




City Treasurer

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**TO:** Mayor and City Council

**FROM:** Roger Wisecup, CPA   
City Treasurer

**DATE:** October 28, 2008

**SUBJECT:** Investment Report for Quarter Ending September 30, 2008

Introduction

The purpose of this memorandum is to present a report summarizing the performance of the City of Ames investment portfolio for the quarter ending September 30, 2008.

Discussion

This report covers the period ending September 30, 2008 and presents a summary of the investments on hand at the end of September 2008. The investments are valued at amortized cost; this reflects the same basis that the assets are carried on the financial records of the City. All investments are in compliance with the current Investment Policy.

Comments

The Federal Reserve has continued to maintain the federal funds rate at 2.00 percent for the quarter ending September 30. The yield curve has a normal shape, making longer maturities pay higher rates than shorter maturities. Therefore, we will continue to stretch out our investment strategy, extending some investments maturities to the twelve months and longer range.

CITY OF AMES, IOWA

CASH AND INVESTMENTS SUMMARY  
AND SUMMARY OF INVESTMENT EARNINGS

FOR THE QUARTER ENDED SEPTEMBER 30, 2008  
AND THE ACCUMULATED YEAR-TO-DATE

DESCRIPTION	BOOK VALUE	MARKET VALUE	UN-REALIZED GAIN/(LOSS)
CERTIFICATES OF DEPOSIT	40,000,000	40,000,000	0
FEDERAL AGENCY DISCOUNTS	4,927,225	4,921,200	(6,025)
FEDERAL AGENCY SECURITIES	13,027,407	13,024,068	(3,339)
COMMERCIAL PAPER	7,464,736	7,440,320	(24,416)
INVESTMENT POOLS	17,321	17,322	1
PASS THRU SECURITIES PAC/CMO	9,548,678	9,605,854	57,177
MONEY FUND SAVINGS ACCOUNTS			0
STRIP BONDS			0
US TREASURY SECURITIES INVESTMENTS	<u>74,985,367</u>	<u>75,008,764</u>	<u>23,397</u>
CASH ACCOUNTS	<u>8,074,917</u>	<u>8,074,917</u>	
TOTAL FUNDS AVAILABLE	<u><u>83,060,284</u></u>	<u><u>83,083,681</u></u>	<u><u>23,397</u></u>

ACCRUAL BASIS INVESTMENT EARNINGS

YR-TO-DATE

GROSS EARNINGS ON INVESTMENTS:  
INTEREST EARNED ON CASH:  
TOTAL INTEREST EARNED:

624,686  
30,108  
654,794



**Investments FY 2008-2009  
Portfolio Management  
Portfolio Summary  
September 30, 2008**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM 360 Equiv.</b>	<b>YTM 365 Equiv.</b>
Certificates of Deposit	40,000,000.00	40,000,000.00	40,000,000.00	53.34	246	111	3.185	3.229
Iowa Public Agency Investment Trust	17,320.95	17,320.95	17,320.95	0.02	1	1	1.779	1.804
Commercial Paper Disc. -Amortizing	7,500,000.00	7,440,320.00	7,464,736.24	9.95	181	59	2.951	2.992
Federal Agency Coupon Securities	12,873,000.00	13,024,068.13	13,027,407.16	17.37	433	234	3.527	3.576
Federal Agency Disc. -Amortizing	5,000,000.00	4,921,200.00	4,927,225.28	6.57	225	208	2.511	2.545
Pass Through Securities /PAC/CMO	9,517,672.43	9,605,854.35	9,548,677.69	12.73	920	629	3.838	3.891
	<b>74,907,993.38</b>	<b>75,008,763.43</b>	<b>74,985,367.32</b>	<b>100.00%</b>	<b>356</b>	<b>199</b>	<b>3.260</b>	<b>3.305</b>

<b>Total Earnings</b>	<b>September 30 Month Ending</b>	<b>Fiscal Year To Date</b>
Current Year	205,090.26	624,685.93
<b>Average Daily Balance</b>	<b>76,657,213.53</b>	<b>76,502,760.18</b>
<b>Effective Rate of Return</b>	<b>3.26%</b>	<b>3.24%</b>

I certify that these reports are in conformance with the Iowa Public Investment Act.

Roger J. Wisecup II, CPA      10-9-08  
 Roger J Wisecup II, City Treasurer

**US TREASURY CONSTANT MATURITY RATES  
PERIOD ENDING SEPTEMBER 30, 2008  
3 YEAR COMPARISON**

	<u>September 30, 2008</u>	<u>September 30, 2007</u>	<u>September 30, 2006</u>
3 Months	0.92%	3.82%	4.89%
6 Months	1.60%	4.09%	5.02%
1 Year	1.78%	4.05%	4.91%
2 Years	2.00%	3.97%	4.71%
3 Years	2.28%	4.03%	4.62%
5 Years	2.98%	4.23%	4.59%

