

**COUNTY OF SACRAMENTO
CALIFORNIA**

For the Agenda of:
November 14, 2006
“Communications Received and Filed” Item

To: Board of Supervisors

From: Department of Finance

Subject: Quarterly Pooled Investment Fund Report As Prescribed By California Government Code §53646

Contact: Mari Lynn Shimamoto, Chief Investment Officer, 874-6089

Compliance to Investment Policy

Based on the Director of Finance’s Review Group Month-End Reports, there were no items out of compliance with the Calendar Year 2006 Investment Policy during the quarter ended September 30, 2006.

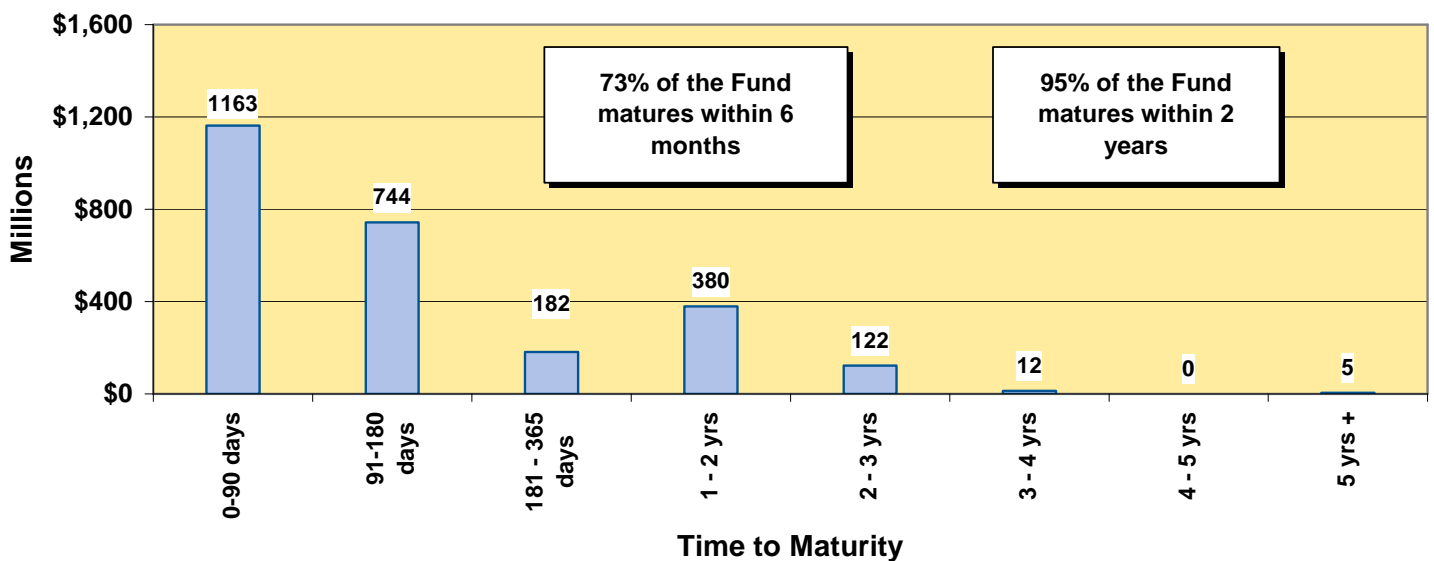
| Portfolio Statistics | Quarter Ended 06/30/06 | Quarter Ended 09/30/06 |
|-----------------------------|-------------------------------|-------------------------------|
| Average Daily Balance | \$3,085,902,554 | \$2,702,546,891 |
| Period-End Balance | \$3,003,477,166 | \$2,608,653,645 |
| Earned Interest Yield | 4.629% | 4.941% |
| Weighted Average Maturity | 184 Days | 201 Days |
| Duration in Years | 0.484 | 0.532 |
| Historical Cost | \$3,003,761,724 | \$2,608,786,871 |
| Market Value | \$3,010,063,591 | \$2,619,659,798 |
| Percent of Market to Cost | 100.21% | 100.42% |

The earned interest yield presented above does not have any costs deducted. The investment management costs in prior years and this year continue to be approximately 10 basis points or 0.10%. The quarterly apportionment of earnings to participating funds will be made on a cash basis (as opposed to an accrual basis) for the first three quarters of the fiscal year. Earnings to participating funds will be annualized over the fiscal year based on a fund’s cumulative average daily cash balance at each quarter end and fiscal year end. At fiscal year end (fourth quarter), the earnings of the Pool will be converted to an accrual basis for the fourth quarter earnings’ allocation.

Portfolio Structure as of September 30, 2006

| Investment Description | Percentage of Portfolio at Cost 06/30/06 | Percentage of Portfolio at Cost 09/30/06 | Percentage of Portfolio at Market 09/30/06 | Earned Interest Yield at 09/30/06 |
|---|--|--|--|-----------------------------------|
| <i>US Agency, Treasury & Municipal Notes (USATM):</i> | | | | |
| <i>US Agency Notes</i> | 39.53% | 35.49% | 35.31% | 4.440% |
| <i>Notes/Discount Notes FFCB</i> | 4.48% | 5.92% | 5.89% | 4.375% |
| <i>Notes/Discount Notes FHLB</i> | 16.48% | 19.35% | 19.16% | 4.274% |
| <i>Notes/Discount Notes FNMA</i> | 6.30% | 2.89% | 2.94% | 5.114% |
| <i>Notes/Discount Notes FHLMC</i> | 12.27% | 7.33% | 7.32% | 4.665% |
| <i>US Treasury Notes</i> | 0.00% | 0.00% | 0.00% | 0.00% |
| <i>Municipal Notes</i> | 0.69% | 0.87% | 0.86% | 5.560% |
| Total USATM | 40.22% | 36.36% | 36.17% | 4.467% |
| Repurchase Agreements | 0.00% | 0.00% | 0.00% | 0.00% |
| Commercial Paper | 33.71% | 35.54% | 35.84% | 5.355% |
| Certificates of Deposit | 25.38% | 26.42% | 26.31% | 5.233% |
| LAIF | 0.69% | 0.80% | 0.80% | 4.946% |
| Money Market Funds | 0.00% | 0.88% | 0.88% | 5.159% |

POOLED INVESTMENT FUND MATURITIES AS OF SEPTEMBER 30, 2006
\$2.609 Billion



Projected Cash Flow

Based upon our cash flow model projection dated October 16, 2006, summarized below, we have sufficient cash flow to met expenditures for the next 12 months.

