

M E M O

TO: Board of Directors

FROM: Finance Manager

SUBJECT: INVESTMENT REPORT PERIOD ENDING MARCH 31, 2006

DATE: May 16, 2006

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 April 30, 2006 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

STATE OF CALIFORNIA

PHILIP ANGELIDES, Treasurer

OFFICE OF THE TREASURER
SACRAMENTO



Local Agency Investment Fund
PO Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

April, 2006 Statement

SAN LORENZO VALLEY WATER DISTRICT

Attn: DISTRICT MANAGER
13060 HIGHWAY 9
BOULDER CREEK, CA 95006

Account Number : 90-44-001

Transactions

Effective Date	Transaction Date	Tran Type	Confirm Number	Authorized Caller	Amount
04-07-2006	04-04-2006	RW	1068074	KAREN ALVAREZ	- 156,000.00
04-14-2006	04-13-2006	QRD	1070658	SYSTEM	11,014.30

Account Summary

Total Deposit :	11,014.30	Beginning Balance :	1,089,278.40
Total Withdrawal :	- 156,000.00	Ending Balance :	944,292.70

RECEIVED

MAY 11 2006

**SAN LORENZO VALLEY
WATER DISTRICT**

Phil Angelides, 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)
4/25/2006	4.38	4.27	164
4/26/2006	4.39	4.28	166
4/27/2006	4.42	4.29	163
4/28/2006	4.44	4.29	161
4/29/2006	4.44	4.30	161
4/30/2006	4.44	4.30	161
5/1/2006	4.48	4.31	159
5/2/2006	4.48	4.32	160
5/3/2006	4.48	4.32	158
5/4/2006	4.49	4.33	159
5/5/2006	4.50	4.33	158
5/6/2006	4.50	4.34	158
5/7/2006	4.50	4.34	158
5/8/2006	4.50	4.35	157

LAIF Performance Report

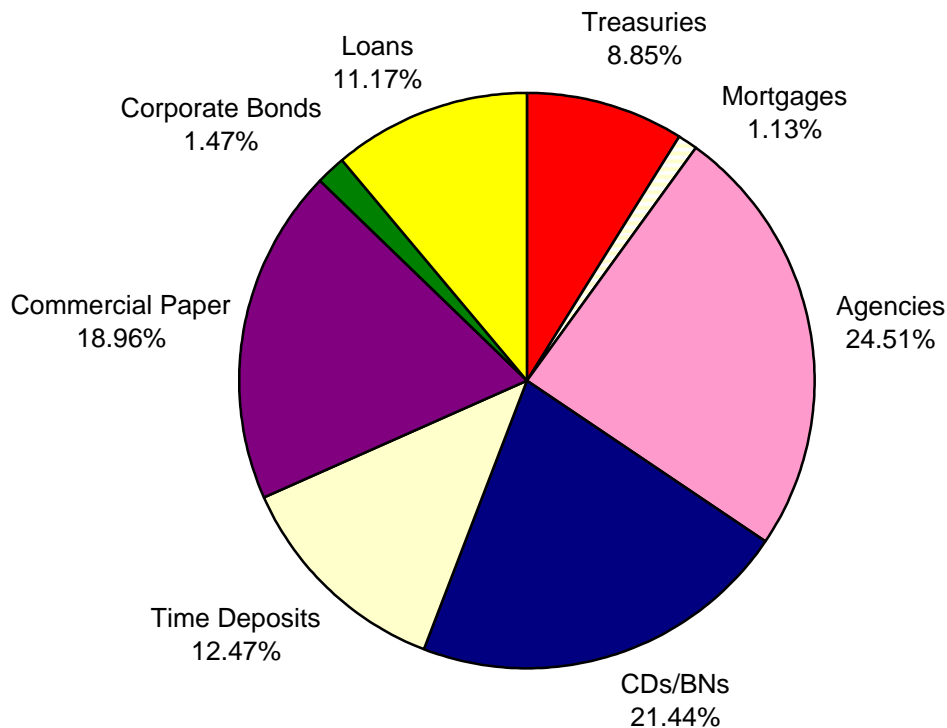
Quarter ending 3/31/2006

Apportionment Rate: 4.03%
 Earnings Ratio: .00011053168579962
 Fair Value Factor: .997592460

