

**City of Sacramento**  
**Treasurer's Office**  
**Thomas P. Friery, City Treasurer**  
**City General Pool A**

**Monthly Review – October 2007**

**STRATEGY**

The Fund seeks to maximize the level of current income consistent with the preservation of principal while meeting the liquidity needs of the City and the pooled investors. The Fund is invested pursuant to the prudent person standards and the California Code Section 53601 (GC 53601).

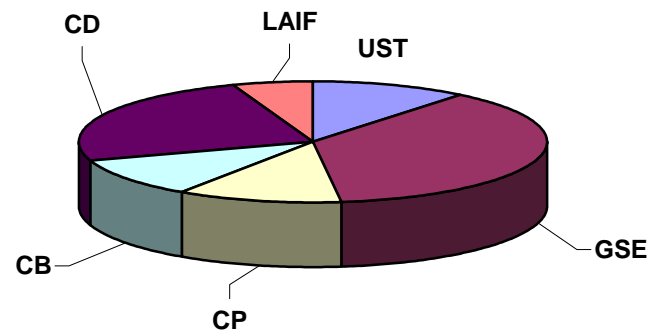
**PORTFOLIO STATISTICS**

Portfolio's Beginning Balance	\$740,407,573
Earned Interest Yield for the Month	5.30%
Weighted Average Maturity (Yrs)	0.9
Estimated Duration (Yrs)	0.8
Historical Book Value	\$736,168,862
Month-End Market Value	\$745,129,774
Percent of Market to Book Value	101.22%

External third party Investment Managers

State Treasurer's Office (LAIF)	\$ 40,000,000
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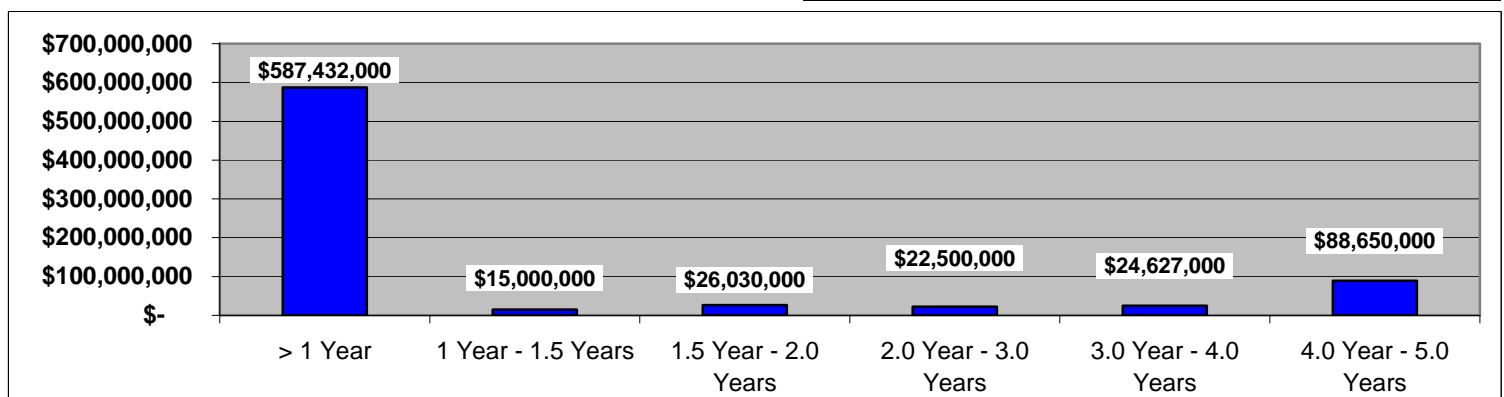
**PORTFOLIO BY ASSET CLASS**



**MATURITY SCHEDULE**

Maturity	Face	%
> 1 Year	\$ 587,432,000	76.86%
1 Year - 1.5 Years	\$ 15,000,000	1.96%
1.5 Year - 2.0 Years	\$ 26,030,000	3.41%
2.0 Year - 3.0 Years	\$ 22,500,000	2.94%
3.0 Year - 4.0 Years	\$ 24,627,000	3.22%
4.0 Year - 5.0 Years	\$ 88,650,000	11.60%
<b>Total</b>	<b>\$ 764,239,000</b>	<b>100.00%</b>

