

Edgar Filing: MUNIYIELD CALIFORNIA INSURED FUND INC - Form N-Q

MUNIYIELD CALIFORNIA INSURED FUND INC
Form N-Q
September 29, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-6692

Name of Fund: MuniYield California Insured Fund, Inc.

Fund Address: P.O. Box 9011
Princeton, NJ 08543-9011

Name and address of agent for service: Robert C. Doll, Jr., Chief Executive
Officer, MuniYield California Insured Fund, Inc., 800 Scudders Mill
Road, Plainsboro, NJ, 08536. Mailing address: P.O. Box 9011,
Princeton, NJ, 08543-9011

Registrant's telephone number, including area code: (609) 282-2800

Date of fiscal year end: 10/31/05

Date of reporting period: 05/01/05 - 07/31/05

Item 1 - Schedule of Investments

MuniYield California Insured Fund, Inc.

Schedule of Investments as of July 31, 2005

| | Face Amount | Municipal Bonds |
|---------------------|----------------|--|
| California - 131.0% | \$ 7,000 | ABAG Finance Authority for Nonprofit Corporations, California, Hospital Medical Center), 6% due 12/01/2029 (a) |
| | 2,350 | Alameda, California, GO, 5% due 8/01/2033 (g) |
| | 3,580 | Anaheim, California, Public Financing Authority, Electric Syst Facilities Revenue Bonds, Series A, 5% due 10/01/2031 (e) |
| | 2,400 | Anaheim, California, Union High School District, GO (Election 8/01/2027 (g) |
| | 5,630 | Antelope Valley, California, Community College District, GO (E Series A, 5% due 8/01/2029 (g) |
| | 3,675 | Bakersfield, California, COP, Refunding (Convention Center Exp 5.80% due 4/01/2017 (g) |
| | 255 | Bay Area Government Association, California, Tax Allocation Re Bonds (California Redevelopment Agency Pool), Series A, 6% due |

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| 3,990 | Brentwood, California, Infrastructure Refinancing Authority, I Revenue Refunding Bonds, Series A, 5.20% due 9/02/2029 (e) |
| | California Community College Financing Authority, Lease Revenue Series A (g): |
| 3,215 | 5.95% due 12/01/2022 |
| 1,100 | 6% due 12/01/2029 |
| | California Educational Facilities Authority Revenue Bonds, Ser (Pepperdine University), 5.50% due 8/01/2032 (g) |
| 28,000 | (University of San Diego), 5.50% due 10/01/2032 |
| 5,000 | |
| 14,655 | California Educational Facilities Authority, Student Loan Reve (Caledge Loan Program), AMT, 5.55% due 4/01/2028 (a) |
| | California HFA, Home Mortgage Revenue Bonds, VRDN, AMT (j): |
| 3,500 | Series B, 2.23% due 8/01/2033 (e) |
| 4,900 | Series F, 2.22% due 2/01/2033 (a) |
| 1,470 | Series R, 2.23% due 8/01/2032 (a) |
| 2,750 | California Health Facilities Financing Authority Revenue Bonds Series A, 5.50% due 6/01/2022 (e) (k) |
| | California Rural Home Mortgage Finance Authority, S/F Mortgage (Mortgage-Backed Securities Program), AMT (f): |
| 680 | Series A, 6.35% due 12/01/2029 (c) (d) |
| 110 | Series A-1, 6.90% due 12/01/2024 (c) |
| 305 | Series B, 6.25% due 12/01/2031 (d) |

Portfolio Abbreviations

To simplify the listings of MuniYield California Insured Fund, Inc.'s portfolio holdings in the Schedule of Investments, we have abbreviated the names of many of the securities according to the list to the right.

| | |
|---------|--|
| AMT | Alternative Minimum Tax (subject to) |
| COP | Certificates of Participation |
| DRIVERS | Derivative Inverse Tax-Exempt Receipts |
| GO | General Obligation Bonds |
| HFA | Housing Finance Agency |
| RIB | Residual Interest Bonds |
| RITR | Residual Interest Trust Receipts |
| S/F | Single-Family |
| VRDN | Variable Rate Demand Notes |

MuniYield California Insured Fund, Inc.

