

Marion County

Annual Investment Performance Review Fiscal Year Ended September 30, 2007



Investment Advisors

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This material is based on information obtained from sources generally believed to be reliable and available to the public, however PFM Asset Management LLC cannot guarantee its accuracy, completeness or suitability. This material is for general information purposes only and is not intended to provide specific advice or recommendation. The information contained in this report is not an offer to purchase or sell any securities.

Executive Summary

- The overall economy began slowing in the last quarter of 2006 and early 2007 with a slight rebound in mid-2007, with recent economic indicators suggesting continued slowing through early 2008. There has been considerable uncertainty in the market place in recent months, as a result of concern for inflation, slower job growth and the intensity and duration of the housing market correction. As expected, the housing sector has significantly impacted the consumer, the catalyst to the booming economy in recent years.
- The impact of the adjustable rate mortgage resets were exacerbated by the sub-prime mortgage market, triggering the fears of investors resulting in the credit crisis during August. Investors, unwilling to lend due to uncertainty, fled to U.S. Treasuries causing rates to plummet as much as 150 basis points in the short end of the yield curve by August 20th.
- The FOMC responded to market turmoil three fold: 1) provided more than \$74 billion of liquidity to the market, and during the September 18th FOMC meeting 2) lowered the discount rate from 6.25% to 5.25%, 3) and after 15 months of maintaining a Federal Funds rate of 5.25%, and more than four years since the last cut in the Fed Funds target rate, the FOMC lowered the target rate by an unexpected 50 basis points to 4.75%.
- GDP grew 3.8% annually during the second quarter, but is expected to slowdown in the third and fourth quarters with a projected annual rate of 2.50% for 2007. If the current economic slowdown continues, the Federal Funds target rate may decline to 4.25% within the next 6 months, as indicated by Federal Funds futures contracts which have another 50 basis point cut priced into the spring of 2008.
- Forward yield curves suggest further declines in interest rates through 2008, but are expected to revert to positive sloping as short term rates fall further than longer term rates. PFM will look to extend duration as rates rebound from the significant declines in August, to lock in yields in the two to three year area of the curve.
- Historically U.S. Treasuries have underperformed Agency and Corporate Note sectors, and PFM's investment strategy has a longer term investment horizon focus. PFM's diversified asset allocation approach provides an investment portfolio structure that seeks to optimize earnings in various market environments over longer investment horizons.
- PFM's active portfolio management has resulted in the portfolio outperforming the SBA by 36 basis points for the last 12 months. PFM worked closely with the County to implement a more diversified investment strategy for short term assets. PFM recommended AAA money market funds and short term U.S. Treasuries and Federal Agencies as a practical approach to the impact of the credit crisis on short term investment vehicles.
- The performance of the portfolio was impacted by the Credit Crisis during the third quarter of 2007 which resulted in investors' significant increase in demand for U.S. Treasury securities. As a result, the Treasury sector outperformed Agency and Corporate Note sectors for the third quarter. The difference in the performance can partly be attributed to the U.S. Treasury portfolio allocation of 16% and the benchmark allocation of 100% as of September 30th. PFM's diversification discipline has resulted in the portfolio outperforming the benchmark by 62 basis points since inception.

Summary of Investment Balances and Interest Income as of September 30, 2007

Marion County Board of County Commissioners Summary of Investment Balances and Interest Income as of September 30, 2007								
Investments ¹					Enterprise Funds			Total
	General Fund	Special Revenue	Debt Service	Capital Projects	Solid Waste	Utility	Internal Service	
Repurchase Agreement	\$ 853,714.67	425,553.80	\$ -	\$ 533,847.41	\$ 192,321.44	\$ -	\$ -	2,005,437.32
Federal Farm Credit Bank	4,441,262.80	2,213,850.05	-	2,777,223.76	1,000,509.99	-	-	10,432,846.60
Federal Home Loan Mtg Corp.	8,365,084.28	4,169,769.52	-	5,230,879.58	1,884,452.86	-	-	19,650,186.24
Federal Home Loan Bank	12,851,396.49	6,406,075.49	-	8,036,273.77	2,895,111.40	-	-	30,188,857.15
Federal Home Loan Bank D/N	531,917.88	265,146.76	-	332,620.49	119,828.34	-	-	1,249,513.47
Federal National Mtg Assc.	10,866,564.60	5,416,690.17	-	6,795,112.74	2,447,976.38	-	-	25,526,343.89
Commercial Paper	6,385,172.51	3,182,836.76	-	3,992,795.21	1,438,426.22	-	-	14,999,230.70
U.S. Treasury Notes	7,406,537.78	3,691,959.88	-	4,631,478.41	1,668,515.33	-	-	17,398,491.40
Total Securities	\$ 51,701,651.01	\$ 25,771,882.43	\$ -	\$ 32,330,231.37	\$ 11,647,141.96	\$ -	\$ -	\$ 121,450,906.77
SBA	-	-	1,669,853.73	2,690,749.38	-	4,787,633.29	-	9,148,236.40
SunTrust - Core Cash Fund	13,452,304.71	59,699,686.29	984,773.19	15,506,128.24	10,143,579.64	13,529,947.04	12,566,155.46	125,882,574.57
Total Investments	\$ 65,153,955.72	\$ 85,471,568.72	\$ 2,654,626.92	\$ 50,527,108.99	\$ 21,790,721.60	\$ 18,317,580.33	\$ 12,566,155.46	\$ 256,481,717.74
Interest Income ²	\$ 3,604,023.35	\$ 6,233,005.41	\$ 147,819.12	\$ 2,943,249.08	\$ 1,921,515.29	\$ 993,805.04	\$ 564,245.41	\$ 16,407,662.70

Notes:

1. Investment balances are reported on market value from the County's Custodian, SunTrust Bank. Amounts do not include accrued interest.
2. Interest income is reported with accrued interest.

Pooled Operating Fund Fact Sheet

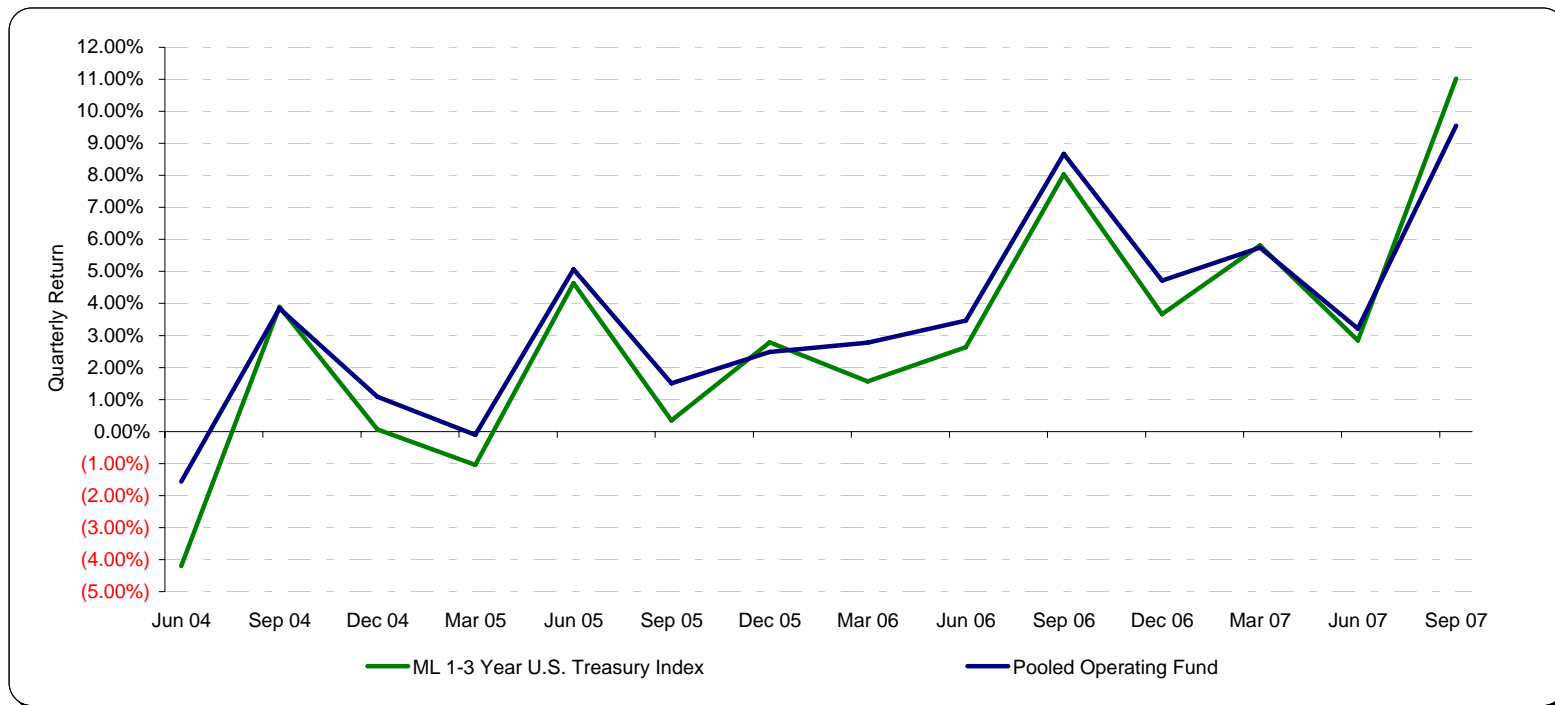
Ending Balance as of September 30, 2007		Average Duration (in Years)		Last 12 Months	Since Inception
Market Value	\$107,454,132.10	Pooled Operating Portfolio		1.56	1.46
Amortized Cost	\$106,805,191.01	Merrill Lynch 1-3 Year U.S. Treasury Benchmark		1.67	1.67
Total Return		Portfolio	Benchmark	Average Yield on Cost	
Quarterly Return		2.33%	2.67%	Last 12 Months	Portfolio
Annual Return		5.79%	5.80%	Since Inception	SBA
Since Inception		3.57%	2.95%		
Return in Dollars over the Benchmark¹		Last 12 Months	Since Inception ²	Cumulative Earnings over the SBA	
Pooled Operating Fund		(\$11,819.95)	\$665,141.08	Pooled Operating Portfolio	Since Inception ²
					\$1,224,020.39
Interest Earnings		Last 12 Months	Since Inception	Credit Ratings	
Pooled Operating Portfolio		\$1,698,954.77	\$4,349,551.29	Pooled Operating Portfolio	Last 12 Months
					Since Inception
					AAA
					AAA

