



Monroe County Water Authority

Investment Report

For Year Ending

December 31, 2010



MONROE COUNTY WATER AUTHORITY
P.O. Box 10999 • 475 Norris Drive • Rochester, New York 14610-0999
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I certify that the 2010 Investment Report submission is complete and, to the best of my knowledge and belief after reasonable inquiry, the information provided in the submission is accurate and correct.

MONROE COUNTY WATER AUTHORITY

By: *Nicholas Noce*

Nicholas Noce, Interim Executive Director
& Director of Finance & Business Services

Date: 3/10/11

MONROE COUNTY WATER AUTHORITY
DECEMBER 31, 2010 INVESTMENT REPORT

MONROE COUNTY WATER AUTHORITY HELD FUNDS

	<u>Cash on Hand</u>	<u>Repo/Money Market/CD's</u>
Beginning Balance: As of 1/1/10		
Water Revenue*	137,050	\$4,078,031
Operations & Maintenance*	242,673	6,375,026
General Fund	0	4,665,566
Renewal & Replacement	0	11,652,781
Debt Service	0	1,737,000
Subordinated Indebtness	0	858,321
OPEB Fund	0	2,500,000
Retirement New York State	0	0
Total	\$379,723	\$31,866,725
Ending Balance: As of 12/31/10		
Water Revenue*	347,371	\$4,037,853
Operations & Maintenance*	953,518	4,952,962
General Fund	0	2,226,266
Renewal & Replacement	0	12,413,646
Debt Service	0	1,500,000
Subordinated Indebtness	0	512,945
OPEB Fund	0	5,000,000
Retirement New York State	0	0
Total	\$1,300,889	\$30,643,672
Interest Received:	December 31	December 31
	2009	2010
CD's/Money Market	\$340,695	\$167,256
Accrued Interest	\$33,211	\$0
* Earnings Credit		

TRUSTEE HELD FUNDS

Beginning Balance: As of 1/1/10	
Debt Service	\$114,482
Debt Service Reserve*	\$553,384
Capital Improvement Fund*	\$6,184,508
New Construction Fund*	\$27,717,208
Ending Balance: As of 12/31/10	
Debt Service	\$163,284
Debt Service Reserve*	\$2,142,873
2010 A & B Capital Interest	\$2,551,252
Capital Improvement Fund*	\$7,594,465
New Construction Fund*	\$19,232,618
2010 Construction Fund^	\$94,791,717
Accrued Interest - 12/31/10	\$10,188
Interest Received - 12/31/10	\$110,824
*reported at original cost	

