

**ATTACHMENT A
CITY OF LANCASTER
MONTHLY REPORT OF INVESTMENTS
October 31, 2008**

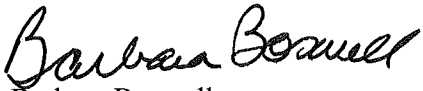
	Interest Rate	Amount	Total
<u>City of Lancaster</u>			
Wells Fargo Bank			\$2,616,618
City of Lancaster Account (note 1)	0.000%	\$854,202	
Hud Section 108 Loan Guarantee Assist Program	0.000%	\$0	
Sweep Account	0.121%	\$1,662,416	
Certificate of Deposit	1.740%	\$100,000	
Bank of America			\$100,000
Certificate of Deposit	2.850%	\$100,000	
Union Bank of California - Safekeeping (note 2)			\$63,721,306
US Treasury Bills	0.000%	\$0	
US Treasury Notes	4.845%	\$1,994,219	
Federal Government Agencies	3.957%	\$53,931,685	
Corporate	3.946%	\$5,517,980	
Highmark Money Market Fund	0.450%	\$2,277,422	
Union Bank of California			\$100,000
Certificate of Deposit	1.700%	\$100,000	
Antelope Valley Bank			\$100,000
Certificate of Deposit	1.790%	\$100,000	
Washington Mutual			\$100,000
Certificate of Deposit	2.280%	\$100,000	
Local Agency Investment Fund (L.A.I.F.)	2.709%	\$33,119,650	\$33,119,650
Total City of Lancaster			\$99,857,575
<u>Lancaster Redevelopment Agency</u>			
Local Agency Investment Fund (L.A.I.F.)	2.709%	\$24,275,942	\$24,275,942
Total Lancaster Redevelopment Agency			\$24,275,942
<u>Lancaster Housing Authority</u>			
Local Agency Investment Fund (L.A.I.F.)	2.709%	\$126,732	\$126,732
Total Lancaster Housing Authority			\$126,732
Total Pooled Portfolio (note 5)			\$124,260,249
Weighted Average	3.243%		

**ATTACHMENT A
CITY OF LANCASTER
MONTHLY REPORT OF INVESTMENTS
October 31, 2008**

	Interest Rate	Amount	Total
US Bank Construction Proceeds			\$30,092,859
LFA Combined Project Areas 2006 ED Revenue Bonds	4.728%	\$23,774,776	
LFA Combined Project Areas 2004 School Districts Bonds	0.080%	\$352,770	
LFA Combined Project Areas 2006 School Districts Bonds	0.080%	\$5,965,313	
Total Construction Bond Proceeds (note 6)			<u>\$30,092,859</u>
The Bank of New York Trust Company, N.A.			\$1,483,822
LRA & LA County Escrow Account - Government Bonds	0.000%	\$1,483,822	
US Bank			\$22,506,420
CFD 89-1 1990 Special Bonds	0.000%	\$316	
LFA CFD 89-1 1997 Special Bonds	0.000%	\$320,990	
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	2.190%	\$1,304,451	
AD 92-101 Series 2002 Refunding Bonds	0.000%	\$158,358	
AD 93-3 1994 Limited Improvement Bonds	0.270%	\$313,532	
LRA Desert Sands MHP Revenue Bonds 1997 A & B	0.000%	\$427,969	
LHA Brierwood MHP 1999 Revenue Bonds	5.080%	\$689,750	
LRA Amargosa 1999 Refunding Bonds	2.190%	\$185	
LRA Combined Project Areas 2003B Housing Bonds	2.190%	\$694,818	
LRA Combined Project Areas 2003 Housing Refunding Bc	4.469%	\$4,593,498	
LRA Combined Project Areas 2004 Housing Refunding Bc	2.340%	\$902,956	
LRA CBD 1994 Refunding Bonds	0.001%	\$220,370	
LRA 1999 Capital Lease Payment	5.029%	\$432,498	
LFA Combined Project Areas 2003 ED Revenue Bonds	4.470%	\$3,026,293	
LFA Combined Project Areas 2003B ED Refunding Bonds	4.670%	\$1,016,888	
LFA Combined Project Areas 2004B ED Revenue Bonds	2.340%	\$583,898	
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	0.080%	\$944,372	
LRA Combined 2004 Fire Protection Facilities Project Bon	3.558%	\$828,119	
LRA Combined 2004 Library Project Refunding Bonds	3.560%	\$346,014	
LRA Combined 2004 Sheriff Facilities Prjct Refunding Bo	3.557%	\$1,770,873	
Total Restricted Cash/Investments Held in Trust			<u>\$22,506,420</u>
Total Restricted Cash/Investments Held in Trust (note 7)			<u>\$23,990,242</u>

**ATTACHMENT A
CITY OF LANCASTER
MONTHLY REPORT OF INVESTMENTS
October 31, 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.



