



# Treasury Report

## School District of Palm Beach County

### 12/31/2006

#### Treasurer's Notes

##### Sales Tax

October receipts were 111.3% of projections.  
 Cumulative receipts are 110.0% of projections.  
 Total expenditures to date are \$295.5M, which is \$139.8M less than forecast.  
 Interest earnings still ahead of interest expense by \$2.8M.

##### Commercial Paper

Interest-to-date earned \$15.8M: Interest expense-to-date \$13M.  
 \$250 million balance outstanding for the entire quarter.  
 Jan 07 issuances: 90 days @3.60%

<b>Benchmark Performance</b>	<b>12/31/2006 Annualized Quarter</b>
<b>Merrill Lynch 1-3 Year U.S. Treasury Note Index</b>	<b>3.66%</b>
<b>Core Portfolio Managed by PFM</b>	<b>4.41%</b>
<b>Florida SBA</b>	<b>5.38%</b>
<b>Bank of America</b>	<b>5.25%</b>

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**Palm Beach Schools  
Portfolio Management  
Portfolio Summary  
December 31, 2006**

Palm Beach County School Distr  
3300 Forest Hill Blvd  
Ste A-334  
West Palm Beach, FL  
(561)434-8142

<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/C 360 Equiv.</b>	<b>YTM/C 365 Equiv.</b>
State Board of Administration LGIP	978,753,565.03	978,753,565.03	978,753,565.03	90.16	1	1	1.551	1.573
Bank Deposits	22,933,668.72	22,933,668.72	22,933,668.72	2.11	1	1	5.178	5.250
Corporate Notes	5,429,000.00	5,340,808.74	5,442,151.15	0.50	1,086	525	4.463	4.525
Federal Agency Coupon Securities	35,275,000.00	34,837,057.71	35,098,692.27	3.23	893	659	4.940	5.009
Treasury Coupon Securities	34,920,000.00	34,680,331.57	34,851,106.34	3.21	939	750	4.611	4.675
Treasury Discounts	1,625,000.00	1,624,372.05	1,624,372.05	0.15	20	3	4.798	4.864
Mortgage Backed Securities	6,774,026.52	6,537,597.22	6,867,214.93	0.63	1,721	588	3.662	3.713
	<b>1,085,710,260.27</b>	<b>1,084,707,401.04</b>	<b>1,085,570,770.49</b>	<b>100.00%</b>	<b>76</b>	<b>53</b>	<b>1.869</b>	<b>1.895</b>
<b>Investments</b>								
<b>Cash and Accrued Interest</b>								
Accrued Interest at Purchase		146,834.62	146,834.62					
Subtotal		146,834.62	146,834.62					
<b>Total Cash and Investments</b>	<b>1,085,710,260.27</b>	<b>1,084,854,235.66</b>	<b>1,085,717,605.11</b>		<b>76</b>	<b>53</b>	<b>1.869</b>	<b>1.895</b>



