



Investment Performance Review
Fourth Quarter 2012

PFM Asset Management LLC

50 California Street, Suite 2300
San Francisco, CA 94111
(415)982-5544
fax (415)982-4513
spykem@pfm.com



Summary

- In the fourth quarter, the markets were impacted by U.S. politics and policies—particularly the presidential election, the Federal Reserve's (Fed's) new round of quantitative easing (QE), and "fiscal cliff" negotiations.
- The U.S. housing market continued to show signs of improvement, and the unemployment rate was unchanged for the quarter at 7.8%.
- The domestic economy has seen modest growth over the past year, and while the resolution of the "fiscal cliff" talks has relieved investors, the federal debt ceiling must now be addressed.

Economic Snapshot

- New-home sales in the U.S. rose to their highest level in two-and-a-half years in November, jumping 15.3% higher from where they were a year ago.
- The Consumer Price Index rose 1.8% year over year in November before seasonal adjustment. Wage increases have been subdued as evidenced by the change in hourly earnings, which has averaged less than 2% in recent months.
- Fourth-quarter U.S. gross domestic product (GDP) growth is expected to be in a range of 1% to 2%, which is slower than GDP growth experienced in the third quarter.
- Hurricane Sandy, which blew through the East Coast in October, caused large amounts of damage, closed the markets for two days and depressed economic activity in about a third of the nation.
- European stock markets took an upward turn for the quarter, as the MSCI Europe Index rose 7.02% for the quarter in U.S. dollar terms.

Interest Rates

- Interest rates rose slightly for the quarter across most maturities, while yield spreads on Agencies, corporates, and mortgage-backed securities (MBS) remained narrow.
- Treasury yields fell in the first half of November, but then rose as investors turned away from fixed income to the rallying stock market.
- The Fed announced that it will keep short-term rates at extremely low levels until the unemployment rate falls below 6.5%, and the prospect remains for long-run inflation to stay below 2.5%. The Fed also initiated further QE with an open-ended program to buy \$45 billion in Treasuries each month in addition to its monthly purchases of \$40 billion in Agency mortgage-backed securities.

Sector Performance

- Returns of high-quality corporate bonds (especially Financials) performed well for the quarter, as these issuers continued to be bolstered by global central bank support for financial markets. Security selection has been especially important when purchasing corporates.
- The Fed's QE3 purchase program initially caused Agency MBS to appreciate sharply on value, but that quickly reversed and Agency MBS underperformed other fixed-income sectors for the quarter.
- Municipal bonds struggled in the fourth quarter, as investors were uncertain whether their tax-exempt status would be changed as part of a "fiscal cliff" deal.
- Supply reductions kept Agency spreads at historically tight levels, and Agencies became relatively less attractive over the quarter.

The views expressed within this material constitute the perspective and judgment of PFM Asset Management LLC (PFMAM) at the time of distribution and are subject to change. Information is obtained from sources generally believed to be reliable and available to the public; however, PFMAM cannot guarantee its accuracy, completeness or suitability. This material is for general information purposes only and is not intended to provide specific advice or recommendation. The information contained in this report is not an offer to purchase or sell any securities.

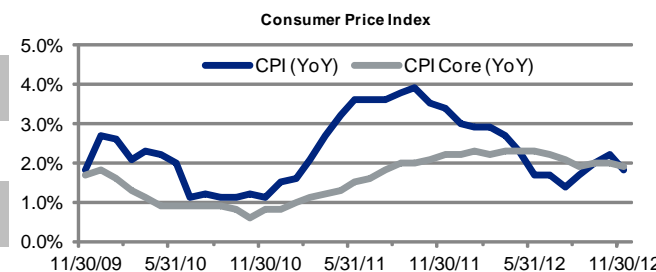
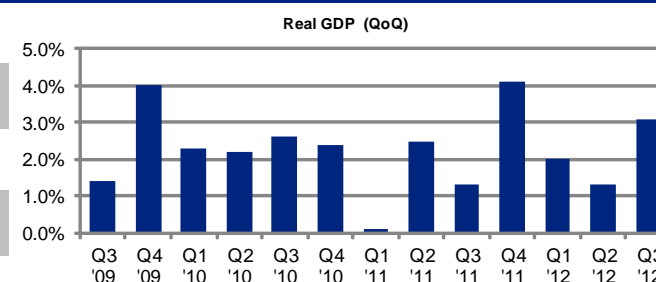
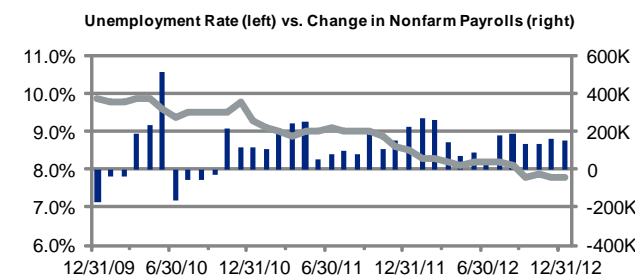


Economic Snapshot

Labor Market		Latest	Sep 2012	Dec 2011
Unemployment Rate	Dec	7.8%	7.8%	8.5%
Change In Non-Farm Payrolls	Dec	155,000	132,000	223,000
Average Hourly Earnings (YoY)	Dec	2.1%	1.9%	2.1%
Personal Income (YoY)	Nov	4.1%	3.5%	3.6%
Initial Jobless Claims	Dec 28	372,000	369,000	383,000

Growth		Latest	Sep 2012	Dec 2011
Real GDP (QoQ SAAR)	Q3	3.1%	1.3% ¹	4.1% ²
GDP Personal Consumption (QoQ SAAR)	Q3	1.6%	1.5% ¹	2.0% ²
Retail Sales (YoY)	Nov	3.7%	5.4%	6.8%
ISM Manufacturing Survey	Dec	50.7	51.5	53.1
Existing Home Sales (millions)	Nov	5.04	4.69	4.38

Inflation / Prices		Latest	Sep 2012	Dec 2011
Personal Consumption Expenditures (YoY)	Nov	1.4%	1.6%	2.4%
Consumer Price Index (YoY)	Nov	1.8%	2.0%	3.0%
Consumer Price Index Core (YoY)	Nov	1.5%	2.1%	4.7%
Crude Oil Futures (WTI, per barrel)	Dec 31	\$91.82	\$92.19	\$98.83
Gold Futures (oz)	Dec 31	\$1,676	\$1,771	\$1,567



1. Data as of Second Quarter 2012

2. Data as of Fourth Quarter 2011

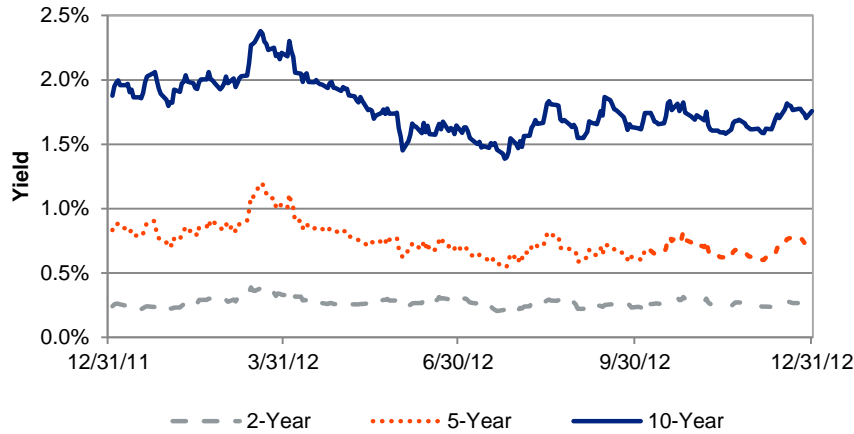
Note: YoY = year over year, QoQ = quarter over quarter, SAAR = seasonally adjusted annual rate, WTI = West Texas Intermediate crude oil

