440.00 |
| IR091513 | 463655GV6 | IRVINE RANCH CA WTR 2.385% 9/15/2013 | AA+ | 9/15/2013 | 1.5 | 5,500,000.00 | 102.5830 | $5,642,065.00 |
| IR31514 | 463655GW4 | IRVINE RANCH CALIF WTR DIST 2.605% | AA+ | 3/15/2014 | 2.0 | 900,000.00 | 103.8160 | $934,344.00 |
| JD061614 | 477867AB1 | JOHN DEERE OWNER TRUST 06/16/14 | AAA | 6/16/2014 | 2.2 | 4,421,776.29 | 100.0442 | $4,423,730.72 |
| JJ51514 | 478160BC7 | JOHNSON & JOHNSON 5/15/2014 | AAA | 5/15/2014 | 2.2 | 3,800,000.00 | 100.5211 | $3,819,801.80 |
| JP050214 | 46623EJH3 | JPMORGAN CHASE & CO 5/2/2014 | A | 5/2/2014 | 2.2 | 9,690,000.00 | 100.1700 | $9,706,473.00 |
| KC080112 | 492246MA8 | KERN CALIF HIGH SCH DIST 0.73% 8/1/2012 | AAA | 8/1/2012 | 0.4 | 3,570,000.00 | 100.0290 | $3,571,035.30 |
| ML081312 | 59217EAT1 | MET LIFE GLOB FUND- ING 8/13/2012 | AA- | 8/13/2012 | 0.4 | 1,590,000.00 | 99.9514 | $1,589,227.26 |

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| ML040414 | 59157BAF9 | METLIFE INSTITUTION- AL FD 4/4/2014 | AA- | 4/4/2014 | 2.1 | 9,500,000.00 | 100.3554 | $9,533,763.00 |
| MC070112 | 607763BB4 | MODESTO CALIF IRR DIST ELEC 7/01/2012 | A+ | 7/1/2012 | 0.3 | 7,485,000.00 | 100.3030 | $7,507,679.55 |
| NR070113 | 637432LM5 | NATIONAL RURAL UTIL COOP 5.5% 7/1/2013 | A+ | 7/1/2013 | 1.3 | 7,805,000.00 | 106.0154 | $8,274,501.97 |
| NR091612 | 637432LT0 | NATIONAL RURAL UTIL COOP 2.625% 9/16/12 | A+ | 9/16/2012 | 0.5 | 1,500,000.00 | 100.9452 | $1,514,178.00 |
| NY050913 | 64953BAP3 | NEW YORK LIFE GLOBAL FDG 4.65% 5/9/2013 | AA+ | 5/9/2013 | 1.2 | 800,000.00 | 104.2215 | $833,772.00 |
| NY091513 | 64952WAA1 | NEW YORK LIFE GLOBAL 5.375% 9/15/2013 | AA+ | 9/15/2013 | 1.5 | 1,000,000.00 | 106.6023 | $1,066,023.00 |
| NY101612 | 64952WAJ2 | NEW YORK LIFE GLOBAL FDG 5.25% 10/16/2012 | AA+ | 10/16/2012 | 0.6 | 2,490,000.00 | 102.5048 | $2,552,369.52 |
| NY121412 | 64952WAS2 | NEW YORK LIFE GLOBAL FDG 2.25% 12/14/2012 | AA+ | 12/14/2012 | 0.8 | 6,300,000.00 | 101.1623 | $6,373,224.90 |
| OC050113 | 68428LCT9 | ORANGE CNTY CA PENSN OBLG 0.9% 5/1/2013 | A+ | 5/1/2013 | 1.2 | 2,800,000.00 | 99.9040 | $2,797,312.00 |
| OC062813 | 68428LCU6 | ORANGE CNTY CA PENSN OBLG 0.95% 6/28/2013 | A+ | 6/28/2013 | 1.2 | 2,560,000.00 | 99.8900 | $2,557,184.00 |
| PM080113 | 732098EA2 | POMONA CA UNIF SCH 0.873% 8/1/2013 | A | 8/1/2013 | 1.4 | 4,650,000.00 | 99.8590 | $4,643,443.50 |
| PG020614 | 742718DX4 | PROCTOR & GAMBLE CO 2/6/2014 | AA- | 2/6/2014 | 1.9 | 7,345,000.00 | 100.1320 | $7,354,695.40 |
| SF050113 | 79766DCQ0 | SAN FRANCISCO CALIF CITY 5/1/2013 | A+ | 5/1/2013 | 1.2 | 2,000,000.00 | 100.0290 | $2,000,580.00 |
| SL060113 | 79844PAA6 | SAN LEANDRO CALIF 1.14% 6/1/2013 | A+ | 6/1/2013 | 1.2 | 720,000.00 | 99.8850 | $719,172.00 |
| SF060112 | 840058SV4 | SOUTH SAN FRANCISCO CALIF 6/01/2012 | SP-1+ | 6/1/2012 | 0.2 | 6,000,000.00 | 100.2220 | $6,013,320.00 |
| SC070112 | 842477SQ5 | SOUTHERN CALIF PUB PWR AUTH 7/01/2012 | AA- | 7/1/2012 | 0.3 | 8,000,000.00 | 100.1220 | $8,009,760.00 |
| SC70112 | 84247PDF5 | SOUTHERN CALIF PUB PWR 4% 7/01/2012 | AA- | 7/1/2012 | 0.3 | 2,000,000.00 | 100.9100 | $2,018,200.00 |
| SS030714 | 857477AJ2 | STATE STREET CORP 3/7/2014 | A+ | 3/7/2014 | 2.0 | 7,250,000.00 | 100.3163 | $7,272,931.75 |
| TG071513 | 87244EAG7 | TIAA GLOBAL MARKETS 4.95% 7/15/2013 | AA+ | 7/15/2013 | 1.3 | 2,355,000.00 | 105.0409 | $2,473,713.20 |
| TG101012 | 87244EAC6 | TIAA GLOBAL MARKETS 5.125% 10/10/2012 | AA+ | 10/10/2012 | 0.6 | 7,080,000.00 | 102.3022 | $7,242,995.76 |
| UC051550 | 91412GEV3 | UNIVERSITY CALIF REVS 5/15/2050 | AA/A-1+ | 5/1/2013 | 1.2 | 4,540,000.00 | 101.3340 | $4,600,563.60 |
| UC070113 | 91412GFC4 | UNIVERSITY CALIF REV 0.887% 7/1/2013 | AA/A-1+ | 7/1/2013 | 1.3 | 9,300,000.00 | 100.5030 | $9,346,779.00 |
| BC061413 | 91159HGW4 | US BANCORP 2.00% 6/14/2013 | A | 6/14/2013 | 1.2 | 5,000,000.00 | 101.6778 | $5,083,890.00 |
| US021513 | 91159HGS3 | US BANCORP 2.125% 2/15/2013 | A | 2/15/2013 | 0.9 | 4,400,000.00 | 101.4303 | $4,462,933.20 |
| VC032814 | 92343VAZ7 | VERIZON COMMUNICA- TIONS 3/28/2014 | A- | 3/28/2014 | 2.0 | 5,000,000.00 | 100.8294 | $5,041,470.00 |
| VPWF3801 | VP7000236 | WELLS FARGO ADVANT- AGE HERITAGE | NR | 3/31/2012 | 0.0 | 28,149,837.24 | 100.0000 | $28,149,837.24 |
| | | | | | | | **Grand Total** | **$608,955,140.26** |

* Security ratings are updated monthly at month-end.

# SECTION III

## APPENDIX

## B. INVESTMENT PORTFOLIO DETAIL – MANAGED BY OUTSIDE CONTRACTED PARTIES

### B. 3. EAST BAY REGIONAL COMMUNICATIONS SYSTEM AUTHORITY (EBRCS)

# EBRCS TRANSACTIONS*

**For the Quarter Ending**

**March 31, 2012**

**FY 2011-2012**

| FUND NUMBER | BALANCE @ 12/31/11 | JV/Date | JV/Date | JV/Date | JV/Date | JV/Date | JV/Date | BALANCE @ 03/31/12 |
|---|---|---|---|---|---|---|---|---|
| | | | | | | | | |
| 100300 | 2,455,113.76 | | | | | | | 2,455,113.76 |
| | | | | | | | | |
| | | | | | | | | |
| **TOTALS** | 2,455,113.76 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 2,455,113.76 |
| | | | | | | | | |
| | | | | | | | | |

* East Bay Regional Communications System Authority

# SECTION III

## APPENDIX

## B. INVESTMENT PORTFOLIO DETAIL – MANAGED BY OUTSIDE CONTRACTED PARTIES

### B. 4. MISCELLANEOUS

BNY MELLON
The Bank of New York Mellon Trust Company, N.A.

**Statement Period 03/01/2012 Through 03/31/2012**
Account 036111
CCC 91-1 PLEASANT HILL BART 98 RESER FD

## Statement of Assets Held

| Shares / Par Value | Asset Description | Market Price / Average Cost | Market Value / Cost | Accrued Income / Est Annual Income | Market Yield |
|---|---|---|---|---|---|
| **FIXED INCOME** | | | | | |
| 52,411.980 | COUNTY OF CONTRA COSTA CFD NO. 1992-1 | 1.00000 | 52,411.98 | 0.00 | 5.40% |
| | (PLEASANT HILL BART STATION AREA) | 1.00000 | 52,411.98 | 2,830.25 | |
| | SPECIAL TAX BOND CERTIFICATE #R-1 DATED 6/17/1992 | | | | |
| | CUSIP: S86617840 | | | | |
| | MATURITY DATE: 08/01/2015 | | | | |
| | RATE: 5.40% | | | | |
| **Total FIXED INCOME** | | | **52,411.98** | **0.00** | **5.40%** |
| | | | **52,411.98** | **2,830.25** | |
| **OTHER** | | | | | |
| 413,007.860 | CALIFORNIA ARBITRAGE MGMT PROGRAM | 1.00000 | 413,007.86 | 0.00 | 0.00% |
| | CAMP | 1.00000 | 413,007.86 | 0.00 | |
| | PRINCIPAL | | | | |
| | CUSIP: S86217350 | | | | |
| **Total OTHER** | | | **413,007.86** | **0.00** | **0.00%** |
| | | | **413,007.86** | **0.00** | |
| **CASH AND SHORT TERM** | | | | | |
| 119,582.100 | WELLS FARGO ADV TRSRY PLUS M MKT #453 | 1.00000 | 119,582.10 | 0.00 | 0.01% |
| | CUSIP: S99998240 | 1.00000 | 119,582.10 | 11.96 | |
| **Total CASH AND SHORT TERM** | | | **119,582.10** | **0.00** | **0.01%** |
| | | | **119,582.10** | **11.96** | |
| **ACCOUNT TOTALS** | | | **585,001.94** | **0.00** | **0.48%** |
| | | | **585,001.94** | **2,842.21** | |

