

**CLARK COUNTY
FINANCE COMMITTEE**

THIRD QUARTER 2009



November 30, 2009

CLARK COUNTY
FINANCE COMMITTEE
CONTENTS

Section I – Executive Summary 3

Section II – 2009 YEAR-TO-DATE 4

Section III – Quarterly Activity 6

Section IV – Investment Strategy 11

Section V – Economic / Market Conditions 12

Section VI – Portfolio 13

Section I – Executive Summary

This report provides a review of the activities occurring during the third quarter, 2009, in compliance with Clark County Investment Policy adopted January 2008.

As of September 30, 2009, the average maturity of the total investment portfolio decreased to 5.8 months from June's 6.3 months. The asset sector distribution for the total investment portfolio changed slightly during the third quarter with approximately 36.5% of the portfolio invested in Federal Agencies, 51.5% invested in the Washington State LGIP, 0.88% invested in money market instruments, 0.3% invested in State and Local Government Series, 9.0% invested in Certificates of Deposits, 1.7% invested in Bankers Acceptances, and 0.12% invested in Registered Warrants. This is compared with the second quarter of 2009's asset allocation of which 32.7% of the portfolio was invested in Federal Agencies, 60.6% invested in the Washington State LGIP, 0.3% invested in State and Local Government Series, 5.9% invested in Certificates of Deposits, and 0.5% invested in Registered Warrants. The total book value of the portfolio was almost \$456 million on September 30, 2009.

Residual balances (total cash balances of all funds) through the third quarter of 2009 averaged \$44 million per month which was \$26 million less than the monthly average during 2008. Interest earnings distributed to the County's General Fund through the third quarter of 2009 totaled \$475 thousand compared to almost \$1.7 million for 2008. The decrease is a result of lower interest rates in 2009 and lower average residual balances. Residual interest earnings for all of 2009 were less than the interest projections by almost \$1.7 million.

County Pool balances averaged \$451 million through the third quarter of 2009, compared to an average of \$408 million through the third quarter 2008. The average interest rate of the Clark County Investment Pool for the third quarter of 2009 was 1.45% compared to 3.19% in the third quarter of 2008. Interest earnings distributed to the County Pool participants for the third quarter of 2009 was almost \$1.7 million compared to \$3.3 million in the third quarter of 2008. Clark County funds made up 34.4% of the County Pool. Other major Pool participants include the Evergreen School District at 10.7%, Ft Vancouver Regional Library at 8.2%, City of Vancouver at 9.0%, Vancouver School District at 7.6%, Camas School District at 6.6%, and all other districts at 23.5%.

The annualized total return for the County Pool came in at 0.95% for September 2009 compared to the custom Treasury total return index of 1.28%. On a book value return basis, the County Pool yielded 1.45%, compared to the Standard and Poor's LGIP Index's book value return of 0.297%. The net asset value of the County Pool at the end of the quarter was \$1.005787 with an unrealized fair value gain of \$2,538,182 on September 30, 2009.

The investment strategy for the third quarter was to continue to maintain a duration between 0.5 and 0.7 years, maintain high credit in portfolio and work to add yield in callable securities and treasury securities.

Section II – 2009 Year-to-Date

Through the third quarter of 2009, County residual principal balances averaged \$26,103,022 less than this same time period for 2008 on a monthly basis. Actual average County residual balances on a monthly basis through the third quarter of 2009 have fallen short of projections by \$22 million through the quarter as denoted in the chart below.

Date	2008 Residual Balance	2009 Residual Balance	2009 Projected Residual Balance ¹
January	\$49,360,640	\$37,515,018	\$46,301,900
February	61,909,157	44,303,995	44,690,594
March	51,738,798	37,597,993	45,253,695
April	149,126,631	99,943,474	68,269,724
May	104,744,179	57,096,907	149,824,737
June	74,649,211	47,210,210	84,935,643
July	53,584,116	29,722,240	60,032,513
August	48,912,317	25,894,024	53,044,728
September	44,113,448	23,927,437	49,331,597
Monthly Average	\$70,904,277	\$44,801,255	\$66,853,903

Actual interest earnings totaled \$475,434 through the third quarter of 2009 down from \$1,702,014 during the same period in 2008. As show below, interest earnings was \$1,659,834 less than they were projected to be through the third quarter 2009.

Date	2008 Residual Interest Earnings	2009 Residual Interest Earnings	2009 Budgeted Interest Earnings ²
January	\$232,224	\$80,749	\$237,252
February	180,400	48,666	237,252
March	186,990	49,451	237,252
April	198,839	63,008	237,252
May	372,137	91,808	237,252
June	188,267	58,578	237,252
July	152,073	43,702	237,252
August	100,814	20,874	237,252
September	90,270	18,599	237,252
Total	\$1,702,014	\$475,434	\$2,135,268

¹ As of 10/10/2008 for 2009-2010 Biennium Interest Rate Projections

² As of 10/10/2008 for 2009-2010 Biennium Interest Rate Projections with \$75,000 credit adjustment

County Pool principal balances show below, averaged slightly more through 2009, compared to 2008 because of the faster distributions of property tax proceeds.

Date	2008 Pool Average Balance	2009 Pool Average Balance
January	\$376,986,615	\$434,125,081
February	365,034,130	415,843,454
March	364,994,816	411,190,769
April	392,963,919	431,586,171
May	532,973,722	553,116,146
June	416,393,882	474,301,094
July	410,122,662	462,671,982
August	408,959,823	446,199,277
September	404,778,705	432,291,007
Monthly Average	\$408,134,253	\$451,258,331

The table below reflects County Pool earnings of almost \$5.9 million through the third quarter of 2009, compared to \$12 million through the third quarter of 2008, resulting in decreased earnings of approximately 51.2%.

Date	2008 Pool Interest Earnings	2009 Pool Interest Earnings
January	\$1,809,038	\$1,001,013
February	1,560,269	641,115
March	1,576,189	657,299
April	1,203,739	635,452
May	1,471,538	648,340
June	1,085,217	597,768
July	1,194,958	612,909
August	1,029,665	539,864
September	1,075,561	520,326
Year – to – Date	\$12,006,176	\$5,854,085

Section III – Quarterly Activity

Figure One shows the major participants in the Clark County Investment Pool for the third quarter of 2009. As of September 30, 2009, County funds made up 34.4% of the Pool, Evergreen School District – 10.7%, Ft Vancouver Regional Library - 8.2%, City of Vancouver – 9.0%, Vancouver School District - 7.6%, Camas School District – 6.6%, and other districts – 23.5%.

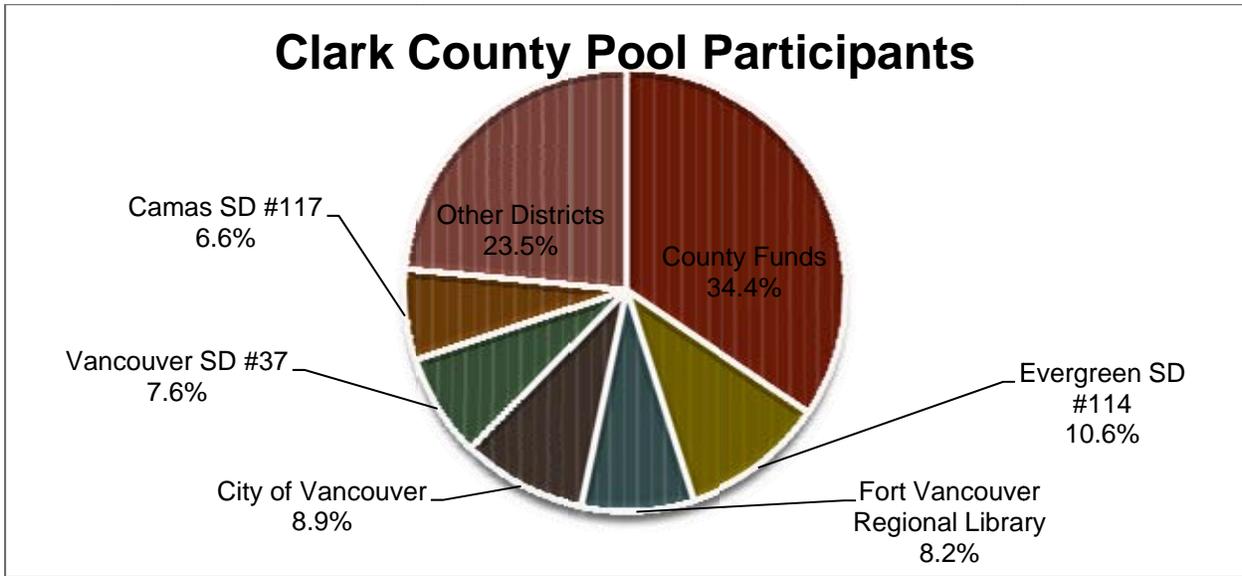


Figure 1

Figure Two illustrates month end General Fund cash balances beginning with January 2008 through September 2009. For the third quarter of 2009, cash balances in the General Fund decreased over the same period in 2008 by a monthly average of \$5.7 million.

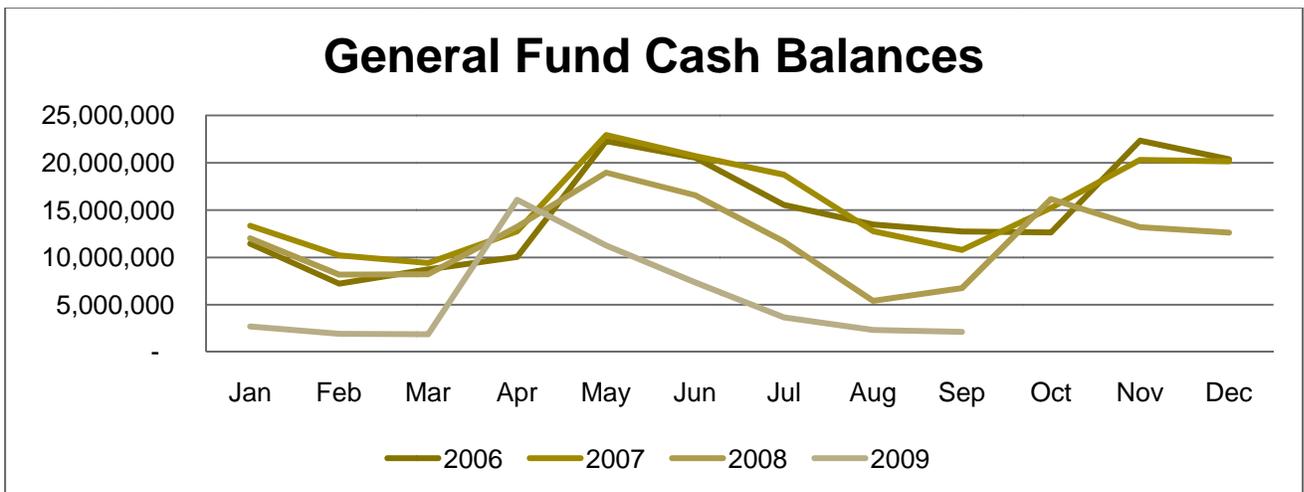


Figure 2

Figure Three reflects the average principal balances being maintained within the Pool in 2009 compared to 2008. Through the third quarter 2009, the average monthly principal balance increased from the same period of 2008 by an average of \$43 million.

