ITEM NO. 8

STAFF REPORT

CITY OF OCEANSIDE

DATE: March 8, 2006

TO: Honorable Mayor and City Councilmembers

FROM: Rosemary R. Jones, City Treasurer

SUBJECT: **PRESENTATION OF TREASURER'S REPORT – QUARTER ENDED DECEMBER 31, 2005**

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. In 1996, State legislation made quarterly investment reporting to local agency governing boards mandatory. However, the 2003-2004 Budget Act suspended the state mandated reimbursements, and subsequently the approval of AB 2853 made quarterly investment reporting optional. The City Treasurer recognizes the importance of investment reporting to the City Council and will continue to submit the quarterly reports to Council. The last report was for the quarter ended September 30, 2005

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 DECEMBER 31, 2005

For the quarter ended December 31, 2005, the City's portfolio had a book value of $216,272,459.89 (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 2.889%, which has generated fiscal year accrued earnings of $2,881,525.97.

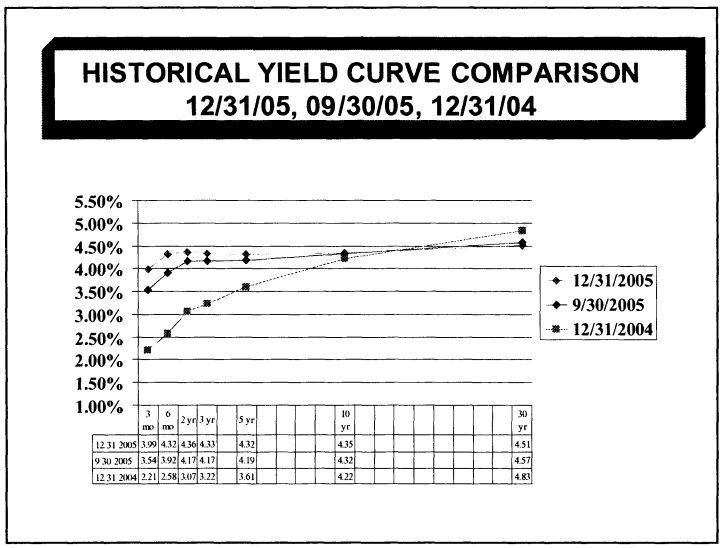
The following table provides a comparison of the portfolio for the quarter ended December 31, 2005 previous quarter ended September 30, 2005 and the same quarter in the prior year, December 31, 2004.

City of Oceanside
Portfolio Comparison
December 31, September 30, 2005, and December 31, 2004

	Dec 31, 2005	Sept 30, 2005	Dec 31, 2004
Book Value	$216,272,459.89	$207,274,061.03	$212,500,249.29
Market Value	$212,996,710.02	$203,832,146.29	$210,483,546.90
Unrealized Gains/(Losses)	$ (3,275,749.87)	$ (3,441,914.74)	$ (2,016,702.39)
Average YTM	2.889%	2.739%	2.605%
Liquidity 0 – 6 months	31.24%	12.34%	14.38%
Average DTM	321 (0.88 years)	417 (1.14 years)	606 (1.68 years)
YTD Earnings	$2,881,525.97	$1,477,182.43	$2,770,173.75
YTD Capital Gains/(Losses)	$ 0.00	$ 0.00	$ 156.25

The portfolio average yield to maturity (YTM) is now beginning to increase, as older investments at low interest rates are maturing, and staff is able to invest current revenues at rates above 4%. Also, core liquidity has increased significantly from 12% to 31%, therefore new security purchases will most likely be made out a bit longer on the curve.

The Fed raised short-term interest rates at their regularly scheduled Federal Open Market Committee (FOMC) meetings in November and December, continuing its "measured" approach to lifting the accommodation in the market. The Fed has raised interest rates a total of thirteen times since June 2004 increasing the Fed Funds Rate to 4.25% from 1%. This approach in monetary policy has worked well for the Fed, since the economy is still showing signs of expansion with little or no inflation. Looking ahead into 2006, it is thought by market analysts that the Fed may raise interest rates a few more times at their measured pace of 25 basis points, and then pause and examine the economic data to provide direction in future monetary policy action. Since last quarter, short-term interest rates continued to climb, with long-term rates either declining or staying the same. Toward the end of the quarter, the yield curve became inverted (shorter maturities having higher interest rates than longer maturities) in the 2-year to 10-year sector of the curve. Typically, an inverted yield curve is an indicator of a recession, however, the inversion is usually sustained for a period of time, has a wider spread between maturities and is seen across the entire yield curve. The following graph comparing the yield curve at 12/31/05, 09/30/05 and 12/31/04 demonstrates the shift in the yield curves over the past year.



	3 mo	6 mo	2 yr	3 yr	5 yr	10 yr	30 yr
12.31.2005	3.99	4.32	4.36	4.33	4.32	4.35	4.51
9.30.2005	3.54	3.92	4.17	4.17	4.19	4.32	4.57
12.31.2004	2.21	2.58	3.07	3.22	3.61	4.22	4.83

Federal Reserve Board Chairman Alan Greenspan's last FOMC meeting was on January 31, 2006, where the Fed raised interest rates another 25 basis points, but did remove the "measured approach" language from the meeting statement. Analysts are currently stating that the Fed may be approaching a pause in interest rate hikes, with future monetary policy moves being more dependent on economic data releases. There is also a "wait and see" period as Ben Bernanke, a former Fed Governor and Chairman of the White House Council of Economic Advisers, takes over as Fed Chairman. It is widely thought by most that Bernanke's philosophy is not much different than Greenspan's and that the transition will be relatively smooth.

Portfolio strategy for the upcoming quarter will be to maintain core liquidity, while investing new revenue and reinvesting maturing securities in the 2.5 to 3-year area of the curve. While the yield curve is flat to inverted, the shortness of the portfolio's average days to maturity (under 1 year) allows room for investment a bit further out on the curve without taking on added price risk.

FISCAL IMPACT

Accrued earnings for the fiscal year as of December 31, 2005 totaled $2,881,525.97, an increase of $111,352.22 from the previous year (December 2004).

COMMISSION/COMMITTEE REPORT

The Investment Oversight Committee reviewed the quarter end report for December 31, 2005 at its February 13, 2006 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

City Attorney analysis does not apply.

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 – December 31, 2005

CITY OF OCEANSIDE

TREASURER'S REPORT

For Quarter Ended
December 31, 2005

CITY OF OCEANSIDE
OFFICE OF THE CITY TREASURER

TO: CITY COUNCIL
CITY MANAGER

DATE: JANUARY 31, 2006

SUBJECT: INVESTMENT REPORT FOR THE QUARTER ENDED DECEMBER 31, 2005

Market commentary for quarter ended December 31, 2005

Short-term interest rates rose during the quarter as the Federal Reserve board continued to raise interest rates, 25 basis points at each of the FOMC meetings held in November and December. The Fed did raise rates another 25 basis points at the January 31 FOMC meeting, the last day of retiring chairman Alan Greenspan. The term "measured approach" was removed from the statement release, a possible indication that any future moves by the Fed will be based primarily on economic data.

