

City of Sacramento
Treasurer's Office
 Thomas P. Friery, City Treasurer
Sacramento Housing & Redevelopment Agency (SHRA)

Monthly Review – June 2007

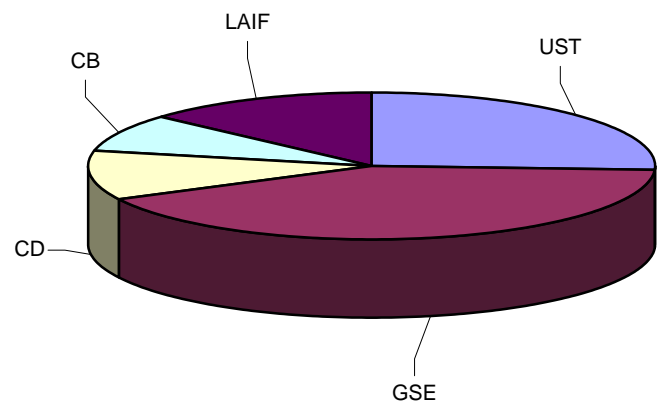
STRATEGY

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

PORTFOLIO STATISTICS

Portfolio's Beginning Balance	\$292,386,287
Earned Interest Yield for the Month	5.11%
Weighted Average Maturity (Yrs)	1.5
Estimated Duration (Yrs)	1.4
Historical Book Value	\$288,984,686
Month-End Market Value	\$291,650,351
Percent of Market to Book Value	100.92%

PORTFOLIO BY ASSET CLASS



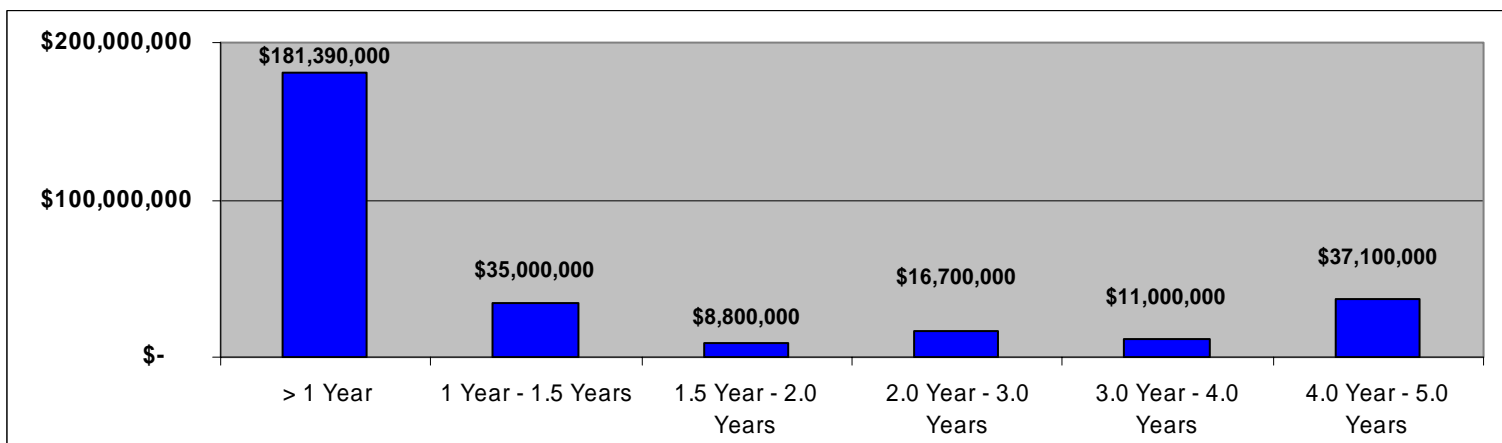
External third party Investment Managers

State Treasurer's Office (LAIF)	\$ 38,290,000
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MATURITY SCHEDULE (POOL D)

Maturity	Face	%
> 1 Year	\$ 181,390,000	62.55%
1 Year - 1.5 Years	\$ 35,000,000	12.07%
1.5 Year - 2.0 Years	\$ 8,800,000	3.03%
2.0 Year - 3.0 Years	\$ 16,700,000	5.76%
3.0 Year - 4.0 Years	\$ 11,000,000	3.79%
4.0 Year - 5.0 Years	\$ 37,100,000	12.79%
Total	\$ 289,990,000	100.00%

