

**Santa Fe County**  
**Investment Committee Meeting**  
**January 8, 2009**  
**Agenda**

**COMMITTEE MEMBERS:**

Victor A. Montoya, Treasurer  
Roman Abeyta, County Manager  
Teresa Martinez, Finance Director

Harry Montoya, Chair's Designee  
David Stevens, Asst. County Attorney  
Lowell Gilbert, Private Sector

**I. Call Meeting to Order:**

1. Roll Call of Committee Members.
2. Approval of the December 11, 2008 Minutes
3. Approval of the January 8, 2009 Agenda.

**II. Current Agenda Items:**

1. Investment activity since last Committee meeting on December 11th: We purchased and settled on the following government agencies (bonds) and CD's:
  - a. Mutual Securities Fannie Mae Bond CUSIP #31331GGU7 in the amount of \$2,500,000.00 settled December 23, 2008, with a rate of 4.00%.
  - b. LF Financial Federal Farm Credit Bond CUSIP #31331GHXO in the amount of \$5,000,000.00 settled December 24, 2008, with a rate of 3.00%.
  - c. LF Financial Federal Farm Credit Bond CUSIP #31331GHY8 in the amount of \$5,000,000.00 settled December 29, 2008, with a rate of 3.87%.
  - d. Los Alamos National Bank a new one year Certificate of Deposit in the amount of \$5,000,000.00 with a rate of 3.30% for 30 months.
  - e. Guadalupe Credit Union renew a one year Certificate of Deposit in the amount of \$250,000.00 with a rate of 4.06%.
  - f. The distributions for December 2008 property tax collections prepared by Finance were not available as of January 7, 2009; however we were able to pull an H.T.E. demand report that shows we have collected \$74, 856, 559.93 as of January 6, 2009. This indicates that the Treasurer's Office property tax collection rate to be 55.0% through December 31, 2008.
2. The next item is a copy of the County's investment portfolio as of December 31, 2008 which stands at approximately \$266,512,646.79 million. The portfolio at the end of



November was approximately \$243,357,466.43, an increase of \$13,155,180.36. During the month of December 2008, six bonds matured or were called with a value of \$16,898,981.61.

**III. Other Business:**

1. State Treasurer Local Government Investment Pool (LGIP) Yields.
  - a. December 2008 Current Yield 2.01%.
  - b. November 2008 Current Yield 1.14%.
  - c. October 2008 Current Yield 1.58%.
  - d. September 2008 Current Yield 1.71%.
  - e. August 2008 Current Yield 2.50%.
  - f. July 2008 Current Yield 2.40%.

The LGIP Rate has now exceeded the Custody Bank rate of .25%, for thirty months in a row. *The rates at the LGIP in December were 176 basis points higher; as discussed previously, the Pool invests in short term periods of 50-60 days or less, brokers and money managers continue projecting fed funds rates to decline. A year ago the fed funds rate was 4.25% current rate stands at 0-.25% effective December 31, 2009.*

The State Treasurer's Executive Summary of investment activity for the LGIP in December was not available as of the preparation of the agenda.

To update the Investment Committee on how much investment income we generate from the Local Government Investment Pool, I am itemizing the investment income earned by account for December 2008.

December

#7081-1326.....	89,944.46
#7574-2902.....	145.86
#7579-2971.....	2,250.92
#7580-2972.....	932.86
#7724-4186.....	5,987.87
#7765-5257.....	2,113.17
#7813-9104.....	5,870.72
#7832-10580.....	36,876.69
#7864-11172.....	1,815.26
#7885-11608.....	2,659.97
#7904-12031.....	8,012.71
#7908-12101.....	54,430.78

Total Income

\$211,041.27

Probably the most significant event since our last meeting in December was that yields from the LGIP increased by 87 basis points. The bond market has also continued to fall

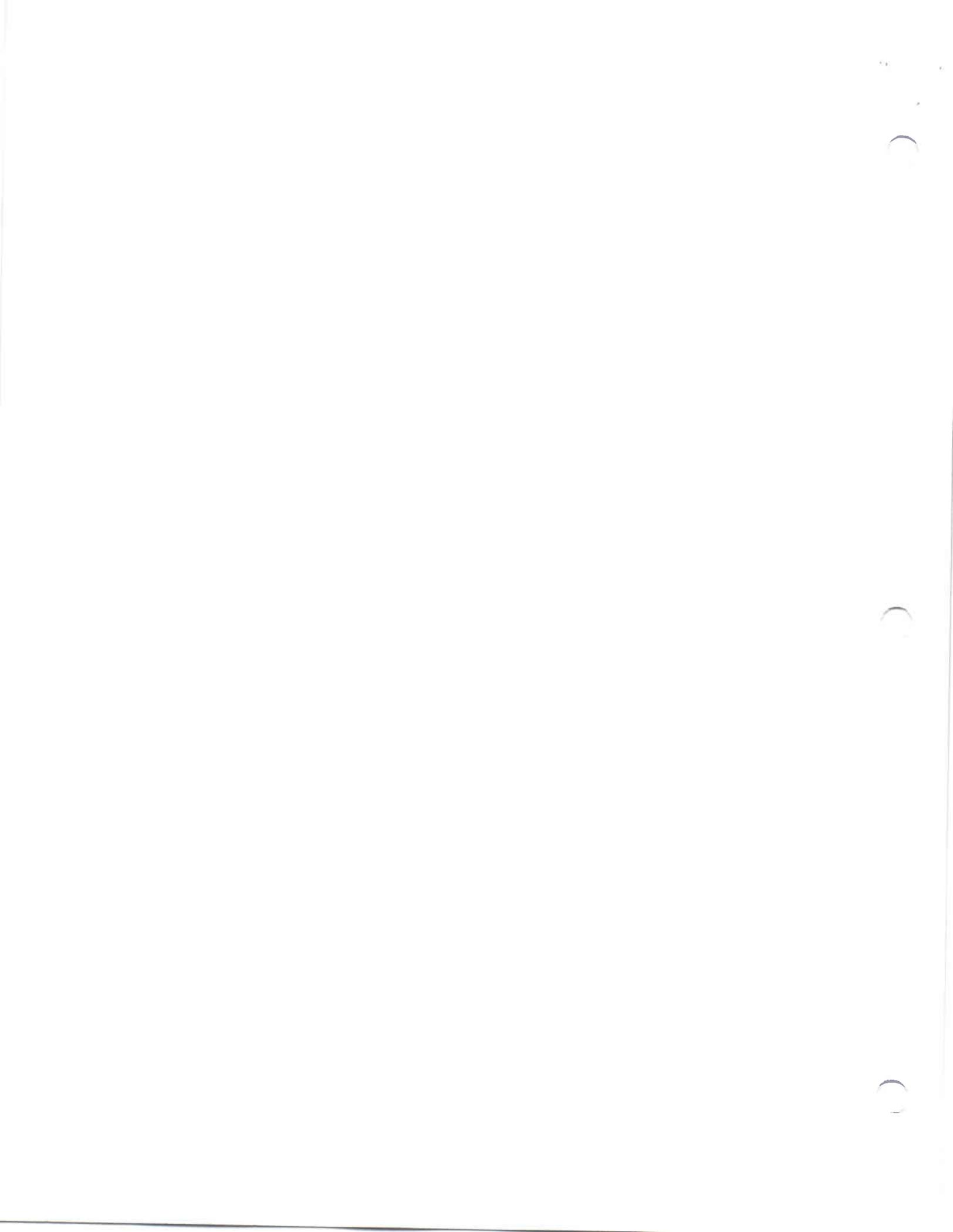


as the flight to quality continues due to loss of confidence and the sub-prime lending effect on the stock market. The over night repo rate we receive from our custody bank is now at .25% for December. As a reminder, the reason we receive fed funds less 50 basis points from our custody bank is because we require 102% collateral on our over night repo account.

I have again included a chart from Morgan Keegan which provides an update on the inverted yield curve and where the maximum short term yields are on U.S. Treasuries as of January 7, 2009.

The next meeting is scheduled for February 12, 2009 at 2:00 PM.  
Please let me know if anyone has a conflict with this date?

4. Other Business.
5. Adjournment.



**SANTA FE COUNTY  
INVESTMENT COMMITTEE MINUTES  
DECEMBER 11, 2008**

Meeting called to order @ 2:15 pm

Committee Members in Attendance:

Victor Montoya, County Treasurer  
Roman Abeyta, County Manager  
Harry Montoya, County Commissioner  
Lowell Gilbert, Private Sector Member  
David Stevens, Asst. County Attorney

Committee Members Absent:

Teresa Martinez, Finance Director

A motion to approve the November 13, 2008 Minutes was made by Roman Abeyta, seconded by David Stevens, motion carried unanimously.

A motion to approve the December 11, 2008 Agenda was made by Lowell Gilbert, seconded by Harry Montoya, motion carried unanimously.

Treasurer Montoya proceeded with the first item on the agenda which was the investment activity since last committee meeting on November 13<sup>th</sup>: We purchased and settled on the following government agencies (bonds) and CD's:

- a. Mutual Securities Fannie Mae Bond CUSIP #31398ARC8 in the amount of \$1,994,975.56 settled November 19, 2008, with a rate of 4.12%.
- b. First National Bank of Santa Fe, new one year Certificate of Deposit in the amount of \$5,000,000.00 with a rate of 2.70%.
- c. Alliance Bank thru Multi-Bank Securities new one year Certificate of Deposit in the amount of \$240,000.00 with a rate of 3.65%.
- d. Los Alamos National Bank renew a one year Certificate of Deposit in the amount of \$1,000,000.00 with a rate of 2.75%.
- e. The distribution for November 2008 property tax collections was \$30,370,395.05 which will be made on December 19, 2008. The County's share for November is \$11,745,392.43.
- f. The Maintenance Report shows the Treasurer's Office property tax collection rate on November 30, 2008 to be 21.8% or \$29,793,827.53.



Treasurer Montoya informed the committee that any bonds he may purchase at this time are all callable bonds; they will usually be for a 2, 3 or 4 year period, and have 3-6 months of call protection and usually called within that time period. He continued with his report and informed the committee he is purchasing Certificates of Deposit for under \$250,000.00 to make sure we are fully insured with FDIC; interest on some Certificates of Deposit are either paid quarterly or semi-annually.

County Manager Abeyta asked what the current collection rate was for property taxes.

Treasurer Montoya indicated the Maintenance Report states we are currently collected in the amount of a little less than \$30,000,000.00 as of the end of November 2008. He indicated the first 10 days in December were very good. He also informed the Committee he just transferred \$50,000,000.00 out of the custody account to the State Pool because we had it sitting at the bank earning  $\frac{1}{2}\%$  in the overnight repo. He informed the Committee a report from Rick Caudell in our IT Department (who keeps track of mortgage escrow tax payments) states out of approximately \$25,000,000.00 in mortgage payments to be collected, we have collected \$20,566,000.00. Treasurer Montoya also informed the Committee our collections may have the same percentage totals as we had last year in tax collections for the same period.

Commissioner Montoya then asked why we couldn't transfer the funds invested at First National Bank to Los Alamos National Bank if we can earn  $\frac{1}{2}\%$  more at LANB.

Treasurer Montoya explained, the problem is that fed funds are at 1%, banks can borrow that money between banks. He stated it is a little harder for the banks because they have to show the balance sheets to the feds and justify why they are paying higher yields. Treasurer Montoya made reference to page 9 of the Treasurer's Portfolio Report to show the \$1,000,000.00 Certificate of Deposit he just renewed in November earning a rate of 2.75%, which he stated is the lowest rate we are currently earning at LANB. Treasurer Montoya indicated there will be more CD's renewing in 2009, the interest rates will probably be less than 2.75%. This was the last CD which was renewed in 2008 so that is the main reason why he invested \$5,000,000.00 at First National Bank at 2.70%. He explained that for a one year CD, the interest rate is not too bad and if fed funds go up, we can re-negotiate the rate we are getting.

Treasurer Montoya then provided the committee with a copy of the County's Investment Portfolio as of November 30, 2008. The portfolio stands at approximately \$243,357,466.43 million. The portfolio at the end of October was approximately \$211,005,836.51, an increase of \$32,351,629.92. During the month of November 2008, three CD's and one bond matured or were called with a value of \$2,293,000.00.



Treasurer Montoya then provided the committee with the State Treasurer's Local Government Investment Pool Yields. The yields were as follows:

- a. November 2008 Current Yield \_\_\_ 1.14%.
- b. October 2008 Current Yield \_\_\_ 1.58%.
- c. September 2008 Current Yield \_\_\_ 1.71%.
- d. August 2008 Current Yield \_\_\_ 2.50%.
- e. July 2008 Current Yield \_\_\_ 2.40%.
- f. June 2008 Current Yield \_\_\_ 2.41%.

