



**OFFICE OF THE CITY CONTROLLER
CITY OF HOUSTON
TEXAS**

October 21, 2008

To Mayor White, City Council Members and
The Citizens of Houston:

I am pleased to submit to you the City of Houston's Quarterly Investment Report for the quarter ending September 30, 2008. This report presents the portfolio composition of investment pools the City Controller's Office manages.

The Report is organized as follows: Investment Portfolio Summary and Composition of all pools; an analysis of the General and Tax Exempt pools; security listings by maturity for the quarters ending June 30, 2008 and September 30, 2008.

I hope you find this data useful and informative.

Respectfully submitted,

Annise D. Parker
City Controller



**OFFICE OF THE CITY CONTROLLER
CITY OF HOUSTON
TEXAS**

Quarterly Investment Report

We believe the data presented for the quarter ending September 30, 2008, are accurate in all material respects, and are presented in a manner that fairly sets forth the investment standing of the City of Houston.

This report was prepared in compliance with the City's Investment Policy and the Public Funds Investment Act of the State of Texas.

Annise D. Parker
City Controller

James Moncur
Deputy City Controller
Treasury Division

Sue Bailey
Investment Manager
Treasury Division

CITY OF HOUSTON
QUARTERLY INVESTMENT REPORT
Executive Summary
For the Quarter Ending September 30, 2008

The accompanying Quarterly Investment Report lists in summary form and in detail the investment positions of the City of Houston operating funds as of September 30, 2008. As of that date, the City had a total of approximately \$2.2 billion invested. The majority of these funds, with the exception of about \$43 million that must be segregated for tax and insurance purposes, are contained in the city's General Investment Pool. The General Investment Pool consists of working capital, and construction and debt service funds that are not subject to yield restriction under IRS arbitrage regulations. All investments are governed by state law and the City's Investment Policy, which dictates the following investment objectives, in order of priority:

1. Safety
2. Liquidity
3. Return on Investments
4. Legal Requirements

Approximately 65% of the City's holdings are currently invested in securities issued by US government-sponsored enterprises, such as the Federal Home Loan Bank, Fannie Mae, and Freddie Mac. Other investment sectors include a 15% allocation to United States Treasuries, 9% to high grade money market funds, 8% to municipals, and 3% to commercial paper. The securities contained in the city's investment portfolios generally have an AAA or equivalent long-term rating and at least an A-1, P-1 or equivalent short-term rating by the major bond rating companies, indicating a portfolio of the highest quality and lowest credit risk.

The weighted average maturity of the City's investments has historically ranged from about 1 year to about 2 years. The average maturity is currently about 1.6 years. From an operating standpoint, approximately 43% of the funds invested are designated to be spent on capital projects such as roads and bridges, the water and sewer system and the airport system. Investment maturities are arranged to coincide with needed expenditures for these capital projects. In addition investment maturities are arranged to meet short-term obligations, such as payroll and debt service payments.

Standard & Poor's Investment Services has assigned its AAf credit rating and S1 volatility rating to the General Pool. The AAf credit quality rating is the highest rating available from Standard & Poor's and reflects the extremely strong protection that the Pool's portfolio investments provide against losses from credit defaults or credit deterioration. The S1 volatility rating recognizes the Pool's sensitivity to changing market conditions as a result of its low market risk profile and conservative investment policies.

At quarter end September 30, 2008, the general pool was yielding 3.85% based on the amortized cost of the portfolio.

**Investment Portfolio Summary
Activity For Quarter Ending
September 30, 2008**

General Fund 9900 (960)

	<u>9/30/2008</u>	<u>6/30/2008</u>	<u>Last Quarter Net Change</u>	<u>9/30/2007</u>	<u>Last Year Net Change</u>
Book Value	\$2,110,437,999	\$2,233,473,879	-123,035,879	\$1,917,522,404	192,915,595
Market Value	\$2,122,797,985	\$2,247,355,700	-124,557,715	\$1,925,893,907	196,904,078
Market/Book Ratio	1.006	1.006	0	1.004	0
Accrued Interest	\$18,303,210	\$16,854,660	1,448,550	\$19,250,479	-947,269

The General Pool consists of all working capital, construction, and debt service funds which are not subject to yield restriction under IRS arbitrage regulations. Combining the net cash-flows of all funds allows the City to invest in longer-term, higher-yielding securities without sacrificing the ability to meet short-term cash needs. The General Pool strategy, as outlined in the City's Investment Policy, combines a variation on the traditional ladder maturity strategy which matches assets and liabilities, with more active management strategies, such as yield curve analysis and bond swaps.

For the quarter ending September 30, 2008, the 3-month average yield was 3.86%. The weighted average maturity (WAM) as of September 30 was 576 days.



Standard & Poor's Investment Services has assigned its AAAf credit rating and S1 volatility rating to the General Pool. The AAAf credit quality rating is the highest rating available from Standard & Poor's and reflects the extremely strong protection that the Pool's portfolio investments provide against losses from credit defaults or credit deterioration. The S1 volatility rating recognizes the Pool's sensitivity to changing market conditions as a result of its low market risk profile and conservative investment policies.

**Investment Portfolio Summary
Activity For Quarter Ending
September 30, 2008**

Tax Exempt Fund 9901 (971)

	<u>9/30/2008</u>	<u>6/30/2008</u>	<u>Last Quarter Net Change</u>	<u>9/30/2007</u>	<u>Last Year Net Change</u>
Book Value	\$17,203,073	\$17,110,917	92,156	\$3,498,656	13,704,417
Market Value	\$17,203,073	\$17,110,917	92,156	\$3,498,656	13,704,417
Market/Book Ratio	1.000	1.000	0	1.000	0
Accrued Interest	\$6,617	\$6,611	6	\$13,125	-6,508

The Tax Exempt Pool consists of those funds which are subject to yield restriction and arbitrage regulation under the 1986 Tax Reform Act. This pool was created to do the following: demonstrate compliance with Internal Revenue Code regarding arbitrage, maximize the amount of interest earned and retained by the City from the investment of funds subject to the regulations, minimize the amount of rebate liability, and minimize the cost of administering the arbitrage tracking program. The Tax Exempt Pool strategy, as outlined in the City's Investment Policy, is to invest in high quality, short-term municipal bonds and one or more tax-exempt money market mutual funds in order to meet the liquidity demands of the City.

For the quarter ending September 30, 2008, the 3-month average yield was 2.12%. The WAM was 41 days at September 30.

Housing Department Section 108 Fund 9902 (974)

	<u>9/30/2008</u>	<u>6/30/2008</u>	<u>Last Quarter Net Change</u>	<u>9/30/2007</u>	<u>Last Year Net Change</u>
Book Value	\$4,158,081	\$4,587,923	-429,842	\$0	4,158,081
Market Value	\$4,159,073	\$4,589,073	-430,000	\$0	4,159,073
Market/Book Ratio	1.000	1.000	0	0.000	1
Accrued Interest	\$0	\$0	0	\$0	0

The Housing Department Fund was created to comply with the U.S. Department of Housing and Urban Development (HUD), which requires a separate custodial account for HUD's benefit.

For the quarter ending September 30, 2008, the 3-month average yield was 1.60%. The WAM was 11 days at September 30.

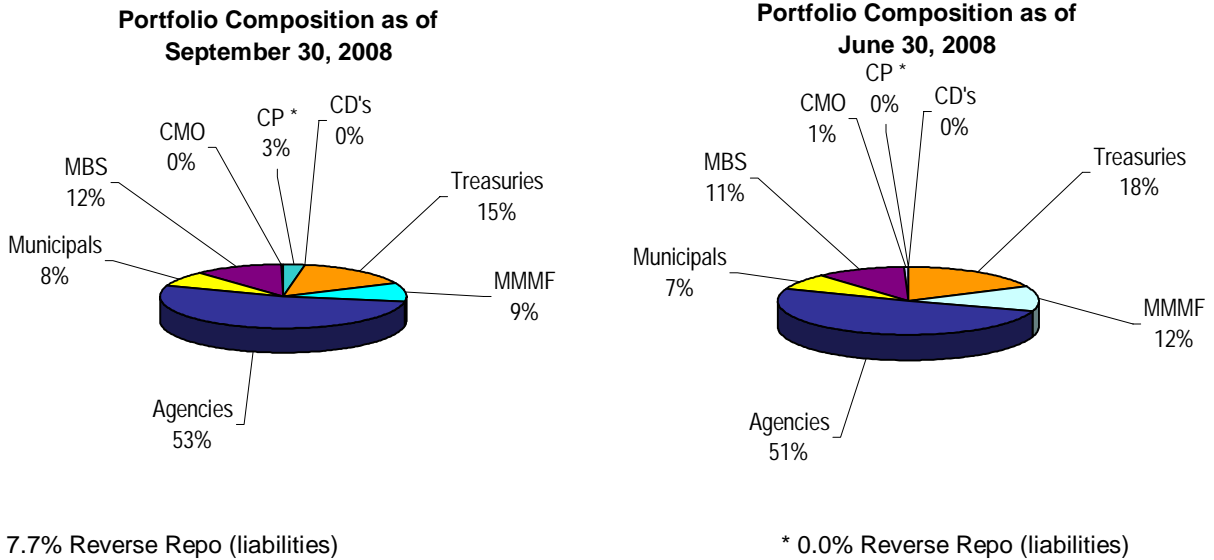
Convention Center and Hotel Reserve Funds 9903 (979)

	<u>9/30/2008</u>	<u>6/30/2008</u>	<u>Last Quarter Net Change</u>	<u>9/30/2007</u>	<u>Last Year Net Change</u>
Book Value	\$21,774,454	\$21,774,454	0	\$21,774,454	0
Market Value	\$21,774,454	\$21,774,454	0	\$21,774,454	0
Market/Book Ratio	1.000	1.000	0	1.000	0
Accrued Interest	\$115,985	\$423,005	-307,020	\$126,219	-10,234

The Convention Center and Hotel Reserve Funds Pool consists of \$22 million of proceeds from the 2001 Series A,B & C Hotel Occupancy Tax and Special Revenue Bond Issues designated as reserve funds. A separate investment pool was created for this part of the bond issues to facilitate effective management of the funds and compliance with arbitrage requirements under the Tax Reform Act of 1986.

For the quarter ending September 30, 2008, the 3-month average yield was 5.64%. The WAM was 1066 days at September 30.

Investment Portfolio Composition General Fund 9900 (960) Percentages by Market Sector



Note: Adjustments were made to include the Reverse Repo.

FIGURE 2
Source: City of Houston Controller's Office

Investment Policy Limitations

Overnight Investment Account (O/N)	≤15%
Money Market Mutual Funds (MMMF)	≤15%
Repurchase Agreements (Repo)	≤15%
Commercial Paper/Banker Acceptances (CP/BA)	≤15%
US Treasury Bills/Notes/Bonds	≥15%
US Agencies	≤85%
Municipal Bonds*	≤20%
Mortgage-Backed Securities (MBS) & Collateralized Mortgage Obligations (CMO)	≤20%

The portfolio composition graph for the General Pool (Figure 2) shows the percentage of the pool held in U.S. Treasuries, U.S. Agencies, Mortgage-Backed Securities, Municipal Bonds and liquidity investments (MMMF, Repo and CP) positions. All investments are in compliance with the objectives and restrictions set forth in the City's Investment Policy and the Public Funds Investment Act of the State of Texas.

* In May 2008 City Council approved an increase in the maximum limitation for Municipal Bonds from 15% to 20%.

Annual Portfolio Composition General Fund 9900 (960) October 2007 through September 2008

Annual Portfolio Composition

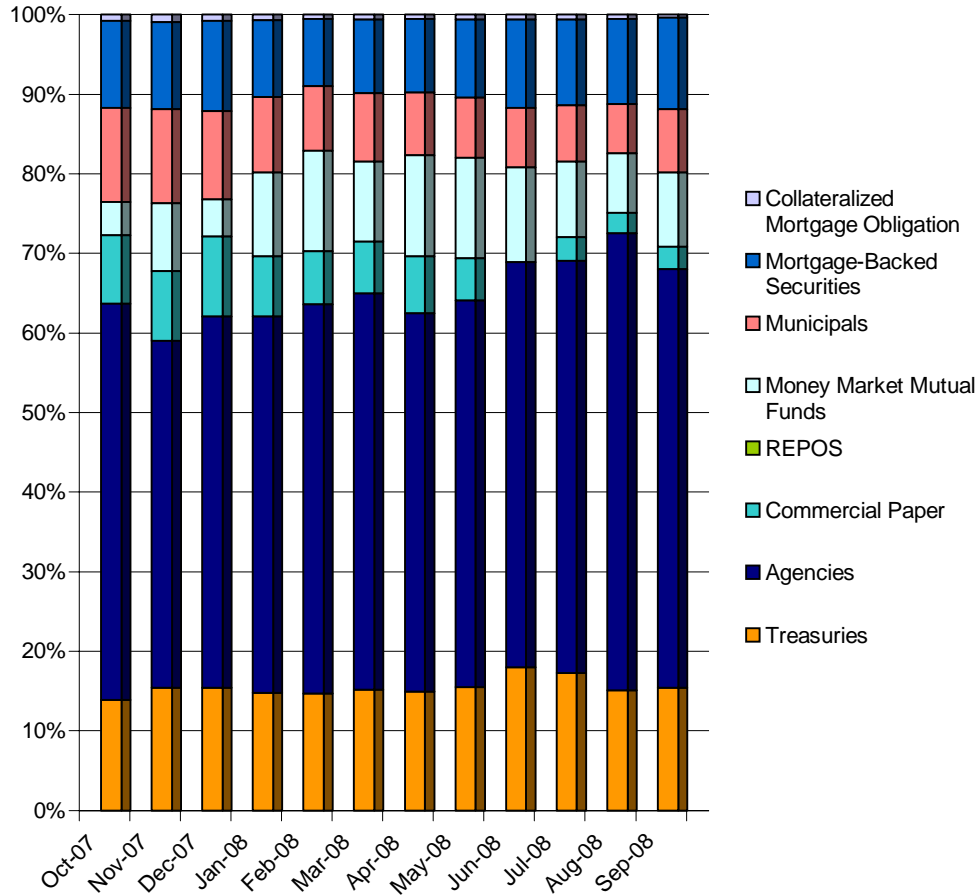


FIGURE 3
 Source: City of Houston Controller's Office

Investment Portfolio Composition Tax Exempt Pool Percentages by Market Sector

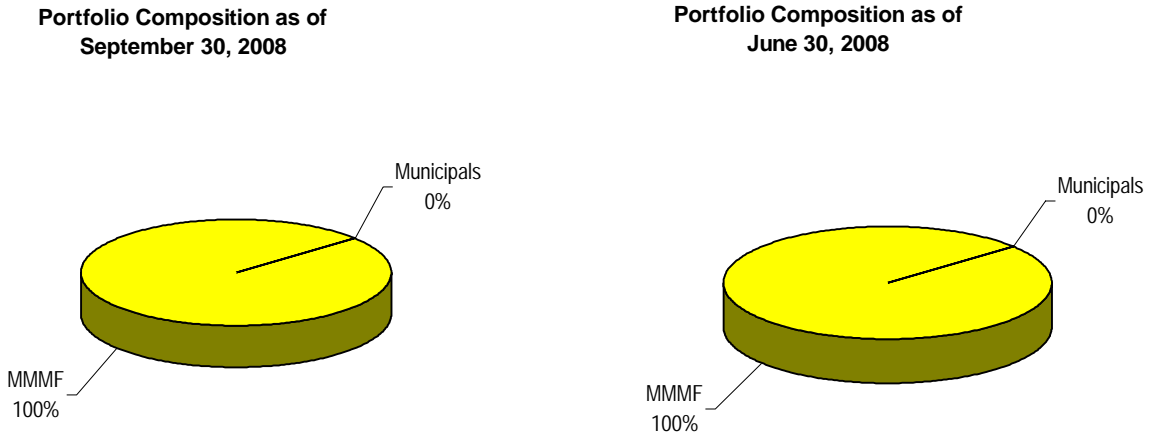


FIGURE 5
Source: City of Houston Controller's Office

Investment Policy Limitations

	<u>Maximum Level</u>
Money Market Mutual Funds (MMMF)	100%
Municipal Notes and Bonds (Including VRDSs)	100%