PMIA Average Monthly Effective Yields

April 2006 4.305%
 March 2006 4.142%
 February 2006 4.043%

**Pooled Money Investment Account
 Portfolio Composition
 \$62.3 Billion
 04/30/06**



**State of California
Pooled Money Investment Account
Market Valuation
4/30/2006**

Carrying Cost Plus			
Description	Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 2,998,319,818.75	\$ 3,025,078,000.00	NA
Notes	\$ 2,520,615,033.96	\$ 2,511,279,750.00	\$ 18,758,254.00
Federal Agency:			
SBA	\$ 746,944,032.69	\$ 740,167,324.00	\$ 5,729,056.19
MBS	\$ 701,944,666.40	\$ 671,128,749.15	\$ 3,093,709.98
Bonds	\$ 9,508,372,582.77	\$ 9,451,125,415.53	\$ 79,330,642.39
Floater	\$ -	\$ -	\$ -
Discount Notes	\$ 5,021,549,908.43	\$ 5,059,280,000.00	NA
FHLMC PC	\$ 1,287,596.52	\$ 1,336,267.21	\$ 20,787.99
GNMA	\$ 247,889.20	\$ 273,478.89	\$ 2,467.99
Bankers Acceptances	\$ -	\$ -	NA
Bank Notes	\$ 1,809,999,147.38	\$ 1,809,314,123.90	\$ 12,449,519.46
CDs	\$ 11,557,398,500.86	\$ 11,552,143,664.19	\$ 79,346,289.66
Commercial Paper	\$ 11,820,656,783.67	\$ 11,870,204,305.00	NA
Corporate:			
Floater	\$ 154,347,639.67	\$ 154,331,403.80	\$ 956,233.80
Bonds	\$ 762,533,919.59	\$ 753,559,565.22	\$ 9,657,503.44
Repurchase Agreements		\$ -	NA
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 7,770,995,000.00	\$ 7,770,995,000.00	NA
AB 55 & GF Loans	\$ 6,963,283,993.41	\$ 6,963,283,993.41	NA
TOTAL	\$ 62,338,496,513.30	\$ 62,333,501,040.30	\$ 209,344,464.90

Fair Value Including Accrued Interest	\$	62,542,845,505.20
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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 MARCH 2006 WITH MARCH 2005 (DOLLARS IN THOUSANDS)

	MARCH 2006	MARCH 2005	CHANGE
Average Daily Portfolio	\$ 53,828,826	\$ 49,765,179	\$ +4,063,647
Accrued Earnings	\$ 189,384	\$ 107,429	\$ +81,955
Effective Yield	4.142	2.542	+1.60
Average Life-Month End (In Days)	181	217	-36
Total Security Transactions			
Amount	\$ 30,339,489	\$ 23,585,002	\$ +6,754,487
Number	634	487	+147
Total Time Deposit Transactions			
Amount	\$ 3,073,500	\$ 2,115,500	\$ +958,000
Number	183	139	+44
Average Workday Investment Activity	\$ 1,518,772	\$ 1,168,205	\$ +350,567
Prescribed Demand Account Balances			
For Services	\$ 324,967	\$ 553,882	\$ -228,915
For Uncollected Funds	\$ 124,238	\$ 104,848	\$ +19,390

