

# CITY OF DESOTO 211 E. PLEASANT RUN RD. DESOTO, TEXAS 75115-3939

# Investment Portfolio Summary - As of September 30, 2011

Investment Types	% of Total Investments	Amount		
Investment Pools (TexPool and MBIA)	79.69%	\$	35,304,725.11	
Wells Fargo Investment Account	20.31%		9,000,445.91	
Total Market Value at 9/30/2011	100.00%	\$	44,305,171.02	

# **COMPLIANCE STATEMENT**

The investment portfolio presented in these reports conforms in all respects to the investment policies of the City of DeSoto and is being managed under the investment strategy developed and approved by the DeSoto City Council.

Tracy Cormier, Accounting Manager.

Date

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| Edena J. Atmore, Managing/Director, Financial Services

| Tarron J. Richardson, Ph.D., City Manager

Date

# INVESTMENT COMMITTEE MEETING As Of September 30, 2011

4th Qtr of Fiscal Year 2010-11

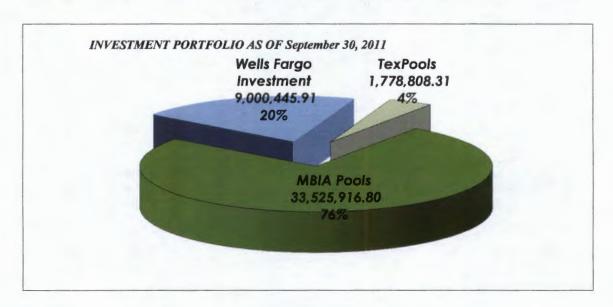
Dr. Tarron Richardson, City Manager Edena J. Atmore, Managing Director, Financial Services Tracy Cormier, Accounting Manager



Maturities this Quarter
None this quarter.

# **Next Quarter**

No Maturities Due. All funds in TexPools, MBIA Pools and Wells Fargo Investment Account



The City's investment program pursues maximum interest income revenues while maintaining safety and liquidity using the following strategy:

- •-immediately deposit all receipts, utilizing wire transfers and ACH;
- -slow down disbursement of funds using ACH, wire transfers, etc.;
- •-to minimize cash at bank;
- •-purchase diversified investments and hold to maturity.

Total City of DeSoto Average Portfolio Investment Yield as of 9/30/2011 is 0.16%

Average Yields	Current Qtr.	Prior Qtr.	
Tex Pool Yield:	0.08%	0.09%	
MBIA Texas CLASS Yield:	0.14%	0.16%	
Wells Fargo Investment Account:	0.23%	0.28%	

Money Rates
(9/30/2011)

3-month Treasury Bill: 0.02%

3-month Agency yield: 0.11%

1-year Agency yield: 0.25%

WAM (weighted average maturity): 1 day

### PORTFOLIO YIELD TREND

Fiscal Year	1st Qtr	2nd Otr	3rd Qtr	4th Qtr
2011	0.26%	0.22%	0.18%	0.16%
2010	0.27%	0.26%	0.23%	0.28%
2009	1.79%	0.79%	0.46%	0.34%
2008	4.84%	3.82%	2.90%	2.77%
2007	5.24%	5.29%	5.27%	5.28%
2006	4.08%	4.54%	4.87%	5.12%
2005		2.69%	3.01%	3.67%

### COMPARISON OF BENCHMARK CITIES

	12/31/2010	3/31/2011	6/30/2011	9/30/2011	
	1st Qtr Avg. Yield (%)	2nd Otr Avg Yield (%)	3rd Qtr Avg Yield (%)	4th Qtr Avg Yield (%)	
DeSoto	0.26%	0.22%	0.18%	0.16%	
OTHER CITIES	8				
McKinney	1.46%	1.15%			
Hewitt		0.47%	0.40%	0.30%	
Duncanville	N- $A$	N- $A$	0.30%		
Flower Mound	0.23%	0.24%		0.33%	
Coppell	0.21%	0.19%			
Bedford	0.81%	N-A			
Euless				0.40%	

### CITY OF DESOTO

### Investment Compliance Report - Fund Details

Security ID #	Socurity Name	Maturity	June 30, 2011 Book Value	June 30, 2011 Market Value	Accrued Interest	September 30, 2011 Book Value	September 30, 2011 Market Value
TXPL-02	TexPool GENERAL	OPEN	3,712,240.96	3,712,240.96	-	1,778,808.31	1,778,808.31
TXPL-08	TexPool 2002 GO Bonds	OPEN	-	-	-	-	-
	TexPool Totals		3,712,240.96	3,712,240.96	-	1,778,808.31	1,778,808.31
MBIA-01	TxClass - General	OPEN	11,983,933.96	11,983,933.96	-	9,624,904.23	9,624,904.23
MBIA-02	2004 Street Improvements	OPEN	512,870.77	512,870.77	-	513,048.42	513,048.42
MBIA-14	2007 Street Improvements	OPEN	1,913,269.34	1,913,269.34	-	1,913,932.13	1,913,932.13
MBIA-16	2007 Park & Recreation Improvements	OPEN	68,547.91	68,547.91	-	68,571.79	68,571.79
MBIA-23	2007 SWRCC Radio Replacement	OPEN	536.55	536.55	-	536.55	536.55
MBIA-25	2008 Town Center Remodel	OPEN	137,069.72	137,069.72	-	-	-
MBIA-27	2008 Street Improvements	OPEN	653,476.27	653,476.27	-	653,702.62	653,702.62
MBIA-28	2006 Street/Drainage Improvements	OPEN	933,456.53	933,456.53	-	933,779.94	933,779.94
MBIA-29	2009 Street Improvements-GO	OPEN	1,005,375.19	1,005,375.19	-	1,005,723.44	1,005,723.44
MBIA-30	2009 Street Improvements-CO	OPEN	4,531,271.33	4,531,271.33	-	5,032,934.40	5,032,934.40
MBIA-31	2006 Drainage Improvements	OPEN	1,046,911.36	1,046,911.36	-	1,047,274.02	1,047,274.02
MBIA-32	2009 Water CIP COs	OPEN	8,627,137.66	8,627,137.66	-	8,630,129.81	8,630,129.81
MBIA-33	2011B Cert-Water CIP	OPEN	-	-	-	3,001,070.17	3,001,070.17
MBIA-34	2011 A Cert-Heliport	OPEN	-	-		800,253.32	800,253.32
MBIA-35	2011 B CO Corner Theatre		-	-		300,055.96	300,055.96
	MBIA Pool Totals		31,413,856.59	31,413,856.59	-	33,525,916.80	33,525,916.80
	Subtotal - Investment Pools		35,126,097.55	35,126,097.55	-	35,304,725.11	35,304,725.11
	Wells Fargo Investment Account	OPEN	10,523,345.10	10,533,345.10		0,000,445.91	9,000,445.91
	GRAND TOTALS		\$ 45,659,442.65	\$ 45,659,442.65	\$ -	\$ 44,305,171.02	\$ 44,305,171.02