



City of Colorado Springs

Investment Management Program Review

1. Market Environment and Strategies
2. Portfolio Activity Performance Review
3. Broker/Dealer Review
4. Bank Credit Review
5. Investment Policy Review

October 29, 2012

Mary Donovan, CFA, Portfolio Manager
Marc McClure, CFA, Portfolio Manager
Hal Nachtrieb, CFA, Portfolio Manager
Emily Ferguson, Client Services Manager

TAB 1



ECONOMIC OVERVIEW

The payroll numbers for the second quarter were disappointing. Overall, only 437,000 nonfarm payrolls were added in the second quarter. Although that is very low job growth, it is an improvement from the second quarter when only 200,000 nonfarm payrolls were added. Predictably, second quarter GDP was revised downward from 1.7 percent to 1.3 percent.

Despite this, corporate spreads and risk-based financial assets enjoyed strong performance. When viewed in light of lingering economic weakness, financial asset performance seems to have diverged from economic fundamentals and leading indicators. This resilience of the market in the face of a slowing global economy was born from the unprecedented global monetary policy and crisis response actions now underway.

European Central Bank chairman Mario Draghi first exceeded expectations by pledging “unlimited” resources to purchase the short-term debt of EU member nations. That September 6th announcement also introduced the ECB’s commitment to share creditor status for all bailout fund obligations with private creditors. The combined actions assure the near-term solvency of Spain and Italy, provided that they formally request participation in the bailout programs. Spanish ten-year notes closed the quarter at 5.9 percent, nearly 100 basis points lower since Draghi’s announcement and 170 basis points lower than the 7.6 percent peak yield observed in July.

Domestically, Chairman Bernanke exceeded expectations for US monetary policy at the September 13th FOMC meeting. The FOMC pledged to purchase another \$40 billion in agency mortgage-backed investments per month until the labor market improves “substantially”. These open market operations are now expected to absorb over half of the monthly agency mortgage-backed origination. This open-ended and employment-targeted monetary twist also represents a meaningful departure from prior policy initiatives.

Asset appreciation and inflation expectations are central to Chairman Bernanke’s unconventional policy measures. In retrospect, his Jackson Hole speech penned in late August provided the first meaningful clues for the unprecedented change that came in September. Specifically, in his speech he estimated that the Fed’s unconventionally accommodative policies have created more than 2 million jobs and added 3 percent to GDP since 2009. More importantly, his remarks infer that the greatest benefit of his actions has been the removal of deflationary expectations that would, if they came to fruition, cripple the prolonged US recovery. Indeed, headline inflation has marched steadily lower from 3.9 percent to 1.7 percent over the past year.



OUTLOOK

For better or worse, economic fundamentals may not matter for the remainder of 2012. The Federal Reserve's willingness to suppress government-related yields has seemingly converted the last few bond skeptics into raging bulls. Investors have also discounted deteriorating economic fundamentals as a consequence of the election cycle and uncertainty concerning the fiscal cliff. General consensus predicts that a solution to the fiscal cliff will occur and that business investment and private consumption will respond positively in 2013. The European sovereign crisis is also expected to grind closer to a permanent structural solution. The unprecedented "low for long" policy by the Federal Reserve anticipates further compression of spreads and yields for investments maturing in less than five years.

One risk to our overweight credit thesis is an economy that recovers too fast. How will the Federal Reserve respond if payroll growth and wage inflation accelerates? Do traditional bond investors flee fixed income for growth-oriented asset classes like equities? We think these would be likely outcomes in a fast recovery scenario, but we expect that potential acceleration in growth is unlikely to occur until at least late in 2013.

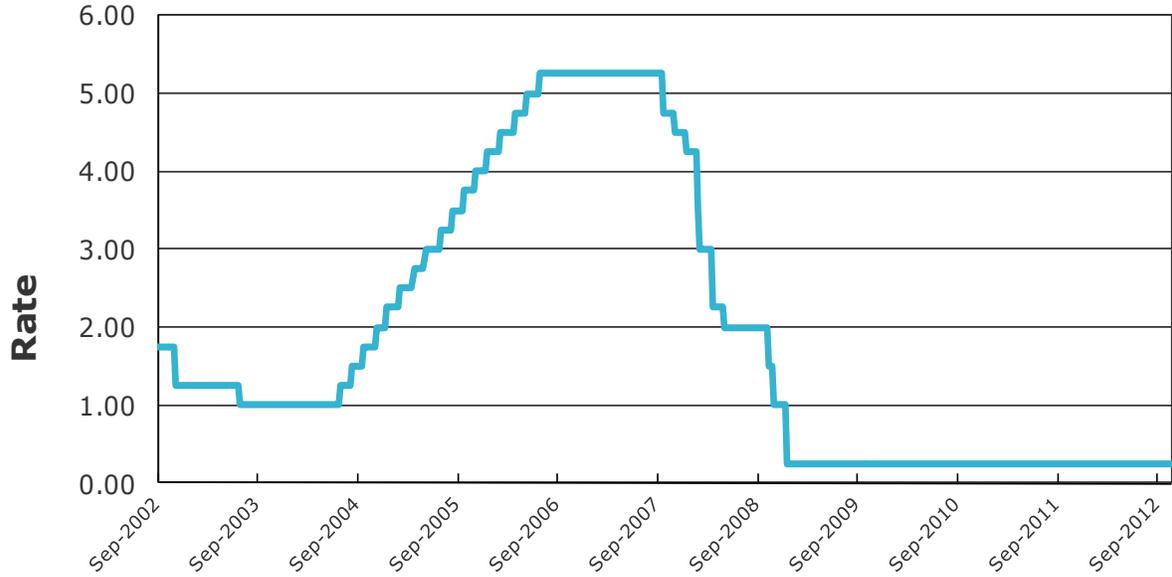
INTEREST RATES AND SPREAD RELATIONSHIPS

Interest rates in the two-year area remain low and range-bound. Historic lows were reached on September 19, 2011 with the yield on the two-year Treasury grinding down to just 15 basis points. Rates retraced somewhat, and two-year Treasury yields reached a high of nearly 40 basis points on March 20, 2012. Since then, rates have again declined, and the two-year closed at a yield of 23 basis points on September 28, 2012.

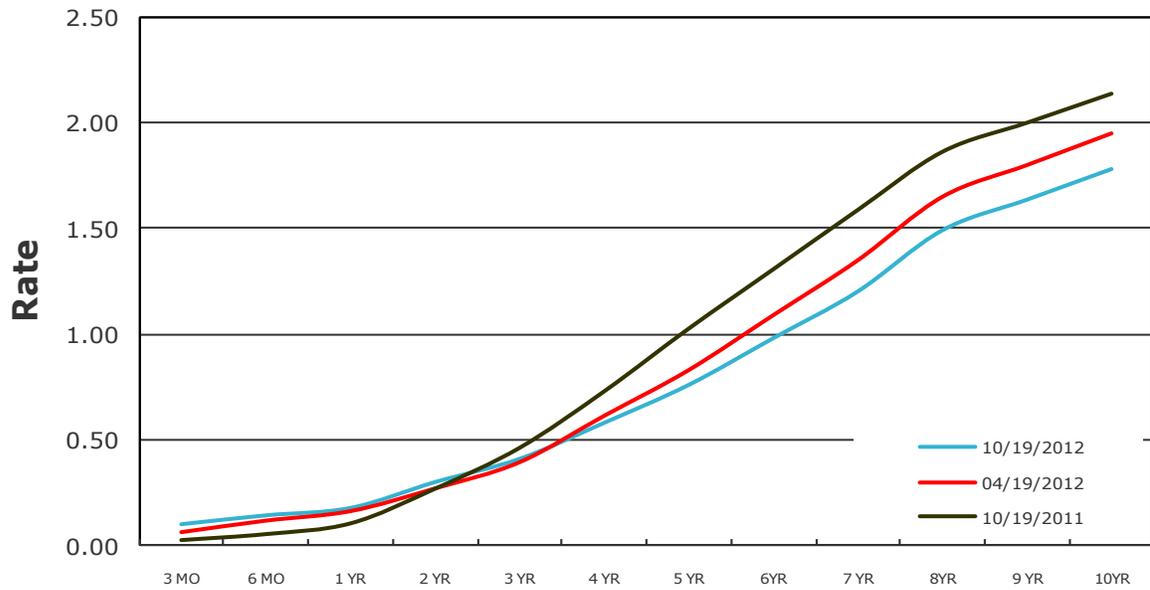
Yields on agency discount notes are less than 20 basis points for maturities through the third quarter of 2013. Short-term rates are anchored to the Fed, and with the Federal Open Market Committee communicating its intention to stay on hold through at least mid-2015, the front-end of the curve is low and flat. The yield differential between Treasury and instrumentality securities remains historically narrow, and in some areas of the curve the spread is non-existent. In the two-year area the spread is about 5 basis points and in the three year area it is less than 10 basis points.

The yield curve has flattened significantly since reaching historic steepness in 2010 and 2011. The average spread gained by moving from a two-year Treasury note to a ten-year Treasury note reached highs of nearly 300 basis points in February of 2010 and February of 2011. The five-year average is approximately 200 basis points, and as of September 28, 2012, the spread was 140 basis points.

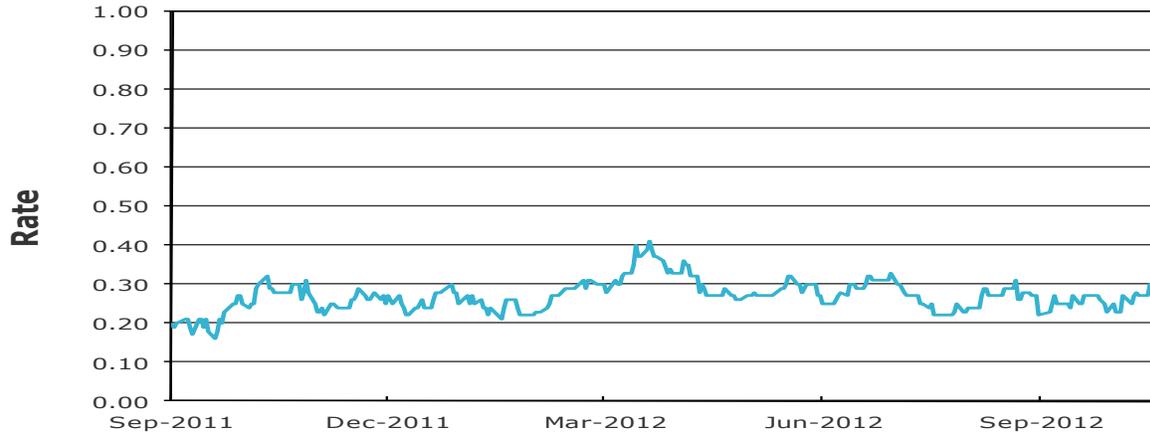
Fed Funds Target Rate



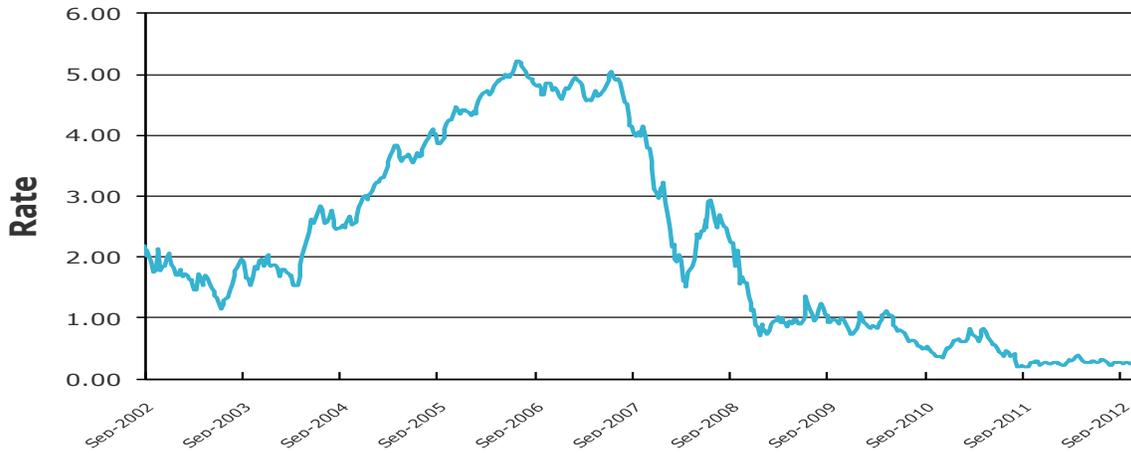
Comparative Historical Yield Curves



Daily Yield Two-Year Treasury Note



Weekly Yield Two-Year Treasury Note



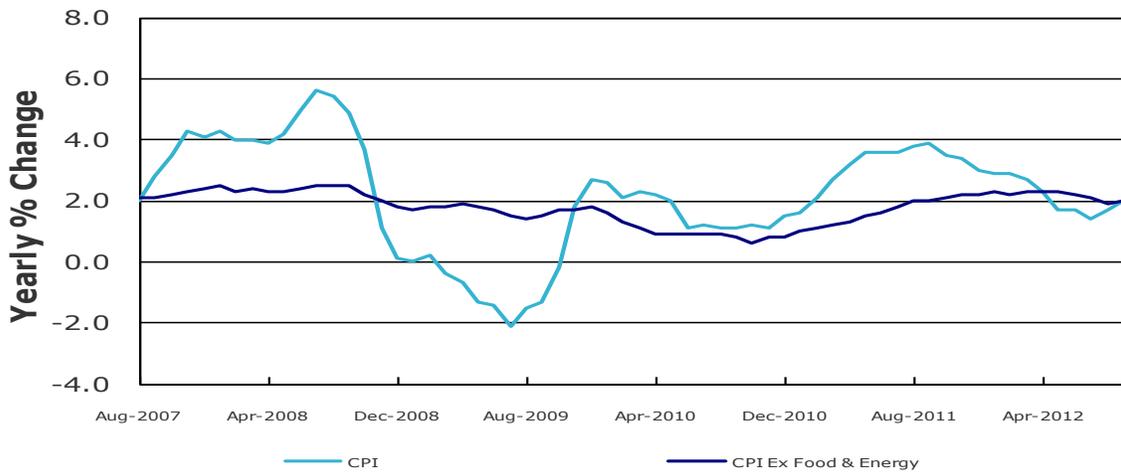
Spread Relationship Two-Year Treasury versus Ten-Year Treasury



Producer Price Index



Consumer Price Index



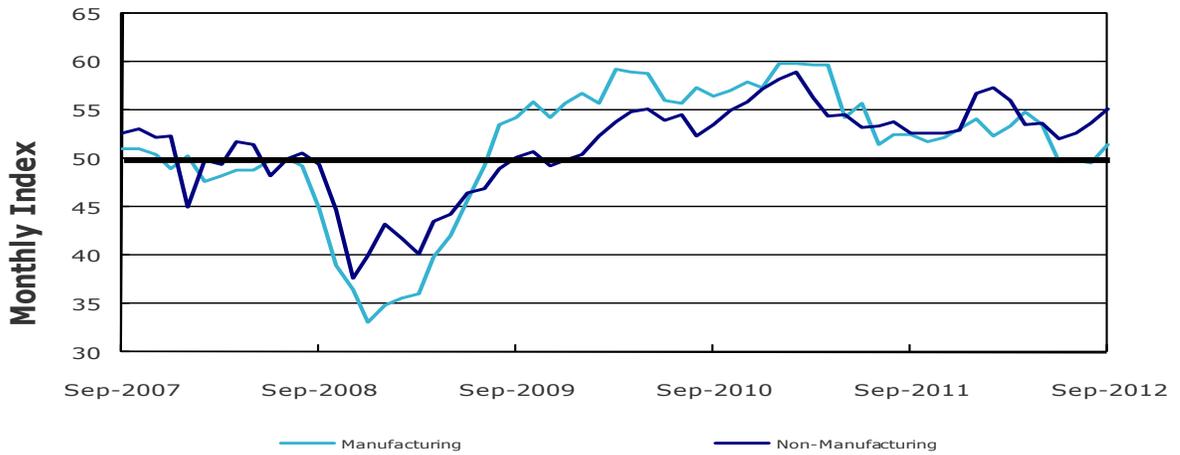
Oil



Gross Domestic Product



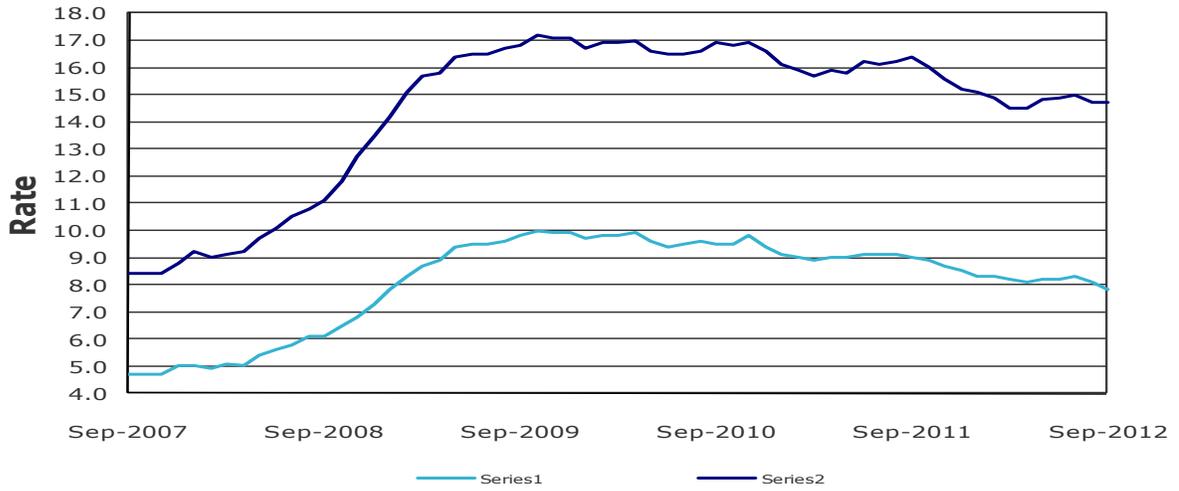
Institute for Supply Management Manufacturing and Non-Manufacturing Business Activity



