



JOSEPHINE COUNTY, OREGON

JOHN HARELSON, TREASURER

REPORT FOR THE YEAR, AND QUARTER ENDED SEPTEMBER 30, 2009

Submitted to the Board of County Commissioners

By _____ Date _____

STATEMENT OF THE TREASURER AND INVESTMENT OFFICER:

The reporting requirements of ORS 208.090 and ORS 294.085 are fulfilled by this report and the report issued earlier. The investments of Josephine County are in compliance with the objectives and the requirements of the Investment Policy. At September 30, 2009, all bank accounts, including interest bearing accounts and time certificates of deposits (TCDs), are in compliance with ORS 295. (See Attachment E)

SUMMARY OF TREASURER'S REPORT:

Total investments and cash (See page 2 and Attachment A) was \$36,568,971 at September 30, 2009 compared to \$33,854,774 at September 30, 2008. Interest rates on short-term investments have declined in the past 2 years, with the Local Government Investment Pool (LGIP) dropping to 0.75% in September 2009 from 2.50% on September 30, 2008 and 5.35% on September 30, 2007. Historical quarterly statistics for the Treasury Division are shown in Attachment F.

SUMMARY OF TAX COLLECTOR'S REPORT:

The Tax Division mailed 48,364 property tax statements totaling \$59,370,425 in October 2009. On August 17, 2009, 33 properties were published as delinquent and subject to tax foreclosure, and on October 14, 16 properties were presented for judicial foreclosure, compared to 21 properties published and 10 foreclosed in the prior year.

At September 30th, collections of the 2008-09 year property tax levies are at 96.60%, including discounts given of 2.35%. First year collections at September 30, 2008, 2007 and 2006 were at 97.30%, 97.62%, and 97.92%, including discounts of 2.42%, 2.43%, and 2.44%, respectively. Property taxes collected and turned over to taxing districts totaled \$54,519,052 for the 12 months ended September 30, 2009, compared with \$52,367,047 for the same period in the prior year. Historical quarterly statistics for the Tax Division are in Attachment F.

RECEIVED BY THE BOARD OF COUNTY COMMISSIONERS:

DWIGHT ELLIS, CHAIR

DATE

SANDI CASSANELLI, VICE-CHAIR

DAVE TOLER, COMMISSIONER

Investments, Cash and Other Accounts

| ACCOUNT TYPE | 9/30/09 BALANCE | 6/30/09 BALANCE | 9/30/08 BALANCE |
|----------------------------------------------------------------|----------------------|----------------------|----------------------|
| U.S. Govt. guaranteed obligations – Treasurer’s Pool | \$ 3,291,989. | \$ 3,291,989. | \$ 3,983,718. |
| Commercial Bank Time Certificate of Deposits –Treasurer’s Pool | 17,290,547. | 16,260,838. | 9,150,561. |
| Commercial Bank Demand | 121,116. | 802,857. | 295,560. |
| Commercial Municipal Money Market Accounts –Treasurer’s Pool | 8,355,010. | 9,214,445. | 7,436,053. |
| Cash on Hand to Deposit | 17,490. | 0. | 69,129. |
| County Expenditure & Payroll Checks Outstanding (ZBA Accts) | (303,674.) | (973,820.) | (234,902.) |
| Total Treasurer's Accounts | 28,772,478. | 28,596,309. | 20,700,119. |
| Local Government Investment Pool (LGIP) – Treasurer’s | 4,733,172. | 10,871,834. | 13,031,731. |
| Local Government Investment Pool (LGIP) – Restricted | 2,964,684. | 2,958,399. | 1,653. |
| Total Local Government Investment Pool. | 7,697,856. | 13,830,233. | 13,033,384. |
| Restricted Bond Account – Adult Jail Bond | 98,637. | 76,869. | 121,271. |
| Total of All Accounts | \$36,568,971. | \$42,503,411. | \$33,854,774. |

