

2008 FEB 13 PM 12:16

**CITY OF OAKLAND**  
**AGENDA REPORT**

TO: Office of the City Administrator  
ATTN: Deborah A. Edgerly  
FROM: Finance and Management Agency  
DATE: February 26, 2008

**RE: Cash Management Report for the Quarter Ended December 31, 2007**

---

**SUMMARY**

The Investment Policy for the City of Oakland ("City") and the Redevelopment Agency ("Agency") 2007-2008 requires the City to submit a quarterly investment report to the City Council. The report includes the following information: type of investment, issuer, date of maturity, and par and dollar amount invested.

In accordance with the Investment Policy for the City and the Agency, the attached Cash Management Report provides information on the investments of the City's Operating Fund and the Agency's Operating Fund for the quarter ended December 31, 2007. The report summarizes the characteristics of the investment portfolios, along with attachments showing the Funds' monthly transactions and holdings for the quarter ended December 31, 2007.

The report is presented for Council's information and review only and requires no Council action.

**FISCAL IMPACTS**

This is an informational report. There is no fiscal impact.

**BACKGROUND**

The report presents information regarding the portfolios' composition including safety, creditworthiness, liquidity and diversity. The report confirms that as of December 31, 2007, the portfolios are in compliance with the Investment Policy of the City for Fiscal Year 2007-2008. The portfolios' credit quality remains high and well within Investment Policy parameters. Liquidity remains sufficient to meet projected cash flow needs. The report provides each portfolio's current market value and yield as of December 31, 2007, as well as comparisons to other market benchmarks. The report also confirms that no leverage was utilized nor derivatives held during the reporting period. Finally, the report reviews key economic factors, which may affect the portfolios and potential investment results.

Item: \_\_\_\_\_  
Finance & Management Committee  
February 26, 2008

## **DISABILITY AND SENIOR CITIZEN ACCESS**

There are no disability and senior citizen access issues identified in this report.

## **SUSTAINABLE OPPORTUNITIES**

**Economic:** The Cash Management Report summarizes the characteristics of the investment portfolios for the quarter. The portfolios' credit quality remains high and well within the parameters of the City's Investment Policy. Moreover, liquidity remains sufficient to meet the City's projected needs.

**Environmental:** To the extent that new investment opportunities are found in companies involved in environmentally positive activities, the City will be supporting these actions.

**Social Equity:** The City's policy is to invest, when possible, in companies that promote the use and production of renewable energy resources and any other types of socially responsible investments. Optimization of the portfolios while observing those key areas will produce interest earnings to the General Fund. These monies may be available for services to disadvantaged areas, or enhanced recreational or social venues. Furthermore, the Treasury Division is making every effort to identify and purchase additional qualifying investments from renewable energy and other socially responsible companies.

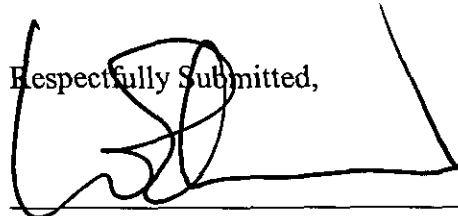
## **RECOMMENDATION**

Staff recommends Council's acceptance of this informational report.

**ACTION REQUESTED**

Staff requests that Council accept this informational report.

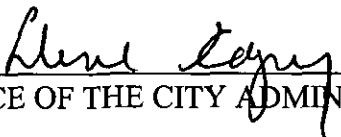
Respectfully Submitted,

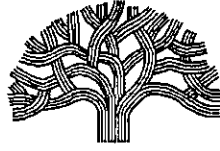


William E. Noland  
Director, Finance and Management Agency

Prepared by:  
Katano Kasaine  
Treasury Manager

APPROVED AND FORWARDED TO THE  
FINANCE AND MANAGEMENT COMMITTEE:

  
OFFICE OF THE CITY ADMINISTRATOR



**CITY OF OAKLAND AND OAKLAND REDEVELOPMENT AGENCY  
CASH MANAGEMENT REPORT  
FOR THE QUARTER ENDED DECEMBER 31, 2007**

**PREPARED BY THE  
FINANCE AND MANAGEMENT AGENCY  
TREASURY DIVISION**

**JANUARY 31, 2008**

**CITY OF OAKLAND AND OAKLAND REDEVELOPMENT AGENCY  
CASH MANAGEMENT REPORT  
FOR QUARTER ENDED DECEMBER 31, 2007**

**I. ECONOMIC REVIEW**

MARKET OVERVIEW

There are growing fears that the United States economy is heading into a recession as a result of the slump in its housing market, which triggered off the global credit crunch last autumn. Gross domestic product increased at an annual rate of 0.6 percent in the fourth quarter, down from 4.9 percent in the prior three months. The Federal Reserve has already cut rates by a full percentage point since September to 4.25%, the lowest level for two years. Financial markets around the world have declined recently as investors worry that a slowing U.S. economy could hurt businesses in the nations that trade with the United States.

With speculation that the Federal Reserve is going to lower interest rates in the future, and big corporate companies posting major losses in the fourth quarter, World and U.S. financial markets are bracing for high volatility.

The unemployment rate in the United States rose to five percent last month, the highest rate since 2005. The Labor Department reported that the economy only added 18,000 new jobs in December. Economists viewed this report as the most powerful indication to date that the United States economy could well be falling into a recessionary downturn.

The Commerce Department reported that December housing starts fell 14.2 percent, the lowest seen in more than 16 years. Uncertainty in the credit market has led to such turmoil. For all of 2007, sales of single-family homes fell 13%, the biggest decline since 1982.

The nation's consumers grew slightly more confident in December despite underlying concerns about the health of the economy. The conference board reported that its Consumer Confidence Index advanced to 88.6 in December from a revised 87.8 in November. It was the first increase since July 2007. Confidence levels are closely watched, as changes in consumer spending patterns can stimulate the economy. Consumer spending makes up about two-thirds of the U.S. economy.

The Federal Reserve reported the dollar has continued to decline during the fourth quarter ending December 31, 2007. The dollar has sharply lost value against a basket of world currencies in recent months, as investors worry about the economy sliding into recession and deeper interest rate cuts.

INTEREST RATES

On December 11, 2007, the Federal Reserve committee lowered its key interest rate by 25 basis points from 4.50 % to 4.25%, marking the third interest rate cut since the credit market turmoil began last summer. Investors were widely disappointed, as they were anticipating a more significant cut.

U.S. Inflation for all of 2007 hit the highest rate of 4.1% in 17 years, as surging energy and food costs pushed up prices. Economists are stating that inflation data is unlikely to deter the Federal Reserve from cutting interest rates aggressively in the future.

With the U.S. economy on the brink of recession, investors are relying on the Federal Reserve to make appropriate interest rates cuts while managing downside inflation risks.

Rather than taking a position on the future direction of interest rates, we expect to continue to manage the investments of the City and the Agency Operating Fund Portfolios consistent with the City's policy objectives and with a primary focus on meeting liquidity needs.

## **II. CITY OF OAKLAND**

### PORTFOLIO REVIEW

The City's Portfolio balances increased from \$253.74 million on September 30, 2007 to \$313.29 million by December 31, 2007. The increase was due to the receipt of property tax of approximately \$120.3 million, offset by debt service payments, normal operating expenses, and vendor payments.

### PORTFOLIO RATING

In December 2007, Fitch assigned its highest managed fund credit rating of *AAA* and market risk rating of *V1+* to the City's Operating Fund Portfolio. The *AAA* credit rating reflects the highest credit quality based on asset diversification, management strength and operational capabilities. The *V1+* market risk rating represents the lowest market risk that can be expected with no loss of principal value even in adverse market conditions. Fitch's market risk ratings reflect the rating agency's assessment of relative market risks and total return stability in the portfolio based on analyses of various market indicators such as interest rates, liquidity and leverage risk, if any. As a condition of maintaining these ratings, the City provides monthly information to Fitch for review of the Operating Fund Portfolio activity and holdings.

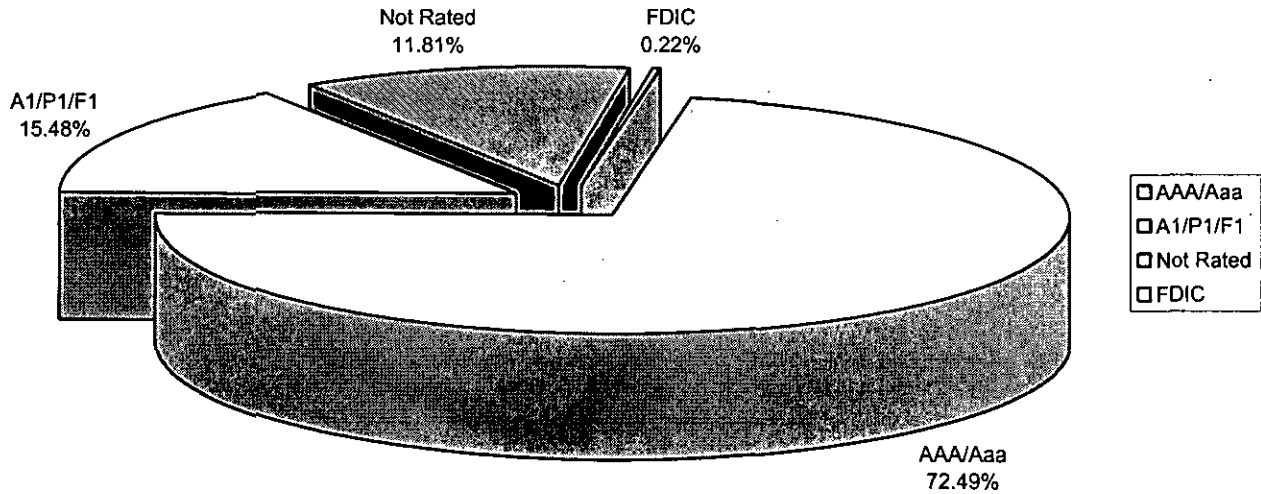
### PORTFOLIO COMPOSITION

The Portfolio continues to comply with all provisions of the City's adopted Investment Policy for Fiscal Year 2007-2008, including compliance with applicable local ordinances and resolutions such as Nuclear Free Zone, Linked Banking, and Tobacco Divestiture. In addition, the City will invest, when possible, in companies that promote the use and production of renewable energy resources and any other type of socially responsible investments.

The following discussion addresses the City's investment portfolio characteristics in terms of the Investment Policy's four objectives: safety, liquidity, diversity and return. Portfolio detail for each month of the current quarter is attached to this report.

**Preservation of Capital/Safety.** In the chart below, the City’s holdings are depicted by credit rating category as of December 31, 2007. Approximately 72.49 percent of Operating Fund investments was rated in the AAA/Aaa category while 15.48 percent is rated in the A1/P1/F1 category. At 11.81 percent, primary unrated holdings represent the Fund’s investments in the Local Agency Investment Fund (“LAIF”). FDIC-insured Certificates of Deposit constituted less than 1 percent of the total Operating Fund.

**City of Oakland Operating Fund  
Portfolio Credit Quality  
(As of 12/31/07)**



**Liquidity.** Liquidity continues to be a primary objective when making investment decisions for the Operating Pool portfolio. With ongoing capital projects at the Port and within the City, and to ensure that sufficient liquidity is available to meet day-to-day expenditures, the City maintains a sufficient “cushion” in money market funds to meet unanticipated project expenditures.

Debt service payable from the City’s Operating Pool for the Port and the City for the six months following December 31, 2007, is approximately \$193.3 million. Consequently, staff will continue to invest in short-term instruments and money markets as investment tools to maintain adequate short-term liquidity.

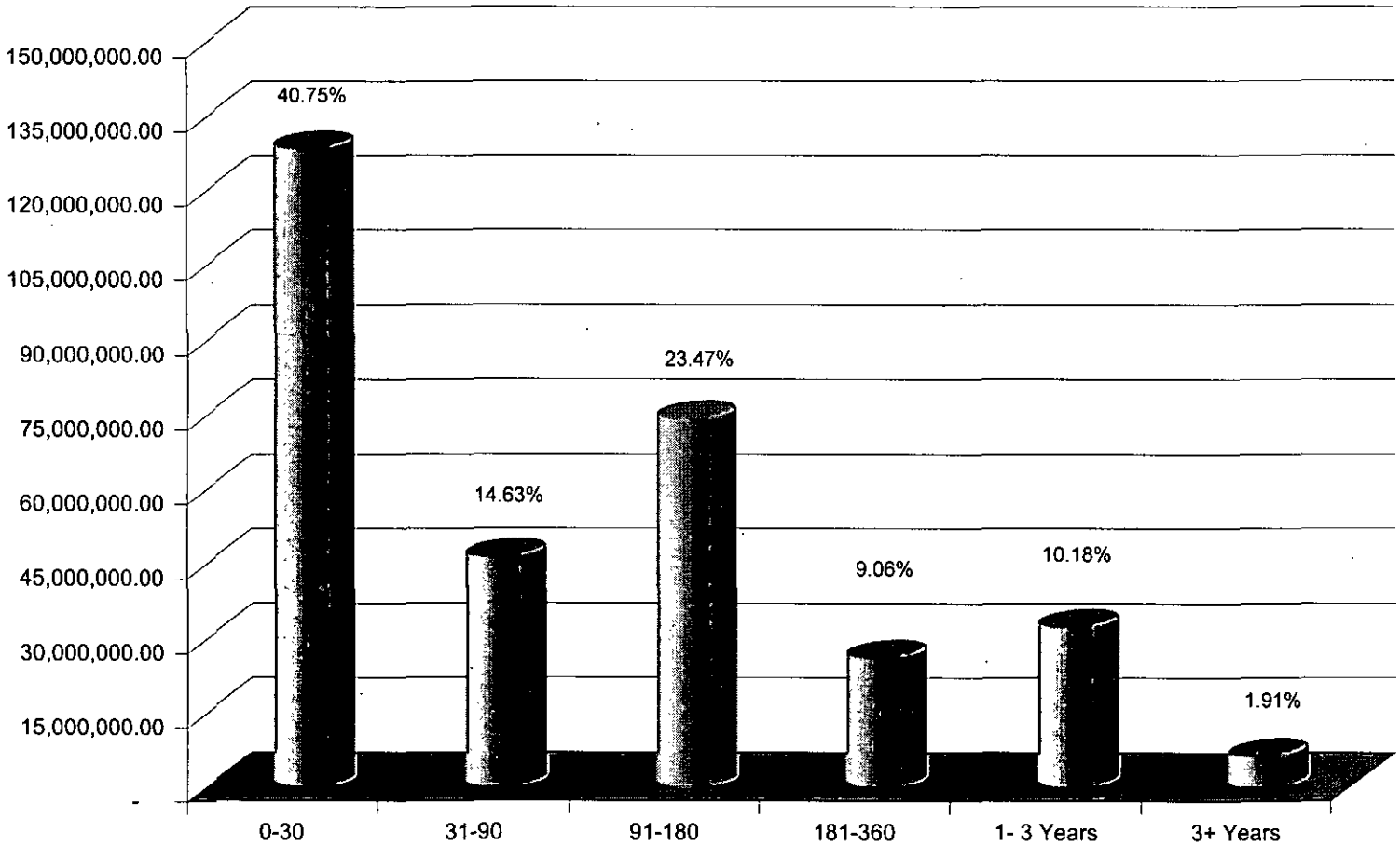
Investments maturing over the next six months are as follows:

Days	Amount(s)	Percent
0-30	\$128,110,000	40.75%
31-180	\$119,794,000	38.10%
<b>Total</b>	<b>\$247,904,000</b>	<b>78.85%</b>

The total amount maturing within 180 days includes \$31 million in LAIF and \$50.1 million in money market funds, both of which are considered to have a one-day maturity due to the ability to withdraw funds daily.

The following graph depicts the Operating Fund Portfolio by dollars invested and the percentage in each maturity range as of December 31, 2007.

