

CLARK COUNTY
FINANCE COMMITTEE

FOURTH QUARTER, 2004



JANUARY 18, 2004

CLARK COUNTY
FINANCE COMMITTEE

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SECTION I – October 27, 2004 MINUTES

**REGULAR MEETING MINUTES
CLARK COUNTY FINANCE COMMITTEE MEETING
October 27, 2004
3:35 p.m.
PSC Conference Room 694, Sixth Floor**

Members in Attendance: **Doug Lasher, Chair
Greg Kimsey, Secretary**

Others in Attendance: **Jack Rasmusson, Lori Pearce
Treasurer's Office**

Recording: **Kathleen Smithline**

The meeting was called to order by Doug Lasher, Chair, at 3:35 p.m. with a quorum present.

APPROVAL OF MINUTES

MOTION was made by, Doug Lasher, seconded by Greg Kimsey, and unanimously carried to approve the Minutes of September 7, 2004.

APPROVAL OF COUNTY FINANCE REPORT

Jack Rasmusson presented an overview of the third-quarter, 2004, County Finance Report, which included investment strategies, economic and market conditions, and a review of the portfolio as of September 30, 2004.

- GDP growth for third-quarter, 2004 was at 3.3% with expected growth to be at the 3.5 to 4.0% range for the remainder of 2004.
- The Consumer Confidence Index for third-quarter, 2004, ended at 96.80, which is down from 102.8 in June.
- Unemployment changed to 5.4% at the end of third quarter, which is down from 5.6% at the end of second quarter..
- September employment numbers reflect an economy that is not in recovery with 51 thousand fewer jobs created than expected and high oil prices.
- Companies will remain cautious about adding staff to their payrolls.
- Clark County Pool balances continued to drop in the third quarter as expected. The average was \$443 million in the first three quarters of 2004 compared to an average of \$525 million in the first three quarters of 2003.
- As of September 30, 2004, the average maturity of the portfolio decreased to approximately 7.9 months compared to 8 months in the second quarter of 2004.

Investment Strategy

- Continue to evaluate discount notes and place investments in them when their return is higher than the projected Fed Fund Rate.

- Continue to maintain a maturity rate of 7 to 8.5 months in the portfolio while continuing to look for value in callable securities.
- Evaluate and purchase Treasuries when they reach attractive levels again.
- Consider increasing the allocation to callable Federal Agencies.

MOTION was made by Greg Kimsey, seconded by Doug Lasher, and unanimously carried to approve the County Finance Report for third quarter, 2004.

PFM REPORT

Jack Rasmusson presented an overview of the County's investments for third quarter, 2004. PFM noted that the slight decline in interest rates resulted in the County Pool portfolio posting a good quarter. They recommend concentrating on new purchases in U.S. Treasuries; evaluating short-term money market instruments relative to overnight rates; minimizing interest rate risk by targeting an average maturity of 7 – 8 ½ months; and considering increasing the allocation to callable Federal Agencies.

OUTSTANDING DEBT REPORT

Lori Pearce presented the County Debt Status Report as of September 30, 2004. At the end of the third quarter, the total outstanding debt of Clark County and the junior taxing districts totaled approximately \$788 million compared to \$794 million on June 30, 2004. The report reflects new issues for third and fourth quarters, 2004; line of credit history; registered warrants history; lines of credit for Clark County Fair, Clark County Roads, Vancouver Housing Authority, and Fairgrounds; and a listing of outstanding debt.

MOTION to adjourn the meeting was made by Greg Kimsey, seconded by Doug Lasher, and unanimously approved at 3:55 p.m.

Submitted by: _____
Greg Kimsey, Secretary

Prepared by: _____
Kathleen Smithline, Administrative Assistant

SECTION II - EXECUTIVE SUMMARY

This report provides a retroactive review of the activities occurring during the fourth quarter, 2004, in compliance with our Investment Policy and Standards adopted November 2002.

During the fourth quarter of 2004, the average maturity of the portfolio increased to approximately 8.6 months due in part to a \$44 million debt payment on 12/1/04 and a \$28 million state remittance on 12/20/04. When significant amounts of money come out of the portfolio, this causes the average maturity of the portfolio to increase. In the third quarter of 2004, the average maturity was 7.9 months. The asset sector distribution of the portfolio changed during the fourth quarter, with approximately 64.46% of the portfolio invested in Federal Agencies, 25.5% invested in money markets and 9.95% invested in U.S. Treasuries. This is compared with the third quarter of 2004's asset allocation of 61.77% of the portfolio invested in Federal Agencies, 33.46% invested in money markets and 4.77% invested in U.S. Treasuries. At the end of December 2004, the total book value of the portfolio was approximately \$419.7 million.

Residual balances for 2004 averaged \$54.5 million monthly compared to a \$51.7 million monthly average in 2003. Interest earnings distributed to the County's General Fund during 2004 were \$961,214 compared to \$1,088,878 for 2003. The decrease is a result of lower average interest rates in 2004 compared to 2003. The average interest rate of the Clark County Investment Pool for the fourth quarter of 2004 was 2.111% compared to 1.851% in the fourth quarter of 2003. Interest earnings for 2004 were higher than our revised projections by approximately \$21,736.

County Pool balances averaged \$451 million in 2004, compared to an average of \$526 million in 2003. Interest earnings distributed to the County Pool participants for 2004 were \$7.9 million compared to \$11.5 million in 2003. Clark County funds made up 38.98% of the County Pool. Other major Pool participants include the Evergreen School District at 25.15%, Vancouver School District at 14.30%, Leichner Landfill reserves (Leichner) at 3.38%, ESD 112 at 3.12%, Camas School District at 2.46%, Battle Ground School District at 2.40%, and all other districts at 10.21%.

The annualized quarterly total return for the County Pool came in at 2.06% compared to the custom Treasury total return index of 1.09%. On a book value return basis, the County Pool rate yielded 2.27%, compared to the custom Treasury Index's book value return of 2.65%. The net asset value of the County Pool ended the quarter at .99873. An unrealized loss of approximately \$528,921 was distributed to the Clark County Pool participants for the fair market value adjustment at the end of December. Along with an unrealized loss of \$733,124 distributed during the first three quarters of the year bring the unrealized loss for the year to \$1,262,044. This is in accordance with our investment policy, fair market value adjustments are made four times per year. The next adjustment will occur at the end of March 2005.

Our current strategy is to maintain an "excess" liquidity level in the U.S. Bank MIA and invest it at opportune times. The U.S. Bank MIA is tied to the Federal Funds rate and increases its rate faster than the Washington LGIP. We are also investing in Federal Agencies Discount Notes when their yields are higher than U.S. Bank MIA. In order to maintain current market yield for the participants, we are replacing lower performing securities with higher performing securities, while protecting the principle of the participants. We are also looking to take advantage of market volatility by placing new investments at opportune times; concentrating on new purchases in Federal Agencies to allow for greater latitude in responding to changes in market conditions; and minimizing interest rate risk by targeting an average maturity of 7.0 – 8.5 months.

SECTION III - 2004 YEAR-TO-DATE

INVESTMENT ACTIVITY:

During 2004, County residual principal balances averaged \$2,780,230 more than in 2003 on an average monthly basis. Actual monthly 2004 average County residual balances exceeded projections by approximately \$8,316,925 for the year as denoted in the chart below.

Date	2003 Residual Balance	2004 Residual Balance	2004 Projected Residual Balance
January	22,190,576	54,596,788	20,000,000
February	43,210,854	28,859,054	37,000,000
March	30,010,925	28,261,393	34,000,000
April	44,478,047	40,101,928	40,000,000
May	104,803,897	113,347,633	91,000,000
June	53,127,743	63,632,227	50,000,000
July	42,806,477	42,530,372	40,000,000
August	50,867,844	36,458,964	43,000,000
September	29,207,851	32,734,229	30,000,000
October	43,827,823	52,540,171	37,000,000
November	108,547,648	114,770,539	94,500,000
December	47,360,627	50,289,802	37,500,000
Average	51,703,362	54,843,592	46,166,667

Since June, the Fed has raised interest rates five times by 25 basis points each time. This action brought the Fed funds from 45-year low of 1.00% to 2.25% by the end of December. Actual interest earnings decreased to \$961,214 in 2004 from \$1,088,878 in 2003. As shown below, total interest earnings for the year are approximately \$21,736 more than projected for 2004.

Date	2003 Interest Earnings	2004 Interest Earnings	2004 Projected Interest Earnings
January	36,650	78,343	36,650
February	79,951	40,971	79,951
March	62,699	41,422	48,587
April	87,242	57,799	87,295
May	194,845	129,912	194,846
June	100,270	73,299	98,278
July	72,663	43,411	76,281
August	88,297	55,170	63,390
September	44,980	49,916	44,980
October	69,560	85,895	53,894
November	182,920	206,571	114,554
December	68,801	98,505	40,772
Total	1,088,878	961,214	939,478

Shown below, County Pool principle balances averaged nearly \$451 million for 2004, compared to \$526 million during 2003, approximately 14% lower.

Date	2003 Pool Average Balance	2004 Pool Average Balance
January	432,859,337	447,499,544
February	459,652,656	408,942,068
March	507,018,514	402,182,023
April	531,678,200	438,647,428
May	631,898,589	544,037,116
June	585,383,441	485,785,543
July	542,874,101	433,832,687
August	521,881,095	420,073,304
September	508,408,559	409,242,889
October	514,444,650	427,521,314
November	579,743,342	548,979,416
December	497,760,561	450,520,888
Average	526,133,587	451,438,685

The table below reflects County Pool earnings of approximately \$7.9 million in 2004, compared to \$11.5 million during the same period of 2003, resulting in decreased earnings of approximately 31%. This is due to the lower interest rate environment and lower pool balances in 2004 compared to 2003.

Date	2003 Pool Interest Earnings	2004 Pool Interest Earnings
January	1,009,481	643,900
February	966,887	580,695
March	1,059,428	589,850
April	1,043,437	632,232
May	1,177,429	623,827
June	1,099,644	558,132
July	918,323	441,970
August	905,044	635,693
September	781,553	624,131
October	816,460	698,750
November	1,006,525	987,946
December	722,646	882,218
Total	11,506,857	7,899,344

SECTION IV - QUARTERLY ACTIVITY

Figure One shows the major participants in the Clark County Investment Pool for the fourth quarter of 2004. As of December 31, 2004, County funds made up 38.98% of the pool, Evergreen School District – 25.15%, Vancouver School District – 14.30%, Leichner – 3.38%, ESD 112 at 3.12%, Camas School District at 2.46%, Battle Ground School District at 2.40%, and all other districts at 10.21%. In the first quarter of 2003, Evergreen School District issued \$58,000,000 in bonds causing their overall percentage in the pool to increase substantially.