Reporting period 09/01/2008-09/30/2008

Run Date: 10/02/2008 - 11:17



**Investments FY 2008-2009  
Portfolio Management  
Portfolio Details - Investments  
September 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
<b>Certificates of Deposit</b>												
SYS58096427	58096427	Ames Community Bank		10/15/2007	3,000,000.00	3,000,000.00	3,000,000.00	4.950	4.882	4.950	243	06/01/2009
SYS163190	163190	Bankers Trust		04/15/2008	500,000.00	500,000.00	500,000.00	2.900	2.860	2.900	9	10/10/2008
SYS163191	163191	Bankers Trust		04/15/2008	1,000,000.00	1,000,000.00	1,000,000.00	2.900	2.860	2.900	14	10/15/2008
SYS163192A	163192A	Bankers Trust		04/15/2008	500,000.00	500,000.00	500,000.00	3.000	2.959	3.000	23	10/24/2008
SYS163192B	163192B	Bankers Trust		04/15/2008	500,000.00	500,000.00	500,000.00	3.000	2.959	3.000	23	10/24/2008
SYS163193	163193	Bankers Trust		04/15/2008	1,500,000.00	1,500,000.00	1,500,000.00	3.000	2.959	3.000	30	10/31/2008
SYS163194	163194	Bankers Trust		04/15/2008	500,000.00	500,000.00	500,000.00	3.000	2.959	3.000	37	11/07/2008
SYS163195	163195	Bankers Trust		04/15/2008	1,500,000.00	1,500,000.00	1,500,000.00	3.000	2.959	3.000	44	11/14/2008
SYS163196	163196	Bankers Trust		04/15/2008	500,000.00	500,000.00	500,000.00	3.000	2.959	3.000	51	11/21/2008
SYS163197	163197	Bankers Trust		04/15/2008	3,000,000.00	3,000,000.00	3,000,000.00	3.100	3.058	3.100	243	06/01/2009
SYS041007886474	041007886474	Bank of the West		05/20/2008	1,000,000.00	1,000,000.00	1,000,000.00	2.680	2.680	2.717	79	12/19/2008
SYS041007886482	041007886482	Bank of the West		05/20/2008	1,500,000.00	1,500,000.00	1,500,000.00	2.700	2.700	2.738	91	12/31/2008
SYS041007886490	041007886490	Bank of the West		05/20/2008	500,000.00	500,000.00	500,000.00	2.700	2.700	2.738	100	01/09/2009
SYS041007886508	041007886508	Bank of the West		05/20/2008	1,500,000.00	1,500,000.00	1,500,000.00	2.700	2.700	2.738	106	01/15/2009
SYS10499005	10499005	First American Bank		08/08/2008	1,000,000.00	1,000,000.00	1,000,000.00	3.460	3.413	3.460	149	02/27/2009
SYS10499047	10499047	First American Bank		08/08/2008	1,000,000.00	1,000,000.00	1,000,000.00	3.490	3.442	3.490	163	03/13/2009
SYS4532533637	4532533637	F&M Bank		07/11/2008	1,000,000.00	1,000,000.00	1,000,000.00	2.950	2.950	2.991	90	12/30/2008
SYS4532533645	4532533645	F&M Bank		07/11/2008	500,000.00	500,000.00	500,000.00	3.000	3.000	3.042	100	01/09/2009
SYS4532533652	4532533652	F&M Bank		07/11/2008	500,000.00	500,000.00	500,000.00	3.050	3.050	3.092	128	02/06/2009
SYS4532533660	4532533660	F&M Bank		07/11/2008	500,000.00	500,000.00	500,000.00	3.050	3.050	3.092	142	02/20/2009
SYS4532533686	4532533686	F&M Bank		07/11/2008	500,000.00	500,000.00	500,000.00	3.050	3.050	3.092	170	03/20/2009
SYS4532541416	4532541416	F&M Bank		05/20/2008	1,000,000.00	1,000,000.00	1,000,000.00	2.660	2.660	2.697	30	10/31/2008
SYS4532541424	4532541424	F&M Bank		05/20/2008	1,000,000.00	1,000,000.00	1,000,000.00	2.660	2.660	2.697	44	11/14/2008
SYS4532541432	4532541432	F&M Bank		05/20/2008	1,000,000.00	1,000,000.00	1,000,000.00	2.700	2.700	2.738	56	11/26/2008
SYS4532545409	4532545409	F&M Bank		08/22/2008	500,000.00	500,000.00	500,000.00	3.250	3.250	3.295	128	02/06/2009
SYS4532545417	4532545417	F&M Bank		08/22/2008	500,000.00	500,000.00	500,000.00	3.450	3.450	3.498	142	02/20/2009
SYS4532545425	4532545425	F&M Bank		08/22/2008	500,000.00	500,000.00	500,000.00	3.450	3.450	3.498	149	02/27/2009
SYS4532545433	4532545433	F&M Bank		08/22/2008	500,000.00	500,000.00	500,000.00	3.450	3.450	3.498	163	03/13/2009
SYS4532545441	4532545441	F&M Bank		08/22/2008	500,000.00	500,000.00	500,000.00	3.500	3.500	3.549	177	03/27/2009
SYS4532545458	4532545458	F&M Bank		08/22/2008	500,000.00	500,000.00	500,000.00	3.500	3.500	3.549	184	04/03/2009
SYS4532533678	4532533678	F&M Bank		07/11/2008	500,000.00	500,000.00	500,000.00	3.050	3.050	3.092	156	03/06/2009
SYS26912	26912	Iowa Public Ag Inv Tr		06/20/2008	500,000.00	500,000.00	500,000.00	3.200	3.156	3.200	37	11/07/2008
SYS26913	26913	Iowa Public Ag Inv Tr		06/20/2008	500,000.00	500,000.00	500,000.00	3.250	3.205	3.250	51	11/21/2008
SYS26914	26914	Iowa Public Ag Inv Tr		06/20/2008	500,000.00	500,000.00	500,000.00	3.250	3.205	3.250	65	12/05/2008
SYS26915	26915	Iowa Public Ag Inv Tr		06/20/2008	1,000,000.00	1,000,000.00	1,000,000.00	3.300	3.255	3.300	72	12/12/2008
SYS26916	26916	Iowa Public Ag Inv Tr		06/20/2008	1,000,000.00	1,000,000.00	1,000,000.00	3.300	3.255	3.300	79	12/19/2008

Portfolio 2009  
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**Investments FY 2008-2009  
Portfolio Management  
Portfolio Details - Investments  
September 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
<b>Certificates of Deposit</b>												
SYS26917	26917	Iowa Public Ag Inv Tr		06/20/2008	500,000.00	500,000.00	500,000.00	3.400	3.353	3.400	114	01/23/2009
SYS26918	26918	Iowa Public Ag Inv Tr		06/20/2008	1,500,000.00	1,500,000.00	1,500,000.00	3.400	3.353	3.400	121	01/30/2009
SYS26919	26919	Iowa Public Ag Inv Tr		06/20/2008	1,500,000.00	1,500,000.00	1,500,000.00	3.450	3.403	3.450	135	02/13/2009
SYS45656	45656	Valley Bank		08/08/2008	500,000.00	500,000.00	500,000.00	3.500	3.452	3.500	114	01/23/2009
SYS45657	45657	Valley Bank		08/08/2008	1,000,000.00	1,000,000.00	1,000,000.00	3.500	3.452	3.500	121	01/30/2009
SYS45658	45658	Valley Bank		08/08/2008	1,000,000.00	1,000,000.00	1,000,000.00	3.500	3.452	3.500	135	02/13/2009
SYS6707002520	6707002520	Wells Fargo		03/31/2008	500,000.00	500,000.00	500,000.00	2.490	2.456	2.490	9	10/10/2008
SYS6707002538	6707002538	Wells Fargo		03/31/2008	1,500,000.00	1,500,000.00	1,500,000.00	2.490	2.456	2.490	14	10/15/2008
<b>Subtotal and Average</b>			<b>45,050,000.00</b>		<b>40,000,000.00</b>	<b>40,000,000.00</b>	<b>40,000,000.00</b>		<b>3.185</b>	<b>3.229</b>	<b>111</b>	
<b>Iowa Public Agency Investment Trust</b>												
SYS19186A	19186A	Iowa Public Ag Inv Tr			17,320.95	17,320.95	17,320.95	1.804	1.779	1.804	1	
<b>Subtotal and Average</b>			<b>17,320.07</b>		<b>17,320.95</b>	<b>17,320.95</b>	<b>17,320.95</b>		<b>1.779</b>	<b>1.804</b>	<b>1</b>	
<b>Commercial Paper Disc. -Amortizing</b>												
0263X0MF1	0405-08	American General Financial		04/18/2008	1,000,000.00	981,700.00	994,333.33	2.720	2.807	2.846	75	12/15/2008
02581RMB6	0411-08	American Express Card		06/10/2008	1,000,000.00	992,500.00	994,576.39	2.750	2.835	2.875	71	12/11/2008
17307RLS1	0403-08	Citi Bank Commercial Paper		04/18/2008	1,500,000.00	1,490,610.00	1,493,583.33	2.750	2.837	2.876	56	11/26/2008
17307RNF7	0413-08	Citi Bank Commercial Paper		07/14/2008	1,000,000.00	987,900.00	991,107.78	3.020	3.135	3.179	106	01/15/2009
59018JM50	0404-08	Merrill Lynch		04/18/2008	500,000.00	496,235.00	497,427.08	2.850	2.942	2.983	65	12/05/2008
59018JKX1	0412-08A	Merrill Lynch		07/03/2008	300,000.00	298,965.00	299,245.00	3.020	3.051	3.093	30	10/31/2008
59018JKX1	0412-08B	Merrill Lynch		07/03/2008	700,000.00	697,585.00	698,238.33	3.020	3.051	3.093	30	10/31/2008
59018JKX1	0412-08C	Merrill Lynch		07/03/2008	1,500,000.00	1,494,825.00	1,496,225.00	3.020	3.051	3.093	30	10/31/2008
<b>Subtotal and Average</b>			<b>7,456,040.28</b>		<b>7,500,000.00</b>	<b>7,440,320.00</b>	<b>7,464,736.24</b>		<b>2.951</b>	<b>2.992</b>	<b>59</b>	
<b>Federal Agency Coupon Securities</b>												
3133XLM59	0378-07	Federal Home Loan Bank		11/09/2007	3,000,000.00	3,015,330.00	3,007,203.89	5.125	4.048	4.105	89	12/29/2008
3133M9CP5	0380-07	Federal Home Loan Bank		11/09/2007	2,000,000.00	2,054,160.00	2,039,479.58	6.795	3.979	4.034	272	06/30/2009
3133XRDY3	0410-08	Federal Home Loan Bank		05/28/2008	3,000,000.00	2,990,100.00	3,000,000.00	2.500	2.466	2.500	239	05/28/2009
3133XLUM3	0419-08	Federal Home Loan Bank		09/09/2008	500,000.00	511,200.14	512,666.72	5.125	2.614	2.650	308	08/05/2009
3128X3SL8	0392-08A	Federal Home Loan Mortgage Co.		01/29/2008	523,000.00	527,884.82	530,081.77	4.375	2.663	2.700	302	07/30/2009
3128X3SL8	0392-08B	Federal Home Loan Mortgage Co.		01/29/2008	550,000.00	555,137.00	557,447.37	4.375	2.663	2.700	302	07/30/2009
3128X3SL8	0392-08C	Federal Home Loan Mortgage Co.		01/29/2008	50,000.00	50,467.00	50,677.03	4.375	2.663	2.700	302	07/30/2009
3128X7Q80	0414-08	Federal Home Loan Mortgage Co.		07/24/2008	250,000.00	249,777.50	250,000.00	3.050	3.008	3.050	296	07/24/2009
3134A3M78	0416-08	Federal Home Loan Mortgage Co.		09/05/2008	1,500,000.00	1,550,895.00	1,551,962.59	6.625	5.690	5.769	349	09/15/2009
31359MVE0	0398-08	Federal Nat'l Mtg. Assoc.		03/20/2008	1,000,000.00	1,007,620.00	1,014,443.95	4.250	2.924	2.965	226	05/15/2009

