



52nd ANNUAL REPORT

FISCAL YEAR 2007-2008

POOLED MONEY

INVESTMENT

BOARD

BILL LOCKYER
State Treasurer and Chairman

Preface

Pooled Money Investment Board

The Pooled Money Investment Board (PMIB), created by the Legislature in 1955, is comprised of the State Treasurer, as chairman; the State Controller and the Director of Finance. At the end of 2007-08, the members were Bill Lockyer, Treasurer; John Chiang, Controller; and Michael C. Genest, Director of Finance.

The purpose of the Board is to design and administer an effective cash management and investment program, called the Pooled Money Investment Account (PMIA). The PMIA uses all monies flowing through the Treasurer's bank accounts and keeps all available funds invested consistent with the goals of safety, liquidity and yield.

The law restricts the Treasurer to investments in the following categories: U.S. government securities; securities of federally-sponsored agencies; domestic corporate bonds; interest-bearing time deposits in California banks, savings and loan associations, and credit unions; prime-rated commercial paper; repurchase and reverse repurchase agreements; security loans; banker's acceptances; negotiable certificates of deposit; and loans to various bond funds. Subsequent sections of this report deal individually with the demand account and investment programs for which the Board has oversight responsibilities, and which the Treasurer directly administers.

During 2007-08, the PMIA's earnings totaled \$2.746 billion. Approximately \$936 million of this amount was credited to units of local government as a result of their deposits in our investment pool. The level of local governments' voluntary investment, which averaged \$21.807 billion, reflects the confidence these agencies have in our investment management capabilities. The magnitude of these investment earnings provide a significant reduction in the tax burden that otherwise would have been imposed on the citizens of California.

Pooled Money Investment Board
52nd Annual Report
Fiscal Year 2007-2008
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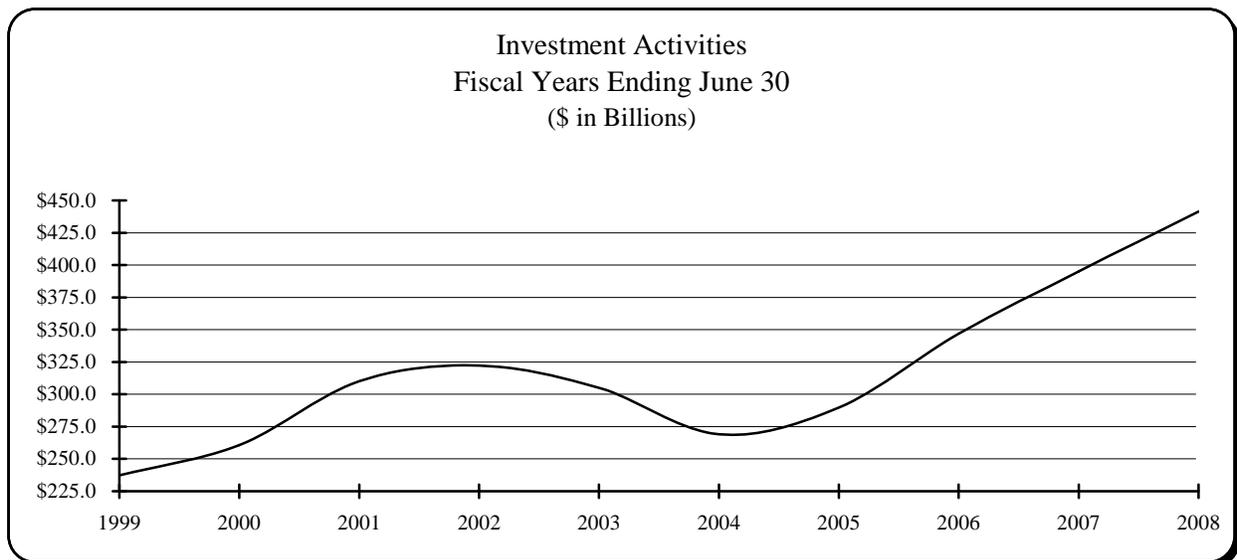
Overview

The Year in Review

Average Daily Portfolio	\$ 63,479,512,961
Earnings	\$2,745,747,112
Effective Yield	4.32%

Investment Activity for Fiscal Years Ending June 30 (\$ in Billions)

Fiscal Year	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Amount	\$237.3	\$260.6	\$310.2	\$322.3	\$305.1	\$269.1	\$289.8	\$346.8	\$395.0	\$441.5
Transactions	5,804	6,447	7,889	8,025	7,524	6,630	6,961	8,242	9,448	10,528



Source: State Treasurer's Office, Investment Division

2007-08 Investment Market Conditions

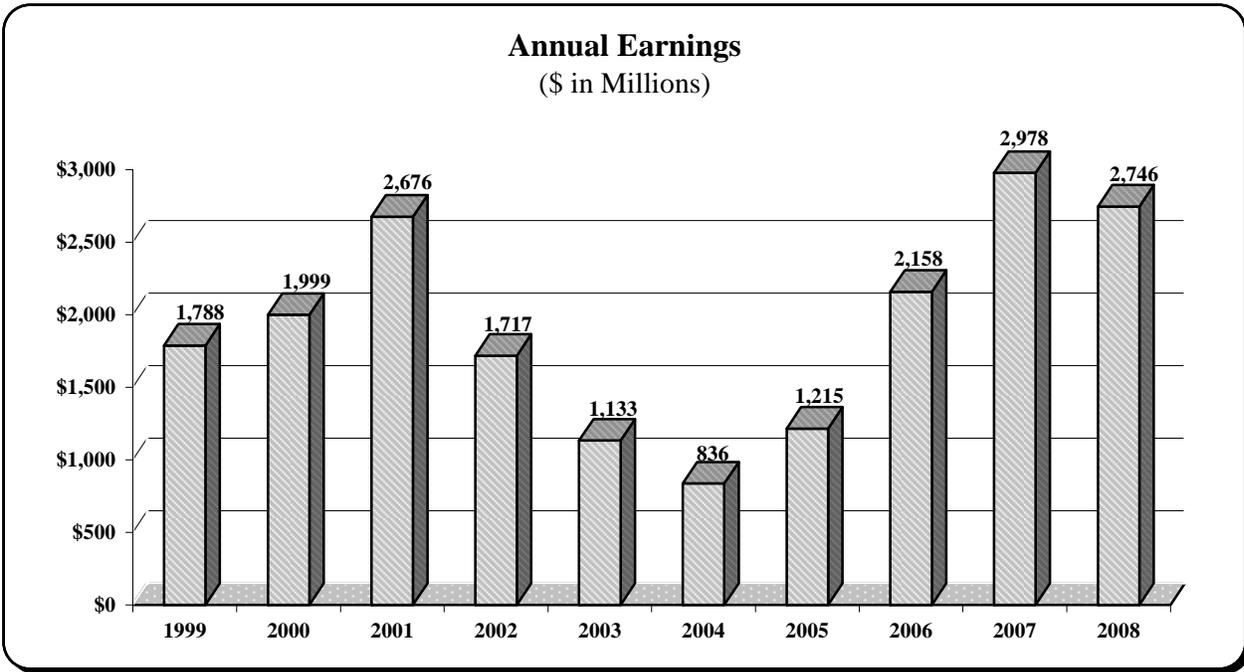
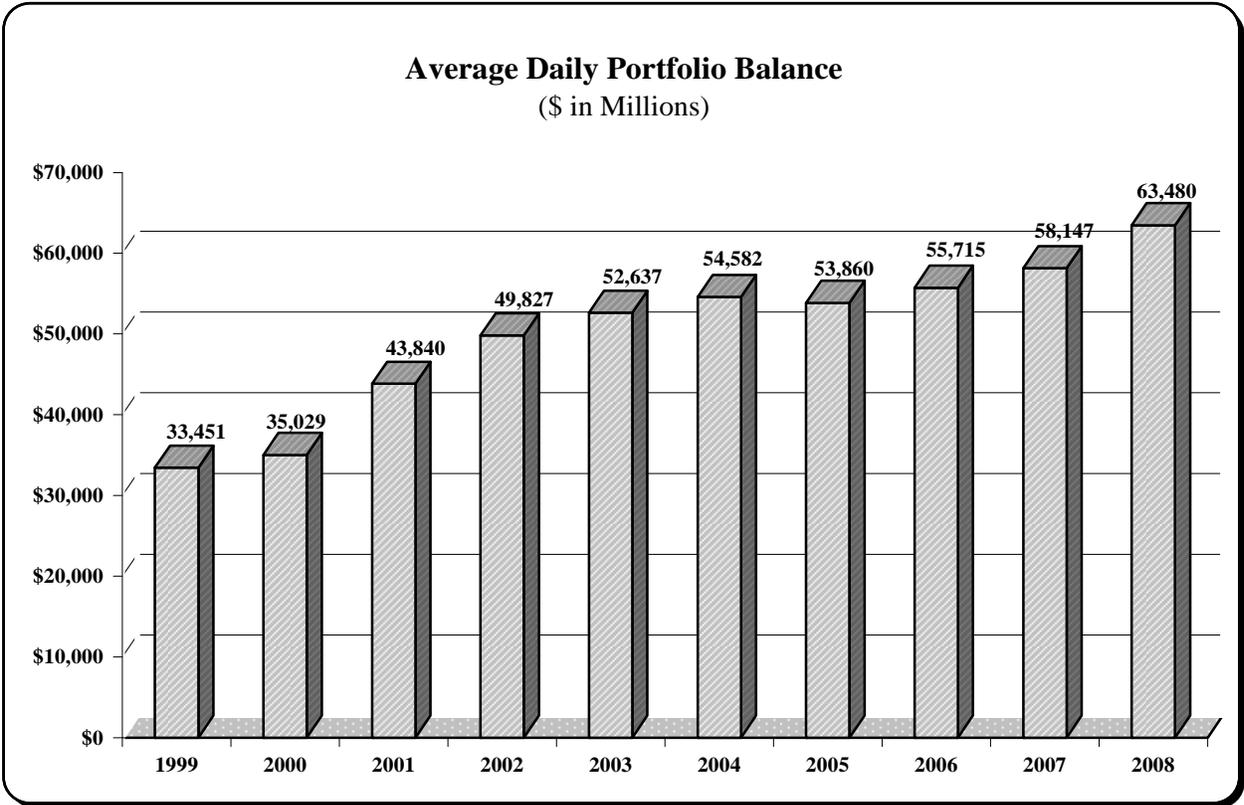
To indicate prevailing market conditions during 2007-08, the following table shows monthly money market rates, as computed from daily closing bid prices. The information was obtained from the Federal Reserve Statistical Release.