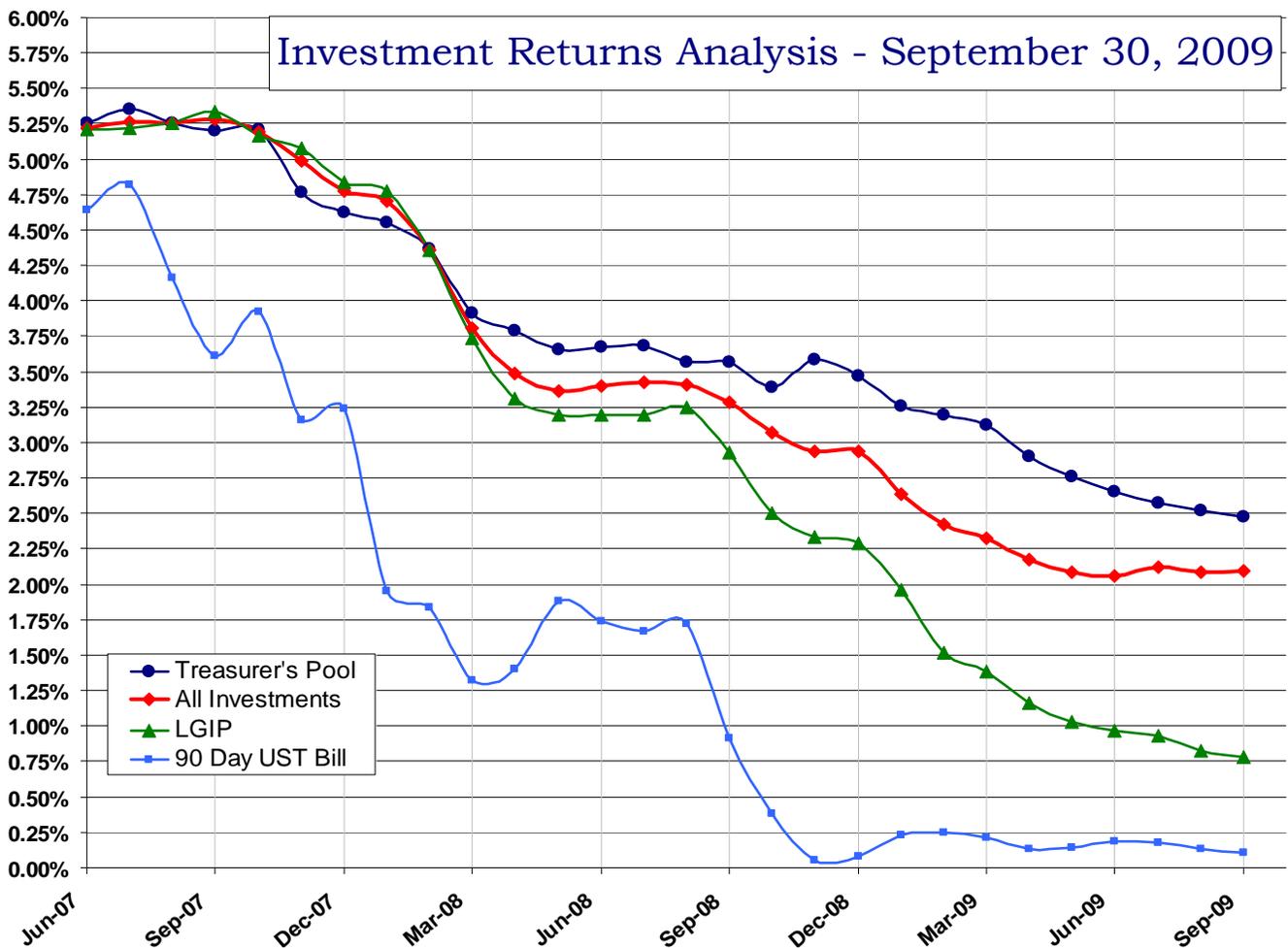
Treasurer’s Statements

- Commercial bank demand deposit accounts are non-interest bearing. Interest rates on investment accounts are shown in Attachment A. Other bank account information is shown elsewhere in this report and attachments.
- All the investments held are permitted by the Josephine County Investment Policy, and are within the percentage requirements of the Policy. The Policy has no restrictions on investments in commercial bank demand and commercial money market accounts. The Oregon Short Term Fund Board approved the Policy in June 2007 and the Board of Commissioners adopted the Policy in 2007 and re-adopted it in 2008 and 2009.
- ORS Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program. Bank depositories are required to pledge collateral against any public funds deposits in excess of deposit insurance amounts. This provides additional protection for public funds in the event of a bank loss. According to the Oregon State Treasurer, ORS 295 creates a shared liability structure for participating bank depositories, better protecting public funds though still not guaranteeing that all funds are 100% protected. It is the opinion of the Josephine County Treasurer, and other county treasurers, that the collateralization program essentially guarantees 100% of the balances, in excess of FDIC coverage, of each compliant public depositor. As of September 30, and as of the date of this report, all county deposits comply with the requirements of ORS chapters 295, 294 and the Josephine County Investment Policy.
- A “third party” custodial agreement for investment safekeeping was completed in June, 2007. As of September 30, 2009 all securities, excluding bank TCDs, were held by US Bank Institutional Trust & Custody. All investment transactions, except for direct purchase of bank TCDs, are cleared through this safekeeping arrangement.

Treasurer’s Discussion of Current Events

- In early December 2009, the County expects to receive approximately \$10,450,000 from the Bureau of Land Management for the 2008 extension of the Secure Rural Schools Act of 2000 (aka the “Bailout”). The Title I portion, about \$9,655,000, is dedicated to the Public Safety Fund. The balance of the payment, about \$795,000, is restricted to County Title III projects related to federal lands. Additional “Bailout” payments will be coming from the U.S. Forest Service in late December, about \$1,580,000 will be for road maintenance in the Public Works Fund, and about \$174,000 is for County Title III projects. 2009 payments are 10% less than 2008, and payments will decrease 10% again in 2010. The last payment in 2011 will be even lower.

- Total cash balances in the Treasury increased \$2,714,000 from a year ago. The most significant changes were increases in cash of \$3,048,000 in the Public Safety Fund (240) and \$2,800,000 in the County Bridge Construction Fund (303). Decreases in cash balances of other funds partially offset these two largest increases. Additional information concerning cash balances held for others in the Josephine County Treasury is listed in Attachment G.
- 2,688 current year tax accounts were delinquent at September 30, 2009, an increase of 314 over the 2,374 current year tax delinquencies at this date in 2008. Total uncollected property taxes increased by \$788,215 over the same period, partly due to a \$2,846,475 increase in the total taxes levied and partly due to a 0.70% worsening in current year collection percentages.
- On September 30th the Treasurer's investment maturities were “laddered” out through December 2011. Absent a dramatic rise in short term interest rates, it is likely that all callable securities will be called prior to maturity. Bank TCDs are not callable. The details, including call dates, of investments held at September 30, 2009 are in Attachment A.
- The Josephine County Investment Policy measures performance of the County’s investment portfolio against the performance of the Oregon Local Government Investment Pool and the 90-day Treasury bill rate. The graph shown below compares the performance of the “Treasurer's Pool” with the LGIP and the 90 day US Treasury Bill, along with the returns on all Treasury investments. Historically the LGIP yield is higher than the Treasurer's Pool in a rising interest rate environment and lower when rates are dropping. These yields and the history of yields shown in Attachment "C" are calculated and presented using the Bond Equivalent Yield method (i.e. annual percentage return calculated over 365 days vs. 360 days).



ATTACHMENTS

| | |
|--------------|--------------------------------------------------------|
| Attachment A | Investment Analysis |
| Attachment B | Graph - Investment Yields (on a 365 day basis) |
| Attachment C | Investment Pool Historical Yields |
| Attachment D | Graph - Investment Pool Monthly Average Daily Balances |
| Attachment E | Compliance Report |
| Attachment F | Quarterly Report of Department Activity by Division |
| Attachment G | Cash Balances Held for Others |
| Attachment H | Permitted Investments |



John Harelson, Treasurer, Josephine County, Oregon - Investment Analysis - September 30, 2009

Investments, Cash and Other Accounts

Treasurer's Direct Investments

| Bank | Investment Number | Investment Type | CUSIP or Acct. Number | Purchase Date | Maturity Date | Book Value \$ | Return Rate | Coupon Rate | Accrued Interest \$ | ai | Total Book Value \$ | Principal Market Value | Total (ai) Market Value | Over (under) Book Value |
|---------------------------------------------|-------------------|-----------------|-----------------------|---------------|---------------|---------------------|-------------|-------------|---------------------|----|---------------------|------------------------|-------------------------|-------------------------|
| PW | 881 | TCD | 544003692 | 2/11/2008 | 2/11/2010 | 1,056,070 | 3.4601% | 3.4500% | 1,829 | ai | 1,057,899 | 1,056,070 | 1,057,899 | 0 |
| PW | 887 | TCD | 5454000414 | 9/19/2008 | 5/19/2010 | 1,035,051 | 3.4601% | 3.4500% | 1,076 | ai | 1,036,127 | 1,035,051 | 1,036,127 | 0 |
| PW | 892 | TCD | 5454000513 | 11/4/2008 | 11/4/2009 | 1,029,878 | 3.5506% | 3.5400% | 2,597 | ai | 1,032,475 | 1,029,878 | 1,032,475 | (0) |
| UMPQ | 895 | TCD | 972042659 | 2/2/2009 | 2/2/2010 | 1,015,383 | 3.0900% | 3.0900% | 5,072 | ai | 1,020,455 | 1,015,383 | 1,020,455 | (0) |
| UMPQ | 896 | TCD | 972042691 | 2/12/2009 | 8/12/2010 | 1,014,932 | 3.0000% | 3.0000% | 4,088 | ai | 1,019,020 | 1,014,932 | 1,019,020 | (0) |
| USBT | 897 | FNMA | 31398AVL3 | 3/2/2009 | 3/2/2011 | 1,000,000 | 1.9837% | 2.0000% | 1,547 | ai | 1,001,547 | 1,004,060 | 1,005,607 | 4,060 |
| USBT | 898 | FiCo Strip | 31771JKM1 | 4/3/2009 | 4/3/2011 | 1,291,989 | 1.7500% | 0.0000% | 11,299 | ai | 1,303,288 | 1,308,631 | 1,319,930 | 16,642 |
| BOTC | 899 | CDARS | 1006815304 | 4/2/2009 | 4/1/2010 | 4,080,577 | 4.0136% | 4.0000% | - | ai | 4,080,577 | 4,080,577 | 4,080,577 | 0 |
| BOTC | 900 | CDARS | 1006815266 | 4/2/2009 | 3/31/2011 | 2,040,289 | 4.0136% | 4.0000% | - | ai | 2,040,289 | 2,040,289 | 2,040,289 | 0 |
| BOTC | 901 | TCD | 31003866 | 4/30/2009 | 7/30/2010 | 2,008,055 | 2.4500% | 2.4500% | 8,357 | ai | 2,016,412 | 2,008,055 | 2,016,412 | 0 |
| PW | 902 | TCD | 5454000992 | 4/30/2009 | 4/30/2011 | 1,010,312 | 2.4551% | 2.4500% | 68 | ai | 1,010,380 | 1,010,312 | 1,010,380 | 0 |
| USBT | 903 | FHLMC | 3218X8M57 | 6/22/2009 | 12/22/2011 | 1,000,000 | 1.9945% | 2.0000% | 5,464 | ai | 1,005,464 | 1,003,530 | 1,008,994 | 3,530 |
| UMPQ | 904 | TCD | 972042493 | 7/11/2009 | 1/13/2011 | 1,000,000 | 3.2500% | 3.2500% | 7,034 | ai | 1,007,034 | 1,000,000 | 1,007,034 | 0 |
| UMPQ | 905 | TCD | 971981477 | 8/11/2009 | 2/11/2011 | 1,000,000 | 2.2500% | 2.2500% | 3,144 | ai | 1,003,144 | 1,000,000 | 1,003,144 | 0 |
| UMPQ | 906 | TCD | 972354096 | 9/24/2009 | 3/24/2011 | 1,000,000 | 2.2500% | 2.2500% | 370 | ai | 1,000,370 | 1,000,000 | 1,000,370 | 0 |
| Total Treasurer's Direct Investments | | | | | | \$20,582,536 | | | \$51,944 | | \$20,634,480 | \$20,606,768 | \$20,658,712 | \$24,232 |

