



county of ventura

LAWRENCE L. MATHENEY
TREASURER
TAX COLLECTOR
PUBLIC ADMINISTRATOR

May 25, 2004

Don R. Hansen
Assistant Treasurer-Tax Collector

G. Paul Biolley
Assistant Public Administrator

Board of Supervisors
County of Ventura
800 South Victoria Avenue
Ventura, CA 93009

SUBJECT: REPORT OF INVESTMENTS FOR THE MONTH ENDING
APRIL 30, 2004, INCLUDING MARKET VALUES FOR ALL
INVESTMENTS FOR THE MONTH

RECOMMENDATION: Discuss and File

FISCAL/MANDATES IMPACT: None

DISCUSSION:

The average daily portfolio balance for the month of April amounted to \$1.4 billion. The portfolio yield for the month of April was 1.64%. The weighted average days to maturity increased 18 days to 346 days. The total net monthly earnings were \$1.9 million. The portfolio has been structured to satisfy the anticipated cash flow needs of the participants. The investment practices and portfolio holdings are in compliance with the investment policy.

Economic reports during April took a distinct swing upward. The mood in the country, from an economic perspective, has appeared to improve along with corporate earnings, which made a strong showing in the first quarter. Interest rates during the month rose sharply as the capital markets began to brace for an eventual increase in short-term interest rates from the Federal Reserve.

For its part, the Federal Reserve reported in the 'Beige Book', its national survey of economic activity, that "economic growth was widespread" across the country. The report went on to make the following observations.

- Economic activity increased across the nation.
- Retail sales moved up noticeably.
- Manufacturing, mining, energy, tourism and services all grew.
- New home construction is strong in a number of regions.
- Commercial real estate markets remain soft.

- Lending activity increased and credit quality remained solid.
- Conditions in agriculture improved overall with higher prices for most products.
- Labor markets tightened somewhat with modest wage increases.
- There were modest increases in overall consumer prices with significant increases in numerous commodities and input products.

In all, the picture is upbeat for the economy and economic reports during the month echoed the 'Beige Book' with only a few signs of caution. Consumer confidence has begun to improve, particularly, as the job situation has begun to rebound. Gross Domestic Product, the widest measure of economic activity, continued to show solid performance and was up 4.2% for the first quarter. Home sales remained strong. Of note, however, is the 0.5% increase in both the Consumer and Producer Price Indexes, which may signal the possibility of future inflation. Also reported were declines in construction spending and industrial production.

Interest rates reversed trend very sharply in April. Most economic data during the month came in better than forecast, which caused many in the capital markets to reassess how rapidly the Fed will move to raise interest rates. While sentiment earlier in the year had been that the Fed was unlikely to intervene in the markets until 2005, the most recent data began to move sentiment to the possibility that the Fed may be forced to raise rates as early as this summer. As a consequence, interest rates across the yield curve rose. Short-term interest rates rose 5 to 15 basis points while longer-term rates rose 50 to 75 basis points.

Given the current interest rate environment, we anticipate the County's yield to decrease modestly. Further, we continue to seek investment opportunities in order to optimize earnings (U.S. Treasury Market graph attached).

Attached is a listing of market values provided by our custodian, Wells Fargo Bank, for all investments for the month ending April 30, 2004. GASB Statement No. 31 states that variances between the cost of investments and the fair value of investments shall not be considered budgetary resources or uses of resources unless the value of investments is permanently impaired because of decreased issuer creditworthiness or it is determined that the Treasurer is unable to hold investments to maturity.

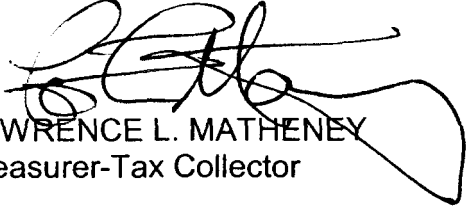
The following is a list of attached graphs:

- Portfolio Average Monthly Balance
- Average Portfolio Maturity
- Balance Yield Comparison by Month
- Portfolio Holdings by Instrument Type
- Yield Curve, U.S. Treasury Market
- Maturity Distribution

Ventura County Board of Supervisors
May 25, 2004
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This letter has been reviewed by the CEO, the Auditor-Controller, and County Counsel.