Retail Sales



Unemployment and Underemployment



Nonfarm Payrolls



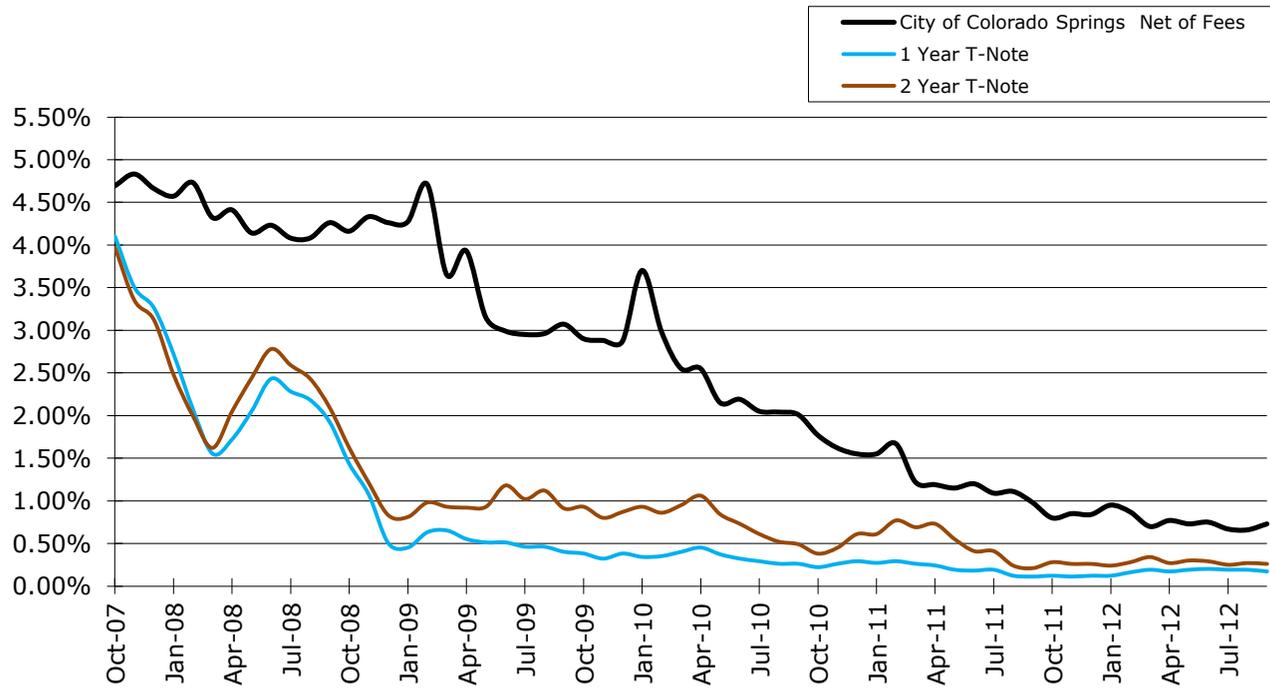
Existing Home Sales



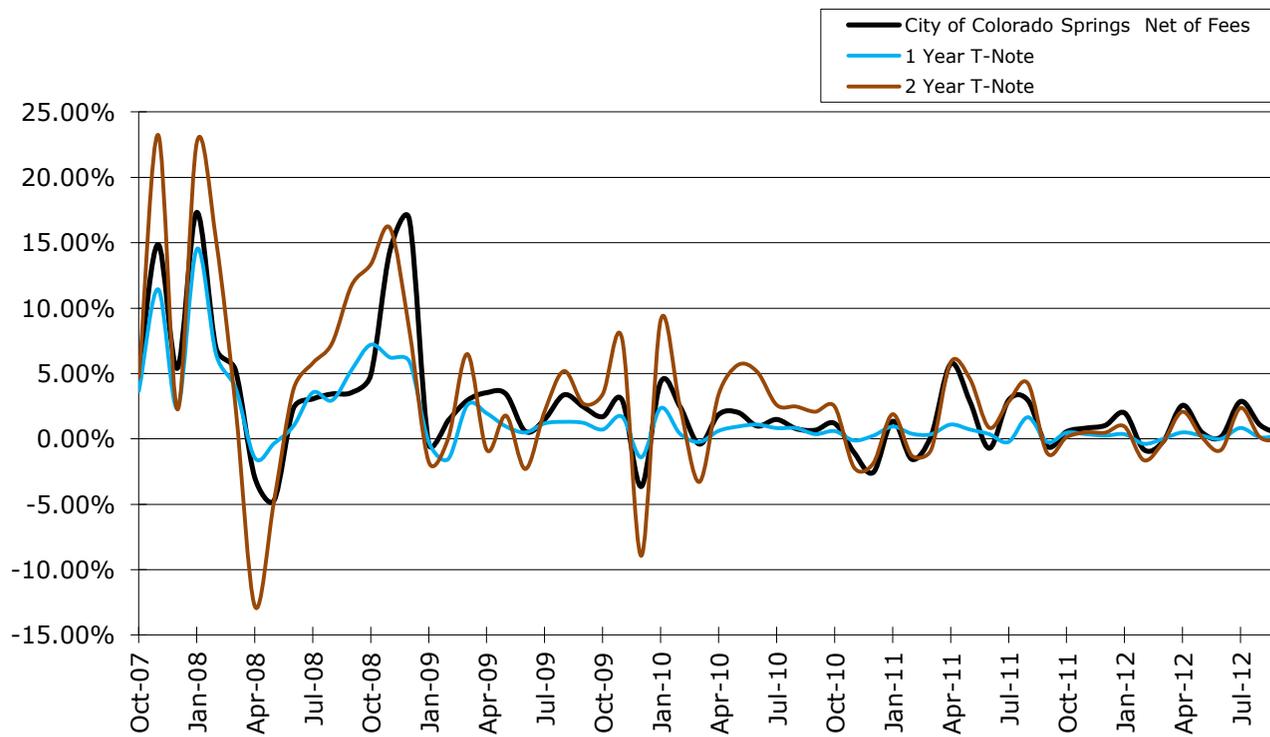
TAB 2

City of Colorado Springs Comparison Yields October 2007 through September 2012

Amortized Cost Basis

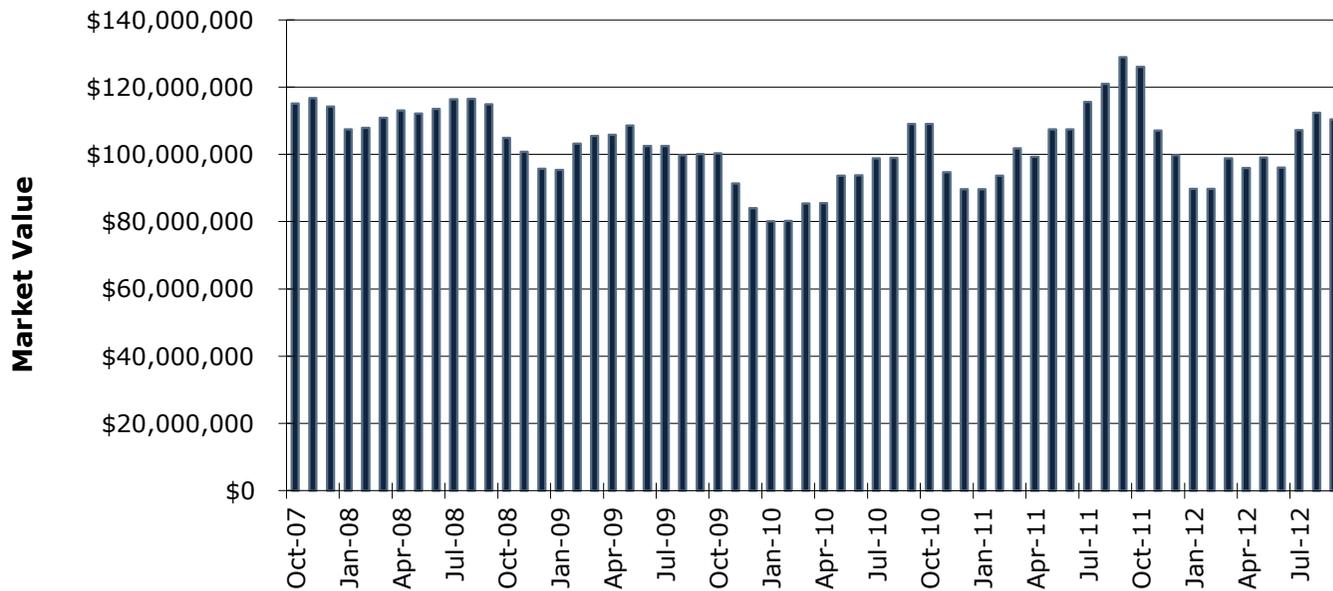


Fair Value Basis

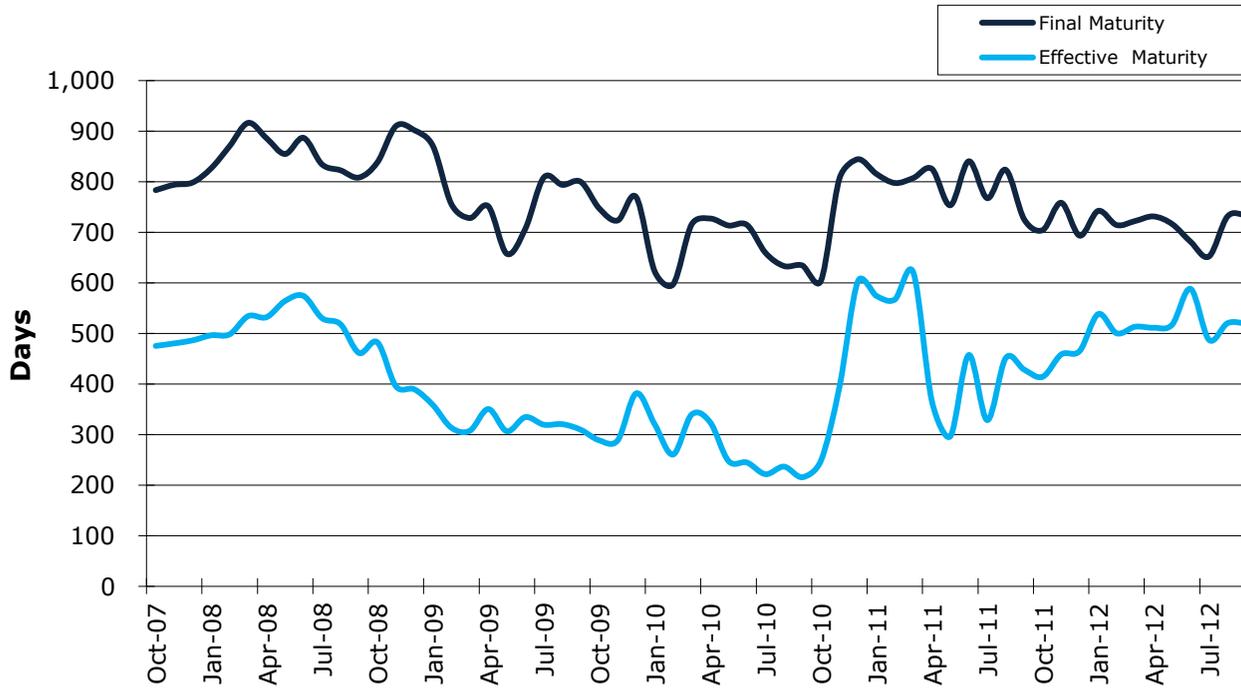


City of Colorado Springs Portfolio Size and Weighted Average Maturity October 2007 through September 2012

Portfolio Balance - Ending Market Value



Weighted Average Final Maturity and Weighted Average Effective Maturity





Cutwater Asset Management
1900 Sixteenth Street, Suite 200
Denver, CO 80202
Tel: 303 860 1100
Fax: 303 860 0016

CITY OF COLORADO SPRINGS

Report for the period September 1, 2012 - September 30, 2012

Please contact Accounting by calling the number above or email camreports@cutwater.com with questions concerning this report.

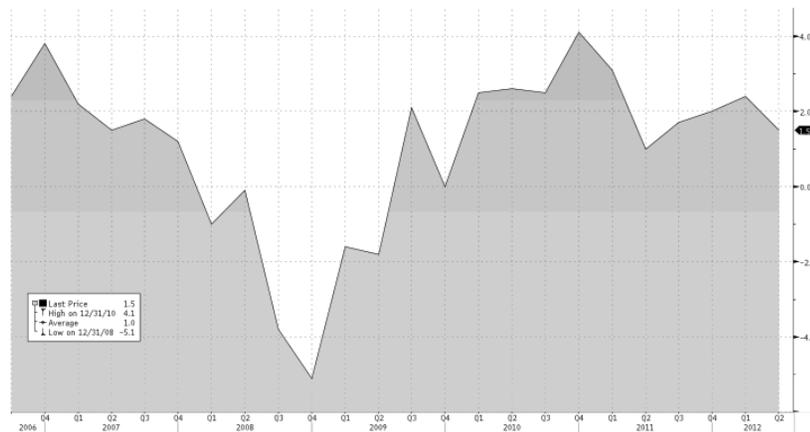
(This report was prepared on October 4, 2012)

Fixed Income Market Review September 30, 2012

U.S. Personal Consumption Expenditures

Chart 1

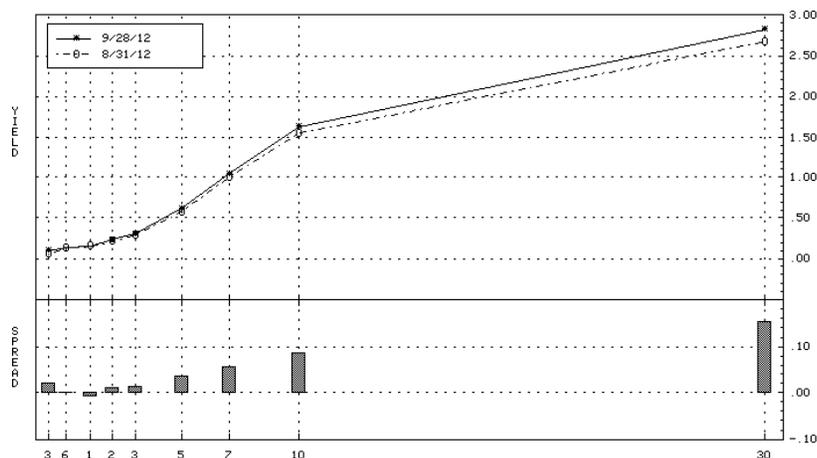
9/30/06-6/30/12



Treasury Yield Curves

Chart 2

8/31/12-9/30/12



Economic Indicators & Monetary Policy – The U.S. economy is showing further signs of slowing as consumer spending stalled in August after a spike in energy prices curtailed household income, indicating the largest part of the economy is struggling to support the economic recovery. Household purchases increased 0.5 percent with the increase largely attributable to a 0.4 percent surge in gas prices. Spending on durable goods, such as automobiles, increased 0.5 percent in August while purchases of non-durable goods, such as gasoline, advanced 0.3 percent. Services dropped 0.1 percent. Retail sales increased 0.9 percent in August, the most in six months. The gain, however, is mostly due to receipts from auto dealers and service stations, which has left consumers with less money to spend on other items.

A struggling job market and rising gasoline prices could make it more difficult to spark a U.S. expansion. While the unemployment rate dropped from 8.3 percent to 8.1 percent in August, the decrease was due to 368,000 people leaving the labor force. The jobless rate has exceeded 8 percent for 43 consecutive months, the longest span since monthly records began in 1948. Slow growth projections have prompted the Federal Reserve to implement more accommodation measures to help spur the 3-year-old expansion. The Federal Open Market Committee directed the Open Market Trading Desk to begin purchasing \$40 billion per month of mortgage-backed securities and extend the average maturity of its Treasury holdings. These actions are intended to place downward pressure on longer-term interest rates. The Fed plans to hold interest rates “exceptionally” low at least through mid-2015.

During the second quarter 2012, the U.S. economy expanded at a revised 1.3 percent annual rate from a prior 1.7 percent estimate, the weakest pace since 2011. The revision reflects slower consumer spending at clothing and general merchandise stores that may be due to rising fuel costs, elevated unemployment, and the prospect for adverse tax law changes. Personal Expenditures grew at a revised 1.5 percent annual rate. (See Chart 1)

Yield Curve & Spreads – Treasury yields moved higher in September due to mixed economic data.

At the end of September, the 3-month Treasury bill yielded 0.09 percent, 6-month Treasury bill yielded 0.13 percent, 2-year Treasury yielded 0.23 percent, 5-year Treasury yielded 0.63 percent, 10-year Treasury yielded 1.63 percent, and the 30-year Treasury yielded 2.82 percent. (See Chart 2)

Additional Information
September 30, 2012

A current version of the investment adviser brochure, for Cutwater Investor Services Corp., in the form of the Firm's ADV Part 2A is available for your review. Please contact our Client Service Desk at 1-800-395-5505 or mail your request to:

Cutwater Investor Services Corp.
Attention: Client Services
113 King Street
Armonk, NY 10504

A copy of the brochure will be sent to you either by mail or electronically at your option.

In addition, a copy of the most recent version of the Firm's complete Form ADV can be downloaded from the SEC website at www.adviserinfo.sec.gov/.

**City of Colorado Springs
Activity and Performance Summary
for the period September 1, 2012 - September 30, 2012**

Amortized Cost Basis Activity Summary

Beginning Amortized Cost Value	111,667,621.45
Additions	
Contributions	0.00
Interest Received	150,959.19
Accrued Interest Sold	0.00
Gain on Sales	2,250.55
Total Additions	153,209.74
Deductions	
Withdrawals	1,982,598.63
Fees Paid	7,401.37
Accrued Interest Purchased	5,333.33
Loss on Sales	0.00
Total Deductions	(1,995,333.33)
Accretion (Amortization) for the Period	(44,974.79)
Ending Amortized Cost Value	109,780,523.07
Ending Fair Value	110,404,400.29
Unrealized Gain (Loss)	623,877.22

Detail of Amortized Cost Basis Return

	Interest Earned	Accretion (Amortization)	Realized Gain (Loss)	Total Income
Current Holdings				
Cash and Equivalents	1,434.19	0.00	0.00	1,434.19
Commercial Paper	0.00	2,883.34	0.00	2,883.34
U.S. Treasury	19,450.78	(9,925.69)	0.00	9,525.09
U.S. Instrumentality	66,906.25	(22,696.32)	0.00	44,209.93
Corporate	27,435.41	(16,141.17)	0.00	11,294.24
Sales and Maturities				
Commercial Paper	0.00	868.05	0.00	868.05
U.S. Instrumentality	1,125.00	37.00	2,250.55	3,412.55
Total	116,351.63	(44,974.79)	2,250.55	73,627.39

Annualized Comparative Rates of Return

	Twelve Month Trailing	Six Month Trailing	For the Month
Fed Funds	0.12 %	0.15 %	0.15 %
Overnight Repo	0.13 %	0.18 %	0.23 %
3 Month T-Bill	0.05 %	0.08 %	0.09 %
6 Month T-Bill	0.09 %	0.12 %	0.12 %
1 Year T-Note	0.16 %	0.18 %	0.17 %
2 Year T-Note	0.27 %	0.27 %	0.26 %
5 Year T-Note	0.83 %	0.73 %	0.67 %

Summary of Amortized Cost Basis Return for the Period

	Total Portfolio	Excl. Cash Eq.
Interest Earned	116,351.63	114,917.44
Accretion (Amortization)	(44,974.79)	(44,974.79)
Realized Gain (Loss) on Sales	<u>2,250.55</u>	<u>2,250.55</u>
Total Income on Portfolio	73,627.39	72,193.20
Average Daily Historical Cost	111,020,601.14	104,407,465.65
Annualized Return	0.81%	0.84%
Annualized Return Net of Fees	0.73%	0.76%
Annualized Return Year to Date Net of Fees	0.75%	0.80%
Weighted Average Effective Maturity in Days	520	550

**City of Colorado Springs
Activity and Performance Summary
for the period September 1, 2012 - September 30, 2012**

Fair Value Basis Activity Summary

Beginning Fair Value	112,323,102.32
Additions	
Contributions	0.00
Interest Received	150,959.19
Accrued Interest Sold	0.00
Total Additions	150,959.19
Deductions	
Withdrawals	1,982,598.63
Fees Paid	7,401.37
Accrued Interest Purchased	5,333.33
Total Deductions	(1,995,333.33)
Change in Fair Value for the Period	(74,327.89)
Ending Fair Value	110,404,400.29

Detail of Fair Value Basis Return

	Interest Earned	Change in Fair Value	Total Income
Current Holdings			
Cash and Equivalents	1,434.19	0.00	1,434.19
Commercial Paper	0.00	3,633.33	3,633.33
U.S. Treasury	19,450.78	(18,163.50)	1,287.28
U.S. Instrumentality	66,906.25	(46,613.00)	20,293.25
Corporate	27,435.41	(12,831.72)	14,603.69
Sales and Maturities			
Commercial Paper	0.00	435.00	435.00
U.S. Instrumentality	1,125.00	(788.00)	337.00
Total	116,351.63	(74,327.89)	42,023.74

Annualized Comparative Rates of Return

	Twelve Month Trailing	Six Month Trailing	For the Month
Fed Funds	0.12 %	0.15 %	0.15 %
Overnight Repo	0.13 %	0.18 %	0.23 %
3 Month T-Bill	0.08 %	0.14 %	0.12 %
6 Month T-Bill	0.17 %	0.22 %	0.24 %
1 Year T-Note	0.25 %	0.32 %	0.24 %
2 Year T-Note	0.33 %	0.62 %	-0.12 %
5 Year T-Note	3.54 %	5.54 %	-0.37 %