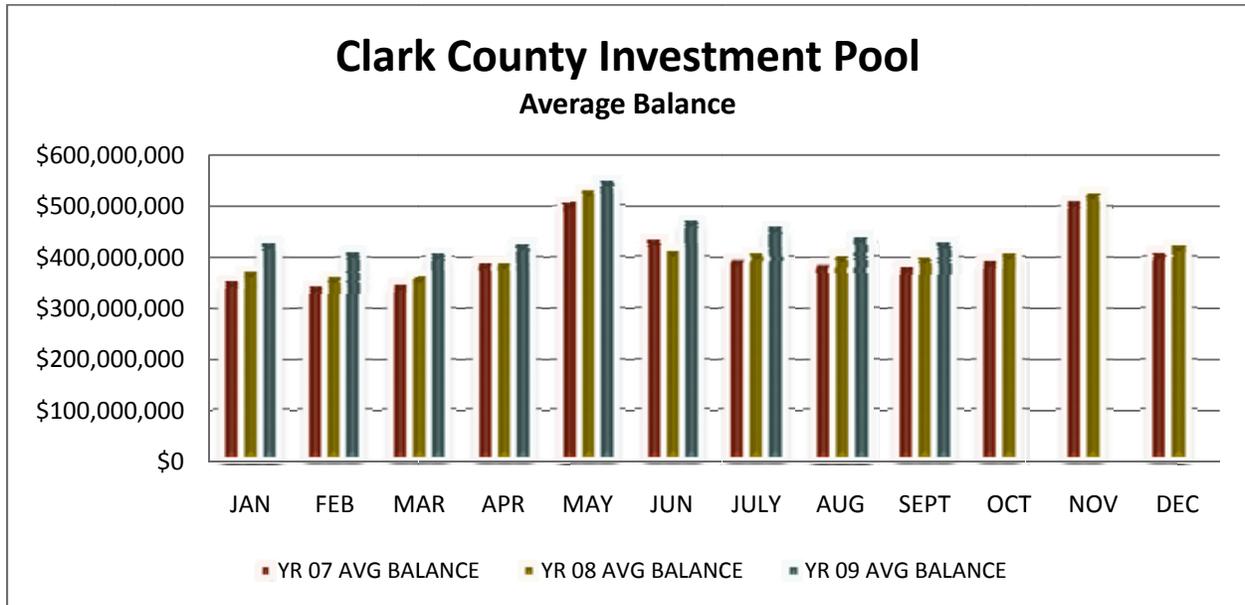


Figure 3

Figure Four reflects the actual monthly residual principal balances managed by the County for 2008 and 2009. Through the third quarter of 2009, residual balances averaged almost \$26 million per month less than the same period in 2008.

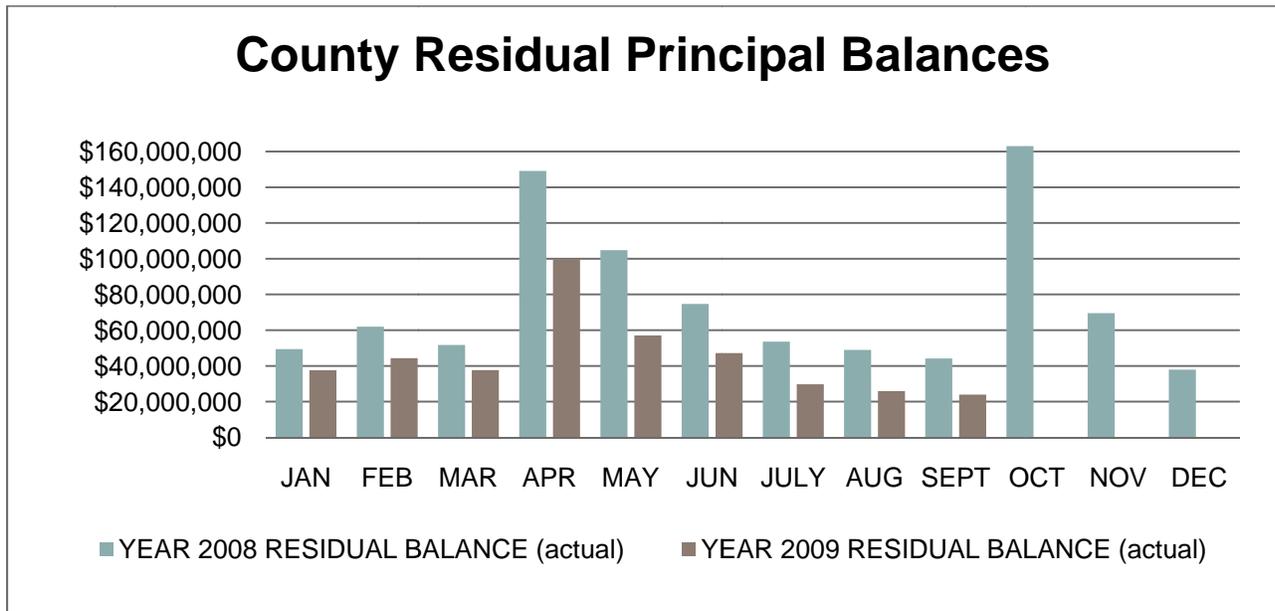


Figure 4

Figure Five show interest earnings distributed each month to the County’s General fund from 2008 through 2009. During the third quarter of 2009, interest earnings totaled \$1.2 million less per month than during the same period in 2008. This is due to a decrease in residual cash principal balances and a decrease in interest rates. On an average monthly basis, almost \$53 thousand was distributed to the General Fund per month.

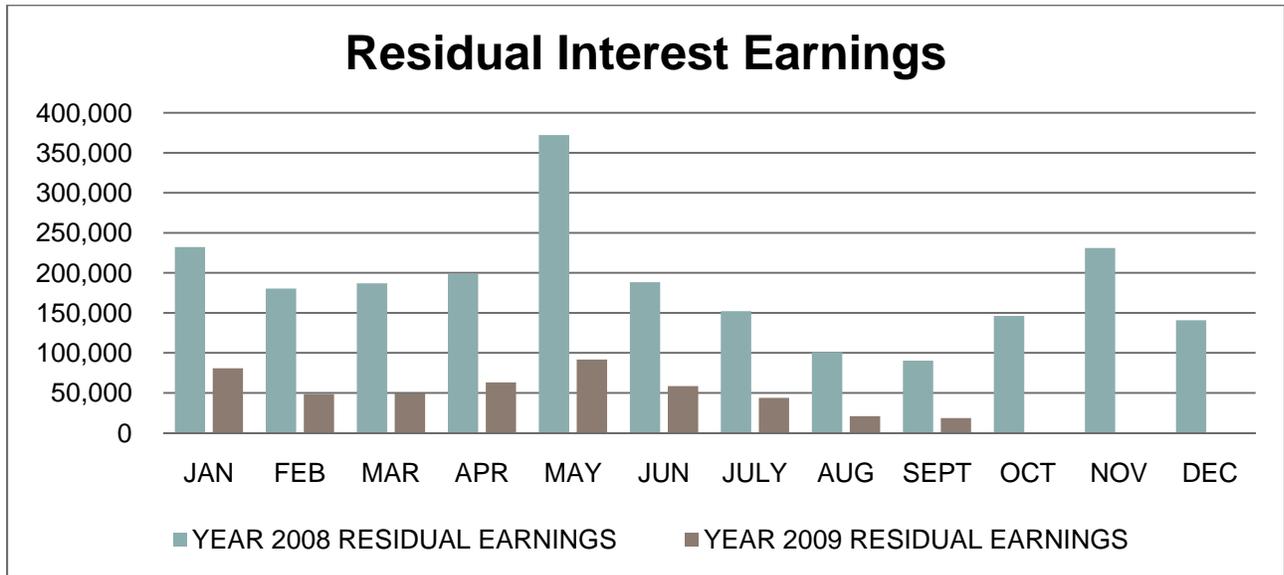


Figure 5

Figure Six show the County Pool interest rates for 2007 through the third quarter of 2009. The County Pool’s gross interest rate, based on the book value of the portfolio, at September 30, 2009 was 1.45% compared to 3.19% at September 30, 2008.

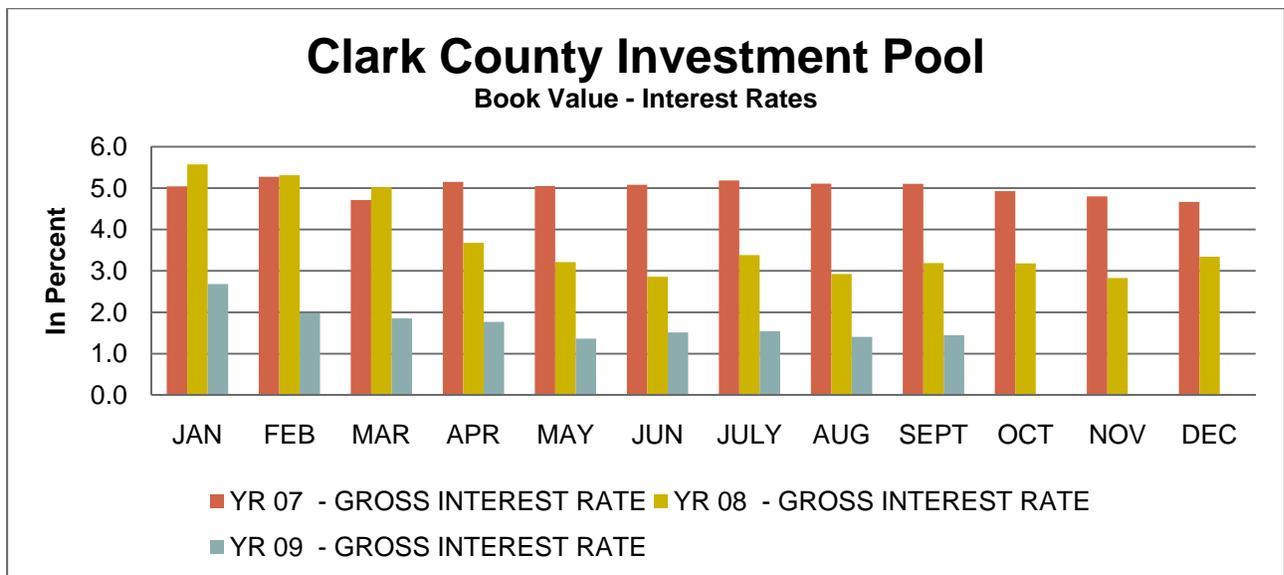


Figure 6

Figures 7a and 7b compare performance on a book value return basis. The County Pool's interest rate is expressed as the net interest rate (the gross rate less the investment fee.) The book value return of a portfolio measures the yield of securities compared to their book value at the time of purchase. The performance benchmarks consist of the Washington State Local Government Investment Pool (LGIP) with an average maturity of approximately 50 days for September, Standard and Poor's LGIP Index with an average maturity of less than on month, and the Clark County Investment Pool with an average maturity of 170 days. The Standard and Poor's LGIP Index (Figure 7a) and the LGIP (Figure 7b) closely track current interest rates. At the end of the third quarter 2009, the County Pool's net rate on a book value return basis was 1.45%, the S&P LGIP Index was 0.30%, and the State Pool's net rate was 0.51%.