The portfolio composition graph for the Tax Exempt Pool (Figure 5) shows the percentage of the pool held in Municipal Notes/Bonds/VRDS's and Money Market Mutual Funds. All investments are in compliance with the objectives and restrictions set forth in the City's Investment Policy and the Public Funds Investment Act of the State of Texas.

Appendix I

Investments by Sector and Maturity as of September 30, 2008

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Treasury Notes												
T 4.875 10-31-08	4.875%	25,000,000.00	10/31/08		0.085	12/20/07	510,020.38	25,030,038.57	3.369		3.369	25,082,025.00
T 4.375 11-15-08	4.375%	25,000,000.00	11/15/08		0.126	12/27/07	413,128.40	25,023,735.90	3.579		3.579	25,105,475.00
T 4.375 11-15-08	4.375%	25,000,000.00	11/15/08		0.126	01/30/08	413,128.40	25,061,220.36	2.346		2.346	25,105,475.00
T 4.75 11-15-08	4.750%	20,000,000.00	11/15/08		0.126	04/21/08	358,831.52	20,075,045.07	1.656		1.656	20,095,320.00
T 4.75 11-15-08	4.750%	30,000,000.00	11/15/08		0.126	04/30/08	538,247.28	30,109,708.70	1.733		1.733	30,142,980.00
T 4.75 12-31-08	4.750%	25,000,000.00	12/31/08		0.252	03/27/08	300,101.90	25,200,349.32	1.488		1.488	25,232,425.00
T 3.00 02-15-09	3.000%	20,000,000.00	02/15/09		0.378	03/24/08	76,630.43	20,104,094.41	1.592		1.592	20,115,620.00
T 4.5 04-30-09	4.500%	25,000,000.00	04/30/09		0.572	08/27/08	470,788.04	25,346,774.96	2.077		2.077	25,404,300.00
T 4.875 05-15-09	4.875%	25,000,000.00	05/15/09		0.613	08/28/08	460,343.07	25,421,882.51	2.119		2.119	25,474,600.00
T 3.875 05-15-09	3.875%	25,000,000.00	05/15/09		0.616	09/25/08	365,913.73	25,319,639.01	1.796		1.796	25,333,975.00
T 4.875 06-30-09	4.875%	20,000,000.00	06/30/09		0.738	09/30/08	246,399.46	20,487,271.06	1.579		1.579	20,451,560.00
T 4.0 08-31-09	4.000%	25,000,000.00	08/31/09		0.907	05/30/08	85,635.36	25,370,326.14	2.343		2.343	25,470,700.00
TII 4.25 01-15-10	4.250%	6,465,200.00	01/15/10		1.262	08/14/08	58,239.51	6,778,273.46	0.471		0.471	6,654,106.68
TII 3.5 01-15-11	3.500%	6,249,750.00	01/15/11		2.210	08/14/08	46,363.64	6,639,005.06	0.747		0.747	6,499,252.52
HUD 3.44 08-01-11	3.440%	21,688,000.00	08/01/11		2.712	06/12/08	226,150.51	21,688,000.00	3.440		3.440	21,606,670.00
HUD 3.82 08-01-12	3.820%	25,000,000.00	08/01/12		3.583	06/12/08	289,482.95	25,000,000.00	3.820		3.820	24,921,875.00
Subtotal Treasury Notes	4.308%	349,402,950.00	07/31/09		0.803		4,859,404.58	352,655,364.53	2.296		2.296	352,696,359.20
Commercial Paper												
TOYCC 2.42 10-17-08	2.420%	63,000,000.00	10/17/08		0.047	09/17/08	0.00	62,932,240.00	2.425		2.425	62,915,580.00
Subtotal Commercial Paper	2.420%	63,000,000.00	10/17/08		0.047		0.00	62,932,240.00	2.425		2.425	62,915,580.00
Agency Discount Notes												
FHDN 2.26 10-03-08	2.260%	35,000,000.00	10/03/08		0.008	09/03/08	0.00	34,995,605.56	2.264		2.264	35,000,000.00
FHDN 2.26 10-03-08	2.260%	35,000,000.00	10/03/08		0.008	09/03/08	0.00	34,995,605.56	2.264		2.264	35,000,000.00
FNDN 2.34 10-24-08	2.340%	15,000,000.00	10/24/08		0.066	08/18/08	0.00	14,977,575.00	2.350		2.350	14,995,500.00
FNDN 2.34 10-24-08	2.340%	15,000,000.00	10/24/08		0.066	08/18/08	0.00	14,977,575.00	2.350		2.350	14,995,500.00
FNDN 2.43 11-12-08	2.430%	25,000,000.00	11/12/08		0.118	07/15/08	0.00	24,929,125.00	2.450		2.450	24,942,500.00
FNDN 2.57 11-14-08	2.570%	25,000,000.00	11/14/08		0.123	08/27/08	0.00	24,921,472.22	2.585		2.585	24,940,000.00
FHDN 2.41 11-17-08	2.410%	30,000,000.00	11/17/08		0.131	08/11/08	0.00	29,905,608.33	2.426		2.426	29,925,000.00
FMCDN 2.42 11-21-08	2.420%	25,000,000.00	11/21/08		0.142	07/15/08	0.00	24,914,291.66	2.441		2.441	24,930,000.00
FMCDN 2.42 11-24-08	2.420%	15,000,000.00	11/24/08		0.151	07/08/08	0.00	14,945,550.00	2.443		2.443	14,956,500.00
FMCDN 2.445 12-01-0	2.445%	24,000,000.00	12/01/08		0.170	07/03/08	0.00	23,900,570.00	2.470		2.470	23,899,200.00
FMCDN 2.43 12-1-08	2.430%	15,257,000.00	12/01/08		0.170	07/08/08	0.00	15,194,179.30	2.454		2.454	15,192,920.60
FNDN 2.227 12-04-08	2.227%	25,000,000.00	12/04/08		0.178	05/27/08	0.00	24,901,022.22	2.254		2.254	24,890,000.00
FHDN 2.51 12-5-08	2.510%	20,000,000.00	12/05/08		0.181	07/02/08	0.00	19,909,361.11	2.538		2.538	19,910,000.00
FMCDN 2.588 12-15-08	2.588%	25,000,000.00	12/15/08		0.208	06/17/08	0.00	24,865,208.34	2.622		2.622	24,870,000.00
FHDN 2.535 12-19-08	2.535%	15,000,000.00	12/19/08		0.219	07/02/08	0.00	14,916,556.25	2.566		2.566	14,917,500.00
Subtotal Agency Discount Notes	2.402%	344,257,000.00	11/13/08		0.121		0.00	343,249,305.55	2.420		2.420	343,364,620.60
Certificates of Deposit												
Georgian Bank CDARS	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
Empire Bank CDARS	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
Pilot Bank CDARS	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
West Bank CDARS	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
National City Bank C	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
BB&T CDARS	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
The F&M Bank & Trust	3.125%	91,562.08	9/17/2009		0.964	9/18/2008	103.33	91,562.08	3.125		3.125	91,562.08
The PrivateBank & Tr	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
Spirit Bank CDARS	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
Puget Sound Bank CDA	3.125%	17,937.92	9/17/2009		0.964	9/18/2008	20.24	17,937.92	3.125		3.125	17,937.92
FirsTier Bank CDARS	3.125%	94,500.00	9/17/2009		0.964	9/18/2008	106.64	94,500.00	3.125		3.125	94,500.00
Subtotal Certificates of Deposit	3.125%	960,000.00	09/17/09		0.964		1083.33	960,000.00	3.125		3.125	960,000.00
Mortgage-Backed Securities												
FN254627 5.0 12-01-0	5.000%	552,568.20	12/01/09		0.870	12/23/02	2,302.37	552,568.20	4.256		4.571	556,743.09
FNCI 7.00 03/01/12	7.000%	77,957.14	03/01/12		1.140	06/30/99	454.75	77,957.14	6.522		6.681	81,478.74
FGCI 7.00 4/01/12	7.000%	84,715.28	04/01/12		1.310	06/30/99	494.17	84,715.28	6.590		6.789	88,904.84
FNCI 7.00 04/01/12	7.000%	129,484.60	04/01/12		1.130	06/30/99	755.33	129,484.60	6.847		6.761	135,333.45
FNCI 7.00 04/01/12	7.000%	50,914.28	04/01/12		1.130	10/19/99	297.00	50,914.28	6.989		6.792	53,214.07
FNCI 7.00 05/01/12	7.000%	110,963.91	05/01/12		1.160	06/30/99	647.29	110,963.91	6.531		6.693	115,976.18
FNCI 6.50 07/01/12	6.500%	86,458.88	07/01/12		1.400	06/30/99	468.32	86,458.88	6.237		6.284	89,731.28
FGCI 7.00 07/01/12	7.000%	44,687.28	07/01/12		1.330	06/30/99	260.68	44,687.28	6.602		6.753	47,059.86
FGCI 7.00 07/01/12	7.000%	138,755.20	07/01/12		1.320	08/21/00	809.41	138,755.20	7.090		6.930	146,122.12
FGCI 7.00 10/01/12	7.000%	94,500.96	10/01/12		1.460	09/19/00	551.26	94,500.96	7.026		6.924	99,430.88
FGCI 6.50 01/01/13	6.500%	59,322.06	01/01/13		1.560	06/30/99	321.33	59,322.06	6.249		6.272	62,181.87
FNCI 6.50 01/01/13	6.500%	77,827.51	01/01/13		1.550	06/30/99	421.57	77,827.51	6.415		6.301	80,773.94
GNJO 6.50 04/15/13	6.500%	220,413.15	04/15/13		1.520	08/30/00	1,193.90	220,413.15	6.787		6.649	231,888.68
FNCI 6.00 08/01/13	6.000%	85,162.11	08/01/13		1.690	06/30/99	425.81	85,162.11	6.011		5.873	87,619.41