If you have any questions regarding this item, please call Chief Investment Officer
Robert A. Hansen at 654-3733.



LAWRENCE L. MATHENEY
Treasurer-Tax Collector

LLM:ec

Attachments

Wells Fargo

Investments by ICC Code

COUNTY OF VENTURA

Account: All Accounts Selected

Financial Reporting - Maturity Date
From Month End 04/30/2004
05/04/2004 05:24:01 PM EDT

Asset Description 1 & 2	Asset ID	Maturity Date	Units	Fed Tax Cost	Market Value	Market Price	Unrealized Gain/Unrealized Loss
U.S. DOLLARS			00000	\$ 0.00	\$ 0.00	000000	0000
AIG FDG INC CPDN DTD 03/01/04 05/03/2004	00137EEB35	05/03/2004	33,000,000.0000	\$32,993,647.50	\$33,000,000.00	100.000000	6,352.5000
AMERICAN EXP CRT CPDN DTD 01/08/04 05/03/2004	02581RE333	05/03/2004	7,000,000.0000	\$6,987,038.33	\$7,000,000.00	100.000000	12,961.6700
AMERICAN EXP CRT CPDN DTD 01/06/03 05/04/2004	02581RE41	05/04/2004	10,000,000.0000	\$9,974,500.00	\$9,999,700.00	99.997000	25,200.0000
GENERAL ELEC CAP CORP CPDN DTD 10/02/03 05/05/2004	36959HE52	05/05/2004	15,000,000.0000	\$14,972,962.50	\$14,999,100.00	99.994000	26,137.5000
AMERICAN EXP CRT CP DN DTD 01/07/04 05/06/2004	02581RE66	05/06/2004	10,000,000.0000	\$9,982,605.56	\$9,999,200.00	99.992000	16,594.4400
AIG FUNDING INC CPDN DTD 03/01/04 05/07/2004	00137EE76	05/07/2004	6,000,000.0000	\$5,988,721.67	\$5,999,340.00	99.989000	10,618.3300
GENERAL ELEC CAP CORP CPDN DTD 10/21/03 05/10/2004	36959HE78	05/10/2004	13,000,000.0000	\$12,975,451.67	\$12,998,570.00	99.989000	23,118.3300
AMERICAN EXP CRT CPDN DTD 11/13/03 05/11/2004	02581RE47	05/11/2004	5,000,000.0000	\$4,998,456.94	\$4,999,000.00	99.980000	543.0600
FED NATL MTG ASSN DISC NOTE DTD 05/19/03 05/12/2004	02581REB5	05/12/2004	15,000,000.0000	\$14,963,433.89	\$14,996,550.00	99.977000	33,116.1100
GENERAL ELEC CAP CORP CPDN DTD 10/03/03 05/13/2004	313588WT8	05/13/2004	12,000,000.0000	\$11,978,580.00	\$11,996,640.00	99.972000	18,060.0000
GENERAL ELEC CAP CORP CPDN DTD 09/02/03 05/17/2004	36959HEH6	05/17/2004	10,000,000.0000	\$9,982,150.00	\$9,996,000.00	99.960000	13,850.0000
GENERAL ELEC CAP CORP CPDN DTD 08/22/03 05/18/2004	36959HEJ2	05/18/2004	5,000,000.0000	\$4,993,908.33	\$4,997,900.00	99.958000	3,991.6700
AMERICAN EXP CRT CPDN DTD 01/15/04 05/20/2004	02581REL3	05/20/2004	13,000,000.0000	\$12,977,022.50	\$12,993,760.00	99.952000	16,737.5000
CITICORP CPDN DTD 03/01/04 05/21/2004	1730F0EM3	05/21/2004	10,000,000.0000	\$9,991,500.00	\$9,994,900.00	99.949000	3,400.0000
GENERAL ELEC CAPITAL CORP CPDN DTD 12/29/03 05/21/2004	36959HEM5	05/21/2004	10,000,000.0000	\$9,983,850.00	\$9,994,900.00	99.949000	11,050.0000