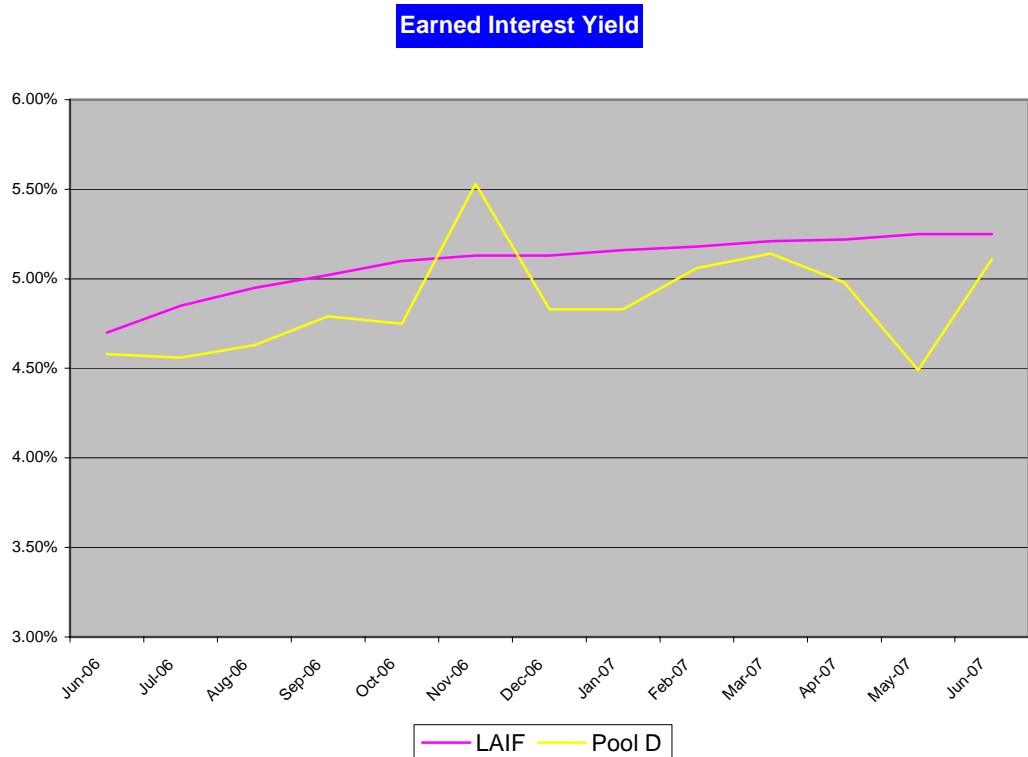
Investment Description	Portfolio at Cost	Yield at Month End
US Agency and Treasury Notes:		
US Treasury Notes (UST)	25.77%	4.53%
US Agency Notes (GSE)	41.63%	5.37%
Subtotal Agency/Notes	67.40%	5.05%
Certificates of Deposit (CD)	10.81%	5.34%
LAIF	13.22%	5.25%
Corporate Bonds (CB)	8.57%	4.96%



MONTHLY HIGHLIGHTS

U.S. fixed income markets sold off in June as concerns over inflation led to increased treasury yields. After a period of excessively low yields, which among other things represented concerns about the direction of the U.S. economy, the yield on 10-year U.S. Treasuries rose 35 basis points to its highest levels in nearly five years. The Pool had over \$28M in maturities during the month that had an average weighted yield of 4.74%. With the cash needs of the agency were negligible during the month the funds were reinvested in short-term government and agency bullets and callables that have a weighted average yield of over 5.50%. The short end of the curve continues to provide the best value and gives us the flexibility to react to changes in the interest-rate environment.