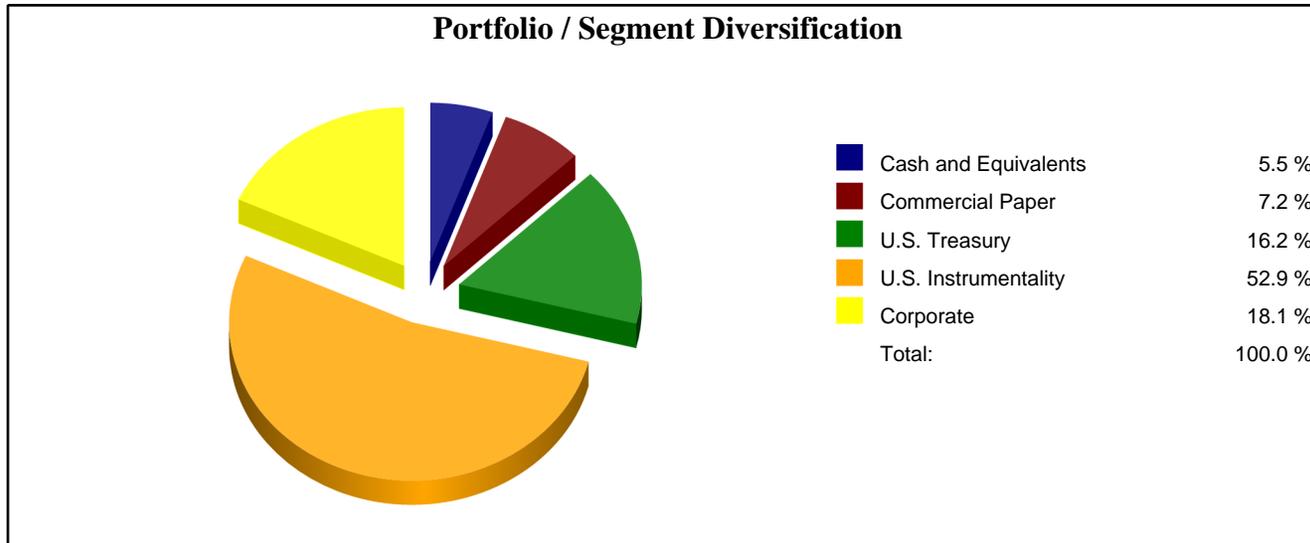
Summary of Fair Value Basis Return for the Period

	Total Portfolio	Excl. Cash Eq.
Interest Earned	116,351.63	114,917.44
Change in Fair Value	<u>(74,327.89)</u>	<u>(74,327.89)</u>
Total Income on Portfolio	42,023.74	40,589.55
Average Daily Historical Cost	111,020,601.14	104,407,465.65
Annualized Return	0.46%	0.47%
Annualized Return Net of Fees	0.38%	0.39%
Annualized Return Year to Date Net of Fees	0.97%	1.04%
Weighted Average Effective Maturity in Days	520	550

**City of Colorado Springs
Recap of Securities Held
September 30, 2012**

	Historical Cost	Amortized Cost	Fair Value	Unrealized Gain (Loss)	Weighted Average Final Maturity (Days)	Weighted Average Effective Maturity (Days)	% Portfolio/Segment	Weighted Average Yield *	Weighted Average Market Duration (Years)
Cash and Equivalents	6,098,677.03	6,098,677.03	6,098,677.03	0.00	1	1	5.52	0.27	0.00
Commercial Paper	7,983,558.34	7,988,529.45	7,990,905.00	2,375.55	99	99	7.23	0.49	0.06
U.S. Treasury	17,941,093.76	17,802,992.97	17,949,178.50	146,185.53	829	829	16.24	0.66	2.22
U.S. Instrumentality	58,421,235.00	57,980,580.63	58,406,972.40	426,391.77	921	516	52.90	0.92	1.40
Corporate	19,998,276.10	19,909,742.99	19,958,667.36	48,924.37	582	582	18.11	0.72	1.57
Total	110,442,840.23	109,780,523.07	110,404,400.29	623,877.22	734	520	100.00	0.78	1.39

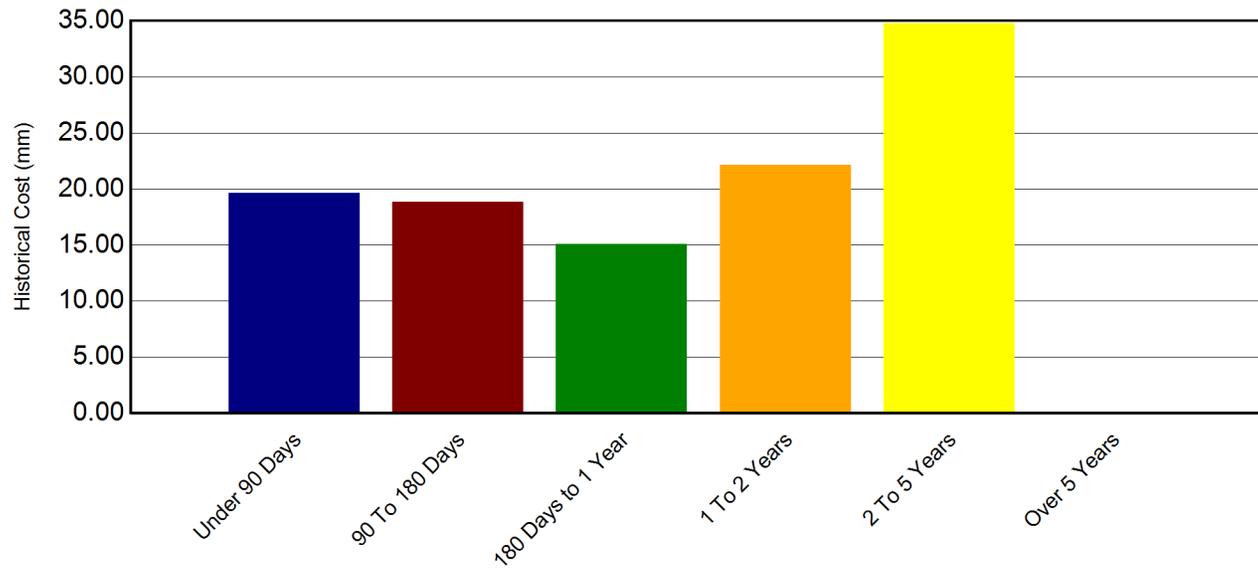
* Weighted Average Yield is calculated on a "yield to worst" basis.



**City of Colorado Springs
Maturity Distribution of Securities Held
September 30, 2012**

Maturity	Historical Cost	Percent
Under 90 Days	19,618,589.53	17.76 %
90 To 180 Days	18,843,754.84	17.06 %
180 Days to 1 Year	15,073,785.00	13.65 %
1 To 2 Years	22,144,445.00	20.05 %
2 To 5 Years	34,762,265.86	31.48 %
Over 5 Years	0.00	0.00 %
	110,442,840.23	100.00 %

Maturity Distribution



**City of Colorado Springs
Securities Held
September 30, 2012**

CUSIP/ Description	Purchase Date	Rate/ Coupon	Maturity/ Call Date	Par Value/ Shares	Historical Cost/ Accrued Interest Purchased	Amortized Cost/ Accretion (Amortization)	Fair Value/ Change In Fair Value	Unrealized Gain (Loss)	Interest Received	Interest Earned	Total Accrued Interest	% Port Cost	Yield
Cash and Equivalents													
CSIP	09/30/12	0.270V		6,098,677.03	6,098,677.03	6,098,677.03	6,098,677.03	0.00	1,434.19	1,434.19	0.00	5.52	0.27
					0.00	0.00	0.00						
TOTAL (Cash and Equivalents)				6,098,677.03	6,098,677.03	6,098,677.03	6,098,677.03	0.00	1,434.19	1,434.19	0.00	5.52	
					0.00	0.00	0.00						
Commercial Paper													
4497W0L14	07/31/12	0.000	11/01/12	3,000,000.00	2,997,055.00	2,999,018.33	2,999,334.00	315.67	0.00	0.00	0.00	2.71	0.39
ING Funding					0.00	950.00	921.00						
48802XHQ2	08/01/12	0.000	01/28/13	2,000,000.00	1,994,600.00	1,996,430.00	1,997,784.00	1,354.00	0.00	0.00	0.00	1.81	0.55
KELLS FUNDING LLC					0.00	900.00	1,368.00						
48802XHV1	08/27/12	0.000	02/20/13	2,000,000.00	1,994,886.67	1,995,897.78	1,996,754.00	856.22	0.00	0.00	0.00	1.81	0.53
KELLS FUNDING LLC					0.00	866.67	1,328.00						
4497W0QK7	09/21/12	0.000	03/19/13	1,000,000.00	997,016.67	997,183.34	997,033.00	(150.34)	0.00	0.00	0.00	0.90	0.61
ING Funding					0.00	166.67	16.33						
TOTAL (Commercial Paper)				8,000,000.00	7,983,558.34	7,988,529.45	7,990,905.00	2,375.55	0.00	0.00	0.00	7.23	
					0.00	2,883.34	3,633.33						
U.S. Treasury													
912828LX6	02/24/11	1.375	11/15/12	2,000,000.00	2,026,250.00	2,001,875.00	2,003,046.00	1,171.00	0.00	2,241.85	10,387.23	1.83	0.61
T-Note					0.00	(1,250.00)	(1,876.00)						
912828PV6	03/25/11	0.500	11/30/12	3,000,000.00	2,997,187.50	2,999,726.06	3,001,758.00	2,031.94	0.00	1,229.50	5,040.98	2.71	0.56
T-Note					0.00	136.98	(819.00)						
912828LZ1	08/31/11	2.125	11/30/14	2,500,000.00	2,638,867.19	2,592,422.14	2,600,585.00	8,162.86	0.00	4,354.50	17,853.48	2.39	0.40
T-Note					0.00	(3,509.70)	(4,102.50)						
912828PE4	08/23/11	1.250	10/31/15	3,000,000.00	3,067,968.75	3,049,977.02	3,084,141.00	34,163.98	0.00	3,073.77	15,778.69	2.78	0.70
T-Note					0.00	(1,332.72)	(3,045.00)						
912828PJ3	09/16/11	1.375	11/30/15	2,500,000.00	2,568,359.38	2,551,403.05	2,580,860.00	29,456.95	0.00	2,817.62	11,552.25	2.33	0.71
T-Note					0.00	(1,335.14)	(2,930.00)						
912828PS3	08/31/11	2.000	01/31/16	2,500,000.00	2,636,523.44	2,602,942.40	2,636,132.50	33,190.10	0.00	4,076.08	8,423.91	2.39	0.74
T-Note					0.00	(2,537.61)	(3,515.00)						
912828RF9	08/31/11	1.000	08/31/16	2,000,000.00	2,005,937.50	2,004,647.30	2,042,656.00	38,008.70	0.00	1,657.46	1,712.71	1.82	0.94
T-Note					0.00	(97.50)	(1,876.00)						
TOTAL (U.S. Treasury)				17,500,000.00	17,941,093.76	17,802,992.97	17,949,178.50	146,185.53	0.00	19,450.78	70,749.25	16.24	
					0.00	(9,925.69)	(18,163.50)						

**City of Colorado Springs
Securities Held
September 30, 2012**

CUSIP/ Description	Purchase Date	Rate/ Coupon	Maturity/ Call Date	Par Value/ Shares	Historical Cost/ Accrued Interest Purchased	Amortized Cost/ Accretion (Amortization)	Fair Value/ Change In Fair Value	Unrealized Gain (Loss)	Interest Received	Interest Earned	Total Accrued Interest	% Port Cost	Yield
U.S. Instrumentality													
31331J2V4 FFCB	03/25/11	0.550	11/19/12	3,000,000.00	2,998,170.00 0.00	2,999,851.79 90.75	3,001,599.00 (900.00)	1,747.21	0.00	1,375.00	6,050.00	2.71	0.59
31359MQV8 FNMA	Call 09/29/10	4.750	02/21/13 02/21/13	2,000,000.00	2,191,480.00 0.00	2,031,257.58 (6,557.53)	2,035,432.00 (6,658.00)	4,174.42	0.00	7,916.67	10,555.56	1.98	0.71
31398AE24 FNMA	08/26/10	1.750	02/22/13	3,000,000.00	3,068,820.00 0.00	3,010,878.24 (2,266.30)	3,018,786.00 (3,315.00)	7,907.76	0.00	4,375.00	5,687.50	2.78	0.82
31398A3L4 FNMA	08/01/11	1.125	09/17/13	3,000,000.00	3,033,300.00 0.00	3,015,023.52 (1,284.06)	3,024,024.00 (1,758.00)	9,000.48	16,875.00	2,812.50	1,312.50	2.75	0.60
31331GCS6 FFCB	05/31/11	3.875	10/07/13	2,000,000.00	2,146,760.00 0.00	2,063,311.58 (5,119.54)	2,074,154.00 (5,324.00)	10,842.42	0.00	6,458.33	37,458.33	1.94	0.72
31398A4N9 FNMA	10/15/10	1.000	10/15/13	3,000,000.00	3,003,510.00 0.00	3,000,000.00 0.00	3,018,216.00 (1,104.00)	18,216.00	0.00	2,500.00	13,833.33	2.72	1.00
3134G2W73 FHLMC	Call 01/06/12	0.500	10/18/13 10/18/12	2,500,000.00	2,501,250.00 0.00	2,500,074.30 (131.12)	2,500,280.00 (435.00)	205.70	0.00	1,041.66	5,659.72	2.26	0.44
3133XWKV0 FHLB	03/25/11	2.375	03/14/14	3,000,000.00	3,093,630.00 0.00	3,045,650.02 (2,588.85)	3,092,946.00 (4,077.00)	47,295.98	35,625.00	5,937.50	3,364.58	2.80	1.30
3133XWE70 FHLB	02/24/11	2.500	06/13/14	2,200,000.00	2,265,648.00 0.00	2,233,777.39 (1,634.39)	2,283,824.40 (2,882.00)	50,047.01	0.00	4,583.33	16,500.00	2.05	1.57
313370JS8 FHLB	07/28/11	1.375	09/12/14	3,000,000.00	3,034,680.00 0.00	3,021,591.49 (911.03)	3,064,497.00 (816.00)	42,905.51	20,625.00	3,437.50	2,177.08	2.75	1.00
31398A6C1 FNMA	06/24/11	1.150	11/18/14	2,500,000.00	2,507,250.00 0.00	2,504,537.81 (174.98)	2,544,592.50 (967.50)	40,054.69	0.00	2,395.84	10,621.53	2.27	1.06
3136FPNV5 FNMA	Call 06/30/11	2.125V	10/21/15 10/21/15	3,000,000.00	3,064,080.00 0.00	3,045,393.39 (1,221.35)	3,148,371.00 (4,056.00)	102,977.61	0.00	5,312.50	28,333.33	2.77	1.61
313380L96 FHLB	08/23/12	0.500	11/20/15	3,000,000.00	2,999,040.00 0.00	2,999,071.62 24.32	3,007,464.00 (228.00)	8,392.38	0.00	1,250.00	1,583.33	2.72	0.51
3134G3UV0 FHLMC	Call 07/06/12	0.750	11/23/15 05/23/13	2,000,000.00	2,004,000.00 1,791.67	2,002,915.89 (373.83)	2,004,512.00 (300.00)	1,596.11	0.00	1,250.00	5,333.33	1.81	0.52
3134G3SE1 FHLMC	Call 03/21/12	1.000	03/21/16 03/21/14	2,000,000.00	2,000,132.00 0.00	2,000,096.92 (5.43)	2,014,708.00 (1,748.00)	14,611.08	10,000.00	1,666.67	555.56	1.81	1.00
3133EAWZ7 FFCB	Call 07/31/12	0.790	07/11/16 07/11/13	3,000,000.00	3,001,680.00 1,316.67	3,001,378.09 (146.08)	3,007,755.00 138.00	6,376.91	0.00	1,975.00	5,266.67	2.72	0.73
3136GOLL3 FNMA	Call 06/14/12	1.000	09/14/16 06/14/13	3,000,000.00	3,000,000.00 0.00	3,000,000.00 0.00	3,010,683.00 (1,704.00)	10,683.00	7,500.00	2,500.00	1,416.67	2.72	1.00
313378WF4 FHLB	05/10/12	1.125	03/10/17	2,000,000.00	2,012,140.00 0.00	2,011,149.54 (206.35)	2,031,508.00 (7,600.00)	20,358.46	9,812.50	1,875.00	1,312.50	1.82	1.00

**City of Colorado Springs
Securities Held
September 30, 2012**

CUSIP/ Description	Purchase Date	Rate/ Coupon	Maturity/ Call Date	Par Value/ Shares	Historical Cost/ Accrued Interest Purchased	Amortized Cost/ Accretion (Amortization)	Fair Value/ Change In Fair Value	Unrealized Gain (Loss)	Interest Received	Interest Earned	Total Accrued Interest	% Port Cost	Yield
3134G3SC5 FHLMC	Call 04/27/12	1.210	03/28/17 03/28/13	3,000,000.00	3,002,250.00 0.00	3,001,195.52 (201.49)	3,007,668.00 (3,222.00)	6,472.48	18,150.00	3,025.00	302.50	2.72	1.13
3134G3ZP8 FHLMC	Call 08/08/12	1.000	08/08/17 02/08/13	3,000,000.00	3,000,000.00 0.00	3,000,000.00 0.00	3,003,885.00 (1,893.00)	3,885.00	0.00	2,500.00	4,416.67	2.72	1.00
3136G0YF2 FNMA	Call 08/30/12	1.050	08/28/17 08/28/14	3,000,000.00	3,000,000.00 175.00	3,000,000.00 0.00	3,015,213.00 (1,203.00)	15,213.00	0.00	2,625.00	2,887.50	2.72	1.05
313380EC7 FHLB	09/28/12	0.750	09/08/17	1,500,000.00	1,493,415.00 1,625.00	1,493,425.94 10.94	1,496,854.50 3,439.50	3,428.56	0.00	93.75	1,718.75	1.35	0.84
TOTAL (U.S. Instrumentality)				57,700,000.00	58,421,235.00 4,908.34	57,980,580.63 (22,696.32)	58,406,972.40 (46,613.00)	426,391.77	118,587.50	66,906.25	166,346.94	52.90	

Corporate

59217GAA7 Met Life Glob	01/31/12	2.500	01/11/13	2,550,000.00	2,594,701.50 0.00	2,563,177.90 (3,875.85)	2,563,991.85 (3,098.25)	813.95	0.00	5,312.50	14,166.67	2.35	0.64
459200GT2 IBM Corp	09/04/12	1.000	08/05/13	1,500,000.00	1,509,630.00 1,208.33	1,508,853.85 (776.15)	1,509,597.00 (33.00)	743.15	0.00	1,125.00	2,333.33	1.37	0.30
36962G4Q4 GE Capital	01/13/12	1.875	09/16/13	2,500,000.00	2,525,175.00 0.00	2,514,397.47 (1,234.07)	2,535,427.50 362.50	21,030.03	23,437.50	3,906.25	1,953.13	2.29	1.27
64952WAX1 New York Life Global	03/19/12	1.850	12/13/13	2,000,000.00	2,040,280.00 0.00	2,027,827.51 (1,905.99)	2,030,040.00 (2,084.00)	2,212.49	0.00	3,083.33	11,100.00	1.85	0.68
57629WBK5 MassMutual Global Fu	03/26/12	2.875	04/21/14	1,500,000.00	1,559,805.00 0.00	1,544,853.75 (2,373.21)	1,552,899.00 (1,501.50)	8,045.25	0.00	3,593.75	19,166.67	1.41	0.93
459200GZ8 IBM Corp	06/12/12	0.875	10/31/14	3,000,000.00	3,016,230.00 3,062.50	3,014,161.65 (559.02)	3,027,174.00 1,731.00	13,012.35	0.00	2,187.50	11,010.42	2.73	0.65
89233P5N2 Toyota Motor Credit	08/30/12	1.250	11/17/14	2,578,000.00	2,618,474.60 9,219.93	2,616,873.63 (1,500.91)	2,616,786.01 3,289.53	(87.62)	0.00	2,685.42	11,994.86	2.37	0.54
084670AV0 Berkshire Hathaway	06/12/12	3.200	02/11/15	2,000,000.00	2,125,860.00 0.00	2,111,516.61 (3,876.59)	2,121,534.00 (4,596.00)	10,017.39	0.00	5,333.33	8,888.89	1.92	0.81
64952WBH5 New York Life Global	09/26/12	0.750	07/24/15	2,000,000.00	2,008,120.00 2,500.00	2,008,080.62 (39.38)	2,001,218.00 (6,902.00)	(6,862.62)	0.00	208.33	2,708.33	1.82	0.60
TOTAL (Corporate)				19,628,000.00	19,998,276.10 15,990.76	19,909,742.99 (16,141.17)	19,958,667.36 (12,831.72)	48,924.37	23,437.50	27,435.41	83,322.30	18.11	

**City of Colorado Springs
Securities Held
September 30, 2012**

GRAND TOTAL	108,926,677.03	110,442,840.23	109,780,523.07	110,404,400.29	623,877.22	143,459.19	115,226.63	320,418.49	100.00
		20,899.10	(45,879.84)	(73,974.89)					