Barbara Boswell
Finance Director

ATTACHMENT A
CITY OF LANCASTER
MONTHLY REPORT OF INVESTMENTS
OCTOBER 31, 2008

- (1) This is the actual City bank account balance as of 10/31/08. 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 10/31/08. 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 10/31/08. 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	4.80%	None
CD's	0.50%	25% of total portfolio
US Treasury	2.00%	None
Federal Securities	54.01%	None
Corporate	5.53%	None
LAIF	33.17%	None

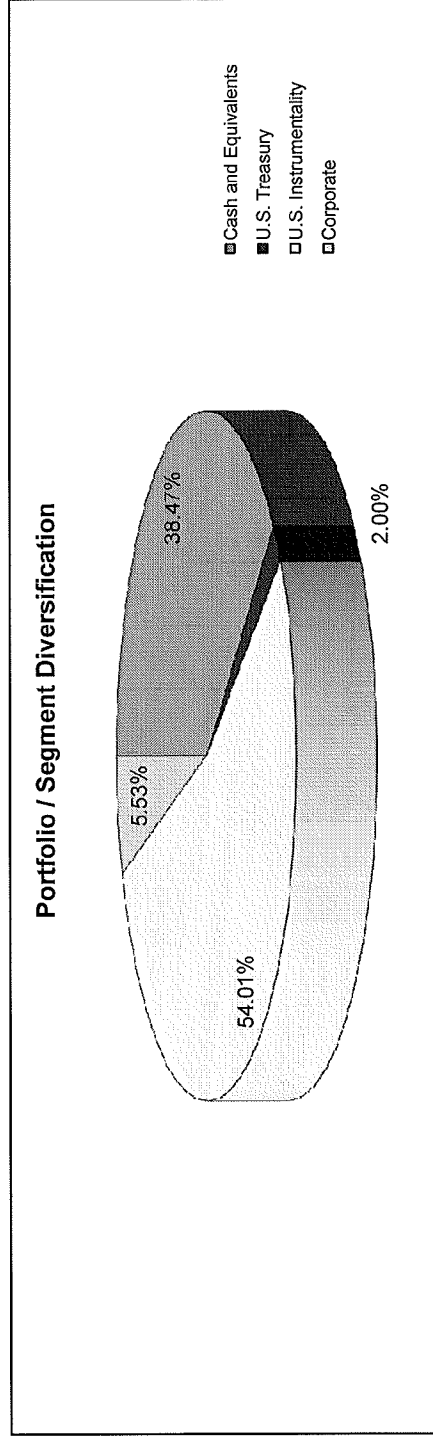
- (6) These are restricted construction bonds funded through the Lancaster Redevelopment Agency and the Lancaster Financing Authority. These amounts cannot be pooled for other investing.
- (7) These are restricted cash and investments are held in trust by the banks indicated. These amounts cannot be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

**City of Lancaster
Cash Balances
October 31, 2008**

Fund Number	Fund Name	Ending Balance
101	GENERAL FUND	\$21,904,206.38
104	CAPITAL REPLACEMENT FUND	\$2,640,804.79
106	COMMUNITY SERVICES FOUNDATION	\$254,936.42
109	CITY SPECIAL RESERVES FUND	\$9,679,117.50
150	CAPITAL PROJECTS FUND - CITY	\$611,580.05
203	GAS TAX	(\$256,456.46)
204	AQMD	\$81,954.73
205	PROP 1B	\$2,318,748.59
206	TDA ARTICLE 8 FUND	\$8,815,143.93
207	PROP "A" TRANSIT FUND	\$1,627,872.82
208	TDA ARTICLE 3 BIKEWAY FUND	(\$24,395.00)
209	PROPOSITION "C" FUND	\$4,073,350.33
212	CCA-FAIRGROUNDS CONSTRUCTION	(\$444,385.71)
213	PARKS DEVELOPMENT FUND	\$2,776,626.37
215	ROBERTI-ZBERG FUND	(\$314,672.64)
217	SIGNALS - DEVELOPER FEES FUND	\$5,591,937.31
219	STATE PARK BOND FUND (PROP 12)	(\$458,173.00)
220	DRAINAGE - DEVELOPER FEES FUND	\$15,651,894.88
224	BIOLOGICAL IMPACT FEE FUND	\$339,033.27
226	USP - OPERATION	\$225,367.40
227	USP - PARKS	\$10,338,947.02
228	USP - ADMIN	\$663,723.94
229	USP - CORP YARD	\$414,587.10
230	MARIPOSA LILY FUND	\$45,212.04
232	TRAFFIC IMPACT FEES FUND	\$5,084,010.07
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	\$397,180.28
250	BUILDING FEES	\$2,710,124.42
251	ENGINEERING FEES	(\$1,078,765.28)
252	PROP 42 CONGESTION MANAGEMENT	\$354,701.17
261	LOS ANGELES COUNTY REIMB	(\$2,191,121.34)
263	LOS ANGELES COUNTY PARK BOND	(\$288,360.00)
299	PRIVATE DEVELOPER REIMBURSEMEN	(\$7,867.00)
301	LANCASTER HOUSING AUTH. OPS.	\$208,824.60
302	LHA DEBT SERVICE FUND	(\$11,000.03)
315	LOCAL PRIVATE GRANTS	\$945.52
320	STATE GRANTS - PARKS	\$186,539.02
322	MTA GRANT - TDA	(\$0.05)
323	STATE GRANT - STPL	(\$107,739.09)
324	STATE GRANT - OTS	\$89,761.74
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	(\$410,242.58)
361	CDBG	(\$588,833.51)
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	\$215,968.40
401	AGENCY FUND	\$725,840.50
402	PERFORMING ARTS CENTER	(\$419,230.39)
404	GRANTS FUND	(\$287,760.59)
408	AEROSPACE GRANTS FUND	(\$86,205.05)
409	REIMBURSABLE GRANTS FUND	\$25,506.37
480	SEWER MAINT FUND	(\$14,908.64)
481	FOX FIELD LANDSCAPE MAINT DIST	(\$123.78)
482	LANDSCAPE MAINTENANCE DISTRICT	\$1,164,741.52
483	LIGHTING MAINTENANCE DISTRICT	(\$882,934.43)
484	DRAINAGE MAINTENANCE DISTRICT	\$2,234,572.27
485	RECYCLED WATER FUND	\$779,951.16
TOTAL BALANCE OF ALL FUNDS		\$92,842,137.75

