

**INVESTMENT AGREEMENT
 COMPETITIVE BID SUMMARY**

Awarded to: FSA Capital Markets

Issuer: CITY OF SAN LUIS OBISPO
Issue: 2006 Water Revenue Bonds

Size: \$1,035,347
Rate: 5.355%

Fund Type: Debt Service Reserve Fund
Investment Type: Uncollateralized Investment Agreement
Final Maturity: June 1, 2036

Bid Date: August 9, 2006
Bid Time: 11:00 A.M. Pacific Time
Settlement: August 17, 2006

Bond Insurance: MBIA
Underlying Rating: S&P: A+/ Fitch: AA -

Awarded by: Bill Statler
FRFS Rep: Darryl Street

Institution	S&P	Moody's	Fitch	Approved
FSA Capital Markets	AAA	Aaa	AAA	5.355%
MBIA	AAA	Aaa	AAA	5.161%
Aegon (Ambac)	AA	Aa3	AA+	5.060%
Rabobank International	AAA	Aaa	AA+	5.020%

Benchmarks

LAIF: 4.91%
 30-Year Treasury: 5.048%
 Arbitrage Yield: 4.452%