

PIMCO CALIFORNIA MUNICIPAL INCOME FUND  
Form N-CSR  
July 06, 2006

Item 1. Report to Shareholder

PIMCO Municipal Income Fund  
PIMCO California Municipal Income Fund  
PIMCO New York Municipal Income Fund  
Annual Report  
April 30, 2006  
Contents

Letter to Shareholders	1
Performance & Statistics	2-4
Schedules of Investments	5-19
Statements of Assets and Liabilities	20
Statements of Operations	21
Statements of Changes in Net Assets	22-23
Notes to Financial Statements	24-30
Financial Highlights	31-33
Report of Independent Registered Public Accounting Firm	34
Tax Information/Annual Shareholder Meetings Results	35
Privacy Policy, Proxy Voting Policies & Procedures	36
Dividend Reinvestment Plan	37
Board of Trustees	38-39

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PIMCO Municipal Income Funds Letter to Shareholders

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June 12, 2006

Dear Shareholder:

We are pleased to provide you with the annual report for PIMCO Municipal Income Fund, PIMCO California Municipal Income Fund and PIMCO New York Municipal Income Fund (the “Funds”) for the fiscal year ended April 30, 2006.

During the fiscal twelve month period, the Federal Reserve raised short-term interest rates eight times for a total of 200 basis points. These actions, coupled with only modest increases in longer term rates, caused the yield curve to flatten across all fixed income sectors, including national and state-specific municipal bonds.

In this environment, the Funds were able to post positive returns. For the twelve months ended April 30, 2006, PIMCO Municipal Income Fund increased 4.63% on net asset value and 18.13% on market price, outperforming the Lipper Analytical General Municipal Debt Funds (Leveraged) average, which posted returns of 3.86% and 9.25%, respectively. PIMCO California Municipal Income Fund rose 5.62% on net asset value and 18.93% on market price,

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outperforming the Lipper Analytical California Municipal Debt Funds average which returned 3.85% and 10.14%, respectively. PIMCO New York Municipal Income Fund increased 3.86% on net asset value and 11.45% on market price, compared to returns of 3.88% and 8.09%, respectively for the Lipper Analytical New York Municipal Debt Funds average.

Please review the following pages for specific information on the Funds. If you have any questions regarding the information provided, we encourage you to contact your financial advisor or call the Funds' shareholder servicing agent at (800) 331-1710. You can also find a wide range of information and resources on our Web site at [www.allianzinvestors.com/closedendfunds](http://www.allianzinvestors.com/closedendfunds).

Together with Allianz Global Investors Fund Management LLC, the Funds' investment manager, and Pacific Investment Management Company LLC, the Funds' sub-adviser, we thank you for investing with us.

We remain dedicated to serving your investment needs.

Sincerely,

Robert E. Connor  
Chairman

Brian S. Shlissel  
President & Chief Executive Officer

4.30.06 | PIMCO Municipal Income Funds Annual Report 1

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PIMCO Municipal Income Fund  
Performance & Statistics  
April 30, 2006

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Symbol:

PMF

Objective:

To provide income exempt from federal income tax.

Primary Investments:

Municipal fixed-income securities, the interest from which is exempt from federal income tax.

Inception Date:

June 29, 2001

Total Net Assets<sup>(1)</sup>:

\$555.9 million

Portfolio Manager:

Mark McCray

Total Return <sup>(2)</sup> :	Market Price	Net Asset Value (“NAV”)
1 Year	18.13%	4.63%
3 Years	11.76%	8.28%
Commencement of Operations (6/29/01) to 4/30/06	8.63%	7.24%

Common Share Market Price/NAV Performance:

Commencement of Operations (6/29/01) to 4/30/06

Market Price/NAV:	
Market Price	\$16.22
NAV	\$14.54
Premium to NAV	11.55%
Market Price Yield <sup>(3)</sup>	6.01%

Moody's Ratings

(as a % of total investments)

(1) Inclusive of net assets attributable to Preferred Shares outstanding.

(2) **Past performance is no guarantee of future results.** Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period more than one year represents the average annual total return.

An investment in the Fund involves risk, including the loss of principal. Total return, price, yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(3) Market Price Yield is determined by dividing the annualized current monthly per share dividend to common shareholders by the market price per common share at April 30, 2006.

2 PIMCO Municipal Income Funds Annual Report | 4.30.06

April 30, 2006

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Symbol:

PCQ

Objective:

To provide current income exempt from federal and California State income tax.

Primary Investments:

Municipal fixed-income securities, the interest from which is exempt from federal and California State income tax.

Inception Date:

June 29, 2001

Total Net Assets<sup>(1)</sup>:

\$409.1 million

Portfolio Manager:

Mark McCray

Total Return <sup>(2)</sup> :	Market Price	Net Asset Value ("NAV")
1 Year	18.93%	5.62%
3 Years	10.90%	7.47%
Commencement of Operations (6/29/01) to 4/30/06	7.82%	6.77%

Common Share Market Price/NAV Performance:

Commencement of Operations (6/29/01) to 4/30/06

Market Price/NAV:	
Market Price	\$15.87
NAV	\$14.48
Premium to NAV	9.60%
Market Price Yield <sup>(3)</sup>	5.82%

Moody's Ratings

(as a % of total investments)

(1) Inclusive of net assets attributable to Preferred Shares outstanding.

(2)

**Past performance is no guarantee of future results.** Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period more than one year represents the average annual total return.

An investment in the Fund involves risk, including the loss of principal. Total return, price, yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(3)Market Price Yield is determined by dividing the annualized current monthly per share dividend to common shareholders by the market price per common share at April 30, 2006.

4.30.06 | PIMCO Municipal Income Funds Annual Report 3

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PIMCO New York Municipal Income Fund  
Performance & Statistics  
April 30, 2006

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Symbol:

PNF

Objective:

To provide current income exempt from federal, New York State and New York City income tax.

Primary Investments:

Municipal fixed-income securities, the interest from which is exempt from federal, New York State and New York City income tax.

Inception Date:

June 29, 2001

Total Net Assets<sup>(1)</sup>:

\$163.4 million

Portfolio Manager:

Mark McCray

Total Return <sup>(2)</sup> :	Market Price	Net Asset Value (“NAV”)
1 Year	11.45%	3.86%
3 Years	9.34%	6.75%
Commencement of Operations (6/29/01) to 4/30/06	6.01%	5.33%

Common Share Market Price/NAV Performance:

Commencement of Operations (6/29/01) to 4/30/06

Market Price/NAV:	
Market Price	\$14.56
NAV	\$13.47
Premium to NAV	8.09%
Market Price Yield <sup>(3)</sup>	5.77%

Moody's Ratings  
(as a % of total investments)

(1) Inclusive of net assets attributable to Preferred Shares outstanding.

(2) **Past performance is no guarantee of future results.** Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period more than one year represents the average annual total return.

An investment in the Fund involves risk, including the loss of principal. Total return, price, yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(3) Market Price Yield is determined by dividing the annualized current monthly per share dividend to common shareholders by the market price per common share at April 30, 2006.

4 PIMCO Municipal Income Funds Annual Report | 4.30.06

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PIMCO Municipal Income Fund  
Schedule of Investments  
April 30, 2006

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Value

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Principal Amount (000)		Credit Rating (Moody's/S&P)*	
	MUNICIPAL BONDS & NOTES—92.7%		
	Alabama—3.6%		
\$ 2,500	Birmingham Baptist Medical Centers Special Care Facs. Financing Auth. Rev., 5.875%, 11/15/24, Ser. A	Baa1/NR	\$ 2,602,225
9,900	Daphne Special Care Facs. Financing Auth. Rev., zero coupon, 8/15/28, (Pre-refunded @ \$100, 8/15/08) (a)	Aaa/AAA	8,905,644
8,000	Huntsville Health Care Auth. Rev., 5.75%, 6/1/31, Ser. A	A2/NR	8,357,600
			19,865,469
	Alaska—1.1%		
6,000	Northern Tobacco Securitization Corp. Rev., 5.50%, 6/1/29	Baa3/BBB	6,081,840
	Arizona—1.0%		
2,000	Apache Cnty. Industrial Dev. Auth. Rev., Pollution Control Rev., Tucson Electric Power Co., 5.875%, 3/1/33, Ser. B	Ba1/B+	2,007,680
3,500	Salt River Project Agricultural Improvement & Power Dist. Rev., 4.75%, 1/1/35, Ser. A	Aa2/AA	3,513,265
			5,520,945
	California—3.8%		
10,000	Golden State Tobacco Securitization Corp., Tobacco Settlement Rev., 6.75%, 6/1/39, Ser. 2003-A-1	Baa3/BBB	11,139,000
10,000	Riverside Cnty. Public Financing Auth., Tax Allocation, 4.50%, 10/1/30, Ser. A (XLCA)	Aaa/AAA	9,571,000
			20,710,000
	Colorado—2.3%		
	Denver Health & Hospital Auth. Healthcare Rev., Ser. A,		
2,000	5.375%, 12/1/28	Baa3/BBB	1,996,020
1,000	6.00%, 12/1/23	Baa3/BBB	1,055,070
12,400	Health Facs. Auth. Retirement Facs. Rev., zero coupon, 7/15/24	NR/AAA	5,137,940
4,965	Northwest Parkway Public Highway Auth. Rev., 7.125%, 6/15/41, Ser. D	B3/CCC	4,586,170
			12,775,200
	Connecticut—0.2%		
1,000	State Dev. Auth. Pollution Control Rev., 5.85%, 9/1/28	Baa1/BBB–	1,055,510
	District of Columbia—1.0%		
5,325	Tobacco Settlement Financing Corp. Rev., 6.25%, 5/15/24	Baa3/BBB	5,649,665
	Florida—1.8%		
9,000	Highlands Cnty. Health Facs. Auth. Rev., Adventist Health System, 6.00%, 11/15/31, Ser. A, (Pre-refunded @ \$101,	A2/A+	10,038,330

