



**CITY OF FRESNO**  
**MONTHLY INVESTMENT REPORT**  
**MONTH ENDED AUGUST 31, 2006**

**PORTFOLIO SUMMARY BY INVESTMENT TYPE**

Investments	Amortized Cost	Pct. of Portfolio	Market Value	Par Value	Par Value + Accum. Future Earnings
Federal Agency Notes	260,053,525	78.55%	258,706,940	260,680,000	279,868,675
Local Agency Investment Fund*	5,000,000	1.51%	5,000,000	5,000,000	5,000,000
Mutual Funds*	<u>66,025,761</u>	<u>19.94%</u>	<u>66,025,761</u>	<u>66,025,761</u>	<u>66,025,761</u>
<b>Total Investments</b>	<b><u>\$ 331,079,286</u></b>	<b><u>100.00%</u></b>	<b><u>\$ 329,732,701</u></b>	<b><u>\$ 331,705,761</u></b>	<b><u>\$ 350,894,436</u></b>

\*Future Earnings Indeterminate

**PORTFOLIO ANALYSIS**

Description	August 2005	August 2006	Change
Amortized Cost of Investments	\$ 313,139,858	\$ 331,079,286	\$ 17,939,428
Market Value of Investments	\$ 311,633,261	\$ 329,732,701	\$ 18,099,440
Maturity Value of Investments	\$ 313,158,732	\$ 331,705,761	\$ 18,547,029
Average Days to Maturity	242	398	156
Monthly Yield/Return on Investment	3.01%	4.76%	1.75%
Rolling 12-Month Return on Investment	2.52%	3.93%	1.41%
Earned Interest: Current Month	\$ 818,180	\$ 1,392,765	\$ 574,585
Earned Interest: Year-to-Date	\$ 1,594,186	\$ 2,788,157	\$ 1,193,971
Number of Securities	28	32	4

Interest rates generally increased between August 2005 and August 2006. The yield earned on the portfolio followed this trend and increased as well. The yield earned was 3.01 percent for the month ended August 2005, while it was 4.76 percent for the month ended August 2006, an increase of 1.75 percent. The interest earned year to date has increased by \$1,193,971. The size of the Portfolio increased by \$17,939,428, while the market value increased by \$18,099,440. The difference of \$160,012 is an increase in the market value of the Portfolio.

**Amortized Cost** - the total amount at which investments are carried on the City books. This amount includes the amortization and accretion of premiums and discounts, respectively.

**Market Value** - the total amount at which investments are being sold in the market. Market prices are provided by the Bank of New York.

**Par Value** - (also referred to as "par value") the total amount of the face or stated value of the investments at maturity.

**Par Value + Accumulated Future Earnings** - Par Value plus the future interest earnings on the investments if they were held to maturity.

