

# Memorandum



CITY OF DALLAS

DATE May 26, 2009

TO Members of the Finance, Audit & Accountability Committee:  
Chair Mitchell Rasansky, Vice-Chair Jerry Allen, Mayor Pro-Tem Elba Garcia,  
Vonciel Jones Hill, Angela Hunt, Ron Natinsky, David Neumann

SUBJECT Quarterly Investment Report as of March 31, 2009

The City of Dallas Investment Policy, adopted by the City Council on November 10, 2008 requires that the City Council and City Manager receive quarterly investment reports. The City's Investment Policy provides the general framework for the investment of City funds, both operating and capital. Bond funds, including debt service and reserve funds, are managed by governing bond ordinances as well as the Investment Policy and the Tax Reform Act of 1986. The Policy emphasizes the City's investment objectives of safety, liquidity and yield, in that order, and complies with the Public Funds Investment Act as amended September 1, 2007.

The purpose of this report is to provide a means for Council members, Council committee members and staff to regularly review and monitor the City's investment position and to demonstrate compliance with the City's Investment Policy and the Public Funds Investment Act. Detail and summary reports on each of the City's portfolios are included as well as summary information on the portfolio as a whole. Trade activity for the quarter is shown on page five and includes the percentages of opportunities offered and awarded to M/WBE dealers.

For the quarter ended March 31, 2009 the City's individual portfolios and the combined portfolio are in compliance with the relevant provisions of the City's Investment Policy and the Public Funds Investment Act.

David Cook  
Chief Financial Officer

Edward R. Scott  
City Controller

Corrine Steeger  
Treasury Manager/Assistant Director

c: Honorable Mayor & Members of the City Council  
Mary K. Suhm, City Manager  
Ryan S. Evans, First Assistant City Manager  
Ramon F. Miguez, P.E., Assistant City Manager  
Jill A. Jordan, P.E., Assistant City Manager  
A.C. Gonzalez, Assistant City Manager  
Forest E. Turner, Interim Assistant City Manager  
Craig Kinton, City Auditor





City of Dallas, Texas  
Investment Summary by Portfolio Type  
For the quarter ending March 31, 2009

By Portfolio	ID #	Face Value	Book Value	Market Value	Accrued Interest	Cash Value (Mkt Val + Acc Int)	*Unrealized Gain(Loss)	Weighted Average Maturity (days)	Buy Yield
Investment Pool	1	\$ 2,099,260,993	\$ 2,124,213,624	\$ 2,145,398,178	\$ 12,887,240	\$ 2,158,285,417	\$ 21,184,553	307	2.35%
Convention Center Reserve	2	18,299,000	18,549,025	18,727,180	150,511	18,877,691	178,155	401	1.83%
Water Reserve	3	61,847,000	61,823,168	62,969,214	550,924	63,520,138	1,146,046	355	3.07%
Art Endowment	4	2,500,000	2,581,827	2,578,125	38,958	2,617,083	(3,702)	410	1.19%
Ida Green Library Fund	5	1,000,000	999,805	1,004,688	625	1,005,313	4,882	534	1.51%
DWU Commercial Paper Program	10	33,953,125	33,953,125	33,953,125	22,913	33,976,039	0	1	0.80%
Sports Arena Reserve 1998A	12	2,790,000	2,916,709	2,917,294	22,948	2,940,242	585	50	1.25%
Sports Arena Reserve 1998B	13	2,739,000	2,767,872	2,881,086	16,738	2,897,824	113,214	503	4.19%
Trinity Parkway Escrow	14	666,318	666,318	666,318	0	666,318	0	1	0.10%
Cityplace TIF Reserve	15	2,185,000	2,284,232	2,284,691	17,972	2,302,662	458	484	1.25%
Oncor Electric Escrow	16	4,550,366	4,550,366	4,550,366	35	4,550,401	0	1	0.10%
<b>Total Portfolio</b>		<b>\$ 2,229,790,803</b>	<b>\$ 2,255,306,072</b>	<b>\$ 2,277,930,264</b>	<b>\$ 13,708,864</b>	<b>\$ 2,291,639,128</b>	<b>\$ 22,624,192</b>	<b>304</b>	<b>2.34%</b>
Cash in Bank		\$ 1,609,563	\$ 1,609,563	\$ 1,609,563					
<b>Total Cash &amp; Investments</b>		<b>\$ 2,231,400,366</b>	<b>\$ 2,256,915,635</b>	<b>\$ 2,279,539,827</b>					

Note: For all non-pooled portfolios, these values do not exactly correspond to the accounting balances for the respective funds. This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool (see individual portfolio summary pages for Investment Pool balances).