**PHIL ANGELIDES
TREASURER
STATE OF CALIFORNIA**

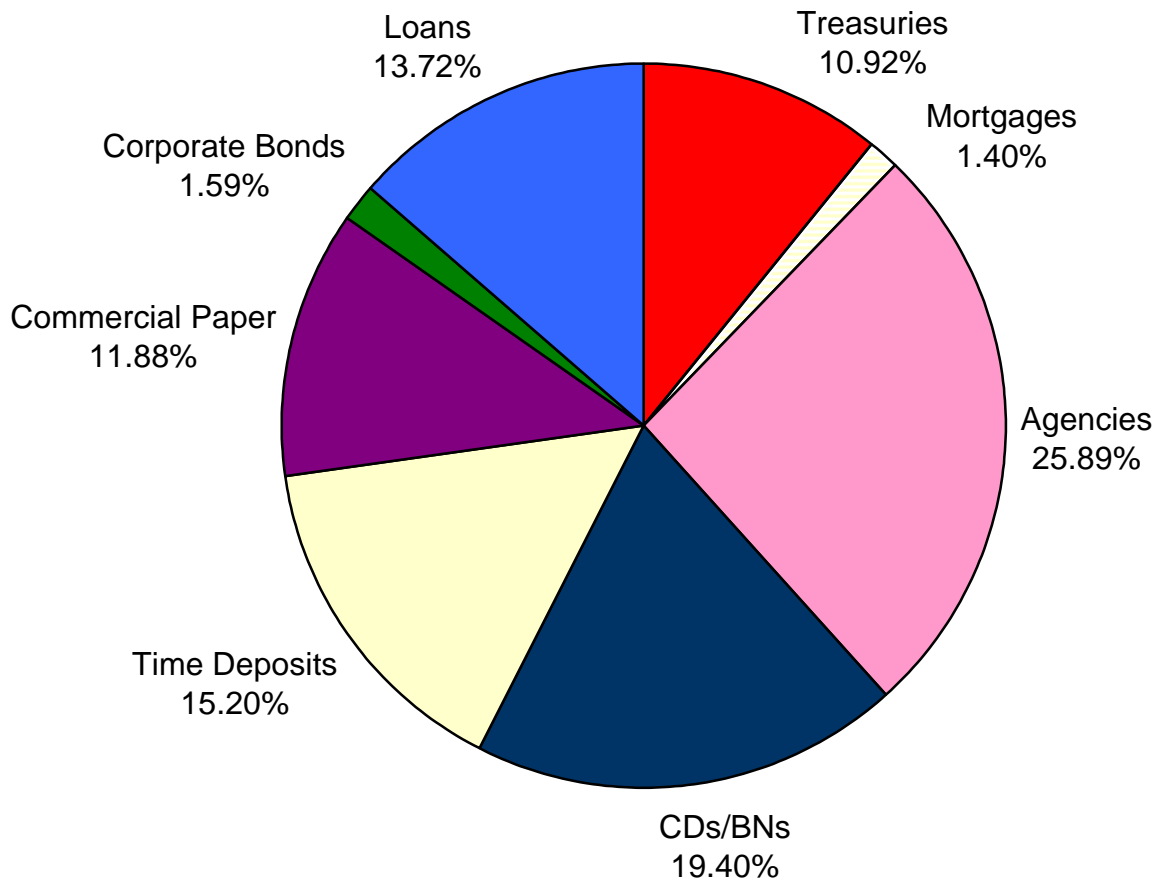
**INVESTMENT DIVISION SELECTED INVESTMENT DATA
ANALYSIS OF THE POOLED MONEY INVESTMENT ACCOUNT PORTFOLIO
(000 OMITTED)**

March 31, 2006			
<u>TYPE OF SECURITY</u>	<u>AMOUNT</u>	<u>PERCENT OF PORTFOLIO</u>	<u>DIFFERENCE IN PERCENT OF PORTFOLIO FROM PRIOR MONTH</u>
Government			
Bills	\$ 2,211,692	4.29	+0.52
Bonds	0	0.00	0.00
Notes	3,416,272	6.63	+0.40
Strips	0	0.00	0.00
Total Government	\$ 5,627,964	10.92	+0.92
Federal Agency Coupons	\$ 9,492,310	18.41	+1.93
Certificates of Deposit	8,575,072	16.64	+0.83
Bank Notes	1,424,998	2.76	+0.20
Bankers' Acceptances	0	0.00	0.00
Repurchases	0	0.00	0.00
Federal Agency Discount Notes	3,854,367	7.48	-3.50
Time Deposits	7,833,995	15.20	+1.04
GNMAs	251	0.00	0.00
Commercial Paper	6,122,915	11.88	-2.12
FHLMC/Remics	724,107	1.40	+0.06
Corporate Bonds	819,284	1.59	-0.03
AB 55 Loans	7,070,656	13.72	+0.49
GF Loans	0	0.00	0.00
Reversed Repurchases	0	0.00	0.00
Total (All Types)	\$ 51,545,919	100.00	

