



OFFICE OF THE TREASURER-TAX COLLECTOR

HALL OF FINANCE & RECORDS
12 CIVIC CENTER PLAZA, SUITE G76
POST OFFICE BOX 4515
SANTA ANA, CA 92701
www.ttc.ocgov.com

February 9, 2007

CHRISS W. STREET
TREASURER-TAX COLLECTOR

BRETT R. BARBRE
CHIEF ASSISTANT TREASURER-TAX COLLECTOR

PAUL C. GORMAN, C.P.A., CTP
ASSISTANT TREASURER-TAX COLLECTOR
TREASURY

WALTER DANIELS
ASSISTANT TREASURER-TAX COLLECTOR
TAX COLLECTION

ROBIN RUSSELL
ASSISTANT TREASURER-TAX COLLECTOR
ADMINISTRATION

CLARISSA ADRIANO-CERES
ASSISTANT TREASURER-TAX COLLECTOR
INFORMATION TECHNOLOGY

CHANGES IN ELIGIBLE CREDITS

In the month of January, there was one change to the Treasurer's approved eligibility list:

The following was added to the CP/ MTN Eligibility list:

- 1) **Intesa Funding LLC**

In addition to the changes noted in December's report, the following were also added to the CP/MTN Eligibility list during that month:

- 1) **ADP Tax Services, Inc.**
- 2) **Automatic Data Processing**

OFFICE OF THE TREASURER-TAX COLLECTOR



HALL OF FINANCE & RECORDS
12 CIVIC CENTER PLAZA, SUITE G76
POST OFFICE BOX 4515
SANTA ANA, CA 92701
www.ttc.ocgov.com

CHRISS W. STREET
TREASURER-TAX COLLECTOR

BRETT R. BARBRE
CHIEF ASSISTANT TREASURER-TAX COLLECTOR

PAUL C. GORMAN, C.P.A., CTP
ASSISTANT TREASURER-TAX COLLECTOR
TREASURY

WALTER DANIELS
ASSISTANT TREASURER-TAX COLLECTOR
TAX COLLECTION

ROBIN RUSSELL
ASSISTANT TREASURER-TAX COLLECTOR
ADMINISTRATION

CLARISSA ADRIANO-CERES
ASSISTANT TREASURER-TAX COLLECTOR
INFORMATION TECHNOLOGY

To: Treasury Investment Committee
From: John Byerly, Senior Financial Analyst
Date: January 16, 2007

Subject: San Paolo IMI U.S. Financial Copmany (CP)
Intesa Funding LLC (CP)
San Paolo IMI NY Branch (YCD)

Ratings: AA-/Aa3/AA- A-1+/P-1/F1+
Exposure: County/Schools/X-Fund/JWA - None
Recommend: Approve Intesa Funding LLC

Summary:

The San Paolo IMI U.S. Financial Co. commercial paper guarantor and the San Paolo IMI NY Yankee CD issuer have changed. Sanpaolo IMI was the third-largest banking group in Italy by total assets at the end of 2005. As of January 1, 2007, the bank has merged with Banca Intesa SpA. The combined entity, Intesa Sanpaolo SpA, will be the largest bank in Italy and positioned among the top 5 banks in the Eurozone.

Intesa Sanpaolo leads market share in numerous lines of business in Italy by a strong margin. Customer Loans (21.8%), Customer Deposits (22.1%), Asset Management (32.4%), and other segments are more than 10 percentage points above the second players. With 63% of its 6,100 branches positioned in Northern Italy, Intesa Sanpaolo capitalizes on Italy's wealthiest area which accounts for 45% of Italy's GDP.

While Banca Intesa's asset quality had been somewhat weaker than Sanpaolo's, the combined entity will continue to produce strong profitability and capitalization levels. Indeed, credit ratings remain A-1+/P-1/F1+.

The new bank will continue to issue through its current conduits for the time being, and as it is now the same credit to us, I recommend adding Intesa Funding, LLC to the CP/MTN Eligibility list. As new documents become available regarding a merged program, the eligibility list will be updated accordingly. In related fashion, as a new Yankee CD ticker becomes available, the Foreign Bank Eligibility list will be updated to read as Intesa Sanpaolo NY.

OFFICE OF THE TREASURER-TAX COLLECTOR



HALL OF FINANCE & RECORDS
12 CIVIC CENTER PLAZA, SUITE G76
POST OFFICE BOX 4515
SANTA ANA, CA 92701
www.ttc.ocgov.com

CHRISS W. STREET
TREASURER-TAX COLLECTOR

BRETT R. BARBRE
CHIEF ASSISTANT TREASURER-TAX COLLECTOR

PAUL C. GORMAN, C.P.A., CTP
ASSISTANT TREASURER-TAX COLLECTOR
TREASURY

WALTER DANIELS
ASSISTANT TREASURER-TAX COLLECTOR
TAX COLLECTION

ROBIN RUSSELL
ASSISTANT TREASURER-TAX COLLECTOR
ADMINISTRATION

CLARISSA ADRIANO-CERES
ASSISTANT TREASURER-TAX COLLECTOR
INFORMATION TECHNOLOGY

To: Treasury Investment Committee
From: John Byerly, Senior Financial Analyst
Date: December 26, 2006

Subject: **Automatic Data Processing, Inc. (ADP)**
ADP Tax Services, Inc.

Ratings: AAA/Aaa/NR A-1+/P-1/NR
Exposure: County/Schools/X-Fund/JWA - None
Recommend: Approve ADP and ADP Tax Services, Inc.

Summary:

With nearly \$9 billion in revenues and more than 570,000 clients, ADP is one of the largest payroll and tax filing processors in the world. In addition to employer services the company provides inventory and other computing and data services to more than 25,000 auto and truck dealers.

While the company will continue to focus on acquisitions to generate growth, ADP's successful track record and management's commitment to maintaining a strong balance sheet with substantial financial flexibility support our view that ADP will continue to be an exceptionally strong credit.

The \$5.5 billion commercial paper program is supported by three bank facilities totaling \$5.5 billion, each with same day availability and with no financial covenants or MAC clause. Unconditionally guaranteed by Automatic Data Processing, Inc., the program may have either its own name, or that of its subsidiary ADP Tax Services, Inc. Brokers include Bank of America, Citi, Goldman Sachs, Deutsche and Lehman.

It is anticipated that adding this name will add some diversification to the available names in the overnight CP market. I recommend adding ADP and ADP Tax Services, Inc. to the CP/MTN eligibility list.