For quarter ended December 31, 2005, portfolio statistics are as follows:

• Portfolio Book Value	$216,272,459.89
• Portfolio Market Value	$212,996,710.02
• Unrealized Loss	$(3,275,749.87)
• Average Yield-to-Maturity	2.89%
• Liquidity (0 – 6-months)	31.24%
• Average Days to Maturity	321 (.88 years)
• Year-to-Date Earnings	$2,881,525.97
• Year-to-Date Capital Gains/(Losses)	$0.00

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

TREASURER'S REPORT

PORTFOLIO DETAILS

As Of December 31, 2005

CITY OF OCEANSIDE
PORTFOLIO SUMMARY
FOR QUARTER ENDED DECEMBER 31, 2005

INVESTMENT TYPE	FACE VALUE	BOOK VALUE	MARKET VALUE	YIELD TO MATURITY	AVERAGE DAYS TO MATURITY	PERCENT OF PORTFOLIO
Quarter Ended December 31, 2005						
LAIF	$ 12,750,000.00	$ 12,750,000.00	$ 12,737,747.80	3.808%	1	5.90%
Treasury Securities - Coupon	10,000,000.00	9,987,705.71	9,921,720.00	2.156%	150	4.62%
Federal Agency Non - Callable	131,270,000.00	131,233,830.70	128,931,439.71	2.725%	364	60.68%
Federal Agency - Callable	48,430,000.00	48,426,042.92	47,529,652.51	2.871%	394	22.39%
Federal Agency - Discount Notes	14,000,000.00	13,874,880.56	13,876,150.00	4.192%	75	6.42%
Total Investments	$ 216,450,000.00	$ 216,272,459.89	$ 212,996,710.02	2.889%	321	100.00%
Unrealized Gain/(Loss) (Market Value - Book Value)			(3,275,749.87)			
Plus Accrued Interest			$ 1,273,268.53			
Portfolio Liquidation Unrealized Gain/(Loss)			$ (2,002,481.34)			

Prior Period Comparisons

	FACE VALUE	BOOK VALUE	MARKET VALUE	YIELD TO MATURITY	AVERAGE DAYS TO MATURITY
Quarter Ended September 30, 2005					
Investment Totals	$ 207,375,000.00	$ 207,274,061.03	$ 203,832,146.29	2.739%	417
Unrealized Gain/(Loss) (Market Value - Book Value)			(3,441,914.74)		
Plus Accrued Interest			1,346,561.60		
Portfolio Liquidation Unrealized Gain/(Loss)			$ (2,095,353.14)		
Quarter and Year Ended December 31, 2004					
Investment Totals	$ 212,625,000.00	$ 212,500,249.29	$ 210,483,546.90	2.605%	606
Unrealized Gain/(Loss) (Market Value - Book Value)			(2,016,702.39)		
Plus Accrued Interest			1,320,120.07		
Portfolio Liquidation Unrealized Gain/(Loss)			$ (696,582.32)		

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

Oceanside Quarterly Report
Portfolio Management
Portfolio Details - Investments
December 31, 2005

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			11,000,000.00	10,989,429.47	11,000,000.00	3.808		3.808	1	
SYS18001	18001	Local Agency Investment Fund			1,750,000.00	1,748,318.33	1,750,000.00	3.808		3.808	1	
		Subtotal and Average	**10,193,548.39**		**12,750,000.00**	**12,737,747.80**	**12,750,000.00**			**3.808**	**1**	
Treasury Securities - Coupon												
912828CD0	04-0103	U.S. Treasury Note		03/31/2004	2,000,000.00	1,987,420.00	1,999,714.26	1.500		1.560	89	03/31/2006
912828CD0	04-0104	U.S. Treasury Note		03/31/2004	2,000,000.00	1,987,420.00	1,999,695.21	1.500		1.564	89	03/31/2006
912828CD0	04-0112	U.S. Treasury Note		04/15/2004	2,000,000.00	1,987,420.00	1,997,199.30	1.500		2.089	89	03/31/2006
912828CD0	04-0118	U.S. Treasury Note		04/22/2004	2,000,000.00	1,987,420.00	1,996,818.06	1.500		2.170	89	03/31/2006
912828DJ6	05-0032	U.S. Treasury Note		02/18/2005	2,000,000.00	1,972,040.00	1,994,278.88	3.125		3.400	395	01/31/2007
		Subtotal and Average	**9,986,380.61**		**10,000,000.00**	**9,921,720.00**	**9,987,705.71**			**2.156**	**150**	
Federal Agency - Non Callable												
3128X1QN0	04-0034	Federal Home Loan Mort Corp		08/18/2003	1,000,000.00	999,500.00	1,000,000.00	1.660		2.253	8	01/09/2006
3128X1QN0	04-0045	Federal Home Loan Mort Corp		09/22/2003	1,000,000.00	999,500.00	1,000,000.00	1.660		2.115	8	01/09/2006
3136F35A0	04-0037	Federal National Mortgage Assc		08/22/2003	1,925,000.00	1,920,187.50	1,925,000.00	2.125		2.513	40	02/10/2006
3128X2UL7	04-0076	Federal Home Loan Mort Corp		02/17/2004	1,000,000.00	996,990.00	1,000,000.00	2.160		2.160	47	02/17/2006
31331TVT5	04-0089	Federal Farm Credit Bank		03/05/2004	1,000,000.00	995,312.50	999,986.51	1.850		1.858	61	03/03/2006
31331TME8	04-0064	Federal Farm Credit Bank		12/29/2003	2,000,000.00	1,990,625.00	2,000,000.00	2.600		2.601	87	03/29/2006
31359MQZ9	03-0062	Federal National Mortgage Assc		03/14/2003	1,000,000.00	993,125.00	999,778.15	2.125		2.199	104	04/15/2006
31359MQZ9	03-0063	Federal National Mortgage Assc		03/14/2003	2,000,000.00	1,986,250.00	1,999,528.21	2.125		2.203	104	04/15/2006
31359MQZ9	03-0064	Federal National Mortgage Assc		03/14/2003	2,000,000.00	1,986,250.00	1,999,528.21	2.125		2.203	104	04/15/2006
31331TF71	04-0115	Federal Farm Credit Bank		04/26/2004	1,000,000.00	992,500.00	999,968.06	2.200		2.210	115	04/26/2006
3128X26P5	04-0110	Federal Home Loan Mort Corp		04/27/2004	1,000,000.00	991,830.00	1,000,000.00	2.000		2.000	116	04/27/2006
3128X3BU6	04-0111	Federal Home Loan Mort Corp		04/28/2004	1,000,000.00	992,500.00	1,000,000.00	2.270		2.270	117	04/28/2006
3128X3DJ9	04-0119	Federal Home Loan Mort Corp		04/28/2004	1,000,000.00	993,320.00	1,000,000.00	2.500		2.500	117	04/28/2006
3136F42L7	05-0002	Federal National Mortgage Assc		07/22/2004	1,000,000.00	992,187.50	997,797.91	2.200		2.870	122	05/03/2006
3136F44B7	04-0074	Federal National Mortgage Assc		02/05/2004	1,000,000.00	992,187.50	1,000,000.00	2.210		2.211	124	05/05/2006
3136F44B7	04-0075	Federal National Mortgage Assc		02/05/2004	1,000,000.00	992,187.50	1,000,000.00	2.210		2.211	124	05/05/2006
31331TM73	04-0125	Federal Farm Credit Bank		05/18/2004	1,000,000.00	992,187.50	999,887.74	2.500		2.530	137	05/18/2006
31359MRV7	05-0028	Federal National Mortgage Assc		01/05/2005	1,000,000.00	990,937.50	996,146.53	2.250		3.235	145	05/26/2006
31339XCC6	05-0029	Federal Home Loan Bank		01/12/2005	1,000,000.00	989,062.50	994,565.05	2.010		3.286	159	06/09/2006
31331QP27	03-0089	Federal Farm Credit Bank		06/12/2003	2,000,000.00	1,978,125.00	2,000,000.00	2.050		2.050	162	06/12/2006
31359MSE4	04-0108	Federal National Mortgage Assc		04/02/2004	1,000,000.00	987,187.50	1,000,000.00	1.750		2.000	166	06/16/2006
31339XGZ1	03-0092	Federal Home Loan Bank		06/26/2003	1,000,000.00	988,125.00	1,000,000.00	2.100		2.100	176	06/26/2006
31331SKN2	05-0025	Federal Farm Credit Bank		12/27/2004	1,000,000.00	992,500.00	999,781.63	3.000		3.046	177	06/27/2006