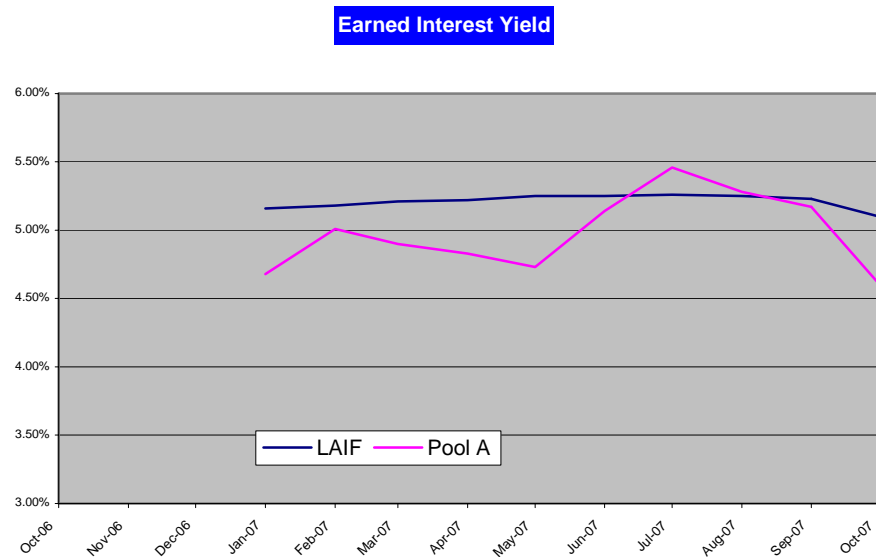
Investment Description	Portfolio at Cost	Yield at Month End
<b>US Agency and Treasury Notes:</b>		
US Treasury Notes (UST)	10.90%	3.43%
US Agency Notes (GSE)	37.06%	5.21%
<b>Subtotal Agency/Notes</b>	<b>47.96%</b>	<b>4.82%</b>
<b>Commercial Paper (CP)</b>	<b>11.24%</b>	<b>5.21%</b>
<b>Certificates of Deposit (CD)</b>	<b>24.49%</b>	<b>5.18%</b>
<b>LAIF</b>	<b>5.41%</b>	<b>5.14%</b>
<b>Corporate Bonds (CB)</b>	<b>10.69%</b>	<b>5.07%</b>



## MONTHLY HIGHLIGHTS

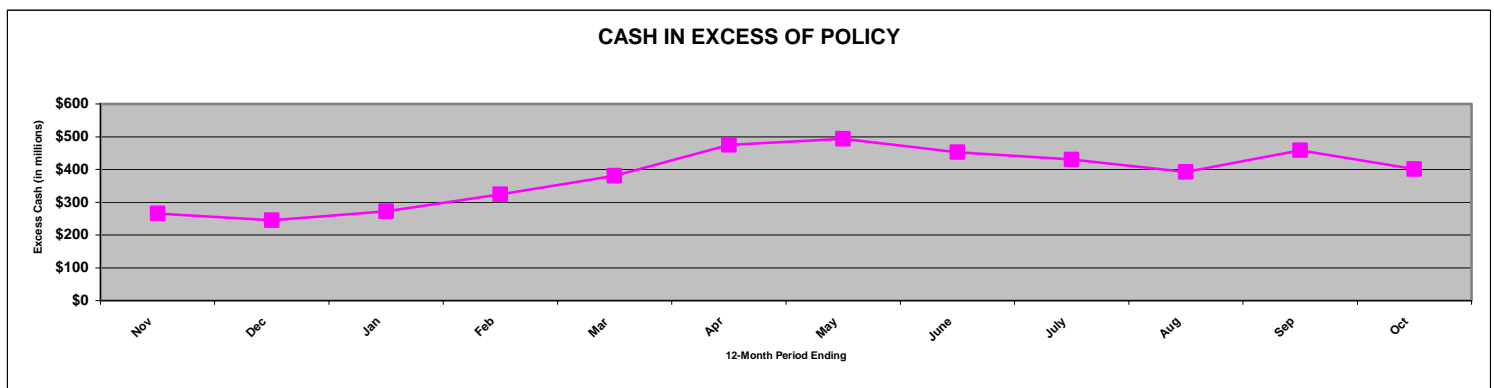
U.S. fixed income markets rose as the Federal Reserve Board cut the fed funds rate by 25 basis points, following last month's 50 bps cut. The deteriorating housing market and mortgage related woes continued to outweigh inflation concerns. The front-end of the curve which is affected most by monetary policy realized the most downward pressure with two and three year Treasuries yielding less than 4 percent. During the month the Pool had net cash inflows of about \$23 million predominantly due to the sale of securities from the SCERS equity portfolios. This cash was invested in short-term securities given the nature of the cash. During the month we sold about \$13M of 3 year Treasury securities and booked a profit of \$164k. The bonds had an average weighted yield of 4.15% and the proceeds were reinvested with a shorter life at 4.60%

