

ATTACHMENT A  
CITY OF LANCASTER  
MONTHLY REPORT OF INVESTMENTS  
September 30, 2008

|  | Interest Rate | Amount       | Total                |
|--|---------------|--------------|----------------------|
| <b><u>City of Lancaster</u></b>                        |               |              |                      |
| <b>Wells Fargo Bank</b>                                |               |              | <b>\$3,651,723</b>   |
| City of Lancaster Account (note 1)                     | 0.000%        | \$810,723    |                      |
| Hud Section 108 Loan Guarantee Assist Program          | 0.000%        | \$0          |                      |
| Sweep Account  | 0.284%        | \$2,741,000  |                      |
| Certificate of Deposit                                 | 1.740%        | \$100,000    |                      |
| <b>Bank of America</b>                                 |               |              | <b>\$100,000</b>     |
| Certificate of Deposit                                 | 2.850%        | \$100,000    |                      |
| <b>Union Bank of California - Safekeeping (note 2)</b> |               |              | <b>\$63,397,918</b>  |
| US Treasury Bills                                      | 0.000%        | \$0          |                      |
| US Treasury Notes                                      | 4.787%        | \$3,999,531  |                      |
| Federal Government Agencies                            | 3.965%        | \$53,638,003 |                      |
| Corporate  | 3.946%        | \$5,517,980  |                      |
| Highmark Money Market Fund                             | 0.310%        | \$242,404    |                      |
| <b>Union Bank of California</b>                        |               |              | <b>\$100,000</b>     |
| Certificate of Deposit                                 | 1.700%        | \$100,000    |                      |
| <b>Antelope Valley Bank</b>                            |               |              | <b>\$100,000</b>     |
| Certificate of Deposit                                 | 1.790%        | \$100,000    |                      |
| <b>Washington Mutual</b>                               |               |              | <b>\$100,000</b>     |
| Certificate of Deposit                                 | 2.280%        | \$100,000    |                      |
| <b>Local Agency Investment Fund (L.A.I.F.)</b>         | 2.774%        | \$36,844,960 | <b>\$36,844,960</b>  |
| <b>Total City of Lancaster</b>                         |               |              | <b>\$104,294,600</b> |
| <br>   |               |              |                      |
| <b><u>Lancaster Redevelopment Agency</u></b>           |               |              |                      |
| <b>Local Agency Investment Fund (L.A.I.F.)</b>         | 2.774%        | \$28,000,000 | <b>\$28,000,000</b>  |
| <b>Total Lancaster Redevelopment Agency</b>            |               |              | <b>\$28,000,000</b>  |
| <br>   |               |              |                      |
| <b><u>Lancaster Housing Authority</u></b>              |               |              |                      |
| <b>Local Agency Investment Fund (L.A.I.F.)</b>         | 2.774%        | \$125,853    | \$125,853            |
| <b>Total Lancaster Housing Authority</b>               |               |              | <b>\$125,853</b>     |
| <br>   |               |              |                      |
| <b>Total Pooled Portfolio (note 5)</b>                 |               |              | <b>\$132,420,454</b> |
| <b>Weighted Average</b>                                | <b>3.290%</b> |              |                      |

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|   | Interest Rate | Amount       | Total               |
|---|---------------|--------------|---------------------|
| <b>US Bank Construction Proceeds</b>                            |               |              | <b>\$30,559,966</b> |
| LFA Combined Project Areas 2006 ED Revenue Bonds                | 4.716%        | \$23,771,561 |                     |
| LFA Combined Project Areas 2004 School Districts Bonds          | 0.420%        | \$352,453    |                     |
| LFA Combined Project Areas 2006 School Districts Bonds          | 0.420%        | \$6,435,952  |                     |
| <b>Total Construction Bond Proceeds (note 6)</b>                |               |              | <b>\$30,559,966</b> |
| <b>The Bank of New York Trust Company, N.A.</b>                 |               |              | <b>\$1,483,822</b>  |
| LRA & LA County Escrow Account - Government Bonds               | 0.000%        | \$1,483,822  |                     |
| <b>US Bank</b>  |               |              | <b>\$27,581,394</b> |
| CFD 89-1 1990 Special Bonds                                     | 0.000%        | \$316        |                     |
| LFA CFD 89-1 1997 Special Bonds                                 | 3.520%        | \$5,771,033  |                     |
| CFD 90-1 1998 Special Bonds                                     | 0.270%        | \$778,714    |                     |
| CFD 91-2 1999 Special Bonds                                     | 3.205%        | \$1,497,573  |                     |
| CFD 91-1 2000 Special Bonds                                     | 2.080%        | \$885,103    |                     |
| AD 92-101 Series 2002 Refunding Bonds                           | 0.120%        | \$158,244    |                     |
| AD 93-3 1994 Limited Improvement Bonds                          | 0.270%        | \$313,532    |                     |
| LRA Desert Sands MHP Revenue Bonds 1997 A & B                   | 0.270%        | \$310,210    |                     |
| LHA Brierwood MHP 1999 Revenue Bonds                            | 4.089%        | \$856,826    |                     |
| LRA Amargosa 1999 Refunding Bonds                               | 1.625%        | \$184        |                     |
| LRA Combined Project Areas 2003B Housing Bonds                  | 2.020%        | \$693,642    |                     |
| LRA Combined Project Areas 2003 Housing Refunding Bc            | 4.479%        | \$4,593,495  |                     |
| LRA Combined Project Areas 2004 Housing Refunding Bc            | 2.170%        | \$901,315    |                     |
| LRA CBD 1994 Refunding Bonds                                    | 0.270%        | \$220,196    |                     |
| LRA 1999 Capital Lease Payment                                  | 5.027%        | \$432,493    |                     |
| LFA Combined Project Areas 2003 ED Revenue Bonds                | 4.474%        | \$3,026,293  |                     |
| LFA Combined Project Areas 2003B ED Refunding Bonds             | 4.670%        | \$1,016,888  |                     |
| LFA Combined Project Areas 2004B ED Revenue Bonds               | 2.170%        | \$582,837    |                     |
| LFA Combined Project Areas 2006 ED Revenue Bonds                | 4.699%        | \$957,235    |                     |
| LFA Combined Project Areas 2004 School Districts Bonds          | 3.910%        | \$696,748    |                     |
| LFA Combined Project Areas 2006 School Districts Bonds          | 0.420%        | \$943,523    |                     |
| LRA Combined 2004 Fire Protection Facilities Project Bon        | 3.557%        | \$828,116    |                     |
| LRA Combined 2004 Library Project Refunding Bonds               | 3.560%        | \$346,014    |                     |
| LRA Combined 2004 Sheriff Facilities Prjct Refunding Bo         | 3.557%        | \$1,770,865  |                     |
| <b>Total Restricted Cash/Investments Held in Trust</b>          |               |              | <b>\$27,581,394</b> |
| <b>Total Restricted Cash/Investments Held in Trust (note 7)</b> |               |              | <b>\$29,065,216</b> |

**ATTACHMENT A  
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September 30, 2008**

All investments are authorized pursuant to and consistent with the investment policy of the City of Lancaster. Policy adopted 12/11/07 under resolution number 07-204.

A handwritten signature in cursive script that reads "Barbara Boswell".