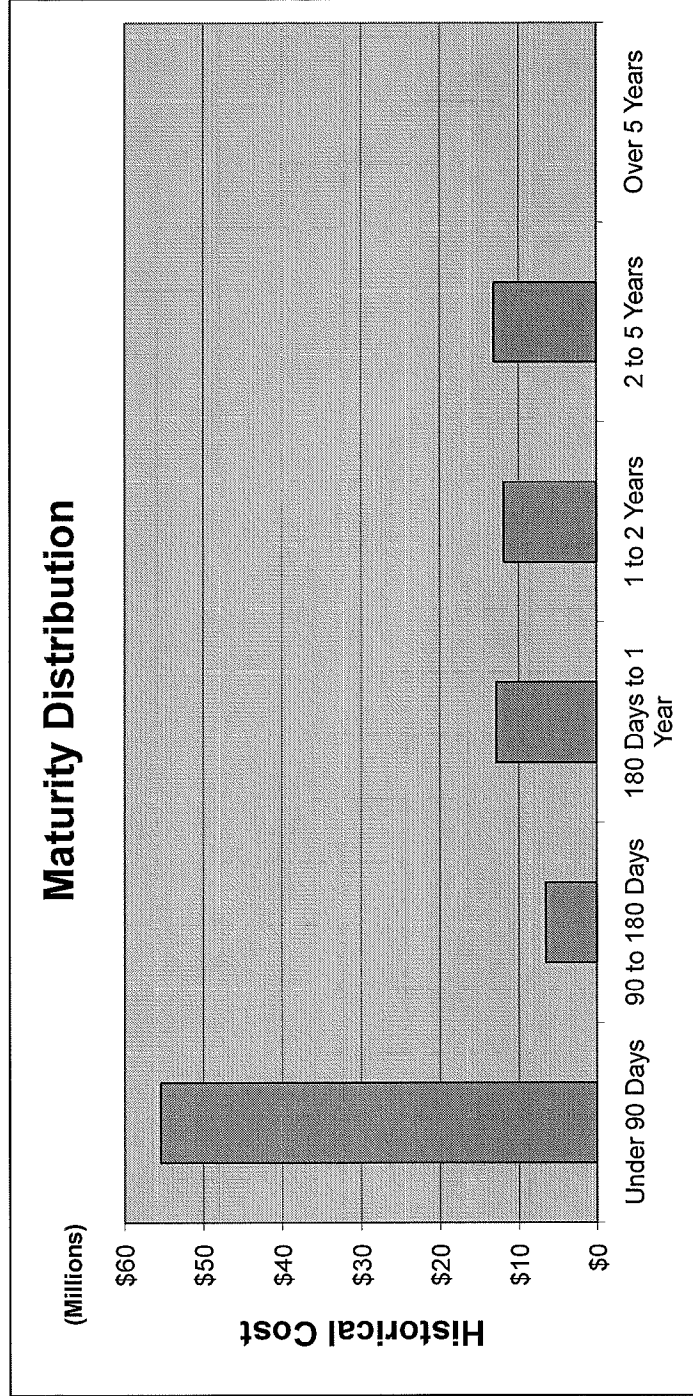
**City of Lancaster
Recap of Securities Held
October 31, 2008**

	Historical Cost	Amortized Cost	Fair Value	Unrealized Gain (Loss)	Weighted Average Maturity (Days)	Weighted Final Maturity (Days)	Weighted Average Effective Maturity (Days)	% Portfolio/Segment	Weighted Average Yield	Weighted Average Market Duration (Years)
Cash and Equivalents	\$38,413,690.71	\$38,413,690.71	\$38,413,690.71	\$0.00	1	1	1	38.47%	2.54%	0.00
U.S. Treasury	\$1,994,219.00	\$1,998,794.48	\$2,026,800.00	\$28,005.52	136	136	136	2.00%	4.84%	0.37
U.S. Instrumentality	\$53,931,685.00	\$53,914,916.85	\$54,255,204.00	\$340,287.15	754	422	422	54.01%	3.96%	1.08
Corporate	\$5,517,980.00	\$5,548,522.17	\$5,356,470.00	-\$192,052.17	498	498	498	5.53%	3.95%	1.28
TOTAL	\$99,857,574.71	\$99,875,924.21	\$100,052,164.71	\$176,240.50	686	405	405	100.00%	3.43%	1.04



