ITEM NO. 12

STAFF REPORT

CITY OF OCEANSIDE

DATE: December 17, 2008

TO: Honorable Mayor and City Councilmembers

FROM: Rosemary R. Jones, City Treasurer

SUBJECT: **PRESENTATION OF TREASURER'S REPORT – QUARTER ENDED SEPTEMBER 30, 2008**

SYNOPSIS

The Treasurer's Report provides general information to Council regarding the status of the City's investment portfolio. As its purpose is informational in nature, no action by Council is required on the report.

BACKGROUND

Since 1994, the City Treasurer has been making quarterly report presentations to City Council regarding the status of the investment portfolio. The last report was for the quarter and fiscal year ended June 30, 2008.

ANALYSIS

The quarterly Treasurer's report is intended to provide an awareness of the activity and performance of the City's investment portfolio. The goal of the Treasurer's office is to make investments in conformance with the investment policy adopted by the City Council.

REVIEW OF QUARTER ENDED SEPTEMBER 30, 2008

For the quarter ended September 30, 2008, the City's portfolio had a book value of $187,606,424.86 (book value is the cost of the security plus any amortization or accretion of premiums or discounts). The average yield to maturity of the portfolio was 3.947%, which has generated fiscal year to date accrued earnings of $2,041,369.16.

The following table provides a rolling 12-month comparison of the portfolio by quarter.

City of Oceanside
Portfolio Comparison
Rolling 12-Month Quarterly Comparison

	Sept 30, 2008	June 30, 2008	Mar 31, 2008	Dec 31, 2007
Book Value	$187,606,424.86	$216,723,136.15	$205,226,070.84	$206,849,506.01
Market Value	$187,835,509.14	$216,726,173.42	$207,664,167.67	$207,878,843.78
Unrealized Gain/(Loss)	$229,084.28	$453,037.27	$2,438,096.83	$1,029,317.77
Average YTM	3.947%	4.080%	4.462%	4.912%
Liquidity 0 – 6 months	18.03%	20.13%	22.53%	26.19%
Average DTM	782 (2.14 years)	793 (2.17 years)	808 (2.22 years)	672 (1.84 years)
Quarterly Earnings	$2,041,369.16	$2,322,302.51	$2,467,630.34	$2,581,345.16
Qtr Capital Gain/(Loss)	$2,063.71	$18,212.30	$9,920.83	$5,102.06

The portfolio book value declined by $29.1 million dollars during the first quarter of the fiscal year as overall expenditures exceeded revenue receipts as normally occurs each year. There has been an overall decline in book value, however, due to major capital projects being constructed during the past 18 months such as Fire Station 7 and the Pacific Street Bridge. Average yield to maturity continues to decline as interest rates continue to drop across the curve. Funds available for investment were used to purchase primarily callable securities earning between 3.5 and 4% that mature in 2 to 3 years.

The quarter that ended September 30, 2008 was quite volatile as the financial credit crisis and impending recession drove market participants toward the safest assets. The month of September was the most turbulent as the Federal government made several decisions that had tremendous impact on both the bond and equity markets. First, the Federal government placed two government sponsored enterprises, the Federal National Mortgage Association (Fannie Mae) and the Federal Home Loan Mortgage Corporation (Freddie Mac), under government conservatorship and took necessary steps to keep the GSEs from failing. During the following week several events caused even more turmoil, lead by Lehman Brothers Holdings filing for bankruptcy protection after being denied government assistance, which caused a ripple effect throughout the financial markets as the company's debt became essentially worthless. While the government allowed Lehman to fail, it stepped in and provided assistance to AIG Insurance, citing that AIG could not be allowed to fail since AIG's failure would have severe worldwide financial impacts. Also, the Federal Open Market Committee (FOMC) surprisingly left the Federal Funds rate unchanged at their regular meeting held during that week, reinforcing their position that lack of credit and liquidity in the market was the cause of the problems in the financial markets rather than the cost of credit. Following the infamous week, the House of Representatives failed to pass a $700 billion economic stabilization package which led a flight to quality in the bond markets and the Dow Jones Industrial Average posted it greatest one-day decline since the 9/11 terrorist attacks occurred in 2001.

Since September, actions were taken to help stabilize the markets. The Senate proposed a new economic stabilization package which was passed by both the Senate and the House the first week of October. The legislation essentially allows the Federal government to purchase worthless mortgage-backed securities. The FOMC also took action and lowered the Fed Funds rate twice in October. The first 50 basis point rate cut was done off-cycle on October 8th, and the second 50 basis point cut was done during the regular FOMC meeting held on October 29th.

In conjunction with the financial credit crisis, the economy continues to sharply decline pushing the nation into a recession. The effects of last year's mortgage and housing crisis are now being seen in the employment and retail markets as consumers are only spending money on essential goods and services and job losses are rising every month.

Fortunately, the national economic downturn and credit crisis has had minimal effect on the City's investment portfolio. Since Fannie Mae and Freddie Mac were taken over by the Federal government, the GSE debt that the City holds now has the explicit backing of the government rather than the implied backing the debt held prior to the take over, providing further protection of the City's principal. Also, the City does not hold any corporate debt and therefore has not suffered any principal losses due to corporate failures such as Lehman Brothers. As interest rates continue to decline, however, the yield to maturity will also decline, affecting future earnings potential of the portfolio.

FISCAL IMPACT

Accrued earnings for the quarter ended September 30, 2008, totaled $2,041,369.16, a decrease of $723,164.72 one year ago. The City's General Fund earned $3,092,687.00 during the fiscal year. The following table provides the earnings distribution according to major fund categories:

INVESTMENT EARNINGS BY FUND
FY 2008/2009 - Through 09/30/08

Fund Name	FYTD Investment Earnings
General Fund	$626,425
Special Revenue Funds - Police	14,559
Special Revenue Funds - Transportation	187,022
Special Revenue Funds - Traffic	9,715
Lighting and Landscape Districts	10,106
CDC - Housing	131,947
CDC - Redevelopment	123,837
Community Facilities/Special Districts	29,827
Development Impact Fee Funds	292,827

Water Funds	363,788
Sewer Funds	140,519
Harbor Fund	60,736
State/Local Grants, Trust Funds	6,663
Unallocated Earnings Adjustments	(24,594)
Interest Allocated	$1,972,632
Banking/Investment Expenses	68,737
Total Interest Earnings FY as of 09/30/08	$2,041,369

COMMISSION/COMMITTEE REPORT

The Investment Oversight Committee reviewed the quarter end report for September 30, 2008, at its November 18, 2008, regular meeting, and concurs with its contents. The Committee confirms that the investments are in compliance with the California State Code and the City's adopted investment policy, and that the portfolio is managed in a satisfactory manner.

CITY ATTORNEY'S ANALYSIS

The referenced documents have been reviewed by the City Attorney and approved as to form.

RECOMMENDATION

Information only, no action required.

PREPARED BY:

Michele C. Lund, CCMT
Treasury Manager

REVIEWED BY:

Rosemary R. Jones, CCMT
City Treasurer

attachments: Treasurer's Quarter End Report – September 30, 2008

CITY OF OCEANSIDE

TREASURER'S REPORT

For Quarter Ended
September 30, 2008

CITY OF OCEANSIDE
OFFICE OF THE CITY TREASURER

TO: CITY COUNCIL
CITY MANAGER

DATE: OCTOBER 30, 2008

SUBJECT: INVESTMENT REPORT FOR THE QUARTER ENDED SEPTEMBER 30, 2008

Market commentary for the quarter ended September 30, 2008

Bond prices ended the quarter higher (lower yields) as market turmoil due to the financial credit crisis and slowing economy dominated news headlines and investor fears. The month of September was especially turbulent as the Federal government took over two government sponsored enterprises, Fannie Mae and Freddie Mac, bailed out AIG, did not bail out Lehman Brothers who filed for bankruptcy, the House of Representatives failed to pass a $700 billion economic recovery package and the Federal Reserve Board left the Fed Funds Rate unchanged at the September 16th Federal Open Market Committee Meeting. The bond markets saw rates decline due to flight-to-quality from equity markets, and interest rates continued lower into October as markets try to stabilize.