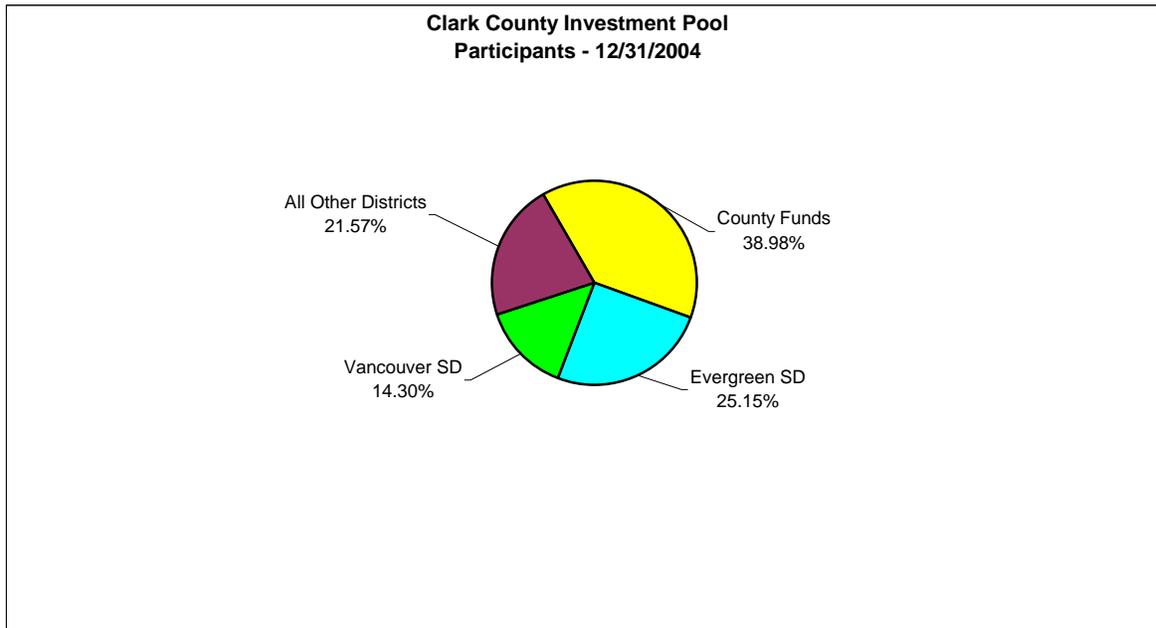


Figure 1

Figure Two illustrates month-end General Fund cash balances beginning with January 2003 through December 2004. For the fourth quarter of 2004, cash balances in the General Fund increased above the same period in 2003 by a monthly average of approximately \$1.6 million.

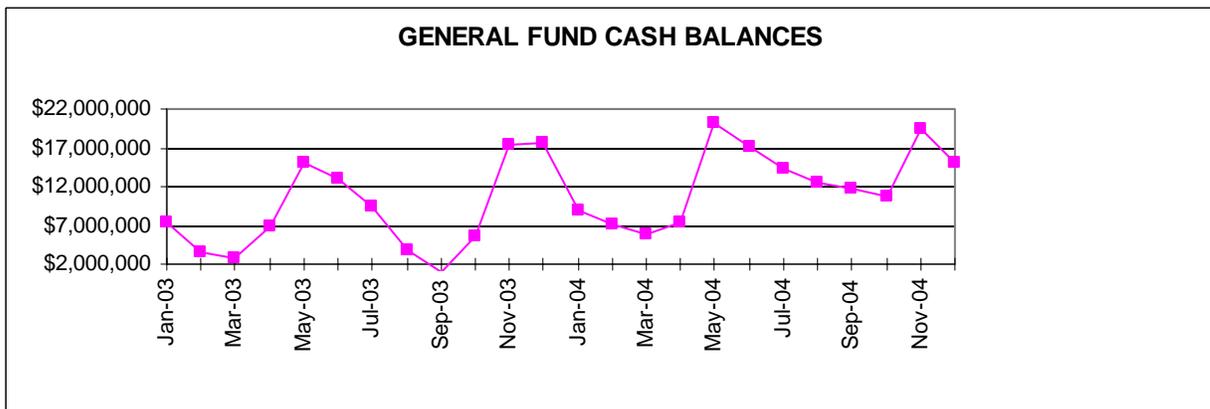


Figure 2

Figure Three reflects the average principal balances being maintained within the Pool in 2004 compared to 2003. For the fourth quarter of 2004, the average monthly principle balance decreased below the fourth quarter of 2003 levels by an average of \$55 million.

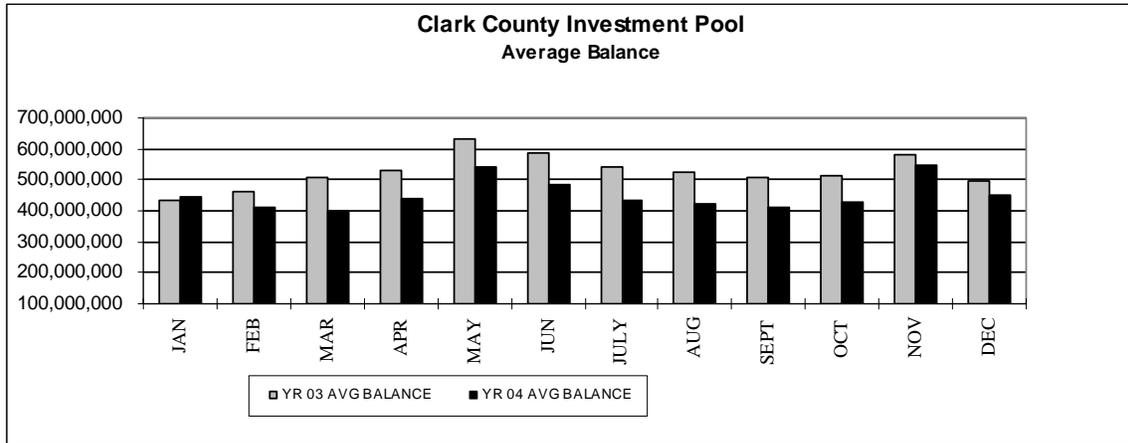


Figure 3

Figure Four reflects the actual monthly residual principle balances managed by the County for 2003 and 2004. For the current year, residual balances average \$6 million per month higher than in 2003.

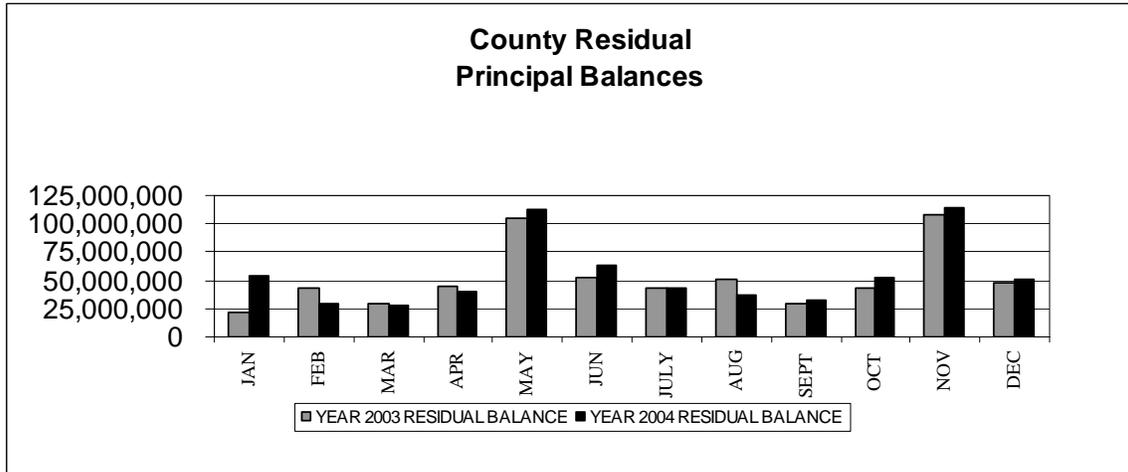


Figure 4

Figure Five shows interest earnings distributed each month to the County's General fund from 2003 through 2004. During 2004, interest earnings averaged \$10,639 less per month than during the same period in 2003. This is due to lower interest rates in 2004. On an average monthly basis, \$107,094 was allocated to the General fund during the fourth quarter of 2003. For the fourth quarter of 2004, an average of \$130,324 was distributed to the General fund per month.

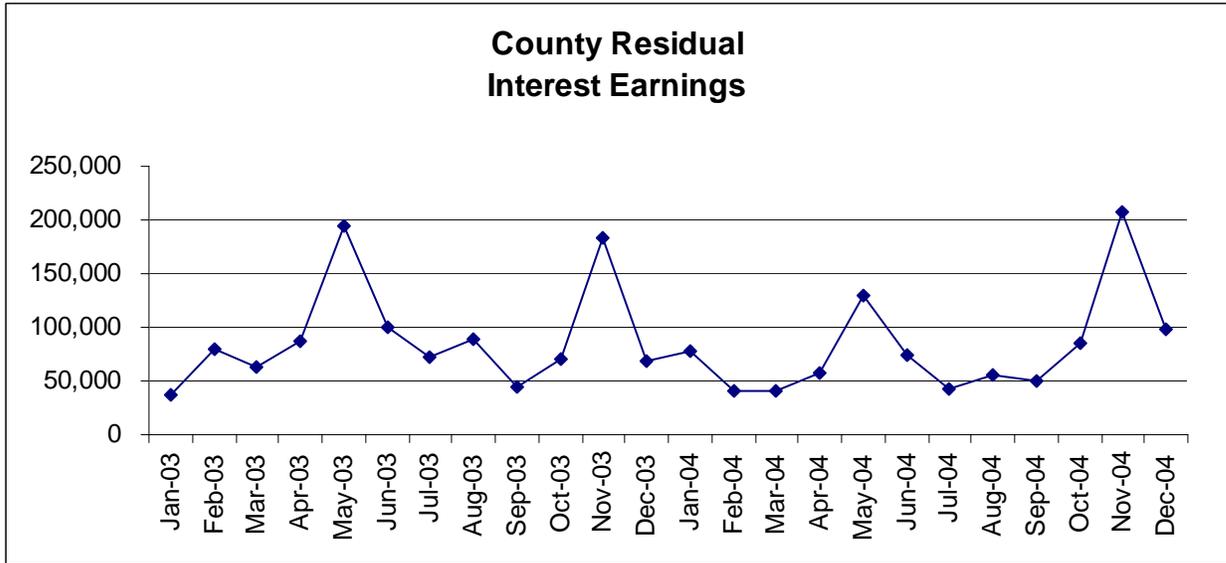


Figure 5

Figure Six shows the County Pool interest rates for 2003 and 2004. The book value of the County Pool's gross interest rate at the end of December 2004 was 2.27%, compared to 1.69% on December 31, 2003.