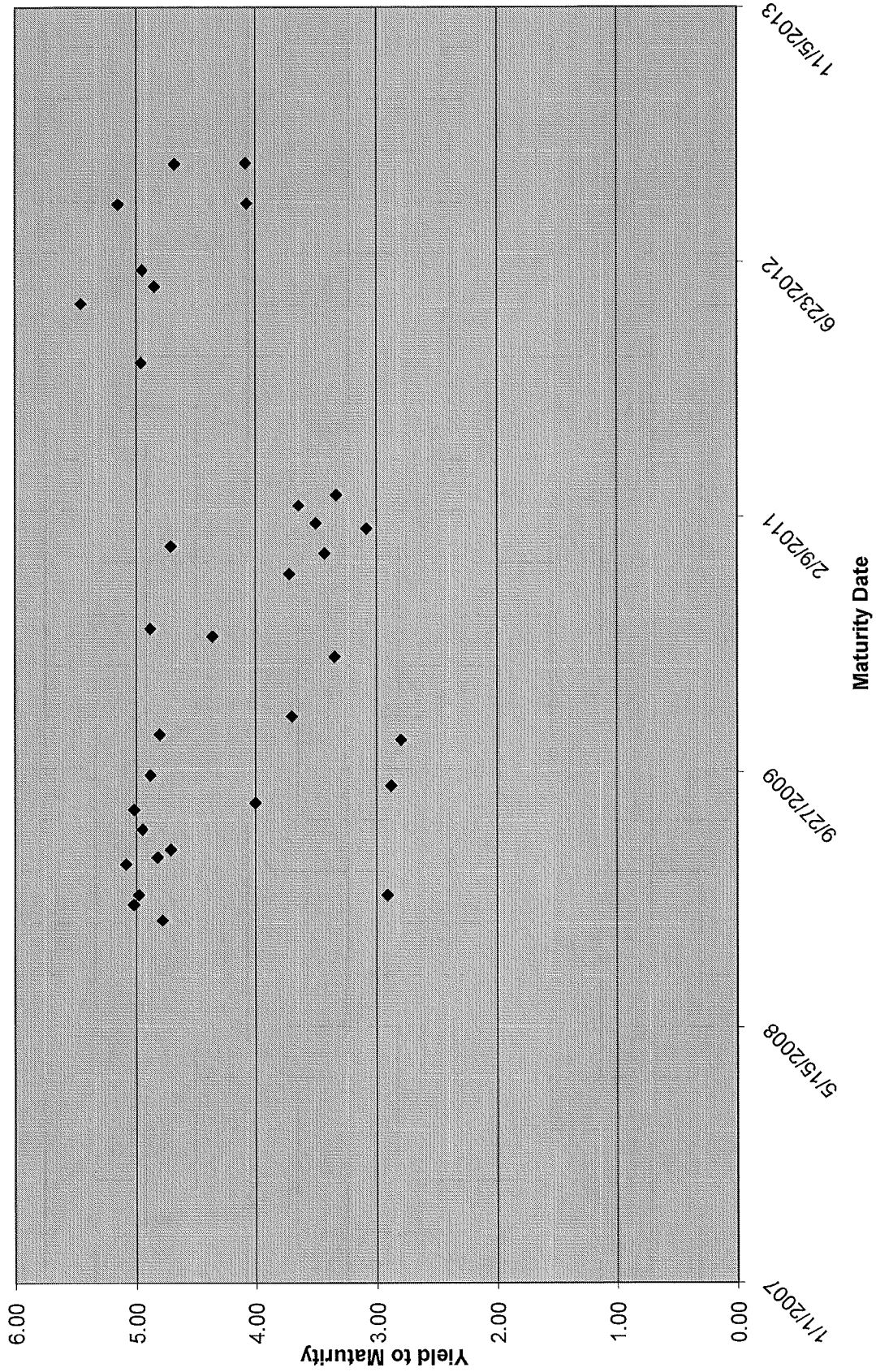
City of Lancaster
Maturity Distribution of Securities Held
October 31, 2008

Maturity	Historical Cost	Percent
Under 90 Days	\$55,395,313.84	55.47%
90 to 180 Days	\$6,561,060.88	6.57%
180 Days to 1 Year	\$12,866,036.88	12.88%
1 to 2 Years	\$11,890,962.50	11.91%
2 to 5 Years	\$13,144,200.50	13.16%
Over 5 Years	\$0.00	0.00%
	\$99,857,574.60	100.00%