Notes:

1. Based on market value as of September 30, 2007.
2. Pooled Operating Portfolio inception date April 2002.

Pooled Operating Fund Portfolio Yields - Since Inception History Versus Benchmarks¹

<u>Account Name</u>	Total Return Since Inception FY 2004 - FY 2007¹	<u>Account Name</u>	Average Yield to Maturity on Cost² FY 2002 - FY 2007
Pooled Operating Fund	3.57%	Pooled Operating Fund	3.56%
ML 1-3 Year U.S. Treasury Index	2.95%	State Board of Administration (SBA) ³	3.04%
Benefit Yield over Benchmark	0.62%	Benefit Yield over SBA	0.52%



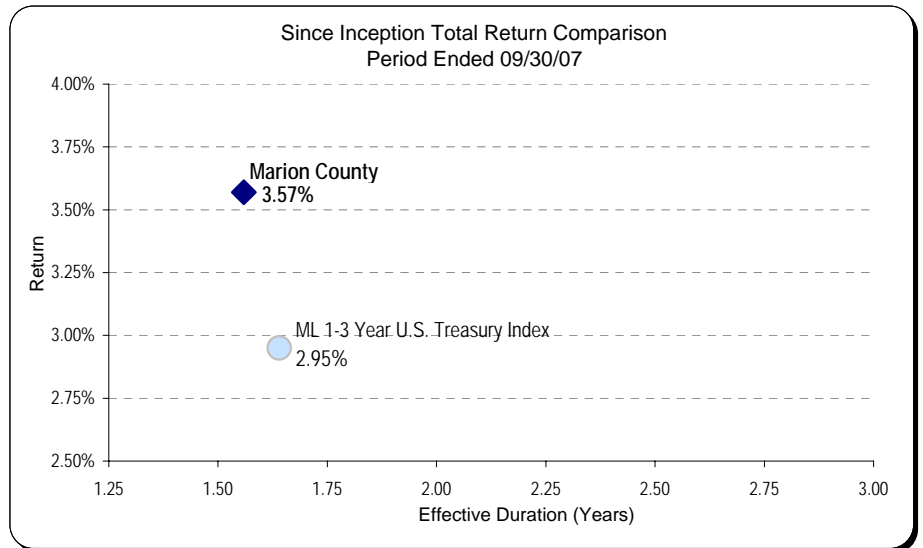
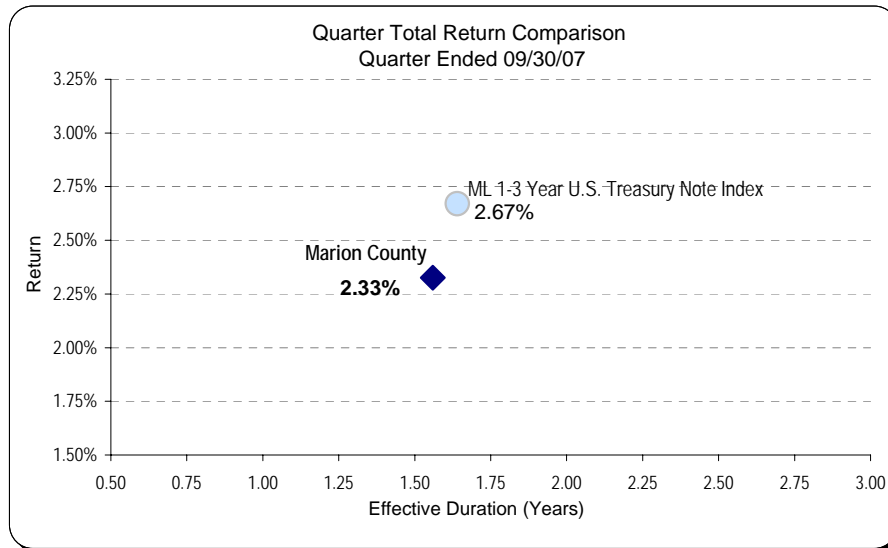
Notes:

1. Annualized Quarterly Total Returns since inception March 31, 2004.
2. Average Yield on Cost since inception April 30, 2002.
3. SBA - Florida State Board of Administration is an overnight liquidity investment pool for local governments.

Pooled Operating Fund Portfolio Performance

Total Return ^{1,2,3,4,5,6}	Quarterly Return September 30, 2007	Annualized Quarter	Last 12 Months	Last 24 Months	Since Inception on March 31, 2004
Pooled Operating Fund	2.33%	9.55%	5.79%	5.06%	3.57%
ML 1-3 Year U.S. Treasury Note Index	2.67%	11.02%	5.80%	4.76%	2.95%

Effective Duration (Years) ⁴	September 30, 2007	September 30, 2006	Yields	September 30, 2007	September 30, 2006
Pooled Operating Fund	1.56	1.66	Annual Yield at Market	5.05%	5.14%
ML 1-3 Year U.S. Treasury Note Index	1.64	1.67	Annual Yield on Cost	4.79%	3.87%
Portfolio Duration % of Benchmark Duration	95%	100%	Florida SBA Annual Return ⁷	5.43%	5.47%

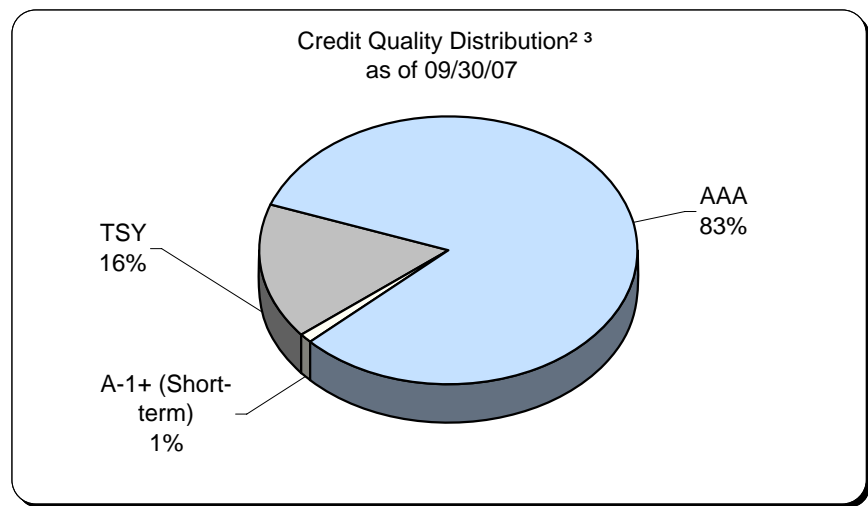
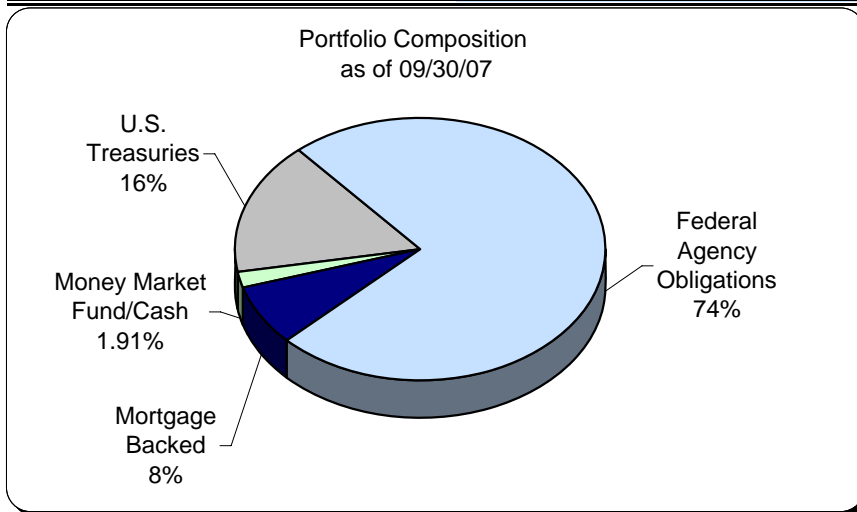


Notes:

- Performance on trade date basis, gross (i.e., before fees), is in accordance with The CFA Institute's Global Investment Performance Standards (GIPS).
- Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Quarterly returns are presented on both an unannualized and annualized basis. The annualized return assumes the quarterly return is compounded at the same rate for four quarters and is presented for reference only. The actual annual return will be the result of chaining the most recent four quarterly returns.
- Includes money market fund/cash in performance and duration computations.
- Returns presented for 12 months or longer are presented on an annual basis.
- Past performance is not indicative of future results.
- Florida State Board of Administration is the local government investment pool run by the State of Florida.

Pooled Operating Fund Portfolio Composition and Credit Quality Characteristics

<u>Security Type¹</u>	<u>September 30, 2007</u>	<u>% of Portfolio</u>	<u>September 30, 2006</u>	<u>% of Portfolio</u>
U.S. Treasuries	\$17,531,636.78	16.3%	\$22,560,002.42	25.9%
Federal Agencies	79,801,827.10	74.3%	52,865,932.08	60.7%
Commercial Paper	0.00	0.0%	0.00	0.0%
Certificates of Deposit	0.00	0.0%	0.00	0.0%
Bankers Acceptances	0.00	0.0%	0.00	0.0%
Repurchase Agreements	0.00	0.0%	0.00	0.0%
Municipal Obligations	0.00	0.0%	0.00	0.0%
Corporate Notes/Bonds	0.00	0.0%	0.00	0.0%
Mortgage Backed	8,069,745.94	7.5%	10,202,148.98	11.7%
Money Market Fund/Cash	2,050,922.28	1.9%	1,499,434.94	1.7%
Totals	\$107,454,132.10	100.0%	\$87,127,518.42	100.0%

