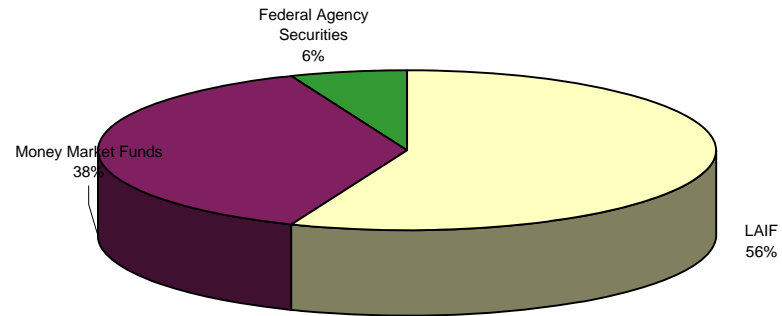


**City of Chico  
Investment Portfolio Report  
October 31, 2012**

| <u>Summary of Investments</u>       | <u>Cost Basis*</u>   | <u>Fair Value**</u>  | <u>Interest Earned</u> | <u>Gain/(Loss) on Investment</u> |
|-------------------------------------|----------------------|----------------------|------------------------|----------------------------------|
| Local Agency Investment Fund (LAIF) | 14,431,567.09        | 14,431,567.09        | 19,137.07              | 0.00                             |
| Money Market Mutual Fund            | 9,698,363.59         | 9,698,363.59         | 1,210.63               | 0.00                             |
| Federal Agency Securities           | 1,500,000.00         | 1,558,735.00         | 6,250.00               | 0.00                             |
| <b>Total Pooled Investments</b>     | <b>25,629,930.68</b> | <b>25,688,665.68</b> | <b>26,597.70</b>       | <b>0.00</b>                      |
| Investments Held In Trust           | 8,768,945.90         | 8,768,945.90         | 6.27                   | 0.00                             |
| Fiduciary Funds                     | 0.00                 | 0.00                 | 0.00                   | 0.00                             |
| <b>Total Investments</b>            | <b>34,398,876.58</b> | <b>34,457,611.58</b> | <b>26,603.97</b>       | <b>0.00</b>                      |

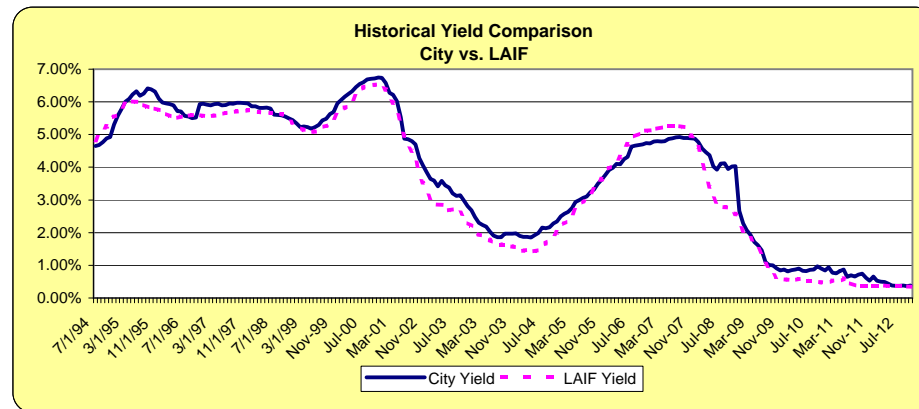
**Distribution of Pooled Investments**

|                                 | <u>Fair Value</u>    | <u>% Split</u> |
|---------------------------------|----------------------|----------------|
| LAIF                            | 14,431,567.09        | 56.2%          |
| Money Market Funds              | 9,698,363.59         | 37.8%          |
| Federal Agency Securities       | 1,558,735.00         | 6.1%           |
| <b>Total Pooled Investments</b> | <b>25,688,665.68</b> |                |



**Weighted Annual Yield**

|                          |       |
|--------------------------|-------|
| Current Month            | 0.38% |
| Prior Month              | 0.36% |
| Average Days to Maturity | 62    |



\* Cost Basis: The value paid on the purchase date of the asset.

\*\* Fair Value: The value at which a financial instrument could be exchanged in a current transaction.