For quarter ended September 30, 2008, portfolio statistics are as follows:

• Portfolio Book Value	$187,606,424.86
• Portfolio Market Value	$187,835,509.14
• Unrealized Gain	$229,084.28
• Average Yield-to-Maturity	3.947%
• Liquidity (0 – 6-months)	18.03%
• Average Days to Maturity	782 (2.14 years)
• Fiscal Year-to-Date Earnings	$2,041,369.16
• Year-to-Date Capital Gains/(Losses)	$2,063.71

In compliance with the California Code Section 53646, I hereby certify that sufficient investment liquidity and anticipated revenues are available to meet the City's budgeted expenditure requirements for the next six months. I also certify that investments in the City's portfolio meet the requirements of the City of Oceanside's adopted investment policy and the California Government Code section 53601. Market prices are obtained from Bank of New York and the State Treasurer's Office (LAIF).

Respectfully submitted,

ROSEMARY R. JONES RRJ
ROSEMARY R. JONES, CCMT
CITY TREASURER

CITY OF OCEANSIDE
PORTFOLIO SUMMARY
FOR QUARTER ENDED SEPTEMBER 30, 2008

REVISED

INVESTMENT TYPE	FACE VALUE	BOOK VALUE	MARKET VALUE	YIELD TO MATURITY	DAYS TO MATURITY	PERCENT OF PORTFOLIO
Quarter Ended September 30, 2008						
LAIF	$ 22,500,000.00	$ 22,500,000.00	$ 22,480,598.16	2.774%	1	11.99%
Treasury Securities - Coupon	6,000,000.00	5,989,818.60	6,023,260.00	2.840%	434	3.19%
Federal Agency Non - Callable	36,805,000.00	36,657,009.31	36,910,561.88	4.389%	527	19.54%
Federal Agency - Callable	122,485,000.00	122,459,596.95	122,421,089.10	4.084%	1,019	65.27%
Federal Agency - Discount Notes	0.00	0.00	0.00	0.000%	0	0.00%
Total Investments	$ 187,790,000.00	$ 187,606,424.86	$ 187,835,509.14	3.947%	782	100.00%
Unrealized Gain/(Loss) (Market Value - Book Value)			229,084.28			
Plus Accrued Interest			$ 1,992,001.70			
Portfolio Liquidation Unrealized Gain/(Loss)			$ 2,221,085.98			

Prior Period Comparisons

	FACE VALUE	BOOK VALUE	MARKET VALUE	YIELD TO MATURITY	DAYS TO MATURITY	PERCENT OF PORTFOLIO
Quarter and Year Ended June 30, 2008						
LAIF	$ 23,000,000.00	$ 23,000,000.00	$ 22,998,855.03	2.894%	1	10.63%
Treasury Securities - Coupon	8,000,000.00	7,985,339.54	7,969,360.00	2.675%	562	3.69%
Federal Agency Non - Callable	48,055,000.00	47,849,374.87	48,302,718.68	4.567%	420	22.12%
Federal Agency - Callable	137,485,000.00	137,438,421.74	137,455,239.71	5.046%	1,069	63.55%
Federal Agency - Discount Notes	-	-	-	0.000%	0	0.00%
Total Investments	$ 216,540,000.00	$ 216,273,136.15	$ 216,726,173.42	4.080%	807	100.00%
Unrealized Gain/(Loss) (Market Value - Book Value)			453,037.27			
Plus Accrued Interest			2,109,965.31			
Portfolio Liquidation Unrealized Gain/(Loss)			$ 2,563,002.58			
Quarter Ended March 31, 2008						
LAIF	$ 19,500,000.00	$ 19,500,000.00	$ 19,534,634.83	3.777%	1	9.50%
Treasury Securities - Coupon	4,000,000.00	4,003,050.83	4,076,860.00	3.266%	547	1.95%
Federal Agency Non - Callable	45,055,000.00	44,827,941.47	45,699,540.64	4.767%	269	21.84%
Federal Agency - Callable	134,940,000.00	134,906,255.76	136,358,932.20	5.046%	1,122	65.74%
Federal Agency - Discount Notes	2,000,000.00	1,988,822.78	1,994,200.00	3.502%	59	0.97%
Total Investments	$ 205,495,000.00	$ 205,226,070.84	$ 207,664,167.67	4.462%	807	100.00%
Unrealized Gain/(Loss) (Market Value - Book Value)			2,438,096.83			
Plus Accrued Interest			2,402,567.15			
Portfolio Liquidation Unrealized Gain/(Loss)			$ 4,840,663.98			

Market prices used in calculating market values were obtained from Bank of New York and State Treasurer's Office (LAIF).

TREASURER'S REPORT

PORTFOLIO DETAILS

As Of September 30, 2008

Pool Month End Reports
Portfolio Management
Portfolio Details - Investments
September 30, 2008

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
LAIF												
SYS18000	18000	Local Agency Investment Fund			13,750,000.00	13,740,395.39	13,750,000.00	2.779		2.779	1	
SYS18001	18001	Local Agency Investment Fund			8,750,000.00	8,743,887.98	8,750,000.00	2.779		2.779	1	
		Subtotal and Average	**18,075,000.00**		**22,500,000.00**	**22,484,283.37**	**22,500,000.00**			**2.779**	**1**	
Treasury Securities - Coupon												
912828GP9	07-0105	U.S. Treasury Note		05/18/2007	2,000,000.00	2,032,340.00	1,996,994.43	4.500		4.774	211	04/30/2009
912828HU7	08-0114	U.S. Treasury Note		04/16/2008	2,000,000.00	1,995,460.00	1,997,610.29	1.750		1.832	546	03/31/2010
912828HU7	08-0115	U.S. Treasury Note		04/17/2008	2,000,000.00	1,995,460.00	1,995,213.88	1.750		1.914	546	03/31/2010
		Subtotal and Average	**6,588,892.62**		**6,000,000.00**	**6,023,260.00**	**5,989,818.60**			**2.840**	**434**	
Federal Agency - Non Callable												
31331VDG8	06-0017	Federal Farm Credit Bank		01/26/2006	2,000,000.00	2,001,250.00	1,999,946.32	4.580		4.632	19	10/20/2008
3128X16N2	06-0015	Federal Home Loan Mort Corp		01/23/2006	1,355,000.00	1,355,846.88	1,353,966.19	3.875		4.632	40	11/10/2008
3133XHTU6	07-0077	Federal Home Loan Bank		01/26/2007	1,000,000.00	1,003,750.00	999,753.18	5.000		5.125	72	12/12/2008
31331TNK3	06-0027	Federal Farm Credit Bank		03/29/2006	1,000,000.00	1,001,250.00	997,428.59	3.700		5.016	77	12/17/2008
3128X2JY2	06-0039	Federal Home Loan Mort Corp		04/20/2006	1,000,000.00	1,003,530.00	999,035.68	4.750		5.170	90	12/30/2008
31331VW93	07-0014	Federal Farm Credit Bank		08/17/2006	1,000,000.00	1,007,500.00	1,000,000.00	5.125		5.125	139	02/17/2009
31331XQM7	07-0115	Federal Farm Credit Bank		05/31/2007	2,000,000.00	2,015,000.00	1,999,031.57	5.000		5.125	145	02/23/2009
31331VMF0	07-0072	Federal Farm Credit Bank		01/22/2007	1,000,000.00	1,006,875.00	998,699.71	4.750		5.076	153	03/03/2009
31331TB34	06-0043	Federal Farm Credit Bank		05/03/2006	2,000,000.00	1,997,500.00	1,979,251.73	2.950		5.225	180	03/30/2009
3128X1PN1	07-0110	Federal Home Loan Mort Corp		05/23/2007	1,000,000.00	999,000.00	986,804.07	3.250		5.072	281	07/09/2009
31331XJQ6	07-0079	Federal Farm Credit Bank		02/02/2007	1,000,000.00	1,017,187.50	997,484.14	4.820		5.075	391	10/27/2009
3128X3K85	07-0109	Federal Home Loan Mort Corp		05/23/2007	1,000,000.00	1,009,850.00	990,159.24	4.125		5.062	413	11/18/2009
31331XFS6	07-0078	Federal Farm Credit Bank		01/26/2007	1,000,000.00	1,017,812.50	996,099.48	4.750		5.106	432	12/07/2009
31331VYR1	06-0050	Federal Farm Credit Bank		05/10/2006	1,000,000.00	1,025,312.50	1,000,248.22	5.300		5.280	460	01/04/2010
3128X6K54	08-0074	Federal Home Loan Mort Corp		01/29/2008	1,000,000.00	996,630.00	1,000,000.00	3.250		3.250	485	01/29/2010
3128X34V2	06-0061	Federal Home Loan Mort Corp		06/12/2006	1,000,000.00	1,011,110.00	986,992.83	4.240		5.279	509	02/22/2010
3133XES83	07-0120	Federal Home Loan Bank		06/07/2007	1,000,000.00	1,022,500.00	995,627.79	4.875		5.200	527	03/12/2010
31331QF69	07-0022	Federal Farm Credit Bank		09/07/2006	1,450,000.00	1,462,687.50	1,425,488.15	3.875		5.044	583	05/07/2010
3133XBUL7	06-0060	Federal Home Loan Bank		06/12/2006	1,000,000.00	1,021,562.50	990,640.45	4.650		5.284	602	05/26/2010
3133XR2Y5	08-0126	Federal Home Loan Bank		05/28/2008	1,000,000.00	995,625.00	998,343.93	3.000		3.099	618	06/11/2010
3133XRT83	09-0005	Federal Home Loan Bank		09/23/2008	1,000,000.00	1,000,937.50	1,002,867.19	3.375		3.217	709	09/10/2010
3133XR4S6	08-0121	Federal Home Loan Bank		05/22/2008	1,000,000.00	991,875.00	996,811.34	3.000		3.151	800	12/10/2010
31331YWG1	08-0122	Federal Farm Credit Bank		05/23/2008	2,000,000.00	1,978,750.00	1,989,832.48	3.000		3.220	883	03/03/2011
3133XPWW0	08-0125	Federal Home Loan Bank		05/28/2008	1,000,000.00	995,000.00	997,078.36	3.250		3.374	891	03/11/2011
3133XR4U1	08-0120	Federal Home Loan Bank		05/22/2008	1,000,000.00	985,312.50	992,957.54	3.125		3.401	982	06/10/2011
3133XRC65	08-0132	Federal Home Loan Bank		06/06/2008	4,000,000.00	3,983,750.00	3,983,230.22	3.375		3.540	982	06/10/2011
3136F9DH3	08-0100	Federal National Mortgage Assc		03/25/2008	1,000,000.00	1,009,687.50	1,000,000.00	4.250		4.250	1,636	03/25/2013