Earned Interest Yield		
Month	Pool A	LAIF
Oct-06	4.61%	5.10%
Nov-06	5.16%	5.13%
Dec-06	4.82%	5.13%
Jan-07	4.68%	5.16%
Feb-07	5.01%	5.18%
Mar-07	4.90%	5.21%
Apr-07	4.83%	5.22%
May-07	4.73%	5.25%
Jun-07	5.14%	5.25%
Jul-07	5.46%	5.26%
Aug-07	5.28%	5.25%
Sep-07	5.17%	5.23%
Oct-07	5.30%	5.14%



## CASH IN EXCESS OF POLICY (IN MILLIONS)

12 Months Ending	May	Jun	Jul	Aug	Sep	Oct
Excess Cash	\$ 493.457	\$ 452.230	\$ 430.217	\$ 392.550	\$ 458.074	\$ 401.237



City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool A*  
**City General Pool**  
 October 31, 2007

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
<b>CASH AND EQUIVALENTS</b>														
	cashbofa	B Of A Cash		2,174,341.80		2,174,341.80		2,174,341.80	0.29	3.044	66,183	3.04		
	fidfund	Fidelity Fund		78,909.26		78,909.26		78,909.26	0.01	4.220	3,330	4.22		
	laifa	Local Agency Investment Fund, Pool A		40,000,000.00		40,000,000.00		40,000,000.00	5.41	5.137	2,054,800	5.14		
	miscintrec	Misc Interest Receivable		210,695.29		210,695.29		210,695.29	0.03	4.000	8,428	4.00		
	sweep	Overnight Sweep		354,006.85		354,006.85		354,006.85	0.05	3.044	10,775	3.04		
	payab	Payables (Buy Trades)		-26,355,550.00		-26,355,550.00		-26,355,550.00	-3.57	0.000	0	0.00		
				16,462,403.20		16,462,403.20		16,462,403.20	2.23		2,143,516	13.02		
<b>CERTIFICATES OF DEPOSIT</b>														
10,000,000	06050g2j8	Bank of America CD 4.700% Due 11-01-07	100.00	10,000,000.00	100.00	10,000,005.00	9,138.89	10,009,143.89	1.35	4.700	470,000	4.70	A1	P1
15,000,000	06050gl40	Bank of America CD 5.300% Due 11-06-07	100.00	15,000,000.00	100.01	15,001,282.50	344,500.00	15,345,782.50	2.03	5.300	795,000	5.30	A1	P1
20,000,000	06050gq29	Bank of America CD 5.320% Due 11-13-07	100.00	20,000,000.00	100.02	20,004,220.00	236,444.44	20,240,664.44	2.71	5.320	1,064,000	5.32	A1	P1
15,100,000	90333uvx7	US Bank CD 5.320% Due 11-13-07	100.00	15,100,000.00	100.02	15,103,186.10	178,515.56	15,281,701.66	2.04	5.320	803,320	5.32	A1	P1
4,700,000	06050yma6	Bank of America CD 5.360% Due 11-19-07	100.00	4,700,000.00	100.02	4,700,846.00	50,384.00	4,751,230.00	0.64	5.360	251,920	5.36	A1	P1
