

CITY OF NEWPORT BEACH - - Administrative Services Department
REPORT OF ACTIVE INVESTMENTS as of October 31, 2010

MANAGED ACCOUNTS: <i>(note 1)</i>		MARKET VALUE <i>(note 2)</i>	ADJUSTED COST VALUE <i>(note 3)</i>	ACCRUED EARNINGS	Yield to Maturity Projections		Total Return Comparisons <i>(note 6)</i>			
REPOSITORY	MANAGER				at Market <i>(note 4)</i>	at Cost <i>(note 5)</i>	1 Mo.	3 Mos.	12 Mos.	Since 1/97
							~ 1 to 3 Year Treasury (Benchmark) in Top Row ~			
Union Bank of CA	PFM Asset Management	\$28,545,065	\$28,124,598	\$126,228	0.55%	1.53%	0.22%	0.57%	2.54%	4.65%
Bank of America	Chandler Asset Management	\$33,178,500	\$32,340,489	\$261,675	0.56%	2.27%	0.29%	0.66%	2.82%	4.95%
Wells Fargo	Wells Capital Management	\$23,905,732	\$23,610,014	\$126,898	1.48%	1.48%	0.35%	0.85%	3.30%	5.03%
City National Bank	City National Asset Management	\$23,692,716	\$23,512,042	\$157,024	2.53%	1.46%	0.18%	0.49%	1.78%	4.55%
Bank of New York	Cutwater Asset Management	\$15,548,794	\$15,242,135	\$158,544	0.52%	3.22%	0.27%	0.68%	1.89%	4.56%
							0.10%	0.21%	1.55%	N/A

OTHER INVESTMENTS						
TYPE OF SECURITY	REPOSITORY	MARKET VALUE	COST VALUE	ACCRUED EARNINGS	CURRENT YIELD	
Govt. Money Market	City National Bank	\$90,572	\$90,572	\$1	0.02%	

STATE/COUNTY INVESTMENT POOLS						
POOL/ FUND		MARKET VALUE	CURRENT DEPOSIT <i>(note 3)</i>	ACCRUED EARNINGS	CURRENT YIELD	
State Local Agency Investment Fund (LAIF)	<i>(note 7)</i>	\$5,238,328	\$5,238,328	\$2,226	0.51%	

FUNDS WITH TRUSTEES/FISCAL AGENTS/ESCROWS						
AGENT/ PURPOSE		MARKET VALUE <i>(note 2)</i>	BOOK VALUE	ACCRUED EARNINGS	CURRENT YIELD	
First Trust of CA (Library COP)		\$4,091,513	\$4,091,513	\$11,030	3.84%	
Bank of NY (CIOSA)		\$1,735,023	\$1,735,023	\$14,167	3.25%	
Bank of NY (Bonita Canyon)		\$100,005	\$100,005	\$0	0.00%	

Total Market Value of Managed Accounts	\$124,870,807
Total Market Value of Pools & Other Investments	\$5,328,900
Total Market Value of Funds w. Trustees/Agents	\$5,926,541

Note 1: In preparing the report, each investment advisor (Manager) verified that all investments are in compliance with the City's Investment Policy.

Note 2: Includes changes in value due to market fluctuations. Sometimes called "liquidation value" or "immediate liquidation value." Where there is a minor difference between market value estimates of the Custodian and the Asset Manager, the Manager's figure is used. Includes accruals.

Note 3: Reflects transactions during the month; as well as earnings attributed to the month but not actually posted until after month end. Includes accruals.

Note 4: Reflects yield to maturity based on the current market price and accruals.

Note 5: Reflects the yield that will be realized, based on the original investment, if the items in the portfolio are held to maturity. With the City's investment practices, this is the best projection of earnings for budget purposes. It is a conservative figure which may understate the yields ultimately realized, but it is unlikely to overstate them.

Note 6: These standardized return figures are intended for use in comparing performance among managed accounts. They are not a good indication of the ultimate return that will be realized on the investments.

Note 7: Earnings computed/posted quarterly. Accrued earnings are approximate.

I certify that all investments are in compliance with the City's Investment Policy, and that the City has sufficient cash to meet its projected expenditure requirements for the next six months. /s/ Dan Matusiewicz