Pool Month End Reports
Portfolio Management
Portfolio Details - Investments
September 30, 2008

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
		Subtotal and Average	**38,548,749.08**		**34,805,000.00**	**34,917,091.88**	**34,657,778.40**			**4.446**	**504**	
Federal Agency - Callable												
3128X5UC0	07-0054	Federal Home Loan Mort Corp		12/29/2006	1,000,000.00	1,004,687.50	1,000,000.00	5.250		5.250	89	12/29/2008
3133XHFA5	07-0033	Federal Home Loan Bank		10/16/2006	1,000,000.00	1,000,625.00	999,962.50	5.000		5.065	380	10/16/2009
31398AKU5	08-0055	Federal National Mortgage Assc		12/24/2007	2,000,000.00	2,005,625.00	2,000,000.00	4.300		4.300	449	12/24/2009
31398AMX7	08-0096	Federal National Mortgage Assc		02/21/2008	1,000,000.00	995,312.50	1,000,000.00	3.000		3.000	506	02/19/2010
3128X54J4	07-0099	Federal Home Loan Mort Corp		04/27/2007	1,000,000.00	1,011,875.00	1,000,000.00	5.070		5.070	573	04/27/2010
3128X6AF3	07-0106	Federal Home Loan Mort Corp		06/04/2007	1,000,000.00	1,004,250.00	1,000,000.00	5.190		5.190	611	06/04/2010
3136F9SA2	08-0128	Federal National Mortgage Assc		06/10/2008	1,000,000.00	999,687.50	999,080.08	3.265		3.334	617	06/10/2010
31398AEE8	08-0006	Federal National Mortgage Assc		07/10/2007	1,000,000.00	1,006,875.00	999,857.95	5.500		5.529	646	07/09/2010
3136F82F1	08-0094	Federal National Mortgage Assc		02/20/2008	1,000,000.00	997,187.50	999,944.18	3.125		3.131	680	08/12/2010
31331Y5M8	09-0004	Federal Farm Credit Bank		08/18/2008	1,000,000.00	1,001,250.00	1,000,000.00	3.570		3.570	686	08/18/2010
3136F85V3	08-0090	Federal National Mortgage Assc		02/20/2008	1,000,000.00	995,625.00	999,903.47	3.000		3.010	688	08/20/2010
3128X6ML7	08-0016	Federal Home Loan Mort Corp		10/01/2007	2,000,000.00	2,000,000.00	2,000,000.00	5.000		5.010	730	10/01/2010
3128X6ML7	08-0020	Federal Home Loan Mort Corp		10/10/2007	2,000,000.00	2,000,000.00	2,000,000.00	5.000		4.999	730	10/01/2010
31331X6X5	08-0029	Federal Farm Credit Bank		10/26/2007	1,595,000.00	1,595,996.88	1,595,000.00	4.750		4.749	744	10/15/2010
3136F9FG3	08-0104	Federal National Mortgage Assc		04/15/2008	1,000,000.00	995,312.50	1,000,000.00	3.000		3.000	744	10/15/2010
31331YAS9	08-0028	Federal Farm Credit Bank		10/22/2007	1,000,000.00	1,001,250.00	1,000,000.00	5.000		5.000	751	10/22/2010
3133XMM24	08-0024	Federal Home Loan Bank		10/22/2007	1,000,000.00	1,001,250.00	1,000,000.00	5.000		5.000	751	10/22/2010
3128X6PT7	08-0027	Federal Home Loan Mort Corp		10/29/2007	1,000,000.00	1,001,840.00	1,000,000.00	5.125		5.125	758	10/29/2010
31331YDQ0	08-0031	Federal Farm Credit Bank		11/19/2007	2,000,000.00	2,004,375.00	1,999,866.67	4.550		4.568	779	11/19/2010
31331YEA4	08-0032	Federal Farm Credit Bank		11/19/2007	1,000,000.00	1,002,187.50	1,000,000.00	4.625		4.625	779	11/19/2010
3128X7UX0	08-0123	Federal Home Loan Mort Corp		06/02/2008	2,000,000.00	2,001,640.00	2,000,000.00	3.550		3.550	792	12/02/2010
3128X6RV0	08-0034	Federal Home Loan Mort Corp		12/03/2007	1,000,000.00	1,002,550.00	1,000,000.00	4.320		4.320	793	12/03/2010
3136F9TK9	08-0129	Federal National Mortgage Assc		06/16/2008	1,000,000.00	1,000,625.00	1,000,000.00	3.800		3.800	806	12/16/2010
3128X6UA2	08-0037	Federal Home Loan Mort Corp		12/17/2007	1,000,000.00	1,002,850.00	1,000,000.00	4.250		4.250	807	12/17/2010
3128X6UA2	08-0040	Federal Home Loan Mort Corp		12/17/2007	1,000,000.00	1,002,850.00	999,604.17	4.250		4.317	807	12/17/2010
3128X6UA2	08-0046	Federal Home Loan Mort Corp		12/17/2007	1,000,000.00	1,002,850.00	999,472.22	4.250		4.340	807	12/17/2010
3128X6VK9	08-0052	Federal Home Loan Mort Corp		12/24/2007	2,000,000.00	2,006,562.50	2,000,000.00	4.350		4.350	814	12/24/2010
3128X7G32	08-0135	Federal Home Loan Mort Corp		06/30/2008	1,000,000.00	1,006,510.00	1,000,000.00	4.050		4.050	820	12/30/2010
31398AKS0	08-0060	Federal National Mortgage Assc		01/07/2008	1,000,000.00	1,003,750.00	1,000,000.00	4.500		4.500	828	01/07/2011
3136F9FW8	08-0109	Federal National Mortgage Assc		04/14/2008	1,000,000.00	993,125.00	999,694.81	3.000		3.032	835	01/14/2011
3136F9FW8	08-0110	Federal National Mortgage Assc		04/14/2008	3,000,000.00	2,979,375.00	2,997,185.42	3.000		3.068	835	01/14/2011
3133XPD27	08-0073	Federal Home Loan Bank		01/30/2008	1,000,000.00	994,375.00	1,000,000.00	3.250		3.250	849	01/28/2011
3128X6E93	08-0067	Federal Home Loan Mort Corp		01/28/2008	1,000,000.00	999,811.00	1,000,000.00	3.450		3.450	849	01/28/2011
3128X6J72	08-0072	Federal Home Loan Mort Corp		01/29/2008	1,000,000.00	995,680.00	1,000,000.00	3.600		3.600	849	01/28/2011
3133XPGW8	08-0077	Federal Home Loan Bank		02/04/2008	2,000,000.00	1,993,750.00	2,000,000.00	3.350		3.350	856	02/04/2011
3128X6F43	08-0078	Federal Home Loan Mort Corp		02/04/2008	2,000,000.00	1,991,224.00	1,998,073.00	3.200		3.300	856	02/04/2011
3128X6P83	08-0083	Federal Home Loan Mort Corp		02/04/2008	2,000,000.00	2,000,060.00	2,000,000.00	3.640		3.640	856	02/04/2011