| Month | Bank Balance | Receipts & Maturities | Disbursements | Difference | Less Investments Beyond One Year | Funds Available for Future Cash Flow Needs* |
|---|--------------|-----------------------|---------------|------------|----------------------------------|---|
| <i>Dollar amounts represented in millions</i> | | | | | | |
| Oct | 5.0 | \$968.6 | \$719.9 | \$248.7 | \$30.0 | \$218.7 |
| Nov | 5.0 | \$940.0 | \$577.2 | \$362.8 | \$35.0 | \$327.8 |
| Dec | 5.0 | \$1,186.4 | \$662.4 | \$524.0 | \$30.0 | \$494.0 |
| Jan | 5.0 | \$1,038.5 | \$717.9 | \$320.6 | \$35.0 | \$285.6 |
| Feb | 5.0 | \$922.6 | \$583.1 | \$339.5 | \$30.0 | \$309.5 |
| Mar | 5.0 | \$606.7 | \$497.4 | \$109.3 | \$35.0 | \$74.3 |
| Apr | 5.0 | \$804.6 | \$656.5 | \$148.1 | \$30.0 | \$118.1 |
| May | 5.0 | \$464.6 | \$693.8 | (\$229.2) | \$35.0 | (\$264.2) |
| Jun | 5.0 | \$427.1 | \$564.2 | (\$137.1) | \$30.0 | (\$167.1) |
| Jul | 5.0 | \$471.0 | \$779.4 | (\$308.4) | \$35.0 | (\$343.4) |
| Aug | 5.0 | \$477.1 | \$613.5 | (\$136.4) | \$30.0 | (\$166.4) |
| Sep | 5.0 | \$434.1 | \$442.1 | (\$8.0) | \$35.0 | (\$43.0) |

*Any excess net cash flow amounts in this column will be used to fund negative cash flow positions in later months.

Detailed Listing of Investments

A complete detailed listing of all investments for the Pooled Investment Fund as of September 30, 2006, is contained in the back of this report. This report notes the type of investment; name of the security; the CUSIP; the purchase date; the maturity date; the coupon and the yield; the par value, book value and market value of each security; the pricing source for the market value; and the duration of each security.

External third-party investment manager(s) at September 30, 2006:

| <u>Investment</u> | <u>Firm</u> | <u>Amount</u> |
|-----------------------------|--------------------------|-----------------|
| State Local Agency Fund | State Treasurer's Office | \$20,900,661.11 |
| Government Obligations Fund | Federated Investors | \$23,000,000.00 |

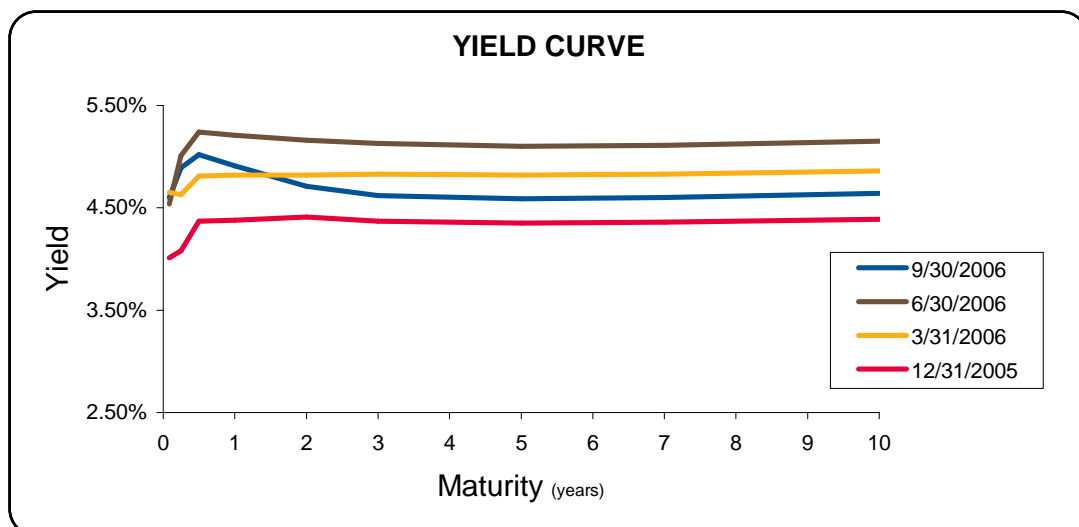
The Fund utilizes an external investment accounting system called MoneyMax, Series II by SunGard Financial. The market valuations are based upon the pricing of Interactive Data Corporation (IDC).

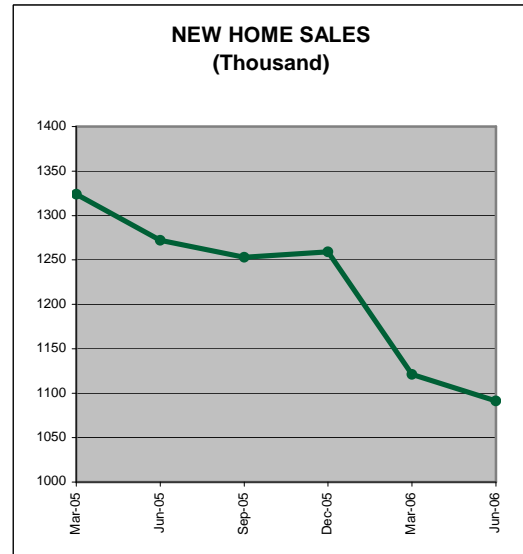
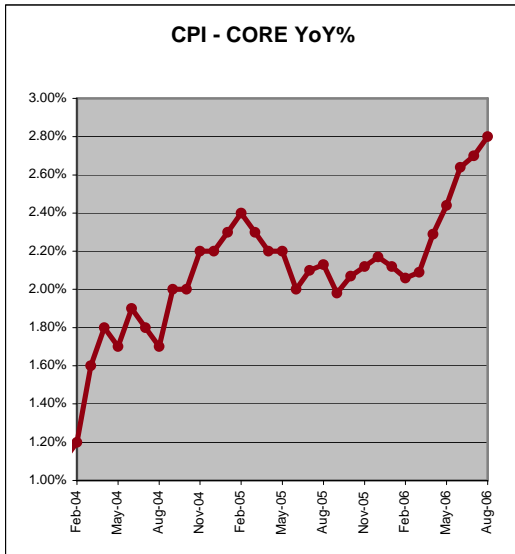
Financial Markets Commentary

For the first time since May 4, 2004, the Federal Open Market Committee (FOMC) chose to leave the target for the Federal Funds rate unchanged at 5.25%. At their August 8th and September 20th meetings, the FOMC paused in their rate-tightening cycle after seventeen straight 25 basis point rate increases, from an initial rate of 1.00%, beginning in June 2004. The FOMC said concerns over a slowing economy and rising inflation are equal weighted. They also stated that although inflation expectations remain high, “it is likely to moderate in the future.” Since the last FOMC rate increase on June 29, 2006, interest rates across the yield curve have come down while the curve remains inverted. The bond market anticipates the Federal Reserve will cut interest rates in the near future because of the slowing economy.