Treasurer's General Purpose Investment Portfolio

| | Return Rate | Month End Rate |
|---------------------------------------------------------------|---------------------|----------------|
| Treasurer's Direct Investments (from above) | 20,582,536 | |
| Local Government Investment Pool - Treasurer's Investment | 4,733,172 | 0.88% |
| Umpqua Bank – Money Market Account | 4,951,346 | 0.88% |
| Bank of Cascades - Money Market Account | * 1,153,429 | 1.75% |
| Bank of Cascades - Now Account | * 2,045,589 | 0.50% |
| Home Valley Bank Checking | 203,763 | 2.05% |
| Sterling Savings Bank - Money Market Account | 884 | 0.50% |
| Total Treasurer's General Purpose Investment Portfolio | \$33,670,719 | |

Treasurer's Restricted Investment Accounts

| | | | |
|---------------------------------------------------------------------------|--------------------|-------|-------|
| Local Government Investment Pool - OTIA Bridge Projects <i>Restricted</i> | 2,964,684 | 0.83% | 0.80% |
| Umpqua Bank – Adult Jail Bond MIA <i>Restricted</i> | 98,637 | 0.83% | 0.93% |
| Total Treasurer's Restricted Investment Accounts | \$3,063,320 | | |

Treasurer's Other Cash and Investments

| | | |
|-----------------------------------------------------|--------------------|-----|
| US Bank Treasurer's Checking | 114,248 | N/A |
| US Bank District Attorney's Witness Checking | 1,968 | N/A |
| US Bank Zero Basis Account—A/P Disbursement Account | (303,674) | N/A |
| US Bank - Fair Disbursement Account | 4,900 | N/A |
| Total Treasurer's Other Cash and Investments | (\$182,558) | |

Deposit in Transit

\$17,490

Total Investments and Cash

\$36,568,971

Other Cash in Treasurer's Change Funds

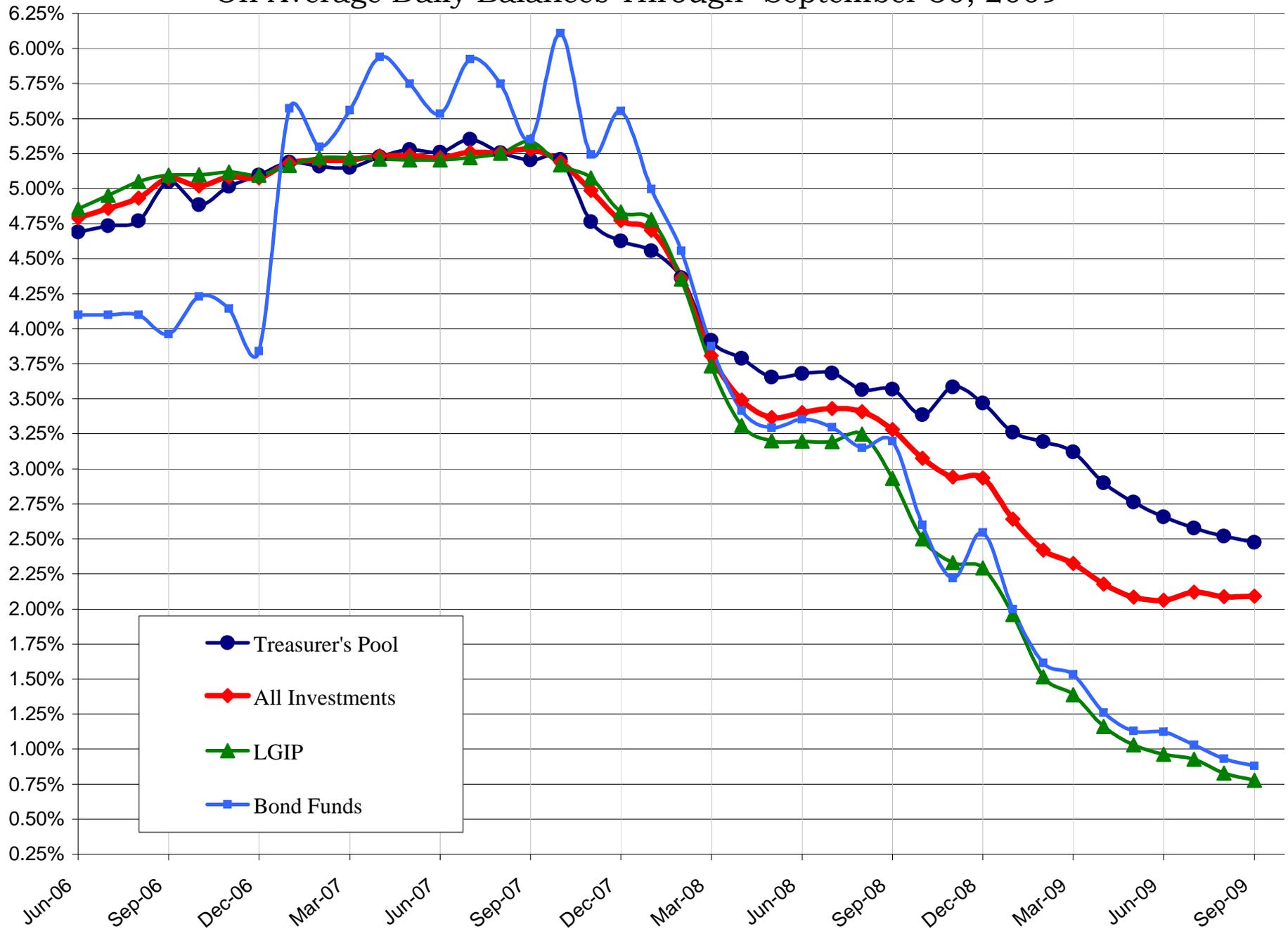
\$2,100

NOTES:

| | |
|-----|--------------------------------------------------------------------------------------------------------|
| 881 | Interest compounded and posted monthly |
| 887 | Interest compounded and posted monthly |
| 892 | Interest compounded and posted monthly |
| 895 | Interest compounded and credited quarterly |
| 896 | Interest compounded and credited quarterly |
| 897 | Callable 3/2/10 at 100% |
| 898 | Financing Corp (GSE) Zero Coupon Bond maturing 4/6/11 |
| 899 | Interest compounded on last day of month and added back to instrument |
| 900 | Interest compounded on last day of month and added back to instrument |
| 901 | Interest compounded and credited quarterly |
| 902 | Interest compounded monthly |
| 903 | Callable Dec 22, 2009 only once |
| 904 | Interest compounded and credited quarterly |
| 905 | Interest compounded and credited quarterly |
| 906 | Interest compounded and credited quarterly |
| * | The two accounts at the Bank of the Cascades are figured at a composite rate .25% higher than the LGIP |

