

**ORANGE COUNTY TREASURER-TAX COLLECTOR
INVESTMENT POLICY COMPLIANCE
February 29, 2004**

Investment Policy Guidelines		Orange County Investment Pool		Orange County Educational Investment Pool		John Wayne Airport Investment Pool	
Percent of Portfolio	Investment Type	Market Value of Investments	Percent of Portfolio	Market Value of Investments	Percent of Portfolio	Market Value of Investments	Percent of Portfolio
100%	U.S. Treasuries	-	-	-	-	-	-
100%	U.S. Government Agencies	\$850,884,019	31.28%	\$563,760,732	24.91%	\$25,331,116	57.56%
40%	Commercial Paper	993,606,651	36.53%	879,646,553	38.88%	14,838,643	33.72%
50%	Repurchase Agreements	125,000,000	4.60%	100,000,000	4.42%	-	-
30%	Negotiable Certificates of Deposit	250,098,290	9.20%	358,288,062	15.83%	-	-
20%	Money Market Funds	60,931,074	2.24%	93,793,096	4.15%	3,835,117	8.72%
40%	Bankers' Acceptances	8,946,677	0.33%	25,065,532	1.11%	-	-
10%	State & Local Agency Obligations	-	-	-	-	-	-
10%	Receivable-Backed Securities	-	-	-	-	-	-
30%	Medium-Term Notes	430,426,592	15.82%	242,158,840	10.70%	-	-
		\$2,719,893,303	100.00%	\$2,262,712,815	100.00%	\$44,004,876	100.00%

Compliance Category (Yes/No)	Money Market Fund (Fund #692)	Extended Fund (Fund #699)	Orange County Educational Investment Pool		John Wayne Airport Investment Pool	
Percentage Limits	No		No		Yes	
Maturity Limits	Yes	Yes	Yes		Yes	
Quality Limits	Yes		Yes		Yes	
Net Asset Value Limits	Yes		Yes		Yes	
Internal Control-Trade Approval	Yes	Yes	Yes		Yes	

**Orange County Treasurer-Tax Collector
Noncompliance Report Summary
For the Month Ended February 29, 2004**

During February the County and Educational pools each had one noncompliance incident. Although certain Investment Policy Statement (IPS) guidelines were temporarily exceeded during the month, the Treasurer believes they did not cause any material impact of a negative nature.

County Investment Pool

The percentage of overall portfolio holdings for a single issuer exceeded 5 percent of the market value of the portfolio:

02-23 A purchase of \$48 million in CIT Group Inc. medium-term notes increased holdings of CIT Group Inc. to 5.47% of the market value of the portfolio. On February 27, 2004, the fourth following business day, a sale of \$16.871 million of CIT Group Inc. medium-term notes brought the percentage of overall portfolio holdings for a single issuer back within IPS limits. This occurred due to Bloomberg using a subsidiary issuer name that our software did not match up at the time of purchase.

Educational Investment Pool

The percentage of overall portfolio holdings for a single issuer exceeded 5 percent of the market value of the portfolio:

02-19 A purchase of \$125 million in Greenwich Capital Markets repurchase agreements increased holdings of Greenwich Capital Markets to 5.47% of the market value of the portfolio. On February 20, 2004, the following business day, the investment matured and brought the percentage of overall portfolio holdings for a single issuer back within IPS limits. This occurred due to a manual computation error that overrode our new software.