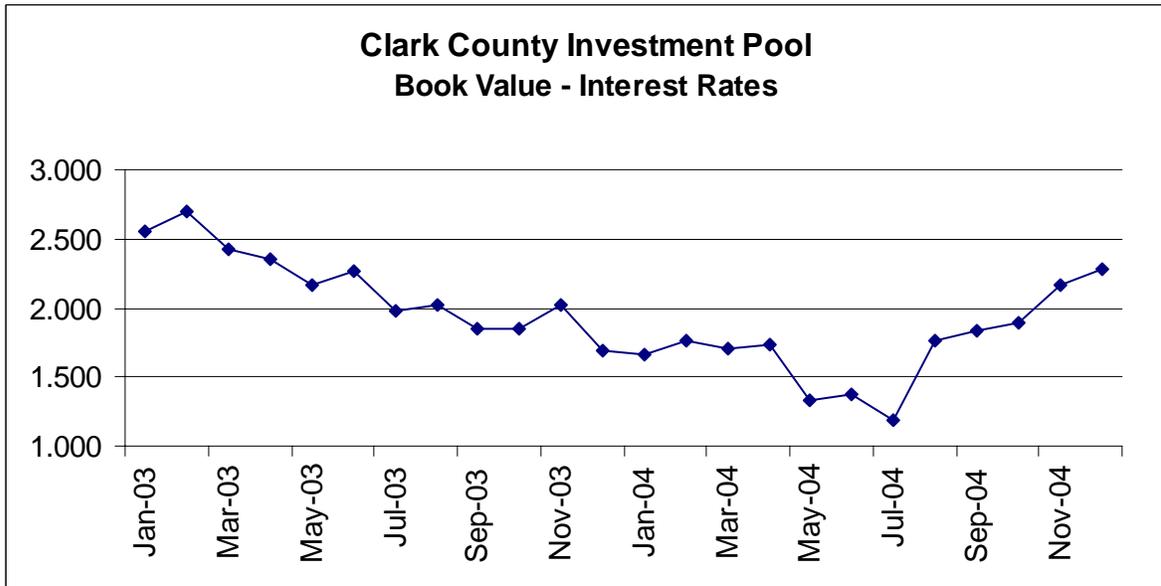


Figure 6

Figures 7 (a) and (b) compare performance on a book value return basis. The County Pool's interest rate is expressed as the net interest rate (the gross rate less the investment fee). The book value return of a portfolio measures the yield based on the yield of the securities at the time the securities are purchased. These performance benchmarks consist of a composite Treasury Index with an average maturity of nine months and the Washington State Local Government Investment Pool (LGIP) with an average maturity of approximately 34 days. The Clark County Investment Pool has an average maturity of approximately 8.6 months. The Treasury Index and the LGIP closely track current interest rates. At the end of the fourth quarter, the County Pool's net rate, on a book value return basis was 2.27%, the Treasury Index was 2.65%, and the State Pool's net rate was 2.07%.

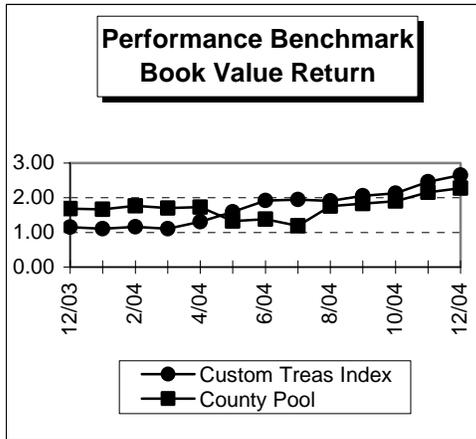


Figure 7(a)

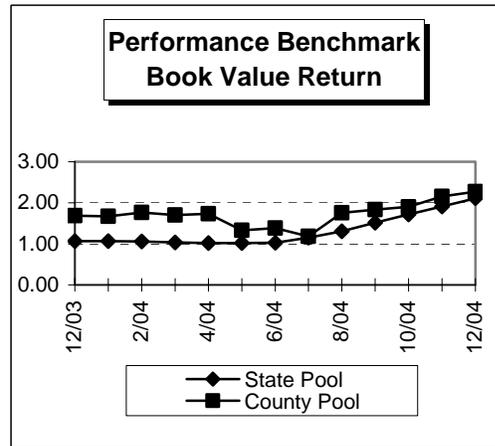


Figure 7(b)

Figure Eight compares performance on a total return basis. Total return measures the market value increase or decrease in the value of the portfolio over a given period of time and the interest earnings associated with the securities. The customized total return index consists of two Merrill Lynch U.S. Treasury Securities maturing from six months to one year. The annualized fourth quarter return of 2004 for the County Pool was 2.07% and the Treasury Index was 1.83%. Wide swings in return reflect the volatility in the investment markets. In addition, the custom Treasury total return index typically outperforms the County Pool as the average maturity of the Pool falls below nine months.

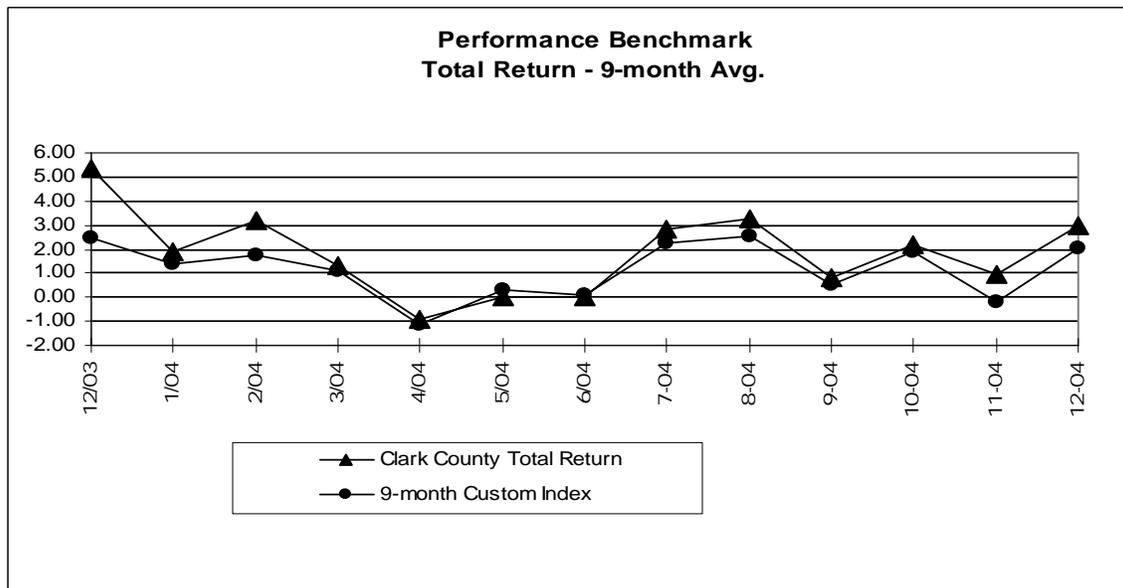


Figure 8

Figure Nine shows the market value of the Pool portfolio based on net asset value (NAV). As of December 31, 2004, the NAV was .99873. GASB Statement 31 requires that External Investment Pools report all investments at fair market value, if the average maturity of the Pool exceeds 90 days. On December 31, 2004, the Treasurer's Office posted approximately \$529 thousand in unrealized losses to the County Pool. The next adjustment for fair market value will occur on March 31, 2005.

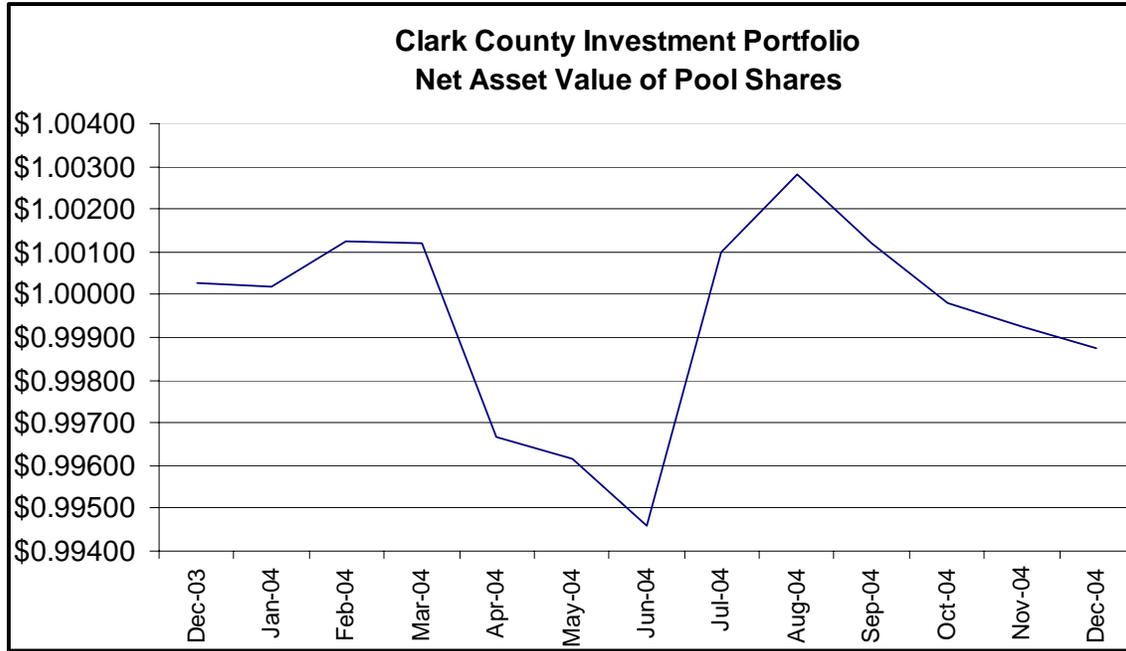


Figure 9

Figure Ten is a breakdown by year reflecting the total unrealized gains/(losses) since 1998 along with an increase of County Pool earnings over being invested in the State Pool only. As of December 31, 2004 the County Portfolio has posted approximately \$872 thousand in aggregate unrealized losses on a fair market value basis. The County Pool earned approximately \$18 million more than if it had just been invested in the State Pool. Annual unrealized gains/(losses) are the direct result of fluctuating interest rates. The unrealized gain allocated to pool participants was approximately \$528,921 in the fourth quarter of 2004 compared to gain of \$138,597 in the same period of 2003. However, the total return on the County Pool is \$17.1 million dollars better than the State Pool for the same given time period.