Josephine County Treasurer - Investment Returns

On Average Daily Balances Through September 30, 2009



Attachment B - Investment Pool Historical Yields

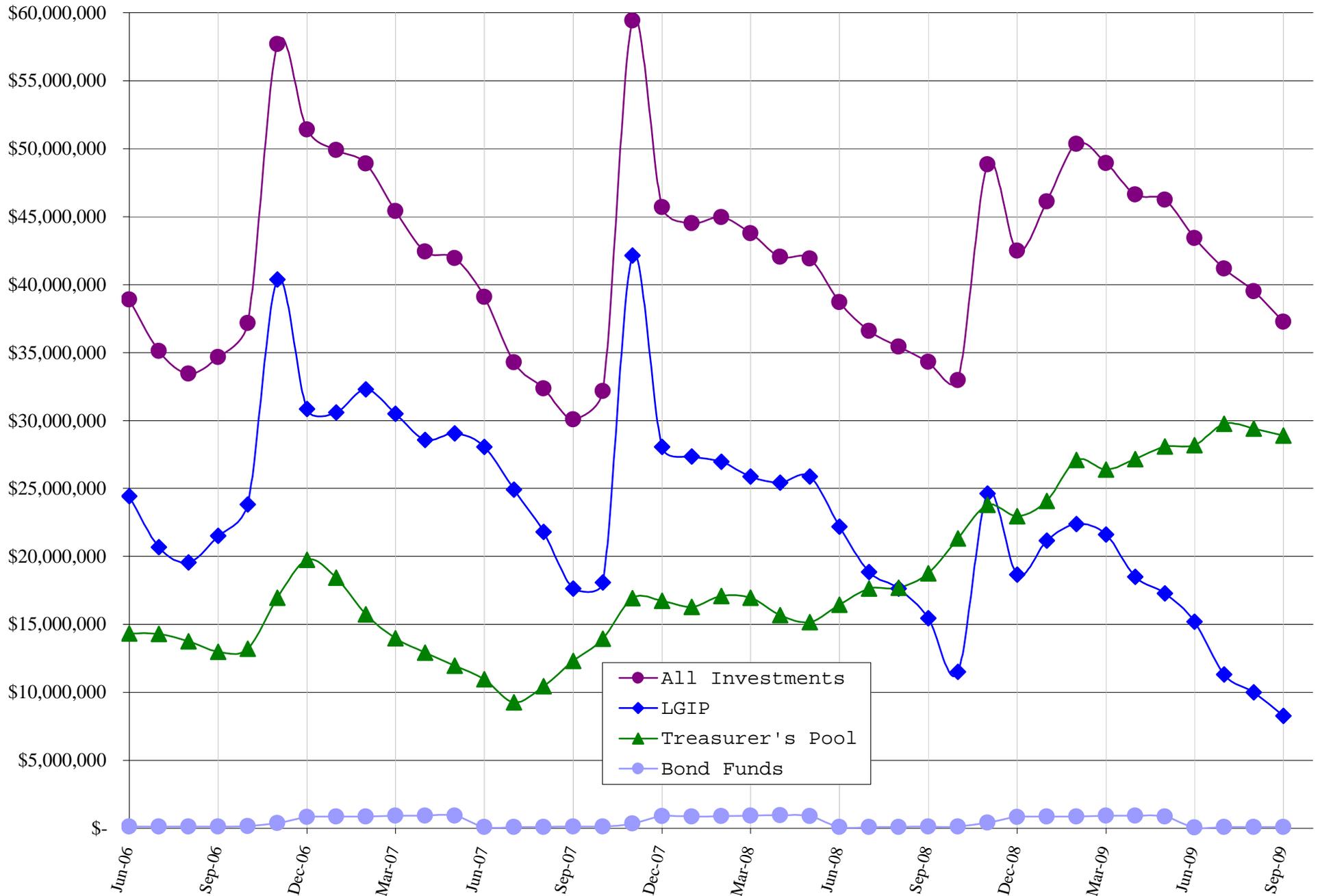
Josephine County Treasurer - Investment Pools Historical Yields

(Bond Yield on a 365 Day Basis)