Barbara Boswell  
Finance Director

ATTACHMENT A  
CITY OF LANCASTER  
MONTHLY REPORT OF INVESTMENTS  
SEPTEMBER 30, 2008

- (1) This is the actual City bank account balance as of 09/30/08. It only reflects checks and warrants that have been presented for payment and deposits received by the bank. The balance on deposit per the City books would reflect reductions for all checks and warrants issued and all deposits transmitted.
- (2) This is the safekeeping account utilized for investing City funds pursuant and consistent with the investment policy adopted 12/11/07. The current portfolio consists of treasury bills, treasury notes government agencies and corporates.
- (3) This is the actual City of Lancaster Redevelopment Agency bank account balance as of 09/30/08. It only reflects checks and warrants that have been presented for payment and deposits received by the bank. The balance on deposit per the City books would reflect reductions for all checks and warrants issued and all deposits transmitted.
- (4) This is the actual City of Lancaster Housing Authority bank account balance as of 09/30/08. It only reflects checks and warrants that have been presented for payment and deposits received by the bank. The balance on deposit per the City books would reflect reductions for all checks and warrants issued and all deposits transmitted.

(5) Pooled Portfolio

|                    | % of Portfolio | Legal Limit            |
|--------------------|----------------|------------------------|
| Cash               | 3.64%          | None                   |
| CD's               | 0.48%          | 25% of total portfolio |
| US Treasury        | 3.83%          | None                   |
| Federal Securities | 51.43%         | None                   |
| Corporate          | 5.29%          | None                   |
| LAIF               | 35.33%         | None                   |

- (6) These are restricted construction bonds funded through the Lancaster Redevelopment Agency and the Lancaster Financing Authority. These amounts cannot be pooled for other investing.
- (7) These are restricted cash and investments are held in trust by the banks indicated. These amounts cannot be pooled for other investing.

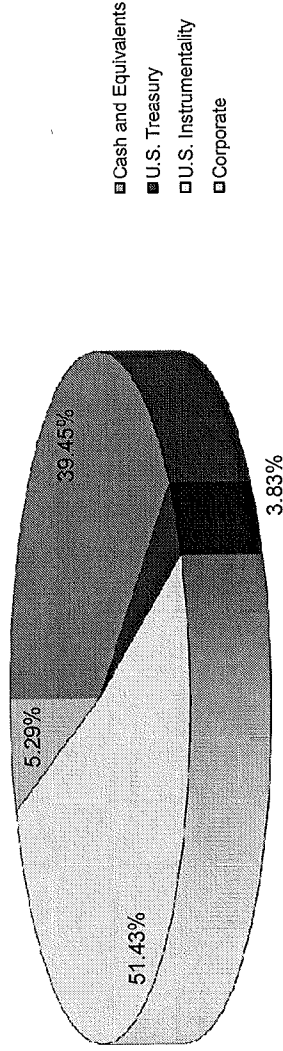
**City of Lancaster  
Cash Balances  
September 30, 2008**

| Fund<br>Number                    | Fund Name                      | Ending Balance         |
|-----------------------------------|--------------------------------|------------------------|
| 101                               | GENERAL FUND                   | \$23,190,906.66        |
| 104                               | CAPITAL REPLACEMENT FUND       | \$3,107,348.03         |
| 106                               | COMMUNITY SERVICES FOUNDATION  | \$262,809.07           |
| 109                               | CITY SPECIAL RESERVES FUND     | \$9,873,148.33         |
| 150                               | CAPITAL PROJECTS FUND - CITY   | \$1,142,043.32         |
| 203                               | GAS TAX                        | (\$1,368,457.00)       |
| 204                               | AQMD                           | \$127,240.99           |
| 205                               | PROP 1B                        | \$2,312,632.61         |
| 206                               | TDA ARTICLE 8 FUND             | \$8,963,479.72         |
| 207                               | PROP "A" TRANSIT FUND          | \$1,376,321.22         |
| 208                               | TDA ARTICLE 3 BIKEWAY FUND     | (\$20,264.00)          |
| 209                               | PROPOSITION "C" FUND           | \$3,780,278.02         |
| 212                               | CCA-FAIRGROUNDS CONSTRUCTION   | (\$444,385.71)         |
| 213                               | PARKS DEVELOPMENT FUND         | \$2,790,774.80         |
| 215                               | ROBERTI-ZBERG FUND             | (\$314,672.64)         |
| 217                               | SIGNALS - DEVELOPER FEES FUND  | \$5,614,350.38         |
| 219                               | STATE PARK BOND FUND (PROP 12) | (\$458,173.00)         |
| 220                               | DRAINAGE - DEVELOPER FEES FUND | \$15,610,197.27        |
| 224                               | BIOLOGICAL IMPACT FEE FUND     | \$327,948.59           |
| 226                               | USP - OPERATION                | \$274,254.22           |
| 227                               | USP - PARKS                    | \$10,313,501.47        |
| 228                               | USP - ADMIN                    | \$661,692.70           |
| 229                               | USP - CORP YARD                | \$414,038.41           |
| 230                               | MARIPOSA LILY FUND             | \$45,092.78            |
| 232                               | TRAFFIC IMPACT FEES FUND       | \$5,069,042.41         |
| 233                               | VEGETATIVE MANAGEMENT FUND     | (\$0.44)               |
| 235                               | LANCASTER LIGHTING DISTRICT    | \$7,384.89             |
| 236                               | LANC DRAINAGE MAINT DIST #1    | \$300.00               |
| 240                               | LOCAL LAW ENFORCEMENT BLCK GRT | \$541.24               |
| 246                               | WRDA GRANT                     | (\$20.47)              |
| 248                               | TRAFFIC SAFETY FUND            | \$302,042.81           |
| 250                               | BUILDING FEES                  | \$2,717,373.62         |
| 251                               | ENGINEERING FEES               | (\$997,106.17)         |
| 261                               | LOS ANGELES COUNTY REIMB       | (\$1,781,569.75)       |
| 263                               | LOS ANGELES COUNTY PARK BOND   | (\$153,360.00)         |
| 299                               | PRIVATE DEVELOPER REIMBURSEMEN | (\$7,867.00)           |
| 301                               | LANCASTER HOUSING AUTH. OPS.   | \$92,561.44            |
| 302                               | LHA DEBT SERVICE FUND          | (\$11,000.03)          |
| 315                               | LOCAL PRIVATE GRANTS           | \$945.52               |
| 320                               | STATE GRANTS - PARKS           | \$194,178.02           |
| 322                               | MTA GRANT - TDA                | (\$0.05)               |
| 323                               | STATE GRANT - STPL             | (\$107,739.09)         |
| 324                               | STATE GRANT - OTS              | \$87,055.26            |
| 326                               | STATE HOMELAND SECURITY        | \$32,977.29            |
| 330                               | STATE GRANT RECYCLING BEVERAGE | \$83,159.87            |
| 331                               | STATE GRANT - OIL RECYCLING    | (\$49,378.65)          |
| 333                               | STATE GRANT - COPS             | (\$3,574.84)           |
| 349                               | MISC STATE GRANTS              | (\$389,678.09)         |
| 361                               | CDBG                           | (\$480,093.92)         |
| 362                               | CDBG - SECTION 108             | \$286,993.89           |
| 371                               | FEDERAL TEA                    | \$29,263.09            |
| 381                               | EDA                            | (\$536,745.57)         |
| 382                               | EDI                            | \$323,105.11           |
| 390                               | OES / FEMA                     | (\$1,692,405.00)       |
| 391                               | LANCASTER HOME PROGRAM         | \$203,343.32           |
| 401                               | AGENCY FUND                    | \$717,683.99           |
| 402                               | PERFORMING ARTS CENTER         | (\$314,030.51)         |
| 404                               | GRANTS FUND                    | (\$288,760.59)         |
| 408                               | AEROSPACE GRANTS FUND          | (\$86,205.05)          |
| 409                               | REIMBURSABLE GRANTS FUND       | \$25,506.37            |
| 480                               | SEWER MAINT FUND               | \$106,835.83           |
| 481                               | FOX FIELD LANDSCAPE MAINT DIST | (\$123.78)             |
| 482                               | LANDSCAPE MAINTENANCE DISTRICT | \$1,288,778.11         |
| 483                               | LIGHTING MAINTENANCE DISTRICT  | (\$553,346.87)         |
| 484                               | DRAINAGE MAINTENANCE DISTRICT  | \$2,313,883.94         |
| 485                               | RECYCLED WATER FUND            | \$811,268.41           |
| <b>TOTAL BALANCE OF ALL FUNDS</b> |                                | <b>\$94,823,324.80</b> |