\* Unrealized gain/loss is the difference between the market value and book value and does not represent an actual gain or loss. Gains and losses are realized only when a security is sold prior to maturity. Since it is the City's practice to hold investments until they mature, the temporary gains and losses shown above are unlikely to be realized.

City of Dallas, Texas  
Investment Summary by Security Type & Agency Issuer  
For the quarter ending March 31, 2009

**All Portfolios Combined**

By Security Type	Face Value	Book Value	Market Value	*Unrealized Gain(Loss)	Weighted Average Maturity (days)	Buy Yield	% of Total Portfolio
Money Market Mutual Funds and Pools <sup>1</sup>	\$ 336,363,802	\$ 336,363,802	\$ 336,363,802	\$ -	1	0.52%	14.90%
Treasury Securities	174,000,000	175,300,443	177,335,000	2,034,557	200	2.81%	7.77%
Agency Securities	1,719,427,000	1,743,641,826	1,764,231,462	20,589,636	373	2.65%	77.26%
Total Portfolio	\$ 2,229,790,802	\$ 2,255,306,072	\$ 2,277,930,264	\$ 22,624,192	304	2.34%	99.93%
Cash In Bank	\$ 1,609,563	\$ 1,609,563	\$ 1,609,563				0.07%
Total Cash and Investments	\$ 2,231,400,365	\$ 2,256,915,635	\$ 2,279,539,827				100.00%

Agency Securities By Issuer	Face Value	Book Value	Market Value	*Unrealized Gain(Loss)	% of Total Portfolio	S&P/Moody's Ratings
Federal National Mortgage Assoc. (FNMA)	\$ 442,296,000	\$ 445,966,056	\$ 450,279,059	\$ 4,313,003	19.76%	AAA/Aaa
Federal Home Loan Mortgage Corp. (FHLMC)	380,378,000	385,905,911	389,519,273	3,613,362	17.10%	AAA/Aaa
Federal Home Loan Bank (FHLB)	489,795,000	498,106,623	506,456,289	8,349,667	22.07%	AAA/Aaa
Federal Farm Credit Bank (FFCB)	406,958,000	413,663,236	417,976,841	4,313,605	18.33%	AAA/Aaa
Total Agency Securities	\$ 1,719,427,000	\$ 1,743,641,826	\$ 1,764,231,462	\$ 20,589,636	77.26%	AAA/Aaa

1) The Money Market total includes \$301,362 (includes \$2,221 in interest) currently being held by The Reserve Primary.

\* Unrealized gain/loss is the difference between the market value and book value and does not represent an actual gain or loss. Gains and losses are realized only when a security is sold prior to maturity. Since it is the City's practice to hold investments until they mature, the temporary gains and losses are unlikely to be realized.

City of Dallas, Texas  
 Activity Summary - All Portfolios Combined  
 For the quarter ending March 31, 2009

Trade Activity		Dealer Activity				
	Face Value		Face Value		Percent of Total Awarded	
			Offered	Awarded	2Q FY09	FY to Date
Beginning Balance	\$ 1,913,705,699	Primary Dealers (1)	\$ 608,270,000	\$ 164,360,000	31.01%	46.66%
Purchased/Deposited	1,217,604,195	MWBE Secondary Dealers	814,655,000	297,200,000	56.08%	49.64%
Matured/Withdrew	(862,519,090)	Other Secondary Dealers	144,200,000	68,400,000	12.91%	3.70%
Called	(39,000,000)		\$ 1,567,125,000 (2)	\$ 529,960,000 (3)	100.00%	100.00%
Sold	-					
Ending Balance	<u>\$ 2,229,790,803</u>					

- (1) Primary dealers report directly to the Market Reports Division of the New York Federal Reserve Bank and must meet minimum volume and capital guidelines. Primary dealers are generally able to offer the best price because they have access to the inside market and are able to inventory securities. There are no MWBE primary dealers. Secondary dealers are smaller, regional firms that generally do not hold securities in inventory and must purchase them from primary dealers or other clients.
- (2) The amount of trades exceeds the actual amount awarded because three or more competitive bids/offers are sought on each trade.
- (3) Dealer Activity summary includes only those trades (purchases and sales) shown to dealers by our Investment Advisor, First Southwest Asset Management, Inc.; it does not include repurchase agreements, money market mutual funds, or local government investment pool activity.