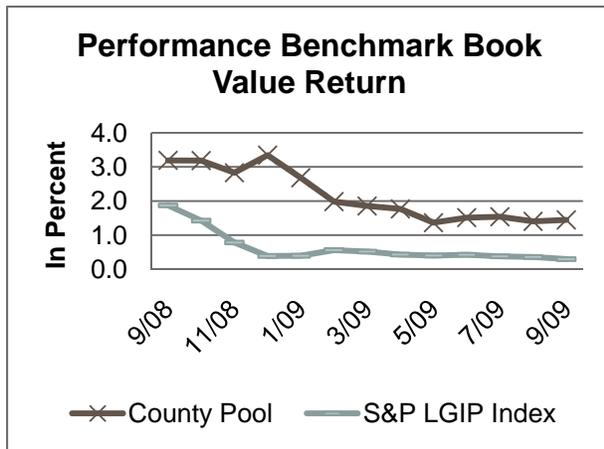


Figure 7a

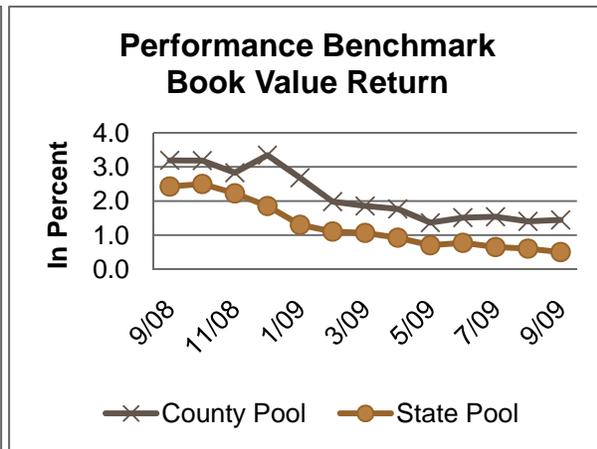


Figure 7b

Figure Eight compares performance on a total return basis. Total return measures the market value increase or decrease in the value of the portfolio plus interest earnings on securities, over a given period of time. The customized total return index consist of 75% Merrill Lynch 0-1 Year U.S. Treasury Index and 25% 1-3 Year Agencies Index with a modified duration of 0.745 months. The annualized return for the third quarter of 2009 for the County Pool was 0.95% and the Custom Index was 1.28%.

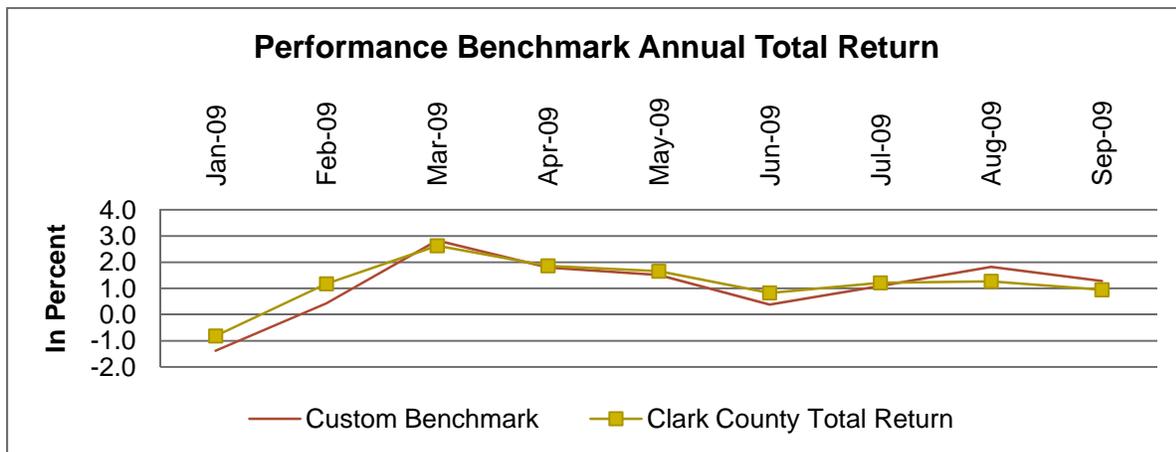


Figure 8

Figure Nine shows the market value of the Pool portfolio based on net asset value (N.A.V.) per share. N.A.V. is the market value of the portfolio's securities, less liabilities, divided by the total number of shares outstanding. As of September 30, 2009, the N.A.V. per share was \$1.005787. GASB Statement 31 requires that External Investment Pools like the County Pool report all investments at fair market value if the average maturity of the Pool exceeds 90 days. The fair market value of the Pool is \$439,705,159.37.

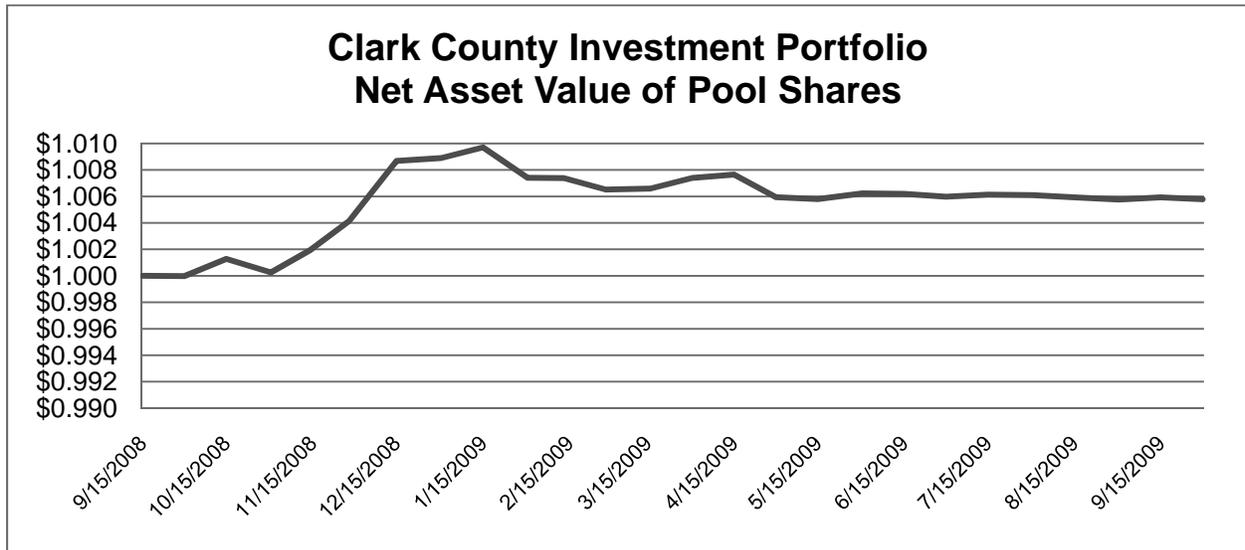


Figure 9

Figure Ten shows projected County Pool interest rates for 2009 compared with actual gross interest rates.

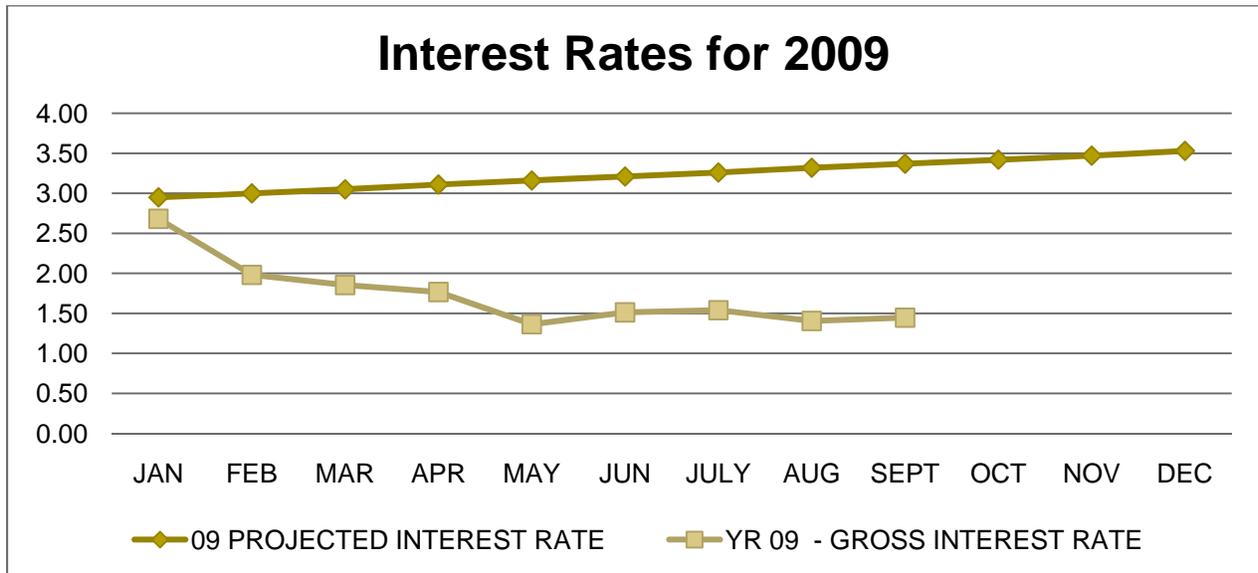


Figure 10

Section IV – Investment Strategy

The following table shows the percentage distribution of the Clark County Pool maturity periods. As the table indicates, during 2007 we began purchasing securities in the 2 – 5 year maturity sector to target an average maturity of 8 – 9.5 months in anticipation of lower interest rates. In the beginning of 2008, the emphasis was to continue to purchase securities in the 2 – 5 year sector. As we approach the bottom of lower interest rates, we began purchasing securities in the 1-2 year maturity sector to get ready for the rise in interest rates.

