



## **FINANCIAL COMMISSION MEETING 02/05/2024 AGENDA**

**6:00 PM - Monday, February 05, 2024**

***Community Center- Sequoia Room***

Please Note: The Financial Commission Meeting will meet in person. Members of the public can attend in person or view the meeting via Telephone/Video Conference.

Location: Community Center (The Sequoia Room )- 97 Hillview Ave, Los Altos, CA, 94022

<https://losaltosca.gov.zoom.us/j/88217417790?pwd=DXxOfWAa2bbjggIGerPnnOOerfwEBM.1>

**Telephone: 1-669-444-9171 / Webinar ID: 882 1741 7790 / Passcode: 071572**

**SUBMIT WRITTEN COMMENTS:** Prior to the meeting, comments on matters listed on the agenda may be emailed to [financialcommissionmeeting@losaltosca.gov](mailto:financialcommissionmeeting@losaltosca.gov). Emails sent to this email address are sent to/received immediately by the Commission.

Correspondence submitted in hard copy/paper must be received by 2:00 PM on the day of the meeting to ensure distribution prior to the meeting. Correspondence received prior to the meeting will be included in the public record. Please follow this link for more information on submitting written comments: <https://www.losaltosca.gov/cityclerk/page/public-comments>.

### **ESTABLISH QUORUM**

### **PLEDGE OF ALLEGIANCE**

### **PUBLIC COMMENTS ON ITEMS NOT ON THE AGENDA**

Members of the audience may bring to the Commission's attention any item that is not on the agenda. Please complete a "Request to Speak" form and submit it to the Staff Liaison. Speakers are generally given two or three minutes, at the discretion of the Chair. Please be advised that, by law, the Commission is unable to discuss or take action on issues presented during the Public Comment Period. According to State Law (also known as "the Brown Act") items must first be noticed on the agenda before any discussion or action.

### **CONSENT ITEMS**

- [1.](#) Draft Minutes 11-20-2023
- [2.](#) Quarterly Investment Portfolio Report – Quarter Ended December 31, 2023

### **ITEMS FOR CONSIDERATION/ACTION**

- [3.](#) Financial Commission Work Plan

4. Introduction of the Tyler Munis Project Manager and status update on the Tyler Munis implementation project.
- [5.](#) Adjustments to FY23/24 Budget Appropriations
- [6.](#) 2024 Update of City Investment Policy

**COMMISSIONERS' REPORTS AND COMMENTS**

**POTENTIAL FUTURE AGENDA ITEMS**

7. Pension Liability Report

**INFORMATION ONLY**

**ADJOURNMENT**

DRAFT

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**MINUTES OF THE MEETING OF THE FINANCIAL COMMISSION OF THE CITY  
OF LOS ALTOS, HELD ON, MONDAY, NOVEMBER 20, 2023, AT 6:00 P.M.  
97 HILLVIEW AVE COMMUNITY CENTER SEQUOIA ROOM AND  
VIDEO/TELECONFERENCE**

**ROLL CALL**

PRESENT: Chair Richmond, Vice Chair Kalbach, Commissioners Claras, Ottoes, Zhang, Dupuis

ABSENT: Commissioner Jain

**PLEDGE OF ALLEGIANCE****PUBLIC COMMENTS**

None

**ITEMS FOR CONSIDERATION/ACTION**

1. Approval of Minutes of the Meeting Held on October 16, 2023

Action: Upon a motion by Chair Richmond, the Commission approved the minutes as submitted, and corrected for minor orthographic errors, of the meeting of October 16, 2023, by the following vote: AYES: Vice-Chair Kalbach, Commissioners Claras, Ottoes, Zhang and Dupuis. NOES: None; ABSENT: Commissioners Jain.

2. Reporting on the results of RFPs for Investment Advisor and Annual Audit Services

Finance Director Du updated the Commission on the status of the RFP's, and the selection of Badawi and Associates for the annual audit services and Public Trust for the financial advisor services.

The Commission entered into discussion regarding the selected candidates that were awarded the contracts based on those RFP's.

Action: The Commission considered and discussed the aforementioned agenda item.

3. Discussion of FY23-24 Work Plan & Meeting Calendar, Review Draft

Finance Director Du clarified for the Commission each item on the Commission's Work Plan and outlined the specific meeting calendar dates during which these items will be addressed by the Commission. The Commission discussed the items of the Commission's Work Plan.

Action: The Commission considered and discussed the agenda item and upon a motion by Commissioner Claras, seconded by Commissioner Zhang, the Commission approved the

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agenda as revised by the following vote: AYES: Chair Richmond, Commissioners Claras, Ottoes, Zhang and Dupuis. NOES: None; ABSENT: Vice-Chair Kalbach and Commissioners Jain.

4. Quarterly Investment Portfolio Report – Quarter Ended September 30, 2023

Finance Director Du presented the Quarterly Investment Portfolio Report for the quarter ended September 30, 2023, to the Commission.

Action: Upon a motion by Chair Richmond, the Commission accepted the report as revised, and recommended it to the City Council, by the following vote: AYES: Commissioners Claras, Ottoes, Zhang and Dupuis. NOES: None; ABSENT: Vice-Chair Kalbach and Commissioners Jain.

## COMMISSION AND STAFF REPORTS AND COMMENTS ON POTENTIAL FUTURE AGENDA ITEMS

5. Pension Liability Report

Finance Director Du updated the Commission on the funding liability of the City.

Action: The Commission considered and discussed the aforementioned item.

## ITEM FOR INFORMATION ONLY

6. Invitation to Chair and Vice Chair to Discuss Cyber Security with Staff

The Commission entered into discussion regarding the importance of IT cybersecurity for the City and highlighted the necessity to discuss IT related matters in private sessions due to security reasons.

Action: The Commission considered and discussed the aforementioned item.

7. Financial Software (Tyler Munis) Implementation Update

Finance Director Du updated the Commission on the Tyler Munis implementation project, including the specific implementation phases and modules involved. The Commission entered into discussions regarding the potential risks, costs and sustainability issues such conversion could create.

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Action: The Commission considered and discussed the aforementioned item.

## ADJOURNMENT

Chair Richmond adjourned the meeting at 8:37 PM.

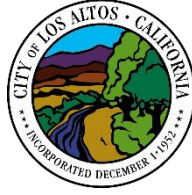
### SPECIAL NOTICES TO PUBLIC

In compliance with the Americans with Disabilities Act, the City of Los Altos will make reasonable arrangements to ensure accessibility to this meeting. If you need special assistance to participate in this meeting, please contact the City Clerk at least 48 hours prior to the meeting at (650) 947-2720.

Agendas, Staff Reports and some associated documents for Financial Commission items may be viewed on the Internet at <http://www.losaltosca.gov/meetings>.

If you wish to provide written materials, please provide the Commission Staff Liaison with **10 copies** of any document that you would like to submit to the Commissioners in order for it to become part of the public record.

For other questions regarding the meeting proceedings, please contact the City Clerk at (650) 947-2720.



## AGENDA REPORT SUMMARY

**Meeting Date:** February 13, 2024

**Subject** Quarterly Investment Portfolio Report – Quarter Ended December 31, 2023

**Prepared by:** Minh Nguyen, Senior Accountant

**Reviewed by:** June Du, Finance Director

**Approved by:** Gabriel Engeland, City Manager

**Attachment(s):**

1. Portfolio Mix Charts
2. Investment Policy Compliance Chart
3. LAIF Balance 12-31-23
4. LAIF Performance Over Time
5. CAMP Balance 12-31-23
6. PFM Investment Report Quarter Ended December 31, 2023

**Initiated by:**

Staff.

**Fiscal Impact:**

None

**Environmental Review:**

Not applicable

**Policy Question(s) for Council Consideration:**

- None

**Summary:**

- This report presents the status of the City's investment portfolio through December 31, 2023. The reporting model has been developed in coordination with PFM Asset Management LLC (PFM), the City's investment portfolio managers.

**Staff Recommendation:**

Receive the Investment Portfolio Report through December 31, 2023.

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City Manager

GE

**Reviewed By:**

City Attorney

JH

Finance Director

JD



**Subject:** Quarterly Investment Portfolio Report – Quarter Ended December 31, 2023

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### **Purpose**

These quarterly reports are presented to both the City Council and the Financial Commission to keep both bodies apprised as to the status of the City's investment holding and demonstrate compliance with the City's Investment Policy.

### **Background**

A review of the Investment Portfolio Report Quarter Ended December 31, 2023 was presented and discussed by the Financial Commission on February 5, 2024. The Financial Commission reviewed the Quarterly Investment Portfolio Report ending December 31, 2023, and had a brief discussion.

### **Discussion/Analysis**

The summary provided below presents the sum of all City investment holdings. The City's portfolio par value and market value, including LAIF and CAMP but excluding operating cash, as of December 31, 2023, was \$64,948,003 and \$64,292,594 respectively. The City's operating cash, as of December 31, 2023, was \$8,994,870.

As of December 31, 2023, 19.5% of the City's portfolio was placed in medium-term Corporate Notes, 15.1% in Asset-Backed Securities, 6.1% in Supra-National Agency Bond, 0.7% in Federal Agency Securities (Fannie Mae, Federal Home Loan Bank, Federal Home Loan Mortgage, and Federal Farm Credit), 3.4% in Certificate of Deposits, and 33.0% in US Treasuries, with the balance of 0.0% in LAIF and 22.1% in CAMP respectively. This portfolio mix is illustrated as part of Attachment 1 with LAIF balance and performance as Attachments 3 and 4 and CAMP balance as Attachment 5.

Full compliance with the City's Investment Policy is monitored closely and on a per-trade basis as illustrated in Attachment 2. In accordance with California Government Code 53646(b)(3), the City of Los Altos has the ability to meet its pool expenditure requirements for the next six months.

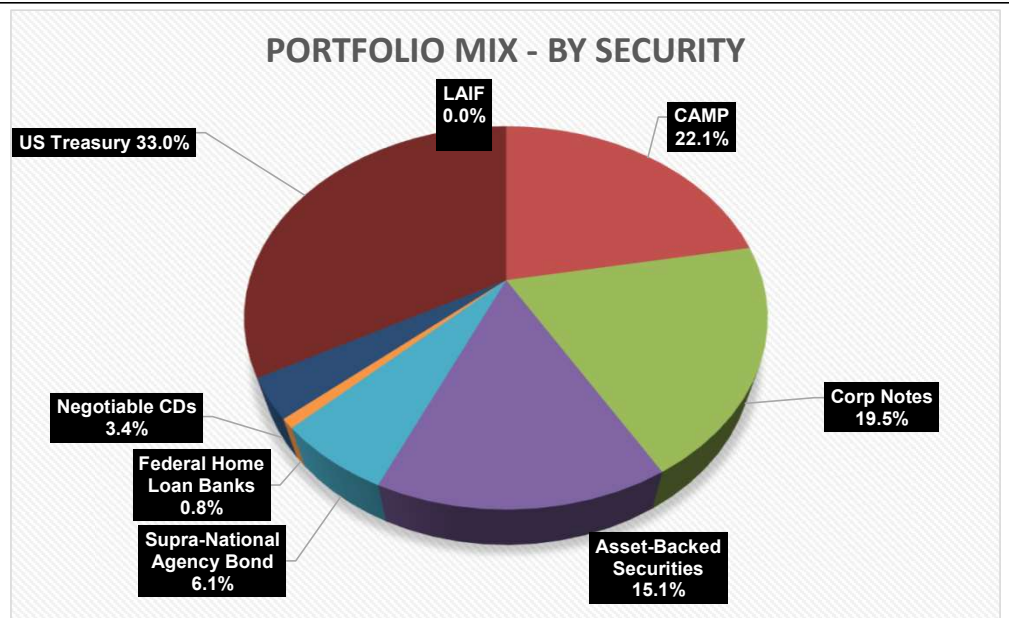
As part of these quarterly updates, a status report is prepared by PFM which is included as Attachment 6: Investment Performance Review for the Quarter Ended December 31, 2023. It is important to note that this report highlights the performance of City investments that fall outside its liquid holdings with LAIF and CAMP. This has been intentionally crafted to isolate the performance of the City's independently managed investments. The return of the portfolio over ten years is 1.32%, which is highlighted on page 15 of the PFM Investment Performance Review Report (Attachment 6).

### **Recommendation**

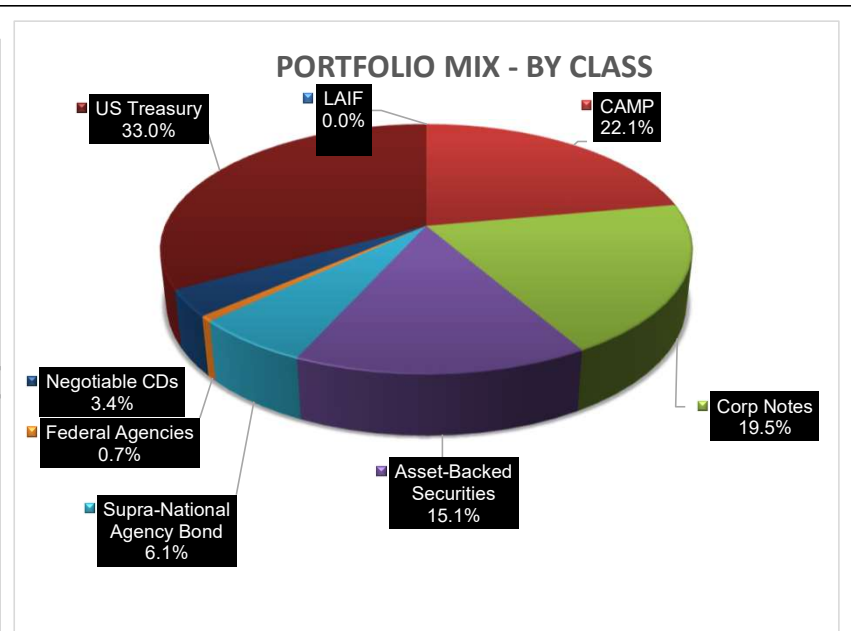
Receive the Investment Portfolio Report Quarter Ended December 31, 2023

**Attachment 1  
Portfolio Mix Charts  
December 2023**

Security Type	% of Total	Portfolio Mix	
		By Security	
LAIF	0.0%	3,273	
CAMP	22.1%	14,322,898	
Corp Notes	19.5%	12,671,000	
Asset-Backed Securities	15.1%	9,814,933	
Supra-National Agency Bond	6.1%	3,955,899	
Federal Home Loan Banks	0.8%	500,000	
Negotiable CDs	3.4%	2,225,000	
US Treasury	33.0%	21,455,000	
<b>* Totals</b>	<b>100%</b>	<b>64,948,003</b>	



Security Type	% of Total	Portfolio Mix Par Value	Market Value
LAIF	0.0%	3,273	3,273
CAMP	22.1%	14,322,898	14,322,898
Corp Notes	19.5%	12,671,000	12,492,900
Asset-Backed Securities	15.1%	9,814,933	9,727,341
Supra-National Agency Bond	6.1%	3,955,899	3,807,207
Federal Agencies	0.7%	500,000	483,759
Negotiable CDs	3.4%	2,225,000	2,227,304
US Treasury	33.0%	21,455,000	21,227,912
	<b>100%</b>	<b>64,948,003</b>	<b>64,292,594</b>
Corp Notes		12,671,000	12,492,900
Asset-Backed Securities		9,814,933	9,727,341
Supra-National Agency Bond		3,955,899	3,807,207
US Treasury/Agencies		21,955,000	21,711,670
Negotiable CDs		2,225,000	2,227,304
Accrued Interest		-	376,439
		<b>50,621,832.19</b>	<b>50,342,862</b>
Margin Over (Under) Par			<b>(278,970)</b>





**Attachment 2**  
**Investment Policy Compliance Chart**  
**December 2023**

Agenda Item 2.

City Investment	% Mix	Par Value	Earliest Term	City Policy Term Limitation	City Policy \$ Limitation	City Policy % Limitation	CAPACITY	% Compliance Yes/No	Term Compliance Yes/No
LAIF	0.0%	3,273	07/01/22	No Term	75,000,000	100%	74,996,727	Yes	N/A
CAMP	22.1%	14,322,898	n/a	Overnight		100%	50,625,106	Yes	N/A
Corp Notes	19.5%	12,671,000	05/24/24	5 Years		30%	6,813,401	Yes	Yes
Asset-Backed Securities	15.1%	9,814,933	10/15/24	5 Years		20%	3,174,668	Yes	Yes
Supra-National Agency Bond	6.1%	3,955,899	12/01/25	5 Years		20%	9,033,702	Yes	Yes
Federal Agencies	0.8%	500,000	11/08/24	5 Years		100%	64,448,003	Yes	Yes
Negotiable CDs	3.4%	2,225,000	08/16/24	5 Years		30%	17,259,401	Yes	Yes
US Treasury	33.0%	21,455,000	10/31/24	5 Years		100%	43,493,003	Yes	Yes
	100%	<b>64,948,003</b>							

# California State Treasurer *Fiona Ma, CPA*



Local Agency Investment Fund  
P.O. Box 942809  
Sacramento, CA 94209-0001  
(916) 653-3001

January 25, 2024

[LAIF Home](#)  
[PMIA Average Monthly Yields](#)

CITY OF LOS ALTOS

CITY TREASURER  
ONE NORTH SAN ANTONIO ROAD  
LOS ALTOS, CA 94022

[Tran Type Definitions](#)

**Account Number:** 98-43-481

December 2023 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
12/5/2023	12/4/2023	RW	1743501	1703908	YUJUN DU	-4,000,000.00

**Account Summary**

Total Deposit:	0.00	Beginning Balance:	4,003,273.39
Total Withdrawal:	-4,000,000.00	Ending Balance:	3,273.39

Attachment 4 - LAIF Performance Over Time



**POOLED MONEY INVESTMENT ACCOUNT**

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
1977	5.770	5.660	5.660	5.650	5.760	5.850	5.930	6.050	6.090	6.090	6.610	6.730
1978	6.920	7.050	7.140	7.270	7.386	7.569	7.652	7.821	7.871	8.110	8.286	8.769
1979	8.777	8.904	8.820	9.082	9.046	9.224	9.202	9.528	9.259	9.814	10.223	10.218
1980	10.980	11.251	11.490	11.480	12.017	11.798	10.206	9.870	9.945	10.056	10.426	10.961
1981	10.987	11.686	11.130	11.475	12.179	11.442	12.346	12.844	12.059	12.397	11.887	11.484
1982	11.683	12.044	11.835	11.773	12.270	11.994	12.235	11.909	11.151	11.111	10.704	10.401
1983	10.251	9.887	9.688	9.868	9.527	9.600	9.879	10.076	10.202	10.182	10.164	10.227
1984	10.312	10.280	10.382	10.594	10.843	11.119	11.355	11.557	11.597	11.681	11.474	11.024
1985	10.579	10.289	10.118	10.025	10.180	9.743	9.656	9.417	9.572	9.482	9.488	9.371
1986	9.252	9.090	8.958	8.621	8.369	8.225	8.141	7.844	7.512	7.586	7.432	7.439
1987	7.365	7.157	7.205	7.044	7.294	7.289	7.464	7.562	7.712	7.825	8.121	8.071
1988	8.078	8.050	7.945	7.940	7.815	7.929	8.089	8.245	8.341	8.397	8.467	8.563
1989	8.698	8.770	8.870	8.992	9.227	9.204	9.056	8.833	8.801	8.771	8.685	8.645
1990	8.571	8.538	8.506	8.497	8.531	8.538	8.517	8.382	8.333	8.321	8.269	8.279
1991	8.164	8.002	7.775	7.666	7.374	7.169	7.098	7.072	6.859	6.719	6.591	6.318
1992	6.122	5.863	5.680	5.692	5.379	5.323	5.235	4.958	4.760	4.730	4.659	4.647
1993	4.678	4.649	4.624	4.605	4.427	4.554	4.438	4.472	4.430	4.380	4.365	4.384
1994	4.359	4.176	4.248	4.333	4.434	4.623	4.823	4.989	5.106	5.243	5.380	5.528
1995	5.612	5.779	5.934	5.960	6.008	5.997	5.972	5.910	5.832	5.784	5.805	5.748
1996	5.698	5.643	5.557	5.538	5.502	5.548	5.587	5.566	5.601	5.601	5.599	5.574
1997	5.583	5.575	5.580	5.612	5.634	5.667	5.679	5.690	5.707	5.705	5.715	5.744
1998	5.742	5.720	5.680	5.672	5.673	5.671	5.652	5.652	5.639	5.557	5.492	5.374
1999	5.265	5.210	5.136	5.119	5.086	5.095	5.178	5.225	5.274	5.391	5.484	5.639
2000	5.760	5.824	5.851	6.014	6.190	6.349	6.443	6.505	6.502	6.517	6.538	6.535
2001	6.372	6.169	5.976	5.760	5.328	4.958	4.635	4.502	4.288	3.785	3.526	3.261
2002	3.068	2.967	2.861	2.845	2.740	2.687	2.714	2.594	2.604	2.487	2.301	2.201
2003	2.103	1.945	1.904	1.858	1.769	1.697	1.653	1.632	1.635	1.596	1.572	1.545
2004	1.528	1.440	1.474	1.445	1.426	1.469	1.604	1.672	1.771	1.890	2.003	2.134
2005	2.264	2.368	2.542	2.724	2.856	2.967	3.083	3.179	3.324	3.458	3.636	3.808
2006	3.955	4.043	4.142	4.305	4.563	4.700	4.849	4.946	5.023	5.098	5.125	5.129
2007	5.156	5.181	5.214	5.222	5.248	5.250	5.255	5.253	5.231	5.137	4.962	4.801
2008	4.620	4.161	3.777	3.400	3.072	2.894	2.787	2.779	2.774	2.709	2.568	2.353
2009	2.046	1.869	1.822	1.607	1.530	1.377	1.035	0.925	0.750	0.646	0.611	0.569
2010	0.558	0.577	0.547	0.588	0.560	0.528	0.531	0.513	0.500	0.480	0.454	0.462
2011	0.538	0.512	0.500	0.588	0.413	0.448	0.381	0.408	0.378	0.385	0.401	0.382
2012	0.385	0.389	0.383	0.367	0.363	0.358	0.363	0.377	0.348	0.340	0.324	0.326
2013	0.300	0.286	0.285	0.264	0.245	0.244	0.267	0.271	0.257	0.266	0.263	0.264
2014	0.244	0.236	0.236	0.233	0.228	0.228	0.244	0.260	0.246	0.261	0.261	0.267
2015	0.262	0.266	0.278	0.283	0.290	0.299	0.320	0.330	0.337	0.357	0.374	0.400
2016	0.446	0.467	0.506	0.525	0.552	0.576	0.588	0.614	0.634	0.654	0.678	0.719
2017	0.751	0.777	0.821	0.884	0.925	0.978	1.051	1.084	1.111	1.143	1.172	1.239
2018	1.350	1.412	1.524	1.661	1.755	1.854	1.944	1.998	2.063	2.144	2.208	2.291
2019	2.355	2.392	2.436	2.445	2.449	2.428	2.379	2.341	2.280	2.190	2.103	2.043
2020	1.967	1.912	1.787	1.648	1.363	1.217	0.920	0.784	0.685	0.620	0.576	0.540
2021	0.458	0.407	0.357	0.339	0.315	0.262	0.221	0.221	0.206	0.203	0.203	0.212
2022	0.234	0.278	0.365	0.523	0.684	0.861	1.090	1.276	1.513	1.772	2.007	2.173
2023	2.425	2.624	2.831	2.870	2.993	3.167	3.305	3.434	3.534	3.670	3.843	3.929



**Account Statement - Transaction Summary**

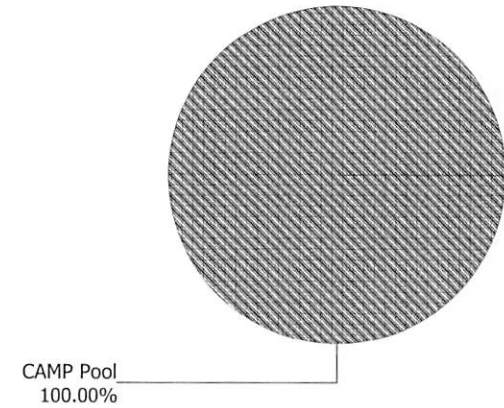
For the Month Ending **December 31, 2023**

City of Los Altos - City of Los Altos CAMP - 6170-001

<b>CAMP Pool</b>	
Opening Market Value	10,259,917.34
Purchases	4,062,980.38
Redemptions	0.00
Unsettled Trades	0.00
Change in Value	0.00
<b>Closing Market Value</b>	<b>\$14,322,897.72</b>
Cash Dividends and Income	62,980.38

<b>Asset Summary</b>		
	<b>December 31, 2023</b>	<b>November 30, 2023</b>
<b>CAMP Pool</b>	14,322,897.72	10,259,917.34
<b>Total</b>	<b>\$14,322,897.72</b>	<b>\$10,259,917.34</b>

<b>Asset Allocation</b>		
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**Account Statement**

For the Month Ending **December 31, 2023**

City of Los Altos - City of Los Altos CAMP - 6170-001

Trade Date	Settlement Date	Transaction Description	Share or Unit Price	Dollar Amount of Transaction	Total Shares Owned
<b>CAMP Pool</b>					
<b>Opening Balance</b>					<b>10,259,917.34</b>
12/08/23	12/08/23	Purchase - Incoming Wires	1.00	4,000,000.00	14,259,917.34
12/29/23	01/02/24	Accrual Income Div Reinvestment - Distributions	1.00	62,980.38	14,322,897.72
<b>Closing Balance</b>					<b>14,322,897.72</b>

	Month of December	Fiscal YTD July-December
<b>Opening Balance</b>	10,259,917.34	10,026,486.99
<b>Purchases</b>	4,062,980.38	4,296,410.73
<b>Redemptions (Excl. Checks)</b>	0.00	0.00
<b>Check Disbursements</b>	0.00	0.00
<b>Closing Balance</b>	<b>14,322,897.72</b>	<b>14,322,897.72</b>
<b>Cash Dividends and Income</b>	62,980.38	296,410.73

<b>Closing Balance</b>	14,322,897.72
<b>Average Monthly Balance</b>	13,362,786.41
<b>Monthly Distribution Yield</b>	5.55%



**Account Statement**

For the Month Ending **December 31, 2023**

**Important Disclosures**

**Important Disclosures**

This statement is for general information purposes only and is not intended to provide specific advice or recommendations. PFM Asset Management LLC ("PFMAM") is an investment adviser registered with the U.S. Securities and Exchange Commission and a subsidiary of U.S. Bancorp Asset Management, Inc. ("USBAM"). USBAM is a subsidiary of U.S. Bank National Association ("U.S. Bank"). U.S. Bank is a separate entity and subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, services or performance of PFMAM. PFMAM maintains a written disclosure statement of our background and business experience. If you would like to receive a copy of our current disclosure statement, please contact Service Operations at the address below.

**Proxy Voting** PFMAM does not normally receive proxies to vote on behalf of its clients. However, it does on occasion receive consent requests. In the event a consent request is received the portfolio manager contacts the client and then proceeds according to their instructions. PFMAM's Proxy Voting Policy is available upon request by contacting Service Operations at the address below.

**Questions About an Account** PFMAM's monthly statement is intended to detail our investment advisory activity as well as the activity of any accounts held by clients in pools that are managed by PFMAM. The custodian bank maintains the control of assets and executes (i.e., settles) all investment transactions. The custodian statement is the official record of security and cash holdings and transactions. PFMAM recognizes that clients may use these reports to facilitate record keeping and that the custodian bank statement and the PFMAM statement should be reconciled and differences resolved. Many custodians use a settlement date basis which may result in the need to reconcile due to a timing difference.

**Account Control** PFMAM does not have the authority to withdraw funds from or deposit funds to the custodian outside the scope of services provided by PFMAM. Our clients retain responsibility for their internal accounting policies; implementing and enforcing internal controls and generating ledger entries or otherwise recording transactions.

**Market Value** Generally, PFMAM's market prices are derived from closing bid prices as of the last business day of the month as supplied by Refinitiv or Bloomberg. For certain short-term investments or where prices are not available from generally recognized sources the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. Non-negotiable FDIC-insured bank certificates of deposit are priced at par. Although PFMAM believes the prices to be reliable, the values of the securities may not represent the prices at which the securities could have been bought or sold. Explanation of the valuation methods for a registered investment company or local government investment program is contained in the appropriate fund offering documentation or information statement.

**Amortized Cost** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short term securities (those with less than one year to maturity at time of issuance) is amortized on a straightline basis. Such discount or premium with respect to longer term securities is amortized using the constant yield basis.

**Tax Reporting** Cost data and realized gains / losses are provided for informational purposes only. Please review for accuracy and consult your tax advisor to determine the tax consequences of your security transactions. PFMAM does not report such information to the IRS or other taxing authorities and is not responsible for the accuracy of such information that may be required to be reported to federal, state or other taxing authorities.

**Financial Situation** In order to better serve you, PFMAM should be promptly notified of any material change in your investment objective or financial situation.

**Callable Securities** Securities subject to redemption prior to maturity may be redeemed in whole or in part before maturity, which could affect the yield represented.

