



2

OFFICE OF THE
CITY TREASURER

THOMAS P. FRIERY
TREASURER

DONALD E. SPERLING
ASSISTANT TREASURER

CITY OF SACRAMENTO
CALIFORNIA

800 TENTH STREET
SUITE ONE
SACRAMENTO, CA
95814-2688

916-449-5318
OPERATIONS

916-449-5168
INVESTMENTS &
ADMINISTRATION

916-448-3139
DEX TRANSCIEVER

November 14, 1986
TRS:8600321:abccltr

Budget and Finance Committee
Sacramento
Sacramento, California

SUBJECT: Investment Activity Report for City Investment Pools A and B
Managed by the City Treasurer for the Fourth Quarter of FY
1985/86 and the Fiscal Year Through June 30, 1986.

Honorable Members in Session:

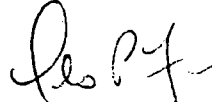
SUMMARY

Attached is the short-term investment report for the fourth quarter of FY
1985/86 and the fiscal year through March 28, 1986.

RECOMMENDATION

It is recommended that this report be forwarded to Council for
information.


Respectfully submitted,


THOMAS P. FRIERY
City Treasurer

TPF/lv:abccltr

Attachment

FOR CITY COUNCIL INFORMATION:



SOLOON WISHAM, Assistant City Manager

November 18, 1986



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CITY OF SACRAMENTO

INVESTMENT ACTIVITY REPORT FOR
ALL SHORT-TERM INVESTMENT POOLS
MANAGED BY THE CITY TREASURER

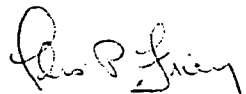
FOR THE FOURTH QUARTER

OF FISCAL YEAR 1985/86

AND

THE FISCAL YEAR THROUGH JUNE 30, 1986

Respectfully submitted,


THOMAS P. FRIERY
City Treasurer



OFFICE OF THE
CITY TREASURER

THOMAS P. FRIERY
TREASURER

DONALD E. SPERLING
ASSISTANT TREASURER

CITY OF SACRAMENTO
CALIFORNIA

November 3, 1986
860286:TPFnaw:a&b-rpt

800 TENTH STREET
SUITE ONE
SACRAMENTO, CA
95814-2688

916-449-5318
OPERATIONS

916-449-5168
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916-448-3139
DEX TRANSCEIVER

TO: Honorable Mayor and Members of Council

FROM: Thomas P. Friery, City Treasurer

SUBJECT: Investment Activity Report for City Pools A and B, 4th Quarter FY
85/86

SUMMARY

Transmitted herewith is the Investment Report for Investment Pools A & B managed by the City Treasurer's Office. For the fiscal year to date through June 30, 1986, City Pools A and B earned at a rate of 10.01% and 10.16% respectfully. During this period, approximately \$149 million per day was invested in the various short-term investment funds (including C and D) managed by the City Treasurer's Office. Attachments A-3 and A-4, summarize the activity of these short-term investment funds.

Furthermore, for your information we have included a status report as of June 30, 1986 for the LRT/RACS Account (Attachment A-13) and a status report as of June 30, 1986 on interest income earned from the 1985 Tax and Revenue Anticipation Notes (Attachment A-14).

Economic growth remains anemic. The energy, agricultural and manufacturing sectors continue to show especially sluggish performance. The banking system has been aided in the short run by lower interest rates. However, the banking system remains under financial pressure from its large loan portfolios related to energy loans both in Third World countries and energy-producing states in the U.S. as well as substantial agricultural loans, all of which combine to dissipate the banking system's capital. Under these conditions, it would appear that the Federal Reserve Board would continue credit accommodation, which should be a stimulus to the economy longer term.

In compliance with AB 1073, we have provided the investment reporting requirements of that legislation and submit it as Attachments A-9.

INTRODUCTION

For the 4th quarter ending June 30, 1986, and fiscal year to date, City Pools A and B earned at the rate of 10.01% and 10.16% respectively. These rates compare favorably with the performance of other indicators of short term rates (see Attachment A-3).

It should be noted that additional investment activity is conducted by the City Treasurer's Office for the Sacramento City Employees Retirement System and certain of the separately invested Trust Funds of the City, but such investment activity is not reported herein. These investment activities are reported directly to the Boards or Commissions overseeing those specific funds. Furthermore, the City Treasurer's Office manages two short-term investment pools for the Sacramento Housing and Redevelopment Agency, and for your information this investment activity is summarized on Attachments A-3 and A-4.

In July, 1983 City Council authorized the transfer of the paying agent and trustee service from the Treasurer's Office to the Revenue Division of the Finance Department for the 1915 Special Assessment Bond program.

There were no in-house purchases or sales of Special Assessment bonds; therefore, for the fiscal year to date, the in-house performance and management of the Special Assessment Bond program has produced \$171,014 in investment income for the City General Fund.

ACTIVITY

During the quarter, \$2.347 million in interest income and booked gains was earned for Pool A, which is equivalent to an 8.93% rate of return. Pool B, during the same period, earned \$526 thousand in interest income, which is equivalent to a 9.54% rate of return.

In Pool A, 4 securities having a par value of \$4 million were sold, which resulted in gains of approximately \$121 thousand and shortened down the average life of the portfolio by four months from the previous quarter. The bulk of the \$121 thousand in gains was from the sale of \$1 million Sacramento Light Rail Certificate of Participation (LRT COP) bonds.

During the quarter, the average life of the Pool B portfolio went from 798 days to 704 days. The primary reasons for the decline in average life was the receipt of approximately \$1 million, the reinvestment of these proceeds in overnight investments and the fact that 90 days elapsed and no changes were made to the portfolio's investments.

During the 4th quarter, 123 investment transactions (purchases, sales, and maturities) were executed for Pool A and 34 investment transactions (purchases, sales, and maturities) were executed for Pool B, having a dollar value of approximately \$690 million and \$301 million, respectively. In addition, a cost recovery fee of \$6,116 and \$1,234 was charged for Pools A and B, respectively. For the fiscal year to date, the total investment cost recovery fees charged were \$130 thousand for Pool A and \$28 thousand for Pool B. For the fiscal year to date, the Treasurer's Office executed 983 transactions for all the pooled funds for a total of \$5.737 billion.

ECONOMIC COMMENTARY

The economy still appears to be performing below expectations even though the Federal Reserve Board has been accommodative, and U.S. interest rates and the U.S. dollar have continued to decline. The health of the U.S. banking system remains unstable due to the drop in energy prices and the Third World debt issue. Also of concern to the investment community is the potential impact of the Gramm-Rudman and the tax reform issues. The economic data in most sectors appears to be anemic since only the housing and auto sectors have performed well and it appears these sectors will now begin to slow down after promotional sales. The energy, agriculture and manufacturing sectors are not showing much improvement. Capital spending continues to lag apparently in response to the uncertainty of the tax plan as currently proposed. The bail out of the economy is envisioned to be a U.S. business aggressive capital spending program, once Congress finalizes the tax package.

The Federal Reserve showed their continued accommodative stance when they again lowered the discount rate, in lieu of the unfavorably high money supply numbers. On April 18, 1986 the Federal Reserve Board announced a discount rate cut from 7% to 6 1/2%. This is the second cut this year and represents the 7th cut since April 1984, when the rate was 9%. Another discount rate cut is anticipated in July. This indicates the continued concern of the Fed to maintain lower interest rates to hopefully stimulate the economy.

During the quarter, interest rates continued to decline. The 3-month UST Bill neared 6% and the 30 year UST Bond approached 7 1/4%. This represents declines of 35 and 20 basis points respectively. The continued accommodation of the Federal Reserve, softening of the U.S. dollar, and current level of oil prices would indicate that interest rates should stay at current levels or decline further.

The U.S. dollar has continued to decline against other foreign currencies primarily through the Group of Five accord. The intended decline should make U.S. Exports more competitive, reduce the negative trade balance longer term and hopefully boost the sagging U.S. economy.

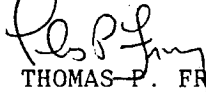
Honorable Mayor & Members of Council
November 3, 1986
Page 4

Under the current environment, we would not anticipate any near term changes in the Federal Reserve Board's accommodative stance primarily because of three major concerns. First, the financial condition of the U.S. banking system as a result of energy loans in both U.S. and Third World countries is unstable. Also, domestic agricultural loans and the general weakness of the U.S. economy is uncertain. Therefore, we do not anticipate that interest rates would rise and estimate they will remain at current levels or decline.

INVESTMENT STRATEGY

Our current investment strategy will be to moderately lengthen the portfolios to lock in current levels of interest rates which we believe will decline further. Presently, the average investment life of Pool A is approximately 1 1/2 years and our goal will be to increase this to around 3 years. However, on an intermediate to longer term basis, we believe interest rates will rise. Therefore, given our current portfolio liquidity, we believe the portfolios will be positioned to positively benefit from any increase in interest rates.

Respectfully submitted,


THOMAS P. FRIERY
City Treasurer

TPF/lv:A&b-rpt:2-5
Attachments

SHORT-TERM INVESTMENT ACTIVITY REPORT

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DESCRIPTION OF VARIOUS SHORT-TERM INVESTMENT POOLS
MANAGED IN CITY TREASURY

City Investment Pool A is a short-term investment vehicle for the cash balances of all funds of the City of Sacramento with the exception of the Water, Sewer, and Parking Authority funds of the City of Sacramento, the Sacramento Housing and Redevelopment Agency funds which are deposited with the City of Sacramento and, finally, the permanent long-term investments of trust funds of the City of Sacramento, i.e., Retirement System, Ann Land and Bertha Henschel Memorial Funds.

City Investment Pool B is the investment vehicle for the cash balances of the Water, Sewer, and Parking Authority funds of the City of Sacramento. Such pool was separately established as a result of the covenants contained in the indentures on the outstanding Water, Sewer, and Parking bond issues which restrict the investment authority for these funds.

SHRA Investment Pool C is a short-term investment vehicle for the cash balances of all Federal Funds of SHRA which have been transferred to the City of Sacramento by the Agency for investment. The investment authority of this pool is restricted to federally-insured investments or public fund deposits which generally provide less investment return than other investments authorized for purchase by the City of Sacramento or State of California.

SHRA investment Pool D is a short-term investment vehicle for the cash balances of all "local money funds" of SHRA which have been transferred to the City of Sacramento by the Agency for investment. The investment authority of this Pool permits the acquisition of money market investments similar to those purchased by City Investment Pool A.

GLOSSARY OF INVESTMENT TERMS CONTAINED IN INVESTMENT REPORT

Average Daily Funds Invested designated the average daily amount of monies that were actually invested by the City Treasury during the reporting period. The following designates the time period covered in the reporting quarters.

	<u>City Pools A & B</u>	<u>SHRA Pools C & D</u>
1st Quarter	7/1/85 - 9/27/85	7/1/85 - 9/30/85
2nd Quarter	9/28/85 - 12/27/85	10/1/85 - 12/31/85
3rd Quarter	12/28/85 - 3/28/86	1/1/86 - 3/31/86
4th Quarter	3/29/86 - 6/30/86	4/1/86 - 6/30/86

Interest Income Earned represents on an accrual accounting basis the income earned in the reporting period. Interest income earned is apportioned to all City funds participating in City Pool A and Pool B. However, only interest income received is apportioned to SHRA Pool C and Pool D.

Rate of Return designates the annualized rate of investment return earned. The calculation requires annualizing interest income earned within the reporting period and dividing by the actual dollars invested during the reporting period.

Investment Cost Recovery Fee is a charge by the City Treasurer's Office to the short-term investment funds managed which is intended to recover the direct investment costs incurred by the City's General Fund in permitting the City Treasurer's Office to manage the investment funds. Such fee is presently .18% on the dollar amount of all short-term funds managed in the City Treasury, not to exceed \$201,000 for the fiscal year to end June 30, 1986. Such fee is charged to all short-term funds managed quarterly, with the exception of the City Employees Retirement System short-term investment monies which is not permitted to pay such fee.

Average Daily Funds Available designates the average daily amount of positive fund cash balances that were available for investment during the reporting period.

Federal Funds Average is the average cost of Federal funds in the U. S. Banking System and is considered a measure of short-term Federal Reserve economic policy.