SANTA BARBARA BANK 1.00% 05/24/04	MS1291157	05/24/2004	100,000.0000	\$100,000.00	\$100,000.00	1.000000	0.0000
TOYOTA MOTOR CREDIT CO CPDN DTD 01/27/04 05/24/2004	89233GEQ5	05/24/2004	10,000,000.0000	\$9,983,447.22	\$9,994,100.00	99.941000	10,652.7800
FED FARM CREDIT BK DTD 05/24/02 3.550 05/25/2004	31331LO76	05/25/2004	20,000,000.0000	\$19,990,000.00	\$20,031,200.00	100.156000	41,200.0000
AMERICAN EXP CRT CP DN DTD 11/28/03 05/28/2004	02581REU3	05/28/2004	18,000,000.0000	\$17,959,095.00	\$17,987,220.00	99.929000	28,125.0000
CITICORP CPDN DTD 02/25/04 05/28/2004	1730E0EU5	05/28/2004	45,000,000.0000	\$44,911,175.00	\$44,968,050.00	99.929000	56,875.0000
GENERAL ELEC CAPT SERV CPDN DTD 11/20/03 05/28/2004	36959HEU5	05/28/2004	15,000,000.0000	\$14,965,237.50	\$14,989,350.00	99.929000	24,112.5000
AMERICAN EXP CRT CP DN DTD 12/10/03 06/01/2004	02581RF16	06/01/2004	10,000,000.0000	\$9,981,202.78	\$9,991,800.00	99.918000	10,597.2200
TOYOTA MTR CREDIT CPDN DTD 02/24/04 06/01/2004	89233GF19	06/01/2004	10,000,000.0000	\$9,988,666.67	\$9,991,800.00	99.918000	3,133.3300
FED NATL MTG ASSN DISC NOTE DTD 06/09/03 06/02/2004	313588XQ3	06/02/2004	15,000,000.0000	\$14,928,825.00	\$14,988,000.00	99.920000	59,175.0000
GENERAL ELEC CAP CORP CPDN DTD 10/07/03 06/03/2004	36959HF36	06/03/2004	10,000,000.0000	\$9,984,263.89	\$9,991,100.00	99.911000	6,836.1100
GENERAL ELEC CAPT CORP CPDN DTD 12/09/03 06/04/2004	36959HF44	06/04/2004	10,000,000.0000	\$9,983,977.78	\$9,990,800.00	99.908000	6,822.2200
CITICORP CPDN DTD 03/08/04 06/07/2004	1730E0F75	06/07/2004	10,000,000.0000	\$9,976,483.33	\$9,990,000.00	99.900000	13,516.6700
AMERICAN EXP CRT CP DN DTD 04/13/04 06/08/2004	02581RF81	06/08/2004	9,000,000.0000	\$8,985,720.00	\$8,990,730.00	99.897000	5,010.0000
FED NATL MTG ASSN DISC NOTE DTD 06/16/03 06/09/2004	313588X88	06/09/2004	20,000,000.0000	\$19,903,700.00	\$19,980,000.00	99.900000	76,300.0000
GENERAL ELEC CAP CORP CPDN DTD 12/11/03 06/11/2004	36959HF83	06/11/2004	4,000,000.0000	\$3,993,591.11	\$3,995,520.00	99.888000	1,928.8900
GENERAL ELEC CAP CORP CPDN DTD 09/23/03 06/14/2004	36959HFE2	06/14/2004	8,000,000.0000	\$7,984,893.33	\$7,990,400.00	99.880000	5,506.6700
FED NATL MTG ASSN DTD 06/21/02 3.000 06/15/2004	02581RF83	06/15/2004	20,000,000.0000	\$20,263,000.00	\$20,043,800.00	100.219000	(219,200.0000)
AMERICAN EXP CRT CP DN DTD 02/17/04 06/16/2004	36959HFE5	06/16/2004	12,000,000.0000	\$11,980,280.00	\$11,984,880.00	99.874000	4,600.0000
AMERICAN EXP CRT CP DN DTD 02/17/04 06/17/2004	02581RF83	06/17/2004	7,500,000.0000	\$7,487,679.17	\$7,490,325.00	99.871000	2,645.8300