**Monroe County Water Authority
Trustee Investments
As of December 31, 2010**

<u>FUND</u>	<u>TYPE</u>	<u>PURCHASE DATE</u>	<u>MATURITY DATE</u>	<u>DAYS TO MATURITY</u>	<u>FACE VALUE</u>	<u>PURCHASE PRICE</u>	<u>VALUE* 12/31/2010</u>	<u>INTEREST RATE</u>	<u>(PREMIUM) DISCOUNT AMORT</u>	<u>ACCRUED INTEREST</u>	
93 B DSR	T-NOTE	11/22/10	10/31/17	2496	\$ 249,000.00	\$ 245,525.67	\$ 236,705.63	1.97%	\$ 53.45	\$ -	
	T-NOTE	11/22/10	11/15/20	3607	244,000.00	239,844.38	230,160.63	2.78%			
	average days to maturity				3052	\$ 493,000.00	\$ 485,370.05	\$ 466,866.26			
						weighted average yield		2.36%			
2010 DSR	T-BILLS	10/07/10	04/07/11	97	\$ 11,000.00	\$ 10,993.88	\$ 10,996.04	0.13%	(1,245.03)	3.00	
	T-BILLS	12/23/10	06/23/11	174	4,000.00	3,997.37	3,996.56	0.11%			
	T-NOTE	04/09/10	04/30/11	120	321,000.00	322,806.70	321,728.67	0.87%			
	T-NOTE	04/09/10	03/31/12	456	324,000.00	324,697.18	326,480.63	0.99%			
	T-NOTE	11/23/10	11/15/20	3607	501,000.00	492,467.34	472,583.91	2.78%			
	T-NOTE	11/02/10	10/31/17	2496	507,000.00	499,925.77	481,966.88	1.97%			
	average days to maturity				1158	\$ 1,668,000.00	\$ 1,654,888.24	\$ 1,617,752.69			
					weighted average yield		1.77%				
93 B INT	T-BILLS	08/02/10	01/27/11	27	\$ 13,000.00	\$ 12,990.36	\$ 12,999.48	0.10%		5.00	
	T-BILLS	12/03/10	01/27/11	27	86,000.00	85,986.86	85,996.56	0.10%			
	T-BILLS	12/07/10	01/27/11	27	9,000.00	8,999.24	8,999.64	0.10%			
	average days to maturity				27	\$ 108,000.00	\$ 107,976.46	\$ 107,995.68			
					weighted average yield		0.10%				
93 B PRIN	T-BILLS	08/02/10	01/27/11	27	\$ 54,000.00	\$ 53,959.95	\$ 53,976.78	0.15%		34.00	
	average days to maturity				27	weighted average yield		0.15%			
CAP IMPROVE	T-BILLS	07/15/10	01/13/11	13	\$ 463,000.00	\$ 462,672.30	\$ 462,995.37	0.14%		303.00	
	T-BILLS	07/22/10	01/20/11	20	300,000.00	299,787.67	299,994.00	0.13%			
	T-BILLS	08/13/10	02/10/11	41	718,000.00	717,566.81	717,928.20	0.11%			
	T-BILLS	09/16/10	02/10/11	41	1,332,000.00	1,331,401.71	1,331,866.80	0.11%			
	T-BILLS	08/23/10	02/10/11	41	245,000.00	244,860.35	244,975.50	0.11%			
	T-BILLS	09/10/10	03/03/11	62	1,781,000.00	1,779,967.02	1,780,643.80	0.12%			
	T-BILLS	10/14/10	04/14/11	104	838,000.00	837,576.34	837,684.56	0.10%			
	T-BILLS	11/04/10	04/14/11	104	300,000.00	299,848.33	1,343,825.28	0.10%			
	T-BILLS	11/16/10	05/12/11	132	452,000.00	451,711.10	451,764.96	0.13%			
	T-BILLS	12/14/10	06/09/11	160	1,152,000.00	1,151,320.32	1,151,170.56	0.12%			
	T-BILLS	12/29/10	06/23/11	174	17,000.00	16,990.03	16,985.38	0.12%			
	average days to maturity				81	\$ 7,598,000.00	\$ 7,593,701.98	\$ 8,639,834.41			
						weighted average yield		0.11%			
	NEW CONST	T-BILLS	07/01/10	01/13/11	13	\$ 2,000,000.00	\$ 1,998,190.00	\$ 1,999,980.00			0.15%
T-BILLS		07/15/10	01/13/11	13	738,000.00	737,477.66	737,992.62	0.15%			
T-BILLS		07/22/10	01/20/11	20	300,000.00	299,787.67	299,994.00	0.13%			
T-BILLS		07/01/10	02/10/11	41	2,000,000.00	1,997,785.54	1,999,800.00	0.15%			
T-BILLS		08/23/10	02/10/11	41	716,000.00	715,591.88	715,928.40	0.15%			
T-BILLS		08/27/10	02/10/11	41	414,000.00	413,769.54	413,958.60	0.15%			
T-BILLS		09/20/10	03/17/11	76	500,000.00	499,653.89	499,890.00	0.14%			
T-BILLS		09/30/10	03/24/11	83	18,000.00	17,989.44	17,995.32	0.12%			
T-BILLS		10/07/10	04/07/11	97	800,000.00	799,555.11	799,712.00	0.10%			
T-BILLS		10/02/10	04/07/11	97	337,000.00	336,849.29	336,878.68	0.10%			
T-BILLS		10/14/10	04/14/11	104	2,410,000.00	2,408,781.61	2,409,084.20	0.10%			
T-BILLS		11/02/10	04/28/11	118	300,000.00	299,852.50	299,868.00	0.10%			