**Portfolio** The securities in this portfolio, including shares of mutual funds, are not guaranteed or otherwise protected by PFMAM, the FDIC (except for certain non-negotiable certificates of deposit) or any government agency. Investment in securities involves risks, including the possible loss of the amount invested. Actual settlement values, accrued interest, and amortized cost amounts may vary for securities subject to an adjustable interest rate or subject to principal paydowns. Any changes to the values shown may be reflected within the next monthly statement's beginning values.

**Rating** Information provided for ratings is based upon a good faith inquiry of selected sources, but its accuracy and completeness cannot be guaranteed.

Shares of some local government investment programs and TERM funds are marketed through representatives of PFMAM's affiliate, PFM Fund Distributors, Inc. which is registered with the SEC as a broker/dealer and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Municipal Securities Rulemaking Board ("MSRB"). You may reach the FINRA by calling the FINRA Hotline at 1-800-289-9999 or at the FINRA website address <https://www.finra.org/investors/investor-contacts>. A brochure describing the FINRA Regulation Public Disclosure Program is also available from FINRA upon request.

**Key Terms and Definitions**

**Dividends** on local government investment program funds consist of interest earned, plus any discount ratably amortized to the date of maturity, plus all realized gains and losses on the sale of securities prior to maturity, less ratably amortization of any premium and all accrued expenses to the fund. Dividends are accrued daily and may be paid either monthly or quarterly. The monthly earnings on this statement represent the estimated dividend accrued for the month for any program that distributes earnings on a quarterly basis. There is no guarantee that the estimated amount will be paid on the actual distribution date.

**Current Yield** is the net change, exclusive of capital changes and income other than investment income, in the value of a hypothetical fund account with a balance of one share over the seven-day base period including the statement date, expressed as a percentage of the value of one share (normally \$1.00 per share) at the beginning of the seven-day period. This resulting net change in account value is then annualized by multiplying it by

365 and dividing the result by 7. The yields quoted should not be considered a representation of the yield of the fund in the future, since the yield is not fixed.

**Average maturity** represents the average maturity of all securities and investments of a portfolio, determined by multiplying the par or principal value of each security or investment by its maturity (days or years), summing the products, and dividing the sum by the total principal value of the portfolio. The stated maturity date of mortgage backed or callable securities are used in this statement. However the actual maturity of these securities could vary depending on the level or prepayments on the underlying mortgages or whether a callable security has or is still able to be called.

**Monthly distribution yield** represents the net change in the value of one share (normally \$1.00 per share) resulting from all dividends declared during the month by a fund expressed as a percentage of the value of one share at the beginning of the month. This resulting net change is then annualized by multiplying it by 365 and dividing it by the number of calendar days in the month.

**YTM at Cost** The yield to maturity at cost is the expected rate of return, based on the original cost, the annual interest receipts, maturity value and the time period from purchase date to maturity, stated as a percentage, on an annualized basis.

**YTM at Market** The yield to maturity at market is the rate of return, based on the current market value, the annual interest receipts, maturity value and the time period remaining until maturity, stated as a percentage, on an annualized basis.

**Managed Account** A portfolio of investments managed discretely by PFMAM according to the client's specific investment policy and requirements. The investments are directly owned by the client and held by the client's custodian.

**Unsettled Trade** A trade which has been executed however the final consummation of the security transaction and payment has not yet taken place.

Please review the detail pages of this statement carefully. If you think your statement is wrong, missing account information, or if you need more information about a transaction, please contact PFMAM within 60 days of receipt. If you have other concerns or questions regarding your account, or to request an updated copy of PFMAM's current disclosure statement, please contact a member of your client management team at PFMAM Service Operations at the address below.

PFM Asset Management LLC  
Attn: Service Operations  
213 Market Street  
Harrisburg, PA 17101

**NOT FDIC INSURED      NO BANK GUARANTEE      MAY LOSE VALUE**



Customer Service  
PO Box 11813  
Harrisburg, PA 17108-1813

**ACCOUNT STATEMENT**

For the Month Ending  
**December 31, 2023**

**City of Los Altos**

**Client Management Team**

**Jeremy King**

Key Account Manager  
213 Market Street  
Harrisburg, PA 17101-2141  
1-800-729-7665  
kingj@pfmam.com

**Rachael Miller**

Client Consultant  
213 Market Street  
Harrisburg, PA 17101-2141  
1-800-729-7665  
millerr@pfmam.com

**Contents**

- Cover/Disclosures
- Summary Statement
- Individual Accounts

**Accounts included in Statement**

6170-001	City of Los Altos CAMP
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**Important Messages**

CAMP will be closed on 01/01/2024 for New Year's Day.  
CAMP will be closed on 01/15/2024 for Martin Luther King Jr Day.

CITY OF LOS ALTOS  
JUNE (YUJUN) DU  
1 NORTH SAN ANTONIO ROAD  
LOS ALTOS, CA 94022

**Online Access** [www.camponline.com](http://www.camponline.com)

**Customer Service** 1-800-729-7665



CITY OF LOS ALTOS  
JUNE (YUJUN) DU  
1 NORTH SAN ANTONIO ROAD  
LOS ALTOS, CA 94022

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JUNE (YUJUN) DU  
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LOS ALTOS, CA 94022



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# CITY OF LOS ALTOS

## Investment Performance Review For the Quarter Ended December 31, 2023

### Client Management Team

Monique Spyke, Managing Director  
Justin Resuello, Client Relationship Manager

### PFM Asset Management LLC

1 California Street Ste. 1000  
San Francisco, CA 94111-5411  
415-393-7270

213 Market Street  
Harrisburg, PA 17101-2141  
717-232-2723

**NOT FDIC INSURED : NO BANK GUARANTEE : MAY LOSE VALUE**

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# Market Update

## Current Market Themes



- ▶ The U.S. economy is characterized by:
  - ▶ Economic resilience but expectations for a slowdown
  - ▶ Cooling inflation that still remains above the Federal Reserve's ("Fed") target
  - ▶ The labor market coming into better balance
  - ▶ Consumers that continue to support growth through spending



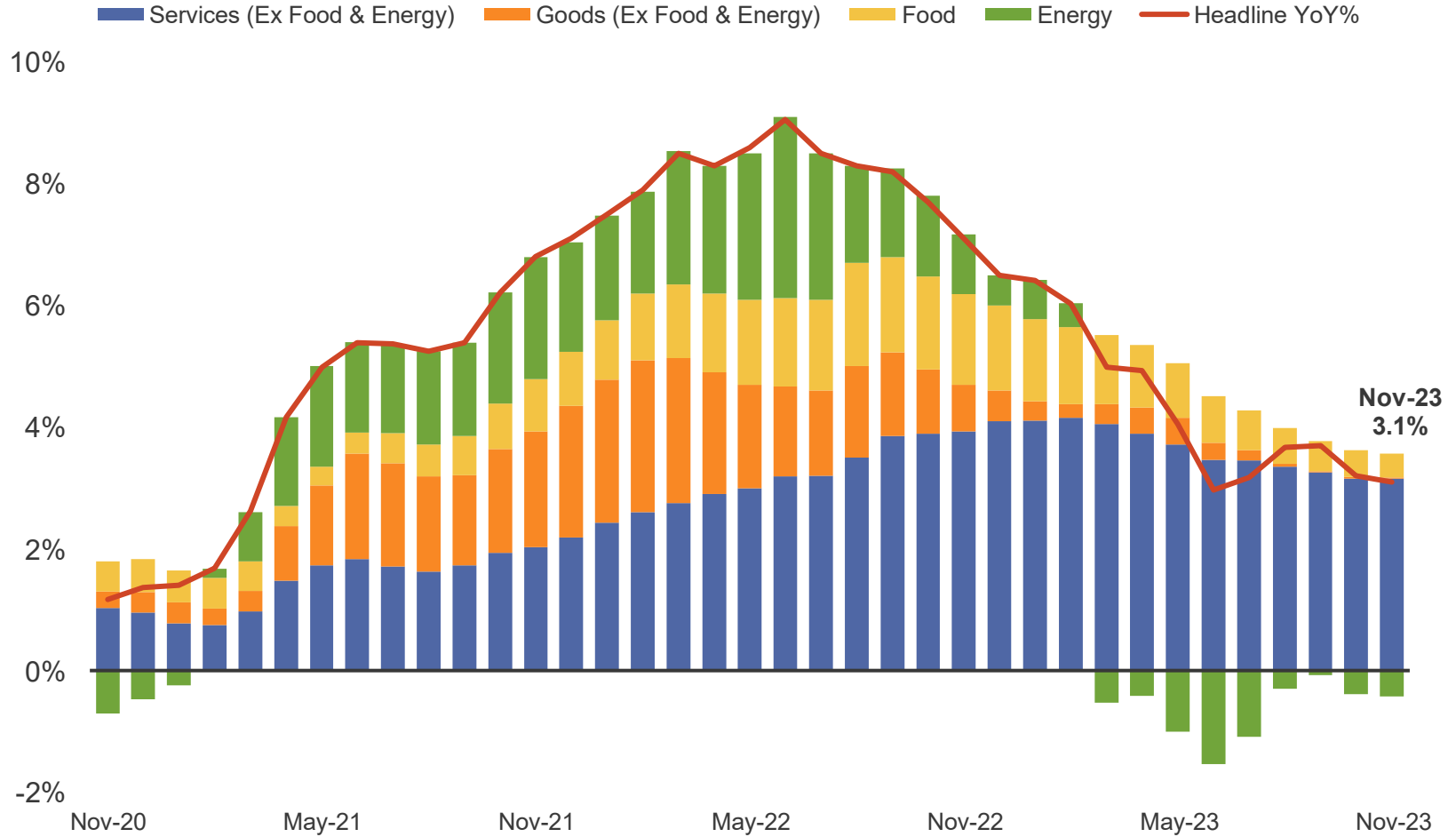
- ▶ Federal Reserve signals end to rate hiking cycle
  - ▶ Fed projected to cut the short-term Fed funds rate by 75 basis points by December 2024, with the overnight rate falling to 4.50% to 4.75%
  - ▶ Markets are pricing a more aggressive 6 rate cuts by year end
  - ▶ Fed officials reaffirm that restoring price stability is the priority



- ▶ Treasury yields ended the quarter materially lower
  - ▶ After peaking in October, yields reversed course on dovish Fed pivot
  - ▶ Yield curve inversion persisted throughout the rally
  - ▶ Credit spreads narrowed sharply on increased expectations for a soft landing

### Inflation Continues to Trend Lower

#### Consumer Prices (CPI) Year-over-Year Change in Top-Line Contributions

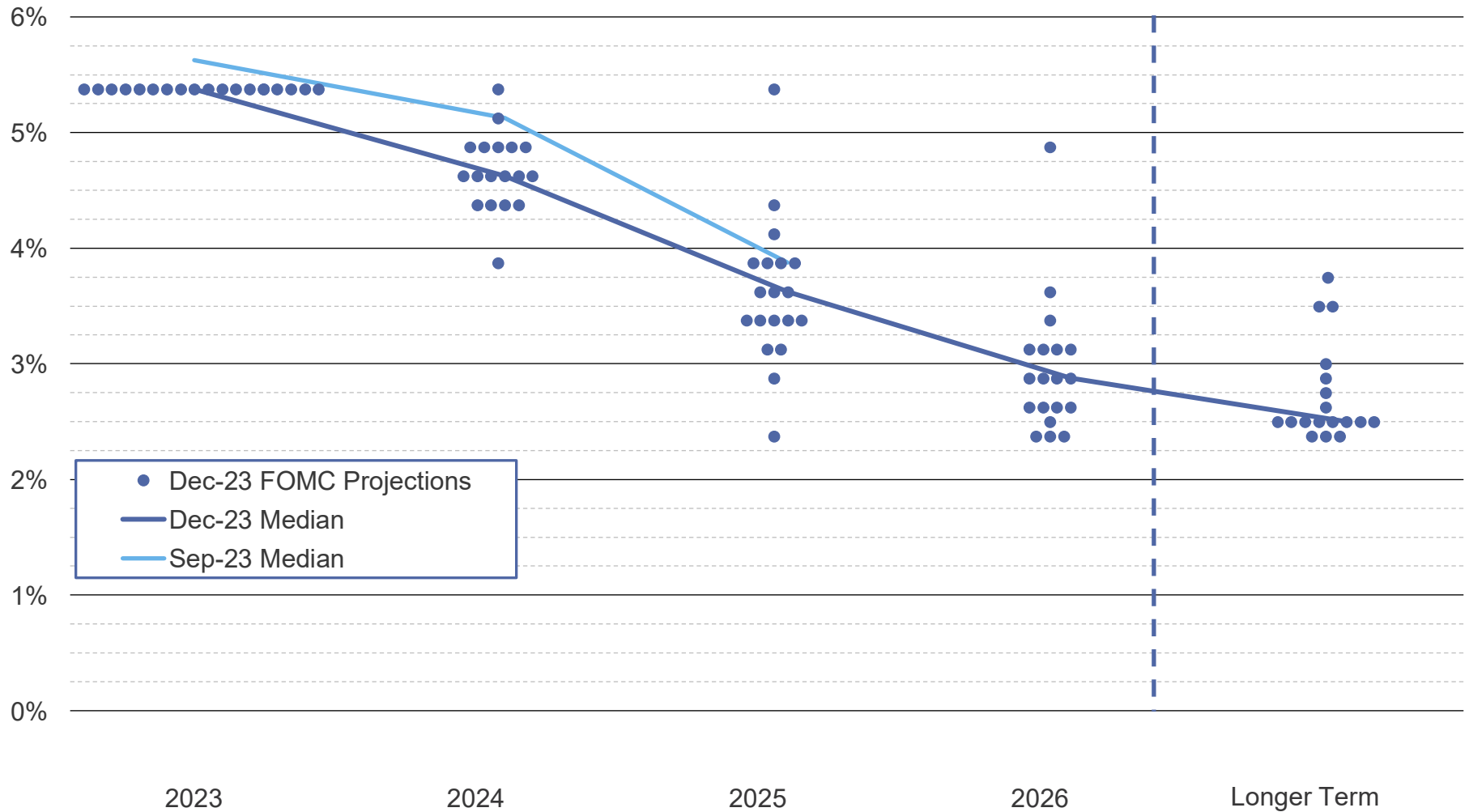


Lower energy and goods prices help to offset increases in wage-driven services costs

Source: Bloomberg, as of November 2023.

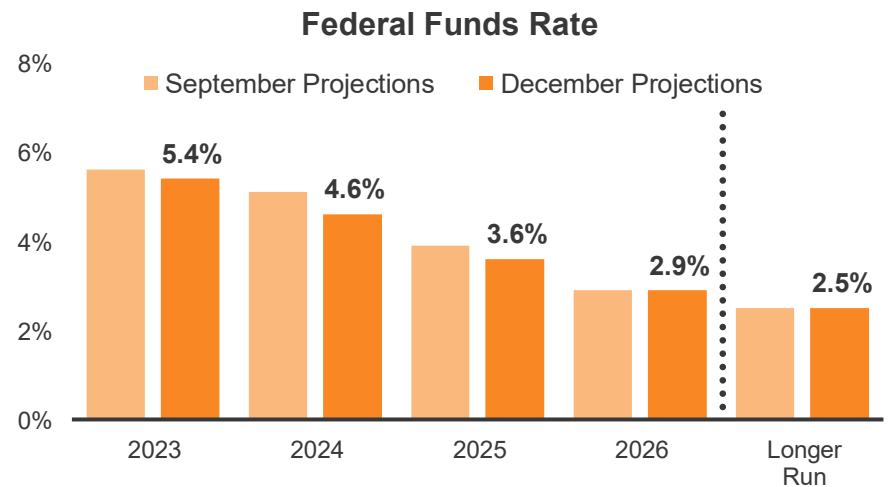
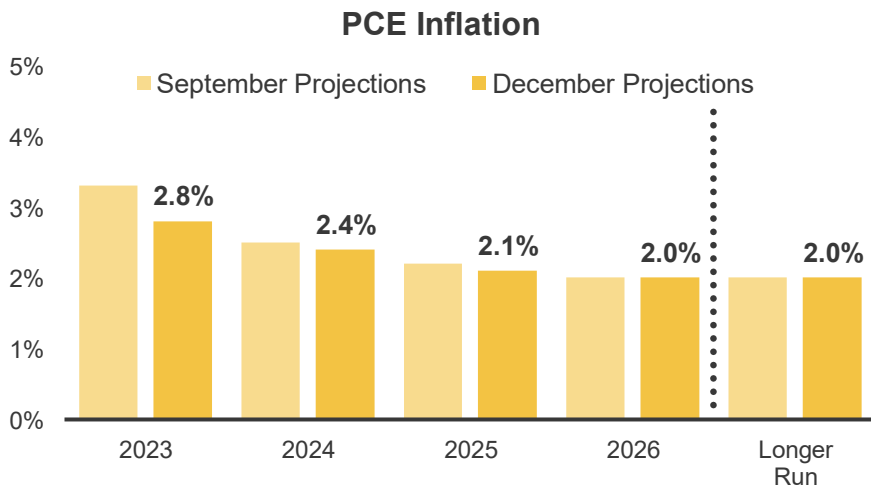
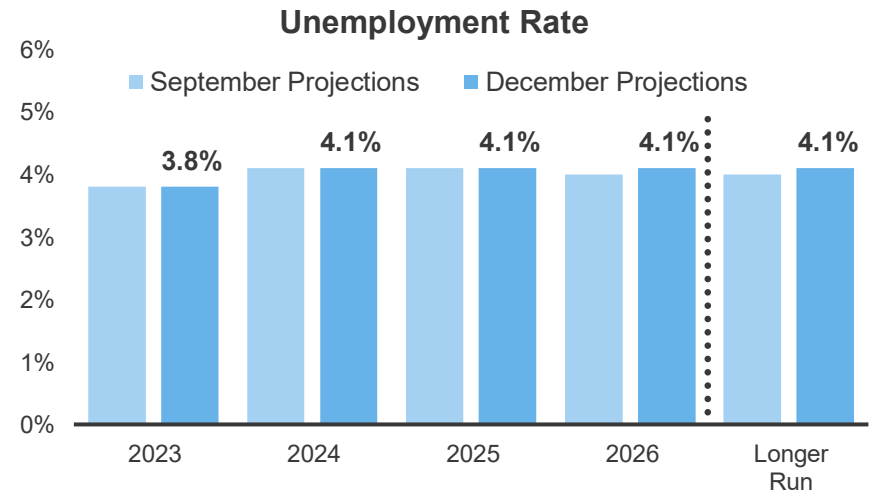
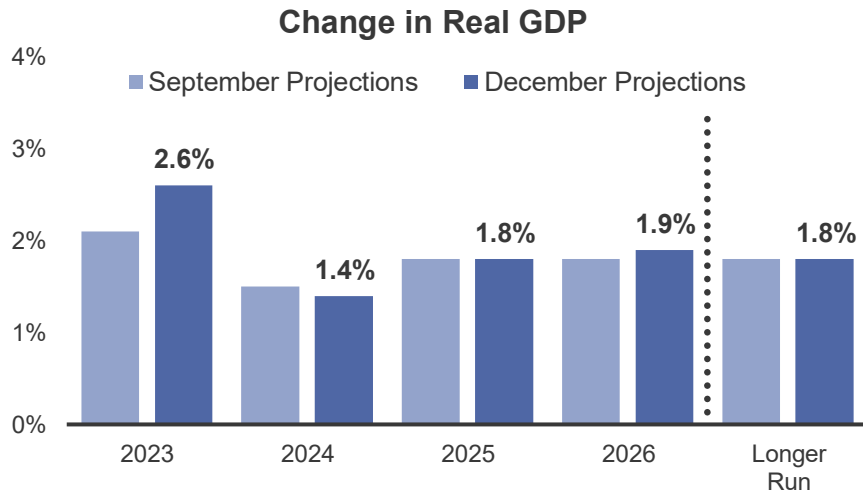
## Fed's Updated "Dot Plot" Also Shows Lower Rate Trajectory

### Fed Participants' Assessments of 'Appropriate' Monetary Policy



Source: Federal Reserve. Individual dots represent each Fed members' judgement of the midpoint of the appropriate target range for the federal funds rate at each year-end.

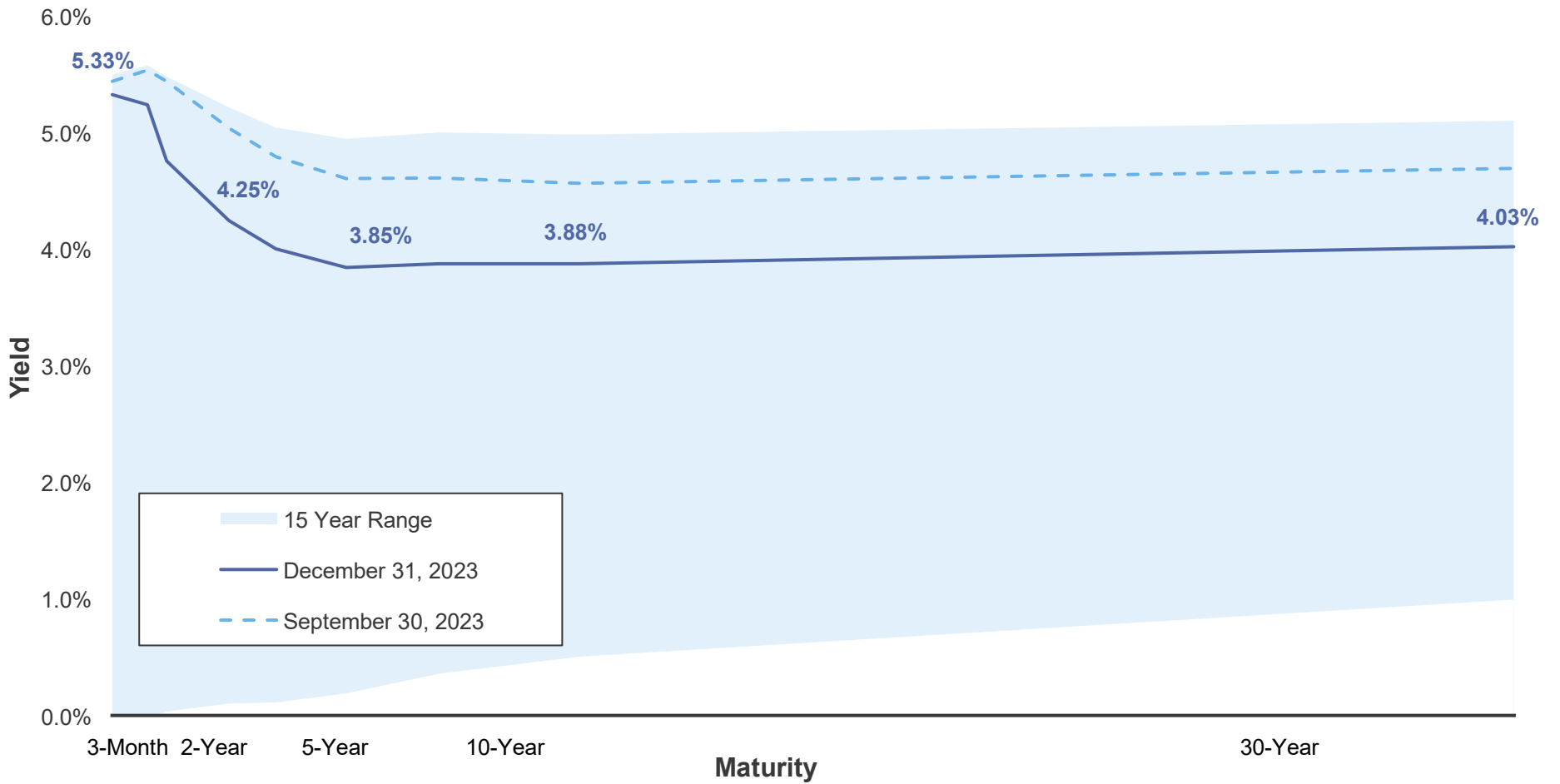
## Federal Reserve Projects a Soft Landing



Source: Federal Reserve, latest economic projections as of December 2023.

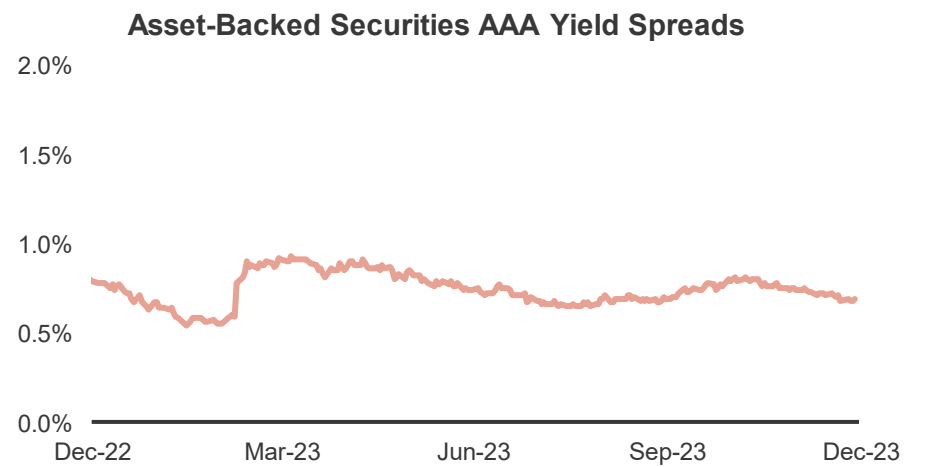
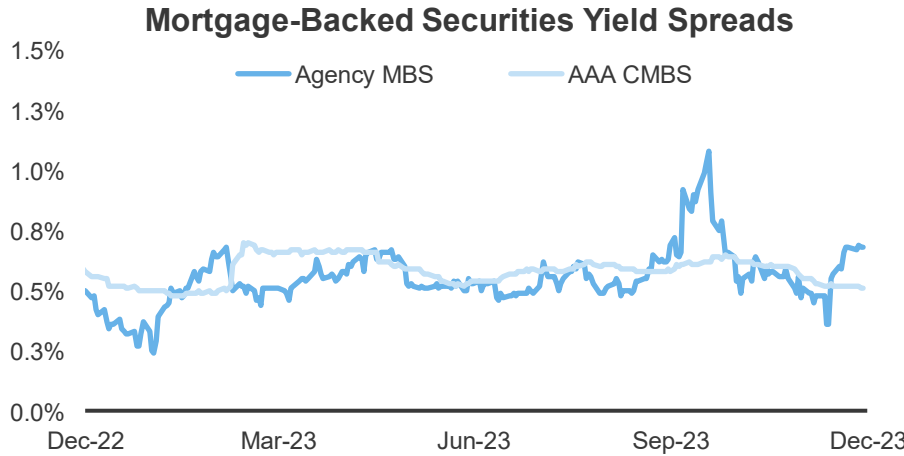
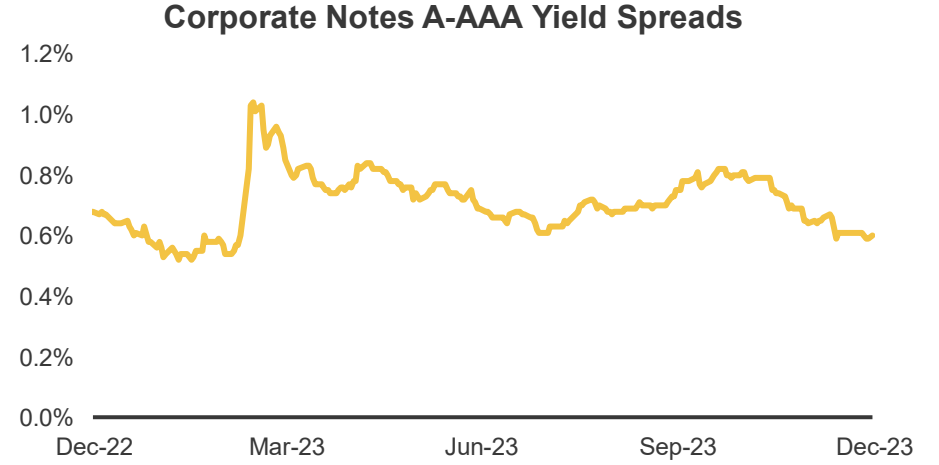
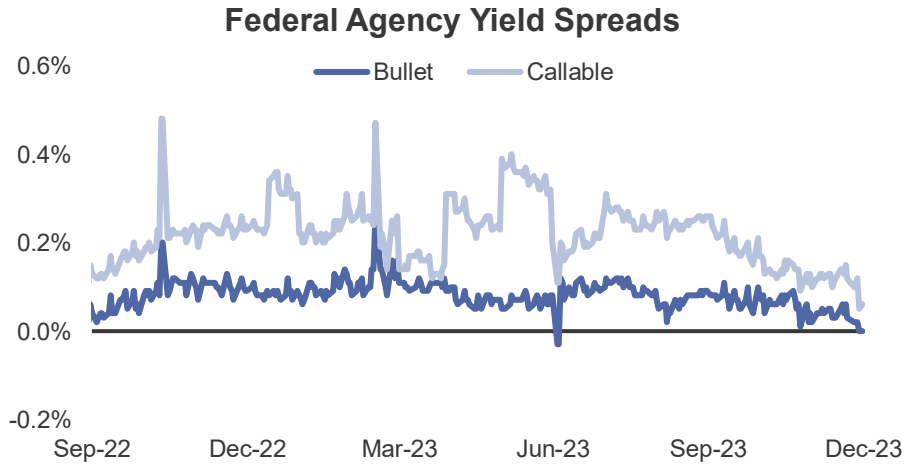
## Interest Rates Moderate but Remain High

### U.S. Treasury Yield Curve



Source: Bloomberg, as of December 31, 2023.