90-Day UST Bill Average is the average cost of money incurred by the U. S. Treasury in their weekly sales of 90-day U. S. Treasury Bills and is considered a measure of the trend of short-term interest rates.

Local Agency Investment Fund is an optional investment pool managed by the State Treasurer for local governments in California to participate in. The interest rate shown is the rate of investment return earned (on a comparable basis with the City of Sacramento) that was earned by those cities and counties in California that have elected to participate in the State Treasurer's Pool. At the present time approximately \$2.5 billion is invested in the State Treasurer's Pool by various cities and counties. In addition, the State Treasurer manages the Pooled Money Investment Account (PMIA) of the State of California which is all the investment monies of the State of California of approximately \$18 billion.

INVESTMENT HIGHLIGHT REPORT 1/
CITY OF SACRAMENTO SHORT-TERM INVESTMENT POOLS
MARCH 29, 1986 - JUNE 30, 1986

<u>4TH QUARTER</u>	<u>AVERAGE DAILY FUNDS INVESTED</u>	<u>INTEREST INCOME EARNED</u>	<u>RATE OF RETURN</u>	<u>INVESTMENT COST RECOV. FEE</u>
City Pool A	\$ 106,028,392	\$ 2,347,161	8.93%	\$ 6,116
City Pool B	21,408,029	525,884	9.54%	1,234
SHRA Pool C 2/	4,325,408	91,459	8.48%	250
SHRA Pool D 2/	<u>36,095,145</u>	<u>731,327</u>	<u>8.13%</u>	<u>2,082</u>
4TH QTR. TOTALS & AVERAGES	\$ 167,856,974 =====	\$ 3,695,831 =====	8.76% =====	\$ 9,682 =====
<u>FY THROUGH JUNE 30, 1986</u>				
City Pool A	\$ 96,134,872	\$ 9,626,122	10.01%	\$130,008
City Pool B	20,585,704	2,091,017	10.16%	28,262
SHRA Pool C 2/	6,575,344	577,104	8.78%	10,144
SHRA Pool D 2/	<u>25,945,954</u>	<u>\$ 2,173,340</u>	<u>8.38%</u>	<u>32,586</u>
FY TOTALS & AVERAGES	\$149,241,874 =====	\$ 14,467,583 =====	9.69% =====	\$201,000 =====

YIELDS OF VARIOUS MONEY MARKET INDICES AND SELECTED INVESTMENT FUNDS

	<u>4TH QUARTER</u>	<u>FY 85/86</u>
Federal Funds Average	7.11%	7.69%
Day UST Bill Average	6.49%	6.97%
Local Agency Investment Fund (State Treasurer Pool)	8.41%	9.13%
Merrill Lynch Pierce Fenner & Smith Ready Asset Pool	6.63%	7.22%

1/ Refer to A-2 for Glossary of Investment Terms Used in this report.

2/ SHRA Data is provided for City Finance Department information only. Supporting schedules have been reconciled and provided directly to the Agency.

3/ Because of legal restriction, the Sacramento City Employees Retirement System is not permitted to pay the investment cost recovery fee which totaled \$738 this quarter and \$17,998 for the fiscal year. The net amount recovered for FY 85-86 is \$183,002 which is equivalent to 0.12 of the average invested balance of \$149,241,874.

INVESTMENT ACTIVITY CONSUMMATED
JULY 1, 1985 TO JUNE 30, 1986

<u>1ST QUARTER</u>	<u>NO. OF INVESTMENT TRANSACTIONS</u>	<u>\$ AMOUNT OF INVESTMENT TRANSACTIONS</u>
City Pool A	97	\$ 206,867,067
City Pool B	70	505,017,508
SHRA Pool C	37	173,873,585
SHRA Pool D	<u>35</u>	<u>154,303,734</u>
TOTAL ACTIVITY 1ST QTR.	239	\$1,040,061,894
	===	=====
 <u>2ND QUARTER</u>		
City Pool A	162	\$ 973,904,026
City Pool B	69	738,047,979
SHRA Pool C	33	252,361,370
SHRA Pool D	<u>35</u>	<u>76,109,566</u>
TOTAL ACTIVITY 2ND QTR.	299	\$ 2,040,422,941
	===	=====
 <u>3RD QUARTER</u>		
City Pool A	142	\$ 873,193,099
City Pool B	28	177,041,541
SHRA Pool C	20	123,298,480
SHRA Pool D	<u>34</u>	<u>138,050,874</u>
TOTAL ACTIVITY 3RD QTR.	224	\$ 1,311,583,994
	===	=====
 <u>4TH QUARTER</u>		
City Pool A	123	\$ 689,541,107
City Pool B	34	301,041,928
SHRA Pool C	17	120,459,938
SHRA Pool D	<u>47</u>	<u>234,041,167</u>
TOTAL ACTIVITY 4TH QTR.	221	\$ 1,345,084,140
	===	=====
 <u>FY 85/86</u>		
City Pool A	524	\$ 2,743,505,299
City Pool B	201	1,721,148,956
SHRA Pool C	107	669,993,373
SHRA Pool D	<u>151</u>	<u>602,505,341</u>
TOTAL ACTIVITY FY THRU 6/30/86	983	\$ 5,737,152,969
	===	=====

1A-5

CITY OF SACRAMENTO
TREASURY

EARNED INTEREST SUMMARY

PERIOD: 3/29/86 TO 6/30/86

RUN ON: 08/26/86 PAGE: 1

SELECTED FUNDS - 100-

LINE NO.	PURCHASE DATE	COUPON O/R	RATE	DESCRIPTION	MATURITY DATE	PAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS
22089	11/12/85	0	8.8750	Sac Light Rail COP	12/01/12	1,000,000.00	975,000.00	36.435	04/14/86	150,288.19	120,851.29
SUBTOTAL MUNICIPAL BONDS-COPS		(ACTIVE)	0 DAYS			0.00	0.00	36.435		150,288.19	120,851.29
17106	05/16/83	0	9.3750	UST NOTES	05/15/86	1,000,000.00	1,000,000.00	9.366	MATURED	46,875.00	12,171.96
17617	06/15/83	0	9.3750	UST NOTES	05/15/86	1,000,000.00	980,625.00	10.152	MATURED	66,250.00	13,027.01
14224	07/06/82	0	14.8750	U.S.T. NOTES	06/30/86	500,000.00	503,593.75	14.580	MATURED	33,593.75	18,877.69
21156	11/30/84	0	10.3750	UST NOTES	11/30/86	1,000,000.00	1,002,812.50	10.215		51,675.00	26,382.15
15622	03/31/83	0	10.2500	UST NOTES	03/31/87	500,000.00	499,680.00	10.246		25,625.00	13,184.69
15710	03/31/83	0	10.2500	UST NOTES	03/31/87	500,000.00	499,680.00	10.246		25,625.00	13,184.69
20715	05/08/85	0	9.7500	UST NOTES	04/30/87	1,000,000.00	1,002,656.25	9.443		48,750.00	24,434.64
20939	06/17/85	0	9.1250	UST NOTES	05/31/87	1,000,000.00	1,012,812.50	8.336		45,625.00	21,832.94
21161	07/19/85	0	8.5000	UST NOTES	06/30/87	2,000,000.00	1,989,375.00	8.852		85,000.00	45,540.70
21247	07/31/85	0	8.8750	UST NOTES	07/31/87	1,000,000.00	997,940.00	9.070			23,310.84
21248	07/31/85	0	8.8750	UST NOTES	07/31/87	1,000,000.00	997,760.00	9.081			23,334.02
21249	07/31/85	0	8.8750	UST NOTES	07/31/87	2,000,000.00	1,996,600.00	9.049			46,528.96
21621	08/05/85	0	8.8750	UST NOTES	07/31/87	1,000,000.00	995,625.00	9.198			23,612.82
22013	11/12/85	0	8.8750	UST NOTES	10/31/87	4,000,000.00	4,024,375.00	8.466		165,732.05	87,999.84
22322	01/09/86	0	7.8750	UST NOTES	12/31/87	1,000,000.00	996,875.00	8.107		37,417.13	20,852.76
22634	02/27/86	0	7.8750	UST NOTES	12/31/87	1,000,000.00	1,000,000.00	7.840		26,757.59	20,445.34
22693	02/28/86	0	8.0000	UST NOTES	02/29/88	1,000,000.00	1,001,090.00	7.959			20,519.17
17246	05/31/83	0	9.8750	U.S.T. NOTES	05/15/88	1,000,000.00	980,625.00	10.211		49,375.00	26,438.88
17252	06/15/83	0	9.8750	U.S.T. NOTES	05/15/88	1,000,000.00	979,687.50	10.202		49,375.00	26,496.35
17251	06/07/83	0	10.5000	U.S.T. NOTES	08/15/88	500,000.00	498,750.00	10.649			13,694.58
17868	07/11/83	0	10.5000	UST NOTES	08/15/88	1,000,000.00	975,312.50	11.224			28,511.50
22705	02/18/86	0	8.0000	UST NOTES	02/15/89	2,000,000.00	1,997,343.75	8.121			41,775.40
22706	02/18/86	0	8.0000	UST NOTES	02/15/89	1,000,000.00	998,125.00	8.144			20,934.75
13961	06/18/82	0	14.3750	U.S.T. NOTES	04/15/89	500,000.00	496,562.50	14.148		35,937.50	18,607.65
22363	01/13/86	0	8.3750	ust notes	12/31/89	1,000,000.00	991,093.75	8.719		38,867.40	22,321.63
17248	06/02/83	0	10.5000	U.S.T. NOTES	04/15/90	500,000.00	494,843.75	10.562		26,250.00	13,690.18
16281	07/05/83	0	10.7500	UST NOTES	07/15/90	1,000,000.00	995,000.00	10.965			28,097.46
16282	07/05/83	0	10.7500	UST NOTES	07/15/90	500,000.00	494,687.50	11.108			14,151.71
16283	07/05/83	0	10.7500	UST NOTES	07/15/90	500,000.00	494,531.25	11.116			14,157.44
16284	07/05/83	0	10.7500	UST NOTES	07/15/90	500,000.00	495,625.00	11.060			14,117.38
16468	07/11/83	0	10.7500	UST NOTES	07/15/90	1,000,000.00	973,125.00	11.511			28,900.79
17284	12/30/83	0	11.5000	UST NOTES	10/15/90	1,000,000.00	991,875.00	11.384		57,500.00	29,872.71
22864	04/30/86	0	8.1250	UST NOTES	05/15/91	500,000.00	526,284.54	6.934			6,198.32
22833	04/18/86	0	8.8750	UST NOTES	02/15/96	1,000,000.00	1,148,637.78	6.609			15,391.74
SUBTOTAL TREASURY NOTES		33.39%(C)	(ACTIVE)	826 DAYS		32,500,000.00	32,549,391.07	9.450		916,430.42	618,596.69
22212	12/26/85	0	7.5000	FHLB NOTES	06/26/86	1,000,000.00	1,000,000.00	7.521	MATURED	37,500.00	18,125.00

