

M E M O

TO: Board of Directors

FROM: Finance Manager

SUBJECT: INVESTMENT REPORT PERIOD ENDING MAY 31, 2008

DATE: June 27, 2008

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 May 31, 2008 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



**Local Agency Investment
Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001**

<http://www.treasurer.ca.gov/pmia-laif/index.asp>

June 25, 2008

SAN LORENZO VALLEY WATE
DISTRICT MANAGER
13060 HIGHWAY 9

[PMIA Average Monthly Yields](#)

Account Number:

[Transactions](#)

[Tran Type Definitions](#)

May 2008 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Authorized Caller	Amount
5/15/2008	5/14/2008	RW	1171798	KAREN ALVAREZ	-100,000.00

Account Summary

Total Deposit:	<input type="text" value="0.00"/>	Beginning Balance:	<input type="text" value="2,483,926.99"/>
Total Withdrawal:	<input type="text" value="-100,000.00"/>	Ending Balance:	<input type="text" value="2,383,926.99"/>

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)
October 2007	\$58,832,193	5.137	197
October 2006	\$55,749,223	5.098	190
Change	\$3,082,970	+0.039	+7
November 2007	\$61,562,908	4.962	208
November 2006	\$54,224,796	5.125	185
Change	\$7,338,112	-0.163	+23
December 2007	\$59,946,588	4.801	204
December 2006	\$54,439,522	5.129	183
Change	\$5,507,066	-0.328	+21
January 2008	\$63,086,247	4.620	197
January 2007	\$57,956,340	5.156	183
Change	\$5,129,907	-0.536	+14
February 2008	\$65,652,081	4.161	215
February 2007	\$59,468,500	5.181	184
Change	\$6,183,581	-1.020	+31
March 2008	\$63,771,427	3.777	205
March 2007	\$57,580,012	5.214	170
Change	\$6,191,415	-1.437	+35
April 2008	\$65,233,836	3.400	201
April 2007	\$58,660,031	5.222	166
Change	\$6,573,805	-1.822	+35
May 2008	\$72,978,722	3.072	200
May 2007	\$63,222,005	5.248	170
Change	\$9,756,717	-2.176	+30

**State of California
Pooled Money Investment Account
Market Valuation
5/31/2008**

Description	Carrying Cost Plus		Accrued Interest
	Accrued Interest	Purch.	
United States Treasury:			
Bills	\$ 1,141,107,555.57	\$ 1,145,861,000.00	NA
Notes	\$ 3,690,560,178.88	\$ 3,654,432,000.00	\$ 71,988,442.00
Federal Agency:			
SBA	\$ 558,558,046.49	\$ 556,875,955.99	\$ 4,215,774.45
MBS-REMICs	\$ 1,130,985,790.18	\$ 1,134,504,183.28	\$ 5,364,447.57
Debentures	\$ 4,945,804,982.72	\$ 4,958,394,361.75	\$ 103,481,836.86
Debentures FR	\$ 5,622,856,420.83	\$ 5,621,476,210.00	\$ 15,674,222.86
Discount Notes	\$ 15,463,914,913.86	\$ 15,678,922,400.00	NA
FHLMC PC	\$ 84,169.19	\$ 85,870.49	\$ 1,395.17
GNMA	\$ 166,480.43	\$ 186,834.04	\$ 1,650.52
CDs and YCDs FR	\$ 200,000,000.00	\$ 200,000,000.00	\$ 510,261.72
Bank Notes	\$ 905,000,000.00	\$ 905,162,933.65	\$ 5,330,306.94
CDs and YCDs	\$ 11,785,090,087.05	\$ 11,786,391,620.20	\$ 74,927,734.71
Commercial Paper	\$ 7,742,866,562.51	\$ 7,761,672,031.94	NA
Corporate:			
Bonds FR	\$ 129,081,571.14	\$ 126,835,293.00	\$ 458,495.13
Bonds	\$ 154,902,869.11	\$ 155,801,983.84	\$ 1,849,536.93
Repurchase Agreements		\$ -	NA
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 9,580,500,000.00	\$ 9,580,500,000.00	NA
AB 55 & GF Loans	\$ 9,466,996,523.79	\$ 9,466,996,523.79	NA
TOTAL	\$ 72,518,476,151.75	\$ 72,734,099,201.97	\$ 283,804,104.86

Fair Value Including Accrued Interest \$ 73,017,903,306.83

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 APRIL 2008 WITH APRIL 2007 (DOLLARS IN THOUSANDS)

	APRIL 2008	APRIL 2007	CHANGE
Average Daily Portfolio	\$ 65,233,836	58,660,031	\$ +6,573,805
Accrued Earnings	\$ 181,804	\$ 251,758	\$ -69,954
Effective Yield	3.400	5.222	-1.822
Average Life-Month End (In Days)	201	166	+35
Total Security Transactions			
Amount	\$ 31,689,800	\$ 30,905,064	\$ +784,736
Number	655	645	+10
Total Time Deposit Transactions			
Amount	\$ 5,976,295	\$ 5,494,190	\$ +482,105
Number	195	198	-3
Average Workday Investment Activity	\$ 1,712,095	\$ 1,733,298	\$ -21,203
Prescribed Demand Account Balances			
For Services	\$ 730,449	\$ 237,356	\$ +493,093
For Uncollected Funds	\$ 363,808	\$ 361,412	\$ +2,396

**BILL LOCKYER
TREASURER
STATE OF CALIFORNIA**

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

		APRIL 30, 2008		<u>DIFFERENCE IN PERCENT OF PORTFOLIO FROM PRIOR MONTH</u>
<u>TYPE OF SECURITY</u>	<u>AMOUNT</u>	<u>PERCENT OF PORTFOLIO</u>		
Government				
Bills	\$ 1,340,974	1.83	-0.23	
Bonds	0	0.00	0	
Notes	3,065,700	4.17	+1.38	
Strips	0	0.00	0	
Total Government	\$ 4,406,674	6.00	+1.15	
Federal Agency Debentures	\$ 10,869,717	14.80	-1.99	
Certificates of Deposit	15,310,072	20.83	+1.51	
Bank Notes	1,105,000	1.50	-0.19	
Bankers' Acceptances	0	0.00	0	
Repurchases	0	0.00	0	
Federal Agency Discount Notes	14,773,012	20.10	+4.73	
Time Deposits	9,625,500	13.10	-1.44	
GNMAs	169	0.00	0	
Commercial Paper	6,900,380	9.39	+2.92	
FHLMC/Remics	1,147,088	1.56	-0.23	
Corporate Bonds	252,616	0.34	-0.10	
AB 55 Loans	9,098,005	12.38	+0.12	
GF Loans	0	0.00	-6.48	
Reversed Repurchases	0	0.00	0	
Total (All Types)	\$ 73,488,233	100.00		