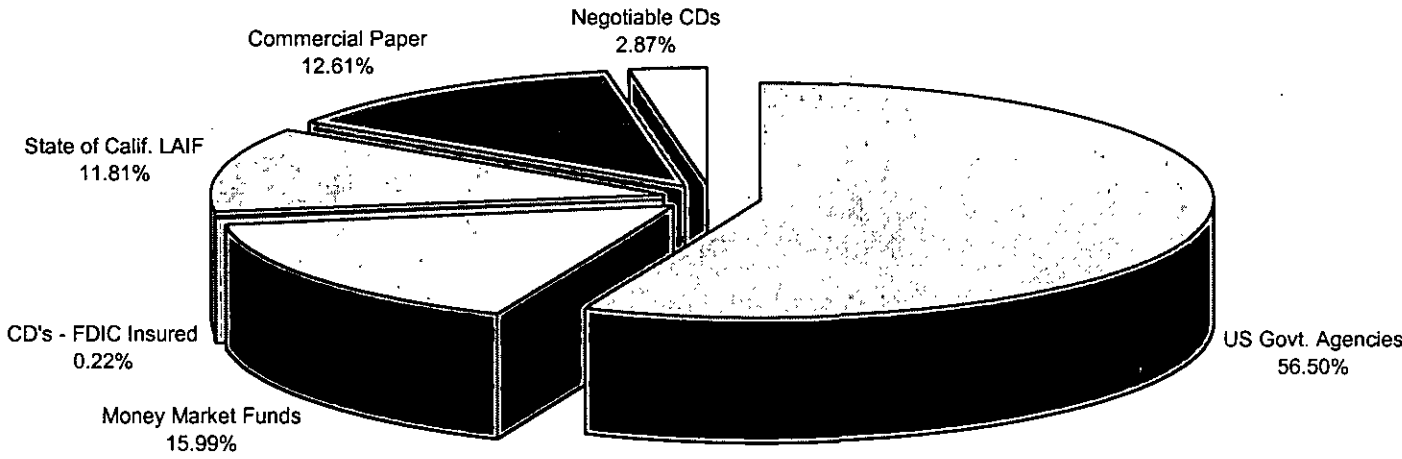
**City of Oakland Operating Fund  
Portfolio Maturity  
(As of 12/31/07)**



**Diversity.** To reduce the risks of investing, the portfolio is diversified among a variety of financial instruments, as depicted by the following chart. In addition to limiting the types of investments permissible in any one category as outlined in the Investment Policy, no more than 5 percent of the total cash portfolio may be invested in any one issue. This single-issue provision does not apply to money market funds or to LAIF, as they each are backed by a large portfolio of highly diversified assets.



**City of Oakland Operating Fund  
Portfolio Diversity  
(As of 12/31/07)**



Derivatives. The Operating Fund Portfolio contained no derivative instruments during this reporting period.

Yield. Total interest earned for the quarter ended December 31, 2007, was approximately \$2.66 million. The effective rate of return on total assets in the Operating Fund Portfolio for month-end December 31, 2007, was 4.34 percent as compared to 4.49 percent for September 30, 2007. It continues to be the City's practice to hold investments to maturity rather than to sell at a loss and adjust to the market's yield curve. The primary investment objective of the City for the portfolio is to maximize safety, liquidity, and return in that respective order.

Comparative yields for the quarter are shown below.

**City of Oakland Operating Fund  
Comparative Annualized Yields  
(As of 12/31/07)**

<b>As of Month-end</b>	<b>6-month Treasury</b>	<b>LAIF<sup>1</sup></b>	<b>Operating Fund</b>
October 2007	4.07%	5.14%	4.46%
November 2007	3.35%	4.62%	4.40%
December 2007	3.39%	4.80%	4.34%

<sup>1</sup>Effective monthly average return.

Benchmark Comparison.

The effective rate of return on total assets in the Operating Fund Portfolio for the month ending December 31, 2007 was 4.34%. The City's Operating Fund Portfolio outperformed the 6-month Treasury Bill which yielded a rate of 3.39% at the end of December 2007.

The City's Operating Fund Portfolio lagged the Local Agency Investment Fund ("LAIF") which ended the month at 4.80%. The composition of the LAIF portfolio for the quarter ending December 31, 2007, comprised of 12.63% of its holding in Commercial Paper, 14.94% in loans and 20.97 % in CDs compared to 12.61% in Commercial Paper and 3.01% in CDs for the City's Operating Fund Portfolio. Due to the uncertainty in the Asset- Backed Commercial Paper market through the sub prime mortgage crisis, the City has opted not to invest in this market at this time. The City's Investment Policy does not permit lending high interest loans. Obviously, the rates of return are higher but with associated risks. This is an inherent reason as to why LAIF has outperformed the City's Operating Fund Portfolio.

Furthermore, the performance comparison to LAIF must take into consideration that the City maintains a buy and hold strategy to maturity. The City does not actively sell securities in the portfolio to take advantage of cyclical swings in the market, which could result in the loss of principal.

The primary investment objective of the City for the portfolio is to maximize safety, liquidity, and return in that respective order.

Valuation and Leverage. Based on information received from Interactive Data Corporation, the market value of the Operating Fund was \$313.3 million, which was below book value by \$170,880. There was no leverage in the portfolio during the reported period and liquidity was maintained at sufficient levels.

### III. OAKLAND REDEVELOPMENT AGENCY

#### PORTFOLIO REVIEW

The Agency portfolio decreased from a balance of \$155.2 million at the end of September 30, 2007 to \$130.3 million at the end of December 31, 2007. Contributing to the portfolio decrease was debt service payments and normal operating expenditures including vendor payments.

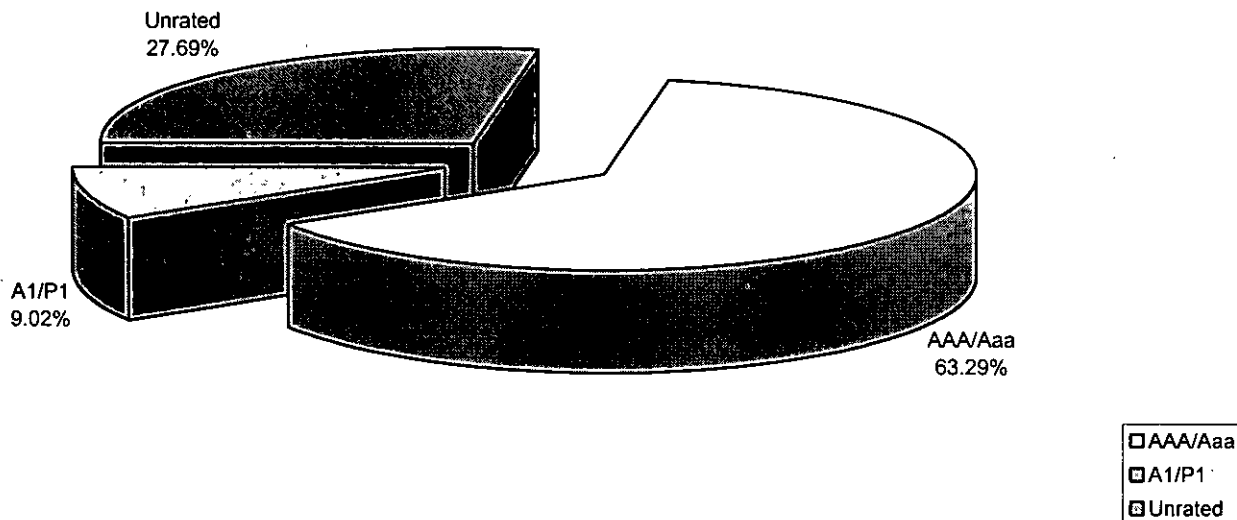
#### PORTFOLIO COMPOSITION

The Portfolio continues to comply with all provisions of the City's adopted Investment Policy for Fiscal Year 2007-2008, including compliance with applicable local ordinances and resolutions such as Nuclear Free Zone, Linked Banking, and Tobacco Divestiture. In addition, the City will invest, when possible, in companies that promote the use and production of renewable energy resources and any other type of socially responsible investments.

The following discussion addresses the Agency investment portfolio characteristics in terms of the Investment Policy's four objectives of safety, liquidity, diversity and return. Portfolio detail for each of the months in the current quarter is attached to this report.

Preservation of Capital/Safety. The Agency's holdings by credit rating category are depicted in the chart below. Approximately 63.29 percent of the Agency's Operating Fund investments are rated in the AAA category and 9.02 percent are rated A1/P1. Primary unrated holdings represent 27.69 percent of the Fund's investments in LAIF.

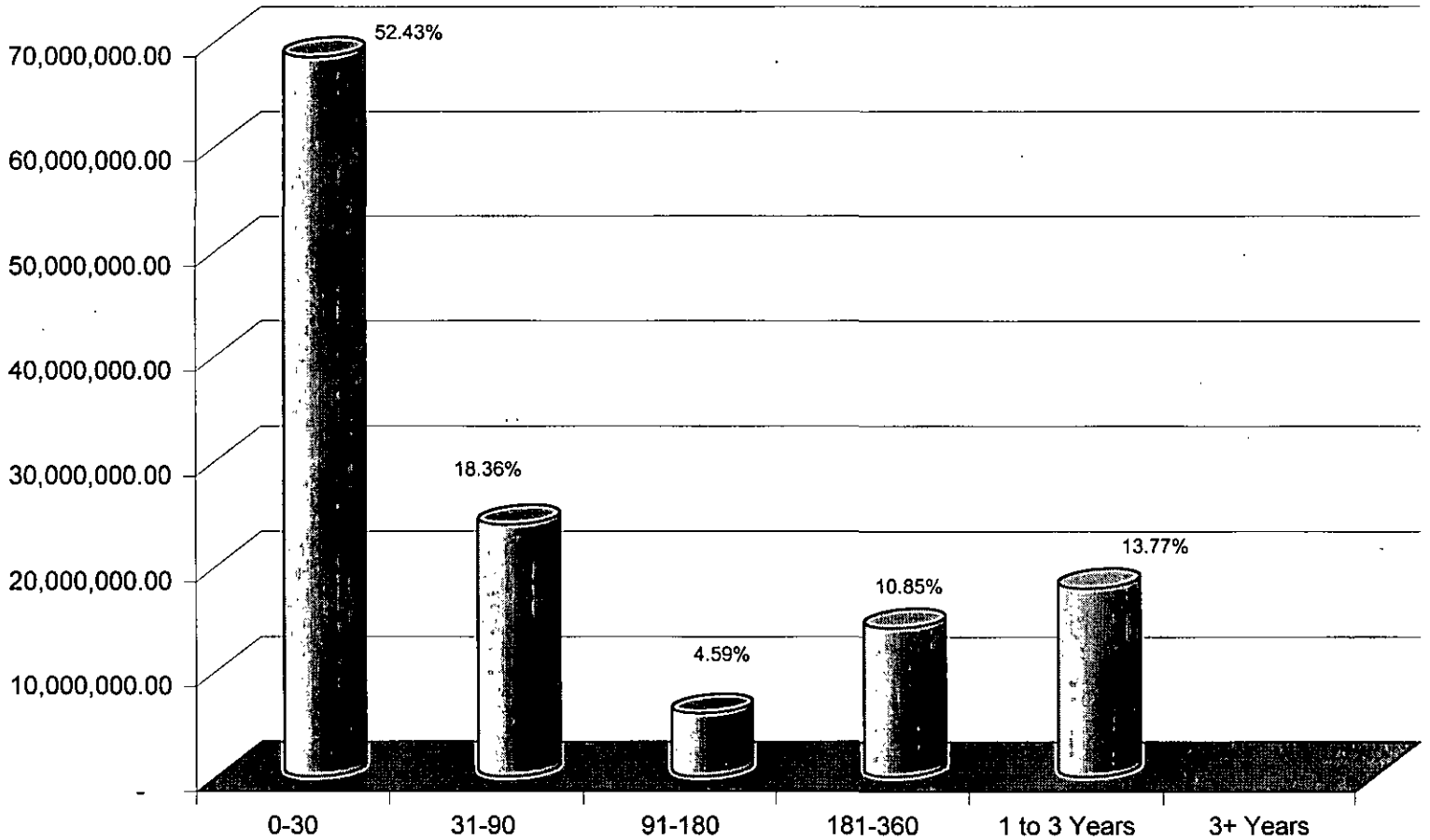
**Oakland Redevelopment Agency  
Portfolio Credit Quality  
(As of 12/31/07)**



**Liquidity.** Liquidity within the Agency's Portfolio remains sufficient to meet all expected cash flow needs of the Agency for the next six months and beyond. The debt service payment for the next six months for the Agency is approximately \$25 million. The Agency also maintains sufficient "cushion" in highly liquid instruments to meet unanticipated project expenditures.

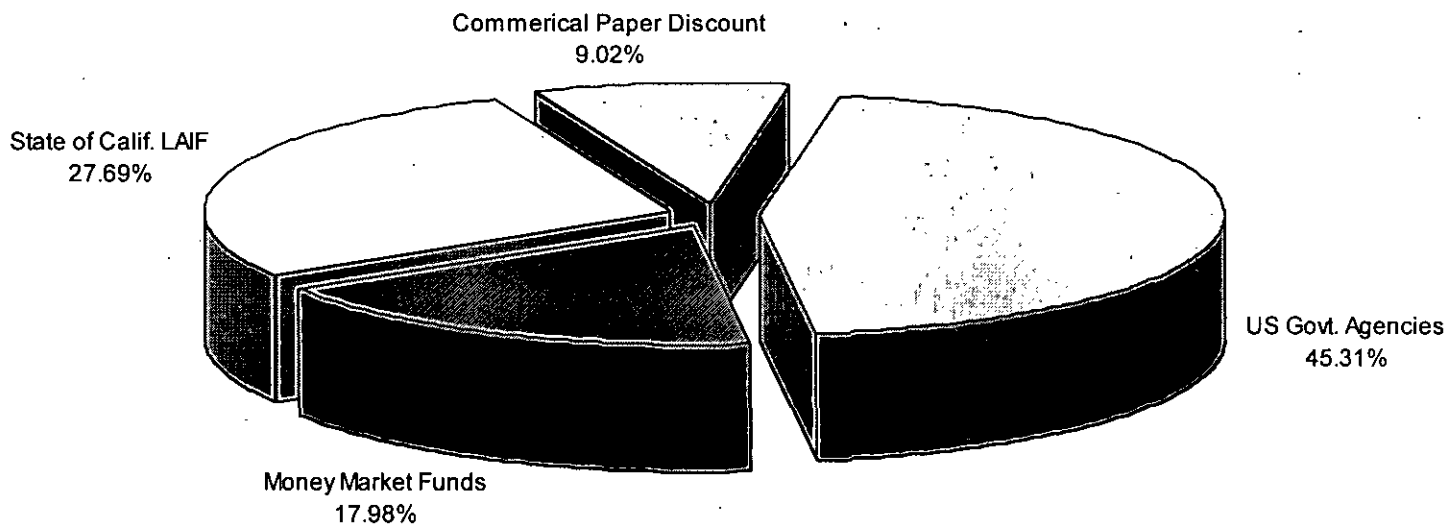
The following chart depicts the Agency's Portfolio by percentage and dollars invested in each maturity range.

**Oakland Redevelopment Agency  
Portfolio Maturity  
(As of 12/31/07)**



Diversity. To reduce the risks of investing, the portfolio is diversified among a variety of instruments, as depicted by the following chart. In addition to limiting the types of investment in any one category, as outlined in the Investment Policy, no more than 5 percent of the total cash portfolio may be invested in any one issue.

**Oakland Redevelopment Agency  
Portfolio Diversity  
(As of 12/31/07)**



Derivatives. The Agency Portfolio contained no derivative instruments during this reporting period.

Yield. Total interest earned for the quarter ended December 30, 2007, was approximately \$1.68 million. The effective rate of return on total assets in the Agency's Portfolio was 4.61% as of December 31, 2007. The performance comparison to LAIF must be considered in light of LAIF's historical tendency to lag market changes in both rising and falling interest rate environments.

Comparative yields for the quarter are shown below.