Source: Bloomberg

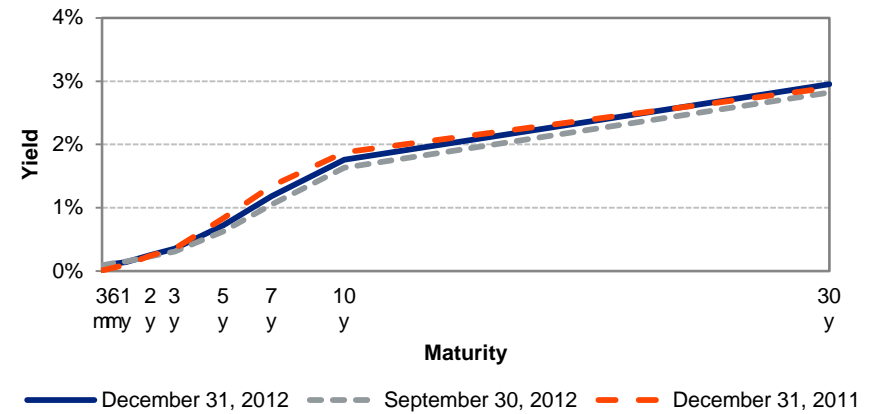


Interest Rate Overview

U.S. Treasury Note Yields

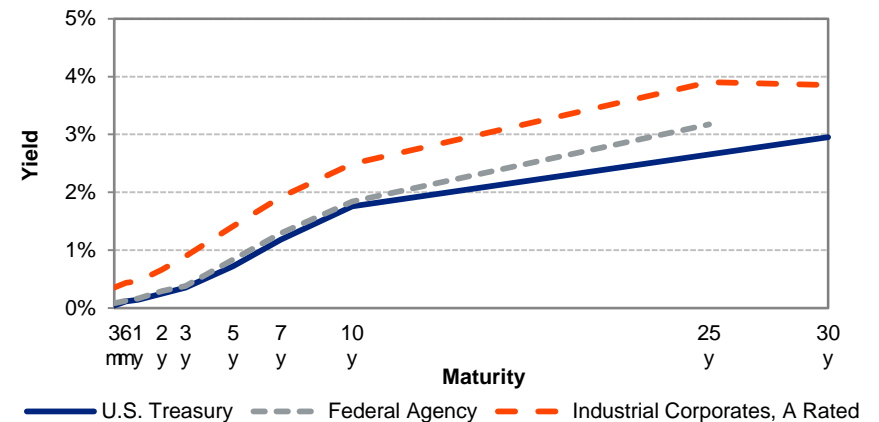


U.S. Treasury Note Yield Curve



Maturity	12/31/12	9/30/12	Change over Quarter	12/31/11	Change over Year
3-month	0.09%	0.12%	(0.03%)	0.02%	0.07%
1-year	0.14%	0.16%	(0.02%)	0.13%	0.01%
2-year	0.27%	0.25%	0.03%	0.28%	(0.00%)
5-year	0.74%	0.63%	0.11%	0.85%	(0.11%)
10-year	1.81%	1.70%	0.12%	1.96%	(0.14%)
30-year	2.94%	2.82%	0.12%	2.91%	0.03%

Yield Curves as of 12/31/12



Source: Bloomberg



B of A Merrill Lynch Index Returns

	As of 12/31/2012		Periods Ended 12/31/2012		
	Duration	Yield	3 Month	1 Year	3 Years
1-3 Year Indices					
U.S. Treasury	1.87	0.26%	0.07%	0.43%	1.44%
Federal Agency	1.70	0.31%	0.12%	0.85%	1.56%
U.S. Corporates, A-AAA Rated	1.94	0.95%	0.44%	4.02%	3.31%
Agency MBS (0 to 3 years)	1.85	1.37%	(0.31%)	1.60%	3.42%
Municipals	1.81	0.61%	0.02%	1.03%	1.56%
1-5 Year Indices					
U.S. Treasury	2.72	0.38%	0.04%	0.91%	2.62%
Federal Agency	2.36	0.44%	0.16%	1.38%	2.28%
U.S. Corporates, A-AAA Rated	2.80	1.22%	0.55%	5.85%	4.70%
Agency MBS (0 to 5 years)	2.11	1.45%	(0.26%)	2.50%	4.45%
Municipals	2.53	0.84%	(0.10%)	1.63%	2.37%
Master Indices					
U.S. Treasury	5.99	0.96%	(0.10%)	2.16%	5.89%
Federal Agency	3.84	0.85%	0.22%	2.44%	4.10%
U.S. Corporates, A-AAA Rated	6.80	2.32%	0.79%	9.19%	8.32%
Agency MBS	2.14	1.47%	(0.27%)	2.59%	4.78%
Municipals	7.47	2.59%	0.51%	7.26%	6.83%

Returns for periods greater than one year are annualized

Source: Bloomberg

Portfolio Summary

<u>Total Portfolio Value</u>	<u>December 31, 2012</u>	<u>September 30, 2012</u>
Market Value	\$174,338,594.60	\$164,868,084.03
Amortized Cost	\$173,744,334.34	\$164,150,305.40

PORTFOLIO RECAP

- The portfolio complies with the California Government Code and the City's investment policy. The portfolio is well diversified among U.S. Treasury, Federal Agency, certificates of deposit, high-quality corporates, municipal securities, LAIF, and money market instruments.
- Facing high political and policy risks, which do not lend themselves well to fundamental economic analysis, the portfolio's allocation to U.S. Treasuries was increased. Federal Agency bonds are at historically tight spreads, which have made Treasuries an attractive investment on a relative basis.
- The threat of at least a partial government shutdown and the possible delay of tax refunds due to limits on the debt ceiling sometime around late February / early March throws a wrench into the outlook for the first quarter. Uncertainties concerning fiscal policy are likely to push positive economic developments to the background.
- The Federal Open Market Committee agreed at its December meeting to continue monthly purchases of \$40 billion in Agency mortgage-backed securities (MBS) and to begin yet another round of easing, with an open-ended program to buy \$45 billion in Treasuries each month to support the still fragile economic recovery. For the first time, the Federal Reserve (Fed) tied the continuation of these programs to goals for unemployment (below 6.5%) and inflation (no more than 2.5%).
- 2012 was a year of record corporate bond issuance and new bonds offered attractive yield premiums over bonds in the secondary market. PFM exploited this opportunity by making strategic purchases of attractive corporate issues, or by selling corporate issues that had outperformed and replacing them with new issues.
- Spread contractions within the corporate sector and Federal Agency sector allowed the portfolio to outperform the City's benchmark by 7 basis points during the quarter.

Portfolio Summary - continued

PORTFOLIO STRATEGY

- Interest rates will likely remain low as the Federal Reserve is expected to maintain its extraordinarily accommodative monetary policy. Given this outlook, we intend to keep the portfolio's duration in-line with that of the benchmarks.
- In this environment, our approach to security selection will employ more of a bottom-up analysis of individual issues, rather than a top-down approach of shifting sector allocations based on a macroeconomic view. We will use this bottom-up approach in the selection of individual corporate and municipal bonds, as well as negotiable CDs in the money market space.
- Our strategy for the upcoming quarter is very simple: With rates in established ranges, focus on adding incremental yield found in the corporate and municipal areas, where we will concentrate our investment research.
- Corporate yield spreads tightened sharply throughout 2012, but remain attractive. We believe new issues will continue to offer good value and excellent entry points for adding to allocations.
- As always, we strive to maintain safety of principal and appropriate liquidity, while seeking opportunities to add value through active management. Our strategy will remain flexible and may change in response to changes in interest rates, economic data, market outlook or specific opportunities that arise.

Year-To-Date Cash-Basis Earnings Analysis (Monthly)^{1,2,3,4}

	Fiscal Year 2011/12	Fiscal Year 2012/2013	Fiscal Year 2012/2013	Fiscal Year 2012/2013	Fiscal Year 2012/2013	Current Forecast	Fiscal Year 2011/2012	Fiscal Year 2012/2013
Month	Actual	Budget	Year-To-Date Actual	Current Forecast	Actual/Forecast vs. Budget	FY 2011/12 vs. FY 2012/13	Par Value of Portfolio	
July	\$81,922	163,200	168,755	168,755	5,555	86,833	180,335,000	164,384,000
August	\$316,655	326,500	326,564	326,564	64	9,909	168,150,000	155,424,000
September	\$475,981	127,300	127,385	127,385	85	(348,596)	163,300,000	148,854,000
October	\$384,046	42,400	31,289	31,289	(11,111)	(352,756)	163,355,000	148,754,000
November	\$709,246	477,200	526,209	526,209	49,009	(183,037)	159,025,000	148,804,000
December	\$175,209	146,600	(2,106)	(2,106)	(148,706)	(177,314)	158,960,000	158,574,000
January	\$451,704	411,500		411,500	-	(40,204)	163,915,000	
February	\$157,922	317,200		317,200	-	159,278	163,985,000	
March	(\$116,225)	41,300		41,300	-	157,525	163,660,000	
April	\$366,731	42,400		42,400	-	(324,331)	163,170,000	
May	\$234,312	472,100		472,100	-	237,788	164,164,000	
June	(\$37,401)	111,500		111,500	-	148,901	164,229,000	
Total	3,200,103	2,679,200	1,178,098	2,574,098	(105,102)	(626,005)	164,687,333	154,132,333
Cash Return	1.94%	1.74%	0.76%	1.67%				

Notes:

1. Earnings based on the City's cash receipt based (non GAAP) accounting methodology.
2. Monthly volatility reflects actual and expected timing of receipt of coupon payments and other cash-based earnings.
3. Cash return is total cash earnings divided by average portfolio balance.
4. Earnings do not include LAIF.

