



QUARTERLY INVESTMENT REPORT MARCH, 2009

**City of Houston, Texas
Office of the City Controller**

**Annise D. Parker
City Controller**

**Jim Moncur
Deputy City Controller**

**Sue Bailey
Investment Manager**



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

April 21, 2009

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 March 31, 2009. 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 December 31, 2008 and March 31, 2009.

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 March 31, 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
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**CITY OF HOUSTON
QUARTERLY INVESTMENT REPORT
Executive Summary
For the Quarter Ending March 31, 2009**

The accompanying Quarterly Investment Report lists in summary form and in detail the investment positions of the City of Houston operating funds as of March 31, 2009. As of that date, the City had a total of approximately \$2.4 billion invested. The majority of these funds, with the exception of about \$23 million that must be segregated per federal mandates, are contained in the city's General Investment Pool. The General Investment Pool consists of working capital, construction funds, 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 63% 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 16% allocation to United States Treasuries, 3% to high grade money market funds, 8% to municipals, and 10% 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 1.3 years. From an operating standpoint, approximately 36% 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 targeted to coincide with needed expenditures for these capital projects. In addition investment maturities are targeted 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 March 31, 2009, the general pool was yielding 3.04% based on the amortized cost of the portfolio.

**Investment Portfolio Summary
Activity For Quarter Ending
March 31, 2009**

General Fund 9900 (960)

	<u>3/31/2009</u>	<u>12/31/2008</u>	<u>Last Quarter Net Change</u>	<u>3/31/2008</u>	<u>Last Year Net Change</u>
Book Value	\$2,332,862,738	\$2,016,277,655	316,585,083	\$2,426,123,506	-93,260,768
Market Value	\$2,384,623,660	\$2,070,317,114	314,306,547	\$2,466,564,958	-81,941,298
Market/Book Ratio	1.022	1.027	0	1.017	0.006
Accrued Interest	\$16,898,740	\$15,454,862	1,443,878	\$24,893,202	-7,994,462

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 laddered maturity strategy which matches assets and liabilities, with more active management strategies, such as yield curve analysis and bond swaps.

For the quarter ending March 31, 2009, the 3-month average yield was 3.08%. The weighted average maturity (WAM) as of March 31 was 464 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.

Tax Exempt Fund 9901 (971)

	<u>3/31/2009</u>	<u>12/31/2008</u>	<u>Last Quarter Net Change</u>	<u>3/31/2008</u>	<u>Last Year Net Change</u>
Book Value	\$17,279,937	\$17,261,080	18,857	\$3,581,847	13,698,090
Market Value	\$17,279,937	\$17,261,080	18,857	\$3,581,847	13,698,090
Market/Book Ratio	1.000	1.000	0	1.000	0
Accrued Interest	\$0	\$0	0	\$0	0

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 March 31, 2009, the 3-month average yield was 0.44%. The WAM was 28 days at March 31.

**Investment Portfolio Summary
Activity For Quarter Ending
March 31, 2009**

Housing Department Section 108 Fund 9902 (974)

	<u>3/31/2009</u>	<u>12/31/2008</u>	<u>Last Quarter Net Change</u>	<u>3/31/2008</u>	<u>Last Year Net Change</u>
Book Value	\$5,899,646	\$4,429,865	1,469,781	\$3,777,879	2,121,767
Market Value	\$5,899,864	\$4,430,000	1,469,864	\$3,777,282	2,122,582
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 March 31, 2009, the 3-month average yield was 0.18%. The WAM was 9 days at March 31.

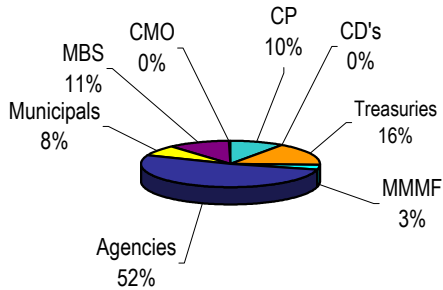
Convention Center and Hotel Reserve Funds 9903 (979)

	<u>3/31/2009</u>	<u>12/31/2008</u>	<u>Last Quarter Net Change</u>	<u>3/31/2008</u>	<u>Last Year Net Change</u>
Book Value	\$0	\$0	0	\$21,774,454	-21,774,454
Market Value	\$0	\$0	0	\$21,774,454	-21,774,454
Market/Book Ratio	0.000	0.000	0	1.000	-1
Accrued Interest	\$0	\$0	0	\$115,985	-115,985

The Convention Center and Hotel Reserve Funds Pool consisted 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 to segregate the earnings for arbitrage calculations. Because the issuer, MBIA, was downgraded, the City dissolved the pool on November 26, 2008 and invested the proceeds in the General Pool.

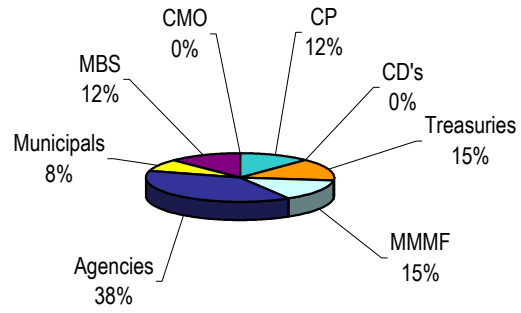
Investment Portfolio Composition General Fund 9900 (960) Percentages by Market Sector

**Portfolio Composition as of
March 31, 2009***



* 7.1% Reverse Repo (liabilities)

**Portfolio Composition as of
December 30, 2008****



** 6.4% Reverse Repo (liabilities)

Note: Adjustments were made to include the Reverse Repo.

FIGURE 2
Source: City of Houston Controller's Office

Investment Policy Limitations

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.