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
FNCI 6.00 09/01/13	6.000%	106,806.15	09/01/13		1.690	06/30/99	534.03	106,806.15	6.029		5.881	109,327.09
FNCI 6.00 09/01/13	6.000%	151,308.60	09/01/13		1.690	06/30/99	756.54	151,308.60	6.032		5.892	154,880.04
GNJO 6.50 09/15/03	6.500%	161,605.08	09/15/13		1.700	06/30/99	875.37	161,605.08	6.559		6.460	170,083.14
FNCI 6.50 02/01/14	6.500%	79,613.43	02/01/14		1.480	06/30/99	431.24	79,613.43	6.574		6.422	82,626.77
FNCI 6.50 03/01/14	6.500%	81,690.78	03/01/14		1.560	06/30/99	442.49	81,690.78	6.430		6.324	84,783.28
GNJO 6.00 03-15-14	6.000%	380,879.70	03/15/14		1.940	06/30/99	1,904.40	380,879.70	6.003		5.944	394,367.09
FGCI 6.00 04/01/14	6.000%	163,219.15	04/01/14		1.890	01/23/01	816.10	163,219.15	6.033		5.974	167,170.10
FNCI 6.00 08/01/14	6.000%	194,010.75	08/01/14		2.110	05/17/01	970.05	193,997.93	6.020		5.946	198,589.99
GNJO 7.00 01/15/15	7.000%	280,985.83	01/15/15		1.980	08/30/00	1,639.08	280,985.83	7.079		7.030	296,217.02
FNCI 7.00 03/01/15	7.000%	228,537.92	03/01/15		1.880	11/16/00	1,333.14	228,537.92	7.003		6.885	241,080.99
FGCI 7.00 04/01/15	7.000%	135,610.80	04/01/15		2.000	09/19/00	791.06	135,610.80	7.056		7.002	143,069.17
FNCI 6.50 06/01/15	6.500%	1,256,041.20	06/01/15		2.630	06/18/02	6,803.56	1,256,041.20	6.008		5.675	1,305,543.99
FNCI 6.00 07/01/15	6.000%	298,097.45	07/01/15		2.110	05/17/01	1,490.49	297,927.69	6.016		5.959	305,133.45
FGCI 7.00 08/01/15	7.000%	84,526.45	08/01/15		1.680	08/21/00	493.07	84,526.45	7.141		7.096	89,269.05
FGCI 7.00 10/01/15	7.000%	124,314.66	10/01/15		2.050	10/19/00	725.17	124,314.66	7.082		7.041	131,151.76
FNCI 7.00 10/01/15	7.000%	120,907.06	10/01/15		2.180	11/16/00	705.29	120,907.06	7.011		6.885	127,467.43
FGCI 7.00 12/01/15	7.000%	275,552.73	12/01/15		2.230	02/19/02	1,607.39	275,552.73	6.260		5.390	291,013.41
FGCI 6.00 01/01/16	6.000%	67,627.14	01/01/16		2.300	02/15/01	338.14	67,627.14	6.052		6.018	68,875.16
FGCI 6.00 09/01/16	6.000%	476,788.76	09/01/16		2.490	10/18/01	2,383.94	476,788.76	5.624		5.461	488,109.00
FGCI 6.00 11/01/16	6.000%	705,334.88	11/01/16		2.520	12/18/01	3,526.67	705,847.69	5.803		5.733	722,002.98
FN 616072 6.00 11-01	6.000%	737,790.61	11/01/16		2.450	04/21/03	3,688.95	737,790.61	5.208		4.657	755,204.61
GNJO 6.5 11/15/16	6.500%	620,620.75	11/15/16		2.510	04/16/02	3,361.70	622,328.60	6.092		5.988	653,232.11
FGCI 6.50 02/01/17	6.500%	681,345.12	02/01/17		2.510	03/18/02	3,690.62	681,345.12	6.039		5.769	713,843.15
FN15 254684 5.0 02-0	5.000%	6,201,142.20	02/25/17		2.990	02/19/03	25,838.09	6,201,142.20	4.736		4.551	6,221,546.69
FNCI 6.50 03/01/17	6.500%	437,550.35	03/01/17		2.610	03/18/02	2,370.06	437,550.35	6.096		5.720	454,794.98
FNCI 6.50 03/01/17	6.500%	691,702.32	04/01/17		2.610	03/18/02	3,746.72	691,702.32	6.096		5.711	718,963.53
FGE01280 5.00 12-1-1	5.000%	1,880,533.06	12/01/17		2.900	12/17/02	7,835.55	1,881,104.55	4.841		4.737	1,889,366.88
FN 702860 5.00 04-01	5.000%	2,955,842.90	04/01/18		3.010	04/21/03	12,316.01	2,955,842.90	4.689		4.441	2,965,568.92
FN 254721 5.00 4-1-1	5.000%	1,612,696.05	04/21/18		3.050	04/21/03	6,719.57	1,616,140.39	4.599		4.366	1,618,002.53
FNCI 5.00 05-01-18	5.000%	3,384,571.10	05/01/18		3.070	05/19/03	14,102.38	3,391,920.82	4.638		4.428	3,395,707.83
FNCI 5.00 LLB 05-01-	5.000%	2,014,151.25	05/01/18		3.030	05/19/03	8,392.30	2,022,717.69	4.410		4.094	2,027,694.34
FG E97045 4.5 06-01-	4.500%	1,959,564.61	06/01/18		3.150	07/17/03	7,348.37	1,963,314.87	4.116		3.874	1,928,298.03
FGE01425 4.5 08-01-1	4.500%	7,270,741.20	08/01/18		3.180	08/18/03	27,265.28	7,283,734.33	4.365		4.315	7,167,466.43
FN254942 4.00 09-01-	4.000%	5,104,945.40	09/01/18		3.470	09/18/03	17,016.48	5,105,919.44	3.949		3.920	4,954,893.80
FN255077 5.00 01-01-	5.000%	1,541,534.33	01/01/19		3.130	03/17/05	6,423.06	1,543,066.44	4.825		4.687	1,546,606.68
FGG18008 4.5 09-01-1	4.500%	2,857,946.10	09/01/19		3.410	12/21/04	10,717.30	2,857,088.09	4.485		4.478	2,803,413.97
FGG18065 5.00 07-01-	5.000%	3,190,527.70	07/01/20		3.390	07/19/05	13,293.87	3,203,260.93	4.862		4.838	3,175,513.46
FGB19758 5.00 08-01-	5.000%	3,331,340.20	08/01/20		3.460	08/16/05	13,880.58	3,342,588.90	4.893		4.893	3,315,663.31
FGG18073 5.00 09-01-	5.000%	3,350,564.97	09/01/20		3.420	10/18/05	13,960.69	3,347,745.29	4.989		4.989	3,334,797.60
FGG18079 5.50 10-01-	5.500%	3,822,590.99	10/01/20		3.320	11/17/05	17,520.21	3,839,872.44	5.366		5.366	3,857,965.63
FGG11807 5.5 10-01-2	5.500%	3,722,496.60	10/01/20		3.280	12/15/05	17,061.44	3,735,653.26	5.388		5.388	3,756,847.58
FGG11810 5.5 12-01-2	5.500%	3,585,613.25	12/01/20		3.230	12/15/05	16,434.06	3,593,462.80	5.419		5.419	3,618,701.09
FGG18096 5.5 1-1-21	5.500%	3,904,102.74	01/01/21		3.350	02/16/06	17,893.80	3,921,177.38	5.373		5.373	3,940,129.57
FGG18101 5.5 02-01-2	5.500%	3,382,374.65	02/01/21		3.370	02/16/06	15,502.55	3,397,970.09	5.369		5.369	3,409,359.03
FN865183 5.5 02-01-2	5.500%	4,862,985.54	02/01/21		3.430	03/16/06	22,288.68	4,872,383.16	5.403		5.403	4,909,380.55
FGG18106 5.5 03-01-2	5.500%	5,155,037.20	03/01/21		3.370	03/16/06	23,627.25	5,154,449.49	5.470		5.470	5,196,163.78
FNCI 5.5 04-01-21	5.500%	5,646,102.08	04/01/21		3.440	04/18/06	25,877.97	5,637,617.76	5.475		5.475	5,699,968.38
FGG18115 6.0 05-01-2	6.000%	4,526,837.35	05/01/21		2.570	05/16/06	22,634.19	4,560,416.62	5.811		5.811	4,610,993.25
FGG18124 6.0 6-1-21	6.000%	3,601,087.50	06/01/21		2.590	06/19/06	18,005.44	3,622,142.73	5.845		5.845	3,668,033.30
FGG18124 6.0 6-1-21	6.000%	4,824,515.56	06/01/21		2.590	07/18/06	24,122.58	4,824,515.56	5.963		5.963	4,914,205.44
FGCI03360 5.50 09-01	5.500%	5,194,945.92	09/01/21		3.100	09/18/06	23,810.17	5,171,317.71	5.556		5.556	5,236,390.89
FGG12369 5.5 10-01-2	5.500%	5,488,652.51	10/01/21		3.030	10/17/06	25,156.32	5,487,288.33	5.472		5.472	5,532,440.67
FNCI 5.5 11-01-21	5.500%	5,763,594.56	11/01/21		3.040	11/16/06	26,416.48	5,750,554.70	5.487		5.487	5,818,581.79
FGG18157 5.5 12-01-2	5.500%	5,442,137.92	12/01/21		3.160	01/17/07	24,943.13	5,440,740.87	5.472		5.472	5,485,554.97
FGG18169 5.5 02-01-2	5.500%	5,850,297.20	02/01/22		3.200	02/15/07	26,813.86	5,821,410.69	5.559		5.559	5,893,899.11
FGG12514 5.5 02-01-2	5.500%	5,889,241.31	02/01/22		3.130	03/19/07	26,992.36	5,890,770.91	5.462		5.462	5,936,225.32
FN938603 5.5 05-01-2	5.500%	5,467,633.04	05/01/22		3.140	05/17/07	25,059.98	5,470,537.00	5.434		5.434	5,516,926.16
FGJ05074 5.5 06-01-2	5.500%	5,408,616.56	06/01/22		3.270	06/18/07	24,789.49	5,410,083.38	5.462		5.462	5,448,926.65
FGG12692 5.5 06-1-22	5.500%	6,198,508.60	06/01/22		3.300	06/18/07	28,409.83	6,201,870.62	5.457		5.457	6,244,705.71
FGJ05038 5.5 07-01-2	5.500%	6,475,149.20	07/01/22		3.340	06/18/07	29,677.77	6,440,856.70	5.561		5.561	6,523,408.10
FGG12718 5.5 07-01-2	5.500%	6,399,490.78	07/01/22		3.260	07/17/07	29,331.00	6,339,866.37	5.632		5.632	6,447,185.80
FGJ05317 5.5 08-01-2	5.500%	6,473,194.55	08/01/22		3.370	09/18/07	29,668.81	6,435,227.49	5.569		5.569	6,521,438.86
FGJ05440 6.0 08-01-2	6.000%	5,511,212.11	08/01/22		2.890	09/18/07	27,556.06	5,540,145.78	5.872		5.872	5,612,565.72
FGJ05665 5.5 10-01-2	5.500%	6,539,081.04	10/01/22		3.410	10/16/07	29,970.79	6,513,258.19	5.534		5.534	6,587,816.42
FGG12956 5.0 01-01-	5.000%	6,944,509.12	01/01/23		3.710	12/17/07	28,935.45	6,939,525.66	4.982		4.982	6,896,637.98
FGCI 4.5 02-01-23	4.500%	7,636,344.00	02/01/23		4.470	02/19/08	28,636.29	7,632,999.27	4.481		4.481	7,438,135.97
FGG18239 5.0 03-01-2	5.000%	9,577,691.20	03/01/23		4.150	03/18/08	39,907.05	9,590,412.87	4.949		4.949	9,502,689.45
FGJ07494 4.5 04-01-2	4.500%	7,834,192.88	04/01/23		4.540	04/17/08	29,378.22	7,766,610.71	4.610		4.610	7,630,849.51
FGG13072 5.0 04-01-2	5.000%	5,607,426.84	04/01/23		4.060	03/18/08	23,364.28	5,570,163.59	5.077		5.077	5,564,076.50
FNCI 5.0 5-1-23	5.000%	7,774,139.20	05/01/23		4.230	05/19/08	32,392.25	7,739,071.32	5.021		5.021	7,726,836.98
FGG18259 5.5 06-01-2	5.500%	7,805,506.96	06/01/23		3.740	06/17/08	35,775.24	7,865,313.16	5.347		5.347	7,862,900.38