INVESTMENT ACTIVITY

	APRIL 2008		MARCH 2008	
	<u>NUMBER</u>	<u>AMOUNT</u>	<u>NUMBER</u>	<u>AMOUNT</u>
Pooled Money	655	\$ 31,689,800	520	\$ 24,927,348
Other	173	82,408	13	3,104
Time Deposits	195	5,976,295	224	4,728,000
Totals	1023	\$ 37,748,503	757	\$ 29,658,452
PMIA Monthly Average Effective Yield	3.400		3.777	
Year to Date Yield Last Day of Month	4.642		4.786	

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)
6/5/2008	2.93	3.20	200
6/6/2008	2.92	3.20	200
6/7/2008	2.92	3.19	200
6/8/2008	2.92	3.19	200
6/9/2008	2.92	3.19	198
6/10/2008	2.92	3.18	199
6/11/2008	2.92	3.18	199
6/12/2008	2.92	3.17	199
6/13/2008	2.91	3.17	198
6/14/2008	2.91	3.17	198
6/15/2008	2.91	3.16	198
6/16/2008	2.90	3.16	197
6/17/2008	2.90	3.16	196
6/18/2008	2.90	3.15	196

LAIF Performance Report

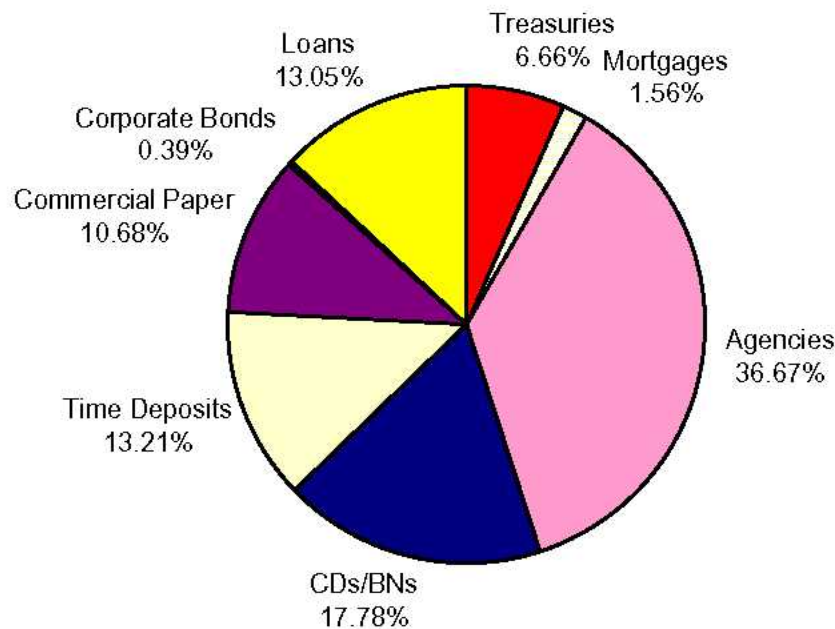
Quarter ending 3/31/2008

Apportionment Rate: 4.18%
 Earnings Ratio: 0.00011414123654588
 Fair Value Factor: 1.001776145

PMIA Average Monthly Effective Yields

May 2008 3.072%
 April 2008 3.400%
 March 2008 3.777%

Pooled Money Investment Account Portfolio Composition \$72.5 Billion 05/31/08



STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008

Your Financial Advisor
JAMES M BARGETTO
SENIOR VICE PRESIDENT
MORGAN STANLEY
6004 LA MADRONA DR
SANTA CRUZ, CA 95060
(831) 440-5214

Account Number
136 022962 014

(950069119604)
SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT
ATTENTION: JAMES A MUELLER
13060 HIGHWAY 9
BOULDER CREEK CA 95006-9119