Pool Month End Reports
Portfolio Management
Portfolio Details - Investments
September 30, 2008

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Federal Agency - Callable												
3136F8Q40	08-0076	Federal National Mortgage Assc		02/04/2008	2,000,000.00	2,001,250.00	2,000,000.00	3.500		3.500	856	02/04/2011
3136F8V28	08-0082	Federal National Mortgage Assc		02/04/2008	1,000,000.00	998,750.00	1,000,000.00	3.400		3.400	856	02/04/2011
3128X6T63	08-0086	Federal Home Loan Mort Corp		02/07/2008	1,000,000.00	1,000,840.00	1,000,000.00	3.750		3.728	859	02/07/2011
31331YSS0	08-0092	Federal Farm Credit Bank		02/19/2008	1,000,000.00	992,812.50	999,667.61	3.240		3.272	863	02/11/2011
3133XP7G3	08-0071	Federal Home Loan Bank		02/11/2008	1,000,000.00	997,187.50	1,000,000.00	3.500		3.500	863	02/11/2011
31398ANC2	08-0089	Federal National Mortgage Assc		02/14/2008	1,000,000.00	995,000.00	999,089.64	3.125		3.213	863	02/11/2011
31398ANC2	08-0093	Federal National Mortgage Assc		02/20/2008	2,000,000.00	1,990,000.00	1,997,118.52	3.125		3.263	863	02/11/2011
31398ANH1	08-0088	Federal National Mortgage Assc		02/25/2008	2,000,000.00	1,988,750.00	2,000,000.00	3.250		3.250	877	02/25/2011
31398ANH1	08-0091	Federal National Mortgage Assc		02/25/2008	1,000,000.00	994,375.00	1,000,000.00	3.250		3.250	877	02/25/2011
31398ANY4	08-0098	Federal National Mortgage Assc		02/25/2008	1,000,000.00	993,750.00	1,000,000.00	3.550		3.550	877	02/25/2011
3128X7DT8	08-0106	Federal Home Loan Mort Corp		04/04/2008	1,000,000.00	987,470.00	998,971.43	3.000		3.072	912	04/01/2011
31398APP1	08-0102	Federal National Mortgage Assc		04/01/2008	1,000,000.00	994,375.00	1,000,000.00	3.150		3.150	912	04/01/2011
31398APP1	08-0103	Federal National Mortgage Assc		04/01/2008	1,000,000.00	994,375.00	1,000,000.00	3.150		3.150	912	04/01/2011
31331YB74	08-0107	Federal Farm Credit Bank		04/07/2008	1,000,000.00	990,625.00	1,000,000.00	3.180		3.180	918	04/07/2011
3128X7JK1	08-0118	Federal Home Loan Mort Corp		05/21/2008	2,000,000.00	1,993,470.00	1,999,230.91	3.250		3.404	925	04/14/2011
3136F9GQ0	08-0111	Federal National Mortgage Assc		04/15/2008	2,000,000.00	1,983,125.00	2,000,000.00	3.050		3.050	926	04/15/2011
3128X7PS7	08-0117	Federal Home Loan Mort Corp		05/12/2008	1,000,000.00	1,000,810.00	1,000,000.00	3.750		3.750	953	05/12/2011
3136F8NF8	07-0111	Federal National Mortgage Assc		06/01/2007	1,000,000.00	1,013,125.00	1,000,000.00	5.250		5.250	973	06/01/2011
31331YT26	08-0124	Federal Farm Credit Bank		06/02/2008	1,000,000.00	997,187.50	1,000,000.00	3.620		3.620	974	06/02/2011
31331YS50	08-0133	Federal Farm Credit Bank		06/06/2008	1,735,000.00	1,728,493.75	1,733,796.82	3.580		3.651	974	06/02/2011
3128X7XZ2	08-0130	Federal Home Loan Mort Corp		06/23/2008	2,000,000.00	2,003,000.00	2,000,000.00	4.010		4.010	995	06/23/2011
3133XNSH3	08-0059	Federal Home Loan Bank		01/07/2008	1,000,000.00	1,003,125.00	999,666.67	4.450		4.489	1,009	07/07/2011
31331Y4A5	09-0003	Federal Farm Credit Bank		07/28/2008	1,000,000.00	1,001,875.00	998,762.50	3.875		3.928	1,030	07/28/2011
3128X6Q74	08-0079	Federal Home Loan Mort Corp		02/12/2008	1,000,000.00	995,010.00	1,000,000.00	3.500		3.500	1,045	08/12/2011
3128X6Q74	08-0080	Federal Home Loan Mort Corp		02/12/2008	1,000,000.00	995,010.00	1,000,000.00	3.500		3.500	1,045	08/12/2011
31331GCQ0	09-0007	Federal Farm Credit Bank		09/29/2008	2,000,000.00	1,996,875.00	2,000,000.00	4.050		4.050	1,093	09/29/2011
31331GCQ0	09-0008	Federal Farm Credit Bank		09/29/2008	2,000,000.00	1,996,875.00	2,000,000.00	4.050		4.050	1,093	09/29/2011
3136F9HU0	08-0113	Federal National Mortgage Assc		04/24/2008	2,000,000.00	1,983,125.00	2,000,000.00	3.250		3.250	1,118	10/24/2011
3133XPGH1	08-0085	Federal Home Loan Bank		02/05/2008	1,000,000.00	996,250.00	1,000,000.00	3.700		3.701	1,129	11/04/2011
3128X6RS7	08-0033	Federal Home Loan Mort Corp		11/28/2007	1,000,000.00	1,002,620.00	1,000,000.00	4.600		4.600	1,153	11/28/2011
3136F8ZF5	08-0049	Federal National Mortgage Assc		12/19/2007	1,000,000.00	1,002,812.50	1,000,000.00	4.600		4.600	1,174	12/19/2011
3136F8ZF5	08-0050	Federal National Mortgage Assc		12/19/2007	1,000,000.00	1,002,812.50	1,000,000.00	4.600		4.600	1,174	12/19/2011
3136F8ZF5	08-0051	Federal National Mortgage Assc		12/19/2007	1,000,000.00	1,002,812.50	1,000,000.00	4.600		4.600	1,174	12/19/2011
3133XNRL5	08-0054	Federal Home Loan Bank		12/24/2007	1,000,000.00	1,002,500.00	999,771.59	4.500		4.528	1,178	12/23/2011
3136F8ZZ1	08-0061	Federal National Mortgage Assc		01/09/2008	2,000,000.00	2,005,625.00	2,000,000.00	4.625		4.660	1,195	01/09/2012
3136F8W27	08-0087	Federal National Mortgage Assc		02/08/2008	2,155,000.00	2,128,735.94	2,155,000.00	3.350		3.350	1,225	02/08/2012
3133XPDD3	08-0081	Federal Home Loan Bank		02/15/2008	1,000,000.00	987,187.50	1,000,000.00	4.000		4.000	1,232	02/15/2012
3136F9GT4	08-0112	Federal National Mortgage Assc		04/16/2008	1,000,000.00	988,750.00	1,000,000.00	3.400		3.400	1,293	04/16/2012
3128X6MQ6	08-0017	Federal Home Loan Mort Corp		10/01/2007	2,000,000.00	2,000,000.00	2,000,000.00	5.250		5.250	1,461	10/01/2012