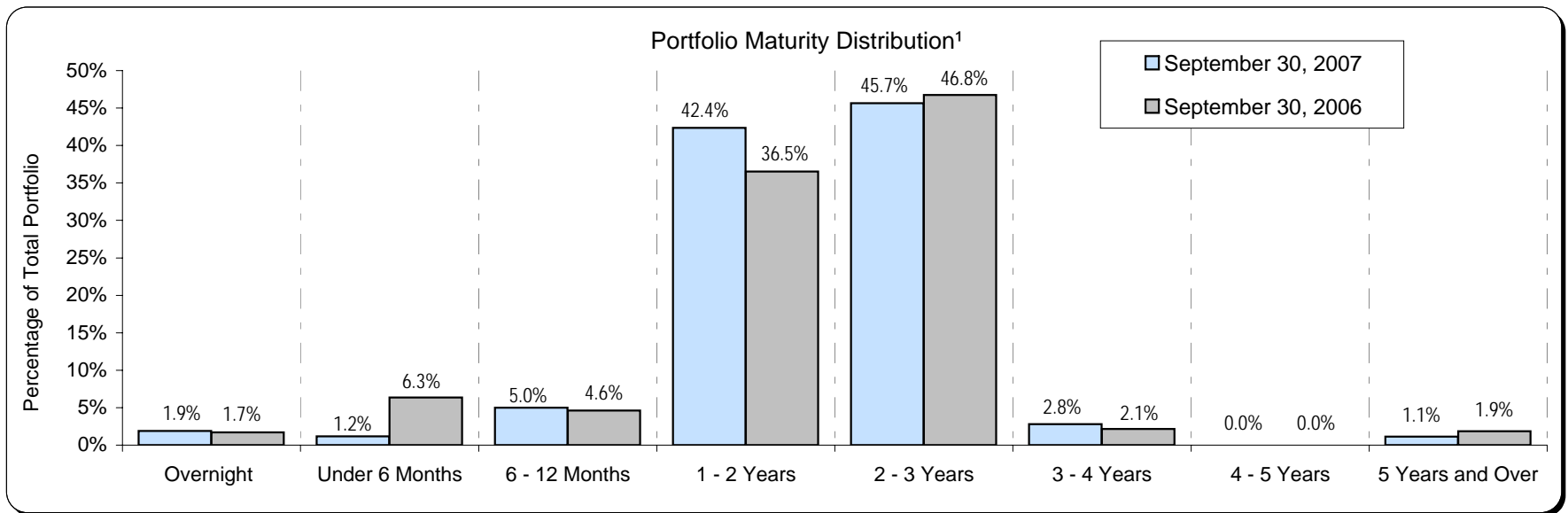


Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. Credit rating of securities held in portfolio, exclusive of money market fund/LGIP.
3. A rating of "TSY" indicates the security is an obligation of, or explicitly guaranteed by the U. S. Government.

Pooled Operating Fund Portfolio Maturity Distribution

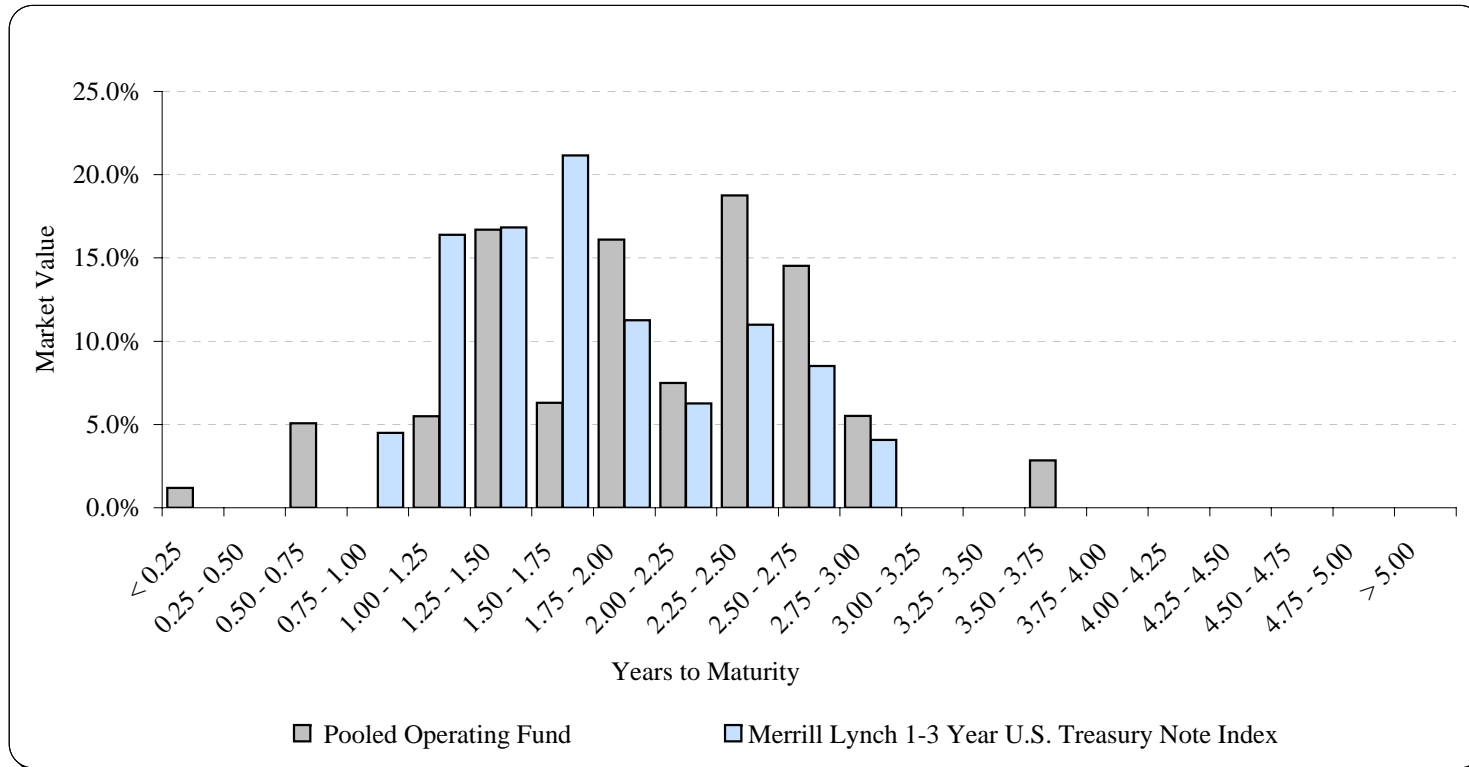
<u>Maturity Distribution¹</u>	<u>September 30, 2007</u>	<u>September 30, 2006</u>
Overnight (Money Market Fund)	\$2,050,922.28	\$1,499,434.94
Under 6 Months	1,249,844.27	5,532,070.00
6 - 12 Months	5,370,790.97	4,020,759.06
1 - 2 Years	45,510,200.88	31,831,802.82
2 - 3 Years	49,061,789.31	40,739,584.85
3 - 4 Years	3,003,466.67	1,873,206.81
4 - 5 Years	0.00	0.00
5 Years and Over	1,207,117.72	1,630,659.94
Totals	\$107,454,132.10	\$87,127,518.42



Notes:

1. Callable securities in portfolio are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.

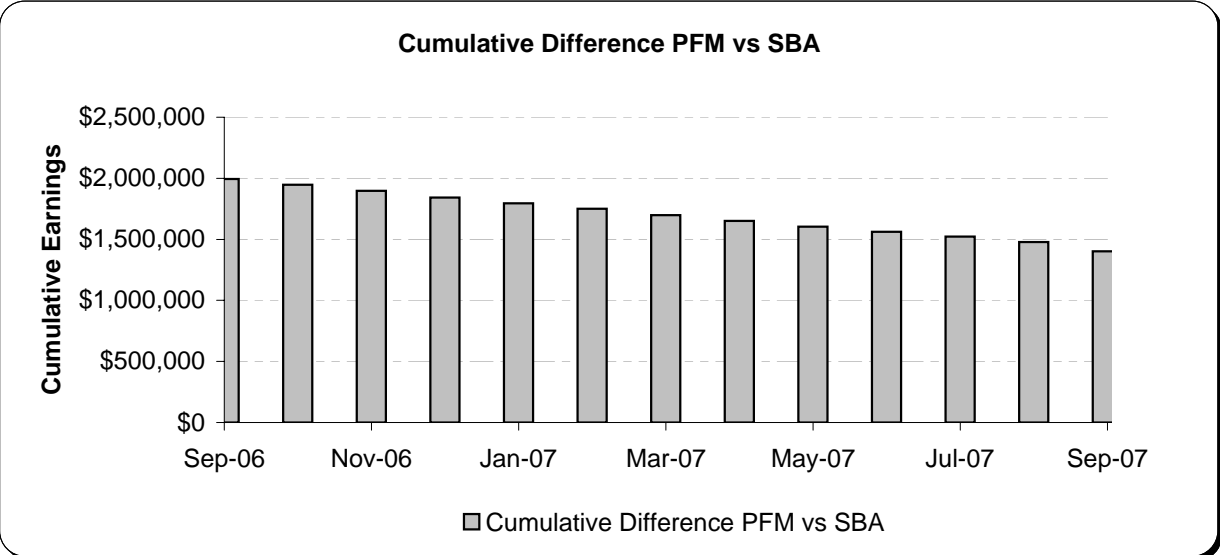
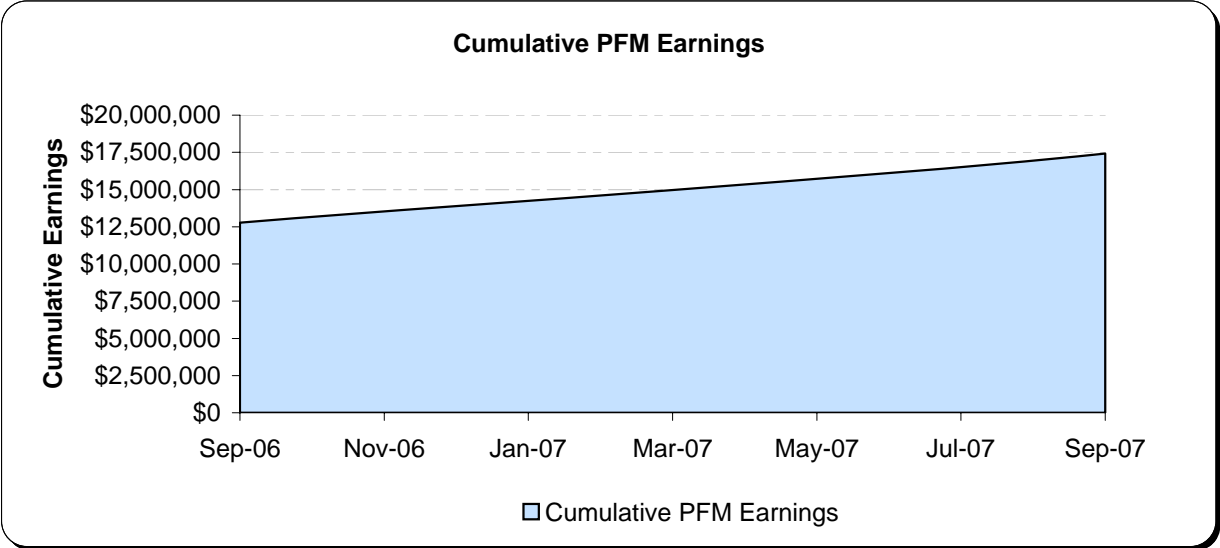
Pooled Operating Fund Maturity Distribution versus the Benchmark¹



Notes:

1. Due to the nature of the security, Mortgage-Backed Securities are represented based on their average life maturity rather than their final maturity.

