

M E M O

TO: Board of Directors
FROM: Finance Manager
SUBJECT: INVESTMENT REPORT PERIOD ENDING AUGUST 31, 2007
DATE: September 18, 2007

RECOMMENDATION:

It is recommended that the Board of Directors review and file this report.

BACKGROUND:

At the December 15, 2004 Board of Directors Meeting your Board adopted Resolution No. 17 (05-06) which established an Investment Policy for the San Lorenzo Valley Water District. The Investment Policy and California Government Code, Section 53646, states that the Board of Directors shall receive investment reports at least quarterly.

Attached are account statements for the period ending August 31, 2007 from the District's Local Agency Investment Fund (LAIF) Account (See Attachment 1) and Morgan Stanley Investment Account (See Attachment 2).

It is recommended that the Board of Directors review and file this report.

Karen Alvarez
Finance Manager

KA
Attachment

OFFICE OF THE TREASURER
SACRAMENTO

Local Agency Investment Fund
PO Box 942809
Sacramento, CA 94209-0001
(916) 653-3001
www.treasurer.ca.gov/pmia-laif



August, 2007 Statement

SAN LORENZO VALLEY WATER DISTRICT
Attn: DISTRICT MANAGER
13060 HIGHWAY 9
BOULDER CREEK CA 95006

Account Number : 90-44-001

Account Summary

Total Deposit :	0.00	Beginning Balance :	47,576.96
Total Withdrawal :	0.00	Ending Balance :	47,576.96

RECEIVED

SEP 17 2007

**SAN LORENZO VALLEY
WATER DISTRICT**

Bill Lockyer, State Treasurer

Inside the State Treasurer's Office



Pooled Money Investment Account Summary of Investment Data

	Average Daily Portfolio	Effective Yield	Average Life (Month End in Days)
January 2007	\$57,956,340	5.156	183
January 2006	\$58,086,223	3.955	175
Change	-\$129,883	+1.201	+8
February 2007	\$59,468,500	5.181	184
February 2006	\$57,817,453	4.043	177
Change	\$1,651,047	+1.138	+7
March 2007	\$57,580,012	5.214	170
March 2006	\$53,828,826	4.142	181
Change	\$3,751,186	+1.072	-11
April 2007	\$58,660,031	5.222	166
April 2006	\$54,555,166	4.305	162
Change	\$4,104,865	+0.917	+4
May 2007	\$63,222,005	5.248	170
May 2006	\$62,884,541	4.563	151
Change	\$337,464	+0.685	+19
June 2007	\$62,380,261	5.250	176
June 2006	\$63,221,434	4.700	152
Change	-\$841,173	+0.550	+24
July 2007	\$60,681,221	5.255	186
July 2006	\$59,553,163	4.849	164
Change	\$1,128,058	+0.406	+22
August 2007	\$59,657,942	5.253	214
August 2006	\$57,570,790	4.946	161
Change	\$2,087,152	+0.307	+53

State of California
Pooled Money Investment Account
Market Valuation
8/31/2007

Description	Carrying Cost Plus		Accrued Interest
	Accrued Interest	Purch.	
United States Treasury:			
Bills	\$ 1,953,062,638.80	\$ 1,977,264,000.00	NA
Notes	\$ -	\$ -	\$ -
Federal Agency:			
SBA	\$ 619,387,334.13	\$ 617,810,374.95	\$ 5,765,169.38
MBS	\$ 1,250,299,293.64	\$ 1,233,564,492.37	\$ 5,904,449.39
Bonds	\$ 6,152,890,131.30	\$ 6,159,015,934.85	\$ 95,423,090.35
Floater	\$ 644,862,433.82	\$ 644,889,600.00	\$ 3,961,515.62
Discount Notes	\$ 7,372,547,881.26	\$ 7,461,130,900.00	NA
FHLMC PC	\$ 385,295.41	\$ 397,967.97	\$ 6,269.63
GNMA	\$ 203,072.78	\$ 228,031.27	\$ 2,017.01
Bankers Acceptances	\$ -	\$ -	NA
Bank Notes	\$ 1,000,000,000.00	\$ 999,669,400.00	\$ 15,828,597.23
CDs	\$ 9,965,086,176.76	\$ 9,959,766,184.15	\$ 110,114,629.16
Commercial Paper	\$ 9,313,452,466.08	\$ 9,362,825,191.39	NA
Corporate:			
Floater	\$ 119,024,753.95	\$ 116,299,390.00	\$ 811,745.28
Bonds	\$ 255,065,509.13	\$ 255,533,197.91	\$ 2,677,884.97
Repurchase Agreements		\$ -	NA
Reverse Repurchase	\$ (99,250,000.00)	\$ (99,250,000.00)	\$ (416,215.90)
Time Deposits	\$ 8,869,495,000.00	\$ 8,869,495,000.00	NA
AB 55 & GF Loans	\$ 9,677,985,592.76	\$ 9,677,985,592.76	NA
TOTAL	\$ 57,094,497,579.82	\$ 57,236,625,257.62	\$ 240,079,152.12