| ---- State Investment Pool ---- | | | | ---- Treasurer's Investments ---- | | | | | | | Total ADB Invested | | | Not Invested | Total |
|---------------------------------|-----|--------------------------------------|----------------------|-----------------------------------|--------------------------------------|----------------------|---------------|--------------------------------------------|-------------------------------|------------------------|--------------------------------------------|-------------------------------|------------------------|--------------|-------------------------|
| Period End Date | Day | Unrestricted | | | Bond Funds | | | Total Average Daily Balance Invested | Total Interest Earnings | Total Bond Yield | Total Average Daily Balance Invested | Total Interest Earnings | Total Bond Yield | | Treasurer's Accounts |
| | | Average Daily Balance Invested | Interest Earnings | Bond Yield | Average Daily Balance Invested | Interest Earnings | Bond Yield | | | | | | | | |
| 6/30/2006 | 30 | \$24,436,374 | \$97,511 | 4.85% | \$14,340,246 | \$55,290 | 4.69% | \$119,698 | \$403 | 4.10% | \$38,896,318 | \$153,204 | 4.79% | (\$104,325) | \$38,791,992 |
| 7/31/2006 | 31 | \$20,697,167 | \$87,072 | 4.95% | \$14,298,027 | \$57,488 | 4.73% | \$132,392 | \$461 | 4.10% | \$35,127,586 | \$145,022 | 4.86% | (\$344,226) | \$34,783,360 |
| 8/31/2006 | 31 | \$19,570,585 | \$83,976 | 5.05% | \$13,749,591 | \$55,696 | 4.77% | \$138,521 | \$482 | 4.10% | \$33,458,698 | \$140,154 | 4.93% | \$316,317 | \$33,775,015 |
| 9/30/2006 | 30 | \$21,517,710 | \$90,137 | 5.10% | \$12,992,439 | \$53,905 | 5.05% | \$142,487 | \$464 | 3.96% | \$34,652,636 | \$144,506 | 5.07% | \$204,502 | \$34,857,138 |
| 10/31/2006 | 31 | \$23,820,667 | \$103,185 | 5.10% | \$13,205,602 | \$54,777 | 4.88% | \$147,012 | \$528 | 4.23% | \$37,173,281 | \$158,490 | 5.02% | \$652,574 | \$37,825,856 |
| 11/30/2006 | 30 | \$40,365,558 | \$169,799 | 5.12% | \$16,950,029 | \$69,898 | 5.02% | \$388,261 | \$1,322 | 4.14% | \$57,703,848 | \$241,019 | 5.08% | \$10,691,200 | \$68,395,048 |
| 12/31/2006 | 31 | \$30,837,075 | \$133,499 | 5.10% | \$19,747,535 | \$85,464 | 5.10% | \$830,174 | \$2,708 | 3.84% | \$51,414,783 | \$221,672 | 5.08% | \$394,140 | \$51,808,923 |
| 1/31/2007 | 31 | \$30,593,281 | \$134,270 | 5.17% | \$18,450,574 | \$81,286 | 5.19% | \$856,991 | \$4,056 | 5.57% | \$49,900,845 | \$219,612 | 5.18% | (\$37,092) | \$49,863,754 |
| 2/28/2007 | 28 | \$32,302,750 | \$129,345 | 5.22% | \$15,740,085 | \$62,295 | 5.16% | \$872,469 | \$3,546 | 5.30% | \$48,915,304 | \$195,186 | 5.20% | \$34,166 | \$48,949,469 |
| 3/31/2007 | 31 | \$30,497,875 | \$135,204 | 5.22% | \$13,988,971 | \$61,176 | 5.15% | \$914,149 | \$4,317 | 5.56% | \$45,400,995 | \$200,697 | 5.20% | (\$158,049) | \$45,242,946 |
| 4/30/2007 | 30 | \$28,563,745 | \$122,352 | 5.21% | \$12,938,273 | \$55,577 | 5.23% | \$934,459 | \$4,562 | 5.94% | \$42,436,477 | \$182,490 | 5.23% | (\$30,832) | \$42,405,646 |
| 5/31/2007 | 31 | \$29,047,962 | \$128,420 | 5.21% | \$11,967,396 | \$53,657 | 5.28% | \$918,217 | \$4,482 | 5.75% | \$41,933,575 | \$186,559 | 5.24% | \$441,168 | \$42,374,743 |
| 6/30/2007 | 30 | \$28,065,424 | \$120,092 | 5.21% | \$10,952,223 | \$47,332 | 5.26% | \$84,855 | \$386 | 5.54% | \$39,102,502 | \$167,811 | 5.22% | (\$696) | \$39,101,805 |
| 7/31/2007 | 31 | \$24,916,720 | \$110,512 | 5.22% | \$9,278,279 | \$42,183 | 5.35% | \$100,230 | \$504 | 5.92% | \$34,295,229 | \$153,199 | 5.26% | (\$213,119) | \$34,082,110 |
| 8/31/2007 | 31 | \$21,795,950 | \$97,244 | 5.25% | \$10,445,759 | \$46,627 | 5.26% | \$109,325 | \$534 | 5.75% | \$32,351,034 | \$144,405 | 5.26% | (\$393,455) | \$31,957,579 |
| 9/30/2007 | 30 | \$17,625,739 | \$77,319 | 5.34% | \$12,326,724 | \$52,726 | 5.20% | \$117,173 | \$515 | 5.35% | \$30,069,636 | \$130,561 | 5.28% | (\$54,480) | \$30,015,156 |
| 10/31/2007 | 31 | \$18,100,731 | \$79,478 | 5.17% | \$13,941,018 | \$61,679 | 5.21% | \$121,743 | \$632 | 6.11% | \$32,163,492 | \$141,789 | 5.19% | \$747,520 | \$32,911,012 |
| 11/30/2007 | 30 | \$42,140,527 | \$175,861 | 5.08% | \$16,937,222 | \$66,306 | 4.76% | \$352,455 | \$1,518 | 5.24% | \$59,430,204 | \$243,686 | 4.99% | \$6,022,058 | \$65,452,262 |
| 12/31/2007 | 31 | \$28,062,710 | \$115,212 | 4.83% | \$16,729,681 | \$65,727 | 4.63% | \$905,851 | \$4,273 | 5.55% | \$45,698,242 | \$185,212 | 4.77% | \$479,729 | \$46,177,971 |
| 1/31/2008 | 31 | \$27,358,983 | \$111,055 | 4.78% | \$16,280,185 | \$62,986 | 4.56% | \$871,459 | \$3,700 | 5.00% | \$44,510,627 | \$177,741 | 4.70% | \$100,890 | \$44,611,517 |
| 2/29/2008 | 29 | \$26,976,322 | \$93,344 | 4.36% | \$17,104,025 | \$59,298 | 4.36% | \$885,588 | \$3,206 | 4.56% | \$44,965,934 | \$155,847 | 4.36% | \$153,226 | \$45,119,161 |
| 3/31/2008 | 31 | \$25,864,220 | \$82,029 | 3.73% | \$16,971,984 | \$56,471 | 3.92% | \$931,954 | \$3,066 | 3.87% | \$43,768,159 | \$141,566 | 3.81% | (\$46,180) | \$43,721,979 |
| 4/30/2008 | 30 | \$25,425,548 | \$69,146 | 3.31% | \$15,677,293 | \$48,837 | 3.79% | \$950,552 | \$2,669 | 3.42% | \$42,053,393 | \$120,652 | 3.49% | \$48,491 | \$42,101,884 |
| 5/31/2008 | 31 | \$25,866,793 | \$70,290 | 3.20% | \$15,158,732 | \$47,055 | 3.65% | \$902,641 | \$2,525 | 3.29% | \$41,928,166 | \$119,869 | 3.37% | (\$11,924) | \$41,916,242 |
| 6/30/2008 | 30 | \$22,188,601 | \$58,322 | 3.20% | \$16,439,728 | \$49,705 | 3.68% | \$87,565 | \$241 | 3.35% | \$38,715,894 | \$108,269 | 3.40% | (\$172,033) | \$38,543,861 |
| 7/31/2008 | 31 | \$18,850,662 | \$51,135 | 3.19% | \$17,630,234 | \$55,138 | 3.68% | \$101,116 | \$283 | 3.30% | \$36,582,013 | \$106,557 | 3.43% | (\$57,561) | \$36,524,451 |
| 8/31/2008 | 31 | \$17,636,549 | \$48,673 | 3.25% | \$17,703,550 | \$53,608 | 3.57% | \$106,666 | \$285 | 3.15% | \$35,446,765 | \$102,565 | 3.41% | (\$121,972) | \$35,324,794 |
| 9/30/2008 | 30 | \$15,448,144 | \$37,221 | 2.93% | \$18,750,355 | \$55,008 | 3.57% | \$117,734 | \$310 | 3.20% | \$34,316,233 | \$92,538 | 3.28% | (\$60,392) | \$34,255,842 |
| 10/31/2008 | 31 | \$11,514,816 | \$24,466 | 2.50% | \$21,338,868 | \$61,386 | 3.39% | \$124,346 | \$275 | 2.60% | \$32,978,030 | \$86,126 | 3.07% | \$1,036,634 | \$34,014,664 |
| 11/30/2008 | 30 | \$24,631,953 | \$47,176 | 2.33% | \$23,790,495 | \$70,110 | 3.59% | \$411,916 | \$751 | 2.22% | \$48,834,364 | \$118,037 | 2.94% | \$8,255,690 | \$57,090,053 |
| 12/31/2008 | 31 | \$18,673,697 | \$36,341 | 2.29% | \$22,960,104 | \$67,669 | 3.47% | \$842,877 | \$1,822 | 2.54% | \$42,476,677 | \$105,832 | 2.93% | \$1,263,653 | \$43,740,330 |
| 1/31/2009 | 31 | \$21,164,707 | \$35,214 | 1.96% | \$24,074,753 | \$66,682 | 3.26% | \$865,707 | \$1,469 | 2.00% | \$46,105,167 | \$103,365 | 2.64% | \$184,668 | \$46,289,835 |
| 2/28/2009 | 28 | \$22,399,569 | \$26,074 | 1.52% | \$27,082,433 | \$66,357 | 3.19% | \$881,145 | \$1,092 | 1.62% | \$50,363,147 | \$93,522 | 2.42% | \$498,240 | \$50,861,387 |
| 3/31/2009 | 31 | \$21,628,172 | \$25,497 | 1.39% | \$26,382,246 | \$69,921 | 3.12% | \$929,137 | \$1,209 | 1.53% | \$48,939,555 | \$96,627 | 2.32% | (\$15,665) | \$48,923,890 |
| 4/30/2009 | 30 | \$18,496,136 | \$17,648 | 1.16% | \$27,174,023 | \$64,763 | 2.90% | \$945,145 | \$979 | 1.26% | \$46,615,304 | \$83,391 | 2.18% | \$349,909 | \$46,965,213 |
| 5/31/2009 | 31 | \$17,274,500 | \$15,095 | 1.03% | \$28,091,986 | \$65,915 | 2.76% | \$867,719 | \$832 | 1.13% | \$46,234,205 | \$81,841 | 2.08% | \$218,770 | \$46,452,975 |
| 6/30/2009 | 30 | \$15,185,780 | \$12,036 | 0.96% | \$28,178,305 | \$61,550 | 2.66% | \$71,241 | \$66 | 1.12% | \$43,435,326 | \$73,652 | 2.06% | \$68,419 | \$43,503,746 |
| 7/31/2009 | 31 | \$11,330,367 | \$8,933 | 0.93% | \$29,769,880 | \$65,190 | 2.58% | \$83,231 | \$73 | 1.03% | \$41,183,477 | \$74,196 | 2.12% | \$216,090 | \$41,399,567 |
| 8/31/2009 | 31 | \$10,018,641 | \$7,059 | 0.83% | \$29,412,604 | \$62,980 | 2.52% | \$88,414 | \$70 | 0.93% | \$39,519,659 | \$70,109 | 2.09% | \$37,300 | \$39,556,959 |
| 9/30/2009 | 30 | \$8,280,958 | \$5,294 | 0.78% | \$28,878,674 | \$58,719 | 2.47% | \$96,468 | \$70 | 0.88% | \$37,256,100 | \$64,083 | 2.09% | \$80,737 | \$37,336,837 |