All Funds Cumulative Earnings Versus the SBA¹



Notes:
1. Cumulative Earnings Since Inception September 1999.

Short Term Fund Portfolio Statistics

<u>Account Name</u>	<u>Amortized Cost^{1,2,3} September 30, 2007</u>	<u>Amortized Cost^{1,2,3} September 30, 2006</u>	<u>Market Value^{1,2,3} September 30, 2007</u>	<u>Market Value^{1,2,3} September 30, 2006</u>	<u>Duration (Years) September 30, 2007</u>
Short Term Fund	\$15,041,993.39	\$5,031,416.23	\$15,059,044.29	\$5,035,520.83	0.21

<u>Account Name</u>	<u>Average Annual Yield to Maturity on Cost⁴ September 30, 2007</u>	<u>Average Annual Yield to Maturity on Cost⁴ September 30, 2006</u>	<u>Average Annual Yield to Maturity at Market September 30, 2007</u>	<u>Average Annual Yield to Maturity at Market September 30, 2006</u>	<u>Duration (Years) September 30, 2006</u>
Short Term Fund	5.57%	4.37%	5.33%	4.95%	0.38

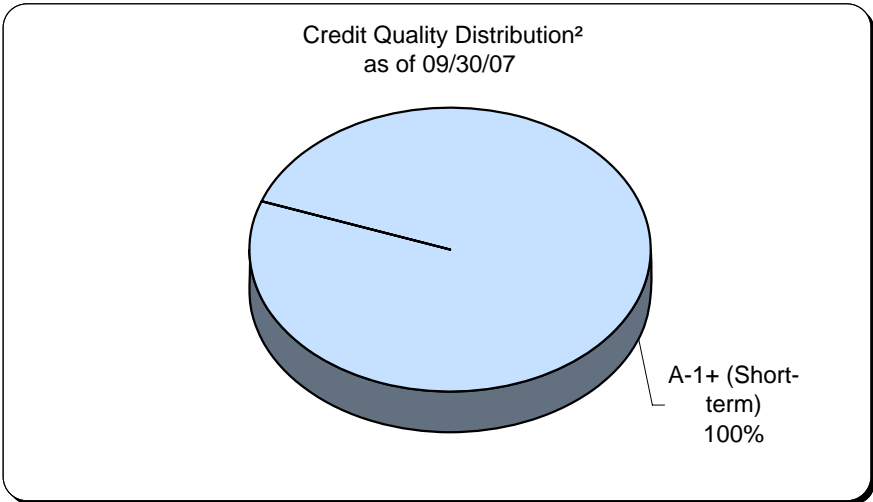
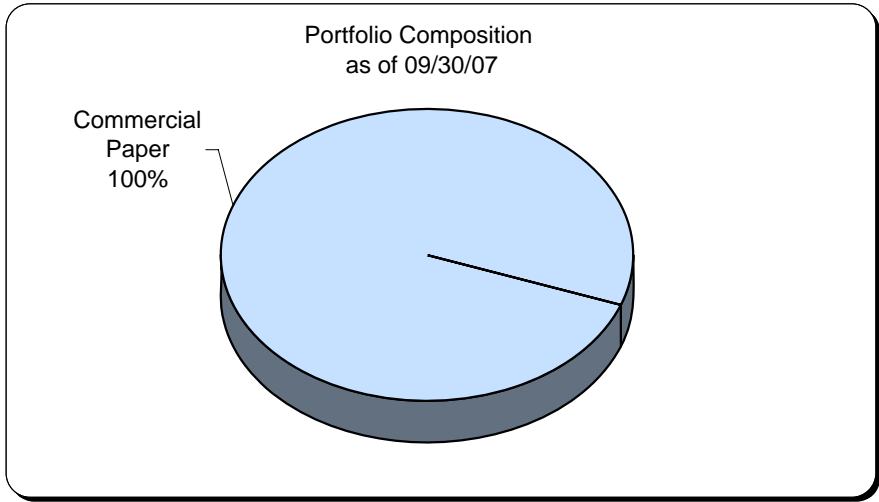
<u>Benchmarks</u>	<u>September 30, 2007</u>	<u>September 30, 2006</u>
Florida SBA Annual Return ⁵	5.43%	4.73%

Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. In order to comply with GASB accrual accounting reporting requirements; forward settling trades are included in the monthly balances.
3. Excludes any money market fund/cash balances held in custodian account.
4. Past performance is not indicative of future results.
5. Quarterly pool returns presented on an annualized basis.

Short Term Fund Portfolio Composition and Credit Quality Characteristics

<u>Security Type</u> ¹	<u>September 30, 2007</u>	<u>% of Portfolio</u>	<u>September 30, 2006</u>	<u>% of Portfolio</u>
U.S. Treasuries	\$0.00	0.0%	\$0.00	0.0%
Federal Agencies	0.00	0.0%	5,035,520.83	100.0%
Commercial Paper	15,059,044.29	100.0%	0.00	0.0%
Certificates of Deposit	0.00	0.0%	0.00	0.0%
Bankers Acceptances	0.00	0.0%	0.00	0.0%
Repurchase Agreements	0.00	0.0%	0.00	0.0%
Municipal Obligations	0.00	0.0%	0.00	0.0%
Corporate Notes/Bonds	0.00	0.0%	0.00	0.0%
Mortgage Backed	0.00	0.0%	0.00	0.0%
Money Market Fund/Cash	0.00	0.0%	0.00	0.0%
Totals	\$15,059,044.29	100.0%	\$5,035,520.83	100.0%

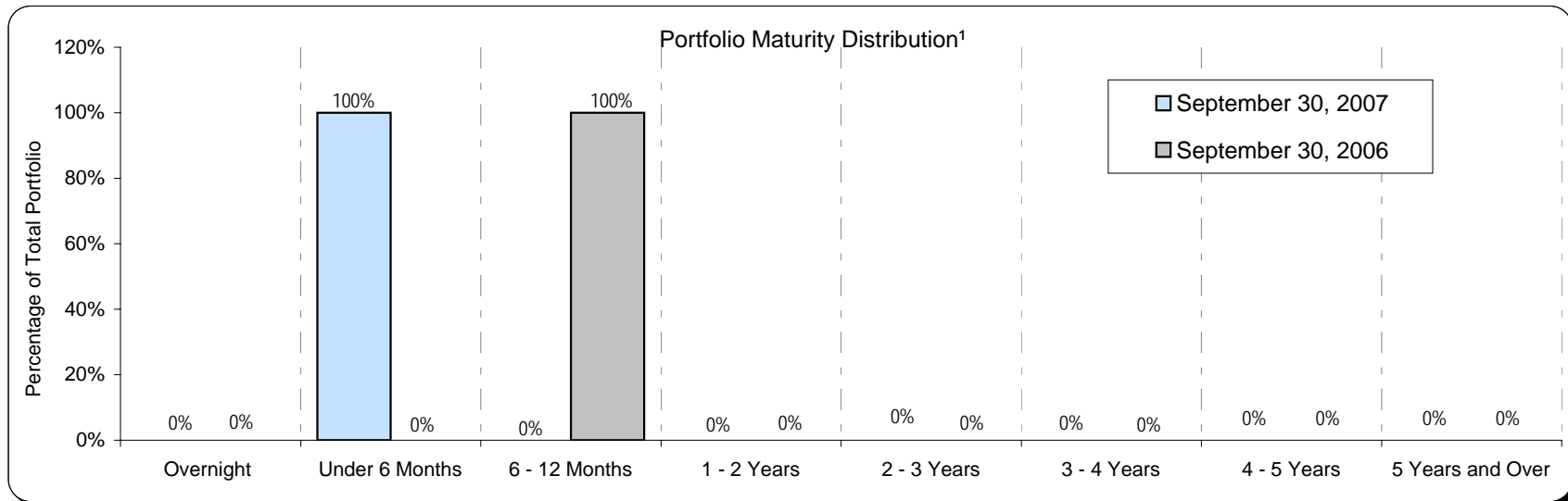


Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. Credit rating of securities held in portfolio, exclusive of money market fund/LGIP.

Short Term Fund Portfolio Maturity Distribution

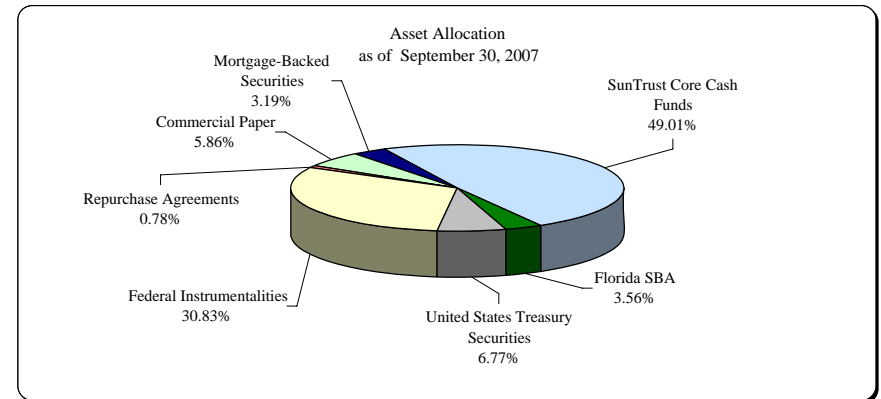
<u>Maturity Distribution</u> ¹	<u>September 30, 2007</u>	<u>September 30, 2006</u>
Overnight (Money Market Fund)	\$0.00	\$0.00
Under 6 Months	15,059,044.29	\$0.00
6 - 12 Months	0.00	\$5,035,520.83
1 - 2 Years	0.00	\$0.00
2 - 3 Years	0.00	\$0.00
3 - 4 Years	0.00	\$0.00
4 - 5 Years	0.00	\$0.00
5 Years and Over	0.00	0.00
Totals	\$15,059,044.29	\$5,035,520.83



Notes:

1. Callable securities in portfolio are included in the maturity distribution analysis to their stated maturity date, although they may be called prior to maturity.