Fair Value Including Accrued Interest \$ 57,476,704,409.74

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

POOLED MONEY INVESTMENT ACCOUNT
SUMMARY OF INVESTMENT DATA
A COMPARISON OF JULY 2007 WITH JULY 2006
(DOLLARS IN THOUSANDS)

	JULY 2007	JULY 2006	CHANGE
Average Daily Portfolio	\$ 60,681,221	59,553,163	\$ +1,128,058
Accrued Earnings	\$ 270,085	\$ 245,248	\$ +24,837
Effective Yield	5.255	4.849	+0.406
Average Life-Month End (In Days)	186	164	+22
Total Security Transactions			
Amount	\$ 34,169,222	\$ 30,026,066	\$ +4,143,156
Number	718	622	+96
Total Time Deposit Transactions			
Amount	\$ 4,626,600	\$ 4,697,190	\$ -70,590
Number	172	174	-2
Average Workday Investment Activity	\$ 1,847,420	\$ 1,736,163	\$ +111,257
Prescribed Demand Account Balances			
For Services	\$ 263,394	\$ 274,402	\$ -11,008
For Uncollected Funds	\$ 124,585	\$ 126,059	\$ -1,474

**BILL LOCKYER
TREASURER
STATE OF CALIFORNIA**

**INVESTMENT DIVISION SELECTED INVESTMENT DATA
ANALYSIS OF THE POOLED MONEY INVESTMENT ACCOUNT PORTFOLIO
(000 OMITTED)**

<u>TYPE OF SECURITY</u>	<u>AMOUNT</u>	<u>PERCENT OF PORTFOLIO</u>	<u>DIFFERENCE IN PERCENT OF PORTFOLIO FROM PRIOR MONTH</u>
JULY 31, 2007			
Government			
Bills	\$ 3,129,457	5.11	+0.04
Bonds	0	0.00	0
Notes	0	0.00	0
Strips	0	0.00	0
Total Government	\$ 3,129,457	5.11	+0.04
Federal Agency Coupons	\$ 7,825,338	12.78	+0.39
Certificates of Deposit	13,084,418	21.36	-2.40
Bank Notes	1,200,000	1.96	-0.02
Bankers' Acceptances	0	0.00	0
Repurchases	0	0.00	0
Federal Agency Discount Notes	6,718,395	10.97	+2.26
Time Deposits	8,698,495	14.20	+0.89
GNMAs	206	0.00	0
Commercial Paper	11,303,512	18.46	-3.44
FHLMC/Remics	852,706	1.39	+0.07
Corporate Bonds	375,232	0.61	+0.02
AB 55 Loans	8,505,519	13.89	+2.92
GF Loans	0	0.00	0
Reversed Repurchases	-447,900	-0.73	+0.73
Total (All Types)	\$ 61,245,378	100.00	

INVESTMENT ACTIVITY

	<u>JULY 2007</u>		<u>JUNE 2007</u>	
	<u>NUMBER</u>	<u>AMOUNT</u>	<u>NUMBER</u>	<u>AMOUNT</u>
Pooled Money	718	\$ 34,169,222	755	\$ 35,623,083
Other	1	570	19	317,588
Time Deposits	172	4,626,600	143	2,746,500
Totals	891	\$ 38,796,392	917	\$ 38,687,171
PMIA Monthly Average Effective Yield	5.255		5.250	
Year to Date Yield Last Day of Month	5.255		5.121	

Bill Lockyer, State Treasurer

Inside the State Treasurer's Office Local Agency Investment Fund (LAIF)



PMIA Performance Report

Date	Daily Yield	Quarter to Date Yield	Average Maturity (in days)
8/30/2007	5.27	5.25	205
8/31/2007	5.27	5.25	214
9/1/2007	5.27	5.25	214
9/2/2007	5.27	5.25	214
9/3/2007	5.27	5.25	214
9/4/2007	5.27	5.25	213
9/5/2007	5.25	5.25	212
9/6/2007	5.24	5.25	212
9/7/2007	5.23	5.25	215
9/8/2007	5.23	5.25	215
9/9/2007	5.23	5.25	215
9/10/2007	5.24	5.25	210
9/11/2007	5.23	5.25	213
9/12/2007	5.23	5.25	214

LAIF Performance Report

Quarter ending 6/30/2007

Apportionment Rate: 5.23%
Earnings Ratio: .00014325574266716
Fair Value Factor: .999545022

PMIA Average Monthly Effective Yields

Aug 2007 5.253%
July 2007 5.255%
May 2007 5.248%

Pooled Money Investment Account Portfolio Composition \$61.2 Billion 07/31/07