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
FGG18259 5.5 06-01-2	5.500%	7,848,709.46	06/01/23		3.740	07/17/08	35,973.25	7,823,486.91	5.518		5.518	7,906,420.56
FGG13247 5.0 07-01-2	5.000%	8,000,000.05	07/01/23		3.890	09/16/08	33,333.34	8,067,207.53	4.842		4.842	7,937,353.01
FCJ08476 5.5 08-01-2	5.500%	7,970,496.40	08/01/23		4.220	08/18/08	36,531.44	7,921,271.39	5.564		5.564	8,029,102.98
Subtotal Mortgage-Backed Securities	5.307%	263,146,814.17	10/30/12		3.401		1,163,729.02	263,063,482.44	5.240		5.213	263,970,515.26
CMOs												
FHR2840EG 4.0 08-15-	4.000%	1,755,725.25	08/15/12		1.220	11/15/04	5,852.42	1,756,255.60	3.866		3.867	1,750,106.93
FHR2892GA 4.0 12-15-	4.000%	1,551,179.45	12/15/12		2.480	12/20/04	5,170.60	1,551,511.58	3.918		3.917	1,548,852.68
FHR2760 4.5 04-15-13	4.500%	828,947.91	04/15/13		0.080	09/19/07	3,108.55	828,150.67	4.627		4.627	828,699.24
FNBR2006-B2AB 5.5 05	5.500%	2,819,910.65	05/25/14		1.600	12/27/06	12,924.59	2,821,034.90	5.375		5.375	2,861,278.74
FHRR 5.125 10-15-15	5.125%	3,724,111.26	10/15/15		1.940	03/29/07	15,905.06	3,717,786.77	5.139		5.139	3,757,367.61
Subtotal CMOs	4.827%	10,679,874.52	07/26/10		1.667		42,961.22	10,672,739.52	4.775		4.775	10,746,305.20
Agency Notes												
FNMA 4.5 10-15-08	4.500%	25,000,000.00	10/15/08		0.041	02/21/08	518,750.00	25,018,046.41	2.587		2.587	25,015,625.00
FNMA 4.9 11-03-08	4.900%	20,000,000.00	11/03/08		0.093	05/14/07	402,888.89	19,999,725.04	5.075		5.075	20,031,250.00
FHLB 4.2 11-19-08	4.200%	11,310,000.00	11/19/08		0.137	02/20/08	174,174.00	11,335,188.24	2.509		2.509	11,324,137.50
FHLB 4.125 11-28-08	4.125%	12,000,000.00	11/28/08		0.162	02/20/08	169,125.00	12,029,705.87	2.537		2.537	12,018,750.00
FHLB 5.0 12-12-08	5.000%	20,000,000.00	12/12/08		0.200	12/20/06	302,777.78	20,002,429.87	4.934		4.934	20,075,000.00
FCCB 4.45 6-11-09	4.450%	14,000,000.00	06/11/09		0.686	12/05/06	190,361.11	13,981,191.54	4.657		4.657	14,118,125.00
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.687	05/17/06	317,916.67	19,994,114.10	5.295		5.295	20,281,250.00
FHLB 5.25 06-12-09	5.250%	14,950,000.00	06/12/09		0.687	05/17/06	237,642.71	14,945,329.54	5.298		5.298	15,160,234.38
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.687	05/31/06	317,916.67	19,997,570.02	5.272		5.272	20,281,250.00
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		0.934	09/19/06	72,916.67	25,030,044.80	5.111		5.111	25,453,125.00
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		0.934	09/27/06	72,916.67	25,076,267.37	4.898		4.898	25,453,125.00
FHLB 5.25 9-11-09	5.250%	10,000,000.00	09/11/09		0.934	02/26/07	29,166.67	10,026,469.81	4.947		4.947	10,181,250.00
FHLMC 6.625 09-15-09	6.625%	20,000,000.00	09/15/09		0.942	06/19/06	58,888.89	20,198,081.08	5.475		5.475	20,650,000.00
FHLB 5 10-02-09	5.000%	20,000,000.00	10/02/09		0.969	05/16/07	497,222.22	20,008,125.79	4.950		4.950	20,343,750.00
FFCB 5 10-23-09	5.000%	20,584,000.00	10/23/09		1.028	03/06/07	451,704.44	20,618,364.79	4.828		4.828	20,976,382.50
FNMA 4.125 11-12-09	4.125%	19,900,000.00	11/12/09		1.086	10/12/06	316,948.96	19,702,368.47	5.099		5.099	20,074,125.00
FHLB 6.5 11-13-09	6.500%	8,940,000.00	11/13/09		1.073	03/15/07	219,526.67	9,096,498.84	4.805		4.805	9,261,281.25
FFCB 4.75 12-07-09	4.750%	15,690,000.00	12/07/09		1.152	03/15/07	236,003.75	15,683,344.19	4.786		4.786	15,969,478.13
FHLB 5.0 12-11-09	5.000%	26,435,000.00	12/11/09		1.161	02/12/07	403,868.06	26,413,242.95	5.072		5.072	26,988,482.81
FHLB 4.55 6-22-10	4.550%	20,000,000.00	06/22/10		1.661	06/15/07	250,250.00	19,727,186.22	5.419		5.419	20,412,500.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.720	03/16/07	78,166.67	9,757,581.12	4.854		4.854	10,006,250.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.720	03/16/07	78,166.67	9,759,935.58	4.839		4.839	10,006,250.00
FFCB 3.35 07-07-10	3.350%	20,000,000.00	07/07/10		1.720	03/26/07	156,333.33	19,540,754.64	4.843		4.843	20,012,500.00
FHLB 5.0 09-01-10	5.000%	18,205,000.00	09/01/10		1.848	03/28/07	75,854.17	18,273,998.26	4.772		4.772	18,768,217.19
FHLMC 5.0 09-01-10	5.000%	15,000,000.00	09/01/10		1.848	03/29/07	62,500.00	15,045,032.34	4.819		4.819	15,497,310.00
FHLB 4.7 09-21-10	4.700%	15,000,000.00	09/21/10		1.907	03/29/07	19,583.33	14,969,731.15	4.817		4.817	15,389,062.50
FNMA 3.25 5-5-11 1xC	3.250%	20,000,000.00	05/05/11	05/05/10	1.522	05/05/08	263,611.11	19,983,878.41	3.285	3.830	3.285	19,881,250.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.510	05/22/07	323,750.00	20,093,271.82	5.049		5.049	20,868,750.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.509	05/24/07	161,875.00	10,024,411.89	5.144		5.144	10,434,375.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.509	05/24/07	161,875.00	10,024,927.20	5.142		5.142	10,434,375.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.509	06/01/07	323,750.00	20,016,579.08	5.214		5.214	20,868,750.00
FHLB 4.25 06-10-11	4.250%	25,000,000.00	06/10/11		2.544	07/16/08	327,604.17	25,384,523.93	3.641		3.641	25,453,125.00
FHLB 4.25 06-10-11	4.250%	16,000,000.00	06/10/11		2.543	07/23/08	209,666.66	16,108,580.08	3.979		3.979	16,290,000.00
FHLB 4.25 06-10-11	4.250%	9,000,000.00	06/10/11		2.543	07/23/08	117,937.50	9,059,732.11	3.985		3.985	9,163,125.00
FHLB 5 09-09-11	5.000%	20,000,000.00	09/09/11		2.764	06/07/07	61,111.11	19,825,421.87	5.334		5.334	20,806,250.00
FHLB 5 09-09-11	5.000%	14,460,000.00	09/09/11		2.764	06/07/07	44,183.33	14,332,672.46	5.337		5.337	15,042,918.75
FHLB 4.75 12-9-11	4.750%	20,000,000.00	12/09/11		2.954	06/15/07	295,555.56	19,590,695.51	5.483		5.483	20,618,750.00
TVA 6.79 05-23-12	6.790%	9,309,000.00	05/23/12		3.245	02/19/08	224,739.95	10,331,325.74	3.517		3.517	10,217,521.16
FHLB 4.875 06-08-12	4.875%	5,000,000.00	06/08/12		3.380	02/19/08	76,510.42	5,228,117.44	3.529		3.529	5,168,750.00
FHLB 4.875 12-14-12	4.875%	15,000,000.00	12/14/12		3.813	02/12/08	217,343.75	15,762,027.18	3.548		3.548	15,506,250.00
FHLB 4.875 12-14-12	4.875%	20,000,000.00	12/14/12		3.813	02/12/08	289,791.67	21,016,036.20	3.548		3.548	20,675,000.00
FHLB 4.875 12-14-12	4.875%	14,000,000.00	12/14/12		3.813	02/13/08	202,854.17	14,737,912.58	3.500		3.500	14,472,500.00
FFCB 3.4 02-07-13	3.400%	25,000,000.00	02/07/13		4.062	02/14/08	127,500.00	24,811,078.30	3.591		3.591	24,375,000.00
FFCB 3.4 02-07-13	3.400%	20,000,000.00	02/07/13		4.060	02/20/08	102,000.00	19,680,597.56	3.806		3.806	19,500,000.00
FNMA 4.75 02-21-13	4.750%	15,000,000.00	02/21/13		4.003	06/03/08	79,166.67	15,412,955.57	4.053		4.053	15,520,312.50
FNMA 4.75 02-21-13	4.750%	10,000,000.00	02/21/13		4.002	06/05/08	52,777.78	10,256,435.07	4.100		4.100	10,346,875.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		4.114	03/12/08	49,513.89	20,201,175.42	3.624		3.624	19,856,250.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		4.115	03/24/08	49,513.89	20,317,717.57	3.481		3.481	19,856,250.00
FFCB 4.0 05-21-13	4.000%	10,000,000.00	05/21/13		4.222	06/03/08	144,444.44	9,959,565.97	4.097		4.097	9,950,000.00
FHLB 5.13 05-24-13	5.130%	30,000,000.00	05/24/13		4.139	06/04/08	542,925.00	31,422,958.01	3.994		3.994	31,275,000.00
Subtotal Agency Notes	4.708%	854,783,000.00	12/12/10		2.057		10,161,571.07	859,812,925.00	4.469		4.469	870,330,088.67
Municipal Bonds												
ORLUTL 3.6 10-01-08	3.600%	1,000,000.00	10/01/08		0.003	06/26/06	18,000.00	1,000,000.00	5.690		5.690	1,000,000.00
GRO 5.0 10-09-08	5.000%	2,000,000.00	10/09/08		0.025	10/10/07	97,500.00	2,000,020.95	4.951		4.951	2,000,840.00
NOBDEV 6.95 11-1-27p	6.950%	2,000,000.00	11/01/08		0.086	06/13/06	57,916.67	2,003,748.25	4.548		4.548	2,046,140.00
NOBDEV 6.95 11-1-27p	6.950%	1,100,000.00	11/01/08		0.086	06/30/06	31,854.17	1,101,812.84	4.831		4.831	1,125,377.00

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
MIS 4.09 11-1-08	4.090%	3,120,000.00	11/01/08		0.088	06/15/07	53,170.00	3,116,793.83	5.382		5.382	3,122,995.20
BROAPT SER-N 8.3 10-	8.300%	10,000,000.00	11/01/08		0.086	09/26/08	30,737.71	10,000,000.00	3.304		8.300	10,000,000.00
HARWTR 8.0 10-01-24	8.000%	12,000,000.00	11/01/08		0.086	09/29/08	33,918.03	12,000,000.00	3.535		8.000	12,000,000.00
AMRGEN 7.12 11-15-08	7.120%	1,000,000.00	11/15/08		0.126	03/23/07	26,897.78	1,000,783.71	4.990		4.990	1,004,990.00
LASSCD 7.4 12-01-08	7.400%	1,310,000.00	12/01/08		0.170	05/12/06	32,313.33	1,313,941.11	5.008		5.008	1,319,838.10
COOSCD 5.3 12-01-08	5.300%	3,180,000.00	12/01/08		0.170	02/08/07	56,180.00	3,180,175.31	5.260		5.260	3,193,387.80
MSG 5.25 12-01-08	5.250%	1,500,000.00	12/01/08		0.170	06/01/07	26,250.00	1,500,451.67	5.060		5.060	1,506,075.00
ERI 4.0 12-15-08	4.000%	2,100,000.00	12/15/08		0.208	08/18/06	24,733.33	2,094,500.65	5.369		5.369	2,104,242.00
NYSDEV 3.83 12-15-08	3.830%	7,110,000.00	12/15/08		0.208	10/24/06	80,181.05	7,091,376.98	5.190		5.190	7,125,570.90
CHI 3.81 01-01-09	3.810%	3,000,000.00	01/01/09		0.255	08/21/06	28,575.00	2,989,533.53	5.311		5.311	3,006,270.00
CHI 5.025 01-01-09	5.025%	2,990,000.00	01/01/09		0.255	05/16/07	37,561.88	2,989,862.00	5.061		5.061	3,005,009.80
HOB 3.97 2-1-09	3.970%	2,860,000.00	02/01/09		0.339	07/20/06	18,923.67	2,846,117.54	5.550		5.550	2,863,003.00
INSBBK 3.15 02-01-09	3.150%	5,000,000.00	02/01/09		0.339	03/02/07	26,250.00	4,970,148.04	5.050		5.050	4,998,600.00
WAT 5.43 04-01-09	5.430%	125,000.00	04/01/09		0.482	08/01/05	3,393.74	125,000.00	4.805		4.805	126,282.50
PLK 4.1 06-01-09	4.100%	2,735,000.00	06/01/09		0.659	06/28/07	37,378.33	2,714,086.12	5.320		5.320	2,756,797.95
ILS 2.8 06-01-09	2.800%	2,300,000.00	06/01/09		0.663	05/12/08	21,466.67	2,295,936.46	3.070		3.070	2,294,411.00
GAS 6.4 7-1-09	6.400%	1,650,000.00	07/01/09		0.737	07/20/06	26,400.00	1,658,876.38	5.610		5.610	1,689,534.00
PHO 4.3 7-1-09	4.300%	1,500,000.00	07/01/09		0.742	10/04/06	16,125.00	1,493,147.45	4.956		4.956	1,515,630.00
HOWSCD 4.35 07-15-09	4.350%	1,025,000.00	07/15/09		0.781	03/22/05	9,412.92	1,024,042.16	4.480		4.480	1,034,717.00
WOO 5.11 07-15-09	5.110%	1,730,000.00	07/15/09		0.779	05/13/05	18,662.86	1,738,992.24	4.380		4.380	1,755,811.60
TULGEN 7.28 8-15-09	7.280%	2,100,000.00	08/15/09		0.858	08/30/06	19,534.67	2,134,350.71	5.230		5.230	2,167,599.00
NYC 4.5 08-15-09	4.500%	1,000,000.00	08/15/09		0.864	04/28/08	5,750.00	1,010,132.73	3.300		3.300	1,012,530.00
BRI 4 09-15-09	4.000%	1,625,000.00	09/15/09		0.948	06/06/07	2,888.89	1,605,745.57	5.330		5.330	1,637,658.75
BROAPT 6.4 10-01-09	6.400%	1,000,000.00	10/01/09		0.957	10/02/06	32,000.00	1,012,194.60	5.070		5.070	1,032,370.00
ORLUTL 3.92 10-01-09	3.920%	1,365,000.00	10/01/09		0.974	06/20/07	26,754.00	1,345,320.06	5.470		5.470	1,378,950.30
LASSCD 7.5 12-01-09	7.500%	965,000.00	12/01/09		1.117	05/12/06	24,125.00	985,394.93	5.480		5.480	1,012,034.10
COOSCD 5.25 12-01-09	5.250%	1,100,000.00	12/01/09		1.131	02/08/07	19,250.00	1,100,000.00	5.250		5.250	1,121,406.00
NYSDEV 4.39 12-15-09	4.390%	1,470,000.00	12/15/09		1.176	10/11/06	19,001.38	1,459,761.12	5.020		5.020	1,496,121.90
NYSDEV 4.39 12-15-09	4.390%	1,000,000.00	12/15/09		1.176	11/07/06	12,926.11	992,962.04	5.026		5.026	1,017,770.00
BERUTL 3.90 01-01-10	3.900%	785,000.00	01/01/10	01/01/09	0.741	01/26/05	7,653.75	785,000.00	3.820		3.900	787,205.85
OAKDEV 8.5 1-1-29 pr	8.500%	5,000,000.00	01/01/10		1.194	05/19/06	70,833.33	5,173,709.67	5.400		5.400	5,286,900.00
BEAMDEV 4.25 02-01-10	4.250%	5,000,000.00	02/01/10	02/01/09	0.332	01/25/08	35,416.67	5,000,000.00	4.250	3.625	4.250	5,009,950.00
NWK 3.662 04-01-10	3.662%	1,025,000.00	04/01/10		1.456	04/22/08	17,099.51	1,029,442.26	3.362		3.362	1,025,604.75
DOBIE 6.51 05-01-10	6.510%	1,015,000.00	05/01/10		1.495	10/11/06	27,531.88	1,038,467.39	4.900		4.900	1,053,249.26
ILS 3.3 06-01-10	3.300%	1,000,000.00	06/01/10		1.621	04/11/08	11,000.00	1,004,784.42	3.000		3.000	1,000,930.00
FFLGEN 8 7-1-28 prer	8.000%	1,150,000.00	07/01/10		1.616	04/13/06	23,000.00	1,201,106.89	5.166		5.166	1,242,460.00
FFLGEN 8 7-1-28 prer	8.000%	500,000.00	07/01/10		1.616	01/11/07	10,000.00	525,686.36	4.779		4.779	540,200.00
JER 4.11 09-01-10	4.110%	1,005,000.00	09/01/10		1.859	12/08/06	3,442.13	994,652.42	4.700		4.700	1,014,175.65
MEN 5.60 09-01-10	5.600%	5,000,000.00	09/01/10	09/01/09	0.889	10/22/07	23,333.33	5,041,138.48	5.129	3.757	5.129	5,082,350.00
MAD 4.30 10-01-10	4.300%	1,320,000.00	10/01/10	10/01/08	1.417	10/18/05	28,380.00	1,319,514.94	4.320		4.320	1,336,104.00
WILSCD 5.375 10-01-1	5.375%	1,550,000.00	10/01/10		1.876	03/15/07	41,656.25	1,555,431.32	5.180		5.180	1,600,685.00
ALT 3.74 10-01-10	3.740%	1,640,000.00	10/01/10		1.911	08/30/07	30,668.00	1,598,284.04	5.130		5.130	1,621,008.80
ERI 4.94 11-1-10	4.940%	8,400,000.00	11/01/10		1.968	12/14/06	172,900.00	8,388,861.13	5.009		5.009	8,557,332.00
PEOSCD 0 01-01-11	0.000%	1,930,000.00	01/01/11		2.253	05/18/07	0.00	1,734,912.33	5.177		5.177	1,760,024.90
MAY 6.75 01-01-11	6.750%	1,325,000.00	01/01/11	1/1/2009	0.929	10/02/07	22,359.38	1,348,438.88	5.871		5.871	1,333,639.00
UNC 4.3 01-01-11 Sin	4.300%	975,000.00	01/01/11	1/1/2009	1.289	10/15/07	10,481.25	966,460.31	4.722		4.722	976,959.75
HOB 4.76 02-01-11	4.760%	1,960,000.00	02/01/11		2.221	07/20/07	15,549.33	1,929,986.57	5.490		5.490	1,969,310.00
OHS 4.15 05-01-11	4.150%	1,000,000.00	05/01/11		2.467	08/19/08	4,841.67	1,000,000.00	4.150		4.150	1,002,400.00
ORSGEN 5.197 06-01-1	5.197%	1,070,000.00	06/01/11		2.486	08/17/07	18,535.97	1,069,344.80	5.220		5.220	1,099,521.30
ORS 4.605 06-01-11	4.605%	7,000,000.00	06/01/11		2.509	02/21/08	107,450.00	7,191,007.48	3.511		3.511	7,133,910.00
SFO 5.0 06-15-11	5.000%	1,450,000.00	06/15/11		2.535	05/29/08	24,569.44	1,500,796.42	3.620		3.620	1,503,983.50
STNPWR 3.76 07-01-08	3.760%	4,550,000.00	07/01/11		2.618	02/11/08	42,770.00	4,574,442.45	3.552		3.552	4,528,706.00
DOVPWR 4.6 07-01-11	4.600%	1,000,000.00	07/01/11		2.591	04/15/08	11,500.00	1,018,330.16	3.825		3.825	1,008,280.00
ALT 3.98 10-01-11	3.980%	1,800,000.00	10/01/11		2.800	08/21/07	35,820.00	1,742,231.70	5.180		5.180	1,781,982.00
WTA 5.4 10-01-11	5.400%	2,030,000.00	10/01/11	10/01/09	0.944	01/10/08	54,810.00	2,062,362.32	4.586	4.150	4.586	2,054,664.50
ROBUTL 8.45 11-15-11	8.450%	1,115,000.00	11/15/11	11/15/08	1.442	10/02/07	35,593.28	1,167,302.24	6.702		6.702	1,255,478.85
PEOSCD 0 01-01-12	0.000%	2,000,000.00	01/01/12		3.253	08/29/07	0.00	1,695,556.18	5.309		5.309	1,732,760.00
CHI 5.25 01-01-12	5.250%	4,000,000.00	01/01/12		3.003	01/25/08	52,500.00	4,192,355.96	3.647		3.647	4,118,560.00
NWK 4.504 04-01-12	4.504%	1,200,000.00	04/01/12		3.237	04/22/08	24,621.87	1,207,767.77	4.301		4.301	1,192,500.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		3.325	04/29/08	16,677.78	998,353.95	4.000		4.000	981,600.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		3.326	04/29/08	16,677.78	1,005,931.15	3.770		3.770	981,600.00
OHS 4.55 05-01-12	4.550%	1,000,000.00	05/01/12		3.332	08/19/08	5,308.33	1,000,261.49	4.544		4.544	1,002,910.00
PAL 5.735 06-01-12	5.735%	3,515,000.00	06/01/12		3.316	03/06/08	67,195.08	3,764,180.10	3.630		3.630	3,719,326.95
ILS 3.75 6-1-12	3.750%	4,955,000.00	06/01/12		3.420	09/16/08	61,937.50	4,925,261.09	3.926		3.926	4,894,747.20
STNPWR 4.05 07-01-12	4.050%	4,875,000.00	07/01/12		3.486	02/06/08	49,359.38	4,883,138.34	4.002		4.002	4,806,506.25
MONHGR 4.24 08-01-12	4.240%	1,000,000.00	08/01/12		3.557	01/24/08	7,066.67	1,000,000.00	4.240		4.240	992,280.00
NYC 4.5 9-1-12	4.500%	4,400,000.00	09/01/12		3.628	09/16/08	16,500.00	4,475,667.03	4.020		4.020	4,406,072.00
DUPSCD 4.0 10-01-12	4.000%	1,255,000.00	10/01/12		3.738	03/31/08	25,239.44	1,255,000.00	4.000		4.000	1,231,832.70

