



# **QUARTERLY INVESTMENT REPORT DECEMBER 31, 2011**

**City of Houston, Texas  
Office of the City Controller**

**Ronald C. Green  
City Controller**

**Shawnell Holman  
Deputy City Controller**

**Han Au  
Investment Manager**



OFFICE OF THE CITY CONTROLLER  
CITY OF HOUSTON  
TEXAS

January 19, 2012

To Mayor Parker, City Council Members and  
The Citizens of Houston:

I am pleased to submit to you the City of Houston's Quarterly Investment Report for the quarter ended December 31, 2011. This report presents the composition of investment pools the City Controller's Office manages.

The Report is organized as follows: Investment Portfolio Summary and Composition of all pools; an analysis of the General and Tax Exempt pools; security listings by maturity for the quarters ended December 31, 2011 and September 30, 2011.

I hope you find this data useful and informative.

Respectfully submitted,

Ronald Green  
City Controller



OFFICE OF THE CITY CONTROLLER  
CITY OF HOUSTON  
TEXAS

**Quarterly Investment Report**

We believe the data presented for the quarter ended December 31, 2011 is accurate in all material respects and presented in a manner that fairly sets forth the investment standing of the City of Houston.

This report was prepared in compliance with the City's Investment Policy and the Public Funds Investment Act of the State of Texas.

Ronald Green  
City Controller

Shawnell Holman-Smith  
Deputy City Controller  
Treasury Division

Han Au  
Investment Manager  
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**CITY OF HOUSTON**  
**QUARTERLY INVESTMENT REPORT**  
**Executive Summary**  
**For the Quarter Ended December 31, 2011**

The accompanying Quarterly Investment Report lists in summary form and in detail the investment positions of the City of Houston investment pools as of December 31, 2011. As of that date, the City held total investments with a market value of \$2.4 billion. The majority of these funds, with the exception of about \$16 million that must be segregated per federal mandates, are held in the City's General Investment Pool. The General Investment Pool consists of working capital, construction funds, and debt service funds not subject to yield restriction under IRS arbitrage regulations. All investments are governed by state law and the City's Investment Policy, which dictates the following investment objectives, in order of priority:

1. Safety
2. Liquidity
3. Return on Investments
4. Other Legal Requirements

Approximately 66% of the City's holdings are currently invested in securities issued by US government-sponsored enterprises such as the Federal Home Loan Bank, Fannie Mae, and Freddie Mac. Other investment sectors include a 15% allocation to United States Treasuries, 7% to municipal notes and bonds, 4% to commercial paper, and 8% to high grade money market funds

The weighted average maturity of the City's investments has historically ranged from about one year up to two years. The weighted average maturity is currently about 1.17 years. From an operating standpoint, 35% of the funds invested are designated to be spent on capital projects such as roads and bridges, the water and sewer system and the airport system. Investment maturities are targeted to coincide with planned expenditures. Other investment maturities are targeted to meet short-term obligations such as payroll and debt service payments.

Fitch Ratings has assigned its AAA credit rating and V1 volatility rating to the General Pool. The AAA credit quality rating is the highest rating available from Fitch Ratings and reflects the extremely strong protection that the Pool's portfolio investments provide against losses from credit defaults or credit deterioration. The V1 volatility rating recognizes the Pool's sensitivity to changing market conditions as a result of its low market risk profile and conservative investment policies.

At December 31, 2011, the general pool was yielding 1.484% based on the amortized cost of the portfolio.

**Investment Portfolio Summary  
Activity For Quarter Ended  
December 31, 2011**

**General Fund 9900**

	<u>12/31/2011</u>	<u>9/30/2011</u>	<u>Last Quarter Net Change</u>	<u>12/31/2010</u>	<u>Last Year Net Change</u>
Book Value	\$2,416,166,956	\$2,497,127,986	-80,961,030	\$2,142,638,979	273,527,976
Market Value	\$2,446,640,185	\$2,532,576,146	-85,935,961	\$2,183,805,270	262,834,915
Market/Book Ratio	1.013	1.014	-0.002	1.019	-0.007
Accrued Interest	\$8,308,566	\$15,166,847	-6,858,280	\$9,009,527	-700,961

The General Pool consists of all working capital, construction, and debt service funds which are not subject to yield restriction under IRS arbitrage regulations. Combining the net cash-flows of all funds allows the City to invest in longer-term, higher-yielding securities without sacrificing the ability to meet short-term cash needs. The General Pool strategy, as outlined in the City's Investment Policy, combines a variation on the traditional ladder maturity strategy which matches assets and liabilities, with more active management strategies, such as yield curve analysis and bond swaps.

For the quarter ending December 31, 2011, the 3-month average yield was 1.47%. The weighted average maturity (WAM) as of December 31 was 425 days.

**FitchRatings**

Fitch Ratings has assigned its AAA credit rating and V1 volatility rating to the General Pool. The AAA credit quality rating is the highest rating available from Fitch Ratings and reflects the extremely strong protection that the Pool's portfolio investments provide against losses from credit defaults or credit deterioration. The V1 volatility rating recognizes the Pool's sensitivity to changing market conditions as a result of its low market risk profile and conservative investment policies.

**Tax Exempt Fund 9901**

	<u>12/31/2011</u>	<u>9/30/2011</u>	<u>Last Quarter Net Change</u>	<u>12/31/2010</u>	<u>Last Year Net Change</u>
Book Value	\$7,800,847	\$7,809,872	-9,024	\$8,792,037	-991,190
Market Value	\$7,799,979	\$7,810,216	-10,236	\$8,800,861	-1,000,881
Market/Book Ratio	1.000	1.000	0.000	1.001	-0.001
Accrued Interest	\$17,216	\$6,572	10,644	\$53,377	-36,161

The Tax Exempt Pool consists of those funds which are subject to yield restriction and arbitrage regulation under the 1986 Tax Reform Act. This pool was created to do the following: demonstrate compliance with Internal Revenue Code regarding arbitrage, maximize the amount of interest earned and retained by the City from the investment of funds subject to the regulations, minimize the amount of rebate liability, and minimize the cost of administering the arbitrage tracking program. The Tax Exempt Pool strategy, as outlined in the City's Investment Policy, is to invest in high quality, short-term municipal bonds and one or more tax-exempt money market mutual funds in order to meet the liquidity demands of the City.

For the quarter ending December 31, 2011, the 3-month average yield was 0.14%. The WAM was 232 days at December 31.

**Investment Portfolio Summary  
Activity For Quarter Ended  
December 31, 2011**

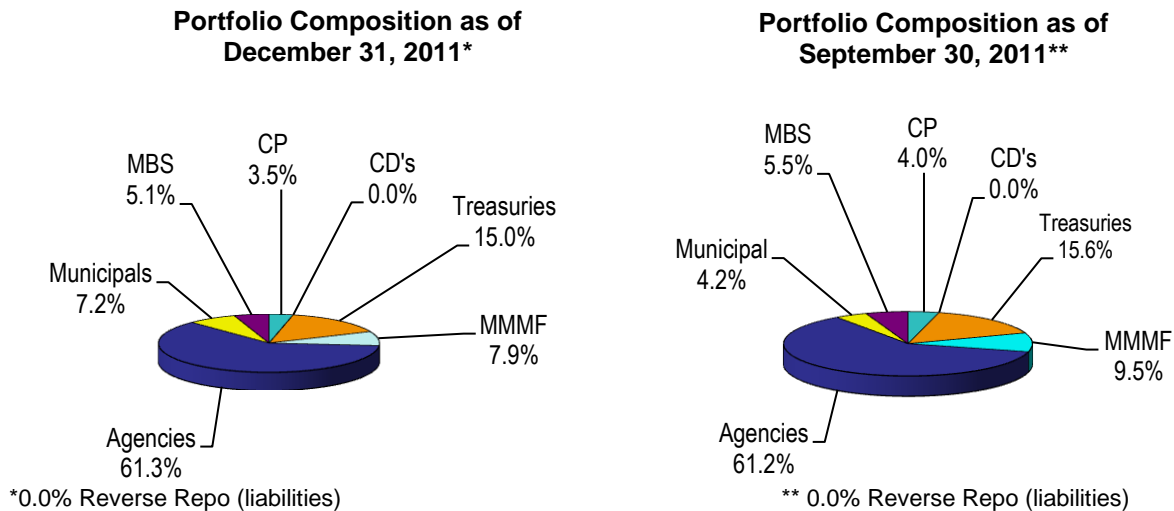
**Housing Department Section 108 Fund 9902**

	<u>12/31/2011</u>	<u>9/30/2011</u>	<u>Last Quarter Net Change</u>	<u>12/31/2010</u>	<u>Last Year Net Change</u>
Book Value	\$7,998,447	\$8,998,361	-999,915	\$2,999,500	4,998,947
Market Value	\$7,998,417	\$8,999,223	-1,000,806	\$2,999,586	4,998,831
Market/Book Ratio	1.000	1.000	0.000	1.000	0.000
Accrued Interest	\$0	\$0	0	\$0	0

The Housing Department Fund was created to comply with the U.S. Department of Housing and Urban Development (HUD), which requires a separate custodial account for HUD's benefit.

For the quarter ending December 31, 2011, the 3-month average yield was 0.06%. The WAM was 137 days at December 31.

## Investment Portfolio Composition General Fund 9900 Percentages by Market Sector



Note: Adjustments were made to include the Reverse Repo.

FIGURE 2  
Source: City of Houston Controller's Office

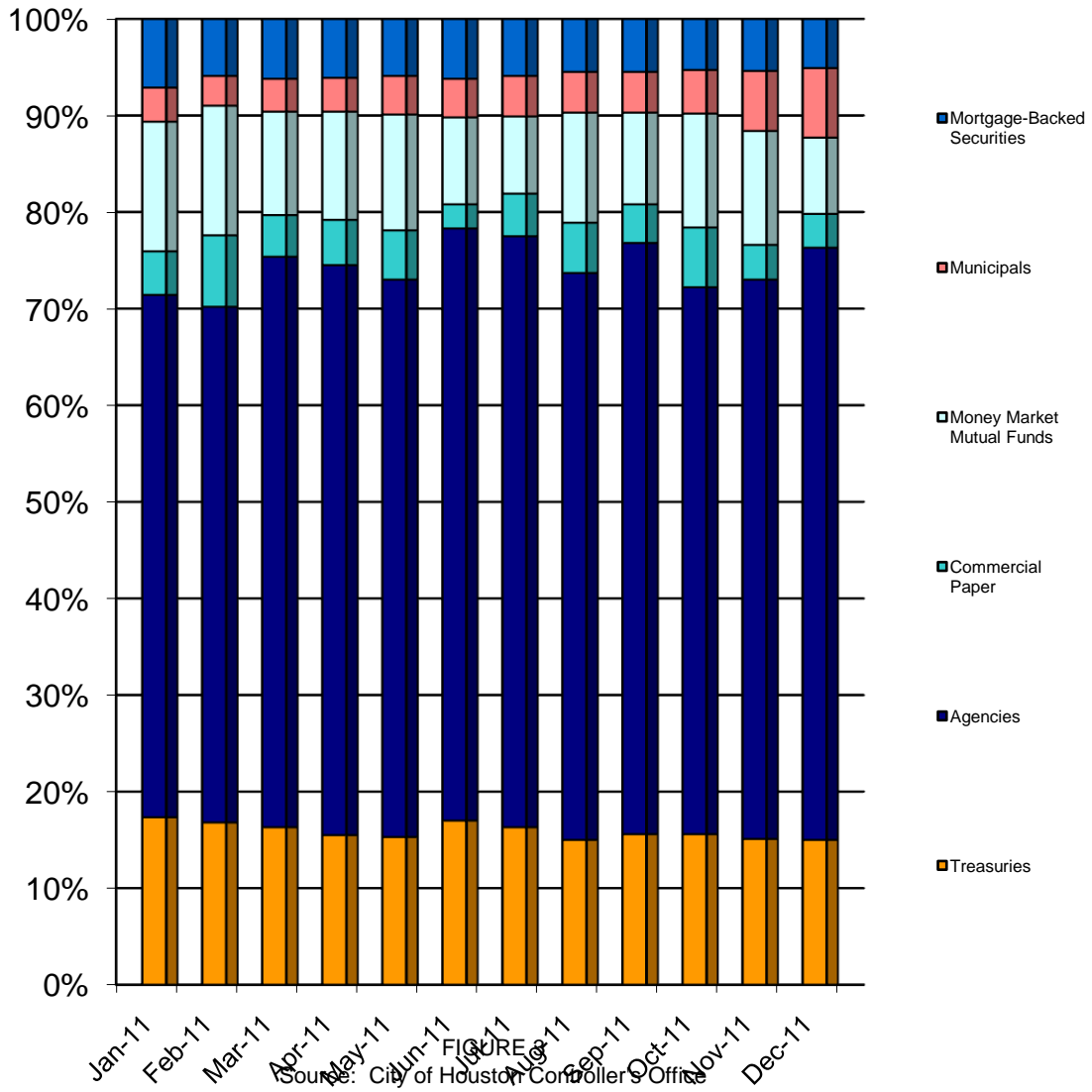
### Investment Policy Limitations

Money Market Mutual Funds (MMMF)	≤25%
Repurchase Agreements (Repo)	≤15%
Commercial Paper/Banker Acceptances (CP/BA)	≤15%
US Treasury Bills/Notes/Bonds	≥15%
US Agencies	≤85%
Municipal Bonds	≤20%
Mortgage-Backed Securities (MBS) & Collateralized Mortgage Obligations (CMO)	≤20%

The portfolio composition graph for the General Pool (Figure 2) shows the percentage of the pool held in U.S. Treasuries, U.S. Agencies, Mortgage-Backed Securities, Municipal Bonds and liquidity investments (MMMF, Repo and CP) positions. All investments are in compliance with the objectives and restrictions set forth in the City's Investment Policy and the Public Funds Investment Act of the State of Texas.