**Annual Portfolio Composition
General Fund 9900 (960)
April 2008 through March 2009**

Annual Portfolio Composition

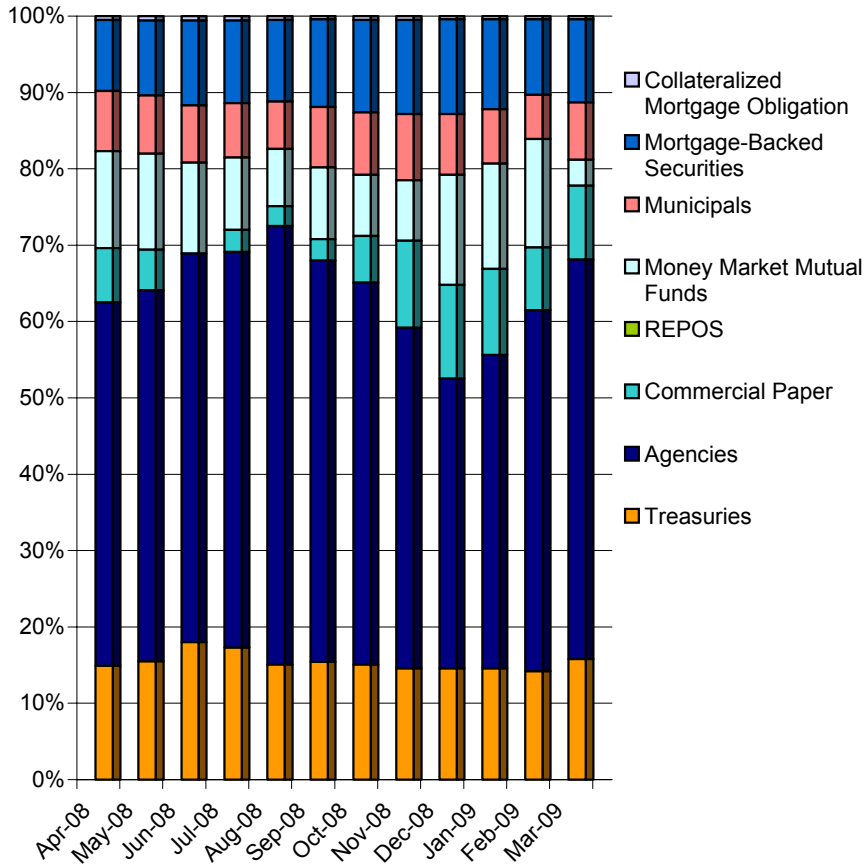


FIGURE 3
Source: City of Houston Controller's Office

**Investment Portfolio Composition
Tax Exempt Pool
Percentages by Market Sector**

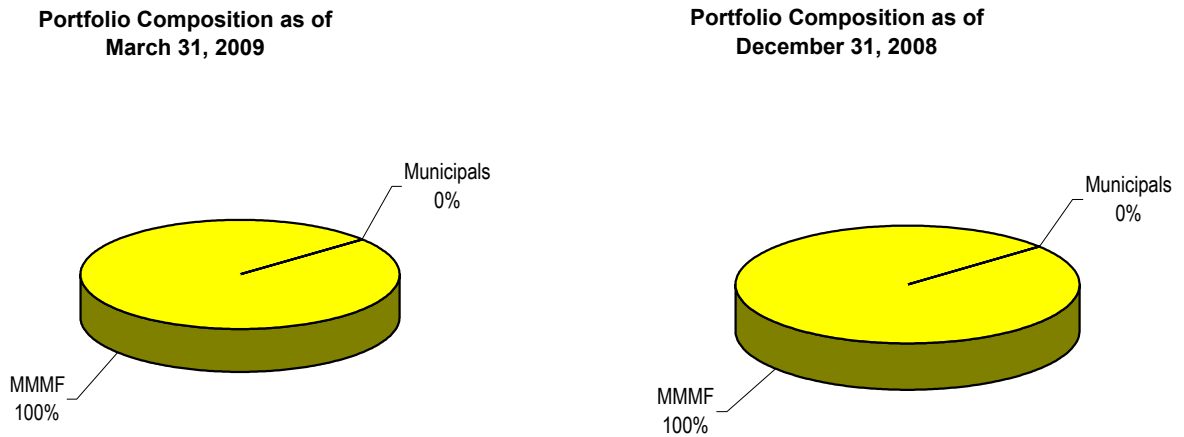


FIGURE 5
Source: City of Houston Controller's Office

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 March 31, 2009

**INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF MARCH 31, 2009**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Treasury Notes											
T 4.5 04-30-09	4.500%	25,000,000.00	04/30/09		0.082	8/27/2008	472,375.69	25,047,661.01	2.077		25,085,950.00
T 4.875 05-15-09	4.875%	25,000,000.00	05/15/09		0.123	8/28/2008	461,239.64	25,082,136.42	2.119		25,139,648.50
T 3.875 05-15-09	3.875%	25,000,000.00	05/15/09		0.123	9/25/2008	366,626.38	25,062,230.60	1.796		25,111,325.00
T 4.875 06-30-09	4.875%	20,000,000.00	06/30/09		0.249	9/30/2008	245,096.69	20,161,229.39	1.579		20,228,900.00
HUD 2.62 8-1-09	2.620%	5,000,000.00	08/01/09		0.337	12/11/2008	21,833.33	5,037,500.00	1.434		5,035,937.50
T 6.0 08-15-09	6.000%	30,000,000.00	08/15/09		0.375	11/18/2008	223,756.91	30,548,958.33	1.068		30,635,160.00
T 3.5 08-15-09	3.500%	30,000,000.00	08/15/09		0.375	11/24/2008	130,524.86	30,299,431.82	0.815		30,359,760.00
T 6.0 08-15-09	6.000%	25,000,000.00	08/15/09		0.375	11/26/2008	186,464.09	25,470,926.77	0.930		25,529,300.00
T 4.0 08-31-09	4.000%	25,000,000.00	08/31/09		0.419	5/30/2008	86,956.52	25,168,531.65	2.343		25,373,050.00
T 3.625 10-31-09	3.625%	25,000,000.00	10/31/09		0.575	2/18/2009	380,524.86	25,438,855.70	0.594		25,452,148.50
T 4.625 11-15-09	4.625%	20,000,000.00	11/15/09		0.611	12/26/2008	350,069.06	20,523,379.63	0.419		20,505,460.00
T 4.625 11-15-09	4.625%	25,000,000.00	11/15/09		0.611	1/27/2009	437,586.33	25,649,668.24	0.443		25,631,825.00
T 3.25 12-31-09	3.250%	25,000,000.00	12/31/09		0.742	2/13/2009	204,247.24	25,493,477.41	0.606		25,500,000.00
TII 4.25 01-15-10	4.250%	6,465,200.00	01/15/10		0.779	8/14/2008	59,485.54	6,657,298.16	0.471		6,640,975.86
T 4.75 02-15-10	4.750%	25,000,000.00	02/15/10		0.861	2/6/2009	147,617.40	25,907,419.79	0.590		25,899,425.00
TII 3.5 01-15-11	3.500%	6,249,750.00	01/15/11		1.739	8/14/2008	47,355.08	6,554,262.93	0.747		6,525,126.48
HUD 3.44 08-01-11	3.440%	21,688,000.00	08/01/11		2.250	6/12/2008	124,344.53	21,688,000.00	3.440		22,569,075.00
HUD 3.82 08-01-12	3.820%	25,000,000.00	08/01/12		3.143	6/12/2008	159,166.67	25,000,000.00	3.820		26,398,437.50
Subtotal Treasury Notes	4.353%	389,402,950.00	01/02/10		0.735		4,105,270.82	394,790,967.85	1.452		397,621,504.34
Commercial Paper											
HOUSTN 1.75 04-02-09	1.750%	30,000,000.00	04/02/09		0.005	3/5/2009	38,835.62	30,000,000.00	1.750		30,000,000.00
HOUSTN 1.6 04-09-09	1.600%	30,000,000.00	04/09/09		0.025	3/26/2009	7,890.41	30,000,000.00	1.600		30,000,000.00
HOUSTN 1.5 04-09-09	1.500%	30,000,000.00	04/09/09		0.025	3/26/2009	7,397.26	30,000,000.00	1.500		30,000,000.00
HOUSTN 1.6 04-09-09	1.600%	43,775,000.00	04/09/09		0.025	3/31/2009	1,918.90	43,775,000.00	1.600		43,775,000.00
HOAIRA 1.75 04-20-09	1.750%	81,000,000.00	04/20/09		0.055	3/19/2009	50,486.30	81,000,000.00	1.750		81,000,000.00
HOUGOG 1.7 04-23-09	1.700%	28,000,000.00	04/23/09		0.063	3/26/2009	7,824.66	28,000,000.00	1.700		28,000,000.00
Subtotal Commercial Paper	1.668%	242,775,000.00	04/13/09		0.037		114,353.15	242,775,000.00	1.668		242,775,000.00
Agency Discount Notes											
FHDN 0.27 05-15-09	0.270%	25,000,000.00	05/15/09		0.123	1/14/2009	0.00	24,991,750.00	0.270		24,995,000.00
FNDN 0.47 06-30-09	0.470%	30,000,000.00	06/30/09		0.249	1/29/2009	0.00	29,964,750.00	0.471		29,985,000.00
FNDN 0.47 06-30-09	0.470%	20,000,000.00	06/30/09		0.249	2/2/2009	0.00	19,976,500.00	0.471		19,990,000.00
FNDN 0.32 07-01-09	0.320%	30,000,000.00	07/01/09		0.252	1/13/2009	0.00	29,975,733.34	0.320		29,985,000.00
FHDN 0.48 07-01-09	0.480%	30,000,000.00	07/01/09		0.252	1/22/2009	0.00	29,963,600.00	0.481		29,985,000.00
FHDN 0.43 07-02-09	0.430%	20,000,000.00	07/02/09		0.255	2/19/2009	0.00	19,978,022.22	0.431		19,990,000.00
FMCDN 0.51 7-6-09	0.510%	25,000,000.00	07/06/09		0.266	2/3/2009	0.00	24,966,000.00	0.511		24,985,000.00
FHDN 0.45 07-13-09	0.450%	25,000,000.00	07/13/09		0.285	1/15/2009	0.00	24,967,812.50	0.451		24,985,000.00
FNDN 0.56 07-31-09	0.560%	30,000,000.00	07/31/09		0.334	2/10/2009	0.00	29,943,533.34	0.561		29,979,000.00
FMCDN 0.58 09-01-09	0.580%	30,000,000.00	09/01/09		0.422	2/3/2009	0.00	29,926,050.00	0.582		29,961,000.00
FMCDN 0.545 09-01-09	0.545%	30,000,000.00	09/01/09		0.422	2/5/2009	0.00	29,930,512.50	0.547		29,961,000.00
FMCDN 0.57 09-01-09	0.570%	30,000,000.00	09/01/09		0.422	2/10/2009	0.00	29,927,325.00	0.572		29,961,000.00
FNDN 0.65 9-28-09	0.650%	30,000,000.00	09/28/09		0.496	2/17/2009	0.00	29,902,500.00	0.653		29,955,000.00
FNDN 0.73 10-26-09	0.730%	30,000,000.00	10/26/09		0.572	2/13/2009	0.00	29,873,466.66	0.734		29,940,000.00
FMCDN 0.72 11-16-09	0.720%	30,000,000.00	11/16/09		0.630	2/5/2009	0.00	29,862,600.00	0.724		29,925,000.00
FHLBDN 0.74 11-16-09	0.740%	22,213,000.00	11/16/09		0.630	2/9/2009	0.00	22,108,438.47	0.744		22,157,467.50
FNDN 0.82 11-16-09	0.820%	30,000,000.00	11/16/09		0.630	2/11/2009	0.00	29,843,516.66	0.825		29,925,000.00
FHDN 0.78 11-23-09	0.780%	25,000,000.00	11/23/09		0.649	2/25/2009	0.00	24,872,166.67	0.785		24,935,000.00
FHLBDN 0.79 12-01-09	0.790%	20,000,000.00	12/01/09		0.671	2/17/2009	0.00	19,892,911.12	0.795		19,940,000.00
Subtotal Agency Discount Notes	0.574%	512,213,000.00	08/28/09		0.412		0.00	510,867,188.48	0.576		511,539,467.50

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Certificates of Deposit											
Georgian Bank CDARS	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
Empire Bank CDARS	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
Pilot Bank CDARS	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
West Bank CDARS	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
National City Bank C	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
BB&T CDARS	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
The F&M Bank & Trust	3.125%	91,562.08	09/17/09		0.465	9/18/2008	1,549.88	91,562.08		3.125	91,562.08
The PrivateBank & Tr	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
Spirit Bank CDARS	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
Puget Sound Bank CDA	3.125%	17,937.92	09/17/09		0.465	9/18/2008	303.64	17,937.92		3.125	17,937.92
FirsTier Bank CDARS	3.125%	94,500.00	09/17/09		0.465	9/18/2008	1,599.61	94,500.00		3.125	94,500.00
Subtotal Certificates of Deposit	3.125%	960,000.00	09/17/09		0.465		16,250.01	960,000.00		3.125	960,000.00
Mortgage-Backed Securities											
FN254627 5.0 12-01-0	5.000%	425,496.80	12/01/09		0.550	12/23/2002	1,772.90	425,496.80		4.571	427,984.23
FNCI 7.00 03/01/12	7.000%	59,521.97	03/01/12		0.920	6/30/1999	347.21	59,521.97		6.681	61,716.67
FGCI 7.00 4/01/12	7.000%	65,345.90	04/01/12		1.120	6/30/1999	381.18	65,345.90		6.789	68,107.67
FNCI 7.00 04/01/12	7.000%	100,558.70	04/01/12		0.930	6/30/1999	586.59	100,558.70		6.761	104,266.06
FNCI 7.00 04/01/12	7.000%	39,540.41	04/01/12		0.930	10/19/1999	230.65	39,540.41		6.792	40,998.15
FNCI 7.00 05/01/12	7.000%	83,838.03	05/01/12		0.960	6/30/1999	489.06	83,838.03		6.693	86,928.93
FNCI 6.50 07/01/12	6.500%	69,782.56	07/01/12		1.180	6/30/1999	377.99	69,782.56		6.284	73,277.50
FGCI 7.00 07/01/12	7.000%	34,626.90	07/01/12		1.150	6/30/1999	201.99	34,626.90		6.753	36,193.87
FGCI 7.00 07/01/12	7.000%	108,171.40	07/01/12		1.150	8/21/2000	631.00	108,171.40		6.930	113,066.49
FGCI 7.00 10/01/12	7.000%	73,544.74	10/01/12		1.280	9/19/2000	429.01	73,544.74		6.924	76,840.66
FGCI 6.50 01/01/13	6.500%	48,405.54	01/01/13		1.350	6/30/1999	262.20	48,405.54		6.272	50,373.41
FNCI 6.50 01/01/13	6.500%	64,082.22	01/01/13		1.350	6/30/1999	347.12	64,082.22		6.301	67,292.39
GNJO 6.50 04/15/13	6.500%	175,161.97	04/15/13		1.310	8/30/2000	948.79	175,161.97		6.649	184,832.54
FNCI 6.00 08/01/13	6.000%	70,480.14	08/01/13		1.470	6/30/1999	352.40	70,480.14		5.873	73,290.91
FNCI 6.00 09/01/13	6.000%	88,790.31	09/01/13		1.470	6/30/1999	443.95	88,790.31		5.881	93,375.96
FNCI 6.00 09/01/13	6.000%	125,786.15	09/01/13		1.470	6/30/1999	628.93	125,786.15		5.892	132,282.61
GNJO 6.50 09/15/03	6.500%	136,090.07	09/15/13		1.490	6/30/1999	737.16	136,090.07		6.460	143,630.33
FNCI 6.50 02/01/14	6.500%	64,531.73	02/01/14		1.330	6/30/1999	349.55	64,531.73		6.422	67,763.71
FNCI 6.50 03/01/14	6.500%	65,732.90	03/01/14		1.390	6/30/1999	356.06	65,732.90		6.324	69,025.60
GNJO 6.00 03-15-14	6.000%	324,464.25	03/15/14		1.700	6/30/1999	1,622.32	324,464.25		5.944	337,654.00
FGCI 6.00 04/01/14	6.000%	138,772.37	04/01/14		1.710	1/23/2001	693.86	138,772.37		5.974	144,398.65
FNCI 6.00 08/01/14	6.000%	149,422.21	08/01/14		1.790	5/17/2001	747.11	149,422.21		5.946	157,139.25
GNJO 7.00 01/15/15	7.000%	240,101.10	01/15/15		1.780	8/30/2000	1,400.59	240,101.10		7.030	253,902.18
FNCI 7.00 03/01/15	7.000%	196,755.30	03/01/15		1.650	11/16/2000	1,147.74	196,755.30		6.885	205,640.81
FGCI 7.00 04/01/15	7.000%	119,025.55	04/01/15		1.780	9/19/2000	694.32	119,025.55		7.002	125,452.22
FNCI 6.50 06/01/15	6.500%	1,121,724.70	06/01/15		2.280	6/18/2002	6,076.01	1,121,724.70		5.675	1,176,326.98
FNCI 6.00 07/01/15	6.000%	253,040.37	07/01/15		1.690	5/17/2001	1,265.20	252,982.69		5.959	266,108.87
FGCI 7.00 08/01/15	7.000%	77,751.65	08/01/15		1.880	8/21/2000	453.55	77,751.65		7.096	82,081.10
FGCI 7.00 10/01/15	7.000%	105,642.72	10/01/15		1.820	10/19/2000	616.25	105,642.72		7.041	111,346.80
FNCI 7.00 10/01/15	7.000%	112,051.89	10/01/15		1.960	11/16/2000	653.64	112,051.89		6.885	117,471.06
FGCI 7.00 12/01/15	7.000%	249,426.64	12/01/15		2.030	2/19/2002	1,454.99	249,426.64		5.390	263,315.48
FGCI 6.00 01/01/16	6.000%	47,921.57	01/01/16		2.000	2/15/2001	239.61	47,921.57		6.018	50,508.36
FGCI 6.00 09/01/16	6.000%	415,060.94	09/01/16		2.090	10/18/2001	2,075.30	415,060.94		5.461	433,935.70
FGCI 6.00 11/01/16	6.000%	621,160.88	11/01/16		2.110	12/18/2001	3,105.80	621,160.88		5.733	649,512.82
FN 616072 6.00 11-01	6.000%	617,916.79	11/01/16		2.200	4/21/2003	3,089.58	617,916.79		4.657	650,988.19
GNJO 6.5 11/15/16	6.500%	537,810.40	11/15/16		1.950	4/16/2002	2,913.14	538,128.74		5.988	568,541.38
FGCI 6.50 02/01/17	6.500%	600,455.52	02/01/17		2.150	3/18/2002	3,252.47	600,455.52		5.769	628,642.52
FN15 254684 5.0 02-0	5.000%	5,609,344.00	02/25/17		2.310	2/19/2003	23,372.27	5,609,344.00		4.551	5,862,231.91
FNCI 6.50 03/01/17	6.500%	393,939.70	03/01/17		2.210	3/18/2002	2,133.84	393,939.70		5.720	413,115.53
FNCI 6.50 03/01/17	6.500%	632,917.12	04/01/17		2.540	3/18/2002	3,428.30	632,917.12		5.711	663,725.68
FGCI 6.50 12-1-1	5.000%	1,684,186.07	12/01/17		2.270	12/17/2002	7,017.44	1,684,186.07		4.737	1,756,745.50
FN 702860 5.00 04-01	5.000%	2,625,816.90	04/01/18		2.360	4/21/2003	10,940.90	2,625,816.90		4.441	2,744,197.47