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	11/15/11) (a)		
	Georgia-2.0%		
	Municipal Electric Auth. Power Rev.		
	(MBIA-IBC),		
9,700	5.50%, 1/1/20	Aaa/AAA	10,607,823
300	5.50%, 1/1/20, Ser. Z, (Pre-refunded @ \$100,		
	1/1/13) (a)	NR/AAA	329,997
			10,937,820

4.30.06 | PIMCO Municipal Income Funds Annual Report 5

PIMCO Municipal Income Fund  
 Schedule of Investments  
 April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	Illinois-12.0%		
	Chicago, GO, Ser. A (FGIC),		
\$ 2,935	5.375%, 1/1/34	Aaa/AAA	\$ 3,059,150
6,145	5.375%, 1/1/34, (Pre-refunded @ \$101, 1/1/09)		
	(a)	Aaa/AAA	6,463,803
10,115	Chicago Board of Education, GO, zero coupon,		
	12/1/31, Ser. A (FGIC)	Aaa/AAA	2,810,554
2,000	Chicago Water Rev., 5.25%, 11/1/27,		
	(Pre-refunded @ \$102, 11/1/07) (FGIC) (a)	Aaa/AAA	2,085,520
	Educational Facs. Auth. Rev.,		
1,115	Midwestern Univ., 5.50%, 5/15/18, Ser. B	NR/A-	1,145,506
	Univ. of Chicago,		
190	5.25%, 7/1/41	Aa1/AA	197,581
4,810	5.25%, 7/1/41, (Pre-refunded @ \$101,		
	7/1/11) (a)	Aa1/AA	5,178,304
	Finance Auth. Rev.,		
5,000	5.50%, 11/15/29, (Pre-refunded @ \$101,		
	11/15/09) (a)	A2/A+	5,315,450
1,260	5.65%, 11/15/24, (Pre-refunded @ \$101,		
	11/15/09) (a)	A2/A+	1,345,680
	Health Facs. Auth. Rev.,		
3,000	Decatur Memorial Hospital, 5.75%, 10/1/24	A2/A	3,111,120
5,425	Silver Cross Hospital, 5.50%, 8/15/25,		
	(Pre-refunded @ \$101,		
	8/15/09) (a)	NR/A	5,765,148
	Lake Cnty. Community High School Dist., GO,		
	Ser. B (FGIC),		
5,000	zero coupon, 2/1/19	Aaa/AAA	2,772,850
5,000	zero coupon, 2/1/20	Aaa/AAA	2,636,850



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5,690	zero coupon, 2/1/22	Aaa/AAA	2,717,146
7,345	Regional Transportation Auth. Rev., 5.50%, 6/1/23, Ser. B (FGIC)	Aaa/AAA	8,326,733
3,000	State Sales Tax Rev., 5.125%, 6/15/20, Ser. 1	Aa3/AAA	3,132,060
5,000	Univ. Rev., 5.25%, 4/1/32, Ser. B (FGIC)	Aaa/AAA	5,167,850
4,000	Winnebago-Boone ETC Cntys. Rock Valley Community College, Dist. No. 511, GO, 5.30%, 10/1/18, (Pre-refunded @ \$100, 10/1/10) (FGIC) (a)	Aaa/NR	4,160,640 65,391,945
	Indiana-1.8%		
6,500	Carmel School Building Corp. Rev., 5.00%, 7/15/22 (MBIA)	Aaa/AAA	6,687,850
1,225	Richland-Bean Blossom School Building Corp. Rev., 5.00%, 1/15/22 (FGIC)	Aaa/AA-	1,255,319
1,825	Zionsville Community Schools Building Corp. Rev., 5.00%, 7/15/27, Ser. A (FSA)	NR/AAA	1,870,880 9,814,049
	Kansas-3.8%		
	Wichita Hospital Rev.,		
5,000	5.625%, 11/15/31, Ser. III	NR/A+	5,237,450
14,370	6.25%, 11/15/24, Ser. XI	NR/A+	15,373,601 20,611,051
	Kentucky-0.8%		
3,680	Economic Dev. Finance Auth. Hospital Facs. Rev., St. Luke's Hospital, 6.00%, 10/1/19	A3/A	4,061,763

6 PIMCO Municipal Income Funds Annual Report | 4.30.06

PIMCO Municipal Income Fund  
Schedule of Investments  
April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	Louisiana-6.4%		
\$ 4,905	Local Gov't Environmental Facs. & Community Dev. Auth. Rev., 6.55%, 9/1/25 (ACA)	NR/A	\$ 5,456,665
27,895	Tobacco Settlement Financing Corp. Rev., 5.875%, 5/15/39, Ser. 2001-B	Baa3/BBB	29,255,718 34,712,383
	Maryland-0.2%		
1,150	Baltimore Water Project Rev., 5.125%, 7/1/42, Ser. A (FGIC)	Aaa/AAA	1,185,730

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	Massachusetts—1.9%		
9,000	Commonwealth of Massachusetts Rev., 5.50%, 1/1/34 (FGIC)	Aaa/AAA	10,331,280
	Michigan—4.4%		
1,000	Detroit, GO, Ser. A-1 (MBIA), 5.375%, 4/1/15	Aaa/AAA	1,064,770
1,000	5.375%, 4/1/17	Aaa/AAA	1,061,770
5,650	Forest Hills Public Schools, GO, 5.25%, 5/1/18, (Pre-refunded @ \$100, 5/1/10) (a)	Aa2/NR	5,961,654
3,000	Mount Clemens Community School Dist., GO, 5.00%, 5/1/31	Aa2/AA	3,064,980
50	Royal Oak Hospital Finance Auth. Rev., William Beaumont Hospital, 5.25%, 11/15/35, Ser. M (MBIA)	Aaa/AAA	51,350
4,000	State Hospital Finance Auth. Rev., Detroit Medical Center, 6.25%, 8/15/13	Ba3/BB-	4,006,520
2,000	State Strategic Fund Ltd. Obligation Rev., Detroit Edison Pollution Control Co., 5.45%, 9/1/29	A3/BBB+	2,072,700
3,000	Taylor Tax Increment Finance Auth., 5.375%, 5/1/17 (FSA)	Aaa/AAA	3,179,490
6,255	Wayne Charter Cnty. Airport Fac. Rev., 6.75%, 12/1/15 (h)	NR/NR	3,445,880
			23,909,114
	Minnesota—0.6%		
95	Agricultural & Economic Dev. Board Rev., Health Care System, 6.375%, 11/15/29	A2/A	104,482
2,905	6.375%, 11/15/29, (Pre-refunded @ \$101, 11/15/10) (a)	A2/A	3,244,711
			3,349,193
	Missouri—0.5%		
2,500	Interstate 470 & 350 Transportation Dev. Dist. Rev., 6.35%, 5/1/22	NR/NR	2,539,625
	Nevada—1.4%		
3,000	Clark Cnty. Rev., 5.25%, 7/1/34, Ser. B, (Pre-refunded @ \$100, 7/1/11) (FGIC) (a)	Aaa/AAA	3,212,130
4,250	Truckee Meadows Water Auth. Rev., 5.25%, 7/1/34, Ser. A, (Pre-refunded @ \$100, 7/1/11) (FSA) (a)	Aaa/AAA	4,399,048
			7,611,178
	New Hampshire—0.6%		
3,000	State Business Finance Auth. Pollution Control Rev., Conn. Light & Power Co., 5.85%, 12/1/22	Baa1/BBB-	3,170,100

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PIMCO Municipal Income Fund  
 Schedule of Investments  
 April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	New Jersey—4.0%		
	Camden Cnty., Improvement Auth. Rev., Cooper Health System,		
\$ 240	5.60%, 2/15/07	Baa3/BBB	\$ 240,158
875	6.00%, 2/15/27, (Pre-refunded @ \$102, 2/15/07) (a)	Baa3/BBB	907,340
16,550	Economic Dev. Auth., Kapkowski Landfill Project, 5.75%, 4/1/31	Baa3/NR	17,569,811
2,510	Economic Dev. Auth. Rev., Arbor Glen, 5.875%, 5/15/16	NR/NR	2,569,638
490	5.875%, 5/15/16, Ser. A, (Pre-refunded @ \$102, 5/15/09) (a)	NR/NR	528,049
			21,814,996
	New Mexico—0.5%		
2,500	Farmington Pollution Control Rev., 5.80%, 4/1/22	Baa2/BBB	2,534,950
	New York—2.1%		
5,000	Liberty Dev. Corp. Rev., Goldman Sachs Headquarters, 5.25%, 10/1/35	Aa3/A+	5,402,100
3,000	New York City Municipal Water Finance Auth., Water & Sewer System Rev., 5.00%, 6/15/39, Ser. A	Aa2/AA+	3,070,170
2,875	Westchester Cnty. Healthcare Corp. Rev., 5.875%, 11/1/25, Ser. A	Ba2/BB	2,896,390
			11,368,660
	North Carolina—0.6%		
3,000	Capital Facs. Finance Agcy. Rev., Duke Univ. Project, 5.125%, 10/1/41, Ser. A	Aa1/AA+	3,078,900
	Ohio—1.2%		
	Lorain Cnty. Hospital Rev., Catholic Healthcare Partners,		
2,500	5.625%, 10/1/17	Aa3/AA-	2,664,450
2,565	5.75%, 10/1/18	Aa3/AA-	2,746,448
1,235	State Turnpike Commission Rev., 5.50%, 2/15/15	Aa3/AA	1,314,843
			6,725,741
	Pennsylvania—4.2%		
	Allegheny Cnty.,		
5,780	Hospital Dev. Auth. Rev., 9.25%, 11/15/30, Ser. B	Ba3/B+	6,900,395
1,000	Industrial Dev. Auth. Rev., USX Corp., 5.60%, 9/1/30	Baa1/BBB+	1,030,420
1,095	Port Auth. Rev., 5.25%, 3/1/20 (FGIC)	Aaa/AAA	1,154,645
2,575	Delaware Cnty. Auth. College Rev., Neumann College, 5.80%, 10/1/17	NR/BBB-	2,673,957