City of Lancaster
Maturity Dates and Yields of Securities Held
October 31, 2008

Securities Held



**City of Lancaster
Securities Held
October 31, 2008**

CUSIP/ Description	Purchase Date	Rate/ Coupon	Maturity/ Call Date	Par Value/ Shares	Historical Cost/ Accrued Interest Purchased	Amortized Cost/Accretion (Amortization)	Fair Value/ Change In Fair Value	Unrealized Gain (Loss)	Interest Received	Interest Earned	Total Accrued Interest	% Port Cost	Yield
Cash and Equivalents													
Highmark US Govt SamM	10/31/08	0.450 V		2,277,422.36	2,277,422.36 0.00	2,277,422.36 0.00	2,277,422.36 0.00	0.00	125.84	232.38	232.38	3.57	0.45
TOTAL				2,277,422.36	2,277,422.36 0.00	2,277,422.36 0.00	2,277,422.36 0.00	0.00	125.84	232.38	232.38	3.57	
U.S. Treasury													
912828GE4 T-Note	01/31/07	4.875	01/31/09	1,000,000.00	998,046.88 0.00	999,756.86 82.83	1,010,080.00 (2,580.00)	10,323.14	0.00	4,106.65	12,319.97	1.57	4.98
912828GP9 T-Note	05/15/07	4.500	04/30/09	1,000,000.00	996,171.88 0.00	999,037.62 165.74	1,016,720.00 550.00	17,682.38	22,500.00	3,792.79	124.31	1.56	4.71
TOTAL				2,000,000.00	1,994,218.76 0.00	1,998,794.48 248.57	2,026,800.00 (2,030.00)	28,005.52	22,500.00	7,899.44	12,444.28	3.13	
U.S. Instrumentality													
3133XDT76 FHLB	12/08/06	4.750	12/12/08	2,000,000.00	1,998,820.00 0.00	1,999,934.18 49.77	2,004,920.00 (1,500.00)	4,985.82	0.00	7,916.67	36,680.56	3.14	4.78
3128XME2 FHLMC	03/23/06	3.875	01/12/09 01/12/09	1,000,000.00	970,340.00 0.00	997,918.60 896.16	1,002,310.00 700.00	4,391.40	0.00	3,229.17	11,732.64	1.52	5.02
3133XPCR3 FHLB	01/31/08	2.875	01/30/09 01/30/09	2,000,000.00	1,999,300.00 0.00	1,999,827.40 59.45	2,002,060.00 4,100.00	2,232.60	0.00	4,791.66	14,534.72	3.14	2.91
3133ISRZ8 FFCB	11/03/06	4.125	04/15/09	1,150,000.00	1,131,784.00 0.00	1,146,637.99 631.65	1,158,418.00 2,829.00	11,780.01	23,718.75	3,953.12	2,108.33	1.78	4.82
31359MD67 FNMA	05/11/07	4.200	06/08/09 06/08/09	2,000,000.00	1,970,800.00 0.00	1,991,574.70 1,192.62	2,016,660.00 5,000.00	25,085.30	0.00	7,000.00	33,366.67	3.09	4.95
3133XFYK6 FHLB	10/19/06	5.375	07/17/09	1,000,000.00	1,009,020.00 0.00	1,002,322.51 (279.07)	1,018,030.00 950.00	15,707.49	0.00	4,479.17	15,527.78	1.58	5.02
3128XVA8 FHLMC	01/31/08	4.125	09/01/09 09/01/09	2,000,000.00	2,038,200.00 0.00	2,020,056.65 (2,045.25)	2,017,500.00 3,860.00	(2,556.65)	0.00	6,875.00	13,750.00	3.20	2.88
3128XWY5 FHLMC	10/06/06	4.000	09/22/09 09/22/09	1,500,000.00	1,463,985.00 0.00	1,489,182.19 1,051.86	1,513,050.00 2,250.00	23,867.81	0.00	5,000.00	6,500.00	2.30	4.88
3137EABB4 FHLMC	01/31/08	4.125	11/30/09	1,500,000.00	1,535,310.00 0.00	1,520,795.43 (1,636.18)	1,517,160.00 795.00	(3,635.43)	0.00	5,156.25	25,953.13	2.41	2.79
3133XGYT5 FHLB	12/12/06	5.000	12/11/09	2,000,000.00	2,010,880.00 0.00	2,004,024.11 (308.02)	2,039,540.00 (2,100.00)	35,515.89	0.00	8,333.33	38,888.89	3.16	4.80
3133XQVB3 FHLB	10/16/08	3.875	01/15/10	1,300,000.00	1,312,545.00 12,733.68	1,312,104.82 (440.18)	1,310,322.00 (2,225.00)	(1,782.82)	0.00	2,098.96	14,832.64	2.06	3.08