Oceanside Quarterly Report
Portfolio Management
Portfolio Details - Investments
December 31, 2005

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 - Non Callable												
3133X9UN8	05-0023	Federal Home Loan Bank		12/30/2004	1,000,000.00	993,125.00	1,000,000.00	3.180		3.180	180	06/30/2006
31331TPC9	04-0069	Federal Farm Credit Bank		01/06/2004	1,000,000.00	989,687.50	1,000,000.00	2.510		2.510	186	07/06/2006
31339XSH8	04-0001	Federal Home Loan Bank		07/03/2003	2,000,000.00	1,973,750.00	2,000,000.00	2.000		2.005	187	07/07/2006
3128X1QU4	04-0009	Federal Home Loan Mort Corp		07/08/2003	1,000,000.00	986,875.00	1,000,000.00	2.000		2.120	187	07/07/2006
3128X1QH3	04-0011	Federal Home Loan Mort Corp		07/14/2003	1,000,000.00	986,460.00	1,000,000.00	2.000		2.130	194	07/14/2006
3128X1RW9	04-0014	Federal Home Loan Mort Corp		07/14/2003	1,000,000.00	986,680.00	1,000,000.00	2.050		2.150	194	07/14/2006
3136F3V60	04-0073	Federal National Mortgage Assc		01/23/2004	1,820,000.00	1,795,543.75	1,820,000.00	2.150		2.282	201	07/21/2006
3128X1SP3	04-0015	Federal Home Loan Mort Corp		07/28/2003	1,000,000.00	986,080.00	1,000,000.00	2.125		2.150	208	07/28/2006
3136F33Q7	04-0017	Federal National Mortgage Assc		08/04/2003	2,000,000.00	1,974,375.00	2,000,000.00	2.410		2.410	215	08/04/2006
3136F33Q7	04-0028	Federal National Mortgage Assc		08/08/2003	1,000,000.00	987,187.50	1,000,000.00	2.410		2.576	215	08/04/2006
3128X2QK4	04-0071	Federal Home Loan Mort Corp		02/09/2004	1,000,000.00	987,460.00	1,000,000.00	2.500		2.500	220	08/09/2006
3136F34T0	04-0021	Federal National Mortgage Assc		08/11/2003	1,000,000.00	987,187.50	1,000,000.00	2.500		2.500	222	08/11/2006
3136F34T0	04-0043	Federal National Mortgage Assc		09/02/2003	1,000,000.00	987,187.50	1,000,000.00	2.500		2.840	222	08/11/2006
3133X06K0	04-0120	Federal Home Loan Bank		04/23/2004	1,000,000.00	986,250.00	998,525.22	2.375		2.620	226	08/15/2006
3136F45G5	04-0077	Federal National Mortgage Assc		02/17/2004	1,975,000.00	1,948,460.94	1,975,000.00	2.420		2.510	228	08/17/2006
3128X2WL5	04-0082	Federal Home Loan Mort Corp		02/24/2004	1,000,000.00	986,510.00	1,000,000.00	2.500		2.521	235	08/24/2006
31331TSN2	04-0078	Federal Farm Credit Bank		02/25/2004	2,000,000.00	1,973,750.00	2,000,000.00	2.560		2.560	236	08/25/2006
31331QWK9	04-0114	Federal Farm Credit Bank		04/16/2004	2,900,000.00	2,854,687.50	2,896,254.62	2.250		2.450	243	09/01/2006
3133X14N4	05-0001	Federal Home Loan Bank		07/22/2004	1,000,000.00	987,812.50	999,009.22	2.875		3.020	257	09/15/2006
31331TXE6	04-0094	Federal Farm Credit Bank		03/29/2004	1,000,000.00	981,250.00	1,000,000.00	2.070		2.070	271	09/29/2006
3136F5JT9	04-0095	Federal National Mortgage Assc		03/29/2004	1,000,000.00	981,250.00	1,000,000.00	2.070		2.070	271	09/29/2006
3133X5CM8	04-0098	Federal Home Loan Bank		04/12/2004	1,000,000.00	980,625.00	1,000,000.00	2.140		2.153	284	10/12/2006
31331SMC4	05-0031	Federal Farm Credit Bank		01/27/2005	1,000,000.00	988,750.00	999,212.67	3.250		3.354	290	10/18/2006
31331TGE5	04-0050	Federal Farm Credit Bank		10/27/2003	1,000,000.00	983,750.00	1,000,000.00	2.660		2.660	299	10/27/2006
31331TGE5	04-0052	Federal Farm Credit Bank		10/27/2003	1,000,000.00	983,750.00	1,000,000.00	2.660		2.660	299	10/27/2006
3136F6HR3	05-0018	Federal National Mortgage Assc		11/10/2004	1,000,000.00	985,625.00	1,000,000.00	3.000		3.138	312	11/09/2006
31331TQQ7	04-0072	Federal Farm Credit Bank		02/13/2004	1,950,000.00	1,914,046.88	1,950,000.00	2.520		2.525	316	11/13/2006
31331TMB4	04-0062	Federal Farm Credit Bank		11/24/2003	2,000,000.00	1,964,375.00	2,000,000.00	2.700		2.700	327	11/24/2006
31331TMB4	05-0033	Federal Farm Credit Bank		02/18/2005	1,000,000.00	982,187.50	996,338.32	2.700		3.121	327	11/24/2006
31331TJ69	04-0121	Federal Farm Credit Bank		05/24/2004	900,000.00	886,500.00	900,000.00	3.020		3.020	329	11/26/2006
31331TL82	04-0127	Federal Farm Credit Bank		05/28/2004	1,000,000.00	985,000.00	1,000,000.00	3.040		3.071	332	11/29/2006
31331SFW8	05-0019	Federal Farm Credit Bank		12/01/2004	2,000,000.00	1,971,250.00	2,000,000.00	3.125		3.190	334	12/01/2006
3128X1DE4	03-0082	Federal Home Loan Mort Corp		06/04/2003	1,000,000.00	980,000.00	1,000,000.00	2.500		2.500	337	12/04/2006
3128X1GF8	03-0094	Federal Home Loan Mort Corp		06/04/2003	1,650,000.00	1,613,221.50	1,650,000.00	2.250		2.250	337	12/04/2006
3128X1GF8	04-0113	Federal Home Loan Mort Corp		04/15/2004	1,000,000.00	977,710.00	1,000,000.00	2.250		2.769	337	12/04/2006
3128X1JT5	04-0081	Federal Home Loan Mort Corp		02/05/2004	1,500,000.00	1,464,195.00	1,500,000.00	2.150		2.520	346	12/13/2006