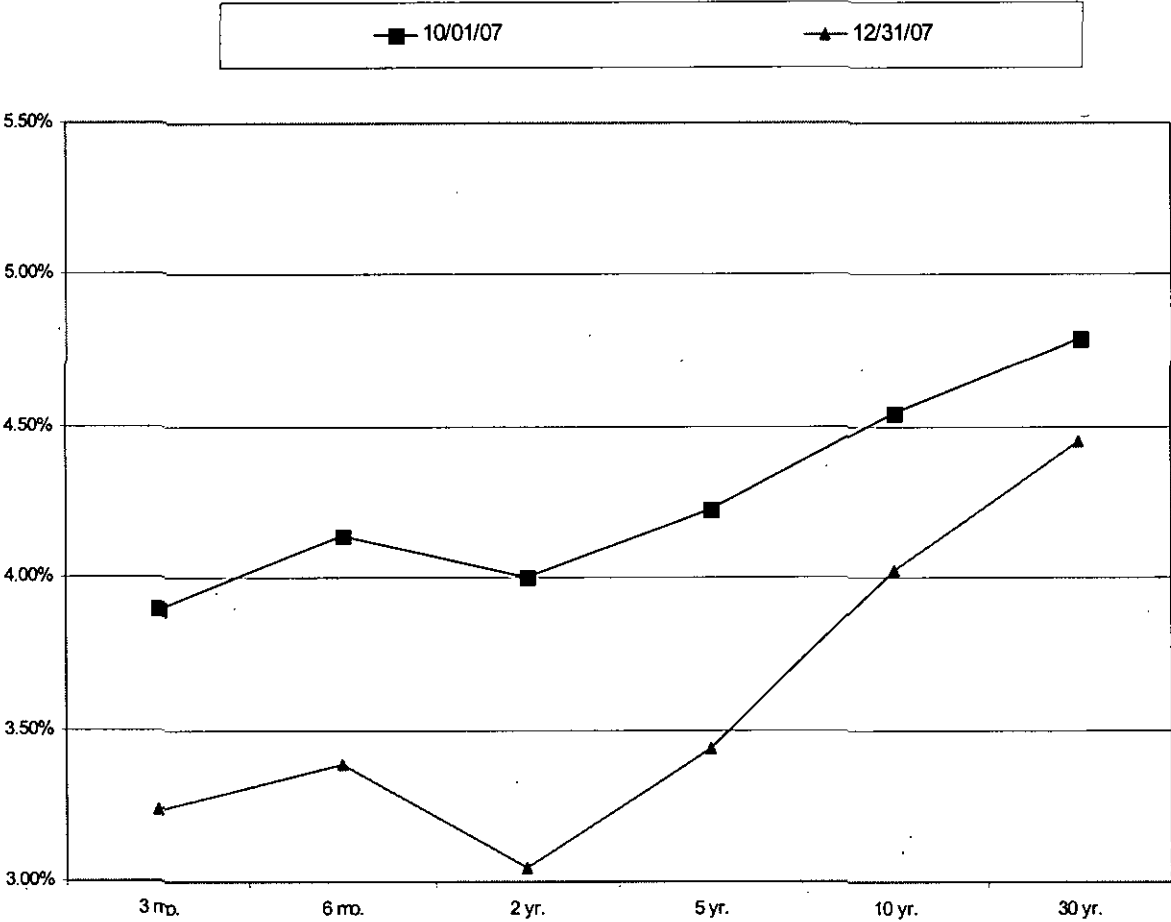
**Oakland Redevelopment Agency  
Comparative Annualized Yields  
(As of 12/31/07)**

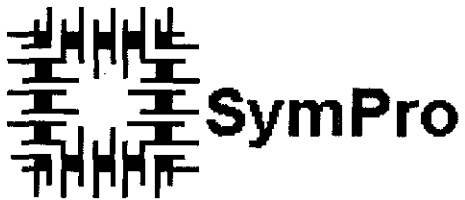
As of Month-end	6-month Treasury	LAIF <sup>1</sup>	ORA
October 2007	4.07%	5.14%	4.81%
November 2007	3.35%	4.96%	4.74%
December 2007	3.39%	4.80%	4.61%

<sup>1</sup>Effective monthly average return

Valuation and Leverage. Based on information received from Interactive Data Corporation, the market value of the Agency portfolio for the quarter ended December 31, 2007 was \$130.5 million, which was above book value by \$192,000. There was no leverage in the portfolio during the reporting period and liquidity was maintained at sufficient levels.

**TREASURY YIELD CURVE**





**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Summary  
December 31, 2007**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM 360 Equiv.</b>	<b>YTM 365 Equiv.</b>
Federal Agency Issues - Coupon	108,595,000.00	108,463,960.45	108,566,744.98	34.65	1,428	338	3.928	3.983
Federal Agency Issues - Discount	69,000,000.00	68,526,899.87	68,409,646.66	21.84	74	61	4.207	4.265
Money Market	50,110,000.00	50,110,000.00	50,110,000.00	15.99	1	1	4.655	4.720
Local Agency Investment Funds	37,000,000.00	36,983,165.81	37,000,000.00	11.81	1	1	4.894	4.962
Certificates of Deposit	699,000.00	699,000.00	699,000.00	0.22	190	111	4.641	4.706
Negotiable CD's	9,000,000.00	9,000,000.00	9,000,000.00	2.87	100	90	4.511	4.574
Commercial Paper - Discount	40,000,000.00	39,677,765.00	39,504,519.16	12.61	96	80	4.673	4.738
<b>Investments</b>	<b>314,404,000.00</b>	<b>313,460,791.13</b>	<b>313,289,910.80</b>	<b>100.00%</b>	<b>527</b>	<b>144</b>	<b>4.332</b>	<b>4.392</b>

<b>Total Earnings</b>	<b>December 31 Month Ending</b>	<b>Fiscal Year To Date</b>
Current Year	984,305.05	5,825,990.06
<b>Average Daily Balance</b>	<b>263,535,519.10</b>	<b>257,490,743.59</b>
<b>Effective Rate of Return</b>	<b>4.40%</b>	<b>4.49%</b>

Katano Kasaine, Treasury Manager

**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
December 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Rated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
31331YKKS	51200	FEDERAL FARM CREDIT BANK		12/27/2007	3,000,000.00	3,002,812.50	3,000,000.00	4.800	Aaa	4.734	1,456	12/27/2011
31331QZP5	50664	FEDERAL FARM CREDIT BANK		04/28/2003	3,000,000.00	2,991,562.50	3,000,000.00	3.600	Aaa	5.177	106	04/16/2008
31331QU21	50681	FEDERAL FARM CREDIT BANK		06/25/2003	3,000,000.00	2,976,562.50	2,999,825.36	2.800	Aaa	2.775	169	06/18/2008
31331TZD6	50751	FEDERAL FARM CREDIT BANK		04/07/2004	3,000,000.00	2,988,750.00	3,000,000.00	3.200	Aaa	3.155	97	04/07/2008
31331TC74	50820	FEDERAL FARM CREDIT BANK		12/23/2004	3,000,000.00	2,990,625.00	2,998,691.28	3.500	Aaa	3.610	105	04/15/2008
31331XUD2	51085	FEDERAL FARM CREDIT BANK		04/02/2007	3,000,000.00	3,011,250.00	3,000,000.00	5.350	Aaa	5.277	1,553	04/02/2012
31339XRZ9	50687	FEDERAL HOME LOAN BANK		06/30/2003	3,000,000.00	2,979,375.00	3,000,000.00	3.050	Aaa	3.008	181	06/30/2008
31339Y5V0	50696	FEDERAL HOME LOAN BANK		07/02/2003	3,000,000.00	2,979,375.00	3,000,000.00	3.000	Aaa	2.959	183	07/02/2008
31339XXP4	50702	FEDERAL HOME LOAN BANK		07/10/2003	2,000,000.00	1,993,125.00	1,999,343.75	3.750	Aaa	3.075	191	07/10/2008
31339YFZ0	50703	FEDERAL HOME LOAN BANK		07/14/2003	3,000,000.00	2,976,562.50	3,000,000.00	3.000	Aaa	2.959	195	07/14/2008
31339YJR4	50704	FEDERAL HOME LOAN BANK		07/14/2003	3,000,000.00	2,981,250.00	3,000,000.00	3.190	Aaa	3.146	195	07/14/2008
31339YJR4	50705	FEDERAL HOME LOAN BANK		07/14/2003	3,000,000.00	2,981,250.00	3,000,000.00	3.190	Aaa	3.146	195	07/14/2008
31339YD33	50707	FEDERAL HOME LOAN BANK		07/22/2003	3,000,000.00	2,979,375.00	3,000,000.00	3.100	Aaa	3.058	203	07/22/2008
31339YEY4	50708	FEDERAL HOME LOAN BANK		07/23/2003	3,000,000.00	2,985,937.50	3,000,000.00	3.020	Aaa	2.979	113	04/23/2008
31339YP55	50709	FEDERAL HOME LOAN BANK		07/28/2003	3,000,000.00	2,982,187.50	3,000,000.00	3.300	Aaa	3.255	209	07/28/2008
3133X0AJ8	50721	FEDERAL HOME LOAN BANK		12/16/2003	2,500,000.00	2,489,062.50	2,498,576.92	3.625	Aaa	3.675	225	08/13/2008
3133X2Y66	50738	FEDERAL HOME LOAN BANK		12/30/2003	3,000,000.00	2,998,125.00	3,000,000.00	4.100	Aaa	4.044	364	12/30/2008
3133X5AA6	50748	FEDERAL HOME LOAN BANK		04/01/2004	3,195,000.00	3,182,020.31	3,195,000.00	3.000	Aaa	2.959	91	04/01/2008
3133X5VC9	50762	FEDERAL HOME LOAN BANK		04/22/2004	2,000,000.00	1,993,750.00	1,994,112.50	3.625	Aaa	3.822	477	04/22/2009
3133X17E1	50883	FEDERAL HOME LOAN BANK		07/20/2005	3,000,000.00	2,996,250.00	3,000,000.00	4.125	Aaa	4.067	273	09/30/2008
31339Y4T6	50884	FEDERAL HOME LOAN BANK		07/20/2005	3,000,000.00	2,978,437.50	3,000,000.00	3.000	Aaa	2.958	176	06/25/2008
3133XEJAB	51006	FEDERAL HOME LOAN BANK		09/27/2006	3,000,000.00	2,999,584.17	2,999,584.17	4.875	Aaa	4.981	29	01/30/2008
3133XHBP6	51011	FEDERAL HOME LOAN BANK		10/05/2006	3,000,000.00	3,095,625.00	3,000,000.00	5.230	Aaa	5.158	728	12/29/2009
3133XJB23	51052	FEDERAL HOME LOAN BANK		01/09/2007	3,000,000.00	3,000,937.50	3,000,000.00	5.000	Aaa	4.932	374	01/09/2009
3133XERD3	51143	FEDERAL HOME LOAN BANK		07/10/2007	3,000,000.00	3,004,687.50	2,987,403.73	5.190	Aaa	5.326	783	02/22/2010
3133XJXP8	51149	FEDERAL HOME LOAN BANK		08/08/2007	3,000,000.00	3,006,562.50	3,000,000.00	5.375	Aaa	5.300	783	02/22/2010
3128X06E4	50670	FEDERAL HOME LOAN MTG CORP		05/13/2003	2,900,000.00	2,889,026.32	2,900,629.53	3.375	Aaa	3.253	113	04/23/2008
3128X06J3	50882	FEDERAL HOME LOAN MTG CORP		07/20/2005	3,000,000.00	2,989,163.82	3,000,000.00	3.600	Aaa	3.549	127	05/07/2008
31359MDJ9	51122	FEDERAL NATIONAL MORTGAGE ASS		05/23/2007	3,000,000.00	3,003,750.00	3,001,551.76	5.750	Aaa	5.227	45	02/15/2008
31359MRW5	50676	FEDERAL NATIONAL MORTGAGE ASS		05/19/2003	3,000,000.00	2,980,312.50	2,999,197.30	2.875	Aaa	2.910	139	05/19/2008
3136F5MG3	50747	FEDERAL NATIONAL MORTGAGE ASS		04/01/2004	3,000,000.00	2,998,128.13	2,998,128.13	3.310	Aaa	3.319	454	03/30/2009
31359MUW1	50753	FEDERAL NATIONAL MORTGAGE ASS		04/14/2004	3,000,000.00	3,001,875.00	2,998,873.37	3.850	Aaa	3.829	469	04/14/2009
3136F5WC1	50786	FEDERAL NATIONAL MORTGAGE ASS		07/09/2004	3,000,000.00	3,017,812.50	3,000,000.00	4.200	Aaa	4.141	489	05/04/2009
3136F6FY0	50808	FEDERAL NATIONAL MORTGAGE ASS		09/29/2004	3,000,000.00	3,000,000.00	3,000,000.00	4.250	Aaa	4.192	637	09/29/2009
31359ME66	50999	FEDERAL NATIONAL MORTGAGE ASS		09/26/2006	3,000,000.00	3,000,000.00	2,999,783.27	4.875	Aaa	5.071	10	01/11/2008
31359MF65	51007	FEDERAL NATIONAL MORTGAGE ASS		09/26/2006	3,000,000.00	3,000,000.00	2,999,202.06	4.750	Aaa	5.010	31	02/01/2008
3137EAA6	51124	FEDERAL HOME LOAN MTG		05/25/2007	3,000,000.00	3,055,312.50	2,996,841.85	5.000	Aaa	4.995	527	06/11/2009

Portfolio POOL  
AP



**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
December 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
<b>Subtotal and Average</b>			<b>125,362,291.85</b>		<b>108,595,000.00</b>	<b>108,463,960.45</b>	<b>108,566,744.98</b>			<b>3.928</b>	<b>338</b>	
<b>Federal Agency Issues - Discount</b>												
313384UG2	51168	FEDERAL HOME LOAN BANK		12/14/2007	3,000,000.00	2,975,399.78	2,968,605.00	4.140	Aaa	4.184	73	03/14/2008
313384TS8	51201	FEDERAL HOME LOAN BANK		12/28/2007	3,000,000.00	2,980,199.89	2,978,107.50	4.170	Aaa	4.201	59	02/29/2008
313384UE7	51169	Federal Home Loan Discount		12/14/2007	3,000,000.00	2,975,999.91	2,969,295.00	4.140	Aaa	4.183	71	03/12/2008
313384TR0	51171	Federal Home Loan Discount		12/14/2007	3,000,000.00	2,980,500.18	2,973,843.33	4.130	Aaa	4.166	58	02/28/2008
313384RH4	51172	Federal Home Loan Discount		12/14/2007	3,000,000.00	2,999,700.17	2,993,083.33	4.150	Aaa	4.160	2	01/03/2008
313384UT4	51183	Federal Home Loan Discount		12/17/2007	3,000,000.00	2,971,500.09	2,965,597.50	4.170	Aaa	4.218	84	03/25/2008
313384TC3	51187	Federal Home Loan Discount		12/17/2007	3,000,000.00	2,985,000.00	2,979,000.00	4.200	Aaa	4.230	45	02/15/2008
313384RG6	51188	Federal Home Loan Discount		12/17/2007	3,000,000.00	3,000,000.00	2,994,360.00	4.230	Aaa	4.238	1	01/02/2008
313384RU5	51189	Federal Home Loan Discount		12/17/2007	3,000,000.00	2,996,099.85	2,990,200.00	4.200	Aaa	4.214	13	01/14/2008
313384RH4	51191	Federal Home Loan Discount		12/17/2007	3,000,000.00	2,999,700.17	2,994,007.50	4.230	Aaa	4.238	2	01/03/2008
313384TX7	51192	Federal Home Loan Discount		12/17/2007	3,000,000.00	2,978,399.96	2,972,218.33	4.220	Aaa	4.259	64	03/05/2008
313384WF2	51199	Federal Home Loan Discount		12/26/2007	3,000,000.00	2,959,199.98	2,956,320.00	4.160	Aaa	4.221	120	04/30/2008
313588SM8	51203	FEDERAL NATIONAL MORTGAGE		12/28/2007	3,000,000.00	2,990,399.78	2,988,100.00	4.200	Aaa	4.217	30	01/31/2008
313588TB1	51173	Fannie Mae Discount		12/14/2007	3,000,000.00	2,985,299.84	2,978,351.67	4.190	Aaa	4.220	44	02/14/2008
313588UZ6	51184	Fannie Mae Discount		12/17/2007	3,000,000.00	2,969,399.87	2,963,950.00	4.120	Aaa	4.170	90	03/31/2008
313588RV9	51185	Fannie Mae Discount		12/17/2007	3,000,000.00	2,995,800.02	2,989,801.67	4.220	Aaa	4.234	14	01/15/2008
313588VQ5	51190	Fannie Mae Discount		12/17/2007	3,000,000.00	2,964,600.22	2,958,700.00	4.130	Aaa	4.188	105	04/15/2008
313588WF8	51193	Fannie Mae Discount		12/18/2007	3,000,000.00	2,959,199.98	2,953,658.33	4.150	Aaa	4.215	120	04/30/2008
313588WF8	51194	Fannie Mae Discount		12/18/2007	3,000,000.00	2,959,199.98	2,953,658.33	4.150	Aaa	4.215	120	04/30/2008
313588WE1	51195	Fannie Mae Discount		12/18/2007	3,000,000.00	2,959,800.11	2,954,004.17	4.150	Aaa	4.215	119	04/29/2008
313588WF8	51202	Fannie Mae Discount		12/28/2007	3,000,000.00	2,959,199.98	2,957,426.57	4.120	Aaa	4.179	120	04/30/2008
313588SK2	51204	Fannie Mae Discount		12/28/2007	3,000,000.00	2,991,300.20	2,988,853.33	4.180	Aaa	4.196	28	01/29/2008
313588SL0	51205	Fannie Mae Discount		12/28/2007	3,000,000.00	2,990,999.91	2,988,505.00	4.180	Aaa	4.196	29	01/30/2008
<b>Subtotal and Average</b>			<b>32,167,215.85</b>		<b>69,000,000.00</b>	<b>68,526,899.87</b>	<b>68,409,646.66</b>			<b>4.207</b>	<b>61</b>	
<b>LAIF- Bond Proceeds</b>												
SYS50567	50567	LOCAL AGENCY INVESTMENT FUND		07/01/2007	0.00	0.00	0.00	1.920		1.894	1	
SYS50617	50617	LOCAL AGENCY INVESTMENT FUND		07/01/2007	0.00	0.00	0.00	1.920		1.894	1	
SYS50794	50794	LOCAL AGENCY INVESTMENTS		07/01/2007	0.00	0.00	0.00	2.930	NR	2.890	1	
<b>Subtotal and Average</b>			<b>0.00</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>			<b>0.000</b>	<b>0</b>	
<b>Money Market</b>												
SYS50863	50863	AIM Investments			50,110,000.00	50,110,000.00	50,110,000.00	4.720	Aaa	4.655	1	
616918207	50143	JP MORGAN INST PRIME MMF			0.00	0.00	0.00	2.970	Aaa	2.929	1	
SYS50645	50645	WELLS FARGO			0.00	0.00	0.00	1.500		1.479	1	

