



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: Treasurer - Tax Collector
Department No.: 065
For Agenda Of: 8/18/2009
Placement: Administrative
Estimate Time:
Continued Item: NO
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors
FROM: Department Director(s) Bernice James, Treasurer - Tax Collector, 568-2490
Contact Info: Stacey Matson, Investment & Debt Officer, 568-2158
SUBJECT: Treasurer's Investment Pool, Fiscal Year 2008-2009 Fourth Quarter (April - June 2009)

County Counsel Concurrence:

As to form: Yes No N/A

Auditor-Controller Concurrence:

As to form: Yes No N/A

Other Concurrence: N/A

As to form: Yes No N/A

Recommended Action(s):

That the Board of Supervisors:

- A) Accept for filing the Fiscal Year 2008-2009 Fourth Quarter (April - June, 2009) report on the Treasurer's Investment Pool, pursuant to Government Code section 53646(b).

Summary:

As presented on Page 9, the value of the Treasurer's Pool at principal cost on June 30, 2009, was \$788,921,666, and \$399,580 in Directed Investments. Market value of the investment pool was \$795,862,984 and of directed investments was \$427,503. The weighted average days-to-maturity (WAM) for the pool was 296 days.

Per Government Code Section 53600.5, the Santa Barbara County Treasurer has a mandated responsibility to manage and invest public funds with the primary objective of safeguarding principal, the secondary objective of meeting the liquidity needs of pool participants, and finally, the objective of attaining a market average rate of return, consistent with the primary objectives of safety and liquidity.

For the quarter ended 6/30/2009, the Treasurer's Pool anticipated and met all liquidity requirements, precluding any need to sell holdings unexpectedly at a potential loss in order to meet cash flow demands.

All investments purchased, met or exceeded state and local policy requirements for credit quality. Credit quality of assets held in the pool is monitored on an ongoing basis. At June 30, 2009, and as reported in prior quarters,

Treasurer's **Investment Pool, Fiscal Year 2008-2009 Fourth Quarter (April - June 2009)**

8/18/2009

Page 2 of 3

the pool holds two Bank of America senior medium term notes of \$5 million each that mature on August 1, 2010 and February 12, 2010. It also continues to hold a \$5 million senior medium term note of Citigroup that matures on September 29, 2011. At the purchase dates of the medium term notes, both issuers met credit rating requirements of the Treasurer's Investment Policy. The Bank of America notes were rated "AA" by S&P, "AA1" by Moodys, and "AA" by Fitch. The Citigroup note was rated "AA-" by S&P, "AA1" by Moodys, and "AA+" by Fitch. Since their purchase dates these issuers have been downgraded below what is required by the Treasurer's Investment Policy for medium term notes. Both issuers have retained investment grade ratings and meet State legal requirements for investment of public funds. Bank of America is currently rated "A" by S&P, "A2" by Moodys, and "A+" by Fitch. Citigroup is currently rated "A" by S&P, "A3" by Moodys, and "A+" by Fitch. In accordance with the Treasurer's Investment Policy for securities that have been downgraded to a rating below what it requires, the events leading to the downgrade were thoroughly scrutinized, along with the risk to principal of the pool. At this time, it has again been determined that the likelihood of actual default is remote and that it would be in the best interest of pool participant's to hold the securities until maturity.

\$3,408,121, a return of 1.479%, was earned from investments of the pool and distributed for the benefit of programs provided by the County, schools, and special districts.

It is the adopted policy of the Santa Barbara County Treasurer to invest public funds in a manner which provides the maximum security of principal, while meeting the daily cash flow needs of investment pool participants. A lesser emphasis is to achieve the highest yield possible. The Santa Barbara County Treasurer conforms to all applicable State statutes and County resolutions that govern the investment of public funds.

Background:

The US economy contracted at an annual pace of -5.5% for the quarter ended 6/30/2009, as measured through 3/31/2009. Federal Reserve analyst's expect Gross Domestic Product (GDP), the value of all goods and services produced within the economy, to decline at a slower pace for the quarter ending June 30, as compared to the quarter ended March 31, and to slowly improve over the second half of the 2009 calendar year. Job losses, although not as weak as in earlier months, remain substantial. Unemployment is expected to rise further, although at a smaller rate of increase than was experienced in early 2009. Inflation expectations rose slightly, with deflation expectations markedly decreasing. Core consumer price levels have come in a bit higher than expected, along with a rise in prices for energy and imported goods. However, inflation is still expected to be fairly subdued due to unemployment holding down wages, personal income contracting, continued tight credit conditions, and rates of household savings projected to increase, despite an improvement in consumer sentiment.

The Federal Open Market Committee (FOMC) issued a statement at its June 24th meeting stating "Information received since the FOMC met in April suggests that the pace of economic contraction is slowing." The FOMC further stated that "... the Committee ... continues to anticipate that economic conditions are likely to warrant exceptionally low levels of the federal funds rate for an extended period." At the December FOMC meeting the rate was lowered to a target range of 0 to .25%, where it has remained since.

The FOMC will meet on August 12th and September 23rd, providing insights on the economy's stability since its June meeting, and the prospects for growth and inflation.

This quarterly report is being submitted to you as required by California Government Code section 53646 (b). In addition, California Government Code section 53646 (b) (3) requires the Treasurer-Tax Collector to include a statement in the Treasurer's Report affirming the ability of the Santa Barbara County Investment Pool to meet expenditure requirements for the next six months.

This report was reviewed and discussed by the Treasury Oversight Committee at its quarterly meeting. The Treasury Oversight Committee promotes the public interest and is governed by California Government Code sections 27130 through 27133.

Performance Measures:

The following performance measures are related to the Treasurer's Investment Pool:

To ensure the financial stability of the County, monitor and project liquidity requirements as evidenced by zero securities sold at a loss to meet cash flow needs of pool participants: Accomplished

To ensure the financial stability of the County and secure public agency funds, stay within compliance 100% of the time with the Government Code and the Treasurer's Investment Policy: Partially Accomplished. This performance measure was achieved for the last three quarters of the 2008 – 2009 fiscal year. However, it was recently determined that there was an inadvertent breach in compliance for the first quarter of the fiscal year. The Treasurer's Investment Policy requires that commercial paper may not exceed 5% for any one issuer at the time of its purchase. On September 29, 2008 commercial paper was purchased that resulted in the pool holding 4.3% of HSBC Finance Corporation and 1.4% of its parent company HSBC Bank USA, resulting in a combined pool holding of 5.7%. The Department has strong policies and procedures in place that have worked well to prevent compliance issues. However, policies and procedures regarding holdings in a parent and a subsidiary have been examined more closely due to the questions posed by the HSBC parent and subsidiary combined holding of 5.7%. It has been clarified and directed that portfolio compliance is to be determined using an aggregate parent and subsidiary percentage.

To ensure the financial stability of the County, achieve an investment pool yield equal to, or greater than LAIF's, on a five year moving average: Not Accomplished. LAIF's five year moving average for the quarter is 3.4%, as compared to 3.2% for the pool. This is the result of LAIF earning a higher rate of return for the period December 2005 – March 2008. For the quarter ended 6/30/2009 the Treasurer's pool earned a net return of 1.48%, as compared to LAIF's 1.51%.

Fiscal and Facilities Impacts:

Budgeted: Yes No

Fiscal Analysis:

For the quarter ending June 30, 2009, net investment earnings achieved by the pool were \$3.4 million, with the County receiving 41%, Schools 51%, and Special Districts the balance of 8%, as shown on Page 14, Chart 4. The net yield earned for the quarter on an annualized basis is 1.479% and over the past year is 2.5%.

Legal Positions:

N/A

FTEs:

N/A

Special Instructions:

None

Attachments:

Treasurer's Fourth Quarter Investment Pool Report

Authored by:

