

<b>Subject</b>	<b>Quarterly Sales Tax and Investment Report for Quarter Ended March 31, 2008</b>
<b>Summary of Issues</b>	<p>This report contains a summary of sales tax revenues and investment holdings for the reporting period ending March 31, 2008. Cumulative sales tax revenues received through this period totaled \$56,009,369. In comparison to the prior year, year to date sales tax revenues decreased by \$268,000 or -0.48%.</p> <p>Investment holdings of the Authority totaled \$98,190,791 which is a decrease of \$15,840,776 from the prior period. Of the decrease, \$27,234,150 was from principal and interest payments for the 1993 and 2002 bonds and \$402,222 was for payment of interest on Measure J Commercial Paper. The decreases were partially offset by an \$8,200,000 increase in the cash balance.</p> <p>All funds have been invested in accordance with State law and the Authority’s investment policy.</p>
<b>Recommendation</b>	It is recommended that the accompanying reports be accepted.
<b>Financial Implications</b>	There is no financial impact of the recommendation.
<b>Options</b>	Not applicable
<b>Attachments</b>	<ul style="list-style-type: none"> <li>A. Sales Tax Revenues Comparison</li> <li>B. Summary of Investment Portfolio</li> <li>C. Report of Quarterly Security Holdings</li> </ul>
<b>Changes from Committee</b>	

### Background

Cumulative sales tax revenue was \$56,009,369 which is a decrease of \$268,000 or -0.48% over the same period last year. Sales tax revenue is reporting sales for the months of June 2007 through February 2008. Sales from December 2007 through February 2008 are estimated and will be adjusted in June 2008.

Analysis of sales tax revenue received by the Authority through December shows sales tax revenue from new motor vehicle sales, retail sales, and lumber and building dealers decreased. Partially offsetting the decreased sales tax revenue is increased sales tax revenue from service stations reflecting the increased price of gas. Overall, for nine months of the year the Authority’s sales tax revenue is close to last year’s.

Taxable retail sales slowed during the last half of 2007 and first quarter of 2008. Other factors which are impacting retail sales include sluggish job growth, rising unemployment, weakening consumer confidence, and fallout from the subprime mortgage crisis. Staff is monitoring this situation closely.

**Attachment B**

**Contra Costa Transportation Authority  
Summary of Investment Portfolio**

<u>Investment Categories</u>	<u>December 31, 2007</u>	<u>March 31, 2008</u>	<u>Change During Quarter</u>
	<u>Invested Balances</u>	<u>Invested Balances</u>	
<b>Cash and Investments:</b>			
Cash within County Treasury	\$ 1,678,989	\$ 9,883,504	\$ 8,204,515
Local Agency Investment Fund (LAIF)	22,052,080	22,332,032	279,952
Sales Tax Portfolio - Projects	37,431,456	32,177,685	(5,253,771)
Sales Tax Portfolio - Local Street Maint.	7,659,987	7,733,444	73,457
Transportation for Clean Air Funds	1,846,500	2,116,870	270,370
Measure J Commercial Paper Proceeds	18,052,456	15,428,610	(2,623,846)
<b>Total Cash and Investments</b>	<b>88,721,468</b>	<b>89,672,145</b>	<b>950,677</b>
<b>Debt Service Accounts:</b>			
1993 Bond Interest and Principal Funds	14,763,897	1,732,694	(13,031,203)
2000 Bond Reserve Fund	2,608,572	2,626,810	18,238
2000 Bond Interest and Principal Funds	2,156,735	3,497,800	1,341,065
2002 Bond Interest and Principal Funds	5,780,895	661,342	(5,119,553)
<b>Total Debt Service Accounts</b>	<b>25,310,099</b>	<b>8,518,646</b>	<b>(16,791,453)</b>
<b>Grand Total of All Invested Funds</b>	<b>114,031,567</b>	<b>98,190,791</b>	<b>(15,840,776)</b>