Pool Month End Reports
Portfolio Management
Portfolio Details - Investments
September 30, 2008

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Federal Agency - Callable												
3136F8TH8	08-0018	Federal National Mortgage Assc		10/02/2007	1,000,000.00	1,000,000.00	1,000,000.00	5.125		5.125	1,462	10/02/2012
3133XMLG4	08-0021	Federal Home Loan Bank		10/09/2007	2,000,000.00	2,001,250.00	1,999,992.89	5.200		5.204	1,469	10/09/2012
3128X6NS1	08-0022	Federal Home Loan Mort Corp		10/15/2007	2,000,000.00	2,039,760.00	2,000,000.00	5.050		5.050	1,475	10/15/2012
3133XMG70	08-0023	Federal Home Loan Bank		10/16/2007	1,000,000.00	1,001,250.00	1,000,000.00	5.250		5.250	1,476	10/16/2012
3133XMTD3	08-0030	Federal Home Loan Bank		11/07/2007	1,000,000.00	1,002,500.00	1,000,000.00	5.000		5.000	1,498	11/07/2012
3128X7SV7	08-0119	Federal Home Loan Mort Corp		05/23/2008	1,000,000.00	987,570.00	989,432.18	3.700		4.002	1,514	11/23/2012
3128X6SD9	08-0035	Federal Home Loan Mort Corp		12/05/2007	2,000,000.00	2,002,940.00	2,000,000.00	4.875		4.875	1,526	12/05/2012
3128X6TS5	08-0038	Federal Home Loan Mort Corp		12/10/2007	1,000,000.00	1,003,610.00	999,952.08	4.750		4.756	1,531	12/10/2012
3136F8YW9	08-0044	Federal National Mortgage Assc		12/14/2007	1,000,000.00	1,003,437.50	1,000,000.00	4.600		4.600	1,535	12/14/2012
31398AKK7	08-0045	Federal National Mortgage Assc		12/17/2007	1,000,000.00	1,004,062.50	1,000,000.00	4.875		4.875	1,538	12/17/2012
3133XP4T8	08-0069	Federal Home Loan Bank		01/28/2008	2,000,000.00	1,994,375.00	2,000,000.00	4.200		4.200	1,580	01/28/2013
3133XP4T8	08-0070	Federal Home Loan Bank		01/28/2008	1,000,000.00	997,187.50	999,918.75	4.200		4.206	1,580	01/28/2013
3133XP3C6	08-0068	Federal Home Loan Bank		01/29/2008	2,000,000.00	1,988,125.00	2,000,000.00	4.000		4.000	1,581	01/29/2013
3133XPB29	08-0084	Federal Home Loan Bank		02/13/2008	1,000,000.00	979,687.50	1,000,000.00	3.850		3.999	1,596	02/13/2013
3136F83X1	08-0099	Federal National Mortgage Assc		02/22/2008	1,000,000.00	995,312.50	1,000,000.00	4.125		4.248	1,605	02/22/2013
3128X7F41	09-0001	Federal Home Loan Mort Corp		07/02/2008	2,000,000.00	2,025,280.00	2,000,000.00	5.000		5.000	1,735	07/02/2013
3128X7G73	09-0002	Federal Home Loan Mort Corp		07/08/2008	2,000,000.00	2,029,448.00	2,000,000.00	5.000		5.000	1,741	07/08/2013
		Subtotal and Average	**127,588,424.58**		**124,485,000.00**	**124,389,367.07**	**124,458,016.06**			**4.073**	**1,017**	
		Total and Average	**190,801,066.28**		**187,790,000.00**	**187,814,002.32**	**187,605,613.06**			**3.947**	**782**	

Pool Month End Reports
Portfolio Management
Portfolio Details - Cash
September 30, 2008

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity
		Average Balance	0.00	Accrued Interest at Purchase		25,867.23	25,867.23				0
				Subtotal		25,867.23	25,867.23				
		Total Cash and Investmentss	190,801,066.28		187,790,000.00	187,839,869.55	187,631,480.29			3.947	782

TREASURER'S REPORT

INVESTMENT TRANSACTIONS

07/01/08 Through 09/30/08

Oceanside Quarterly Report
Purchases Report
Sorted by Fund - Fund
July 1, 2008 - September 30, 2008

CUSIP	Investment #	Fund	Sec. Type	Issuer	Original Par Value	Purchase Date	Payment Periods	Principal Purchased	Accrued Interest at Purchase	Rate at Purchase	Maturity Date	YTM	Ending Book Value
Undefined Fund													
3128X7F41	09-0001		FAC	FHLMC	2,000,000.00	07/02/2008	01/02 - 07/02	2,000,000.00		5.000	07/02/2013	5.000	2,000,000.00
3128X7G73	09-0002		FAC	FHLMC	2,000,000.00	07/08/2008	01/08 - 07/08	2,000,000.00		5.000	07/08/2013	5.000	2,000,000.00
31331Y4A5	09-0003		FAC	FFCB	1,000,000.00	07/28/2008	01/28 - 07/28	998,500.00		3.875	07/28/2011	3.928	998,762.50
31331Y5M8	09-0004		FAC	FFCB	1,000,000.00	08/18/2008	02/18 - 08/18	1,000,000.00		3.570	08/18/2010	3.570	1,000,000.00
3133XRT83	09-0005		NCB	FHLB	1,000,000.00	09/23/2008	03/10 - 09/10	1,002,900.00	6,937.50	3.375	09/10/2010	3.217	1,002,867.19
31331GCQ0	09-0007		FAC	FFCB	2,000,000.00	09/29/2008	03/29 - 09/29	2,000,000.00		4.050	09/29/2011	4.050	2,000,000.00
31331GCQ0	09-0008		FAC	FFCB	2,000,000.00	09/29/2008	03/29 - 09/29	2,000,000.00		4.050	09/29/2011	4.050	2,000,000.00
				Subtotal	**11,000,000.00**			**11,001,400.00**	**6,937.50**				**11,001,629.69**