Security Type	September 30, 2007	September 30, 2007	Notes	Permitted by Policy
Florida SBA	9,148,236.40	3.56%		100%
United States Treasury Securities	17,377,673.14	6.77%		100%
United States Government Agency Securities	-	0.00%		50%
Federal Instrumentalities	79,172,666.65	30.83%	1	80%
Certificates of Deposit	-	0.00%		50%
Repurchase Agreements	2,005,437.32	0.78%		50%
Commercial Paper	15,041,993.39	5.86%		35%
Corporate Notes	-	0.00%		25%
Mortgage-Backed Securities	8,203,928.94	3.19%	1	30%
Bankers' Acceptances	-	0.00%		35%
State and/or Local Government Debt	-	0.00%		20%
Fixed Income Money Market Mutual Funds	-	0.00%		50%
SunTrust Core Cash Funds	125,882,574.57	49.01%		100%



Individual Issuer Breakdown	September 30, 2007	September 30, 2007	Notes	Permitted by Policy
Government National Mortgage Association (GNMA)	-	0.00%		25%
US Export-Import Bank (Ex-Im)	-	0.00%		25%
Farmers Home Administration (FMHA)	-	0.00%		25%
Federal Financing Bank	-	0.00%		25%
Federal Housing Administration (FHA)	-	0.00%		25%
General Services Administration	-	0.00%		25%
New Communities Act Debentures	-	0.00%		25%
US Public Housing Notes & Bonds	-	0.00%		25%
US Dept. of Housing and Urban Development	-	0.00%		25%
Federal Farm Credit Bank (FFCB)	10,378,234.47	4.04%		30%
Federal Home Loan Bank (FHLB)	31,497,674.00	12.26%		30%
Federal National Mortgage Association (FNMA)	25,721,925.65	10.02%		30%
Federal Home Loan Mortgage Corporation (FHLMC)	19,778,761.47	7.70%		30%
Student Loan Marketing Association (SLMA)	-	0.00%		30%

Individual Issuer Breakdown	September 30, 2007	September 30, 2007	Notes	Permitted by Policy
CD - Bank A	-	0.00%		25%
CD - Bank B	-	0.00%		25%
SunTrust Custody 6756000 RNT Repo	2,005,437.32	0.78%		25%
Fully collateralized Repo - B	-	0.00%		25%
Barclay CP	10,634,803.85	4.14%		10%
Morgan Stanley CP	4,407,189.54	1.72%		10%
CP C	-	0.00%		10%
Corporate Notes A	-	0.00%		5%
Corporate Notes B	-	0.00%		5%
BA Bank A	-	0.00%		20%
BA Bank B	-	0.00%		20%
Municipal Notes/Bonds	-	0.00%		20%
Money Market Fund A	-	0.00%		25%
SunTrust Core Cash Funds	125,882,574.57	49.01%		100%

Notes:
 1. The combined total of Federal Instrumentalities and Mortgage Backed Securities can not be more than 80%. The combined total as of September 30, 2007 is 34.02%.
 * All Assets.

Investment Portfolio Information For
MARION COUNTY POOLED OPERATING FUND

Portfolio #
54610190

Section / Report Title

- A. Account Summary
- B. Detail of Securities Held
- C. Fair Market Values & Analytics
- D. Security Transactions & Interest
- E. Cash Transactions Report
- F. Realized Gains & Losses
- G. Cash Balance Report

For The Month Ending
September 30, 2007

MARION COUNTY, FLORIDA
DAVID R. ELLSPERMANN, CLERK OF CIRCUIT CT
P.O. BOX 1030

OCALA

FL 34478-1030

PFM Asset Management LLC

Account Summary:

54610190 MARION COUNTY POOLED OPERATING FUND

MONTH ENDED: September 30, 2007

(Excluding Cash)

SECURITY TYPE	PAR VALUE	AMORTIZED COST	MARKET VALUE	MARKET % OF PORTFOLIO	YTM AT COST	YTM AT MARKET	DURATION TO WORST
FED AGY BOND/NOTE	76,560,000.00	77,113,682.25	77,742,992.60	74.442	5.132	4.675	1.462
FED AGY DN	1,254,000.00	1,249,994.17	1,249,844.27	1.197	4.617	4.604	0.070
FED AGY MBS	8,145,338.55	8,176,805.90	8,042,622.90	7.701	3.327	6.694	0.821
US TSY BOND/NOTE	17,290,000.00	17,244,565.04	17,398,528.68	16.660	4.489	3.985	1.907
TOTAL SECURITIES	103,249,338.55	103,785,047.36	104,433,988.45	100.000	4.880 %	4.714 %	1.470
TOTAL INVESTMENTS	103,249,338.55	103,785,047.36	104,433,988.45	100.000 %			
ACCRUED INTEREST		969,221.37	969,221.37				
TOTAL PORTFOLIO	\$103,249,338.55	\$104,754,268.73	\$105,403,209.82				

Disclosure Statement: PFM's monthly statement is intended to detail our investment advisory activity. The custodian bank maintains the control of assets and executes (i.e. settles) all investment transactions. The custodian statement is the official record of security and cash holdings and transactions. Only the client has the authority to withdraw funds from or deposit funds to the custodian and to direct the movement of securities. Clients retain responsibility for their internal accounting policies, implementing and enforcing internal controls and generating ledger entries or otherwise recording transactions. PFM recognizes that our clients may use these reports to facilitate record keeping, therefore the custodian bank statement and the PFM statement should be reconciled and differences resolved. PFM's market prices are derived from closing bid prices as of the last business day of the month as supplied by F.T. Interactive Data, Bloomberg or Telerate. Prices that fall between data points are interpolated. Non-negotiable FDIC insured bank certificates of deposit are priced at par. Please promptly report any inaccuracies or discrepancies on your account statement in writing to your client manager or to customer service. To protect your rights, if you report orally you should confirm in writing. A-1

PFM Asset Management LLC

Detail of Securities Held: 54610190 MARION COUNTY POOLED OPERATING FUND

(Excluding Cash)

MONTH ENDED: September 30, 2007

SECURITY TYPE			MATURITY	S&P	TRADE	SETTLE	ORIGINAL	YTM	ACCRUED	AMORTIZED	MARKET	
CUSIP	DESCRIPTION	PAR	COUPON	DATE	RATING	DATE	DATE	COST	AT COST	INTEREST	COST	VALUE
FED AGY BOND/NOTE												
3133XDT76	FHLB TAP NOTES	2,500,000	4.750	12/12/08	AAA	01/27/06	01/30/06	2,499,115.00	4.758	35,954.86	2,499,675.38	2,506,250.00
3133XDT76	FHLB TAP NOTES	3,200,000	4.750	12/12/08	AAA	07/18/06	07/19/06	3,147,609.60	5.486	46,022.22	3,173,107.30	3,208,000.00
31331SM75	FFCB NOTES	2,500,000	3.950	01/05/09	AAA	01/27/06	01/30/06	2,444,085.00	4.776	23,590.28	2,475,046.75	2,482,812.50
31331SNF6	FFCB GLOBAL DESIGNATED BONDS	3,200,000	3.750	01/15/09	AAA	07/18/06	07/19/06	3,075,881.60	5.437	25,333.33	3,133,748.70	3,170,000.00
31359MEK5	FNMA GLOBAL BENCHMARK NOTES	3,200,000	5.250	01/15/09	AAA	07/18/06	07/19/06	3,186,323.20	5.436	35,466.67	3,192,711.71	3,229,000.00
3133XJKB3	FHLB NOTES (CALLABLE)	1,460,000	5.400	01/16/09	AAA	01/19/07	01/22/07	1,459,343.00	5.424	16,425.00	1,459,575.99	1,460,456.25
3133XFEQ5	FHLB TAP ISSUE	5,000,000	5.250	03/13/09	AAA	04/06/07	04/10/07	5,023,200.00	4.992	13,125.00	5,017,828.40	5,054,687.50
3137EAAE9	FHLMC GLOBAL REFERENCE NOTES	5,000,000	5.250	05/21/09	AAA	09/18/06	09/19/06	5,021,055.00	5.077	94,791.67	5,013,454.15	5,064,062.50
3134A3M78	FHLMC GLOBAL REFERENCE NOTES	5,000,000	6.625	09/15/09	AAA	09/18/06	09/19/06	5,210,190.00	5.091	14,722.22	5,141,059.85	5,206,250.00
31359MEY5	FNMA GLOBAL BENCHMARK NOTES	5,000,000	6.625	09/15/09	AAA	09/18/06	09/19/06	5,209,070.00	5.099	14,722.22	5,140,313.75	5,206,250.00
3133XGYT5	FHLB TAP ISSUE	3,000,000	5.000	12/11/09	AAA	07/11/07	07/12/07	2,985,810.00	5.209	45,833.33	2,987,095.41	3,036,562.50
31359MXH1	FNMA GLOBAL BENCHMARK NOTES	2,250,000	3.875	02/15/10	AAA	08/24/07	08/27/07	2,201,924.25	4.803	11,140.63	2,203,684.02	2,223,984.38
31331XRP9	FFCB BONDS	4,740,000	4.800	03/08/10	AAA	05/30/07	06/01/07	4,701,274.20	5.117	14,536.00	4,705,979.41	4,779,993.75
3133XJUS5	FHLB TAP NOTES	3,680,000	5.000	03/12/10	AAA	05/09/07	05/14/07	3,686,171.36	4.930	9,711.11	3,685,870.34	3,728,300.00
3133XKB53	FHLB NOTES (CALLABLE)	2,000,000	5.550	03/22/10	AAA	08/07/07	08/07/07	1,998,640.00	5.575	2,775.00	1,998,848.42	2,004,375.00
3128X5X60	FHLMC NOTES (CALLABLE)	1,654,000	5.500	03/29/10	AAA	08/22/07	08/24/07	1,653,173.00	5.518	505.39	1,653,297.22	1,656,443.14
3136F8JS5	FNMA NOTES (CALLABLE)	5,000,000	5.350	04/12/10	AAA	08/31/07	09/04/07	4,998,250.00	5.362	125,576.39	4,998,499.05	5,001,562.50
3133XFLE4	FHLB TAP ISSUE	1,105,000	5.250	06/11/10	AAA	08/30/07	09/05/07	1,120,916.42	4.686	17,726.04	1,120,545.15	1,127,445.31
3133XL5W9	FHLB NOTES (CALLABLE)	3,150,000	5.600	06/11/10	AAA	07/23/07	07/24/07	3,147,417.00	5.629	53,900.00	3,147,667.74	3,153,818.17
31359MFS7	FNMA GLOBAL BENCHMARK NOTES	5,360,000	7.125	06/15/10	AAA	09/27/07	09/28/07	5,721,885.76	4.453	112,448.33	5,720,853.26	5,723,475.00
3128X4GV7	FHLMC GLOBAL NOTES (CALLABLE)	871,000	4.875	08/16/10	AAA	08/21/07	08/24/07	874,536.26	4.727	5,307.66	874,423.13	881,367.51
3133XJUJ5	FHLB NOTES (CALLABLE)	4,890,000	5.450	08/26/10	AAA	09/04/07	09/05/07	4,890,097.80	5.449	25,910.21	4,890,082.93	4,897,896.59
31359MJH7	FNMA GLOBAL BENCHMARK NOTES	2,800,000	6.000	05/15/11	AAA	05/30/07	06/01/07	2,886,954.00	5.122	63,466.67	2,880,314.19	2,940,000.00
		76,560,000						77,142,922.45	5.132	808,990.23	77,113,682.25	77,742,992.60
FED AGY DN												
313384NL9	FHLB DISC NOTE	1,254,000		10/26/07	A-1+	09/28/07	09/28/07	1,249,513.47	4.617	0.00	1,249,994.17	1,249,844.27
		1,254,000						1,249,513.47	4.617	0.00	1,249,994.17	1,249,844.27
FED AGY MBS												
31282U4M6	FHLMC MBS 5 YR POOL #M90828	5,452,694	3.500	07/01/08	AAA	07/21/03	07/23/03	5,537,891.84	2.812	15,903.69	5,462,274.75	5,354,887.28
31282R2E3	FHLMC MBS POOL #M80773	1,488,980	5.000	10/01/09	AAA	10/22/02	10/25/02	1,519,922.86	4.322	6,204.08	1,496,817.66	1,485,633.17
31371KXM8	FNMA MBS POOL #254584	1,203,665	5.000	12/01/12	AAA	11/22/02	12/17/02	1,231,123.68	4.393	5,015.27	1,217,713.49	1,202,102.45
		8,145,339						8,288,938.38	3.327	27,123.04	8,176,805.90	8,042,622.90
US TSY BOND/NOTE												
912828GJ3	US TREASURY NOTES	2,055,000	4.750	02/28/09	TSY	03/28/07	03/30/07	2,061,903.52	4.563	8,313.15	2,060,201.66	2,076,674.09
912828FP0	US TREASURY NOTES	6,375,000	4.875	08/15/09	TSY	09/18/06	09/19/06	6,388,198.24	4.796	39,692.17	6,383,894.97	6,477,599.25
912828FX3	US TREASURY NOTES	1,000,000	4.625	11/15/09	TSY	11/28/06	11/29/06	1,001,875.00	4.556	17,469.43	1,001,381.78	1,012,969.00