20,000,000	0727m6ag5	Bayerische Landesbk NY 5.330% Due 11-20-07	100.00	20,000,918.52	100.03	20,006,412.00	307,955.56	20,314,367.56	2.71	5.330	1,066,000	5.33	A1	P1
12,500,000	06050gl81	Bank of America CD 5.260% Due 12-11-07	100.00	12,500,000.00	100.02	12,502,965.00	255,694.44	12,758,659.44	1.69	5.260	657,500	5.26	A1	P1
10,000,000	0556m2d66	BNP Paribas 5.350% Due 12-13-07	100.00	10,000,494.89	100.04	10,003,527.00	209,541.67	10,213,068.67	1.35	5.350	535,000	5.35	A1	P1
11,000,000	06050ymu2	Bank of America CD 5.400% Due 12-17-07	100.00	11,000,000.00	100.07	11,007,480.00	74,250.00	11,081,730.00	1.49	5.400	594,000	5.40	A1+	P1
10,000,000	97180py22	Wilmington Trust Company 5.360% Due 12-27-07	100.00	10,000,463.23	100.05	10,005,121.00	171,222.22	10,176,343.22	1.35	5.360	536,000	5.36	A1	P1
5,000,000	0636q0kq4	Bank of Montreal Chicago 5.180% Due 12-28-07	100.00	4,999,991.31	100.03	5,001,678.50	20,863.89	5,022,542.39	0.68	5.180	259,000	5.18	A1	P1
5,100,000	22536fcc5	Credit Industry and Commerce 5.300% Due 01-09-08	99.93	5,096,265.48	100.03	5,101,633.53	222,246.67	5,323,880.20	0.69	5.300	270,300	5.30	A1+	P1
15,000,000	06479edj4	Bank of Scotland 4.950% Due 02-01-08	100.05	15,007,147.80	100.02	15,002,934.00	12,375.00	15,015,309.00	2.03	4.950	742,500	4.95	A1+	P1
6,800,000	90263kw95	UBS AG Stamford Ct 5.490% Due 02-14-08	100.02	6,801,129.83	100.17	6,811,549.12	49,776.00	6,861,325.12	0.92	5.490	373,320	5.48	A1+	P1
15,000,000	90263k3h9	UBS AG Stamford Ct 5.110% Due 03-03-08	99.99	14,999,189.55	100.09	15,013,045.50	74,520.83	15,087,566.33	2.03	5.110	766,500	5.11	A1+	P1
10,000,000	06050g2d1	Bank of America CD 4.840% Due 03-11-08	100.00	10,000,000.00	100.00	10,000,080.00	17,477.78	10,017,557.78	1.35	4.840	484,000	4.84	A1	P1
8,000,000	90333uxy3	US Bank CD 4.610% Due 03-25-08	100.00	8,000,000.00	99.91	7,992,999.20	1,024.44	7,994,023.64	1.08	4.610	368,800	4.61	A1	P1
2,500,000	90333uur1	US Bank CD 5.380% Due 06-01-09	100.00	2,500,000.00	101.49	2,537,362.75	57,909.72	2,595,272.47	0.34	5.380	134,500	5.30	A1	P1
				195,705,600.61		195,796,327.20	2,293,841.11	198,090,168.31	26.49		10,171,660	5.20		