## Palm Beach Schools Duration Report Sorted by Fund - Investment Type Through 12/31/2006

Security ID	Investment #	Fund	Issuer	Investment Class	Book Value	Par Value	Market Value	Current Rate	YTM 360	Current Yield	Maturity/ Call Date	Effective Duration
<b>Fund: Treasury Pool</b>												
949746JQ5	5036	0001	Wells Fargo	Fair	3,991,387.99	4,000,000.00	3,901,720.00	4.125	4.260	6.304	03/10/2008	1.126 †
066050CV5	6073	0001	Banc of America	Fair	1,450,763.16	1,429,000.00	1,439,088.74	5.875	5.022	5.521	02/15/2009	1.931 †
31331SNF6	7001	0001	Federal Farm Credit Bank	Fair	4,109,941.66	4,250,000.00	4,109,941.66	3.750	5.427	5.481	01/15/2009	1.894 †
31331ST78	6057	0001	Federal Farm Credit Bank	Fair	1,980,002.70	2,000,000.00	1,944,380.00	4.250	4.709	5.695	01/26/2009	1.911 †
3133MVZA4	5040	0001	Federal Home Loan Bank	Fair	829,525.31	835,000.00	807,603.65	3.375	3.942	6.457	02/15/2008	1.062 †
3133XBJQ9	7003	0001	Federal Home Loan Bank	Fair	2,163,530.57	2,200,000.00	2,163,530.57	4.125	5.403	5.471	04/18/2008	1.232 †
3133XBSV8	5044	0001	Federal Home Loan Bank	Fair	3,074,215.66	3,070,000.00	2,987,509.10	4.000	3.843	5.964	06/13/2008	1.379 †
31359MEY5	7011	0001	Federal National Mtg Assn	Fair	2,200,188.70	2,115,000.00	2,200,188.70	6.625	4.933	5.018	09/15/2009	2.419 †
3133XDT76	6056	0001	Federal Home Loan Bank	Fair	1,999,301.72	2,000,000.00	1,968,760.00	4.750	4.699	5.609	12/12/2008	1.827 †
3133XGL51	7020	0001	Federal Home Loan Bank	Fair	2,536,116.07	2,535,000.00	2,536,116.07	5.500	5.372	5.477	08/28/2008	0.627 †
31359MXP3	6103	0001	Federal National Mtg Assn	Fair	3,020,872.15	3,065,000.00	2,991,256.10	3.875	5.207	6.209	02/01/2008	0.556 †
31359MTF0	6018	0001	Federal National Mtg Assn	Fair	1,968,167.78	2,000,000.00	1,930,000.00	3.750	4.690	5.942	09/15/2008	1.601 †
31359MSQ7	7005	0001	Federal National Mtg Assn	Fair	2,424,137.68	2,500,000.00	2,424,137.68	3.250	5.174	5.228	08/15/2008	1.533 †
31359ME74	7019	0001	Federal National Mtg Assn	Fair	2,764,955.30	2,770,000.00	2,764,955.30	5.000	5.021	5.096	01/23/2009	1.893 †
3134A3M78	7010	0001	Federal Home Loan Mtg Corp	Fair	2,200,351.38	2,115,000.00	2,200,351.38	6.625	4.930	5.015	09/15/2009	2.419 †
31359MZX4	7018	0001	Federal National Mtg Assn	Fair	2,529,354.15	2,535,000.00	2,529,354.15	5.000	5.081	5.156	07/03/2008	1.397 †
31359MEK5	6048	0001	Federal National Mtg Assn	Fair	1,298,031.44	1,285,000.00	1,278,973.35	5.250	4.645	5.497	01/15/2009	1.862 †
912828FG0	6105	0001	U.S. Treasury	Fair	2,659,228.82	2,665,000.00	2,650,102.65	4.875	4.969	5.293	05/31/2008	1.341 †
912828FE5	6104	0001	U.S. Treasury	Fair	2,655,618.27	2,665,000.00	2,646,878.00	4.875	4.967	5.186	05/15/2009	2.196 †
912828FM7	7006	0001	U.S. Treasury	Fair	1,750,432.26	1,750,000.00	1,750,432.26	5.000	4.915	4.986	07/31/2008	0.555 †
912828BK5	7004	0001	U.S. Treasury	Fair	3,265,140.84	3,375,000.00	3,265,140.84	3.125	5.096	5.146	09/15/2008	0.196 †
912828FP0	7009	0001	U.S. Treasury	Fair	4,246,195.74	4,230,000.00	4,246,195.74	4.875	4.651	4.720	08/15/2009	2.393 †
912828DT4	6007	0001	U.S. Treasury	Fair	3,452,795.05	3,465,000.00	3,377,439.45	3.750	3.967	5.694	05/15/2008	0.360 †
912828FX3	7027	0001	U.S. Treasury	Fair	1,613,298.61	1,610,000.00	1,613,298.61	4.625	4.485	4.550	11/15/2009	2.645 †
912828EL0	6019	0001	U.S. Treasury	Fair	3,997,119.54	4,000,000.00	3,931,560.00	4.375	4.355	5.350	11/15/2008	1.759 †
912828FV7	7021	0001	U.S. Treasury	Fair	4,267,391.96	4,250,000.00	4,267,391.96	4.875	4.575	4.643	10/31/2008	1.718 †
912828FP0	7022	0001	U.S. Treasury	Fair	2,569,046.47	2,550,000.00	2,569,046.47	4.875	4.503	4.571	08/15/2009	2.395 †
912828DT4	6012	0001	U.S. Treasury	Fair	655,314.99	660,000.00	643,321.80	3.750	4.243	5.694	05/15/2008	0.360 †
912828FP0	7024	0001	U.S. Treasury	Fair	3,719,523.79	3,700,000.00	3,719,523.79	4.875	4.592	4.661	08/15/2009	2.393 †
912795YM7	7029	0001	U.S. Treasury	Fair	1,624,372.05	1,625,000.00	1,624,372.05	4.784	4.798	4.639	01/04/2007	0.008 †