Managed Pool Deposits					Deposit Amount	Deposit Date		Deposit Amount		Rate			
SYS18000	18000		LA1	LAIF	2,000,000.00	07/01/2008		2,000,000.00		2.894			
SYS18000	18000		LA1	LAIF	500,000.00	07/09/2008		500,000.00		2.894			
SYS18000	18000		LA1	LAIF	1,750,000.00	07/16/2008		1,750,000.00		2.894			
SYS18000	18000		LA1	LAIF	1,000,000.00	07/21/2008		1,000,000.00		2.894			
SYS18000	18000		LA1	LAIF	2,250,000.00	07/23/2008		2,250,000.00		2.894			
SYS18000	18000		LA1	LAIF	2,000,000.00	07/29/2008		2,000,000.00		2.894			
SYS18000	18000		LA1	LAIF	1,250,000.00	08/11/2008		1,250,000.00		2.894			
SYS18000	18000		LA1	LAIF	750,000.00	08/20/2008		750,000.00		2.894			
SYS18000	18000		LA1	LAIF	500,000.00	08/21/2008		500,000.00		2.894			
SYS18000	18000		LA1	LAIF	1,750,000.00	08/25/2008		1,750,000.00		2.894			
SYS18000	18000		LA1	LAIF	1,750,000.00	09/09/2008		1,750,000.00		2.894			
SYS18000	18000		LA1	LAIF	3,250,000.00	09/10/2008		3,250,000.00		2.894			
SYS18000	18000		LA1	LAIF	1,500,000.00	09/19/2008		1,500,000.00		2.894			
SYS18000	18000		LA1	LAIF	2,000,000.00	09/22/2008		2,000,000.00		2.894			
SYS18000	18000		LA1	LAIF	2,250,000.00	09/24/2008		2,250,000.00		2.894			
SYS18000	18000		LA1	LAIF	2,750,000.00	09/25/2008		2,750,000.00		2.894			
SYS18000	18000		LA1	LAIF	1,500,000.00	09/26/2008		1,500,000.00		2.894			
SYS18001	18001		LA1	LAIF	1,250,000.00	07/02/2008		1,250,000.00		2.894			
				Subtotal	**30,000,000.00**			**30,000,000.00**					
		Total Purchases and Deposits			**41,000,000.00**			**41,001,400.00**	**6,937.50**				**11,001,629.69**

Oceanside Quarterly Report
Maturity Report
Sorted by Maturity Date
Receipts during July 1, 2008 - September 30, 2008

CUSIP	Investment #	Fund	Sec. Type	Issuer	Par Value	Maturity Date	Purchase Date	Rate at Maturity	Book Value at Maturity	Interest	Maturity Proceeds	Net Income
3136F3D94	04-0102		NCB	FNMA	1,000,000.00	07/01/2008	03/30/2004	2.800	1,000,000.00	14,000.00	1,014,000.00	14,000.00
3133XCFC2	06-0035		NCB	FHLB	1,000,000.00	07/18/2008	04/13/2006	4.200	1,000,000.00	21,000.00	1,021,000.00	21,000.00
31339YVV1	06-0016		NCB	FHLB	2,250,000.00	07/21/2008	01/23/2006	3.375	2,250,000.00	37,968.75	2,287,968.75	37,968.75
3136F35R3	07-0067		NCB	FNMA	1,000,000.00	08/11/2008	01/11/2007	3.650	1,000,000.00	18,250.00	1,018,250.00	18,250.00
3133X0LJ6	06-0011		NCB	FHLB	2,000,000.00	08/15/2008	01/19/2006	3.750	2,000,000.00	37,500.00	2,037,500.00	37,500.00
3133X0EP0	06-0009		NCB	FHLB	1,000,000.00	08/25/2008	01/12/2006	3.780	1,000,000.00	18,900.00	1,018,900.00	18,900.00
3133XCSA2	06-0008		NCB	FHLB	1,000,000.00	09/12/2008	01/12/2006	4.250	1,000,000.00	21,250.00	1,021,250.00	21,250.00
31359MTF0	06-0051		NCB	FNMA	2,000,000.00	09/15/2008	05/10/2006	3.750	2,000,000.00	37,500.00	2,037,500.00	37,500.00
3133XCZS5	06-0012		NCB	FHLB	2,000,000.00	09/26/2008	01/19/2006	4.250	2,000,000.00	42,500.00	2,042,500.00	42,500.00
3133XCZS5	06-0013		NCB	FHLB	2,000,000.00	09/26/2008	01/20/2006	4.250	2,000,000.00	42,500.00	2,042,500.00	42,500.00
			Total Maturities		**15,250,000.00**				**15,250,000.00**	**291,368.75**	**15,541,368.75**	**291,368.75**

Oceanside Quarterly Report
Sales/Call Report
Sorted by Fund - Fund
July 1, 2008 - September 30, 2008

CUSIP	Investment #	Fund	Issuer / Sec. Type	Purchase Date	Redem. Date / Matur. Date	Par Value	Rate at Redem.	Book Value at Redem.	Redemption Principal	Redemption Interest	Total Amount	Net Income
Undefined Fund												
31331XG63	08-0001		FFCB FAC	07/02/2007	07/02/2008 07/02/2010	1,000,000.00	5.550	1,000,000.00	1,000,000.00	27,750.00	1,027,750.00 Call	27,750.00
31331XG63	08-0002		FFCB FAC	07/02/2007	07/02/2008 07/02/2010	1,000,000.00	5.550	1,000,000.00	1,000,000.00	27,750.00	1,027,750.00 Call	27,750.00
3136F8PP4	08-0003		FNMA FAC	07/02/2007	07/02/2008 07/02/2009	1,000,000.00	5.375	1,000,000.00	1,000,000.00	26,875.00	1,026,875.00 Call	26,875.00
31331XK27	08-0004		FFCB FAC	07/03/2007	07/03/2008 01/03/2011	1,000,000.00	5.500	1,000,000.00	1,000,000.00	27,500.00	1,027,500.00 Call	27,500.00
3136F8B38	08-0062		FNMA FAC	01/07/2008	07/07/2008 07/07/2011	2,000,000.00	4.550	2,000,000.00	2,000,000.00	45,500.00	2,045,500.00 Call	45,500.00
31331XN24	08-0008		FFCB FAC	07/25/2007	07/25/2008 07/25/2011	2,000,000.00	5.625	2,000,000.00	2,000,000.00	56,250.00	2,056,250.00 Call	56,250.00
3133XNZ85	08-0075		FHLB FAC	01/30/2008	07/29/2008 07/29/2010	1,000,000.00	4.000	1,000,000.00	1,000,000.00	20,000.00	1,020,000.00 Call	20,000.00
31359M4W0	07-0122		FNMA FAC	06/08/2007	07/29/2008 01/29/2010	1,000,000.00	5.330	1,000,000.00	1,000,000.00	26,650.00	1,026,650.00 Call	26,650.00
31398AGJ5	08-0011		FNMA FAC	08/22/2007	08/22/2008 08/22/2012	2,000,000.00	5.500	2,000,000.00	2,000,000.00	55,000.00	2,055,000.00 Call	55,000.00
3133XGSL9	07-0015		FHLB FAC	09/08/2006	09/09/2008 09/09/2009	1,000,000.00	5.260	1,000,000.00	1,000,000.00	26,300.00	1,026,300.00 Call	26,300.00
912828HX1	08-0116		TN TRC	04/30/2008	09/10/2008 04/30/2010	2,000,000.00	2.125	1,998,248.79	2,000,312.50	15,360.05	2,015,672.55 Sale	17,423.76
3128X6VM5	08-0047		FHLMC FAC	12/17/2007	09/17/2008 12/17/2010	1,000,000.00	4.500	1,000,000.00	1,000,000.00	11,250.00	1,011,250.00 Call	11,250.00
3133XMCS8	08-0014		FHLB FAC	09/19/2007	09/19/2008 09/19/2011	2,000,000.00	5.000	2,000,000.00	2,000,000.00	50,000.00	2,050,000.00 Call	50,000.00
3136F8SY2	08-0025		FNMA FAC	10/12/2007	09/24/2008 09/24/2012	2,000,000.00	5.300	2,000,000.00	2,000,000.00	53,000.00	2,053,000.00 Call	53,000.00
3136F9TS2	08-0131		FNMA FAC	06/25/2008	09/25/2008 06/25/2010	2,000,000.00	3.500	2,000,000.00	2,000,000.00	17,500.00	2,017,500.00 Call	17,500.00
3133XNUY3	08-0057		FHLB FAC	12/27/2007	09/27/2008 12/27/2011	2,000,000.00	4.750	2,000,000.00	2,000,000.00	23,750.00	2,023,750.00 Call	23,750.00
					Subtotal	**24,000,000.00**		**23,998,248.79**	**24,000,312.50**	**510,435.05**	**24,510,747.55**	**512,498.76**