**City of Lancaster  
Recap of Securities Held  
September 30, 2008**

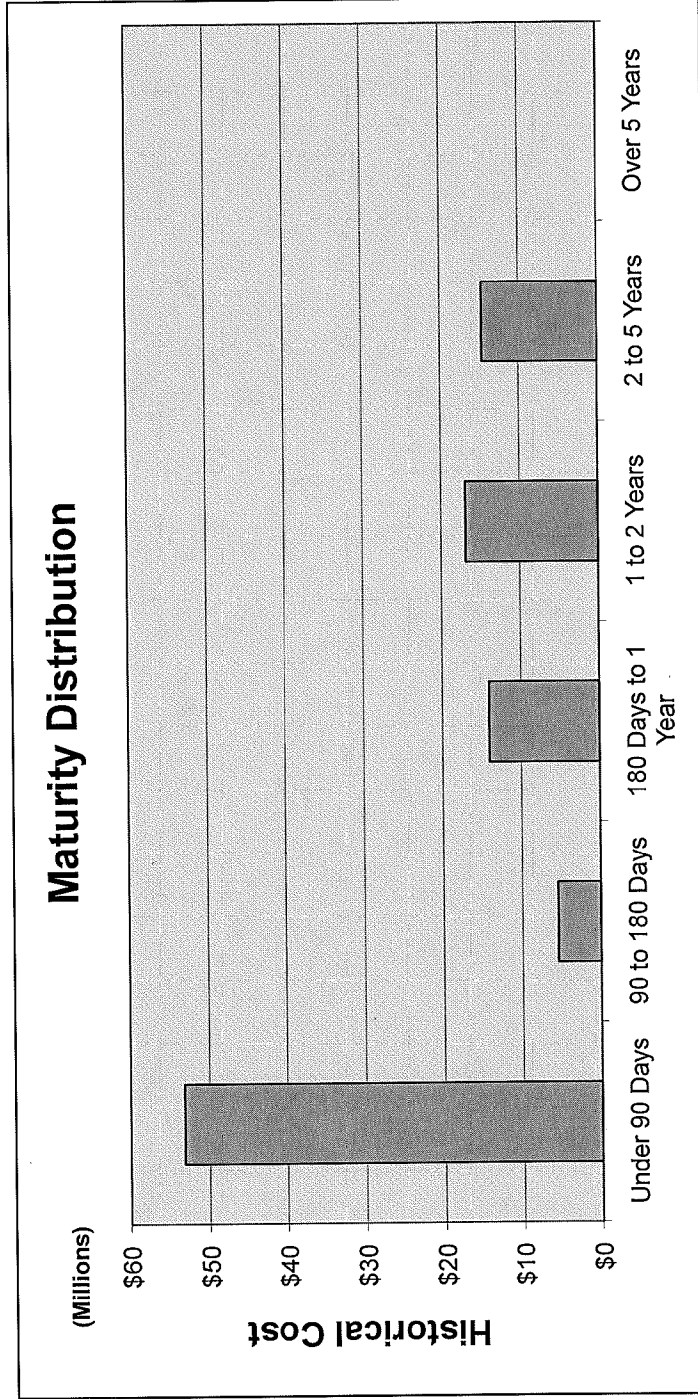
|                      | Historical Cost         | Amortized Cost          | Fair Value              | Unrealized Gain (Loss) | Weighted Average Maturity (Days) | Weighted Effective Maturity (Days) | % Portfolio/Segment | Weighted Average Yield | Weighted Average Market Duration (Years) |
|----------------------|-------------------------|-------------------------|-------------------------|------------------------|----------------------------------|------------------------------------|---------------------|------------------------|--|
| Cash and Equivalents | \$41,139,086.41         | \$41,139,086.41         | \$41,139,086.41         | \$0.00                 | 1                                | 1                                  | 39.45%              | 2.55%                  | 0.00                                     |
| U.S. Treasury        | \$3,999,531.00          | \$3,998,768.50          | \$4,035,390.00          | \$36,621.50            | 99                               | 99                                 | 3.83%               | 4.79%                  | 0.27                                     |
| U.S. Instrumentality | \$53,638,003.00         | \$53,613,628.17         | \$53,942,001.50         | \$328,373.33           | 787                              | 456                                | 51.43%              | 3.97%                  | 1.18                                     |
| Corporate            | \$5,517,980.00          | \$5,549,658.99          | \$5,377,180.00          | -\$172,478.99          | 529                              | 529                                | 5.29%               | 3.95%                  | 1.35                                     |
| <b>TOTAL</b>         | <b>\$104,294,600.41</b> | <b>\$104,301,142.07</b> | <b>\$104,493,657.91</b> | <b>\$192,515.84</b>    | <b>718</b>                       | <b>438</b>                         | <b>100.00%</b>      | <b>3.44%</b>           | <b>1.13</b>                              |

**Portfolio / Segment Diversification**



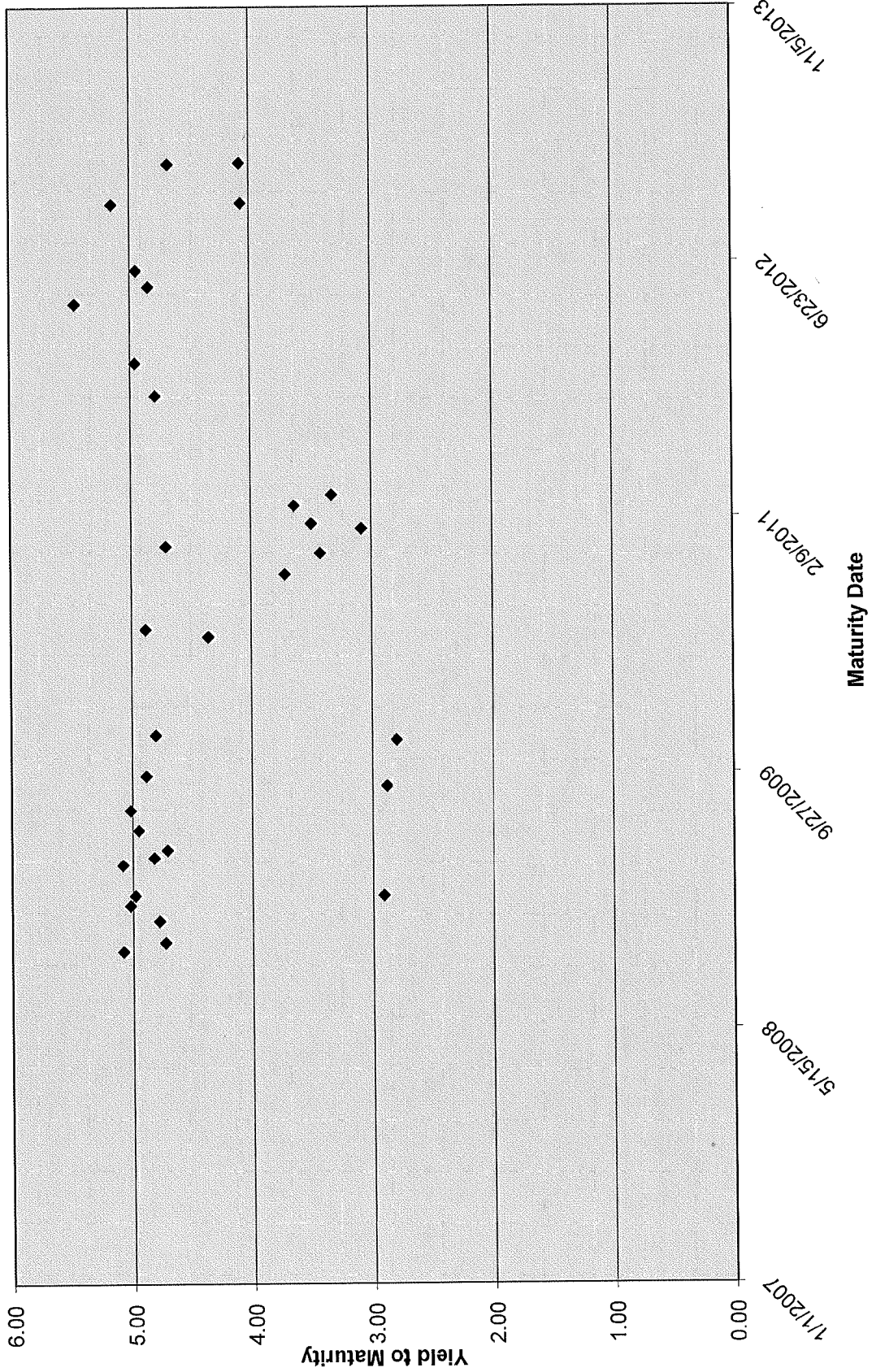
City of Lancaster  
Maturity Distribution of Securities Held  
September 30, 2008