INVESTMENT ACTIVITY

	MARCH 2006		FEBRUARY 2006	
	<u>NUMBER</u>	<u>AMOUNT</u>	<u>NUMBER</u>	<u>AMOUNT</u>
Pooled Money	634	\$ 30,339,489	561	\$ 26,689,453
Other	28	310,721	6	5,161
Time Deposits	183	3,073,500	159	3,933,000
Totals	845	\$ 33,723,710	726	\$ 30,627,614
 PMIA Monthly Average Effective Yield	 4.142		 4.043	
 Year to Date Yield Last Day of Month	 3.629		 3.564	

**Pooled Money Investment Account
Portfolio Composition
\$51.5 Billion
3/31/06**



Phil Angelides, 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)
September 2005	\$51,811,038	3.324	169
September 2004	\$49,406,088	1.771	182
Change	+\$2,404,950	+1.553	-13
October 2005	\$50,410,419	3.458	177
October 2004	\$51,789,742	1.890	189
Change	-\$1,379,323	+1.568	-12
November 2005	\$52,999,227	3.636	204
November 2004	\$51,761,375	2.003	191
Change	+\$1,237,852	+1.633	+13
December 2005	\$54,545,590	3.808	192
December 2004	\$51,766,737	2.134	210
Change	+\$2,778,853	+1.674	-18
January 2006	\$58,086,223	3.955	175
January 2005	\$54,363,641	2.264	202
Change	+\$3,722,582	+1.691	-27
February 2006	\$57,817,453	4.043	177
February 2005	\$54,497,333	2.368	219
Change	+\$3,320,120	+1.675	-42
March 2006	\$53,828,826	4.142	181
March 2005	\$49,765,179	2.542	217
Change	+\$4,063,647	+1.60	-36
April 2006	\$54,555,166	4.305	162
April 2005	\$54,857,398	2.724	183
Change	-\$302,232	+1.58	-21

Morgan Stanley

Agenda: 06.01.06
Attachment 2

STATEMENT OF YOUR ACCOUNT FOR MONTH ENDING APRIL 30, 2006

PAGE 1 OF 10

Your Financial Advisor
JAMES M BARGETTO
SENIOR VICE PRESIDENT
MORGAN STANLEY
716 OCEAN STREET
SANTA CRUZ, CA 95060
(831) 457-4314

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

Householding Anniv. Date:
03/08/2003
Access your account at:
www.morganstanley.com/online