Schedule of Investments as of July 31, 2005 (concluded)

| | Face Amount | Municipal Bonds |
|------------|----------------|--|
| California | \$ 12,680 | California State Department of Veteran Affairs, Home Purpose R |

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(concluded)

| | |
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| | Bonds, Series A, 5.35% due 12/01/2027 (a) |
| 7,500 | California State Department of Water Resources, Power Supply R Series A, 5.75% due 5/01/2017 |
| | California State, GO: |
| 860 | 6.25% due 10/01/2019 (g) (h) |
| 5,950 | Various Purpose, 5.50% due 11/01/2033 |
| | California State, GO, Refunding: |
| 9,935 | DRIVERS, AMT, Series 239, 8.744% due 12/01/2032 (a) (i) |
| 3,000 | Series BX, 5.50% due 12/01/2031 (e) |
| 4,530 | California State Public Works Board, Lease Revenue Bonds (Depa Corrections-Ten Administrative Segregation Housing Units), Ser 3/01/2020 (a) |
| 16,675 | California State Public Works Board, Lease Revenue Refunding B Corrections), Series B, 5.625% due 11/01/2016 (g) |
| 2,375 | California State University and Colleges, Housing System Reven 5.90% due 11/01/2005 (b) (h) |
| 1,000 | California State University, Sacramento Foundation, Auxiliary Bonds, Series A, 5.50% due 10/01/2037 (g) |
| 4,100 | California Statewide Communities Development Authority, COP (K 5.30% due 12/01/2015 (e) (k) |
| 3,685 | California Statewide Communities Development Authority, Health Bonds (Memorial Health Services), Series A, 6% due 10/01/2023 |
| 8,155 | Calleguas-Las Virgenes, California, Public Financing Authority (Calleguas Municipal Water District Project), Series A, 5% due |
| 6,000 | Capistrano, California, Unified School District, Community Fac Special Tax Refunding Bonds, 5% due 9/01/2029 (b) |
| | Ceres, California, Redevelopment Agency, Tax Allocation Bonds Project Area Number 1) (g): |
| 4,600 | 5.75% due 11/01/2030 |
| 4,000 | 5% due 11/01/2033 |
| 6,000 | Chaffey, California, Union High School District, GO, Series C, 5/01/2023 (e) |
| 5,910 | Chula Vista, California, Elementary School District, COP, 5% d |
| 2,540 | Coalinga, California, Redevelopment Agency Tax Allocation Bond 9/15/2025 (g) |
| 2,000 | Compton, California, Unified School District, GO (Election of 5% due 6/01/2029 (g) |
| 4,135 | Contra Costa, California, Water District, Water Revenue Refund 5% due 10/01/2032 (e) |
| 12,180 | Contra Costa County, California, COP, Refunding (Merrithew Mem Project), 5.375% due 11/01/2017 (g) |
| 8,500 | Corona, California, COP (Clearwater Cogeneration Project), 5% |

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| 2,000 | Corona, California, Community Development Agency, Tax Allocation (Community Development Project), 5.60% due 9/01/2030 (g) |
| 6,000 | East Bay, California, Municipal Utility District, Water System Sub-Series A, 5% due 6/01/2027 (g) |
| 1,500 | El Monte, California, City School District, GO, Refunding, Series 5/01/2010 (e) (h) |
| 3,025 | El Monte, California, School District, GO, Series B (b): 5.375% due 5/01/2022 |
| 2,525 | 5.375% due 5/01/2027 |
| 10,755 | Fremont, California, Unified School District, Alameda County, due 8/01/2026 (b) |
| 4,295 | Fresno, California, Joint Powers Financing Authority, Lease Revenue Series A, 5.75% due 6/01/2026 (e) |
| | Hesperia, California, Community Redevelopment Agency, Tax Allocation Series A (m): |
| 5,000 | 5% due 9/01/2025 |
| 3,840 | 5% due 9/01/2035 |
| 1,000 | Huntington Beach, California, Union High School District, GO (Election of 2019) 5% due 8/01/2029 (e) |
| 4,390 | Glendale, California, Electric Revenue Bonds, 5% due 2/01/2032 |
| 2,500 | La Quinta, California, Financing Authority, Local Agency Revenue Bonds, 5.25% due 9/01/2024 (a) |
| 3,800 | Las Lomas, California, School District, GO (Election of 2019) 7/01/2022 (e) |
| 3,050 | Little Lake, California, City School District, GO, Refunding, Series 7/01/2025 (e) |
| 10,260 | Lodi, California, Unified School District, GO (Election of 2019) 8/01/2029 (e) |
| 7,575 | Long Beach, California, Harbor Revenue Bonds, RIB, AMT, Series 7, 5.75% due 5/15/2024 (i) |
| 10,000 | Los Angeles, California, Community Redevelopment Agency, Community Financing Authority Revenue Bonds (Bunker Hill Project), Series 12/01/2027 (e) |
| 290 | Los Angeles, California, Department of Airports, Airport Revenue Bonds (Los Angeles International Airport), Series D, 5.625% due 5/15/2024 |
| 2,500 | (Ontario International Airport), Series A, 6% due 5/15/2024 |
| 7,365 | Los Angeles, California, Harbor Department Revenue Bonds, AMT RIB, Series 349, 9.85% due 11/01/2026 |
| 7,000 | Trust Receipts, Class R, Series 7, 9.793% due 11/01/2026 |
| 7,000 | Los Angeles, California, Unified School District, GO, Series E 7/01/2030 (a) |
| 3,165 | Los Angeles, California, Water and Power Revenue Refunding Bonds Series A-A-2, 5.375% due 7/01/2021 (g) |