Total Market Value Plus Total Accrued Income 585,001.94

## Statement of Transactions

| Transaction Date | Transaction Description | Income | Principal | Cost | Realized Gains/Losses |
|---|---|---|---|---|---|
| **03/01/12** | **OPENING BALANCE** | **0.00** | **0.00** | **583,504.74** | |
| 03/02/12 | Purchase | 0.00 | 1,415.12 - | 1,415.12 | 0.00 |
| | WELLS FARGO ADV TRSRY PLUS M MKT #453 | | | | |
| | 1,415.12 SHARES | | | | |
| 03/02/12 | Dividend | 0.91 | 0.00 | 0.00 | 0.00 |
| | WELLS FARGO ADV TRSRY PLUS M MKT #453 | | | | |
| | DIVIDEND | | | | |
| 03/02/12 | Cash Debit | 0.91 - | 0.00 | 0.00 | 0.00 |
| | WELLS FARGO ADV TRSRY PLUS M MKT #453 | | | | |
| | INVESTMENT MAINTENANCE FEE | | | | |
| 03/02/12 | Cash Credit | 0.00 | 1,415.12 | 0.00 | 0.00 |
| | TRSF FROM 036100 TO 036111 FOR | | | | |
| | CONTRA92$1 D/S FUNDS USED TO | | | | |
| | INCREASE RESERVE FUND | | | | |
| **03/02/12** | **DAILY ENDING BALANCE** | **0.00** | **0.00** | **584,919.86** | **0.00** |
| 03/13/12 | Purchase | 0.00 | 82.08 - | 82.08 | 0.00 |
| | CALIFORNIA ARBITRAGE MGMT PROGRAM CAMP | | | | |
| | PRINCIPAL | | | | |
| | ACCRUAL INCOME DIVIDENDS REINVESTMENT FO | | | | |
| | R THE MONTH OF FEBRUARY 2012 | | | | |
| | TRNIIJ1203131313000 | | | | |
| | 82.08 SHARES | | | | |
| 03/13/12 | Dividend | 82.08 | 0.00 | 0.00 | 0.00 |
| | CALIFORNIA ARBITRAGE MGMT PROGRAM CAMP | | | | |
| | ACCRUAL INCOME DIVIDENDS REINVESTMENT FO | | | | |
| | R THE MONTH OF FEBRUARY 2012 | | | | |
| | TRNIIJ1203131312900 | | | | |
| 03/13/12 | Cash Debit | 82.08 - | 0.00 | 0.00 | 0.00 |
| | TRANSFERRED TO ACCOUNT 036111 FF | | | | |
| 03/13/12 | Cash Credit | 0.00 | 82.08 | 0.00 | 0.00 |
| | TRANSFERRED FROM ACCOUNT 036111 FF | | | | |
| **03/13/12** | **DAILY ENDING BALANCE** | **0.00** | **0.00** | **585,001.94** | **0.00** |

c g 5692 m i W/ s 555

BNY MELLON
The Bank of New York Mellon Trust Company, N.A.

**Statement Period 03/01/2012 Through 03/31/2012**
Account 036111
CCC 91-1 PLEASANT HILL BART 98 RESER FD

## Statement of Transactions - Continued

| Transaction Date | Transaction Description | Income | Principal | Cost | Realized Gains/Losses |
|---|---|---|---|---|---|
| 03/31/12 | CLOSING BALANCE | 0.00 | 0.00 | 585,001.94 | 0.00 |

**Cumulative realized capital gain and loss position from 12/31/2011 for securities held in principal of account:**

**Short Term:** 0.00 * **Long Term:** 0.00 *

*** The above gain and loss position does not include transactions where tax cost information is incomplete or unavailable.**

Cash and securities set forth on this Account Statement are held by The Bank of New York Mellon, an affiliate of The Bank of New York Mellon Trust Company, N.A. In addition, The Bank of New York Mellon Trust Company, N.A. may utilize subsidiaries and affiliates to provide services and certain products to the Account. Subsidiaries and affiliates may be compensated for their services and products.

The value of securities set forth on this Account Statement are obtained by The Bank of New York Mellon Trust Company, N.A., from its affiliate, The Bank of New York Mellon which determines such values for Global Corporate Trust on the basis of market prices and information obtained by The Bank of New York Mellon from unaffiliated third parties (including independent pricing vendors) ("third party pricing services"). The Bank of New York Mellon has not verified such market values or information and makes no assurances as to the accuracy or correctness of such market values or information or that the market values set forth on this Account Statement reflect the value of the securities that can be realized upon the sale of such securities. In addition, the market values for the securities set forth in this Account Statement may differ from the market prices and information for the same securities used by other business units of The Bank of New York Mellon Trust Company, N.A., The Bank of New York Mellon or their respective subsidiaries or affiliates based upon market prices and information received from other third party pricing services utilized by such other business units. Global Corporate Trust does not compare its market values with those used by, or reconcile different market values used by, other business units of The Bank of New York Mellon Trust Company, N.A., The Bank of New York Mellon or their respective subsidiaries or affiliates. Neither The Bank of New York Mellon Trust Company, N.A. nor The Bank of New York Mellon shall be liable for any loss, damage or expense incurred as a result of or arising from or related to the market values or information provided by third party pricing services or the differences in market prices or information provided by other third party pricing services.

c g 5692 m i W I s 556

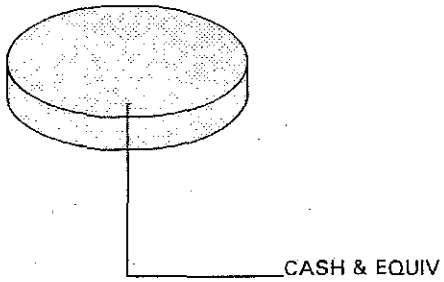
Mechanics Bank
WEALTH MANAGEMENT

# MBBES CONTRA COSTA COUNTY

**Account Number:** 75-1535-01-4
**Statement Period:** 03/01/12 - 03/31/12

CONTRA COSTA COUNTY
ATTN. BELINDA ZHU
ASSISTANT COUNTY TREASURER
625 COURT STREET, ROOM 100
MARTINEZ CA 94553
* 9455300004 *

## Portfolio Summary




## Value of Portfolio

| Description | Market Value | % of Account |
|---|---|---|
| Cash & Equiv | 126,258.31 | 100.0% |
| **Total Portfolio** | **$ 126,258.31** | **100.0%** |
| **Total Valuation** | **$126,258.31** | |

## Market Reconcilement

| | Current Period | Year To Date |
|---|---|---|
| **Beginning Market Value** | $ 172,007.54 | $ 163,516.06 |
| Receipts | | |
| Receipts | 1,345.00 | 9,766.58 |
| Investment Income | | |
| Dividends | 33.64 | 103.54 |
| Disbursements | | |
| Distributions To Or For Beneficiaries | -47,127.87 | -47,127.87 |
| Realized Gain/Loss | 0.00 | 0.00 |
| Change In Accrued Income | 0.00 | 0.00 |
| Change In Unrealized Gain/Loss | 0.00 | 0.00 |
| **Ending Market Value** | $ 126,258.31 | $ 126,258.31 |

Mechanics Bank
WEALTH MANAGEMENT

## MBBES CONTRA COSTA COUNTY

**Account Number:** 75-1535-01-4
**Statement Period:** 03/01/12 - 03/31/12

### Portfolio Investments

| Asset Description | Units | Market Value<br>Cost | Est. Annual Income<br>Accruals | Current Yield |
|---|---|---|---|---|
| **Cash and Cash Equivalent** | | | | |
| **Cash** | | | | |
| Principal Cash | | 0.00<br>0.00 | | |
| Income Cash | | 0.00<br>0.00 | | |
| **Total Cash** | | **$ 0.00**<br>**$ 0.00** | **0.00**<br>**0.00** | **0.00%** |
| **Money Market** | | | | |
| Mechanics Bank Escrow Retention<br>Money Market | 124,360.980 | 124,360.98<br>124,360.98 | | |
| Mechanics Bank Escrow Retention<br>Money Market | 1,897.330 | 1,897.33<br>1,897.33 | | |
| **Total Money Market** | | **$ 126,258.31**<br>**$ 126,258.31** | **0.00**<br>**0.00** | **0.00%** |
| **Total Cash and Cash Equivalent** | | **$ 126,258.31**<br>**$ 126,258.31** | **0.00**<br>**0.00** | **0.00%** |
| **Total Market Value** | | **$ 126,258.31**<br>**$ 126,258.31** | **0.00**<br>**0.00** | **0.00%** |
| **Total Market Value Plus Accruals** | | **$ 126,258.31** | | |

### Receipts

| | Date | Income Cash | Principal Cash |
|---|---|---|---|
| **Receipts** | | | |
| Deposit Received From Client<br>Fleet Feet Sports $436 (#7117)<br>Marty L Ochoa $539 (#11246)<br>Money Order $200 (#320682482) | 03/12/12 | | 1,175.00 |

Mechanics Bank
WEALTH MANAGEMENT

## MBBES CONTRA COSTA COUNTY

Account Number: 75-1535-01-4
Statement Period: 03/01/12 - 03/31/12

### Receipts

| | Date | Income Cash | Principal Cash |
|---|---|---|---|
| Deposit Received From Client<br>Marie Onwubuariri | 03/27/12 | | 170.00 |
| **Total Receipts** | | **$ 0.00** | **$ 1,345.00** |
| **Total Receipts** | | **$ 0.00** | **$ 1,345.00** |

### Investment Income

| | Date | Income Cash | Principal Cash |
|---|---|---|---|
| **Dividends** | | | |
| Mechanics Bank Escrow Retention<br>Money Market | | | |
| Div To 02/29/12 | 03/01/12 | 0.35 | |
| Div To 02/29/12 | 03/01/12 | 33.29 | |
| **Total Dividends** | | **$ 33.64** | **$ 0.00** |
| **Total Investment Income** | | **$ 33.64** | **$ 0.00** |

### Disbursements

| | Date | Income Cash | Principal Cash |
|---|---|---|---|
| **Distributions To Or For Beneficiaries** | | | |
| Contra Costa County<br>Payment Per Client Instructions<br>Check Number: 6003602 | 03/05/12 | | -47,127.87 |
| **Total Distributions To Or For Beneficiaries** | | **$ 0.00** | **$ -47,127.87** |
| **Total Disbursements** | | **$ 0.00** | **$ -47,127.87** |

Mechanics Bank
WEALTH MANAGEMENT

## MBBES CONTRA COSTA COUNTY

**Account Number:** 75-1535-01-4
**Statement Period:** 03/01/12 - 03/31/12

### Net Sweep Transactions

| | Date | Income Cash | Principal Cash |
|---|---|---|---|
| **Net Sweep Purchases** | | | |
| Mechanics Bank Escrow Retention | | | |
| Purchased 33.64 Units @ 1 | 03/01/12 | -33.64 | |
| Purchased 1175.00 Units @ 1 | 03/12/12 | | -1,175.00 |
| Purchased 170.00 Units @ 1 | 03/28/12 | | -170.00 |
| **Total Net Sweep Purchases** | | **$ -33.64** | **$ -1,345.00** |
| **Net Sweep Sales** | | | |
| Mechanics Bank Escrow Retention | | | |
| Sold 47127.87 Units @ 1 | 03/05/12 | | 47,127.87 |
| **Total Net Sweep Sales** | | **$ 0.00** | **$ 47,127.87** |
| **Total Net Sweep Transactions** | | **$ -33.64** | **$ 45,782.87** |