### Sector Yield Spreads

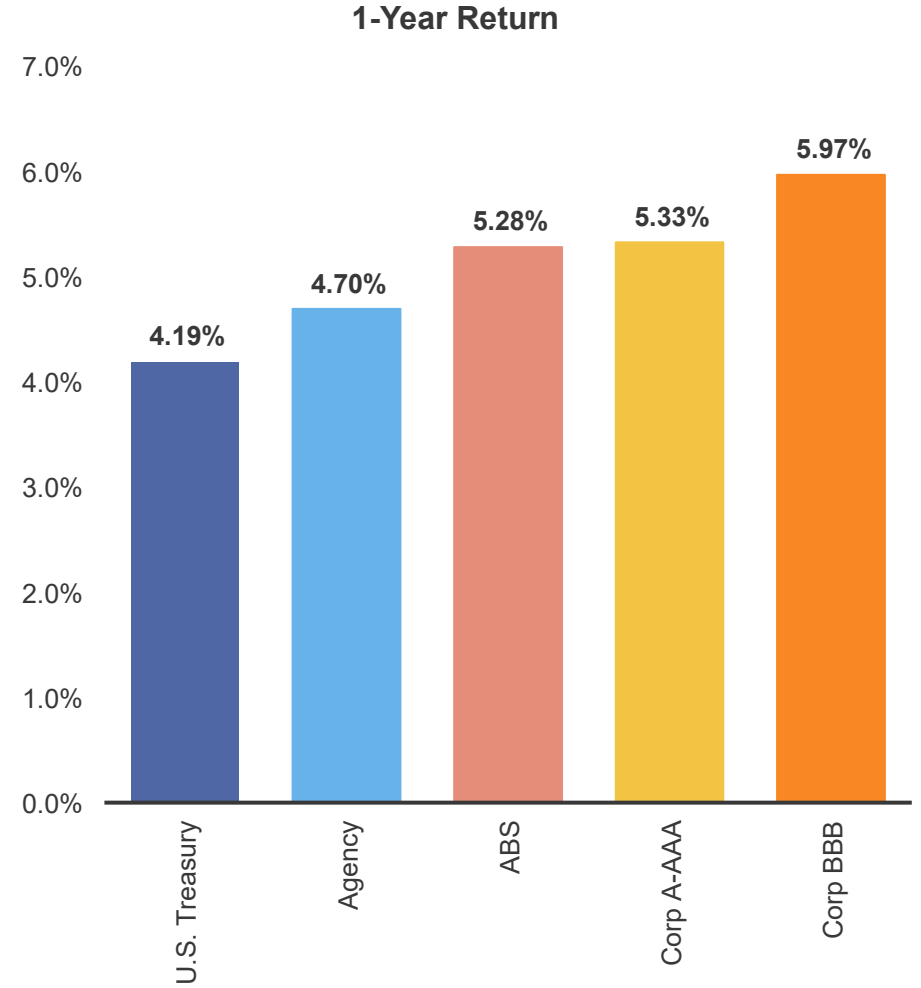
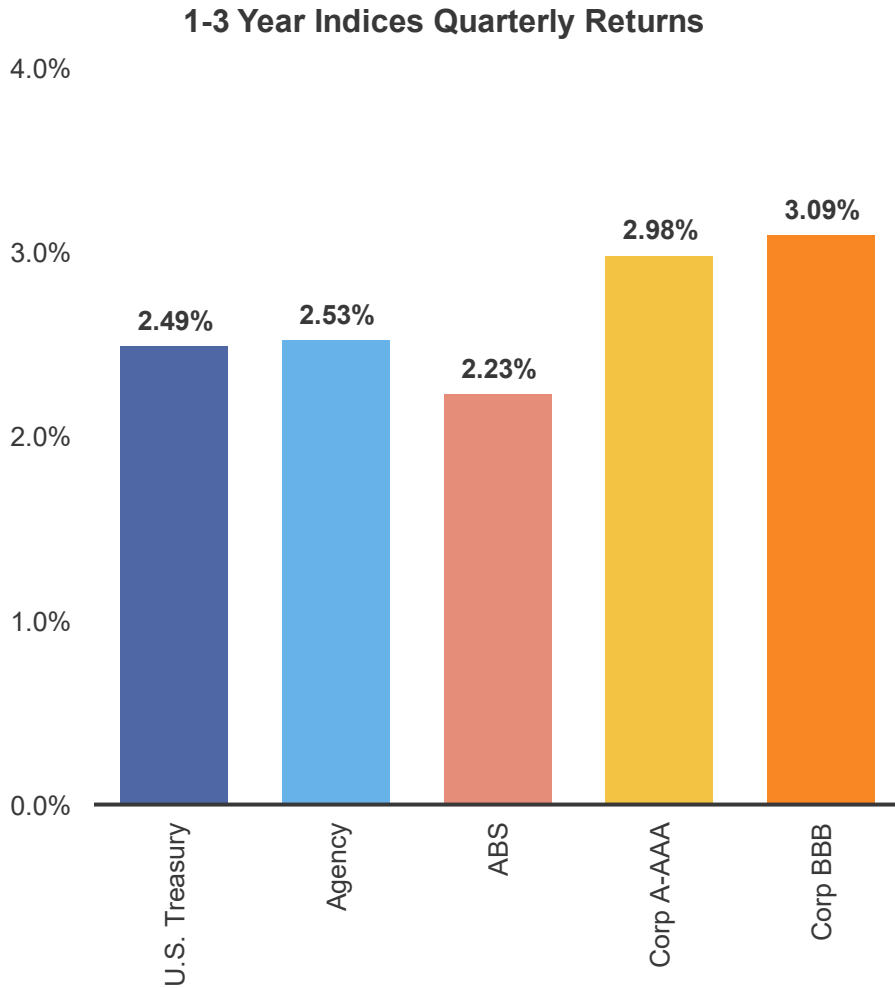


Source: ICE BofA 1-3 year Indices via Bloomberg, MarketAxess and PFMAM as of December 31, 2023. Spreads on ABS and MBS are option-adjusted spreads of 0-3 year indices based on weighted average life; spreads on agencies are relative to comparable maturity Treasuries. CMBS is Commercial Mortgage-Backed Securities and represented by the ICE BofA Agency CMBS Index.



## Fixed-Income Markets in 4Q 2023

### 1-3 Year Indices



Source: ICE BofA Indices. ABS indices are 0-3 year, based on weighted average life. As of December 31, 2023.

# Portfolio Review: CITY OF LOS ALTOS INVESTMENT PORTFOLIO

## Certificate of Compliance

During the reporting period for the quarter ended December 31, 2023, the account(s) managed by PFM Asset Management ("PFMAM") were in compliance with the applicable investment policy and guidelines as furnished to PFMAM.

Acknowledged : *PFM Asset Management LLC*

*Note: Pre- and post-trade compliance for the account(s) managed by PFM Asset Management is provided via Bloomberg Asset and Investment Management ("AIM").*

## Account Summary

CITY OF LOS ALTOS INVESTMENT PORTFOLIO			
Portfolio Values	<u>December 31, 2023</u>	Analytics <sup>1</sup>	<u>December 31, 2023</u>
PFMAM Managed Account	\$49,966,422	Yield at Market	4.43%
Amortized Cost	\$50,289,589	Yield on Cost	3.84%
Market Value	\$49,966,422	Portfolio Duration	1.71
Accrued Interest	\$376,439		
Cash	\$192,706		

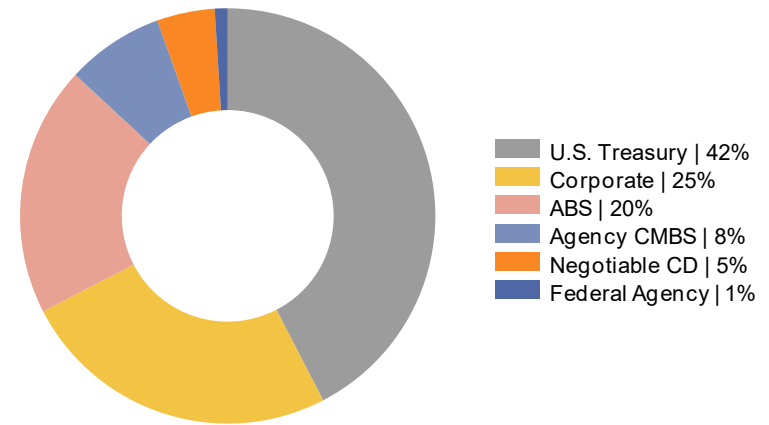
1. Yield at market, yield on cost, and portfolio duration only include investments held within the separately managed account(s), excludes balances invested in overnight funds.

## Portfolio Snapshot - CITY OF LOS ALTOS INVESTMENT PORTFOLIO<sup>1</sup>

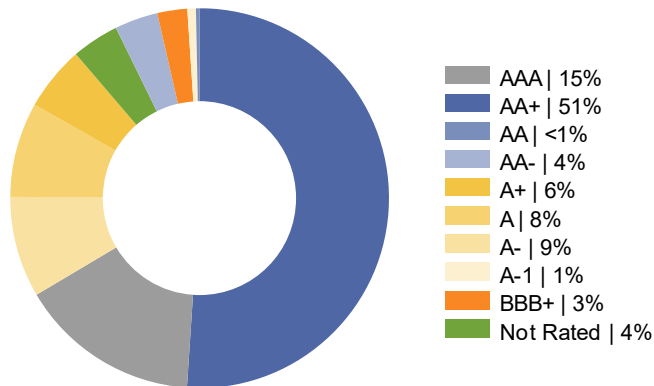
### Portfolio Statistics

<b>Total Market Value</b>	\$50,535,567.46
<i>Securities Sub-Total</i>	\$49,966,422.40
<i>Accrued Interest</i>	\$376,439.38
<i>Cash</i>	\$192,705.68
<b>Portfolio Effective Duration</b>	1.71 years
<b>Benchmark Effective Duration</b>	1.76 years
<b>Yield At Cost</b>	3.84%
<b>Yield At Market</b>	4.43%
<b>Portfolio Credit Quality</b>	AA

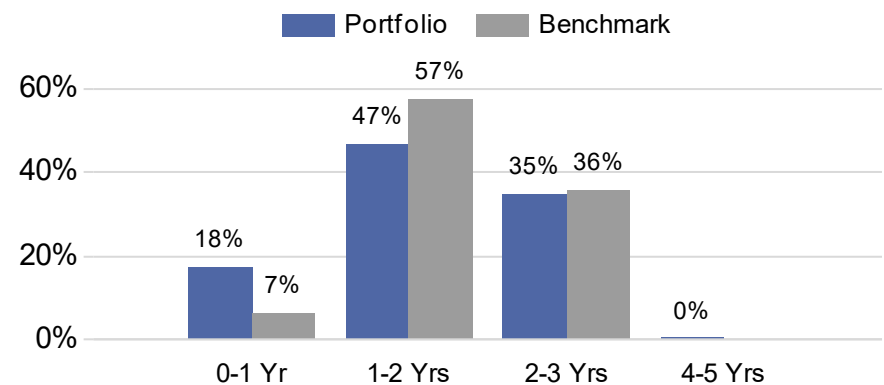
### Sector Allocation



### Credit Quality - S&P

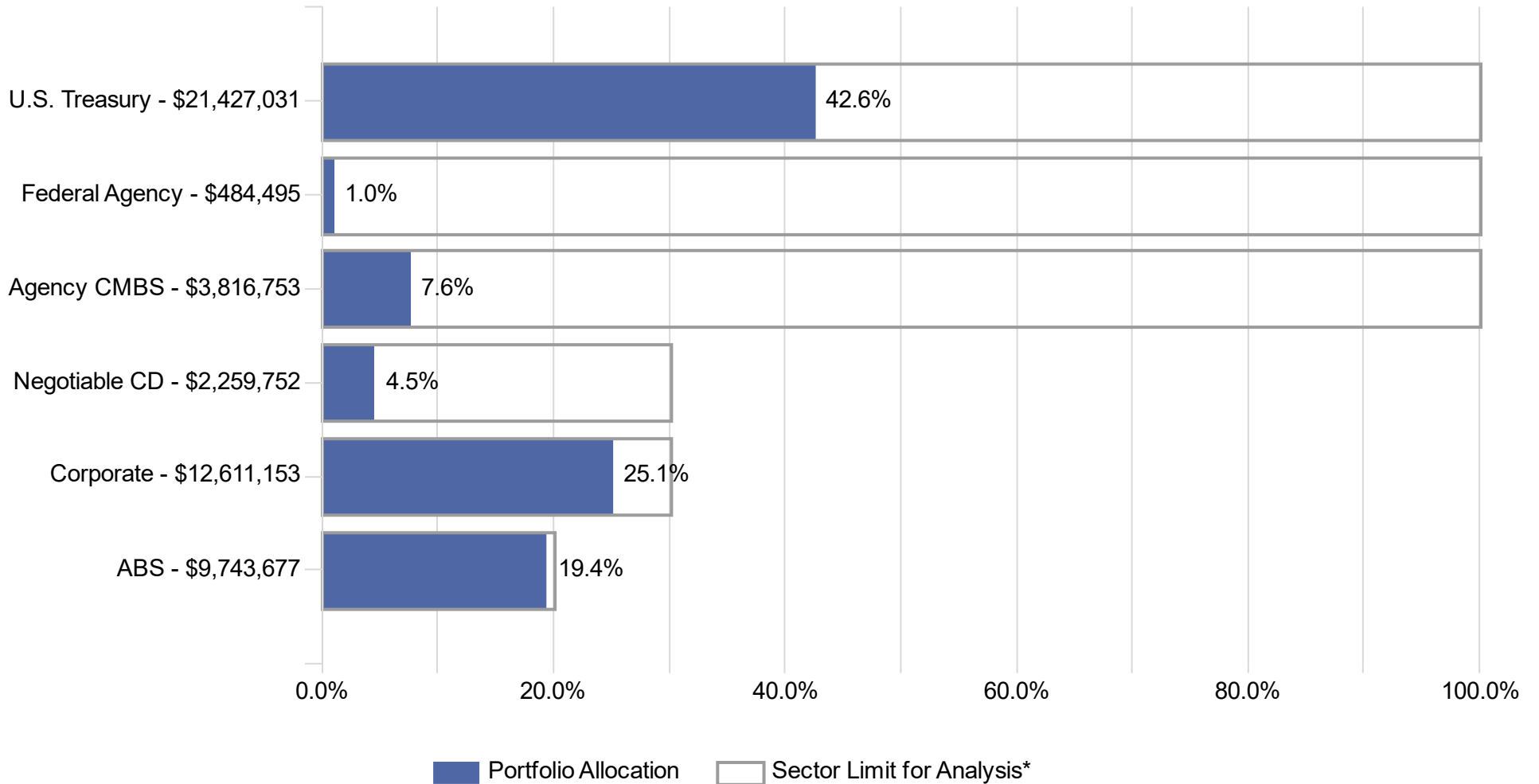


### Duration Distribution



1. Yield and duration calculations exclude cash and cash equivalents. Sector allocation includes market values and accrued interest. The portfolio's benchmark is the ICE BofA 1-3 Year U.S. Treasury Index. Source: Bloomberg. An average of each security's credit rating was assigned a numeric value and adjusted for its relative weighting in the portfolio.

### Sector Allocation Analytics

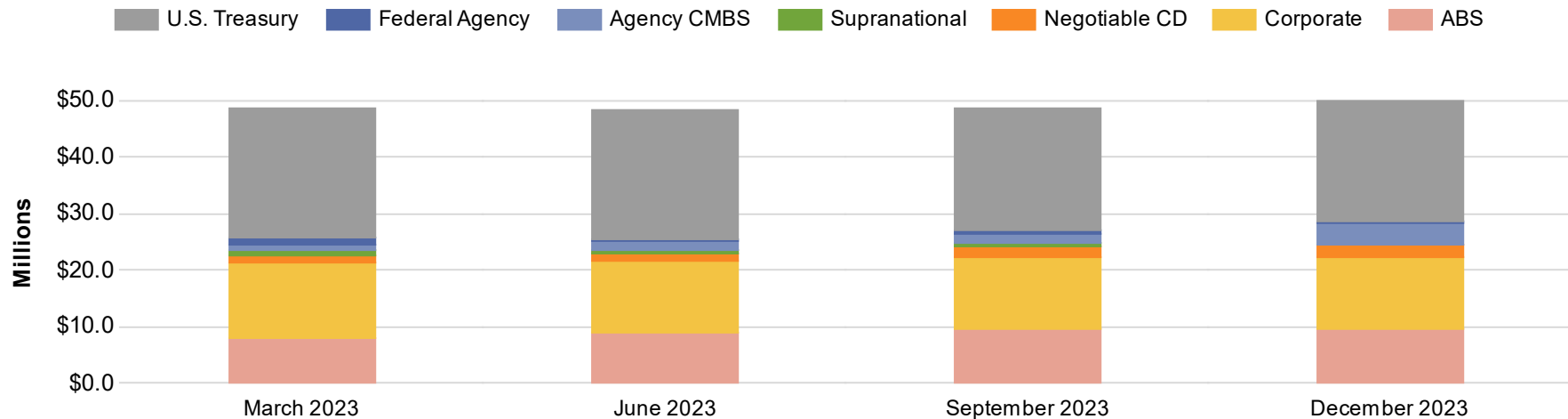


*For informational/analytical purposes only and is not provided for compliance assurance. Includes accrued interest.*

*\*Sector Limit for Analysis is as derived from our interpretation of your most recent Investment Policy as provided.*

## Sector Allocation Review - CITY OF LOS ALTOS INVESTMENT PORTFOLIO

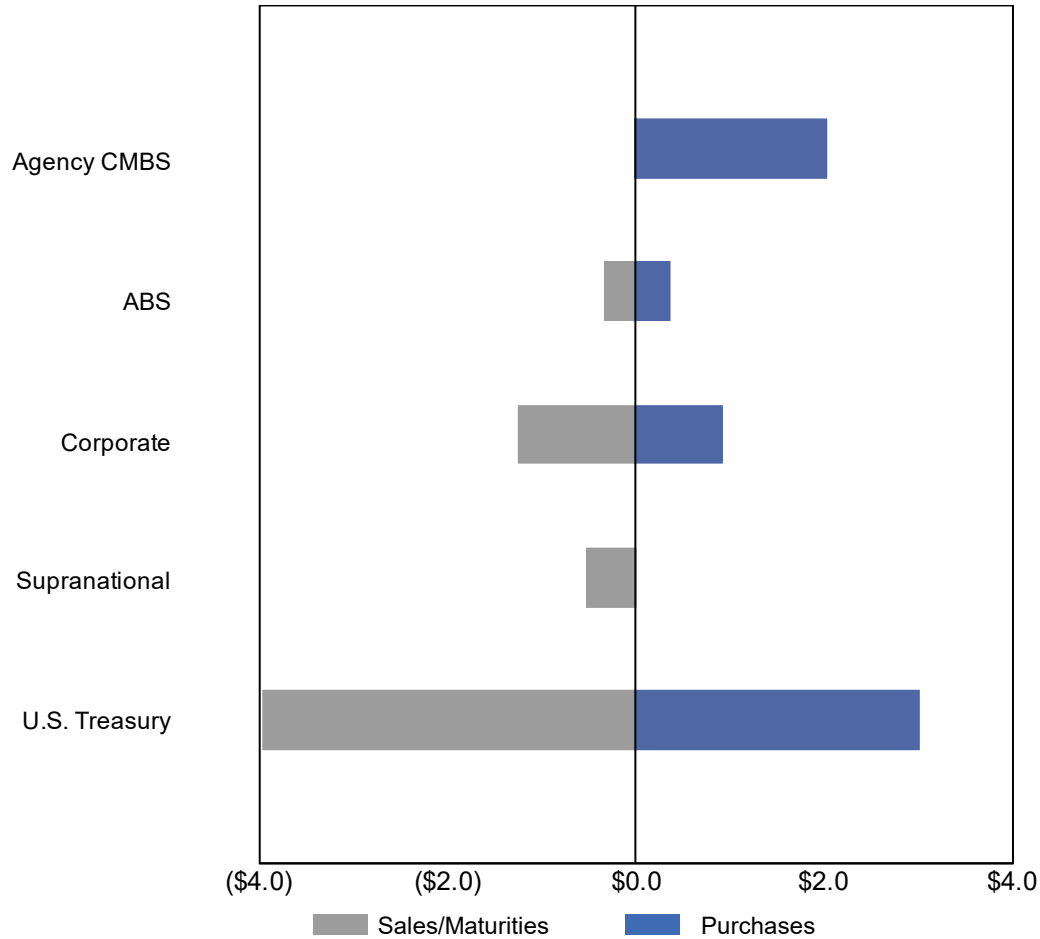
Security Type	Mar-23	% of Total	Jun-23	% of Total	Sep-23	% of Total	Dec-23	% of Total
U.S. Treasury	\$22.9	47.1%	\$22.9	47.3%	\$21.8	44.6%	\$21.2	42.4%
Federal Agency	\$1.3	2.8%	\$0.5	1.0%	\$0.5	1.0%	\$0.5	1.0%
Agency CMBS	\$0.7	1.4%	\$1.7	3.5%	\$1.7	3.5%	\$3.8	7.6%
Supranational	\$0.9	1.9%	\$0.5	1.0%	\$0.5	1.0%	\$0.0	0.0%
Negotiable CD	\$1.4	2.8%	\$1.4	2.8%	\$2.2	4.5%	\$2.2	4.5%
Corporate	\$13.4	27.5%	\$12.5	25.8%	\$12.6	25.8%	\$12.5	25.0%
ABS	\$8.0	16.5%	\$9.0	18.6%	\$9.6	19.6%	\$9.7	19.5%
<b>Total</b>	<b>\$48.6</b>	<b>100.0%</b>	<b>\$48.5</b>	<b>100.0%</b>	<b>\$48.9</b>	<b>100.0%</b>	<b>\$50.0</b>	<b>100.0%</b>



Market values, excluding accrued interest. Only includes fixed-income securities held within the separately managed account(s) and LGIPs managed by PFMAM. Detail may not add to total due to rounding.

## Portfolio Activity - CITY OF LOS ALTOS INVESTMENT PORTFOLIO

**Net Activity by Sector**  
(\$ millions)

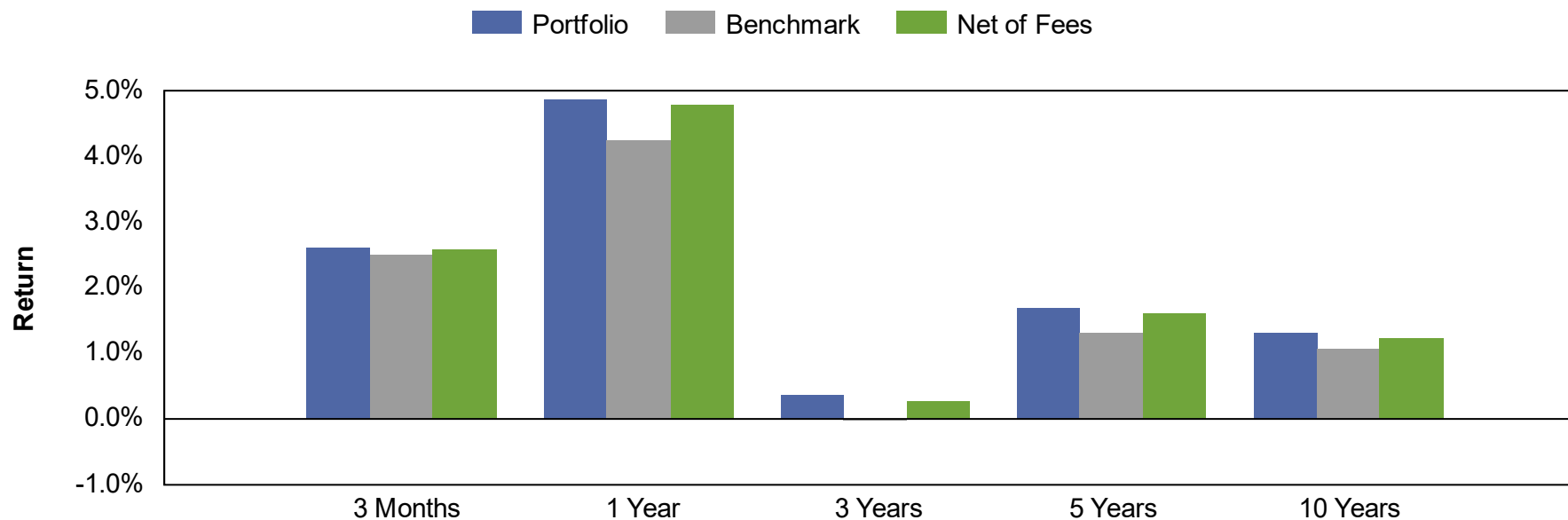


Sector	Net Activity
Agency CMBS	\$2,015,352
ABS	\$29,804
Corporate	(\$331,357)
Supranational	(\$513,281)
U.S. Treasury	(\$937,935)
<b>Total Net Activity</b>	<b>\$262,582</b>

*Based on total proceeds (principal and accrued interest) of buys, sells, maturities, and principal paydowns. Detail may not add to total due to rounding.*



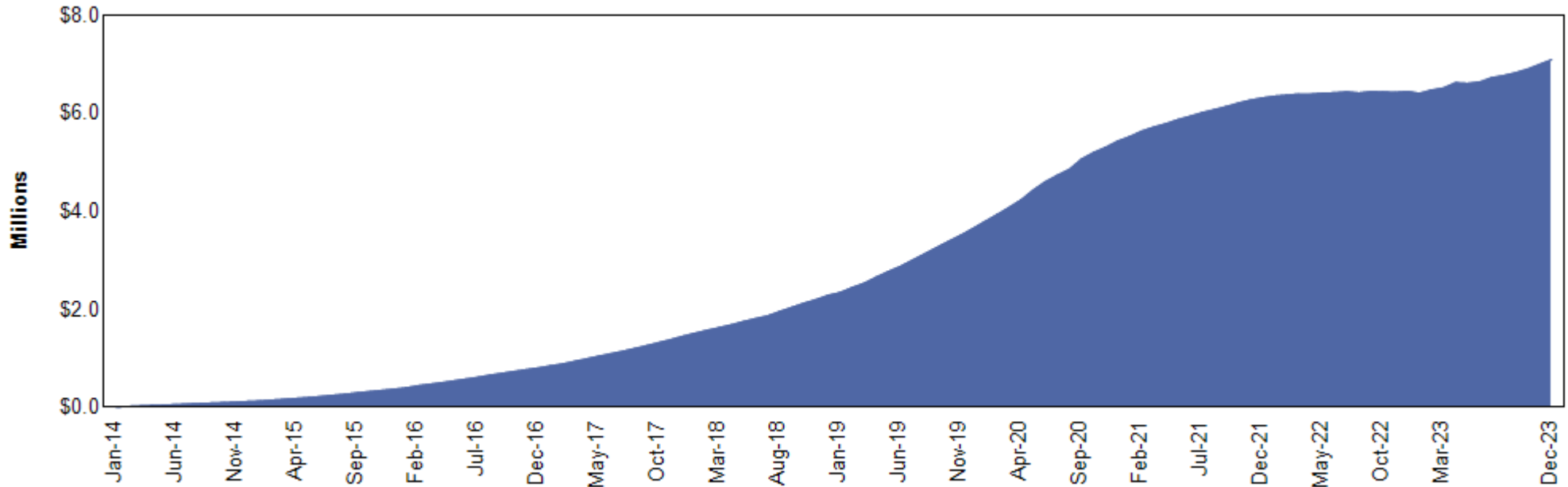
### Portfolio Performance



Market Value Basis Earnings	3 Months	1 Year	3 Years	5 Years	10 Years <sup>1</sup>
Interest Earned <sup>2</sup>	\$429,621	\$1,367,908	\$2,555,356	\$5,120,002	\$7,665,815
Change in Market Value	\$850,954	\$977,890	(\$2,069,482)	(\$335,676)	(\$918,605)
<b>Total Dollar Return</b>	<b>\$1,280,575</b>	<b>\$2,345,798</b>	<b>\$485,874</b>	<b>\$4,784,326</b>	<b>\$6,747,210</b>
<b>Total Return<sup>3</sup></b>					
Portfolio	2.60%	4.87%	0.36%	1.69%	1.32%
Benchmark <sup>4</sup>	2.49%	4.26%	-0.04%	1.30%	1.05%
<b>Basis Point Fee</b>	<b>0.02%</b>	<b>0.09%</b>	<b>0.09%</b>	<b>0.09%</b>	<b>0.09%</b>
<b>Net of Fee Return</b>	<b>2.58%</b>	<b>4.78%</b>	<b>0.27%</b>	<b>1.60%</b>	<b>1.23%</b>

1. The lesser of 10 years or since inception is shown. Since inception returns for periods one year or less are not shown. Performance inception date is June 30, 2010.  
 2. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.  
 3. Returns for periods one year or less are presented on a periodic basis. Returns for periods greater than one year are presented on an annualized basis.  
 4. The portfolio's benchmark is the ICE BofA 1-3 Year U.S. Treasury Index. Source: Bloomberg.