Access your account at:
www.morganstanley.com/online

ASSET DETAILS

Your Investments				Current Price	Value	Est Yrly Income	Current Yield
95000	DISCOVER BANK CD	3500	08DE03	99.927	94,930.65	3,325.00	3.50%
95000	WEBSTER BANK CD	3300	09MH03	99.701	94,715.95	3,135.00	3.30%
95000	1ST SIGNATURE CD	3300	09MH03	99.701	94,715.95	3,135.00	3.30%
95000	LEHMAN BROS CD	3500	09MH03	99.847	94,854.65	3,325.00	3.50%
95000	CIT BANK CD	4900	09MH06	100.871	95,827.45	4,655.00	4.85%
95000	AMERICAN WEST CD	5400	09JN29	101.586	96,506.70	5,130.00	5.31%
85000	NEVADA SEC BK CD	4600	09AU24	100.827	85,702.95	3,910.00	4.56%
95000	PROVIDIAN NATL CD	4000	09SP15	102	96,900.00	3,800.00	3.92%
95000	TOWER BANK CD	4150	10FB23	100.214	95,203.30	3,942.50	4.14%
95000	FIRST BUSINESS CD	5000	10MY07	101.681	96,596.95	4,750.00	4.91%
95000	M&I BANK FSB FID	50000*	10JL10	100.125	95,118.75	4,750.00	4.99%
95000	WASHINGTON MUT CD	4400	10SP21	100.442	95,419.90	4,180.00	4.38%
80000	NATL REP BANK CD	4900	11JA13	101.524	81,219.20	3,920.00	4.82%
95000	GEAUGA SVGS BK CD	4700	*11JA28	101.042	95,989.90	4,465.00	4.65%
95000	EVERBANK FLA CD	5000	11MY09	101.799	96,709.05	4,750.00	4.91%
85000	NOVA SVGS BK CD	4500	11JN08	100.406	85,345.10	3,825.00	4.48%
95000	LASALLE BANK CD	5150	11AU09	102.232	97,120.40	4,892.50	5.03%
95000	FIRESIDE BANK	5300	11AU09	102.673	97,539.35	5,035.00	5.16%
85000	GUNNISON BANK CD	5050	11OC31	101.923	86,634.55	4,292.50	4.95%
95000	BMW BANK NA CD	4000	12MH19	98.028	93,126.60	3,800.00	4.08%
95000	FIRSTBANK FINL CD	4000	12MH19	98.016	93,115.20	3,800.00	4.08%
95000	NATLOANL CITY CD	4000	12AP02	97.957	93,059.15	3,800.00	4.08%
95000	CAPITAL ONE BK	4000	12AP02	97.958	93,060.10	3,800.00	4.08%
95000	MONROE B&T CD	3900	12AP11	97.547	92,669.65	3,705.00	3.99%
95000	FRANKLIN TEMP BK	4000	12AP18	97.862	92,968.90	3,800.00	4.08%
95000	BANK NORTHN CD	4200	12MY07	98.488	93,563.60	3,990.00	4.26%
95000	OCEANIC BK CD	5000	12MY09	101.337	96,270.15	4,750.00	4.93%
95000	GOLF SVGS BANK CD	5000	12MY09	101.337	96,270.15	4,750.00	4.93%
95000	FRIEDNSHIP ST CD	5000	12MY09	101.337	96,270.15	4,750.00	4.93%
95000	ACACIA FED SVG CD	4200	12MY16	98.446	93,523.70	3,990.00	4.26%

**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Your Investments				<i>Current Price</i>	<i>Value</i>	<i>Est Yrly Income</i>	<i>Current Yield</i>
95000	BRANCH B&T CO CD	4250	12MY29	98.564	93,635.80	4,037.50	4.31%
95000	WAMU FSB	4250	13MH28	97.765	92,876.75	4,037.50	4.34%
95000	ADVANTA BANK CD	4250	13AP02	97.750	92,862.50	4,037.50	4.34%
95000	WACHOVIA BK CD	4250	13AP09	97.730	92,843.50	4,037.50	4.34%
95000	PLANTERSFIRST CD	4000	13AP11	96.630	91,798.50	3,800.00	4.13%
95000	INVESTORS CD	4050	13AP11	96.846	92,003.70	3,847.50	4.18%
95000	GOLDMAN SACHS CD	4450	13AP30	98.536	93,609.20	4,227.50	4.51%
95000	CAPMARK BANK CD	4500	13MY28	98.688	93,753.60	4,275.00	4.55%
95000	ANB FINL NATL CD	5500	*14OC17	102.715	97,579.25	5,225.00	5.35%
850000	US TSY NOTE	4750	08NV15	101.219	860,361.50	40,375.00	4.69%
350000	US TSY NOTE	3000	09FB15	100.625	352,187.50	10,500.00	2.98%
850000	US TSY NOTE	2625	09MH15	100.445	853,782.50	22,312.50	2.61%
500000	US TSY NOTE	4875	09MY15	102.438	512,190.00	24,375.00	4.75%
450000	FNMA	3270	*09JN16	100.031	450,139.50	14,715.00	3.26%
750000	US TSY NOTE	4750	10FB15	103.695	777,712.50	35,625.00	4.58%
500000	FNMA	5080	*10JN18	100.125	500,625.00	25,400.00	5.07%
500000	US TSY NOTE	4875	11MY31	105.523	527,615.00	24,375.00	4.61%
250000	FHLE	4010	*13JN25	99	247,500.00	10,025.00	4.05%
1100000	FHLMC MTN	4000	*14AU15	97.627	1,073,897.00	44,000.00	4.09%
1300000	FNMA	4000	*15SP04	98.375	1,278,875.00	52,000.00	4.06%
Total Value of Priced Investments					\$11,086,796.40	\$465,380.00	4.19%

Custodial Holdings				<i>Current Price</i>	<i>Date</i>	<i>Value</i>	<i>Custodian</i>	<i>Dividend Cap Gains Option</i>	<i>Fund Plan Number</i>
Bank Deposits #									
MORGAN STANLEY TRUST BANK						\$84,967.64			
Total Bank Deposits						\$84,967.64			
Total Custodial Holdings						\$84,967.64			

Bank deposits are at Morgan Stanley Bank and Morgan Stanley Trust bank (Members FDIC), affiliates of Morgan Stanley & Co. Incorporated. Bank deposits are eligible for FDIC insurance up to applicable limits. Not SIPC insured.

**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Asset Summary	<u>Value</u>	<u>Est Yrly Income</u>
Cash	12,554.49	
Total Account Valuation	\$11,184,318.53	\$465,380.00

If you hold Auction Rate Securities, please see the Message Center for important information regarding the pricing of these securities.