**Palm Beach Schools**  
**Duration Report**  
**Sorted by Fund - Investment Type**  
**Through 12/31/2006**

Security ID	Investment #	Fund	Issuer	Investment Class	Book Value	Par Value	Market Value	Current Rate	YTM 360	Current Yield	Maturity/ Call Date	Effective Duration
<b>Fund: Treasury Pool</b>												
31282U2Y2	3024	0001	Federal Home Loan Mtg Corp	Fair	1,331,637.34	1,310,747.30	1,265,185.72	4.000	3.413	0.000	01/01/2008	0.000 †
31282VBE4	5029	0001	Federal Home Loan Mtg Corp	Fair	2,157,226.52	2,116,873.85	2,077,394.15	5.000	4.199	0.000	08/01/2009	0.000 †
31282U4E4	4003	0001	Federal Home Loan Mtg Corp	Fair	2,575,379.99	2,559,781.32	2,421,860.30	3.500	3.328	0.000	05/01/2008	0.000 †
31282U2B2	3020	0001	Federal Home Loan Mtg Corp	Fair	802,971.08	786,624.05	773,157.05	4.500	3.700	0.000	12/01/2007	0.000 †
<b>Subtotal</b>					<b>83,883,536.74</b>	<b>84,023,026.52</b>	<b>83,020,167.29</b>			<b>4.889</b>		<b>1.420</b>
<b>Fund: Bank Funds</b>												
SYS0001	0001	0001-B	Banc of America	Amort	22,933,668.72	22,933,668.72	22,933,668.72	5.250	5.178	5.250		0.000 †
<b>Subtotal</b>					<b>22,933,668.72</b>	<b>22,933,668.72</b>	<b>22,933,668.72</b>			<b>5.250</b>		<b>0.000</b>
<b>Fund: SBA 251081</b>												
251081	251081	0001-M	State Board of Administration	Amort	778,402,047.70	778,402,047.70	778,402,047.70	1.270	1.253	1.270		0.000 †
<b>Subtotal</b>					<b>778,402,047.70</b>	<b>778,402,047.70</b>	<b>778,402,047.70</b>			<b>1.270</b>		<b>0.000</b>
<b>Fund: Sales Tax</b>												
SYS251080	251080	3926	State Board of Administration	Amort	200,351,517.33	200,351,517.33	200,351,517.33	2.750	2.712	2.750		0.000 †
<b>Subtotal</b>					<b>200,351,517.33</b>	<b>200,351,517.33</b>	<b>200,351,517.33</b>			<b>2.750</b>		<b>0.000</b>
<b>Report Total</b>					<b>1,085,570,770.49</b>	<b>1,085,710,260.27</b>	<b>1,084,707,401.04</b>			<b>1.905</b>		<b>0.108 †</b>

† = Duration can not be calculated on these investments due to incomplete Market price data.



