

MONTHLY
INVESTMENT
REPORT

AUGUST 31, 2006

MARCIA K. HULL
NAPA COUNTY TREASURER-TAX COLLECTOR



COMPOSITION OF NAPA COUNTY TREASURY

Effective: AUGUST 31, 2006

Investment	Principal	% of Total
U.S. Treasuries and Agencies		
Federal Ag Mortgage Corp	\$ -	
Federal Home Loan Mortg Corp	\$ 31,475,000.00	
Federal Farm Credit Bank	\$ 95,000,000.00	
Federal Home Loan Bank	\$ 175,000,000.00	
Federal Nat'l. Mortg Assn	\$ 31,600,000.00	
US Treasury Notes	\$ -	
Student Loan Market Assn	\$ -	
Overnight Sweep	\$ -	
Total, U.S. Treasuries and Agencies	\$ 333,075,000.00	93.05%
Corporate Notes	\$ -	0.00%
Bankers Acceptances	\$ -	0.00%
Commercial Paper	\$ -	0.00%
LAIF	\$ 23,150,000.00	6.47%
Teeter Notes	\$ 1,525,694.39	0.43%
Time Deposits	\$ 200,000.00	0.06%
Total of All Funds	\$ 357,950,694.39	100.00%

RELATIONSHIP TO POLICY

All investments are consistent with the County Investment Policy. There is sufficient liquidity to cover all anticipated cash flow needs for the pool participants for the next 6 months.

1. Safety - There are NO at risk investments in the portfolio.
2. Liquidity - 25.5% of the portfolio matures within 90 days.
\$23,150,000.00 are available on a daily basis and \$328,267,913.35 could be liquidated at a profit.
3. Maximization - Interest maximization is consistent with safety, liquidity and cashflow considerations.

Investment vehicles used during the month of August 2006 were :
Agencies of the Federal Government, Certificates of Deposit, LAIF and Teeter Notes.

The weighted average days to maturity was 574 days.
There were no "when issued" trading nor were there any swaps of securities.
No reverse repo's and no securites lending.

SUMMARY

A comparison of the Investment Portfolios of August 2005 with that of August 2006 is as follows:

	August 2005	August 2006
Gov't. Securities & LAIF	327,703,907.18	354,893,467.20
Teeter Notes	1,097,839.27	1,559,576.48
Time Bank Deposits	200,000.00	200,000.00
	329,001,746.45	356,653,043.68
TOTAL		

A comparison of interest received during the month of August 2005 with that of August 2006 is as follows:

	August 2005	August 2006
Interest on Gov't. Securities	986,331.79	1,268,485.88
Interest of LAIF	0.00	0.00
Interest on Teeter Notes	0.00	0.00
Interest on Time Deposits	0.00	0.00
Interest on Trust Account	0.00	0.00
	986,331.79	1,268,485.88
TOTAL		

A comparison of the cumulative interest received in the period of July 1, 2005 thru June 30, 2006 with that of July 1, 2006 thru June 30, 2007.

	2005-06	2006-07
Interest on Gov't. Securities	1,724,342.46	2,148,452.10
Interest on LAIF	233,699.52	384,997.16
Interest on Teeter Notes	0.00	0.00
Interest on Time Deposits	0.00	0.00
Interest on Trust Account	0.00	0.00
	1,958,041.98	2,533,449.26
TOTAL		

THE BANK OF
NEW YORK
TRUST
COMPANY, N.A.

NAPA COUNTY TREASURER
Account # 076407
August 31, 2006

00006100

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SUMMARY OF ASSETS HELD

	<u>MARKET VALUE</u>	<u>BOOK COST</u>	<u>EST ANN INCOME</u>	<u>YLD-MKT</u>	<u>% A/C</u>
FIXED INCOME INVESTMENTS	285,510,830.00	289,005,189.16	11,638,000.00	4.07	86.97
GOVERNMENT BONDS	285,510,830.00	289,005,189.16	11,638,000.00	4.07	86.97
U S AGENCIES	285,510,830.00	289,005,189.16	11,638,000.00	4.07	86.97
SHORT-TERM INVESTMENTS	42,757,083.35	42,766,132.20	2,149,493.71	5.02	13.02
CASH	.00	.00	.00		
ACCOUNT TOTALS	<u>\$328,267,913.35</u>	<u>\$331,771,321.36</u>	<u>\$13,787,493.71</u>	<u>4.20%</u>	<u>100.00</u>

**ACCRUED INTEREST FOR THIS PERIOD IS \$3,632,824.66