Stacey Matson, CPA, Investment & Debt Officer

SANTA BARBARA COUNTY

**TREASURER'S REPORT TO THE BOARD OF SUPERVISORS AND
THE TREASURY OVERSIGHT COMMITTEE**

FOR THE QUARTER ENDED JUNE 30, 2009

Table of Contents

I. Economic Trend

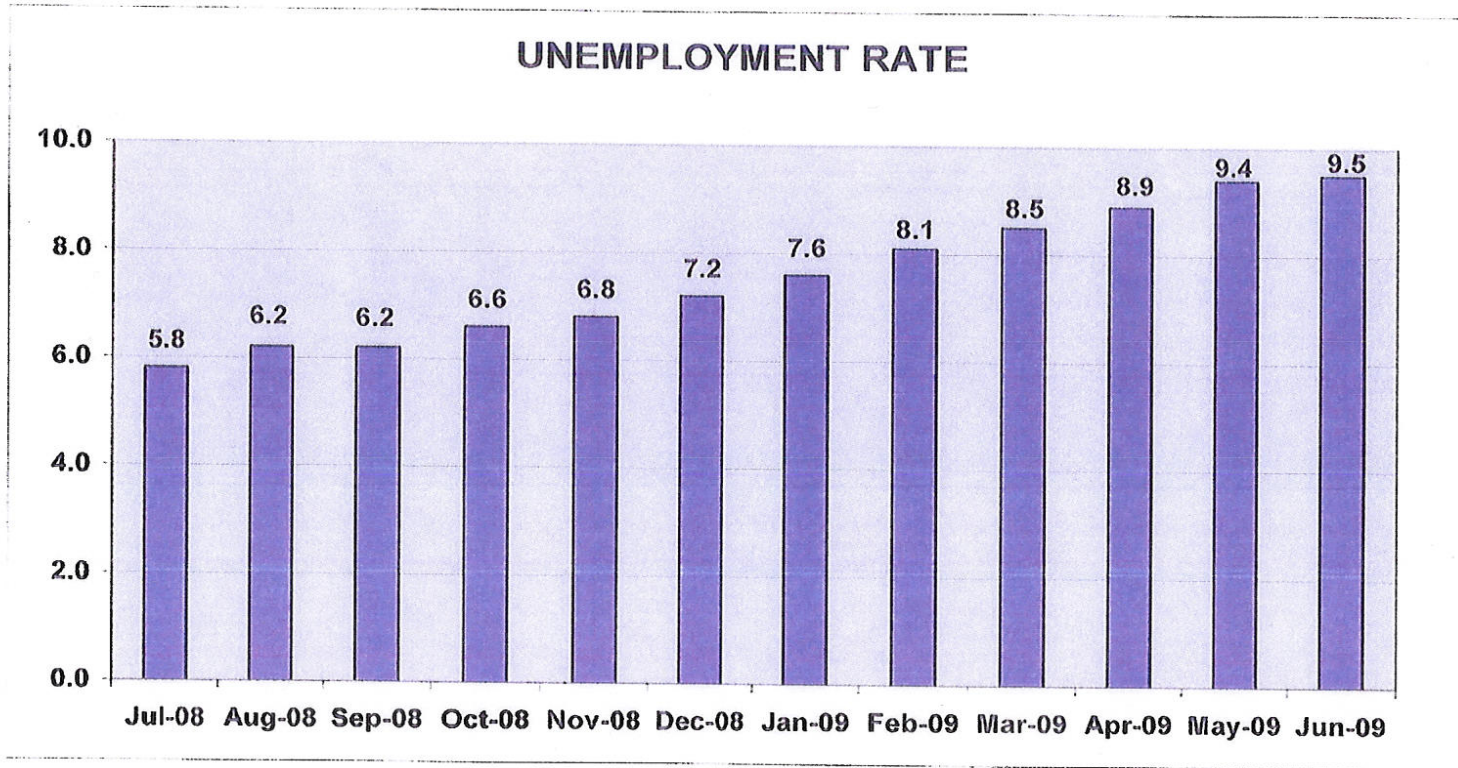
II. Overview of Investment Activities

ECONOMIC TREND: Impact on the Pool

- **The Federal Reserve (FED), maintained the target federal funds rate at a range of 0 to .25% throughout the quarter.**
- **The impact of the short - term rate remaining at its historic low rate resulted in the pool's yield decreasing. The FED has indicated this low rate will remain in place for some time. Fixed income investment offerings are expected to continue to be purchased at lower rates of return than many of the current pool holdings. As investments mature they are likely to be invested at a lower rate.**
- **The unemployment rate continued to increase, ending the quarter at its highest level since December of 1982. After beginning the quarter at 8.5%, it increased in April to 8.9%, increased in May to 9.4%, and ended the June 2009 quarter at 9.5%. Payrolls decreased, for the sixth quarter in a row, by 1,308,000 jobs last quarter, bringing the total decrease to 5,124,000 over the last twelve months. The rate of payroll decreases in June of 2009 is less than the losses experienced in the quarters ended December 2008 (1,658,000) and March 2009 (2,074,000), but still greater than those of the quarter ended September 2008 (624,000).**
- **Consumer Confidence ended its decline and improved over the quarter ended June 30, 2009. After beginning the quarter at 26.9, it increased to 40.8 and 54.8 in April and May, respectively, and dipped to end the quarter at 49.3. The economy continues to contract, but at a slightly slower rate. At March 2009 an annualized growth rate of -5.5% was experienced, as compared to December 2008's annualized rate of -6.3. Negative growth is expected to continue throughout the 2009 calendar year.**

ECONOMIC TREND: Unemployment Rate

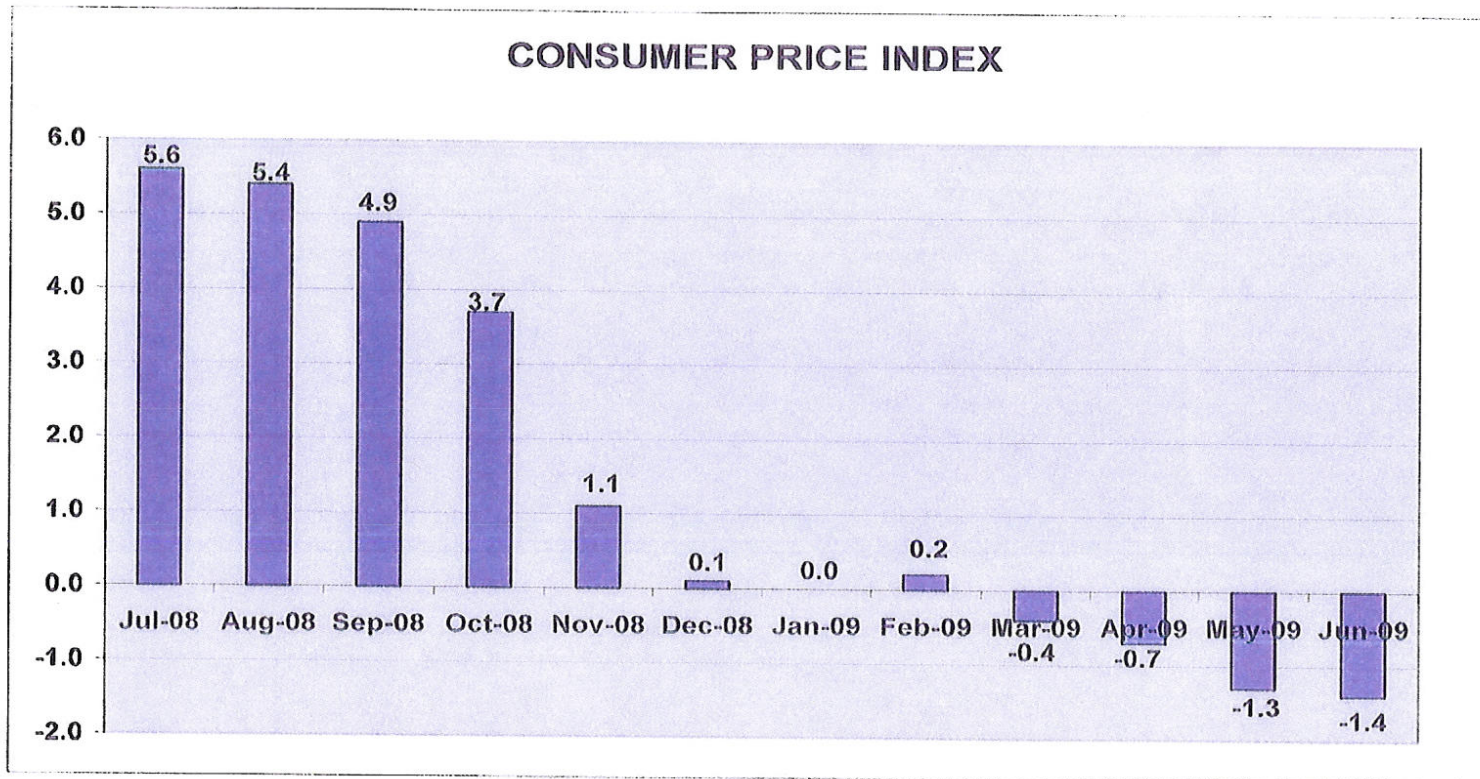
The unemployment rate continuing its trend upward, reached highs not experienced since its monthly seasonally adjusted level in December of 1982. It began the quarter at 8.5%, reached 8.9% in April, increased to 9.4% in May, and ended the quarter at 9.5%. The unemployment rate represents the number of unemployed persons as a percent of the labor force. The sampling used each month to calculate the rate is approximately 60,000 households.