**Monroe County Water Authority
Trustee Investments
As of December 31, 2010**

<u>FUND</u>	<u>TYPE</u>	<u>PURCHASE DATE</u>	<u>MATURITY DATE</u>	<u>DAYS TO MATURITY</u>	<u>FACE VALUE</u>	<u>PURCHASE PRICE</u>	<u>VALUE* 12/31/2010</u>	<u>INTEREST RATE</u>	<u>(PREMIUM)</u>	
									<u>DISCOUNT AMORT</u>	<u>ACCRUED INTEREST</u>
NEW CONST cont'd	T-BILLS	11/18/10	05/12/11	132	5,000.00	4,997.08	4,997.40	0.11%	-	1.00
	T-BILLS	11/26/10	05/12/11	132	2,017,000.00	2,015,783.64	2,015,951.16	0.11%	-	255.00
	T-BILLS	12/09/10	05/12/11	132	2,576,000.00	2,574,898.04	2,574,660.48	0.11%	-	157.00
	T-BILLS	12/02/10	06/02/11	153	601,000.00	600,574.63	600,609.35	0.14%	-	68.00
	T-BILLS	12/16/10	06/09/11	160	1,086,000.00	1,085,366.50	1,085,218.08	0.12%	-	54.00
	T-BILLS	12/30/10	06/23/11	174	15,000.00	14,990.52	14,987.10	0.17%	-	-
	T-BILLS	12/31/10	06/23/11	174	2,000,000.00	1,998,275.46	1,998,280.00	0.17%	-	-
	FNMA POOL	01/27/04	02/01/17	2224	390,411.88	411,518.65	420,485.31	5.10%	(11,226.44)	-
			average days to maturity	201	\$ 19,223,411.88	\$ 19,231,688.65	\$ 19,246,270.70			
						weighted average yield	0.24%			
2010 CONST	T-BILLS	04/09/10	01/13/11	13	\$ 400,000.00	\$ 399,137.45	\$ 399,996.00	0.20%		822.00
	T-BILLS	08/16/10	01/13/11	13	305,000.00	304,872.92	304,996.95	0.20%		116.00
	T-BILLS	09/16/10	02/10/11	41	494,000.00	493,778.11	493,950.60	0.11%		160.00
	T-BILLS	10/08/10	04/07/11	97	209,000.00	208,894.92	208,924.76	0.10%		49.00
	T-BILLS	10/13/11	04/07/11	97	30,000.00	29,985.33	29,989.20	0.10%		7.00
	T-NOTE	4/9/2010	04/30/11	120	396,000.00	398,228.83	396,898.92	0.87%	(1,535.93)	
	T-BILLS	11/18/10	05/12/11	132	693,000.00	692,595.75	692,639.64	0.12%		99.00
	T-BILLS	12/16/10	06/09/11	160	723,000.00	722,648.54	722,479.44	0.10%		30.00
			average days to maturity	84	\$ 3,250,000.00	\$ 3,250,141.85	\$ 3,249,875.51			
						weighted average yield	0.22%			
2010 A CONST	T-BILLS	12/23/10	01/13/11	13	\$ 1,671,000.00	\$ 1,670,990.25	\$ 1,670,983.29	0.01%		4.00
			average days to maturity	13				0.01%		
2010 B CONST	T-BILLS	12/23/10	01/13/11	13	\$ 5,000,000.00	\$ 4,999,941.67	\$ 4,999,950.00	0.01%		22.00
	T-BILLS	12/23/10	01/27/11	27	50,000,000.00	49,999,941.67	49,998,000.00	0.01%		13.00
	T-BILLS	12/23/10	01/27/11	27	34,872,000.00	34,871,321.93	34,870,605.12	0.01%		155.00
				average days to maturity	22	\$ 89,872,000.00	\$ 89,871,205.27	\$ 89,868,555.12		
						weighted average yield	0.01%			
2010 A CAP INT	T-BILLS	12/23/10	01/27/11	27	\$ 42,000.00	\$ 41,998.78	\$ 41,998.32	0.02%		
			average days to maturity	27				0.02%		
						weighted average yield	0.02%			
2010 B CAP INT	T-BILLS	12/23/10	01/27/11	27	\$ 2,508,000.00	\$ 2,507,926.85	\$ 2,507,899.68	0.02%		17.00
			average days to maturity	27						
						weighted average yield	0.02%			
TOTAL			Totals		\$ 126,487,411.88	\$ 126,469,848.33	\$ 127,472,008.44		\$ (13,969.72)	\$ 10,188.00
% In T-Bills	97.67%									
% in FNMA Pool	0.31%		Portfolio average days	429			Portfolio weighted average yield	0.46%		
% In T-Notes	2.02%									
	<u>100.00%</u>									