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
PAS 4.76 02-15-13	4.760%	1,825,000.00	02/15/13	02/15/09	2.464	03/28/08	11,100.06	1,894,320.50	3.799		3.799	1,826,332.25
NWK 4.654 04-01-13	4.654%	1,000,000.00	04/01/13		4.066	04/22/08	21,201.56	1,010,144.34	4.401		4.401	988,200.00
MIS 4.16 05-01-13	4.160%	1,000,000.00	05/01/13		4.151	05/01/08	17,564.44	1,009,900.00	3.920		3.920	983,110.00
Subtotal Municipal Bonds	5.240%	179,580,000.00	03/08/10		1.395		2,256,177.25	180,174,741.86	4.503		5.078	180,897,315.36
Money Market Mutual Funds												
TexStar960 Cash Rese	2.309%	157,128,170.82	11/04/08		0.096	06/04/07	20.17	157,128,170.82	5.285		2.309	157,128,170.82
CHASE MONEY MARKET F	1.843%	0.00	10/01/08		0.000	02/01/08	2,517.81	0.00	3.891		1.843	0.00
Repo - TexSTAR	2.043%	46,924,130.89	10/22/08		0.060	09/22/08	1.32	46,924,130.89	2.639		2.043	46,924,130.89
Fidelity MMF	5.031%	10,001,378.44	11/10/08		0.112	09/30/08	0.00	10,001,378.44	4.910		5.031	10,001,378.44
Subtotal Money Market Mutual Funds	2.378%	214,053,680.15	11/01/08		0.089		2,539.30	214,053,680.15	4.688		2.378	214,053,680.15
Reverse Repurchase Agreements												
RR T 4.5 04-30-09	2.150%	(26,307,397.96)	10/03/08		0.008	09/03/08	(43,991.82)	(26,307,397.96)	2.150		2.150	(26,307,397.96)
RR T 4.375 11-15-08	2.150%	(41,581,632.65)	10/03/08		0.008	09/03/08	(69,533.73)	(41,581,632.65)	2.150		2.150	(41,581,632.65)
RR T 3.0 02-15-09	1.950%	(20,612,244.90)	10/17/08		0.047	09/17/08	(15,630.95)	(20,612,244.90)	1.950		1.950	(20,612,244.90)
RR T 4.75 11-15-08	1.950%	(41,734,693.88)	10/17/08		0.047	09/17/08	(31,648.81)	(41,734,693.88)	1.950		1.950	(41,734,693.88)
RR T 4.75 12-31-08	2.000%	(20,816,326.53)	10/22/08		0.060	09/22/08	(10,408.16)	(20,816,326.53)	2.000		2.000	(20,816,326.53)
RR T 4.875 10-31-08	2.000%	(26,084,183.67)	10/22/08		0.060	09/22/08	(13,042.09)	(26,084,183.67)	2.000		2.000	(26,084,183.67)
Subtotal Reverse Repurchase Agreements	2.040%	(177,136,479.59)	10/12/08		0.035		(184,255.56)	(177,136,479.59)	2.040		2.040	(177,136,479.59)
TOTAL FUND 9900 (960)	4.301%	2,102,726,839.25	04/29/10		1.437		18,303,210.21	2,110,437,999.46	4.038		3.849	2,122,797,984.85

INVESTMENT BY SECTOR AND MATURITY - TAX EXEMPT FUND 9901 (971)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Money Market Mutual Funds												
FIDELITY TAX FREE MO	3.023%	17,203,072.88	11/01/08		0.088	07/01/99	6,617.16	17,203,072.88	3.001		3.023	17,203,072.88
Subtotal Money Market Mutual Funds	3.023%	17,203,072.88	11/01/08		0.088		6,617.16	17,203,072.88	3.001		3.023	17,203,072.88
TOTAL FUND 9901 (971)	3.023%	17,203,072.88	11/01/08		0.088		6,617.16	17,203,072.88	3.001		3.023	17,203,072.88

INVESTMENT BY SECTOR AND MATURITY - HOUSING DEPARTMENT SECTION 108 FUND 9902 (974)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Treasury Bills												
B 1.74 10-09-08	1.740%	2,510,000.00	10/09/08		0.025	07/10/08	0.00	2,509,029.47	1.748		1.748	2,509,884.54
B 1.38 10-16-08	1.380%	1,650,000.00	10/16/08		0.044	07/17/08	0.00	1,649,051.25	1.385		1.385	1,649,186.20
Subtotal Treasury Bills	1.597%	4,160,000.00	10/11/08		0.032		0.00	4,158,080.72	1.604		1.604	4,159,072.74
TOTAL FUND 9902 (974)	1.597%	4,160,000.00	10/11/08		0.032		0.00	4,158,080.72	1.604		1.604	4,159,072.74

INVESTMENT BY SECTOR AND MATURITY - CONVENTION CENTER HOTEL RESERVE FUND 9903 (979)
AS OF SEPTEMBER 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Repurchase Agreements												
MBIA Flex REPO	5.640%	21,774,454.45	09/01/11		2.721	05/08/01	115,985.26	21,774,454.45	5.640		5.640	21,774,454.45
Subtotal Repurchase Agreements	5.640%	21,774,454.45	09/01/11		2.721		115,985.26	21,774,454.45	5.640		5.640	21,774,454.45
TOTAL FUND 9903 (979)	5.640%	21,774,454.45	09/01/11		2.721		115,985.26	21,774,454.45	5.640		5.640	21,774,454.45
GRAND TOTALS	4.299%	2,145,864,366.58	04/28/10		1.439		18,425,812.63	2,153,573,607.51	4.041		3.856	2,165,934,584.92