**City of Chico**  
**Investment Portfolio Report**  
**October 31, 2012**

| Type of Investment /<br>Financial Institution                         | Yield to<br>Maturity | Cost<br>Basis*       | Fair<br>Value**      | Interest<br>Earned | Gain/(Loss)<br>On Investment | Maturity<br>Date |
|---|----------------------|----------------------|----------------------|--------------------|------------------------------|------------------|
| <b><i>City Investment Portfolio - Pooled Investments</i></b>          |                      |                      |                      |                    |                              |                  |
| <b><i>State of California Local Agency Investment Fund (LAIF)</i></b> |                      |                      |                      |                    |                              |                  |
| City of Chico   | 0.340%               | 4,722,776.46         | 4,722,776.46         | 10,476.65          |                              | N/A              |
| Chico Urban Area JPFA   | 0.340%               | 9,708,790.63         | 9,708,790.63         | 8,660.42           |                              | N/A              |
| <b>Total Local Agency Investment Fund</b>                             |                      | <b>14,431,567.09</b> | <b>14,431,567.09</b> | <b>19,137.07</b>   | <b>0.00</b>                  |                  |
| <b><i>Money Market Mutual Fund</i></b>                                |                      |                      |                      |                    |                              |                  |
| Union Bank of California  | 0.000%               | 4,229,736.08         | 4,229,736.08         | 18.73              |                              | N/A              |
| Rabobank  | 0.260%               | 5,016,105.30         | 5,016,105.30         | 1,188.18           |                              | N/A              |
| Bank of America   | 0.010%               | 452,522.21           | 452,522.21           | 3.72               |                              | N/A              |
| <b>Total Money Market Fund</b>  |                      | <b>9,698,363.59</b>  | <b>9,698,363.59</b>  | <b>1,210.63</b>    | <b>0.00</b>                  |                  |
| <b><i>Federal Agency Securities</i></b>                               |                      |                      |                      |                    |                              |                  |
| Federal Home Loan Bank  | 2.730%               | 500,000.00           | 503,165.00           |                    |                              | 2/11/2015        |
| Federal National Mortgage Assn  | 1.910%               | 500,000.00           | 522,415.00           |                    |                              | 9/21/2015        |
| Federal Home Loan Bank  | 2.340%               | 500,000.00           | 533,155.00           | 6,250.00           |                              | 4/27/2016        |
| <b>Total Federal Agency Securities</b>                                |                      | <b>1,500,000.00</b>  | <b>1,558,735.00</b>  | <b>6,250.00</b>    | <b>0.00</b>                  |                  |
| <b>Total City Pooled Investments</b>                                  |                      | <b>25,629,930.68</b> | <b>25,688,665.68</b> | <b>26,597.70</b>   | <b>0.00</b>                  |                  |

\* Cost Basis: The value paid on the purchase date of the asset.

\*\* Fair Value: The value at which a financial instrument could be exchanged in a current transaction.

**City of Chico**  
**Investment Portfolio Report**  
**October 31, 2012**

| Type of Investment /<br>Financial Institution                       | Yield to<br>Maturity | Cost<br>Basis*       | Fair<br>Value**      | Interest<br>Earned | Gain/(Loss)<br>On Investment | Maturity<br>Date |
|---|----------------------|----------------------|----------------------|--------------------|------------------------------|------------------|
| <b><i>City Investment Portfolio - Investments held in Trust</i></b> |                      |                      |                      |                    |                              |                  |
| <b>2001 Tax Allocation Revenue Bonds</b>                            |                      |                      |                      |                    |                              |                  |
| Blackrock Provident Institutional Funds                             | 0.010%               | 43,696.82            | 43,696.82            | 1.21               |                              | N/A              |
| FSA Capital Management Services                                     | 5.250%               | 1,684,941.25         | 1,684,941.25         |                    |                              | 03/28/24         |
| <b>2005 Tax Allocation Bonds</b>                                    |                      |                      |                      |                    |                              |                  |
| Blackrock Provident Institutional Funds                             | 0.010%               | 99,868.43            | 99,868.43            | 3.75               |                              | N/A              |
| FSA Capital Management Services                                     | 4.940%               | 4,092,746.27         | 4,092,746.27         |                    |                              | 04/01/32         |
| <b>2007 Tax Allocation Refunding Bonds</b>                          |                      |                      |                      |                    |                              |                  |
| Blackrock Provident Institutional Funds                             | 0.010%               | 69,540.63            | 69,540.63            | 1.31               |                              | N/A              |
| FSA Capital Management Services                                     | 5.250%               | 2,678,152.50         | 2,678,152.50         |                    |                              | 03/28/25         |
| <b>General Liability Insurance Reserve</b>                          |                      |                      |                      |                    |                              |                  |
| Umpqua Bank   | N/A                  | 20,000.00            | 20,000.00            |                    |                              | N/A              |
| <b>Workers' Compensation Insurance Reserve</b>                      |                      |                      |                      |                    |                              |                  |
| Tri Counties Bank   | N/A                  | 80,000.00            | 80,000.00            |                    |                              | N/A              |
| <b>Total Investments Held In Trust</b>                              |                      | <b>8,768,945.90</b>  | <b>8,768,945.90</b>  | <b>6.27</b>        | <b>0.00</b>                  |                  |
| <b><i>City Investment Portfolio - Fiduciary Funds</i></b>           |                      |                      |                      |                    |                              |                  |
| <b>Mission Ranch Assessment District</b>                            |                      |                      |                      |                    |                              |                  |
| Principal Cash  | 0.000%               | 0.00                 | 0.00                 |                    |                              | N/A              |
| <b>Total Fiduciary Funds</b>  |                      | <b>0.00</b>          | <b>0.00</b>          | <b>0.00</b>        | <b>0.00</b>                  |                  |
| <b>TOTAL INVESTMENTS</b>  |                      | <b>34,398,876.58</b> | <b>34,457,611.58</b> | <b>26,603.97</b>   | <b>0.00</b>                  |                  |

\* Cost Basis: The value paid on the purchase date of the asset.

\*\* Fair Value: The value at which a financial instrument could be exchanged in a current transaction.