DAILY ACTIVITY DETAILS

Date	Activity	Quantity	Description	Price	Amount	Balance
			CLOSING BALANCE AS OF 4/30			2,140.37
5/01	Auto Investment		BANK DEPOSIT PROGRAM		-2,140.37	.00
5/06	Auto Redemption		BANK DEPOSIT PROGRAM		+95,000.00	+95,000.00
5/07	Taxable Interest		FIRST BUSINESS CD 5000 10MY07		+2,368.49	+97,368.49
	Bought	95000	BANK NORTHN CD 4200 12MY07	100.00	-95,000.00	+2,368.49
5/08	Auto Investment		BANK DEPOSIT PROGRAM		-2,368.49	.00
5/09	Taxable Interest		OCEANIC BK CD 5000 12MY09		+390.41	+390.41
	Taxable Interest		GOLF SVGS BANK CD 5000 12MY09		+390.41	+780.82
	Taxable Interest		EVERBANK FLA CD 5000 11MY09		+2,368.49	+3,149.31
	Taxable Interest		FRIEDNSHIP ST CD 5000 12MY09		+390.41	+3,539.72
5/11	Taxable Interest		MONROE B&T CD 3900 12AP11		+304.52	+3,844.24
	Taxable Interest		PLANTERSFIRST CD 4000 13AP11		+312.33	+4,156.57
	Taxable Interest		INVESTORS CD 4050 13AP11		+316.23	+4,472.80
5/12	Delivered	95000	NEW SOUTH FSB CD 45000*10MY12		+95,000.00	+99,472.80
			REDEMPTION OF CALLED BOND			+99,472.80
	Taxable Interest		NEW SOUTH FSB CD 45000*10MY12		+2,131.64	+101,604.44
	Auto Investment		BANK DEPOSIT PROGRAM		-3,539.72	+98,064.72
5/13	Auto Investment		BANK DEPOSIT PROGRAM		-98,064.72	.00
5/15	Taxable Interest		US TSY NOTE 4750 08NV15		+20,187.50	+20,187.50
	Taxable Interest		US TSY NOTE 4875 09MY15		+12,187.50	+32,375.00
	Auto Redemption		BANK DEPOSIT PROGRAM		+95,000.00	+127,375.00
5/16	Bought	95000	ACACIA FED SVG CD 4200 12MY16	100.00	-95,000.00	+32,375.00
	Auto Investment		BANK DEPOSIT PROGRAM		-32,375.00	.00
5/18	Taxable Interest		FRANKLIN TEMP BK 4000 12AP18		+312.33	+312.33
5/19	Taxable Interest		FIRSTBANK FINL CD 4000 12MH19		+312.33	+624.66
5/23	Taxable Interest		TOWER BANK CD 4150 10FB23		+324.04	+948.70
5/24	Taxable Interest		COLE TAYLOR CALLD 4500 *09NV24		+2,131.64	+3,080.34
5/26	Taxable Interest		CAROLINA FIRST CD 45000*10MY26		+2,131.64	+5,211.98
5/27	Delivered	95000	COLE TAYLOR CALLD 4500 *09NV24		+95,000.00	+100,211.98
			REDEMPTION OF CALLED BOND			+100,211.98

**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

DAILY ACTIVITY DETAILS

<i>Date</i>	<i>Activity</i>	<i>Quantity</i>	<i>Description</i>	<i>Price</i>	<i>Amount</i>	<i>Balance</i>
5/27	Delivered	95000	CAROLINA FIRST CD 45000*10MY26 REDEMPTION OF CALLED BOND		+95,000.00	+195,211.98
	Auto Investment		BANK DEPOSIT PROGRAM		-948.70	+195,211.98
5/28	Taxable Interest		GEAUGA SVGS BK CD 4700 *11JA28		+366.99	+194,263.28
	Bought	95000	BRANCH B&T CO CD 4250 12MY29	100.00	-95,000.00	+194,630.27
	Bought	95000	CAPMARK BANK CD 4500 13MY28	100.00	-95,000.00	+99,630.27
	Auto Investment		BANK DEPOSIT PROGRAM		-4,263.28	+4,630.27
5/29	Auto Investment		BANK DEPOSIT PROGRAM		-16.37	+366.99
	Auto Investment		BANK DEPOSIT PROGRAM		-122.84	+350.62
	Taxable Interest		MORGAN STANLEY BANK (Period 07/31-05/29)		+16.37	+227.78
	Taxable Interest		MORGAN STANLEY TRUST BANK (Period 06/11-05/29)		+122.84	+244.15
5/31	Taxable Interest		US TSY NOTE 4875 11MY31		+12,187.50	+366.99
			CLOSING BALANCE AS OF 5/31			+12,554.49

Additional information concerning these transactions is available upon request.

Yields on Bank Deposits and Money Market Funds

BANK DEPOSITS

A Bank Deposits APY of 2.00% was in effect for your deposits at the statement ending date.

**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Income Summary	<i>This Month</i>	<i>Year-to-Date</i>	<i>This Month</i>	<i>Year-to-Date</i>
Dividends/Bank Deposit Interest	139.21	1,896.02	Interest	59,114.40
Accrued Bond Interest	.00	42,626.91	Margin Interest	.00

Tax Information	<i>This Month</i>	<i>Year-to-Date</i>
U.S. Treasury Coupon Interest	44,562.50	78,781.25

Messages

*******IMPORTANT NOTICE*******
*******PLEASE READ*******

Important Notice Regarding Pricing of Auction Rate Securities

The following message has been added to all client account statements but applies only to holders of Auction Rate Securities. Depending on your current holdings, this message may/may not be applicable to you.

Due to recent market conditions, certain Auction Rate Securities are experiencing no or limited liquidity. Therefore, the price(s) for any Auction Rate Securities shown on this statement may not reflect the price(s) you would receive upon a sale at auction or in a secondary market transaction. There can be no assurance that a successful auction will occur or that a secondary market exists or will develop for a particular security. The prices of any Auction Rate Securities on your statement are derived from various sources, and may differ from prices provided to Morgan Stanley by outside pricing services and/or from Morgan Stanley's own internal bookkeeping valuations. Please contact your Financial Advisor or log on to ClientServ for more information about current conditions in the Auction Rate Securities market. To enroll in ClientServ, go to www.morganstanleyclientserv.com/welcome.

Questions regarding your account may be directed to either your Financial Advisor or the Branch Manager for the branch office where you maintain your account. If you require further assistance, your inquiries may also be directed to Client Service at (800) 869-3326 or you may contact the Legal and Compliance Division at (914) 225-5870 or Morgan Stanley & Co. Incorporated, Legal and Compliance Division, 2000 Westchester Avenue, Purchase, New York 10577 with any account-related concerns.

STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008

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Your Financial Advisor
JAMES M BARGETTO
SENIOR VICE PRESIDENT
MORGAN STANLEY
6004 LA MADRONA DR
SANTA CRUZ, CA 95060
(831) 440-5214

Account Number
136 022962 014

(950069119604)
SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT
ATTENTION: JAMES A MUELLER
13060 HIGHWAY 9
BOULDER CREEK CA 95006-9119

Access your account at:
www.morganstanley.com/online

GAIN AND LOSS SUMMARY

The Estimated Gain and Loss information is provided for informational purposes only and may not be relied upon in making any tax, accounting or regulatory filing or report. We recommend that you contact your tax advisor to determine the appropriate information to be used in the preparation of your tax return. This Estimated Gain and Loss Summary is not a substitute 1099 form (or any other appropriate tax form) and should not be filed with your taxes. The Total Cost, Unit Cost and Proceeds of eligible equity and options transactions with Choice SelectSM pricing do not include commissions paid on your purchases or sales and therefore may not equal the acquisition price or principal amount of the sale. The figures should be independently verified. Estimated Gain and Loss information does not take into account a taxpayer's particular circumstances such as the existence of hedging transactions, constructive sales or marked-to-market pricing adjustments on certain options held at year-end. Please note that although Morgan Stanley makes every effort to adjust the cost basis for such securities' capital changes, it does not adjust the cost basis for all events, including amortization of non-municipal bond premiums; exercise of unlisted stock options; securities deemed to have been sold and simultaneously repurchased; receipt of cash in lieu of fractional shares; or the net effect of wash sales and/or short sales against the box.

For securities not purchased through Morgan Stanley, for example, securities purchased elsewhere and later transferred to it, any data included in the Estimated Gain and Loss information has been provided either by you or another financial institution. Whether provided by you, another financial institution or Morgan Stanley, it is your responsibility to ensure the accuracy of all of the Estimated Gain and Loss information. Please contact your Financial Advisor with any questions or to correct any information.

For Managed Futures and alternative investments, there are likely to be restrictions on redemptions, please see applicable offering document.

With respect to estimated gains and losses for listed equity options, Morgan Stanley has taken into account option premiums paid or received and, in respect to multiple purchases and/or sales, calculated cost using an average unit price for all like positions. Morgan Stanley has made calculations using what appear to be off-setting positions; no assurance can be given that these positions are intended to off-set each other or that they are not intended to off-set other securities positions, in which case the analysis may be different. Morgan Stanley has obtained pricing information from independent sources it believes to be reliable. No assurance can be given that the values given are accurate. Values are subject to change and are as of a given point in time only. Past performance does not guarantee future returns.

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STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Unrealized Gain/(Loss)		Quantity	Date Acquired	Unit Cost Original / Adjusted*	Total Cost Original / Adjusted*	Market Value	Unrealized Gain/(Loss)	Additional Information	
Government Securities**									
Treasury Securities									
US TSY NOTE	4 3/4	11-15-08	850,000	07-05-02	102.00687 100.21628	872,844.50 851,838.43	860,361.50	8,523.07	Long Term
US TSY NOTE	3.000	2-15-09	350,000	02-27-04	100.70600 100.10674	352,476.00 350,373.62	352,187.50	1,813.88	Long Term
US TSY NOTE	2 5/8	3-15-09	850,000	03-26-04	100.00000 100.00000	850,005.00 850,005.00	853,782.50	3,777.50	Long Term
US TSY NOTE	4 7/8	5-15-09	500,000	07-24-06	100.24505 100.08685	501,225.25 500,434.26	512,190.00	11,755.74	Long Term
US TSY NOTE	4 3/4	2-15-10	750,000	02-13-07	100.30120 100.17621	752,259.00 751,321.63	777,712.50	26,390.87	Long Term
US TSY NOTE	4 7/8	5-31-11	500,000	07-24-06	100.18805 100.12127	500,940.25 500,606.39	527,615.00	27,008.61	Long Term
Total Treasury Securities						3,829,750.00 3,804,579.33	3,883,849.00	79,269.67	
Federal Agencies									
FNMA	3.270	6-16-09	450,000	03-12-04	99.87500 99.87500	449,442.50 449,442.50	450,139.50	697.00	Long Term
FNMA	5.080	6-18-10	500,000	04-05-07	99.95000 99.95000	499,750.00 499,750.00	500,625.00	875.00	Long Term
FHLB	4.010	6-25-13	250,000	03-26-08	100.00210 100.00203	250,005.25 250,005.09	247,500.00	(2,505.09)	Short Term

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*Adjusted Cost, Unit and Total, does not apply to all securities; it only applies to those securities whose terms can cause them to increase or reduce in value until maturity. Please contact your Financial Advisor for more information.

**The "Market Value" and "Unrealized Gain/(Loss)" figures shown for Fixed Income securities are representative values, which may not reflect the value that could actually be obtained in the market. See "Pricing of Securities" at the end of this statement.

STATEMENT OF YOUR ACCOUNT FOR MONTH ENDING MAY 31, 2008

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Unrealized Gain/(Loss)	Quantity	Date Acquired	Unit Cost Original / Adjusted*	Total Cost Original / Adjusted*	Market Value	Unrealized Gain/(Loss)	Additional Information		
FHLMC MIN	4.000	8-15-141,100,000	01-31-08	100.00000 100.00000	1,100,000.00 1,100,000.00	1,073,897.00	(26,103.00)	Short Term	
FNMA	4.000	9-04-151,300,000	02-27-08	100.00000 100.00000	1,300,000.00 1,300,000.00	1,278,875.00	(21,125.00)	Short Term	
Total Federal Agencies					3,599,197.75 3,599,197.59	3,551,036.50	(48,161.09)		
Total Government Securities					7,428,947.75 7,403,776.92	7,434,885.50	31,108.58		
Certificates of Deposit**									
DISCOVER BANK CD	3 1/2	12-03-08	95,000	11-26-03	100.00000 100.00000	95,000.00 95,000.00	94,930.65	(69.35)	Long Term
CIT BANK CD	4.900	3-06-09	95,000	02-22-06	100.00000 100.00000	95,000.00 95,000.00	95,827.45	827.45	Long Term
WEBSTER BANK CD	3.300	3-03-09	95,000	02-25-04	100.00000 100.00000	95,000.00 95,000.00	94,715.95	(284.05)	Long Term
1ST SIGNATURE CD	3.300	3-03-09	95,000	02-25-04	100.00000 100.00000	95,000.00 95,000.00	94,715.95	(284.05)	Long Term
LEHMAN BROS CD	3 1/2	3-03-09	95,000	02-25-04	100.00000 100.00000	95,000.00 95,000.00	94,854.65	(145.35)	Long Term
AMERICAN WEST CD	5.400	6-29-09	95,000	06-19-06	100.00000 100.00000	95,000.00 95,000.00	96,506.70	1,506.70	Long Term
NEVADA SEC BK CD	4.600	8-24-09	85,000	08-16-05	100.00000 100.00000	85,000.00 85,000.00	85,702.95	702.95	Long Term