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6,200	Higher Educational Facs. Auth. Rev., 6.00%, 1/15/31, Ser. A	Aa3/A+	6,733,138
4,610	Philadelphia Hospitals & Higher Education Facs. Hospital Rev., Temple Univ. Hospital, 6.625%, 11/15/23, Ser. A	Baa2/BBB	4,617,699 23,110,254
	Puerto Rico-0.3%		
1,600	Electric Power Auth., Power Rev., 5.125%, 7/1/29, Ser. NN	A3/BBB+	1,646,720
	Rhode Island-3.5%		
18,000	Tobacco Settlement Financing Corp. Rev., 6.25%, 6/1/42, Ser. A	Baa3/BBB	18,877,680

8 PIMCO Municipal Income Funds Annual Report | 4.30.06

PIMCO Municipal Income Fund  
Schedule of Investments  
April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	South Carolina-4.8%		
	Greenwood Cnty. Hospital Rev., Self Memorial Hospital,		
\$ 3,500	5.50%, 10/1/21	A2/A	\$ 3,608,640
2,000	5.50%, 10/1/26	A2/A	2,063,040
3,000	Jobs Economic Dev. Auth. Hospital Facs. Rev., Georgetown		
	Memorial Hospital, 5.375%, 2/1/30 (Radian)	NR/AA	3,111,270
15,600	Tobacco Settlement Rev., Management Auth. Rev., 6.375%, 5/15/30, Ser. B	Baa3/BBB	17,430,036 26,212,986
	Tennessee-0.2%		
940	Memphis Health Educational & Housing Fac., Wesley Housing Corp. Project, 6.95%, 1/1/20	NR/NR	894,340
	Texas-12.2%		
1,750	Austin Convention Enterprises, Inc., 5.75%, 1/1/32, Ser. B	A3/NR	1,803,112
4,000	Austin Rev., 5.25%, 5/15/31, Ser. A & B (FSA)	Aaa/AAA	4,130,080
2,935	Bell Cnty. Health Fac. Dev. Corp., 5.25%, 11/15/19	NR/A-	2,964,379
10,000	Coppell Independent School Dist., GO, zero coupon, 8/15/29 (PSF-GTD)	NR/AAA	3,203,000

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	Corpus Christi Refinance & Improvement, GO (FSA),		
1,125	5.375%, 3/1/18	Aaa/AAA	1,191,218
1,740	5.375%, 3/1/18, (Pre-refunded @ \$100, 3/1/11)		
	(a)	Aaa/AAA	1,865,297
3,680	Duncanville Independent School Dist., GO, 5.25%, 2/15/32, Ser. B, (Pre-refunded @ \$100, 2/15/12) (PSF-GTD) (a)	Aaa/AAA	3,841,773
5,000	Harris Cnty. Health Facs. Dev. Corp. Rev., Christus Health, 5.375%, 7/1/29, Ser. A, (Pre-refunded @ \$101, 7/1/09) (MBIA) (a)	Aaa/AAA	5,296,550
7,000	Memorial Hermann Healthcare, 6.375%, 6/1/29, (Pre-refunded @ \$101, 6/1/11) (a)	A2/A	7,889,770
1,840	Houston, CP, 6.25%, 12/15/12, Ser. J (AMBAC)	Aaa/AAA	2,079,642
2,000	Mansfield Independent School Dist., GO, 5.25%, 2/15/23 (PSF-GTD)	Aaa/AAA	2,090,900
4,380	Southlake Park Dev. Corp. Rev., 5.60%, 8/15/31, (Pre-refunded @ \$100, 2/15/11) (AMBAC) (a)	Aaa/AAA	4,623,484
4,530	State, GO, 5.30%, 8/1/18, Ser. A	Aa1/AA	4,770,181
19,990	State Turnpike Auth. Rev., zero coupon, 8/15/25, Ser. A (AMBAC)	Aaa/AAA	8,024,186
4,920	Univ. Rev., 5.00%, 7/1/26, Ser. B	Aaa/AAA	5,106,615
7,450	Water Dev. Board Rev., 5.125%, 7/15/18	Aaa/AAA	7,517,646
			66,397,833
	Utah-1.3%		
7,000	Salt Lake Cnty. Hospital Rev., IHC Health Services, 5.125%, 2/15/33 (AMBAC)	Aaa/AAA	7,195,020
	Washington-2.3%		
	Cowlitz Cnty. School Dist. No. 458 Kelso, GO (FSA),		
910	5.625%, 12/1/14,	NR/NR	992,264
985	5.625%, 12/1/14, (Pre-refunded @ \$100, 12/01/11) (a)	NR/NR	1,075,590
1,225	5.625%, 12/1/16, (Pre-refunded @ \$100, 12/01/11) (a)	Aaa/NR	1,337,663

4.30.06 | PIMCO Municipal Income Funds Annual Report 9

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PIMCO Municipal Income Fund  
 Schedule of Investments  
 April 30, 2006 (continued)

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Principal Amount	Credit Rating (Moody's/S&P)*	Value
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(000)

	Washington (continued)		
\$ 3,415	Kent, GO, 5.375%, 12/1/20 (MBIA)	NR/NR	\$ 3,638,034
5,420	King Cnty. School Dist. No. 1 Seattle, GO, 5.25%, 12/1/21, Ser. A (MBIA)	Aaa/AAA	5,700,214 12,743,765
	Wisconsin-4.3%		
	Badger Tobacco Asset Securitization Corp.,		
5,000	5.75%, 6/1/12	Baa3/BBB	5,274,550
9,785	6.00%, 6/1/17	Baa3/BBB	10,276,305
3,515	State, GO, 5.00%, 5/1/22, Ser. A (FGIC)	Aaa/AAA	3,647,551
2,230	State Health & Educational Facs. Auth. Rev., Kenosha Hospital & Medical Center, 5.625%, 5/15/29	NR/A	2,270,519
2,250	Wisconsin Health & Educational Facs. Auth., Divine Savior Healthcare Rev., 5.00%, 5/1/32	NR/BBB	2,195,640 23,664,565
	Total Municipal Bonds & Notes (cost-\$481,453,395)		505,588,600
		VARIABLE RATE NOTES (b)(c)(d)-4.7%	
	Hawaii-0.3%		
1,388	City & Cnty. of Honolulu Rev., 8.72%, 7/1/23, Ser. 400 (FGIC)	Aaa/NR	1,637,097
	Illinois-1.1%		
2,902	Cook Cnty., GO, 8.76%, 11/15/28, Ser. 458 (FGIC)	Aaa/NR	3,298,343
2,765	Educational Facs. Auth. Rev., 9.587%, 7/1/38	NR/AA	3,042,385 6,340,728
	Massachusetts-0.5%		
2,000	State Health & Educational Facs. Auth. Rev., 12.762%, 7/1/32	NR/NR	2,754,000
	Nevada-0.5%		
2,440	Washoe Cnty., GO, 8.784%, 1/1/35, Ser. 1241 (MBIA)	Aaa/AAA	2,816,029
	New York-0.6%		
224	New York City Municipal Water Finance Auth., Water & Sewer System Rev., 8.87%, 6/15/37, Ser. 1226	Aa2/NR	254,475
2,600	New York City Municipal Water Finance Auth. Rev., 8.933%, 6/15/26	NR/AA+	3,007,290 3,261,765
	Texas-1.3%		
	Harris Cnty. Health Facs. Dev. Corp. Rev.,		
3,595	10.64%, 7/1/29, Ser. 357 (MBIA)	Aaa/NR	4,661,097
1,720	10.754%, 2/15/26	NR/AA-	2,342,296 7,003,393
	Washington-0.4%		
1,800	Seattle, GO, 9.39%, 12/15/28, Ser. 348	Aa1/NR	2,017,260
	Total Variable Rate Notes (cost-\$20,842,533)		25,830,272

PIMCO Municipal Income Fund  
 Schedule of Investments  
 April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	VARIABLE RATE DEMAND NOTES (d)(e)-2.1%		
	Alaska-0.5%		
	Valdez Rev.,		
\$ 2,300	3.63%, 5/1/06	VMIG1/A-1+	\$ 2,300,000
200	3.77%, 5/1/06	VMIG1/A-1+	200,000
			2,500,000
	California-0.0%		
220	State of California, Daily Kindergarten Univ., GO, 3.75%, 5/1/06	VMIG1/A-1+	220,000
	Indiana-0.0%		
100	Indiana Health Fac. Financing Auth. Rev., 3.83%, 5/1/06	VMIG1/A-1	100,000
	Michigan-0.8%		
4,065	Univ. of Michigan Rev., 3.76%, 5/1/06, Ser. A	VMIG1/A-1+	4,065,000
	New York-0.8%		
4,600	New York City Transitional Finance Auth., 3.76%, 5/1/06, Ser. 1	VMIG1/A-1+	4,600,000
	Total Variable Rate Demand Notes (cost-\$11,485,000)		11,485,000
		U.S. TREASURY BILLS (f)-0.6%	
3,405	4.49%-4.58%, 6/1/06-6/15/06 (cost-\$3,387,024)		3,387,024
		OPTIONS PURCHASED (g)-0.0%	
<u>Contracts</u>			
	Put Options-0.0%		
	Eurodollar Futures, Chicago Mercantile Exchange,		
125	strike price \$92, expires 3/19/07 (cost-\$1,188)		781
	<b>Total Investments before options written</b> (cost-\$517,169,140)- <b>100.1%</b>		546,291,677
		OPTIONS WRITTEN (g)-(0.1)%	
	Call Options-(0.0)%		
	U.S. Treasury Notes 10 yr. Futures, Chicago Board of Trade,		
700	strike price \$110, expires 5/26/06		(10,938)
	Put Options-(0.1)%		
	U.S. Treasury Notes 10 yr. Futures, Chicago Board of Trade,		
741	strike price \$105, expires 5/26/06		(185,250)

