

Lane County, Oregon

Annual Investment Report

For the Calendar Year Ended
December 31, 2015

Prepared by the
Financial Services
County Administration - Operations

Lane County, Oregon
Annual Investment Report
For the Calendar Year Ended December 31, 2015

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Introduction

At the end of each calendar year the Financial Services subdivision of County Administration - Operations aggregates and analyzes information regarding the previous twelve month's investment activity. This Annual Investment Report for the calendar year ended December 31, 2015 captures that information and is used by the Investment Advisory Committee to form a conclusion about whether or not management has met the legal and administrative parameters set forth in the Oregon Revised Statutes, Lane Manual, and Lane County's Administrative Procedures Manual.

Portfolio Examination

This Annual Investment Report is organized to examine the general investing objectives of the portfolio. In priority order they are:

General Investing Objectives

- **Safety** – Seek to ensure preservation of principal in the overall portfolio by mitigating credit risk and interest rate risk.
 - Credit Risk - Risk of loss due to failure of the security issuer or backer.
 - Interest Rate Risk - Risk that the market value of securities in the portfolio will fall due to changes in market interest rates.
- **Liquidity** – Seek to ensure portfolio remains sufficiently liquid to meet daily operating requirements.
- **Yield** – Seek to attain a rate of return that is typical of market conditions for similar portfolios with comparable safety and liquidity needs.

Although ranked, these objectives represent factors that interrelate and should be considered together when managing the investment portfolio. No objective supersedes another but all three objectives should receive adequate consideration, as prioritized, before making investment decisions.

Investment Reports

Investment reports at the end of this Annual Investment Report provide details of the investment portfolio and reconciliations between Sympro (the investment software program) and the County's general ledger. Such information was used to develop the portfolio examination and determine the County's compliance with its legal and administrative parameters.

Executive Summary

Compliance

Lane County's investment portfolio complied with Oregon Revised Statutes, the Lane Manual, and Lane County's Administrative Procedures Manual (APM).

Safety

Credit Risk – Lane County's investment portfolio has not been subjected to unreasonable risk of loss.

- All securities held are either backed by the US Government or meet minimum ratings set by either Standard and Poor's or Moody's Investor Service.
- No one financial institution (excluding LGIP) accounts for more than 23% of the County's investment purchases.
- Investments are well diversified with no one investment vehicle (excluding LGIP) accounting for more than 12% of the portfolio.

Interest Rate Risk – Lane County's investment portfolio has minimized the risk that the market value of securities will fluctuate when market interest rates change.

- The portfolio has limited the term of all securities to three years or less, and the portfolio complies with the minimum investment percent per maturity term as established in the APM.

Liquidity

The investment portfolio is sufficiently liquid to meet all operating requirements. No securities were required to be sold prior to maturity to meet cash flow needs.

Yield

The County and City of Eugene's (Eugene) investment yields have remained relatively stable the last year but have shown a significant rise in December as a result of the Fed move in increase interest rates. The County's December 31, 2015 yield was .866%, the highest it's been since October 2012. The State of Oregon's LGIP rate also improved it's return from .54% to .60% in December. The County yields continue to be above both LGIP and Eugene.

Long-term Rates Analysis

The spread in yields between the 1, 2, and 3 year treasuries have improved and are projected to do so. However, longer-term rates continue to lag behind historical averages. We continue to monitor spreads for opportunities to invest beyond three years.

Investment Authority

State Authority

Oregon Revised Statutes 294 and 295 governs the investment of public funds for Oregon municipalities.

https://www.oregonlegislature.gov/bills_laws/ors/ors294.html

https://www.oregonlegislature.gov/bills_laws/ors/ors295.html

Local Authority

Lane Manual 4.015 to 4.020 states the policies to be followed by the Director of Management Services in administering the investment program.

<http://www.lanecounty.org/Departments/CC/LaneManual/Pages/default.aspx>

Procedures

Administrative Procedures chapter 2, section 20, provides specific direction to the Director of Management of Services in administering the investment program.

http://insidelane.lc100.net/Documents/portal_001/module_0188/Chapter2Section20Issue7.pdf

Investment Advisory Committee

Investment Program Administrator

Mike Barnhart, Financial Services Manager/County Treasurer
County Administration Operations – Financial Services

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Committee Members:

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Sheriff's Office Fiscal Services

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Christine Moody

County Administration – Budget and Planning

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christine.moody@co.lane.or.us

Staff Support

Terri Bowden

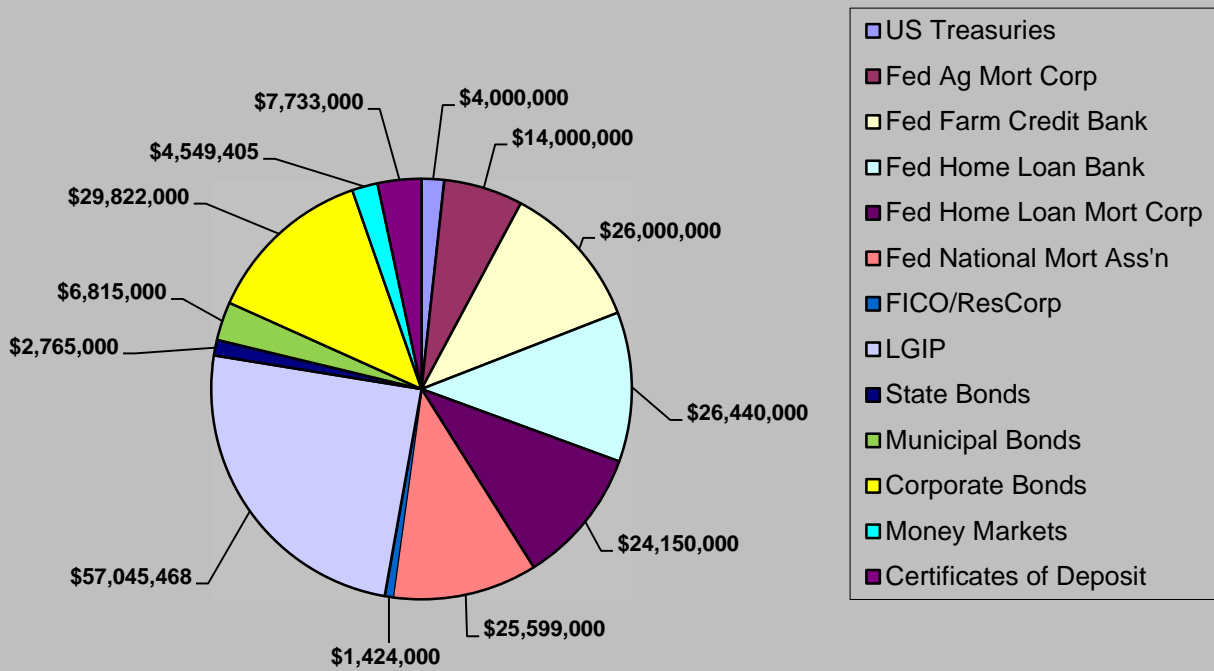
County Administration Operations – Financial Services

541-682-4186

terri.bowden@co.lane.or.us

Portfolio Summary

Lane County Portfolio Summary As of December 31, 2015



Summary Activity for the Calendar Year Ended December 31, 2015

<i>Par Value*</i> 1/1/2015	<i>Purchases</i>	<i>Redemptions</i>	<i>Par Value*</i> 12/31/2015	<i>Book Value**</i>	<i>Fair Value ***</i>	<i>Investment Earnings ****</i>
\$201,390,106	\$932,522,200	(\$903,569,433)	\$230,342,873	\$231,351,448	\$230,978,099	\$1,582,597

- * Par Value represents the face value of securities
- ** Book Value represents Par Value plus or minus premiums, discounts, and prepaid interest
- *** Fair Value represents the estimated value of the portfolio if sold in its entirety on December 31, 2015
- **** Investment Earnings are reported on the accrual basis of accounting

Portfolio Examination

Safety Considerations

Safety of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of principal in the overall portfolio. The objective is to mitigate credit risk and interest rate risk.

Credit Risk

Lane County mitigates credit risk by performing the following:

1. Security analysis
2. Financial partners analysis
3. Diversification analysis

Security Analysis

Types of securities

Oregon Revised Statutes and the APM limit the types of investments that the County can hold. During the calendar year ended December 31, 2015 the County held the following types of securities:

- US Treasury and Agency bonds
- State of Oregon and Washington bonds
- Oregon, California, and Washington Municipal bonds
- Corporate bonds

Investment ratings

Oregon Revised Statutes and the APM require minimum ratings from either of the following rating agencies for each of the following security types:

	<u>S&P</u>	<u>Moody's</u>
• Oregon state and Oregon municipalities	A	A
• Washington state and California and Washington municipalities	AA	Aa
• Corporate indebtedness:		
○ Promissory notes		
• Non-Oregon	AA	Aa
• Oregon	A	A
○ Commercial paper		
• Non-Oregon	P-1	A-1
• Oregon	P-2	A-2

For the calendar year ended December 31, 2015, the County fully complied with the ORS and APM limitations regarding types of securities and minimum ratings.

Financial Partners Analysis

The APM requires the County to pre-qualify the use of any depository, financial institution, or broker/dealer.

Depositories

US Bank is the County's main banking partner. The contract with them expired December 31, 2015. The contract has been extended in lieu of an RFP to be issued in 2016. Other banks and credit unions used by the County include:

- Umpqua Bank (Money Market account)
- Siuslaw Bank (Public Works site in Florence)
- Oregon Community Credit Union (CDs and Money Market Account)
- Northwest Community Credit Union (CDs and Money Market account)

Other Financial Institutions

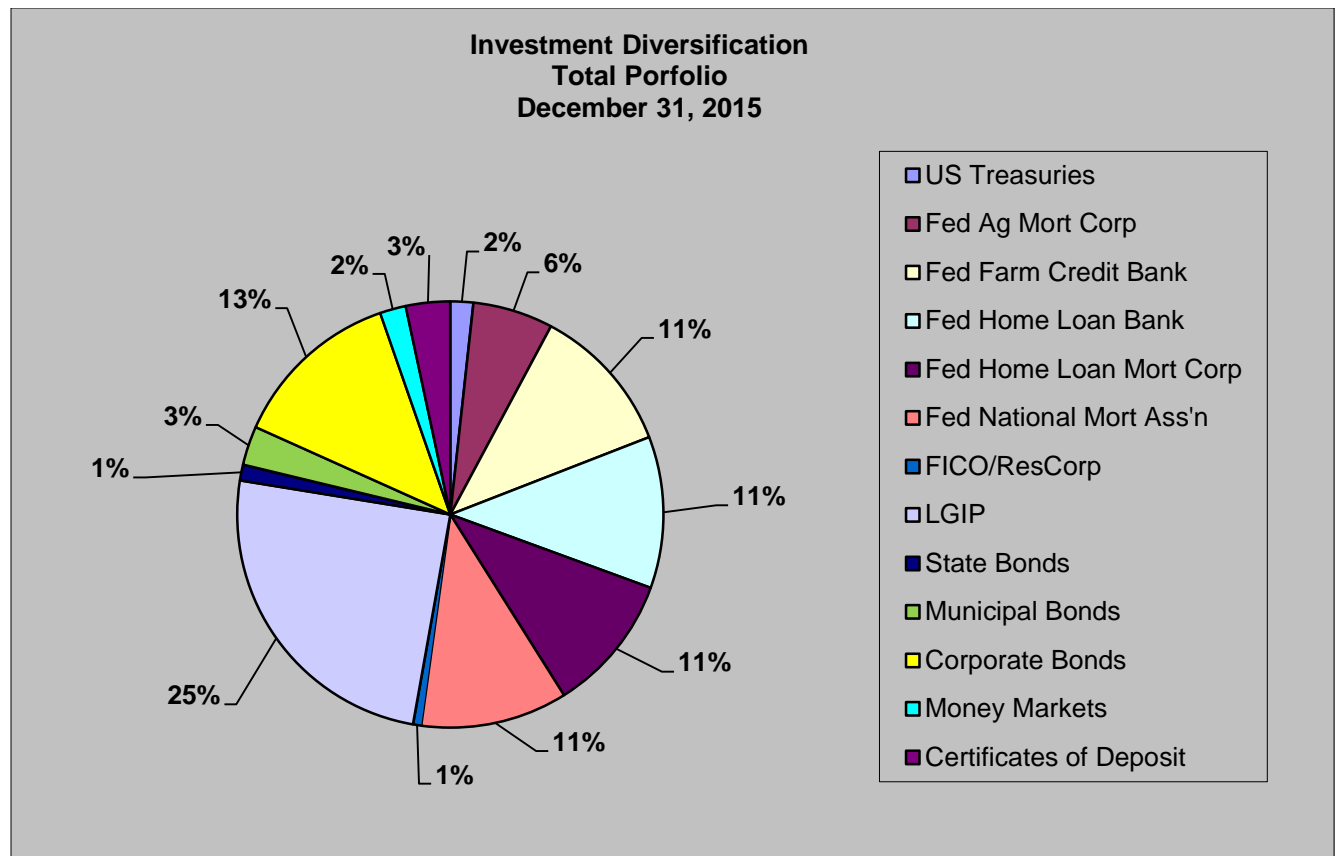
US Bank is the County's third-party custodian of all County securities.