Monthly Yield on Money Market Securities (Yield in Percent per Year)

Month	Federal Funds	90-Day Finance Company Commercial Paper	90-Day Certificate of Deposits	3-Month Treasuries	6-Month Treasuries	1-Year Treasuries	3-Year Treasuries
July 2007	5.26	5.25	5.32	4.96	5.04	4.96	4.82
August	5.02	5.30	5.49	4.32	4.55	4.47	4.34
September	4.94	5.19	5.46	3.99	4.20	4.14	4.06
October	4.76	4.91	5.08	4.00	4.16	4.10	4.01
November	4.49	4.75	4.97	3.35	3.58	3.50	3.35
December	4.24	4.76	5.02	3.07	3.34	3.26	3.13
January 2008	3.94	3.70	3.84	2.82	2.84	2.71	2.51
February	2.98	3.03	3.06	2.17	2.10	2.05	2.19
March	2.61	2.70	2.79	1.28	1.51	1.54	1.80
April	2.28	2.72	2.85	1.31	1.58	1.74	2.23
May	1.98	2.61	2.66	1.76	1.86	2.06	2.69
June	2.00	2.70	2.76	1.89	2.19	2.42	3.08
2007-2008 Average	3.71	3.97	4.11	2.91	3.08	3.08	3.18
2006-2007 Average	5.25	5.01	5.25	5.34	5.11	5.01	4.74
Increase-(Decrease)	-1.54	-1.04	-1.14	-2.43	-2.03	-1.93	-1.56

Note: Yields on Treasury nominal securities at "constant maturity" are interpolated by the U.S. Treasury from the daily yield curve for non-inflation-indexed Treasury securities. This curve, which relates the yield on a security to its time to maturity, is based on the closing market bid yields on actively traded Treasury securities in the over-the-counter market. These market yields are calculated from composites of quotations obtained by the Federal Reserve Bank of New York. The constant maturity yield values are read from the yield curve at fixed maturities, currently 1, 3, and 6 months and 1, 2, 3, 5, 7, 10, 20, and 30 years. This method provides a yield for a 10-year maturity, for example, even if no outstanding security has exactly 10 years remaining to maturity. The 90-day Commercial Paper is quoted on a discount basis.

Comparisons of Portfolio Balance and Earnings for Fiscal Years Ending June 30 1999 through 2008



Source: State Treasurer’s Office, Investment Division

Pooled Money Investment Account

Summary Statistics

Resources	\$	64,099.5	million per day on the average
Demand Accounts.....	\$	620.0	million per day on the average
Portfolio.....	\$	63,479.5	million per day on the average
Earnings	\$	2,376.7	million from security investments
		329.2	million from bank time deposits
		39.9	million from General Fund loans
Earning Rate		4.32	percent average for all investments
Dollar Value of Investment Transactions	\$	441.5	billion
Number of Investment Transactions		10,528	transactions
Time Deposits		109	banks, credit unions and savings banks held PMIA money at year-end

Source: State Treasurer's Office, Investment Division

Resources of the PMIA averaged \$64,099,483,961 per day during the fiscal year although the daily figures fluctuated widely with receipts and disbursements. The high point for the year occurred on June 27, 2008, when the total reached \$79,042,679,190. Resources for the account were lowest on September 12, 2007, when balances totaled \$55,644,852,887.

A breakdown of an average day's resources during the fiscal year shows the following: \$620.0 million in non-interest-bearing bank accounts; \$54.359 billion in securities and General Fund Loans; and \$9.121 billion in interest-bearing time deposits.

On the closing day of the fiscal year, the following resources were on hand in the PMIA:

Demand deposit balances	\$ 872,085,411
Time deposit balances	9,393,500,000
Securities	<u>60,561,886,487</u>
Total Resources	\$70,827,471,898

Demand Account Program

Investments of the PMIA are made from monies flowing through the Treasurer's demand (non-interest-bearing) bank accounts maintained in seven banks that serve as State depositories. As of June 30, 2008, the seven depository banks were: Bank of America, Union Bank of California, Bank of the West, U.S. Bank, Wells Fargo Bank, Westamerica Bank, and Citibank. A small portion of these deposits must remain in the accounts as compensating balances, which consist of: (1) a balance for uncollected funds and (2) a balance for banking services. Uncollected funds represent the total dollar amount of checks deposited by the State for which the banks give immediate credit, but for which the banks do not receive good funds until these checks are presented to the banks on which they are drawn. The State allows the banks an average balance for uncollected funds equivalent to 1.3 calendar days on all checks deposited other than cashier's checks and checks deposited under the presort deposit program.

All amounts in excess of these compensating balances are promptly invested by the Treasurer. Intensive and expert analysis of receipts and disbursement data is used daily to estimate the State's rapidly shifting cash position in order to determine exactly how much money is available for investment. This results in maximum earnings consistent with prudent management.

Under the presort deposit program, the major revenue collecting agencies sort their checks by the seven State depository banks and then deposit them directly into the banks on which they are drawn, thus avoiding the need for providing bank balances for uncollected funds. The remaining miscellaneous checks (drawn on non-State depository banks) are deposited into the State depository bank that holds the miscellaneous sort contract. Currently, Union Bank of California has the contract and receives bank balances equivalent to 1.1 calendar days for the amount of such deposits.

The balances allowed for banking services represent compensation for handling 312,706 bank deposits, 52.6 million checks deposited, 318,930 dishonored checks, \$845.5 million in currency deposited, \$8.4 million in coin deposited, and 120.5 million warrants paid.

Compensating balances are determined by a formula, which accounts for the estimated volume of each service item as well as its unit cost. The rate schedule for the compensating balance formula is determined through annual negotiations with the State's depository banks and the cost for any particular service may be raised or lowered as conditions warrant. Adjustments for the difference between actual and estimated workload for any fiscal year are made in the following fiscal year. The State made no changes in the rate schedule for banking services for 2007-08.

In addition to the rates shown below, the State agreed to include the costs of account reconciliation and electronic funds transfer (EFT) services within the compensating balance formula starting in 1991-92. The costs for these two services are paid (with balances) on a lagged, actual basis when billed by each bank. During 2007-08, a total of \$98.0 billion was collected under the EFT contract and approximately \$2.1 trillion flowed in and out of the State Treasurer's demand accounts.

