*RA5

CITY OF MILPITAS
INVESTMENT PORTFOLIO STATUS

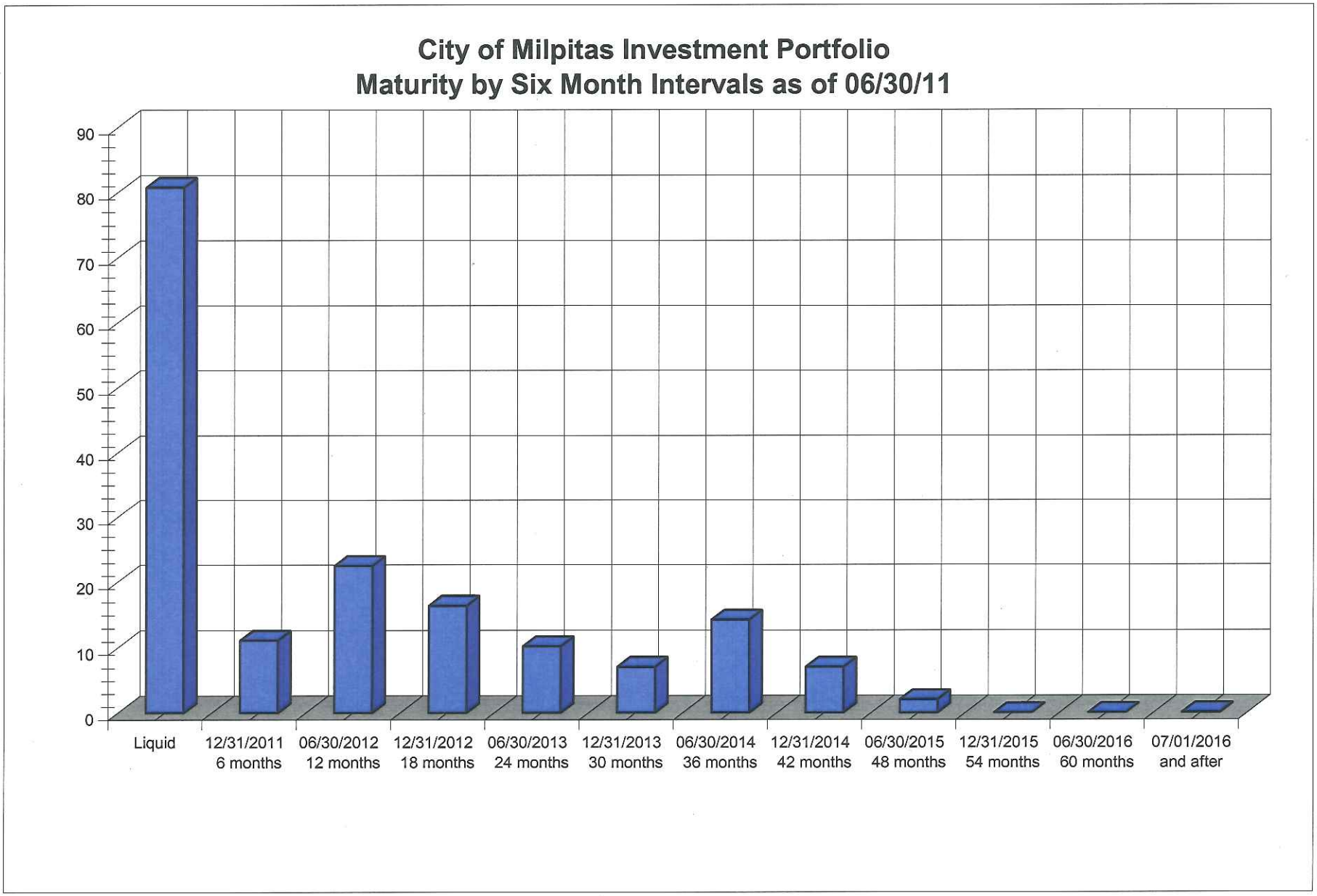
PERCENT OF TOTAL DOLLARS INVESTED AT QUARTER ENDED