Managed Pool Withdrawals	Withdrawal Date	Withdrawal Amount	Current Rate	Withdrawal Amount	Withdrawal Amount

Data Updated: SET_QTR: 10/22/2008 09:15
Run Date: 10/22/2008 - 09:15

Portfolio POOL
NL! AP
SA (PRF_SA) SymRept 6.41.202a
Report Ver. 5.00

Oceanside Quarterly Report
Sales/Call Report
July 1, 2008 - September 30, 2008

CUSIP	Investment #	Fund	Issuer / Sec. Type	Purchase Date	Redem. Date / Matur. Date	Par Value	Rate at Redem.	Book Value at Redem.	Redemption Principal	Redemption Interest	Total Amount	Net Income
Managed Pool Withdrawals					Withdrawal Date	Withdrawal Amount	Current Rate		Withdrawal Amount		Withdrawal Amount	
SYS18000	18000		LAIF	07/01/2008	07/03/2008	500,000.00	2.774		500,000.00		500,000.00	
SYS18000	18000		LAIF	07/01/2008	07/08/2008	1,000,000.00	2.774		1,000,000.00		1,000,000.00	
SYS18000	18000		LAIF	07/01/2008	07/15/2008	3,000,000.00	2.774		3,000,000.00		3,000,000.00	
SYS18000	18000		LAIF	07/01/2008	07/18/2008	1,000,000.00	2.774		1,000,000.00		1,000,000.00	
SYS18000	18000		LAIF	07/01/2008	07/22/2008	750,000.00	2.774		750,000.00		750,000.00	
SYS18000	18000		LAIF	07/01/2008	07/28/2008	250,000.00	2.774		250,000.00		250,000.00	
SYS18000	18000		LAIF	07/01/2008	07/31/2008	3,500,000.00	2.774		3,500,000.00		3,500,000.00	
SYS18000	18000		LAIF	07/01/2008	08/04/2008	1,000,000.00	2.774		1,000,000.00		1,000,000.00	
SYS18000	18000		LAIF	07/01/2008	08/08/2008	500,000.00	2.774		500,000.00		500,000.00	
SYS18000	18000		LAIF	07/01/2008	08/15/2008	750,000.00	2.774		750,000.00		750,000.00	
SYS18000	18000		LAIF	07/01/2008	08/18/2008	1,750,000.00	2.774		1,750,000.00		1,750,000.00	
SYS18000	18000		LAIF	07/01/2008	08/27/2008	1,500,000.00	2.774		1,500,000.00		1,500,000.00	
SYS18000	18000		LAIF	07/01/2008	08/29/2008	4,500,000.00	2.774		4,500,000.00		4,500,000.00	
SYS18000	18000		LAIF	07/01/2008	09/02/2008	2,250,000.00	2.774		2,250,000.00		2,250,000.00	
SYS18000	18000		LAIF	07/01/2008	09/03/2008	1,500,000.00	2.774		1,500,000.00		1,500,000.00	
SYS18000	18000		LAIF	07/01/2008	09/12/2008	500,000.00	2.774		500,000.00		500,000.00	
SYS18000	18000		LAIF	07/01/2008	09/15/2008	2,750,000.00	2.774		2,750,000.00		2,750,000.00	
SYS18000	18000		LAIF	07/01/2008	09/16/2008	500,000.00	2.774		500,000.00		500,000.00	
SYS18000	18000		LAIF	07/01/2008	09/23/2008	1,000,000.00	2.774		1,000,000.00		1,000,000.00	
SYS18000	18000		LAIF	07/01/2008	09/29/2008	2,000,000.00	2.774		2,000,000.00		2,000,000.00	
					Subtotal	**30,500,000.00**			**30,500,000.00**		**30,500,000.00**	
			Total Sales and Withdrawals			**54,500,000.00**		**23,998,248.79**	**54,500,312.50**	**510,435.05**	**55,010,747.55**	**512,498.76**

TREASURER'S REPORT

LAIF ACTIVITY
GRAPHS

As of September 30, 2008

Oceanside Quarterly Report
Cash/Checking Activity
July 1, 2008 - September 30, 2008

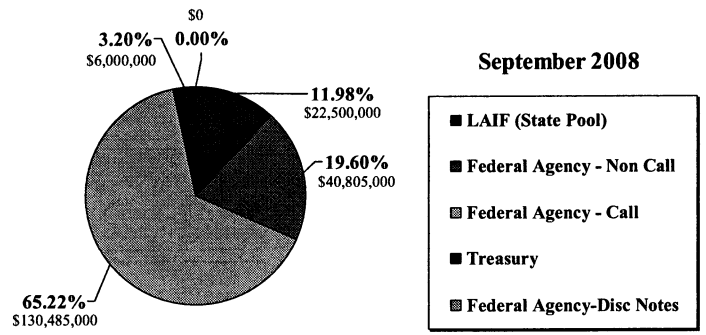
Issuer Investment #	Fund	Security ID	Transaction Date	Receipt	Deposits	Withdrawals	Interest Received	Balance
LAIF								
Local Agency Investment Fund								
18000		SYS18000						**15,500,000.00**
			07/01/2008					15,500,000.00
			07/01/2008		2,000,000.00			17,500,000.00
			07/03/2008			500,000.00		17,000,000.00
			07/08/2008			1,000,000.00		16,000,000.00
			07/09/2008		500,000.00			16,500,000.00
			07/15/2008			3,000,000.00		13,500,000.00
			07/15/2008				92,111.44	13,500,000.00
			07/16/2008		1,750,000.00			15,250,000.00
			07/18/2008			1,000,000.00		14,250,000.00
			07/21/2008		1,000,000.00			15,250,000.00
			07/22/2008			750,000.00		14,500,000.00
			07/23/2008		2,250,000.00			16,750,000.00
			07/28/2008			250,000.00		16,500,000.00
			07/29/2008		2,000,000.00			18,500,000.00
			07/31/2008			3,500,000.00		15,000,000.00
			07/31/2008					15,000,000.00
			08/04/2008			1,000,000.00		14,000,000.00
			08/08/2008			500,000.00		13,500,000.00
			08/11/2008		1,250,000.00			14,750,000.00
			08/15/2008			750,000.00		14,000,000.00
			08/18/2008			1,750,000.00		12,250,000.00
			08/20/2008		750,000.00			13,000,000.00
			08/21/2008		500,000.00			13,500,000.00
			08/25/2008		1,750,000.00			15,250,000.00
			08/27/2008			1,500,000.00		13,750,000.00
			08/29/2008			4,500,000.00		9,250,000.00
			08/31/2008					9,250,000.00
			09/02/2008			2,250,000.00		7,000,000.00
			09/03/2008			1,500,000.00		5,500,000.00
			09/09/2008		1,750,000.00			7,250,000.00
			09/10/2008		3,250,000.00			10,500,000.00
			09/12/2008			500,000.00		10,000,000.00
			09/15/2008			2,750,000.00		7,250,000.00
			09/16/2008			500,000.00		6,750,000.00
			09/19/2008		1,500,000.00			8,250,000.00

Oceanside Quarterly Report
Cash/Checking Activity
July 1, 2008 - September 30, 2008

