ORANGE COUNTY TREASURER-TAX COLLECTOR INVESTMENT POLICY COMPLIANCE October 31, 2004

Investment Policy Guidelines		Orange County Investment Pool		Orange County Educational Investment Pool		John Wayne Airport Investment Pool	
Percent of		Market Value of	Percent of	Market Value of	Percent of	Market Value of	Percent of
Portfolio	Investment Type	Investments	Portfolio	Investments	Portfolio	Investments	Portfolio
100%	U.S. Treasuries	-	-	-	-	\$1,996,250	
100%	U.S. Government Agencies	\$1,198,445,911	38.15%	\$417,044,777	23.40%		38.50%
40%	Commercial Paper	694,438,745	22.11%	624,375,278	35.04%		38.19%
50%	Repurchase Agreements	155,000,000	4.93%	85,000,000	4.77%	-	-
30%	Negotiable Certificates of Deposit	500,500,444	15.93%	269,964,780	15.15%	6,999,485	15.79%
20%	Money Market Funds	4,120,972	0.13%	3,737,571	0.21%	1,337,717	3.02%
40%	Bankers' Acceptances	9,965,380	0.32%	39,819,940	2.24%	-	-
10%	State & Local Agency Obligations	-	-	-	-	-	-
10%	Receivable-Backed Securities	-	-	-	-	-	-
30%	Medium-Term Notes	579,119,336	18.43%	341,976,830	19.19%	-	-
		\$3,141,590,788	100.00%	\$1,781,919,176	100.00%	\$44,344,463	100.00%

Compliance Category (Yes/No)	Money Market Fund (Fund #692)	Extended Fund (Fund #699)	Orange County E	John Wayne Investment	•
Percentage Limits	Yes		Yes	Yes	
Maturity Limits	Yes	Yes	Yes	Yes	
Quality Limits	Yes		Yes	Yes	
Net Asset Value Limits	Yes		Yes	Yes	

Orange County Treasurer-Tax Collector Noncompliance Report Summary For the Month Ended October 31, 2004

During October the County, Educational, and John Wayne Airport Investment pools all 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.

Technical Incidents

Issues regarding technical incidents are reported as follows:

Credit Watch-Negative

On September 30, 2004 Fitch and Moody's placed their respective long-term senior unsecured debt ratings for Merck & Co. Inc. on credit watch negative. The short-term ratings were affirmed. The Merck (MRK) securities were purchased before the rating actions and are considered technical incidents.

	Instrument	Maturity			Credit Watcl	1
Investment Pool	Type	Date	Face Amount	% of Portfolio	Negative	ST/LT Ratings
County	MTN	2/22/2005	\$50,700,000	2.59%	Moody's	P1/Aaa *-
					Fitch	F1+/AAA*-
Educational	MTN	2/22/2005	50,000,000	2.90%	Moody's	P1/Aaa *-
					Fitch	F1+/AAA*-
		Total	\$100,700,000	 -		

^{*} Credit Watch.