2
2009 ANNUAL INVESTMENT REPORT

(Regional Council at its meeting on February 18, 2010 amended this clause by adding Recommendation No. 2 as follows:

2. The Regional Clerk forward this report to the Ontario Municipal Employees Retirement System (OMERS) for information.)

The Finance and Administration Committee recommends:

1. **Receipt of the presentation from Ed Hankins, Director of Policy, Risk and Treasury; and**
2. **Adoption of the recommendation contained in the following report dated January 14, 2010, from the Commissioner of Finance.**

1. RECOMMENDATION

It is recommended that this report be received for information.

2. PURPOSE

This is a report on the investment activities undertaken during the year 2009, as required by Ontario Regulation 438/97 (as amended) of the *Municipal Act* and the Region's Investment Policy.

3. BACKGROUND

The Policy, Risk and Treasury Branch of the Finance Department manages two investment portfolios that had a combined maturity value of approximately $1,602 million as of December 31, 2009.

The General Fund, with a maturity value of $1,546 million at year-end ($1,193 million in 2008), is comprised of investments held for the reserves and reserve funds, working capital and other funds of the corporation. General fund investments are made in accordance with the Investment Policy which was last updated in May 2006. Consideration is given to the following objectives that are set out in the Investment Policy:

- Adherence to statutory requirements;
- Preservation of capital;

- Maintaining liquidity; and
- Earning a competitive rate of return.

In addition, all investments must meet the eligibility requirements set out by Ontario Regulation 438/97 (as amended) of the *Municipal Act* which defines limits regarding the types of investments that are allowed.

As at December 31, 2009, approximately 98% of the General Fund's portfolio consisted of fixed income or interest producing investments. The remaining 2% consisted of equity investments that were managed by The ONE Fund Equity Fund, a fund sponsored by AMO and MFOA. The realized return on the portfolio comprised of actual interest received and capital gains realized, was 5.14%. The total rate of return, after adjusting for market value changes and expenses was 4.28% in 2009 compared to 6.71% in 2008.

The Sinking Fund, with a maturity value of $55 million at year end, *(see Attachment 1)* consists of investments held in trust on behalf of the City of Vaughan, the Town of East Gwillimbury, the Town of Newmarket, the Township of King and the Region of York for the repayment of Sinking Fund debentures. Sinking Fund investments are made in accordance with a policy established by the Sinking Fund Committee which is similar to that of the Investment Policy.

While the Region earns interest on its reserves, it does not earn (or budget for) interest income on property tax receipts forwarded to it by area municipalities, since these are paid in arrears. The delay in receiving tax money results in a need for working capital to fund the day-to-day operations of the corporation. Working capital requirements are funded first through the Working Capital Reserve which currently has a non-interest bearing balance of approximately $37 million. Any shortfalls to the working capital are borrowed from reserves at a rate equivalent to the prevailing rate of return of the portfolio. In 2009 the budgeted cost of financing working capital deficiencies not funded by the Working Capital Reserve, was approximately $1.0 million.

4. ANALYSIS AND OPTIONS

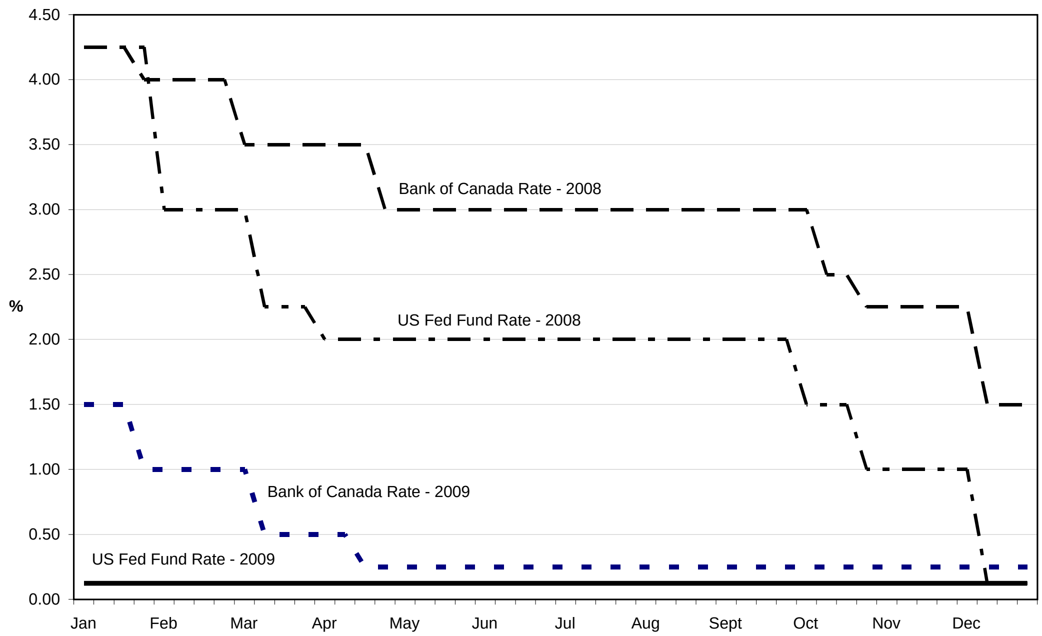
Conditions Were Challenging

In 2009, North American economies continued to endure very trying times. The economic malaise that began in 2007 gathered momentum through 2008 and devastated the employment environment and consumer confidence during this past year. Both Canada and the United States continued to be in recession throughout most of the year and although both countries returned to positive growth by year end the recovery remains very fragile with unemployment at 8.5% in Canada and 10% in the U.S.

The U.S. maintained their zero interest rate policy for Federal Reserve Funds throughout the year (a range of 0.0% to 0.25%). While lagging U.S. interest rate cuts, the Bank of Canada eventually adopted a near zero rate policy as well moving the Bank Rate from 1.5% at the end of 2008 to 0.25% where it remained through year end. (See Graph 1)

Graph 1

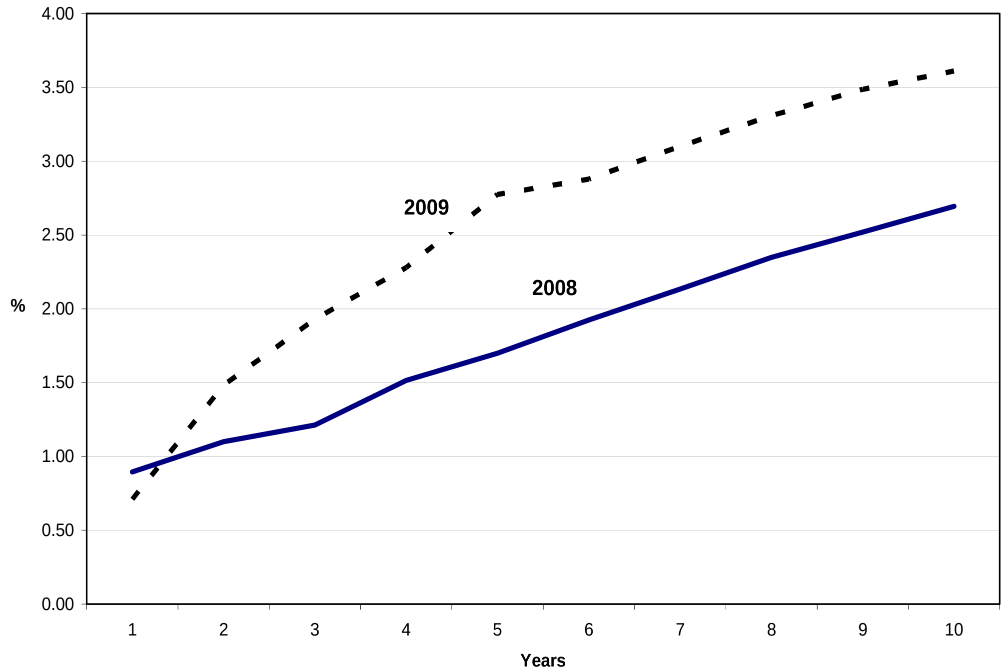
Central Bank Rates – 2008/2009



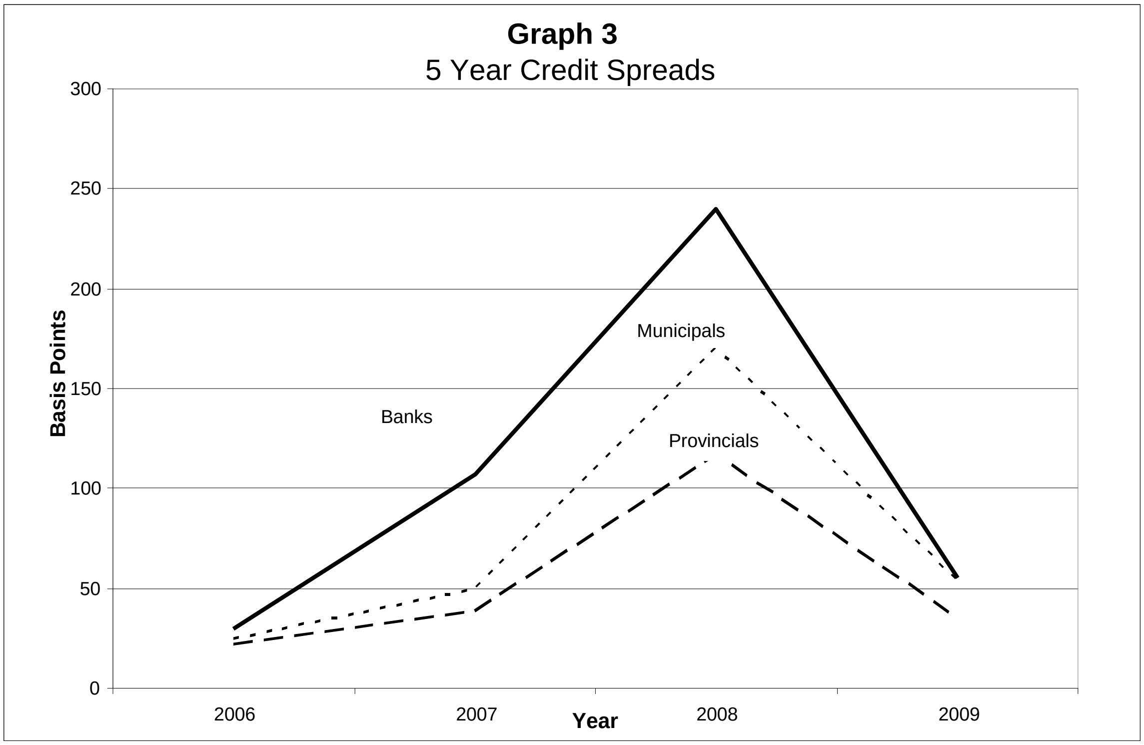
Financial markets confidence hit rock bottom in the first quarter of the year. The U.S. stock market hit lows last seen in 1996 and the TSX was as at levels last seen in 2003. Interest rates reached new cyclical lows. As the year wore on though the markets began to sense, if not a turn around, at least a stabilization in key parts of the economy. Low interest rates, fiscal stimulus packages and specific government programs designed to provide liquidity to credit markets began to gain some traction. By year end the TSX was up over 50% from its March lows and over 30% for the year.