## Accrual Basis Earnings - CITY OF LOS ALTOS INVESTMENT PORTFOLIO



Accrual Basis Earnings	3 Months	1 Year	3 Years	5 Year	10 Year <sup>1</sup>
Interest Earned <sup>2</sup>	\$429,621	\$1,367,908	\$2,555,356	\$5,120,002	\$7,665,815
Realized Gains / (Losses) <sup>3</sup>	(\$190,668)	(\$773,192)	(\$779,964)	(\$224,387)	(\$444,634)
Change in Amortized Cost	\$28,963	\$54,218	(\$110,306)	(\$81,841)	(\$120,619)
<b>Total Earnings</b>	<b>\$267,916</b>	<b>\$648,934</b>	<b>\$1,665,087</b>	<b>\$4,813,774</b>	<b>\$7,100,562</b>

1. The lesser of 10 years or since inception is shown. Performance inception date is June 30, 2010.  
 2. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.  
 3. Realized gains / (losses) are shown on an amortized cost basis.

# Portfolio Holdings and Transactions

## Issuer Diversification

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>U.S. Treasury</b>	<b>42.6%</b>	
UNITED STATES TREASURY	42.6%	AA / Aaa / AA
<b>Federal Agency</b>	<b>1.0%</b>	
FEDERAL HOME LOAN BANKS	1.0%	AA / Aaa / NR
<b>Agency CMBS</b>	<b>7.6%</b>	
FANNIE MAE	0.8%	AA / Aaa / AA
FREDDIE MAC	6.8%	AA / Aaa / AA
<b>Negotiable CD</b>	<b>4.5%</b>	
CREDIT AGRICOLE SA	0.8%	A / Aa / AA
NATIXIS NY BRANCH	0.8%	A / A / A
NORDEA BANK ABP	1.0%	AA / Aa / AA
RABOBANK NEDERLAND	0.9%	A / Aa / AA
TORONTO-DOMINION BANK	1.0%	A / A / NR
<b>Corporate</b>	<b>25.1%</b>	
AMERICAN EXPRESS CO	0.7%	BBB / A / A
AMERICAN HONDA FINANCE	0.8%	A / A / A
ANZ BANKING GROUP LTD	0.5%	AA / Aa / A
BANK OF AMERICA CO	1.4%	A / Aa / AA
BRISTOL-MYERS SQUIBB CO	0.2%	A / A / NR
BROWN-FORMAN CORP	0.2%	A / A / NR
CATERPILLAR INC	0.7%	A / A / A
CINTAS CORPORATION NO. 2	0.3%	A / A / NR
CITIGROUP INC	0.7%	BBB / A / A
COLGATE-PALMOLIVE COMPANY	0.1%	AA / Aa / NR
COMCAST CORP	0.7%	A / A / A
COMMONWEALTH BANK OF AUSTRALIA	0.5%	AA / Aa / A
DEERE & COMPANY	0.6%	A / A / A

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>Corporate</b>	<b>25.1%</b>	
EXXON MOBIL CORP	0.3%	AA / Aa / NR
GOLDMAN SACHS GROUP INC	0.7%	BBB / A / A
HERSHEY COMPANY	0.2%	A / A / NR
HOME DEPOT INC	0.3%	A / A / A
HONEYWELL INTERNATIONAL	0.3%	A / A / A
HSBC HOLDINGS PLC	0.7%	A / A / A
IBM CORP	0.7%	A / A / A
INTEL CORPORATION	0.4%	A / A / A
JP MORGAN CHASE & CO	1.5%	A / A / AA
LINDE PLC	0.8%	A / A / NR
LOCKHEED MARTIN CORP	0.4%	A / A / A
MORGAN STANLEY	0.7%	A / A / A
NATIONAL AUSTRALIA BANK LTD	1.3%	AA / Aa / NR
NATIONAL RURAL UTILITIES CO FINANCE CORP	0.8%	A / A / A
PACCAR FINANCIAL CORP	0.7%	A / A / NR
PEPSICO INC	0.1%	A / A / NR
PNC FINANCIAL SERVICES GROUP	0.7%	A / A / A
RABOBANK NEDERLAND	1.0%	A / Aa / AA
STATE STREET CORPORATION	1.1%	A / A / AA
THE BANK OF NEW YORK MELLON CORPORATION	1.0%	A / A / AA
TOYOTA MOTOR CORP	0.8%	A / A / A
TRUIST FIN CORP	0.7%	A / A / A
UNILEVER PLC	0.4%	A / A / A
UNITEDHEALTH GROUP INC	0.2%	A / A / A
WAL-MART STORES INC	0.3%	AA / Aa / AA

Ratings shown are calculated by assigning a numeral value to each security rating, then calculating a weighted average rating for each security type / issuer category using all available security ratings, excluding Not-Rated (NR) ratings. For security type / issuer categories where a rating from the applicable NRSRO is not available, a rating of NR is assigned. Includes accrued interest and excludes balances invested in overnight funds.

## Issuer Diversification

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
<b>Corporate</b>	<b>25.1%</b>	
WELLS FARGO & COMPANY	1.1%	A / Aa / AA
<b>ABS</b>	<b>19.4%</b>	
ALLY AUTO RECEIVABLES TRUST	1.4%	AAA / Aaa / NR
AMERICAN EXPRESS CO	1.2%	AAA / NR / AAA
BANK OF AMERICA CO	0.6%	AAA / Aaa / AAA
BMW VEHICLE OWNER TRUST	0.4%	AAA / Aaa / AAA
CAPITAL ONE FINANCIAL CORP	1.9%	AAA / Aaa / AAA
CARMAX AUTO OWNER TRUST	1.9%	AAA / Aaa / AAA
CHASE ISSURANCE	0.8%	AAA / NR / AAA
DISCOVER FINANCIAL SERVICES	2.0%	AAA / Aaa / AAA
FIFTH THIRD AUTO TRUST	0.5%	AAA / Aaa / NR
FORD CREDIT AUTO OWNER TRUST	0.7%	AAA / NR / AAA
GM FINANCIAL CONSUMER AUTOMOBILE TRUST	1.3%	AAA / Aaa / AAA
HARLEY-DAVIDSON MOTORCYCLE TRUST	0.8%	AAA / Aaa / AAA
HONDA AUTO RECEIVABLES	0.7%	AAA / Aaa / AAA
HYUNDAI AUTO RECEIVABLES	1.3%	AAA / NR / AAA
MERCEDES-BENZ AUTO RECEIVABLES	0.8%	AAA / Aaa / NR
NISSAN AUTO RECEIVABLES	1.1%	AAA / Aaa / AAA
TOYOTA MOTOR CORP	1.4%	AAA / Aaa / AAA
VOLKSWAGEN AUTO LEASE TRUST	0.2%	NR / Aaa / AAA
WORLD OMNI AUTO REC TRUST	0.3%	AAA / NR / AAA
<b>Total</b>	<b>100.0%</b>	

Ratings shown are calculated by assigning a numeral value to each security rating, then calculating a weighted average rating for each security type / issuer category using all available security ratings, excluding Not-Rated (NR) ratings. For security type / issuer categories where a rating from the applicable NRSRO is not available, a rating of NR is assigned. Includes accrued interest and excludes balances invested in overnight funds.

### Issuer Distribution As of December 31, 2023

Issuer	Market Value (\$)	% of Portfolio
UNITED STATES TREASURY	21,227,912	42.49%
FREDDIE MAC	3,401,528	6.82%
TOYOTA MOTOR CORP	1,122,623	2.26%
DISCOVER FINANCIAL SERVICES	1,006,252	2.01%
AMERICAN EXPRESS CO	990,381	1.98%
CAPITAL ONE FINANCIAL CORP	979,227	1.96%
BANK OF AMERICA CO	965,017	1.93%
RABOBANK NEDERLAND	953,514	1.91%
CARMAX AUTO OWNER TRUST	936,286	1.87%
JP MORGAN CHASE & CO	729,768	1.46%
ALLY AUTO RECEIVABLES TRUST	678,387	1.36%
NATIONAL AUSTRALIA BANK LTD	668,214	1.34%
GM FINANCIAL CONSUMER AUTOMOBILE TRUST	658,170	1.32%
HYUNDAI AUTO RECEIVABLES	648,462	1.30%
NISSAN AUTO RECEIVABLES	576,212	1.15%
WELLS FARGO & COMPANY	571,334	1.14%
STATE STREET CORPORATION	556,436	1.11%
TORONTO-DOMINION BANK	509,593	1.02%
THE BANK OF NEW YORK MELLON CORPORATION	497,029	0.99%
NORDEA BANK ABP	496,607	0.99%
FEDERAL HOME LOAN BANKS	483,759	0.97%
LINDE PLC	420,234	0.84%
FANNIE MAE	405,679	0.81%
NATIONAL RURAL UTILITIES CO FINANCE CORP	391,242	0.78%

Issuer	Market Value (\$)	% of Portfolio
MERCEDES-BENZ AUTO RECEIVABLES	390,458	0.78%
CHASE ISSURANCE	385,856	0.77%
HARLEY-DAVIDSON MOTORCYCLE TRUST	385,140	0.77%
NATIXIS NY BRANCH	383,183	0.77%
AMERICAN HONDA FINANCE	381,486	0.76%
FORD CREDIT AUTO OWNER TRUST	375,404	0.75%
CATERPILLAR INC	372,373	0.75%
HSBC HOLDINGS PLC	372,300	0.75%
CREDIT AGRICOLE SA	372,046	0.74%
PACCAR FINANCIAL CORP	371,000	0.74%
IBM CORP	370,822	0.74%
COMCAST CORP	369,922	0.74%
CITIGROUP INC	367,038	0.73%
MORGAN STANLEY	364,385	0.73%
HONDA AUTO RECEIVABLES	355,907	0.71%
TRUIST FIN CORP	353,414	0.71%
PNC FINANCIAL SERVICES GROUP	353,326	0.71%
GOLDMAN SACHS GROUP INC	342,687	0.69%
DEERE & COMPANY	284,937	0.57%
FIFTH THIRD AUTO TRUST	267,901	0.54%
COMMONWEALTH BANK OF AUSTRALIA	253,109	0.51%
ANZ BANKING GROUP LTD	251,392	0.50%
UNILEVER PLC	219,541	0.44%
BMW VEHICLE OWNER TRUST	215,651	0.43%
INTEL CORPORATION	196,692	0.39%
LOCKHEED MARTIN CORP	176,170	0.35%
CINTAS CORPORATION NO. 2	171,851	0.34%

Issuer	Market Value (\$)	% of Portfolio
HONEYWELL INTERNATIONAL	166,999	0.33%
HOME DEPOT INC	160,996	0.32%
WAL-MART STORES INC	148,587	0.30%
WORLD OMNI AUTO REC TRUST	132,567	0.27%
EXXON MOBIL CORP	126,965	0.25%
HERSHEY COMPANY	122,930	0.25%
BRISTOL-MYERS SQUIBB CO	116,478	0.23%
BROWN-FORMAN CORP	112,742	0.23%
VOLKSWAGEN AUTO LEASE TURST	99,239	0.20%
UNITEDHEALTH GROUP INC	80,972	0.16%
PEPSICO INC	66,324	0.13%
COLGATE-PALMOLIVE COMPANY	53,769	0.11%
<b>Grand Total</b>	<b>49,966,422</b>	<b>100.00%</b>



### Managed Account Detail of Securities Held

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>U.S. Treasury</b>											
US TREASURY NOTES DTD 10/31/2019 1.500% 10/31/2024	912828YM6	850,000.00	AA+	Aaa	5/4/2021	5/6/2021	881,044.92	0.44	2,171.70	857,407.89	826,757.77
US TREASURY NOTES DTD 11/30/2019 1.500% 11/30/2024	912828YV6	575,000.00	AA+	Aaa	6/15/2021	6/17/2021	595,911.13	0.44	754.10	580,534.32	557,750.00
US TREASURY NOTES DTD 11/30/2019 1.500% 11/30/2024	912828YV6	975,000.00	AA+	Aaa	6/2/2021	6/7/2021	1,011,181.64	0.42	1,278.69	984,500.52	945,750.00
US TREASURY NOTES DTD 12/15/2021 1.000% 12/15/2024	91282CDN8	325,000.00	AA+	Aaa	1/3/2022	1/5/2022	324,771.48	1.02	150.96	324,925.81	313,421.88
US TREASURY NOTES DTD 05/15/2015 2.125% 05/15/2025	912828XB1	1,725,000.00	AA+	Aaa	5/19/2023	5/23/2023	1,654,248.05	4.31	4,733.09	1,676,070.57	1,669,746.18
US TREASURY NOTES DTD 06/30/2020 0.250% 06/30/2025	912828ZW3	1,000,000.00	AA+	Aaa	6/1/2022	6/3/2022	923,281.25	2.88	6.87	962,699.52	939,062.50
US TREASURY NOTES DTD 07/15/2022 3.000% 07/15/2025	91282CEY3	1,200,000.00	AA+	Aaa	8/5/2022	8/8/2022	1,195,453.13	3.14	16,630.43	1,197,620.53	1,173,750.00
US TREASURY NOTES DTD 07/15/2022 3.000% 07/15/2025	91282CEY3	425,000.00	AA+	Aaa	9/1/2022	9/6/2022	418,708.01	3.55	5,889.95	421,615.72	415,703.13
US TREASURY NOTES DTD 09/15/2022 3.500% 09/15/2025	91282CFK2	600,000.00	AA+	Aaa	10/6/2022	10/11/2022	587,976.56	4.23	6,230.77	592,999.44	591,187.50
US TREASURY NOTES DTD 11/15/2022 4.500% 11/15/2025	91282CFW6	1,125,000.00	AA+	Aaa	12/16/2022	12/16/2022	1,140,468.75	3.99	6,536.74	1,134,934.86	1,128,867.19
US TREASURY NOTES DTD 01/15/2023 3.875% 01/15/2026	91282CGE5	2,550,000.00	AA+	Aaa	1/30/2023	2/1/2023	2,544,123.05	3.96	45,647.08	2,545,942.24	2,530,875.00
US TREASURY NOTES DTD 02/15/2023 4.000% 02/15/2026	91282CGL9	930,000.00	AA+	Aaa	3/2/2023	3/3/2023	913,725.00	4.64	14,051.09	918,306.11	925,931.25
US TREASURY NOTES DTD 04/15/2023 3.750% 04/15/2026	91282CGV7	1,150,000.00	AA+	Aaa	5/1/2023	5/3/2023	1,147,349.61	3.83	9,190.57	1,147,947.05	1,139,578.13
US TREASURY NOTES DTD 05/15/2023 3.625% 05/15/2026	91282CHB0	1,700,000.00	AA+	Aaa	6/1/2023	6/5/2023	1,683,332.03	3.98	7,957.07	1,686,588.10	1,680,609.46
US TREASURY NOTES DTD 06/15/2023 4.125% 06/15/2026	91282CHH7	975,000.00	AA+	Aaa	6/29/2023	6/29/2023	965,478.52	4.48	1,868.08	967,115.30	975,000.00

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>U.S. Treasury</b>											
US TREASURY NOTES DTD 07/15/2023 4.500% 07/15/2026	91282CHM6	1,550,000.00	AA+	Aaa	8/1/2023	8/3/2023	1,547,517.58	4.56	32,221.47	1,547,865.63	1,565,015.63
US TREASURY NOTES DTD 08/15/2023 4.375% 08/15/2026	91282CHU8	1,100,000.00	AA+	Aaa	9/6/2023	9/11/2023	1,089,515.63	4.73	18,177.65	1,090,614.09	1,107,906.25
US TREASURY NOTES DTD 09/15/2023 4.625% 09/15/2026	91282CHY0	1,000,000.00	AA+	Aaa	10/3/2023	10/5/2023	992,851.56	4.89	13,722.53	993,400.83	1,014,062.50
US TREASURY NOTES DTD 10/15/2023 4.625% 10/15/2026	91282CJC6	450,000.00	AA+	Aaa	11/9/2023	11/13/2023	448,734.38	4.73	4,435.45	448,788.69	456,820.29
US TREASURY N/B NOTES DTD 11/15/2023 4.625% 11/15/2026	91282CJK8	1,250,000.00	AA+	Aaa	12/7/2023	12/11/2023	1,259,814.45	4.34	7,464.80	1,259,632.77	1,270,117.25
<b>Security Type Sub-Total</b>		<b>21,455,000.00</b>					<b>21,325,486.73</b>	<b>3.68</b>	<b>199,119.09</b>	<b>21,339,509.99</b>	<b>21,227,911.91</b>
<b>Negotiable CD</b>											
CREDIT AGRICOLE CIB NY CERT DEPOS DTD 08/19/2022 4.100% 08/16/2024	22536AZR8	375,000.00	A-1	P-1	8/17/2022	8/19/2022	375,000.00	4.07	5,893.75	375,000.00	372,046.14
TORONTO DOMINION BANK NY CERT DEPOS DTD 10/31/2022 5.600% 10/27/2025	89115B6K1	500,000.00	A	A1	10/27/2022	10/31/2022	500,000.00	5.58	5,288.89	500,000.00	509,592.56
NORDEA BANK ABP NEW YORK CERT DEPOS DTD 11/03/2022 5.530% 11/03/2025	65558UYF3	500,000.00	AA-	Aa3	11/2/2022	11/3/2022	500,000.00	5.53	4,454.72	500,000.00	496,606.50
COOPERAT RABOBANK UA/NY CERT DEPOS DTD 07/20/2023 5.080% 07/17/2026	21684LGS5	475,000.00	A+	Aa2	7/17/2023	7/20/2023	475,000.00	5.08	10,791.47	475,000.00	465,876.68
NATIXIS NY BRANCH CERT DEPOS DTD 09/20/2023 5.610% 09/18/2026	63873QP65	375,000.00	A	A1	9/18/2023	9/20/2023	375,000.00	5.61	6,019.06	375,000.00	383,182.50
<b>Security Type Sub-Total</b>		<b>2,225,000.00</b>					<b>2,225,000.00</b>	<b>5.22</b>	<b>32,447.89</b>	<b>2,225,000.00</b>	<b>2,227,304.38</b>

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Federal Agency</b>											
FEDERAL HOME LOAN BANK NOTES (CALLABLE) DTD 11/08/2021 1.000% 11/08/2024	3130APQ81	500,000.00	AA+	Aaa	8/5/2022	8/9/2022	474,207.91	3.40	736.11	490,210.30	483,758.50
<b>Security Type Sub-Total</b>		<b>500,000.00</b>					<b>474,207.91</b>	<b>3.40</b>	<b>736.11</b>	<b>490,210.30</b>	<b>483,758.50</b>
<b>Corporate</b>											
HSBC USA INC CORPORATE NOTES DTD 05/24/2022 3.750% 05/24/2024	40428HTA0	375,000.00	A-	A2	5/17/2022	5/24/2022	374,985.00	3.75	1,445.31	374,997.05	372,300.00
AMERICAN EXPRESS CO CORP NOTES (CALLABLE) DTD 07/30/2019 2.500% 07/30/2024	025816CG2	225,000.00	BBB+	A2	11/19/2021	11/23/2021	233,055.00	1.14	2,359.38	226,534.69	221,010.75
UNILEVER CAPITAL CORP (CALLABLE) CORPORA DTD 08/12/2021 0.626% 08/12/2024	904764BN6	100,000.00	A+	A1	8/9/2021	8/12/2021	100,000.00	0.63	241.71	100,000.00	96,960.20
COOPERAT RABOBANK UA/NY CORPORATE NOTES DTD 08/22/2022 3.875% 08/22/2024	21688AAU6	250,000.00	A+	Aa2	8/15/2022	8/22/2022	249,885.00	3.90	3,471.35	249,963.19	247,526.50
GOLDMAN SACHS GROUP INC (CALLABLE) CORP DTD 06/10/2021 5.815% 09/10/2024	38141GYE8	150,000.00	BBB+	A2	6/7/2021	6/10/2021	150,000.00	5.86	510.23	150,000.00	150,000.30
COOPERATIEVE RABOBANK UA CORPORATE NOTES DTD 01/12/2022 1.375% 01/10/2025	21688AAS1	250,000.00	A+	Aa2	1/19/2022	1/24/2022	248,020.00	1.65	1,632.81	249,313.77	240,111.25
JOHN DEERE CAPITAL CORP CORPORATE NOTES DTD 01/10/2022 1.250% 01/10/2025	24422EVY2	220,000.00	A	A2	1/4/2022	1/10/2022	219,896.60	1.27	1,306.25	219,964.62	212,236.42
LINDE INC/CT (CALLABLE) CORPORATE NOTES DTD 02/05/2015 2.650% 02/05/2025	74005PBN3	175,000.00	A	A2	3/4/2022	3/8/2022	177,549.75	2.13	1,880.76	175,809.74	170,279.20
NATIONAL RURAL UTIL COOP CORPORATE NOTES DTD 02/07/2022 1.875% 02/07/2025	63743HFC1	110,000.00	A-	A2	1/31/2022	2/7/2022	109,996.70	1.88	825.00	109,998.79	106,198.62
NATIONAL RURAL UTIL COOP CORPORATE NOTES DTD 02/07/2022 1.875% 02/07/2025	63743HFC1	65,000.00	A-	A2	2/22/2022	2/24/2022	64,400.70	2.20	487.50	64,776.17	62,753.73

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
TOYOTA MOTOR CREDIT CORP CORP NOTES DTD 02/13/2020 1.800% 02/13/2025	89236TGT6	200,000.00	A+	A1	9/23/2021	9/27/2021	205,542.00	0.96	1,380.00	201,835.37	193,273.00
JPMORGAN CHASE & CO CORP NOTES (CALLABLE) DTD 02/16/2021 0.563% 02/16/2025	46647PBY1	170,000.00	A-	A1	2/9/2021	2/16/2021	170,000.00	0.56	358.91	170,000.00	169,008.56
AMERICAN EXPRESS CO CORP NOTES (CALLABLE) DTD 03/04/2022 2.250% 03/04/2025	025816CQ0	100,000.00	BBB+	A2	3/2/2022	3/4/2022	99,821.00	2.31	731.25	99,930.10	96,784.50
AMERICAN EXPRESS CO CORP NOTES (CALLABLE) DTD 03/04/2022 2.250% 03/04/2025	025816CQ0	50,000.00	BBB+	A2	3/1/2022	3/4/2022	49,949.50	2.29	365.63	49,980.28	48,392.25
EXXON MOBIL CORP CORPORATE NT (CALLABLE) DTD 03/06/2015 2.709% 03/06/2025	30231GAF9	130,000.00	AA-	Aa2	3/26/2021	3/30/2021	138,049.60	1.10	1,124.99	132,031.82	126,964.50
JOHN DEERE CAPITAL CORP CORPORATE NOTES DTD 03/07/2022 2.125% 03/07/2025	24422EWB1	50,000.00	A	A2	3/3/2022	3/7/2022	50,100.00	2.06	336.46	50,039.32	48,467.20
JOHN DEERE CAPITAL CORP CORPORATE NOTES DTD 03/07/2022 2.125% 03/07/2025	24422EWB1	25,000.00	A	A2	3/2/2022	3/7/2022	24,989.25	2.14	168.23	24,995.77	24,233.60
UNILEVER CAPITAL CORP NOTES (CALLABLE) DTD 03/22/2018 3.375% 03/22/2025	904764BB2	125,000.00	A+	A1	2/22/2022	2/24/2022	129,088.75	2.27	1,160.16	125,403.42	122,581.13
PACCAR FINANCIAL CORP CORPORATE NOTES DTD 04/07/2022 2.850% 04/07/2025	69371RR73	250,000.00	A+	A1	3/31/2022	4/7/2022	249,935.00	2.86	1,662.50	249,972.60	244,338.25
BROWN-FORMAN CORP NOTES (CALLABLE) DTD 03/26/2018 3.500% 04/15/2025	115637AS9	115,000.00	A-	A1	2/24/2022	2/28/2022	119,465.45	2.21	849.72	116,694.64	112,741.86
BANK OF NY MELLON (CALLABLE) CORP NOTES DTD 04/24/2020 1.600% 04/24/2025	06406RAN7	135,000.00	A	A1	3/9/2021	3/11/2021	138,202.20	1.01	402.00	135,973.26	129,676.28
BANK OF NY MELLON (CALLABLE) CORP NOTES DTD 04/24/2020 1.600% 04/24/2025	06406RAN7	125,000.00	A	A1	3/10/2022	3/14/2022	121,988.75	2.41	372.22	123,731.41	120,070.62

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
CINTAS CORPORATION NO. 2 CORP NOTE (CALL DTD 05/03/2022 3.450% 05/01/2025	17252MAP5	105,000.00	A-	A3	4/26/2022	5/3/2022	104,976.90	3.46	603.75	104,989.74	103,110.63
CINTAS CORPORATION NO. 2 CORP NOTE (CALL DTD 05/03/2022 3.450% 05/01/2025	17252MAP5	70,000.00	A-	A3	5/2/2022	5/4/2022	69,794.90	3.55	402.50	69,908.80	68,740.42
CITIGROUP INC (CALLABLE) CORPORATE NOTES DTD 05/04/2021 0.981% 05/01/2025	172967MX6	175,000.00	BBB+	A3	4/28/2021	5/4/2021	175,458.50	0.91	286.13	175,050.76	172,145.93
CATERPILLAR FINL SERVICE CORPORATE NOTES DTD 05/13/2022 3.400% 05/13/2025	14913R2V8	30,000.00	A	A2	5/10/2022	5/13/2022	29,997.00	3.40	136.00	29,998.64	29,469.27
CATERPILLAR FINL SERVICE CORPORATE NOTES DTD 05/13/2022 3.400% 05/13/2025	14913R2V8	95,000.00	A	A2	5/10/2022	5/13/2022	94,879.35	3.44	430.67	94,945.18	93,319.36
HONEYWELL INTL CORP NOTES (CALLABLE) DTD 05/18/2020 1.350% 06/01/2025	438516CB0	175,000.00	A	A2	3/2/2022	3/4/2022	171,234.00	2.04	196.88	173,356.94	166,999.35
JPMORGAN CHASE & CO (CALLABLE) CORP NOTE DTD 06/01/2021 0.824% 06/01/2025	46647PCH7	345,000.00	A-	A1	5/24/2021	6/1/2021	345,000.00	0.82	236.90	345,000.00	339,023.91
HERSHEY CO CORP NOTES (CALLABLE) DTD 06/01/2020 0.900% 06/01/2025	427866BF4	130,000.00	A	A1	2/23/2022	2/25/2022	124,784.40	2.18	97.50	127,737.86	122,929.82
PNC BANK NA CORP NOTE (CALLABLE) DTD 06/01/2015 3.250% 06/01/2025	69353REQ7	250,000.00	A	A2	8/23/2022	8/25/2022	245,665.00	3.92	677.08	247,783.19	243,145.75
TRUIST FINANCIAL CORP NOTES (CALLABLE) DTD 06/05/2018 3.700% 06/05/2025	05531FBE2	231,000.00	A-	A3	2/7/2022	2/9/2022	242,822.58	2.10	617.28	235,905.22	225,890.51
NATIONAL AUSTRALIA BK/NY CORPORATE NOTES DTD 06/09/2022 3.500% 06/09/2025	63254ABD9	255,000.00	AA-	Aa3	5/31/2022	6/9/2022	255,000.00	3.50	545.42	255,000.00	250,687.95
NATIONAL RURAL UTIL COOP CORPORATE NOTES DTD 05/04/2022 3.450% 06/15/2025	63743HFE7	60,000.00	A-	A2	5/2/2022	5/4/2022	59,680.20	3.63	92.00	59,850.78	58,761.66