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Money Market Mutual Funds & Pools*	\$ 297,193,993	\$ 159,980,166	\$ 137,213,827
Face Value - Treasuries	174,000,000	214,000,000	(40,000,000)
Face Value - Agencies	1,628,067,000	1,374,017,000	254,050,000
Total Face Value	\$ 2,099,260,993	\$ 1,747,997,166	\$ 351,263,827
Money Market Mutual Funds & Pools	\$ 297,193,993	\$ 159,980,166	\$ 137,213,827
Book Value - Treasuries	175,300,443	215,862,253	(40,561,809)
Book Value - Agencies	1,651,719,188	1,388,011,134	263,708,053
Total Book Value	\$ 2,124,213,624	\$ 1,763,853,553	\$ 360,360,071
Money Market Mutual Funds & Pools	\$ 297,193,993	\$ 159,980,166	\$ 137,213,827
Market Value - Treasuries	177,335,000	219,216,875	(41,881,875)
Market Value - Agencies	1,670,869,184	1,415,098,981	255,770,203
Total Market Value	\$ 2,145,398,178	\$ 1,794,296,023	\$ 351,102,155
Accrued Interest	12,887,240	20,199,199	\$ (7,311,960)
Cash Value (Total Market Value + Accrued Interest)	2,158,285,417	1,814,495,222	\$ 343,790,195
Unrealized Gain(Loss)	21,184,553	30,442,469	\$ (9,257,916)
Change in Fair Value since 12/31/08 (per GASB 31)	11,699,210	25,684,759	\$ (13,985,549)
Weighted Average Days to Maturity	307	304	3
Buy Yield	2.35%	3.14%	-0.79%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds and Pools	13.99%	9.07%	4.91%
Treasuries	8.25%	12.24%	-4.00%
Agencies	77.76%	78.69%	-0.94%

**STRATEGY STATEMENT**

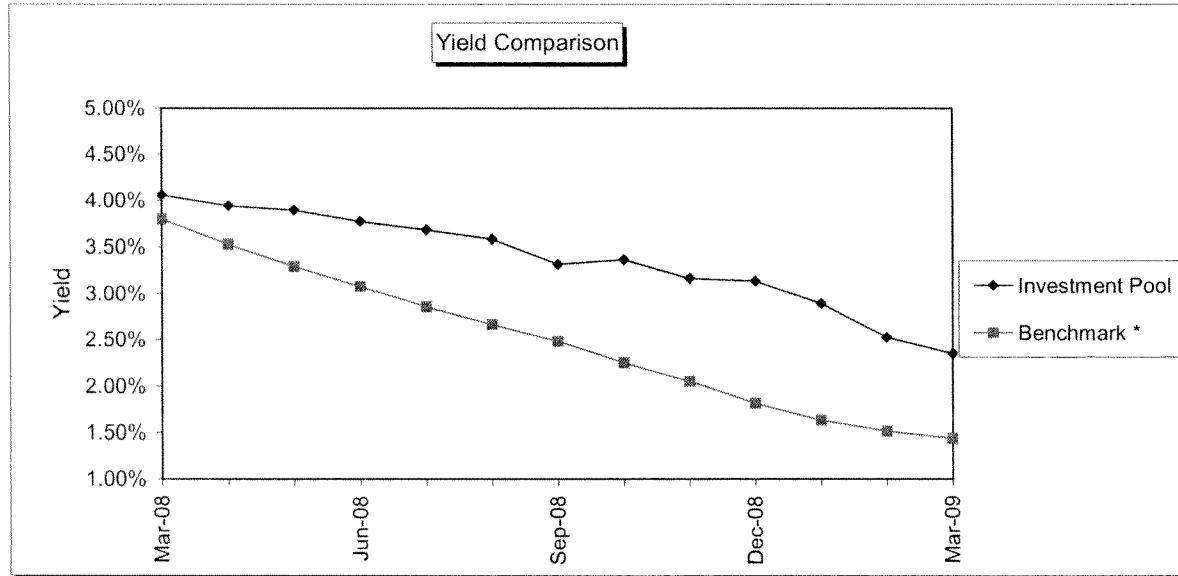
The City's Investment Pool is an aggregation of the majority of City funds that includes tax receipts, enterprise fund revenues, fine and fee revenues, as well as some, but not all, bond proceeds, grants, gifts and endowments. This portfolio is maintained to meet anticipated daily cash needs for City of Dallas operations, capital projects and debt service. In order to ensure the ability of the City to meet obligations and to minimize potential liquidation losses, the dollar-weighted average stated maturity of the Investment Pool shall not exceed 1.5 years. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) limit market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and restrictions set forth in the Investment Policy by actively managing the portfolio to meet or exceed the 12 month moving average yield on treasury one-year constant maturities as reported by Federal Reserve Statistical Release H.15.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Investment Pool is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.1 of the City's Investment Policy.

