ORANGE COUNTY TREASURER-TAX COLLECTOR
INVESTMENT POLICY COMPLIANCE
January 31, 2006

Investment Policy Guidelines		Orange County Investment Pool		Orange County Educational Investment Pool		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	-	-	$22,840,426	1.02%	-	-
30%	Negotiable Certificates of Deposit	$687,844,346	20.24%	447,847,439	20.08%	$11,495,160	22.46%
45%	Commercial Paper	496,342,305	14.60%	988,200,248	44.32%	22,392,441	43.75%
100%	U.S. Government Agencies	1,418,278,383	41.73%	433,171,295	19.43%	11,293,141	22.06%
20%	Money Market Funds	22,834,219	0.67%	34,652,526	1.55%	6,002,355	11.73%
30%	Medium-Term Notes	502,182,499	14.78%	198,159,991	8.89%	-	-
50%	Repurchase Agreements	165,000,000	4.86%	105,000,000	4.71%	-	-
10%	Municipal Debt	105,990,520	3.12%				
10%	Receivable-Backed Securities	-	-	-	-	-	-
		$3,398,472,272	100.00%	$2,229,871,926	100.00%	$51,183,095	100.00%

Compliance Category (Yes/No)	Money Market Fund	Extended Fund	Orange County Educational Investment Pool		John Wayne Airport Investment Pool	
Percentage Limits	*Yes*		*No*		*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 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.

Orange County Treasurer-Tax Collector
Noncompliance Report Summary
For the Month Ended January 31, 2006

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

Educational Investment Pool

The percentage of overall portfolio holdings for a single issuer exceeded 5 percent of the market value of the portfolio:

01-18 A purchase of $40 million of commercial paper on January 18, 2006 increased holdings of L'oreal USA Inc. to 5.02% of the market value of the portfolio. The following business day the portfolio increased to bring the percentage of overall holdings for a single issuer back within IPS limits. The Treasurer decided to hold this security until its maturity on January 26, 2006.

This deficiency was a result of an incorrect holiday table in the software program that imports trades into our Treasury Management System. The system imported duplicate trades for our repurchase agreement with Greenwich on January 17 that matured on January 18. The duplicate maturity was not detected, overstated our cash available to invest, and allowed our investment officer to purchase a security without limitation by our pre-trade compliance. After discovering the error late in the morning of January 18, a repurchase agreement trade was cancelled to correct the overstated cash balance. The cancellation of this trade decreased the total portfolio and revealed the resulting noncompliance deficiency. Our Information Systems staff changed their procedures for updating holiday tables and we expect this correction to eliminate future incidents of this type.

Technical Incidents

Issues regarding technical incidents are reported as follows:

County Investment Pool

The percentage of overall portfolio holdings for a single issuer exceeded 5 percent of the market value of the portfolio:

01-19 A reduction in the Pool's total assets on January 19, 2006 increased the holdings of CIT Group Inc. to 5.15% of the market value of the portfolio. The Treasurer has decided to hold this security until its maturity on February 17, 2006. This will bring the percentage of overall holdings for a single issuer back within IPS limits.

01-19 This same reduction increased the holdings of First Tennessee Bank to 5.29% of the market value of the portfolio. The Treasurer has decided to hold this security until its maturity on February 9, 2006. This will bring the percentage of overall holdings for a single issuer back within IPS limits.