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| | Los Angeles County, California, Metropolitan Transportation Authority Revenue Refunding Bonds: |
| 6,500 | Proposition A, First Tier Senior-Series A, 5% due 7/01/2033 |
| 2,000 | Proposition C, Second Tier Senior-Series A, 5.25% due 7/01/2033 |
| 5,830 | Los Gatos, California, Joint Union High School District, GO (Election Series C, 5.375% due 6/01/2012 (e) (h) |
| 3,000 | Los Rios, California, Community College District, GO (Election Series C, 5% due 8/01/2027 (g) |
| 5,370 | Metropolitan Water District of Southern California, Waterworks Series B-1, 5% due 10/01/2033 (b) |
| 1,090 | Series B-3, 5% due 10/01/2029 (g) |
| 4,245 | Nevada County, California, COP, Refunding, 5.25% due 10/01/2033 (g) |
| 2,000 | New Haven, California, Unified School District, GO, Refunding, Series A, 5.25% due 8/01/2020 (e) |
| 2,000 | Oakland, California, State Building Authority, Lease Revenue Bonds (Harris State Office Building), Series A, 5.50% due 4/01/2014 (g) |
| 1,245 | Orange County, California, Airport Revenue Refunding Bonds, AMT, Series A, 5.25% due 7/01/2012 (g) |
| 6,360 | Orange County, California, Public Financing Authority, Lease Revenue Bonds (Juvenile Justice Center Facility), 5.375% due 6/01/2018 (g) |
| 16,920 | Orange County, California, Recovery COP, Refunding, Series A, 5.25% due 11/01/2033 (g) |
| 10,000 | Oxnard, California, Financing Authority, Wastewater Revenue Bonds (Sewer and Headworks Projects), Series A, 5.25% due 6/01/2034 (g) |
| 9,645 | Oxnard, California, Unified High School District, GO, Refunding Series A, 5.25% due 8/01/2030 (g) |
| 1,275 | Palm Springs, California, Financing Authority, Lease Revenue Bonds (Convention Center Project), Series A, 5.50% due 11/01/2035 (g) |
| 4,640 | Palmdale, California, Water District Public Facility Corporation, GO, Series A, 5.25% due 10/01/2029 (b) |
| 10,000 | Port of Oakland, California, RITR, AMT, Class R, Series 5, 8.8% due 11/01/2012 (b) (i) |
| 7,500 | Port of Oakland, California, Revenue Bonds, AMT, Series K, 5.75% due 11/01/2033 (g) |
| 19,035 | Port of Oakland, California, Revenue Refunding Bonds, AMT, Series A, 5.25% due 11/01/2027 (b) |
| 3,000 | Rio Hondo, California, Community College District, GO, Series A, 5% due 8/01/2026 |
| 3,500 | 5.25% due 6/01/2029 |
| 3,000 | Riverside, California, COP, 5% due 9/01/2028 (a) |
| 6,000 | Riverside, California, Unified School District, GO (Election Series C, 5.25% due 2/01/2023 (b) |
| 4,500 | Riverside County, California, Asset Leasing Corporation, Lease Revenue Bonds (Riverside County Hospital Project), Series B, 5.70% due 11/01/2033 (g) |