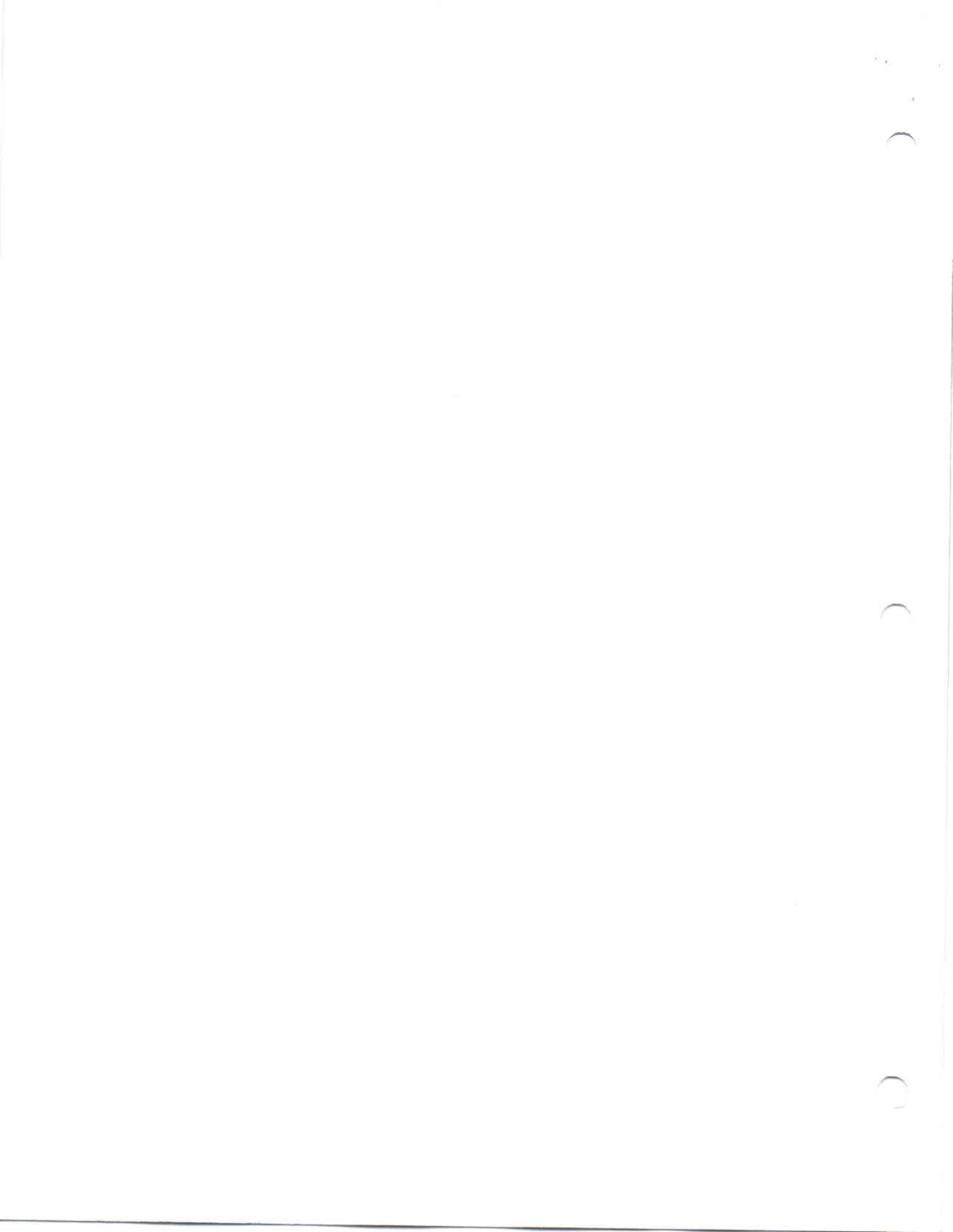
He informed the committee the LGIP rate has now exceeded the Custody Bank rate of .50% for twenty-nine months in a row. The rates at the LGIP in November were 64 basis points higher; as discussed previously, the Pool invests in short term periods of 50-60 days or less; and brokers and money managers continue projecting fed funds rates to decline. A year ago the fed funds rate was 4.25% current rate stands at 1.00% effective November 30.

Treasurer Montoya was unable to update the committee with the State Treasurer's Executive Summary of investment activity for the LGIP for November; the report was not available prior to the preparation of the Agenda.

Treasurer Montoya then updated the committee on how much investment we generate from the LGIP, he itemized income earned by account for November 2008:

#7081-1326.....	\$18,512.04
#7574-2902.....	79.88
#7579-2971.....	1,232.71
#7580-2972.....	510.88
#7724-4186.....	3,279.22
#7765-5257.....	1,157.26
#7813-9104.....	3,215.06
#7832-10580.....	20,195.31
#7864-11172.....	994.12
#7885-11608.....	1,456.72
#7904-12031.....	4,336.18
#7908-12101.....	29,808.70
 Total Income	 \$84,778.09

Treasurer Montoya proceeded to inform the committee the most significant event since our last meeting in November, was that yields from the LGIP decreased by 44 basis points. The bond market has also continued to fall as the flight to quality continues due to loss of confidence and the sub-prime lending effect on the stock market. The overnight repo rate we receive from our custody bank is now at .50% for November. As a reminder, the reason we received fed funds less 50 basis points from our custody bank is because we require 102% collateral on our overnight repo account.



Treasurer Montoya stated the reason why he is depositing more money at the Pool is because we earn a higher yield at the State Pool, he also said he reviewed the overnight repo account and discovered that with a balance of \$7,000,000.00, we earn right around \$95.00. He stated we used to make right around \$500.00 in the overnight repo account with that type of balance.

Lowell Gilbert asked how much we would earn if we did not require the 102% collateral.

Treasurer Montoya stated we would get an extra 50 basis points which amounts to a full percent because the bank will do fed funds, but, the trouble is that our custody bank (First Community Bank) is not rated very well and their stock went down to \$1.68. He also informed the committee he had a conversation with Pat Padilla, County Treasurer with Bernalillo County, he stated they were rated "B", so Treasurer Montoya indicated we do not want to take anything less than 102% collateral.

County Manager Abeyta stated he had a request from Commissioner Vigil to ask the committee if First Community Bank had asked for bail out money.

Treasurer Montoya stated they have asked for bail out money, they are one of the few New Mexico banks that have asked for bail out money.

County Manager Abeyta stated, since they are our custody bank, do we have anything to worry about.

Treasurer Montoya stated we may want to consider having Ron Sanchez, Regional Vice President, come to our next committee meeting to give us an update on the bank's financial condition. One of the items we talked about in our last committee meeting was our High Worth Money Market, he stated he is in the process of compiling information for David Stevens in legal to review the account so we can make a decision on whether or not we want to open this type of account; his main concern is that we are collateralized at 102%.

Treasurer Montoya then made reference to page 9 of the Treasurers Portfolio Report for December 11<sup>th</sup>. He stated we only had one bond which was called in November in the amount of almost \$2,000,000.00 and also purchased another bond as was mentioned earlier. He then made reference to the last page of the portfolio that shows the amount of money we have invested in the LGIP account which was \$90,820,879.64; the First Community Bank cash balance of \$31,450,583.37 as of November 26<sup>th</sup> for a grand total of \$243,357,466.43 in the Treasurers Portfolio.

Treasurer Montoya once again included a chart from Morgan Keegan which provides an update on the inverted yield curve and where the maximum short term yields are on US Treasuries as of December 10, 2008. He made reference to the chart which showed the 3 month treasury yield curve was .01 on Wednesday, December 10<sup>th</sup>, which is practically 0, then he made reference to the 2 year treasury yield curve which was .90 basis points. He



stated a year ago the two year was 3.17, in order to get the 3.11 we would have to go out 30 years.

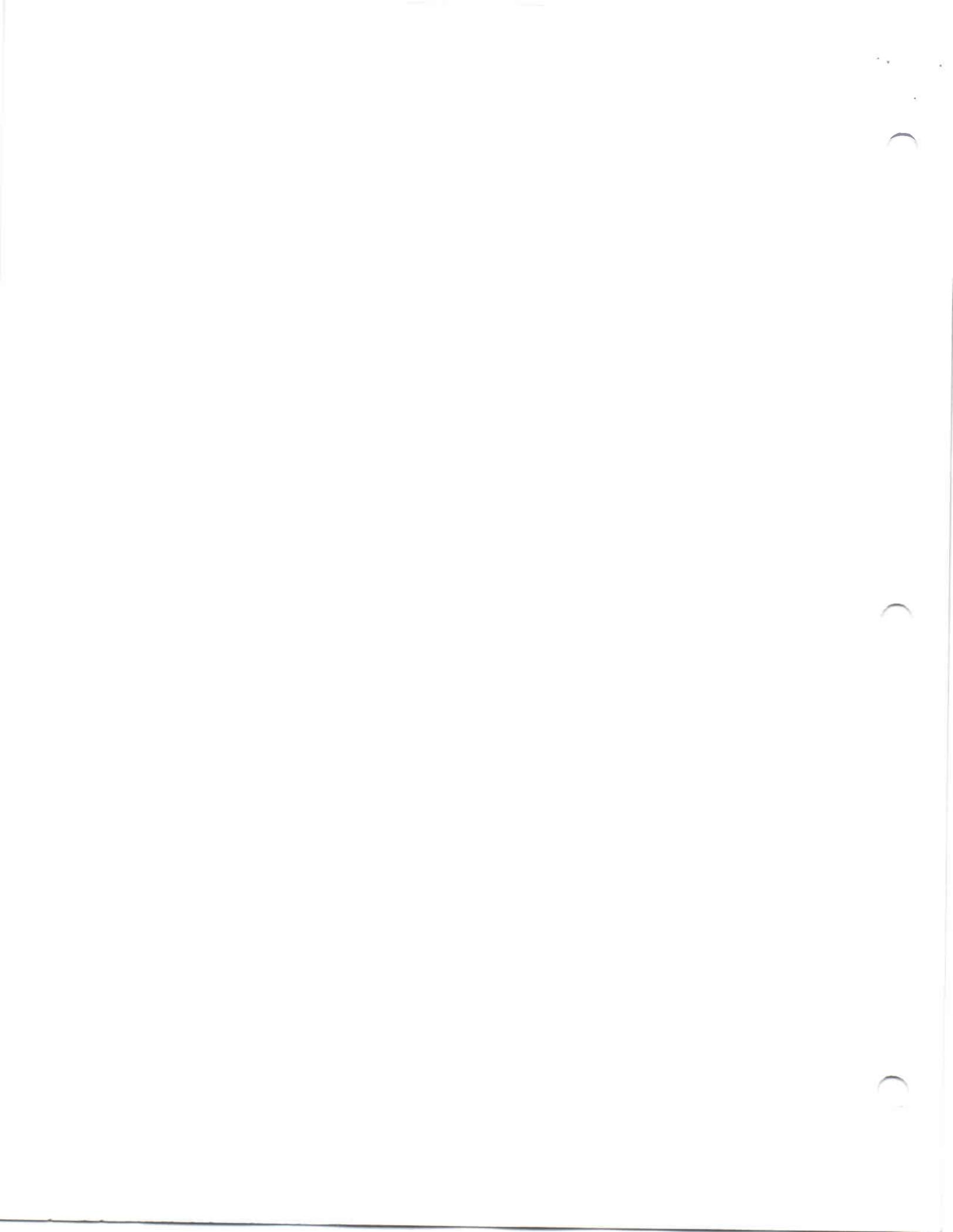
The next meeting was scheduled for January 8, 2009 @ 2:00 pm.

Treasurer Montoya asked the committee members if they had any questions.

David Stevens asked, besides Ron Sanchez, Regional Vice President of First Community Bank, would there be any one else who does not have a vested interest in any particular bank that can come in to give us a presentation on the health of the bank and could give us some assurance on where the bank stands.

Treasurer Montoya stated he would check with the State Securities Division Office, who audits all the banks, to come in to make a presentation but was unsure of any confidentiality issues; he will update the committee at our next meeting.

Meeting adjourned at 2:51 pm.