Earned Interest Yield		
Month	Pool D	LAIF
May-06	4.40%	4.56%
Jun-06	4.58%	4.70%
Jul-06	4.56%	4.85%
Aug-06	4.63%	4.95%
Sep-06	4.79%	5.02%
Oct-06	4.75%	5.10%
Nov-06	5.53%	5.13%
Dec-06	4.83%	5.13%
Jan-07	4.83%	5.16%
Feb-07	5.06%	5.18%
Apr-07	4.98%	5.22%
May-07	4.49%	5.25%
Jun-07	5.11%	5.25%



SHRA LOCAL MONEY

Pool	Begin Balance	Withdrawal	Interest Earned	End Balance	Rate of Return
J	\$ 5,209,744	\$ (21,010)	\$ 22,598	\$ 5,211,332	5.14%
L	\$ 26,801,058	\$ (107,867)	\$ 6,247	\$ 26,809,439	5.14%
M	\$ 2,362,357	\$ (9,061)	\$ 9,909	\$ 2,363,204	5.11%
N	\$ 6,507,347	\$ (24,955)	\$ 27,294	\$ 6,509,687	5.11%
Q	\$ 42,209,889	\$ (161,844)	\$ 177,044	\$ 42,225,088	5.11%
R	\$ 63,399,485	\$ (243,272)	\$ 265,920	\$ 63,422,133	5.11%
S	\$ 5,331,384	\$ (20,440)	\$ 22,362	\$ 5,333,306	5.11%
T	\$ 2,628,155	\$ (10,079)	\$ 11,023	\$ 2,629,099	5.11%
U	\$ 11,654,475	\$ (44,726)	\$ 48,883	\$ 11,658,632	5.11%
V	\$ 8,371,488	\$ 615,132	\$ 35,656	\$ 9,022,276	5.11%

*Balances represent market values at month end.