Oceanside Quarterly Report
Portfolio Management
Portfolio Details - Investments
December 31, 2005

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 - Non Callable												
3136F3E44	03-0099	Federal National Mortgage Assc		06/30/2003	1,000,000.00	975,000.00	1,000,000.00	2.150		2.150	362	12/29/2006
3136F3G91	03-0100	Federal National Mortgage Assc		06/30/2003	1,000,000.00	974,687.50	1,000,000.00	2.125		2.125	362	12/29/2006
3128X1NN3	04-0093	Federal Home Loan Mort Corp		03/11/2004	1,935,000.00	1,884,148.20	1,935,000.00	2.050		2.205	366	01/02/2007
31331QZ75	04-0010	Federal Farm Credit Bank		07/16/2003	1,000,000.00	974,687.50	1,000,000.00	2.250		2.325	380	01/16/2007
3136F3L46	04-0086	Federal National Mortgage Assc		02/27/2004	1,375,000.00	1,339,335.94	1,375,000.00	2.180		2.435	380	01/16/2007
31339YR53	04-0012	Federal Home Loan Bank		07/30/2003	1,000,000.00	975,625.00	1,000,000.00	2.415		2.415	394	01/30/2007
31339YNY4	04-0013	Federal Home Loan Bank		07/30/2003	1,000,000.00	975,000.00	1,000,000.00	2.370		2.393	394	01/30/2007
3128X1VW4	04-0020	Federal Home Loan Mort Corp		07/30/2003	2,000,000.00	1,957,980.00	2,000,000.00	2.750		2.750	394	01/30/2007
3136F36F8	04-0026	Federal National Mortgage Assc		08/12/2003	1,000,000.00	981,250.00	1,000,000.00	3.010		3.010	407	02/12/2007
31331TTN1	04-0122	Federal Farm Credit Bank		04/27/2004	1,440,000.00	1,403,100.00	1,433,327.75	2.550		2.969	422	02/27/2007
3136F6CP2	05-0013	Federal National Mortgage Assc		10/20/2004	2,000,000.00	1,961,250.00	2,000,000.00	3.100		3.126	437	03/14/2007
3128X3XZ1	05-0009	Federal Home Loan Mort Corp		09/30/2004	1,000,000.00	978,950.00	1,000,000.00	3.000		3.157	451	03/28/2007
3128X22W4	04-0100	Federal Home Loan Mort Corp		03/29/2004	1,000,000.00	971,780.00	1,000,000.00	2.400		2.465	452	03/29/2007
3133XB5Z4	05-0037	Federal Home Loan Bank		05/16/2005	1,000,000.00	990,625.00	999,477.60	4.000		4.041	459	04/05/2007
31339XWS9	04-0003	Federal Home Loan Bank		07/10/2003	1,000,000.00	970,937.50	1,000,000.00	2.375		2.375	464	04/10/2007
3136F5PV7	04-0109	Federal National Mortgage Assc		04/19/2004	1,000,000.00	975,937.50	1,000,000.00	2.820		2.820	473	04/19/2007
3136F5RC7	04-0117	Federal National Mortgage Assc		04/26/2004	1,000,000.00	976,250.00	1,000,000.00	2.875		3.023	480	04/26/2007
31339YM74	04-0007	Federal Home Loan Bank		07/30/2003	1,000,000.00	971,250.00	1,000,000.00	2.500		2.500	484	04/30/2007
3128X3EL3	04-0123	Federal Home Loan Mort Corp		05/17/2004	1,000,000.00	980,720.00	1,000,000.00	3.300		3.311	501	05/17/2007
3136F5VB4	04-0116	Federal National Mortgage Assc		05/18/2004	1,000,000.00	978,750.00	1,000,000.00	3.150		3.150	502	05/18/2007
3136F5VB4	04-0126	Federal National Mortgage Assc		05/18/2004	1,000,000.00	978,750.00	1,000,000.00	3.150		3.399	502	05/18/2007
3133X9EZ9	05-0016	Federal Home Loan Bank		12/01/2004	1,000,000.00	979,687.50	1,000,000.00	3.250		3.250	516	06/01/2007
3133X9KJ8	05-0020	Federal Home Loan Bank		12/08/2004	1,000,000.00	982,187.50	1,000,000.00	3.460		3.460	523	06/08/2007
31331SHS5	05-0022	Federal Farm Credit Bank		12/29/2004	1,000,000.00	982,812.50	1,000,000.00	3.550		3.550	544	06/29/2007
31331SKG7	05-0024	Federal Farm Credit Bank		01/13/2005	1,000,000.00	981,875.00	1,000,000.00	3.500		3.500	558	07/13/2007
31331Q7K7	04-0025	Federal Farm Credit Bank		08/13/2003	1,000,000.00	977,812.50	1,000,000.00	3.300		3.300	589	08/13/2007
3133X9HT0	05-0021	Federal Home Loan Bank		11/30/2004	1,000,000.00	979,687.50	1,000,000.00	3.450		3.475	606	08/30/2007
3136F6BF5	05-0004	Federal National Mortgage Assc		09/07/2004	1,000,000.00	978,125.00	1,000,000.00	3.375		3.441	614	09/07/2007
3136F6BF5	05-0017	Federal National Mortgage Assc		11/09/2004	1,000,000.00	978,125.00	1,000,000.00	3.375		3.479	614	09/07/2007
3133X8FQ0	05-0003	Federal Home Loan Bank		09/14/2004	2,000,000.00	1,955,000.00	2,000,000.00	3.350		3.350	621	09/14/2007
31331TYF2	04-0091	Federal Farm Credit Bank		03/10/2004	2,000,000.00	1,933,125.00	1,997,627.40	2.625		2.699	624	09/17/2007
3136F5NF4	04-0105	Federal National Mortgage Assc		04/05/2004	2,000,000.00	1,930,625.00	2,000,000.00	2.670		2.670	642	10/05/2007
31331TAD3	04-0097	Federal Farm Credit Bank		04/15/2004	1,000,000.00	963,750.00	1,000,000.00	2.590		2.590	652	10/15/2007
31331TYR6	04-0101	Federal Farm Credit Bank		04/22/2004	1,900,000.00	1,831,125.00	1,900,000.00	2.610		2.616	659	10/22/2007
3136F5RK9	05-0011	Federal National Mortgage Assc		10/04/2004	1,000,000.00	972,187.50	1,000,000.00	3.125		3.424	663	10/26/2007
3136F6JE0	05-0012	Federal National Mortgage Assc		11/01/2004	2,000,000.00	1,950,000.00	2,000,000.00	3.300		3.335	669	11/01/2007