The Federal Reserve has expressed concern about the slowing housing market and the potential effects on the overall U.S. economy. Chairman Bernanke said that the U.S. housing market is in a “substantial correction” that will reduce second-half 2006 GDP by about one percent and will restrain economic output in 2007 as well. Housing data released in September seem to confirm the Chairman’s fears. August existing home sales fell to its lowest since 2004 and registered its first year-over-year price decline since 1995. In addition, total housing inventory supply rose to its highest since April 1993. Some economists believe the negative effects from the real estate sector will be mitigated because labor markets remain tight and other sectors of the economy will be able absorb the slack in housing demand.

However, the Federal Reserve’s preferred inflation measure, the Personal Consumption Expenditure (PCE), remains above their expressed comfort range of one to two percent. The August core PCE was at 2.5% year-over-year and has been rising since April. The August core PCE was its highest since January 1995. In the FOMC minutes, Federal Reserve officials expressed the need to be more vigilant against inflation because of the “substantial risk” that inflation pressures may not moderate to their comfort in the near term.





Portfolio Management Strategy

During the past quarter, we continued to provide adequate liquidity to meet the cash flow needs of the Pooled Investment Fund participants. We are currently funding the cash flows for March 2007. The market value of the portfolio is 100.42%.

We continue to purchase three-year U. S. Treasury and/or Agency securities and two-year U. S. Treasury and/or Agency securities, on a monthly basis for the “CORE” portfolio, which are securities maturing beyond one year. Agency securities continued to be attractively priced at spreads of 0.26% to 0.33% higher than treasury securities. This laddered structure stabilizes the yield over longer periods of time. Over the next quarter, our quarterly yield should range between 5.05% and 5.20% as interest rates stabilize with the expectation that the FOMC will be on pause for the near term.