The following schedule shows the approved rates, actual volume, and total costs for banking services for 2007-08:

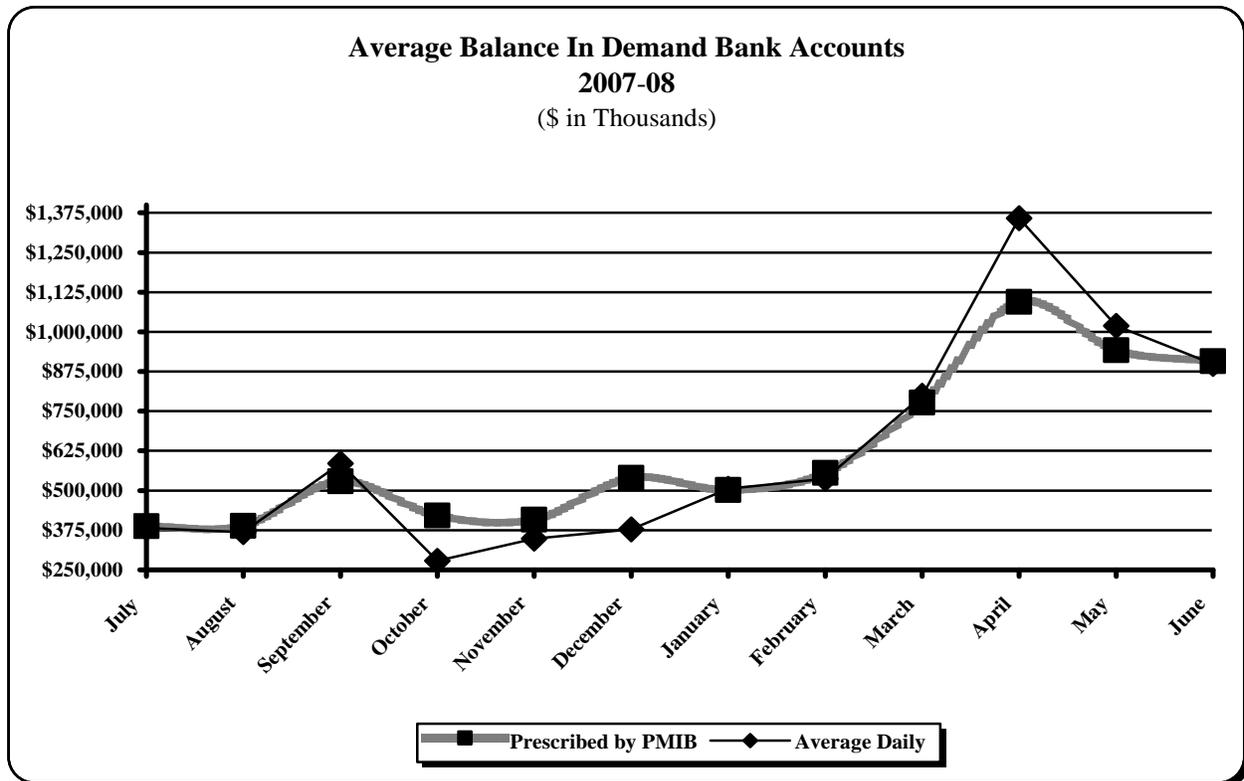
Schedule of Banking Services 2007-08 Fiscal Year

Banking Service	Approved Charges	Actual Volume	Actual Cost
Encoded Checks Deposited - On Us			
"On Us"	\$0.04	16,300,070	\$652,003
"Other"	0.053	20,850,407	1,105,072
Non Encoded Checks	0.09	15,486,531	1,393,788
Warrants	0.01	120,525,328	1,205,253
Checks Paid	0.12	560	67
Dishonored Checks	2.75	318,930	877,058
Regular Deposits	1.40	200,255	280,357
Split Bag Deposits	0.55	112,451	61,848
Coin	0.01100	8,406,273	92,469
Currency	0.00105	845,493,814	887,769
Account Maintenance (ZBA's)	15.00	2,744	41,160
Account Maintenance (Demand & LAIF)	55.00	36	1,980
Daily Statements	6.00	1,558	9,348
Direct Billed Services			583,087
Subtotal Non-EFT Contract Services			<u>\$7,191,259</u>
EFT Contract Services (Direct Billed)			
ACH Credit/Debit	\$0.5985	6,135,230	\$3,671,935
Direct Debit	0.03	2,660,531	79,816
Other transactions	Various	136,992	156,758
Subtotal EFT Contract Services			<u>\$3,908,509</u>
Total Banking Services			\$11,099,768

Source: State Treasurer's Office, Cash Management Division

Average Daily Balance in Demand Bank Accounts 2007-08 (\$ in Thousands)

Month	Bank Balance Required for Banking Services	Bank Balance Required for Uncollected Funds	Less Net Delayed Deposit Credit	Bank Balance Prescribed by PMIB	Actual Average Daily Bank Balance
July 2007	\$263,395	\$128,117	\$3,533	\$387,979	\$381,953
August	249,284	143,327	4,446	388,165	369,350
September	326,532	206,725	3,824	529,432	585,270
October	301,005	124,514	4,606	420,913	278,041
November	297,352	118,905	7,675	408,583	348,545
December	356,958	189,236	6,715	539,480	377,714
January 2008	309,415	198,006	5,935	501,487	505,745
February	357,607	203,263	5,567	555,303	537,073
March	601,296	180,405	5,036	776,665	798,445
April	730,449	371,254	7,446	1,094,257	1,358,108
May	781,346	166,098	5,263	942,181	1,018,675
June	701,994	210,186	4,789	907,391	898,296
Weighted Average	\$439,355	\$186,141	\$5,396	\$620,100	\$619,971



Source: State Treasurer's Office, Cash Management Division

Investment Program

Although the PMIB designates how much shall be invested in interest-bearing time deposit accounts and securities, it is the responsibility of the State Treasurer to administer the investment program on a day-to-day basis in line with overall Board policy. This entails a daily determination of amounts available for investment, or the need for liquidating securities to meet estimated warrant redemption requirements, while maintaining the approved compensating balance position. This means that the State Treasurer must continually adjust the estimates for receipts and disbursements to reflect current, available information.

For 2007-08, investments in time deposits ranged from \$8,670,995,000 to \$9,625,500,000 and averaged \$9,120,990,109. There were 2,556 time deposit transactions totaling \$58,822,685,000 during the year. California commercial banks, savings banks and credit unions receiving these State deposits must secure them with approved securities having a market value of at least 110 percent of the deposits or with approved promissory notes secured by mortgages or deeds of trust having a market value of at least 150 percent of the deposits. The same collateral requirements also apply to the State's demand accounts. At the end of 2007-08, interest-bearing time deposits were held by 90 commercial banks, 8 credit unions and 11 savings banks throughout California. For the fiscal year, PMIA holdings in time deposits had an average yield of 3.61 percent.

The amount of money designated by the Board for investment in securities varies dramatically throughout the year. Such designations are made at least monthly. Again, the Treasurer handles the actual investments, determining the issue and maturity of authorized securities to be bought or sold in accordance with cash needs and both current and projected market conditions. During 2007-08, there were 3,982 security purchase transactions and 3,990 security sales or redemption transactions, with a total investment activity of \$382.7 billion.

Total earnings for the PMIA in 2007-08 were \$2,745,747,112. These earnings were credited as follows:

General Fund	\$ 412,159,290
Fish and Game Preservation Fund	\$ 2,773,684
Surplus Money Investment Fund	\$1,387,874,318
Local Agency Investment Fund	\$ 935,885,601
Public Employee's Retirement Fund	\$ 3,973,433
State Teacher's Retirement Fund	\$ 3,080,786

Earnings consisted of \$2,376,669,762 from security investments at an average 4.44 percent yield, \$329,214,718 from time deposits at an average 3.61 percent yield and \$39,862,632 from General Fund loans at an average 4.51 percent yield. The overall return on investment was 4.32 percent.

The portfolio holdings of the PMIA for 2007-08 are illustrated in the following tables:

Schedule of Security Purchases by Term							
2007-08 Fiscal Year							
(At Cost - \$ in Thousands)							
Month	Under 10 Days	10-29 Days	30-89 Days	90 Days- 1 Year	1 - 3 Years	Over 3 Years	TOTALS
July 2007	\$6,189,289	\$2,026,693	\$2,277,474	\$3,272,152	\$100,000	\$8,228	\$ 13,873,836
August	8,158,078	1,734,956	4,606,691	1,872,842	0	414,728	16,787,295
September	5,157,172	2,658,744	4,483,868	2,978,325	0	0	15,278,109
October	3,641,982	1,789,906	3,362,344	4,464,183	552,645	13,759	13,824,819
November	3,374,356	1,518,201	5,456,507	7,734,828	1,050,035	7,709	19,141,636
December	3,720,701	618,873	5,037,102	5,806,443	380,874	7,310	15,571,303
January 2008	3,594,213	1,991,591	6,015,363	4,863,772	601,947	7,757	17,074,643
February	1,849,459	14,977	2,893,211	5,389,915	2,532,037	0	12,679,599
March	4,724,265	2,174,327	1,847,123	2,914,111	490,747	8,750	12,159,323
April	2,855,168	1,925,320	4,716,047	10,292,131	1,759,764	16,370	21,564,800
May	3,443,443	2,027,515	4,233,351	4,791,245	1,366,574	0	15,862,129
June	1,901,793	2,682,244	4,908,758	5,307,737	1,086,903	0	15,887,435
Total	\$48,609,919	\$21,163,348	\$49,837,839	\$59,687,684	\$9,921,526	\$484,611	\$189,704,927
Percent	25.62%	11.16%	26.27%	31.46%	5.23%	0.26%	100.00%