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700	strike price \$106, expires 5/26/06	(492,187)
		(677,437)
	Total Options Written (premiums received-\$544,557)	(688,375)
	<b>Total Investments net of options written</b> (cost-\$516,624,583)-100.0%	<b>\$545,603,302</b>

See accompanying Notes to Financial Statements | 4.30.06 | PIMCO Municipal Income Funds Annual Report 11

PIMCO California Municipal Income Fund  
 Schedule of Investments  
 April 30, 2006

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	CALIFORNIA MUNICIPAL BONDS & NOTES-88.6%		
\$1,000	ABAG Finance Auth. for Nonprofit Corps., CP, 5.375%, 2/15/19	NR/BBB	\$ 1,038,950
1,000	Rev., 5.375%, 11/15/25 (CA Mtg. Ins.)	NR/A	1,043,730
1,385	Alvord Unified School Dist., GO, 5.375%, 8/1/29, Ser. C (FSA)	Aaa/NR	1,396,108
8,000	California Cnty., Tobacco Settlement Rev., zero coupon, 6/1/28	Baa3/NR	6,295,360
6,405	Campbell Union High School Dist., GO, 5.50%, 8/1/30, (FSA)	Aaa/NR	6,821,005
2,250	Capistrano Unified School Dist., Special Tax, 5.75%, 9/1/29, (Pre-refunded @ \$102, 9/1/09) (a)	NR/NR	2,433,622
	Carson, Improvement Board Act 1915, Special Assessment,		
3,250	6.35%, 9/2/23	NR/NR	3,356,958
5,000	6.375%, 9/2/31	NR/NR	5,163,600
5,250	Central JT Powers Health Financing Auth., CP, 5.75%, 2/1/31	Baa2/BBB-	5,336,625
4,140	Charter Oak Unified School Dist., GO, 5.00%, 7/1/28, Ser. B, (Pre-refunded @ \$100, 7/1/13) (FSA) (a)	Aaa/AAA	4,437,997
	Contra Costa Cnty. Public Financing Auth., Tax Allocation,		
2,150	5.125%, 8/1/19	NR/BBB	2,202,912
600	5.125%, 8/1/19, (Pre-refunded @ \$102, 8/1/09) (a)	NR/BBB	636,726
5,000	5.85%, 8/1/33	NR/BBB	5,221,250
2,750	CSUCI Financing Auth. Rev., 5.00%, 9/1/31, Ser. A (MBIA)	Aaa/AAA	2,811,710
3,635	Cucamonga Cnty. Water Dist., CP, 5.125%, 9/1/35 (FGIC)	Aaa/AAA	3,722,458



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	East Side Union High School Dist.-Santa Clara Cnty.,		
	GO, Ser. E (XLCA),		
1,985	zero coupon, 8/1/21	Aaa/AAA	918,440
1,490	zero coupon, 8/1/22	Aaa/AAA	649,223
	El Monte, CP (AMBAC),		
10,790	4.75%, 6/1/30	Aaa/AAA	10,833,052
14,425	5.25%, 1/1/34	Aaa/AAA	14,954,253
	Foothill/Eastern Corridor Agcy. Rev., Toll Road Rev.,		
5,000	zero coupon, 1/15/33	Baa3/BBB-	1,036,200
5,000	zero coupon, 1/15/34	Baa3/BBB-	974,000
	Fremont Community Dist., Special Tax,		
165	6.00%, 9/1/18	NR/NR	169,440
505	6.00%, 9/1/19	NR/NR	516,479
3,500	6.30%, 9/1/31	NR/NR	3,577,595
	Golden State Tobacco Securitization Corp. Rev.,		
17,500	6.25%, 6/1/33, Ser. 2003-A-1	Baa3/BBB	19,039,475
10,155	6.75%, 6/1/39, Ser. 2003-A-1	Baa3/BBB	11,311,654
540	7.875%, 6/1/42, Ser. A-3	Baa3/BBB	642,902
1,000	Health Facs. Finance Auth. Rev., Catholic Healthcare West,		
	5.00%, 7/1/28, (Pre-refunded @ \$101, 7/1/08) (a)	A3/A-	967,405

12 PIMCO Municipal Income Funds Annual Report | 4.30.06

PIMCO California Municipal Income Fund  
 Schedule of Investments  
 April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	Health Facs. Financing Auth. Rev.,		
\$1,980	5.00%, 7/1/18	A3/A-	\$ 2,031,619
130	5.00%, 7/1/18, (Pre-refunded @ \$101, 7/1/08) (a)	A3/A-	134,949
5,315	5.125%, 7/1/18	NR/BBB+	5,360,549
3,000	5.25%, 10/1/14, Ser. B	A3/AAA	3,142,200
6,250	Infrastructure & Economic Dev. Bank Rev., Bay Area Toll Bridges,		
	5.00%, 7/1/36, (Pre-refunded @ \$100, 1/1/28) (AMBAC) (a)	Aaa/AAA	6,688,188
	La Quinta Redev. Agcy., Tax Allocation (AMBAC),		
3,000	5.00%, 9/1/21	Aaa/AAA	3,090,690
10,000	5.10%, 9/1/31	Aaa/AAA	10,220,000
1,000	5.125%, 9/1/32	Aaa/AAA	1,032,420

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1,500	Lincoln Public Financing Auth. Rev., Twelve Bridges Ltd., 6.125%, 9/2/27	NR/NR	1,532,955
6,250	Los Angeles Cnty. Metropolitan Transportation Auth. Rev., 4.75%, 7/1/28, Ser. B, (Pre-refunded @ \$101, 7/1/09) (FSA) (a) Los Angeles Community Redev. Agcy., Tax Allocation, 520 5.875%, 9/1/26 325 6.00%, 9/1/31	Aaa/AAA NR/NR NR/NR	6,524,250 515,871 323,290
3,250	Los Angeles Unified School Dist., GO, 5.125%, 7/1/21, Ser. E (MBIA)	Aaa/AAA	3,404,342
12,000	Los Angeles Water & Power Rev., 5.25%, 7/1/21, Ser. A-A-1 (FSA)	Aaa/AAA	12,658,200
3,500	Metropolitan Water Dist. of Southern California Rev., Water Works Rev., 5.00%, 7/1/26, Ser. A, (Pre-refunded @ \$101, 1/1/08) (a)	Aa2/AAA	3,613,996
5,820	Montclair Redev. Agcy., Tax Allocation, 5.30%, 10/1/30 (MBIA) Murrieta Valley Unified School Dist., Special Tax, 195 6.30%, 9/1/18	Aaa/AAA NR/NR	6,159,597 200,292
3,535	6.50%, 9/1/31	NR/NR	3,641,757
6,255	Orange Cnty. Sanitation Dist., CP, 5.25%, 2/1/30 (FGIC)	Aaa/AAA	6,569,439
1,080	Palm Springs Community Redev. Agcy., Tax Allocation, 5.50%, 8/1/21	NR/A-	1,129,766
1,010	Pomona Unified School Dist., GO, 6.10%, 2/1/19, Ser. A (MBIA)	Aaa/AAA	1,186,871
1,690	Rancho Etiwanda Public Facs., Special Tax, 6.375%, 9/1/24 Rancho Mirage Redev. Agcy., Tax Allocation, 1,190 5.50%, 4/1/24	NR/NR Baa1/BBB+	1,738,148 1,240,456
1,580	5.625%, 4/1/33 Riverside, Improvement Board Act 1915, Special Assessment, 500 6.15%, 9/2/19	Baa1/BBB+	1,641,383
1,350	6.375%, 9/2/26	NR/NR	531,585
8,305	Riverside Cnty., CP, 5.125%, 11/1/30 (MBIA) Riverside Cnty. Public Auth. Financing, Tax Allocation, 185 5.625%, 10/1/33 815 5.625%, 10/1/33, (Pre-refunded @ \$102, 10/1/06) (a)	Aaa/AAA Baa2/A Baa2/A	8,562,787 189,795 837,690
575	Roseville, Woodcreek Community Fac. Dist., Special Tax,	NR/NR	645,765

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6.375%, 9/1/27, (Pre-refunded @ \$102, 9/1/10)  
(a)