Broker/Dealers

Lane County works through various broker/dealers when purchasing securities. In June of each year, broker/dealers are reviewed for qualifications by Financial Services, and if acceptable, no fewer than four and no more than six are submitted to the County Treasurer for approval. The following is a list of broker/dealers and non-broker/dealers used by the County and their percent of our December 31, 2015 portfolio:

	<u>Percent</u>
Brokers/Dealers:	
Oppenheimer & Co.	22.6
Vining Sparks	22.0
Piper Jaffray	11.5
Wells Fargo	5.9
Mutual Securities	5.6
D.A. Davidson	2.2
Non-Broker/Dealers:	
State of Oregon (LGIP)	24.8
US Bank	2.2
Northwest Community Credit Union	1.8
Oregon Community Credit Union	1.3
Umpqua Bank	.1

Diversification Analysis



During the calendar year ended December 31, 2015 the County held the following types of securities:

- US Treasuries:
 - Coupons:
 - US Treasury Note
- US Agencies:
 - Coupons:
 - Federal Agriculture Mortgage Corporation
 - Federal Farm Credit Bank
 - Federal Home Loan Bank
 - Federal Home Loan Mortgage Corporation
 - Federal National Mortgage Association
 - Discount:
 - Federal Home Loan Mortgage Corporation
 - Federal National Mortgage Association
 - Financing Corporation
 - Resolution Funding Corporation
 - Tennessee Valley Authority

- State of Oregon:
 - State of Oregon
 - Local Government Investment Pool (LGIP)
 - Discount:
 - Oregon School Board Pension
 - Oregon Health and Science University

- State of Washington:
 - Washington State Build America Bonds

- Oregon Municipals:
 - Coupons:
 - City of Canby
 - Clackamas County School District
 - Gresham School District
 - Marion County School District
 - Union County School District
 - Washington School District

- California Municipals:
 - Coupons:
 - University of California

- Washington Municipals:
 - Coupons:
 - Energy NW Washington Electric
 - King County School District
 - Pierce County

- Corporate:
 - Promissory Notes:

	<u>% of Portfolio at 12/31/2015</u>
• Bank of Nova Scotia	1.30%
• Berkshire Hathaway	-
• Canadian Imperial	-
• General Electric Capital Corp	1.63%
• International Business Machines	.43%
• JP Morgan Corp.	.43%
• Royal Bank of Canada	2.17%
• Toronto Dominion	2.17%
• Total Capital	.43%
• Toyota Motor Credit	.87%
• US Bank	.87%
• Wells Fargo	1.77%
• Westpac Banking	<u>.87%</u>
	12.94%

- Money Markets:
 - Northwest Community Credit Union
 - Oregon Community Credit Union
 - US Bank
 - Umpqua Bank

- Certificates of Deposit:
 - Northwest Community Credit Union
 - Oregon Community Credit Union
 - US Bank

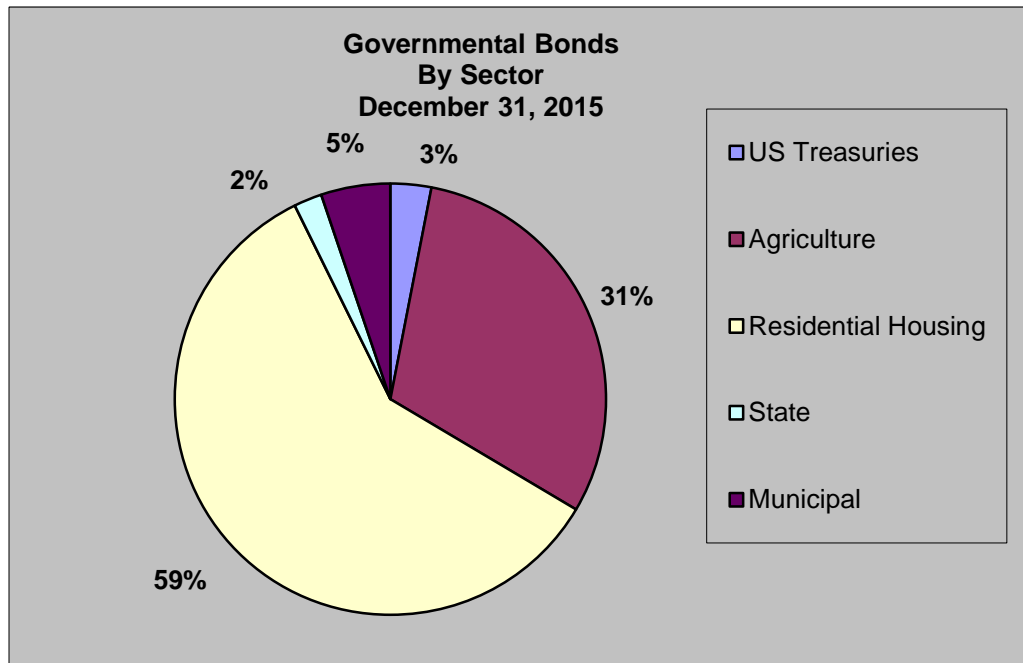
The APM states that investments are not allowed to exceed the following as a percent of all monies available for investment:

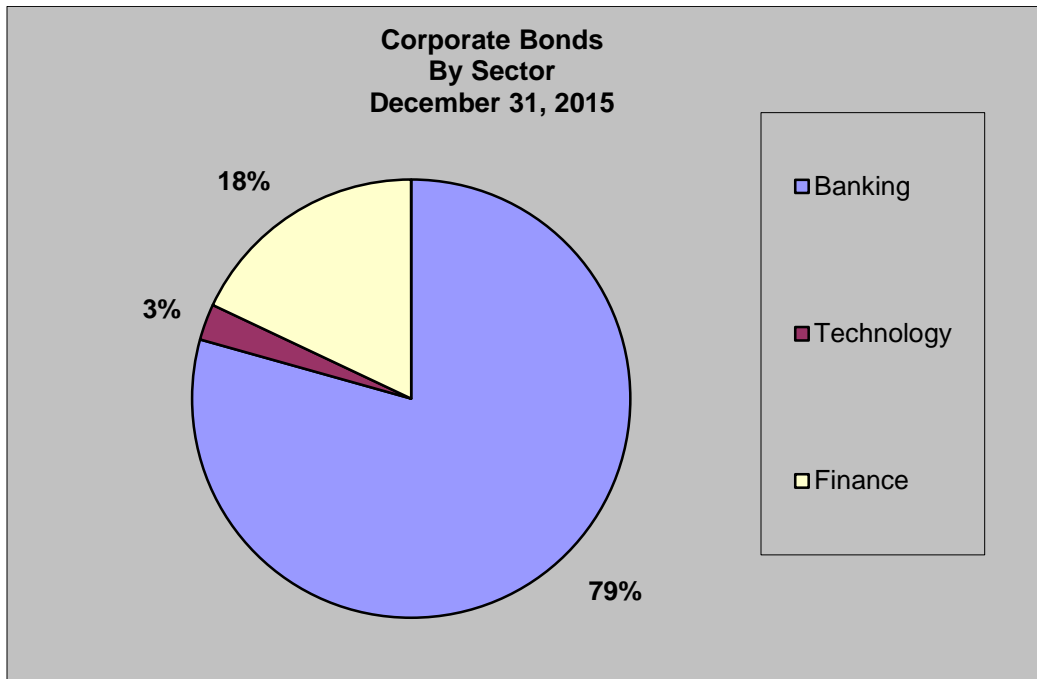
- 33% - United States or any one of its agencies
- 25% - Bankers Acceptances
- 35% - Corporate Indebtedness, or 5% in any one single corporate issuer

The County investments are adequately diversified.

Sector Reporting

Sector reporting identifies the economic subdivisions of a portfolio. Lane County's sectors by Governmental Bonds and Corporate Bonds follow:





Agriculture, residential housing, and banking are the largest clusters of the Lane County portfolio. Market shifts in those sectors can greatly impact the value of County investments.

Interest Rate Risk

Interest rate risk is addressed as follows:

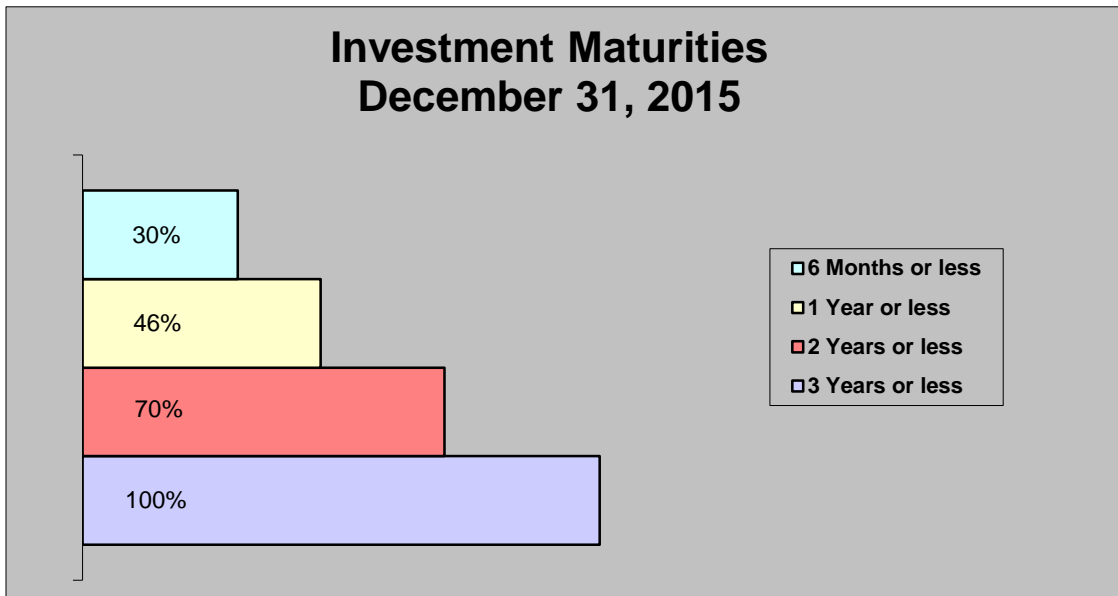
Portfolio Structure

Lane County structures the maturities of its investments so that securities mature to meet cash flow requirements for ongoing operations. During the calendar year ended December 31, 2015, no securities were required to be sold prior to maturity to meet cash flow requirements. Please see the discussion on Liquidity for more information.

Maturity Analysis

The APM requires that the County not invest in securities whose maturity is more than three years from the date of purchase unless matched to a specific cash flow and approved by the Board of Commissioners. At this time, no County investments exceed three years, nor has the Board of Commissioners granted specific authorization for any investment to exceed three years.