Year-To-Date Cash-Basis Earnings Analysis (Cumulative)^{1,2,3,4}

Month	Fiscal Year 2011/12	Fiscal Year 2012/2013	Fiscal Year 2012/2013	Fiscal Year 2012/2013	Fiscal Year 2012/2013	Current Forecast	Fiscal Year 2011/2012	Fiscal Year 2012/2013
	Actual	Budget	Year-To-Date Actual	Current Forecast	Actual/Forecast vs. Budget	FY 2011/12 vs. FY 2010/11	Par Value of Portfolio	
July	81,922	163,200	168,755	168,755	5,555	86,833	180,335,000	164,384,000
August	398,577	489,700	495,319	495,319	5,619	96,742	168,150,000	155,424,000
September	874,559	617,000	622,705	622,705	5,705	(251,854)	163,300,000	148,854,000
October	1,258,604	659,400	653,994	653,994	(5,406)	(604,610)	163,355,000	148,754,000
November	1,967,850	1,136,600	1,180,203	1,180,203	43,603	(787,647)	159,025,000	148,804,000
December	2,143,059	1,283,200	1,178,098	1,178,098	(105,102)	(964,961)	158,960,000	158,574,000
January	2,594,762	1,694,700	1,178,098	1,589,598	(105,102)	(1,005,165)	163,915,000	
February	2,752,684	2,011,900	1,178,098	1,906,798	(105,102)	(845,887)	163,985,000	
March	2,636,460	2,053,200	1,178,098	1,948,098	(105,102)	(688,362)	163,660,000	
April	3,003,191	2,095,600	1,178,098	1,990,498	(105,102)	(1,012,693)	163,170,000	
May	3,237,504	2,567,700	1,178,098	2,462,598	(105,102)	(774,906)	164,164,000	
June	3,200,103	2,679,200	1,178,098	2,574,098	(105,102)	(626,005)	164,229,000	
Total	3,200,103	2,679,200	1,178,098	2,574,098	(105,102)	(626,005)	164,687,333	154,132,333
Cash Return	1.94%	1.74%	0.76%	1.67%				

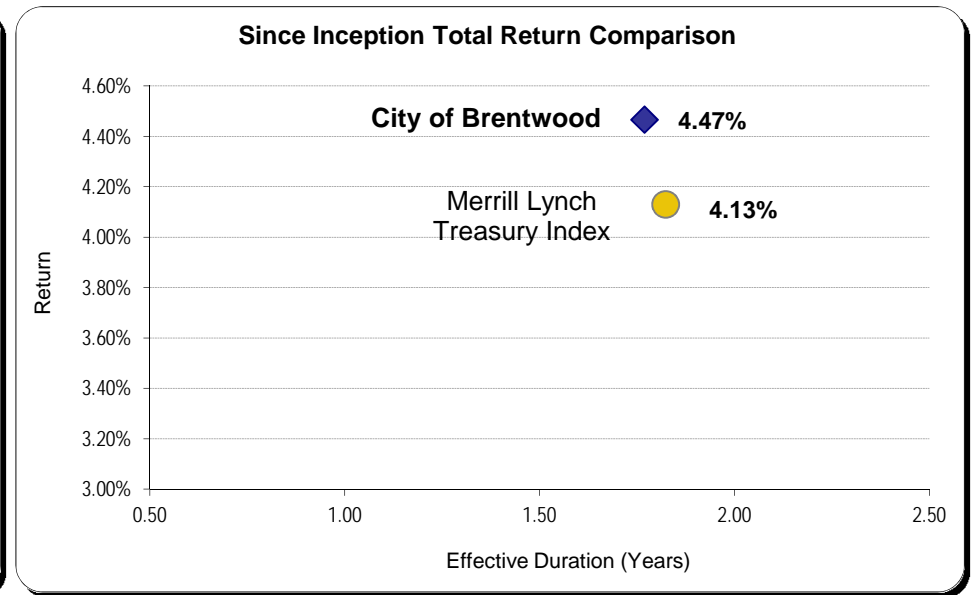
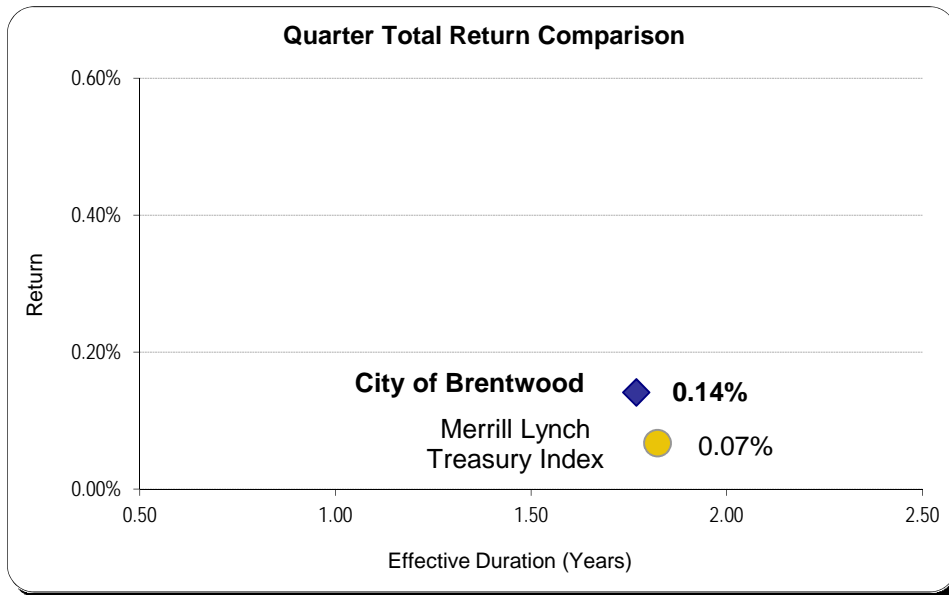
Notes:

1. Earnings based on the City's cash receipt based (non GAAP) accounting methodology.
2. Monthly volatility reflects actual and expected timing of receipt of coupon payments and other cash-based earnings.
3. Cash return is total cash earnings divided by average portfolio balance.
4. Earnings do not include LAIF.

Portfolio Performance

Total Return ^{1,2,3,4,5}	Quarter Ended December 31, 2012	Past Year	Past 3 Years	Past 5 Years	Since Inception
City of Brentwood	0.14%	1.26%	1.79%	2.94%	4.47%
Merrill Lynch Treasury Index	0.07%	0.43%	1.44%	2.32%	4.13%