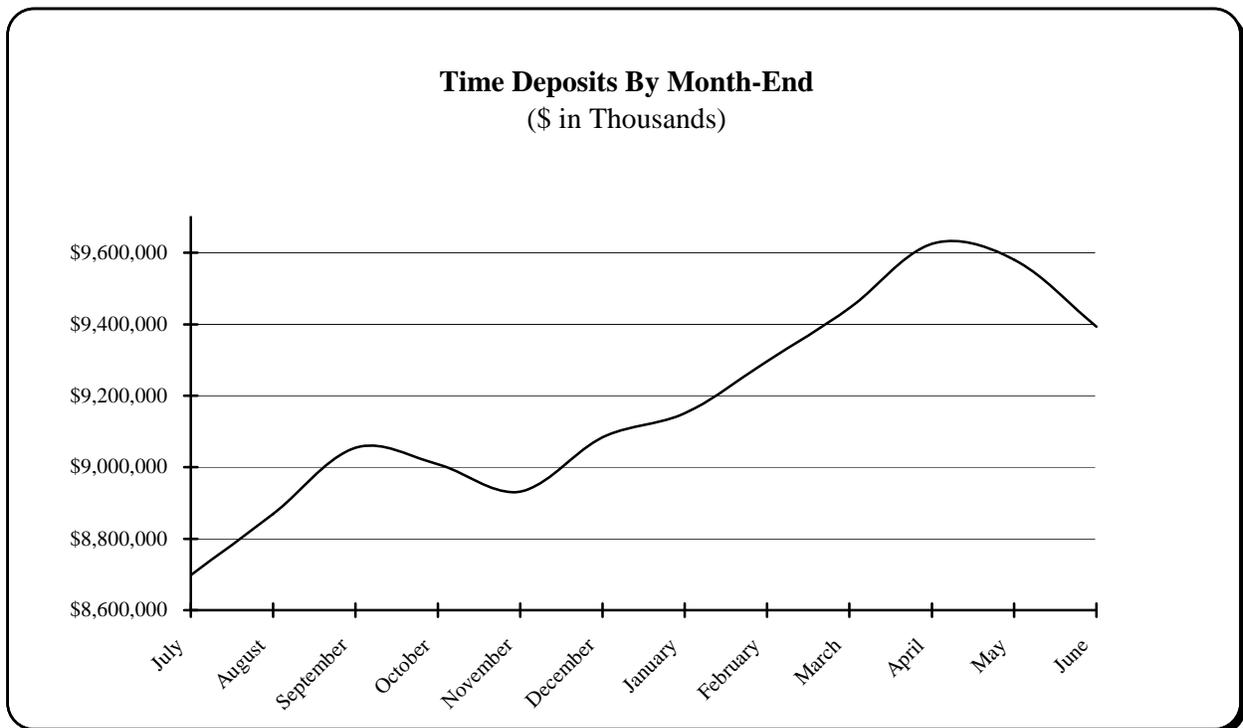
Source: State Treasurer's Office, Investment Division

Analysis of Portfolio						
2007-08 Fiscal Year						
Type Of Security	Average Daily Portfolio	Percent of Portfolio	Earnings For Year	Effective Percentage Yield For Year	Average Portfolio Life on 6/30/08 (in Days)	Percent of Portfolio on 6/30/08
U.S. Treasury Bills/Strips	\$1,843,340,315	2.90	\$76,276,332	4.14	192	3.31
U.S. Treasury Bonds & Notes	1,447,635,365	2.28	48,980,346	3.38	380	2.65
Federal Agency Cpn Securities	11,831,871,583	18.64	541,589,068	4.58	330	15.43
Federal Agency Discount Notes	9,471,390,009	14.92	392,480,922	4.14	66	13.35
GNMA	185,680	0.00	22,121	11.91	4,381	0.00
FHLMC	1,137,369,268	1.79	58,529,448	5.15	4,381	1.60
Negotiable CDs	10,684,416,336	16.84	453,311,984	4.24	149	21.34
Time Deposits	9,120,990,109	14.37	329,214,718	3.61	60	13.43
Bankers Acceptances	0	0.00	0	0.00	0	0.00
Commercial Paper	8,108,404,150	12.77	364,619,938	4.50	25	13.29
Corporate Bonds	327,644,016	0.52	16,123,275	4.92	248	0.36
Repurchase Agreements	1,639,344	0.00	43,194	2.63	3	0.00
Reverse Repurchase Agreement	(163,961,738)	-0.26	(6,939,332)	4.23	177	0.00
AB 55 Loans	8,785,619,398	13.84	431,632,466	4.91	248	15.24
General Fund Loans	882,969,126	1.39	39,862,632	4.51	145	0.00
Total Portfolio	\$63,479,512,961	100%	\$2,745,747,112	4.32%	212	100%

Source: State Treasurer's Office, Investment Division

Time Deposits by Month-End 2007-08 Fiscal Year

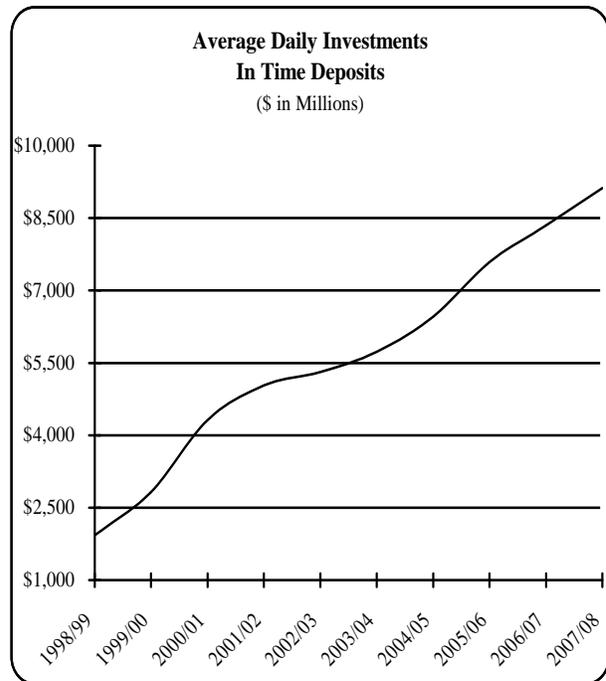
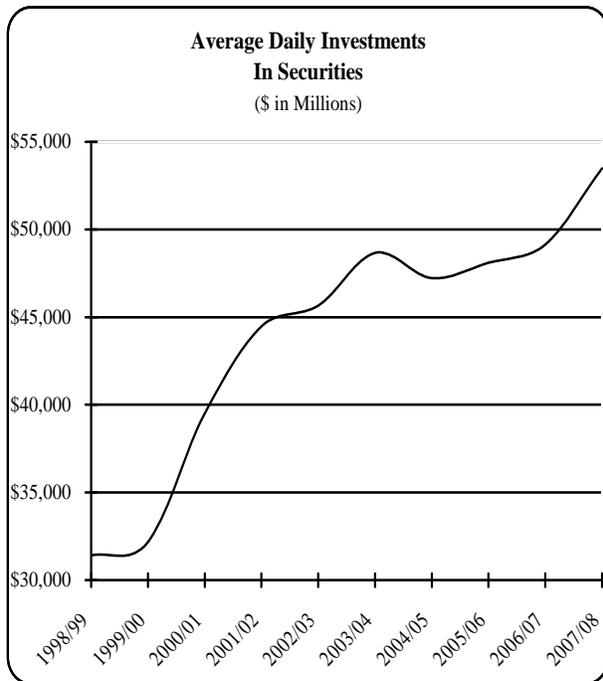
Month	Total
July 2007.....	\$ 8,698,495,000
August.....	8,869,495,000
September.....	9,054,495,000
October.....	9,007,995,000
November.....	8,931,495,000
December.....	9,083,995,000
January 2008.....	9,151,295,000
February.....	9,296,295,000
March.....	9,444,795,000
April.....	9,625,500,000
May.....	9,580,500,000
June.....	9,393,500,000



Source: State Treasurer's Office, Investment Division

Summary of Investments and Earnings for Fiscal Years Ending June 30 1999 through 2008 (\$ in Thousands)

Investment in Securities				Investment in Time Deposits			
Fiscal Year	Average Daily Investment	Earnings	Earnings Rate (%)	Fiscal Year	Average Daily Investment	Earnings	Earnings Rate (%)
1998-99	\$31,409,593	\$1,688,570	5.38	1998-99	\$1,928,600	\$93,095	4.83
1999-00	32,177,870	1,845,503	5.74	1999-00	2,820,736	152,310	5.40
2000-01	39,522,485	2,424,943	6.14	2000-01	4,317,936	251,215	5.82
2001-02	44,467,159	1,563,523	3.52	2001-02	5,031,747	143,920	2.86
2002-03	45,644,967	1,013,254	2.22	2002-03	5,313,015	84,296	1.59
2003-04	48,663,614	771,823	1.59	2003-04	5,726,197	61,298	1.07
2004-05	47,229,141	1,073,098	2.27	2004-05	6,457,397	138,940	2.15
2005-06	48,095,303	1,850,015	3.85	2005-06	7,586,240	306,641	4.04
2006-07	49,143,376	2,512,140	5.11	2006-07	8,349,640	431,452	5.17
2007-08	53,475,554	2,376,670	4.44	2007-08	9,120,990	329,215	3.61