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
FN 254721 5.00 4-1-1	5.000%	1,466,781.80	04/21/18		2.360	4/21/2003	6,111.59	1,466,781.80		4.366	1,532,909.21
FNCI 5.00 05-01-18	5.000%	3,098,088.30	05/01/18		2.360	5/19/2003	12,908.70	3,098,088.30		4.428	3,237,760.44
FNCI 5.00 LLB 05-01-	5.000%	1,858,247.95	05/01/18		2.350	5/19/2003	7,742.70	1,858,582.17		4.094	1,940,279.23
FG E97045 4.5 06-01-	4.500%	1,788,707.30	06/01/18		2.620	7/17/2003	6,707.65	1,788,707.30		3.874	1,852,579.05
FGE01425 4.5 08-01-1	4.500%	6,681,531.60	08/01/18		2.670	8/18/2003	25,055.74	6,688,894.24		4.315	6,858,680.52
FN254942 4.00 09-01-	4.000%	4,700,760.80	09/01/18		2.990	9/18/2003	15,669.20	4,701,314.63		3.920	4,820,924.00
FN255077 5.00 01-01-	5.000%	1,425,350.87	01/01/19		2.450	3/17/2005	5,938.96	1,425,350.87		4.687	1,489,610.44
FGG18008 4.5 09-01-1	4.500%	2,587,087.60	09/01/19		2.520	12/21/2004	9,701.58	2,586,502.68		4.478	2,676,234.32
FGG18065 5.00 07-01	5.000%	2,903,612.55	07/01/20		1.930	7/19/2005	12,098.39	2,913,604.28		4.838	3,020,906.39
FGB19758 5.00 08-01-	5.000%	3,064,591.00	08/01/20		1.980	8/16/2005	12,769.13	3,073,986.06		4.893	3,188,387.70
FGG18073 5.00 09-01-	5.000%	3,054,064.20	09/01/20		1.940	10/18/2005	12,725.27	3,051,724.15		4.989	3,177,435.65
FGG18079 5.50 10-01-	5.500%	3,385,660.62	10/01/20		1.960	11/17/2005	15,517.61	3,399,650.37		5.366	3,536,675.20
FGG11807 5.5 10-01-2	5.500%	3,394,661.10	10/01/20		1.840	12/15/2005	15,558.86	3,405,634.99		5.388	3,546,077.14
FGG11810 5.5 12-01-2	5.500%	3,272,244.56	12/01/20		1.830	12/15/2005	14,997.79	3,278,809.37		5.419	3,418,200.34
FGG18096 5.5 1-1-21	5.500%	3,386,140.74	01/01/21		1.820	2/16/2006	15,519.81	3,399,743.99		5.373	3,537,176.74
FGG18101 5.5 02-01-2	5.500%	2,932,007.55	02/01/21		1.820	2/16/2006	13,438.37	2,944,436.52		5.369	3,060,954.81
FN865183 5.5 02-01-2	5.500%	4,324,513.67	02/01/21		1.890	3/16/2006	19,820.69	4,332,202.32		5.403	4,516,053.59
FGG18106 5.5 03-01-2	5.500%	4,513,837.84	03/01/21		1.800	3/16/2006	20,688.42	4,513,363.98		5.470	4,712,352.68
FNCI 5.5 04-01-21	5.500%	5,299,816.16	04/01/21		1.880	4/18/2006	24,290.82	5,292,471.27		5.475	5,534,553.87
FGG18115 6.0 05-01-2	6.000%	3,788,573.81	05/01/21		1.780	5/16/2006	18,942.87	3,814,574.28		5.811	3,972,359.12
FGG18124 6.0 6-1-21	6.000%	3,075,845.52	06/01/21		1.720	06/19/06	15,379.23	3,092,508.35		5.845	3,225,056.08
FGG18124 6.0 6-1-21	6.000%	4,120,828.66	06/01/21		1.720	07/18/06	20,604.14	4,120,828.66		5.963	4,320,731.79
FGGI03360 5.50 09-01-	5.500%	4,465,760.88	09/01/21		1.840	09/18/06	20,468.07	4,446,899.63		5.556	4,662,161.34
FGG12369 5.5 10-01-2	5.500%	4,862,781.05	10/01/21		1.850	10/17/06	22,287.75	4,861,657.44		5.472	5,076,642.16
FNCI 5.5 11-01-21	5.500%	5,104,854.56	11/01/21		1.890	11/16/06	23,397.25	5,094,104.32		5.487	5,330,957.09
FGG18157 5.5 12-01-2	5.500%	4,598,882.64	12/01/21		1.620	01/17/07	21,078.21	4,597,781.93		5.472	4,801,137.68
FGG18169 5.5 02-01-2	5.500%	4,956,882.40	02/01/22		1.630	02/15/07	22,719.04	4,934,022.21		5.559	5,173,828.64
FGG12514 5.5 02-01-2	5.500%	5,222,619.22	02/01/22		1.870	03/19/07	23,937.00	5,223,885.36		5.462	5,452,305.67
FN938603 5.5 05-01-2	5.500%	4,501,602.80	05/01/22		1.680	05/17/07	20,632.35	4,503,840.53		5.434	4,698,622.96
FGJ05074 5.5 06-01-2	5.500%	4,150,236.48	06/01/22		1.570	06/18/07	19,021.92	4,151,280.27		5.462	4,331,878.51
FGG12692 5.5 06-1-22	5.500%	5,614,190.77	06/01/22		1.710	06/18/07	25,731.71	5,617,014.64		5.457	5,859,905.19
FGJ05038 5.5 07-01-2	5.500%	5,533,255.28	07/01/22		1.720	06/18/07	25,360.75	5,506,058.50		5.561	5,775,427.44
FGG12718 5.5 07-01-2	5.500%	5,663,826.09	07/01/22		1.680	07/17/07	25,959.20	5,614,822.98		5.632	5,911,712.92
FGJ05317 5.5 08-01-2	5.500%	5,735,870.01	08/01/22		1.770	09/18/07	26,289.40	5,704,241.81		5.569	5,986,909.92
FGJ05440 6.0 08-01-2	6.000%	4,784,777.84	08/01/22		1.740	09/18/07	23,923.89	4,808,425.70		5.872	5,016,620.27
FGCI 6.0 9-1-22	5.500%	7,462,150.42	09/01/22		1.840	11/18/08	34,201.52	7,511,337.72		5.352	7,790,329.59
FGJ05665 5.5 10-01-2	5.500%	5,890,131.20	10/01/22		1.780	10/16/07	26,996.43	5,868,234.14		5.534	6,147,922.63
FGG12956 5.0 01-01-	5.000%	6,318,349.04	01/01/23		1.760	12/17/07	26,326.45	6,314,122.41		4.982	6,565,686.06
FGCI 4.5 02-01-23	4.500%	7,286,550.80	02/01/23		2.820	02/19/08	27,324.57	7,283,576.91		4.481	7,506,483.17
FGG18239 5.0 03-01-2	5.000%	8,246,068.90	03/01/23		2.060	03/18/08	34,358.62	8,256,406.47		4.949	8,559,385.13
FGJ07494 4.5 04-01-2	4.500%	7,589,726.00	04/01/23		2.890	04/17/08	28,461.47	7,527,965.03		4.610	7,818,809.20
FGG13072 5.0 04-01-2	5.000%	5,030,338.08	04/01/23		1.980	03/18/08	20,959.74	4,998,768.57		5.077	5,221,752.91
FGCI 4.5 04-01-23	4.500%	7,689,773.18	04/01/23		2.860	12/16/08	28,836.65	7,795,530.64		4.254	7,921,876.14
FNCI 5.0 5-1-23	5.000%	6,924,055.28	05/01/23		2.130	05/19/08	28,850.23	6,894,526.84		5.021	7,189,304.27
FGG18259 5.5 06-01-2	5.500%	6,891,356.32	06/01/23		2.060	06/17/08	31,585.38	6,941,374.06		5.347	7,192,968.04
FGG18259 5.5 06-01-2	5.500%	6,929,499.10	06/01/23		2.000	07/17/08	31,760.20	6,908,393.17		5.518	7,232,780.22
FGG13247 5.0 07-01-2	5.000%	7,484,312.23	07/01/23		2.120	09/16/08	31,184.63	7,543,863.22		4.842	7,768,684.89
FGJ08476 5.5 08-01-2	5.500%	7,605,807.52	08/01/23		2.190	08/18/08	34,859.95	7,561,234.17		5.564	7,938,688.39
FGG18300 4.0 1-1-24	4.000%	7,946,072.48	01/01/24		4.040	01/20/09	26,486.91	8,099,142.61		3.691	8,080,460.43
FGJ09194 4.0 1-1-24	4.000%	7,929,765.68	01/01/24		4.120	02/20/09	26,432.55	8,023,981.73		3.800	8,063,877.84
FGCI 4.0 03-01-24	4.000%	8,000,000.00	03/01/24		4.240	03/17/09	26,666.66	8,082,152.08		3.826	8,134,500.00
Subtotal Mortgage-Backed Securit	5.166%	273,316,647.53	09/04/11		2.222		1,176,553.99	273,696,863.41		5.053	284,021,747.16
CMOs											
FHR2840EG 4.0 08-15-	4.000%	1,396,531.30	08/15/12		0.790	11/15/2004	4,655.10	1,396,531.30		3.867	1,409,574.90
FHR2892GA 4.0 12-15-	4.000%	1,536,957.20	12/15/12		1.180	12/20/2004	5,123.19	1,536,991.74		3.917	1,560,318.95
FNBR2006-B2AB 5.5 05	5.500%	2,416,244.70	05/25/14		0.950	12/27/2006	11,074.45	2,416,985.93		5.375	2,477,520.67
FHRR 5.125 10-15-15	5.125%	3,282,936.23	10/15/15		0.510	3/29/2007	14,020.87	3,278,277.83		5.139	3,330,768.66
Subtotal CMOs	4.848%	8,632,669.43	02/01/10		0.798		34,873.61	8,628,786.80		4.781	8,778,183.18

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Agency Notes											
FCCB 4.45 6-11-09	4.450%	14,000,000.00	06/11/09		0.197	12/5/2006	190,361.11	13,994,721.73		4.657	14,109,375.00
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.200	5/17/2006	317,916.67	19,998,331.56		5.295	20,187,500.00
FHLB 5.25 06-12-09	5.250%	14,950,000.00	06/12/09		0.200	5/17/2006	237,642.71	14,948,676.09		5.298	15,090,156.25
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.200	5/31/2006	317,916.67	19,999,311.18		5.272	20,187,500.00
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		0.449	9/19/2006	72,916.67	25,014,195.07		5.111	25,492,187.50
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		0.449	9/27/2006	72,916.67	25,036,033.57		4.898	25,492,187.50
FHLB 5.25 9-11-09	5.250%	10,000,000.00	09/11/09		0.449	2/26/2007	29,166.67	10,012,506.02		4.947	10,196,875.00
FHLMC 6.625 09-15-09	6.625%	20,000,000.00	09/15/09		0.460	6/19/2006	58,888.89	20,094,783.79		5.475	20,537,500.00
FHLB 5 10-02-09	5.000%	20,000,000.00	10/02/09		0.491	5/16/2007	497,222.22	20,004,085.10		4.950	20,400,000.00
FFCB 5 10-23-09	5.000%	20,584,000.00	10/23/09		0.549	3/6/2007	451,704.44	20,602,203.57		4.828	21,060,005.00
FNMA 4.125 11-12-09	4.125%	19,900,000.00	11/12/09		0.604	10/12/2006	316,948.96	19,790,744.25		5.099	20,266,906.25
FHLB 6.5 11-13-09	6.500%	8,940,000.00	11/13/09		0.601	3/15/2007	219,526.67	9,026,688.09		4.805	9,244,518.75
FFCB 4.75 12-07-09	4.750%	15,690,000.00	12/07/09		0.672	3/15/2007	236,003.75	15,686,148.27		4.786	16,096,959.38
FHLB 5.0 12-11-09	5.000%	26,435,000.00	12/11/09		0.682	2/12/2007	403,868.06	26,422,325.03		5.072	27,178,484.38
FHLB 4.55 6-22-10	4.550%	20,000,000.00	06/22/10		1.192	6/15/2007	250,250.00	19,817,481.11		5.419	20,843,750.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.242	3/16/2007	78,166.67	9,826,090.80		4.854	10,278,125.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.242	3/16/2007	78,166.67	9,827,779.88		4.839	10,278,125.00
FFCB 3.35 07-07-10	3.350%	20,000,000.00	07/07/10		1.242	3/26/2007	156,333.33	19,670,541.37		4.843	20,556,250.00
FHLB 5.0 09-01-10	5.000%	18,205,000.00	09/01/10		1.380	3/28/2007	75,854.17	18,256,058.70		4.772	19,183,518.75
FHLMC 5.0 09-01-10	5.000%	15,000,000.00	09/01/10		1.380	3/29/2007	62,500.00	15,033,323.93		4.819	15,790,485.00
FHLB 4.7 09-21-10	4.700%	15,000,000.00	09/21/10		1.438	3/29/2007	19,583.33	14,977,382.43		4.817	15,764,062.50
FNMA 3.25 5-5-11 1xC	3.250%	20,000,000.00	05/05/11	5/5/2010	1.064	5/5/2008	263,611.11	19,988,928.55	1.316	3.285	20,418,750.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.067	5/22/2007	323,750.00	20,075,985.18		5.049	21,581,250.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.067	5/24/2007	161,875.00	10,019,887.49		5.144	10,790,625.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.067	5/24/2007	161,875.00	10,020,307.28		5.142	10,790,625.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.067	6/1/2007	323,750.00	20,013,506.39		5.214	21,581,250.00
FHLB 4.25 06-10-11	4.250%	25,000,000.00	06/10/11		2.091	7/16/2008	327,604.17	25,313,257.78		3.641	26,437,500.00
FHLB 4.25 06-10-11	4.250%	16,000,000.00	06/10/11		2.090	7/23/2008	209,666.67	16,088,456.28		3.979	16,920,000.00
FHLB 4.25 06-10-11	4.250%	9,000,000.00	06/10/11		2.090	7/23/2008	117,937.50	9,048,661.58		3.985	9,517,500.00
FHLB 5 09-09-11	5.000%	20,000,000.00	09/09/11		2.319	6/7/2007	111,111.11	19,859,435.91		5.334	21,400,000.00
FHLB 5 09-09-11	5.000%	14,460,000.00	09/09/11		2.319	6/7/2007	44,183.33	14,357,480.39		5.337	15,472,200.00
FHLB 3.55 11-17-11	3.550%	25,000,000.00	11/17/11	11/17/2010	1.562	11/17/2008	330,347.22	25,000,000.00	1.923	3.550	25,648,437.50
FFCB 3.375 11-18-11	3.375%	15,000,000.00	11/18/11	11/18/2009	0.617	11/18/2008	187,031.25	15,000,000.00	1.671	3.375	15,159,375.00
FHLB 4.75 12-9-11	4.750%	20,000,000.00	12/09/11		2.518	6/15/2007	295,555.56	19,664,237.79		5.483	21,525,000.00
TVA 6.79 05-23-12	6.790%	9,309,000.00	05/23/12		2.837	2/19/2008	224,739.95	10,170,567.33		3.517	10,602,308.68
FHLB 4.875 06-08-12	4.875%	5,000,000.00	06/08/12		2.952	2/19/2008	76,510.42	5,192,666.86		3.529	5,435,937.50
FHLB 4.875 12-14-12	4.875%	15,000,000.00	12/14/12		3.394	2/12/2008	217,343.75	15,658,005.59		3.548	16,439,062.50
FHLB 4.875 12-14-12	4.875%	20,000,000.00	12/14/12		3.394	2/12/2008	289,791.67	20,877,340.78		3.548	21,918,750.00
FHLB 4.875 12-14-12	4.875%	14,000,000.00	12/14/12		3.394	2/13/2008	202,854.17	14,637,182.81		3.500	15,343,125.00
FFCB 3.4 02-07-13	3.400%	25,000,000.00	02/07/13		3.623	2/14/2008	127,500.00	24,835,985.78		3.591	25,875,000.00
FFCB 3.4 02-07-13	3.400%	20,000,000.00	02/07/13		3.622	2/20/2008	102,000.00	19,722,707.64		3.806	20,700,000.00
FNMA 4.75 02-21-13	4.750%	15,000,000.00	02/21/13		3.583	6/3/2008	79,166.67	15,366,099.02		4.053	16,490,625.00
FNMA 4.75 02-21-13	4.750%	10,000,000.00	02/21/13		3.583	6/5/2008	52,777.78	10,227,338.32		4.100	10,993,750.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		3.681	3/12/2008	49,513.89	20,178,560.28		3.624	21,237,500.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		3.682	3/24/2008	49,513.89	20,282,001.31		3.481	21,237,500.00
FFCB 4.0 05-21-13	4.000%	10,000,000.00	05/21/13		3.801	6/3/2008	144,444.44	9,963,912.69		4.097	10,559,375.00
FHLB 5.13 05-24-13	5.130%	30,000,000.00	05/24/13		3.734	6/4/2008	542,925.00	31,270,258.49		3.994	33,337,500.00
Subtotal Agency Notes	4.657%	806,473,000.00	03/08/11		1.819		9,111,233.88	810,872,183.06		4.509	845,647,417.44
Municipal Bonds											
WAT 5.43 04-01-09	5.430%	125,000.00	04/01/09	04/01/09	0.003	08/01/05	3,393.74	125,000.00	5.430	4.805	125,000.00
HOUUTL 2.5 5-15-34	2.500%	11,310,000.00	05/14/09		0.119	03/26/09	30,537.00	11,310,000.00		2.500	11,310,000.00
HOUUTL 2.5 5-15-34	2.500%	10,200,000.00	05/14/09		0.119	03/31/09	27,540.00	10,200,000.00		2.500	10,200,000.00
PLK 4.1 06-01-09	4.100%	2,735,000.00	06/01/09		0.170	06/28/07	37,378.33	2,732,095.29		5.320	2,745,885.30
ILS 2.8 06-01-09	2.800%	2,300,000.00	06/01/09		0.170	05/12/08	21,466.67	2,299,153.43		3.070	2,304,002.00
GAS 6.4 7-1-09	6.400%	1,650,000.00	07/01/09		0.252	07/20/06	26,400.00	1,652,958.79		5.610	1,670,047.50
PHO 4.3 7-1-09	4.300%	1,500,000.00	07/01/09		0.252	10/04/06	16,125.00	1,497,715.82		4.956	1,509,795.00
HOWSCD 4.35 07-15-09	4.350%	1,025,000.00	07/15/09		0.290	03/22/05	9,412.92	1,024,649.24		4.480	1,033,528.00