**City of Lancaster
Securities Held
October 31, 2008**

CUSIP/ Description	Maturity/ Call Date	Rate/ Coupon	Par Value/ Shares	Historical Cost/ Accrued Interest Purchased	Amortized Cost/Accretion (Amortization)	Fair Value/ Change In Fair Value	Unrealized Gain (Loss)	Interest Received	Interest Earned	Total Accrued Interest	% Port Cost	Yield
U.S. Instrumentality												
3133XPER1 FHLB	02/05/10 11/05/08	3.500	2,500,000.00	2,502,500.00 8,993.06	2,500,185.19 (1,435.18)	2,500,125.00 1,687.50	(60.19)	0.00	7,291.67	20,902.78	3.93	2.82
3128X7QT4 FHLMC	05/12/10 11/12/08	3.250	2,000,000.00	1,996,400.00 1,986.11	1,997,211.13 155.22	2,000,420.00 2,660.00	3,208.87	0.00	5,416.67	30,513.89	3.13	3.34
3136F7BE6 FNMA	06/21/10 06/21/10	4.375	1,000,000.00	1,000,300.00 0.00	1,000,185.98 (9.66)	1,017,930.00 (910.00)	17,744.02	0.00	3,645.83	15,798.61	1.57	4.36
3128X4DQ1 FHLMC	07/06/10 07/06/10	4.500	1,500,000.00	1,483,200.00 0.00	1,491,159.42 447.81	1,531,785.00 315.00	40,625.58	0.00	5,625.00	21,562.50	2.33	4.88
3133XRT83 FHLB	09/10/10	3.375	1,000,000.00	1,000,750.00 4,687.50	1,000,685.31 (31.33)	1,001,860.00 1,030.00	1,174.69	0.00	2,812.50	10,500.00	1.57	3.33
3128X7Q6 FHLMC	10/08/10 10/08/09	3.375	1,000,000.00	999,687.50 93.75	999,697.36 9.86	995,210.00 (4,477.50)	(4,487.36)	0.00	2,062.50	2,156.25	1.57	3.39
31359MZL0 FNMA	12/15/10	4.750	1,400,000.00	1,401,568.00 0.00	1,401,009.68 (40.44)	1,447,530.00 588.00	46,520.32	0.00	5,541.66	25,122.22	2.20	4.71
31331YNJ5 FFCB	01/18/11	3.500	2,000,000.00	2,023,540.00 0.00	2,017,562.62 (673.82)	2,006,260.00 2,820.00	(11,302.62)	0.00	5,833.34	20,027.78	3.18	3.08
3133XPSG7 FHLB	01/28/11 01/28/09	3.750	2,000,000.00	2,013,960.00 0.00	2,003,530.11 (1,245.57)	2,003,300.00 3,720.00	(330.11)	0.00	6,250.00	19,375.00	3.16	3.00
3128X64H6 FHLMC	03/04/11 12/04/08	3.750	1,000,000.00	1,002,950.00 0.00	1,000,000.00 0.00	1,000,990.00 310.00	990.00	0.00	3,125.00	5,937.50	1.57	3.75
31331YZH6 FFCB	03/25/11 11/05/08	3.250	1,000,000.00	997,500.00 0.00	997,993.57 71.16	992,550.00 1,120.00	(5,443.57)	0.00	2,708.33	3,250.00	1.57	3.34
31331YQ45 FFCB	05/19/11	3.150	1,625,000.00	1,608,392.50 7,251.56	1,610,207.70 493.61	1,612,390.00 2,405.00	2,182.30	0.00	4,265.63	23,034.38	2.52	3.53
3128X7VB7 FHLMC	06/09/11 12/09/08	4.000	1,000,000.00	995,234.38 2,444.44	995,780.67 137.68	1,001,240.00 (10.00)	5,459.33	0.00	3,333.34	15,777.78	1.56	4.17
3133XRC65 FHLB	05/23/08	3.375	1,000,000.00	994,800.00 281.25	995,556.87 144.83	999,520.00 3,700.00	3,963.13	0.00	2,812.50	15,093.75	1.56	3.56
3136F9YH0 FNMA	07/21/11 01/21/09	4.250	1,000,000.00	997,970.00 9,208.33	998,016.00 46.00	1,003,130.00 5,160.00	5,114.00	0.00	2,597.23	11,805.56	1.57	4.33
31331Y4A5 FFCB	07/28/11 07/28/09	3.875	2,000,000.00	1,995,500.00 0.00	1,995,894.52 127.40	2,007,380.00 3,920.00	11,485.48	0.00	6,458.33	20,020.83	3.13	3.96
3136F3WR3 FNMA	12/09/11 12/09/08	4.000	1,000,000.00	964,218.75 0.00	973,328.84 729.74	1,001,410.00 140.00	28,081.16	0.00	3,333.34	15,777.78	1.51	4.96
3128X52N7 FHLMC	04/03/12 04/03/09	5.250	1,500,000.00	1,487,190.00 0.00	1,490,582.88 233.73	1,514,115.00 1,035.00	23,532.12	39,375.00	6,562.50	6,125.00	2.33	5.46

**City of Lancaster
Securities Held
October 31, 2008**

CUSIP/Description	Purchase Date	Rate/Coupon	Maturity/Call Date	Par Value/Shares	Historical Cost/Acrued Interest Purchased	Amortized Cost/Accretion (Amortization)	Fair Value/Change In Fair Value	Unrealized Gain (Loss)	Interest Received	Interest Earned	Total Accrued Interest	% Port Cost	Yield
U.S. Instrumentality													
31298ABC5 FNMA	01/31/08	5.300	05/07/12 11/07/08	2,000,000.00	2,034,520.00 0.00	2,000,737.08 (3,808.26)	2,000,400.00 (3,100.00)	(337.08)	0.00	8,833.33	51,233.33	3.19	3.00
3133XLEA7 FHLB	08/20/07	5.375	06/08/12	1,000,000.00	1,017,810.00 0.00	1,013,352.42 (314.77)	1,053,120.00 2,290.00	39,767.58	0.00	4,479.16	21,350.69	1.60	4.95
3128X6NS1 FHLMC	10/15/07	5.050	10/15/12 10/15/09	2,400,000.00	2,389,440.00 0.00	2,391,653.73 179.18	2,439,144.00 (8,544.00)	47,490.27	60,600.00	10,100.00	5,386.67	3.75	5.15
3133IX3S9 FFCB	11/30/07	4.500	10/17/12	2,000,000.00	2,037,360.00 0.00	2,030,298.69 (649.55)	2,029,180.00 (12,020.00)	(1,118.69)	45,000.00	7,500.00	3,500.00	3.20	4.07
31398AKW1 FNMA	01/04/08	4.750	01/02/13 01/02/09	1,500,000.00	1,504,710.00 0.00	1,500,802.25 (401.13)	1,505,145.00 (3,390.00)	4,342.75	0.00	5,937.50	23,552.08	2.36	4.42
31398AKN1 FNMA	01/31/08	4.550	01/04/13 01/04/10	2,000,000.00	2,041,200.00 0.00	2,025,106.25 (1,814.20)	1,991,200.00 (11,220.00)	(33,906.25)	0.00	7,583.33	29,575.00	3.20	3.43
TOTAL				53,875,000.00	53,931,685.13 47,679.68	53,914,916.85 (8,492.88)	54,255,204.00 3,890.00	340,287.15	168,693.75	182,942.02	631,254.74	84.64	
Corporate													
949746FQ9 Wells Fargo	03/01/06	3.125	04/01/09	1,000,000.00	944,740.00 0.00	992,596.04 1,520.02	996,220.00 6,180.00	3,623.96	15,625.00	2,604.17	2,604.17	1.48	5.08
59217EAL8 Metropolitan Life Glob	05/07/08	4.250	07/30/09	1,000,000.00	1,002,920.00 0.00	1,001,762.41 (201.60)	962,580.00 (19,400.00)	(39,182.41)	0.00	3,541.67	10,743.06	1.57	4.00
949746JJI Wells Fargo	05/28/08	4.200	01/15/10	1,000,000.00	1,007,820.00 0.00	1,005,763.48 (406.07)	985,210.00 (1,060.00)	(20,553.48)	0.00	3,500.00	12,566.67	1.58	3.70
36962GS62 GE Capital	05/01/08	4.875	10/21/10	1,500,000.00	1,540,470.00 0.00	1,532,223.62 (1,389.34)	1,457,700.00 5,520.00	(74,523.62)	36,562.50	6,093.75	2,031.25	2.42	3.72
36962GE75 GE Capital	01/31/08	4.250	12/01/10	1,000,000.00	1,022,030.00 0.00	1,016,176.62 (659.83)	954,760.00 (11,950.00)	(61,416.62)	0.00	3,541.66	17,708.33	1.60	3.43
TOTAL				5,500,000.00	5,517,980.00 0.00	5,548,522.17 (1,136.82)	5,356,470.00 (20,710.00)	(192,052.17)	52,187.50	19,281.25	45,453.48	8.66	
GRAND TOTAL				63,652,422.36	63,721,306.25 47,679.68	63,739,655.86 (9,381.13)	63,915,896.36 (18,850.00)	176,240.50	243,507.09	210,355.09	689,384.88	100.00	