V = variable rate, current rate shown, average rate for Cash & Equivalents

City of Colorado Springs
GASB 40 - Deposit and Investment Risk Disclosure
September 30, 2012

CUSIP	Type	Coupon	Maturity Date	Call Date	S&P Rating	Moody Rating	Par Value / Shares	Historical Cost	% Portfolio Hist Cost	Market Value	% Portfolio Mkt Value	Weighted Avg Mkt Dur (Yrs)
<u>FNMA</u>												
31359MQV8	U.S. Instrumentality	4.750	02/21/2013	02/21/2013	AA+	Aaa	2,000,000.00	2,191,480.00	1.98	2,035,432.00	1.84	0.40
31398AE24	U.S. Instrumentality	1.750	02/22/2013		AA+	Aaa	3,000,000.00	3,068,820.00	2.78	3,018,786.00	2.73	0.40
3136GOLL3	U.S. Instrumentality	1.000	09/14/2016	06/14/2013	AA+	Aaa	3,000,000.00	3,000,000.00	2.72	3,010,683.00	2.73	0.71
31398A3L4	U.S. Instrumentality	1.125	09/17/2013		AA+	Aaa	3,000,000.00	3,033,300.00	2.75	3,024,024.00	2.74	0.97
31398A4N9	U.S. Instrumentality	1.000	10/15/2013		AA+	Aaa	3,000,000.00	3,003,510.00	2.72	3,018,216.00	2.73	1.04
3136G0YF2	U.S. Instrumentality	1.050	08/28/2017	08/28/2014	AA+	Aaa	3,000,000.00	3,000,000.00	2.72	3,015,213.00	2.73	1.89
31398A6C1	U.S. Instrumentality	1.150	11/18/2014		AA+	Aaa	2,500,000.00	2,507,250.00	2.27	2,544,592.50	2.30	2.11
3136FPNV5	U.S. Instrumentality	2.125	10/21/2015	10/21/2015	AA+	Aaa	3,000,000.00	3,064,080.00	2.77	3,148,371.00	2.85	2.95
ISSUER TOTAL							22,500,000.00	22,868,440.00	20.71	22,815,317.50	20.67	1.34
<u>T-Note</u>												
912828LX6	U.S. Treasury	1.375	11/15/2012		AA+	Aaa	2,000,000.00	2,026,250.00	1.83	2,003,046.00	1.81	0.13
912828PV6	U.S. Treasury	0.500	11/30/2012		AA+	Aaa	3,000,000.00	2,997,187.50	2.71	3,001,758.00	2.72	0.17
912828LZ1	U.S. Treasury	2.125	11/30/2014		AA+	Aaa	2,500,000.00	2,638,867.19	2.39	2,600,585.00	2.36	2.12
912828PE4	U.S. Treasury	1.250	10/31/2015		AA+	Aaa	3,000,000.00	3,067,968.75	2.78	3,084,141.00	2.79	3.02
912828PJ3	U.S. Treasury	1.375	11/30/2015		AA+	Aaa	2,500,000.00	2,568,359.38	2.33	2,580,860.00	2.34	3.10
912828PS3	U.S. Treasury	2.000	01/31/2016		AA+	Aaa	2,500,000.00	2,636,523.44	2.39	2,636,132.50	2.39	3.24
912828RF9	U.S. Treasury	1.000	08/31/2016		AA+	Aaa	2,000,000.00	2,005,937.50	1.82	2,042,656.00	1.85	3.85
ISSUER TOTAL							17,500,000.00	17,941,093.76	16.24	17,949,178.50	16.26	2.23
<u>FHLB</u>												
3133XWKV0	U.S. Instrumentality	2.375	03/14/2014		AA+	Aaa	3,000,000.00	3,093,630.00	2.80	3,092,946.00	2.80	1.44
3133XWE70	U.S. Instrumentality	2.500	06/13/2014		AA+	Aaa	2,200,000.00	2,265,648.00	2.05	2,283,824.40	2.07	1.67
313370JS8	U.S. Instrumentality	1.375	09/12/2014		AA+	Aaa	3,000,000.00	3,034,680.00	2.75	3,064,497.00	2.78	1.93
313380L96	U.S. Instrumentality	0.500	11/20/2015		AA+	Aaa	3,000,000.00	2,999,040.00	2.72	3,007,464.00	2.72	3.12
313378WF4	U.S. Instrumentality	1.125	03/10/2017		AA+	Aaa	2,000,000.00	2,012,140.00	1.82	2,031,508.00	1.84	4.33
313380EC7	U.S. Instrumentality	0.750	09/08/2017		AA+	Aaa	1,500,000.00	1,493,415.00	1.35	1,496,854.50	1.36	4.84
ISSUER TOTAL							14,700,000.00	14,898,553.00	13.49	14,977,093.90	13.57	2.65
<u>FHLMC</u>												
3134G2W73	U.S. Instrumentality	0.500	10/18/2013	10/18/2012	AA+	Aaa	2,500,000.00	2,501,250.00	2.26	2,500,280.00	2.26	0.06
3134G3ZP8	U.S. Instrumentality	1.000	08/08/2017	02/08/2013	AA+	Aaa	3,000,000.00	3,000,000.00	2.72	3,003,885.00	2.72	0.36
3134G3SC5	U.S. Instrumentality	1.210	03/28/2017	03/28/2013	AA+	Aaa	3,000,000.00	3,002,250.00	2.72	3,007,668.00	2.72	0.50
3134G3UV0	U.S. Instrumentality	0.750	11/23/2015	05/23/2013	AA+	Aaa	2,000,000.00	2,004,000.00	1.81	2,004,512.00	1.82	0.65

City of Colorado Springs
GASB 40 - Deposit and Investment Risk Disclosure
September 30, 2012

CUSIP	Type	Coupon	Maturity Date	Call Date	S&P Rating	Moody Rating	Par Value / Shares	Historical Cost	% Portfolio Hist Cost	Market Value	% Portfolio Mkt Value	Weighted Avg Mkt Dur (Yrs)
3134G3SE1	U.S. Instrumentality	1.000	03/21/2016	03/21/2014	AA+	Aaa	2,000,000.00	2,000,132.00	1.81	2,014,708.00	1.82	1.47
ISSUER TOTAL							12,500,000.00	12,507,632.00	11.32	12,531,053.00	11.35	0.56
<u>FFCB</u>												
31331J2V4	U.S. Instrumentality	0.550	11/19/2012		AA+	Aaa	3,000,000.00	2,998,170.00	2.71	3,001,599.00	2.72	0.14
3133EAWZ7	U.S. Instrumentality	0.790	07/11/2016	07/11/2013	AA+	Aaa	3,000,000.00	3,001,680.00	2.72	3,007,755.00	2.72	0.78
31331GCS6	U.S. Instrumentality	3.875	10/07/2013		AA+	Aaa	2,000,000.00	2,146,760.00	1.94	2,074,154.00	1.88	1.00
ISSUER TOTAL							8,000,000.00	8,146,610.00	7.38	8,083,508.00	7.32	0.60
<u>CSIP</u>												
	Cash and Equivalents	0.270			AAA	Aaa	6,098,677.03	6,098,677.03	5.52	6,098,677.03	5.52	0.00
ISSUER TOTAL							6,098,677.03	6,098,677.03	5.52	6,098,677.03	5.52	0.00
<u>IBM Corp</u>												
459200GT2	Corporate	1.000	08/05/2013		AA-	Aa3	1,500,000.00	1,509,630.00	1.37	1,509,597.00	1.37	0.85
459200GZ8	Corporate	0.875	10/31/2014		AA-	Aa3	3,000,000.00	3,016,230.00	2.73	3,027,174.00	2.74	2.06
ISSUER TOTAL							4,500,000.00	4,525,860.00	4.10	4,536,771.00	4.11	1.66
<u>New York Life Global Funding</u>												
64952WAX1	Corporate	1.850	12/13/2013		AA+	Aaa	2,000,000.00	2,040,280.00	1.85	2,030,040.00	1.84	1.19
64952WBH5	Corporate	0.750	07/24/2015		AA+	Aaa	2,000,000.00	2,008,120.00	1.82	2,001,218.00	1.81	2.78
ISSUER TOTAL							4,000,000.00	4,048,400.00	3.67	4,031,258.00	3.65	1.98
<u>ING Funding</u>												
4497W0L14	Commercial Paper	0.000	11/01/2012		A-1	P-1	3,000,000.00	2,997,055.00	2.71	2,999,334.00	2.72	0.00
4497W0QK7	Commercial Paper	0.000	03/19/2013		A-1	P-1	1,000,000.00	997,016.67	0.90	997,033.00	0.90	0.47
ISSUER TOTAL							4,000,000.00	3,994,071.67	3.62	3,996,367.00	3.62	0.12
<u>KELLS FUNDING LLC</u>												
48802XHQ2	Commercial Paper	0.000	01/28/2013		A-1+	P-1	2,000,000.00	1,994,600.00	1.81	1,997,784.00	1.81	0.00
48802XHV1	Commercial Paper	0.000	02/20/2013		A-1+	P-1	2,000,000.00	1,994,886.67	1.81	1,996,754.00	1.81	0.00
ISSUER TOTAL							4,000,000.00	3,989,486.67	3.61	3,994,538.00	3.62	0.00

City of Colorado Springs
GASB 40 - Deposit and Investment Risk Disclosure
September 30, 2012

CUSIP	Type	Coupon	Maturity Date	Call Date	S&P Rating	Moody Rating	Par Value / Shares	Historical Cost	% Portfolio Hist Cost	Market Value	% Portfolio Mkt Value	Weighted Avg Mkt Dur (Yrs)
<u>Toyota Motor Credit</u>												
89233P5N2	Corporate	1.250	11/17/2014		AA-	Aa3	2,578,000.00	2,618,474.60	2.37	2,616,786.01	2.37	2.10
ISSUER TOTAL							2,578,000.00	2,618,474.60	2.37	2,616,786.01	2.37	2.10
<u>Met Life Glob</u>												
59217GAA7	Corporate	2.500	01/11/2013		AA-	Aa3	2,550,000.00	2,594,701.50	2.35	2,563,991.85	2.32	0.29
ISSUER TOTAL							2,550,000.00	2,594,701.50	2.35	2,563,991.85	2.32	0.29
<u>GE Capital</u>												
36962G4Q4	Corporate	1.875	09/16/2013		AA+	A1	2,500,000.00	2,525,175.00	2.29	2,535,427.50	2.30	0.96
ISSUER TOTAL							2,500,000.00	2,525,175.00	2.29	2,535,427.50	2.30	0.96
<u>Berkshire Hathaway</u>												
084670AV0	Corporate	3.200	02/11/2015		AA+	Aa2	2,000,000.00	2,125,860.00	1.92	2,121,534.00	1.92	2.29
ISSUER TOTAL							2,000,000.00	2,125,860.00	1.92	2,121,534.00	1.92	2.29
<u>MassMutual Global Funding</u>												
57629WBK5	Corporate	2.875	04/21/2014		AA+	Aa2	1,500,000.00	1,559,805.00	1.41	1,552,899.00	1.41	1.52
ISSUER TOTAL							1,500,000.00	1,559,805.00	1.41	1,552,899.00	1.41	1.52

GRAND TOTAL **108,926,677.03 110,442,840.23 100.00 110,404,400.29 100.00 1.39**

Highlighted totals are issuers representing 5.00% or more of the portfolio's market value

**City of Colorado Springs
Securities Purchased
September 1, 2012 - September 30, 2012**

CUSIP/Description	Purchase Date	Rate/Coupon	Maturity/Call Date	Par Value/Shares	Unit Cost	Principal Cost	Accrued Interest Purchased	Yield
<u>Cash and Equivalents</u>								
CSIP	09/28/2012	0.270V		1,029,990.00	100.000	1,029,990.00	0.00	0.27
CSIP	09/28/2012	0.270V		1,434.19	100.000	1,434.19	0.00	0.27
TOTAL (Cash and Equivalents)				1,031,424.19		1,031,424.19	0.00	
<u>Commercial Paper</u>								
4497W0QK7 ING Funding	09/21/2012	0.000	03/19/2013	1,000,000.00	99.702	997,016.67	0.00	0.61
TOTAL (Commercial Paper)				1,000,000.00		997,016.67	0.00	
<u>U.S. Instrumentality</u>								
313380EC7 FHLB	09/28/2012	0.750	09/08/2017	1,500,000.00	99.561	1,493,415.00	1,625.00	0.84
TOTAL (U.S. Instrumentality)				1,500,000.00		1,493,415.00	1,625.00	
<u>Corporate</u>								
459200GT2 IBM Corp	09/04/2012	1.000	08/05/2013	1,500,000.00	100.642	1,509,630.00	1,208.33	0.30
64952WBH5 New York Life G	09/26/2012	0.750	07/24/2015	2,000,000.00	100.406	2,008,120.00	2,500.00	0.60
TOTAL (Corporate)				3,500,000.00		3,517,750.00	3,708.33	
GRAND TOTAL				7,031,424.19		7,039,605.86	5,333.33	

V = variable rate, current rate shown, average rate for Cash & Equivalents

City of Colorado Springs
Securities Sold and Matured
September 1, 2012 - September 30, 2012

CUSIP/ Description	Sale or Maturity Date	Rate/ Coupon	Maturity/ Call Date	Par Value/ Shares	Historical Cost	Amortized Cost at Sale or Maturity / Acct/ (Amort)	Sale/ Maturity Price	Fair Value at Sale or Maturity / Chg.In Fair Value	Realized Gain (Loss)	Accrued Interest Sold	Interest Received	Interest Earned	Yield
<u>Cash and Equivalents</u>													
CSIP	09/04/2012	0.270V		1,500,838.33	1,500,838.33	1,500,838.33	100.00	1,500,838.33	0.00	0.00	0.00	0.00	0.27
						0.00		0.00					
CSIP	09/12/2012	0.270V		2,000,000.00	2,000,000.00	2,000,000.00	100.00	2,000,000.00	0.00	0.00	0.00	0.00	0.27
						0.00		0.00					
CSIP	09/20/2012	0.270V		883,141.67	883,141.67	883,141.67	100.00	883,141.67	0.00	0.00	0.00	0.00	0.27
						0.00		0.00					
TOTAL (Cash and Equivalents)				4,383,980.00	4,383,980.00	4,383,980.00		4,383,980.00	0.00	0.00	0.00	0.00	
						0.00		0.00					
<u>Commercial Paper</u>													
74977KJS9	09/26/2012	0.000	09/26/2012	2,500,000.00	2,493,680.56	2,500,000.00	100.00	2,500,000.00	0.00	0.00	0.00	0.00	0.51
Rabobank USA						868.05		435.00					
TOTAL (Commercial Paper)				2,500,000.00	2,493,680.56	2,500,000.00		2,500,000.00	0.00	0.00	0.00	0.00	
						868.05		435.00					
<u>U.S. Instrumentality</u>													
3136FT3Z0	Call	09/28/2012	1.000V	03/28/2017	2,000,000.00	1,997,500.00	100.00	2,000,000.00	2,250.55	0.00	7,500.00	1,125.00	1.00
FNMA				12/28/2012				(788.00)					
TOTAL (U.S. Instrumentality)				2,000,000.00	1,997,500.00	1,997,749.45		2,000,000.00	2,250.55	0.00	7,500.00	1,125.00	
						37.00		(788.00)					
GRAND TOTAL				8,883,980.00	8,875,160.56	8,881,729.45		8,883,980.00	2,250.55	0.00	7,500.00	1,125.00	
						905.05		(353.00)					

V = variable rate, current rate shown, average rate for Cash & Equivalents

**City of Colorado Springs
Transaction Report
for the period September 1, 2012 - September 30, 2012**

Date	CUSIP	Transaction	Sec Type	Description	Maturity	PAR Value/Shares	Principal	Interest	Transaction Total	Balance
09/04/2012		Sold	CE	CSIP		1,500,838.33	1,500,838.33	0.00	1,500,838.33	1,500,838.33
09/04/2012	459200GT2	Bought	COR	IBM Corp	08/05/2013	1,500,000.00	1,509,630.00	1,208.33	(1,510,838.33)	(10,000.00)
09/10/2012	313378WF4	Interest	INS	FHLB	03/10/2017	2,000,000.00	0.00	9,812.50	9,812.50	(187.50)
09/12/2012		Sold	CE	CSIP		2,000,000.00	2,000,000.00	0.00	2,000,000.00	1,999,812.50
09/12/2012	313370JS8	Interest	INS	FHLB	09/12/2014	3,000,000.00	0.00	20,625.00	20,625.00	2,020,437.50
09/14/2012	3133XWKV0	Interest	INS	FHLB	03/14/2014	3,000,000.00	0.00	35,625.00	35,625.00	2,056,062.50
09/14/2012	3136G0LL3	Interest	INS	FNMA	09/14/2016	3,000,000.00	0.00	7,500.00	7,500.00	2,063,562.50
09/16/2012	36962G4Q4	Interest	COR	GE Capital	09/16/2013	2,500,000.00	0.00	23,437.50	23,437.50	2,087,000.00
09/17/2012	31398A3L4	Interest	INS	FNMA	09/17/2013	3,000,000.00	0.00	16,875.00	16,875.00	2,103,875.00
09/20/2012		Sold	CE	CSIP		883,141.67	883,141.67	0.00	883,141.67	2,987,016.67
09/21/2012	3134G3SE1	Interest	INS	FHLMC	03/21/2016	2,000,000.00	0.00	10,000.00	10,000.00	2,997,016.67
09/21/2012	4497W0QK7	Bought	CP	ING Funding	03/19/2013	1,000,000.00	997,016.67	0.00	(997,016.67)	2,000,000.00
09/26/2012	64952WBH5	Bought	COR	New York Life Global	07/24/2015	2,000,000.00	2,008,120.00	2,500.00	(2,010,620.00)	(10,620.00)
09/26/2012	74977KJS9	Maturity	CP	Rabobank USA	09/26/2012	2,500,000.00	2,500,000.00	0.00	2,500,000.00	2,489,380.00
09/28/2012		Interest	CE	CSIP		6,098,677.03	0.00	1,434.19	1,434.19	2,490,814.19
09/28/2012		Bought	CE	CSIP		1,031,424.19	1,031,424.19	0.00	(1,031,424.19)	1,459,390.00
09/28/2012	313380EC7	Bought	INS	FHLB	09/08/2017	1,500,000.00	1,493,415.00	1,625.00	(1,495,040.00)	(35,650.00)
09/28/2012	3134G3SC5	Interest	INS	FHLMC	03/28/2017	3,000,000.00	0.00	18,150.00	18,150.00	(17,500.00)
09/28/2012	3136FT3Z0	Interest	INS	FNMA	03/28/2017	2,000,000.00	0.00	7,500.00	7,500.00	(10,000.00)
09/28/2012	3136FT3Z0	Call	INS	FNMA	03/28/2017	2,000,000.00	1,997,749.45	0.00	2,000,000.00	1,990,000.00
Portfolio Activity Total									1,990,000.00	

Net Contributions:	0.00
Net Withdrawals:	1,982,598.63

Fees Charged:	7,401.37
Fees Paid:	7,401.37

**City of Colorado Springs
Securities Bid and Offer
for the period 9/1/2012 - 9/30/2012**

Trans	Settle	Description	Call Date	Broker	Par Value	Discount	Price	YTM/YTC	Competitive Bids
BUY	09/04/2012	IBM 1 08/05/2013		MOR	1,500,000		100.642	0.30	UBS - FNMA 1.25% 08/20/13 @ YTM 0.21 MIZ - TSY NOTE 0.75% 08/15/13 @ YTM 0.20
BUY	09/21/2012	INGFDG 0 03/19/2013		BAS	1,000,000	0.600	99.702	0.60	DIR - TOYOTA MOTOR CREDIT 03/20/13 @ YTM 0.25 CIT - KELLS FUNDING 03/01/13 @ YTM 0.38
BUY	09/26/2012	NYL .75 07/24/2015		RBC	2,000,000		100.406	0.60	MER - FNMA 2.375% 07/28/15 @ YTM 0.38 MIZ - TSY NOTE 1.75% 07/31/15 @ YTM 0.34
BUY	09/28/2012	FHLB .75 09/08/2017		MER	1,500,000		99.561	0.84	UBS - FHLMC 1.00% 07/28/17 @YTM 0.79 CIT - FHLMC 5.5% 08/23/17 @ TYM 0.79