Source: State Treasurer's Office, Investment Division

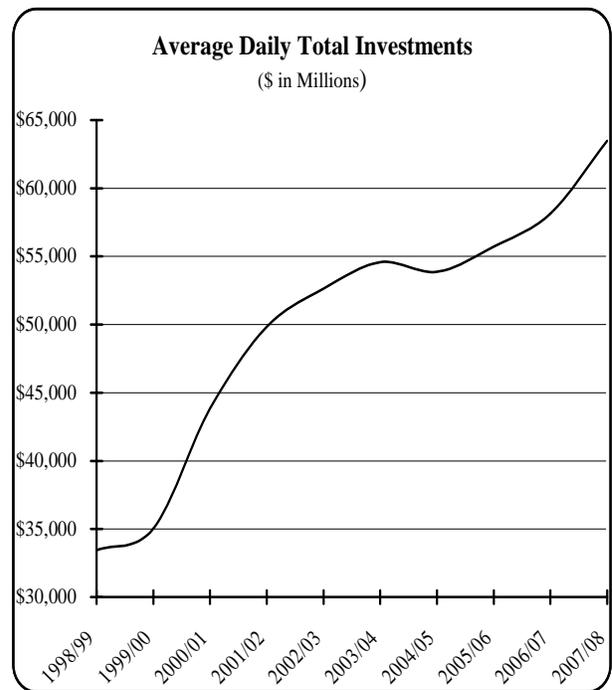
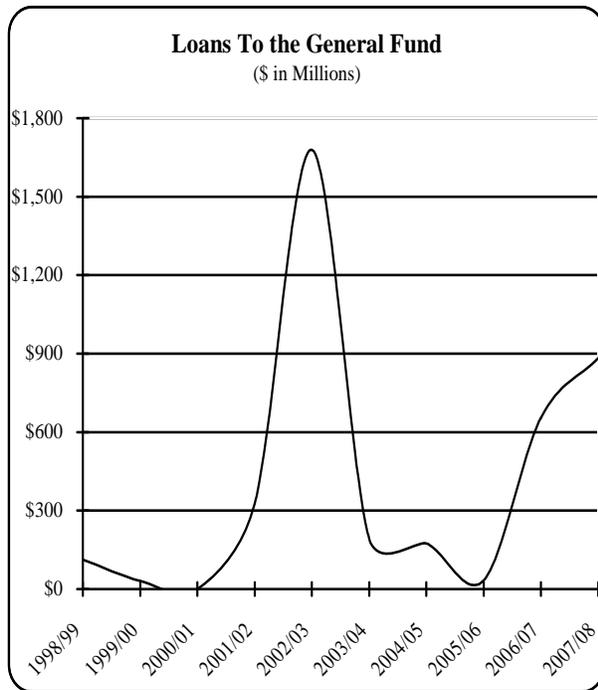
Summary of Investments and Earnings

Fiscal Years Ending June 30

1999 through 2008

(\$ in Thousands)

Loans to General Fund				Total Investments			
Fiscal Year	Average Daily Investment	Earnings	Earnings Rate (%)	Fiscal Year	Average Daily Investment	Earnings	Earnings Rate (%)
1998-99	\$112,895	\$6,099	5.40	1998-99	\$33,451,088	\$1,787,764	5.34
1999-00	30,428	1,670	5.49	1999-00	35,029,034	1,999,483	5.71
2000-01	-	-	-	2000-01	43,840,421	2,676,158	6.10
2001-02	328,171	9,102	2.77	2001-02	49,827,077	1,716,545	3.45
2002-03	1,678,666	35,380	2.11	2002-03	52,636,648	1,132,930	2.15
2003-04	192,039	2,950	1.54	2003-04	54,581,850	836,072	1.53
2004-05	173,949	3,078	1.77	2004-05	53,860,487	1,215,116	2.26
2005-06	33,274	1,189	3.57	2005-06	55,714,817	2,157,845	3.87
2006-07	654,425	34,033	5.20	2006-07	58,147,441	2,977,625	5.12
2007-08	882,969	39,863	4.51	2007-08	63,479,513	2,745,747	4.32



Source: State Treasurer's Office, Investment Division

Financial Community Coverage

(The following firms conducted investment transactions with the State Treasurer's Office during the 2007-08 Fiscal Year.)

1st Capital Bank	First Private Bank & Trust	Pacific National Bank
1st Century Bank, NA	Five Star Bank	Pacific State Bank
ABN Amro Capital Markets/	Folsom Lake Bank	Pacific Western Bank
La Salle Financial Services, Inc.	Ford Motor Credit Company	PFF Bank & Trust
Alta Alliance Bank	Fortis Bank NV SA	Preferred Bank
America California Bank	Fullerton Community Bank, FSB	Premier America Credit Union
American Express Credit Corporation	Gardner Rich	Premier Valley Bank
American Principle Bank	General Electric Capital Corporation	PremierWest Bank
American River Bank	General Motors Acceptance Corporation	Provident Central Credit Union
Banc of America Securities, LLC	Golden 1 Credit Union, The	Provident Savings Bank
Banco Popular North America	Goldman, Sachs & Company	Rabobank Nederland, NV
Bank of America, NA	Great Pacific Securities, Inc.	River City Bank
Bank of East Asia (USA), NA, The	Greater Bay Bank, NA	Royal Bank of Scotland Plc.
Bank of Ireland	Greenwich Capital Markets, Inc.	Saehan Bank
Bank of Montreal	Hanmi Bank	SAFE Credit Union
Bank of Sacramento	Heritage Bank of Commerce	San Joaquin Bank
Bank of the Sierra	Heritage Community Credit Union	San Luis Trust Bank
Bank of the West	HSBC Bank USA, NA	Santa Clara County FCU
Bank of Tokyo-Mitsubishi UFJ, Ltd.	ICAP Corporates, LLC	Scotia Capital Markets (USA), Inc.
Barclays Capital, Inc.	Independence Bank	Service 1st Bank
Bear Stearns and Company, Inc.	J.P. Morgan Securities, Inc.	SG Americas Securities, LLC
BGC Brokers, Inc.	Kaiser Federal Bank	Shinhan Bank America
BNP Paribas Securities Corporation	Kinecta Federal Credit Union	Signature Securities Group Corporation
Borel Private Bank & Trust Company	La Jolla Bank, FSB	Societe Generale
Broadway Federal Bank, FSB	Lehman Brothers	State Bank of India (California)
Cabrera Capital Markets, LLC	Loop Capital Markets, LLC	Stockmans Bank
California Business Bank	Los Padres Bank	Stone and Youngberg, LLC
California National Bank	Luther Burbank Savings	Summit State Bank
Calyon Corporate Investment Bank	M.R. Beal & Company	Sutter Securities, Inc.
Cathay Bank	MAGNA Securities Corporation	Tamalpais Bank
Center Bank	Malaga Bank	Temecula Valley Bank
Chinatrust Bank (USA)	Manufacturers Bank	Torrey Pines Bank
CIBC World Markets Corporation	Mechanics Bank, The	Toussaint Capital Partners, LLC
Citibank NA	Mellon 1st Business Bank, NA	Toyota Motor Credit Corporation
Citigroup Funding Inc.	Merchants National Bank of Sacramento	Trans Pacific National Bank
Citigroup Global Markets Inc.	Meriwest Credit Union	Travis Credit Union
Citizens Business Bank	Merrill Lynch and Company, Inc.	Tri Counties Bank
City National Bank	Metro United Bank	U.S. Bank, NA
Comerica Bank	Metropolitan Bank	UBS Securities
Commerce National Bank	MFR Securities, Inc.	Umpqua Bank
CommerceWest Bank, NA	Mirae Bank	Union Banc Investment Services
Commonwealth Business Bank	Mission Community Bank	Union Bank of California, NA
Community Bank	Mizuho Securities USA, Inc.	United Commercial Bank
County Bank	Morgan Keegan and Company, Inc.	United Security Bank
Credit Suisse Securities USA, LLC	Morgan Stanley	Uniti Bank
D.A. Davidson and Company	Nara Bank, NA	Valley Community Bank
Delta Bank, NA	Neighborhood National Bank	Valley First Credit Union
East West Bank	New Resource Bank	Wachovia Capital Markets, Inc.
Eastern International Bank	Oak Valley Community Bank	Washington Mutual Bank, FA
El Dorado Savings Bank	Oceanic Bank	Wells Fargo Institutional Securities, LLC
EverTrust Bank	Omni Bank, NA	Westamerica Bank
Exchange Bank	OneUnited Bank	Western Commercial Bank
Far East National Bank	Operating Engineers Local #3 FCU	Western Federal Credit Union
Farmers & Merchants Bank Central California	Orange County Business Bank	Williams Capital Group, L.P.
First Bank of Beverly Hills	Pacific Alliance Bank	Wilshire State Bank
First Business Bank, NA	Pacific Capital Bank, NA	Woori America Bank
First California Bank	Pacific City Bank	Xerox Federal Credit Union
First Future Credit Union	Pacific Commerce Bank	Zions Capital Markets Group

Source: State Treasurer's Office, Investment Division

Surplus Money Investment Fund

Program Summary

The Surplus Money Investment Fund (SMIF) consists of the available cash of all special funds which do not have investment authority of their own, and all or a portion of the available cash of special funds having investment authority of their own, but which have elected to be included in the program. Cash balances in excess of needs in any of these participating funds are invested by the Treasurer.