Respectfully submitted,
 Mari Lynn Shimamoto
 Chief Investment Officer

Concur,
 Dave Irish
 Director of Finance

MLS/bsd
 Attachment County of Sacramento Short-Term Investment Portfolio

Release Date: October 20, 2006

SHORT-TERM INVESTMENT PORTFOLIO
COUNTY OF SACRAMENTO

| | <u>CUSIP</u> | <u>PURCHASE DATE</u> | <u>MATURITY DATE</u> | <u>INTEREST RATE</u> | <u>TRADING YIELD</u> | <u>PAR VALUE</u> | <u>BOOK VALUE</u> | <u>MARKET VALUE</u> | <u>PRICE SOURCE</u> | <u>DURATION (YEARS)</u> |
|---------------------------|--------------|----------------------|----------------------|----------------------|----------------------|------------------|-------------------|---------------------|---------------------|-------------------------|
| VR-SAC COUNTY 02-03 | - | 09/20/02 | 08/01/07 | 5.420% | 5.420% | 759,652.44 | 759,652.44 | 759,652.44 | BOOK | 0.825 |
| VR-SAC COUNTY 03-04 | - | 09/16/03 | 08/01/08 | 5.360% | 5.390% | 1,331,693.12 | 1,331,693.12 | 1,331,693.12 | BOOK | 1.802 |
| VR-SAC COUNTY 04-05 | - | 09/21/04 | 08/01/09 | 5.375% | 5.375% | 3,012,986.66 | 3,012,986.66 | 3,012,986.66 | BOOK | 2.731 |
| VR-SAC COUNTY 05-06 | - | 10/11/05 | 08/01/10 | 5.360% | 5.360% | 12,309,567.68 | 12,309,567.68 | 12,309,567.68 | BOOK | 3.577 |
| TOTAL VARIABLE RATE NOTES | | | | 5.368% | 5.368% | 17,413,899.90 | 17,413,899.90 | 17,413,899.90 | | 3.175 |
| | | | | | | | 0.67% | 0.66% | | |
| FFCB NOTES | 31331Q3M7 | 01/05/05 | 01/16/07 | 1.875% | 3.360% | 15,000,000.00 | 14,566,200.00 | 14,854,687.50 | SUNGARD | 0.296 |
| FFCB NOTES | 31331SMD2 | 01/20/05 | 01/18/07 | 3.375% | 3.470% | 10,000,000.00 | 9,981,800.00 | 9,943,750.00 | SUNGARD | 0.301 |
| FFCB NOTES | 31331SVK6 | 04/26/05 | 04/26/07 | 3.750% | 3.811% | 15,000,000.00 | 14,982,540.00 | 14,873,437.50 | SUNGARD | 0.563 |
| FFCB NOTES | 31331S2N2 | 08/10/05 | 08/10/07 | 4.200% | 4.324% | 10,000,000.00 | 9,976,500.00 | 9,918,750.00 | SUNGARD | 0.851 |
| FFCB NOTES | 31331SKC6 | 12/17/04 | 12/17/07 | 3.375% | 3.448% | 10,000,000.00 | 9,979,400.00 | 9,803,125.00 | SUNGARD | 1.189 |
| FFCB NOTES | 31331SLU5 | 01/19/05 | 01/14/08 | 3.625% | 3.682% | 10,000,000.00 | 9,983,980.00 | 9,821,875.00 | SUNGARD | 1.262 |
| FFCB NOTES | 31331VEC6 | 01/25/06 | 01/28/08 | 4.500% | 4.654% | 10,000,000.00 | 9,968,200.00 | 9,928,125.00 | SUNGARD | 1.295 |
| FFCB NOTES | 31331VUX2 | 04/07/06 | 04/03/08 | 4.875% | 5.105% | 10,000,000.00 | 9,956,900.00 | 9,981,250.00 | SUNGARD | 1.438 |
| FFCB NOTES | 31331SXM0 | 05/27/05 | 05/19/08 | 4.050% | 3.981% | 10,000,000.00 | 10,019,100.00 | 9,850,000.00 | SUNGARD | 1.577 |
| FFCB NOTES | 31331VM52 | 07/19/06 | 07/03/08 | 5.500% | 5.504% | 10,000,000.00 | 9,998,900.00 | 10,081,250.00 | SUNGARD | 1.679 |
| FFCB NOTES | 31331VM52 | 07/26/06 | 07/03/08 | 5.500% | 5.406% | 15,000,000.00 | 15,024,900.00 | 15,121,875.00 | SUNGARD | 1.680 |
| FFCB NOTES | 31331VW28 | 08/30/06 | 08/04/08 | 5.340% | 5.180% | 10,000,000.00 | 10,028,600.00 | 10,056,250.00 | SUNGARD | 1.768 |
| FFCB NOTES | 31331S2S1 | 08/29/05 | 08/11/08 | 4.300% | 4.300% | 10,000,000.00 | 9,999,700.00 | 9,875,000.00 | SUNGARD | 1.802 |
| FFCB NOTES | 31331VQ66 | 07/31/06 | 07/20/09 | 5.375% | 5.250% | 10,000,000.00 | 10,033,760.00 | 10,106,250.00 | SUNGARD | 2.616 |
| TOTAL FFCB NOTES | | | | 4.214% | 4.375% | 155,000,000.00 | 154,500,480.00 | 154,215,625.00 | | 1.267 |
| | | | | | | | 5.92% | 5.89% | | |
| FHLB NOTES | 3133X8NZ1 | 10/01/04 | 10/16/06 | 2.625% | 2.855% | 10,000,000.00 | 9,954,700.00 | 9,990,625.00 | SUNGARD | 0.044 |
| FHLB NOTES | 3133X2B46 | 11/05/04 | 11/15/06 | 2.750% | 2.864% | 15,000,000.00 | 14,966,400.00 | 14,953,125.00 | SUNGARD | 0.126 |