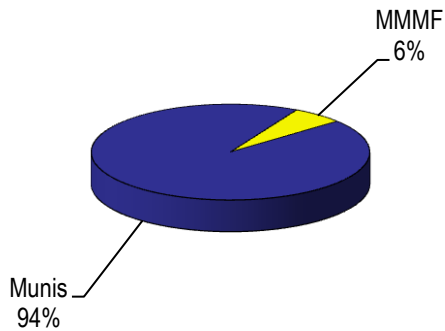


## Annual Portfolio Composition General Fund 9900 January 2011 through December 2011



**Investment Portfolio Composition  
Tax Exempt Pool  
Percentages by Market Sector**

**Portfolio Composition as of  
December 31, 2011**



**Portfolio Composition as of  
September 30, 2011**

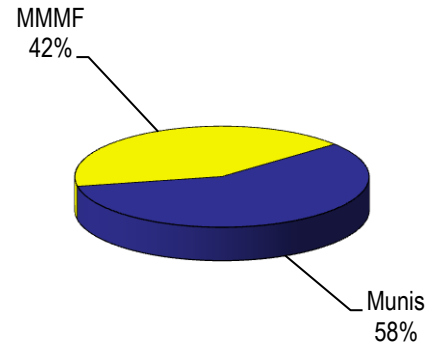


FIGURE 5  
Source: City of Houston Controller's Office

**Investment Policy Limitations**

	<u>Maximum Level</u>
Money Market Mutual Funds (MMMF)	100%
Municipal Notes and Bonds (Including VRDSs)	100%

The portfolio composition graph for the Tax Exempt Pool (Figure 5) shows the percentage of the pool held in Municipal Notes/Bonds/VRDS's and Money Market Mutual Funds. All investments are in compliance with the objectives and restrictions set forth in the City's Investment Policy and the Public Funds Investment Act of the State of Texas.

## **Appendix I**

### **Investments by Sector and Maturity as of December 31, 2011**

FNCI 6.50 06/01/15	6.500%	518,877.60	6/1/2015	1.920	6/18/2002	2,810.59	518,877.60	5.675	570,178.79
FNCI 6.00 07/01/15	6.000%	74,212.28	7/1/2015	1.040	5/17/2001	371.06	74,212.28	5.959	80,123.34
FGCI 7.00 08/01/15	7.000%	30,014.15	8/1/2015	1.300	8/21/2000	175.08	30,014.15	7.096	32,352.14
FGCI 7.00 10/01/15	7.000%	33,815.64	10/1/2015	1.300	10/19/2000	197.26	33,815.64	7.041	36,007.88
FNCI 7.00 10/01/15	7.000%	57,487.59	10/1/2015	1.360	11/16/2000	335.34	57,487.59	6.885	62,032.57
FGCI 7.00 12/01/15	7.000%	109,026.06	12/1/2015	1.540	2/19/2002	635.99	109,026.06	5.390	117,518.75
FGCI 6.00 01/01/16	6.000%	28,586.93	1/1/2016	1.410	2/15/2001	142.93	28,586.93	6.018	31,055.98
FGCI 6.00 09/01/16	6.000%	158,858.70	9/1/2016	1.640	10/18/2001	794.29	158,858.70	5.461	169,646.06
FGCI 6.00 11/01/16	6.000%	248,231.04	11/1/2016	1.690	12/18/2001	1,241.16	248,231.04	5.733	265,291.79
FN 616072 6.00 11-01	6.000%	232,651.31	11/1/2016	1.690	4/21/2003	1,163.26	232,651.31	4.657	251,618.35
GNJO 6.5 11/15/16	6.500%	223,993.31	11/15/2016	1.620	4/16/2002	1,213.30	223,993.31	5.988	241,442.00
FGCI 6.50 02/01/17	6.500%	232,934.16	2/1/2017	1.810	3/18/2002	1,261.73	232,934.16	5.769	254,563.60
FN15 254684 5.0 02-0	5.000%	2,316,059.60	2/25/2017	1.850	2/19/2003	9,650.25	2,316,059.60	4.551	2,501,557.24
FNCI 6.50 03/01/17	6.500%	171,921.50	3/1/2017	1.860	3/18/2002	931.24	171,921.50	5.720	188,919.30
FNCI 6.50 03/01/17	6.500%	291,750.16	4/1/2017	1.850	3/18/2002	1,580.31	291,750.16	5.711	320,595.36
FGE01280 5.00 12-1-1	5.000%	639,797.55	12/1/2017	1.770	12/17/2002	2,665.82	639,797.55	4.737	683,867.94
FN 702860 5.00 04-01	5.000%	946,417.40	4/1/2018	1.830	4/21/2003	3,943.41	946,417.40	4.441	1,022,217.78
FN 254721 5.00 4-1-1	5.000%	643,704.80	4/21/2018	1.880	4/21/2003	2,682.10	643,704.80	4.366	695,260.35
FNCI 5.00 05-01-18	5.000%	1,392,950.60	5/1/2018	1.890	5/19/2003	5,803.96	1,392,950.60	4.428	1,504,514.67
FNCI 5.00 LLB 05-01-	5.000%	923,512.30	5/1/2018	1.880	5/19/2003	3,847.97	923,512.30	4.094	1,007,001.88
FG E97045 4.5 06-01-	4.500%	581,980.68	6/1/2018	1.880	7/17/2003	2,182.43	581,980.68	3.874	620,617.19
FGE01425 4.5 08-01-	4.500%	2,929,126.80	8/1/2018	1.950	8/18/2003	10,984.23	2,929,126.80	4.315	3,103,306.71
FN254942 4.00 09-01-	4.000%	2,300,710.50	9/1/2018	2.050	9/18/2003	7,669.04	2,300,710.50	3.920	2,447,317.25
FN255077 5.00 01-01-	5.000%	663,590.90	1/1/2019	2.010	3/17/2005	2,764.96	663,590.90	4.687	716,739.18
FGG18008 4.5 09-01-1	4.500%	1,077,191.90	9/1/2019	2.150	12/21/2004	4,039.47	1,077,010.33	4.478	1,148,031.18
FGG18065 5.00 07-01	5.000%	1,149,189.20	7/1/2020	2.180	7/19/2005	4,788.29	1,149,909.59	4.838	1,238,716.11
FGB19758 5.00 08-01-	5.000%	1,339,467.45	8/1/2020	2.170	8/16/2005	5,581.11	1,341,982.32	4.893	1,443,817.87
FGG18073 5.00 09-01-	5.000%	1,185,871.31	9/1/2020	2.230	10/18/2005	4,941.13	1,184,911.71	4.989	1,278,255.89
FGG18079 5.50 10-01-	5.500%	1,520,354.76	10/1/2020	2.550	11/17/2005	6,968.29	1,524,045.63	5.366	1,650,674.88
FGG11807 5.5 10-01-2	5.500%	1,548,127.14	10/1/2020	2.510	12/15/2005	7,095.58	1,551,032.27	5.388	1,680,827.81
FGG11810 5.5 12-01-2	5.500%	1,462,294.98	12/1/2020	2.440	12/15/2005	6,702.19	1,463,924.07	5.419	1,587,638.43
FGG18096 5.5 1-1-21	5.500%	1,177,164.90	1/1/2021	2.550	2/16/2006	5,395.34	1,180,515.38	5.373	1,278,067.84
FGG18101 5.5 02-01-2	5.500%	1,021,482.60	2/1/2021	2.580	2/16/2006	4,681.80	1,024,749.26	5.369	1,106,487.23
FN865183 5.5 02-01-2	5.500%	1,867,362.87	2/1/2021	2.510	3/16/2006	8,558.75	1,868,962.57	5.403	2,028,594.56
FGG18106 5.5 03-01-2	5.500%	1,501,058.88	3/1/2021	2.570	3/16/2006	6,879.85	1,500,436.51	5.470	1,625,972.36
FNCI 5.5 04-01-21	5.500%	1,660,720.24	4/1/2021	2.560	4/18/2006	7,611.63	1,657,905.27	5.475	1,804,110.00
FGG18115 6.0 05-01-2	6.000%	1,267,174.93	5/1/2021	2.580	5/16/2006	6,335.87	1,275,144.72	5.811	1,380,580.04
FGG18124 6.0 6-1-21	6.000%	986,424.30	6/1/2021	2.640	6/19/2006	4,932.12	990,812.23	5.845	1,074,703.79
FGG18124 6.0 6-1-21	6.000%	1,321,550.58	6/1/2021	2.640	7/18/2006	6,607.75	1,321,550.58	5.963	1,439,822.04
FGCI03360 5.50 09-01	5.500%	1,222,014.72	9/1/2021	2.600	9/18/2006	5,600.90	1,216,348.24	5.556	1,323,707.01
FGG12369 5.5 10-01-2	5.500%	1,616,717.61	10/1/2021	2.640	10/17/2006	7,409.96	1,615,813.55	5.472	1,751,255.91
FNCI 5.5 11-01-21	5.500%	1,081,108.72	11/1/2021	2.670	11/16/2006	4,955.08	1,077,785.27	5.487	1,174,453.71
FGG18157 5.5 12-01-2	5.500%	1,481,583.36	12/1/2021	2.700	1/17/2007	6,790.59	1,480,749.31	5.472	1,604,876.15
FGG18169 5.5 02-01-2	5.500%	1,636,228.48	2/1/2022	2.720	2/15/2007	7,499.38	1,628,290.20	5.559	1,771,367.72
FGG12514 5.5 02-01-2	5.500%	1,718,819.44	2/1/2022	2.690	3/19/2007	7,877.92	1,718,819.44	5.462	1,861,854.25
FN938603 5.5 05-01-2	5.500%	860,149.76	5/1/2022	2.360	5/17/2007	3,942.35	860,149.76	5.434	933,965.15
FGJ05074 5.5 06-01-2	5.500%	937,606.64	6/1/2022	2.260	6/18/2007	4,297.36	937,606.64	5.462	1,015,045.36
FGG12692 5.5 06-1-22	5.500%	2,268,103.27	6/1/2022	2.340	6/18/2007	10,395.47	2,268,513.83	5.457	2,455,430.22
FGJ05038 5.5 07-01-2	5.500%	2,278,750.00	7/1/2022	2.370	6/18/2007	10,444.27	2,267,835.20	5.561	2,466,956.31
FGG12718 5.5 07-01-2	5.500%	1,845,454.40	7/1/2022	2.340	7/17/2007	8,458.33	1,828,337.07	5.632	1,997,874.05
FGJ05317 5.5 08-01-2	5.500%	2,322,534.20	8/1/2022	2.410	9/18/2007	10,644.95	2,309,201.10	5.569	2,514,356.72
FGJ05440 6.0 08-01-2	6.000%	1,239,016.73	8/1/2022	2.600	9/18/2007	6,195.08	1,244,618.41	5.872	1,349,127.46
FGCI 6.0 9-1-22	5.500%	2,498,100.41	9/1/2022	2.720	11/18/2008	11,449.63	2,515,529.05	5.352	2,705,984.61
FGJ05665 5.5 10-01-2	5.500%	1,924,632.08	10/1/2022	2.410	10/16/2007	8,821.23	1,915,810.33	5.534	2,083,591.12
FGG112956 5.0 01-01-	5.000%	1,932,672.80	1/1/2023	2.240	12/17/2007	8,052.80	1,930,630.33	4.982	2,080,216.73
FGCI 4.5 02-01-23	4.500%	2,399,854.00	2/1/2023	2.180	2/19/2008	8,999.45	2,398,172.82	4.481	2,546,426.09
FGG18239 5.0 03-01-2	5.000%	2,428,883.20	3/1/2023	2.340	3/18/2008	10,120.35	2,431,434.75	4.949	2,605,200.47
FGJ07494 4.5 04-01-2	4.500%	2,723,101.04	4/1/2023	2.310	4/17/2008	10,211.63	2,703,250.91	4.610	2,889,415.58
FGG13072 5.0 04-01-2	5.000%	1,734,471.00	4/1/2023	2.330	3/18/2008	7,226.96	1,722,365.88	5.077	1,863,360.68
FGCI 4.5 04-01-23	4.500%	1,546,610.04	4/1/2023	2.220	12/16/2008	5,799.79	1,572,977.00	4.254	1,641,069.87
FNCI 5.0 5-1-23	5.000%	2,437,062.88	5/1/2023	2.340	5/19/2008	10,154.43	2,425,749.33	5.021	2,623,112.92
FGG18259 5.5 06-01-2	5.500%	2,707,256.08	6/1/2023	2.410	6/17/2008	12,408.26	2,724,687.91	5.347	2,930,853.53
FGG18259 5.5 06-01-2	5.500%	2,722,240.37	6/1/2023	2.410	7/17/2008	12,476.94	2,713,648.21	5.518	2,947,075.43
FGG13247 5.0 07-01-2	5.000%	2,581,988.77	7/1/2023	2.310	9/16/2008	10,758.29	2,603,476.16	4.842	2,769,420.28
FGJ08476 5.5 08-01-2	5.500%	3,202,570.40	8/1/2023	2.520	8/18/2008	14,678.45	3,183,087.07	5.564	3,467,076.81
FGG18300 4.0 1-1-24	4.000%	3,386,492.08	1/1/2024	2.310	1/20/2009	11,288.31	3,448,009.66	3.691	3,559,427.29
FGJ09194 4.0 1-1-24	4.000%	3,396,580.96	1/1/2024	2.150	2/20/2009	11,321.94	3,434,288.67	3.800	3,570,031.37
FGCI 4.0 03-01-24	4.000%	3,938,614.56	3/1/2024	2.280	3/17/2009	13,128.72	3,973,047.93	3.826	4,134,821.29
FGCI 4.0 05-01-24	4.000%	4,682,354.08	5/1/2024	2.350	4/16/2009	15,607.85	4,743,489.87	3.744	4,915,611.07
FGCI 4.0 05-01-24	4.000%	4,131,057.20	5/1/2024	2.300	5/18/2009	13,770.19	4,176,180.82	3.790	4,336,850.69
FGCI 4.0 06-01-24	4.000%	4,638,620.48	6/1/2024	2.320	6/16/2009	15,462.07	4,618,038.75	4.051	4,869,698.83