MECHANICS BANK WEALTH MANAGEMENT IN RICHMOND & WALNUT CREEK HAVE MOVED. THE NEW ADDRESS IS 1111 CIVIC DRIVE WALNUT CREEK CA 94596 SUITE 333. PLEASE REFER TO THE COVER PAGE OF YOUR STATEMENT FOR PHONE NUMBER CHANGES.

| Account # | Holder | Trustee | Name | Balance | Last Tran Date |
|---|---|---|---|---|---|
| 0000041723 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR OTHA SHAMBURGER | 16,027.92 | 10/05/11 |
| 0000051693 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR RAMONE COMEAUX | 0.00 | 05/10/04 |
| 0000054152 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR RUSHAWN THOMAS | 7,994.72 | 02/10/06 |
| 0000055195 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR IMHOTEP SWEET | 0.00 | 03/24/10 |
| 0000056357 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR FRANCISCO TAFEAMALII | 0.00 | 02/16/11 |
| 0000057021 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR CARMEN DORTON | 0.00 | 11/02/10 |
| 0000058425 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR DAYJAN ARNOLD | 0.00 | 03/24/10 |
| 0000060554 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR BRANDON EATON | 0.00 | 10/05/10 |
| 0000060949 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR AZRIELA MARTINEZ | 0.00 | 10/11/11 |
| Subtotal for Account Type: | | | 90 | | |
| Count: | | | 9 | | |
| Total Share Balance | | | 24,022.64 | | |
| 0000054362 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR TYLER TURNER | 0.00 | 03/13/06 |
| 0000058426 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR PASCHERIA CARROLL | 3,325.17 | 02/19/09 |
| 0000060974 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR HECTOR URBINA | 0.00 | 02/25/11 |
| Subtotal for Account Type: | | | 91 | | |
| Count: | | | 3 | | |
| Total Share Balance | | | 3,325.17 | | |
| 0000044417 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR TISHA NICHOLS | 0.00 | 03/24/10 |
| 0000044923 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR ARMANI JORDAN | 0.00 | 02/02/10 |
| 0000052505 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR JUSTIN GARNER | 10,793.45 | 11/04/05 |
| 0000057022 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR FREDONIA WRIGHT | 8,551.49 | 02/24/09 |
| 0000058427 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR ROBERT FARMER JR | 0.00 | 03/15/11 |
| 0000058545 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR CHIDI UBOCHI | 6,604.78 | 05/04/10 |
| 0000061977 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR SPENCER BROWN | 1,486.78 | 12/28/11 |
| Subtotal for Account Type: | | | 92 | | |
| Count: | | | 7 | | |
| Total Share Balance | | | 27,436.50 | | |
| 0000045429 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR JOSHUA PARKER | 0.00 | 10/20/10 |
| 0000045500 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR CLAUDIE EASLEY | 0.00 | 11/02/10 |
| 0000045501 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR ASHANTI JORDAN | 0.00 | 11/02/10 |
| 0000055197 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR MEGAN MONTOYA | 0.00 | 09/26/06 |
| 0000058428 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR MICAH FINCH | 3,325.17 | 02/19/09 |
| 0000058714 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR CARLOS PORTILLO | 3,317.25 | 11/03/09 |
| 0000060592 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR ALISA TORRES DINOTTIA | 3,269.88 | 04/06/11 |
| 0000061976 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR LAKISHA NIOUS | 3,258.09 | 12/28/11 |
| Subtotal for Account Type: | | | 93 | | |
| Count: | | | 8 | | |
| Total Share Balance | | | 13,170.39 | | |
| 0000058543 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR ALEXANDER LOPEZ | 0.00 | 02/24/09 |
| 0000060553 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR CHRISTIAN WILLIAMS | 0.00 | 10/05/10 |
| 0000061268 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR TATIANA CANNON | 0.00 | 06/03/11 |
| 0000061973 | CONTRA COSTA COU | SOCIAL SER | TRUST FOR ORPHIUS BLACKSHEAR | 3,258.09 | 12/28/11 |
| Subtotal for Account Type: | | | 94 | | |
| Count: | | | 4 | | |
| Total Share Balance | | | 3,258.09 | | |

| Account # | Holder | Trustee | Name | Balance | Last Tran Date |
|---|---|---|---|---|---|

Totals for Entire Report

| | |
|---|---|
| Selected Record Count: | 31 |
| Total Share Balance | 71,212.79 |

# EXHIBITS

Exhibit I

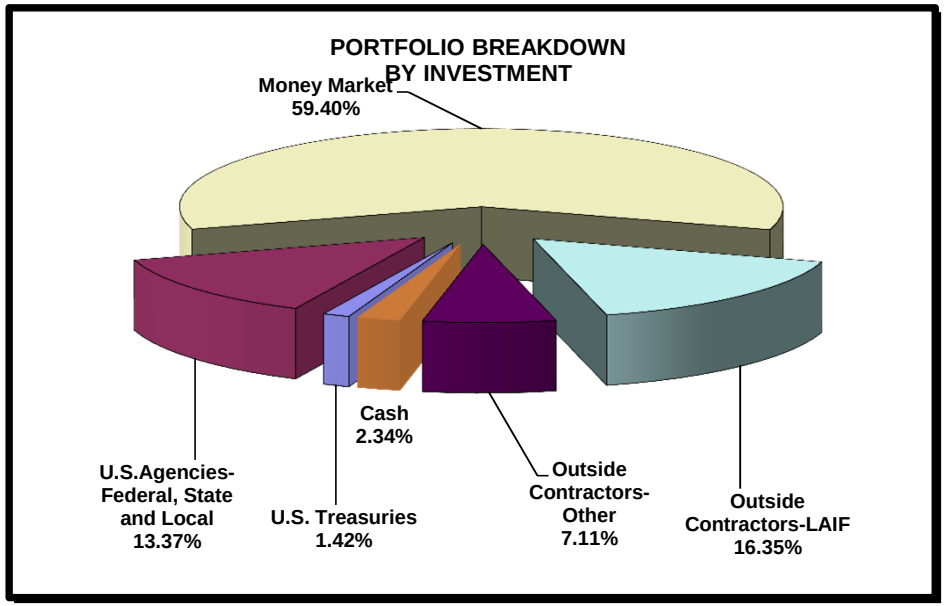
# CONTRA COSTA COUNTY
## Portfolio Summary Report
***AS OF MARCH 31, 2012***

### Portfolio Characteristics

| | |
|---|---|
| *Par* | *$2,060,950,658.85* |
| *Cost* | *$2,067,641,917.77* |
| *Market Value* | *$2,070,076,921.56* |
| *Weighted Average Days to Maturity* | *184* |
| *Weighted Yield to Maturity* | 0.59% |
| *Weighted Duration* | 0.50 year |

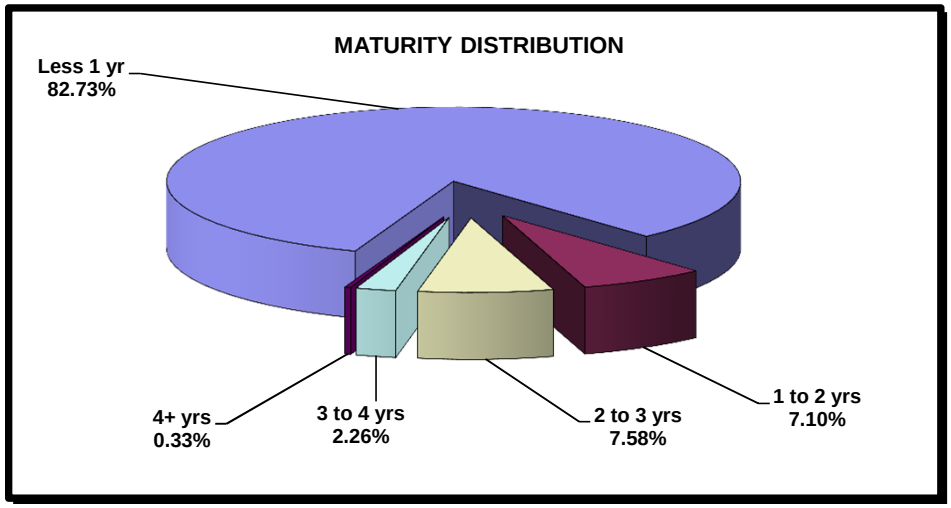
### Portfolio Breakdown by Investment

| Investments | Par Value | Percent of Total |
|---|---|---|
| *U.S. Treasuries* | $29,277,000.00 | 1.42% |
| *U.S.Agencies-Federal, State and Local* | 275,616,000.00 | 13.37% |
| *Money Market* | 1,224,220,518.32 | 59.40% |
| *Outside Contractors-LAIF* | 336,994,607.22 | 16.35% |
| *Outside Contractors-Other* | 146,604,134.78 | 7.11% * |
| *Cash* | 48,238,398.53 | 2.34% |
| TOTAL | $2,060,950,658.85 | 100.00% |




### Maturity Distribution

| Time | Par Value | Percent of Total |
|---|---|---|
| *Less 1 yr* | $1,705,017,433.16 | 82.73% |
| *1 to 2 yrs* | 146,416,000.00 | 7.10% |
| *2 to 3 yrs* | 156,209,200.00 | 7.58% |
| *3 to 4 yrs* | 46,514,911.93 | 2.26% |
| *4+ yrs* | 6,793,113.76 | 0.33% |
| TOTAL | $2,060,950,658.85 | 100.00% |




** Does not include the Futuris Public Entity Trust of the Contra Costa Community College District Retirement Board of Authority*

Exhibit II

**CONTRA COSTA COUNTY INVESTMENT POOL**
**PERFORMANCE SUMMARY**
**AS OF MARCH 31, 2012**

| | PAR ($) | * PERCENT OF PORTFOLIO (%) | YTM (%) | | AVERAGE DAYS TO MATURITY AT END-OF-QUARTER (day) | DURATION (year) |
|---|---|---|---|---|---|---|
| **A. Investments Managed by Treasurer's Office** | $1,529,113,518.32 | 74.29% | 0.6690% | | 235 | 0.64 |
| **B. Investments Managed by Outside Contractors** | | | | | | |
| 1. Local Agency Investment Fund | $336,994,607.22 | 16.37% | 0.3800% | | 1 | N/A |
| 2. Other | | | | | | |
| a. Wells Capital Management | $44,322,439.38 | 2.15% | 0.2860% | | 287 | 0.79 |
| b. BofA Global Capital Management | $37,246,249.94 | 1.81% | 0.4030% | | 162 | 0.44 |
| c. CalTRUST (Short-Term Fund) | $62,330,448.62 | 3.03% | 0.4000% | | 1 | N/A |
| **C. Cash** | $48,238,398.53 | 2.34% | 0.2500% | ** | 1 | N/A |

| | |
|---|---|
| * Yield to Maturity on Portfolio at End-of-Quarter = | 0.59% |
| * Weighted Average Days to Maturity on Portfolio at End-of-Quarter = | 184 |
| *Weighted Duration at End-of-Quarter = | 0.50 |

* Excludes: Section B.2.a (Misc), B.2.b (EBRCS Bond) of the Investment Pool Summary and Futuris Public Entity Trust

** Earnings Credit Rate on Investable Balance

LAIF and CalTRUST Short-Term are subject to a one day call of principal provision.