The maturities of the County investment portfolio at fair value, without consideration of calls, are as follows as of December 31, 2015:



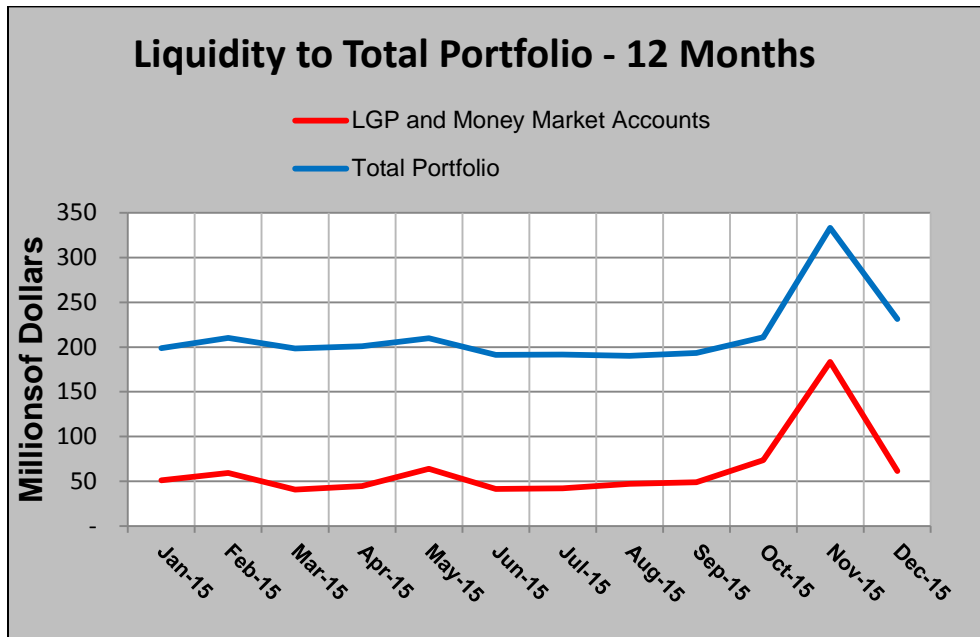
The APM requires the following minimum investment percent per maturity term:

- 20% of the portfolio must mature within 6 months
- 30% of the portfolio must mature within 1 year
- 50% of the portfolio must mature within 2 years
- 100% of the portfolio must mature within 3 years

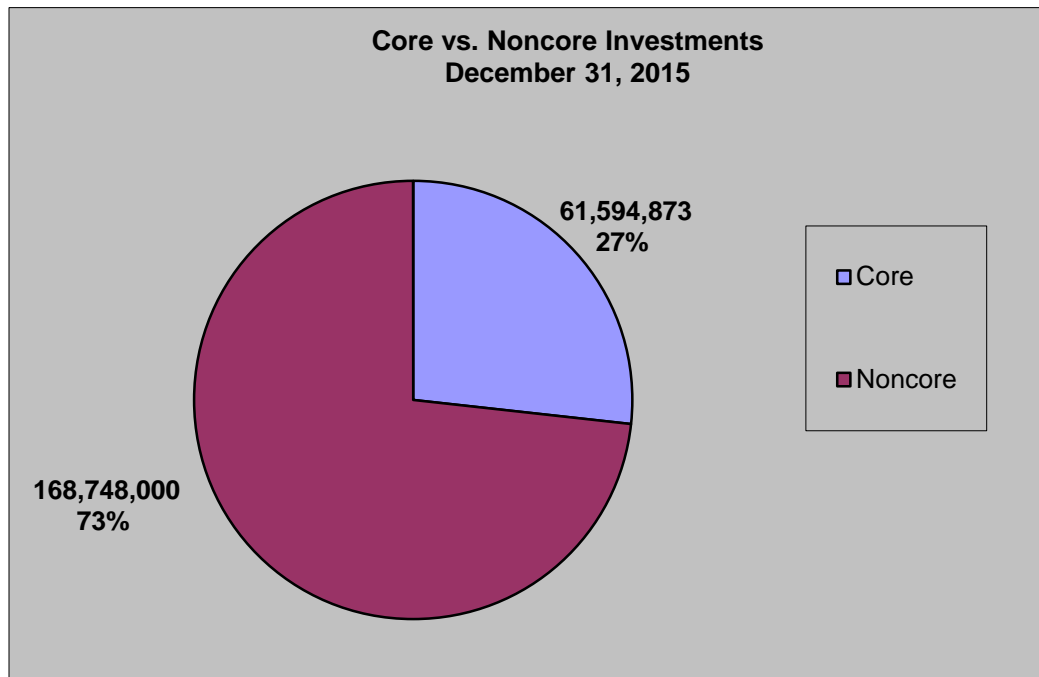
The investment portfolio is in compliance with this requirement as of December 31, 2015.

Liquidity Considerations

The investment portfolio needs to remain sufficiently liquid to meet the daily operating requirements that may be reasonably anticipated. This is accomplished by structuring the portfolio so that securities mature concurrent with cash needs to meet anticipated demands. Lane County expends approximately \$27 million per month. In order to keep cash in our checking account low and still pay our bills on time, the County invests with the LGIP and commercial money market accounts that offer same day liquidity. Over the past twelve months, the combined LGIP and money market account balances (excluding November) averaged \$52.3 million (approximately two months of operating cash). The spike in November is the result of the temporary investment of property tax receipts with the LGIP. Most receipts are reinvested into securities within one month.

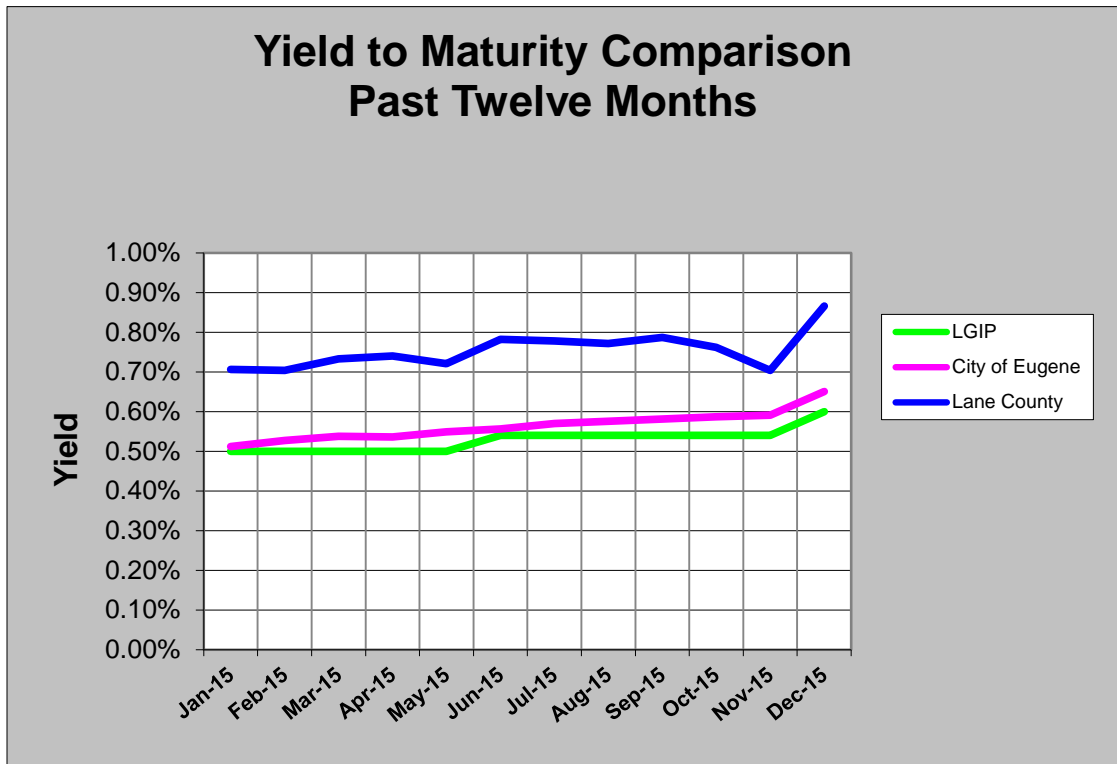


The following graph distinguishes between core and noncore investments in the portfolio. Core investments consist of money market funds and money with the LGIP. They are the solid foundation to our portfolio's safety and liquidity goals. They carry little interest rate risk and offer next day liquidity. The noncore investments consist of certificates of deposit and government and corporate bonds with longer term maturities. The noncore portfolio has the potential to increase returns, but they also increase the portfolio's volatility.



Yield Considerations

The investment portfolio is designed with the objective of attaining a rate of return throughout budgetary and economic cycles that is typical of market conditions for similar portfolios, taking into account the investment risk constraints and liquidity needs of the County. However, return on investment is of secondary importance compared to the safety and liquidity objectives previously discussed. Lane County benchmarks its actual investment yield for the portfolio overall to the State's LGIP and the City of Eugene's internal investment pool.

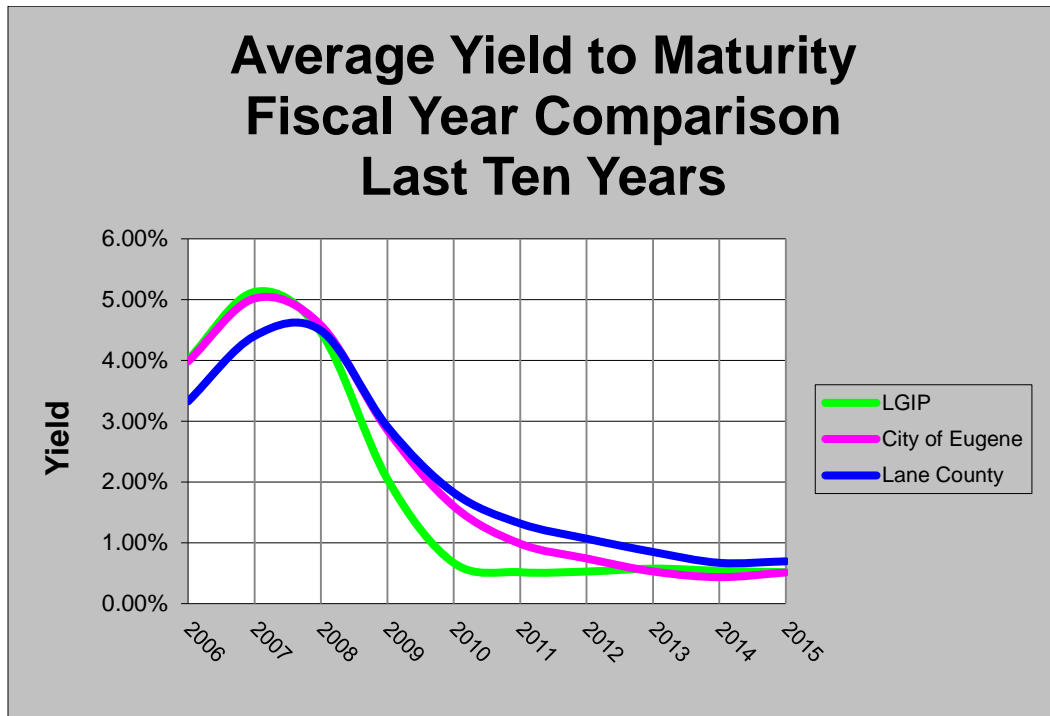


Typically, the County outperforms Eugene and LGIP when rates are on the decline, but underperforms them when rates are on the rise. This is because the County's investment policy has historically allowed us to invest in securities for longer durations than does Eugene or LGIP. Specifically, when interest rates decline, the County's portfolio does better because it holds higher yielding investments longer. Conversely, when interest rates rise, it takes longer to liquidate the lower yielding investments and invest in more productive securities.

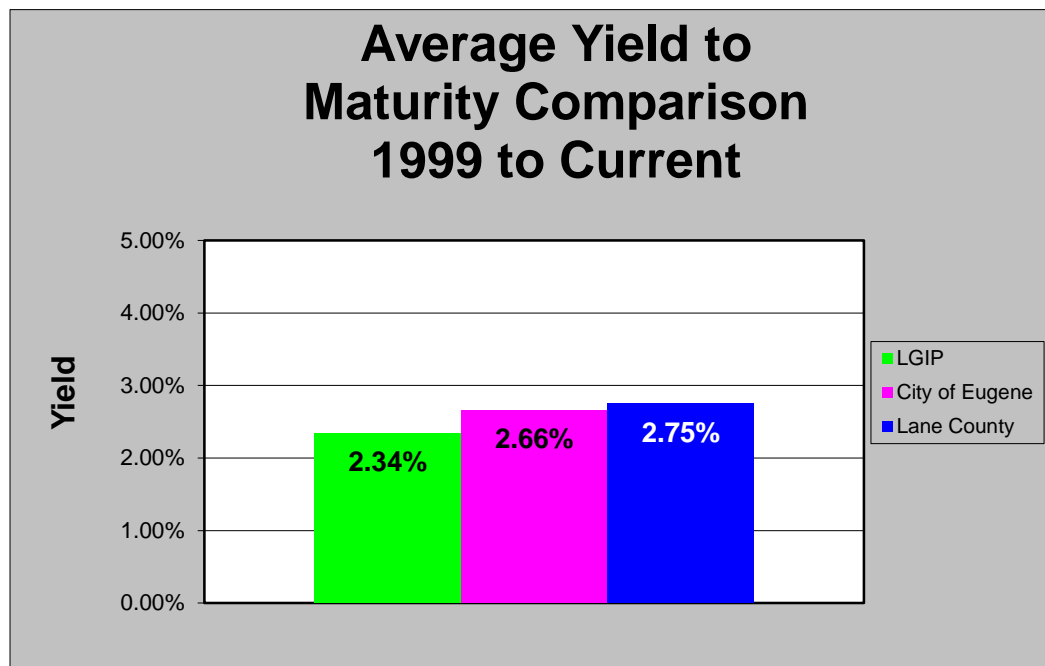
As evidenced by the graph above, rates have been on the incline over the last twelve months. The slight aberration in November is the result of temporary investment of property tax receipts with the LGIP prior to reinvesting in higher yielding securities. December in particular looks good due to the Federal Reserve increasing its benchmark interest rate to .25%, the first increase since 2006

As of December 31, 2015, the County's average yield to maturity was 21.5 basis points higher than Eugene's and 26.6 basis points above the LGIP.