| Maturity           | Historical Cost         | Percent        |
|--------------------|-------------------------|----------------|
| Under 90 Days      | \$53,156,662.04         | 50.97%         |
| 90 to 180 Days     | \$5,472,396.88          | 5.25%          |
| 180 Days to 1 Year | \$14,040,310.88         | 13.46%         |
| 1 to 2 Years       | \$16,967,800.00         | 16.27%         |
| 2 to 5 Years       | \$14,657,430.50         | 14.05%         |
| Over 5 Years       | \$0.00                  | 0.00%          |
|                    | <b>\$104,294,600.30</b> | <b>100.00%</b> |



City of Lancaster  
Maturity Dates and Yields of Securities Held  
September 30, 2008

Securities Held





**City of Lancaster  
Securities Held  
September 30, 2008**

| CUSIP/<br>Description       | Purchase<br>Date | Rate/<br>Coupon | Maturity/<br>Call Date | Par Value/<br>Shares | Historical Cost/<br>Accrued Interest<br>Purchased | Amortized<br>Cost/Accretion<br>(Amortization) | Fair Value/<br>Change<br>In Fair Value | Unrealized<br>Gain<br>(Loss) | Interest<br>Received | Interest<br>Earned | Total<br>Accrued<br>Interest | %<br>Port<br>Cost | Yield       |
|-----------------------------|------------------|-----------------|------------------------|----------------------|---|---|--|------------------------------|----------------------|--------------------|------------------------------|-------------------|-------------|
| <b>Cash and Equivalents</b> |                  |                 |                        |                      |   |   |  |                              |                      |                    |                              |                   |             |
| Highmark US Govt SanM       | 09/30/08         | 0.310V          |                        | 242,403.53           | 242,403.53  | 0.00  | 242,403.53                             | 0.00                         | 617.23               | 125.84             | 125.84                       | 0.38              | 0.31        |
| <b>TOTAL</b>                |                  |                 |                        | <b>242,403.53</b>    | <b>242,403.53</b>                                 | <b>0.00</b>                                   | <b>242,403.53</b>                      | <b>0.00</b>                  | <b>617.23</b>        | <b>125.84</b>      | <b>125.84</b>                | <b>0.38</b>       | <b>0.31</b> |
| <b>U.S. Treasury</b>        |                  |                 |                        |                      |   |   |  |                              |                      |                    |                              |                   |             |
| 912828FV7<br>T-Note         | 11/15/06         | 4.875           | 10/31/08               | 2,000,000.00         | 2,005,312.50                                      | 2,000,222.59<br>(222.59)                      | 2,006,560.00<br>(3,600.00)             | 6,337.41                     | 0.00                 | 7,948.37           | 40,801.63                    | 3.16              | 4.73        |
| 912828GE4<br>T-Note         | 01/31/07         | 4.875           | 01/31/09               | 1,000,000.00         | 998,046.88  | 999,674.03<br>80.15                           | 1,012,660.00<br>860.00                 | 12,985.97                    | 0.00                 | 3,974.19           | 8,213.32                     | 1.57              | 4.98        |
| 912828GP9<br>T-Note         | 05/15/07         | 4.500           | 04/30/09               | 1,000,000.00         | 996,171.88  | 998,871.88<br>160.40                          | 1,016,170.00<br>390.00                 | 17,298.12                    | 0.00                 | 3,668.48           | 18,831.52                    | 1.57              | 4.71        |
| <b>TOTAL</b>                |                  |                 |                        | <b>4,000,000.00</b>  | <b>3,999,531.26</b>                               | <b>3,998,768.50</b><br>17.96                  | <b>4,035,390.00</b><br>(2,350.00)      | <b>36,621.50</b>             | <b>0.00</b>          | <b>15,591.04</b>   | <b>67,846.47</b>             | <b>6.31</b>       |             |
| <b>U.S. Instrumentality</b> |                  |                 |                        |                      |   |   |  |                              |                      |                    |                              |                   |             |
| 3133XD1G7<br>FHLB           | 05/10/06         | 4.500           | 10/14/08               | 1,000,000.00         | 986,020.00  | 999,808.49<br>441.94                          | 1,000,490.00<br>(1,500.00)             | 681.51                       | 0.00                 | 3,750.00           | 20,875.00                    | 1.56              | 5.08        |
| 3133XD1T6<br>FHLB           | 12/08/06         | 4.750           | 12/12/08               | 2,000,000.00         | 1,998,820.00                                      | 1,999,884.41<br>48.17                         | 2,006,420.00<br>(4,500.00)             | 6,535.59                     | 0.00                 | 7,916.67           | 28,763.89                    | 3.15              | 4.78        |
| 3128XME2<br>FHLMC           | 05/23/06         | 3.875           | 01/12/09               | 1,000,000.00         | 970,340.00  | 997,022.44<br>867.25                          | 1,001,610.00<br>(1,670.00)             | 4,587.56                     | 0.00                 | 3,229.16           | 8,503.47                     | 1.53              | 5.02        |
| 3133XPCR3<br>FHLB           | 01/31/08         | 2.875           | 01/30/09               | 2,000,000.00         | 1,999,300.00                                      | 1,999,767.95<br>57.54                         | 1,997,960.00<br>(2,320.00)             | (1,807.95)                   | 0.00                 | 4,791.67           | 9,743.06                     | 3.15              | 2.91        |
| 31331SRZ8<br>FFCB           | 11/03/06         | 4.125           | 04/15/09               | 1,150,000.00         | 1,131,784.00                                      | 1,146,006.34<br>611.28                        | 1,155,589.00<br>(3,139.50)             | 9,582.66                     | 0.00                 | 3,953.13           | 21,873.96                    | 1.79              | 4.82        |
| 31359MD67<br>FNMA           | 05/11/07         | 4.200           | 06/08/09               | 2,000,000.00         | 1,970,800.00                                      | 1,990,382.08<br>1,154.15                      | 2,011,660.00<br>(5,080.00)             | 21,277.92                    | 0.00                 | 7,000.00           | 26,366.67                    | 3.11              | 4.95        |
| 3133XFYK6<br>FHLB           | 10/19/06         | 5.375           | 07/17/09               | 1,000,000.00         | 1,009,020.00                                      | 1,002,601.58<br>(270.06)                      | 1,017,080.00<br>(3,350.00)             | 14,478.42                    | 0.00                 | 4,479.17           | 11,048.61                    | 1.59              | 5.02        |
| 3128X3VA8<br>FHLMC          | 01/31/08         | 4.125           | 09/01/09               | 2,000,000.00         | 2,038,200.00                                      | 2,022,101.90<br>(1,979.27)                    | 2,013,640.00<br>(3,380.00)             | (8,461.90)                   | 41,250.00            | 6,875.00           | 6,875.00                     | 3.21              | 2.88        |
| 3128X3WY5<br>FHLMC          | 10/06/06         | 4.000           | 09/22/09               | 1,500,000.00         | 1,463,985.00                                      | 1,488,150.33<br>998.56                        | 1,510,800.00<br>(2,445.00)             | 22,649.67                    | 30,000.00            | 5,000.00           | 1,500.00                     | 2.31              | 4.88        |
| 3137EABB4<br>FHLMC          | 01/31/08         | 4.125           | 11/30/09               | 1,500,000.00         | 1,535,310.00                                      | 1,522,431.61<br>(1,583.41)                    | 1,516,365.00<br>(3,030.00)             | (6,066.61)                   | 0.00                 | 5,156.25           | 20,796.88                    | 2.42              | 2.79        |