FNMA 2 09-15-16 1xca	2.000%	25,000,000.00	9/15/2016	3/15/2012	0.205	11/8/2011	147,222.22	25,082,470.70	0.401	1.878	25,073,525.00
FHLMC 1 9-30-16 step	1.000%	20,000,000.00	9/30/2016	3/30/2012	0.744	9/30/2011	50,555.56	20,000,000.00	1.000	1.000	20,010,060.00
FNMA 1.0 11-10-16 st	1.000%	10,000,000.00	11/10/2016	5/10/2012	0.852	11/10/2011	14,166.67	10,000,000.00	1.000	1.000	10,011,790.00
FNMA 1.0 11-14-16 st	1.000%	5,000,000.00	11/14/2016	11/14/2012	0.864	11/14/2011	6,527.78	5,000,000.00	1.000	1.000	5,014,735.00
FNMA 1 12-5-16 step-	1.000%	20,000,000.00	12/5/2016	12/5/2012	0.921	12/5/2011	14,444.44	19,981,420.77	1.101	1.021	20,008,440.00
FNMA 1 12-7-16 stepu	1.000%	10,000,000.00	12/7/2016	12/7/2012	0.926	12/7/2011	6,666.67	10,000,000.00	1.000	1.000	9,997,070.00
FNMA 1 12-7-16 stepu	1.000%	20,000,000.00	12/7/2016	12/7/2012	0.926	12/7/2011	13,333.33	20,000,000.00	1.000	1.000	19,994,140.00
FNMA 1.0 12-20-16 st	1.000%	20,000,000.00	12/20/2016	6/20/2012	0.962	12/20/2011	6,111.11	19,995,300.55	1.050	1.005	20,009,760.00
FNMA 1 12-28-16 step	1.000%	20,000,000.00	12/28/2016	12/28/2012	0.984	12/28/2011	1,666.67	20,000,000.00	1.000	1.000	20,008,860.00
<b>Subtotal Agency Notes</b>	<b>2.351%</b>	<b>1,443,486,000.00</b>	<b>2/5/2013</b>		<b>1.109</b>		<b>4,475,028.20</b>	<b>1,456,632,044.91</b>		<b>1.621</b>	<b>1,476,295,185.31</b>

**Municipal Bonds**

CHI 5.25 01-01-12	5.250%	4,000,000.00	1/1/2012		0.003	1/25/2008	105,000.00	4,000,156.22		3.647	4,000,000.00
PEOSCD 0 01-01-12	0.000%	1,295,000.00	1/1/2012		0.003	5/4/2010	0.00	1,294,838.63		4.794	1,295,000.00
PEOSCD 0 01-01-12	0.000%	705,000.00	1/1/2012		0.003	5/4/2010	0.00	704,912.15		4.794	705,000.00
MES 5.05 01-15-12	5.050%	1,085,000.00	1/15/2012		0.041	11/10/2008	25,265.43	1,085,529.38		3.775	1,086,421.35
NWK 4.504 04-01-12	4.504%	1,200,000.00	4/1/2012		0.252	4/22/2008	13,512.00	1,200,558.09		4.301	1,210,164.00
POR 5.0 04-01-12	5.000%	2,155,000.00	4/1/2012		0.252	10/12/2011	26,937.50	2,180,628.20		0.250	2,179,157.55
OHS 4.55 05-01-12	4.550%	1,000,000.00	5/1/2012		0.334	8/19/2008	7,583.33	1,000,024.43		4.544	1,013,380.00
KSSDEV 4.372 05-01-1	4.372%	2,600,000.00	5/1/2012		0.334	10/10/2008	18,945.33	2,603,387.34		3.950	2,627,066.00
PAL 5.735 06-01-12	5.735%	3,515,000.00	6/1/2012		0.419	3/6/2008	16,798.77	3,542,729.84		3.630	3,592,083.95
STNPWR 4.05 07-01-12	4.050%	4,875,000.00	7/1/2012		0.493	2/6/2008	98,718.75	4,876,062.57		4.002	4,953,585.00
WAS 5.6 07-01-12	5.600%	5,000,000.00	7/1/2012		0.489	11/17/2008	140,000.00	5,043,551.32		3.725	5,125,100.00
MONHGR 4.24 08-01-12	4.240%	1,000,000.00	8/1/2012		0.573	1/24/2008	17,666.67	1,000,000.00		4.240	1,018,490.00
SCRGEN 5.556 08-01-1	5.556%	1,000,000.00	8/1/2012		0.570	11/3/2008	23,150.00	998,563.72		5.830	1,024,810.00
NYC 4.5 9-1-12	4.500%	4,400,000.00	9/1/2012		0.656	9/16/2008	66,000.00	4,412,902.62		4.020	4,510,616.00
DUPSCD 4.0 10-01-12	4.000%	1,255,000.00	10/1/2012		0.740	3/31/2008	12,550.00	1,255,000.00		4.000	1,285,082.35
NYC 4.75 10-01-12	4.750%	4,000,000.00	10/1/2012		0.738	2/2/2009	47,500.00	4,040,683.79		3.300	4,119,440.00
CAS 4.15 12-01-12	4.150%	9,220,000.00	12/1/2012		0.907	5/16/2011	31,885.83	9,457,784.09		1.300	9,347,697.00
PAS 4.76 02-15-13	4.760%	885,000.00	2/15/2013	2/15/2012	0.633	3/28/2008	15,914.27	893,636.12		3.799	922,771.80
NWK 4.654 04-01-13	4.654%	1,000,000.00	4/1/2013		1.216	4/22/2008	11,635.00	1,002,820.11		4.401	1,039,430.00
KSSDEV 4.522 05-01-1	4.522%	3,840,000.00	5/1/2013		1.300	10/15/2008	28,940.80	3,831,848.38		4.700	3,999,552.00
WAS 5.625 07-01-13	5.625%	5,000,000.00	7/1/2013		1.423	11/20/2008	140,625.00	5,099,706.57		4.150	5,376,500.00
COL 2.26 7-1-13	2.260%	1,000,000.00	7/1/2013		1.470	9/7/2011	11,300.00	1,026,286.65		0.500	1,026,230.00
TXS 6.0 08-01-13	6.000%	1,010,000.00	8/1/2013		1.499	11/13/2008	25,250.00	1,030,829.40		4.537	1,091,385.80
NYS 1.16 9-1-13	1.160%	3,310,000.00	9/1/2013		1.650	8/23/2011	12,798.67	3,340,640.12		0.600	3,342,140.10
WIL 888 11-1-13	0.888%	560,000.00	11/1/2013		1.821	11/22/2011	538.72	560,000.00		0.888	559,574.40
NYS 1 12-15-13	1.000%	1,000,000.00	12/15/2013		1.941	12/15/2011	444.44	1,005,808.00		0.700	999,810.00
SCSUTL 6.808 01-01-1	6.808%	2,500,000.00	1/1/2014		1.849	3/23/2009	85,100.00	2,626,628.22		4.000	2,792,075.00
SCSUTL 6.808 01-01-1	6.808%	6,400,000.00	1/1/2014		1.856	12/27/2011	217,856.00	7,168,148.51		0.750	7,147,712.00
IRVWTR 2.605 3-15-14	2.605%	10,000,000.00	3/15/2014		2.144	11/1/2011	76,702.78	10,405,226.58		0.750	10,389,600.00
RISGEN 2.862 4-1-14	2.862%	2,330,000.00	4/1/2014		2.182	12/28/2011	16,671.16	2,430,493.50		0.920	2,432,240.40
OHS 1.19 05-01-14	1.190%	1,000,000.00	5/1/2014		2.307	6/16/2011	1,983.33	1,000,000.00		1.190	1,010,340.00
CTS 1.43 05-15-14	1.430%	5,000,000.00	5/15/2014		2.338	5/31/2011	9,136.11	5,000,000.00		1.430	5,058,250.00
RAC 0.95 6-1-14	0.950%	1,000,000.00	6/1/2014		2.401	10/25/2011	1,741.67	1,000,000.00		0.950	1,002,850.00
CHEUTL 5.14 07-1-24	5.140%	2,000,000.00	7/1/2014		2.323	7/1/2009	51,400.00	2,031,259.16		4.436	2,148,700.00
GTWMFH 4.55 7-1-34	4.550%	10,000,000.00	7/1/2014		2.350	11/3/2011	227,500.00	10,818,235.91		1.217	10,831,100.00
STR 1.905 8-1-14	1.905%	3,000,000.00	8/1/2014		2.514	9/15/2011	23,812.50	3,056,828.75		1.158	3,046,530.00
NJS 2.02 8-15-14	2.020%	5,000,000.00	8/15/2014		2.548	3/28/2011	38,155.56	5,018,734.65		1.870	5,170,450.00
NJS 2.02 8-15-14	2.020%	1,000,000.00	8/15/2014		2.549	8/4/2011	7,631.11	1,023,657.69		1.100	1,034,090.00
NJS 2.02 8-15-14	2.020%	1,000,000.00	8/15/2014		2.550	9/12/2011	7,631.11	1,030,754.19		0.832	1,034,090.00
WIL 1.193 11-1-14	1.193%	940,000.00	11/1/2014		2.791	11/22/2011	1,214.87	940,000.00		1.193	939,812.00
CSPUTL 3.174 11-15-1	3.174%	1,000,000.00	11/15/2014		2.761	11/21/2011	4,055.67	1,057,040.64		1.150	1,049,070.00
METUTL 4.74 1-1-15	4.740%	4,000,000.00	1/1/2015		2.784	12/5/2011	94,800.00	4,409,540.69		1.250	4,417,000.00
MIS 2.65 4-15-15	2.650%	1,000,000.00	4/15/2015		3.160	9/13/2011	5,594.44	1,047,564.14		1.170	1,030,470.00
OHIEDU 1.77 6-1-15	1.770%	1,015,000.00	6/1/2015		3.349	11/15/2011	2,295.59	1,015,000.00		1.770	1,018,004.40
STR 2.305 8-1-15	2.305%	4,550,000.00	8/1/2015		3.428	7/7/2011	43,698.96	4,595,907.13		2.011	4,633,856.50
NYC 1.73 8-1-15	1.730%	1,600,000.00	8/1/2015		3.473	9/15/2011	10,918.22	1,634,312.66		1.117	1,614,976.00
WIL 1.661 11-1-15	1.661%	1,000,000.00	11/1/2015		3.723	11/22/2011	1,799.42	1,000,000.00		1.661	1,014,160.00
MIS 2.552 11-1-15	2.552%	2,000,000.00	11/1/2015		3.666	11/28/2011	8,506.67	2,082,039.02		1.448	2,083,920.00
NMSHSG 4.3 12-01-35	4.300%	2,140,000.00	12/1/2015		3.649	12/5/2011	7,668.33	2,341,300.08		1.800	2,350,212.20
GAS 5.15 03-01-16	5.150%	3,410,000.00	3/1/2016	3/1/2012	2.129	11/25/2008	58,538.33	3,491,643.39		4.470	3,594,310.50
OHS 2.27 05-01-16	2.270%	1,825,000.00	5/1/2016		4.147	6/16/2011	6,904.58	1,825,000.00		2.270	1,875,570.75
RAC 1.65 6-1-16	1.650%	1,640,000.00	6/1/2016		4.297	10/25/2011	4,961.00	1,636,520.01		1.700	1,651,939.20
WCH 1.3 07-01-16 Sin	1.300%	10,000,000.00	7/1/2016		4.384	11/30/2011	11,194.44	10,039,273.17		1.210	10,038,300.00
KERSCD 2.988 8-1-16	2.988%	2,880,000.00	8/1/2016		4.226	10/7/2011	43,505.28	2,991,210.06		2.097	2,976,825.60
MIS 6.25 11-1-16	6.250%	4,400,000.00	11/1/2016		4.272	12/22/2011	45,833.33	5,302,129.81		1.800	5,295,972.00
CHI 0.0 01-01-40	4.000%	6,000,000.00	1/1/2040	1/12/2012	0.033	7/29/2011	20,383.56	6,000,000.00		4.000	6,000,000.00
<b>Subtotal Municipal Bonds</b>	<b>3.785%</b>	<b>165,540,000.00</b>	<b>1/4/2014</b>		<b>1.967</b>		<b>2,036,154.53</b>	<b>170,507,335.70</b>		<b>2.296</b>	<b>172,132,913.85</b>