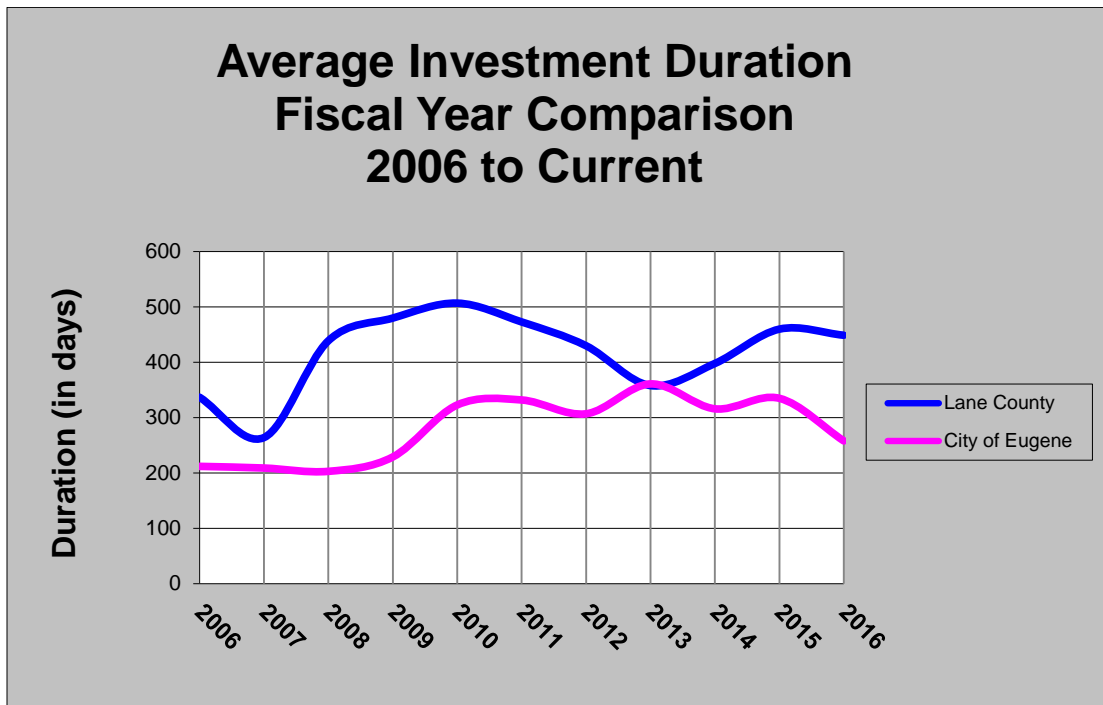
As evidenced in the following graph, when yields decline the County outperforms Eugene and LGIP, but when yields rise, the County lags behind. It should be noted Lane County's policy of investing longer term helps smooth earnings over multiple years, providing more resource stability than those portfolios with shorter-term investment strategies.



The next graph shows the County's average yield performance outpacing Eugene and LGIP over the past seventeen years.



Duration is a concept that measures the number of years it will take to recover the purchase price of a bond. Applied to the entire portfolio, average duration helps us gauge our level of interest rate risk. Duration often fluctuates based on market conditions as the yield curve changes.



For example, between 2005 and 2007, Lane County reduced its portfolio of two and three year maturities because short-term investments were yielding more than long-term investments (inverse yield curve). In 2008 Lane County started buying long-term again in response to the increase in the yield spread.

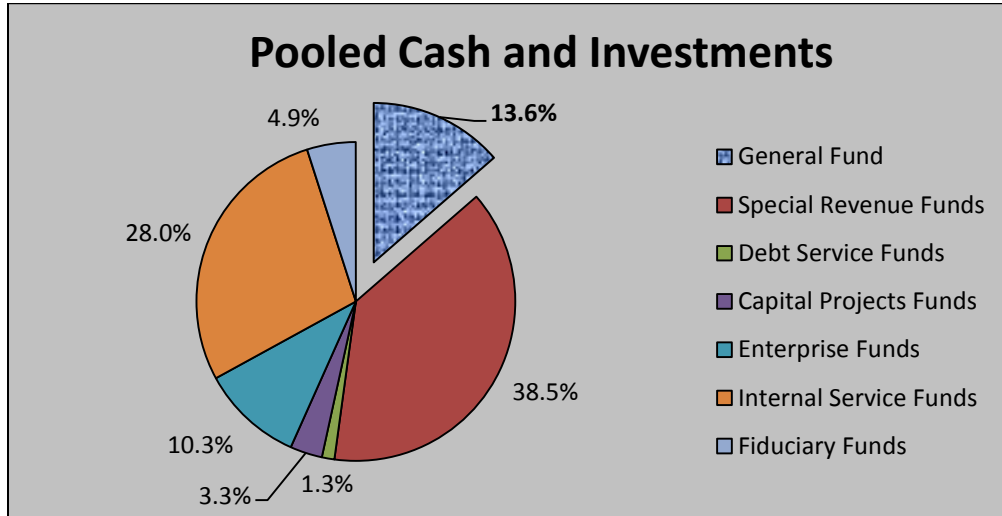
In 2010 yields began to decline again at such a rate that we experienced a multitude of calls on our longer-term investments. In order to stave off purchasing long-term at low market rates, we increased our money market holdings, waiting for the market to rally before we purchased long-term again. In 2013 the market began to rebound so we began to purchase long-term again. As of December 31, 2015, the County's average investment duration was 436 days to maturity.

Please note in 2010 Eugene changed their investment policy to allow them to invest in longer term maturities. The result is a steady increase in their duration over time.

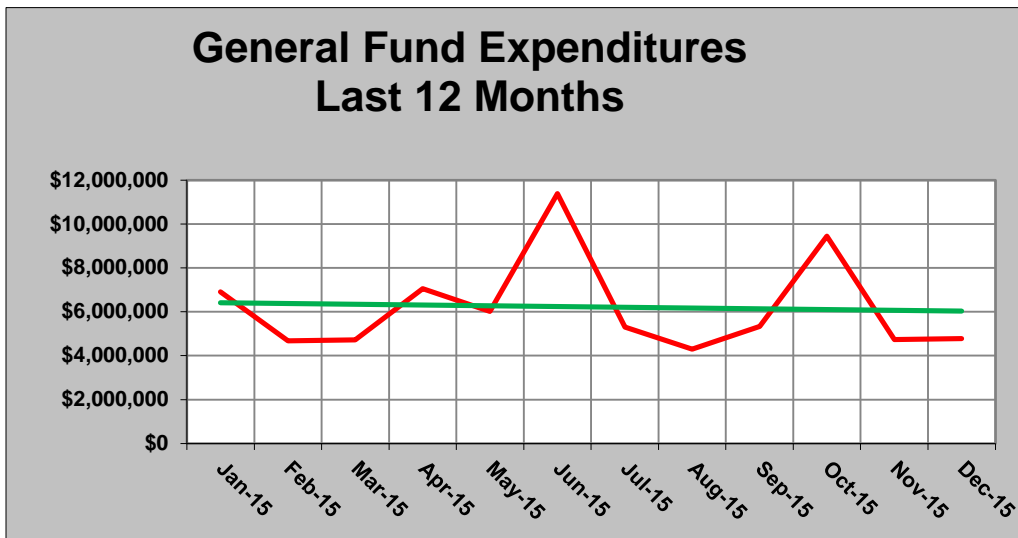
General Fund Analysis

The County's investments are pooled together with operating bank accounts to be utilized by all funds.

The following graph is a representation of the ownership of the cash and investment pool by fund type as of December 31, 2015. As can be seen, the General Fund owns 13.6% (\$31.9 million) of pooled cash and investments at December 31, 2015.



General Fund expenditures over the last twelve months are as follows:



The red line above reports actual cash-basis expenditures by month. The green line is a linear trend of average monthly expenditures (\$6.2 million per month). The General Fund balance in pooled cash and investments represents approximately five months of operating liquidity. The spike in June is the result of year-end transfers.

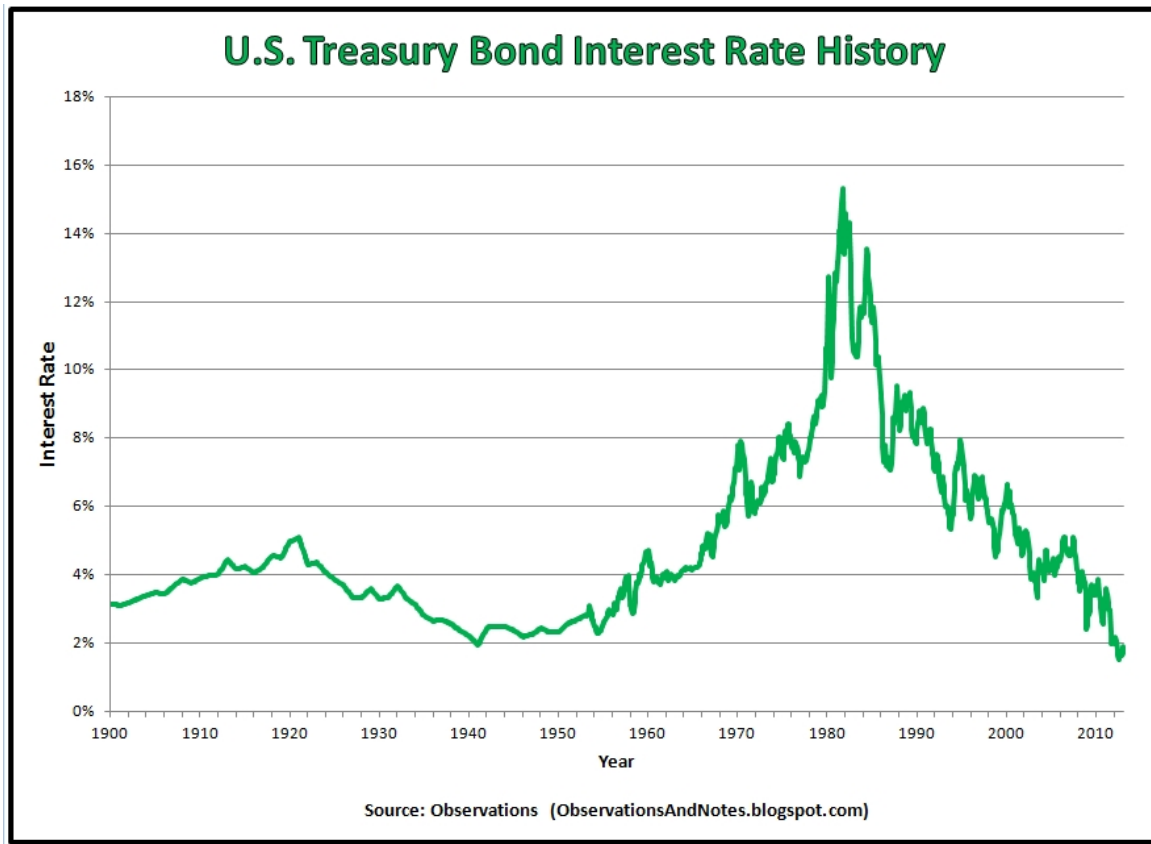
Long-Term Rate Analysis

The APM allows the County to invest in securities whose maturity is more than three years when matched to a specific cash flow and approved by the Board of Commissioners.