Longer term interest rates and credit spreads also began to reflect this optimism. In Canada, 10 year rates began the year at 2.69% and stayed in this range for the first quarter, dipping slightly, as the Bank of Canada continued to drop their administered rates to near zero. By June, the 10 year rate had moved up to 3.60% and remained in this range through year end. This resulted in a continuation of the steepening yield curve trend which began in 2008. At the beginning of the year the Canadian curve was 182 basis points positive between 1 year and 10 year. By the end of the year it was 289 basis points positive. (See Graph 2)

Graph 2
Canadian Yield Curve
2008 vs 2009



Credit concerns also eased during the year from the panic levels seen as we entered 2009. Interest rate differentials between 5 year Ontario bonds and 5 year Government of Canada bonds moved from 117 basis points at the beginning of 2009 to 35 basis points by year end. More dramatically 5 year bank spreads narrowed from 240 basis points to 55 over the period (see Graph 3).



After the second quarter, financial markets began to anticipate an economic recovery. Federal grant interest rates beyond 2 years rose and stock markets started to increase in value. On a relative matter, provincial, municipal and corporate banks faired much better as interest rate spreads contracted significantly.

Investment Strategy Was Defensive Yet Opportunistic

The investment strategy coming into 2009 contained the following themes or assumptions:

1. Preservation of capital by keeping defensive term exposures with the expectation that later in 2009 interest rates may generally increase;

2. Maintain liquidity as the Region's ability to borrow to fund its long term capital program may be restricted in the first part of the year; and

3. Seek value added investment opportunities by:
   a) increasing allocation to corporate borrowers in anticipation of spread contraction.
   b) timely equity investments.

Adhering to these strategy themes served the Region well. Although short term interest rates were at historic lows throughout the year, long term Government of Canada yields climbed steadily and ended the year at their highs. Other securities such as provincial, municipal and corporate banks faired much better as yield spreads compared to Canada banks contracted dramatically. The Region's portfolio was well positioned to take advantage of these relationships resulting in a substantial outperformance compared to benchmarks.

The positive 2009 results were achieved while maintaining defensive term exposures (averaging approximately 3.5 years) and appropriate liquidity levels, although maintaining liquidity came with a price as short term rates averaged well under 1.0% throughout the year. This liquidity was deemed necessary as there was concern that the Region may not be able to access the capital markets in the first part of the year to fund its capital program. To this end, staff undertook a proactive program to promote investor interest for the Region's long term debentures. This program was met with investor acceptance well above staff and the Region's underwriter's expectations.

With the slump in the stock market, the opportunity was taken early in the year to add to the Region's equities portfolio with the investment of an additional $5 million in the ONE Fund's Equity Fund.

Investment Results Outperformed Benchmarks and Peer Group

As cited earlier, General Fund investment portfolio is divided into two distinct asset classes: fixed income and equities. The fixed income component (money market securities and bonds) represents 98% of the overall portfolio and is managed in house by staff of the Finance Department. The equity component represents approximately 2% of the portfolio is managed by an outside professional investment firm under the oversight of the ONE Fund group which is sponsored by AMO and MFOA.

In 2009, the General Fund earned interest income and realized capital gains totalling $62.6 million on an average portfolio balance of $1,218 million. This equates to a realized rate of return of 5.14%. Included in these returns are over $27 million in realized capital gains which was significantly higher than 2008. However, unrealized holding losses (mark-to market adjustments at year end) reduced the return on the portfolio by approximately $10.0 million dollars. On a total return basis (mark-to-market) therefore, the entire portfolio including equity returns earned approximately 4.32%.

Table 1 summarizes the realized and total investment returns for the General Fund for the years 2008 and 2009.

Table 1
York Region General Fund Portfolio
Comparison of Realized and Total Returns – 2008/2009

Year	Average Assets ($millions)	Realized		Mark-to Market Adjustments ($millions)	Total (M-T-M)	
		Income ($millions)	Return (%)		Income ($millions)	Return (%)
2009	1,218	62.6	5.14	(10.0)	52.6	4.32
2008	1,127	56.4	5.00	19.7	76.1	6.75

*these returns do not reflect program costs of approximately $425,000 or 4 basis points

After factoring in the cost of operating the Region's investment program of approximately $425,000 (staff, safekeeping, market monitoring services, transaction costs, etc.) the net rate of return for the General Fund was 4.28%, a net difference of 4 basis points. It is this rate (4.28%) that is used to compare to the Region's designated performance benchmarks.

Investment performance of the General Fund Portfolio is compared to two different types of benchmarks, a managed fund benchmark and an index fund benchmark. Both benchmarks are considered appropriate as they reflect the nature and scope of the mandate of the Region's investment program as intended by the Region's Investment Policy.

The managed fund benchmark is represented by the weighted composite returns of The ONE Fund's Money Market, Bond and Equity Fund portfolio. Each of these funds is professionally managed by a different investment management firm as selected and monitored by The ONE Fund which is sponsored by AMO and MFOA for Ontario municipalities. The composite return of these funds in 2009 was 2.78%. The returns of the Region's General Fund as stated above were 4.28% resulting in excess returns over this performance indicator of 1.5%.

The index-based benchmark is comprised of the weighted composite returns of the DEX (formally Scotia Capital) Money Market, Short Term Bond, Mid-Term Bond and Long-Term Bond indices and the TSX Index return. These indices reflect the returns based on passive investments in these types of securities and asset sectors. The composite returns for these indices in 2009 were 3.55% and therefore the Region's portfolio returns exceeded this benchmark by 0.73%. These results and comparisons for the prior four years are summarized in Table 2 and graphically depicted in Graph 4.

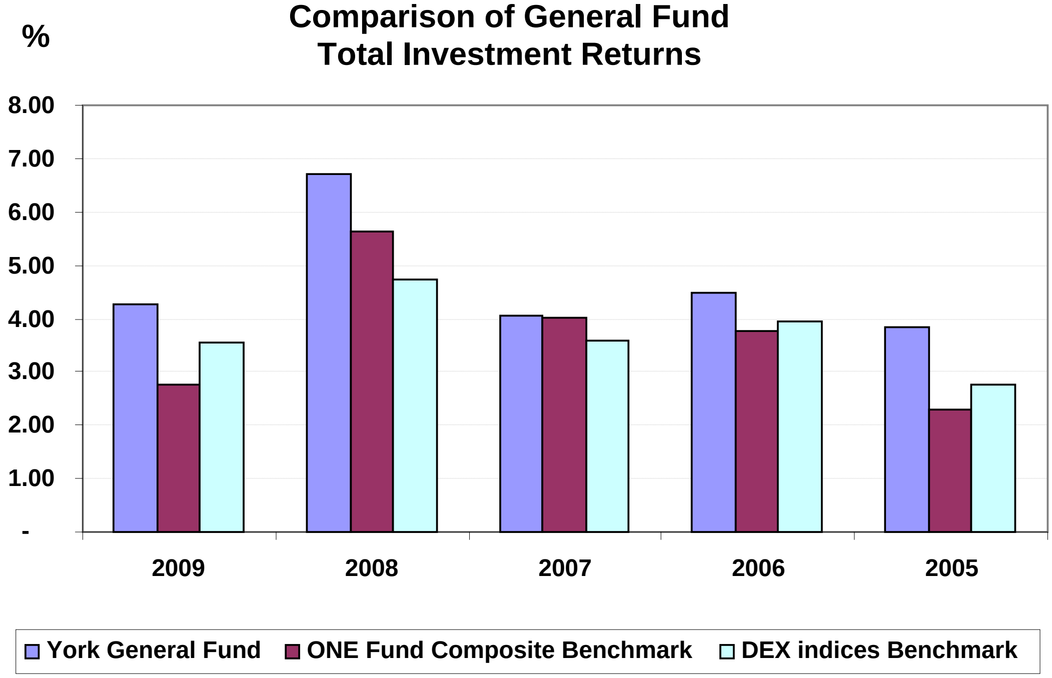
Table 2
Comparison of General Fund Total Investment Returns

Year	York General Fund Return	ONE Fund Composite Benchmark		DEX Indices Benchmark	
		Return	Outperformance	Return	Outperformance
2009	4.28%	2.78%	1.50%	3.55%	0.73%
2008	6.71%	5.64%	1.07%	4.73%	1.98%
2007	4.04%	4.02%	0.02%	3.57%	0.47 %
2006	4.50%	3.75%	0.75%	3.93%	0.57%
2005	3.85%	2.31%	1.54%	2.76%	1.09%

* net of program costs equal to approximately 4 basis points

As an additional comparison, reference can be made to the Ontario Municipal Benchmark Initiative (OMBI) which compiles investment returns from a number of peer group municipalities. These results are not typically reported until mid year but it should be noted that in 2008 (last year reported) the Region investment returns placed it first among the 15 reporting municipalities.

Graph 4
Comparison of General Fund Total Investment Returns



Investment Strategy for 2010 will Look for Balance

It is anticipated that the global economy will continue on the road to recovery but it is expected to be a bumpy ride. The North American economy, especially the United States will have a less robust recovery than Asia and other emerging market countries. Even Canada will probably see regionally diverse patterns of growth as Ontario should continue to lag both eastern and western provinces. Unemployment rates will remain stubbornly high for an extended period again on a regional and country specific basis. Robust growth cannot be supported until such time as individual debt levels are reduced and the consumer is in a position to spend again.

Short term interest rates should begin to rise but the question is when and at what pace. Notwithstanding interest rates could stay low longer than expected. Long term interest rates as well are not expected to rise as fast or as much as short term rates. Due to the fragility of the recovery the yield curve therefore, should be considerably flatter as 2010 progresses.