**Money Market Mutual Funds**

TexStar960 Cash Rese	0.082%	189,546,165.89	1/1/2012		0.003	7/1/2011	0.00	189,546,165.89	0.082	189,546,165.89
CHASE MONEY MARKET F	0.014%	1,041,261.30	1/1/2012		0.003	2/1/2008	1.47	1,041,261.30	0.014	1,041,261.30
<b>Subtotal Money Market Mutual F</b>	<b>0.082%</b>	<b>190,587,427.19</b>	<b>1/1/2012</b>		<b>0.003</b>		<b>1.47</b>	<b>190,587,427.19</b>	<b>0.082</b>	<b>190,587,427.19</b>
<b>TOTAL FUND 9900</b>	<b>2.215%</b>	<b>2,391,026,240.68</b>	<b>2/28/2013</b>		<b>1.156</b>		<b>8,308,566.06</b>	<b>2,416,166,955.54</b>	<b>1.484</b>	<b>2,446,640,184.93</b>

**INVESTMENT BY SECTOR AND MATURITY - TAX EXEMPT FUND 9901  
AS OF DECEMBER 31,2011**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
<b>Municipal Bonds</b>											
PRI 5.5 05-15-13	5.500%	1,165,000.00	5/15/2013		1.334	12/5/2011	8,187.36	1,247,209.39		0.340	1,247,388.80
FLSEDU 5.25 6-1-13	5.250%	2,000,000.00	6/1/2013		1.380	12/7/2011	8,750.00	2,136,267.42		0.420	2,135,220.00
GAIUTL 0.10-01-36	0.082%	4,000,000.00	10/1/2036	1/18/2012	0.049	9/25/2009	278.99	4,000,000.00		0.082	4,000,000.00
<b>Subtotal Municipal Bonds</b>	<b>2.406%</b>	<b>7,165,000.00</b>	<b>8/31/2012</b>		<b>0.616</b>		<b>17,216.35</b>	<b>7,383,476.81</b>		<b>0.224</b>	<b>7,382,608.80</b>
<b>Money Market Mutual Funds</b>											
Fidelity Tax-Free Mo	0.010%	417,370.60	1/23/2012		0.064	6/1/2009	0.00	417,370.60		0.010	417,370.60
<b>Subtotal Money Market Mutual F</b>	<b>0.010%</b>	<b>417,370.60</b>	<b>1/23/2012</b>		<b>0.064</b>		<b>0.00</b>	<b>417,370.60</b>		<b>0.010</b>	<b>417,370.60</b>
<b>TOTAL FUND 9901</b>	<b>2.274%</b>	<b>7,582,370.60</b>	<b>8/19/2012</b>		<b>0.620</b>		<b>17,216.35</b>	<b>7,800,847.41</b>		<b>0.212</b>	<b>7,799,979.40</b>

**INVESTMENT BY SECTOR AND MATURITY - HOUSING DEPARTMENT SECTION 108 FUND 9902  
AS OF DECEMBER 31,2011**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
<b>Treasury Bills</b>											
B 0.054 3-8-12	0.054%	3,000,000.00	3/8/2012		0.186	9/8/2011	0.00	2,999,696.61		0.054	2,999,892.00
B 0.05 6-28-12	0.050%	5,000,000.00	6/28/2012		0.493	12/28/2011	0.00	4,998,750.00		0.050	4,998,525.00
<b>Subtotal Treasury Bills</b>	<b>0.052%</b>	<b>8,000,000.00</b>	<b>5/16/2012</b>		<b>0.378</b>		<b>0.00</b>	<b>7,998,446.61</b>		<b>0.052</b>	<b>7,998,417.00</b>
<b>TOTAL FUND 9902</b>	<b>0.052%</b>	<b>8,000,000.00</b>	<b>5/16/2012</b>		<b>0.378</b>		<b>0.00</b>	<b>7,998,446.61</b>		<b>0.052</b>	<b>7,998,417.00</b>
<b>GRAND TOTALS</b>	<b>2.208%</b>	<b>2,406,608,611.28</b>	<b>2/26/2013</b>		<b>1.152</b>		<b>8,325,782.41</b>	<b>2,431,966,249.56</b>		<b>1.475</b>	<b>2,462,438,581.33</b>

**INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900  
AS OF DECEMBER 31,2011**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
<b>Treasury Notes</b>											
HUD 3.82 08-01-12	3.820%	25,000,000.00	8/1/2012		0.574	6/12/2008	397,916.67	25,000,000.00		3.820	25,517,775.00
HUD 0.86 08-1-12	0.860%	4,000,000.00	8/1/2012		0.581	7/21/2010	14,333.33	4,000,000.00		0.860	4,014,524.00
T 1.375 11-15-12	1.375%	25,000,000.00	11/15/2012		0.869	6/9/2011	44,385.30	25,235,714.30		0.292	25,266,600.00
T 0.625 12-31-12	0.625%	25,000,000.00	12/31/2012		0.998	5/24/2011	429.26	25,053,582.82		0.409	25,117,200.00
T 0.625 12-31-12	0.625%	25,000,000.00	12/31/2012		0.998	6/6/2011	429.26	25,070,363.56		0.342	25,117,200.00
T 1.375 05-15-13	1.375%	25,000,000.00	5/15/2013		1.362	9/27/2011	44,385.30	25,381,719.59		0.260	25,396,475.00
T 3.625 5-15-13	3.625%	25,000,000.00	5/15/2013		1.346	9/29/2011	117,015.80	26,148,190.90		0.270	26,160,150.00
T 1.375 05-15-13	1.375%	25,000,000.00	5/15/2013		1.362	11/16/2011	44,385.30	25,399,650.16		0.209	25,396,475.00
T 3.5 5-31-13	3.500%	25,000,000.00	5/31/2013		1.392	10/25/2011	76,502.73	26,147,225.15		0.248	26,152,350.00
T 1.125 6-15-13	1.125%	25,000,000.00	6/15/2013		1.447	6/14/2011	13,063.52	25,248,409.76		0.439	25,329,100.00
T 1.0 7-15-13	1.000%	25,000,000.00	7/15/2013		1.524	11/14/2011	115,489.13	25,302,801.72		0.212	25,297,850.00
HUD 1.34 08-01-13	1.340%	5,000,000.00	8/1/2013		1.563	7/21/2010	27,916.67	5,000,000.00		1.340	5,073,530.00
HUD 0.43 8-1-13	0.430%	8,000,000.00	8/1/2013		1.579	11/17/2011	4,204.44	8,000,000.00		0.430	8,003,272.00
T 3.125 8-31-13	3.125%	25,000,000.00	8/31/2013		1.622	12/13/2011	263,993.82	26,205,578.09		0.222	26,191,400.00
T 0.75 9-15-13	0.750%	30,000,000.00	9/15/2013		1.694	8/31/2011	66,758.24	30,282,305.62		0.197	30,256,650.00
HUD 0.67 8-1-14	0.670%	5,000,000.00	8/1/2014		2.563	11/17/2011	4,094.44	5,000,000.00		0.670	5,000,050.00
T 2.125 11-30-14	2.125%	25,000,000.00	11/30/2014		2.841	8/30/2011	46,448.09	26,240,517.97		0.409	26,257,800.00
HUD 0.93 8-1-15	0.930%	5,000,000.00	8/1/2015		3.529	11/17/2011	5,683.33	5,000,000.00		0.930	5,010,105.00
<b>Subtotal Treasury Notes</b>	<b>1.783%</b>	<b>357,000,000.00</b>	<b>6/15/2013</b>		<b>1.439</b>		<b>1,287,434.63</b>	<b>363,716,059.64</b>		<b>0.571</b>	<b>364,560,506.00</b>
<b>Commercial Paper</b>											
SAWSA 0.18 01-12-12	0.180%	35,000,000.00	1/12/2012		0.033	12/14/2011	3,106.85	35,000,000.00		0.180	35,000,000.00
CHICAB 0.3 01-18-12	0.300%	20,000,000.00	1/18/2012		0.049	12/15/2011	0.00	19,997,000.00		0.300	19,996,600.00
HARMTA 0.19 3-1-12	0.190%	30,650,000.00	3/1/2012		0.167	12/7/2011	3,988.70	30,650,000.00		0.190	30,650,000.00
<b>Subtotal Commercial Paper</b>	<b>0.212%</b>	<b>85,650,000.00</b>	<b>1/30/2012</b>		<b>0.085</b>		<b>7,095.55</b>	<b>85,647,000.00</b>		<b>0.212</b>	<b>85,646,600.00</b>
<b>Agency Discount Notes</b>											
FAMCDN 0.22 8-15-12	0.220%	25,000,000.00	8/15/2012		0.624	8/24/2011	0.00	24,965,220.07		0.220	24,990,625.00
<b>Subtotal Agency Discount Notes</b>	<b>0.220%</b>	<b>25,000,000.00</b>	<b>8/15/2012</b>		<b>0.624</b>		<b>0.00</b>	<b>24,965,220.07</b>		<b>0.220</b>	<b>24,990,625.00</b>
<b>Certificates of Deposit</b>											
Banco Popular de PR	0.450%	241,000.00	9/13/2012		0.704	9/15/2011	320.89	241,000.00		0.450	241,000.00
Capital Bank CDARS	0.450%	241,000.00	9/13/2012		0.704	9/15/2011	320.89	241,000.00		0.450	241,000.00
Iberia Bank CDARS	0.450%	26,000.00	9/13/2012		0.704	9/15/2011	34.62	26,000.00		0.450	26,000.00
Huntington National	0.450%	241,000.00	9/13/2012		0.704	9/15/2011	320.89	241,000.00		0.450	241,000.00
The Park National Ba	0.450%	241,000.00	9/13/2012		0.704	9/15/2011	320.89	241,000.00		0.450	241,000.00
<b>Subtotal Certificates of Deposit</b>	<b>0.450%</b>	<b>990,000.00</b>	<b>9/13/2012</b>		<b>0.704</b>		<b>1,318.18</b>	<b>990,000.00</b>		<b>0.450</b>	<b>990,000.00</b>
<b>Mortgage Backed Securities</b>											
FNCI 7.00 03/01/12	7.000%	279.06	3/1/2012		0.140	6/30/1999	1.63	279.06		6.681	280.59
FGCI 7.00 4/01/12	7.000%	3,073.32	4/1/2012		0.210	6/30/1999	17.93	3,073.32		6.789	3,109.35
FNCI 7.00 04/01/12	7.000%	889.40	4/1/2012		0.170	6/30/1999	5.19	889.40		6.761	893.42
FNCI 7.00 04/01/12	7.000%	349.74	4/1/2012		0.170	10/19/1999	2.04	349.74		6.792	351.30
FNCI 7.00 05/01/12	7.000%	2,283.24	5/1/2012		0.210	6/30/1999	13.32	2,283.24		6.693	2,293.58
FNCI 6.50 07/01/12	6.500%	3,551.36	7/1/2012		0.270	6/30/1999	19.24	3,551.36		6.284	3,598.67
FGCI 7.00 07/01/12	7.000%	1,794.54	7/1/2012		0.240	6/30/1999	10.47	1,794.54		6.753	1,827.95
FGCI 7.00 07/01/12	7.000%	5,076.10	7/1/2012		0.240	8/21/2000	29.61	5,076.10		6.930	5,170.62
FGCI 7.00 10/01/12	7.000%	9,387.47	10/1/2012		0.400	9/19/2000	54.76	9,387.47		6.924	9,604.16
FGCI 6.50 01/01/13	6.500%	6,374.79	1/1/2013		0.510	6/30/1999	34.53	6,374.79		6.272	6,570.89
FNCI 6.50 01/01/13	6.500%	7,636.77	1/1/2013		0.490	6/30/1999	41.37	7,636.77		6.301	7,832.90
GNJO 6.50 04/15/13	6.500%	23,079.31	4/15/2013		0.540	8/30/2000	125.01	23,079.31		6.649	23,845.88
FNCI 6.00 08/01/13	6.000%	13,061.52	8/1/2013		0.670	6/30/1999	65.31	13,061.52		5.873	13,506.80
FNCI 6.00 09/01/13	6.000%	16,246.20	9/1/2013		0.700	6/30/1999	81.23	16,246.20		5.881	16,799.60
FNCI 6.00 09/01/13	6.000%	23,015.30	9/1/2013		0.700	6/30/1999	115.08	23,015.30		5.892	23,799.43
GNJO 6.50 09/15/03	6.500%	28,133.79	9/15/2013		0.680	6/30/1999	152.40	28,133.79		6.460	30,272.62
FNCI 6.50 02/01/14	6.500%	8,687.25	2/1/2014		0.600	6/30/1999	47.06	8,687.25		6.422	8,957.12
FNCI 6.50 03/01/14	6.500%	11,474.39	3/1/2014		0.680	6/30/1999	62.16	11,474.39		6.324	11,870.85
GNJO 6.00 03-15-14	6.000%	84,020.00	3/15/2014		0.900	6/30/1999	420.10	84,020.00		5.944	88,313.15
FGCI 6.00 04/01/14	6.000%	36,071.36	4/1/2014		0.970	1/23/2001	180.36	36,071.36		5.974	38,265.49
FNCI 6.00 08/01/14	6.000%	54,942.58	8/1/2014		1.080	5/17/2001	274.71	54,942.58		5.946	59,318.80
GNJO 7.00 01/15/15	7.000%	76,721.04	1/15/2015		1.070	8/30/2000	447.54	76,721.04		7.030	81,625.34
FNCI 7.00 03/01/15	7.000%	58,662.23	3/1/2015		1.160	11/16/2000	342.20	58,662.23		6.885	62,483.77
FGCI 7.00 04/01/15	7.000%	41,633.83	4/1/2015		1.180	9/19/2000	242.86	41,633.83		7.002	44,332.91