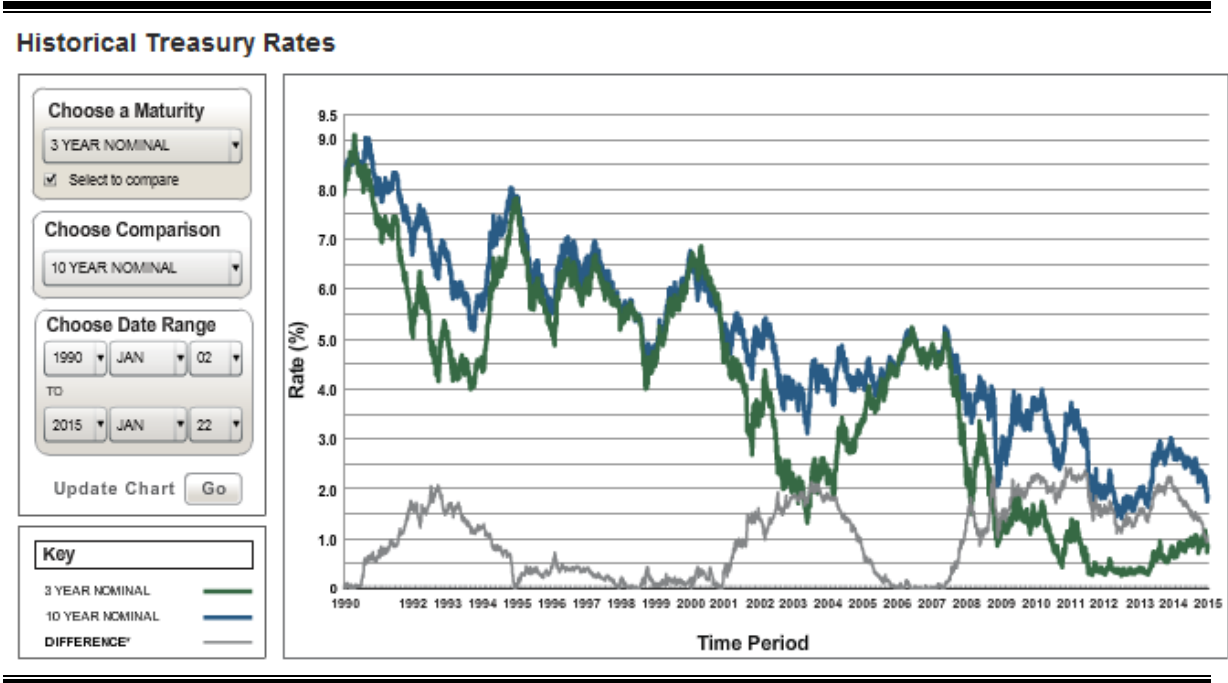
New issue rates for US Treasuries are considered indicative of the market for longer-term investments. On February 1, 2016, new Treasury issues were as follows:

1 - Year	.47%
2 - Year	.81%
3 - Year	1.01%
5 - Year	1.38%
10 - Year	1.97%
30 - Year	2.38%

The spread between a 3 and 5 year Treasury is 37 basis points and between a 3 and 10 year Treasury is 96 basis points. The following is a graphical presentation of the 10 year Treasury note since the 1900's. As can be seen, we are at historic lows.



The following graph compares 3 year treasuries with 10 year treasuries from 1990 to current. The **blue line is the 10 year** and the **green line is the 3 year**. The gray line is the difference. The best time for the County to invest beyond three years is when interest rates are high and the spread between the three year and ten year is large.



Trend analysis on 10-year Treasuries reports an average yield of 4.951% over the last 15 years and 3.731% over the last ten years. The fifteen year high was 9.09% and the ten year high was 6.19%. Although the spread between 3 year and 10 year treasuries is fair right now (96 basis points), the 10 year is trading 176 basis points below the ten year historical average.

Custodial Banking Fees

Effective the beginning of 2013, Lane County selected US Bank as its third-party safe-keeper for all of its securities. Prior to that date, Union Bank had been the County's third-party safe-keeper for nearly fifteen years. Contracted fees over the past five calendar years are as follows:

2015	\$	4,800	US Bank
2014		4,800	US Bank
2013		4,800	US Bank
2012		9,253	Union Bank
2011		4,731	Union Bank

US Bank receives securities we purchase and relinquishes securities we sell. All of the securities are held in Lane County's name. Fees to US Bank are based on a flat fee contract of \$4,800 annually, regardless of the level of activity.

Fees to Union Bank were based on activity of securities bought and sold, which is reflected in the fluctuation of their fees. A large fee increase in 2012 is what prompted us to seek a new third party safe-keeper.

Federal Government Bond Descriptions

The following is a brief narrative of federal government bonds.

United States Treasury Securities are government debt instruments issued by the United States Department of the Treasury to finance the national debt of the United States. There are four main types of marketable treasury securities: Treasury bills, Treasury notes, Treasury bonds, and Treasury Inflation Protected Securities (TIPS). The marketable Treasury securities are very liquid and are heavily traded on the secondary market. They are also referred to as US Direct debt.

The Federal Agricultural Mortgage Corporation (FAMC) also known as *Farmer Mac* is a stockholder-owned, publicly traded company that was chartered by the United States federal government in 1988 to serve as a secondary market in agricultural loans such as mortgages for agricultural real estate and rural housing. Farmer Mac is a government-sponsored enterprise or GSE (also called an “Agency”) that provides liquidity to the market by purchasing loans from agricultural lenders and selling instruments backed by those loans.

The Federal Farm Credit Bank Funding Corporation (FFCB) is an integral part of the Farm Credit System, a leading provider of loans, leases and services to U.S. agriculture and rural America. The Farm Credit System is a government-sponsored enterprise created in 1916 and is responsible for issuing and marketing debt securities to finance agriculture loans, leases and operations.

The Federal Home Loan Banks (FHLB) are 12 U.S. government-sponsored banks that provide stable, on-demand, low-cost funding to American financial institutions (not individuals) for home mortgage loans, small business, rural, agricultural, and economic development lending. Chartered in 1932, the Banks are cooperatives owned by their members who are more than 7,500 community financial institutions of all sizes and many types in every U.S. state and territory.

The Federal Home Loan Mortgage Corporation (FHLMC) also known as *Freddie Mac* is a government-sponsored enterprise created in 1970 to expand the secondary market for mortgages in the US. Freddie Mac buys mortgages on the secondary market, pools them, and sells them as a mortgage-backed security to investors on the open market. This secondary mortgage market increases the supply of money available for mortgage lending and increases the money available for new home purchases.

The Federal National Mortgage Association (FNMA) also known as *Fannie Mae* was founded in 1938 during the Great Depression as part of the New Deal. It is a government-sponsored enterprise whose purpose is to expand the secondary mortgage market by securitizing mortgages in the form of mortgage-backed securities, thus allowing lenders to reinvest their assets into more lending and in effect increasing the number of lenders in the mortgage market.

The Financing Corporation (FICO) is a mixed-ownership United States government-sponsored enterprise that assumed all the assets and liabilities of the insolvent Federal Savings and Loan Insurance Corporation (FSLIC) and operates as a financing vehicle for the FSLIC Resolution Fund after the former was abolished in 1989. Its bond interest payments are funded by the Deposit Insurance Fund (DIF) premiums of the Federal Deposit Insurance Corporation (FDIC).

The Resolution Funding Corporation (REFCORP) is a government-sponsored enterprise established by Congress in 1989 to issue bailout bonds and raise funds for the activities of the Resolution Trust Corporation and finance the bailout of savings and loan associations in the wake of the savings and loan crisis of the 1980s in the United States.

The Tennessee Valley Authority (TVA) is a federally owned corporation in the United States created by congress in 1933 to provide navigation, flood control, electricity generation, fertilizer manufacturing, and economic development in the Tennessee Valley, a region particularly affected by the Great Depression.

Investment Reports

The following reports are provided for additional analysis:

- Portfolio summary
- Portfolio investment activity, earnings, and yield summary
- Portfolio details
- Cash balance summary by account
- Cash report balance by fund



**Lane County Investments
Portfolio Management
Portfolio Summary
December 31, 2015**

Lane County
125 E. 8th Ave
Eugene, OR 97401
(541)682-4169

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 365 Equiv.
Local Government Pool-4068	47,068,836.21	47,068,836.21	47,068,836.21	20.35	1	1	0.600
Local Government Pool-5166	9,976,631.91	9,976,631.91	9,976,631.91	4.31	1	1	0.600
US Bank-Jumbo Municipal Investment	2,257,492.20	2,257,492.20	2,257,492.20	0.98	1	1	0.050
Umpqua Bank- MMA	260,866.67	260,866.67	260,866.67	0.11	1	1	0.150
Northwest Community Credit Union	2,031,041.40	2,031,041.40	2,031,041.40	0.88	1	1	0.369
Oregon Community Credit Union	5.00	5.00	5.00	0.00	1	1	0.200
Certificates of Deposit	7,733,000.00	7,733,000.00	7,733,000.00	3.34	920	477	0.900
Medium Term Notes	29,822,000.00	30,044,215.81	30,130,003.63	13.02	972	361	0.957
Municipal Bonds	7,680,000.00	7,881,234.65	7,900,385.03	3.41	887	521	0.982
Federal Agency Coupon Securities	115,939,000.00	116,220,373.67	116,472,146.93	50.34	980	680	0.990
Treasury Coupon Securities	2,000,000.00	1,998,200.00	1,998,770.59	0.86	1,088	380	0.810
Municipal Bond - Amortizing	1,900,000.00	1,872,267.00	1,880,207.83	0.81	716	372	0.925
Federal Agency Disc. -Amortizing	1,250,000.00	1,239,550.00	1,243,525.04	0.54	646	258	0.751
Strip Bonds -Amortizing	2,424,000.00	2,394,384.56	2,398,535.81	1.04	1,070	449	0.874
Investments	230,342,873.39	230,978,099.08	231,351,448.25	100.00%	711	436	0.866

Total Earnings	December 31 Month Ending	Fiscal Year To Date
Current Year	161,890.41	854,247.77
Average Daily Balance	237,924,614.19	224,855,837.23
Effective Rate of Return	0.80%	0.75%

Michael J. Barnhart, Financial Services Manager

Reporting period 12/01/2015-12/31/2015

Run Date: 02/06/2016 - 11:26

Portfolio LANE
AC
PM (PRF_PM1) 7.3.0
Report Ver. 7.3.5

Lane County Investments
Portfolio Investment Activity, Earnings, and Yield Summary
For the Year Ended December 31, 2015

	Par Value 1/1/2015	Purchases	Redemptions	Par Value 12/31/2015	Percent of Portfolio	Investment Earnings	Yield to Maturity
Local Government Investment Pool:							
Account 4068 - Operating	38,903,628.70	450,691,584.83	(442,526,377.32)	47,068,836.21	20.45%	222,525.81	0.600
Account 5166 - Trust	8,176,096.83	386,721,615.57	(384,921,080.49)	9,976,631.91	4.33%	93,046.21	0.600
Money Markets:							
US Bank	2,256,363.81	2,256.73	(1,128.34)	2,257,492.20	0.98%	1,128.39	0.050
Umpqua Bank	260,475.69	784.05	(393.07)	260,866.67	0.11%	390.98	0.150
Northwest Community Credit Union	2,011,536.11	26,959.06	(7,453.77)	2,031,041.40	0.88%	7,459.88	0.369
Oregon Community Credit Union	5.00	-	-	5.00	0.00%	0.01	0.200
Certificates of Deposit:							
Northwest Community Credit Union	2,000,000.00	1,000,000.00	(1,000,000.00)	2,000,000.00	0.87%	14,086.76	0.749
Oregon Community Credit Union	3,000,000.00	2,000,000.00	(2,000,000.00)	3,000,000.00	1.30%	21,831.51	1.283
U.S. Bank	2,733,000.00	-	-	2,733,000.00	1.19%	16,124.70	0.590
Corporate Debt:							
<u>Promissory Notes - Coupons:</u>							
Bank of Nova Scotia	2,000,000.00	1,000,000.00	-	3,000,000.00	1.30%	27,678.72	1.169
Berkshire Hathaway	1,000,000.00	-	(1,000,000.00)	-	0.00%	811.80	-
Canadian Imperial Bank	1,000,000.00	-	(1,000,000.00)	-	0.00%	3,832.67	-
General Electric Capital Corp	5,000,000.00	255,000.00	(1,500,000.00)	3,755,000.00	1.63%	41,775.07	0.899
IBM	1,000,000.00	-	-	1,000,000.00	0.43%	11,298.00	1.050
JP Morgan Corp.	4,708,000.00	-	(3,708,000.00)	1,000,000.00	0.43%	22,038.61	1.000
Royal Bank of Canada	5,000,000.00	-	-	5,000,000.00	2.17%	42,909.65	0.849
Toronto Dominion	4,000,000.00	1,000,000.00	-	5,000,000.00	2.17%	42,506.23	0.919
Total Capital	1,000,000.00	-	-	1,000,000.00	0.43%	7,049.30	0.690
Toyota Motor Credit	2,000,000.00	-	-	2,000,000.00	0.87%	16,685.83	0.964
US Bank	1,000,000.00	1,000,000.00	-	2,000,000.00	0.87%	11,658.59	0.939
Wells Fargo	4,067,000.00	-	-	4,067,000.00	1.77%	41,285.62	0.978
Westpac Banking	5,000,000.00	-	(3,000,000.00)	2,000,000.00	0.87%	34,592.48	1.151
Municipals							
<u>Coupons:</u>							
City of Canby, Oregon	570,000.00	-	(570,000.00)	-	0.00%	3,534.48	-
Clackamas County School District, Oregon	-	740,000.00	-	740,000.00	0.32%	3,730.43	0.750
Energy NW Washington Electric, Washington	-	1,000,000.00	-	1,000,000.00	0.43%	1,353.71	1.300
Gresham School District, Oregon	-	330,000.00	-	330,000.00	0.14%	2,728.55	1.000
King County School District, Washington	1,750,000.00	-	-	1,750,000.00	0.76%	19,724.71	1.100
Marion County School District, Oregon	1,000,000.00	970,000.00	(1,000,000.00)	970,000.00	0.42%	7,189.13	0.520
Pierce County, Washington	-	385,000.00	-	385,000.00	0.17%	161.30	1.450
Union County School District, Oregon	-	640,000.00	-	640,000.00	0.28%	4,715.98	0.871
University of California	1,000,000.00	-	-	1,000,000.00	0.43%	9,175.30	0.900
Washington School District, Oregon	1,000,000.00	-	(1,000,000.00)	-	0.00%	2,523.78	-