AMERICAN EXPRESS CREDIT DTD 12/30/03 06/30/2004	02581RFW8	06/30/2004	20,000,000.0000	\$19,951,744.44	\$19,966,400.00	99.832000	14,655.5600
FED NATL MTG ASSN DISC NOTE DTD 07/07/03 06/30/2004	313588YU3	06/30/2004	67,500,000.0000	\$67,346,494.03	\$67,392,000.00	99.840000	45,505.9700
AIG FDG INC CPDN DTD 04/05/04 07/07/2004	00137EG66	07/06/2004	25,000,000.0000	\$24,934,909.72	\$24,952,000.00	99.808000	17,090.2800
GENERAL ELECTRIC CAPITAL CORP CPDN DTD 11/05/03 07/07/2004	36959HG76	07/07/2004	2,500,000.0000	\$2,491,838.89	\$2,495,125.00	99.805000	3,286.1100
TOYOTA MOTOR CREDIT CO CPDN DTD 03/26/04 07/08/2004	89233GG83	07/08/2004	10,000,000.0000	\$9,970,533.33	\$9,980,200.00	99.802000	9,666.6700
GENERAL ELECTRIC CAPITAL SERV CPDN DTD 01/30/04 07/09/2004	36959RG90	07/09/2004	12,500,000.0000	\$12,457,027.78	\$12,474,875.00	99.799000	17,847.2200
TOYOTA MOTOR CREDIT CO CPDN DTD 03/26/04 07/09/2004	89233GG91	07/09/2004	10,000,000.0000	\$9,970,250.00	\$9,979,900.00	99.799000	9,650.0000
TOYOTA MOTOR CREDIT CO CPDN DTD 03/26/04 07/12/2004	89233GGC4	07/12/2004	10,000,000.0000	\$9,969,400.00	\$9,979,000.00	99.790000	9,600.0000
FED HOME LN DISC NOTE DTD 07/21/03 07/14/2004	313384ZJ1	07/14/2004	15,000,000.0000	\$14,924,895.83	\$14,970,000.00	99.800000	45,104.1700
FED HOME LN MTG CORP DTD 07/15/02 3.000 07/15/2004	31344APX6	07/15/2004	5,000,000.0000	\$5,121,450.00	\$5,023,450.00	100.375000	(240,600.0000)
FED HOME LN BK DISC NOTE DTD 07/22/03 07/16/2004	313384ZL6	07/16/2004	15,000,000.0000	\$14,923,668.75	\$14,970,000.00	99.800000	46,331.2500
FED NATL MTG ASSN DISC NOTE DTD 07/28/03 07/21/2004	313588ZK9	07/21/2004	17,900,000.0000	\$17,808,113.33	\$17,860,620.00	99.780000	52,506.6700
FED NATL MTG ASSN DISC NOTE DTD 08/11/03 08/04/2004	313588A70	08/04/2004	15,000,000.0000	\$14,929,800.00	\$14,959,800.00	99.730000	29,700.0000
FED NATL MTG ASSN DISC NOTE DTD 08/18/03 08/11/2004	313588B61	08/11/2004	37,000,000.0000	\$36,826,254.17	\$36,892,700.00	99.710000	66,445.8300
FED HOME LN BK DISC NOTE DTD 08/26/03 08/20/2004	313384C72	08/20/2004	10,000,000.0000	\$9,948,866.67	\$9,969,000.00	99.690000	20,133.3300
FED NATL MTG ASSN DISC NOTE DTD 09/08/03 09/01/2004	313588E35	09/01/2004	7,000,000.0000	\$6,967,870.00	\$6,974,100.00	99.630000	6,230.0000
FED HOME LN BK DISC NOTE DTD 09/09/03 09/03/2004	313384E54	09/03/2004	15,000,000.0000	\$14,929,875.00	\$14,944,500.00	99.630000	14,625.0000
FED HOME LN DISC NOTE DTD 09/15/03 09/08/2004	313384F20	09/08/2004	7,000,000.0000	\$6,966,481.67	\$6,972,700.00	99.610000	6,218.3300

