

**Orange County Treasurer-Tax Collector
Noncompliance Report Summary
For the Month Ended October 31, 2007**

During October The County, Educational, John Wayne Airport, and Children and Families Commission Investment pools were all free of noncompliance incidents. Although certain Investment Policy Statement (IPS) guidelines were temporarily exceeded during the month in both the County and Educational Pools, the Treasurer believes they did not cause any material impact of a negative nature.

Technical Incident

The percentage of portfolio holdings for certificates of deposit exceeded 30% of the market value of the portfolio:

- 10-31 A reduction in the Pool's total assets increased the holdings of certificates of deposit to 31.68% of the market value of the portfolio. The Treasurer expects this to clear when pool balances increase sufficiently or upon the maturities of certificates of deposit holdings on November 14. This will bring the percentage of portfolio holdings in certificates of deposit back within IPS limits.

ORANGE COUNTY TREASURER-TAX COLLECTOR
INVESTMENT POLICY COMPLIANCE
October 31, 2007

Investment Policy Guidelines		Orange County Investment Pool		Orange County Educational Investment Pool - MMF		John Wayne Airport Investment Pool	
Percent of Portfolio (See Notes)	Investment Type	Market Value of Investments	Percent of Portfolio	Market Value of Investments	Percent of Portfolio	Market Value of Investments	Percent of Portfolio
100%	U.S. Treasuries	\$ -	-	\$ -	-	\$ -	-
40%	Bankers' Acceptances	-	-	-	-	-	-
30%	Negotiable Certificates of Deposit	411,527,334	9.83%	536,987,403	31.68%	12,001,816	21.39%
45%	Commercial Paper	718,419,549	17.17%	709,393,194	41.86%	21,880,556	39.00%
100%	U.S. Government Agencies	1,574,964,491	37.63%	99,904,714	5.89%	12,931,634	23.05%
20%	Money Market Funds	25,831,927	0.62%	21,870,540	1.29%	7,284,493	12.99%
30%	Medium-Term Notes	1,164,997,755	27.83%	195,696,030	11.55%	2,000,000	3.57%
50%	Repurchase Agreements	200,000,000	4.78%	75,000,000	4.43%	-	-
10%	Municipal Debt	89,672,164	2.14%	55,917,492	3.30%	-	-
10%	Receivable-Backed Securities	-	-	-	-	-	-
		\$ 4,185,413,220	100.00%	\$ 1,694,769,373	100.00%	\$ 56,098,499	100.00%

Compliance Category (Yes/No)	Money Market Fund	Extended Fund	Orange County Educational Investment Pool - MMF		John Wayne Airport Investment Pool	
Percentage Limits	Yes		Yes		Yes	
Maturity Limits	Yes	Yes	Yes		Yes	
Quality Limits	Yes		Yes		Yes	
Net Asset Value Limits	Yes		Yes		Yes	

- Notes: (1) The Money Market Fund (MMF) is authorized to purchase an additional 5-percent of its total assets in any authorized investment type, except commercial paper, for a period not to exceed 30 business days.
- (2) Commercial paper holdings in the Money Market Fund may increase up to 50 percent of the total assets if the portfolio's month-end weighted average credit rating (WACR) remains at AA- or higher.
- (3) The Money Market Fund (MMF) is authorized to purchase up to 12.5 percent of its total assets in any authorized issuer for a period not to exceed 3 business days.