SANTA CRUZ COUNTY  
TREASURER'S PORTFOLIO REPORT

CERTIFICATES OF DEPOSIT

Renew	Security Description	Renewal Date	Invested Amount	Effective Annual Interest Rate	Term	Maturity Date	Interest Check to be Paid
	Guadalupe Credit Union - CD, #11034009	1/1/2009	\$ 250,000.00	4.06%	12mo.	1/1/2010	Monthly
	Omni National Bank - Acct #81151723	10/12/2008	\$ 99,000.00	4.16%	1 yr	10/12/2009	Monthly
	Advanta Bank Corp. - Acct #3501028306	10/29/2008	\$ 99,000.00	4.25%	1 yr	10/29/2009	Monthly
	First Community Bank - CD, #4650468967	11/7/2008	\$ 5,000,000.00	3.15%	13 mo.	12/7/2009	Monthly
	First Community Bank - CD, #4650464878	4/11/2008	\$ 10,000,000.00	3.75%	13 mo.	5/11/2009	Monthly
	MarqBank - Acct #000000108090 (renewal of #105343 above)	5/1/2008	\$ 99,000.00	3.60%	12 mo.	5/1/2009	Monthly
	State Employees Credit Union - Acct #3000414460	12/5/2007	\$ 100,000.00	4.91%	15 mo.	3/6/2009	Quarterly
	Mercantile Bank of Michigan	11/21/2007	\$ 100,000.00	4.70%	18 mo.	5/21/2009	Monthly
	Signature Bank-Co - thru Multi-Bank Securities, Inc. Cusip #82669NAT6	11/29/2007	\$ 100,000.00	4.70%	18 mo.	5/29/2009	Monthly
	Nature Coast Bank - thru Multi-Bank Securities, Inc. Cusip #63901YAK9	11/30/2007	\$ 97,000.00	4.70%	14 mo.	1/30/2009	Semi-Annual
	E Trade Bank-thru Multi-Bank Securities, Inc. Cusip # 26924VMB2	12/7/2007	\$ 97,000.00	4.75%	18 mo.	6/8/2009	Semi-Annual
	Alliance Bank - thru Multi Bank Securities, Inc.Cusip #01853QBU1	11/28/2008	\$ 240,000.00	3.65%	1 yr	11/25/2009	Maturity
	First National Bank of Santa Fe - CD #103368481	12/1/2008	\$ 5,000,000.00	2.70%	1yr.	12/1/2009	Monthly

\$ 21,281,000.00

Miscellaneous Certificates of Deposit

	Los Alamos National Bank - Acct #0030489162	8/6/2007	\$ 1,000,000.00	5.40%	24 mo.	8/6/2009	Monthly
	Los Alamos National Bank - Acct #0030489172	8/5/2008	\$ 1,000,000.00	3.20%	12 mo.	8/5/2009	Monthly
	Los Alamos National Bank - Acct #0030489133	8/5/2005	\$ 1,000,000.00	4.90%	48 mo.	8/5/2009	Monthly
	Los Alamos National Bank - Acct #0030489134	8/5/2005	\$ 2,000,000.00	5.40%	60 mo.	8/5/2011	Monthly
	Los Alamos National Bank - Acct #0030489173	8/6/2008	\$ 100,000.00	3.85%	36 mo.	8/6/2011	Monthly
	Los Alamos National Bank - Acct #0030489179	11/1/2008	\$ 3,000,000.00	3.30%	12mo.	11/1/2009	Monthly
	Los Alamos National Bank - Acct #0030489178	11/1/2008	\$ 2,000,000.00	3.30%	12 mo.	11/1/2009	Monthly
	Los Alamos National Bank - Acct #0030489171	8/1/2008	\$ 1,000,000.00	3.20%	12 mo.	8/1/2009	Monthly
	Los Alamos National Bank - Acct #0030489168	7/27/2008	\$ 1,000,000.00	3.50%	24 mo.	7/27/2010	Monthly
	Los Alamos National Bank - Acct #0030489169	7/31/2008	\$ 1,000,000.00	3.35%	18mo.	1/31/2010	Monthly
	Los Alamos National Bank - Acct #0030489180	11/30/2008	\$ 1,000,000.00	2.75%	12 mo.	11/30/2009	Monthly
	Los Alamos National Bank - Acct #0030489167	4/26/2008	\$ 5,000,000.00	3.00%	12 Mo.	4/26/2009	Monthly
	Los Alamos National Bank - Acct #0030489170	7/31/2008	\$ 1,000,000.00	3.35%	18 mo.	1/31/2010	Monthly
	Los Alamos National Bank - Acct# 0030489174	10/31/2008	\$ 5,000,000.00	3.30%	17 mo.	3/31/2010	Monthly
	Los Alamos National Bank - Acct# 0030489175	10/31/2008	\$ 5,000,000.00	3.30%	20 mo.	6/30/2010	Monthly
	Los Alamos National Bank - Acct# 0030489176	10/31/2008	\$ 5,000,000.00	3.30%	23 mo.	9/30/2010	Monthly
	Los Alamos National Bank - Acct# 0030489177	10/31/2008	\$ 5,000,000.00	3.65%	26 mo.	12/31/2010	Monthly
New	Los Alamos National Bank-Acct# 003048918*	12/31/2008	\$ 5,000,000.00	3.30%	30mo.	6/30/2011	Monthly

\$ 45,100,000.00

LANB Certificates of Deposit



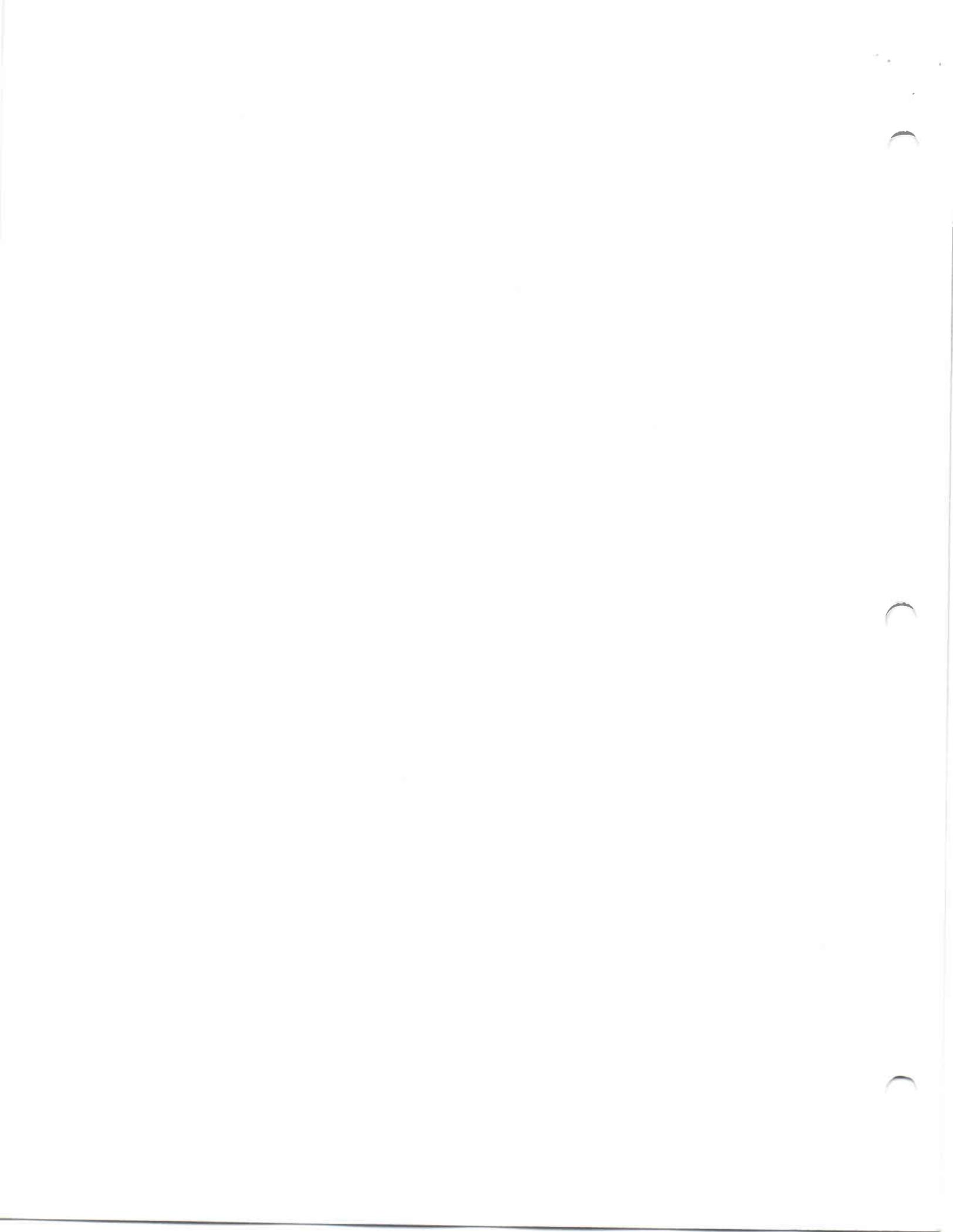
SANTA COUNTY  
TREASURER'S PORTFOLIO REPORT

BROKERED CERTIFICATES OF DEPOSIT

Wells Fargo - CD, #7503462371	10/15/2008	\$	100,000.00	3.50%	6 mo.	4/15/2009	Monthly
Wells Fargo - CD, Discover Bank Cusip #25467R5A7	2/20/2008	\$	97,000.00	3.30%	12 mo.	2/20/2009	Maturity
Wells Fargo - CD, Wash. Mutual Bank Cusip #9393794V2	2/20/2008	\$	97,000.00	3.35%	12 mo.	2/20/2009	Maturity
Wells Fargo - CD, Lone Star NB Cusip #542299DD1	2/22/2008	\$	97,000.00	3.25%	12 mo.	2/20/2009	Monthly
Wells Fargo - CD, Paragon CMRL Bank Cusip #69911QK46	2/22/2008	\$	97,000.00	4.25%	5 yrs.	4/9/2013	Semi-Annual
Wells Fargo - CD, Wachovia Bk FSB Houston Tx Cusip #92979HGB0	4/9/2008	\$	100,000.00	3.50%	2 yrs.	4/9/2010	Monthly
Wells Fargo - CD, Investors Cmnty Bk Manitowa WI Cusip #46147UHW3	4/9/2008	\$	97,000.00	3.55%	2 yrs.	4/9/2010	Semi-Annual
Wells Fargo - CD, BankUnited FSB Coral Gables, FL Cusip # 066519AA7	4/11/2008	\$	97,000.00	3.50%	2 yrs.	4/12/2010	Semi-Annual
Wells Fargo - CD, Riverside NB FL Ft. Pierce, FL Cusip #769174DA8	4/11/2008	\$	100,000.00	3.55%	2 yrs.	4/9/2010	Monthly
Wells Fargo - CD, Delta Tr. & Bk Parkdale, AZ Cusip #247816AP6	4/11/2008	\$	97,000.00	3.65%	30 mo.	10/12/2010	Semi-Annual
Wells Fargo - CD, Firstbank of Puerto Rico Cusip #337629RD3	4/11/2008	\$	100,000.00	3.65%	30 mo.	10/12/2010	Monthly
Wells Fargo - CD, Amcore Bk Rockford, IL Cusip #02341VTJ4	4/11/2011	\$	97,000.00	3.80%	3 yrs.	4/11/2011	Semi-Annual
Wells Fargo - CD, Choice Financial Group, Cusip #17037TDA2	4/16/2008	\$	97,000.00	4.00%	4 yrs.	4/16/2012	Semi-Annual
Wells Fargo - CD, Southern Cmnty Fayettev, GA Cusip #84262RAX5	4/16/2008	\$	100,000.00	3.60%	30 mo.	10/15/2010	Monthly
Wells Fargo - CD M & I Bank FSB Las Vegas, NV Cusip #553036GG3	4/18/2008	\$	100,000.00	5.20%	10.5 Yrs.	10/18/2018	Monthly
Wells Fargo - CD M & I Marshall & Ilsley Bk Milwa. WI Cusip # 55405PGL7	4/18/2008	\$	100,000.00	5.20%	10.5 Yrs.	10/18/2018	Monthly
Wells Fargo-CD Midfirst Bk Oklahoma City Ok Cusip # 59740L6T6	9/10/2008	\$	100,000.00	3.10%	9mo.	6/10/2009	Maturity
Wells Fargo-CD New South Fed SB Irondale Ala Cusip #64880T7D3	9/10/2008	\$	96,000.00	3.25%	9mo.	6/10/2009	Maturity
Wells Fargo-CD Standard Bk & Tr Co IL Cusip # 853117EC9	9/10/2008	\$	97,000.00	3.10%	9mo.	6/10/2009	Maturity
Wells Fargo-CD Home Federal Savings Bk MN Cusip# 43708WGY4	9/10/2008	\$	96,000.00	3.50%	1yr.	9/10/2009	Maturity
Wells Fargo-CD Cit Bk Salt Lake City Utah Cusip # 17284PH81	9/10/2008	\$	96,000.00	3.55%	1yr.	9/10/2009	Maturity
Wells Fargo-CD Capital One Bk(USA)Natl Assn.Cusip# 140420DJ6	9/10/2008	\$	96,000.00	3.45%	1yr.	9/10/2009	Maturity
Wells Fargo-CD Premier American Bk Miami Fla Cusip# 74046QAM5	9/10/2008	\$	100,000.00	3.25%	9mo.	6/10/2009	Monthly
Wells Fargo-CD NCB Savings Bank FSB Cusip#628825EB3	9/11/2008	\$	96,000.00	3.50%	1yr.	9/11/2009	Monthly
Wells Fargo-CD Bank Fayetteville N A Ark Cusip# 06209PAV2	9/12/2008	\$	100,000.00	3.65%	15mo.	12/14/2009	Monthly
Wells Fargo-CD GMAC Bk Midvale UT Cusip# 36185AWQ7	9/12/2008	\$	97,000.00	3.30%	9mo.	6/12/2009	Maturity
Wells Fargo-CD Minnwest Bk Metro Rochester MN Cusip# 604260ARO	9/12/2008	\$	97,000.00	3.30%	9mo.	6/12/2009	Maturity
Wells Fargo-CD New Century Bk Chicago IL Cusip# 64353PEF6	9/12/2008	\$	100,000.00	3.20%	9mo.	6/12/2009	Monthly
Wells Fargo-CD Wachovia Mortgage FSB Cusip# 929781GZ9	9/12/2008	\$	97,000.00	3.35%	9mo.	6/12/2009	Maturity
Wells Fargo-CD Signature Ark Fayetteville Cusip# 82669LCN1	9/17/2008	\$	100,000.00	3.30%	9mo.	6/17/2009	Monthly
Wells Fargo-CD Farmers & Merchants Statesboro GA Cusip#30837NCU7	9/17/2008	\$	100,000.00	3.65%	15mo.	12/17/2009	Monthly
Wells Fargo-CD Community Bank of Nevada Las Vegas Cusip#20357ABK9	10/17/2008	\$	100,000.00	3.60%	1yr.	10/16/2009	Monthly
Wells Fargo-CD Capital One Natl Assn Mclean VA Cusip #14042EN22	10/22/2008	\$	94,000.00	4.00%	18mo.	4/22/2010	Semi-Annual
Wells Fargo-CD Comerica Bk Dallas Tx Cusip #200339DA4	10/22/2008	\$	94,000.00	4.05%	18mo.	4/22/2010	Semi-Annual
Wells Fargo-CD Royal Bank America Narberth PA Cusip#780095CW3	10/22/2008	\$	100,000.00	3.70%	1yr.	10/22/2009	Maturity
Wells Fargo-CD Branch Banking & Trust CO WIN SAL. Cusip #105133DC3	10/22/2008	\$	97,000.00	3.65%	1yr.	10/22/2009	Maturity
Wells Fargo-CD Goldman Sachs Bk USA Salt UT Cusip #381426QM0	10/22/2008	\$	240,000.00	3.65%	1yr.	10/22/2009	Maturity
Wells Fargo-CD Colonial Bk N A Montgomery ALA Cusip #19554PP9	10/24/2008	\$	94,000.00	4.05%	18mo.	4/26/2010	Semi-Annual
Wells Fargo-CD Commercial Bank Thomasvil GA Cusip # 201507BC3	10/29/2008	\$	240,000.00	3.65%	1yr.	10/29/2009	Maturity