Portfolio POOL

AP

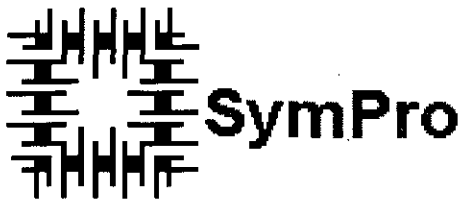
Data Updated: SET\_PORT: 01/30/2008 10:02

Run Date: 01/30/2008 - 10:02

PM (PRF\_PM2) SymRept 6.41.202

**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
December 31, 2007**

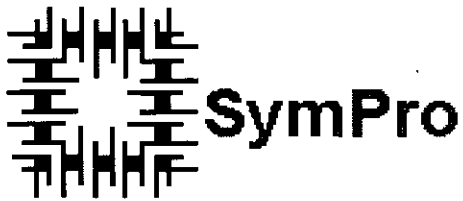
CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
<b>Subtotal and Average</b>			<b>44,626,129.03</b>		<b>50,110,000.00</b>	<b>50,110,000.00</b>	<b>50,110,000.00</b>			<b>4.655</b>	<b>1</b>	
<b>Local Agency Investment Funds</b>												
SYS43	43	Local Agency Investment Fund			37,000,000.00	36,983,165.81	37,000,000.00	4.962	NR	4.894	1	
<b>Subtotal and Average</b>			<b>37,000,000.00</b>		<b>37,000,000.00</b>	<b>36,983,165.81</b>	<b>37,000,000.00</b>			<b>4.894</b>	<b>1</b>	
<b>Certificates of Deposit</b>												
SYS51156	51156	Alta Alliance Bank		10/13/2007	500,000.00	500,000.00	500,000.00	4.550	NR	4.550	100	04/10/2008
SYS51150	51150	Far East National Bank		08/19/2007	100,000.00	100,000.00	100,000.00	5.140	NR	5.140	109	04/19/2008
SYS51210	51210	METROPOLITAN BANK		12/20/2007	99,000.00	99,000.00	99,000.00	4.600	NR	4.600	171	06/20/2008
<b>Subtotal and Average</b>			<b>699,000.00</b>		<b>699,000.00</b>	<b>699,000.00</b>	<b>699,000.00</b>			<b>4.641</b>	<b>111</b>	
<b>Negotiable CD's</b>												
90531CBA9	51178	UNION BANK OF CALIF		12/14/2007	3,000,000.00	3,000,000.00	3,000,000.00	4.600	P-1	4.600	120	04/30/2008
90531CBJ0	51198	UNION BANK OF CALIF		12/19/2007	3,000,000.00	3,000,000.00	3,000,000.00	4.500	P-1	4.513	120	04/30/2008
90531CBY7	51206	UNION BANK OF CALIF		12/31/2007	3,000,000.00	3,000,000.00	3,000,000.00	4.420	P-1	4.420	29	01/30/2008
<b>Subtotal and Average</b>			<b>3,096,774.19</b>		<b>9,000,000.00</b>	<b>9,000,000.00</b>	<b>9,000,000.00</b>			<b>4.511</b>	<b>90</b>	
<b>Commercial Paper - Discount</b>												
0660P0DW0	51186	BANK OF AMERICA		12/17/2007	5,000,000.00	4,925,950.00	4,913,750.00	4.600	P1	4.681	120	04/30/2008
0660P0DJ9	51197	BANK OF AMERICA		12/19/2007	3,000,000.00	2,961,675.00	2,954,423.33	4.520	P1	4.590	108	04/18/2008
17307RAX2	51175	Citigroup Global		12/14/2007	3,000,000.00	2,987,850.00	2,981,200.00	4.700	P-1	4.730	30	01/31/2008
17307RBU7	51176	Citigroup Global		12/14/2007	3,000,000.00	2,976,390.00	2,969,600.00	4.800	P-1	4.849	58	02/28/2008
17307RDW1	51177	Citigroup Global		12/14/2007	3,000,000.00	2,958,600.00	2,945,375.00	4.750	P-1	4.838	120	04/30/2008
38142TBD6	51196	Goldman Sachs		12/18/2007	5,000,000.00	4,973,400.00	4,965,562.50	4.350		4.380	43	02/13/2008
4662JODH2	51182	JP Morgan & Co.		12/17/2007	3,000,000.00	2,959,500.00	2,954,250.00	4.500	Aa2	4.570	107	04/17/2008
52517JDW2	51181	LEHMAN BROTHERS		12/17/2007	5,000,000.00	4,993,100.00	4,911,875.00	4.700		4.784	120	04/30/2008
90262CCX3	51179	UBS Finance		12/14/2007	5,000,000.00	4,993,400.00	4,979,733.33	4.560	P1	4.579	14	01/15/2008
90262CAF4	51180	UBS Finance		12/14/2007	5,000,000.00	4,947,900.00	4,928,750.00	4.750	P1	4.819	90	03/31/2008
<b>Subtotal and Average</b>			<b>20,584,108.17</b>		<b>40,000,000.00</b>	<b>39,677,765.00</b>	<b>39,504,519.16</b>			<b>4.673</b>	<b>80</b>	
<b>Total and Average</b>			<b>263,535,519.10</b>		<b>314,404,000.00</b>	<b>313,460,791.13</b>	<b>313,289,910.80</b>			<b>4.332</b>	<b>144</b>	



**City of Oakland Operating Fund**  
**Aging Report**  
**By Maturity Date**  
**As of December 31, 2007**

City of Oakland

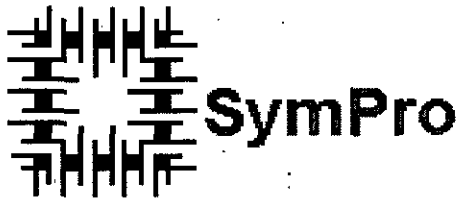
				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value	
Aging Interval:	0 days	( 12/31/2007 - 12/31/2007 )	9 Maturities	0 Payments	89,110,000.00	28.43%	89,098,241.66	89,081,407.47
Aging Interval:	1 - 30 days	( 01/01/2008 - 01/30/2008 )	10 Maturities	0 Payments	32,000,000.00	10.21%	31,917,897.27	31,921,356.66
Aging Interval:	31 - 90 days	( 01/31/2008 - 03/30/2008 )	14 Maturities	0 Payments	44,000,000.00	14.04%	43,690,234.65	43,697,918.33
Aging Interval:	91 - 180 days	( 03/31/2008 - 06/28/2008 )	28 Maturities	0 Payments	81,794,000.00	26.10%	81,098,484.30	80,946,677.85
Aging Interval:	181 - 360 days	( 06/29/2008 - 12/25/2008 )	10 Maturities	0 Payments	28,500,000.00	9.09%	28,497,920.67	28,306,875.00
Aging Interval:	361 - 1080 days	( 12/26/2008 - 12/15/2010 )	11 Maturities	0 Payments	32,000,000.00	10.21%	31,975,355.41	32,149,375.00
Aging Interval:	1081 days and after	( 12/16/2010 - )	2 Maturities	0 Payments	6,000,000.00	1.91%	6,000,000.00	6,014,062.50
<b>Total for</b>			<b>84 Investments</b>	<b>0 Payments</b>		<b>100.00</b>	<b>312,278,133.96</b>	<b>312,117,672.81</b>



**Aging report Operating Fund**  
**Aging Report**  
**By Maturity Date**  
**As of January 1, 2008**

City of Oakland

					Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value
Aging Interval:	0 days	( 01/01/2008 - 01/01/2008 )	7 Maturities	0 Payments	87,110,000.00	27.71%	87,110,000.00	87,093,165.81
Aging Interval:	1 - 30 days	( 01/02/2008 - 01/31/2008 )	13 Maturities	0 Payments	41,000,000.00	13.04%	40,887,211.60	40,945,250.10
Aging Interval:	31 - 90 days	( 02/01/2008 - 03/31/2008 )	14 Maturities	0 Payments	48,000,000.00	14.63%	45,613,634.65	45,703,139.52
Aging Interval:	91 - 180 days	( 04/01/2008 - 06/29/2008 )	26 Maturities	0 Payments	73,794,000.00	23.47%	73,205,784.30	73,211,423.20
Aging Interval:	181 - 360 days	( 06/30/2008 - 12/26/2008 )	10 Maturities	0 Payments	28,500,000.00	9.06%	28,497,920.67	28,337,812.50
Aging Interval:	361 - 1080 days	( 12/27/2008 - 12/16/2010 )	11 Maturities	0 Payments	32,000,000.00	10.18%	31,975,359.58	32,155,937.50
Aging Interval:	1081 days and after	( 12/17/2010 - )	2 Maturities	0 Payments	6,000,000.00	1.91%	6,000,000.00	6,014,062.50
<b>Total for</b>			<b>83 Investments</b>	<b>0 Payments</b>		<b>100.00</b>	<b>313,289,910.80</b>	<b>313,460,791.13</b>



**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Summary  
November 30, 2007**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM 360 Equiv.</b>	<b>YTM 365 Equiv.</b>
Federal Agency Issues - Coupon	134,737,857.14	134,565,857.78	134,706,291.23	63.69	1,325	305	4.020	4.076
Federal Agency Issues - Discount	4,000,000.00	3,997,999.88	3,994,744.44	1.89	11	6	4.306	4.365
Money Market	35,110,000.00	35,110,000.00	35,110,000.00	16.60	1	1	4.764	4.830
Local Agency Investment Funds	37,000,000.00	36,983,165.81	37,000,000.00	17.49	1	1	4.894	4.962
Certificates of Deposit	699,000.00	699,000.00	699,000.00	0.33	190	116	4.712	4.778
	<b>211,546,857.14</b>	<b>211,356,023.47</b>	<b>211,510,035.67</b>	<b>100.00%</b>	<b>845</b>	<b>195</b>	<b>4.304</b>	<b>4.364</b>

<b>Investments</b>	<b>November 30 Month Ending</b>	<b>Fiscal Year To Date</b>
<b>Total Earnings</b>		
Current Year	761,545.10	4,831,080.33
<b>Average Daily Balance</b>	<b>210,645,536.74</b>	<b>256,265,985.16</b>
<b>Effective Rate of Return</b>	<b>4.40%</b>	<b>4.50%</b>

Katano Kasaine, Treasury Manager

**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
November 30, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
31331QZP5	50664	FEDERAL FARM CREDIT BANK	3,000,000.00	04/28/2003	3,000,000.00	2,991,562.50	3,000,000.00	3.600	Aaa	5.177	137	04/16/2008
31331QU21	50681	FEDERAL FARM CREDIT BANK	3,000,000.00	06/25/2003	3,000,000.00	2,972,812.50	2,999,793.99	2.800	Aaa	2.775	200	06/18/2008
31331TZD6	50751	FEDERAL FARM CREDIT BANK	3,000,000.00	04/07/2004	3,000,000.00	2,987,812.50	3,000,000.00	3.200	Aaa	3.156	128	04/07/2008
31331SAD6	50802	FEDERAL FARM CREDIT BANK	3,000,000.00	09/27/2004	3,000,000.00	2,998,125.00	3,000,000.00	3.500	Aaa	3.452	26	12/27/2007
31331TC74	50820	FEDERAL FARM CREDIT BANK	3,000,000.00	12/23/2004	3,000,000.00	2,989,687.50	2,998,313.76	3.500	Aaa	3.610	136	04/15/2008
31331SAG0	50854	FEDERAL FARM CREDIT BANK	3,000,000.00	06/20/2005	3,000,000.00	2,999,062.50	3,000,000.00	4.090	Aaa	4.034	19	12/20/2007
31331XUD2	51085	FEDERAL FARM CREDIT BANK	3,000,000.00	04/02/2007	3,000,000.00	3,014,062.50	3,000,000.00	5.350	Aaa	5.277	1,584	04/02/2012
31339XXZ1	50683	FEDERAL HOME LOAN BANK	3,000,000.00	06/26/2003	3,000,000.00	2,996,250.00	2,999,920.43	2.500	Aaa	2.506	25	12/26/2007
31339XRZ9	50687	FEDERAL HOME LOAN BANK	3,000,000.00	06/30/2003	3,000,000.00	2,975,625.00	3,000,000.00	3.050	Aaa	3.008	212	06/30/2008
31339YV0	50696	FEDERAL HOME LOAN BANK	3,000,000.00	07/02/2003	3,000,000.00	2,974,687.50	3,000,000.00	3.000	Aaa	2.959	214	07/02/2008
31339XXP4	50702	FEDERAL HOME LOAN BANK	2,000,000.00	07/10/2003	2,000,000.00	1,991,875.00	1,999,239.58	3.750	Aaa	3.075	222	07/10/2008
31339YFZ0	50703	FEDERAL HOME LOAN BANK	3,000,000.00	07/14/2003	3,000,000.00	2,972,812.50	3,000,000.00	3.000	Aaa	2.959	226	07/14/2008
31339YJR4	50704	FEDERAL HOME LOAN BANK	3,000,000.00	07/14/2003	3,000,000.00	2,977,500.00	3,000,000.00	3.190	Aaa	3.146	226	07/14/2008
31339YJR4	50705	FEDERAL HOME LOAN BANK	3,000,000.00	07/14/2003	3,000,000.00	2,977,500.00	3,000,000.00	3.190	Aaa	3.146	226	07/14/2008
31339YD33	50707	FEDERAL HOME LOAN BANK	3,000,000.00	07/22/2003	3,000,000.00	2,975,625.00	3,000,000.00	3.100	Aaa	3.058	234	07/22/2008
31339YE74	50708	FEDERAL HOME LOAN BANK	3,000,000.00	07/23/2003	3,000,000.00	2,985,000.00	3,000,000.00	3.020	Aaa	2.979	144	04/23/2008
31339YP55	50709	FEDERAL HOME LOAN BANK	3,000,000.00	07/28/2003	3,000,000.00	2,978,437.50	3,000,000.00	3.300	Aaa	3.255	240	07/28/2008
3133X0A8	50721	FEDERAL HOME LOAN BANK	2,500,000.00	12/16/2003	2,500,000.00	2,487,500.00	2,498,384.62	3.625	Aaa	3.675	256	08/13/2008
3133X2Y66	50738	FEDERAL HOME LOAN BANK	3,000,000.00	12/30/2003	3,000,000.00	2,998,125.00	3,000,000.00	4.100	Aaa	4.044	395	12/30/2008
3133X5AA6	50748	FEDERAL HOME LOAN BANK	3,195,000.00	04/01/2004	3,195,000.00	3,180,023.44	3,195,000.00	3.000	Aaa	2.959	122	04/01/2008
3133X5VC9	50762	FEDERAL HOME LOAN BANK	2,000,000.00	04/22/2004	2,000,000.00	1,991,875.00	1,993,737.50	3.625	Aaa	3.822	508	04/22/2009
3133X7E1	50883	FEDERAL HOME LOAN BANK	3,000,000.00	07/20/2005	3,000,000.00	2,995,312.50	3,000,000.00	4.125	Aaa	4.067	304	09/30/2008
31339Y4T6	50884	FEDERAL HOME LOAN BANK	3,000,000.00	07/20/2005	3,000,000.00	2,975,625.00	3,000,000.00	3.000	Aaa	2.958	207	06/25/2008
3133XD277	50904	FEDERAL HOME LOAN BANK	3,000,000.00	09/21/2005	3,000,000.00	3,000,000.00	3,000,000.00	4.500	Aaa	4.672	20	12/21/2007
3133XE2W8	50923	FEDERAL HOME LOAN BANK	3,000,000.00	12/28/2005	3,000,000.00	3,000,937.50	3,000,000.00	5.000	Aaa	4.932	27	12/28/2007
3133XEJ48	51006	FEDERAL HOME LOAN BANK	3,000,000.00	09/27/2006	3,000,000.00	3,001,875.00	2,999,154.01	4.875	Aaa	4.981	60	01/30/2008
3133XH267	51009	FEDERAL HOME LOAN BANK	3,000,000.00	09/28/2006	3,000,000.00	3,001,875.00	3,000,000.00	5.250	Aaa	5.178	58	01/28/2008
3133XHBP6	51011	FEDERAL HOME LOAN BANK	3,000,000.00	10/05/2006	3,000,000.00	3,090,937.50	3,000,000.00	5.250	Aaa	5.158	759	01/29/2009
3133XHJ64	51025	FEDERAL HOME LOAN BANK	2,142,857.14	12/19/2006	2,142,857.14	2,142,857.14	2,142,857.14	5.350	Aaa	5.276	745	12/15/2009
3133XJ5L8	51030	FEDERAL HOME LOAN BANK	3,000,000.00	12/19/2006	3,000,000.00	3,000,937.50	3,000,000.00	5.250	Aaa	5.178	380	12/15/2008
3133XJBE3	51052	FEDERAL HOME LOAN BANK	3,000,000.00	01/09/2007	3,000,000.00	3,002,812.50	3,000,000.00	5.000	Aaa	4.932	405	01/09/2009
3133XJERD3	51143	FEDERAL HOME LOAN BANK	3,000,000.00	07/10/2007	3,000,000.00	3,007,500.00	2,986,913.60	5.190	Aaa	5.326	814	02/22/2010
3133XJXP8	51149	FEDERAL HOME LOAN BANK	3,000,000.00	08/08/2007	3,000,000.00	3,009,375.00	3,000,000.00	5.375	Aaa	5.300	814	02/22/2010
3128X08E4	50670	FEDERAL HOME LOAN MTG CORP	2,900,000.00	05/13/2003	2,900,000.00	2,890,006.47	2,900,798.15	3.375	Aaa	3.253	144	04/23/2008
3128X4BU4	50875	FEDERAL HOME LOAN MTG CORP	3,000,000.00	07/20/2005	3,000,000.00	2,999,901.12	2,999,960.62	4.150	Aaa	4.174	6	12/07/2007
3128X06J3	50882	FEDERAL HOME LOAN MTG CORP	3,000,000.00	07/20/2005	3,000,000.00	2,991,507.11	3,000,000.00	3.600	Aaa	3.549	158	05/07/2008
31359MDJ9	51122	FEDERAL NATIONAL MORTGAGE	3,000,000.00	05/23/2007	3,000,000.00	3,007,500.00	3,002,609.77	5.750	Aaa	5.227	76	02/15/2008