**City of Colorado Springs
Upcoming Cash Activity
for the next 45 days**

Date	Transaction	CUSIP	Description	Coupon	Maturity Date	Next Call Date	Par / Shares	Principal	Interest	Transaction Total
10/07/2012	Interest	31331GCS6	FFCB	3.875	10/07/2013		2,000,000.00	0.00	38,750.00	38,750.00
10/15/2012	Interest	31398A4N9	FNMA	1.000	10/15/2013		3,000,000.00	0.00	15,000.00	15,000.00
10/18/2012	Potential Call	3134G2W73	FHLMC	0.500	10/18/2013	10/18/2012	2,500,000.00	2,500,000.00	6,250.00	2,506,250.00
10/21/2012	Interest	57629WBK5	MassMutual Global	2.875	04/21/2014		1,500,000.00	0.00	21,562.50	21,562.50
10/21/2012	Interest	3136FPNV5	FNMA	0.000	10/21/2015	10/21/2015	3,000,000.00	0.00	31,875.00	31,875.00
10/30/2012	Interest	912828PE4	T-Note	1.250	10/31/2015		3,000,000.00	0.00	18,750.00	18,750.00
10/31/2012	Interest	459200GZ8	IBM Corp	0.875	10/31/2014		3,000,000.00	0.00	13,125.00	13,125.00
11/01/2012	Maturity	4497W0L14	ING Funding	0.380	11/01/2012		3,000,000.00	3,000,000.00	0.00	3,000,000.00

END OF REPORTS



New York Office
113 King Street
Armonk, NY 10504
Tel: 866 766 3030
Fax: 914 765 3030

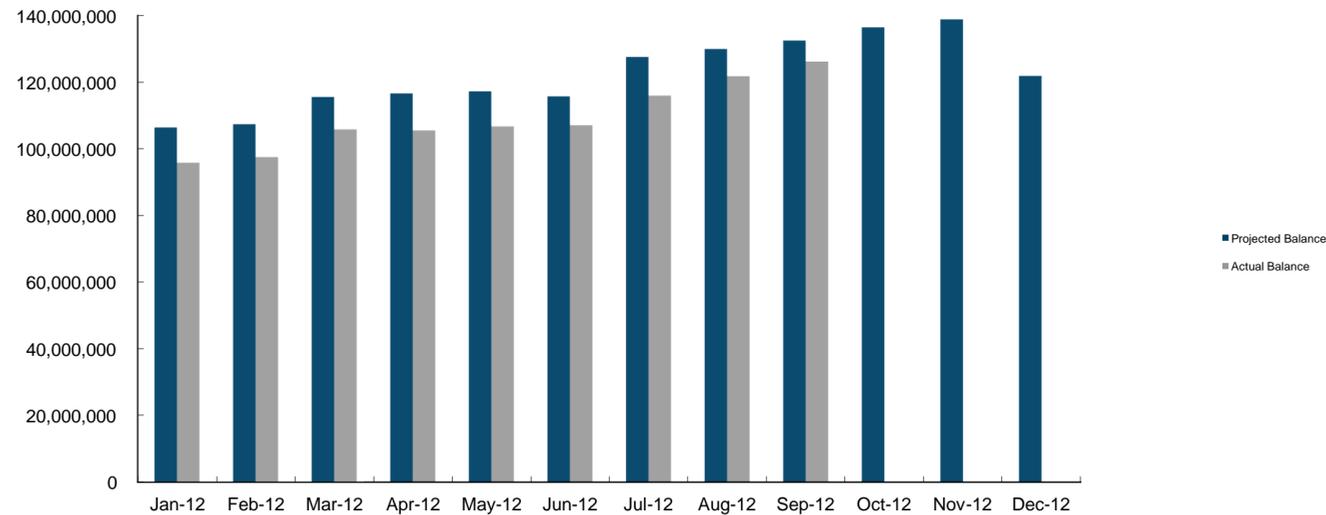
Colorado Office
1900 Sixteenth Street, Suite 200
Denver, CO 80202
Tel: 303 860 1100
Fax: 303 860 0016

For any questions concerning this report please contact accounting either by phone or email to camreports@cutwater.com.

City of Colorado Springs
Cash Flow Projections - All Funds

	Beg.Balance	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Total
Fund Balances	109,679,123													
Cash Receipts														
Sales Tax		16,970,963	10,481,473	12,035,527	13,817,803	12,752,722	13,215,874	15,009,030	14,534,608	13,085,489	13,958,019	12,242,655	11,848,133	159,952,296
County Receipts		271,415	1,324,136	7,841,927	1,366,812	5,202,504	2,383,118	5,855,272	604,822	426,858	352,251	542,564	236,839	26,408,518
Grants		2,297,086	2,217,050	1,815,667	1,025,598	1,588,826	1,815,741	1,634,973	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	43,194,941
Airport (Operating and Grants)		1,613,682	2,367,587	1,308,336	2,177,398	3,688,794	4,719,595	7,590,451	3,923,142	5,009,946	4,776,851	6,368,803	1,290,614	44,835,199
Airport PFCs and CFCs		139,620	190,097	18,382	183,935	262,156	271,745	357,921	172,572	294,435	317,752	287,348	434,599	2,930,562
Surplus CSU(formerly PILT)		3,471,769	3,056,794	3,020,221	2,471,788	2,217,443	2,234,206	2,318,086	2,459,612	2,458,863	2,060,457	2,427,323	3,090,823	31,287,386
State Shared Revenue		1,361,745	1,423,297	1,549,222	1,429,689	1,487,487	1,702,273	1,637,427	1,699,532	1,928,724	1,863,953	1,573,755	1,790,358	19,447,462
Stormwater Enterprise		48,589	30,193	233,225	21,014	23,482	75,985	170,540	17,462	12,324	10,170	15,664	6,838	665,486
Other Revenues	plug	7,204,322	4,015,961	9,427,794	6,133,685	5,834,367	6,652,633	7,029,498	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	89,898,260
Total Receipts		33,379,191	25,106,588	37,250,301	28,627,722	33,057,781	33,071,170	41,603,198	38,291,751	38,096,639	38,219,452	38,338,112	33,578,204	418,620,109
Cash Disbursements														
Payroll & Benefits		15,077,300	14,593,148	14,819,721	14,859,311	14,806,859	22,201,387	16,149,769	15,483,421	14,920,939	14,802,499	14,860,567	23,785,459	196,360,380
Accounts Payable	plug	12,808,122	8,482,018	8,515,241	8,460,681	11,493,501	3,561,461	11,978,036	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	135,588,060
Human Svcs and Senior Prog		-	-	-	-	-	-	-	-	-	-	-	-	-
Debt Service		-	-	-	740,838	1,213,842	1,336,181	96,304	-	-	1,442,610	1,744,194	12,196,219	18,770,188
Pension Additional		2,898,492	-	-	-	-	-	-	-	-	-	-	-	2,898,492
Regional Building Final		2,077,453	-	-	-	-	-	-	-	-	-	-	-	2,077,453
CIP & SPECIAL FUNDS														
TOPS		32,524	48,860	48,453	85,535	73,086	264,829	166,243	120,774	242,835	(43,420)	557,102	89,834	1,686,655
Lottery		181,975	204,918	210,033	241,102	281,718	469,338	309,363	265,078	238,482	220,062	488,799	140,774	3,251,642
LART		-	-	425,000	225,034	250,000	350,000	403,791	397,961	682,218	327,666	454,812	114,764	3,631,246
Cable Franchise		40,871	83,918	78,637	62,274	210,321	81,566	126,101	116,681	68,847	138,917	56,318	129,904	1,194,355
Public Safety		1,797	23,504	25,970	35,457	10,568	20,115	5,134	25,416	59,186	85,418	46,552	-	339,116
CITY funded CIP		2,395,802	208,002	540,195	4,301	341,418	1,295,059	(604,497)	95,823	82,304	1,173,921	2,866,115	52,117	8,450,559
Airport		1,106,655	442,792	4,270,674	2,830,913	3,614,136	4,905,276	1,148,284	5,276,106	5,051,940	2,002,806	711,046	-	31,360,628
Stormwater		55,310	5,557	14,839	31,103	26,134	19,122	20,913	71,966	127,270	62,558	100,463	-	535,236
Supplemental Expenditures		-	-	130,082	-	-	-	1,808	-	-	-	-	-	131,890
General Fund		17,665	33,030	13,215	78,272	82,452	82,452	-	-	-	-	-	-	224,634
Total Disbursements		36,693,966	24,125,747	29,078,845	27,589,764	32,399,855	34,586,786	29,801,249	35,911,025	35,531,821	34,270,836	35,943,767	50,566,872	406,500,533
Projected Net Change		(3,314,775)	980,841	8,171,456	1,037,958	657,926	(1,515,616)	11,801,949	2,380,726	2,564,818	3,948,616	2,394,345	(16,988,668)	
Maturing Principal Dollars											8,598,677	11,000,000		12,119,576
Net Surplus/Shortage														
Projected Balance		106,364,348	107,345,189	115,516,645	116,554,603	117,212,529	115,696,913	127,498,862	129,879,588	132,444,406	136,393,022	138,787,367	121,798,699	
Actual Balance (Cost)	109,679,123	89,635,000	89,800,000	98,874,000	95,998,000	99,107,000	96,100,344	107,157,000	112,278,394	110,442,840				
US Bank Operating Account		6,135,758	7,666,270	6,922,042	9,459,758	7,579,616	10,901,748	8,763,844	9,423,884	15,662,236				
Total Investments		95,770,758	97,466,270	105,796,042	105,457,758	106,686,616	107,002,092	115,920,844	121,702,278	126,105,076	0	0	0	
Actual Net Change		(13,908,365)	1,695,512	8,329,772	(338,284)	1,228,858	315,476	8,918,752	5,781,434	4,402,798	(126,105,076)	0	0	

Cash Flow Projection



City of Colorado Springs
Cash Flow Projections - All Funds

	Beg.Balance	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Total
Fund Balances	121,798,699													
Cash Receipts														
Sales Tax		15,666,377	10,273,040	10,406,710	13,322,579	12,183,699	12,305,604	14,473,087	14,534,608	13,085,489	13,958,019	12,242,655	11,848,133	154,300,000
County Receipts		255,511	1,077,454	7,418,489	1,306,455	4,434,213	2,514,079	5,630,466	604,822	426,858	352,251	542,564	236,839	24,800,000
Grants		-	-	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	61,600,000
Airport (Operating and Grants)		-	591,380	983,127	420,950	457,413	3,498,028	3,572,526	3,923,142	5,009,946	4,776,851	6,368,803	1,290,614	30,892,780
Airport PFCs and CFCs		208,387	165,230	281,447	229,477	322,145	248,448	275,138	172,572	294,435	317,752	287,348	434,599	3,236,978
Surplus CSU(formerly PILT)		3,146,183	3,318,429	2,993,085	2,745,367	2,359,642	2,327,259	2,212,956	2,459,612	2,458,863	2,060,457	2,427,323	3,090,823	31,600,000
State Shared Revenue		1,296,415	1,500,047	1,477,544	1,548,216	1,662,128	1,536,503	1,722,824	1,699,532	1,928,724	1,863,953	1,573,755	1,790,358	19,600,000
Stormwater Enterprise		7,377	31,107	214,179	37,719	128,020	72,584	162,557	17,462	12,324	10,170	15,664	6,838	716,000
Other Revenues		-	-	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	87,200,000
Total Receipts		20,580,250	16,956,687	38,654,581	34,490,764	36,427,260	37,382,505	42,929,554	38,291,751	38,096,639	38,219,452	38,338,112	33,578,204	413,945,758
Cash Disbursements														
Payroll & Benefits		16,186,622	14,652,444	14,634,726	14,792,764	15,012,910	14,990,684	22,876,964	15,483,421	14,920,939	14,802,499	14,860,567	23,785,459	197,000,000
Accounts Payable		-	-	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	140,578,000
Human Svcs and Senior Prog		-	-	-	-	-	-	-	-	-	-	-	-	-
Pension Additional		-	-	-	-	990,031	1,521,219	916,735	-	-	1,442,610	1,744,194	12,196,219	18,811,008
Regional Building Final		2,900,000												2,900,000
Debt Service		1,900,000												1,900,000
CIP & SPECIAL FUNDS														
TOPS		1,595,711	76,953	160,562	122,681	161,438	103,225	99,307	120,774	242,835	(43,420)	557,102	89,834	3,287,000
Lottery		143,896	195,029	229,779	228,266	256,535	282,357	410,942	265,078	238,482	220,062	488,799	140,774	3,100,000
LART		31,837	-	255,832	483,238	44,344	625,367	397,961	397,961	682,218	327,666	454,812	114,764	3,816,000
Cable Franchise		23,697	111,834	49,121	74,497	113,075	85,364	150,745	116,681	68,847	138,917	56,318	129,904	1,119,000
Public Safety		0	5,567	8,604	49,438	82,638	108,252	28,930	25,416	59,186	85,418	46,552	-	500,000
CITY funded CIP		925,617	106,709	86,649	152,236	277,692	113,313	(32,496)	95,823	82,304	1,173,921	2,866,115	52,117	5,900,000
Airport		5,671,054	1,125,690	473,265	3,590,801	3,712,405	3,792,225	5,600,371	5,276,106	5,051,940	2,002,806	711,046	-	37,007,709
Stormwater		78,934	46,665	86,732	138,903	73,022	99,781	63,706	71,966	127,270	62,558	100,463	-	950,000
Supplemental Expenditures														-
General Fund														-
Total Disbursements		29,457,367	16,320,892	30,043,069	33,690,624	34,781,890	35,779,588	44,570,966	35,911,025	35,531,821	34,270,836	35,943,767	50,566,872	416,868,717
Projected Net Change		(8,877,117)	635,795	8,611,512	800,139	1,645,370	1,602,917	(1,641,413)	2,380,726	2,564,818	3,948,616	2,394,345	(16,988,668)	(2,922,959)
Maturing Principal Dollars		4,550,000	10,000,000	4,000,000		2,000,000	3,000,000	3,000,000	1,500,000	5,500,000	5,000,000		2,000,000	
Net Surplus/Shortage		(4,327,117)	10,635,795	12,611,512	800,139	3,645,370	4,602,917	1,358,587	3,880,726	8,064,818	8,948,616	2,394,345	(14,988,668)	
Projected Balance	121,798,699	112,921,582	113,557,377	122,168,889	122,969,029	124,614,398	126,217,315	124,575,903	126,956,629	129,521,447	133,470,063	135,864,408	118,875,740	
Actual Balance (Cost)														
Actual Net Change														

City of Colorado Springs
Cash Flow Projections - All Funds

	Beg.Balance	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	Aug-14	Sep-14	Oct-14	Nov-14	Dec-14	Total
Fund Balances	118,875,740													
Cash Receipts														
Sales Tax		15,666,377	10,273,040	10,406,710	13,322,579	12,183,699	12,305,604	14,473,087	14,534,608	13,085,489	13,958,019	12,242,655	11,848,133	154,300,000
County Receipts		255,511	1,077,454	7,418,489	1,306,455	4,434,213	2,514,079	5,630,466	604,822	426,858	352,251	542,564	236,839	24,800,000
Grants		-	-	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	61,600,000
Airport (Operating and Grants)		-	591,380	983,127	420,950	457,413	3,498,028	3,572,526	3,923,142	5,009,946	4,776,851	6,368,803	1,290,614	30,892,780
Airport PFCs and CFCs		208,387	165,230	281,447	229,477	322,145	248,448	275,138	172,572	294,435	317,752	287,348	434,599	3,236,978
Surplus CSU(formerly PILT)		3,146,183	3,318,429	2,993,085	2,745,367	2,359,642	2,327,259	2,212,956	2,459,612	2,458,863	2,060,457	2,427,323	3,090,823	31,600,000
State Shared Revenue		1,296,415	1,500,047	1,477,544	1,548,216	1,662,128	1,536,503	1,722,824	1,699,532	1,928,724	1,863,953	1,573,755	1,790,358	19,600,000
Stormwater Enterprise		7,377	31,107	214,179	37,719	128,020	72,584	162,557	17,462	12,324	10,170	15,664	6,838	716,000
Other Revenues		-	-	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	87,200,000
Total Receipts		20,580,250	16,956,687	38,654,581	34,490,764	36,427,260	37,382,505	42,929,554	38,291,751	38,096,639	38,219,452	38,338,112	33,578,204	413,945,758
Cash Disbursements														
Payroll & Benefits		16,186,622	14,652,444	14,634,726	14,792,764	15,012,910	14,990,684	22,876,964	15,483,421	14,920,939	14,802,499	14,860,567	23,785,459	197,000,000
Accounts Payable		-	-	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	140,578,000
Human Svcs and Senior Prog		-	-	-	-	-	-	-	-	-	-	-	-	-
Pension Additional		-	-	-	-	990,031	1,521,219	916,735	-	-	1,442,610	1,744,194	12,196,219	18,811,008
Regional Building Final		2,900,000												2,900,000
Debt Service		1,900,000												1,900,000
CIP & SPECIAL FUNDS														
TOPS		1,595,711	76,953	160,562	122,681	161,438	103,225	99,307	120,774	242,835	(43,420)	557,102	89,834	3,287,000
Lottery		143,896	195,029	229,779	228,266	256,535	282,357	410,942	265,078	238,482	220,062	488,799	140,774	3,100,000
LART		31,837	-	255,832	483,238	44,344	625,367	397,961	397,961	682,218	327,666	454,812	114,764	3,816,000
Cable Franchise		23,697	111,834	49,121	74,497	113,075	85,364	150,745	116,681	68,847	138,917	56,318	129,904	1,119,000
Public Safety		0	5,567	8,604	49,438	82,638	108,252	28,930	25,416	59,186	85,418	46,552	-	500,000
CITY funded CIP		925,617	106,709	86,649	152,236	277,692	113,313	(32,496)	95,823	82,304	1,173,921	2,866,115	52,117	5,900,000
Airport		5,671,054	1,125,690	473,265	3,590,801	3,712,405	3,792,225	5,600,371	5,276,106	5,051,940	2,002,806	711,046	-	37,007,709
Stormwater		78,934	46,665	86,732	138,903	73,022	99,781	63,706	71,966	127,270	62,558	100,463	-	950,000
Supplemental Expenditures														-
General Fund														-
Total Disbursements		29,457,367	16,320,892	30,043,069	33,690,624	34,781,890	35,779,588	44,570,966	35,911,025	35,531,821	34,270,836	35,943,767	50,566,872	416,868,717
Projected Net Change		(8,877,117)	635,795	8,611,512	800,139	1,645,370	1,602,917	(1,641,413)	2,380,726	2,564,818	3,948,616	2,394,345	(16,988,668)	(2,922,959)
Maturing Principal Dollars				5,000,000	1,500,000		2,200,000		6,000,000	3,000,000	3,000,000	7,578,000		
Net Surplus/Shortage		55,090,896	19,820,892	32,043,069	36,690,624	34,781,890	49,779,588	44,570,966	38,911,025	35,531,821	34,270,836	43,943,767	50,566,872	
Projected Balance	118,875,740	29,457,367	45,778,259	75,821,328	109,511,952	144,293,842	180,073,430	224,644,396	260,555,421	296,087,242	330,358,078	366,301,845	416,868,717	
Actual Balance (Cost)														
Actual Net Change														