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool A*  
**City General Pool**  
*October 31, 2007*

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
<b>COMMERCIAL PAPER</b>														
Not Classified														
5,300,000	36959jy15	General Electric Capital Corp 4.600% Due 11-01-07	99.99	5,299,322.78	99.99	5,299,218.25	0.00	5,299,218.25	0.72	4.600	243,800	4.60	A1	P1
13,900,000	89233hy57	Toyota Motor Credit Corp 4.630% Due 11-05-07	99.92	13,888,463.58	99.93	13,890,860.75	0.00	13,890,860.75	1.88	4.630	643,570	4.63	A1	P1
2,200,000	0660p1y19	Bank of America Corp 5.350% Due 11-20-07	98.59	2,168,940.28	99.74	2,194,211.36	0.00	2,194,211.36	0.30	5.350	117,700	5.36	A1	P1
6,400,000	03948hyt2	Archer Daniels 4.780% Due 11-27-07	99.38	6,360,060.44	99.65	6,377,840.00	0.00	6,377,840.00	0.86	4.780	305,920	4.80	A1	P1
25,000,000	14177uyw5	Cargill Global Fund 5.490% Due 11-30-07	98.47	24,618,750.00	99.62	24,903,875.00	0.00	24,903,875.00	3.37	5.490	1,372,500	5.51	A1	P1
5,500,000	87019sz49	Swedbank 5.030% Due 12-04-07	99.26	5,459,270.97	99.55	5,475,448.00	0.00	5,475,448.00	0.74	5.030	276,650	5.05	A1	P1
7,600,000	0660p0ae3	Bank of America Corp 5.000% Due 01-14-08	98.74	7,503,944.44	99.02	7,525,288.20	0.00	7,525,288.20	1.02	5.000	380,000	5.05	A1	P1
5,000,000	0660p0af0	Bank of America Corp 4.890% Due 01-15-08	98.80	4,940,233.33	99.00	4,950,160.00	0.00	4,950,160.00	0.67	4.890	244,500	4.94	A1	P1
12,600,000	36959har8	General Electric Capital Corp 4.800% Due 01-25-08	98.45	12,405,120.00	98.89	12,460,318.92	0.00	12,460,318.92	1.69	4.800	604,800	4.85	A1	P1
				<u>82,644,105.82</u>		<u>83,077,220.48</u>	<u>0.00</u>	<u>83,077,220.48</u>	<u>11.24</u>		<u>4,189,440</u>	<u>5.04</u>		
				82,644,105.82		83,077,220.48	0.00	83,077,220.48	11.24		4,189,440	5.04		
<b>GOVT AGENCY DISCOUNT PAPER</b>														
Not Classified														
5,000,000	313384ny1	Federal Home Loan Bank 5.120% Due 11-07-07	98.79	4,939,555.56	99.93	4,996,500.00	0.00	4,996,500.00	0.68	5.120	256,000	5.12	AAA	AAA
5,600,000	313396pa5	Freddie Mac 5.045% Due 11-09-07	96.08	5,380,262.22	99.90	5,594,400.00	0.00	5,594,400.00	0.76	5.045	282,520	5.05	AAA	AAA
30,000,000	313396pe7	Freddie Mac 5.060% Due 11-13-07	97.44	29,232,566.67	99.85	29,955,000.00	0.00	29,955,000.00	4.05	5.060	1,518,000	5.07	AAA	AAA
5,900,000	313384pq6	Federal Home Loan Bank 4.370% Due 11-23-07	99.66	5,879,946.56	99.73	5,884,070.00	0.00	5,884,070.00	0.80	4.370	257,830	4.38	AAA	AAA
10,000,000	313588qc2	Fannie Mae 5.115% Due 12-05-07	97.50	9,749,933.33	99.59	9,959,000.00	0.00	9,959,000.00	1.35	5.115	511,500	5.14	AAA	AAA
18,900,000	313396qh9	Freddie Mac 5.100% Due 12-10-07	97.43	18,413,845.96	99.53	18,811,170.00	0.00	18,811,170.00	2.54	5.100	963,900	5.12	AAA	AAA
10,000,000	313588rv9	Fannie Mae 5.010% Due 01-15-08	95.14	9,514,308.33	99.11	9,911,000.00	0.00	9,911,000.00	1.34	5.010	501,000	5.05	AAA	AAA
14,660,000	313396uw1	Freddie Mac 4.760% Due 03-28-08	97.04	14,225,803.38	98.26	14,404,916.00	0.00	14,404,916.00	1.95	4.760	697,816	4.84	AAA	AAA
				<u>97,336,222.01</u>		<u>99,516,056.00</u>	<u>0.00</u>	<u>99,516,056.00</u>	<u>13.46</u>		<u>4,988,566</u>	<u>5.01</u>		
				97,336,222.01		99,516,056.00	0.00	99,516,056.00	13.46		4,988,566	5.01		
<b>U.S. GOVERNMENT BONDS</b>														
Not Classified														
10,000,000	912828er7	U.S. Treasury Note 4.375% Due 12-31-07	99.99	9,999,218.75	100.04	10,003,900.00	147,418.48	10,151,318.48	1.35	4.375	437,500	4.37	AAA	AAA