Appendix II

Investments by Sector and Maturity as of June 30, 2008

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Treasury Notes												
T 4.125 08-15-08	4.125%	25,000,000.00	8/15/2008		0.126	1/31/2008	388,135.30	25,063,352.63	2.050		2.05	25,070,300.00
T 4.125 08-15-08	4.125%	25,000,000.00	8/15/2008		0.126	5/29/2008	388,135.31	25,065,354.57	1.978		1.978	25,070,300.00
T 4.875 08-31-08	4.875%	25,000,000.00	8/31/2008		0.170	12/13/2007	407,353.94	25,062,526.09	3.334		3.334	25,121,100.00
T 4.875 08-31-08	4.875%	30,000,000.00	8/31/2008		0.170	5/22/2008	488,824.73	30,142,260.99	1.977		1.977	30,145,320.00
T 3.125 09-15-08	3.125%	30,000,000.00	9/15/2008		0.211	6/27/2006	275,135.87	29,877,223.33	5.234		5.234	30,079,680.00
T 4.625 09-30-08	4.625%	25,000,000.00	9/30/2008		0.252	11/29/2008	290,642.08	25,140,736.61	2.325		2.325	25,177,725.00
T 4.875 10-31-08	4.875%	25,000,000.00	10/31/2008		0.337	12/20/2007	205,332.88	25,122,156.85	3.369		3.369	25,236,325.00
T 4.375 11-15-08	4.375%	25,000,000.00	11/15/2008		0.378	12/27/2007	139,690.90	25,072,262.62	3.579		3.579	25,207,025.00
T 4.375 11-15-08	4.375%	25,000,000.00	11/15/2008		0.378	1/30/2008	139,690.90	25,186,382.00	2.346		2.346	25,207,025.00
T 4.75 11-15-08	4.750%	20,000,000.00	11/15/2008		0.378	4/21/2008	121,331.52	20,228,470.55	1.656		1.656	20,192,180.00
T 4.75 11-15-08	4.750%	30,000,000.00	11/15/2008		0.378	4/30/2008	181,997.28	30,334,002.05	1.733		1.733	30,288,270.00
T 4.75 12-31-08	4.750%	25,000,000.00	12/31/2008		0.504	3/27/2008	3,226.90	25,402,900.28	1.488		1.488	25,318,350.00
T 3.00 02-15-09	3.000%	20,000,000.00	2/15/2009		0.618	3/24/2008	225,824.17	20,173,997.23	1.592		1.592	20,098,440.00
T 4.0 08-31-09	4.000%	25,000,000.00	8/31/2009		1.011	5/30/2008	334,239.13	25,472,332.15	2.343		2.343	25,470,700.00
HUD 3.44 08-01-11	3.440%	21,688,000.00	8/1/2011		2.273	6/12/2008	38,943.07	21,688,000.00	3.440		3.44	21,688,000.00
HUD 3.82 08-01-12	3.820%	25,000,000.00	8/1/2012		3.065	6/12/2008	49,848.90	25,000,000.00	3.820		3.82	25,000,000.00
Subtotal Treasury Notes	4.259%	401,688,000.00	03/27/09		0.623		3,678,352.88	404,031,957.95	2.669		2.669	404,370,740.00
Agency Discount Notes												
FMCDN 2.54 07-01-08	2.540%	20,000,000.00	07/01/08		0.003	02/05/08	0.00	20,000,000.00	2.567		2.567	20,000,000.00
FNDN 2.495 07-02-08	2.495%	25,000,000.00	07/02/08		0.005	02/08/08	0.00	24,998,267.36	2.520		2.520	24,997,500.00
FNDN 2.475 07-02-08	2.475%	12,000,000.00	07/02/08		0.005	02/11/08	0.00	11,999,175.00	2.499		2.499	11,998,800.00
FHDN 2.5 07-03-08	2.500%	25,000,000.00	07/03/08		0.008	02/07/08	0.00	24,996,527.78	2.526		2.526	24,997,500.00
FNDN 2.486 07-03-08	2.486%	13,000,000.00	07/03/08		0.008	02/11/08	0.00	12,998,204.56	2.511		2.511	12,998,700.00
FNDN 2.227 12-04-08	2.227%	25,000,000.00	12/04/08		0.430	05/27/08	0.00	24,758,741.66	2.254		2.254	24,727,500.00
FMCDN 2.588 12-15-08	2.588%	25,000,000.00	12/15/08		0.460	06/17/08	0.00	24,699,863.89	2.622		2.622	24,710,000.00
Subtotal Agency Discount Notes	2.469%	145,000,000.00	08/26/08		0.156		0.00	144,450,780.25	2.497		2.497	144,430,000.00
Mortgage-Backed Securities												
FN254627 5.0 12-01-0	5.000%	614,603.15	12/01/09		1.200	12/23/02	2,560.85	614,603.15	4.256		4.571	620,246.10
FNCI 7.00 03/01/12	7.000%	88,267.99	03/01/12		1.350	06/30/99	514.90	88,267.99	6.522		6.681	92,218.54
FGCI 7.00 4/01/12	7.000%	95,395.01	04/01/12		1.310	06/30/99	556.47	95,396.88	6.590		6.789	99,797.47
FNCI 7.00 04/01/12	7.000%	146,643.42	04/01/12		1.210	06/30/99	855.42	146,643.42	6.847		6.761	153,206.22
FNCI 7.00 04/01/12	7.000%	57,661.25	04/01/12		1.210	10/19/99	336.36	57,661.25	6.989		6.792	60,241.77
FNCI 7.00 05/01/12	7.000%	123,866.03	05/01/12		1.240	06/30/99	722.55	123,874.27	6.531		6.693	129,409.45
FNCI 6.50 07/01/12	6.500%	96,366.56	07/01/12		1.500	06/30/99	521.99	96,384.07	6.237		6.284	100,379.83
FGCI 7.00 07/01/12	7.000%	50,347.29	07/01/12		1.390	06/30/99	293.69	50,347.29	6.602		6.753	52,814.53
FGCI 7.00 07/01/12	7.000%	155,914.50	07/01/12		1.370	08/21/00	909.50	155,914.50	7.090		6.930	163,555.01
FGCI 7.00 10/01/12	7.000%	105,014.11	10/01/12		1.510	09/19/00	612.58	105,014.11	7.026		6.924	110,044.91
FGCI 6.50 01/01/13	6.500%	63,988.14	01/01/13		1.640	06/30/99	346.60	63,988.14	6.249		6.272	66,992.43
FNCI 6.50 01/01/13	6.500%	90,472.57	01/01/13		1.650	06/30/99	490.06	90,472.57	6.415		6.301	94,241.08
GNJO 6.50 04/15/13	6.500%	243,136.36	04/15/13		1.660	08/30/00	1,316.99	243,136.36	6.787		6.649	254,338.01
FNCI 6.00 08/01/13	6.000%	93,321.99	08/01/13		1.790	06/30/99	466.61	93,321.99	6.011		5.873	96,291.67
FNCI 6.00 09/01/13	6.000%	117,158.25	09/01/13		1.790	06/30/99	585.79	117,158.25	6.029		5.881	120,614.42
FNCI 6.00 09/01/13	6.000%	165,974.08	09/01/13		1.790	06/30/99	829.87	165,974.08	6.032		5.892	170,870.43
GNJO 6.50 09/15/03	6.500%	175,946.01	09/15/13		0.960	06/30/99	953.05	175,946.01	6.559		6.460	183,894.91
FNCI 6.50 02/01/14	6.500%	88,021.44	02/01/14		1.580	06/30/99	476.78	88,021.44	6.574		6.422	91,687.20
FNCI 6.50 03/01/14	6.500%	89,175.81	03/01/14		1.660	06/30/99	483.04	89,175.81	6.430		6.324	92,890.18
GNJO 6.00 03-15-14	6.000%	410,101.85	03/15/14		2.070	06/30/99	2,050.51	410,093.29	6.003		5.944	423,254.89
FGCI 6.00 04/01/14	6.000%	178,175.91	04/01/14		1.960	01/23/01	890.88	178,175.91	6.033		5.974	183,110.32
FNCI 6.00 08/01/14	6.000%	202,093.01	08/01/14		2.190	05/17/01	1,010.47	202,039.89	6.020		5.946	208,054.76
GNJO 7.00 01/15/15	7.000%	300,194.83	01/15/15		2.020	08/30/00	1,751.14	300,194.83	7.079		7.030	314,217.57
FNCI 7.00 03/01/15	7.000%	247,288.13	03/01/15		1.920	11/16/00	1,442.51	247,288.13	7.003		6.885	259,463.77
FGCI 7.00 04/01/15	7.000%	146,748.00	04/01/15		2.010	09/19/00	856.03	146,748.00	7.056		7.002	153,981.00
FNCI 6.50 06/01/15	6.500%	1,321,504.30	06/01/15		2.760	06/18/02	7,158.15	1,321,504.30	6.008		5.675	1,378,604.29
FNCI 6.00 07/01/15	6.000%	311,284.67	07/01/15		2.080	05/17/01	1,556.42	311,055.44	6.016		5.959	320,467.59
FGCI 7.00 08/01/15	7.000%	87,585.20	08/01/15		2.150	08/21/00	510.91	87,582.60	7.141		7.096	92,006.14
FGCI 7.00 10/01/15	7.000%	147,601.26	10/01/15		1.880	10/19/00	861.01	147,601.26	7.082		7.041	154,876.32
FNCI 7.00 10/01/15	7.000%	125,262.21	10/01/15		2.240	11/16/00	730.70	125,262.21	7.011		6.885	131,364.54
FGCI 7.00 12/01/15	7.000%	291,067.02	12/01/15		2.230	02/19/02	1,697.89	291,067.02	6.260		5.390	305,758.87
FGCI 6.00 01/01/16	6.000%	70,093.76	01/01/16		2.380	02/15/01	350.47	70,079.09	6.052		6.018	71,822.54
FGCI 6.00 09/01/16	6.000%	503,755.56	09/01/16		2.570	10/18/01	2,518.78	504,089.98	5.624		5.461	517,341.63
FGCI 6.00 11/01/16	6.000%	745,606.80	11/01/16		2.480	12/18/01	3,728.03	746,504.67	5.803		5.733	765,701.75
FN 616072 6.00 11-01	6.000%	804,573.33	11/01/16		2.650	04/21/03	4,022.87	804,573.33	5.208		4.657	827,805.35

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
GNJO 6.5 11/15/16	6.500%	666,406.29	11/15/16		2.390	04/16/02	3,609.70	668,943.67	6.092		5.988	696,144.00
FGCI 6.50 02/01/17	6.500%	713,373.84	02/01/17		2.550	03/18/02	3,864.11	713,586.48	6.039		5.769	746,870.62
FN15 254684 5.0 02-0	5.000%	6,518,883.60	02/25/17		2.600	02/19/03	27,162.02	6,521,166.69	4.736		4.551	6,510,667.07
FNCI 6.50 03/01/17	6.500%	463,535.15	03/01/17		2.690	03/18/02	2,510.82	463,535.15	6.096		5.720	483,563.73
FNCI 6.50 03/01/17	6.500%	739,368.80	04/01/17		2.660	03/18/02	4,004.91	739,368.80	6.096		5.711	771,315.69
FGEO1280 5.00 12-1-1	5.000%	1,983,121.91	12/01/17		2.780	12/17/02	8,263.01	1,984,712.51	4.841		4.737	1,979,066.72
FN 702860 5.00 04-01	5.000%	3,086,902.60	04/01/18		2.870	04/21/03	12,862.09	3,090,056.98	4.689		4.441	3,083,011.81
FN 254721 5.00 4-1-1	5.000%	1,686,697.10	04/21/18		2.950	04/21/03	7,027.90	1,692,540.20	4.599		4.366	1,684,571.15
FNCI 5.00 05-01-18	5.000%	3,551,581.10	05/01/18		2.980	05/19/03	14,798.25	3,563,458.57	4.638		4.428	3,547,104.62
FNCI 5.00 LLB 05-01-	5.000%	2,113,521.15	05/01/18		2.980	05/19/03	8,806.34	2,126,747.87	4.410		4.094	2,113,228.85
FG E97045 4.5 06-01-	4.500%	2,065,440.34	06/01/18		3.010	07/17/03	7,745.40	2,072,325.43	4.116		3.874	2,019,226.11
FGEO1425 4.5 08-01-1	4.500%	7,566,142.65	08/01/18		3.120	08/18/03	28,373.03	7,582,213.51	4.365		4.315	7,398,252.74
FN254942 4.00 09-01-	4.000%	5,310,356.30	09/01/18		3.180	09/18/03	17,701.19	5,311,560.45	3.949		3.920	5,048,821.25
FN255077 5.00 01-01-	5.000%	1,609,519.43	01/01/19		3.210	03/17/05	6,706.33	1,611,972.10	4.825		4.687	1,607,490.77
FGG18008 4.5 09-01-1	4.500%	2,983,194.80	09/01/19		3.340	12/21/04	11,186.98	2,982,190.47	4.485		4.478	2,908,987.83
FGG18065 5.00 07-01-	5.000%	3,330,922.90	07/01/20		3.360	07/19/05	13,878.85	3,345,115.56	4.862		4.838	3,306,496.14
FGB19758 5.00 08-01-	5.000%	3,462,496.15	08/01/20		3.400	08/16/05	14,427.07	3,474,716.22	4.893		4.893	3,437,104.52
FGG18073 5.00 09-01-	5.000%	3,489,780.69	09/01/20		3.450	10/18/05	14,540.75	3,486,714.83	4.989		4.989	3,464,188.96
FGG18079 5.50 10-01-	5.500%	3,949,117.42	10/01/20		3.410	11/17/05	18,100.12	3,967,723.26	5.366		5.366	3,990,500.90
FGG11807 5.5 10-01-2	5.500%	3,877,443.24	10/01/20		3.300	12/15/05	17,771.61	3,891,720.64	5.388		5.388	3,918,075.63
FGG11810 5.5 12-01-2	5.500%	3,755,308.77	12/01/20		3.210	12/15/05	17,211.83	3,763,866.41	5.419		5.419	3,794,661.30
FGG18096 5.5 1-1-21	5.500%	4,089,303.72	01/01/21		3.260	02/16/06	18,742.64	4,107,902.01	5.373		5.373	4,132,156.23
FGG18101 5.5 02-01-2	5.500%	3,509,796.90	02/01/21		3.230	02/16/06	16,086.57	3,526,619.14	5.369		5.369	3,535,608.54
FN865183 5.5 02-01-2	5.500%	5,171,268.17	02/01/21		3.280	03/16/06	23,701.65	5,181,653.08	5.403		5.403	5,214,846.85
FGG18106 5.5 03-01-2	5.500%	5,432,011.84	03/01/21		3.210	03/16/06	24,896.72	5,431,368.53	5.470		5.470	5,471,959.78
FNCI 5.5 04-01-21	5.500%	5,757,584.64	04/01/21		3.290	04/18/06	26,388.93	5,748,603.43	5.475		5.475	5,806,104.27
FGG18115 6.0 05-01-2	6.000%	4,755,905.14	05/01/21		2.990	05/16/06	23,779.53	4,792,474.66	5.811		5.811	4,873,851.59
FGG18124 6.0 6-1-21	6.000%	3,810,934.92	06/01/21		3.020	06/19/06	19,054.67	3,834,017.86	5.845		5.845	3,905,446.11
FGG18124 6.0 6-1-21	6.000%	5,105,656.23	06/01/21		3.240	07/18/06	25,528.28	5,105,656.23	5.963		5.963	5,232,276.50
FGCI03360 5.50 09-01	5.500%	5,451,138.64	09/01/21		3.130	09/18/06	24,984.39	5,425,478.31	5.556		5.556	5,491,227.24
FGG12369 5.5 10-01-2	5.500%	5,756,963.44	10/01/21		3.140	10/17/06	26,386.08	5,755,483.27	5.472		5.472	5,799,301.14
FNCI 5.5 11-01-21	5.500%	6,051,937.76	11/01/21		3.210	11/16/06	27,738.05	6,037,781.51	5.487		5.487	6,102,937.92
FGG18157 5.5 12-01-2	5.500%	5,689,498.48	12/01/21		3.310	01/17/07	26,076.87	5,687,989.53	5.472		5.472	5,731,340.02
FGG18169 5.5 02-01-2	5.500%	6,104,114.72	02/01/22		3.260	02/15/07	27,977.19	6,073,001.19	5.559		5.559	6,145,800.76
FGG12514 5.5 02-01-2	5.500%	6,150,392.01	02/01/22		3.410	03/19/07	28,189.30	6,152,058.66	5.462		5.462	6,195,623.04
FN938603 5.5 05-01-2	5.500%	5,799,567.28	05/01/22		3.480	05/17/07	26,581.35	5,802,775.96	5.434		5.434	5,845,395.92
FGJ05074 5.5 06-01-2	5.500%	5,493,349.60	06/01/22		3.350	06/18/07	25,177.85	5,494,884.76	5.462		5.462	5,530,864.62
FGG12692 5.5 06-1-22	5.500%	6,650,109.16	06/01/22		3.750	06/18/07	30,479.67	6,653,825.96	5.457		5.457	6,695,523.89
FGJ05038 5.5 07-01-2	5.500%	6,867,541.04	07/01/22		3.450	06/18/07	31,476.23	6,830,074.52	5.561		5.561	6,914,440.65
FGG12718 5.5 07-01-2	5.500%	6,654,495.80	07/01/22		3.510	07/17/07	30,499.77	6,590,641.59	5.632		5.632	6,699,940.48
FGJ05317 5.5 08-01-2	5.500%	6,668,933.32	08/01/22		3.010	09/18/07	30,565.94	6,628,671.56	5.569		5.569	6,714,476.58
FGJ05440 6.0 08-01-2	6.000%	5,919,870.25	08/01/22		3.680	09/18/07	29,599.35	5,951,840.06	5.872		5.872	6,065,499.05
FGJ05665 5.5 10-01-2	5.500%	6,730,750.72	10/01/22		3.540	10/16/07	30,849.27	6,703,408.23	5.534		5.534	6,776,716.16
FGG12956 5.0 01-01-	5.000%	7,167,959.92	01/01/23		3.540	12/17/07	29,866.50	7,162,669.61	4.982		4.982	7,097,475.00
FGCI 4.5 02-01-23	4.500%	7,792,635.76	02/01/23		3.650	02/19/08	29,222.38	7,789,124.64	4.481		4.481	7,535,478.78
FGG18239 5.0 03-01-2	5.000%	9,801,043.90	03/01/23		3.690	03/18/08	40,837.68	9,814,421.19	4.949		4.949	9,692,415.70
FGJ07494 4.5 04-01-2	4.500%	7,936,162.16	04/01/23		3.760	04/17/08	29,760.61	7,865,792.90	4.610		4.610	7,674,268.81
FGG13072 5.0 04-01-2	5.000%	5,776,079.76	04/01/23		4.090	03/18/08	24,067.00	5,738,648.81	5.077		5.077	5,712,639.17
FNCI 5.0 5-1-23	5.000%	7,970,618.96	05/01/23		4.120	05/19/08	33,210.91	7,933,702.00	5.021		5.021	7,890,829.72
FGG18259 5.5 06-01-2	5.500%	8,000,000.00	06/01/23		4.130	06/17/08	36,666.67	8,062,880.24	5.347		5.347	8,053,833.36
Subtotal Mortgage-Backed Securities	5.309%	249,542,948.27	11/10/12		3.335		1,103,914.23	249,490,846.77	5.237		5.207	249,909,193.78
CMOs												
FHR2840EG 4.0 08-15-	4.000%	1,924,118.10	08/15/12		1.320	11/15/04	6,413.73	1,925,110.36	3.866		3.867	1,920,885.58
FHR2892GA 4.0 12-15-	4.000%	1,605,962.05	12/15/12		1.840	12/20/04	5,353.21	1,606,457.52	3.918		3.917	1,569,988.50
FHR2760 4.5 04-15-13	4.500%	2,050,381.91	04/15/13		0.190	09/19/07	7,688.93	2,042,562.86	4.627		4.627	2,052,985.91
FNBR2006-B2AB 5.5 05	5.500%	3,045,885.10	05/25/14		1.940	12/27/06	13,960.31	3,047,236.56	5.375		5.375	3,102,173.06
FHRR 5.125 10-15-15	5.125%	3,886,422.51	10/15/15		2.210	03/29/07	16,598.26	3,879,114.98	5.139		5.139	3,923,265.83
Subtotal CMOs	4.797%	12,512,769.67	06/06/10		1.631		50,014.44	12,500,482.28	4.760		4.760	12,569,298.88
Agency Notes												
FHLB 3.375 7-21-08 1	3.375%	10,000,000.00	07/21/08		0.057	07/22/03	150,000.00	10,000,000.00	3.375		3.375	10,003,125.00
FAMCA 4.25 07-29-08	4.250%	10,000,000.00	07/29/08		0.079	08/15/05	179,444.44	9,999,556.26	4.312		4.312	10,012,520.00
FAMCA 4.25 07-29-08	4.250%	7,000,000.00	07/29/08		0.079	08/30/05	125,611.11	6,999,670.61	4.315		4.315	7,008,764.00
FAMCA 4.25 07-29-08	4.250%	10,000,000.00	07/29/08		0.079	08/02/05	179,444.44	9,999,210.26	4.361		4.361	10,012,520.00