Source: Bureau of Labor Statistics

ECONOMIC TREND: Inflation

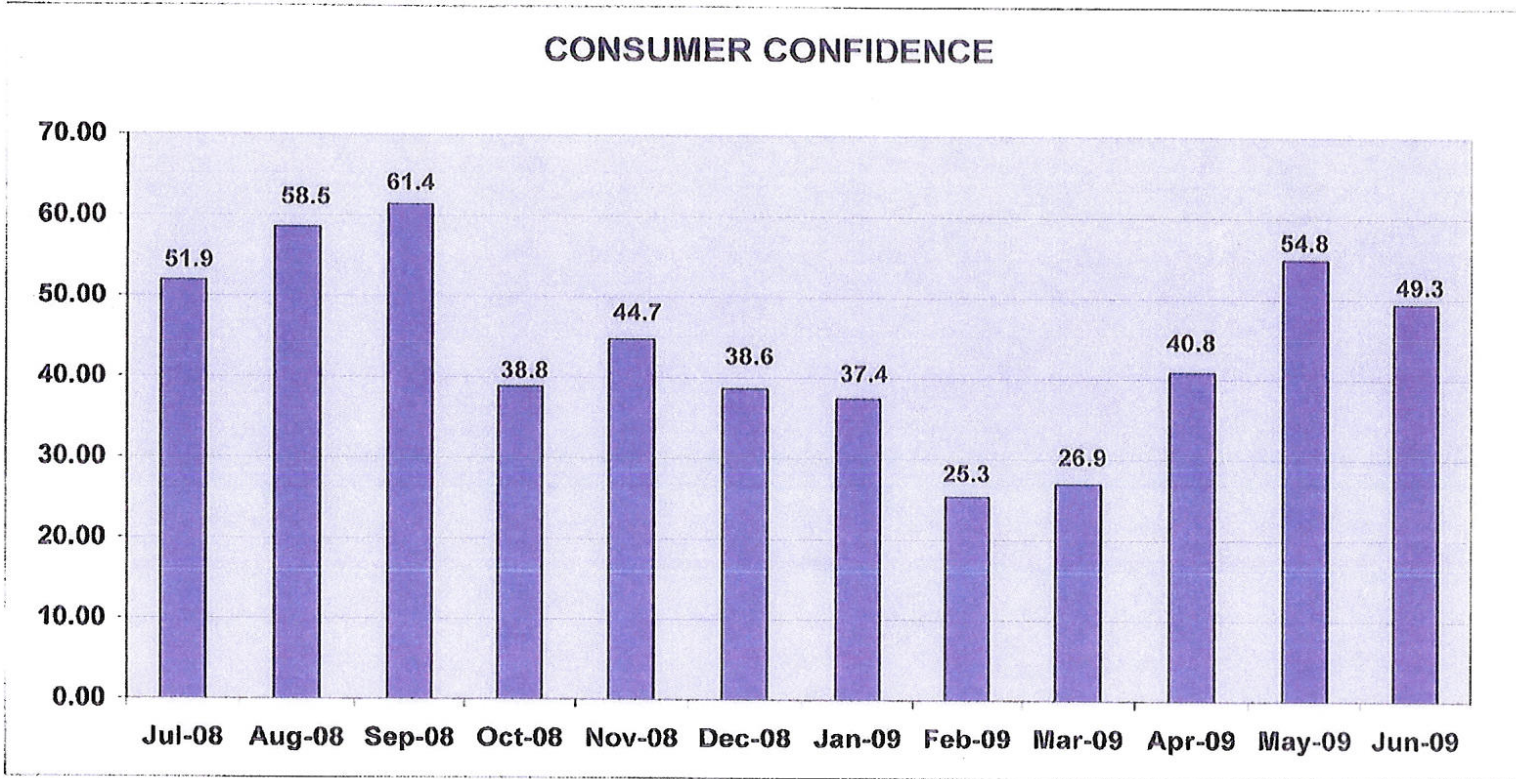
The Consumer Price Index (CPI) continued to decline, beginning the quarter at -0.4 and ending it at -1.4. The Core CPI, which excludes food and energy, began the quarter at 1.8 and ended it slightly down at 1.7. The CPI represents changes in prices of all goods and services purchased for consumption by urban households.



Source: Bureau of Labor Statistics

ECONOMIC TREND: Consumer Confidence

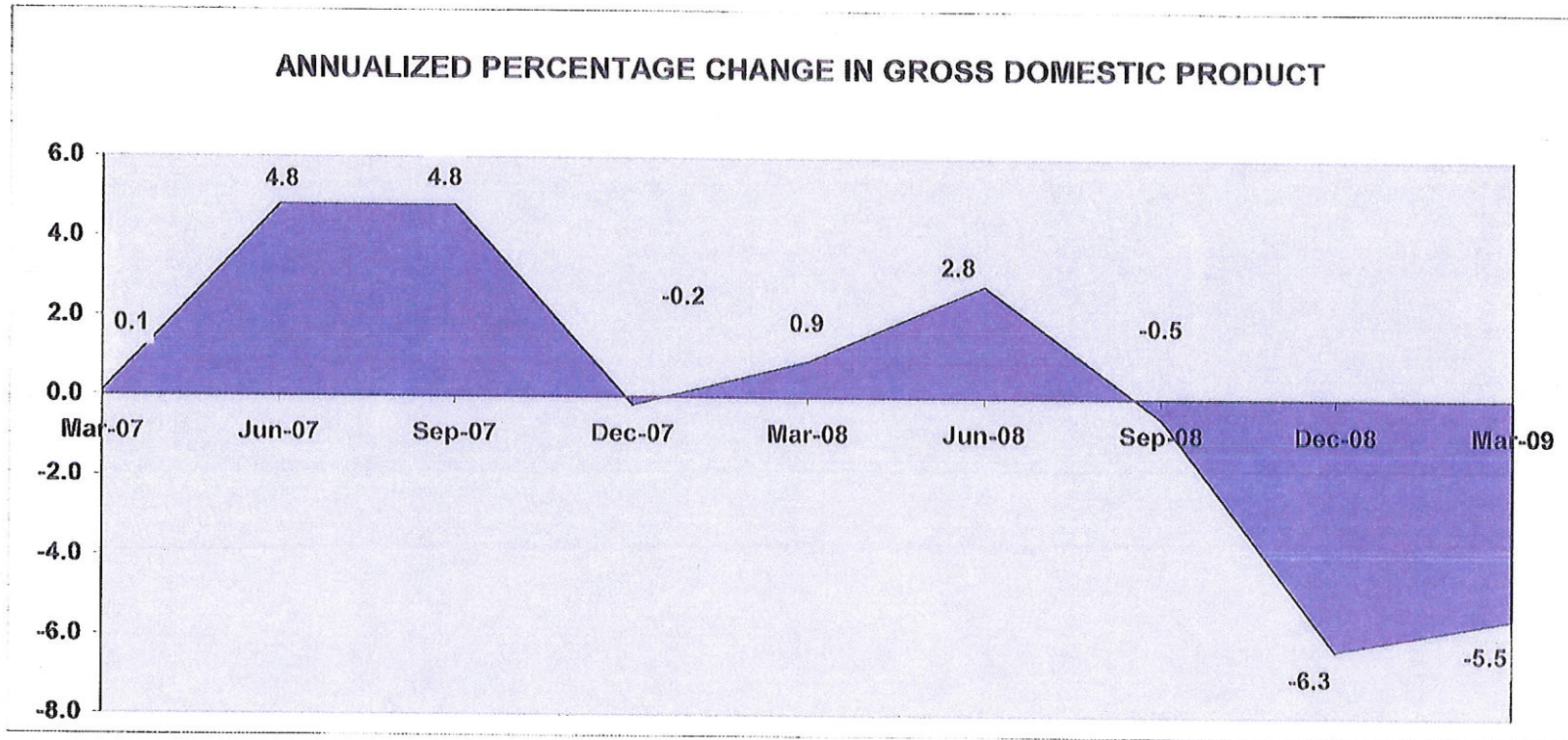
Consumer Confidence began the quarter at 26.9. Over the June 30, 2009 quarter, it improved, ending the quarter at 49.3, and reaching a high of 54.8 in May. This Index is the average of responses to current business and employment conditions and responses to six-month future expectations for business conditions, employment conditions, and total family income.



Source: Conference Board

ECONOMIC TREND: GDP (Gross Domestic Product)

The economy continued to experience annualized negative growth through March 2009, but at a slightly lower rate, as compared to December 2008. Annualized GDP at December 2008 was -6.3% and at March 2009 was -5.5%. Gross domestic product is the value of all goods and services produced. It is expected that GDP will continue to be negative over the next quarter.