Year	Unrealized gain/(loss)	Earning Difference County Verses State Pool
1998	566,583	624,518
1999	(2,563,593)	157,992
2000	4,038,403	(1,365,529)
2001	2,072,065	4,376,049
2002	295,807	7,060,263
2003	(4,010,663)	5,246,610
2004	(1,270,742)	1,852,820
Cumulative	(872,140)	17,952,723

Figure 10

Figure Eleven shows revised projected County Pool interest rates for 2004 compared with actual interest rates. Projected interest rates have been restated beginning in October 2003 due to significant reductions made by the Federal Reserve as well as lower than anticipated residual cash balances.

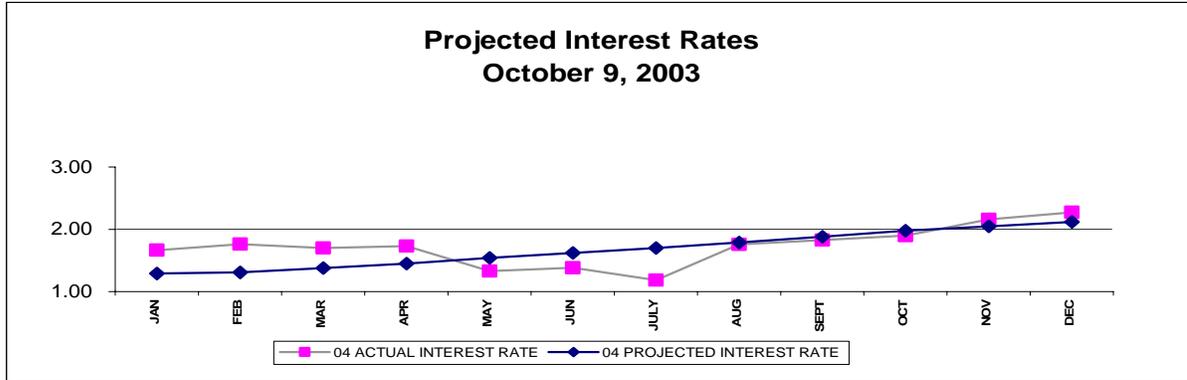


Figure 11

SECTION V - INVESTMENT STRATEGY

The following table shows the percentage distribution of the Clark County Pool maturity periods. As the table indicates, during 2003 emphasis was placed on purchasing securities in the 0 -1 year maturity sector to target an average maturity of 8 months. During 2004 investments were purchased in the 0 - 2 year sector to target an average maturity of 7-8.5 months.

Period	0 - 1 year	1 – 2 years	2 - 5 years
1 st quarter, 2003	71%	22%	7%
2 nd quarter, 2003	79%	7%	14%
3 rd quarter, 2003	76%	10%	14%
4th quarter, 2003	68%	21%	11%
1st quarter, 2004	69%	19%	12%
2 nd quarter, 2004	67%	27%	6%
3 rd quarter, 2004	72%	20%	8%
4th quarter, 2004	66%	34%	0%

During the first quarter of 2005, we plan to maintain a weighted average maturity of 7.0 to 8.5 months. We will continue to monitor our investment strategy and remain proactive as economic conditions fluctuate.

The fourth quarter 2004 report issued by Public Financial Management, Inc. (PFM) recommended the following sector distributions to maintain the Clark County Investment Pool at a 7.0 to 8.5 month average maturity.

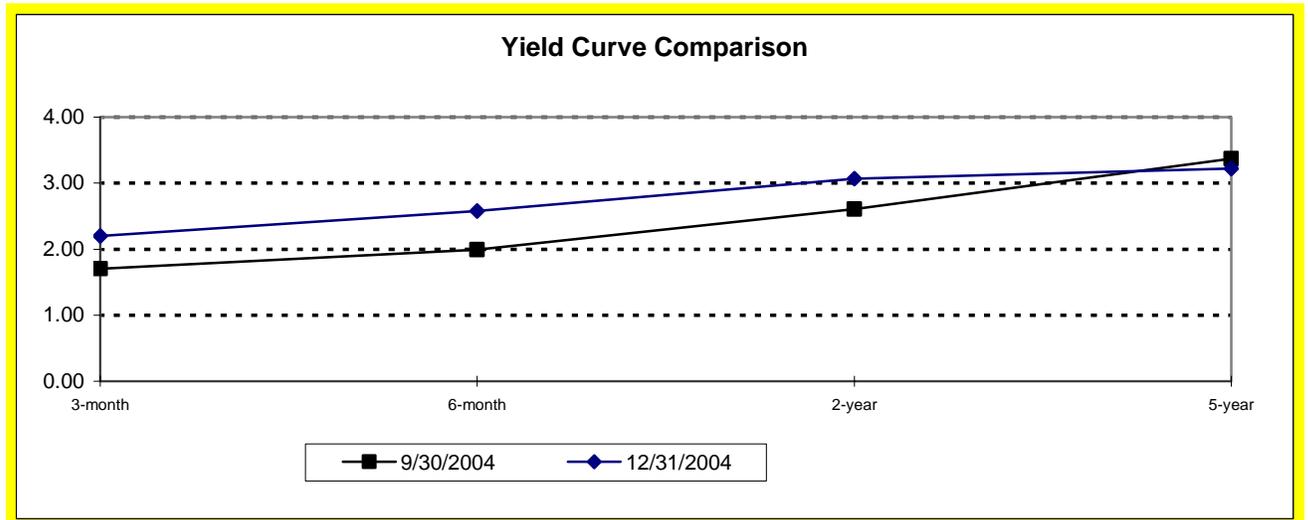
Investment Sector	Recommended Average Maturity	Current Average Maturity	Recommended % of Portfolio	Current % of Portfolio
US Treasury Notes	6 months – 2.00 years	8.12 months	5% - 20%	10%
Federal Agency Notes/Disc. Notes	6 months – 2.00 years	11.88 months	40% - 75%	65%
Municipal Obligations	0 months – 2.00 years	N/A	0% - 5%	0%
Money Markets - State Pool, CP, CD's & BA's	1 – 60 days	1 day	20% - 45%	25%
Aggregate Avg. Maturity	7.0-8.5 months	8.6 months		

During the fourth quarter of 2004, the percentage of US Treasury Notes increased by 5%; there was a 3% increase in Federal Agencies and an 8% decrease in the money market sector.

SECTION VI - ECONOMIC/MARKET CONDITIONS

The US economy added 606,000 jobs during the fourth quarter of 2004. This was more than what was expected creating concern about inflationary pressures developing. With a weaker dollar, higher oil prices since the beginning of the year, and an increase in unit labor costs, the Federal Reserve Board stated that "policy of accommodation can be removed at a pace that remains measured." The market has continued to price in 25 basis points Fed Funds Rate increases at each FOMC meeting until the end of June. This expectation will bring Fed Funds Rate to 3.25% by the end of June. Consumer confidence increased significantly in December, suggesting consumers expect things to continue to get better economy over the next six months. The manufacturing index continues to remain above 50 which shows that the manufacturing industry is continuing to grow. As long as the employment growth is maintained, the economy appears poised to continue sustained growth.

On December 31, 2004 the 3-month T-bill yielded 2.20% compared to 1.70% on September 30, 2004. The yield curve continues to move up and flatten out.



SECTION VII - PORTFOLIO

Exhibit One shows the make up of the entire portfolio at the end of the fourth quarter of 2004. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and the percentage each sector makes up of the total portfolio. All percentages are consistent with the current policy.

Exhibit Two shows the complete portfolio listings as of the end of the fourth quarter of 2004. This report shows the book value, the par value, and the market value of the portfolio as of December 31, 2004.

Exhibit Three shows the liquidity of the entire portfolio. All percentages are consistent with the current policy.

Exhibit Four reflects the percentage of securities purchased from each issuer relative to the entire portfolio. On December 31st, the average maturity was approximately 8.6 months. All the percentages are consistent with the current policy and PFM recommendations.

Exhibit Five shows all investment purchases and maturities from October 1, 2004 through December 31, 2004.

Exhibit Six shows the make up of the Clark County Investment Pool at the end of the fourth quarter of 2004. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and related percentage of the total portfolio for each type of security. On December 31, 2004 the average term of the Pool was approximately 8.6 months. All percentages are consistent with the current policy.

Exhibit Seven shows the portfolio listings of the Clark County Investment Pool at the end of the first quarter. This report contains the book value, the par value, and the market value as of December 31, 2004.

Exhibit Eight shows the liquidity of the Clark County Investment Pool. All percentages are consistent with the current policy.

Exhibit Nine reflects the percentage of securities purchased from each issuer for the Clark County Investment Pool. All percentages are consistent with the current policy.

Exhibit Ten is a comparison of the Clark County Investment Pool to the Washington State Pool.