\*See note 1 on page 1.

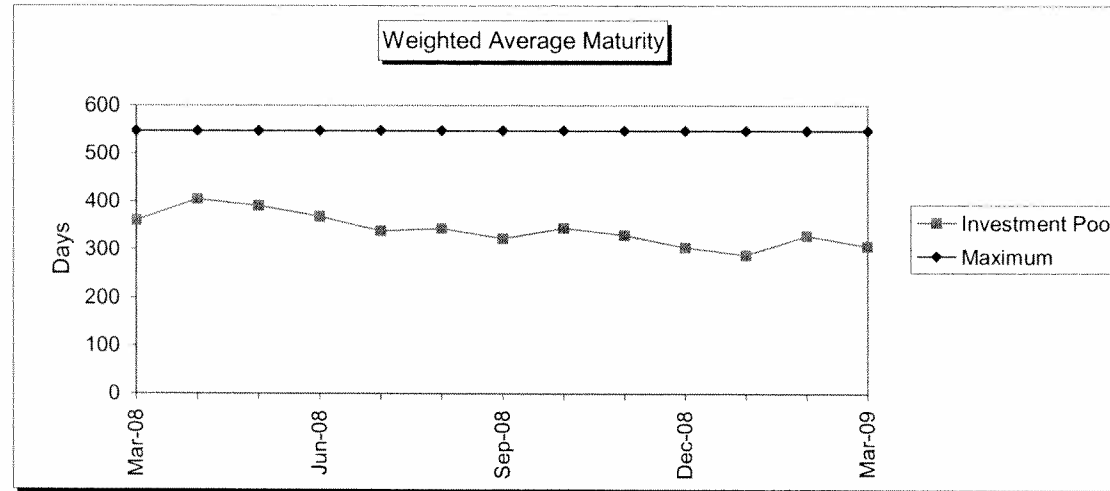
City of Dallas, Texas  
Yield Comparison - Investment Pool  
For the quarter ending March 31, 2009



\* As per Section 17.1 of the City's Investment Policy, the benchmark for the Investment Pool is the 12-month moving average yield on treasury 1 - year constant maturities as reported by Federal Reserve Statistical Release H.15.



City of Dallas, Texas  
Maturity Analysis - Investment Pool  
For the quarter ending March 31, 2009



Investment Maturity Schedule - % of Total Pool					
Mnths/Yrs to Maturity	Current 3/31/2009	1st Qtr 12/31/2008	3 Months Net Change	1 Year Ago 3/31/2008	1 Year Net Change
Less than 3 months:	22.5%	22.7%	-0.2%	23.9%	-1.4%
3 months to 6 months:	18.7%	10.3%	8.4%	16.3%	2.4%
6 months to 9 months:	4.3%	21.3%	-17.0%	4.0%	0.3%
9 months to 1 year:	17.0%	5.1%	11.9%	11.6%	5.4%
1 year to 2 years:	35.6%	36.6%	-1.0%	29.3%	6.3%
2 years to 5 years:	2.0%	4.0%	-2.0%	14.9%	-12.9%
5 years to 10 years:	0.0%	0.0%	0.0%	0.0%	0.0%
More than 10 years:	0.0%	0.0%	0.0%	0.0%	0.0%
Total:	100.1%	100.0%		100.0%	