TYPE OF SECURITY	Jun-11	Mar-11	Dec-10	Sep-10
LAIF & Money Market	48	43	44	39
Corporate Medium Term Notes	2	2	1	3
Treasury Notes / Bills	8	8	8	8
Federal Agency	42	47	47	50
	100	100	100	100

	Jun-11	Mar-11	Dec-10	Sep-10
Market Value	171,125,740	158,424,506	166,169,343	146,009,316
Cost	169,734,083	157,258,939	164,534,238	143,779,788
Days				
Weighted Average Maturity (1)	311	350	331	380
Rates				
Average Yield	1.30%	1.47%	1.65%	1.81%
Benchmarks:				
LAIF	0.45%	0.50%	0.46%	0.50%
2 Year Treasury - (12 Month Average)	0.53%	0.60%	0.65%	0.76%

(1) Excludes Bond Proceed- Investments

Exhibit 2



Maturity by Six Month Intervals

City of Milpitas Investment Portfolio Yields Compared to Benchmarks for the Quarters Ended 09/30/08 – 06/30/11

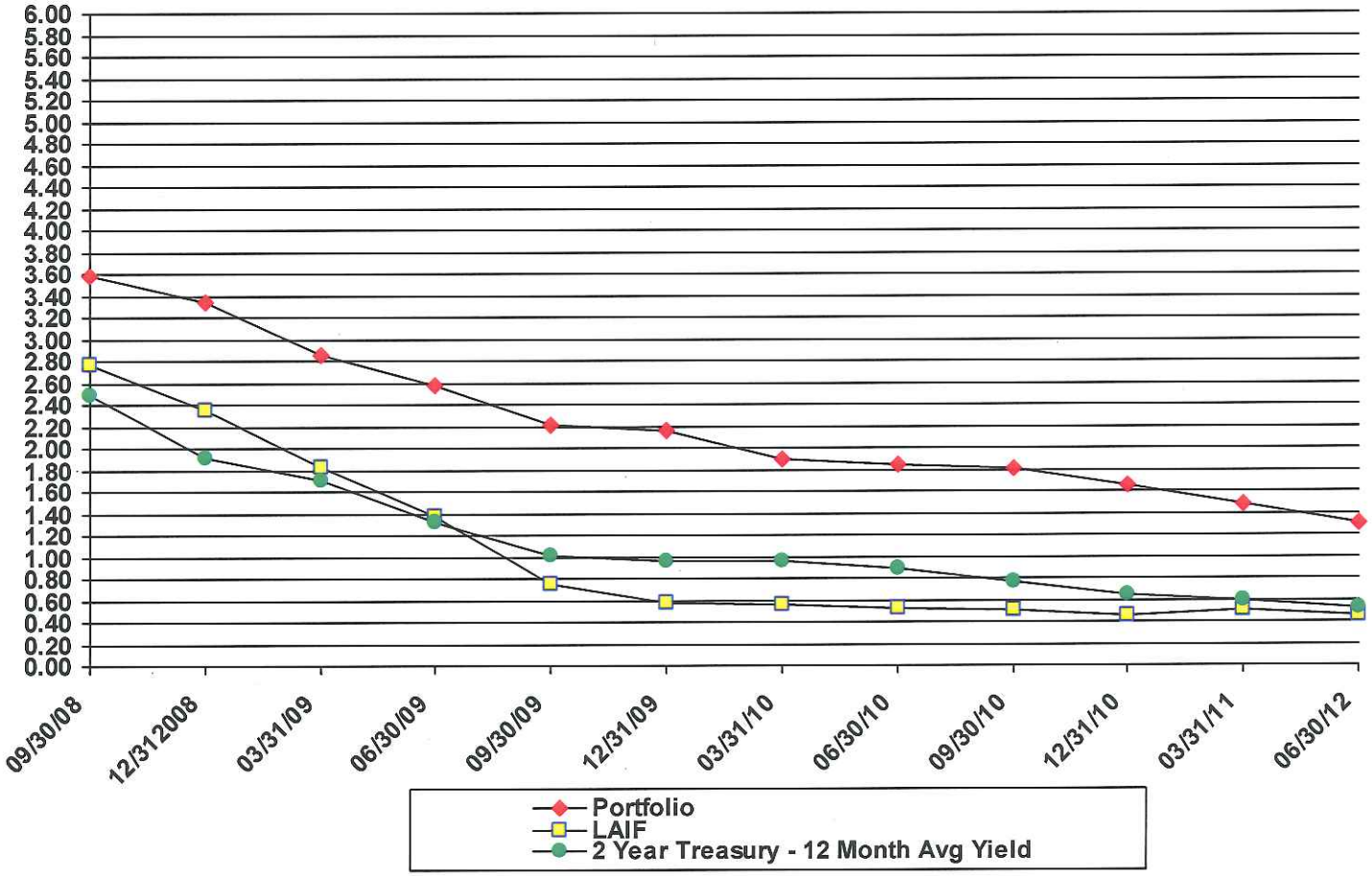


Exhibit 3

City of Milpitas
Portfolio Management
Portfolio Summary
June 30, 2011

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
LAIF	80,478,170.26	80,605,041.68	80,478,170.26	47.41	1	1	0.442	0.448
Money Market Funds	250,024.28	250,024.28	250,024.28	0.15	1	1	0.010	0.010
Corporate Notes	4,000,000.00	4,043,665.83	4,014,156.07	2.36	948	839	1.550	1.571