ASSET DETAILS

Your Investments				Current Price	Value	Est Yrly Income	Current Yield
95000	MIDFIRST BANK CD	3250	06SP05	99.404	94,433.80	3,087.50	3.26%
85000	IRWIN UNION BK CD	5050	08MH24	99.472	84,551.20	4,292.50	5.07%
90000	FIRST BANK CA CD	4250	08AP28	97.952	88,156.80	3,825.00	4.33%
95000	DISCOVER BANK CD	3500	08DE03	95.523	90,746.85	3,325.00	3.66%
95000	WEBSTER BANK CD	3300	09MH03	94.570	89,841.50	3,135.00	3.48%
95000	1ST SIGNATURE CD	3300	09MH03	94.570	89,841.50	3,135.00	3.48%
95000	LEHMAN BROS CD	3500	09MH03	95.088	90,333.60	3,325.00	3.68%
95000	CIT BANK CD	4900	09MH06	98.714	93,778.30	4,655.00	4.96%
85000	NEVADA SEC BK CD	4600	09AU24	97.557	82,923.45	3,910.00	4.71%
95000	PROVIDIAN NATL CD	4000	09SP15	100.292	95,277.40	3,800.00	3.98%
95000	COLE TAYLOR FID	41250*	09NV24	97.541	92,663.95	3,918.75	4.22%
95000	SOVEREIGN BK CD	42500*	09DE09	98.585	93,655.75	4,037.50	4.31%
95000	TOWER BANK CD	4150	10FB23	95.576	90,797.20	3,942.50	4.34%
95000	NEW SOUTH FSB CD	3500	*10MY12	96.420	91,599.00	3,325.00	3.62%
95000	CAROLINA FIRST CD	3500	*10MY26	96.776	91,937.20	3,325.00	3.61%
95000	M&I BANK FSB FID	37500*	10JL10	97.103	92,247.85	3,562.50	3.86%
90000	FRONTIER BANK FID	4500	*10SP14	96.245	86,620.50	4,050.00	4.67%
95000	WASHINGTON MUT CD	4400	10SP21	95.875	91,081.25	4,180.00	4.58%
80000	NATL REP BANK CD	4900	11JA13	97.595	78,076.00	3,920.00	5.02%
95000	GEAUGA SVGS BK CD	4700	*11JA28	96.721	91,884.95	4,465.00	4.85%
85000	NOVA SVGS BK CD	4500	11JN08	95.576	81,239.60	3,825.00	4.70%
1200000	FNMA	4375	06OC15	99.656	1,195,872.00	52,500.00	4.39%
850000	US TSY NOTE	3500	06NV15	99.219	843,361.50	29,750.00	3.52%
750000	US TSY NOTE	2250	07FB15	97.910	734,325.00	16,875.00	2.29%
850000	US TSY NOTE	3250	07AU15	97.945	832,532.50	27,625.00	3.31%
100000	CAPITAL JUMBO CD	4550	07SP04	98.820	98,820.00	4,550.00	4.60%
700000	US TSY NOTE	3000	07NV15	97.211	680,477.00	21,000.00	3.08%
925000	FNMA	5750	08FB15	101.031	934,536.75	53,187.50	5.69%
1300000	FHLMC MTN	3000	08MH24	96.183	1,250,379.00	39,000.00	3.11%

STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING APRIL 30, 2006

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Your Investments				Current Price	Value	Est Yrly Income	Current Yield
850000	US TSY NOTE	4750	08NV15	99.695	847,407.50	40,375.00	4.76%
350000	US TSY NOTE	3000	09FB15	95.125	332,937.50	10,500.00	3.15%
850000	US TSY NOTE	2625	09MH15	94.004	799,034.00	22,312.50	2.79%
450000	FNMA	3270	*09JN16	94.594	425,673.00	14,715.00	3.45%
500000	FNMA	3500	*09SP04	94.875	474,375.00	17,500.00	3.68%
500000	FNMA	2900	*09OC14	97.875	489,375.00	14,500.00	2.96%
525000	FNMA	40000	*09DE17	97.250	510,562.50	21,000.00	4.11%
100000	FFCB	4950	*10FB01	98.313	98,313.00	4,950.00	5.03%
150000	FNMA	3000	*10AU26	97.688	146,532.00	4,500.00	3.07%
250000	FNMA	4750	*10DE02	98.438	246,095.00	11,875.00	4.82%
170000	FNMA	3750	*12MH16	96.563	164,157.10	6,375.00	3.88%
Total Value of Priced Investments					\$12,986,453.00	\$492,131.25	3.78%

Custodial Holdings			Symbol	Current Price	Date	Value	Custodian	Dividend Cap Gains Option	Fund Plan Number
65110.23	U.S. GOV'T MONEY MARKET TR		SGMT	1.00	04/28/06	65,110.23	MSDWT	Reinv/ N/A	519953650
Total Custodial Holdings						\$65,110.23			

Asset Summary		Value	Est Yrly Income
Cash		2,621.32	
Total Account Valuation		\$13,054,184.55	\$492,131.25

DAILY ACTIVITY DETAILS

Date	Activity	Quantity	Description	Price	Amount	Cash Balance
CLOSING BALANCE AS OF 3/31						342.52

STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING APRIL 30, 2006

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

DAILY ACTIVITY DETAILS

Date	Activity	Quantity	Description	Price	Amount	Cash Balance
4/02	Taxable Interest		CAPITAL JUMBO CD 4550 07SP04		+386.44	+728.96
4/03	Bought	342.52	U.S. GOV'T MONEY MARKET TR	1.00	-342.52	+386.44
4/04	Taxable Interest		FNMA 3500 *09SP04		+1,458.34	+1,844.78
4/05	Bought	1844.78	U.S. GOV'T MONEY MARKET TR	1.00	-1,844.78	.00
4/14	Taxable Interest		FNMA 2900 *09OC14		+7,250.00	+7,250.00
	Taxable Interest		FRONTIER BANK FID 4500 *10SP14		+343.97	+7,593.97
4/15	Taxable Interest		FNMA 4375 06OC15		+26,250.00	+33,843.97
4/18	Bought	33843.97	U.S. GOV'T MONEY MARKET TR	1.00	-33,843.97	.00
4/23	Taxable Interest		TOWER BANK CD 4150 10FB23		+334.84	+334.84
4/28	Taxable Interest		GEAUGA SVGS BK CD 4700 *11JA28		+379.22	+714.06
	Taxable Interest		FIRST BANK CA CD 4250 08AP28		+1,907.26	+2,621.32
	Dividend		U.S. GOV'T MONEY MARKET TR		+132.98	+2,621.32
	Direct Purchase	132.980	U.S. GOV'T MONEY MARKET TR	1.00	-132.98	+2,621.32
			REINVESTMENT			+2,621.32
			CLOSING BALANCE AS OF 4/30			+2,621.32

Additional information concerning these transactions is available upon request.

Morgan Stanley Fund Summary	YTD Dividends	YTD Cap Gains	YTD Taxes	Features
U.S. GOV'T MONEY MARKET TR	377.17	0.00	0.00	Reinvest Dividends
Totals	\$377.17	\$0.00	\$0.00	

STATEMENT OF YOUR ACCOUNT
FOR MONTH ENDING APRIL 30, 2006

SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Income Summary	This Month	Year-to-Date	This Month	Year-to-Date
Dividends	132.98	377.17	Interest	38,310.07
Accrued Bond Interest	.00	823.32	Margin Interest	153,819.46
				.00

Tax Information	This Month	Year-to-Date
U.S. Treasury Coupon Interest	.00	38,656.25

Margin Loan Rates

Loan Amount	Rate	
\$0 - 9,999	11.625%	EFFECTIVE DATE: March 29, 2006
\$10,000 - 24,999	11.500%	PREVIOUS CHANGE: February 1, 2006
\$25,000 - 49,999	10.500%	
\$50,000 - 99,999	10.375%	
\$100,000 - 499,999	9.125%	
\$500,000 - 999,999	8.875%	
\$1,000,000 - 4,999,999	8.250%	
\$5,000,000 - 9,999,999	7.750%	
\$10,000,000 & over	7.500%	

STATEMENT OF YOUR ACCOUNT FOR MONTH ENDING APRIL 30, 2006

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Your Financial Advisor
JAMES M BARGETTO
SENIOR VICE PRESIDENT
MORGAN STANLEY
716 OCEAN STREET
SANTA CRUZ, CA 95060
(831) 457-4314

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

Account Number
136 022962 014

Householding Anniv. Date:
03/08/2003
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 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 DW Inc. 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 DW Inc., 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 DW Inc., 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.

This summary is not part of your account statement. It is for information purposes only and should not be used for tax preparation.