Portfolio POOL

Data Updated: SET\_PORT: 01/17/2008 10:18

Run Date: 01/17/2008 - 10:19

PM (PRF\_PM2) SymRepl 6.41.202

Report Ver: 5.00

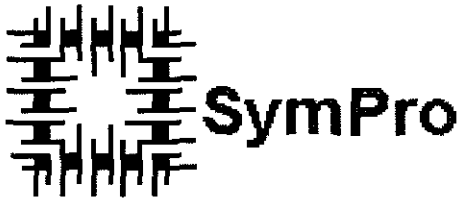
**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
November 30, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
31359MRW5	50676	FEDERAL NATIONAL MORTGAGE ASS		05/19/2003	3,000,000.00	2,977,500.00	2,999,022.80	2.875	Aaa	2.910	170	05/19/2008
3136F5MG3	50747	FEDERAL NATIONAL MORTGAGE ASS		04/01/2004	3,000,000.00	2,978,437.50	2,998,003.06	3.310	Aaa	3.319	485	03/30/2009
31359MUW1	50753	FEDERAL NATIONAL MORTGAGE ASS		04/14/2004	3,000,000.00	3,000,000.00	2,998,800.37	3.850	Aaa	3.829	500	04/14/2009
3136F5WC1	50786	FEDERAL NATIONAL MORTGAGE ASS		07/09/2004	3,000,000.00	3,015,937.50	3,000,000.00	4.200	Aaa	4.141	520	05/04/2009
3136F6FY0	50808	FEDERAL NATIONAL MORTGAGE ASS		09/29/2004	3,000,000.00	3,000,000.00	3,000,000.00	4.250	Aaa	4.192	668	09/29/2009
31359ME66	50999	FEDERAL NATIONAL MORTGAGE ASS		09/26/2006	3,000,000.00	3,000,937.50	2,999,133.06	4.875	Aaa	5.071	41	01/11/2008
31359MF65	51007	FEDERAL NATIONAL MORTGAGE ASS		09/26/2006	3,000,000.00	3,000,937.50	2,998,404.12	4.750	Aaa	5.010	62	02/01/2008
3136F8BZ7	51046	FEDERAL NATIONAL MORTGAGE ASS		12/28/2006	3,000,000.00	3,002,812.50	2,999,585.00	5.250	Aaa	5.185	758	12/28/2009
3137EAAT6	51124	FEDERAL HOME LOAN MTG		05/25/2007	3,000,000.00	3,054,375.00	2,996,659.65	5.000	Aaa	4.995	558	06/11/2009
<b>Subtotal and Average</b>			<b>139,204,778.01</b>		<b>134,737,857.14</b>	<b>134,565,857.78</b>	<b>134,706,291.23</b>			<b>4.020</b>	<b>305</b>	
<b>Federal Agency Issues - Discount</b>												
313384QE2	51167	Federal Home Loan Discount		11/26/2007	4,000,000.00	3,997,999.88	3,994,744.44	4.300	Aaa	4.306	6	12/07/2007
<b>Subtotal and Average</b>			<b>5,329,531.72</b>		<b>4,000,000.00</b>	<b>3,997,999.88</b>	<b>3,994,744.44</b>			<b>4.306</b>	<b>6</b>	
<b>LAIF- Bond Proceeds</b>												
SYS50567	50567	LOCAL AGENCY INVESTMENT FUND		07/01/2007	0.00	0.00	0.00	1.920		1.894	1	
SYS50617	50617	LOCAL AGENCY INVESTMENT FUND		07/01/2007	0.00	0.00	0.00	1.920		1.894	1	
SYS50794	50794	LOCAL AGENCY INVESTMENTS		07/01/2007	0.00	0.00	0.00	2.930	NR	2.890	1	
<b>Subtotal and Average</b>			<b>0.00</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>			<b>0.000</b>	<b>0</b>	
<b>Money Market</b>												
SYS50863	50863	AIM Investments			35,110,000.00	35,110,000.00	35,110,000.00	4.830	Aaa	4.764	1	
616918207	50143	JP MORGAN INST PRIME MMF			0.00	0.00	0.00	2.970	Aaa	2.929	1	
SYS50645	50645	WELLS FARGO			0.00	0.00	0.00	1.500		1.479	1	
<b>Subtotal and Average</b>			<b>24,976,666.67</b>		<b>35,110,000.00</b>	<b>35,110,000.00</b>	<b>35,110,000.00</b>			<b>4.764</b>	<b>1</b>	
<b>Local Agency Investment Funds</b>												
SYS43	43	Local Agency Investment Fund			37,000,000.00	36,983,165.81	37,000,000.00	4.962	NR	4.894	1	
<b>Subtotal and Average</b>			<b>37,000,000.00</b>		<b>37,000,000.00</b>	<b>36,983,165.81</b>	<b>37,000,000.00</b>			<b>4.894</b>	<b>1</b>	
<b>Certificates of Deposit</b>												
SYS51156	51156	Alta Alliance Bank		10/13/2007	500,000.00	500,000.00	500,000.00	4.550	NR	4.550	131	04/10/2008
SYS51150	51150	Far East National Bank		08/19/2007	100,000.00	100,000.00	100,000.00	5.140	NR	5.140	140	04/19/2008
SYS51142	51142	METROPOLITAN BANK		06/20/2007	99,000.00	99,000.00	99,000.00	5.100	NR	5.100	19	12/20/2007

**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
November 30, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
<b>Subtotal and Average</b>			699,000.00		699,000.00	699,000.00	699,000.00			4.712	116	
<b>Commercial Paper - Discount</b>												
<b>Subtotal and Average</b>			3,435,560.33									
<b>Total and Average</b>			210,645,536.74		211,546,857.14	211,356,023.47	211,510,035.67			4.304	195	

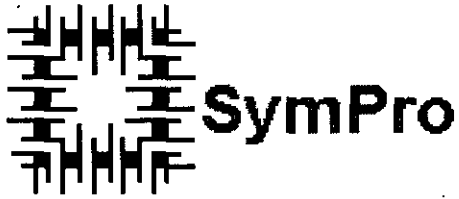




**Aging report Operating Fund**  
**Aging Report**  
**By Maturity Date**  
**As of December 1, 2007**

City of Oakland

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value	
Aging Interval:	0 days	( 12/01/2007 - 12/01/2007 )	7 Maturities	0 Payments	72,110,000.00	34.09%	72,110,000.00	72,093,165.81
Aging Interval:	1 - 30 days	( 12/02/2007 - 12/31/2007 )	8 Maturities	0 Payments	22,099,000.00	10.45%	22,093,625.49	22,091,276.00
Aging Interval:	31 - 90 days	( 01/01/2008 - 02/29/2008 )	5 Maturities	0 Payments	15,000,000.00	7.09%	14,999,300.96	15,013,125.00
Aging Interval:	91 - 180 days	( 03/01/2008 - 05/29/2008 )	10 Maturities	0 Payments	24,695,000.00	11.67%	24,693,134.71	24,593,099.52
Aging Interval:	181 - 360 days	( 05/30/2008 - 11/25/2008 )	12 Maturities	0 Payments	34,500,000.00	16.31%	34,497,418.19	34,255,312.50
Aging Interval:	361 - 1080 days	( 11/26/2008 - 11/15/2010 )	14 Maturities	0 Payments	40,142,857.14	18.98%	40,116,556.32	40,295,982.14
Aging Interval:	1081 days and after	( 11/16/2010 - )	1 Maturities	0 Payments	3,000,000.00	1.42%	3,000,000.00	3,014,062.50
Total for			57 Investments	0 Payments		100.00	211,510,035.67	211,356,023.47



**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Summary  
October 31, 2007**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM 360 Equiv.</b>	<b>YTM 365 Equiv.</b>
Federal Agency Issues - Coupon	143,737,857.14	143,247,448.56	143,703,108.49	66.70	1,295	317	4.034	4.090
Federal Agency Issues - Discount	5,000,000.00	4,997,000.12	4,996,375.00	2.32	6	5	4.353	4.414
Money Market	23,110,000.00	23,110,000.00	23,110,000.00	10.73	1	1	5.050	5.120
Local Agency Investment Funds	37,000,000.00	36,983,165.81	37,000,000.00	17.17	1	1	5.070	5.140
Certificates of Deposit	699,000.00	699,000.00	699,000.00	0.32	190	146	4.712	4.778
Negotiable CD's	3,000,000.00	3,000,000.00	3,000,000.00	1.39	181	0	5.280	5.353
Commercial Paper - Discount	3,000,000.00	2,988,300.00	2,933,780.00	1.36	154	29	5.276	5.350
	<b>215,546,857.14</b>	<b>215,024,914.49</b>	<b>215,442,263.49</b>	<b>100.00%</b>	<b>870</b>	<b>213</b>	<b>4.365</b>	<b>4.425</b>

<b>Investments</b>	<b>October 31 Month Ending</b>	<b>Fiscal Year To Date</b>
<b>Total Earnings</b>		
Current Year	924,428.63	4,069,535.23
<b>Average Daily Balance</b>	<b>244,014,914.48</b>	<b>267,392,923.80</b>
<b>Effective Rate of Return</b>	<b>4.46%</b>	<b>4.52%</b>

Katano Kasaine, Treasury Manager

**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
October 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360 Days to Maturity	Maturity Date
31331QZP5	50664	FEDERAL FARM CREDIT BANK	3,000,000.00	04/28/2003	3,000,000.00	2,986,875.00	3,000,000.00	3.600	Aaa	5.177	167 04/16/2008
31331QUZ1	50681	FEDERAL FARM CREDIT BANK	3,000,000.00	06/25/2003	3,000,000.00	2,967,187.50	2,999,762.62	2.800	Aaa	2.775	230 06/18/2008
31331TDD6	50751	FEDERAL FARM CREDIT BANK	3,000,000.00	04/07/2004	3,000,000.00	2,984,062.50	3,000,000.00	3.200	Aaa	3.156	158 04/07/2008
31331SAG6	50802	FEDERAL FARM CREDIT BANK	3,000,000.00	09/27/2004	3,000,000.00	2,994,375.00	3,000,000.00	3.500	Aaa	3.452	56 12/27/2007
31331TC74	50820	FEDERAL FARM CREDIT BANK	3,000,000.00	12/23/2004	3,000,000.00	2,985,937.50	2,997,936.24	3.500	Aaa	3.610	166 04/15/2008
31331SA60	50854	FEDERAL FARM CREDIT BANK	3,000,000.00	06/20/2005	3,000,000.00	2,997,187.50	3,000,000.00	4.090	Aaa	4.034	49 12/20/2007
31331XUD2	51065	FEDERAL FARM CREDIT BANK	3,000,000.00	04/02/2007	3,000,000.00	3,005,625.00	3,000,000.00	5.350	Aaa	5.277	1,614 04/02/2012
31339XXZ9	50683	FEDERAL HOME LOAN BANK	3,000,000.00	06/26/2003	3,000,000.00	2,989,687.50	2,999,824.94	2.500	Aaa	2.506	55 12/26/2007
31339YV0	50687	FEDERAL HOME LOAN BANK	3,000,000.00	06/30/2003	3,000,000.00	2,970,000.00	3,000,000.00	3.050	Aaa	3.008	242 06/30/2008
31339YV0	50696	FEDERAL HOME LOAN BANK	3,000,000.00	07/02/2003	3,000,000.00	2,969,062.50	3,000,000.00	3.000	Aaa	2.959	244 07/02/2008
31339XXP4	50702	FEDERAL HOME LOAN BANK	2,000,000.00	07/10/2003	2,000,000.00	1,988,750.00	1,999,135.42	3.750	Aaa	3.075	252 07/10/2008
31339YFZ0	50703	FEDERAL HOME LOAN BANK	3,000,000.00	07/14/2003	3,000,000.00	2,966,250.00	3,000,000.00	3.000	Aaa	2.959	256 07/14/2008
31339YJR4	50704	FEDERAL HOME LOAN BANK	3,000,000.00	07/14/2003	3,000,000.00	2,970,937.50	3,000,000.00	3.190	Aaa	3.146	256 07/14/2008
31339YJR4	50705	FEDERAL HOME LOAN BANK	3,000,000.00	07/14/2003	3,000,000.00	2,970,937.50	3,000,000.00	3.190	Aaa	3.146	256 07/14/2008
31339YV33	50707	FEDERAL HOME LOAN BANK	3,000,000.00	07/22/2003	3,000,000.00	2,969,062.50	3,000,000.00	3.100	Aaa	3.058	264 07/22/2008
31339YEV4	50708	FEDERAL HOME LOAN BANK	3,000,000.00	07/23/2003	3,000,000.00	2,977,500.00	3,000,000.00	3.020	Aaa	2.979	174 04/23/2008
31339YF55	50709	FEDERAL HOME LOAN BANK	3,000,000.00	07/28/2003	3,000,000.00	2,972,812.50	3,000,000.00	3.300	Aaa	3.255	270 07/28/2008
3133X0A18	50721	FEDERAL HOME LOAN BANK	2,500,000.00	12/16/2003	2,500,000.00	2,482,031.25	2,498,192.31	3.625	Aaa	3.675	286 08/13/2008
3133X2Y66	50738	FEDERAL HOME LOAN BANK	3,000,000.00	12/30/2003	3,000,000.00	2,986,875.00	3,000,000.00	4.100	Aaa	4.044	425 12/30/2008
3133X5A46	50748	FEDERAL HOME LOAN BANK	3,195,000.00	04/01/2004	3,195,000.00	3,173,034.38	3,195,000.00	3.000	Aaa	2.959	152 04/01/2008
3133X5VC9	50762	FEDERAL HOME LOAN BANK	2,000,000.00	04/22/2004	2,000,000.00	1,978,875.00	1,993,362.50	3.625	Aaa	3.822	538 04/22/2009
3133X6L38	50768	FEDERAL HOME LOAN BANK	3,000,000.00	05/14/2004	3,000,000.00	2,999,062.50	3,000,000.00	3.720	Aaa	3.669	13 11/14/2007
3133X1E1	50883	FEDERAL HOME LOAN BANK	3,000,000.00	07/20/2005	3,000,000.00	2,988,750.00	3,000,000.00	4.125	Aaa	4.067	334 06/30/2008
31339YAT6	50884	FEDERAL HOME LOAN BANK	3,000,000.00	07/20/2005	3,000,000.00	2,969,062.50	3,000,000.00	3.000	Aaa	2.958	237 06/25/2008
3133XD217	50904	FEDERAL HOME LOAN BANK	3,000,000.00	09/21/2005	3,000,000.00	2,999,062.50	3,000,000.00	4.500	Aaa	4.672	50 12/21/2007
3133XE2W8	50923	FEDERAL HOME LOAN BANK	3,000,000.00	12/28/2005	3,000,000.00	2,999,937.50	3,000,000.00	5.000	Aaa	4.932	57 12/28/2007
3133XE1A8	51006	FEDERAL HOME LOAN BANK	3,000,000.00	09/27/2006	3,000,000.00	3,000,937.50	2,998,723.85	4.875	Aaa	4.981	90 01/30/2008
3133XH2B7	51009	FEDERAL HOME LOAN BANK	3,000,000.00	09/28/2006	3,000,000.00	3,002,812.50	3,000,000.00	5.250	Aaa	5.178	88 01/28/2008
3133XHBP6	51011	FEDERAL HOME LOAN BANK	3,000,000.00	10/05/2006	3,000,000.00	3,053,437.50	3,000,000.00	5.230	Aaa	5.158	789 12/29/2009
3133XH1X4	51025	FEDERAL HOME LOAN BANK	2,142,857.14	12/19/2006	2,142,857.14	2,142,857.14	2,142,857.14	5.350	Aaa	5.276	775 12/15/2009
3133XJLJ8	51030	FEDERAL HOME LOAN BANK	3,000,000.00	12/19/2006	3,000,000.00	3,002,812.50	3,000,000.00	5.250	Aaa	5.178	410 12/15/2008
3133XJB23	51052	FEDERAL HOME LOAN BANK	3,000,000.00	01/09/2007	3,000,000.00	3,002,812.50	3,000,000.00	5.000	Aaa	4.932	435 01/09/2009
3133XERD3	51143	FEDERAL HOME LOAN BANK	3,000,000.00	07/10/2007	3,000,000.00	3,005,625.00	2,986,423.47	5.190	Aaa	5.326	844 02/22/2010
3133XJXP8	51149	FEDERAL HOME LOAN BANK	3,000,000.00	08/08/2007	3,000,000.00	3,007,500.00	3,000,000.00	5.375	Aaa	5.300	844 02/22/2010
3128X08E4	50670	FEDERAL HOME LOAN MTG CORP	2,990,000.00	05/13/2003	2,990,000.00	2,882,179.44	2,900,966.78	3.375	Aaa	3.253	174 04/23/2008
3128X4BU4	50875	FEDERAL HOME LOAN MTG CORP	3,000,000.00	07/20/2005	3,000,000.00	2,998,244.93	2,999,763.71	4.150	Aaa	4.174	36 12/07/2007
3128X4BB6	50876	FEDERAL HOME LOAN MTG CORP	3,000,000.00	07/20/2005	3,000,000.00	2,998,868.87	3,000,000.00	4.200	Aaa	4.140	25 11/26/2007