City of Sacramento
PORTFOLIO APPRAISAL
Pool D
SHRA Local Money
 June 30, 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
CASH AND EQUIVALENTS														
	laifd	Local Agency Investment Fund, Pool D		38,290,000.00		38,290,000.00		38,290,000.00	13.24	5.253	2,011,374	5.25		
	miscintrec	Misc Interest Receivable		549,766.52		549,766.52		549,766.52	0.19	4.000	21,991	4.00		
	nattsy	Nations Treasury Fund		73,905.77		73,905.77		73,905.77	0.03	3.970	2,934	3.97		
				<u>38,913,672.29</u>		<u>38,913,672.29</u>		<u>38,913,672.29</u>	13.45		<u>2,036,298</u>	<u>5.23</u>		
CERTIFICATES OF DEPOSIT														
4,000,000	0673p1f58	Barclays Bank CD 5.300% Due 07-02-07	100.00	4,000,079.95	100.00	3,999,980.40	53,000.00	4,052,980.40	1.38	5.300	212,000	5.30	A1	P1
10,000,000	90333uum2	US Bank CD 5.250% Due 08-13-07	100.00	10,000,000.00	99.99	9,998,947.00	68,541.67	10,067,488.67	3.46	5.250	525,000	5.25	A1	P1
3,100,000	25153gpu4	Deutsche Bank AG 5.305% Due 10-10-07	100.00	3,100,000.00	99.98	3,099,321.10	37,459.19	3,136,780.29	1.07	5.305	164,455	5.31	A1	P1
1,800,000	22536fcc5	Credit Industry and Commerce 5.300% Due 01-09-08	99.93	1,798,681.93	99.90	1,798,287.66	45,845.00	1,844,132.66	0.62	5.300	95,400	5.31	A1+	P1
5,400,000	22536fch4	Credit Industry and Commerce 5.300% Due 01-11-08	99.93	5,396,101.84	99.91	5,394,879.18	47,700.00	5,442,579.18	1.86	5.300	286,200	5.31	A1	P1
3,100,000	90333utm4	US Bank CD 5.300% Due 07-23-08	100.00	3,100,000.00	99.88	3,096,214.28	73,022.22	3,169,236.50	1.07	5.300	164,300	5.31	A1	P1
3,800,000	90333uux8	US Bank CD 5.580% Due 06-18-09	100.00	3,800,000.00	102.22	3,884,190.90	7,657.00	3,891,847.90	1.34	5.580	212,040	5.46	A1	P1
				<u>31,194,863.72</u>		<u>31,271,820.52</u>	<u>333,225.08</u>	<u>31,605,045.60</u>	10.81		<u>1,659,395</u>	<u>5.31</u>		
GOVT AGENCY DISCOUNT PAPER														
Not Classified														
6,000,000	313384jg5	Federal Home Loan Bank 5.120% Due 07-18-07	98.72	5,923,200.00	99.77	5,986,200.00	0.00	5,986,200.00	2.07	5.120	307,200	5.13	AAA	AAA
2,637,000	313588nr2	Fannie Mae 5.070% Due 10-31-07	97.63	2,574,608.58	98.29	2,591,907.30	0.00	2,591,907.30	0.90	5.070	133,696	5.16	AAA	AAA
4,000,000	313396pe7	Freddie Mac 5.060% Due 11-13-07	97.44	3,897,675.55	98.11	3,924,400.00	0.00	3,924,400.00	1.36	5.060	202,400	5.16	AAA	AAA
9,363,000	313588rb3	Fannie Mae 5.020% Due 12-28-07	95.38	8,930,840.33	97.48	9,127,052.40	0.00	9,127,052.40	3.15	5.020	470,023	5.15	AAA	AAA
				<u>21,326,324.46</u>		<u>21,629,559.70</u>	<u>0.00</u>	<u>21,629,559.70</u>	<u>7.48</u>		<u>1,113,318</u>	<u>5.15</u>		
				21,326,324.46		21,629,559.70	0.00	21,629,559.70	7.48		1,113,318	5.15		
U.S. GOVERNMENT BONDS														
Not Classified														
2,000,000	912828eb2	U.S. Treasury Note 3.875% Due 07-31-07	99.59	1,991,796.88	99.93	1,998,600.00	32,327.35	2,030,927.35	0.69	3.875	77,500	3.88	AAA	AAA
6,000,000	912828ef3	U.S. Treasury Note 4.000% Due 08-31-07	99.30	5,957,812.50	99.85	5,991,120.00	80,217.39	6,071,337.39	2.07	4.000	240,000	4.01	AAA	AAA
2,000,000	912828ek2	U.S. Treasury Note 4.250% Due 10-31-07	99.88	1,997,656.25	99.79	1,995,780.00	14,320.65	2,010,100.65	0.69	4.250	85,000	4.26	AAA	AAA
18,000,000	912828ep1	U.S. Treasury Note 4.250% Due 11-30-07	99.70	17,946,875.00	99.73	17,952,186.60	64,795.08	18,016,981.68	6.21	4.250	765,000	4.26	AAA	AAA
2,000,000	912828eu0	U.S. Treasury Note 4.375% Due 01-31-08	99.34	1,986,875.00	99.67	1,993,437.40	36,498.62	2,029,936.02	0.69	4.375	87,500	4.39	AAA	AAA
10,000,000	912828at7	U.S. Treasury Note 3.000% Due 02-15-08	97.09	9,709,375.00	98.76	9,875,800.00	112,707.18	9,988,507.18	3.41	3.000	300,000	3.04	AAA	AAA