Oceanside Quarterly Report
Portfolio Management
Portfolio Details - Investments
December 31, 2005

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 - Non Callable												
3133X8LT7	05-0006	Federal Home Loan Bank		09/28/2004	1,000,000.00	977,187.50	1,000,000.00	3.510		3.511	726	12/28/2007
31359MQP1	05-0005	Federal National Mortgage Assc		09/07/2004	1,000,000.00	975,937.50	1,000,000.00	3.500		3.624	757	01/28/2008
31331SDW0	05-0015	Federal Farm Credit Bank		11/01/2004	1,000,000.00	968,750.00	1,000,000.00	3.125		3.126	761	02/01/2008
3128X0L31	05-0010	Federal Home Loan Mort Corp		09/30/2004	1,000,000.00	968,437.50	1,000,000.00	3.250		3.475	785	02/25/2008
3128X3XX6	05-0008	Federal Home Loan Mort Corp		09/21/2004	2,000,000.00	1,948,125.00	2,000,000.00	3.500		3.500	813	03/24/2008
3128X03N7	05-0007	Federal Home Loan Mort Corp		09/16/2004	2,000,000.00	1,947,500.00	2,000,000.00	3.500		3.560	821	04/01/2008
3128X3D91	05-0014	Federal Home Loan Mort Corp		10/25/2004	3,000,000.00	2,923,230.00	3,000,000.00	3.560		3.560	845	04/25/2008
3136F3D94	04-0102	Federal National Mortgage Assc		03/30/2004	1,000,000.00	955,000.00	997,089.90	2.800		2.924	912	07/01/2008
		Subtotal and Average	**132,167,108.25**		**131,270,000.00**	**128,931,439.71**	**131,233,830.70**			**2.725**	**364**	
Federal Agency - Callable												
31331TKP5	04-0058	Federal Farm Credit Bank		11/19/2003	1,000,000.00	992,812.50	1,000,000.00	2.650		2.681	138	05/19/2006
31331TKP5	04-0061	Federal Farm Credit Bank		11/19/2003	1,000,000.00	992,812.50	1,000,000.00	2.650		2.741	138	05/19/2006
31331QP43	04-0067	Federal Farm Credit Bank		12/17/2003	1,945,000.00	1,924,942.19	1,945,000.00	2.210		2.500	155	06/05/2006
3136F3YD2	03-0097	Federal National Mortgage Assc		06/19/2003	1,000,000.00	988,750.00	1,000,000.00	2.150		2.150	169	06/19/2006
31339Y2Q4	04-0004	Federal Home Loan Bank		07/16/2003	1,000,000.00	986,562.50	1,000,000.00	2.000		2.000	194	07/14/2006
31339Y6C1	04-0005	Federal Home Loan Bank		07/14/2003	1,000,000.00	987,187.50	1,000,000.00	2.125		2.125	194	07/14/2006
31331Q4Y0	04-0063	Federal Farm Credit Bank		11/25/2003	1,935,000.00	1,909,603.13	1,931,733.17	2.150		2.465	201	07/21/2006
3133MYW86	03-0083	Federal Home Loan Bank		05/28/2003	1,000,000.00	985,625.00	1,000,000.00	2.400		2.412	239	08/28/2006
3133MYWS2	03-0088	Federal Home Loan Bank		06/05/2003	1,000,000.00	985,937.50	1,000,000.00	2.500		2.501	247	09/05/2006
3133MYYH4	03-0084	Federal Home Loan Bank		06/11/2003	1,000,000.00	985,000.00	1,000,000.00	2.460		2.461	253	09/11/2006
3133X4VR9	04-0096	Federal Home Loan Bank		03/29/2004	1,000,000.00	984,687.50	1,000,000.00	2.560		2.482	271	09/29/2006
3128X07M5	03-0076	Federal Home Loan Mort Corp		05/06/2003	1,000,000.00	986,140.00	1,000,000.00	3.050		3.059	309	11/06/2006
3128X06F1	03-0075	Federal Home Loan Mort Corp		05/07/2003	1,500,000.00	1,479,140.63	1,500,000.00	3.050		3.058	310	11/07/2006
3136F3TA4	04-0019	Federal National Mortgage Assc		07/24/2003	2,000,000.00	1,967,500.00	2,000,000.00	2.800		2.799	316	11/13/2006
3128X1GQ4	03-0095	Federal Home Loan Mort Corp		06/11/2003	1,000,000.00	978,740.00	1,000,000.00	2.450		2.450	344	12/11/2006
31339X3N2	03-0087	Federal Home Loan Bank		06/12/2003	1,000,000.00	978,125.00	1,000,000.00	2.500		2.530	345	12/12/2006
31339XK29	03-0093	Federal Home Loan Bank		06/26/2003	1,000,000.00	978,125.00	1,000,000.00	2.500		2.500	359	12/26/2006
3128X1LY1	03-0098	Federal Home Loan Mort Corp		06/26/2003	2,000,000.00	1,952,440.00	2,000,000.00	2.300		2.300	359	12/26/2006
31331TMN8	04-0066	Federal Farm Credit Bank		12/29/2003	1,000,000.00	983,125.00	1,000,000.00	3.040		3.040	362	12/29/2006
31339XTT1	04-0002	Federal Home Loan Bank		07/09/2003	1,000,000.00	975,312.50	1,000,000.00	2.250		2.250	373	01/09/2007
3133XA4B0	05-0026	Federal Home Loan Bank		01/10/2005	1,000,000.00	986,250.00	1,000,000.00	3.375		3.375	374	01/10/2007
3133XBKW4	05-0035	Federal Home Loan Bank		04/26/2005	1,000,000.00	991,875.00	1,000,000.00	4.000		4.003	390	01/26/2007
3128X1SV0	04-0008	Federal Home Loan Mort Corp		07/29/2003	1,000,000.00	977,270.00	1,000,000.00	2.580		2.580	393	01/29/2007
3136F3W28	04-0016	Federal National Mortgage Assc		07/30/2003	1,000,000.00	976,250.00	1,000,000.00	2.500		2.500	394	01/30/2007
3136F5DG3	04-0084	Federal National Mortgage Assc		02/27/2004	1,500,000.00	1,462,031.25	1,500,000.00	2.500		2.641	422	02/27/2007

