

Town of Prescott Valley Arizona

Investment Report



TO THE TOWN COUNCIL

Presented on December 2, 2010

COVERING THE HIGHLIGHTS OF THE INVESTMENT ACTIVITIES OF THE
TOWN GOVERNMENT DURING

The Month of October 2010

More detailed information will be furnished upon request to the Town Manager's Office

Prepared by the Town of Prescott Valley Management Services Department



Town of Prescott Valley
Investment Report
For the Month Ended October 31, 2010

DESCRIPTION	RATING	PURCHASE DATE	PAR VALUE	MATURITY DATE	CALL DATE	COUPON	YIELD TO MATURITY	BOOK VALUE	ACCRUED INTEREST	% OF TOTAL	INTEREST EARNED
<u>Local Government Investment Pool (LGIP)</u>											
Arizona State Treasurer's Office	n/a	n/a	n/a	n/a	n/a	n/a	0.140%	\$ 3,108,248.44	-	7.432%	\$ 374.69
<u>Certificates of Deposit (CD)</u>											
Certificates of Deposit	n/a	10/21/10	250,000	10/20/11	n/a	-	0.500%	248,759.63	-	0.595%	38.19
Certificates of Deposit	n/a	10/21/10	250,000	04/20/12	n/a	-	0.550%	247,956.25	-	0.593%	42.01
Certificates of Deposit	n/a	10/21/10	250,000	10/22/12	n/a	-	0.650%	246,783.05	-	0.590%	49.65
Certificates of Deposit	n/a	10/21/10	250,000	04/22/13	n/a	-	0.750%	245,391.35	-	0.587%	57.29
Certificates of Deposit	n/a	10/21/10	250,000	10/21/13	n/a	-	1.000%	242,712.00	-	0.580%	76.39
Certificates of Deposit	n/a	10/21/10	250,000	04/21/14	n/a	-	1.100%	240,728.35	-	0.576%	84.03
Certificates of Deposit	n/a	10/21/10	250,000	10/20/14	n/a	-	1.300%	237,642.60	-	0.568%	99.31
Certificates of Deposit	n/a	10/21/10	250,000	10/20/15	n/a	-	1.600%	231,481.50	-	0.553%	122.22
<u>Money Market</u>											
Money Market Account	n/a	n/a	n/a	n/a	n/a	n/a	0.000%	4,528,929.05	-	10.828%	218.48
<u>Federal Home Loan Mortgage Corporation (FHLM)</u>											
Freddie Mac	AAA	07/28/10	1,000,000	07/12/13	07/12/11	1.500	1.361%	1,004,000.00	666.67	2.401%	3,629.33
Freddie Mac	AAA	09/30/10	1,000,000	09/30/13	03/30/11	Variable	0.750%	1,000,000.00	-	2.391%	666.67
Freddie Mac	AAA	05/26/10	1,500,000	05/26/15	11/26/10	1.500	1.500%	1,500,000.00	-	3.586%	9,937.50
<u>Federal National Mortgage Association (FNMA)</u>											
Fannie Mae	AAA	02/26/10	2,000,000	12/30/10	n/a	-	0.335%	1,994,371.67	-	4.768%	4,619.69
Fannie Mae	AAA	02/09/10	2,000,000	11/09/12	11/09/10	1.570	1.570%	2,000,000.00	-	4.782%	23,113.89
Fannie Mae	AAA	09/20/10	1,000,000	09/20/13	09/20/12	1.000	1.000%	1,000,000.00	-	2.391%	1,166.67
Fannie Mae	AAA	09/30/10	2,000,000	12/30/13	03/30/11	1.250	1.250%	2,000,000.00	-	4.782%	2,222.22
Fannie Mae	AAA	09/28/10	1,000,000	03/28/14	09/28/11	1.300	1.300%	1,000,000.00	-	2.391%	1,227.78
Fannie Mae	AAA	04/01/10	1,000,000	05/05/14	05/05/11	2.800	2.554%	1,009,500.00	-	2.414%	15,182.11
Fannie Mae	AAA	10/08/10	2,500,000	07/28/14	07/28/11	3.000	2.457%	2,549,000.00	14,583.33	6.095%	4,095.00
Fannie Mae	AAA	09/30/10	2,000,000	09/30/14	03/30/11	1.000	1.000%	2,000,000.00	-	4.782%	1,777.78
Fannie Mae	AAA	10/28/10	2,000,000	10/28/14	10/28/11	1.250	1.250%	2,004,960.00	-	4.794%	277.78
<u>Federal Farm Credit Banks (FFCB)</u>											
Federal Farm Credit Banks (FFCB)	AAA	05/13/10	1,630,000	09/02/14	09/02/11	3.000	2.628%	1,654,450.00	-	3.956%	20,466.28
<u>Federal Home Loan Banks (FHLB)</u>											
Federal Home Loan Bank	AAA	06/28/10	1,000,000	12/28/10	n/a	0.250	0.250%	1,000,000.00	-	2.391%	875.00
Federal Home Loan Bank	AAA	03/22/10	1,000,000	06/22/12	03/22/11	1.150	1.150%	1,000,000.00	-	2.391%	7,155.56
Federal Home Loan Bank	AAA	07/14/10	1,500,000	08/22/12	02/22/11	1.450	0.407%	1,509,450.00	-	3.609%	1,865.82
Federal Home Loan Bank	AAA	09/28/10	1,000,000	03/28/13	12/28/10	0.500	0.500%	1,000,000.00	-	2.391%	472.22
Federal Home Loan Bank	AAA	10/21/10	2,000,000	07/19/13	n/a	0.770	0.770%	2,000,000.00	85.56	4.782%	470.54
Federal Home Loan Bank	AAA	08/23/10	1,500,000	08/23/13	11/23/10	0.625	0.625%	1,500,000.00	-	3.586%	1,822.92
Federal Home Loan Bank	AAA	10/27/09	1,500,000	08/26/14	08/26/11	3.250	2.951%	1,519,995.00	-	3.634%	45,494.58