Exhibit 1

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
DISTRIBUTION OF INVESTMENTS BY TYPE
December 31, 2004**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Federal Agencies - Discount	89,315,649.03	21.29%	99	2.239	2.270
Federal Agencies - Semi-annual	181,470,064.83	43.26%	494	2.609	2.645
Treasury Securities - Coupon	9,932,812.50	2.37%	454	1.821	1.846
Treasury Securities - SLGS	2,187,000.00	0.52%	355	0.986	1.000
Treasury Securities - T-Bills	29,637,265.27	7.06%	173	2.488	2.523
Passbook/Money Market Accts	106,955,014.52	25.50%	1	2.082	2.111
Total	419,497,806.15	100.00%	260	2.36	2.39
Accrued Interest at Purchase	292,222.23				
Total Cash and Investments	<u>419,790,028.38</u>				

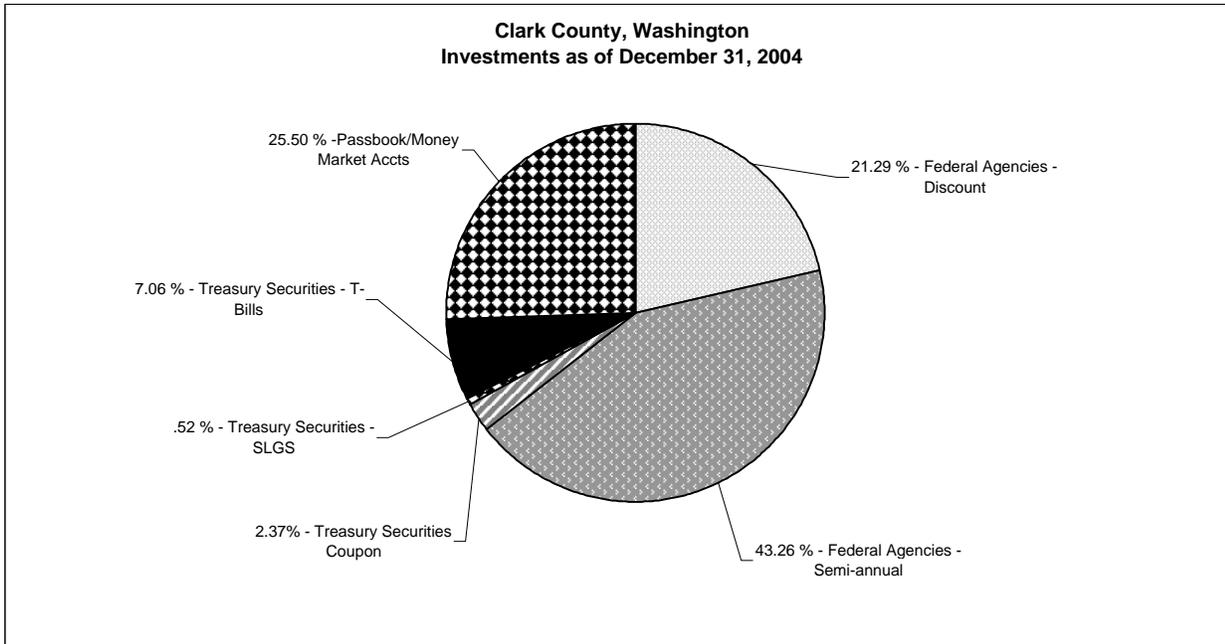


EXHIBIT 2
Clark County, Washington
Investment Portfolio
December 31, 2004

Investment Number	Purchase Date	Cusip Number	Book Value	Par Value	Market Price	Market Value	Cash	Coupon Rate	Yield to Maturity	Maturity Date	Days to Maturity		
					12/31/04		Gain/(Loss) on Security		360			365	
Federal Agencies - Discount													
89983001	Federal Home Loan Mtg Corp.	09/07/04	313364DY4	9,881,875.00	10,000,000.00	99.355	9,935,511.00	53,636.00	-	2.063	2.092	04/05/05	94
89983027	Federal Home Loan Mtg Corp.	11/18/04	313397FK2	8,287,285.64	8,385,000.00	99.097	8,309,301.90	22,016.26	-	2.454	2.488	05/10/05	129
89983031	Federal Home Loan Mtg Corp.	11/22/04	313397BL4	7,271,965.17	7,305,000.00	99.763	7,287,671.08	15,705.91	-	2.063	2.092	02/04/05	34
89982989	Federal National Mtg Association	06/28/04	313589GC1	9,802,975.00	10,000,000.00	98.975	9,897,508.00	94,533.00	-	2.194	2.224	05/27/05	146
89983010	Federal National Mtg Association	09/30/04	313589DK6	9,899,708.33	10,000,000.00	99.448	9,944,811.00	45,102.67	-	2.096	2.125	03/23/05	81
89983012	Federal National Mtg Association	10/12/04	313589DZ3	9,898,300.00	10,000,000.00	99.349	9,934,933.00	36,633.00	-	2.102	2.131	04/06/05	95
89983015	Federal National Mtg Association	10/29/04	313589EB5	9,902,505.56	10,000,000.00	99.333	9,933,339.00	30,833.44	-	2.201	2.232	04/08/05	97
89983020	Federal National Mtg Association	11/03/04	313589DZ3	9,905,888.89	10,000,000.00	99.349	9,934,933.00	29,044.11	-	2.221	2.252	04/06/05	95
89983044	Federal National Mtg Association	12/22/04	313589GH0	4,526,949.61	4,580,000.00	98.932	4,531,075.52	4,125.91	-	2.621	2.657	06/01/05	151
89983045	Federal National Mtg Association	12/22/2004	313589DK6	9,938,195.83	10,000,000.00	99.44811	9,944,811.00	6,615.17	-	2.460	2.494	3/23/05	81
				89,315,649.03	90,270,000.00		89,653,894.50	338,245.47		2.239	2.270		99
Federal Agencies - Semi Annual Coupon													
89983004	Federal Home Loan Bank	09/28/04	3133X8RV	14,995,312.50	15,000,000.00	99.256	14,888,400.00	(106,912.50)	3.000	2.972	3.013	11/28/06	696
89983034	Federal Home Loan Bank	11/22/04	3133X9KN9	9,975,300.00	10,000,000.00	99.547	9,954,687.50	(20,612.50)	2.875	3.002	3.044	05/22/06	506
89982965	Federal Home Loan Mtg. Corp.	04/24/03	3134A4RA4	10,201,953.13	10,000,000.00	99.984	9,998,437.50	(203,515.63)	2.875	1.978	2.005	09/15/05	257
89982969	Federal Home Loan Mtg. Corp.	06/26/03	3128X1LY1	10,000,000.00	10,000,000.00	98.039	9,803,907.00	(196,093.00)	2.300	2.268	2.300	12/26/06	724
89982970	Federal Home Loan Mtg. Corp.	06/18/03	3128X1KH9	10,011,700.00	10,000,000.00	97.978	9,797,846.00	(213,854.00)	2.250	2.185	2.215	12/18/06	716
89982975	Federal Home Loan Mtg. Corp.	09/23/03	3134A4SX	10,073,900.00	10,000,000.00	99.100	9,910,000.00	(163,900.00)	2.375	2.047	2.075	04/15/06	469
89983013	Federal Home Loan Mtg. Corp.	10/15/2004	3128X3GT4	7,999,375.00	8,000,000.00	99.77115	7,981,692.00	(17,683.00)	3.000	2.963	3.004	6/2/06	517
89983016	Federal Home Loan Mtg. Corp.	11/1/2004	3134A4KQ6	10,049,152.20	10,000,000.00	100.17	10,017,000.00	(32,152.20)	3.875	2.116	2.145	2/15/05	45
89983018	Federal Home Loan Mtg. Corp.	11/1/2004	3134A4RV8	9,993,900.00	10,000,000.00	99.98156	9,998,156.00	4,256.00	1.875	2.131	2.161	1/15/05	14
89983021	Federal Home Loan Mtg. Corp.	11/5/2004	3128X2AH8	9,998,500.00	10,000,000.00	99.45635	9,945,635.00	(52,865.00)	3.000	2.966	3.007	11/17/06	685
89982966	Federal Nat'l Mtg Assoc.	05/21/03	3136f3SH0	10,006,250.00	10,000,000.00	99.238	9,923,826.00	(82,424.00)	2.050	1.996	2.024	11/21/05	324
89983003	Federal Nat'l Mtg Assoc.	09/22/04	3136F6CF40	10,000,000.00	10,000,000.00	99.579	9,957,922.00	(42,078.00)	3.000	2.959	3.000	09/22/06	629
89983005	Federal Nat'l Mtg Assoc.	10/12/04	3136F6EP0	10,000,000.00	10,000,000.00	99.551	9,955,069.00	(44,931.00)	3.010	2.969	3.010	10/12/06	649
89983007	Federal Nat'l Mtg Assoc.	09/28/04	31359MVS96	8,029,272.00	8,000,000.00	99.940	7,995,200.00	(34,072.00)	3.250	2.989	3.031	06/28/06	543
89983014	Federal Nat'l Mtg Assoc.	10/26/04	3136FAF458	10,007,000.00	10,000,000.00	99.588	9,958,810.00	(48,190.00)	3.125	3.048	3.090	12/29/06	727
89983017	Federal Nat'l Mtg Assoc.	11/4/2004	31359MFH1	10,142,190.00	10,000,000.00	100.51	10,051,000.00	(91,190.00)	7.125	2.111	2.140	2/15/05	45
89983022	Federal Nat'l Mtg Assoc.	11/8/2004	3136FAF458	9,987,000.00	10,000,000.00	99.5881	9,958,810.00	(28,190.00)	3.125	3.143	3.187	12/29/06	727
89983036	Federal Nat'l Mtg Assoc.	12/17/04	31359MWV0	9,999,260.00	10,000,000.00	99.880	9,988,000.00	(11,260.00)	3.150	3.111	3.154	06/30/06	545
Subtotal & Averages				181,470,064.83	181,000,000.00		180,084,398.00	(1,385,666.83)		2.609	2.645		494
Treasury Securities - Coupon													
89982984	US Treasury Note	04/05/04	912828CD0	9,932,812.50	10,000,000.00	98.375	9,837,500.00	(95,312.50)	1.625	1.821	1.846	03/31/06	454
Subtotal & Averages				9,932,812.50	10,000,000.00		9,837,500.00	(95,312.50)		1.821	1.846		454
Treasury Securities - T-Bills													
89983046	US Treasury Bill	12/27/04	912795ST9	9,885,287.50	10,000,000.00	98.845	9,884,492.00	(795.50)	0.000	2.443	2.477	06/16/05	166
89983047	US Treasury Bill	12/27/04	912795SV6	9,878,366.67	10,000,000.00	98.782	9,878,200.00	(166.67)	0.000	2.490	2.525	06/23/05	173
89983048	US Treasury Bill	12/30/04	912795SV4	9,873,611.10	10,000,000.00	98.733	9,873,300.00	(311.10)	0.000	2.498	2.533	06/30/05	180
Subtotal & Averages				29,637,265.27	30,000,000.00		29,635,992.00	(1,273.27)		2.488	2.523		173