Wells Fargo

Investments by ICC Code

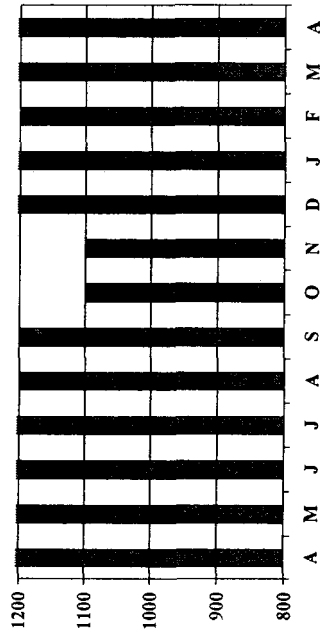
COUNTY OF VENTURA

Account: All Accounts Selected

Financial Reporting - Maturity Date
From Month End 04/30/2004
05/04/2004 05:24:01 PM EDT

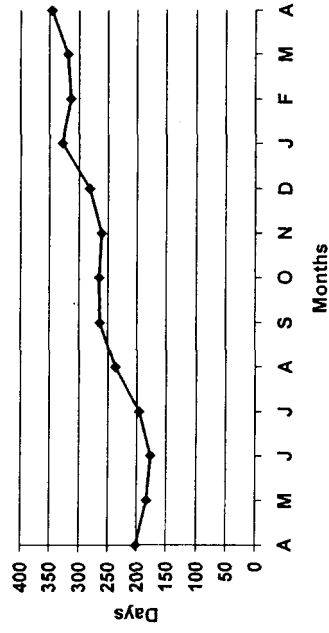
Asset Description 1 & 2	Asset ID	Maturity Date	Units	Fed Tax Cost	Market Value	Market Price	Unrealized Gain Unrealized Loss
FED HOME LN BK DISC NOTE DTD 09/16/03 09/10/2004	313384F46	09/10/2004	20,000,000.0000	\$19,903,666.67	\$19,922,000.00	99.610000	18,333.3300
FIRST BANK CD DTD 09/13/03 1.400 09/21/2004	MS1315899	09/21/2004	100,000,000.0000	\$100,000.00	\$100,000.00	1.000000	0.0000
FED FARM CREDIT BK DISC NOTE DTD 10/14/03 10/12/2004	313312K41	10/12/2004	15,000,000.0000	\$14,915,000.00	\$14,922,000.00	99.480000	7,000.0000
FED FARM CREDIT BANK DTD 12/02/02 2.070 11/29/2004	31331QJW8	11/29/2004	20,000,000.0000	\$20,087,600.00	\$20,087,600.00	100.438000	87,600.0000
FED HOME LN BK DTD 01/08/02 4.125 01/14/2005	31333MKY50	01/14/2005	20,000,000.0000	\$20,897,600.00	\$20,375,000.00	101.875000	(522,600.0000)
FED HOME LN BK DTD 08/01/03 1.750 08/15/2005	31333OE96	08/15/2005	26,500,000.0000	\$26,367,155.00	\$26,450,445.00	99.813000	83,290.0000
FED FARM CREDIT BK DTD 09/12/03 2.000 09/12/2005	31331TED9	09/12/2005	20,000,000.0000	\$20,000,000.00	\$20,012,600.00	100.063000	12,600.0000
FED NATL MTG ASSN DTD 08/22/03 1.875 09/15/2005	31339MTB9	09/15/2005	20,000,000.0000	\$19,881,400.00	\$19,968,800.00	99.844000	87,400.0000
FED FARM CREDIT BK DTD 09/17/03 2.150 10/17/2005	31331TDZ1	10/17/2005	12,000,000.0000	\$12,000,000.00	\$12,018,720.00	100.156000	18,720.0000
FED HOME LN BK SER 8105 DTD 11/05/02 2.500 11/15/2005	31333MTL89	11/15/2005	10,000,000.0000	\$10,063,400.00	\$10,050,000.00	100.500000	(13,400.0000)
FED HOME LN BK SER 4S05 DTD 06/05/03 1.960 12/05/2005	31339X478	12/05/2005	10,000,000.0000	\$9,944,400.00	\$9,971,900.00	99.719000	27,500.0000
FED FARM CREDIT BK DTD 12/01/03 2.150 01/03/2006	31331TIL58	01/03/2006	25,000,000.0000	\$25,000,000.00	\$24,976,500.00	99.906000	(23,500.0000)
FED NATL MTG ASSN DTD 07/30/03 2.180 01/30/2006	3136F34B9	01/30/2006	10,000,000.0000	\$10,000,000.00	\$9,975,000.00	99.750000	(25,000.0000)
FED HOME LN BK DTD 01/21/03 2.500 03/15/2006	31333MVHK2	03/15/2006	10,000,000.0000	\$10,090,200.00	\$10,025,000.00	100.250000	(65,200.0000)
FED FARM CREDIT BK DTD 01/15/03 2.500 03/15/2006	31331QRY5	03/15/2006	14,000,000.0000	\$13,999,720.00	\$14,035,000.00	100.250000	35,280.0000
FED NATL MTG ASSN DTD 09/29/03 2.340 03/29/2006	3136F4JE5	03/29/2006	20,000,000.0000	\$20,012,500.00	\$19,950,000.00	99.750000	(62,500.0000)
FED HOME LN BK DTD 04/15/03 2.250 05/15/2006	31333MYCH8	05/15/2006	25,000,000.0000	\$24,920,500.00	\$24,875,000.00	99.500000	(45,500.0000)