**Town of Prescott Valley
Investment Report
For the Month Ended October 31, 2010**

DESCRIPTION	RATING	PURCHASE DATE	PAR VALUE	MATURITY DATE	CALL DATE	COUPON	YIELD TO MATURITY	BOOK VALUE	ACCRUED INTEREST	% OF TOTAL	INTEREST EARNED
Temporary Liquidity Guarantee Program (TLGP)											
Temporary Liquidity Guarantee Program	AAA	04/07/09	2,000,000	12/26/12	n/a	2.125	2.126%	1,999,954.00	-	4.782%	67,677.67
TOTAL INVESTMENTS							1.139%	\$ 41,824,312.89	\$ 15,335.56	100.00%	\$ 215,379.26

Average United States Treasury Bill Rate for the Month of October 0.130%

Description	Avg. Rate 10/31/10	Balance 10/31/10	% of Total	Balance 10/31/09
Local Government Investment Pool	0.140%	\$ 3,108,248.44	7.429%	\$ 605,750.78
Certificates of Deposit	0.931%	1,941,454.73	4.640%	1,503,630.25
Money Market Account	0.000%	4,528,929.05	10.824%	3,028,389.32
Federal Home Loan Mortgage Corp	1.204%	3,504,666.67	8.376%	7,606,745.00
Federal National Mortgage Association	1.413%	15,572,415.00	37.219%	10,493,744.44
Federal Farm Credit Banks	2.628%	1,654,450.00	3.954%	9,026,005.00
Federal Home Loan Banks	0.950%	9,529,530.56	22.776%	15,067,133.61
Temporary Liquidity Guarantee Program	2.126%	1,999,954.00	4.780%	1,999,954.00
Total Investments		\$41,839,648.45	100.000%	\$49,331,352.40

Note 1: Par value is also known as the redemption value.

Note 2: Debt securities which are not new issues on the purchase date require the accrued interest earned to date be purchased.

Note 3: The Town classifies its debt securities as held-to-maturity. A debt security should be classified as held-to maturity only if the reporting entity has both (1) the positive intent and (2) the ability to hold those securities to maturity. In accordance with the Town's Investment Policy, securities shall not be sold prior to maturity with the following exceptions; (1) a security with declining credit may be sold early to minimize loss of principal (2) liquidity needs of the portfolio require that the security be sold (3) market conditions present an opportunity for the Town to benefit from the sale.



Town of Prescott Valley
 Average Rates
 For the Month Ended October 31, 2010