**BANK OF NEW YORK
STATEMENT OF CHANGES IN TRUSTEE FUNDS
FOR PERIOD ENDING DECEMBER 31, 2010**

	Debt Service Reserve Funds	Debt Service Funds	Capital Improvement Fund	New Construction Funds	Total
CASH RECEIPTS					
Cash Balance-Jan 1	\$ 389	\$ 492	\$ -	\$ -	\$ 881
Investment Liquidations	3,583,077	126,984	25,014,400	58,406,233	87,130,694
Interest Received	18,425	16	8,899	78,201	105,541
Transfer from Other Funds	1,631,000	14,621,093	2,301,761	2,800,000	21,353,854
Total	\$ 5,232,891	\$ 14,748,585	\$ 27,325,060	\$ 61,284,434	\$ - \$ 108,590,970
CASH DISBURSEMENTS					
Property Additions	\$ -	\$ -	\$ 900,704	\$ 10,006,040	\$ 10,906,744
Interest to Bondholders	-	1,917,262	-	-	1,917,262
Bond Maturities & Purchases	-	5,064,986	-	-	5,064,986
Investment Purchases	5,152,917	7,755,944	26,424,356	49,921,632	89,254,849
Transfers to Other Funds	78,980	10,000	-	1,356,762	1,445,742
Cash Bal 12/31/10	994	393	-	-	1,387
Total	\$ 5,232,891	\$ 14,748,585	\$ 27,325,060	\$ 61,284,434	\$ - \$ 108,590,970
Investments at December 31					
Investments (at cost)	\$ 2,140,258	\$ 161,936	\$ 7,593,702	\$ 19,231,688	\$ 29,127,584
Accrued Interest	3	46	2,397	6,248	8,694
Total	\$ 2,140,261	\$ 161,982	\$ 7,596,099	\$ 19,237,936	\$ - \$ 29,136,278
Cash & Investment Balance at 1/1/10	\$ 553,384	\$ 114,482	\$ 6,184,508	\$ 27,717,208	\$ - \$ 34,569,582
Cash & Investment Balance at 12/31/10	\$ 2,142,873	\$ 163,284	\$ 7,594,465	\$ 19,232,618	\$ - \$ 29,133,240

BANK OF NEW YORK
STATEMENT OF CHANGES IN TRUSTEE FUNDS
FOR PERIOD ENDING DECEMBER 31, 2010

	2010 Series Construction	2010 A Construction	2010 B Construction	Capital Interest 2010 A	Capital Interest 2010 B	Total
CASH RECEIPTS						
Cash Balance Jan 1	\$ -	\$ -	\$ -	\$ -	\$ -	-
Investment Liquidations	5,225,645	-	-	-	-	5,225,645
Interest Received	5,283	-	-	-	-	5,283
Transfer from Other Funds	5,380,000	1,671,686	89,870,428	42,754	2,508,525	99,473,393
Total	\$ 10,610,928	\$ 1,671,686	\$ 89,870,428	\$ 42,754	\$ 2,508,525	\$ 104,704,321
CASH DISBURSEMENTS						
Property Additions	\$ 2,506,698	\$ -	\$ -	\$ -	\$ -	2,506,698
Interest to Bondholders	-	-	-	-	-	-
Bond Maturities & Purchases	-	-	-	-	-	-
Investment Purchases	8,103,854	1,671,686	89,870,428	42,754	2,508,525	102,197,247
Transfers to Other Funds	-	-	-	-	-	-
Cash Bal 12/31/10	376	-	-	-	-	376
Total	\$ 10,610,928	\$ 1,671,686	\$ 89,870,428	\$ 42,754	\$ 2,508,525	\$ 104,704,321
Investments at December 31						
Investments (at cost)	\$ 3,250,141	\$ 1,670,990	\$ 89,869,377	\$ 41,998	\$ 2,507,926	\$ 97,340,432
Accrued Interest	1,283	4	190	-	17	1,494
Total	\$ 3,251,424	\$ 1,670,994	\$ 89,869,567	\$ 41,998	\$ 2,507,943	\$ 97,341,926
Cash & Investment Balance at 1/1/10	\$ -	\$ -	\$ -	\$ -	\$ -	-
Cash & Investment Balance at 12/31/10	\$ 3,250,518	\$ 1,671,686	\$ 89,869,513	\$ 42,754	\$ 2,508,498	\$ 97,342,969