PFM Asset Management LLC

Detail of Securities Held: 54610190 MARION COUNTY POOLED OPERATING FUND

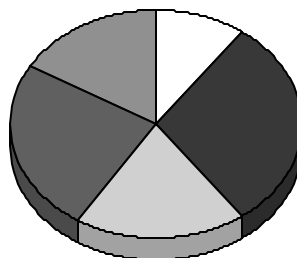
(Excluding Cash)

MONTH ENDED: September 30, 2007

SECURITY TYPE		PAR	COUPON	MATURITY DATE	S&P RATING	TRADE DATE	SETTLE DATE	ORIGINAL COST	YTM AT COST	ACCRUED INTEREST	AMORTIZED COST	MARKET VALUE
912828FX3	US TREASURY NOTES	2,500,000	4.625	11/15/09	TSY	12/18/06	12/19/06	2,500,488.28	4.616	43,673.57	2,500,437.30	2,532,422.50
912828DL1	US TREASURY NOTES	5,360,000	3.500	02/15/10	TSY	09/27/07	09/28/07	5,298,443.75	4.009	23,959.78	5,298,649.33	5,298,863.84
		17,290,000						17,250,908.79	4.489	133,108.10	17,244,565.04	17,398,528.68
TOTAL SECURITIES		\$103,249,339						\$103,932,283.09	4.880 %	\$969,221.37	\$103,785,047.36	\$104,433,988.45

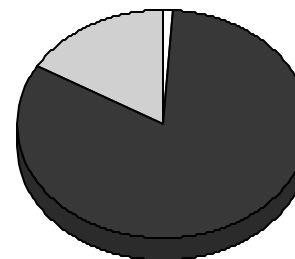
Issuers by Market Value

FFCB	\$10,432,806	10.0%
FHLB	\$31,427,636	30.1%
FHLMC	\$19,646,644	18.8%
FNMA	\$25,526,374	24.4%
UNITED STATES TREASURY	\$17,398,529	16.7%
Total:	\$104,433,988	100.0%



Ratings by Market Value

A-1+	\$1,249,844	1.2%
AAA	\$85,785,616	82.1%
TSY	\$17,398,529	16.7%
Total:	\$104,433,988	100.0%



PFM Asset Management LLC

Fair Market Values & Analytics: (Excluding Cash)

54610190

MARION COUNTY POOLED OPERATING FUND

MONTH ENDED: September 30, 2007

SECURITY TYPE				MATURITY	FIRST CALL	MARKET	MARKET	UNREAL G/(L)	UNREAL G/(L)	DURATION	YTM
CUSIP	DESCRIPTION	PAR	COUPON	DATE	DATE	PRICE	VALUE	ON AMORT COST	ON COST	TO WORST	AT MKT
FED AGY BOND/NOTE											
3133XDT76	FHLB TAP NOTES	2,500,000	4.750	12/12/08		100.250	2,506,250.00	6,574.62	7,135.00	1.140	4.528
3133XDT76	FHLB TAP NOTES	3,200,000	4.750	12/12/08		100.250	3,208,000.00	34,892.70	60,390.40	1.140	4.528
31331SM75	FFCB NOTES	2,500,000	3.950	01/05/09		99.313	2,482,812.50	7,765.75	38,727.50	1.208	4.511
31331SNF6	FFCB GLOBAL DESIGNATED BONDS	3,200,000	3.750	01/15/09		99.063	3,170,000.00	36,251.30	94,118.40	1.236	4.501
31359MEK5	FNMA GLOBAL BENCHMARK NOTES	3,200,000	5.250	01/15/09		100.906	3,229,000.00	36,288.29	42,676.80	1.226	4.514
3133XJKB3	FHLB NOTES (CALLABLE)	1,460,000	5.400	01/16/09	04/16/07	100.031	1,460,456.25	880.26	1,113.25	0.044	5.368
3133XFEQ5	FHLB TAP ISSUE	5,000,000	5.250	03/13/09		101.094	5,054,687.50	36,859.10	31,487.50	1.384	4.462
3137EAAE9	FHLMC GLOBAL REFERENCE NOTES	5,000,000	5.250	05/21/09		101.281	5,064,062.50	50,608.35	43,007.50	1.533	4.428
3134A3M78	FHLMC GLOBAL REFERENCE NOTES	5,000,000	6.625	09/15/09		104.125	5,206,250.00	65,190.15	(3,940.00)	1.826	4.402
31359MEY5	FNMA GLOBAL BENCHMARK NOTES	5,000,000	6.625	09/15/09		104.125	5,206,250.00	65,936.25	(2,820.00)	1.826	4.402
3133XGYT5	FHLB TAP ISSUE	3,000,000	5.000	12/11/09		101.219	3,036,562.50	49,467.09	50,752.50	2.034	4.409
31359MXH1	FNMA GLOBAL BENCHMARK NOTES	2,250,000	3.875	02/15/10		98.844	2,223,984.38	20,300.36	22,060.13	2.232	4.391
31331XRP9	FFCB BONDS	4,740,000	4.800	03/08/10		100.844	4,779,993.75	74,014.34	78,719.55	2.275	4.430
3133XJUS5	FHLB TAP NOTES	3,680,000	5.000	03/12/10		101.313	3,728,300.00	42,429.66	42,128.64	2.281	4.428
3133XKB53	FHLB NOTES (CALLABLE)	2,000,000	5.550	03/22/10		100.219	2,004,375.00	5,526.58	5,735.00	0.225	5.454
3128X5X60	FHLMC NOTES (CALLABLE)	1,654,000	5.500	03/29/10	06/29/07	100.148	1,656,443.14	3,145.92	3,270.14	0.244	5.436
3136F8JS5	FNMA NOTES (CALLABLE)	5,000,000	5.350	04/12/10	10/12/07	100.031	5,001,562.50	3,063.45	3,312.50	0.033	5.336
3133XFLE4	FHLB TAP ISSUE	1,105,000	5.250	06/11/10		102.031	1,127,445.31	6,900.16	6,528.89	2.460	4.440
3133XL5W9	FHLB NOTES (CALLABLE)	3,150,000	5.600	06/11/10	09/11/07	100.121	3,153,818.17	6,150.43	6,401.17	0.195	5.547
31359MFS7	FNMA GLOBAL BENCHMARK NOTES	5,360,000	7.125	06/15/10		106.781	5,723,475.00	2,621.74	1,589.24	2.418	4.436
3128X4GV7	FHLMC GLOBAL NOTES (CALLABLE)	871,000	4.875	08/16/10		101.190	881,367.51	6,944.38	6,831.25	2.648	4.428
3133XJUJ5	FHLB NOTES (CALLABLE)	4,890,000	5.450	08/26/10	02/26/08	100.161	4,897,896.59	7,813.66	7,798.79	0.398	5.387
31359MJH7	FNMA GLOBAL BENCHMARK NOTES	2,800,000	6.000	05/15/11		105.000	2,940,000.00	59,685.81	53,046.00	3.181	4.488
FED AGY DN											
313384NL9	FHLB DISC NOTE	1,254,000		10/26/07		99.669	1,249,844.27	(149.90)	330.80	0.070	4.604
FED AGY MBS											
31282U4M6	FHLMC MBS 5 YR POOL #M90828	5,452,694	3.500	07/01/08		98.206	5,354,887.28	(107,387.47)	(183,004.56)	0.410	7.555
31282R2E3	FHLMC MBS POOL #M80773	1,488,980	5.000	10/01/09		99.775	1,485,633.17	(11,184.49)	(34,289.69)	1.019	5.029
31371KXM8	FNMA MBS POOL #254584	1,203,665	5.000	12/01/12		99.870	1,202,102.45	(15,611.04)	(29,021.23)	2.409	4.916