**Clark County, Washington
Investment Portfolio
December 31, 2004**

Investment Number	Purchase Date	Cusip Number	Book Value	Par Value	Market Price	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity		Maturity Date	Days to Maturity
					12/31/04				360	365		
Treasury Securities - SLGS												
61093038	12/27/04		564,000.00	564,000.00	100.00	564,000.00	0.00	0.250	0.986	1.000	12/19/05	352
61123040	12/27/04		41,000.00	41,000.00	100.00	41,000.00	0.00	0.250	0.986	1.000	12/21/05	354
61183039	12/27/04		213,000.00	213,000.00	100.00	213,000.00	0.00	0.250	0.986	1.000	12/20/05	353
61243041	12/27/04		551,000.00	551,000.00	100.00	551,000.00	0.00	0.250	0.986	1.000	12/22/05	355
61273042	12/27/04		353,000.00	353,000.00	100.00	353,000.00	0.00	0.250	0.986	1.000	12/23/05	356
61303043	12/27/04		465,000.00	465,000.00	100.00	465,000.00	0.00	0.250	0.986	1.000	12/27/05	360
Subtotal & Averages			2,187,000.00	2,187,000.00		2,187,000.00	0.00		0.986	1.000		355
Passbook/Money Market Accounts												
0001-3	Registered Warrant Investments		0.00	0.00		0.00	0.00	3.000	2.959	3.000		1
3051	U.S. Bank - Retainage Account		452,860.52	452,860.52		452,860.52	0.00	0.000	0.000	0.000		1
89980002	U.S. Bank - Municipal Investment Account		52,908,547.64	52,908,547.64		52,908,547.64	0.00	2.230	2.219	2.250		1
89980001	WA State Local Government Invest. Pool		53,593,606.36	53,593,606.36		53,593,606.36	0.00	2.100	2.096	2.125		1
Subtotal & Averages			106,955,014.52	106,955,014.52		106,955,014.52	0.00		2.082	2.111		1
Grand Total			419,497,806.15	420,412,014.52		418,353,799.02	(1,144,007.13)		2.359	2.393		260

EXHIBIT 3

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
AGING OF MATURING INVESTMENTS
December 31, 2004**

<u>Days to Maturity</u>	<u>Book Value</u>	<u>% Maturing</u>	<u>Cumulative % Maturing</u>
1	\$106,955,014.52	25.50%	25.50%
2 - 30	9,993,900.00	2.38%	27.88%
31 - 60	27,463,307.37	6.55%	34.43%
61 - 90	19,837,904.16	4.73%	39.15%
91 - 120	39,588,569.45	9.44%	48.59%
121 - 183	52,254,475.52	12.46%	61.05%
184 - 365	22,395,203.13	5.34%	66.39%
366 - 730	141,009,432.00	33.61%	100.00%
TOTALS	\$419,497,806.15	100.00%	

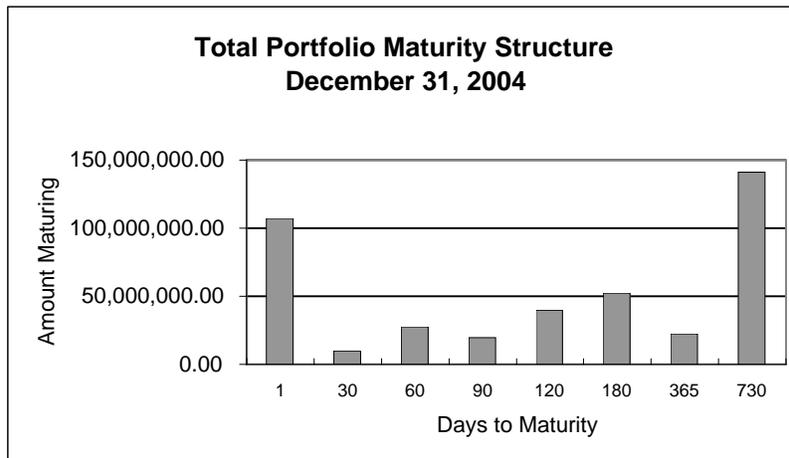


Exhibit 4

CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
SUMMARY OF INVESTMENTS BY ISSUER
December 31, 2004

Issuer	Number of Investments	Book Value	% of Portfolio	Avg YTM (365)	Days to Maturity
Federal Home Loan Bank	2	24,970,612.50	5.95%	3.029	601
Federal Home Loan Mtg Corp.	11	103,769,606.14	24.74%	2.326	335
Federal National Mtg Association	15	142,045,495.22	33.86%	2.583	329
Registered Warrants @ 3.9375%	0	0.00	0.00%	3.938	0
State and Local Govt. Series	6	2,187,000.00	0.52%	1.000	355
US Bank - Municipal Investor Account	1	52,908,547.64	12.61%	2.250	1
US Treasury Note	1	9,932,812.50	2.37%	1.846	454
US Treasury Bills	3	29,637,265.27	7.06%	2.512	173
US Bank - Retainage Account	1	452,860.52	0.11%	0.000	1
Washington State Pool	1	53,593,606.36	12.78%	2.099	1
TOTALS and AVERAGES	41	\$ 419,497,806.15	100.00%	2.393	260

EXHIBIT 5

CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
INVESTMENT ACTIVITY BY TYPE
October 1, 2004 - December 31, 2004

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE
CERTIFICATES OF DEPOSIT - 365						BEGINNING BALANCE: 0.00
89983019	Sterling Savings Bank	2.080	11/01/04	10,000,000.00		
89983019	Sterling Savings Bank	2.080	12/29/04		10,000,000.00	
SUBTOTALS and ENDING BALANCE - October				0.00	0.00	0.00
SUBTOTALS and ENDING BALANCE - November				10,000,000.00	0.00	10,000,000.00
SUBTOTALS and ENDING BALANCE - December				0.00	10,000,000.00	0.00
FEDERAL AGENCIES - DISCOUNT						BEGINNING BALANCE: 119,174,966.68
31315KJ43	Farmer Mac	1.450	10/04/04		9,966,166.69	
313589DZ3	Federal National Mtg Association	2.080	10/12/04	9,898,300.00		
313588K79	Federal National Mtg Association	1.500	10/15/04		19,909,166.66	
313588L45	Federal National Mtg Association	1.210	10/20/04		9,939,163.89	
313589EB5	Federal National Mtg Association	2.180	10/29/04	9,902,505.56		
313589SDZ3	Federal National Mtg Association	2.200	11/03/04	9,905,888.89		
313588P33	Federal National Mtg Association	1.580	11/12/04		9,939,872.22	
313588P6	Federal National Mtg Association	1.890	11/12/04	19,796,881.50		
313384P7	Federal Home Loan Bank	2.000	11/15/04	19,798,900.00		
313588P6	Federal National Mtg Association	1.890	11/15/04		19,796,881.50	
313384P7	Federal Home Loan Bank	2.000	11/16/04		19,798,900.00	
313397FK2	Federal Home Loan Mtg Corp	2.425	11/18/04	8,287,285.64		
313589AM5	Federal National Mtg Association	2.150	11/19/04	7,087,070.25		
313397BL4	Federal Home Loan Mtg Corp	2.200	11/22/04	7,271,965.17		
313396R62	Federal National Mtg Association	1.610	12/01/04		9,934,705.56	
313588R64	Federal National Mtg Association	1.850	12/01/04		9,967,111.11	
313588R64	Federal National Mtg Association	1.850	12/01/04		19,934,222.22	
313589CV3	Federal National Mtg Association	2.340	12/09/04	9,941,500.00		
313589AM5	Federal National Mtg Association	2.150	12/22/04		7,087,070.25	
313589CV3	Federal National Mtg Association	2.340	12/22/04		9,941,500.00	
313589GH	Federal National Mtg Association	2.590	12/22/04	4,526,949.61		
313589DK6	Federal National Mtg Association	2.445	12/22/04	9,938,195.83		
SUBTOTALS and ENDING BALANCE - October				19,800,805.56	39,814,497.24	99,161,275.00
SUBTOTALS and ENDING BALANCE - November				72,147,991.45	49,535,653.72	121,773,612.73
SUBTOTALS and ENDING BALANCE - December				24,406,645.44	56,864,609.14	89,315,649.03
FEDERAL AGENCIES - SEMI ANNUAL COUPON						BEGINNING BALANCE: 138,790,958.88
3136F6EP0	Federal National Mtg Association	3.010	10/12/04	10,000,000.00		
3134A4RV8	Federal Home Loan Mtg Corp	1.875	10/15/04		10,107,700.00	
3128X3GT4	Federal Home Loan Mtg Corp	3.000	10/15/04	7,999,375.00		
3134A4RA4	Federal Home Loan Mtg Corp	2.875	10/22/04		10,221,900.00	
3128X2FP5	Federal Home Loan Mtg Corp	2.910	10/22/04		9,977,190.00	
53.54UBJ3	Student Loan Market Assoc	2.000	10/22/04		10,140,000.00	
3136F4F458	Federal National Mtg Association	3.125	10/26/04	10,007,000.00		
31359MFH1	Federal National Mtg Association	7.125	11/01/04	10,142,190.00		
3134AKQ6	Federal Home Loan Mtg Corp	3.875	11/01/04	10,049,152.20		
3134A4RV8	Federal Home Loan Mtg Corp	1.875	11/04/04	9,993,900.00		
3128X2AH8	Federal Home Loan Mtg Corp	3.000	11/05/04	9,998,500.00		
3136F4F58	Federal National Mtg Association	3.125	11/08/04	9,987,000.00		
3136F54G37	Federal National Mtg Association	3.200	11/10/04		15,025,781.25	
3133X9KN	Federal Home Loan Bank	2.875	11/22/04	9,975,300.00		
31359MVW0	Federal National Mtg Association	3.150	12/17/04	9,999,260.00		
SUBTOTALS and ENDING BALANCE - October				28,006,375.00	40,446,790.00	126,350,543.88
SUBTOTALS and ENDING BALANCE - November				60,146,042.20	15,025,781.25	171,470,804.83
SUBTOTALS and ENDING BALANCE - December				9,999,260.00	0.00	181,470,064.83
TREASURY SECURITIES - COUPON						BEGINNING BALANCE: 19,903,906.25
912828CW8	US Treasury Note	2.500	10/04/04		9,971,093.75	
912828CU2	US Treasury Note	2.375	10/04/04	9,953,906.25		
912828CU2	US Treasury Note	2.375	10/18/04		9,953,906.25	
912828CY4	US Treasury Note	2.500	11/08/04	9,943,359.38		
912828CY4	US Treasury Note	2.500	11/10/04		9,943,359.38	
912828CY4	US Treasury Note	2.500	11/12/04	19,870,312.50		
912828CY4	US Treasury Note	2.500	11/19/04	9,930,468.75		
912828CY4	US Treasury Note	2.500	11/22/04		9,930,468.75	
912828CY4	US Treasury Note	2.500	11/22/04	9,928,906.25		
912828CY4	US Treasury Note	2.500	11/22/04	9,916,015.63		
912828CY4	US Treasury Note	2.500	12/09/04		9,928,906.25	
912828DD9	US Treasury Note	2.875	12/17/04	9,976,562.50		
912828DD9	US Treasury Note	2.875	12/27/04		9,976,562.50	
SUBTOTALS and ENDING BALANCE - October				9,953,906.25	19,925,000.00	9,932,812.50
SUBTOTALS and ENDING BALANCE - November				59,589,062.51	49,660,156.26	19,861,718.75
SUBTOTALS and ENDING BALANCE - December				9,976,562.50	19,905,468.75	9,932,812.50