Source: Bureau of Economic Analysis

II. Overview of Investment Activities

SANTA BARBARA COUNTY INVESTMENT FUNDS
Quarter Ending June 30, 2009

SUMMARY OF INVESTMENTS IN THE TREASURER'S POOL	
PRINCIPAL COST	\$ 788,921,666
MARKET VALUE (provided by Union Bank)	\$ 795,862,984
CUMULATIVE UNREALIZED Gain (See Note Below)	\$ 6,941,318
TOTAL NET EARNINGS ON THE TREASURER'S POOL	\$ 3,408,121
AVERAGE DAILY BALANCE ON THE TREASURER'S POOL	\$ 924,114,962
CASH	\$ 41,340,412
ACCRUED INTEREST AT PURCHASE	\$ 17,308
NET INTEREST RATE ON THE TREASURER'S POOL	1.479 %
WEIGHTED AVERAGE DAYS TO MATURITY	296
WEIGHTED AVERAGE DAYS TO CALL DATE	197

SUMMARY OF INVESTMENTS IN TOBACCO SETTLEMENT FUND	
PRINCIPAL COST	\$ 399,580
MARKET VALUE	\$ 427,503
CUMULATIVE UNREALIZED GAIN (See Note Below)	\$ 27,923
YIELD TO MATURITY	7.21%
WEIGHTED AVERAGE DAYS TO MATURITY	349

SUMMARY OF THE CERTIFICATES OF PARTICIPATION RESERVE FUNDS	
PRINCIPAL COST	\$22,188,821
MARKET VALUE	\$22,412,530
CUMULATIVE UNREALIZED GAIN (See Note Below)	\$ 223,709
YIELD TO MATURITY	1.77%
WEIGHTED AVERAGE DAYS TO MATURITY	445

Note: Unrealized gains and losses are not expected to be realized. It is our basic policy to retain securities in the pool until maturity.

CHARTS: The following charts are provided for your review:

Chart 1: Asset Distribution by Sector

Chart 2: Credit Rating At Time of Purchase By Percent of Book Value

Chart 3: Maturity Distribution

Chart 4: Average Daily Cash Balance and Income Distribution

Chart 5: Quarterly Performance Versus Selected Benchmarks

As you can see on Chart 1, for the quarter ending June 30, 2009, 51.2% of the pool's assets were invested in Government Agency Bonds, 0.8% in Treasury Bills, 9.8% in Callable Securities, 9.7% in Commercial Paper, 4.3% in LAIF (Local Agency Investment Fund), 12.9% in Medium Term Notes, 1.3% in Medium Term Notes – FDIC Insured, and 10.0% in Negotiable Certificates of Deposit.

Chart 2 shows that at June 30th, based upon ratings at the time of purchase per the adopted investment policy, 65.7% of securities in the pool were rated AAA, 2.5% are rated AA+, 7.8% are rated AA, 19.7% are rated A-1, P-1, F-1, and 4.3% were unrated as they are in LAIF.

Chart 3 shows that at June 30th 35.6% of the pool's investments have a maturity between 1 and 90 days, 32.5% between 91 days and 1 year, 6.4% between 1 year and 2 years, 4.7% between 2 and 3 years, 6.0% between 3 and 4 years, 2.1% between 4 and five years, and the other 12.7% is invested in LAIF and other overnight securities.

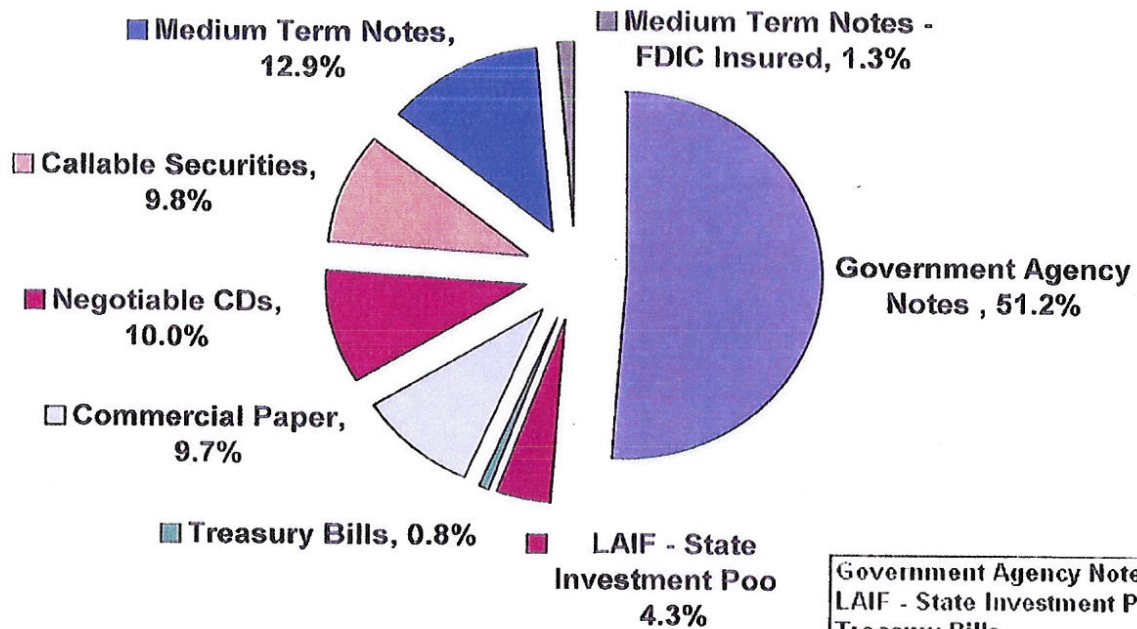
Chart 4 reflects how the pool's net earnings of \$3,408,121 were distributed between the County (41%), Schools (51%) and Special Districts (8%), based upon average daily cash balances.

Finally, Chart 5 compares the County's return to various indexes on a quarterly basis.

The investment portfolio as of the quarter ending June 30, 2009 is in compliance with the Treasurer's statement of investment policy.

The Treasurer's Investment Pool has sufficient cash flow available to meet all budgeted expenditures for the next six months.

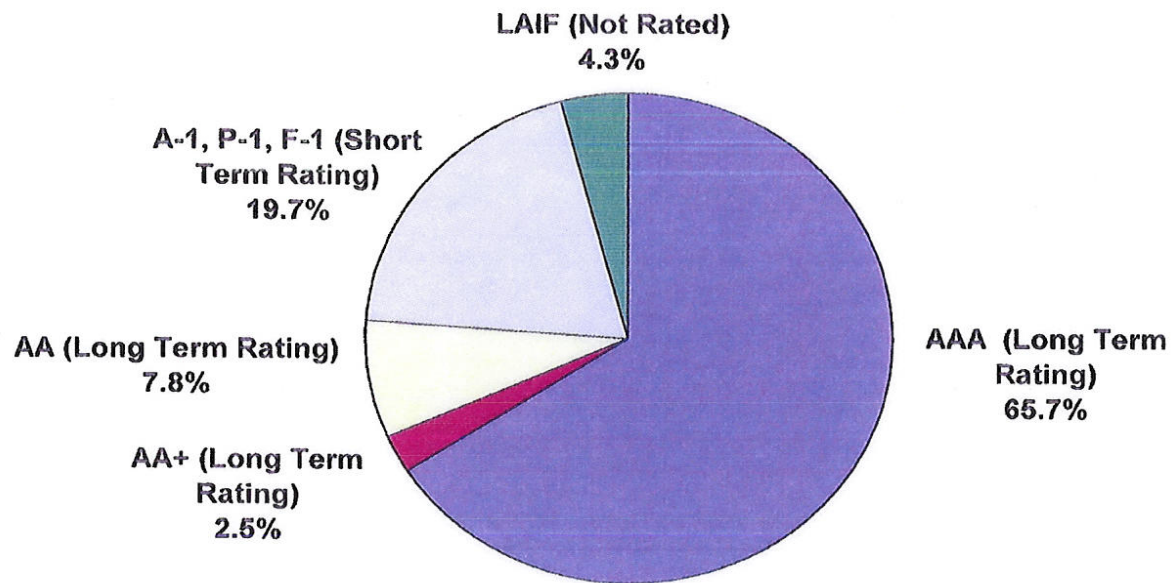
**TREASURER'S INVESTMENT PORTFOLIO
ASSET DISTRIBUTION BY SECTOR (PAR VALUE)
6/30/2009**



Government Agency Notes	\$ 405,275,000
LAIF - State Investment Pool	\$ 34,000,000
Treasury Bills	\$ 6,000,000
Commercial Paper	\$ 76,700,000
Negotiable CDs	\$ 79,000,000
Callable Securities	\$ 78,000,000
Medium Term Notes	\$ 102,942,000
Medium Term Notes - FDIC Insured	\$ 10,000,000
TOTAL	\$ 791,917,000

CHART 1

**Credit Rating At Time of Purchase
By Percent of Book Value
6/30/2009**



Investment Policy Requirements:

Agency of the Federal Government/US Government Sponsored: AAA

Commercial Paper of US Corporations, Assets Greater Than \$500 million: A1, P1, F1 (by two of the three rating agencies)

State of California: LAIF: N/A

Negotiable CD's: A1, P1, F1 (by two of the three rating agencies)

Medium Term Notes/Corporate Notes of US Corporations: Up to three years: AA- by at least two of the three rating agencies. Greater than three years: AA by at least two of the three rating agencies.

