

VENTURA REGIONAL SANITATION DISTRICT

1001 PARTRIDGE DRIVE, SUITE 150 • VENTURA, CA 93003-0704



August 25, 2011

Board of Directors
Ventura Regional Sanitation District
Ventura, California

INVESTMENT REPORT – JULY 2011

The attached report shows cash and investment holdings of the District at July 31, 2011. The VRSD Investment Policy requires that the report be transmitted to the Board within 30 days after the close of the month. The portfolio totals \$37.8 million at cost. The decrease from \$38.1 million at the end of July 2011 is mainly due to the ongoing operating expenses.

Union Bank of California, who serves as the custodian, provides the market value shown for all U.S. Government securities. During the month of July, interest earnings for all investments were accrued in the amount of \$44,377. Fiscal year to date, \$44,377 has been earned. It should be noted that effective December 2006, the unrealized gain or loss on investments will no longer be recorded as income on a monthly basis. Recording it monthly skews the amount of interest reported since it could be at a loss one month and a gain the very next month and is not an actual gain or loss unless the government securities shown in Section D of the report are sold prior to their maturity date. It will be recorded at June 30, 2012, as required by governmental accounting standards.

The District investment holdings are in compliance with the investment policy approved by the Board of Directors on June 17, 2010. The portfolio has been managed with the stated objectives of safety, liquidity and earning a competitive rate of return. The investment program shown herein provides sufficient cash flow liquidity to meet the District's expense obligations for the next six months.

Please contact me at vickiedragan@vrzd.com or 658-4646 if you have any questions.

Vickie Dragan
VICKIE DRAGAN – DIRECTOR OF FINANCE & ADMINISTRATION

Enc.

APPROVED FOR SEPTEMBER 1, 2011 AGENDA

Mark Lawler
Mark Lawler – General Manager

**VENTURA REGIONAL SANITATION DISTRICT
CASH & CASH EQUIVALENT AND INVESTMENT REPORT
FOR THE MONTH ENDED JULY 31, 2011**

COMPLIANCE REPORT AND CERTIFICATIONS

	BALANCE AT COST		INTEREST EARNED*	
	6/30/2011	CHANGE	7/31/2011	Fiscal YTD
A. Sweep Account	\$ 1,246,231	\$ (288,188)	\$ 958,043	\$ -
B. Certificate of Deposit	\$ 789,582	\$ -	\$ 789,582	\$ 300
C. Pooled Funds (LAIF & County Pool)	\$ 2,109,402	\$ 9,504	\$ 2,118,905	\$ -
D. Funds & Securities held by Custodian	\$ 33,989,568	\$ 26,652	\$ 34,016,220	\$ 44,077
TOTAL	\$ 38,134,783	\$ (252,033)	\$ 37,882,750	\$ 44,377

Investment Recap (C. & D.)	Market Totals Per Trustee	At Par	
		Purchase Price (G/L)	%
Pooled Funds			
LAIF	\$ 1,519,766	\$ 1,519,766	1,519,766
Ventura County Pool	\$ 599,139	\$ 599,139	599,139
Total Pooled Funds	\$ 2,118,905	\$ 2,118,905	2,118,905
Securities:			
Money Market Funds	\$ 240,479	\$ 240,479	240,479
U.S. T-Notes/Bonds	\$ 16,116,772	\$ 15,894,571	15,915,000
Agencies	18,002,290	\$ 17,881,169	17,680,000
Total Securities	\$ 34,359,542	\$ 34,016,220	33,835,479
Total Investments	\$ 36,478,447	\$ 36,135,125	35,954,384

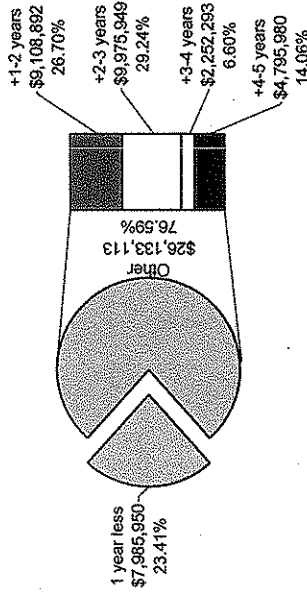
CERTIFICATIONS

I certify that all investment actions executed since the last report have been made in full compliance with the VRSD Investment Policy. In addition, sufficient investment liquidity and anticipated revenue are available to meet the next six (6) months' estimated expenses of the District.