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**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Unrealized Gain/(Loss)	Quantity	Date Acquired	Unit Cost Original / Adjusted*	Total Cost Original / Adjusted*	Market Value	Unrealized Gain/(Loss)	Additional Information		
PROVIDIAN NATL CD	4.000	9-15-09	95,000	09-08-04	100.00000 100.00000	95,000.00 95,000.00	96,900.00	1,900.00	Long Term
TOWER BANK CD	4.150	2-23-10	95,000	02-15-05	100.00000 100.00000	95,000.00 95,000.00	95,203.30	203.30	Long Term
FIRST BUSINESS CD	5.000	5-07-10	95,000	05-01-07	100.00553 100.00553	95,005.25 95,005.25	96,596.95	1,591.70	Long Term
M&I BANK FSB FID	5.000	7-10-10	95,000	01-06-05	100.00000 100.00000	95,005.00 95,005.00	95,118.75	113.75	Long Term
WASHINGTON MUT CD	4.400	9-21-10	95,000	09-08-05	100.00000 100.00000	95,000.00 95,000.00	95,419.90	419.90	Long Term
GEAUGA SVGS BK CD	4.700	1-28-11	95,000	08-05-05	100.00553 100.00553	95,005.25 95,005.25	95,989.90	984.65	Long Term
NATL REP BANK CD	4.900	1-13-11	80,000	01-05-06	100.00000 100.00000	80,000.00 80,000.00	81,219.20	1,219.20	Long Term
EVERBANK FLA CD	5.000	5-09-11	95,000	05-01-07	100.00553 100.00553	95,005.25 95,005.25	96,709.05	1,703.80	Long Term
NOVA SVGS BK CD	4 1/2	6-08-11	85,000	05-27-05	100.00000 100.00000	85,000.00 85,000.00	85,345.10	345.10	Long Term
LASALLE BANK CD	5.150	8-09-11	95,000	07-31-06	100.00000 100.00000	95,000.00 95,000.00	97,120.40	2,120.40	Long Term
FIRESIDE BANK	5.300	8-09-11	95,000	08-01-06	100.00000 100.00000	95,000.00 95,000.00	97,539.35	2,539.35	Long Term
GUNNISON BANK CD	5.050	10-31-11	85,000	10-25-06	100.00000 100.00000	85,000.00 85,000.00	86,634.55	1,634.55	Long Term
BMW BANK NA CD	4.000	3-19-12	95,000	03-13-08	100.00000 100.00000	95,000.00 95,000.00	93,126.60	(1,873.40)	Short Term

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**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Unrealized Gain/(Loss)	Quantity	Date Acquired	Unit Cost Original / Adjusted*	Total Cost Original / Adjusted*	Market Value	Unrealized Gain/(Loss)	Additional Information		
FIRSTBANK FINL CD	4.000	3-19-12	95,000	03-11-08	100.00000 100.00000	95,000.00 95,000.00	93,115.20	(1,884.80)	Short Term
NATIOANL CITY CD	4.000	4-02-12	95,000	03-19-08	100.00000 100.00000	95,000.00 95,000.00	93,059.15	(1,940.85)	Short Term
CAPITAL ONE BK	4.000	4-02-12	95,000	03-26-08	100.00000 100.00000	95,000.00 95,000.00	93,060.10	(1,939.90)	Short Term
MONROE B&T CD	3.900	4-11-12	95,000	04-04-08	100.00000 100.00000	95,000.00 95,000.00	92,669.65	(2,330.35)	Short Term
FRANKLIN TEMP BK	4.000	4-18-12	95,000	04-09-08	100.00000 100.00000	95,000.00 95,000.00	92,968.90	(2,031.10)	Short Term
OCEANIC BK CD	5.000	5-09-12	95,000	05-01-07	100.00553 100.00553	95,005.25 95,005.25	96,270.15	1,264.90	Long Term
GOLF SVGS BANK CD	5.000	5-09-12	95,000	05-01-07	100.00000 100.00000	95,000.00 95,000.00	96,270.15	1,270.15	Long Term
FRIEDNSHIP ST CD	5.000	5-09-12	95,000	05-01-07	100.00553 100.00553	95,005.25 95,005.25	96,270.15	1,264.90	Long Term
BANK NORTHN CD	4.200	5-07-12	95,000	04-25-08	100.00000 100.00000	95,000.00 95,000.00	93,563.60	(1,436.40)	Short Term
ACACIA FED SVG CD	4.200	5-16-12	95,000	05-06-08	100.00000 100.00000	95,000.00 95,000.00	93,523.70	(1,476.30)	Short Term
BRANCH B&T CO CD	4 1/4	5-29-12	95,000	05-19-08	100.00000 100.00000	95,000.00 95,000.00	93,635.80	(1,364.20)	Short Term
WAMU FSB	4 1/4	3-28-13	95,000	03-19-08	100.00000 100.00000	95,000.00 95,000.00	92,876.75	(2,123.25)	Short Term
ADVANTA BANK CD	4 1/4	4-02-13	95,000	03-24-08	100.00000 100.00000	95,000.00 95,000.00	92,862.50	(2,137.50)	Short Term