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value -Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	18,299,000	18,613,000	(314,000)
Total Face Value	\$ 18,299,000	\$ 18,613,000	\$ (314,000)
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	18,549,025	18,658,834	(109,809)
Total Book Value	\$ 18,549,025	\$ 18,658,834	\$ (109,809)
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	18,727,180	18,907,574	(180,393)
Total Market Value	\$ 18,727,180	\$ 18,907,574	\$ (180,393)
Accrued Interest	\$ 150,511	\$ 373,574	\$ (223,063)
Cash Value (Market Value + Accrued Interest)	\$ 18,877,691	\$ 19,281,148	\$ (403,458)
Unrealized Gain(Loss)	\$ 178,155	\$ 248,740	\$ (70,584)
Change in Fair Value since 12/31/08 (per GASB 31)	\$ 10,521	\$ 129,840	\$ (119,319)
Weighted Average Days to Maturity	401	137	264
Buy Yield	1.83%	3.70%	-1.87%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

Non-pooled reserve funds for outstanding revenue bonds are set at levels required by their respective bond ordinances. These funds will be used to pay principal and/or interest if required to prevent a default. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy and the bond ordinance by actively managing the portfolio to meet or exceed the bond yield.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Convention Center Reserve portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.3 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value - Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	61,847,000	73,267,000	(11,420,000)
Total Face Value	\$ 61,847,000	\$ 73,267,000	\$ (11,420,000)
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	61,823,168	72,915,070	(11,091,902)
Total Book Value	\$ 61,823,168	\$ 72,915,070	\$ (11,091,902)
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	62,969,214	74,448,955	(11,479,741)
Total Market Value	\$ 62,969,214	\$ 74,448,955	\$ (11,479,741)
Accrued Interest	\$ 550,924	\$ 920,170	\$ (369,246)
Cash Value (Market Value + Accrued Interest)	\$ 63,520,138	\$ 75,369,125	\$ (11,848,987)
Unrealized Gain(Loss)	\$ 1,146,046	\$ 1,533,885	\$ (387,838)
Change in Fair Value since 12/31/08 (per GASB 31)	\$ 646,288	\$ 1,099,456	\$ (453,168)
Weighted Average Days to Maturity	355	242	113
Buy Yield	3.07%	3.54%	-0.47%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

Non-pooled reserve funds for outstanding revenue bonds are set at levels required by their respective bond ordinances. These funds will be used to pay principal and/or interest if required to prevent a default. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy and the bond ordinance by actively managing the portfolio to meet or exceed the bond yield.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Water Reserve portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.3 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value - Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	2,500,000	2,500,000	-
Total Face Value	\$ 2,500,000	\$ 2,500,000	\$ -
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	2,581,827	2,599,657	(17,830)
Total Book Value	\$ 2,581,827	\$ 2,599,657	\$ (17,830)
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	2,578,125	2,597,656	(19,531.25)
Total Market Value	2,578,125	2,597,656	\$ (19,531)
Accrued Interest	\$ 38,958	\$ 13,177	\$ 25,781
Cash Value (Market Value + Accrued Interest)	\$ 2,617,083	\$ 2,610,833	\$ 6,250
Unrealized Gain(Loss)	\$ (3,702)	\$ (2,001)	\$ (1,701)
Change in Fair Value since 12/31/08 (per GASB 31)	\$ (28,993)	\$ (9,462)	\$ (19,531)
Weighted Average Days to Maturity	410	500	(90.00)
Buy Yield	1.19%	1.19%	0.00%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

The Art Endowment Fund was created from a repayment to the General Fund from the Convention Center pursuant to Resolution No. 84-311. Funds received as gifts to the City with instructions that the income generated by the investment of said funds be used for specified purposes are invested as separate non-pooled portfolios in order to maximize return. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Art Endowment portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.4 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value - Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	1,000,000	1,000,000	-
Total Face Value	1,000,000	1,000,000	\$ -
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	999,805	999,620	186
Total Book Value	\$ 999,805	\$ 999,620	\$ 186
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	1,004,688	1,007,500	(2,813)
Total Market Value	\$ 1,004,688	\$ 1,007,500	\$ (2,813)
Accrued Interest	\$ 625	\$ 13,378	\$ (12,753)
Cash Value (Market Value + Accrued Interest)	\$ 1,005,313	\$ 1,020,878	\$ (15,566)
Unrealized Gain(Loss)	\$ 4,882	\$ 7,880	\$ (2,999)
Change in Fair Value since 12/31/08 (per GASB 31)	\$ 513	\$ 3,125	\$ (2,613)
Weighted Average Days to Maturity	534	68	466
Buy Yield	1.51%	4.50%	-2.99%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