EXHIBIT 5

CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
 INVESTMENT ACTIVITY BY TYPE
 October 1, 2004 - December 31, 2004

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE	
TREASURY SECURITIES - SLGS				BEGINNING BALANCE:		1,399,000.00	
61122980	Treasury Securities - SLGS	1.000	12/21/04		4,000.00		
61182981	Treasury Securities - SLGS	1.000	12/21/04		206,000.00		
61242982	Treasury Securities - SLGS	1.000	12/23/04		910,000.00		
61302983	Treasury Securities - SLGS	1.000	12/21/04		279,000.00		
936469590	Treasury Securities - SLGS	1.000	12/27/04	564,000.00		1,963,000.00	
536473140	Treasury Securities - SLGS	1.000	12/27/04	41,000.00		2,004,000.00	
536473060	Treasury Securities - SLGS	1.000	12/27/04	213,000.00		2,217,000.00	
536473150	Treasury Securities - SLGS	1.000	12/27/04	551,000.00		2,768,000.00	
536473170	Treasury Securities - SLGS	1.000	12/27/04	353,000.00			
536473200	Treasury Securities - SLGS	1.000	12/27/04	465,000.00			
SUBTOTALS and ENDING BALANCE - October				0.00	0.00	1,399,000.00	
SUBTOTALS and ENDING BALANCE - November				0.00	0.00	1,399,000.00	
SUBTOTALS and ENDING BALANCE - December				2,187,000.00	1,399,000.00	2,187,000.00	
TREASURY SECURITIES - T-BILLS				BEGINNING BALANCE:		0.00	
912795ST9	US Treasury Bill	2.415	12/27/04	9,885,287.50			
912795SV6	US Treasury Bill	2.460	12/27/04	9,878,366.67			
912795SV4	US Treasury Bill	2.500	12/30/04	9,873,611.10			
SUBTOTALS and ENDING BALANCE - October				0.00	0.00	0.00	
SUBTOTALS and ENDING BALANCE - November				0.00	0.00	0.00	
SUBTOTALS and ENDING BALANCE - December				29,637,265.27	0.00	29,637,265.27	
CLARK COUNTY				BEGINNING BALANCE:		1,690,681.67	
October	Registered Warrant Invest Acct			0.00	504,189.18	1,186,492.49	
November	Registered Warrant Invest Acct			37,324.84	1,186,492.49	37,324.84	
December	Registered Warrant Invest Acct			1,828,601.39	1,865,926.23	0.00	
US BANK				BEGINNING BALANCE:		0.00	
October	Municipal Investor Account			40,138,559.64	0.00	123,233,734.29	
November	Municipal Investor Account			187,236.36	5,000,000.00	118,420,970.65	
December	Municipal Investor Account			187,576.99	65,700,000.00	52,908,547.64	
US BANK				BEGINNING BALANCE:		0.00	
October	Escrow Retainage Account			49,422.80	0.00	319,000.15	
November	Escrow Retainage Account			68,070.83	0.00	387,070.98	
December	Escrow Retainage Account			65,789.54	0.00	452,860.52	
STATE POOL				BEGINNING BALANCE:		54,688,286.24	
October	Washington State Pool			163,317,324.48	40,500,000.00	177,505,610.72	
November	Washington State Pool			55,195,408.70	153,700,000.00	79,001,019.42	
December	Washington State Pool			33,492,586.94	58,900,000.00	53,593,606.36	
				BEGINNING BALANCE:	PURCHASES	MATURITIES	ENDING BALANCE:
October	TOTALS			419,012,551.71	261,266,393.73	141,190,476.42	539,088,469.02
November	TOTALS			539,088,469.02	257,371,136.89	274,108,083.72	522,351,522.19
December	TOTALS			522,351,522.19	111,781,288.07	214,635,004.12	419,497,806.15

Exhibit 6

**CLARK COUNTY INVESTMENT POOL
DISTRIBUTION OF INVESTMENTS BY TYPE
December 31, 2004**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Federal Agencies - Discount	89,315,649.03	21.43%	99	2.239	2.270
Federal Agencies - Semi-annual	181,470,064.83	43.53%	494	2.609	2.645
Treasury Securities - Coupon	9,932,812.50	2.38%	454	1.821	1.846
Treasury Securities - T-Bills	29,637,265.27	7.11%	173	2.488	2.523
Passbook/Money Market Accts	106,502,154.00	25.55%	1	2.082	2.111
Total	416,857,945.63	100.00%	259	2.37	2.40
Accrued Interest at Purchase	292,222.23				
Total Cash and Investments	<u>417,150,167.86</u>				

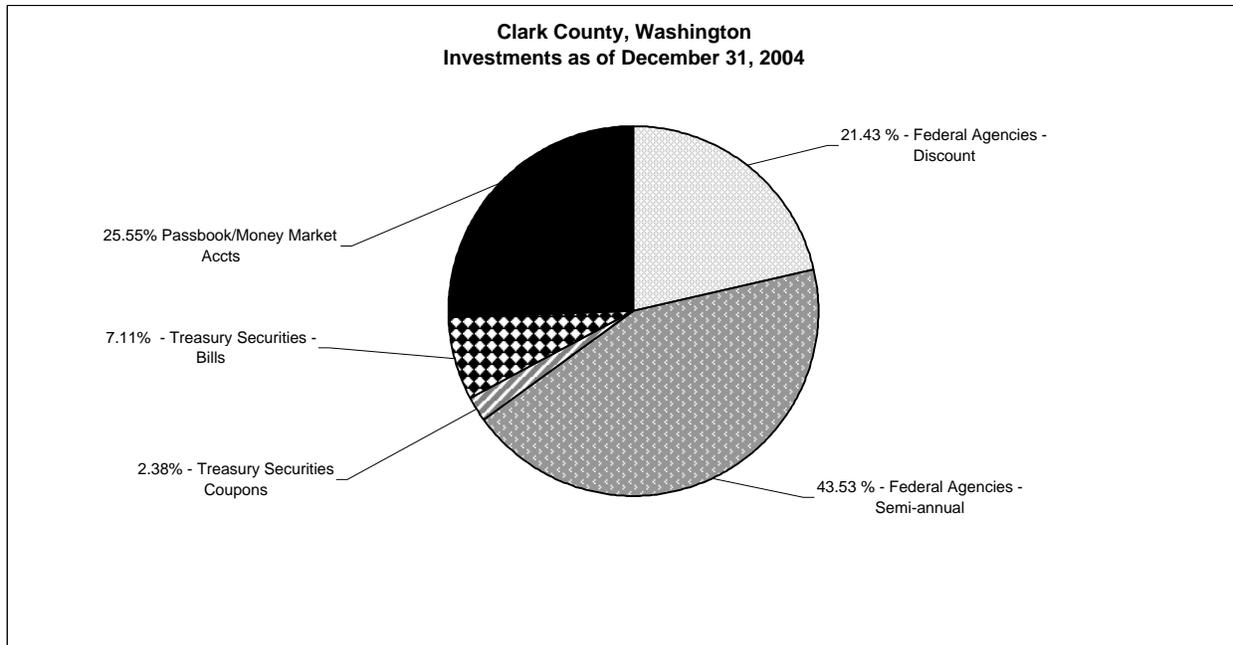


EXHIBIT 7
Clark County, Washington
CLARK COUNTY INVESTMENT POOL
December 31, 2004