Wells Fargo Brokered Certificates of Deposit \$ 4,197,000.00

Total Certificates of Deposit \$ 70,578,000.00



SANTA CRUZ COUNTY  
TREASURER'S PORTFOLIO REPORT

INVESTMENT IN GOVERNMENT AGENCIES (BONDS)

BROOKSTREET SECURITIES CORP.

Federal Home Loan Bank Corp-Cusip #31339XVU5

5/21/2007 \$ 1,786,218.75 5.35% 6.0 years 7/9/2013 Semi-Annual

JEFFERIES & COMPANY

Called Federal Farm Credit Bank-Cusip #31331YYL8

3/20/2008 \$ 1,000,173.33 3.12% 2Years 3/20/2010 Semi-Annual

MORGAN-KEEGAN

Federal Farm Credit Bank-Cusip #31331YTJ9

2/27/2008 \$ 1,993,893.89 4.00% 4years 2/13/2012 Semi-Annual

Federal Home Loan Bank-Cusip #3133XSK72

10/29/2008 \$ 1,500,000.00 3.09% 6Months 4/29/2009 Annually

Federal Home Loan Bank-Cusip #3133XSK31

10/29/2008 \$ 2,000,000.00 3.17% 1Year 10/29/2009 Semi-Annual

Federal Home Loan Bank-Cusip #3133XSK23

10/29/2008 \$ 2,000,000.00 3.10% 9Months 7/29/2009 Annually

LF ROTHCHILD LLC

Called Freddie Mac Bond-Cusip #3128X6UX2

12/18/2007 \$ 9,971,875.00 5.25% 10Years 12/18/2017 Semi-Annual

Called Freddie Mac Bond-Cusip #3128X6SE7

12/12/2007 \$ 426,933.28 5.00% 6Years 12/12/2013 Semi-Annual

Federal Home Loan Bank-Cusip #3133XPAM6

2/8/2008 \$ 3,509,122.50 5.45% 15Years 2/8/2023 Semi-Annual

Federal Home Loan Bank-Cusip #3133XPEN0

2/13/2008 \$ 2,000,000.00 5.30% 10Years 2/13/2018 Semi-Annual

Federal Home Loan Bank-Cusip #3133XPGN8

2/19/2008 \$ 2,000,000.00 5.00% 8.5Years 8/19/2016 Semi-Annual

Fannie Mae Bond-Cusip #3136F87F6

3/5/2008 \$ 2,000,000.00 5.00% 10Years 3/5/2018 Semi-Annual

MUTUAL SECURITIES, INC.

Federal Farm Credit Bank-Cusip #31331X7J5

10/15/2007 \$ 1,000,000.00 5.05% 5years 10/15/2012 Semi-annual

Fannie Mae Bond-Cusip #3136F8XM2

11/28/2007 \$ 2,000,000.00 5.00% 10Years 11/28/2017 Semi-Annual

Called Freddie Mac Bond-Cusip #3128X6RY4

12/11/2007 \$ 2,500,000.00 5.20% 8Years 12/11/2015 Semi-Annual

Called Fannie Mae Bond-Cusip #3136F8YT6

12/19/2007 \$ 2,000,000.00 4.99% 5years 12/19/2012 Semi-Annual

Fannie Mae Bond-Cusip # 31355A1CD7 (DTC Safekeeping)

1/25/2008 \$ 1,990,000.00 4.50% 12Years 1/23/2020 Semi-Annual

Fannie Mae Bond-Cusip #3136F87F6

3/5/2008 \$ 1,996,250.00 5.04% 10Years 3/5/2018 Semi-Annual

Freddie Mac Bond-Cusip #3128X7DM3

4/1/2008 \$ 1,500,000.00 4.00% 6Years 4/1/2014 Semi-Annual

Fannie Mae Bond-Cusip #31398ARR5

6/10/2008 \$ 997,520.83 3.28% 2Years 6/10/2010 Semi-Annual

Fannie Mae Bond-Cusip #3136F9A86

8/18/2008 \$ 1,000,000.00 3.60% 2Years 8/18/2010 Semi-Annual

Fannie Mae Bond-Cusip #31398ANY4

9/5/2008 \$ 1,497,729.17 3.55% 2.5Years 2/25/2011 Semi-Annual

Federal Home Loan Bank-Cusip #3133XSA73

9/26/2008 \$ 1,993,311.11 3.16% 1Year 9/24/2009 Semi-Annual

Fannie Mae Bond-Cusip #31398ARC8

11/19/2008 \$ 1,994,975.56 4.12% 4.5Years 5/6/2013 Semi-Annual

New Federal Farm Credit Bank-Cusip #31331GGL7

12/23/2008 \$ 2,500,000.00 4.00% 5Years 12/23/2013 Semi-Annual

LF FINANCIAL LLC

Called Federal Home Loan Bank-Cusip #3133XSF60

10/2/2008 \$ 1,000,000.00 3.63% 1Year 10/2/2009 Semi-Annual

Federal Home Loan Bank-Cusip #3133XSFC7

10/2/2008 \$ 1,000,000.00 3.40% 6Months 4/2/2009 Semi-Annual

Federal Home Loan Bank-Cusip #3133XSFC94

10/22/2008 \$ 2,000,000.00 4.10% 2.5Years 4/21/2011 Semi-Annual

Federal Home Loan Bank-Cusip #3133XSER5

10/22/2008 \$ 1,000,000.00 4.05% 2Years 10/22/2010 Semi-Annual

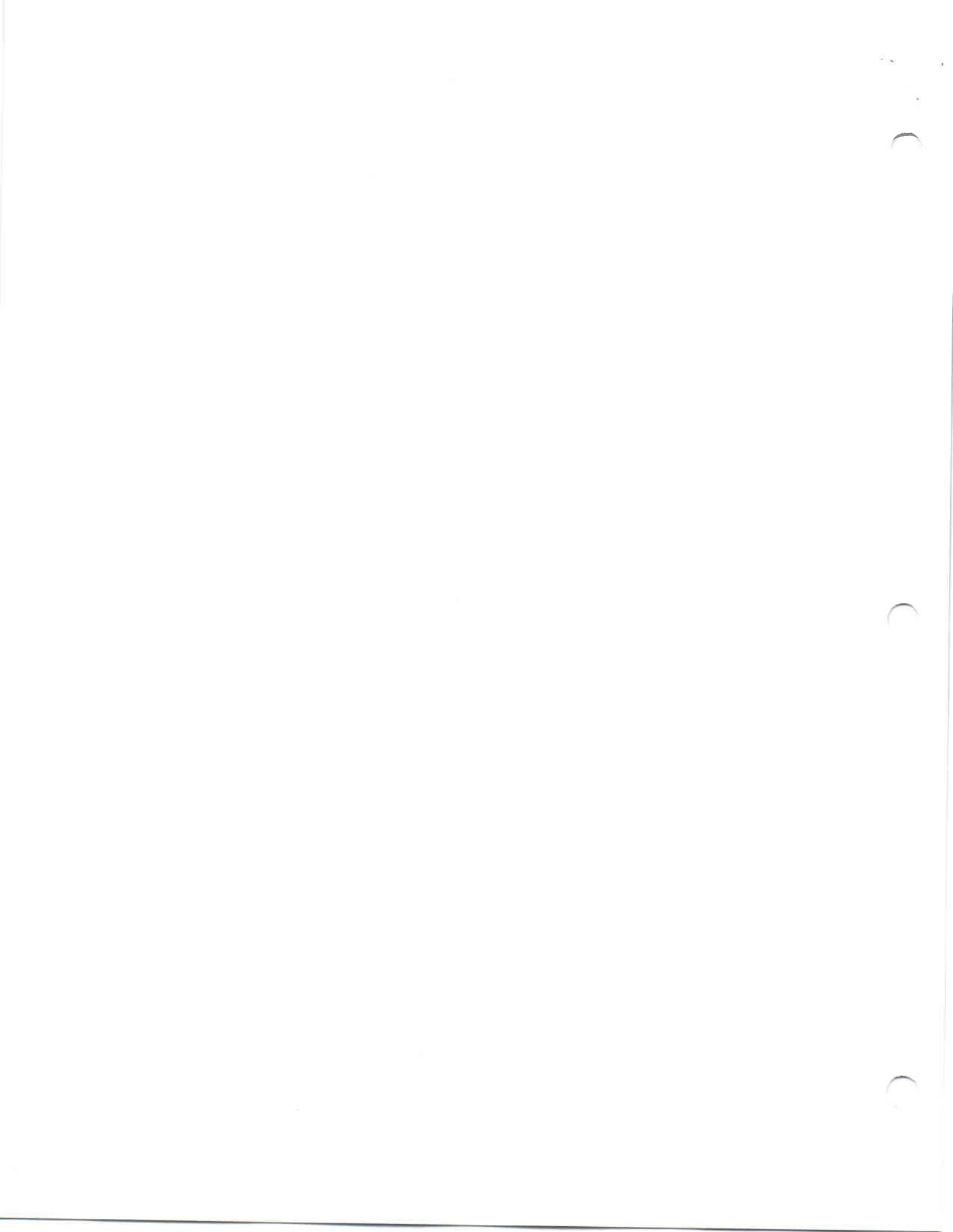
New Federal Farm Credit Bank-Cusip #31331GHX0

12/24/2008 \$ 5,000,000.00 3.00% 5years 12/24/2013 Semi-Annual

New Federal Farm Credit Bank-Cusip #31331GHY8

12/29/2008 \$ 5,000,000.00 3.87% 7Years 12/29/2015 Semi-Annual

Total Government Agencies (Bonds) \$ 68,158,003.42



**SANTA FE COUNTY  
TREASURER'S PORTFOLIO REPORT**

**LOCAL GOVERNMENT INVESTMENT POOL**

	Balance						
Santa Fe County Treasurer-Account #7081-1326	12/31/2008	\$	63,850,047.53	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7574-2902	12/31/2008	\$	85,653.44	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7579-2971	12/31/2008	\$	1,321,806.90	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7580-2972	12/31/2008	\$	547,801.32	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7724-4186	12/31/2008	\$	3,516,236.91	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7765-5257	12/31/2008	\$	1,240,907.41	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7813-9104	12/31/2008	\$	3,447,440.94	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7832-10580	12/31/2008	\$	21,654,981.20	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7864-11172	12/31/2008	\$	1,065,972.05	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7885-11608	12/31/2008	\$	1,562,008.01	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account #7904-12031	12/31/2008	\$	4,707,133.28	2.01%	30 days	Monthly	
Santa Fe County Treasurer-Account#7908-12101	12/31/2008	\$	31,963,209.79	2.01%	30 days	Monthly	

**NOTE**

Total LGIP Investments as of December 31, 2008

\$ 134,963,198.78

**Deduct Called Bonds & Matured CD's**

\$ (16,898,981.61)