4.30.06 | PIMCO Municipal Income Funds Annual Report 13

PIMCO California Municipal Income Fund  
Schedule of Investments  
April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
\$2,945	Sacramento, Special Tax, 5.70%, 9/1/23	NR/NR	\$ 2,989,970
1,350	6.10%, 9/1/21	NR/NR	1,380,604
2,560	6.15%, 9/1/26	NR/NR	2,622,669
2,000	Sacramento Health Fac. Rev., 5.30%, 1/1/24, Ser. A (CA Mtg. Ins.)	NR/A	2,054,240
545	San Diego Cnty., CP, 5.25%, 10/1/28	A2/NR	561,514
1,000	San Diego Cnty. Water Auth., CP, 5.00%, 5/1/32, Ser. A (MBIA)	Aaa/AAA	1,023,150
3,330	San Francisco Bay Area Rapid Transit Dist. Rev., 5.125%, 7/1/36 (AMBAC)	Aaa/AAA	3,409,287
720	San Francisco City & Cnty. Redev. Agcy. Rev., Special Tax, 6.125%, 8/1/31	NR/NR	748,822
5,065	San Joaquin Cnty., CP, 5.00%, 9/1/20 (MBIA) San Joaquin Hills Transportation Corridor Agcy. Toll Road Rev., Ser. A,	Aaa/AAA	5,220,698
5,000	zero coupon, 1/15/19	Ba2/B	4,753,900
5,000	5.50%, 1/15/28	Ba2/B	4,932,850
230	San Jose, Improved Board Act 1915, Special Assessment, 5.60%, 9/2/17, Ser. Q	NR/NR	237,093
5,000	San Jose Unified School Dist., Santa Clara Cnty., GO, 5.125%, 8/1/25, Ser. D, (Pre-refunded @ \$101, 8/1/10) (FSA) (a)	Aaa/AAA	5,340,350
9,445	San Juan Unified School Dist., GO (FSA), zero coupon, 8/1/22	Aaa/AAA	4,350,084
10,895	zero coupon, 8/1/25	Aaa/AAA	4,299,821
6,110	zero coupon, 8/1/26	Aaa/AAA	2,284,040
600	Santa Ana Financing Auth. Rev., 5.60%, 9/1/19	NR/BBB	623,502
1,815	Santa Clara, CP, 5.00%, 2/1/32 (AMBAC)	Aaa/AAA	1,861,845
1,435	Santa Maria JT Union High School Dist., GO, 5.25%, 8/1/25, Ser. A, (Pre-refunded @ \$102, 8/1/15) (FSA)(a)	Aaa/AAA	1,550,116

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500	State Department of Water Rev., Central Valley Project, 5.00%, 12/1/25, Ser. AC (MBIA)	Aaa/AAA	519,775
	Statewide Community Dev. Auth., CP,		
8,000	5.375%, 4/1/30	NR/BBB	7,972,880
2,325	6.50%, 7/1/20	A3/A-	2,522,486
5,675	6.50%, 7/1/20, (Pre-refunded @ \$101, 7/1/10) (a)	A3/A-	6,319,340
	Statewide Community Dev. Auth. Rev.,		
15,250	5.125%, 10/1/30 (CA Mtg. Ins.)	NR/A	15,456,332
3,000	5.50%, 11/15/33 (CA ST Mtg.)	NR/A	3,158,490
4,000	5.50%, 8/15/34, Ser. B	Aa3/AA-	4,150,040
5,600	6.625%, 10/1/31	NR/NR	5,694,752
4,300	6.625%, 11/1/31	NR/NR	4,292,088
2,550	6.75%, 6/1/28	NR/NR	2,638,179
	Tobacco Securitization Auth. Rev., Ser. A, (Pre-refunded @ \$100, 6/1/11) (a)		
1,500	5.25%, 6/1/31	Aaa/AAA	1,608,120
9,300	5.375%, 6/1/41	Aaa/AAA	10,023,726

14 PIMCO Municipal Income Funds Annual Report | 4.30.06

PIMCO California Municipal Income Fund  
Schedule of Investments  
April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
\$1,650	Town of Apple Valley, CP, 5.375%, 6/1/21 (CA Mtg. Ins.)	NR/A	\$ 1,731,329
	Tustin Unified School Dist., Special Tax,		
2,345	5.50%, 9/1/22	NR/NR	2,337,308
2,520	5.60%, 9/1/29	NR/NR	2,538,598
2,000	5.625%, 9/1/32	NR/NR	2,012,340
	University Rev.,		
10,000	5.00%, 5/15/36, Ser. A (AMBAC)	Aaa/AAA	10,219,800
7,000	5.125%, 9/1/31, Ser. O (FGIC)	Aaa/AAA	7,272,370
3,750	West Kern Cnty. Water Dist., CP, 5.625%, 6/1/31, (Pre-refunded @ \$101, 6/1/10) (a)	Baa2/NR	4,053,075
	Total California Municipal Bonds & Notes (cost-\$337,181,089)		358,265,902
			OTHER MUNICIPAL BONDS & NOTES-8.8%
	<b>Alabama-0.6%</b>		
2,900	Daphne Special Care Facs. Financing Auth. Rev., zero coupon, 8/15/28 (Pre-refunded @ \$100, 8/15/08) (a)	Aaa/AAA	2,608,724
	<b>Illinois-1.4%</b>		

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5,260	Educational Facs. Auth. Rev., Univ. of Chicago, 5.00%, 7/1/33	Aa1/AA	5,393,288
240	5.00%, 7/1/33, (Pre-refunded @ \$100, 7/1/13) (a)	Aa1/AA	255,727 5,649,015
<b>Iowa-2.0%</b>			
8,700	Tobacco Settlement Auth. Rev., zero coupon, 6/1/34, Ser. B	Baa3/BBB	8,101,788
<b>Louisiana-0.5%</b>			
1,750	Tobacco Settlement Financing Corp. Rev., 5.875%, 5/15/39, Ser. 2001B	Baa3/BBB	1,835,365
<b>New Jersey-1.6%</b>			
1,685	Tobacco Settlement Financing Corp. Rev., 6.00%, 6/1/37	Baa3/BBB	1,762,426
2,210	6.125%, 6/1/42	Baa3/BBB	2,322,290
2,315	6.375%, 6/1/32	Baa3/BBB	2,518,488 6,603,204
<b>New York-0.6%</b>			
2,000	State Dormitory Auth. Rev., 6.25%, 8/15/15 (FHA)	Aa2/AAA	2,261,920
<b>Puerto Rico-1.6%</b>			
1,250	Electric Power Auth., Power Rev., 5.125%, 7/1/29, Ser. NN	A3/BBB+	1,286,500
5,000	5.25%, 7/1/29, Ser. HH (FSA)	Aaa/AAA	5,299,250 6,585,750
<b>Rhode Island-0.4%</b>			
1,500	Tobacco Settlement Financing Corp. Rev., 6.125%, 6/1/32, Ser. A	Baa3/BBB	1,571,445

4.30.06 | PIMCO Municipal Income Funds Annual Report 15

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PIMCO California Municipal Income Fund  
Schedule of Investments  
April 30, 2006 (continued)

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Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
<b>South Carolina-0.1%</b>			
\$ 340	Tobacco Settlement Rev. Management Auth., 6.375%, 5/15/30, Ser. B	Baa3/BBB	\$379,886
	Total Other Municipal Bonds & Notes (cost-\$33,106,099)		35,597,097
CALIFORNIA VARIABLE RATE NOTES (b)(c)(d)-2.2%			
4,001	Los Angeles Wastewater System Rev., 8.88%, 6/1/28, Ser. 318 (FGIC)	Aaa/NR	4,762,390

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1,000	Los Angeles Water & Power Rev., 7.66%, 7/1/30, Ser. 1243 (FSA)	Aaa/AAA	1,047,800
1,000	Sacramento Cnty. Sanitation Dist. Rev., 8.652%, 8/1/13, Ser. 1034 (MBIA)	Aa/AAA	1,175,550
2,000	University Rev., 7.64%, 5/15/35, Ser. 1119 (FSA)	NR/AAA	2,019,700
	Total California Variable Rate Notes (cost-\$8,148,232)		9,005,440
		U.S. TREASURY BILLS (f)-0.4%	
1,650	4.46%-4.58%, 6/1/06-6/15/06 (cost-\$1,640,827)		1,640,827
	<b>Total Investments before options written</b> (cost-\$380,076,247)- <b>100.0%</b>		404,509,266
		OPTIONS WRITTEN (g)-(0.0)%	

Contracts

**Call Options-(0.0)%**

	U.S. Treasury Notes 10 yr. Futures, Chicago Board of Trade,		
190	strike price \$110, expires 5/26/06		(2,969)

**Put Options-(0.0)%**

	U.S. Treasury Notes 10 yr. Futures, Chicago Board of Trade,		
175	strike price \$105, expires 5/26/06		(43,750)
190	strike price \$106, expires 5/26/06		(133,593)
			(177,343)

Total Options Written (premiums received-\$139,915) (180,312)

**Total Investments net of options written** (cost-\$379,936,332)-**100.0%** **\$404,328,954**

16 PIMCO Municipal Income Funds Annual Report | 4.30.06 | See accompanying Notes to Financial Statements

PIMCO New York Municipal Income Fund  
Schedule of Investments  
April 30, 2006

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	NEW YORK MUNICIPAL BONDS & NOTES-79.1%		
\$3,265	Albany Industrial Dev. Agcy. Civic Fac. Rev., 5.30%, 4/1/29, Ser. A	Baa3/NR	\$ 3,352,371
1,600	Erie Cnty. Industrial Dev. Agcy., Orchard Park Rev., 6.00%, 11/15/36	NR/NR	1,655,648
1,000	Long Island Power Auth. Electric System Rev., 5.375%, 5/1/33, Ser. L	A3/A-	1,041,470
	Metropolitan Transportation Auth. NY Service Contract Rev., Ser. A,		
6,040	5.00%, 7/1/25 (FGIC)	Aaa/AAA	6,256,474
8,150	5.00%, 7/1/30 (AMBAC)	Aaa/AAA	8,375,511