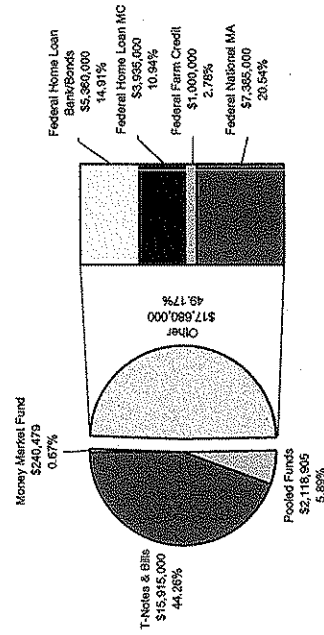
Vickie Dragan 8/25/11
Date

Vickie Dragan, Director of Finance & Administration

**Investment Maturity Schedule
U.S. T-Notes/Bonds & Agencies**



**Investment by Type
@ PAR Value**



**VENTURA REGIONAL SANITATION DISTRICT
CASH & CASH EQUIVALENT AND INVESTMENT REPORT
FOR THE MONTH ENDED JULY 31, 2011**

A. SWEEP ACCOUNT		Balance 06/30/11	Net Deposits/ (Withdrawals)	Interest Received	Balance 07/31/11	Yield	Market Value**
City National Bank		\$ 1,246,231.01	\$ (288,395.76)	\$ 207.69	\$ 958,042.94	0.01%	\$ 958,042.94
B. CERTIFICATES OF DEPOSIT		Purchase Date	Rollover Date	Maturity Date	Balance 07/31/11	Yield	Market Value**
Bank of America		8/5/2003	8/9/2010	8/9/2011	\$ 500,000.00	0.32%	\$ 500,000.00
Wells Fargo Bank		8/9/2003	8/9/2010	8/9/2011	125,950.00	0.80%	\$ 125,950.00
Bank of America		4/10/2003	4/13/2011	4/15/2013	100,000.00	0.65%	\$ 100,000.00
City National Bank		2/17/2009	2/17/2011	2/17/2012	63,632.47	0.40%	\$ 63,632.47
					\$ 789,582.47		\$ 789,582.47
C. POOLED FUNDS		Balance 06/30/11	Net Deposits/ (Withdrawals)	Interest Received	Balance 07/31/11	Yield	Market Value**
Local Agency Investment Fund		\$ 1,517,886.51	\$ -	\$ 1,879.42	\$ 1,519,765.93	0.38%	\$ 1,519,765.93
Ventura County Pool		591,515.12	7,624.29	-	599,139.41	0.87%	599,139.41
		\$ 2,109,401.63	\$ 7,624.29	\$ 1,879.42	\$ 2,118,905.34		\$ 2,118,905.34