City of Colorado Springs
Cash Flow Projections - All Funds

	Beg. Balance	Jan-15	Feb-15	Mar-15	Apr-15	May-15	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Total
Fund Balances	416,868,717													
Cash Receipts														
Sales Tax		15,666,377	10,273,040	10,406,710	13,322,579	12,183,699	12,305,604	14,473,087	14,534,608	13,085,489	13,958,019	12,242,655	11,848,133	154,300,000
County Receipts		255,511	1,077,454	7,418,489	1,306,455	4,434,213	2,514,079	5,630,466	604,822	426,858	352,251	542,564	236,839	24,800,000
Grants		-	-	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	6,160,000	61,600,000
Airport (Operating and Grants)		-	591,380	983,127	420,950	457,413	3,498,028	3,572,526	3,923,142	5,009,946	4,776,851	6,368,803	1,290,614	30,892,780
Airport PFCs and CFCs		208,387	165,230	281,447	229,477	322,145	248,448	275,138	172,572	294,435	317,752	287,348	434,599	3,236,978
Surplus CSU(formerly PILT)		3,146,183	3,318,429	2,993,085	2,745,367	2,359,642	2,327,259	2,212,956	2,459,612	2,458,863	2,060,457	2,427,323	3,090,823	31,600,000
State Shared Revenue		1,296,415	1,500,047	1,477,544	1,548,216	1,662,128	1,536,503	1,722,824	1,699,532	1,928,724	1,863,953	1,573,755	1,790,358	19,600,000
Stormwater Enterprise		7,377	31,107	214,179	37,719	128,020	72,584	162,557	17,462	12,324	10,170	15,664	6,838	716,000
Other Revenues		-	-	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	8,720,000	87,200,000
Total Receipts		20,580,250	16,956,687	38,654,581	34,490,764	36,427,260	37,382,505	42,929,554	38,291,751	38,096,639	38,219,452	38,338,112	33,578,204	413,945,758
Cash Disbursements														
Payroll & Benefits		16,186,622	14,652,444	14,634,726	14,792,764	15,012,910	14,990,684	22,876,964	15,483,421	14,920,939	14,802,499	14,860,567	23,785,459	197,000,000
Accounts Payable		-	-	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	14,057,800	140,578,000
Human Svcs and Senior Prog		-	-	-	-	-	-	-	-	-	-	-	-	-
Pension Additional		-	-	-	-	990,031	1,521,219	916,735	-	-	1,442,610	1,744,194	12,196,219	18,811,008
Regional Building Final		2,900,000												2,900,000
Debt Service		1,900,000												1,900,000
CIP & SPECIAL FUNDS														
TOPS		1,595,711	76,953	160,562	122,681	161,438	103,225	99,307	120,774	242,835	(43,420)	557,102	89,834	3,287,000
Lottery		143,896	195,029	229,779	228,266	256,535	282,357	410,942	265,078	238,482	220,062	488,799	140,774	3,100,000
LART		31,837	-	255,832	483,238	44,344	625,367	397,961	397,961	682,218	327,666	454,812	114,764	3,816,000
Cable Franchise		23,697	111,834	49,121	74,497	113,075	85,364	150,745	116,681	68,847	138,917	56,318	129,904	1,119,000
Public Safety		0	5,567	8,604	49,438	82,638	108,252	28,930	25,416	59,186	85,418	46,552	-	500,000
CITY funded CIP		925,617	106,709	86,649	152,236	277,692	113,313	(32,496)	95,823	82,304	1,173,921	2,866,115	52,117	5,900,000
Airport		5,671,054	1,125,690	473,265	3,590,801	3,712,405	3,792,225	5,600,371	5,276,106	5,051,940	2,002,806	711,046	-	37,007,709
Stormwater		78,934	46,665	86,732	138,903	73,022	99,781	63,706	71,966	127,270	62,558	100,463	-	950,000
Supplemental Expenditures														-
General Fund														-
Total Disbursements		29,457,367	16,320,892	30,043,069	33,690,624	34,781,890	35,779,588	44,570,966	35,911,025	35,531,821	34,270,836	35,943,767	50,566,872	416,868,717
Projected Net Change		(8,877,117)	635,795	8,611,512	800,139	1,645,370	1,602,917	(1,641,413)	2,380,726	2,564,818	3,948,616	2,394,345	(16,988,668)	
Maturing Principal Dollars			2,000,000					2,000,000			6,000,000	5,500,000		(2,922,959)
Net Surplus/Shortage		55,090,896	19,820,892	32,043,069	36,690,624	34,781,890	49,779,588	44,570,966	38,911,025	35,531,821	34,270,836	43,943,767	50,566,872	
Projected Balance	416,868,717	29,457,367	45,778,259	75,821,328	109,511,952	144,293,842	180,073,430	224,644,396	260,555,421	296,087,242	330,358,078	366,301,845	416,868,717	
Actual Balance (Cost)														
Actual Net Change														
Additional Maturities 01/16 - 09/17: \$8 million														

TAB 3



City of Colorado Springs

Approved Broker/Dealers

October, 2012

Broker/Dealer	Contact	Title	State	Telephone
Barclays Capital	Peter Bjursten	Director	CA	(415) 263-3370
Citigroup Global Markets	Jonathan Olsen	Vice President	NY	(212) 723-6075
Goldman, Sachs & Co	Randall Rogers	Vice President	NY	(312) 655-4631
J.P. Morgan Securities	Richard Drozd	Executive Director	NY	(212) 834-3774
Jefferies & Company	Ryan Greenawalt	Senior Vice President	CA	(212) 284-2083
Merrill Lynch, Pierce, Fenner & Smith	Steve Sperry	Director	IL	(312) 869-6714
Mizuho Securities USA	David Conley	Vice President	NY	(212) 205-7550
Morgan Keegan & Company	Michael Peyser	Senior Vice President	NY	(212) 508-5210
Morgan Stanley Smith Barney	Angela Leach Pizzichini	Senior Vice President	CO	(303) 316-5110
RBC Capital Markets	John Styrbicki	Managing Director	MN	(612) 371-7845
UBS Financial Services	Paul G. Arevian	First Vice President	CO	(303) 820-5015
Wunderlich Securities	Becky Walker	Senior Vice President	IL	(312) 368-0411

TAB 4

BANK CREDIT RATING REPORT

City of Colorado Springs

BANK NAME	LOCATION	TYPE	REG ID	PEER GROUP RATING				
				JUN12	MAR12	DEC11	SEP11	JUN11
JPMorgan Chase Bank NA	Columbus, OH	BK	628	42	41	41	40	36
US Bank NA	Cincinnati, OH	BK	6548	68	66	65	62	60
Wells Fargo Bank NA	Sioux Falls, SD	BK	3511	55	53	50	49	47

Notes: Minimum Highline 30 for depository, 20 for custodian, 30 for CDs

JPMorgan Chase Bank NA

Columbus, OH
Regulatory ID #628

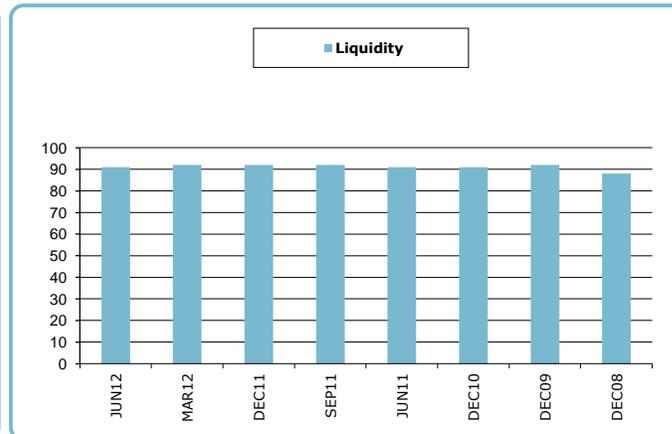
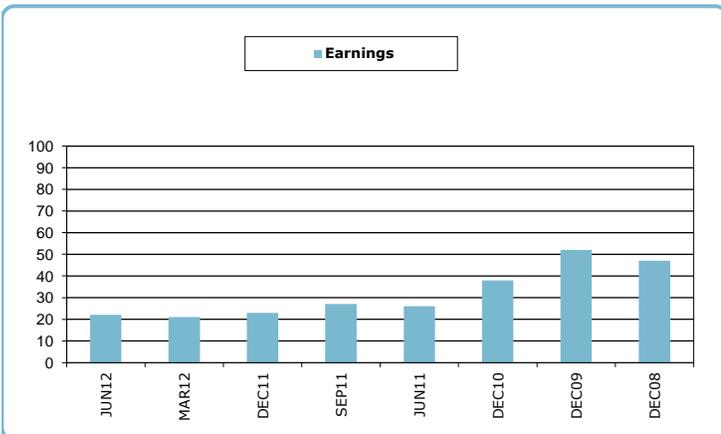
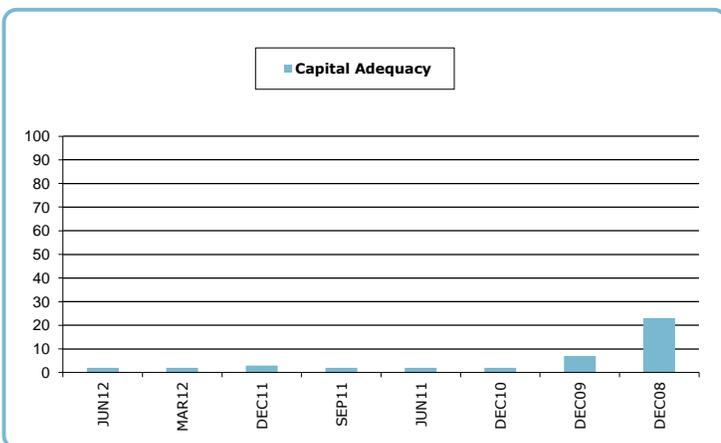
BANK KEY FINANCIAL DATA

	JUN12	MAR12	DEC11	SEP11	JUN11	DEC10	DEC09	DEC08
Assets (Thousands)	1,812,837,000	1,842,569,000	1,811,678,000	1,826,387,000	1,791,060,000	1,631,621,000	1,627,684,000	1,746,242,000
HIGHLINE PEER GROUP RATING	42	41	41	40	36	26	17	21

RATING COMPONENTS

Capital Adequacy								
Core Capital as % of Assets	5.71	5.56	5.56	5.48	5.49	5.69	5.99	5.76
Peer Group Ranking	2	2	3	2	2	2	7	23
Asset Quality								
Non-Performing as % of Loans	3.53	3.77	3.86	4.38	4.87	5.94	6.64	3.18
Peer Group Ranking	17	19	19	14	16	6	15	28
Earnings								
YTD Operating Profit as % of Assets	0.74	0.78	0.85	0.91	0.82	0.79	0.63	0.65
Peer Group Ranking	22	21	23	27	26	38	52	47
Liquidity								
Liquid Assets as % of Liabilities	45.55	46.42	46.92	49.70	49.47	45.39	42.15	48.68
Peer Group Ranking	91	92	92	92	91	91	92	88

PEER GROUP RANKINGS



Highline Financial, a Thomson Reuters company, provides the data for this report. The Peer Group Rating information is a solvency rating and is calculated on a quarterly basis using four key ratios: capital adequacy, asset quality, earnings strength, and liquidity. The calculation encompasses both current and historical data, and assesses an institution's health using weighted criteria to evaluate the industry's condition as a whole (ratios and respective weights are adjusted to meet industry changes). The information in this report is believed to be reliable, however, the accuracy, timeliness, and completeness of the content is not guaranteed and should not be relied upon as a basis for any investment decision. This report does not constitute advice and Cutwater disclaims any liability for any use of the content of this report.

US Bank NA

Cincinnati, OH
Regulatory ID #6548

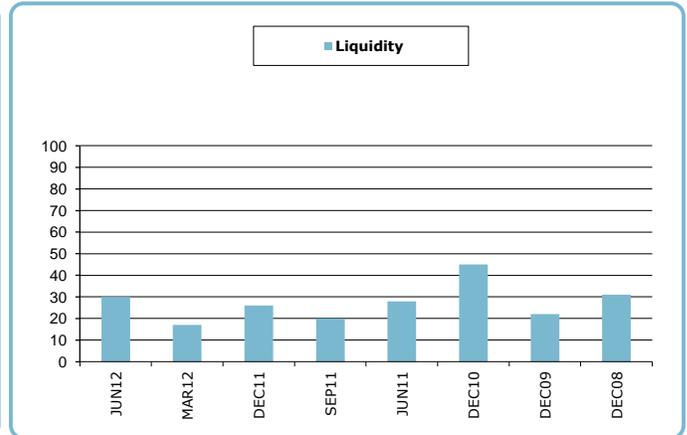
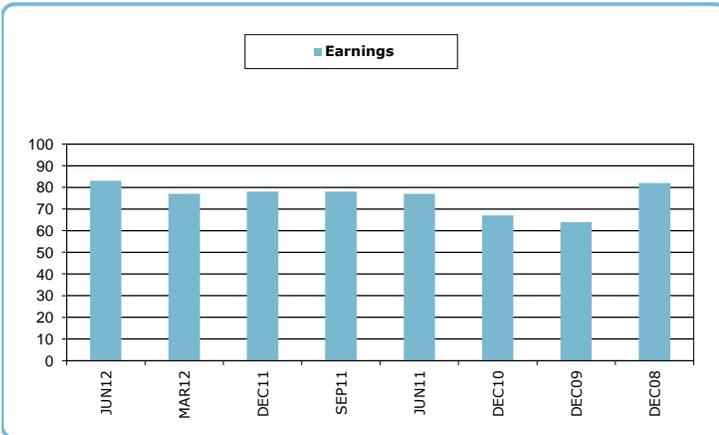
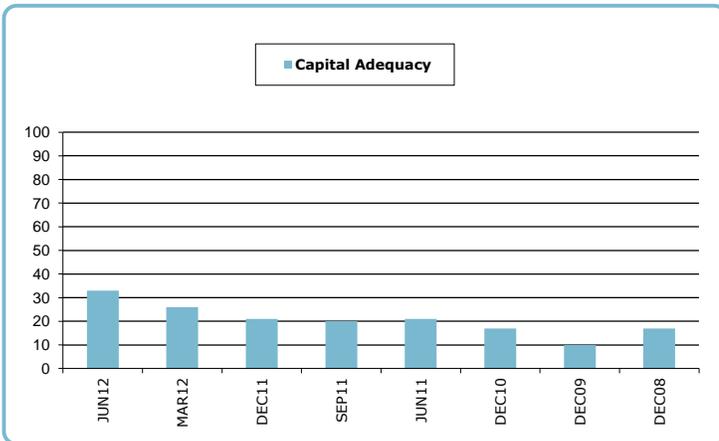
BANK KEY FINANCIAL DATA

	JUN12	MAR12	DEC11	SEP11	JUN11	DEC10	DEC09	DEC08
Assets (Thousands)	342,822,712	330,227,426	330,470,810	319,449,271	310,099,589	302,259,544	276,376,130	261,775,591
HIGHLINE PEER GROUP RATING	68	66	65	62	60	50	34	41

RATING COMPONENTS

Capital Adequacy								
Core Capital as % of Assets	8.43	8.02	8.02	7.99	8.10	7.58	6.15	5.53
Peer Group Ranking	33	26	21	20	21	17	10	17
Asset Quality								
Non-Performing as % of Loans	1.49	1.70	1.85	2.13	2.36	2.57	3.25	1.75
Peer Group Ranking	63	61	60	54	54	59	60	60
Earnings								
YTD Operating Profit as % of Assets	2.22	2.17	2.09	2.01	1.95	1.47	1.18	2.01
Peer Group Ranking	83	77	78	78	77	67	64	82
Liquidity								
Liquid Assets as % of Liabilities	6.22	4.45	5.93	6.19	6.98	8.65	5.78	6.20
Peer Group Ranking	30	17	26	20	28	45	22	31

PEER GROUP RANKINGS



Highline Financial, a Thomson Reuters company, provides the data for this report. The Peer Group Rating information is a solvency rating and is calculated on a quarterly basis using four key ratios: capital adequacy, asset quality, earnings strength, and liquidity. The calculation encompasses both current and historical data, and assesses an institution's health using weighted criteria to evaluate the industry's condition as a whole (ratios and respective weights are adjusted to meet industry changes). The information in this report is believed to be reliable, however, the accuracy, timeliness, and completeness of the content is not guaranteed and should not be relied upon as a basis for any investment decision. This report does not constitute advice and Cutwater disclaims any liability for any use of the content of this report.

Wells Fargo Bank NA

Sioux Falls, SD
Regulatory ID #3511

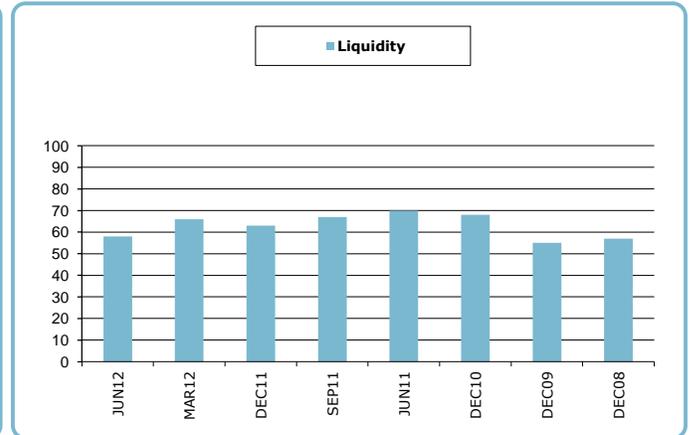
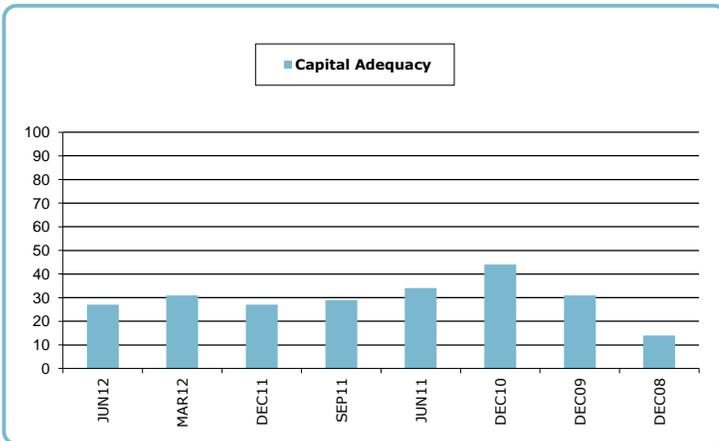
BANK KEY FINANCIAL DATA

	JUN12	MAR12	DEC11	SEP11	JUN11	DEC10	DEC09	DEC08
Assets (Thousands)	1,180,190,000	1,181,817,000	1,161,490,000	1,142,254,000	1,104,833,000	1,102,278,000	608,778,000	538,958,000
HIGHLINE PEER GROUP RATING	55	53	50	49	47	39	42	26

RATING COMPONENTS

Capital Adequacy								
Core Capital as % of Assets	8.15	8.17	8.17	8.50	8.64	8.53	7.48	5.36
Peer Group Ranking	27	31	27	29	34	44	31	14
Asset Quality								
Non-Performing as % of Loans	3.66	4.04	4.19	4.37	4.74	5.36	4.80	1.54
Peer Group Ranking	13	14	16	15	21	12	38	63
Earnings								
YTD Operating Profit as % of Assets	2.07	2.01	1.82	1.82	1.76	1.74	2.32	0.86
Peer Group Ranking	75	72	72	69	68	75	86	55
Liquidity								
Liquid Assets as % of Liabilities	12.59	16.40	14.99	16.64	17.11	14.44	11.78	12.30
Peer Group Ranking	58	66	63	67	70	68	55	57

PEER GROUP RANKINGS



Highline Financial, a Thomson Reuters company, provides the data for this report. The Peer Group Rating information is a solvency rating and is calculated on a quarterly basis using four key ratios: capital adequacy, asset quality, earnings strength, and liquidity. The calculation encompasses both current and historical data, and assesses an institution's health using weighted criteria to evaluate the industry's condition as a whole (ratios and respective weights are adjusted to meet industry changes). The information in this report is believed to be reliable, however, the accuracy, timeliness, and completeness of the content is not guaranteed and should not be relied upon as a basis for any investment decision. This report does not constitute advice and Cutwater disclaims any liability for any use of the content of this report.

TAB 5

City of Colorado Springs

Investment Policy November 22, 2011

The City of Colorado Springs ("the City") is a Colorado home rule municipality operating under its City Charter. The City functions under the direction of an elected Mayor. Existing Colorado State Statutes provide home rule municipalities with legal authority to promulgate and implement local standards for cash and investment management operations. The purpose of this Investment Policy is to establish the investment scope, objectives, delegation of authority, standards of prudence, reporting requirements, internal controls, eligible investments and transactions, diversification requirements, risk tolerance, and safekeeping and custodial procedures for the investment of the funds of the City of Colorado Springs.

This Investment Policy was adopted by the City Council of the City of Colorado Springs by resolution on September 28, 1993. It was revised on November 8, 1994, February 27, 1996; October 8, 1996; October 26, 1999; February 12, 2002; March 9, 2004; May 24, 2005; July 11, 2006; April 24, 2007; June 24, 2008; May 26, 2009; May 25, 2010; and November 22, 2011. It replaces any previous investment guidelines formulated by members of City staff.