STATEMENT OF YOUR ACCOUNT FOR MONTH ENDING APRIL 30, 2006

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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	3 1/2	11-15-06	850,000	07-05-02	98.00873 98.00873	840,425.50 840,425.50	843,361.50	2,936.00	Long Term
US TSY NOTE	2 1/4	2-15-07	750,000	02-26-04	100.71647 100.19563	755,378.58 751,467.26	734,325.00	(17,142.26)	Long Term
US TSY NOTE	3 1/4	8-15-07	850,000	08-28-02	100.00601 100.16553	855,113.50 851,407.08	832,532.50	(18,874.58)	Long Term
US TSY NOTE	3.000	11-15-07	700,000	12-05-03	100.90600 100.36597	706,347.00 702,561.81	680,477.00	(22,084.81)	Long Term
US TSY NOTE	4 3/4	11-15-08	850,000	07-05-02	102.00687 101.15936	872,844.50 859,854.56	847,407.50	(12,447.06)	Long Term
US TSY NOTE	3.000	2-15-09	350,000	02-27-04	100.70600 100.41044	352,476.00 351,436.55	332,937.50	(18,499.05)	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	799,034.00	(50,971.00)	Long Term
Federal Agencies									
FNMA	4 3/8	10-15-06	1,200,000	07-05-02	100.00800 100.00800	1,209,605.00 1,209,605.00	1,195,872.00	(13,733.00)	Long Term
FNMA	5 3/4	2-15-08	925,000	07-05-02	106.00768 106.00768	987,615.94 987,615.94	934,536.75	(53,079.19)	Long Term
FHLMC MTN	3.000	3-24-08	1,300,000	04-04-03	99.00500 99.00500	1,293,505.00 1,293,505.00	1,250,379.00	(43,126.00)	Long 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 APRIL 30, 2006

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SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Unrealized Gain/(Loss)		Quantity	Date Acquired	Unit Cost		Total Cost		Market Value	Unrealized Gain/(Loss)	Additional Information
				Original / Adjusted*	Original / Adjusted*	Original / Adjusted*	Original / Adjusted*			
FNMA	3.270	6-16-09	450,000	03-12-04	99.87500 99.87500	449,442.50 449,442.50	425,673.00	(23,769.50)	Long Term	
FNMA	3 1/2	9-04-09	500,000	02-25-04	100.00000 100.00000	500,000.00 500,000.00	474,375.00	(25,625.00)	Long Term	
FNMA	2.900	10-14-09	500,000	01-25-05	99.00000 99.00000	495,005.00 495,005.00	489,375.00	(5,630.00)	Long Term	
FNMA	4.000	12-17-09	525,000	12-08-03	99.70000 99.70000	523,425.00 523,425.00	510,562.50	(12,862.50)	Long Term	
FFCB	4.950	2-01-10	100,000	11-28-05	99.88025 99.88025	99,880.25 99,880.25	98,313.00	(1,567.25)	Short Term	
FNMA	3.000	8-26-10	150,000	08-16-04	100.00000 100.00000	150,000.00 150,000.00	146,532.00	(3,468.00)	Long Term	
FNMA	4 3/4	12-02-10	250,000	11-07-05	100.00000 100.00000	250,000.00 250,000.00	246,095.00	(3,905.00)	Short Term	
FNMA	3 3/4	3-16-12	170,000	09-08-04	100.00000 100.00000	170,000.00 170,000.00	164,157.10	(5,842.90)	Long Term	
Certificates of Deposit**										
MIDFIRST BANK CD	3 1/4	9-05-06	95,000	08-28-02	100.00000 100.00000	95,000.00 95,000.00	94,433.80	(566.20)	Long Term	
CAPITAL JUMBO CD	4.550	9-04-07	100,000	08-28-02	100.00000 100.00000	100,000.00 100,000.00	98,820.00	(1,180.00)	Long Term	
IRWIN UNION BK CD	5.050	3-24-08	85,000	03-16-06	100.00000 100.00000	85,000.00 85,000.00	84,551.20	(448.80)	Short Term	

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***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 APRIL 30, 2006