The PMIB determines whether any cash balances of the participating funds exceed current needs and are available for investment, or whether it is necessary to liquidate previous investments to meet current requirements. This determination is performed operationally by the State Controller's Office by means of a continuing review of the cash balances of the participating funds.

As a result of these determinations, the State Controller prepares a document for the PMIB's approval which authorizes the State Controller to increase or decrease the invested balances of the applicable funds.

All of the resources of the SMIF are invested through the PMIA. Prior to the 1967-68 fiscal year, the SMIF was a separate investment program. In 1967, legislation was enacted (Chapter 505, Statutes 1967) which provided that money in the SMIF shall be invested through the PMIA. This legislation further provided that the SMIF would share in the interest earnings of the PMIA based on the ratio that the dollar-day contributions of the SMIF bear to the dollar-day investments of the PMIA.

This legislation increased the potential investment earnings for both programs, since their high and low resource periods tend to complement each other. Consequently, under normal market conditions, more long-term, higher yielding securities may be purchased.

Earnings for 2007-08

Gross earnings totaled \$1,387,874,318 for 2007-08. This represents an earning rate of 4.36 percent for this investment program.

SMIF earnings are computed on a dollar-day basis to guarantee equitable distribution among all member funds and apportioned quarterly by the State Controller.

Participation

There were over one thousand special funds and accounts participating in the SMIF as of the last day of the fiscal year—June 30, 2008. Their combined deposits totaled \$33,899,054,000.

Large contributors as of June 30, 2008 were as follows:

Department of Water Resources Electric Power Fund	\$ 2,831,088,000
Mental Health Services Fund	\$ 2,680,864,000
School Facilities Finance Fund (2004)	\$ 1,627,737,000
Unemployment Compensation Disability Fund	\$ 1,555,937,000
State School Facilities Fund (2002)	\$ 1,481,418,000
California Housing Finance Fund	\$ 1,409,058,000
Public Buildings Construction Fund	\$ 1,254,495,000
Special Deposit Fund	\$ 1,180,837,000

The Year in Review

Resources.....	\$31.803 billion per day on average
Earnings.....	\$1.388 billion
Earning Rate.....	4.36 percent

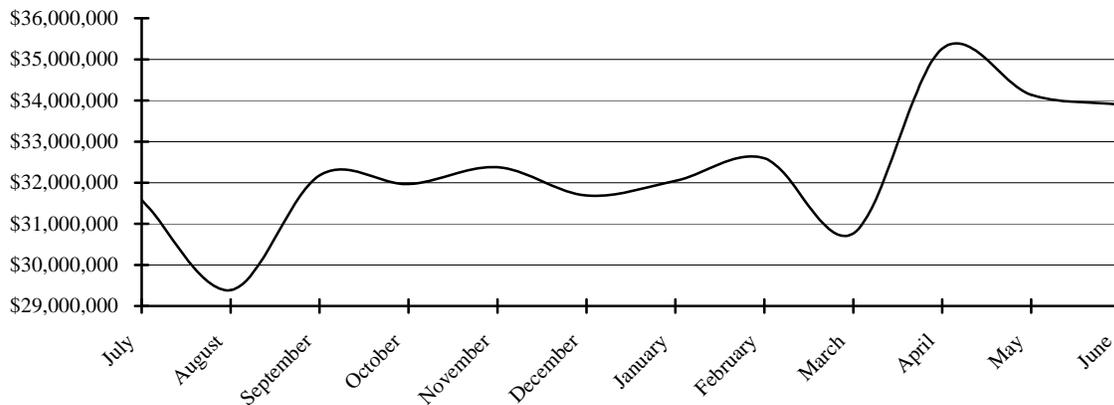
Source: State Treasurer's Office, Investment Division

Monthly deposit balances are shown in the following table:

**Resources of
The Surplus Money Investment Fund
2007-08 Fiscal Year (Month-End Balances)**

Month	Total
July 2007.....	\$31,579,872,000
August.....	29,388,273,000
September.....	32,179,863,000
October.....	31,969,788,000
November.....	32,378,327,000
December.....	31,691,695,000
January 2008.....	32,047,359,000
February.....	32,599,557,000
March.....	30,768,529,000
April.....	35,266,103,000
May.....	34,143,393,000
June.....	33,899,054,000

**Resources of the Surplus Money Investment Fund
2007-08 Fiscal Year (Month-End Balances)**
(\$ in Thousands)



Source: State Controller's Office, *Report of Cash Assets of all Funds in the State Treasury*

Local Agency Investment Fund

Program Summary

The Local Agency Investment Fund (LAIF) was established by Chapter 730, Statutes of 1976. This fund enables local governmental agencies or trustees to remit money not required for immediate needs to the State Treasurer for the purpose of investment. In order to derive the maximum rate of return possible, the State Treasurer has elected to invest these monies as a part of the PMIA.

Each participating agency determines the length of time its money will be on deposit with the State Treasurer with the exception of bond proceeds, which must remain for a minimum of 30 days. At the end of each calendar quarter, all earnings derived from investments are distributed by the State Controller to the participating government agencies in proportion to each agency's respective amounts deposited in the Fund and the length of time such amounts remained. Prior to the distribution, the State's reasonable costs of administering this program are deducted from the earnings.

Earnings for 2007-08

Gross earnings for 2007-08 totaled \$935,885,601. This represented a 4.29 percent yield for this investment program.

Participation

As of June 30, 2008, there were 2,689 participants in the LAIF consisting of 54 counties, 472 cities, 1,773 special districts, 228 trustees and 162 bond accounts. Deposits in the fund averaged \$21.807 billion for the year.

The Year in Review

Resources	\$21.81	billion per day on average
Earnings	\$935.89	million
Earning Rate	4.29	percent
Participation	2,689	agencies or accounts at year-end.

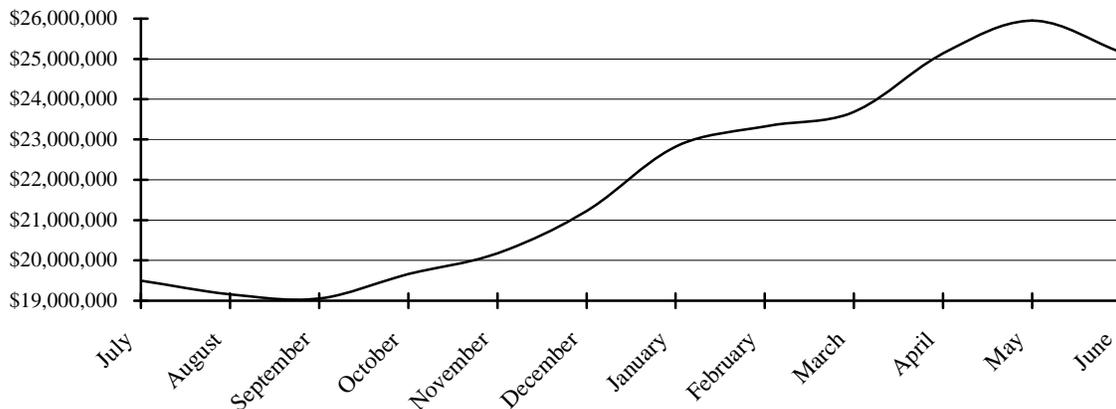
Source: State Treasurer's Office, Investment Division (LAIF)

The following table shows monthly resources of the LAIF:

**Resources of
The Local Agency Investment Fund
2007-08 Fiscal Year (Month-End Balances)**

Month	Total
July 2007.....	\$19,493,242,405
August.....	19,155,557,846
September.....	19,052,613,702
October.....	19,660,384,792
November.....	20,179,433,746
December.....	21,224,788,726
January 2008.....	22,821,652,277
February.....	23,323,533,182
March.....	23,688,252,579
April.....	25,142,305,565
May.....	25,953,538,528
June.....	25,160,913,446

**Resources of the Local Agency Investment Fund
2007-08 Fiscal Year (Month-End Balances)**
(\$ in Millions)



Source: State Treasurer's Office, Investment Division (LAIF)