Grand Total All Investments as of December 31, 2008

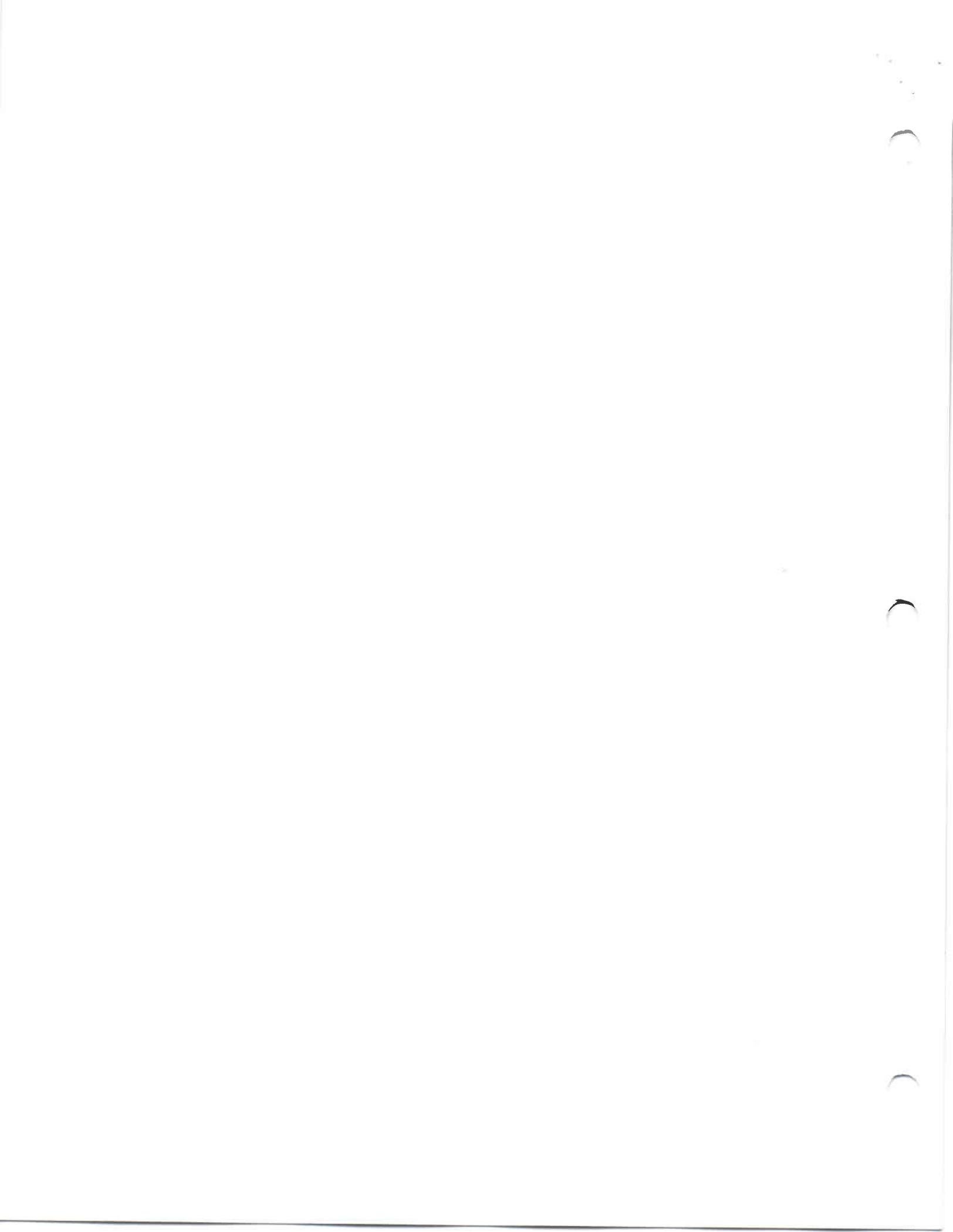
\$ 256,800,220.59

**First Community Bank Cash Balance**

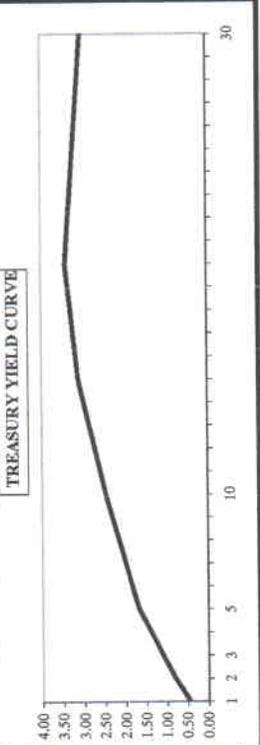
12/31/2008 \$ 9,712,426.20

Grand Total All Investments & Cash Balance December 31, 2008

\$ 266,512,646.79



TERM	TREASURY YIELD CURVE			TREASURY YIELD CURVE		
	7-Jan	WEEK AGO	MONTH AGO	YEAR AGO	7-Jan	WEEK AGO
3 MO.	0.12	0.08	-0.04	3.24	3.24	3.24
6 MO.	0.29	0.26	0.22	3.27	3.27	3.27
2 YR	0.80	0.76	0.94	2.74	2.74	2.74
5 YR	1.68	1.55	1.73	3.15	3.15	3.15
10 YR	2.47	2.21	2.74	3.83	3.83	3.83
30 YR	3.04	2.68	3.15	4.34	4.34	4.34

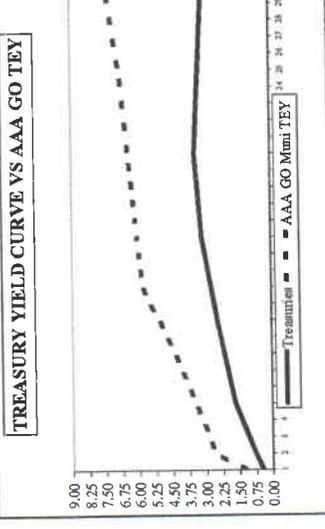


MARKET INDICES	MONEY MARKETS			FHLB ADVANCE RATES <sup>2</sup>			MBS INFO			
	9,015.10	62.21	0.25	UNCH	1 MO FUNDING	0.56	0.03	FNMA 30 YR	6.00%	3.60
DJIA	1,652.38	24.35	3.25	UNCH	3 MO FUNDING	1.43	0.03	FNMA 15 YR	5.80%	3.24
NASDAQ	48.31	-1.64	1.40	-0.01	5-2 (1-Time)	2.42	0.03	FNMA COMMITMENT		4.51
OIL <sup>1</sup>	865.18	18.51	1.40	-0.01	10-5 (1-Time)	3.95	-0.06	30YR RATE		-0.15
GOLD										

MARKET UPDATE

U.S. Treasuries gained yesterday as the 10-year treasury rose 10+/32 points to 111-11, a 2.447 percent yield, and the 30-year treasury rose and 24+/32 points to 129-07+, a 2.996 percent yield.

**U.S. TREASURY AUCTION:**  
The U.S. Treasury auctioned \$24 billion in 4-week bills, a 0.06 percent yield, and \$8 billion in 10-year TIPS, a 2.245 percent yield yesterday. Also, the U.S. Treasury has plans to auction \$35 billion in 70-day cash management bills and \$30 billion in 3-year notes today.



<sup>1</sup> West Texas Crude Oil  
<sup>2</sup> Assumes a Cost of Funds of 2.5% & a 34% Tax Rate  
<sup>3</sup> New York Federal Home Loan Bank

FED FUNDS		FUTURES	
MONTH	LAST	MONTH	LAST
Oct08	0.145		
Nov08	0.18		
Dec08	0.2		
Jan09	0.215		
Feb09	0.23		
Mar09	0.25		
Apr09	0.31		
May09	0.375		
Jun09	0.44		
Aug09	0.505		

AGENCY SPREADS			
Barranda Call	Spread	Spread Chg	Yield
2YR NC 3MO	90	6	1.70
2YR NC 1YR	86	-6	1.66
3YR NC 3MO	116	0	2.28
3YR NC 6MO	97	-5	2.09
3YR NC 1YR	106	-9	2.18
5YR NC 3MO	127	-2	2.95
5YR NC 6MO	112	-6	2.80
5YR NC 1YR	127	-8	2.95
5YR NC 2YR	114	-6	2.82
5YR NC 3YR	99	-7	2.67
7YR NC 3MO	149	-2	3.50
7YR NC 1YR	145	-9	3.46
7YR NC 2YR	130	-10	3.31
10YR NC 3MO	151	-6	3.98
10YR NC 1YR	145	-11	3.92
15YR NC 3MO	199	-5	4.46
15YR NC 1YR	194	-9	4.41
European Call			
2YR NC 1YR	87	-6	1.67
3YR NC 1YR	104	-9	2.16
5YR NC 1YR	119	-7	2.87
5YR NC 2YR	112	-7	2.80
10YR NC 1YR	125	-10	3.72
10YR NC 2YR	120	-13	3.67
Benchmark			
5 Year	80	0	2.48
10 Year	80	6	3.27

WEEKLY ECONOMIC RELEASES <sup>1</sup>			
Date	Survey	Prior	Actual
Mon, January 5			
Construction Spending MoM	-0.40% (F)	-1.40%	-0.60%
Total Vehicle Sales	10.2M	10.0M	10.3M
Domestic Vehicle Sales	7.6M	7.5M	7.8M
Tue, January 6			
ISM Non-Manuf. Composite	37.3	36.5	40.6
Factory Orders	-6.00% (F)	-2.30%	-4.60%
Pending Home Sales MoM	-4.20% (F)	-1.00%	-4.00%
ABC Consumer Confidence	-40	-40	-40
Wed, January 7			
MBA Mortgage Applications	0.00%	--	--
Challenger Job Cuts YoY	148.40%	--	--
ADP Employment Change	-250K	-493K	-493K
CSC Chain Store Sales YoY	-2.70%	--	--
Thu, January 8			
Initial Jobless Claims	492K	545K	545K
Continuing Claims	4506K	4483K	4483K
Consumer Credit	-\$3.5B	\$0.0B	\$0.0B
Fri, January 9			
Change in Nonfarm Payrolls	-533K	-500K	-500K
Unemployment Rate	6.70%	7.00%	7.00%
Change in Manuf. Payrolls	-85K	-100K	-100K
Average Hourly Earnings YoY	3.70%	3.60%	3.60%
Wholesale Inventories	-1.10%	-0.70%	-0.70%

U.S. Dollar Spot Rate	
Units of Currency per \$1 U.S. Dollar	
EUR	0.73
JPY	92.65
GBP	0.66
CHF	1.09
CAD	1.18
AUD	1.38
NZD	1.66
HKD	7.75
NOK	6.87
SEK	7.75

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**Santa Fe County**  
**Investment Committee Meeting**  
**February 12, 2009**  
**Agenda**

**COMMITTEE MEMBERS:**

Victor A. Montoya, Treasurer  
Roman Abeyta, County Manager  
Teresa Martinez, Finance Director

Harry Montoya, Chair's Designee  
David Stevens, Asst. County Attorney  
Lowell Gilbert, Private Sector

**I. Call Meeting to Order:**

1. Roll Call of Committee Members.
2. Approval of the January 8, 2009 Minutes
3. Approval of the February 12, 2009 Agenda.

**II. Current Agenda Items:**

1. Investment activity since last Committee meeting on January 8th: We purchased and settled on the following government agencies (bonds) and CD's:
  - a. Mutual Securities Federal Home Loan Bank-CUSIP #3133XSSK5 in the amount of \$3,000,000.00 settled January 9, 2009, with a rate of 3.40%.
  - b. LF Financial Federal Farm Credit Bond CUSIP #31331GLQO in the amount of \$2,000,000.00 settled February 4, 2009, with a rate of 4.00%.
  - c. First Community Bank added to a Certificate of Deposit in the amount of \$5,000,000.00 with a rate of 3.75% for 5 months.
  - d. Guadalupe Credit Union renew a one year Certificate of Deposit in the amount of \$250,000.00 with a rate of 4.06%.
  - e. The distribution for January 2009 property tax collections was \$2,136,732.35 which will be made on February 20, 2009. The County's share for January is \$868,412.38. The maintenance report that shows we have collected \$77,538,792.06 as of January 31, 2009. The County Treasurer's Office property tax collection rate is 57.83% through January 31, 2009.
2. The next item is a copy of the County's investment portfolio as of January 31, 2009 which stands at approximately \$234,561,338.37 million. The portfolio at the end of December was approximately \$266,512,646.79, a decrease of \$31,951,308.42. During the month of January 2009, seven bonds matured or were called with a value of \$9,834,617.27.



### III. Other Business:

1. State Treasurer Local Government Investment Pool (LGIP) Yields.
  - a. December 2008 Current Yield 2.01%.
  - b. November 2008 Current Yield 1.14%.
  - c. October 2008 Current Yield 1.58%.
  - d. September 2008 Current Yield 1.71%.
  - e. August 2008 Current Yield 2.50%.
  - f. July 2008 Current Yield 2.40%.

The yields for January are not included in the above summary because they varied by account and I am working with the State Treasurer's office to understand what they are doing.

*The Pool invests in short term periods of 50-60 days or less, brokers and money managers continue projecting fed funds rates to decline. A year ago the fed funds rate was 4.25% current rate stands at 0-.25% effective December 31, 2009.*

The State Treasurer's Executive Summary of investment activity for the LGIP in January is included in this month's agenda.