A-5

1

CITY OF SACRAMENTO
TREASURY

EARNED INTEREST SUMMARY

PERIOD: 3/29/86 TO 6/30/86

RUN ON: 08/26/86

PAGE: 2

SELECTED FUNDS - 100-

LINE NO.	PURCHASE DATE	O/R	COUPON RATE	DESCRIPTION	MATURITY DATE	FAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS
22414	01/27/86	0	7.8000	FHLB Notes	07/25/86	1,000,000.00	1,000,000.00	7.740			19,933.34
22039	11/25/85	0	8.7000	FHLB Notes	11/25/87	3,000,000.00	3,000,000.00	8.633		130,500.00	56,700.00
23131	12/26/85	0	8.0500	FHLB NOTES	12/28/87	1,000,000.00	1,000,000.00	7.988		40,697.22	20,572.22
22415	01/27/86	0	8.4500	FHLB Notes	01/25/88	2,000,000.00	2,000,000.00	8.385			43,188.88
22722	03/25/86	0	7.4500	FHLB NOTES	03/25/89	1,000,000.00	1,000,000.00	19.910	03/31/86	3,272.92	2,445.14
22840	04/25/86	0	6.9000	FHLB NOTES	04/25/89	1,000,000.00	1,000,000.00	6.891			12,650.00
22933	05/27/86	0	7.4000	FHLB NOTES	05/25/89	1,000,000.00	1,000,000.00	7.288			6,988.89
SUBTOTAL FEDERAL HOME LOAN BA 9.23%(C) (ACTIVE) 594 DAYS 9,000,000.00 9,000,000.00 8.172 211,970.14 190,603.47											
22021	11/13/85	0	8.2000	FNMA	10/28/86	3,000,000.00	3,005,625.00	7.901		112,750.00	61,351.63
SUBTOTAL FEDERAL NATIONAL MOR 3.08%(C) (ACTIVE) 120 DAYS 3,000,000.00 3,005,625.00 7.918 112,750.00 61,351.63											
22424	02/03/86	0	7.7500	FFCB Notes	08/01/86	1,000,000.00	1,000,000.00	7.690			19,805.55
22959	06/02/86	0	6.6000	FFCB NOTES	09/02/86	250,000.00	250,000.00	6.692			1,329.17
22855	05/01/86	0	6.7000	FFCB NOTES	11/03/86	2,000,000.00	2,000,000.00	41.012	05/02/86	2,247.22	2,247.22
22958	06/02/86	0	6.8000	FFCB NOTES	12/01/86	1,000,000.00	1,000,000.00	6.894			5,477.78
22380	01/21/86	0	8.7500	FARM CREDIT NOTES	01/23/89	1,000,000.00	1,000,000.00	8.683			22,361.11
22381	01/21/86	0	8.7500	FARM CREDIT NOTES	01/23/89	2,000,000.00	1,984,375.00	9.013			46,059.88
22382	01/21/86	0	8.7500	FARM CREDIT NOTES	01/23/89	1,000,000.00	992,187.50	9.013			23,029.94
22675	03/05/86	0	7.7500	FFCB NOTES	09/05/89	1,500,000.00	1,497,187.50	7.758			29,914.88
22835	04/21/86	0	7.5500	FFCB NOTES	04/22/91	1,000,000.00	1,000,000.00	7.547			14,680.56
22383	01/21/86	0	9.1000	FFCB NOTES	07/22/91	1,500,000.00	1,486,875.00	8.866			35,497.74
22615	01/23/86	0	9.1000	FFCB NOTES	07/22/91	1,500,000.00	1,486,785.42	9.277			35,520.32
SUBTOTAL FEDERAL FARM CREDIT 12.00%(C) (ACTIVE) 1105 DAYS 11,750,000.00 11,697,410.42 8.634 2,247.22 235,924.15											
23139	02/12/86	0	7.3000	FNMA DISCOUNT NOTES	11/14/86	1,000,000.00	944,236.11	7.838			19,061.11
SUBTOTAL FNMA DISCOUNT NOTES 0.97%(C) (ACTIVE) 137 DAYS 1,000,000.00 944,236.11 7.838 0.00 19,061.11											
23140	05/14/86	0	6.2800	FHLB DISCOUNT NOTES	11/17/86	1,000,000.00	967,378.89	6.582			8,373.33
SUBTOTAL FHLB DISCOUNT NOTES 0.99%(C) (ACTIVE) 140 DAYS 1,000,000.00 967,378.89 6.582 0.00 8,373.33											
22608	02/19/86	0	7.7500	TAIYOKOBE NY BA	03/31/86	4,000,000.00	3,965,555.55	7.926	MATURED	34,444.45	1,722.22
22832	04/18/86	0	6.5200	TOKAI NY BA	05/02/86	2,000,000.00	1,994,928.89	6.627	MATURED	5,071.11	5,071.11
22924	05/16/86	0	6.8750	DAIWA TRUST BA	05/19/86	3,000,000.00	2,998,281.25	6.974	MATURED	1,718.75	1,718.75
22821	04/17/86	0	6.6300	SAITOMA LA BA	05/23/86	2,000,000.00	1,986,740.00	6.767	MATURED	13,260.00	13,260.00
22614	01/14/86	0	7.9000	LLOYDS BANK BA	06/09/86	500,000.00	483,980.56	8.275	MATURED	16,019.44	7,900.00
23012	06/26/86	0	6.8500	MITSUBISHI NY BA	07/01/86	3,000,000.00	2,997,145.83	6.952			2,854.17

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CITY OF SACRAMENTO
TREASURY

EARNED INTEREST SUMMARY

PERIOD: 3/29/86 TO 6/30/86

RUN ON: 08/26/86 PAGE: 3

SELECTED FUNDS - 100-

LINE NO.	PURCHASE DATE	COUPON O/R	RATE	DESCRIPTION	MATURITY DATE	PAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS
23011	06/26/86	0	6.8500	DAIWA NY BA	07/02/86	2,000,000.00	1,997,716.67	6.953			1,902.78
22585	02/10/86	0	7.7300	DAI ICHI BA	07/03/86	2,000,000.00	1,938,589.44	8.086			40,367.78
22378	01/17/86	0	7.6500	MITSUI NY BA	07/17/86	2,000,000.00	1,923,075.00	8.067			39,950.00
22422	01/31/86	0	7.6200	Dietchi NY BA	07/24/86	2,000,000.00	1,926,340.00	8.021			39,793.33
22797	04/11/86	0	6.5600	DIETCHI NY BA	08/18/86	1,500,000.00	1,464,740.00	6.911			22,140.00
22798	04/11/86	0	6.5300	SANWA SF BA	09/08/86	1,500,000.00	1,459,187.50	6.806			22,038.75
23003	06/19/86	0	6.6800	TOKAL BA	09/08/86	1,000,000.00	984,970.00	6.876			2,226.67
22822	04/17/86	0	6.2800	SANWA NY BA	09/18/86	2,000,000.00	1,946,271.11	6.543			26,166.67
23004	06/19/86	0	6.6800	MITSUI NY BA	09/24/86	1,000,000.00	982,001.11	6.897			2,226.67
22823	04/17/86	0	6.2700	SANWA SF BA	10/14/86	2,000,000.00	1,937,300.00	6.563			26,125.00
SUBTOTAL BA, FOREIGN 20.06%(C) (ACTIVE) 39 DAYS 20,000,000.00 19,557,336.66 7.331 70,513.75 255,463.90											
22788	04/07/86	0	6.8750	ASSOC. NORTH AMERICA CP	04/21/86	2,000,000.00	1,994,652.77	6.989	MATURED	5,347.23	5,347.23
22836	04/21/86	0	6.6000	ASSOC. OF NO AMERICA CP	05/01/86	2,000,000.00	1,996,333.33	6.704	MATURED	3,666.67	3,666.67
22858	05/02/86	0	6.7500	ASSOC. OF NO. AMERICA CP	05/06/86	2,000,000.00	1,998,500.00	6.849	MATURED	1,500.00	1,500.00
22922	05/16/86	0	6.7500	ASSOC. OF NORTH AMERICA	05/23/86	2,000,000.00	1,997,375.00	6.853	MATURED	2,625.00	2,625.00
22923	05/16/86	0	6.7500	ASSOC. OF NORTH AMERICA	05/30/86	2,000,000.00	1,994,750.00	6.862	MATURED	5,250.00	5,250.00
22954	05/30/86	0	6.7500	ASSOC. OF NORTH AMERICA	06/04/86	1,000,000.00	999,062.51	6.850	MATURED	937.49	937.49
22957	06/02/86	0	6.7500	ASSOC. OF NORTH AMERICA	06/09/86	5,000,000.00	4,993,437.50	6.853	MATURED	6,562.50	6,562.50
22989	06/09/86	0	6.8000	ASSOC. OF NO. AMERICA CP	06/17/86	1,000,000.00	998,488.89	6.905	MATURED	1,511.11	1,511.11
22955	05/30/86	0	6.7500	ASSOC. OF NORTH AMERICA	06/18/86	1,000,000.00	995,437.50	6.868	MATURED	3,562.50	3,562.50
22689	03/12/86	0	7.2000	LOUISIANA IMPORT & EXPOR	09/12/86	500,000.00	481,600.00	7.579			9,400.00
SUBTOTAL COMMERCIAL PAPER, DIS 0.49%(C) (ACTIVE) 74 DAYS 500,000.00 481,600.00 7.018 30,962.50 40,362.50											
16896	10/05/83	0	11.3000	FIRST INTERSTATE NCD	10/06/86	500,000.00	500,000.00	11.457		28,563.89	14,752.78
16898	10/05/83	0	11.3000	FIRST INTERSTATE NCD	10/06/86	1,000,000.00	1,000,000.00	11.457		57,127.78	29,505.55
16899	10/05/83	0	11.3000	FIRST INTERSTATE NCD	10/06/86	1,000,000.00	1,000,000.00	11.457		57,127.78	29,505.55
SUBTOTAL NEGOTIABLE CERT OF D 2.56%(C) (ACTIVE) 98 DAYS 2,500,000.00 2,500,000.00 11.457 142,819.45 73,763.88											
22916	03/06/86	0	8.6500	GREAT WESTERN NOTES	03/07/89	1,000,000.00	1,000,000.00	8.584			22,105.55
SUBTOTAL BANKS & FINANCE 1.03%(C) (ACTIVE) 981 DAYS 1,000,000.00 1,000,000.00 8.584 0.00 22,105.55											
15626	03/07/83	0	10.8000	BANK OF AMERICA CANADA P	04/15/86	1,000,000.00	1,000,000.00	10.796	MATURED	11,700.00	5,100.00
15709	03/07/83	0	10.8000	BANK OF AMERICA CANADA P	04/15/86	500,000.00	500,000.00	10.796	MATURED	5,850.00	2,550.00
16169	05/31/83	0	10.8000	BANK OF AMERICA CANADA P	04/15/86	500,000.00	500,000.00	10.528	MATURED	5,850.00	2,550.00
SUBTOTAL PRIVATE PLACEMENT (ACTIVE) 0 DAYS 0.00 0.00 10.950 23,400.00 10,200.00											

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CITY OF SACRAMENTO
TREASURY

EARNED INTEREST SUMMARY

PERIOD: 3/29/86 TO 6/30/86

RUN ON: 08/26/86 PAGE: 4

SELECTED FUNDS - 100-

LINE NO.	PURCHASE DATE	COUPON O/R	RATE	DESCRIPTION	MATURITY DATE	PAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS	
22310	12/23/85	0	8.1000	TD AT - SRTD PROMISSORY	06/30/86	385,000.00	385,000.00	8.299	MATURED	16,545.38	8,229.38	
22627	02/10/86	0	7.4500	B. OF A. CD	11/07/86	250,000.00	250,000.00	7.553		7,294.80	4,863.20	
22311	12/30/85	0	8.1250	TD AT - SACRAMENTO SAVIN	11/14/86	2,000,000.00	2,000,000.00	8.238		81,701.39	42,430.56	
22318	11/06/85	0	8.9000	TD AT - SACRAMENTO SAVIN	11/14/86	5,000,000.00	5,000,000.00	9.024		223,736.11	116,194.44	
22672	03/04/86	0	7.8000	GLENDAL S&L CD	11/14/86	5,500,000.00	5,500,000.00	7.908		141,808.33	112,016.66	
22919	05/14/86	0	6.8500	GREAT WESTERN S&L C.D.	11/17/86	1,039,000.00	1,039,000.00	6.945		9,489.54	9,489.54	
21777	10/18/85	0	9.5000	TD AT - SACRAMENTO SAVIN	12/17/86	1,000,000.00	1,000,000.00	9.632		47,763.89	24,805.56	
22217	12/20/85	0	8.5000	TD AT - SACRAMENTO SAVIN	12/29/86	1,000,000.00	1,000,000.00	8.618		42,736.11	22,194.44	
SUBTOTAL TD WITH CALC CODE OF 16.20%(C) (ACTIVE) 142 DAYS						15,789,000.00	15,789,000.00	8.435		571,075.55	340,223.78	
TOTAL						(ACTIVE) 513 DAYS	98,039,000.00	97,491,978.15			2,232,457.22	2,196,883.28

STATISTICS--

AVERAGE DAILY INVESTMENT BALANCE	:	93,199,650.27	+	4,993,576.96	+	7,835,164.84	=	106,028,392.07
EARNED INTEREST YIELD THIS PERIOD	:	9.153		8.93				
WEIGHTED AVG YIELD AT END OF PERIOD	:	8.450						
TOTAL INTEREST EARNED FOR FUTURE RECEIPT:	:	1,841,416.41						

Repo	85,859.51	85,859.51
LAIF	186,710.76	163,949.02
3rd str 85/86 earnings correction		* (9,530.56)
	<u>2,505,027.49</u>	<u>2,437,161.25</u>

* 1,000,000 7.30% 11/14/86 FNMA Discount Note input in error as a coupon bearing investment; earnings calculated as \$18,555.56, should be \$9,125.00.