Period	0 – 1 year	1 – 2 years	2 – 5 years
1 st quarter, 2007	77%	21%	2%
2 nd quarter, 2007	65%	33%	2%
3 rd quarter, 2007	70%	25%	5%
4 th quarter, 2007	76%	9%	15%
1 st quarter, 2008	77%	4%	19%
2 nd quarter, 2008	68%	15%	17%
3 rd quarter, 2008	72%	21%	7%
4 th quarter, 2008	67%	18%	15%
1 st quarter, 2009	63%	20%	17%
2 nd quarter, 2009	80%	10%	10%
3 rd quarter, 2009	86%	7%	7%

During the third quarter of 2009, our target range for duration was between 0.5 and 0.7 years. We continue to monitor our investment strategy and remain proactive as economic conditions fluctuate.

Davidson Fixed Income Management provides a third party review of the Treasurer's Investment Portfolio and provides investment advice.

Section V – Economic / Market Conditions

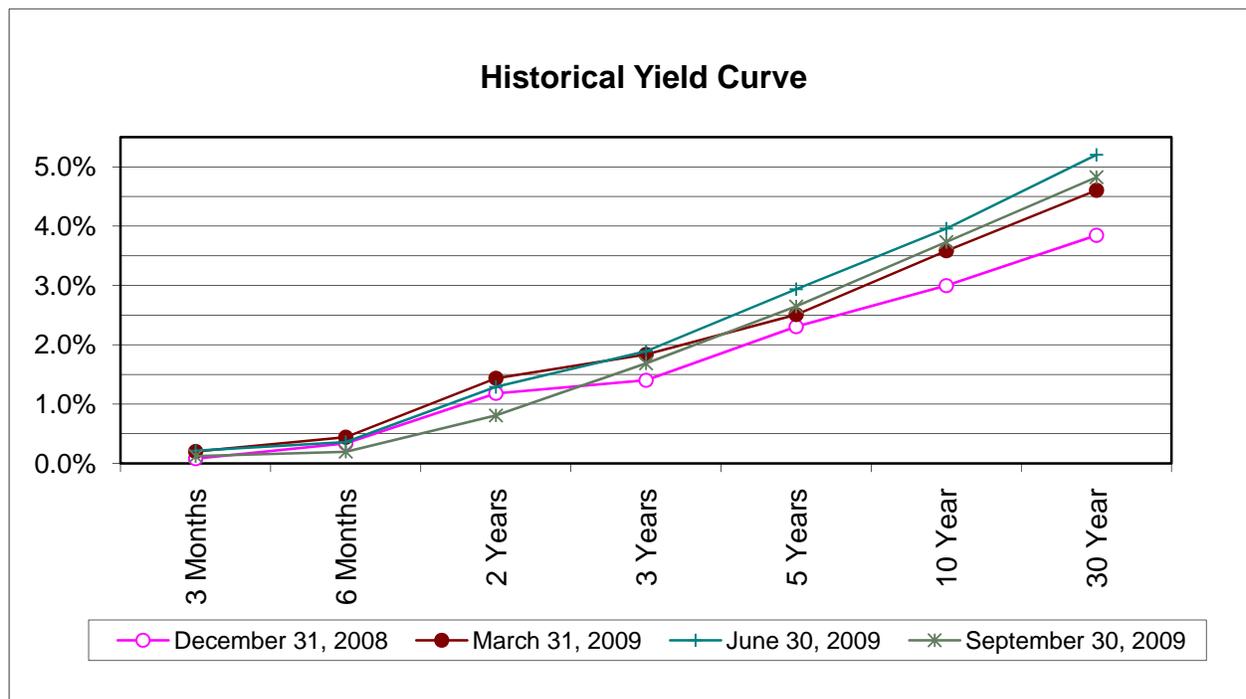
September appears to be a month of conflicting information. We are recovering. We are not recovering. It all depends on who you listen to. First Tennessee states “signs of life are becoming increasingly evident” while DA Davidson states “economic numbers reflect an economy that is not in recovery.”

Personal Spending reached the highest point in the last 5 years with a 1.3% on August 31, 2009. Housing prices are starting to increase; they have increased 0.3% for July and 0.1% for June. Retail Sales, excluding auto and gas sales, have increased 0.4% for September and 0.6% for August.

But with the unemployment rate rising to a high of 9.8% in September and Chicago Purchasing Managers Index (CPMI) still below 50 at 46.1 in September, it’s difficult to believe that we are recovering given 4 consecutive quarters of negative growth in GDP. However the Leading Indicators do show 5 consecutive months of positive numbers which appears to reflect an upward direction in our economy.

We just need to hang in there for a little while longer...

On September 30, 2009, the 2-year US Agency yielded 0.81%, compared to 1.44% on March 31, 2009. That is a decrease of 63 basis points.



Section VI – Portfolio

Exhibit One shows the makeup of the entire portfolio at the end of the third quarter of 2009. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and the percentage each sector makes up of the portfolio. All percentages are consistent with the current Investment Policy.

Exhibit Two shows the complete portfolio listing as of the end of the third quarter of 2009. This report shows the book value, the par value, and the market value of the portfolio as of September 30, 2009.

Exhibit Three shows the liquidity of the entire portfolio. All percentages are consistent with the current Investment Policy.

Exhibit Four reflects the percentage of securities purchased from each issuer relative to the entire portfolio. On September 30, 2009, the average maturity was approximately 5.8 months. All the percentages are consistent with the current Investment Policy.

Exhibit Five show all investment purchases and maturities from July 1, 2009 through September 30, 2009.

Exhibit Six shows the makeup of the Clark County Investment Pool at the end of the third quarter of 2009. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and related percentage of the total portfolio for each type of security. On September 30, 2009, the average maturity of the Pool was approximately 5.6 months. All percentages are consistent with the current Investment Policy.

Exhibit Seven shows the portfolio listings of the Clark County Investment Pool at the end of the third quarter. This report contains the book value, the par value, and the market value as of September 30, 2009.

Exhibit Eight shows the liquidity of the Clark County Investment Pool. All percentages are consistent with the current Investment Policy.

Exhibit Nine reflects the percentage of securities purchased from each issuer for the Clark County Investment Pool. All percentages are consistent with the current Investment Policy.

Exhibit Ten is a comparison of the Clark County Investment Pool to the Washington State LGIP.

Exhibit 1

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
DISTRIBUTION OF INVESTMENTS BY TYPE
September 30, 2009**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Bankers Acceptances	\$ 7,767,681	1.70%	92	0.872%	0.884%
Certificates of Deposit	\$ 41,070,234	9.01%	192	1.555%	1.576%
Federal Agencies - Discount	\$ 7,756,000	1.70%	22	3.165%	3.209%
Federal Agencies - Semi-annual	\$ 158,799,001	34.84%	443	2.510%	2.545%
Washington State LGIP	\$ 234,480,013	51.45%	1	0.464%	0.470%
Passbook/Money Market Accts	\$ 4,004,583	0.88%	1	0.444%	0.450%
Registered Warrants	\$ 569,538	0.12%	1	2.405%	2.438%
Treasury Securities - SLGS	\$ 1,338,000	0.29%	50	0.030%	0.030%
Total	\$ 455,785,050	100.00%	174	1.329%	1.347%
Accrued Interest at Purchase	\$ 30,043				
Total Cash and Investments	\$ 455,815,093				