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STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Unrealized Gain/(Loss)	Quantity	Date Acquired	Unit Cost Original / Adjusted*	Total Cost Original / Adjusted*	Market Value	Unrealized Gain/(Loss)	Additional Information
PLANTERSFIRST CD	4.000	4-11-13	95,000	04-04-08 100.00000 95,000.00 100.00000	95,000.00 95,000.00	91,798.50	(3,201.50) Short Term
INVESTORS CD	4.050	4-11-13	95,000	04-07-08 100.00000 95,000.00 100.00000	95,000.00 95,000.00	92,003.70	(2,996.30) Short Term
WACHOVIA BK CD	4 1/4	4-09-13	95,000	04-04-08 100.00000 95,000.00 100.00000	95,000.00 95,000.00	92,843.50	(2,156.50) Short Term
GOLDMAN SACHS CD	4.450	4-30-13	95,000	04-25-08 100.00000 95,000.00 100.00000	95,000.00 95,000.00	93,609.20	(1,390.80) Short Term
CAPMARK BANK CD	4 1/2	5-28-13	95,000	05-20-08 100.00000 95,000.00 100.00000	95,000.00 95,000.00	93,753.60	(1,246.40) Short Term
ANB FINL NATL CD	5 1/2	10-17-14	95,000	10-18-07 100.00546 95,005.19 100.00546	95,005.19 95,005.19	97,579.25	2,574.06 Short Term
Total Certificates of Deposit					3,660,036.44 3,660,036.44	3,651,910.90	(8,125.54)
Totals for positions with cost data available					\$11,063,813.36	\$11,086,796.40	\$22,983.04
Total Market Value for all positions						\$11,086,796.40	

The "Total Cost" and "Unit Cost" for Fixed Income Unit Trusts, Mortgage-Backed Securities, and Zero Coupon Bonds has been adjusted to reflect any partial return of principal or capital that may have been paid to you, or accreted interest earned, since your purchase date. In the event that the accumulated total return of principal or capital is greater than the provided original cost, the adjusted cost will be "0.00".

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**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Realized Gain/(Loss)	Quantity	Date Acquired	Date Sold	Total Cost Original / Adjusted*	Proceeds	Realized Gain/(Loss)	Additional Information
Short Term							
FHLB	5 1/4	12-30-11	04-30-07	500,000.25			
			03-31-08	500,000.00	500,000.00		
WELLS FARGO BK CD	5.300	4-24-13	10-18-07	95,005.25	95,000.00	(5.25)	Short Term
Sub Total Short Term				\$595,005.25	\$595,000.00	(\$5.25)	
Long Term							
BANKWEST INC CD	5 1/2	2-17-09	07-26-06	95,000.00	95,000.00		
BANKWEST PIERR CD	5 1/2	8-30-11	08-30-06	94,985.47	95,000.00	14.53	Long Term
CAROLINA FIRST CD	4 1/2	5-26-10	11-17-04	95,000.00	95,000.00		
CITIZENS NB CD	5 3/4	7-28-11	07-26-06	95,005.25	95,000.00	(5.25)	Long Term
COLE TAYLOR CALLD	4 1/2	11-24-09	05-10-04	95,000.00	95,000.00		
COUNTRYWIDE BK CD	6.000	8-23-13	07-31-06	95,000.00	95,000.00		
FHLMC MIN	3.000	3-24-08	04-04-03	1,293,505.00	1,299,994.75	6,489.75	Long Term
FIRST BANK CA CD	4 1/4	4-28-08	04-15-05	90,000.00	90,000.00		
FNMA	5.000	12-17-09	12-08-03	523,425.00	525,000.00	1,575.00	Long Term
FNMA	4 1/2	8-26-10	08-16-04	150,000.00	150,000.00		
FNMA	4 1/2	3-16-12	09-08-04	170,000.00	170,000.00		
FNMA	5 3/4	2-15-08	07-05-02	987,615.94	925,379.94	132.81	Long Term
FNMA	3 1/2	9-04-09	02-25-04	500,000.00	500,000.00		
FRONTIER BANK FID	4 1/2	9-14-10	11-01-05	88,796.72	90,000.00	1,203.28	Long Term
IRWIN UNION BK CD	5.050	3-24-08	03-16-06	85,000.00	85,000.00		
NEW SOUTH FSB CD	4 1/2	5-12-10	10-27-04	95,000.00	95,000.00		
Sub Total Long Term				\$4,491,097.38	\$4,500,507.50	\$9,410.12	
Totals for closing transactions with cost data available				\$5,086,102.63	\$5,095,507.50	\$9,404.87	
Total Proceeds					\$5,095,507.50		

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**STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING MAY 31, 2008**

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Summary

	<u>Short Term</u>	<u>Long Term</u>	<u>Total</u>
Unrealized gain.....	\$2,574.06	\$102,454.42	\$105,028.48
Unrealized (loss).....	(\$81,262.64)	(\$782.80)	(\$82,045.44)
Realized gain YTD.....	\$0.00	\$9,415.37	\$9,415.37
Realized (loss) YTD.....	(\$5.25)	(\$5.25)	(\$10.50)

