



1275 Market Street
San Francisco, CA 94103
(415) 565-1456
www.scif.com

Date: January 11, 2010

AGENDA ITEM 9 a, b, c

TO: MEMBERS OF THE INVESTMENT COMMITTEE

- I. SUBJECT: APPROVAL OF INVESTMENT TRANSACTIONS**
- II. PROGRAM: FISCAL & INVESTMENT SERVICES**
- III. RECOMMENDATION: RECOMMENDATION TO BOARD OF DIRECTORS TO RATIFY THE INVESTMENT TRANSACTIONS FROM OCTOBER 1 TO NOVEMBER 30, 2009.**

IV. ANALYSIS:

The bond transactions for the period of October 1 to November 30, 2009 are attached as Item 9a-I. There were no short term investment transactions as confirmed on attachment 9b-I. The current investments no longer in compliance with State Fund's Investment Policy are listed in the Compliance Report, Attachment 9c-I. We request the Investment Committee's approval of these investment transactions and their recommendation to the Board of Directors to ratify the transactions.

V. RESULTS/COSTS:

Reporting on the Investment Transactions fulfills a responsibility of Fiscal & Investment Services.

LESLIE DAWE, Fiscal and Investment
Services Manager

Attachments

INVESTMENT COMMITTEE MEETING (OPEN)

AGENDA ITEM 9a

ATTACHMENT 9a-I

BOND TRANSACTIONS for OCTOBER 1, 2009 to NOVEMBER 30, 2009

PRESENTED BY: Leslie Dawe

January 21, 2010

BOND TRANSACTIONS

Fifty-one transactions were consummated during the period from October 1, 2009 to
November 30, 2009.

Trade Date	Settle Date	Current Face	Description	Coupon Rate	Maturity Date	Yield	Rating
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PURCHASES:**Government:****CONNING:**

10/23/09	10/28/09	23,355,200.00	US Treasury Inflation Protected Securities (TIPS)	2.000%	01/15/14	0.984%	Aaa/AAA
10/23/09	10/28/09	20,211,000.00	US Treasury Inflation Protected Securities (TIPS)	1.875%	07/15/19	1.466%	Aaa/AAA
10/27/09	10/30/09	28,551,600.00	US Treasury Inflation Protected Securities (TIPS)	1.250%	04/15/14	0.784%	Aaa/AAA
10/27/09	10/30/09	28,299,600.00	US Treasury Inflation Protected Securities (TIPS)	1.875%	07/15/19	1.502%	Aaa/AAA
		Subtotal:	100,417,400.00	4 item(s)			

GR-NEAM:

10/30/09	11/02/09	50,000,000.00	US Treasury Notes	2.000%	11/30/13	1.981%	Aaa/AAA
10/30/09	11/02/09	50,000,000.00	US Treasury Notes	2.375%	09/30/14	2.350%	Aaa/AAA
		Subtotal:	100,000,000.00	2 item(s)			

Total

Government:	200,417,400.00	6 item(s)
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Agency:**CONNING:**

11/10/09	11/13/09	20,000,000.00	FHLMC Notes	1.125%	12/15/11	1.096%	Aaa/AAA
11/10/09	11/13/09	20,000,000.00	FNMA Notes	1.875%	04/20/12	1.298%	Aaa/AAA
11/18/09	11/23/09	20,000,000.00	FNMA Notes	2.625%	11/20/14	2.491%	Aaa/AAA
11/18/09	11/23/09	20,000,000.00	FNMA Notes	2.750%	02/05/14	2.208%	Aaa/AAA
		Subtotal:	80,000,000.00	4 item(s)			

Total Agency:	80,000,000.00	4 item(s)
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MBS/Agency CMBS:**Conning:**

10/09/09	10/20/09	9,056,231.00	FNMA COIN MBS, FN MC0182	4.500%	10/01/39	4.042%	Aaa/AAA
10/16/09	10/21/09	24,758,037.75	GNMA MBS, GN 710785	5.500%	08/15/39	4.374%	Aaa/AAA