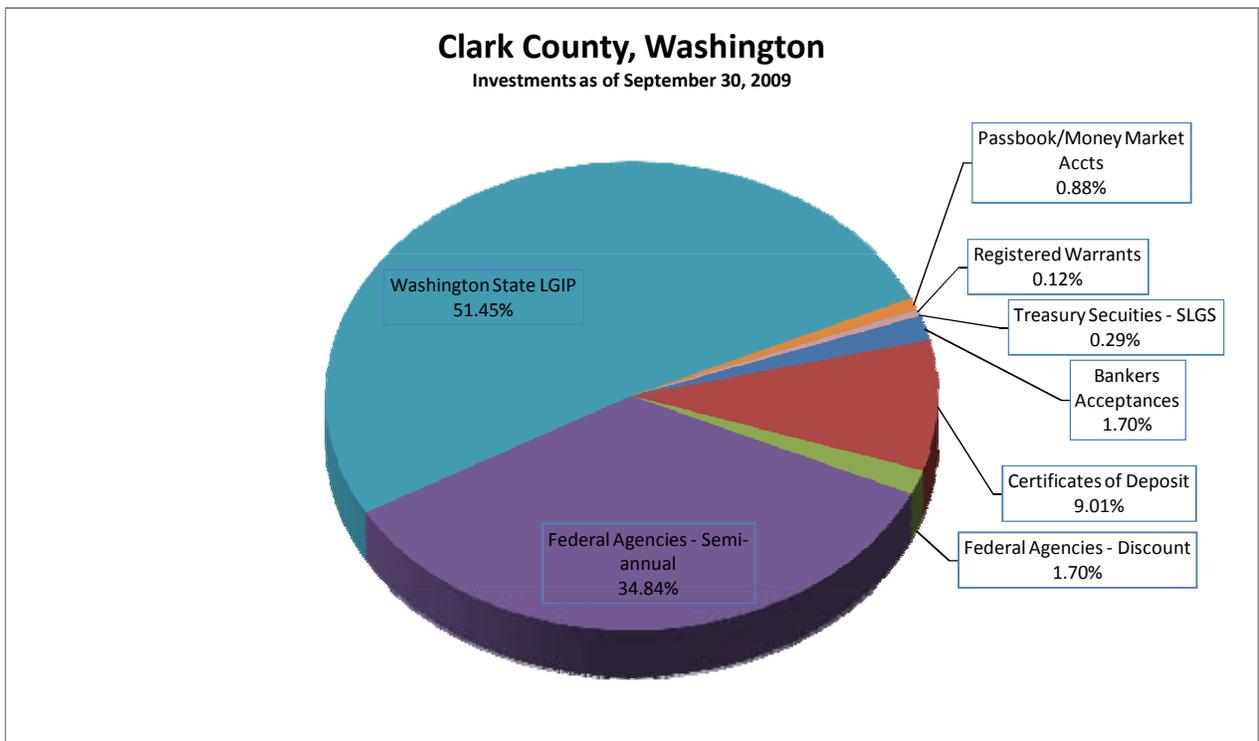


Exhibit 2
Clark County, Washington
Investment Portfolio
September 30, 2009

Investment Number	Purchase Date	Cusip Number	Book Value	Amortized Disc/(Prem)	Amortized Book Value	Par Value	Market Price 09/30/09	Market Value	Cash Gain/(Loss) on Security	Amortized Gain/(Loss) on Security	Percent Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360 MM	Yield to Maturity 365 BE	Maturity Date	Days to Maturity
Bankers Acceptances			1.70%													
89983286	7/13/2009	06422TA45	2,787,750.00	12,250.00	2,800,000.00	2,800,000.00	98.67	2,762,666.67	(25,083.33)	(37,333.33)	-1.333%	0.900	0.904	0.917	01/04/10	95
89983287	7/13/2009	06422RZWO	4,979,930.56	20,069.44	5,000,000.00	5,000,000.00	98.74	4,936,805.56	(43,125.00)	(63,194.45)	-1.264%	0.850	0.853	0.865	12/30/09	90
Subtotal & Averages			7,767,680.56		7,800,000.00	7,800,000.00		7,699,472.22					0.872	0.884		92
CD's			9.01%													
89983261	12/18/2008		10,000,000.00		10,000,000.00	10,000,000.00		10,000,000.00				2.320	2.320	2.352	12/16/09	76
89983280	5/1/2009		10,000,000.00		10,000,000.00	10,000,000.00		10,000,000.00				1.500	1.500	1.521	07/30/10	302
89983281	6/24/2009		10,000,000.00		10,000,000.00	10,000,000.00		10,000,000.00				1.300	1.282	1.300	01/04/10	95
89983282	7/2/2009		1,000,000.00		1,000,000.00	1,000,000.00		1,000,000.00				1.050	1.036	1.050	10/01/09	0
00013284	7/1/2009		50,000.00		50,000.00	50,000.00		50,000.00				1.000	0.986	1.000	06/30/10	272
89983285	7/9/2009		10,020,233.80		10,020,233.80	10,020,233.80		10,020,233.80				1.190	1.174	1.190	08/09/10	312
Subtotal & Averages			41,070,233.80		41,070,233.80	41,070,233.80		41,070,233.80					1.555	1.577		192
Federal Agencies - Discount			1.70%													
89983257	10/28/08	313385NH5	7,756,000.00	244,000.00	8,000,000.00	8,000,000.00	99.997	7,999,761.60	243,761.60	(238.40)	-0.003%	3.050	3.165	3.209	10/23/09	22
Subtotal & Averages			7,756,000.00	244,000.00	8,000,000.00	8,000,000.00		7,999,761.60	243,761.60	(238.40)			3.165	3.209		22
Federal Agencies - Semi-Annual Coupon			31.68%													
89983229	03/12/08	31331XL42	8,098,889.54	(296,647.22)	7,802,242.32	7,651,000.00	103.816	7,942,962.16	(155,927.38)	140,719.84	1.804%	5.250	2.620	2.656	07/16/10	288
89983234	04/18/08	31331XGC0	10,396,900.00	(269,933.29)	10,126,966.71	10,000,000.00	102.993	10,299,300.00	(97,600.00)	172,333.29	1.702%	4.750	2.782	2.821	06/07/10	249
89983252	10/14/08	31331GDC0	10,000,000.00	0.00	10,000,000.00	10,000,000.00	104.793	10,479,300.00	479,300.00	479,300.00	4.793%	3.600	3.551	3.600	10/14/11	743
89983255	10/15/08	31331Y3S7	10,001,100.00	(834.65)	10,000,265.35	10,000,000.00	100.836	10,083,600.00	82,500.00	83,334.65	0.833%	3.050	2.997	3.039	01/21/10	112
89983259	11/21/08	31331YG46	4,947,350.00	18,760.34	4,966,110.34	5,000,000.00	102.734	5,136,719.00	189,369.00	170,608.66	3.435%	2.625	3.038	3.080	04/21/11	567
89983232	04/03/08	3133MYYZ	10,148,900.00	(105,267.02)	10,043,632.98	10,000,000.00	101.833	10,183,340.00	34,440.00	139,707.02	1.391%	3.375	2.609	2.645	05/14/10	225
89983235	05/05/08	3133XQYX4	9,957,500.00	25,449.70	9,982,949.70	10,000,000.00	102.329	10,232,900.00	275,400.00	249,950.30	2.504%	3.000	3.137	3.181	09/10/10	344
89983238	05/15/08	3133XR2Y4	9,968,800.00	20,744.24	9,989,544.24	10,000,000.00	101.793	10,179,300.00	210,500.00	189,755.76	1.900%	3.000	3.112	3.155	06/11/10	253
89983258	11/21/08	3133XQQQ8	4,922,650.00	26,672.41	4,949,322.41	5,000,000.00	102.850	5,142,495.00	219,845.00	193,172.59	3.903%	2.625	3.230	3.275	05/20/11	596
89983277	02/24/09	3133XT5X0	10,000,000.00	0.00	10,000,000.00	10,000,000.00	100.284	10,028,400.00	28,400.00	28,400.00	0.284%	1.050	1.036	1.050	02/24/10	146
89983288	08/17/09	3133XUGD9	10,000,000.00	0.00	10,000,000.00	10,000,000.00	100.046	10,004,600.00	4,600.00	4,600.00	0.046%	3.050	2.997	3.039	01/21/10	112
89983230	03/20/08	31359MC50	5,246,150.00	(171,464.79)	5,074,685.21	5,000,000.00	102.772	5,138,610.00	(107,540.00)	63,924.79	1.260%	4.625	2.281	2.313	06/01/10	243
89983260	11/26/08	31359MJH7	10,633,400.00	(217,308.21)	10,416,091.79	10,000,000.00	107.767	10,776,693.00	143,293.00	360,601.21	3.462%	6.000	3.262	3.307	05/15/11	591
89983262	12/23/08	31398AUP5	10,080,300.00	(62,009.44)	10,018,290.56	10,000,000.00	100.551	10,055,100.00	(25,200.00)	36,809.44	0.367%	2.680	1.840	1.866	12/23/11	813
89983254	10/14/08	3128X72B9	10,008,000.00	(7,711.11)	10,000,288.89	10,000,000.00	100.137	10,013,700.00	5,700.00	13,411.11	0.134%	4.000	3.864	3.918	10/14/11	743
89983289	09/02/09	3128X9CG3	10,000,000.00	0.00	10,000,000.00	10,000,000.00	100.360	10,036,000.00	36,000.00	36,000.00	0.360%	1.750	1.726	1.750	09/02/11	701
Subtotal & Averages			144,409,939.54	(1,039,549.04)	143,370,390.50	142,651,000.00		145,733,019.16	1,323,079.62	2,362,628.66			2.747	2.786		417

**Clark County, Washington
Investment Portfolio
September 30, 2009**

Investment Number	Purchase Date	Cusip Number	Book Value	Amortized Disc/(Prem)	Amortized Book Value	Par Value	Market Price 09/30/09	Market Value	Cash Gain/(Loss) on Security	Amortized Gain/(Loss) on Security	Percent Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360 MM	Yield to Maturity 365 BE	Maturity Date	Days to Maturity
Outside Investments - Camas		3.16%														
61293275	Federal Farm Credit	1/20/2009 31331XWL2	2,398,637.60	(58,390.22)	2,340,247.38	2,290,000.00	102.641	2,350,470.43	(48,167.17)	10,223.05	0.437%	4.750	1.043	1.057	05/07/10	218
61293272	Federal Home Loan	1/20/2009 3133XQYX4	1,189,545.20	(12,569.23)	1,176,975.97	1,160,000.00	102.329	1,187,016.40	(2,528.80)	10,040.43	0.853%	3.000	1.403	1.422	09/10/10	344
61293273	Federal Home Loan	1/20/2009 3133XRM49	1,211,040.00	(18,839.76)	1,192,200.24	1,160,000.00	103.798	1,204,055.64	(6,984.36)	11,855.40	0.994%	3.875	1.482	1.503	12/10/10	435
61293274	Federal Home Loan	1/20/2009 3133XRWL0	2,584,725.00	(37,772.60)	2,546,952.40	2,500,000.00	102.517	2,562,927.50	(21,797.50)	15,975.10	0.627%	3.375	1.165	1.181	08/13/10	316
61293271	Federal National Mtg Assoc	1/20/2009 31398ATZ5	1,200,679.90	(12,784.01)	1,187,895.89	1,169,000.00	102.381	1,196,829.21	(3,850.69)	8,933.32	0.752%	2.875	1.265	1.283	10/12/10	376
61293276	Federal National Mtg Assoc	1/20/2009 3136F9RJ4	2,339,377.50	(32,885.28)	2,306,492.22	2,274,000.00	101.880	2,316,751.20	(22,626.30)	10,258.98	0.445%	3.255	1.142	1.158	06/09/10	251
61293269	Federal Home Loan Mtg Corp	1/20/2009 3137EABV0	1,029,930.00	(11,330.97)	1,018,599.03	1,000,000.00	102.585	1,025,850.00	(4,080.00)	7,250.97	0.712%	2.875	1.208	1.225	11/23/10	418
61293270	Federal Home Loan Mtg Corp	1/20/2009 3134A4VB7	2,435,125.77	(49,127.01)	2,385,998.76	2,331,000.00	102.882	2,398,179.42	(36,946.35)	12,180.66	0.511%	4.125	1.055	1.070	07/12/10	284
Subtotal & Averages			14,389,060.97	(233,699.08)	14,155,361.89	13,884,000.00		14,242,079.80	(146,981.17)	86,717.91			9.76	9.90		308
Outside Investments - Camp Bonneville		0.27%														
10130001	Washington State LGIP	12/7/2007	1,231,923.96	0.00	1,231,923.96	1,231,923.96		1,231,923.96				0.470	0.470	0.477		1
Subtotal & Averages			1,231,923.96	0.00	1,231,923.96	1,231,923.96		1,231,923.96	0.00	0.00			0.47	0.48		1.00
U.S. Treasury Securities - SLGS		0.29%														
61243264	State & Local Govt. Series	12/26/2008 2008-05123	204,000.00			204,000.00		204,000.00				0.030	0.030	0.030	11/20/09	50
61093266	State & Local Govt. Series	12/26/2008 2008-05125	188,000.00			188,000.00		188,000.00				0.030	0.030	0.030	11/20/09	50
61123268	State & Local Govt. Series	12/26/2008 2008-05127	104,000.00			104,000.00		104,000.00				0.030	0.030	0.030	11/20/09	50
61183267	State & Local Govt. Series	12/26/2008 2008-05126	47,000.00			47,000.00		47,000.00				0.030	0.030	0.030	11/20/09	50
61273265	State & Local Govt. Series	12/26/2008 2008-05124	795,000.00			795,000.00		795,000.00				0.030	0.030	0.030	11/20/09	50
Subtotal & Averages			1,338,000.00	0.00	0.00	1,338,000.00		1,338,000.00	0.00	0.00			0.030	0.030		50.00
Passbook/Money Market Accounts		52.18%														
0001-3	Registered Warrants	0%	569,538.18	0.00	569,538.18	569,538.18		569,538.18				2.438	2.405	2.438		1
89983283	First Independent Bank	1%	4,004,583.17	0.00	4,004,583.17	4,004,583.17		4,004,583.17				0.450	0.444	0.450		1
89980001	Washington State LGIP	51%	233,248,089.41	0.00	233,248,089.41	233,248,089.41		233,248,089.41				0.470	0.470	0.477		1
Subtotal & Averages			237,822,210.76	0.00	237,822,210.76	237,822,210.76		237,822,210.76					0.474	0.481		1
Grand Total			<u>455,785,049.59</u>	<u>(1,013,088.40)</u>	<u>453,450,120.91</u>	<u>453,797,368.52</u>		<u>457,136,701.30</u>	<u>1,385,755.88</u>	<u>2,398,844.28</u>			<u>1.365</u>	<u>1.384</u>		<u>162</u>
5.40 months																
Callable Percentage		4.41%														