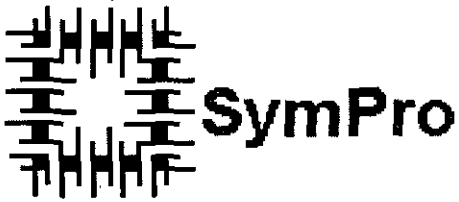
Portfolio POOL

**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
October 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
3128X06J3	50882	FEDERAL HOME LOAN MTG CORP		07/20/2005	3,000,000.00	2,984,295.05	3,000,000.00	3.600	Aaa	3.549	188	05/07/2008
31359MDJ9	51122	FEDERAL NATIONAL MORTGAGE		05/23/2007	3,000,000.00	3,008,437.50	3,003,667.79	5.750	Aaa	5.227	106	02/15/2008
31359MRW5	50676	FEDERAL NATIONAL MORTGAGE ASS		05/19/2003	3,000,000.00	2,970,937.50	2,998,848.30	2.875	Aaa	2.910	200	05/19/2008
3136F5MG3	50747	FEDERAL NATIONAL MORTGAGE ASS		04/01/2004	3,000,000.00	2,955,000.00	2,997,877.99	3.310	Aaa	3.319	515	03/30/2009
31359MUW1	50753	FEDERAL NATIONAL MORTGAGE ASS		04/14/2004	3,000,000.00	2,977,500.00	2,998,727.37	3.850	Aaa	3.829	530	04/14/2009
3136F5WC1	50786	FEDERAL NATIONAL MORTGAGE ASS		07/09/2004	3,000,000.00	2,991,562.50	3,000,000.00	4.200	Aaa	4.141	550	05/04/2009
3136F6FY0	50808	FEDERAL NATIONAL MORTGAGE ASS		09/29/2004	3,000,000.00	2,985,937.50	3,000,000.00	4.250	Aaa	4.192	698	09/29/2009
31359ME66	50999	FEDERAL NATIONAL MORTGAGE ASS		09/26/2006	3,000,000.00	3,000,937.50	2,998,482.86	4.875	Aaa	5.071	71	01/11/2008
31359MF65	51007	FEDERAL NATIONAL MORTGAGE ASS		09/26/2006	3,000,000.00	3,000,000.00	2,997,606.19	4.750	Aaa	5.010	92	02/01/2008
3136F7RN9	51015	FEDERAL NATIONAL MORTGAGE ASS		12/07/2006	3,000,000.00	3,000,000.00	2,999,903.23	5.000	Aaa	4.938	99	02/08/2008
3136F8BZ7	51046	FEDERAL NATIONAL MORTGAGE ASS		12/28/2006	3,000,000.00	3,003,750.00	2,999,568.33	5.250	Aaa	5.185	788	12/28/2009
3137EAAT6	51124	FEDERAL HOME LOAN MTG		05/25/2007	3,000,000.00	3,029,062.50	2,996,477.45	5.000	Aaa	4.995	588	06/11/2009
<b>Subtotal and Average</b>			<b>146,729,276.03</b>		<b>143,737,857.14</b>	<b>143,247,448.56</b>	<b>143,703,108.49</b>			<b>4.034</b>	<b>317</b>	
<b>Federal Agency Issues - Discount</b>												
313384NX3	51157	Federal Home Loan Discount		10/31/2007	5,000,000.00	4,997,000.12	4,996,375.00	4.350	Aaa	4.353	5	11/06/2007
<b>Subtotal and Average</b>			<b>5,392,147.71</b>		<b>5,000,000.00</b>	<b>4,997,000.12</b>	<b>4,996,375.00</b>			<b>4.353</b>	<b>5</b>	
<b>LAIF- Bond Proceeds</b>												
SYS50567	50567	LOCAL AGENCY INVESTMENT FUND		07/01/2007	0.00	0.00	0.00	1.920		1.894	1	
SYS50617	50617	LOCAL AGENCY INVESTMENT FUND		07/01/2007	0.00	0.00	0.00	1.920		1.894	1	
SYS50794	50794	LOCAL AGENCY INVESTMENTS		07/01/2007	0.00	0.00	0.00	2.930	NR	2.890	1	
<b>Subtotal and Average</b>			<b>0.00</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>			<b>0.000</b>	<b>0</b>	
<b>Money Market</b>												
SYS50863	50863	AIM Investments			23,110,000.00	23,110,000.00	23,110,000.00	5.120	Aaa	5.050	1	
616918207	50143	JP MORGAN INST PRIME MMF			0.00	0.00	0.00	2.970	Aaa	2.929	1	
SYS50645	50645	WELLS FARGO			0.00	0.00	0.00	1.500		1.479	1	
<b>Subtotal and Average</b>			<b>35,432,580.65</b>		<b>23,110,000.00</b>	<b>23,110,000.00</b>	<b>23,110,000.00</b>			<b>5.050</b>	<b>1</b>	
<b>Local Agency Investment Funds</b>												
SYS43	43	Local Agency Investment Fund			37,000,000.00	36,983,165.81	37,000,000.00	5.140	NR	5.070	1	
<b>Subtotal and Average</b>			<b>36,612,903.23</b>		<b>37,000,000.00</b>	<b>36,983,165.81</b>	<b>37,000,000.00</b>			<b>5.070</b>	<b>1</b>	

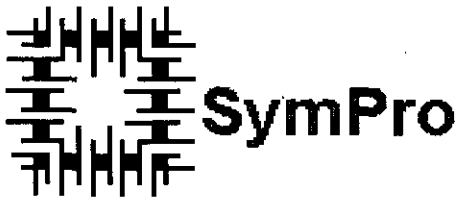
**City of Oakland Operating Fund  
Portfolio Management  
Portfolio Details - Investments  
October 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 360	Days to Maturity	Maturity Date
<b>Certificates of Deposit</b>												
SYS51156	51156	Alta Alliance Bank		10/13/2007	500,000.00	500,000.00	500,000.00	4.550	NR	4.550	161	04/10/2008
SYS51150	51150	Far East National Bank		08/19/2007	100,000.00	100,000.00	100,000.00	5.140	NR	5.140	170	04/19/2008
SYS51142	51142	METROPOLITAN BANK		06/20/2007	99,000.00	99,000.00	99,000.00	5.100	NR	5.100	49	12/20/2007
<b>Subtotal and Average</b>			<b>524,806.45</b>		<b>699,000.00</b>	<b>699,000.00</b>	<b>699,000.00</b>			<b>4.712</b>	<b>146</b>	
<b>Negotiable CD's</b>												
90531AN44	51114	UNION BANK OF CALIF		05/04/2007	3,000,000.00	3,000,000.00	3,000,000.00	5.280	P-1	5.280	0	11/01/2007
<b>Subtotal and Average</b>			<b>7,354,838.71</b>		<b>3,000,000.00</b>	<b>3,000,000.00</b>	<b>3,000,000.00</b>			<b>5.280</b>	<b>0</b>	
<b>Commercial Paper - Discount</b>												
17307SYW6	51135	CITIBANK		06/29/2007	3,000,000.00	2,988,300.00	2,933,780.00	5.160	P-1	5.276	29	11/30/2007
<b>Subtotal and Average</b>			<b>11,968,361.71</b>		<b>3,000,000.00</b>	<b>2,988,300.00</b>	<b>2,933,780.00</b>			<b>5.276</b>	<b>29</b>	
<b>Total and Average</b>			<b>244,014,914.48</b>		<b>215,546,857.14</b>	<b>215,024,914.49</b>	<b>215,442,263.49</b>			<b>4.365</b>	<b>213</b>	



**Aging report Operating Fund**  
**Aging Report**  
**By Maturity Date**  
**As of November 1, 2007**

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value	
Aging Interval:	0 days	( 11/01/2007 - 11/01/2007 )	8 Maturities	0 Payments	63,110,000.00	29.28%	63,110,000.00	63,093,165.81
Aging Interval:	1 - 30 days	( 11/02/2007 - 12/01/2007 )	4 Maturities	0 Payments	14,000,000.00	6.50%	13,930,155.00	13,983,231.49
Aging Interval:	31 - 90 days	( 12/02/2007 - 01/30/2008 )	10 Maturities	0 Payments	27,099,000.00	12.57%	27,095,795.36	27,083,182.43
Aging Interval:	91 - 180 days	( 01/31/2008 - 04/29/2008 )	11 Maturities	0 Payments	27,695,000.00	12.85%	27,695,080.23	27,598,026.32
Aging Interval:	181 - 360 days	( 04/30/2008 - 10/26/2008 )	14 Maturities	0 Payments	40,500,000.00	18.79%	40,495,938.65	40,140,076.30
Aging Interval:	361 - 1080 days	( 10/27/2008 - 10/16/2010 )	14 Maturities	0 Payments	40,142,857.14	18.82%	40,115,294.25	40,121,607.14
Aging Interval:	1081 days and after	( 10/17/2010 - )	1 Maturities	0 Payments	3,000,000.00	1.39%	3,000,000.00	3,005,625.00
<b>Total for</b>			<b>62 Investments</b>	<b>0 Payments</b>		<b>100.00</b>	<b>215,442,263.49</b>	<b>215,024,914.49</b>



**ORA POOL V. 6.41  
Portfolio Management  
Portfolio Summary  
December 31, 2007**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM 360 Equiv.</b>	<b>YTM 365 Equiv.</b>
Federal Agency Issues - Coupon	47,175,000.00	47,135,949.56	47,167,077.14	36.19	1,475	282	3.976	4.031
Federal Agency Issues - Discount	12,000,000.00	11,924,400.33	11,893,383.33	9.13	76	56	4.245	4.304
Money Market	23,436,596.86	23,436,596.86	23,436,596.86	17.98	1	1	4.708	4.773
Local Agency Investment Funds	36,086,434.37	36,070,015.84	36,086,434.37	27.69	1	1	5.070	5.140
Commercial Paper - Discount	12,000,000.00	11,957,880.00	11,749,699.17	9.02	149	30	5.142	5.214
<b>Investments</b>	<b>130,698,031.23</b>	<b>130,524,842.59</b>	<b>130,333,190.87</b>	<b>100.00%</b>	<b>555</b>	<b>110</b>	<b>4.540</b>	<b>4.603</b>
<b>Cash and Accrued Interest</b>								
Accrued Interest at Purchase		21,437.50	21,437.50					
Subtotal		21,437.50	21,437.50					
<b>Total Cash and Investments</b>	<b>130,698,031.23</b>	<b>130,546,280.09</b>	<b>130,354,628.37</b>		<b>555</b>	<b>110</b>	<b>4.540</b>	<b>4.603</b>
<b>Total Earnings</b>								
	<b>December 31 Month Ending</b>	<b>Fiscal Year To Date</b>						
Current Year	521,880.65	3,888,305.73						
Average Daily Balance	133,285,347.63	159,421,950.04						
Effective Rate of Return	4.61%	4.84%						