**CONTRA COSTA COUNTY INVESTMENT POOL**

| TYPE | As of March 31, 2012 PAR VALUE | As of December 31, 2011 PAR VALUE | CHANGE IN VALUE FROM PREV. QTR. | % CHANGE |
|---|---|---|---|---|
| **A. Investments Managed by Treasurer's Office** | | | | |
| 1. U.S. Treasuries (STRIPS, Bills, Notes) | $29,277,000.00 | $12,987,000.00 | $16,290,000.00 | *125.43%* |
| 2. U.S. Agencies | | | | |
| Federal Agriculture Mortgage Corporation | 0.00 | 4,272,000.00 | (4,272,000.00) | *-100.00%* |
| Federal Home Loan Banks | 73,570,000.00 | 66,575,000.00 | 6,995,000.00 | *10.51%* |
| Federal National Mortgage Association | 70,908,000.00 | 75,914,000.00 | (5,006,000.00) | *-6.59%* |
| Federal Farm Credit Banks | 155,000.00 | 6,637,000.00 | (6,482,000.00) | *-97.66%* |
| Federal Home Loan Mortgage Corporation | 126,388,000.00 | 115,986,000.00 | 10,402,000.00 | *8.97%* |
| Municipal Bonds | 4,595,000.00 | 1,130,000.00 | 3,465,000.00 | *306.64%* |
| Subtotal | 275,616,000.00 | 270,514,000.00 | 5,102,000.00 | *1.89%* |
| 3. Money Market Instruments | | | | |
| Bankers Acceptances | 0.00 | 15,000,000.00 | (15,000,000.00) | *-100.00%* |
| Repurchase Agreement | 80,000,000.00 | 73,553,000.00 | 6,447,000.00 | *8.77%* |
| Commercial Paper | 561,595,000.00 | 555,025,000.00 | 6,570,000.00 | *1.18%* |
| Negotiable Certificates of Deposit | 476,720,000.00 | 382,775,000.00 | 93,945,000.00 | *24.54%* |
| Medium Term Certificates of Deposit | 2,347,000.00 | 0.00 | 2,347,000.00 | *N/A* |
| Corporate Notes | 102,990,000.00 | 107,505,000.00 | (4,515,000.00) | *-4.20%* |
| Money Market Accounts | 565,318.32 | 0.00 | 565,318.32 | *N/A* |
| Time Deposit | 3,200.00 | 3,200.00 | 0.00 | *0.00%* |
| Subtotal | 1,224,220,518.32 | 1,133,861,200.00 | 90,359,318.32 | *7.97%* |
| **TOTAL** | 1,529,113,518.32 | 1,417,362,200.00 | 111,751,318.32 | *7.88%* |
| **B. Investments Managed by Outside Contractors** | | | | |
| 1. Local Agency Investment Fund | 336,994,607.22 | 419,695,254.19 | (82,700,646.97) | *-19.70%* |
| 2. Other | | | | |
| a. EBRCS Bond | 2,455,113.76 | 2,455,113.76 | 0.00 | *0.00%* |
| b. Miscellaneous (BNY, Mechanics, CCFCU) | 249,883.08 | 287,100.76 | (37,217.68) | *-12.96%* |
| c. Wells Capital Management | 44,322,439.38 | 44,457,219.24 | (134,779.86) | *-0.30%* |
| d. BofA Global Capital Management | 37,246,249.94 | 37,363,845.18 | (117,595.24) | *-0.31%* |
| e. CalTRUST (Short-Term Fund) | 62,330,448.62 | 62,125,059.88 | 205,388.74 | *0.33%* |
| Subtotal | 146,604,134.78 | 146,688,338.82 | (84,204.04) | *-0.06%* |
| **TOTAL** | 483,598,742.00 | 566,383,593.01 | (82,784,851.01) | *-14.62%* |
| **C. Cash** | 48,238,398.53 | 61,231,921.65 | (12,993,523.12) | *-21.22%* |
| *** GRAND TOTAL (FOR A , B, & C)** | $2,060,950,658.85 | $2,044,977,714.66 | $15,972,944.19 | *0.78%* |

* Does not include the Futuris Public Entity Trust of the Contra Costa Community College District Retirement Board of Authority

Exhibit IV

## CONTRA COSTA INVESTMENT POOL

## INVESTMENTS MANAGED BY TREASURER'S OFFICE

## QUARTERLY COUPON RATES, YIELD TO MATURITY

| | | Quarter Ending | | | |
|---|---|---|---|---|---|
| **Fiscal Year** | | **September** | **December** | **March** | **June** |
| 2011/12 | Coupon Rate | 0.8769% | 0.8385% | 0.8122% | |
| | *Yield to Maturity* | 0.6842% | 0.6658% | 0.6739% | |
| 2010/11 | Coupon Rate | 0.9802% | 0.7132% | 0.7326% | 0.6982% |
| | *Yield to Maturity* | *0.7494%* | *0.5866%* | *0.6133%* | *0.5612%* |
| 2009/10 | Coupon Rate | 1.2464% | 0.8931% | 0.8610% | 0.8212% |
| | *Yield to Maturity* | *1.1095%* | *0.7840%* | *0.7373%* | *0.6993%* |
| 2008/09 | Coupon Rate | 4.4019% | 1.7623% | 1.2918% | 1.2418% |
| | *Yield to Maturity* | *4.2819%* | *1.6574%* | *1.1808%* | *1.1231%* |
| 2007/08 | Coupon Rate | 5.1675% | 4.6491% | 3.3805% | 2.9712% |
| | *Yield to Maturity* | *5.2022%* | *4.6583%* | *3.3454%* | *2.9048%* |
| 2006/07 | Coupon Rate | 5.1683% | 5.1819% | 5.2384% | 5.2407% |
| | *Yield to Maturity* | *5.2286%* | *5.2229%* | *5.2766%* | *5.2705%* |
| 2005/06 | Coupon Rate | 3.6925% | 4.1660% | 4.6328% | 5.0427% |
| | *Yield to Maturity* | *3.6818%* | *4.1594%* | *4.6358%* | *5.0821%* |
| 2004/05 | Coupon Rate | 2.1109% | 2.3830% | 2.8425% | 3.2638% |
| | *Yield to Maturity* | *1.9760%* | *2.3120%* | *2.7875%* | *3.2291%* |
| 2003/04 | Coupon Rate | 1.6993% | 1.4465% | 1.4270% | 1.6099% |
| | *Yield to Maturity* | *1.4752%* | *1.2980%* | *1.2963%* | *1.5080%* |
| 2002/03 | Coupon Rate | 2.5929% | 1.9482% | 1.9069% | 1.6927% |
| | *Yield to Maturity* | *2.3942%* | *1.7569%* | *1.7081%* | *1.5407%* |
| 2001/02 | Coupon Rate | 3.7659% | 2.5294% | 2.5390% | 2.4940% |
| | *Yield to Maturity* | *3.7085%* | *2.4592%* | *2.4477%* | *2.3841%* |
| 2000/01 | Coupon Rate | 6.4706% | 6.4644% | 5.4202% | 4.4548% |
| | *Yield to Maturity* | *6.5549%* | *6.5217%* | *5.4313%* | *4.4322%* |

Source: Contra Costa County Treasurer's Quarterly Investment Report - (RPTMKT)

Exhibit IV (a)

## CONTRA COSTA INVESTMENT POOL

## INVESTMENTS MANAGED BY OUTSIDE CONTRACTOR

## LAIF QUARTERLY APPORTIONMENT RATES

| | | Quarter Ending | | | |
|---|---|---|---|---|---|
| **Fiscal Year** | | **September** | **December** | **March** | **June** |
| 2011/12 | Interest Rate | 0.38% | 0.38% | 0.38% | |
| 2010/11 | Interest Rate | 0.51% | 0.46% | 0.50% | 0.48% |
| 2009/10 | Interest Rate | 0.90% | 0.60% | 0.56% | 0.56% |
| 2008/09 | Interest Rate | 2.77% | 2.54% | 1.91% | 1.51% |
| 2007/08 | Interest Rate | 5.24% | 4.96% | 4.18% | 3.11% |
| 2006/07 | Interest Rate | 4.93% | 5.11% | 5.17% | 5.23% |
| 2005/06 | Interest Rate | 3.18% | 3.63% | 4.03% | 4.53% |
| 2004/05 | Interest Rate | 1.67% | 2.00% | 2.38% | 2.85% |
| 2003/04 | Interest Rate | 1.63% | 1.56% | 1.47% | 1.44% |
| 2002/03 | Interest Rate | 2.63% | 2.31% | 1.98% | 1.77% |
| 2001/02 | Interest Rate | 4.47% | 3.52% | 2.96% | 2.75% |
| 2000/01 | Interest Rate | 6.47% | 6.52% | 6.16% | 5.32% |
| 1999/00 | Interest Rate | 5.21% | 5.49% | 5.80% | 6.18% |

Source: Contra Costa County Treasurer's Quarterly Investment Report - LAIF Statements

Exhibit IV (b)