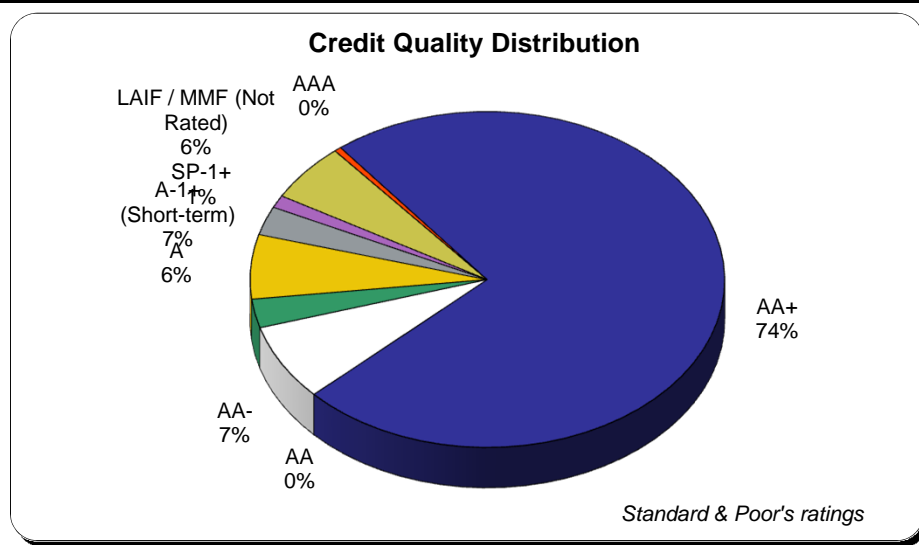
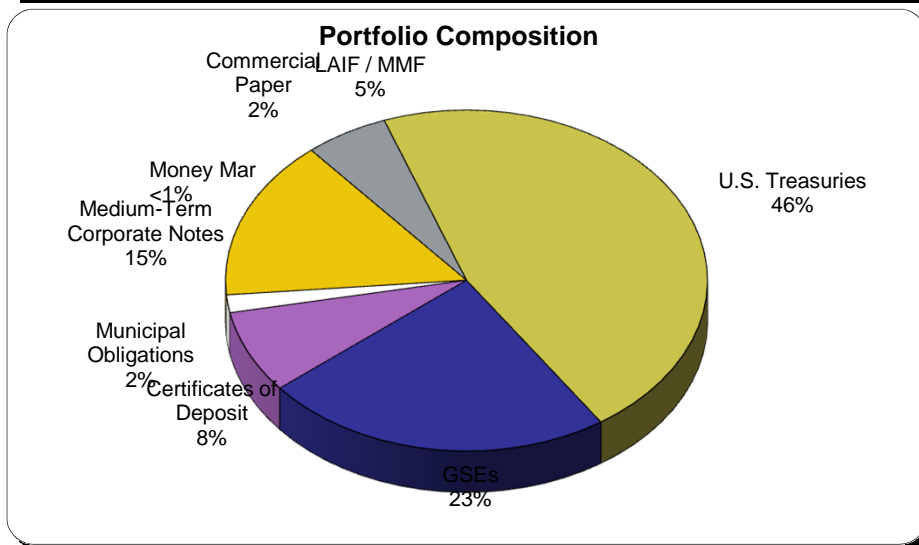
Effective Duration ^{4,5,6}	December 31, 2012	September 30, 2012	Yields	December 31, 2012	September 30, 2012
City of Brentwood	1.77	1.77	Yield at Market	0.37%	0.41%
Merrill Lynch Treasury Index	1.80	1.82	Yield on Cost	0.61%	0.68%



- Notes:
1. Performance on trade date basis, gross (i.e., before fees), in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).
 2. Quarterly returns are presented on an unannualized basis. Performance numbers for periods greater than one year are presented on an annualized basis.
 3. Merrill Lynch Indices provided by Bloomberg Financial Markets.
 4. Includes money market fund/cash in performance and duration computations and excludes LAIF from performance, yield and duration computations.
 5. Short-term funds are not included in performance and duration calculations.
 6. Merrill Lynch 9-12 Month U.S. Treasury Bill Index for quarters through March 31, 2001, Merrill Lynch 9-12 Month U.S. Treasury Note Index ending June 30, 2002 and Merrill Lynch 1-3 Year U.S. Treasury Note Index beginning July 1, 2002.
 7. Inception date is 12/31/92.

Portfolio Composition and Credit Quality Characteristics

<u>Security Type¹</u>	<u>December 31, 2012</u>	<u>% of Portfolio</u>	<u>September 30, 2012</u>	<u>% of Portfolio</u>	<u>Permitted by Policy</u>
U.S. Treasuries	\$80,452,367.62	46%	\$60,449,277.91	37%	100%
Federal Agencies	\$40,976,070.99	24%	\$39,021,971.56	24%	100%
GSEs ²	\$40,976,070.99	24%	\$39,021,971.56	24%	100%
FDIC-Guaranteed Corporates ³	\$0.00	0%	\$0.00	0%	100%
Commercial Paper	\$0.00	0%	\$2,496,150.00	2%	25%
Certificates of Deposit	\$13,669,747.24	8%	\$18,487,988.15	11%	30%
California Municipal Obligations	\$2,946,586.42	2%	\$4,719,079.73	3%	100%
Medium-Term Corporate Notes	\$26,533,433.07	15%	\$28,966,777.60	18%	30%
Money Market Fund/Cash	\$7,819.42	<1%	\$224,269.24	0%	15%
LAIF	\$9,752,569.84	5%	\$10,502,569.84	8%	\$50 Million
Totals	\$174,338,594.60	100%	\$164,868,084.03	100%	

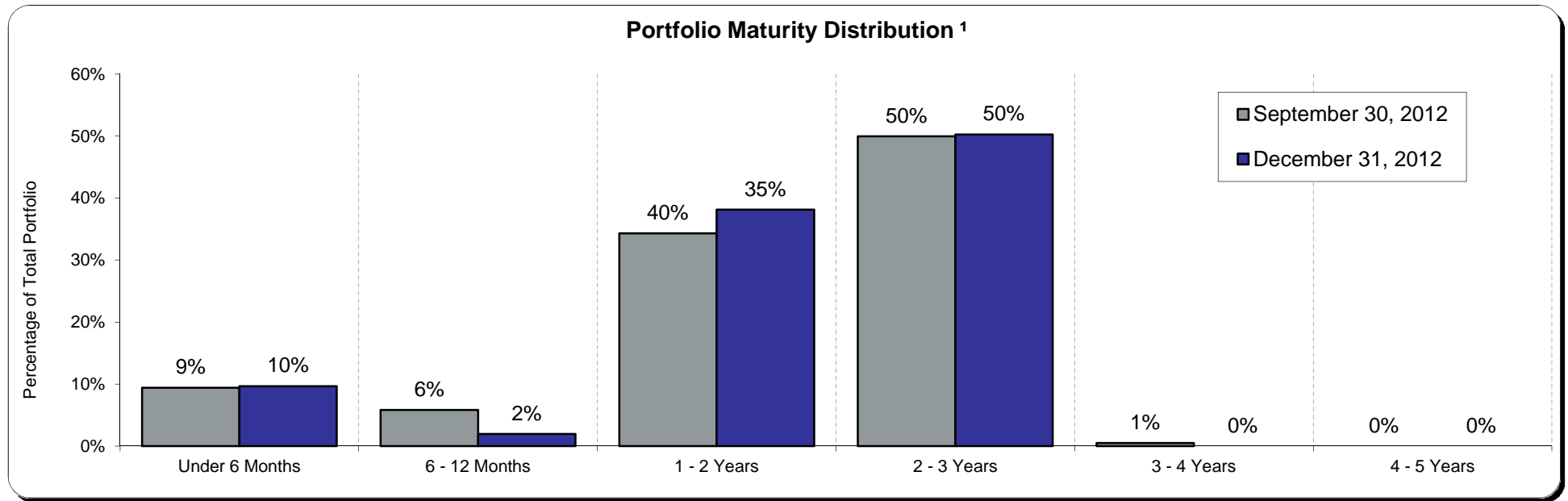


Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. Government sponsored enterprises including, but not limited to Fannie Mae, Freddie Mac, Federal Home Loan Bank system and Federal Farm Credit Banks.
3. Debt guaranteed under the Federal Deposit Insurance Corporation's Temporary Liquidity Guarantee Program and backed by the full faith and credit of the United States.

Portfolio Maturity Distribution

<u>Maturity Distribution</u> ¹	<u>December 31, 2012</u>	<u>September 30, 2012</u>
Under 6 Months	\$16,872,001.36	\$15,527,985.59
6 - 12 Months	\$3,385,538.92	\$9,614,915.48
1 - 2 Years	\$66,468,894.23	\$56,538,693.65
2 - 3 Years	\$87,612,160.09	\$82,348,789.04
3-4 Years	\$0.00	\$837,700.27
4 - 5 Years	\$0.00	\$0.00
5 Years and Over	\$0.00	\$0.00
Totals	\$174,338,594.60	\$164,868,084.03



Notes:
 1. Callable securities in portfolio, if any, are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.