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
WOO 5.11 07-15-09	5.110%	1,730,000.00	07/15/09		0.290	05/13/05	18,662.86	1,733,292.93		4.380	1,747,490.30
TULGEN 7.28 8-15-09	7.280%	2,100,000.00	08/15/09		0.375	08/30/06	19,534.67	2,114,659.22		5.230	2,135,112.00
NYC 4.5 08-15-09	4.500%	1,000,000.00	08/15/09		0.375	04/28/08	5,750.00	1,004,324.46		3.300	1,008,870.00
BRI 4 09-15-09	4.000%	1,625,000.00	09/15/09		0.460	06/06/07	2,888.89	1,617,240.07		5.330	1,629,923.75
BROAPT 6.4 10-01-09	6.400%	1,000,000.00	10/01/09		0.985	10/02/06	32,000.00	1,006,097.29		5.070	1,022,540.00
ORLUTL 3.92 10-01-09	3.920%	1,365,000.00	10/01/09		0.990	06/20/07	26,754.00	1,356,565.75		5.470	1,380,533.70
LASSCD 7.5 12-01-09	7.500%	965,000.00	12/01/09		0.649	05/12/06	24,125.00	975,683.07		5.480	979,861.00
COOSCD 5.25 12-01-09	5.250%	1,100,000.00	12/01/09		0.654	02/08/07	19,250.00	1,100,000.00		5.250	1,112,782.00
NYSDEV 4.39 12-15-09	4.390%	1,470,000.00	12/15/09		0.695	10/11/06	19,001.38	1,464,007.67		5.020	1,492,197.00
NYSDEV 4.39 12-15-09	4.390%	1,000,000.00	12/15/09		0.695	11/07/06	12,926.11	995,881.01		5.026	1,015,100.00
BERUTL 3.90 01-01-10	3.900%	400,000.00	01/01/10	01/01/10	0.731	01/26/05	3,900.00	400,000.00	2.525	3.900	404,048.00
OAKDEV 8.5 1-1-29 pr	8.500%	5,000,000.00	01/01/10		0.730	05/19/06	70,833.33	5,104,225.80		5.400	5,244,450.00
BMEMDEV 4.25 02-01-10	4.250%	5,000,000.00	02/01/10	04/27/09	0.807	01/25/08	35,416.67	5,000,000.00	0.542	4.250	5,013,350.00
NWK 3.662 04-01-10	3.662%	1,025,000.00	04/01/10		1.454	04/22/08	35,867.26	1,027,961.52		3.362	1,041,933.00
DOBIE 6.51 05-01-10	6.510%	1,015,000.00	05/01/10		1.037	10/11/06	27,531.88	1,031,056.62		4.900	1,025,694.04
OHS 3.75 05-01-10	3.750%	1,330,000.00	05/01/10		1.067	10/17/08	20,781.25	1,327,565.69		3.926	1,356,107.90
ILS 3.3 06-01-10	3.300%	1,000,000.00	06/01/10		1.143	04/11/08	11,000.00	1,003,163.04		3.000	1,012,520.00
ORS 4.375 06-01-10	4.375%	3,000,000.00	06/01/10		1.135	10/16/08	43,750.00	3,008,299.49		4.110	3,076,050.00
ILS 3.3 06-01-10	3.300%	1,645,000.00	06/01/10		1.142	10/17/08	18,095.00	1,634,519.52		3.900	1,665,595.40
FFLGEN 8 7-1-28 prer	8.000%	1,150,000.00	07/01/10	07/01/10	1.181	04/13/06	23,000.00	1,186,504.93	2.562	5.166	1,237,515.00
FFLGEN 8 7-1-28 prer	8.000%	500,000.00	07/01/10	07/01/10	1.181	01/11/07	10,000.00	518,347.40	2.562	4.779	538,050.00
TXS 5.75 8-1-10	5.750%	1,500,000.00	08/01/10		1.293	11/04/08	14,375.00	1,543,211.47		3.500	1,573,290.00
JER 4.11 09-01-10	4.110%	1,005,000.00	09/01/10		1.387	12/08/06	3,442.13	997,351.79		4.700	1,028,828.55
MEN 5.60 09-01-10	5.600%	5,000,000.00	09/01/10	09/01/09	1.344	10/22/07	23,333.33	5,030,406.70	2.936	5.129	5,054,550.00
MAD 4.30 10-01-10	4.300%	880,000.00	10/01/10	10/01/09	0.966	10/18/05	18,920.00	879,757.45	0.819	4.320	910,448.00
WILSCD 5.375 10-01-1	5.375%	1,550,000.00	10/01/10		1.923	03/15/07	41,656.25	1,554,073.49		5.180	1,626,415.00
ALT 3.74 10-01-10	3.740%	1,640,000.00	10/01/10		1.945	08/30/07	30,668.00	1,608,713.03		5.130	1,614,399.60
ERI 4.94 11-1-10	4.940%	8,400,000.00	11/01/10		1.512	12/14/06	172,900.00	8,391,534.46		5.009	8,629,488.00
MAN 4.125 12-01-10	4.125%	3,250,000.00	12/01/10		1.607	11/13/08	44,687.50	3,290,730.04		3.320	3,374,150.00
PEOSCD 0 01-01-11	0.000%	1,930,000.00	01/01/11		1.755	05/18/07	0.00	1,778,106.92		5.177	1,706,255.10
MAY 6.75 01-01-11	6.750%	810,000.00	01/01/11	01/01/10	0.901	10/02/07	13,668.75	821,144.52	6.707	5.871	810,283.50
UNC 4.3 01-01-11 Sin	4.300%	700,000.00	01/01/11	01/01/10	1.231	10/15/07	7,525.00	695,231.41	3.982	4.722	702,737.00
HOB 4.76 02-01-11	4.760%	1,960,000.00	02/01/11		1.764	07/20/07	15,549.33	1,937,443.33		5.490	1,973,171.20
OHS 4.15 05-01-11	4.150%	1,000,000.00	05/01/11		2.007	08/19/08	17,291.67	1,000,000.00		4.150	1,035,870.00
KSSDEV 4.152 05-01-1	4.152%	2,605,000.00	05/01/11		1.985	01/27/09	45,066.50	2,664,908.61		3.000	2,682,472.70
ORSGEN 5.197 06-01-1	5.197%	1,070,000.00	06/01/11		2.043	08/17/07	18,535.97	1,069,504.44		5.220	1,110,820.50
ORS 4.605 06-01-11	4.605%	7,000,000.00	06/01/11		2.058	02/21/08	107,450.00	7,150,020.46		3.511	7,319,970.00
SFO 5.0 06-15-11	5.000%	1,450,000.00	06/15/11		2.089	05/29/08	21,347.22	1,491,409.00		3.620	1,518,498.00
STNPWR 3.76 07-01-11	3.760%	4,550,000.00	07/01/11		2.160	02/11/08	42,770.00	4,569,353.25		3.552	4,647,233.50
DOVPWR 4.6 07-01-11	4.600%	1,000,000.00	07/01/11	07/01/10	2.141	04/15/08	11,500.00	1,013,092.97	3.500	3.825	1,019,850.00
LONFAC 7.24 9-1-11	7.240%	1,135,000.00	09/01/11		2.254	11/05/08	6,847.83	1,204,753.25		4.500	1,248,318.40
ALT 3.98 10-01-11	3.980%	1,800,000.00	10/01/11		2.855	08/21/07	35,820.00	1,753,412.67		5.180	1,762,794.00
WTA 5.4 10-01-11	5.400%	2,030,000.00	10/01/11	10/01/09	2.257	01/10/08	54,810.00	2,044,563.05	2.492	4.586	2,059,150.80
ROBUTL 8.45 11-15-11	8.450%	935,000.00	11/15/11	05/15/09	1.255	10/02/07	29,931.78	971,835.17	-1.872	6.702	1,064,301.15
MAN 5.375 12-01-11	5.375%	1,000,000.00	12/01/11		2.482	11/17/08	17,916.67	1,043,665.10		3.630	1,080,250.00
PEOSCD 0 01-01-12	0.000%	2,000,000.00	01/01/12		2.754	08/29/07	0.00	1,749,202.44		5.309	1,633,220.00
CHI 5.25 01-01-12	5.250%	4,000,000.00	01/01/12		2.569	01/25/08	52,500.00	4,158,363.76		3.647	4,240,640.00
MES 5.05 01-15-12	5.050%	1,085,000.00	01/15/12		2.614	11/10/08	11,567.31	1,120,981.52		3.775	1,148,689.50
NWK 4.504 04-01-12	4.504%	1,200,000.00	04/01/12		3.133	04/22/08	51,645.87	1,206,658.07		4.301	1,236,384.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		2.886	04/29/08	16,458.33	998,583.63		4.000	1,032,420.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		2.887	04/29/08	16,458.33	1,005,103.57		3.770	1,032,420.00
OHS 4.55 05-01-12	4.550%	1,000,000.00	05/01/12		2.896	08/19/08	18,958.33	1,000,225.01		4.544	1,051,540.00
KSSDEV 4.372 05-01-1	4.372%	2,600,000.00	05/01/12		2.868	10/10/08	47,363.33	2,631,203.02		3.950	2,696,304.00
PAL 5.735 06-01-12	5.735%	3,515,000.00	06/01/12		2.898	03/06/08	67,195.08	3,725,077.16		3.630	3,819,328.70
ILS 3.75 6-1-12	3.750%	4,955,000.00	06/01/12		2.979	09/16/08	61,937.50	4,929,927.89		3.926	5,058,609.05
STNPWR 4.05 07-01-12	4.050%	4,875,000.00	07/01/12		3.049	02/06/08	49,339.38	4,881,889.19		4.002	4,933,938.75
WAS 5.6 07-01-12	5.600%	5,000,000.00	07/01/12		2.986	11/17/08	70,000.00	5,282,361.20		3.725	5,463,600.00
MONHGR 4.24 08-01-12	4.240%	1,000,000.00	08/01/12		3.123	01/24/08	7,066.67	1,000,000.00		4.240	1,045,740.00
SCRGEN 5.556 08-01-1	5.556%	1,000,000.00	08/01/12		3.061	11/03/08	9,260.00	991,810.10		5.830	1,051,160.00
NYC 4.5 9-1-12	4.500%	4,400,000.00	09/01/12		3.196	09/16/08	16,500.00	4,466,007.39		4.020	4,405,368.00