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
NATIONAL RURAL UTIL COOP CORPORATE NOTES DTD 05/04/2022 3.450% 06/15/2025	63743HFE7	40,000.00	A-	A2	4/27/2022	5/4/2022	39,989.20	3.46	61.33	39,994.96	39,174.44
JP MORGAN CHASE CORP NOTES (CALLABLE) DTD 07/21/2015 3.900% 07/15/2025	46625HMN7	225,000.00	A-	A1	3/10/2022	3/14/2022	232,026.75	2.91	4,046.25	227,927.81	221,735.93
MORGAN STANLEY CORP NOTES DTD 07/23/2015 4.000% 07/23/2025	6174468C6	85,000.00	A-	A1	6/22/2022	6/24/2022	84,900.55	4.04	1,492.22	84,949.70	83,847.06
IBM CORP CORPORATE NOTES DTD 07/27/2022 4.000% 07/27/2025	459200KS9	375,000.00	A-	A3	7/20/2022	7/27/2022	375,000.00	4.00	6,416.67	375,000.00	370,822.13
INTEL CORP NOTES (CALLABLE) DTD 07/29/2015 3.700% 07/29/2025	458140AS9	200,000.00	A	A2	1/30/2023	2/1/2023	195,476.00	4.67	3,124.44	197,138.28	196,692.00
BANK OF AMERICA CORP NOTES DTD 07/30/2015 3.875% 08/01/2025	06051GFS3	225,000.00	A-	A1	3/10/2022	3/14/2022	232,420.50	2.84	3,632.81	228,470.10	222,185.03
COLGATE-PALMOLIVE CO CORPORATE NOTES DTD 08/09/2022 3.100% 08/15/2025	194162AM5	55,000.00	AA-	Aa3	8/1/2022	8/9/2022	54,949.40	3.13	644.11	54,972.82	53,769.10
WALMART INC CORPORATE NOTES DTD 09/09/2022 3.900% 09/09/2025	931142EW9	150,000.00	AA	Aa2	9/6/2022	9/9/2022	149,895.00	3.93	1,820.00	149,940.89	148,586.55
COMMONWEALTH BK AUSTR NY CORPORATE NOTES DTD 09/12/2023 5.499% 09/12/2025	20271RAS9	250,000.00	AA-	Aa3	9/7/2023	9/12/2023	250,230.00	5.45	4,162.44	250,196.51	253,108.50
HOME DEPOT INC NOTES (CALLABLE) DTD 09/19/2022 4.000% 09/15/2025	437076CR1	55,000.00	A	A2	9/12/2022	9/19/2022	54,980.20	4.01	647.78	54,988.70	54,551.53
AMERICAN HONDA FINANCE CORPORATE NOTES DTD 10/04/2023 5.800% 10/03/2025	02665WEQ0	175,000.00	A-	A3	10/2/2023	10/4/2023	174,837.25	5.85	2,452.92	174,856.08	177,892.23
UNITEDHEALTH GROUP INC CORPORATE NOTES DTD 10/28/2022 5.150% 10/15/2025	91324PEN8	80,000.00	A+	A2	10/25/2022	10/28/2022	79,992.80	5.15	869.78	79,995.66	80,971.92
LOCKHEED MARTIN CORP NOTES (CALLABLE) DTD 10/24/2022 4.950% 10/15/2025	539830BU2	80,000.00	A-	A2	10/19/2022	10/24/2022	79,772.00	5.05	836.00	79,863.03	80,534.80
LOCKHEED MARTIN CORP NOTES (CALLABLE) DTD 10/24/2022 4.950% 10/15/2025	539830BU2	95,000.00	A-	A2	11/1/2022	11/3/2022	95,046.55	4.93	992.75	95,027.70	95,635.08

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
PNC FINANCIAL SERVICES CORP NOTE (CALLAB DTD 10/28/2022 5.671% 10/28/2025	693475BH7	110,000.00	A-	A3	10/25/2022	10/28/2022	110,000.00	5.67	1,091.67	110,000.00	110,180.73
COMCAST CORP CORPORATE NOTES DTD 11/07/2022 5.250% 11/07/2025	20030NDZ1	110,000.00	A-	A3	11/3/2022	11/7/2022	109,734.90	5.34	866.25	109,836.49	111,243.33
COMCAST CORP CORPORATE NOTES DTD 11/07/2022 5.250% 11/07/2025	20030NDZ1	65,000.00	A-	A3	10/31/2022	11/7/2022	64,982.45	5.26	511.88	64,989.18	65,734.70
BRISTOL-MYERS SQUIBB CO CORPORATE NOTES DTD 11/13/2020 0.750% 11/13/2025	110122DN5	125,000.00	A	A2	2/22/2022	2/24/2022	118,435.00	2.23	125.00	121,703.00	116,477.63
LINDE INC/CT CORPORATE NOTES (CALLABLE) DTD 12/05/2022 4.700% 12/05/2025	53522KAB9	250,000.00	A	A2	11/28/2022	12/5/2022	249,730.00	4.74	848.61	249,826.57	249,954.50
AUST & NZ BANKING GRP NY CORPORATE NOTES DTD 12/08/2022 5.088% 12/08/2025	05254JAA8	250,000.00	AA-	Aa3	11/29/2022	12/8/2022	250,000.00	5.09	812.67	250,000.00	251,392.00
NATIONAL AUSTRALIA BK/NY CORPORATE NOTES DTD 01/12/2023 4.966% 01/12/2026	63253QAA2	415,000.00	AA-	Aa3	1/4/2023	1/12/2023	415,000.00	4.97	9,674.73	415,000.00	417,525.69
CITIGROUP INC CORPORATE NOTES DTD 01/12/2016 3.700% 01/12/2026	172967KG5	200,000.00	BBB+	A3	4/27/2023	5/1/2023	194,698.00	4.76	3,473.89	196,014.10	194,892.20
STATE STREET CORP (CALLABLE) CORPORATE N DTD 02/07/2022 1.746% 02/06/2026	857477BR3	110,000.00	A	A1	2/2/2022	2/7/2022	110,000.00	1.75	773.58	110,000.00	105,766.65
MORGAN STANLEY CORP NOTES (CALLABLE) DTD 02/18/2022 2.630% 02/18/2026	61747YEM3	290,000.00	A-	A1	2/16/2022	2/18/2022	290,000.00	2.63	2,817.75	290,000.00	280,537.59
NATIONAL RURAL UTIL COOP CORP NOTES (CAL DTD 02/09/2023 4.450% 03/13/2026	63743HFH0	125,000.00	A-	A2	2/3/2023	2/9/2023	124,536.25	4.58	1,668.75	124,670.28	124,353.88
STATE STREET CORP NOTES (CALLABLE) DTD 10/29/2020 2.901% 03/30/2026	857477BM4	255,000.00	A	A1	2/17/2022	2/22/2022	260,133.15	2.38	1,869.94	257,058.70	247,844.19
BANK OF AMERICA CORP NOTES DTD 04/19/2016 3.500% 04/19/2026	06051GFX2	175,000.00	A-	A1	5/11/2023	5/16/2023	170,066.75	4.54	1,225.00	171,128.16	170,389.10

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
WELLS FARGO & CO CORP NOTES DTD 04/22/2016 3.000% 04/22/2026	949746RW3	200,000.00	BBB+	A1	3/28/2023	3/30/2023	188,176.00	5.11	1,150.00	191,102.94	191,561.40
CATERPILLAR FINL SERVICE CORPORATE NOTES DTD 05/15/2023 4.350% 05/15/2026	14913UAA8	250,000.00	A	A2	5/8/2023	5/15/2023	249,882.50	4.37	1,389.58	249,907.27	249,584.00
TOYOTA MOTOR CREDIT CORP CORP NOTES DTD 05/18/2023 4.450% 05/18/2026	89236TKT1	210,000.00	A+	A1	5/15/2023	5/18/2023	209,878.20	4.47	1,116.21	209,903.54	209,473.11
AMERICAN HONDA FINANCE CORPORATE NOTES DTD 07/07/2023 5.250% 07/07/2026	02665WEK3	65,000.00	A-	A3	7/6/2023	7/10/2023	64,583.35	5.49	1,649.38	64,650.06	66,168.05
AMERICAN HONDA FINANCE CORPORATE NOTES DTD 07/07/2023 5.250% 07/07/2026	02665WEK3	85,000.00	A-	A3	7/5/2023	7/7/2023	84,895.45	5.29	2,156.88	84,912.43	86,527.45
AMERICAN HONDA FINANCE CORPORATE NOTES DTD 07/07/2023 5.250% 07/07/2026	02665WEK3	50,000.00	A-	A3	7/21/2023	7/25/2023	50,252.00	5.06	1,268.75	50,214.60	50,898.50
BANK OF NEW YORK MELLON CORP NOTES (CALL DTD 07/26/2022 4.414% 07/24/2026	06406RBJ5	170,000.00	A	A1	7/20/2022	7/26/2022	170,554.20	4.32	3,272.49	170,288.75	168,152.10
BANK OF NEW YORK MELLON CORP NOTES (CALL DTD 07/26/2022 4.414% 07/24/2026	06406RBJ5	80,000.00	A	A1	7/19/2022	7/26/2022	80,000.00	4.41	1,540.00	80,000.00	79,130.40
TRUIST FIN CORP NOTES (CALLABLE) DTD 07/28/2022 4.260% 07/28/2026	89788MAH5	65,000.00	A-	A3	7/26/2022	7/28/2022	65,065.00	4.23	1,176.83	65,034.04	63,761.62
TRUIST FIN CORP NOTES (CALLABLE) DTD 07/28/2022 4.260% 07/28/2026	89788MAH5	65,000.00	A-	A3	7/25/2022	7/28/2022	65,000.00	4.26	1,176.83	65,000.00	63,761.62
STATE STREET CORP NOTES (CALLABLE) DTD 08/03/2023 5.272% 08/03/2026	857477CD3	200,000.00	A	A1	7/31/2023	8/3/2023	200,000.00	5.27	4,334.76	200,000.00	202,825.60
PACCAR FINANCIAL CORP CORPORATE NOTES DTD 08/10/2023 5.050% 08/10/2026	69371RS56	125,000.00	A+	A1	8/3/2023	8/10/2023	124,937.50	5.07	2,472.40	124,945.71	126,661.75
BANK OF AMERICA NA CORPORATE NOTES DTD 08/18/2023 5.526% 08/18/2026	06428CAA2	275,000.00	A+	Aa1	8/14/2023	8/18/2023	275,000.00	5.53	5,614.26	275,000.00	280,291.55



Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Corporate</b>											
HOME DEPOT INC CORPORATE NOTES DTD 12/04/2023 4.950% 09/30/2026	437076CV2	105,000.00	A	A2	11/27/2023	12/4/2023	104,770.05	5.03	389.81	104,775.90	106,444.07
PEPSICO INC CORPORATE NOTES (CALLABLE) DTD 11/10/2023 5.125% 11/10/2026	713448FW3	65,000.00	A+	A1	11/8/2023	11/10/2023	64,982.45	5.13	471.93	64,983.23	66,323.86
GOLDMAN SACHS GROUP INC CORP NOTES (CALL) DTD 11/16/2016 3.500% 11/16/2026	38145GAH3	200,000.00	BBB+	A2	8/7/2023	8/9/2023	188,710.00	5.40	875.00	190,079.92	192,686.80
WELLS FARGO CORP NOTES (CALLABLE) DTD 12/11/2023 5.254% 12/11/2026	94988J6F9	375,000.00	A+	Aa2	12/4/2023	12/11/2023	375,000.00	5.25	1,094.58	375,000.00	379,772.63
COMCAST CORP (CALLABLE) NOTES DTD 01/10/2017 3.300% 02/01/2027	20030NBY6	200,000.00	A-	A3	10/31/2023	11/2/2023	186,160.00	5.66	2,750.00	186,859.58	192,943.60
<b>Security Type Sub-Total</b>		<b>12,671,000.00</b>					<b>12,658,892.48</b>	<b>3.60</b>	<b>118,253.39</b>	<b>12,637,679.81</b>	<b>12,492,899.88</b>
<b>Agency CMBS</b>											
FHMS K053 A2 DTD 03/29/2016 2.995% 12/01/2025	3137BN6G4	250,000.00	AA+	Aaa	8/4/2022	8/9/2022	247,119.14	3.36	623.96	248,333.39	242,382.71
FHMS K054 A2 DTD 04/20/2016 2.745% 01/01/2026	3137BNGT5	275,000.00	AA+	Aaa	4/11/2023	4/14/2023	263,613.28	4.37	629.06	266,617.63	265,159.80
FHMS K054 A2 DTD 04/20/2016 2.745% 01/01/2026	3137BNGT5	225,000.00	AA+	Aaa	5/11/2023	5/16/2023	217,494.14	4.09	514.69	219,290.55	216,948.92
FNA 2016-M3 A2 DTD 03/31/2016 2.702% 02/01/2026	3136ARTE8	148,756.08	AA+	Aaa	8/31/2022	9/6/2022	143,718.12	3.76	334.95	145,670.13	143,134.75
FHMS K057 A2 DTD 09/28/2016 2.570% 07/01/2026	3137BRQJ7	260,000.00	AA+	Aaa	3/2/2023	3/7/2023	241,779.69	4.86	556.84	246,289.67	248,419.79
FHMS K057 A2 DTD 09/28/2016 2.570% 07/01/2026	3137BRQJ7	260,000.00	AA+	Aaa	5/18/2023	5/23/2023	247,223.44	4.26	556.84	249,733.72	248,419.78
FHMS K736 A2 DTD 09/01/2019 2.282% 07/01/2026	3137FNWX4	270,000.00	AA+	Aaa	10/5/2023	10/11/2023	250,519.92	5.13	513.45	252,126.93	256,392.16
FHMS K058 A2 DTD 11/09/2016 2.653% 08/01/2026	3137BSP72	400,000.00	AA+	Aaa	4/6/2023	4/12/2023	383,156.25	4.02	884.33	386,840.38	381,891.97

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>Agency CMBS</b>											
FNA 2016-M12 A2 DTD 11/30/2016 2.445% 09/01/2026	3136AUKX8	276,069.82	AA+	Aaa	11/20/2023	11/27/2023	257,586.08	5.05	562.41	258,197.39	262,543.93
FHMS K059 A2 DTD 11/29/2016 3.120% 09/01/2026	3137BSRE5	275,000.00	AA+	Aaa	11/15/2023	11/20/2023	260,465.82	5.16	715.00	261,021.12	265,568.36
FHMS K062 A2 DTD 02/01/2017 3.413% 12/01/2026	3137BUX60	275,000.00	AA+	Aaa	11/8/2023	11/13/2023	261,840.82	5.11	782.15	262,419.63	267,322.00
FHMS K062 A2 DTD 02/01/2017 3.413% 12/01/2026	3137BUX60	275,000.00	AA+	Aaa	11/16/2023	11/21/2023	262,485.35	5.04	782.15	262,949.27	267,322.01
FHMS K063 A2 DTD 03/01/2017 3.430% 01/01/2027	3137BVZ82	275,000.00	AA+	Aaa	10/17/2023	10/20/2023	259,273.44	5.38	786.04	260,255.51	267,374.90
FHLMC MULTIFAMILY STRUCTURED P DTD 07/01/2017 3.243% 04/01/2027	3137F1G44	260,000.00	AA+	Aaa	11/9/2023	11/14/2023	244,938.28	5.11	702.65	245,524.15	250,948.46
FHMS K092 A1 DTD 05/31/2019 3.125% 10/01/2028	3137FLYU2	231,073.21	AA+	Aaa	10/25/2023	10/30/2023	217,434.48	4.46	601.75	217,862.49	223,377.60
<b>Security Type Sub-Total</b>		<b>3,955,899.11</b>					<b>3,758,648.25</b>	<b>4.63</b>	<b>9,546.27</b>	<b>3,783,131.96</b>	<b>3,807,207.14</b>
<b>ABS</b>											
HAROT 2020-3 A3 DTD 09/29/2020 0.370% 10/18/2024	43813KAC6	3,642.47	AAA	NR	9/22/2020	9/29/2020	3,641.93	0.37	0.49	3,642.36	3,635.22
GMCAR 2020-3 A3 DTD 08/19/2020 0.450% 04/16/2025	362590AC5	9,003.55	NR	Aaa	8/11/2020	8/19/2020	9,001.48	0.46	1.69	9,002.98	8,975.27
WOART 2020-B A3 DTD 06/24/2020 0.630% 05/15/2025	98163WAC0	4,126.97	AAA	NR	6/16/2020	6/24/2020	4,126.65	0.63	1.16	4,126.88	4,119.57
VWALT 2022-A A3 DTD 06/14/2022 3.440% 07/21/2025	92868AAC9	100,000.00	NR	Aaa	6/7/2022	6/14/2022	99,992.04	3.44	105.11	99,996.02	99,238.62
HART 2021-A A3 DTD 04/28/2021 0.380% 09/15/2025	44933LAC7	33,258.27	AAA	NR	4/20/2021	4/28/2021	33,254.77	0.38	5.62	33,256.91	32,804.25
HAROT 2021-4 A3 DTD 11/24/2021 0.880% 01/21/2026	43815GAC3	107,965.60	NR	Aaa	11/16/2021	11/24/2021	107,942.85	0.89	26.39	107,954.35	104,747.61
CARMX 2021-2 A3 DTD 04/21/2021 0.520% 02/17/2026	14314QAC8	50,031.13	AAA	NR	4/13/2021	4/21/2021	50,020.35	0.52	11.56	50,026.37	48,921.84
HART 2021-C A3 DTD 11/17/2021 0.740% 05/15/2026	44935FAD6	82,861.69	AAA	NR	11/9/2021	11/17/2021	82,843.20	0.75	27.25	82,851.94	80,649.81

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>ABS</b>											
FORDO 2022-A A3 DTD 01/24/2022 1.290% 06/15/2026	345286AC2	96,966.39	AAA	NR	1/19/2022	1/24/2022	96,954.87	1.29	55.59	96,959.95	94,403.12
CARMX 2021-3 A3 DTD 07/28/2021 0.550% 06/15/2026	14317DAC4	151,371.79	AAA	Aaa	7/21/2021	7/28/2021	151,346.90	0.55	37.00	151,359.28	146,539.88
BMWOT 2022-A A3 DTD 05/18/2022 3.210% 08/25/2026	05602RAD3	131,798.71	AAA	Aaa	5/10/2022	5/18/2022	131,791.86	3.21	70.51	131,794.46	129,575.05
DCENT 2021-A1 A1 DTD 09/27/2021 0.580% 09/15/2026	254683CP8	155,000.00	AAA	Aaa	9/20/2021	9/27/2021	154,966.81	0.58	39.96	154,981.92	149,867.87
TAOT 2022-B A3 DTD 04/13/2022 2.930% 09/15/2026	89238FAD5	145,000.00	AAA	Aaa	4/7/2022	4/13/2022	144,996.61	2.93	188.82	144,997.93	142,128.91
COPAR 2021-1 A3 DTD 10/27/2021 0.770% 09/15/2026	14044CAC6	116,438.94	AAA	Aaa	10/19/2021	10/27/2021	116,436.75	0.77	39.85	116,437.73	112,674.39
GMCAR 2021-4 A3 DTD 10/21/2021 0.680% 09/16/2026	362554AC1	72,043.50	AAA	Aaa	10/13/2021	10/21/2021	72,041.67	0.68	20.41	72,042.49	69,666.86
HART 2022-A A3 DTD 03/16/2022 2.220% 10/15/2026	448977AD0	135,952.98	AAA	NR	3/9/2022	3/16/2022	135,947.75	2.22	134.14	135,949.80	132,715.63
WOART 2021-D A3 DTD 11/03/2021 0.810% 10/15/2026	98163KAC6	132,283.90	AAA	NR	10/26/2021	11/3/2021	132,265.89	0.81	47.62	132,273.75	128,447.10
ALLYA 2022-1 A3 DTD 05/18/2022 3.310% 11/15/2026	02008JAC0	234,443.50	AAA	Aaa	5/10/2022	5/18/2022	234,398.11	3.31	344.89	234,414.50	230,740.25
COMET 2021-A3 A3 DTD 11/30/2021 1.040% 11/15/2026	14041NFY2	305,000.00	AAA	NR	11/18/2021	11/30/2021	304,957.97	1.04	140.98	304,975.65	294,245.97
GMCAR 2022-1 A3 DTD 01/19/2022 1.260% 11/16/2026	380146AC4	91,734.80	AAA	NR	1/11/2022	1/19/2022	91,726.83	1.26	48.16	91,730.05	89,002.32
HDMOT 2022-A A3 DTD 04/20/2022 3.060% 02/15/2027	41284YAD8	219,464.41	AAA	Aaa	4/12/2022	4/20/2022	219,427.87	3.06	298.47	219,440.75	215,554.15
CARMX 2022-2 A3 DTD 04/28/2022 3.490% 02/16/2027	14317HAC5	186,544.48	AAA	Aaa	4/21/2022	4/28/2022	186,516.11	3.49	289.35	186,526.02	183,528.32
GMCAR 2022-2 A3 DTD 04/13/2022 3.100% 02/16/2027	362585AC5	125,000.00	AAA	Aaa	4/5/2022	4/13/2022	124,973.88	3.10	161.46	124,983.15	122,532.68
COMET 2022-A1 A1 DTD 03/30/2022 2.800% 03/15/2027	14041NFZ9	250,000.00	AAA	NR	3/23/2022	3/30/2022	249,981.15	2.80	311.11	249,987.83	243,665.03
TAOT 2022-C A3 DTD 08/16/2022 3.760% 04/15/2027	89231CAD9	105,000.00	AAA	NR	8/8/2022	8/16/2022	104,982.45	3.76	175.47	104,987.63	103,420.86

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>ABS</b>											
CARMX 2022-3 A3 DTD 07/20/2022 3.970% 04/15/2027	14318MAD1	265,000.00	AAA	NR	7/12/2022	7/20/2022	264,993.75	3.97	467.58	264,995.66	261,389.77
GMCAR 2022-3 A3 DTD 07/13/2022 3.640% 04/16/2027	36265WAD5	155,000.00	NR	Aaa	7/6/2022	7/13/2022	154,998.93	3.64	235.08	154,999.26	152,597.75
COMET 2022-A2 A DTD 06/14/2022 3.490% 05/15/2027	14041NGA3	335,000.00	AAA	NR	6/6/2022	6/14/2022	334,946.47	3.49	519.62	334,963.34	328,642.10
ALLYA 2022-2 A3 DTD 10/12/2022 4.760% 05/17/2027	02008MAC3	450,000.00	AAA	Aaa	10/4/2022	10/12/2022	449,994.42	4.76	952.00	449,995.90	447,647.00
DCENT 2022-A2 A DTD 05/26/2022 3.320% 05/17/2027	254683CS2	270,000.00	NR	Aaa	5/19/2022	5/26/2022	269,978.05	3.32	398.40	269,985.12	264,270.30
AMXCA 2022-2 A DTD 05/24/2022 3.390% 05/17/2027	02582JTT8	370,000.00	AAA	NR	5/17/2022	5/24/2022	369,918.16	3.39	557.47	369,944.57	362,489.81
NAROT 2022-B A3 DTD 09/28/2022 4.460% 05/17/2027	65480JAC4	235,000.00	AAA	Aaa	9/20/2022	9/28/2022	234,951.38	4.46	465.82	234,964.60	233,355.99
HART 2022-C A3 DTD 11/09/2022 5.390% 06/15/2027	44933DAD3	325,000.00	AAA	NR	11/1/2022	11/9/2022	324,998.44	5.39	778.56	324,998.83	326,244.17
DCENT 2022-A3 A3 DTD 08/09/2022 3.560% 07/15/2027	254683CW3	300,000.00	AAA	Aaa	8/2/2022	8/9/2022	299,962.77	3.56	474.67	299,973.31	294,213.18
CARMX 2022-4 A3 DTD 10/31/2022 5.340% 08/16/2027	14318UAD3	295,000.00	AAA	NR	10/26/2022	10/31/2022	294,930.82	5.35	700.13	294,947.70	295,905.80
MBART 2022-1 A3 DTD 11/22/2022 5.210% 08/16/2027	58768PAC8	390,000.00	AAA	Aaa	11/15/2022	11/22/2022	389,922.86	5.21	903.07	389,940.94	390,457.51
TAOT 2023-A A3 DTD 01/30/2023 4.630% 09/15/2027	891940AC2	165,000.00	AAA	NR	1/24/2023	1/30/2023	164,999.92	4.63	339.53	164,999.94	164,097.20
TAOT 2022-D A3 DTD 11/08/2022 5.300% 09/15/2027	89239HAD0	110,000.00	NR	Aaa	11/1/2022	11/8/2022	109,989.14	5.30	259.11	109,991.71	110,436.26
AMXCA 2022-4 A DTD 11/03/2022 4.950% 10/15/2027	02582JJX9	120,000.00	AAA	NR	10/27/2022	11/3/2022	119,994.05	4.95	264.00	119,995.45	120,624.58
HAROT 2023-2 A3 DTD 05/30/2023 4.930% 11/15/2027	437927AC0	160,000.00	AAA	Aaa	5/23/2023	5/30/2023	159,974.08	4.93	350.58	159,977.51	160,730.18
NAROT 2023-A A3 DTD 04/26/2023 4.910% 11/15/2027	65480WAD3	235,000.00	NR	Aaa	4/18/2023	4/26/2023	234,958.48	4.91	512.82	234,964.72	235,218.71
HDMOT 2023-A A3 DTD 02/23/2023 5.050% 12/15/2027	41285JAD0	170,000.00	NR	Aaa	2/13/2023	2/23/2023	169,982.88	5.05	381.56	169,985.92	169,586.32

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>ABS</b>											
TAOT 2023-B A3 DTD 05/23/2023 4.710% 02/15/2028	891941AD8	200,000.00	NR	Aaa	5/16/2023	5/23/2023	199,988.82	4.71	418.67	199,990.26	199,793.88
FORDO 2023-A A3 DTD 03/31/2023 4.650% 02/15/2028	344928AD8	130,000.00	AAA	NR	3/28/2023	3/31/2023	129,986.44	4.65	268.67	129,988.54	129,403.27
GMCAR 2023-2 A3 DTD 04/12/2023 4.470% 02/16/2028	362583AD8	140,000.00	AAA	Aaa	4/4/2023	4/12/2023	139,996.15	4.47	260.75	139,996.72	139,238.43
BMWOT 2023-A A3 DTD 07/18/2023 5.470% 02/25/2028	05592XAD2	85,000.00	AAA	NR	7/11/2023	7/18/2023	84,984.94	5.47	77.49	84,986.43	86,076.03
NAROT 2023-B A3 DTD 10/25/2023 5.930% 03/15/2028	65480MAD5	105,000.00	NR	Aaa	10/18/2023	10/25/2023	104,978.69	5.94	276.73	104,979.48	107,636.91
DCENT 2023-A1 A DTD 04/11/2023 4.310% 03/15/2028	254683CY9	300,000.00	NR	Aaa	4/4/2023	4/11/2023	299,982.60	4.31	574.67	299,985.16	297,900.93
HART 2023-B A3 DTD 07/19/2023 5.480% 04/17/2028	44933XAD9	75,000.00	AAA	NR	7/11/2023	7/19/2023	74,996.75	5.48	182.67	74,997.06	76,047.83
BACCT 2023-A1 A1 DTD 06/16/2023 4.790% 05/15/2028	05522RDG0	120,000.00	AAA	NR	6/8/2023	6/16/2023	119,972.83	4.79	255.47	119,975.84	120,392.71
FORDO 2023-B A3 DTD 06/26/2023 5.230% 05/15/2028	344930AD4	150,000.00	AAA	NR	6/21/2023	6/26/2023	149,997.98	5.23	348.67	149,998.19	151,597.47
AMXCA 2023-1 A DTD 06/14/2023 4.870% 05/15/2028	02582JJZ4	140,000.00	AAA	NR	6/7/2023	6/14/2023	139,987.58	4.87	303.02	139,988.97	141,078.99
GMCAR 2023-3 A3 DTD 07/19/2023 5.450% 06/16/2028	36267KAD9	75,000.00	AAA	Aaa	7/11/2023	7/19/2023	74,997.11	5.45	170.31	74,997.38	76,156.98
HAROT 2023-4 A3 DTD 11/08/2023 5.670% 06/21/2028	438123AC5	85,000.00	NR	Aaa	11/1/2023	11/8/2023	84,985.03	5.67	133.88	84,985.45	86,794.19
FITAT 2023-1 A3 DTD 08/23/2023 5.530% 08/15/2028	31680EAD3	265,000.00	AAA	Aaa	8/15/2023	8/23/2023	264,983.57	5.53	651.31	264,984.75	267,901.41
CHAIT 2023-A1 A DTD 09/15/2023 5.160% 09/15/2028	161571HT4	380,000.00	AAA	NR	9/7/2023	9/15/2023	379,894.66	5.17	871.47	379,900.16	385,855.80

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
<b>ABS</b>											
BACCT 2023-A2 A2 DTD 12/14/2023 4.980% 11/15/2028	05522RDH8	170,000.00	NR	Aaa	12/7/2023	12/14/2023	169,977.17	4.98	399.79	169,977.37	171,758.55
<b>Security Type Sub-Total</b>		<b>9,814,933.08</b>					<b>9,813,741.67</b>	<b>3.87</b>	<b>16,336.63</b>	<b>9,814,056.94</b>	<b>9,727,340.59</b>
<b>Managed Account Sub Total</b>		<b>50,621,832.19</b>					<b>50,255,977.04</b>	<b>3.84</b>	<b>376,439.38</b>	<b>50,289,589.00</b>	<b>49,966,422.40</b>
<b>Securities Sub Total</b>		<b>\$50,621,832.19</b>					<b>\$50,255,977.04</b>	<b>3.84%</b>	<b>\$376,439.38</b>	<b>\$50,289,589.00</b>	<b>\$49,966,422.40</b>
<b>Accrued Interest</b>											<b>\$376,439.38</b>
<b>Total Investments</b>											<b>\$50,342,861.78</b>