This month the State Treasurer began the process of reducing our yield for the next 10 months in order to amortize the loss from "The Reserve". You may recall that at the October or November Investment Committee meeting I informed the Committee that we were facing a potential loss of \$3.4 million dollars and that the State Treasurer's office was trying to mitigate those losses. The good news is we are not going to loose any where near that amount; the bad news is there is a projected loss of \$311.888.94 or .3456% of our LGIP balances on September 15, 2009.

The bond market has also continued to fall as the flight to quality continues due to loss of confidence and the sub-prime lending effect on the stock market. The over night repo rate we receive from our custody bank is still at .25% for January. Our First Community Bank is still recommending that we invest in a High-Worth Money Market account that they assured me was similar to a demand deposit account that would be collateralized at 102%. So I will be implementing this investment since current yields pay approximately 2.30% which exceeds our overnight repo rate of .25%.

I have again included a chart from Morgan Keegan which provides an update on the inverted yield curve and where the maximum short term yields are on U.S. Treasuries as of February 12, 2009.

The next meeting is scheduled for March 12, 2009 at 2:00 PM.  
Please let me know if anyone has a conflict with this date?

4. Other Business.

5. Adjournment.

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**SANTA FE COUNTY  
INVESTMENT COMMITTEE MINUTES  
JANUARY 8, 2009**

Meeting called to order @ 2:05 pm

Committee Members In Attendance:

Victor Montoya, County Treasurer  
Teresa Martinez, Finance Director  
Roman Abeyta, County Manager  
Liz Stefanics, County Commissioner

Committee Members Absent:

Lowell Gilbert, Private Sector Member  
David Stevens, Asst. County Attorney

A motion to approve the December 11, 2008 Minutes was made by Roman Abeyta, seconded by Teresa Martinez, motion carried unanimously.

A motion to approve the January 8, 2009 Agenda was made by Teresa Martinez, seconded by Roman Abeyta, motion carried unanimously.

Treasurer Montoya proceeded with the first item on the agenda which was the investment activity since last committee meeting on December 11, 2008. We purchased and settled on the following government agencies (bonds) and CD's:

- a. Mutual Securities Fannie Mae Bond CUSIP #31331GGU7 in the amount of \$2,500,000.00 settled December 23, 2008, with a rate of 4.00%.
- b. LF Financial Farm Credit Bond CUSIP #31331GHXO in the amount of \$5,000,000.00 settled December 24, 2008, with a rate of 3.00%.
- c. LF Financial Federal Farm Credit Bond CUSIP #31331GHY8 in the amount of \$5,000,000.00 settled December 29, 2008, with a rate of 3.87%.
- d. Los Alamos National Bank a new one year Certificate of Deposit in the amount of \$5,000,000.00 with a rate of 3.30% for 30 months.
- e. Guadalupe Credit Union renew a one year Certificate of Deposit in the amount of \$250,000.00 with a rate of 4.06%.
- f. The distribution for December 2008 property tax collections prepared by Finance was not available as of January 7, 2009; however, we were able to pull an H.T.E. demand report that shows we have collected \$74,856,559.93 as of January 6, 2009.

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- g. This indicates that the Treasurer's Office property tax collection rate to be 55.0% through December 31, 2008.

County Manager Roman Abeyta inquired about the terms for investments items A, B & C. Treasurer Montoya indicated the bonds in question were all callable and most have a 3 to 6 month call protection.

Commissioner Liz Stefanics asked Treasurer Montoya if there have ever been months during the year where the amount of money being held is so low that the County is anxious for the property taxes to be collected.

Treasurer Montoya stated that in the time he has been here, this issue has never been a problem. He indicated our collection rate is very good and based on the population and cost of living in Santa Fe, the taxes here are higher than most counties except for Albuquerque and even with that, there hasn't been a problem in collecting property taxes.

Treasurer Montoya then provided the committee with a copy of the County's Investment Portfolio as of December 31, 2008 which stands at approximately \$266,512,646.79 million. He stated that the County's Investment Portfolio at the end of November was approximately \$243,357,466.43, an increase of \$13,155,180.36. During the month of December 2008, six bonds matured or were called with a value of \$16,898,981.61.

Treasurer Montoya then provided a review to the Committee about the CD investments which were purchased. He stated there are two (2) Certificates of Deposit which were purchased with First Community Bank in the amount of \$15,000,000.00, secured with irrevocable letters of credit, another with First National Bank of Santa Fe in the amount of \$5,000,000.00 earning interest at the rate of 2.70%; the County's "star bank" Los Alamos National Bank is currently paying 5.40% for a \$1,000,000.00 CD maturing in August 2009, another \$1,000,000.00 paying 4.90% also maturing in August 2009 and a \$2,000,000.00 Certificate of Deposit earning 5.40% maturing in August 2010. Four five million CD's totaling \$20,000,000.00 shown under Los Alamos National Bank on October 31st was invested from the GRT Bond Sale. That investment was laddered based on a projection he received from Joseph Gutierrez to be used for the different phases of construction for the new judicial complex.

Treasurer Montoya continued to go over the Portfolio Report and indicated we have what is called a "sweep" account at First Community Bank, he explained that the way the sweep account works is that the bank invests our money overnight and we earn interest on those funds. He stated the County is currently earning .25% on the overnight account and feels we should keep as little money in the account as possible.

Treasurer Montoya then referred to page 10 of the Treasurer's Portfolio where he discussed the CD accounts at Wells Fargo called "Brokered Certificates of Deposit" which range from \$100,000.00 to \$250,000.00. He informed the committee why we have CD's that range from \$97,000.00 up to \$240,000.00; in the event a Bank does not pay us interest on a monthly basis then its possible we could have more in our account then what FDIC insures the County for.

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The next reference was made to page 11 of the Treasurer's Portfolio Report which shows our investments in government agencies (bonds); the highlighted items in pink are the bonds that were called a total of \$16,898,981.61. The yellow highlighted bonds are the new purchases made totaling \$12,500.00.00.

The next item of business dealt with the State Treasurer's Local Government Investment Pool yields as follows:

1. State Treasurer Local Government Investment Pool (LGIP) Yields:
  - a. December 2008 Current Yield      2.01%
  - b. November 2008 Current Yield      1.14%
  - c. October 2008 Current Yield      1.58%
  - d. September 2008 Current Yield      1.71%
  - e. August 2008 Current Yield      2.50%
  - f. July 2008 Current Yield      2.40%

He informed the committee the LGIP has now exceeded the Custody Bank rate of .25%, for thirty months in a row. The rates at the LGIP in December were 176 basis points higher; as discussed previously, the Pool invests in short term periods of 50-60 days or less, brokers and money managers continue projecting fed funds rates to decline. A year ago the fed funds rate was 4.25%, current rate stands at 0-.25% effective December 31, 2008.

The State Treasurer's Executive Summary on investment activity for the LGIP for December was not available prior to the preparation of the Agenda.

Treasurer Montoya then updated the committee on how much investment we generate from the LGIP, he itemized income earned by account for December 2008:

December	
#7081-1326.....	\$89,944.46
#7574-2902.....	145.86
#7579-2971.....	2,250.92
#7580-2972.....	932.86
#7724-4186.....	5,987.87
#7765-5257.....	2,113.17
#7813-9104.....	5,870.72
#7832-10580.....	36,876.69
#7864-11172.....	1,815.26
#7885-11608.....	2,659.97
#7904-12031.....	8,012.71
#7908-12101.....	54,430.78
 Total Income	 \$211,041.27

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Treasurer Montoya proceeded to inform the committee the most significant event since our last meeting in December was that yields from the LGIP increased by 87 basis points. The bond market has also continued to fall as the flight to quality continues due to loss of confidence and the sub-prime lending effect on the stock market. The overnight repo rate we receive from our custody bank is now at .25% for December. As a reminder, the reason we receive fed funds less 50 basis points from our custody bank is because we require 102% collateral on our overnight repo account.

Treasurer Montoya again included a chart from Morgan Keegan which provides an update on the inverted yield curve and where the maximum short term yields are on US Treasuries as of January 7, 2009.

In other business, Treasurer Montoya informed the committee he is currently working on drafting a Resolution to present to the Board of Commissioners to approve a monthly installment plan for the payment of property tax. This payment plan would be implemented over a 10 month period and would be based on the previous year's taxes; the final payment would be slightly higher than the previous nine months because it would include the difference between the prior year's taxes and the current year's taxes. Treasurer Montoya indicated he thought this would be beneficial for the County because we would receive a steady stream of payments on a monthly basis. The taxpayers would also benefit because they would be able to budget their money more effectively not to mention they do not have to come up with a huge lump sum twice a year. He said taxpayers have been asking for a payment plan for quite some time now.

The next meeting was scheduled for February 12, 2009 @ 2:00 pm.

Meeting adjourned @ 2:30 pm.

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SANTA CRUZ COUNTY  
TREASURER'S PORTFOLIO REPORT

CERTIFICATES OF DEPOSIT

Security Description	Renewal Date	Invested Amount	Effective Annual Interest Rate	Term	Maturity Date	Interest Check to be Paid
Guadalupe Credit Union - CD, #11034009	1/1/2009	\$ 250,000.00	4.06%	12mo.	1/1/2010	Monthly
Omni National Bank - Acct #81151723	10/12/2008	\$ 99,000.00	4.16%	1 yr	10/12/2009	Monthly
Advanta Bank Corp. - Acct. #3501028306	10/29/2008	\$ 99,000.00	4.25%	1 yr	10/29/2009	Monthly
First Community Bank - CD, #4650468967	11/7/2008	\$ 5,000,000.00	3.15%	13 mo.	12/7/2009	Monthly
First Community Bank - CD, #4650464878 (5MII)	1/20/2009	\$ 15,000,000.00	3.75%	13 mo.	5/11/2009	Monthly
MarqBank - Acct #000000108090 (renewal of #105343 above)	5/1/2008	\$ 99,000.00	3.60%	12 mo.	5/1/2009	Monthly
State Employees Credit Union - Acct #3000414460	12/5/2007	\$ 100,000.00	4.91%	15 mo.	3/6/2009	Quarterly
Mercantile Bank of Michigan	11/29/2007	\$ 100,000.00	4.70%	18 mo.	5/21/2009	Monthly
Signature Bank-Co - thru Multi-Bank Securities, Inc. Cusip #82669NAT6	11/29/2007	\$ 100,000.00	4.70%	18 mo.	5/29/2009	Monthly
Nature Coast Bank - thru Multi-Bank Securities, Inc. Cusip #63901YAK9	11/30/2007	\$ 97,000.00	4.70%	14 mo.	1/30/2009	Semi-Annual
E Trade Bank-thru Multi-Bank Securities, Inc. Cusip # 26924VMB2	12/7/2007	\$ 97,000.00	4.75%	18 mo.	6/8/2009	Semi-Annual
Alliance Bank - thru Multi Bank Securities, Inc. Cusip #01853QBU1	11/28/2008	\$ 240,000.00	3.65%	1 yr	11/25/2009	Maturity
First National Bank of Santa Fe - CD #103368481	12/1/2008	\$ 5,000,000.00	2.70%	1yr.	12/1/2009	Monthly

\$ 26,281,000.00

Miscellaneous Certificates of Deposit

Los Alamos National Bank - Acct #0030489162	8/6/2007	\$ 1,000,000.00	5.40%	24 mo.	8/6/2009	Monthly
Los Alamos National Bank - Acct #0030489172	8/5/2008	\$ 1,000,000.00	3.20%	12 mo.	8/5/2009	Monthly
Los Alamos National Bank - Acct #0030489133	8/5/2005	\$ 1,000,000.00	4.90%	48 mo.	8/5/2009	Monthly
Los Alamos National Bank - Acct #0030489134	8/5/2005	\$ 2,000,000.00	5.40%	60 mo.	8/5/2010	Monthly
Los Alamos National Bank - Acct #0030489173	8/6/2008	\$ 100,000.00	3.85%	36 mo.	8/6/2011	Monthly
Los Alamos National Bank - Acct #0030489179	11/1/2008	\$ 3,000,000.00	3.30%	12mo.	11/1/2009	Monthly
Los Alamos National Bank - Acct #0030489178	11/1/2008	\$ 2,000,000.00	3.30%	12 mo.	11/1/2009	Monthly
Los Alamos National Bank - Acct #0030489171	8/1/2008	\$ 1,000,000.00	3.20%	12 mo.	8/1/2009	Monthly
Los Alamos National Bank - Acct #0030489168	7/27/2008	\$ 1,000,000.00	3.50%	24 mo.	7/27/2010	Monthly
Los Alamos National Bank - Acct #0030489169	7/31/2008	\$ 1,000,000.00	3.35%	18mo.	1/31/2010	Monthly
Los Alamos National Bank - Acct #0030489180	11/30/2008	\$ 1,000,000.00	2.75%	12 mo.	11/30/2009	Monthly
Los Alamos National Bank - Acct #0030489167	4/26/2008	\$ 5,000,000.00	3.00%	12 Mo.	4/26/2009	Monthly
Los Alamos National Bank - Acct #0030489170	7/31/2008	\$ 1,000,000.00	3.35%	18 mo.	1/31/2010	Monthly
Los Alamos National Bank - Acct# 0030489174	10/31/2008	\$ 5,000,000.00	3.30%	17 mo.	3/31/2010	Monthly
Los Alamos National Bank - Acct# 0030489175	10/31/2008	\$ 5,000,000.00	3.30%	20 mo.	6/30/2010	Monthly
Los Alamos National Bank - Acct# 0030489176	10/31/2008	\$ 5,000,000.00	3.30%	23 mo.	9/30/2010	Monthly
Los Alamos National Bank - Acct# 0030489177	10/31/2008	\$ 5,000,000.00	3.65%	26 mo.	12/31/2010	Monthly
Los Alamos National Bank-Acct# 0030489181	12/31/2008	\$ 5,000,000.00	3.30%	30mo.	6/30/2011	Monthly