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

**City of Lancaster
GASB 40 - Deposit and Investment Risk Disclosure
October 31, 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)
FHLMC												
3128X7Q14	U.S. Instrumentality	3.250	05/12/2010	11/12/2008	AAA	Aaa	2,000,000.00	1,996,400.00	3.13	2,000,420.00	3.13	0.03
3128X64H6	U.S. Instrumentality	3.750	03/04/2011	12/04/2008	AAA	Aaa	1,000,000.00	1,002,950.00	1.57	1,000,990.00	1.57	0.09
3128X7VB7	U.S. Instrumentality	4.000	06/09/2011	12/09/2008	AAA	Aaa	1,000,000.00	995,234.38	1.56	1,001,240.00	1.57	0.11
3128X2ME2	U.S. Instrumentality	3.875	01/12/2009	01/12/2009	AAA	Aaa	1,000,000.00	970,340.00	1.52	1,002,310.00	1.57	0.20
3128X52N7	U.S. Instrumentality	5.250	04/03/2012	04/03/2009	AAA	Aaa	1,500,000.00	1,487,190.00	2.33	1,514,115.00	2.37	0.42
3128X3VA8	U.S. Instrumentality	4.125	09/01/2009	09/01/2009	AAA	Aaa	2,000,000.00	2,038,200.00	3.20	2,017,500.00	3.16	0.81
3128X3WY5	U.S. Instrumentality	4.000	09/22/2009	09/22/2009	AAA	Aaa	1,500,000.00	1,463,985.00	2.30	1,513,050.00	2.37	0.87
3128X6NS1	U.S. Instrumentality	5.050	10/15/2012	10/15/2009	AAA	Aaa	2,400,000.00	2,389,440.00	3.75	2,439,144.00	3.82	0.93
3137EABBA	U.S. Instrumentality	4.125	11/30/2009		AAA	Aaa	1,500,000.00	1,535,310.00	2.41	1,517,160.00	2.37	1.04
3128X4DQ1	U.S. Instrumentality	4.500	07/06/2010	07/06/2010	AAA	Aaa	1,500,000.00	1,483,200.00	2.33	1,531,785.00	2.40	1.59
3128X72Q6	U.S. Instrumentality	3.375	10/08/2010	10/08/2009	AAA	Aaa	1,000,000.00	999,687.50	1.57	995,210.00	1.56	1.85
ISSUER TOTAL								16,361,936.88	25.68	16,532,924.00	25.87	0.74
FHLB												
3133XPER1	U.S. Instrumentality	3.500	02/05/2010	11/05/2008	AAA	Aaa	2,500,000.00	2,502,500.00	3.93	2,500,125.00	3.91	0.01
3133XDT76	U.S. Instrumentality	4.750	12/12/2008		AAA	Aaa	2,000,000.00	1,998,820.00	3.14	2,004,920.00	3.14	0.11
3133XP3G7	U.S. Instrumentality	3.750	01/28/2011	01/28/2009	AAA	Aaa	2,000,000.00	2,013,960.00	3.16	2,003,200.00	3.13	0.24
3133XPCR3	U.S. Instrumentality	2.875	01/30/2009	01/30/2009	AAA	Aaa	2,000,000.00	1,999,300.00	3.14	2,002,060.00	3.13	0.25
3133XFYK6	U.S. Instrumentality	5.375	07/17/2009		AAA	Aaa	1,000,000.00	1,009,020.00	1.58	1,018,030.00	1.59	0.69
3133XGYT5	U.S. Instrumentality	5.000	12/11/2009		AAA	Aaa	2,000,000.00	2,010,880.00	3.16	2,039,540.00	3.19	1.06
3133X9VB3	U.S. Instrumentality	3.875	01/15/2010		AAA	Aaa	1,300,000.00	1,312,545.00	2.06	1,310,322.00	2.05	1.16
3133XRT83	U.S. Instrumentality	3.375	09/10/2010		AAA	Aaa	1,000,000.00	1,000,750.00	1.57	1,001,860.00	1.57	1.77
3133XRC65	U.S. Instrumentality	3.375	06/10/2011		AAA	Aaa	1,000,000.00	994,800.00	1.56	999,520.00	1.56	2.44
3133XLEA7	U.S. Instrumentality	5.375	06/08/2012		AAA	Aaa	1,000,000.00	1,017,810.00	1.60	1,033,120.00	1.65	3.21
ISSUER TOTAL								15,860,385.00	24.89	15,932,697.00	24.93	0.83
FNMA												
31398ABC5	U.S. Instrumentality	5.300	05/07/2012	11/07/2008	AAA	Aaa	2,000,000.00	2,034,520.00	3.19	2,000,400.00	3.13	0.02
3136F3WR3	U.S. Instrumentality	4.000	12/09/2011	12/09/2008	AAA	Aaa	1,000,000.00	964,218.75	1.51	1,001,410.00	1.57	0.11
31398AKW1	U.S. Instrumentality	4.750	01/02/2013	01/02/2009	AAA	Aaa	1,500,000.00	1,504,710.00	2.36	1,505,145.00	2.35	0.17
3136F9YH0	U.S. Instrumentality	4.250	07/21/2011	01/21/2009	AAA	Aaa	1,000,000.00	997,970.00	1.57	1,003,130.00	1.57	0.22
31359MD67	U.S. Instrumentality	4.200	06/08/2009	06/08/2009	AAA	Aaa	2,000,000.00	1,970,800.00	3.09	2,016,660.00	3.16	0.58
3136F7BE6	U.S. Instrumentality	4.375	06/21/2010	06/21/2010	AAA	Aaa	1,000,000.00	1,000,300.00	1.57	1,017,930.00	1.59	1.55
31359MZL0	U.S. Instrumentality	4.750	12/15/2010		AAA	Aaa	1,400,000.00	1,401,568.00	2.20	1,447,530.00	2.26	1.98
31398AKN1	U.S. Instrumentality	4.550	01/04/2013	01/04/2010	AAA	Aaa	2,000,000.00	2,041,200.00	3.20	1,991,200.00	3.12	3.71
ISSUER TOTAL								11,915,286.75	18.70	11,983,405.00	18.75	1.14