**Contra Costa Transportation Authority Security Holdings  
First Quarter 2008  
as of March 31, 2008**

<u>Name of Security</u>	<u>Coupon</u>	<u>Maturity</u>	<u>Par</u>	<u>Credit Quality</u>
<b>Sales Tax Revenue Fund</b>				
FHLB TAP BONDS	4.00%	5/15/2008	2,000,000	AAA
US TREASURY NOTES	4.88%	5/31/2008	1,500,000	TSY
FHLB TAP BONDS	3.75%	8/15/2008	2,035,000	AAA
FNMA GLOBAL BENCHMARK NOTES	5.00%	9/15/2008	2,000,000	AAA
FNMA GLOBAL BENCHMARK NOTES	5.00%	9/15/2008	1,000,000	AAA
FNMA GLOBAL BENCHMARK NOTES	4.50%	10/15/2008	1,000,000	AAA
FHLB TAP BONDS	4.75%	12/12/2008	1,500,000	AAA
FHLMC GLOBAL REFERENCE NOTES	4.63%	12/19/2008	2,000,000	AAA
FNMA GLOBAL BENCHMARK NOTES	5.25%	1/15/2009	1,500,000	AAA
FFCB DESIGNATED BONDS	3.75%	1/15/2009	1,500,000	AAA
FFCB DESIGNATED BONDS	3.75%	1/15/2009	1,000,000	AAA
US TREASURY NOTES	4.50%	2/15/2009	1,500,000	TSY
FHLMC GLOBAL REFERENCE NOTES	4.88%	2/17/2009	2,000,000	AAA
WACHOVIA CORPORATION GLOBAL SR NOTES	3.63%	2/17/2009	1,000,000	AA-
FHLB GLOBAL BONDS	5.00%	2/20/2009	2,000,000	AAA
FHLMC GLOBAL REFERENCE NOTES	5.75%	3/15/2009	2,000,000	AAA
FHLMC GLOBAL REFERENCE NOTES	6.63%	9/15/2009	1,000,000	AAA
FHLB GLOBAL BONDS	4.25%	11/20/2009	1,000,000	AAA
US TREASURY NOTES	3.13%	11/30/2009	1,000,000	TSY
FFCB BONDS	4.25%	5/5/2010	2,000,000	AAA
US TREASURY NOTES	4.13%	8/15/2010	<u>1,000,000</u>	TSY
			<b>31,535,000</b>	

**Contra Costa Transportation Authority Transactions**  
**First Quarter 2008**  
**as of March 31, 2008**

<u>Transaction</u>	<u>Sale or Purchase Date</u>	<u>Name of Security</u>	<u>Coupon</u>	<u>Sale Or Purchase Price</u>	<u>Maturity</u>	<u>Par</u>	<u>Broker/Dealer</u>	<u>Credit Rating</u>
<b>Sales Tax Revenue Fund</b>								
Maturity	1/2/2008	MORGAN STANLEY COMM PAPER	-	1,017,000	1/2/2008	1,017,000	Maturity	A-1+
Maturity	2/15/2008	CITIGROUP GLOBAL MARKETS GLOBAL NOTES	-	1,700,000	2/15/2008	1,700,000	Maturity	AA
Maturity	3/3/2008	FHLMC DISC NOTE	-	1,000,000	3/3/2008	1,000,000	Maturity	A-1+
Maturity	3/10/2008	WELLS FARGO & COMPANY GLOBAL SR NOTES	-	1,920,000	3/10/2008	1,920,000	Maturity	AA+
<b>CAMP- 1993 Principal Fund</b>								
Purchase	1/10/2008	FHLB DISC NOTE	-	1,552,298	2/29/2008	1,560,000	Barclays	A-1+
Sale	1/23/2008	FHLB DISC NOTE	-	1,555,270	2/29/2008	1,560,000	Bank of America	A-1+
Sale	1/23/2008	FHLMC DISC NOTE	-	6,234,997	2/21/2008	6,250,000	JP Morgan Chase	A-1+
Sale	1/23/2008	FNMA DISC NOTE	-	3,171,197	2/25/2008	3,180,000	Citigroup	A-1+
Sale	1/23/2008	FNMA DISC NOTE	-	1,605,003	2/29/2008	1,610,000	Citigroup	A-1+
Sale	1/23/2008	FNMA DISC NOTE	-	3,205,021	2/29/2008	3,215,000	Citigroup	A-1+
<b>CAMP- 1993 Interest Fund</b>								
Purchase	1/10/2008	FHLB DISC NOTE	-	194,037	2/29/2008	195,000	Barclays	A-1+
Sale	1/23/2008	FHLB DISC NOTE	-	194,409	2/29/2008	195,000	Bank of America	A-1+
Sale	1/23/2008	FHLMC DISC NOTE	-	588,584	2/21/2008	590,000	JP Morgan Chase	A-1+
<b>CAMP- 2002 Principal Fund</b>								
Purchase	1/10/2008	FHLB DISC NOTE	-	616,939	2/29/2008	620,000	Barclays	A-1+
Sale	1/23/2008	FHLB DISC NOTE	-	618,120.19	02/29/2008	620,000	Bank of America	A-1+
Sale	1/23/2008	FHLMC DISC NOTE	-	2,474,046.62	02/21/2008	2,480,000	JP Morgan Chase	A-1+
Sale	1/23/2008	FNMA DISC NOTE	-	1,261,498.06	02/25/2008	1,265,000	Citigroup	A-1+
Sale	1/23/2008	FNMA DISC NOTE	-	633,029.03	02/29/2008	635,000	Citigroup	A-1+
Sale	1/23/2008	FNMA DISC NOTE	-	1,271,042.54	02/29/2008	1,275,000	Citigroup	A-1+
<b>CAMP- 2002 Interest Fund</b>								
Purchase	1/10/2008	FHLB DISC NOTE	-	54,728	2/29/2008	55,000	Barclays	A-1+
Sale	1/23/2008	FHLB DISC NOTE	-	54,833	2/29/2008	55,000	Bank of America	A-1+
Sale	1/23/2008	FHLMC DISC NOTE	-	149,640	2/21/2008	150,000	JP Morgan Chase	A-1+