EXHIBIT 3

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
AGING OF MATURING INVESTMENTS
September 30, 2009**

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	\$240,054,135	52.67%	52.67%
2 - 90	\$24,073,931	5.28%	57.95%
91 - 180	\$42,788,850	9.39%	67.34%
181 - 270	\$40,498,765	8.89%	76.22%
271 - 360	\$44,336,019	9.73%	85.95%
361 - 450	\$3,441,650	0.76%	86.71%
451 - 540		0.00%	86.71%
541 - 630	\$20,503,400	4.50%	91.20%
631 - 720	\$10,000,000	2.19%	93.40%
721 - 900	\$30,088,300	6.60%	100.00%
901 - 1200		0.00%	100.00%
TOTALS	\$455,785,050	100.00%	

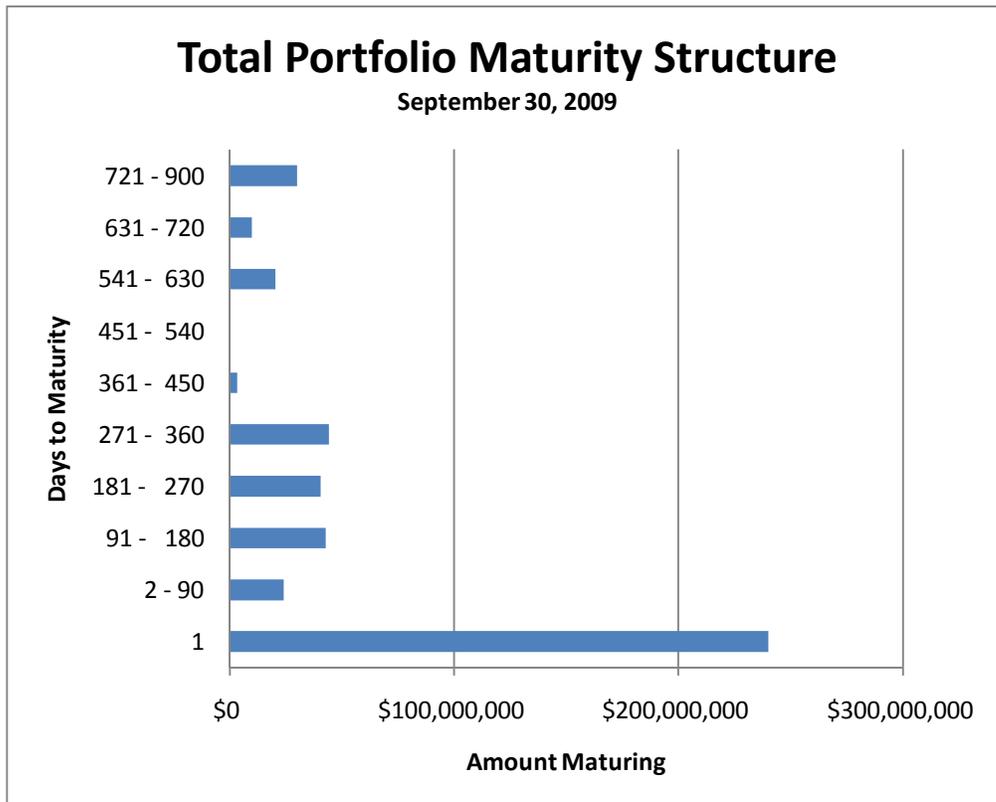


Exhibit 4

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
SUMMARY OF INVESTMENTS BY ISSUER
September 30, 2009**

Issuer	Number of Investments	Book Value	% of Portfolio	Avg YTM (365)	Days to Maturity
Bank of America	2	7,767,681	1.70%	0.884%	92
Federal Farm Credit Bank	6	45,842,877	10.06%	2.945%	366
Federal Home Loan Bank	10	67,739,160	14.86%	2.634%	231
Federal Home Loan Mtg Corp.	4	23,473,056	5.15%	2.581%	663
Federal National Mtg Association	5	29,499,907	6.47%	2.385%	569
First Independent Bank	2	5,004,583	1.10%	0.570%	1
Registered Warrants	1	569,538	0.12%	2.438%	1
State & Local Govt. Series	5	1,338,000	0.29%	0.030%	50
Umpqua Bank	2	10,050,000	2.20%	1.299%	96
US Bank	2	20,000,000	4.39%	1.937%	189
Washington State LGIP	2	234,480,013	51.45%	0.477%	1
Wells Fargo	1	10,020,234	2.20%	1.190%	312
TOTALS and AVERAGES	42	455,785,050	100.00%	1.384%	162

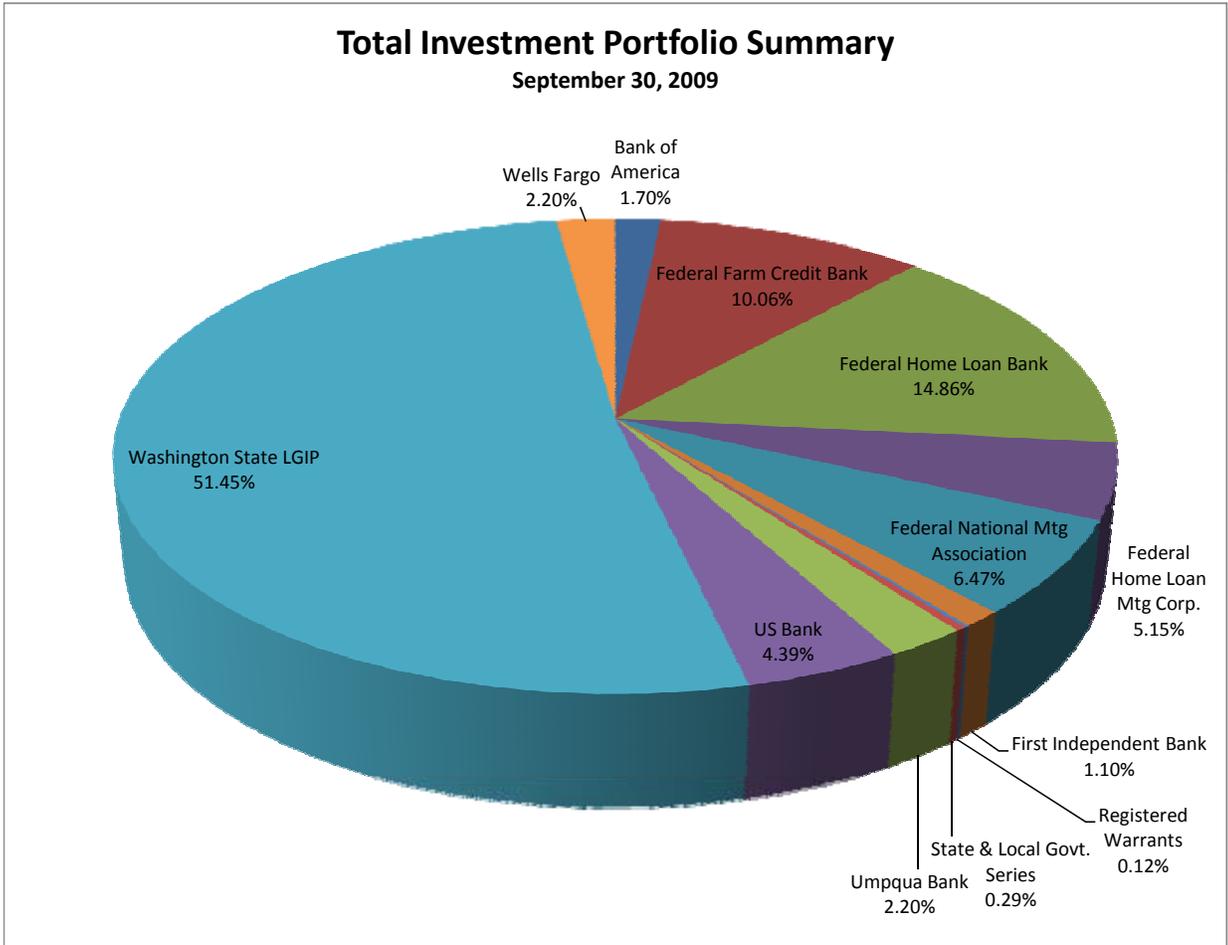


EXHIBIT 5

CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
INVESTMENT ACTIVITY BY TYPE
As of September 30, 2009