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento
PORTFOLIO APPRAISAL
Pool D
SHRA Local Money
June 30, 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
5,000,000	912828fc9	U.S. Treasury Note 4.875% Due 04-30-08	99.92	4,996,093.75	99.87	4,993,350.00	41,066.58	5,034,416.58	1.73	4.875	243,750	4.88	AAA	AAA
6,000,000	912828dt4	U.S. Treasury Note 3.750% Due 05-15-08	98.47	5,908,125.00	98.91	5,934,375.00	28,736.41	5,963,111.41	2.05	3.750	225,000	3.79	AAA	AAA
9,000,000	912828ec0	U.S. Treasury Note 4.125% Due 08-15-08	99.31	8,938,125.00	99.05	8,914,950.00	139,475.14	9,054,425.14	3.08	4.125	371,250	4.16	AAA	AAA
9,000,000	912828e10	U.S. Treasury Note 4.375% Due 11-15-08	99.92	8,992,968.75	99.18	8,926,200.00	50,288.72	8,976,488.72	3.09	4.375	393,750	4.41	AAA	AAA
2,000,000	912828bt6	U.S. Treasury Note 3.375% Due 12-15-08	97.08	1,941,562.50	97.80	1,955,937.40	2,950.82	1,958,888.22	0.68	3.375	67,500	3.45	AAA	AAA
2,000,000	912828gt1	U.S. Treasury Note 4.875% Due 05-31-09	99.76	1,995,156.25	99.97	1,999,375.00	8,258.20	2,007,633.20	0.69	4.875	97,500	4.88	AAA	AAA
2,000,000	912828gr5	U.S. Treasury Note 4.500% Due 05-15-10	98.58	1,971,562.50	98.95	1,979,062.40	11,494.57	1,990,556.97	0.68	4.500	90,000	4.55	AAA	AAA
				<u>74,333,984.38</u>		<u>74,510,173.80</u>	<u>623,136.71</u>	<u>75,133,310.51</u>	<u>25.76</u>		<u>3,043,750</u>	<u>4.09</u>		
				74,333,984.38		74,510,173.80	623,136.71	75,133,310.51	25.76		3,043,750	4.09		
FEDERAL HOME LOAN BANK														
Not Classified														
4,000,000	3133xcfd0	Federal Home Loan Bank 4.000% Due 07-13-07	98.46	3,938,240.00	99.97	3,998,750.00	74,666.67	4,073,416.67	1.38	4.000	160,000	4.00	AAA	AAA
3,000,000	3133x82v3	Federal Home Loan Bank 3.375% Due 09-14-07	98.53	2,955,810.00	99.59	2,987,812.50	30,093.75	3,017,906.25	1.03	3.375	101,250	3.39	AAA	AAA
2,000,000	3133xce25	Federal Home Loan Bank 4.125% Due 10-26-07	98.79	1,975,800.00	99.62	1,992,500.00	35,520.83	2,028,020.83	0.69	4.125	82,500	4.14	AAA	AAA
2,000,000	3133xe5k1	Federal Home Loan Bank 4.625% Due 01-18-08	99.88	1,997,600.00	99.59	1,991,875.00	41,881.94	2,033,756.94	0.69	4.625	92,500	4.64	AAA	AAA
7,700,000	3133xjxa1	Federal Home Loan Bank 5.125% Due 02-21-08	99.88	7,690,760.00	99.84	7,687,968.75	142,503.47	7,830,472.22	2.66	5.125	394,625	5.13	AAA	AAA
3,000,000	3133xbfd2	Federal Home Loan Bank 4.500% Due 04-11-08	100.53	3,015,937.50	99.37	2,981,250.00	30,000.00	3,011,250.00	1.03	4.500	135,000	4.53	AAA	AAA
2,000,000	3133x1xc6	Federal Home Loan Bank 3.625% Due 11-14-08	97.82	1,956,434.00	97.87	1,957,500.00	9,465.28	1,966,965.28	0.68	3.625	72,500	3.70	AAA	AAA
5,000,000	3133xkp82	Federal Home Loan Bank 4.875% Due 11-19-08	99.46	4,972,850.00	99.50	4,975,000.00	31,145.83	5,006,145.83	1.72	4.875	243,750	4.90	AAA	Aaa
2,500,000	3133xgeq3	Federal Home Loan Bank 5.250% Due 08-05-09	100.36	2,508,975.00	100.16	2,503,906.25	53,229.17	2,557,135.42	0.87	5.250	131,250	5.24	AAA	AAA
5,200,000	3133xla60	Federal Home Loan Bank 5.500% Due 06-11-10	99.92	5,195,684.00	100.00	5,200,000.00	15,888.89	5,215,888.89	1.80	5.500	286,000	5.50	AAA	AAA
2,000,000	3133xgrd8	Federal Home Loan Bank 5.125% Due 09-29-10	99.39	1,987,860.00	99.69	1,993,750.00	26,194.44	2,019,944.44	0.69	5.125	102,500	5.14	AAA	Aaa
5,000,000	3133xjkt4	Federal Home Loan Bank 5.625% Due 02-01-12	99.80	4,990,000.00	99.53	4,976,562.50	117,187.50	5,093,750.00	1.72	5.625	281,250	5.65	AAA	Aaa
5,000,000	3133xk5a9	Federal Home Loan Bank 5.700% Due 03-09-12	100.00	5,000,000.00	99.66	4,982,812.50	88,666.67	5,071,479.17	1.72	5.700	285,000	5.72	AAA	AAA
7,000,000	3133xkwn1	Federal Home Loan Bank 5.700% Due 05-17-12	100.00	7,000,000.00	99.69	6,978,125.00	48,766.67	7,026,891.67	2.41	5.700	399,000	5.72	AAA	AAA
3,000,000	3133xkq40	Federal Home Loan Bank 5.625% Due 05-21-12	99.82	2,994,690.00	99.53	2,985,937.50	18,750.00	3,004,687.50	1.03	5.625	168,750	5.65	AAA	AAA
				<u>58,180,640.50</u>		<u>58,193,750.00</u>	<u>763,961.11</u>	<u>58,957,711.11</u>	<u>20.12</u>		<u>2,935,875</u>	<u>5.05</u>		
				58,180,640.50		58,193,750.00	763,961.11	58,957,711.11	20.12		2,935,875	5.05		