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
FNMA 3.29 8-4-08	3.290%	10,256,000.00	08/04/08		0.096	10/25/06	137,780.81	10,239,048.37	5.170		5.170	10,262,410.00
FHLB 1.50 08-07-08	5.000%	20,000,000.00	08/07/08		0.104	08/07/03	398,333.33	19,999,873.43	1.507		5.006	20,050,000.00
FHLB 4.5 09-08-08	4.500%	20,000,000.00	09/08/08		0.192	02/09/07	282,500.00	19,976,800.69	5.144		5.144	20,068,750.00
FNMA 3.75 09-15-08	3.750%	20,000,000.00	09/15/08		0.211	03/09/07	220,833.33	19,949,294.58	5.035		5.035	20,050,000.00
FHLMC 4.3 09-24-08	4.300%	20,000,000.00	09/24/08		0.235	02/09/07	231,722.22	19,962,932.55	5.136		5.136	20,077,940.00
FHLMC 4.3 09-24-08	4.300%	20,000,000.00	09/24/08		0.235	03/09/07	231,722.22	19,967,865.49	5.027		5.027	20,077,940.00
FNMA 4.5 10-15-08	4.500%	25,000,000.00	10/15/08		0.293	02/21/08	237,500.00	25,136,637.13	2.587		2.587	25,148,437.50
FNMA 4.9 11-03-08	4.900%	20,000,000.00	11/03/08		0.345	05/14/07	157,888.89	19,988,543.61	5.075		5.075	20,156,250.00
FHLB 4.2 11-19-08	4.200%	11,310,000.00	11/19/08		0.389	02/20/08	55,419.00	11,382,480.44	2.509		2.509	11,377,153.13
FHLB 4.125 11-28-08	4.125%	12,000,000.00	11/28/08		0.413	02/20/08	45,375.00	12,076,825.52	2.537		2.537	12,071,250.00
FHLB 5.0 12-12-08	5.000%	20,000,000.00	12/12/08		0.452	12/20/06	52,777.78	20,005,534.71	4.934		4.934	20,206,250.00
FCCB 4.45 6-11-09	4.450%	14,000,000.00	06/11/09		0.936	12/05/06	34,611.11	13,974,352.11	4.657		4.657	14,201,250.00
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.937	05/17/06	55,416.67	19,991,982.19	5.295		5.295	20,431,250.00
FHLB 5.25 06-12-09	5.250%	14,950,000.00	06/12/09		0.937	05/17/06	41,423.96	14,943,637.87	5.298		5.298	15,272,359.38
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.937	05/31/06	55,416.67	19,996,689.88	5.272		5.272	20,431,250.00
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		1.000	09/19/06	401,041.67	25,038,056.75	5.111		5.111	25,640,625.00
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		1.000	09/27/06	401,041.67	25,096,605.33	4.898		4.898	25,640,625.00
FHLB 5.25 9-11-09	5.250%	20,000,000.00	09/11/09		1.000	02/26/07	320,833.33	20,067,056.87	4.947		4.947	20,512,500.00
FHLMC 6.625 09-15-09	6.625%	20,000,000.00	09/15/09		1.100	06/19/06	390,138.89	20,250,297.30	5.475		5.475	20,868,750.00
FHLB 5 10-02-09	5.000%	20,000,000.00	10/02/09		1.120	05/16/07	247,222.22	20,011,076.23	4.950		4.950	20,500,000.00
FFCB 5 10-23-09	5.000%	20,584,000.00	10/23/09		1.123	03/06/07	194,404.44	20,626,534.19	4.828		4.828	21,137,195.00
FNMA 4.125 11-12-09	4.125%	19,900,000.00	11/12/09		1.146	10/12/06	111,730.21	19,657,695.00	5.099		5.099	20,210,937.50
FHLB 6.5 11-13-09	6.500%	8,940,000.00	11/13/09		1.210	03/15/07	74,251.67	9,131,787.79	4.805		4.805	9,359,062.50
FFCB 4.75 12-07-09	4.750%	15,690,000.00	12/07/09		1.220	03/15/07	49,685.00	15,681,926.74	4.786		4.786	16,096,959.38
FHLB 5.0 12-11-09	5.000%	26,435,000.00	12/11/09		1.231	02/12/07	73,430.56	26,408,652.01	5.072		5.072	27,186,745.31
FHLB 4.55 6-22-10	4.550%	20,000,000.00	06/22/10		1.550	06/15/07	22,750.00	19,687,283.41	5.419		5.419	20,500,000.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.632	03/16/07	161,916.67	9,722,949.85	4.854		4.854	10,018,750.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.632	03/16/07	161,916.67	9,725,640.66	4.839		4.839	10,018,750.00
FFCB 3.35 07-07-10	3.350%	20,000,000.00	07/07/10		1.632	03/26/07	323,833.33	19,449,503.93	4.843		4.843	20,037,500.00
FHLB 5.0 09-01-10	5.000%	18,205,000.00	09/01/10		1.752	03/28/07	303,416.67	18,286,562.12	4.772		4.772	18,842,175.00
FHLMC 5.0 09-01-10	5.000%	15,000,000.00	09/01/10		1.752	03/29/07	250,000.00	15,053,232.26	4.819		4.819	15,536,280.00
FHLB 4.7 09-21-10	4.700%	15,000,000.00	09/21/10		1.856	03/29/07	195,833.33	14,964,379.27	4.817		4.817	15,435,937.50
FNMA 3.25 5-5-11 1xC	3.250%	20,000,000.00	05/05/11	05/05/10	1.766	05/05/08	101,111.11	19,981,325.59	3.285	3.778	3.285	19,812,500.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.100	05/22/07	61,250.00	20,105,224.72	5.049		5.049	20,925,000.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.032	05/24/07	30,625.00	10,027,540.31	5.144		5.144	10,462,500.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.256	05/24/07	30,625.00	10,028,121.65	5.142		5.142	10,462,500.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.256	06/01/07	61,250.00	20,018,703.70	5.214		5.214	20,925,000.00
FHLB 5 09-09-11	5.000%	20,000,000.00	09/09/11		2.387	06/07/07	311,111.11	19,810,453.38	5.334		5.334	20,812,500.00
FHLB 5 09-09-11	5.000%	14,460,000.00	09/09/11		2.387	06/07/07	224,933.33	14,321,755.28	5.337		5.337	15,047,437.50
FHLB 4.75 12-9-11	4.750%	20,000,000.00	12/09/11		2.413	06/15/07	58,055.56	19,558,344.99	5.483		5.483	20,581,250.00
TVA 6.79 05-23-12	6.790%	9,309,000.00	05/23/12		2.665	02/19/08	66,719.67	10,402,043.01	3.517		3.517	10,257,857.00
FHLB 4.875 06-08-12	4.875%	5,000,000.00	06/08/12		3.021	02/19/08	15,572.92	5,243,709.42	3.529		3.529	5,170,312.50
FHLB 4.875 12-14-12	4.875%	15,000,000.00	12/14/12		3.145	02/12/08	34,531.25	15,807,699.16	3.548		3.548	15,506,250.00
FHLB 4.875 12-14-12	4.875%	20,000,000.00	12/14/12		3.145	02/12/08	46,041.67	21,076,932.19	3.548		3.548	20,675,000.00
FHLB 4.875 12-14-12	4.875%	14,000,000.00	12/14/12		3.145	02/13/08	32,229.17	14,782,139.26	3.500		3.500	14,472,500.00
FFCB 3.4 02-07-13	3.400%	25,000,000.00	02/07/13		3.196	02/14/08	340,000.00	24,800,146.98	3.591		3.591	24,289,062.50
FFCB 3.4 02-07-13	3.400%	20,000,000.00	02/07/13		3.215	02/20/08	272,000.00	19,662,116.42	3.806		3.806	19,431,250.00
FNMA 4.75 02-21-13	4.750%	15,000,000.00	02/21/13		3.264	06/03/08	257,291.67	15,436,641.30	4.053		4.053	15,412,500.00
FNMA 4.75 02-21-13	4.750%	20,000,000.00	02/21/13		3.274	06/05/08	343,055.55	20,525,346.34	4.120		4.120	20,550,000.00
FNMA 4.75 02-21-13	4.750%	10,000,000.00	02/21/13		3.387	06/05/08	171,527.78	10,271,143.32	4.100		4.100	10,275,000.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		3.394	03/12/08	266,944.45	20,212,607.25	3.624		3.624	19,818,750.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		3.405	03/24/08	266,944.44	20,335,771.94	3.481		3.481	19,818,750.00
FFCB 4.0 05-21-13	4.000%	10,000,000.00	05/21/13		3.568	06/03/08	44,444.44	9,957,368.73	4.097		4.097	9,931,250.00
FHLB 5.13 05-24-13	5.130%	30,000,000.00	05/24/13		3.801	06/04/08	158,175.00	31,500,146.78	3.994		3.994	31,303,125.00
Subtotal Agency Notes	4.662%	982,039,000.00	08/19/10		1.624		9,751,106.43	987,315,457.13	4.482		4.553	1,000,402,505.76
Municipal Bonds												
GAS 6.4 7-1-08	6.400%	1,550,000.00	07/01/08		0.003	07/20/06	49,600.00	1,550,000.00	4.790		5.590	1,550,000.00
SBDGEN 4.31 08-01-08	4.310%	4,760,000.00	08/01/08		0.088	08/23/06	85,481.67	4,756,491.38	5.250		5.250	4,762,284.80
BRO 4.87 08-01-08	4.870%	1,655,000.00	08/01/08		0.088	03/28/07	33,582.71	1,654,731.71	5.069		5.069	1,657,532.15
SAC 6.875 08-15-08	6.875%	580,000.00	08/15/08		0.124	06/06/05	15,063.89	581,962.30	3.901		3.901	582,470.80
HUD 5.95 09-10-08	5.950%	2,000,000.00	09/10/08		0.197	09/17/07	95,861.11	2,003,256.49	5.053		5.053	2,010,100.00
ORLUTL 3.6 10-01-08	3.600%	1,000,000.00	10/01/08		0.255	06/26/06	9,000.00	995,154.36	5.690		5.690	1,001,630.00
GRO 5.0 10-09-08	5.000%	2,000,000.00	10/09/08		0.277	10/10/07	72,500.00	2,000,256.61	4.951		4.951	2,012,120.00
NOBDEV 6.95 11-1-27p	6.950%	2,000,000.00	11/01/08		0.329	06/13/06	23,166.67	2,014,993.02	4.548		4.548	2,041,780.00