Managed Account Summary Statement

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Transaction Summary - Managed Account

Opening Market Value	\$153,927,625.37
Maturities/Calls	0.00
Principal Dispositions	0.00
Principal Acquisitions	10,046,255.16
Unsettled Trades	0.00
Change in Current Value	(171,487.89)
Closing Market Value	\$163,802,392.64

Cash Transactions Summary - Managed Account

Maturities/Calls	0.00
Sale Proceeds	0.00
Coupon/Interest/Dividend Income	31,824.68
Principal Payments	0.00
Security Purchases	(10,080,185.64)
Net Cash Contribution	10,000,000.00
Reconciling Transactions	0.00

Earnings Reconciliation (Cash Basis) - Managed Account

Interest/Dividends/Coupons Received	31,824.68
Less Purchased Interest Related to Interest/Coupons	(33,930.48)
Plus Net Realized Gains/Losses	0.00
Total Cash Basis Earnings	(\$2,105.80)

Cash Balance

Closing Cash Balance	\$7,819.42
-----------------------------	-------------------

Earnings Reconciliation (Accrual Basis)

	Total
Ending Amortized Value of Securities	163,208,132.38
Ending Accrued Interest	775,812.70
Plus Proceeds from Sales	0.00
Plus Proceeds of Maturities/Calls/Principal Payments	0.00
Plus Coupons/Dividends Received	31,824.68
Less Cost of New Purchases	(10,080,185.64)
Less Beginning Amortized Value of Securities	(153,350,558.77)
Less Beginning Accrued Interest	(503,721.38)
Total Accrual Basis Earnings	\$81,303.97



Portfolio Summary and Statistics

For the Month Ending **December 31, 2012**

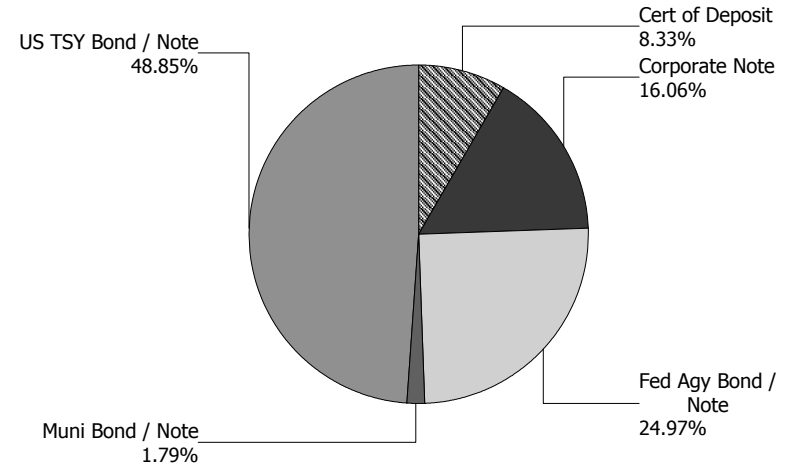
CITY OF BRENTWOOD

Account Summary

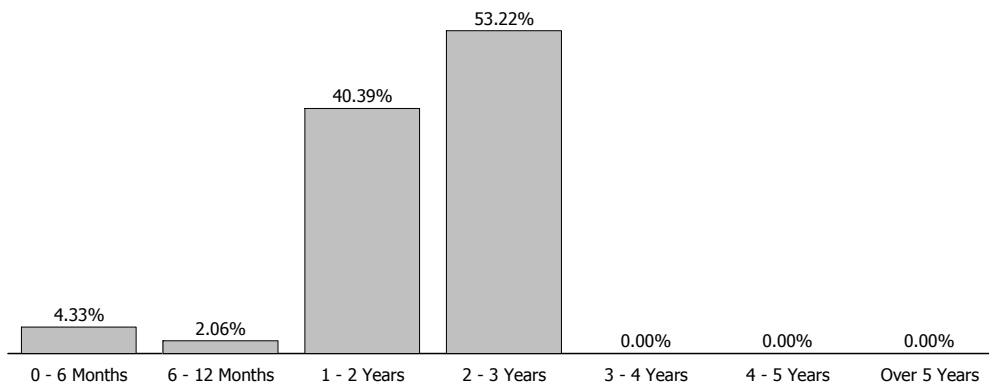
Description	Par Value	Market Value	Percent
U.S. Treasury Bond / Note	75,720,000.00	80,018,288.91	48.85
Municipal Bond / Note	2,905,000.00	2,927,603.00	1.79
Federal Agency Bond / Note	40,725,000.00	40,895,964.00	24.97
Corporate Note	25,624,000.00	26,311,755.29	16.06
Certificate of Deposit	13,600,000.00	13,648,781.44	8.33
Managed Account Sub-Total	158,574,000.00	163,802,392.64	100.00%
Accrued Interest		775,812.70	
Total Portfolio	158,574,000.00	164,578,205.34	

Unsettled Trades **0.00** **0.00**

Sector Allocation



Maturity Distribution



Characteristics

Yield to Maturity at Cost	0.61%
Yield to Maturity at Market	0.37%
Duration to Worst	1.77
Weighted Average Days to Maturity	703



Managed Account Issuer Summary

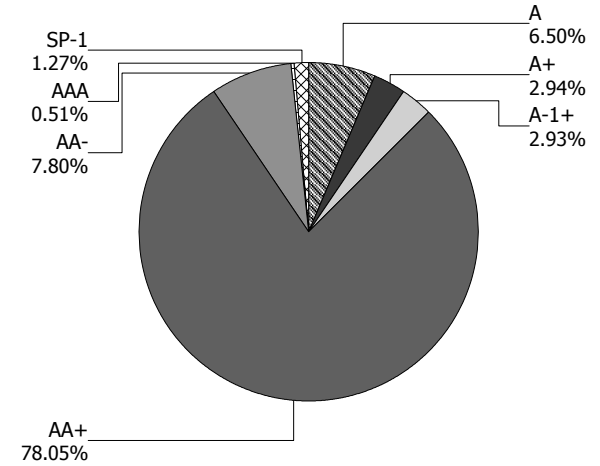
For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Issuer Summary

Issuer	Market Value of Holdings	Percent
BANK OF NOVA SCOTIA	4,813,137.60	2.94
CA ST DEPT OF WATER REV BONDS	841,209.60	0.51
CATERPILLAR INC	4,849,902.71	2.96
DEERE & COMPANY	939,973.68	0.57
FANNIE MAE	28,837,092.86	17.60
FREDDIE MAC	12,058,871.14	7.36
GENERAL ELECTRIC CO	6,922,889.90	4.23
IBM CORP	7,235,070.70	4.42
JP MORGAN CHASE & CO	4,237,327.42	2.59
PROCTER & GAMBLE CO	1,509,645.00	0.92
STANDARD CHARTERED BANK	4,803,603.84	2.93
STATE OF CALIFORNIA	2,086,393.40	1.27
THE WALT DISNEY CORPORATION	616,945.88	0.38
UNITED STATES TREASURY	80,018,288.91	48.86
WESTPAC BANKING CORP NY	4,032,040.00	2.46
Total	\$163,802,392.64	100.00%

Credit Quality (S&P Ratings)