Issuer Investment #	Fund	Security ID	Transaction Date	Receipt	Deposits	Withdrawals	Interest Received	Balance
Local Agency Investment Fund								
18000		SYS18000						**8,250,000.00**
			09/22/2008		2,000,000.00			10,250,000.00
			09/23/2008			1,000,000.00		9,250,000.00
			09/24/2008		2,250,000.00			11,500,000.00
			09/25/2008		2,750,000.00			14,250,000.00
			09/26/2008		1,500,000.00			15,750,000.00
			09/29/2008			2,000,000.00		13,750,000.00
			09/30/2008					13,750,000.00
Subtotal and Ending Balance					**28,750,000.00**	**30,500,000.00**	**92,111.44**	**13,750,000.00**
18001		SYS18001						**7,500,000.00**
			07/01/2008					7,500,000.00
			07/02/2008		1,250,000.00			8,750,000.00
			07/15/2008				86,851.57	8,750,000.00
			07/31/2008					8,750,000.00
			08/31/2008					8,750,000.00
			09/30/2008					8,750,000.00
Subtotal and Ending Balance					**1,250,000.00**	**0.00**	**86,851.57**	**8,750,000.00**
			Total		**30,000,000.00**	**30,500,000.00**	**178,963.01**	**22,500,000.00**

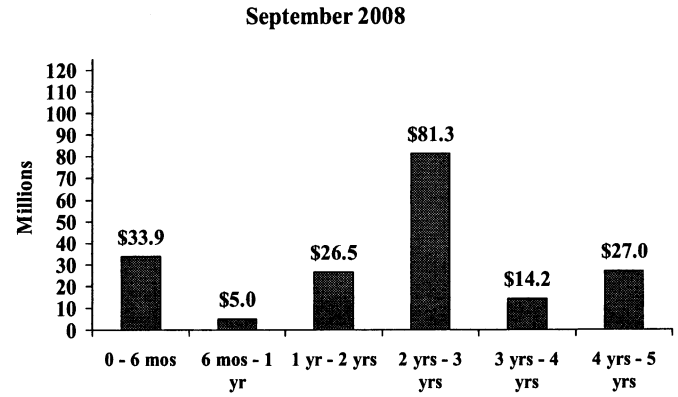
CITY OF OCEANSIDE
INVESTMENT PORTFOLIO SUMMARY GRAPHS

BREAKDOWN OF INVENTORY BY TYPE



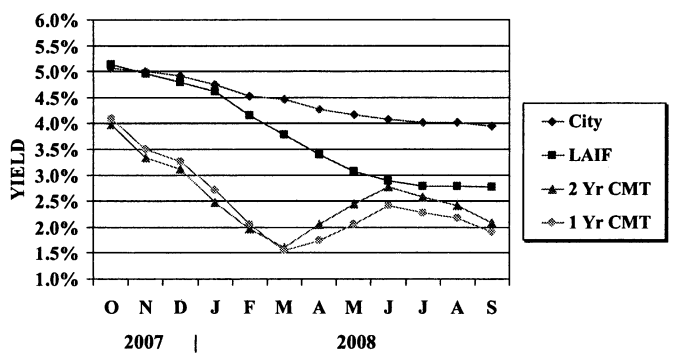
GRAPH 1

AGING OF MATURING INVESTMENTS



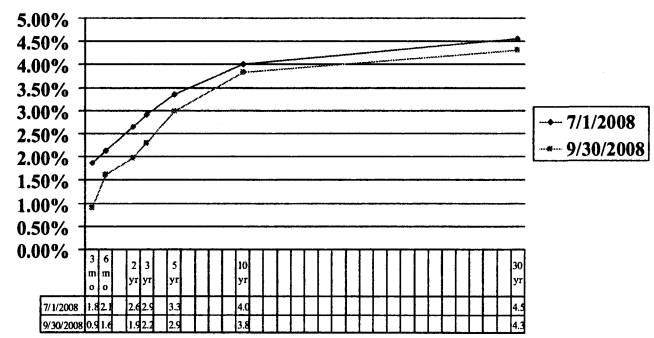
GRAPH 2

INVESTMENT PORTFOLIO YIELD COMPARISON City, Local Agency Investment Fund, 1 & 2-Yr CMT



GRAPH 3

HISTORICAL YIELD CURVE COMPARISON 7/1/08 to 9/30/08



	3 mo	6 mo	2 yr	3 yr	5 yr	10 yr	30 yr
7/1/2008	1.8	2.1	2.6	2.9	3.3	4.0	4.5
9/30/2008	0.9	1.6	1.9	2.2	2.9	3.8	4.3

GRAPH 4

TREASURER'S REPORT

BOND FUNDS -
2003 REDEVELOPMENT TAX ALLOCATION BONDS
FUNDS HELD BY OUTSIDE MANAGEMENT

As of September 30, 2008

Month End Reports
Portfolio Management
Portfolio Summary
September 30, 2008

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Managed Pool Accounts	14,446,000.00	14,433,543.16	14,446,000.00	100.00	1	1	2.736	2.774
	14,446,000.00	**14,433,543.16**	**14,446,000.00**	**100.00%**	**1**	**1**	**2.736**	**2.774**
Investments								

Total Earnings	September 30 Month Ending	Fiscal Year To Date
Current Year	32,994.27	102,643.78

Rosemary R. Jones, Commission Treasurer

Reporting period 09/01/2008-09/30/2008
Data Updated: SET_MOED: 10/22/2008 09:23
Run Date: 10/22/2008 - 09:23

Portfolio 03TA
NL! AP
PM (PRF_PM1) SymRept 6.41.202a
Report Ver. 5.00

Month End Reports
Portfolio Management
Portfolio Details - Investments
September 30, 2008

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Managed Pool Accounts											
SYS18002-TA	18002-TA	State of CA LAIF		14,446,000.00	14,433,543.16	14,446,000.00	2.774		2.774	1	
		Subtotal and Average		**14,446,000.00**	**14,433,543.16**	**14,446,000.00**			**2.774**	**1**	
		Total and Average		**14,446,000.00**	**14,433,543.16**	**14,446,000.00**			**2.774**	**1**	

Month End Reports
Cash/Checking Activity
July 1, 2008 - September 30, 2008

Issuer Investment #	Fund	Security ID	Current Rate	Transaction Date	Receipt	Deposits	Withdrawals	Interest Received	Balance
Managed Pool Accounts									
State of CA LAIF									
18002-TA	03 TA	SYS18002-TA							**14,446,000.00**
			2.894	07/01/2008					14,446,000.00
			2.894	07/15/2008				111,525.13	14,446,000.00
			2.787	07/31/2008					14,446,000.00
			2.779	08/29/2008					14,446,000.00
			2.774	09/30/2008					14,446,000.00
Subtotal and Ending Balance			**2.774**			**0.00**	**0.00**	**111,525.13**	**14,446,000.00**
				Total		**0.00**	**0.00**	**111,525.13**	**14,446,000.00**

CITY OF OCEANSIDE
FUNDS MANAGED BY OUTSIDE PARTIES
AS OF SEPTEMBER 30, 2008

TYPE OF FUND/INSTITUTION	MARKET VALUE	INSTITUTION TOTAL
BOND FUNDS		
Bank of New York		
1995 Refunding Certificates of Participation (Civic Center Project)	822.55	
1998 Oceanside Certificates of Participation - Police & Library Facility	1,692.36	
1998 Water Revenue Refunding Bonds	833,932.34	
1998 Watereuse Variable Rate Demand Bonds	1,858,135.24	
2002 Tax Allocation Bonds	3,322,322.83	
2002 Community Facilities District Bonds - Ocean Ranch Corporate Centre	2,441,511.58	
2002 Community Facilities District Bonds - Morro Hills Development	3,974,298.70	
2003 Refunding Certificates of Participation - 93 Series A Bonds	2,704,778.75	
2003 Revenue Certificates of Participation - Wastewater System Bonds	49.30	
2003 Refunding Certificates of Participation - Water System Bonds	406.13	
2004 Community Facilities District Bonds - Morro Hills Development Imp#1	771,889.91	
2004 Community Facilities District Bonds - Morro Hills Development	1,138,098.67	
2004 Refunding Tax Allocation Bonds	1,431,677.64	
2005 Civic Center Refunding Certificates of Participation	308.99	
2005 Pension Obligation Bonds	1,056,817.24	
2008 Community Facilities District Bonds-Pacific Coast Business Park	925,289.49	
TOTAL FUNDS MANAGED BY OUTSIDE PARTIES	**$ 20,462,031.72**	