Federal Agency	72,000,000.00	72,908,997.50	71,982,959.72	42.41	1,161	578	1.964	1.992
Treasury Coupon Securities	13,000,000.00	13,270,590.00	12,966,122.38	7.64	1,260	418	2.641	2.678
GNMA	42,650.20	47,420.54	42,650.20	0.03	7,186	2,073	8.171	8.285
Investments	**169,770,844.74**	**171,125,739.83**	**169,734,082.91**	**100.00%**	**613**	**298**	**1.283**	**1.301**
Cash								
Passbook/Checking (not included in yield calculations)	3,651,584.49	3,542,780.16	3,651,584.49		1	1	0.008	0.008
Total Cash and Investments	**173,422,429.23**	**174,777,324.32**	**173,385,667.40**		**613**	**298**	**1.283**	**1.301**

Total Earnings	June 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	184,339.28	2,549,938.61	2,549,938.61
Average Daily Balance	**173,005,266.49**	**161,662,659.57**	
Effective Rate of Return	**1.30%**	**1.58%**	

To the best of my knowledge, this report accurately reflects all City and RDA pooled investments and is in conformity with all State laws and the City's investment policy. A copy of the policy is available at the office of the City Clerk. This investment program herein shown provides sufficient cash flow liquidity to meet next six months' estimated expenditures.