Oceanside Quarterly Report
Portfolio Management
Portfolio Details - Investments
December 31, 2005

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												
3136F5FW6	04-0087	Federal National Mortgage Assc		03/08/2004	1,000,000.00	974,062.50	1,000,000.00	2.500		2.622	431	03/08/2007
3128X1QG5	03-0101	Federal Home Loan Mort Corp		06/30/2003	1,000,000.00	971,210.00	1,000,000.00	2.380		2.380	453	03/30/2007
3128X1AT4	03-0080	Federal Home Loan Mort Corp		05/14/2003	1,000,000.00	980,010.00	1,000,000.00	3.250		3.250	498	05/14/2007
3133XBQ65	05-0036	Federal Home Loan Bank		05/13/2005	1,000,000.00	988,125.00	1,000,000.00	4.000		4.000	499	05/15/2007
3133X03W7	04-0018	Federal Home Loan Bank		08/18/2003	1,875,000.00	1,832,226.56	1,875,000.00	3.030		3.031	502	05/18/2007
3133XBXU4	05-0038	Federal Home Loan Bank		06/13/2005	1,000,000.00	988,125.00	999,546.88	4.000		4.033	528	06/13/2007
3133XBXU4	05-0039	Federal Home Loan Bank		06/13/2005	2,000,000.00	1,976,250.00	2,000,000.00	4.000		4.000	528	06/13/2007
3133XC7E7	05-0041	Federal Home Loan Bank		06/29/2005	1,000,000.00	988,750.00	1,000,000.00	4.000		4.000	544	06/29/2007
3128X2E50	04-0085	Federal Home Loan Mort Corp		03/17/2004	2,000,000.00	1,946,380.00	2,000,000.00	3.100		3.100	624	09/17/2007
3128X2Q24	04-0092	Federal Home Loan Mort Corp		03/17/2004	1,000,000.00	974,000.00	1,000,000.00	3.150		3.150	624	09/17/2007
3128X2K95	04-0088	Federal Home Loan Mort Corp		03/18/2004	1,000,000.00	971,530.00	1,000,000.00	3.000		3.000	625	09/18/2007
3128X36R9	05-0040	Federal Home Loan Mort Corp		06/13/2005	1,000,000.00	986,480.00	999,762.87	4.050		4.062	631	09/24/2007
3128X22Y0	04-0099	Federal Home Loan Mort Corp		04/05/2004	1,425,000.00	1,378,616.25	1,425,000.00	2.800		2.805	642	10/05/2007
3128X25L5	04-0106	Federal Home Loan Mort Corp		04/12/2004	1,250,000.00	1,208,862.50	1,250,000.00	2.800		2.831	649	10/12/2007
3128X25Y7	04-0107	Federal Home Loan Mort Corp		04/19/2004	1,000,000.00	968,780.00	1,000,000.00	2.920		2.920	656	10/19/2007
		Subtotal and Average	**49,295,151.02**		**48,430,000.00**	**47,529,652.51**	**48,426,042.92**			**2.871**	**394**	
Federal Agency Disc. -Amortizing												
313385RT5	05-0030	Federal Home Loan Bank		01/19/2005	2,000,000.00	1,997,800.00	1,998,020.00	2.970		3.080	12	01/13/2006
313589SQ7	06-0001	Federal National Mortgage Assc		12/05/2005	2,000,000.00	1,992,800.00	1,992,336.67	4.180		4.268	33	02/03/2006
313589TB9	06-0002	Federal National Mortgage Assc		12/14/2005	1,500,000.00	1,492,650.00	1,492,263.33	4.220		4.310	44	02/14/2006
313385TR7	06-0004	Federal Home Loan Bank		12/14/2005	2,000,000.00	1,987,000.00	1,986,466.67	4.200		4.296	58	02/28/2006
313397TR2	06-0003	Federal National Mortgage Assc		12/14/2005	2,000,000.00	1,987,000.00	1,986,305.56	4.250		4.348	58	02/28/2006
313385UE4	06-0005	Federal Home Loan Bank		12/14/2005	1,000,000.00	991,800.00	991,598.33	4.260		4.365	71	03/13/2006
313385YB6	06-0006	Federal Home Loan Bank		12/15/2005	1,500,000.00	1,469,700.00	1,470,275.00	4.350		4.509	164	06/14/2006
313385YL4	06-0007	Federal Home Loan Bank		12/27/2005	2,000,000.00	1,957,400.00	1,957,615.00	4.410		4.571	173	06/23/2006
		Subtotal and Average	**8,594,571.05**		**14,000,000.00**	**13,876,150.00**	**13,874,880.56**			**4.192**	**75**	
		Total and Average	**210,236,759.32**		**216,450,000.00**	**212,996,710.02**	**216,272,459.89**			**2.890**	**321**	

TREASURER'S REPORT

INVESTMENT TRANSACTIONS

10/01/05 Through 12/31/05

Oceanside Quarterly Report
Purchases Report
Sorted by Fund - Fund
October 1, 2005 - December 31, 2005

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													
313589SQ7	06-0001		AFD	FNMA	2,000,000.00	12/05/2005	02/03 - At Maturity	1,986,066.67		4.180	02/03/2006	4.268	1,992,336.67
313385TR7	06-0004		AFD	FHLB	2,000,000.00	12/14/2005	02/28 - At Maturity	1,982,266.67		4.200	02/28/2006	4.296	1,986,466.67
313385UE4	06-0005		AFD	FHLB	1,000,000.00	12/14/2005	03/13 - At Maturity	989,468.33		4.260	03/13/2006	4.365	991,598.33
313589TB9	06-0002		AFD	FNMA	1,500,000.00	12/14/2005	02/14 - At Maturity	1,489,098.33		4.220	02/14/2006	4.310	1,492,263.33
313397TR2	06-0003		AFD	FNMA	2,000,000.00	12/14/2005	02/28 - At Maturity	1,982,055.56		4.250	02/28/2006	4.348	1,986,305.56
313385YB6	06-0006		AFD	FHLB	1,500,000.00	12/15/2005	06/14 - At Maturity	1,467,193.75		4.350	06/14/2006	4.509	1,470,275.00
313385YL4	06-0007		AFD	FHLB	2,000,000.00	12/27/2005	06/23 - At Maturity	1,956,390.00		4.410	06/23/2006	4.571	1,957,615.00
				Subtotal	**12,000,000.00**			**11,852,539.31**	**0.00**				**11,876,860.56**