CITY OF SACRAMENTO
TREASURY

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EARNED INTEREST SUMMARY

PERIOD: 3/29/86 TO 6/30/86

RUN ON: 07/29/86

PAGE: 1

FUND 99 - INVESTMENT POOL B

LINE NO.	PURCHASE DATE	COUPON O/R	RATE	DESCRIPTION	MATURITY DATE	PAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS
16475	07/28/83	0	10.5000	UST NOTES	06/30/87	1,000,000.00	978,125.00	11.299		52,500.00	28,695.40
21474	09/03/85	0	8.8750	UST NOTES	08/31/87	1,000,000.00	1,000,090.00	8.797			22,658.20
20961	01/17/85	0	11.2500	UST NOTES	12/31/87	1,000,000.00	1,019,062.50	10.442		56,250.00	27,545.42
22224	12/31/85	0	7.8750	UST NOTES	12/31/87	1,000,000.00	995,781.25	8.184		39,375.00	20,988.58
22635	02/27/86	0	7.8750	UST NOTES	12/31/87	1,000,000.00	1,000,000.00	7.840		26,757.60	20,445.34
9840	07/07/81	0	14.0000	U.S.T. NOTES	07/15/88	500,000.00	498,261.55	14.249			18,266.25
16476	07/28/83	0	10.5000	UST NOTES	08/15/88	1,500,000.00	1,453,125.00	11.379			43,286.00
22103	12/11/85	0	8.6250	UST NOTES	11/15/88	1,000,000.00	1,003,593.75	8.442		36,930.24	21,898.11
22223	12/31/85	0	8.3750	UST NOTES	12/31/89	1,000,000.00	995,781.25	8.585		41,875.00	22,014.89
16477	07/28/83	0	10.7500	UST NOTES	07/15/90	2,000,000.00	1,935,000.00	11.604			58,230.46
SUBTOTAL TREASURY NOTES 9.35%(C) (ACTIVE) 822 DAYS 11,000,000.00 10,878,820.30 10.125 253,687.84 284,028.65											
2037	11/30/79	0	11.3000	FHLB DEBS	11/25/86	2,000,000.00	2,033,635.31	10.634		113,000.00	56,024.06
22211	12/26/85	0	8.7000	FHLB NOTES	12/26/90	1,000,000.00	1,000,000.00	8.633		43,500.00	22,233.33
20203	02/28/85	0	11.4500	FED. HOME LOAN BANK	02/25/92	1,000,000.00	978,437.50	11.916			30,055.03
SUBTOTAL FEDERAL HOME LOAN BA 3.45%(C) (ACTIVE) 987 DAYS 4,000,000.00 4,012,072.81 10.483 156,500.00 108,312.42											
22319	01/02/86	0	8.0000	FARM CREDIT NOTES	07/01/86	1,000,000.00	1,000,781.25	7.774			20,036.46
SUBTOTAL FEDERAL FARM CREDIT 0.86%(C) (ACTIVE) 1 DAYS 1,000,000.00 1,000,781.25 7.774 0.00 20,036.46											
21410	08/30/85	0	8.5000	TD AT - GIBRALTER SAVING	08/29/86	1,000,000.00	1,000,000.00	8.618		42,736.11	22,194.44
21778	10/18/85	0	9.5000	TD AT - SACRAMENTO SAVIN	12/22/86	1,000,000.00	1,000,000.00	9.632		47,763.89	24,805.56
22007	11/08/85	0	9.0000	TD AT - SACRAMENTO SAVIN	12/23/86	1,000,000.00	1,000,000.00	9.125		45,250.00	23,500.00
SUBTOTAL TD WITH CALC CODE OF 2.58%(C) (ACTIVE) 137 DAYS 3,000,000.00 3,000,000.00 9.125 135,750.00 70,500.00											
FUND TOTAL (ACTIVE) 704 DAYS 19,000,000.00 18,891,674.36 545,937.84 482,877.53											

FUND STATISTICS--

AVERAGE DAILY INVESTMENT BALANCE	:	18,905,944.48	+ 2,502,084.46 = 21,408,028.94
EARNED INTEREST YIELD THIS PERIOD	:	9.918	9.54%
WEIGHTED AVG YIELD AT END OF PERIOD	:	9.883	
TOTAL INTEREST EARNED FOR FUTURE RECEIPT:	:	371,959.47	

R100

43,006.42	43,006.42
588,944.26	525,883.95

City of Sacramento
 Local Agency Investment Fund Interest Allocation
 4th Quarter 1985-86

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# Days in Period	April 1986 30	May 1986 31	June 1986 30	Total 91
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3/ \$ Days Allocation

1/ Pool A	240,000,000.00	248,000,000.00	225,000,000.00	\$713,000,000.00
1/ Pool B				
Pool D	60,000,000.00	62,000,000.00	75,000,000.00	\$197,000,000.00
Total				\$910,000,000.00

2/ Average Daily Invested Balance

\$ Days / # Days in Period				
Pool A	8,000,000.00	8,000,000.00	7,500,000.00	\$7,835,164.84
Pool B				
Pool D	2,000,000.00	2,000,000.00	2,500,000.00	\$2,164,835.16
Total				\$10,000,000.00

Interest Allocation - Actual

3/ 0.0002299425 (annualized 8.39%)				
Pool A	55,186.21	57,025.75	51,737.07	\$163,949.02
Pool B				
Pool D	13,796.55	14,256.44	17,245.69	\$45,298.68
Total				\$209,247.70

2/ Interest Allocation - Estimated

	8.621	8.369	8.23	
Pool A	56,686.03	56,863.34	50,732.88	\$164,282.25
Pool B				
Pool D	14,171.51	14,215.84	16,911.33	\$45,298.68
Total				\$209,580.93

Actual Over (Under) Estimate

Pool D	(374.96)	40.60	334.36	\$0.00
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- 1/ Interest is apportioned to Pool A quarterly.
- 2/ Average Daily Investment Balance times estimated rate divided by 365 days times number of days in period equals estimated interest.
- 3/ Earnings ratio for this quarter is 0.0002299425. The Dollar Days Allocation times this ratio equals the earned interest amount. This ratio when annualized, is equal to approximately 8.39%.

Received from LAIF on 7/15/86	Acct. #5134030	Acct. #9834752	Total
\$ Days in period	455,000,000.00	455,000,000.00	\$910,000,000
Interest Amt. rec.	\$104,623.85	\$104,623.85	\$209,247.70

CITY OF SACRAMENTO
TREASURY

EARNED INTEREST SUMMARY

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PERIOD: 4/01/86 TO 4/30/86

RUN ON: 06/02/86

PAGE: 1

FUND 1 - REPO FUND

LINE NO.	PURCHASE DATE	O/R	COUPON RATE	DESCRIPTION	MATURITY DATE	PAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS
22754	03/31/86	R	7.9500	REPO-UST NOTES	04/01/86	6,500,000.00	6,500,000.00	8.060	MATURED	1,435.42	
22756	04/01/86	R	7.4000	REPO-UST NOTES	04/02/86	6,000,000.00	6,000,000.00	7.503	MATURED	1,233.33	1,233.33
22784	04/02/86	R	7.4000	REPO-FFCB NOTES	04/03/86	4,000,000.00	4,000,000.00	7.503	MATURED	822.22	822.22
22785	04/03/86	R	7.5000	REPO-UST NOTES	04/04/86	5,000,000.00	5,000,000.00	7.604	MATURED	1,041.67	1,041.67
22786	04/04/86	R	7.2500	REPO-UST BILLS	04/07/86	7,500,000.00	7,500,000.00	7.351	MATURED	4,531.25	4,531.25
22755	03/31/86	R	7.4500	REPO-UST BONDS	04/08/86	3,000,000.00	3,000,000.00	7.553	MATURED	4,966.67	4,345.84
22789	04/07/86	R	7.0500	REPO UST BONDS	04/08/86	7,500,000.00	7,500,000.00	7.146	MATURED	1,468.75	1,468.75
22790	04/08/86	R	7.0500	REPO UST NOTES	04/09/86	12,000,000.00	12,000,000.00	7.148	MATURED	2,350.00	2,350.00
22791	04/09/86	R	6.8500	REPO UST NOTES	04/10/86	9,500,000.00	9,500,000.00	6.945	MATURED	1,807.64	1,807.64
22795	04/10/86	R	7.0500	REPO-UST NOTES	04/11/86	8,000,000.00	8,000,000.00	7.148	MATURED	1,566.67	1,566.67
22796	04/11/86	R	6.8000	REPO-UST NOTES	04/14/86	6,500,000.00	6,500,000.00	6.894	MATURED	3,683.33	3,683.33
22815	04/14/86	R	6.8000	REPO-UST BONDS	04/15/86	6,000,000.00	6,000,000.00	6.894	MATURED	1,133.33	1,133.33
22816	04/15/86	R	6.9000	REPO-UST NOTES	04/16/86	9,000,000.00	9,000,000.00	6.996	MATURED	1,725.00	1,725.00
22818	04/16/86	R	6.8500	REPO-UST NOTES	04/17/86	10,000,000.00	10,000,000.00	6.945	MATURED	1,902.78	1,902.78
22817	04/16/86	R	6.8000	REPO-FFCB NOTES	04/18/86	3,000,000.00	3,000,000.00	6.894	MATURED	1,133.33	1,133.33
22820	04/17/86	R	6.7500	REPO-FHLB	04/18/86	4,710,000.00	4,710,000.00	6.844	MATURED	883.13	883.13
22824	04/18/86	R	6.5000	REPO-FNMA	04/21/86	14,000,000.00	14,000,000.00	6.590	MATURED	7,583.33	7,583.33
22825	04/18/86	R	6.5500	REPO-FHLB	04/22/86	5,000,000.00	5,000,000.00	6.641	MATURED	3,638.89	3,638.89
22826	04/21/86	R	6.7000	REPO-UST BONDS	04/22/86	11,000,000.00	11,000,000.00	6.793	MATURED	2,047.22	2,047.22
22827	04/22/86	R	7.0000	REPO-FNMA	04/23/86	11,000,000.00	11,000,000.00	7.097	MATURED	2,138.89	2,138.89
22828	04/23/86	R	7.4000	REPO FNMA	04/24/86	8,000,000.00	8,000,000.00	7.503	MATURED	1,644.44	1,644.44
22819	04/16/86	R	6.7000	REPO-UST NOTES	04/25/86	2,000,000.00	2,000,000.00	6.793	MATURED	3,350.00	3,350.00
22837	04/24/86	R	6.9000	REPO-FFCB NOTES	04/25/86	10,000,000.00	10,000,000.00	6.996	MATURED	1,916.67	1,916.67
22839	04/25/86	R	6.6000	REPO-FFCB NOTES	04/28/86	9,500,000.00	9,500,000.00	6.692	MATURED	5,225.00	5,225.00
22841	04/28/86	R	6.7500	REPO-UST NOTES	04/29/86	10,000,000.00	10,000,000.00	6.844	MATURED	1,875.00	1,875.00
22853	04/29/86	R	6.6500	REPO-FHLB	04/30/86	10,000,000.00	10,000,000.00	6.742	MATURED	1,847.22	1,847.22
22854	04/30/86	R	6.7000	REPO-FFCB DISC. NOTES	05/01/86	10,000,000.00	10,000,000.00	6.793			1,861.11

SUBTOTAL REPURCHASE AGREEMENT 22.51%(C) (ACTIVE) 1 DAYS 10,000,000.00 10,000,000.00 6.958 62,951.18 62,756.04

FUND TOTAL (ACTIVE) 1 DAYS 10,000,000.00 10,000,000.00 62,951.18 62,756.04

FUND STATISTICS--

AVERAGE DAILY INVESTMENT BALANCE	:	10,973,666.67
EARNED INTEREST YIELD THIS PERIOD	:	6.958
WEIGHTED AVG YIELD AT END OF PERIOD	:	6.793
TOTAL INTEREST EARNED FOR FUTURE RECEIPT:		1,861.11