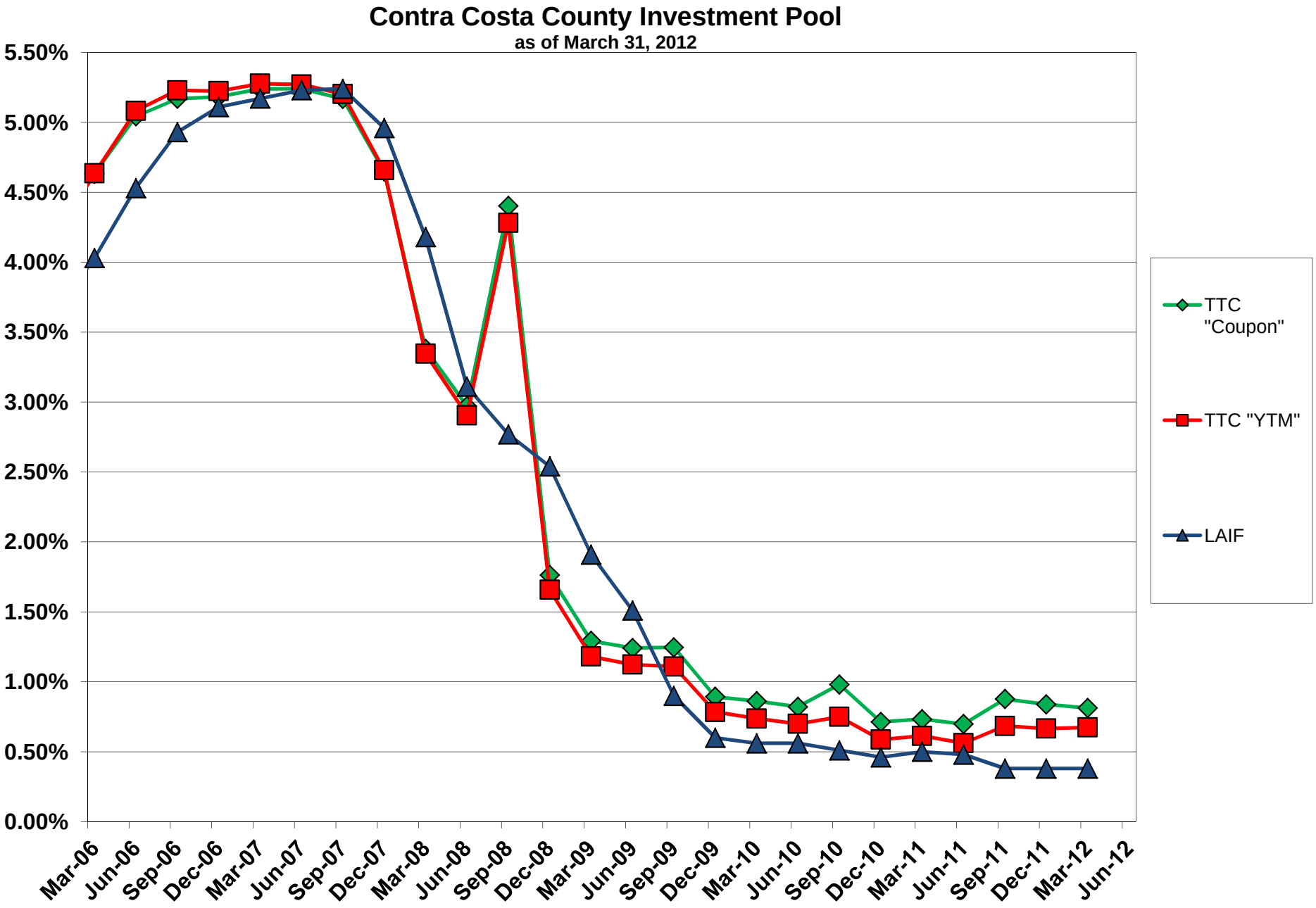
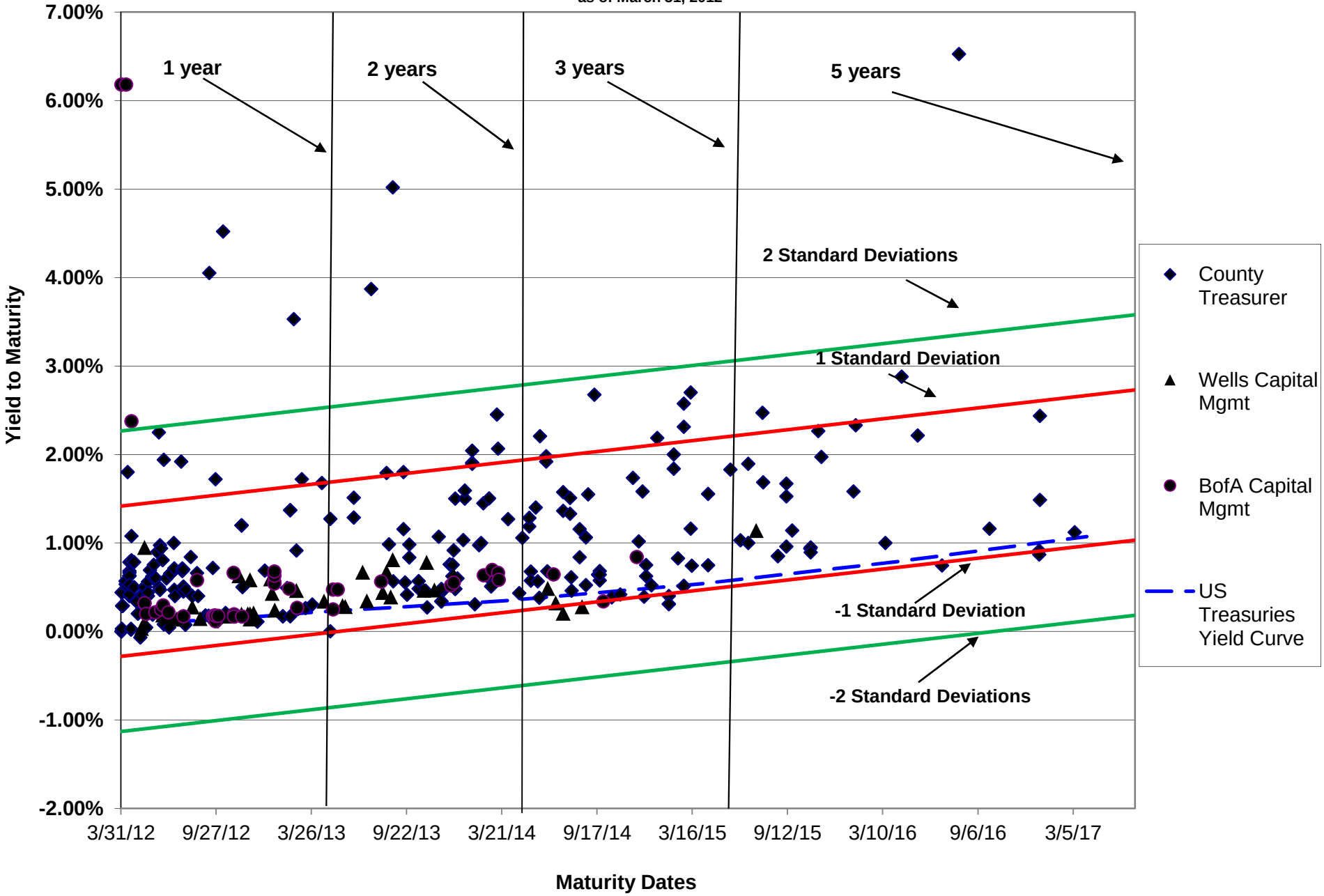

Contra Costa County Investment Pool
as of March 31, 2012
5.50%
5.00%
4.50%
4.00%
3.50%
3.00%
2.50%
2.00%
1.50%
1.00%
0.50%
0.00%
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08
Sep-08
Dec-08
Mar-09
Jun-09
Sep-09
Dec-09
Mar-10
Jun-10
Sep-10
Dec-10
Mar-11
Jun-11
Sep-11
Dec-11
Mar-12
Jun-12
TTC "Coupon"
TTC "YTM"
LAIF

Exhibit IV (c)

# Risk Assessment

as of March 31, 2012



# Risk Assessment

Exhibit IV (d)

**(Securities Greater Than Two Standard Deviations)**

**As of March 31, 2012**

| CUSIP | DESCRIPTION | PURCHASE DATE | PAR | COST | MARKET | COUPON (%) | MATURITY DATE | YTM (%) |
|---|---|---|---|---|---|---|---|---|
| 204712FD0 | AUHSD MUNI COMPTONCA CNTY REDEV | 1/3/2012* | 10,000.00 | 7,453.00 | 7,453.00 | 0.00 | 8/1/16 | 6.53 |
| 064057BA9 | BOFA BNAK OF NEW YORK MELLON | 6/21/10 | 245,000.00 | 265,692.70 | 252,809.38 | 6.38 | 4/1/12 | 6.18 |
| 064057BA9 | BOFA BNAK OF NEW YORK MELLON | 6/21/10 | 255,000.00 | 276,366.45 | 263,128.12 | 6.38 | 4/1/12 | 6.18 |
| 06406HBK4 | CCCCD CORP BNY MELLON | 8/29/08 | 280,000.00 | 281,387.32 | 297,893.75 | 5.13 | 8/27/13 | 5.02 |
| 3133XML66 | WT GOV FHLB NOTES | 10/22/07 | 170,000.00 | 170,239.89 | 175,790.63 | 4.63 | 10/10/12 | 4.52 |
| 3133XCTG8 | RM GOV FHLB NOTES | 10/20/08 | 4,895,000.00 | 4,924,312.57 | 5,037,260.94 | 4.50 | 9/14/12 | 4.05 |
| 31359MSL8 | WT GOV FNMA NOTES | 10/14/08 | 160,000.00 | 161,675.04 | 169,800.00 | 4.38 | 7/17/13 | 3.87 |
| 31359MQV8 | WT GOV FNMA GLOBAL NOTES | 4/2/08 | 165,000.00 | 168,469.51 | 173,301.56 | 4.75 | 2/21/13 | 3.53 |
| 36962G2L7 | BOFA GENERAL ELEC CAP CORP | 12/6/10 | 600,000.00 | 631,764.00 | 614,677.80 | 5.00 | 4/10/12 | 2.38 |

*Date that the security was transferred from AUHSD to Contra Costa County Investment Pool Managed by Treasurer's Office

## CONTRA COSTA COUNTY INVESTMENT POOL

### AVERAGE INFORMATION
### January 1, 2012 through March 31, 2012

| | AVERAGE DAILY BALANCE (PAR) | PERCENT OF PORTFOLIO | AVERAGE RETURN | AVERAGE DAYS TO MATURITY AS A PERCENT OF PORTFOLIO | AVERAGE DAYS TO MATURITY FOR THE QUARTER |
|---|---|---|---|---|---|
| **A. Investments Managed by Treasurer's Office** | $1,440,590,517.95 | 72.01% | 0.6703% | 168.91 | 235 |
| **B. Investments Managed by Outside Contractors** | | | | | |
| 1. Local Agency Investment Fund | $364,797,719.38 | 18.24% | 0.3857% | 0.18 | 1 |
| 2. Other | | | | | |
| a. Wells Capital Management | $44,412,947.11 | 2.22% | 0.2970% | 5.95 | 268 |
| b. BofA Global Capital Management | $37,219,202.10 | 1.86% | 0.3733% | 3.14 | 169 |
| c. CalTRUST Short Term Fund | $62,278,716.23 | 3.11% | 0.4767% | 0.03 | 1 |
| d. Cash | $48,431,131.10 | 2.42% | 0.1841% | 0.02 | 1 |
| Total | $1,997,730,233.86 | 99.86% | | | |
| * Weighted Average Return of Portfolio = | | | 0.59% | 178 | |

* Excludes: Section B.2.a (EBRCS Bond), B.2.b (Misc.) of the Investment Pool Summary and Futuris Public Entity Trust

LAIF and CalTRUST Short Term Fund are subject to a one day call of principal provision