Emma C. Karlen 7/20/11

Emma C. Karlen, Director of Finance

Reporting period 06/01/2011-06/30/2011

Run Date: 07/18/2011 - 16.21

Portfolio MILP
AC
PM (PRF_PM1) 7.2.5
Report Ver. 7.3.1

City of Milpitas
Portfolio Management
Portfolio Details - Investments
June 30, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
LAIF												
SYS82000010	82000010	Local Agency Invest. Fd - City			32,300,000.00	32,350,919.98	32,300,000.00	0.448		0.448	1	
SYS97090401	97090401	Local Agency Invest. Fd - MPFA			11,000,000.00	11,017,341.17	11,000,000.00	0.448		0.448	1	
SYS07111602	07111602	Local Agency Invest. Fd - RDA			7,178,170.26	7,189,486.43	7,178,170.26	0.448		0.448	1	
SYS82000900	82000900	Local Agency Invest. Fd - RDA			30,000,000.00	30,047,294.10	30,000,000.00	0.448		0.448	1	
		Subtotal and Average	**80,504,836.93**		**80,478,170.26**	**80,605,041.68**	**80,478,170.26**			**0.448**	**1**	
Money Market Funds												
SYS98122102	98122102	Dreyfus Treasury & Agency Fund			250,024.28	250,024.28	250,024.28	0.010	AAA	0.010	1	
		Subtotal and Average	**4,028,456.61**		**250,024.28**	**250,024.28**	**250,024.28**			**0.010**	**1**	
Corporate Notes												
36962G4Q4	11050301	General Electric Capital Corp		05/03/2011	2,000,000.00	2,027,715.83	2,020,217.99	1.875	AA+	1.520	808	09/16/2013
594918AF1	11020801	Microsoft Corp		02/08/2011	1,000,000.00	1,001,760.00	995,481.64	0.875	AAA	1.080	819	09/27/2013
36962G4X9	11010701	General Electric Capital Corp		01/07/2011	1,000,000.00	1,014,190.00	998,456.44	2.100	AA+	2.164	921	01/07/2014
		Subtotal and Average	**4,014,329.55**		**4,000,000.00**	**4,043,665.83**	**4,014,156.07**			**1.571**	**839**	
Federal Agency												
31331Y3N8	08071501	Federal Farm Credit Bank		07/15/2008	2,000,000.00	2,002,740.00	2,000,000.00	3.625	AAA	3.625	14	07/15/2011
3133XT3T1	09021101	Federal Home Loan Bank		02/11/2009	3,000,000.00	3,005,970.00	3,000,000.00	2.050	AAA	2.050	41	08/11/2011
31331GDC0	08101401	Federal Farm Credit Bank		10/14/2008	2,000,000.00	2,020,020.00	2,000,000.00	3.600	AAA	3.600	105	10/14/2011
31331YER7	07112101	Federal Farm Credit Bank		11/21/2007	2,000,000.00	2,033,040.00	2,000,000.00	4.350	AAA	4.350	143	11/21/2011
3133XSTE8	09010901	Federal Home Loan Bank		01/09/2009	2,000,000.00	2,018,700.00	2,000,000.00	2.000	AAA	2.000	192	01/09/2012
31331XMN9	07020501	Federal Farm Credit Bank		02/05/2007	2,000,000.00	2,053,800.00	1,999,011.64	5.040	AAA	5.140	207	01/24/2012
3133XSZK7	09020601	Federal Home Loan Bank		02/06/2009	3,000,000.00	3,033,390.00	3,000,000.00	2.150	AAA	2.150	220	02/06/2012
3133XX4L8	10022201	Federal Home Loan Bank		02/22/2010	2,000,000.00	2,009,120.00	2,000,000.00	1.000	AAA	1.000	236	02/22/2012
3133XVWF4	09121501	Federal Home Loan Bank		12/15/2009	2,000,000.00	2,010,640.00	2,000,000.00	1.050	AAA	1.050	258	03/15/2012
31331YC24	08040901	Federal Farm Credit Bank		04/09/2008	2,000,000.00	2,045,420.00	2,000,000.00	3.250	AAA	3.250	283	04/09/2012
3133XTQH2	09052201	Federal Home Loan Bank		05/22/2009	2,000,000.00	2,026,380.00	2,000,000.00	1.800	AAA	1.800	326	05/22/2012
31331YU40	08060401	Federal Farm Credit Bank		06/04/2008	2,000,000.00	2,065,580.00	1,999,884.38	3.875	AAA	3.882	339	06/04/2012
3133XXTU1	10041201	Federal Home Loan Bank		04/12/2010	2,000,000.00	2,019,000.00	2,000,000.00	1.260	AAA	1.260	377	07/12/2012
3133XXP68	10032201	Federal Home Loan Bank		03/22/2010	2,000,000.00	2,019,420.00	2,000,000.00	1.250	AAA	1.250	392	07/27/2012
3133XT3A2	09021001	Federal Home Loan Bank		02/10/2009	3,000,000.00	3,071,340.00	3,000,000.00	2.500	AAA	2.500	406	08/10/2012
3133XT4J2	09021301	Federal Home Loan Bank		02/13/2009	3,000,000.00	3,070,170.00	3,000,000.00	2.450	AAA	2.450	409	08/13/2012
3133XYTY1	10061801	Federal Home Loan Bank		06/18/2010	2,000,000.00	2,020,060.00	2,000,000.00	1.150	AAA	1.150	479	10/22/2012
3133XYFC4	10051001	Federal Home Loan Bank		05/10/2010	2,000,000.00	2,027,040.00	2,000,000.00	1.375	AAA	1.375	486	10/29/2012
31331GG37	09080401	Federal Farm Credit Bank		08/04/2009	2,000,000.00	2,054,360.00	2,000,000.00	2.150	AAA	2.150	584	02/04/2013