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
DUPSCD 4.0 10-01-12	4.000%	1,255,000.00	10/01/12		3.736	03/31/08	25,100.00	1,255,000.00		4.000	1,302,250.75
NYC 4.75 10-01-12	4.750%	4,000,000.00	10/01/12		3.700	02/02/09	95,000.00	4,189,563.61		3.300	4,169,800.00
MAN 5.375 12-01-12	5.375%	1,000,000.00	12/01/12		3.330	11/17/08	17,916.67	1,052,355.16		3.820	1,064,560.00
PAS 4.76 02-15-13	4.760%	1,570,000.00	02/15/13	02/15/10	2.380	03/28/08	9,616.52	1,622,814.90	2.472	3.799	1,657,778.70
NWK 4.654 04-01-13	4.654%	1,000,000.00	04/01/13		3.880	04/22/08	44,471.56	1,009,017.18		4.401	1,035,120.00
MIS 4.16 05-01-13	4.160%	1,000,000.00	05/01/13		3.736	05/01/08	17,333.33	1,008,820.00		3.920	1,028,190.00
KSSDEV 4.522 05-01-1	4.522%	3,840,000.00	05/01/13		3.704	10/15/08	72,352.00	3,815,053.86		4.700	3,978,508.80
WAS 5.625 07-01-13	5.625%	5,000,000.00	07/01/13		3.804	11/20/08	70,312.50	5,282,326.92		4.150	5,474,900.00
TXS 6.0 08-01-13	6.000%	1,010,000.00	08/01/13		3.860	11/13/08	10,100.00	1,066,974.01		4.537	1,121,665.60
SCSUTL 6.808 01-01-1	6.808%	2,500,000.00	01/01/14		4.117	03/23/09	42,550.00	2,800,618.60		4.000	2,812,975.00
GAS 5.15 03-01-16	5.150%	4,500,000.00	03/01/16	03/01/10	3.740	11/25/08	19,312.50	4,678,825.98	3.386	4.470	4,805,910.00
Subtotal Municipal Bonds	4.658%	184,770,000.00	04/24/11		1.875		2,369,670.10	186,883,954.50		4.113	189,892,546.74
Money Market Mutual Funds											
TexStar960 Cash Rese	0.598%	86,162,028.66	04/18/09		0.050	06/04/07	55.35	86,162,028.66		0.598	86,162,028.66
CHASE MONEY MARKET F	0.904%	0.00	04/01/09		0.000	02/01/08	(0.02)	0.00		0.904	0.00
Subtotal Money Market Mutual Fur	0.598%	86,162,028.66	04/18/09		0.050		55.33	86,162,028.66		0.598	86,162,028.66
Reverse Repurchase Agreements											
RR T 4.875 05-15-09	0.500%	(26,116,071.43)	04/02/09		0.005	03/05/09	(9,793.53)	(26,116,071.43)		0.500	(26,116,071.43)
RR T 4.875 06-30-09	0.430%	(20,892,857.14)	04/09/09		0.025	03/26/09	(1,497.32)	(20,892,857.14)		0.430	(20,892,857.14)
RR T 6.0 08-15-09	0.430%	(31,492,346.94)	04/09/09		0.025	03/26/09	(2,256.95)	(31,492,346.94)		0.430	(31,492,346.94)
RR T 4.0 8-31-09	0.500%	(25,988,520.41)	04/20/09		0.055	03/19/09	(4,692.37)	(25,988,520.41)		0.500	(25,988,520.41)
RR T 3.875 5-15-09	0.500%	(25,988,520.41)	04/20/09		0.055	03/19/09	(4,692.37)	(25,988,520.41)		0.500	(25,988,520.41)
RR T 4.5 4-30-09	0.500%	(26,084,183.67)	04/20/09		0.055	03/19/09	(4,709.64)	(26,084,183.67)		0.500	(26,084,183.67)
RR T 3.25 12-31-09	0.430%	(26,211,734.69)	04/23/09		0.063	03/26/09	(1,878.51)	(26,211,734.69)		0.430	(26,211,734.69)
Subtotal Reverse Repurchase Agr	0.470%	(182,774,234.69)	04/14/09		0.040		(29,520.69)	(182,774,234.69)		0.470	(182,774,234.69)
TOTAL FUND 9900 (960)	3.630%	2,321,931,060.93	07/08/10		1.216		16,898,740.20	2,332,862,738.07		3.039	2,384,623,660.33
INVESTMENT BY SECTOR AND MATURITY - TAX EXEMPT FUND 9901 (971) AS OF MARCH 31, 2009											
Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Money Market Mutual Funds											
FIDELITY TAX FREE MO	0.421%	17,279,937.18	11/01/09		0.050	07/01/99	6,620.07	17,279,937.18		0.421	17,279,937.18
Subtotal Money Market Mutual Fur	0.421%	17,279,937.18	11/01/09		0.050		6,620.07	17,279,937.18		0.421	17,279,937.18
TOTAL FUND 9901 (971)	0.421%	17,279,937.18	11/01/09		0.050		6,620.07	17,279,937.18		0.421	17,279,937.18
INVESTMENT BY SECTOR AND MATURITY - HOUSING DEPARTMENT SECTION 108 FUND 9902 (974) AS OF MARCH 31, 2009											
Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Treasury Bills											
B 0.27 04-09-09	0.270%	5,900,000.00	04/09/09		0.025	02/04/09	0.00	5,899,646.00		0.270	5,899,864.30
Subtotal Treasury Bills	0.270%	5,900,000.00	04/09/09		0.025		0.00	5,899,646.00		0.270	5,899,864.30
TOTAL FUND 9902 (974)	0.270%	5,900,000.00	04/09/09		0.025		0.00	5,899,646.00		0.270	5,899,864.30
GRAND TOTALS	3.598%	2,345,110,998.11	07/03/10		1.204		16,905,360.27	2,356,042,321.25		3.013	2,407,803,461.81

Appendix II

Investments by Sector and Maturity as of December 31, 2008

**INVESTMENT BY SECTOR AND MATURITY - GENERAL FUND 9900 (960)
AS OF DECEMBER 31, 2008**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Treasury Notes											
T 3.00 02-15-09	3.000%	20,000,000.00	02/15/09		0.126	03/24/08	226,630.43	20,034,191.59		1.592	20,065,620.00
T 4.5 04-30-09	4.500%	25,000,000.00	04/30/09		0.329	08/27/08	192,679.56	25,195,574.50		2.077	25,353,525.00
T 4.875 05-15-09	4.875%	25,000,000.00	05/15/09		0.370	08/28/08	158,235.50	25,250,142.73		2.119	25,428,700.00
T 3.875 05-15-09	3.875%	25,000,000.00	05/15/09		0.370	09/25/08	125,776.93	25,189,520.47		1.796	25,338,875.00
T 4.875 06-30-09	4.875%	20,000,000.00	06/30/09		0.496	09/30/08	2,693.37	20,322,458.79		1.579	20,455,460.00
HUD 2.62 8-1-09	2.620%	5,000,000.00	08/01/09		0.575	12/11/08	72,413.89	5,037,500.00		1.434	5,062,500.00
T 6.0 08-15-09	6.000%	30,000,000.00	08/15/09		0.608	11/18/08	679,891.30	30,912,239.58		1.068	31,040,640.00
T 3.5 08-15-09	3.500%	30,000,000.00	08/15/09		0.614	11/24/08	396,603.26	30,497,585.23		0.815	30,587,100.00
T 6.0 08-15-09	6.000%	25,000,000.00	08/15/09		0.608	11/26/08	566,576.09	25,782,569.48		0.930	25,867,200.00
T 4.0 08-31-09	4.000%	25,000,000.00	08/31/09		0.657	05/30/08	339,779.01	25,268,320.13		2.343	25,596,675.00
T 4.625 11-15-09	4.625%	20,000,000.00	11/15/09		0.861	12/26/08	120,096.68	20,729,976.85		0.419	20,725,781.20
TII 4.25 01-15-10	4.250%	6,465,200.00	01/15/10		1.009	08/14/08	126,932.26	6,717,121.11		0.471	6,349,531.11
TII 3.5 01-15-11	3.500%	6,249,750.00	01/15/11		1.958	08/14/08	101,048.95	6,596,168.38		0.747	6,134,029.63
HUD 3.44 08-01-11	3.440%	21,688,000.00	08/01/11		2.459	06/12/08	412,409.37	21,688,000.00		3.440	22,792,732.50
HUD 3.82 08-01-12	3.820%	25,000,000.00	08/01/12		3.331	06/12/08	527,902.78	25,000,000.00		3.820	26,507,812.50
Subtotal Treasury Notes	4.359%	309,402,950.00	12/11/09		0.925		4,049,669.38	314,221,368.84		1.751	317,306,181.94
Commercial Paper											
MTTRTX 4.09 1-5-09	4.090%	30,000,000.00	1/5/2009		0.014	10/6/2008	291,663.93	30,000,000.00		4.090	30,000,000.00
HOUGOD 3.25 1-15-09	3.250%	75,000,000.00	1/15/2009		0.041	11/20/2008	280,479.45	75,000,000.00		3.250	75,000,000.00
HOUGOD 3.25 01-15-09	3.250%	52,495,000.00	1/15/2009		0.041	11/26/2008	168,271.64	52,495,000.00		3.250	52,495,000.00
HOUGOD 2.75 01-15-09	2.750%	6,000,000.00	1/15/2009		0.041	12/15/2008	7,684.93	6,000,000.00		2.750	6,000,000.00
HOAIRA 2.0 01-15-09	2.000%	30,000,000.00	1/15/2009		0.041	12/3/2008	47,540.98	30,000,000.00		2.000	30,000,000.00
HOAIRA 2.5 01-15-09	2.500%	21,000,000.00	1/15/2009		0.041	12/15/2008	24,385.25	21,000,000.00		2.500	21,000,000.00
HOUGOF 3.0 01-21-09	3.000%	8,000,000.00	1/21/2009		0.057	12/19/2008	8,547.95	8,000,000.00		3.000	8,000,000.00
HOUGOG 1.9 01-21-09	1.900%	13,000,000.00	1/21/2009		0.057	12/19/2008	8,797.26	13,000,000.00		1.900	13,000,000.00
HOAIRA 2.0 01-22-09	2.000%	30,000,000.00	1/22/2009		0.060	12/23/2008	14,754.10	30,000,000.00		2.000	30,000,000.00
Subtotal Commercial Paper	2.918%	265,495,000.00	01/15/09		0.041		852,125.49	265,495,000.00		2.918	265,495,000.00
Certificates of Deposit											
Georgian Bank CDARS	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
Empire Bank CDARS	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
Pilot Bank CDARS	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
West Bank CDARS	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
National City Bank C	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
BB&T CDARS	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
The F&M Bank & Trust	3.125%	91,562.08	9/17/2009		0.712	9/18/2008	834.55	91,562.08		3.125	91,562.08
The PrivateBank & Tr	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
Spirit Bank CDARS	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
Puget Sound Bank CDA	3.125%	17,937.92	9/17/2009		0.712	9/18/2008	163.5	17,937.92		3.125	17,937.92
FirsTier Bank CDARS	3.125%	94,500.00	9/17/2009		0.712	9/18/2008	861.33	94,500.00		3.125	94,500.00
Subtotal Certificates of Deposit	3.125%	960,000.00	09/17/09		0.712		8750.02	960,000.00		3.125	960,000.00
Mortgage-Backed Securities											
FN254627 5.0 12-01-0	5.000%	499,843.35	12/01/09		0.670	12/23/02	2,082.68	499,843.35		4.571	501,278.46
FNCI 7.00 03/01/12	7.000%	68,549.94	03/01/12		1.020	06/30/99	399.88	68,549.94		6.681	70,937.55
FGCI 7.00 4/01/12	7.000%	75,228.77	04/01/12		1.230	06/30/99	438.83	75,228.77		6.789	78,141.01
FNCI 7.00 04/01/12	7.000%	114,822.25	04/01/12		1.020	06/30/99	669.80	114,822.25		6.761	118,821.11
FNCI 7.00 04/01/12	7.000%	45,148.94	04/01/12		1.020	10/19/99	263.37	45,148.94		6.792	46,721.30
FNCI 7.00 05/01/12	7.000%	97,271.57	05/01/12		1.050	06/30/99	567.42	97,271.57		6.693	100,659.20