\$ 45,100,000.00  
LANB Certificates of Deposit

100

100

100

100

100

**SANTA COUNTY**  
**TREASURER'S PORTFOLIO REPORT**

**BROKERED CERTIFICATES OF DEPOSIT**

Wells Fargo - CD, #7503462371	10/15/2008	\$	100,000.00	3.50%	6 mo.	4/15/2009	Monthly
Wells Fargo - CD, Discover Bank Cusip #25467R5A7	2/20/2008	\$	97,000.00	3.30%	12 mo.	2/20/2009	Maturity
Wells Fargo - CD, Wash. Mutual Bank Cusip #9393794V2	2/20/2008	\$	97,000.00	3.35%	12 mo.	2/20/2009	Maturity
Wells Fargo - CD, Lone Star NB Cusip #542299DD1	2/22/2008	\$	97,000.00	3.25%	12 mo.	2/20/2009	Maturity
Wells Fargo - CD, Paragon CMRL Bank Cusip #69911QK46	2/22/2008	\$	97,000.00	3.25%	12 mo.	2/20/2009	Monthly
Wells Fargo - CD, Wachovia Bk FSB Houston Tx Cusip #92979H8GO	4/9/2008	\$	97,000.00	4.25%	5 yrs.	4/9/2013	Semi-Annual
Wells Fargo - CD, Investors Cmnty Bk Manitowa WI. Cusip #46147UHW3	4/9/2008	\$	100,000.00	3.50%	2 yrs.	4/9/2010	Monthly
Wells Fargo - CD, BankUnited FSB Coral Gables, FL Cusip # 066519AA7	4/9/2008	\$	97,000.00	3.55%	2 yrs.	4/9/2010	Semi-Annual
Wells Fargo - CD, Riverside NB FL Ft. Pierce, FL Cusip #769174DA8	4/11/2008	\$	97,000.00	3.50%	2 yrs.	4/12/2010	Semi-Annual
Wells Fargo - CD, Delta Tr. & Bk Parkdale, AZ Cusip #247816AP6	4/11/2008	\$	100,000.00	3.55%	2 yrs.	4/9/2010	Monthly
Wells Fargo - CD, Riverside Gulf Coast, Cor FL Cusip #76882SBP5	4/11/2008	\$	97,000.00	3.65%	30 mo.	10/12/2010	Semi-Annual
Wells Fargo - CD, Firstbank of Puerto Rico Cusip #337629RD3	4/11/2008	\$	100,000.00	3.65%	30 mo.	10/12/2010	Monthly
Wells Fargo - CD, Amcore Bk Rockford, IL Cusip #02341VTJ4	4/11/2011	\$	97,000.00	3.80%	3 yrs.	4/11/2011	Semi-Annual
Wells Fargo - CD, Choice Financial Group, Cusip #17037TDA2	4/16/2008	\$	97,000.00	4.00%	4 yrs.	4/16/2012	Semi-Annual
Wells Fargo - CD, Southern CmntyFayettev. GA Cusip #84262RAX5	4/16/2008	\$	97,000.00	3.60%	30 mo.	10/15/2010	Monthly
Wells Fargo - CD M & I Bank FSB Las Vegas, NV Cusip #553036GG3	4/16/2008	\$	100,000.00	3.60%	10.5 Yrs.	10/18/2018	Monthly
Wells Fargo - CD M & I Marshall & Irlsey Bk Milwa. WI Cusip # 55405PGL7	4/18/2008	\$	100,000.00	5.20%	10.5 Yrs.	10/18/2018	Monthly
Wells Fargo-CD Midfirst Bk Oklahoma City Ok Cusip # 59740LGT6	9/10/2008	\$	100,000.00	3.10%	9mo.	6/10/2009	Maturity
Wells Fargo-CD New South Fed SB Irondale Ala Cusip #64880T7D3	9/10/2008	\$	96,000.00	3.25%	9mo.	6/10/2009	Maturity
Wells Fargo-CD Standard Bk & Tr Co IL Cusip # 853117EC9	9/10/2008	\$	97,000.00	3.10%	9mo.	6/10/2009	Maturity
Wells Fargo-CD Home Federal Savings Bk MN Cusip# 43708WGY4	9/10/2008	\$	97,000.00	3.50%	1yr.	9/10/2009	Maturity
Wells Fargo-CD Cit Bk Salt Lake City Utah Cusip # 17284PH81	9/10/2008	\$	96,000.00	3.55%	1yr.	9/10/2009	Maturity
Wells Fargo-CD Capital One Bk(USA)Natl Assn.Cusip# 140420DJ6	9/10/2008	\$	96,000.00	3.45%	1yr.	9/10/2009	Maturity
Wells Fargo-CD Premier American Bk Miami Fla Cusip# 74046QAM5	9/10/2008	\$	100,000.00	3.25%	9mo.	6/10/2009	Monthly
Wells Fargo-CD NCB Savings Bank FSB Cusip#628825EB3	9/11/2008	\$	96,000.00	3.50%	1yr.	9/11/2009	Maturity
Wells Fargo-CD Bank Fayetteville N A Ark Cusip# 06209PAV2	9/12/2008	\$	100,000.00	3.65%	15mo.	12/14/2009	Monthly
Wells Fargo-CD GMAC Bk Midvale UT Cusip# 36185AWQ7	9/12/2008	\$	97,000.00	3.30%	9mo.	6/12/2009	Maturity
Wells Fargo-CD Minnwest Bk Metro Rochester MN Cusip# 604260ARO	9/12/2008	\$	97,000.00	3.30%	9mo.	6/12/2009	Maturity
Wells Fargo-CD New Century Bk Chicago IL Cusip# 929781GZ9	9/12/2008	\$	100,000.00	3.20%	9mo.	6/12/2009	Monthly
Wells Fargo-CD Wachovia Mortgage FSB Cusip# 82669LCN1	9/12/2008	\$	97,000.00	3.35%	9mo.	6/12/2009	Maturity
Wells Fargo-CD Signature Ark Fayetteville Cusip# 30837NCU7	9/17/2008	\$	100,000.00	3.30%	9mo.	6/17/2009	Monthly
Wells Fargo-CD Farmers & Merchants Statesboro GA Cusip#20357ABK9	10/17/2008	\$	100,000.00	3.65%	15mo.	12/17/2009	Monthly
Wells Fargo-CD Community Bank of Nevada Las Vegas Cusip#14042EN22	10/22/2008	\$	100,000.00	3.60%	1yr.	10/16/2009	Monthly
Wells Fargo-CD Capital One Natl Assn Mclean VA Cusip #200339DA4	10/22/2008	\$	94,000.00	4.00%	18mo.	4/22/2010	Semi-Annual
Wells Fargo-CD Comerica Bk Dallas Tx Cusip #200339DA4	10/22/2008	\$	94,000.00	4.05%	18mo.	4/22/2010	Semi-Annual
Wells Fargo-CD Royal Bank America Narberth PA Cusip#780095CW3	10/22/2008	\$	100,000.00	3.70%	1yr.	10/22/2009	Maturity
Wells Fargo-CD Branch Banking & Trust CO WIN SAL. Cusip #105133DC3	10/22/2008	\$	97,000.00	3.65%	1yr.	10/22/2009	Maturity
Wells Fargo-CD Goldman Sachs Bk USA Salt UT Cusip #381426QM0	10/22/2008	\$	240,000.00	3.65%	1yr.	10/22/2009	Maturity
Wells Fargo-CD Colonial Bk N A Montgomery ALA Cusip #19554PP9	10/24/2008	\$	94,000.00	4.05%	18mo.	4/26/2010	Semi-Annual
Wells Fargo-CD Commercial Bank Thomasvil GA Cusip # 201507BC3	10/29/2008	\$	240,000.00	3.65%	1yr.	10/29/2009	Maturity

Wells Fargo Brokered Certificates of Deposit \$ 4,197,000.00

Total Certificates of Deposit \$ 75,578,000.00



SANTA COUNTY  
TREASURER'S PORTFOLIO REPORT

INVESTMENT IN GOVERNMENT AGENCIES (BONDS)

BROOKSTREET SECURITIES CORP.

Called	Federal Home Loan Bank Corp-Cusip #31339XVU5	5/21/2007	\$	1,786,218.75	5.35%	6.0 years	7/9/2013	Semi-Annual
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MORGAN-KEEGAN

Called	Federal Farm Credit Bank-Cusip #31331YTJ9	2/27/2008	\$	1,993,893.89	4.00%	4years	2/13/2012	Semi-Annual
	Federal Home Loan Bank-Cusip #3133XSK72	10/29/2008	\$	1,500,000.00	3.09%	6Months	4/29/2009	Annually
	Federal Home Loan Bank-Cusip #3133XSK31	10/29/2008	\$	2,000,000.00	3.17%	1Year	10/29/2009	Semi-Annual
	Federal Home Loan Bank-Cusip #3133XSK23	10/29/2008	\$	2,000,000.00	3.10%	9Months	7/29/2009	Annually
	LF ROTHSCHILD LLC							
Partial	Federal Home Loan Bank-Cusip#3133XPAM6 (40%)	1/8/2009	\$	1,404,000.00	5.45%	15Years	2/6/2023	Semi-Annual
Called	Federal Home Loan Bank-Cusip #3133XPEN0	2/13/2008	\$	2,000,000.00	5.30%	10Years	2/13/2018	Semi-Annual
Partial	Federal Home Loan Bank-Cusip #3133XPGN8 (59%)	1/26/2009	\$	1,166,666.67	5.00%	8.5Years	8/19/2016	Semi-Annual
	Fannie Mae Bond-Cusip #3136F87F6	3/5/2008	\$	2,000,000.00	5.00%	10Years	3/5/2018	Semi-Annual
	Federal Home Loan Bank-Cusip #3133XSFC7	10/2/2008	\$	1,000,000.00	3.40%	6Months	4/2/2009	Semi-Annual
	Federal Home Loan Bank-Cusip #3133XSF94	10/2/2008	\$	2,000,000.00	4.10%	2.5Years	4/2/2011	Semi-Annual
Called	Federal Home Loan Bank-Cusip #3133XSER5	10/22/2008	\$	1,000,000.00	4.05%	2Years	10/22/2010	Semi-Annual
	Federal Farm Credit Bank-Cusip #31331GHX0	12/24/2008	\$	5,000,000.00	3.00%	5years	12/24/2013	Semi-Annual
	Federal Farm Credit Bank-Cusip #31331GHY8	12/29/2008	\$	5,000,000.00	3.87%	7Years	12/29/2015	Semi-Annual
New	Federal Farm Credit Bank-Cusip #31331GLQ0	2/4/2009	\$	2,000,000.00	4.00%	6Years	2/4/2015	Semi-Annual

MUTUAL SECURITIES, INC.