**Treasurer's Report to Sales Tax Oversight Committee  
For Month Ending December 31, 2006  
Prepared February 15, 2007**

**Reported Taxable Sales and Projections**

Period	Reported Taxable Sales	Projected Taxable Sales	Actual/Projected%
Mar 05 Quarter	\$6,218,460,552	\$5,889,000,000	105.6%
Jun 05 Quarter	5,825,009,497	5,538,000,000	105.2%
Sep 05 Quarter	5,328,692,065	4,922,000,000	108.3%
Dec 05 Quarter	5,472,715,517	5,098,000,000	107.4%
<b>Calendar 2005</b>	<b>22,844,877,631</b>	<b>21,447,000,000</b>	<b>106.5%</b>
Mar 06 Quarter	7,010,484,069	6,202,000,000	113.0%
Jun 06 Quarter	6,495,988,518	5,832,000,000	111.4%
Sep 06 Quarter	5,565,670,373	5,184,000,000	107.4%
Oct 2006	1,836,400,286	1,759,000,000	104.4%
<b>Lifetime</b>	<b>43,753,420,877</b>	<b>40,424,000,000</b>	<b>108.2%</b>

**Half-Cent Sales Tax Distributions  
Actual Receipts and Projections**

Period Earned	Actual Receipts	Projected Receipts	Actual/Projected %
Mar 05 Quarter	28,859,513	27,860,000	103.6%
Jun 05 Quarter	26,137,904	26,200,000	99.8%
Sep 05 Quarter	27,484,406	23,280,000	118.1%
Dec 05 Quarter	30,413,132	24,120,000	126.1%
<b>Calendar 2005</b>	<b>112,894,955</b>	<b>101,460,000</b>	<b>111.3%</b>
Mar 06 Quarter	32,229,056	29,330,000	109.9%
Jun 06 Quarter	29,342,279	27,580,000	106.4%
Sep 06 Quarter	26,642,051	24,520,000	108.7%
Oct 2006	8,615,831	7,740,000	111.3%
<b>Lifetime</b>	<b>209,724,172</b>	<b>190,630,000</b>	<b>110.0%</b>

**Sales Tax Financed Construction Payments  
Forecast and Actual Payments**

Period	Forecast	Actual
Mar 05 Quarter	\$3,360,000	\$2,526,603
Jun 05 Quarter	\$33,490,000	\$26,196,454
Sep 05 Quarter	\$33,800,000	\$27,398,194
Dec 05 Quarter	\$49,420,000	\$41,282,019
<b>Calendar 2005</b>	<b>\$120,070,000</b>	<b>\$97,403,270</b>
Mar 06 Quarter	\$71,500,000	\$51,679,545
Jun 06 Quarter	\$86,600,000	\$83,275,114
Sept 06 Quarter	\$74,000,000	\$30,523,822
Oct-06	\$36,600,000	\$11,817,201
Nov-06	\$23,900,000	\$11,286,426
Dec-06	\$22,600,000	\$9,512,921
<b>Calendar 2006</b>	<b>\$315,200,000</b>	<b>\$198,095,029</b>
<b>Lifetime</b>	<b>435,270,000</b>	<b>295,498,299</b>

**Commercial Paper Financing**

CP Issued to Date:	\$250 Million
Currently Outstanding:	\$250 Million
Interest Payable Accrued to 12/31/06	\$ 1,238,796
Interest Paid as of 12/31/06	\$ 11,678,006
<b>Lifetime Interest Expense thru Dec-06</b>	<b>\$ 12,916,801</b>
<b>Lifetime Interest Revenues thru Dec-06</b>	<b>\$ 15,793,430</b>



**Debt**  
**Fund 3926 - Sales Tax Fund**  
**Debt by Fund**  
**December 31, 2006**

Palm Beach County School Distr  
 3300 Forest Hill Blvd  
 Ste A-334  
 West Palm Beach, FL  
 (561)434-8142