Portfolio 2009  
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**Investments FY 2008-2009  
Portfolio Management  
Portfolio Details - Investments  
September 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
<b>Federal Agency Coupon Securities</b>												
31359MU68	0418-08	Federal Nat'l Mtg. Assoc.		09/09/2008	500,000.00	511,496.67	513,444.26	5.375	2.614	2.650	318	08/15/2009
<b>Subtotal and Average</b>			<b>12,569,660.78</b>		<b>12,873,000.00</b>	<b>13,024,068.13</b>	<b>13,027,407.16</b>		<b>3.527</b>	<b>3.576</b>	<b>234</b>	
<b>Federal Agency Disc. -Amortizing</b>												
313385EC6	0421-08	Federal Home Loan Bank		09/16/2008	500,000.00	493,310.00	493,798.61	2.350	2.412	2.445	190	04/09/2009
313385CK0	0422-08	Federal Home Loan Bank		09/16/2008	1,000,000.00	989,610.00	990,563.33	2.280	2.336	2.368	149	02/27/2009
313385CZ7	0423-08	Federal Home Loan Bank		09/16/2008	1,000,000.00	988,730.00	989,676.67	2.280	2.338	2.370	163	03/13/2009
313385DT0	0424-08	Federal Home Loan Bank		09/16/2008	1,000,000.00	987,590.00	988,536.67	2.280	2.339	2.371	181	03/31/2009
313589JV6	0417-08	Federal Nat'l Mtg. Assoc.		09/08/2008	1,500,000.00	1,461,960.00	1,464,650.00	2.800	2.894	2.935	303	07/31/2009
<b>Subtotal and Average</b>			<b>2,852,422.85</b>		<b>5,000,000.00</b>	<b>4,921,200.00</b>	<b>4,927,225.28</b>		<b>2.511</b>	<b>2.545</b>	<b>208</b>	
<b>Pass Through Securities /PAC/CMO</b>												
31282VAU9	0242-05	Federal Home Loan Mortgage Co.		04/25/2005	66,937.27	67,379.06	66,769.93	4.000	4.932	5.000	212	05/01/2009
31282VAU9	0243-05	Federal Home Loan Mortgage Co.		04/29/2005	174,783.17	175,936.74	174,783.17	4.000	3.900	3.954	212	05/01/2009
31282VAU9	0245-05	Federal Home Loan Mortgage Co.		05/06/2005	19,074.59	19,200.48	19,026.90	4.000	4.026	4.081	212	05/01/2009
31282VAM7	0313-06	Federal Home Loan Mortgage Co.		09/29/2006	182,840.58	183,149.58	179,355.18	4.000	6.433	6.523	182	04/01/2009
31282VBU8	0323-06	Federal Home Loan Mortgage Co.		11/21/2006	136,383.79	137,493.95	134,593.75	4.500	5.989	6.072	365	10/01/2009
31282R4A9	0329-06	Federal Home Loan Mortgage Co.		11/30/2006	101,005.55	101,504.52	98,606.66	4.000	5.888	5.970	577	05/01/2010
31282U6B8	0366-07	Federal Home Loan Mortgage Co.		09/24/2007	200,648.07	200,728.33	198,014.56	3.500	6.411	6.501	61	12/01/2008
31282VBV6	0383-07	Federal Home Loan Mortgage Co.		11/21/2007	825,051.27	827,278.91	820,926.01	4.000	4.370	4.431	365	10/01/2009
31289V6H6	0389-08	Federal Home Loan Mortgage Co.		01/24/2008	255,946.59	257,210.97	255,626.66	4.000	4.357	4.417	608	06/01/2010
31282R6F6	0391-08	Federal Home Loan Mortgage Co.		01/25/2008	260,931.14	266,914.29	260,931.14	3.500	3.452	3.500	761	11/01/2010
31282VBV6	0393-08	Federal Home Loan Mortgage Co.		01/31/2008	775,646.98	777,741.23	783,403.45	4.000	3.051	3.093	365	10/01/2009
31282R5C4	0394-08	Federal Home Loan Mortgage Co.		02/21/2008	903,303.44	900,783.22	908,384.52	3.500	3.153	3.196	700	09/01/2010
31282R6H2	0395-08	Federal Home Loan Mortgage Co.		02/21/2008	872,471.42	899,491.86	884,740.55	4.000	2.877	2.917	791	12/01/2010
31282R6A7	0399-08	Federal Home Loan Mortgage Co.		04/24/2008	270,801.46	274,546.64	274,186.48	4.500	2.707	2.745	761	11/01/2010
31282SAD4	0400-08	Federal Home Loan Mortgage Co.		04/24/2008	372,337.38	377,799.57	377,457.02	4.500	2.677	2.715	881	03/01/2011
31282VDA0	0402-08	Federal Home Loan Mortgage Co.		04/24/2008	382,759.60	384,087.78	385,151.84	4.000	3.115	3.159	669	08/01/2010
31282R5C4	0406-08	Federal Home Loan Mortgage Co.		05/22/2008	232,064.15	231,416.69	231,483.99	3.500	3.549	3.599	700	09/01/2010
31282R7J7	0407-08	Federal Home Loan Mortgage Co.		05/23/2008	243,521.84	251,589.72	244,739.45	4.000	3.392	3.439	853	02/01/2011
31282R5R1	0408-08	Federal Home Loan Mortgage Co.		05/23/2008	225,138.52	228,110.35	227,952.76	4.500	3.035	3.078	730	10/01/2010
31289WGN0	0415-08	Federal Home Loan Mortgage Co.		07/25/2008	409,268.50	418,738.97	409,268.50	5.000	4.778	4.844	1,126	11/01/2011
3128DBPJ0	0420-08	Federal Home Loan Mortgage Co.		09/24/2008	466,850.76	475,125.17	472,867.94	5.500	3.366	3.412	426	12/01/2009
31371LE54	0244-05	Federal Nat'l Mtg. Assoc.		04/29/2005	195,579.15	196,402.54	194,356.78	4.000	4.111	4.168	761	11/01/2010
31371KLG4	0292-06	Federal Nat'l Mtg. Assoc.		05/23/2006	188,187.08	188,740.35	187,010.91	5.000	5.803	5.884	123	02/01/2009
31371KPY1	0304-06	Federal Nat'l Mtg. Assoc.		08/23/2006	87,397.74	88,006.03	87,261.18	5.500	5.938	6.020	212	05/01/2009