City of Milpitas
Portfolio Management
Portfolio Details - Investments
June 30, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Federal Agency												
3133XVER8	09102601	Federal Home Loan Bank		10/26/2009	2,000,000.00	2,012,420.00	2,000,000.00	2.050	AAA	2.050	665	04/26/2013
313372PA6	11021601	Federal Home Loan Bank		02/16/2011	2,000,000.00	2,018,900.00	2,000,000.00	1.000	AAA	1.000	685	05/16/2013
3133XYHD0	10050701	Federal Home Loan Bank		05/07/2010	2,000,000.00	2,043,240.00	1,998,779.03	1.625	AAA	1.657	714	06/14/2013
3136FPGA9	10092001	Federal Nat'l. Mortgage Assoc		09/20/2010	2,000,000.00	2,011,300.00	2,000,000.00	1.000	AAA	1.000	812	09/20/2013
31331KAQ3	11020401	Federal Farm Credit Bank		02/04/2011	2,000,000.00	2,018,157.50	1,990,616.55	1.125	AAA	1.320	941	01/27/2014
313372GZ1	11021401	Federal Home Loan Bank		02/14/2011	3,000,000.00	3,017,310.00	3,000,000.00	1.300	AAA	1.300	959	02/14/2014
313371WK8	10112601	Federal Home Loan Bank		11/26/2010	1,000,000.00	1,000,560.00	1,000,000.00	1.000	AAA	1.000	970	02/25/2014
31331KAH3	11020701	Federal Farm Credit Bank		02/07/2011	2,000,000.00	2,016,220.00	1,989,362.33	1.125	AAA	1.330	972	02/27/2014
313371SA5	10112901	Federal Home Loan Bank		11/29/2010	2,000,000.00	1,998,040.00	2,000,000.00	1.000	AAA	1.000	1,063	05/29/2014
3133XWE70	10060101A	Federal Home Loan Bank		06/01/2010	1,600,000.00	1,672,928.00	1,619,320.79	2.500	AAA	2.071	1,078	06/13/2014
3133XWE70	10060101B	Federal Home Loan Bank		06/01/2010	1,400,000.00	1,463,812.00	1,416,905.69	2.500	AAA	2.071	1,078	06/13/2014
313371WB8	10112401	Federal Home Loan Bank		11/24/2010	2,000,000.00	2,009,800.00	2,000,000.00	1.150	AAA	1.150	1,119	07/24/2014
313373XN7	11052701	Federal Home Loan Bank		05/27/2011	3,000,000.00	3,013,860.00	3,004,631.50	1.250	AAA	1.200	1,154	08/28/2014
31331JQ55	11020402	Federal Farm Credit Bank		02/04/2011	2,000,000.00	2,002,220.00	1,964,447.81	1.150	AAA	1.714	1,193	10/06/2014
313373VZ2	11060901	Federal Home Loan Bank		06/09/2011	2,000,000.00	2,004,040.00	2,000,000.00	1.500	AAA	1.500	1,347	03/09/2015
		Subtotal and Average	**71,449,325.40**		**72,000,000.00**	**72,908,997.50**	**71,982,959.72**			**1.992**	**578**	
Treasury Coupon Securities												
912828LG3	09073101	United States Treasury Note		07/31/2009	2,000,000.00	2,001,560.00	1,999,894.56	1.000	AAA	1.065	30	07/31/2011
912828NB2	10043001	United States Treasury Note		04/30/2010	2,000,000.00	2,013,280.00	1,998,359.15	1.000	AAA	1.100	304	04/30/2012
912828GU8	07061101	United States Treasury Note		06/11/2007	3,000,000.00	3,124,110.00	2,992,261.06	4.750	AAA	5.071	335	05/31/2012
912828GW4	07070201	United States Treasury Note		07/02/2007	2,000,000.00	2,092,260.00	1,997,750.00	4.875	AAA	5.004	365	06/30/2012
912828MT4	10031501	United States Treasury Note		03/15/2010	2,000,000.00	2,032,820.00	1,995,736.77	1.375	AAA	1.503	623	03/15/2013
912828PL8	10122801	United States Treasury Note		12/28/2010	2,000,000.00	2,006,560.00	1,982,120.84	0.750	AAA	1.121	898	12/15/2013
		Subtotal and Average	**12,965,430.88**		**13,000,000.00**	**13,270,590.00**	**12,966,122.38**			**2.678**	**418**	
GNMA												
36216NNL3	88021601A	GNMA		07/01/1997	3,462.03	3,483.70	3,462.03	9.500	AAA	9.615	1,933	10/15/2016
36217ENG3	87052601C	GNMA		07/01/1997	7,028.44	7,124.24	7,028.44	8.500	AAA	8.588	1,994	12/15/2016
362174T46	87042001C	GNMA		07/01/1997	9,516.06	10,892.84	9,516.06	8.000	AAA	8.075	2,084	03/15/2017
36217FKE8	87042001A	GNMA		07/01/1997	22,643.67	25,919.76	22,643.67	8.000	AAA	8.076	2,115	04/15/2017
		Subtotal and Average	**42,887.13**		**42,650.20**	**47,420.54**	**42,650.20**			**8.285**	**2,073**	