Appendices

Appendix A

Pooled Money Investment Account
Summary of Investments and Earnings
(\$ in Thousands)

Fiscal Year	Average Investment Portfolio	Annual Earnings	Average Earning Rate (Percent)			
			Rate (Percent)	5 Years	10 Years	15 years
1956-57	\$ 393,742	\$ 9,573	2.43			
1957-58	594,306	16,421	2.76			
1958-59	544,868	15,762	2.89			
1959-60	614,835	21,045	3.42			
1960-61	736,204	28,139	3.82	3.23		
1961-62	867,144	26,521	3.06	3.19		
1962-63	910,863	30,548	3.35	3.31		
1963-64	896,535	32,519	3.63	3.46		
1964-65	966,592	38,004	3.93	3.56		
1965-66	1,083,347	47,761	4.41	3.68	3.48	
1966-67	1,057,800	52,540	4.97	4.06	3.62	
1967-68	1,117,717	56,566	5.06	4.40	3.85	
1968-69	1,301,302	78,174	6.01	4.88	4.17	
1969-70	1,216,414	84,781	6.97	5.48	4.52	
1970-71	1,264,894	77,527	6.13	5.83	4.75	4.32
1971-72	1,397,494	68,350	4.89	5.81	4.93	4.35
1972-73	2,254,401	125,116	5.55	5.91	5.15	4.54
1973-74	2,594,629	232,780	8.97	6.50	5.69	4.94
1974-75	2,749,431	238,298	8.67	6.84	6.16	5.29
1975-76	3,209,143	204,303	6.37	6.89	6.36	5.46
1976-77	4,460,487	261,657	5.87	7.08	6.45	5.65
1977-78	6,843,940	458,625	6.70	7.31	6.61	5.87
1978-79	8,123,266	692,417	8.52	7.22	6.86	6.20
1979-80	8,285,941	873,469	10.54	7.60	7.22	6.64
1980-81	7,298,693	786,877	10.78	8.48	7.69	7.07
1981-82	5,234,524	631,968	12.07	9.72	8.40	7.54
1982-83	5,254,589	549,229	10.45	10.47	8.89	7.90
1983-84	7,094,849	738,462	10.41	10.85	9.04	8.19
1984-85	11,903,660	1,275,503	10.72	10.89	9.24	8.44
1985-86	15,438,406	1,401,990	9.08	10.55	9.51	8.64
1986-87	19,167,196	1,425,047	7.43	9.62	9.67	8.81
1987-88	17,628,558	1,388,074	7.87	9.10	9.79	8.96
1988-89	17,496,405	1,516,767	8.67	8.75	9.80	8.94
1989-90	19,558,775	1,692,905	8.66	8.34	9.61	8.94
1990-91	20,754,895	1,663,140	8.01	8.13	9.34	9.05
1991-92	21,456,433	1,329,476	6.20	7.88	8.75	9.07
1992-93	23,051,543	1,085,126	4.71	7.25	8.18	8.94
1993-94	25,433,078	1,115,660	4.39	6.39	7.57	8.67
1994-95	26,802,123	1,482,574	5.53	5.77	7.05	8.33
1995-96	26,623,196	1,519,020	5.71	5.31	6.72	7.99
1996-97	28,264,069	1,582,443	5.60	5.19	6.53	7.56
1997-98	29,344,512	1,672,382	5.70	5.38	6.32	7.25
1998-99	33,451,088	1,787,765	5.34	5.58	5.98	6.91
1999-00	35,029,034	1,999,483	5.71	5.61	5.69	6.57

Appendix A (Continued)

Fiscal Year	Average Investment Portfolio	Earnings	Annual	Average Earning Rate (Percent)		
			Earnings Rate (Percent)	5 Years	10 Years	15 years
2000-01	\$ 43,840,421	\$ 2,676,158	6.10	5.69	5.50	6.38
2001-02	49,827,077	1,716,545	3.45	5.27	5.22	6.11
2002-03	52,636,648	1,132,930	2.15	4.55	4.97	5.73
2003-04	54,581,850	836,072	1.53	3.79	4.68	5.25
2004-05	53,860,487	1,215,116	2.26	3.10	4.36	4.83
2005-06	55,714,817	2,157,845	3.87	2.65	4.17	4.55
2006-07	58,147,441	2,977,625	5.12	2.99	4.12	4.48
2007-08	63,479,513	2,745,747	4.32	3.42	3.99	4.45

Source: The average investment portfolio, earnings and annual earnings rate were taken from the published *Annual Report of the PMIB* for each fiscal year. Please see the following note.

NOTE TO PMIA SUMMARY OF INVESTMENTS AND EARNINGS TABLE

The PMIB was established as an agency of State government by Chapter 1703, Statutes of 1955, and became operational in April 1956. The first full year for the PMIA was 1956-57. In 1957-58, the SMIF and the Condemnation Deposits Fund (CDF) were placed under the administration of the PMIB. Separate investment portfolios were managed for these two funds for a number of years. SMIF operated this way until 1967-68, when legislation allowed this fund to be invested as a part of the PMIA. The CDF continued as a separate investment portfolio until 1975, when it was combined with the PMIA. In order to make data for the early years in the table comparable to the later years (1975-76 and after), the average daily investment and the annual earnings for both SMIF and CDF were combined with those for the PMIA. The earning rates for these early years were computed using these combined figures.

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-77	5.77			
Feb-77	5.66			
Mar-77	5.66		5.68	
Apr-77	5.65			
May-77	5.76			
Jun-77	5.85	5.87	5.78	5.79
Jul-77	5.93			
Aug-77	6.05			
Sep-77	6.09		5.84	
Oct-77	6.39			
Nov-77	6.61			
Dec-77	6.73		6.45	6.18
Jan-78	6.92			
Feb-78	7.05			
Mar-78	7.14		6.97	
Apr-78	7.27			
May-78	7.39			
Jun-78	7.57	6.70	7.35	7.17
Jul-78	7.65			
Aug-78	7.82			
Sep-78	7.87		7.86	
Oct-78	8.11			
Nov-78	8.29			
Dec-78	8.77		8.32	8.09
Jan-79	8.78			
Feb-79	8.90			
Mar-79	8.82		8.81	
Apr-79	9.08			
May-79	9.05			
Jun-79	9.22	8.52	9.10	8.98
Jul-79	9.20			
Aug-79	9.53			
Sep-79	9.26		9.26	
Oct-79	9.81			
Nov-79	10.22			
Dec-79	10.22		10.06	9.66

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-80	10.98			
Feb-80	11.25			
Mar-80	11.49		11.11	
Apr-80	11.48			
May-80	12.02			
Jun-80	11.80	10.54	11.54	11.38
Jul-80	10.21			
Aug-80	9.87			
Sep-80	9.95		10.01	
Oct-80	10.06			
Nov-80	10.43			
Dec-80	10.96		10.47	10.21
Jan-81	10.99			
Feb-81	11.69			
Mar-81	11.13		11.23	
Apr-81	11.48			
May-81	12.18			
Jun-81	11.44	10.78	11.68	11.69
Jul-81	12.35			
Aug-81	12.84			
Sep-81	12.06		12.40	
Oct-81	12.40			
Nov-81	11.89			
Dec-81	11.48		11.91	12.19
Jan-82	11.68			
Feb-82	12.04			
Mar-82	11.84		11.82	
Apr-82	11.77			
May-82	12.27			
Jun-82	11.99	12.07	11.99	11.93
Jul-82	12.24			
Aug-82	11.91			
Sep-82	11.15		11.74	
Oct-82	11.11			
Nov-82	10.70			
Dec-82	10.40		10.71	11.26

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-83	10.25			
Feb-83	9.89			
Mar-83	9.69		9.87	
Apr-83	9.87			
May-83	9.53			
Jun-83	9.60	10.45	9.64	9.98
Jul-83	9.88			
Aug-83	10.08			
Sep-83	10.20		10.04	
Oct-83	10.18			
Nov-83	10.16			
Dec-83	10.23		10.18	10.15
Jan-84	10.31			
Feb-84	10.28			
Mar-84	10.38		10.32	
Apr-84	10.59			
May-84	10.84			
Jun-84	11.12	10.41	10.88	10.63
Jul-84	11.36			
Aug-84	11.56			
Sep-84	11.60		11.53	
Oct-84	11.68			
Nov-84	11.47			
Dec-84	11.02		11.41	11.44
Jan-85	10.58			
Feb-85	10.29			
Mar-85	10.12		10.32	
Apr-85	10.03			
May-85	10.18			
Jun-85	9.74	10.72	9.98	10.19
Jul-85	9.66			
Aug-85	9.42			
Sep-85	9.57		9.54	
Oct-85	9.48			
Nov-85	9.49			
Dec-85	9.37		9.43	9.50