Portfolio 2009  
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**Investments FY 2008-2009  
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Portfolio Details - Investments  
September 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
<b>Pass Through Securities /PAC/CMO</b>												
31371LAW9	0307-06	Federal Nat'l Mtg. Assoc.		09/21/2006	86,064.31	83,613.20	82,245.21	3.500	6.586	6.677	608	06/01/2010
31371K5N7	0337-07	Federal Nat'l Mtg. Assoc.		02/22/2007	125,827.93	126,299.78	121,974.44	4.000	6.455	6.545	577	05/01/2010
31371KJW2	0351-07	Federal Nat'l Mtg. Assoc.		05/23/2007	108,865.17	108,861.90	108,490.94	5.000	5.949	6.032	61	12/01/2008
31371LAJ8	0388-07	Federal Nat'l Mtg. Assoc.		01/02/2008	491,794.89	497,027.59	491,794.89	4.500	4.438	4.500	608	06/01/2010
31371LTH2	0409-08	Federal Nat'l Mtg. Assoc.		05/23/2008	265,159.43	256,122.80	264,165.08	3.500	3.546	3.595	1,003	07/01/2011
31371LV97	0425-08	Federal Nat'l Mtg. Assoc.		09/30/2008	591,030.66	604,552.13	603,107.80	5.000	3.326	3.372	1,065	09/01/2011
<b>Subtotal and Average</b>			<b>8,711,769.55</b>		<b>9,517,672.43</b>	<b>9,605,854.35</b>	<b>9,548,677.69</b>		<b>3.838</b>	<b>3.891</b>	<b>629</b>	
<b>Total and Average</b>			<b>76,657,213.53</b>		<b>74,907,993.38</b>	<b>75,008,763.43</b>	<b>74,985,367.32</b>		<b>3.260</b>	<b>3.305</b>	<b>199</b>	

**Investments FY 2008-2009**  
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**Portfolio Details - Cash**  
**September 30, 2008**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity
Average Balance			0.00								0
Total Cash and Investments			76,657,213.53		74,907,993.38	75,008,763.43	74,985,367.32		3.260	3.305	199



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CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	YTM 360	YTM 365	Payment Dates	Accrued Interest At Purchase	Current Principal	Book Value
<b>Certificates of Deposit</b>												
SYS58096427	58096427	AC	3,000,000.00	4.950	06/01/2009	10/15/2007	4.882	4.950	06/01 - At Maturity		3,000,000.00	3,000,000.00
SYS163190	163190	BT	500,000.00	2.900	10/10/2008	04/15/2008	2.860	2.900	10/10 - At Maturity		500,000.00	500,000.00
SYS163191	163191	BT	1,000,000.00	2.900	10/15/2008	04/15/2008	2.860	2.900	10/15 - At Maturity		1,000,000.00	1,000,000.00
SYS163192A	163192A	BT	500,000.00	3.000	10/24/2008	04/15/2008	2.959	3.000	10/24 - At Maturity		500,000.00	500,000.00
SYS163192B	163192B	BT	500,000.00	3.000	10/24/2008	04/15/2008	2.959	3.000	10/24 - At Maturity		500,000.00	500,000.00
SYS163193	163193	BT	1,500,000.00	3.000	10/31/2008	04/15/2008	2.959	3.000	10/31 - At Maturity		1,500,000.00	1,500,000.00
SYS163194	163194	BT	500,000.00	3.000	11/07/2008	04/15/2008	2.959	3.000	11/07 - At Maturity		500,000.00	500,000.00
SYS163195	163195	BT	1,500,000.00	3.000	11/14/2008	04/15/2008	2.959	3.000	11/14 - At Maturity		1,500,000.00	1,500,000.00
SYS163196	163196	BT	500,000.00	3.000	11/21/2008	04/15/2008	2.959	3.000	11/21 - At Maturity		500,000.00	500,000.00
SYS163197	163197	BT	3,000,000.00	3.100	06/01/2009	04/15/2008	3.058	3.100	06/01 - At Maturity		3,000,000.00	3,000,000.00
SYS041007886474	041007886474	BW	1,000,000.00	2.680	12/19/2008	05/20/2008	2.680	2.717	12/19 - At Maturity		1,000,000.00	1,000,000.00
SYS041007886482	041007886482	BW	1,500,000.00	2.700	12/31/2008	05/20/2008	2.700	2.738	12/31 - At Maturity		1,500,000.00	1,500,000.00
SYS041007886490	041007886490	BW	500,000.00	2.700	01/09/2009	05/20/2008	2.700	2.738	01/09 - At Maturity		500,000.00	500,000.00
SYS041007886508	041007886508	BW	1,500,000.00	2.700	01/15/2009	05/20/2008	2.700	2.738	01/15 - At Maturity		1,500,000.00	1,500,000.00
SYS10499005	10499005	FA	1,000,000.00	3.460	02/27/2009	08/08/2008	3.413	3.460	02/27 - At Maturity		1,000,000.00	1,000,000.00
SYS10499047	10499047	FA	1,000,000.00	3.490	03/13/2009	08/08/2008	3.442	3.490	03/13 - At Maturity		1,000,000.00	1,000,000.00
SYS4532533637	4532533637	FM	1,000,000.00	2.950	12/30/2008	07/11/2008	2.950	2.991	12/30 - At Maturity		1,000,000.00	1,000,000.00
SYS4532533645	4532533645	FM	500,000.00	3.000	01/09/2009	07/11/2008	3.000	3.042	01/09 - At Maturity		500,000.00	500,000.00
SYS4532533652	4532533652	FM	500,000.00	3.050	02/06/2009	07/11/2008	3.050	3.092	02/06 - At Maturity		500,000.00	500,000.00
SYS4532533660	4532533660	FM	500,000.00	3.050	02/20/2009	07/11/2008	3.050	3.092	02/20 - At Maturity		500,000.00	500,000.00
SYS4532533686	4532533686	FM	500,000.00	3.050	03/20/2009	07/11/2008	3.050	3.092	03/20 - At Maturity		500,000.00	500,000.00
SYS4532541416	4532541416	FM	1,000,000.00	2.660	10/31/2008	05/20/2008	2.660	2.697	10/31 - At Maturity		1,000,000.00	1,000,000.00
SYS4532541424	4532541424	FM	1,000,000.00	2.660	11/14/2008	05/20/2008	2.660	2.697	11/14 - At Maturity		1,000,000.00	1,000,000.00
SYS4532541432	4532541432	FM	1,000,000.00	2.700	11/26/2008	05/20/2008	2.700	2.738	11/26 - At Maturity		1,000,000.00	1,000,000.00
SYS4532545409	4532545409	FM	500,000.00	3.250	02/06/2009	08/22/2008	3.250	3.295	02/06 - At Maturity		500,000.00	500,000.00
SYS4532545417	4532545417	FM	500,000.00	3.450	02/20/2009	08/22/2008	3.450	3.498	02/20 - At Maturity		500,000.00	500,000.00
SYS4532545425	4532545425	FM	500,000.00	3.450	02/27/2009	08/22/2008	3.450	3.498	02/27 - At Maturity		500,000.00	500,000.00
SYS4532545433	4532545433	FM	500,000.00	3.450	03/13/2009	08/22/2008	3.450	3.498	03/13 - At Maturity		500,000.00	500,000.00
SYS4532545441	4532545441	FM	500,000.00	3.500	03/27/2009	08/22/2008	3.500	3.549	03/27 - At Maturity		500,000.00	500,000.00
SYS4532545458	4532545458	FM	500,000.00	3.500	04/03/2009	08/22/2008	3.500	3.549	04/03 - At Maturity		500,000.00	500,000.00
SYS4535233678	4535233678	FM	500,000.00	3.050	03/06/2009	07/11/2008	3.050	3.092	03/06 - At Maturity		500,000.00	500,000.00
SYS26912	26912	IPAIT	500,000.00	3.200	11/07/2008	06/20/2008	3.156	3.200	11/07 - At Maturity		500,000.00	500,000.00
SYS26913	26913	IPAIT	500,000.00	3.250	11/21/2008	06/20/2008	3.205	3.250	11/21 - At Maturity		500,000.00	500,000.00
SYS26914	26914	IPAIT	500,000.00	3.250	12/05/2008	06/20/2008	3.205	3.250	12/05 - At Maturity		500,000.00	500,000.00
SYS26915	26915	IPAIT	1,000,000.00	3.300	12/12/2008	06/20/2008	3.255	3.300	12/12 - At Maturity		1,000,000.00	1,000,000.00