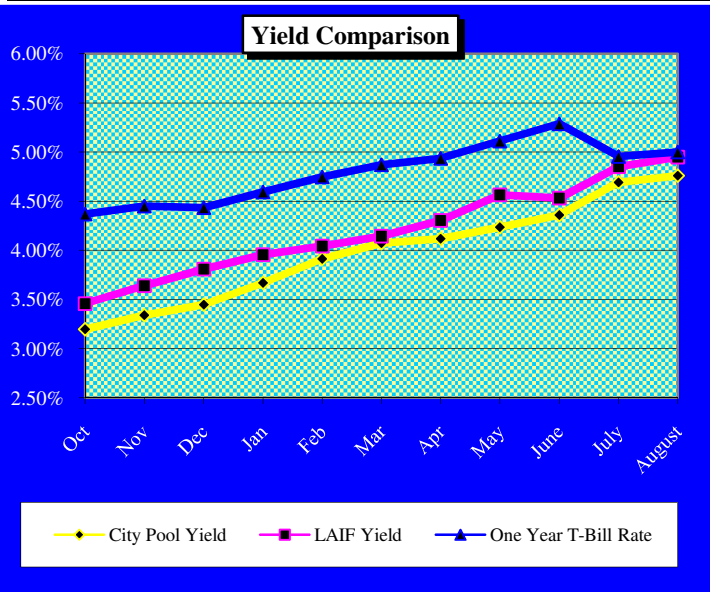
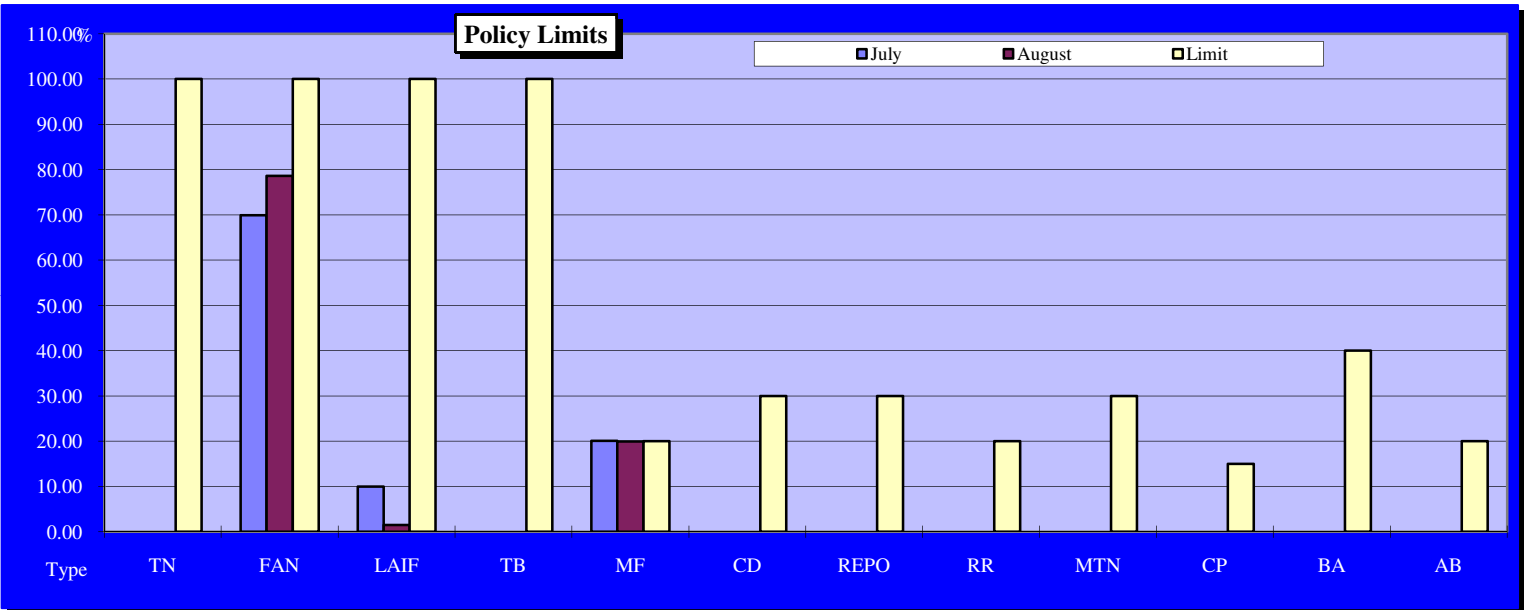
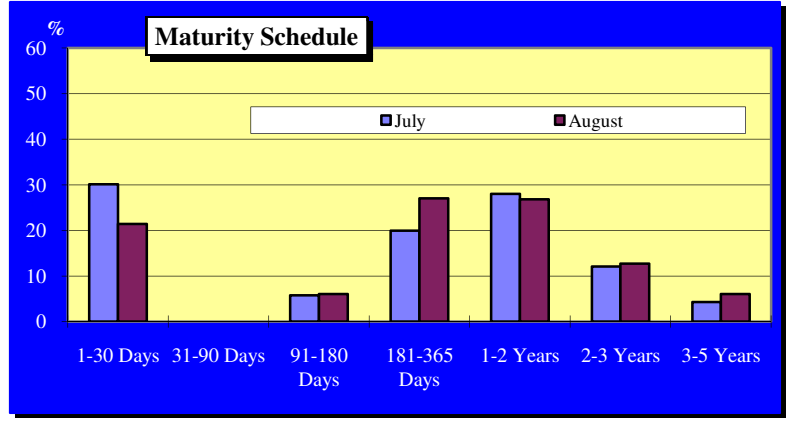
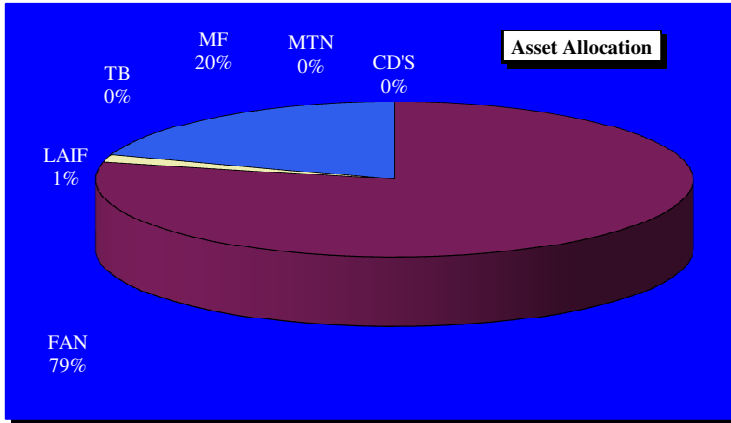
**Average Days to Maturity** - the average time in days left in the maturity of the investments.

**Monthly Yield** - the rate of return on investments as expressed in a percentage.

**Rolling 12-Month Return** - same Monthly yield, but for the past 12 months.

**Earned Interest** - the amount of income realized by all investments.

**CITY OF FRESNO  
FINANCE DIVISION  
PORTFOLIO STATUS REPORT  
AS OF AUGUST 2006**



Key	Investments	Par Value	
		July	August
TN	Treasury Notes	\$0	\$0
FAN	Federal Agency Notes	244,680,000	\$260,680,000
LAIF	Local Agency Investment Fund	35,000,000	\$5,000,000
MF	Mutual Funds	70,324,243	\$66,025,761
CD	Collateralized Deposits	0	\$0
REPO	Repurchase Agreements	0	\$0
RR	Reverse Repurchase	0	\$0
MTN	Medium Term Notes	0	\$0
CP	Commerical Paper	0	\$0
BA	Bankers Acceptance Notes	0	\$0
AB	Asset-Backed Securities	0	\$0
TB	Treasury Bills	0	\$0
	<b>Total</b>	<b>\$350,004,243</b>	<b>\$331,705,761</b>