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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	
FIRST BANK CA CD	4 1/4	4-28-08	90,000	04-15-05	100.00000 100.00000	90,000.00 90,000.00	88,156.80	(1,843.20)	Long Term
DISCOVER BANK CD	3 1/2	12-03-08	95,000	11-26-03	100.00000 100.00000	95,000.00 95,000.00	90,746.85	(4,253.15)	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	93,778.30	(1,221.70)	Short Term
WEBSTER BANK CD	3.300	3-03-09	95,000	02-25-04	100.00000 100.00000	95,000.00 95,000.00	89,841.50	(5,158.50)	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	89,841.50	(5,158.50)	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	90,333.60	(4,666.40)	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	82,923.45	(2,076.55)	Short Term
PROVIDIAN NATL CD	4.000	9-15-09	95,000	09-08-04	100.00000 100.00000	95,000.00 95,000.00	95,277.40	277.40	Long Term
COLE TAYLOR FID	4 1/8	11-24-09	95,000	05-10-04	100.00000 100.00000	95,000.00 95,000.00	92,663.95	(2,336.05)	Long Term
SOVEREIGN BK CD	4 1/4	12-09-09	95,000	05-18-04	100.00000 100.00000	95,000.00 95,000.00	93,655.75	(1,344.25)	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	90,797.20	(4,202.80)	Long Term
NEW SOUTH FSB CD	3 1/2	5-12-10	95,000	10-27-04	100.00000 100.00000	95,000.00 95,000.00	91,599.00	(3,401.00)	Long Term
CAROLINA FIRST CD	3 1/2	5-26-10	95,000	11-17-04	100.00000 100.00000	95,000.00 95,000.00	91,937.20	(3,062.80)	Long Term

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STATEMENT OF YOUR ACCOUNT FOR MONTH ENDING APRIL 30, 2006

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SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Unrealized Gain/(Loss)		Quantity	Date Acquired	Unit Cost		Total Cost		Market Value	Unrealized Gain/(Loss)	Additional Information
				Original / Adjusted*	Original / Adjusted*	Original / Adjusted*	Original / Adjusted*			
M&I BANK FSB FID	3 3/4	7-10-10	95,000	01-06-05	100.00000 100.00000	95,005.00 95,005.00	92,247.85	(2,757.15)	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	91,081.25	(3,918.75)	Short Term	
FRONTIER BANK FID	4 1/2	9-14-10	90,000	11-01-05	98.66302 98.66302	88,796.72 88,796.72	86,620.50	(2,176.22)	Short 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	91,884.95	(3,120.30)	Short 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	78,076.00	(1,924.00)	Short 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	81,239.60	(3,760.40)	Short Term	
Totals for positions with cost data available						\$13,374,443.42	\$12,986,453.00	(\$387,990.42)		
Total Market Value for all positions							\$12,986,453.00			

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".

Realized Gain/(Loss)	Quantity	Date Acquired	Date Sold	Total Cost		Proceeds	Realized Gain/(Loss)	Additional Information
				Original /	Adjusted*			
Long Term								
ALLSTATE BANK CD	2.100	3-27-06	45,000	03-20-03	01-05-06	45,000.00	44,735.55	(264.45) Long Term
BSB BANK & TR CD	2.650	8-29-06	35,000	08-26-03	02-22-06	35,000.00	34,577.55	(422.45) Long Term
BSB BANK & TR CD	2.650	8-29-06	60,000	08-26-03	03-16-06	60,000.00	59,309.55	(690.45) Long Term
Sub Total Long Term						\$140,000.00	\$138,622.65	(\$1,377.35)

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STATEMENT OF YOUR ACCOUNT FOR MONTH ENDING APRIL 30, 2006

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SAN LORENZO VALLEY WATER DIST
INVESTMENT BROKERAGE ACCT

Account Number
136 022962 014

Realized Gain/(Loss)	Quantity	Date Acquired	Date Sold	<u>Total Cost</u> Original / Adjusted*	Proceeds	Realized Gain/(Loss)	Additional Information
Totals for closing transactions with cost data available				\$140,000.00	\$138,622.65	(\$1,377.35)	
Total Proceeds					\$138,622.65		

Summary	<u>Short Term</u>	<u>Long Term</u>	<u>Total</u>
Unrealized gain.....	\$0.00	\$3,213.40	\$3,213.40
Unrealized (loss).....	(\$24,118.97)	(\$367,084.85)	(\$391,203.82)
Realized gain YTD.....	\$0.00	\$0.00	\$0.00
Realized (loss) YTD.....	\$0.00	(\$1,377.35)	(\$1,377.35)

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