Josephine County Treasurer - Average Daily Balances

By Month To September 30, 2009



Josephine County Treasurer

Compliance Report September 30, 2009

Percentages Allowed by Account Type

| <u>Permitted Account Types</u> | <u>Account Balance</u> | <u>Actual Percent</u> | <u>Allowed Percent</u> |
|-----------------------------------------------------------------------|------------------------|-----------------------|------------------------|
| A - Investments in U. S. Govt. Obligations | \$ - | 0.0% | 100% |
| B - Investments in U.S. Govt. guaranteed obligations | \$ 3,291,989 | 9.0% | 100%/25% * |
| C - Commercial Bank Time Certificates | \$ 17,290,547 | 47.1% | 50%/25% * |
| C - Commercial Bank Municipal Money Market Account | \$ 8,355,010 | 22.7% | Not Limited |
| C - Commercial Bank Restricted Bond Account | \$ 98,637 | 0.3% | Not Limited |
| F - State Local Government Investment Pool (LGIP) | \$ 7,697,856 | 21.0% | 100% |
| <i>* Total % and % allowed in one Agency or Financial Institution</i> | | | |
| Total Portfolio - Interest Bearing Accounts and Instruments | \$ 36,734,039 | 100.0% | |
| C - Commercial Bank Demand | \$ 121,116 | | Not Limited |
| C - Commercial Bank Zero Basis Accounts | \$ (303,674) | | Not Limited |
| Cash on Hand to Deposit | \$ 17,490 | | Not Limited |
| Total Cash and Other Bank Accounts | \$ (165,068) | | |
| Total of All Accounts | \$ 36,568,971 | | |

| <u>TCD Percentages Allowed by Institution</u> | <u>Time Certificate Balance</u> | <u>Percent of Portfolio</u> | <u>Allowed Percentage</u> |
|-----------------------------------------------|---------------------------------|-----------------------------|---------------------------|
| Bank of the Cascades TCD | \$ 2,008,055 | 5.5% | 25% |
| Umpqua TCDs | \$ 5,030,315 | 13.7% | 25% |
| Premier West TCDs | \$ 4,131,311 | 11.2% | 25% |
| CDARS (No one bank over \$100,000.) | \$ 6,120,866 | 16.7% | 25% |
| Total of TCDs in All Institutions | \$ 17,290,547 | 47.1% | 50.0% |

| <u>Portfolio Maturity Dates</u> | <u>Amount</u> | <u>Percent of Portfolio</u> | <u>Proposed Allowed Percentage</u> |
|---------------------------------|----------------------|-----------------------------|------------------------------------|
| 30 Days and Less | \$ 16,151,503 | 44.0% | 10% Minimum |
| 90 Days and Less | \$ 17,181,381 | 46.8% | 25% Minimum |
| 366 Days and Less | \$ 27,391,449 | 74.6% | 100% Not Limited |
| 12 Months to 18 Months | \$ 6,040,289 | 16.4% | 25% Maximum |
| 18 Months to 36 Months | \$ 3,302,301 | 9.0% | 25% Maximum |
| Matched Long Term Maturities | \$ - | 0.0% | Matched |
| Total Portfolio | \$ 36,734,039 | 100.0% | |

PUBLIC FUNDS COLLATERALIZATION PROGRAM (Effective July 1, 2008)

ORS Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program. Bank depositories are required to pledge collateral against any public funds deposits in excess of deposit insurance amounts. This provides additional protection for public funds in the event of a bank loss.

Banks are required to report quarterly to the Oregon State Treasury, providing quarter-end public funds balances in excess of the FDIC limits, net worth, and FDIC capitalization information.

Public officials are required to verify that deposit accounts in excess of deposit insurance limits are only maintained at financial institutions included on the list of qualified depositories found on the Treasurer's web site at:

<http://www.ost.state.or.us/divisions/finance/collateral/qualifieddepositoriespublicfunds.htm>

On September 30, 2009, and at the date of this report, all reporting requirements of ORS 295 are satisfied.