Attachment 9a-I

Trade Date	Settle Date	Current Face	Description	Coupon Rate	Maturity Date	Yield	Rating
10/22/09	10/27/09	10,000,000.00	GNMA PROJECT LOANS CMBS, GNR 2009-19 B	4.360%	08/16/48	4.222%	Aaa/AAA
10/08/09	11/30/09	8,000,000.00	GNMA PROJECT LOANS CMBS, GNR 2009-105 B	4.188%	04/16/46	4.200%	Aaa/AAA
11/03/09	11/12/09	45,362,870.72	FHLMC MBS, FG A89290	5.000%	10/01/39	4.031%	Aaa/AAA
Subtotal:		97,177,139.47	5 item(s)				

GR-NEAM:

10/07/09	11/30/09	8,500,000.00	GNMA PROJECT LOANS CMBS, GNR 2009-105 B	4.188%	09/16/25	4.101%	Aaa/AAA
11/24/09	12/17/09	50,000,000.00	FNMA MBS, FN 15 YEAR	4.500%	04/25/24	3.284%	Aaa/AAA
11/24/09	12/17/09	50,000,000.00	FNMA MBS, FN 15 YEAR	4.500%	04/25/24	3.284%	Aaa/AAA
11/24/09	12/17/09	5,000,000.00	FNMA MBS, FN 15 YEAR	4.500%	04/25/24	3.284%	Aaa/AAA
11/24/09	12/17/09	5,000,000.00	FNMA MBS, FN 15 YEAR	4.500%	04/25/24	3.284%	Aaa/AAA
Subtotal:		118,500,000.00	5 item(s)				

Total MBS/Agency

CMBS:	215,677,139.47	10 item(s)
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Taxable Municipal:**Conning:**

10/15/09	10/22/09	3,000,000.00	Washington State (BAB)*	5.381%	08/01/29	5.380%	Aa1/AA+
10/22/09	11/17/09	6,750,000.00	Houston TX Indpt Sch Dist (BAB)*	6.168%	02/15/34	6.166%	Aa2/AA+
11/04/09	11/24/09	10,650,000.00	Georgia State (BAB)	4.503%	11/01/25	4.503%	Aaa/AAA
Subtotal:		20,400,000.00	3 item(s)				

GR-NEAM:

10/15/09	10/27/09	8,590,000.00	University Massachusetts Bldg Auth Project Rev (BAB)*	6.573%	05/01/39	6.573%	Aa3/A+
10/15/09	10/27/09	4,100,000.00	University Massachusetts Bldg Auth Project Rev (BAB)*	6.423%	05/01/29	6.423%	Aa3/A+
10/21/09	11/05/09	3,500,000.00	Jefferson County Colorado (BAB)*	5.900%	12/01/25	5.899%	Aa2/AA
10/22/09	11/17/09	1,400,000.00	Houston TX Indpt Sch Dist (BAB)*	6.168%	02/15/34	6.167%	Aa2/AA+
10/23/09	11/05/09	12,500,000.00	So. Carolina St Public Svc Auth Rev	5.740%	01/01/30	5.739%	Aa2/AA-
10/27/09	11/05/09	12,900,000.00	New York City NY Muni Wtr Fin (BAB)*	6.250%	06/15/41	6.249%	Aa3/AA+
10/28/09	11/17/09	22,400,000.00	Kentucky St Property & Buildings Commissions (BAB)*	6.155%	11/01/29	6.155%	Aa3/A+
10/28/09	11/12/09	30,000,000.00	Missouri St Highways & Transportation Commissions Rev (BAB)*	5.633%	05/01/29	5.633%	Aa3/AA+
10/29/09	11/10/09	16,200,000.00	Connecticut St Special Tax Obligation Rev (BAB)*	5.740%	12/01/29	5.740%	A1/AA
10/29/09	12/01/09	6,000,000.00	Plano TX Indpt Sch Dist (BAB)*	6.270%	02/15/35	6.100%	Aa1/AA
11/05/09	11/12/09	6,025,000.00	Missouri St Highways & Transportation Commissions Rev (BAB)*	5.633%	05/01/29	5.704%	Aa3/AA+