153

VENTURA REGIONAL SANITATION DISTRICT
CASH & CASH EQUIVALENT AND INVESTMENT REPORT
FOR THE MONTH ENDED JULY 31, 2011

D. FUNDS/SECURITIES HELD WITH CUSTODIAN, UNION BANK OF CALIFORNIA	Maturity Date	Interest Rate	Par Value	Purchase Price	Market Value Per Trustee **		Balance 7/31/2011	Interest		Current Yield
					Purchases (Sales/Maturities)	Market Inc. or (Dec)		Fiscal Year Received Month	Fiscal Year Received YTD	
VRSD - Main										
Highmark U.S. Gov't Money Market Fund										
US Treasury Notes	6/30/2012	0.63%	45,704.78	\$45,704.78	\$38,044.89	\$7,659.89	\$45,704.78	0.30	0.30	0.000%
Federal Farm Credit Bank Bonds	7/13/2012	4.38%	180,000.00	\$180,660.94	\$180,703.80		\$180,660.80	94.77	94.77	0.620%
Federal National Mortgage Association	10/30/2012	0.59%	300,000.00	\$284,611.10	\$312,489.00		\$311,427.00	1,093.75	1,093.75	4.210%
US Treasury Notes	3/31/2013	0.75%	1,000,000.00	\$1,000,000.00	\$1,001,630.00		\$1,001,550.00	416.87	416.87	0.500%
US Treasury Notes	4/30/2013	0.63%	550,000.00	\$549,291.02	\$553,223.00		\$553,696.00	349.38	349.38	0.740%
Federal Home Loan Mig Corp Notes	6/28/2013	3.75%	100,000.00	\$265,892.50	\$266,447.50		\$100,492.00	208.90	208.90	0.620%
Federal Home Loan Bank Bonds	8/28/2013	0.50%	250,000.00	\$149,791.50	\$0.00		\$265,937.50	781.25	781.25	3.530%
Federal Home Loan Mig Corp Notes	2/27/2014	1.27%	150,000.00	\$752,175.00	\$759,405.00		\$149,994.00	20.88	20.88	0.500%
Federal Home Loan Bank Bonds	5/28/2014	1.38%	100,000.00	\$39,891.00	\$101,330.00		\$761,197.50	781.25	781.25	1.230%
US Treasury Notes/Bonds	11/30/2014	2.13%	400,000.00	\$391,890.63	\$414,876.00		\$101,773.00	114.59	114.59	1.350%
US Treasury Notes/Bonds	9/30/2015	1.25%	125,000.00	\$124,833.96	\$124,190.00		\$419,032.00	719.94	719.94	2.030%
FY2012 Maturities, Sales, Interest & Calls Prior to 07/2011			\$ 3,950,704.78	\$ 3,955,368.70	\$ 4,003,236.69	\$ 6,771.70	\$ 4,017,563.83	\$ 6,771.70	\$ 6,771.70	\$ 4,608.62
VRSD-MAIN TOTAL										
VRSD - Ballard										
Highmark U.S. Gov't Money Market Fund										
Federal Home Loan Bank	7/27/2011	1.63%	69,988.99	\$69,988.99	\$59,493.47	\$10,495.52	\$69,988.99	0.31	0.31	0.000%
Federal Home Loan Mortgage Corp. Notes	9/15/2011	5.50%	250,000.00	\$258,099.50	\$252,772.50		\$0.00	1,218.75	1,218.75	5.460%
Federal Farm Credit Bank Bonds	7/13/2012	4.38%	300,000.00	\$294,611.10	\$312,489.00		\$311,427.00	1,334.01	1,334.01	4.210%
Federal Home Loan Bank	11/15/2012	4.50%	520,000.00	\$555,010.56	\$548,620.80		\$547,019.20	413.30	413.30	4.280%
Federal National Mortgage Association	11/19/2012	4.75%	340,000.00	\$369,114.20	\$360,454.40		\$369,254.20	1,093.75	1,093.75	4.500%
US Treasury Notes	3/31/2012	0.00%	525,000.00	\$524,784.75	\$525,572.25		\$525,089.25	168.59	168.59	0.300%
US Treasury Notes	6/30/2012	0.63%	785,000.00	\$787,994.92	\$788,069.35		\$1,582,812.00	1,345.83	1,345.83	1.000%
US Treasury Notes	8/31/2012	0.38%	525,000.00	\$524,200.20	\$525,698.25		\$525,430.50	135.80	135.80	0.620%
Federal Home Loan Mortgage Corp. Notes	4/15/2013	1.63%	750,000.00	\$748,950.00	\$750,000.00		\$748,950.00	208.90	208.90	1.590%
US Treasury Notes	4/31/2013	0.63%	650,000.00	\$651,015.62	\$652,341.25		\$653,196.00	226.43	226.43	0.620%
US Treasury Notes	5/31/2013	0.50%	500,000.00	\$500,000.00	\$500,000.00		\$500,000.00	88.79	88.79	3.530%
Federal Home Loan Mig Corp Notes	6/28/2013	3.75%	1,370,000.00	\$1,366,030.40	\$1,366,895.00		\$1,369,931.50	516.67	516.67	0.500%
Federal National Mortgage Association	8/9/2013	0.50%	475,000.00	\$474,339.75	\$0.00		\$474,981.00	65.97	65.97	1.230%
Federal Home Loan Bank Bonds	8/28/2013	1.27%	500,000.00	\$499,105.00	\$506,270.00		\$507,465.00	315.90	315.90	1.810%
Federal National Mortgage Association	2/27/2014	1.88%	200,000.00	\$197,203.13	\$206,250.00		\$207,484.00	1,346.35	1,346.35	1.350%
US Treasury Notes	4/30/2014	1.88%	1,175,000.00	\$1,173,437.25	\$1,180,627.50		\$1,185,832.75	635.24	635.24	2.030%
Federal Home Loan Bank Bonds	5/28/2014	2.13%	700,000.00	\$695,203.13	\$700,000.00		\$705,691.00	741.12	741.12	1.240%
US Treasury Notes	11/30/2014	1.25%	600,000.00	\$599,203.13	\$600,000.00		\$605,718.00	407.61	407.61	1.360%
US Treasury Notes	9/30/2015	1.25%	700,000.00	\$695,746.10	\$694,032.00		\$705,691.00	16,723.16	16,723.16	1.240%
US Treasury Notes	10/31/2015	1.38%	350,000.00	\$347,484.38	\$348,278.00		\$354,294.50	407.61	407.61	1.360%
FY2012 Maturities, Sales, Interest & Calls Prior to 07/2011			\$ 12,909,988.99	\$ 12,988,665.50	\$ 13,072,545.92	\$ 8,133.56	\$ 13,117,449.99	\$ 8,133.56	\$ 8,133.56	\$ 16,723.16
VRSD-BALLARD TOTAL										