Josephine County Treasurer/Tax Collector

Report of Activity for the Quarter Ending September 30, 2009

| Line No. | JUL - SEP 2007 | FISCAL YEAR 2007-08 | JULY- SEP 2008 | OCT-DEC 2008 | JAN-MAR 2009 | APR-JUN 2009 | FISCAL YEAR 2008-09 | JULY- SEP 2009 | |
|----------|-------------------------------------------------|---------------------|----------------|--------------|--------------|--------------|---------------------|----------------|--------------|
| 1 | | | | | | | | | |
| 2 | # Receipts Issued | 757 | 2,902 | 729 | 695 | 703 | 694 | 2,821 | 711 |
| 3 | # Revenue Receipts | 599 | 2,374 | 559 | 593 | 589 | 590 | 2,331 | 514 |
| 4 | # Checks/Wires | 234 | 1,359 | 231 | 604 | 251 | 245 | 1,331 | 202 |
| 5 | \$ Deposited | \$6,355,451 | \$87,499,820 | \$5,518,401 | \$63,035,517 | \$11,265,947 | \$6,630,211 | \$86,450,076 | \$5,547,457 |
| 6 | \$ Disbursed | \$11,910,873 | \$85,328,158 | \$9,695,625 | \$49,606,753 | \$10,622,356 | \$11,320,692 | \$81,245,426 | \$9,550,005 |
| 7 | \$ Average Portfolio | \$32,018,282 | \$41,384,228 | \$35,368,362 | \$45,552,359 | \$48,691,704 | \$43,069,341 | \$43,170,442 | \$39,431,121 |
| 8 | \$ Interest Earnings Received | \$376,637 | \$1,894,352 | \$298,547 | \$314,844 | \$289,879 | \$260,748 | \$1,164,017 | \$195,562 |
| 9 | \$ Interest Earnings Accrued | \$428,165 | \$1,822,797 | \$301,660 | \$309,994 | \$293,515 | \$238,884 | \$1,144,053 | \$208,388 |
| 10 | \$ Fees Generated - Treas Investment Fee | \$20,724 | \$99,735 | \$22,199 | \$25,490 | \$28,066 | \$26,086 | \$101,842 | \$23,269 |
| 11 | # Checks Processed | 2,391 | 9,522 | 2,383 | 2,337 | 2,081 | 2,003 | 8,804 | 2,327 |
| 12 | # Tax Distributions | 3 | 16 | 3 | 6 | 3 | 3 | 15 | 3 |
| 13 | \$ Tax Distributed | \$965,088 | \$52,422,982 | \$909,153 | \$46,230,690 | \$4,299,618 | \$2,984,490 | \$54,423,951 | \$1,004,254 |
| 14 | TAX DIVISION ACTIVITY | | | | | | | | |
| 15 | # Statements Mailed | 0 | 63,334 | 0 | 47,744 | 8,899 | 7,925 | 64,568 | 0 |
| 16 | # Delinquent Notices Mailed | 0 | 4,476 | 0 | 655 | 167 | 4,077 | 4,899 | 0 |
| 17 | # Tax Warrants Issued on MH & BPP | 0 | 299 | 0 | 0 | 303 | 52 | 355 | 0 |
| 18 | # Liens Satisfied MH & BPP | 88 | 298 | 63 | 25 | 88 | 83 | 259 | 43 |
| 19 | # Notices of Foreclosure Cert & 1st Class | 244 | 244 | 196 | 18 | 0 | 0 | 214 | 314 |
| 20 | # Properties Published as Foreclosed | 18 | 18 | 21 | 0 | 0 | 0 | 21 | 33 |
| 21 | # Properties Redeemed | 2 | 10 | 2 | 4 | 2 | 2 | 10 | 1 |
| 22 | # Properties Deeded | 0 | 1 | 0 | 0 | 2 | 0 | 2 | 0 |
| 23 | # Tax Refunds Processed/Issued | 42 | 509 | 47 | 333 | 82 | 58 | 520 | 24 |
| 24 | \$ Amount of Tax Refunds Issued | \$12,212 | \$276,221 | \$7,310 | \$152,822 | \$123,055 | \$12,205 | \$295,392 | \$7,702 |
| 25 | # of Tax Journal Vouchers | 15 | 273 | 51 | 129 | 32 | 4 | 216 | 24 |
| 26 | # of Tax Accounts Re-billed | 0 | 25 | 0 | 52 | 0 | 2 | 54 | 0 |
| 27 | # Destroyed Property Applications | 0 | 5 | 0 | 0 | 0 | 1 | 1 | 0 |
| 28 | # Active Bankruptcies & Annual Averages | 63 | 64 | 59 | 54 | 63 | 78 | 64 | 102 |
| 29 | # Prepay Receipts Issued | 58 | 68 | 70 | 3 | 0 | 1 | 74 | 13 |
| 31 | # Register Receipts Issued | 1,619 | 30,917 | 1,742 | 18,567 | 7,534 | 5,902 | 33,745 | 1,596 |
| 32 | # e-Payments Processed | 12 | 881 | 31 | 545 | 271 | 180 | 1,027 | 43 |
| 33 | # Lockbox Payments Processed | 0 | 17,161 | 0 | 16,001 | 0 | 0 | 16,001 | 0 |
| 34 | # Address Changes | 517 | 1,561 | 352 | 583 | 202 | 77 | 1,214 | 301 |
| 35 | \$ Other Fees Generated | \$22,965 | \$32,442 | \$5,441 | \$2,856 | \$4,650 | \$3,106 | \$16,053 | \$4,112 |
| 36 | % Current Taxes Collected (\$) | 97.625% | 96.518% | 97.302% | 84.994% | 90.908% | 95.695% | 95.695% | 96.599% |
| 37 | \$ Current Year Taxes Uncollected | \$1,189,694 | \$1,881,283 | \$1,457,922 | \$8,474,039 | \$5,134,213 | \$2,431,192 | \$2,431,192 | \$1,920,091 |
| 38 | Number of Current Accounts Uncollected | 2,174 | 2,870 | 2,374 | 10,272 | 8,471 | 3,543 | 3,543 | 2,688 |
| 39 | % 1-3 Years Delinquent (\$) | 0.439% | 0.668% | 0.183% | 1.320% | 1.035% | 0.888% | 0.888% | 0.723% |
| 40 | \$ 1-3 Years Delinquent Uncollected | \$566,895 | \$929,482 | \$769,352 | \$1,837,546 | \$1,556,645 | \$1,336,317 | \$1,336,317 | \$1,088,579 |
| 41 | Number of 1-3 years accounts Uncollected | 1,327 | 1,905 | 1,576 | 3,187 | 2,696 | 2,270 | 2,270 | 1,923 |
| 42 | % 4 & More Years Delinquent (\$) | 0.005% | 0.008% | 0.005% | 0.007% | 0.007% | 0.007% | 0.007% | 0.006% |
| 43 | \$ 4 & More Years Delinquent Uncollected | \$27,932 | \$34,011 | \$32,161 | \$43,103 | \$41,492 | \$39,961 | \$39,961 | \$38,981 |
| 44 | Number of 4 & More Years Delinquent Uncollected | 158 | 166 | 157 | 214 | 198 | 189 | 189 | 183 |
| | <i>(% Collected Includes Discounts Given)</i> | | | | | | | | |

Josephine County Treasurer

Cash Balances held for Others

| <u>Fund Title</u> | | <u>Balance 6/30/09</u> | <u>Balance 9/30/09</u> |
|-----------------------------------|-----|------------------------|------------------------|
| General Fund | 100 | 3,518,072.27 | 2,682,309.72 |
| Pub Wrks Operating | 201 | 8,533,464.80 | 6,422,582.79 |
| Public Works Special Projects | 202 | 0.00 | 189,800.79 |
| Library | 205 | 2,461.03 | 2,505.81 |
| Grant Projects | 210 | 4,663,871.00 | 4,379,242.34 |
| D A Forfeiture | 212 | 256,726.66 | 254,156.56 |
| Fairgrounds | 221 | 72,612.04 | (12,093.45) |
| County Clerk Records | 223 | 115,878.20 | 118,195.24 |
| Public Land Corner Preservation | 224 | 103,998.00 | 88,807.11 |
| Public Safety | 240 | 10,984,436.21 | 8,948,046.83 |
| Community Corrections | 243 | 543,831.62 | 559,202.10 |
| County Transit | 245 | (83,338.09) | (170,161.45) |
| Juvenile Justice Special Programs | 246 | 96,008.76 | 90,889.10 |
| D.A. Special Programs | 248 | 66,650.19 | 43,202.59 |
| Mental Health | 250 | 253,025.48 | 262,548.09 |
| Public Health | 255 | (400,325.89) | (361,158.17) |
| Comm Children & Families | 258 | 140,130.46 | 3,166.52 |
| Parks Operating | 260 | 114,336.46 | 124,011.79 |
| Building and Safety | 262 | 2,424,869.68 | 2,362,441.33 |
| Court Facilities & Security | 275 | (124.08) | 11,653.75 |
| County Bridge Construction Fd | 303 | 2,958,399.19 | 2,964,683.54 |
| Administrative Internal Service | 401 | 827,427.19 | 741,944.77 |
| County Fleet & Building | 402 | 412,646.95 | 445,901.22 |
| Self Insurance | 410 | 237,230.22 | 59,979.92 |
| Payroll Reserve | 415 | 702,431.05 | 1,277,737.21 |
| Roads and Bridges Reserve | 425 | 473,725.66 | 502,355.87 |
| Property Reserve | 430 | 1,487,237.66 | 1,489,343.39 |
| Equipment Reserve | 435 | 576,085.05 | 469,241.91 |
| Payroll Clearing | 444 | 623,877.08 | (64,145.61) |
| Commissary | 501 | 61,615.11 | 24,347.38 |
| G. P. Airport | 530 | 104,142.46 | 125,436.88 |
| I. V. Airport | 531 | 40,218.45 | 56,020.84 |
| PERS Bond Debt Service | 610 | 83,204.15 | 324,662.07 |
| Adult Jail Facility Debt Service | 625 | 76,868.40 | 98,379.54 |
| Library Trust | 702 | 37,129.80 | 37,313.27 |
| PEG Access Trust Grant | 704 | 37,115.28 | 45,054.18 |
| Jennifer Patton Memorial | 705 | 4,329.87 | 4,951.68 |
| Kaye Jean Turner | 710 | 63,669.81 | 63,984.46 |
| William MacKenzie | 712 | 79,200.78 | 79,592.20 |
| County School | 715 | 370.90 | 2,318.71 |
| 4H Extension District | 716 | 56,234.43 | 61,206.15 |
| Zelzie Reed Trust | 726 | 18,376.00 | 18,466.72 |
| JOINT (Forfeiture) Fund | 735 | 437,552.56 | 356,643.93 |
| George R. Borders Memorial | 744 | 496,423.70 | 498,877.74 |