	Av. Daily Invest. Bal	# support (net earnings)	Number of Invest. Trans	# Invest. Trans
A	5,031,854.29	28,776.09	24	183,837,461.32
B	2,562,084.46	14,308.88	11	91,412,491.83
C	965,254.94	5,520.09	5	35,265,333.11
D	2,474,472.98	14,150.98	12	90,404,213.74
	#10,973,666.67	#62,756.04	52	\$409,920,000.00

CITY OF SACRAMENTO
TREASURY

A-8

EARNED INTEREST SUMMARY

PERIOD: 5/01/86 TO 5/31/86

RUN ON: 06/18/86 PAGE: 1

FUND 1 - REPO FUND

LINE NO.	PURCHASE DATE	O/R	COUPON RATE	DESCRIPTION	MATURITY DATE	PAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS
22854	04/30/86	R	6.7000	REPO-FFCB DISC. NOTES	05/01/86	10,000,000.00	10,000,000.00	6.793	MATURED	1,861.11	
22856	05/01/86	R	6.9000	REPO-FFCB NOTES	05/02/86	11,000,000.00	11,000,000.00	6.996	MATURED	2,108.33	2,108.33
22859	05/02/86	R	6.8000	REPO-UST BONDS	05/05/86	11,500,000.00	11,500,000.00	6.894	MATURED	6,516.67	6,516.67
22896	05/05/86	R	6.8000	REPO-FHLB	05/06/86	11,500,000.00	11,500,000.00	6.894	MATURED	2,172.22	2,172.22
22897	05/06/86	R	6.7500	REPO-FHLB	05/07/86	1,750,000.00	1,750,000.00	6.844	MATURED	328.13	328.13
22898	05/06/86	R	6.7500	REPO-FHLB	05/07/86	10,250,000.00	10,250,000.00	6.844	MATURED	1,921.88	1,921.88
22899	05/07/86	R	6.7500	REPO-UST BONDS	05/08/86	8,500,000.00	8,500,000.00	6.844	MATURED	1,593.75	1,593.75
22900	05/08/86	R	6.7500	REPO-UST BONDS	05/09/86	9,000,000.00	9,000,000.00	6.844	MATURED	1,687.50	1,687.50
22901	05/09/86	R	6.7000	REPO-FNMA NOTES	05/12/86	8,500,000.00	8,500,000.00	6.793	MATURED	4,745.83	4,745.83
22902	05/12/86	R	6.8000	REPO-UST BONDS	05/13/86	9,000,000.00	9,000,000.00	6.894	MATURED	1,700.00	1,700.00
22914	05/13/86	R	6.8500	REPO-UST NOTES	05/14/86	9,000,000.00	9,000,000.00	6.945	MATURED	1,712.50	1,712.50
22917	05/14/86	R	6.8500	REPO-FFCB NOTES	05/15/86	7,000,000.00	7,000,000.00	6.945	MATURED	1,331.94	1,331.94
22920	05/15/86	R	6.9000	REPO-UST BONDS	05/16/86	10,500,000.00	10,500,000.00	6.996	MATURED	2,012.50	2,012.50
22921	05/16/86	R	6.8000	REPO-FHLB NOTES	05/19/86	6,500,000.00	6,500,000.00	6.894	MATURED	3,683.33	3,683.33
22925	05/19/86	R	6.8500	REPO-FFCB NOTES	05/20/86	9,500,000.00	9,500,000.00	6.945	MATURED	1,807.64	1,807.64
22926	05/20/86	R	6.8000	REPO-FFCB NOTES	05/21/86	8,000,000.00	8,000,000.00	6.894	MATURED	1,511.11	1,511.11
22927	05/21/86	R	6.8500	REPO-FFCB NOTES	05/22/86	8,000,000.00	8,000,000.00	6.945	MATURED	1,522.22	1,522.22
22937	05/22/86	R	6.8000	REPO-UST NOTES	05/23/86	7,000,000.00	7,000,000.00	6.894	MATURED	1,322.22	1,322.22
22938	05/23/86	R	6.5000	REPO-UST BILLS	05/27/86	9,500,000.00	9,500,000.00	6.590	MATURED	6,861.11	6,861.11
22939	05/27/86	R	6.7000	REPO-FHLB NOTES	05/28/86	8,500,000.00	8,500,000.00	6.793	MATURED	1,581.94	1,581.94
22940	05/28/86	R	6.9000	REPO-FHLMC	05/29/86	9,500,000.00	9,500,000.00	6.996	MATURED	1,820.83	1,820.83
22952	05/29/86	R	6.6500	REPO-FNMA	05/30/86	9,000,000.00	9,000,000.00	6.742	MATURED	1,662.50	1,662.50
22953	05/30/86	R	6.6000	REPO-FFCB NOTES	06/02/86	13,000,000.00	13,000,000.00	6.692			4,766.67
SUBTOTAL REPURCHASE AGREEMENT 27.43%(C) (ACTIVE)					2 DAYS	13,000,000.00	13,000,000.00	6.831		51,465.26	54,370.82
FUND TOTAL					(ACTIVE)	2 DAYS	13,000,000.00	13,000,000.00		51,465.26	54,370.82

FUND STATISTICS--

AVERAGE DAILY INVESTMENT BALANCE	:	9,370,967.74
EARNED INTEREST YIELD THIS PERIOD	:	6.831
WEIGHTED AVG YIELD AT END OF PERIOD	:	6.692
TOTAL INTEREST EARNED FOR FUTURE RECEIPT:	:	4,766.67

Pool	Avg Daily Bal	\$ Appraised (net earnings)	Number of Transactions	\$ Investment Transactions
A	4,500,659.91	26,113.05	21	186,837,737.92
B	2,500,054.96	14,517.22	12	103,864,497.45
C	829,572.87	4,813.22	4	34,436,555.05
D	1,538,650.50	8,927.33	7	63,871,209.58
Totals	\$ 9,370,967.74	\$ 54,370.82	44	\$ 389,000,000.00

CITY OF SACRAMENTO
TREASURY

14-8

EARNED INTEREST SUMMARY

PERIOD: 6/01/86 TO 6/30/86

RUN ON: 08/11/86

PAGE: 1

FUND 1 - REPO FUND

LINE NO.	PURCHASE DATE	COUPON O/R	RATE	DESCRIPTION	MATURITY DATE	PAR VALUE	BOOK VALUE	YIELD/365	DATE SOLD/MAT	INTEREST RECEIVED THIS PER	TOTAL/NET EARNINGS
22953	05/30/86	R	6.6000	REPO-FFCB NOTES	06/02/86	13,000,000.00	13,000,000.00	6.692	MATURED	7,150.00	2,383.33
22956	06/02/86	R	6.6500	REPO-FFCB NOTES	06/03/86	11,000,000.00	11,000,000.00	6.742	MATURED	2,031.94	2,031.94
22985	06/03/86	R	6.9500	REPO-FHLB DISC. NOTES	06/04/86	11,000,000.00	11,000,000.00	7.047	MATURED	2,123.61	2,123.61
22986	06/04/86	R	7.2000	REPO-UST NOTES	06/05/86	10,500,000.00	10,500,000.00	7.300	MATURED	2,100.00	2,100.00
22987	06/05/86	R	6.9500	REPO-UST NOTES	06/06/86	9,000,000.00	9,000,000.00	7.047	MATURED	1,737.50	1,737.50
22988	06/06/86	R	6.7500	REPO-UST NOTES	06/09/86	9,500,000.00	9,500,000.00	6.844	MATURED	5,343.75	5,343.75
22990	06/09/86	R	6.8500	REPO- UST NOTES	06/10/86	10,000,000.00	10,000,000.00	6.945	MATURED	1,902.78	1,902.78
22991	06/10/86	R	6.8000	REPO-UST NOTES	06/11/86	9,500,000.00	9,500,000.00	6.894	MATURED	1,794.44	1,794.44
22992	06/11/86	R	6.8000	REPO- UST NOTES	06/12/86	10,000,000.00	10,000,000.00	6.894	MATURED	1,888.89	1,888.89
22995	06/12/86	R	6.8000	REPO- UST NOTES	06/13/86	11,000,000.00	11,000,000.00	6.894	MATURED	2,077.77	2,077.77
22996	06/13/86	R	6.7500	REPO-UST NOTES	06/16/86	11,000,000.00	11,000,000.00	6.844	MATURED	6,187.50	6,187.50
22997	06/16/86	R	6.7500	REPO- UST NOTES	06/17/86	4,443,000.00	4,443,000.00	6.844	MATURED	833.06	833.06
22998	06/16/86	R	6.7500	REPO- UST NOTES	06/17/86	6,057,000.00	6,057,000.00	6.844	MATURED	1,135.69	1,135.69
23000	06/17/86	R	6.7500	REPO-UST BILLS	06/18/86	10,000,000.00	10,000,000.00	6.844	MATURED	1,875.00	1,875.00
23001	06/18/86	R	6.8000	REPO- UST NOTES	06/19/86	12,000,000.00	12,000,000.00	6.894	MATURED	2,266.67	2,266.67
23002	06/19/86	R	6.8000	REPO-UST BONDS	06/20/86	12,000,000.00	12,000,000.00	6.894	MATURED	2,266.67	2,266.67
23005	06/20/86	R	6.7500	REPO-UST BONDS	06/23/86	12,500,000.00	12,500,000.00	6.844	MATURED	7,031.25	7,031.25
23006	06/23/86	R	6.8000	REPO-UST NOTES	06/24/86	12,000,000.00	12,000,000.00	6.894	MATURED	2,266.67	2,266.67
23007	06/24/86	R	6.7500	REPO-UST NOTES	06/25/86	12,000,000.00	12,000,000.00	6.844	MATURED	2,250.00	2,250.00
23009	06/25/86	R	6.7000	REPO-UST NOTES	06/26/86	10,500,000.00	10,500,000.00	6.793	MATURED	1,954.17	1,954.17
23010	06/26/86	R	6.7000	REPO-UST NOTES	06/27/86	6,500,000.00	6,500,000.00	6.793	MATURED	1,209.72	1,209.72
23060	06/27/86	R	6.8000	REPO-FHLB NOTES	06/30/86	7,500,000.00	7,500,000.00	6.894	MATURED	4,250.00	4,250.00
23061	06/30/86	R	7.4000	REPO-UST NOTES	07/01/86	8,500,000.00	8,500,000.00	7.503			1,747.22
SUBTOTAL REPURCHASE AGREEMENT 19.63%(C) (ACTIVE)					1 DAYS	8,500,000.00	8,500,000.00	6.895		61,677.08	58,657.63
FUND TOTAL					(ACTIVE)	1 DAYS	8,500,000.00	8,500,000.00		61,677.08	58,657.63

FUND STATISTICS--

AVERAGE DAILY INVESTMENT BALANCE	:	10,350,000.00
EARNED INTEREST YIELD THIS PERIOD	:	6.895
WEIGHTED AVG YIELD AT END OF PERIOD	:	7.503
TOTAL INTEREST EARNED FOR FUTURE RECEIPT:		1,747.22

Pool	Avg Daily Bal	#Apporportioned (net earnings)	Number of Transactions	# of Invest Transactions
A	5,464,647.25	30,970.37	23	230,993,543.14
B	2,502,024.46	14,180.32	11	105,764,439.73
C	6,153,435.48	6,536.98	5	48,756,330.67
D	6,229,832.81	6,969.96	5	51,985,686.41
# 10,350,000.00		# 58,657.63	44	437,500,000.00

ATTACHMENT A-B

SUMMARY OF REPO TRANSACTIONS
4/1/86 - 6/30/86

POOL A

<u>Month</u>	<u># of Days</u>		<u>Avg. Daily Inv. Bal.</u>	<u>Dollar Days</u>	<u>Dollars Earned</u>
Apr. '86	30	x	5,031,854.29 =	150,955,628.70	28,776.09
May. '86	31	x	4,500,659.91 =	139,520,457.21	26,113.05
Jun. '86	30	x	5,464,647.25 =	<u>163,939,417.50</u>	<u>30,970.37</u>
				454,415,503.41	85,859.51
				91 days =	=====
			Avg. Inv. Bal.	\$ 4,993,576.96	
				=====	

POOL B

Apr. '86	30	x	2,502,084.46 =	75,062,533.80	14,308.88
May. '86	31	x	2,502,084.46 =	77,564,618.26	14,517.22
Jun. '86	30	x	2,502,084.46	<u>75,062,533.80</u>	<u>14,180.32</u>
				227,689,685.86	43,006.42
				91 days =	=====
			Avg. Inv. Bal	\$ 2,502,084.46	
				=====	

CITY OF SACRAMENTO
AB 1073

Background

AB 1073 (Chapter 1226 of the Government Code) effective January 1, 1985 requires:

a municipality to annually render a statement of investment policy to the Council;

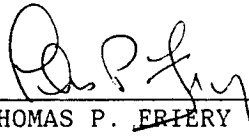
a municipality to render a monthly report to the legislative body and the chief executive officer on securities with maturities of 12 months and longer which show the type of investment (ie. Bill, Note, Bond, Banker's Acceptance, Commercial Paper, etc.) institution (specific name of security), maturity date, amount of deposit, month end market value and interest rate; and

a statement which explains relationship of the monthly report to the statement of investment policy.