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool A*  
**City General Pool**  
*October 31, 2007*

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
3,000,000	912828dk3	U.S. Treasury Note 3.375% Due 02-15-08	99.33	2,979,843.75	99.79	2,993,670.00	21,460.60	3,015,130.60	0.41	3.375	101,250	3.38	AAA	AAA
15,000,000	912828az3	U.S. Treasury Note 2.625% Due 05-15-08	101.67	15,250,781.25	99.19	14,879,250.00	181,895.38	15,061,145.38	2.01	2.625	393,750	2.65	AAA	AAA
8,000,000	912828ec0	U.S. Treasury Note 4.125% Due 08-15-08	100.21	8,016,796.88	99.96	7,996,880.00	69,945.65	8,066,825.65	1.08	4.125	330,000	4.13	AAA	AAA
15,000,000	912828bk5	U.S. Treasury Note 3.125% Due 09-15-08	99.07	14,860,937.50	99.19	14,878,125.00	60,525.41	14,938,650.41	2.01	3.125	468,750	3.15	AAA	AAA
10,000,000	912828bm1	U.S. Treasury Note 3.125% Due 10-15-08	98.58	9,857,812.50	99.13	9,913,300.00	14,515.03	9,927,815.03	1.34	3.125	312,500	3.15	AAA	AAA
10,000,000	912828bq2	U.S. Treasury Note 3.375% Due 11-15-08	99.37	9,937,500.00	99.35	9,935,200.00	155,910.33	10,091,110.33	1.34	3.375	337,500	3.40	AAA	AAA
10,000,000	912828bt6	U.S. Treasury Note 3.375% Due 12-15-08	99.34	9,934,375.00	99.30	9,930,500.00	128,176.23	10,058,676.23	1.34	3.375	337,500	3.40	AAA	AAA
				80,837,265.63		80,530,825.00	779,847.10	81,310,672.10	10.90		2,718,750	3.38		
				80,837,265.63		80,530,825.00	779,847.10	81,310,672.10	10.90		2,718,750	3.38		
<b>FEDERAL HOME LOAN BANK</b>														
Not Classified														
5,000,000	3133xdqw4	Federal Home Loan Bank 5.000% Due 11-23-07	100.00	5,000,000.00	100.00	5,000,000.00	109,722.22	5,109,722.22	0.68	5.000	250,000	5.00	AAA	AAA
5,000,000	3133xe5k1	Federal Home Loan Bank 4.625% Due 01-18-08	99.88	4,994,000.00	99.97	4,998,437.50	66,163.19	5,064,600.69	0.68	4.625	231,250	4.63	AAA	AAA
10,000,000	3133xjr75	Federal Home Loan Bank 5.125% Due 01-24-08	99.88	9,988,000.00	100.09	10,009,375.00	138,090.28	10,147,465.28	1.35	5.125	512,500	5.12	AAA	AAA
10,000,000	3133xakc0	Federal Home Loan Bank 4.500% Due 02-15-08	99.31	9,931,100.00	99.94	9,993,750.00	95,000.00	10,088,750.00	1.35	4.500	450,000	4.50	AAA	Aaa
10,000,000	3133xbfd2	Federal Home Loan Bank 4.500% Due 04-11-08	100.53	10,053,125.00	99.94	9,993,750.00	25,000.00	10,018,750.00	1.35	4.500	450,000	4.50	AAA	AAA
5,000,000	3133xcfh1	Federal Home Loan Bank 3.875% Due 08-22-08	98.20	4,910,000.00	99.47	4,973,437.50	37,135.42	5,010,572.92	0.67	3.875	193,750	3.90	AAA	AAA
10,000,000	3133xmuu3	Federal Home Loan Bank 4.570% Due 11-28-08	100.00	10,000,000.00	99.97	9,996,875.00	1,269.44	9,998,144.44	1.35	4.570	457,000	4.57	AAA	AAA
6,000,000	3133xhfa5	Federal Home Loan Bank 5.000% Due 10-16-09	99.03	5,941,800.00	100.44	6,026,250.00	12,500.00	6,038,750.00	0.82	5.000	300,000	4.98	AAA	AAA
5,000,000	3133xcvq3	Federal Home Loan Bank 5.000% Due 02-25-10	100.00	5,000,000.00	100.03	5,001,562.50	45,833.33	5,047,395.83	0.68	5.000	250,000	5.00	AAA	AAA
5,000,000	3133xcqz9	Federal Home Loan Bank 4.375% Due 09-17-10	98.80	4,940,000.00	99.91	4,995,312.50	26,736.11	5,022,048.61	0.68	4.375	218,750	4.38	AAA	AAA
6,000,000	3133xk2v6	Federal Home Loan Bank 5.625% Due 03-01-12	99.98	5,998,800.00	100.09	6,005,625.00	56,250.00	6,061,875.00	0.81	5.625	337,500	5.62	AAA	AAA
3,500,000	3133xksc0	Federal Home Loan Bank 5.625% Due 05-08-12	99.88	3,495,800.00	100.03	3,501,093.75	94,609.37	3,595,703.12	0.47	5.625	196,875	5.62	AAA	AAA
15,000,000	3133xkqp3	Federal Home Loan Bank 5.700% Due 05-17-12	99.86	14,979,000.00	100.06	15,009,375.00	389,500.00	15,398,875.00	2.03	5.700	855,000	5.70	AAA	AAA
5,000,000	3133xkwn1	Federal Home Loan Bank 5.700% Due 05-17-12	99.94	4,996,900.00	100.06	5,003,125.00	129,833.33	5,132,958.33	0.68	5.700	285,000	5.70	AAA	AAA
5,650,000	3133xkvg7	Federal Home Loan Bank 5.550% Due 05-30-12	99.81	5,639,547.50	100.06	5,653,531.25	131,527.29	5,785,058.54	0.76	5.550	313,575	5.55	AAA	AAA

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool A*  
**City General Pool**  
*October 31, 2007*

