

**Santa Barbara County Treasurer's Investment Pool
Statement of Assets
As of March 31, 2012**

Asset Description	Cost	Net Unrealized Holding Gains/(Losses)	Fair Value* 3/31/2012	Percent of Portfolio	Yield to Maturity	Weighted Average Days to Maturity	Fair Value 12/31/2011	Net Change
Cash	\$ 31,528,137	\$ -	\$ 31,528,137	3.13	0.120	1	\$ 91,402,004	\$ (59,873,867)
California Asset Management Program (CAMP)	45,000,000	-	45,000,000	4.46	0.270	1	85,000,000	(40,000,000)
Local Agency Investment Fund (LAIF)	50,000,000	-	50,000,000	4.96	0.390	1	50,000,000	-
U.S. Treasury Bills	19,987,250	1,950	19,989,200	1.98	0.137	158	-	19,989,200
Medium Term Notes	5,212,400	(133,400)	5,079,000	0.50	4.410	122	5,128,950	(49,950)
Government Agency Bonds	301,147,550	1,048,092	302,195,642	29.98	0.736	531	177,166,637	125,029,005
Government Agency Discount Notes	84,892,272	70,878	84,963,150	8.43	0.152	139	184,991,350	(100,028,200)
Government Agency Bonds - Callable	468,815,905	642,144	469,458,049	46.56	1.183	1,221	504,068,232	(34,610,183)
Total	1,006,583,514	1,629,664	1,008,213,178	100.00	0.844	743	1,097,757,173	(89,543,995)

*Provided by Union Bank

Treasurer's Pool Earnings Summary:

Total Net Earnings on the Treasurer's Pool	\$ 1,547,997
Average Daily Balance on the Treasurer's Pool	\$ 1,042,021,134
Net Interest Rate on the Treasurer's Pool	0.597%

Santa Barbara County Treasury's Investment Pool

Notes to the Statement of Assets

March 31, 2012

Note 1 – Summary of Significant Accounting Policies

The Financial Reporting Entity

The Treasury Investment Pool Statement of Assets includes the cash balances of substantially all funds, which are invested by the County Treasurer. The Santa Barbara County Treasury Pool (The Pool) is managed by the Treasury on behalf of the Pool participants which includes the County, local school districts, and certain special districts who are required by State statutes to participate in the pool. Other municipal agencies may voluntarily participate in the pool. The total percentage share of the Pool that relates to external involuntary participants, including schools and special districts, is 48% as of March 31, 2012.

Investments

Pursuant to Section 53646 of the Government Code, the County Treasurer prepares an *Investment Policy Statement* annually and presents it to the Treasury Oversight Committee for review and the Board of Supervisors for approval.

The Investment Policy Statement provides the basis for the management of a prudent, conservative investment program. Public funds are invested to provide the maximum security of principal with secondary emphasis on achieving the highest return, while meeting daily cash flow needs. All investments are made in accordance with the Government Code and, in general, the Treasurer's Investment Policy is more restrictive than state law. Types of securities in which the Treasurer may invest include U.S. Treasury and U.S. government agency securities; state and/or local agency bonds, notes, warrants or certificates of indebtedness; bankers' acceptances; commercial paper; corporate notes; negotiable certificates of deposit; repurchase agreements; reverse repurchase agreements; securities lending; bank deposits; money market mutual funds; the State of California Local Agency Investment Fund (LAIF); and investment pools managed by a Joint Powers Authority.

Financial Statement Presentation

The accompanying special-purpose statement of assets was prepared on the modified cash basis of accounting and for the purpose of presenting the assets of the Treasury pursuant to the California Government Code Section 26920 and is not intended to be a presentation in conformity with generally accepted accounting principles. Accordingly, Treasury management has elected to omit note disclosures required by Governmental Accounting Standards Board Statement no. 40, *Deposit and Investment Risk Disclosures, an amendment to GASB Statement No. 3*, since such disclosures are not required by the California Government Code Section 26920.