For 2010 therefore, patience will be the key and the following three themes will guide the Region's investment program:

1. Term exposures to be extended keeping purpose of funds in mind, ie. matching average term of investments to underlying life of reserves and reserve funds;

2. Appropriate liquidity will be maintained through cash flow management and marketable short term securities; and

3. Value added opportunities will be limited and therefore exposure to credit risk will be restricted.

Holdings of Own Debt Declined in 2009

As at December 31, 2009, approximately 5.5% of the total fixed income portfolio was invested in Region of York securities compared to 9% as at December 31, 2008. This change was the result of maturities and sales of Region of York debentures exceeding purchases by $24.6 million during the year for the General Fund. Information regarding these transactions is presented in *Attachment 2.*

The Region's General Fund investment portfolio at December 31, 2009 consisted of securities issued by the Federal and Provincial governments (45%), Canadian financial institutions (34%), as well as securities issued by Ontario municipal governments and other approved institutions (21%) (*see Attachment 3).*

At year end, the average remaining term to maturity of the fixed income market securities held in the investment portfolio was approximately 1,800 days, however after factoring in cash holdings the average term declined to 1,440 days. The maturity distribution of these investments, including the interest bearing bank balances is shown in *Attachment 4.*

5. FINANCIAL IMPLICATIONS

The careful management of the General Fund generated net investment returns of $52.2 million in 2009 which represented approximately $18.3 million in additional return versus a similar sized investment with The ONE Funds and $8.9 million versus the DEX Indices. Investment revenues contribute to reserves and help in defraying York Region's service costs over the longer-term.

6. LOCAL MUNICIPAL IMPACT

While the return earned on investments has no direct impact on area municipalities, the extra revenue earned contributes to the Region's reserves and decreases the longer-term need for taxes and development charges.

7. CONCLUSION

The Region's General Fund investment portfolio performance in 2009 returned $18.3 million (net of costs), above the Region's principal benchmark, The ONE Fund, and $8.9 million versus the Scotia Capital Indices. The additional income reduces the need for tax or development charge revenues. All investments met the requirements of the Region's Investment Policy.

For more information on this report, please contact David Williams, Manager Treasury and Reserves at Ext. 1620.

The Senior Management Group has reviewed this report.

(The four attachments referred to in this clause are attached to this report.)

Regional Municipality of York

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
General Fund									
Jan 15, 2010	Feb 14, 2005	1,796	471,507	396,000	3.853%	Waterloo Region	Bond	ScotCap	'2005-0075
Apr 17, 2010	Dec 14, 2007	855	2,405,649	2,300,000	4.345%	Vancouver	Bond	CIBCWM	'2007-0417
Apr 26, 2010	Jan 13, 2005	1,929	280,438	255,000	4.152%	Windsor	Bond	RBC CM	'2005-0015
May 20, 2010	Jul 07, 2005	1,778	809,097	800,000	3.604%	Toronto	Bond	ScotCap	'2005-0307
Jun 27, 2010	Dec 14, 2007	926	3,364,990	3,187,000	4.376%	Niagara Region	Bond	CIBCWM	'2007-0418
Jul 10, 2010	Jul 10, 2009	365	4,999,500	5,000,000	1.060%	Ottawa	Bond	CIBCWM	'2009-0333
Jul 20, 2010	Jul 20, 2009	365	2,771,614	2,773,000	1.050%	Halton Region	Bond	CIBCWM	'2009-0322
Jul 26, 2010	Jul 27, 2009	364	620,477	600,000	1.259%	Niagara Region	Bond	Beacon	'2009-0359
Aug 03, 2010	Mar 31, 2008	855	2,249,013	2,093,000	3.350%	Toronto	Bond	CIBCWM	'2008-0146
Aug 20, 2010	Oct 23, 2007	1,032	1,932,743	1,880,000	4.661%	Saskatoon	Bond	CIBCWM	'2007-0307
Sep 13, 2010	Jun 26, 2009	444	10,618,736	10,000,000	1.054%	ScotiaBank	Bond	ScotCap	'2009-0307
Sep 13, 2010	Jun 26, 2009	444	10,618,536	10,000,000	1.055%	ScotiaBank	Bond	ScotCap	'2009-0311
Sep 13, 2010	Jun 30, 2009	440	3,714,590	3,500,000	1.109%	ScotiaBank	Bond	TDSI	'2009-0314
Sep 13, 2010	Jun 30, 2009	440	10,613,115	10,000,000	1.109%	ScotiaBank	Bond	RBC CM	'2009-0315
Sep 19, 2010	Oct 23, 2007	1,062	2,942,802	2,923,000	4.661%	London	Bond	CIBCWM	'2007-0303
Sep 22, 2010	May 26, 2008	849	7,503,084	7,000,000	3.554%	Ont Sch Bds Fin	Bond	CIBCWM	'2008-0253
Sep 22, 2010	Dec 03, 2008	658	8,568,219	8,000,000	2.933%	Ont Sch Bds Fin	Bond	BMO CM	'2008-0597
Sep 22, 2010	Feb 20, 2009	579	4,262,317	3,897,000	1.936%	Ont Sch Bds Fin	Bond	CIBCWM	'2009-0061
Sep 22, 2010	May 01, 2009	509	3,177,309	2,952,000	1.250%	Ont Sch Bds Fin	Bond	TDSI	'2009-0206
Sep 26, 2010	Jan 21, 2008	979	4,191,330	4,000,000	3.739%	York Region	Bond	ScotCap	'2008-0034
Sep 27, 2010	Oct 03, 2006	1,455	2,938,751	3,000,000	4.127%	York Region	Bond	CIBCWM	'2006-0287
Sep 27, 2010	Jan 19, 2009	616	2,119,565	2,000,000	2.461%	Royal Bank	Bond	TDSI	'2009-0029
Sep 27, 2010	Feb 13, 2009	591	5,315,931	5,000,000	2.359%	Royal Bank	Bond	TDSI	'2009-0054
Sep 27, 2010	Feb 13, 2009	591	5,315,681	5,000,000	2.363%	Royal Bank	Bond	RBC CM	'2009-0055
Sep 27, 2010	Apr 30, 2009	515	5,308,893	5,000,000	1.040%	Royal Bank	Bond	RBC CM	'2009-0189
Sep 27, 2010	Jun 26, 2009	458	5,314,749	5,000,000	1.086%	Royal Bank	Bond	RBC CM	'2009-0308

Regional Municipality of York

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Sep 27, 2010	Jun 26, 2009	458	4,251,159	4,000,000	1.099%	Royal Bank	Bond	RBC CM	'2009-0312
Sep 27, 2010	Mar 10, 2009	566	2,146,920	2,000,000	1.810%	Royal Bank	Bond	CIBCWM	'2009-0090.2
Sep 28, 2010	Sep 28, 2006	1,461	520,146	521,000	4.245%	York Region	Bond	CIBCWM	'2006-0251
Oct 11, 2010	Oct 23, 2007	1,084	2,019,075	2,000,000	4.661%	Halton Region	Bond	CIBCWM	'2007-0304
Oct 18, 2010	Mar 01, 2005	2,057	495,062	448,000	4.066%	London	Bond	CIBCWM	'2005-0101
Oct 30, 2010	Oct 23, 2007	1,103	1,611,893	1,506,000	4.661%	Durham Region	Bond	CIBCWM	'2007-0305
Nov 19, 2010	Nov 19, 2007	1,096	3,205,754	3,208,000	4.525%	Waterloo Region	Bond	RBC CM	'2007-0342
Nov 23, 2010	Jul 03, 2009	508	2,090,148	2,000,000	1.311%	ScotiaBank	Bond	BMO CM	'2009-0328
Nov 23, 2010	Sep 10, 2009	439	5,253,091	5,000,000	1.072%	ScotiaBank	Bond	RBC CM	'2009-0407
Nov 29, 2010	Feb 15, 2008	1,018	6,777,716	6,469,000	3.800%	Toronto	Bond	CIBCWM	'2008-0081
Dec 01, 2010	Dec 01, 2008	730	3,369,404	3,372,000	3.190%	Waterloo Region	Bond	CIBCWM	'2008-0576
Dec 02, 2010	Sep 08, 2009	450	1,875,148	1,900,000	1.071%	Prov of Ont	Coupon	TDSI	'2009-0403
Dec 06, 2010	Oct 23, 2007	1,140	3,088,187	2,450,000	4.661%	Halton Region	Bond	CIBCWM	'2007-0306
Dec 13, 2010	Dec 20, 2004	2,184	2,198,056	1,576,000	4.045%	Edmonton	Bond	NB FIN	'2004-0336
Dec 13, 2010	Jan 13, 2005	2,160	480,913	347,000	4.241%	Edmonton	Bond	RBC CM	'2005-0011
Dec 13, 2010	Feb 14, 2005	2,128	281,430	200,000	3.984%	Edmonton	Bond	ScotCap	'2005-0073
Jan 08, 2011	Feb 04, 2005	2,164	3,036,723	2,169,000	4.009%	York Region	Bond	CIBCWM	'2005-0054
Jan 17, 2011	Feb 24, 2009	692	5,260,958	5,000,000	2.600%	Winnipeg	Bond	CIBCWM	'2009-0068
Feb 13, 2011	Sep 08, 2009	523	1,770,948	1,800,000	1.142%	Prov of Ont	Coupon	RBC CM	'2009-0404
Feb 15, 2011	Jul 03, 2009	592	15,987,242	15,000,000	1.534%	ScotiaBank	Bond	RBC CM	'2009-0325
Feb 15, 2011	Jul 17, 2009	578	10,663,229	10,000,000	1.541%	ScotiaBank	Bond	RBC CM	'2009-0348
Feb 15, 2011	Aug 28, 2009	536	11,441,443	10,920,000	1.388%	ScotiaBank	Bond	CIBCWM	'2009-0386
Feb 15, 2011	Aug 28, 2009	536	5,240,156	5,000,000	1.369%	ScotiaBank	Bond	BMO CM	'2009-0387
Feb 15, 2011	Sep 03, 2009	530	8,389,473	8,000,000	1.341%	ScotiaBank	Bond	BMO CM	'2009-0394
Feb 15, 2011	Sep 10, 2009	523	5,244,862	5,000,000	1.340%	ScotiaBank	Bond	NB FIN	'2009-0408
Feb 15, 2011	Oct 14, 2009	489	2,088,614	1,984,000	1.162%	ScotiaBank	Bond	BMO CM	'2009-0473
Feb 28, 2011	Dec 08, 2004	2,273	2,006,135	1,450,000	4.230%	Ottawa	Bond	Nesbitt Burns	'2004-0319
Feb 28, 2011	Apr 29, 2005	2,131	68,009	50,000	4.092%	Ottawa	Bond	ScotCap	'2005-0187