US TSY BOND/NOTE

PFM Asset Management LLC

Fair Market Values & Analytics: (Excluding Cash)

54610190

MARION COUNTY POOLED OPERATING FUND

MONTH ENDED: September 30, 2007

SECURITY TYPE				MATURITY	FIRST CALL	MARKET	MARKET	UNREAL G/(L)	UNREAL G/(L)	DURATION	YTM
CUSIP	DESCRIPTION	PAR	COUPON	DATE	DATE	PRICE	VALUE	ON AMORT COST	ON COST	TO WORST AT MKT	
912828GJ3	US TREASURY NOTES	2,055,000	4.750	02/28/09		101.055	2,076,674.09	16,472.43	14,770.57	1.356	3.975
912828FP0	US TREASURY NOTES	6,375,000	4.875	08/15/09		101.609	6,477,599.25	93,704.28	89,401.01	1.770	3.973
912828FX3	US TREASURY NOTES	1,000,000	4.625	11/15/09		101.297	1,012,969.00	11,587.22	11,094.00	1.976	3.980
912828FX3	US TREASURY NOTES	2,500,000	4.625	11/15/09		101.297	2,532,422.50	31,985.20	31,934.22	1.976	3.980
912828DL1	US TREASURY NOTES	5,360,000	3.500	02/15/10		98.859	5,298,863.84	214.51	420.09	2.245	4.007
SUBTOTALS							\$104,433,988.45	\$648,941.09	\$501,705.36	1.470	4.714 %
ACCRUED INTEREST ON INVESTMENT							969,221.37				
TOTAL MARKET VALUE OF INVESTMENTS							\$105,403,209.82				

PFM Asset Management LLC

Security Transactions & Interest:

54610190

MARION COUNTY POOLED OPERATING FUND

MONTH ENDED: September 30, 2007

(Excluding Cash)

TRADE	SETTLE	TRAN TYPE	SECURITY DESCRIPTION	CUSIP	S&P RATING	PAR	COUPON	MATURITY DATE	PRINCIPAL AMOUNT	ACCRUED INTEREST	TOTAL	
09/04/07	09/04/07	INTEREST	MONEY MARKET FUND	MONEY0002	NR				0.00	1,900.18	1,900.18	
09/01/07	09/15/07	INTEREST	FHLMC MBS POOL #M80773	31282R2E3	AAA	1,514,452	5.000	10/01/09	0.00	6,310.22	6,310.22	
09/01/07	09/15/07	INTEREST	FHLMC MBS 5 YR POOL #M90828	31282U4M6	AAA	5,519,930	3.500	07/01/08	0.00	16,099.80	16,099.80	
09/08/07	09/08/07	INTEREST	FFCB BONDS	31331XRP9	AAA	4,740,000	4.800	03/08/10	0.00	113,760.00	113,760.00	
09/12/07	09/12/07	INTEREST	FHLB TAP NOTES	3133XJUS5	AAA	3,680,000	5.000	03/12/10	0.00	110,911.11	110,911.11	
09/13/07	09/13/07	INTEREST	FHLB TAP ISSUE	3133XFEQ5	AAA	5,000,000	5.250	03/13/09	0.00	131,250.00	131,250.00	
09/01/07	09/25/07	INTEREST	FNMA MBS POOL #254584	31371KXM8	AAA	1,233,553	5.000	12/01/12	0.00	5,139.80	5,139.80	
09/15/07	09/15/07	INTEREST	FHLMC GLOBAL REFERENCE NOTES	3134A3M78	AAA	5,000,000	6.625	09/15/09	0.00	165,625.00	165,625.00	
09/15/07	09/15/07	INTEREST	FHLMC GLOBAL REFERENCE NOTES	3134A4UD4	AAA	5,000,000	3.625	09/15/08	0.00	90,625.00	90,625.00	
09/15/07	09/15/07	INTEREST	FNMA GLOBAL BENCHMARK NOTES	31359MEY5	AAA	5,000,000	6.625	09/15/09	0.00	165,625.00	165,625.00	
09/22/07	09/22/07	INTEREST	FHLB NOTES (CALLABLE)	3133XKB53	AAA	4,000,000	5.550	03/22/10	0.00	111,000.00	111,000.00	
09/29/07	09/29/07	INTEREST	FHLMC NOTES (CALLABLE)	3128X5X60	AAA	1,654,000	5.500	03/29/10	0.00	45,485.00	45,485.00	
									42,341,934	963,731.11	963,731.11	
08/30/07	09/05/07	BUY	FHLB TAP ISSUE	3133XFLE4	AAA	1,105,000	5.250	06/11/10	(1,120,916.42)	(13,536.25)	(1,134,452.67)	
08/31/07	09/04/07	BUY	FNMA NOTES (CALLABLE)	3136F8JS5	AAA	5,000,000	5.350	04/12/10	(4,998,250.00)	(105,513.89)	(5,103,763.89)	
09/04/07	09/05/07	BUY	FHLB NOTES (CALLABLE)	3133XJUJ5	AAA	4,890,000	5.450	08/26/10	(4,890,097.80)	(6,662.63)	(4,896,760.43)	
09/27/07	09/28/07	BUY	FNMA GLOBAL BENCHMARK NOTES	31359MFS7	AAA	5,360,000	7.125	06/15/10	(5,721,885.76)	(109,265.83)	(5,831,151.59)	
09/27/07	09/28/07	BUY	US TREASURY NOTES	91282DL1	TSY	5,360,000	3.500	02/15/10	(5,298,443.75)	(22,430.43)	(5,320,874.18)	
09/28/07	09/28/07	BUY	FHLB DISC NOTE	313384NL9	A-1+	1,254,000	0.000	10/26/07	(1,249,513.47)	0.00	(1,249,513.47)	
									22,969,000	(23,279,107.20)	(257,409.03)	(23,536,516.23)
09/22/07	09/22/07	CALL	FHLB NOTES (CALLABLE)	3133XKB53	AAA	2,000,000	5.550	03/22/10	2,000,000.00	0.00	2,000,000.00	
									2,000,000	2,000,000.00	0.00	2,000,000.00
09/28/07	09/28/07	MATURITY	FFCB DISC NOTE	313312MG2	A-1+	2,666,000	0.000	09/28/07	2,666,000.00	0.00	2,666,000.00	
									2,666,000	2,666,000.00	0.00	2,666,000.00
09/01/07	09/15/07	MBS PMT	FHLMC MBS POOL #M80773	31282R2E3	AAA	25,472	5.000	10/01/09	25,472.00	0.00	25,472.00	
09/01/07	09/15/07	MBS PMT	FHLMC MBS 5 YR POOL #M90828	31282U4M6	AAA	67,236	3.500	07/01/08	67,236.30	0.00	67,236.30	
09/01/07	09/25/07	MBS PMT	FNMA MBS POOL #254584	31371KXM8	AAA	29,888	5.000	12/01/12	29,887.60	0.00	29,887.60	
									122,596	122,595.90	0.00	122,595.90
09/27/07	09/28/07	SELL	FHLMC GLOBAL REFERENCE NOTES	3134A4UD4	AAA	5,000,000	3.625	09/15/08	4,953,195.00	6,545.14	4,959,740.14	
09/27/07	09/28/07	SELL	US TREASURY NOTES	91282EC0	TSY	3,835,000	4.125	08/15/08	3,836,498.05	18,914.47	3,855,412.52	
									8,835,000	8,789,693.05	25,459.61	8,815,152.66

TOTAL SECURITY TRANSACTIONS

(8,969,036.56)

PFM Asset Management LLC

Cash Transactions Report:

54610190

MARION COUNTY POOLED OPERATING FUND

MONTH ENDED: September 30, 2007

CASH DATE	TRANSACTION CODE	TRANSACTION DESCRIPTION	TOTAL AMOUNT
09/04/07	CC	CONTRIB	10,000,000.00
09/13/07	CC	CONTRIB	14,883,000.00
			<hr/> 24,883,000.00
09/13/07	CW	TRANSFER TO 0210	(14,999,230.70)
			<hr/> (14,999,230.70)
NET CASH CONTRIBUTIONS/(WITHDRAWS)			<hr/> \$9,883,769.30 <hr/>

PFM Asset Management LLC

Realized Gains and Losses: 54610190 MARION COUNTY POOLED OPERATING FUND

(Excluding Cash)

MONTH ENDED: September 30, 2007

TRADE DATE	SETTLE DATE	TRAN TYPE	SALE METHOD	SECURITY DESCRIPTION	CUSIP	PAR VALUE	COUPON	PRINCIPAL PROCEEDS	REALIZED G/(L) COST	REALIZED G/(L) AMORT CST
09/01/07	09/15/07	MBS PMT		FHLMC MBS POOL #M80773	31282R2E3	25,472	5.000	25,472.00	(529.34)	0.00
09/01/07	09/15/07	MBS PMT		FHLMC MBS 5 YR POOL #M90828	31282U4M6	67,236	3.500	67,236.30	(1,050.57)	0.00
09/01/07	09/25/07	MBS PMT		FNMA MBS POOL #254584	31371KXM8	29,888	5.000	29,887.60	(681.81)	0.00
09/22/07	09/22/07	CALL	FIFO	FHLB NOTES (CALLABLE)	3133XKB53	2,000,000	5.550	2,000,000.00	1,360.00	0.00
09/27/07	09/28/07	SELL	FIFO	US TREASURY NOTES	912828EC0	3,835,000	4.125	3,836,498.05	15,729.50	6,059.90
09/27/07	09/28/07	SELL	FIFO	FHLMC GLOBAL REFERENCE NOTES	3134A4UD4	5,000,000	3.625	4,953,195.00	44,380.00	13,889.10
09/28/07	09/28/07	MATURITY		FFCB DISC NOTE	313312MG2	2,666,000	0.000	2,666,000.00	9,953.07	0.00
TOTAL GAINS AND LOSSES									\$69,160.85	\$19,949.00

PFM Asset Management LLC

Cash Balance Report:

54610190

MARION COUNTY POOLED OPERATING FUND

MONTH ENDED: September 30, 2007

CASH BALANCE: \$2,050,922.28

Earnings Calculation Templates

Current Month-End Book Value	+			Add Coupon Interest Received	+	
Current Month-End Accrued Interest	+			Less Purchased Interest Related to Coupons	-	
Less Purchases	-			Add/Subtract Gains or Losses on Cost For The Mth	+/-	
Less Purchased Interest	-			Total Cost Basis Earnings For The Month		
Add Disposals (Sales, Maturities, Paydowns, Sinks, etc.)	+					
Add Coupon Interest Received	+					
Less Previous Month-End Book Value	-					
Less Previous Month-End Accrued Interest	-					
Total Accrual Basis Earnings For The Month						