**City of Lancaster  
Securities Held  
September 30, 2008**

| CUSIP/<br>Description       | Purchase<br>Date | Rate/<br>Coupon | Maturity/<br>Call Date | Par Value/<br>Shares | Historical Cost/<br>Accrued Interest<br>Purchased | Amortized<br>Cost/Accretion<br>(Amortization) | Fair Value/<br>Change<br>In Fair Value | Unrealized<br>Gain<br>(Loss) | Interest<br>Received | Interest<br>Earned | Total<br>Accrued<br>Interest | %<br>Port<br>Cost | Yield |
|-----------------------------|------------------|-----------------|------------------------|----------------------|---|---|--|------------------------------|----------------------|--------------------|------------------------------|-------------------|-------|
| <b>U.S. Instrumentality</b> |                  |                 |                        |                      |   |   |  |                              |                      |                    |                              |                   |       |
| 3133XGYT5<br>FHLB           | 12/12/06         | 5.000           | 12/11/09               | 2,000,000.00         | 2,010,880.00<br>0.00                              | 2,004,332.13<br>(298.08)                      | 2,041,640.00<br>(6,680.00)             | 37,307.87                    | 0.00                 | 8,333.34           | 30,555.56                    | 3.17              | 4.80  |
| 3133XPFR1<br>FHLB           | 09/12/08         | 3.500           | 02/05/10<br>11/05/08   | 2,500,000.00         | 2,502,500.00<br>8,993.06                          | 2,501,620.37<br>(879.63)                      | 2,498,437.50<br>(4,062.50)             | (3,182.87)                   | 0.00                 | 4,618.05           | 13,611.11                    | 3.95              | 2.82  |
| 3128X7QT4<br>FHLMC          | 05/23/08         | 3.250           | 03/12/10<br>11/12/08   | 2,000,000.00         | 1,998,400.00<br>1,986.11                          | 1,997,055.91<br>150.21                        | 1,997,760.00<br>0.00                   | 704.09                       | 0.00                 | 5,416.66           | 25,097.22                    | 3.15              | 3.34  |
| 3136F7BE6<br>FNMA           | 11/01/07         | 4.375           | 06/21/10<br>06/21/10   | 1,000,000.00         | 1,000,300.00<br>0.00                              | 1,000,195.64<br>(9.34)                        | 1,018,840.00<br>(1,160.00)             | 18,644.36                    | 0.00                 | 3,645.84           | 12,152.78                    | 1.58              | 4.36  |
| 3128X4DQ1<br>FHLMC          | 04/30/07         | 4.500           | 07/06/10<br>07/06/10   | 1,500,000.00         | 1,483,200.00<br>0.00                              | 1,490,711.61<br>433.36                        | 1,531,470.00<br>(1,770.00)             | 40,758.39                    | 0.00                 | 5,625.00           | 15,937.50                    | 2.34              | 4.88  |
| 3133XRT83<br>FHLB           | 08/29/08         | 3.375           | 09/10/10               | 1,000,000.00         | 1,000,750.00<br>4,687.50                          | 1,000,716.64<br>(30.33)                       | 1,000,830.00<br>(3,545.00)             | 113.36                       | 0.00                 | 2,812.50           | 7,687.50                     | 1.58              | 3.33  |
| 31359MZL0<br>FNMA           | 08/31/07         | 4.750           | 12/15/10               | 1,400,000.00         | 1,401,568.00<br>0.00                              | 1,401,050.12<br>(39.13)                       | 1,446,942.00<br>1,960.00               | 45,891.88                    | 0.00                 | 5,541.67           | 19,580.56                    | 2.21              | 4.71  |
| 31331YNJ5<br>FFCB           | 01/31/08         | 3.500           | 01/18/11               | 2,000,000.00         | 2,023,540.00<br>0.00                              | 2,018,236.44<br>(652.07)                      | 2,003,440.00<br>(3,700.00)             | (14,796.44)                  | 0.00                 | 5,833.33           | 14,194.44                    | 3.19              | 3.08  |
| 3133XP3G7<br>FHLB           | 02/15/08         | 3.750           | 01/28/11<br>01/28/09   | 2,000,000.00         | 2,013,960.00<br>0.00                              | 2,004,773.68<br>(1,203.45)                    | 1,999,480.00<br>(1,660.00)             | (5,293.68)                   | 0.00                 | 6,250.00           | 13,125.00                    | 3.18              | 3.00  |
| 3128X64H6<br>FHLMC          | 03/31/08         | 3.750           | 03/04/11<br>12/04/08   | 1,000,000.00         | 1,002,950.00<br>0.00                              | 1,000,000.00<br>(56.37)                       | 1,000,680.00<br>1,510.00               | 680.00                       | 18,750.00            | 3,125.00           | 2,812.50                     | 1.58              | 3.75  |
| 31331YZH6<br>FFCB           | 03/31/08         | 3.250           | 03/25/11<br>10/05/08   | 1,000,000.00         | 997,500.00<br>0.00                                | 997,922.41<br>68.87                           | 991,430.00<br>(1,000.00)               | (6,492.41)                   | 16,250.00            | 2,708.34           | 541.67                       | 1.57              | 3.34  |
| 31331YQ45<br>FFCB           | 07/10/08         | 3.150           | 05/19/11               | 1,625,000.00         | 1,608,392.50<br>7,251.56                          | 1,609,714.09<br>477.68                        | 1,609,985.00<br>(1,787.50)             | 270.91                       | 0.00                 | 4,265.62           | 18,768.75                    | 2.54              | 3.53  |
| 3128X7YB7<br>FHLMC          | 07/01/08         | 4.000           | 06/09/11<br>12/09/08   | 1,000,000.00         | 995,234.38<br>2,444.44                            | 995,642.99<br>133.24                          | 1,001,250.00<br>1,120.00               | 5,607.01                     | 0.00                 | 3,333.33           | 12,444.44                    | 1.57              | 4.17  |
| 3133XRC65<br>FHLB           | 05/23/08         | 3.375           | 06/10/11               | 1,000,000.00         | 994,800.00<br>281.25                              | 995,412.04<br>140.16                          | 995,820.00<br>(1,970.00)               | 407.96                       | 0.00                 | 2,812.50           | 12,281.25                    | 1.57              | 3.56  |
| 31331Y4A5<br>FFCB           | 07/28/08         | 3.875           | 07/28/11<br>07/28/09   | 2,000,000.00         | 1,995,500.00<br>0.00                              | 1,995,767.12<br>123.28                        | 2,003,460.00<br>60.00                  | 7,692.88                     | 0.00                 | 6,458.33           | 13,562.50                    | 3.15              | 3.96  |
| 3133XHAD4<br>FHLB           | 01/31/08         | 5.250           | 10/06/11<br>10/06/08   | 2,000,000.00         | 2,030,500.00<br>0.00                              | 2,000,612.45<br>(3,674.70)                    | 2,000,400.00<br>(2,220.00)             | (212.45)                     | 0.00                 | 8,750.00           | 51,041.67                    | 3.20              | 2.96  |
| 3136F3WR3<br>FNMA           | 10/11/07         | 4.000           | 12/09/11<br>12/09/08   | 1,000,000.00         | 964,218.75<br>0.00                                | 972,599.10<br>706.21                          | 1,001,270.00<br>1,860.00               | 28,670.90                    | 0.00                 | 3,333.33           | 12,444.44                    | 1.52              | 4.96  |
| 3128X52N7<br>FHLMC          | 08/09/07         | 5.250           | 04/03/12<br>04/03/09   | 1,500,000.00         | 1,487,190.00<br>0.00                              | 1,490,349.15<br>226.20                        | 1,513,080.00<br>(180.00)               | 22,730.85                    | 0.00                 | 6,562.50           | 38,937.50                    | 2.35              | 5.46  |