SCOPE

The provisions of this Investment Policy (the "Policy") shall apply to all investable funds of the City of Colorado Springs (the "Portfolio"). Operating accounts, Reserve accounts and Bond Ordinance accounts shall be subject to the standards of this Policy, but may be managed by persons not under this Policy, and each manager of these funds shall establish guidelines pertaining to the following areas: delegation of authority, authorized securities and transactions, portfolio maturities and liquidity requirements, reporting and the selection of broker/dealers and custodians. Utility funds, hospital funds, endowment funds, and moneys held in bank checking accounts for operating purposes shall be excluded from the provisions of this Policy. This Policy shall not restrict ability of the City to invest funds according to the limitations imposed by bond resolutions or indentures of trust adopted by the City for the funds held by a trustee under bond resolutions.

All excess cash, except for cash in certain restricted and special accounts, shall be pooled for investment purposes. The investment income derived from the pooled investment account shall be allocated to the contributing funds based upon the proportion of the respective average balances relative to the total pooled balance. Interest earnings shall be distributed to the individual funds not less than annually.

OBJECTIVES

The Portfolio shall be invested in accordance with all applicable City policies, State statutes, and Federal regulations, and in a manner designed to accomplish the following objectives, which are listed in priority order:

- Preservation of capital and protection of investment principal.

- Maintenance of sufficient liquidity to meet anticipated cash flows.
- Diversification to avoid incurring unreasonable market risks.
- Attainment of a market rate of return.

DELEGATION OF AUTHORITY

The City Council establishes investment policy (City Code 1.6.102). The Mayor is charged with direct control of the City revenues (Article VII, City Charter). The City's Chief Financial Officer is responsible for the investment and custody of the City's investable funds, as well as the City's internal procedures affecting those funds. The Chief Financial Officer and designees shall implement the policies promulgated by City Council (City Code 1.2.602).

The following cites from the Code of the City of Colorado Springs shall apply:

Chapter 1: Administration, Personnel and Finance

Article 2: Officers of the City

Part 6: Powers and Duties of the Chief Financial Officer

1-2-602: The Chief Financial Officer shall receive all monies belonging to the City, shall determine depositories and accounts and invest surplus cash in accord with approved policies.

Article 6: City Funds

Part 1: General Provisions

1-6-102 (A): Authorized by State Statutes: Any monies of the City which are not presently required in the conduct of its respective affairs may be invested in securities in a manner authorized by Colorado statutes and as directed by City Council.

The Chief Financial Officer shall develop written administrative procedures and internal controls, consistent with this Policy, for the operation of the City's investment program. Such procedures shall be designed to prevent losses of public funds arising from fraud, employee error, misrepresentation by third parties, or imprudent actions by employees of the City.

The Chief Financial Officer may delegate the authority to conduct investment transactions and manage the operation of the investment portfolio to the Controller and other specifically authorized staff members. The Chief Financial Officer shall maintain a list of persons authorized to transact securities business for the City of Colorado Springs. No person may engage in an investment transaction except as expressly provided under the terms of this Policy.

The City Council has adopted Resolution 157-91, establishing the City Investment Advisory Committee. This committee, chaired by the City's Chief Financial Officer, meets semi-annually to make recommendations to City staff and the City Council regarding the investment policies and procedures of the City. Members of this committee are appointed by City Council and may include up to two City Council members. The Chief Financial Officer shall attend meetings of the Investment Advisory Committee.

The City may engage the support services of outside professionals in regard to its investment program, so long as it can be clearly demonstrated that these services produce a net financial advantage or necessary financial protection of the City's financial resources.

PRUDENCE

The standard of prudence to be used for managing the City's assets shall be CRS 15-1-304, Standard for Investments which in general states that investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of the property of another, not for speculation, but for investment considering the probable safety of their capital as well as the probable income to be derived.

The City's overall investment program shall be designed and managed with a degree of professionalism that is worthy of the public trust. The City recognizes that no investment is totally without risk and that the investment activities of the City are a matter of public record. Accordingly, the City recognizes that occasional measured losses may occur in a diversified portfolio and shall be considered within the context of the overall portfolio's return, provided that adequate diversification has been implemented and that the sale of a security is in the best long-term interest of the City.

The Chief Financial Officer and authorized investment personnel acting in accordance with written procedures and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided that the deviations from expectations are reported in a timely fashion to the Mayor and appropriate action is taken to control adverse developments.

ETHICS AND CONFLICTS OF INTEREST

Elected officials and employees involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program or which could impair or create the appearance of an impairment of their ability to make impartial investment decisions. Employees and investment officials shall disclose to the Mayor any material financial interests they have in financial institutions that conduct business with the City and they shall subordinate their personal investment transactions to those of the City.

In addition, all covered persons (defined as officials, appointees, administrative officers, employees, independent contractors and volunteers) shall annually complete the City's requirement for ethics training, per City Code § 1.3.107.

AUTHORIZED SECURITIES AND TRANSACTIONS

Subject to the limitations of this Policy, all investments and depositories authorized by the following state statutes shall be allowed by the City: Colorado Revised Statutes: C.R.S. 11-10.5-101 *et seq.*, Public Deposit Protection Act; C.R.S. 11-47-101 *et seq.*, Savings and Loan Association Public Deposit Protection Act; C.R.S. 24-75-601 *et seq.*, Funds Legal Investments; C.R.S. 24-75-601 *et seq.*, Depositories; and C.R.S. 24-75-702, Local governments – authority to pool surplus funds. Any revisions or extensions of these sections of the C.R.S. will be assumed to be part of this Policy immediately upon being enacted. However, in the event that amendments to these statutes conflict with

this Policy and past City investment practices, the City may delay adherence to the new requirements when it is deemed in the best interest of the City to do so and the existing Policy shall govern the City's investments. In such instances, after consultation with the City's investment adviser, the City Attorney, and the Investment Advisory Committee, a recommended course of action will be presented to City Council for approval.

Maturity restrictions shall be calculated from settlement date to maturity date. For investment securities that can be redeemed prior to maturity (i.e. bonds with a put option), the redemption date will be considered the effective maturity date for the bonds.

Portfolio percentage restrictions by security type and issuer are applicable only on the date of purchase of the investment and are applicable to the total Portfolio. While each individual portfolio shall be managed within these limits, the Chief Financial Officer may authorize an individual portfolio to exceed the limits subject to the overall limits within the Portfolio. The Portfolio will be limited to an aggregate exposure of 50% for the following investment types: Municipal Bonds, Corporate Bonds, Commercial Paper, Time Certificates of Deposit and Banker's Acceptances.

The City has further defined the eligible types of securities and transactions as follows:

1. U.S. Treasury Obligations: Treasury Bills, Treasury Notes, Treasury Bonds and Treasury Strips or those for which the full faith and credit of the United States are pledged for the payment of principal and interest with maturities not exceeding five years from the date of trade settlement. 100% of the Portfolio may be invested in U.S. Treasury Obligations.
2. Federal Instrumentality Securities: Federal agency or United States government sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises, and with maturities not exceeding five years from the date of trade settlement. The total investment in any one issuer shall not exceed 35% of the City's portfolio and no more than 85% of the City's portfolio may be invested in Federal Instrumentality Securities. Subordinated debt may not be purchased.
3. Time Certificates of Deposit with maturities not exceeding one year, in FDIC insured state or nationally chartered banks or savings banks. Certificates of Deposit (CD) exceeding the FDIC insured amount shall be collateralized in accordance with the Colorado Public Deposit Protection Act and may be purchased only from banks having a Highline Banking Data Services Rating of 30 or better at the time of purchase, or in the judgment of the Chief Financial Officer offering adequate safety to the City. No more than 5% of the Portfolio can be invested in time certificates of deposit (non-negotiable CDs). No more than 2% of the Portfolio may be invested in CDs of a single institution.
4. Corporate Bonds of any United States dollar denominated corporation organized and operating within the United States with a net worth in excess of \$250 million. The debt must be rated at least AA- or the equivalent by at least two NRSROs. Maximum maturities of such securities shall not exceed three years from the date of trade settlement. No more than 35% of the Portfolio may be invested in corporate bonds and no more than 5% may be invested with a single corporation.

5. Municipal Bonds: General and Revenue obligations of any state in the United States or any political subdivision, institution, or authority of such a governmental entity. Municipal bonds must be rated one of the two highest categories or the equivalent by two NRSROs with maturities not exceeding three years.

For short term or variable rate instruments ("Short Term Municipal Bonds"), the securities must be rated "A-1", "P1" or higher, or the equivalent, by a NRSRO.

On a combined basis, no more than 20% of the Portfolio may be invested in Municipal Bonds and Short Term Municipal Bonds and no more than 5% of the portfolio may be invested with a single issuer. The maximum maturity shall be limited to three years.

For Pre-Refunded Municipal Bonds ("Pre-Refunded Municipal Bonds") which are secured by an escrow of U.S. treasury securities or State and Local Government Series securities, no more than 40% of the Portfolio may be invested in Pre-Refunded Municipal Bonds and no more than 5% may be invested with a single issuer.

6. Commercial Paper with maturities not exceeding 270 days from the date of trade settlement that is rated at least A-1 or the equivalent at the time of purchase by at least two NRSROs. If the commercial paper issuer has senior debt outstanding, the senior debt must be rated by each service that publishes a rating on the issuer of at least A or the equivalent. Furthermore, the issuer's commercial paper program's size shall exceed \$200 million. Commercial paper may not exceed 30% of the Portfolio and no more than 5% may be invested with a single issuer.
7. Eligible Bankers Acceptances with maturities not exceeding 180 days from the date of trade settlement and issued by FDIC insured state or national banks with combined capital and surplus of at least \$250 million. Bankers Acceptances ("BA") shall be rated at least A-1 or the equivalent at the time of purchase by at least two NRSROs. If the issuing bank has senior long-term debt, it shall be rated at the time of purchase A or the equivalent. No more than 20% of the Portfolio may be invested in BAs and no more than 5% may be invested with a single institution.
8. Repurchase Agreements with maturities of 180 days or less collateralized by U.S. Treasury Obligations and Federal Instrumentality Securities listed in Items 1 and 2 above with the maturity of the collateral not exceeding 10 years. For the purpose of this section, the term collateral shall mean purchased securities under the terms of the City approved Master Repurchase Agreement. The purchased securities shall have a minimum market value including accrued interest of 102% of the dollar value of the transaction. Collateral shall be held in the City's custodian bank as safekeeping agent, and the market value of the collateral securities shall be marked-to-the-market daily.

Repurchase Agreements shall be entered into only with dealers who have executed a City approved Master Repurchase Agreement with the City and who are recognized as Primary Dealers by the Federal Reserve Bank of New York, or have a Primary Dealer within their holding company structure. Repurchase Agreement counterparties, if rated, shall have a short-term credit rating of at least A-1 or the equivalent and a long-term credit rating of at least A or the equivalent. The Chief Financial Officer shall maintain a copy of the City's approved Master Repurchase

Agreement along with a list of the broker/dealers who have an executed Master Repurchase Agreement with the City.

The City may utilize Tri-party Repurchase Agreements provided that the City is satisfied that it has a perfected interest in the securities used as collateral and that the City has a properly executed Tri-party Agreement with both the counterparty and custodian bank.

No more than 50% of the Portfolio may be invested in repurchase agreements and no more than 10% may be invested with a single counterparty.

9. Local Government Investment Pools ("LGIP") authorized under C.R.S. 24-75-702, that 1) are "no-load" (i.e. no commission or fee shall be charged on purchases or sales of shares); 2) have a constant net asset value per share of \$1.00; 3) limit assets of the fund to securities authorized by state statute; 4) have a maximum stated maturity and weighted average maturity in accordance with Rule 2a-7 of the Investment Company Act of 1940; and 5) have a rating of AAAM or the equivalent.

A maximum of 100% of the Portfolio may be invested in LGIPs with a single LGIP constituting no more than 50% of the Portfolio.

10. Money Market Mutual Funds registered under the Investment Company Act of 1940 and are authorized under C.R.S. 24-75-601 that 1) are "no-load" (i.e. no commission or fee shall be charged on purchases or sales of shares); 2) have a constant net asset value per share of \$1.00; 3) have a maximum stated maturity and weighted average maturity in accordance with Rule 2a-7 of the Investment Company Act of 1940; and 4) have a rating of AAAM or the equivalent.

A maximum of 100% of the Portfolio may be invested in money market funds with a single fund constituting no more than 50% of the Portfolio.

11. Obligations of the City of Colorado Springs: General obligation bonds, revenue bonds, certificate of participation or other debt securities issued by or guaranteed wholly, partially or morally by the City of Colorado Springs, Colorado, or its departments.

Securities that have been downgraded below minimum ratings described herein may be sold or held at the City's discretion. The Portfolio will be brought back into compliance with Investment Policy guidelines as soon as is practical.

It is the intent of the City that the foregoing list of authorized securities be strictly interpreted. Any deviation from this list must be preapproved by the Chief Financial Officer in writing.

The City recognizes that bond proceeds may, from time to time, be subject to the provisions of the Internal Revenue Code, Federal Arbitrage Regulations, as amended. Due to the legal complexities of arbitrage law and the necessary immunization of yield levels to correspond to anticipated cash flow schedules, the reinvestment of such debt issuance may, upon the advice of Bond Counsel or financial advisors, deviate from the maturity limitation provisions of this Policy with written approval of the Chief Financial Officer.

PORTFOLIO MATURITIES AND LIQUIDITY

To the extent possible, investments shall be matched with anticipated cash flow requirements and known future liabilities. Unless matched to a specific cash flow requirement, the City will not invest in securities maturing more than five years from the date of trade settlement. The City shall maintain at least 5% of its Operating Account portfolio in instruments maturing in 30 days or less. The duration of the Portfolio shall at no time exceed three years.

SELECTION OF BROKER/DEALERS

The Chief Financial Officer shall maintain a list of broker/dealers approved for investment purposes, and it shall be the policy of the City to purchase securities only from those authorized firms. To be eligible, a firm must meet at least one of the following criteria:

1. be recognized as a Primary Dealer by the Federal Reserve Bank of New York, or have a Primary Dealer within their holding company structure;
2. report voluntarily to the Federal Reserve Bank of New York, or
3. qualify under Securities and Exchange Commission (SEC) Rule 15c-3 (Uniform Net Capital Rule).

Broker/dealers will be selected by the Chief Financial Officer on the basis of their expertise in public cash management and their ability to provide services for the City's account. Approved broker/dealers and the firms they represent shall be licensed to do business in the State of Colorado and as such are subject to the provisions of the Colorado Revised Statutes, including but not limited to C.R.S. 24-75-601.

The City may engage the services of one or more professional investment advisory firms to assist in the management of the Portfolio. Such investment advisors may purchase and sell investment securities in accordance with this Policy and may utilize their own approved list of broker/dealers. Such approved broker/dealer list shall comply with the criteria listed above and shall be provided to the City on an annual basis.

In the event that the City does not utilize an external investment advisor, each authorized broker/dealer shall be required to submit and annually update a City approved Broker/Dealer Information Request form which includes the firm's most recent financial statements. The City's Chief Financial Officer shall maintain each approved firm's most recent Broker/Dealer Information Request form. Such broker/dealers must attest in writing that they have received a copy of this policy.

The City may purchase Commercial Paper from direct issuers even though they are not on the approved broker/dealer list as long as they meet the criteria outlined in Item 6 of the Authorized Securities and Transactions section of this Policy.

COMPETITIVE TRANSACTIONS

Each investment transaction shall be competitively transacted with authorized broker/dealers. At least three broker/dealers shall be contacted for each transaction and their bid and offering prices shall be documented.

If the City is offered a security for which there is no other readily available competitive offering, then the City will document quotations for comparable or alternative securities.

SELECTION OF BANKS

The Chief Financial Officer shall maintain a list of banks approved to provide depository and other banking services for the City. To be eligible for authorization, a bank must be a member of the FDIC, shall qualify as a depository of public funds in the State of Colorado as defined in CRS 24-75-603 et seq. as evidenced by a certificate issued by the State Banking Board and shall have a Highline Banking Data Services Peer Group Rating of 30 or better on a scale of zero to 99 with 99 being the highest quality for the most recent reporting quarter before the time of selection, or in the judgment of the Chief Financial Officer offer adequate safety to the City.

SAFEKEEPING AND CUSTODY

The Chief Financial Officer shall select one or more banks to provide safekeeping and custodial services for the City. A City approved Safekeeping Agreement shall be executed with each custodian bank prior to utilizing that bank's safekeeping services. To be eligible for designation as the City's safekeeping and custodian bank, a financial institution shall qualify as a depository of public funds in the State of Colorado as defined in CRS 24-75-603 et seq., be a Federal Reserve member financial institution and have a Highline Banking Data Services Peer Group Rating of 20 or better on a scale of zero to 99 with 99 being the highest quality for the most recent reporting quarter before the time of selection, or in the judgment of the Chief Financial Officer offer adequate safety to the City.

Custodian banks will be selected on the basis of their ability to provide services for the City's account and the competitive pricing of their safekeeping related services.

The purchase and sale of securities and repurchase agreement transactions shall be settled on a delivery versus payment basis. It is the intent of the City that all securities be perfected in the name of the City. Sufficient evidence to title shall be consistent with modern investment, banking and commercial practices.

All investment securities purchased by the City will be delivered by either book entry or physical delivery and will be held in third-party safekeeping by a City approved custodian bank, its correspondent bank or its Depository Trust Company (DTC) participant account.

Safekeeping receipts or customer confirmations shall be issued for each transaction and evidence that the securities are held for the City as "customer". The custodian also shall be required to furnish the City a list of holdings on at least a monthly basis.

PORTFOLIO PERFORMANCE

The investment and cash management portfolio shall be designed to attain a market rate of return throughout budgetary and economic cycles, taking into account prevailing market conditions, risk constraints for eligible securities, and cash flow requirements.

REPORTING

The Chief Financial Officer shall prepare an annual report to the Mayor and the City Council on the investment earnings and performance results of the City's investment portfolio. The report shall include an overview of the investments held by the City and the current market value of the portfolio.

The Chief Financial Officer shall present to the Investment Advisory Committee, at least semi-annually, a review of the portfolio's adherence to appropriate risk levels and a comparison between the portfolio's total return and the established investment objectives and goals.

Monthly reports to the Chief Financial Officer will include the following information:

- monthly rate of return
- cumulative and annual performance compared to the performance benchmarks
- monthly allocation to the major asset classes
- a list of purchases and sales during the month
- a list of current issues held in the portfolio, along with the years to maturity for each.

Annual reports to the Chief Financial Officer will be in compliance with the Governmental Accounting Standards Board No. 40 and will include the following:

- weighted average maturity or duration in years
- credit ratings of the investments.

POLICY REVISIONS

This Investment Policy shall be reviewed annually by the Chief Financial Officer and the Investment Advisory Committee. This Policy may be amended by the City Council as conditions warrant.

AUTHORIZED INVESTMENT SUMMARY

Security Type	Maximum Portfolio %	Maximum Issuer %	Maturity Restrictions	Rating Restrictions
U.S. Treasuries	100%	100%	5 years	N/A
U.S. Agencies	85%	35%	5 years	N/A
Municipal Bonds	20%	5%	3 years	AA-
Pre-Refunded Municipal Bonds	40%	5%	3 years	AA-
Corporate Bonds	35%	5%	3 years	AA-
Commercial Paper	30%	5%	270 days	A-1
Time Deposit/CD	5%	2%	1 year	30+
Banker Acceptances	20%	5%	180 days	A-1
Repurchase Agreements	50%	10%	180 days	A-1
Local Government Investment Pool	100%	50%	N/A	AAAm
Money Market Funds	100%	50%	N/A	AAAm

Note: The Portfolio will be limited to an aggregate exposure of 50% for the following investment types: Municipal Bonds, Corporate Bonds, Commercial Paper, Time Certificates of Deposit and Bankers Acceptances.

City of Colorado Springs

Investment Policy November 22, 2011

The City of Colorado Springs ("the City") is a Colorado home rule municipality operating under its City Charter. The City functions under the direction of an elected Mayor. Existing Colorado State Statutes provide home rule municipalities with legal authority to promulgate and implement local standards for cash and investment management operations. The purpose of this Investment Policy is to establish the investment scope, objectives, delegation of authority, standards of prudence, reporting requirements, internal controls, eligible investments and transactions, diversification requirements, risk tolerance, and safekeeping and custodial procedures for the investment of the funds of the City of Colorado Springs.