CHART 2

**TREASURER'S INVESTMENT PORTFOLIO
MATURITY DISTRIBUTION
6/30/2009**

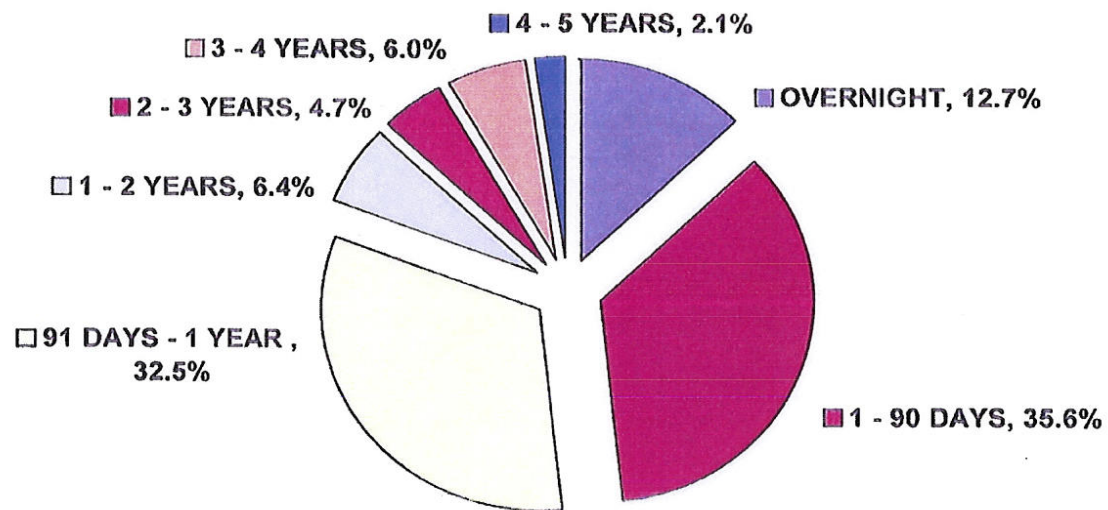
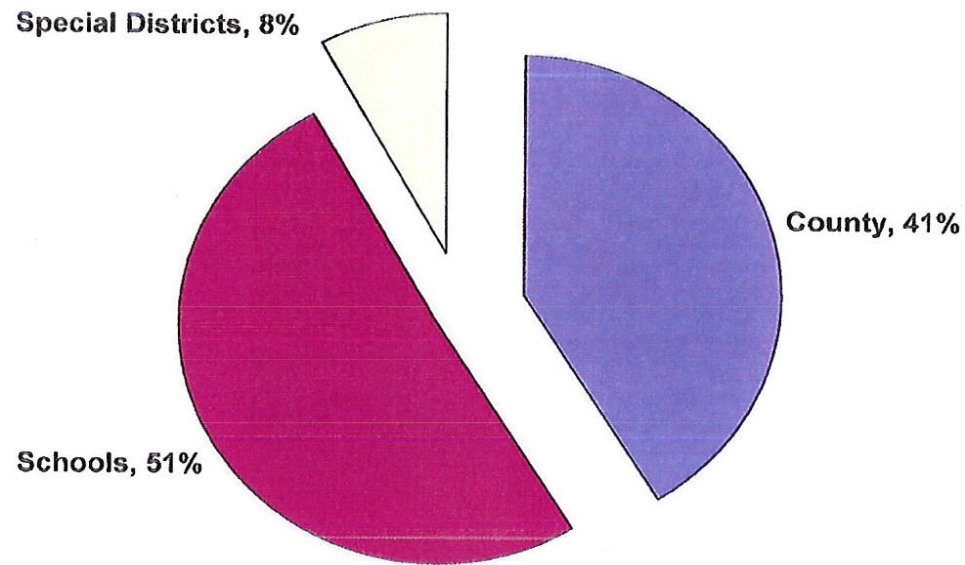


CHART 3

**TREASURER'S INVESTMENT PORTFOLIO
AVERAGE DAILY CASH BALANCE
AND INCOME DISTRIBUTION
for the Quarter Ended 6/30/09**



The average daily cash balance of all entities in the pool over the 6/30/2009 quarter was \$924,114,962. Aggregate interest earnings of \$3,408,121 was distributed to pool participants.

CHART 4

**TREASURER'S INVESTMENT PORTFOLIO
 QUARTERLY PERFORMANCE VERSUS SELECTED BENCHMARKS
 6/30/2009**

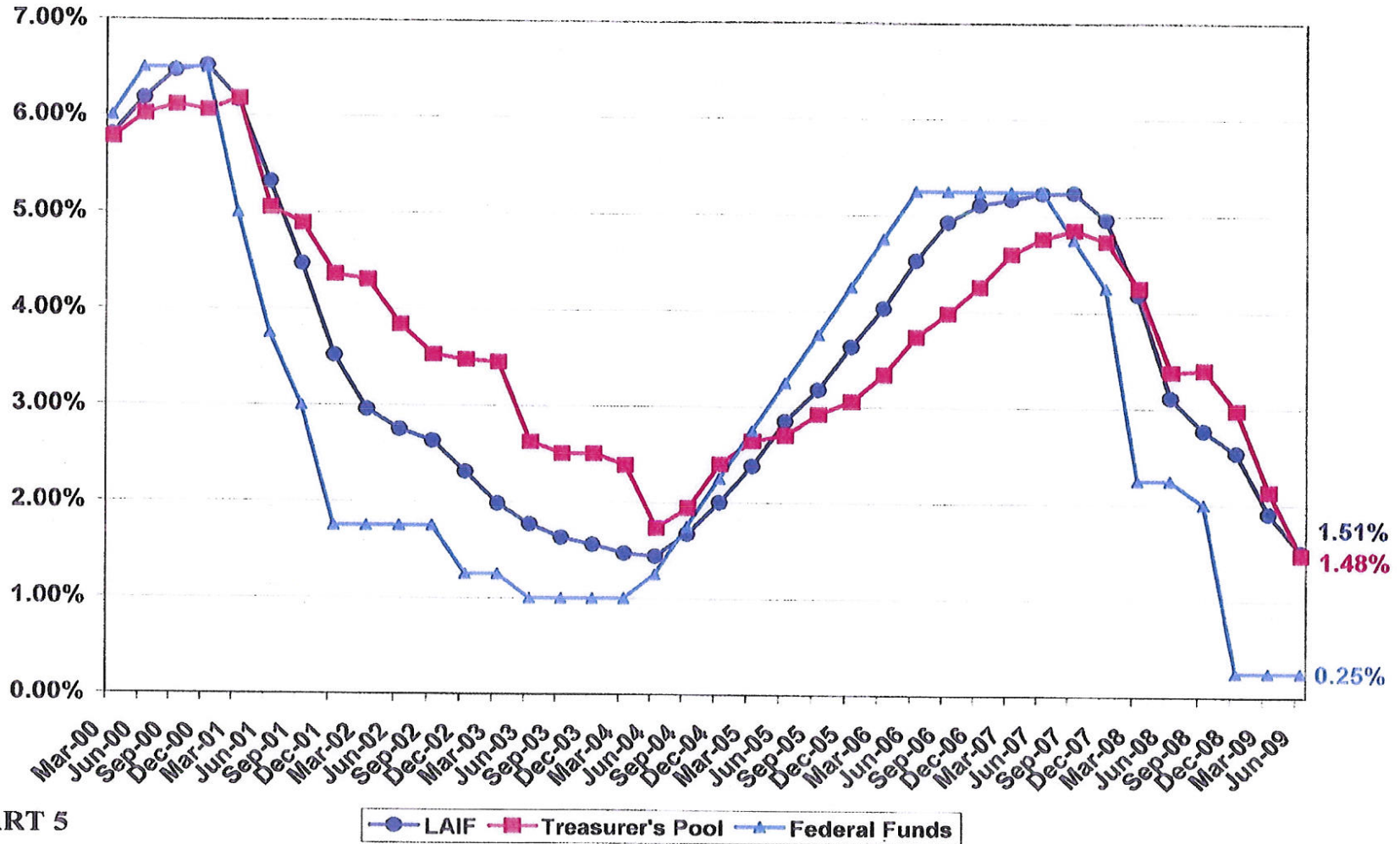
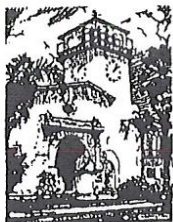


CHART 5



**County Pool 2008-2009
Portfolio Management
Portfolio Summary
June 30, 2009 through June 30, 2009**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM	YTM 360 Equiv.
Local Agency Investment Funds	34,000,000.00	34,000,000.00	34,000,000.00	4.30	1	1	1.520	1.499
Negotiable CDs	79,000,000.00	79,190,230.00	79,000,000.00	9.99	241	100	1.517	1.517
Medium Term Notes	102,942,000.00	104,334,773.82	103,046,091.32	13.03	1,021	429	4.402	4.346
Medium Term Notes - Callable	5,000,000.00	4,972,350.00	4,989,481.76	0.63	795	226	2.538	2.538
Medium Term Notes - FDIC	10,000,000.00	10,214,850.00	9,996,604.38	1.26	912	723	2.334	2.302
Commercial Paper Disc. -Amortizing	76,700,000.00	76,680,701.00	76,666,608.15	9.69	74	20	0.751	0.751
Federal Agency Coupon Securities	70,900,000.00	73,160,462.00	70,947,982.56	8.97	1,020	678	2.735	2.698
Federal Agency Disc. -Amortizing	334,375,000.00	334,100,156.70	333,483,206.48	42.15	264	107	1.155	1.155
Treasury Discounts -Amortizing	6,000,000.00	5,998,860.00	5,996,882.50	0.76	181	43	0.436	0.436
Federal Agency Coupon - Callables	73,000,000.00	73,210,800.00	72,982,784.50	9.23	1,335	1,203	2.523	2.488
	791,917,000.00	795,862,983.52	791,109,641.63	100.00%	508	296	1.877	1.862