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
10/2/2023	10/4/2023	175,000.00	02665WEQ0	AMERICAN HONDA FINANCE CORPORATE NOTES	5.80%	10/3/2025	174,837.25	5.85%	
10/3/2023	10/5/2023	1,000,000.00	91282CHY0	US TREASURY NOTES	4.62%	9/15/2026	995,392.77	4.89%	
10/5/2023	10/11/2023	270,000.00	3137FNWX4	FHMS K736 A2	2.28%	7/1/2026	250,691.07	5.13%	
10/17/2023	10/20/2023	275,000.00	3137BVZ82	FHMS K063 A2	3.43%	1/1/2027	259,771.27	5.38%	
10/18/2023	10/25/2023	105,000.00	65480MAD5	NAROT 2023-B A3	5.93%	3/15/2028	104,978.69	5.94%	
10/25/2023	10/30/2023	233,013.96	3137FLYU2	FHMS K092 A1	3.12%	10/1/2028	219,847.26	4.46%	
10/31/2023	11/2/2023	200,000.00	20030NBY6	COMCAST CORP (CALLABLE) NOTES	3.30%	2/1/2027	187,828.33	5.66%	
11/1/2023	11/8/2023	85,000.00	438123AC5	HAROT 2023-4 A3	5.67%	6/21/2028	84,985.03	5.67%	
11/8/2023	11/10/2023	65,000.00	713448FW3	PEPSICO INC CORPORATE NOTES (CALLABLE)	5.12%	11/10/2026	64,982.45	5.13%	
11/8/2023	11/13/2023	275,000.00	3137BUX60	FHMS K062 A2	3.41%	12/1/2026	262,153.68	5.11%	
11/9/2023	11/13/2023	750,000.00	91282CJC6	US TREASURY NOTES	4.62%	10/15/2026	750,639.09	4.73%	
11/9/2023	11/14/2023	260,000.00	3137F1G44	FHLMC MULTIFAMILY STRUCTURED P	3.24%	4/1/2027	245,242.76	5.11%	
11/15/2023	11/20/2023	275,000.00	3137BSRE5	FHMS K059 A2	3.12%	9/1/2026	260,918.65	5.16%	
11/16/2023	11/21/2023	275,000.00	3137BUX60	FHMS K062 A2	3.41%	12/1/2026	263,006.78	5.04%	
11/20/2023	11/27/2023	276,588.32	3136AUKX8	FNA 2016-M12 A2	2.44%	9/1/2026	258,574.60	2.62%	
11/27/2023	12/4/2023	105,000.00	437076CV2	HOME DEPOT INC CORPORATE NOTES	4.95%	9/30/2026	104,770.05	5.03%	
12/4/2023	12/11/2023	375,000.00	94988J6F9	WELLS FARGO CORP NOTES (CALLABLE)	5.25%	12/11/2026	375,000.00	5.25%	

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>BUY</b>									
12/7/2023	12/11/2023	1,250,000.00	91282CJK8	US TREASURY N/B NOTES	4.62%	11/15/2026	1,263,943.91	4.34%	
12/7/2023	12/14/2023	170,000.00	05522RDH8	BACCT 2023-A2 A2	4.98%	11/15/2028	169,977.17	4.98%	
<b>Total BUY</b>		<b>6,419,602.28</b>					<b>6,297,540.81</b>		<b>0.00</b>
<b>INTEREST</b>									
10/1/2023	10/1/2023	125,000.00	12189LAV3	BURLINGTN NORTH SANTA FE CORP NOTES (CAL	3.00%	4/1/2025	1,875.00		
10/1/2023	10/25/2023	500,000.00	3137BNGT5	FHMS K054 A2	2.74%	1/1/2026	1,143.75		
10/1/2023	10/25/2023	250,000.00	3137BN6G4	FHMS K053 A2	2.99%	12/1/2025	623.96		
10/1/2023	10/25/2023	520,000.00	3137BRQJ7	FHMS K057 A2	2.57%	7/1/2026	1,113.67		
10/1/2023	10/25/2023	151,150.72	3136ARTE8	FNA 2016-M3 A2	2.70%	2/1/2026	340.34		
10/1/2023	10/25/2023	400,000.00	3137BSP72	FHMS K058 A2	2.65%	8/1/2026	884.33		
10/2/2023	10/2/2023		MONEY0002	MONEY MARKET FUND			337.91		
10/7/2023	10/7/2023	250,000.00	69371RR73	PACCAR FINANCIAL CORP CORPORATE NOTES	2.85%	4/7/2025	3,562.50		
10/13/2023	10/13/2023	155,000.00	023135CE4	AMAZON.COM INC CORPORATE NOTES	3.00%	4/13/2025	2,325.00		
10/15/2023	10/15/2023	1,150,000.00	91282CGV7	US TREASURY NOTES	3.75%	4/15/2026	21,562.50		
10/15/2023	10/15/2023	2,006.03	14315XAC2	CARMX 2020-1 A3	1.89%	12/16/2024	3.16		
10/15/2023	10/15/2023	110,000.00	89239HAD0	TAOT 2022-D A3	5.30%	9/15/2027	485.83		
10/15/2023	10/15/2023	140,000.00	02582JJZ4	AMXCA 2023-1 A	4.87%	5/15/2028	568.17		



### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
10/15/2023	10/15/2023	130,000.00	344928AD8	FORDO 2023-A A3	4.65%	2/15/2028	503.75		
10/15/2023	10/15/2023	335,000.00	14041NGA3	COMET 2022-A2 A	3.49%	5/15/2027	974.29		
10/15/2023	10/15/2023	265,000.00	14318MAD1	CARMX 2022-3 A3	3.97%	4/15/2027	876.71		
10/15/2023	10/15/2023	120,000.00	05522RDG0	BACCT 2023-A1 A1	4.79%	5/15/2028	479.00		
10/15/2023	10/15/2023	120,000.00	02582JJX9	AMXCA 2022-4 A	4.95%	10/15/2027	495.00		
10/15/2023	10/15/2023	270,000.00	254683CS2	DCENT 2022-A2 A	3.32%	5/17/2027	747.00		
10/15/2023	10/15/2023	170,000.00	41285JAD0	HDMOT 2023-A A3	5.05%	12/15/2027	715.42		
10/15/2023	10/15/2023	300,000.00	254683CY9	DCENT 2023-A1 A	4.31%	3/15/2028	1,077.50		
10/15/2023	10/15/2023	140,454.99	14044CAC6	COPAR 2021-1 A3	0.77%	9/15/2026	90.13		
10/15/2023	10/15/2023	160,000.00	437927AC0	HAROT 2023-2 A3	4.93%	11/15/2027	657.33		
10/15/2023	10/15/2023	265,000.00	31680EAD3	FITAT 2023-1 A3	5.53%	8/15/2028	1,221.21		
10/15/2023	10/15/2023	190,000.00	14317HAC5	CARMX 2022-2 A3	3.49%	2/16/2027	552.58		
10/15/2023	10/15/2023	175,000.00	539830BU2	LOCKHEED MARTIN CORP NOTES (CALLABLE)	4.95%	10/15/2025	4,331.25		
10/15/2023	10/15/2023	160,595.03	98163KAC6	WOART 2021-D A3	0.81%	10/15/2026	108.40		
10/15/2023	10/15/2023	235,000.00	65480JAC4	NAROT 2022-B A3	4.46%	5/17/2027	873.42		
10/15/2023	10/15/2023	49,961.30	44933LAC7	HART 2021-A A3	0.38%	9/15/2025	15.82		
10/15/2023	10/15/2023	300,000.00	254683CW3	DCENT 2022-A3 A3	3.56%	7/15/2027	890.00		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
10/15/2023	10/15/2023	102,824.08	44935FAD6	HART 2021-C A3	0.74%	5/15/2026	63.41		
10/15/2023	10/15/2023	20,152.30	98163WAC0	WOART 2020-B A3	0.63%	5/15/2025	10.58		
10/15/2023	10/15/2023	140,000.00	448977AD0	HART 2022-A A3	2.22%	10/15/2026	259.00		
10/15/2023	10/15/2023	40,000.00	437076CM2	HOME DEPOT INC (CALLABLE) CORPORATE NOTE	2.70%	4/15/2025	540.00		
10/15/2023	10/15/2023	150,000.00	344930AD4	FORDO 2023-B A3	5.23%	5/15/2028	653.75		
10/15/2023	10/15/2023	65,493.60	14314QAC8	CARMX 2021-2 A3	0.52%	2/17/2026	28.38		
10/15/2023	10/15/2023	325,000.00	44933DAD3	HART 2022-C A3	5.39%	6/15/2027	1,459.79		
10/15/2023	10/15/2023	115,000.00	115637AS9	BROWN-FORMAN CORP NOTES (CALLABLE)	3.50%	4/15/2025	2,012.50		
10/15/2023	10/15/2023	80,000.00	91324PEN8	UNITEDHEALTH GROUP INC CORPORATE NOTES	5.15%	10/15/2025	2,060.00		
10/15/2023	10/15/2023	380,000.00	161571HT4	CHAIT 2023-A1 A	5.16%	9/15/2028	1,634.00		
10/15/2023	10/15/2023	250,000.00	14041NFZ9	COMET 2022-A1 A1	2.80%	3/15/2027	583.33		
10/15/2023	10/15/2023	117,975.33	345286AC2	FORDO 2022-A A3	1.29%	6/15/2026	126.82		
10/15/2023	10/15/2023	370,000.00	02582JJT8	AMXCA 2022-2 A	3.39%	5/17/2027	1,045.25		
10/15/2023	10/15/2023	145,000.00	89238FAD5	TAOT 2022-B A3	2.93%	9/15/2026	354.04		
10/15/2023	10/15/2023	255,000.00	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	650.25		
10/15/2023	10/15/2023	3,424.08	89237VAB5	TAOT 2020-C A3	0.44%	10/15/2024	1.26		
10/15/2023	10/15/2023	390,000.00	58768PAC8	MBART 2022-1 A3	5.21%	8/16/2027	1,693.25		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
10/15/2023	10/15/2023	245,000.00	02008JAC0	ALLYA 2022-1 A3	3.31%	11/15/2026	675.79		
10/15/2023	10/15/2023	235,000.00	65480WAD3	NAROT 2023-A A3	4.91%	11/15/2027	961.54		
10/15/2023	10/15/2023	305,000.00	14041NFY2	COMET 2021-A3 A3	1.04%	11/15/2026	264.33		
10/15/2023	10/15/2023	155,000.00	254683CP8	DCENT 2021-A1 A1	0.58%	9/15/2026	74.92		
10/15/2023	10/15/2023	105,000.00	89231CAD9	TAOT 2022-C A3	3.76%	4/15/2027	329.00		
10/15/2023	10/15/2023	75,000.00	44933XAD9	HART 2023-B A3	5.48%	4/17/2028	342.50		
10/15/2023	10/15/2023	165,000.00	891940AC2	TAOT 2023-A A3	4.63%	9/15/2027	636.63		
10/15/2023	10/15/2023	182,961.26	14317DAC4	CARMX 2021-3 A3	0.55%	6/15/2026	83.86		
10/15/2023	10/15/2023	295,000.00	14318UAD3	CARMX 2022-4 A3	5.34%	8/16/2027	1,312.75		
10/15/2023	10/15/2023	450,000.00	02008MAC3	ALLYA 2022-2 A3	4.76%	5/17/2027	1,785.00		
10/15/2023	10/15/2023	200,000.00	891941AD8	TAOT 2023-B A3	4.71%	2/15/2028	785.00		
10/16/2023	10/16/2023	86,225.49	362554AC1	GMCAR 2021-4 A3	0.68%	9/16/2026	48.86		
10/16/2023	10/16/2023	125,000.00	362585AC5	GMCAR 2022-2 A3	3.10%	2/16/2027	322.92		
10/16/2023	10/16/2023	75,000.00	36267KAD9	GMCAR 2023-3 A3	5.45%	6/16/2028	340.63		
10/16/2023	10/16/2023	140,000.00	362583AD8	GMCAR 2023-2 A3	4.47%	2/16/2028	521.50		
10/16/2023	10/16/2023	108,994.79	380146AC4	GMCAR 2022-1 A3	1.26%	11/16/2026	114.44		
10/16/2023	10/16/2023	155,000.00	36265WAD5	GMCAR 2022-3 A3	3.64%	4/16/2027	470.17		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
10/16/2023	10/16/2023	27,657.17	362590AC5	GMCAR 2020-3 A3	0.45%	4/16/2025	10.37		
10/18/2023	10/18/2023	21,389.95	43813KAC6	HAROT 2020-3 A3	0.37%	10/18/2024	6.60		
10/19/2023	10/19/2023	175,000.00	06051GFX2	BANK OF AMERICA CORP NOTES	3.50%	4/19/2026	3,062.50		
10/20/2023	10/20/2023	2,097.62	92290BAA9	VZOT 2020-B A	0.47%	2/20/2025	0.82		
10/20/2023	10/20/2023	100,000.00	92868AAC9	VWALT 2022-A A3	3.44%	7/21/2025	286.67		
10/21/2023	10/21/2023	132,856.58	43815GAC3	HAROT 2021-4 A3	0.88%	1/21/2026	97.43		
10/22/2023	10/22/2023	200,000.00	949746RW3	WELLS FARGO & CO CORP NOTES	3.00%	4/22/2026	3,000.00		
10/24/2023	10/24/2023	260,000.00	06406RAN7	BANK OF NY MELLON (CALLABLE) CORP NOTES	1.60%	4/24/2025	2,080.00		
10/25/2023	10/25/2023	500,000.00	89115B6K1	TORONTO DOMINION BANK NY CERT DEPOS	5.60%	10/27/2025	27,922.22		
10/25/2023	10/25/2023	135,000.00	05602RAD3	BMWOT 2022-A A3	3.21%	8/25/2026	361.13		
10/25/2023	10/25/2023	85,000.00	05592XAD2	BMWOT 2023-A A3	5.47%	2/25/2028	387.46		
10/28/2023	10/28/2023	110,000.00	693475BH7	PNC FINANCIAL SERVICES CORP NOTE (CALLAB	5.67%	10/28/2025	3,119.05		
10/31/2023	10/31/2023	1,650,000.00	912828YM6	US TREASURY NOTES	1.50%	10/31/2024	12,375.00		
11/1/2023	11/25/2023	400,000.00	3137BSP72	FHMS K058 A2	2.65%	8/1/2026	884.33		
11/1/2023	11/25/2023	233,013.96	3137FLYU2	FHMS K092 A1	3.12%	10/1/2028	606.81		
11/1/2023	11/25/2023	250,000.00	3137BN6G4	FHMS K053 A2	2.99%	12/1/2025	623.96		
11/1/2023	11/25/2023	270,000.00	3137FNWX4	FHMS K736 A2	2.28%	7/1/2026	513.45		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
11/1/2023	11/25/2023	149,177.70	3136ARTE8	FNA 2016-M3 A2	2.70%	2/1/2026	335.90		
11/1/2023	11/25/2023	500,000.00	3137BNGT5	FHMS K054 A2	2.74%	1/1/2026	1,143.75		
11/1/2023	11/25/2023	275,000.00	3137BVZ82	FHMS K063 A2	3.43%	1/1/2027	786.04		
11/1/2023	11/25/2023	520,000.00	3137BRQJ7	FHMS K057 A2	2.57%	7/1/2026	1,113.67		
11/1/2023	11/1/2023	175,000.00	172967MX6	CITIGROUP INC (CALLABLE) CORPORATE NOTES	0.98%	5/1/2025	858.38		
11/1/2023	11/1/2023		MONEY0002	MONEY MARKET FUND			673.20		
11/1/2023	11/1/2023	175,000.00	17252MAP5	CINTAS CORPORATION NO. 2 CORP NOTE (CALL	3.45%	5/1/2025	3,018.75		
11/3/2023	11/3/2023	500,000.00	65558UYF3	NORDEA BANK ABP NEW YORK CERT DEPOS	5.53%	11/3/2025	13,825.00		
11/7/2023	11/7/2023	175,000.00	20030NDZ1	COMCAST CORP CORPORATE NOTES	5.25%	11/7/2025	4,593.75		
11/8/2023	11/8/2023	500,000.00	3130APQ81	FEDERAL HOME LOAN BANK NOTES (CALLABLE)	1.00%	11/8/2024	2,500.00		
11/13/2023	11/13/2023	125,000.00	110122DN5	BRISTOL-MYERS SQUIBB CO CORPORATE NOTES	0.75%	11/13/2025	468.75		
11/13/2023	11/13/2023	125,000.00	14913R2V8	CATERPILLAR FINL SERVICE CORPORATE NOTES	3.40%	5/13/2025	2,125.00		
11/15/2023	11/15/2023	300,000.00	254683CY9	DCENT 2023-A1 A	4.31%	3/15/2028	1,077.50		
11/15/2023	11/15/2023	150,000.00	344930AD4	FORDO 2023-B A3	5.23%	5/15/2028	653.75		
11/15/2023	11/15/2023	150,995.23	98163KAC6	WOART 2021-D A3	0.81%	10/15/2026	101.92		
11/15/2023	11/15/2023	190,000.00	14317HAC5	CARMX 2022-2 A3	3.49%	2/16/2027	552.58		
11/15/2023	11/15/2023	14,705.60	98163WAC0	WOART 2020-B A3	0.63%	5/15/2025	7.72		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
11/15/2023	11/15/2023	305,000.00	14041NFY2	COMET 2021-A3 A3	1.04%	11/15/2026	264.33		
11/15/2023	11/15/2023	235,000.00	65480WAD3	NAROT 2023-A A3	4.91%	11/15/2027	961.54		
11/15/2023	11/15/2023	155,000.00	254683CP8	DCENT 2021-A1 A1	0.58%	9/15/2026	74.92		
11/15/2023	11/15/2023	172,151.23	14317DAC4	CARMX 2021-3 A3	0.55%	6/15/2026	78.90		
11/15/2023	11/15/2023	335,000.00	14041NGA3	COMET 2022-A2 A	3.49%	5/15/2027	974.29		
11/15/2023	11/15/2023	165,000.00	891940AC2	TAOT 2023-A A3	4.63%	9/15/2027	636.63		
11/15/2023	11/15/2023	390,000.00	58768PAC8	MBART 2022-1 A3	5.21%	8/16/2027	1,693.25		
11/15/2023	11/15/2023	110,000.00	89239HAD0	TAOT 2022-D A3	5.30%	9/15/2027	485.83		
11/15/2023	11/15/2023	95,884.01	44935FAD6	HART 2021-C A3	0.74%	5/15/2026	59.13		
11/15/2023	11/15/2023	325,000.00	44933DAD3	HART 2022-C A3	5.39%	6/15/2027	1,459.79		
11/15/2023	11/15/2023	270,000.00	254683CS2	DCENT 2022-A2 A	3.32%	5/17/2027	747.00		
11/15/2023	11/15/2023	44,117.02	44933LAC7	HART 2021-A A3	0.38%	9/15/2025	13.97		
11/15/2023	11/15/2023	140,000.00	02582JJZ4	AMXCA 2023-1 A	4.87%	5/15/2028	568.17		
11/15/2023	11/15/2023	265,000.00	14318MAD1	CARMX 2022-3 A3	3.97%	4/15/2027	876.71		
11/15/2023	11/15/2023	145,000.00	89238FAD5	TAOT 2022-B A3	2.93%	9/15/2026	354.04		
11/15/2023	11/15/2023	140,000.00	448977AD0	HART 2022-A A3	2.22%	10/15/2026	259.00		
11/15/2023	11/15/2023	105,000.00	89231CAD9	TAOT 2022-C A3	3.76%	4/15/2027	329.00		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
11/15/2023	11/15/2023	1,125,000.00	91282CFW6	US TREASURY NOTES	4.50%	11/15/2025	25,312.50		
11/15/2023	11/15/2023	111,039.19	345286AC2	FORDO 2022-A A3	1.29%	6/15/2026	119.37		
11/15/2023	11/15/2023	200,000.00	891941AD8	TAOT 2023-B A3	4.71%	2/15/2028	785.00		
11/15/2023	11/15/2023	380,000.00	161571HT4	CHAIT 2023-A1 A	5.16%	9/15/2028	1,634.00		
11/15/2023	11/15/2023	170,000.00	41285JAD0	HDMOT 2023-A A3	5.05%	12/15/2027	715.42		
11/15/2023	11/15/2023	1,725,000.00	912828XB1	US TREASURY NOTES	2.12%	5/15/2025	18,328.13		
11/15/2023	11/15/2023	165,000.00	369550BG2	GENERAL DYNAMICS CORP (CALLABLE) CORP NO	3.50%	5/15/2025	2,887.50		
11/15/2023	11/15/2023	246,617.14	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	628.87		
11/15/2023	11/15/2023	130,000.00	344928AD8	FORDO 2023-A A3	4.65%	2/15/2028	503.75		
11/15/2023	11/15/2023	370,000.00	02582JJT8	AMXCA 2022-2 A	3.39%	5/17/2027	1,045.25		
11/15/2023	11/15/2023	120,000.00	05522RDG0	BACCT 2023-A1 A1	4.79%	5/15/2028	479.00		
11/15/2023	11/15/2023	250,000.00	14913UAA8	CATERPILLAR FINL SERVICE CORPORATE NOTES	4.35%	5/15/2026	5,437.50		
11/15/2023	11/15/2023	75,000.00	44933XAD9	HART 2023-B A3	5.48%	4/17/2028	342.50		
11/15/2023	11/15/2023	235,000.00	65480JAC4	NAROT 2022-B A3	4.46%	5/17/2027	873.42		
11/15/2023	11/15/2023	265,000.00	31680EAD3	FITAT 2023-1 A3	5.53%	8/15/2028	1,221.21		
11/15/2023	11/15/2023	160,000.00	437927AC0	HAROT 2023-2 A3	4.93%	11/15/2027	657.33		
11/15/2023	11/15/2023	120,000.00	02582JJX9	AMXCA 2022-4 A	4.95%	10/15/2027	495.00		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
11/15/2023	11/15/2023	132,214.68	14044CAC6	COPAR 2021-1 A3	0.77%	9/15/2026	84.84		
11/15/2023	11/15/2023	300,000.00	254683CW3	DCENT 2022-A3 A3	3.56%	7/15/2027	890.00		
11/15/2023	11/15/2023	245,000.00	02008JAC0	ALLYA 2022-1 A3	3.31%	11/15/2026	675.79		
11/15/2023	11/15/2023	295,000.00	14318UAD3	CARMX 2022-4 A3	5.34%	8/16/2027	1,312.75		
11/15/2023	11/15/2023	450,000.00	02008MAC3	ALLYA 2022-2 A3	4.76%	5/17/2027	1,785.00		
11/15/2023	11/15/2023	1,700,000.00	91282CHB0	US TREASURY NOTES	3.62%	5/15/2026	30,812.50		
11/15/2023	11/15/2023	105,000.00	65480MAD5	NAROT 2023-B A3	5.93%	3/15/2028	345.92		
11/15/2023	11/15/2023	250,000.00	14041NFZ9	COMET 2022-A1 A1	2.80%	3/15/2027	583.33		
11/15/2023	11/15/2023	60,166.59	14314QAC8	CARMX 2021-2 A3	0.52%	2/17/2026	26.07		
11/16/2023	11/16/2023	21,228.37	362590AC5	GMCAR 2020-3 A3	0.45%	4/16/2025	7.96		
11/16/2023	11/16/2023	81,279.48	362554AC1	GMCAR 2021-4 A3	0.68%	9/16/2026	46.06		
11/16/2023	11/16/2023	125,000.00	362585AC5	GMCAR 2022-2 A3	3.10%	2/16/2027	322.92		
11/16/2023	11/16/2023	155,000.00	36265WAD5	GMCAR 2022-3 A3	3.64%	4/16/2027	470.17		
11/16/2023	11/16/2023	75,000.00	36267KAD9	GMCAR 2023-3 A3	5.45%	6/16/2028	340.63		
11/16/2023	11/16/2023	103,029.11	380146AC4	GMCAR 2022-1 A3	1.26%	11/16/2026	108.18		
11/16/2023	11/16/2023	200,000.00	38145GAH3	GOLDMAN SACHS GROUP INC CORP NOTES (CALL	3.50%	11/16/2026	3,500.00		
11/16/2023	11/16/2023	140,000.00	362583AD8	GMCAR 2023-2 A3	4.47%	2/16/2028	521.50		



### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
11/18/2023	11/18/2023	210,000.00	89236TKT1	TOYOTA MOTOR CREDIT CORP CORP NOTES	4.45%	5/18/2026	4,672.50		
11/18/2023	11/18/2023	15,234.49	43813KAC6	HAROT 2020-3 A3	0.37%	10/18/2024	4.70		
11/20/2023	11/20/2023	100,000.00	92868AAC9	VWALT 2022-A A3	3.44%	7/21/2025	286.67		
11/21/2023	11/21/2023	124,348.25	43815GAC3	HAROT 2021-4 A3	0.88%	1/21/2026	91.19		
11/24/2023	11/24/2023	375,000.00	40428HTA0	HSBC USA INC CORPORATE NOTES	3.75%	5/24/2024	7,031.25		
11/25/2023	11/25/2023	135,000.00	05602RAD3	BMWOT 2022-A A3	3.21%	8/25/2026	361.13		
11/25/2023	11/25/2023	85,000.00	05592XAD2	BMWOT 2023-A A3	5.47%	2/25/2028	387.46		
11/30/2023	11/30/2023	1,550,000.00	912828YV6	US TREASURY NOTES	1.50%	11/30/2024	11,625.00		
12/1/2023	12/1/2023	345,000.00	46647PCH7	JPMORGAN CHASE & CO (CALLABLE) CORP NOTE	0.82%	6/1/2025	1,421.40		
12/1/2023	12/1/2023	130,000.00	427866BF4	HERSHEY CO CORP NOTES (CALLABLE)	0.90%	6/1/2025	585.00		
12/1/2023	12/1/2023	175,000.00	438516CB0	HONEYWELL INTL CORP NOTES (CALLABLE)	1.35%	6/1/2025	1,181.25		
12/1/2023	12/1/2023		MONEY0002	MONEY MARKET FUND			546.78		
12/1/2023	12/1/2023	250,000.00	69353REQ7	PNC BANK NA CORP NOTE (CALLABLE)	3.25%	6/1/2025	4,062.50		
12/1/2023	12/25/2023	400,000.00	3137BSP72	FHMS K058 A2	2.65%	8/1/2026	884.33		
12/1/2023	12/25/2023	520,000.00	3137BRQJ7	FHMS K057 A2	2.57%	7/1/2026	1,113.67		
12/1/2023	12/25/2023	275,000.00	3137BVZ82	FHMS K063 A2	3.43%	1/1/2027	786.04		
12/1/2023	12/25/2023	260,000.00	3137F1G44	FHLMC MULTIFAMILY STRUCTURED P	3.24%	4/1/2027	702.65		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
12/1/2023	12/25/2023	270,000.00	3137FNWX4	FHMS K736 A2	2.28%	7/1/2026	513.45		
12/1/2023	12/25/2023	276,588.32	3136AUKX8	FNA 2016-M12 A2	2.44%	9/1/2026	563.55		
12/1/2023	12/25/2023	275,000.00	3137BSRE5	FHMS K059 A2	3.12%	9/1/2026	715.00		
12/1/2023	12/25/2023	500,000.00	3137BNGT5	FHMS K054 A2	2.74%	1/1/2026	1,143.75		
12/1/2023	12/25/2023	250,000.00	3137BN6G4	FHMS K053 A2	2.99%	12/1/2025	623.96		
12/1/2023	12/25/2023	232,088.39	3137FLYU2	FHMS K092 A1	3.12%	10/1/2028	604.40		
12/1/2023	12/25/2023	148,975.01	3136ARTE8	FNA 2016-M3 A2	2.70%	2/1/2026	335.44		
12/1/2023	12/25/2023	550,000.00	3137BUX60	FHMS K062 A2	3.41%	12/1/2026	1,564.29		
12/5/2023	12/5/2023	250,000.00	53522KAB9	LINDE INC/CT CORPORATE NOTES (CALLABLE)	4.70%	12/5/2025	5,875.00		
12/5/2023	12/5/2023	231,000.00	05531FBE2	TRUIST FINANCIAL CORP NOTES (CALLABLE)	3.70%	6/5/2025	4,273.50		
12/8/2023	12/8/2023	250,000.00	05254JAA8	AUST & NZ BANKING GRP NY CORPORATE NOTES	5.08%	12/8/2025	6,360.00		
12/9/2023	12/9/2023	255,000.00	63254ABD9	NATIONAL AUSTRALIA BK/NY CORPORATE NOTES	3.50%	6/9/2025	4,462.50		
12/11/2023	12/11/2023	150,000.00	38141GYE8	GOLDMAN SACHS GROUP INC (CALLABLE) CORP	5.81%	9/10/2024	2,220.24		
12/15/2023	12/15/2023	200,000.00	891941AD8	TAOT 2023-B A3	4.71%	2/15/2028	785.00		
12/15/2023	12/15/2023	250,000.00	14041NFZ9	COMET 2022-A1 A1	2.80%	3/15/2027	583.33		
12/15/2023	12/15/2023	245,000.00	02008JAC0	ALLYA 2022-1 A3	3.31%	11/15/2026	675.79		
12/15/2023	12/15/2023	105,000.00	65480MAD5	NAROT 2023-B A3	5.93%	3/15/2028	518.88		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
12/15/2023	12/15/2023	38,561.06	44933LAC7	HART 2021-A A3	0.38%	9/15/2025	12.21		
12/15/2023	12/15/2023	140,000.00	448977AD0	HART 2022-A A3	2.22%	10/15/2026	259.00		
12/15/2023	12/15/2023	300,000.00	254683CW3	DCENT 2022-A3 A3	3.56%	7/15/2027	890.00		
12/15/2023	12/15/2023	161,511.03	14317DAC4	CARMX 2021-3 A3	0.55%	6/15/2026	74.03		
12/15/2023	12/15/2023	145,000.00	89238FAD5	TAOT 2022-B A3	2.93%	9/15/2026	354.04		
12/15/2023	12/15/2023	305,000.00	14041NFY2	COMET 2021-A3 A3	1.04%	11/15/2026	264.33		
12/15/2023	12/15/2023	155,000.00	254683CP8	DCENT 2021-A1 A1	0.58%	9/15/2026	74.92		
12/15/2023	12/15/2023	105,000.00	89231CAD9	TAOT 2022-C A3	3.76%	4/15/2027	329.00		
12/15/2023	12/15/2023	450,000.00	02008MAC3	ALLYA 2022-2 A3	4.76%	5/17/2027	1,785.00		
12/15/2023	12/15/2023	295,000.00	14318UAD3	CARMX 2022-4 A3	5.34%	8/16/2027	1,312.75		
12/15/2023	12/15/2023	130,000.00	344928AD8	FORDO 2023-A A3	4.65%	2/15/2028	503.75		
12/15/2023	12/15/2023	9,186.41	98163WAC0	WOART 2020-B A3	0.63%	5/15/2025	4.82		
12/15/2023	12/15/2023	975,000.00	91282CHH7	US TREASURY NOTES	4.12%	6/15/2026	20,109.38		
12/15/2023	12/15/2023	165,000.00	891940AC2	TAOT 2023-A A3	4.63%	9/15/2027	636.63		
12/15/2023	12/15/2023	325,000.00	44933DAD3	HART 2022-C A3	5.39%	6/15/2027	1,459.79		
12/15/2023	12/15/2023	141,619.40	98163KAC6	WOART 2021-D A3	0.81%	10/15/2026	95.59		
12/15/2023	12/15/2023	124,205.95	14044CAC6	COPAR 2021-1 A3	0.77%	9/15/2026	79.70		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
12/15/2023	12/15/2023	390,000.00	58768PAC8	MBART 2022-1 A3	5.21%	8/16/2027	1,693.25		
12/15/2023	12/15/2023	75,000.00	44933XAD9	HART 2023-B A3	5.48%	4/17/2028	342.50		
12/15/2023	12/15/2023	235,000.00	65480WAD3	NAROT 2023-A A3	4.91%	11/15/2027	961.54		
12/15/2023	12/15/2023	89,207.58	44935FAD6	HART 2021-C A3	0.74%	5/15/2026	55.01		
12/15/2023	12/15/2023	265,000.00	31680EAD3	FITAT 2023-1 A3	5.53%	8/15/2028	1,221.21		
12/15/2023	12/15/2023	120,000.00	02582JJX9	AMXCA 2022-4 A	4.95%	10/15/2027	495.00		
12/15/2023	12/15/2023	335,000.00	14041NGA3	COMET 2022-A2 A	3.49%	5/15/2027	974.29		
12/15/2023	12/15/2023	270,000.00	254683CS2	DCENT 2022-A2 A	3.32%	5/17/2027	747.00		
12/15/2023	12/15/2023	120,000.00	05522RDG0	BACCT 2023-A1 A1	4.79%	5/15/2028	479.00		
12/15/2023	12/15/2023	54,977.51	14314QAC8	CARMX 2021-2 A3	0.52%	2/17/2026	23.82		
12/15/2023	12/15/2023	380,000.00	161571HT4	CHAIT 2023-A1 A	5.16%	9/15/2028	1,634.00		
12/15/2023	12/15/2023	325,000.00	91282CDN8	US TREASURY NOTES	1.00%	12/15/2024	1,625.00		
12/15/2023	12/15/2023	150,000.00	344930AD4	FORDO 2023-B A3	5.23%	5/15/2028	653.75		
12/15/2023	12/15/2023	235,000.00	65480JAC4	NAROT 2022-B A3	4.46%	5/17/2027	873.42		
12/15/2023	12/15/2023	160,000.00	437927AC0	HAROT 2023-2 A3	4.93%	11/15/2027	657.33		
12/15/2023	12/15/2023	100,000.00	63743HFE7	NATIONAL RURAL UTIL COOP CORPORATE NOTES	3.45%	6/15/2025	1,725.00		
12/15/2023	12/15/2023	190,000.00	14317HAC5	CARMX 2022-2 A3	3.49%	2/16/2027	552.58		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
12/15/2023	12/15/2023	300,000.00	254683CY9	DCENT 2023-A1 A	4.31%	3/15/2028	1,077.50		
12/15/2023	12/15/2023	103,630.17	345286AC2	FORDO 2022-A A3	1.29%	6/15/2026	111.40		
12/15/2023	12/15/2023	110,000.00	89239HAD0	TAOT 2022-D A3	5.30%	9/15/2027	485.83		
12/15/2023	12/15/2023	370,000.00	02582JJT8	AMXCA 2022-2 A	3.39%	5/17/2027	1,045.25		
12/15/2023	12/15/2023	232,493.19	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	592.86		
12/15/2023	12/15/2023	170,000.00	41285JAD0	HDMOT 2023-A A3	5.05%	12/15/2027	715.42		
12/15/2023	12/15/2023	265,000.00	14318MAD1	CARMX 2022-3 A3	3.97%	4/15/2027	876.71		
12/15/2023	12/15/2023	140,000.00	02582JJZ4	AMXCA 2023-1 A	4.87%	5/15/2028	568.17		
12/16/2023	12/16/2023	14,986.52	362590AC5	GMCAR 2020-3 A3	0.45%	4/16/2025	5.62		
12/16/2023	12/16/2023	140,000.00	362583AD8	GMCAR 2023-2 A3	4.47%	2/16/2028	521.50		
12/16/2023	12/16/2023	76,568.53	362554AC1	GMCAR 2021-4 A3	0.68%	9/16/2026	43.39		
12/16/2023	12/16/2023	97,351.65	380146AC4	GMCAR 2022-1 A3	1.26%	11/16/2026	102.22		
12/16/2023	12/16/2023	155,000.00	36265WAD5	GMCAR 2022-3 A3	3.64%	4/16/2027	470.17		
12/16/2023	12/16/2023	75,000.00	36267KAD9	GMCAR 2023-3 A3	5.45%	6/16/2028	340.63		
12/16/2023	12/16/2023	125,000.00	362585AC5	GMCAR 2022-2 A3	3.10%	2/16/2027	322.92		
12/18/2023	12/18/2023	9,310.22	43813KAC6	HAROT 2020-3 A3	0.37%	10/18/2024	2.87		
12/20/2023	12/20/2023	100,000.00	92868AAC9	VWALT 2022-A A3	3.44%	7/21/2025	286.67		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>INTEREST</b>									
12/21/2023	12/21/2023	85,000.00	438123AC5	HAROT 2023-4 A3	5.67%	6/21/2028	575.67		
12/21/2023	12/21/2023	115,923.88	43815GAC3	HAROT 2021-4 A3	0.88%	1/21/2026	85.01		
12/25/2023	12/25/2023	135,000.00	05602RAD3	BMWOT 2022-A A3	3.21%	8/25/2026	361.13		
12/25/2023	12/25/2023	85,000.00	05592XAD2	BMWOT 2023-A A3	5.47%	2/25/2028	387.46		
12/31/2023	12/31/2023	1,000,000.00	912828ZW3	US TREASURY NOTES	0.25%	6/30/2025	1,250.00		
<b>Total INTEREST</b>		<b>56,204,607.19</b>					<b>394,738.35</b>		<b>0.00</b>
<b>MATURITY</b>									
10/24/2023	10/24/2023	275,000.00	06051GJH3	BANK OF AMERICA CORP NOTES (CALLED, OMD	0.81%	10/24/2023	276,113.75		
<b>Total MATURITY</b>		<b>275,000.00</b>					<b>276,113.75</b>		<b>0.00</b>
<b>PAYDOWNS</b>									
10/1/2023	10/25/2023	1,973.02	3136ARTE8	FNA 2016-M3 A2	2.70%	2/1/2026	1,973.02		
10/15/2023	10/15/2023	5,327.01	14314QAC8	CARMX 2021-2 A3	0.52%	2/17/2026	5,327.01		
10/15/2023	10/15/2023	3,424.08	89237VAB5	TAOT 2020-C A3	0.44%	10/15/2024	3,424.08		
10/15/2023	10/15/2023	8,382.86	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	8,382.86		
10/15/2023	10/15/2023	6,940.07	44935FAD6	HART 2021-C A3	0.74%	5/15/2026	6,940.07		
10/15/2023	10/15/2023	9,599.80	98163KAC6	WOART 2021-D A3	0.81%	10/15/2026	9,599.80		
10/15/2023	10/15/2023	6,936.14	345286AC2	FORDO 2022-A A3	1.29%	6/15/2026	6,936.14		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>PAYDOWNS</b>									
10/15/2023	10/15/2023	10,810.03	14317DAC4	CARMX 2021-3 A3	0.55%	6/15/2026	10,810.03		
10/15/2023	10/15/2023	8,240.31	14044CAC6	COPAR 2021-1 A3	0.77%	9/15/2026	8,240.31		
10/15/2023	10/15/2023	5,844.28	44933LAC7	HART 2021-A A3	0.38%	9/15/2025	5,844.28		
10/15/2023	10/15/2023	5,446.70	98163WAC0	WOART 2020-B A3	0.63%	5/15/2025	5,446.70		
10/15/2023	10/15/2023	2,006.03	14315XAC2	CARMX 2020-1 A3	1.89%	12/16/2024	2,006.03		
10/16/2023	10/16/2023	6,428.80	362590AC5	GMCAR 2020-3 A3	0.45%	4/16/2025	6,428.80		
10/16/2023	10/16/2023	5,965.68	380146AC4	GMCAR 2022-1 A3	1.26%	11/16/2026	5,965.68		
10/16/2023	10/16/2023	4,946.01	362554AC1	GMCAR 2021-4 A3	0.68%	9/16/2026	4,946.01		
10/18/2023	10/18/2023	6,155.46	43813KAC6	HAROT 2020-3 A3	0.37%	10/18/2024	6,155.46		
10/20/2023	10/20/2023	2,097.62	92290BAA9	VZOT 2020-B A	0.47%	2/20/2025	2,097.62		
10/21/2023	10/21/2023	8,508.33	43815GAC3	HAROT 2021-4 A3	0.88%	1/21/2026	8,508.33		
11/1/2023	11/25/2023	202.69	3136ARTE8	FNA 2016-M3 A2	2.70%	2/1/2026	202.69		
11/1/2023	11/25/2023	925.57	3137FLYU2	FHMS K092 A1	3.12%	10/1/2028	925.57		
11/15/2023	11/15/2023	5,555.96	44933LAC7	HART 2021-A A3	0.38%	9/15/2025	5,555.96		
11/15/2023	11/15/2023	7,409.02	345286AC2	FORDO 2022-A A3	1.29%	6/15/2026	7,409.02		
11/15/2023	11/15/2023	8,008.73	14044CAC6	COPAR 2021-1 A3	0.77%	9/15/2026	8,008.73		
11/15/2023	11/15/2023	9,375.83	98163KAC6	WOART 2021-D A3	0.81%	10/15/2026	9,375.83		

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>PAYDOWNS</b>									
11/15/2023	11/15/2023	6,676.43	44935FAD6	HART 2021-C A3	0.74%	5/15/2026	6,676.43		
11/15/2023	11/15/2023	5,519.19	98163WAC0	WOART 2020-B A3	0.63%	5/15/2025	5,519.19		
11/15/2023	11/15/2023	10,640.20	14317DAC4	CARMX 2021-3 A3	0.55%	6/15/2026	10,640.20		
11/15/2023	11/15/2023	5,189.08	14314QAC8	CARMX 2021-2 A3	0.52%	2/17/2026	5,189.08		
11/15/2023	11/15/2023	14,123.95	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	14,123.95		
11/16/2023	11/16/2023	6,241.85	362590AC5	GMCAR 2020-3 A3	0.45%	4/16/2025	6,241.85		
11/16/2023	11/16/2023	4,710.95	362554AC1	GMCAR 2021-4 A3	0.68%	9/16/2026	4,710.95		
11/16/2023	11/16/2023	5,677.46	380146AC4	GMCAR 2022-1 A3	1.26%	11/16/2026	5,677.46		
11/18/2023	11/18/2023	5,924.27	43813KAC6	HAROT 2020-3 A3	0.37%	10/18/2024	5,924.27		
11/21/2023	11/21/2023	8,424.37	43815GAC3	HAROT 2021-4 A3	0.88%	1/21/2026	8,424.37		
12/1/2023	12/25/2023	518.50	3136AUKX8	FNA 2016-M12 A2	2.44%	9/1/2026	518.50		
12/1/2023	12/25/2023	1,015.18	3137FLYU2	FHMS K092 A1	3.12%	10/1/2028	1,015.18		
12/1/2023	12/25/2023	218.93	3136ARTE8	FNA 2016-M3 A2	2.70%	2/1/2026	218.93		
12/15/2023	12/15/2023	5,059.44	98163WAC0	WOART 2020-B A3	0.63%	5/15/2025	5,059.44		
12/15/2023	12/15/2023	5,302.79	44933LAC7	HART 2021-A A3	0.38%	9/15/2025	5,302.79		
12/15/2023	12/15/2023	13,028.78	41284YAD8	HDMOT 2022-A A3	3.06%	2/15/2027	13,028.78		
12/15/2023	12/15/2023	4,047.02	448977AD0	HART 2022-A A3	2.22%	10/15/2026	4,047.02		



### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>PAYDOWNS</b>									
12/15/2023	12/15/2023	6,345.89	44935FAD6	HART 2021-C A3	0.74%	5/15/2026	6,345.89		
12/15/2023	12/15/2023	9,335.50	98163KAC6	WOART 2021-D A3	0.81%	10/15/2026	9,335.50		
12/15/2023	12/15/2023	6,663.78	345286AC2	FORDO 2022-A A3	1.29%	6/15/2026	6,663.78		
12/15/2023	12/15/2023	10,139.24	14317DAC4	CARMX 2021-3 A3	0.55%	6/15/2026	10,139.24		
12/15/2023	12/15/2023	7,767.01	14044CAC6	COPAR 2021-1 A3	0.77%	9/15/2026	7,767.01		
12/15/2023	12/15/2023	3,455.52	14317HAC5	CARMX 2022-2 A3	3.49%	2/16/2027	3,455.52		
12/15/2023	12/15/2023	10,556.50	02008JAC0	ALLYA 2022-1 A3	3.31%	11/15/2026	10,556.50		
12/15/2023	12/15/2023	4,946.38	14314QAC8	CARMX 2021-2 A3	0.52%	2/17/2026	4,946.38		
12/16/2023	12/16/2023	5,982.97	362590AC5	GMCAR 2020-3 A3	0.45%	4/16/2025	5,982.97		
12/16/2023	12/16/2023	4,525.03	362554AC1	GMCAR 2021-4 A3	0.68%	9/16/2026	4,525.03		
12/16/2023	12/16/2023	5,616.85	380146AC4	GMCAR 2022-1 A3	1.26%	11/16/2026	5,616.85		
12/18/2023	12/18/2023	5,667.75	43813KAC6	HAROT 2020-3 A3	0.37%	10/18/2024	5,667.75		
12/21/2023	12/21/2023	7,958.28	43815GAC3	HAROT 2021-4 A3	0.88%	1/21/2026	7,958.28		
12/25/2023	12/25/2023	3,201.29	05602RAD3	BMWOT 2022-A A3	3.21%	8/25/2026	3,201.29		
<b>Total PAYDOWNS</b>		<b>334,990.41</b>					<b>334,990.41</b>		<b>0.00</b>

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>SELL</b>									
10/2/2023	10/4/2023	175,000.00	91282CCT6	US TREASURY NOTES	0.37%	8/15/2024	167,583.30		-7,449.70
10/3/2023	10/5/2023	150,000.00	91282CCL3	US TREASURY NOTES	0.37%	7/15/2024	144,330.42		-5,752.93
10/3/2023	10/5/2023	850,000.00	91282CCT6	US TREASURY NOTES	0.37%	8/15/2024	814,117.53		-36,052.31
10/5/2023	10/11/2023	250,000.00	91282CFW6	US TREASURY NOTES	4.50%	11/15/2025	252,094.09		-4,933.36
10/17/2023	10/20/2023	275,000.00	91282CCT6	US TREASURY NOTES	0.37%	8/15/2024	263,948.62		-11,152.55
10/31/2023	11/2/2023	125,000.00	12189LAV3	BURLINGTN NORTH SANTA FE CORP NOTES (CAL	3.00%	4/1/2025	121,326.67		-6,923.47
11/8/2023	11/13/2023	275,000.00	91282CCT6	US TREASURY NOTES	0.37%	8/15/2024	265,111.59		-10,063.54
11/8/2023	11/10/2023	65,000.00	002824BB5	ABBOTT LABORATORIES CORP NOTE (CALLABLE)	2.95%	3/15/2025	63,308.50		-2,384.10
11/9/2023	11/13/2023	425,000.00	91282CCX7	US TREASURY NOTES	0.37%	9/15/2024	407,893.10		-16,872.16
11/9/2023	11/13/2023	535,000.00	4581X0DZ8	INTER-AMERICAN DEVEL BK NOTES	0.50%	9/23/2024	513,281.38		-21,976.36
11/15/2023	11/20/2023	100,000.00	002824BB5	ABBOTT LABORATORIES CORP NOTE (CALLABLE)	2.95%	3/15/2025	97,568.64		-3,563.51
11/16/2023	11/20/2023	260,000.00	91282CJC6	US TREASURY NOTES	4.62%	10/15/2026	261,264.04		808.03
11/20/2023	11/27/2023	210,000.00	194162AQ6	COLGATE-PALMOLIVE CO CORPORATE NOTES	4.80%	3/2/2026	211,907.50		-289.08
11/20/2023	11/27/2023	40,000.00	91282CJC6	US TREASURY NOTES	4.62%	10/15/2026	40,198.60		92.37
11/27/2023	11/30/2023	115,000.00	713448FQ6	PEPSICO INC CORP NOTES (CALLABLE)	4.55%	2/13/2026	115,931.92		-574.16
12/4/2023	12/7/2023	155,000.00	023135CE4	AMAZON.COM INC CORPORATE NOTES	3.00%	4/13/2025	151,769.80		-3,816.84
12/4/2023	12/7/2023	40,000.00	437076CM2	HOME DEPOT INC (CALLABLE) CORPORATE NOTE	2.70%	4/15/2025	38,944.80		-1,180.10

### Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
<b>SELL</b>									
12/4/2023	12/11/2023	225,000.00	91282CCX7	US TREASURY NOTES	0.37%	9/15/2024	217,142.10		-7,822.34
12/7/2023	12/11/2023	350,000.00	91282CCX7	US TREASURY NOTES	0.37%	9/15/2024	337,844.95		-12,099.72
12/7/2023	12/11/2023	800,000.00	912828YM6	US TREASURY NOTES	1.50%	10/31/2024	776,382.90		-32,422.51
12/7/2023	12/12/2023	165,000.00	369550BG2	GENERAL DYNAMICS CORP (CALLABLE) CORP NO	3.50%	5/15/2025	161,903.78		-6,239.47
<b>Total SELL</b>		<b>5,585,000.00</b>					<b>5,423,854.23</b>		<b>-190,667.81</b>

## Important Disclosures

This material is for general information purposes only and is not intended to provide specific advice or a specific recommendation, as it was prepared without regard to any specific objectives or financial circumstances.

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- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances, and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in the portfolio are included in the maturity distribution analysis to their stated maturity date, although, they may be called prior to maturity.
- MBS maturities are represented by expected average life.

## Glossary

- **Accrued Interest:** Interest that is due on a bond or other fixed income security since the last interest payment was made.
- **Agencies:** Federal agency securities and/or Government-sponsored enterprises.
- **Amortized Cost:** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short-term securities (those with less than one year to maturity at time of issuance) is amortized on a straight line basis. Such discount or premium with respect to longer-term securities is amortized using the constant yield basis.
- **Asset-Backed Security:** A financial instrument collateralized by an underlying pool of assets – usually ones that generate a cash flow from debt, such as loans, leases, credit card balances, and receivables.
- **Bankers' Acceptance:** A draft or bill of exchange accepted by a bank or trust company. The accepting institution guarantees payment of the bill as well as the insurer.
- **Commercial Paper:** An unsecured obligation issued by a corporation or bank to finance its short-term credit needs, such as accounts receivable and inventory.
- **Contribution to Total Return:** The weight of each individual security multiplied by its return, then summed for each sector to determine how much each sector added or subtracted from the overall portfolio performance.
- **Effective Duration:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years.
- **Effective Yield:** The total yield an investor receives in relation to the nominal yield or coupon of a bond. Effective yield takes into account the power of compounding on investment returns, while nominal yield does not.
- **FDIC:** Federal Deposit Insurance Corporation. A federal agency that insures bank deposits to a specified amount.
- **Interest Rate:** Interest per year divided by principal amount and expressed as a percentage.
- **Market Value:** The value that would be received or paid for an investment in an orderly transaction between market participants at the measurement date.
- **Maturity:** The date upon which the principal or stated value of an investment becomes due and payable.
- **Negotiable Certificates of Deposit:** A CD with a very large denomination, usually \$1 million or more, that can be traded in secondary markets.
- **Par Value:** The nominal dollar face amount of a security.
- **Pass-through Security:** A security representing pooled debt obligations that passes income from debtors to its shareholders. The most common type is the mortgage-backed security.

## Glossary

- **Repurchase Agreements:** A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date.
- **Settle Date:** The date on which the transaction is settled and monies/securities are exchanged. If the settle date of the transaction (i.e., coupon payments and maturity proceeds) occurs on a non-business day, the funds are exchanged on the next business day.
- **Supranational:** A multinational union or association in which member countries cede authority and sovereignty on at least some internal matters to the group, whose decisions are binding on its members.
- **Trade Date:** The date on which the transaction occurred; however, the final consummation of the security transaction and payment has not yet taken place.
- **Unsettled Trade:** A trade which has been executed; however, the final consummation of the security transaction and payment has not yet taken place.
- **U.S. Treasury:** The department of the U.S. government that issues Treasury securities.
- **Yield:** The rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.
- **YTM at Cost:** The yield to maturity at cost is the expected rate of return based on the original cost, the annual interest receipts, maturity value, and the time period from purchase date to maturity, stated as a percentage on an annualized basis.
- **YTM at Market:** The yield to maturity at market is the rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.

**Draft Financial Commission 2023/24 Work Plan**

Goal	Projects	Assignments	Frequency	Target Date(s)	Status
<b>Recurring Goals</b>					
#1	Investment Performance	Review Investment Performance	Quarterly	Ended Sep 30, 2023– Nov 2023 Ended Dec 31, 2023 – Feb 2024 Ended Mar 3, 2024– Apr 2024 Ended Jun 30, 2024– Sep 2024	
#2	Operating Budget	Current year Mid- Year Review and Annual Budget Review for the next fiscal year	Annually	FY24 Mid- Year Review – Feb 2024 FY25 Annual Budget-May 2024	
#3	Financial Communication_ New Financial System Progress	Update on the new Financial System (Tyler Munis) Implementation process.	Quarterly or as needed	Feb 2024 May 2024 September 2024 November 2024	
#4	Annual Audit for Current Fiscal Year (FY24)	Review the Audit planning and priorities with auditors.	Annually	Audit Premeeting- May 2024	New
#5	Annual Comprehensive Financial Report For FY23	Review draft ACFR	Annually	ACFR draft- March 2024	
#6	PERS Unfunded Liability	Evaluate PERS Unfunded Liability; re-evaluate prepay only or investment plan	Annually	April 2023	
#7	Five- Year Capital Improvement and Major Maintenance Program Budget	Review Capital Spending	Annually	March 2024	New
#8	Five- Year Capital Improvement and Major Maintenance Program Budget	Annual Budget Review for the next fiscal year (FY25), focus on the method of project selection and cost estimation	Annually	FY25 Project review- May/June 2024	



#9	Community Center Debt (commenced 6/30/21, 2.29%)	Review if payoff feasible Full payoff: Yrs 1-5 a 102%, Yrs 6-10 at 101%, Yrs 11 on at 100% on any pmt date Partial payoff annually of no more than \$500,000 on any pmt date, applied to end of pmt schedule Both require 30 day notice	Annually	March 2024	
#10	Financial Policies	Review/update City's Financial Policy	Annually	April/ May 2024	
#11	Investment Policy	Review/update City's Investment Policy	Annually	February/March 2024	
#12	Cross Commission Collaboration	Finance Commission responds to requests from other commissions	Ad hoc	As needed	
<b>Non-recurring Goals</b>					



**AGENDA REPORT SUMMARY**

**Meeting Date:** February 5, 2024

**Subject** Adjustments to FY23/24 Budget Appropriations

**Prepared by:** June Du, Finance Director

**Attachment(s):**

None

**Initiated by:**

Staff

**Previous Council Consideration:**

June 13, 2023

**Fiscal Impact:**

Budget revisions detail

**Environmental Review:**

Not applicable

**Policy Question(s) for Council Consideration:**

- Does the Financial Commission wish to recommend the proposed adjustments to the City council as presented?

**Summary:**

On June 13, 2023, City Council approved the FY23-24 Mid-Term operating budget and FY24-28 capital improvement budget. Throughout the past six months, staff has actively monitored actual revenues and expenditures. This report provides an update to the City Council on the General Fund operating budget for the remainder of FY23-24 and outlines proposed budget adjustments to all City Funds.

**Staff Recommendation:**

Approved the recommended adjustments to the FY22-24 budget appropriations as presented.

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**Reviewed By:**

City Manager

GE

City Attorney

JH

Finance Director

JD



**Subject: Adjustments to FY23-24 Budget Appropriations**

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**Background:**

In FY23-24 budget process, City implemented zero based budget with the goal of providing the public services more effectively by allocating the resources to the most needed areas. On June 13, 2023, City Council adopted the FY23-24 Operating Budget and Five-Year Capital Improvement and Major Maintenance Program (CIMMP).

**Summary of the requests:**

**Departmental Budget Changes**

- **City Administration (\$300K from General Fund balance):**

The City Administration department is requesting an additional \$300,000 expenditure appropriation for the litigation services. This request is prompted by the current pending litigation cases.

- **Public Works Department (\$30K from General Fund balance):**

The Public Works department is requesting an additional \$30,000 in expenditure appropriation to cover the costs of emergency traffic control on 4600 ECR, resulting from a recent fire.

- **Public Works Department-Sewer Division (\$231K from Sewer Fund balance):**

The Public Works Sewer division is seeking \$231,000 from the Sewer fund balance. The request encompasses \$11,000 for emergency sewer repairs at 74 Duir Terr, \$10,000 for emergency repairs to the Blue Oak pump station, and \$210,000 for additional costs related to the Vac-Con purchase.

- **Gas Tax and SB1 Tax revenues (\$70K reduction from revenues)**

Per the projection from the state, by comparison the May 2023 projection, the gas tax revenue will decrease \$45,000 and SB1 gas tax revenues will decrease \$25,000. The projects funded by the Gas tax and SB1 tax will be either paid by the other funding sources or being delayed.



**Subject: Adjustments to FY23-24 Budget Appropriations**

- Traffic Impact Fee revenue (**\$900K reduction from revenues**)

The Traffic Impact fee forecast, based on current development projects, has been reduced by \$900,000 by the Development Service department as a conservative measure. Projects funded by the Traffic Impact fee will either be supported by other funding sources or delayed.

- CIMMP Projects have been affected by the reduction in revenue from Gas Tax, SB1 Tax, and Traffic Impact Fee. The impacted projects are listed below:

Project #	Project Name	Fund Title	Adopted Budget
TS-01001	Annual Street Resurfacing	SB1	782,816
Subtotal			782,816
TS-01001	Annual Street Resurfacing	Gas Tax	400,000
TS-01003	Annual Street Striping	Gas Tax	150,000
TS-01004	Annual Street Slurry Seal	Gas Tax	350,000
Subtotal			900,000
TS-01005	Annual Concrete Repair	Traffic Impact Fees	411,743
TS-01006	Annual Traffic Sign Replacement	Traffic Impact Fees	200,091
TS-01057	In-Road Light System Maintenance	Traffic Impact Fees	445,000
TS-01062	San Antonio Road Complete Street Project	Traffic Impact Fees	280,000
Subtotal			1,336,834

**Conclusion**

\$330K will be reduced from the City’s General Fund balance. The proposed budget changes are summarized in the tables below. Staff will continue to review the financial records and will bring forward the changes if it is needed on a case-by-case basis. At this time, staff recommend that the Financial Commission recommend to the City Council the budget changes requested to the FY23-24 budget as presented in this report.

Table 1 General Fund Budget Summary (In Million)			
	6/13 CC meeting budget (1)	Operating Request (2)	Revised Budget (3)=(1)+(2)
Budgeted Revenues	53.67	0.00	53.67
Budgeted Expenditures	-51.16	-0.33	-51.49
Transfer In	0.00		0.00
Transfer Out	-2.76		-2.76
Surplus/ (Shortfall)	-0.26	-0.33	-0.59



**AGENDA REPORT SUMMARY**

**Meeting Date:** February 27, 2024

**Subject:** 2024 Update of City Investment Policy

**Prepared by:** June Du, Finance Director

**Approved by:** Gabriel Engeland, City Manager

**Attachment(s):**

- 1. Investment Policy (with track changes to highlight edits)

**Initiated by:**

Staff and the Financial Commission

**Previous Council Consideration:**

March 28, 2023

**Fiscal Impact:**

None

**Environmental Review:**

Not applicable

**Staff Recommendation:**

Move to recommend the revised Investment Policy for 2024 to the City Council.