Managed Account Detail of Securities Held

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 10/31/2008 2.750% 10/31/2013	912828JQ4	3,300,000.00	AA+	Aaa	12/18/12	12/19/12	3,373,605.47	0.17	15,542.82	3,370,549.88	3,369,996.10
US TREASURY NOTES DTD 05/17/2004 4.750% 05/15/2014	912828CJ7	3,100,000.00	AA+	Aaa	12/18/12	12/19/12	3,295,808.59	0.25	19,118.09	3,290,814.21	3,291,328.90
US TREASURY N/B DTD 07/31/2012 0.125% 07/31/2014	912828TF7	1,785,000.00	AA+	Aaa	10/23/12	10/26/12	1,779,909.96	0.29	933.73	1,780,434.42	1,782,001.20
US TREASURY NOTES DTD 11/02/2009 2.375% 10/31/2014	912828LS7	3,575,000.00	AA+	Aaa	02/22/12	02/23/12	3,761,430.67	0.42	14,541.95	3,702,246.55	3,712,694.70
US TREASURY N/B DTD 11/15/2011 0.375% 11/15/2014	912828RQ5	3,000,000.00	AA+	Aaa	11/29/11	11/30/11	2,998,125.00	0.40	1,460.64	2,998,812.63	3,007,032.00
US TREASURY NOTES DTD 11/15/2004 4.250% 11/15/2014	912828DC1	5,000,000.00	AA+	Aaa	04/23/12	04/24/12	5,496,093.75	0.35	27,589.78	5,363,166.40	5,371,290.00
US TREASURY NOTES DTD 11/15/2004 4.250% 11/15/2014	912828DC1	7,305,000.00	AA+	Aaa	05/21/12	05/22/12	8,002,684.57	0.38	40,308.67	7,831,501.45	7,847,454.69
US TREASURY NOTES DTD 02/01/2010 2.250% 01/31/2015	912828MH0	7,030,000.00	AA+	Aaa	01/23/12	01/26/12	7,419,121.48	0.40	66,192.80	7,299,264.18	7,317,794.14
US TREASURY NOTES DTD 02/01/2010 2.250% 01/31/2015	912828MH0	10,210,000.00	AA+	Aaa	06/28/12	06/29/12	10,701,755.08	0.38	96,134.92	10,605,908.98	10,627,976.98
US TREASURY NOTES DTD 03/01/2010 2.375% 02/28/2015	912828MR8	3,030,000.00	AA+	Aaa	03/13/12	03/14/12	3,195,703.13	0.51	24,451.35	3,151,093.13	3,166,350.00
US TREASURY NOTES DTD 04/30/2010 2.500% 04/30/2015	912828MZ0	5,085,000.00	AA+	Aaa	10/04/12	10/09/12	5,370,832.62	0.29	21,772.79	5,345,116.01	5,344,019.73
US TREASURY NOTES DTD 05/16/2005 4.125% 05/15/2015	912828DV9	3,000,000.00	AA+	Aaa	07/30/12	07/31/12	3,316,171.88	0.33	16,066.99	3,268,708.14	3,269,765.63
US TREASURY NOTES DTD 05/16/2005 4.125% 05/15/2015	912828DV9	4,550,000.00	AA+	Aaa	09/06/12	09/10/12	5,011,042.97	0.32	24,368.27	4,958,046.87	4,959,144.53
US TREASURY NOTES DTD 06/01/2010 2.125% 05/31/2015	912828NF3	7,200,000.00	AA+	Aaa	11/01/12	11/06/12	7,526,812.50	0.35	13,450.55	7,507,341.50	7,512,184.80



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 08/02/2010 1.750% 07/31/2015	912828NP1	1,480,000.00	AA+	Aaa	09/06/12	09/10/12	1,540,414.06	0.33	10,838.59	1,534,019.48	1,534,111.76
US TREASURY NOTES DTD 11/15/2005 4.500% 11/15/2015	912828EN6	7,070,000.00	AA+	Aaa	11/29/12	11/30/12	7,933,037.11	0.35	41,306.77	7,907,364.72	7,905,143.75

Security Type Sub-Total		75,720,000.00					80,722,548.84	0.35	434,078.71	79,914,388.55	80,018,288.91
--------------------------------	--	----------------------	--	--	--	--	----------------------	-------------	-------------------	----------------------	----------------------

Municipal Bond / Note											
CA ST REV BONDS DTD 08/23/2012 2.500% 06/20/2013	13063BB68	2,065,000.00	SP-1	MIG1	08/17/12	08/23/12	2,100,125.65	0.43	18,528.42	2,084,838.41	2,086,393.40
CA ST DEPT OF WATER REV BONDS DTD 09/27/2012 0.650% 12/01/2015	13066KX87	840,000.00	AAA	Aa1	09/19/12	09/27/12	840,000.00	0.65	455.00	840,000.00	841,209.60

Security Type Sub-Total		2,905,000.00					2,940,125.65	0.50	18,983.42	2,924,838.41	2,927,603.00
--------------------------------	--	---------------------	--	--	--	--	---------------------	-------------	------------------	---------------------	---------------------

Federal Agency Bond / Note											
FNMA NOTES DTD 07/18/2011 0.875% 08/28/2014	3135G0BY8	1,150,000.00	AA+	Aaa	02/06/12	02/07/12	1,163,880.50	0.40	3,438.02	1,159,013.39	1,161,579.35
FNMA NOTES DTD 07/18/2011 0.875% 08/28/2014	3135G0BY8	7,385,000.00	AA+	Aaa	09/20/12	09/21/12	7,462,173.25	0.33	22,078.07	7,451,130.16	7,459,359.57
FREDDIE MAC GLOBAL NOTES DTD 08/05/2011 0.750% 09/22/2014	3134G2WG3	6,000,000.00	AA+	Aaa	09/28/11	09/30/11	6,012,000.00	0.68	12,375.00	6,006,981.24	6,049,188.00
FANNIE MAE (CALLABLE) GLOBAL NOTES DTD 07/26/2012 0.500% 01/26/2015	3135G0MO3	4,000,000.00	AA+	Aaa	07/18/12	07/26/12	4,003,750.00	0.46	8,611.11	4,002,137.04	4,001,196.00
FANNIE MAE GLOBAL NOTES DTD 04/19/2012 0.500% 05/27/2015	3135G0KM4	2,080,000.00	AA+	Aaa	04/17/12	04/19/12	2,073,988.80	0.59	982.22	2,075,333.31	2,087,550.40
FANNIE MAE GLOBAL NOTES DTD 05/21/2012 0.500% 07/02/2015	3135G0LN1	3,370,000.00	AA+	Aaa	12/18/12	12/19/12	3,376,841.10	0.42	8,378.19	3,376,752.20	3,381,734.34
FNMA NOTES (CALLABLE) DTD 08/07/2012 0.500% 08/07/2015	3135G0NG4	6,800,000.00	AA+	Aaa	08/02/12	08/07/12	6,799,320.00	0.50	13,600.00	6,799,410.10	6,800,571.20



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Federal Agency Bond / Note											
FREDDIE MAC GLOBAL NOTES DTD 07/11/2012 0.500% 08/28/2015	3134G3ZA1	5,990,000.00	AA+	Aaa	07/30/12	07/31/12	5,996,948.40	0.46	10,232.92	5,996,010.97	6,009,683.14
FANNIE MAE GLOBAL NOTES DTD 11/16/2012 0.375% 12/21/2015	3135G0S80	3,950,000.00	AA+	Aaa	11/14/12	11/16/12	3,940,796.50	0.45	411.46	3,941,164.28	3,945,102.00

Security Type Sub-Total		40,725,000.00					40,829,698.55	0.48	80,106.99	40,807,932.69	40,895,964.00
--------------------------------	--	----------------------	--	--	--	--	----------------------	-------------	------------------	----------------------	----------------------

Corporate Note											
JPMORGAN CHASE & CO GLOBAL NOTES DTD 04/28/2008 4.750% 05/01/2013	46625HHB9	190,000.00	A	A2	01/20/10	01/25/10	203,761.70	2.43	1,504.17	191,452.30	192,742.27
JP MORGAN CHASE & CO CORP NOTES DTD 01/24/2011 2.050% 01/24/2014	46623EJE0	1,240,000.00	A	A2	01/06/12	01/11/12	1,243,546.40	1.91	11,085.94	1,241,871.78	1,259,401.04
JP MORGAN CHASE & CO CORP NOTES DTD 01/24/2011 2.050% 01/24/2014	46623EJE0	1,430,000.00	A	A2	01/09/12	01/12/12	1,434,418.70	1.89	12,784.60	1,432,334.79	1,452,373.78
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	384,000.00	A	A2	05/23/12	05/29/12	418,329.60	0.87	8,754.67	406,610.47	409,400.45
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	390,000.00	A	A2	06/28/12	07/03/12	423,380.10	0.80	8,891.46	413,251.14	415,797.33
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	440,000.00	A	A2	12/20/11	12/23/11	487,810.40	1.00	10,031.39	465,205.50	469,104.68
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	575,000.00	A	A2	11/21/11	11/25/11	638,807.75	1.07	13,109.20	607,489.92	613,034.53
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	2,760,000.00	A	A2	05/22/12	05/25/12	3,008,124.00	0.87	62,924.17	2,922,380.57	2,942,565.72
IBM CORP GLOBAL NOTES DTD 05/12/2011 1.250% 05/12/2014	459200GW5	7,150,000.00	AA-	Aa3	05/09/11	05/12/11	7,143,279.00	1.28	12,164.93	7,146,913.20	7,235,070.70
JP MORGAN CHASE & CO NOTES DTD 05/18/2009 4.650% 06/01/2014	46625HHN3	1,265,000.00	A	A2	01/04/12	01/09/12	1,336,636.95	2.21	4,901.88	1,307,842.73	1,332,810.33
PROCTER & GAMBLE CO CORP NOTES DTD 08/15/2011 0.700% 08/15/2014	742718DU0	1,500,000.00	AA-	Aa3	08/10/11	08/15/11	1,493,835.00	0.84	3,966.67	1,496,647.52	1,509,645.00