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Trade Date	Settle Date	Current Face	Description	Coupon Rate	Maturity Date	Yield	Rating
11/06/09	11/17/09	3,900,000.00	Colorado Springs Colorado Utilities Rev (BAB)*	6.013%	11/15/39	6.013%	AA2/AA
11/06/09	11/19/09	2,900,000.00	Virginia St Res Auth Infrastructure Rev (BAB)*	5.700%	11/01/39	5.700%	Aaa/AAA
11/12/09	12/15/09	20,000,000.00	Santa Fe New Mexico Water Utilities System (BAB)*	6.200%	06/01/39	6.200%	AA+/AAA
11/12/09	12/10/09	12,940,000.00	North Texas Municipal Water District Sys Rev (BAB)*	6.123%	09/01/39	6.121%	Aa2/AAA
11/12/09	12/10/09	5,000,000.00	North Texas Municipal Water District Sys Rev (BAB)*	6.003%	09/01/29	6.001%	Aa2/AAA
11/13/09	12/01/09	9,040,000.00	Washington St Univ Rev (BAB)*	6.314%	10/01/29	6.312%	Aa3/AA
11/18/09	12/02/09	27,000,000.00	University NC Univ Rev (BAB)*	5.757%	12/01/39	5.757%	Aa1/AA+
11/19/09	11/24/09	3,100,000.00	Colorado Sch Mines Enterprise Rev (BAB)*	6.290%	12/01/39	6.124%	Aa3/AA-
11/20/09	12/03/09	4,000,000.00	Anchorage Alaska Elec Util Rev (BAB)*	6.558%	12/01/39	6.558%	A+/A+
11/23/09	11/25/09	20,000,000.00	University KY Gen Rcpts (BAB)*	5.700%	11/01/39	5.700%	Aa3/AA-
11/24/09	12/09/09	6,220,000.00	Chester Cnty PA (BAB)*	5.743%	07/15/32	5.742%	Aaa/AAA
11/24/09	12/09/09	3,200,000.00	Chester Cnty PA (BAB)*	5.693%	07/15/30	5.692%	Aaa/AAA
Subtotal:		240,915,000.00	23 item(s)				

Total Taxable		
Municipal:	261,315,000.00	26 item(s)

CONNING TOTAL		
PURCHASES:	297,994,539.47	16 item(s)

GR-NEAM TOTAL		
PURCHASES:	459,415,000.00	30 item(s)

GRAND TOTAL		
PURCHASES:	757,409,539.47	46 item(s)

Attachment 9a-I

Trade Date	Settle Date	Current Face	Description	Coupon Rate	Maturity Date	Yield	Rating
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SALES:**Corporate:****Conning:**

10/06/09	10/09/09	10,000,000.00	Suntrust Banks	6.375%	04/01/11	3.576%	A3/BBB+
Subtotal:		10,000,000.00	1 item(s)				

GR-NEAM:

10/02/09	10/07/09	2,000,000.00	Suntrust Banks	6.000%	09/11/17	6.128%	Baa1/BBB+
10/02/09	10/07/09	4,000,000.00	Suntrust Banks	6.000%	09/11/17	6.124%	Baa1/BBB+
10/06/09	10/09/09	2,000,000.00	Suntrust Banks	6.000%	09/11/17	6.098%	Baa1/BBB+
10/08/09	10/14/09	3,000,000.00	Suntrust Banks	6.000%	09/11/17	5.866%	Baa1/BBB+
Subtotal:		11,000,000.00	4 item(s)				

Total Corporate:	21,000,000.00	5 item(s)
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Conning Total Sales:	10,000,000.00	1 item(s)
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GR-NEAM Total Sales:	11,000,000.00	4 item(s)
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GRAND TOTAL SALES:	21,000,000.00	5 item(s)
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* BAB – Build America Bonds

MOTION: To approve and recommend ratification.