## **Appendix II**

### **Investments by Sector and Maturity as of September 30, 2011**

**INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)  
AS OF SEPTEMBER 30, 2011**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
<b>Treasury Notes</b>											
T 1.0 10-31-11	1.000%	25,000,000.00	10/31/11		0.085	2/16/2011	104,619.57	25,016,491.36		0.219	25,018,550.00
T 1.75 11-15-11	1.750%	25,000,000.00	11/15/11		0.126	8/26/2009	165,251.36	25,017,755.55		1.176	25,049,800.00
T 1.75 11-15-11	1.750%	25,000,000.00	11/15/11		0.126	2/8/2011	165,251.36	25,046,975.44		0.253	25,049,800.00
T 4.5 11-30-11	4.500%	20,000,000.00	11/30/11		0.167	12/13/2010	302,459.02	20,138,907.14		0.333	20,141,400.00
T 4.5 11-30-11	4.500%	25,000,000.00	11/30/11		0.167	1/25/2011	378,073.77	25,176,397.53		0.268	25,176,750.00
T 1.125 12-15-11	1.125%	25,000,000.00	12/15/11		0.208	11/23/2009	82,991.80	25,015,375.78		0.826	25,053,700.00
HUD 3.82 08-01-12	3.820%	25,000,000.00	08/01/12		0.827	6/12/2008	159,166.67	25,000,000.00		3.820	25,731,150.00
HUD 0.86 08-1-12	0.860%	4,000,000.00	08/01/12		0.834	7/21/2010	5,733.33	4,000,000.00		0.860	4,019,168.00
T 1.375 11-15-12	1.375%	25,000,000.00	11/15/12		1.115	6/9/2011	129,840.35	25,303,482.15		0.292	25,330,075.00
T 0.625 12-31-12	0.625%	25,000,000.00	12/31/12		1.245	5/24/2011	39,487.09	25,067,051.73		0.409	25,131,825.00
T 0.625 12-31-12	0.625%	25,000,000.00	12/31/12		1.245	6/6/2011	39,487.09	25,088,050.56		0.342	25,131,825.00
T 1.375 05-15-13	1.375%	25,000,000.00	05/15/13		1.605	9/27/2011	129,840.35	25,451,815.81		0.260	25,444,250.00
T 3.625 5-15-13	3.625%	25,000,000.00	05/15/13		1.574	9/29/2011	342,306.38	26,359,036.33		0.270	26,349,600.00
T 1.125 6-15-13	1.125%	25,000,000.00	06/15/13		1.692	6/14/2011	82,991.80	25,291,367.84		0.439	25,360,250.00
HUD 1.34 08-01-13	1.340%	5,000,000.00	08/01/13		1.816	7/21/2010	11,166.67	5,000,000.00		1.340	5,074,930.00
T 0.75 9-15-13	0.750%	30,000,000.00	09/15/13		1.947	8/31/2011	9,890.11	30,323,927.61		0.197	30,268,350.00
T 2.125 11-30-14	2.125%	25,000,000.00	11/30/14		3.062	8/30/2011	178,534.84	26,347,680.08		0.409	26,289,050.00
<b>Subtotal Treasury Notes</b>	<b>1.935%</b>	<b>384,000,000.00</b>	<b>10/24/12</b>		<b>1.054</b>		<b>2,327,091.56</b>	<b>388,644,314.91</b>		<b>0.640</b>	<b>389,620,473.00</b>
<b>Commercial Paper</b>											
GECC .13 10-11-11	0.130%	50,000,000.00	10/11/2011		0.030	8/26/2011	0.00	49,998,149.31		0.130	49,999,000.00
CHICAB 0.25 10-13-11	0.250%	20,019,000.00	10/13/2011		0.036	8/3/2011	0.00	20,017,292.03		0.250	20,019,000.00
HARMTA 0.2 12-7-11	0.200%	30,650,000.00	12/7/2011		0.186	9/21/2011	1,679.45	30,650,000.00		0.200	30,650,000.00
<b>Subtotal Commercial Pap</b>	<b>0.175%</b>	<b>100,669,000.00</b>	<b>10/28/2011</b>		<b>0.079</b>		<b>1,679.45</b>	<b>100,665,441.34</b>		<b>0.175</b>	<b>100,668,000.00</b>
<b>Agency Discount Notes</b>											
FAMCDN 0.22 8-15-12	0.220%	25,000,000.00	8/15/2012		0.876	8/24/2011	0.00	24,951,124.24		0.220	24,978,000.00
<b>Subtotal Agency Discoun</b>	<b>0.220%</b>	<b>25,000,000.00</b>	<b>8/15/2012</b>		<b>0.876</b>		<b>0.00</b>	<b>24,951,124.24</b>		<b>0.220</b>	<b>24,978,000.00</b>
<b>Certificates of Deposit</b>											
Banco Popular de PR	0.450%	241,000.00	9/13/2012		0.956	9/15/2011	47.54	241,000.00		0.450	241,000.00
Capital Bank CDARS	0.450%	241,000.00	9/13/2012		0.956	9/15/2011	47.54	241,000.00		0.450	241,000.00
Iberia Bank CDARS	0.450%	26,000.00	9/13/2012		0.956	9/15/2011	5.13	26,000.00		0.450	26,000.00
Huntington National	0.450%	241,000.00	9/13/2012		0.956	9/15/2011	47.54	241,000.00		0.450	241,000.00
The Park National Ba	0.450%	241,000.00	9/13/2012		0.956	9/15/2011	47.54	241,000.00		0.450	241,000.00
<b>Subtotal Certificates of Di</b>	<b>0.450%</b>	<b>990,000.00</b>	<b>9/13/2012</b>		<b>0.956</b>		<b>195.29</b>	<b>990,000.00</b>		<b>0.450</b>	<b>990,000.00</b>
<b>Mortgage-Backed Securities</b>											
FNCI 7.00 03/01/12	7.000%	1,718.49	3/1/2012		0.230	6/30/1999	10.03	1,718.49		6.681	1,737.55
FGCI 7.00 4/01/12	7.000%	6,087.46	4/1/2012		0.290	6/30/1999	35.51	6,087.46		6.789	6,205.15
FNCI 7.00 04/01/12	7.000%	3,550.36	4/1/2012		0.270	6/30/1999	20.71	3,550.36		6.761	3,589.21
FNCI 7.00 04/01/12	7.000%	1,396.05	4/1/2012		0.270	10/19/1999	8.14	1,396.05		6.792	1,411.30
FNCI 7.00 05/01/12	7.000%	5,931.50	5/1/2012		0.310	6/30/1999	34.60	5,931.50		6.693	5,996.40
FNCI 6.50 07/01/12	6.500%	7,080.48	7/1/2012		0.360	6/30/1999	38.35	7,080.48		6.284	7,195.75
FGCI 7.00 07/01/12	7.000%	3,616.35	7/1/2012		0.320	6/30/1999	21.10	3,616.35		6.753	3,725.93
FGCI 7.00 07/01/12	7.000%	10,140.80	7/1/2012		0.320	8/21/2000	59.15	10,140.80		6.930	10,448.09
FGCI 7.00 10/01/12	7.000%	12,922.64	10/1/2012		0.520	9/19/2000	75.38	12,922.64		6.924	13,367.98
FGCI 6.50 01/01/13	6.500%	8,365.62	1/1/2013		0.630	6/30/1999	45.31	8,365.62		6.272	8,637.39
FNCI 6.50 01/01/13	6.500%	9,946.33	1/1/2013		0.620	6/30/1999	53.88	9,946.33		6.301	10,247.80
GNJO 6.50 04/15/13	6.500%	31,421.25	4/15/2013		0.620	8/30/2000	170.20	31,421.25		6.649	32,507.72
FNCI 6.00 08/01/13	6.000%	16,628.65	8/1/2013		0.770	6/30/1999	83.15	16,628.65		5.873	17,260.33
FNCI 6.00 09/01/13	6.000%	20,351.61	9/1/2013		0.770	6/30/1999	101.76	20,351.61		5.881	21,124.28
FNCI 6.00 09/01/13	6.000%	28,831.31	9/1/2013		0.770	6/30/1999	144.16	28,831.31		5.892	29,926.07