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1,375	5.125%, 1/1/29	A1/AA-	1,427,456
1,500	Monroe Tobacco Asset Securitization Corp., Tobacco Settlement Rev., 6.375%, 6/1/35, (Pre-refunded @ \$101, 6/1/10) (a)	Aaa/AAA	1,666,455
4,945	New York City, GO, Ser. J, 5.125%, 5/15/29 (MBIA)	AAA/AAA	5,127,520
55	5.125%, 5/15/29, (Pre-refunded @ \$101, 5/15/09) (MBIA)(a)	AAA/AAA	57,802
300	5.25%, 6/1/28 New York City Municipal Water Finance Auth., Water & Sewer System Rev.,	A1/A+	314,238
7,605	4.75%, 6/15/31, Ser. A (FGIC)	Aaa/AAA	7,632,986
7,000	5.125%, 6/15/21, Ser. A (AMBAC-TCRS)	Aaa/AAA	7,171,150
5,000	5.125%, 6/15/33, Ser. C	Aa2/AA+	5,181,450
5,000	5.25%, 6/15/25, Ser. D	Aa2/AA+	5,296,250
2,250	New York City Transitional Finance Auth. Rev., 4.75%, 11/15/23, Ser. B	Aa1/AAA	2,279,610
130	New York Cntys. Tobacco Trust II Rev., 5.75%, 6/1/43	Ba1/BBB	132,729
1,000	Niagara Falls Public Water Auth., Water & Sewer System Rev., 5.00%, 7/15/34, Ser. A (MBIA)	Aaa/AAA	1,030,390
	Port Auth. of New York & New Jersey Rev., Ser. 132,		
3,000	5.00%, 9/1/29	A1/AA-	3,094,590
5,000	5.00%, 9/1/38	A1/AA-	5,134,700
4,515	Sachem Central School Dist. of Holbrook, GO, 5.00%, 10/15/30, Ser. B (MBIA)	Aaa/AAA	4,670,903
6,550	State Dormitory Auth. Lease Rev., 4.75%, 1/15/29, Ser. 1 (FSA)	Aaa/AAA	6,593,426
	State Dormitory Auth. Rev., Augustana Lutheran Home for the Aged, Inc. (MBIA-FHA),		
100	5.40%, 2/1/31	Aaa/AAA	105,476
1,435	5.50%, 2/1/41	Aaa/AAA	1,516,723
3,850	Lenox Hill Hospital, Obligation Group, 5.50%, 7/1/30	Ba2/NR	3,718,484
	Mental Health Services Facs. Improvement, Ser. D (MBIA),		
7,985	4.75%, 2/15/25	Aaa/AAA	8,035,944
15	4.75%, 2/15/25, (Pre-refunded @ \$100, 8/15/08) (a)	Aaa/AAA	15,496
1,825	Mount Sinai Health, 6.50%, 7/1/25, Ser. A	Ba1/BB	1,950,341
7,000	NY & Presbyterian Hospital Rev., 4.75%, 8/1/27 (AMBAC-FHA)	Aaa/AAA	7,061,600
445	NY Univ., 5.50%, 7/1/21, Ser. 2 (AMBAC)	Aaa/AAA	474,966
4,000	Sloan-Kettering Center Mem., 5.00%, 7/1/34, Ser. 1	Aa2/AA	4,067,120
1,275	Winthrop Univ. Hospital Assoc., 5.25%, 7/1/31, Ser. A (AMBAC)	Aaa/AAA	1,339,872

PIMCO New York Municipal Income Fund  
Schedule of Investments  
April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	State Dormitory Auth. State Univ., GO (FSA-CR)(a)		
\$1,270	4.75%, 5/15/28, (Pre-refunded @ \$101, 5/15/08)	Aaa/AAA	\$ 1,308,926
1,045	4.75%, 5/15/28, Ser. B, (Pre-refunded @ \$101, 5/15/08)	Aaa/AAA	1,077,029
5,000	State Thruway Auth. General Rev., 4.75%, 1/1/19, Ser. E	Aa3/AA-	5,083,650
3,975	State Urban Dev. Corp. Rev. Correctional Fac. Service, 4.75%, 1/1/28, Ser. B, (Pre-refunded @ \$101, 1/1/09) (AMBAC)(a)	Aaa/AAA	4,120,843
2,000	Triborough Bridge & Tunnel Auth. Rev., Ser. A, 5.00%, 1/1/27	Aa2/AA-	2,055,400
755	5.00%, 1/1/32	Aa2/AA-	772,501
4,245	5.00%, 1/1/32, (Pre-refunded @ \$100, 1/1/12) (a)	Aa2/AA-	4,506,492
2,945	Warren & Washington Cntys. Industrial Dev. Agcy. Rev., Glens Falls Hospital Project Rev., 5.00%, 12/1/27, Ser. C (FSA)	Aaa/AAA	3,059,649
	Total New York Municipal Bonds & Notes (cost-\$121,675,362)		127,763,641
			OTHER MUNICIPAL BONDS & NOTES-9.4%
	Alabama-0.7%		
1,200	Daphne Special Care Facs. Financing Auth. Rev., zero coupon, 8/15/28, (Pre-refunded @ \$100, 8/15/08) (a)	Aaa/AAA	1,079,472
	California-1.0%		
2,000	California Cnty., Tobacco Settlement Rev., zero coupon, 6/1/28	Baa3/NR	1,573,840
	Illinois-2.5%		
3,825	Educational Facs. Auth. Rev., 5.00%, 7/1/33	Aa1/AA	3,921,925
175	5.00%, 7/1/33, (Pre-refunded @ \$100, 7/1/13) (a)	Aa1/AA	186,468
			4,108,393
	Louisiana-0.5%		
750	Tobacco Settlement Financing Corp. Rev., 5.875%, 5/15/39, Ser. 2001-B	Baa3/BBB	786,585
	Nevada-3.4%		
5,500	Truckee Meadows Water Auth. Rev., 4.75%,	Aaa/AAA	5,499,670



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	7/1/31, Ser. A (MBIA)		
	Puerto Rico-1.3%		
1,500	Commonwealth Highway & Transportation Auth. Rev., 5.25%,		
	7/1/38, Ser. D, (Pre-refunded @ \$100, 7/1/12) (a)	Baa2/AAA	1,620,105
500	Electric Power Auth., Power Rev., 5.125%, 7/1/29, Ser. NN	A3/BBB+	514,600
			2,134,705
	Total Other Municipal Bonds & Notes (cost-\$14,724,144)		15,182,665
			NEW YORK VARIABLE RATE NOTES (b)(c)(d)-10.5%
2,078	Liberty Dev. Corp. Rev., 12.153%, 10/1/35, Ser. 1251	Aa3/NR	3,192,099
2,173	New York City Transitional Finance Auth. Rev., 7.42%, 11/1/23, Ser. 362	Aa1/NR	2,337,914

18 PIMCO Municipal Income Funds Annual Report | 4.30.06

PIMCO New York Municipal Income Fund  
 Schedule of Investments  
 April 30, 2006 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
	New York Cntys. Tobacco Trust II Rev.,		
\$4,240	6.976%, 6/1/35	NR/NR	\$4,419,055
6,780	7.214%, 6/1/43	NR/NR	7,052,827
	Total New York Variable Rate Notes (cost-\$16,915,269)		17,001,895
			OTHER VARIABLE RATE NOTES-0.9%
	Puerto Rico-0.9%		
1,300	Public Finance Corp. Rev., 5.75%, 8/1/27, Ser. A (cost-\$1,382,840)	Baa3/BBB-	1,394,952
		U.S. TREASURY BILLS (f)-0.1%	
250	4.49%-4.55%, 6/15/06 (cost-\$248,590)		248,590
	<b>Total Investments</b> (cost-\$154,946,205)-100.0%		<b>\$161,591,743</b>

Notes to Schedule of Investments:

\*Unaudited

(a) Pre-refunded bonds are collateralized by U.S. Government or other eligible securities which are held in escrow and used to pay principal and interest and retire the bonds at the earliest refunding date (payment date) and/or whose interest rates vary with changes in a designated base rate (such as the prime interest rate).

(b)

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144A Security – Security exempt from registration, under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.

- (c)Residual Interest Municipal Bonds (“RIBS”)/Residual Interest Tax Exempt Bonds (“RITES”) – The interest rate shown bears an inverse relationship to the interest rate on another security or the value of an index.
- (d)Variable Rate Notes – Instruments whose interest rates change on specified date (such as a coupon date or interest payment date) and/or whose interest rates vary with changes in a designated base rate (such as the prime interest rate). The interest rate disclosed reflects the rate in effect on April 30, 2006.
- (e)Maturity date shown is date of next put.
- (f)All or partial amount segregated as collateral for futures contracts and/or options written.
- (g)Non-income producing.
- (h)Security in default.