This information will be captured on a monthly basis and included for your information in the quarterly report.

Statement

The investments listed on the following pages are within the investment policy and guidelines standards set by the City Treasurer, which was approved by Council on October 23, 1979 and is on file with the City Clerk. This policy has remained in effect since that time with one exception. The position of Associate Investment Officer was retitled to Assistant Investment Officer on August 1, 1981 and was subsequently retitled to Investment Officer I & II by Resolution #83-913 on November 15, 1983. Further, all standards established under this investment policy such as trading policy have been met.



THOMAS P. ERIERY
City Treasurer

CITY OF SACRAMENTO
 TREASURY
 GOVERNMENT CODE SECTION 53646

SECTION I. - MATURITIES AFTER 06/30/87

FUND: 100 INVESTMENT POOL A

REPORTED AS OF 06/30/86 RUN ON 08/15/86

LINE NO.	PURCHASE DATE	FACE DATE	SECURITY DESCRIPTION	MATURITY DATE	PAR VALUE	PRINCIPAL COST	PURCHASED INTEREST	MARKET VALUE	ACCRUED INTEREST
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INV. CODE 0022 : FEDERAL HOME LOAN BANKS

22039	11/25/85	6.7000	FHLB NOTES	11/25/87	3,000,000.00	3,000,000.00		3,006,562.50	26,100.00
23131	12/26/85	8.0500	FHLB NOTES	12/26/87	1,000,000.00	1,000,000.00		1,015,625.00	670.83
22415	01/27/86	8.4500	FHLB NOTES	01/25/88	2,000,000.00	2,000,000.00		2,042,500.00	72,294.44
22840	04/25/85	5.9000	FHLB NOTES	04/25/89	1,000,000.00	1,000,000.00		995,000.00	12,650.00
22933	05/27/85	7.4000	FHLB NOTES	05/25/89	1,000,000.00	1,000,000.00		1,000,625.00	6,988.89
TOTAL (INV. CODE 0022)					8,000,000.00		0.00		
					12.37%	8,000,000.00		6,120,312.50	118,704.16

INV. CODE 0027 : FEDERAL FARM CREDIT BANKS

22380	01/21/86	8.7500	FARM CREDIT NOTES	01/23/89	1,000,000.00	1,000,000.00		1,027,500.00	38,888.89
22381	01/21/86	8.7500	FARM CREDIT NOTES	01/23/89	2,000,000.00	1,984,375.00		2,055,000.00	77,777.78
22382	01/21/86	8.7500	FARM CREDIT NOTES	01/23/89	1,000,000.00	992,187.50		1,027,500.00	38,888.89
22575	03/05/85	7.7500	FFCB NOTES	09/05/89	1,500,000.00	1,497,187.50		1,500,937.50	37,458.33
22835	04/21/86	7.5500	FFCB NOTES	04/22/91	1,000,000.00	1,000,000.00		997,500.00	14,680.56
22383	01/21/86	9.1000	FFCB NOTES	07/22/91	1,500,000.00	1,486,875.00		1,563,750.00	60,287.50
22615	01/23/86	9.1000	FFCB NOTES	07/22/91	1,500,000.00	1,486,406.25	379.17	1,563,750.00	60,287.50
TOTAL (INV. CODE 0027)					9,500,000.00		379.17		
					14.61%	5,447,031.25		9,725,937.50	328,289.45

INV. CODE 0026-0029 TOTAL

17,500,000.00		379.17		446,973.61
26.98%	17,447,031.25		17,846,250.00	

INV. CODE 0087 : BANKS & FINANCE

22916	03/06/86	8.6500	GREAT WESTERN NOTES	03/07/89	1,000,000.00	1,000,000.00		1,000,000.00*	27,631.94
TOTAL (INV. CODE 0087)					1,000,000.00		0.00		
					1.55%	1,000,000.00		1,000,000.00	27,631.94

INV. CODE 0080-0089 TOTAL

1,000,000.00		0.00		27,631.94
1.55%	1,000,000.00		1,000,000.00	

* INDICATES NO MARKET VALUE AVAILABLE. ISSUE PRICED AT COST.
 # INDICATES MARKET PRICE RETRIEVED FROM FILE USERPR.
 % INDICATES PLEDGED COLLATERAL.

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CITY OF SACRAMENTO
 TREASURY
 GOVERNMENT CODE SECTION 53646
 SECTION I. - MATURITIES AFTER 06/30/87
 FUND: 100 INVESTMENT POOL A

REPORTED AS OF 06/30/86 RUN ON 08/15/86

LINE NO.	PURCHASE DATE	FACE RATE	SECURITY DESCRIPTION	MATURITY DATE	PAR VALUE	PRINCIPAL COST	PURCHASED INTEREST	MARKET VALUE	ACCRUED INTEREST
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INV. CODE 0012 : TREASURY NOTES

21247	07/31/85	8.8750	UST NOTES	07/31/87	1,000,000.00	997,940.00		1,022,500.00	37,020.03
21248	07/31/85	8.8750	UST NOTES	07/31/87	1,000,000.00	997,780.00		1,022,500.00	37,020.03
21249	07/31/85	3.8750	UST NOTES	07/31/87	2,000,000.00	1,996,600.00		2,045,000.00	74,040.06
21621	08/05/85	8.8750	UST NOTES	07/31/87	1,000,000.00	995,625.00		1,022,500.00	37,020.03
22013	11/12/85	8.8750	UST NOTES	10/31/87	4,000,000.00	4,024,375.00		4,101,250.00	59,809.78
22322	01/09/86	7.8750	UST NOTES	12/31/87	1,000,000.00	996,875.00		1,014,687.50	213.99
22634	02/27/86	7.8750	UST NOTES	12/31/87	1,000,000.00	1,000,000.00		1,014,687.50	213.99
22693	02/28/86	8.0000	UST NOTES	02/29/88	1,000,000.00	1,001,090.00		1,016,250.00	27,032.97
17246	05/31/83	9.8750	U.S.T. NOTES	05/15/88	1,000,000.00	980,625.00		1,050,000.00	12,612.09
17252	06/12/83	9.8750	U.S.T. NOTES	05/15/88	1,000,000.00	979,687.50		1,050,000.00	12,612.09
17251	06/07/83	10.5000	U.S.T. NOTES	08/15/88	500,000.00	498,750.00		533,437.50	19,723.78
17868	07/11/83	10.5000	UST NOTES	08/15/88	1,000,000.00	975,312.50		1,066,875.00	39,447.51
22705	02/18/86	8.0000	UST NOTES	02/15/89	2,000,000.00	1,997,343.75		2,044,375.00	59,784.52
22705	02/18/86	8.0000	UST NOTES	02/15/89	1,000,000.00	996,125.00		1,022,187.50	29,392.27
13561	06/18/82	14.3750	U.S.T. NOTES	04/15/89	500,000.00	496,562.50		587,812.50	15,121.24
22363	01/13/86	9.3750	UST NOTES	12/31/89	1,000,000.00	991,093.75		1,032,500.00	227.58
17248	06/02/83	10.5000	U.S.T. NOTES	04/15/90	500,000.00	494,843.75		548,593.75	11,045.06
16261	07/05/83	10.7500	UST NOTES	07/15/90	1,000,000.00	995,000.00		1,110,000.00	49,592.54
16282	07/05/83	10.7500	UST NOTES	07/15/90	500,000.00	494,887.50		555,000.00	24,796.27
16283	07/05/83	10.7500	UST NOTES	07/15/90	500,000.00	494,531.25		555,000.00	24,796.27
16284	07/05/83	10.7500	UST NOTES	07/15/90	500,000.00	495,625.00		555,000.00	24,796.27
16468	07/11/83	10.7500	UST NOTES	07/15/90	1,000,000.00	973,125.00		1,110,000.00	49,592.54
17284	12/30/83	11.5000	UST NOTES	10/15/90	1,000,000.00	991,875.00		1,141,250.00	24,193.99
22064	04/30/86	8.1250	UST NOTES	05/15/91	500,000.00	520,000.00	6,284.54	515,937.50	13,156.41
22833	04/18/86	9.8750	UST NOTES	02/15/96	1,000,000.00	1,133,437.50	15,200.28	1,096,250.00	33,342.54

TOTAL (INV. CODE 0012)					26,500,000.00		21,484.82		715,603.86
					41.01%	26,520,890.00		27,833,593.75	

INV. CODE 0010-0019 TOTAL					26,500,000.00		21,484.82		715,603.86
					41.01%	26,520,890.00		27,833,593.75	

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CITY OF SACRAMENTO
TREASURY
GOVERNMENT CODE SECTION 53646

SECTION I. - MATURITIES AFTER 06/30/87
FUND: 106 INVESTMENT POOL A
REPORTED AS OF 06/30/86 RUN ON 08/15/86

LINE NO.	PURCHASE DATE	FACE RATE	SECURITY DESCRIPTION	MATURITY DATE	PAR VALUE	PRINCIPAL COST	PURCHASED INTEREST	MARKET VALUE	ACCRUED INTEREST
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FUND - 0100 TOTAL					45,000,000.00		21,863.99		1,190,209.41
						44,567,921.25		46,679,243.75	

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CITY OF SACRAMENTO
 TREASURY
 GOVERNMENT CODE SECTION 53646

SECTION I. - MATURITIES AFTER 06/30/87
 FUND: 99 INVESTMENT POOL B
 REPORTED AS OF 06/30/86 RUN ON 08/15/86

LINE NO.	PURCHASE DATE	FACE RATE	SECURITY DESCRIPTION	MATURITY DATE	PAR VALUE	PRINCIPAL COST	PURCHASED INTEREST	MARKET VALUE	ACCRUED INTEREST
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INV. CODE 0012 : TREASURY NOTES

21474	09/03/85	8.8750	UST NOTES	08/31/87	1,000,000.00	1,000,090.00		1,022,812.50	29,663.72
20961	01/17/85	11.2500	UST NOTES	12/31/87	1,000,000.00	1,019,062.50		1,061,562.50	305.71
22224	12/31/85	7.6750	UST NOTES	12/31/87	1,000,000.00	995,781.25		1,014,687.50	213.99
22635	02/27/86	7.8750	UST NOTES	12/31/87	1,000,000.00	1,000,000.00		1,014,687.50	213.99
9840	07/07/81	14.0000	U.S.T. NOTES	07/15/88	500,000.00	498,261.55		565,625.00	32,292.82
16476	07/28/83	10.5000	UST NOTES	08/15/86	1,500,000.00	1,453,125.00		1,600,312.50	59,171.27
22103	12/11/85	8.6250	UST NOTES	11/15/88	1,000,000.00	1,003,553.75		1,032,812.50	11,015.63
22223	12/31/85	8.3750	UST NOTES	12/31/89	1,000,000.00	995,781.25		1,032,500.00	227.58
16477	07/28/83	10.7500	UST NOTES	07/15/90	2,000,000.00	1,935,000.00		2,220,000.00	99,185.08