Economic Calendar

10/05/2007 - Change in Nonfarm Payrolls	10/17/2007 - Housing Starts
10/05/2007 - Unemployment Rate	10/17/2007 - Building Permits
10/12/2007 - Advance Retail Sales	10/24/2007 - Existing Home Sales
10/12/2007 - Producer Price Index	10/25/2007 - Durable Goods
10/15/2007 - Empire Manufacturing	10/25/2007 - New Home Sales
10/17/2007 - Consumer Price Index	10/31/2007 - FOMC Rate Decision

Market Commentary

During September the FOMC cut the overnight lending rate for the first time since June of 2003. Recognizing difficulties in the credit markets and the potential for slower economic growth in future quarters, the Fed reduced the Fed Funds rate 50 basis points to 4.75%. The Fed and many economists are concerned that tightening credit standards and continued weakness in the housing market will erode future economic growth. Both existing and new home sales plummeted to new lows during September, reinforcing those views. Treasury yields fell throughout the month in volatile trading as investors tried to lock in yields. Stock investors applauded the Fed move pushing equity indexes closer to their highs of the year. Some are now concerned that as the Fed cuts rates, inflation could reappear. This is of particular concern to holders of longer term bonds. Some of these investors have sold their holdings causing the yield curve to normalize, longer maturities yielding more than shorter maturities. The market expects that the Fed will cut rates further but any action will be dependent on future economic releases.

Investment Portfolio Information For
MARION COUNTY POOLED OPER SHORT TERM FD

Portfolio #
54610210

Section / Report Title

- A. Account Summary
- B. Detail of Securities Held
- C. Fair Market Values & Analytics
- D. Security Transactions & Interest
- E. Cash Transactions Report
- F. Realized Gains & Losses
- G. Cash Balance Report

For The Month Ending
September 30, 2007

MARION COUNTY, FLORIDA
DAVID R. ELLSPERMANN, CLERK OF CIRCUIT CT
P.O. BOX 1030

OCALA

FL 34478-1030

PFM Asset Management LLC

Account Summary: *54610210 MARION COUNTY POOLED OPER SHORT TERM FD*

(Excluding Cash)

MONTH ENDED: September 30, 2007

SECURITY TYPE	PAR VALUE	AMORTIZED COST	MARKET VALUE	MARKET % OF PORTFOLIO	YTM AT COST	YTM AT MARKET	DURATION TO WORST
COMMERCIAL PAPER	15,226,000.00	15,041,993.39	15,059,044.29	100.000	5.702	5.087	0.210
TOTAL SECURITIES	15,226,000.00	15,041,993.39	15,059,044.29	100.000	5.702 %	5.087 %	0.210
TOTAL INVESTMENTS	15,226,000.00	15,041,993.39	15,059,044.29	100.000 %			
ACCRUED INTEREST		0.00	0.00				
TOTAL PORTFOLIO	\$15,226,000.00	\$15,041,993.39	\$15,059,044.29				

Disclosure Statement: PFM's monthly statement is intended to detail our investment advisory activity. The custodian bank maintains the control of assets and executes (i.e. settles) all investment transactions. The custodian statement is the official record of security and cash holdings and transactions. Only the client has the authority to withdraw funds from or deposit funds to the custodian and to direct the movement of securities. Clients retain responsibility for their internal accounting policies, implementing and enforcing internal controls and generating ledger entries or otherwise recording transactions. PFM recognizes that our clients may use these reports to facilitate record keeping, therefore the custodian bank statement and the PFM statement should be reconciled and differences resolved. PFM's market prices are derived from closing bid prices as of the last business day of the month as supplied by F.T. Interactive Data, Bloomberg or Telerate. Prices that fall between data points are interpolated. Non-negotiable FDIC insured bank certificates of deposit are priced at par. Please promptly report any inaccuracies or discrepancies on your account statement in writing to your client manager or to customer service. To protect your rights, if you report orally you should confirm in writing. A-1

PFM Asset Management LLC

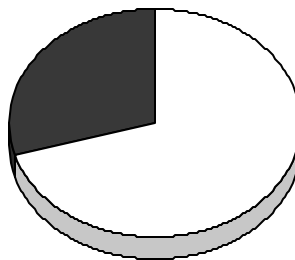
Detail of Securities Held: 54610210 MARION COUNTY POOLED OPER SHORT TERM FD

(Excluding Cash)

MONTH ENDED: September 30, 2007

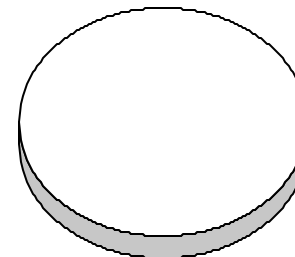
SECURITY TYPE			MATURITY	S&P	TRADE	SETTLE	ORIGINAL	YTM	ACCRUED	AMORTIZED	MARKET	
CUSIP	DESCRIPTION	PAR	COUPON	DATE	RATING	DATE	DATE	COST	AT COST	INTEREST	COST	VALUE
COMMERCIAL PAPER												
06737JZB4	BARCLAYS US FUNDING LLC COMM 1	10,754,000		12/11/07	A-1+	09/11/07	09/13/07	10,604,585.12	5.699	0.00	10,634,803.85	10,645,813.79
61745AA25	MORGAN STANLEY COMM PAPER	4,472,000		01/02/08	A-1+	09/11/07	09/13/07	4,394,645.58	5.709	0.00	4,407,189.54	4,413,230.50
		15,226,000						14,999,230.70	5.702	0.00	15,041,993.39	15,059,044.29
TOTAL SECURITIES		\$15,226,000						\$14,999,230.70	5.702 %	\$0.00	\$15,041,993.39	\$15,059,044.29

Issuers by Market Value



□ BARCLAYS PLC	\$10,645,814	70.7%
■ MORGAN STANLEY	\$4,413,231	29.3%
Total:		\$15,059,044 100.0%

Ratings by Market Value



□ A-1+	\$15,059,044	100.0%
Total:		\$15,059,044 100.0%

PFM Asset Management LLC

Fair Market Values & Analytics:
(Excluding Cash)

54610210 MARION COUNTY POOLED OPER SHORT TERM FD

MONTH ENDED: September 30, 2007

SECURITY TYPE				MATURITY	FIRST CALL	MARKET	MARKET	UNREAL G/(L)	UNREAL G/(L)	DURATION	YTM
CUSIP	DESCRIPTION	PAR	COUPON	DATE	DATE	PRICE	VALUE	ON AMORT COST	ON COST	TO WORST AT MKT	
COMMERCIAL PAPER											
06737JZB4	BARCLAYS US FUNDING LLC COMM 1	10,754,000		12/11/07		98.994	10,645,813.79	11,009.94	41,228.67	0.192	5.081
61745AA25	MORGAN STANLEY COMM PAPER	4,472,000		01/02/08		98.686	4,413,230.50	6,040.96	18,584.92	0.251	5.100
SUBTOTALS							\$15,059,044.29	\$17,050.90	\$59,813.59	0.210	5.087 %
ACCRUED INTEREST ON INVESTMENT							0.00				
TOTAL MARKET VALUE OF INVESTMENTS							\$15,059,044.29				

PFM Asset Management LLC

Security Transactions & Interest:

54610210

MARION COUNTY POOLED OPER SHORT TERM FD

MONTH ENDED: September 30, 2007

(Excluding Cash)

TRADE	SETTLE	TRAN TYPE	SECURITY DESCRIPTION	CUSIP	S&P RATING	PAR	COUPON	MATURITY DATE	PRINCIPAL AMOUNT	ACCRUED INTEREST	TOTAL
09/11/07	09/13/07	BUY	BARCLAYS US FUNDING LLC COMM PA	06737JZB4	A-1+	10,754,000	0.000	12/11/07	(10,604,585.12)	0.00	(10,604,585.12)
09/11/07	09/13/07	BUY	MORGAN STANLEY COMM PAPER	61745AA25	A-1+	4,472,000	0.000	01/02/08	(4,394,645.58)	0.00	(4,394,645.58)
						15,226,000			(14,999,230.70)	0.00	(14,999,230.70)

TOTAL SECURITY TRANSACTIONS

(14,999,230.70)

PFM Asset Management LLC

Cash Transactions Report:

54610210

MARION COUNTY POOLED OPER SHORT TERM FD

MONTH ENDED: September 30, 2007

CASH DATE	TRANSACTION CODE	TRANSACTION DESCRIPTION	TOTAL AMOUNT
09/13/07	CC	TRANSFER FROM 0190	14,999,230.70
			14,999,230.70
NET CASH CONTRIBUTIONS/(WITHDRAWS)			<u>\$14,999,230.70</u>

PFM Asset Management LLC

Realized Gains and Losses: *54610210* *MARION COUNTY POOLED OPER SHORT TERM FD*

(Excluding Cash)

MONTH ENDED: September 30, 2007

TRADE DATE	SETTLE DATE	TRAN TYPE	SALE METHOD	SECURITY DESCRIPTION	CUSIP	PAR VALUE	COUPON	PRINCIPAL PROCEEDS	REALIZED G/(L) COST	REALIZED G/(L) AMORT CST
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No transactions during the month.

TOTAL GAINS AND LOSSES

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PFM Asset Management LLC

Cash Balance Report:

54610210

MARION COUNTY POOLED OPER SHORT TERM FD

MONTH ENDED: September 30, 2007

CASH BALANCE: \$0.00

Earnings Calculation Templates

Current Month-End Book Value	+		Add Coupon Interest Received	+	
Current Month-End Accrued Interest	+	_____	Less Purchased Interest Related to Coupons	-	_____
		_____			_____
Less Purchases	-	_____	Add/Subtract Gains or Losses on Cost For The Mth	+/-	_____
Less Purchased Interest	-	_____			_____
		_____	Total Cost Basis Earnings For The Month		=====
Add Disposals (Sales, Maturities, Paydowns, Sinks, etc.)	+	_____			=====
Add Coupon Interest Received	+	_____			=====
		_____			=====
Less Previous Month-End Book Value	-	_____			=====
Less Previous Month-End Accrued Interest	-	_____			=====
		_____			=====
Total Accrual Basis Earnings For The Month		=====			=====

Economic Calendar

10/05/2007 - Change in Nonfarm Payrolls	10/17/2007 - Housing Starts
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