Josephine County Treasurer

Cash Balances held for Others

| | | | |
|------------------------------|-----|----------------------|----------------------|
| Flex Spending Agency | 895 | 87,852.32 | 3,777.61 |
| Deputy Sheriff | 903 | 5,356.06 | 5,382.44 |
| Land Sales Suspense | 909 | 2.59 | 2.59 |
| Holding Suspense | 911 | 32,740.45 | 7,785.89 |
| Domestic Violence | 914 | 1,900.00 | 1,275.00 |
| Tri-Centennial | 919 | 658.96 | 662.17 |
| Recycling Committee | 926 | 607.06 | 609.92 |
| Drug Treatment Trust | 929 | 19,571.35 | 19,459.82 |
| Jo Co Juvenile Tr Fd | 930 | 3,041.15 | 2,237.84 |
| Special Advocate Tr | 931 | 16,145.26 | 16,225.05 |
| Animal Care Trust | 932 | 161,219.91 | 170,540.88 |
| Children's Trust Fd | 935 | 971.44 | 960.02 |
| Assessment & Tax | 941 | 95,183.62 | 101,669.76 |
| DA Ckg/USB Witness Revolving | 948 | 2,077.76 | 1,968.36 |
| Car Seat | 954 | 2,261.81 | 2,272.93 |
| Statutory Liens | 955 | 10,171.69 | 12.55 |
| Pre-Lit. Forfeiture | 956 | 78,586.90 | 78,600.39 |
| Sheriff Programs Trust | 957 | 139,445.53 | 49,030.81 |
| Perform. Bond | 959 | 53,142.13 | 67,219.35 |
| Mental Health Trust | 960 | 1,964.48 | 1,974.11 |
| Human Services Consortium | 963 | 976.72 | 981.41 |
| 4H Building Reserve | 968 | 125,879.18 | 126,501.37 |
| Expanded Lien Release | 972 | 5,551.84 | 5,436.39 |
| Pre-Payments Trust | 974 | 6,260.83 | 30,530.67 |
| Unsegregated Taxes | 975 | 388,479.00 | 227,794.47 |
| Mobile Home Park | 976 | 0.19 | 0.00 |
| I.V. Fire District | 977 | 10.25 | 1.76 |
| Illinois Valley RFPD Bond | 978 | 2.14 | 0.39 |
| Williams Fire Dist. | 979 | 2.26 | 0.39 |
| Wolf Creek Fire Dist | 980 | 0.88 | 0.17 |
| Applegate Fire Dist | 981 | 1.32 | 0.22 |
| Forest Patrol | 982 | 7.30 | 2.42 |
| Forest Land Protect | 983 | 13.14 | 3.75 |
| Three Rivers School District | 984 | 154.27 | 10,625.92 |
| District 7 General | 987 | 176.22 | 3,682.43 |
| Grants Pass General | 989 | 160.19 | 27.72 |
| Rogue Comm. College | 991 | 32.89 | 6.01 |
| Cave Junction | 992 | 2.39 | 0.39 |
| Del City G.P. Sewer | 994 | 0.06 | 0.00 |
| City GP-Del H/F Sew | 995 | 0.06 | 0.00 |
| So. Or. Education Serv Dist. | 996 | 22.58 | 4.13 |
| Kerby Water District | 997 | 0.06 | 0.00 |
| Redwood SSD / City of GP | 998 | 0.13 | 0.00 |
| Fort Vannoy Irrigation Dist. | 999 | 0.57 | 0.06 |
| | | <u>42,542,731.49</u> | <u>36,620,914.92</u> |

PERMITTED INVESTMENTS UNDER THE JOSEPHINE COUNTY INVESTMENT POLICY

Type **A.** Legally issued general obligations of the United States:

| <u>Code</u> | <u>Description</u> |
|-------------|------------------------------------|
| USTRS | U.S. Treasury Bills, Notes, Bonds, |
| STRIPS | U.S. Treasury Strips. |

Type **B.** US Government Agency Securities and Instruments of Government-Sponsored Enterprises:

| <u>Code</u> | <u>Description</u> |
|-------------|-----------------------------------|
| FFCB | Federal Farm Credit Banks, |
| FHLB | Federal Home Loan Banks, |
| FHLMC | Federal Home Loan Mortgage Corp., |
| FICB | Federal Intermediate Credit Bank, |
| FICO | Financing Corporation, |
| FLB | Federal Land Bank, |
| FNMA | Federal National Mortgage Assoc., |
| SLMA | Student Loan Marketing Assoc., |
| TVA | Tennessee Valley Authority. |

Type **C.** Deposits in Commercial Banks which maintain a head office or branch in the State of Oregon in the capacity of a bank. As required by ORS Chapter 295, the County Treasurer will be responsible to ensure that a Certificate of Collateral Participation has been issued by the institution to collateralize outstanding demand deposits and Time Certificates of Deposits:

| <u>Code</u> | <u>Description</u> |
|-------------|-------------------------------------------------------------------------------------------|
| TCD | Time Certificate of Deposits, |
| CDARS | TCDs issued through the Certificate of Deposit Registry Service as allowed by ORS 295.004 |
| DDA | Demand Deposit Accounts, |
| MMA | Municipal Money Market Accounts. |

Type **D.** Deposits in Mutual Savings Banks, Savings and Loan Associations and Federal Credit Unions which maintain a head office or branch in the State of Oregon in the capacity of a Mutual Savings Bank, Savings and Loan Association or Credit Union. The County Treasurer will be responsible to ensure that a Certificate of Collateral Participation has been issued by the institution to collateralize outstanding Certificates of Deposits:

| <u>Code</u> | <u>Description</u> |
|-------------|-------------------------|
| CD | Certificate of Deposit. |

Type **E.** Repurchase Agreements (Repo's): Master Repurchase agreements are required with any bank dealing in Repurchase Agreements.

| <u>Code</u> | <u>Description</u> |
|-------------|-----------------------|
| REPO | Repurchase Agreements |

Type **F.** Local Government Investment Pool: To the limit of ORS 294.810, \$42,220,131 effective 6/30/08, not limited for funds invested on behalf of another government unit.

Type **G.** Bankers Acceptances:

| <u>Code</u> | <u>Description</u> |
|-------------|---------------------|
| BA | Bankers Acceptances |

Type **H.** Municipal Securities :

| <u>Code</u> | <u>Description</u> |
|-------------|---------------------------------------|
| MUNI | State and Local Government Securities |

Attachment H – Permitted Investments