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE	
BANKERS ACCEPTANCES						BEGINNING BALANCE:	0.00
89983286	Bank of America	0.900	07/13/09	2,787,750.00			
89983287	Bank of America	0.850	07/13/09	4,979,930.56			
SUBTOTALS and ENDING BALANCE - JULY				7,767,680.56	0.00	7,767,680.56	
SUBTOTALS and ENDING BALANCE - AUGUST				0.00	0.00	7,767,680.56	
SUBTOTALS and ENDING BALANCE - SEPTEMBER				0.00	0.00	7,767,680.56	
CERTIFICATES OF DEPOSIT						BEGINNING BALANCE:	30,000,000.00
00013284	Umpqua Bank	1.000	07/01/09	50,000.00			
89983282	First Independent Bank	1.050	07/02/09	1,000,000.00			
89983285	Wells Fargo	1.190	07/09/09	10,000,000.00			
89983285	Wells Fargo	1.190	08/09/09	10,111.79			
89983285	Wells Fargo	1.190	08/06/09	10,122.01			
SUBTOTALS and ENDING BALANCE - JULY				11,050,000.00	0.00	41,050,000.00	
SUBTOTALS and ENDING BALANCE - AUGUST				10,111.79	0.00	41,060,111.79	
SUBTOTALS and ENDING BALANCE - SEPTEMBER				10,122.01	0.00	41,070,233.80	
FEDERAL AGENCIES - DISCOUNT						BEGINNING BALANCE:	7,756,000.00
SUBTOTALS and ENDING BALANCE - JULY				0.00	0.00	7,756,000.00	
SUBTOTALS and ENDING BALANCE - AUGUST				0.00	0.00	7,756,000.00	
SUBTOTALS and ENDING BALANCE - SEPTEMBER				0.00	0.00	7,756,000.00	
FEDERAL AGENCIES - SEMI ANNUAL COUPON						BEGINNING BALANCE:	158,771,500.51
89983263	Federal Home Loan Bank	3.000	07/10/09		10,000,000.00		
89983288	Federal Home Loan Bank	1.500	08/17/09	10,000,000.00			
89983289	Federal Home Loan Mtg Corp	1.750	09/02/09	10,000,000.00			
89983253	Federal National Mtg Assoc	3.800	09/30/09		9,972,500.00		
SUBTOTALS and ENDING BALANCE - JULY				0.00	10,000,000.00	148,771,500.51	
SUBTOTALS and ENDING BALANCE - AUGUST				10,000,000.00	0.00	158,771,500.51	
SUBTOTALS and ENDING BALANCE - SEPTEMBER				10,000,000.00	9,972,500.00	158,799,000.51	
TREASURY SECURITIES - SLGS						BEGINNING BALANCE:	1,338,000.00
SUBTOTALS and ENDING BALANCE - JULY				0.00	0.00	1,338,000.00	
SUBTOTALS and ENDING BALANCE - AUGUST				0.00	0.00	1,338,000.00	
SUBTOTALS and ENDING BALANCE - SEPTEMBER				0.00	0.00	1,338,000.00	
CLARK COUNTY						BEGINNING BALANCE:	2,691,052.26
JULY	Registered Warrant Invest Acct	2.44%		0.00	1,441,052.26	1,250,000.00	
AUGUST	Registered Warrant Invest Acct	2.44%		349,327.50	1,599,327.50	0.00	
SEPTEMBER	Registered Warrant Invest Acct	2.44%		973,381.71	403,843.53	569,538.18	
First Independent Bank						BEGINNING BALANCE:	0.00
JULY	Public Checking Account	0.450		5,000,513.70	1,000,000.00	4,000,513.70	
AUGUST	Public Checking Account	0.450		509.66	0.00	4,001,023.36	
SEPTEMBER	Public Checking Account	0.450		3,559.81	0.00	4,004,583.17	
STATE POOL						BEGINNING BALANCE:	308,672,238.85
JULY	Washington State Pool	0.616		35,406,296.28	72,405,191.64	271,673,343.49	
AUGUST	Washington State Pool	0.568		32,120,424.92	53,899,179.19	249,894,589.22	
SEPTEMBER	Washington State Pool	0.470		42,092,464.42	57,507,040.27	234,480,013.37	
				BEGINNING BALANCE:	PURCHASES	MATURITIES	ENDING BALANCE:
JULY	TOTALS			509,228,791.62	59,224,490.54	84,846,243.90	483,607,038.26
AUGUST	TOTALS			483,607,038.26	42,480,373.87	55,498,506.69	470,588,905.44
SEPTEMBER	TOTALS			470,588,905.44	53,079,527.95	67,883,383.80	455,785,049.59

Exhibit 6

**CLARK COUNTY INVESTMENT PORTFOLIO POOL
DISTRIBUTION OF INVESTMENTS BY TYPE
September 30, 2009**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Bankers Acceptances	\$ 7,767,681	1.77%	92	0.872%	0.884%
Certificates of Deposit	\$ 41,020,234	9.36%	192	1.555%	1.577%
Federal Agencies - Discount	\$ 7,756,000	1.77%	22	3.165%	3.209%
Federal Agencies - Semi-annual	\$ 144,409,940	32.95%	443	2.510%	2.545%
Washington State LGIP	\$ 233,248,089	53.23%	1	0.464%	0.470%
Passbook/Money Market Accts	\$ 4,004,583	0.91%	1	0.444%	0.450%
Total	\$ 438,206,526	100.00%	167	1.295%	1.313%
Accrued Interest at Purchase	\$ -				
Total Cash and Investments	<u>\$ 438,206,526</u>				

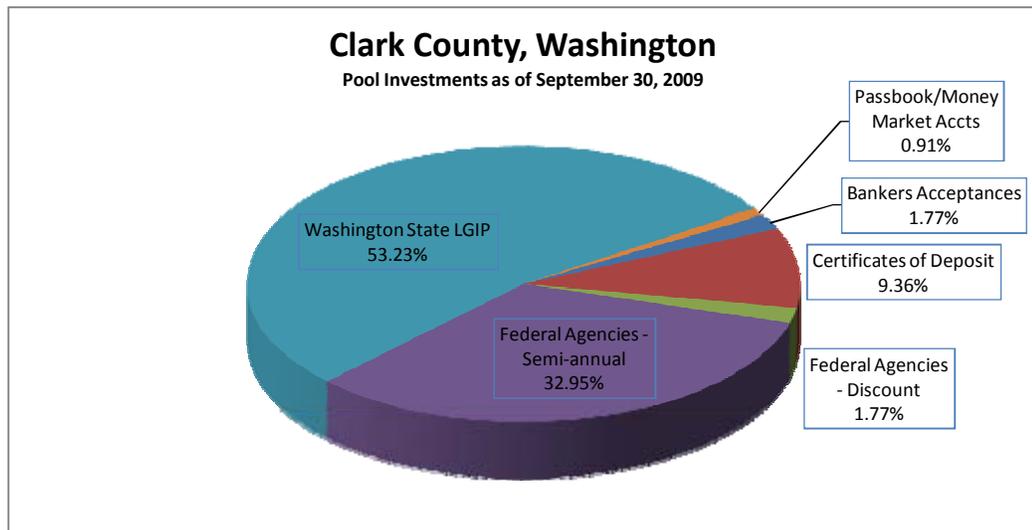


Exhibit 7
Clark County, Washington
Pooled Investment Portfolio
September 30, 2009