Katano Kasaine, Treasury Manager

**ORA POOL V. 6.41**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
31339XM35	50341	FEDERAL HOME LOAN BANK		06/30/2003	2,175,000.00	2,161,406.25	2,175,000.00	3.200	Aaa	3.200	181	06/30/2008
31339YJR4	50342	FEDERAL HOME LOAN BANK		07/14/2003	3,000,000.00	2,981,250.00	2,998,994.79	3.190	Aaa	3.258	195	07/14/2008
3133X1TU1	50345	FEDERAL HOME LOAN BANK		11/05/2003	3,000,000.00	2,997,187.50	3,000,000.00	4.100	Aaa	4.100	309	11/05/2008
3133X2Y66	50347	FEDERAL HOME LOAN BANK		12/30/2003	3,000,000.00	2,998,125.00	3,000,000.00	4.100	Aaa	4.100	364	12/30/2008
3133X3DB6	50350	FEDERAL HOME LOAN BANK		01/21/2004	3,000,000.00	2,998,125.00	3,000,000.00	4.050	Aaa	4.050	386	01/21/2009
3133X9VZ0	50367	FEDERAL HOME LOAN BANK		01/13/2005	3,000,000.00	3,000,000.00	2,999,989.50	3.730	Aaa	3.775	3	01/04/2008
3133XJR83	50395	FEDERAL HOME LOAN BANK		01/30/2007	3,000,000.00	3,000,937.50	3,000,000.00	5.250	Aaa	5.250	29	01/30/2008
3133XJXP8	50428	FEDERAL HOME LOAN BANK		08/08/2007	3,000,000.00	3,006,562.50	3,000,000.00	5.375	Aaa	5.374	783	02/22/2010
3128X0Q28	50330	FEDERAL HOME LOAN MTG CORP		03/12/2003	3,000,000.00	2,993,531.80	3,000,000.00	3.500	Aaa	3.500	71	03/12/2008
3128X1DD6	50337	FEDERAL HOME LOAN MTG CORP		05/21/2003	3,000,000.00	2,981,949.01	3,000,000.00	3.200	Aaa	3.200	141	05/21/2008
3128X1EB9	50339	FEDERAL HOME LOAN MTG CORP		06/04/2003	3,000,000.00	2,980,312.50	3,000,000.00	3.250	Aaa	3.250	155	06/04/2008
31359MSQ7	50343	FEDERAL NATIONAL MORTGAGE ASS		07/25/2003	3,000,000.00	2,980,312.50	2,999,508.92	3.250	Aaa	3.279	227	08/15/2008
31359MSQ7	50344	FEDERAL NATIONAL MORTGAGE ASS		09/26/2003	3,000,000.00	2,980,312.50	2,996,920.80	3.250	Aaa	3.430	227	08/15/2008
3136F5WC1	50356	FEDERAL NATIONAL MORTGAGE ASS		05/05/2004	3,000,000.00	3,017,812.50	2,997,986.38	4.200	Aaa	4.256	489	05/04/2009
31359M4S9	50435	FEDERAL NATIONAL MORTGAGE ASS		09/18/2007	3,000,000.00	3,002,812.50	3,001,834.90	5.250	Aaa	5.185	394	01/29/2009
3137EAAT6	50403	FEDERAL HOME LOAN MTG		05/25/2007	3,000,000.00	3,055,312.50	2,996,841.85	5.000	Aaa	5.064	527	06/11/2009
<b>Subtotal and Average</b>			<b>47,166,653.90</b>		<b>47,175,000.00</b>	<b>47,135,949.56</b>	<b>47,167,077.14</b>			<b>4.031</b>	<b>282</b>	
<b>Federal Agency Issues - Discount</b>												
313384TK5	50439	FEDERAL HOME LOAN BANK		11/27/2007	3,000,000.00	2,982,599.95	2,969,332.50	4.230	Aaa	4.333	52	02/22/2008
313588TR6	50441	Fannie Mae Discount		12/17/2007	3,000,000.00	2,980,500.18	2,974,510.83	4.190	Aaa	4.285	58	02/28/2008
313588TQ8	50442	Fannie Mae Discount		12/17/2007	3,000,000.00	2,980,800.02	2,974,860.00	4.190	Aaa	4.284	57	02/27/2008
313588TR6	50443	Fannie Mae Discount		12/18/2007	3,000,000.00	2,980,500.18	2,974,680.00	4.220	Aaa	4.315	58	02/28/2008
<b>Subtotal and Average</b>			<b>11,565,511.72</b>		<b>12,000,000.00</b>	<b>11,924,400.33</b>	<b>11,893,383.33</b>			<b>4.304</b>	<b>56</b>	
<b>Money Market</b>												
SYS50374	50374	American Beacon Funds			23,236,596.86	23,236,596.86	23,236,596.86	4.770	Aaa	4.770	1	
SYS20014	20014	FIDELITY INST GOV'T CLASS I			200,000.00	200,000.00	200,000.00	5.130	Aaa	5.130	1	
616918207	50144	JP MORGAN INST PRIME MMF			0.00	0.00	0.00	2.970	Aaa	2.970	1	
<b>Subtotal and Average</b>			<b>22,468,654.92</b>		<b>23,436,596.86</b>	<b>23,436,596.86</b>	<b>23,436,596.86</b>			<b>4.773</b>	<b>1</b>	
<b>Local Agency Investment Funds</b>												
SYS20001	20001	LOCAL AGENCY INVESTMENTS			36,086,434.37	36,070,015.84	36,086,434.37	5.140	NR	5.140	1	
<b>Subtotal and Average</b>			<b>36,086,434.37</b>		<b>36,086,434.37</b>	<b>36,070,015.84</b>	<b>36,086,434.37</b>			<b>5.140</b>	<b>1</b>	

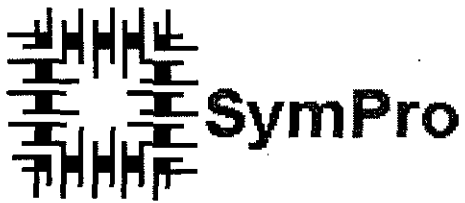


**ORA POOL V. 6.41**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**December 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity	Maturity Date
<b>Negotiable CD's</b>												
<b>Subtotal and Average</b>			<b>2,612,903.23</b>									
<b>Commercial Paper - Discount</b>												
00137EB12	50429	AIG FUNDING CO.		08/31/2007	3,000,000.00	2,986,440.00	2,934,806.67	5.080	P-1	5.265	31	02/01/2008
17307RBT0	50434	citigroup		09/06/2007	3,000,000.00	2,981,880.00	2,925,615.00	5.130	P1	5.333	57	02/27/2008
5180AQB10	50433	LASALLE BANK		09/05/2007	3,000,000.00	2,989,860.00	2,939,158.33	4.900		5.071	31	02/01/2008
74433GA22	50432	PRUDENTIAL FUNDING CORP		09/05/2007	3,000,000.00	2,999,700.00	2,950,119.17	5.030	P-1	5.186	1	01/02/2008
<b>Subtotal and Average</b>			<b>13,384,989.49</b>		<b>12,000,000.00</b>	<b>11,957,880.00</b>	<b>11,749,699.17</b>			<b>5.214</b>	<b>30</b>	
<b>Total and Average</b>			<b>133,285,347.63</b>		<b>130,698,031.23</b>	<b>130,524,842.59</b>	<b>130,333,190.87</b>			<b>4.603</b>	<b>110</b>	

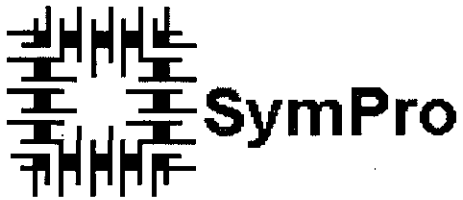
**ORA POOL V. 6.41  
Portfolio Management  
Portfolio Details - Cash  
December 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity
		<b>Average Balance</b>	0.00			21,437.50	21,437.50				0
				Accrued Interest at Purchase		21,437.50	21,437.50				
				Subtotal		21,437.50	21,437.50				
		<b>Total Cash and Investments</b>	133,285,347.63		130,698,031.23	130,546,280.09	130,354,628.37			4.603	110



**Aging report  
Aging Report  
By Maturity Date  
As of January 1, 2008**

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value
Aging Interval:	0 days	(01/01/2008 - 01/01/2008 )	4 Maturities 0 Payments	59,523,031.23	45.54%	59,523,031.23	59,506,612.70
Aging Interval:	1 - 30 days	(01/02/2008 - 01/31/2008 )	3 Maturities 0 Payments	9,000,000.00	6.89%	8,950,108.67	9,000,637.50
Aging Interval:	31 - 90 days	(02/01/2008 - 03/31/2008 )	8 Maturities 0 Payments	24,000,000.00	18.36%	23,692,963.33	23,876,112.13
Aging Interval:	91 - 180 days	(04/01/2008 - 06/29/2008 )	2 Maturities 0 Payments	6,000,000.00	4.59%	6,000,000.00	5,962,261.51
Aging Interval:	181 - 360 days	(06/30/2008 - 12/26/2008 )	5 Maturities 0 Payments	14,175,000.00	10.85%	14,170,424.51	14,100,468.75
Aging Interval:	361 - 1080 days	(12/27/2008 - 12/16/2010 )	6 Maturities 0 Payments	18,000,000.00	13.77%	17,996,663.13	18,078,750.00
Aging Interval:	1081 days and after	(12/17/2010 - )	0 Maturities 0 Payments	0.00	0.00%	0.00	0.00
<b>Total for</b>			<b>28 Investments 0 Payments</b>		<b>100.00</b>	<b>130,333,190.87</b>	<b>130,524,842.59</b>



**ORA POOL V. 6.41  
Portfolio Management  
Portfolio Summary  
November 30, 2007**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM 360 Equiv.</b>	<b>YTM 365 Equiv.</b>
Federal Agency Issues - Coupon	47,175,000.00	47,126,662.72	47,166,172.27	35.01	1,475	313	3.976	4.031
Federal Agency Issues - Discount	12,000,000.00	11,957,699.89	11,819,293.33	8.77	111	32	4.519	4.581
Money Market	21,936,596.86	21,936,596.86	21,936,596.86	16.28	1	1	4.845	4.912
Local Agency Investment Funds	36,086,434.37	36,070,015.84	36,086,434.37	26.78	1	1	5.070	5.140
Negotiable CD's	3,000,000.00	3,000,000.00	3,000,000.00	2.23	199	27	5.263	5.336
Commercial Paper - Discount	15,000,000.00	14,926,434.00	14,731,699.17	10.93	129	52	5.018	5.087
<b>Investments</b>	<b>135,198,031.23</b>	<b>135,017,409.31</b>	<b>134,740,196.00</b>	<b>100.00%</b>	<b>545</b>	<b>119</b>	<b>4.600</b>	<b>4.664</b>
<b>Cash and Accrued Interest</b>								
Accrued Interest at Purchase		21,437.50	21,437.50					
Subtotal		21,437.50	21,437.50					
<b>Total Cash and Investments</b>	<b>135,198,031.23</b>	<b>135,038,846.81</b>	<b>134,761,633.50</b>		<b>545</b>	<b>119</b>	<b>4.600</b>	<b>4.664</b>
<b>Total Earnings</b>								
	<b>November 30</b>	<b>Month Ending</b>	<b>Fiscal Year To Date</b>					
Current Year	542,389.59		3,366,425.08					
Average Daily Balance	139,220,391.90		164,717,601.51					
Effective Rate of Return	4.74%		4.88%					

Katano Kasaine, Treasury Manager

**ORA POOL V. 6.41**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2007**

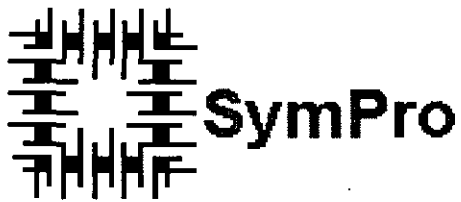
CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
31339XM35	50341	FEDERAL HOME LOAN BANK		06/30/2003	2,175,000.00	2,159,367.19	2,175,000.00	3.200	Aaa	3.200	212	06/30/2008
31339YJR4	50342	FEDERAL HOME LOAN BANK		07/14/2003	3,000,000.00	2,977,500.00	2,998,838.54	3.190	Aaa	3.258	226	07/14/2008
3133X1TU1	50345	FEDERAL HOME LOAN BANK		11/05/2003	3,000,000.00	2,996,250.00	3,000,000.00	4.100	Aaa	4.100	340	11/05/2008
3133X2Y66	50347	FEDERAL HOME LOAN BANK		12/30/2003	3,000,000.00	2,998,125.00	3,000,000.00	4.100	Aaa	4.100	395	12/30/2008
3133X3DB6	50350	FEDERAL HOME LOAN BANK		01/21/2004	3,000,000.00	2,997,187.50	3,000,000.00	4.050	Aaa	4.050	417	01/21/2009
3133X9VZ0	50367	FEDERAL HOME LOAN BANK		01/13/2005	3,000,000.00	2,998,125.00	2,999,884.45	3.730	Aaa	3.775	34	01/04/2008
3133XJR83	50395	FEDERAL HOME LOAN BANK		01/30/2007	3,000,000.00	3,003,750.00	3,000,000.00	5.250	Aaa	5.250	60	01/30/2008
3133XJXP8	50428	FEDERAL HOME LOAN BANK		08/08/2007	3,000,000.00	3,009,375.00	3,000,000.00	5.375	Aaa	5.374	814	02/22/2010
3128X0Q28	50330	FEDERAL HOME LOAN MTG CORP		03/12/2003	3,000,000.00	2,992,710.11	3,000,000.00	3.500	Aaa	3.500	102	03/12/2008
3128X1DD6	50337	FEDERAL HOME LOAN MTG CORP		05/21/2003	3,000,000.00	2,983,022.92	3,000,000.00	3.200	Aaa	3.200	172	05/21/2008
3128X1EB9	50339	FEDERAL HOME LOAN MTG CORP		06/04/2003	3,000,000.00	2,981,250.00	3,000,000.00	3.250	Aaa	3.250	186	06/04/2008
31359MSQ7	50343	FEDERAL NATIONAL MORTGAGE ASS		07/25/2003	3,000,000.00	2,977,500.00	2,999,443.15	3.250	Aaa	3.279	258	08/15/2008
31359MSQ7	50344	FEDERAL NATIONAL MORTGAGE ASS		09/26/2003	3,000,000.00	2,977,500.00	2,996,508.40	3.250	Aaa	3.430	258	08/15/2008
3136F5WC1	50356	FEDERAL NATIONAL MORTGAGE ASS		05/05/2004	3,000,000.00	3,015,937.50	2,997,861.31	4.200	Aaa	4.256	520	05/04/2009
31359M4S9	50435	FEDERAL NATIONAL MORTGAGE ASS		09/18/2007	3,000,000.00	3,004,687.50	3,001,976.77	5.250	Aaa	5.185	425	01/29/2009
3137EAAT6	50403	FEDERAL HOME LOAN MTG		05/25/2007	3,000,000.00	3,054,375.00	2,996,659.65	5.000	Aaa	5.064	558	06/11/2009
<b>Subtotal and Average</b>			<b>50,065,734.94</b>		<b>47,175,000.00</b>	<b>47,126,662.72</b>	<b>47,166,172.27</b>			<b>4.031</b>	<b>313</b>	
<b>Federal Agency Issues - Discount</b>												
313384QJ1	50438	FEDERAL HOME LOAN BANK		11/27/2007	3,000,000.00	2,997,300.11	2,994,983.33	4.300	Aaa	4.367	10	12/11/2007
313384TK5	50439	FEDERAL HOME LOAN BANK		11/27/2007	3,000,000.00	2,971,500.09	2,969,332.50	4.230	Aaa	4.333	83	02/22/2008
313384QU6	50440	FEDERAL HOME LOAN BANK		11/27/2007	3,000,000.00	2,993,699.80	2,991,500.00	4.250	Aaa	4.321	20	12/21/2007
313588QQ1	50392	Fannie Mae Discount		01/24/2007	3,000,000.00	2,995,199.89	2,863,477.50	5.010	Aaa	5.335	16	12/17/2007
<b>Subtotal and Average</b>			<b>9,305,059.89</b>		<b>12,000,000.00</b>	<b>11,957,699.89</b>	<b>11,819,293.33</b>			<b>4.581</b>	<b>32</b>	
<b>Money Market</b>												
SYS50374	50374	American Beacon Funds			21,736,596.86	21,736,596.86	21,736,596.86	4.910	Aaa	4.910	1	
SYS20014	20014	FIDELITY INST GOV'T CLASS I			200,000.00	200,000.00	200,000.00	5.130	Aaa	5.130	1	
616918207	50144	JP MORGAN INST PRIME MMF			0.00	0.00	0.00	2.970	Aaa	2.970	1	
<b>Subtotal and Average</b>			<b>23,636,596.86</b>		<b>21,936,596.86</b>	<b>21,936,596.86</b>	<b>21,936,596.86</b>			<b>4.912</b>	<b>1</b>	
<b>Local Agency Investment Funds</b>												
SYS20001	20001	LOCAL AGENCY INVESTMENTS			36,086,434.37	36,070,015.84	36,086,434.37	5.140	NR	5.140	1	
<b>Subtotal and Average</b>			<b>36,086,434.37</b>		<b>36,086,434.37</b>	<b>36,070,015.84</b>	<b>36,086,434.37</b>			<b>5.140</b>	<b>1</b>	

**ORA POOL V. 6.41**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**November 30, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity	Maturity Date
<b>Negotiable CD's</b>												
90531AS31	50406	UNION BANK OF CALIF		06/12/2007	3,000,000.00	3,000,000.00	3,000,000.00	5.270	P-1	5.336	27	12/28/2007
<b>Subtotal and Average</b>			<b>3,400,000.00</b>		<b>3,000,000.00</b>	<b>3,000,000.00</b>	<b>3,000,000.00</b>			<b>5.336</b>	<b>27</b>	
<b>Commercial Paper - Discount</b>												
00137EB12	50429	AIG FUNDING CO.		08/31/2007	3,000,000.00	2,976,900.00	2,934,806.67	5.080	P-1	5.265	62	02/01/2008
17307RBT0	50434	citigroup		09/06/2007	3,000,000.00	2,991,894.00	2,925,615.00	5.130	P1	5.333	88	02/27/2008
5180A0B10	50433	LASALLE BANK		09/05/2007	3,000,000.00	2,974,800.00	2,939,158.33	4.900		5.071	62	02/01/2008
74433GA22	50432	PRUDENTIAL FUNDING CORP		09/05/2007	3,000,000.00	2,989,590.00	2,950,119.17	5.030	P-1	5.186	32	01/02/2008
90485LZJ0	50436	UNION BANK OF CALIF		10/31/2007	3,000,000.00	2,993,250.00	2,982,000.00	4.500	P-1	4.590	17	12/18/2007
<b>Subtotal and Average</b>			<b>16,726,565.84</b>		<b>15,000,000.00</b>	<b>14,926,434.00</b>	<b>14,731,699.17</b>			<b>5.087</b>	<b>52</b>	
<b>Total and Average</b>			<b>139,220,391.90</b>		<b>135,198,031.23</b>	<b>135,017,409.31</b>	<b>134,740,196.00</b>			<b>4.664</b>	<b>119</b>	