GNJO 6.50 09/15/03	6.500%	34,986.30	9/15/2013	0.780	6/30/1999	189.51	34,986.30	6.460	37,701.92
FNCI 6.50 02/01/14	6.500%	11,425.64	2/1/2014	0.720	6/30/1999	61.89	11,425.64	6.422	11,828.70
FNCI 6.50 03/01/14	6.500%	14,398.06	3/1/2014	0.760	6/30/1999	77.99	14,398.06	6.324	14,929.62
GNJO 6.00 03-15-14	6.000%	101,596.25	3/15/2014	0.950	6/30/1999	507.98	101,596.25	5.944	107,015.39
FGCI 6.00 04/01/14	6.000%	42,634.98	4/1/2014	1.010	1/23/2001	213.18	42,634.98	5.974	45,239.44
FNCI 6.00 08/01/14	6.000%	60,695.65	8/1/2014	1.150	5/17/2001	303.48	60,695.65	5.946	65,839.75
GNJO 7.00 01/15/15	7.000%	85,446.97	1/15/2015	1.160	8/30/2000	498.44	85,446.97	7.030	90,997.44
FNCI 7.00 03/01/15	7.000%	66,170.58	3/1/2015	1.250	11/16/2000	386.00	66,170.58	6.885	70,513.55
FGCI 7.00 04/01/15	7.000%	48,345.09	4/1/2015	1.270	9/19/2000	282.01	48,345.09	7.002	51,535.00
FNCI 6.50 06/01/15	6.500%	564,251.60	6/1/2015	2.000	6/18/2002	3,056.36	564,251.60	5.675	619,822.51
FNCI 6.00 07/01/15	6.000%	83,606.31	7/1/2015	1.120	5/17/2001	418.03	83,606.31	5.959	90,692.13
FGCI 7.00 08/01/15	7.000%	36,280.45	8/1/2015	1.320	8/21/2000	211.64	36,280.45	7.096	39,158.72
FGCI 7.00 10/01/15	7.000%	38,326.56	10/1/2015	1.390	10/19/2000	223.57	38,326.56	7.041	40,855.42
FNCI 7.00 10/01/15	7.000%	62,332.94	10/1/2015	1.460	11/16/2000	363.61	62,332.94	6.885	67,295.74
FGCI 7.00 12/01/15	7.000%	115,605.83	12/1/2015	1.630	2/19/2002	674.37	115,605.83	5.390	124,777.24
FGCI 6.00 01/01/16	6.000%	30,498.62	1/1/2016	1.480	2/15/2001	152.49	30,498.62	6.018	33,135.88
FGCI 6.00 09/01/16	6.000%	174,378.61	9/1/2016	1.680	10/18/2001	871.89	174,378.61	5.461	186,404.80
FGCI 6.00 11/01/16	6.000%	268,778.24	11/1/2016	1.740	12/18/2001	1,343.89	268,778.24	5.733	287,543.46
FN 616072 6.00 11-01	6.000%	255,242.02	11/1/2016	1.760	4/21/2003	1,276.21	255,242.02	4.657	277,352.88
GNJO 6.5 11/15/16	6.500%	237,535.47	11/15/2016	1.690	4/16/2002	1,286.65	237,535.47	5.988	256,563.53
FGCI 6.50 02/01/17	6.500%	260,188.48	2/1/2017	1.860	3/18/2002	1,409.35	260,188.48	5.769	284,221.76
FN15 254684 5.0 02-0	5.000%	2,564,288.20	2/25/2017	1.920	2/19/2003	10,684.53	2,564,288.20	4.551	2,774,487.98
FNCI 6.50 03/01/17	6.500%	184,828.00	3/1/2017	1.940	3/18/2002	1,001.15	184,828.00	5.720	203,030.98
FNCI 6.50 03/01/17	6.500%	318,567.68	4/1/2017	1.930	3/18/2002	1,725.57	318,567.68	5.711	349,942.15
FGE01280 5.00 12-1-1	5.000%	706,601.21	12/1/2017	1.850	12/17/2002	2,944.17	706,601.21	4.737	756,598.64
FN 702860 5.00 04-01	5.000%	1,069,521.50	4/1/2018	1.940	4/21/2003	4,456.34	1,069,521.50	4.441	1,157,192.30
FN 254721 5.00 4-1-1	5.000%	702,621.50	4/21/2018	1.960	4/21/2003	2,927.59	702,621.50	4.366	760,216.78
FNCI 5.00 05-01-18	5.000%	1,518,973.00	5/1/2018	1.980	5/19/2003	6,329.05	1,518,973.00	4.428	1,643,486.22
FNCI 5.00 LLB 05-01-	5.000%	991,112.85	5/1/2018	1.970	5/19/2003	4,129.64	991,112.85	4.094	1,079,767.17
FG E97045 4.5 06-01-	4.500%	674,528.28	6/1/2018	1.930	7/17/2003	2,529.48	674,528.28	3.874	720,851.23
FGE01425 4.5 08-01-1	4.500%	3,222,621.00	8/1/2018	1.990	8/18/2003	12,084.83	3,222,621.00	4.315	3,419,277.90
FN254942 4.00 09-01-	4.000%	2,537,133.40	9/1/2018	2.130	9/18/2003	8,457.11	2,537,133.40	3.920	2,701,500.27
FN255077 5.00 01-01-	5.000%	719,307.45	1/1/2019	2.090	3/17/2005	2,997.11	719,307.45	4.687	778,270.52
FGG18008 4.5 09-01-1	4.500%	1,178,077.30	9/1/2019	2.140	12/21/2004	4,417.79	1,177,834.04	4.478	1,260,085.70
FGG18065 5.00 07-01	5.000%	1,249,692.90	7/1/2020	2.260	7/19/2005	5,207.05	1,250,864.42	4.838	1,350,570.59
FGB19758 5.00 08-01-	5.000%	1,497,866.15	8/1/2020	2.340	8/16/2005	6,241.11	1,500,934.45	4.893	1,618,776.87
FGG18073 5.00 09-01-	5.000%	1,294,360.04	9/1/2020	2.300	10/18/2005	5,393.17	1,293,264.29	4.989	1,398,843.32
FGG18079 5.50 10-01-	5.500%	1,614,745.33	10/1/2020	2.570	11/17/2005	7,400.92	1,619,018.20	5.366	1,751,929.09
FGG11807 5.5 10-01-2	5.500%	1,645,746.90	10/1/2020	2.540	12/15/2005	7,543.01	1,649,115.10	5.388	1,785,564.45
FGG11810 5.5 12-01-2	5.500%	1,576,332.35	12/1/2020	2.480	12/15/2005	7,224.86	1,578,252.67	5.419	1,710,252.71
FGG18096 5.5 1-1-21	5.500%	1,282,478.64	1/1/2021	2.580	2/16/2006	5,878.03	1,286,378.92	5.373	1,391,434.05
FGG18101 5.5 02-01-2	5.500%	1,084,504.35	2/1/2021	2.620	2/16/2006	4,970.64	1,088,190.59	5.369	1,173,929.22
FN865183 5.5 02-01-2	5.500%	1,965,362.24	2/1/2021	2.640	3/16/2006	9,007.91	1,967,223.29	5.403	2,132,608.65
FGG18106 5.5 03-01-2	5.500%	1,632,710.40	3/1/2021	2.600	3/16/2006	7,483.26	1,632,032.92	5.470	1,767,338.64
FNCI 5.5 04-01-21	5.500%	1,877,908.32	4/1/2021	2.590	4/18/2006	8,607.08	1,874,622.73	5.475	2,037,712.65
FGG18115 6.0 05-01-2	6.000%	1,378,513.29	5/1/2021	2.640	5/16/2006	6,892.57	1,387,580.09	5.811	1,501,160.80
FGG18124 6.0 6-1-21	6.000%	1,101,420.18	6/1/2021	2.630	6/19/2006	5,507.10	1,106,573.51	5.845	1,199,414.48
FGG18124 6.0 6-1-21	6.000%	1,475,614.99	6/1/2021	2.630	7/18/2006	7,378.08	1,475,614.99	5.963	1,606,901.76
FGCI03360 5.50 09-01	5.500%	1,330,175.76	9/1/2021	2.650	9/18/2006	6,096.64	1,323,797.83	5.556	1,439,857.93
FGG12369 5.5 10-01-2	5.500%	1,776,211.79	10/1/2021	2.660	10/17/2006	8,140.97	1,775,210.86	5.472	1,922,672.77
FNCI 5.5 11-01-21	5.500%	1,269,681.76	11/1/2021	2.450	11/16/2006	5,819.37	1,265,695.42	5.487	1,377,727.84
FGG18157 5.5 12-01-2	5.500%	1,651,567.84	12/1/2021	2.410	1/17/2007	7,569.69	1,650,630.95	5.472	1,787,751.00
FGG18169 5.5 02-01-2	5.500%	1,831,304.48	2/1/2022	2.410	2/15/2007	8,393.48	1,822,125.44	5.559	1,981,163.61
FGG12514 5.5 02-01-2	5.500%	1,878,361.23	2/1/2022	2.710	3/19/2007	8,609.16	1,878,361.23	5.462	2,033,245.05
FN938603 5.5 05-01-2	5.500%	976,823.44	5/1/2022	2.540	5/17/2007	4,477.11	976,830.15	5.434	1,059,435.33
FGJ05074 5.5 06-01-2	5.500%	1,271,845.04	6/1/2022	2.150	6/18/2007	5,829.29	1,271,845.04	5.462	1,375,922.54
FGG12692 5.5 06-1-22	5.500%	2,379,771.71	6/1/2022	2.500	6/18/2007	10,907.29	2,380,253.49	5.457	2,574,512.92
FGJ05038 5.5 07-01-2	5.500%	2,478,414.64	7/1/2022	2.460	6/18/2007	11,359.40	2,466,130.60	5.561	2,681,228.02
FGG12718 5.5 07-01-2	5.500%	2,008,837.13	7/1/2022	2.410	7/17/2007	9,207.17	1,989,643.54	5.632	2,173,224.12
FGJ05317 5.5 08-01-2	5.500%	2,499,941.72	8/1/2022	2.480	9/18/2007	11,458.07	2,485,156.00	5.569	2,704,516.69
FGJ05440 6.0 08-01-2	6.000%	1,408,640.38	8/1/2022	2.450	9/18/2007	7,043.20	1,415,235.89	5.872	1,531,327.14