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Feb 28, 2011	Jun 21, 2005	2,078	613,620	442,000	3.762%	Ottawa	Bond	CIBCWM	'2005-0274
Feb 28, 2011	Jun 22, 2005	2,077	62,598	45,000	3.719%	Ottawa	Bond	CIBCWM	'2005-0278
Feb 28, 2011	Jul 22, 2005	2,047	2,290,053	1,650,000	3.842%	Ottawa	Bond	Nesbitt Burns	'2005-0322
Feb 28, 2011	Feb 26, 2009	732	2,164,585	1,780,000	2.363%	Ottawa	Bond	CIBCWM	'2009-0063
Mar 28, 2011	Dec 15, 2008	833	5,262,925	5,000,000	3.084%	Ottawa	Bond	CIBCWM	'2008-0635
May 16, 2011	Jan 09, 2006	1,953	1,211,769	910,000	4.114%	Edmonton	Bond	RBC CM	'2006-0007
May 16, 2011	Feb 23, 2009	812	2,278,693	1,890,000	2.542%	Edmonton	Bond	CIBCWM	'2009-0062
May 21, 2011	Jan 25, 2005	2,307	1,043,048	1,000,000	4.172%	Toronto	Bond	TDSI	'2005-0036
Jun 01, 2011	Oct 14, 2009	595	3,182,548	3,000,000	1.440%	Royal Bank	Bond	NB FIN	'2009-0468
Jun 01, 2011	Oct 14, 2009	595	1,804,413	1,700,000	1.405%	Royal Bank	Bond	BMO CM	'2009-0476
Jun 01, 2011	Nov 20, 2009	558	3,832,119	3,600,000	1.306%	Royal Bank	Bond	BMO CM	'2009-0499
Jun 02, 2011	Jun 02, 2009	730	1,348,677	1,350,000	1.800%	Regina	Bond	CIBCWM	'2009-0234
Jun 27, 2011	Jun 10, 2008	1,112	2,091,967	1,930,000	3.726%	Niagara Region	Bond	CIBCWM	'2008-0281
Jul 06, 2011	Jul 13, 2009	723	3,566,962	3,366,000	1.884%	Royal Bank	Bond	CIBCWM	'2009-0338
Jul 06, 2011	Sep 04, 2009	670	2,805,915	2,630,000	1.656%	Royal Bank	Bond	BMO CM	'2009-0396
Jul 06, 2011	Oct 14, 2009	630	3,321,586	3,100,000	1.506%	Royal Bank	Bond	BMO CM	'2009-0475
Jul 10, 2011	Jul 10, 2009	730	4,999,000	5,000,000	1.910%	Ottawa	Bond	CIBCWM	'2009-0334
Jul 20, 2011	Jul 20, 2009	730	2,903,286	2,905,000	1.930%	Halton Region	Bond	CIBCWM	'2009-0323
Jul 26, 2011	Jun 10, 2008	1,141	1,473,581	1,400,000	3.726%	Niagara Region	Bond	CIBCWM	'2008-0282
Jul 26, 2011	Oct 02, 2009	662	5,490,166	5,000,000	1.568%	Toronto	Bond	CIBCWM	'2009-0409
Aug 20, 2011	Sep 29, 2006	1,786	2,112,830	1,981,000	4.120%	Saskatoon	Bond	CIBCWM	'2006-0272
Aug 20, 2011	Jun 10, 2008	1,166	913,881	865,000	3.725%	Niagara Region	Bond	CIBCWM	'2008-0283
Sep 17, 2011	Nov 29, 2006	1,753	3,272,400	3,000,000	4.119%	Ottawa	Bond	CIBCWM	'2006-0352
Sep 19, 2011	Mar 10, 2005	2,384	266,507	250,000	4.195%	London	Bond	TDSI	'2005-0126
Sep 19, 2011	Nov 29, 2006	1,755	2,790,249	2,669,000	4.120%	London	Bond	CIBCWM	'2006-0353
Sep 27, 2011	Sep 27, 2005	2,191	9,992,000	10,000,000	3.715%	York Region	Bond	CIBCWM	'2005-0418
Sep 28, 2011	Sep 28, 2006	1,826	544,270	545,000	4.280%	York Region	Bond	CIBCWM	'2006-0252
Oct 06, 2011	Oct 06, 2009	730	2,845,209	2,848,000	1.800%	Winnipeg	Bond	CIBCWM	'2009-0420

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Oct 28, 2011	Sep 28, 2006	1,856	3,186,385	3,061,000	4.122%	York Region	Bond	CIBCWM	'2006-0246
Oct 28, 2011	Oct 08, 2009	750	1,998,091	1,860,000	1.921%	York Region	Bond	NB FIN	'2009-0448
Oct 30, 2011	Nov 30, 2005	2,160	791,861	708,000	4.077%	Durham Region	Bond	RBC CM	'2005-0470
Nov 19, 2011	Nov 19, 2007	1,461	3,350,981	3,354,000	4.575%	Waterloo Region	Bond	RBC CM	'2007-0343
Nov 23, 2011	Nov 23, 2007	1,461	1,711,384	1,712,000	4.560%	Halton Region	Bond	CIBCWM	'2007-0340
Nov 25, 2011	Nov 25, 2009	730	2,249,123	2,250,000	1.820%	Guelph	Bond	NB FIN	'2009-0493
Nov 28, 2011	Sep 29, 2006	1,886	375,400	328,000	4.111%	Durham Region	Bond	CIBCWM	'2006-0270
May 07, 2012	Oct 14, 2009	936	3,771,766	3,500,000	2.200%	Royal Bank	Bond	CIBCWM	'2009-0471
May 10, 2012	Feb 24, 2009	1,171	6,281,627	5,677,000	3.061%	Halton Region	Bond	CIBCWM	'2009-0069
Jun 01, 2012	Sep 29, 2006	2,072	2,901,956	2,810,000	4.141%	York Region	Bond	CIBCWM	'2006-0269
Jun 04, 2012	Dec 09, 2009	908	10,228,251	10,000,000	2.100%	ScotiaBank	Bond	ScotCap	'2009-0525
Jun 11, 2012	Jun 11, 2009	1,096	3,677,766	3,682,000	2.440%	NB Mun Fin	Bond	CIBCWM	'2009-0244
Jun 15, 2012	Mar 24, 2009	1,179	5,389,947	5,000,000	1.847%	CMB	Bond	ScotCap	'2009-0120
Jun 15, 2012	Mar 24, 2009	1,179	5,389,947	5,000,000	1.847%	CMB	Bond	BMO CM	'2009-0121
Jun 15, 2012	Mar 24, 2009	1,179	1,077,989	1,000,000	1.847%	CMB	Bond	CIBCWM	'2009-0122
Jun 15, 2012	Apr 30, 2009	1,142	10,840,041	10,000,000	1.720%	CMB	Bond	BMO CM	'2009-0204
Jun 19, 2012	Jun 19, 2008	1,461	3,161,251	3,166,000	3.941%	Halton Region	Bond	RBC CM	'2008-0292
Jul 05, 2012	Apr 29, 2005	2,624	1,045,880	975,000	4.329%	York Region	Bond	ScotCap	'2005-0188
Jul 10, 2012	Jun 13, 2008	1,488	2,091,581	2,000,000	4.280%	Niagara Region	Bond	CIBCWM	'2008-0291
Jul 11, 2012	Dec 17, 2009	937	2,125,894	1,952,000	2.173%	Niagara Region	Bond	CIBCWM	'2009-0558
Aug 15, 2012	Jan 25, 2005	2,759	575,672	522,000	4.405%	Windsor	Bond	TDSI	'2005-0028
Aug 15, 2012	Sep 30, 2009	1,050	9,759,811	9,000,000	2.381%	Royal Bank	Bond	TDSI	'2009-0413
Aug 15, 2012	Oct 14, 2009	1,036	10,864,579	10,000,000	2.344%	Royal Bank	Bond	TDSI	'2009-0472
Sep 01, 2012	Oct 08, 2009	1,059	20,116,548	20,000,000	1.864%	Govt of Cda	Bond	RBC CM	'2009-0463.2
Sep 24, 2012	Sep 28, 2006	2,188	5,946,545	5,655,000	4.276%	York Region	Bond	ScotCap	'2006-0240
Sep 27, 2012	Mar 20, 2006	2,383	3,051,997	3,100,000	4.398%	York Region	Bond	NB FIN	'2006-0058
Sep 27, 2012	Oct 05, 2009	1,088	1,041,533	1,000,000	2.376%	York Region	Bond	ScotCap	'2009-0442
Oct 06, 2012	Oct 06, 2009	1,096	2,843,899	2,848,000	2.450%	Winnipeg	Bond	CIBCWM	'2009-0421