FED HOME LN BK SER 4906 DTD 05/05/03 2.125 05/15/2006	31333MYRT6	05/15/2006	19,000,000.0000	\$18,911,418.29	\$18,857,500.00	99.250000	(53,918.2900)
FED HOME LN BK DTD 08/26/03 2.490 05/26/2006	31333XOGD5	05/26/2006	20,000,000.0000	\$20,000,000.00	\$19,987,600.00	99.938000	(12,400.0000)
FED NATL MTG ASSN DTD 05/22/03 1.875 06/15/2006	31339XAZ7	06/15/2006	15,000,000.0000	\$14,879,926.22	\$14,789,100.00	98.594000	(90,826.2200)
FED NATL MTG ASSN DTD 04/23/04 2.500 06/15/2006	31359MVA8	06/15/2006	10,000,000.0000	\$10,010,300.00	\$9,975,000.00	99.750000	(35,300.0000)
FED NATL MTG ASSN DTD 06/27/03 2.100 06/26/2006	3136F3V70	06/26/2006	18,000,000.0000	\$17,814,600.00	\$17,797,500.00	98.875000	(17,100.0000)
FED FARM CREDIT BK DTD 02/09/04 2.125 07/17/2006	31331TTV3	07/17/2006	40,000,000.0000	\$39,883,851.07	\$39,575,200.00	98.938000	(308,651.0700)
FED HOME LN BK DTD 07/28/03 2.080 07/28/2006	31339YPA8	07/28/2006	20,000,000.0000	\$20,000,000.00	\$19,756,200.00	98.781000	(243,800.0000)
FED HOME LN BK DTD 07/24/03 2.375 08/15/2006	31333X06K0	08/15/2006	20,000,000.0000	\$19,967,969.58	\$19,868,800.00	99.344000	(99,169.5800)
FED HOME LN BK DTD 09/08/03 2.875 09/15/2006	31333X14N4	09/15/2006	20,000,000.0000	\$20,407,600.00	\$20,062,600.00	100.313000	(345,000.0000)
FED FARM CREDIT BK DTD 10/01/03 2.375 10/02/2006	31331TGN5	10/02/2006	14,000,000.0000	\$14,032,410.00	\$13,873,160.00	99.094000	(159,250.0000)
FED FARM CREDIT BK DTD 10/30/03 2.650 10/30/2006	31331TJH5	10/30/2006	20,000,000.0000	\$20,000,000.00	\$19,918,800.00	99.594000	(81,200.0000)
FED HOME LN BK DTD 11/05/03 2.750 11/15/2006	31333X2B46	11/15/2006	20,000,000.0000	\$20,183,000.00	\$19,950,000.00	99.750000	(235,000.0000)
FED NATL MTG ASSN DTD 10/24/03 2.625 11/15/2006	31359MTN3	11/15/2006	10,000,000.0000	\$9,987,000.00	\$9,943,800.00	99.438000	(43,200.0000)
FED NATL MTG ASSN DTD 05/21/03 2.750 11/21/2006	3136F3RB4	11/21/2006	15,000,000.0000	\$15,047,291.27	\$14,957,850.00	99.719000	(89,441.2700)
FED FARM CREDIT BK DTD 12/18/03 2.750 12/18/2006	31331TNG2	12/18/2006	15,000,000.0000	\$15,056,850.00	\$14,920,350.00	99.469000	(136,500.0000)
FED NATL MTG ASSN DTD 06/26/03 2.100 12/26/2006	3136F3YX8	12/26/2006	17,000,000.0000	\$16,831,710.66	\$16,649,460.00	97.938000	(182,250.6600)
FED HOME LN BK SER T307 DTD 02/06/03 2.875 02/15/2007	31333MW2K6	02/15/2007	50,000,000.0000	\$50,506,148.14	\$49,797,000.00	99.594000	(709,148.1400)
FED FARM CREDIT BK DTD 04/16/04 2.550 04/16/2007	31331TD24	04/16/2007	8,300,000.0000	\$8,249,908.93	\$8,159,979.00	98.313000	(89,929.9300)
GRAND TOTAL			1,392,900,000.0000	\$1,392,682,249.44	\$1,389,838,169.00		(2,844,080.4400)