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CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	YTM 360	YTM 365	Payment Dates	Accrued Interest At Purchase	Current Principal	Book Value
<b>Certificates of Deposit</b>												
SYS26916	26916	IPAIT	1,000,000.00	3.300	12/19/2008	06/20/2008	3.255	3.300	12/19 - At Maturity		1,000,000.00	1,000,000.00
SYS26917	26917	IPAIT	500,000.00	3.400	01/23/2009	06/20/2008	3.353	3.400	01/23 - At Maturity		500,000.00	500,000.00
SYS26918	26918	IPAIT	1,500,000.00	3.400	01/30/2009	06/20/2008	3.353	3.400	01/30 - At Maturity		1,500,000.00	1,500,000.00
SYS26919	26919	IPAIT	1,500,000.00	3.450	02/13/2009	06/20/2008	3.403	3.450	02/13 - At Maturity		1,500,000.00	1,500,000.00
SYS45656	45656	VB	500,000.00	3.500	01/23/2009	08/08/2008	3.452	3.500	01/23 - At Maturity		500,000.00	500,000.00
SYS45657	45657	VB	1,000,000.00	3.500	01/30/2009	08/08/2008	3.452	3.500	01/30 - At Maturity		1,000,000.00	1,000,000.00
SYS45658	45658	VB	1,000,000.00	3.500	02/13/2009	08/08/2008	3.452	3.500	02/13 - At Maturity		1,000,000.00	1,000,000.00
SYS6707002520	6707002520	WF	500,000.00	2.490	10/10/2008	03/31/2008	2.456	2.490	10/10 - At Maturity		500,000.00	500,000.00
SYS6707002538	6707002538	WF	1,500,000.00	2.490	10/15/2008	03/31/2008	2.456	2.490	10/15 - At Maturity		1,500,000.00	1,500,000.00
<b>Certificates of Deposit Totals</b>			<b>40,000,000.00</b>				<b>3.185</b>	<b>3.229</b>		<b>0.00</b>	<b>40,000,000.00</b>	<b>40,000,000.00</b>
<b>Iowa Public Agency Investment Trust</b>												
SYS19186A	19186A	IPAIT	17,320.95	1.804			1.779	1.804	07/31 - Monthly		17,320.95	17,320.95
<b>Iowa Public Agency Investment Trust Totals</b>			<b>17,320.95</b>				<b>1.779</b>	<b>1.804</b>		<b>0.00</b>	<b>17,320.95</b>	<b>17,320.95</b>
<b>Commercial Paper Disc. -Amortizing</b>												
0263X0MF1	0405-08	AGFI	1,000,000.00	2.720	12/15/2008	04/18/2008	2.807	2.846	12/15 - At Maturity		981,791.11	994,333.33
02581RMB6	0411-08	AMEX	1,000,000.00	2.750	12/11/2008	06/10/2008	2.835	2.875	12/11 - At Maturity		985,944.44	994,576.39
17307RLS1	0403-08	CITI	1,500,000.00	2.750	11/26/2008	04/18/2008	2.837	2.876	11/26 - At Maturity		1,474,562.50	1,493,583.33
17307RNF7	0413-08	CITI	1,000,000.00	3.020	01/15/2009	07/14/2008	3.135	3.179	01/15 - At Maturity		984,480.56	991,107.78
59018JM50	0404-08	MER	500,000.00	2.850	12/05/2008	04/18/2008	2.942	2.983	12/05 - At Maturity		490,856.25	497,427.08
59018JKX1	0412-08A	MER	300,000.00	3.020	10/31/2008	07/03/2008	3.051	3.093	10/31 - At Maturity		296,980.00	299,245.00
59018JKX1	0412-08B	MER	700,000.00	3.020	10/31/2008	07/03/2008	3.051	3.093	10/31 - At Maturity		692,953.33	698,238.33
59018JKX1	0412-08C	MER	1,500,000.00	3.020	10/31/2008	07/03/2008	3.051	3.093	10/31 - At Maturity		1,484,900.00	1,496,225.00
<b>Commercial Paper Disc. -Amortizing Totals</b>			<b>7,500,000.00</b>				<b>2.951</b>	<b>2.992</b>		<b>0.00</b>	<b>7,392,468.19</b>	<b>7,464,736.24</b>
<b>Federal Agency Coupon Securities</b>												
3133XLM59	0378-07	FHLB	3,000,000.00	5.125	12/29/2008	11/09/2007	4.048	4.105	12/29 - 06/29	Received	3,033,563.58	3,007,203.89
3133M9CP5	0380-07	FHLB	2,000,000.00	6.795	06/30/2009	11/09/2007	3.979	4.034	12/31 - 06/30	Received	2,086,737.66	2,039,479.58
3133XRDY3	0410-08	FHLB	3,000,000.00	2.500	05/28/2009	05/28/2008	2.466	2.500	11/28 - 05/28		3,000,000.00	3,000,000.00
3133XLUM3	0419-08	FHLB	500,000.00	5.125	08/05/2009	09/09/2008	2.614	2.650	02/05 - 08/05	2,420.14	510,988.11	512,666.72
3128X3SL8	0392-08A	FHLMC	523,000.00	4.375	07/30/2009	01/29/2008	2.663	2.700	01/30 - 07/30	Received	535,813.50	530,081.77
3128X3SL8	0392-08B	FHLMC	550,000.00	4.375	07/30/2009	01/29/2008	2.663	2.700	01/30 - 07/30	Received	563,475.00	557,447.37
3128X3SL8	0392-08C	FHLMC	50,000.00	4.375	07/30/2009	01/29/2008	2.663	2.700	01/30 - 07/30	Received	51,225.00	50,677.03
3128X7Q80	0414-08	FHLMC	250,000.00	3.050	07/24/2009	07/24/2008	3.008	3.050	01/24 - 07/24		250,000.00	250,000.00