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Oct 26, 2012	Oct 13, 2009	1,109	4,131,334	3,800,000	2.510%	London	Bond	Cas C	'2009-0464
Oct 28, 2012	Sep 29, 2006	2,221	4,408,597	4,190,000	4.146%	York Region	Bond	CIBCWM	'2006-0268
Oct 28, 2012	Oct 05, 2009	1,119	1,064,493	1,000,000	2.456%	Toronto	Bond	ScotCap	'2009-0443
Nov 01, 2012	Dec 13, 2006	2,150	4,477,522	4,127,000	4.085%	Durham Region	Bond	RBC CM	'2006-0406
Nov 19, 2012	Sep 30, 2009	1,146	5,494,969	5,000,000	2.469%	TD Bank	Bond	TDSI	'2009-0418
Nov 19, 2012	Sep 30, 2009	1,146	6,921,897	6,300,000	2.478%	TD Bank	Bond	RBC CM	'2009-0419
Dec 01, 2012	Dec 01, 2009	1,096	4,458,430	4,462,000	2.278%	Waterloo Region	Bond	RBC CM	'2009-0508
Dec 15, 2012	Apr 30, 2009	1,325	11,090,734	10,000,000	1.908%	CMB	Bond	BMO CM	'2009-0203
Feb 18, 2013	Apr 29, 2009	1,391	9,925,410	11,000,000	2.719%	Prov of Ont	Residual	ScotCap	'2009-0175
Feb 23, 2013	Apr 29, 2009	1,396	7,835,220	8,700,000	2.759%	Prov of B.C.	Coupon	ScotCap	'2009-0176
Apr 07, 2013	Feb 17, 2005	2,971	384,637	285,000	4.335%	Waterloo Region	Bond	CIBCWM	'2005-0083
Apr 17, 2013	Sep 09, 2008	1,681	2,353,666	2,808,000	3.871%	Prov of Nfld	Coupon	CIBCWM	'2008-0404
Jun 01, 2013	Oct 15, 2009	1,325	10,532,411	10,000,000	2.337%	Govt of Cda	Bond	TDSI	'2009-0478
Jun 02, 2013	Jun 02, 2009	1,461	2,346,475	2,350,000	3.040%	Regina	Bond	CIBCWM	'2009-0235
Jun 11, 2013	Jun 11, 2009	1,461	5,779,520	5,786,000	3.030%	NB Mun Fin	Bond	CIBCWM	'2009-0245
Nov 02, 2013	Feb 17, 2005	3,180	540,888	409,000	4.465%	Niagara Region	Bond	CIBCWM	'2005-0084
Nov 07, 2013	Oct 23, 2008	1,841	10,885,346	10,300,000	4.575%	Ont Sch Bds Fin	Bond	CIBCWM	'2008-0499
Nov 23, 2013	Nov 23, 2007	2,192	2,960,858	2,967,000	4.640%	Halton Region	Bond	CIBCWM	'2007-0341
Dec 01, 2013	Dec 01, 2009	1,461	4,561,348	4,565,000	2.771%	Waterloo Region	Bond	RBC CM	'2009-0509
Dec 18, 2013	Apr 30, 2009	1,693	3,763,489	4,300,000	2.896%	Prov of B.C.	Coupon	TDSI	'2009-0191.2
Jan 13, 2014	Apr 30, 2009	1,719	13,034,400	15,000,000	3.008%	Prov of Ont	Coupon	ScotCap	'2009-0190
Feb 04, 2014	May 26, 2009	1,715	1,818,453	2,100,000	3.091%	Prov of Sask	Coupon	BMO CM	'2009-0230
Mar 05, 2014	Oct 05, 2009	1,612	3,504,400	4,000,000	3.017%	Prov of Manit	Coupon	BMO CM	'2009-0445
Apr 10, 2014	Apr 30, 2009	1,806	14,177,790	16,500,000	3.091%	Prov of Sask	Residual	ScotCap	'2009-0205
May 30, 2014	May 26, 2009	1,830	2,042,904	2,400,000	3.241%	Prov of Sask	Coupon	BMO CM	'2009-0228
Jun 01, 2014	Oct 11, 2007	2,425	5,047,782	5,000,000	4.778%	York Region	Bond	CIBCWM	'2007-0285
Jun 01, 2014	Feb 29, 2008	2,284	5,720,195	5,550,000	4.296%	York Region	Bond	ScotCap	'2008-0096
Jun 01, 2014	Nov 02, 2009	1,672	10,295,575	10,000,000	2.606%	Govt of Cda	Bond	RBC CM	'2009-0490

Regional Municipality of York

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Jun 19, 2014	Jun 19, 2008	2,191	2,926,777	2,930,000	4.171%	Halton Region	Bond	RBC CM	'2008-0293
Jul 13, 2014	Jan 19, 2007	2,732	2,957,248	4,100,000	4.414%	Prov of Ont	Coupon	CIBCWM	'2007-0010
Jul 13, 2014	Jul 15, 2009	1,824	1,097,668	1,300,000	3.416%	Prov of Ont	Coupon	CIBCWM	'2009-0340
Aug 04, 2014	May 26, 2009	1,896	2,701,344	3,200,000	3.289%	Prov of Sask	Coupon	BMO CM	'2009-0229
Sep 08, 2014	Jul 15, 2009	1,881	838,240	1,000,000	3.456%	Prov of Ont	Coupon	CIBCWM	'2009-0341
Sep 27, 2014	Oct 31, 2007	2,523	7,233,195	7,500,000	4.672%	York Region	Bond	CIBCWM	'2007-0321
Nov 10, 2014	Nov 10, 2009	1,826	14,997,900	15,000,000	3.273%	Royal Bank	Bond	RBC CM	'2009-0492.2
Dec 01, 2014	Dec 16, 2009	1,811	5,016,451	5,000,000	2.703%	Prov of Alberta	Bond	TDSI	'2009-0547
Dec 01, 2014	Dec 16, 2009	1,811	7,023,031	7,000,000	2.703%	Prov of Alberta	Bond	BMO CM	'2009-0548
Dec 01, 2014	Dec 16, 2009	1,811	8,026,321	8,000,000	2.703%	Prov of Alberta	Bond	CIBCWM	'2009-0549
Dec 01, 2014	Dec 15, 2009	1,812	4,887,336	5,000,000	2.502%	Govt of Cda	Bond	BMO CM	'2009-0551
Dec 02, 2014	Oct 09, 2009	1,880	4,239,500	5,000,000	3.231%	Prov of Ont	Coupon	BMO CM	'2009-0450
Dec 14, 2014	Jun 19, 2009	2,004	1,141,838	1,000,000	3.967%	NF Mun Fin	Bond	Beacon	'2009-0288
Dec 15, 2014	Dec 18, 2009	1,823	4,990,750	5,000,000	2.790%	CMB	Bond	CIBCWM	'2009-0553
Dec 15, 2014	Dec 18, 2009	1,823	4,990,750	5,000,000	2.790%	CMB	Bond	RBC CM	'2009-0554
Feb 23, 2015	Mar 27, 2009	2,159	5,284,689	6,459,000	3.423%	Prov of B.C.	Coupon	TDSI	'2009-0143
May 12, 2015	Dec 08, 2008	2,346	2,546,216	2,006,000	4.388%	Winnipeg	Bond	CIBCWM	'2008-0610
May 19, 2015	Dec 23, 2005	3,434	2,556,716	3,847,000	4.391%	Prov of B.C.	Coupon	RBC CM	'2005-0512
May 27, 2015	May 27, 2009	2,191	3,165,053	3,172,000	3.691%	York Region	Bond	RBC CM	'2009-0232
May 30, 2015	Mar 27, 2009	2,255	3,064,449	3,778,000	3.418%	Prov of Sask	Coupon	RBC CM	'2009-0141
Jun 01, 2015	Feb 23, 2009	2,289	1,996,494	1,900,000	3.871%	OIPC	Bond	CIBCWM	'2009-0064
Jun 02, 2015	Jun 02, 2009	2,191	2,348,755	2,350,000	3.860%	Regina	Bond	CIBCWM	'2009-0236
Jul 20, 2015	Jul 20, 2009	2,191	3,494,292	3,498,000	3.970%	Halton Region	Bond	CIBCWM	'2009-0324
Aug 07, 2015	Dec 10, 2009	2,066	7,759,230	9,400,000	3.418%	Prov of Ont	Coupon	RBC CM	'2009-0533
Sep 27, 2015	Feb 02, 2009	2,428	3,018,024	3,000,000	4.245%	York Region	Bond	CIBCWM	'2009-0043
Nov 30, 2015	Sep 01, 2009	2,281	2,002,192	2,515,000	3.684%	Prov of Sask	Coupon	ScotCap	'2009-0390
Dec 01, 2015	Dec 01, 2008	2,556	4,251,767	4,253,000	4.755%	Waterloo Region	Bond	CIBCWM	'2008-0577
Dec 18, 2015	Sep 04, 2009	2,296	146,604	192,000	4.337%	Prov of B.C.	Residual	TDSI	'2009-0398

Regional Municipality of York

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Feb 23, 2016	Sep 08, 2009	2,359	6,994,568	8,902,000	3.770%	Prov of B.C.	Coupon	TDSI	'2009-0402.2
Apr 19, 2016	Nov 06, 2008	2,721	5,847,979	6,000,000	5.100%	BCMFA	Bond	ScotCap	'2008-0540
May 27, 2016	May 27, 2009	2,557	3,299,804	3,304,000	4.021%	York Region	Bond	RBC CM	'2009-0233
Aug 23, 2016	Dec 15, 2009	2,443	3,266,264	3,000,000	3.248%	Prov of Sask	Bond	CIBCWM	'2009-0552
Sep 27, 2016	Apr 27, 2007	3,441	5,005,860	5,000,000	4.534%	Toronto	Bond	TDSI	'2007-0076
Sep 27, 2016	Apr 27, 2007	3,441	5,005,860	5,000,000	4.534%	Toronto	Bond	TDSI	'2007-0077
Sep 28, 2016	Dec 12, 2006	3,578	4,026,507	3,930,000	4.306%	York Region	Bond	ScotCap	'2006-0405
Sep 28, 2016	Sep 07, 2007	3,309	4,970,079	5,000,000	4.859%	York Region	Bond	CIBCWM	'2007-0197
Oct 17, 2016	Sep 12, 2008	2,957	7,771,500	11,000,000	4.338%	Prov of Nfld	Coupon	CIBCWM	'2008-0410
Nov 30, 2016	Jul 28, 2009	2,682	2,345,429	3,203,000	4.290%	Prov of Sask	Coupon	BMO CM	'2009-0361
Dec 18, 2016	Apr 20, 2009	2,799	7,962,240	11,000,000	4.263%	Prov of B.C.	Coupon	TDSI	'2009-0169
Jan 09, 2017	Oct 09, 2009	2,649	1,048,683	1,387,000	3.894%	Prov of B.C.	Coupon	BMO CM	'2009-0451
Feb 04, 2017	May 07, 2009	2,830	1,226,150	1,726,000	4.463%	Prov of Sask	Coupon	TDSI	'2009-0211
Feb 23, 2017	Jun 30, 2009	2,795	5,245,579	7,345,000	4.450%	Prov of B.C.	Coupon	TDSI	'2009-0320
Jun 18, 2017	Mar 20, 2009	3,012	11,123,045	15,772,000	4.279%	Prov of B.C.	Coupon	TDSI	'2009-0126
Jun 19, 2017	May 21, 2008	3,316	5,912,400	4,775,000	4.445%	York Region	Bond	CIBCWM	'2008-0241
Sep 08, 2017	Oct 23, 2006	3,973	3,757,478	6,176,000	4.622%	Prov of Ont	Coupon	ScotCap	'2006-0317
Dec 02, 2017	Apr 30, 2009	3,138	3,135,728	4,600,000	4.511%	Prov of Ont	Coupon	TDSI	'2009-0185
Dec 18, 2017	Apr 30, 2009	3,154	4,354,176	6,400,000	4.511%	Prov of B.C.	Coupon	TDSI	'2009-0186
Feb 04, 2018	Sep 30, 2009	3,049	732,617	1,050,000	4.360%	Prov of Sask	Coupon	ScotCap	'2009-0414
Feb 07, 2018	Oct 14, 2009	3,038	5,000,354	7,050,000	4.174%	Prov of Ont	Coupon	BMO CM	'2009-0477
Feb 23, 2018	May 26, 2009	3,195	7,279,985	10,865,000	4.631%	Prov of B.C.	Coupon	TDSI	'2009-0227
Mar 05, 2018	Jan 08, 2007	4,074	3,666,000	6,000,000	4.466%	Prov of Manit	Coupon	ScotCap	'2007-0003
Mar 05, 2018	Jun 16, 2009	3,184	2,039,304	3,100,000	4.861%	Prov of Manit	Coupon	BMO CM	'2009-0277
Mar 05, 2018	Sep 30, 2009	3,078	717,395	1,032,000	4.360%	Prov of Sask	Coupon	ScotCap	'2009-0415
Mar 05, 2018	Dec 09, 2009	3,008	2,193,467	3,100,000	4.244%	Prov of Manit	Coupon	TDSI	'2009-0531
May 30, 2018	Sep 30, 2009	3,164	1,018,618	1,484,000	4.390%	Prov of Sask	Coupon	ScotCap	'2009-0416
Jun 01, 2018	Apr 29, 2009	3,320	11,355,493	10,000,000	2.770%	Govt of Cda	Bond	CIBCWM	'2009-0180