PORTFOLIO AVERAGE MONTHLY BALANCE



04-04INV.PPT

AVERAGE MATURITY



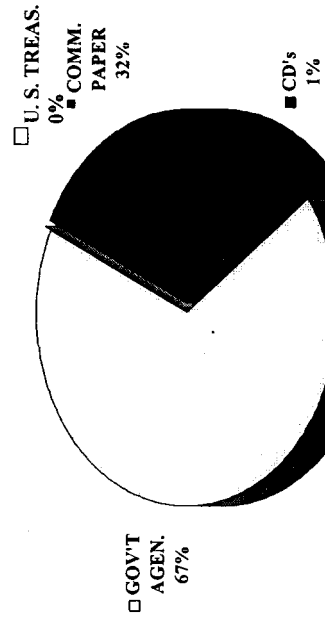
04-04INV.PPT

YIELD COMPARISON



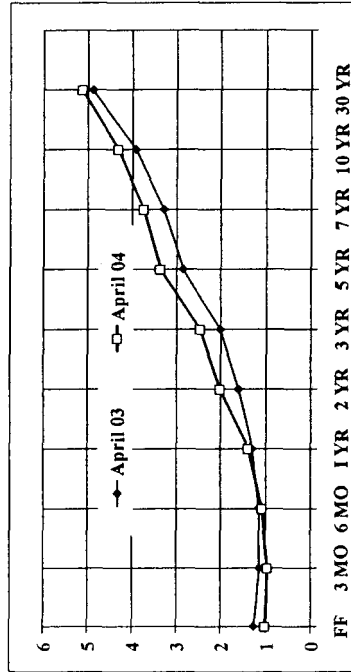
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PORTFOLIO HOLDINGS



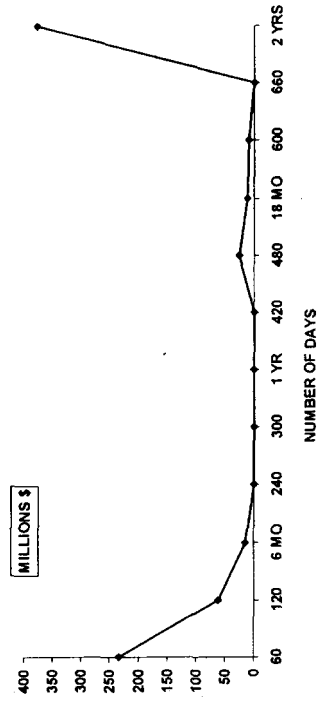
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YIELD CURVE



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MATURITY DISTRIBUTION



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