Investment Number	Purchase Date	Cusip Number	Book Value	Par Value	Market Price	Market Value	Cash	Coupon Rate	Yield to Maturity	Maturity Date	Days to Maturity		
					12/31/04		Gain/(Loss) on Security		360			365	
Federal Agencies - Discount													
89983001	Federal Home Loan Mtg Corp.	09/07/04	313364DY4	9,881,875.00	10,000,000.00	99.355	9,935,511.00	53,636.00	-	2.063	2.092	04/05/05	94
89983027	Federal Home Loan Mtg Corp.	11/18/04	313397FK2	8,287,285.64	8,385,000.00	99.097	8,309,301.90	22,016.26	-	2.454	2.488	05/10/05	129
89983031	Federal Home Loan Mtg Corp.	11/22/04	313397BL4	7,271,965.17	7,305,000.00	99.763	7,287,671.08	15,705.91	-	2.063	2.092	02/04/05	34
89982989	Federal National Mtg Association	06/28/04	313589GC1	9,802,975.00	10,000,000.00	98.975	9,897,508.00	94,533.00	-	2.194	2.224	05/27/05	146
89983010	Federal National Mtg Association	09/30/04	313589DK6	9,899,708.33	10,000,000.00	99.448	9,944,811.00	45,102.67	-	2.096	2.125	03/23/05	81
89983012	Federal National Mtg Association	10/12/04	313589DZ3	9,898,300.00	10,000,000.00	99.349	9,934,933.00	36,633.00	-	2.102	2.131	04/06/05	95
89983015	Federal National Mtg Association	10/29/04	313589EB5	9,902,505.56	10,000,000.00	99.333	9,933,339.00	30,833.44	-	2.201	2.232	04/08/05	97
89983020	Federal National Mtg Association	11/03/04	313589DZ3	9,905,888.89	10,000,000.00	99.349	9,934,933.00	29,044.11	-	2.221	2.252	04/06/05	95
89983044	Federal National Mtg Association	12/22/04	313589GH0	4,526,949.61	4,580,000.00	98.932	4,531,075.52	4,125.91	-	2.621	2.657	06/01/05	151
89983045	Federal National Mtg Association	12/22/2004	313589DK6	9,938,195.83	10,000,000.00	99.44811	9,944,811.00	6,615.17	-	2.460	2.494	3/23/05	81
				<u>89,315,649.03</u>	<u>90,270,000.00</u>		<u>89,653,894.50</u>	<u>338,245.47</u>		<u>2.239</u>	<u>2.270</u>		<u>99</u>
Federal Agencies - Semi Annual Coupon													
89983004	Federal Home Loan Bank	09/28/04	3133X8RV	14,995,312.50	15,000,000.00	99.256	14,888,400.00	(106,912.50)	3.000	2.972	3.013	11/28/06	696
89983034	Federal Home Loan Bank	11/22/04	3133X9KN9	9,975,300.00	10,000,000.00	99.547	9,954,687.50	(20,612.50)	2.875	3.002	3.044	05/22/06	506
89982965	Federal Home Loan Mtg. Corp.	04/24/03	3134A4RA4	10,201,953.13	10,000,000.00	99.984	9,998,437.50	(203,515.63)	2.875	1.978	2.005	09/15/05	257
89982969	Federal Home Loan Mtg. Corp.	06/26/03	3128X1LY1	10,000,000.00	10,000,000.00	98.039	9,803,907.00	(196,093.00)	2.300	2.268	2.300	12/26/06	724
89982970	Federal Home Loan Mtg. Corp.	06/18/03	3128X1KH9	10,011,700.00	10,000,000.00	97.978	9,797,846.00	(213,854.00)	2.250	2.185	2.215	12/18/06	716
89982975	Federal Home Loan Mtg. Corp.	09/23/03	3134A4SX	10,073,900.00	10,000,000.00	99.100	9,910,000.00	(163,900.00)	2.375	2.047	2.075	04/15/06	469
89983013	Federal Home Loan Mtg. Corp.	10/15/2004	3128X3GT4	7,999,375.00	8,000,000.00	99.77115	7,981,692.00	(17,683.00)	3.000	2.963	3.004	6/2/06	517
89983016	Federal Home Loan Mtg. Corp.	11/1/2004	3134A4KQ6	10,049,152.20	10,000,000.00	100.17	10,017,000.00	(32,152.20)	3.875	2.116	2.145	2/15/05	45
89983018	Federal Home Loan Mtg. Corp.	11/1/2004	3134A4RV8	9,993,900.00	10,000,000.00	99.98156	9,998,156.00	4,256.00	1.875	2.131	2.161	1/15/05	14
89983021	Federal Home Loan Mtg. Corp.	11/5/2004	3128X2AH8	9,998,500.00	10,000,000.00	99.45635	9,945,635.00	(52,865.00)	3.000	2.966	3.007	11/17/06	685
89982966	Federal Nat'l Mtg Assoc.	05/21/03	3136f3SH0	10,006,250.00	10,000,000.00	99.238	9,923,826.00	(82,424.00)	2.050	1.996	2.024	11/21/05	324
89983003	Federal Nat'l Mtg Assoc.	09/22/04	3136F6CF40	10,000,000.00	10,000,000.00	99.579	9,957,922.00	(42,078.00)	3.000	2.959	3.000	09/22/06	629
89983005	Federal Nat'l Mtg Assoc.	10/12/04	3136F6EP0	10,000,000.00	10,000,000.00	99.551	9,955,069.00	(44,931.00)	3.010	2.969	3.010	10/12/06	649
89983007	Federal Nat'l Mtg Assoc.	09/28/04	31359MVS96	8,029,272.00	8,000,000.00	99.940	7,995,200.00	(34,072.00)	3.250	2.989	3.031	06/28/06	543
89983014	Federal Nat'l Mtg Assoc.	10/26/04	3136FAF458	10,007,000.00	10,000,000.00	99.588	9,958,810.00	(48,190.00)	3.125	3.048	3.090	12/29/06	727
89983017	Federal Nat'l Mtg Assoc.	11/4/2004	31359MFH1	10,142,190.00	10,000,000.00	100.51	10,051,000.00	(91,190.00)	7.125	2.111	2.140	2/15/05	45
89983022	Federal Nat'l Mtg Assoc.	11/8/2004	3136FAF458	9,987,000.00	10,000,000.00	99.5881	9,958,810.00	(28,190.00)	3.125	3.143	3.187	12/29/06	727
89983036	Federal Nat'l Mtg Assoc.	12/17/04	31359MWV0	9,999,260.00	10,000,000.00	99.880	9,988,000.00	(11,260.00)	3.150	3.111	3.154	06/30/06	545
Subtotal & Averages				<u>181,470,064.83</u>	<u>181,000,000.00</u>		<u>180,084,398.00</u>	<u>(1,385,666.83)</u>		<u>2.609</u>	<u>2.645</u>		<u>494</u>
Treasury Securities - Coupon													
89982984	US Treasury Note	04/05/04	912828CD0	9,932,812.50	10,000,000.00	98.375	9,837,500.00	(95,312.50)	1.625	1.821	1.846	03/31/06	454
Subtotal & Averages				<u>9,932,812.50</u>	<u>10,000,000.00</u>		<u>9,837,500.00</u>	<u>(95,312.50)</u>		<u>1.821</u>	<u>1.846</u>		<u>454</u>
Treasury Securities - T-Bills													
89983046	US Treasury Bill	12/27/04	912795ST9	9,885,287.50	10,000,000.00	98.845	9,884,492.00	(795.50)	0.000	2.443	2.477	06/16/05	166
89983047	US Treasury Bill	12/27/04	912795SV6	9,878,366.67	10,000,000.00	98.782	9,878,200.00	(166.67)	0.000	2.490	2.525	06/23/05	173
89983048	US Treasury Bill	12/30/04	912795SV4	9,873,611.10	10,000,000.00	98.733	9,873,300.00	(311.10)	0.000	2.498	2.533	06/30/05	180
Subtotal & Averages				<u>29,637,265.27</u>	<u>30,000,000.00</u>		<u>29,635,992.00</u>	<u>(1,273.27)</u>		<u>2.488</u>	<u>2.523</u>		<u>173</u>
Passbook/Money Market Accounts													
89980002	U.S. Bank - Municipal Investment Account			<u>52,908,547.64</u>	52,908,547.64		52,908,547.64	0.00	2.230	2.219	2.250		1
89980001	WA State Local Government Invest. Pool			<u>53,593,606.36</u>	53,593,606.36		53,593,606.36	0.00	2.100	2.096	2.125		1
Subtotal & Averages				<u>106,502,154.00</u>	<u>106,502,154.00</u>		<u>106,502,154.00</u>	<u>0.00</u>		<u>2.454</u>	<u>2.488</u>		<u>1</u>
Grand Total				<u>416,857,945.63</u>	<u>417,772,154.00</u>		<u>415,713,938.50</u>	<u>(1,144,007.13)</u>		<u>2.366</u>	<u>2.400</u>		<u>259</u>

EXHIBIT 8

**CLARK COUNTY INVESTMENT POOL
AGING OF MATURING INVESTMENTS
December 31, 2004**

<u>Days to Maturity</u>	<u>Book Value</u>	<u>% Maturing</u>	<u>Cumulative % Maturing</u>
1	\$106,502,154.00	25.55%	25.55%
2 - 30	9,993,900.00	2.40%	27.95%
31 - 60	27,463,307.37	6.59%	34.53%
61 - 90	19,837,904.16	4.76%	39.29%
91 - 120	39,588,569.45	9.50%	48.79%
121 - 183	52,254,475.52	12.54%	61.33%
184 - 365	20,208,203.13	4.85%	66.17%
366 - 730	141,009,432.00	33.83%	100.00%
TOTALS	\$416,857,945.63	100.00%	

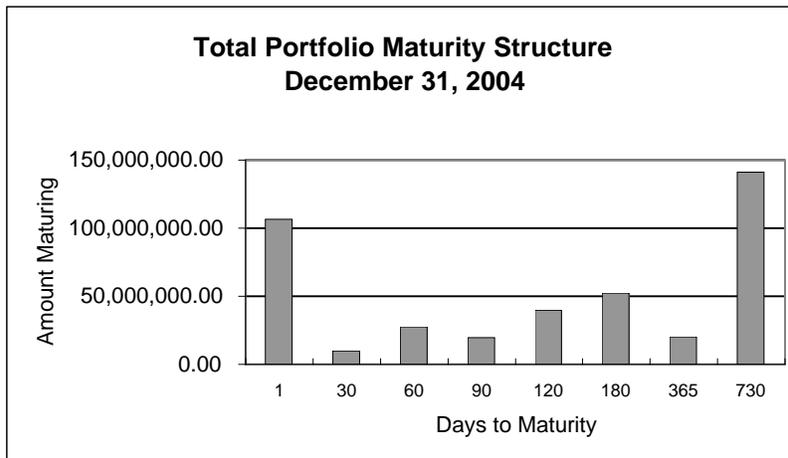


Exhibit 9

CLARK COUNTY INVESTMENT POOL
SUMMARY OF INVESTMENTS BY ISSUER
December 31, 2004

Issuer	Number of Investments	Book Value	% of Portfolio	Avg YTM (365)	Days to Maturity
Federal Home Loan Bank	2	24,970,612.50	5.99%	3.029	601
Federal Home Loan Mtg Corp.	11	103,769,606.14	24.89%	2.326	335
Federal National Mtg Association	15	142,045,495.22	34.08%	2.583	329
US Bank - Municipal Investor Account	1	52,908,547.64	12.69%	2.250	1
US Treasury Note	1	9,932,812.50	2.38%	1.846	454
US Treasury Bills	3	29,637,265.27	7.11%	2.512	173
Washington State Pool	1	53,593,606.36	12.86%	2.099	1
TOTALS and AVERAGES	34	\$ 416,857,945.63	100.00%	2.40	259

Exhibit 10
County Pool vs. State Pool
1/88 - 12/04

Overall, \$22.9 million
increased interest income
realized from Pooling