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
NOBDEV 6.95 11-1-27p	6.950%	1,100,000.00	11/01/08		0.329	06/30/06	12,741.67	1,107,251.38	4.831		4.831	1,122,979.00
MIS 4.09 11-1-08	4.090%	3,120,000.00	11/01/08		0.339	06/15/07	21,268.00	3,107,175.30	5.382		5.382	3,143,680.80
AMRGEN 7.12 11-15-08	7.120%	1,000,000.00	11/15/08		0.378	03/23/07	9,097.78	1,007,501.30	4.990		4.990	1,015,100.00
LASSCD 7.4 12-01-08	7.400%	1,310,000.00	12/01/08		0.422	05/12/06	8,078.33	1,319,852.78	5.008		5.008	1,333,789.60
COOSCD 5.3 12-01-08	5.300%	3,180,000.00	12/01/08		0.422	02/08/07	14,045.00	3,180,438.27	5.260		5.260	3,210,973.20
MSG 5.25 12-01-08	5.250%	1,500,000.00	12/01/08		0.422	06/01/07	6,562.50	1,501,129.17	5.060		5.060	1,513,995.00
ERI 4.0 12-15-08	4.000%	2,100,000.00	12/15/08		0.460	08/18/06	3,733.33	2,087,812.26	5.369		5.369	2,108,043.00
NYSDEV 3.83 12-15-08	3.830%	7,110,000.00	12/15/08		0.460	10/24/06	12,102.80	7,068,727.34	5.190		5.190	7,144,625.70
CHI 3.81 01-01-09	3.810%	3,000,000.00	01/01/09		0.493	08/21/06	57,150.00	2,979,067.05	5.311		5.311	3,007,140.00
CHI 5.025 01-01-09	5.025%	2,990,000.00	01/01/09		0.491	05/16/07	75,123.75	2,989,586.00	5.061		5.061	3,014,787.10
HOB 3.97 2-1-09	3.970%	2,860,000.00	02/01/09		0.576	07/20/06	47,309.17	2,835,705.70	5.550		5.550	2,860,743.60
INSBBK 3.15 02-01-09	3.150%	5,000,000.00	02/01/09		0.578	03/02/07	65,625.00	4,947,759.07	5.050		5.050	4,986,600.00
WAT 5.43 04-01-09	5.430%	125,000.00	04/01/09		0.718	08/01/05	1,696.87	125,000.00	4.805		4.805	125,123.75
PLK 4.1 06-01-09	4.100%	2,735,000.00	06/01/09		0.909	06/28/07	9,344.58	2,706,243.42	5.320		5.320	2,755,156.95
ILS 2.8 06-01-09	2.800%	2,300,000.00	06/01/09		0.913	05/12/08	5,366.67	2,294,412.64	3.070		3.070	2,290,340.00
GAS 6.4 7-1-09	6.400%	1,650,000.00	07/01/09		0.957	07/20/06	52,800.00	1,661,835.18	5.610		5.610	1,693,098.00
PHO 4.3 7-1-09	4.300%	1,500,000.00	07/01/09		0.971	10/04/06	32,250.00	1,490,863.26	4.956		4.956	1,515,000.00
HOWSCD 4.35 07-15-09	4.350%	1,025,000.00	07/15/09		1.010	03/22/05	20,559.79	1,023,738.62	4.480		4.480	1,031,683.00
WOO 5.11 07-15-09	5.110%	1,730,000.00	07/15/09		1.005	05/13/05	40,763.61	1,741,841.90	4.380		4.380	1,753,597.20
TULGEN 7.28 8-15-09	7.280%	2,100,000.00	08/15/09		1.074	08/30/06	57,754.67	2,144,196.46	5.230		5.230	2,177,406.00
NYC 4.5 08-15-09	4.500%	1,000,000.00	08/15/09		1.093	04/28/08	17,000.00	1,013,037.01	3.300		3.300	1,011,700.00
BRI 4 09-15-09	4.000%	1,625,000.00	09/15/09		1.179	06/06/07	19,138.89	1,600,708.08	5.330		5.330	1,629,647.50
BROAPT 6.4 10-01-09	6.400%	1,000,000.00	10/01/09		1.207	10/02/06	16,000.00	1,015,243.26	5.070		5.070	1,035,320.00
ORLUTL 3.92 10-01-09	3.920%	1,365,000.00	10/01/09		1.224	06/20/07	13,377.00	1,340,400.08	5.470		5.470	1,375,674.30
LASSCD 7.5 12-01-09	7.500%	965,000.00	12/01/09		1.367	05/12/06	6,031.25	989,765.27	5.480		5.480	1,013,896.55
COOSCD 5.25 12-01-09	5.250%	1,100,000.00	12/01/09		1.381	02/08/07	4,812.50	1,100,000.00	5.250		5.250	1,121,373.00
NYSDEV 4.39 12-15-09	4.390%	1,470,000.00	12/15/09		1.426	10/11/06	2,868.13	1,457,637.84	5.020		5.020	1,493,108.40
NYSDEV 4.39 12-15-09	4.390%	1,000,000.00	12/15/09		1.426	11/07/06	1,951.11	991,502.55	5.026		5.026	1,015,720.00
BERUTL 3.90 01-01-10	3.900%	785,000.00	01/01/10	01/01/09	0.962	01/26/05	15,307.50	785,000.00	3.820		3.900	779,230.25
OAKDEV 8.5 1-1-29 pr	8.500%	5,000,000.00	01/01/10		1.387	05/19/06	17,083.33	5,208,451.61	5.400		5.400	5,291,900.00
BEMDEV 4.25 02-01-10	4.250%	5,000,000.00	02/01/10	02/01/09	0.563	01/25/08	92,083.33	5,000,000.00	4.250	4.539	4.250	4,991,550.00
HAR 0 4-1-10	0.000%	2,435,000.00	04/01/10		1.752	02/27/07	0.00	2,232,917.49	5.197		5.197	2,229,826.90
NWK 3.662 04-01-10	3.662%	1,025,000.00	04/01/10		1.706	04/22/08	7,715.63	1,030,182.63	3.362		3.362	1,012,864.00
DOBIE 6.51 05-01-10	6.510%	1,015,000.00	05/01/10		1.745	10/11/06	11,012.75	1,042,172.78	4.900		4.900	1,061,465.69
LEN 5.6 05-15-10	5.600%	5,000,000.00	05/15/10	08/01/08	0.087	05/23/06	35,777.78	5,000,000.00	5.600	4.527	5.600	5,004,150.00
JERUTL 4.13 05-15-10	4.130%	965,000.00	05/15/10		1.815	09/19/07	5,092.52	950,406.61	5.000		5.000	946,809.75
ILS 3.3 06-01-10	3.300%	1,000,000.00	06/01/10		1.871	04/11/08	2,750.00	1,005,502.08	3.000		3.000	985,410.00
FFLGEN 8 7-1-28 prer	8.000%	1,150,000.00	07/01/10		1.787	04/13/06	46,000.00	1,208,407.87	5.166		5.166	1,236,480.00
FFLGEN 8 7-1-28 prer	8.000%	500,000.00	07/01/10		1.787	01/11/07	20,000.00	529,355.84	4.779		4.779	537,600.00
JER 4.11 09-01-10	4.110%	1,005,000.00	09/01/10		2.070	12/08/06	13,768.50	993,302.74	4.700		4.700	999,824.25
MEN 5.60 09-01-10	5.600%	5,000,000.00	09/01/10	09/01/09	1.105	10/22/07	93,333.33	5,046,504.37	5.129	4.458	5.129	5,064,050.00
MAD 4.30 10-01-10	4.300%	1,320,000.00	10/01/10	10/01/08	1.195	10/18/05	14,190.00	1,319,454.31	4.320		4.320	1,316,858.40
WILSCD 5.375 10-01-1	5.375%	1,550,000.00	10/01/10		2.126	03/15/07	20,828.13	1,556,110.23	5.180		5.180	1,581,527.00
ALT 3.74 10-01-10	3.740%	1,640,000.00	10/01/10		2.161	08/30/07	15,334.00	1,593,069.55	5.130		5.130	1,593,096.00
ERI 4.94 11-1-10	4.940%	8,400,000.00	11/01/10		2.218	12/14/06	69,160.00	8,387,524.46	5.009		5.009	8,461,824.00
PEOSCD 0 01-01-11	0.000%	1,930,000.00	01/01/11		2.505	05/18/07	0.00	1,704,860.95	5.177		5.177	1,720,073.90
MAY 6.75 01-01-11	6.750%	1,325,000.00	01/01/11	01/01/09	1.137	10/02/07	44,718.75	1,351,043.21	5.871		5.871	1,332,474.00
UNC 4.3 01-01-11 Sin	4.300%	975,000.00	01/01/11	01/01/09	1.499	10/15/07	20,962.50	965,511.45	4.722		4.722	970,778.25
HOB 4.76 02-01-11	4.760%	1,960,000.00	02/01/11		2.415	07/20/07	38,873.33	1,926,770.84	5.490		5.490	1,950,552.80
CASGEN 0 06-01-11	0.000%	2,185,000.00	06/01/11		2.919	02/26/07	0.00	1,891,489.74	5.194		5.194	1,881,153.90
ORSGEN 5.197 06-01-1	5.197%	1,070,000.00	06/01/11		2.736	08/17/07	4,633.99	1,069,283.38	5.220		5.220	1,085,140.50
ORS 4.605 06-01-11	4.605%	7,000,000.00	06/01/11		2.759	02/21/08	26,862.50	7,208,914.42	3.511		3.511	7,046,130.00
SFO 5.0 06-15-11	5.000%	1,450,000.00	06/15/11		2.785	05/29/08	6,444.44	1,505,490.13	3.620		3.620	1,487,497.00
STNPWR 3.76 07-01-08	3.760%	4,550,000.00	07/01/11		2.848	02/11/08	68,907.22	4,576,664.49	3.552		3.552	4,461,639.00
DOVPWR 4.6 07-01-11	4.600%	1,000,000.00	07/01/11		2.779	04/15/08	23,000.00	1,020,948.75	3.825		3.825	997,790.00
ALT 3.98 10-01-11	3.980%	1,800,000.00	10/01/11		3.050	08/21/07	17,910.00	1,737,417.68	5.180		5.180	1,758,150.00
WTA 5.4 10-01-11	5.400%	2,030,000.00	10/01/11	10/01/09	1.186	01/10/08	27,405.00	2,070,452.90	4.586	4.724	4.586	2,046,341.50
ROBUTL 8.45 11-15-11	8.450%	1,115,000.00	11/15/11	11/15/08	1.679	10/02/07	12,038.90	1,171,490.15	6.702		6.702	1,244,429.20
PEOSCD 0 01-01-12	0.000%	2,000,000.00	01/01/12		3.204	08/29/07	0.00	1,671,959.87	5.309		5.309	1,691,620.00
CHI 5.25 01-01-12	5.250%	4,000,000.00	01/01/12		3.001	01/25/08	105,000.00	4,207,152.56	3.647		3.647	4,077,880.00
NWK 4.504 04-01-12	4.504%	1,200,000.00	04/01/12		3.187	04/22/08	11,109.87	1,208,322.62	4.301		4.301	1,175,820.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		3.275	04/29/08	6,802.78	998,239.11	4.000		4.000	966,760.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		3.276	04/29/08	6,802.78	1,006,344.94	3.770		3.770	966,760.00
JERUTL 4.55 05-15-12	4.550%	1,155,000.00	05/15/12		3.272	08/22/07	6,715.04	1,127,138.13	5.260		5.260	1,108,257.15
JERUTL 4.55 05-15-12	4.550%	1,000,000.00	05/15/12		3.272	08/22/07	5,813.89	975,877.14	5.260		5.260	960,860.00

INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
PAL 5.735 06-01-12	5.735%	3,515,000.00	06/01/12		3.266	03/06/08	16,798.77	3,781,169.64	3.630		3.630	3,683,052.15
STNPWR 4.05 07-01-12	4.050%	4,875,000.00	07/01/12		3.462	02/06/08	79,523.44	4,883,680.89	4.002		4.002	4,733,186.25
MONHGR 4.24 08-01-12	4.240%	1,000,000.00	08/01/12		3.404	01/24/08	18,491.11	1,000,000.00	4.240		4.240	977,640.00
DUPSCD 4.0 10-01-12	4.000%	1,255,000.00	10/01/12		3.588	03/31/08	12,689.44	1,255,000.00	4.000		4.000	1,212,104.10
PAS 4.76 02-15-13	4.760%	1,825,000.00	02/15/13	02/15/09	2.640	03/28/08	32,817.56	1,898,284.19	3.799		3.799	1,802,607.25
NWK 4.654 04-01-13	4.654%	1,000,000.00	04/01/13		4.116	04/22/08	9,566.56	1,010,707.92	4.401		4.401	974,360.00
MIS 4.16 05-01-13	4.160%	1,000,000.00	05/01/13		4.101	05/01/08	7,164.44	1,010,440.00	3.920		3.920	972,160.00
Subtotal Municipal Bonds	4.911%	169,510,000.00	01/31/10		1.517		2,269,297.56	169,508,294.73	4.768		4.775	169,497,901.59
Money Market Mutual Funds												
TexStar960 Cash Reserve	2.139%	250,853,972.08	07/31/08		0.086	06/04/07	(710.32)	250,853,972.08	5.285		2.139	250,853,972.08
CHASE MONEY MARKET FUND	1.792%	15,322,087.58	07/01/08		0.003	02/01/08	2,684.95	15,322,087.58	3.891		1.792	15,322,087.58
Subtotal Money Market Mutual Funds	2.119%	266,176,059.66	07/29/08		0.081		1,974.63	266,176,059.66	5.205		2.119	266,176,059.66
TOTAL FUND 9900 (960)	4.232%	2,226,468,777.60	03/16/10		1.350		16,854,660.17	2,233,473,878.77	4.219		3.880	2,247,355,699.67

INVESTMENT BY SECTOR AND MATURITY - TAX EXEMPT FUND 9901 (971)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Money Market Mutual Funds												
FIDELITY TAX FREE MONEY MKT MUTUAL FUND	1.672%	17,112,014.61	07/21/08		0.058	07/01/99	6,611.33	17,112,014.61	3.001		1.672	17,112,014.61
Subtotal Money Market Mutual Funds	1.672%	17,112,014.61	07/21/08		0.058		6,611.33	17,112,014.61	3.001		1.672	17,112,014.61
TOTAL FUND 9901 (971)	1.672%	17,112,014.61	07/21/08		0.058		6,611.33	17,112,014.61	3.001		1.672	17,112,014.61

INVESTMENT BY SECTOR AND MATURITY - HOUSING DEPARTMENT SECTION 108 FUND 9902 (974)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Treasury Bills												
B 1.81 07-10-08	1.810%	4,590,000.00	07/10/08		0.027	06/17/08	0.00	4,587,923.03	1.812		1.812	4,589,072.82
Subtotal Treasury Bills	1.810%	4,590,000.00	07/10/08		0.027		0.00	4,587,923.03	1.812		1.812	4,589,072.82
TOTAL FUND 9902 (974)	1.810%	4,590,000.00	07/10/08		0.027		0.00	4,587,923.03	1.812		1.812	4,589,072.82

INVESTMENT BY SECTOR AND MATURITY - CONVENTION CENTER HOTEL RESERVE FUND 9903 (979)
AS OF JUNE 30, 2008

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	BEYTW@ Cost	YTC	Current Yield	Market Value
Repurchase Agreements												
MBIA Flex REPO	5.640%	21,774,454.45	09/01/11		2.894	05/08/01	423,005.07	21,774,454.45	5.640		5.640	21,774,454.45
Subtotal Repurchase Agreements	5.640%	21,774,454.45	09/01/11		2.894		423,005.07	21,774,454.45	5.640		5.640	21,774,454.45
TOTAL FUND 9903 (979)	5.640%	21,774,454.45	09/01/11		2.894		423,005.07	21,774,454.45	5.640		5.640	21,774,454.45

GRAND TOTALS	4.221%	2,269,945,246.66	12/20/09		1.356		17,284,276.57	2,276,948,270.86	4.219		3.876	2,290,831,241.55
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