Managed Account Detail of Securities Held

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Corporate Note											
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015	36962G5M2	3,050,000.00	AA+	A1	01/04/12	01/09/12	3,046,828.00	2.19	31,330.28	3,047,839.32	3,132,761.75
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015	36962G5M2	3,690,000.00	AA+	A1	06/05/12	06/08/12	3,736,051.20	1.65	37,904.50	3,726,193.40	3,790,128.15
JOHN DEERE CAPITAL CORP DTD 09/07/2012 0.700% 09/04/2015	24422ERV3	940,000.00	A	A2	09/04/12	09/07/12	939,360.80	0.72	2,083.67	939,427.79	939,973.68
WALT DISNEY CO GLOBAL NOTES DTD 11/30/2012 0.450% 12/01/2015	25468PCU8	620,000.00	A	A2	11/27/12	11/30/12	615,381.00	0.70	240.25	615,512.30	616,945.88
Security Type Sub-Total		25,624,000.00					26,169,550.60	1.43	221,677.78	25,960,972.73	26,311,755.29
Certificate of Deposit											
STANDARD CHARTERED BANK NY CERT DEPOS DTD 09/21/2012 0.650% 03/18/2013	85325BQV9	4,800,000.00	A-1+	P-1	09/19/12	09/21/12	4,800,000.00	0.65	8,840.00	4,800,000.00	4,803,603.84
BANK OF NOVA SCOTIA HOUS (FLOATING) DTD 02/10/2012 0.790% 02/10/2014	06417EYU1	4,800,000.00	A+	Aa1	02/07/12	02/10/12	4,800,000.00	0.99	5,405.80	4,800,000.00	4,813,137.60
WESTPAC BANKING CORP NY (FLOAT) CD DTD 02/16/2012 1.260% 02/14/2014	96121TLT3	4,000,000.00	AA-	Aa2	02/14/12	02/16/12	4,000,000.00	1.47	6,720.00	4,000,000.00	4,032,040.00
Security Type Sub-Total		13,600,000.00					13,600,000.00	1.01	20,965.80	13,600,000.00	13,648,781.44
Managed Account Sub-Total		158,574,000.00					164,261,923.64	0.61	775,812.70	163,208,132.38	163,802,392.64
Securities Sub-Total		\$158,574,000.00					\$164,261,923.64	0.61%	\$775,812.70	\$163,208,132.38	\$163,802,392.64
Accrued Interest											\$775,812.70
Total Investments											\$164,578,205.34



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	Duration to Worst at Mkt	YTM
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 10/31/2008 2.750% 10/31/2013	912828JO4	3,300,000.00	CITIGRP		102.12	3,369,996.10	(3,609.37)	(553.78)	0.82	0.82	0.20
US TREASURY NOTES DTD 05/17/2004 4.750% 05/15/2014	912828CJ7	3,100,000.00	CITIGRP		106.17	3,291,328.90	(4,479.69)	514.69	1.34	1.34	0.24
US TREASURY N/B DTD 07/31/2012 0.125% 07/31/2014	912828TF7	1,785,000.00	DEUTSCHE		99.83	1,782,001.20	2,091.24	1,566.78	1.58	1.58	0.23
US TREASURY NOTES DTD 11/02/2009 2.375% 10/31/2014	912828LS7	3,575,000.00	DEUTSCHE		103.85	3,712,694.70	(48,735.97)	10,448.15	1.80	1.80	0.27
US TREASURY N/B DTD 11/15/2011 0.375% 11/15/2014	912828RO5	3,000,000.00	BARCLAYS		100.23	3,007,032.00	8,907.00	8,219.37	1.87	1.87	0.25
US TREASURY NOTES DTD 11/15/2004 4.250% 11/15/2014	912828DC1	5,000,000.00	BNP PARI		107.43	5,371,290.00	(124,803.75)	8,123.60	1.81	1.81	0.27
US TREASURY NOTES DTD 11/15/2004 4.250% 11/15/2014	912828DC1	7,305,000.00	MORGANST		107.43	7,847,454.69	(155,229.88)	15,953.24	1.81	1.81	0.27
US TREASURY NOTES DTD 02/01/2010 2.250% 01/31/2015	912828MH0	7,030,000.00	RBS_SEC		104.09	7,317,794.14	(101,327.34)	18,529.96	2.03	2.03	0.28
US TREASURY NOTES DTD 02/01/2010 2.250% 01/31/2015	912828MH0	10,210,000.00	DEUTSCHE		104.09	10,627,976.98	(73,778.10)	22,068.00	2.03	2.03	0.28
US TREASURY NOTES DTD 03/01/2010 2.375% 02/28/2015	912828MR8	3,030,000.00	MERRILL		104.50	3,166,350.00	(29,353.13)	15,256.87	2.10	2.10	0.29
US TREASURY NOTES DTD 04/30/2010 2.500% 04/30/2015	912828MZ0	5,085,000.00	MORGANST		105.09	5,344,019.73	(26,812.89)	(1,096.28)	2.27	2.27	0.31
US TREASURY NOTES DTD 05/16/2005 4.125% 05/15/2015	912828DV9	3,000,000.00	BNP PARI		108.99	3,269,765.63	(46,406.25)	1,057.49	2.28	2.28	0.32
US TREASURY NOTES DTD 05/16/2005 4.125% 05/15/2015	912828DV9	4,550,000.00	BNP PARI		108.99	4,959,144.53	(51,898.44)	1,097.66	2.28	2.28	0.32
US TREASURY NOTES DTD 06/01/2010 2.125% 05/31/2015	912828NF3	7,200,000.00	BARCLAYS		104.34	7,512,184.80	(14,627.70)	4,843.30	2.36	2.36	0.32
US TREASURY NOTES DTD 08/02/2010 1.750% 07/31/2015	912828NP1	1,480,000.00	MORGANST		103.66	1,534,111.76	(6,302.30)	92.28	2.52	2.52	0.33
US TREASURY NOTES DTD 11/15/2005 4.500% 11/15/2015	912828EN6	7,070,000.00	BNP PARI		111.81	7,905,143.75	(27,893.36)	(2,220.97)	2.72	2.72	0.36
Security Type Sub-Total		75,720,000.00				80,018,288.91	(704,259.93)	103,900.36	2.04	2.04	0.29



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	Duration to Worst at Mkt	YTM
Municipal Bond / Note											
CA ST REV BONDS DTD 08/23/2012 2.500% 06/20/2013	13063BB68	2,065,000.00	JPMCHASE		101.04	2,086,393.40	(13,732.25)	1,554.99	0.47	0.47	1.20
CA ST DEPT OF WATER REV BONDS DTD 09/27/2012 0.650% 12/01/2015	13066KX87	840,000.00	MORGANST		100.14	841,209.60	1,209.60	1,209.60	2.89	2.88	0.60
Security Type Sub-Total		2,905,000.00				2,927,603.00	(12,522.65)	2,764.59	1.16	1.16	1.03