**MONROE COUNTY WATER AUTHORITY
EXISTING LOCAL INVESTMENTS AS OF DECEMBER 31, 2010**

SETTLEMENT DATE	TYPE OF SECURITY	HELD AT	MATURITY DATE	INTEREST RATE	PURCHASE AMOUNT	INTEREST AT MATURITY	ACCRUED INTEREST
12/31/10	MONEY MARKET	CITIZENS	12/31/10	0.35%	\$ 362.01	\$ -	\$ -
12/31/10	MONEY MARKET	CITIZENS	12/31/10	0.35%	674.78	-	-
12/31/10	MONEY MARKET	FIRST NIAGARA	12/31/10	0.50%	4,504,965.53	-	-
12/31/10	MONEY MARKET	HSBC	12/31/10	0.45%	8,827,130.59	-	-
12/31/10	MONEY MARKET -O/MII	M & T	12/31/10	0.45%	4,942,307.59	-	-
12/31/10	MONEY MARKET -INVES	M & T	12/31/10	0.45%	8,319,724.23	-	-
12/31/10	MONEY MARKET - W/R	M & T	12/31/10	0.45%	4,037,853.59	-	-
12/31/10	MONEY MARKET	US BANK	12/31/10	0.00%	10,654.22	-	-
					\$ 30,643,672.54	\$ -	\$ -

% OF PORTFOLIO HELD AT HSBC	28.81%
% OF PORTFOLIO HELD AT M & T	56.46%
% OF PORTFOLIO HELD AT US BANK	0.03%
% OF PORTFOLIO HELD AT FIRST NIAGARA	14.70%
% OF PORTFOLIO HELD AT CITIZENS	0.00%
% OF PORTFOLIO IN CD'S	0.00%
% OF PORTFOLIO IN MONEY MARKET	100.00%

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**MONROE COUNTY WATER AUTHORITY
LOCAL INVESTMENT HISTORY
JANUARY 1, 2010 Thru DECEMBER 31, 2010**