**City of Lancaster  
Securities Held  
September 30, 2008**

| CUSIP/<br>Description               | Purchase<br>Date | Rate/<br>Coupon | Maturity/<br>Call Date | Par Value/<br>Shares | Historical Cost/<br>Accrued Interest<br>Purchased | Amortized<br>Cost/Accretion<br>(Amortization) | Fair Value/<br>Change<br>In Fair Value      | Unrealized<br>Gain<br>(Loss) | Interest<br>Received | Interest<br>Earned | Total<br>Accrued<br>Interest | %<br>Port<br>Cost | Yield |
|-------------------------------------|------------------|-----------------|------------------------|----------------------|---|---|---|------------------------------|----------------------|--------------------|------------------------------|-------------------|-------|
| <b>U.S. Instrumentality</b>         |                  |                 |                        |                      |   |   |   |                              |                      |                    |                              |                   |       |
| 31398ABC5<br>FNMA                   | 01/31/08         | 5.300           | 05/07/12<br>11/07/08   | 2,000,000.00         | 2,034,520.00<br>0.00                              | 2,004,545.34<br>(3,685.41)                    | 2,003,500.00<br>(800.00)                    | (1,045.34)                   | 0.00                 | 8,833.33           | 42,400.00                    | 3.21              | 3.00  |
| 3133XLEA7<br>FHLB                   | 08/20/07         | 5.375           | 06/08/12               | 1,000,000.00         | 1,017,810.00<br>0.00                              | 1,013,667.19<br>(304.62)                      | 1,050,830.00<br>(3,990.00)                  | 37,162.81                    | 0.00                 | 4,475.17           | 16,871.53                    | 1.61              | 4.95  |
| 3128X6NS1<br>FHLMC                  | 10/15/07         | 5.050           | 10/15/12<br>10/15/09   | 2,400,000.00         | 2,389,440.00<br>0.00                              | 2,391,474.55<br>173.40                        | 2,447,688.00<br>4,536.00                    | 56,213.45                    | 0.00                 | 10,100.00          | 55,886.67                    | 3.77              | 5.15  |
| 31331X3S9<br>FFCB                   | 11/30/07         | 4.500           | 10/17/12               | 2,000,000.00         | 2,037,360.00<br>0.00                              | 2,030,948.24<br>(628.61)                      | 2,041,200.00<br>(7,900.00)                  | 10,251.76                    | 0.00                 | 7,500.00           | 41,000.00                    | 3.21              | 4.07  |
| 31398AKW1<br>FNMA                   | 01/04/08         | 4.750           | 01/02/13<br>01/02/09   | 1,500,000.00         | 1,504,710.00<br>0.00                              | 1,501,203.38<br>(388.19)                      | 1,508,535.00<br>(195.00)                    | 7,331.62                     | 0.00                 | 5,937.50           | 17,614.58                    | 2.37              | 4.42  |
| 31398AKN1<br>FNMA                   | 01/31/08         | 4.550           | 01/04/13<br>01/04/10   | 2,000,000.00         | 2,041,200.00<br>0.00                              | 2,026,970.45<br>(1,755.69)                    | 2,002,420.00<br>7,820.00                    | (24,500.45)                  | 0.00                 | 7,583.34           | 21,991.67                    | 3.22              | 3.43  |
| <b>TOTAL</b>                        |                  |                 |                        | <b>53,575,000.00</b> | <b>53,638,002.63</b><br><b>25,643.92</b>          | <b>53,613,628.17</b><br><b>(10,626.86)</b>    | <b>53,942,001.50</b><br><b>(54,168.50)</b>  | <b>328,373.33</b>            | <b>106,250.00</b>    | <b>186,009.73</b>  | <b>666,887.38</b>            | <b>84.61</b>      |       |
| <b>Corporate</b>                    |                  |                 |                        |                      |   |   |   |                              |                      |                    |                              |                   |       |
| 949746FQ9<br>Wells Fargo            | 03/01/06         | 3.125           | 04/01/09               | 1,000,000.00         | 944,740.00<br>0.00                                | 991,076.02<br>1,470.98                        | 990,040.00<br>(5,680.00)                    | (1,036.02)                   | 0.00                 | 2,604.17           | 15,625.00                    | 1.49              | 5.08  |
| 59217EAL8<br>Metropolitan Life Glob | 05/07/08         | 4.250           | 07/30/09               | 1,000,000.00         | 1,002,920.00<br>0.00                              | 1,001,964.01<br>(195.10)                      | 981,980.00<br>(9,930.00)                    | (19,984.01)                  | 0.00                 | 3,541.67           | 7,201.39                     | 1.58              | 4.00  |
| 949746JJ1<br>Wells Fargo            | 05/28/08         | 4.200           | 01/15/10               | 1,000,000.00         | 1,007,820.00<br>0.00                              | 1,006,169.55<br>(392.96)                      | 986,270.00<br>(19,750.00)                   | (19,899.55)                  | 0.00                 | 3,500.00           | 8,866.67                     | 1.59              | 3.70  |
| 36962GS62<br>GE Capital             | 05/01/08         | 4.875           | 10/21/10               | 1,500,000.00         | 1,540,470.00<br>2,031.25                          | 1,533,612.96<br>(1,344.52)                    | 1,452,180.00<br>(85,710.00)                 | (81,432.96)                  | 0.00                 | 6,093.75           | 32,500.00                    | 2.43              | 3.72  |
| 36962GE75<br>GE Capital             | 01/31/08         | 4.250           | 12/01/10               | 1,000,000.00         | 1,022,030.00<br>0.00                              | 1,016,836.45<br>(638.55)                      | 966,710.00<br>(46,260.00)                   | (50,126.45)                  | 0.00                 | 3,541.67           | 14,166.67                    | 1.61              | 3.43  |
| <b>TOTAL</b>                        |                  |                 |                        | <b>5,500,000.00</b>  | <b>5,517,980.00</b><br><b>2,031.25</b>            | <b>5,549,658.99</b><br><b>(1,100.15)</b>      | <b>5,377,180.00</b><br><b>(167,330.00)</b>  | <b>(172,478.99)</b>          | <b>0.00</b>          | <b>19,281.26</b>   | <b>78,359.73</b>             | <b>8.70</b>       |       |
| <b>GRAND TOTAL</b>                  |                  |                 |                        | <b>63,317,403.53</b> | <b>63,397,917.42</b><br><b>27,675.17</b>          | <b>63,404,459.19</b><br><b>(11,709.05)</b>    | <b>63,596,975.03</b><br><b>(223,848.50)</b> | <b>192,515.84</b>            | <b>106,867.23</b>    | <b>221,007.87</b>  | <b>813,219.42</b>            | <b>100.00</b>     |       |