Investments

Total Earnings	June 30 Month Ending	Fiscal Year Ending
Current Year	40,367.99	22,355,953.85
Average Daily Balance	791,109,641.63	
Effective Rate of Return	1.86%	

Stacey Matson, CPA, Investment & Debt Officer

Reporting period 06/30/2009-06/30/2009

Run Date: 07/09/2009 - 14:29

No fiscal year history available

Portfolio SB89

AP

PM (PRF_PM1) SymRept 6.41.202b
Report Ver. 5.00

**County Pool 2008-2009
Portfolio Management
Investment Status Report - Investments
June 30, 2009**

CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	Term	Days to Maturity	Market Value	Accrued Interest At Purchase	Current Principal	Book Value
Local Agency Investment Funds												
SYS1009	1009	LAIF	34,000,000.00	1.520			1	1	34,000,000.00		34,000,000.00	34,000,000.00
Local Agency Investment Funds Totals			34,000,000.00				1	1	34,000,000.00	0.00	34,000,000.00	34,000,000.00
Negotiable CDs												
90531CL34	4609	UBKCAL	5,000,000.00	1.100	07/01/2009	01/09/2009	173	0	5,000,150.00		5,000,000.00	5,000,000.00
90531CR38	4685	UBKCAL	10,000,000.00	1.200	09/04/2009	03/04/2009	184	65	10,014,600.00		10,000,000.00	10,000,000.00
90531CR46	4691	UBKCAL	5,000,000.00	0.900	07/02/2009	03/10/2009	114	1	5,000,200.00		5,000,000.00	5,000,000.00
90531CT85	4739	UBKCAL	5,000,000.00	0.850	08/31/2009	04/08/2009	145	61	5,005,150.00		5,000,000.00	5,000,000.00
90531CU67	4764	UBKCAL	5,000,000.00	0.800	08/14/2009	04/15/2009	121	44	5,003,450.00		5,000,000.00	5,000,000.00
90333U6S6	4534	USBNA	10,000,000.00	3.200	09/08/2009	12/08/2008	274	69	10,054,300.00		10,000,000.00	10,000,000.00
90333U6X5	4556	USBNA	10,000,000.00	2.510	10/07/2009	12/11/2008	300	98	10,055,000.00		10,000,000.00	10,000,000.00
90333VBP4	4611	USBNA	10,000,000.00	1.200	01/04/2010	01/12/2009	357	187	10,020,600.00		10,000,000.00	10,000,000.00
90333VBV1	4621	USBNA	4,000,000.00	1.470	01/11/2010	01/15/2009	361	194	4,014,320.00		4,000,000.00	4,000,000.00
90333VGP9	4723	USBNA	6,000,000.00	0.580	09/30/2009	03/31/2009	183	91	6,002,760.00		6,000,000.00	6,000,000.00
90333VGV6	4750	USBNA	5,000,000.00	1.220	01/12/2010	04/09/2009	278	195	5,011,300.00		5,000,000.00	5,000,000.00
90333VHB9	4771	USBNA	4,000,000.00	1.250	02/04/2010	04/21/2009	289	218	4,008,400.00		4,000,000.00	4,000,000.00
Negotiable CDs Totals			79,000,000.00				241	100	79,190,230.00	0.00	79,000,000.00	79,000,000.00
Medium Term Notes												
060505BU7	3744	BAC	5,000,000.00	4.500	08/01/2010	07/10/2007	1,118	396	5,024,400.00	Received	4,860,800.00	4,950,692.10
172967DU2	3202	CITIG	5,000,000.00	5.100	09/29/2011	10/24/2006	1,801	820	4,896,250.00	Received	4,956,900.00	4,980,380.39
2515A0HP1	4189	DBL	5,000,000.00	5.000	10/12/2010	03/31/2008	925	468	5,129,950.00	Received	5,189,250.00	5,095,767.56
36962GUL8	3158	GECC	10,938,000.00	7.375	01/19/2010	10/02/2006	1,205	202	11,267,780.70	Received	11,700,050.46	11,065,115.41
36962GR48	3713	GECC	5,000,000.00	4.125	09/01/2009	06/22/2007	802	62	5,027,650.00	Received	4,870,550.00	4,990,155.89
36962GM76	3833	GECC	5,000,000.00	0.933	11/21/2011	09/10/2007	1,533	873	4,732,850.00	Received	4,984,350.00	4,991,087.77
36962GR48	4086	GECC	5,000,000.00	4.125	09/01/2009	01/30/2008	580	62	5,027,650.00	Received	5,067,723.50	5,007,116.30
4042Q0AN9	4032	HSBCBA	10,000,000.00	3.875	09/15/2009	12/31/2007	624	76	10,047,800.00	Received	9,902,000.00	9,988,188.93
441812KH8	3863	HSBCFI	7,000,000.00	4.125	11/16/2009	10/01/2007	777	138	7,038,640.00	Received	6,870,729.25	6,977,187.51
46623EHU6	4067	JPMCC	5,000,000.00	1.601	01/22/2010	01/22/2008	731	205	5,013,200.00		5,000,000.00	5,000,000.00
89233PV60	4254	TOYMTN	5,000,000.00	2.850	04/28/2010	04/28/2008	730	301	5,056,850.00		4,987,500.00	4,994,843.75
949746MZ1	3156	WELLS	5,000,000.00	4.625	08/09/2010	09/29/2006	1,410	404	5,127,750.00	Received	4,932,850.00	4,980,772.88
949746NZ0	4088	WELLS	5,000,000.00	1.484	01/29/2010	01/31/2008	729	212	4,994,450.00		5,000,000.00	5,000,000.00
949746CL3	4359	WELLS	5,004,000.00	5.125	09/01/2012	07/30/2008	1,494	1,158	5,133,003.12	Received	4,928,940.00	4,945,829.78
949746NJ6	4693	WELLS	5,000,000.00	5.300	08/26/2011	03/10/2009	899	786	5,287,050.00	10,305.56	4,932,050.00	4,940,562.92