Glossary:

ACA – insured by American Capital Access Holding Ltd.  
 AMBAC – insured by American Municipal Bond Assurance Corp.  
 CA Mtg. Ins. – insured by California Mortgage Insurance  
 CA ST Mtg. – insured by California State Mortgage  
 CP – Certificates of Participation  
 CR – Custodian Receipt  
 FGIC – insured by Financial Guaranty Insurance Co.  
 FHA – insured by Federal Housing Administration  
 FSA – insured by Financial Security Assurance, Inc.  
 GO – General Obligation Bond  
 IBC – Insurance Bond Certificate  
 MBIA – insured by Municipal Bond Investors Assurance  
 NR – Not Rated  
 PSF-GTD – Permanent School Fund Guaranteed  
 Radian – insured by Radian Guaranty, Inc.  
 TCRS – Temporary Custodian Receipts  
 XLCA – insured by XL Capital Assurance  
 See accompanying Notes to Financial Statements | 4.30.06 | PIMCO Municipal Income Funds Annual Report 19

PIMCO Municipal Income Funds  
 Statements of Assets and Liabilities  
 April 30, 2006

	Municipal	California Municipal	New York Municipal
<b>Assets:</b>			
Investments, at value (cost—\$517,169,140, \$380,076,247 and \$154,946,205, respectively)	\$546,291,677	\$404,509,266	\$161,591,743
Cash	2,376,181	720,223	—

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Interest receivable	10,030,533	5,745,069	2,662,269
Receivable for investments sold	285,000	—	—
Receivable for variation margin on futures contracts	63,800	57,797	8,700
Prepaid expenses	25,489	23,184	20,749
Total Assets	559,072,680	411,055,539	164,283,461
<b>Liabilities:</b>			
Dividends payable to common and preferred shareholders	2,088,467	1,460,809	552,709
Options written, at value (premiums received—\$544,557, \$139,915, and \$0)	688,375	180,312	—
Accrued expenses	206,985	135,410	41,957
Investment management fees payable	205,789	151,584	60,506
Payable to custodian	—	—	256,711
Payable for variation margin on futures contracts	6,250	—	4,375
Total Liabilities	3,195,866	1,928,115	916,258
<b>Preferred shares (\$25,000 net asset and liquidation value per share applicable to an aggregate of 8,000, 6,000 and 2,520 shares issued and outstanding, respectively)</b>	200,000,000	150,000,000	63,000,000
<b>Net Assets Applicable to Common Shareholders</b>	\$355,876,814	\$259,127,424	\$100,367,203
<b>Composition of Net Assets Applicable to Common Shareholders:</b>			
Common Stock (no par value):			
Paid-in-capital	\$347,577,024	\$254,071,197	\$105,568,018
Undistributed (dividends in excess of) net investment income	6,967,363	3,392,769	(85,794)
Accumulated net realized loss	(27,309,517)	(22,145,273)	(11,870,772)
Net unrealized appreciation of investments, futures contracts and options written	28,641,944	23,808,731	6,755,751
<b>Net Assets Applicable to Common Shareholders</b>	\$355,876,814	\$259,127,424	\$100,367,203
Common Shares Outstanding	24,473,102	17,900,557	7,452,004
<b>Net Asset Value Per Common Share</b>	\$14.54	\$14.48	\$13.47

20 PIMCO Municipal Income Funds Annual Report | 4.30.06 | See accompanying Notes to Financial Statements

PIMCO Municipal Income Funds  
Statements of Operations  
For the year ended April 30, 2006

	Municipal	California Municipal	New York Municipal
<b>Investment Income:</b>			

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Interest	\$30,336,028	\$21,443,921	\$8,309,782
<b>Expenses:</b>			
Investment management fees	3,655,808	2,680,032	1,074,078
Auction agent fees and commissions	522,953	391,426	167,298
Custodian and accounting agent fees	193,313	127,190	63,134
Reports to shareholders	120,210	63,505	33,925
Audit and tax services	74,485	55,961	28,675
Transfer agent fees	35,784	35,086	33,850
Trustees' fees and expenses	31,340	22,061	6,475
New York Stock Exchange listing fees	20,895	20,610	20,680
Insurance expense	14,525	11,020	5,736
Legal fees	9,760	8,536	3,150
Investor relations	5,358	4,767	1,468
Miscellaneous	9,825	9,855	8,509
Total expenses	4,694,256	3,430,049	1,446,978
Less: investment management fees waived	(1,124,863)	(824,627)	(330,485)
custody credits earned on cash balances	(72,801)	(27,774)	(12,734)
Net expenses	3,496,592	2,577,648	1,103,759
<b>Net Investment Income</b>	<b>26,839,436</b>	<b>18,866,273</b>	<b>7,206,023</b>
<b>Realized and Change in Unrealized Gain (Loss):</b>			
Net realized gain (loss) on:			
Investments	1,610,105	828,861	456,098
Futures contracts	(4,032,780)	(2,494,601)	(1,149,247)
Options written	2,020,474	1,282,283	515,254
Net change in unrealized appreciation/depreciation of:			
Investments	(7,139,724)	(1,877,388)	(2,386,926)
Futures contracts	1,208,225	561,297	655,838
Options written	1,221,374	775,184	185,961
Net realized and change in unrealized loss on investments, futures contracts and options written	(5,112,326)	(924,364)	(1,723,022)
<b>Net Increase in Net Assets Resulting from Investment Operations</b>	<b>21,727,110</b>	<b>17,941,909</b>	<b>5,483,001</b>
<b>Dividends on Preferred Shares from Net Investment Income</b>	<b>(5,231,157)</b>	<b>(3,616,030)</b>	<b>(1,622,910)</b>
<b>Net Increase in Net Assets Applicable to Common Shareholders Resulting from Investment Operations</b>	<b>\$16,495,953</b>	<b>\$14,325,879</b>	<b>\$3,860,091</b>

See accompanying Notes to Financial Statements | 4.30.06 | PIMCO Municipal Income Funds Annual Report 21

	Municipal	
	Year ended April 30, 2006	Year ended April 30, 2005
<b>Investment Operations:</b>		
Net investment income	\$26,839,436	\$27,652,489
Net realized loss on investments, futures contracts and options written	(402,201)	(8,369,653)
Net change in unrealized appreciation/depreciation of investments, futures contracts and options written	(4,710,125)	24,934,751
Net increase in net assets resulting from investment operations	21,727,110	44,217,587
<b>Dividends on Preferred Shares from Net investment income</b>	(5,231,157)	(2,856,330)
Net increase in net assets applicable to common shareholders resulting from investment operations	16,495,953	41,361,257
<b>Dividends on Common Shareholders from Net investment income</b>	(23,781,657)	(23,656,743)
<b>Capital Share Transactions:</b>		
Reinvestment of dividends	2,463,094	1,211,038
Total increase (decrease) in net assets applicable to common shareholders	(4,822,610)	18,915,552
<b>Net Assets Applicable to Common Shareholders:</b>		
Beginning of year	360,699,424	341,783,872
End of year (including undistributed (dividends in excess of) net investment income of \$6,967,363 and \$9,140,741; \$3,392,769 and \$4,640,975; \$(85,794) and \$898,985; respectively)	\$355,876,814	\$360,699,424
<b>Common Shares Issued in Reinvestment of Dividends:</b>	162,728	83,880

22 PIMCO Municipal Income Funds Annual Report | 4.30.06 | See accompanying Notes to Financial Statements

California Municipal		New York Municipal	
Year ended April 30, 2006	Year ended April 30, 2005	Year ended April 30, 2006	Year ended April 30, 2005
\$18,866,273	\$19,052,509	\$7,206,023	\$7,428,747
(383,457)	(4,591,905)	(177,895)	(3,609,336)
(540,907)	16,036,473	(1,545,127)	6,558,341
17,941,909	30,497,077	5,483,001	10,377,752
(3,616,030)	(1,919,248)	(1,622,910)	(892,314)
14,325,879	28,577,829	3,860,091	9,485,438
(16,498,449)	(16,457,576)	(6,567,905)	(6,632,392)

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1,322,388	—	963,117	337,047
(850,182)	12,120,253	(1,744,697)	3,190,093
259,977,606	247,857,353	102,111,900	98,921,807
\$259,127,424	\$259,977,606	\$100,367,203	\$102,111,900
89,328	—	67,984	24,712

See accompanying Notes to Financial Statements | 4.30.06 | PIMCO Municipal Income Funds Annual Report 23

PIMCO Municipal Income Funds  
Notes to Financial Statements  
April 30, 2006

1. Organization and Significant Accounting Policies

PIMCO Municipal Income Fund (“Municipal”), PIMCO California Municipal Income Fund (“California Municipal”) and PIMCO New York Municipal Income Fund (“New York Municipal”), collectively referred to as the “Funds”, were organized as Massachusetts business trusts on May 10, 2001. Prior to commencing operations on June 29, 2001, the Funds had no operations other than matters relating to their organization and registration as non-diversified, closed-end management investment companies registered under the Investment Company Act of 1940 and the rules and regulations thereunder, as amended. Allianz Global Investors Fund Management LLC (the “Investment Manager”), serves as the investment manager and is an indirect, wholly-owned subsidiary of Allianz Global Investors of America L.P. (“Allianz Global”). Allianz Global is an indirect majority-owned subsidiary of Allianz AG. The Funds have an unlimited amount of no par value common stock authorized.

Municipal invests substantially all of its assets in a portfolio of municipal bonds, the interest from which is exempt from federal income taxes. California Municipal invests substantially all of its assets in municipal bonds which pay interest that is exempt from federal and California state income taxes. New York Municipal invests substantially all of its assets in municipal bonds which pay interest that is exempt from federal, New York state and New York City income taxes. The Funds will seek to avoid bonds generating interest income which could potentially subject individuals to alternative minimum tax. The issuers' abilities to meet their obligations may be affected by economic and political developments in a specific state or region.

The preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

In the normal course of business the Funds enter into contracts that contain a variety of representations which provide general indemnifications. The Funds' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds based upon events that have not been asserted. However, the Funds expect the risk of any loss to be remote.