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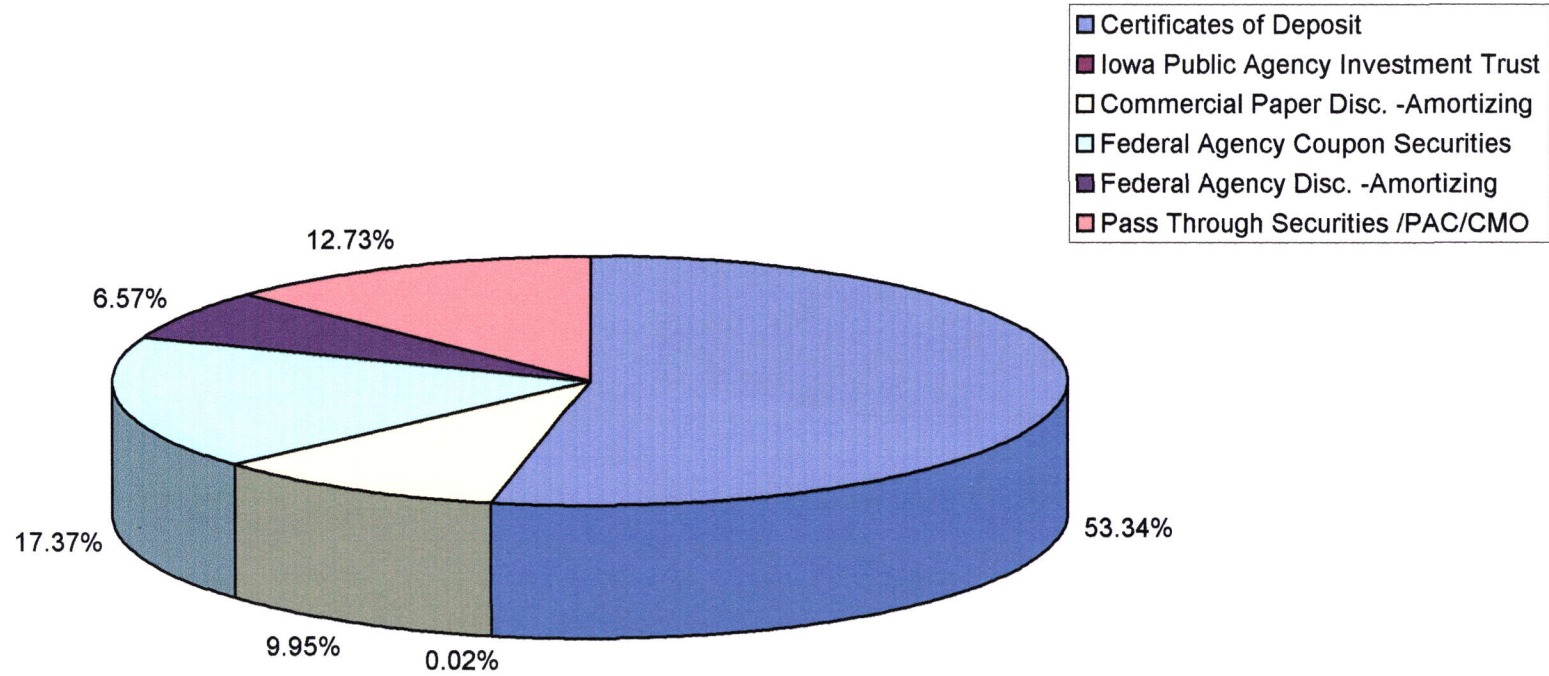
CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	YTM 360	YTM 365	Payment Dates	Accrued Interest At Purchase	Current Principal	Book Value
<b>Federal Agency Coupon Securities</b>												
3134A3M78	0416-08	FHLMC	1,500,000.00	6.625	09/15/2009	09/05/2008	5.690	5.769	09/15 - 03/15	Received	1,555,890.00	1,551,962.59
31359MVE0	0398-08	FNMA	1,000,000.00	4.250	05/15/2009	03/20/2008	2.924	2.965	05/15 - 11/15	Received	1,026,760.00	1,014,443.95
31359MU68	0418-08	FNMA	500,000.00	5.375	08/15/2009	09/09/2008	2.614	2.650	02/15 - 08/15	1,791.67	512,469.01	513,444.26
<b>Federal Agency Coupon Securities Totals</b>			<b>12,873,000.00</b>				<b>3.527</b>	<b>3.576</b>		<b>4,211.81</b>	<b>13,126,921.86</b>	<b>13,027,407.16</b>
<b>Federal Agency Disc. -Amortizing</b>												
313385EC6	0421-08	FHLB	500,000.00	2.350	04/09/2009	09/16/2008	2.412	2.445	04/09 - At Maturity		493,309.03	493,798.61
313385CK0	0422-08	FHLB	1,000,000.00	2.280	02/27/2009	09/16/2008	2.336	2.368	02/27 - At Maturity		989,613.33	990,563.33
313385CZ7	0423-08	FHLB	1,000,000.00	2.280	03/13/2009	09/16/2008	2.338	2.370	03/13 - At Maturity		988,726.67	989,676.67
313385DT0	0424-08	FHLB	1,000,000.00	2.280	03/31/2009	09/16/2008	2.339	2.371	03/31 - At Maturity		987,586.67	988,536.67
313589JV6	0417-08	FNMA	1,500,000.00	2.800	07/31/2009	09/08/2008	2.894	2.935	07/31 - At Maturity		1,461,966.67	1,464,650.00
<b>Federal Agency Disc. -Amortizing Totals</b>			<b>5,000,000.00</b>				<b>2.511</b>	<b>2.545</b>		<b>0.00</b>	<b>4,921,202.37</b>	<b>4,927,225.28</b>
<b>Pass Through Securities /PAC/CMO</b>												
31282VAU9	0242-05	FHLMC	66,937.27	4.000	05/01/2009	04/25/2005	4.932	5.000	05/15 - Monthly	Received	66,769.93	66,769.93
31282VAU9	0243-05	FHLMC	174,783.17	4.000	05/01/2009	04/29/2005	3.900	3.954	05/15 - Monthly	Received	174,783.17	174,783.17
31282VAU9	0245-05	FHLMC	19,074.59	4.000	05/01/2009	05/06/2005	4.026	4.081	06/15 - Monthly	Received	19,026.90	19,026.90
31282VAM7	0313-06	FHLMC	182,840.58	4.000	04/01/2009	09/29/2006	6.433	6.523	10/15 - Monthly	Received	179,355.18	179,355.18
31282VBU8	0323-06	FHLMC	136,383.79	4.500	10/01/2009	11/21/2006	5.989	6.072	12/15 - Monthly	Received	134,593.75	134,593.75
31282R4A9	0329-06	FHLMC	101,005.55	4.000	05/01/2010	11/30/2006	5.888	5.970	12/15 - Monthly	Received	98,606.66	98,606.66
31282U6B8	0366-07	FHLMC	200,648.07	3.500	12/01/2008	09/24/2007	6.411	6.501	10/15 - Monthly	Received	198,014.56	198,014.56
31282VBV6	0383-07	FHLMC	825,051.27	4.000	10/01/2009	11/21/2007	4.370	4.431	12/15 - Monthly	Received	820,926.01	820,926.01
31289V6H6	0389-08	FHLMC	255,946.59	4.000	06/01/2010	01/24/2008	4.357	4.417	02/15 - Monthly	Received	255,626.66	255,626.66
31282R6F6	0391-08	FHLMC	260,931.14	3.500	11/01/2010	01/25/2008	3.452	3.500	02/15 - Monthly	Received	260,931.14	260,931.14
31282VBV6	0393-08	FHLMC	775,646.98	4.000	10/01/2009	01/31/2008	3.051	3.093	02/15 - Monthly	Received	783,403.45	783,403.45
31282R5C4	0394-08	FHLMC	903,303.44	3.500	09/01/2010	02/21/2008	3.153	3.196	03/15 - Monthly	Received	908,384.52	908,384.52
31282R6H2	0395-08	FHLMC	872,471.42	4.000	12/01/2010	02/21/2008	2.877	2.917	03/15 - Monthly	Received	884,740.55	884,740.55
31282R6A7	0399-08	FHLMC	270,801.46	4.500	11/01/2010	04/24/2008	2.707	2.745	05/15 - Monthly	Received	274,186.48	274,186.48
31282SAD4	0400-08	FHLMC	372,337.38	4.500	03/01/2011	04/24/2008	2.677	2.715	05/15 - Monthly	Received	377,457.02	377,457.02
31282VDA0	0402-08	FHLMC	382,759.60	4.000	08/01/2010	04/24/2008	3.115	3.159	05/15 - Monthly	Received	385,151.84	385,151.84
31282R5C4	0406-08	FHLMC	232,064.15	3.500	09/01/2010	05/22/2008	3.549	3.599	06/15 - Monthly	Received	231,483.99	231,483.99
31282R7J7	0407-08	FHLMC	243,521.84	4.000	02/01/2011	05/23/2008	3.392	3.439	06/15 - Monthly	Received	244,739.45	244,739.45
31282R5R1	0408-08	FHLMC	225,138.52	4.500	10/01/2010	05/23/2008	3.035	3.078	06/15 - Monthly	Received	227,952.76	227,952.76
31289WGN0	0415-08	FHLMC	409,268.50	5.000	11/01/2011	07/25/2008	4.778	4.844	08/15 - Monthly	Received	409,268.50	409,268.50
3128DBPJ0	0420-08	FHLMC	466,850.76	5.500	12/01/2009	09/24/2008	3.366	3.412	10/15 - Monthly	1,640.46	471,227.48	472,867.94