Regional Municipality of York

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Jun 01, 2018	May 12, 2009	3,307	5,595,815	5,000,000	2.978%	Govt of Cda	Bond	ScotCap	'2009-0213
Aug 23, 2018	Jun 16, 2009	3,355	2,112,924	3,300,000	4.912%	Prov of B.C.	Coupon	TDSI	'2009-0276
Aug 23, 2018	Sep 04, 2009	3,275	3,784,760	5,600,000	4.417%	Prov of B.C.	Coupon	TDSI	'2009-0401
Sep 05, 2018	Jun 16, 2009	3,368	5,289,756	8,300,000	4.946%	Prov of Manit	Coupon	ScotCap	'2009-0275
Dec 18, 2018	Dec 11, 2009	3,294	10,887,219	10,000,000	3.776%	Prov of B.C.	Bond	ScotCap	'2009-0534
Jan 13, 2019	Aug 18, 2008	3,800	6,252,400	10,000,000	4.566%	Prov of Ont	Coupon	BMO CM	'2008-0370
Feb 23, 2019	Apr 29, 2009	3,587	1,666,519	2,648,000	4.771%	Prov of B.C.	Coupon	ScotCap	'2009-0182
Feb 23, 2019	Apr 29, 2009	3,587	3,512,992	5,600,000	4.805%	Prov of B.C.	Coupon	BMO CM	'2009-0183
Apr 17, 2019	May 19, 2009	3,620	1,082,206	1,776,000	5.060%	Prov of Nfld	Coupon	TDSI	'2009-0221
May 19, 2019	Aug 05, 2009	3,574	1,656,899	2,646,000	4.840%	Prov of B.C.	Coupon	ScotCap	'2009-0378
Jun 04, 2019	Oct 02, 2009	3,532	725,151	1,115,000	4.498%	Prov of B.C.	Coupon	NB FIN	'2009-0428
Jun 09, 2019	Aug 05, 2009	3,595	1,173,454	1,879,000	4.840%	Prov of B.C.	Coupon	ScotCap	'2009-0379
Jun 18, 2019	Apr 29, 2009	3,702	1,826,714	2,982,000	4.893%	Prov of B.C.	Coupon	TDSI	'2009-0184
Jun 18, 2019	Aug 05, 2009	3,604	777,230	1,246,000	4.840%	Prov of B.C.	Coupon	ScotCap	'2009-0380
Aug 23, 2019	Jun 01, 2006	4,831	2,658,600	5,000,000	4.832%	Prov of B.C.	Coupon	CIBCWM	'2006-0118
Aug 23, 2019	Jun 03, 2009	3,733	3,918,486	6,600,000	5.165%	Prov of B.C.	Coupon	BMO CM	'2009-0259
Sep 05, 2019	Mar 10, 2008	4,196	6,239,415	10,500,000	4.583%	Prov of Manit	Coupon	ScotCap	'2008-0112
Sep 05, 2019	Jun 03, 2009	3,746	2,839,659	4,805,000	5.195%	Prov of Manit	Coupon	BMO CM	'2009-0258
Sep 05, 2019	Oct 02, 2009	3,625	641,820	1,000,000	4.518%	Prov of Sask	Coupon	NB FIN	'2009-0429
Dec 01, 2019	Dec 16, 2009	3,637	3,023,772	3,000,000	3.923%	Prov of Alberta	Bond	RBC CM	'2009-0546
Dec 02, 2019	Oct 02, 2009	3,713	996,910	1,000,000	4.538%	Toronto	Bond	CIBCWM	'2009-0417
Dec 02, 2019	Dec 22, 2009	3,632	6,361,700	10,000,000	4.600%	Prov of Ont	Coupon	RBC CM	'2009-0569
Dec 09, 2019	Aug 05, 2009	3,778	1,104,782	1,821,000	4.890%	Prov of B.C.	Coupon	ScotCap	'2009-0381
Dec 18, 2019	Jun 03, 2009	3,850	1,435,054	2,488,000	5.289%	Prov of B.C.	Coupon	TDSI	'2009-0257
Dec 18, 2019	Aug 05, 2009	3,787	1,005,894	1,660,000	4.890%	Prov of B.C.	Coupon	ScotCap	'2009-0382
Feb 07, 2020	Jun 30, 2009	3,874	3,806,855	6,500,000	5.109%	Prov of Ont	Coupon	BMO CM	'2009-0330
Feb 23, 2020	Aug 05, 2009	3,854	885,506	1,485,000	4.961%	Prov of B.C.	Coupon	TDSI	'2009-0376
Feb 23, 2020	Oct 02, 2009	3,796	2,375,608	3,800,000	4.572%	Prov of B.C.	Coupon	ScotCap	'2009-0426

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Mar 05, 2020	Oct 02, 2009	3,807	1,918,791	3,074,000	4.572%	Prov of B.C.	Coupon	ScotCap	'2009-0423
Mar 05, 2020	Oct 02, 2009	3,807	749,352	1,200,000	4.568%	Prov of Sask	Coupon	NB FIN	'2009-0427
May 03, 2020	Oct 16, 2006	4,948	2,112,183	3,969,000	4.710%	Prov of Ont	Coupon	RBC CM	'2006-0307
May 19, 2020	Oct 02, 2009	3,882	1,392,288	2,263,000	4.622%	Prov of B.C.	Coupon	ScotCap	'2009-0424
Jun 02, 2020	Jul 15, 2009	3,975	1,179,080	2,000,000	4.915%	Prov of Ont	Coupon	CIBCWM	'2009-0342
Jun 18, 2020	Oct 02, 2009	3,912	2,594,174	4,232,000	4.622%	Prov of B.C.	Coupon	ScotCap	'2009-0425
Jul 13, 2020	Oct 02, 2009	3,937	2,062,254	3,434,000	4.787%	Prov of Ont	Coupon	TDSI	'2009-0422
Sep 05, 2020	May 14, 2009	4,132	6,891,600	12,000,000	4.964%	Prov of B.C.	Residual	BMO CM	'2009-0219
Sep 05, 2020	Aug 05, 2009	4,049	506,232	948,000	5.741%	Prov of B.C.	Residual	TDSI	'2009-0377
Dec 02, 2020	Oct 29, 2009	4,052	5,845,000	10,000,000	4.900%	Prov of Ont	Coupon	BMO CM	'2009-0486
Jan 13, 2021	Dec 23, 2009	4,039	3,771,300	6,500,000	4.984%	Prov of Ont	Coupon	ScotCap	'2009-0573
Mar 05, 2021	Dec 09, 2009	4,104	1,748,040	3,000,000	4.865%	Prov of Manit	Coupon	TDSI	'2009-0528
Jun 02, 2021	Oct 05, 2009	4,258	5,762,000	10,000,000	4.785%	Prov of Ont	Coupon	RBC CM	'2009-0447
Sep 05, 2021	Dec 09, 2009	4,288	1,695,570	3,000,000	4.921%	Prov of Manit	Coupon	TDSI	'2009-0532
Feb 04, 2022	Oct 02, 2009	4,508	3,766,588	6,800,000	4.845%	Prov of Sask	Residual	RBC CM	'2009-0440
Jun 09, 2022	Dec 01, 2008	4,938	4,919,900	10,000,000	5.315%	Prov of B.C.	Residual	ScotCap	'2008-0594.2
Jun 09, 2022	Sep 04, 2009	4,661	92,031	183,000	5.459%	Prov of B.C.	Residual	TDSI	'2009-0397
Jun 09, 2022	Sep 09, 2009	4,656	5,328,000	10,000,000	5.000%	Prov of B.C.	Residual	ScotCap	'2009-0406
Jul 13, 2022	Oct 14, 2008	5,020	9,704,600	20,000,000	5.330%	Prov of Ont	Residual	Nesbitt Burns	'2008-0474
Jul 13, 2022	Jun 30, 2009	4,761	5,005,500	10,000,000	5.380%	Prov of Ont	Residual	TDSI	'2009-0319
Jul 13, 2022	Oct 02, 2009	4,667	8,122,500	15,000,000	4.858%	Prov of Ont	Residual	BMO CM	'2009-0441
Aug 19, 2022	Jun 24, 2009	4,804	10,230,200	20,000,000	5.162%	Prov of B.C.	Residual	ScotCap	'2009-0299
Aug 19, 2022	Jun 24, 2009	4,804	1,771,385	3,500,000	5.244%	Prov of B.C.	Residual	TDSI	'2009-0300
Feb 07, 2024	Nov 20, 2009	5,192	9,813,400	20,000,000	5.072%	Prov of Ont	Residual	ScotCap	'2009-0498
Feb 07, 2024	Dec 08, 2009	5,174	3,968,880	8,000,000	5.010%	Prov of Ont	Residual	BMO CM	'2009-0523
Feb 07, 2024	Dec 14, 2009	5,168	4,944,600	10,000,000	5.040%	Prov of Ont	Residual	ScotCap	'2009-0545
Mar 05, 2024	Jul 24, 2009	5,338	573,434	1,232,000	5.301%	Prov of Sask	Coupon	NB FIN	'2009-0355
Aug 23, 2024	Dec 17, 2009	5,363	4,791,300	10,000,000	5.074%	Prov of B.C.	Residual	BMO CM	'2009-0557

Regional Municipality of York

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Sep 05, 2024	Jul 24, 2009	5,522	530,230	1,178,000	5.351%	Prov of Sask	Coupon	NB FIN	'2009-0356
May 30, 2025	Jul 24, 2009	5,789	1,004,844	2,335,000	5.391%	Prov of Sask	Residual	NB FIN	'2009-0357
Jun 02, 2025	Mar 06, 2008	6,297	6,543,000	15,000,000	4.871%	Prov of Ont	Coupon	TDSI	'2008-0108
Jun 01, 2029	Dec 11, 2009	7,112	6,171,877	5,000,000	4.015%	Govt of Cda	Bond	CIBCWM	'2009-0543
	General Fund Total		1,033,335,455	1,198,041,000					