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
2,100,000	3133xky66	Federal Home Loan Bank 5.625% Due 06-14-12	99.80	2,095,758.00	100.12	2,102,625.00	44,953.12	2,147,578.12	0.28	5.625	118,125	5.62	AAA	AAA
10,000,000	3133xmsk8	Federal Home Loan Bank 5.150% Due 10-29-12	100.00	10,000,000.00	99.94	9,993,750.00	2,861.11	9,996,611.11	1.35	5.150	515,000	5.15	AAA	AAA
				<u>117,963,830.50</u>		<u>118,257,875.00</u>	<u>1,406,984.24</u>	<u>119,664,859.24</u>	<u>16.00</u>		<u>5,934,325</u>	<u>5.02</u>		
				117,963,830.50		118,257,875.00	1,406,984.24	119,664,859.24	16.00		5,934,325	5.02		
<b>FEDERAL NATIONAL MORTGAGE ASSN. (FNMA)</b>														
Not Classified														
4,500,000	31359m2h5	Fannie Mae 5.150% Due 11-21-07	99.95	4,497,705.00	100.03	4,501,406.25	103,000.00	4,604,406.25	0.61	5.150	231,750	5.15	AAA	AAA
20,535,000	31359mu92	Fannie Mae 5.400% Due 02-01-08	100.13	20,561,695.50	100.16	20,567,085.94	277,222.50	20,844,308.44	2.78	5.400	1,108,890	5.39	AAA	Aaa
5,000,000	31359mg49	Fannie Mae 5.000% Due 02-27-08	99.84	4,991,900.00	100.09	5,004,687.50	44,444.44	5,049,131.94	0.68	5.000	250,000	5.00	AAA	AAA
2,500,000	31398aaf9	Fannie Mae 4.900% Due 11-03-08	99.62	2,490,400.00	100.41	2,510,156.25	60,569.44	2,570,725.69	0.34	4.900	122,500	4.88	AAA	Aaa
5,000,000	31359m5w9	Fannie Mae 5.550% Due 03-15-10	99.99	4,999,500.00	100.12	5,006,250.00	35,458.33	5,041,708.33	0.68	5.550	277,500	5.54	AAA	AAA
2,500,000	31359mc76	Fannie Mae 4.500% Due 06-01-10	98.35	2,458,725.00	100.16	2,503,906.25	46,875.00	2,550,781.25	0.34	4.500	112,500	4.49	AAA	Aaa
6,300,000	31398ajr4	Fannie Mae 5.125% Due 11-05-12	100.00	6,300,000.00	100.00	6,300,000.00	0.00	6,300,000.00	0.85	5.125	322,875	5.12	AAAe	AAA
				<u>46,299,925.50</u>		<u>46,393,492.19</u>	<u>567,569.72</u>	<u>46,961,061.91</u>	<u>6.28</u>		<u>2,426,015</u>	<u>5.23</u>		
				46,299,925.50		46,393,492.19	567,569.72	46,961,061.91	6.28		2,426,015	5.23		
<b>FEDERAL HOME LOAN MORTGAGE CORP. (FHLMC)</b>														
Not Classified														
7,000,000	3128x53m8	Freddie Mac 5.550% Due 04-16-12	99.78	6,984,670.00	100.43	7,030,170.00	16,187.50	7,046,357.50	0.95	5.550	388,500	5.53	AAA	AAA
3,100,000	3128x6ak2	Freddie Mac 5.650% Due 05-23-12	99.94	3,098,140.00	100.58	3,118,104.00	76,871.39	3,194,975.39	0.42	5.650	175,150	5.62	AAA	AAA
				<u>10,082,810.00</u>		<u>10,148,274.00</u>	<u>93,058.89</u>	<u>10,241,332.89</u>	<u>1.37</u>		<u>563,650</u>	<u>5.55</u>		
				10,082,810.00		10,148,274.00	93,058.89	10,241,332.89	1.37		563,650	5.55		
<b>FEDERAL FARM CREDIT BANK - FRMMT</b>														
Not Classified														
5,000,000	31331xu42	Federal Farm Credit Bank 5.850% Due 08-08-12	99.95	4,997,500.00	100.03	5,001,562.50	67,437.50	5,069,000.00	0.68	5.850	292,500	5.85	AAA	AAA
				<u>4,997,500.00</u>		<u>5,001,562.50</u>	<u>67,437.50</u>	<u>5,069,000.00</u>	<u>0.68</u>		<u>292,500</u>	<u>5.85</u>		
				4,997,500.00		5,001,562.50	67,437.50	5,069,000.00	0.68		292,500	5.85		
<b>CORPORATE BONDS</b>														
FINANCIAL														
3,525,000	172967bs9	Citigroup Inc 3.500% Due 02-01-08	98.27	3,463,985.88	99.62	3,511,569.75	30,843.75	3,542,413.50	0.48	3.500	123,375	3.51	AA	AA1
5,000,000	1491212q3	Caterpillar Finl Svcs Mtns BE 4.350% Due 03-04-09	97.90	4,894,900.00	99.05	4,952,400.00	34,437.50	4,986,837.50	0.67	4.350	217,500	4.39	A	A2

City of Sacramento  
**PORTFOLIO APPRAISAL**  
*Pool A*  
**City General Pool**  
*October 31, 2007*