Morgan Stanley

Account Valuation	This figure represents the approximate value of your account on a settlement date basis and is computed by adding (1) the market value of all priced positions and (2) market values provided by pricing services and correspondent custodians for other positions, and by adding any credit or subtracting any debit to your closing cash, or money market fund and/or bank deposit balance. Please note, this valuation may be adjusted for the net change in priced asset values for securities held or for the net change in money market balances during the statement period. Your closing cash, money market fund and/or bank deposit balance represents the cash, money market funds and/or bank deposits and reflects the net month end available balance.	Margin Interest Charges	Morgan Stanley calculates interest charges on margin loans as follows: (1) Multiply the applicable margin interest rate by the daily close of business net settled debit balance. (2) Divide by 360 (days). Margin interest accrues daily throughout the month and is added to your debit balance at month-end. The month-end interest charge is the sum of the daily accrued interest calculations for the month. Morgan Stanley adds the accrued interest to your debit balance and starts a new calculation each time the applicable interest rate changes and at the close of every statement month. For current margin loan interest rates, please go to http://www.morganstanleyindividual.com/customerservice/disclosures/#4
Availability of Free Credit Balances and Financial Statements	Under the customer protection rules of the SEC [17 CFR §240.15c3-2 & -3], Morgan Stanley & Co. Incorporated may use free credit balances in your account which are payable to you on demand, in the ordinary course of its business. We send summary Morgan Stanley & Co. Incorporated financial statements to you semiannually; copies are also available on request, by mail.	Margin Privileges (not available for certain accounts such as IRAs or retirement accounts)	If you have margin privileges, you may borrow money from Morgan Stanley in exchange for pledging assets in your account as collateral for any outstanding margin loan. The amount you may borrow is based on the value of the eligible securities in your margin account, which are identified by an asterisk(*) on your statement.
Certain Assets Not Held At Morgan Stanley & Co. Incorporated	You may purchase certain assets through Morgan Stanley & Co. Incorporated that may be held at a financial institution other than Morgan Stanley & Co. Incorporated. Assets not held at Morgan Stanley & Co. Incorporated may not be covered by SIPC protection. We may include information about these assets on your Morgan Stanley & Co. Incorporated statement, solely as a service to you and are not responsible for information (including valuation) derived from you or another external source. Generally, any financial institution that holds securities is responsible for providing taxable year-end reporting (1099s) and separate periodic statements, which may vary from our information due to different tax reporting periods. In the case of Morgan Stanley, Van Kampen and external networked mutual funds, Morgan Stanley & Co. Incorporated performs all year-end tax reporting (1099s). Under certain circumstances, such as IRA accounts, Morgan Stanley & Co. Incorporated performs all tax reporting.	Pricing of Securities	The prices of securities displayed on your statement are derived from various sources and in some cases may be higher or lower than the price that you would actually receive in the market. Although we attempt to use reliable sources of information, we can offer no assurance as to its accuracy. For securities listed on an exchange or trading continually in an active marketplace, the price reflects the market quotations at the close of your statement period. The prices of securities not actively traded may not be available. These are indicated by N/A (not available). For bonds trading less frequently, we rely on outside pricing services or a computerized pricing model, which cannot always give us actual market values. Similarly, some annuity values provided by outside sponsors are estimates. The amounts on this statement for limited partnerships are typically obtained from a third party or from the general partners unless Morgan Stanley has obtained other information such as an independent appraisal. Since many partnership valuations are provided only annually, they do not always represent current values. Furthermore, limited partnerships and non-traded REITs are illiquid and have no public markets, so the amounts showing on this statement may not equal the amounts you would receive if you sold your investment. The value of mutual fund shares is determined by multiplying the net asset value (NAV) by the number of shares or units held, as reported to Morgan Stanley by the correspondent custodian. If we cannot obtain a price or estimate, N/A appears. Speak to your Financial Advisor to obtain current information concerning the prices on your statements.
Client's Investment Objectives and Financial Situation	It is essential to advise your Financial Advisor immediately if there is a material change in your investment objectives or financial situation.	Security Measures	Your Morgan Stanley statement features several embedded security elements to safeguard its authenticity. One is a unique security mark—a blue rectangle with the letters MS printed in heat-sensitive blue ink on the front side of every page. When exposed to warmth, the blue rectangle will disappear, and then reappear.
Dividend/Interest (Month/YTD)	These figures represent dividends and/or interest on securities received by Morgan Stanley and credited to your account during the calendar year. As required by law, Morgan Stanley reports to the Internal Revenue Service dividend distributions and taxable bond interest credited to your account. The totals reported are indicated as the year-to-date (YTD) figures on the last statement for the calendar year. In the case of Real Estate Investment Trusts (REITs), Master Limited Partnerships, Regulated Investment Companies and Unit Investment Trusts, some sponsors may reclassify the distribution to a different tax type for year-end reporting (1099).	SIPC Protection	Securities and cash held in Morgan Stanley & Co. Incorporated accounts are protected up to their full net equity value by a combination of coverage provided by the Securities Investor Protection Corporation (SIPC), a non-profit organization created by an Act of Congress, and additional protection purchased from a private insurer by Morgan Stanley (the Excess Coverage). Excess Coverage provides additional protection up to the full net equity value of each account including unlimited coverage for uninvested cash. SIPC protects up to \$500,000 of each client's securities, of which up to \$100,000 may be uninvested cash. SIPC and Excess Coverage apply only to securities and cash in the exclusive possession and control of Morgan Stanley & Co. Incorporated and do not protect against losses due to market fluctuations. Detailed information is available upon request.
Errors and Inquiries	If you do not understand an entry on your statement or suspect an error was made, it is essential that you immediately contact the manager of the office servicing your account. Oral communications regarding any inaccuracy or discrepancy in this statement should be re-confirmed in writing to further protect your rights, including rights under the Securities Investor Protection Act (SIPA). We will consider your statement to be correct unless we receive a written inquiry from you about the suspected error within 10 calendar days from the day on which you received your statement. It is your responsibility to review your statement promptly and to seek immediate clarification about entries that you do not understand.	Taxes	Under Federal Income Tax law, Morgan Stanley is required to report the gross proceeds of sales transactions (including entering into short sales) to you on Form 1099-B by January 31 of the year following the calendar year of the transaction. The information reported on your Form 1099-B for the calendar year should be exclusively relied upon for the purpose of filing your tax return for the year. Under U.S. Internal Revenue Service regulations, if you have not provided us with certification of either U.S. or foreign status on an appropriate Form W-9 or W-8, your account may be subject to either 28% backup withholding or 30% nonresident alien withholding, as applicable, on payments made to your account.
Estimated Annual Income and Yields	Estimated annual income and yields are calculated by annualizing the most recent distribution and do not reflect historic experience or projected future results. Since the rates are subject to change at any time, they should not be solely relied upon for making investment or trading decisions. You should consult with your Financial Advisor to obtain accurate, current information so you can make an informed decision.	Transaction Dates and Conditions	All transaction dates on this statement are the transactions' settlement dates. In the case of unsettled trades, we list the trade date instead of the settlement date with a notation that the trade is unsettled. Upon written request, Morgan Stanley will furnish the date and time of a transaction and the name of the other party to a transaction. Morgan Stanley accepts benefits that constitute payment for order flow. Details regarding these benefits and the source and amount of any other remuneration received or to be received by us in connection with any transaction will be furnished upon written request.
Listed Options	Information with respect to commissions and other charges related to the execution of options transactions has been included in confirmations of such transactions previously furnished to you and such information will be made available to you promptly at your request.		

Investments and services are offered through Morgan Stanley & Co. Incorporated, member SIPC.

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