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento
PORTFOLIO APPRAISAL
Pool D
SHRA Local Money
 June 30, 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
FEDERAL NATIONAL MORTGAGE ASSN. (FNMA)														
Not Classified														
6,000,000	31359mj87	Fannie Mae 5.000% Due 09-14-07	99.89	5,993,202.60	99.91	5,994,375.00	89,166.67	6,083,541.67	2.07	5.000	300,000	5.00	AAA	AAA
5,000,000	31359m2h5	Fannie Mae 5.150% Due 11-21-07	99.89	4,994,300.00	99.91	4,995,312.50	28,611.11	5,023,923.61	1.73	5.150	257,500	5.15	AAA	AAA
2,000,000	31359mg49	Fannie Mae 5.000% Due 02-27-08	99.84	1,996,760.00	99.75	1,995,000.00	34,444.44	2,029,444.44	0.69	5.000	100,000	5.01	AAA	AAA
2,500,000	3136f5c90	Fannie Mae 5.200% Due 06-02-08	100.00	2,500,000.00	99.91	2,497,656.25	10,472.22	2,508,128.47	0.86	5.200	130,000	5.20	AAA	Aaa
5,000,000	31359m5w9	Fannie Mae 5.550% Due 03-15-10	99.99	4,999,500.00	99.91	4,995,312.50	81,708.33	5,077,020.83	1.73	5.550	277,500	5.56	AAA	AAA
2,000,000	3136f8cp8	Fannie Mae 5.560% Due 06-28-11	99.63	1,992,600.00	99.63	1,992,600.00	926.67	1,993,526.67	0.69	5.560	111,200	5.58	AAA	Aaa
2,000,000	3136f73w5	Fannie Mae 5.625% Due 10-20-11	99.97	1,999,500.00	99.59	1,991,875.00	22,187.50	2,014,062.50	0.69	5.625	112,500	5.65	AAA	Aaa
				<u>24,475,862.60</u>		<u>24,462,131.25</u>	<u>267,516.94</u>	<u>24,729,648.19</u>	<u>8.46</u>		<u>1,288,700</u>	<u>5.27</u>		
				24,475,862.60		24,462,131.25	267,516.94	24,729,648.19	8.46		1,288,700	5.27		
FEDERAL HOME LOAN MORTGAGE CORP. (FHLMC)														
Not Classified														
2,000,000	3128x4hx2	Freddie Mac 4.875% Due 08-24-10	100.00	2,000,000.00	98.99	1,979,820.00	34,395.83	2,014,215.83	0.68	4.875	97,500	4.92	AAA	AAA
6,100,000	3128x53m8	Freddie Mac 5.550% Due 04-16-12	99.75	6,084,595.00	99.38	6,062,485.00	70,531.25	6,133,016.25	2.10	5.550	338,550	5.58	AAA	AAA
3,000,000	3128x6dr4	Freddie Mac 6.000% Due 06-21-12	100.00	3,000,000.00	99.95	2,998,500.00	5,000.00	3,003,500.00	1.04	6.000	180,000	6.00	AAA	AAA
3,000,000	3137eaav1	Freddie Mac 5.500% Due 08-20-12	99.90	2,996,940.00	100.91	3,027,187.50	7,333.33	3,034,520.83	1.05	5.500	165,000	5.45	AAA	AAA
				<u>14,081,535.00</u>		<u>14,067,992.50</u>	<u>117,260.42</u>	<u>14,185,252.92</u>	<u>4.86</u>		<u>781,050</u>	<u>5.55</u>		
				14,081,535.00		14,067,992.50	117,260.42	14,185,252.92	4.86		781,050	5.55		
CORPORATE BONDS														
FINANCIAL														
2,500,000	59018ywd9	Merrill Lynch & Co 4.250% Due 09-14-07	100.00	2,500,000.00	99.74	2,493,625.00	31,579.86	2,525,204.86	0.86	4.250	106,250	4.26	AA-	AA3
3,000,000	172967bs9	Citigroup Inc 3.500% Due 02-01-08	98.27	2,948,073.09	98.99	2,969,670.00	43,750.00	3,013,420.00	1.03	3.500	105,000	3.54	AA	AA1
3,000,000	635405al7	National City Corp 5.750% Due 02-01-09	100.99	3,029,730.00	100.66	3,019,740.00	71,875.00	3,091,615.00	1.04	5.750	172,500	5.71	A-	A2
2,000,000	89233pwf9	Toyota Motor Credit Corp 5.125% Due 01-11-11	100.00	2,000,000.00	98.89	1,977,840.00	48,687.50	2,026,527.50	0.68	5.125	102,500	5.18	AAA	AAA
3,000,000	89233pxq4	Toyota Motor Credit Corp 5.250% Due 03-24-11	100.00	3,000,000.00	99.34	2,980,110.00	42,437.50	3,022,547.50	1.03	5.250	157,500	5.29	AAA	AAA
3,000,000	36962gz56	General Electric Capital Corp 5.500% Due 11-15-11	100.00	3,000,000.00	99.23	2,976,900.00	21,083.33	2,997,983.33	1.03	5.500	165,000	5.54	AAA	AAA
				<u>16,477,803.09</u>		<u>16,417,885.00</u>	<u>259,413.19</u>	<u>16,677,298.19</u>	<u>5.67</u>		<u>808,750</u>	<u>4.93</u>		
				16,477,803.09		16,417,885.00	259,413.19	16,677,298.19	5.67		808,750	4.93		