Portfolio SB89
AP

PM (PRF_PMS) SymRept 6.41.202b
Report Ver. 5.00

**County Pool 2008-2009
Portfolio Management
Investment Status Report - Investments
June 30, 2009**

CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	Term	Days to Maturity	Market Value	Accrued Interest At Purchase	Current Principal	Book Value
Medium Term Notes												
94975CAL1	4194	WFC	5,000,000.00	5.500	08/01/2012	04/02/2008	1,582	1,127	5,198,250.00	Received	5,212,400.00	5,151,227.71
92976WAT3	4217	WFC	5,000,000.00	4.375	06/01/2010	04/11/2008	781	335	5,120,750.00	Received	5,033,500.00	5,014,357.14
929903CF7	4731	WFC	5,000,000.00	5.300	10/15/2011	04/06/2009	922	836	5,210,500.00	Received	4,970,000.00	4,972,805.28
Medium Term Notes Totals			102,942,000.00				1,021	429	104,334,773.82	10,305.56	103,399,593.21	103,046,091.32
Medium Term Notes - Callable												
060505CY8	3983	BAC	5,000,000.00	0.974	02/12/2010	12/10/2007	795	226	4,972,350.00	Received	4,963,000.00	4,989,481.76
Medium Term Notes - Callable Totals			5,000,000.00				795	226	4,972,350.00	0.00	4,963,000.00	4,989,481.76
Medium Term Notes - FDIC												
36967HAG2	4608	GECC	5,000,000.00	1.625	01/07/2011	01/08/2009	729	555	5,048,150.00		4,996,600.00	4,997,418.08
949744AA4	4544	WFC	5,000,000.00	3.000	12/09/2011	12/10/2008	1,094	891	5,166,700.00		4,999,000.00	4,999,186.28
Medium Term Notes - FDIC Totals			10,000,000.00				912	723	10,214,850.00	0.00	9,996,600.00	9,996,604.36
Commercial Paper Disc. -Amortizing												
02665JU81	4734	AMHONF	5,000,000.00	0.810	07/08/2009	04/06/2009	93	7	4,999,750.00		4,989,537.50	4,999,212.50
02665JU73	4765	AMHONF	10,000,000.00	0.750	07/07/2009	04/16/2009	82	6	9,999,600.00		9,982,916.67	9,998,750.00
02665JUA6	4767	AMHONF	8,000,000.00	0.850	07/10/2009	04/17/2009	84	9	7,999,360.00		7,984,133.33	7,998,300.00
02665JU81	4768	AMHONF	5,000,000.00	0.850	07/08/2009	04/17/2009	82	7	4,999,750.00		4,990,319.44	4,999,173.61
02665JUP3	4804	AMHONF	4,700,000.00	0.530	07/23/2009	05/15/2009	69	22	4,698,966.00		4,695,225.58	4,698,477.72
02665JVK3	4821	AMHONF	3,500,000.00	-0.410	08/19/2009	05/29/2009	82	49	3,497,515.00		3,496,731.39	3,496,046.81
17307RU69	4849	CITIFI	5,000,000.00	0.400	07/06/2009	06/23/2009	13	5	4,999,850.00		4,999,277.78	4,999,722.22
63866AUP1	4835	NATWDL	10,000,000.00	0.760	07/23/2009	06/09/2009	44	22	9,997,800.00		9,990,711.11	9,995,355.56
63866AU22	4851	NATWDL	5,000,000.00	0.350	07/02/2009	06/25/2009	7	1	4,999,950.00		4,999,659.72	4,999,951.39
89233GV60	4642	TOYOTA	8,500,000.00	1.900	08/06/2009	02/02/2009	185	36	8,496,260.00		8,417,006.94	8,483,850.00
89233GUU8	4854	TOYOTA	6,000,000.00	0.240	07/28/2009	06/26/2009	32	27	5,998,380.00		5,998,720.00	5,998,920.00
89233GVX1	4859	TOYOTA	6,000,000.00	0.310	08/31/2009	06/30/2009	62	61	5,993,520.00		5,996,796.67	5,996,848.34
Commercial Paper Disc. -Amortizing Totals			76,700,000.00				74	20	76,680,701.00	0.00	76,541,036.13	76,666,608.15
Federal Agency Coupon Securities												
31331YAC4	3914	FFCB	6,000,000.00	4.820	10/12/2012	10/30/2007	1,809	1,199	6,517,500.00	Received	6,060,600.00	6,040,161.95
3133XBBV6	3909	FHLB	5,000,000.00	4.625	02/15/2012	10/26/2007	1,573	959	5,373,450.00	Received	5,021,550.00	5,013,133.12
3133XPXN9	4136	FHLB	5,000,000.00	3.000	09/03/2009	03/03/2008	549	64	5,023,450.00		5,000,000.00	5,000,000.00
3133XR7F1	4270	FHLB	5,000,000.00	2.450	08/12/2009	05/12/2008	457	42	5,012,500.00		5,000,000.00	5,000,000.00

Portfolio SB89

AP

**County Pool 2008-2009
Portfolio Management
Investment Status Report - Investments
June 30, 2009**

CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	Term	Days to Maturity	Market Value	Accrued Interest At Purchase	Current Principal	Book Value
Federal Agency Coupon Securities												
3133XTDB9	4704	FHLB	5,000,000.00	1.250	06/18/2010	03/18/2009	457	352	5,035,950.00		5,000,000.00	5,000,000.00
3133XTEB8	4710	FHLB	5,000,000.00	1.000	06/23/2010	03/23/2009	457	357	5,023,450.00		5,000,000.00	5,000,000.00
3133XTGZ3	4742	FHLB	5,000,000.00	1.050	07/08/2010	04/08/2009	456	372	5,026,550.00		5,000,000.00	5,000,000.00
3133XTZ66	4845	FHLB	5,000,000.00	0.560	06/18/2010	06/19/2009	364	352	5,003,150.00		4,997,750.00	4,997,825.21
3133XTZN9	4858	FHLB	5,000,000.00	0.560	06/22/2010	06/29/2009	358	356	5,003,150.00	544.44	4,998,665.00	4,998,672.56
3128X7JK1	4224	FHLMC	10,000,000.00	3.250	04/14/2011	04/14/2008	1,095	652	10,356,600.00		10,000,000.00	10,000,000.00
3136F9CL5	4152	FNMA	4,900,000.00	4.125	03/11/2013	03/11/2008	1,826	1,349	5,190,962.00		4,897,550.00	4,898,189.72
3136F9CB7	4153	FNMA	5,000,000.00	4.000	03/11/2013	03/11/2008	1,826	1,349	5,275,000.00		5,000,000.00	5,000,000.00
31398ANT5	4155	FNMA	5,000,000.00	4.250	02/25/2013	03/12/2008	1,811	1,335	5,318,750.00	Received	5,000,000.00	5,000,000.00
Federal Agency Coupon Securities Totals			70,900,000.00				1,020	678	73,160,462.00	544.44	70,976,115.00	70,947,982.56
Federal Agency Disc. -Amortizing												
313313MR6	4511	FCDN	6,000,000.00	1.950	10/07/2009	11/19/2008	322	98	5,997,000.00		5,895,350.00	5,968,150.00
313313JN9	4815	FCDN	8,000,000.00	0.160	07/24/2009	05/26/2009	59	23	7,999,200.00		7,997,902.22	7,999,182.22
313313VT2	4852	FCDN	7,000,000.00	0.440	04/19/2010	06/25/2009	298	292	6,974,504.44		6,974,504.44	6,975,017.77
313385MT0	4615	FHDN	4,000,000.00	0.550	10/09/2009	01/14/2009	268	100	3,998,000.00		3,983,622.22	3,993,888.89
313385SN7	4650	FHDN	10,000,000.00	0.980	02/01/2010	02/05/2009	361	215	9,979,000.00		9,901,727.78	9,941,472.22
313385PM2	4683	FHDN	5,000,000.00	0.740	11/20/2009	03/03/2009	262	142	4,995,500.00		4,973,072.22	4,985,406.55
313385QB5	4696	FHDN	5,000,000.00	0.740	12/04/2009	03/12/2009	267	156	4,994,000.00		4,972,558.33	4,983,966.66
313385MP8	4697	FHDN	4,300,000.00	0.620	10/05/2009	03/12/2009	207	96	4,297,850.00		4,284,670.50	4,292,890.67
313385RK4	4707	FHDN	6,000,000.00	0.850	01/05/2010	03/20/2009	291	188	5,989,800.00		5,968,475.00	5,979,633.33
313385MH6	4721	FHDN	7,400,000.00	0.410	09/29/2009	03/30/2009	183	90	7,397,040.00		7,384,577.17	7,392,415.00
313385MP8	4732	FHDN	3,081,000.00	0.460	10/05/2009	04/06/2009	182	96	3,079,459.50		3,073,834.96	3,077,220.64
313385RN8	4748	FHDN	5,000,000.00	0.600	01/08/2010	04/09/2009	274	191	4,991,000.00		4,977,166.67	4,984,083.34
313385JT4	4781	FHDN	5,000,000.00	0.160	07/29/2009	04/30/2009	90	28	4,999,500.00		4,998,000.00	4,999,377.78
313385ML7	4782	FHDN	5,000,000.00	0.220	10/02/2009	04/30/2009	155	93	4,998,000.00		4,995,263.89	4,997,158.33
313385UK0	4798	FHDN	1,610,000.00	0.470	03/18/2010	05/13/2009	309	260	1,605,653.00		1,603,504.99	1,604,534.94
313385YE0	4847	FHDN	5,000,000.00	0.560	06/17/2010	06/19/2009	363	351	4,978,000.00		4,971,766.67	4,972,700.00
313385JL1	4850	FHDN	5,000,000.00	0.145	07/22/2009	06/24/2009	28	21	4,999,500.00		4,999,436.11	4,999,577.08
313385MB9	4856	FHDN	5,000,000.00	0.190	09/23/2009	06/29/2009	66	84	4,998,000.00		4,997,730.56	4,997,783.34
313385JY3	4857	FHDN	10,000,000.00	0.120	08/03/2009	06/29/2009	35	33	9,999,000.00		9,998,833.33	9,998,900.00
313385JB3	4343	FHLBDN	8,000,000.00	2.800	07/13/2009	07/17/2008	361	12	8,000,000.00		7,775,377.78	7,992,533.33
313385JR8	4393	FHLBDN	10,000,000.00	2.880	07/27/2009	08/28/2008	333	26	9,998,000.00		9,733,600.00	9,979,200.00
313385KX3	4397	FHLBDN	10,000,000.00	2.900	08/26/2009	09/02/2008	358	56	9,998,000.00		9,711,611.11	9,954,888.89