**CONTRA COSTA COUNTY INVESTMENT POOL**
**SUMMARY OF POOL RATES AND BENCHMARKS**
**AS OF MARCH 31, 2012**

| **Pool Rates:** | YTM as of 3/31/12 | Quarterly Ave. | | Average Days to Maturity |
|---|---|---|---|---|
| Total County Portfolio | 0.59% | 0.59% | | 236 |
| Investments Managed by Treasurer's Office | 0.67% | 0.67% | | 235 |
| Wells Capital Management | 0.29% | 0.30% | | 268 |
| BofA Global Capital Management | 0.40% | 0.37% | | 169 |
| CalTRUST Short Term Fund | 0.40% | 0.48% | * | 438 |

| | Quarterly Apportionment Rate | PMIA Ave. Effective Yield | | |
|---|---|---|---|---|
| Local Agency Investment Fund (LAIF) | 0.38% | 0.39% | * | 243 |

| **Benchmarks:** | 3/31/12 | 1/1/12 - 3/31/12 High | Ave. | Low |
|---|---|---|---|---|
| Federal Fund Rate | 0.1000% | 0.3125% | 0.1149% | 0.0700% |
| Three Month Treasury Bill | 0.0870% | 0.1320% | 0.1080% | 0.0780% |
| Three Month LIBOR | 0.4682% | 0.5825% | 0.5135% | 0.4682% |
| Vanguard Prime Money Mkt Fund | 0.0100% | | | |

* Average days to maturity (with a one day call of principal provision)

Exhibit V (b)

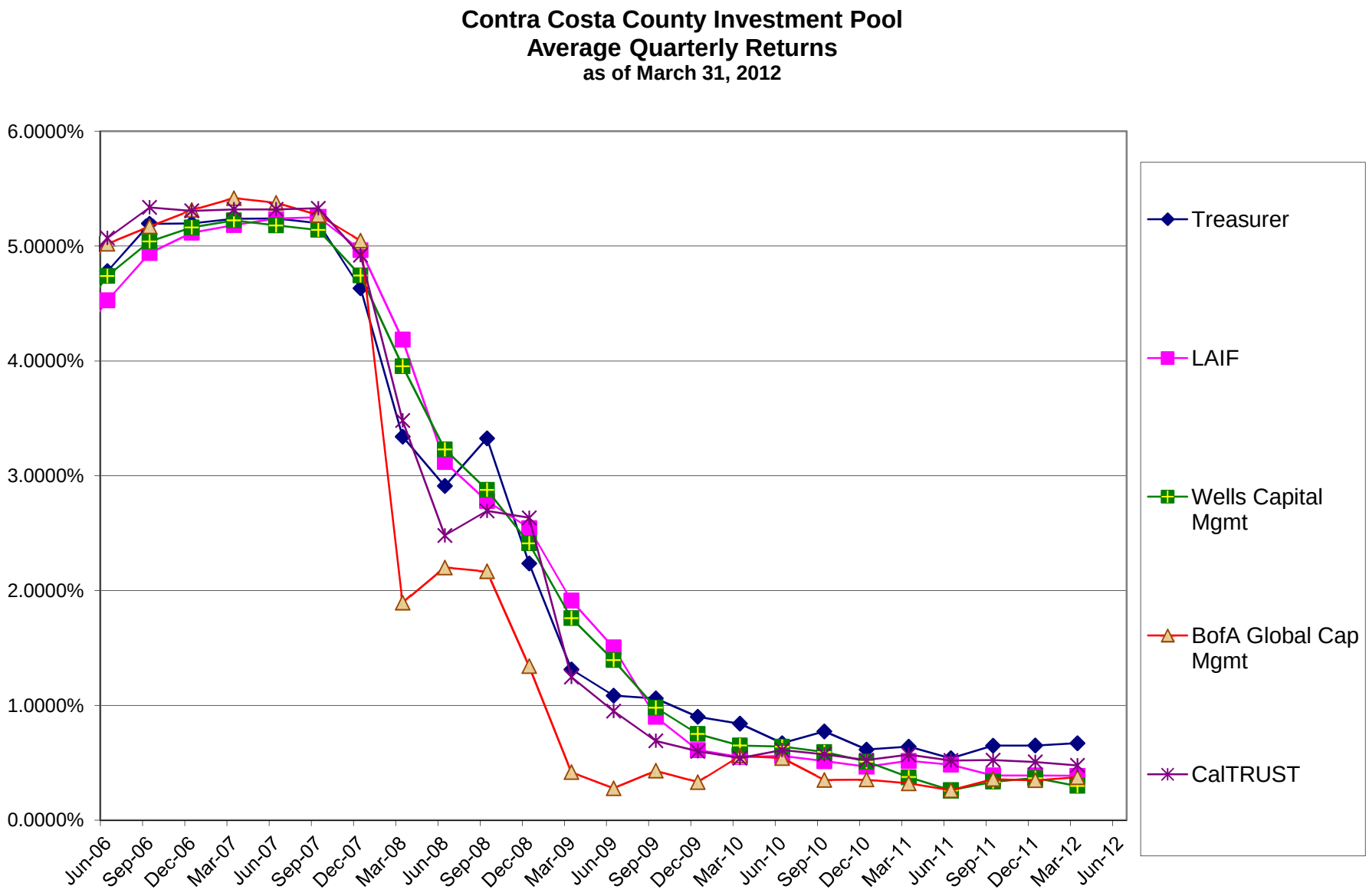

Contra Costa County Investment Pool
Average Quarterly Returns
as of March 31, 2012
6.0000%
5.0000%
4.0000%
3.0000%
2.0000%
1.0000%
0.0000%
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08
Sep-08
Dec-08
Mar-09
Jun-09
Sep-09
Dec-09
Mar-10
Jun-10
Sep-10
Dec-10
Mar-11
Jun-11
Sep-11
Dec-11
Mar-12
Jun-12
Treasurer
LAIF
Wells Capital Mgmt
BofA Global Cap Mgmt
CalTRUST

Exhibit VI

**CONTRA COSTA COUNTY**
**TREASURER'S INVESTMENT PORTFOLIO**
**STRUCTURED SECURITIES**
**March 31, 2012**

| Callable/Float Rate Security | CUSIP | Par Amount | Coupon Rate | Yield at Purchase | Purchase Price (Incl. Int.) | Purchase Date | Callable/Step/Float Rate Note - Provisions | Fund # * |
|---|---|---|---|---|---|---|---|---|
| FNMA Float Rate 9/13/12 | 31398A3X8 | $350,000 | 0.3199% | 0.1758% | $350,350.00 | 1/3/2012[1] | Quaterly: FEDL01+23 bps Next: 6/13/12 | 5033 |
| FNMA Float Rate 9/13/12 | 31398A3X8 | $600,000 | 0.3199% | 0.1758% | $600,600.00 | 1/3/2012[1] | Quaterly: FEDL01+23 bps Next: 6/13/14 | 5007 |
| WACHOVIA Float Rate Note 5/1/13 | 92976WBK1 | $1,000,000 | 2.3169% | 0.2016% | $1,028,947.00 | 1/25/11 | Quarterly: LIBOR +177 bps Next: 11/3/11 | 7903 |
| FNMA Callable Note 9/19/13 | 3135G0DE0 | $300,000 | 0.5000% | 0.5552% | $299,718.00 | 1/3/12[1] | One time: 9/19/12 (w/10 days notice) | 5007 |
| FHLMC Callable Note 12/23/13 | 3134G1C36 | $10,000,000 | 1.0000% | 1.0127% | $9,874,166.67 | 2/14/11 | One time: 3/23/11[2] | 8177 |
| FHLMC Callable Note 12/27/13 | 3134G3EU0 | $10,000,000 | 0.6000% | 0.6000% | $10,000,000.00 | 12/27/11 | Quarterly; Next: 12/27/12 | 8177 |
| Berkshire Hathaway Callable 1/10/14 | 084664BR1 | $10,000,000 | 1.5000% | 1.5010% | $9,999,700.00 | 1/11/11 | Make-whole call +10 bps | 8177 |
| Berkshire Hathaway Callable 1/10/14 | 084664BR1 | $1,300,000 | 1.5000% | 1.5040% | $1,296,516.00 | 1/11/11 | Make-whole call +10 bps | 6911 |
| GE Fixed-to-Float 2/6/14 | 36962G4U5 | $10,000,000 | 0.9758% | 1.5000% | $10,000,000.00 | 12/6/10 | 1.50% to 12/6/11; 3 Mo. LIBOR +50 bps thereafter | 8177 |
| WESTPAC Banking Float Rate 2/14/14 | 96121TLT3 | $2,250,000 | 1.4480% | 1.4480% | $2,250,000.00 | 2/16/12 | Quarterly: LIBOR +95 bps Next 5/14/12 | 6911 |
| Johnson & Johnson Callable 5/15/14 | 478160AX2 | $490,000 | 1.2000% | 0.5741% | $497,982.10 | 1/3/12[1] | Make-whole call +5 bps | 5007 |
| Berkshire Hathway Float Rate Note 8/15/14 | 084670BA5 | $1,200,000 | 1.1572% | 0.9803% | $1,200,000.00 | 8/15/11 | Quarterly: LIBOR +70 bps Next: 2/15/12 | 6911 |
| Proctor & Gamble Callable Note 8/15/14 | 742718DU0 | $500,000 | 0.7000% | 0.8390% | $497,945.00 | 8/15/11 | Quarterly: LIBOR + 70bps Next: 2/15/12 | 6911 |
| FNMA Callable Note 12/5/14 | 3135G0FZ1 | $10,000,000 | 1.0000% | 1.0170% | $9,995,000.00 | 12/5/11 | Quarterly; Next: 6/5/12 | 8177 |
| FHLMC Structured Notes 12/19/14 | 3134G3ES5 | $10,000,000 | 0.6250% | 0.6250% | $10,000,000.00 | 12/19/11 | Quarterly; Next: 12/19/12; 0.625% to 6/19/13; 1.00% to 12/19/13; 1.375% to 6/19/14; 2.00% to 12/19/14 | 8177 |
| FHLMC Callable Note 6/30/15 | 3134G3EN6 | $10,000,000 | 1.0000% | 1.0000% | $10,000,000.00 | 12/30/11 | One time: 12/30/13 | 8177 |
| | Total | $77,990,000 | | | | | | |

* Fund #
5007 Acalanes Unified High School District
5033 Acalanes Unified High School District
6911 Contra Costa County Schools Insurance Group
7903 Contra Costa Community College District Retiree Health Benefits
8177 County (Pool)

1. Date that the security was transferred from AUHSD to Contra Costa County Investment Pool managed by Treasurer's Office
2. A bullet security as the call date has passed