**Investments FY 2008-2009  
Portfolio Management  
Investment Status Report - Investments  
September 30, 2008**

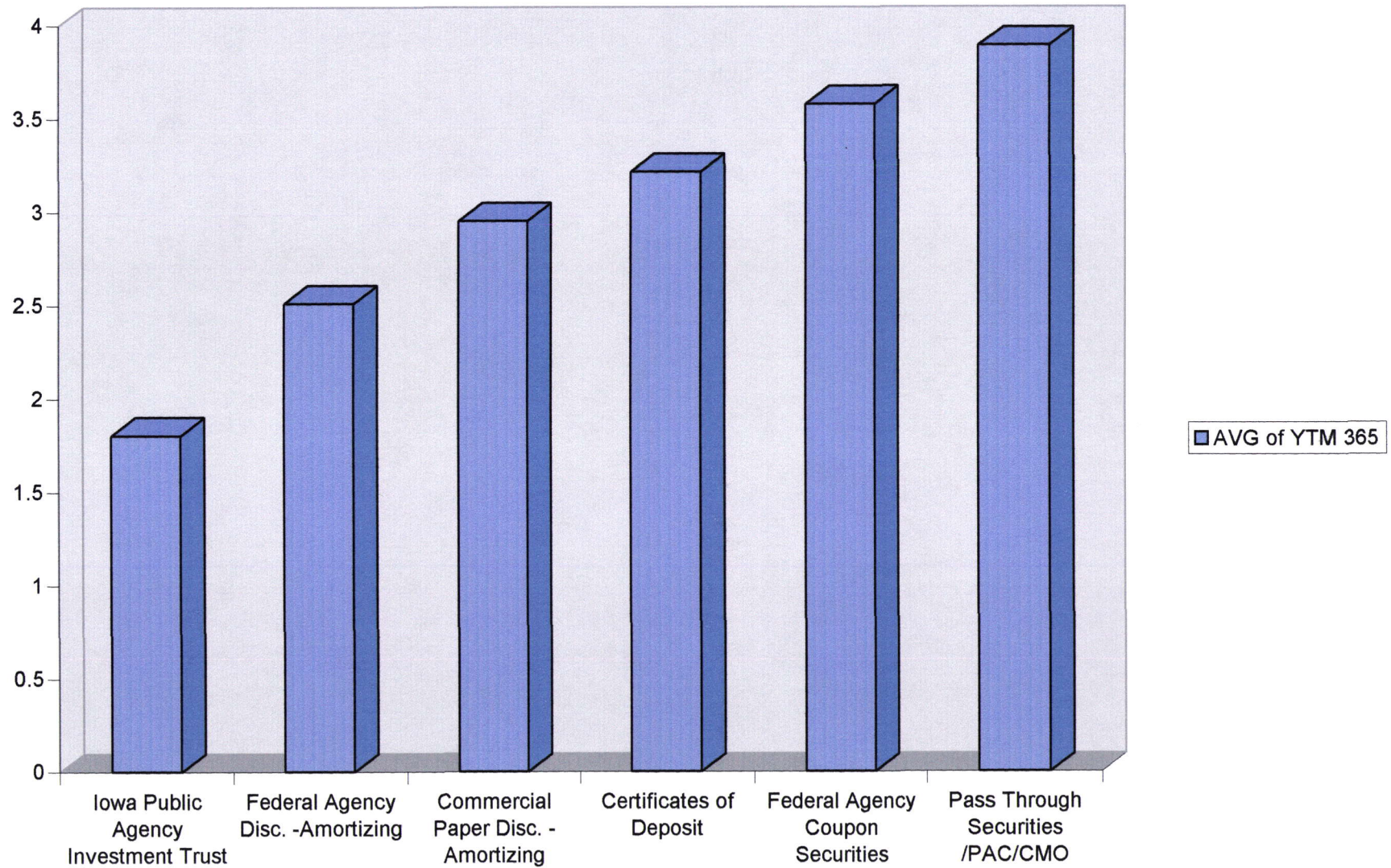
CUSIP	Investment #	Issuer	Par Value	Stated Rate	Maturity Date	Purchase Date	YTM 360	YTM 365	Payment Dates	Accrued Interest At Purchase	Current Principal	Book Value
<b>Pass Through Securities /PAC/CMO</b>												
31371LE54	0244-05	FNMA	195,579.15	4.000	11/01/2010	04/29/2005	4.111	4.168	05/25 - Monthly	Received	194,356.78	194,356.78
31371KLG4	0292-06	FNMA	188,187.08	5.000	02/01/2009	05/23/2006	5.803	5.884	06/25 - Monthly	Received	187,010.91	187,010.91
31371KPY1	0304-06	FNMA	87,397.74	5.500	05/01/2009	08/23/2006	5.938	6.020	09/25 - Monthly	Received	87,261.18	87,261.18
31371LAW9	0307-06	FNMA	86,064.31	3.500	06/01/2010	09/21/2006	6.586	6.677	10/25 - Monthly	Received	82,245.21	82,245.21
31371K5N7	0337-07	FNMA	125,827.93	4.000	05/01/2010	02/22/2007	6.455	6.545	03/25 - Monthly	Received	121,974.44	121,974.44
31371KJW2	0351-07	FNMA	108,865.17	5.000	12/01/2008	05/23/2007	5.949	6.032	06/25 - Monthly	Received	108,490.94	108,490.94
31371LAJ8	0388-07	FNMA	491,794.89	4.500	06/01/2010	01/02/2008	4.438	4.500	02/25 - Monthly	Received	491,794.89	491,794.89
31371LTH2	0409-08	FNMA	265,159.43	3.500	07/01/2011	05/23/2008	3.546	3.595	06/25 - Monthly	Received	264,165.08	264,165.08
31371LV97	0425-08	FNMA	591,030.66	5.000	09/01/2011	09/30/2008	3.326	3.372	10/25 - Monthly	2,380.54	600,727.26	603,107.80
<b>Pass Through Securities /PAC/CMO Totals</b>			<b>9,517,672.43</b>				<b>3.838</b>	<b>3.891</b>		<b>4,021.00</b>	<b>9,544,656.69</b>	<b>9,548,677.69</b>
<b>Investment Totals</b>			<b>74,907,993.38</b>				<b>3.260</b>	<b>3.305</b>		<b>8,232.81</b>	<b>75,002,570.06</b>	<b>74,985,367.32</b>