Portfolio SB89

AP

PM (PRF_PMS) SymRept 6.41.2026

**County Pool 2008-2009
Portfolio Management
Investment Status Report - Investments
June 30, 2009**

CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	Term	Days to Maturity	Market Value	Accrued Interest At Purchase	Current Principal	Book Value
Federal Agency Disc. -Amortizing												
313385LF1	4400	FHLBDN	5,000,000.00	2.900	09/03/2009	09/04/2008	364	64	4,998,500.00		4,853,388.89	4,974,222.22
313385JV9	4432	FHLBDN	8,500,000.00	3.150	07/31/2009	09/30/2008	304	30	8,499,150.00		8,273,900.00	8,477,687.50
313385MK9	4455	FHLBDN	5,000,000.00	2.550	10/01/2009	10/10/2008	356	92	4,998,000.00		4,873,916.67	4,967,416.67
313385HX7	4463	FHLBDN	5,000,000.00	2.950	07/09/2009	10/15/2008	287	8	5,000,000.00		4,890,604.17	4,996,722.22
313385MK9	4467	FHLBDN	8,000,000.00	3.200	10/01/2009	10/16/2008	350	92	7,996,800.00		7,751,111.11	7,934,577.78
313385NT9	4500	FHLBDN	3,880,000.00	2.000	11/02/2009	11/10/2008	357	124	3,876,896.00		3,803,048.67	3,863,271.11
313385QX7	4590	FHLBDN	10,000,000.00	0.800	12/24/2009	12/29/2008	360	176	9,987,000.00		9,920,000.00	9,960,888.89
313385MZ6	4617	FHLBDN	4,000,000.00	0.550	10/15/2009	01/14/2009	274	108	3,998,000.00		3,983,255.56	3,993,522.22
313385SB3	4626	FHLBDN	5,000,000.00	0.860	01/21/2010	01/21/2009	365	204	4,990,500.00		4,956,909.72	4,975,916.67
313385RM0	4633	FHLBDN	9,854,000.00	0.800	01/07/2010	01/28/2009	346	190	9,837,248.20		9,778,233.69	9,812,394.22
313385SK3	4641	FHLBDN	6,500,000.00	0.900	01/29/2010	01/30/2009	364	212	6,487,650.00		6,440,850.00	6,465,550.00
313385UX2	4727	FHLBDN	5,000,000.00	0.840	03/30/2010	04/01/2009	363	272	4,985,500.00		4,957,650.00	4,988,266.67
313397KN0	4492	FMCDN	5,000,000.00	2.450	08/17/2009	11/03/2008	287	47	4,999,500.00		4,902,340.28	4,984,006.94
313397HX2	4521	FMCDN	5,000,000.00	1.400	07/09/2009	11/25/2008	226	8	5,000,000.00		4,956,055.56	4,998,444.44
313397PK1	4568	FMCDN	5,000,000.00	0.820	11/18/2009	12/15/2008	338	140	4,995,500.00		4,961,505.56	4,984,055.56
313397LS8	4594	FMCDN	5,000,000.00	0.570	09/14/2009	12/30/2008	258	75	4,998,500.00		4,979,575.00	4,994,082.50
313397KG5	4595	FMCDN	5,000,000.00	0.470	08/11/2009	12/30/2008	224	41	4,999,500.00		4,985,377.78	4,997,323.61
313397JV4	4596	FMCDN	10,000,000.00	0.400	07/31/2009	12/30/2008	213	30	9,999,000.00		9,976,333.33	9,996,666.67
313397LV1	4598	FMCDN	5,000,000.00	0.570	09/17/2009	12/30/2008	261	78	4,998,500.00		4,979,337.50	4,993,825.00
313397SK8	4660	FMCDN	5,000,000.00	0.900	01/29/2010	02/12/2009	351	212	4,990,500.00		4,956,125.00	4,973,500.00
313397JJ1	4812	FMCDN	3,750,000.00	0.155	07/20/2009	05/22/2009	59	19	3,750,000.00		3,749,047.40	3,749,693.23
313397SV4	4841	FMCDN	5,000,000.00	0.350	02/08/2010	06/17/2009	236	222	4,989,000.00		4,988,527.78	4,989,208.34
313397KF7	4853	FMCDN	5,000,000.00	0.110	08/10/2009	06/26/2009	45	40	4,999,500.00		4,999,312.50	4,999,388.89
313589KC6	4373	FNDN	6,000,000.00	2.780	08/07/2009	08/13/2008	359	37	5,999,400.00		5,833,663.33	5,982,856.67
313589JV6	4497	FNDN	7,800,000.00	1.900	07/31/2009	11/05/2008	268	30	7,799,220.00		7,689,673.33	7,787,650.00
313589MS9	4537	FNDN	4,500,000.00	0.950	10/08/2009	12/08/2008	304	99	4,497,750.00		4,463,900.00	4,488,243.75
313589PY3	4555	FNDN	10,000,000.00	0.800	12/01/2009	12/11/2008	355	153	9,989,000.00		9,921,111.11	9,966,000.00
313589QA4	4561	FNDN	5,000,000.00	0.900	12/03/2009	12/12/2008	356	155	4,994,000.00		4,955,500.00	4,980,625.00
313589HP1	4576	FNDN	5,000,000.00	0.500	07/01/2009	12/18/2008	197	0	5,000,000.00		4,986,319.44	5,000,000.00
313589JY0	4577	FNDN	5,000,000.00	0.550	08/03/2009	12/16/2008	230	33	4,999,500.00		4,982,430.56	4,997,479.17
313589LM3	4708	FNDN	5,200,000.00	0.420	09/09/2009	03/20/2009	173	70	5,198,440.00		5,189,504.67	5,195,753.33
313589RL9	4724	FNDN	5,000,000.00	0.500	01/06/2010	03/31/2009	281	189	4,991,500.00		4,980,486.11	4,986,875.00
313589TK9	4846	FNDN	5,000,000.00	0.370	02/22/2010	06/19/2009	248	236	4,988,500.00		4,987,255.56	4,987,872.23
313589KC6	4855	FNDN	6,000,000.00	0.120	08/07/2009	06/26/2009	42	37	5,999,400.00		5,999,160.00	5,999,260.00

Portfolio SB89

AP

PM (PRF_PMS) SymRept 6.41.202b

**County Pool 2008-2009
Portfolio Management
Investment Status Report - Investments
June 30, 2009**

CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	Term	Days to Maturity	Market Value	Accrued Interest At Purchase	Current Principal	Book Value
Federal Agency Disc. -Amortizing Totals			334,375,000.00				264	107	334,100,156.70	0.00	331,077,994.23	333,483,206.48
Treasury Discounts -Amortizing												
912795N64	4663	USTR	6,000,000.00	0.435	08/13/2009	02/13/2009	181	43	5,998,860.00		5,986,877.50	5,996,882.50
Treasury Discounts -Amortizing Totals			6,000,000.00				181	43	5,998,860.00	0.00	5,986,877.50	5,996,882.50
Federal Agency Coupon - Callables												
31331GEW5	4507	FFCB	5,000,000.00	3.375	11/18/2011	11/18/2008	1,095	870	5,045,300.00		5,000,000.00	5,000,000.00
31331GRL5	4733	FFCB	5,000,000.00	2.625	04/02/2013	04/06/2009	1,457	1,371	5,001,550.00	1,458.33	4,990,000.00	4,990,591.92
3133XSQQ4	4585	FHLB	5,000,000.00	3.375	12/24/2012	12/24/2008	1,461	1,272	5,035,950.00		5,000,000.00	5,000,000.00
3133XSQH4	4592	FHLB	5,000,000.00	3.000	12/29/2011	12/29/2008	1,095	911	5,043,750.00		5,000,000.00	5,000,000.00
3133XSTU2	4645	FHLB	5,000,000.00	3.100	02/03/2014	02/03/2009	1,826	1,878	4,995,300.00		4,998,750.00	4,998,852.78
3133XTED4	4780	FHLB	10,000,000.00	0.750	04/06/2011	04/30/2009	706	644	10,009,400.00	5,000.00	9,992,700.00	9,993,339.80
3128X8RT1	4701	FHLMC	5,000,000.00	2.125	03/16/2011	03/16/2009	730	623	5,039,200.00		5,000,000.00	5,000,000.00
3128X8PH9	4706	FHLMC	5,000,000.00	2.750	09/19/2012	03/19/2009	1,280	1,176	5,012,000.00		5,000,000.00	5,000,000.00
3128X8UR1	4758	FHLMC	5,000,000.00	2.000	04/15/2014	04/15/2009	1,826	1,749	4,978,750.00		5,000,000.00	5,000,000.00
3136F8YW9	4006	FNMA	5,000,000.00	4.600	12/14/2012	12/14/2007	1,827	1,262	5,084,400.00		5,000,000.00	5,000,000.00
31398AWL2	4759	FNMA	5,000,000.00	1.750	04/15/2011	04/15/2009	730	653	5,017,200.00		5,000,000.00	5,000,000.00
3136FHYM1	4836	FNMA	8,000,000.00	1.500	06/09/2014	06/09/2009	1,826	1,804	7,940,000.00		8,000,000.00	8,000,000.00
3136FHK79	4860	FNMA	5,000,000.00	4.100	08/30/2014	06/30/2009	1,826	1,825	5,007,800.00		5,000,000.00	5,000,000.00
Federal Agency Coupon - Callables Totals			73,000,000.00				1,335	1,203	73,210,600.00	6,458.33	72,981,450.00	72,982,784.50
Investment Totals			791,917,000.00				508	296	795,862,983.52	17,308.33	788,921,666.07	791,109,641.63