City of Milpitas
Portfolio Management
Portfolio Details - Investments
June 30, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
		Total and Average	173,005,266.49		169,770,844.74	171,125,739.83	169,734,082.91			1.301	298

City of Milpitas
Portfolio Management
Portfolio Details - Cash
June 30, 2011

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
Money Market Funds											
SYS1000	1000	Cash in Bank			710,927.00	710,927.00	710,927.00	0.040		0.040	1
SYS1030	1030	Cash with Fiscal Agent			2,940,657.49	2,831,853.16	2,940,657.49			0.000	1
		Average Balance	**0.00**								**1**
		Total Cash and Investments	**173,005,266.49**		**173,422,429.23**	**174,777,324.32**	**173,385,667.40**			**1.301**	**298**

City of Milpitas
Portfolio Management
Activity By Type
June 1, 2011 through June 30, 2011

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
LAIF (Monthly Summary)							
SYS82000010	82000010	Local Agency Invest. Fd - City	0.448		6,000,000.00	7,400,000.00	
		Subtotal			**6,000,000.00**	**7,400,000.00**	**80,478,170.26**
Money Market Funds (Monthly Summary)							
SYS1000	1000	Cash in Bank	0.040		710,927.00	842,151.00	
SYS98122102	98122102	Dreyfus Treasury & Agency Fund	0.010		2.10	0.00	
SYS1030	1030	Cash with Fiscal Agent			2,940,657.49	2,940,657.49	
		Subtotal			**3,651,586.59**	**3,782,808.49**	**250,024.28**
Corporate Notes							
		Subtotal					**4,014,156.07**
Federal Agency							
313373VZ2	11060901	Federal Home Loan Bank	1.500	06/09/2011	2,000,000.00	0.00	
		Subtotal			**2,000,000.00**	**0.00**	**71,982,959.72**
Treasury Coupon Securities							
		Subtotal					**12,966,122.38**
GNMA							
36217FKE8	87042001A	GNMA	8.000	06/15/2011	0.00	257.17	
362174T46	87042001C	GNMA	8.000	06/15/2011	0.00	113.19	
36217ENG3	87052601C	GNMA	8.500	06/15/2011	0.00	92.54	
36216NNL3	88021601A	GNMA	9.500	06/15/2011	0.00	44.80	
		Subtotal			**0.00**	**507.70**	**42,650.20**
		Total			**11,651,586.59**	**11,183,316.19**	**169,734,082.91**

City of Milpitas

Investment Broker Dealer List

Cantor Fitzgerald & Co.

Dreyfus Institutional Services

Mischler Financial Group, Inc.

Morgan Stanley Smith Barney

State of California Local Agency Investment Fund

Vining Sparks IBG, L.P.