

**CITY OF FRESNO
 QUARTERLY INVESTMENT REPORT
 QUARTER ENDED MARCH 31, 2009**

PORTFOLIO SUMMARY BY INVESTMENT TYPE

Investments	Amortized Cost	Pct. Of Portfolio	Market Value	Par Value	Par Value + Accum. Future Earnings
Federal Agency Notes	175,648,386	60.89%	176,138,288	175,421,000	196,740,672
Local Agency Investment Fund*	40,000,000	13.87%	40,000,000	40,000,000	40,000,000
Time Deposits	10,000,000	3.47%	10,000,000	10,000,000	10,000,000
Treasury Bill	5,999,762	2.08%	5,999,062	6,000,000	6,000,000
Mutual Funds*	56,800,000	19.69%	56,800,000	56,800,000	56,800,000
Total Investments	\$288,448,148	100.00%	\$288,937,350	\$288,221,000	\$309,540,672

*Future Earnings Underterminable

PORTFOLIO ANALYSIS

Description	FY 2008 3rd Quarter	FY 2009 3rd Quarter	Change	Percentage Change
Amortized Cost of Investments	\$ 313,967,241	\$ 288,448,148	\$ (25,519,093)	\$ -8.13%
Market Value of Investments	\$ 315,472,341	\$ 288,937,350	\$ (26,534,991)	\$ -8.41%
Maturity Value of Investments	\$ 313,927,283	\$ 288,221,000	\$ (25,706,283)	\$ -8.19%
Average Days to Maturity	893	815	(78)	-8.73%
Quarter To Date Return on Investment	4.77%	2.30%	-2.47%	-51.78%
Rolling 12-Month Return on Investment	5.01%	3.49%	-1.52%	-30.34%
Earned Interest: Quarter To Date	\$ 3,570,348	\$ 1,546,562	\$ (2,023,786)	\$ -56.68%
Earned Interest: Year To Date	\$ 11,848,448	\$ 7,421,784	\$ (4,426,664)	\$ -37.36%
Number of Securities	18	23	5	27.78%

Interest rates generally decreased between March 2008 and March 2009. The yield earned on the portfolio followed this trend, and decreased as well. The yield earned was 2.30 percent for the quarter ended March 2009, while it was 4.77 percent for the quarter ended March 2008, a decrease of 2.47 percent. The interest earned quarter to date has decreased by \$2,023,786. The size of the Portfolio decreased by \$25,519,093, while the market value decreased by \$26,534,991. The difference of \$1,015,898 is a decrease in the market value of the Portfolio.

In accordance with State Law, the Interim Controller certifies that the securities held in the City Investment Portfolio comply with City policies. The Interim Controller further certifies that the City has funds available to meet its expenditure requirements for the next six months.

Amortized Cost - the total amount at which investments are carried on the City books. This amount includes the amortization and accretion of premiums and discounts, respectively.

Market Value - the total amount at which investments are being sold in the market. Market prices are provided by the Bank of New York.

Par Value - (also referred to as "par value") the total amount of the face or stated value of the investments at maturity.

Par Value + Accumulated Future Earnings - Par Value plus the future interest earnings on the investments if they were held to maturity.