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Price	Market Value	Accrued Interest	Market Value + Accrd. Int.	Pct. Assets	Unit Income	Annual Income	Cur. Yield	S & P	Moody
4,400,000	36962gr48	General Electric Capital Corp Mtn Be 4.125% Due 09-01-09	97.43	4,287,096.00	99.00	4,356,044.00	30,250.00	4,386,294.00	0.59	4.125	181,500	4.17	AAA	Aaa
8,130,000	45974vzn1	International Lease Fin Mtn Be 4.375% Due 11-01-09	97.55	7,930,571.10	99.29	8,072,520.90	15,808.33	8,088,329.23	1.09	4.375	355,687	4.41	AA-	A1
5,000,000	88579eab1	3m Company 5.125% Due 11-06-09	100.95	5,047,750.00	101.22	5,061,100.00	124,565.97	5,185,665.97	0.68	5.125	256,250	5.06	AA	AA1
5,000,000	89233pwf9	Toyota Motor Credit Corp 5.125% Due 01-11-11	100.00	5,000,000.00	99.97	4,998,437.50	80,434.03	5,078,871.53	0.68	5.125	256,250	5.13	AAA	AAA
5,000,000	68402lae4	Oracle Corp 5.000% Due 01-15-11	99.13	4,956,750.00	100.11	5,005,700.00	73,611.11	5,079,311.11	0.68	5.000	250,000	4.99	A	A2
1,627,000	172967dh1	Citigroup Inc 5.125% Due 02-14-11	99.79	1,623,518.22	100.08	1,628,252.79	17,834.86	1,646,087.65	0.22	5.125	83,384	5.12	AA	AA1
5,000,000	89233pxq4	Toyota Motor Credit Corp 5.250% Due 03-24-11	100.00	5,000,000.00	100.05	5,002,400.00	26,979.17	5,029,379.17	0.68	5.250	262,500	5.25	AAA	AAA
5,000,000	36962gz56	General Electric Capital Corp 5.500% Due 11-15-11	100.00	5,000,000.00	100.21	5,010,750.00	126,805.56	5,137,555.56	0.68	5.500	275,000	5.49	AAA	AAA
5,000,000	713448bf4	Pepsico Inc 5.150% Due 05-15-12	99.95	4,997,650.00	101.37	5,068,350.00	114,444.44	5,182,794.44	0.69	5.150	257,500	5.08	A+	AA2
5,000,000	084664au5	Berkshire Hathaway 5.125% Due 09-15-12	99.89	4,994,350.00	99.97	4,998,650.00	29,895.83	5,028,545.83	0.68	5.125	256,250	5.13	AAA	AAA
5,000,000	06406hbe8	Bank of New York Mellon 4.950% Due 11-01-12	99.90	4,994,950.00	99.08	4,954,235.00	0.00	4,954,235.00	0.67	4.950	247,500	5.00	A+e	AA2
5,000,000	38144lac4	Goldman Sachs Group Inc 5.450% Due 11-01-12	101.21	5,060,600.00	100.60	5,029,825.00	9,840.28	5,039,665.28	0.68	5.450	272,500	5.42	AA-e	AA3
				67,252,121.20		67,650,234.94	715,750.83	68,365,985.77	9.15		3,295,196	4.87		
				67,252,121.20		67,650,234.94	715,750.83	68,365,985.77	9.15		3,295,196	4.87		
<b>VARIABLE RATE SECURITIES</b>														
Not Classified														
3,612,000	41659eaf4	Hartford Life Global Fund 3.440% Due 03-15-08	99.31	3,587,077.20	99.42	3,590,978.16	5,522.22	3,596,500.38	0.49	3.440	124,250	3.46	AA-	AA3
5,000,000	61745etc5	Morgan Stanley 4.314% Due 09-02-08	100.00	5,000,000.00	98.37	4,918,750.00	17,377.77	4,936,127.77	0.67	4.314	215,724	4.39	AA-	AA3
5,000,000	3133xc6f5	Federal Home Loan Bank 5.250% Due 06-30-10	100.00	5,000,000.00	100.70	5,034,900.00	22,604.17	5,057,504.17	0.68	5.250	262,500	5.21	AAA	AAA
3,000,000	59018yw11	Merrill Lynch & Co. 3.976% Due 12-14-10	100.00	3,000,000.00	92.50	2,775,000.00	5,881.89	2,780,881.89	0.38	3.976	119,272	4.30	A+	A1
				16,587,077.20		16,319,628.16	51,386.04	16,371,014.20	2.21		721,746	4.42		
				16,587,077.20		16,319,628.16	51,386.04	16,371,014.20	2.21		721,746	4.42		
<b>TOTAL PORTFOLIO</b>				<b>736,168,861.67</b>		<b>739,153,898.66</b>	<b>5,975,875.43</b>	<b>745,129,774.09</b>	<b>100.00</b>		<b>37,445,363</b>	<b>5.07</b>		