No Of Investments: 254

Average Weighted Term: 2,132.2

Average Days Remaining: 1,799.9

Weighted Rate: 3.320%

Regional Municipality of York

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
Sinking Fund									
Dec 02, 2010	Jan 27, 2003	2,866	104,348	156,000	5.258%	Prov of Ont	Coupon	NB FIN	'2003-0019
Dec 02, 2010	Jan 12, 2005	2,150	104,190	134,000	4.366%	Prov of Ont	Coupon	CIBCWM	'2005-0009
Dec 02, 2010	Jan 09, 2006	1,788	104,458	127,000	4.072%	Prov of Ont	Coupon	Nesbitt Burns	'2006-0006
Dec 02, 2010	Jan 08, 2008	1,059	104,072	117,000	4.122%	Prov of Ont	Coupon	BMO CM	'2008-0003
Dec 02, 2010	Jan 08, 2009	693	104,125	108,000	1.943%	Prov of Ont	Coupon	NB FIN	'2009-0001
Dec 09, 2010	Oct 17, 2001	3,340	891,412	1,547,000	6.213%	Prov of B.C.	Coupon	CIBCWM	'2001-0256
Dec 09, 2010	Jan 16, 2004	2,519	104,386	144,000	4.776%	Prov of B.C.	Coupon	ScotCap	'2004-0008
Dec 18, 2010	Jan 25, 2002	3,249	123,423	208,000	6.043%	Prov of B.C.	Coupon	TDSI	'2002-0028
Dec 20, 2010	Jan 12, 2007	1,438	103,889	122,000	4.166%	Prov of B.C.	Coupon	ScotCap	'2007-0007
Feb 04, 2016	Oct 02, 2009	2,316	932,377	1,180,000	3.750%	Prov of Sask	Coupon	ScotCap	'2009-0431
Feb 23, 2016	Oct 02, 2009	2,335	1,654,546	2,098,000	3.750%	Prov of B.C.	Coupon	ScotCap	'2009-0433
Mar 05, 2016	Oct 02, 2009	2,346	1,936,782	2,459,000	3.750%	Prov of Manit	Coupon	ScotCap	'2009-0435
Aug 23, 2016	Sep 29, 2008	2,885	4,017,645	5,700,000	4.528%	Prov of B.C.	Coupon	TDSI	'2008-0438
Aug 23, 2016	Oct 02, 2009	2,517	5,025,530	6,536,000	3.850%	Prov of B.C.	Coupon	ScotCap	'2009-0437
Sep 05, 2016	Sep 29, 2008	2,898	3,447,026	4,918,000	4.581%	Prov of Manit	Coupon	ScotCap	'2008-0436
Sep 05, 2016	Sep 29, 2008	2,898	4,985,470	7,116,000	4.587%	Prov of Manit	Coupon	BMO CM	'2008-0437
Sep 05, 2016	Sep 28, 2007	3,265	3,765,275	5,706,000	4.761%	Prov of Manit	Coupon	ScotCap	'2007-0236
Sep 05, 2016	Sep 28, 2007	3,265	3,793,650	5,749,000	4.761%	Prov of Manit	Coupon	RBC CM	'2007-0237
Sep 05, 2016	Sep 28, 2007	3,265	2,706,465	4,104,000	4.768%	Prov of B.C.	Coupon	ScotCap	'2007-0239
Sep 05, 2016	Oct 02, 2009	2,530	2,976,380	3,876,000	3.850%	Prov of B.C.	Coupon	ScotCap	'2009-0439
Sep 08, 2016	Sep 28, 2007	3,268	747,555	1,134,000	4.768%	Prov of B.C.	Coupon	ScotCap	'2007-0238
Sep 08, 2016	Sep 28, 2007	3,268	1,478,946	2,246,000	4.782%	Prov of Ont	Coupon	ScotCap	'2007-0241

Investments - Fixed Income Market Securities

As At December 31, 2009

Maturity Date	Settlement Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code
	Sinking Fund Total		39,211,951	55,485,000					

No Of Investments: 22

Average Weighted Term: 2,862.6

Average Days Remaining: 2,321.4

Weighted Rate: 4.423%

Grand Total	1,072,547,406	1,253,526,000

Regional Municipality of York
Investments - Pooled Funds
As At December 31, 2009

	Settlement Date	Settlement Value	Issuer	Sec Type
General Fund				
	Jan 16, 2007	10,000,000	ONE Fund	Pooled Equity
	Apr 25, 2008	2,500,000	ONE Fund	Pooled Equity
	Jun 25, 2008	2,500,000	ONE Fund	Pooled Equity
	Oct 11, 2008	2,500,000	ONE Fund	Pooled Equity
	Nov 11, 2008	2,500,000	ONE Fund	Pooled Equity
	Jan 09, 2009	2,500,000	ONE Fund	Pooled Equity
	Apr 15, 2009	2,500,000	ONE Fund	Pooled Equity
Pooled Equity Total		25,000,000		
	Sep 26, 2008	3,344,035	ONE Fund	Pooled Money Market
Pooled Money Market Total		3,344,035		
Grand Total		28,344,035		

Regional Municipality of York

Investment Transactions - Region of York Securities

For the Year ended December 31, 2009

General Fund

Settlement Date	Maturity Date	Term	Settlement Value	Face Value	Yield	Issuer	Sec Type	Dealer	Ref. Code	Remarks
Feb 02, 2009	Sep 27, 2015	2,428	3,018,024	3,000,000	4.245%	York Region	Bond	CIBCWM	'2009-0043	
Mar 09, 2009	May 30, 2009	82	9,004,420	8,829,000	0.772%	York Region	Bond	CIBCWM	'2009-0088	Sale of 2007-0096
Mar 12, 2009	Jun 19, 2009	99	3,356,593	3,250,000	0.768%	York Region	Bond	RBC CM	'2009-0094	Sale of 2006-0243
Mar 12, 2009	Jul 05, 2009	115	1,377,801	1,350,000	0.760%	York Region	Bond	RBC CM	'2009-0096	Sale of 2008-0268
Mar 13, 2009	May 30, 2010	443	9,690,016	9,213,000	1.129%	York Region	Bond	CIBCWM	'2009-0097	Sale of 2007-0097
Mar 13, 2009	Sep 24, 2009	195	2,918,475	2,800,000	0.833%	York Region	Bond	RBC CM	'2009-0105	Sale of 2008-0032
Mar 13, 2009	Sep 26, 2009	197	1,148,356	1,100,000	0.841%	York Region	Bond	RBC CM	'2009-0106	Sale of 2008-0033
Mar 16, 2009	May 30, 2010	440	9,688,005	9,213,000	1.155%	York Region	Bond	RBC CM	'2009-0111	Sale of 2007-0389
May 27, 2009	May 27, 2015	2,191	3,165,053	3,172,000	3.691%	York Region	Bond	RBC CM	'2009-0232	
May 27, 2009	May 27, 2016	2,557	3,299,804	3,304,000	4.021%	York Region	Bond	RBC CM	'2009-0233	
Oct 05, 2009	Sep 27, 2012	1,088	1,041,533	1,000,000	2.376%	York Region	Bond	ScotCap	'2009-0442	
Oct 08, 2009	Oct 28, 2011	750	1,998,091	1,860,000	1.921%	York Region	Bond	NB FIN	'2009-0448	
	Total		49,706,171	48,091,000						

Regional Municipality of York

Investments Held by Issuer

As At December 31, 2009

Issuer Name	Amount	Limit	% of Limit	% of Total
General Fund				
Federal				
Long-Term Investments				
Government of Canada	65,000,000	1,156,971,239	5.6%	4.2%
Federal Guarantees				
Canada Housing Trust	41,000,000	385,657,080	10.6%	2.7%
Subtotal - Federal Guarantees	41,000,000	771,314,159	5.3%	2.7%
Federal Total	106,000,000	1,542,628,318	6.9%	6.9%
Provincial				
Short-Term Investments				
Province of Ontario	1,900,000	385,657,080	0.5%	0.1%
Subtotal - Prov. (R1 mid rating)	1,900,000	1,234,102,654	0.2%	0.1%
Long-Term Investments				
Province of Alberta	23,000,000	385,657,080	6.0%	1.5%
Province of British Columbia	221,239,000	385,657,080	57.4%	14.3%
Province of Ontario	226,829,000	385,657,080	58.8%	14.7%
Subtotal - Prov. (AAA/AA rating)	471,068,000	1,156,971,239	40.7%	30.5%
Long-Term Investments				
Province of Manitoba	45,805,000	231,394,248	19.8%	3.0%
Province of Newfoundland	15,584,000	231,394,248	6.7%	1.0%
Province of Saskatchewan	55,733,000	231,394,248	24.1%	3.6%
Subtotal - Prov. (A rating)	117,122,000	385,657,080	30.4%	7.6%
Provincial Total	590,090,000	1,234,102,654	47.8%	38.3%

Regional Municipality of York

Investments Held by Issuer

As At December 31, 2009

Issuer Name	Amount	Limit	% of Limit	% of Total
Municipal				
Region of York				
Regional Municipality of York	84,117,000	385,657,080	21.8%	5.5%
Subtotal - Region of York	84,117,000	385,657,080	21.8%	5.5%
Other Municipalities				
B.C. Municipal Finance Authority	6,000,000	77,131,416	7.8%	0.4%
City of London	10,090,000	77,131,416	13.1%	0.7%
City of Ottawa	23,417,000	77,131,416	30.4%	1.5%
City of Saskatoon	3,861,000	77,131,416	5.0%	0.3%
City of Vancouver	2,300,000	77,131,416	3.0%	0.1%
Region of Durham	6,669,000	77,131,416	8.6%	0.4%
Region of Halton	30,078,000	77,131,416	39.0%	1.9%
Region of Waterloo	23,895,000	77,131,416	31.0%	1.5%
Subtotal - Munic. (AAA rating)	106,310,000	539,919,911	19.7%	6.9%
City of Edmonton	4,923,000	77,131,416	6.4%	0.3%
City of Guelph	2,250,000	77,131,416	2.9%	0.1%
City of Regina	6,050,000	77,131,416	7.8%	0.4%
City of Toronto	27,362,000	77,131,416	35.5%	1.8%
City of Windsor	777,000	77,131,416	1.0%	0.1%
City of Winnipeg	12,702,000	77,131,416	16.5%	0.8%
OIPC	1,900,000	77,131,416	2.5%	0.1%
Region of Niagara	12,343,000	77,131,416	16.0%	0.8%
Subtotal - Munic. (AA rating)	68,307,000	385,657,080	17.7%	4.4%
New Brunswick Municipal Finance	9,468,000	30,852,566	30.7%	0.6%
Newfoundland Municipal Finance	1,000,000	30,852,566	3.2%	0.1%
Subtotal - Munic. (A rating)	10,468,000	154,262,832	6.8%	0.7%
Applied Arts, Housing Corp, Education & Hospitals				
Ontario School Boards Finance Corp	32,149,000	77,131,416	41.7%	2.1%
Subtotal - Arts, Housing Corp, Educ & Hospitals	32,149,000	385,657,080	8.3%	2.1%
Municipal Total	301,351,000	539,919,911	55.8%	19.5%