CUSIP	Position #	Issue	Issue Date	Book Value	Par Value	Market Value	Current Rate	CTM 360	CTM 365	Maturity Date	Days To Maturity
<b>Commercial Paper - Interest Bearing</b>											
69655PGK7	10568	Sales Tax	09/12/2006	1,000,000.00	1,000,000.00	1,000,000.00	3.500	3.452	3.500	01/04/2007	3
69655PGR2	10573	Sales Tax	10/02/2006	5,000,000.00	5,000,000.00	5,000,000.00	3.500	3.452	3.500	01/18/2007	17
69655PGX9	10579	Sales Tax	10/12/2006	1,500,000.00	1,500,000.00	1,500,000.00	3.530	3.481	3.530	02/08/2007	38
69655PHA8	10580	Sales Tax	10/16/2006	2,000,000.00	2,000,000.00	2,000,000.00	3.550	3.501	3.550	01/16/2007	15
69655PGZ4	10581	Sales Tax	10/16/2006	1,500,000.00	1,500,000.00	1,500,000.00	3.550	3.501	3.550	01/18/2007	17
69655PGY7	10582	Sales Tax	10/16/2006	9,200,000.00	9,200,000.00	9,200,000.00	3.570	3.521	3.570	02/08/2007	38
69655PBH6	10583	Sales Tax	10/19/2006	22,500,000.00	22,500,000.00	22,500,000.00	3.570	3.521	3.570	03/08/2007	66
69655PHC4	10584	Sales Tax	11/06/2006	25,800,000.00	25,800,000.00	25,800,000.00	3.520	3.471	3.520	02/12/2007	42
69655PHD2	10585	Sales Tax	11/09/2006	4,000,000.00	4,000,000.00	4,000,000.00	3.580	3.530	3.580	03/08/2007	66
69655PHE0	10586	Sales Tax	11/13/2006	1,300,000.00	1,300,000.00	1,300,000.00	3.580	3.530	3.580	02/02/2007	32
69655PHG5	10588	Sales Tax	11/14/2006	3,500,000.00	3,500,000.00	3,500,000.00	3.620	3.570	3.620	01/18/2007	17
69655PHL4	10589	Sales Tax	11/15/2006	6,400,000.00	6,400,000.00	6,400,000.00	3.600	3.550	3.600	01/12/2007	11
69655PHK6	10590	Sales Tax	11/15/2006	16,300,000.00	16,300,000.00	16,300,000.00	3.600	3.550	3.600	02/14/2007	44
69655PHJ9	10591	Sales Tax	11/15/2006	4,000,000.00	4,000,000.00	4,000,000.00	3.620	3.570	3.620	02/15/2007	45
69655PHH3	10592	Sales Tax	11/15/2006	16,000,000.00	16,000,000.00	16,000,000.00	3.580	3.530	3.580	03/01/2007	59
69655PHN0	10593	Sales Tax	11/16/2006	2,400,000.00	2,400,000.00	2,400,000.00	3.600	3.550	3.600	02/14/2007	44
69655PHM2	10594	Sales Tax	11/16/2006	25,600,000.00	25,600,000.00	25,600,000.00	3.620	3.570	3.620	02/15/2007	45
69655PHP5	10595	Sales Tax	12/01/2006	3,000,000.00	3,000,000.00	3,000,000.00	3.570	3.521	3.570	03/08/2007	66
69655PHQ3	10596	Sales Tax	12/05/2006	65,500,000.00	65,500,000.00	65,500,000.00	3.520	3.471	3.520	03/08/2007	66
69655PHR1	10597	Sales Tax	12/06/2006	23,500,000.00	23,500,000.00	23,500,000.00	3.520	3.471	3.520	01/11/2007	10
69655PHS9	10598	Sales Tax	12/06/2006	10,000,000.00	10,000,000.00	10,000,000.00	3.500	3.452	3.500	03/06/2007	64
<b>Subtotal and Average</b>				<b>250,000,000.00</b>	<b>250,000,000.00</b>	<b>250,000,000.00</b>		<b>3.504</b>	<b>3.553</b>		<b>48</b>
<b>Total Debt and Average</b>				<b>250,000,000.00</b>	<b>250,000,000.00</b>	<b>250,000,000.00</b>		<b>3.504</b>	<b>3.553</b>		<b>48</b>