

M E M O

TO: Board of Directors

FROM: Finance Manager

SUBJECT: INVESTMENT REPORT PERIOD ENDING OCTOBER 31, 2006

DATE: November 20, 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 October 31, 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

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



October, 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
10-13-2006	10-12-2006	QRD	1094908	SYSTEM	7,787.46
10-27-2006	10-26-2006	RW	1096949	KAREN ALVAREZ	- 20,000.00

Account Summary

Total Deposit :	7,787.46	Beginning Balance :	537,565.98
Total Withdrawal :	- 20,000.00	Ending Balance :	525,353.44

RECEIVED

NOV 13 2006

SAN LORENZO VALLEY
WATER DISTRICT

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)
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
May 2006	\$62,884,541	4.563	151
May 2005	\$61,691,707	2.856	170
Change	+\$1,192,834	+1.707	-19
June 2006	\$63,221,434	4.700	152
June 2005	\$62,955,506	2.967	165
Change	+\$265,928	+1.733	-13
July 2006	\$59,553,163	4.849	164
July 2005	\$55,782,241	3.083	183
Change	+\$3,770,922	+1.766	-19
August 2006	\$57,570,790	4.946	161
August 2005	\$52,830,344	3.179	183
Change	+\$4,740,446	+1.767	-22
September 2006	\$57,084,758	5.023	160
September 2005	\$51,811,038	3.324	169
Change	+\$5,273,720	+1.699	-9
October 2006	\$55,749,223	5.098	190
October 2005	\$50,410,419	3.458	177
Change	+\$5,338,804	+1.64	+13

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



LAIF CONFERENCE IS NOVEMBER 30
PLEASE CALL (916) 653-3001 TO RSVP

PMIA Performance Report

Date	Daily Yield	Quarter to Date Yield	Average Maturity (in days)
11/2/2006	5.11	5.10	196
11/3/2006	5.11	5.10	196
11/4/2006	5.11	5.10	196
11/5/2006	5.11	5.10	196
11/6/2006	5.11	5.10	195
11/7/2006	5.11	5.10	198
11/8/2006	5.11	5.10	197
11/9/2006	5.11	5.10	197
11/10/2006	5.11	5.10	197
11/11/2006	5.11	5.10	197
11/12/2006	5.11	5.10	197
11/13/2006	5.11	5.10	193
11/14/2006	5.11	5.10	193
11/15/2006	5.12	5.10	195

LAIF Performance Report

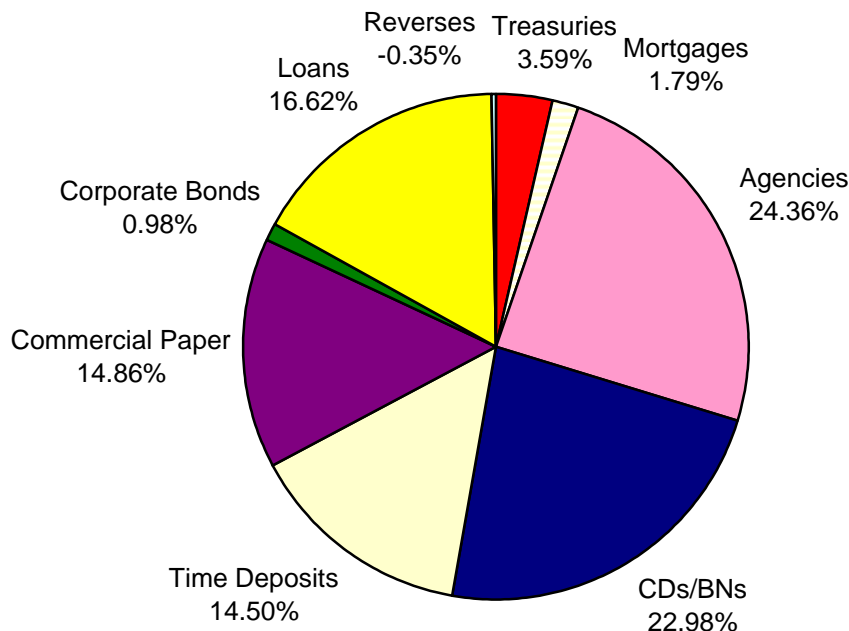
Quarter ending 9/30/06

Apportionment Rate: 4.93%
 Earnings Ratio: .00013498449593566
 Fair Value Factor: .999335402

PMIA Average Monthly Effective Yields

October 2006 5.098%
 September 2006 5.023%
 August 2006 4.946%

Pooled Money Investment Account
Portfolio Composition
\$59.9 Billion
10/31/06



POOLED MONEY INVESTMENT ACCOUNT

SUMMARY OF INVESTMENT DATA

A COMPARISON OF SEPTEMBER 2006 WITH SEPTEMBER 2005 (DOLLARS IN THOUSANDS)

	SEPTEMBER 2006	SEPTEMBER 2005	CHANGE
Average Daily Portfolio	\$ 57,084,758	\$ 51,811,038	\$ +5,273,720
Accrued Earnings	\$ 235,692	\$ 141,537	\$ +94,155
Effective Yield	5.023	3.324	+1.699
Average Life-Month End (In Days)	160	169	-9
Total Security Transactions			
Amount	\$ 24,108,292	\$ 23,181,408	\$ +926,884
Number	507	482	+25
Total Time Deposit Transactions			
Amount	\$ 2,735,500	\$ 2,105,500	\$ +630,000
Number	162	148	+14
Average Workday Investment Activity	\$ 1,342,190	\$ 1,204,138	\$ +138,052
Prescribed Demand Account Balances			
For Services	\$ 266,120	\$ 341,004	\$ -74,884
For Uncollected Funds	\$ 191,772	\$ 156,921	\$ +34,851

**PHIL ANGELIDES
TREASURER
STATE OF CALIFORNIA**

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

September 30, 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	\$ 2,256,116	3.87	+0.68
Bonds	0	0.00	0.00
Notes	299,765	0.51	-1.07
Strips	0	0.00	0.00
Total Government	\$ 2,555,881	4.38	-0.39
Federal Agency Coupons	\$ 9,342,383	16.00	-0.59
Certificates of Deposit	11,835,065	20.27	-0.36
Bank Notes	1,250,039	2.14	-0.23
Bankers' Acceptances	0	0.00	0.00
Repurchases	0	0.00	0.00
Federal Agency Discount Notes	7,553,500	12.94	+0.20
Time Deposits	8,063,495	13.81	-0.35
GNMAs	232	0.00	0.00
Commercial Paper	8,872,727	15.20	+3.51
FHLMC/Remics	633,818	1.09	-0.04
Corporate Bonds	557,024	0.96	-0.33
AB 55 Loans	8,109,326	13.89	-0.74
GF Loans	0	0.00	0.00
Reversed Repurchases	-395,600	-0.68	-0.68
Total (All Types)	\$ 58,377,890	100.00	

INVESTMENT ACTIVITY

	SEPTEMBER 2006		AUGUST 2006	
	<u>NUMBER</u>	<u>AMOUNT</u>	<u>NUMBER</u>	<u>AMOUNT</u>
Pooled Money	507	\$ 24,108,292	508	\$ 24,426,165
Other	14	94,503	5	5,244
Time Deposits	162	2,735,500	186	4,331,000
Totals	683	\$ 26,938,295	699	\$ 28,762,409
 PMIA Monthly Average Effective Yield	 5.023		 4.946	
Year to Date Yield Last Day of Month	4.937		4.897	

Pooled Money Investment Account
Portfolio Composition
\$58.4 Billion
09/30/06