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-86	9.25			
Feb-86	9.09			
Mar-86	8.96		9.09	
Apr-86	8.62			
May-86	8.37			
Jun-86	8.23	9.08	8.39	8.70
Jul-86	8.14			
Aug-86	7.84			
Sep-86	7.51		7.81	
Oct-86	7.59			
Nov-86	7.43			
Dec-86	7.44		7.48	7.65
Jan-87	7.37			
Feb-87	7.16			
Mar-87	7.21		7.24	
Apr-87	7.04			
May-87	7.29			
Jun-87	7.29	7.44	7.21	7.23
Jul-87	7.46			
Aug-87	7.56			
Sep-87	7.71		7.54	
Oct-87	7.83			
Nov-87	8.12			
Dec-87	8.07		7.97	7.80
Jan-88	8.08			
Feb-88	8.05			
Mar-88	7.95		8.01	
Apr-88	7.94			
May-88	7.82			
Jun-88	7.93	7.87	7.87	7.95
Jul-88	8.09			
Aug-88	8.25			
Sep-88	8.34		8.20	
Oct-88	8.40			
Nov-88	8.47			
Dec-88	8.56		8.45	8.34

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-89	8.70			
Feb-89	8.77			
Mar-89	8.87		8.76	
Apr-89	8.99			
May-89	9.23			
Jun-89	9.20	8.67	9.13	8.97
Jul-89	9.06			
Aug-89	8.83			
Sep-89	8.80		8.87	
Oct-89	8.77			
Nov-89	8.69			
Dec-89	8.65		8.68	8.78
Jan-90	8.57			
Feb-90	8.54			
Mar-90	8.51		8.52	
Apr-90	8.50			
May-90	8.53			
Jun-90	8.54	8.66	8.50	8.52
Jul-90	8.52			
Aug-90	8.38			
Sep-90	8.33		8.39	
Oct-90	8.32			
Nov-90	8.27			
Dec-90	8.28		8.27	8.34
Jan-91	8.16			
Feb-91	8.00			
Mar-91	7.78		7.97	
Apr-91	7.67			
May-91	7.37			
Jun-91	7.17	8.01	7.38	7.67
Jul-91	7.10			
Aug-91	7.07			
Sep-91	6.86		7.00	
Oct-91	6.72			
Nov-91	6.59			
Dec-91	6.32		6.52	6.74

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-92	6.12			
Feb-92	5.86			
Mar-92	5.68		5.87	
Apr-92	5.69			
May-92	5.38			
Jun-92	5.32	6.20	5.45	5.65
Jul-92	5.24			
Aug-92	4.96			
Sep-92	4.76		4.97	
Oct-92	4.73			
Nov-92	4.66			
Dec-92	4.65		4.67	4.82
Jan-93	4.68			
Feb-93	4.65			
Mar-93	4.62		4.64	
Apr-93	4.61			
May-93	4.43			
Jun-93	4.55	4.71	4.51	4.61
Jul-93	4.44			
Aug-93	4.47			
Sep-93	4.43		4.44	
Oct-93	4.38			
Nov-93	4.37			
Dec-93	4.38		4.36	4.39
Jan-94	4.36			
Feb-94	4.18			
Mar-94	4.25		4.25	
Apr-94	4.33			
May-94	4.43			
Jun-94	4.62	4.39	4.45	4.36
Jul-94	4.82			
Aug-94	4.99			
Sep-94	5.11		4.96	
Oct-94	5.24			
Nov-94	5.38			
Dec-94	5.53		5.37	5.15

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-95	5.61			
Feb-95	5.78			
Mar-95	5.93		5.76	
Apr-95	5.96			
May-95	6.01			
Jun-95	6.00	5.53	5.98	5.87
Jul-95	5.97			
Aug-95	5.91			
Sep-95	5.83		5.89	
Oct-95	5.78			
Nov-95	5.81			
Dec-95	5.75		5.76	5.83
Jan-96	5.70			
Feb-96	5.64			
Mar-96	5.56		5.62	
Apr-96	5.54			
May-96	5.50			
Jun-96	5.55	5.71	5.52	5.56
Jul-96	5.59			
Aug-96	5.57			
Sep-96	5.60		5.57	
Oct-96	5.60			
Nov-96	5.60			
Dec-96	5.57		5.58	5.57
Jan-97	5.58			
Feb-97	5.58			
Mar-97	5.58		5.56	
Apr-97	5.61			
May-97	5.63			
Jun-97	5.67	5.59	5.63	5.59
Jul-97	5.68			
Aug-97	5.69			
Sep-97	5.71		5.68	
Oct-97	5.71			
Nov-97	5.72			
Dec-97	5.74		5.71	5.69

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-98	5.74			
Feb-98	5.72			
Mar-98	5.68		5.70	
Apr-98	5.67			
May-98	5.67			
Jun-98	5.67	5.70	5.66	5.67
Jul-98	5.65			
Aug-98	5.65			
Sep-98	5.64		5.64	
Oct-98	5.56			
Nov-98	5.49			
Dec-98	5.37		5.46	5.55
Jan-99	5.26			
Feb-99	5.21			
Mar-99	5.14		5.19	
Apr-99	5.12			
May-99	5.09			
Jun-99	5.09	5.34	5.08	5.13
Jul-99	5.18			
Aug-99	5.22			
Sep-99	5.27		5.21	
Oct-99	5.39			
Nov-99	5.48			
Dec-99	5.64		5.49	5.34
Jan-00	5.76			
Feb-00	5.82			
Mar-00	5.85		5.80	
Apr-00	6.01			
May-00	6.19			
Jun-00	6.35	5.71	6.18	5.99
Jul-00	6.44			
Aug-00	6.50			
Sep-00	6.50		6.47	
Oct-00	6.52			
Nov-00	6.54			
Dec-00	6.53		6.52	6.49

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF Semi-Annual
Jan-01	6.37			
Feb-01	6.17			
Mar-01	5.98		6.16	
Apr-01	5.76			
May-01	5.33			
Jun-01	4.96	6.10	5.32	5.73
Jul-01	4.63			
Aug-01	4.50			
Sep-01	4.29		4.47	
Oct-01	3.78			
Nov-01	3.53			
Dec-01	3.26		3.52	3.99
Jan-02	3.07			
Feb-02	2.97			
Mar-02	2.86		2.96	
Apr-02	2.84			
May-02	2.74			
Jun-02	2.69	3.45	2.75	2.85
Jul-02	2.71			
Aug-02	2.59			
Sep-02	2.60		2.63	
Oct-02	2.49			
Nov-02	2.30			
Dec-02	2.20		2.31	2.47
Jan-03	2.10			
Feb-03	1.94			
Mar-03	1.90		1.98	
Apr-03	1.86			
May-03	1.77			
Jun-03	1.70	2.15	1.77	1.86
Jul-03	1.65			
Aug-03	1.63			
Sep-03	1.64		1.63	
Oct-03	1.60			
Nov-03	1.57			
Dec-03	1.55		1.56	1.59

Appendix B (Continued)

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF * Quarterly
Jan-04	1.53			
Feb-04	1.44			
Mar-04	1.47		1.47	1.47
Apr-04	1.45			
May-04	1.43			
Jun-04	1.47	1.53	1.44	1.44
Jul-04	1.60			
Aug-04	1.67			
Sep-04	1.77		1.67	1.67
Oct-04	1.89			
Nov-04	2.00			
Dec-04	2.13		2.00	2.00
Jan-05	2.26			
Feb-05	2.37			
Mar-05	2.54		2.38	2.37
Apr-05	2.72			
May-05	2.86			
Jun-05	2.97	2.26	2.85	2.85
Jul-05	3.08			
Aug-05	3.18			
Sep-05	3.32		3.18	3.18
Oct-05	3.46			
Nov-05	3.64			
Dec-05	3.81		3.63	3.63
Jan-06	3.96			
Feb-06	4.04			
Mar-06	4.14		4.03	4.03
Apr-06	4.31			
May-06	4.56			
Jun-06	4.70	3.87	4.53	4.53
Jul-06	4.85			
Aug-06	4.95			
Sep-06	5.02		4.93	4.93
Oct-06	5.10			
Nov-06	5.13			
Dec-06	5.13		5.11	5.11

Appendix B (Continued)

HISTORICAL PMIA YIELDS

(Yield in Percent per Year)

Date	Monthly Average	Annual Average	Allocation Rate	
			LAIF Quarterly	SMIF * Quarterly
Jan-07	5.16	5.12	5.17	5.17
Feb-07	5.18			
Mar-07	5.21			
Apr-07	5.22		5.23	5.23
May-07	5.25			
Jun-07	5.25			
Jul-07	5.26		5.24	5.24
Aug-07	5.25			
Sep-07	5.23			
Oct-07	5.14		4.96	4.96
Nov-07	4.96			
Dec-07	4.80			
Jan-08	4.62	4.33	4.18	4.17
Feb-08	4.16			
Mar-08	3.78			
Apr-08	3.40		3.11	3.11
May-08	3.07			
Jun-08	2.89			

*Effective January 1, 2004, SMIF earnings are allocated quarterly.

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