Regional Municipality of York
Investments Held by Issuer
As At December 31, 2009

Issuer Name	Amount	Limit	% of Limit	% of Total
Banks				
Schedule 1 Banks				
Short-Term Investments				
Bank of Nova Scotia	40,500,000	319,753,080	12.7%	2.6%
Royal Bank of Canada	28,000,000	330,761,080	8.5%	1.8%
Toronto Dominion Bank	319,657,875	374,357,080	85.4%	20.7%
Subtotal - Sch. 1 Banks (R1 mid rating)	388,157,875	793,476,991	48.9%	25.2%
Long-Term Investments				
Bank of Nova Scotia	65,904,000	231,394,248	28.5%	4.3%
Royal Bank of Canada	54,896,000	231,394,248	23.7%	3.6%
Toronto Dominion Bank	11,300,000	231,394,248	4.9%	0.7%
Subtotal - Sch. 1 Banks (Long Term)	132,100,000	462,788,495	28.5%	8.6%
Bank Total (Short Term)	388,157,875	793,476,991	48.9%	25.2%
Bank Total (Long Term)	132,100,000	462,788,495	28.5%	8.6%
ONE Fund				
ONE Fund - Money Market	3,344,035	154,262,832	2.2%	0.2%
ONE Fund - Equity Fund	21,585,408	154,262,832	14.0%	1.4%
ONE Fund Total	24,929,443	385,657,080	6.5%	1.6%
General Fund Total	**1,542,628,318**			

Regional Municipality of York
Maturity Distribution of General Fund Fixed Income Investments
As At December 31, 2009

Period	Amount	%
General Fund		
Less than 90 days	320,129,382 (1)	23.7
Less than 1 year	471,750,613 (1)	34.8
From 1 year up to, but not including 5 years	504,157,446	37.3
From 5 years up to, but not including 10 years	244,507,174	18.1
From 10 years up to 30 years	132,578,102	9.8
Total	**1,352,993,330** (1)	**100.0 %**

(1) Includes interest bearing bank balance of $320 million.

2009 Annual Investment Report

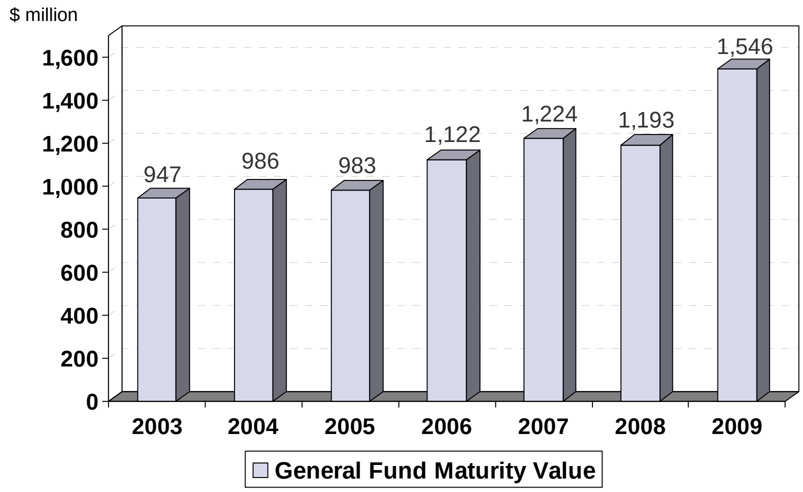
Finance and Administration Committee

February 4, 2010

What Funds are we Investing?

- Day- to- day surpluses
- Reserves
- Sinking Fund

The Maturity Value of our Investments now Exceeds $1.5 Billion



Our Investment Program must meet Regulatory and Policy Requirements

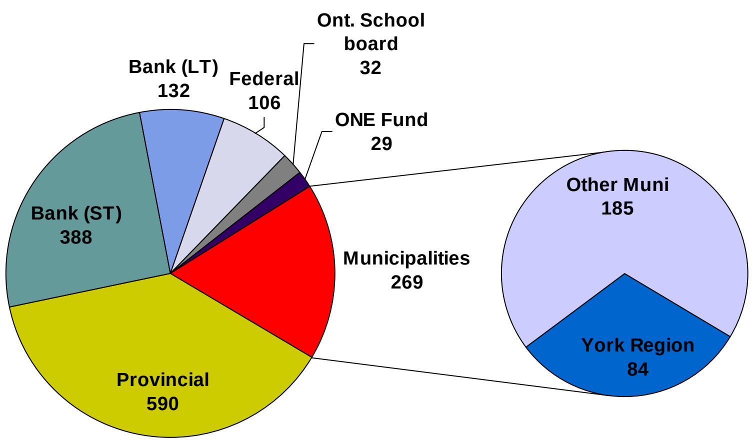
- Provincial Regulation
  438/97 of the Municipal Act
  - Allowable Investments by:
    - Category/credit rating of issuers
  - Requirement for Municipal Investment Policy

- Investment Policy Objectives:
1. Adherence to statutory requirements
2. Preservation of capital
3. Maintaining liquidity
4. Earning a competitive rate of return

The Region can Invest in a Wide Range of Allowable Investments

- Any bond, debenture, or other indebtedness issued or guaranteed by:
  - Canada, Province/Territory, municipality, including one's own municipality
  - School Boards, Conservation Authorities, Non-profit Housing Corporations, Public Hospitals
  - Ontario Infrastructure Projects Corporation
  - Municipal Financing Authority of British Columbia
  - Schedule I, II or III banks, credit unions, loan corporations
  - Corporation commercial paper under one year term
- Share Equity (which must be managed through the Local Authority Services Limited (LAS))

A Snapshot of our Investment Holdings – at the End of 2009 ($ millions)



Maturity Value of Investments – $1.546 Billion

Our Long Term Investment Strategy is Defensive but Opportunistic

- Defensive
  - Heavy reliance on government securities
  - Corporate bonds are predominately short term high quality
  - Maintain appropriate but not excessive liquidity
  - Average term of portfolio well within life of reserves
- But….Opportunistic
  - Active management has produced consistent history of capital gains
  - Support municipal sector
  - Risks are quantified and managed

Term of Investments is Shaped by our Cash Flow Needs

- Short term cash flow needs
  - Both capital and operating
  - Delayed income until end of April
  - Many large capital-related expenditures
- Long term cash flows needs
  - Expected Reserve life
  - Ability to issue long term debt
  - Council directives

The External Environment was Challenging in 2009

- Economic Slowdown resulting from the housing/mortgage/credit crisis has led to increasing unemployment and slow growth
- The Capital Market has focused on quality investments, including government bonds
- Credit spreads widened considerably in 2008, before contracting in 2009
- Need to constantly review and adjust investment portfolio

We Adopted an Investment Strategy in 2009 to Optimize our Returns in Challenging Times while meeting our Policy Objectives

- Maintained liquidity to ensure ability to self-finance
- Took advantage of narrowing spreads in 2009 realizing record capital gains
- Supported municipal bond market
- Extended term as rates slowly increased

We have Earned Nearly $120 Million in Investment Income in the Past Two Years

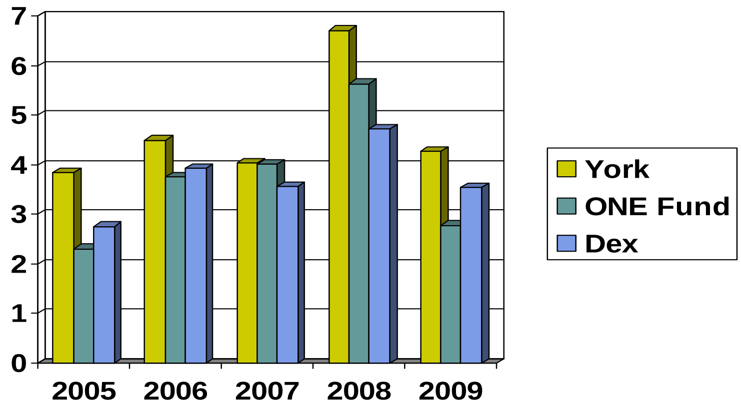
Year	Average Assets ($millions)	Realized		Mark-to Market Adjustments ($millions)	Total (M-T-M)	
		Income ($millions)	Return (%)		Income ($millions)	Return (%)
2009	1,218	62.6	5.14	(10.0)	52.6	4.32
2008	1,127	56.4	5.00	19.7	76.1	6.75

*these returns do not reflect program costs of approximately $425,000 or 4 basis points

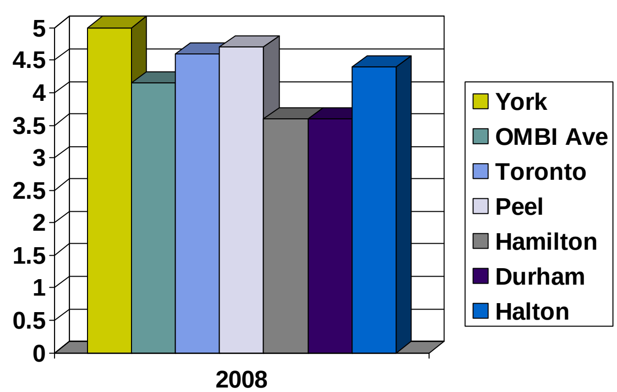
We Measure our Performance Against a Variety of Benchmarks

- Index–related - DEX
- Managed Fund- ONE Funds Composite
- Peer comparison – OMBI Results

Our Investment Returns Have Exceeded Benchmarks for the Past 5 Years



In 2008 the Region had the Highest Investment Return of any Municipality in Ontario



Investment Themes for 2010

- Term exposures to be extended to continue matching reserve and reserve funds
- Maintaining appropriate liquidity through cash flow management and marketable short term securities
- Value added opportunities will be limited – exposure to credit risk will be restricted

Questions