The Ida M. Green Endowment Fund was created with the proceeds from the sale of stock from the estate of Ms. Green pursuant to Resolution No. 87-0836. Its purpose is to provide funds for the operating and capital expenses of the library's Texas Center for the Book and Children's Center. Funds received as gifts to the City with instructions that the income generated by the investment of said funds be used for specified purposes are invested as separate non-pooled portfolios in order to maximize return. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Ida Green Library Fund portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.4 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value - Money Market Mutual Funds	\$ 33,953,125	\$ 52,993,676	\$ (19,040,550)
Book Value - Money Market Mutual Funds	\$ 33,953,125	\$ 52,993,676	\$ (19,040,550)
Market Value - Money Market Mutual Funds	\$ 33,953,125	\$ 52,993,676	\$ (19,040,550)
Accrued Interest	\$ 22,913	\$ 71,406	\$ (48,493)
Cash Value (Market Value + Accrued Interest)	\$ 33,976,039	\$ 53,065,082	\$ (19,089,043)
Unrealized Gain(Loss)	\$ -	\$ -	\$ -
Change in Fair Value since 12/31/08 (per GASB 31)	\$ -	\$ -	\$ -
Weighted Average Days to Maturity	1	1	0
Buy Yield	0.80%	1.49%	-0.70%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

Water Utilities issues tax-exempt commercial paper notes as an interim financing tool for construction projects. Proceeds from the issuance of commercial paper debt must be liquid in order to fund periodic payments to contractors and must be invested in tax-exempt securities in order to avoid costly and complex arbitrage rebate computations. In order to meet these requirements, commercial paper proceeds will be invested in tax-exempt money market mutual funds. The objectives of this portfolio are to: a) ensure safety of principal by investing only in AAA-rated tax-exempt money market mutual funds; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy and governing bond ordinances.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Water Commercial Paper Program Portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.7 of the City's Investment Policy.

**SUMMARY STATEMENT**

	Sports Arena Reserve 1998A			Sports Arena Reserve 1998B - Taxable		
	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value -Treasuries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Face Value - Agencies	2,790,000	6,700,000	(3,910,000)	2,739,000	2,739,000	-
Total Face Value	\$ 2,790,000	\$ 6,700,000	\$ (3,910,000)	\$ 2,739,000	\$ 2,739,000	\$ -
Book Value - Treasuries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Book Value - Agencies	2,916,709	6,699,630	(3,782,921)	2,767,872	2,772,981	(5,109)
Total Book Value	\$ 2,916,709	\$ 6,699,630	\$ (3,782,921)	\$ 2,767,872	\$ 2,772,981	\$ (5,109)
Market Value - Treasuries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Market Value - Agencies	2,917,294	6,719,656	(3,802,363)	2,881,086	2,915,323	(34,238)
Total Market Value	\$ 2,917,294	\$ 6,719,656	\$ (3,802,363)	\$ 2,881,086	\$ 2,915,323	\$ (34,238)
Accrued Interest	\$ 22,948	\$ 103,353	\$ (80,405)	\$ 113,214	\$ 142,342	\$ (29,128)
Cash Value (Market Value + Accrued Interest)	\$ 2,940,242	\$ 6,823,010	\$ (3,882,768)	\$ 2,994,300	\$ 3,057,665	\$ (63,366)
Unrealized Gain(Loss)	\$ 585	\$ 20,026	\$ (19,442)	\$ 113,214	\$ 142,342	\$ (29,128)
Change in Fair Value since 12/31/08 (per GASB 31	\$ (2,160)	\$ 38,938	\$ (41,097)	\$ 59,060	\$ 93,297	\$ (34,238)
Weighted Average Days to Maturity	50	50	0	685	685	0
Buy Yield	1.25%	2.43%	-1.18%	4.19%	4.19%	0.00%
Portfolio Composition - % of Book Value						
Treasuries	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

Non-pooled reserve funds for outstanding revenue bonds are set at levels required by their respective bond ordinances. These funds will be used to pay principal and/or interest if required to prevent a default. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy and the bond ordinance by actively managing the portfolio to meet or exceed the bond yield.