BANK	FUND	SETTLEMENT DATE	MATURITY DATE	INTEREST YIELD	PURCHASE AMOUNT	MATURITY AMOUNT	INTEREST RECEIVED	ACCRUED INTEREST
INVESTMENTS PURCHASED IN 2009 AND MATURED IN 2010								
CITIZENS	R & R	08/17/09	01/21/10	0.45%	600,000.00	601,177.50	\$ 1,177.50	\$ -
CITIZENS	GENERAL FUND	05/20/09	01/21/10	1.05%	432,000.00	435,099.60	3,099.60	
HSBC	R & R	08/05/09	02/04/10	0.60%	401,686.67	402,911.81	1,225.14	
HSBC	R & R	08/06/09	02/04/10	0.60%	762,521.67	764,834.65	2,312.98	
CITIZENS	R & R	08/13/09	04/06/10	0.87%	518,916.99	521,876.55	2,959.56	
CITIZENS	SUB INDEBTNESS	06/10/09	04/06/10	1.29%	507,489.57	512,945.08	5,455.51	
CITIZENS	R & R	06/10/09	04/06/10	1.29%	515,033.95	520,570.56	5,536.61	
CITIZENS	R & R	06/11/09	04/07/10	1.29%	616,887.38	623,518.92	6,631.54	
CITIZENS	R & R	08/26/09	04/07/10	0.79%	451,209.30	453,427.24	2,217.94	
CITIZENS	OPEB	06/18/09	04/14/10	1.14%	852,059.67	860,154.24	8,094.57	
HSBC	SUB INDEBTNESS	08/17/09	05/04/10	0.85%	150,000.00	150,920.83	920.83	
HSBC	R & R	09/17/09	05/27/10	0.70%	524,815.67	527,387.27	2,571.60	
HSBC	R & R	09/24/09	05/27/10	0.70%	402,730.00	404,648.56	1,918.56	
HSBC	R & R	09/23/09	06/02/10	0.70%	319,212.66	320,776.80	1,564.14	
HSBC	DEBT SEVICE	09/30/09	06/09/10	0.60%	661,000.00	663,776.20	2,776.20	
HSBC	R & R	10/08/09	06/10/10	0.60%	617,647.02	620,169.08	2,522.06	
HSBC	GENERAL FUND	10/16/09	06/23/10	0.60%	457,130.77	459,035.48	1,904.71	
HSBC	DEBT SERVICE	10/21/09	07/07/10	0.60%	359,000.00	360,549.68	1,549.68	
HSBC	R & R	11/12/09	07/15/10	0.55%	510,173.84	512,083.45	1,909.61	
HSBC	R & R	12/18/09	08/24/10	0.45%	522,944.61	524,572.28	1,627.67	
HSBC	SUB INDEBTNESS	12/22/09	08/25/10	0.45%	200,831.11	201,448.67	617.56	
INVESTMENTS PURCHASED AND MATURED IN 2010								
HSBC	GENERAL FUND	01/21/10	09/28/10	0.40%	435,099.60	436,308.21	1,208.61	
HSBC	R & R	02/04/10	10/07/10	0.40%	402,911.81	404,008.63	1,096.82	
TOTALS					\$ 11,221,302.29	\$ 11,282,201.29	\$ 60,899.00	\$ -
WEIGHTED AVERAGE YIELD		0.76%		AVERAGE DAYS TO MATURITY		246		

**MONROE COUNTY WATER AUTHORITY
MONEY MARKET
AS OF DECEMBER 31, 2010**

BANK	FUND	ENDING BALANCE 12/31/10
CITIZENS	R & R Money Market	\$ -
	General Fund Interest	674.78
		<hr/> \$ 674.78
	Interest Earned as of December 31, 2010	\$ 20,203.35
	Weighted Average Yield	0.35%
	General Fund	\$ -
	General Fund Interest	362.01
		<hr/> \$ 362.01
	Interest Earned as of December 31, 2010	\$ 10,993.75
	Weighted Average Yield	0.35%
M & T Bank	O & M	\$ 4,900,000.00
	General Fund Interest	42,307.59
		<hr/> \$ 4,942,307.59
	Interest Earned as of December 31, 2010	\$ 20,307.24
	Weighted Average Yield	0.45%
	Debt Service	\$ 1,500,000.00
	OPEB	5,000,000.00
	Sub Indebtness	512,945.08
	General Fund Interest	1,306,779.15
		<hr/> \$ 8,319,724.23
Interest Earned as of December 31, 2010	\$ 21,650.16	
Weighted Average Yield	0.40%	
HSBC	R & R	\$ 7,913,646.07
	General Fund	895,343.69
	General Fund Interest	18,140.83
		<hr/> \$ 8,827,130.59
	Interest Earned as of December 31, 2010	\$ 18,140.83
Weighted Average Yield	0.50%	
First Niagara	R & R	\$ 4,500,000.00
	General Fund Interest	4,965.53
		<hr/> \$ 4,504,965.53
	Interest Earned as of December 31, 2010	\$ 4,965.53
Weighted Average Yield	0.50%	

