

COMPOSITION OF NAPA COUNTY TREASURY

Effective: MAY 31, 2010

Investment	Principal	% of Total
U.S. Treasuries and Agencies		
Federal Ag Mortgage Corp	\$ -	
Federal Home Loan Mortg Corp	\$ 43,000,000.00	
Federal Farm Credit Bank	\$ 88,000,000.00	
Federal Home Loan Bank	\$ 170,005,000.00	
Federal Nat'l. Mortg Assn	\$ 99,000,000.00	
US Treasury Notes	\$ 37,000,000.00	
Student Loan Market Assn	\$ -	
Overnight Sweep	\$ 12,214,208.76	
Total, U.S. Treasuries and Agencies	\$ 449,219,208.76	85.37%
Corporate Bonds	\$ 23,250,000.00	4.42%
Bankers Acceptances	\$ -	0.00%
Commercial Paper	\$ -	0.00%
LAIF	\$ 40,000,000.00	7.60%
Teeter Notes	\$ 13,643,693.23	2.59%
Time Deposits	\$ 100,000.00	0.02%
Total of All Funds	\$ 526,212,901.99	100.00%

RELATIONSHIP TO POLICY

All investments are consistent with the County Investment Policy. There is sufficient liquidity to cover all anticipated cash flow needs for the pool participants for the next 6 months.

1. Safety - There are NO at risk investments in the portfolio.
2. Liquidity - 38.9% of the portfolio matures within 90 days.
\$40,000,000.00 are available on a daily basis and \$461,732,729.76 could be liquidated at a profit.
3. Maximization - Interest maximization is consistent with safety, liquidity and cashflow considerations.

Investment vehicles used during the month of May 2010 were :
Agencies of the Federal Government, Certificates of Deposit, LAIF, Teeter Notes, Corporate Bonds, US Treasury Notes and overnight SWEEP (Repo) .

The average weighted days to maturity was 442 days.
There were no "when issued" trading nor were there any swaps of securities.
No reverse repo's and no securities lending.

SUMMARY

A comparison of the Investment Portfolios of May 2009 with that of May 2010 is as follows:

	May 2009	May 2010
Gov't. Securities, Com'l Paper & LAIF	438,285,370.72	512,469,208.76
Teeter Notes	10,777,458.35	13,643,693.23
Time Bank Deposits	100,000.00	100,000.00
TOTAL	449,162,829.07	526,212,901.99

A comparison of interest received during the month of May 2009 with that of May 2010 is as follows:

	May 2009	May 2010
Interest on Gov't. Securities	458,680.47	371,602.74
Interest of LAIF	0.00	0.00
Interest on Teeter Notes	0.00	0.00
Interest on Time Deposits	0.00	0.00
Interest on Trust Account	0.00	0.00
TOTAL	458,680.47	371,602.74

A comparison of the cumulative interest received in the period of July 1, 2008 thru June 30, 2009 with that of July 1, 2009 thru June 30, 2010.

	2008-09	2009-2010
Interest on Gov't. Securities	10,568,364.91	4,441,806.50
Interest on LAIF	1,008,220.30	354,042.68
Interest on Teeter Notes	309,259.47	327,534.56
Interest on Time Deposits	971.11	664.44
Interest on Trust Account	56,265.70	7,646.68
TOTAL	11,943,081.49	5,131,694.86

Investment Performance Report

05/01/10 - 05/31/10

Portfolio Group: All Portfolios

Period	
	31.00
Number of Purchases	
Total Par Value of Purchases	\$249,550,704.90
Average Cost Per Purchase	\$8,048,488.50
Weighted Average Days to Maturity of Purchases	78
Weighted Average Yield to Maturity of Purchases	0.20104
Holdings	
Average Daily Holdings	\$536,843,718.76
Total Par Value at End Of Period	\$526,212,901.99
Weighted Average Days to Maturity at End of Period	442
Weighted Average Yield to Maturity at End of Period	0.991976
Minimum Par During Period	\$471,998,693.23
Maximum Par During Period	\$794,890,809.67