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State							
<i>Coupons:</i>							
State of Oregon	-	475,000.00	-	475,000.00	0.21%	58.53	1.400
Washington State, BABs	-	390,000.00	-	390,000.00	0.17%	1,677.66	0.551
<i>Discounting:</i>							
Oregon School Board Pension	1,000,000.00	400,000.00	-	1,400,000.00	0.61%	13,506.10	1.021
Oregon Community College District Pension	-	500,000.00	-	500,000.00	0.22%	2,759.18	0.661
Federal Agencies							
<i>Coupons:</i>							
Fed Agriculture Mort Corp	12,200,000.00	7,000,000.00	(5,200,000.00)	14,000,000.00	6.08%	99,691.25	0.873
Fed Farm Credit Bank	19,900,000.00	18,000,000.00	(11,900,000.00)	26,000,000.00	11.29%	161,464.78	0.970
Fed Home Loan Bank	18,440,000.00	21,000,000.00	(13,000,000.00)	26,440,000.00	11.48%	183,634.17	1.036
Fed Home Loan Mort Corp	18,500,000.00	17,900,000.00	(13,500,000.00)	22,900,000.00	9.94%	153,050.49	0.982
Fed National Mort Ass'n	20,035,000.00	19,094,000.00	(14,530,000.00)	24,599,000.00	10.68%	166,160.70	1.032
<i>Discounting:</i>							
Financing Corp (Strips)	629,000.00	-	(205,000.00)	424,000.00	0.18%	4,408.13	0.813
Resolution Funding (Strips)	1,000,000.00	-	-	1,000,000.00	0.43%	8,367.56	0.862
Fed Home Loan Mort Corp (Strips)	1,250,000.00	-	-	1,250,000.00	0.54%	9,135.20	0.751
Fed National Mort Ass'n (Strips)	1,000,000.00	-	-	1,000,000.00	0.43%	8,851.85	0.913
Tennessee Valley Authority (Strips)	2,000,000.00	-	(2,000,000.00)	-	0.00%	492.57	-
US Treasuries							
<i>Coupons:</i>							
US Treasury Note	4,000,000.00	-	-	4,000,000.00	1.74%	33,785.05	0.845
	<u>201,390,106.14</u>	<u>932,522,200.24</u>	<u>(903,569,432.99)</u>	<u>230,342,873.39</u>	<u>100.00%</u>	<u>1,582,597.41</u>	<u>0.866</u>
				Premiums		1,021,095.70	
				Discounts		(112,169.91)	
				Prepaid Interest		99,649.07	
				Book Value of Investments		<u>231,351,448.25</u>	

**Lane County Investments
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Local Government Pool-4068											
SYS8180	8180	Local Government Pool			47,068,836.21	47,068,836.21	47,068,836.21	0.600	0.600	1	
Subtotal and Average			50,408,833.96		47,068,836.21	47,068,836.21	47,068,836.21		0.600	1	
Local Government Pool-5166											
SYS801	801	Local Government Pool			9,706,819.09	9,706,819.09	9,706,819.09	0.600	0.600	1	
SYS811	811	Local Government Pool			14,529.15	14,529.15	14,529.15	0.600	0.600	1	
SYS811A	811A	Local Government Pool		07/01/2015	0.00	0.00	0.00	0.600	0.600	1	
SYS811K	811K	Local Government Pool			1,031.13	1,031.13	1,031.13	0.600	0.600	1	
SYS811L	811L	Local Government Pool			1,008.12	1,008.12	1,008.12	0.600	0.600	1	
SYS811M	811M	Local Government Pool			1,004.33	1,004.33	1,004.33	0.600	0.600	1	
SYS811N	811N	Local Government Pool		07/01/2015	0.00	0.00	0.00	0.600	0.600	1	
SYS811P	811P	Local Government Pool			1,014.08	1,014.08	1,014.08	0.600	0.600	1	
SYS811Q	811Q	Local Government Pool			7,064.38	7,064.38	7,064.38	0.600	0.600	1	
SYS811V	811V	Local Government Pool			1,020.60	1,020.60	1,020.60	0.600	0.600	1	
SYS811W	811W	Local Government Pool			241,590.18	241,590.18	241,590.18	0.600	0.600	1	
SYS811Z	811Z	Local Government Pool			1,550.85	1,550.85	1,550.85	0.600	0.600	1	
Subtotal and Average			25,935,472.08		9,976,631.91	9,976,631.91	9,976,631.91		0.600	1	
US Bank-Jumbo Municipal Investment											
SYS903M	903M	US Bank - Jumbo Municipal Inve			2,257,492.20	2,257,492.20	2,257,492.20	0.050	0.050	1	
Subtotal and Average			2,257,399.43		2,257,492.20	2,257,492.20	2,257,492.20		0.050	1	
Umpqua Bank- MMA											
SYS903U2	903U2	Umpqua Bank			260,866.67	260,866.67	260,866.67	0.150	0.150	1	
Subtotal and Average			260,834.51		260,866.67	260,866.67	260,866.67		0.150	1	
Northwest Community Credit Union											
SYS903N	903N	Northwest Comm Credit Union			2,031,041.40	2,031,041.40	2,031,041.40	0.369	0.369	1	
Subtotal and Average			2,030,425.61		2,031,041.40	2,031,041.40	2,031,041.40		0.369	1	
Oregon Community Credit Union											
SYS903O	903O	Oregon Community Credit Union			5.00	5.00	5.00	0.200	0.200	1	
Subtotal and Average			5.00		5.00	5.00	5.00		0.200	1	

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Certificates of Deposit											
5305022678	11232	Northwest Comm Credit Union		01/06/2014	1,000,000.00	1,000,000.00	1,000,000.00	0.700	0.700	371	01/06/2017
5305831157	11341	Northwest Comm Credit Union		06/12/2015	1,000,000.00	1,000,000.00	1,000,000.00	0.797	0.797	528	06/12/2017
1300006183	11205	Oregon Community Credit Union		06/05/2013	1,000,000.00	1,000,000.00	1,000,000.00	1.150	1.150	156	06/05/2016
1300008584	11380	Oregon Community Credit Union		12/05/2015	2,000,000.00	2,000,000.00	2,000,000.00	1.350	1.350	1,069	12/05/2018
436043087	11283	US Bank		07/01/2014	2,733,000.00	2,733,000.00	2,733,000.00	0.590	0.590	182	07/01/2016
Subtotal and Average			7,733,000.00		7,733,000.00	7,733,000.00	7,733,000.00		0.900	477	
Medium Term Notes											
064159FK7	11289	Bank of Nova Scotia		11/12/2014	1,000,000.00	996,860.00	1,000,759.73	1.300	1.250	567	07/21/2017
064159BV7	11302	Bank of Nova Scotia		11/28/2014	1,000,000.00	1,000,460.00	1,000,743.17	0.950	0.586	74	03/15/2016
064159GM2	11340	Bank of Nova Scotia		06/11/2015	1,000,000.00	996,210.00	1,000,688.10	1.700	1.671	892	06/11/2018
36962GY40	11220	General Electric Cap Corp		12/05/2013	1,000,000.00	1,033,770.00	1,034,532.01	5.375	1.000	293	10/20/2016
36962G6Z2	11227	General Electric Cap Corp		12/16/2013	1,000,000.00	1,004,830.00	1,003,933.37	1.500	0.750	193	07/12/2016
36962G5N0	11255	General Electric Cap Corp		03/03/2014	1,000,000.00	1,016,660.00	1,019,615.91	2.900	0.950	374	01/09/2017
36962GY40	11264	General Electric Cap Corp		03/10/2014	500,000.00	516,885.00	518,561.06	5.375	0.700	293	10/20/2016
369604BC6	11359	General Electric Cap Corp		10/02/2015	255,000.00	272,258.40	274,361.38	5.250	1.250	705	12/06/2017
459200GJ4	11303	IBM CORP		12/04/2014	1,000,000.00	1,072,580.00	1,077,820.35	5.700	1.050	622	09/14/2017
46625HJA9	11216	JP MORGAN CORPORATE NOTE (form		11/21/2013	1,000,000.00	1,010,340.00	1,010,817.98	3.150	1.000	186	07/05/2016
78008TLB8	11208	Royal Bank of Canada		10/31/2013	1,000,000.00	1,006,430.00	1,007,431.50	2.300	0.935	201	07/20/2016
78011DAE4	11222	Royal Bank of Canada		12/09/2013	1,000,000.00	1,000,620.00	1,002,289.23	1.125	0.710	203	07/22/2016
78010UBY2	11237	Royal Bank of Canada		01/09/2014	1,000,000.00	1,002,100.00	1,004,420.81	1.450	0.800	252	09/09/2016
78010UBY2	11243	Royal Bank of Canada		01/24/2014	1,000,000.00	1,002,100.00	1,004,009.99	1.450	0.860	252	09/09/2016
78010UNX1	11254	Royal Bank of Canada		03/03/2014	1,000,000.00	999,690.00	1,002,714.40	1.200	0.940	388	01/23/2017
89114QAE8	11242	Toronto Dominion		01/24/2014	1,000,000.00	1,010,490.00	1,012,436.78	2.375	0.800	292	10/19/2016
89114QAE8	11256	Toronto Dominion		03/04/2014	1,000,000.00	1,010,490.00	1,013,007.24	2.375	0.730	292	10/19/2016
89114QAE8	11265	Toronto Dominion		03/10/2014	1,000,000.00	1,010,490.00	1,013,254.36	2.375	0.700	292	10/19/2016
89114QAQ1	11301	Toronto Dominion		11/28/2014	1,000,000.00	996,770.00	999,928.46	1.125	1.130	487	05/02/2017
89114QAG3	11332	Toronto Dominion		04/30/2015	1,000,000.00	991,650.00	1,003,643.44	1.400	1.240	850	04/30/2018
89152UAE2	11235	Total Capital SA		01/08/2014	1,000,000.00	1,002,780.00	1,003,278.75	2.300	0.690	74	03/15/2016
89233P5E2	11236	Toyota Motor Credit		01/08/2014	1,000,000.00	1,008,070.00	1,008,037.64	2.000	0.845	258	09/15/2016
89236TBD6	11257	Toyota Motor Credit		03/05/2014	1,000,000.00	998,920.00	1,000,000.00	1.550	1.083	429	03/05/2017
90331HMC4	11266	US Bank		03/10/2014	1,000,000.00	998,560.00	1,003,447.29	1.100	0.760	395	01/30/2017
90331HMQ3	11349	US Bank		08/18/2015	1,000,000.00	997,405.00	1,005,512.97	1.350	1.118	756	01/26/2018
92976GAE1	11195	Wells Fargo		03/22/2013	1,000,000.00	1,010,100.00	1,009,292.98	5.600	1.000	74	03/15/2016
92976GAE1	11198	Wells Fargo		05/09/2013	1,000,000.00	1,010,100.00	1,009,625.48	5.600	0.850	74	03/15/2016
94974BFL9	11210	Wells Fargo		11/08/2013	1,000,000.00	1,001,580.00	1,001,906.59	1.250	0.900	201	07/20/2016