See page 5 of 5 for securities sold or matured for the month ended July 31, 2011.

15-4

VENTURA REGIONAL SANITATION DISTRICT
SECURITIES SOLD AND MATURED AS OF JULY 31, 2011

Description	CUSIP	Purchase Date	Maturity Date	Interest Rate	Settle	Par	Purchase Cost	Principal Proceeds	Realized G/L Cost this FY	Realized G/L Amortized Cost (Life of the Security)
MAIN:										
S US Treasury Notes/Bonds	912828QE3	4/30/2011	4/30/2013	0.625%	7/21/2011	\$150,000.00	\$150,234.38	\$150,679.69	\$445.31	\$467.58
						\$150,000.00	\$150,234.38	\$150,679.69	\$445.31	\$467.58
SUB-TOTAL										
BAILARD:										
S US Treasury Notes/Bonds	912828QE3	4/30/2011	4/30/2013	0.625%	7/21/2011	\$150,000.00	\$150,234.38	\$150,679.69	\$445.31	\$467.58
S US Treasury Notes/Bonds	912828QZ6	5/31/2010	5/31/2013	0.500%	7/21/2011	\$325,000.00	\$325,088.87	\$325,749.02	\$660.15	\$666.32
M FHLB Global Bonds	3133XTXH4	6/12/2009	7/27/2011	1.625%	7/27/2011	\$150,000.00	\$150,993.00	\$150,000.00	(\$993.00)	\$0.00
SUB-TOTAL										
COASTAL										
S US Treasury Notes/Bonds	912828QZ6	5/31/2010	5/31/2013	0.500%	7/21/2011	\$325,000.00	\$325,088.87	\$325,749.02	\$660.15	\$666.32
M FHLB Global Bonds	3133XTXH4	6/12/2009	7/27/2011	1.625%	7/27/2011	\$350,000.00	\$352,317.00	\$350,000.00	(\$2,317.00)	\$0.00
SUB-TOTAL										
TOLAND:										
S US Treasury Notes/Bonds	912828QZ6	5/31/2010	5/31/2013	0.500%	7/21/2011	\$325,000.00	\$325,088.87	\$325,749.02	\$660.15	\$666.32
M FHLB Global Bonds	3133XTXH4	6/12/2009	7/27/2011	1.625%	7/27/2011	\$350,000.00	\$352,317.00	\$350,000.00	(\$2,317.00)	\$0.00
SUB-TOTAL										
TOTAL SECURITIES SOLD & MATURED										
						\$675,000.00	\$677,405.87	\$675,749.02	(\$1,656.85)	\$666.32
						\$2,125,000.00	\$2,131,362.37	\$2,128,606.44	(\$2,755.93)	\$2,934.12

M = Matured
S = Sold

Notes: Securities Sold and Matured are provided by PFM Investment Group & Union Bank of California.

15-6