TOTAL (INV. CODE 0012)					10,000,000.00	9,900,695.30	0.00	10,565,000.00	232,285.79
					15.31%				

INV. CODE 0010-0019 TOTAL					10,000,000.00	9,900,695.30	0.00	10,565,000.00	232,285.79
					15.31%				

INV. CODE 0022 : FEDERAL HOME LOAN BANKS

22211	12/26/85	8.7600	FHLB NOTES	12/26/90	1,000,000.00	1,000,000.00		1,036,250.00	1,206.33
20203	02/28/85	11.4500	FED. HOME LOAN BANK	02/25/92	1,000,000.00	978,437.50		1,148,750.00	40,075.00

TOTAL (INV. CODE 0022)					2,000,000.00	1,978,437.50	0.00	2,185,000.00	41,283.33
					3.06%				

INV. CODE 0020-0029 TOTAL					2,000,000.00	1,978,437.50	0.00	2,185,000.00	41,283.33
					3.06%				

FUND - 0099 TOTAL					12,000,000.00	11,879,132.80	0.00	12,750,000.00	273,573.12
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APPORTIONED INTEREST
CITY OF SACRAMENTO
03/29/86 THROUGH 06/30/86

PAGE

FUND NUMBER	FUND NAME	DOLLAR DAYS	APPORTIONMENT	FUND TOTAL
1-01	A	GENERAL FUND	3,124,543,022.08	704,818.04
1-01	A 2-09	GENERAL FUND	625,728,897.89	141,148.64
1-01	A 2-43	GENERAL FUND	17,777,882.07	4,010.25
1-01	A 4-34	GENERAL FUND	2,436,879.50	549.69
1-01	A 5-60	GENERAL FUND	933,686.05	210.62
1-01	A 5-61	GENERAL FUND	4,098,477.00	924.51
1-01	A 5-64	GENERAL FUND	192,382.07	43.40
1-01	A 5-71	GENERAL FUND	2,694,451.41	607.80
1-01	A 5-74	GENERAL FUND	5,774,719.90	1,302.63
1-01	A 5-75	GENERAL FUND	1,962,857.47	442.77
1-01	A 5-87	GENERAL FUND	1,718,286.19	387.60
1-01	A 5-89	GENERAL FUND	18,153,112.96	4,094.89
1-01	A 6-38	GENERAL FUND	430,165,656.83	97,034.51
1-01	A 6-39	GENERAL FUND	21,662,031.67	4,886.41
1-01	A 9-27	GENERAL FUND	94,926,805.58	21,413.09
101A	A	LRT/RACS ACCT	354,992,682.70	80,077.39
2-02	A	GAS TAX 2106	238,957,220.01	53,902.72
2-03	A	GAS TAX 2107	127,652,105.57	28,795.09
2-08	A	TRAFFIC SAFETY	93,718,594.79	21,140.55
2-15	A	DISASTER RELF ACT	246,825.00	55.68
2-29	A	MAINT ASSMT DIST	5,842,419.39	1,317.90
2-32	A	ASSMT BOND REGISTRATION /	9,074,050.98	2,046.88
2-35	A	TRANSP DEV ACT-BIKEWAY	51,241,151.24	11,558.71
2-40	A	POCKET AREA-TRUNK SEWER	117,257,350.70	26,450.29
2-42	A	METRO ARTS FUND	632,755.92	142.74
2-46	A	MT. VALLEY LIBRARY SYSTE	14,009,972.26	3,160.29
2-47	A	GAS TAX 2107.5	159,212,759.36	35,914.38
2-49	A	BRIDGE CONSTRUCTION	28,230,674.86	6,368.13
2-51	A	ANIMAL ACQUISITION	928,788.14	209.51
2-52	A	CABLEVISION FRANCHISE	6,130,855.78	1,382.97
3-26	A	DEBT SERVICE	42,170,682.36	9,512.64
4-12	A	PARKING	207,490,586.23	46,804.64
4-15	A	WASTE REMOVAL	25,476,438.20	5,746.84
4-17	A	BOAT HARBOR	57,607,354.16	12,994.77
4-18	A	GOLF FUND	164,836,432.41	37,182.93
4-19	A	COMMUNITY CENTER	161,815,583.29	36,501.52
4-20	A	FLEET MANAGEMENT	356,370,164.32	80,388.11
4-21	A	RISK MANAGEMENT	1,289,139,979.89	290,797.44
4-24	A	CAMP SACRAMENTO	3,903,159.18	880.45
4-25	A	STORM DRAINAGE	96,695,215.47	21,812.00
5-33	A	CAP. AREA DEVELOP. AUTHO	112,786,092.74	25,441.70
5-33	A 5-35	CAP. AREA DEVELOP. AUTHO	20,770,569.72	4,685.32
5-51	A	RETIREMENT TRUST	1,304,400,417.51	294,239.81
5-52	A	A. LAND INDIGENT	7,345,289.15	1,656.91
5-54	A	FRATT FUND	700,321.74	157.97

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APPORTIONED INTEREST
CITY OF SACRAMENTO
03/29/86 THROUGH 06/30/86

FUND NUMBER	FUND NAME	DOLLAR DAYS	APPORTIONMENT	FUND TOTAL
5-55	A B. HENSCHEL INDIGENT	3,618,360.80	816.21	816.21
5-58	A CROCKER TR-ART ACQ.	685,297.91	154.59	154.59
5-59	A MOORE MEMORIAL	5,562,938.78	1,254.86	1,254.86
5-63	A ALICE MILLER	1,148,670.60	259.11	259.11
5-65	A CITATION I-S MAINTENANCE	12,226,519.26	2,757.99	2,757.99
5-66	A CROCKER TR-CATALOG	1,233,347.56	278.22	278.22
5-67	A CROCKER TR-SPEC EVENTS	2,509,600.85	566.10	566.10
5-68	A CROCKER TR-LIBRARY	804,966.18	181.58	181.58
5-72	A SACTO HISTORY CNTR-ENDOW	1,457,195.33	330.96	330.96
5-77	A CROCKER MASTER TR - GENE	13,809,827.21	3,115.15	3,115.15
5-78	A CROCKER TRUST - CAPITAL	3,630,043.61	818.84	818.84
5-79	A NARCOTICS TASK FORCE TRU	10,422,574.04	2,351.07	2,351.07
5-82	A CAMA-BUILDING	132,150,445.08	29,809.81	29,809.81
5-85	A SUTTER PARK SITES	12,435,270.99	2,805.08	2,805.08
5-90	A ART IN PUBLIC PLACES PRO	53,404,615.37	12,046.74	12,046.74
5-93	A COMMUNITY SERVICES GIFT	3,118,342.61	703.41	703.41
6-36	A MUNI IMPR ACT-1913	134,734,058.02	30,392.61	30,392.61
6-40	A FLORIN RD STORM & SAN	5,540,747.28	1,249.85	1,249.85
6-41	A MORRISON CREEK SWR/WATER	145,751,962.59	32,877.96	32,877.96
6-42	A POCKET RD STORM 7 SAN	121,659,564.10	27,443.33	27,443.33
638A	A FLORIN ROAD AD-RES	21,403,153.28	4,828.01	4,828.01
638B	A SUNSET MEADOWS - RESERVE	16,670,045.54	3,760.34	3,760.34
638C	A WASHINGTON AD-RESERVE	296,380.12	66.86	66.86
638D	A ALPINE AVEN ST	5,710,652.28	1,288.18	1,288.18
638E	A EAST DEL PASO 1A	470,527.34	106.14	106.14
638F	A MAIN AVEN SEWER	2,671,963.16	602.72	602.72
638G	A WILL LAND SCHOOL ST LIGH	136,115.76	30.71	30.71
638H	A AMADOR AVEN SEWER WATER	520,809.82	117.48	117.48
638I	A WOODBINE #3A	752,558.36	169.76	169.76
638J	A H&I-27TH&28TH	73,320.94	16.54	16.54
638K	A POCKET ROAD SEWER #2	93,124,623.12	21,006.56	21,006.56
638L	A DEL PASO AD#7	844,986.68	190.61	190.61
638M	A DEL APSO HTS A/D #6A	1,255,374.70	283.18	283.18
638N	A MORRISON CREEK	54,196,175.64	12,225.29	12,225.29
7-10	A QUIMBY ACT	392,399,759.63	88,515.48	88,515.48
7-94	A CITATION I-S IMPR	11,837,820.54	2,670.32	2,670.32
7-95	A SOUTH NATOMAS DEV. FUND	77,664,979.92	17,519.25	17,519.25
7-96	A SO NATOMAS FAC BENI ASSM	7,959,629.95	1,795.50	1,795.50
7-97	A SACTO HISTORY, INC-CONSTR	27,687,141.98	6,245.52	6,245.52
7-98	A SOUTH NATOMAS DEVELOP IM	10,232,544.92	2,308.20	2,308.20

TOTAL DOLLARS APPORTIONED 2,437,161.25
 TOTAL DOLLAR DAYS : 10,804,228,553.59
 EFFECTIVE INTEREST RATE : 8.233
 LIST APRPT

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1
APPORTIONED INTEREST
CITY OF SACRAMENTO
03/29/86 THROUGH 06/30/86

FUND NUMBER	FUND NAME	DOLLAR DAYS	APPORTIONMENT	FUND TOTAL
4-13	B WATER	1,290,653,593.66	336,148.01	336,148.01
4-14	B SEWER	425,069,642.82	110,708.50	110,708.50
9-28	B PARKING AUTHORITY	303,429,002.24	79,027.44	79,027.44

TOTAL DOLLARS APPORTIONED

TOTAL DOLLAR DAYS : 2,019,152,238.72 ÷ 99 = 2,480,342.97

EFFECTIVE INTEREST RATE : 9.506

525,883.95

(72,314.03) SS7 B Avg Bal
21,408,028.94 Amt. Avail. for Invest.

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A P P O R T I O N E D I N T E R E S T I n v e s t m e n t C o s t R e c o v e r y F e e
C I T Y O F S A C R A M E N T O
03/29/86 THROUGH 06/30/86

FUND NUMBER	FUND NAME	DOLLAR DAYS	APPORTIONMENT	FUND TOTAL
1-01	GENERAL FUND			1,768.72
A 2-09	GENERAL FUND	3,124,543,022.08	1,768.72	
1-01	GENERAL FUND	625,728,897.89	354.21	2,122.93
A 2-43	GENERAL FUND	17,777,882.07	10.07	2,133.00
1-01	GENERAL FUND	2,436,879.50	1.38	2,134.38
A 5-60	GENERAL FUND	933,686.05	0.53	2,134.91
1-01	GENERAL FUND	4,098,477.00	2.32	2,137.23
A 5-64	GENERAL FUND	192,382.07	0.10	2,137.33
1-01	GENERAL FUND	2,694,451.41	1.53	2,138.86
A 5-74	GENERAL FUND	5,774,719.90	3.27	2,142.13
1-01	GENERAL FUND	1,962,857.47	1.11	2,143.24
A 5-87	GENERAL FUND	1,718,285.19	0.97	2,144.21
1-01	GENERAL FUND	18,153,112.96	10.28	2,154.49
A 5-89	GENERAL FUND	430,165,656.83	243.50	2,397.99
1-01	GENERAL FUND	21,662,031.67	12.27	2,410.26
A 6-38	GENERAL FUND	94,926,805.58	53.73	2,463.99
1-01	GENERAL FUND	354,992,682.70	200.95	2,664.94
101A	LRT/RACS ACCT	238,957,220.01	135.27	2,800.21
2-02	GAS TAX 2106	127,652,105.57	72.26	2,872.47
2-03	GAS TAX 2107	.93,718,594.79	53.05	2,925.52
2-08	TRAFFIC SAFETY			53.05
2-15	DISASTER RELF ACT	246,825.00	0.14	53.19
2-29	MAINT ASSMT DIST	5,842,419.39	3.31	56.50
2-32	ASSMT BOND REGISTRATION	9,074,050.98	5.14	61.64
2-35	TRANSP DEV ACT-BIKEWAY	51,241,151.24	29.00	90.64
2-40	POCKET AREA-TRUNK SEWER	117,257,350.70	66.38	157.02
2-42	METRO ARTS FUND	632,755.92	0.36	157.38
2-46	MT. VALLEY LIBRARY SYSTE	14,009,972.26	7.93	165.31
2-47	GAS TAX 2107.5	159,212,759.36	90.13	255.44
2-49	BRIDGE CONSTRUCTION	28,230,674.86	15.98	271.42
2-51	ANIMAL ACQUISITION	928,788.14	0.52	271.94
2-52	CABLEVISION FRANCHISE	6,130,855.78	3.47	275.41
3-26	DEBT SERVICE	42,170,582.36	23.87	299.28
4-12	PARKING	207,490,586.23	117.46	416.74
4-15	WASTE REMOVAL	25,475,438.20	14.42	431.16
4-17	BOAT HARBOR	57,607,354.16	32.61	463.77
4-18	GOLF FUND	164,836,432.41	93.31	557.08
4-19	COMMUNITY CENTER	161,815,583.29	91.60	648.68
4-20	FLEET MANAGEMENT	356,370,164.32	201.73	850.41
4-21	RISK MANAGEMENT	1,289,139,979.89	729.75	1,579.16
4-24	CAMP SACRAMENTO	3,903,159.18	2.21	1,581.37
4-25	STORM DRAINAGE	96,695,215.47	54.74	1,636.11
5-33	CAP. AREA DEVELOP. AUTHO	112,786,092.74	63.84	1,700.95
5-33	CAP. AREA DEVELOP. AUTHO	20,770,569.72	11.76	1,712.71
5-51	RETIREMENT TRUST	1,304,400,417.51	738.39	2,451.10
5-52	A. LAND INDIGENT	7,345,289.15	4.16	2,455.26
5-54	FRATT FUND	700,321.74	0.39	2,455.65