V = variable rate, current rate shown, average rate for Cash & Equivalents

**City of Lancaster  
GASB 40 - Deposit and Investment Risk Disclosure  
September 30, 2008**

| CUSIP               | Type                 | Coupon | Maturity Date | Call Date  | S&P Rating | Moody Rating | Par Value / Shares | Historical Cost | % Portfolio Hist Cost | Market Value  | % Portfolio Mkt Value | Weighted Avg Mkt Dur (Yrs) |
|---------------------|----------------------|--------|---------------|------------|------------|--------------|--------------------|-----------------|-----------------------|---------------|-----------------------|----------------------------|
| <b>FHLB</b>         |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |
| 3133XHAD4           | U.S. Instrumentality | 5.250  | 10/06/2011    | 10/06/2008 | AAA        | Aaa          | 2,000,000.00       | 2,030,500.00    | 3.20                  | 2,000,400.00  | 3.15                  | 0.02                       |
| 3133XDJG7           | U.S. Instrumentality | 4.500  | 10/14/2008    |            | AAA        | Aaa          | 1,000,000.00       | 986,020.00      | 1.56                  | 1,000,490.00  | 1.57                  | 0.04                       |
| 3133XDIT6           | U.S. Instrumentality | 4.750  | 12/12/2008    |            | AAA        | Aaa          | 2,000,000.00       | 1,998,820.00    | 3.15                  | 2,006,420.00  | 3.15                  | 0.20                       |
| 3133XPCR3           | U.S. Instrumentality | 2.875  | 01/30/2009    | 10/30/2008 | AAA        | Aaa          | 2,000,000.00       | 1,999,300.00    | 3.15                  | 1,997,960.00  | 3.14                  | 0.33                       |
| 3133XFYK6           | U.S. Instrumentality | 5.375  | 07/17/2009    |            | AAA        | Aaa          | 1,000,000.00       | 1,009,020.00    | 1.59                  | 1,017,080.00  | 1.60                  | 0.77                       |
| 3133XGYT5           | U.S. Instrumentality | 5.000  | 12/11/2009    |            | AAA        | Aaa          | 2,000,000.00       | 2,010,880.00    | 3.17                  | 2,041,640.00  | 3.21                  | 1.14                       |
| 3133XPER1           | U.S. Instrumentality | 3.500  | 02/05/2010    | 11/05/2008 | AAA        | Aaa          | 2,500,000.00       | 2,502,500.00    | 3.95                  | 2,498,437.50  | 3.93                  | 1.30                       |
| 3133XRT83           | U.S. Instrumentality | 3.375  | 09/10/2010    |            | AAA        | Aaa          | 1,000,000.00       | 1,000,750.00    | 1.58                  | 1,000,830.00  | 1.57                  | 1.86                       |
| 3133XP3G7           | U.S. Instrumentality | 3.750  | 01/28/2011    | 01/28/2009 | AAA        | Aaa          | 2,000,000.00       | 2,013,960.00    | 3.18                  | 1,999,480.00  | 3.14                  | 2.20                       |
| 3133XRC65           | U.S. Instrumentality | 3.375  | 06/10/2011    |            | AAA        | Aaa          | 1,000,000.00       | 994,800.00      | 1.57                  | 995,820.00    | 1.57                  | 2.52                       |
| 3133XLEA7           | U.S. Instrumentality | 5.375  | 06/08/2012    |            | AAA        | Aaa          | 1,000,000.00       | 1,017,810.00    | 1.61                  | 1,050,830.00  | 1.65                  | 3.29                       |
| <b>ISSUER TOTAL</b> |                      |        |               |            |            |              | 17,500,000.00      | 17,564,360.00   | 27.70                 | 17,609,387.50 | 27.69                 | 1.12                       |
| <b>FHLMC</b>        |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |
| 3128X64H6           | U.S. Instrumentality | 3.750  | 03/04/2011    | 12/04/2008 | AAA        | Aaa          | 1,000,000.00       | 1,002,950.00    | 1.58                  | 1,000,680.00  | 1.57                  | 0.17                       |
| 3128X7VB7           | U.S. Instrumentality | 4.000  | 06/09/2011    | 12/09/2008 | AAA        | Aaa          | 1,000,000.00       | 995,234.38      | 1.57                  | 1,001,250.00  | 1.57                  | 0.19                       |
| 3128X2ME2           | U.S. Instrumentality | 3.875  | 01/12/2009    | 01/12/2009 | AAA        | Aaa          | 1,000,000.00       | 970,340.00      | 1.53                  | 1,001,610.00  | 1.57                  | 0.28                       |
| 3128X52N7           | U.S. Instrumentality | 5.250  | 04/03/2012    | 04/03/2009 | AAA        | Aaa          | 1,500,000.00       | 1,487,190.00    | 2.35                  | 1,513,080.00  | 2.38                  | 0.49                       |
| 3128X3VA8           | U.S. Instrumentality | 4.125  | 09/01/2009    | 09/01/2009 | AAA        | Aaa          | 2,000,000.00       | 2,038,200.00    | 3.21                  | 2,013,640.00  | 3.17                  | 0.89                       |
| 3128X3WY5           | U.S. Instrumentality | 4.000  | 09/22/2009    | 09/22/2009 | AAA        | Aaa          | 1,500,000.00       | 1,463,985.00    | 2.31                  | 1,510,800.00  | 2.38                  | 0.95                       |
| 3128X6NS1           | U.S. Instrumentality | 5.050  | 10/15/2012    | 10/15/2009 | AAA        | Aaa          | 2,400,000.00       | 2,389,440.00    | 3.77                  | 2,447,688.00  | 3.85                  | 0.99                       |
| 3137EABB4           | U.S. Instrumentality | 4.125  | 11/30/2009    |            | AAA        | Aaa          | 1,500,000.00       | 1,535,310.00    | 2.42                  | 1,516,365.00  | 2.38                  | 1.12                       |
| 3128X7QT4           | U.S. Instrumentality | 3.250  | 05/12/2010    | 11/12/2008 | AAA        | Aaa          | 2,000,000.00       | 1,996,400.00    | 3.15                  | 1,997,760.00  | 3.14                  | 1.54                       |
| 3128X4DQ1           | U.S. Instrumentality | 4.500  | 07/06/2010    | 07/06/2010 | AAA        | Aaa          | 1,500,000.00       | 1,483,200.00    | 2.34                  | 1,531,470.00  | 2.41                  | 1.68                       |
| <b>ISSUER TOTAL</b> |                      |        |               |            |            |              | 15,400,000.00      | 15,362,249.38   | 24.23                 | 15,534,343.00 | 24.43                 | 0.93                       |
| <b>FNMA</b>         |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |
| 31398ABC5           | U.S. Instrumentality | 5.300  | 05/07/2012    | 11/07/2008 | AAA        | Aaa          | 2,000,000.00       | 2,034,520.00    | 3.21                  | 2,003,500.00  | 3.15                  | 0.10                       |
| 3136F3WR3           | U.S. Instrumentality | 4.000  | 12/09/2011    | 12/09/2008 | AAA        | Aaa          | 1,000,000.00       | 964,218.75      | 1.52                  | 1,001,270.00  | 1.57                  | 0.19                       |
| 31398AKW1           | U.S. Instrumentality | 4.750  | 01/02/2013    | 01/02/2009 | AAA        | Aaa          | 1,500,000.00       | 1,504,710.00    | 2.37                  | 1,508,535.00  | 2.37                  | 0.25                       |
| 31359MD67           | U.S. Instrumentality | 4.200  | 06/08/2009    | 06/08/2009 | AAA        | Aaa          | 2,000,000.00       | 1,970,800.00    | 3.11                  | 2,011,660.00  | 3.16                  | 0.67                       |
| 31398AKN1           | U.S. Instrumentality | 4.550  | 01/04/2013    | 01/04/2010 | AAA        | Aaa          | 2,000,000.00       | 2,041,200.00    | 3.22                  | 2,002,420.00  | 3.15                  | 1.20                       |
| 3136F7BE6           | U.S. Instrumentality | 4.375  | 06/21/2010    | 06/21/2010 | AAA        | Aaa          | 1,000,000.00       | 1,000,300.00    | 1.58                  | 1,018,840.00  | 1.60                  | 1.64                       |
| 31359MZL0           | U.S. Instrumentality | 4.750  | 12/15/2010    |            | AAA        | Aaa          | 1,400,000.00       | 1,401,568.00    | 2.21                  | 1,446,942.00  | 2.28                  | 2.06                       |
| <b>ISSUER TOTAL</b> |                      |        |               |            |            |              | 10,900,000.00      | 10,917,316.75   | 17.22                 | 10,993,167.00 | 17.29                 | 0.84                       |