This Investment Policy was adopted by the City Council of the City of Colorado Springs by resolution on September 28, 1993. It was revised on November 8, 1994, February 27, 1996; October 8, 1996; October 26, 1999; February 12, 2002; March 9, 2004; May 24, 2005; July 11, 2006; April 24, 2007; June 24, 2008; May 26, 2009; May 25, 2010; and November 22, 2011. It replaces any previous investment guidelines formulated by members of City staff.

SCOPE

The provisions of this Investment Policy (the "Policy") shall apply to all investable funds of the City of Colorado Springs (the "Portfolio"). Operating accounts, Reserve accounts and Bond Ordinance accounts shall be subject to the standards of this Policy, but may be managed by persons not under this Policy, and each manager of these funds shall establish guidelines pertaining to the following areas: delegation of authority, authorized securities and transactions, portfolio maturities and liquidity requirements, reporting and the selection of broker/dealers and custodians. Utility funds, hospital funds, endowment funds, and moneys held in bank checking accounts for operating purposes shall be excluded from the provisions of this Policy. This Policy shall not restrict ability of the City to invest funds according to the limitations imposed by bond resolutions or indentures of trust adopted by the City for the funds held by a trustee under bond resolutions.

All excess cash, except for cash in certain restricted and special accounts, shall be pooled for investment purposes. The investment income derived from the pooled investment account shall be allocated to the contributing funds based upon the proportion of the respective average balances relative to the total pooled balance. Interest earnings shall be distributed to the individual funds not less than annually.

OBJECTIVES

The Portfolio shall be invested in accordance with all applicable City policies, State statutes, and Federal regulations, and in a manner designed to accomplish the following objectives, which are listed in priority order:

- Preservation of capital and protection of investment principal.

- Maintenance of sufficient liquidity to meet anticipated cash flows.
- Diversification to avoid incurring unreasonable market risks.
- Attainment of a market rate of return.

DELEGATION OF AUTHORITY

The City Council establishes investment policy (City Code 1.6.102). The Mayor is charged with direct control of the City revenues (Article VII, City Charter). The City's Chief Financial Officer is responsible for the investment and custody of the City's investable funds, as well as the City's internal procedures affecting those funds. The Chief Financial Officer and designees shall implement the policies promulgated by City Council (City Code 1.2.602).

The following cites from the Code of the City of Colorado Springs shall apply:

Chapter 1: Administration, Personnel and Finance

Article 2: Officers of the City

Part 6: Powers and Duties of the Chief Financial Officer

1-2-602: The Chief Financial Officer shall receive all monies belonging to the City, shall determine depositories and accounts and invest surplus cash in accord with approved policies.

Article 6: City Funds

Part 1: General Provisions

1-6-102 (A): Authorized by State Statutes: Any monies of the City which are not presently required in the conduct of its respective affairs may be invested in securities in a manner authorized by Colorado statutes and as directed by City Council.

The Chief Financial Officer shall develop written administrative procedures and internal controls, consistent with this Policy, for the operation of the City's investment program. Such procedures shall be designed to prevent losses of public funds arising from fraud, employee error, misrepresentation by third parties, or imprudent actions by employees of the City.

The Chief Financial Officer may delegate the authority to conduct investment transactions and manage the operation of the investment portfolio to the Controller and other specifically authorized staff members. The Chief Financial Officer shall maintain a list of persons authorized to transact securities business for the City of Colorado Springs. No person may engage in an investment transaction except as expressly provided under the terms of this Policy.

The City Council has adopted Resolution 157-91, establishing the City Investment Advisory Committee. This committee, chaired by the City's Chief Financial Officer, meets semi-annually to make recommendations to City staff and the City Council regarding the investment policies and procedures of the City. Members of this committee are appointed by City Council and may include up to two City Council members. The Chief Financial Officer shall attend meetings of the Investment Advisory Committee.

The City may engage the support services of outside professionals in regard to its investment program, so long as it can be clearly demonstrated that these services produce a net financial advantage or necessary financial protection of the City's financial resources.

PRUDENCE

The standard of prudence to be used for managing the City's assets shall be CRS 15-1-304, Standard for Investments which in general states that investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of the property of another, not for speculation, but for investment considering the probable safety of their capital as well as the probable income to be derived.

The City's overall investment program shall be designed and managed with a degree of professionalism that is worthy of the public trust. The City recognizes that no investment is totally without risk and that the investment activities of the City are a matter of public record. Accordingly, the City recognizes that occasional measured losses may occur in a diversified portfolio and shall be considered within the context of the overall portfolio's return, provided that adequate diversification has been implemented and that the sale of a security is in the best long-term interest of the City.

The Chief Financial Officer and authorized investment personnel acting in accordance with written procedures and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided that the deviations from expectations are reported in a timely fashion to the Mayor and appropriate action is taken to control adverse developments.

ETHICS AND CONFLICTS OF INTEREST

Elected officials and employees involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program or which could impair or create the appearance of an impairment of their ability to make impartial investment decisions. Employees and investment officials shall disclose to the Mayor any material financial interests they have in financial institutions that conduct business with the City and they shall subordinate their personal investment transactions to those of the City.

In addition, all covered persons (defined as officials, appointees, administrative officers, employees, independent contractors and volunteers) shall annually complete the City's requirement for ethics training, per City Code § 1.3.107.

AUTHORIZED SECURITIES AND TRANSACTIONS

Subject to the limitations of this Policy, all investments and depositories authorized by the following state statutes shall be allowed by the City: Colorado Revised Statutes: C.R.S. 11-10.5-101 *et seq*, Public Deposit Protection Act; C.R.S. 11-47-101 *et seq*, Savings and Loan Association Public Deposit Protection Act; C.R.S. 24-75-601 *et seq*, Funds Legal Investments; C.R.S. 24-75-601 *et. seq.*, Depositories; and C.R.S. 24-75-702, Local governments – authority to pool surplus funds. Any revisions or extensions of these sections of the C.R.S. will be assumed to be part of this Policy immediately upon being enacted. However, in the event that amendments to these statutes conflict with

this Policy and past City investment practices, the City may delay adherence to the new requirements when it is deemed in the best interest of the City to do so and the existing Policy shall govern the City's investments. In such instances, after consultation with the City's investment adviser, the City Attorney, and the Investment Advisory Committee, a recommended course of action will be presented to City Council for approval.

Maturity restrictions shall be calculated from settlement date to maturity date. For investment securities that can be redeemed prior to maturity (i.e. bonds with a put option), the redemption date will be considered the effective maturity date for the bonds.

Portfolio percentage restrictions by security type and issuer are applicable only on the date of purchase of the investment and are applicable to the total Portfolio. While each individual portfolio shall be managed within these limits, the Chief Financial Officer may authorize an individual portfolio to exceed the limits subject to the overall limits within the Portfolio. The Portfolio will be limited to an aggregate exposure of 50% for the following investment types: Municipal Bonds, Corporate Bonds, Commercial Paper, Time Certificates of Deposit and Banker's Acceptances.

The City has further defined the eligible types of securities and transactions as follows:

1. U.S. Treasury Obligations: Treasury Bills, Treasury Notes, Treasury Bonds and Treasury Strips or those for which the full faith and credit of the United States are pledged for the payment of principal and interest with maturities not exceeding five years from the date of trade settlement. 100% of the Portfolio may be invested in U.S. Treasury Obligations.
2. Federal Instrumentality Securities: Federal agency or United States government sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises, and with maturities not exceeding five years from the date of trade settlement. The total investment in any one issuer shall not exceed 35% of the City's portfolio and no more than 85% of the City's portfolio may be invested in Federal Instrumentality Securities. Subordinated debt may not be purchased.
3. Time Certificates of Deposit with maturities not exceeding one year, in FDIC insured state or nationally chartered banks or savings banks. Certificates of Deposit (CD) exceeding the FDIC insured amount shall be collateralized in accordance with the Colorado Public Deposit Protection Act and may be purchased only from banks having a Highline Banking Data Services Rating of 30 or better at the time of purchase, or in the judgment of the Chief Financial Officer offering adequate safety to the City. No more than 5% of the Portfolio can be invested in time certificates of deposit (non-negotiable CDs). No more than 2% of the Portfolio may be invested in CDs of a single institution.
4. Corporate Bonds of any United States dollar denominated corporation organized and operating within the United States with a net worth in excess of \$250 million. The debt must be rated at least AA- or the equivalent by at least two NRSROs. Maximum maturities of such securities shall not exceed three years from the date of trade settlement. No more than 35% of the Portfolio may be invested in corporate bonds and no more than 5% may be invested with a single corporation.

5. Municipal Bonds: General and Revenue obligations of any state in the United States or any political subdivision, institution, or authority of such a governmental entity. Municipal bonds must be rated one of the two highest categories or the equivalent by two NRSROs with maturities not exceeding three years.

For short term or variable rate instruments ("Short Term Municipal Bonds"), the securities must be rated "A-1", "P1" or higher, or the equivalent, by a NRSRO.

On a combined basis, no more than 20% of the Portfolio may be invested in Municipal Bonds and Short Term Municipal Bonds and no more than 5% of the portfolio may be invested with a single issuer. The maximum maturity shall be limited to three years.

For Pre-Refunded Municipal Bonds ("Pre-Refunded Municipal Bonds") which are secured by an escrow of U.S. treasury securities or State and Local Government Series securities, no more than 40% of the Portfolio may be invested in Pre-Refunded Municipal Bonds and no more than 5% may be invested with a single issuer.

6. Commercial Paper with maturities not exceeding 270 days from the date of trade settlement that is rated at least A-1 or the equivalent at the time of purchase by at least two NRSROs. If the commercial paper issuer has senior debt outstanding, the senior debt must be rated by each service that publishes a rating on the issuer of at least A or the equivalent. Furthermore, the issuer's commercial paper program's size shall exceed \$200 million. Commercial paper may not exceed 30% of the Portfolio and no more than 5% may be invested with a single issuer.
7. Eligible Bankers Acceptances with maturities not exceeding 180 days from the date of trade settlement and issued by FDIC insured state or national banks with combined capital and surplus of at least \$250 million. Bankers Acceptances ("BA") shall be rated at least A-1 or the equivalent at the time of purchase by at least two NRSROs. If the issuing bank has senior long-term debt, it shall be rated at the time of purchase A or the equivalent. No more than 20% of the Portfolio may be invested in BAs and no more than 5% may be invested with a single institution.
8. Repurchase Agreements with maturities of 180 days or less collateralized by U.S. Treasury Obligations and Federal Instrumentality Securities listed in Items 1 and 2 above with the maturity of the collateral not exceeding 10 years. For the purpose of this section, the term collateral shall mean purchased securities under the terms of the City approved Master Repurchase Agreement. The purchased securities shall have a minimum market value including accrued interest of 102% of the dollar value of the transaction. Collateral shall be held in the City's custodian bank as safekeeping agent, and the market value of the collateral securities shall be marked-to-the-market daily.

Repurchase Agreements shall be entered into only with dealers who have executed a City approved Master Repurchase Agreement with the City and who are recognized as Primary Dealers by the Federal Reserve Bank of New York, or have a Primary Dealer within their holding company structure. Repurchase Agreement counterparties, if rated, shall have a short-term credit rating of at least A-1 or the equivalent and a long-term credit rating of at least A or the equivalent. The Chief Financial Officer shall maintain a copy of the City's approved Master Repurchase

Agreement along with a list of the broker/dealers who have an executed Master Repurchase Agreement with the City.

The City may utilize Tri-party Repurchase Agreements provided that the City is satisfied that it has a perfected interest in the securities used as collateral and that the City has a properly executed Tri-party Agreement with both the counterparty and custodian bank.

No more than 50% of the Portfolio may be invested in repurchase agreements and no more than 10% may be invested with a single counterparty.

9. Local Government Investment Pools ("LGIP") authorized under C.R.S. 24-75-702, that 1) are "no-load" (i.e. no commission or fee shall be charged on purchases or sales of shares); 2) have a constant net asset value per share of \$1.00; 3) limit assets of the fund to securities authorized by state statute; 4) have a maximum stated maturity and weighted average maturity in accordance with Rule 2a-7 of the Investment Company Act of 1940; and 5) have a rating of AAAM or the equivalent.

A maximum of 100% of the Portfolio may be invested in LGIPs with a single LGIP constituting no more that 50% of the Portfolio.

10. Money Market Mutual Funds registered under the Investment Company Act of 1940 and are authorized under C.R.S. 24-75-601 that 1) are "no-load" (i.e. no commission or fee shall be charged on purchases or sales of shares); 2) have a constant net asset value per share of \$1.00; 3) have a maximum stated maturity and weighted average maturity in accordance with Rule 2a-7 of the Investment Company Act of 1940; and 4) have a rating of AAAM or the equivalent.

A maximum of 100% of the Portfolio may be invested in money market funds with a single fund constituting no more that 50% of the Portfolio.

11. Obligations of the City of Colorado Springs: General obligation bonds, revenue bonds, certificate of participation or other debt securities issued by or guaranteed wholly, partially or morally by the City of Colorado Springs, Colorado, or its departments.

Securities that have been downgraded below minimum ratings described herein may be sold or held at the City's discretion. The Portfolio will be brought back into compliance with Investment Policy guidelines as soon as is practical.

It is the intent of the City that the foregoing list of authorized securities be strictly interpreted. Any deviation from this list must be preapproved by the Chief Financial Officer in writing.

The City recognizes that bond proceeds may, from time to time, be subject to the provisions of the Internal Revenue Code, Federal Arbitrage Regulations, as amended. Due to the legal complexities of arbitrage law and the necessary immunization of yield levels to correspond to anticipated cash flow schedules, the reinvestment of such debt issuance may, upon the advice of Bond Counsel or financial advisors, deviate from the maturity limitation provisions of this Policy with written approval of the Chief Financial Officer.

PORTFOLIO MATURITIES AND LIQUIDITY

To the extent possible, investments shall be matched with anticipated cash flow requirements and known future liabilities. Unless matched to a specific cash flow requirement, the City will not invest in securities maturing more than five years from the date of trade settlement. The City shall maintain at least 5% of its Operating Account portfolio in instruments maturing in 30 days or less. The duration of the Portfolio shall at no time exceed three years.

SELECTION OF BROKER/DEALERS

The Chief Financial Officer shall maintain a list of broker/dealers approved for investment purposes, and it shall be the policy of the City to purchase securities only from those authorized firms. To be eligible, a firm must meet at least one of the following criteria:

1. be recognized as a Primary Dealer by the Federal Reserve Bank of New York, or have a Primary Dealer within their holding company structure;
2. report voluntarily to the Federal Reserve Bank of New York, or
3. qualify under Securities and Exchange Commission (SEC) Rule 15c-3 (Uniform Net Capital Rule).

Broker/dealers will be selected by the Chief Financial Officer on the basis of their expertise in public cash management and their ability to provide services for the City's account. Approved broker/dealers and the firms they represent shall be licensed to do business in the State of Colorado and as such are subject to the provisions of the Colorado Revised Statutes, including but not limited to C.R.S. 24-75-601.

The City may engage the services of one or more professional investment advisory firms to assist in the management of the Portfolio. Such investment advisors may purchase and sell investment securities in accordance with this Policy and may utilize their own approved list of broker/dealers. Such approved broker/dealer list shall comply with the criteria listed above and shall be provided to the City on an annual basis.

In the event that the City does not utilize an external investment advisor, each authorized broker/dealer shall be required to submit and annually update a City approved Broker/Dealer Information Request form which includes the firm's most recent financial statements. The City's Chief Financial Officer shall maintain each approved firm's most recent Broker/Dealer Information Request form. Such broker/dealers must attest in writing that they have received a copy of this policy.

The City may purchase Commercial Paper from direct issuers even though they are not on the approved broker/dealer list as long as they meet the criteria outlined in Item 6 of the Authorized Securities and Transactions section of this Policy.

COMPETITIVE TRANSACTIONS

Each investment transaction shall be competitively transacted with authorized broker/dealers. At least three broker/dealers shall be contacted for each transaction and their bid and offering prices shall be documented.

If the City is offered a security for which there is no other readily available competitive offering, then the City will document quotations for comparable or alternative securities.

SELECTION OF BANKS

The Chief Financial Officer shall maintain a list of banks approved to provide depository and other banking services for the City. To be eligible for authorization, a bank must be a member of the FDIC, shall qualify as a depository of public funds in the State of Colorado as defined in CRS 24-75-603 et seq. as evidenced by a certificate issued by the State Banking Board and shall have a Highline Banking Data Services Peer Group Rating of 30 or better on a scale of zero to 99 with 99 being the highest quality for the most recent reporting quarter before the time of selection, or in the judgment of the Chief Financial Officer offer adequate safety to the City.

SAFEKEEPING AND CUSTODY

The Chief Financial Officer shall select one or more banks to provide safekeeping and custodial services for the City. A City approved Safekeeping Agreement shall be executed with each custodian bank prior to utilizing that bank's safekeeping services. To be eligible for designation as the City's safekeeping and custodian bank, a financial institution shall qualify as a depository of public funds in the State of Colorado as defined in CRS 24-75-603 et seq., be a Federal Reserve member financial institution and have a Highline Banking Data Services Peer Group Rating of 20 or better on a scale of zero to 99 with 99 being the highest quality for the most recent reporting quarter before the time of selection, or in the judgment of the Chief Financial Officer offer adequate safety to the City.

Custodian banks will be selected on the basis of their ability to provide services for the City's account and the competitive pricing of their safekeeping related services.

The purchase and sale of securities and repurchase agreement transactions shall be settled on a delivery versus payment basis. It is the intent of the City that all securities be perfected in the name of the City. Sufficient evidence to title shall be consistent with modern investment, banking and commercial practices.

All investment securities purchased by the City will be delivered by either book entry or physical delivery and will be held in third-party safekeeping by a City approved custodian bank, its correspondent bank or its Depository Trust Company (DTC) participant account.

Safekeeping receipts or customer confirmations shall be issued for each transaction and evidence that the securities are held for the City as "customer". The custodian also shall be required to furnish the City a list of holdings on at least a monthly basis.

PORTFOLIO PERFORMANCE

The investment and cash management portfolio shall be designed to attain a market rate of return throughout budgetary and economic cycles, taking into account prevailing market conditions, risk constraints for eligible securities, and cash flow requirements.

REPORTING

The Chief Financial Officer shall prepare an annual report to the Mayor and the City Council on the investment earnings and performance results of the City's investment portfolio. The report shall include an overview of the investments held by the City and the current market value of the portfolio.

The Chief Financial Officer shall present to the Investment Advisory Committee, at least semi-annually, a review of the portfolio's adherence to appropriate risk levels and a comparison between the portfolio's total return and the established investment objectives and goals.

Monthly reports to the Chief Financial Officer will include the following information:

- monthly rate of return
- cumulative and annual performance compared to the performance benchmarks
- monthly allocation to the major asset classes
- a list of purchases and sales during the month
- a list of current issues held in the portfolio, along with the years to maturity for each.

Annual reports to the Chief Financial Officer will be in compliance with the Governmental Accounting Standards Board No. 40 and will include the following:

- weighted average maturity or duration in years
- credit ratings of the investments.

POLICY REVISIONS

This Investment Policy shall be reviewed annually by the Chief Financial Officer and the Investment Advisory Committee. This Policy may be amended by the City Council as conditions warrant.

AUTHORIZED INVESTMENT SUMMARY

Security Type	Maximum Portfolio %	Maximum Issuer %	Maturity Restrictions	Rating Restrictions
U.S. Treasuries	100%	100%	5 years	N/A
U.S. Agencies	85%	35%	5 years	N/A
Municipal Bonds	20%	5%	3 years	AA-
Pre-Refunded Municipal Bonds	40%	5%	3 years	AA-
Corporate Bonds	35%	5%	3 years	AA-
Commercial Paper	30%	5%	270 days	A-1
Time Deposit/CD	5%	2%	1 year	30+
Banker Acceptances	20%	5%	180 days	A-1
Repurchase Agreements	50%	10%	180 days	A-1
Local Government Investment Pool	100%	50%	N/A	AAAm
Money Market Funds	100%	50%	N/A	AAAm

Note: The Portfolio will be limited to an aggregate exposure of 50% for the following investment types: Municipal Bonds, Corporate Bonds, Commercial Paper, Time Certificates of Deposit and Bankers Acceptances.