For the quarter ending March 31, 2009 the Sports Arena Reserve portfolios are in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.3 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value - Money Market Mutual Funds	\$ 666,318	\$ 945,523	\$ (279,206)
Book Value - Money Market Mutual Funds	\$ 666,318	\$ 945,523	\$ (279,206)
Market Value - Money Market Mutual Funds	\$ 666,318	\$ 945,523	\$ (279,206)
Accrued Interest	\$ 0	\$ -	\$ 0
Cash Value (Market Value + Accrued Interest)	\$ 666,318	\$ 945,523	\$ (279,205)
Unrealized Gain(Loss)	\$ -	\$ -	\$ -
Change in Fair Value since 12/31/08 (per GASB 31)	\$ -	\$ -	\$ -
Weighted Average Days to Maturity	1	1	0
Buy Yield	0.10%	0.10%	0.00%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

The Trinity Parkway Escrow portfolio was created with the deposit of \$5,000,000 on November 16, 1999 in an escrow account in accordance with an Agreement dated as of January 1, 1999 between the City and the North Texas Tollway Authority ("NTTA") pertaining to development of the Trinity Parkway. These funds will be used to reimburse NTTA for specified payments related to project feasibility. Permitted investments for this account are defined in the Escrow Agreement as those that are consistent with the Public Funds Investment Act. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and restrictions set forth in the Agreement.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Trinity Parkway Escrow portfolio is in compliance with the provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.8 of the City's Investment Policy.



**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value - Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	2,185,000	2,400,000	(215,000)
Total Face Value	\$ 2,185,000	\$ 2,400,000	\$ (215,000)
Book Value - Treasuries	-	-	\$ -
Book Value - Agencies	2,284,232	2,399,913	(115,681)
Total Book Value	\$ 2,284,232	\$ 2,399,913	\$ (115,681)
Market Value - Treasuries	-	-	\$ -
Market Value - Agencies	2,284,691	2,400,000	(115,309)
Total Market Value	\$ 2,284,691	\$ 2,400,000	\$ (115,309)
Accrued Interest	\$ 17,972	\$ 39,516	\$ (21,544)
Cash Value (Market Value + Accrued Interest)	\$ 2,302,662	\$ 2,439,516	\$ (136,854)
Unrealized Gain(Loss)	\$ 458	\$ 87	\$ 373
Change in Fair Value since 12/31/08 (per GASB 31)	\$ (11,542)	\$ 5,250	\$ (16,792)
Weighted Average Days to Maturity	484	2	482
Buy Yield	1.25%	2.31%	-1.06%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

**STRATEGY STATEMENT**

Non-pooled reserve funds for outstanding revenue bonds are set at levels required by their respective bond ordinances. These funds will be used to pay principal and/or interest if required to prevent a default. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy and the bond ordinance by actively managing the portfolio to meet or exceed the bond yield.

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Cityplace TIF Reserve portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.3 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

City of Dallas, Texas  
 Oncor Electric Escrow  
 For the quarter ending March 31, 2009

**SUMMARY STATEMENT**

	Current 3/31/2009	Prior Qtr 12/31/2008	Period Net Change
Face Value - Money Market Mutual Funds	\$ 4,550,366	\$ 4,550,333	\$ 33
Book Value - Money Market Mutual Funds	\$ 4,550,366	\$ 4,550,333	\$ 33
Market Value - Money Market Mutual Funds	\$ 4,550,366	\$ 4,550,333	\$ 33
Accrued Interest	\$ 35	\$ 4,110	\$ (4,075)
Cash Value (Market Value + Accrued Interest)	\$ 4,550,401	\$ 4,554,443	\$ (4,042)
Unrealized Gain(Loss)	\$ -	\$ -	\$ -
Change in Fair Value since 12/31/08 (per GASB 31)	\$ -	\$ -	\$ -
Weighted Average Days to Maturity	1	1	0
Buy Yield	0.10%	0.10%	0.00%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds	100.00%	100.00%	0.00%

**STRATEGY COMPLIANCE STATEMENT**

For the quarter ending March 31, 2009 the Oncor Electric Escrow portfolio is in compliance with the provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.8 of the City's Investment Policy.