Not Authorized
738.39
4.16
0.39

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1
 APPORTIONED ~~INTEREST~~ Investment Cost Recovery Fee
 CITY OF SACRAMENTO
 03/29/86 THROUGH 06/30/86

FUND NUMBER	FUND NAME	DOLLAR DAYS	APPORTIONMENT	FUND TOTAL
5-55	A B. HENSCHEL INDIGENT	3,618,360.80	2.05	2.05
5-58	A CROCKER TR-ART ACQ.	685,297.91	0.39	0.39
5-59	A MOORE MEMORIAL	5,562,938.78	3.15	3.15
5-63	A ALICE MILLER	1,148,670.60	0.65	0.65
5-65	A CITATION I-5 MAINTENANCE	12,226,519.26	6.92	6.92
5-66	A CROCKER TR-CATALOG	1,233,347.56	0.70	0.70
5-67	A CROCKER TR-SPEC EVENTS	2,509,600.85	1.42	1.42
5-68	A CROCKER TR-LIBRARY	804,966.18	0.46	0.46
5-72	A SACTO HISTORY CNTR-ENDOW	1,467,195.33	0.83	0.83
5-77	A CROCKER MASTER TR - GENE	13,809,827.21	7.81	7.81
5-78	A CROCKER TRUST - CAPITAL	3,630,043.61	2.06	2.06
5-79	A NARCOTICS TASK FORCE TRU	10,422,574.04	5.90	5.90
5-82	A CAMA-BUILDING	132,150,445.08	74.81	74.81
5-85	A SUTTER PARK SITES	12,435,270.99	7.03	7.03
5-90	A ART IN PUBLIC PLACES PRO	53,404,615.37	30.24	30.24
5-93	A COMMUNITY SERVICES GIFT	3,118,342.61	1.76	1.76
6-36	A MUNI IMPR ACT-1913	134,734,058.02	76.27	76.27
6-40	A FLORIN RD STORM & SAN	5,540,747.28	3.14	3.14
6-41	A MORRISON CREEK SWR/WATER	145,751,962.59	82.50	82.50
6-42	A POCKET RD STORM 7 SAN	121,659,564.10	68.87	68.87
638A	A FLORIN ROAD AD-RES	21,403,153.28	12.12	12.12
638B	A SUNSET MEADOWS - RESERVE	16,670,045.54	9.43	9.43
638C	A WASHINGTON AD-RESERVE	296,380.12	0.17	0.17
638D	A ALPINE AVEN ST	5,710,652.28	3.23	3.23
638E	A EAST DEL PASO 1A	470,527.34	0.27	0.27
638F	A MAIN AVEN SEWER	2,671,963.16	1.51	1.51
638G	A WILL LAND SCHOOL ST LIGH	136,115.76	0.08	0.08
638H	A AMADOR AVEN SEWER WATER	520,809.82	0.30	0.30
638I	A WOODBINE #3A	752,558.36	0.42	0.42
638J	A H&I-27TH&28TH	73,320.94	0.04	0.04
638K	A POCKET ROAD SEWER #2	93,124,623.12	52.72	52.72
638L	A DEL PASO AD#7	844,986.68	0.48	0.48
638M	A DEL APDO HTS A/D #6A	1,255,374.70	0.71	0.71
638N	A MORRISON CREEK	54,196,175.64	30.68	30.68
7-10	A QUIMBY ACT	392,399,759.63	222.12	222.12
7-94	A CITATION I-5 IMPR	11,837,820.54	6.70	6.70
7-95	A SOUTH NATOMAS DEV. FUND	77,664,979.92	43.97	43.97
7-96	A SO NATOMAS FAC BENI ASSM	7,959,629.95	4.50	4.50
7-97	A SACTO HISTORY, INC-CONSTR	27,687,141.98	15.68	15.68
7-98	A SOUTH NATOMAS DEVELOP IM	10,232,544.92	5.79	5.79

TOTAL DOLLARS APPORTIONED
 TOTAL DOLLAR DAYS : 10,804,228,553.59
 EFFECTIVE INTEREST RATE : 0.021

6,116.00
 (738.39) SCERS Not Authorized
5,377.61 Allowable Cost Recovery Fee

A-13

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APPORTIONED ~~INTEREST~~ Investment Cost Recovery Fee
CITY OF SACRAMENTO
03/29/86 THROUGH 06/30/86

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FUND NUMBER		FUND NAME	DOLLAR DAYS	APPORTIONMENT	FUND TOTAL
4-13	B	WATER	1,290,653,593.66	788.78	788.78
4-14	B	SEWER	425,069,642.82	259.78	259.78
9-28	B	PARKING AUTHORITY	303,429,002.24	185.44	185.44
TOTAL DOLLARS APPORTIONED				1,234.00	
TOTAL DOLLAR DAYS : 2,019,152,238.72					
EFFECTIVE INTEREST RATE : 0.022					

CITY OF SACRAMENTO LRT/RACS FUND
Status Report

Background

As approved by Council in June 1985 the LRT/RACS Account was established for the following:

- to cover cost overruns of LRT Project
- to pay for any ineligible grant costs
- to reimburse the City for costs associated with the LRT Project and financing of such, including Safe Harbor indemnification if established
- to repay RACS for its financial support of the LRT Project

During construction of the LRT Project, all payments from RACS as a result of the Reimbursement Agreement will flow to this account. Further, "Safe Harbor" proceeds will flow to this account when received and finally, on December 1, 1987 only, interest income on the maximum annual debt service will flow to this fund. Interest income for this account will be earned from Pool "A" Investments.

CITY OF SACRAMENTO
LRT/RACS FUND
STATUS REPORT

<u>DATE</u>		<u>PAYMENTS</u>	<u>INTEREST INCOME</u>	<u>FUND BALANCE</u>
6/4/85	Trnsf to Gen'l Fund from SHRA	2,900,000.00		2,900,000.00
6/30/85	Pool A interest, 4th Qtr 84/85		23,537.86	2,923,537.86
7/19/85	Monies withdrawn and deposited into the LRT/COP Acquisition Fund with FICAL (Trustee) in conjunction with COP closing	(355,735.96)		2,567,801.90
9/27/85	Pool A Interest 1st QTR 85/86		63,190.58	2,630,992.48
12/27/85	Pool A Interest 2nd QTR 85/86		65,274.71	2,696,267.19
12/30/85	Sale of "Safe Harbor" leasing benefits	146,144.38		2,842,411.57
2/6/86	Bond Counsel expense paid to Paine Webber	(21,281.98)		2,821,129.59
3/28/86	Pool A Interest 3rd QTR 85/86		60,707.11	2,881,836.70
6/2/86	Payment from SHRA	2,900,000.00		5,781,836.70
6/30/86	Pool A Interest, 4th Qtr. 85/86		79,876.44	5,861,713.14
*9/1/86	Estimated Income to be received for July & August 1986 (8%)		78,000.00	5,939,713.14

*This entry includes the estimate of income to be earned by the LRT/RACS account for the months of July and August, 1986. The actual income earned will not be due or formally posted to this account until the quarter ending September 30, 1986.

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CITY OF SACRAMENTO
LRT/RACS FUND
 PROJECTION OF FUND BALANCE

Amount in Millions of \$

<u>Date</u>	<u>Description</u>	<u>Amount of Payment</u>	<u>Interest Income 8%</u>	<u>Fund Balance</u>
<u>1986</u>				
June 30	Balance Forward			5.862
<u>1987</u>				
May 31	Int.Income LRT/RACS Fund (11 mo.)		.427	6.289
June 1	SHRA to City during Construction	1.450		7.739
Nov.30	Int.Income LRT/RACS Fund (6 mo.)		.310	8.049
<u>1988</u>				
May 31	Int.Income LRT/RACS Fund (6 mo.)		.322	8.371
1/ 31	"Safe Harbor"-15 LRT Vehicles 100%, 11 LRT Vehicles 20%	3.000		11.371
<u>1989</u>				
May 31	Int.Income LRT/RACS Fund(12 mo.)		.910	12.281
<u>1990</u>				
May 31	Int.Income-LRT/RACS Fund(12 mo.)		.982	13.263

1/ Safe Harbor Plan envisions: A) 22% of \$15 million
 for 15 LRT vehicles \$3.3 million
 B) 20% of \$5 million for
 11 LRT vehicles x 20% .2 million
 Total Gross Benefits \$3.5 million
 =====

(The STDA Budget envisions \$900 thousand from Safe Harbor for LRT vehicles. If these proceeds are not received or received in an amount less than budgeted, City Council will authorize use of monies in this fund to make up shortfall.)

As of June 30, 1986, the projected LRT Fund Balance in May 1990 is projected to be \$13.263 million as opposed to \$13.258 million which was reported last quarter. The reason for this difference is that the interest income for April - June 1986 was \$80 thousand or \$3 thousand higher than the estimate of \$77 thousand.

6/30/86

ATTACHMENT A-15

1985/86 TAX AND REVENUE ANTICIPATION NOTES
(TRANS) SCHEDULE OF ESTIMATED EARNINGS

	<u>ACTUAL</u>			<u>ESTIMATED</u>	<u>TOTAL</u>
	11/14/85- 12/27/85 <u>44 days</u>	12/28/85- 3/28/86 <u>91 DAYS</u>	3/29/86 6/30/86 <u>94 DAYS</u>	6/30/86- 11/13/86 <u>136 DAYS</u>	11/14/85- 11/13/86
Pool A Earnings	\$ 177,061	\$ 335,428	\$ 308,486	\$ 399,839	\$1,220,814
Interest Expense	(89,507)	(185,116)	(191,219)	(276,658)	(742,500)
Financing Expense	(13,726)	(28,389)	(29,325)	(42,427)	(113,867)
Earnings Loss Due to General Fund Deficit	<u>(19,275)</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>(19,275)</u>
TOTAL	<u>\$ 54,553</u>	<u>\$ 121,923</u>	<u>87,942</u>	<u>\$ 80,754</u>	<u>\$ 345,172</u>
=====					
Pool A Earning Rate	10.95%	10.03%	8.93%	8.00%	N/A
Avg. Gen'l Fund Negative Bal without TRANS	\$(1,460,223)	-0-	-0-	-0-	N/A

For the period 11/14/85 through 6/30/86 the net benefit derived from the 1985 TRAN issue was \$264,418. Through 11/13/86 (the life of the issue) it now appears that the net benefit will be approximately \$345,000. The net benefit is \$4,000 higher than the original estimate of \$341,000 but \$53,000 lower than our estimate at 3/28/86 because it now appears that Pool A's rate of return for Jul-Sept. '86 will be lower than our estimate of 9%.

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