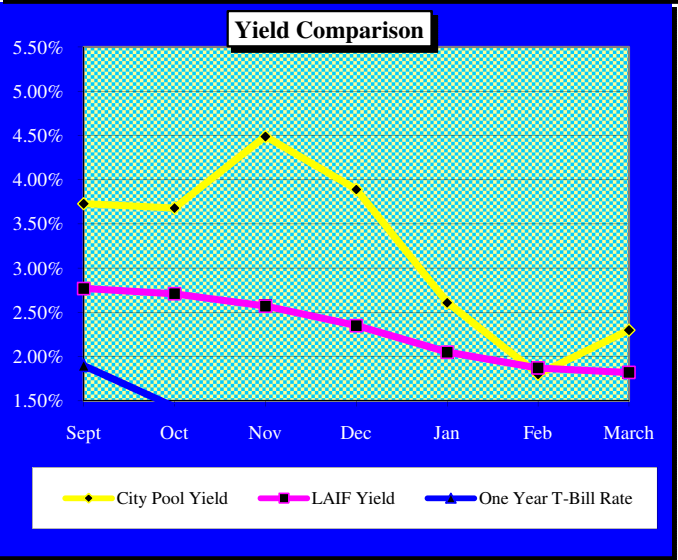
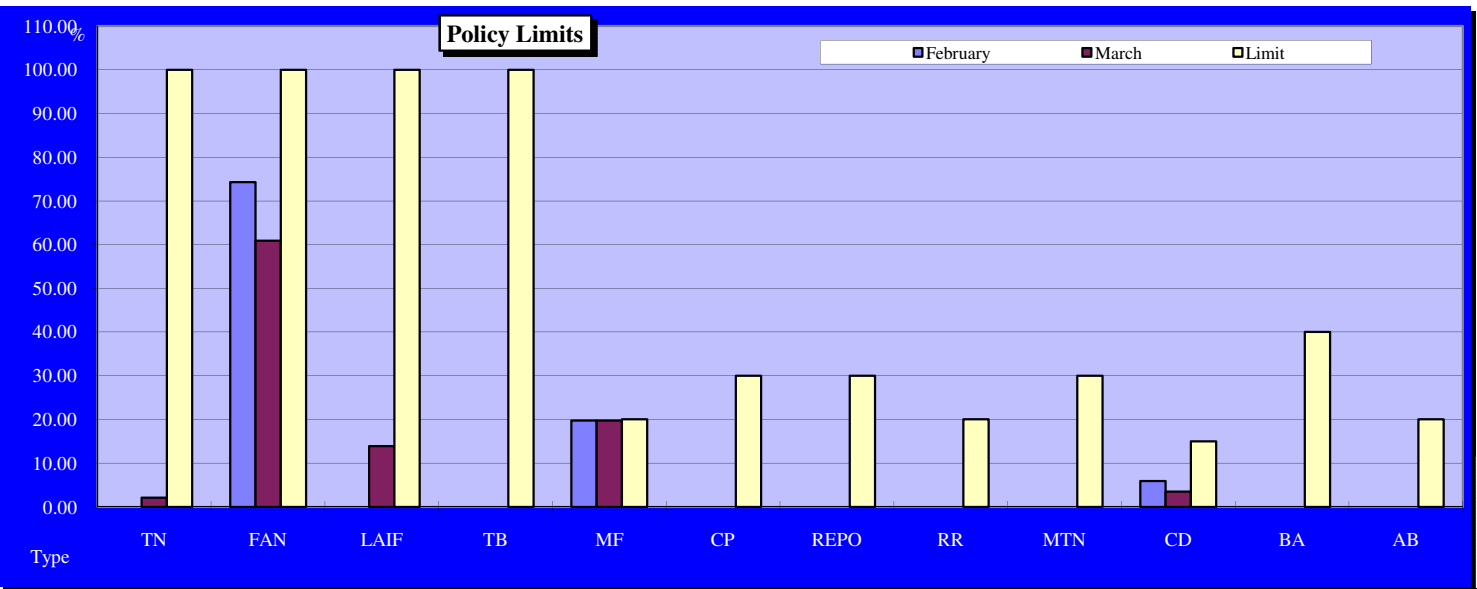
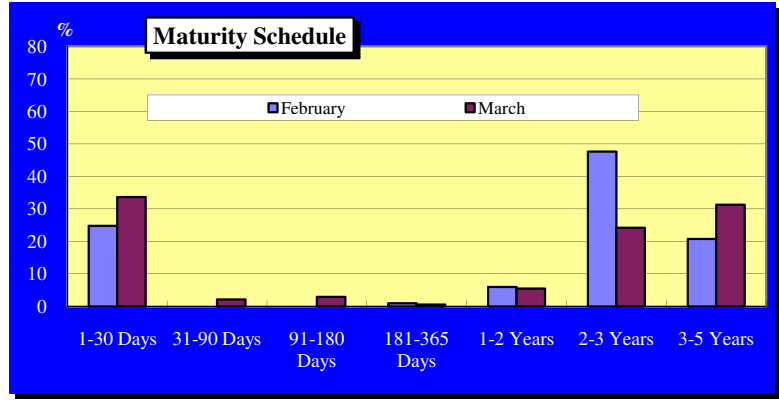
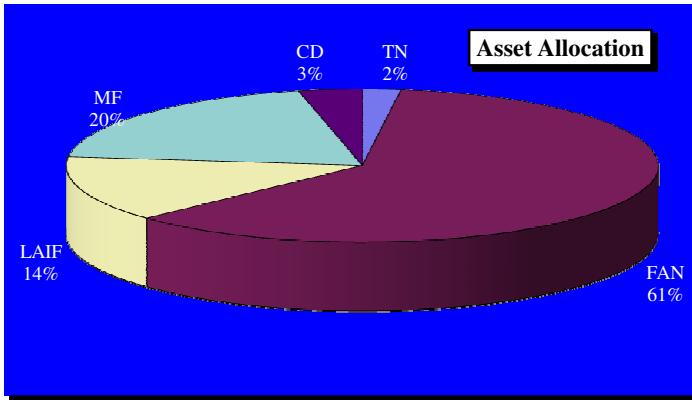
Average Days to Maturity - the average time in days left in the maturity of the investments.

Monthly Yield - the rate of return on investments as expressed in a percentage.

Rolling 12-Month Return - same Monthly yield, but for the past 12 months.

Earned Interest - the amount of income realized by all investments.

**CITY OF FRESNO
FINANCE DIVISION
PORTFOLIO STATUS REPORT
AS OF MARCH 2009**



Key	Investments	Par Value	
		February	March
TN	Treasury Notes	\$0	\$6,000,000
FAN	Federal Agency Notes	\$125,421,000	\$175,421,000
LAIF	Local Agency Investment Fund	\$0	\$40,000,000
MF	Mutual Funds	\$33,358,657	\$56,800,000
CD	Collateralized Deposits	\$10,000,000	\$10,000,000
REPO	Repurchase Agreements	\$0	\$0
RR	Reverse Repurchase	\$0	\$0
MTN	Medium Term Notes	\$0	\$0
CP	Commerical Paper	\$0	\$0
BA	Bankers Acceptance Notes	\$0	\$0
AB	Asset-Backed Securities	\$0	\$0
TB	Treasury Bills	\$0	\$0
	Total	\$168,779,657	\$288,221,000