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V

City of Sacramento
PORTFOLIO APPRAISAL
Pool D
SHRA Local Money
June 30, 2007

<u>Quantity</u>	<u>Security Symbol</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Accrued Interest</u>	<u>Market Value + Accrd. Int.</u>	<u>Pct. Assets</u>	<u>Unit Income</u>	<u>Annual Income</u>	<u>Cur. Yield</u>	<u>S & P</u>	<u>Moody</u>
VARIABLE RATE SECURITIES														
Not Classified														
3,000,000	61745etc5	Morgan Stanley 4.750% Due 09-02-08	100.00	3,000,000.00	99.00	2,970,000.00	11,479.07	2,981,479.07	1.03	4.750	142,499	4.80	AA-	AA3
5,000,000	89233ptq9	Toyota Motor Credit Corp 3.480% Due 10-27-08	100.00	5,000,000.00	97.00	4,850,000.00	1,907.11	4,851,907.11	1.68	3.480	174,024	3.59	AAA	AAA
2,000,000	3133xc6f5	Federal Home Loan Bank 5.250% Due 06-30-10	100.00	2,000,000.00	100.76	2,015,120.00	291.67	2,015,411.67	0.70	5.250	105,000	5.21	AAA	AAA
				10,000,000.00		9,835,120.00	13,677.85	9,848,797.85	3.40		421,523	4.29		
				10,000,000.00		9,835,120.00	13,677.85	9,848,797.85	3.40		421,523	4.29		
TOTAL PORTFOLIO				288,984,686.04		289,302,105.06	2,378,191.31	291,680,296.37	100.00		14,088,660	4.87		

Total portfolio includes investments from Pools M, N, Q, R, S, T, U & V