**MONROE COUNTY WATER AUTHORITY
INVESTMENT HISTORY**

<u>2010</u>	<u>AVERAGE INVESTMENT BALANCE</u>	<u>INTEREST RATE</u>	<u>INTEREST EARNED</u>
<u>OPERATIONS & MAINTENANCE - GOVERNMENT OBLIGATION FUN</u>			
JANUARY	\$ 1,415,492.93	0.00 % - 0.00 %	\$ -
FEBRUARY	692,797.08	0.00 % - 0.00 %	-
MARCH	1,155,815.51	0.00 % - 0.00 %	-
APRIL	747,320.89	0.00 % - 0.00 %	-
MAY	10,654.01	0.00 % - 0.00 %	-
JUNE	10,654.01	0.00 % - 0.00 %	-
JULY	10,654.01	0.00 % - 0.00 %	-
AUG	10,654.01	0.00 % - 0.00 %	-
SEPT	10,654.01	0.00 % - 0.00 %	-
OCT	10,654.01	0.00 % - 0.00 %	-
NOV	10,654.01	0.00 % - 0.00 %	-
DEC	10,654.01	0.00 % - 0.00 %	-
			\$ -
<u>WATER REVENUE - MONEY MARKET / M & T BANK</u>			
JANUARY	\$ 2,343,243.91	0.50 % - 0.50 %	\$ 1,023.76
FEBRUARY	2,095,074.36	0.50 % - 0.50 %	788.68
MARCH	2,478,628.25	0.50 % - 0.50 %	930.72
APRIL	2,057,614.26	0.50 % - 0.50 %	734.49
MAY	2,070,463.09	0.50 % - 0.50 %	960.05
JUNE	2,262,319.25	0.50 % - 0.45 %	745.86
JULY	2,317,356.35	0.45 % - 0.45 %	751.05
AUG	2,555,594.21	0.45 % - 0.45 %	987.36
SEPT	2,392,878.92	0.45 % - 0.45 %	762.07
OCT	2,504,355.66	0.45 % - 0.45 %	824.50
NOV	2,425,049.28	0.45 % - 0.45 %	851.30
DEC	2,250,925.76	0.45 % - 0.40 %	736.59
			\$ 10,096.43

**MONROE COUNTY WATER AUTHORITY
 LOCAL CASH & INVESTMENT
 STATEMENT OF COLLATERAL
 AS OF DECEMBER 31, 2010**

MCWA INVESTMENT	<u>COLLATERAL</u>	MARKET VALUE
	TYPE	
	<u>HSBC Bank</u>	
\$8,674,700.18	Resolution Zero	\$8,849,025.99
\$250,000.00	FDIC Demand Deposits	\$250,000.00
<u>\$250,000.00</u>	FDIC Time Deposits	<u>\$250,000.00</u>
\$9,174,700.18		\$9,349,025.99
	<u>M & T Bank</u>	
\$12,492,467.65	FNMA FNRM	\$12,742,317.22
\$2,246,936.03	FMAC FGRM	\$2,291,874.82
\$2,310,481.73	GNMA GNRM	\$2,356,691.61
\$250,000.00	FDIC Time Deposits	\$250,000.00
<u>\$250,000.00</u>	FDIC Demand Deposits	<u>\$250,000.00</u>
\$17,549,885.41		\$17,890,883.65
	<u>CITIZENS</u>	
<u>\$250,000.00</u>	FDIC Time Deposits	<u>\$250,000.00</u>
\$250,000.00		\$250,000.00
	<u>FIRST NIAGARA</u>	
\$4,253,737.71	GNMA REMIC	\$4,254,224.25
<u>\$250,000.00</u>	FDIC Time Deposits	<u>\$250,000.00</u>
\$4,503,737.71		\$4,504,224.25
\$31,478,323.30	TOTAL	\$31,994,133.89

INDEPENDENT ACCOUNTANTS' REPORT

March 10, 2011

To the Board of Directors of
Monroe County Water Authority:

We have examined Monroe County Water Authority's (the Authority's) compliance with its own investment policies, applicable laws and regulations related to investments, and the New York State Office of the State Comptroller Investment Guidelines for Public Authorities (the Guidelines) as of and during the year ended December 31, 2010. Management is responsible for the Authority's compliance with those requirements. Our responsibility is to express an opinion on the Authority's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Authority's compliance with specified requirements.

In our opinion, the Authority complied, in all material respects, with the aforementioned requirements as of and for the year ended December 31, 2010.

This report is intended solely for the information and use of the Board of Directors of the Authority and the New York State Office of the State Comptroller and is not intended to be and should not be used by anyone other than these specified parties.

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