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
FNCI 6.50 07/01/12	6.500%	78,525.72	07/01/12		1.260	06/30/99	425.35	78,525.72	6.284		81,620.01
FGCI 7.00 07/01/12	7.000%	39,277.23	07/01/12		1.240	06/30/99	229.12	39,277.23	6.753		40,904.07
FGCI 7.00 07/01/12	7.000%	122,445.10	07/01/12		1.220	08/21/00	714.26	122,445.10	6.930		127,516.71
FGCI 7.00 10/01/12	7.000%	83,542.39	10/01/12		1.340	09/19/00	487.33	83,542.39	6.924		86,947.19
FGCI 6.50 01/01/13	6.500%	54,753.99	01/01/13		1.410	06/30/99	296.58	54,753.99	6.272		56,728.16
FNCI 6.50 01/01/13	6.500%	70,153.17	01/01/13		1.450	06/30/99	380.00	70,153.17	6.301		72,918.25
GNJO 6.50 04/15/13	6.500%	196,657.90	04/15/13		1.340	08/30/00	1,065.23	196,657.90	6.649		207,602.48
FNCI 6.00 08/01/13	6.000%	77,520.88	08/01/13		1.560	06/30/99	387.61	77,520.88	5.873		80,158.01
FNCI 6.00 09/01/13	6.000%	97,756.44	09/01/13		1.580	06/30/99	488.78	97,756.44	5.881		101,910.22
FNCI 6.00 09/01/13	6.000%	138,488.17	09/01/13		1.580	06/30/99	692.44	138,488.17	5.892		144,372.81
GNJO 6.50 09/15/03	6.500%	148,136.21	09/15/13		1.500	06/30/99	802.41	148,136.21	6.460		156,324.10
FNCI 6.50 02/01/14	6.500%	72,385.86	02/01/14		1.340	06/30/99	392.09	72,385.86	6.422		75,238.24
FNCI 6.50 03/01/14	6.500%	73,805.89	03/01/14		1.410	06/30/99	399.78	73,805.89	6.324		76,714.75
GNJO 6.00 03-15-14	6.000%	348,343.35	03/15/14		1.660	06/30/99	1,741.72	348,343.35	5.944		362,270.91
FGCI 6.00 04/01/14	6.000%	151,515.31	04/01/14		1.760	01/23/01	757.58	151,515.31	5.974		156,354.59
FNCI 6.00 08/01/14	6.000%	170,999.21	08/01/14		1.880	05/17/01	855.00	170,999.21	5.946		178,265.16
GNJO 7.00 01/15/15	7.000%	255,821.99	01/15/15		1.600	08/30/00	1,492.29	255,821.99	7.030		270,532.33
FNCI 7.00 03/01/15	7.000%	212,562.87	03/01/15		1.720	11/16/00	1,239.95	212,562.87	6.885		220,905.38
FGCI 7.00 04/01/15	7.000%	127,398.28	04/01/15		1.860	09/19/00	743.16	127,398.28	7.002		133,449.81
FNCI 6.50 06/01/15	6.500%	1,193,638.00	06/01/15		2.370	06/18/02	6,465.54	1,193,638.00	5.675		1,240,237.84
FNCI 6.00 07/01/15	6.000%	284,585.13	07/01/15		1.820	05/17/01	1,422.93	284,471.30	5.959		296,677.48
FGCI 7.00 08/01/15	7.000%	81,181.50	08/01/15		1.950	08/21/00	473.56	81,181.50	7.096		85,156.54
FGCI 7.00 10/01/15	7.000%	116,267.88	10/01/15		1.860	10/19/00	678.23	116,267.88	7.041		121,790.71
FNCI 7.00 10/01/15	7.000%	116,516.32	10/01/15		1.990	11/16/00	679.68	116,516.32	6.885		121,444.61
FGCI 7.00 12/01/15	7.000%	260,540.49	12/01/15		2.090	02/19/02	1,519.82	260,540.49	5.390		273,297.80
FGCI 6.00 01/01/16	6.000%	65,482.88	01/01/16		2.100	02/15/01	327.41	65,482.88	6.018		67,902.58
FGCI 6.00 09/01/16	6.000%	448,063.77	09/01/16		2.250	10/18/01	2,240.32	448,063.77	5.461		463,562.24
FGCI 6.00 11/01/16	6.000%	660,827.66	11/01/16		2.280	12/18/01	3,304.14	660,988.29	5.733		683,769.80
FN 616072 6.00 11-01	6.000%	663,618.27	11/01/16		2.310	04/21/03	3,318.09	663,618.27	4.657		691,401.34
GNJO 6.5 11/15/16	6.500%	574,676.71	11/15/16		1.910	04/16/02	3,112.83	575,642.19	5.988		607,521.12
FGCI 6.50 02/01/17	6.500%	639,974.32	02/01/17		2.290	03/18/02	3,466.53	639,974.32	5.769		664,979.30
FN15 254684 5.0 02-0	5.000%	5,925,436.60	02/25/17		2.430	02/19/03	24,689.32	5,925,436.60	4.551		6,116,955.18
FNCI 6.50 03/01/17	6.500%	415,678.70	03/01/17		2.330	03/18/02	2,251.59	415,678.70	5.720		431,906.87
FNCI 6.50 03/01/17	6.500%	658,566.80	04/01/17		2.330	03/18/02	3,567.24	658,566.80	5.711		684,277.37
FGE01280 5.00 12-1-1	5.000%	1,793,473.08	12/01/17		2.400	12/17/02	7,472.80	1,793,473.08	4.737		1,854,670.13
FN 702860 5.00 04-01	5.000%	2,846,507.10	04/01/18		2.460	04/21/03	11,860.45	2,846,507.10	4.441		2,938,510.28
FN 254721 5.00 4-1-1	5.000%	1,542,357.20	04/21/18		2.470	04/21/03	6,426.49	1,543,579.45	4.366		1,592,208.39
FNCI 5.00 05-01-18	5.000%	3,237,944.80	05/01/18		2.490	05/19/03	13,491.44	3,241,135.80	4.428		3,342,599.81
FNCI 5.00 LLB 05-01-2	5.000%	1,939,844.25	05/01/18		2.460	05/19/03	8,082.68	1,944,164.48	4.094		2,010,560.28
FG E97045 4.5 06-01-	4.500%	1,875,014.64	06/01/18		2.760	07/17/03	7,031.30	1,875,915.04	3.874		1,929,172.43
FGE01425 4.5 08-01-1	4.500%	6,989,664.45	08/01/18		2.790	08/18/03	26,211.24	6,999,773.97	4.315		7,216,668.13
FN254942 4.00 09-01-	4.000%	4,908,063.10	09/01/18		3.110	09/18/03	16,360.21	4,908,821.36	3.920		5,036,023.32
FN255077 5.00 01-01-	5.000%	1,486,938.35	01/01/19		2.560	03/17/05	6,195.58	1,487,618.70	4.687		1,534,998.33
FGG18008 4.5 09-01-1	4.500%	2,728,611.90	09/01/19		2.840	12/21/04	10,232.29	2,727,893.29	4.478		2,800,603.41
FGG18065 5.00 07-01-	5.000%	3,079,791.35	07/01/20		2.270	07/19/05	12,832.46	3,091,241.13	4.838		3,169,710.26
FGB19758 5.00 08-01-	5.000%	3,132,232.00	08/01/20		2.290	08/16/05	13,050.97	3,142,324.39	4.893		3,223,681.99
FGG18073 5.00 09-01-	5.000%	3,238,400.76	09/01/20		2.280	10/18/05	13,493.34	3,235,796.71	4.989		3,332,950.49
FGG18079 5.50 10-01-	5.500%	3,641,771.56	10/01/20		2.460	11/17/05	16,691.45	3,657,532.34	5.366		3,758,958.57
FGG18077 5.5 10-01-2	5.500%	3,563,463.12	10/01/20		2.440	12/15/05	16,332.54	3,575,523.83	5.388		3,678,130.27
FGG11810 5.5 12-01-2	5.500%	3,448,055.29	12/01/20		2.420	12/15/05	15,803.59	3,455,290.40	5.419		3,559,008.81
FGG18096 5.5 1-1-21	5.500%	3,758,649.36	01/01/21		2.460	02/16/06	17,227.14	3,774,423.00	5.373		3,879,597.32
FGG18101 5.5 02-01-2	5.500%	3,253,247.25	02/01/21		2.470	02/16/06	14,910.72	3,267,646.71	5.369		3,355,390.49
FN865183 5.5 02-01-2	5.500%	4,645,382.53	02/01/21		2.500	03/16/06	21,291.34	4,654,003.09	5.403		4,792,686.76
FGG18106 5.5 03-01-2	5.500%	4,928,283.76	03/01/21		2.470	03/16/06	22,587.97	4,927,744.00	5.470		5,083,018.66
FNCI 5.5 04-01-21	5.500%	5,527,642.16	04/01/21		2.520	04/18/06	25,335.03	5,519,656.46	5.475		5,702,922.70
FGG18115 6.0 05-01-2	6.000%	4,260,952.50	05/01/21		2.820	05/16/06	21,304.76	4,291,385.78	5.811		4,418,702.85

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
FGG18124 6.0 6-1-21	6.000%	3,440,929.68	06/01/21		2.830	06/19/06	17,204.65	3,460,314.80		5.845	3,568,320.88
FGG18124 6.0 6-1-21	6.000%	4,609,945.97	06/01/21		2.830	07/18/06	23,049.73	4,609,945.97		5.963	4,780,616.86
FGCI03360 5.50 09-01	5.500%	5,000,468.72	09/01/21		1.890	09/18/06	22,918.81	4,978,531.42		5.556	5,157,470.04
FGG12369 5.5 10-01-2	5.500%	5,264,931.62	10/01/21		2.470	10/17/06	24,130.94	5,263,668.75		5.472	5,430,236.39
FNCI 5.5 11-01-21	5.500%	5,560,805.04	11/01/21		1.550	11/16/06	25,487.02	5,548,656.30		5.487	5,737,137.17
FGG18157 5.5 12-01-2	5.500%	5,242,294.64	12/01/21		1.920	01/17/07	24,027.18	5,240,994.10		5.472	5,406,888.64
FGG18169 5.5 02-01-2	5.500%	5,613,682.00	02/01/22		1.950	02/15/07	25,729.38	5,586,871.91		5.559	5,789,620.80
FGG12514 5.5 02-01-2	5.500%	5,667,589.93	02/01/22		1.920	03/19/07	25,976.45	5,669,013.29		5.462	5,845,537.05
FN938603 5.5 05-01-2	5.500%	5,195,520.96	05/01/22		1.600	05/17/07	23,812.80	5,198,192.62		5.434	5,359,977.75
FGJ05074 5.5 06-01-2	5.500%	5,042,810.72	06/01/22		1.950	06/18/07	23,112.88	5,044,136.11		5.462	5,200,857.80
FGG12692 5.5 06-1-22	5.500%	6,033,506.68	06/01/22		2.020	06/18/07	27,653.57	6,036,678.17		5.457	6,222,603.22
FGJ05038 5.5 07-01-2	5.500%	6,334,322.08	07/01/22		2.070	06/18/07	29,032.31	6,301,800.42		5.561	6,532,846.51
FGG12718 5.5 07-01-2	5.500%	6,171,335.28	07/01/22		2.020	07/17/07	28,285.29	6,115,580.36		5.632	6,364,751.53
FGJ05317 5.5 08-01-2	5.500%	6,265,266.35	08/01/22		2.110	09/18/07	28,715.80	6,229,611.24		5.569	6,461,626.48
FGJ05440 6.0 08-01-2	6.000%	5,054,113.82	08/01/22		2.130	09/18/07	25,270.57	5,079,876.00		5.872	5,240,944.55
FGCI 6.0 9-1-22	5.500%	7,908,137.36	09/01/22		1.960	11/18/08	36,245.63	7,961,785.82		5.352	8,156,431.68
FGJ05665 5.5 10-01-2	5.500%	6,422,252.64	10/01/22		2.120	10/16/07	29,435.32	6,397,629.10		5.534	6,623,532.91
FGGH12956 5.0 01-01-	5.000%	6,759,547.60	01/01/23		2.070	12/17/07	28,164.78	6,754,883.60		4.982	6,951,621.36
FGCI 4.5 02-01-23	4.500%	7,517,973.52	02/01/23		3.250	02/19/08	28,192.40	7,514,808.17		4.481	7,697,532.27
FGG18239 5.0 03-01-2	5.000%	9,321,405.20	03/01/23		2.440	03/18/08	38,839.19	9,333,440.82		4.949	9,581,905.20
FGJ07494 4.5 04-01-2	4.500%	7,733,481.76	04/01/23		3.300	04/17/08	29,000.56	7,668,648.74		4.610	7,918,187.70
FGG13072 5.0 04-01-2	5.000%	5,448,508.74	04/01/23		2.350	03/18/08	22,702.12	5,413,301.79		5.077	5,601,319.96
FGCI 4.5 04-01-23	4.500%	8,000,000.13	04/01/23		3.330	12/16/08	30,000.00	8,113,220.29		4.254	8,191,071.57
FNCI 5.0 5-1-23	5.000%	7,634,753.04	05/01/23		2.410	05/19/08	31,811.47	7,601,247.88		5.021	7,848,117.13
FGG18259 5.5 06-01-2	5.500%	7,593,528.08	06/01/23		2.450	06/17/08	34,803.67	7,650,186.43		5.347	7,830,758.02
FGG18259 5.5 06-01-2	5.500%	7,635,557.30	06/01/23		2.450	07/17/08	34,996.30	7,611,655.86		5.518	7,874,100.29
FGG13247 5.0 07-01-2	5.000%	7,840,299.31	07/01/23		2.490	09/16/08	32,667.91	7,904,434.56		4.842	8,059,407.68
FGJ08476 5.5 08-01-2	5.500%	7,818,615.44	08/01/23		2.580	08/18/08	35,835.32	7,771,553.08		5.564	8,062,877.35
Subtotal Mortgage-Backed Securiti	5.285%	269,483,884.03	08/26/11		2.386		1,186,857.73	269,549,139.80		5.186	277,805,245.06
CMOs											
FHR2840EG 4.0 08-15-	4.000%	1,598,074.95	08/15/12		0.950	11/15/04	5,326.92	1,598,212.92		3.867	1,606,704.55
FHR2892GA 4.0 12-15-	4.000%	1,544,106.50	12/15/12		1.350	12/20/04	5,147.02	1,544,289.89		3.917	1,535,243.33
FNBR2006-B2AB 5.5 05	5.500%	2,653,161.90	05/25/14		1.040	12/27/06	12,160.33	2,654,098.57		5.375	2,716,280.62
FHRR 5.125 10-15-15	5.125%	3,587,554.05	10/15/15		0.760	03/29/07	15,321.85	3,581,959.20		5.139	3,639,609.51
Subtotal CMOs	4.854%	9,382,897.40	01/08/10		0.968		37,956.12	9,378,560.58		4.788	9,497,838.01
Agency Notes											
FCCB 4.45 6-11-09	4.450%	14,000,000.00	06/11/09		0.444	12/05/06	34,611.11	13,988,030.97		4.657	14,253,750.00
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.446	05/17/06	55,416.67	19,996,246.00		5.295	20,431,250.00
FHLB 5.25 06-12-09	5.250%	14,950,000.00	06/12/09		0.446	05/17/06	41,423.96	14,947,021.21		5.298	15,272,359.38
FHLB 5.25 06-12-09	5.250%	20,000,000.00	06/12/09		0.446	05/31/06	55,416.67	19,998,450.17		5.272	20,431,250.00
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		0.682	09/19/06	401,041.67	25,022,032.85		5.111	25,789,062.50
FHLB 5.25 9-11-09	5.250%	25,000,000.00	09/11/09		0.682	09/27/06	401,041.67	25,055,929.40		4.898	25,789,062.50
FHLB 5.25 9-11-09	5.250%	10,000,000.00	09/11/09		0.682	02/26/07	160,416.67	10,019,411.19		4.947	10,315,625.00
FHLMC 6.625 09-15-09	6.625%	20,000,000.00	09/15/09		0.690	06/19/06	390,138.89	20,145,864.87		5.475	20,825,000.00
FHLB 5 10-02-09	5.000%	20,000,000.00	10/02/09		0.741	05/16/07	247,222.22	20,006,083.24		4.950	20,650,000.00
FFCB 5 10-23-09	5.000%	20,584,000.00	10/23/09		0.799	03/06/07	194,404.44	20,610,195.38		4.828	21,310,872.50
FNMA 4.125 11-12-09	4.125%	19,900,000.00	11/12/09		0.854	10/12/06	111,730.21	19,747,041.94		5.099	20,447,250.00
FHLB 6.5 11-13-09	6.500%	8,940,000.00	11/13/09		0.851	03/15/07	74,251.67	9,061,209.89		4.805	9,389,793.75
FFCB 4.75 12-07-09	4.750%	15,690,000.00	12/07/09		0.922	03/15/07	49,685.00	15,684,761.64		4.786	16,283,278.13
FHLB 5.0 12-11-09	5.000%	26,435,000.00	12/11/09		0.932	02/12/07	73,430.56	26,417,833.89		5.072	27,508,921.88
FHLB 4.55 6-22-10	4.550%	20,000,000.00	06/22/10		1.442	06/15/07	22,750.00	19,767,089.03		5.419	21,068,750.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.467	03/16/07	161,916.67	9,792,212.39		4.854	10,365,625.00
FFCB 3.35 07-07-10	3.350%	10,000,000.00	07/07/10		1.467	03/16/07	161,916.67	9,794,230.50		4.839	10,365,625.00