	Federal Farm Credit Bank-Cusip #31331X7J5	10/15/2007	\$	1,000,000.00	5.05%	5years	10/15/2012	Semi-annual
Called	Fannie Mae Bond-Cusip #3136F8XM2	11/28/2007	\$	2,000,000.00	5.00%	10Years	11/28/2017	Semi-Annual
	Fannie Mae Bond-Cusip # 31355A1CD7 (DTC Safekeeping)	1/25/2008	\$	1,990,000.00	4.50%	12Years	1/23/2020	Semi-Annual
	Fannie Mae Bond-Cusip #3136F87F6	3/5/2008	\$	1,996,250.00	5.04%	10Years	3/5/2018	Semi-Annual
	Freddie Mac Bond-Cusip #3128X7DM3	4/1/2008	\$	1,500,000.00	4.00%	6Years	4/1/2014	Semi-Annual
	Fannie Mae Bond-Cusip #31398ARR5	6/10/2008	\$	997,520.83	3.28%	2Years	6/10/2010	Semi-Annual
	Fannie Mae Bond-Cusip#3136F9A86	8/18/2008	\$	1,000,000.00	3.60%	2Years	8/18/2010	Semi-Annual
	Fannie Mae Bond-Cusip #31398ANY4	9/5/2008	\$	1,497,729.17	3.55%	2.5Years	2/25/2011	Semi-Annual
	Federal Home Loan Bank-Cusip #3133XSA73	9/26/2008	\$	1,993,311.11	3.16%	1Year	9/24/2009	Semi-Annual
	Fannie Mae Bond-Cusip #31398ARC8	11/19/2008	\$	1,994,975.56	4.12%	4.5Years	5/6/2013	Semi-Annual
	Federal Farm Credit Bank-Cusip #31331GGU7	12/23/2008	\$	2,500,000.00	4.00%	5Years	12/23/2013	Semi-Annual
New	Federal Home Loan Bank-Cusip #3133XSSK5	1/9/2009	\$	3,000,000.00	3.40%	6Years	1/6/2015	Semi-Annual

Total Government Agencies (Bonds)

\$ 53,320,565.98

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**SANTA FE COUNTY  
TREASURER'S PORTFOLIO REPORT**

**LOCAL GOVERNMENT INVESTMENT POOL**

	Balance							
Santa Fe County Treasurer-Account #7081-1326	1/31/2009	\$	33,939,991.99	0.95%	30 days	Monthly		
Santa Fe County Treasurer-Account #7574-2902	1/31/2009	\$	85,799.30	0.70%	30 days	Monthly		
Santa Fe County Treasurer-Account #7579-2971	1/31/2009	\$	1,324,057.83	0.70%	30 days	Monthly		
Santa Fe County Treasurer-Account #7580-2972	1/31/2009	\$	548,734.18	0.70%	30 days	Monthly		
Santa Fe County Treasurer-Account #7724-4186	1/31/2009	\$	3,522,224.78	0.70%	30 days	Monthly		
Santa Fe County Treasurer-Account #7765-5257	1/31/2009	\$	1,243,020.58	0.66%	30 days	Monthly		
Santa Fe County Treasurer-Account #7813-9104	1/31/2009	\$	3,453,311.66	0.54%	30 days	Monthly		
Santa Fe County Treasurer-Account #7832-10580	1/31/2009	\$	21,691,857.90	0.68%	30 days	Monthly		
Santa Fe County Treasurer-Account #7864-11172	1/31/2009	\$	1,067,787.31	0.55%	30 days	Monthly		
Santa Fe County Treasurer-Account #7885-11608	1/31/2009	\$	1,564,667.98	0.70%	30 days	Monthly		
Santa Fe County Treasurer-Account #7904-12031	1/31/2009	\$	4,772,687.09	0.55%	30days	Monthly		
Santa Fe County Treasurer-Account#7908-12101	1/31/2009	\$	32,017,640.57	1.10%	30days	Monthly		

**NOTE**

Total LGIP Investments as of January 31, 2009	\$	105,231,781.17
Deduct Called Bonds & Matured CD's	\$	(9,834,617.27)
Grand Total All Investments as of January 31, 2009	\$	224,295,729.88
First Community Bank Cash Balance	\$	10,265,608.49
Grand Total All Investments & Cash Balance January 31, 2009	\$	234,561,338.37

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# NEW MEXICO STATE TREASURER'S EXECUTIVE SUMMARY OF INVESTMENT ACTIVITY

As of January 31, 2009

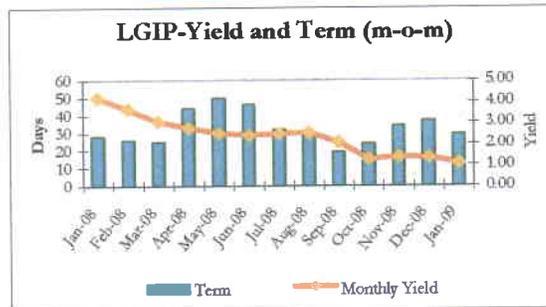
## NEW MEXIGROW LOCAL GOVERNMENT INVESTMENT POOL (LGIP)



- The market value of the LGIP portfolio as of January 31 was \$1.44 billion, compared to a market value of \$1.31 billion at the same period last year and \$792 million at the same period two years ago.



- During the month the market value of the portfolio decreased 1.37%, from \$1.46 billion at December month end to \$1.44 billion. Participant contributions for January totaled \$144 million and withdrawals totaled \$163 million.



- The gross yield was 1.08% at January 31, a 19% decrease from December 31, a 19% decrease from December month-end of 1.34%. The weighted average maturity at January 31 was 29 days, down from the December 31 weighted average maturity of 37 days and within the rule 2a-7 requirement of 60 days or less.

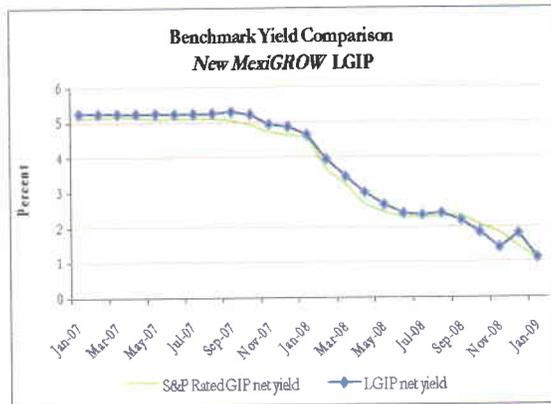
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Local Government Investment Pool				
Asset Type	Yield	Market Value	% of Portfolio	Term (Days)
Agencies	1.99%	\$ 255,334,000	17.66%	54
Money Market Funds	0.84%	\$ 1,130,000,000	78.18%	121
Corporate Bonds	1.49%	\$ 15,544,850	1.08%	224
Certificates of Deposit	1.89%	\$ 40,000,000	2.77%	325
LGIP Bank Account	0.19%	\$ 4,595,660	0.32%	2
<b>Total:</b>	<b>1.08%</b>	<b>\$ 1,445,474,310</b>	<b>100%</b>	<b>29</b>



- January investment activities in the LGIP portfolio totaled \$30.8 million in purchases and \$15.8 million in sales. Purchases include a \$30.8 million corporate bond position with an average annualized yield of 1.49% and an average term of 224 days. Due to a possible downgrade, a corporate bond was sold, reflecting a \$7,071 dollar loss which was offset by 7 days of interest and resulted in an actual loss of \$253 dollars.

- LGIP earnings for January totaled \$1.3 million, a 40% decrease from December earnings of \$2.2 million. Fiscal year-to-date earnings totaled \$16.3 million compared to \$32 million through the same period last fiscal year.

- The 30-day net yield of the LGIP as of January 23 was 1.12%, outperforming the 30-day net S&P Rated Government Investment Pool (GIP) index (1.08) by 4 basis points. The 30-day gross yield of the LGIP at January 23, 1.17%, underperformed the 30-day gross S&P Rated GIP index of 1.29%.

- There was no administrative fee assessed to participants for January. The Reserve Primary Fund loss amortization plan was incorporated in the end-of-month procedures and \$512,435 was repaid to the GFC. The remaining principal balance due to the GFC is \$81.9 million dollars. During the month, the last \$1 NAV disbursement from the Reserve Government fund, with interest, was received by the LGIP.

\$381.7 million 80%

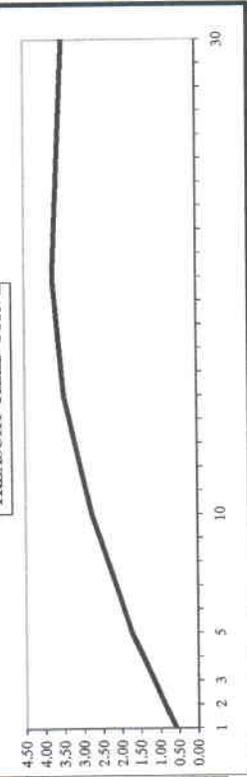
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TERM	TREASURY YIELD CURVE			MONEY MARKETS		
	12-Feb	WEEK AGO	MONTH AGO	FUNDS	PRIME	LIBOR
3 MO.	0.29	0.27	0.06	0.25	3.25	0.25
6 MO.	0.44	0.41	0.27	0.46	2.58	0.46
2 YR	0.89	0.86	0.74	0.00	0.13	0.00
5 YR	1.73	1.90	1.44	0.00	0.03	0.00
10 YR	2.78	2.91	2.30	3.96		
30 YR	3.49	3.65	2.99	4.46		



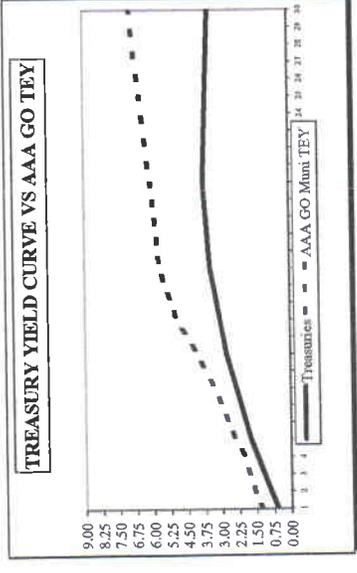
MARKET INDICES		MONEY MARKETS		FHLB ADVANCE RATES <sup>1</sup>		MIS INFO	
DJIA	7,939.53	50.66	0.25	1 MO FUNDING	0.81	FNMA 30 YR	6.00%
NASDAQ	1,530.50	5.77	3.25	3 MO FUNDING	1.55	FNMA 15 YR	5.50%
OIL <sup>2</sup>	35.94	-1.61	0.46	5-2 (1-Time)	2.58	30YR RATE	4.49
GOLD	938.99	23.89	1.23	10-5 (1-Time)	3.96		-0.09

FED FUNDS		FUTURES	
MONTH	LAST	MONTH	LAST
Feb09	0.2425	Mar09	0.265
Mar09	0.265	Apr09	0.28
Apr09	0.28	May09	0.295
May09	0.295	Jun09	0.31
Jun09	0.31	Jul09	0.345
Jul09	0.345	Aug09	0.375
Aug09	0.375	Sep09	0.41
Sep09	0.41	Oct09	0.45
Oct09	0.45	Nov09	0.495

MARKET UPDATE

The U.S. Treasury issued a new 10-year treasury yesterday which closed at 99-21, a 2.789 percent yield, as the 30-year treasury rose 28+32 points to 119-11, a 3.445 percent yield.

**U.S. TREASURY AUCTION:**  
The U.S. Treasury auctioned \$21 billion in 10-year notes, a 2.818 percent yield yesterday. Also, the U.S. Treasury has plans to auction \$14 billion in 30-year bonds today.



<sup>1</sup> West Texas Crude Oil  
<sup>2</sup> Assumes a Cost of Funds of 2.5% & a 34% Tax Rate  
<sup>3</sup> New York Federal Home Loan Bank

WEEKLY ECONOMIC RELEASES <sup>1</sup>		SWAPS CURVE	
Date	Prior	Survey	Actual
Mon, February 9			
Tue, February 10			
Wholesale Inventories	-0.90% (t)	-0.70%	-1.40%
FBI/TIPP Economic Optimism	45.40	44.00	44.60
ABC Consumer Confidence	-52	-52	-53
Wed, February 11			
MBA Mortgage Applications	8.60%	--	-24.50%
Bloomberg Global Confidence	--	--	8.4%
Trade Balance	-\$41.6B (t)	-\$35.5B	-\$39.9B
Monthly Budget Statement	\$17.8B	-\$78.0B	-\$83.8B
Thu, February 12			
Advance Retail Sales	-2.70%	-0.80%	--
Retail Sales Less Autos	-3.10%	-0.40%	--
Initial Jobless Claims	626K	610K	--
Continuing Claims	4788K	4800K	--
Business Inventories	-0.70%	-0.90%	--
Fri, February 13			
U. of Michigan Confidence	61.20	61.00	--

TERM	SW/SPRD	CHANGE	SW YLD
2Y	66.5	3.00	1.557
3Y	61.9	2.60	1.907
4Y	98.4	2.40	2.206
5Y	69.9	2.30	2.439
7Y	60.2	0.80	2.766
10Y	23.7	-1.10	3.037
30Y	-24.5	0.50	3.257

GENERIC AGENCY SPREADS				
Bermuda Call	Spd	Spnd Chg	Yield	Yld
2YR NC 3MO	87	-8	1.76	1.80
2YR NC 1YR	91	-4	1.80	2.30
3YR NC 3MO	104	-9	2.33	2.18
3YR NC 6MO	89	-7	2.18	2.31
3YR NC 1YR	102	-3	2.31	3.13
3YR NC 3MO	140	-12	3.13	3.03
3YR NC 6MO	130	-9	3.03	3.12
3YR NC 1YR	139	-6	3.12	2.98
3YR NC 2YR	125	-4	2.85	3.74
3YR NC 3YR	112	-3	2.85	3.73
3YR NC 3MO	157	-12	3.74	3.50
3YR NC 1YR	156	-8	3.73	4.27
3YR NC 2YR	133	-7	3.50	4.26
3YR NC 3MO	149	-17	4.27	4.83
3YR NC 1YR	148	-10	4.26	4.83
3YR NC 3MO	205	-18	4.83	4.82
3YR NC 1YR	204	-11	4.82	

U.S. Dollar Spot Rate		
Units of Currency per \$1 U.S. Dollar	Yld	
EUR	0.78	1.54
JPY	90.15	1.92
GBP	0.70	7.75
CHF	1.16	6.87
CAD	1.24	8.39

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<sup>1</sup> Derived from the ECO screen on Bloomberg

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