Investment Number	Purchase Date	Cusip Number	Book Value	Amortized Disc/(Prem)	Amortized Book Value	Par Value	Market Price 09/30/09	Market Value	Cash Gain/(Loss) on Security	Amortized Gain/(Loss) on Security	Percent Gain/(Loss) on Security	Coupon Rate	Yield to Maturity		Maturity Date	Days to Maturity
													360 MM	365 BE		
Bankers Acceptances 1.77%																
89983286	7/13/2009	06422TA45	2,787,750.00	12,250.00	2,800,000.00	2,800,000.00	98.67	2,762,666.67	(25,083.33)	(37,333.33)	-1.333%	0.900	0.904	0.917	01/04/10	95
89983287	7/13/2009	06422RZWO	4,979,930.56	20,069.44	5,000,000.00	5,000,000.00	98.74	4,936,805.56	(43,125.00)	(63,194.45)	-1.264%	0.850	0.853	0.865	12/30/09	90
Subtotal & Averages			7,767,680.56		7,800,000.00	7,800,000.00		7,699,472.22					0.872	0.884		92
CD's 9.36%																
89983261	12/18/2008		10,000,000.00		10,000,000.00	10,000,000.00		10,000,000.00				2.320	2.320	2.352	12/16/09	76
89983280	5/1/2009		10,000,000.00		10,000,000.00	10,000,000.00		10,000,000.00				1.500	1.500	1.521	07/30/10	302
89983281	6/24/2009		10,000,000.00		10,000,000.00	10,000,000.00		10,000,000.00				1.300	1.282	1.300	01/04/10	95
89983282	7/2/2009		1,000,000.00		1,000,000.00	1,000,000.00		1,000,000.00				1.050	1.036	1.050	10/01/09	0
89983285	7/9/2009		10,020,233.80		10,020,233.80	10,020,233.80		10,020,233.80				1.190	1.174	1.190	08/09/10	312
Subtotal & Averages			41,020,233.80		41,020,233.80	41,020,233.80		41,020,233.80					1.556	1.577		192
Federal Agencies - Discount 1.77%																
89983257	10/28/08	313385NH5	7,756,000.00	244,000.00	8,000,000.00	8,000,000.00	99.997	7,999,761.60	243,761.60	(238.40)	-0.003%	3.050	3.165	3.209	10/23/09	22
Subtotal & Averages			7,756,000.00	244,000.00	8,000,000.00	8,000,000.00		7,999,761.60	243,761.60	(238.40)			3.165	3.209		22
Federal Agencies - Semi-Annual Coupon 32.95%																
89983229	03/12/08	31331XL42	8,098,889.54	(296,647.22)	7,802,242.32	7,651,000.00	103.816	7,942,962.16	(155,927.38)	140,719.84	1.804%	5.250	2.620	2.656	07/16/10	288
89983234	04/18/08	31331XGCO	10,396,900.00	(269,933.29)	10,126,966.71	10,000,000.00	102.993	10,299,300.00	(97,600.00)	172,333.29	1.702%	4.750	2.782	2.821	06/07/10	249
89983252	10/14/08	31331GDC0	10,000,000.00	0.00	10,000,000.00	10,000,000.00	104.793	10,479,300.00	479,300.00	479,300.00	4.793%	3.600	3.551	3.600	10/14/11	743
89983255	10/15/08	31331Y3S7	10,001,100.00	(834.65)	10,000,265.35	10,000,000.00	100.836	10,083,600.00	82,500.00	83,334.65	0.833%	3.050	2.997	3.039	01/21/10	112
89983259	11/21/08	31331YG46	4,947,350.00	18,760.34	4,966,110.34	5,000,000.00	102.734	5,136,719.00	189,369.00	170,608.66	3.435%	2.625	3.038	3.080	04/21/11	567
89983232	04/03/08	3133MYYZ	10,148,900.00	(105,267.02)	10,043,632.98	10,000,000.00	101.833	10,183,340.00	34,440.00	139,707.02	1.391%	3.375	2.609	2.645	05/14/10	225
89983235	05/05/08	3133XQYX4	9,957,500.00	25,449.70	9,982,949.70	10,000,000.00	102.329	10,232,900.00	275,400.00	249,950.30	2.504%	3.000	3.137	3.181	09/10/10	344
89983238	05/15/08	3133XR2Y5	9,968,800.00	20,744.24	9,989,544.24	10,000,000.00	101.793	10,179,300.00	210,500.00	189,755.76	1.900%	3.000	3.112	3.155	06/11/10	253
89983258	11/21/08	3133XQQQ8	4,922,650.00	26,672.41	4,949,322.41	5,000,000.00	102.850	5,142,495.00	219,845.00	193,172.59	3.903%	2.625	3.230	3.275	05/20/11	596
89983277	02/24/09	3133XT5X0	10,000,000.00	0.00	10,000,000.00	10,000,000.00	100.284	10,028,400.00	28,400.00	28,400.00	0.284%	1.050	1.036	1.050	02/24/10	146
89983288	08/17/09	3133XUGD9	10,000,000.00	0.00	10,000,000.00	10,000,000.00	100.046	10,004,600.00	4,600.00	4,600.00	0.046%	3.050	2.997	3.039	01/21/10	112
89983230	03/20/08	31359MC50	5,246,150.00	(171,464.79)	5,074,685.21	5,000,000.00	102.772	5,138,610.00	(107,540.00)	63,924.79	1.260%	4.625	2.281	2.313	06/01/10	243
89983260	11/26/08	31359MJH7	10,633,400.00	(217,308.21)	10,416,091.79	10,000,000.00	107.767	10,776,693.00	143,293.00	360,601.21	3.462%	6.000	3.262	3.307	05/15/11	591
89983262	12/23/08	31398AUP5	10,080,300.00	(62,009.44)	10,018,290.56	10,000,000.00	100.551	10,055,100.00	(25,200.00)	36,809.44	0.367%	2.680	1.840	1.866	12/23/11	813
89983254	10/14/08	3128X72B9	10,008,000.00	(7,711.11)	10,000,288.89	10,000,000.00	100.137	10,013,700.00	5,700.00	13,411.11	0.134%	4.000	3.864	3.918	10/14/11	743
89983289	09/02/09	3128X9CG3	10,000,000.00	0.00	10,000,000.00	10,000,000.00	100.360	10,036,000.00	36,000.00	36,000.00	0.360%	1.750	1.726	1.750	09/02/11	701
Subtotal & Averages			144,409,939.54	(1,039,549.04)	143,370,390.50	142,651,000.00		145,733,019.16	1,323,079.62	2,362,628.66			2.747	2.786		417
Passbook/Money Market Accounts 54.14%																
89983283		First Independent Bank	4,004,583.17	0.00	4,004,583.17	4,004,583.17		4,004,583.17				0.450	0.444	0.450		1
89980001		Washington State LGIP	233,248,089.41	0.00	233,248,089.41	233,248,089.41		233,248,089.41				0.470	0.470	0.477		1
Subtotal & Averages			237,252,672.58	0.00	237,252,672.58	237,252,672.58		237,252,672.58					0.470	0.476		1
Grand Total			<u>438,206,526.48</u>	<u>(779,389.32)</u>	<u>437,427,137.16</u>	<u>436,723,906.38</u>		<u>439,705,159.36</u>	<u>1,532,737.05</u>	<u>2,312,126.37</u>			<u>1.377</u>	<u>1.396</u>		<u>158</u>
																5.27 months
Callable Percentage 4.58%																

EXHIBIT 8

**CLARK COUNTY INVESTMENT POOL
AGING OF MATURING INVESTMENTS
September 30, 2009**

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	\$238,252,673	54.37%	54.37%
2 - 90	\$22,735,931	5.19%	59.56%
91 - 180	\$42,788,850	9.76%	69.32%
181 - 270	\$35,760,750	8.16%	77.48%
271 - 360	\$38,076,623	8.69%	86.17%
361 - 450		0.00%	86.17%
451 - 540		0.00%	86.17%
541 - 630	\$20,503,400	4.68%	90.85%
631 - 720	\$10,000,000	2.28%	93.13%
721 - 900	\$30,088,300	6.87%	100.00%
901 - 1200		0.00%	100.00%
TOTALS	\$438,206,526	100.00%	

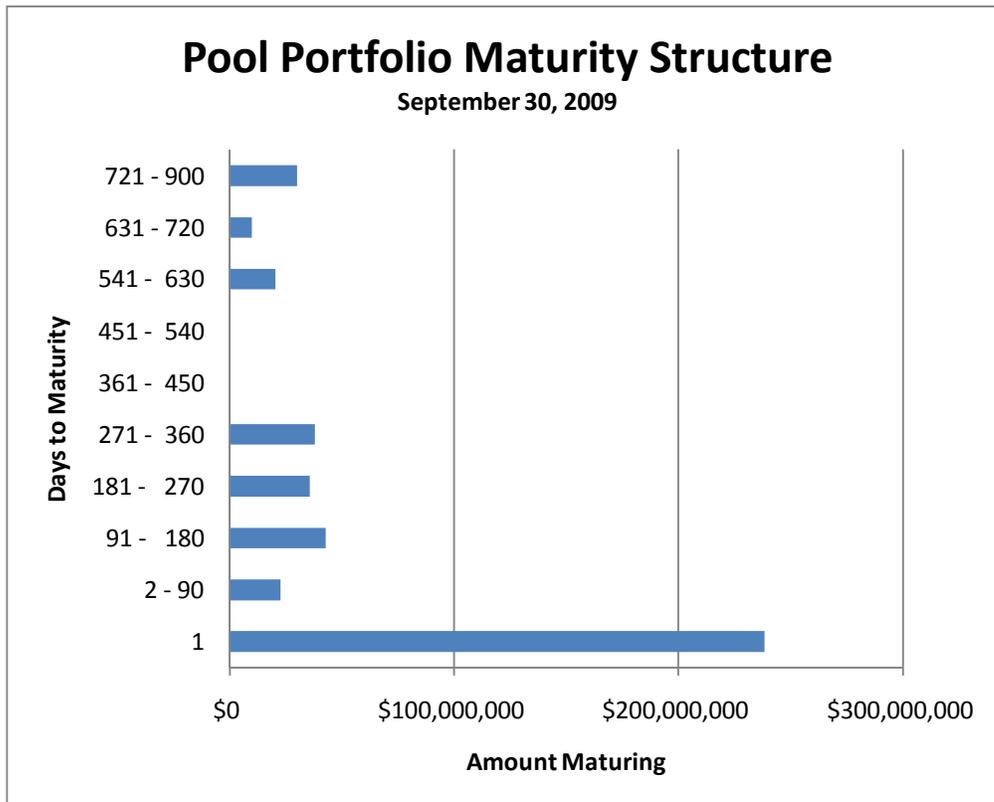


Exhibit 9

**CLARK COUNTY INVESTMENT POOL
SUMMARY OF INVESTMENTS BY ISSUER
September 30, 2009**

Issuer	Number of Investments	Book Value	% of Portfolio	Avg YTM (365)	Days to Maturity
Bank of America	2	7,767,681	1.77%	0.884%	92
Federal Farm Credit Bank	5	43,444,240	9.91%	3.049%	375
Federal Home Loan Bank	7	62,753,850	14.32%	2.739%	222
Federal Home Loan Mtg Corp.	2	20,008,000	4.57%	2.834%	722
Federal National Mtg Association	3	25,959,850	5.92%	2.547%	607
First Independent Bank	2	5,004,583	1.14%	0.570%	1
Umpqua Bank	1	10,000,000	2.28%	1.300%	95
US Bank	2	20,000,000	4.56%	1.937%	189
Washington State LGIP	1	233,248,089	53.23%	0.477%	1
Wells Fargo	1	10,020,234	2.29%	1.190%	312
TOTALS and AVERAGES	26	438,206,526	100.00%	1.396%	158

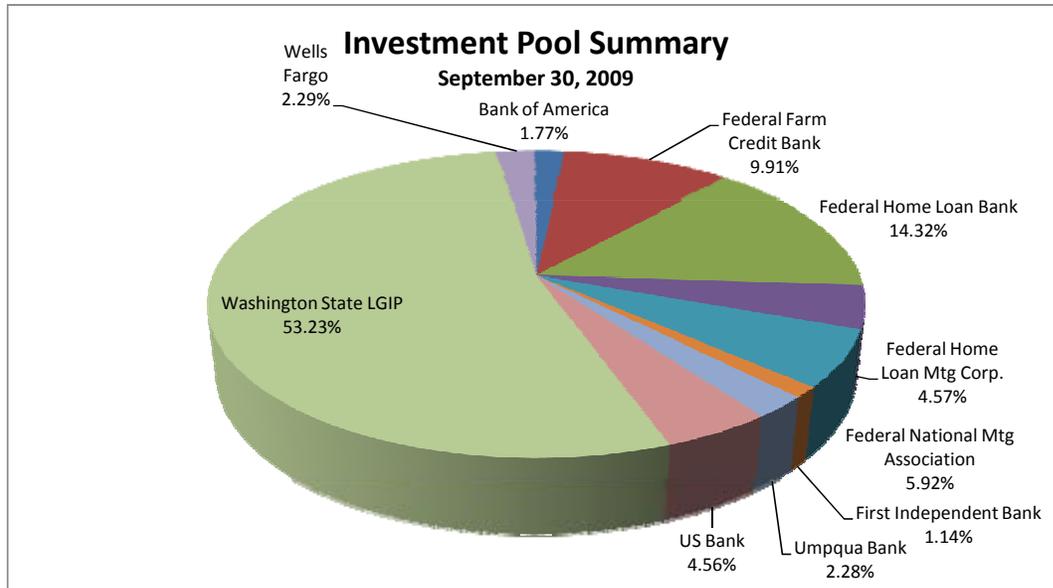


Exhibit 10
County Pool vs. State Pool
1/99 - 09/09

Funds invested in the County Pool earned almost \$25 million more than if all County monies were invested in the Washington State LGIP between January 1999 and September 2009.