FGCI 6.0 9-1-22	5.500%	2,732,904.01	9/1/2022	2.400	11/18/2008	12,525.81	2,752,482.54	5.352	2,958,250.79
FGJ05665 5.5 10-01-2	5.500%	2,230,909.68	10/1/2022	2.530	10/16/2007	10,225.00	2,220,450.78	5.534	2,413,469.26
FGGH12956 5.0 01-01-	5.000%	2,132,465.36	1/1/2023	2.290	12/17/2007	8,885.27	2,130,177.14	4.982	2,301,936.60
FGCI 4.5 02-01-23	4.500%	2,725,908.00	2/1/2023	2.360	2/19/2008	10,222.16	2,723,972.16	4.481	2,898,627.17
FGG18239 5.0 03-01-2	5.000%	2,746,873.50	3/1/2023	2.340	3/18/2008	11,445.31	2,749,869.11	4.949	2,951,438.61
FGJ07494 4.5 04-01-2	4.500%	3,114,397.36	4/1/2023	2.240	4/17/2008	11,678.99	3,090,898.41	4.610	3,311,732.02
FGG13072 5.0 04-01-2	5.000%	1,898,612.04	4/1/2023	2.350	3/18/2008	7,910.88	1,885,025.24	5.077	2,044,751.97
FGCI 4.5 04-01-23	4.500%	1,776,110.97	4/1/2023	2.430	12/16/2008	6,660.42	1,807,037.93	4.254	1,888,649.02
FNCI 5.0 5-1-23	5.000%	2,776,865.52	5/1/2023	2.390	5/19/2008	11,570.27	2,763,643.66	5.021	2,987,135.28
FGG18259 5.5 06-01-2	5.500%	2,899,298.32	6/1/2023	2.560	6/17/2008	13,288.45	2,918,587.94	5.347	3,136,553.41
FGG18259 5.5 06-01-2	5.500%	2,915,345.54	6/1/2023	2.560	7/17/2008	13,362.00	2,905,902.05	5.518	3,153,913.84
FGG13247 5.0 07-01-2	5.000%	2,856,052.72	7/1/2023	2.390	9/16/2008	11,900.22	2,880,446.40	4.842	3,068,748.62
FGJ08476 5.5 08-01-2	5.500%	3,491,808.72	8/1/2023	2.520	8/18/2008	16,004.12	3,470,021.95	5.564	3,777,550.06
FGG18300 4.0 1-1-24	4.000%	3,986,361.36	1/1/2024	2.380	1/20/2009	13,287.87	4,060,955.80	3.691	4,202,819.07
FGJ09194 4.0 1-1-24	4.000%	3,813,199.12	1/1/2024	2.500	2/20/2009	12,710.66	3,856,811.64	3.800	4,020,254.19
FGCI 4.0 03-01-24	4.000%	4,682,280.96	3/1/2024	2.440	3/17/2009	15,607.60	4,724,586.83	3.826	4,932,137.16
FGCI 4.0 05-01-24	4.000%	5,487,213.76	5/1/2024	2.520	4/16/2009	18,290.71	5,561,382.35	3.744	5,780,022.84
FGCI 4.0 05-01-24	4.000%	4,847,022.64	5/1/2024	2.140	5/18/2009	16,156.74	4,901,728.55	3.790	5,105,669.80
FGCI 4.0 06-01-24	4.000%	5,314,713.60	6/1/2024	2.160	6/16/2009	17,715.71	5,290,390.75	4.051	5,598,317.72
FGJ10251 4.0 7-1-24	4.000%	6,339,751.31	7/1/2024	2.200	7/16/2009	21,132.50	6,388,434.39	3.842	6,678,053.57
FGJ12604 4.0 07-01-2	4.000%	6,035,367.11	7/1/2025	2.410	12/20/2010	20,117.89	6,167,630.76	3.619	6,357,426.79
<b>Subtotal Mortgage-Backe</b>	<b>4.889%</b>	<b>137,391,189.52</b>	<b>4/5/2014</b>	<b>2.356</b>		<b>559,738.54</b>	<b>137,809,670.65</b>	<b>4.749</b>	<b>147,217,993.70</b>
<b>CMOs</b>									
FHR2892GA 4.0 12-15-	4.000%	375,522.50	12/15/2012	0.110	12/20/2004	1,251.74	375,522.50	3.917	376,502.61
<b>Subtotal CMOs</b>	<b>4.000%</b>	<b>375,522.50</b>	<b>11/9/2011</b>	<b>0.110</b>		<b>1,251.74</b>	<b>375,522.50</b>	<b>3.917</b>	<b>376,502.61</b>
<b>Agency Notes</b>									
FHLB 0.23 10-21-11	0.230%	25,000,000.00	10/21/2011	0.057	2/22/2011	6,229.17	25,000,148.14	0.220	25,001,936.00
FNMA 5.375 11-15-11	5.375%	25,000,000.00	11/15/2011	0.126	12/22/2010	507,638.89	25,157,669.21	0.350	25,153,475.00
FNMA 5.375 11-15-11	5.375%	25,000,000.00	11/15/2011	0.126	1/10/2011	507,638.89	25,159,354.84	0.310	25,153,475.00
FNMA 5.375 11-15-11	5.375%	25,000,000.00	11/15/2011	0.126	1/13/2011	507,638.89	25,159,534.31	0.304	25,153,475.00
FHLB 4.875 11-18-11	4.875%	15,000,000.00	11/18/2011	0.134	1/6/2011	270,156.25	15,091,609.84	0.320	15,088,725.00
FHLB 0.785 11-25-11	0.785%	25,000,000.00	11/25/2011	0.153	12/14/2010	68,687.50	25,016,023.12	0.366	25,024,350.00
FHLB 0.32 12-01-11	0.320%	25,000,000.00	12/1/2011	0.170	1/6/2011	66,666.67	24,999,995.77	0.320	25,008,450.00
FHLB 0.32 12-01-11	0.320%	25,000,000.00	12/1/2011	0.170	12/15/2010	66,666.67	24,998,732.63	0.350	25,008,450.00
FHLB 4.75 12-9-11	4.750%	20,000,000.00	12/9/2011	0.192	6/15/2007	295,555.56	19,976,098.22	5.483	20,165,920.00
TVA 6.79 05-23-12	6.790%	9,309,000.00	5/23/2012	0.631	2/19/2008	224,739.95	9,485,920.91	3.517	9,696,505.74
FHLB 4.875 06-08-12	4.875%	5,000,000.00	6/8/2012	0.677	2/19/2008	76,510.42	5,041,666.10	3.529	5,142,825.00
FHLB 1.375 6-8-12	1.375%	25,000,000.00	6/8/2012	0.685	6/15/2011	107,899.31	25,192,509.75	0.254	25,187,675.00
FHLB 1.375 6-8-12	1.375%	25,000,000.00	6/8/2012	0.685	9/15/2011	107,899.31	25,207,026.97	0.173	25,187,675.00
FHLMC 1.75 6-15-12	1.750%	20,000,000.00	6/15/2012	0.704	9/17/2009	103,055.56	20,015,234.08	1.639	20,208,240.00
FHLMC 1.75 6-15-12	1.750%	20,000,000.00	6/15/2012	0.704	10/7/2009	103,055.56	20,046,896.46	1.411	20,208,240.00
FHLMC 1.75 6-15-12	1.750%	15,000,000.00	6/15/2012	0.704	9/12/2011	77,291.67	15,165,961.03	0.188	15,156,180.00
FFCB 2.125 6-18-12	2.125%	25,000,000.00	6/18/2012	0.711	9/14/2009	151,996.53	25,091,588.52	1.600	25,324,325.00
FFCB 2.125 6-18-12	2.125%	25,000,000.00	6/18/2012	0.711	7/12/2011	151,996.53	25,336,118.42	0.241	25,324,325.00
FHLB 1.875 6-20-12	1.875%	20,000,000.00	6/20/2012	0.718	6/12/2009	105,208.33	19,951,938.50	2.221	20,228,760.00
FHLB 0.25 06-21-12	0.250%	10,000,000.00	6/21/2012	0.724	7/12/2011	6,944.44	10,000,568.41	0.242	9,998,570.00
FNMA 1.25 06-22-12	1.250%	10,000,000.00	6/22/2012	0.725	9/12/2011	34,375.00	10,077,289.86	0.188	10,070,380.00
FHLB 0.22 9-12-12	0.220%	25,000,000.00	9/12/2012	0.949	9/13/2011	2,902.78	24,997,235.07	0.232	24,984,875.00
FHLB 2.0 09-14-12	2.000%	25,000,000.00	9/14/2012	0.951	9/15/2009	23,611.11	25,043,188.16	1.813	25,405,273.50
FHLB 2.0 09-14-12	2.000%	20,000,000.00	9/14/2012	0.951	9/16/2009	18,888.89	20,041,083.06	1.778	20,324,218.80
FHLB 4.625 10-10-12	4.625%	20,000,000.00	10/10/2012	0.995	8/28/2009	439,375.00	20,532,756.07	1.941	20,893,660.00
FFCB 4.5 10-17-12	4.500%	19,502,000.00	10/17/2012	1.015	6/5/2009	399,791.00	19,947,727.93	2.222	20,350,610.03
FHLB 4.875 12-14-12	4.875%	15,000,000.00	12/14/2012	1.171	2/12/2008	217,343.75	15,214,278.70	3.548	15,802,875.00
FHLB 4.875 12-14-12	4.875%	20,000,000.00	12/14/2012	1.171	2/12/2008	289,791.67	20,285,704.91	3.548	21,070,500.00
FHLB 4.875 12-14-12	4.875%	14,000,000.00	12/14/2012	1.171	2/13/2008	202,854.17	14,207,497.78	3.500	14,749,350.00
FHLB 1.75 12-14-12	1.750%	30,000,000.00	12/14/2012	1.193	12/11/2009	156,041.67	30,050,560.52	1.606	30,494,400.00
FHLMC 4.125 12-21-12	4.125%	20,000,000.00	12/21/2012	1.195	8/4/2009	229,166.67	20,489,669.28	2.046	20,915,320.00
FHLMC 4.125 12-21-12	4.125%	30,000,000.00	12/21/2012	1.195	8/24/2009	343,750.00	30,740,914.35	2.029	31,372,980.00
FHLMC 0.75 12-28-12	0.750%	25,000,000.00	12/28/2012	1.239	2/17/2011	48,437.50	24,972,482.56	0.839	25,131,125.00

FHLMC 0.75 12-28-12	0.750%	25,000,000.00	12/28/2012	1.239	6/16/2011	48,437.50	25,112,330.65	0.387	25,131,125.00	
FFCB 3.4 02-07-13	3.400%	25,000,000.00	2/7/2013	1.328	2/14/2008	127,500.00	24,942,271.87	3.591	26,012,825.00	
FFCB 3.4 02-07-13	3.400%	20,000,000.00	2/7/2013	1.328	2/20/2008	102,000.00	19,902,401.34	3.806	20,810,260.00	
FNMA 4.75 02-21-13	4.750%	15,000,000.00	2/21/2013	1.357	6/3/2008	79,166.67	15,131,189.97	4.053	15,898,890.00	
FNMA 4.75 02-21-13	4.750%	10,000,000.00	2/21/2013	1.357	6/5/2008	52,777.78	10,081,465.67	4.100	10,599,260.00	
FHLB 3.875 03-08-13	3.875%	20,000,000.00	3/8/2013	1.411	3/12/2008	49,513.89	20,065,181.37	3.624	21,004,740.00	
FHLB 3.875 03-08-13	3.875%	20,000,000.00	3/8/2013	1.411	3/24/2008	49,513.89	20,102,941.35	3.481	21,004,740.00	
FFCB 1.875 04-15-13	1.875%	10,000,000.00	4/15/2013	1.514	7/21/2010	86,458.33	10,132,550.16	1.000	10,223,310.00	
FNMA 2.0 04-19-13 1x	2.000%	2,000,000.00	4/19/2013	10/19/2011	0.053	11/9/2010	18,000.00	2,001,725.46	0.395	1,373
FFCB 4.0 05-21-13	4.000%	10,000,000.00	5/21/2013	1.584	6/3/2008	144,444.44	9,985,705.34	4.097	10,582,350.00	
FHLB 5.13 05-24-13	5.130%	30,000,000.00	5/24/2013	1.577	6/4/2008	542,925.00	30,504,685.60	3.994	32,329,350.00	
FHLMC 4.0 06-12-13	4.000%	25,000,000.00	6/12/2013	1.643	5/12/2009	302,777.78	25,663,667.97	2.351	26,520,975.00	
FHLMC 4.0 06-12-13	4.000%	20,000,000.00	6/12/2013	1.643	6/16/2009	242,222.22	20,438,153.46	2.633	21,216,780.00	
FHLMC 4.0 06-12-13	4.000%	20,000,000.00	6/12/2013	1.643	6/23/2009	242,222.22	20,410,826.09	2.716	21,216,780.00	
FHLB 5.375 06-14-13	5.375%	20,000,000.00	6/14/2013	1.631	9/15/2009	319,513.89	21,047,449.92	2.160	21,685,220.00	
FHLB 5.375 06-14-13	5.375%	8,320,000.00	6/14/2013	1.631	10/6/2009	132,917.78	8,783,230.55	1.972	9,021,051.52	
FHLB 1.625 6-14-13	1.625%	25,000,000.00	6/14/2013	1.682	6/23/2011	120,746.53	25,475,663.09	0.502	25,522,250.00	
FHLB 3.0 06-24-13	3.000%	18,000,000.00	6/24/2013	1.690	10/6/2009	145,500.00	18,310,430.48	1.962	18,806,004.00	
FNMA 1.5 06-26-13	1.500%	25,000,000.00	6/26/2013	1.717	2/9/2011	98,958.33	25,160,578.91	1.125	25,472,450.00	
FHLMC 1.15 10-07-13	1.150%	15,000,000.00	10/7/2013	10/7/2011	0.019	10/27/2010	83,375.00	15,001,320.87	0.688	1,000
FNMA 1.125 10-8-13	1.125%	15,000,000.00	10/8/2013	1.994	10/27/2010	81,093.75	15,000,000.00	1.125	15,195,150.00	
FNMA 1.0 10-15-13	1.000%	20,000,000.00	10/15/2013	2.017	10/15/2010	92,222.22	20,000,000.00	0.936	20,129,280.00	
FNMA 1.05 10-22-13	1.050%	20,000,000.00	10/22/2013	2.035	10/22/2010	92,750.00	20,000,000.00	0.997	20,210,580.00	
FHLB 4.875 12-13-13	4.875%	20,000,000.00	12/13/2013	2.089	6/19/2009	292,500.00	20,657,117.99	3.259	21,901,120.00	
FHLB 3.125 12-13-13	3.125%	25,000,000.00	12/13/2013	2.129	12/21/2010	234,375.00	26,038,620.20	1.200	26,439,925.00	
FHLB 3.125 12-13-13	3.125%	30,000,000.00	12/13/2013	2.129	2/10/2011	281,250.00	31,051,235.31	1.496	31,727,910.00	
FHLB 3.125 12-13-13	3.125%	25,000,000.00	12/13/2013	2.129	2/15/2011	234,375.00	25,856,287.53	1.532	26,439,925.00	
FNMA 0.75 12-18-13	0.750%	25,000,000.00	12/18/2013	2.198	9/28/2011	53,645.83	25,160,852.83	0.458	25,110,725.00	
FNMA 3.0 12-30-13 1x	3.000%	5,000,000.00	12/30/2013	12/30/2011	0.249	12/21/2010	37,916.67	5,030,669.92	0.825	2,135
FNMA 1.35 02-24-14	1.350%	5,000,000.00	2/24/2014	2.367	12/2/2010	6,937.50	5,000,000.00	1.350	5,093,840.00	
FAMCA 1.125 06-02-14	1.125%	11,000,000.00	6/2/2014	2.631	6/10/2011	40,906.25	11,025,951.92	1.035	11,117,931.00	
FAMCA 3.15 06-05-14	3.150%	13,355,000.00	6/5/2014	2.571	6/10/2011	135,553.25	14,111,070.62	1.000	14,183,143.55	
FNMA 1.125 7-11-14 1	1.125%	25,000,000.00	7/11/2014	7/11/2012	0.775	9/30/2011	62,500.00	25,147,500.00	0.651	0.910
FHLMC 1.1 8-8-14 1xc	1.100%	25,000,000.00	8/8/2014	8/8/2012	0.850	9/14/2011	40,486.11	25,147,937.69	0.704	0.882
FFCB 1.625 11-19-14	1.625%	25,000,000.00	11/19/2014	3.054	6/8/2011	148,958.33	25,431,341.65	1.063	25,703,125.00	
FHLB 2.75 12-12-14	2.750%	12,000,000.00	12/12/2014	3.063	2/10/2011	99,916.67	12,264,739.72	2.030	12,749,880.00	
FHLB 2.75 12-12-14	2.750%	18,000,000.00	12/12/2014	3.063	2/10/2011	149,875.00	18,398,311.10	2.028	19,124,820.00	
FHLB 1.125 4-27-16 s	1.125%	20,000,000.00	4/27/2016	10/27/2011	0.075	7/15/2011	96,250.00	20,009,761.54	0.668	1,084
FNMA 1 6-22-16 Step-	1.000%	10,000,000.00	6/22/2016	6/22/2012	0.723	6/22/2011	27,500.00	9,981,830.61	0.590	1,051
FHLB 1.0 07-18-16 st	1.000%	15,000,000.00	7/18/2016	10/18/2011	0.050	7/18/2011	30,416.67	15,000,000.00	0.698	1,000
FHLB 1.0 7-19-16 stp	1.000%	15,000,000.00	7/19/2016	10/19/2011	0.053	7/19/2011	30,000.00	15,000,000.00	0.885	1,000
FHLMC 1.05 7-27-16 S	1.050%	15,000,000.00	7/27/2016	10/27/2011	0.075	7/27/2011	28,000.00	15,000,000.00	0.635	1,050
FHLMC 1.0 9-14-16 st	1.000%	25,000,000.00	9/14/2016	12/14/2011	0.152	9/14/2011	11,805.56	25,000,000.00	1.418	1,000
FHLMC 1 9-30-16 step	1.000%	20,000,000.00	9/30/2016	12/30/2011	0.249	9/30/2011	555.56	20,000,000.00	2.021	1,000
<b>Subtotal Agency Notes</b>	<b>2.587%</b>	<b>1,485,486,000.00</b>	<b>11/30/2012</b>	<b>1.141</b>		<b>11,218,565.93</b>	<b>1,501,261,982.23</b>	<b>1.588</b>	<b>1,524,346,623.14</b>	
<b>Municipal Bonds</b>										
ALT 3.98 10-01-11	3.980%	1,800,000.00	10/1/2011	0.003	8/21/2007	35,820.00	1,800,000.00	5.180	1,800,000.00	
ROBUTL 8.45 11-15-11	8.450%	140,000.00	11/15/2011	0.125	10/2/2007	4,469.11	140,258.54	6.702	141,195.60	
CHI 5.25 01-01-12	5.250%	4,000,000.00	1/1/2012	0.255	1/25/2008	52,500.00	4,014,449.14	3.647	4,030,560.00	
PEOSCD 0 01-01-12	0.000%	1,295,000.00	1/1/2012	0.255	5/4/2010	0.00	1,279,992.45	4.794	1,292,034.45	
PEOSCD 0 01-01-12	0.000%	705,000.00	1/1/2012	0.255	5/4/2010	0.00	696,829.87	4.794	704,259.75	
MES 5.05 01-15-12	5.050%	1,085,000.00	1/15/2012	0.293	11/10/2008	11,567.31	1,088,739.33	3.775	1,099,105.00	
NWK 4.504 04-01-12	4.504%	1,200,000.00	4/1/2012	0.492	4/22/2008	27,024.00	1,201,111.89	4.301	1,220,688.00	
OHS 4.55 05-01-12	4.550%	1,000,000.00	5/1/2012	0.575	8/19/2008	18,958.33	1,000,042.66	4.544	1,023,640.00	
KSSDEV 4.372 05-01-1	4.372%	2,600,000.00	5/1/2012	0.575	10/10/2008	47,363.33	2,605,913.38	3.950	2,647,762.00	
PAL 5.735 06-01-12	5.735%	3,515,000.00	6/1/2012	0.656	3/6/2008	67,195.08	3,559,292.52	3.630	3,639,044.35	
STNPWR 4.05 07-01-12	4.050%	4,875,000.00	7/1/2012	0.743	2/6/2008	49,359.38	4,876,591.87	4.002	4,992,926.25	
WAS 5.6 07-01-12	5.600%	5,000,000.00	7/1/2012	0.739	11/17/2008	70,000.00	5,065,245.32	3.725	5,188,150.00	
MONHGR 4.24 08-01-12	4.240%	1,000,000.00	8/1/2012	0.826	1/24/2008	7,066.67	1,000,000.00	4.240	1,026,370.00	
SCRGEN 5.556 08-01-1	5.556%	1,000,000.00	8/1/2012	0.823	11/3/2008	9,260.00	997,950.15	5.830	1,035,430.00	