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
FFCB 3.35 07-07-10	3.350%	20,000,000.00	07/07/10		1.467	03/26/07	323,833.33	19,606,361.12		4.843	20,731,250.00
FHLB 5.0 09-01-10	5.000%	18,205,000.00	09/01/10		1.595	03/28/07	303,416.67	18,264,929.91		4.772	19,394,014.06
FHLMC 5.0 09-01-10	5.000%	15,000,000.00	09/01/10		1.595	03/29/07	250,000.00	15,039,113.80		4.819	15,934,230.00
FHLB 4.7 09-21-10	4.700%	15,000,000.00	09/21/10		1.654	03/29/07	195,833.33	14,973,598.83		4.817	15,928,125.00
FNMA 3.25 5-5-11 1xC	3.250%	20,000,000.00	05/05/11	05/05/10	1.314	05/05/08	101,111.11	19,986,431.23	1.067	3.285	20,581,250.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.317	05/22/07	61,250.00	20,084,533.52		5.049	21,893,750.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.317	05/24/07	30,625.00	10,022,124.83		5.144	10,946,875.00
FHLB 5.25 06-10-11	5.250%	10,000,000.00	06/10/11		2.317	05/24/07	30,625.00	10,022,591.86		5.142	10,946,875.00
FHLB 5.25 06-10-11	5.250%	20,000,000.00	06/10/11		2.317	06/01/07	61,250.00	20,015,025.85		5.214	21,893,750.00
FHLB 4.25 06-10-11	4.250%	25,000,000.00	06/10/11		2.341	07/16/08	61,979.17	25,348,499.28		3.641	26,773,437.50
FHLB 4.25 06-10-11	4.250%	16,000,000.00	06/10/11		2.340	07/23/08	39,666.67	16,098,407.61		3.979	17,135,000.00
FHLB 4.25 06-10-11	4.250%	9,000,000.00	06/10/11		2.340	07/23/08	22,312.50	9,054,136.02		3.985	9,638,437.50
FHLB 5 09-09-11	5.000%	20,000,000.00	09/09/11		2.511	06/07/07	311,111.11	19,840,390.36		5.334	21,693,750.00
FHLB 5 09-09-11	5.000%	14,460,000.00	09/09/11		2.511	06/07/07	224,933.33	14,343,589.64		5.337	15,684,581.25
FHLB 3.55 11-17-11	3.550%	25,000,000.00	11/17/11	11/17/10	1.811	11/17/08	108,472.22	25,000,000.00	1.765	3.550	25,820,312.50
FFCB 3.375 11-18-11	3.375%	15,000,000.00	11/18/11	11/18/09	0.866	11/18/08	60,468.75	15,000,000.00	1.403	3.375	15,257,812.50
FHLB 4.75 12-9-11	4.750%	20,000,000.00	12/09/11		2.768	06/15/07	58,055.56	19,623,046.03		5.483	21,812,500.00
TVA 6.79 05-23-12	6.790%	9,309,000.00	05/23/12		3.087	02/19/08	66,719.67	10,238,111.81		3.517	10,686,527.20
FHLB 4.875 06-08-12	4.875%	5,000,000.00	06/08/12		3.202	02/19/08	15,572.92	5,207,563.78		3.529	5,485,937.50
FHLB 4.875 12-14-12	4.875%	15,000,000.00	12/14/12		3.644	02/12/08	34,531.25	15,701,775.37		3.548	16,382,812.50
FHLB 4.875 12-14-12	4.875%	20,000,000.00	12/14/12		3.644	02/12/08	46,041.67	20,935,700.47		3.548	21,843,750.00
FHLB 4.875 12-14-12	4.875%	14,000,000.00	12/14/12		3.644	02/13/08	32,229.17	14,679,567.47		3.500	15,290,625.00
FFCB 3.4 02-07-13	3.400%	25,000,000.00	02/07/13		3.809	02/14/08	340,000.00	24,825,501.91		3.591	25,906,250.00
FFCB 3.4 02-07-13	3.400%	20,000,000.00	02/07/13		3.808	02/20/08	272,000.00	19,704,982.98		3.806	20,725,000.00
FNMA 4.75 02-21-13	4.750%	15,000,000.00	02/21/13		3.750	06/03/08	257,291.67	15,389,269.84		4.053	16,307,812.50
FNMA 4.75 02-21-13	4.750%	10,000,000.00	02/21/13		3.749	06/05/08	171,527.78	10,241,726.82		4.100	10,871,875.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		3.861	03/12/08	243,263.89	20,189,743.59		3.624	21,118,750.00
FHLB 3.875 03-08-13	3.875%	20,000,000.00	03/08/13		3.862	03/24/08	243,263.89	20,299,663.20		3.481	21,118,750.00
FFCB 4.0 05-21-13	4.000%	10,000,000.00	05/21/13		4.051	06/03/08	44,444.44	9,961,763.21		4.097	10,634,375.00
FHLB 5.13 05-24-13	5.130%	30,000,000.00	05/24/13		3.984	06/04/08	158,175.00	31,345,769.24		3.994	33,309,375.00
Subtotal Agency Notes	4.657%	806,473,000.00	03/05/11		2.045		6,806,819.85	811,097,564.14		4.509	852,245,265.65
Municipal Bonds											
CHI 3.81 01-01-09	3.810%	3,000,000.00	01/01/09		0.003	08/21/06	57,150.00	3,000,000.00		5.311	3,000,000.00
CHI 5.025 01-01-09	5.025%	2,990,000.00	01/01/09		0.003	05/16/07	75,123.75	2,990,000.00		5.061	2,990,000.00
HOB 3.97 2-1-09	3.970%	2,860,000.00	02/01/09		0.088	07/20/06	47,309.17	2,856,529.39		5.550	2,859,742.60
INSBBK 3.15 02-01-09	3.150%	5,000,000.00	02/01/09		0.088	03/02/07	65,625.00	4,992,537.01		5.050	5,002,400.00
WAT 5.43 04-01-09	5.430%	125,000.00	04/01/09	04/01/09	0.249	08/01/05	1,696.87	125,000.00	2.687	4.805	125,840.00
PLK 4.1 06-01-09	4.100%	2,735,000.00	06/01/09		0.416	06/28/07	9,344.58	2,724,107.35		5.320	2,756,989.40
ILS 2.8 06-01-09	2.800%	2,300,000.00	06/01/09		0.416	05/12/08	5,366.67	2,297,883.57		3.070	2,303,795.00
GAS 6.4 7-1-09	6.400%	1,650,000.00	07/01/09		0.985	07/20/06	52,800.00	1,655,917.59		5.610	1,681,944.00
PHO 4.3 7-1-09	4.300%	1,500,000.00	07/01/09		0.989	10/04/06	32,250.00	1,495,431.63		4.956	1,516,020.00
HOWSCD 4.35 07-15-09	4.350%	1,025,000.00	07/15/09		0.528	03/22/05	20,559.79	1,024,345.70		4.480	1,035,147.50
WOO 5.11 07-15-09	5.110%	1,730,000.00	07/15/09		0.526	05/13/05	40,763.61	1,736,142.59		4.380	1,753,476.10
TULGEN 7.28 8-15-09	7.280%	2,100,000.00	08/15/09		0.605	08/30/06	57,754.67	2,124,504.97		5.230	2,152,017.00
NYC 4.5 08-15-09	4.500%	1,000,000.00	08/15/09		0.611	04/28/08	17,000.00	1,007,228.44		3.300	1,006,050.00
BRI 4 09-15-09	4.000%	1,625,000.00	09/15/09		0.696	06/06/07	19,138.89	1,610,783.07		5.330	1,626,137.50
BROAPT 6.4 10-01-09	6.400%	1,000,000.00	10/01/09		0.735	10/02/06	16,000.00	1,009,145.94		5.070	1,029,860.00
ORLUTL 3.92 10-01-09	3.920%	1,365,000.00	10/01/09		0.740	06/20/07	13,377.00	1,350,240.05		5.470	1,383,222.75
LASSCD 7.5 12-01-09	7.500%	965,000.00	12/01/09		0.899	05/12/06	6,031.25	979,689.21		5.480	980,295.25
COOSCD 5.25 12-01-09	5.250%	1,100,000.00	12/01/09		0.904	02/08/07	4,812.50	1,100,000.00		5.250	1,112,716.00
NYSDVE 4.39 12-15-09	4.390%	1,470,000.00	12/15/09		0.945	10/11/06	2,868.13	1,461,884.40		5.020	1,493,196.60
NYSDVE 4.39 12-15-09	4.390%	1,000,000.00	12/15/09		0.945	11/07/06	1,951.11	994,421.52		5.026	1,015,780.00
BERUTL 3.90 01-01-10	3.900%	785,000.00	01/01/10	01/01/09	1.471	01/26/05	15,307.50	785,000.00	3.900	3.900	791,853.05
OKADEV 8.5 1-1-29 pr	8.500%	5,000,000.00	01/01/10		1.441	05/19/06	177,083.33	5,138,967.74		5.400	5,295,950.00