**CONTRA COSTA COUNTY**
**CALTRUST SHORT TERM FUND**
**STRUCTURED SECURITIES**
**March 31, 2012**

Exhibit VI (a)

| DESCRIPTION | CUSIP | MATURITY DATE | MARKET | COST | PROVISIONS |
|---|---|---|---|---|---|
| AMERICAN EXPRESSCREDIT 3/16/2015 | 02582JDS6 | 3/16/2015 | $8,001,536.00 | $8,004,687.50 | Float monthly: LIBOR +7 bps; 5% cleanup call |
| AMERICAN HONDAFINANCE 11/7/2012 | 02666QH55 | 11/7/2012 | $7,811,988.60 | $7,801,762.40 | Float quarterly: LIBOR +37 bps Next: 2/7/12 |
| AMERICAN HONDAFINANCE 8/5/2013 | 02666QG49 | 8/5/2013 | $1,200,012.00 | $1,205,536.80 | Float quarterly: LIBOR +60 bps Next: 5/8/12 |
| BANK OF NEW YORK MELFLOATING 7/28/2014 | 06406HBW8 | 7/28/2014 | $6,910,087.80 | $6,853,157.55 | Float quarterly: LIBOR +27 bps Next: 4/30/12 |
| BELLSOUTH CORP4.295 04/26/2012 | 079860AA0 | 4/26/2012 | $4,044,308.00 | $4,143,560.00 | One time call: 4/26/12 |
| BERKSHIRE HATHAWAYINC 8/15/2014 | 084670BA5 | 8/15/2014 | $6,414,329.60 | $6,400,000.00 | Float quarterly: LIBOR +70 bps Next: 2/15/12 |
| CALIFORNIA ST DEPTWTR 5.5% 5/1/2014 | 13066YDU0 | 5/1/2014 | $4,056,040.00 | $4,291,360.00 | Callable on 5/1/12 at $101.00 |
| CALIFORNIA ST TAX-ABLE 5.65% 4/1/2039 | 13063A5F7 | 4/1/2039 | $2,412,309.00 | $2,451,386.00 | Make whole call + 50 bps |
| CATERPILLAR FINANCI-AL SE 2/9/2015 | 14912L5A5 | 2/9/2015 | $5,021,385.00 | $5,000,000.00 | Float quarterly: LIBOR +35 bps Next: 5/9/12 |
| CHASE ISSUANCE TRUST10/15/14 | 161571CH5 | 10/15/2014 | $5,076,769.50 | $5,298,601.56 | 10% cleanup call |
| CHASE ISSUANCE TRUST12/15/2014 | 161571AX2 | 12/15/2014 | $3,001,161.00 | $3,001,875.00 | Float monthly: LIBOR +7 bps; 10% cleanup call |
| CITIBANK CREDIT CARD8/20/2014 | 17305EDX0 | 8/20/2012 | $5,308,564.80 | $5,316,066.41 | Float monthly: LIBOR +35 bps Next: 2/21/12 |
| COCA-COLA CO/THE3/14/2014 | 191216AW0 | 3/14/2014 | $5,904,637.40 | $5,900,000.00 | Float quarterly: LIBOR -5 bps Next: 6/14/12 |
| DELL INC 4/1/2014 | 24702RAR2 | 4/1/2014 | $1,508,976.00 | $1,510,485.00 | Float quarterly: LIBOR +60 bps Next: 4/2/12 |
| EI DU PONT DENEMOURS 3/25/2014 | 263534CH0 | 3/25/2014 | $1,007,305.00 | $1,006,100.00 | Float quarterly: LIBOR +42 bps Next: 6/25/12 |
| FANNIE MAE 0.5%12/27/2013 | 3135G0GU1 | 12/27/2013 | $6,903,898.50 | $6,916,836.00 | One time call: 12/27/12 |
| FANNIE MAE 0.50%9/19/2013 | 3135G0DE0 | 9/19/2013 | $3,150,088.20 | $3,155,503.05 | One time call: 9/19/12 |
| FANNIE MAE 0.625%10/25/2013 | 3135G0EH2 | 10/25/2013 | $5,001,965.00 | $4,999,500.00 | Quarterly call: 4/25/12 |
| FANNIE MAE 0.9%12/5/2014 | 3135G0GH0 | 12/5/2014 | $5,018,320.00 | $5,026,150.00 | One time call: 12/5/12 |
| FEDERAL FARM CREDITBANK 0.6% 6/13/2013 | 31331KMZ0 | 6/13/2013 | $9,508,293.50 | $9,500,000.00 | Call anytime after 6/13/12 |
| FEDERAL FARM CREDITBANK 10/12/2012 | 31331JR47 | 10/12/2012 | $5,004,535.00 | $5,001,180.00 | Call anytime after 6/13/12 |
| FEDERAL FARM CREDITBANK 12/6/2013 | 31331J4L4 | 12/6/2013 | $5,901,462.55 | $5,892,000.00 | Float monthly: LIBOR +5 bps Next: 2/6/12 |
| FEDERAL FARM CREDITBANK 4/25/16 | 31331KJL5 | 4/25/2016 | $7,342,308.58 | $7,327,075.99 | Call schedule is not specified |
| FREDDIE MAC 0.50%1/3/2014 | 3134G3GZ7 | 1/3/2014 | $15,016,380.00 | $15,030,540.00 | One time call: 1/3/13 |
| FREDDIE MAC 0.50%10/18/2013 | 3134G2S86 | 10/18/2013 | $6,990,445.00 | $6,989,920.00 | Quarterly call: 4/18/12 |
| FREDDIE MAC 0.55%12/27/2013 | 3134G3DT4 | 12/27/2013 | $10,008,060.00 | $10,018,000.00 | One time call: 12/27/12 |
| FREDDIE MAC 0.711/4/2013 | 3134G22H4 | 11/4/2013 | $2,220,630.48 | $2,222,553.00 | Quarterly call: 5/4/12 |
| FREDDIE MAC 0.8%4/19/2013 | 3134G1VX9 | 4/19/2013 | $2,814,266.00 | $2,818,284.00 | One time call: 4/19/11 |
| FREDDIE MAC 11/4/13 | 3134G25F5 | 11/4/2013 | $4,000,668.00 | $3,999,240.00 | Float monthly: LIBOR -3 bps Next: 2/4/12 |
| FREDDIE MAC 3/15/15 | 31398V2J4 | 3/15/2015 | $2,937,394.74 | $2,956,468.36 | 1% cleanup call |
| GE CAPITAL CREDITCARD 3.69% 7/15/15 | 36159JBM2 | 7/15/2015 | $3,047,247.00 | $3,097,500.00 | 10% cleanup call |
| GENERAL ELEC CAPCORP 1/7/2014 | 36962G4W1 | 1/7/2014 | $7,882,224.00 | $8,045,840.00 | Float quarterly: LIBOR +85 bps Next: 4/10/12 |
| GENERAL ELEC CAPCORP 9/15/2014 | 36962GK94 | 9/15/2014 | $2,999,470.72 | $2,991,385.40 | Float quarterly: LIBOR +26 bps Next: 6/15/12 |
| HONDA AUTO RECEIV-ABLES 9/15/2013 | 43813UAB6 | 9/15/2013 | $7,403,278.20 | $7,399,325.86 | 10% cleanup call |
| JOHN DEERE OWNERTRUST 06/16/14 | 477867AB1 | 6/16/2014 | $6,515,801.12 | $6,519,052.30 | 10% cleanup call |
| JOHNSON & JOHNSON5/15/2014 | 478160BC7 | 5/15/2014 | $3,809,142.80 | $3,808,654.00 | Float quarterly: LIBOR +9 bps Next: 2/15/12 |
| JPMORGAN CHASE & CO5/2/2014 | 46623EJH3 | 5/2/2014 | $8,433,645.00 | $8,682,453.50 | Float quarterly: LIBOR +75 bps Next: 3/15/12 |
| MET LIFE GLOB FUND-ING 8/13/2012 | 59217EAT1 | 8/13/2012 | $1,588,519.71 | $1,589,279.73 | Float quarterly: LIBOR +22 bps Next: 2/13/12 |
| METLIFE INSTITUTION-AL FD 4/4/2014 | 59157BAF9 | 4/4/2014 | $9,533,763.00 | $9,543,320.00 | Float quarterly: LIBOR +90 bps Next: 7/5/12 |
| PROCTOR & GAMBLE CO2/6/2014 | 742718DX4 | 2/6/2014 | $7,354,695.40 | $7,348,534.30 | Float quarterly: LIBOR -8 bps Next: 5/6/12 |
| SAN FRANCISCO CALIFCITY 5/1/2013 | 79766DCQ0 | 5/1/2013 | $2,000,180.00 | $2,000,000.00 | Make-whole call +30 bps |
| SAN LEANDRO CALIF1.14% 6/1/2013 | 79844PAA6 | 6/1/2013 | $719,172.00 | $720,000.00 | Call anytime after 3/22/12 |
| STATE STREET CORP3/7/2014 | 857477AJ2 | 3/7/2014 | $7,178,312.00 | $7,258,516.75 | Float quarterly: LIBOR +35 bps Next: 3/7/12 |
| VERIZON COMMUNICA-TIONS 3/28/2014 | 92343VAZ7 | 3/28/2014 | $4,993,535.00 | $5,003,453.00 | Float quarterly: LIBOR +61 bps Next: 3/28/12 |
| | | Total: | **$232,957,111.21** | **$234,045,143.46** | |

Note:

Contra Costa County invests approximately $62.3 million in the CalTRUST Short Term Fund which had assets of $609.0 million as of 3/31/12. The above data represents the information at the Short Term Fund level, not at the Contra Costa County account level.

Exhibit VI (b)

**CONTRA COSTA COUNTY**
**WELLS CAP MANAGEMENT**
**STRUCTURED SECURITIES**
**March 31, 2012**

| DESCRIPTION | CUSIP | MATURITY DATE | PAR | MARKET | COST | PROVISIONS |
|---|---|---|---|---|---|---|
| ARCHER-DANIELS-MIDLAND C | 039483BA9 | 08/13/2012 | $700,000.00 | $701,708.04 | $700,000.00 | Float quarterly: LIBOR +16 bps Next: 5/13/12 |
| CA UNI-FLTG-TXB-Y-2 | 91412GFA8 | 07/01/2014 | $750,000.00 | $750,230.62 | $750,000.00 | Float monthly: LIBOR +40 bps Next: 4/1/12 |
| CCCIT 2007-A7 A7 | 17305EDX0 | 08/20/2014 | $700,000.00 | $701,279.68 | $702,214.84 | Float monthly: LIBOR + 35 bps Next: 2/21/12; 5% cleanup call |
| CHAIT 2055-A6 A6 | 161571AN4 | 12/20/2013 | $700,000.00 | $700,250.12 | $700,218.75 | Float monthly: LIBOR + 7 bps Next:4/16/12; 10% cleanup call |
| COCA-COLA CO/THE | 191216AQ3 | 05/15/2012 | $700,000.00 | $700,918.54 | $700,532.00 | Float quarterly: LIBOR +5 bps Next: 5/15/12 |
| FANNIE MAE | 3135G0EU3 | 10/25/2013 | $1,000,000.00 | $1,001,915.83 | $1,000,000.00 | Quarterly call: 10/25/12 |
| FANNIE MAE | 3135G0CC5 | 08/23/2013 | $750,000.00 | $750,907.17 | $751,110.00 | One time call: 8/23/12 |
| FANNIE MAE | 3135G0FG3 | 11/14/2013 | $1,000,000.00 | $1,003,114.33 | $1,001,700.00 | One time call: 11/14/12 |
| FREDDIE MAC | 3134G1VX9 | 04/19/2013 | $1,500,000.00 | $1,510,042.50 | $1,509,795.00 | One time call: 4/19/11 |
| FREDDIE MAC | 3134G2SL7 | 08/08/2013 | $1,000,000.00 | $1,002,534.64 | $1,002,680.00 | One time call: 8/8/12 |
| GEMNT 2009-2 A | 36159JBM2 | 07/15/2015 | $500,000.00 | $508,694.45 | $516,250.00 | 10% cleanup call |
| JDOT 2011-A A2 | 477867AB1 | 06/16/2014 | $600,000.00 | $599,784.51 | $599,966.16 | 10% cleanup call |
| JPMORGAN CHASE & CO | 46623EJA8 | 02/26/2013 | $700,000.00 | $703,721.99 | $702,184.00 | Float quarterly: LIBOR +65 bps Next: 2/27/12 |
| TARET CORP | 87612EAY2 | 01/11/2013 | $750,000.00 | $752,071.83 | $750,000.00 | Float quarterly: LIBOR +3 bps Next: 4/11/12 |
| | | Total: | **$11,350,000.00** | **$11,387,174.26** | **$11,386,650.75** | |