Federal Agency Bond / Note											
FNMA NOTES DTD 07/18/2011 0.875% 08/28/2014	3135G0BY8	1,150,000.00	CITIGRP		101.01	1,161,579.35	(2,301.15)	2,565.96	1.64	1.64	0.27
FNMA NOTES DTD 07/18/2011 0.875% 08/28/2014	3135G0BY8	7,385,000.00	JEFFERIE		101.01	7,459,359.57	(2,813.68)	8,229.41	1.64	1.64	0.27
FREDDIE MAC GLOBAL NOTES DTD 08/05/2011 0.750% 09/22/2014	3134G2WG3	6,000,000.00	BARCLAYS		100.82	6,049,188.00	37,188.00	42,206.76	1.71	1.71	0.27
FANNIE MAE (CALLABLE) GLOBAL NOTES DTD 07/26/2012 0.500% 01/26/2015	3135G0MO3	4,000,000.00	UBS AG	07/26/13	100.03	4,001,196.00	(2,554.00)	(941.04)	1.19	0.57	0.49
FANNIE MAE GLOBAL NOTES DTD 04/19/2012 0.500% 05/27/2015	3135G0KM4	2,080,000.00	CITIGRP		100.36	2,087,550.40	13,561.60	12,217.09	2.39	2.39	0.35
FANNIE MAE GLOBAL NOTES DTD 05/21/2012 0.500% 07/02/2015	3135G0LN1	3,370,000.00	MERRILL		100.35	3,381,734.34	4,893.24	4,982.14	2.48	2.48	0.36
FNMA NOTES (CALLABLE) DTD 08/07/2012 0.500% 08/07/2015	3135G0NG4	6,800,000.00	TD SEC U	08/07/13	100.01	6,800,571.20	1,251.20	1,161.10	1.43	0.60	0.50
FREDDIE MAC GLOBAL NOTES DTD 07/11/2012 0.500% 08/28/2015	3134G3ZA1	5,990,000.00	BARCLAYS		100.33	6,009,683.14	12,734.74	13,672.17	2.63	2.63	0.38
FANNIE MAE GLOBAL NOTES DTD 11/16/2012 0.375% 12/21/2015	3135G0SB0	3,950,000.00	DEUTSCHE		99.88	3,945,102.00	4,305.50	3,937.72	2.95	2.95	0.42
Security Type Sub-Total		40,725,000.00				40,895,964.00	66,265.45	88,031.31	1.95	1.75	0.37

Corporate Note											
JPMORGAN CHASE & CO GLOBAL NOTES DTD 04/28/2008 4.750% 05/01/2013	46625HHB9	190,000.00	JPMCHASE		101.44	192,742.27	(11,019.43)	1,289.97	0.34	0.34	0.41
JP MORGAN CHASE & CO CORP NOTES DTD 01/24/2011 2.050% 01/24/2014	46623EJE0	1,240,000.00	BNP PARI		101.56	1,259,401.04	15,854.64	17,529.26	1.05	1.05	0.57



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	Duration to Worst at Mkt	YTM
Corporate Note											
JP MORGAN CHASE & CO CORP NOTES DTD 01/24/2011 2.050% 01/24/2014	46623EJE0	1,430,000.00	JPMCHASE		101.56	1,452,373.78	17,955.08	20,038.99	1.05	1.05	0.57
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	384,000.00	RBC CAP		106.61	409,400.45	(8,929.15)	2,789.98	1.08	1.08	0.25
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	390,000.00	GOLDMAN		106.61	415,797.33	(7,582.77)	2,546.19	1.08	1.08	0.25
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	440,000.00	BARCLAYS		106.61	469,104.68	(18,705.72)	3,899.18	1.08	1.08	0.25
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	575,000.00	MERRILL		106.61	613,034.53	(25,773.22)	5,544.61	1.08	1.08	0.25
CATERPILLAR FINANCIAL SE NOTES DTD 02/12/2009 6.125% 02/17/2014	14912L4F5	2,760,000.00	US BANK		106.61	2,942,565.72	(65,558.28)	20,185.15	1.08	1.08	0.25
IBM CORP GLOBAL NOTES DTD 05/12/2011 1.250% 05/12/2014	459200GW5	7,150,000.00	DEUTSCHE		101.19	7,235,070.70	91,791.70	88,157.50	1.35	1.35	0.37
JP MORGAN CHASE & CO NOTES DTD 05/18/2009 4.650% 06/01/2014	46625HHN3	1,265,000.00	DEUTSCHE		105.36	1,332,810.33	(3,826.62)	24,967.60	1.38	1.38	0.84
PROCTER & GAMBLE CO CORP NOTES DTD 08/15/2011 0.700% 08/15/2014	742718DU0	1,500,000.00	DEUTSCHE		100.64	1,509,645.00	15,810.00	12,997.48	1.61	1.61	0.30
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015	36962G5M2	3,050,000.00	CITIGRP		102.71	3,132,761.75	85,933.75	84,922.43	1.96	1.96	0.79
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015	36962G5M2	3,690,000.00	JPMCHASE		102.71	3,790,128.15	54,076.95	63,934.75	1.96	1.96	0.79
JOHN DEERE CAPITAL CORP DTD 09/07/2012 0.700% 09/04/2015	24422ERV3	940,000.00	DEUTSCHE		100.00	939,973.68	612.88	545.89	2.64	2.64	0.70
WALT DISNEY CO GLOBAL NOTES DTD 11/30/2012 0.450% 12/01/2015	25468PCU8	620,000.00	CITIGRP		99.51	616,945.88	1,564.88	1,433.58	2.89	2.89	0.62
Security Type Sub-Total		25,624,000.00				26,311,755.29	142,204.69	350,782.56	1.52	1.52	0.52

Certificate of Deposit

STANDARD CHARTERED BANK NY CERT DEPOS DTD 09/21/2012 0.650% 03/18/2013	85325BQV9	4,800,000.00	STANDCHA		100.08	4,803,603.84	3,603.84	3,603.84	0.21	0.21	0.30
------------------------------------------------------------------------------	-----------	--------------	----------	--	--------	--------------	----------	----------	------	------	------



Managed Account Fair Market Value & Analytics

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	Duration to Worst at Mkt	YTM
Certificate of Deposit											
BANK OF NOVA SCOTIA HOUS (FLOATING) DTD 02/10/2012 0.790% 02/10/2014	06417EYU1	4,800,000.00	BARCLAYS		100.27	4,813,137.60	13,137.60	13,137.60	0.25	1.11	0.54
WESTPAC BANKING CORP NY (FLOAT) CD DTD 02/16/2012 1.260% 02/14/2014	96121TLT3	4,000,000.00	GOLDMAN		100.80	4,032,040.00	32,040.00	32,040.00	0.25	1.12	0.55
Security Type Sub-Total		13,600,000.00				13,648,781.44	48,781.44	48,781.44	0.24	0.80	0.46
Managed Account Sub-Total		158,574,000.00				163,802,392.64	(459,531.00)	594,260.26	1.77	1.77	0.37
Securities Sub-Total		\$158,574,000.00				\$163,802,392.64	(\$459,531.00)	\$594,260.26	1.77	1.77	0.37%
Accrued Interest						\$775,812.70					
Total Investments						\$164,578,205.34					



Managed Account Security Transactions & Interest

For the Month Ending **December 31, 2012**

CITY OF BRENTWOOD

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
BUY										
12/18/12	12/19/12	FANNIE MAE GLOBAL NOTES DTD 05/21/2012 0.500% 07/02/2015	3135G0LN1	3,370,000.00	(3,376,841.10)	(7,816.53)	(3,384,657.63)			
12/18/12	12/19/12	US TREASURY NOTES DTD 05/17/2004 4.750% 05/15/2014	912828CJ7	3,100,000.00	(3,295,808.59)	(13,830.11)	(3,309,638.70)			
12/18/12	12/19/12	US TREASURY NOTES DTD 10/31/2008 2.750% 10/31/2013	912828JO4	3,300,000.00	(3,373,605.47)	(12,283.84)	(3,385,889.31)			
Transaction Type Sub-Total				9,770,000.00	(10,046,255.16)	(33,930.48)	(10,080,185.64)			
INTEREST										
12/01/12	12/01/12	CA ST DEPT OF WATER REV BONDS DTD 09/27/2012 0.650% 12/01/2015	13066KX87	840,000.00	0.00	970.67	970.67			
12/01/12	12/01/12	JP MORGAN CHASE & CO NOTES DTD 05/18/2009 4.650% 06/01/2014	46625HHN3	1,265,000.00	0.00	29,411.25	29,411.25			
12/04/12	12/04/12	MONEY MARKET FUND	MONEY0002	0.00	0.00	2.67	2.67			
12/21/12	12/21/12	FANNIE MAE GLOBAL NOTES DTD 11/16/2012 0.375% 12/21/2015	3135G0SB0	3,950,000.00	0.00	1,440.09	1,440.09			
Transaction Type Sub-Total				6,055,000.00	0.00	31,824.68	31,824.68			
Managed Account Sub-Total					(10,046,255.16)	(2,105.80)	(10,048,360.96)			
Total Security Transactions					(10,046,255.16)	(2,105.80)	(10,048,360.96)			