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Medium Term Notes											
94974BFW5	11284	Wells Fargo		08/01/2014	1,067,000.00	1,062,977.41	1,067,000.00	1.150	1.150	518	06/02/2017
96121BAW7	11280	Westpac Banking Corp		06/11/2014	1,000,000.00	1,004,390.00	1,014,890.17	2.600	1.250	411	02/15/2017
961214CH4	11304	Westpac Banking Corp		12/04/2014	1,000,000.00	997,650.00	1,002,042.49	1.200	1.050	504	05/19/2017
Subtotal and Average			30,630,234.25		29,822,000.00	30,044,215.81	30,130,003.63		0.957	361	
Municipal Bonds											
179126CG0	11334	Clackamas Cnty Ore Sch Dist		05/11/2015	740,000.00	781,824.80	782,663.89	4.750	0.750	531	06/15/2017
29270CYL3	11367	Energy NW Wash Elec Rev		11/24/2015	1,000,000.00	1,025,088.36	1,029,275.43	2.147	1.300	912	07/01/2018
494836HT9	11282	King County WA School District		06/30/2014	1,750,000.00	1,776,390.00	1,785,275.40	2.550	1.100	517	06/01/2017
569203LW0	11314	Marion Etc SD		01/29/2015	970,000.00	969,127.00	970,000.00	0.520	0.520	181	06/30/2016
625482ES9	11323	Gresham OR Sch Dist		03/05/2015	330,000.00	329,970.30	331,750.29	1.370	1.000	531	06/15/2017
68608KLD8	11396	State of Oregon		12/28/2015	475,000.00	523,745.09	524,959.65	4.875	1.400	1,004	10/01/2018
720356YX6	11388	Pierce County Washington		12/21/2015	385,000.00	414,814.40	416,344.37	4.050	1.450	943	08/01/2018
906429DC6	11322	Union Cnty OR Sch Dist #1		03/05/2015	640,000.00	658,873.60	659,598.11	3.000	0.871	531	06/15/2017
91412GGQ2	11203	University of California		06/12/2013	1,000,000.00	1,005,750.00	1,004,189.25	2.043	0.900	135	05/15/2016
93974CQU7	11328	Washington State		03/27/2015	390,000.00	395,651.10	396,328.64	3.347	0.551	213	08/01/2016
Subtotal and Average			7,178,466.44		7,680,000.00	7,881,234.65	7,900,385.03		0.982	521	
Federal Agency Coupon Securities											
31315PB57	11200	Farmer Mac		06/03/2013	1,000,000.00	1,000,320.00	999,894.44	0.475	0.500	154	06/03/2016
31315PQB8	11207	Farmer Mac		10/29/2013	1,000,000.00	1,004,060.00	1,005,225.05	1.500	0.707	244	09/01/2016
31315P4U0	11209	Farmer Mac		11/07/2013	1,000,000.00	1,001,740.00	1,001,417.21	0.830	0.640	276	10/03/2016
31315P4G1	11221	Farmer Mac		12/06/2013	1,000,000.00	1,003,100.00	1,002,694.60	1.000	0.630	269	09/26/2016
31315PQ51	11225	Farmer Mac		12/12/2013	1,000,000.00	1,001,410.00	1,000,000.00	0.740	0.740	346	12/12/2016
31315PL72	11226	Farmer Mac		12/12/2013	1,000,000.00	998,950.00	999,952.64	0.680	0.685	346	12/12/2016
31315PL72	11229	Farmer Mac		01/02/2014	1,000,000.00	998,950.00	998,584.53	0.680	0.832	346	12/12/2016
31315PV55	11315	Farmer Mac		02/23/2015	1,000,000.00	998,240.00	1,000,000.00	0.800	0.800	419	02/23/2017
31315PV55	11321	Farmer Mac		03/04/2015	1,000,000.00	998,240.00	1,000,679.89	0.800	0.740	419	02/23/2017
3132X0AF8	11331	Farmer Mac		04/30/2015	1,500,000.00	1,500,705.00	1,500,000.00	1.120	1.120	850	04/30/2018
3132X0AC5	11339	Farmer Mac		06/04/2015	1,500,000.00	1,485,780.00	1,494,850.50	0.970	1.120	850	04/30/2018
3132X0DK4	11375	Farmer Mac		12/03/2015	1,000,000.00	995,610.00	1,000,000.00	1.300	1.300	1,067	12/03/2018
3132X0DK4	11379	Farmer Mac		12/08/2015	1,000,000.00	995,790.56	1,000,464.36	1.300	1.290	1,067	12/03/2018
3133ECE91	11177	Federal Farm Credit Bank Bonds		02/01/2013	2,000,000.00	2,000,500.00	2,000,000.00	0.400	0.400	31	02/01/2016
3133EDGL0	11261	Federal Farm Credit Bank Bonds		03/06/2014	2,000,000.00	1,990,440.00	2,000,000.00	0.730	0.730	430	03/06/2017
3133EDGL0	11262	Federal Farm Credit Bank Bonds		03/06/2014	1,000,000.00	995,220.00	1,000,000.00	0.730	0.730	430	03/06/2017
3133EDLV2	11276	Federal Farm Credit Bank Bonds		05/22/2014	1,000,000.00	998,540.00	1,000,000.00	0.850	0.850	507	05/22/2017

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Federal Agency Coupon Securities											
3133EECG3	11292	Federal Farm Credit Bank Bonds		11/20/2014	1,000,000.00	997,580.00	1,000,000.00	1.140	1.140	689	11/20/2017
3133EDXA5	11293	Federal Farm Credit Bank Bonds		11/21/2014	2,000,000.00	2,001,220.00	2,005,227.62	1.150	1.000	648	10/10/2017
3133EEDF4	11300	Federal Farm Credit Bank Bonds		11/28/2014	1,000,000.00	996,580.00	999,845.26	0.850	0.860	574	07/28/2017
3133EETK6	11326	Federal Farm Credit Bank Bonds		03/16/2015	1,000,000.00	999,290.00	1,000,000.00	0.550	0.550	228	08/16/2016
3133EFCN5	11352	Federal Farm Credit Bank Bonds		09/10/2015	1,000,000.00	991,723.33	998,874.22	1.100	1.150	977	09/04/2018
3133EFDF1	11355	Federal Farm Credit Bank Bonds		09/21/2015	1,000,000.00	1,000,200.00	1,000,000.00	1.220	1.220	994	09/21/2018
3133EFDF1	11356	Federal Farm Credit Bank Bonds		09/21/2015	1,000,000.00	1,000,200.00	1,000,000.00	1.220	1.220	994	09/21/2018
3133EFJE8	11360	Federal Farm Credit Bank Bonds		10/19/2015	2,000,000.00	1,982,700.00	2,000,000.00	1.070	1.070	1,022	10/19/2018
3133EFQD2	11365	Federal Farm Credit Bank Bonds		11/23/2015	2,000,000.00	1,992,180.00	1,998,774.04	1.080	1.106	873	05/23/2018
31331Y4S6	11373	Federal Farm Credit Bank Bonds		11/24/2015	1,000,000.00	1,109,631.39	1,113,688.93	5.050	1.190	943	08/01/2018
3133EFSG3	11381	Federal Farm Credit Bank Bonds		12/14/2015	2,000,000.00	1,994,540.00	2,000,000.00	1.100	1.100	803	03/14/2018
3133ECKD5	11382	Federal Farm Credit Bank Bonds		12/14/2015	500,000.00	496,745.00	498,731.73	0.900	1.101	817	03/28/2018
3133EFSJ7	11385	Federal Farm Credit Bank Bonds		12/17/2015	1,000,000.00	996,438.33	998,627.83	1.300	1.351	1,078	12/14/2018
31331V3Z7	11387	Federal Farm Credit Bank Bonds		12/18/2015	1,500,000.00	1,566,650.00	1,566,975.90	5.200	0.753	258	09/15/2016
3133EFTJ6	11390	Federal Farm Credit Bank Bonds		12/21/2015	2,000,000.00	1,993,163.33	1,999,542.88	1.220	1.234	899	06/18/2018
3133XFD60	11230	Federal Home Loan Bank		01/03/2014	1,440,000.00	1,458,792.00	1,459,644.17	5.375	0.480	102	04/12/2016
3130A15Y0	11259	Federal Home Loan Bank		03/06/2014	1,000,000.00	998,700.00	1,000,000.00	0.700	0.700	430	03/06/2017
3130A15Y0	11260	Federal Home Loan Bank		03/06/2014	1,000,000.00	998,700.00	1,000,000.00	0.700	0.700	430	03/06/2017
3130A22H8	11277	Federal Home Loan Bank		06/02/2014	1,000,000.00	1,000,020.00	1,000,000.00	0.900	0.900	518	06/02/2017
3130A2A63	11279	Federal Home Loan Bank		06/05/2014	1,000,000.00	996,940.00	998,134.80	0.625	0.780	444	03/20/2017
313370SZ2	11287	Federal Home Loan Bank		09/08/2014	2,000,000.00	2,037,240.00	2,037,701.44	2.250	1.110	616	09/08/2017
3133792L2	11298	Federal Home Loan Bank		11/25/2014	1,000,000.00	1,002,270.00	1,004,341.16	1.230	0.985	658	10/20/2017
3130A5DL0	11335	Federal Home Loan Bank		05/18/2015	1,000,000.00	997,670.00	1,000,000.00	0.750	0.750	868	05/18/2018
3130A5LH0	11345	Federal Home Loan Bank		06/29/2015	1,000,000.00	995,940.00	1,000,000.00	1.220	1.220	910	06/29/2018
3130A5NS4	11346	Federal Home Loan Bank		06/29/2015	1,000,000.00	1,001,590.00	1,000,000.00	1.350	1.350	910	06/29/2018
3133837A3	11350	Federal Home Loan Bank		08/26/2015	500,000.00	498,385.00	500,000.00	1.100	1.151	894	06/13/2018
3130A6AE7	11354	Federal Home Loan Bank		09/18/2015	1,000,000.00	996,331.25	1,001,127.52	1.125	1.131	987	09/14/2018
3130A5ZQ5	11358	Federal Home Loan Bank		09/25/2015	1,775,000.00	1,781,237.15	1,784,023.08	1.250	1.088	938	07/27/2018
313378A43	11361	Federal Home Loan Bank		10/30/2015	1,000,000.00	1,005,087.92	1,013,289.92	1.375	0.850	798	03/09/2018
313382PV9	11363	Federal Home Loan Bank		11/20/2015	1,000,000.00	994,874.44	997,588.51	1.150	1.270	1,025	10/22/2018
313378A43	11366	Federal Home Loan Bank		11/23/2015	1,275,000.00	1,282,607.15	1,288,115.46	1.375	1.029	798	03/09/2018
3130A6SW8	11368	Federal Home Loan Bank		11/24/2015	1,000,000.00	997,510.00	1,000,551.19	1.000	0.972	718	12/19/2017
3130A4Z47	11370	Federal Home Loan Bank		11/24/2015	500,000.00	498,177.50	499,267.98	1.020	1.209	938	07/27/2018
3130A6SW8	11376	Federal Home Loan Bank		12/03/2015	1,000,000.00	997,510.00	1,000,000.00	1.000	1.000	718	12/19/2017
3130A3J70	11377	Federal Home Loan Bank		12/07/2015	1,000,000.00	998,283.06	998,977.40	0.625	0.767	327	11/23/2016
3130A3J70	11386	Federal Home Loan Bank		12/18/2015	800,000.00	798,779.22	799,153.80	0.625	0.793	327	11/23/2016