**ORA POOL V. 6.41  
Portfolio Management  
Portfolio Details - Cash  
November 30, 2007**

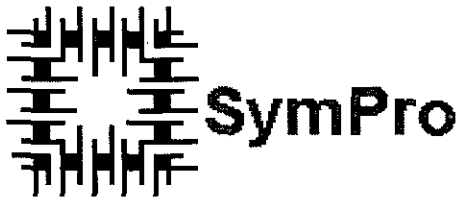
CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity
<b>Average Balance</b>			0.00	<b>Accrued Interest at Purchase</b>		21,437.50	21,437.50				0
				<b>Subtotal</b>		21,437.50	21,437.50				
<b>Total Cash and Investmentss</b>			139,220,391.90		135,198,031.23	135,038,846.81	134,761,633.50			4.664	119



**Aging report  
Aging Report  
By Maturity Date  
As of December 1, 2007**

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value		
<b>Aging Interval:</b>	<b>0 days</b>	<b>( 12/01/2007 - 12/01/2007 )</b>	<b>4 Maturities</b>	<b>0 Payments</b>	<b>58,023,031.23</b>	<b>42.92%</b>	<b>58,023,031.23</b>	<b>58,006,612.70</b>	
<b>Aging Interval:</b>	<b>1 - 30 days</b>	<b>( 12/02/2007 - 12/31/2007 )</b>	<b>5 Maturities</b>	<b>0 Payments</b>	<b>15,000,000.00</b>	<b>11.09%</b>	<b>14,831,960.83</b>	<b>14,979,449.80</b>	
<b>Aging Interval:</b>	<b>31 - 90 days</b>	<b>( 01/01/2008 - 02/29/2008 )</b>	<b>7 Maturities</b>	<b>0 Payments</b>	<b>21,000,000.00</b>	<b>15.53%</b>	<b>20,718,916.12</b>	<b>20,906,559.09</b>	
<b>Aging Interval:</b>	<b>91 - 180 days</b>	<b>( 03/01/2008 - 05/29/2008 )</b>	<b>2 Maturities</b>	<b>0 Payments</b>	<b>6,000,000.00</b>	<b>4.44%</b>	<b>6,000,000.00</b>	<b>5,975,733.03</b>	
<b>Aging Interval:</b>	<b>181 - 360 days</b>	<b>( 05/30/2008 - 11/25/2008 )</b>	<b>6 Maturities</b>	<b>0 Payments</b>	<b>17,175,000.00</b>	<b>12.70%</b>	<b>17,169,790.09</b>	<b>17,069,367.19</b>	
<b>Aging Interval:</b>	<b>361 - 1080 days</b>	<b>( 11/26/2008 - 11/15/2010 )</b>	<b>6 Maturities</b>	<b>0 Payments</b>	<b>18,000,000.00</b>	<b>13.31%</b>	<b>17,996,497.73</b>	<b>18,079,687.50</b>	
<b>Aging Interval:</b>	<b>1081 days and after</b>	<b>( 11/16/2010 - )</b>	<b>0 Maturities</b>	<b>0 Payments</b>	<b>0.00</b>	<b>0.00%</b>	<b>0.00</b>	<b>0.00</b>	
			<b>Total for</b>	<b>30 Investments</b>	<b>0 Payments</b>		<b>100.00</b>	<b>134,740,196.00</b>	<b>135,017,409.31</b>





**ORA POOL V. 6.41  
Portfolio Management  
Portfolio Summary  
October 31, 2007**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM-360 Equiv.</b>	<b>YTM-365 Equiv.</b>
Federal Agency Issues - Coupon	50,175,000.00	49,997,459.01	50,165,267.43	34.70	1,405	324	4.048	4.104
Federal Agency Issues - Discount	12,000,000.00	11,964,000.09	11,641,759.17	8.05	213	25	5.128	5.199
Money Market	22,936,596.86	22,936,596.86	22,936,596.86	15.87	1	1	5.089	5.160
Local Agency Investment Funds	36,086,434.37	36,070,015.84	36,086,434.37	24.96	1	1	5.070	5.140
Negotiable CD's	6,000,000.00	6,000,000.00	6,000,000.00	4.15	145	31	5.281	5.355
Commercial Paper - Discount	18,000,000.00	17,842,120.00	17,723,999.17	12.26	110	72	4.915	4.984
<b>Investments</b>	<b>145,198,031.23</b>	<b>144,810,191.80</b>	<b>144,554,057.00</b>	<b>100.00%</b>	<b>525</b>	<b>125</b>	<b>4.713</b>	<b>4.778</b>
<b>Cash and Accrued Interest</b>								
Accrued Interest at Purchase		21,437.50	21,437.50					
Subtotal		21,437.50	21,437.50					
<b>Total Cash and Investments</b>	<b>145,198,031.23</b>	<b>144,831,629.30</b>	<b>144,575,494.50</b>		<b>525</b>	<b>125</b>	<b>4.713</b>	<b>4.778</b>
<b>Total Earnings</b>								
	<b>October 31</b>	<b>Month Ending</b>	<b>Fiscal Year To Date</b>					
Current Year		613,431.45	2,824,035.49					
Average Daily Balance		150,079,003.29	170,936,433.12					
Effective Rate of Return		4.81%	4.90%					

Katano Kasaine, Treasury Manager

**ORA POOL V. 6.41**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**October 31, 2007**

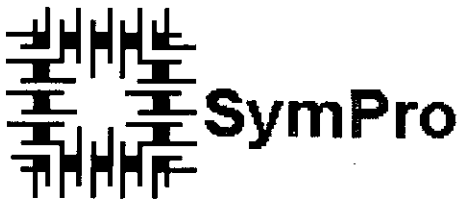
CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Issues - Coupon</b>												
31339XM35	50341	FEDERAL HOME LOAN BANK		06/30/2003	2,175,000.00	2,155,289.06	2,175,000.00	3.200	Aaa	3.200	242	06/30/2008
31339YJR4	50342	FEDERAL HOME LOAN BANK		07/14/2003	3,000,000.00	2,970,937.50	2,998,682.29	3.190	Aaa	3.258	256	07/14/2008
3133X1TU1	50345	FEDERAL HOME LOAN BANK		11/05/2003	3,000,000.00	2,987,812.50	3,000,000.00	4.100	Aaa	4.100	370	11/05/2008
3133X2Y66	50347	FEDERAL HOME LOAN BANK		12/30/2003	3,000,000.00	2,986,875.00	3,000,000.00	4.100	Aaa	4.100	425	12/30/2008
3133X3DB6	50350	FEDERAL HOME LOAN BANK		01/21/2004	3,000,000.00	2,984,062.50	3,000,000.00	4.050	Aaa	4.050	447	01/21/2009
3133X9VZ0	50367	FEDERAL HOME LOAN BANK		01/13/2005	3,000,000.00	2,994,375.00	2,999,779.41	3.730	Aaa	3.775	64	01/04/2008
3133XJRX8	50394	FEDERAL HOME LOAN BANK		01/30/2007	3,000,000.00	3,000,937.50	3,000,000.00	5.250	Aaa	5.250	29	11/30/2007
3133XJR83	50395	FEDERAL HOME LOAN BANK		01/30/2007	3,000,000.00	3,003,750.00	3,000,000.00	5.250	Aaa	5.250	90	01/30/2008
3133XJXP8	50428	FEDERAL HOME LOAN BANK		08/08/2007	3,000,000.00	3,007,500.00	3,000,000.00	5.375	Aaa	5.374	844	02/22/2010
3128XQQ28	50330	FEDERAL HOME LOAN MTG CORP		03/12/2003	3,000,000.00	2,987,309.87	3,000,000.00	3.500	Aaa	3.500	132	03/12/2008
3128X1DD6	50337	FEDERAL HOME LOAN MTG CORP		05/21/2003	3,000,000.00	2,976,735.08	3,000,000.00	3.200	Aaa	3.200	202	05/21/2008
3128X1EB9	50339	FEDERAL HOME LOAN MTG CORP		06/04/2003	3,000,000.00	2,976,562.50	3,000,000.00	3.250	Aaa	3.250	216	06/04/2008
31359MSQ7	50343	FEDERAL NATIONAL MORTGAGE ASS		07/25/2003	3,000,000.00	2,970,000.00	2,999,377.38	3.250	Aaa	3.279	288	08/15/2008
31359MSQ7	50344	FEDERAL NATIONAL MORTGAGE ASS		09/26/2003	3,000,000.00	2,970,000.00	2,996,096.01	3.250	Aaa	3.430	288	08/15/2008
3136F5WC1	50356	FEDERAL NATIONAL MORTGAGE ASS		05/05/2004	3,000,000.00	2,991,562.50	2,997,736.24	4.200	Aaa	4.256	550	05/04/2009
31359M4S9	50435	FEDERAL NATIONAL MORTGAGE ASS		09/18/2007	3,000,000.00	3,004,687.50	3,002,118.65	5.250	Aaa	5.185	455	01/29/2009
3137EAAT6	50403	FEDERAL HOME LOAN MTG		05/25/2007	3,000,000.00	3,029,062.50	2,996,477.45	5.000	Aaa	5.064	588	06/11/2009
<b>Subtotal and Average</b>			<b>55,290,005.49</b>		<b>50,175,000.00</b>	<b>49,997,459.01</b>	<b>50,165,267.43</b>			<b>4.104</b>	<b>324</b>	
<b>Federal Agency Issues - Discount</b>												
313384PG8	50431	FEDERAL HOME LOAN BANK		08/31/2007	3,000,000.00	2,994,900.05	2,969,916.67	4.750	Aaa	4.865	14	11/15/2007
313588PT6	50391	Fannie Mae Discount		01/24/2007	3,000,000.00	2,990,999.91	2,871,990.00	5.020	Aaa	5.334	25	11/26/2007
313588QQ1	50392	Fannie Mae Discount		01/24/2007	3,000,000.00	2,983,499.91	2,863,477.50	5.010	Aaa	5.335	46	12/17/2007
313588PH2	50412	Fannie Mae Discount		06/19/2007	3,000,000.00	2,994,600.22	2,936,375.00	5.090	Aaa	5.273	15	11/16/2007
<b>Subtotal and Average</b>			<b>16,052,966.27</b>		<b>12,000,000.00</b>	<b>11,964,000.09</b>	<b>11,641,759.17</b>			<b>5.199</b>	<b>25</b>	
<b>Money Market</b>												
SYS50374	50374	American Beacon Funds			22,736,596.86	22,736,596.86	22,736,596.86	5.160	Aaa	5.160	1	
SYS20014	20014	FIDELITY INST GOVT CLASS I			200,000.00	200,000.00	200,000.00	5.130	Aaa	5.130	1	
616818207	50144	JP MORGAN INST PRIME MMF			0.00	0.00	0.00	2.970	Aaa	2.970	1	
<b>Subtotal and Average</b>			<b>23,849,500.09</b>		<b>22,936,596.86</b>	<b>22,936,596.86</b>	<b>22,936,596.86</b>			<b>5.160</b>	<b>1</b>	
<b>Local Agency Investment Funds</b>												
SYS20001	20001	LOCAL AGENCY INVESTMENTS			36,086,434.37	36,070,015.84	36,086,434.37	5.140	NR	5.140	1	
<b>Subtotal and Average</b>			<b>35,803,198.79</b>		<b>36,086,434.37</b>	<b>36,070,015.84</b>	<b>36,086,434.37</b>			<b>5.140</b>	<b>1</b>	

**ORA POOL V. 6.41**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**October 31, 2007**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity	Maturity Date
<b>Negotiable CD's</b>												
90531AS31	50406	UNION BANK OF CALIF		06/12/2007	3,000,000.00	3,000,000.00	3,000,000.00	5.270	P-1	5.336	57	12/28/2007
90531AY67	50426	UNION BANK OF CALIF		08/07/2007	3,000,000.00	3,000,000.00	3,000,000.00	5.300	P-1	5.374	4	11/05/2007
<b>Subtotal and Average</b>			<b>6,000,000.00</b>		<b>6,000,000.00</b>	<b>6,000,000.00</b>	<b>6,000,000.00</b>			<b>5.355</b>	<b>31</b>	
<b>Commercial Paper - Discount</b>												
00137EB12	50429	AIG FUNDING CO.		08/31/2007	3,000,000.00	2,966,850.00	2,934,806.67	5.080	P-1	5.265	92	02/01/2008
17307RBT0	50434	citigroup		09/06/2007	3,000,000.00	2,953,140.00	2,925,615.00	5.130	P1	5.333	118	02/27/2008
4662J1YM6	50437	JP Morgan & Co.		10/31/2007	3,000,000.00	2,992,300.00	2,992,300.00	4.400	Aa2	4.473	20	11/21/2007
5180A0B10	50433	LASALLE BANK		09/05/2007	3,000,000.00	2,967,390.00	2,939,158.33	4.900		5.071	92	02/01/2008
74433GA22	50432	PRUDENTIAL FUNDING CORP		09/05/2007	3,000,000.00	2,979,690.00	2,950,119.17	5.030	P-1	5.186	62	01/02/2008
90485LZJ0	50436	UNION BANK OF CALIF		10/31/2007	3,000,000.00	2,982,750.00	2,982,000.00	4.500	P-1	4.590	47	12/18/2007
<b>Subtotal and Average</b>			<b>13,083,332.66</b>		<b>18,000,000.00</b>	<b>17,842,120.00</b>	<b>17,723,999.17</b>			<b>4.984</b>	<b>72</b>	
<b>Total and Average</b>			<b>150,079,003.29</b>		<b>145,198,031.23</b>	<b>144,810,191.80</b>	<b>144,554,057.00</b>			<b>4.778</b>	<b>125</b>	

**ORA POOL V. 6.41**  
**Portfolio Management**  
**Portfolio Details - Cash**  
**October 31, 2007**

P	Investment #	Issuer	Average Balance	Purchase Date	Per Value	Market Value	Book Value	Stated Rate	Moody/F	YTM 365	Days to Maturity
		<b>Average Balance</b>	0.00	Accrued Interest at Purchase		21,437.50	21,437.50				0
				Subtotal		21,437.50	21,437.50				
		<b>Total Cash and Investments</b>	150,079,003.29		145,198,031.23	144,831,629.30	144,575,494.50			4.778	125



**Aging report  
Aging Report  
By Maturity Date  
As of November 1, 2007**

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value	
Aging Interval:	0 days	( 11/01/2007 - 11/01/2007 )	4 Maturities	0 Payments	59,023,031.23	40.65%	59,023,031.23	59,006,612.70
Aging Interval:	1 - 30 days	( 11/02/2007 - 12/01/2007 )	6 Maturities	0 Payments	18,000,000.00	12.40%	17,770,581.67	17,973,737.88
Aging Interval:	31 - 90 days	( 12/02/2007 - 01/30/2008 )	6 Maturities	0 Payments	18,000,000.00	12.40%	17,795,376.08	17,944,064.91
Aging Interval:	91 - 180 days	( 01/31/2008 - 04/29/2008 )	4 Maturities	0 Payments	12,000,000.00	8.26%	11,799,580.00	11,874,689.87
Aging Interval:	181 - 360 days	( 04/30/2008 - 10/26/2008 )	6 Maturities	0 Payments	17,175,000.00	11.83%	17,169,155.68	17,019,524.14
Aging Interval:	361 - 1080 days	( 10/27/2008 - 10/16/2010 )	7 Maturities	0 Payments	21,000,000.00	14.46%	20,996,332.34	20,991,562.50
Aging Interval:	1081 days and after	( 10/17/2010 - )	0 Maturities	0 Payments	0.00	0.00%	0.00	0.00
<b>Total for</b>			<b>33 Investments</b>	<b>0 Payments</b>		<b>100.00</b>	<b>144,554,057.00</b>	<b>144,810,191.80</b>