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| 2,565 | Saddleback Valley, California, Unified School District, GO, 5% |
| | San Benito, California, Health Care District, GO (m): |
| 3,445 | 5% due 7/01/2029 |
| 4,070 | 5% due 7/01/2031 |
| 5,000 | San Bernardino, California, City Unified School District, GO, 8/01/2028 (e) |
| 730 | San Bernardino County, California, S/F Home Mortgage Revenue R Series A-1, 6.25% due 12/01/2031 (d) (f) |
| | San Diego County, California, COP (Salk Institute for Bio Stud |
| 3,570 | 5.75% due 7/01/2022 |
| 5,200 | 5.75% due 7/01/2031 |
| 7,350 | San Diego County, California, Water Authority, Water Revenue B 5% due 5/01/2030 (e) |
| 3,000 | San Francisco, California, City and County Airport Commission, Airport Revenue Bonds, Second Series, Issue 12-B, 5.625% due 5 |
| | San Francisco, California, City and County Airport Commission, Revenue Refunding Bonds, Second Series 28B (g): |
| 3,000 | 5.25% due 5/01/2023 |
| 6,455 | 5.25% due 5/01/2024 |
| | San Francisco, California, City and County Airport Commission, Special Facilities Lease Revenue Bonds (SFO Fuel Company LLC), |
| 1,000 | 6.10% due 1/01/2020 |
| 985 | 6.125% due 1/01/2027 |
| | San Francisco, California, Community College District, GO, Ref |
| 1,735 | 5.375% due 6/15/2019 |
| 1,730 | 5.375% due 6/15/2020 |
| 1,925 | 5.375% due 6/15/2021 |
| 4,135 | San Jose, California, Airport Revenue Bonds, Series D, 5% due |
| 3,650 | San Jose, California, Redevelopment Agency, Tax Allocation Bon 149, 9.05% due 8/01/2027 (g) (i) |
| 1,000 | San Jose, California, Redevelopment Agency, Tax Allocation Ref Area Redevelopment Project), Series A, 5% due 8/01/2024 (b) |
| 4,250 | San Juan, California, Unified School District, GO (Election of 8/01/2028 (g) |
| 1,700 | San Mateo County, California, Community College District, COP, |
| 2,595 | Santa Clara, California, Redevelopment Agency, Tax Allocation North Project), Series A, 5.25% due 6/01/2019 (a) |
| 5,500 | Santa Clara, California, Subordinated Electric Revenue Bonds, 7/01/2028 (g) |
| 1,100 | Santa Clara Valley, California, Water District, Water Utility Series A, 5.125% due 6/01/2031 (b) |
| | Santa Rosa, California, High School District, GO: |
| 3,000 | 5.375% due 8/01/2026 (e) |

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| 2,500 | (Election of 2002), 5% due 8/01/2028 (g) |
| 6,750 | Shasta, California, Joint Powers Financing Authority, Lease Revenue Bonds (Administration Building Project), Series A, 5% due 4/01/2033 (a) |
| 5,000 | Southern California Public Power Authority, Power Project Revenue Bonds (Power Project), Series A-1, 5% due 7/01/2033 (a) |
| | South Tahoe, California, Joint Powers Financing Authority, Revenue Bonds (South Tahoe Redevelopment Project Area No. 1), Series A: |
| 1,645 | 5% due 10/01/2029 (e) |
| 5,830 | 5% due 10/01/2034 (e) |
| 5,455 | 5% due 10/01/2035 (a) |
| 1,055 | Stockton, California, Public Financing Revenue Refunding Bonds (due 9/02/2016 (e) |
| 1,000 | Sweetwater, California, Union High School District, Public Financing Revenue Bonds (Special Tax Revenue Bonds, Series A, 5% due 9/01/2024 (e) |
| 1,500 | Tehachapi, California, COP, Refunding (Installment Sale), 5.75% due 8/01/2027 (a) |
| 6,000 | Tracy, California, Community Development Agency, Tax Allocation Revenue Bonds (Series A, 5% due 3/01/2034 (a) |
| 3,000 | Turlock, California, Public Finance Authority, Sewer Revenue Bonds (due 9/15/2033 (b) |
| | University of California Revenue Bonds: |
| 8,720 | (Multiple Purpose Projects), Series Q, 5% due 9/01/2024 (e) |
| 6,110 | (Multiple Purpose Projects), Series Q, 5% due 9/01/2033 (e) |
| 4,790 | Series O, 5.125% due 9/01/2031 (b) |
| 6,130 | Vacaville, California, Unified School District, GO (Election of 8/01/2012 (e) (h) |
| 3,395 | Ventura County, California, Community College District, GO, Revenue Bonds (5% due 8/01/2027 (g) |
| 2,550 | Vista, California, Unified School District, GO, Series B, 5% due 8/01/2027 (a) |
| 2,185 | Walnut, California, Public Financing Authority, Tax Allocation Revenue Bonds (Improvement Project), 5.375% due 9/01/2021 (a) |
| 6,690 | West Contra Costa, California, Unified School District, GO (Election of 8/01/2012 (e) (h) Series B, 5% due 8/01/2032 (e) |
| 1,700 | Whittier, California, Redevelopment Agency, Tax Allocation Revenue Bonds (Redevelopment), Series A, 5% due 11/01/2035 (m) |
| | Puerto Rico - 10.0% |
| | Puerto Rico Commonwealth, Infrastructure Financing Authority, Appreciation Revenue Bonds, Series A: |
| 20,000 | 4.56%* due 7/01/2029 (a) |
| 3,300 | 4.67%* due 7/01/2037 (a) |
| 5,500 | 4.77%* due 7/01/2043 (a) |
| 4,700 | 4.77%* due 7/01/2045 (b) |
| 8,410 | Puerto Rico Commonwealth, Public Improvement, GO, 5.75% due 7/01/2029 (a) |
| 1,000 | Puerto Rico Electric Power Authority, Power Revenue Bonds, Series A, 5% due 7/01/2029 |

