ORANGE COUNTY TREASURER-TAX COLLECTOR INVESTMENT POLICY COMPLIANCE September 30, 2001

Investment Policy Guidelines		Orange County Investment Pool		Orange County Education		John Wayne Airport Investment Pool	
Percent of		Market Value of Percent of		Market Value of	Percent of	Market Value of	Percent of
Portfolio	Investment Type	Investments	Portfolio	Investments	Portfolio	Investments	Portfolio
	U.S. Treasuries	-	-	-	-	-	-
100%	U.S. Government Agencies	\$785,730,394	35.40%	\$302,093,798	24.05%	\$16,963,595	45.08%
40%	Commercial Paper	687,252,053	30.97%	487,529,618	38.82%	14,689,072	39.04%
50%	Repurchase Agreements	40,000,000	1.80%	40,000,000	3.19%	-	-
30%	Negotiable Certificates of Deposit	327,962,096	14.78%	172,731,469	13.75%	-	-
20%	Money Market Funds	21,413,243	0.96%	15,416,135	1.23%	3,704,408	9.85%
40%	Bankers' Acceptances	56,902,014	2.56%	29,672,059	2.36%	1,268,884	3.37%
10%	State & Local Agency Obligations	-	-	-	-	-	-
10%	Receivable-Backed Securities	-	-	-	-	-	-
30%	Medium-Term Notes	300,383,280	13.53%	208,551,054	16.60%	1,000,781	2.66%
		\$2,219,643,080	100.00%	\$1,255,994,133	100.00%	\$37,626,740	100.00%

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

Orange County Treasurer-Tax Collector Noncompliance Report Summary For the Month Ended September 30, 2001

During September, there were no investment related noncompliance incidents in the County, Educational or John Wayne Airport Investment Pools. Although certain Investment Policy Statement (IPS) guidelines were exceeded during the month (technical incidents), the Treasurer believes they did not cause any material impact of a negative nature.

Technical Incidents

The Board of Supervisors approved a revised IPS on March 27, 2001. Any prior purchases of securities in our portfolio on that date that are "split-rated" or on "credit watch-negative" are considered technical incidents. The Treasurer has decided at this time to hold these acquisitions to maturity.

County Pool	Description	Maturity Date	F	ace Amount	% of Total Portfolio	Split- Rated	Credit Watch - Negative
Money Market Fund							
Transamerica Financial	MTN	11/01/01	\$	17,850,000	1.05%	A2/P1/F1+	
Ford Motor	MTN	02/15/02		12,200,000	0.72%		Moody's
Total			\$	30,050,000	1.76%		
Educational Pool							
Transamerica Financial	MTN	12/14/01	\$	18,480,000	1.47%	A2/P1/F1+	
Ford Motor	MTN	02/28/02		5,000,000	0.40%		Moody's
Total			\$	23,480,000	1.87%		

The following technical incident represents a security from a previous month that was reported as "credit watch-negative" in the current month. There are no additional "split-rated" securities in the current month.

Educational Pool	Description	Maturity	Fa	ce Amount	% of Total <u>Portfolio</u>	Credit Watch - Negative
Swiss Re Financial Products	СР	10/09/01	\$	15,000,000	1.19%	Moody's
Total			\$	15,000,000	1.19%	