Managed Pool Deposits					Deposit Amount	Deposit Date		Deposit Amount		Rate			
SYS18000	18000		LA1	LAIF	1,000,000.00	10/20/2005		1,000,000.00		2.967			
SYS18000	18000		LA1	LAIF	1,000,000.00	10/27/2005		1,000,000.00		2.967			
SYS18000	18000		LA1	LAIF	1,000,000.00	11/02/2005		1,000,000.00		2.967			
SYS18000	18000		LA1	LAIF	1,250,000.00	11/17/2005		1,250,000.00		2.967			
SYS18000	18000		LA1	LAIF	1,000,000.00	11/28/2005		1,000,000.00		2.967			
SYS18000	18000		LA1	LAIF	1,500,000.00	12/01/2005		1,500,000.00		2.967			
SYS18000	18000		LA1	LAIF	1,250,000.00	12/05/2005		1,250,000.00		2.967			
SYS18000	18000		LA1	LAIF	2,000,000.00	12/14/2005		2,000,000.00		2.967			
SYS18000	18000		LA1	LAIF	750,000.00	12/21/2005		750,000.00		2.967			
SYS18000	18000		LA1	LAIF	2,750,000.00	12/22/2005		2,750,000.00		2.967			
SYS18000	18000		LA1	LAIF	750,000.00	12/23/2005		750,000.00		2.967			
				Subtotal	**14,250,000.00**			**14,250,000.00**					
		Total Purchases and Deposits			**26,250,000.00**			**26,102,539.31**	**0.00**				**11,876,860.56**

Oceanside Quarterly Report
Maturity Report
Sorted by Maturity Date
Receipts during October 1, 2005 - December 31, 2005

CUSIP	Investment #	Fund	Sec. Type	Issuer	Par Value	Maturity Date	Purchase Date	Rate at Maturity	Book Value at Maturity	Interest	Maturity Proceeds	Net Income
3136F4LJ1	04-0049		NCB	FNMA	1,000,000.00	10/20/2005	10/20/2003	2.020	1,000,000.00	10,100.00	1,010,100.00	10,100.00
313589PG2	05-0027		AFD	FNMA	2,000,000.00	11/15/2005	01/05/2005		2,000,000.00	0.00	2,000,000.00	0.00
3128X2VA0	04-0080		NCB	FHLMC	1,000,000.00	11/17/2005	02/17/2004	2.050	1,000,000.00	5,125.00	1,005,125.00	5,125.00
31331TKT7	04-0060		NCB	FFCB	1,000,000.00	11/25/2005	11/25/2003	2.250	1,000,000.00	11,250.00	1,011,250.00	11,250.00
31331TKV2	04-0057		NCB	FFCB	1,000,000.00	12/01/2005	12/01/2003	2.200	1,000,000.00	11,000.00	1,011,000.00	11,000.00
31331TMP3	04-0065		FAC	FFCB	1,925,000.00	12/15/2005	12/15/2003	2.200	1,925,000.00	21,175.00	1,946,175.00	21,175.00
3128X2JT3	04-0068		NCB	FHLMC	1,000,000.00	12/30/2005	12/30/2003	2.200	1,000,000.00	11,000.00	1,011,000.00	11,000.00
			Total Maturities		**8,925,000.00**				**8,925,000.00**	**69,650.00**	**8,994,650.00**	**69,650.00**

TREASURER'S REPORT

LAIF ACTIVITY
GRAPHS

As of December 31, 2005

Oceanside Quarterly Report
Sales/Call Report
Sorted by Fund - Fund
October 1, 2005 - December 31, 2005

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	07/01/2005	10/14/2005	250,000.00	3.808		250,000.00		250,000.00	
SYS18000	18000		LAIF	07/01/2005	10/17/2005	1,250,000.00	3.808		1,250,000.00		1,250,000.00	
SYS18000	18000		LAIF	07/01/2005	10/19/2005	2,250,000.00	3.808		2,250,000.00		2,250,000.00	
SYS18000	18000		LAIF	07/01/2005	10/31/2005	1,500,000.00	3.808		1,500,000.00		1,500,000.00	
SYS18000	18000		LAIF	07/01/2005	11/14/2005	500,000.00	3.808		500,000.00		500,000.00	
SYS18000	18000		LAIF	07/01/2005	12/09/2005	750,000.00	3.808		750,000.00		750,000.00	
SYS18000	18000		LAIF	07/01/2005	12/13/2005	750,000.00	3.808		750,000.00		750,000.00	
SYS18000	18000		LAIF	07/01/2005	12/27/2005	1,000,000.00	3.808		1,000,000.00		1,000,000.00	
					Subtotal	**8,250,000.00**			**8,250,000.00**		**8,250,000.00**	
			Total Sales and Withdrawals			**8,250,000.00**		**0.00**	**8,250,000.00**	**0.00**	**8,250,000.00**	**0.00**

Oceanside Quarterly Report
Cash/Checking Activity
October 1, 2005 - December 31, 2005

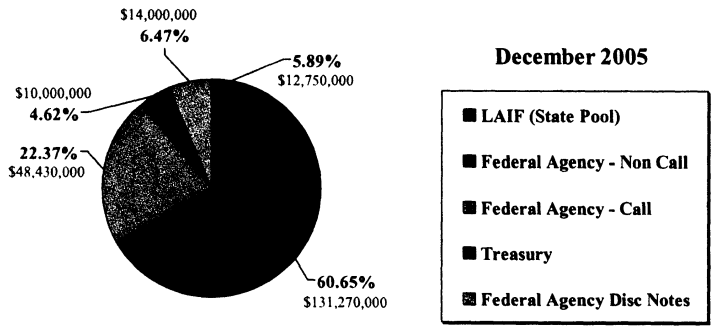
Issuer Investment #	Fund	Security ID	Transaction Date	Receipt	Deposits	Withdrawals	Interest Received	Balance
LAIF								
Local Agency Investment Fund								
18000		SYS18000						**5,000,000.00**
			10/14/2005			250,000.00		4,750,000.00
			10/14/2005				56,150.43	4,750,000.00
			10/17/2005			1,250,000.00		3,500,000.00
			10/19/2005			2,250,000.00		1,250,000.00
			10/20/2005		1,000,000.00			2,250,000.00
			10/27/2005		1,000,000.00			3,250,000.00
			10/31/2005			1,500,000.00		1,750,000.00
			10/31/2005					1,750,000.00
			11/02/2005		1,000,000.00			2,750,000.00
			11/14/2005			500,000.00		2,250,000.00
			11/17/2005		1,250,000.00			3,500,000.00
			11/28/2005		1,000,000.00			4,500,000.00
			11/30/2005					4,500,000.00
			12/01/2005		1,500,000.00			6,000,000.00
			12/05/2005		1,250,000.00			7,250,000.00
			12/09/2005			750,000.00		6,500,000.00
			12/13/2005			750,000.00		5,750,000.00
			12/14/2005		2,000,000.00			7,750,000.00
			12/21/2005		750,000.00			8,500,000.00
			12/22/2005		2,750,000.00			11,250,000.00
			12/23/2005		750,000.00			12,000,000.00
			12/27/2005			1,000,000.00		11,000,000.00
			12/31/2005					11,000,000.00
	Subtotal and Ending Balance				**14,250,000.00**	**8,250,000.00**	**56,150.43**	**11,000,000.00**
18001		SYS18001						**1,750,000.00**
			10/14/2005				38,725.94	1,750,000.00
			10/31/2005					1,750,000.00
			11/30/2005					1,750,000.00
			12/31/2005					1,750,000.00
	Subtotal and Ending Balance				**0.00**	**0.00**	**38,725.94**	**1,750,000.00**