| FHLB NOTES | 3133MKED5 | 11/08/04 | 11/15/06 | 4.875% | 3.073% | 10,000,000.00 | 10,350,200.00 | 9,993,750.00 | SUNGARD | 0.126 |
| FHLB NOTES | 3133MKED5 | 02/23/05 | 11/15/06 | 4.875% | 4.882% | 210,000.00 | 209,930.70 | 209,868.75 | SUNGARD | 0.126 |
| FHLB NOTES | 3133X96P0 | 12/14/04 | 12/15/06 | 2.750% | 3.170% | 10,000,000.00 | 9,919,100.00 | 9,946,875.00 | SUNGARD | 0.208 |
| FHLB NOTES | 3133X96P0 | 12/21/04 | 12/15/06 | 2.750% | 3.238% | 10,000,000.00 | 9,906,900.00 | 9,946,875.00 | SUNGARD | 0.208 |
| FHLB NOTES | 3133MLRJ6 | 03/01/05 | 02/15/07 | 4.875% | 3.811% | 10,000,000.00 | 10,198,500.00 | 9,984,375.00 | SUNGARD | 0.378 |
| FHLB NOTES | 3133XAN60 | 02/04/05 | 02/15/07 | 3.375% | 3.555% | 10,000,000.00 | 9,965,100.00 | 9,928,125.00 | SUNGARD | 0.378 |
| FHLB NOTES | 3133XAN60 | 02/17/05 | 02/15/07 | 3.375% | 3.600% | 10,000,000.00 | 9,957,000.00 | 9,928,125.00 | SUNGARD | 0.378 |
| FHLB NOTES | 3133X7C51 | 05/04/05 | 05/15/07 | 3.500% | 3.877% | 10,000,000.00 | 9,927,000.00 | 9,893,750.00 | SUNGARD | 0.616 |
| FHLB NOTES | 3133MNPQ8 | 05/09/05 | 05/15/07 | 4.875% | 3.931% | 15,000,000.00 | 15,271,859.39 | 14,962,500.00 | SUNGARD | 0.613 |
| FHLB NOTES | 3133XBSU0 | 06/07/05 | 06/08/07 | 3.875% | 3.816% | 10,000,000.00 | 10,010,600.00 | 9,909,375.00 | SUNGARD | 0.679 |
| FHLB NOTES | 3133XBSU0 | 06/14/05 | 06/08/07 | 3.875% | 3.931% | 10,000,000.00 | 9,988,700.00 | 9,909,375.00 | SUNGARD | 0.679 |
| FHLB NOTES | 3133XBSU0 | 07/06/05 | 06/08/07 | 3.875% | 4.011% | 15,000,000.00 | 14,961,300.00 | 14,864,062.50 | SUNGARD | 0.679 |
| FHLB NOTES | 3133XBSU0 | 07/19/05 | 06/08/07 | 3.875% | 4.108% | 10,000,000.00 | 9,957,200.00 | 9,909,375.00 | SUNGARD | 0.679 |
| FHLB NOTES | 3133MQUV4 | 08/30/04 | 08/15/07 | 3.750% | 3.109% | 10,000,000.00 | 10,179,700.00 | 9,878,125.00 | SUNGARD | 0.866 |
| FHLB NOTES | 3133X82V3 | 09/27/04 | 09/14/07 | 3.375% | 3.168% | 10,000,000.00 | 10,058,000.00 | 9,843,750.00 | SUNGARD | 0.947 |
| FHLB NOTES | 3133X82V3 | 10/08/04 | 09/14/07 | 3.375% | 3.264% | 10,000,000.00 | 10,030,650.00 | 9,843,750.00 | SUNGARD | 0.947 |
| FHLB NOTES | 3133XCS95 | 09/09/05 | 09/14/07 | 4.250% | 4.108% | 10,000,000.00 | 10,026,300.00 | 9,915,625.00 | SUNGARD | 0.945 |
| FHLB NOTES | 3133XCS95 | 09/19/05 | 09/14/07 | 4.250% | 4.218% | 15,000,000.00 | 15,007,500.00 | 14,873,437.50 | SUNGARD | 0.945 |
| FHLB NOTES | 3133XDCQ2 | 10/03/05 | 10/19/07 | 4.125% | 4.377% | 10,000,000.00 | 9,951,300.00 | 9,900,000.00 | SUNGARD | 1.023 |
| FHLB NOTES | 3133XDCQ2 | 10/26/05 | 10/19/07 | 4.125% | 4.557% | 10,000,000.00 | 9,918,900.00 | 9,900,000.00 | SUNGARD | 1.023 |
| FHLB NOTES | 3133MTQB7 | 11/08/04 | 11/15/07 | 3.500% | 3.340% | 10,000,000.00 | 10,045,510.00 | 9,828,125.00 | SUNGARD | 1.099 |
| FHLB NOTES | 3133XDMQ1 | 12/02/05 | 12/14/07 | 4.500% | 4.737% | 10,000,000.00 | 9,954,645.90 | 9,931,250.00 | SUNGARD | 1.173 |
| FHLB NOTES | 3133XDMQ1 | 12/13/05 | 12/14/07 | 4.500% | 4.772% | 10,000,000.00 | 9,948,600.00 | 9,931,250.00 | SUNGARD | 1.173 |
| FHLB NOTES | 3133XE5K1 | 01/11/06 | 01/18/08 | 4.625% | 4.647% | 5,000,000.00 | 4,997,950.00 | 4,971,875.00 | SUNGARD | 1.266 |
| FHLB NOTES | 3133XE5K1 | 01/11/06 | 01/18/08 | 4.625% | 4.647% | 10,000,000.00 | 9,995,900.00 | 9,943,750.00 | SUNGARD | 1.266 |
| FHLB NOTES | 3133XENC9 | 02/15/06 | 02/06/08 | 4.850% | 4.961% | 10,000,000.00 | 9,979,200.00 | 9,975,000.00 | SUNGARD | 1.315 |
| FHLB NOTES | 3133XAN37 | 02/17/05 | 02/15/08 | 3.625% | 3.806% | 10,000,000.00 | 9,949,000.00 | 9,809,375.00 | SUNGARD | 1.348 |
| FHLB NOTES | 3133XBD93 | 03/23/05 | 02/15/08 | 4.125% | 4.290% | 10,000,000.00 | 9,955,700.00 | 9,875,000.00 | SUNGARD | 1.345 |