**City of Lancaster
GASB 40 - Deposit and Investment Risk Disclosure
October 31, 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)
<u>FRCB</u>												
31331SR28	U.S. Instrumentality	4.125	04/15/2009		AAA	Aaa	1,150,000.00	1,131,784.00	1.78	1,158,418.00	1.81	0.45
31331Y4A5	U.S. Instrumentality	3.875	07/28/2011	07/28/2009	AAA	Aaa	2,000,000.00	1,995,500.00	3.13	2,007,380.00	3.14	0.72
31331YNJ5	U.S. Instrumentality	3.500	01/18/2011		AAA	Aaa	2,000,000.00	2,023,540.00	3.18	2,006,260.00	3.14	2.09
31331YZH6	U.S. Instrumentality	3.250	03/25/2011	11/05/2008	AAA	Aaa	1,000,000.00	997,500.00	1.57	992,550.00	1.55	2.28
31331YQ45	U.S. Instrumentality	3.150	05/19/2011		AAA	Aaa	1,625,000.00	1,608,392.50	2.52	1,612,390.00	2.52	2.39
31331X3S9	U.S. Instrumentality	4.500	10/17/2012		AAA	Aaa	2,000,000.00	2,037,360.00	3.20	2,029,180.00	3.17	3.60
ISSUER TOTAL								9,794,076.50	15.37	9,806,178.00	15.34	2.00
<u>GE Capital</u>												
36962GS62	Corporate	4.875	10/21/2010		AAA	Aaa	1,500,000.00	1,540,470.00	2.42	1,457,700.00	2.28	1.84
36962GE75	Corporate	4.250	12/01/2010		AAA	Aaa	1,000,000.00	1,022,030.00	1.60	954,760.00	1.49	1.92
ISSUER TOTAL								2,562,500.00	4.02	2,412,460.00	3.77	1.87
<u>Hichmark U.S. Govt SanMateo</u>												
	Cash and Equivalents	0.450			AAA		2,277,422.36	2,277,422.36	3.57	2,277,422.36	3.56	0.00
ISSUER TOTAL								2,277,422.36	3.57	2,277,422.36	3.56	0.00
<u>T-Note</u>												
912828GE4	U.S. Treasury	4.875	01/31/2009		AAA	Aaa	1,000,000.00	998,046.88	1.57	1,010,080.00	1.58	0.25
912828GP9	U.S. Treasury	4.500	04/30/2009		AAA	Aaa	1,000,000.00	996,171.88	1.56	1,016,720.00	1.59	0.50
ISSUER TOTAL								1,994,218.76	3.13	2,026,800.00	3.17	0.37
<u>Wells Fargo</u>												
949746FC9	Corporate	3.125	04/01/2009		AA+	Aa1	1,000,000.00	944,740.00	1.48	996,220.00	1.56	0.41
949746JJ1	Corporate	4.200	01/15/2010		AA+	Aa1	1,000,000.00	1,007,820.00	1.58	985,210.00	1.54	1.14
ISSUER TOTAL								1,952,560.00	3.06	1,981,430.00	3.10	0.77
<u>Metropolitan Life Global Fund</u>												
59217EAL8	Corporate	4.250	07/30/2009		AA	Aa2	1,000,000.00	1,002,920.00	1.57	962,580.00	1.51	0.71
ISSUER TOTAL								1,002,920.00	1.57	962,580.00	1.51	0.71
GRAND TOTAL								63,652,422.36	100.00	63,915,896.36	100.00	1.03

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