The following is a summary of significant accounting policies consistently followed by the Funds:

(a) Valuation of Investments

Portfolio securities and other financial instruments for which market quotations are readily available are stated at market value. Portfolio securities and other financial instruments for which market quotations are not readily available

or if a development/event occurs that may significantly impact the value of a security may be fair-valued, in good faith, pursuant to guidelines established by the Board of Trustees. The Funds' investments are valued daily using prices supplied by an independent pricing service or dealer quotations, using the last sale price on the exchange that is the primary market for such securities, or the quoted mean price for those securities for which the over-the-counter market is the primary market or for listed securities in which there were no sales. The independent pricing service uses information provided by market makers or estimates of market values obtained from yield data relating to investments or securities with similar characteristics. Exchange traded options and futures are valued at the settlement price determined by the relevant exchange. Short-term securities maturing in 60 days or less are valued at amortized cost, if their original term to maturity was 60 days or less, or by amortizing their value on the 61<sup>st</sup> day prior to maturity, if the original term to maturity exceeded 60 days. The prices used by the Funds to value securities may differ from the value that would be realized if the securities were sold and the differences could be material to the financial statements. The Funds' net asset values are determined daily as of the close of regular trading (normally, 4:00 p.m. Eastern time) on the New York Stock Exchange ("NYSE") on each day the NYSE is open for business.

(b) Investment Transactions and Investment Income

Investment transactions are accounted for on the trade date. Realized gains and losses on investments are determined on the identified cost basis. Interest income is recorded on an accrual basis. Original issue discounts or premiums on debt securities purchased are accreted or amortized daily to non-taxable interest income. Market discount, if any, is accreted daily to taxable income.

(c) Federal Income Taxes

The Funds intend to distribute all of their taxable income and to comply with the other requirements of the U.S. Internal Revenue Code of 1986, as amended, applicable to regulated investment companies. Accordingly, no provision for U.S. federal income taxes is required.

24 PIMCO Municipal Income Funds Annual Report | 4.30.06

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PIMCO Municipal Income Funds  
Notes to Financial Statements  
April 30, 2006

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1. Organization and Significant Accounting Policies (continued)

(d) Dividends and Distributions — Common Stock

The Funds declare dividends from net investment income monthly to common shareholders. Distributions of net realized capital gains, if any, are paid at least annually. Each Fund records dividends and distributions to its shareholders on the ex-dividend date. The amount of dividends and distributions from net investment income and net realized capital gains are determined in accordance with federal income tax regulations, which may differ from generally accepted accounting principles. These "book-tax" differences are considered either temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the capital accounts based on their federal income tax treatment; temporary differences do not require reclassification. For the year ended April 30, 2006, New York Municipal had a permanent difference attributable to non-deductible excise taxes. This adjustment was a decrease to dividends in excess of net investment income and a decrease to paid in capital of \$13. Municipal and California Municipal had no permanent differences for the year ended April 30, 2006.

To the extent dividends and/or distributions exceed current and accumulated earnings and profits for federal income tax purposes, they are reported as dividends and/or distributions of paid-in capital.

(e) Futures Contracts

A futures contract is an agreement between two parties to buy and sell a financial instrument at a set price on a future date. Upon entering into such a contract, the Funds are required to pledge to the broker an amount of cash or securities, equal to the minimum “initial margin” requirements of the exchange. Pursuant to the contracts, the Funds agree to receive from or pay to the broker an amount of cash or securities equal to the daily fluctuation in the value of the contracts. Such receipts or payments are known as “variation margin” and are recorded by the Funds as unrealized appreciation or depreciation. When the contracts are closed, the Funds record a realized gain or loss equal to the difference between the value of the contracts at the time they were opened and the value at the time they were closed. Any unrealized appreciation or depreciation recorded is simultaneously reversed. The use of futures transactions involves the risk of an imperfect correlation in the movements in the price of futures contracts, interest rates and the underlying hedged assets, and the possible inability of counterparties to meet the terms of their contracts.

(f) Option Transactions

The Funds may purchase and write (sell) put and call options on securities for hedging purposes, risk management purposes or as part of its investment strategy. The risk associated with purchasing an option is that the Funds pay a premium whether or not the option is exercised. Additionally, the Funds bear the risk of loss of premium and change in market value should the counterparty not perform under the contract. Put and call options purchased are accounted for in the same manner as portfolio securities. The cost of securities acquired through the exercise of call options is increased by the premiums paid. The proceeds from securities sold through the exercise of put options is decreased by the premiums paid.

When an option is written, the premium received is recorded as an asset with an equal liability which is subsequently adjusted to the current market value of the option written. These liabilities are reflected as options written in the Statement of Assets and Liabilities. Premiums received from writing options which expire unexercised are recorded on the expiration date as a realized gain. The difference between the premium received and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium is less than the amount paid for the closing purchased transactions, as a realized loss. If a call option written by the Funds is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether there has been a realized gain or loss. If a put option written by the Funds is exercised, the premium reduces the cost basis of the security. In writing an option, the Funds bear the market risk of an unfavorable change in the price of the security underlying the written option. Exercise of a written option could result in the Funds purchasing a security at a price different from the current market value.

(g) Residual Interest Municipal Bonds (“RIBS”)/Residual Interest Tax Exempt Bonds (“RITES”)

The Funds invest in RIBS and RITES whose interest rates bear an inverse relationship to the interest rate on another security or the value of an index. RIBS and RITES are created by dividing the income stream provided by the underlying bonds to create two securities, one short-term and one long-term. The interest rate on the short-term component is reset by an index or auction process normally every seven to 35 days. After income is paid on the short-term securities at current rates, the residual income from the underlying bond(s) goes to the long-term securities. Therefore, rising short-term interest rates result in lower income for the longer-term portion, and visa versa. The longer-term bonds may be more volatile and less liquid than other municipal bonds of comparable maturity. Investments in RIBS and RITES typically will involve greater risk than an investment in a fixed-rate bond. The Funds may also invest in RIBS and RITES for the purpose of increasing their leverage.



PIMCO Municipal Income Funds  
Notes to Financial Statements  
April 30, 2006

(h) Custody Credits Earned on Cash Balances

The Funds benefit from an expense offset arrangement with their custodian bank whereby uninvested cash balances earn credits which reduce monthly custodian and accounting agent expenses. Had these cash balances been invested in income producing securities, they would have generated income for the Funds.

2. Investment Manager/Sub-Adviser

Each Fund has entered into an Investment Management Agreement (the "Agreements") with the Investment Manager. Subject to the supervision by each Fund's Board of Trustees, the Investment Manager is responsible for managing, either directly or through others selected by it, the Fund's investment activities, business affairs and other administrative matters. Pursuant to the Agreements, the Investment Manager receives an annual fee, payable monthly, at the annual rate of 0.65% of each Fund's average daily net assets, inclusive of net assets attributable to any preferred shares that may be outstanding. In order to reduce each Fund's expenses, the Investment Manager has contractually agreed to waive a portion of its investment management fee for each Fund at the annual rate of 0.20% of each Fund's average daily net assets, including net assets attributable to any preferred shares that may be outstanding, from the commencement of operations through June 30, 2006, and for a declining amount thereafter through June 30, 2009.

The Investment Manager has retained its affiliate, Pacific Investment Management Company LLC (the "Sub-Adviser") to manage each Fund's investments. Subject to the supervision of the Investment Manager, the Sub-Adviser makes all investment decisions for the Funds. The Investment Manager, not the Funds, pays a portion of the fees it receives to the Sub-Adviser in return for its services, at the maximum annual rate of 0.37% of each Funds average daily net assets, inclusive of net assets attributable to any preferred shares that may be outstanding. The Sub-Adviser has contractually agreed to waive a portion of the fees it is entitled to receive from the Investment Manager, such that the Sub-Adviser will receive 0.25% of each Fund's average daily net assets, including net assets attributable to any preferred shares that may be outstanding, from the commencement of the Funds' operations through June 30, 2006, and will receive an increasing amount not to exceed 0.37% of each Fund's average daily net assets, including net assets attributable to any preferred shares that may be outstanding thereafter through June 30, 2009.

3. Investments in Securities

For the year ended April 30, 2006, purchases and sales of investments, other than short-term securities, were:

	Municipal	California Municipal	New York Municipal
Purchases	\$71,283,082	\$35,923,439	\$43,166,155
Sales	82,230,056	33,115,103	38,725,354

(a) Futures contracts outstanding at April 30, 2006:

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Fund	Type	Notional Amount (000)	Expiration Date	Unrealized Appreciation (Depreciation)
Municipal	Long: Euro 90 day Futures	\$440	6/18/07	\$(87,625)
	Euro 90 day Futures	440	9/17/07	(90,000)
	Euro 90 day Futures	440	12/17/07	(96,600)
	Euro 90 day Futures	440	3/17/08	(98,800)
	Short: U.S. Treasury Bond Futures	(40)	6/21/06	36,250
				\$(336,775)
California Municipal	Long: Euro 90 day Futures	\$213	6/18/07	\$(61,075)
	Euro 90 day Futures	213	9/17/07	(63,038)
	Euro 90 day Futures	213	12/17/07	(66,225)
	Euro 90 day Futures	213	3/17/08	(67,287)
	U.S. Treasury Notes 10 yr. Futures	157	6/21/06	(326,266)
				\$(583,891)
New York Municipal	Long: Euro 90 day Futures	\$60	6/18/07	\$(11,400)
	Euro 90 day Futures	60	9/17/07	(11,700)
	Euro 90 day Futures	60	12/17/07	(12,600)
	Euro 90 day Futures	60	3/17/08	(12,900)
	Short: U.S. Treasury Bond Futures	(28)	6/21/06	158,813
				\$110,213

26 PIMCO Municipal Income Funds Annual Report | 4.30.06

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PIMCO Municipal Income Funds  
Notes to Financial Statements  
April 30, 2006

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3. Investments in Securities (continued)

(b) Transactions in options written for the year ended April 30, 2006:

Municipal	Contracts	Premiums
Options outstanding, April 30, 2005		