

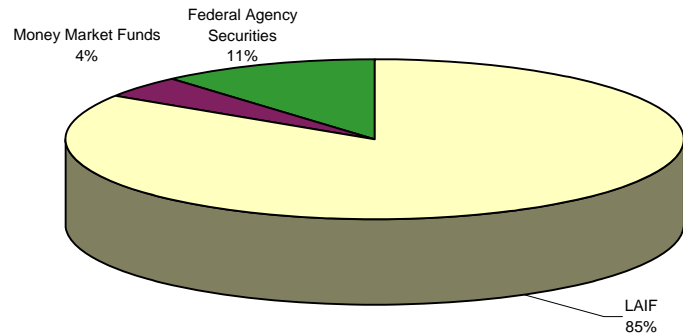
**City of Chico  
Investment Portfolio Report  
May 31, 2010**

**Summary of Investments**

	<u>Cost Basis*</u>	<u>Fair Value**</u>	<u>Interest Earned</u>	<u>Gain/(Loss) on Investment</u>
Local Agency Investment Fund (LAIF)	56,192,703.98	56,192,703.98	0.00	0.00
Money Market Mutual Fund	2,902,749.95	2,902,749.95	65.64	0.00
Federal Agency Securities	7,494,375.00	7,591,615.00	15,000.00	0.00
<b>Total Pooled Investments</b>	<b>66,589,828.93</b>	<b>66,687,068.93</b>	<b>15,065.64</b>	<b>0.00</b>
Investments Held In Trust	8,762,533.79	8,762,533.79	2.19	0.00
Fiduciary Funds	0.00	0.00	0.00	0.00
<b>Total Investments</b>	<b>75,352,362.72</b>	<b>75,449,602.72</b>	<b>15,067.83</b>	<b>0.00</b>

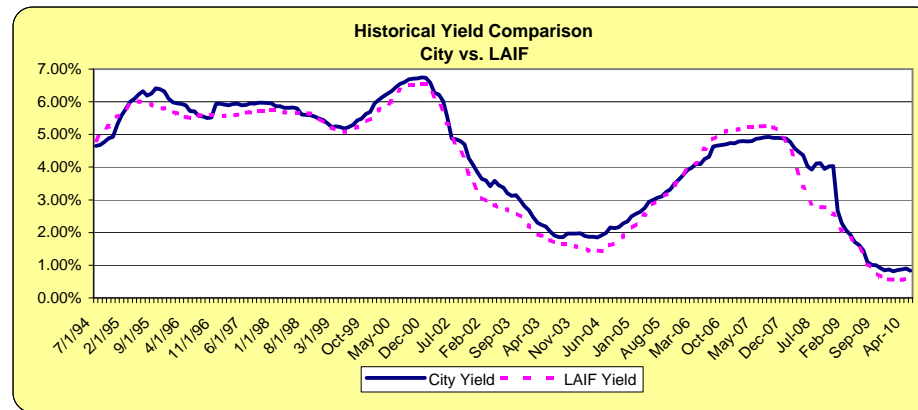
**Distribution of Pooled Investments**

	<u>Fair Value</u>	<u>% Split</u>
LAIF	56,192,703.98	84.3%
Money Market Funds	2,902,749.95	4.4%
Federal Agency Securities	7,591,615.00	11.4%
<b>Total Pooled Investments</b>	<b>66,687,068.93</b>	



**Weighted Annual Yield**

Current Month	0.83%
Prior Month	0.90%
Average Days to Maturity	216



\* 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**  
**May 31, 2010**

Type of Investment / Financial Institution	Yield to Maturity	Cost Basis*	Fair Value**	Interest Earned	Gain/(Loss) On Investment	Maturity 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	0.560%	28,593,029.25	28,593,029.25			N/A
Chico Redevelopment Agency	0.560%	21,778,237.26	21,778,237.26			N/A
Chico Urban Area JPFA	0.560%	5,821,437.47	5,821,437.47			N/A
<b>Total Local Agency Investment Fund</b>		<b>56,192,703.98</b>	<b>56,192,703.98</b>	<b>0.00</b>	<b>0.00</b>	
<b><i>Money Market Mutual Fund</i></b>						
Union Bank of California	0.050%	2,450,260.84	2,450,260.84	65.64		N/A
Bank of America	0.000%	452,489.11	452,489.11			N/A
<b>Total Money Market Fund</b>		<b>2,902,749.95</b>	<b>2,902,749.95</b>	<b>65.64</b>	<b>0.00</b>	
<b><i>Federal Agency Securities</i></b>						
Federal Home Loan Bank	1.440%	500,000.00	502,345.00			6/29/2012
Federal National Mortgage Assn	3.000%	<i>bond called 5/12/10</i>		15,000.00		5/12/2014
Federal Home Loan Bank	3.250%	500,000.00	500,470.00			6/11/2014
Federal Home Loan Bank	3.010%	500,000.00	514,845.00			9/15/2014
Federal National Mortgage Assn	2.850%	994,375.00	1,008,130.00			9/22/2014
Federal National Mortgage Assn	1.960%	1,000,000.00	1,019,690.00			9/23/2014
Federal National Mortgage Assn	2.970%	1,000,000.00	1,010,000.00			10/29/2014
Federal Home Loan Mortgage Corp.	2.960%	500,000.00	507,350.00			12/30/2014
Federal Home Loan Mortgage Corp.	2.980%	500,000.00	503,585.00			1/28/2015
Federal Home Loan Bank	2.700%	500,000.00	508,595.00			2/11/2015
Federal Home Loan Bank	2.950%	500,000.00	507,970.00			3/10/2015
Federal Farm Credit Bank	2.870%	500,000.00	504,845.00			4/9/2015
Federal Home Loan Mortgage Corp.	2.980%	500,000.00	503,790.00			5/18/2015
<b>Total Federal Agency Securities</b>		<b>7,494,375.00</b>	<b>7,591,615.00</b>	<b>15,000.00</b>	<b>0.00</b>	
<b>Total City Pooled Investments</b>		<b>66,589,828.93</b>	<b>66,687,068.93</b>	<b>15,065.64</b>	<b>0.00</b>	

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**May 31, 2010**

Type of Investment / Financial Institution	Yield to Maturity	Cost Basis*	Fair Value**	Interest Earned	Gain/(Loss) On Investment	Maturity Date
<b><i>City Investment Portfolio - Investments held in Trust</i></b>						
<b>2001 Tax Allocation Revenue Bonds</b>						
Blackrock Provident Institutional Funds	0.030%	44,433.40	44,433.40	1.45		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	0.030%	101,550.24	101,550.24	0.58		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	0.000%	70,710.13	70,710.13	0.16		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	70,000.00	70,000.00			N/A
<b>Total Investments Held In Trust</b>		<b>8,762,533.79</b>	<b>8,762,533.79</b>	<b>2.19</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>75,352,362.72</b>	<b>75,449,602.72</b>	<b>15,067.83</b>	<b>0.00</b>	

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