NYC 4.5 9-1-12	4.500%	4,400,000.00	9/1/2012	0.908	9/16/2008	16,500.00	4,417,727.58	4.020	4,555,936.00	
DUPSCD 4.0 10-01-12	4.000%	1,255,000.00	10/1/2012	0.974	3/31/2008	25,100.00	1,255,000.00	4.000	1,294,607.80	
NYC 4.75 10-01-12	4.750%	4,000,000.00	10/1/2012	0.969	2/2/2009	95,000.00	4,054,211.38	3.300	4,164,640.00	
CAS 4.15 12-01-12	4.150%	9,220,000.00	12/1/2012	1.140	5/16/2011	127,543.33	9,522,502.83	1.300	9,436,577.80	
PAS 4.76 02-15-13	4.760%	885,000.00	2/15/2013	0.884	3/28/2008	5,382.77	895,556.83	3.799	929,736.75	
NWK 4.654 04-01-13	4.654%	1,000,000.00	4/1/2013	1.436	4/22/2008	23,270.00	1,003,383.29	4.401	1,045,510.00	
KSSDEV 4.522 05-01-1	4.522%	3,840,000.00	5/1/2013	1.521	10/15/2008	72,352.00	3,830,322.08	4.700	4,022,054.40	
WAS 5.625 07-01-13	5.625%	5,000,000.00	7/1/2013	1.673	11/20/2008	70,312.50	5,116,303.79	4.150	5,428,450.00	
COL 2.26 7-1-13	2.260%	1,000,000.00	7/1/2013	1.720	9/7/2011	5,650.00	1,030,662.35	0.500	1,028,490.00	
TXS 6.0 08-01-13	6.000%	1,010,000.00	8/1/2013	1.752	11/13/2008	10,100.00	1,034,114.40	4.537	1,101,910.00	
NYS 1.16 9-1-13	1.160%	3,310,000.00	9/1/2013	1.902	8/23/2011	3,199.67	3,345,231.04	0.600	3,339,392.80	
SCSUTL 6.808 01-01-1	6.808%	2,500,000.00	1/1/2014	2.099	3/23/2009	42,550.00	2,642,442.09	4.000	2,797,500.00	
OHS 1.19 05-01-14	1.190%	1,000,000.00	5/1/2014	2.546	6/16/2011	3,470.83	1,000,000.00	1.190	1,007,100.00	
CTS 1.43 05-15-14	1.430%	5,000,000.00	5/15/2014	2.574	5/31/2011	24,031.94	5,000,000.00	1.430	5,064,350.00	
CHEUTL 5.14 07-1-24	5.140%	2,000,000.00	7/1/2014	2.573	7/1/2009	25,700.00	2,034,382.77	4.436	2,153,740.00	
STR 1.905 8-1-14	1.905%	3,000,000.00	8/1/2014	2.767	9/15/2011	9,525.00	3,062,324.36	1.158	3,036,750.00	
NJS 2.02 8-15-14	2.020%	5,000,000.00	8/15/2014	2.801	3/28/2011	12,905.56	5,020,519.53	1.870	5,162,100.00	
NJS 2.02 8-15-14	2.020%	1,000,000.00	8/15/2014	2.802	8/4/2011	2,581.11	1,025,911.60	1.100	1,032,420.00	
NJS 2.02 8-15-14	2.020%	1,000,000.00	8/15/2014	2.803	9/12/2011	2,581.11	1,033,684.19	0.832	1,032,420.00	
MIS 2.65 4-15-15	2.650%	1,000,000.00	4/15/2015	3.375	9/13/2011	11,851.39	1,051,177.63	1.170	1,043,230.00	
STR 2.305 8-1-15	2.305%	4,550,000.00	8/1/2015	3.681	7/7/2011	17,479.58	4,599,108.30	2.011	4,605,783.00	
NYC 1.73 8-1-15	1.730%	1,600,000.00	8/1/2015	3.726	9/15/2011	3,998.22	1,636,705.32	1.117	1,610,640.00	
GAS 5.15 03-01-16	5.150%	3,410,000.00	3/1/2016	2.378	11/25/2008	14,634.58	3,496,539.82	4.470	3,613,508.80	
OHS 2.27 05-01-16	2.270%	1,825,000.00	5/1/2016	4.353	6/16/2011	12,083.02	1,825,000.00	2.270	1,859,839.25	
CHI 0.0 01-01-40	4.042%	6,000,000.00	1/1/2040	0.019	7/29/2011	19,934.07	6,000,000.00	4.042	6,000,000.00	
<b>Subtotal Municipal Bonds</b>	<b>3.958%</b>	<b>103,020,000.00</b>	<b>4/3/2013</b>	<b>1.534</b>		<b>1,058,319.89</b>	<b>104,259,228.30</b>	<b>3.087</b>	<b>106,207,852.00</b>	
<b>Money Market Mutual Funds</b>										
TexStar960 Cash Rese	0.091%	237,994,079.55	10/1/2011	0.003	7/1/2011	0.00	237,994,079.55	0.091	237,994,079.55	
CHASE MONEY MARKET	0.010%	176,622.30	10/1/2011	0.003	2/1/2008	4.14	176,622.30	0.010	176,622.30	
<b>Subtotal Money Market M</b>	<b>0.091%</b>	<b>238,170,701.85</b>	<b>10/1/2011</b>	<b>0.003</b>		<b>4.14</b>	<b>238,170,701.85</b>	<b>0.091</b>	<b>238,170,701.85</b>	
<b>TOTAL FUND 9900 (960)</b>	<b>2.306%</b>	<b>2,475,102,413.87</b>	<b>10/31/2012</b>	<b>1.063</b>		<b>15,166,846.54</b>	<b>2,497,127,986.02</b>	<b>1.464</b>	<b>2,532,576,146.30</b>	

**INVESTMENT BY SECTOR AND MATURITY - TAX EXEMPT FUND 9901 (971)  
AS OF SEPTEMBER 30, 2011**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
<b>Municipal Bonds</b>											
COO 3.25 11-15-11	3.250%	500,000.00	11/15/2011		0.126	11/5/2009	6,138.89	501,166.25	1.320		501,510.00
GAIUTL 0 10-01-36	0.132%	4,000,000.00	10/1/2036	10/31/2011	0.085	9/25/2009	434.59	4,000,000.00	0.132		4,000,000.00
<b>Subtotal Municipal Bonds</b>	<b>0.479%</b>	<b>4,500,000.00</b>	<b>11/1/2011</b>		<b>0.052</b>		<b>6,573.48</b>	<b>4,501,166.25</b>	<b>0.264</b>		<b>4,501,510.00</b>
<b>Money Market Mutual Funds</b>											
Fidelity Tax-Free Mo	0.010%	3,308,705.54	10/22/2011		0.061	6/1/2009	(1.40)	3,308,705.54	0.010		3,308,705.54
<b>Subtotal Money Market M</b>	<b>0.010%</b>	<b>3,308,705.54</b>	<b>10/22/2011</b>		<b>0.061</b>		<b>(1.40)</b>	<b>3,308,705.54</b>	<b>0.010</b>		<b>3,308,705.54</b>
<b>TOTAL FUND 9901 (971)</b>	<b>0.280%</b>	<b>7,808,705.54</b>	<b>10/27/2011</b>		<b>0.077</b>		<b>6,572.08</b>	<b>7,809,871.79</b>	<b>0.157</b>		<b>7,810,215.54</b>

INVESTMENT BY SECTOR AND MATURITY - HOUSING DEPARTMENT SECTION 108 FUND 9902 (974)  
AS OF SEPTEMBER 30, 2011

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
<b>Treasury Bills</b>											
B 0.076 12-8-11	0.076%	3,000,000.00	12/08/11		0.189	06/21/11	0.00	2,999,566.64		0.076	2,999,934.00
B 0.065 12-29-11	0.065%	3,000,000.00	12/29/11		0.246	07/26/11	0.00	2,999,514.70		0.065	2,999,877.00
B 0.054 3-8-12	0.054%	3,000,000.00	03/08/12		0.438	09/08/11	0.00	2,999,280.00		0.054	2,999,412.00
<b>Subtotal Treasury Bills</b>	<b>0.065%</b>	<b>9,000,000.00</b>	<b>01/14/12</b>		<b>0.291</b>		<b>0.00</b>	<b>8,998,361.34</b>		<b>0.065</b>	<b>8,999,223.00</b>
<b>TOTAL FUND 9902 (974)</b>	<b>0.065%</b>	<b>9,000,000.00</b>	<b>01/14/12</b>		<b>0.291</b>		<b>0.00</b>	<b>8,998,361.34</b>		<b>0.065</b>	<b>8,999,223.00</b>
<b>GRAND TOTALS</b>	<b>2.292%</b>	<b>2,491,911,119.41</b>	<b>10/29/12</b>		<b>1.057</b>		<b>15,173,418.62</b>	<b>2,513,936,219.15</b>		<b>1.455</b>	<b>2,549,385,584.84</b>