**CONTRA COSTA COUNTY**
**BOFA GLOBAL CAPITAL MANAGEMENT**
**STRUCTURED SECURITIES**
**March 31, 2012**

| DESCRIPTION | CUSIP | MATURITY DATE | PAR | MARKET | COST | PROVISIONS |
|---|---|---|---|---|---|---|

No Structured Securities in the portfolio as of 3/31/12.

# PAR VALUES MATURING BY DATE AND TYPE
## Maturities in Millions of Dollars

| ITEM | 1 day to 30 days | 31 days to 60 days | 61 days to 90 days | 91 days to 120 days | 121 days to 150 days | 151 days to 180 days | 181 days to 210 days | 211 days to 270 days | 271 days to 1 year | 1 year to 2 years | 2 years to 3 years | 3 years to 4 years | 4 years to 5 year/out |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| TREASURY | $ 1,100 | $ 500 | $ 4,100 | $ 3,400 | | $ 1,100 | $ 2,200 | $ 3,250 | $ 5,450 | $ 5,300 | $ 6,050 | | |
| REPO | | | | | | | | | | | | | |
| TDs | $ 1,507 | $ 787 | $ 991 | $ 656 | $ 231 | $ 129 | | | | | | | |
| AGENCY | $ 1,059 | | $ 3,803 | $ 264 | $ 175 | | $ 200 | $ 1,250 | $ 200 | $ 1,177 | $ 731 | | |
| BAs | | | | | | | | | | | | | |
| CP | $ 400 | | | | | | | | | | | | |
| CDs + BNs | $ 2,100 | $ 1,725 | $ 2,300 | | $ 400 | $ 150 | | $ 200 | | | | | |
| CORP BND | | | | | | | | | | | | | |
| TOTAL $ 52,885 | $ 6,166 | $ 3,012 | $ 11,194 | $ 4,320 | $ 806 | $ 1,379 | $ 2,400 | $ 4,700 | $ 5,650 | $ 6,477 | $ 6,781 | $ - | $ - |
| PERCENT | 11.7% | 5.7% | 21.2% | 8.2% | 1.5% | 2.6% | 4.5% | 8.9% | 10.7% | 12.2% | 12.8% | 0.0% | 0.0% |

Notes:
1. SBA Floating Rate Securities are represented at coupon change date.
2. Mortgages are represented at current book value.
3. Figures are rounded to the nearest million.
4. Does not include AB55 and General Fund loans.

# State of California
# Pooled Money Investment Account
# Market Valuation
# 3/31/2012

| Description | Carrying Cost Plus Accrued Interest Purch. | Amortized Cost | Fair Value | Accrued Interest |
|---|---|---|---|---|
| | | | | |
| United States Treasury: | | | | |
| Bills | $ 17,422,080,482.50 | $ 17,436,902,610.82 | $ 17,437,805,500.00 | NA |
| Notes | $ 14,977,688,026.40 | $ 14,977,532,097.26 | $ 15,019,802,000.00 | $ 24,833,290.00 |
| | | | | |
| Federal Agency: | | | | |
| SBA | $ 534,134,101.92 | $ 534,134,101.92 | $ 534,481,633.25 | $ 560,284.25 |
| MBS-REMICs | $ 364,494,180.83 | $ 364,494,180.83 | $ 398,517,355.21 | $ 1,734,748.09 |
| Debentures | $ 976,090,670.91 | $ 976,089,837.57 | $ 975,898,250.00 | $ 1,898,749.25 |
| Debentures FR | $ - | $ - | $ - | $ - |
| Discount Notes | $ 4,791,501,388.76 | $ 4,797,382,500.10 | $ 4,798,731,000.00 | NA |
| GNMA | $ 23,601.72 | $ 23,601.72 | $ 23,791.92 | $ 231.18 |
| | | | | |
| IBRD Debenture | $ 399,921,857.92 | $ 399,921,857.92 | $ 400,000,000.00 | $ 588,888.00 |
| | | | | |
| IBRD Deb FR | $ 300,000,000.00 | $ 300,000,000.00 | $ 300,084,000.00 | $ 445,456.67 |
| | | | | |
| CDs and YCDs FR | $ 400,000,000.00 | $ 400,000,000.00 | $ 400,000,000.00 | $ 292,546.67 |
| Bank Notes | $ - | $ - | $ - | $ - |
| CDs and YCDs | $ 6,475,010,947.96 | $ 6,475,010,947.96 | $ 6,474,105,775.80 | $ 7,969,493.06 |
| Commercial Paper | $ 399,835,583.34 | $ 399,997,999.98 | $ 399,996,666.67 | NA |
| | | | | |
| Corporate: | | | | |
| Bonds FR | $ - | $ - | $ - | $ - |
| Bonds | $ - | $ - | $ - | $ - |
| | | | | |
| Repurchase Agreements | $ - | $ - | $ - | $ - |
| Reverse Repurchase | $ - | $ - | $ - | $ - |
| | | | | |
| Time Deposits | $ 4,300,640,000.00 | $ 4,300,640,000.00 | $ 4,300,640,000.00 | NA |
| AB 55 & GF Loans | $ 13,005,304,171.26 | $ 13,005,304,171.26 | $ 13,005,304,171.26 | NA |
| | | | | |
| TOTAL | $ 64,346,725,013.52 | $ 64,367,433,907.34 | $ 64,445,390,144.11 | $ 38,323,687.17 |

Fair Value Including Accrued Interest $ 64,483,713,831.28

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and
Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

The value of each participating dollar equals the fair value divided by the amortized cost **(1.001211113)**.
As an example: if an agency has an account balance of $20,000,000.00, then the agency would report its participation in the LAIF valued at $20,024,222.26 or $20,000,000.00 x**1.001211113**.

# DISCLOSURE STATEMENT

## Portfolio Holdings: Structured Notes and Asset-Backed Securities

The Treasury Investment Division has received a number of inquiries concerning our various portfolio holdings. Questions involving structured notes, derivative products*, and asset-backed securities are the most notable.

In an effort to clarify the information provided in our monthly statements, we would like to share with you our investment positions in structured notes and asset-backed securities.

Following are the State of California Treasurer's holdings in each category as of March 31, 2012:

**** The Pooled Money Investment Account Portfolio has not invested in, nor will it invest in, Derivative Products as defined in FASB 133.***

1. Structured Notes

Structured notes are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options. They are issued by corporations and by government-sponsored enterprises such as the Federal National Mortgage Association and the Federal Home Loan Bank System or an international agency such as the World Bank.

Securities Accountability

Structured Notes

| | | |
|---|---|---|
| a. | Callable Agency | $ 00.000 million |
| b. | LIBOR Agency Floater | $ 300.000 million |
| c. | 3 month LIBOR Corporate Floater | $ 00.000 million |
| d. | 3 month LIBOR Bank Floater | $ 400.000 million |
| e. | 2 year CMT Corporate Floater | $ 00.000 million |
| f. | 3 month T-Bill Agency Floater | $ 00.000 million |
| g. | 3 month T-Bill Corporate Floater | $ 00.000 million |

U.S. $700.000 million As of: 03/31/12

2. Asset-Backed Securities

Asset-backed securities entitle the purchaser to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as CMOs), small business loans, or credit card receivables (such as ABCP).

Asset-Backed Securities

| | | | |
|---|---|---|---|
| a. | Small Business Administration Pools | | $ 534.134 million |
| b. | Agency MBS-REMIC'S | | $ 364.494 million |
| c. | GNMA Pools | | $ 0.024 million |
| d. | FHLMC PC Pools | | $ 0.000 million |
| | | (Medium term sub-total) | $ 898.652 million |
| e. | Commercial Paper | (Short term sub-total) | $ 00.000 million |

U.S. $898.652 million As of: 03/31/12

Total Portfolio As of: 03/31/12 $64,346,725,013.52

Structured notes and Medium-term Asset-backed securities as a percent of portfolio: 2.48%

Short-term Asset-Backed Commercial Paper (ABCP) as a percent of portfolio: 0.00% *

Total Medium-term and Short-term Structured notes and Asset-backed securities
as a percent of portfolio: 2.48%

****ABCP purchased by the Pooled Money Investment Account (PMIA) does not include Structured Investment Vehicles (SIVs) nor do any of the approved ABCP programs include SIVs as underlying assets.***

## APPENDIX F

## BOOK-ENTRY ONLY SYSTEM

*The information in this APPENDIX F has been provided by DTC for use in securities offering documents, and the District takes no responsibility for the accuracy or completeness thereof. The District cannot and does not give any assurances that DTC, DTC Participants or Indirect Participants will distribute to the beneficial owners either (a) payments of interest, principal or premium, if any, with respect to the Bonds or (b) certificates representing ownership interest in or other confirmation of ownership interest in the Bonds, or that they will so do on a timely basis or that DTC, DTC Participants or DTC Indirect Participants will act in the manner described in this Official Statement. The current "Rules" applicable to DTC are on file with the Securities and Exchange Commission and the current "Procedures" of DTC to be followed in dealing with DTC Participants are on file with DTC. As used in this appendix, "Securities" means the Bonds, "Issuer" means the District, and "Agent" means the Paying Agent.*

1. The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the securities (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for the Securities, in the aggregate principal amount of such issue, and will be deposited with DTC.

2. DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC is rated "AA+" by Standard & Poor's. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

3. Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

4. To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the

actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

6. Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

7. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

8. Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from Issuer or Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, Agent, or Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of Issuer or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

9. DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to Issuer or Agent. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.

10. Issuer may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.