SHORT-TERM INVESTMENT PORTFOLIO
COUNTY OF SACRAMENTO

| | CUSIP | PURCHASE DATE | MATURITY DATE | INTEREST RATE | TRADING YIELD | PAR VALUE | BOOK VALUE | MARKET VALUE | PRICE SOURCE | DURATION (YEARS) |
|-------------------------------|-----------|---------------|---------------|---------------|---------------|----------------|----------------|----------------|--------------|------------------|
| FHLB NOTES | 3133XEPR4 | 03/06/06 | 03/14/08 | 4.750% | 5.014% | 15,000,000.00 | 14,923,125.00 | 14,943,750.00 | SUNGARD | 1.421 |
| FHLB NOTES | 3133XEPR4 | 03/22/06 | 03/14/08 | 4.750% | 5.026% | 10,000,000.00 | 9,947,400.00 | 9,962,500.00 | SUNGARD | 1.421 |
| FHLB NOTES | 3133XBEE1 | 04/19/06 | 04/07/08 | 4.430% | 5.205% | 10,000,000.00 | 9,856,800.00 | 9,915,625.00 | SUNGARD | 1.455 |
| FHLB NOTES | 3133XBSV8 | 06/21/05 | 06/13/08 | 4.000% | 4.060% | 10,000,000.00 | 9,982,400.00 | 9,837,500.00 | SUNGARD | 1.645 |
| FHLB NOTES | 3133XBSV8 | 07/13/05 | 06/13/08 | 4.000% | 4.128% | 10,000,000.00 | 9,964,100.00 | 9,837,500.00 | SUNGARD | 1.645 |
| FHLB NOTES | 3133XFJX5 | 06/07/06 | 06/13/08 | 5.125% | 5.300% | 10,000,000.00 | 9,965,500.00 | 10,018,750.00 | SUNGARD | 1.614 |
| FHLB NOTES | 3133XFJX5 | 06/15/06 | 06/13/08 | 5.125% | 5.387% | 10,000,000.00 | 9,949,600.00 | 10,018,750.00 | SUNGARD | 1.614 |
| FHLB NOTES | 3133XGH49 | 08/04/06 | 08/08/08 | 5.125% | 5.234% | 10,000,000.00 | 9,979,400.00 | 10,021,875.00 | SUNGARD | 1.780 |
| FHLB NOTES | 3133XCSA2 | 09/16/05 | 09/12/08 | 4.250% | 4.216% | 10,000,000.00 | 10,008,500.00 | 9,862,500.00 | SUNGARD | 1.888 |
| FHLB NOTES | 3133XEZP7 | 09/12/06 | 09/12/08 | 5.000% | 5.103% | 15,000,000.00 | 14,970,900.00 | 15,000,000.00 | SUNGARD | 1.878 |
| FHLB NOTES | 3133XEZP7 | 09/29/06 | 09/12/08 | 5.000% | 4.968% | 10,000,000.00 | 10,005,624.60 | 10,000,000.00 | SUNGARD | 1.878 |
| FHLB NOTES | 3133XDJG7 | 10/13/05 | 10/14/08 | 4.500% | 4.560% | 10,000,000.00 | 9,983,300.00 | 9,906,250.00 | SUNGARD | 1.931 |
| FHLB NOTES | 3133MJX39 | 11/30/05 | 11/14/08 | 4.500% | 4.710% | 10,000,000.00 | 9,942,500.00 | 9,903,125.00 | SUNGARD | 2.015 |
| FHLB NOTES | 3133XDT76 | 12/21/05 | 12/12/08 | 4.750% | 4.752% | 5,000,000.00 | 4,999,100.00 | 4,975,000.00 | SUNGARD | 2.087 |
| FHLB NOTES | 3133XDT76 | 12/21/05 | 12/12/08 | 4.750% | 4.752% | 5,000,000.00 | 4,999,100.00 | 4,975,000.00 | SUNGARD | 2.087 |
| FHLB NOTES | 3133XEN96 | 03/29/06 | 03/13/09 | 4.750% | 5.093% | 10,000,000.00 | 9,905,500.00 | 9,950,000.00 | SUNGARD | 2.339 |
| FHLB NOTES | 3133XEN96 | 04/26/06 | 03/13/09 | 4.750% | 5.249% | 10,000,000.00 | 9,866,600.00 | 9,950,000.00 | SUNGARD | 2.339 |
| FHLB NOTES | 3133XFLG9 | 06/21/06 | 06/12/09 | 5.250% | 5.491% | 10,000,000.00 | 9,933,200.00 | 10,065,625.00 | SUNGARD | 2.485 |
| FHLB NOTES | 3133XGEQ3 | 08/15/06 | 08/05/09 | 5.250% | 5.265% | 10,000,000.00 | 9,995,600.00 | 10,075,000.00 | SUNGARD | 2.659 |
| FHLB NOTES | 3133XGJ88 | 09/19/06 | 09/11/09 | 5.250% | 5.124% | 10,000,000.00 | 10,033,100.00 | 10,078,125.00 | SUNGARD | 2.733 |
| TOTAL FEDERAL HOME LOAN BANKS | | | | 4.236% | 4.274% | 505,210,000.00 | 504,754,695.59 | 502,047,368.75 | | 1.218 |
| | | | | | | | 19.35% | 19.16% | | |
| FNMA DISCOUNT NOTE | 313589J38 | 04/17/06 | 10/04/06 | 3.939% | 5.057% | 22,000,000.00 | 21,486,892.78 | 21,999,816.67 | SUNGARD | 0.011 |
| FNMA DISCOUNT NOTE | 313589K28 | 04/19/06 | 10/11/06 | 4.910% | 5.030% | 25,000,000.00 | 24,403,298.61 | 24,999,305.56 | SUNGARD | 0.030 |
| FNMA DISCOUNT NOTE | 313588BA2 | 09/05/06 | 01/25/07 | 5.120% | 5.226% | 30,000,000.00 | 29,394,133.33 | 29,990,333.33 | SUNGARD | 0.320 |
| TOTAL FNMA DISCOUNT NOTES | | | | 4.715% | 5.114% | 77,000,000.00 | 75,284,324.72 | 76,989,455.56 | | 0.138 |
| | | | | | | | 2.89% | 2.94% | | |
| FHLMC NOTES | 3134A4UV4 | 10/25/04 | 10/15/06 | 2.750% | 2.753% | 10,000,000.00 | 9,999,400.00 | 9,990,625.00 | SUNGARD | 0.041 |
| FHLMC NOTES | 3134A4NWO | 03/14/05 | 03/15/07 | 4.875% | 3.908% | 15,000,000.00 | 15,276,750.00 | 14,971,875.00 | SUNGARD | 0.454 |
| FHLMC NOTES | 3134A1SP6 | 04/25/05 | 04/10/07 | 7.100% | 3.856% | 5,000,000.00 | 5,303,000.00 | 5,045,312.50 | SUNGARD | 0.511 |
| FHLMC NOTES | 3134A4VD3 | 08/02/05 | 08/17/07 | 4.000% | 4.227% | 10,000,000.00 | 9,956,200.00 | 9,900,000.00 | SUNGARD | 0.871 |
| FHLMC NOTES | 3134A4VF8 | 11/07/05 | 11/16/07 | 4.375% | 4.714% | 10,000,000.00 | 9,934,600.00 | 9,921,875.00 | SUNGARD | 1.096 |
| FHLMC NOTES | 3134A4VF8 | 11/29/05 | 11/16/07 | 4.375% | 4.597% | 10,000,000.00 | 9,958,000.00 | 9,921,875.00 | SUNGARD | 1.096 |
| FHLMC NOTES | 3134A4VF8 | 11/29/05 | 11/16/07 | 4.375% | 4.597% | 5,000,000.00 | 4,979,000.00 | 4,960,937.50 | SUNGARD | 1.096 |
| FHLMC NOTES | 3134A4ZU1 | 02/03/06 | 02/21/08 | 4.625% | 4.811% | 10,000,000.00 | 9,964,300.00 | 9,946,875.00 | SUNGARD | 1.358 |
| FHLMC NOTES | 3128X03N7 | 04/26/05 | 04/01/08 | 3.500% | 4.050% | 10,000,000.00 | 9,849,200.00 | 9,778,125.00 | SUNGARD | 1.451 |
| FHLMC NOTES | 3128X4AS0 | 05/05/06 | 05/05/08 | 4.300% | 5.260% | 15,000,000.00 | 14,730,000.00 | 14,812,500.00 | SUNGARD | 1.534 |
| FHLMC NOTES | 3128X4AS0 | 05/18/06 | 05/05/08 | 4.300% | 5.279% | 10,000,000.00 | 9,819,400.00 | 9,875,000.00 | SUNGARD | 1.534 |
| FHLMC NOTES | 3128X2ME2 | 01/26/06 | 01/12/09 | 3.875% | 4.719% | 10,000,000.00 | 9,769,100.00 | 9,750,000.00 | SUNGARD | 2.189 |
| FHLMC NOTES | 3137EAAA7 | 02/27/06 | 02/17/09 | 4.875% | 4.931% | 10,000,000.00 | 9,984,413.90 | 9,984,375.00 | SUNGARD | 2.264 |
| FHLMC NOTES | 3137EAAE9 | 05/31/06 | 05/21/09 | 5.250% | 5.260% | 10,000,000.00 | 9,997,200.00 | 10,071,875.00 | SUNGARD | 2.461 |
| TOTAL FHLMC NOTES | | | | 4.396% | 4.518% | 140,000,000.00 | 139,520,563.90 | 138,931,250.00 | | 1.295 |
| | | | | | | | 5.35% | 5.30% | | |
| FHLMC DISCOUNT NOTE | 313397J28 | 04/17/06 | 10/03/06 | 4.940% | 5.057% | 33,000,000.00 | 32,234,711.67 | 33,000,000.00 | SUNGARD | 0.008 |
| FHLMC DISCOUNT NOTE | 313397J93 | 04/17/06 | 10/10/06 | 4.945% | 5.068% | 20,000,000.00 | 19,516,488.89 | 19,975,000.00 | SUNGARD | 0.027 |
| TOTAL FHLMC DISCOUNT NOTES | | | | 4.942% | 5.061% | 53,000,000.00 | 51,751,200.56 | 52,975,000.00 | | 0.015 |
| | | | | | | | 1.98% | 2.02% | | |
| CP-GECC | 36959JK51 | 04/18/06 | 10/05/06 | 4.980% | 5.100% | 10,000,000.00 | 9,764,833.33 | 9,994,155.56 | SUNGARD | 0.014 |

