

**ORANGE COUNTY TREASURER-TAX COLLECTOR
INVESTMENT POLICY COMPLIANCE
August 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	-	-	-	-	-	-
30%	Negotiable Certificates of Deposit	594,974,105	16.95%	619,792,195	30.45%	11,989,833	22.85%
45%	Commercial Paper	611,274,382	17.41%	956,435,747	46.98%	21,103,955	40.22%
100%	U.S. Government Agencies	1,531,222,345	43.62%	124,811,135	6.13%	3,995,628	7.62%
20%	Money Market Funds	23,671,401	0.67%	10,841,768	0.53%	6,100,221	11.62%
30%	Medium-Term Notes	485,134,555	13.82%	233,922,004	11.49%	9,279,303	17.69%
50%	Repurchase Agreements	165,000,000	4.70%	90,000,000	4.42%	-	-
10%	Municipal Debt	99,491,877	2.83%	-	-	-	-
10%	Receivable-Backed Securities	-	-	-	-	-	-
		\$ 3,510,768,665	100.00%	\$ 2,035,802,849	100.00%	\$ 52,468,939	100.00%

Compliance Category (Yes/No)	Money Market Fund	Extended Fund	Orange County Educational Investment Pool		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 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 August 31, 2006**

During August the County, Educational, John Wayne Airport, and Children and Families Commission Investment pools all were 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

Educational Investment Pool

08-31 A reduction in the Educational Investment Pool Money Market Fund's total assets on August 31, 2006 increased the percentage of negotiable certificates of deposit to 30.44% of the total portfolio. On September 8, 2006, certain holdings of Societe Generale will mature bringing the percentage of negotiable certificates of deposit back within IPS limits.