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	<b>Reviewed By:</b>	
City Manager	City Attorney	Finance Director

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**Subject:** 2024 Update of City Investment Policy

**Purpose**

The City Council’s primary responsibilities over the investment function include approving the Policy, annually reviewing such policy, reviewing investment reports issued by the City Treasurer, authorizing bond documents and other unique financing transactions, and authorizing any deviations from the City’s investment policies.

**Background**

The City’s Investment Policy sets forth guidelines that ensure the City’s funds are invested in compliance with State law and in a prudent manner. The Policy is reviewed on an annual basis by the Financial Commission.

At the commission meeting of February 27, 2023, the City’s investment advisor, PFM Asset Management (PFM), presented recommended changes to the Policy as the following, the changes were recommended by the Finance Commission and later adopted by the City Council on March 28, 2023.

1. In section K, Maximum Maturity, we recommend adding language stating that a security’s maturity is calculated from settlement date to maturity date. We also recommend adding the new Code language regarding forward settlement.
2. In Exhibit A, under City of Los Altos Allowable Investments, we recommend adding shares of beneficial interest issued by a Joint Powers Authority as an allowable investment. Investments. The pool’s rating and investment advisor must meet the requirements outlined in CA Code 53601.

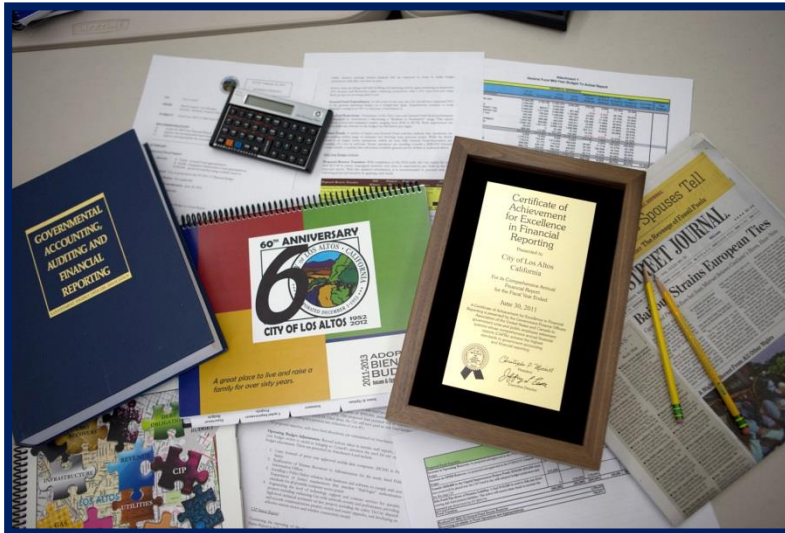
**Discussion/Analysis**

On an annual basis, the Financial Commission reviews the Investment Policy to ensure there is diversity, while still fiscally prudent when investing the City's funds. The recommended changes by the Financial Commission to the Investment Policy February 2024 includes the following:

1. New Section J: Added a section on Authorized Broker Dealers and Competitive Transactions
2. Section L. Maximum Maturity & Duration: Added language for the duration of the investment portfolio
3. Section M. Permitted Investment Instruments: Additional language regarding credit ratings, procedures in the event of a downgrade and language for diversification
4. Section N. Prohibited Investment Instruments: Removed California and other states obligations (Municipal Obligations) as being prohibited investments. We recommend including this investment type and is consistent with Exhibit A Municipal Obligations are listed as a permitted investment A rated or better up to 30%
5. Exhibit A: There are two separate listings for Supranationals – we recommend deleting one section and maintaining the more specific Supranationals with a limit of 20% total and 10% per issuer
6. Removing the reference for California based Money Market Mutual Funds (MMF), Repurchase Agreements and Banker's Acceptances since we cannot control the California ownership within these asset classes.

**Recommendation**

- 1) The staff recommends the Financial Commission recommend the revised Investment Policy to the City Council.



# CITY OF LOS ALTOS INVESTMENT POLICY

FEBRUARY 2024



## A. INTRODUCTION

This document sets forth policies designed to ensure that the City's public funds are invested prudently, efficiently, and in compliance with legal requirements. It was developed in accordance with California Government Code Sections 53600 *et seq.* and is reviewed by the Financial Commission and adopted by City Council each fiscal year.

This document discusses the most important elements of investment management in one comprehensive centralized format and is organized into the following areas of discussion:

- A. Introduction
- B. Scope
- C. Prudent Investor Standard
- D. Objectives
- E. Guiding Principles
- F. Delegation of Authority
- G. Financial Commission Oversight
- H. Ethics and Conflict of Interest
- I. Safekeeping and Custody
- J. Reporting Requirements
- K. Maximum Maturity
- L. Permitted Investment Instruments
- M. Prohibited Investment Instruments
- N. Glossary of Investment Terms

## B. SCOPE

This policy covers all public funds under the direction of the Finance/Administrative Services Director or their successor within the following fund types:

- Governmental Funds
- Proprietary Funds
- Fiduciary Funds

The investment of bond proceeds is governed separately by the provisions of the relevant bond documents.

## C. PRUDENT INVESTOR STANDARD

All persons involved in investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing the City's investment portfolio shall act with the care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the City, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the City.

## D. OBJECTIVES

The primary objectives, in order of their priority, of the City's investment program shall be:

**Safety** - The preservation of the principal of the City's overall investment portfolio is the foremost objective of the investment program.

**Liquidity** - The City's investment portfolio will remain sufficiently liquid to meet its cash flow requirements.

**Return on Investment** - The City's investment portfolio shall be designed with the objective of attaining a reasonable and prudent rate of return consistent with the risk constraints and liquidity demands imposed by its safety objective and cash flow requirements.

## E. GUIDING PRINCIPLES

The following guiding principles are important in the pursuit of such objectives:

**Minimizing Liquidity, Credit and Market Risks:** Investment decisions should minimize liquidity, credit or market risks in the following ways:

**Liquidity Risk** - The risk that the investment portfolio will not provide adequate cash liquidity for operations shall be mitigated by structuring the portfolio so that securities mature at the same time that major cash outflows occur, thus minimizing the need to sell securities prior to their scheduled maturity date unless market conditions present favorable repositioning opportunities.

**Credit Risk** - The risk of loss of principal associated with the failure of any one security issuer shall be mitigated by investing in only securities with credit ratings meeting the requirements of this investment policy and prudently diversifying the investment portfolio to avoid concentrating investments in specific security types, maturity durations, or in individual financial institutions.

**Market Risk** - The risk of market value fluctuations arising from overall changes in the general level of interest rates shall be mitigated through maintaining prudent duration levels, staggering investment maturity dates evenly over a desired overall duration target and prohibiting the taking of short positions (selling securities that the City does not own) and interest rate sensitive derivative instruments. It is explicitly recognized herein, however, that in a diversified portfolio occasional measured losses are inevitable and must be considered within the context of the overall portfolio's structure and expected investment return, with the proviso that adequate diversification and credit analysis have been implemented.

**Market Average Rate of Return:** The investment portfolio shall be managed to attain a market average rate of return based upon a benchmark that is appropriate for a fund of like character and aims and commensurate with the portfolio's current investment strategy.

**Non-Speculative Approach:** This policy specifically prohibits all speculative investment practices, including, but not limited to, those that seek to gain or profit through transactions of high and unusual risk, or that utilize securities whose price is dependent upon or derived from one or more underlying assets (Derivatives).

**Professionalism and Public Trust:** The City's investment portfolio is subject to public review and evaluation and shall be designed and managed with the high degree of professionalism that is worthy of the public trust.

## F. DELEGATION OF AUTHORITY

The management responsibility for the City's investment program has been delegated to the Finance/Administrative Services Director or their successor. The Finance/Administrative Services Director or their successor shall monitor and review all investments for consistency with this policy, and may delegate investment decision-making and execution authority to investment advisors in accordance with an agreement as authorized by the City Council. The investment advisor shall follow and comply with this policy and all other written instructions provided by the City. The Finance/Administrative Services Director or their successor may, in writing, further delegate such investment authority to designated management staff in the Executive and/or Finance Department in the event of the Finance/Administrative Services Director or their successor's absence or other unavailability. The Finance/Administrative Services Director or their successor shall prepare and file documents with all financial institutions with which the City conducts investment activities certifying the names of those persons authorized to effect transactions on behalf of the City.

## G. FINANCIAL COMMISSION OVERSIGHT

The Financial Commission consists of citizen members appointed by the City Council. The Financial Commission shall meet periodically, at least quarterly, to review general investment strategies and monitor the results of the City's investment portfolio in coordination with the Finance/Administrative Services Director or their successor or finance staff designee. The Financial Commission shall also review any proposed changes to this policy before they are submitted to the City Council for final adoption.

## **H. ETHICS AND CONFLICT OF INTEREST**

All persons involved in the investment process shall refrain from personal business activities that could conflict with proper execution of the City's investment program or which could impair their ability to make impartial decisions.

## **I. SAFEKEEPING AND CUSTODY**

All investments of the City's investment portfolio shall have the City of Los Altos as the registered owner, and all interest and principal payments and withdrawals shall indicate the City of Los Altos as the payee.

All securities shall be safely kept with a qualified financial institution, contracted independently by the City as a third party. All securities shall be acquired by the safekeeping institution on a "delivery-vs.-payment" (DVP) basis. In other words, the security must be delivered before funds are released. The DVP basis for delivery applies also to the delivery and safekeeping of repurchase agreement collateral.

## **J. AUTHORIZED BROKER DEALERS AND COMPETITIVE TRANSACTIONS**

The City shall maintain a list of approved security broker/dealers selected by conducting a process of due diligence. These may include "primary" dealers or regional dealers that qualify under Securities and Exchange Commission ("SEC") Rule 15C3-1 (uniform net capital rule). The Finance/Administrative Services Director will determine which financial institutions are authorized to provide investment services to the City.

Selection of broker/dealers used by an external investment adviser retained by the City will be at the sole discretion of the investment adviser. The investment advisors shall provide the City with a copy of its approved broker dealer list no less than annually or at any time upon request of the City.

It is the policy of the City to require competitive bidding from at least three broker/dealers for investment transactions that are not classified as "new issue" securities whenever possible and practical. Such competitive bidding may be executed through the use of a nationally recognized trading platform. It is understood that competitive bidding may not always be feasible for all securities, for example, secondary market offerings that are unique to a particular broker/dealer. In such circumstances where competitive price comparisons are not available, best efforts will be made to document quotations for comparable or alternative securities. Competitive solicitations wherein at least three broker/dealers are queried but only one bid or offer is received shall satisfy the competitive bidding requirements of this investment policy.

## **K. REPORTING REQUIREMENTS**

The Finance/Administrative Services Director will present to the City Council quarterly investment reports, which will present an overall summary of investment performance and include the following type of information:

- Description of investment instruments held
- Interest rate and yield to maturity
- Maturity dates
- Purchase price
- Par value
- Current market value as of the date of the report, including the source of such valuation
- Overall portfolio yield based on cost
- Total return (Quarterly)
- Benchmark comparisons
- Detailed transaction reports shall be made available upon request by any governing member or member of the public

## L. MAXIMUM MATURITY & DURATION

The City may not invest in a security with a maturity date that exceeds five years from the date of purchase.

For purposes of compliance with this Policy, an investment's term or remaining maturity shall be measured from the settlement date to final maturity. In addition, a security purchased shall not have a forward settlement date exceeding 45 days from time of investment.

In addition to the individual security maturity limitations set forth in this investment policy, the weighted average duration of the actively managed portion of the portfolio, i.e. non liquidity funds, shall be maintained in a range of +/- 25% the duration of a market benchmark as selected by the City based upon the City's risk tolerances and investment objectives. Portfolio duration may deviate from this range at the City's discretion based upon prevailing facts and circumstances.

## M. PERMITTED INVESTMENT INSTRUMENTS

The California Government Code in section 53600 *et seq.* sets certain limits on the investment instruments, credit criteria, maximum maturity dates, concentration percentages and other conditions of eligibility in which a government agency's funds may be invested. However, this policy sets limits on the investment of the City's investment portfolio that are more restrictive than such California law. The California Code limits and the more restrictive limits applicable to this policy are listed and summarized in the attached **Exhibit A** (City of Los Altos Allowable Investments). The City's investment portfolio may be invested only in those instruments permitted in **Exhibit A**.

The security credit rating requirements of this investment policy shall apply at the time the time of purchase. It is important to note that from time to time the City may be invested in a security whose rating is downgraded subsequent to the original date of purchase. The Finance/Administrative Services Director or their successor, directly or indirectly through the delegation of authority to the investment advisor, shall monitor the status of security ratings. When the City uses the services of outside investment advisors and a rating of a prior-purchased security drops below the minimum allowed rating category for that given investment type, the investment advisor shall notify the Finance/Administrative Services Director or their successor within two business days of the ratings downgrade and recommend whether such securities should be sold or retained in the portfolio based upon its remaining term to maturity, the credit outlook for the issuer, and other relevant facts and circumstances.

The diversification requirements set forth in this investment policy relating to the maximum allowable percentage for a particular issuer or investment type shall apply at the time of purchase. Due to fluctuations in the aggregate invested balance, these maximum percentages may be exceeded from time to time and shall not require liquidation to realign the portfolio. However, consideration should be given to this matter when future purchases are made.

## N. PROHIBITED INVESTMENT INSTRUMENTS

Investment of the City's investment portfolio in any of the following identified instruments is specifically prohibited:

- **Reverse Repurchase Agreements** - Differs from a Repurchase Agreement in the sense that a reverse repurchase agreement is one that sells security positions in return for cash with an agreement to repurchase the securities for an agreed upon price.
- **Derivatives** - Financial instruments whose values are based on or determined by another security, financial instrument or index, including instruments used for hedging.
- **Prohibited Investments Cited in California Government Code Section 53601.6 including, but not limited to:**
  - Inverse Floaters
  - Range Notes

- Mortgage Derivatives or other similar asset backed securities
- Interest Only Strips
- Zero Interest Coupon Securities\*

\*Additionally, the City shall not invest in any security that could result in zero interest accrual if held to maturity, except as provided in the subsequent paragraph.

Notwithstanding the prohibitions stated in the above paragraph, effective January 1, 2021, the City may invest in securities issued by, or backed by, the United States government that could result in zero- or negative-interest accrual if held to maturity, in the event of, and for the duration of, a period of negative market interest rates. The City may hold these instruments until their maturity dates. Securities described in this paragraph shall remain in effect only until January 1, 2026, and as of that date is repealed.

## **O. GLOSSARY OF INVESTMENT TERMS**

**Exhibit B** contains a glossary of key investment terms that may be used in this policy.

**Exhibit A**  
**City of Los Altos Allowable Investments**

## Exhibit A

### City of Los Altos Allowable Investments

Investment Instruments	Calif. Code Limitation	City Policy Limitation
Collateralized Bank Deposits	No term 100% of portfolio	No term 100% of portfolio
State of California - Local Agency Investment Fund (LAIF)	No term 100% of portfolio Max \$75 million	No term 100% of portfolio Max \$75 million
Money Market Mutual Funds (SEC Rule 2a7)	No term 20% of portfolio 10% per issuer	Overnight 20% of portfolio US owned 10% of portfolio per issuer
U.S. Treasuries	5 years 100% of portfolio	5 years 100% of portfolio
Federal Agencies or United States government-sponsored enterprises (including, mortgage-backed securities, callable securities)	5 years 100% of portfolio	5 years 100% of portfolio 20% of portfolio per issuer 20% of portfolio in callable
Municipal Obligations (including notes issued by the State of California, California local agencies, and the other 49 states)	5 years 100% of portfolio	5 years 30% of portfolio Credit rating category of "A" or its equivalent or higher by an NRSRO Other <sup>1</sup>
Bank /Time Certificates of Deposit	5 years 100% of portfolio	3 years 50% of portfolio 10% of portfolio per issuer US owned FDIC/NCUA Insured and/or collateralized in Treasuries and Agencies
Negotiable Certificates of Deposit	5 years 30% of portfolio	5 years 30% of portfolio 3% of portfolio per issuer Credit rating category of "A" or its equivalent or higher by an NRSRO
Corporate Medium Term Notes	5 years 30% of portfolio Credit rating category of "A" or its equivalent or higher by an NRSRO	5 years 30% of portfolio 3% of portfolio per issuer Credit rating category of "A" or its equivalent or higher by an NRSRO

<sup>1</sup>Municipal bonds must also be either (1) a general obligation bond whose principal and interest payments are secured by the full faith and credit of the issuer and supported by either the issuer's unlimited or limited taxing power, or (2) an essential service bond secured with revenue from a water, sewer, power or electric system.

Investment Instruments	Calif. Code Limitation	City Policy Limitation
Repurchase Agreements	1 year 100% of portfolio 102% Collateral	180 days 20% of portfolio 10% of portfolio per issuer 102% Collateral Treasuries/Agencies
Bankers' Acceptances	180 days 40% of portfolio 30% per issuer	180 days 20% of portfolio 10% of portfolio per issuer
Commercial Paper	270 days 25% of portfolio 10% per issuer	270 days 25% of portfolio 5% of portfolio per issuer Credit rating of no less than "A-1" or its equivalent or higher by an NRSRO.
Supranational obligations issued by the International Bank for Reconstruction and Development, International Finance Corporation, or Inter-American Development Bank	5 years 30% of portfolio Credit rating of no less than AA by an NRSRO	5 years 20% of portfolio 10% of portfolio per issuer Credit rating of no less than AAA by an NRSRO
Asset-Backed Securities <sup>2</sup>	5 years 20% of portfolio Credit rating of no less than AA by an NRSRO	5 years 20% of portfolio 3% of portfolio per issuer Security shall be rated AAA by an NRSRO
Shares of beneficial interest issued by a Joint Powers Authority	100% of portfolio Advisor requirements	100% of portfolio Advisor and rating requirements must meet CA Code 53601

<sup>2</sup> Asset-Backed Securities shall not include mortgage related products issued by commercial entities. Investments in asset-backed securities shall generally be limited to those in "senior" tranches.



**Exhibit B**  
**Glossary of Investment Terms**

## Exhibit B

### Glossary of Investment Terms

**Agency** - See "Federal Agency."

**Asset-Backed Securities (ABS)** - Securities whose income payments and hence value is derived from and collateralized (or "backed") by a specified pool of underlying assets which are receivables. Pooling the assets into financial instruments allows them to be sold to general investors, a process called securitization, and allows the risk of investing in the underlying assets to be diversified because each security will represent a fraction of the total value of the diverse pool of underlying assets. The pools of underlying assets can comprise common payments credit cards, auto loans, mortgage loans, and other types of assets. Interest and principal is paid to investors from borrowers who are paying down their debt.

**Bankers' Acceptance (BA's)** - A draft or bill of exchange drawn upon and accepted by a bank frequently used to finance the shipping of international goods. Used as a short-term credit instrument, bankers' acceptances are traded at a discount from face value as a money market instrument in the secondary market on the basis of the credit quality of the guaranteeing bank.

**Benchmark** - A market index used as a comparative basis for measuring the performance of an investment portfolio. A performance benchmark should represent a close correlation to investment guidelines, risk tolerance, and duration of the actual portfolio's investments.

**Certificate of Deposit (CD)** - Bank obligation issued by a financial institution generally offering a fixed rate of return (coupon) for a specified period of time (maturity). Can be as long as ten years to maturity, but most CDs purchased by public agencies are one year and under.

**Collateral** - Investment securities or other property that a borrower pledges to secure repayment of a loan, secure deposits of public monies, or provide security for a repurchase agreement.

**Commercial Paper** - Short-term unsecured promissory note issued by a company or financial institution that is issued at a discount and matures for par or face value. This instrument usually matures at a maximum maturity of 270 days and bears a short-term debt rating by one or more Nationally Recognized Statistical Rating Organization (NRSRO).

**Corporate Medium Term Notes** - A debt instrument issued by a corporation with a maturity of greater than one year and less than ten years. Used frequently to refer to corporate notes of medium maturity (five years and under).

**Custody** - Safekeeping services offered by a bank, financial institution or trust company, referred to as the "custodian." Service normally includes the holding and reporting of the customer's securities, the collection and disbursement of income, securities settlement and market values.

**Delivery Versus Payment (DVP)** - The settlement procedure in which securities are delivered versus payment of cash, but only after cash has been received. Most security transactions, including those through the Federal Reserve Securities Wire system and DTC, are done DVP as a protection for both the buyer and seller of securities.

**Depository Trust Company (DTC)** - A firm through which members can use a computer to arrange for securities to be delivered to other members without physical delivery of certificates. A member of the Federal Reserve System and owned mostly by the New York Stock Exchange, the Depository Trust Company uses computerized debit and credit entries. Most corporate securities, commercial paper, CDs, and BAs clear through DTC.

**Derivative** - A financial instrument whose value is based on or determined by another security, financial instrument, or index.

**Diversification** - Dividing investment funds among a variety of security types, maturities, industries, and issuers offering potentially independent returns.

**Federal Agency** - These are Federal government sponsored and/or owned entities created by the U.S. Congress, generally for the purpose of acting as a financial intermediary by borrowing in the marketplace and directing proceeds to specific areas of the economy considered to otherwise have restricted access to credit markets. The largest federal agencies are Fannie Mae, Freddie Mac, FHLB, FFCB, and TVA.

**Federal Reserve System (the Fed)** - The independent central bank system of the United States that establishes and conducts the nation's monetary policy. This is accomplished in three major ways: (1) raising or lowering bank reserve requirements, (2) raising or lowering the target Federal Reserve Funds Rate and Discount Rate, and (3) in open market operations by buying and selling government securities. The Federal Reserve System is made up of twelve Federal Reserve District Banks, their branches, and many national and state banks throughout the nation. It is headed by the seven-member Board of Governors known as the "Federal Reserve Board" and led by its Chairman.

**Federal Treasuries** - A collective term used to describe debt instruments backed by the U.S. Government and issued through the U.S. Department of the Treasury that includes Treasury bills, Treasury notes, and Treasury bonds. Also a benchmark term used as a basis by which the yields of non-Treasury securities are compared (e.g., "trading at 50 basis points over Treasuries").

**Fiduciary Funds** - Term used when a governmental unit acts in a fiduciary capacity such as a trustee or agent. The government unit is responsible for handling the assets placed under its control.

**Government Sponsored Enterprise (GSE)** - A privately owned entity subject to federal regulation and supervision, created by the U.S. Congress to reduce the cost of capital for certain borrowing sectors of the economy such as students, farmers, and homeowners. GSEs carry the implicit backing of the U.S. Government, but they are not direct obligations of the U.S. Government. For this reason, these securities will offer a yield premium over Treasuries. Examples of GSEs include: FHLB, FHLMC, FNMA, and SLMA.

**Governmental Funds** - Term used in Government Accounting to apply to all funds except for the profit and loss funds (e.g., enterprise fund, internal service fund) and trust and agency funds. Examples of governmental funds are the general fund, special assessment fund, and capital projects fund. Governmental funds use the modified accrual accounting method.

**Government Instrumentalities (Supranationals)** – Entities formed by two or more central governments with the purpose of promoting economic development for the member countries. Supranational institutions finance their activities by issuing debt, such as supranational bonds. Examples of supranational institutions include the European Investment Bank and the World Bank. Similarly to the government bonds, the bonds issued by these institutions are considered direct obligations of the issuing nations and have a high credit rating.

**Index** - A compilation of statistical data that tracks changes in the economy or in financial markets.

**Interest-Only (IO) Strips** - A security based solely on the interest payments from the bond. After the principal has been repaid, interest payments stop and the value of the security falls to nothing. Therefore, IOs are considered risky investments and are usually associated with mortgage-backed securities.

**Inverse Floater** - A floating rate security structured in such a way that it reacts inversely to the direction of interest rates. Considered risky as their value moves in the opposite direction of normal fixed income investments and whose interest rate can fall to zero.

**Investment Advisor** - A company that provides professional advice managing investment portfolios offers investment recommendations and/or research in exchange for a management fee.

**Liquidity** – This is a measure of the relative ease of converting an asset into cash without significant loss of value and the level of cash and near-cash items in a portfolio of assets. This term also describes the marketability of money market security correlating to the narrowness of the spread between bid and ask prices.

**Local Agency Investment Fund (LAIF)** - Special fund in the California State Treasurer’s Office which local agencies may access to deposit funds for short-term investment and reinvestment.

**Market Value** - The fair market value of a security or commodity or the price at which a willing buyer and seller would pay for a security.

**Maturity Date** - Date on which principal payment of a financial obligation is due.

**Money Market Mutual Fund (2a-7)** - A type of mutual fund that invests solely in money market instruments, such as Treasury bills, commercial paper, bankers' acceptances, and repurchase agreements. Money market mutual funds are registered with the SEC under the Investment Company Act of 1940 and are subject “rule 2a-7” which significantly limits average maturity and credit quality of holdings.

**Mortgage-Backed Securities (MBS)** - Mortgage-backed securities represent an ownership interest in a pool of mortgage loans made by financial institutions, such as savings and loans, commercial banks, or mortgage companies, to finance the borrower's purchase of a home or other real estate. The majority of MBS are issued and/or guaranteed by GNMA, FNMA and FHLMC. There are a variety of MBS structures, some of which can be very risky and complicated. All MBS have reinvestment risk as actual principal and interest payments are dependent on the payment of the underlying mortgages which can be prepaid by mortgage holders to refinance at lower rates or simply because the underlying property was sold.

**Mortgage Pass-Through Securities** - A pool of residential mortgage loans with the monthly interest and principal distributed to investors on a pro-rata basis. Largest issuer is GNMA.

**Municipal Note/Bond** - Debt issued by a state or local government unit or public agency. The vast majority of municipals are exempt from state and federal income tax, although some non-qualified issues are taxable.

**Mutual Fund** - Portfolio of securities professionally managed by a registered investment company that issues shares to investors. Many different types of mutual funds exist (bond, equity, money market fund); all except money market funds operate on a variable net asset value (NAV).

**NRSRO** - “Nationally Recognized Statistical Rating Organization.” An entity designated as a rating organization that the SEC has recognized as having a strong national presence in the U.S. NRSROs provide credit ratings on corporate and bank debt issues. Only ratings of an NRSRO may be used for the regulatory purposes of rating. They include Moody’s, Standard & Poor’s, and Fitch among others.

**Par Value** - Face value, stated value or maturity value of a security.

**Principal** - Face value of a financial instrument on which interest accrues which may be less than par value if some principal has been repaid or retired. For a transaction, principal is par value as a factor of price and includes any premium or discount.

**Proprietary Funds** - In governmental accounting, one having profit and loss aspects; therefore it uses the *accrual* rather than modified accrual accounting method. The two types of proprietary funds are the Enterprise Fund and the Internal Service Fund.

**Prudent Investor Standard** - Standard that requires that when investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency. This standard is more stringent than the “prudent person” standard as it implies a level of knowledge commensurate with the responsibility at hand.

**Range Note** - A type of structured note that accrues interest daily at a set coupon rate that is tied to an index. Most range notes have two coupon levels; a higher accrual rate for the period the index is within a designated range, the lower accrual rate for the period that the index falls outside the designated range. This lower rate may be zero and may result in zero earnings.

**Rate of Return** - Amount of income received from an investment, expressed as a percentage of the amount invested.

**Repurchase Agreement (Repo)** - A short-term investment vehicle in which an investor agrees to buy securities from a counterparty and simultaneously agrees to resell the securities back to the counterparty at an agreed upon time and for an agreed upon price. The difference between the purchase price and the sale price represents interest earned on the agreement. In effect, it represents a collateralized loan to the investor, where the securities are the collateral. Can be DVP, where securities are delivered to the investor’s custodial bank, or “tri-party” where the securities are delivered to a third-party intermediary. Any type of security can be used as “collateral,” but only some types provide the investor with special bankruptcy protection under the law. Repos should be undertaken only when an appropriate approved banking master repurchase agreement is in place.

**Reverse Repurchase Agreement (Reverse Repo)** - This is a repo from the point of view of the original seller of securities. Used by dealers to finance their inventory of securities by essentially borrowing at short-term rates. Can also be used to leverage a portfolio and in this sense, can be considered risky if used improperly.

**Safekeeping** - Service offered for a fee, usually by financial institutions, for the holding of securities and other valuables. Safekeeping is a component of custody services.

**Supranational Bonds** - Are defined as those issued by entities formed by two or more central governments to promote economic development for the member countries. For example, United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development, International Finance Corporation, or Inter-American Development Bank.

**Total Return** - Investment performance measured over a period of time that includes coupon interest, interest on interest, and both realized and unrealized gains or losses. Total return includes, therefore, any market value appreciation/depreciation on investments held at period end.

**Weighted average maturity (WAM)** - is the weighted average amount of time of the maturities on the underlying mortgages in a mortgage-backed security (MBS) and assets in asset backed securities (ABS). This term is used more broadly to describe maturities for these instruments as these securities invest in multiple specified pools of underlying assets and these underlying pools may have varying maturities.

**Yield to Maturity (YTM)** - Calculated return on an investment, assuming all cash flows from the security are reinvested at the same original yield. Can be higher or lower than the coupon rate depending on market rates and whether the security was purchased at a premium or discount. There are different conventions for calculating YTM for various types of securities.