### Book Value By Investment Type



For Quarter Ending September 30, 2008

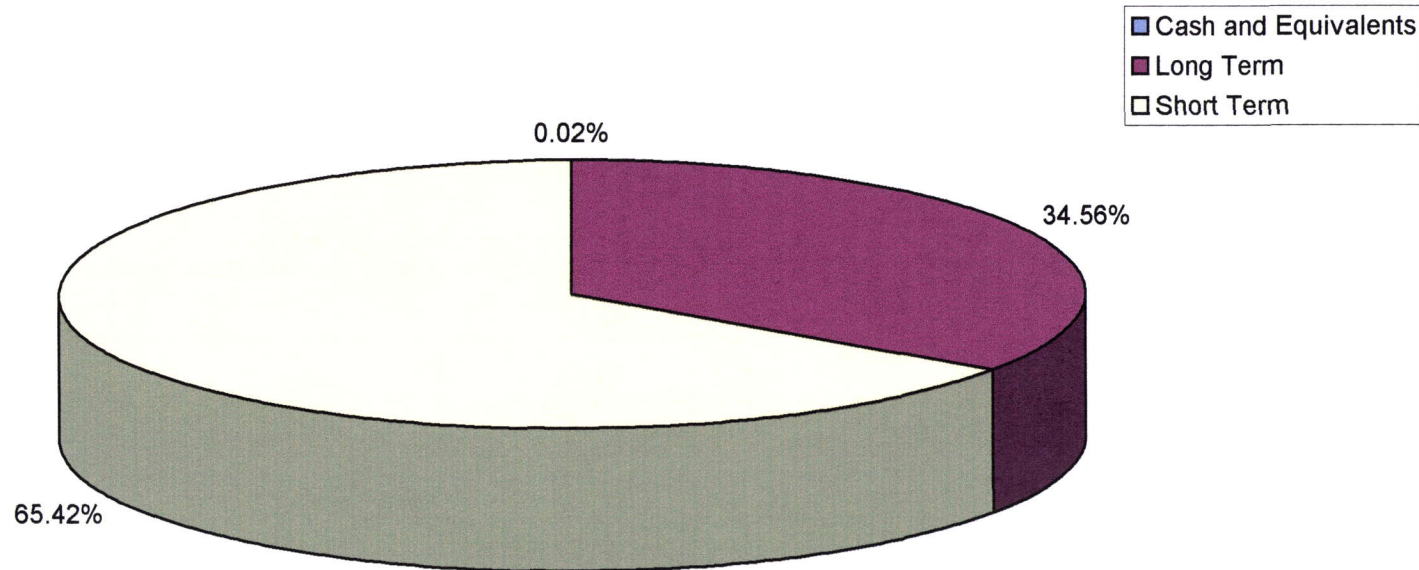
### Investment Yield by Type



For Quarter Ending September 30, 2008

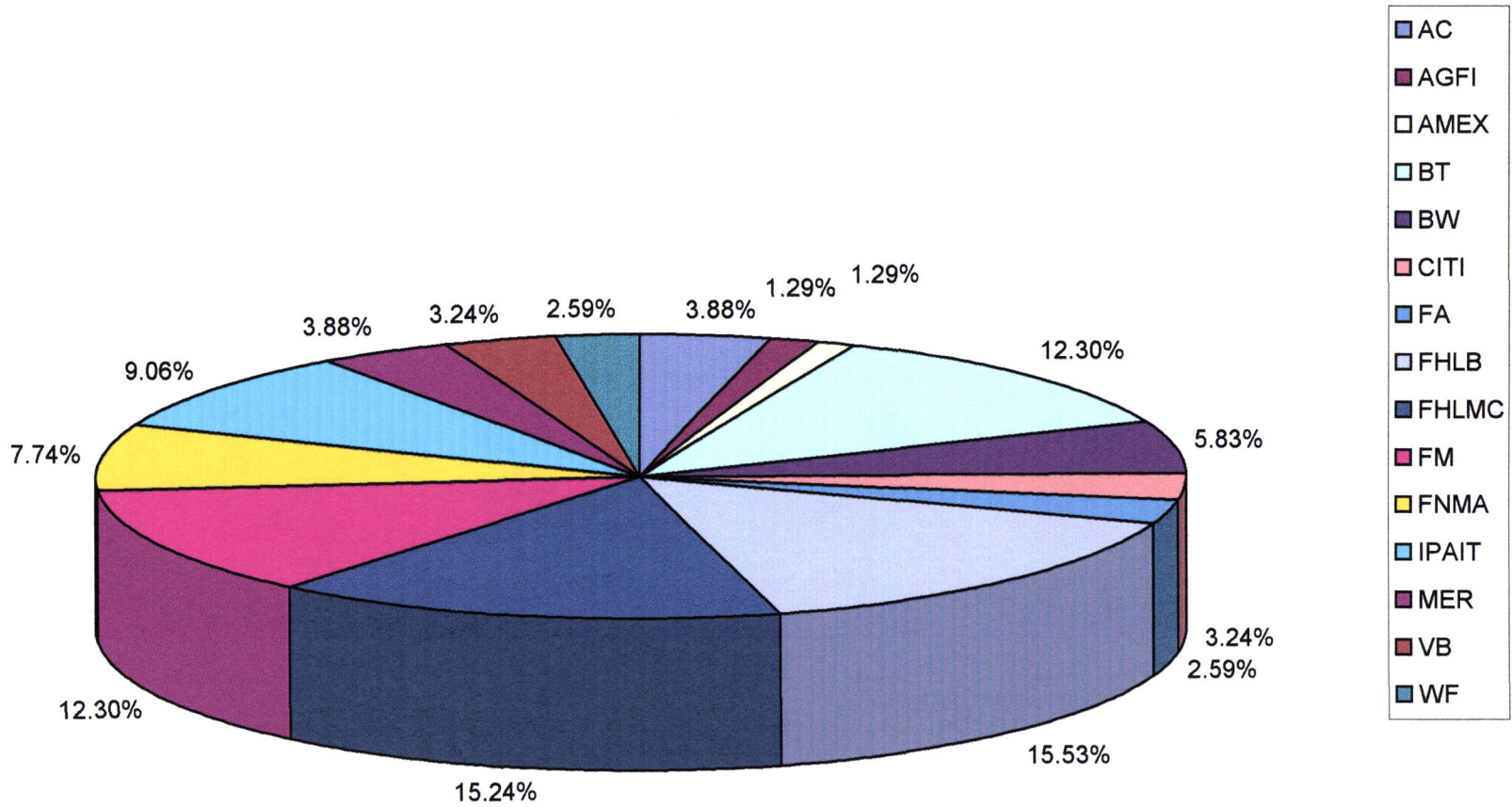


### Portfolio by Asset Class



For Quarter Ending September 30, 2008

### Par Value by Issuer Graph



For Quarter Ending September 30, 2008