Oceanside Quarterly Report
Cash/Checking Activity
October 1, 2005 - December 31, 2005

Issuer Investment #	Fund	Security ID	Transaction Date	Receipt	Deposits	Withdrawals	Interest Received	Balance
			Total		**14,250,000.00**	**8,250,000.00**	**94,876.37**	**12,750,000.00**

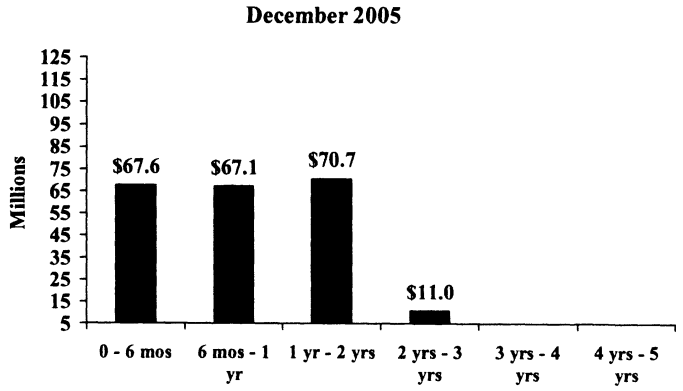
CITY OF OCEANSIDE
INVESTMENT PORTFOLIO SUMMARY GRAPHS

BREAKDOWN OF INVENTORY BY TYPE



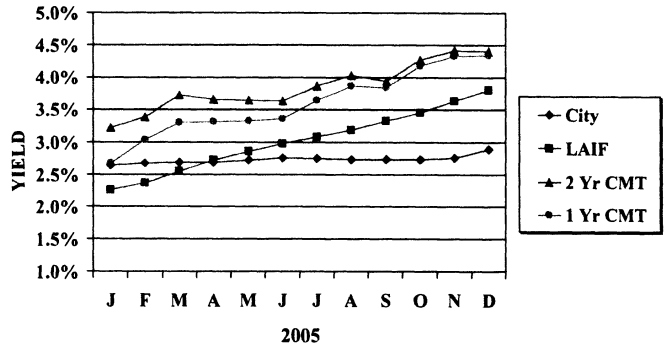
GRAPH 1

AGING OF MATURING INVESTMENTS



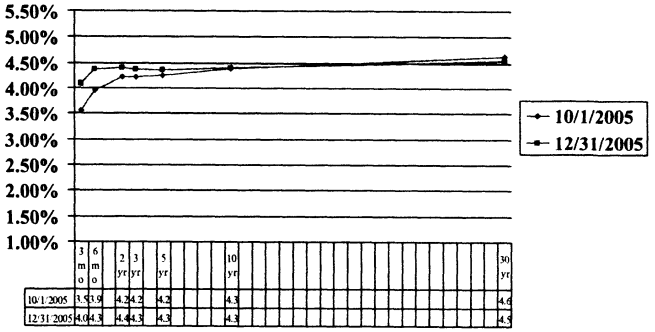
GRAPH 2

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



GRAPH 3

HISTORICAL YIELD CURVE COMPARISON
10/01/05 to 12/31/05



GRAPH 4

TREASURER'S REPORT

BOND FUNDS -
2002 REDEVELOPMENT TAX ALLOCATION BONDS
FUNDS HELD BY OUTSIDE MANAGEMENT

As of December 31, 2005

2002 TA Bonds - Month End Rpts
Portfolio Management
Portfolio Details - Investments
December 31, 2005

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	YTM	Days to Maturity	Maturity Date
Local Agency Investment Fund												
SYS18002-TA	18002-TA	State of CA LAIF			2,216,000.00	2,213,870.52	2,216,000.00	3.808		3.808	1	
		Subtotal and Average	**2,409,548.39**		**2,216,000.00**	**2,213,870.52**	**2,216,000.00**			**3.808**	**1**	
		Total and Average	**2,409,548.39**		**2,216,000.00**	**2,213,870.52**	**2,216,000.00**			**3.808**	**1**	

2002 TA Bonds - Month End Rpts
Cash/Checking Activity
October 1, 2005 - December 31, 2005

Issuer Investment #	Fund	Security ID	Current Rate	Transaction Date	Receipt	Deposits	Withdrawals	Interest Received	Balance
Local Agency Investment Fund									
State of CA LAIF									
18002-TA		SYS18002-TA							**2,616,000.00**
			3.324	10/14/2005				20,967.94	2,616,000.00
			3.458	10/31/2005					2,616,000.00
			3.636	11/30/2005					2,616,000.00
			3.636	12/16/2005			400,000.00		2,216,000.00
			3.808	12/31/2005					2,216,000.00
Subtotal and Ending Balance			**3.808**			**0.00**	**400,000.00**	**20,967.94**	**2,216,000.00**
				Total		**0.00**	**400,000.00**	**20,967.94**	**2,216,000.00**

CITY OF OCEANSIDE
FUNDS MANAGED BY OUTSIDE PARTIES
AS OF DECEMBER 31, 2005

TYPE OF FUND/INSTITUTION	MARKET VALUE	INSTITUTION TOTAL
BOND FUNDS		
Bank of New York		
1994 Local Agency Revenue Bonds (Assesment District Refinance), Series A	414,154.43	
1998 Oceanside Certificates of Participation - Police & Library Facility	2,128.95	
1998 Water Revenue Refunding Bonds	1,595,476.01	
1998 Watereuse Variable Rate Demand Bonds	236,905.45	
2002 Tax Allocation Bonds	2,004,599.42	
2002 Community Facilities District Bonds - Ocean Ranch Corporate Centre	4,633,337.31	
2002 Community Facilities District Bonds - Morro Hills Development	15,714,594.73	
2003 Refunding Certificates of Participation - 93 Series A Bonds	2,181,420.12	
2003 Revenue Certificates of Participation - Wastewater System Bonds	73.37	
2003 Refunding Certificates of Participation - Water System Bonds	645.07	
2004 Community Facilities District Bonds - Morro Hills Development Imp#1	785,671.49	
2004 Community Facilities District Bonds - Morro Hills Development	1,034,211.67	
2004 Community Facilities District Bonds - Ocean Ranch Corporate Centre	6,478.40	
2004 Refunding Tax Allocation Bonds	1,824,173.79	
2005 Civic Center Refunding Certificates of Participation	34.03	
2005 Pension Obligation Bonds	44,358,787.46	
		$30,433,904.24
Rabobank		
2003 Tax Allocation Bonds	15,951,518.17	
		$ 15,951,518.17
		$ 46,385,422.41