**Lane County Investments
Portfolio Management
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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Federal Agency Coupon Securities											
3130A6UU9	11393	Federal Home Loan Bank		12/28/2015	1,150,000.00	1,148,873.00	1,150,000.00	1.350	1.350	1,001	09/28/2018
3130A6WU7	11394	Federal Home Loan Bank		12/28/2015	2,000,000.00	1,997,380.00	2,000,000.00	1.500	1.500	1,092	12/28/2018
3130A6WU7	11395	Federal Home Loan Bank		12/28/2015	1,000,000.00	998,690.00	1,000,000.00	1.500	1.500	1,092	12/28/2018
3134G33R9	11179	Fed.HomeLoan Mortg.		02/07/2013	1,000,000.00	1,000,080.00	1,000,000.00	0.450	0.457	14	01/15/2016
3137EACW7	11211	Fed.HomeLoan Mortg.		11/12/2013	1,000,000.00	1,008,050.00	1,009,140.70	2.000	0.580	237	08/25/2016
3137EADS5	11218	Fed.HomeLoan Mortg.		11/22/2013	1,000,000.00	1,000,740.00	1,002,332.98	0.875	0.575	287	10/14/2016
3137EADT3	11246	Fed.HomeLoan Mortg.		02/25/2014	2,000,000.00	1,998,960.00	2,002,814.80	0.875	0.750	418	02/22/2017
3137EADS5	11248	Fed.HomeLoan Mortg.		02/28/2014	1,000,000.00	1,000,740.00	1,002,925.73	0.875	0.500	287	10/14/2016
3137EADT3	11249	Fed.HomeLoan Mortg.		02/28/2014	1,000,000.00	999,480.00	1,002,085.61	0.875	0.690	418	02/22/2017
3134G4TD0	11274	Fed.HomeLoan Mortg.		05/15/2014	500,000.00	500,090.00	500,062.66	0.875	0.764	392	01/27/2017
3134G6EV1	11318	Fed.HomeLoan Mortg.		02/26/2015	1,000,000.00	1,000,280.00	1,000,000.00	1.200	1.200	787	02/26/2018
3134G6U43	11337	Fed.HomeLoan Mortg.		05/29/2015	1,000,000.00	1,000,700.00	1,000,000.00	1.150	1.150	875	05/25/2018
3134G6Y31	11338	Fed.HomeLoan Mortg.		05/29/2015	1,000,000.00	995,560.00	1,000,000.00	1.150	1.150	875	05/25/2018
3134G7EE7	11348	Fed.HomeLoan Mortg.		07/13/2015	1,000,000.00	1,000,140.00	1,000,000.00	1.300	1.300	924	07/13/2018
3134G36V7	11357	Fed.HomeLoan Mortg.		09/25/2015	1,000,000.00	994,580.00	1,001,706.91	1.050	0.980	907	06/26/2018
3137EADN6	11364	Fed.HomeLoan Mortg.		11/20/2015	1,000,000.00	994,616.67	997,856.46	0.750	0.990	742	01/12/2018
3137EADN6	11371	Fed.HomeLoan Mortg.		11/24/2015	1,000,000.00	994,700.00	997,324.61	0.750	1.021	742	01/12/2018
3134G3E30	11372	Fed.HomeLoan Mortg.		11/24/2015	1,000,000.00	998,516.67	1,001,137.65	1.000	1.060	788	02/27/2018
3137EADX4	11384	Fed.HomeLoan Mortg.		12/14/2015	1,000,000.00	997,413.33	999,966.16	1.000	1.006	714	12/15/2017
3134G45D6	11389	Fed.HomeLoan Mortg.		12/21/2015	2,000,000.00	1,990,965.00	1,996,046.40	1.125	1.250	875	05/25/2018
3134G7TE1	11391	Fed.HomeLoan Mortg.		12/21/2015	1,000,000.00	1,002,218.06	1,004,068.06	1.450	1.450	983	09/10/2018
3134G8D30	11392	Fed.HomeLoan Mortg.		12/28/2015	2,400,000.00	2,397,984.00	2,400,000.00	1.375	1.375	1,092	12/28/2018
3134G8DY2	11397	Fed.HomeLoan Mortg.		12/29/2015	1,000,000.00	998,950.00	1,000,000.00	1.000	1.000	637	09/29/2017
3135G0YE7	11250	Fed.Nat'l Mortg. Assn.		02/28/2014	1,000,000.00	1,000,050.00	1,000,973.50	0.625	0.475	238	08/26/2016
3135G0ZB2	11268	Fed.Nat'l Mortg. Assn.		04/21/2014	2,000,000.00	1,994,320.00	1,996,409.69	0.750	0.890	475	04/20/2017
3136G0RQ6	11271	Fed.Nat'l Mortg. Assn.		05/06/2014	1,335,000.00	1,335,053.40	1,336,900.15	1.000	0.890	480	04/25/2017
31398ADM1	11281	Fed.Nat'l Mortg. Assn.		06/12/2014	2,000,000.00	2,124,160.00	2,127,201.19	5.375	0.910	528	06/12/2017
3136FPTQ0	11296	Fed.Nat'l Mortg. Assn.		11/24/2014	1,000,000.00	1,018,360.00	1,021,860.44	2.200	0.980	665	10/27/2017
3135G0ZF3	11329	Fed.Nat'l Mortg. Assn.		04/06/2015	1,000,000.00	997,960.00	1,002,052.46	1.070	0.865	574	07/28/2017
3136G2GU5	11333	Fed.Nat'l Mortg. Assn.		04/30/2015	1,000,000.00	994,370.00	1,000,000.00	1.125	1.125	850	04/30/2018
3136G2J57	11336	Fed.Nat'l Mortg. Assn.		05/22/2015	1,500,000.00	1,489,860.00	1,497,536.58	1.050	1.120	872	05/22/2018
3136G1KD0	11342	Fed.Nat'l Mortg. Assn.		06/15/2015	1,500,000.00	1,487,010.00	1,492,777.30	1.000	1.211	850	04/30/2018
3136G2KD8	11343	Fed.Nat'l Mortg. Assn.		06/18/2015	1,000,000.00	994,030.00	998,734.90	1.150	1.204	868	05/18/2018
3134G67C1	11344	Fed.Nat'l Mortg. Assn.		06/22/2015	1,000,000.00	993,340.00	1,000,000.00	1.200	1.200	903	06/22/2018
3136G2LG0	11351	Fed.Nat'l Mortg. Assn.		09/08/2015	2,000,000.00	2,004,083.89	2,002,455.01	1.250	1.198	969	08/27/2018
3136G2M46	11353	Fed.Nat'l Mortg. Assn.		09/17/2015	2,000,000.00	2,001,380.00	2,000,000.00	1.220	1.220	990	09/17/2018

**Lane County Investments
Portfolio Management
Portfolio Details - Investments
December 31, 2015**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Federal Agency Coupon Securities											
3136G1DG1	11362	Fed.Nat'l Mortg. Assn.		11/20/2015	1,250,000.00	1,249,688.54	1,253,548.44	1.050	1.030	788	02/27/2018
3135G0E33	11369	Fed.Nat'l Mortg. Assn.		11/24/2015	1,000,000.00	999,795.00	1,002,271.56	1.125	1.189	931	07/20/2018
3135G0YM9	11374	Fed.Nat'l Mortg. Assn.		11/25/2015	1,000,000.00	1,017,489.58	1,020,232.64	1.875	1.245	991	09/18/2018
31359M2D4	11378	Fed.Nat'l Mortg. Assn.		12/08/2015	1,814,000.00	1,882,659.90	1,884,903.18	4.875	0.761	349	12/15/2016
3136G1GU7	11383	Fed.Nat'l Mortg. Assn.		12/14/2015	1,200,000.00	1,194,835.00	1,200,991.70	1.050	1.125	816	03/27/2018
912828SS0	11269	U.S. Treasury		04/30/2014	2,000,000.00	1,999,140.00	1,999,861.40	0.875	0.880	485	04/30/2017
Subtotal and Average			103,970,877.99		115,939,000.00	116,220,373.67	116,472,146.93		0.990	680	
Treasury Coupon Securities											
912828A91	11241	U.S. Treasury		01/23/2014	2,000,000.00	1,998,200.00	1,998,770.59	0.750	0.810	380	01/15/2017
Subtotal and Average			1,998,722.06		2,000,000.00	1,998,200.00	1,998,770.59		0.810	380	
Municipal Bond - Amortizing											
686053CG2	11312	OREGON SCH BRD PENSION DEFD IN		12/22/2014	1,000,000.00	976,390.00	983,098.31	1.114	1.166	546	06/30/2017
686053CF4	11317	OREGON SCH BRD PENSION DEFD IN		02/24/2015	400,000.00	398,532.00	398,715.34	0.639	0.661	181	06/30/2016
68583RAN2	11316	OREGON COMMUNITY COLLEGE		02/24/2015	500,000.00	497,345.00	498,394.18	0.639	0.661	181	06/30/2016
Subtotal and Average			1,879,503.95		1,900,000.00	1,872,267.00	1,880,207.83		0.925	372	
Federal Agency Disc. -Amortizing											
3134A1CT5	11307	Fed.HomeLoan Mortg.		12/09/2014	1,250,000.00	1,239,550.00	1,243,525.04	0.723	0.751	258	09/15/2016
Subtotal and Average			1,243,148.59		1,250,000.00	1,239,550.00	1,243,525.04		0.751	258	
Strip Bonds -Amortizing											
31771JMH0	11253	Financing Corp.-CPN FICO Strip		02/28/2014	424,000.00	421,324.56	421,436.30		0.813	279	10/06/2016
31358C7M2	11273	FannieMae Strip		05/15/2014	1,000,000.00	986,540.00	987,874.18	0.873	0.913	500	05/15/2017
76116ECG3	11267	Resolution Funding Strip		04/17/2014	1,000,000.00	986,520.00	989,225.33	0.825	0.862	470	04/15/2017
Subtotal and Average			2,397,690.33		2,424,000.00	2,394,384.56	2,398,535.81		0.874	449	
Total and Average			237,924,614.19		230,342,873.39	230,978,099.08	231,351,448.25		0.866	436	

Lane County, Oregon
Cash Balance Summary by Account
 Report: XX-0050 - Cash Balance Summary by Acct
 For the Month of December 31, 2015

Account	Description	Beginning Cash Balance	Cash Increases	Cash Decreases	Ending Cash Balance
110020	Petty Cash Funds	89,415.00	-	-	89,415.00
110030	Cash In Bank	17,600,139.99	-	14,939,725.56	2,660,414.43
110032	Oregon Comm CR UN	5.00	-	-	5.00
110035	Northwest Comm CR UN	2,030,405.08	636.32	-	2,031,041.40
110036	Umpqua Bank MIA	260,833.44	33.23	-	260,866.67
110037	US Bank Jumbo MIA	2,257,396.34	95.86	-	2,257,492.20
110041	US Bank-LEC On Line	500.00	-	-	500.00
110500	Cash with fiscal agent	1,660,767.92	-	1,660,767.92	-
111020	Investments - Various	148,594,000.00	20,154,000.00	-	168,748,000.00
111030	Investment - L G I P	178,981,187.45	-	121,935,719.33	57,045,468.12
111031	Investment - LGIP ODOT	409,868.29	-	16,326.94	393,541.35
111100	Premium at Purchase	901,651.67	119,444.03	-	1,021,095.70
111200	Discount at Purchase	(103,997.39)	-	8,172.52	(112,169.91)
111300	Accrued Interest Purchased	65,471.31	34,177.76	-	99,649.07
	Total cash and investments	352,747,644.10	20,308,387.20	138,560,712.27	234,495,319.03
	Investments in Sympro - at Par				230,342,873.39
	Premiums, discounts, and prepaid interest				1,008,574.86
	Investments in Sympro - at Book Value				231,351,448.25
	Cash and all other investments				3,143,870.78
	Total cash and investments				234,495,319.03

Lane County, Oregon
Cash Balance Report by Fund
 Report: XX-0060 - Cash Report by Fund
 As of December 31, 2015

Fund	Description	Balance
124	General	31,910,810.35
216	Parks and Open Spaces	274,932.34
217	Covered Bridges Sub Fund	32,373.59
222	Law Library	353,313.18
225	General Road	20,610,890.09
226	Road Grants	222,427.94
231	Liquor Law Enforcement	81,837.79
240	Public Land Corner Prservation	769,207.39
241	County School	320,604.98
244	County Clerk Records Fund	366,824.31
250	Title III Projects Fund	3,203,851.57
261	SR SubFund District Atty	9,541.13
263	SR SubFund Public Safety	(447,769.92)
264	SR SubFund Assessmt and Tax	123,218.76
266	SR SubFund Public Works	1,084,965.18
267	SR SubFund County Admin	1,537,044.51
269	SR SubFund General Exp	3,047,684.59
285	Intergovern Human Svces Fund	906,538.31
286	Health & Human Services	10,054,509.88
287	Trillium Behavioral Health	19,711,051.66
288	Community Health Centers SubFd	(2,760,124.99)
289	Youth Services SubFund	478,004.04
290	Local Option Tax Levy	30,412,333.16
323	Lane Events Ctr Dbt Svc Fd	312,093.73
333	Special Obligation Bond Retire	2,676,592.45
435	Capital Improvement	7,525,999.87
454	Juv Just Cntr Construction	104,968.07
521	Lane Events Center	(240,985.88)
522	Lane Events Ctr - Capital	1,002,572.21
530	Solid Waste Disposal	19,496,039.22
539	Corrections Commissary	409,701.21
570	Land Management Fund	3,574,354.55
610	Self-Funded Health Fund	7,986,685.21
612	Self Insurance	5,406,111.13
614	Employee Benefit	4,971,050.14
615	Pension Bond	2,589,798.65
619	Motor & Equip Pool	25,418,381.79
620	So Fleet and Equipment	4,410,393.72
627	Intergovernmental Services	527,649.88
653	PC Replacement	1,793,656.19
654	Information Services	1,162,814.87
714	Retiree Benefits Trust	11,464,584.43
801	Unsegregated Taxes	9,965,590.62

Lane County, Oregon
Cash Balance Report by Fund
 Report: XX-0060 - Cash Report by Fund
 As of December 31, 2015

Fund	Description	Balance
809	Unsegregated Miscellaneous	37,914.97
811	Trust	590,498.97
812	Insurance	27,117.23
845	School Districts	101,675.55
856	County Assessment & Taxation	656,739.86
864	Highway Lighting	807.97
867	Water Districts	1.98
874	Sanitary District	0.05
876	Emerald Public Utility Distric	0.82
903	Investment Pool	190,311.46
908	Payroll Payables	28,128.27
	Total Cash Balance	234,495,319.03