SHORT-TERM INVESTMENT PORTFOLIO
COUNTY OF SACRAMENTO

| | CUSIP | PURCHASE DATE | MATURITY DATE | INTEREST RATE | TRADING YIELD | PAR VALUE | BOOK VALUE | MARKET VALUE | PRICE SOURCE | DURATION (YEARS) |
|------------------------|-----------|---------------|---------------|---------------|---------------|----------------|----------------|----------------|--------------|------------------|
| CP-GECC | 36959JKA0 | 05/10/06 | 10/10/06 | 5.060% | 5.171% | 35,000,000.00 | 34,247,325.00 | 34,953,975.00 | SUNGARD | 0.027 |
| CP-SOCIETE GENERALE | 83365SKC6 | 05/12/06 | 10/12/06 | 5.070% | 5.182% | 45,000,000.00 | 44,030,362.50 | 44,927,675.00 | SUNGARD | 0.033 |
| CP-ING US FUNDING | 4497W1KL9 | 05/12/06 | 10/20/06 | 5.060% | 5.177% | 35,000,000.00 | 34,207,969.44 | 34,902,836.11 | SUNGARD | 0.055 |
| CP-GECC | 36959JKP7 | 05/15/06 | 10/23/06 | 5.070% | 5.188% | 22,000,000.00 | 21,501,168.33 | 21,929,282.22 | SUNGARD | 0.063 |
| CP-BANK OF AMERICA | 0660P1KR1 | 05/19/06 | 10/25/06 | 5.100% | 5.218% | 18,000,000.00 | 17,594,550.00 | 17,936,880.00 | SUNGARD | 0.068 |
| CP-SOCIETE GENERALE | 83365SKS1 | 05/23/06 | 10/26/06 | 5.105% | 5.220% | 11,000,000.00 | 10,756,661.67 | 10,959,819.44 | SUNGARD | 0.071 |
| CP-CITIGROUP | 17307SL18 | 06/02/06 | 11/01/06 | 5.100% | 5.212% | 15,000,000.00 | 14,677,000.00 | 14,932,058.33 | SUNGARD | 0.088 |
| CP-BANK OF AMERICA | 0660P1L33 | 05/24/06 | 11/03/06 | 5.110% | 5.231% | 40,000,000.00 | 39,074,522.22 | 39,807,133.33 | SUNGARD | 0.093 |
| CP-RABOBANK | 74977LL88 | 06/07/06 | 11/08/06 | 5.150% | 5.266% | 20,000,000.00 | 19,559,388.89 | 19,888,955.56 | SUNGARD | 0.107 |
| CP-BARCLAYS | 06737JL94 | 06/09/06 | 11/09/06 | 5.170% | 5.286% | 11,000,000.00 | 10,758,302.50 | 10,937,318.33 | SUNGARD | 0.110 |
| CP-RABOBANK | 74977LLD7 | 06/14/06 | 11/13/06 | 5.215% | 5.332% | 20,000,000.00 | 19,559,622.22 | 19,874,344.44 | SUNGARD | 0.120 |
| CP-CITIGROUP | 17307SLE0 | 06/21/06 | 11/14/06 | 5.320% | 5.437% | 25,000,000.00 | 24,460,611.11 | 24,839,277.78 | SUNGARD | 0.123 |
| CP-GECC | 36959JLF8 | 06/13/06 | 11/15/06 | 5.200% | 5.200% | 18,000,000.00 | 17,597,000.00 | 17,881,650.00 | SUNGARD | 0.126 |
| CP-UBS | 90262DLG8 | 06/29/06 | 11/16/06 | 5.375% | 5.490% | 13,000,000.00 | 12,728,263.89 | 12,912,625.56 | SUNGARD | 0.129 |
| CP-CITIGROUP | 17307SLH3 | 06/16/06 | 11/17/06 | 5.270% | 5.392% | 35,000,000.00 | 34,210,963.89 | 34,759,647.22 | SUNGARD | 0.131 |
| CP-BNP PARIBAS | 0556N1LL5 | 06/19/06 | 11/20/06 | 5.305% | 5.428% | 17,000,000.00 | 16,614,208.61 | 16,875,805.56 | SUNGARD | 0.140 |
| CP-CITIGROUP | 17307SLM2 | 06/28/06 | 11/21/06 | 5.390% | 5.510% | 25,000,000.00 | 24,453,513.89 | 24,813,708.33 | SUNGARD | 0.142 |
| CP-CITIGROUP | 17307SLN0 | 06/28/06 | 11/22/06 | 5.390% | 5.511% | 16,000,000.00 | 15,647,853.33 | 15,878,435.56 | SUNGARD | 0.145 |
| CP-BNP PARIBAS | 0556N1M18 | 06/29/06 | 12/01/06 | 5.375% | 5.502% | 25,000,000.00 | 24,421,440.97 | 24,777,604.17 | SUNGARD | 0.170 |
| CP-UBS | 90262DM10 | 06/30/06 | 12/01/06 | 5.345% | 5.470% | 25,000,000.00 | 24,428,381.94 | 24,777,604.17 | SUNGARD | 0.170 |
| CP-BARCLAYS | 06737JM10 | 06/30/06 | 12/01/06 | 5.345% | 5.470% | 12,000,000.00 | 11,725,623.33 | 11,893,250.00 | SUNGARD | 0.170 |
| CP-ING US FUNDING | 4497W1M11 | 07/07/06 | 12/01/06 | 5.395% | 5.517% | 15,000,000.00 | 14,669,556.25 | 14,866,562.50 | SUNGARD | 0.170 |
| CP-ING US FUNDING | 4497W1M45 | 07/07/06 | 12/04/06 | 5.395% | 5.519% | 35,000,000.00 | 34,213,229.17 | 34,673,333.33 | SUNGARD | 0.178 |
| CP-ING US FUNDING | 4497W1M52 | 07/10/06 | 12/05/06 | 5.380% | 5.502% | 20,000,000.00 | 19,557,644.44 | 19,810,416.67 | SUNGARD | 0.181 |
| CP-GECC | 36959JM67 | 07/05/06 | 12/06/06 | 5.390% | 5.517% | 30,000,000.00 | 29,308,283.33 | 29,711,250.00 | SUNGARD | 0.183 |