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| 10,000 | Puerto Rico Municipal Finance Agency, GO, RIB, Series 225, 8.8 8/01/2012 (e) (i) |
| 20,000 | Puerto Rico Public Finance Corporation, Commonwealth Appropria Series E, 5.75% due 2/01/2007 (h) |
| | Total Municipal Bonds (Cost - \$698,631) - 141.0% |
| Shares Held | Short-Term Securities |
| 900 | CMA California Municipal Money Fund (l) |
| | Total Short-Term Securities (Cost - \$900) - 0.2% |
| | Total Investments (Cost - \$699,531**) - 141.2% |
| | Other Assets Less Liabilities - 2.8% |
| | Preferred Stock, at Redemption Value - (44.0%) |
| | Net Assets Applicable to Common Stock - 100.0% |

* Represents a zero coupon bond; the interest rate shown reflects the effective yield at the time of purchase by the Fund.

** The cost and unrealized appreciation (depreciation) of investments as of July 31, 2005, as computed for federal income tax purposes, were as follows:

| | |
|-------------------------------|----------------|
| | (in Thousands) |
| Aggregate cost | \$ 699,531 |
| | ===== |
| Gross unrealized appreciation | \$ 38,991 |
| Gross unrealized depreciation | (419) |
| | ----- |
| Net unrealized appreciation | \$ 38,572 |
| | ===== |

- (a) AMBAC Insured.
- (b) FGIC Insured.
- (c) FHLMC Collateralized.
- (d) FNMA Collateralized.
- (e) FSA Insured.
- (f) GNMA Collateralized.
- (g) MBIA Insured.
- (h) Prerefunded.
- (i) The rate disclosed is that currently in effect. This rate changes periodically and inversely based upon prevailing market rates.
- (j) Security may have a maturity of more than one year at time of issuance, but has variable rate and demand features that qualify it as a short-term security. The rate disclosed is

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that currently in effect. This rate changes periodically based upon prevailing market rates.

(k) Escrowed to maturity.

(l) Investments in companies considered to be an affiliate of the Fund, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, were as follows:

(in Thousands)

| Affiliate | Net Activity | Dividend Income |
|-------------------------------------|--------------|-----------------|
| CMA California Municipal Money Fund | 867 | \$9 |

(m) XL Capital Insured.

Item 2 - Controls and Procedures

2(a) - The registrant's certifying officers have reasonably designed such disclosure controls and procedures to ensure material information relating to the registrant is made known to us by others particularly during the period in which this report is being prepared. The registrant's certifying officers have determined that the registrant's disclosure controls and procedures are effective based on our evaluation of these controls and procedures as of a date within 90 days prior to the filing date of this report.

2(b) - There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Act (17 CFR 270.30a-3(d)) that occurred during the last fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3 - Exhibits

Certifications - Attached hereto

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

MuniYield California Insured Fund, Inc.

By: /s/ Robert C. Doll, Jr.

Robert C. Doll, Jr.,
Chief Executive Officer
MuniYield California Insured Fund, Inc.

Date: September 23, 2005

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the

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following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Robert C. Doll, Jr.

Robert C. Doll, Jr.,
Chief Executive Officer
MuniYield California Insured Fund, Inc.

Date: September 23, 2005

By: /s/ Donald C. Burke

Donald C. Burke,
Chief Financial Officer
MuniYield California Insured Fund, Inc.

Date: September 23, 2005