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
BEMDEV 4.25 02-01-10	4.250%	5,000,000.00	02/01/10	02/01/09	1.052	01/25/08	88,541.67	5,000,000.00	3.088	4.250	5,004,600.00
NWK 3.662 04-01-10	3.662%	1,025,000.00	04/01/10		1.204	04/22/08	26,483.38	1,028,701.89		3.362	1,033,692.00
DOBIE 6.51 05-01-10	6.510%	1,015,000.00	05/01/10		1.287	10/11/06	11,012.75	1,034,762.00		4.900	1,038,254.67
OHS 3.75 05-01-10	3.750%	1,330,000.00	05/01/10		1.317	10/17/08	8,312.50	1,327,003.91		3.926	1,345,348.20
ILS 3.3 06-01-10	3.300%	1,000,000.00	06/01/10		1.393	04/11/08	2,750.00	1,003,840.83		3.000	1,008,190.00
ORS 4.375 06-01-10	4.375%	3,000,000.00	06/01/10		1.385	10/16/08	10,937.50	3,010,077.95		4.110	3,070,740.00
ILS 3.3 06-01-10	3.300%	1,645,000.00	06/01/10		1.392	10/17/08	4,523.75	1,632,273.69		3.900	1,658,472.55
FFLGEN 8 7-1-28 prer	8.000%	1,150,000.00	07/01/10	07/01/10	1.891	04/13/06	46,000.00	1,193,805.91	3.053	5.166	1,243,782.50
FFLGEN 8 7-1-28 prer	8.000%	500,000.00	07/01/10	07/01/10	1.891	01/11/07	20,000.00	522,016.88	3.053	4.779	540,775.00
TXS 5.75 8-1-10	5.750%	1,500,000.00	08/01/10		1.503	11/04/08	35,937.50	1,551,313.63		3.500	1,563,210.00
JER 4.11 09-01-10	4.110%	1,005,000.00	09/01/10		1.607	12/08/06	13,768.50	996,002.10		4.700	1,024,949.25
MEN 5.60 09-01-10	5.600%	5,000,000.00	09/01/10	09/01/09	1.587	10/22/07	93,333.33	5,035,772.59	3.445	5.129	5,070,150.00
MAD 4.30 10-01-10	4.300%	880,000.00	10/01/10	10/01/09	1.688	10/18/05	9,460.00	879,717.04	2.405	4.320	900,380.80
WILSCD 5.375 10-01-1	5.375%	1,550,000.00	10/01/10		1.673	03/15/07	20,828.13	1,554,752.40		5.180	1,612,015.50
ALT 3.74 10-01-10	3.740%	1,640,000.00	10/01/10		1.695	08/30/07	15,334.00	1,603,498.54		5.130	1,628,438.00
ERI 4.94 11-1-10	4.940%	8,400,000.00	11/01/10		1.762	12/14/06	69,160.00	8,390,197.79		5.009	8,588,664.00
MAN 4.125 12-01-10	4.125%	3,250,000.00	12/01/10		1.857	11/13/08	11,171.88	3,296,839.54		3.320	3,360,987.50
PEOSCD 0 01-01-11	0.000%	1,930,000.00	01/01/11		2.001	05/18/07	0.00	1,756,746.96		5.177	1,599,024.30
MAY 6.75 01-01-11	6.750%	1,325,000.00	01/01/11	01/01/09	2.344	10/02/07	44,718.75	1,345,834.55	6.366	5.871	1,330,671.00
UNC 4.3 01-01-11 Sin	4.300%	975,000.00	01/01/11	01/01/09	2.396	10/15/07	20,962.50	967,409.16	4.161	4.722	976,989.00
HOB 4.76 02-01-11	4.760%	1,960,000.00	02/01/11		1.969	07/20/07	38,873.33	1,933,202.30		5.490	1,957,256.00
OHS 4.15 05-01-11	4.150%	1,000,000.00	05/01/11		2.257	08/19/08	6,916.67	1,000,000.00		4.150	1,018,570.00
ORSGEN 5.197 06-01-1	5.197%	1,070,000.00	06/01/11		2.293	08/17/07	4,633.99	1,069,426.01		5.220	1,115,228.90
ORS 4.605 06-01-11	4.605%	7,000,000.00	06/01/11		2.308	02/21/08	26,862.50	7,167,330.52		3.511	7,278,180.00
SFO 5.0 06-15-11	5.000%	1,450,000.00	06/15/11		2.339	05/29/08	3,222.22	1,496,102.71		3.620	1,494,268.50
STNPWR 3.76 07-01-08	3.760%	4,550,000.00	07/01/11		2.865	02/11/08	85,540.00	4,571,503.62		3.552	4,590,859.00
DOVPWR 4.6 07-01-11	4.600%	1,000,000.00	07/01/11	7/1/2010	2.838	04/15/08	23,000.00	1,015,711.57	3.411	3.825	1,017,240.00
LONFAC 7.24 9-1-11	7.240%	1,135,000.00	09/01/11		2.427	11/05/08	27,391.33	1,211,969.09		4.500	1,245,197.15
ALT 3.98 10-01-11	3.980%	1,800,000.00	10/01/11		2.605	08/21/07	17,910.00	1,747,045.73		5.180	1,804,536.00
WTA 5.4 10-01-11	5.400%	2,030,000.00	10/01/11	10/01/09	2.562	01/10/08	27,405.00	2,051,844.57	3.436	4.586	2,059,150.80
ROBUTL 8.45 11-15-11	8.450%	935,000.00	11/15/11	05/15/09	2.592	10/02/07	10,179.90	975,347.00	-0.302	6.702	1,063,609.25
MAN 5.375 12-01-11	5.375%	1,000,000.00	12/01/11		2.732	11/17/08	4,479.17	1,047,758.69		3.630	1,073,890.00
PEOSCD 0 01-01-12	0.000%	2,000,000.00	01/01/12		3.001	08/29/07	0.00	1,719,152.49		5.309	1,494,020.00
CHI 5.25 01-01-12	5.250%	4,000,000.00	01/01/12		3.250	01/25/08	105,000.00	4,172,760.46		3.647	4,140,520.00
MES 5.05 01-15-12	5.050%	1,085,000.00	01/15/12		2.797	11/10/08	25,265.43	1,124,206.95		3.775	1,124,027.45
NWK 4.504 04-01-12	4.504%	1,200,000.00	04/01/12		2.883	04/22/08	38,133.87	1,207,212.92		4.301	1,209,060.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		3.136	04/29/08	6,583.33	998,468.79		4.000	1,005,780.00
MIS 3.95 05-01-12	3.950%	1,000,000.00	05/01/12		3.137	04/29/08	6,583.33	1,005,517.36		3.770	1,005,780.00
OHS 4.55 05-01-12	4.550%	1,000,000.00	05/01/12		3.146	08/19/08	7,583.33	1,000,243.25		4.544	1,025,960.00
KSSDEV 4.372 05-01-1	4.372%	2,600,000.00	05/01/12		3.118	10/10/08	18,945.33	2,633,733.01		3.950	2,667,080.00
PAL 5.735 06-01-12	5.735%	3,515,000.00	06/01/12		3.148	03/06/08	16,798.77	3,741,662.21		3.630	3,771,841.05
ILS 3.75 6-1-12	3.750%	4,955,000.00	06/01/12		3.229	09/16/08	15,484.38	4,927,948.52		3.926	4,987,950.75
STNPWR 4.05 07-01-12	4.050%	4,875,000.00	07/01/12		3.733	02/06/08	98,718.75	4,882,419.14		4.002	4,871,831.25
WAS 5.6 07-01-12	5.600%	5,000,000.00	07/01/12		3.653	11/17/08	140,000.00	5,304,081.29		3.725	5,420,350.00
MONHGR 4.24 08-01-12	4.240%	1,000,000.00	08/01/12		3.304	01/24/08	17,666.67	1,000,000.00		4.240	1,017,540.00
SCRGEN 5.556 08-01-1	5.556%	1,000,000.00	08/01/12		3.223	11/03/08	23,150.00	991,195.85		5.830	1,030,110.00
NYC 4.5 9-1-12	4.500%	4,400,000.00	09/01/12		3.375	09/16/08	66,000.00	4,470,837.21		4.020	4,329,996.00
DUPSCD 4.0 10-01-12	4.000%	1,255,000.00	10/01/12		3.486	03/31/08	12,550.00	1,255,000.00		4.000	1,264,475.25
MAN 5.375 12-01-12	5.375%	1,000,000.00	12/01/12		3.580	11/17/08	4,479.17	1,055,924.83		3.820	1,038,200.00
PAS 4.76 02-15-13	4.760%	1,825,000.00	02/15/13	02/15/09	3.735	03/28/08	32,817.56	1,890,356.81	3.633	3.799	1,872,121.50
NWK 4.654 04-01-13	4.654%	1,000,000.00	04/01/13		3.630	04/22/08	32,836.56	1,009,580.76		4.401	1,007,350.00
MIS 4.16 05-01-13	4.160%	1,000,000.00	05/01/13		3.986	05/01/08	6,933.33	1,009,360.00		3.920	1,013,670.00
KSSDEV 4.522 05-01-1	4.522%	3,840,000.00	05/01/13		3.954	10/15/08	28,940.80	3,813,526.54		4.700	3,924,326.40
WAS 5.625 07-01-13	5.625%	5,000,000.00	07/01/13		4.449	11/20/08	140,625.00	5,298,934.38		4.150	5,413,450.00
TXS 6.0 08-01-13	6.000%	1,010,000.00	08/01/13		3.999	11/13/08	25,250.00	1,070,260.96		4.537	1,088,749.70

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
GAS 5.15 03-01-16	5.150%	5,000,000.00	03/01/16	03/01/09	6.011	11/25/08	85,833.33	5,205,877.30	4.358	4.470	5,143,450.00
Subtotal Municipal Bonds	4.850%	169,935,000.00	04/18/11		2.033		2,525,143.01	171,665,830.37		4.449	173,097,391.97
Money Market Mutual Funds											
TexStar960 Cash Rese	1.358%	246,739,372.87	02/16/09		0.129	06/04/07	46.62	246,739,372.87		1.358	246,739,372.87
CHASE MONEY MARKET F	0.904%	0.00	01/01/09		0.000	02/01/08	1,283.29	0.00		0.904	0.00
REPO- TexStar	1.231%	64,001,175.23	01/06/09		0.016	12/22/08	0.73	64,001,175.23		1.231	64,001,175.23
Subtotal Money Market Mutual Fur	1.332%	310,740,548.10	02/07/09		0.106		1,330.64	310,740,548.10		1.332	310,740,548.10
Reverse Repurchase Agreements											
RR T 3.5 8-15-09	0.300%	(31,607,142.86)	01/06/09		0.016	12/22/08	(2,633.93)	(31,607,142.86)		0.300	(31,607,142.86)
RR T 6.0 8-15-09	0.300%	(32,372,448.98)	01/06/09		0.016	12/22/08	(2,697.70)	(32,372,448.98)		0.300	(32,372,448.98)
RR T 4.5 4-30-09	0.350%	(26,052,295.92)	01/15/09		0.041	12/15/08	(4,305.87)	(26,052,295.92)		0.350	(26,052,295.92)
RR T 3.0 02-15-09	0.250%	(20,714,285.71)	01/21/09		0.057	12/19/08	(1,870.04)	(20,714,285.71)		0.250	(20,714,285.71)
RR T 4.875 05-15-09	0.350%	(26,084,183.67)	01/22/09		0.060	12/23/08	(2,282.37)	(26,084,183.67)		0.350	(26,084,183.67)
Subtotal Reverse Repurchase Agr	0.312%	(136,830,357.14)	01/13/09		0.035		(13,789.91)	(136,830,357.14)		0.311	(136,830,357.14)
TOTAL FUND 9900 (960)	4.262%	2,005,042,922.39	06/27/10		1.407		15,454,862.33	2,016,277,654.69		3.751	2,070,317,113.59

**INVESTMENT BY SECTOR AND MATURITY - TAX EXEMPT FUND 9901 (971)
AS OF DECEMBER 31, 2008**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Money Market Mutual Funds											
FIDELITY TAX FREE MO	0.774%	17,261,080.36	02/02/09		0.090	07/01/99	6,619.84	17,261,080.36		0.773	17,261,080.36
Subtotal Money Market Mutual Fur	0.774%	17,261,080.36	02/02/09		0.090		6,619.84	17,261,080.36		0.773	17,261,080.36
TOTAL FUND 9901 (971)	0.774%	17,261,080.36	02/02/09		0.090		6,619.84	17,261,080.36		0.773	17,261,080.36

**INVESTMENT BY SECTOR AND MATURITY - HOUSING DEPARTMENT SECTION 108 FUND 9902 (974)
AS OF DECEMBER 31, 2008**

Description	Coupon	Par Value	Maturity Date	Call Date	Mod DTW	Purchase Date	Accrued Interest	Book Value	YTC	Current Yield	Market Value
Treasury Bills											
B 1.1 01-02-09	1.100%	4,430,000.00	01/02/09		0.005	10/21/08	0.00	4,429,864.64		1.102	4,430,000.00
Subtotal Treasury Bills	1.100%	4,430,000.00	01/02/09		0.005		0.00	4,429,864.64		1.102	4,430,000.00
TOTAL FUND 9902 (974)	1.100%	4,430,000.00	01/02/09		0.005		0.00	4,429,864.64		1.102	4,430,000.00
GRAND TOTALS	4.225%	2,026,734,002.75	06/21/10		1.393		15,461,482.17	2,037,968,599.69		3.720	2,092,008,193.95