| CP-TOYOTA MOTOR CC | 89233HM68 | 07/13/06 | 12/06/06 | 5.380% | 5.576% | 18,000,000.00 | 17,607,260.00 | 17,826,750.00 | SUNGARD | 0.183 |
| CP-UBS | 90262DM77 | 07/05/06 | 12/07/06 | 5.395% | 5.523% | 20,000,000.00 | 19,535,430.56 | 19,804,583.33 | SUNGARD | 0.186 |
| CP-TOYOTA MOTOR CC | 89233HN26 | 07/31/06 | 01/02/07 | 5.305% | 5.429% | 25,000,000.00 | 24,428,975.69 | 24,660,937.50 | SUNGARD | 0.257 |
| CP-TOYOTA MOTOR CC | 89233HN26 | 08/09/06 | 01/02/07 | 5.260% | 5.375% | 10,000,000.00 | 9,786,677.78 | 9,864,375.00 | SUNGARD | 0.257 |
| CP-ING US FUNDING | 4497W1N44 | 07/25/06 | 01/04/07 | 5.340% | 5.472% | 25,000,000.00 | 24,395,541.67 | 24,653,645.83 | SUNGARD | 0.263 |
| CP-TOYOTA MOTOR CC | 89233HN59 | 08/04/06 | 01/05/07 | 5.310% | 5.433% | 20,000,000.00 | 19,545,700.00 | 19,720,000.00 | SUNGARD | 0.266 |
| CP-TOYOTA MOTOR CC | 89233HN91 | 08/15/06 | 01/09/07 | 5.280% | 5.396% | 15,000,000.00 | 14,676,600.00 | 14,781,250.00 | SUNGARD | 0.277 |
| CP-TOYOTA MOTOR CC | 89233HNB6 | 08/16/06 | 01/11/07 | 5.270% | 5.387% | 12,000,000.00 | 11,740,013.33 | 11,821,500.00 | SUNGARD | 0.282 |
| CP-UBS | 90262DNJ0 | 08/23/06 | 01/18/07 | 5.250% | 5.366% | 17,000,000.00 | 16,633,083.33 | 16,729,770.83 | SUNGARD | 0.301 |
| CP-UBS | 90262DNK7 | 08/23/06 | 01/19/07 | 5.250% | 5.367% | 13,000,000.00 | 12,717,520.83 | 12,791,458.33 | SUNGARD | 0.304 |
| CP-UBS | 90262DNP6 | 08/31/06 | 01/23/07 | 5.230% | 5.343% | 12,000,000.00 | 11,747,216.67 | 11,800,500.00 | SUNGARD | 0.315 |
| CP-SOCIETE GENERALE | 83365SNQ2 | 09/11/06 | 01/24/07 | 5.240% | 5.345% | 12,000,000.00 | 11,764,200.00 | 11,798,750.00 | SUNGARD | 0.318 |
| CP-BARCLAYS | 06737JNS0 | 09/01/06 | 01/26/07 | 5.220% | 5.334% | 25,000,000.00 | 24,467,125.00 | 24,573,437.50 | SUNGARD | 0.323 |
| CP-SOCIETE GENERALE | 83365SP15 | 09/14/06 | 02/01/07 | 5.240% | 5.349% | 30,000,000.00 | 29,388,666.67 | 29,462,900.00 | SUNGARD | 0.339 |
| CP-SOCIETE GENERALE | 83365SP15 | 09/15/06 | 02/01/07 | 5.240% | 5.348% | 16,000,000.00 | 15,676,284.44 | 15,713,546.67 | SUNGARD | 0.339 |
| CP-BNP PARIBAS | 0556N1P56 | 09/26/06 | 02/05/07 | 5.170% | 5.270% | 25,000,000.00 | 24,526,083.33 | 24,537,861.11 | SUNGARD | 0.350 |
| CP-TOYOTA MOTOR CC | 89233HP65 | 09/27/06 | 02/06/07 | 5.160% | 5.160% | 20,000,000.00 | 19,621,600.00 | 19,627,377.78 | SUNGARD | 0.353 |
| CP-BNP PARIBAS | 0556N1PP2 | 09/19/06 | 02/23/07 | 5.215% | 5.336% | 40,000,000.00 | 39,090,272.22 | 39,155,777.78 | SUNGARD | 0.400 |
| TOTAL COMMERCIAL PAPER | | | | 5.240% | 5.355% | 948,000,000.00 | 927,116,531.77 | 938,840,025.83 | | 0.184 |
| | | | | | | | 35.54% | 35.84% | | |
| CD-DEUTSCHE BANK | 25153CP74 | 04/17/06 | 10/02/06 | 5.120% | 5.120% | 25,000,000.00 | 25,000,000.00 | 24,999,604.76 | SUNGARD | 0.005 |
| CD-BANK OF AMERICA | 06050GRV4 | 04/17/06 | 10/02/06 | 5.110% | 5.110% | 22,000,000.00 | 22,000,000.00 | 21,999,640.27 | SUNGARD | 0.005 |
| CD-HSBC BANK | 40428ARP4 | 05/02/06 | 10/05/06 | 5.110% | 5.110% | 35,000,000.00 | 35,000,000.00 | 34,998,624.49 | SUNGARD | 0.014 |
| CD-DEUTSCHE BANK | 25153CS89 | 05/04/06 | 10/06/06 | 5.170% | 5.170% | 20,000,000.00 | 20,000,000.00 | 19,999,257.38 | SUNGARD | 0.016 |
| CD-DEUTSCHE BANK | 25153CT96 | 05/12/06 | 10/06/06 | 5.170% | 5.170% | 15,000,000.00 | 15,000,000.00 | 14,999,458.19 | SUNGARD | 0.016 |
| CD-BANK OF AMERICA | 06050GSP6 | 05/15/06 | 10/13/06 | 5.170% | 5.170% | 21,000,000.00 | 21,000,000.00 | 20,998,375.40 | SUNGARD | 0.036 |
| CD-BANK OF AMERICA | 06050CSQ4 | 05/15/06 | 10/16/06 | 5.170% | 5.170% | 27,000,000.00 | 27,000,000.00 | 26,997,430.34 | SUNGARD | 0.044 |
| CD-WELLS FARGO (CR) | - | 10/17/05 | 10/17/06 | 3.800% | 3.800% | 5,000,000.00 | 5,000,000.00 | 5,000,000.00 | SUNGARD | 0.047 |
| CD-HSBC BANK | 40428ARU3 | 05/17/06 | 10/24/06 | 5.140% | 5.140% | 25,000,000.00 | 25,000,000.00 | 24,995,972.08 | SUNGARD | 0.066 |