**City of Lancaster**  
**GASB 40 - Deposit and Investment Risk Disclosure**  
**September 30, 2008**

| CUSIP                                       | Type                 | Coupon | Maturity Date | Call Date  | S&P Rating | Moody Rating | Par Value / Shares | Historical Cost | % Portfolio Hist Cost | Market Value  | % Portfolio Mkt Value | Weighted Avg Mkt Dur (Yrs) |        |      |
|---|----------------------|--------|---------------|------------|------------|--------------|--------------------|-----------------|-----------------------|---------------|-----------------------|----------------------------|--------|------|
| <b><u>FFCB</u></b>                          |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |        |      |
| 31331SRZ8                                   | U.S. Instrumentality | 4.125  | 04/15/2009    |            | AAA        | Aaa          | 1,150,000.00       | 1,131,784.00    | 1.79                  | 1,155,589.00  | 1.82                  | 0.52                       |        |      |
| 31331Y4A5                                   | U.S. Instrumentality | 3.875  | 07/28/2011    | 07/28/2009 | AAA        | Aaa          | 2,000,000.00       | 1,995,500.00    | 3.15                  | 2,003,460.00  | 3.15                  | 0.80                       |        |      |
| 31331YNJ5                                   | U.S. Instrumentality | 3.500  | 01/18/2011    |            | AAA        | Aaa          | 2,000,000.00       | 2,023,540.00    | 3.19                  | 2,003,440.00  | 3.15                  | 2.18                       |        |      |
| 31331YZH6                                   | U.S. Instrumentality | 3.250  | 03/25/2011    | 10/05/2008 | AAA        | Aaa          | 1,000,000.00       | 997,500.00      | 1.57                  | 991,430.00    | 1.56                  | 2.36                       |        |      |
| 31331YQ45                                   | U.S. Instrumentality | 3.150  | 05/19/2011    |            | AAA        | Aaa          | 1,625,000.00       | 1,608,392.50    | 2.54                  | 1,609,985.00  | 2.53                  | 2.48                       |        |      |
| 31331X3S9                                   | U.S. Instrumentality | 4.500  | 10/17/2012    |            | AAA        | Aaa          | 2,000,000.00       | 2,037,360.00    | 3.21                  | 2,041,200.00  | 3.21                  | 3.60                       |        |      |
| <b>ISSUER TOTAL</b>                         |                      |        |               |            |            |              |                    | 9,794,076.50    | 15.45                 | 9,805,104.00  | 15.42                 | 2.07                       |        |      |
| <b><u>T-Note</u></b>                        |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |        |      |
| 912828FV7                                   | U.S. Treasury        | 4.875  | 10/31/2008    |            | AAA        | Aaa          | 2,000,000.00       | 2,005,312.50    | 3.16                  | 2,006,560.00  | 3.16                  | 0.08                       |        |      |
| 912828GE4                                   | U.S. Treasury        | 4.875  | 01/31/2009    |            | AAA        | Aaa          | 1,000,000.00       | 998,046.88      | 1.57                  | 1,012,660.00  | 1.59                  | 0.33                       |        |      |
| 912828GP9                                   | U.S. Treasury        | 4.500  | 04/30/2009    |            | AAA        | Aaa          | 1,000,000.00       | 996,171.88      | 1.57                  | 1,016,170.00  | 1.60                  | 0.57                       |        |      |
| <b>ISSUER TOTAL</b>                         |                      |        |               |            |            |              |                    | 3,999,531.26    | 6.31                  | 4,035,390.00  | 6.35                  | 0.27                       |        |      |
| <b><u>GE Capital</u></b>                    |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |        |      |
| 36962GS62                                   | Corporate            | 4.875  | 10/21/2010    |            | AAA        | Aaa          | 1,500,000.00       | 1,540,470.00    | 2.43                  | 1,452,180.00  | 2.28                  | 1.88                       |        |      |
| 36962GE75                                   | Corporate            | 4.250  | 12/01/2010    |            | AAA        | Aaa          | 1,000,000.00       | 1,022,030.00    | 1.61                  | 966,710.00    | 1.52                  | 2.01                       |        |      |
| <b>ISSUER TOTAL</b>                         |                      |        |               |            |            |              |                    | 2,562,500.00    | 4.04                  | 2,418,890.00  | 3.80                  | 1.93                       |        |      |
| <b><u>Wells Fargo</u></b>                   |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |        |      |
| 949746FQ9                                   | Corporate            | 3.125  | 04/01/2009    |            | AA+        | Aa1          | 1,000,000.00       | 944,740.00      | 1.49                  | 990,040.00    | 1.56                  | 0.48                       |        |      |
| 949746JJ1                                   | Corporate            | 4.200  | 01/15/2010    |            | AA+        | Aa1          | 1,000,000.00       | 1,007,820.00    | 1.59                  | 986,270.00    | 1.55                  | 1.23                       |        |      |
| <b>ISSUER TOTAL</b>                         |                      |        |               |            |            |              |                    | 1,952,560.00    | 3.08                  | 1,976,310.00  | 3.11                  | 0.85                       |        |      |
| <b><u>Metropolitan Life Global Fund</u></b> |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |        |      |
| 59217EAL8                                   | Corporate            | 4.250  | 07/30/2009    |            | AA         | Aa2          | 1,000,000.00       | 1,002,920.00    | 1.58                  | 981,980.00    | 1.54                  | 0.80                       |        |      |
| <b>ISSUER TOTAL</b>                         |                      |        |               |            |            |              |                    | 1,002,920.00    | 1.58                  | 981,980.00    | 1.54                  | 0.80                       |        |      |
| <b><u>Hishmark US Govt SanMateo</u></b>     |                      |        |               |            |            |              |                    |                 |                       |               |                       |                            |        |      |
|   | Cash and Equivalents | 0.310  |               |            | AAA        |              | 242,403.53         | 242,403.53      | 0.38                  | 242,403.53    | 0.38                  | 0.00                       |        |      |
| <b>ISSUER TOTAL</b>                         |                      |        |               |            |            |              |                    | 242,403.53      | 0.38                  | 242,403.53    | 0.38                  | 0.00                       |        |      |
| <b>GRAND TOTAL</b>                          |                      |        |               |            |            |              |                    | 63,317,403.53   | 100.00                | 63,397,917.42 | 100.00                | 63,596,975.03              | 100.00 | 1.13 |

Highlighted totals are issuers representing 5.00% or more of the portfolio's market value.